

Montgomery County

2006 Budget Presentation

Board of County Commissioners

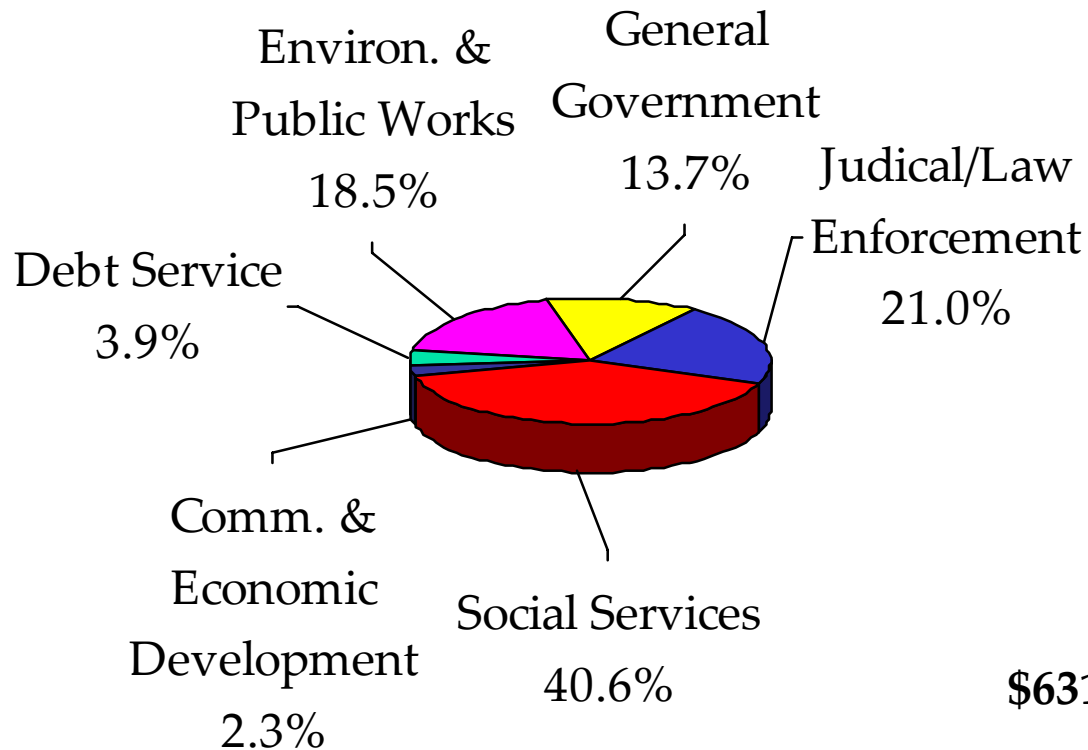




2006 Proposed Budget

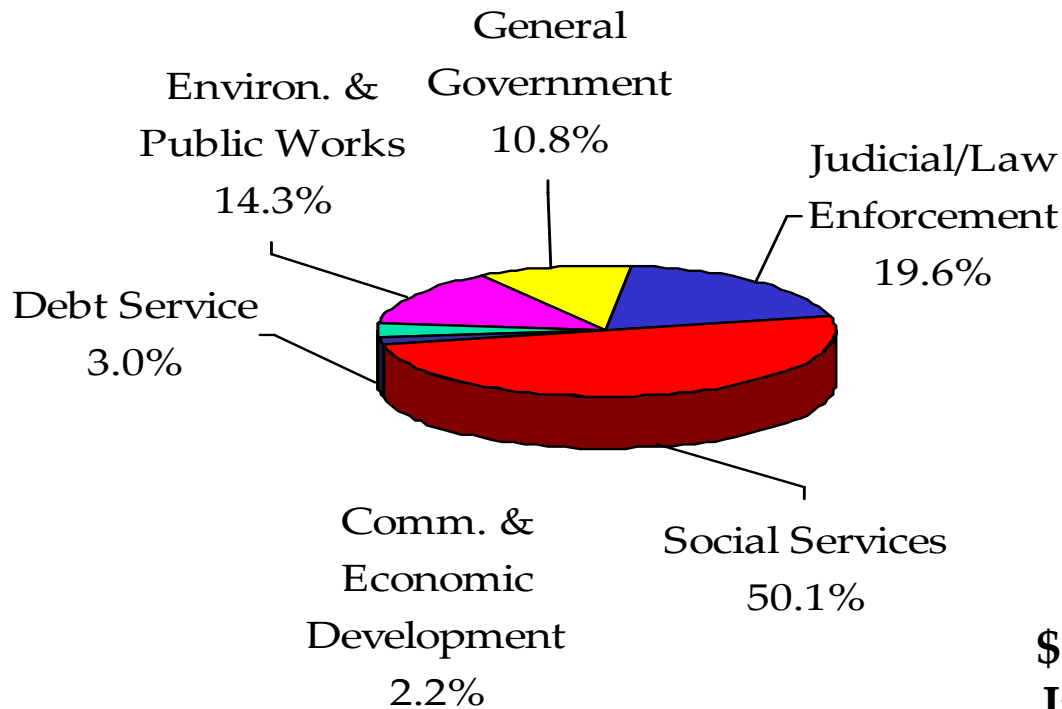
- \$631.9 million calendar year appropriation.
- Total calendar year budget increased by \$50.0 million or 8.6% over the 2005 Adopted Budget.
- Appropriations for state and federal programs approved throughout the year is \$817.8 million.
- Budget includes state and federal programs and fluctuates based upon the acceptance of new grant funds in 2005 for 2006.

