

FAR NORTHERN REGIONAL CENTER
 ACTUAL AND PROJECTED OPERATIONS EXPENSES
 EXPLANATION OF LARGE CHANGES IN PROJECTED EXPENSES AND OTHER REVENUE COMPARED TO PRIOR YEAR
 CONTRACT YEAR 2022/2023
 April 2023 BOARD REPORT

<u>Category</u>	<u>Increase (Decrease) from prior year</u>	
	<u>\$</u>	<u>%</u>
Salaries and benefits	3,160,686	16.0
Increase primarily due to the addition of new service coordinators, supervisors, and support to comply with new caseload ratio requirements. 2% annual increase given to all employees during Union negotiations.		
Facilities (Rent, Maint, and Utilities)	(161,621)	(9.2)
Full year rent impact of new space in Chico and Redding. Redding increase \$47,700/Chico increase \$39,900. Mt. Shasta rate increase resulting in \$6,500 increase. Decrease due to prior year leasehold improvements to office space at 1367 E. Lassen Avenue, Chico and Redding (\$331,912). New space to accommodate increased staffing levels. The new space expected to have some unassigned offices for persons who may spend some of their time working remotely.		
Communications	110,518	58.3
New phone system to support security and remote work (\$55,000+)		
Contracts/Software	118,589	31.1
Licensing for increasing number of employees. SW for virtual computer connections, prior SW no longer supported.		
Travel	315,668	235.0
Travel reaching pre-pandemic levels. Increased number of Service Coordinators traveling.		
Legal / Consulting / Audit	81,161	33.4
Minimal increase in audit fees with new firm contract. Prior Year SDP Funding of \$48,960 not yet paid.		
IT Equipment	77,504	42.6
4 server replacements to support Nutanix. Planned replacement of iPads. Complete roll out of double monitors. Switches for phone system.		
Interest Revenue / ICF SPA Admin / Other	431,500	100+
Rates have increased, investing excess cash in short-term Treasury Bills.		