

Upper Peninsula Region of Library Cooperation, Inc.

Notes on the FY 2019/2020 Proposed ALS Budget  
February 14, 2019

**REVENUES:** The proposed FY 2019/2020 budget includes a 2% operating fee increase for all ILS participants.

**EXPENSES:**

1. SLC costs for wages and benefits: We kept the salary/fringe benefit percentages charged to UPRLC the same as we are charging in the current year (FY 2018/2019). I estimated a 3% salary increase for SLC employees beginning 10/1/2019. SLC's health insurance plan renews on July 1; I estimated a 4% health insurance increase. UPRLC pays 100% of Lissa Potter's salary and fringes, 50% of Jeremy Morelock's salary and fringes, 8% of Luke Bowers' salary (not including fringes) and 38% of Pam Malmsten's salary and fringes.
2. Office overhead costs: We charged ALS 42% of office overhead costs (electricity, water, heat, maintenance, shared supplies, shared office equipment maintenance, etc.) in the FY 2019/2020 budget. This percentage has been the same for the last few years.
3. SirsiDynix Maintenance: The ILS contract with SirsiDynix expires on 3/31/2019. On February 11, 2019, Kevin Rodriguez, our SirsiDynix representative, told Shawn that there will be no maintenance increase for the next two years.

**SUMMARY:**

Total operating revenues in the proposed budget: \$318,280.63 (\$366,280.63 with rebills)

Total operating expenses in the proposed budget: \$315,090.55 (\$363,090.66 with rebills)

Net Income in the proposed budget: \$3,189.97