



Public Hearing
Washoe County Fiscal Year 2022
Tentative and Final Budget

Washoe County Commission Meeting
Eric P. Brown, County Manager
May 18, 2021

Budget Timeline



January

BCC Strategic Planning Session:

- FY20 Year-end Financial Results
- FY21 Mid-Year Budget Review
- FY22 Preliminary Outlook

February/March

- CIP Committee
- Develop Cost Estimates
- Develop Revenue Estimates
- Work with Departments

April/May

- Develop Tentative Budget
- Work with County Manager/Individual Commissioners
- **Presentation of Recommended Budget to BCC**
- **Today: Public Hearing and Budget Adoption**

Fiscal Year 2022 - Maintain and Sustain Financial Stability



Highlights: Recommended Budget (All Funds)

- Ongoing pandemic response and recovery costs
- Expansion of regional homelessness services
- Expansion of library services
- Property Tax Refunds: legal obligation
- Additional 35 FTE's
- Commissioner Support
- Legislative Session: unfunded mandates, State funding reductions?
- Restore Reserves: Stabilization and Risk Management Fund
- Restore Capital Improvement Program Funding
- Restore Contingency Budget

Washoe County FY 2022 Final Budget (All Funds)



Washoe County				
Total Budget Appropriations*	Fiscal Year 2022 Recommend	Fiscal Year 2022 Final	Variance	
			\$'s	%'s
Governmental Funds				
General Fund	\$ 435,482,853	\$ 436,638,743	\$ 1,155,890	0.27%
Special Revenue Funds	235,126,643	\$ 238,081,653	\$ 2,955,010	1.26%
Capital Project Funds	45,317,141	\$ 50,436,306	\$ 5,119,165	11.30%
Debt Service Funds	14,185,998	\$ 13,752,515	\$ (433,483)	-3.06%
Total Governmental Funds	\$ 730,112,635	\$ 738,909,217	\$ 8,796,582	1.20%
Proprietary Funds				
Enterprise Funds	\$ 23,692,567	\$ 23,692,567	\$ -	0.00%
Internal Service Funds	\$ 75,343,284	\$ 75,343,284	\$ -	0.00%
Total Proprietary Funds	\$ 99,035,851	\$ 99,035,851	\$ -	0.00%
Total Appropriations-All Funds	\$ 829,148,486	\$ 837,945,068	\$ 8,796,582	1.06%

- Total Budget(All Funds) \$838M
- 23 Governmental Funds
- 6 Proprietary Funds
- New: Homelessness Fund (special revenue fund to account for regional homelessness services)

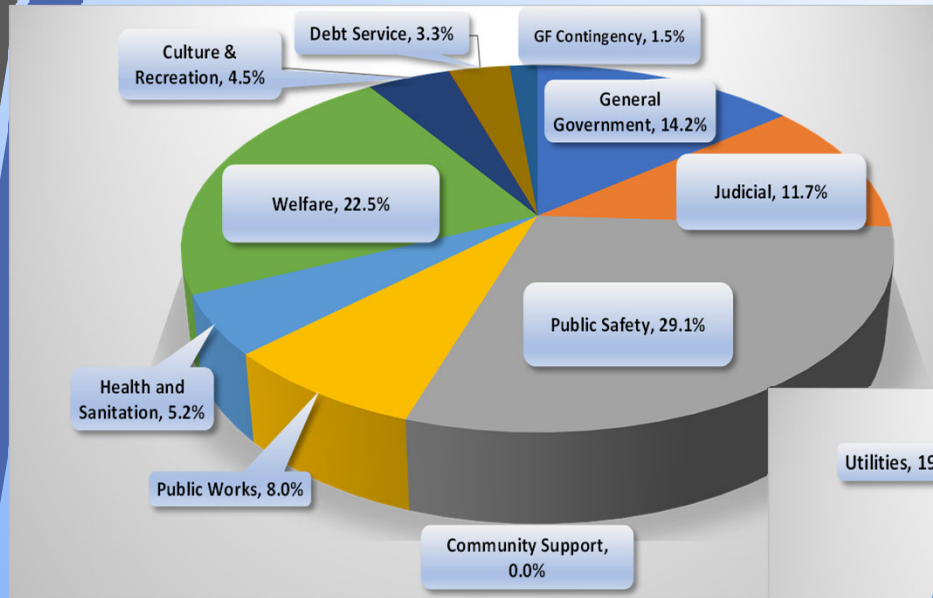
*Total appropriations include expenditures, contingencies and transfers out

