

CRCOG

FY 2017-2018

BUDGET SUMMARY

MAY 25, 2017

CRCOG POLICY BOARD

CHANGES FROM EXECUTIVE COMMITTEE APPROVED VERSION

After the Executive Committee approved the draft budget, CRCOG received notice that the state's final fourth quarter payment for Regional Services Grants (RSG, approximately \$135K) was rescinded.

The RSG contract is until October of 2017 and the budget passed by the Executive Committee used RSG for staffing and match requirements in FY2017-2018. Consequently, the budget has changed from the Executive Committee approved version in the following manner:

- 1) Revenue is reduced by \$135,000 to \$8,664,603**
- 2) CRCOG Regional Fund will not be funded in 2017-2018**
- 3) Original surplus of \$130,000 (intended for future match requirements) is now utilized for staff and existing match requirements**
- 4) Contingency has been reduced from \$30,000 to \$25,128**
- 5) The five-year outlook has changed (deficit begins in FY2020-2021 instead of FY2021-2022)**
- 6) Spreadsheet errors were corrected in the 2016-2017 projections**

FY 2017-2018 ASSUMPTIONS

Base Cost of Living Adjustment for CRCOG staff

State level financial pressures on CRCOG:

- **Transportation Match:** Increased local match requirement for FHWA Planning funding (10% to approximately 14%-15%). 2016-2017 local match: \$160,000. 2017-2018 anticipated local match: \$220,000. Staff proposes reducing funding of the CRCOG's Regional Services Fund for 2017-2018
- **Uncertain State Funding:** CRCOG assumes that COG annual funding will be swept or pulled completely. Budget assumes no COG funding (called Regional Services Grant) but will put submit an amendment if COG funding is given. Note: per statute, COG funding would have doubled in 2017-2018 to approximately \$1.1MM.
- **State budget implications:** If COG annual funding is received, staff will submit an amended budget to Personnel and Finance Committee. If funding is significant, (greater than 10% of operating budget), the amended budget will come before the full board.

The outlook for FY 2020-2021 is challenging and staff recommends review and mitigation measures as necessary beginning FY2020-2021.

FY 2016-2017

ACCOMPLISHMENTS

Grew IT Services Cooperative and back office services including hosting services, disaster recovery and data backup, Voice Over Internet Protocol telephone service and general IT Services. Purchasing Council saved CRCOG towns \$1.84 million.

Regional Online permitting grew to 34 municipalities.

Completed statewide flyover of orthographic imagery to produce best in class GIS base map in the US

Continued support and management of federal Homeland Security projects --130 projects since inception of the program

Supported regional economic development: co-hosting German-American Forum and state approval as a Regional Economic Development District.

Obligated approximately \$10.4 million in Federal Transportation Funds for FY 2016 STP Block Grant Funds, worked to advance \$17.7 million in LOTCIP projects for SFY2017, and completed a solicitation for transportation enhancement projects totaling over \$6 million.

FY 2017-2018

GOALS

Establish additional IT Services opportunities: expand HR-Portal opportunities; advance Electronic Document Management System in preparation for program phase and continued expansion of existing programs.

