

REQUEST FOR BOARD ACTION

**HENDERSON COUNTY
BOARD OF COMMISSIONERS**

MEETING DATE: February 7, 2011

SUBJECT: FY 2011-2012 Budget Discussions

ATTACHMENTS: Yes

SUMMARY OF REQUEST:

The Board is requested to discuss budget-related issues at this meeting, and direct Staff accordingly regarding preparation for FY2011-2012 budget.

BOARD ACTION REQUESTED:

Staff recommends that the Board discuss budget related issues carried from the January 25th budget workshop, as well as any other budget related issues that arise, and provide Staff direction as necessary.

Suggested Motion:

No motion suggested.

Fund Balance Available

With the Board's unanimous decision at the January 25, 2011 Budget Workshop to maintain a 12% fund balance, fund balance available going into the FY2012 budget is \$10,690,376

Unreserved Undesignated Fund Balance	\$ 23,498,852
BOC Policy Level (12%)	\$ 12,808,476
Total projected available fund balance over 12% as of July 1, 2010 =	\$ 10,690,376

Scenario A

5% Budget Reduction

Revised expenditures at 1.25.11	\$ 112,754,917
Less 5% (of \$77,666,542)	- \$ 3,883,327
Projected revenues	- \$ 103,871,588
DIFFERENCE	\$5,000,002

Remaining Fund Balance available for subsequent years = \$5,690,374

Scenario B

7.5% Budget Reduction

Revised expenditures at 1.25.11	\$ 112,754,917
Less 7.5% (of \$77,666,542)	- \$ 5,824,991
Projected revenues	- \$ 103,871,588
DIFFERENCE	\$3,058,338

Remaining Fund Balance available for subsequent years = \$7,632,038