

# 2014 BUDGET

## CURRENT EXPENSE FUND

6-YEAR FORECAST

JUNE 24, 2013

# BEFORE GETTING STARTED

- **2012 LAST YEAR'S RESULTS**
- **2013 IN PROGRESS**

# CURRENT EXPENSE FUND

## 2010 – 2012

- 2<sup>ND</sup> YEAR IN A ROW REVENUES EXCEED EXPENDITURES
- \$1.7 MIL INCREASE UNRESERVED FUND BALANCE

	2010	2011	2012	CHANGE FROM LAST YEAR	
	ACTUAL	ACTUAL	UAUDITED	CHG \$	CHG%
REVENUES	\$21.8	\$21.8	\$22.6	\$0.8	3.7%
EXPENDITURES	\$21.9	\$20.3	\$20.9	\$0.6	3.0%
NET CHANGE	-\$0.1	\$1.5	\$1.7		

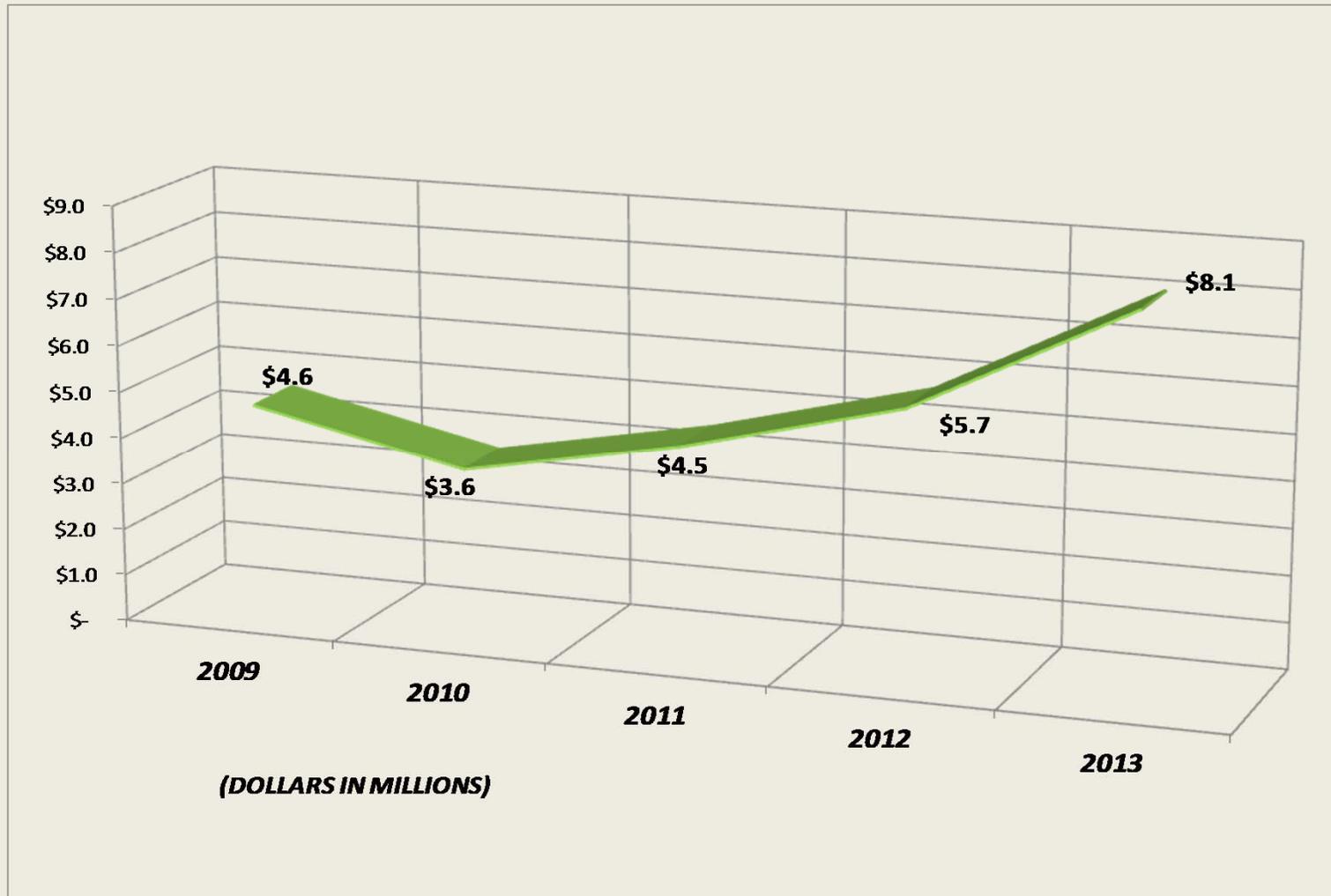
# CURRENT EXPENSE FUND 2013 IN PROGRESS

- **OVERALL REVENUE UP**
  - **SALES TAXES TREND UPWARD 4%**
  - **INTEREST EARNINGS PROJECTED INCREASE \$200K**
  - **BUILDING PERMITS & FEES 19%**

# CURRENT EXPENSE FUND 2013 IN PROGRESS

- DISTRESSED COUNTY ASSISTANCE INCREASES
  - “SALES TAX EQUALIZATION”
  - COUNTY SHARE BASED ON STATE TAX COLLECTIONS AND LAST YEAR’S ISLAND COUNTY BASIC SALES TAX REVENUE
  - NOVEMBER 2012 DOR ESTIMATE \$204K
  - JUNE 2013 DOR ESTIMATE \$379K
- EXPENDITURES ON TRACK
- UNLESS MAJOR SETBACK OCCURS, YEAR WILL END IN THE POSITIVE
- ?? WA STATE BUDGET ??

# CURRENT EXPENSE FUND OPERATING CASH MARCH 31



# 2014 BASIC BUDGET ASSUMPTIONS

## *Required in County's Adopted Financial Management Policy*

- ✓ Revenue estimates shall not assume any growth rate in excess of inflation for taxes
- ✓ Expenditure estimates anticipate contingencies that are reasonably predicible and probable
- ✓ Revenues of a limited term should be used for capital projects or one-time operating costs

