

Multnomah County Approved Budget FY 2014



www.multco.us/budget

May 13, 2013

Overview

- **Schedule and Process**
- **Corporate Budget Overview**
 - Summary information
 - Use of OTO
 - Federal, State and City Governments
 - General Fund Reserves
- **Trends**
- **Summary**



Budget Process FY 2014

- December 6th – Forecast for FY 2014
- February 15th – Departments Submit Budgets
- March 6th – Community Educational Forum
- May 2nd - Board Approved Budget*
- May 23rd – Updated Forecast for FY 2014
- Three Evening Public Hearings
 - May 8th - Multnomah County Boardroom
 - May 22nd - East County – Sharron Kelly Conference Room
 - May 29th - IRCO - Northeast
- June 5th - TSCC Hearing*
- **June 6th - Adopt Budget***

* Library District FY 2014 Budget on concurrent schedule



Budget Worksessions FY 2014

- Week of May 6th – CIC, Capital Briefing
- Week of May 13th – Financial Overview, Health & Human Services
- Week of May 20th – Public Safety & General Fund Forecast
- Week of May 27th – General Government, Library District, Federal Sequestration Briefing, Amendments & Budget Note Review
- Week of June 3rd – TSCC Hearings, and Adopt Budgets FY 2014 Multnomah County & Library District



Overall Financial Context

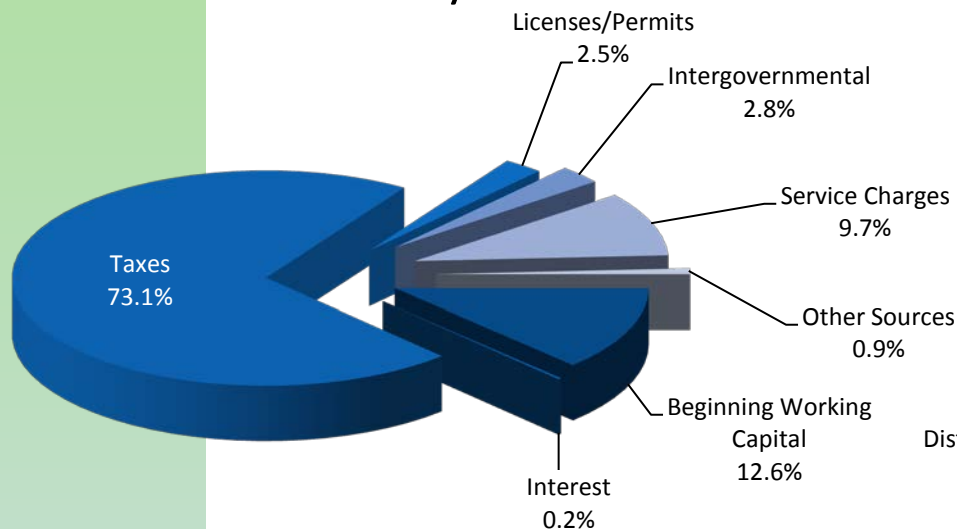
- **FY 2013 Adopted Budget =
\$1,516,042,033**
- **FY 2014 Approved Budget =
\$1,535,756,480**
- **An increase of \$19.7 million or 1.3%**

Note: includes contingencies, reserves and unappropriated balance

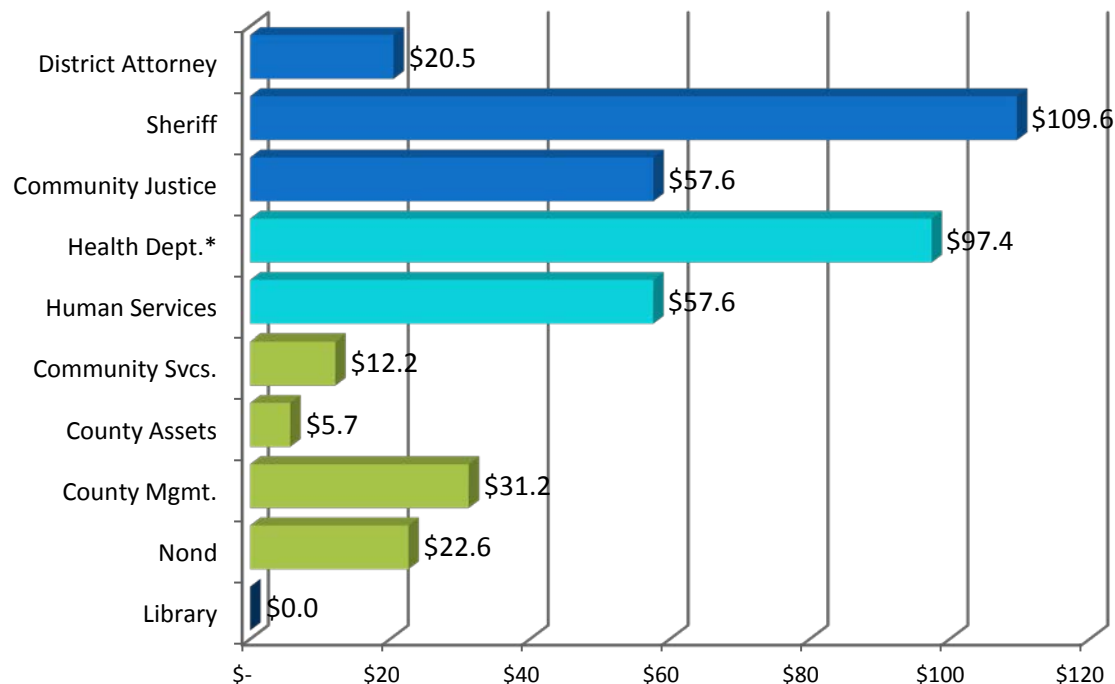


General Fund Overview- \$443,350,533*

Where the money comes from:



Where the money goes to:*

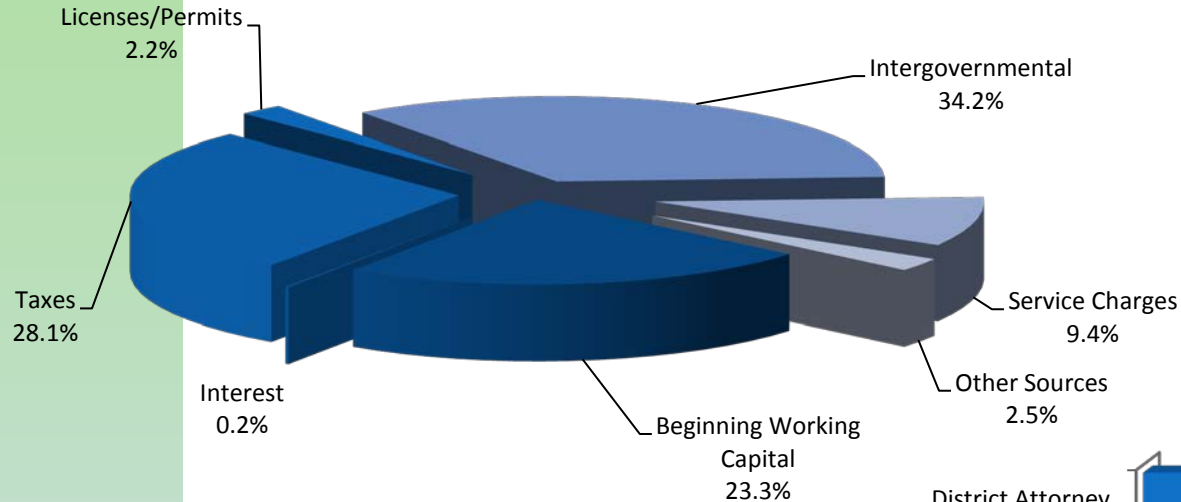


*Note: does not include transfers, reserves and contingencies.
Health Dept. includes \$37.4M of FQHC/PCPCH

