



Budget Basics

FY 2009-10 Proposed Budget
June, 2009

Is the Proposed Budget balanced?

- The Proposed Budget is balanced
 - Projected Revenue = Projected Appropriations



What assumptions are built into the Proposed Budget?

- Property tax revenue: \$64 million
 - 0% increase from FY 2008-09
- Sales tax revenue: \$8.9 million
 - 14% decrease from FY 2008-09
- Vehicle License Fees: \$17.7 million
 - 0% increase from FY 2008-09

What assumptions are built into the Proposed Budget?

- 10-day furlough for all employees
 - Value = \$2.4 million
- Aide to Fire contract terminated
 - Utilization of trust fund revenue
- Casino revenue: \$2.5 million

What assumptions are *not* built into the Proposed Budget?

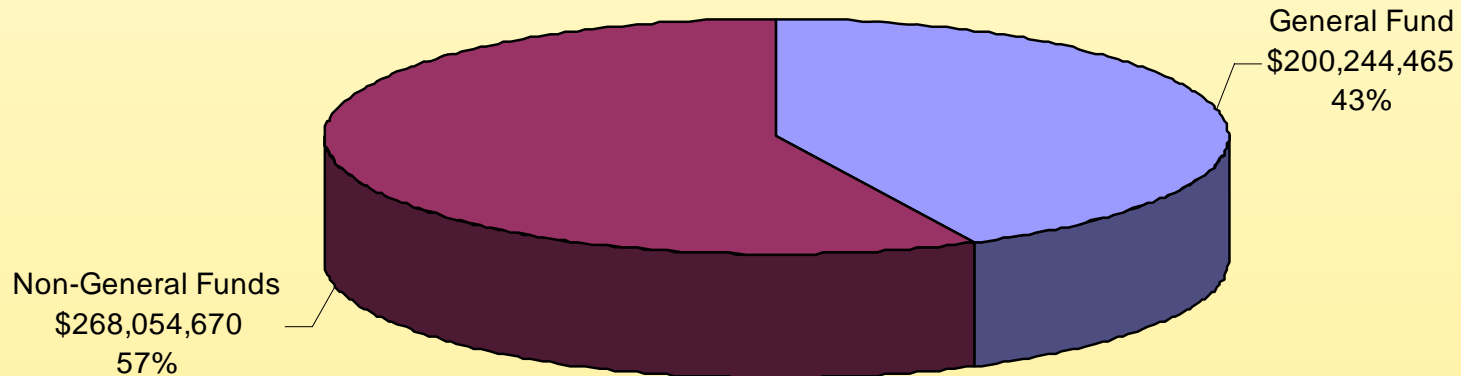
- Does not include potential borrowing of property tax by Legislature
 - Potential General Fund loss of \$6.3 million or more if other public agencies excluded
- Potential reductions in state funding
- Delayed state payments

How does the Proposed Budget compare to last year's budget?

- Total budget decreased by \$62 million (12%)
- General Fund decreased by \$20 million (9%)
- Reduction of 160 FTE's from Final FY 2008-09 Budget
 - (Reduction of 204 FTE's from Proposed FY 2008-09 Budget)

How big is the Proposed Budget?

- **TOTAL Proposed Budget = \$468,299,135**
 - General Fund = \$200,244,465
 - Non-General Funds = \$268,054,670



What is the General Fund?