Washoe County FY 2022 Final Budget by Function

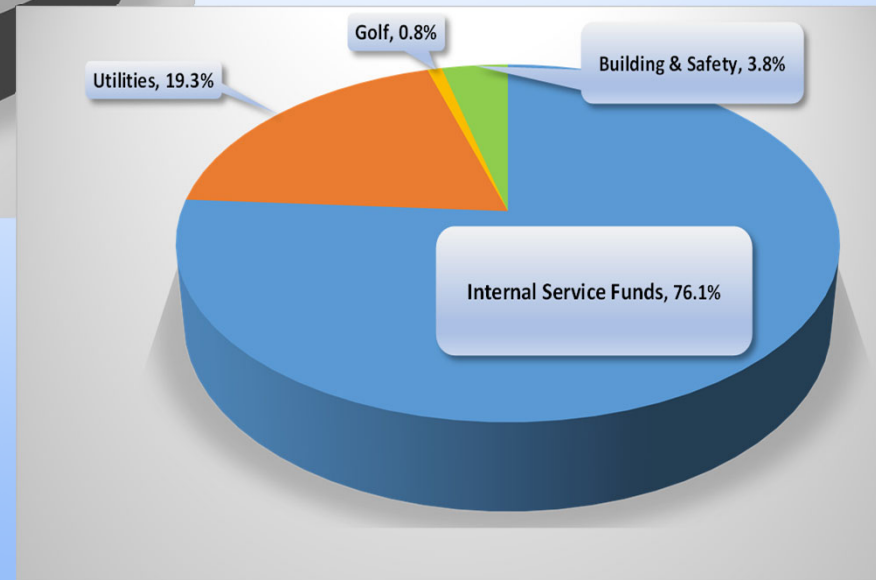


Total Appropriations by Function – All Funds \$837.9M

Governmental = \$738.9M



Proprietary = \$99M





General Fund

General Fund FY 2022 Final Budget



Washoe County FY 2022 Final General Fund Budget						
Sources and Uses	FY 2020 Actual	FY 2021 Year-End Estimate	FY 2022 Recommend Budget	FY 2022 Final Budget	FY22 vs. FY21 Year-End Estimate	
					% Var.	\$ Var.
Revenues and Other Sources:						
Taxes	180,524,330	191,601,430	203,478,752	203,478,752	6.2%	11,877,322
Licenses and permits	9,771,369	9,480,533	10,045,793	10,045,793	6.0%	565,260
Consolidated taxes	121,149,884	126,016,700	131,687,450	131,687,450	4.5%	5,670,750
Other intergovernmental	23,965,680	21,985,179	22,724,169	22,724,169	3.4%	738,990
Charges for services	21,062,563	21,679,021	22,101,745	22,101,745	1.9%	422,724
Fine and forfeitures	6,110,868	5,951,282	6,146,782	6,146,782	3.3%	195,500
Miscellaneous	8,784,236	4,014,031	4,288,037	4,288,037	6.8%	274,006
Total revenues	371,368,930	380,728,176	400,472,728	400,472,728	5.2%	19,744,552
Other sources, transfers in	4,354,527	1,147,030	499,000	499,000	-56.5%	(648,030)
TOTAL SOURCES	375,723,457	381,875,206	400,971,728	400,971,728	5.0%	19,096,522
Expenditures and Other Uses:						
Salaries and wages	158,783,029	163,263,811	173,570,550	173,684,484	6.4%	10,420,673
Employee benefits	75,389,674	78,065,672	84,156,037	84,201,973	7.9%	6,136,300
OPEB contributions	14,813,058	12,365,870	8,006,498	8,006,498	-35.3%	(4,359,372)
Services and supplies	63,560,749	61,313,798	64,819,432	64,692,932	5.5%	3,379,134
Settlement Payments	-	-	40,000,000	40,000,000		40,000,000
Capital outlay	558,525	779,816	835,048	835,048	7.1%	55,232
Total expenditures	313,105,035	315,788,967	371,387,565	371,420,935	17.6%	55,631,967
Transfers out	42,171,914	44,085,323	52,977,288	54,099,808	22.7%	10,014,485
Contingency	-	500,000	11,118,000	11,118,000	2123.6%	10,618,000
TOTAL USES	355,276,949	360,374,290	435,482,853	436,638,743	21.2%	76,264,452
Net Change in Fund Balance	20,446,507	21,500,916	(34,511,125)	(35,667,015)		
Beginning Fund Balance	\$ 73,821,298	94,267,805	115,768,721	115,768,721		
*FY20 Beginning Fund Balance restated						
Ending Fund Balance	\$ 94,267,805	115,768,721	81,257,596	80,101,706		
Unassigned Ending Fund Balance	\$ 68,318,785	\$ 83,302,499	\$ 72,591,374	\$ 71,435,484		
Unassigned Fund Balance %	19.3%	23.2%	16.7%	16.4%		
*as % of Expense & Transfers less Capital						