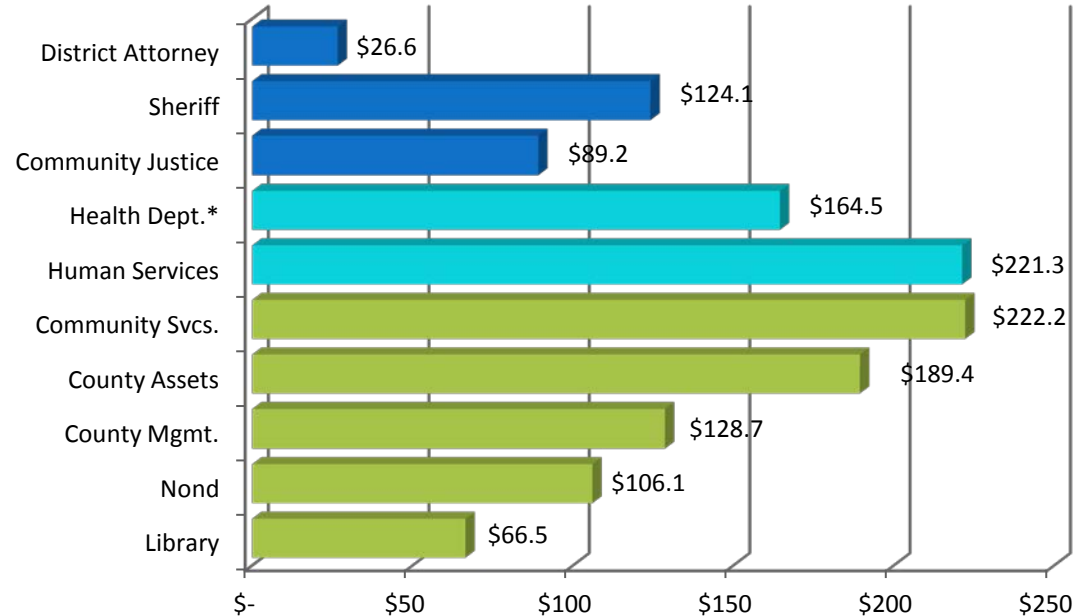


All Funds Overview - \$1,535,756,480

Where the money comes from:



Where the money goes to:*



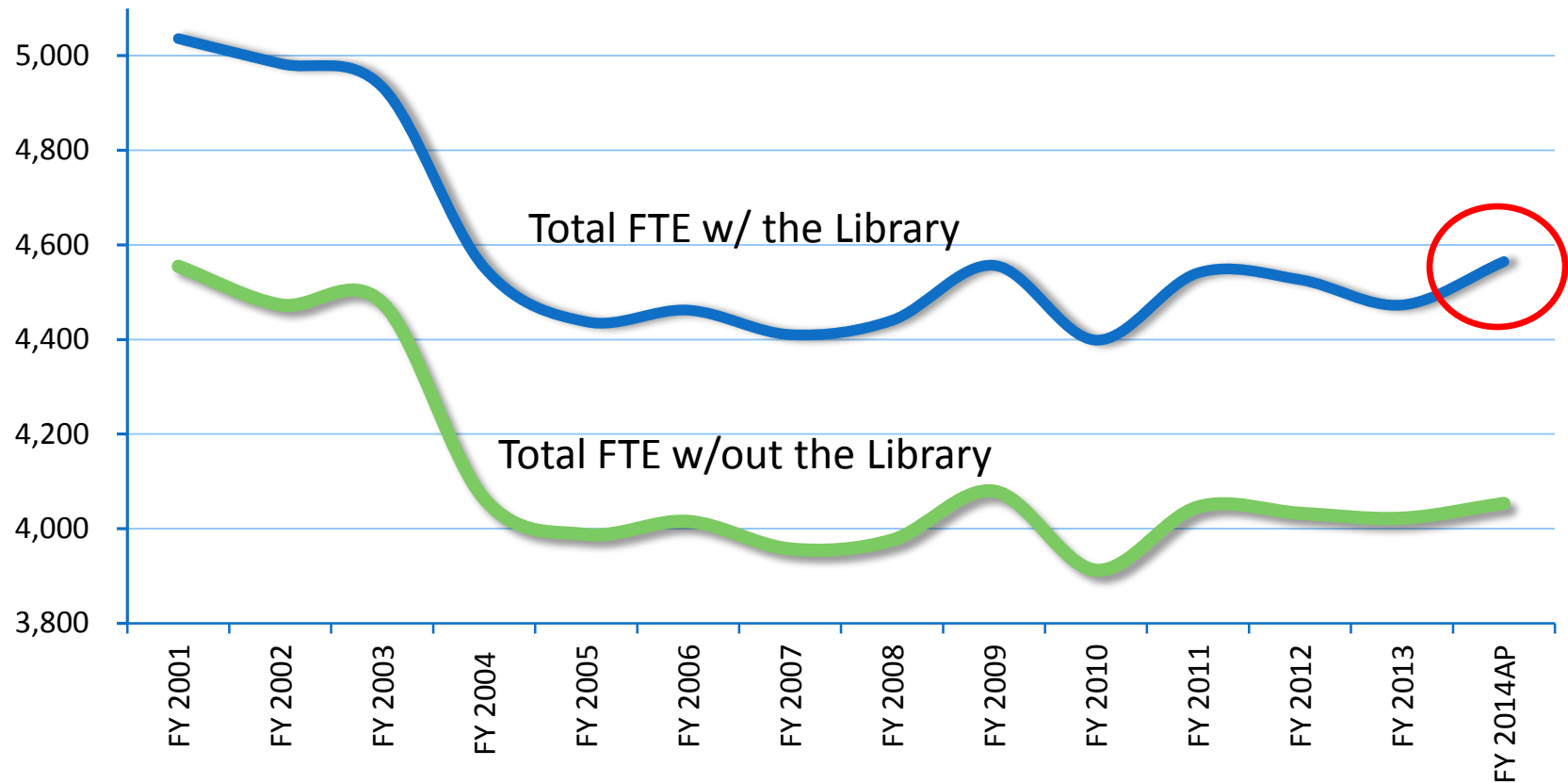
*Note: does not include transfers, reserves and contingencies



