

## JUSTIFICATION FOR JAN'S PROPOSED CONTRACT

FISCAL YEAR 2014/2015				
<b>Shasta LAFCO Budget vs. Actual 2014/2015</b>				
<b>Actual Last Six Months</b>		<b>Next six Months</b>		<b>Monthly</b>
Actual Six Month Cost*	117,674.00	Est. Monthly Operations	15,000.00	90,000.00
Jan's Six Month Cost**	31,998.00	Est. Jan's Monthly Cost	6,000.00	36,000.00
Operations Six Month Costs	85,676.00	Total Six Month Costs		54,000.00
Operations Money for Next Six Months	54,000.00			
Total Operations Costs	139,676.00			
Money For Operations ***	122,000.00			
(over)/under Budget	(17,676.00)			
<b>Extraordinary Expenses for FY 2014/2015</b>				
1. Termination of EO				
2. Class Action Lawsuit				
3. 51 MSR & SOI instead of a normal 8 to 10				
4. An audit by outside auditor				
5. Increased Legal fees				
6. New staff training				
7. New office machinery				
<b>FISCAL YEAR 2015/2016</b>				
<b>12 Month Shasta LAFCO budget for 2015-2016</b>		<b>18 Month Shasta LAFCO budget for 2015-2016</b>		
<b>Based on 65% of Last Year Total costs</b>		<b>Based on 65% of last Year Total costs</b>		
<b>Costs</b>		<b>Costs</b>		
Sixty Five Percent of last Year Total Operation Costs	90,789.40	Sixty Five Percent of last Year Total Operation Costs Times 1.5	136,184.10	
Jan's Contract Cost *****	72,000.00	Jan's Contract Cost Times 1.5	108,000.00	
Total Operation Costs	162,789.40	Total Operation Costs	244,184.10	
<b>Income ****</b>	186,000.00	<b>Income</b>	279,000.00	
Total Operation Costs	162,789.40	Total Operation Costs	244,184.10	
(over)/under Budget	23,210.60	(over)/under Budget	34,815.90	
<b>Based on 70% of Last Year Total costs</b>		<b>Based on 70% of Last Year Total costs</b>		
<b>Costs</b>		<b>Costs</b>		
Seventy Percent of last Year Total Operation Costs	97,773.20	Seventy Percent of last Year Total Operation Costs Times 1.5	146,659.80	
Jan's Contract Cost *****	72,000.00	Jan's Contract Cost	108,000.00	
Total Operation Costs	169,773.20	Total Operation Costs	254,659.80	
<b>Income ****</b>	186,000.00	<b>Income</b>	279,000.00	
Total Operation Costs	169,773.20	Total Operation Costs	254,659.80	
(over)/under Budget	16,226.80	(over)/under Budget	24,340.20	
* From Financial Dated Dec. 26, 2014				
** From Jan's Contract at 5,333.00 per month				
*** From Comparison of Contractors				
**** Annual Income From Clients				
***** From Jan's Proposed Contract at 6,000.00 per month				