FY 2021 YR End Est. includes:

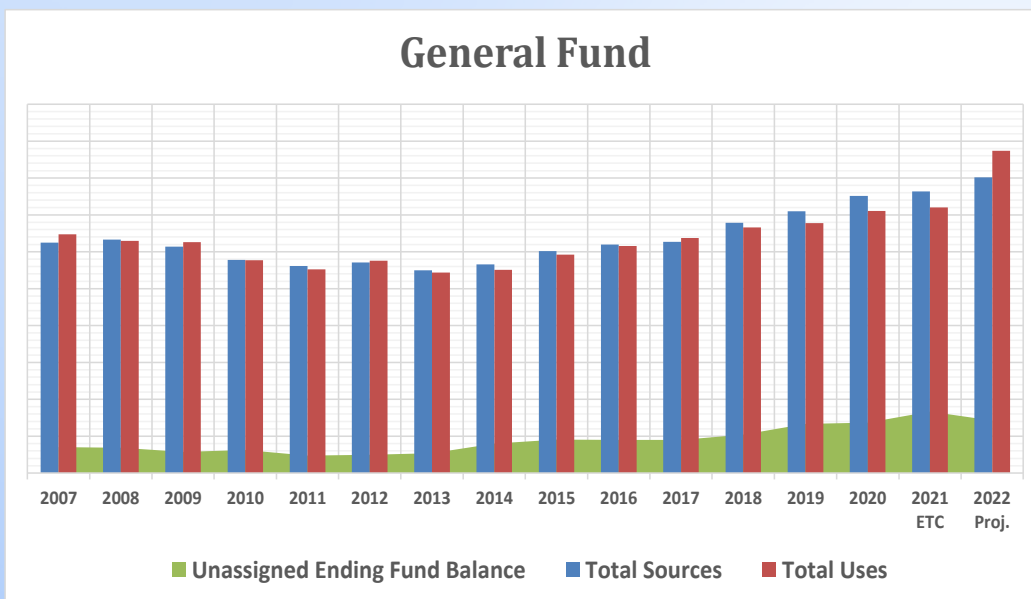
- Stabilization Reserve \$3M
- Risk Mgmt. Fund \$3M
- \$1.4M transfer to CIP for unbudgeted projects

FY 2022 Budget includes:

- Use of fund balance \$35.7M
- New Transfer Out to Homeless Serv. \$7.5M
- Property Tax refunds \$40M
- Contingency Budget \$11M
- 18 Additional FTE's

