

WASHINGTON COUNTY

Budget Committee Meeting
May 10, 2016
11:30 a.m.



Agenda

- Introductions
- Election of officers
- Public Hearing May 19, 2016
- County budget overview
- Meeting schedule



Election of Officers

- Washington County & Service District for Lighting No. 1
 - Current Chair: Mark Bauer
 - Lay Citizen Members: Leroy Bentley, Janice Essenberg, Bonnie Hadley, Rachael Twitty
- ESPD & URMD
 - Current Chair: Bonnie Hadley
 - Lay Citizen Members: Leroy Bentley, Karen Bolin, Anthony Mills, Donna Tyner
- North Bethany CSDR
 - Current Chair: Commissioner Malinowski
 - Lay Citizen Member: Rick Mallette



Public Hearing May 19, 2016

- ESPD budget review and approval
- URMD budget review and approval
- North Bethany CSDR budget review and approval
- SDL No. 1 budget review and approval
- Washington County budget review and approval
- 10:30 a.m. time certain for public comment
- Local budget law requires a quorum for any action



Budget Message

Financial fundamentals have served us well, in good and bad times:

- Focus on:
 - Traditional County services
 - Urban services paid by urban residents
- Partner with other governments, businesses, not-for-profits and civic sectors
- Spend one-time or short-term revenues on one-time or short-term expenditures
- Actively manage health care costs, risk and other County overhead
- Maintain fund balance and reserves
- Plan over a five-year horizon



Budget Message

Economic/financial trends for fiscal year 2016-17

- Assessed value growth
- Stable department revenues
- Inflation is low, but will inch upward
- Health care escalator 6%
- Stable PERS rates (FY 2016-17)
- Low investment portfolio interest rates



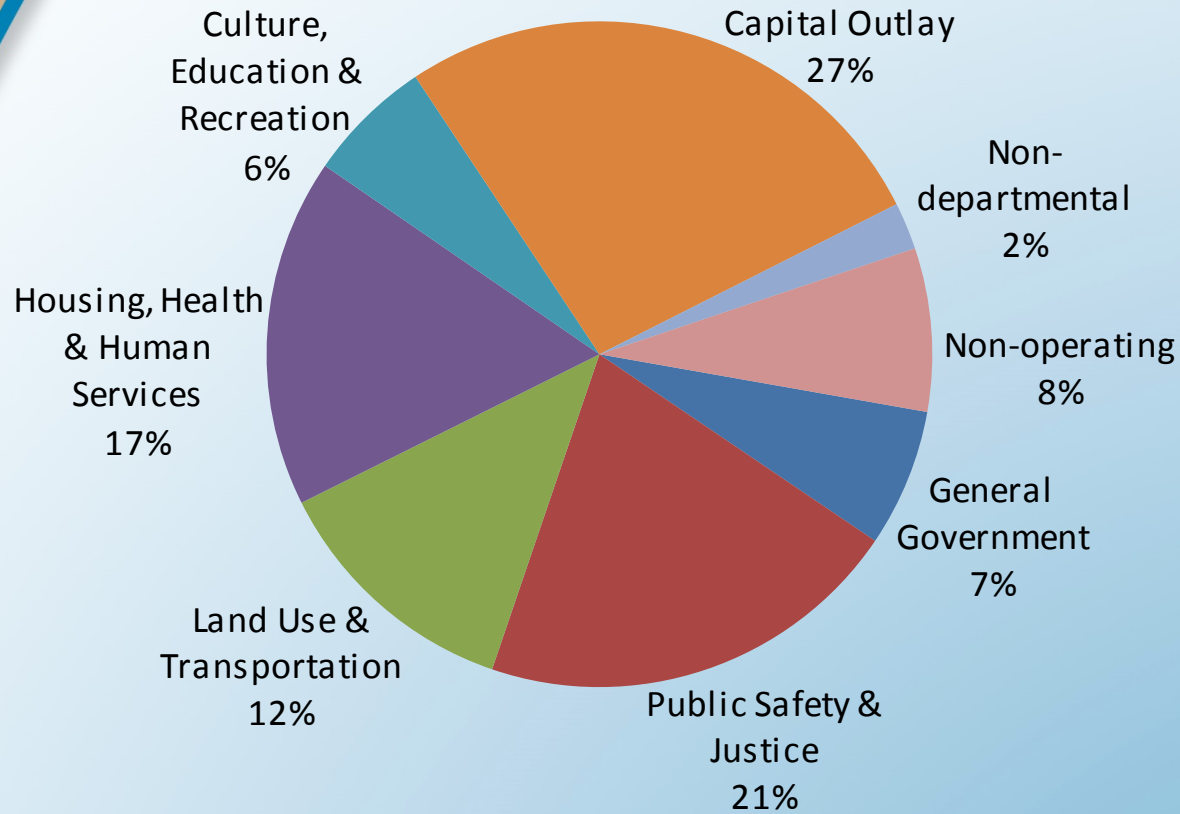
Budget Message

Budget goals

- Maintain current service levels
- Make some key General Fund investments in the following (\$1.3 million):
 - Affordable Housing/Homelessness
 - Mental Health
 - Community Engagement
- Invest in technology and facilities



