



## FY 2017 Recommended Budget Budget Question

**Board Question #: 66**

**BUDGET QUESTION:** What has been the result of County operations for each of the last 10 years? In other words, what balance has been left at the end of the year?

**RESPONSE:** The attached spreadsheet shows the undesignated fund balance at the end of each fiscal year beginning in FY 2008. FY 2008 was the first year the Fiscal Stability Reserve existed. Prior to that year, fund balance figures are not segregated in such a way as to provide appropriate comparisons to the “Undesignated Fund Balance” shown in the attached.

The “Year to Year \$ Change” line highlighted yellow provides the annual result of operations after accounting for the policy level changes to the Fiscal Stability Reserve; the planned use of fund balance in the budget for the following fiscal year; the approved carryover amounts; and all other restrictions and Board-approved designations.

Note that the “Year to Year \$ Change” shows a negative \$5.8 million change from FY 2014. This may seem counterintuitive to those who remember the availability of \$10 million at the end of FY 2015. However, please recall that funding available at the end of the year was designated by the Board at staff’s recommendation for increases to the Fiscal Stability Reserve and to create/increase other reserves. When the \$118,973 Undesignated Fund Balance showing for FY 2015 is added to the amounts that were set aside for/added to reserves, the total is \$10.2 million. (See the boxed area on the attached spreadsheet.)

	<b>FY 2008*</b>	<b>FY 2009</b>	<b>FY 2010</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>FY 2015</b>
Undesignated Fund Balance	\$1,834,774	\$419,082	\$6,377,283	\$2,423,220	\$5,045,599	\$3,141,829	\$5,949,306	\$118,973
Year to Year \$ Change	\$1,834,774	-\$1,415,692	\$5,958,201	-\$3,954,063	\$2,622,379	-\$1,903,770	\$2,807,477	-\$5,830,333

<u>Where'd the \$10M go in FY 2015?</u>	
FY 2015 Undesignated Fund Balance (shown above)	\$118,973
Increase FSR to 11%	\$3,850,552
Create BSR at 1.25% (this amt is short of 1.25%)	\$4,157,898
Increase health insurance reserve	\$86,626
Create Economic Opp. Reserve	<u>\$2,000,000</u>
	\$10,214,049

\* FY 2008 was the first year the Fiscal Stability Reserve existed. Prior year fund balance figures are not segregated in such a way as to provide comparisons to the "Undesignated Fund Balance" shown here.