

2010 Budget Hearings

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El Paso County Budget and Economic Development

July 30, 2009

Presentation Overview

Historical Review

- Budget measures taken by El Paso County to address the increasing demand for services, increasing cost of services, and unfunded mandates while core revenue sources decline

2010 Preliminary Balanced Budget

- 2010 Preliminary Balanced Budget Estimates
- Impacts to General Fund Unrestricted
- 2010 Critical Needs



Historical Review Budget Measures Taken

Operating Budgets (1996-2010):

- No on-going “Across the Board” increases since 1996 (14 years)
- Operating with a 1.5% on-going decrease
 - While Consumer Price Index has increased 40%
 - While Population has increased 28%



Historical Review Budget Measures Taken

Increases in certain commodities used by County: (2001-2010):

- Natural Gas Increased 434%
- Fuel Increased 117%
- Copper Increased 125%
- Water Increased 71%
- Asphalt Increased 57%
- Steel Increased 112%
- Plastic & Paper Increased 63%



Historical Review

Budget Measures Taken

Personnel Budgets (2003-2009):

- Over the Last 7 Years- El Paso County has provided Cost of Living increases of 2.0%
 - Federal COLA increases during this time were 26.1%
 - Represents only one Cost of Living increase for El Paso County employees over the last seven years
- Creating a 49.90% shortage as it relates to El Paso County's employees versus mid market of other like kind entities
 - Equates to a \$35 Million Inequity



Historical Reductions in Service (2006-2009) Budget Measures Taken

HISTORICAL BASE BUDGET REDUCTIONS

2006 Budget Reductions	\$6,826,907
2007 Budget Reductions*	\$8,825,360
2008 Budget Reductions*	\$20,035,377
2009 Budget Reductions	\$9,515,032
ANNUAL BUDGET REDUCTIONS	\$45,202,676

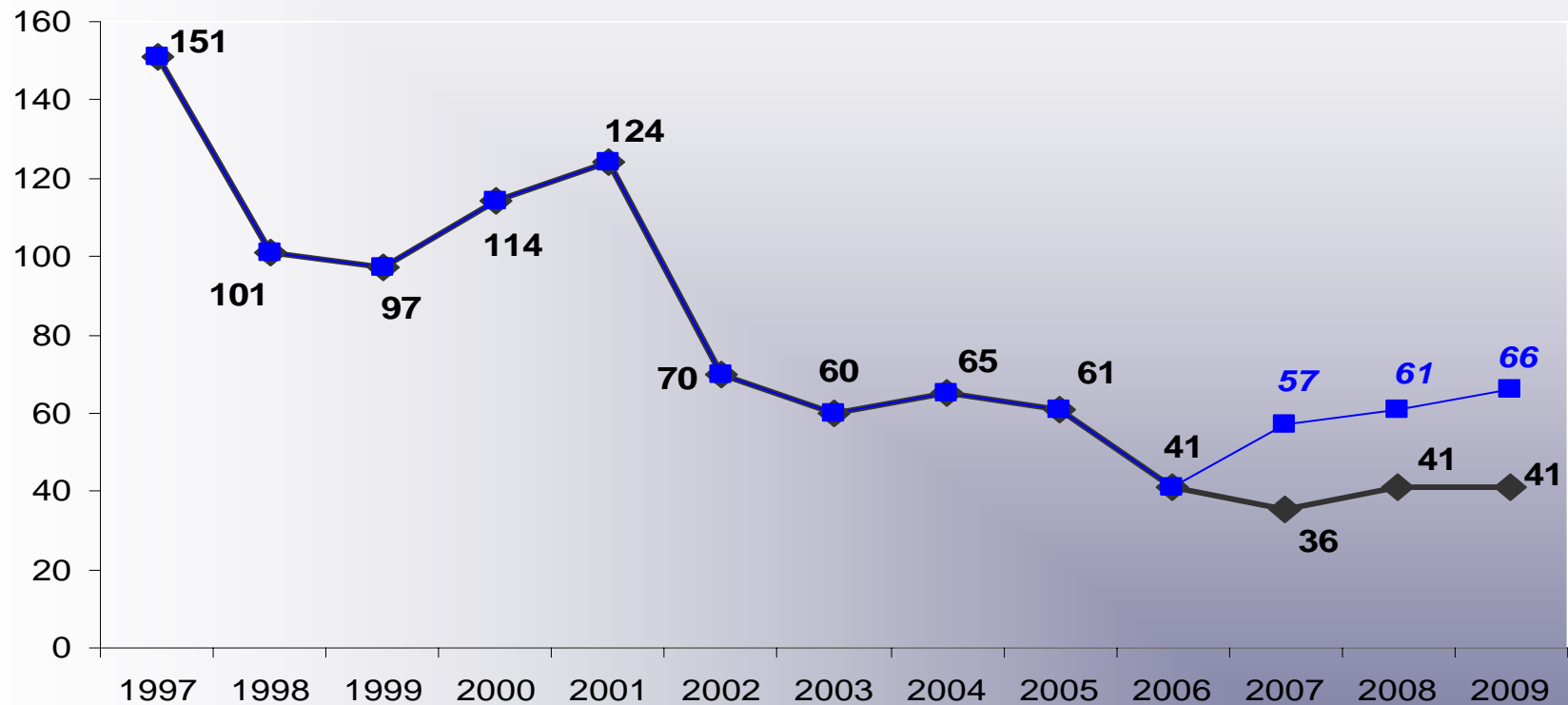
**Includes Both Original Budget Reductions and Additional
Mid-year Reductions*