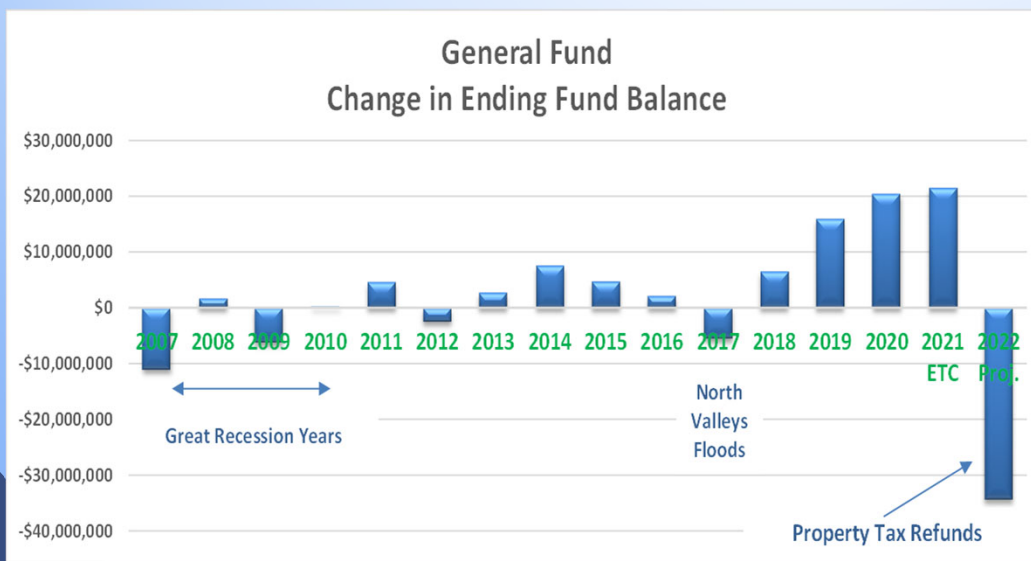


General Fund FY 2022 Final Budget



Unassigned
Ending Fund
Balance = \$71.4M,
16.4%

BCC Policy:
10% - 17%

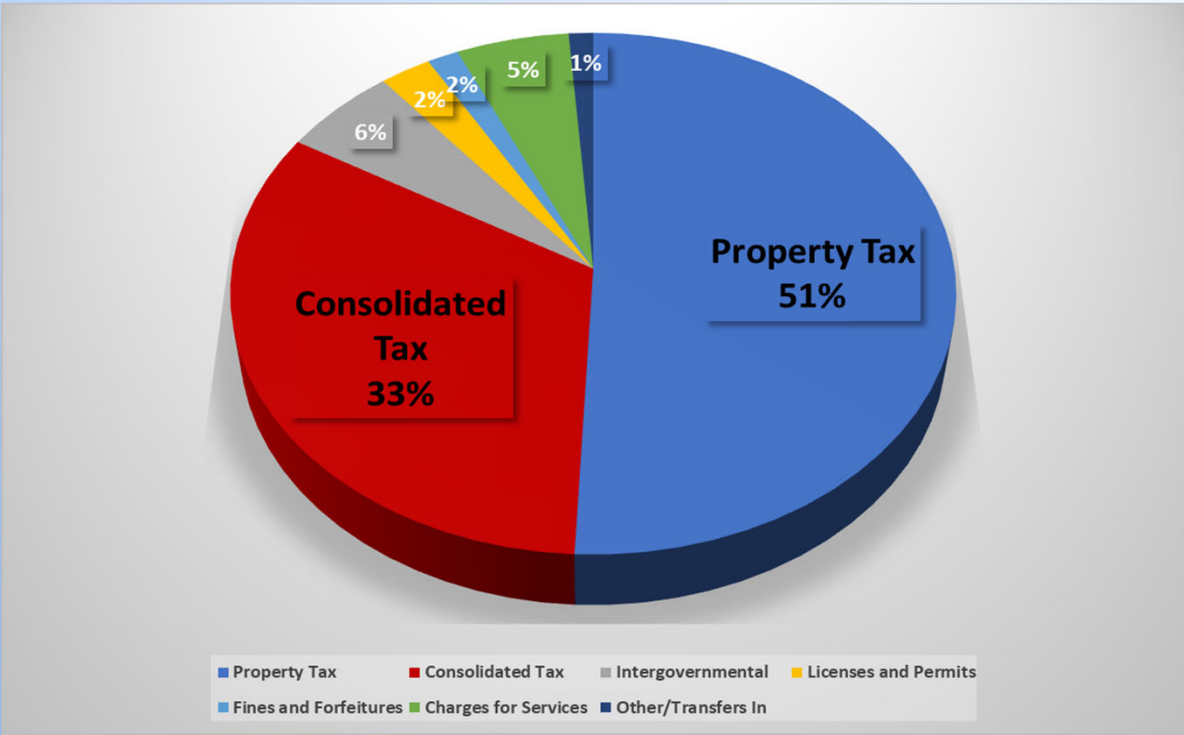


Use of Fund
Balance = \$35.7 M

General Fund FY 2022 Final Budget - Sources



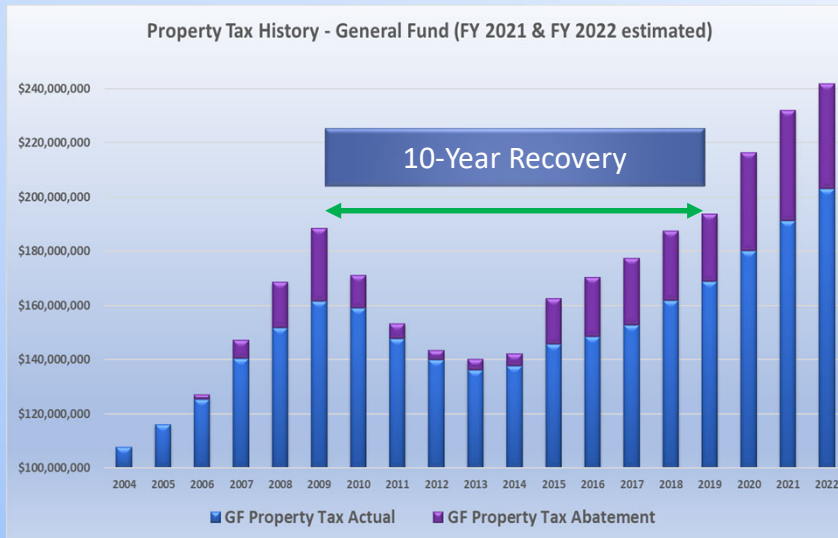
General Fund Sources by Type



- Total Sources = \$401M, 18.0% increase
- 84% of revenues = Property Tax and Consolidated Tax
- Property Tax = \$203M
- C-Tax = \$131M