2006 Proposed Calendar Year Budget



\$631.9 Million

2006 Proposed Total County Budget



**\$817.8 Million -
Includes Grant
Programs**

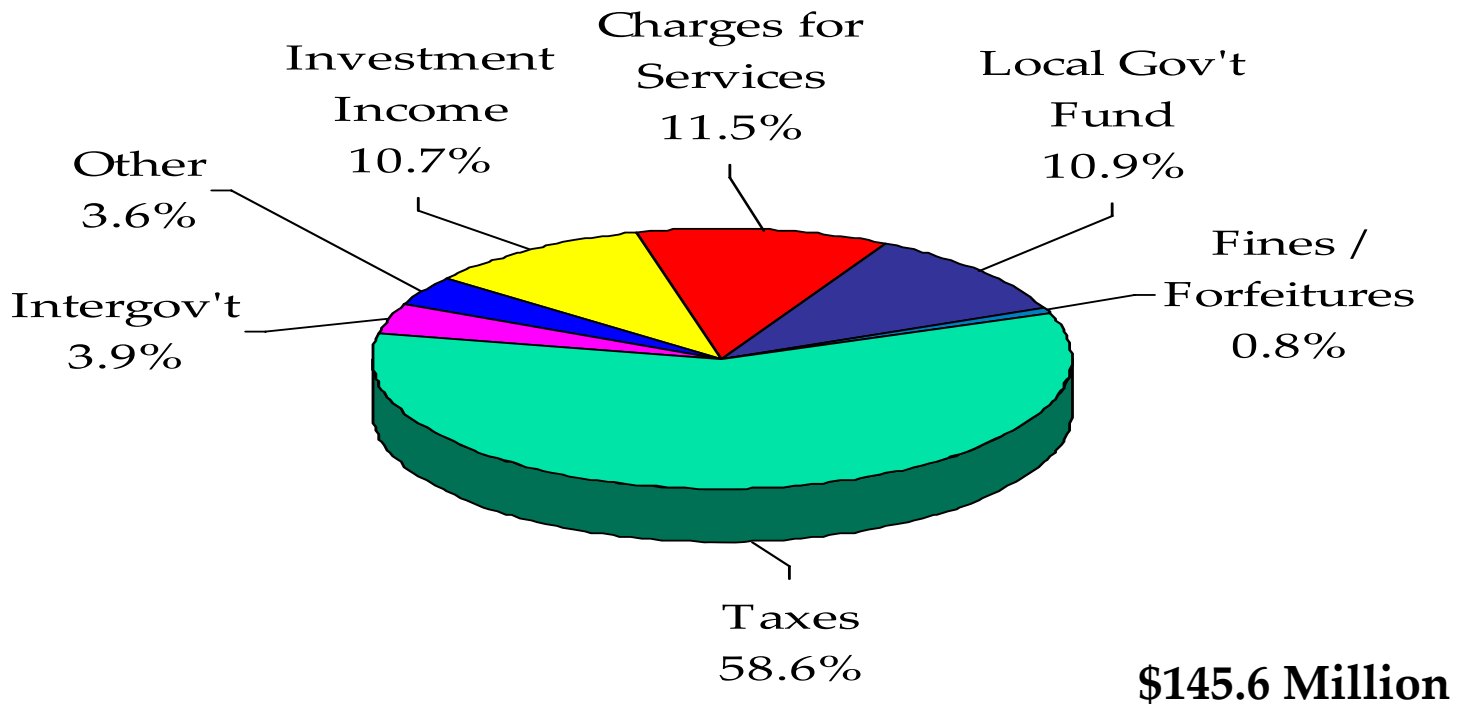


General Fund

■ 2006 Revenue Issues

- Sales Tax receipts reflect growth of \$2.7 million or 4.2% over 2005.
- Property Taxes increased \$1.4 million or 9.5% over 2005.
 - Includes the impact of the triennial update of property values for \$.8 million.
 - Estimates of \$.6 million from the tax lien sales as a one-time increase in tax receipts in 2006.
- Local Government Funds stable.
- Investment income increases \$1.1 million or 7.4% due to higher yields on county investments.

General Fund Revenue Budget





General Fund

■ 2006 Expenditure Issues

- \$149.3 Million, a 5.7% increase or \$8.1 million greater than the 2005 Adopted Budget.
- Budget parameters of 3% for Salary line items and no increases in operating expense line items.
