



# Overview Recommended FY 2010-11 Budget

June 7, 2010



# Recommended Budget FY 10/11

- Balanced on one time revenues
- All previously undesignated on going revenue streams have been tapped to support core services – Casino and Tobacco Settlement funds
- Continue with pay-as-you-go for Retiree Health for annual \$4M saving
- -4% property tax growth (or lack of)



# Service Delivery Capability is strained

- All Departments challenged to provide basic services
- No furlough value built into budget
  - Still available to Departments as tool to achieve budget goals in budget year
- Restructures continue to flatten and consolidate organizations and operations

# Staffing Changes

- Budget includes a net change in personnel of minus 7.1 FTE, made up of:
  - 2.5 FTE new positions:
    - 1.0 FTE Internal Auditor in the Chief Administrative Office
    - .5 FTE Sheriff Fiscal Tech in the Sheriff's Office
    - 1.0 FTE Administrative Technician in DOT
  - 9.6 FTE position reductions including:
    - 1.0 FTE Reduction in Force (RIF) – Animal Services Officer
    - 2.0 FTE Reduction in Force (RIF) – Child Support/Revenue Recovery



# What is not included

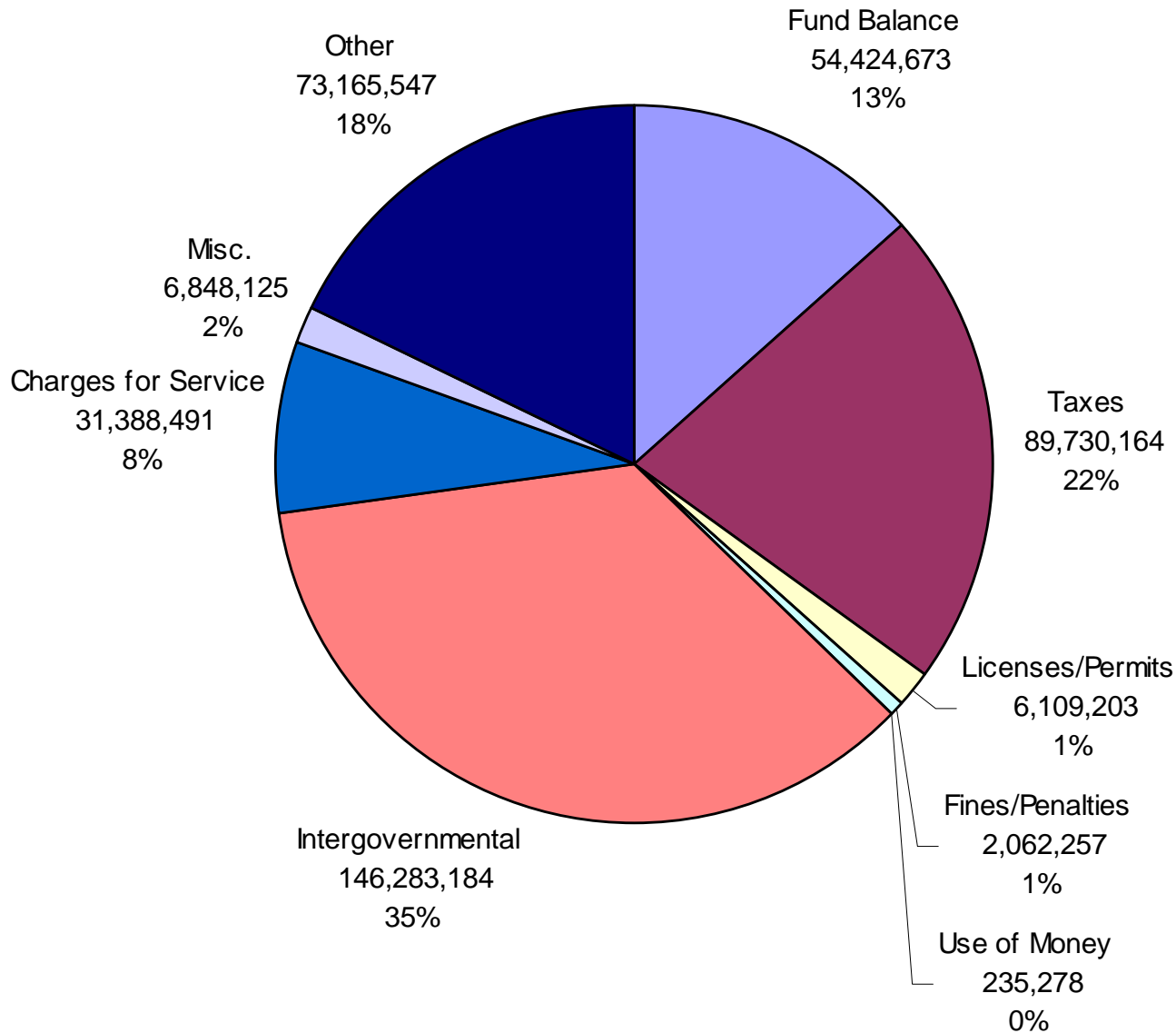
- State Budget Impacts
- Aid to Fire
- Impact of \$15M projected structural deficit