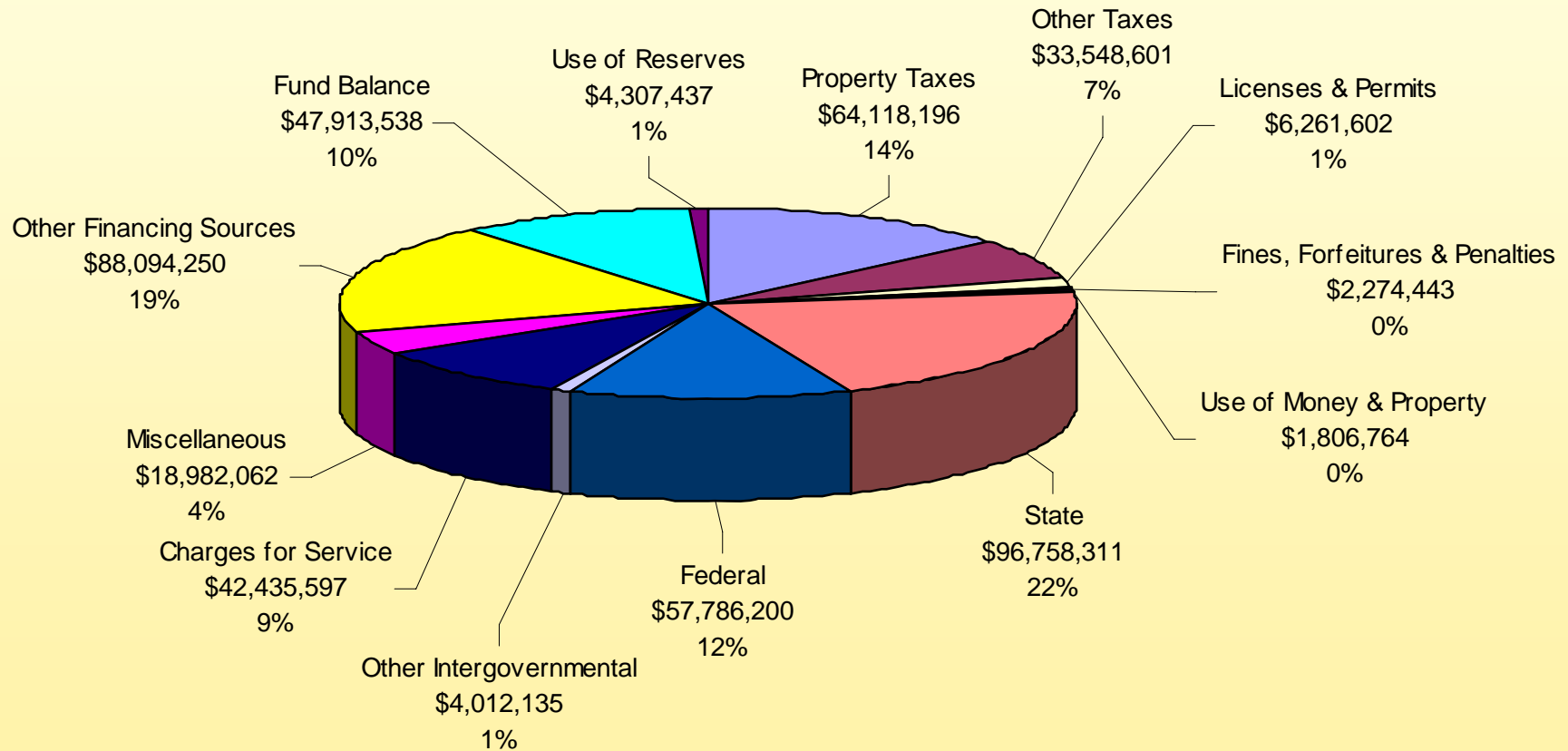
- The General Fund is the slice of the budget primarily funded with discretionary dollars

What are Non-general funds?

- Non-General Fund spending is determined by state law or other special conditions
- **Most** of the County's budget consists of non-General Fund money (57%)

