

**FY 2016
Proposed Budget**

March 9, 2015

FY 16 The Process



January 12 Public Hearing



January 26 Update on Projected Revenue and Requests



February 9 School Board Presented Request for Funding

- Reviewing revenue collections to identify any added \$'s
- Challenging the base budget for savings and reallocations
- Preparing the Proposed Budget and tax rate

March 9 Presentation of Proposed Budget

March 16 Budget Worksession-(Tentative)

March 23 Establish Advertised Tax Rate and Budget (6:00 pm)

April 9 Public Hearings on Tax Rate and Budget (6:00 pm)

April 20 Special Meeting: Vote on Tax Rate and Budget (7:15 pm)

Structural Adjustments

- o The FY 16 Budget has several format adjustments related to:
 - Transfers
 - Recovered costs

- o Budgetary information is often used for comparison in financial analyses for various audiences.
 - Bond Rating Agencies
 - Bond Holders

- o Financial reporting requirements are always changing.

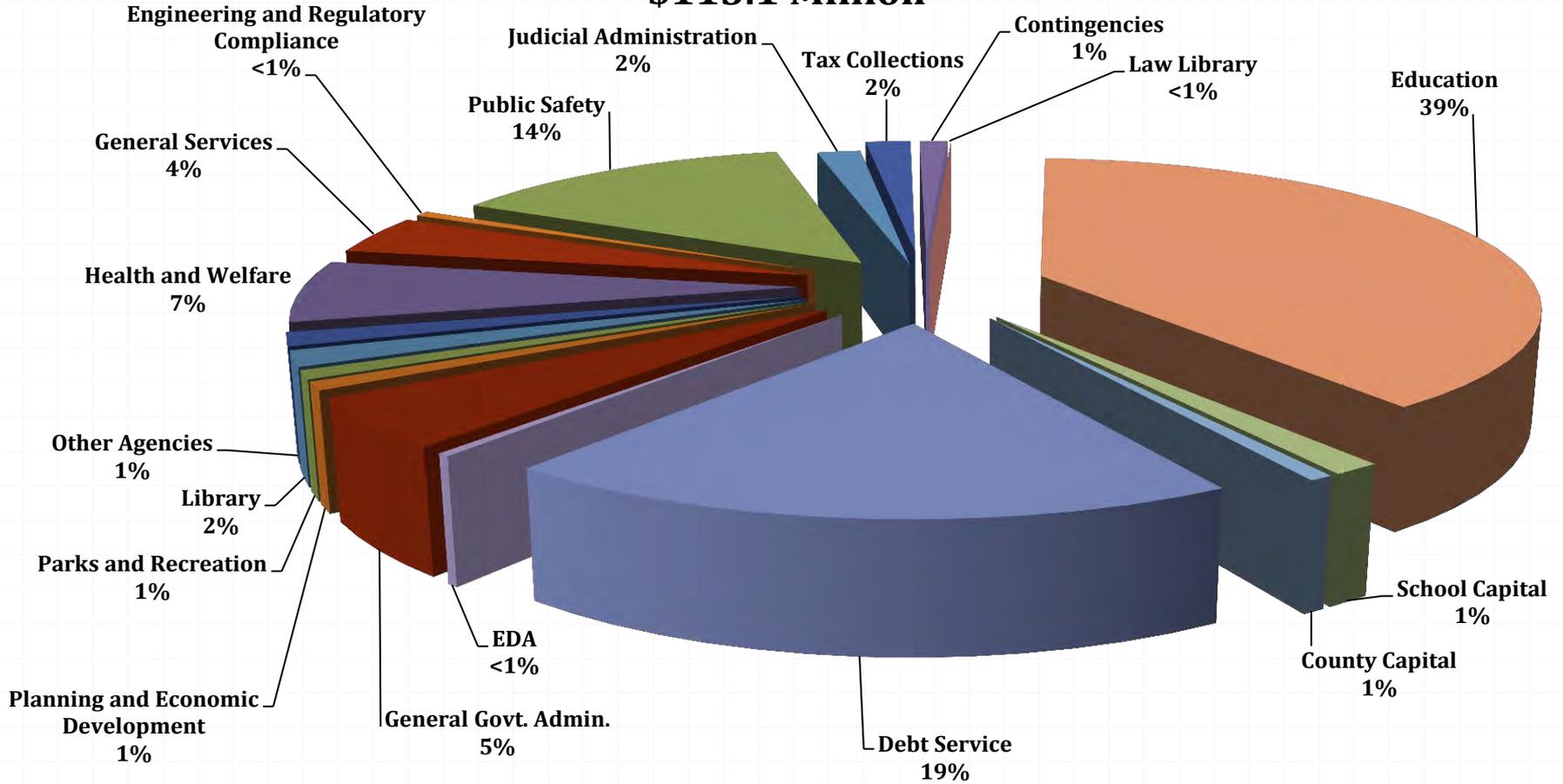
Structural Adjustments

- o Since the County may be in a financial position to enter the bond market again within the next 5-7 years, the budget format has been revised to more easily compare the most recent 5 years of budget and audited financial statements.
- o County dollars going to other funds (transfers) are counted twice: once in the General Fund and again in the fund where the monies are spent, i.e. School Operating Fund.
- o The total dollars presented in the budget did not change; however, the General Fund compared to previous budget documents is inflated by these transfers.