- Employer share of PERS increased to 13.7% .
- Soldiers' Relief Allowance increased for Veteran Services by \$1.2 million.
- Board/Care of Prisoners increased by \$1.1 million to outsource county prisoners.



General Fund

■ 2006 Expenditure Issues

- Funded nine new Sheriff's correction officer positions.
- Funded costs for the new election system.
- Increase of one-time ED/GE Contributions for \$.3 million.
- Building Depreciation program funded at \$.5 million.

General Fund

Revenues (Reported in Millions)	2005 Adopted	2005 Est.	2006 Proposed	2007 Est.	2008 Est.
Sales Tax	\$64.4	\$66.1	67.2	\$68.5	\$69.9
Property Tax	15.1	14.9	16.5	16.0	16.3
Other Taxes	1.6	2.0	1.6	1.7	1.7
Local Gov't. Funds	15.3	15.9	15.9	15.9	15.9
Intergovernmental	5.3	5.7	5.6	5.7	5.8
Investment Income	14.6	15.3	15.6	16.1	16.6
Charges for Services	17.0	17.9	17.1	17.5	17.8
Other Revenue	5.5	7.3	6.1	5.5	5.5
Total	\$138.8	\$145.1	\$145.6	\$146.9	\$149.5
Percent Change			4.9%	0.9%	1.8%