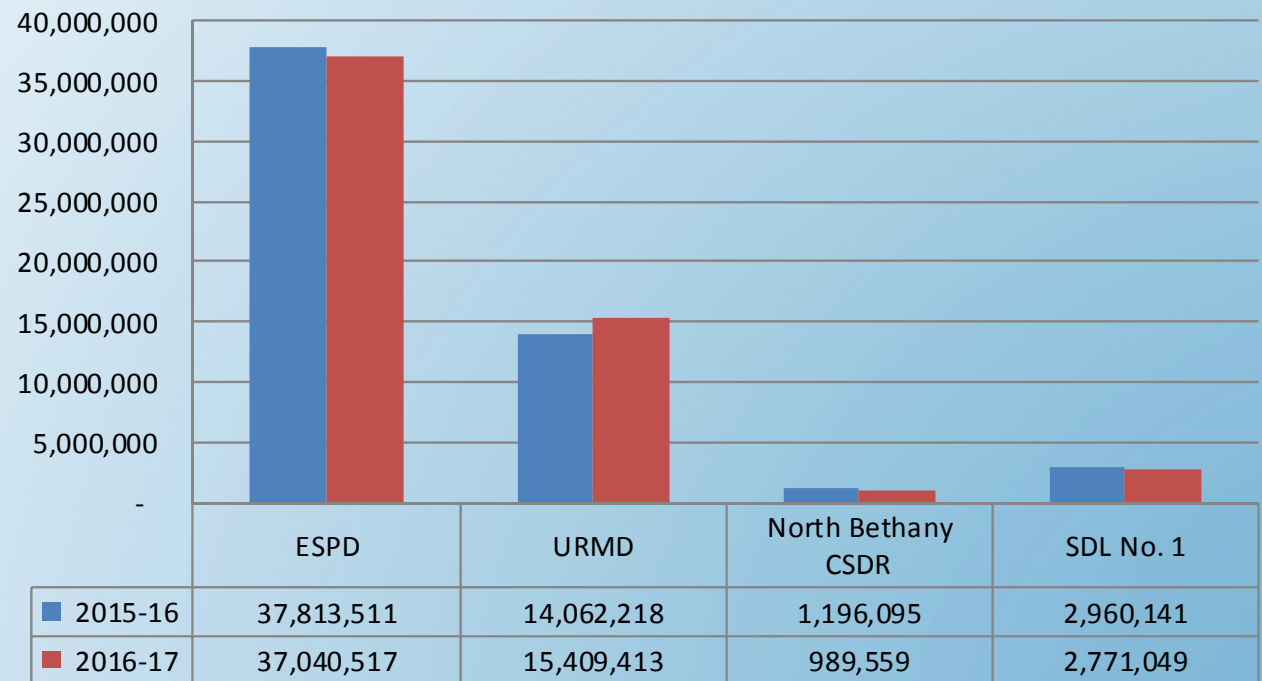
Total Countywide Budget



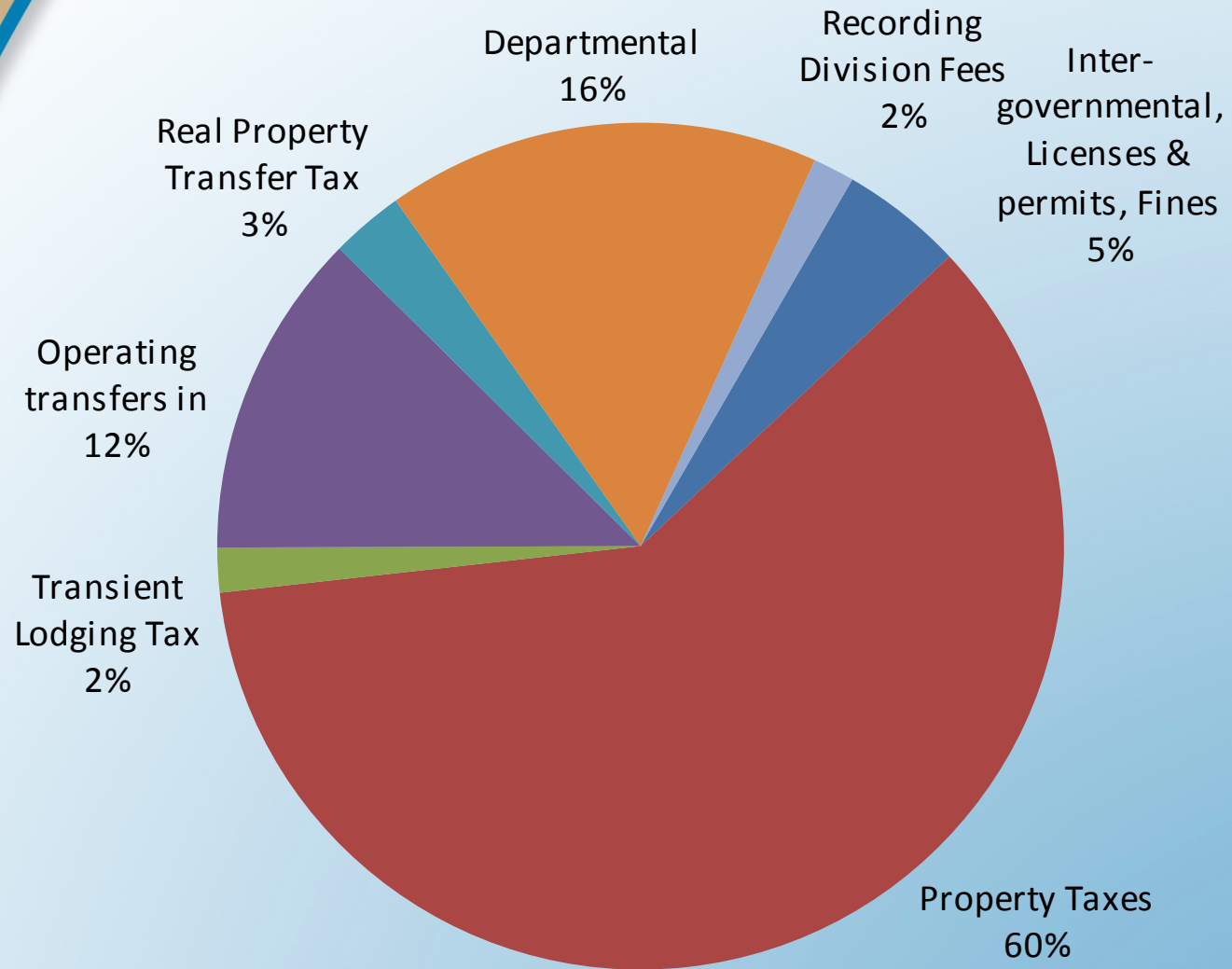
	Fiscal Year		Change	
	2015-16	2016-17	\$	%
Budgeted Expenditures	\$ 995,099,125	985,791,029	(9,308,096)	-1%
FTE's	1,891.20	1,934.76	43.56	2%
Net of Refinancing	\$ 956,247,429	985,791,029	29,543,600	3%

Service Districts

Organization Unit	Adopted 2015-16	Modified 2015-16	Proposed 2016-17	Change	
				\$	%
Enhanced Sheriff's Patrol	\$ 37,813,511	37,813,511	37,040,517	(772,994)	-2%
Urban Road Maintenance	14,062,218	14,062,218	15,409,413	1,347,195	10%
North Bethany County Service District for Roads	1,196,095	1,196,095	989,559	(206,536)	-17%
Service District for Lighting No. 1	\$ 2,960,141	2,960,141	2,771,049	(189,092)	-6%