Structural Adjustments

	FY 16		
	Total	Transfers to Other Funds	Fund
General Fund	\$ 113,127,658	\$ (68,153,116)	\$ 44,974,542
Law Library Fund	\$ 17,600	\$ -	\$ 17,600
School Operating Fund	\$ 99,904,256	\$ (408,660)	\$ 99,495,596
School Nutrition Fund	\$ 4,552,043	\$ -	\$ 4,552,043
School Capital Fund	\$ 1,681,920	\$ (221,920)	\$ 1,460,000
County Capital Fund	\$ 730,000	\$ -	\$ 730,000
Debt Service Fund	\$ 23,921,038	\$ -	\$ 23,921,038
EDA Incentive Program	\$ 380,000	\$ -	\$ 380,000
Total	\$ 244,314,515	\$ (68,783,696)	\$ 175,530,819

General Fund FY 2016 Proposed Budget \$113.1 Million



Other Structural Adjustments

- Recovered cost revenue in the Sheriff's Office (for example, monies for security services and project lifesaver) has been appropriated by resolutions throughout the year.
- Revenues and expenditures of \$102,000 are included in the budget. This is not new money.
- Health insurance revenue and expenditures were both reduced \$126,000 due to a change in the accounting of retiree and COBRA payments.

FY 16 Budget Overview

Total Proposed Budget = \$175.53 Million

Total Increase

General Fund	=	\$ 113.10 Million	
Less Transfers			
School Operating	=	(\$ 44.10 Million)	
Debt Service	=	(\$ 21.53 Million)	
School Capital	=	(\$ 1.46 Million)	
EDA	=	(\$.38 Million)	
County Capital	=	(\$.73 Million)	
Net General Fund	=	\$ 44.97 Million	\$ 1.21 Million
School Operating Budget	=	\$ 99.50 Million	\$ 2.45 Million
School Nutrition Fund	=	\$ 4.55 Million	\$ 0.26 Million
County Capital (F&R)	=	\$ 0.73 Million	\$ 0.03 Million
Debt Service	=	\$ 23.92 Million	(\$ 0.30 Million)
School Capital	=	\$ 1.46 Million	\$ 0.06 Million
EDA	=	\$.38 Million	\$ 0.00 Million
Total	=	\$175.53 Million	\$ 3.71 Million

\$ 3.71 Million Increase Over FY 15

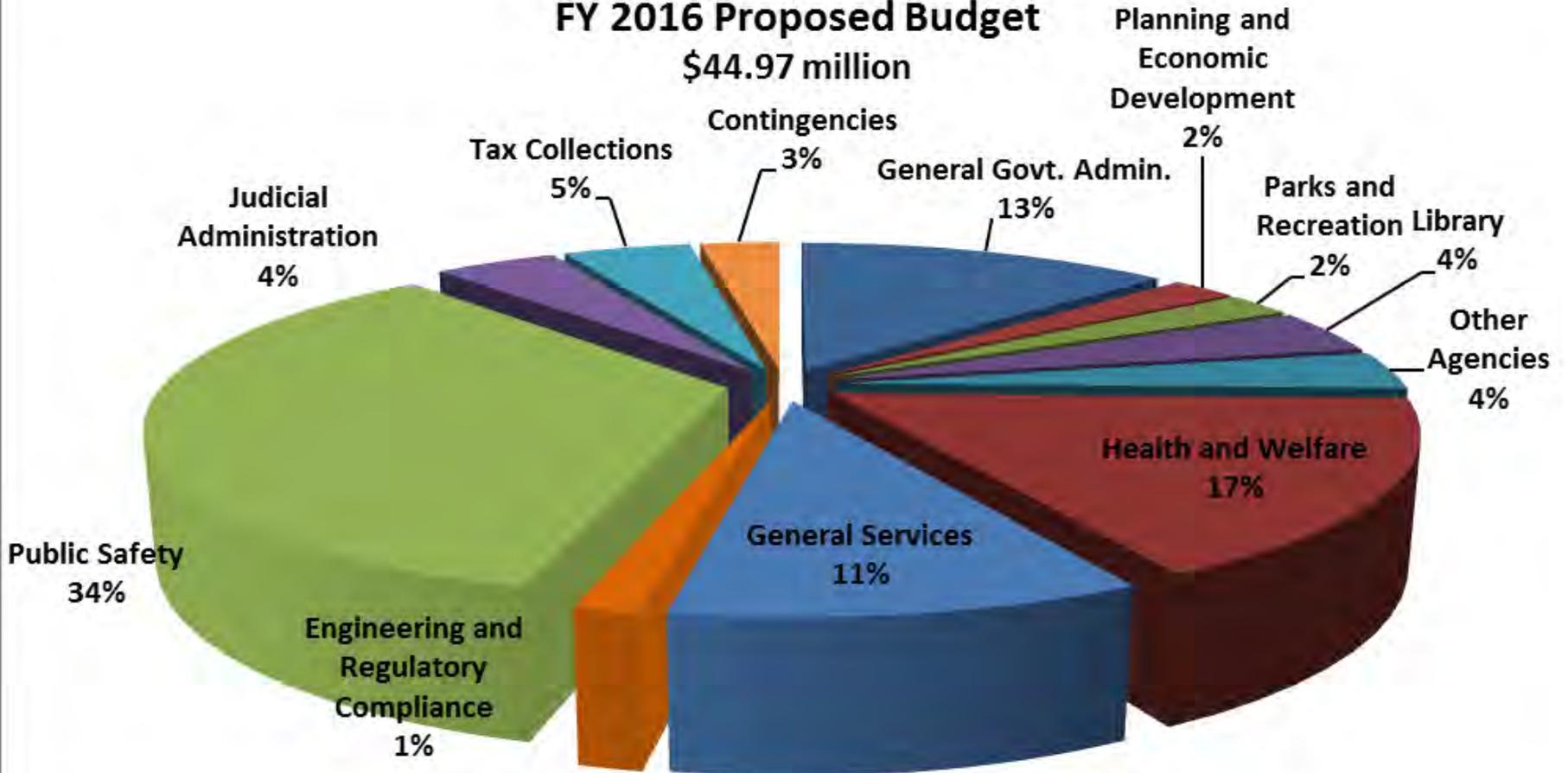
New Undesignated Dollars	\$ 2.7 Million
New Designated Dollars	\$.3 Million
New Designated Dollars-Schools (includes nutrition fund)	<u>\$.7 Million</u>
Total =	\$ 3.7 Million

