

**NORCOM Governing Board**  
**Agenda Summary**

**MEETING DATE:** September 12, 2014

**SUBJECT:** Resolution 77 – Second Amendment to the 2014 Budget

**FROM:** Gwen Pilo; Finance Manger

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**HISTORY:** Resolution 74 amending the 2014 Budget was approved June 13, 2014. Subsequently the settlement agreement with New World Systems was signed resulting in a payment of \$850,000 due to NORCOM and a reduction in the contract amount owed to New World Systems.

Resolution 74 provided for money to be transferred in from the Rate Stabilization Fund and the E-911 Escrow fund to pay for ICRM overhead (legal, PM and SME work) and the TriTech Mobile contract. These Transfers In, coupled with the ending fund balance, result in an estimated 2014 ending fund balance of zero.

The settlement with New World Systems reduces the amount owed to New World from \$925,020 to \$714,509 and refunds NORCOM \$850,000.

The Finance Committee reviewed the Second Amendment to the 2014 Budget at their July meeting and recommends recognizing the revenue from New World Systems and reducing the Transfers In from the Rate Stabilization Fund to \$0. This would leave an ending fund balance in the Capital Projects Fund of \$639,370 and the Rate Stabilization Fund balance would be \$421,141. This money would remain available to fund other projects with the approval of the Governing Board.

The Joint Operations Board reviewed and approved this recommendation at their July 24, 2014 meeting.

**PROPOSAL:** Recognize the Revenue from New World Systems in the amount of \$850,000 and reduce the Transfers In from the Rate Stabilization Fund by \$421,141.

**MOTION: I MOVE TO APPROVE RESOLUTION 77 THE SECOND AMENDMENT TO THE 2014 NORCOM BUDGET.**

**RESOLUTION 77**

**RESOLUTION OF THE GOVERNING BOARD OF  
NORCOM AMENDING THE 2014 BUDGET.**

**WHEREAS**, by Resolution 65, the NORCOM Governing Board adopted the 2014 budget; and

**WHEREAS**, by Resolution 74, the NORCOM Governing Board amended the 2014 budget;

**WHEREAS**, the NORCOM Governing Board desires to amend the 2014 budget;

**NOW, THEREFORE, BE IT RESOLVED** by NORCOM that:

Section 1. The changes to the 2014 Budget for NORCOM, attached and incorporated as Exhibit A, are adopted.

Section 2. A summary of the 2014 Budget is as follows:

NORCOM Operating Fund	\$11,392,001
Capital Projects Fund	\$ 2,633,506
Equipment Replacement Fund	\$ 1,581,254
Contingency Fund	\$ 112,307
E-911 Escrow	\$ 2,354,048
Rate Stabilization Fund	<u>\$ 421,141</u>
<b>Total 2013 Budget</b>	<b>\$18,494,257</b>

Passed by majority vote of the Governing Board in open meeting on this 12th day of September, 2014.

Signed in authentication thereof this 12th day of September, 2014.

  
Chair

Attest:   
Secretary

**NORCOM**  
**2ND AMENDMENT TO THE 2014 BUDGET**  
**Exhibit A**

<b>CAPITAL PROJECTS (502)</b>	<b>2014 AMENDED BUDGET</b>	<b>2014 ADJUSTMENT Increase/(Decrease)</b>	<b>2014 AMENDED BUDGET</b>
Revenue:			
Beginning Fund Balance	\$ 1,420,968	\$ -	\$ 1,420,968
Participant Revenue	-	-	-
Other Revenue	-	850,000	850,000
Transfer in from Operations	-	-	-
Transfer in from E-911 Escrow	362,538	-	362,538
Transfer In from Rate Stabilization	421,141	(421,141)	-
<b>Total Revenue</b>	<b>\$ 2,204,647</b>	<b>\$ 428,859</b>	<b>\$ 2,633,506</b>
Expenditures:			
New World Contract	925,020	(210,511)	714,509
Tritech Mobile Contract	357,627	-	357,627
Software	-	-	-
Project Management	302,000	-	302,000
Professional Services	320,000	-	320,000
Legal Services	300,000	-	300,000
<b>Capital Outlays Total</b>	<b>\$ 2,204,647</b>	<b>\$ (210,511)</b>	<b>\$ 1,994,136</b>
<b>Revenues less Expenditures:</b>	<b>\$ -</b>	<b>\$ 639,370</b>	<b>\$ 639,370</b>

