

FY 2014-15 Budget Development

Finance Committee

May 21, 2014



FY 2014-15 Tax-Supported Budget Preliminary Gap

\$ (216,000)	Baseline 5 year forecast, no concessions
\$ (27,000)	ESTIMATED Additional VAB loss FY 2013-14
\$ (4,000)	Impact of FRS preliminary rate changes
<u>\$ 39,000</u>	Annualized recurring expense reductions in FY 2013-14
<u><u>\$ (208,000)</u></u>	



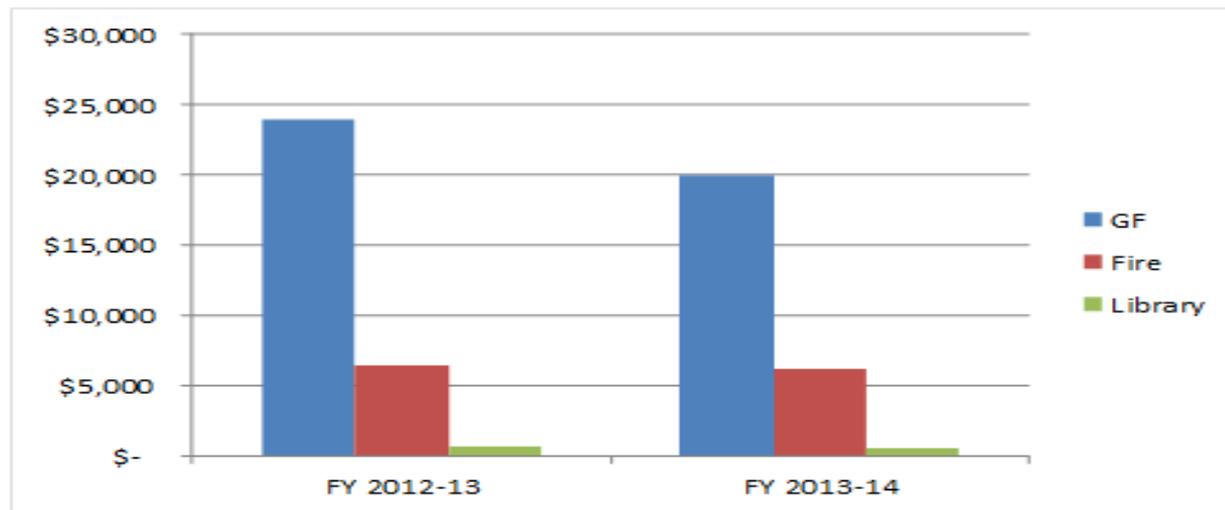
What Causes the Gap?

Increased Personnel Cost	\$109,000,000
Loss of Significant Revenues	46,000,000
Deferred Costs	25,000,000
Increased Expense	<u>28,000,000</u>
Total	\$208,000,000



Value Assessment Board (VAB) Impact (beyond budgeted adjustments)