General Fund Revenues

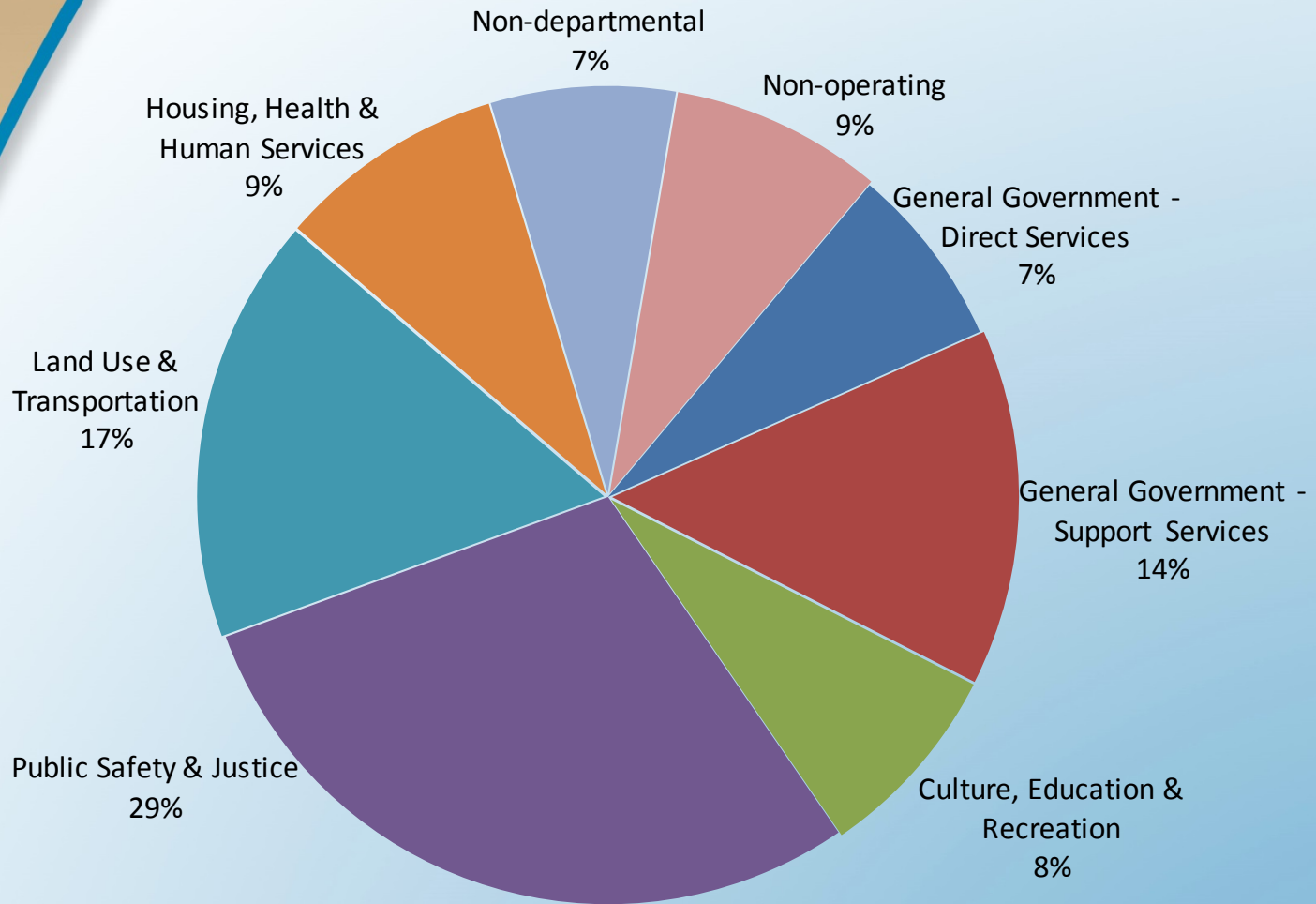


Fiscal Year		Change	
2015-16	2016-17	\$	%
\$ 203,293,140	215,697,788	12,404,648	6%



