



# FY 2018

## Third Quarter Review

Board of Supervisors Budget Committee Meeting

Joe Mondoro  
Chief Financial Officer

April 3, 2018



## Third Quarter Summary

### **FY 2018 General Fund Balances**

**\$13.66 million**

Mid-Year Revenues and Balances identified at Carryover and during Audit

### **FY 2018 Third Quarter Adjustments**

Spending Adjustments

(\$12.84) million

Reductions/Savings in County Agencies

\$0.93 million

Required Reserve Adjustments

(\$1.25) million

**Total Third Quarter General Fund Adjustments**

**(\$13.16) million**

**Net General Fund Balance**

**\$0.50 million**



## Spending Adjustments

- \$3.20 million for Information Technology projects (including the PLUS project) as deferred from the FY 2019 Advertised Budget Plan
  - Additional funding of \$6.94 million available as a result of debt service savings is also utilized for a total requirement deferred from the FY 2019 Advertised Budget Plan of \$10.14 million
- \$3.00 million for Infrastructure Replacement and Upgrades at County facilities as deferred from the FY 2019 Advertised Budget Plan
  - Additional funding of \$5.24 million available as a result of debt service savings is also utilized for a total requirement deferred from the FY 2019 Advertised Budget Plan of \$8.24 million
- \$2.35 million for increases in self-insurance based on actuarially-determined accrued liability expenses



## Spending Adjustments

- \$1.50 million for one-time costs associated with the final year of a three-year plan to eliminate the Social Security Offset for Service-Connected Disability Retirees in the Uniformed and Employees' Retirement Systems
- \$1.15 million to support the Zoning Ordinance Modernization (zMOD) project
- \$0.50 million for one-time funding for PC replacement
- \$0.35 million for Massey Complex Master Planning Study
- \$0.30 million for a Needs Assessment for a potential County Sportsplex



## Spending Adjustments

- \$0.20 million for higher than anticipated costs of the August School Board Special Election
- \$0.19 million for marketing initiatives in the Economic Development Authority
- \$0.05 million for the Community Business Partnership
- \$0.03 million for reconciliation of funding for Visit Fairfax
- \$0.03 million for personnel costs in the Civil Service Commission



## Spending Adjustments

- All other adjustments are net \$0 reallocations, including:
  - Reallocations from the Gang Prevention Reserve based on recommendations to the Board at the January 9, 2018 HHHS Committee meeting, including the addition of 1 position
  - Reallocations from the Reserve for Ad-Hoc Police Practices Review Commission Recommendations to fund the body-worn camera pilot program as approved by the Board at the November 21, 2017 Board meeting
  - Approval of use of the Opioid Use Epidemic Reserve in the Community Services Board based on recommendations to the Board at the January 9, 2018 HHHS Committee meeting, including the addition of 20 positions



## Reductions/Savings in County Agencies

- (\$0.93) million in savings associated with the Incentive Reinvestment Initiative
  - Half of identified savings are kept by the agency and carried over into FY 2019 for flexibility for employee development opportunities
  - Half of identified savings are retained by the General Fund and are available for redirection as part of Third Quarter



## Required Reserve Adjustments

- Based on a General Fund disbursement increase of \$12.54 million, \$1.25 million, or 10%, is set aside in reserves
  - \$0.63 million in Revenue Stabilization
  - \$0.63 million in Managed Reserve
- With these contributions, total reserves are estimated at 7.85% of General Fund disbursements in FY 2018 and 8.22% in FY 2019 (based on the FY 2019 Advertised Budget Plan)