



FY 2016 THIRD QUARTER REVIEW

April 1, 2016

County of Fairfax, Virginia

FY 2016 Third Quarter - One-time resources available prior to Third Quarter

- Resources available \$20.50 million
 - Midyear revenues and balances identified at Carryover and during the audit

- Recommended adjustments \$10.25 million
 - Deposit 50 percent into reserves to continue to improve the levels of County reserves

Balance Available \$10.25 million

FY 2016 Third Quarter - Net change \$0

• Spending Adjustments due to Operations	\$9.85 million
• Reductions in County agencies	<u>(\$9.85) million</u>
Balance Available	\$0.00 million

Spending Adjustments due to Operations - \$9.85 million

- \$5.20 million is associated with costs incurred during the January 2016 snow event.
- \$2.54 million is associated with increases for self-insurance based on actuarially determined accrued liability costs.
- \$1.00 million is recommended by the County Executive to use for small capital projects. Each Board member would have an allocation of \$100,000 to use for their priority projects. More details about the use of these funds are being developed.
- \$0.65 million for the net cost of the Incentive Reinvestment Initiative which did not generate the full level of savings assumed in the FY 2016 budget.
- \$0.45 million is necessary based on requirements supporting the Economic Success Strategy Plan.
- All other adjustments are fully offset by revenue adjustments.

Reductions in County agencies - (\$9.85) million

- (\$5.0) million in savings associated with the reduction in the County's Other Post Employment Benefit (OPEB) liability due to the implementation of and Employee Group Waiver Plan (EQWP) for retirees.
- (\$4.00) million in fuel savings based in current fuels prices.
- (\$0.57) million in fringe benefit employer contribution savings based on actual experience year-to-date.
- (\$0.28) million in program adjustments within the Juvenile and Domestic Relations District Court based on the cancellation of the contract with DC.