Budget

General Fund Expenditures

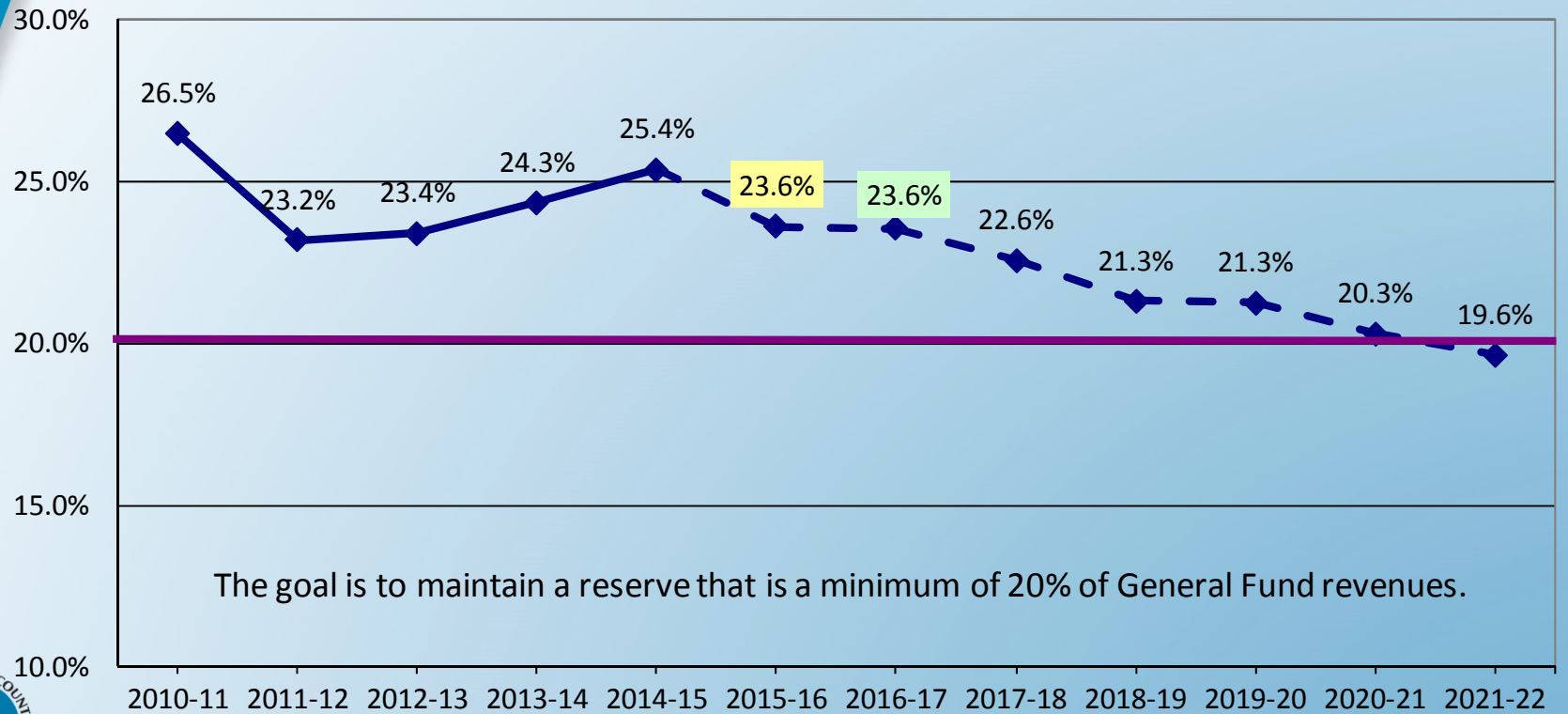


	Fiscal Year		Change	
	2015-16	2016-17	\$	%
Budget	\$ 237,458,134	251,411,927	13,953,793	6%
FTE's	968.42	987.98	19.56	2%



General Fund Reserves

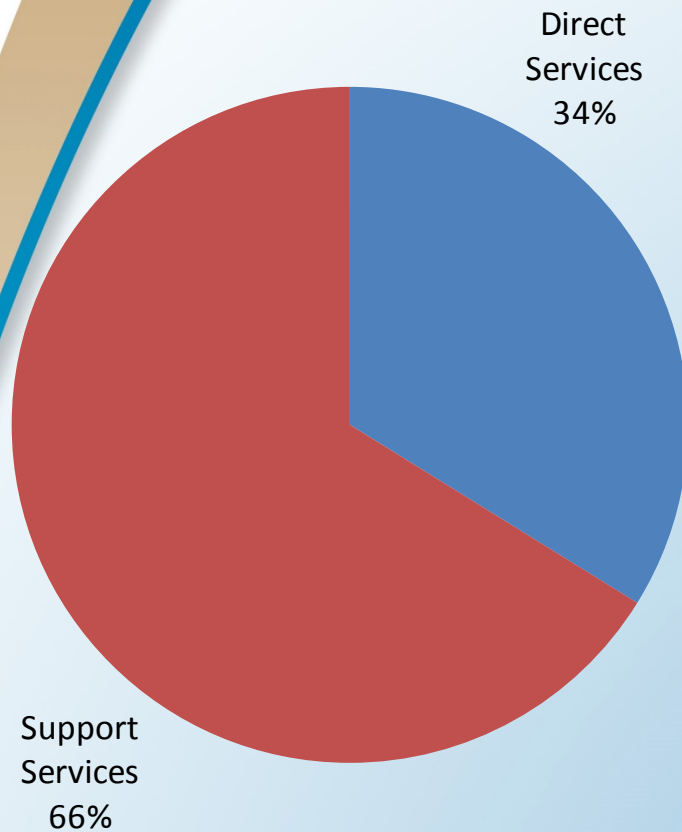
General Fund Reserve as a % of Net Revenues



The goal is to maintain a reserve that is a minimum of 20% of General Fund revenues.



General Government

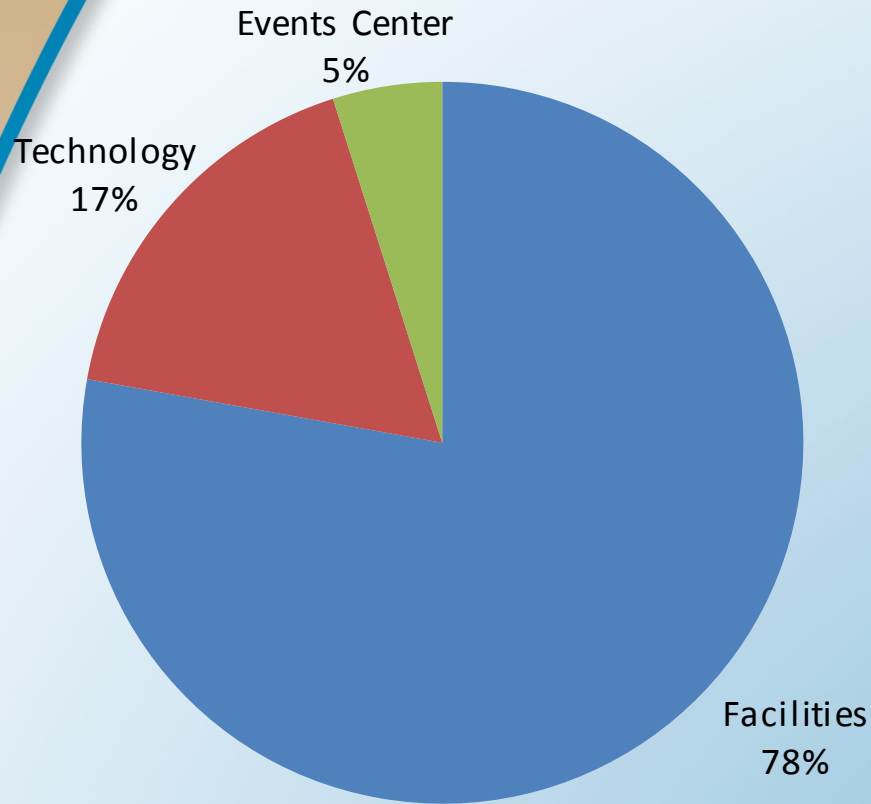


- **Assessment & Taxation** adds 2.50 FTE to cover increased workload
- **County Auditor** adds resources for contracted external expertise
- **Community Engagement** houses budget previously included in OSU Extension Services (4.00 FTE)
- **County Emergency Manager** position transitions to County employment from TVF&R (1.00 FTE)
- **Risk Management** adds 1.00 Analyst to support vendor insurance compliance and in-house liability claims management and 0.06 for admin. support.
- **Human Resources** adds 1.00 Analysts to address growing recruitment activity
- **ITS** adds 7.00 FTE focused on critical infrastructure and end-user support
- **Facilities Management** adds 1.00 General Services Aide to assist grounds maintenance.