**NORCOM**  
**2ND AMENDMENT TO THE 2014 BUDGET**  
**Exhibit A**

<b>RATE STABILIZATION (506)</b>	<b>2014 AMENDED BUDGET</b>	<b>2014 ADJUSTMENT Increase/(Decrease)</b>	<b>2014 AMENDED BUDGET</b>
Revenue:			
Beginning Fund Balance	\$ 421,141	\$ -	\$ 421,141
Transfers In	-	-	-
Expenditures:			
Transfer Out to Capital Projects Fund	421,141	(421,141)	-
<b>Revenues less Expenditures:</b>	<b>\$ -</b>	<b>\$ 421,141</b>	<b>\$ 421,141</b>

# NORCOM BUDGET

## Resolution 77 August 2014

### 2014 Financial Summary - All Funds

Description	Operating	Capital Projects	Equipment Replacement	Operating Exp Reserve	E-911 Escrow	Rate Stabilization	Total All Funds
2014 Actual Beginning Fund Balance	\$ -	\$ 1,420,968	\$ 1,377,742	\$ 112,307	\$ 879,247	\$ 421,141	\$ 4,211,405
Revenue:							
Revenue from Participating Agencies	9,129,718	-	-	-	-	-	9,129,718
Revenue from Subscribing Agencies	598,373	-	-	-	-	-	598,373
Grant Revenue	-	-	-	-	-	-	-
State Funded	-	-	-	-	-	-	-
Federal Appropriation	-	-	-	-	-	-	-
E-911 Revenue	189,109	850,000	-	-	1,474,801	-	1,474,801
Miscellaneous Revenues	-	-	3,512	-	-	-	1,039,109
Interest Earnings	1,474,801	362,538	200,000	-	-	-	3,512
Transfer-In	11,392,001	1,212,538	203,512	-	1,474,801	-	2,037,339
Revenue	11,392,001	2,633,506	1,581,254	112,307	2,354,048	421,141	18,494,257
<b>TTL 2014 Resources</b>	<b>\$ 11,392,001</b>	<b>\$ 2,633,506</b>	<b>\$ 1,581,254</b>	<b>\$ 112,307</b>	<b>\$ 2,354,048</b>	<b>\$ 421,141</b>	<b>\$ 18,494,257</b>
Expenditures							
Salaries & Wages	6,333,245	-	-	-	-	-	6,333,245
Personnel Benefits	2,695,224	-	-	-	-	-	2,695,224
Operating Supplies	87,973	-	36,961	-	-	-	124,934
Operating Services	2,075,559	-	336	-	-	-	2,075,895
Capital Outlays	-	1,994,136	132,500	-	-	-	2,126,636
Transfers-Out	-	-	-	-	-	-	-
Transfer-Out To Operating Expense Reserve	-	-	-	-	-	-	-
Transfer-Out to Equip Replacement	200,000	-	-	-	-	-	200,000
Transfer-Out to Capital Projects	-	-	-	-	362,538	-	362,538
Transfer-Out to Operations	-	-	-	-	1,474,801	-	1,474,801
Expenditures	11,392,001	1,994,136	169,797	-	1,837,339	-	15,393,273
2014 Ending Fund Balance	-	639,370	1,411,457	112,307	516,709	421,141	3,100,984
<b>TTL 2014 Expenditures</b>	<b>\$ 11,392,001</b>	<b>\$ 2,633,506</b>	<b>\$ 1,581,254</b>	<b>\$ 112,307</b>	<b>\$ 2,354,048</b>	<b>\$ 421,141</b>	<b>\$ 18,494,257</b>
Restricted Reserves	-	-	1,411,457	112,307	516,709	421,141	2,461,614
Designated Reserves	-	-	-	-	-	-	-
Available Fund Balances	\$ -	\$ -	\$ 1,411,457	\$ 112,307	\$ 516,709	\$ 421,141	\$ 2,461,614
<b>Change in Fund Balance</b>	<b>\$ -</b>	<b>\$ (781,598)</b>	<b>\$ 33,715</b>	<b>\$ -</b>	<b>\$ (362,538)</b>	<b>\$ -</b>	<b>\$ (1,110,421)</b>