

FEATHER RIVER AIR QUALITY MANAGEMENT DISTRICT  
MEMORANDUM  
10/01/2018

TO: FRAQMD BOARD OF DIRECTORS

FROM: Christopher D. Brown, AICP, APCO

SUBJECT: Approve budget allocation transfer from Account #725-9901-441-80-03 (Contingency Reserves) in the amount of \$45,000 to Account #725-0000-361-62-01 (Subvention).

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RECOMMENDATION:

Approve the requested budget allocation transfers.

ALTERNATIVE:

Do not approve the requested budget allocation transfers.

BACKGROUND:

The District Receives a base subvention of \$68,800 from the Air Resources Board with the completion of a year-end report and a subvention request report each fiscal year. The subvention packet also includes a request for supplemental subvention which the District has been awarded also, for a total award of approximately \$92,000 each fiscal year.

With this request is usually an early distribution request for rural districts that would allow approximately one half of the request to be disbursed in August. This fiscal year the early distribution request has been deleted and subvention should be received sometime in late October, or early November.

The District's highest percent of revenue is invoiced on the 1<sup>st</sup> of October (permit renewals). This delay in state funding creates a short term cash flow issue. Staff is requesting the transfer so the District does not create a negative fund balance.

FISCAL IMPACT:

None. Upon the receipt of Subvention from the Air Resources Board, the amount of \$45,000 will be returned to the Contingency Reserve account.