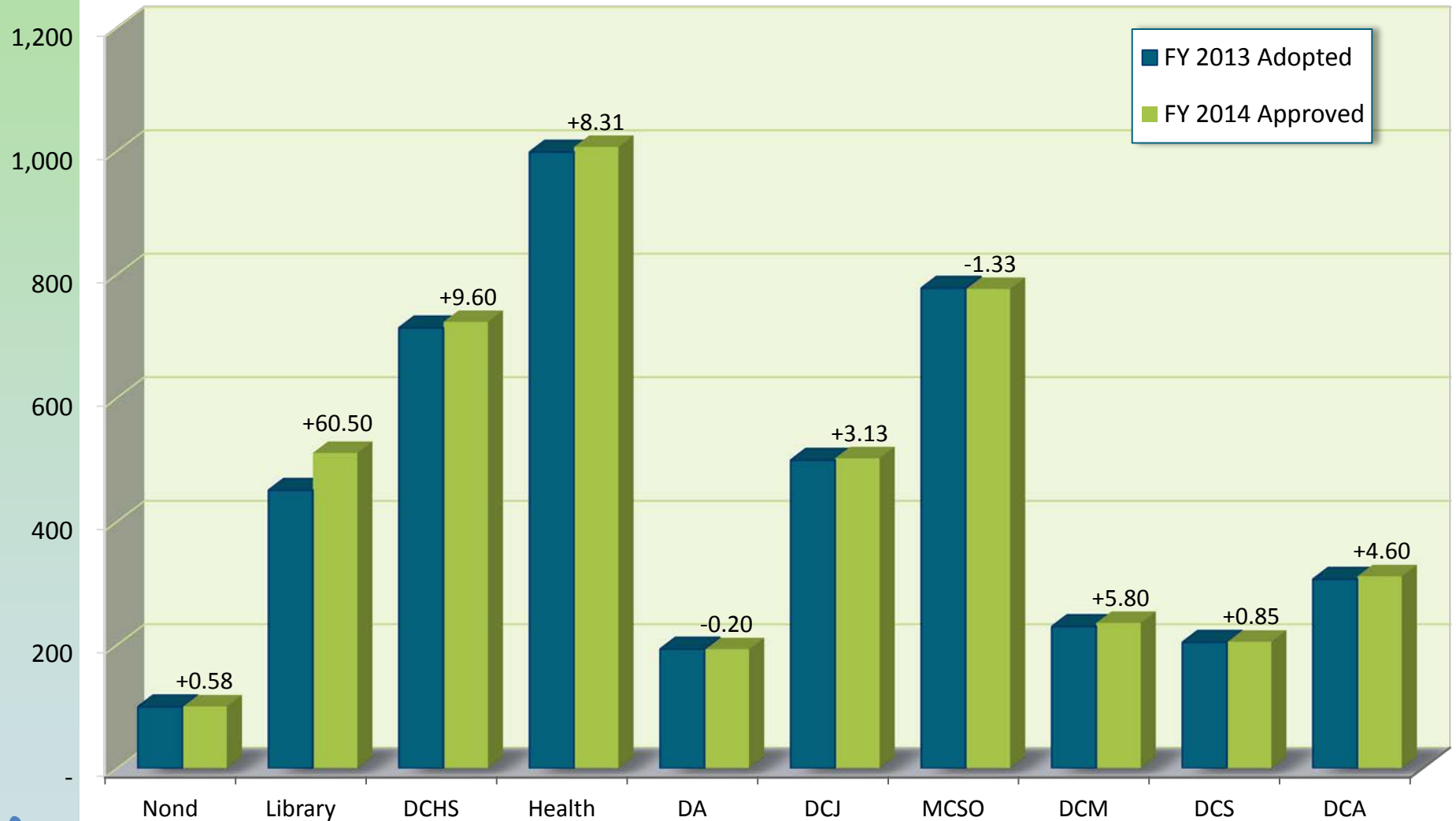
Full Time Equivalents +91.84 FTE

FY 2001 Adopted – FY 2014 Approved

(All Funds)



Full Time Equivalents (FTE) by Year/Dept.



What the Budget does

- Preserves direct services to clients
- General Fund balanced for next 3 years
- No employee wage freezes
- Invests in safety net services (including MH services, SUN, housing programs & health clinics), maintains public safety service levels
- Strategic use of GF OTO for capital investments
- Invests in Emergency Preparedness
- Fully funds reserves and maintains BIT stabilization reserve



What Happened to the General Fund “Gap”

- FY 2014 Forecast
 - Excludes any impacts from the New Library District
 - October: \$5.2 million gap or 1.3% of expenditures
 - 1% constraint for GF Programs (\$3.35 million)
- November Library District approved by voters
 - Eliminated \$15.3 million ongoing GF contribution to Library
 - Loss of \$7.2 million from increased compression
 - Freed up \$6.6 million OTO funds previously dedicated to Library Operations
- Updated Forecast— + \$4.1 million ongoing or 1.1%
 - Strategic investments and expansions (\$1 million SUN)
 - \$2.1 million set aside address impacts from other governmental agencies
 - Provides stability in the GF for the next 3 years
- OTO Funds - \$17.5 million
 - No OTO resources supporting ongoing programs



Use of One-Time-Only (OTO)

- District Attorney IT Modernization (15002B-D) - \$184,000
- County Capital Projects - \$11,566,000
- Responding to Community Needs
 - HSVP - Short Term Rent Assistance (25133B) - \$1,500,000
 - SummerWorks Internship Program (10029) - \$245,000
 - Office of Emergency Management Vulnerable Population Specialist (10015)-\$106,000
 - Fresh and Healthy Food Project (40053) - \$75,000
 - Office of Sustainability Beginning Urban Farmer Program (10018B) - \$40,000
- Community Capital Projects at Critical Service Sites
 - Capital Development at Earl Boyles (25160) - \$500,000
 - Children's Center at Steven's Creek Crossing (25161) - \$125,000
- Education Support
 - East County Education Outcomes Support (25159) – \$250,000
 - Computers for Head Start Graduates (25139) - \$20,000

(See p. 20 of the Budget Director's Message for more detail.)



General Fund Reserves – Fully Funded.

- General Reserve @ 10% of corporate revenues or \$32.6 million
- BIT Reserve @ 10% or \$5.8 million
- General Fund Contingency \$9.6 million
 - Regular - \$1.25 million
 - Additional 'Ongoing' set-aside for Fed/State/Local Impacts - \$2.1 million (*note: not sustainable over 5-year forecast period*)
 - Additional 'OTO' - \$431,691
 - BIT Reserve - \$5.8 million



