**2017-2018 EBD #3.5**

 **2017-2018 BARC #20.2**

TO: ALA Executive Board

FROM: Mark Leon, Chief Financial Officer

 Brad Geene, Director Budgeting & Planning

DATE: June 18, 2018

RE: **FY 2019 Revised ALA Budget (changes since Spring meetings)**

**Introduction**

 At the New Orleans Annual Conference, on Friday, June 22nd, the Executive Board will be asked to take action to approve the FY 2019 Revised ALA Budget. On Monday, June 25th, Susan Hildreth, ALA Treasurer, will present the FY 2019 annual estimates of income for Council’s approval.

**Adjustments to the FY 2019 Preliminary Budget**

 As is customary between the Spring BARC meeting and the Annual Conference, ALA finance staff continued to review the FY 2019 preliminary budget and adjusted for revised or missing data in consultation with unit managers.

##### General Fund

 General Fund revenue changes centered most materially on changes from three Publishing Units listed in order of impact.

* ALA Digital Reference (RDA) – FY19 revenue decreased by approximately ($61K) due to lower expected subscription revenue.
* Booklist – Projected FY19 licensing revenue decreased by ($50K)
* eLearing Solutions – Expected online-sales revenue revised downward by ($27K)

In total, Publishing department revenue has been decreased by ($138,097) and represents 90 percent of the total change in General Fund revenue since the Spring preliminary budget presentation.

The remainder of revenue changes comes from an adjustment of ($15K) in shared Chapter Membership dues revenue.

Overall, the net bottom line General Fund difference is driven by the above revenue revisions as net expense changes were not material in comparison.

As a result, the revised FY 2019 General Fund investment budget is now ($1,887,817).

##### Division Fund

 Division revenue net changes are minimal with an increase of $35K based on increases in personal dues revenue in AASL and PLA in conjunction with additional donations budgeted in UFL. These are offset in part by a decrease in AASL royalties.

## **Round Tables**

 No material changes. However, a comprehensive review of all Round Table FY19 budgets is planned in advance of the Fall Final Budget presentation.

###### Grants and Awards

 Grant changes since Spring BARC are primarily driven by revisions to salary and associated benefit allocations in FY19 for PLA’s Gates Legacy grant, ($270K).

**LTI Fund**

No material changes.

Additional fund and unit level detail for all revenue and expense budgets can be found in “**Fiscal Year 2019 Budget Schedules” (EDB #3.4 BARC # 20.1.2).**