# Overall Budget

- Total Budget: \$410 million
  - \$49 million less than FY 2009-10 Final
    - \$46 million decrease in Road and Special Revenue funds
      - Due to decreases in the Capital Improvement program
    - \$2 million decrease in Community Services
    - \$1 million decrease in Mental Health

# Source of Funds



# Revenue Changes

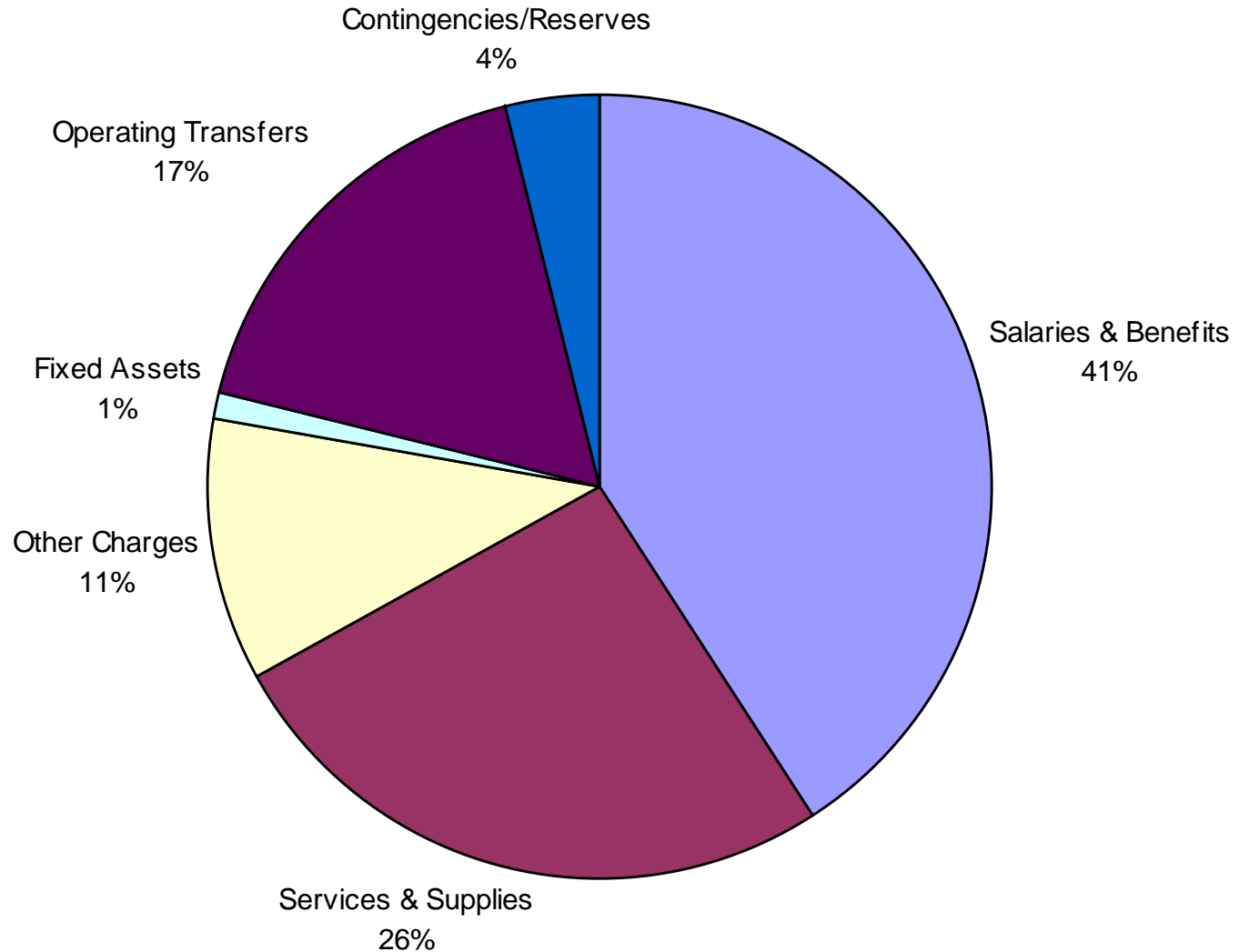
	<b>FY 09-10 Final Budget</b>	<b>FY 10-11 Budget</b>	<b>Variance</b>
Taxes	87,982,900	89,730,164	1,747,264
Licenses and Permits	6,234,634	6,109,203	(125,431)
Fines, Forfeitures	2,925,030	2,062,257	(862,773)
Use of Money	1,497,198	235,278	(1,261,920)
Intergovernmental	164,512,863	146,283,184	(18,229,679)
Charges for Service	40,143,410	31,388,491	(8,754,919)
Miscellaneous	12,134,253	6,848,125	(5,286,128)
Other Financing	87,606,471	73,165,547	(14,440,924)
Residual Equity	542,090	0	(542,090)
Use of Fund Balance	48,446,815	52,155,693	3,708,878
Use of Reserves	7,465,646	2,268,980	(5,196,666)
<b>Total</b>	<b>459,491,310</b>	<b>410,246,922</b>	<b>(49,244,388)</b>



