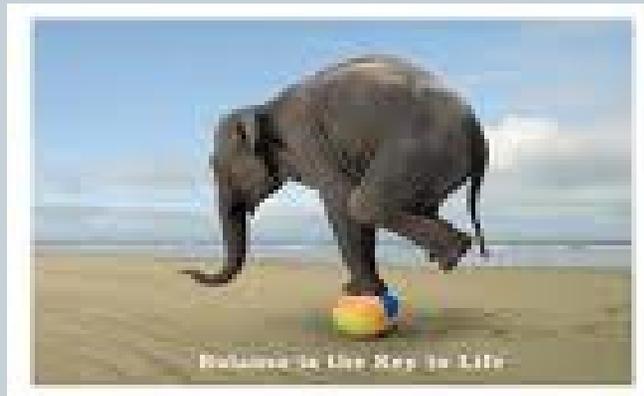


# Collin County FY2011 General Fund Balanced Budget Can it be done?



**PRESENTED BY JEFF MAY  
COUNTY AUDITOR**



# Overview



- **Summary of FY2011 General Fund Revenue Estimates**
- **10 Recommendations for a General Fund Balanced Budget**

# General Fund Revenues

(in millions)



## FY 2010 Adopted

Taxes	\$ 130.4
Investment Earnings	3.1
Intergovernmental	3.5
Fees/Charges for Services	17.0
Fines	2.3
Other	<u>0.6</u>
<b>TOTAL</b>	<b>\$ 156.9</b>

## FY2011 Estimate

Taxes (assuming 2010 tax rate)	\$ 123.3
Investment Earnings	1.1
Intergovernmental	3.3
Fees/Charges for Services	15.3
Fines	1.7
Other	<u>0.5</u>
<b>TOTAL</b>	<b>\$ 145.2</b>

**\$11.7 decrease**

# 1. Change Budget Procedure for Non-Departmental - Contingencies (up to \$5.6 mm)



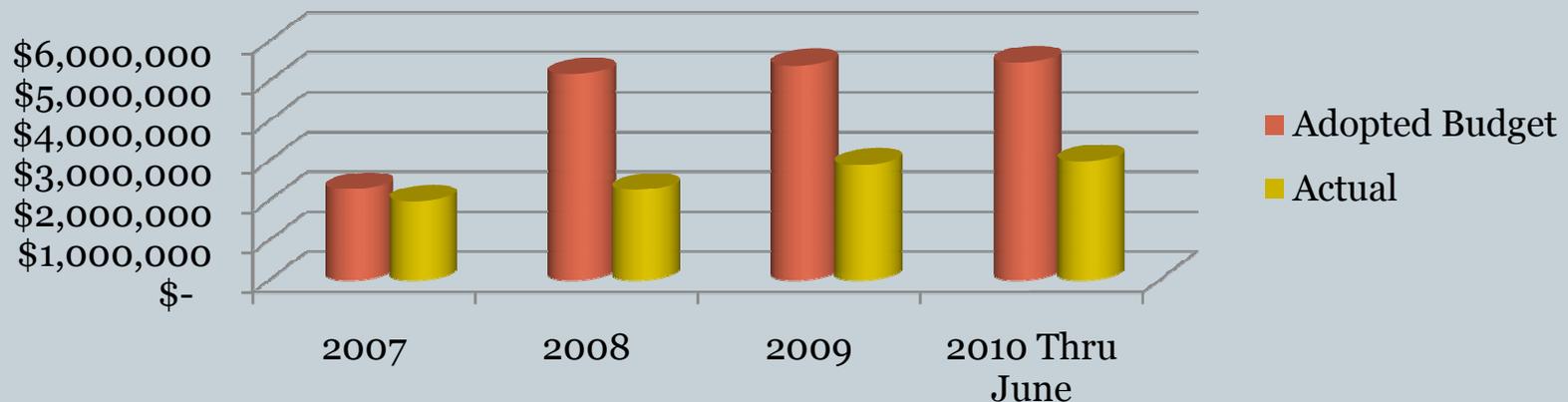
- General Fund Adopted Budget \$6,657,792
- Unused budgets in contingencies accounts for over \$27 million of our increase in fund balance since FY2000
- Recommend budgeting only what is anticipated for next fiscal year. Future year expenditures can be reserved in fund balance.