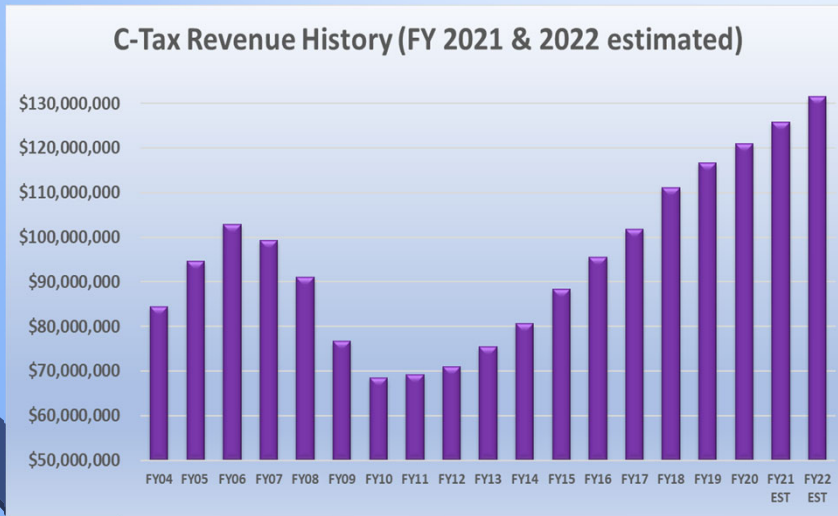
General Fund Major Revenues



Property Tax:

- FY22 Forecast = +6.2%
 - Tax caps limit growth to: ~3.7%
 - New construction not subject to abatement in first year will add: ~2.5%
- Estimated property taxes abated FY 2022 = \$38.7 million (GF), cumulative abatement since FY 2006 over \$311 million (GF); \$382 million (all funds)

Abatement is the difference between the amount of taxes due based on the assessed value versus what is actually paid by property owners, due to property tax cap



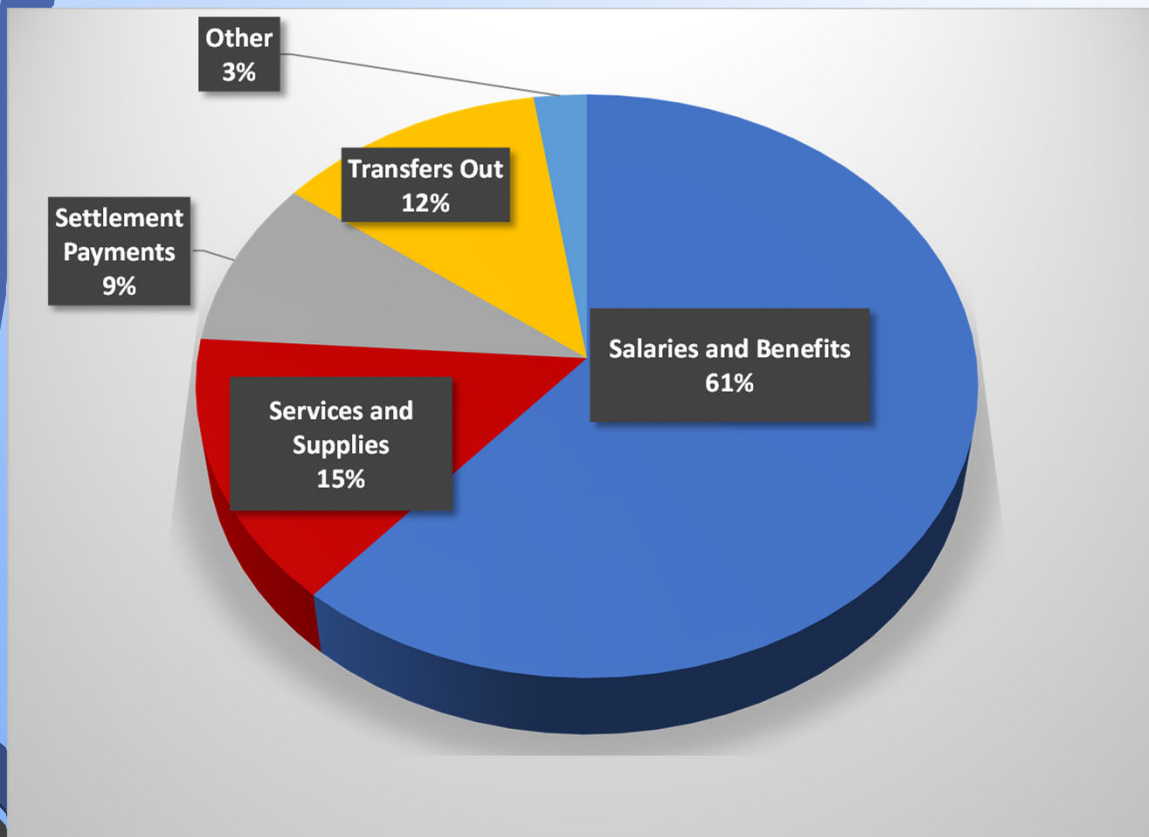
C-Tax:

