



2010 Budget Development Plan

August 11, 2009

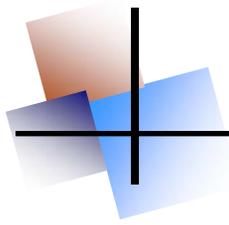


TABLE OF CONTENTS

Revenues - Historical/Current Data	1
2010 Budget Development Process	2
Self Funded Programs	3
2010 Budget Development Criteria	4

HIDALGO COUNTY

Department Of Budget & Management

Revenues HISTORICAL/CURRENT DATA

Freeze Adjusted Tax Valuations				
Tax Yr.	Budget Yr.	Net Taxable	Amount Change	% Change
2006	2007	19,979,316,361	2,007,684,509	11.17%
2007	2008	22,767,125,451	2,787,809,090	13.95%
2008	2009	24,806,860,954	2,039,735,503	8.96%
2009	2010	25,762,573,203	955,712,249	3.85%

G/F Total Revenues					
Budget Yr.	Tax Revenue	Other	Total Revenue	Net Change	% Change
2006	103,461,965	14,922,982	118,384,947	13,027,873	12.37%
2007	113,603,034	18,987,594	132,590,628	14,205,681	12.00%
2008	127,576,651	20,575,520	148,152,171	15,561,543	11.74%
2009	140,901,313	21,049,007	161,950,320	13,798,149	9.31%
2010	143,295,167	18,000,000	161,295,167	-655,153	-0.40%

G/F Tax & Other Revenues						
Budget Yr.	Tax Revenue	Amount Change	% Change	Other Revenue	Net Change	% Change
2006	103,461,965	11,325,810	12.29%	14,922,982	1,702,063	12.87%
2007	113,603,034	10,141,069	9.80%	18,987,594	4,064,612	27.24%
2008	127,576,651	13,973,617	12.30%	20,575,520	1,587,926	8.36%
2009	140,901,313	13,324,662	10.44%	21,049,007	473,487	2.30%
2010	143,295,167	2,393,854	1.70%	18,000,000	-3,049,007	-14.49%

HIDALGO COUNTY

Department Of Budget & Management

2010 BUDGET DEVELOPMENT PROCESS

As of August 11, 2009

General Fund - Maintenance and Operations

Estimated Revenues/Expenditures (2010) \$161,295,167 (\$655,152)

Base 2010 Budget (2009 Adopted) **\$161,950,319**

Base Budget Adjustments:

Proposed Adjustments (Increases)

Public Defense (Indigent/Other)	2,035,000
New Positions Post Adopted Budget	1,265,138
County-Wide Admin-Contingency	846,137
TCDRS Contribution Rate Change	627,471
Indigent Health Care Contribution Change	500,000
General Litigation	500,000
Public Defenders Office - New County Dept.	476,364
Medi-Plex Building - Rent and Utilities	400,000
City Fire Depts. Rate Change	250,000
Total Proposed Adjustment - Increases:	\$6,900,110.31

Base Budget Adjusted (Inc.) \$168,850,429.31 (\$7.6 M)

Proposed Adjustments (Decreases)

Health Self-Insured Funding Adj - (25%)	1,869,743
Worker's Comp. Funding Adj - (100%)	1,033,241
Vehicles	800,827
Gasoline/Diesel Reduction - (25%)	756,938
Computer/Software/Other Equip. - (50%)	647,831
Minor Equipment/Software/Other Equip.- (100%)	580,440
Travel/Registration Fees Reduction - (50%)	539,798
Other - Object Code 890 - (100%)	425,463
Minor Office Furniture & Equipment - (100%)	320,292
Office & Computer Supplies (25%)	230,067
Household & Janitorial Supplies - (25%)	137,814
Printing & Binding - (25%)	94,435
Office Furniture/Office Furniture and Equip. - (50%)	79,000
Food	39,375

Total Proposed Adjustment - Decreases: 7,555,262

Base Budget Adjusted (Inc./ Dec.) 161,295,167

2010 Projected Budget \$ 161,295,167.00

HIDALGO COUNTY

Department Of Budget & Management

SELF FUNDED PROGRAMS

As of August 11, 2009

FY 2008	
<u>HEALTH BENEFITS FUND (2201)</u>	
Revenues	16,916,552.00
Expenditures	<u>(15,303,980.00)</u>
Net Increase Decrease to Fund Balance	1,612,572.00
<u>WORKERS COMPENSATION FUND (2202)</u>	
Revenues	3,021,959.00
Expenditures	<u>(2,279,779.00)</u>
Net Increase Decrease to Fund Balance	742,180.00

FY 2009	
<u>HEALTH BENEFITS FUND (2201)</u>	
Revenues	17,412,712.00
Expenditures ⁽¹⁾	<u>(17,599,577.00)</u>
Net Increase Decrease to Fund Balance	(186,865.00)
<u>WORKERS COMPENSATION FUND (2202)</u>	
Revenues ⁽³⁾	714,399.00
Expenditures	<u>(2,279,779.00)</u>
Net Increase Decrease to Fund Balance	(1,565,380.00)

FY 2010	
<u>HEALTH BENEFITS FUND (2201)</u>	
Revenues ⁽²⁾	13,665,112.00
Expenditures ⁽¹⁾	<u>(20,239,513.55)</u>
Net Increase Decrease to Fund Balance	(6,574,401.55)
<u>WORKERS COMPENSATION FUND (2202)</u>	
Revenues	0.00
Expenditures ⁽³⁾	<u>(2,279,779.00)</u>
Net Increase Decrease to Fund Balance	(2,279,779.00)

FUND BALANCE ⁽⁴⁾	
<u>HEALTH BENEFITS FUND (2201)</u>	
2009 Beg. F/B	11,403,988.00
2009 Inc./Dec.	(186,865.00)
2010 Inc./Dec.	<u>(6,574,401.55)</u>
2010 End. F/B	4,642,721.45
<u>WORKERS COMPENSATION FUND (2202)</u>	
2009 Beg. F/B	9,881,774.00
2009 Inc./Dec.	(1,565,380.00)
2010 Inc./Dec.	<u>(2,279,779.00)</u>
2010 End. F/B	6,036,615.00

Assumptions:

- (1) 15% increase over prior year expenditures
- (3) 100% reduction on contribution rates

- (2) 25% reduction on employer paid premium
- (4) no change on actuarial required reserve

2010 BUDGET DEVELOPMENT CRITERIA

1. No new positions except those deemed necessary to meet critical County functions.
2. No reclassifications except those deemed necessary to implement the County's Classification and Compensation Project.
3. Forgo certain scheduled or proposed increases as necessary to achieve a balanced budget with no increase in taxes.
4. Reduce certain operating expenditures such as travel, registration fees, new furniture, and other new equipment that will not negatively affect County operations.
5. Identify solutions to decrease projected expenditures for Public/Legal Defense.
6. Review the need to continue expiring grants that would require full county funding.
7. Review the need to continue funding certain governmental and non-governmental agencies.
8. Cost of Living Adjustment (COLA) for employee salaries may not be required given the current DOL CPI index and low inflation.
9. Reduce employee premiums for the Workers' Compensation Program to reflect actuarial requirements.
10. Reduce employee premiums for health benefits to reflect actuarial requirements.
11. Other criteria as directed by Commissioner's Court