# Revenue Changes

- Taxes – Overall increase of \$1.7M
  - Property Taxes – Increased \$3.8M
    - However this includes a reduction in FY 2009-10 of \$6.9M in Prop 1A borrow from the State
    - If you adjust for the Prop 1A, Property Taxes actually decreased \$3.1M
  - Sales Tax – Decreased \$900K
  - Supplemental property taxes – Decreased \$700K
  - In-Lieu VLF – Decreased \$700K

# Use of Funds



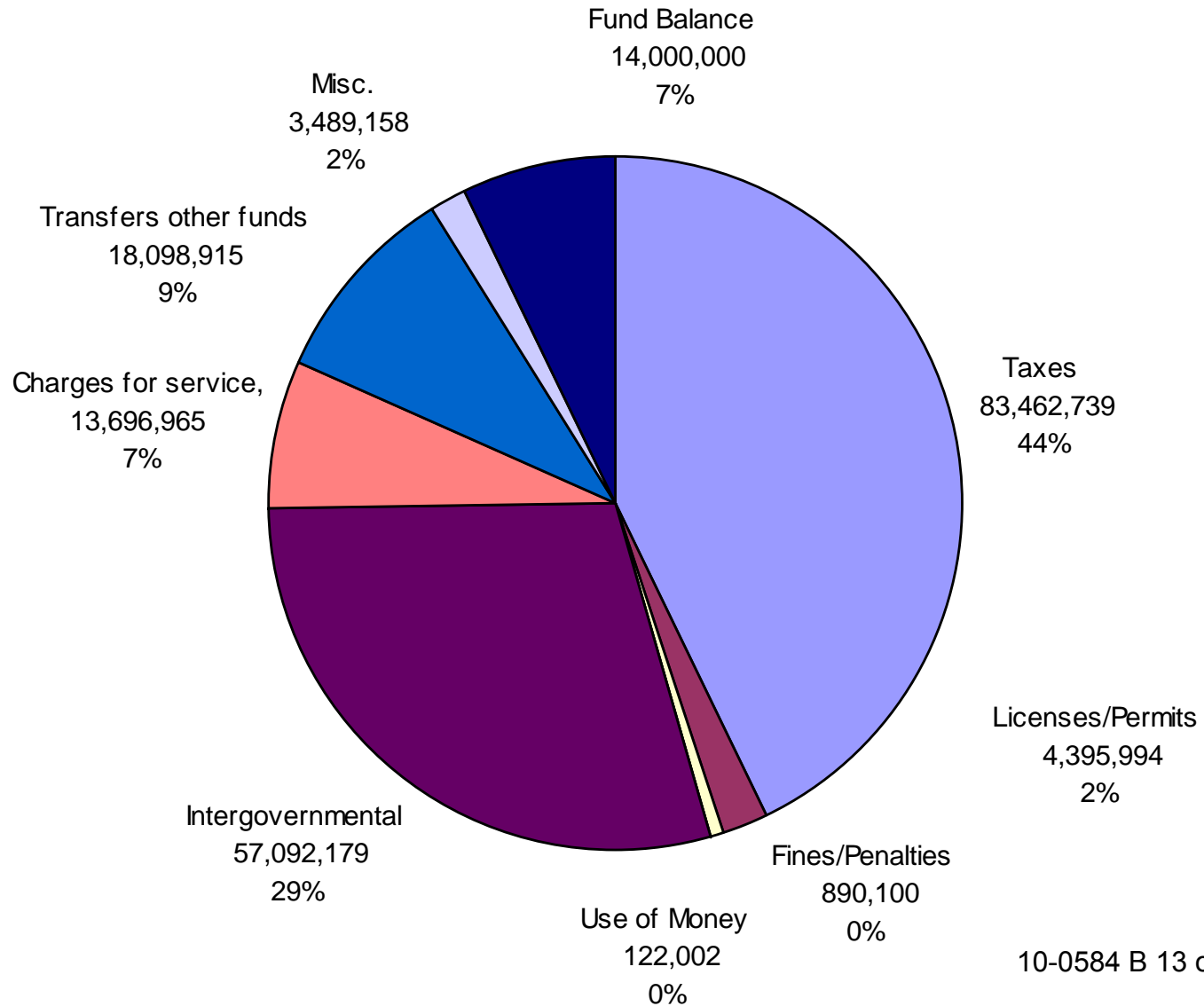
# Appropriation Changes

	FY 2009-10 Final Budget	FY 2010-11 Recommended	<b>Variance</b>
Salaries/Benefits	\$164,963,617	\$168,012,132	3,048,515
Operating	179,492,853	150,656,878	(28,835,975)
Fixed Assets	13,581,559	4,563,206	(9,018,353)
Transfers	89,283,516	71,480,170	(17,803,346)
Contingency / Reserves	12,169,764	15,534,536	3,364,772
Total	459,491,309	410,246,922	(49,244,387)