Proposed Real Estate Tax Rate is 89 Cents

Note: All numbers are rounded

General Govt Functions

FY 2016 Proposed Budget
\$44.97 million



2015 Reassessment

- o The 2015 Reassessment was effective January 1, 2015.
- o The value increase due to the reassessment is 2% .
 - \$7.30 Billion to \$7.46 Billion
- o State law allows 1% of the value increase from a general reassessment to be retained which is \$73 million.
- o The revenue neutral tax rate would be 88 cents. In the Proposed Budget, the tax rate remains at 89 cents.
- o By keeping the tax rate at 89 cents, it must be advertised as a tax rate increase of one cent.

Undesignated Dollars

- 1% value due to the 2015 Reassessment = \$ 0.7 million
- 1 cent increase from 88 cents to 89 = \$ 0.7 million
- Growth from new construction = \$ 0.4 million
- Total real estate revenue increase = \$ 1.8 million

- Net of all other revenue changes = \$ 0.9 million
- **Increase in undesignated dollars = \$ 2.7 million**

○ Undesignated dollars to schools = \$1.98 million

○ Undesignated dollars to county = \$0.72 million

FY 16 Budget Requests

County Requests (includes compensation)	\$4,781,475
School Operating Fund	<u>\$3,924,353</u>
GRAND TOTAL	\$ 8,705,828
New Undesignated Revenue	\$(2,710,570)
Shortfall	\$5,995,258

FY 16 GF Required Expenses

Increases

<i>o</i> County's share of 911 Authority	\$ 50,000
<i>o</i> Health Insurance for Part time employees	\$ 16,000
<i>o</i> Increased Utilities	\$ 71,761
<i>o</i> Treasurer- Bank Fees	\$ 18,000
<i>o</i> Optical Scan Voting Ballots	\$ 17,500
<i>o</i> Microsoft License Fees	\$ 15,000
<i>o</i> Health Dept Local Match	<u>\$ 51,771</u>
Totals	\$384,032

Classification and Compensation

o Re-grade of the Pay Scale by 2%	\$0.4 million
o Merit increase for employees (on anniversary date)	\$0.2 million
o Career Development Program Funds	\$50,000
o Classification Plan Corrections	\$35,000

Public Safety

- o \$75,000 is added to the Sheriff's budget to pay compensatory, holiday or overtime costs.
- o \$18,000 is added for medical and pharmaceutical costs for the inmates.
- o \$20,000 is added for uniform replacements costs for deputies.
- o \$40,000 for MDT replacements for deputies.
- o \$XXXX increase for F&R incentives including funds for a special recognition for volunteers with many years of service (for example, 50+).
- o \$25,732 for emergency notification software.

Next Steps

- Worksession – Monday March 16 –tentative
- Establish the Advertised Budget and Advertised Tax Rate
- Worksession- April 6 Before PSA- tentative
- Public Hearing- April 9

FY 16 Proposed Budget

o Questions