Historical Fund Flow

Use of Restricted Funds for Fund Flow

General Fund Historical Days of Available Cash Flow



Black Line represents Historical Days of Cash Flow

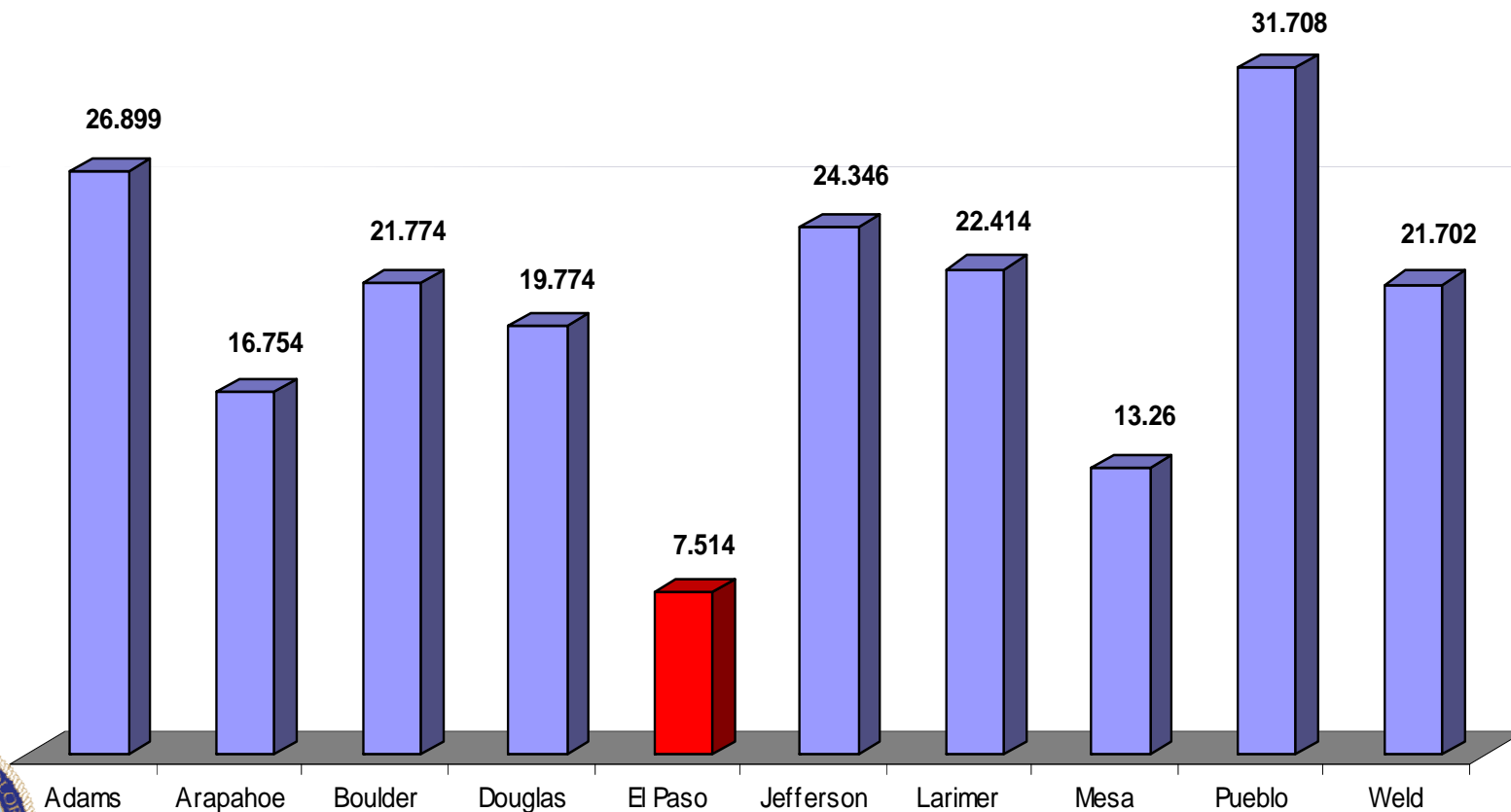
Blue Line represents Historical Days of Cash Flow with restricted funds not obligated & 2008 Base Budget Reductions