# General Fund Overview

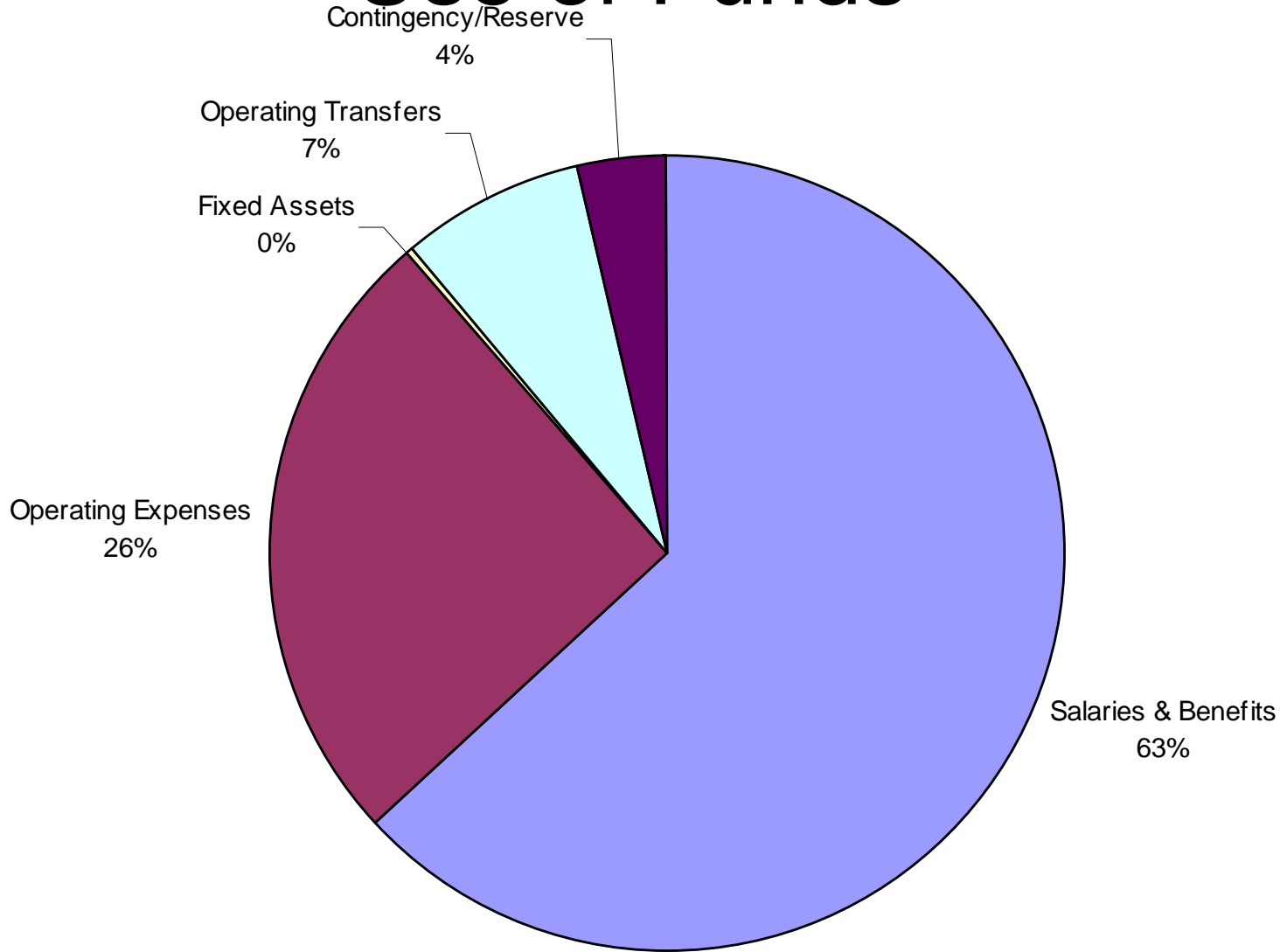
# Source of Funds



# Revenue Changes

<b>General Fund</b>	<b>FY 2009-10 Final Budget</b>	<b>FY 2010-11 Recommended</b>	<b>Variance</b>
Taxes	81,598,071	83,462,739	1,864,668
Licenses and Permits	4,420,104	4,395,994	(24,110)
Fines, Forfeitures	838,952	890,100	51,148
Use of Money	120,588	122,002	1,414
Intergovernmental	54,870,797	57,092,179	2,221,382
Charges for Service	14,500,765	13,696,965	(803,800)
Miscellaneous	6,414,167	3,489,158	(2,925,009)
Other Financing	20,056,979	18,098,915	(1,958,064)
Use of Fund Balance	10,870,163	14,000,000	3,129,837
Use of Reserve	982,593	0	(982,593)
<b>Total</b>	<b>194,673,183</b>	<b>195,248,053</b>	<b>574,870</b>

