

UPDATE: FINANCIAL STATE OF COUNTY

Washtenaw County

Ways & Means Committee

March 4, 2009

Financial State of County

- All data is preliminary
- Economic situation continues to evolve
- Presented Range of Revenue Projections
- Resulted in projected deficit of \$18Million to \$28Million for 2010/11
Budget IF we continue spending at same pace we have been

Financial State of County

- Heard from most Commissioners to be conservative and assume towards worse case
- Easier to add then go back for another round of reductions
- Also long-term consideration as still have projected deficit for 2012/13 even when balance 2010/11

Recommended 2010/11 Budget Target

	2009 Projected Budget	2010 Projected Budget	2011 Projected Budget	2012 Projected Budget	2013 Projected Budget
REVENUES:					
Taxes & Penalties	\$67,711,997	\$62,633,597	\$57,309,741	\$54,444,254	\$53,355,369
Licenses & Permits	\$136,200	\$136,200	\$136,200	\$136,200	\$136,200
State & Local Revenues	\$5,119,562	\$5,119,562	\$5,119,562	\$5,119,562	\$5,119,562
Fees & Services	\$19,337,380	\$19,762,690	\$20,197,472	\$20,601,421	\$21,013,450
Fines & Forfeits	\$1,262,100	\$1,262,100	\$1,262,100	\$1,262,100	\$1,262,100
Interest Income	\$754,400	\$604,400	\$404,400	\$204,400	\$204,400
Other Revenue	\$856,186	\$636,186	\$636,186	\$636,186	\$636,186
Transfers In	\$7,771,636	\$7,658,427	\$7,849,888	\$8,046,135	\$8,247,288
TOTAL	\$102,949,461	\$97,813,162	\$92,915,549	\$90,450,258	\$89,974,555
EXPENDITURES:					
Personal Services	\$61,483,537	\$65,909,703	\$70,913,863	\$75,785,971	\$80,255,916
Supplies	\$1,428,436	\$1,693,371	\$1,471,289	\$1,744,172	\$1,515,428
Other Svcs. & Charges	\$15,861,041	\$16,182,372	\$16,528,793	\$17,040,571	\$17,568,179
Internal Service Charges	\$1,442,757	\$1,486,040	\$1,530,621	\$1,576,540	\$1,623,836
Capital Outlay	\$14,275	\$14,275	\$14,275	\$14,275	\$14,275
Contingencies	\$650,000	\$650,000	\$650,000	\$650,000	\$650,000
Appropriations/Transfers Out	\$23,269,415	\$25,434,161	\$27,692,680	\$30,014,847	\$32,479,853
TOTAL	\$104,149,461	\$111,369,922	\$118,801,522	\$126,826,375	\$134,107,487
SURPLUS (DEFICIT)	(\$1,200,000)	(\$13,556,760)	(\$25,885,973)	(\$36,376,117)	(\$44,132,932)
Deficit as % of Total Revenue	-1.17%	-13.86%	-27.86%	-40.22%	-49.05%

Financial State of County

- Revised target will be used in developing expenditure solutions with organization
- Will need to continue monitoring revenues and make needed adjustments as learn more in April with Equalization Report and throughout fiscal year

Budget Development Timeline

- Information Sharing & Input from BOC
 - *Financial State of County (Done)*
 - *Review Revenues (Done; amend in April)*
 - ***Mandated & Non-Mandated Services (Tomorrow)***
 - Community Needs & Major Expenditures (March 19)
 - Employee Compensation & Benefit Levels (April 1)
 - Outside Agency Allocation & Integrated Funding (April 2)
 - Support to Non General Fund (April 15)
 - Regionalism, Shared Services & Government Efficiency (April 16)
- Development of budget options with organization
- Round 1 Recommended Budget Reductions to BOC on June 3