Historical Review

2008 Mill Levy

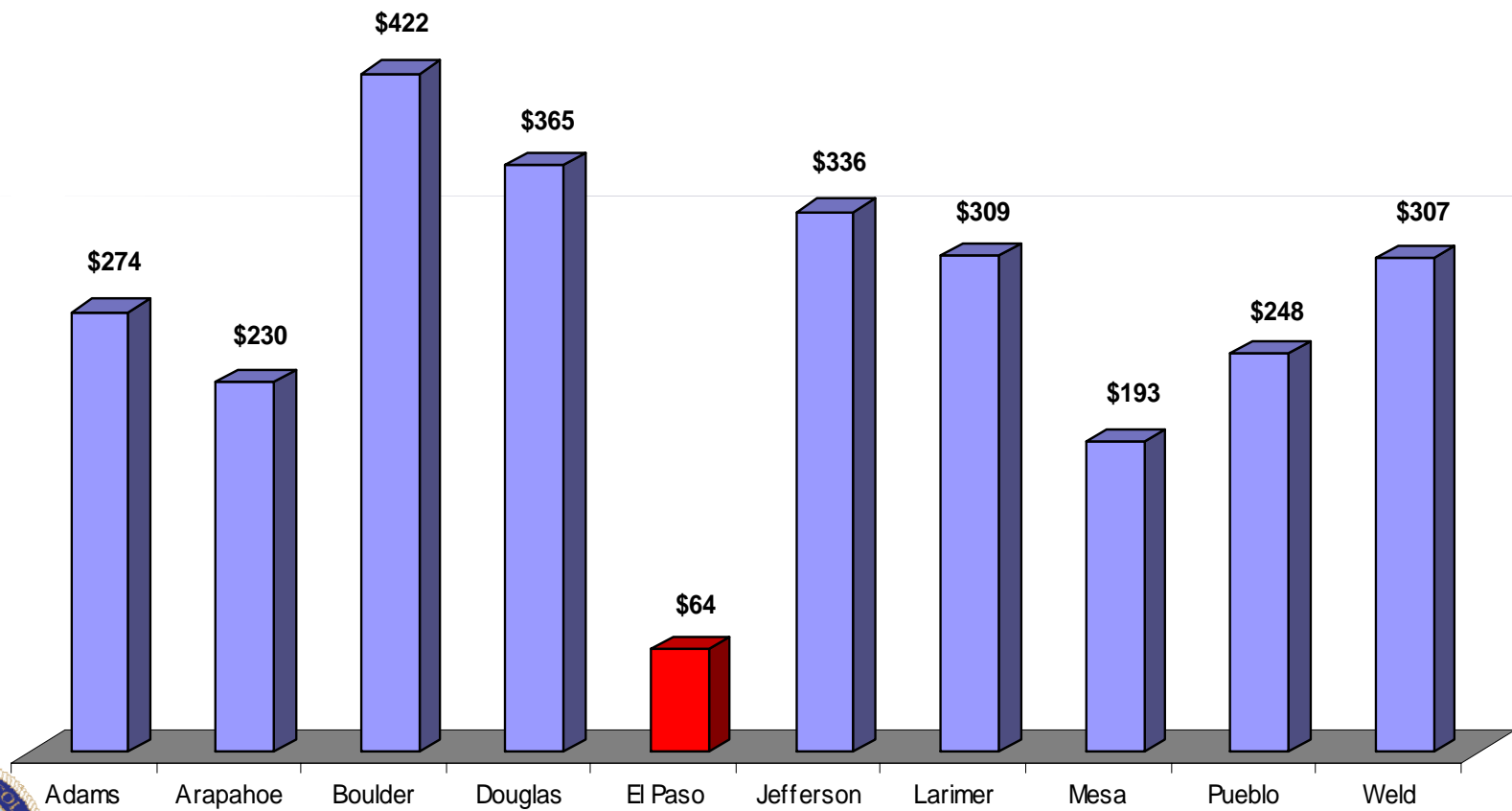
2008 10 County Comparison



Historical Review

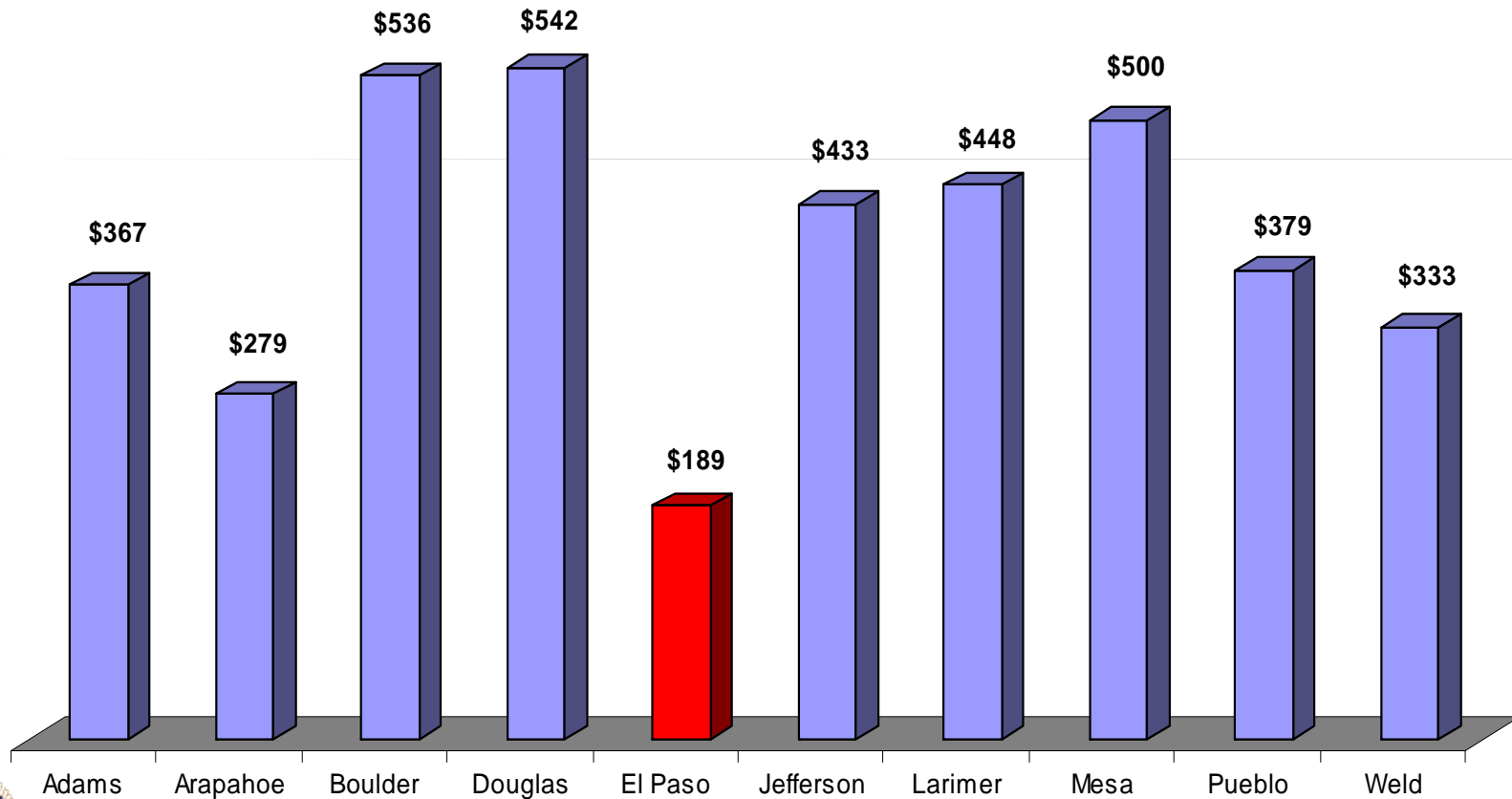
Property Tax Per Person

2008 10 County Comparison



Historical Review

Local Tax Per Person 2008 10 County Comparison



Unfunded Critical Needs

OPERATING:

On-Going \$ 60,108,687

One-Time \$ 13,730,416

CAPITAL:

One-Time \$385,199,706

TOTAL \$459,038,809



2010 Budget



2010 Budget

Net Impacts of General Fund Unrestricted