Begin Long Range Transportation Plan update

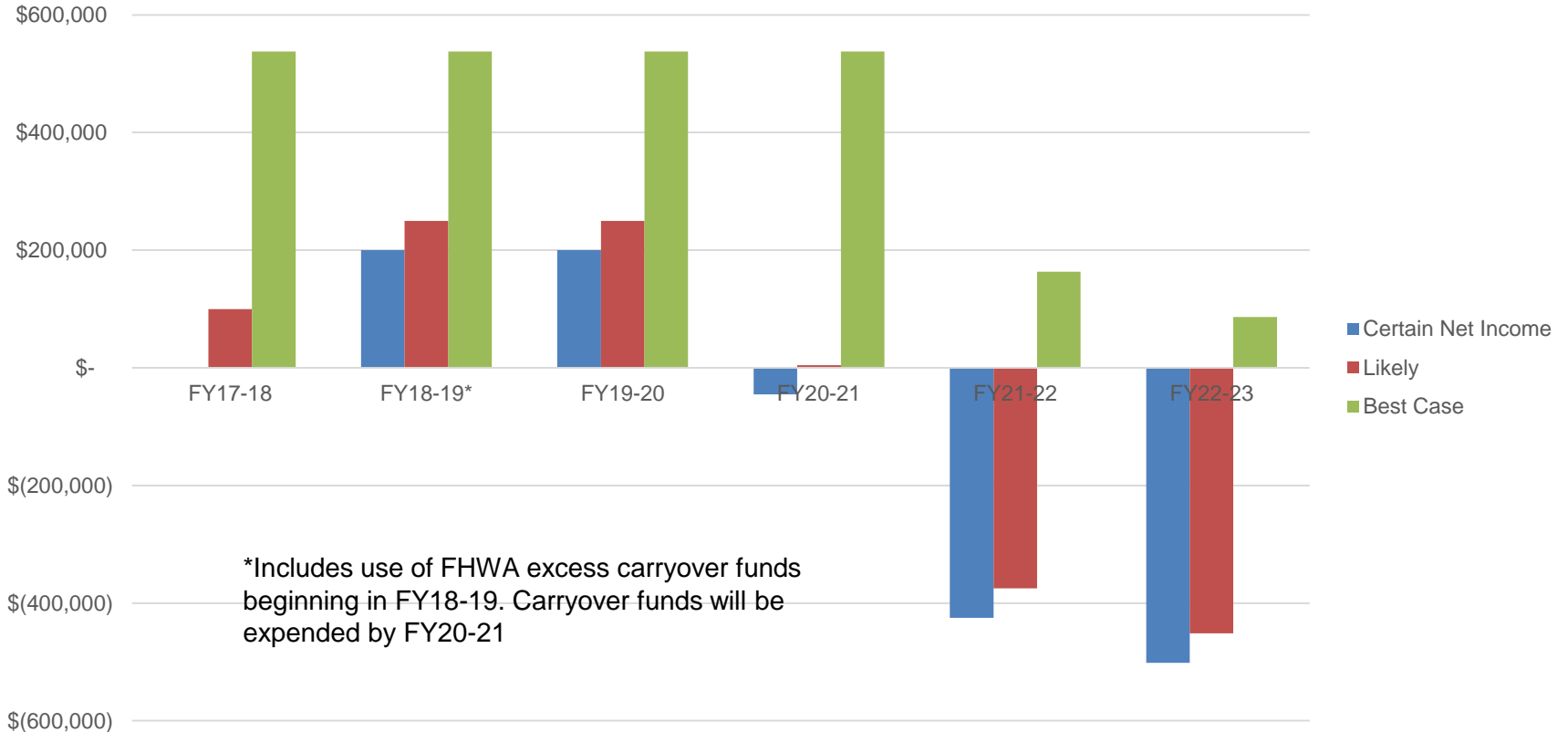
Continue support of existing programs is Homeland Security, Transportation, and Metro Brownfields Program

Begin Natural Hazard Mitigation Plan update

Advance complete streets inventory and gaps and needs assessment, and action plan through the Responsible Growth Grant

Complete regional LOTCIP solicitation and continue working to program regionally significant transportation projects

LONG TERM NET INCOME



- CRCOG is not funding the Regional Fund beginning 2018-2019
- Long-term projections do not include use of the Regional Fund (which would be \$350,000)
- Use of FHWA carryover funds is included in Certain Net Income
- Includes 10% estimated health insurance increases and 2% increase of dues and base COLA increases for staff
- State funding of is included only as best case and at 50% of what is currently in legislation