- FY22 Forecast = +4.5%

General Fund FY 2022 Final Budget - Uses



General Fund Uses by Type



- Total Uses = \$436M, up 21.2%
- Personnel costs = \$266M, up 4.8%
- Services and Supplies = \$65M, up 5.2%
- Settlement Payments = \$40M



General Fund FY 2022 Final Budget – New Positions

Function	Department-Program	Net FTE Change
General Government:	Human Resources	1.00
	Manager's/Commissioner Support	<u>2.00</u>
	Total General Govt.	3.00
Judicial:	Public Defender	<u>1.00</u>
	Total Judicial	1.00
Public Safety:	Medical Examiner	2.00
	Sheriff-Crime Lab	<u>2.00</u>
	Total Public Safety	4.00
Culture & Recreation:	Library	<u>8.00</u>
	Total Culture & Recreation	8.00
Public Works:	CSD-Facilities	<u>2.00</u>
	Total Public Works	2.00
Total General Fund		18.00

Detailed information included in Attachment A to the Staff Report

General Fund FY 2022 Final Budget - Reclassifications



Function	Department	# of Incumbents
Culture & Recreation	Community Services	2.00
General Government:	Manager's Office	2.00
	Recorder's Office	<u>*1.00</u>
	*BCC approved off-cycle	3.00
	Total General Govt.	
Judicial:	District Attorney	1.00
Public Safety:	Alternative Sentencing	6.00
	Title Change-4	
	Juvenile Services	2.00
	Public Guardian	1.00
	Sheriff's Office	<u>2.00</u>
	Total Public Safety	11.00
Public Works:	Community Services	3.00
Total General Fund		20.00

Detailed information included in Attachment A to the Staff Report



General Fund FY 2022 Final Budget - Transfers Out

FY 2022 Recommended General Fund Transfers Out			
Transfers Out to Fund:			
Health District			\$ 9,516,856
Indigent Services			\$ 21,120,906
Homelessness Fund			\$ 7,534,615
Senior Services			\$ 1,406,782
Child Protective Services			\$ 447,237
Road Maintenance			\$ 1,084,553
Debt Service			\$ 5,988,859
Capital Improvement			\$ 7,000,000
Total General Fund Transfers Out			\$ 54,099,808

Total Transfers Out
\$54.1 million

\$15 million increase
over FY 2021:

- \$7M Capital Improvement Fund (\$-0- in FY21)
- \$7.5M Homelessness Fund (New)
- \$910K Indigent Fund



Highlighted Other Funds

Homelessness Fund (New)



Washoe County FY 2022 Final Homelessness Fund Budget		
Sources and Uses	FY 2022 Recommended Budget	FY 2022 Final Budget
Revenues and Other Sources:		
Taxes	-	-
Licenses and permits	-	-
Other intergovernmental	300,000	300,000
Charges for services	497,000	497,000
Fine and forfeitures	-	-
Miscellaneous	180,000	180,000
Total revenues	977,000	977,000
Other sources, transfers in		
Transfer from General Fund	6,412,095	7,534,615
Transfer from Indigent Fund	8,608,805	8,608,805
Transfer from Marijuana Fund <i>*Used to support Sheriff's Initiative</i>	500,000	500,000
Total Other Sources	15,520,900	16,643,420
TOTAL SOURCES	16,497,900	17,620,420
Expenditures and Other Uses:		
Salaries and wages	3,755,814	3,775,814
Employee benefits	1,826,264	1,826,264
OPEB contributions	55,471	55,471
Services and supplies	10,208,364	11,010,884
Capital outlay	300,000	300,000
Total expenditures	16,145,913	16,968,433
Transfers out	-	-
Contingency	-	300,000
TOTAL USES	16,145,913	17,268,433
Net Change in Fund Balance	351,987	351,987

Programs:

- General Administration
- Sheriff Homelessness Initiative
- Crossroads
- Cares Campus Shelter
- Care Campus Safe Camp
- Continuum of Care
- Housing Administration
- Human Services:
 - Administration
 - Our Place
 - Women's Program
 - Temporary Assistance for Displaced Seniors (TADS)

