AGENDA ITEM SUMMARY

(Must be submitted NLT 3PM Wednesday for next week agenda)

Department: BOCC

WORK SESSION **Meeting Date:**

REGULAR AGENDA **Meeting Date: 11/15/2016**

Required Originals Approved and Attached? ☒
Will be provided on:

Item Summary:*

☒ Call for Hearing ☐ Contract/Agreement/MOU** Contract #
☐ Resolution ☐ Proclamation ☒ Budget Item
☐ Draft Ordinance ☐ Final Ordinance ☐ Other
Documents exempt from public disclosure attached: ☐

Executive Summary:

The 2017 Draft Budget is hereby presented for Public Hearing on December 6, 2016 as required by the Clallam County Home Rule Charter, and thus continues the budget adoption process that will result in an adopted budget no later than December 13, 2016. General Fund Revenues are projected at $36,104,636 as we expect little or no increase in economic activity across the county during 2017, but are expecting to see an increase in Sales Tax collections, reflecting a full year without the temporary, 20% decrease in rate that had been in effect for the second half of 2015 and the first half of 2016, as well as small increases in Sale of County Timber (DNR) and Grant Revenues from the State. In addition, we are budgeting for the automatic, inflationary increase in property taxes (.953% as allowed by law) and we expect that new construction values and their corresponding increase in total assessed valuation will add to our total property tax collections. On the expenditure side, TOTAL General Fund Expenditures are budgeted at $36,381,161, resulting in a $276,525 (structural) use of reserves that would leave $10,323,475 (28.4% of expenditures) as the year-end Reserve Balance. In order to achieve this TOTAL Expenditure amount, we are introducing a new line in the budget summary called "Budget Adjustments" (-$ 1,500,000) that is being used to estimate the net amount of savings in the usage of General Fund Reserves we plan to achieve by year end, by very carefully examining every single opportunity to reduce spending and look for new revenue sources that might become available to us during 2017. The unfinished part of this Draft Budget, are the "Departmental Asks" that have not yet been decided upon. The BOCC has scheduled a special work session at 9:00 a.m. on Tuesday, November 22nd, to review these in detail, with the plan to consider adding some of them to the Final Budget at the public hearing on December 6, 2016. Selecting any of these "Asks" will result in changes to some of the above budget numbers that will be reflected in the Final Budget, before formal adoption by the Board. Please review the attached budget data and charts and feel free to ask me, or our Budget Director, Debi Cook any questions that you might have.

Budgetary Impact :(Is there a monetary impact? If so, are funds for this already allocated or is a budget change necessary? If this is a contract and a budget change is necessary, the budget change form must be submitted with the item at work session and for the regular agenda) **If a budget Action is required, has it been submitted and a copy attached?** ☐

This is the Draft 2017 Budget.

Recommended Action :(Does the Board need to act? If so, what is the department's recommendation?)

Ask any questions you might have, suggest any changes you would like to see, and approve the Notice of Public Hearing.

County Official Signature: _____

Date Submitted: 11/10/2016

* Submit original and 5 copies
** Submit **3** originals and 5 copies

Questions? Call Trish Holden, Clerk of the Board, ext 2234