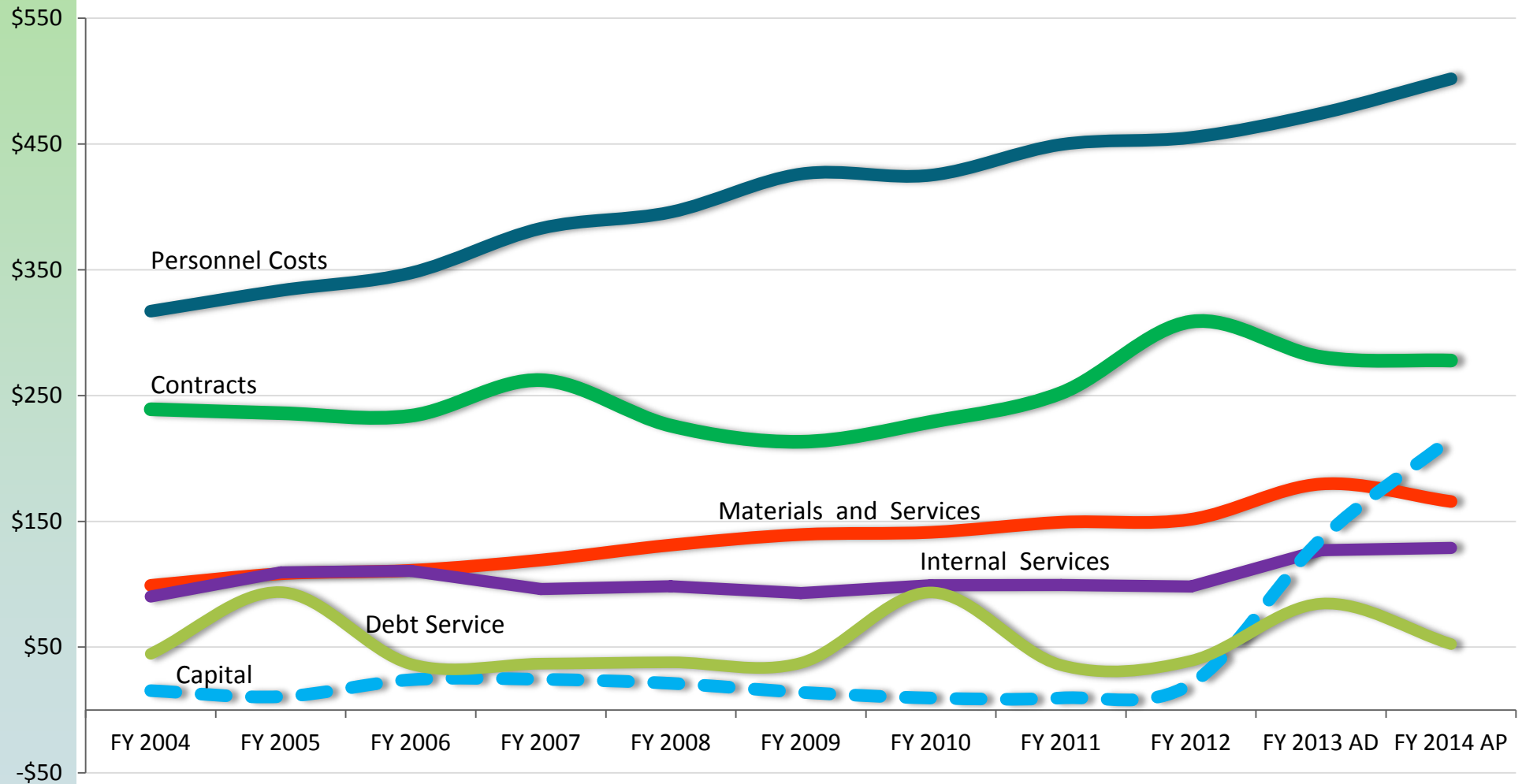
Federal, State and City....

- Watch List
 - Federal
 - Sequestration
 - President's Budget (October)
 - State
 - Legislation and Initiatives
 - State will adopt their budget after June 6th
 - City of Portland
- Cautionary Note – current revenues will not support backfilling ongoing federal/state/city programs



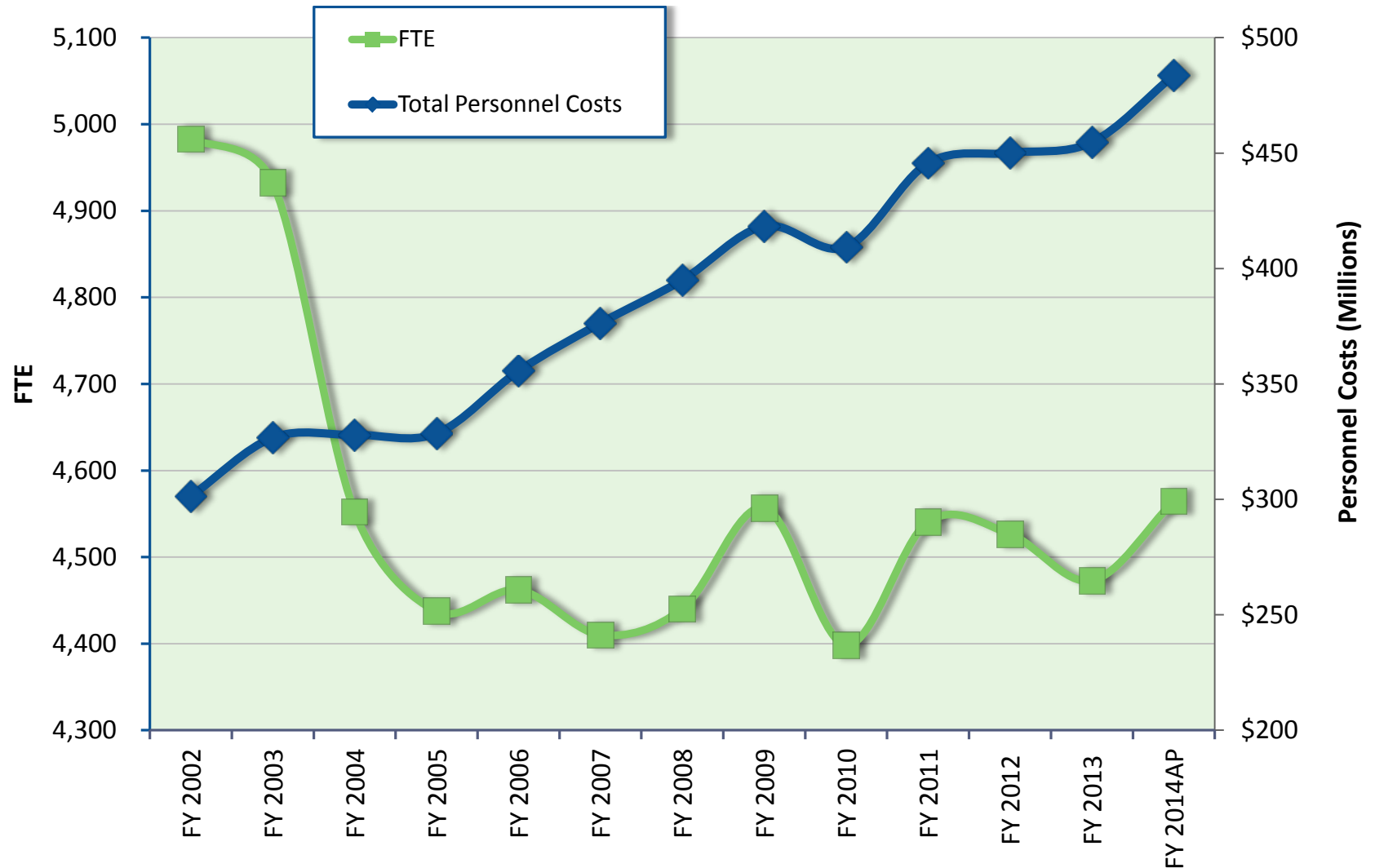
What We Spend our Resources on...

