

2016

WORKSHOP #2



August 18, 2015



Table of Contents

2016 BUDGET PROCESS

Workshop #2

General Fund Budget Summary	1
Discussion Items:	
Cost of Living Adjustment (COLA)	2
Health Insurance Premiums	4
Aid to Non-governmental Agencies Analysis	5
1115 Waiver Program	6
General Fund Revenue Analysis.....	8

HIDALGO COUNTY
Department Of Budget & Management

2016 BUDGET PROCESS
General Fund Budget
As of August 18, 2015

2016 Base Budget: **186,692,709**

Operating Expenses @2015 Adopted Budget Level

Budget Increases:	<u>Requested</u>		<u>Recommended</u>	
COLA	4,231,396	5%	2,538,838	3%
Law Enforcement Positions COLA	1,531,162	5%	918,697	3%
Communication Officers Pay Plan	129,009		129,009	
Law Enforcement Pay Plan Upgrade	4,784,656		-	
Health Insurance (8% Premium Increase)	1,298,469		1,298,469	
Operating Expenses	9,006,843		1,500,000	
Law Enforcement Step Increase	1,233,549		-	
Personnel Requests (as of 07/27/15)	888,195		-	
Fire Calls Contract	684,126		458,364	
COPS 13	683,506		-	
Urban County Lease	100,257		-	
Juvenile Grant	91,000		91,000	
Appraising Fees	71,000		71,000	
Humane Society	51,756		51,756	
Total Increases:	24,784,924		7,057,133	

2016 Budget:	211,477,633	193,749,842
Estimated Revenues:	183,037,170	183,037,170
Budgeted Deficit:	(28,440,463)	(10,712,672)

Proposed Reductions:		
Aid to Non-Governmental Agencies	-	-
1115 Waiver UC	-	1,000,000
Other Reductions	3,100,000	3,100,000
Total Reductions:	3,100,000	4,100,000

2016 Proposed Budget:	208,377,633	189,649,842
Estimated Deficit:	(25,340,463)	(6,612,672)

PRELIMINARY DATA - FOR DISCUSSION PURPOSES ONLY

HIDALGO COUNTY
Department Of Budget & Management

2016 BUDGET PROCESS
Cost of Living Adjustment (COLA)
Cost Analysis

COLA	General Fund	Law Enforcement	Elected Officials ⁽¹⁾	Road & Bridge	Total Cost
5%	3,412,676	1,531,162	136,112	682,608	\$5,762,558
4%	2,730,141	1,224,930	108,890	546,086	\$4,610,046
3%	2,047,606	918,697	81,667	409,565	\$3,457,535
2.5%	1,706,338	765,581	68,056	341,304	\$2,881,279

1. Excludes District Court Judges & County Court at Law Judges

HIDALGO COUNTY

Department Of Budget & Management

2016 BUDGET PROCESS

COLA History

Labor Statistics (2nd QTR)		County History		
YEAR	CPI - W ⁽¹⁾	BUDGET YEAR	COUNTY COLA	EST. LAG
2007	2.6%	2008 ⁽²⁾	4.0%	1.4%
2008	4.8%	2009 ⁽²⁾	5.0%	0.2%
2009	0.0%	2010	0.0%	0.0%
2010	0.5%	2011	0.0%	-0.5%
2011	3.9%	2012	0.0%	-3.9%
2012	1.9%	2013	3.0%	1.1%
2013	1.3%	2014	0.0%	-1.3%
2014	2.0%	2015	0.0%	-2.0%
2015	0.0%	2016		
	<u><u>17.0%</u></u>		<u><u>12.0%</u></u>	<u><u>-5.0%</u></u>

(1) CPI based on US Department of Labor Bureau of Labor Statistics.

(2) In 2008 highest increases were 5%; In 2009 highest increases were 11%

HIDALGO COUNTY
Department Of Budget & Management

2016 BUDGET PROCESS

Employee Count by Plan and Tier

EMPLOYEE COUNT		BASIC					BUY-UP					TOTAL
		E	E/C	E/S	E/F	SUBTOTAL	E	E/C	E/S	E/F	SUBTOTAL	
JUNE 2015	HIDALGO COUNTY	1,165	439	82	131	1,817	454	334	71	62	921	2,738
	DRAINAGE DISTRICT NO.1	61	17	5	6	89	18	12	2	-	32	121
	COMMUNITY SERVICE	23	4	2	1	30	4	2	-	-	6	36
	HEAD START PROGRAM	458	92	24	19	593	68	23	8	4	103	696
	APPRAISAL DISTRICT	36	10	3	2	51	17	16	6	3	42	93
	RETIREEES	26	6	5	-	37						37
	COBRA	1	-	-	1	2	1	-	-	-	1	3
		1,770	568	121	160	2,619	562	387	87	69	1,105	3,724

		BASIC					BUY-UP					TOTAL
		E	E/C	E/S	E/F	SUBTOTAL	E	E/C	E/S	E/F	SUBTOTAL	
Current Premium		494	102	232	334		44	174	332	504		
8% Premium Increase		39.52	8.16	18.56	26.72		3.52	13.92	26.56	40.32		
8% Increase	HIDALGO COUNTY	1,298,469	42,987	18,263	42,004	1,401,723	19,177	55,791	22,629	29,998	127,596	1,529,318
	DRAINAGE DISTRICT NO.1	57,383	1,665	1,114	1,924	62,085	760	2,004	637	-	3,402	65,487
	COMMUNITY SERVICE	17,073	392	445	321	18,230	169	334	-	-	503	18,733
	HEAD START PROGRAM	330,071	9,009	5,345	6,092	350,517	2,872	3,842	2,550	1,935	11,199	361,716
	APPRAISAL DISTRICT	44,104	979	668	641	46,393	718	2,673	1,912	1,452	6,755	53,148
	RETIREEES	17,547	588	1,114	-	19,248						19,248
	COBRA	1,423	-	-	321	1,743	42	-	-	-	42	1,786
		1,766,070	55,619	26,949	51,302	1,899,940	23,739	64,644	27,729	33,385	149,497	2,049,437