# Use of Funds

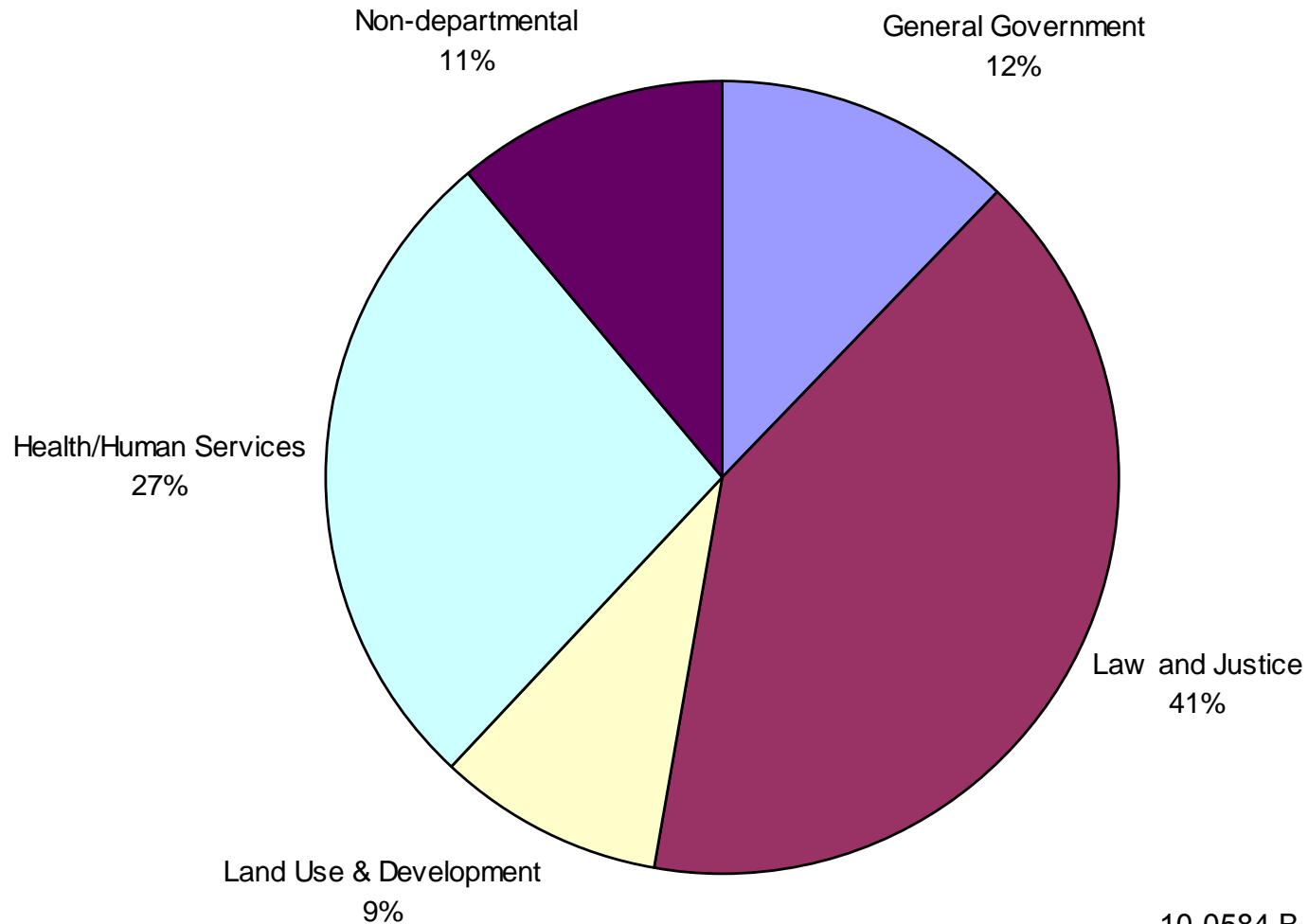


# General Fund Appropriations by Category

	FY 2009-10 Final Budget	FY 2010-11 Recommended	Difference
Salaries/Benefits	\$120,276,706	\$123,120,280	\$2,843,574
Operating	50,663,876	49,958,149	(705,727)
Fixed Assets	1,267,234	673,181	(594,053)
Transfers	17,609,189	14,377,629	(3,231,560)
Contingency/ Reserve	4,856,178	7,118,814	2,262,636
Total	194,673,183	195,248,053	574,870