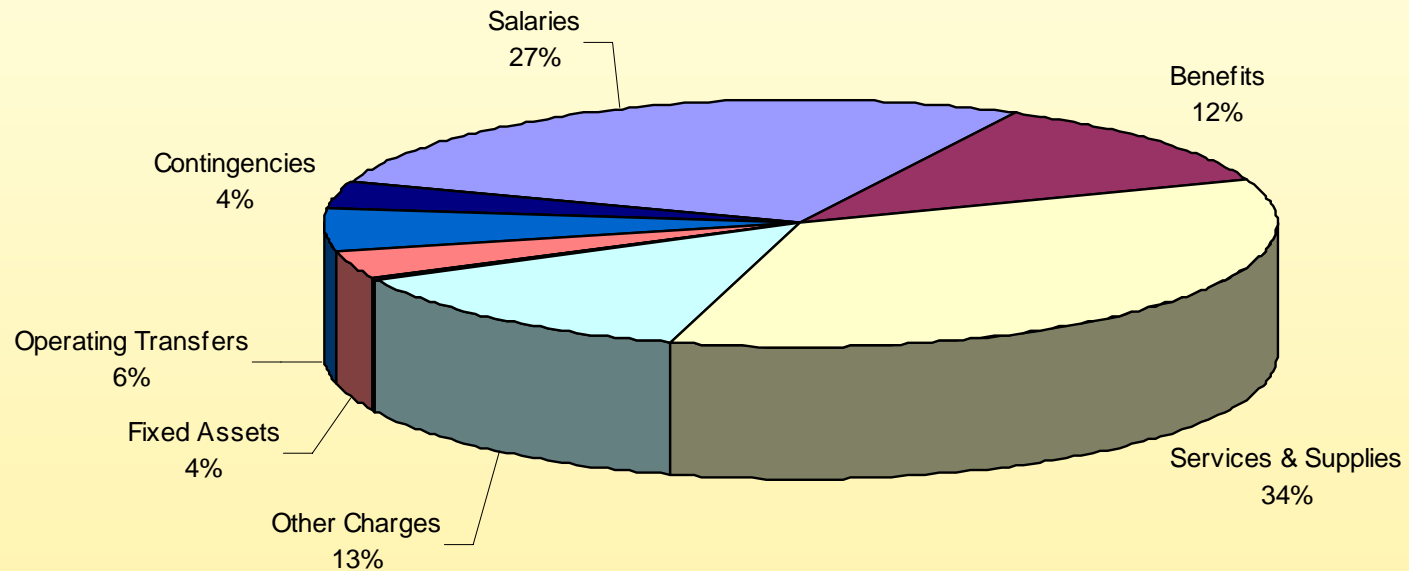


Where does all the money come from in the Proposed Budget?



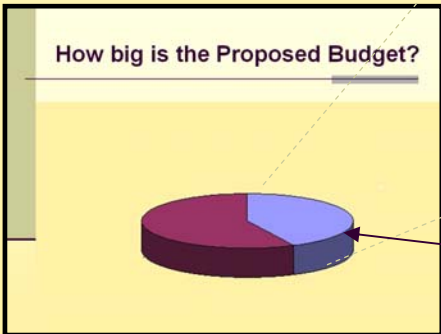
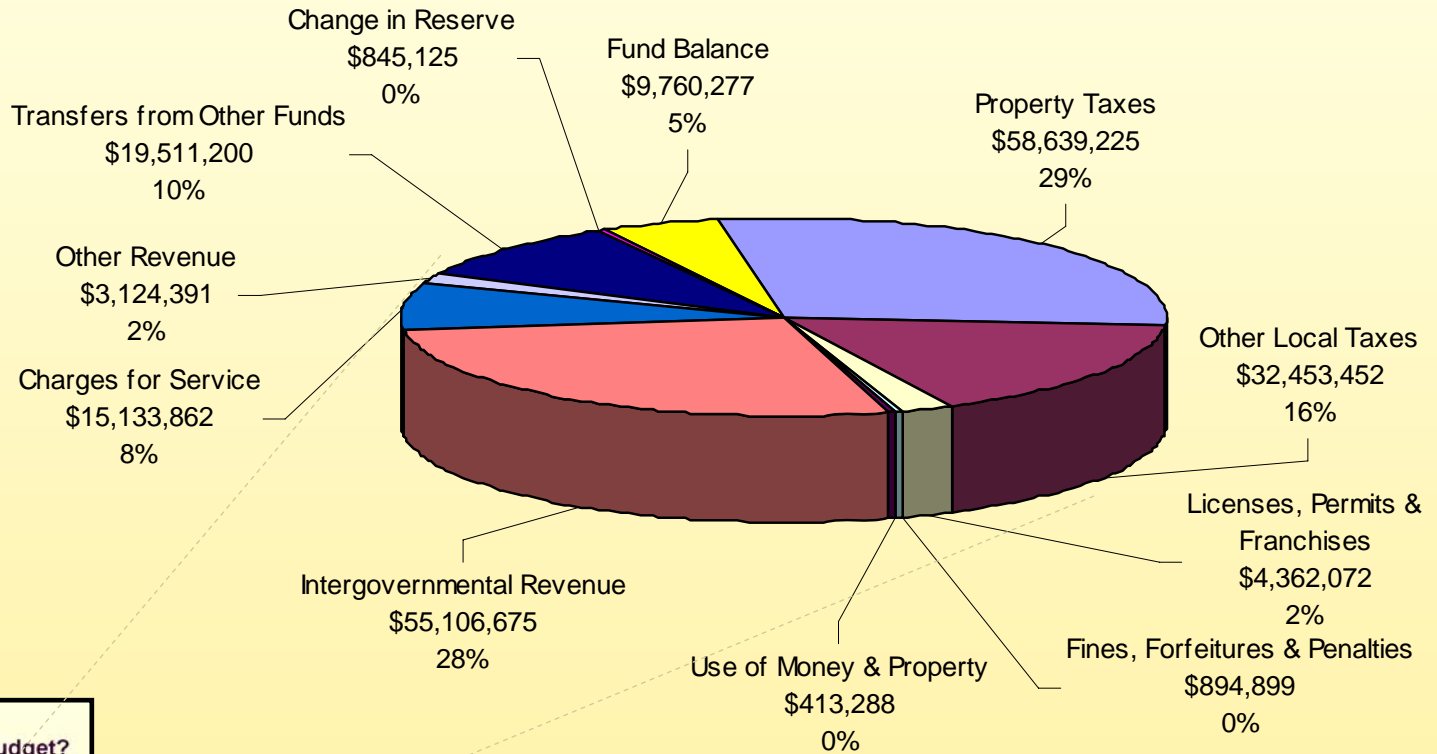
(revenue sources across all funds)

