



## FY 2017 Recommended Budget Budget Question

Board Question #: 106

**BUDGET QUESTION:** Why was there \$10 million available at the end of FY 2015 and has that already been factored into the FY 2016 and FY 2017 Budgets?

**RESPONSE:** When the FY 2015 Budget was adopted, staff estimated the undesignated Fund balance to be \$1.2M. During FY 2015 there were revisions to the Revenue and Expenditure projections and the final collections netted a \$9.7M increase to the undesignated Fund Balance, above the \$1.2M originally estimated. The bulk of the \$9.7M increase resulted from revenues exceeding projections by \$5.5M, expenditure savings of \$3M and \$0.8M net savings for Social Services (revenue and expenditure).. Staff would have anticipated some of these changes when they developed the mid-year report in March of 2015. Those changes would have been factored into the FY 2016 budget which was approved in April 2015. When staff developed the 3rd and 4th Quarter reports, the FY 2016 budget had already been adopted, so any revisions from that analysis would have been factored into the FY 2016 mid-year report and/or the FY 2017 budget.

The attached document shows:

- The undesignated fund balance at the time of FY 2015 Budget adoption
- Changes in revenues and transfers in occurring during FY 2015
- Changes in expenditures and transfers out occurring during FY 2015
- A total undesignated fund balance of \$10,869,331 before the fiscal policy revisions were adopted in October 2015
- Allocation of \$10,750,367 to reserves in October 2015
- Finally, an ending undesignated fund balance of \$118,964

**FY 2015 Undesignated Fund Balance (FY16 Adopted Budget) 1,158,802**

**FY 2015 Excess Revenues:**

RE	1,497,529
PP	1,548,235
Penalties/Interest/Admin Collection	415,307
Sales Tax/Communication Sales/Utility Consumer & Gross Receipt	(113,005)
BPOL	332,514
Recordation	(191,654)
Transient Occupancy	49,183
Decals	121,302
Meals	286,242
Gun permits	20,814
Interest investments	229,408
Excess Fee Clerks	(44,502)
RailRoad Reimb	(75,000)
Refuse Disposal	716,547
Recycling	(32,816)
Plat Filing	35,700
Annual Peg Fee	35,000
Planning Review	142,564
GIS Fees	103,862
Sale of Govt Equip	41,478
W/S Admin Fee	441,163
Mobile Home Titling	6,132
Tax on Deeds Grantors Tax	76,855
DMV Rental Tax	68,319
Compensation Board	47,063
Reduction in State Aid	(221,754)
<b>Revenue Adjustments</b>	<b>5,536,486</b>

**FY 2015 Excess - Transfers from other Funds:**

TR from Code	62,741
TR from Fire/EMS	225,311
	<b>288,052</b>

**FY 2015 Expenditure Savings:**

Turnover	(546,000)
HI Excess	(1,300,000)
Contingency	(525,000)
Bldg & Grounds	(215,000)
GS Maintenance	(57,000)
ED - Prospect Dev & Regional Marketing	(78,090)
Sheriff	(77,000)
County Debt	(50,000)
Tourism Projects/ Visitor Center	(41,588)
Parks & Recreation	(45,000)
	<b>(2,934,678)</b>

<b>FY 2015 Social Services/CSA Savings (Rev &amp; Exp)</b>	<b>784,325</b>
<b>FY 2015 Savings - Transfers to Other Funds</b>	
TR to Code Compliance	(241,555)
TR to Utility Operating	120,444
	<u>(121,111)</u>
<b>FY 2015 Misc Revenue &amp; Exp Adjustments</b>	<b>45,877</b>
<b>Total Undesignated FB</b>	<b>10,869,331</b>
 <b>Fiscal Policy Revisions approved October 2015:</b>	
Fiscal Stability Reserve (FSR) from 10% to 11%	(3,850,552)
Budget Stabilization Reserve (BSR)	(4,813,189)
Health Insurance Reserve IBNR + 3 Months	(86,626)
Economid Dev Opportunities Reserve	(2,000,000)
	<u>(10,750,367)</u>
 <b>Unassigned Fund Balance at close of FY 2015</b>	<b>118,964</b>