# 2014 BUDGET ASSUMPTIONS

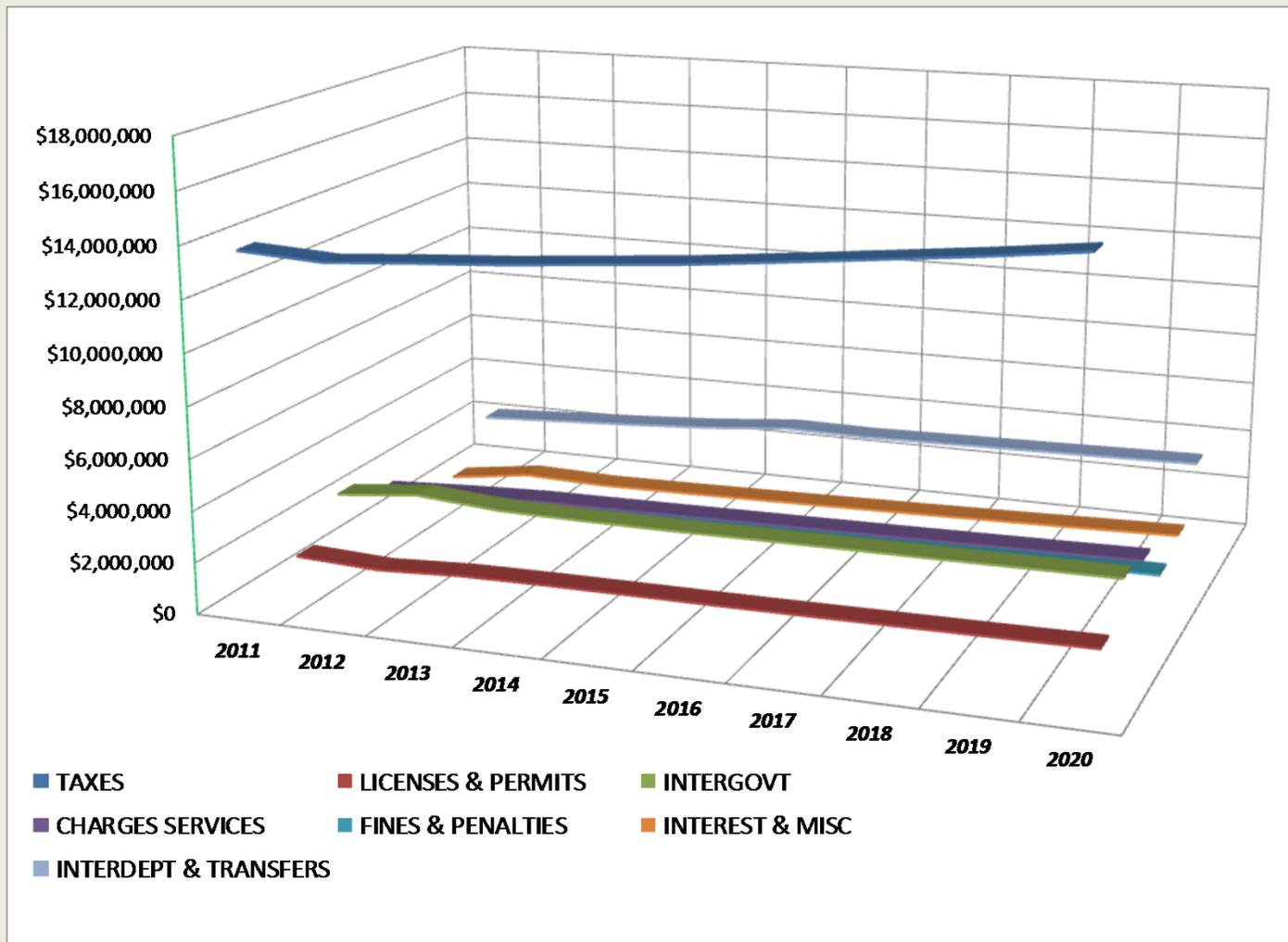
## CURRENT EXPENSE REVENUES

- APRIL 2013 = CPI SEATTLE AREA 1.2%
  - 2014 ESTIMATE 2.0%
- PROPERTY TAX LEVY ESTIMATES INCLUDE 1% \$73K + NEW CONSTRUCTION
- SALES TAXES INCREASE 2.0% \$84K
- INTEREST EARNINGS \$50-100K HIGHER THAN 2013 BUDGET ESTIMATE
- BUILDING PERMIT & FEES INCREASE BY INFLATION 2.0% \$40K
- INDIRECT ALLOCATION RATE INCREASES TO 5.35% \$200K

# 2014 BUDGET ASSUMPTIONS CURRENT EXPENSE REVENUES

- DISTRESSED COUNTY ASSISTANCE STABLE
- LIQUOR TAXES ENTIRE YEAR
- PARKS OPERATIONS CONTINUE TO BE FUNDED BY REAL ESTATE EXCISE TAXES (Reminder sunset 2016)
- OTHER REVENUES APPROX. 2%