FY 2004 Actuals – FY 2014 Approved (All Funds)



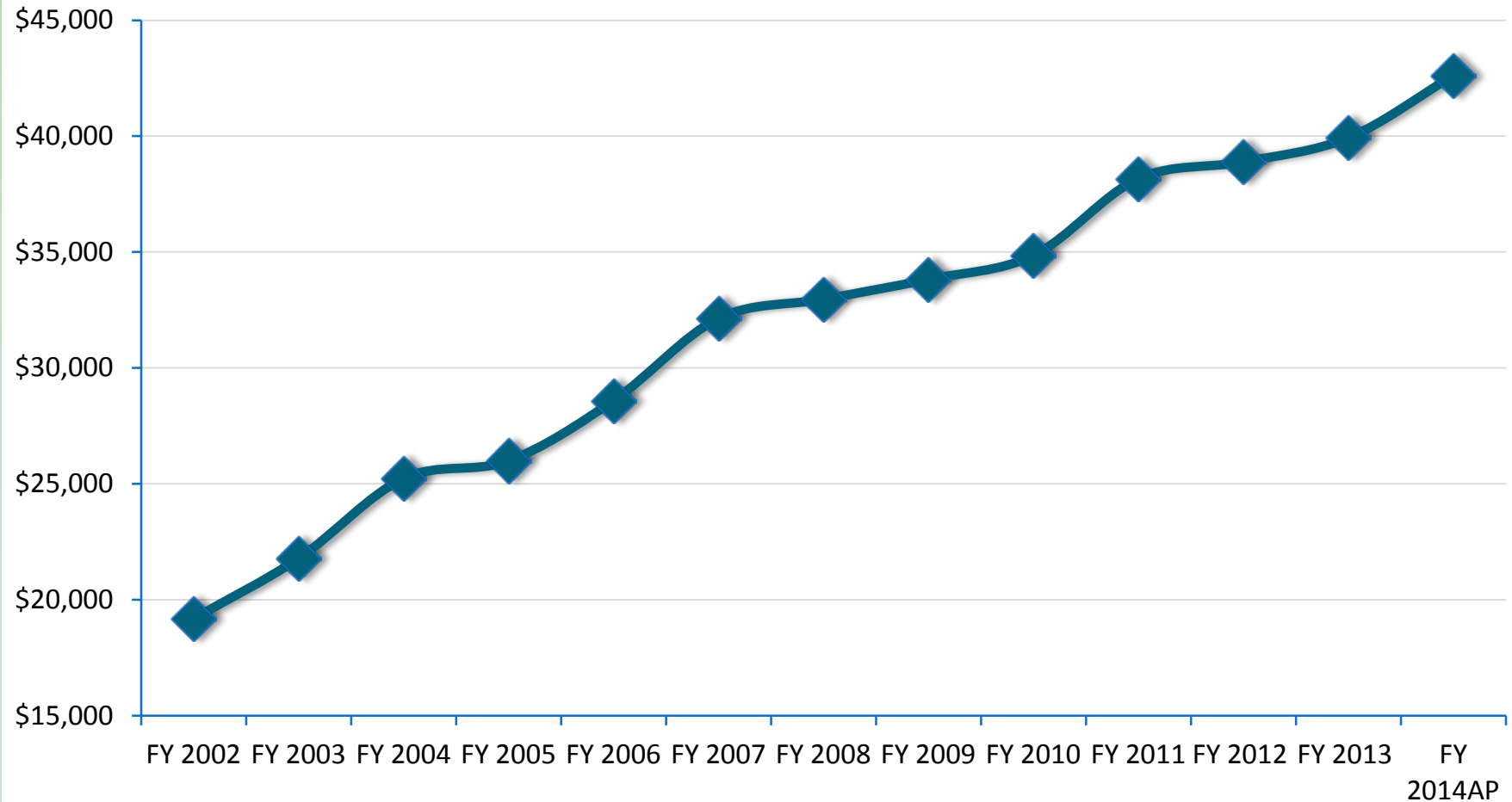
Adopted FTE vs. Total Personnel Costs

FY 2002 Adopted to FY 2014 Approved (All Funds)