Positions/FTEs: Total = 44.50

- New Programs 7.00
- Human Services 30.50
- Crossroads 2.00
- Sheriff's Initiative 5.00

Other Funds FY 2022 Final Budget - New Positions and Reclassifications



New Positions -Function	Department	Net FTE Change
Welfare	Child Protective Services	1.00
Welfare	Homelessness Fund *7.0 positions created off-cycle	9.00
Culture & Recreation	Library Expansion Fund	7.00
Total Other Funds		17.00

Reclassifications - Function	Department	# of Incumbents
General Government:	Equipment Services	1.00
Welfare:	Human Services (Senior Svcs.)	1.00
Total Other Funds		2.00

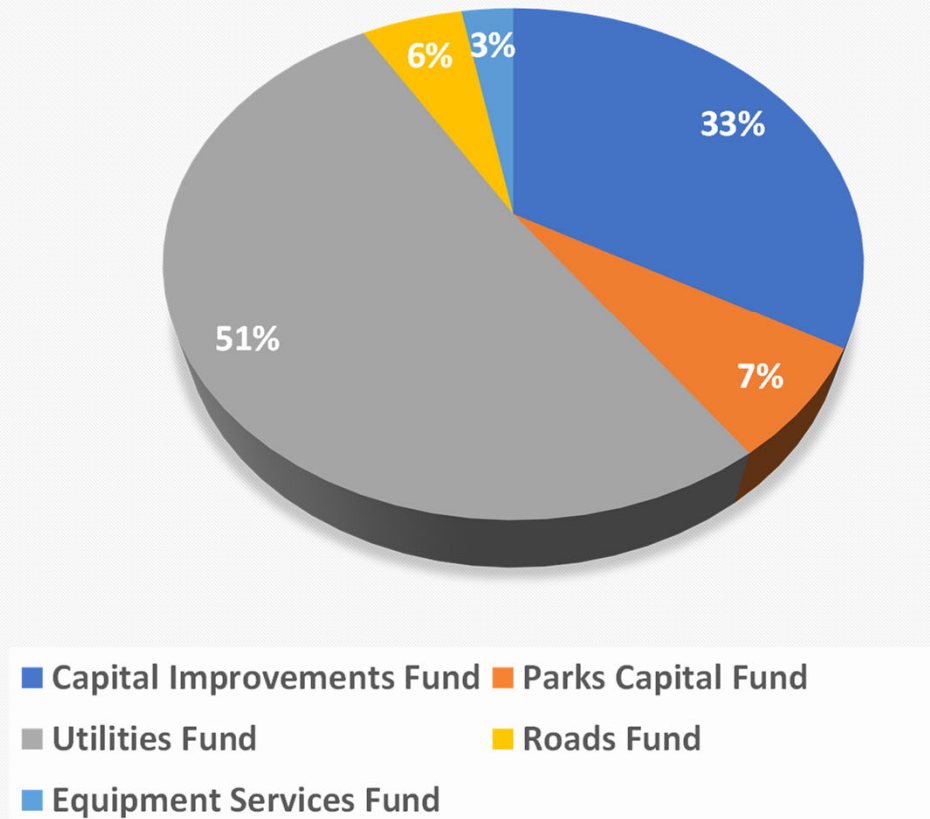
Reclassifications:

- 2 Incumbents

FY 2022 Final Budget - Capital Improvements



FY 2022 Capital Improvement Budget by Fund Type
Total Appropriations \$104,612,417



FY 2022 Final Budget - Capital Improvement Fund – All Projects



FY 2022 PROJECTS - Capital Improvements Fund	COST
Children Advocacy Center Roof	415,000
Karpel Software	1,000,000
911 Parr Upgrade to Steel Doors HU1_HU3_HU6	362,000
Red Rock Facilities Fire Ops	160,000
Pedestrian Safety Improvements	200,000
Incline Village Above Ground Fuel Tank	500,000
Kids Kottage 1 Roof Replacement	295,000
Reno Downtown Library Elevator Replacement	850,000
WiFi System Upgrades	239,825
Door Access Control System Replacement	247,375
Firewalls for County Network	160,240
Security Camera System Replacement	355,000
Fox Mountain Infrastructure Upgrades	350,000
Marble Bluff Infrastructure Upgrades	555,000
WCSCO Records Detention CAD Management System	2,500,000
Countywide Security Upgrades (carry-over)	133,305
Tax Collection System (carry-over)	276,008
75 Court Elevator Upgrades (carry-over)	294,552
Alt Sentencing Case Management System (carry-over)	48,300
RJC Court Hearing Room_Resource Center (carry-over)	404,400