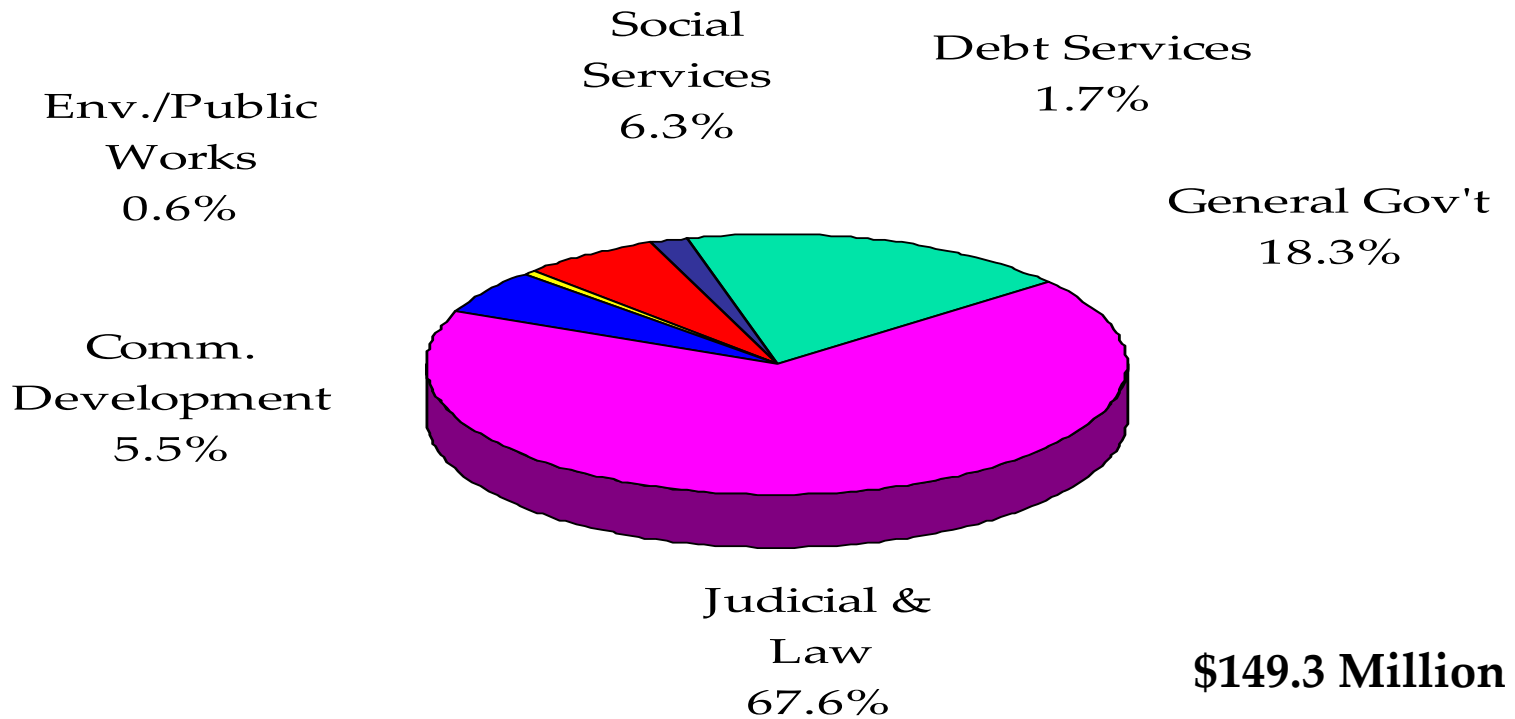
General Fund

Expenses in Millions	2005 Adopted	2005 Est.	2006 Proposed	2007 Est.	2008 Est.
Salary and Wages	\$65.7	\$65.2	\$68.1	\$69.4	\$70.8
Fringe Benefits	21.6	22.0	22.4	24.1	25.6
Operating/Professional	28.6	30.3	30.6	30.7	31.2
Public Assistance	10.2	9.2	11.4	11.9	12.4
Operating Subsidies	7.8	7.8	8.6	8.8	8.9
Board/Care of Prisoners		0.5	1.1	1.1	1.1
Community Programs	4.2	4.2	4.5	4.2	4.2
Debt Service	3.1	2.5	2.6	2.6	2.6
Year End Transfers		8.5			
Juv. Detention Costs Est.				1.6	3.1
Total	\$141.2	\$150.2	\$149.3	\$154.4	\$159.9
Percent Change			5.7%	3.4%	3.5%

