

## **ITEM #13: FY 2019 HRTPO BUDGET: *Nancy Collins, HRTPO***

### **SUMMARY:**

The staff recommends approval of the proposed FY 2019 Budget by the HRPDC and HRTPO. Because the HRPDC is the fiduciary agency for the HRTPO, the following documents reflect the agency as a whole and are attached for your review. The HRTPO Operations and Pass-Through figures are shown on the FY 2019 Summary Budget Comparison.

- Historical Budget Trend with Bar Charts
- FY 2019 Draft Budget/Summary
- Fund Balance Report
- Member Dues and State Allocation Trend Report
- Local Jurisdiction Contributions Spreadsheet
- Revenue Pie Chart by Funding Source
- Expenditure Pie Chart by Program
- Reserves

Ms. Nancy Collins, Chief Financial Officer, will brief the HRTPO Board on this item.

### **BACKGROUND:**

The FY 2019 Budget reflects a total revenue (and corresponding expenditure) increase of 8.13% over FY 2018. This increase is due mainly to new grant awards in Homeland Security, JLUS and Broadband funding. Over \$500,000 of this increase is in pass-through funds, while agency operating expenses increased slightly.

Member contributions will remain at the reduced \$0.80 per capita rate approved in FY 2013.

The budget supports a proposed 2.5% performance-based salary adjustment for staff, though the Personnel category only increased 1.35% due to retirements and a 24% decrease in the employer's share of VRS contributions. There was an 8.2% increase in healthcare premiums. Standard Contracts increased by 7.97% due to increased legal expenses. Special Contracts increased by 52% due to website and survey development. General Operations increased by 11.7% mainly due to the community outreach program, computer replacements, and staff training. The increase in contingencies will be used in subsequent fiscal years. Staff recommends continuing to fund our reserves in order to continue to offset future increases in costs as funding continues to decrease.

Attachment 13

### **RECOMMENDED ACTION: (Action to be taken under Meeting Agenda Item #21-D):**

Approve the FY 2019 Budget.