

AGENDA NOTE – HRPDC QUARTERLY COMMISSION MEETING

ITEM #9E: FY 2014 BUDGET

SUBJECT:

The FY 2014 HRPDC budget is being presented to the Commission for its consideration. The Personnel and Budget Committee has reviewed this budget prior to the Quarterly meeting.

BACKGROUND:

Member contributions remained at the reduced \$.80 per capita rate approved by the Commission in FY 2013. The FY 2014 budget reflects the current economic conditions in that it is conservative in nature, and represents a total revenue (and corresponding expenditure) decrease of 29% from that of FY 2013. This decrease is due to grant reductions in UASI, MMRS, Planning & Environmental, and Transportation funding. The majority of these funds are pass-through.

As a result of the revenue shortfall, the PDC will experience reductions in all areas including personnel. This line item decrease is due to one full-time position and one part-time position being eliminated. This budget will support a proposed 2% merit-based salary adjustment, and an increase in health care premiums. A previously funded reserve account established in anticipation of the employer rate increase helped fund the 1.9% VRS increase. Decreases in standard and special contracts, and in operations (which include telephone, printing, memberships, software & network upgrades, and photo copy expenses) helped offset the reduced revenue. Staff recommends continuing to fund our reserves in order to continue to offset increasing costs with stagnant or reduced funding.

RECOMMENDED ACTION:

Staff recommends the Commission approve the FY 2014 budget. The proposed merit salary adjustment will be presented in July with a regional analysis of pay adjustments.

Note: This item was presented under the Workshop Agenda as item #3