

Date action is requested: 2/14/2014

Title: Motion 2014 – 03 2014 Operations Board support for authorization of budget amendment

Attachments: Exhibit A 2014 Budget Amendment

Type of action: Motion

SUBMITTED BY: Janet Caviezel, Budget and Finance Manager

RECOMMENDATION: It is recommended that the Operations Board support authorization of proposed budget amendment. The Finance Committee has reviewed and is in support of this motion.

BACKGROUND: On August 28, 2013, the Policy Board approved R2013-07 adopting the 2014 Budget. The proposed Budget Amendment accounts for changes to both revenues and expenditures that have been reviewed and/or authorized by the Policy Board following approval of the 2014 Budget last August. The proposed changes include:

- Increase of \$540,000 in Intergovernmental Revenues representing reimbursement by the Pierce County E911 Office for replacement of the telephone system.
- Net increase of \$50,510 to account for administrative salary adjustments and the addition of a full-time in-house attorney.
- Decrease of \$4M in Facility Capital Projects due to the proposed 63-20 financing option. Remaining \$1M is for pre-design.
- Increase of \$130,000 in Project Implementation – Intergovernmental Services for Radio Programming/Installation services with Pierce County Radio Shop.
- Decrease of \$2M for radio infrastructure improvements (Sparling – Option A), originally estimated at \$3.5M for 2014. Contract was for \$3M with approximately \$1.5M expended in 2013.
- Increase of \$5.5M for VHF Overlay and increase of \$1.5M for Single-System upgrade in Radio Capital Projects
- Increase of \$1,053,500 in Communications Capital for Logging Recorder purchase authorized in 2013 (\$265,000 expended in 2013).
- Increase of \$540,000 for Phone System replacement.
- Increase of \$2.7M (2014 portion only) for implementation of Regional CAD System.
- Increase of \$2M in Estimated Beginning Fund Balance to reflect actual amount.

ALTERNATIVES: Refer to Finance Committee, Operations Board and/or Policy Board for further review.

FINANCIAL IMPACT: Increase of \$540,000 in Revenues and \$2M in Beginning Fund Balance; Increase of \$5,474,010 in Expenditures and decrease of \$2,934,010 in Ending Fund Balance.

Executive Director Review _____

A handwritten signature in blue ink, appearing to read "A. Neidich", is written over a horizontal line.