

# County Budget

The Straight Scoop  
September 2008

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## "Show me the money"

- **2008-2009 Budget**
- Total                   \$    474 m.
- **General Fund                   378**
- Roads                           36
- Capital Funds                 27
- Parks/Library                 17
- Debt (COP/POB)             9
- Various Others                7

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## Budget Balancing Equation

<u>Coming in</u>		<u>Going out</u>	
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Fund balance	10	Dept'l costs	358
Non-deptl. Rev	153	To other funds	5
Dept. revenue	215	Contingencies	15
Use of reserves	0	New reserves	0
<b>Total</b>	<b>378</b>	<b>Total</b>	<b>378</b>

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## Revenues

- Non-Departmental:

Property Tax & related	\$103m.
Sales Tax	\$ 7.5m.
TOT (bed tax)	\$ 6.5m.
PT in Lieu of VLF/Sales	\$ 30m.

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## Revenues

- Departmental:

Prop 172 (safety)	\$ 22m.
Realignment (health/DSS)	\$ 20m.
Fed/State subventions	\$110m.
Fees	\$ 27m.

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## General Fund Issues

- Non-Departmental Revenues

- Property Tax – housing crash/delinquency
- Sales Tax – economy and PGE 1-time
- TOT (bed tax) - economy

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## General Fund Issues

- Departmental Revenues
  - Market Slowdown - 172/Realign/Fees
  - State take-away - Assessor etc
  - State/Federal "freeze" - Health/DCSS
- Fund Balance Available
  - reduction likely as spending tightens

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## General Fund Issues

- Expenditure Challenges
  - Pension and OPEB
  - Prevailing Wage requirements
  - Program expansion – "human misery index"
  - Overmatch pressure
  - Inflationary costs
  - Jail/Juvenile Hall expansion

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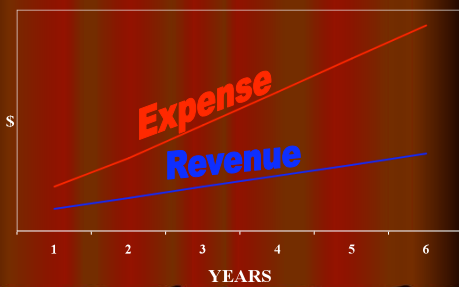
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## The Dilemma (30 years and counting)



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## "Structural Deficit"

- **Status Quo Expenditures** –
- cost of providing this year's service level at next year's price
- **Structural Deficit** –
- Gap between SQ Expenditure total and anticipated revenue total

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## "Structural Deficit"

- Current year - \$18 million balanced by:
  - \$9 m. cuts from SQ,
  - \$9 m. 1-time money
- 2009-2010 estimated - \$?? million balanced by:
  - ???

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## 2009-10 early numbers "in"

- Non-departmental 0-3% increase.
  - Property Tax (and housing market defines)
  - \$131m. out of \$153m.
- Departmental 1% increase
  - Realignment and Prop 172 flat
  - State/Federal funding freeze

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## 2009-10 early numbers "out"

- Prevailing Wage formula - 6%
- Services and Supplies CPI - 6%
- Expenditure up \$21.5m.- \$23m.
- Revenue up \$ 2m. - \$ 6.5m.
- Gap - \$15m. - \$21m.
- **N.B. Emphasize EARLY!**

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## The question for us as an organization:

How do we –

ensure high quality services

within our available financial capacity?

that meet the wants, needs and expectations of our stakeholders

delivered by a trained and accountable workforce,

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