# REVENUE GROWTH RATE EQUALS INFLATION

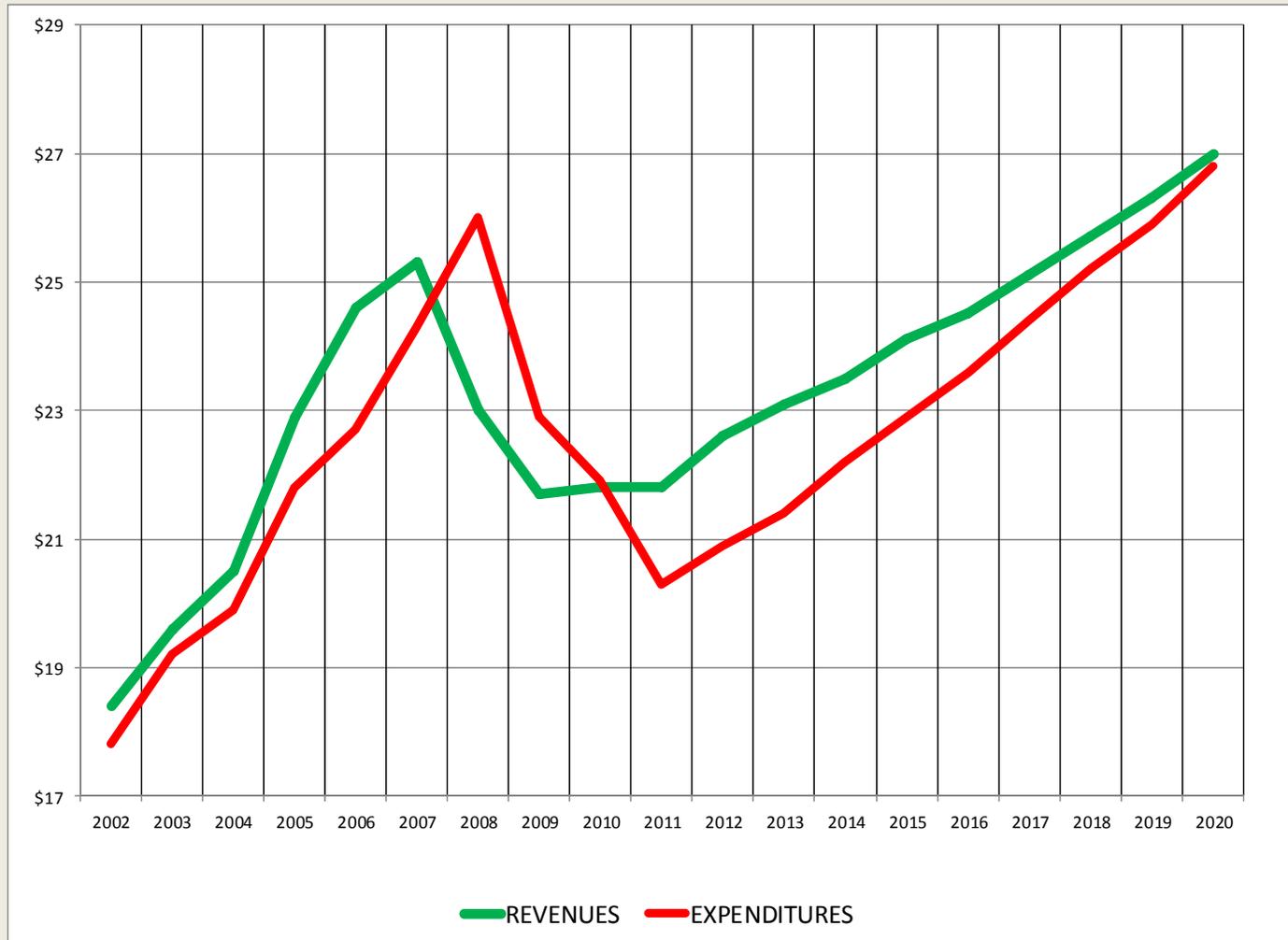


# 2014 BUDGET ASSUMPTIONS

## CURRENT EXPENSE EXPENDITURES

- SALARIES AT CURRENT STAFFING LEVELS INCLUDING LONGEVITY
  - CONTINGENCY FOR COLA
- BENEFITS
  - PERS RETIREMENT 2013 AVG. 8% 2014 9% \$140K
  - CONTINGENCY HEALTH INSURANCE INCREASE 8% \$160K
- OTHER CATEGORIES INFLATIONARY ADJUSTMENT PLUS UNAVOIDABLE INCREASES
- MOTOR POOL VEHICLES
  - ESTIMATE 7-8 PATROL
  - ESTIMATE 2 VEHICLES OTHER DEPARTMENTS
- CAPITAL NO CHANGE

# 2002-2020 CURRENT EXPENSE REVENUE & EXPENDITURE TRENDS



# BUDGET SCHEDULE

- GOAL & PRIORITIES DISCUSSION JUNE 12
  - ELECTED OFFICIALS & COMMISSIONERS
- BUDGET WORKSHEETS DISTRIBUTED JUNE 18
  - RETURN BY JULY 18
- MORE DETAILED INFORMATION DURING AUGUST & SEPTEMBER
- PROPOSED BUDGET TO BOCC MID-AUGUST
- MEETINGS WITH ELECTED & DEPT. HEADS
  - LATE AUGUST/EARLY SEPTEMBER
- PRELIMINARY BUDGET MID-SEPTEMBER
- BEGIN BUDGET HEARING OCTOBER 7

# QUESTIONS?

