

September 17, 1998

MEMORANDUM

TO: Presidents and Business Officers

FROM: John Malia, Assistant Director
Auditing & Accounting

SUBJECT: Continuing Budget - Current Operating Formula

We are enclosing a copy of your Current Operating Formula worksheet which reflects the level of operation authorized by Senate Bill 620 for the fiscal year 1998-99, pending ratification of a final budget by the General Assembly. A copy of the ratified bill is also enclosed for your information.

We are providing this information to enable you to better plan your staffing requirements for the 1998-99 year. The budget that is enclosed is based on the 1997-98 spending level, but has been adjusted to show your final budgeted FTE. Neither salary increases nor any items included in the expansion budget are included in the amount provided. A final budget will be calculated when the General Assembly passes a final budget.

There is one final note. The rate for the employers' retirement contribution is shown at 10.83 percent because the 1997-98 budget provided for a one-year reduction and then restoration to this level. While it is most likely that the rate will be further reduced rather than restored, there has been no legislation passed to authorize anything other than 10.83 percent.

If you have any questions, please contact me.

CC-98-214
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