

Board Inquiry Form

Board Member	
Carbajal	
Wolf	
Farr	X
Gray	
Lavagnino	

Inquiry Number: 29

Department: CEO

Date: 6/11/12

Page(s) of Budget Book:

Request/Question:

What is included in \$28M of future use shown on the budget at a glance slide?

Response Prepared by: Andrew Myung, CEO Fiscal & Policy Analyst

Response:

	Amount
Increase to Nonspendables	20,000.00
Increase to Restricted Fund Balance	13,268,197.00
Increase to Committed Fund Balance	10,423,594.00
Increase to Retained Earnings	179,672.00
Increases to Residual Fund Balance	4,116,851.00
	28,008,314.00

Increase to Nonspendables: This fund balance classification includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact.

Increase to Restricted Fund Balance: This represents a temporary "set-aside" of funds, subject to externally enforceable legal restrictions. Sometimes, these funds have both an increase and a corresponding decrease in the same fiscal year. If a project crosses fiscal years, funds are then "rolled over" into the following fiscal year to be drawn as necessary. Approximately \$7.7M is for capital projects; approximately \$3.7M is restricted for Health & Public Assistance Programs and \$1.9M in various other programs throughout the County.

Increase to Committed Fund Balance: This represents a temporary "set-aside" of funds, at the Board's discretion. Sometimes, these funds have both an increase and a corresponding decrease in the same fiscal year. The majority of these increases were to meet Board budget principles to fund facilities maintenance (\$2.8M), roads (\$0.5M), new jail operations (\$2.0M), contingency (\$0.5M) and capital outlay (\$0.5M) and Health Care Programs (\$3.5) and various other (0.6M). Nearly all of these funds have planned uses in FY 12-13.

Increase to Retained Earnings: This represents operations in enterprise and internal service fund activity, specifically the result of operations for County Unemployment Insurance to meet liability reserve requirements (\$0.2M).

Increases to Residual Fund Balance: Residual classification for fund balance includes all amounts not contained in the other classifications. This entry represents budgeted payment against booked liability in the Mental Health Fund (\$4.1M). There is a final budget adjustment in place to reduce this amount to \$3.2M per Board actions on 5/15/12.