



Air Quality Division Finance Report

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AIR QUALITY ADVISOR COUNCIL MEETING
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Fee	FY2022 Projections	FY2023 Projections	Variance
Nontitle V Operating Fees	\$4,105,588	\$3,490,218	(\$615,370)
Title V Operating Fees	4,500,665	4,313,795	(186,870)
Nontitle V Application Fees	500,000	500,000	0
Title V Application Fees	700,000	700,000	0
Tire Fees	3,000,000	3,000,000	0
Lead Abatement Certification Fees	35,000	35,000	0
Total Projections	\$12,841,253	\$12,039,013	(\$802,240)



AIR QUALITY DIVISION

REVENUE PROJECTIONS

(FY2022 AND FY2023)

Air Quality Division Budget All Funding Sources

Revolving if 100% projected received for FY2023	\$12,039,013
Federal Funds (Grants could change during FY)	2,888,542
VW Settlement Funds	2,316,658
Penalty Funds (Deputy Reserve Program)	1,132
RESERVE from FY2022	697,717
Total Funds	\$17,943,062
<u>AQD Distribution of Funds:</u>	
FY23 AQD Proposed Budget	(14,509,088)
FY23 ECLS AQD Projects	(440,613)
FY23 SELS AQD Projects	(199,609)
FY23 Indirect Costs (applied to AQD FTEs @ 26.97%)	(2,793,752)
Difference	0

Note: Federal grants and VW have current encumbrances expected to carry over from FY2022 through a budget revision to FY2023.



Air Quality Division

FY 2022 and FY2023 Budget Comparison

	FY2022	FY2023	Variance
Salaries and other Compensation Expenses ¹	\$10,043,812	\$10,358,744	\$314,932
Professional Services ²	847,750	338,302	(509,448)
Travel Expenses ³	61,489	72,999	11,510
Administrative Expenses ⁴	661,058	723,942	62,883
Lab Equipment, Furniture, Building Construction, and Air Monitoring Sites ⁵	422,706	488,980	66,274
Local Governments & Non-Profit Projects and Programs ⁶	4,532,309	2,526,121	(2,006,188)
	\$16,569,124	\$14,509,088	(\$2,060,036)



1. Increased due to market increases; minimized impact by eliminating 3 FTEs.
2. TEAM facility management system was budgeted in FY2022.
3. Increase in travel expenses due to more in-person meetings and training.
4. Increase in operational expenses.
5. Increase in equipment purchases due to one-time American Rescue Plan (ARP) 103 Grant
6. Decrease, but DEQ anticipates a budget revision to carry over an estimated unspent \$2.8 million of FY2022 DERA and Volkswagen Settlement funds that were unspent due to supply chain issues.

AQD Fee Revenue

FY2020 to FY2024

Fee	Actuals			Projected	
	FY20	FY21	FY22	FY23	FY24
Nontitle V Operating Fees	\$3,047,610	\$3,504,343	\$3,846,194	\$3,490,218	\$3,470,596
Title V Operating Fees	5,427,504	5,506,623	4,597,845	4,313,795	4,035,592
Nontitle V Application Fees	739,893	496,222	502,465	500,000	500,000
Title V Application Fees	659,475	743,991	762,631	700,000	700,000
Tire Fees	3,174,726	3,190,991	3,044,237	3,000,000	3,000,000
Lead Abatement Certification Fees	45,998	46,240	39,419	35,000	35,000
Total Fees Collected	\$13,095,206	\$13,488,410	\$12,792,792	\$12,039,013	\$11,741,188
		\$393,204	(\$695,618)	(\$753,779)	(\$297,825)
		3%	-5%	-6%	-2%
If you anticipate a Full Time Employee (FTE) costing a minimum of \$100,000 (benefits and all)					
FTE Loss Correlation				8	3

Projection solely based upon loss of project Title V revenue