## 2. Reduce Non-Departmental Maintenance and Maintenance Contract Budgets (up to \$2.2mm)



- FY2010 adopted budget for maintenance is \$5.46mm; actual expenditures in FY2009 was \$2.9mm and FY2008 was \$2.26mm
- Further cuts could be made by reducing under-utilized contracts

Non-Dept Maintenance  
Adopted Budget vs. Actual



### 3. Utilize District Attorney's Office for Legal Advice (\$500,000)



- FY2010 Adopted Budget - \$800,000
- Hiring one or two attorneys in the District Attorney's Office to handle legal matters for the County may be less costly
- Section 41.007 of the Government Code requires the District Attorney to provide advice to county or precinct officials regarding their official duties
- Section 157.901 of the LGC entitles officials or employees to be represented by the District Attorney in most matters regarding their official duties.

4. Reduce various accounts in **Non-Departmental** Accounts Due to under-utilization. (\$1.1mm)



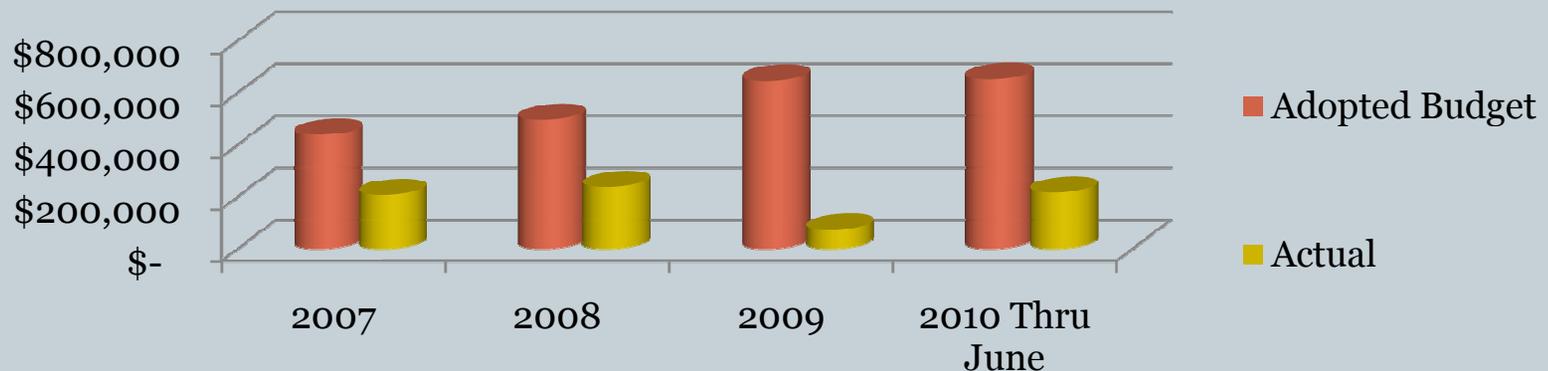
- Reduce Consultant Budget - \$200K
- Reduce Miscellaneous (account 8701) - \$315K
- Reduce temp worker salary and benefits - \$500K
- Eliminate health insurance (account 5904) budget - \$43K
- Eliminate Pamphlets (account 6507) budget - \$50K

## 5. Restructure Capital Replacement Budgeting (up to \$600,000)



- FY2010 General Fund adopted budget for Capital Replacement is \$652K; actual expenditures in FY2009 was \$71K and FY2008 was \$236K
- Recommend reducing budget, rolling over current budget, and/or reserving funds in fund balance

Capital Replacement  
Adopted Budget vs. Actual



## 6. Reallocate Road and Bridge Tax Revenue (\$3.9mm)



- The Road and Bridge fund is generating sufficient revenues to support itself in FY2011
- Recommend allocating no tax revenue in FY2011 to the Road and Bridge Fund

## 7. Reduce Unemployment Insurance Premium by 75% (\$250,000)



- Reduction will have no impact on our ability to pay claims due to the more than sufficient fund balance.
- Historically, this premium to the internal service fund (504) was not paid many years because the fund balance was too large.