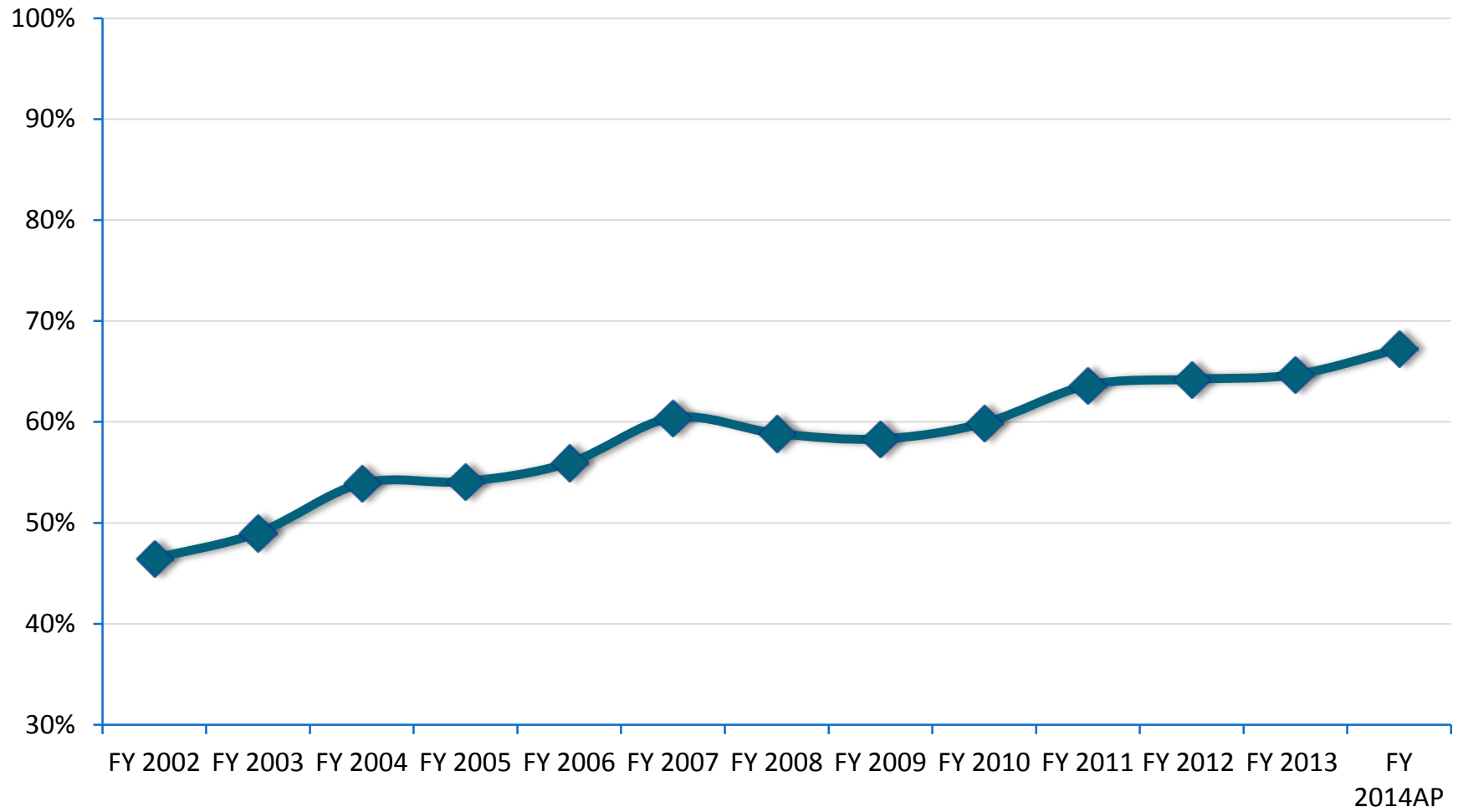
Avg. Benefits & Insurance Cost per FTE

FY 2002 Adopted to FY 2014 Approved



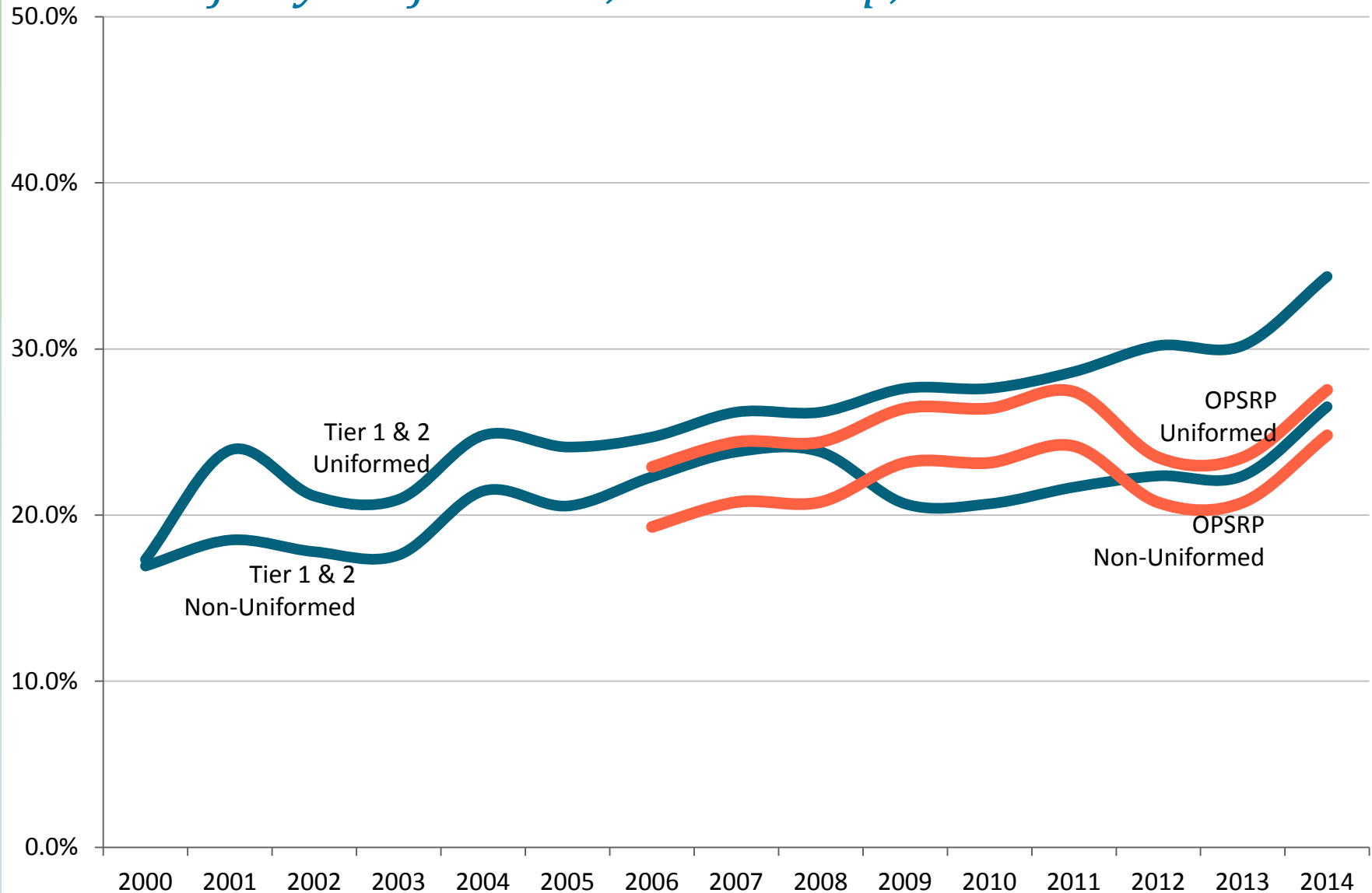
Benefits & Insurance % of Payroll

FY 2002 Adopted to FY 2014 Approved



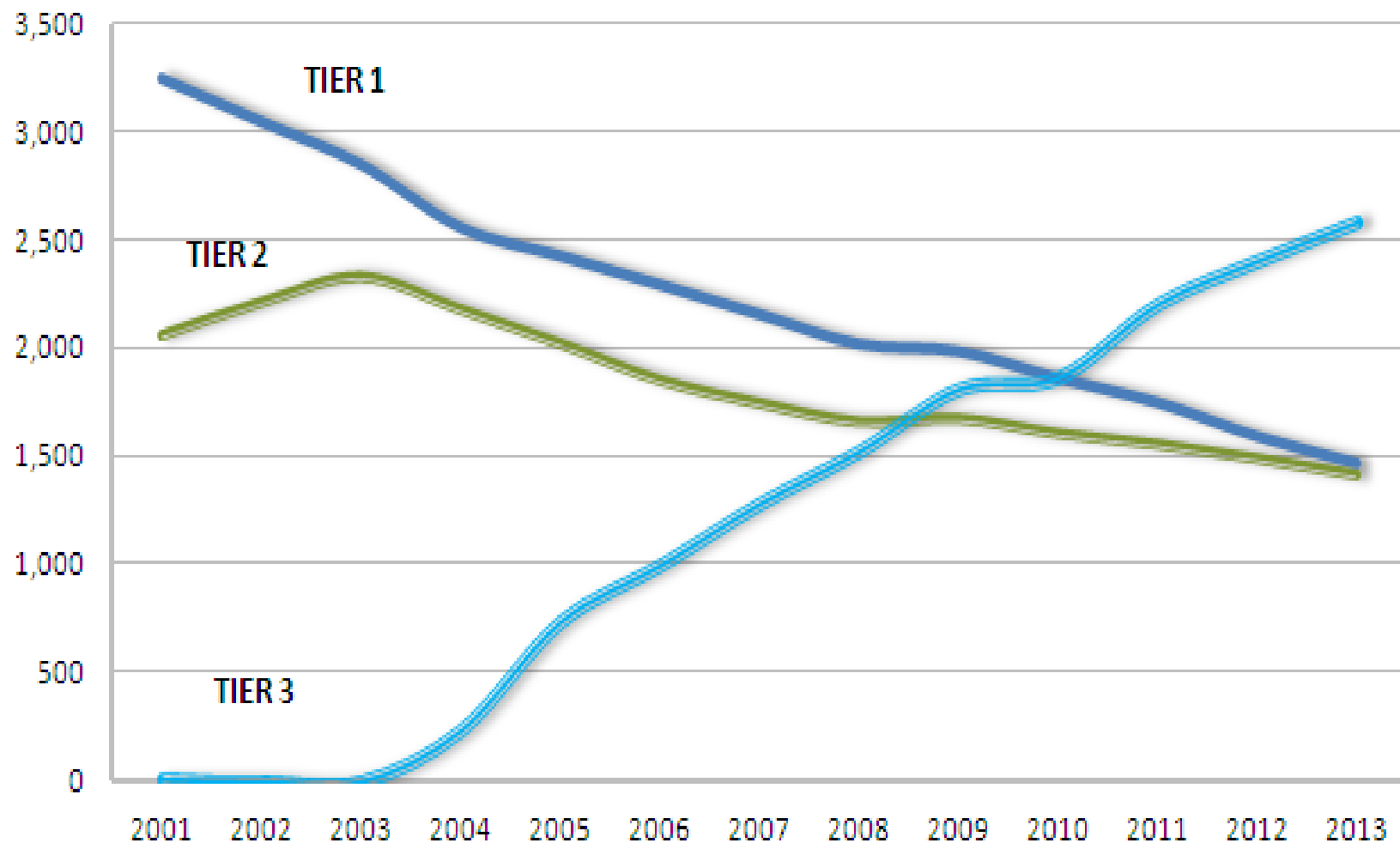
PERS Rates Charged to Departments

Based on % of Payroll for PERS, 6% Pick-Up, and PERS Bond

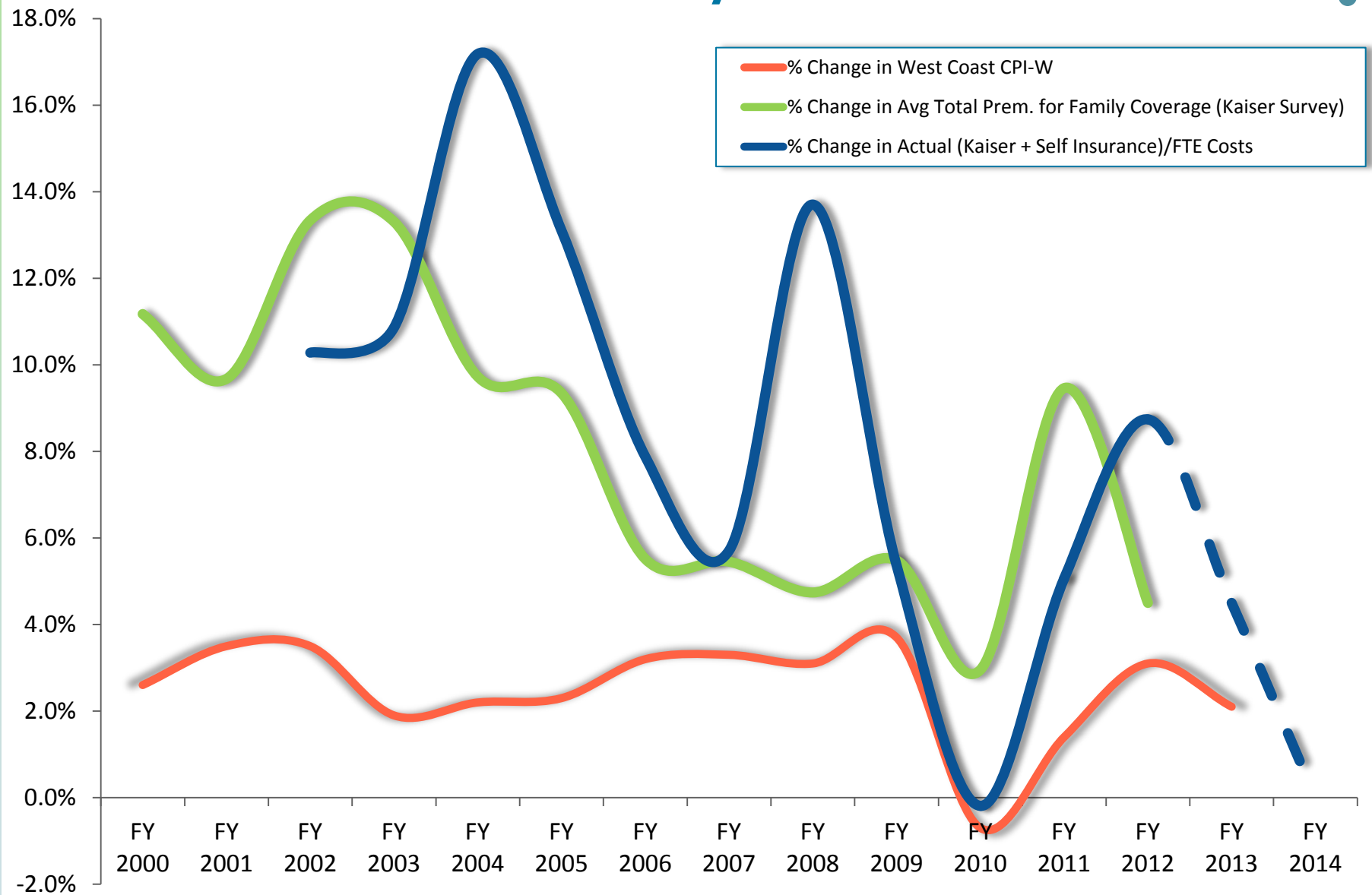


FTE by PERS Tier