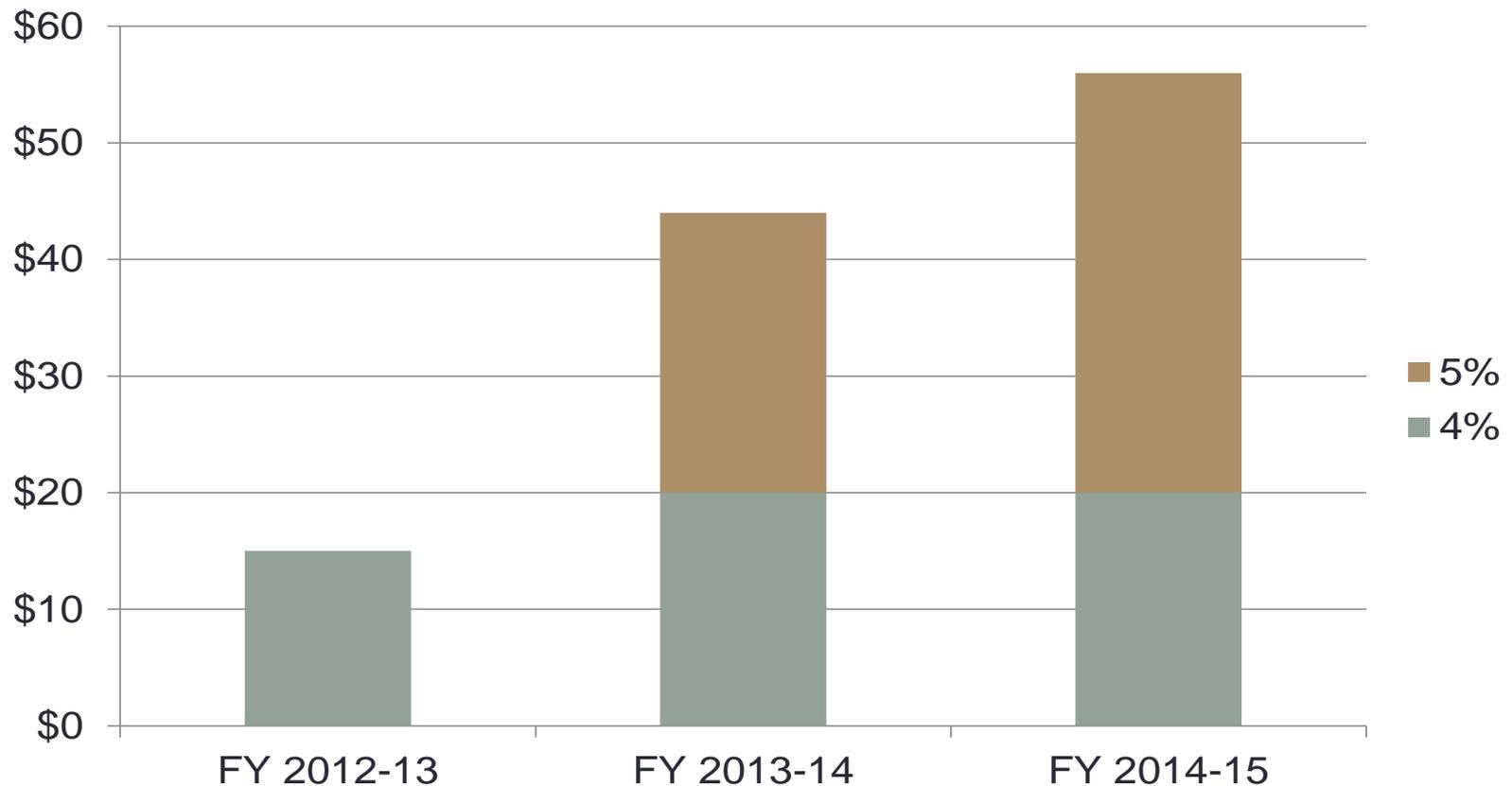
Property Tax Revenue Losses Due to VAB Refunds
(\$in 1,000s)



- 1) In both the General Fund and Library District, all losses were absorbed through budget reductions in FY 2013-14
- 2) For the Fire District, a transfer from the Emergency Contingency Reserve mitigated the losses for FY 2012-13; budget reductions for FY 2013-14 and FY 2014-15 will be necessary to offset the FY 2013-14 losses
- 3) Refunds processed in FY 2014-15 are anticipated to be within the 5% property tax revenue adjustment required in the budget



Return of Group Health Contribution (General Fund only, estimated \$ in millions)



Where are we today?

(General Fund as of May 16, 2014)

Current Requests

Direct Services	\$ 1,015,945,000
Indirect Services	222,315,000
Mandates	315,632,000
Other	<u>162,092,000</u>
	\$ 1,715,984,000
Available Revenues	<u>\$ 1,565,398,000</u>
Remaining Gap	<u><u>\$ (150,586,000)</u></u>



FY 2014-15 Budget Development Process

- Budgets Submitted to OMB: **February 28** ✓
- Budget Development Activities
 - Revenue Estimating Conferences (**held May 7**)
 - Quarterly Budget Reporting (**second quarter released May 9**)
 - Finance Committee meetings – reports updated every 30 days
 - **April 23** ✓
 - **May 21**
 - **June 25**
- Preliminary Tax Roll: **June 1**
- Final Preliminary Tax Roll: **July 1**
- Proposed Budget Submission: **Beginning of July**
- BCC Public Hearing: **July 15**
- BCC Approval of TRIM Rates: **July 15**