WCSCO Isolation Rooms (carry-over)	400,000
911 Parr Bunk Bed Safety Modifications (carry-over)	572,000
WCSCO Front Lobby Remodel Design Only (carry-over)	30,213
WCSCO Front Lobby Remodel (carry-over)	1,468,266
Jan Evans Fire System (carry-over)	402,210
WCSCO Commissary Visitation Rooms (carry-over)	202,938
Major Maintenance Replacement (on-going)	1,152,500
North Valley's Mitigation Strategy (carry-over)	1,817,845
220 S Center Parking Security Enhancements (carry-over)	433,643
Incline Village Library/CC Parking Lot (carry-over)	199,250
220 S Center parking Garage Elevator Replacement (carry-over)	289,888
Lower Wood Creek Phase I WQIP (carry-over)	2,269,846
Parks Public Water System - Ops Plan Improvements (carry-over)	187,407
Safe Camp Facility (carry-over)	350,000
South Valleys Regional park ADA Improvements (carry-over)	100,000
Northwest Library Carpet Replacement (carry-over)	304,850
Sparks Library Carpet Replacement (carry-over)	483,490
VOIP Infrastructure (carry-over)	106,232
Application Infrastructure (carry-over)	92,158
Network Switches Upgrade (carry-over)	154,354
Disk Backup System Upgrade (carry-over)	3,316
NSRS Debt 2020 (carry-over)	11,156,611
P25 Radios (on-going)	902,523
Undesignated	2,391,554
Total FY22 Capital Improvements Fund	34,817,097

****FY 2022 Total CIP Project Expenses = \$34,817,097, including carry-over projects from prior years and undesignated**

FY 2022 Final Budget - Capital Improvements: Parks , Utilities, Roads, and Equipment Services Funds – All Projects



FY 2022 PROJECTS - Parks Capital Fund	COST
Galena Schoolhouse-Interior Renovations (carry-over)	405,000
South Valleys Regional Park-Master Plan Development (carry-over)	900,000
Ellens Park Playground Renovation (carry-over)	304,125
Whites Creek Playground Improvements (carry-over)	49,063
Sun Valley Regional Park - Bike Park (carry-over)	100,000
Lemmon Valley - Improvements to Ballfield	450,000
North Valleys Regional Dog Park	300,000
Regional Archer Facility NEPA	100,000
Ballardini Loop Trails WC-1 (carry-over)	326,232
Thomas Creek Trail Re-Route Bridge (carry-over)	4,809
WC-1 Lake Tahoe Bike Phase 4 (carry-over)	285,000
Rancho Playground Improvements (carry-over)	550,000
Bowers Mansion Seismic Retrofit Ph III (carry-over)	372,800
WC-1 Riverbend Trails Phase 2 (carry-over)	129,590
Ballardini Water Rights WC-1 (carry-over)	58,742
Bowers Pool Replaster (carry-over)	275,000
Rancho Wetlands/UNR (carry-over)	287,887
Pennington-Bowers Pool Facility Improvements (carry-over)	213,334
Thomas Creek to Ballardini Connector Trail (carry-over)	40,000
NDF Parks & Open Space Weed Management (carry-over)	80,375
Undesignated Budget	2,041,365
Total FY22 Parks Capital Fund	7,273,320

FY 2022 PROJECTS - Utilities Fund	COST
Reclaimed Water System Maintenance Projects	200,000
Steamboat Lift Station Replacement and 2nd Force Main	2,300,000
Cold Springs WRF Projects	500,000
Effluent Water Projects - Existing Water Resource Management	1,900,000
Pleasant Valley Interceptor - Reach 3 Conveyance Project	7,200,000
STMWRF 2020 Expansion	33,400,000
Effluent Distribution Expansion - Programmatic	6,100,000
NSS Flood Detention Facility Fencing/Security Improvement	1,300,000
Cold Springs WRF Projects	700,000
Total FY22 Utilities Fund	53,600,000

FY 2022 PROJECTS - Roads and Equipment Services Fund	COST
Roads Capital	5,906,000
Equipment Services Capital (Heavy & Light Fleet)	3,026,000

****FY 2022 Total Parks Capital CIP Project Expenses = \$7,273,320, including carry-over projects from prior years and undesignated**

Washoe County FY 2022 Final Budget



Next Steps

Today:

- Public Hearing
- Adoption of the FY 2022 Final Budget (Including necessary FY 2021 financial actions)

June 1, 2021:

- Submit FY 2022 Final Budget to State

Washoe County FY 2022 Final Budget



Questions/Discussion