

2012 Tribal Budget Message

Dear Tribal Member,

The proposed General Fund Tribal Budget for 2012 was posted September 28, 2011. This proposed budget has a projected decrease of (\$8,800,447) from the 2011 approved Tribal budget. This decrease is contributed to the decline in settlement funding that was awarded during the 2011 budget process. The 2012 proposed budget will provide for the following budget categories; operations, community assistance, debt service, enterprises (quasi) and capital projects for the Tribal government organization. The proposed budget includes a projected use of the Revenue Reserve (Rainy Day Fund) of \$4,000,000 resulting in a deficit posted budget of

(\$1,641,905). This budget deficit requires further decisions to either increase revenue or decrease expenditures to balance the overall budget.

The 2012 proposed budget has been posted at the Tribal Administration Building, Warm Springs Market, Post Office, Indian Health Services, Agency Longhouse, Three Warrior's Market, Simnasho Longhouse and Seekseequa Fire Hall.

When the Tribal Council takes action to finalize the 2012 Tribal Budget, total proposed expenditures will not be increased beyond this proposal. If current economic conditions continue into 2013 it will be probable that expenditure reductions will be made to keep the

budget in balance.

As reported to the membership over the past several years, Tribal government will continue to try and balance the essential community needs with the current and forecasted revenue base. We know the importance of essential services to each Tribal Member and are working to make every effort to minimize impacts on services, and Tribal Member employment.

The proposed 2012 budget will not be finalized until we have completed meetings with the Tribal membership. We need your input before the Tribal Council makes final decisions and takes action to approve a final budget plan for 2012, by November 30, 2011. *On this page is a summary of the proposed budget.*

2012 PROPOSED TRIBAL BUDGET - GENERAL FUND

	2011 Approved Budget	2012 Proposed Budget	Variance Increase (Decrease)
Sources (Revenues)	\$36,012,295	\$25,569,943	\$ (10,442,352)
Uses (Expenditures)			
Operations	18,985,009	17,892,397	(1,092,612)
Community Assistance	238,453	237,703	(750)
Debt Service	232,712	232,712	-
Enterprises (Quasi)	627, 711	677,492	49,781
Capital Projects	640,810	671,544	30,734
Transfer to Business Investment Revolving Fund	8,000,000	-	(8,000,000)
Transfer to Senior Citizen Pension Fund	1,200,000	1,200,000	-
Total Uses (Expenditures)	29,924,695	20,911,848	(9,012,847)
Estimated Per Capita	6,087,600	6,300,000	212,400
Special Per Capita	-	-	-
Total Uses & Appropriations	36,012,295	27,211,848	(8,800,447)
Surplus (Deficit) Budget	\$ -	\$ (1,641,905)*	\$ (1,641,905)

* The budget posted is a (deficit) budget. This budget includes uses (expenditures) for requested programs.

The Proposed Program Increases are listed on this posting and will be discussed in detail at the budget hearings.

2012 PROPOSED TRIBAL BUDGET GENERAL FUND - BUDGETED (USES) EXPENDITURES

	2011 Approved Budget	2012 Proposed Budget	Variance Increase (Decrease)
DEBT SERVICE:			
Other Notes (EDA,USDA)	\$184,612	\$184,612	\$ -
Waste Water Treatment Facility Plant (USDA)	48,100	48,100	-
TOTAL DEBT SERVICE	\$232,712	\$232,712	\$ -
ENTERPRISES (QUASI):			
High Lookee Lodge	\$325,302	\$390,153	64,851
The Museum			
At Warm Springs	259,392	259,392	-
Place for Kids	43,017	27,947	(15,070)
TOTAL ENTERPRISES	\$627,711	\$677,492	\$49,781
CAPITAL PROJECTS:			
Vehicles	\$237,400	\$ -	(237,400)
Land Purchases	200,000	300,000	100,000
Equipment	198,600	366,734	168,134
Waste Water Treatment Facility Plant Reserve	4,810	4,810	-
TOTAL CAPITAL PROJECTS	\$640,810	\$671,544	\$30,734
TRANSFER TO BUSINESS INVESTMENT REVOLVING FUND			
	\$8,000,000	\$ -	(8,000,000)
TRANSFER TO SENIOR CITIZEN PENSION FUND			
	\$1,200,000	1,200,000	-
GRAND TOTAL - USES (EXPENDITURES)	\$29,924,695	\$20,911,848	\$ (9,012,847)

