

2014 1st Quarter Budget Update

Washtenaw County Board of Commissioners
May 7, 2014

Agenda

- Revenues
- Expenditures
- General Fund Projection
- Non General Fund Projections
- Summary & Next Steps

General Fund Revenue Focus

- Property Tax Revenue: Projected surplus of ~\$720K based on the 2014 Equalization Report
- Sheriff's Office: Projected surplus of \$111K due to intergovernmental, fees & services and other reimbursement revenues
- Clerk/Register of Deeds: Projected shortfall of ~\$403K due to fees and services revenue

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General Fund Revenue Focus

- District Court: Projected shortfall of ~\$89K from court fees & fines
- Interest Revenue: Projected shortfall of ~\$71K

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General Fund Revenues

Projected as of 3/31/14

Property Tax	\$	720,486
Sheriff		110,929
Interest Revenue	(70,675)
District Court	(89,216)
Clerk/Register of Deeds	(403,494)
All Other Combined		9,305
		9,305
 Total Projected Revenue Surplus	 \$	 277,335

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- ## General Fund Expenditure Focus
- Sheriff’s Office: Projected shortfall of ~\$564K for inmate food and medical services & law enforcement operating supplies
 - All other Departments: Net projected operating shortfall of \$54K
 - Central Charges: Projected surplus of \$271K
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General Fund Expenditure Focus

- Tax Appeals/Refunds: Projected surplus of ~\$239K
- Appropriations: Assumed to be on budget at \$16.2M
- Projections include both structural and nonstructural adjustments in the amount of \$560K approved since adoption of the budget

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General Fund Expenditures Projected as of 3/31/14

Sheriff	(\$ 564,318)
Net Departmental Operating	(\$ 54,161)
Central Charges	\$ 270,914
Total Projected Over Expenditure	(\$ 347,565)

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General Fund Budget vs. Projections As of 3/31/14

	Revised Budget	1st Quarter Projected
Total Revenues	103,127,202	103,404,537
Total Expenditures	(103,127,202)	(103,474,767)
Projected Surplus/(Shortfall)	-	(70,230)
Planned Use of Fund Balance	-	-

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General Fund Projections As of 3/31/14

Category	Original Budget	Adj	Revised Budget	YTD Total	Projected	Variance	% Variance
Taxes and Penalties	63,929,610	-	63,929,610	(3,269,662)	64,650,096	720,486	1.13%
Licenses & Permits	268,854	-	268,854	54,548	259,064	(9,790)	-3.64%
Federal Revenue	90,800	-	90,800	16,933	111,055	20,255	22.31%
State Revenue	10,811,261	(30,000)	10,781,261	2,085,174	10,783,016	1,755	0.02%
Local Revenue	1,096,175	-	1,096,175	179,568	1,100,386	4,211	0.38%
Fees & Services	21,836,479	-	21,836,479	5,021,729	21,509,512	(326,967)	-1.50%
Fines & Forfeitures	1,012,100	-	1,012,100	155,088	975,547	(36,553)	-3.61%
Interest Revenue	107,419	(4,000)	103,419	11,373	32,744	(70,675)	-68.34%
Other Revenue & Reimbursement	1,875,446	140,070	2,015,516	307,261	1,987,128	(28,388)	-1.41%
Transfers In	1,977,118	15,870	1,992,988	33,203	1,995,989	3,001	0.15%
Total Revenues	103,005,262	121,940	103,127,202	4,595,213	103,404,537	277,335	0.27%
Personnel Services	68,721,473	50,659	68,772,132	15,810,170	68,720,014	52,118	0.08%
Supplies	1,739,241	-	1,739,241	746,533	1,791,063	(51,822)	-2.98%
Other Services and Charges	13,164,649	(1,330,617)	11,834,032	2,912,467	12,495,250	(661,218)	-5.59%
Internal Service Charges	3,034,244	29,169	3,063,413	673,301	3,083,790	(20,377)	-0.67%
Capital Outlay	88,625	352,477	441,102	379,549	414,334	26,768	6.07%
Reserves	600,000	16,933	616,933	-	316,933	300,000	48.63%
Appropriations	15,657,030	1,003,319	16,660,349	1,625,652	16,653,383	6,966	0.04%
Total Expenditures	103,005,262	121,940	103,127,202	22,147,672	103,474,767	(347,565)	-0.34%
Surplus/(Shortfall)					(70,230)		
Budgeted Planned Use of Fund Balance					-		

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Non General Fund Projections

As of 3/31/14

• Child Care	Shortfall
• Facilities Operations & Maintenance	On budget
• Friend of the Court	Surplus
• Prosecuting Attorney	On budget
• Public/Environment Health	Shortfall
• Building Inspection	Surplus
• Office of Community & Economic Development	On budget
• Risk Management	Shortfall
• Act 88	On budget
• Veteran Relief	Shortfall

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Items to Monitor

- Child Care expenditures rising due to caseload & placements
- Fringe Benefit projections and trending
- Personal Property Tax reform
- Act 88 legislation repeal/reform
- Annual actuarial valuations for the DC retirement & VEBA retiree health benefit plans
- Annual cost allocation plan
- State Revenue Sharing/County Incentive Program payments

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Summary & Next Steps

- 2014 integration of Board-defined community impacts & investment priorities
- Administrator's recommendation for the 2014 surplus/deficit options for use /reductions
- Quarterly Budget review & updates: 1st Q-May, 2nd Q-August and 3rd Q-November
- 2015-2017 Budget reaffirmation in the fall
- Close management of the budget to understand trends & financial impacts

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