

Title V Emissions Unrealizable Obligation
 Fee Study FY2010 – FY2013
 Prepared January 2015

The Unrealizable obligation used to calculate the FY2014 Emissions fees for Title V was \$1,600,000.

This represents the additional costs to the Clean Air Protection Fund (CAPF) anticipated beginning in FY2016 due to a proportional re-alignment done by the Division of Administrative Services (DAS). The Division of Administrative Services is an administrative support unit that provides the majority of the finance, procurement, human resources, information technology, and budget services to the Department. It also pays a portion of the overhead expenses, including shared lease costs and core service charges from the Department of Administration. This division is intentionally funded in direct proportion to the funding source breakdown of the Personal Services costs in the Department. This method complies with an approved federal indirect cost allocation plan. An analysis of Department personal services funding in comparison to the funding of the Division of Administrative Services shows that the Division is overfunded by federal receipts, and underfunded by clean air protection fund.

In FY2013, the Clean Air Protection Fund (CAPF) accounted for 5.6% of the Department’s personal service costs, therefore it should proportionally cover 5.6% of the Division of Administrative Services’ costs. However, in the FY2014 budget, CAPF only accounted for 1.7% of those costs. Beginning in FY2016, this gap of 3.9% proportionality will begin to be charged to the CAPF. This represents about \$400,000 per year.

The FY2014 fee study Title V emissions calculation includes the projection of four years of unanticipated obligations. This \$400,000 annual obligation amounts to \$1,600,000 over the next four years.

	FY13 DEC Personal Services		FY14 Actual DAS Funding		Difference	Needed	Change	Rounded
Federal Receipts	14,848,393.41	28.7%	3,649,234.00	35.7%	7.1%	2,928,574.81	(720,659.19)	(720)
Prevention Account of the OHSRPRF	11,303,004.36	21.8%	2,299,600.00	22.5%	0.7%	2,229,311.48	(70,288.52)	(70)
Commercial Passenger Vessel Fund	848,132.26	1.6%	54,800.00	0.5%	-1.1%	167,278.62	112,478.62	110
Ocean Ranger Fund	282,864.41	0.5%	105,400.00	1.0%	0.5%	55,789.85	(49,610.15)	(50)
Clean Air Protection Fund	2,904,278.85	5.6%	172,200.00	1.7%	-3.9%	572,816.04	400,616.04	400
General Funds (including PR, I/A, CIP, and GF)	21,610,663.23	41.7%	3,934,846.00	38.5%	-3.2%	4,262,309.21	327,463.21	330
Total	51,797,336.51	100%	10,216,080.00	100%		10,216,080.00	(0.00)	0.00

Calculation:

- Total DAS Personal Services Funding (\$10,216,080) x FY2013 CAPF Personal Services Percent of Total Department Personal Service Cost (5.6%) = \$572,816.04 Total DAS CAPF proportion.
- \$572,816.04 – Total FY14 DAS CAPF Funding (\$172,200.00) = 400,616.04 Total CAPF needed to pay proportion of DAS costs.
- Rounded to \$400,000 annually