Based on Actual People

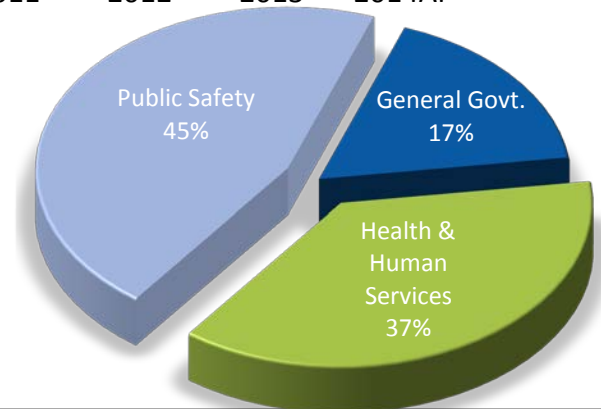
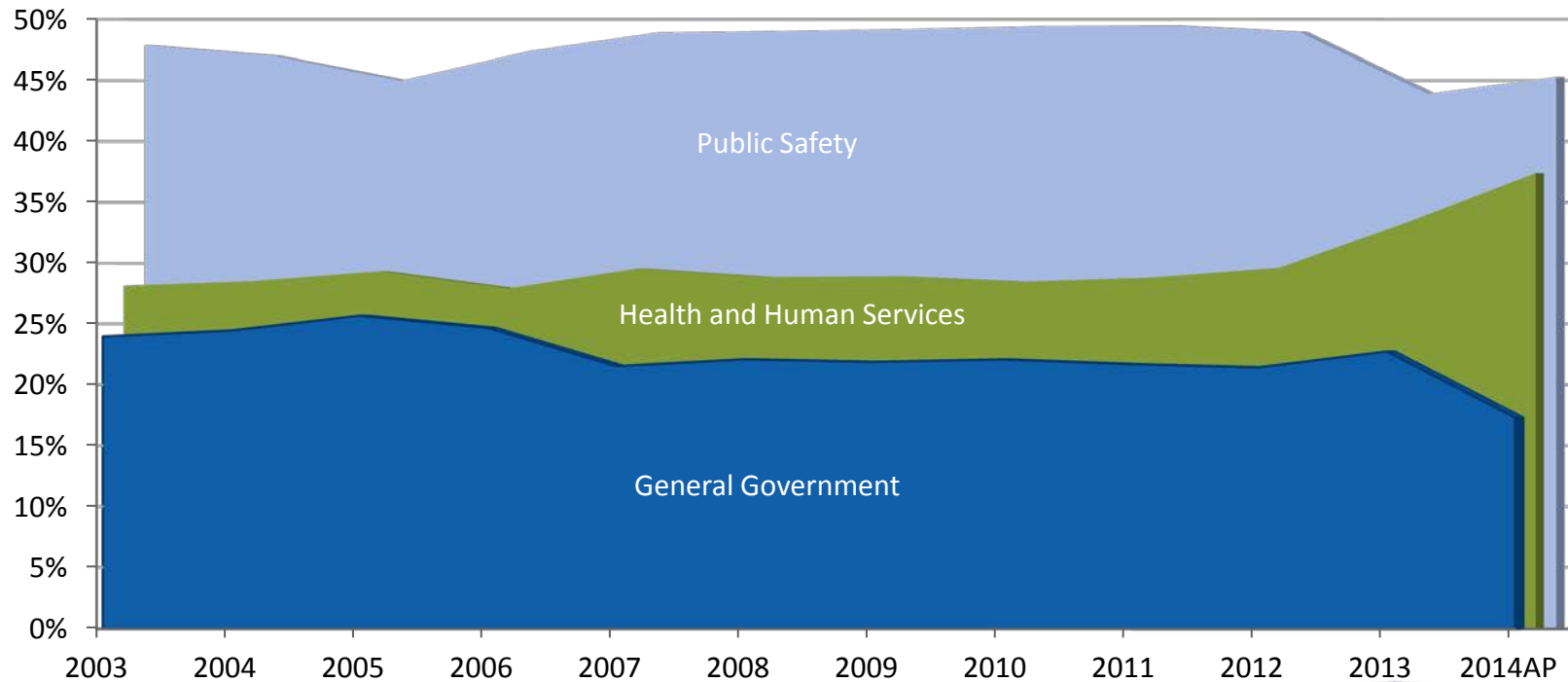


Health Care Inflation/Costs

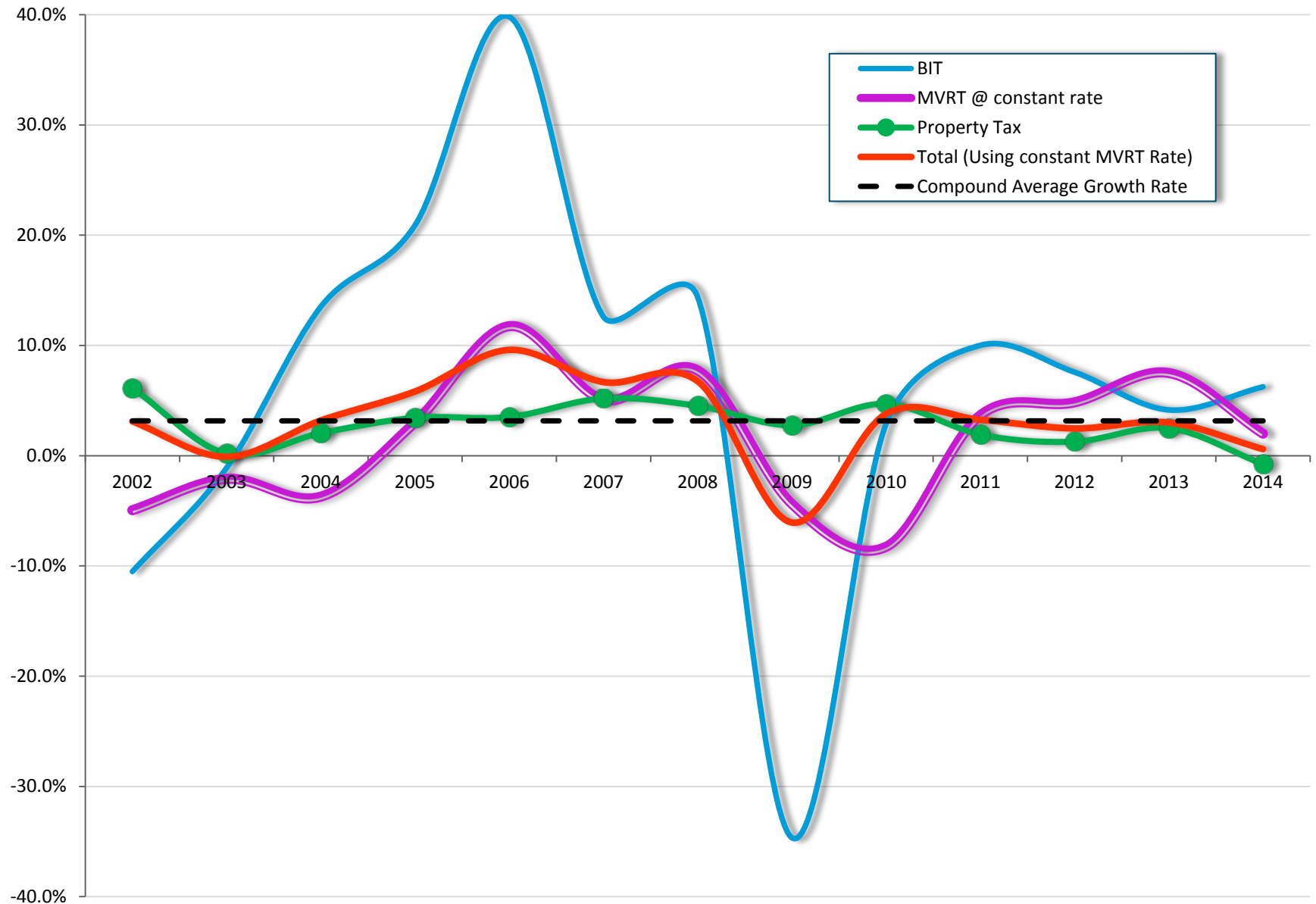


What Areas Do We Spend General Fund?

FY 2003 Adopted to FY 2014 Approved



How Fast does GF Grow to Support Services?



A Delicate Balance

Lots of Good News

- Relatively Stable General Fund
- General Fund gap addressed through FY 2016
- Reserves and contingency funded
- BIT stabilization reserve maintained
- Prudent budget practices
- Preparing for future by investing in our infrastructure & people
- Deliberate use of OTO w/no support for ongoing programs



A Delicate Balance

- Maintaining a sustainable budget into the future
- Preparing for uncertainties (\$2.1 m set aside)
 - Federal policies and sequestration
 - State budget and initiatives
 - Impact of City of Portland reductions

Questions?