SUMMARY

Revenues: \$8,664,603



Expenditures: \$8,669,475*



Stable Income for FY 2017-2018

Mitigation measures may be necessary beginning FY 2019-2020

BUDGET SUMMARY

Revenue Sources	FY2014-2015	FY2015-2016	FY2016-2017	FY2017-2018	FY2017-2018	FY2017-2018
	Actual	Actual	Projected	Operating Budget	Grants and Contracts Budget	Budget Total
Federal	2,940,047	3,443,077	2,527,753	1,674,388	2,262,560	3,936,948
State	2,578,317	3,005,372	1,955,137	532,650	2,099,732	2,632,382
Local	654,839	604,727	760,091	661,307	121,056	782,363
Other	1,186,503	1,017,774	1,442,870	447,910	865,000	1,312,910
TOTAL	7,359,706	8,070,950	6,685,851	3,316,255	5,348,348	8,664,603
Expenditures				Operating Budget	Grants and Contracts Budget	FY2015-2016 Amended Budget Total
Homeland Security	290,976	627,398	544,183		657,160	657,160
Jobs Access	791,099	-	-		-	-
Municipal Services	269,538	1,276,781	371,962		1,190,000	1,190,000
Policy Development & Planning	406,229	133,341	350,458		980,188	980,188
Public Safety	1,156,349	952,751	1,074,000		850,000	850,000
Transportation	285,980	1,102,538	1,123,472		1,671,000	1,671,000
Personnel	1,300,447	1,313,387	1,388,781	1,524,864		1,524,864
Fringe	629,631	658,750	647,190	773,231		773,231
Management Support	419,970	436,996	437,035	461,021		461,021
Indirect Expenses	146,147	196,366	350,898	234,910		234,910
Direct Expenses	270,879	277,380	297,872	297,101		297,101
Contingency	-	-	-	25,128		25,128
TOTAL	5,967,244	6,975,689	6,585,851	3,316,255	5,348,348	8,664,603

BUDGET SUMMARY BY DEPT.

	General Fund/ Admin.	Regional Program Fund	Policy and Planning	Transportation	Municipal Services	Public Safety	Homeland Security	Totals
Revenues								
Local Dues	754,363							
<i>Required Match</i>		-	33,854	333,921	-	-	-	367,775
<i>Additional Local Dues Allocated</i>			245,158	-	-	-	-	245,158
Total Local Dues	141,430	-	279,012	333,921	-	-	-	754,363
Federal			745,049	2,449,188	-	19,550	723,160	3,936,947
State			352,288	996,394	1,283,700	-	-	2,632,382
Other Sources			-	28,000	232,500	1,080,410	-	1,340,910
Total Sources	141,430	-	1,376,349	3,807,504	1,516,200	1,099,960	723,160	8,664,603
Expenditures								
Contractual / Grant Obligations		-	907,487	1,671,001	1,262,700	850,000	657,160	5,348,348
Operating Revenue	141,430		468,862	2,136,503	253,500	249,960	66,000	3,316,255
Operating Expenses								
Administration								
<i>Direct Salaries</i>			221,056	1,032,050	117,756	121,133.00	32,869	1,524,864
<i>Management Salaries</i>	461,021		66,833	312,026	35,602	36,622.84	9,937	461,021
<i>Overhead (Indirect Expenses)</i>	297,101		43,137	200,977	22,980	23,479.80	6,526	297,101
<i>Fringe</i>	773,231		112,094	523,334	59,712	61,424.36	16,667	773,231
<i>Direct Expenses</i>	116,302		25,742	68,116	17,450	7,300.00	-	234,910
<i>Allocated to departments</i>	(1,531,353)							
Total Administration	116,302		468,862	2,136,503	253,500	249,960	66,000	3,291,127
Contingency	25,128			-	-	-	-	25,128
Total Uses	141,430	-	1,376,349	3,807,504	1,516,200	1,099,960	723,160	8,664,603
Surplus (Deficit)	-	-	-	-	-	-	-	-