What does the Proposed Budget pay for?

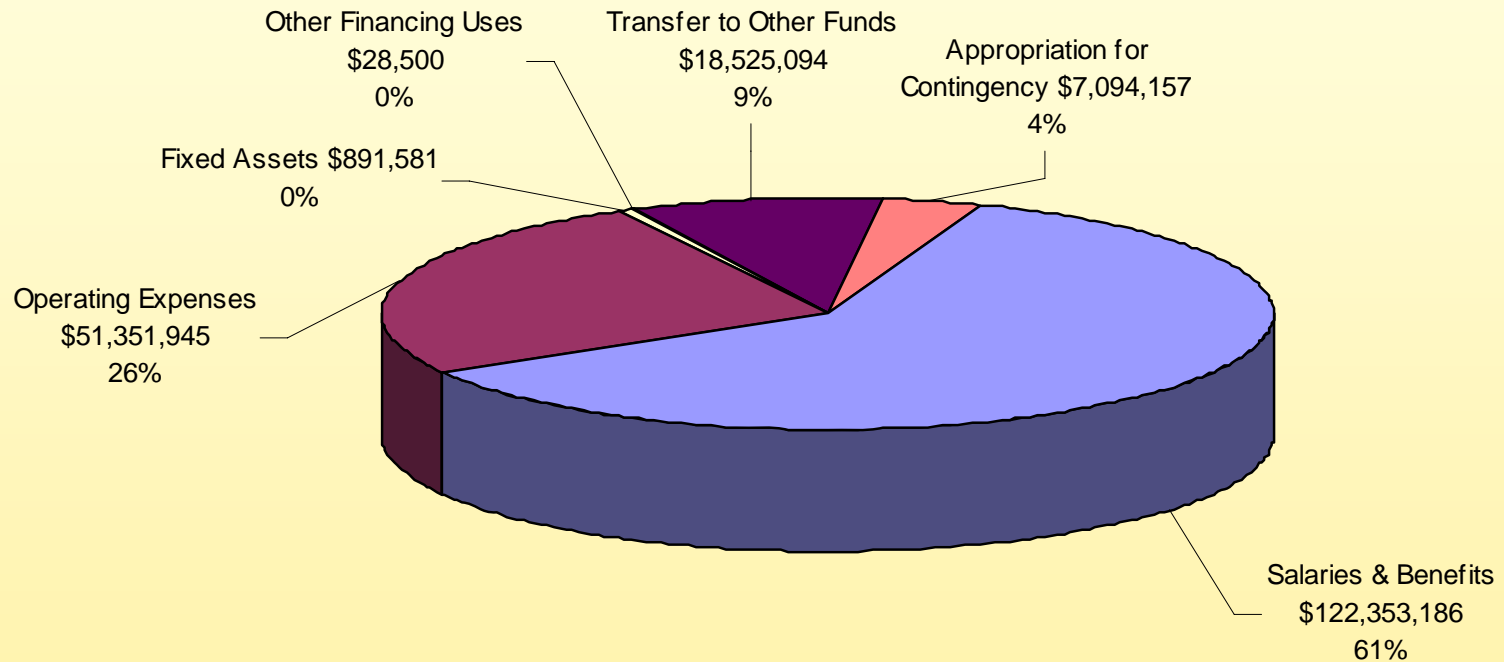


Salaries & Benefits = People = Services to the Public

Where does the *General Fund* money come from?



