

BUDGET DETAIL

	Actual 2005-06	Actual 2006-07	Budget 2007-08	Requested 2008-09	Proposed 2008-09	Approved 2008-09	Adopted 2008-09
Service Programs							
General Fund Transfers	48,008,650	62,455,788	54,958,045	56,789,062	56,789,062	56,789,062	56,789,062
Total Expenditures	48,008,650	62,455,788	54,958,045	56,789,062	56,789,062	56,789,062	56,789,062
Funding Sources							
Discretionary Revenue	115,360,497	125,806,595	125,355,839	131,917,503	130,917,503	130,917,503	130,917,503
Beginning Fund Balance	24,841,257	30,929,058	25,028,937	26,642,979	26,642,979	26,642,979	26,642,979
Total	140,201,754	156,735,653	150,384,776	158,560,482	157,560,482	157,560,482	157,560,482
Discretionary Resources Allocated to Other							
General Fund Organization Units	92,193,104	94,279,865	95,426,731	101,771,420	100,771,420	100,771,420	100,771,420

Purpose Statement:

This budget houses transfers to special funds such as Community Corrections, Human Services, Aging Services, Debt Service and Capital Projects. It also receives all of the discretionary revenues available for allocation by the Board of Commissioners including property taxes, interest earnings, indirect cost charge receipts, liquor and cigarette tax distributions and timber receipts.

Included in this budget are video lottery distributions from the state. State law designates that these resources be used for economic development purposes, although neither the Oregon Constitution nor state statutes provide a definition. The County's allocation/use of these funds is guided by the State's practices, and advice of the Department of Justice and County Counsel. The broad test for appropriate expenditure is the ability to create jobs and /or further economic development.

Consistent with County 2000 Strategic Plan, the County's use of these funds has focused on the provision of traditional county services and infrastructure, rather than on more narrowly constructed marketing and outreach efforts. As such, this resource is generally distributed throughout General Fund organization units.

Service Program Description:

1. **General Fund Transfers:** Encompasses transfers to other special funds (General Fund Transfers) as noted above under the purpose statement.

County Administrator's Analysis:

Summary of Department's Requested Budget:

The requested budget for General Fund Transfers totals \$56,789,062 reflecting an increase of \$1,831,017 (3%) as compared to the 2007-08 adopted budget. Revenues are projected to increase \$5,561,664 (4.44%) and the beginning fund balance increases by \$1,614,042 (6.4%). The requested budget includes a number of changes in the amount of discretionary (general fund) resources that are allocated to special fund programs throughout the County organization. These changes, and changes to discretionary revenues are summarized below.

- The primary reason for the increase in expenditures is the \$2,806,045 transfer to the Community Corrections Fund, an increase of \$1,213,060 (76%).
- The requested budget again includes a transfer, in the form of loans, to the Local Option Levy fund to provide for cash flow requirements during the 2008-09 fiscal year. This transfer amount is \$2 million less than in 2007-08. The loan will be repaid with proceeds from that levy.
- The transfer to Organization Unit 362-6065 Major Streets Transportation Program (MSTIP 3) increases \$1,446,949. This increase is net of the annual 5% increase allocated to this program per Board policy less debt service costs.
- Other adjustments to transfers include increases of \$541,079 to Organization Unit 184-9710 Cooperative Library, \$75,293 to Organization Unit 186-4060 Sheriff's Contract Services for the Elder Abuse program, \$78,277 to Organization Unit 192-7060 Human Services, \$182,428 to Organization Unit 306-3585 Miscellaneous Debt Service, and \$372,991 to Organization Unit 356-3580 General Capital Projects.
- In addition there are reductions of \$45,060 to Organization Unit 354-3580 Information Technology Capital and \$34,000 to Organization Unit 218-6510 Housing Services.
- The increase in revenues reflects growth in assessed value resulting in increased current property tax proceeds. The additional property tax revenue is based on 4.25 % growth in assessed value and a 95.5% collection rate, resulting in an increase of \$4.25 million. The requested budget also includes \$954,829 increase in Video lottery proceeds, a \$1.3 million increase in the Strategic Investment Program, and a \$341,274 increase in Cable Television Franchise Fees.
- These increases are partially offset by reduced revenue from the Real Estate Transfer Tax of approximately \$180,635 due to lower activity, \$466,997 from the State Timber Receipts, \$142,317 in interest earnings, \$112,590 from the Indirect Cost Allocation Fund, and \$150,000 from the Local Option Levy Fund.

Additional changes in discretionary revenues are discussed in more detail in the Supplemental Information section of this document. Please refer to Discretionary Revenue Sources in the Summary Schedules and Trends subsection.

Highlights of Administrator's Proposed Budget:

I recommend that this budget be funded as requested with the following modification. The proposed budget reflects a \$1,000,000 reduction in revenues due to an input error related to the amount of the transfer from the Strategic Investment Program. The actual transfer amount is \$5,679,935, but was inadvertently entered as \$6,679,935.