

State of Florida



RECEIVED-FPSC
Public Service Commission

11 JUN 23 AM 9:48
CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD
TALLAHASSEE, FLORIDA 32399-0850

COMMISSION
-M-E-M-O-R-A-N-D-U-M- CLERK

DATE: June 21, 2011
TO: Ann Cole, Commission Clerk, Office of Commission Clerk
FROM: Robert J. Casey, Public Utilities Supervisor, Division of Regulatory Analysis *RJC*
RE: Docket No. 040763-TP - Request for submission of proposals for relay service, beginning in June 2005, for the hearing and speech impaired, and other implementation matters in compliance with the Florida Telecommunications Access System Act of 1991. *MS*

Please file the attached letter from Florida Telecommunications Relay, Inc. (FTRI) in the above official docket file. This letter reflects FTRI's adjustments to its 2011-2012 budget as required by Commission Order No. PSC-11-0235-PAA-TP, issued May 27, 2011.

Thank you.

Attachment

cc: Division of Regulatory Analysis (Salak, Trapp, Kennedy)
Office of General Counsel (Miller)

DOCUMENT NUMBER-DATE

04327 JUN 23 =

FPSC-COMMISSION CLERK

11 JUN 14 AM 9:50

June 13, 2011

DIVISION OF
REGULATORY COMPLIANCE

Mr. Robert Casey, Public Utilities Supervisor
Division of Regulatory Analysis
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0866

RE: **FTRI Modified FY 2011/2012 Budget**

Dear Mr. Casey:

I am pleased to forward a copy of FTRI's modified FY 2011/2012 budget that was approved by the Board of Directors.

The modified budget as approved by the Board projects total revenues at the current surcharge level of \$.11 to be \$9,638,400 and total expenses to be \$13,334,842 as stipulated in Order No. PSC-11-0235-PAA-TP. The difference of \$3,696,442 will be transferred from the surplus account, which should be approximately \$16,686,076 at the end of the current fiscal year. Attachment A is the Income Statement that reflects the modified FY 2011/2012 budget.

FTRI staff and board reviewed the budget and made modifications to the categories to meet the Commission order as well as ensure that equipment and services will continue to be provided as projected. Listed below are the reductions per category:

- Category I – No reductions
- Category II – Reductions total \$346,170
- Category III – Reductions total \$139,856
- Category IV – Reductions total \$148,697
- Category V – Reductions total \$16,343

Should you have questions or desire additional information, please do not hesitate to email me at jforstall@ftri.org.