## 8. Combine county building maintenance departments into one department (\$500,000).



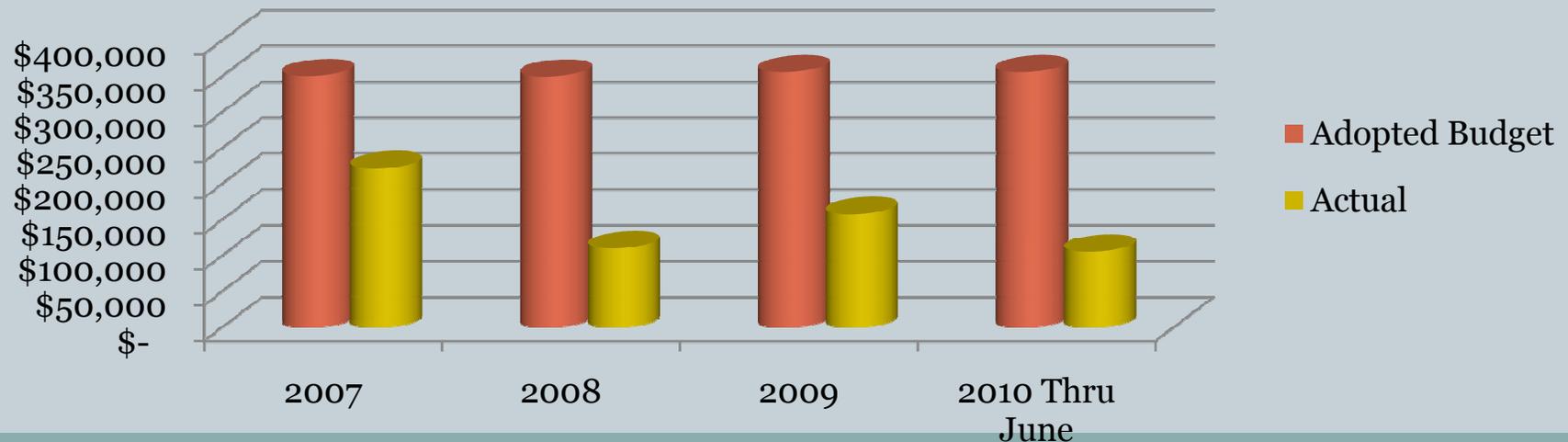
- Individual building costs can still be managed by project and/or work order system.
- Budget is shared by facility and will allow for better overall budget management.
- Reduces budget cushions for each facility for unplanned costs (currently 13 departments in General Fund)

## 9. Reduce cell phone budget (\$200,000).



- FY2010 adopted budget is \$355,969, 2009 actual was \$158k and year to date 2010 is \$105k
- Further savings may be generated by changing to an allowance instead of providing cell phones and service

Cell Phone Service  
Adopted Budget vs. Actual



## 10. County Auditor Budget Reduction (\$150,000)



- The County Auditor's budget is expected be reduced by over \$150,000.

# Summary of 10 Recommendations

(in millions)



	<b><u>IMPACT ON BUDGET</u></b>
1. Contingencies changes	\$ 5.6
2. Non-Departmental maintenance	2.2
3. Use DA for legal services	0.5
4. Reduce various under-used Non-Dept. Budgets	1.1
5. Restructure Capital Replacement	0.6
6. Reallocate Road and Bridge Taxes	3.9
7. Reduce Unemployment Insurance Premium	0.25
8. Restructure Building Maintenance Depts.	0.5
9. Reduce / Restructure Cell Phone payments	0.2
10. County Auditor Budget Reductions	<u>0.15</u>
<b>TOTAL IMPACT ON BUDGET</b>	<b>\$ 15.0</b>