Compiling the 2010 Budget:

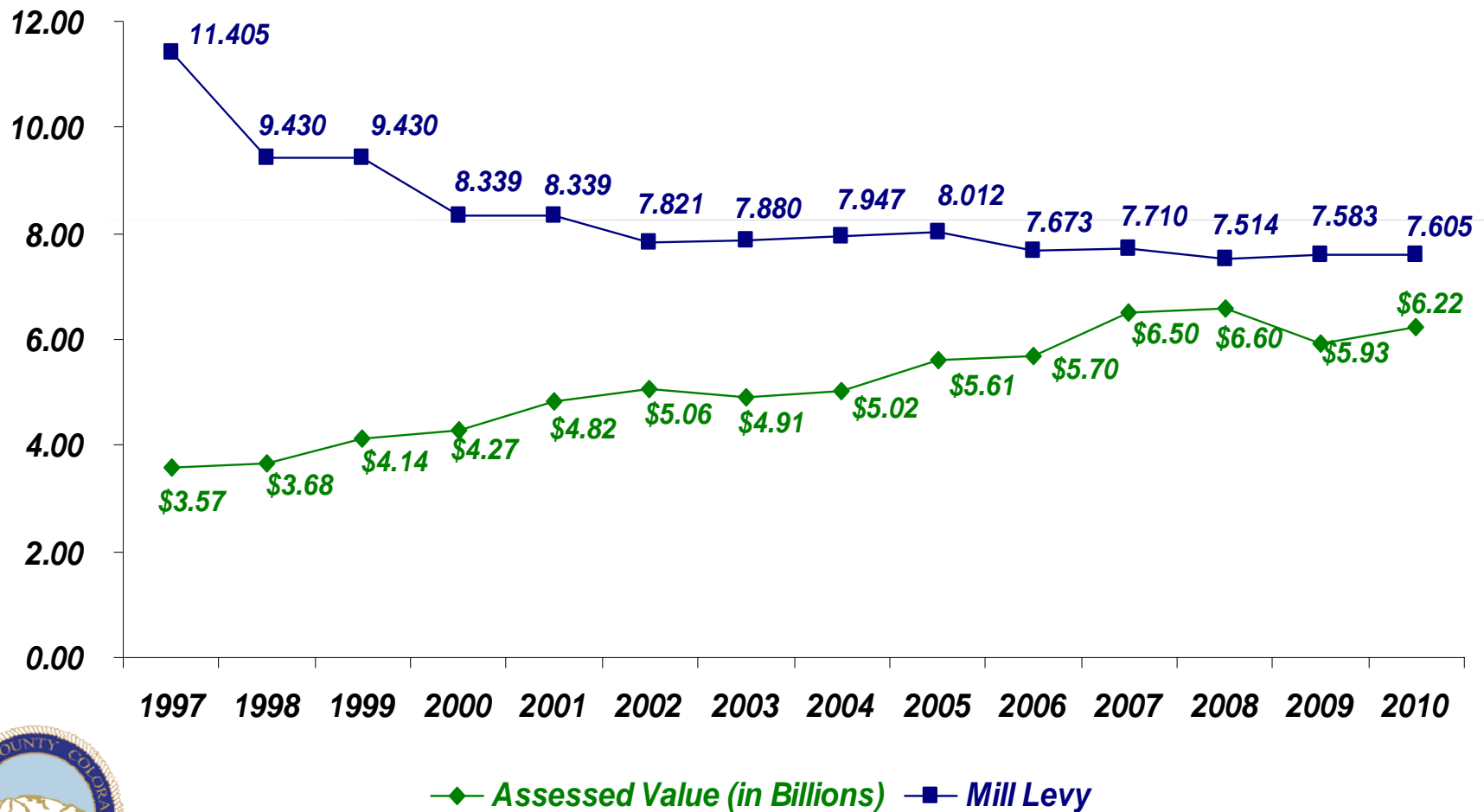
- 2010 Revenue Estimates (Changes from 2009)
 - Historical Analysis/Trends in conjunction with Department/Office projections
- Retaining current expenditures budgets-no restoration of previous budget cuts
- Potential Net Impact of 2010 Revenue Estimates over Expenditures for General Fund and tax supported funds
 - Fund Balance and Fund Flow
- Various other compliance issues
 - Pikes Peak Rural Transportation Authority Maintenance of Effort (PPRTA MOE)