What does the General Fund pay for?

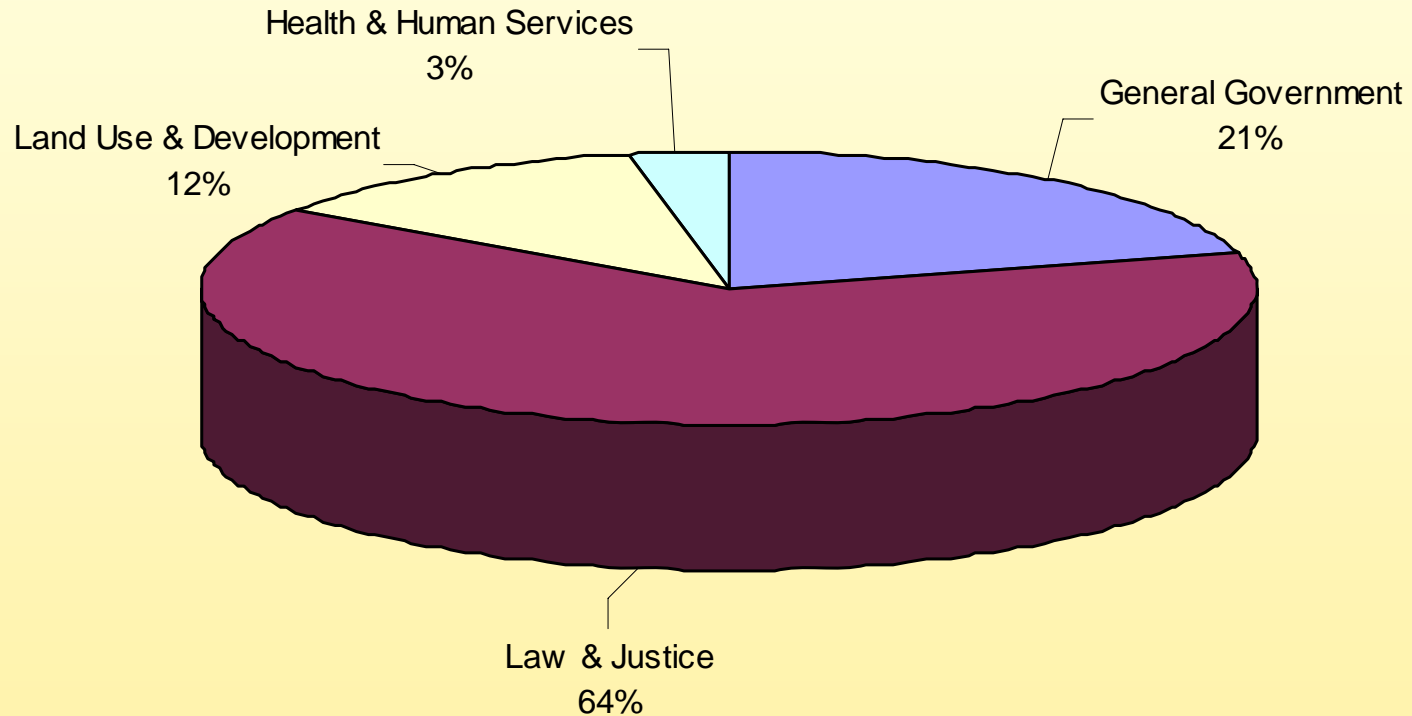


Salaries & Benefits = People = Services to the Public

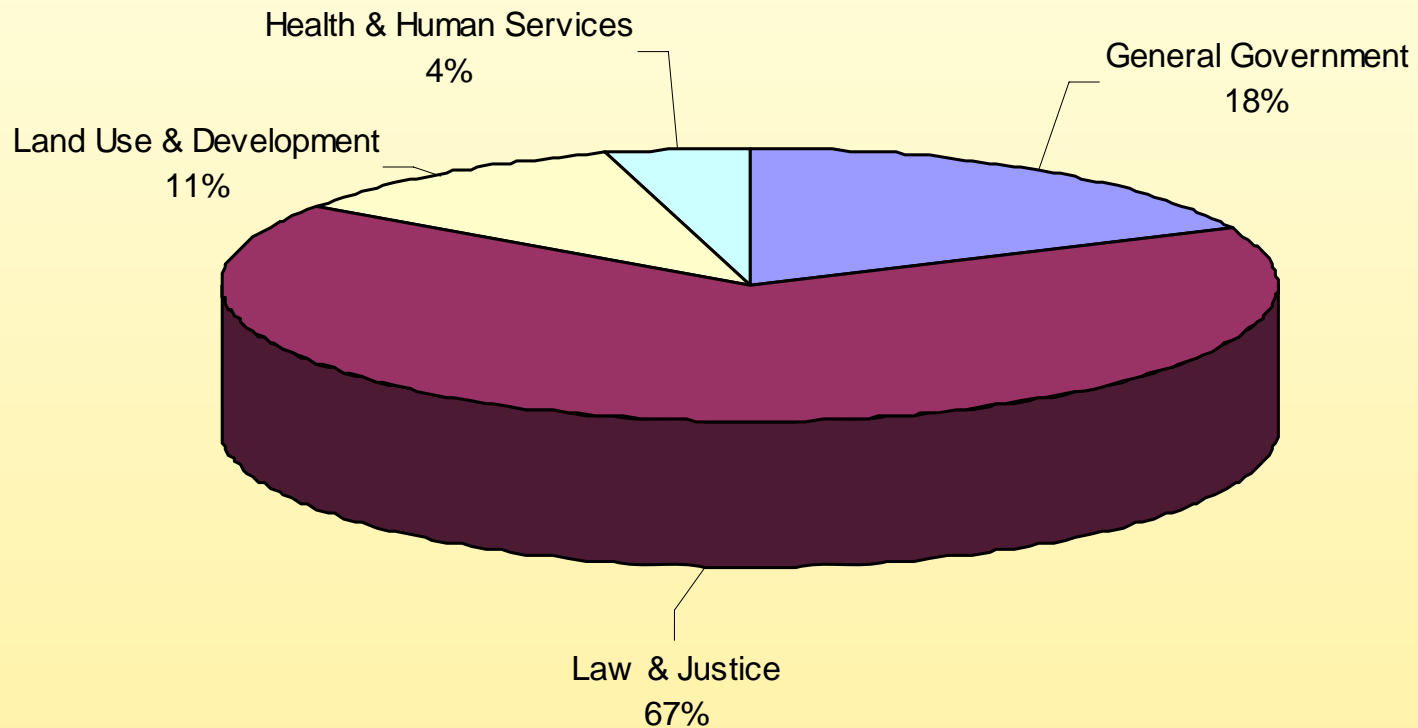
How does the General Fund support county programs?

- Departments get money from different sources
 - For example: grants, state & federal agencies, and charges for service
- When that doesn't cover all of the department's costs, the difference is made up with other General Fund discretionary dollars
- These other discretionary dollars are a department's **“Net County Cost”**
- Departments are required to live within their “Net County Cost” to ensure that no additional General Fund support is required

