

**Joint Board Meeting
May 13, 2019**

Action Item: Approve 2019 ORCA Operating Budget Amendment No. 1 – Card Costs

Purpose: To allow the Fiscal Agent to move Contingency funds to Section 2.3 Regional Inventory and Distribution Center – ORCA Card Costs.

This action does not change the overall 2019 budget. Per the ORCA Regional Operating Budget Policy, use of the Contingency budget must be submitted to the Joint Board for approval.

Background: A new trade tariff was implemented in 2019 that applies 25% to the cost of new ORCA cards imported from China. The 25% increase raises the cost per card from \$1.92 to \$2.40. The need for new cards remains consistent so the quantity to be ordered for 2019 needs to remain at 750k cards.

The approved 2019 ORCA Operating Budget has \$1,585,440 budgeted for ORCA card costs.

Amendment: 2019 Budget Amendment No. 1 would move \$400k from Contingency to Section 2.3 Regional Inventory and Distribution Center – ORCA Card Costs.

2019 Budget Line Item	Adopted 2019 Budget	Amended 2019 Budget
2.3 ORCA Card Costs	\$1,585,440	\$1,985,440
2019 Contingency	\$1,057,537	\$657,537

Recommendation: The Site Managers recommend approval of Amendment No. 1 to the 2019 ORCA Operating Budget.