	Fiscal Year		Change	
	2015-16	2016-17	\$	%
Budget	\$ 52,000,608	55,052,782	3,052,174	6%
FTE's	316.62	334.18	17.56	6%

Facilities & ITS Capital



ITS projects include:

- Assessment & Tax system replacement
- Network infrastructure
- Public safety systems
- Health & Human Services electronic medical records
- Land Use & Transportation systems

Facilities projects include:

- Seismic upgrades – PSB and LEC
- Jail security improvements
- Public Safety Training Center
- Mental Health Urgent Care Center

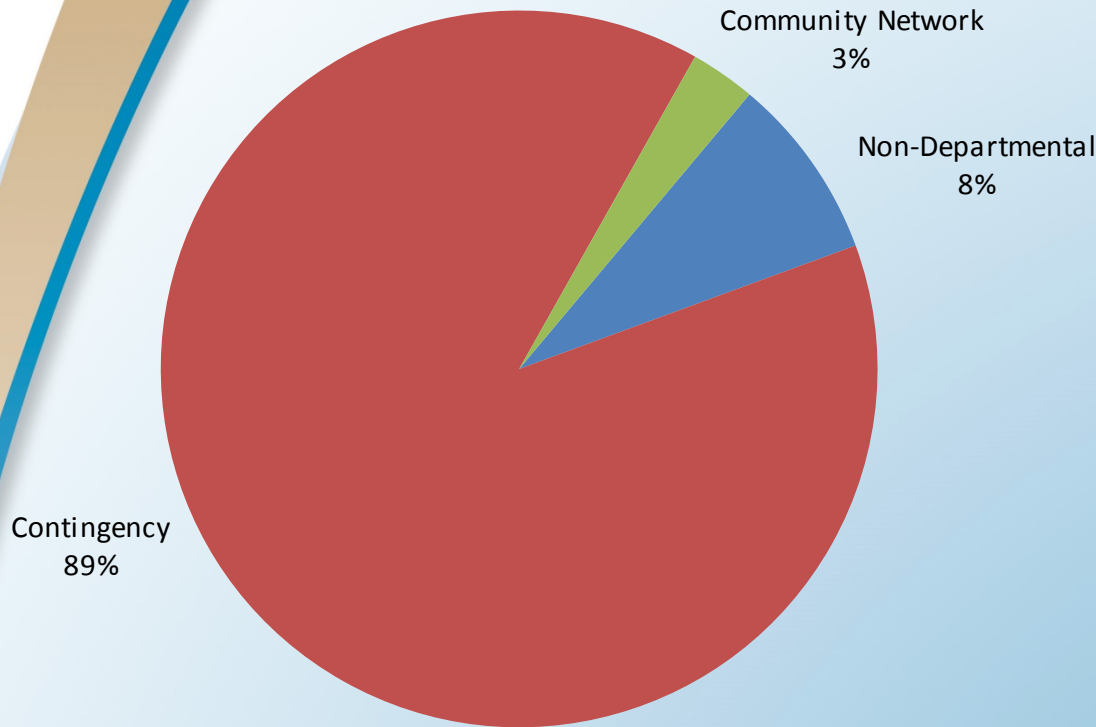
Events Center project:

- Events Center at fairgrounds



	Fiscal Year		Change	
	2015-16	2016-17	\$	%
Facilities	\$ 26,636,387	33,715,606	7,079,219	27%
Events Center	-	2,122,222	2,122,222	
Technology	8,062,526	7,487,737	(574,789)	-7%
	<u>\$ 34,698,913</u>	<u>\$ 43,325,565</u>	<u>\$ 8,626,652</u>	<u>25%</u>

Non-departmental



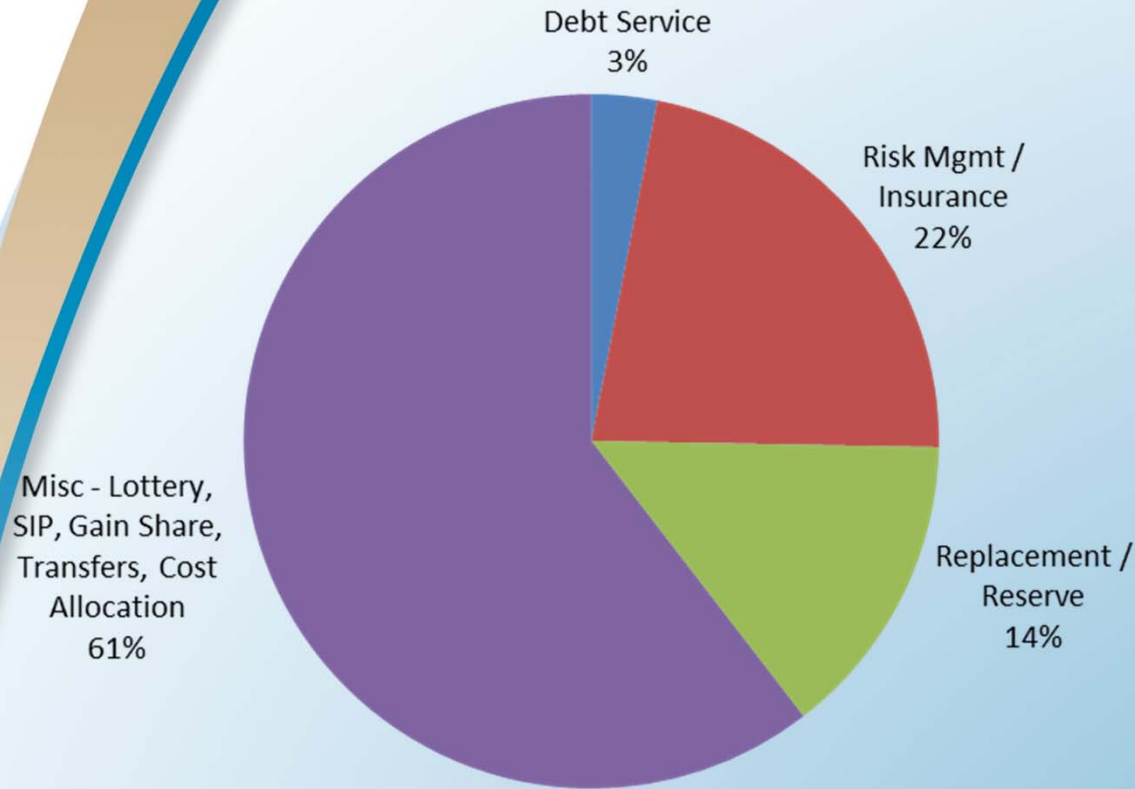
- **Worksystems and Regional Arts & Cultural Council/ Westside Cultural Alliance** funding increases
- **Housing Production Opportunity Fund** capitalized with \$300,000 available to support the development of additional units of affordable housing in partnership with non-profit and government organizations
- **Contingency** increases by \$7.1 million
- **Ending fund balance** projected at 23.6% of net revenues



Budget

	Fiscal Year		Change	
	2015-16	2016-17	\$	%
Budget	\$ 11,558,303	18,878,221	7,319,918	63%

