

Propane Education & Research Council

Amended Budget Plan for Calendar Year 2014

On July 17, 2014, the Propane Education and Research Council (PERC) amended its 2014 budget plan as a result of its 2014 mid-year forecast showing that additional resources were expected to be available for funding more projects and activities.

The added resources and the budgeted distribution of those resources are as follows:

Resources:

Received from the 2014 Beginning Surplus	\$3.2 million
Forecasted increase in 2014 assessments to be collected	\$2.0 million
Forecasted increase in 2014 deobligations	<u>\$0.9 million</u>
Total resources added to the 2014 Budget	<u>\$6.1 million</u>

Resource Distribution:

State rebates (20% of increased assessments)	\$0.4 million
Agriculture funding (5% of increased assessments)	\$0.1 million
Funding for Consumer Safety Preparedness Campaign	<u>\$5.6 million</u>
Total resources added to the 2014 Budget	<u>\$6.1 million</u>

Subsequent to the approved of the initial 2014 budget a \$6.149 million Consumer Safety Preparedness Campaign was introduced and approved by Council at its July 2014 Council meeting. The purpose of this campaign is to help homeowners stay safe by encouraging them to talk to their propane retailer about how to prepare for the winter as well as providing them with specific important safety messages. In addition to the \$5.6 million funded for this campaign through the amended budget, the balance of funding was provided through a \$0.519 million redeployment of other program budget funds.

2014 AMENDED BUDGET SUMMARY

SOURCES OF FUNDS

REVENUES

Assessment Collections	\$35,232,000
Investment Income	\$248,000
TOTAL REVENUES	\$35,480,000

DEOBLIGATIONS **\$1,800,000**

BEGINNING BALANCE **\$8,540,100**

Total Sources of Funds **\$45,820,100**

DISTRIBUTION OF FUNDS

Administrative Expenses **\$2,519,000**

Other Expenses:

Assessment and Collections	\$138,000
Depreciation Expenses	\$490,000
Total Other Expenses	\$628,000

State Rebates (20 Percent of Assessment Collections) **\$7,046,400**

Programs:

Program Salaries and Taxes	\$3,131,000
Program Staff Benefits	\$430,000
IT Support	\$526,500
Research and Development	\$13,940,874
Safety	\$9,632,923
Training	\$6,369,703
Total Program Funding	\$34,031,000

Total Distribution of Funds **\$44,224,400**

RESERVE FOR 2014 **\$1,595,700**

2014 CAPITAL EXPENDITURE Budget **\$395,000**