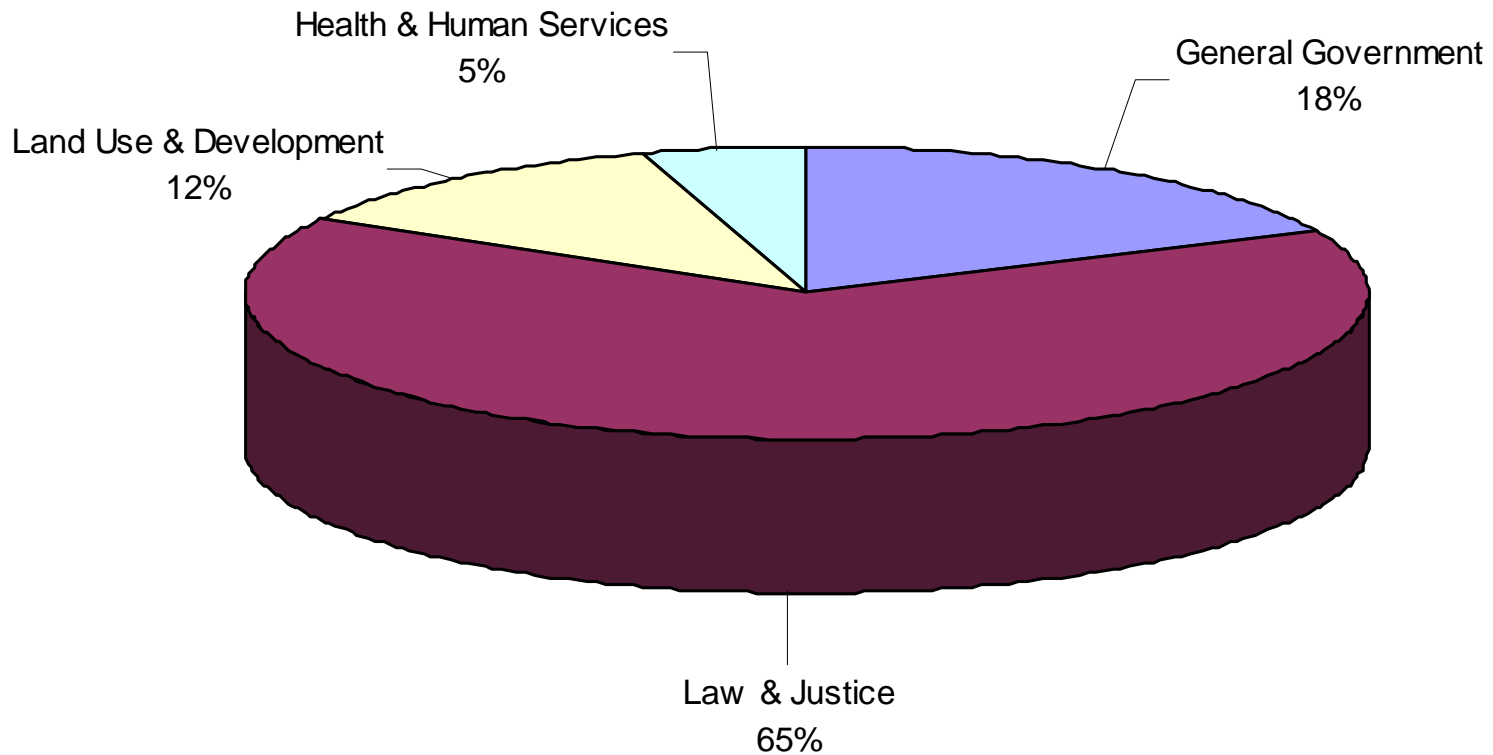
# Appropriations by Functional Group



# General Fund Appropriations by Function

	FY 2009-10 Final Budget	FY 2010-11 Recommended	Difference
General Government	\$23,588,610	\$23,642,553	\$53,943
Law & Justice	80,597,011	79,350,364	(1,246,647)
Land Use & Development	18,534,105	18,211,865	(322,240)
Health & Human Services	49,034,273	52,175,559	3,141,286
Nondepartmental	22,919,184	21,867,712	(1,051,472)
Total	194,673,183	195,248,053	574,870