Non-operating

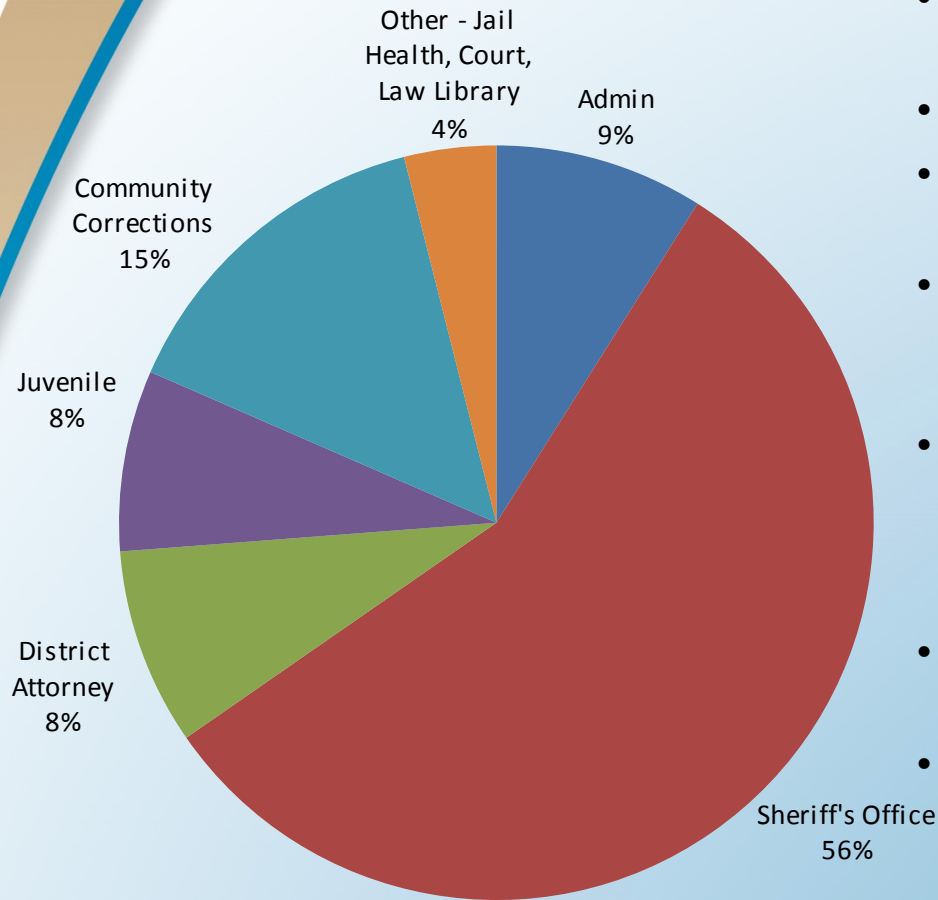


- **Health care** premium adjustments being actively managed and negotiated
- **Gain Share** legislation includes a \$16 million cap and program extension to FY 2024-25
- **PERS Stabilization** balance at \$6.65 million for future rate stability
- **General Fund transfers** to MSTIP and WCCLS increasing



	Fiscal Year		Change	
	2015-16	2016-17	\$	%
Budget	\$ 264,976,139	228,390,901	(36,585,238)	-14%
Net of Refinancing	226,124,443	\$ 228,390,901	2,266,458	1%

Public Safety & Justice

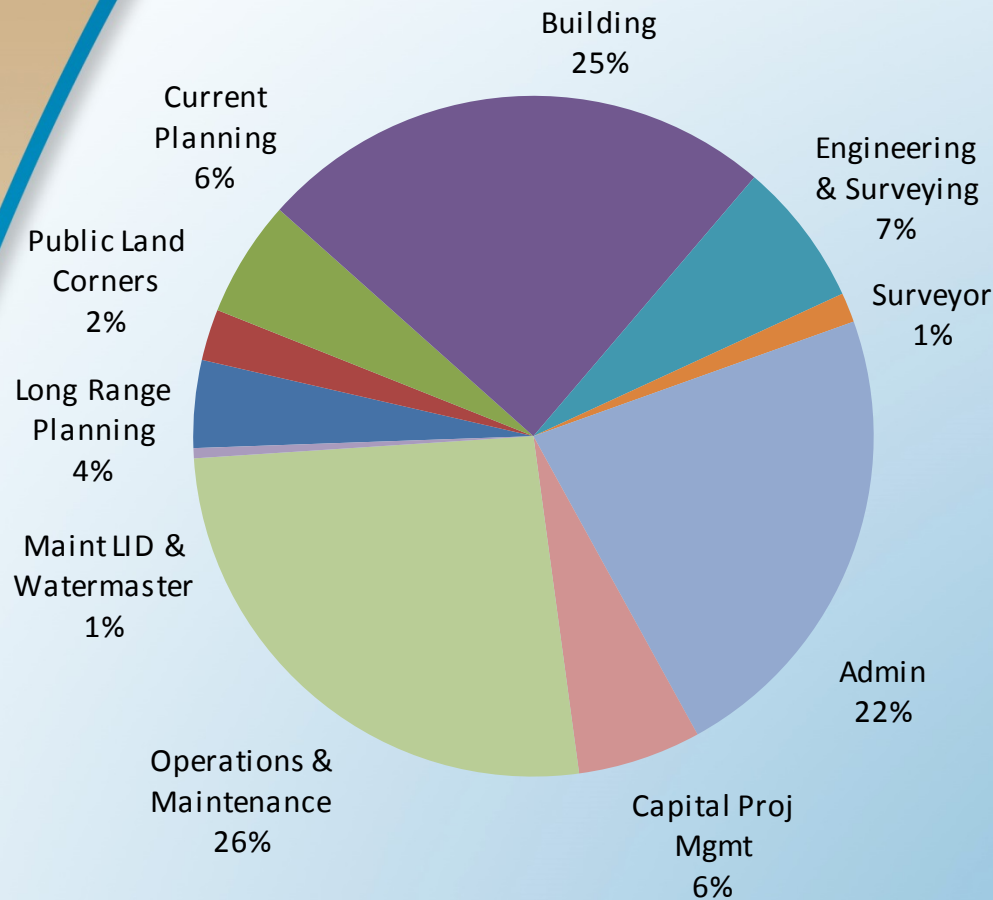


- **Jail** housing unit repairs and security system upgrade
- **Law Enforcement Training Center**
- **District Patrol** and Bethany substation add a total of 2.00 FTE
- **Patrol** adds 2.00 FTE Patrol Deputies, one funded by the Public Safety Levy and one by the General Fund
- **Community Corrections** adds 6.00 FTE, including 4.50 FTE supported by Grant in Aid and SB 3194 and 1.50 FTE from Public Safety Levy funds
- **Juvenile** adds 4.50 FTE (3.00 Levy and 1.50 Prevention)
- **District Attorney** adds 3.65 FTE, a Deputy DA & Admin Assistant from the levy and a Computer Forensics Investigator from the General Fund