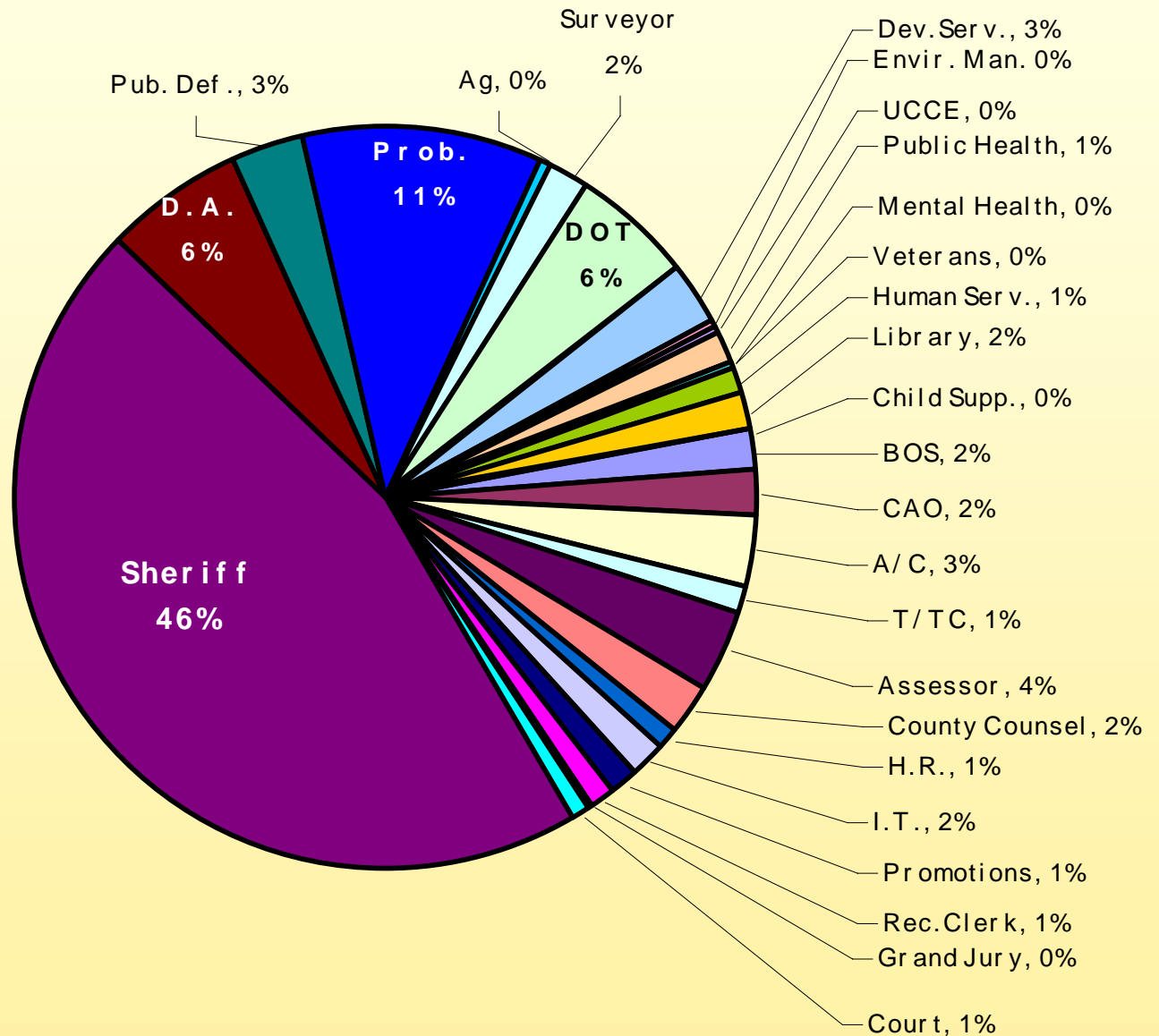
Distribution of Net County Cost by Program Area FY 2000-01



Distribution of Net County Cost by Program Area FY 2009-10



Distribution of FY 2009-10 Net County Cost (by department)



What is the average cost of an employee (Full Time Equivalent)?

- Including Salary and Benefits:
 - General Government = \$72,612
 - Law & Justice = \$108,431
 - Land Use & Development = \$92,330
 - Health & Human Services = \$75,047

Does the Proposed Budget contain reserve funds?

- 9.05% set aside for “rainy day” including:
 - \$8.8 million in reserves
 - 5% of adjusted General Fund appropriations
 - \$7 million for contingency
 - 4.05% of adjusted General Fund appropriations
- \$3.4 million set aside as designation

What does the Proposed Budget mean for the future?

- Out year shortfalls assume:
 - No growth in property or sales tax
 - No operational savings in the budget year
 - Maintaining 8% reserve/contingency
 - Annual appropriations growth of approx. 3%

	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>
Total Revenue	\$200,244,465	\$198,141,492	\$198,141,869	\$200,104,950	\$201,972,356
Total Appropriations	\$200,244,465	\$201,929,130	\$206,956,074	\$212,233,352	\$217,616,828
Surplus/(Shortfall)	\$0	(\$3,787,638)	(\$8,814,206)	(\$12,128,402)	(\$15,644,472)

- Does not account for potential effects of state action