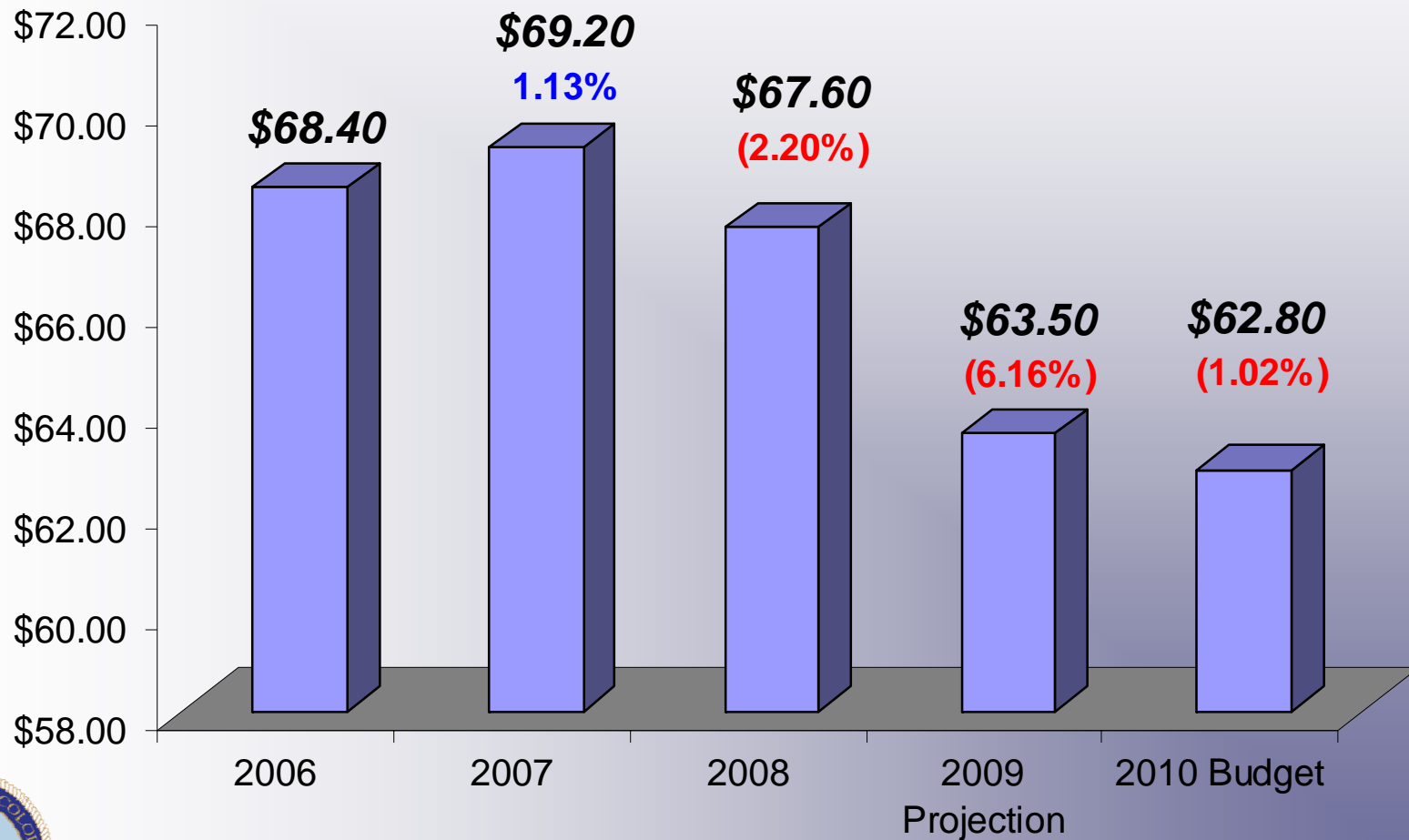
2010 Budget - Property Tax Revenue

Historical Assessed Value & Mill Levy

(Based on preliminary data from the Assessor)



2010 Budget –Historical and Projected Sales & Use Tax Collections



2010 Budget

2010 Discretionary Revenue Sources

Sales Tax	\$62,845,655
Property Tax	47,019,446
Specific Ownership Tax	5,392,105
Other Taxes/Payment in Lieu of Taxes	231,000
Interest Earnings	350,000
Elected Office Revenue (Fees)	12,552,902
Parking & Parks & Recreation Fees	813,141
General and Road & Bridge Fees	2,492,455
Sales of Fixed Assets/Properties	100,000
Unrestricted Intergovernmental	1,003,233
Direct Bills for Support Services	1,291,869
Rent Revenue/Other Revenue	146,934
Discretionary Funds	\$134,238,740