	Fiscal Year		Change	
	2015-16	2016-17	\$	%
Budget	\$ 164,710,809	169,907,269	5,196,460	3%
FTE's	889.55	907.70	18.15	2%

Land Use & Transportation

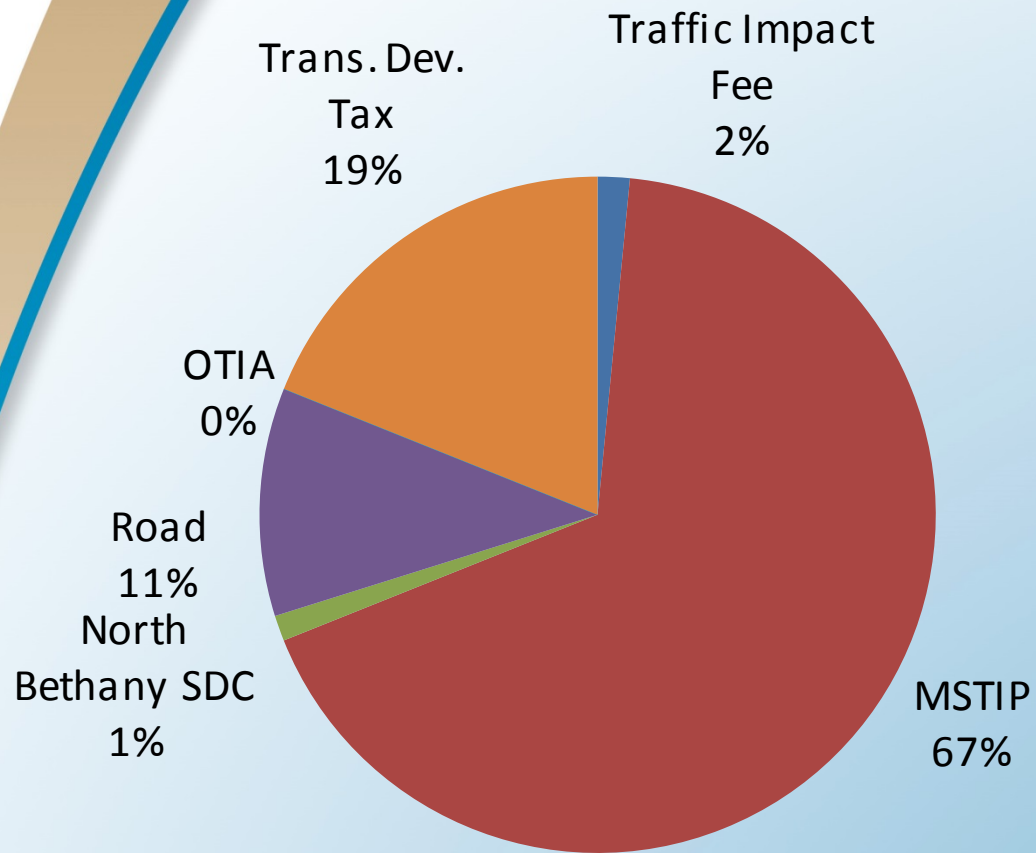


- **Planning & Development divisions** increase reserves due to sustained development activity
- **Long Range Planning** adds 1.00 FTE for affordable housing development
- **Long Range Planning** work program highlights:
 - Transportation Futures Study
 - North Bethany implementation
 - Aloha Town Center/TV Highway Transit-oriented Development plan
 - Safe Routes to Schools
 - Affordable Housing
 - Transportation Development Review process
 - Planning with Cities/Urban planning agreements
 - Rural tourism study
- **Building** implements new technology to create more efficient permitting process
- **Road pavement condition index** continues to decline



	Fiscal Year		Change	
	2015-16	2016-17	\$	%
Budget	\$ 91,868,594	102,095,811	10,227,217	11%
FTE's	315.94	316.94	1.00	0%