HIDALGO COUNTY

Department Of Budget & Management

2016 BUDGET PROCESS

Aid to Non- Governmental Agencies
Original Budget vs. Actual Expense Analysis

ADOPTED BUDGET

Agency Name	2013	2014 ⁽¹⁾	2015
VIDA	250,000	187,500	125,000
HISTORICAL MUSEUM	360,000	270,000	180,000
DONNA MUSEUM	40,000	30,000	20,000
MISSION MUSEUM	40,000	30,000	20,000
TOTAL:	\$ 690,000	\$ 517,500	\$ 345,000

ACTUAL EXPENDITURES

Agency Name	2013	2014	2015
VIDA	250,000	70,139	125,000 ⁽²⁾
HISTORICAL MUSEUM	360,000	270,000	360,000 ⁽³⁾⁽⁴⁾
DONNA MUSEUM	40,000	30,000	20,000
MISSION MUSEUM	40,000	30,000	20,000
TOTAL:	\$ 690,000	\$ 400,139	\$ 525,000

VARIANCE: \$ - \$ (117,361) \$ 180,000

1. FY 2014 implementation of 25% annual budget reductions.
2. Contract renewal effective May 1st, 2015 was made for \$187,500 (AI-48866). \$125,000 budgeted in 2015 should be sufficient to cover May - Dec 2015.
3. On 1/20/2015 commissioners' court approved the 2015 Museum Funding Agreement in the amount of \$270,000 (AI-48069) and later amended the agreement to increase the total annual funding to \$360,000.00 (AI-48513).
4. Excludes \$100,000 agreement for renovations to the Original 1910 County Jail; amount will be allocated every year until expiration of agreement Calendar Year 2016.

HIDALGO COUNTY
Department Of Budget & Management

2016 BUDGET PROCESS

1115 Waiver Program
Funding Options
As of August 18, 2015

FY 2015 AGRTL	\$	13,057,100
% Increase in Taxable Valuation		5.85%
Estimated FY 2016 AGRTL	\$	13,820,940

	Option A	Option B	Option C	Option D
Budget	4,500,000	5,000,000	5,500,000	6,000,000
IGT Multiplied Amount ⁽¹⁾	5,996,700	6,663,000	7,329,300	7,995,600
Total Funding	10,496,700	11,663,000	12,829,300	13,995,600
Variance to Est. AGRTL	(3,324,240)	(2,157,940)	(991,640)	174,660
Variance to Average Expenditures ⁽²⁾	(408,430)	757,869	1,924,169	3,090,469

1. Estimated 1.3326 multiplier

2. 3-year Average Expenditures were \$10,905,131.00; Average includes 2015 year end projections.

HIDALGO COUNTY
Department Of Budget & Management

2016 BUDGET PROCESS

GENERAL FUND
1115 Waiver Program
Five Year History

Year	County Contribution	Stated Multiplied Amount ⁽¹⁾	Total UPL Funds	Actual Expenditures ⁽²⁾	Variance
2010	8,391,606	11,942,094	20,333,700	14,874,358	5,459,342
2011	6,375,000	9,788,813	16,163,813	13,543,234	2,620,578
2012	5,500,000	7,664,250	13,164,250	11,849,836	1,314,414
2013	8,000,000	11,656,000	19,656,000	12,521,307	7,134,693
2014	9,000,000	12,786,300	21,786,300	10,066,316	11,719,984
2015	6,000,000	8,302,800	14,302,800	8,439,811	5,862,989

(1) Based on FMAP Rate from US Department of Health & Human Services for 2010-2015

(2) Auditor's Fund Reports CC 8/4/15

HIDALGO COUNTY
Department Of Budget & Management

2016 BUDGET PROCESS
GENERAL FUND
Revenue Analysis
Five Year History

Year	Original Estimated Revenues	Actual Revenue ⁽¹⁾	Variance
2011 ⁽²⁾	156,363,270	163,641,995	7,278,725
2012 ⁽³⁾	158,239,101	165,366,932	7,127,831
2013 ⁽⁴⁾	161,349,082	168,592,234	7,243,152
2014 ⁽⁵⁾	166,283,522	175,979,098	9,695,576
2015	176,538,434	164,323,365	(12,215,069)

(1) Actual Revenues as of August 17, 2015

(2) **2011 Actual Revenue Excludes:** FEMA reimbursements in the amount of \$41,938.19; Indigent Defense Grant Equalization Disbursement \$879,445.00; Landmark Settlement received for bad construction on Jail in the amount of \$1,120,797.87; Landmark Settlement Attorney Fees \$598,500.00; Transfers In \$176,433.36; Other Financing Sources-Capital \$460,322.98

(3) **2012 Actual Revenue Excludes:** FEMA reimbursements in the amount of \$5,174.85; Indigent Defense Grant Equalization Disbursement \$467,710.00; Landmark Settlement received for bad construction on Jail in the amount of \$159,072.23; Transfers In \$16,000.00; Other Financing Sources-Capital \$118,864.44

(4) **2013 Actual Revenue Excludes:** 1115 Waiver Reimburesment of \$7,022,937.35; Transfers In \$346.49; Other Financing Sources-Capital \$6,964,955.01

(5) **2014 Actual Revenue Excludes:** Other Financing Sources-Capital \$487,581.50