Restricted Funds \$93,531,509

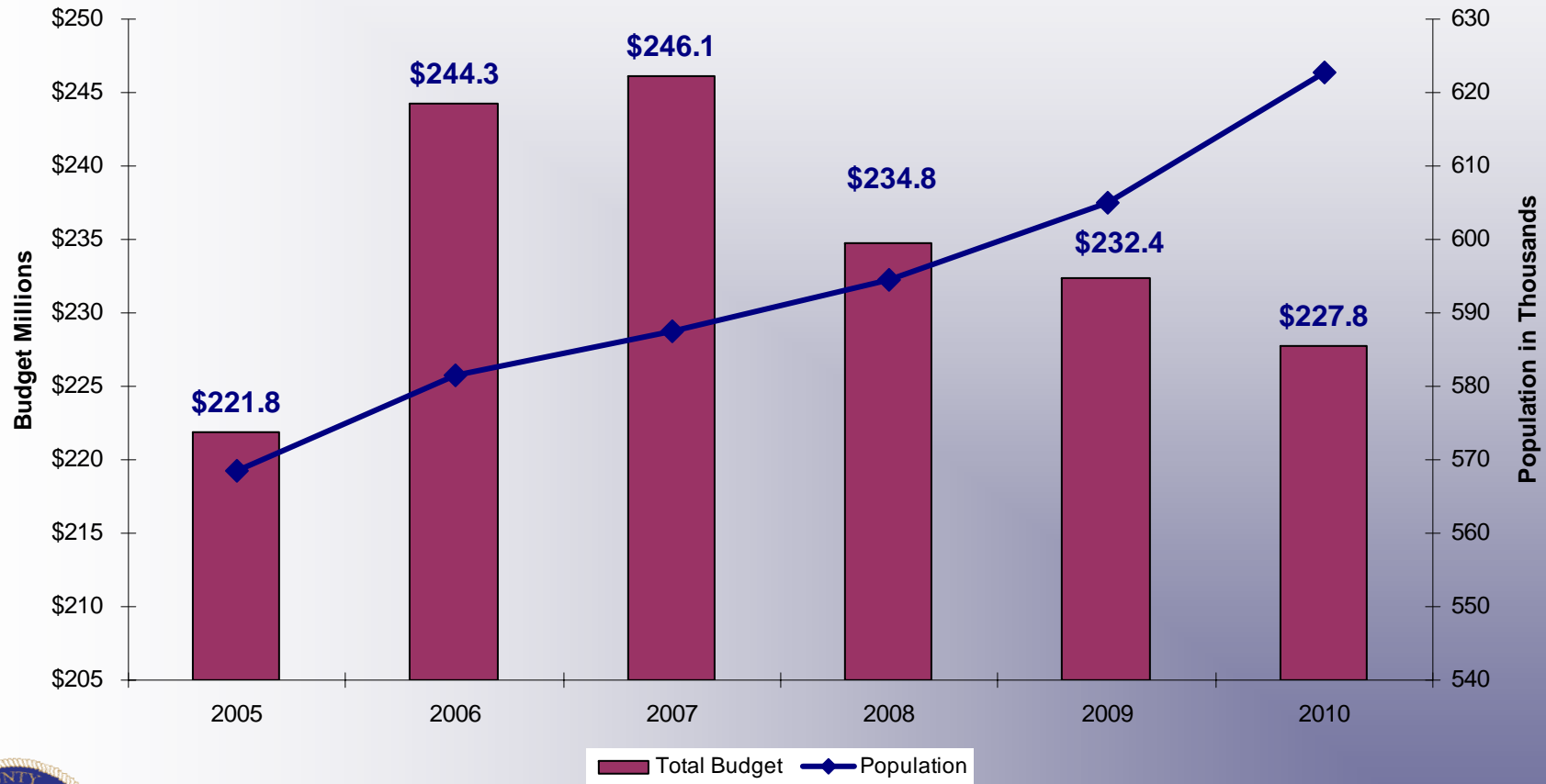
2010 Preliminary Revenue Budget \$227,770,249



\$33.5 Million of Discretionary revenue is legally restricted for Retirement, Benefits, Certificates of Participation, and Child Protection

