

2009 3RD QUARTER BUDGET UPDATE

**Washtenaw County Board of Commissioners
November 18, 2009**

Agenda

- ⦿ Background
- ⦿ Budget Solutions Implemented
- ⦿ General Fund Status Report
 - Major Revenue Considerations
 - Major Expenditure Considerations
- ⦿ Non General Fund Review
- ⦿ Next Steps

Background

- ◎ Sought alignment of 2010/11 budget development and monitoring for current year impacts in response to economic downturn
- ◎ 1st quarter projected deficit of \$3.3M
- ◎ Worked with organization to identify early implementation of 2010/11 Phase 1 budget solutions and monitor major indicators
- ◎ 2nd quarter projected surplus of \$240K

Budget Solutions Implemented

- ◎ Sheriff budget controls and solutions to realize \$500K lump sum budget reduction; currently projected with year end surplus
- ◎ Partnership with WCHO/CSTS for \$1.5M in savings from early implementation of 2010/11 solutions
- ◎ Reduction in infrastructure of \$1M from early implementation of 2010/11 solutions
- ◎ Other personnel and operating budget savings from attrition and early implementation of 2010/11 solutions

General Fund Status

as of September 30, 2009

● Projected Revenue Shortfall	(\$ 1,478,220)
● Projected Expenditure Surplus	\$ 1,778,505
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● General Fund Projected Surplus	\$ 300,284

General Fund Status – Revenues

as of September 30, 2009

○ Transfer In from Towner Renovation Project Balance	\$ 700,000
○ Property tax based on 2009 Equalization Report & Pfizer	(\$ 705,000)
○ Register of Deeds	(\$ 700,000)
○ District Court Fines	(\$ 260,000)
○ Interest Earnings	(\$ 180,000)
○ All Other Revenues	(\$ 333,220)

General Fund Revenue Shortfall **(\$ 1,478,220)**

Net of Police Services Reimbursable Overtime

General Fund Status – Expenditures

as of September 30, 2009

○ Tax Refund Appeals	(\$ 450,000)
○ Fringe Benefits – Medical	(\$ 1,580,000)
○ Pay For Performance	\$ 455,000
○ NS Commuter Rail	\$ 100,000
○ Reserve for Jail Expansion	\$ 600,000
○ Net NGF Support Changes	\$ 1,481,953
○ All Other Expenditures	\$1,171,552

General Fund Expenditure Surplus	\$ 1,778,505
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Net of Police Services Reimbursable Overtime

Non General Fund Status

as of September 30, 2009

▶ Child Care Fund	Projected Surplus
▶ Risk Management	Projected Surplus
▶ Facilities Management	Projected Surplus
▶ ETCS	On Budget
▶ Head Start	On Budget
▶ CSTS	On Budget
▶ FOC	On Budget
▶ Environmental Health	Possible Shortfall
▶ Public Health	Possible Shortfall
▶ Building Services	Projected Shortfall

Next Steps

- ⦿ Continue monitoring budget to ensure year-end is in alignment with these projections as much as possible
- ⦿ Implement budget adjustments in alignment with this information and resolution adopted by BOC on July 8th

Summary

- Implemented necessary solutions to address financial challenges
- Positive news which is reflection of partnerships throughout organization
- Could not have been accomplished without support of Elected Officials, Department Heads and Board of Commissioners