# Distribution of Net County Cost by Program Area FY 2010-11



# Net County Cost by Function

	FY 2009-10 Final Budget	FY 2010-11 Recommended	Difference
General Government	\$16,487,300	\$16,637,712	150,412
Law & Justice	60,402,712	60,271,608	(131,104)
Land Use and Development	10,213,619	11,077,816	864,197
Health & Human Services	4,010,201	4,388,341	378,140
Total	91,113,832	92,375,477	1,261,645



# Financial Plan



# General Fund Reserve

- Amount: \$8,721,401
  - \$96,218 increase in reserves
- Equals 5% of adjusted General Fund appropriations
  - Excludes pass-through transfers including VLF realignment dollars
  - Excludes Child Support Services
  - Excludes GF contribution to ACO, Parks and DOT



# General Fund Contingency

- Amount: \$5,240,000
  - Increase of \$383,822
  - Equals 3% of adjusted General Fund appropriations



# Designations for Capital Projects

- Amount: \$1,782,596
  - \$3,774,167 was set aside in FY 2007-08
  - \$358,017 utilized in FY 2008-09 to replace tape backup system
  - \$3,416,150 utilized in FY 2009-10 to backfill reduction in Property Taxes due to Prop 1A State borrowing
  - \$1,633,554 utilized in FY 2010-11 to fund ongoing operations (use of one time monies)





# Five Year Projection



# Five Year Projection process

- Five year projection is continually updated for addenda and at mid-year, third quarter and throughout the budget process
- Five year projection is utilized as a tool to help determine budget adjustments for General Fund departments only

# Revenues & Appropriations

	<b>FY 2010-11</b>	<b>FY 2011-12</b>	<b>FY 2012-13</b>	<b>FY 2013-14</b>	<b>FY 2014-15</b>
Revenues	\$195,248,053	\$184,894,510	\$186,523,502	\$188,383,614	\$190,370,853
Appropriations	195,248,053	200,053,040	207,143,876	214,499,959	222,122,183
Total	0	(15,158,529)	(20,620,374)	(26,116,345)	(31,751,330)

Variance	<b>FY 2010-11</b>	<b>FY 2011-12</b>	<b>FY 2012-13</b>	<b>FY 2013-14</b>	<b>FY 2014-15</b>
Revenues		(\$10,353,543) (5%)	\$1,628,992 1%	\$1,860,112 1%	\$1,987,239 1%
Appropriations		4,804,987 2.5%	7,090,836 3.5%	7,356,083 3.5%	7,622,224 3.5%



# Revenue Assumptions

- 2% decrease in Property Taxes and VLF in FY 2011-12, 0.5% decrease in remaining years
- 1% decrease in Sales Tax each year
- 0% growth in all other taxes
- Department revenues remain flat in FY 2011-12, 2% growth in remaining years



# Appropriation Assumptions

- Salaries & Benefits
  - No furloughs
  - 4% growth rate for FY 2011-2015
- Operating Expenses & Fixed Assets
  - 3% growth rate
- Contingency remains constant at 3% of adjusted General Fund appropriations
- Reserve remains constant at 5% of adjusted General Fund appropriations
- No additional monies set aside for designations



# Appropriation Assumptions

- Transfers to other funds
  - FY 2010-11 includes \$1.9M General Fund contribution for road maintenance
  - FY 2011-12 through FY 2014-15 includes \$1.5M General Fund contribution for road maintenance
  - No funding for Aid to Fire

# Fund Balance

- FY 2010-11 Fund Balance = \$14,000,000
  - Additional Revenue related to Prop 1A Securitization \$5.9M (Onetime revenue)
  - Contingency carryforward \$4.3M
  - Department savings \$2.8M
  - Additional Non-Departmental revenue \$600K (Onetime)
  - Non-Department carryforward appropriations \$400K (INRMP and GF Contribution to DOT)
  
- FY 2011-12 through FY 2014-15
  - Fund Balance very conservative
    - Includes contingency from prior year only



# Reserves

- General reserve for economic uncertainties remains constant at 5% of adjusted General Fund appropriations
- Designation for capital projects or other economic uncertainties of \$1,782,596





# End of Presentation

*Thank you!*