First Supplement to Memorandum 72-53

Subject: Proposed Budget for 1973-74 Fiscal Year

We have received additional instructions on the computation of the
amount to be included in the budget for personal services. The result is
that the amounts for 1972-73 and 1973-74 for personal services are reduced.
The reduction is based on the assumption that the President's Pay Board
will stand by its decision to reduce the salary increase provided by the
1972 Legislature by one percent in some categories. (The pay increase being
between 5 and 8 percent and being the first increase in two years, we had
prepared the budget attached to Memorandum 72-53 on the assumption that the
entire increase would be approved.)

We have allocated the funds made available by the salary reduction to
various items of operating expenses which were budgeted at unrealistically
low levels in the proposed budget attached to Memorandum 72-53. The revised
budget is attached. The staff recommends that it be approved subject to any
revisions required if additional instructions are received from the Department
of Finance. The proposed budget is within the amount tentatively allocated
to the Commission by the administration.

Respectfully submitted,

John H. DeMoully
Executive Secretary

REVISED EXPENDITURES BY OBJECT

	Actual 1971-72	Estimated 1972-73	Proposed 1973-74
Personal Services:			
Authorized positions		$125,005	$128,116
Estimated salary savings		-5,277	-4,388
Net Totals, Salaries and Wages	$101,126	119,728	123,728
Staff Benefits	10,064	12,157	12,659
Totals, Personal Services	$111,190	$131,885	$136,387
Operating Expenses and Equipment:			
General Expense	$7,388	$8,000	$8,000
Printing	22,975	18,000	19,000
Communications	3,966	4,000	4,000
Travel--in-state	6,273	7,500	7,500
Travel--out-of-state	630	400	400
Consultant and professional services	10,958	11,105	10,974
Facilities operation	5,212	5,250	5,250
Equipment	--	--	--
Totals, Operating Expenses	$57,402	$54,255	$55,124
TOTALS, EXPENDITURES	$168,592	$186,140	$191,511