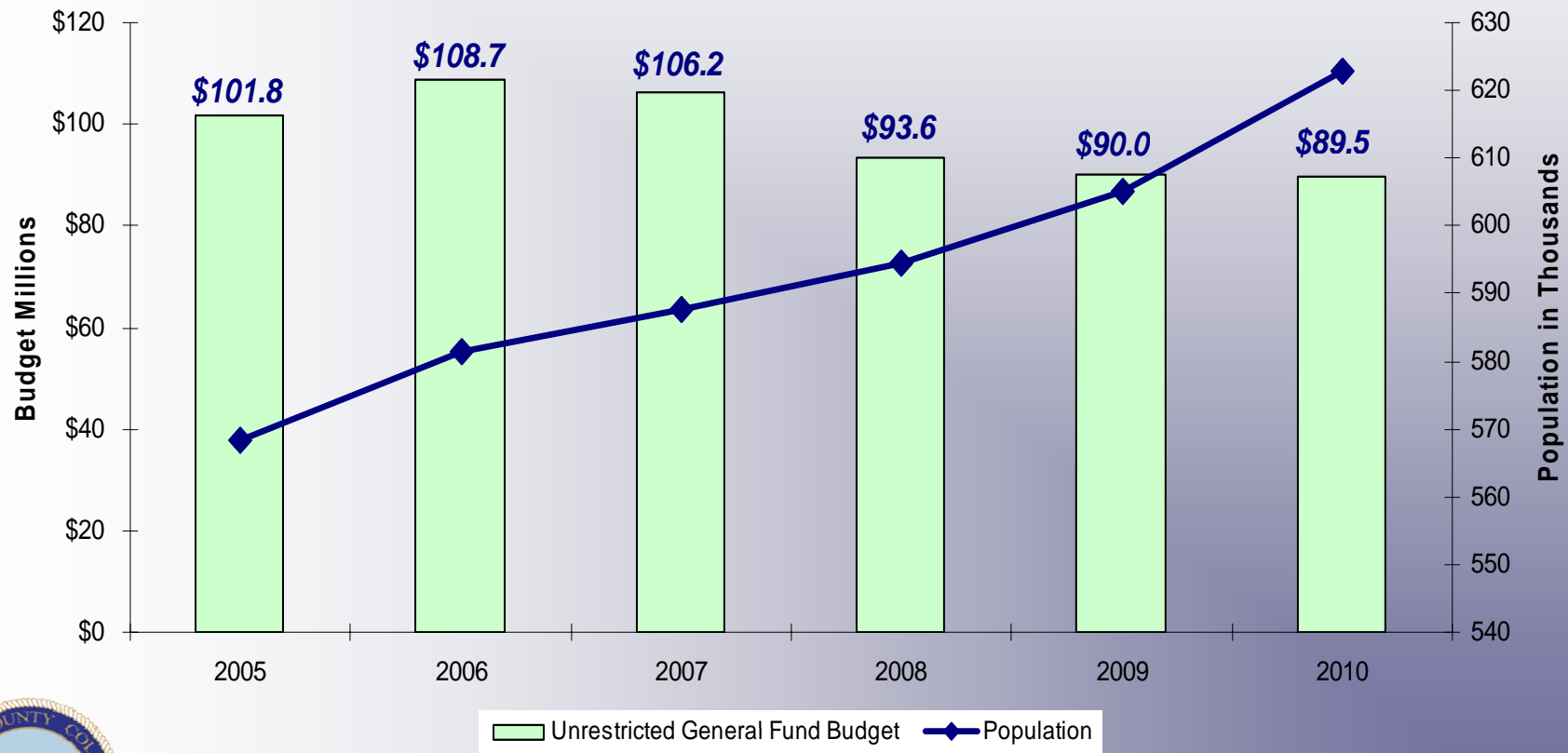
2010 Budget –Historical Total Budget

Total El Paso County Budget vs. Population Growth



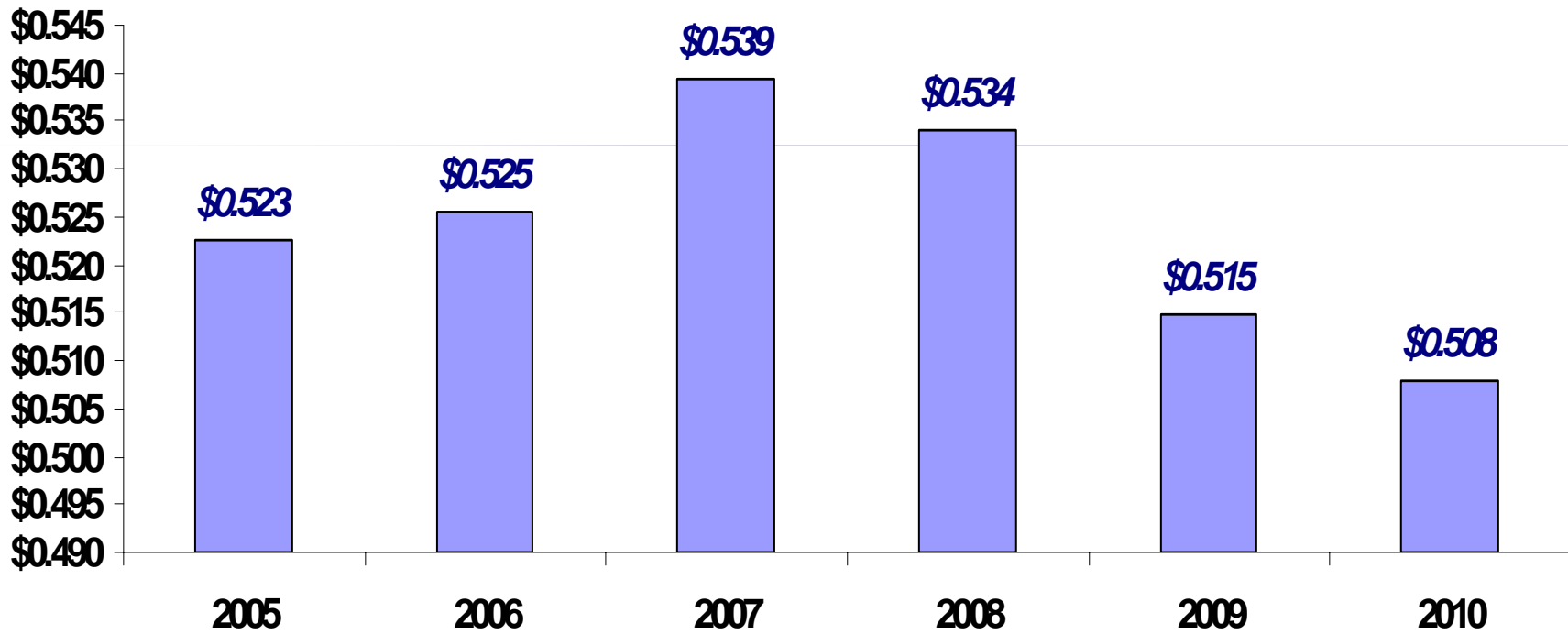
2010 Budget – Historical Budget

El Paso County General Fund Unrestricted Budget vs. Population Growth



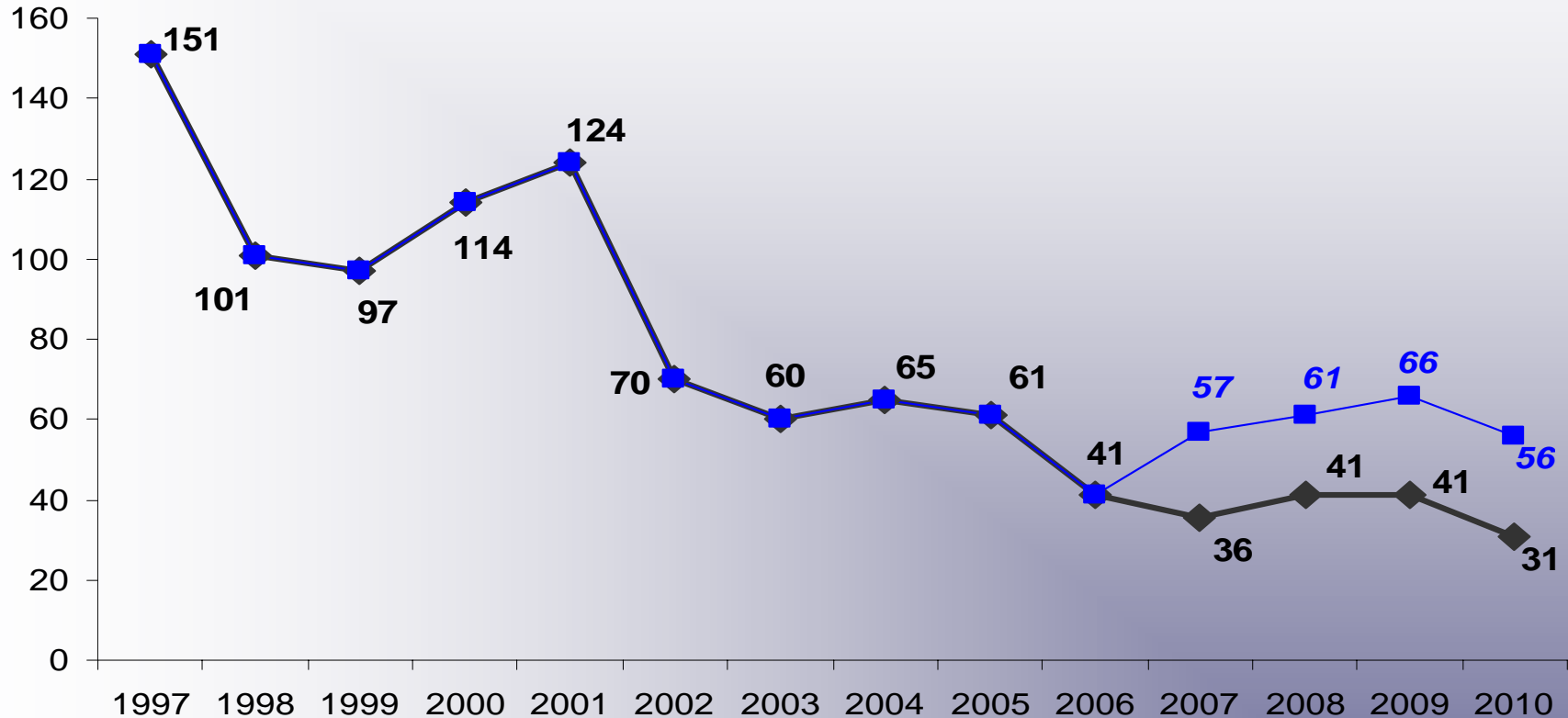
2010 Budget

Daily Local Tax Cost Per Person



2010 Budget - Fund Flow Status

General Fund Historical Days of Available Cash Flow



Black Line represents Historical Days of Cash Flow

Blue Line represents Historical Days of Cash Flow with restricted funds not obligated & 2008 Base Budget Reductions



2010 Budget in Summary

Net Impacts of General Fund Unrestricted

Projected Impacts:

On-Going Available Funds	\$ 480,000
One-Time Available Funds	\$5,500,000



2010 Budget in Summary

Even with this minor amount of available funds, we are still “barely surviving”, as we are not addressing basic critical needs of:

OPERATING:

On-Going \$ 60,108,687

One-Time \$ 13,730,416

CAPITAL:

One-Time \$385,199,706

TOTAL \$459,038,809



2010 Budget Process

July 30th:

- Commence Department and Office Critical Needs Presentations

August 6th:

- Citizen Budget Oversight Committee Recommendations
- Citizen Input
- Board of County Commissioners Direction

August 13th:

- Presentation of 2010 Preliminary Balanced Budget



Questions?