2012 PROPOSED TRIBAL BUDGET GENERAL FUND-BUDGETED SOURCES (REVENUES)

	2011 Approved Budget	2012 Proposed Budget	Variance Increase (Decrease)
Reservation Timber	\$1,666,667	\$1,274,611	\$(392,056)
Forest Administrative Fee (10%)	(166,667)	(127,461)	39,206
TOTAL TIMBER REVENUE	1,500,000	1,147,150	(352,850)
Investment Income	1,955,800	300,000	(1,655,800)
Other Interest	79,000	165,000	86,306
Interest-IHS/BIA 638	398,000	350,000	(48,000)
TOTAL INTEREST REVENUE	2,432,800	815,306	(1,617,494)
Interest from Revenue Reserve	767,200	50,000	(717,200)
TOTAL INTEREST REVENUE RESERVE	767,200	50,000	(717,200)
Warm Springs Power & Water Enterprise			
Credit	2,000,000	2,000,000	-
Warm Springs Composite Products	500,000	500,000	-
Unmanned Vehicles	-	250,000	250,000
Gaming	1,165,000	2,000,000	835,000
TOTAL ENTERPRISE DIVIDENDS	4,165,000	5,250,000	1,085,000
Court Fines and Fees	50,000	87,961	37,961
Fishing and Business Permits	130,000	128,700	(1,300)
Other Leases and Rentals	25,000	62,439	37,439
Cigarette Tax and Gas Tax Refund	282,000	280,000	(2,000)
Other Income	26,000	45,000	19,000
BPA Right of Way	340,000	380,000	40,000
Enterprise Leases	147,000	140,800	(6,200)
TOTAL OTHER SOURCES (REVENUES)	1,000,000	1,124,900	124,900
Contract Support-Indirect	2,700,000	3,000,000	300,000
TOTAL INDIRECT	2,700,000	3,000,000	300,000
Working Capital as a Source	3,247,295	-	(3,247,295)
Savings from Operations	1,000,000	-	(1,000,000)
General Fund Operation Transfers	-	1,082,587	1,082,587
Trust Fund			
Phase II Settlement	16,200,000	9,100,000	(7,100,000)
Revenue Reserve (Rainy Day fund)	3,000,000	4,000,000	1,000,000
GRAND TOTAL - SOURCES (REVENUES)	\$36,012,295	\$25,569,943	\$(10,442,352)

2012 PROPOSED TRIBAL BUDGET GENERAL FUND - BUDGETED USES (EXPENDITURES)

	2011 Approved Budget	2012 Proposed Budget	Variance Increase (Decrease)
OPERATIONS:			
Secretary Treasurer	\$404,322	\$281,521	\$(122,801)
Human Resources	440,652	379,505	(61,147)
Governmental Affairs	809,624	752,529	(57,095)
Finance	2,056,385	1,692,371	(364,014)
Administrative Service Center	605,193	518,854	(86,339)
Chief Operating Officer	258,290	171,716	(86,574)
Education Services	2,404,493	2,181,249	(223,244)
Human Services	1,000,826	910,328	(90,498)
Natural Resources	782,363	647,433	(134,930)
Public Safety	3,699,579	3,582,760	(116,819)
Public Utilities	3,034,237	3,119,959	85,722
General & Administrative	1,581,782	1,761,360	179,578
Tribal Council	915,651	915,651	-
Committees	299,531	270,313	(29,218)
Tribal Court	576,526	602,293	25,767
Appeals Court	115,555	104,555	(11,000)
TOTAL OPERATIONS	\$18,985,009	\$17,892,397	\$(1,092,612)
COMMUNITY ASSISTANCE:			
Funeral Grants	\$190,000	\$190,000	-
Tribal Access Roads	20,000	20,000	-
Miss Warm Springs	9,203	9,203	-
Emergency Fire Relief	19,250	18,500	(750)
TOTAL COMMUNITY ASSISTANCE	\$238,453	\$237,703	\$(750)