LUT Capital

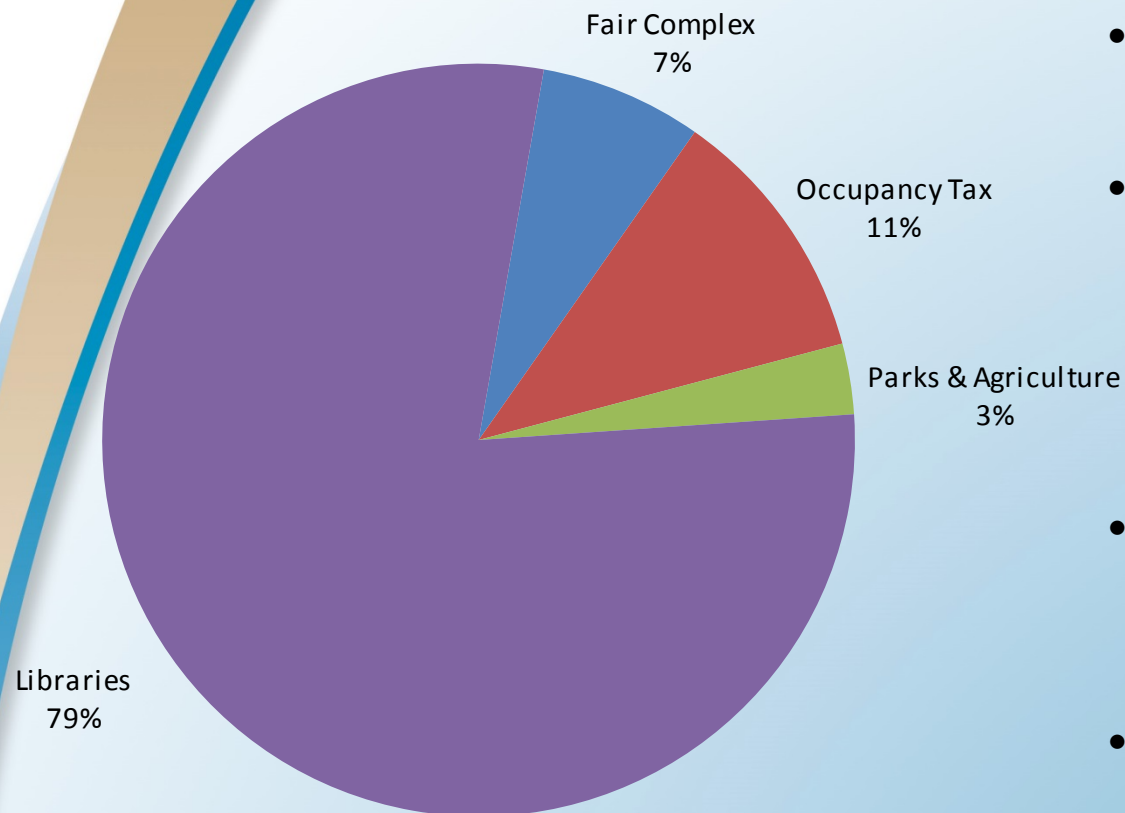


- **MSTIP 3d** projects in various stages of design/build
- **MSTIP 3e** program being developed
- **High Growth Transportation program** begins in partnership with cities
- **Bike, pedestrian and Intelligent Traffic Signal** programs continue
- **Hagg Lake** perimeter road improvements



	Fiscal Year		Change	
	2015-16	2016-17	\$	%
MSTIP	\$ 132,447,606	119,309,430	(13,138,176)	-10%
Other	60,711,997	58,459,535	(2,252,462)	-4%
	<u>\$ 193,159,603</u>	<u>\$ 177,768,965</u>	<u>\$ (15,390,638)</u>	<u>-8%</u>

Culture, Education & Recreation

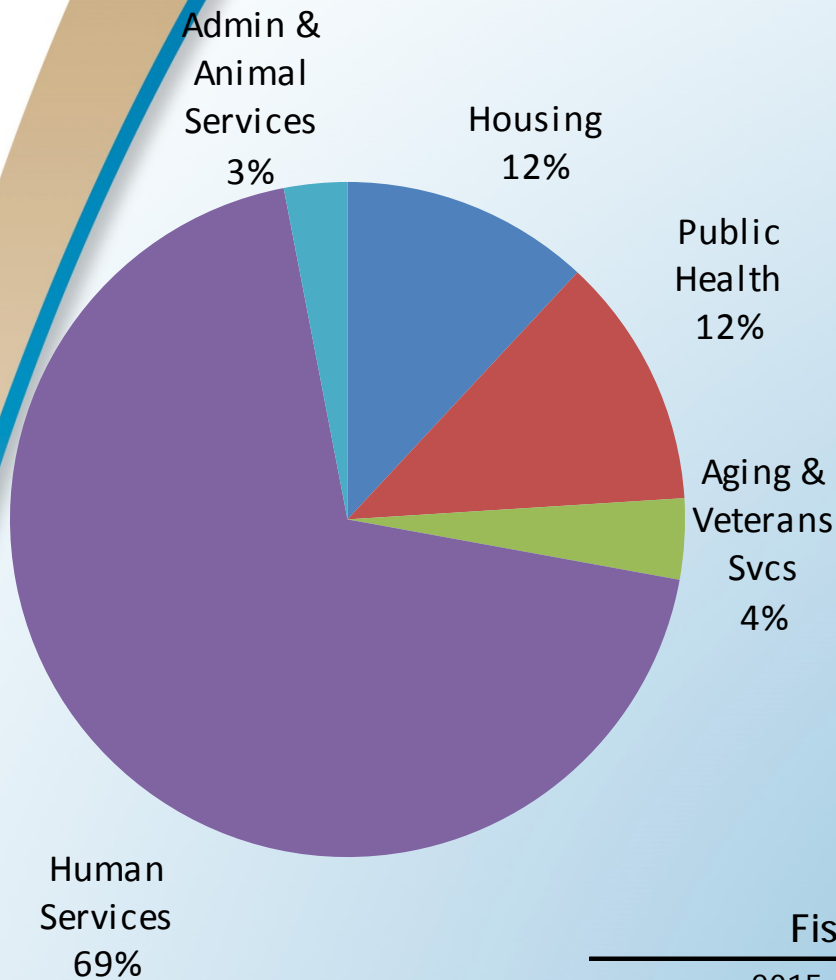


- **WCCLS** local option levy increase is being implemented
- **Lodging tax collection** growing due to Washington County Visitors Association (WCVA) marketing efforts, uptick in economy and new hotels
- **Metzger Park LID** making improvements to basketball courts
- **Fair** reintroduces arena events & concerts



	Fiscal Year		Change	
	2015-16	2016-17	\$	%
Budget	\$ 43,675,607	50,165,099	6,489,492	15%
FTE's	49.95	51.50	1.55	3%

Housing, Health & Human Services



- **Air Quality** organization unit created
- **Health Share of Oregon** accounting change of \$19 million
- **Public Health** changes in Maternal & Child Health
- **Children & Family Services** receives a \$2 million Preschool Promise grant
- **Human Services** adds 4.91 FTE including a Mental Health Coordinator working with Juvenile
- **Aging & Veterans** Homeless Coordinator position created
- **Mental Health Urgent Care Center** new organization unit created
- **Affordable housing and homelessness prevention** initiatives supported by the General Fund



Budget

FTE's

Net of change in HSO

	Fiscal Year		Change	
	2015-16	2016-17	\$	%
Budget	\$ 138,450,549	140,206,416	1,755,867	1%
FTE's	319.14	324.44	5.30	2%
Net of change in HSO	138,450,549	\$ 151,999,616	13,549,067	10%

Some Key New GF Investments

Community Engagement – \$237,516

Mental Health Urgent Care Center – \$200,000

Affordable Housing/Homelessness – \$888,421

- Housing Production Opportunity Fund – \$300,000
- Additional staffing in Land Use & Transportation – \$127,361
- Health & Human Services, Aging & Veteran Services – \$95,060
- Community Connect – \$75,000
- Affordable Housing Development Initiatives – \$30,000
- Prevention-focused Rent Assistance – \$150,000
- Renters' Rights Hotline – \$10,000
- Homeless to Work Program – \$20,000
- Homeless program administration – \$40,000
- Health Careers NW Grant – \$41,000

Total = \$1.3 million



Public Hearing

- Thursday, May 19th at 8:30 a.m. in the auditorium of the Charles D. Cameron Public Services Building
- 10:30 a.m. time certain for public comment
- Presentation and consider approval of the service district budgets:
 - ESPD
 - URMD
 - North Bethany CSDR
 - SDL No. 1
- Consider approval of the County budget



Thank you!

