

# 2014 2<sup>nd</sup> Quarter Budget Update

Washtenaw County Board of Commissioners  
August 6, 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 ~\$200K due to intergovernmental, fees & services and other reimbursement revenues
- General Intergovernmental: Projected surplus of ~\$370K due to state liquor tax dollars and local animal control reimbursement revenues

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## General Fund Revenue Focus

- Clerk/Register of Deeds: Projected shortfall of ~\$350K due to fees and services revenue
- District Court: Projected shortfall of ~\$209K from court fees & fines
- Trial Court: Projected shortfall of ~\$73K
- Interest Revenue: Projected shortfall of ~\$71K

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## General Fund Revenues

Projected as of 6/30/14

Property Tax	\$	720,486
Intergovernmental Revenues		369,964
Sheriff		200,178
Interest Revenue	(	70,534)
Trial Court	(	72,710)
District Court	(	208,706)
Clerk/Register of Deeds	(	349,520)
All Other Combined		67,833
 Total Projected Revenue Surplus	 \$	 656,991

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- ## General Fund Expenditure Focus
- Sheriff’s Office: Projected shortfall of ~\$673K for overtime, inmate food and medical services & law enforcement operating supplies
  - All other Departments: Net projected operating surplus of \$135K
  - Central Charges: Projected surplus of \$93K
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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 6/30/14

Sheriff	(\$	673,442)
Net Departmental Operating	\$	135,264
Central Charges	\$	93,108
Total Projected Over Expenditure	(\$	445,070)

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## General Fund Budget vs. Projections As of 6/30/14

	Revised Budget	1st Quarter Projected	2nd Quarter Projected
<b>Total Revenues</b>	<b>103,160,028</b>	103,404,537	<b>103,817,019</b>
<b>Total Expenditures</b>	<b>(103,160,028)</b>	(103,474,767)	<b>(103,605,099)</b>
<b>Projected Surplus/(Shortfall)</b>	-	(70,230)	<b>211,920</b>
<b>Planned Use of Fund Balance</b>	-	-	-

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## General Fund Projections As of 6/30/14

Category	Original Budget	Adj	Revised Budget	YTD Total	Projected	Variance	% Variance
Taxes and Penalties	63,929,610	-	63,929,610	(1,042,887)	64,650,096	720,486	1.13%
Licenses & Permits	268,854	-	268,854	137,846	262,453	(6,401)	-2.38%
Federal Revenue	90,800	-	90,800	32,054	115,931	25,131	27.68%
State Revenue	10,811,261	(30,000)	10,781,261	5,399,849	11,102,807	321,546	2.98%
Local Revenue	1,096,175	32,826	1,129,001	563,330	1,202,273	73,272	6.49%
Fees & Services	21,836,479	-	21,836,479	10,667,449	21,572,257	(264,222)	-1.21%
Fines & Forfeitures	1,012,100	-	1,012,100	392,866	867,264	(144,836)	-14.31%
Interest Revenue	107,419	(4,000)	103,419	19,405	32,885	(70,534)	-68.20%
Other Revenue & Reimbursement	1,875,446	140,070	2,015,516	774,726	1,947,232	(68,284)	-3.39%
Transfers In	1,977,118	15,870	1,992,988	547,915	2,063,821	70,833	3.55%
<b>Total Revenues</b>	<b>103,005,262</b>	<b>154,766</b>	<b>103,160,028</b>	<b>17,492,553</b>	<b>103,817,019</b>	<b>656,991</b>	<b>0.64%</b>
Personnel Services	68,721,473	50,659	68,772,132	31,717,102	68,911,393	(139,261)	-0.20%
Supplies	1,739,241	-	1,739,241	1,041,771	1,747,145	(7,904)	-0.45%
Other Services and Charges	13,164,649	(1,325,617)	11,839,032	5,910,354	12,523,734	(684,702)	-5.78%
Internal Service Charges	3,034,244	29,169	3,063,413	1,388,753	3,039,479	23,934	0.78%
Capital Outlay	88,625	352,477	441,102	357,949	392,734	48,368	10.97%
Reserves	600,000	11,933	611,933	-	311,933	300,000	49.02%
Appropriations	15,657,030	1,036,145	16,693,175	3,064,894	16,678,680	14,495	0.09%
<b>Total Expenditures</b>	<b>103,005,262</b>	<b>154,766</b>	<b>103,160,028</b>	<b>43,480,824</b>	<b>103,605,098</b>	<b>(445,070)</b>	<b>-0.43%</b>
<b>Surplus/(Shortfall)</b>					<b>211,920</b>		

## Non General Fund Projections

### As of 6/30/14

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

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## Revenue Items to Monitor

- Act 88 legislation repeal/reform
- Clerk/Register of Deeds revenues
- Court Cost revenues and legislation impact
- Personal Property Tax reform and revenue elimination
- State Revenue Sharing/County Incentive Program payments

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## Expenditure Items to Monitor

- Child Care expenditures rising due to caseload & placements
- Sheriff Office lump sum reduction
- Union Contract Obligations

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## Summary & Next Steps

- 2014 integration of Board-defined community impacts & investment priorities
- Quarterly Budget review & updates: 3<sup>rd</sup> Q-November
- 2015-2017 Budget reaffirmation in the fall
- Close management of the budget to understand trends & financial impacts

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