Sincerely,


James Forstall
Executive Director

Enclosure

cc: FTRI Board of Directors

DOCUMENT NUMBER-DATE

04327 JUN 23 =

FPSC-COMMISSION CLERK

Florida Telecommunications Relay, Inc.
Fiscal Year 2011/2012 Budget @ .11 cents

	2010/2011 APPROVED BUDGET	2010/2011 ESTIMATED REV & EXPEND	2011/2012 PROPOSED BUDGET	VARIANCE 2010/2011 2011/2012
OPERATING REVENUE				
1 Surcharges	9,767,594	9,849,443	9,553,960	(213,634)
2 Interest Income	103,789	97,875	84,440	(19,349)
3 Service/Other	0	0	0	0
TOTAL OPERATING REV	9,871,383	9,947,318	9,638,400	(232,983)
OTHER REVENUE/FUNDS				
4 Surplus Account	19,508,940	16,686,076	11,871,064	(7,637,876)
TOTAL REVENUE	29,380,323	26,633,394	21,509,464	(7,870,859)
OPERATING EXPENSES				
CATEGORY I - RELAY SERVICES				
5 DPR Provider	6,394,536	5,866,953	5,908,164	(486,372)
SUBTOTAL-CATEGORY I	6,394,536	5,866,953	5,908,164	(486,372)
CATEGORY II - EQUIPMENT & REPAIRS				
6 TDD Equipment	0	0	0	0
7 Large Print TDD's	630	0	11,400	10,770
8 VCO/HCO - TDD	0	0	5,000	5,000
9 VCO Telephone	13,284	13,284	13,776	492
10 Dual Sensory Equipment	143,925	143,925	103,925	(40,000)
11 CapTel Phone Equipment	408,312	199,800	110,000	(298,312)
12 VCP Hearing Impaired	2,128,280	2,897,980	2,897,980	769,700
13 VCP Speech Impaired	20,648	21,384	21,516	868
14 TeliTalk Speech Aid	45,000	36,000	54,000	9,000
15 Jupiter Speaker phone	19,880	20,500	69,700	49,820
16 In-Line Amplifier	3,200	3,200	2,240	(960)
17 ARS Signaling Equip	52,683	52,683	44,051	(8,632)
18 VRS Signaling Equip	47,880	47,880	35,868	(12,012)
19 Accessories & Supplies	0	0	10,000	10,000
20 Telecomm Equip Repair	89,327	89,327	79,327	(10,000)
SUBTOTAL-CATEGORY II	2,973,049	3,525,963	3,458,783	485,734
CATEGORY III - EQUIPMENT DISTRIBUTION & TRAINING				
21 Freight-Telecomm Equip	41,675	35,910	41,000	(675)
22 Regional Distr Centers	1,288,167	1,426,288	1,711,662	423,495
23 Workshop Expense	60,000	20,000	10,000	(50,000)
24 Training Expense	15,000	15,000	15,000	0
SUBTOTAL-CATEGORY III	1,404,842	1,497,198	1,777,662	372,820

Florida Telecommunications Relay, Inc.
Fiscal Year 2011/2012 Budget @ .11 cents

	2010/2011 APPROVED BUDGET	2010/2011 ESTIMATED REV & EXPEND	2011/2012 PROPOSED BUDGET	VARIANCE 2010/2011 2011/2012
CATEGORY IV - OUTREACH				
25 Outreach Expense	864,400	861,400	737,903	(126,497)
SUBTOTAL-CATEGORY IV	864,400	861,400	737,903	(126,497)
CATEGORY V - GENERAL & ADMINISTRATIVE				
26 Advertising	7,400	5,311	4,000	(3,400)
27 Accounting/Auditing	27,088	25,080	30,633	3,545
28 Legal	72,000	72,000	72,000	0
29 Computer Consultation	70,930	70,929	73,274	2,344
30 Bank Charges	0	0	0	0
31 Dues & Subscriptions	3,679	3,679	4,047	368
32 Office Furniture Purchase	2,333	2,333	2,450	117
33 Office Equipment Purchase	18,550	7,280	8,875	(9,675)
34 Office Equipment Lease	4,606	2,000	2,500	(2,106)
35 Insurance-Health/Life/Dsblty	347,598	251,000	292,845	(54,753)
36 Insurance-Other	9,591	6,272	6,900	(2,691)
37 Office Expense	16,783	15,980	17,578	795
38 Postage	18,385	18,469	19,393	1,008
39 Printing	4,644	3,595	3,955	(689)
40 Rent	99,626	92,952	102,088	2,462
41 Utilities	13,170	11,830	13,013	(157)
42 Retirement	80,300	78,267	82,962	2,662
43 Employee Compensation	571,944	513,316	578,288	6,344
44 Temporary Employment	30,720	22,674	24,000	(6,720)
45 Taxes - Payroll	43,754	39,269	44,725	971
46 Taxes - Unemplmt Comp	8,721	5,670	6,804	(1,917)
47 Taxes - Licenses	69	69	72	3
48 Telephone	22,487	21,500	24,240	1,753
49 Travel & Business	26,702	20,382	23,439	(3,263)
50 Equipment Maint.	1,926	1,850	1,985	59
51 Employee Training/Dev	9,042	7,930	8,415	(627)
52 Meeting Expense	3,733	3,500	3,850	117
53 Miscellaneous Expense	0	0	0	0
SUBTOTAL-CATEGORY V	1,515,781	1,303,137	1,452,331	(63,451)
TOTAL EXPENSES	13,152,608	13,054,651	13,334,842	182,234 Mandated Budget by PSC
REVENUE LESS EXPENSES	16,227,715	13,578,743	8,174,622	(8,053,093)