

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							
Enhanced Sheriff's Patrol Dist.	<u>13,408,023</u>	<u>13,510,668</u>	<u>22,279,927</u>	<u>26,330,120</u>	<u>26,330,120</u>	<u>26,330,120</u>	<u>26,330,120</u>
Total Expenditures	13,408,023	13,510,668	22,279,927	26,330,120	26,330,120	26,330,120	26,330,120
Funding Sources							
Departmental Revenue	14,086,634	14,518,621	14,658,532	18,212,508	18,212,508	18,212,508	18,212,508
Beginning Balance	<u>6,799,287</u>	<u>7,477,897</u>	<u>7,621,395</u>	<u>8,117,612</u>	<u>8,117,612</u>	<u>8,117,612</u>	<u>8,117,612</u>
Total Resources	20,885,921	21,996,518	22,279,927	26,330,120	26,330,120	26,330,120	26,330,120

Purpose Statement:

This budget houses Enhanced Sheriff's Patrol District (ESPD) funds and disburses them to the County as required by contract for ESPD services. Since ESPD is a separate government jurisdiction, this budget unit exists for the purpose of housing property tax revenues for the District and to disperse funds for ESPD operations. Accordingly, the District's Board of Directors (the Washington County Board of Commissioners) authorizes appropriations for operation of the District from this budget (210-1680) and transfers funds from this budget to the Enhanced Patrol organization unit (182-4020) inside the County budget where all County operating expenditures are housed. Organization Unit 182-4020 (District Patrol) provides a detailed description of the ESPD operating budget.

The District has enjoyed the support of its voters as indicated by the following successful funding measures:

- Nov 1987, three-year (FY89-91) serial levy of \$3.4 million per year
- Nov 1990, three-year (FY92-94) serial levy of \$4.4 million per year
- Sept 1993, four-year (FY95-98) serial levy extension of \$6.4 million per year that was subsequently reduced to \$5.5 million by Measure 50 and converted to a permanent rate of .64 cents/1,000 of assessed value.
- Nov 1997, five-year (FY99-03) \$4.5 million per year supplemental local option (in addition to permanent fixed rate levy).
- Nov 2002, five-year (FY04-08) \$6.2 million per year supplemental local option levy

Service Program Description:

1. **Enhanced Sheriff's Patrol District:** Provides a repository for ESPD funds and disburses funds to the County as required by contract for ESPD services.

County Administrator's Analysis:

NOTE: This budget is prepared directly by the County Administrative Office. Therefore, a separate analysis of the department's requested budget is not included.

Highlights of Administrator's Proposed Budget:

Fiscal year 2008-09 is slated to be the first year of a five-year, \$9.5 million per-year local option levy that will be placed before voters in May of 2008. If voters approve this measure, the new levy will be in effect from fiscal 2008-09 through fiscal 2012-13 and will supplement the ESPD permanent tax levy of .64 cents per thousand dollars of assessed value. This funding source (the newly proposed local option levy) represents approximately 35% of total ESPD resources for fiscal 2008-09. Remaining resources (65%) come from the District's permanent tax rate, delinquent taxes, interest earnings, and carry forward funds. These funding sources and operating commitments are summarized in the table below:

<u>Resources</u>	<u>FY 2008-09</u>		<u>Tax Rates</u>
Beginning Balance (carry forward from previous levies)	\$8,117,612	30.8%	
Local Option Levy Taxes	\$9,072,500	34.5%	\$0.68
Permanent Rate Taxes	\$8,513,206	32.3%	\$0.64
Delinquent Taxes (from past tax years)	\$196,570	0.7%	
Interest Earnings	\$430,232	1.6%	
Total Revenues	<hr/>		
	\$18,212,508		
Total Resources (revenues plus beginning balance)	\$26,330,120	100.0%	\$1.32
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<u>Expenditures</u>			
Operating Expenditures (mainly transfers to 182-4020)	\$17,035,900	64.7%	
Reserve funds held for future fiscal years (contingency)	\$9,294,220	35.3%	
Total Expenditures	\$26,330,120	100.0%	

Fiscal 2008-09 budget highlights:

- The proposed level of funding for 2008-09 is \$26,330,120 or \$4,050,193 (18%) more than the current fiscal year (2007-08). This increase assumes that the May 20th ballot measure for a new \$9.5 million dollar per-year local option levy will pass, and is budgeted as such. Details are outlined below.
- On the resources' side, the main reasons for this increase are: 1) an increase in this budget's beginning balance of \$496,217 (7%); and 2), an increase in revenue of \$3,553,976 or 24%. This increase in revenue is related mainly to an increase in estimated tax revenues of about \$3.6 million dollars, most of which is assumed to be derived from the passage of the new local option levy and from increases in ESPD's permanent rate levy revenue that's associated with projected increases in ESPD's assessed values for fiscal 2008-09.
- On the expenditures' side, the \$4,050,193 (18%) increase in expenditures is made up of the following elements: 1) a \$1,684,207 (11%) increase in funds to be transferred to the ESPD operating budget due to increased requirements in the operating budget for fiscal 2008-09 (see Organization Unit 182-4020); 2) an increase in contingency of \$2,330,986 (33%); and 3), an increase of \$35,000 for professional services expenditures for a potential ESPD local option levy renewal election in November of 2008 should the May 2008 election prove to be unsuccessful.
- Both the increase in fund balance and contingency are consistent with how the ESPD's fixed dollar-levies (local option levies) have historically been structured in that, funds in excess of expenditures

Service Districts

Fund: Enhanced Sheriff's Patrol District

Department: Service District: ESPD

Organization Unit: Enhanced Sheriff's Patrol District 210-1680

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are collected in the levy's early years and held in reserve for use in later fiscal years. Reserve funds, however, are currently higher than was anticipated during the original planning process for the ESPD levy. This is due to conservative expenditure patterns over the last three years that were driven mainly by the fiscal uncertainty associated with the overall County-wide public safety levy funding situation that has since been resolved by the successful levy election of November 2006.

- For fiscal 2008-09, the local option levy tax rate is estimated to be approximately .68 cents per \$1,000 of assessed value and the tax rate for the permanent levy is .64 for an estimated combined tax rate of

\$1.32 per \$1,000 of assessed value. These estimated tax rates are approximately 23 cents per 1,000 more (21%) than the current year's (2007-08) combined rate of \$1.09.

- The increase in the transfer to the ESPD operating budget (182-4020) mentioned above will provide the funding needed to increase the District's officer levels (an increase of 9 new officers to a new total of 107 officers) for the 2008-09 fiscal year. This adjustment is necessary to maintain the officer-per-1,000 residents' service ratio (within the District's boundaries) as provided for in the current 5-year local option levy proposal.