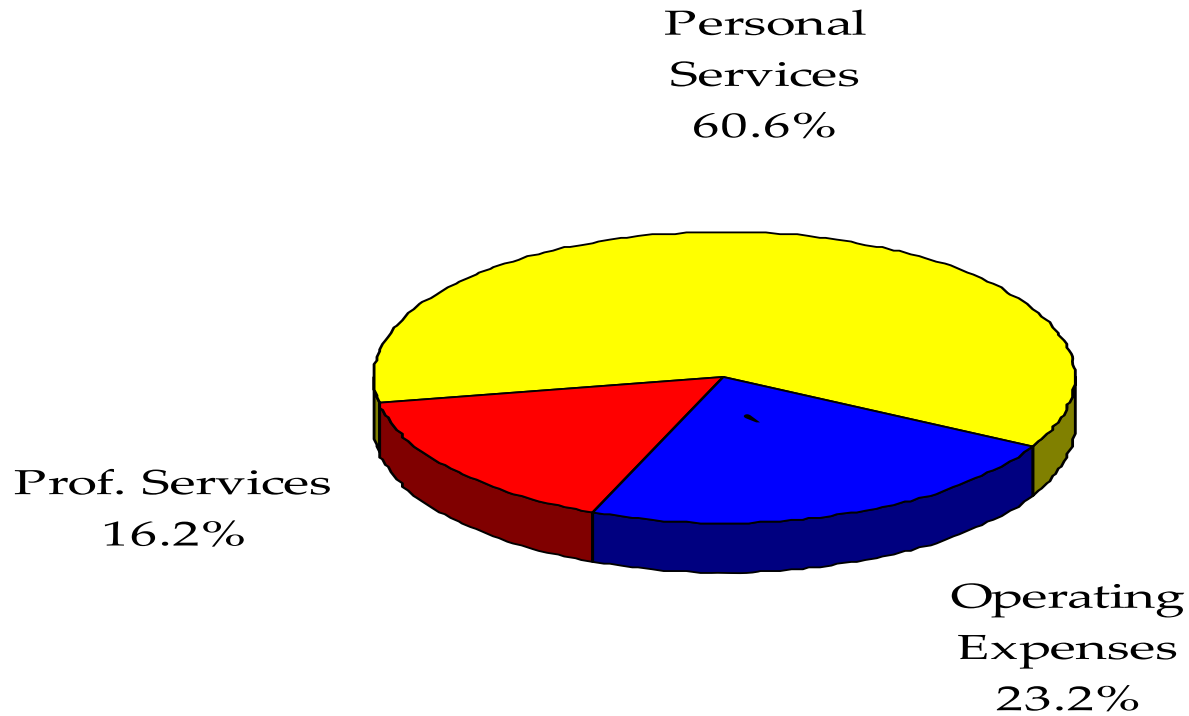
General Fund

Description (Reported in Millions)	2005 Adopted	2005 Est.	2006 Proposed	2007 Est.	2008 Est.
Beginning Unenc. Cash Balance	\$35.3	\$35.3	\$30.2	\$26.5	\$19.0
Estimated Revenues	\$138.8	\$145.1	\$145.6	\$146.9	\$149.5
Estimated Expenses	\$141.2	\$150.2	\$149.3	\$154.4	\$159.9
Revenue Over/(Under) Expense	(\$2.4)	(\$5.1)	(\$3.7)	(\$7.5)	(\$10.4)
Ending Unenc. Cash Balance	\$32.9	\$30.2	\$26.5	\$19.0	\$8.6

General Fund Budget by Program



General Fund Budget by Category



\$149.3 Million



General Fund

Budgets by Department

Administrative Services	\$ 1,916,658	Juvenile Court	\$ 16,165,468
Auditor	3,200,411	Municipal Courts	1,090,920
Board of County Commissioners	775,648	Non-Departmental	35,903,312
Board of Elections	2,751,041	Office of Management & Budget	901,264
Clerk of Commission	106,943	Probate Court	1,721,538
Clerk of Courts	1,725,908	Prosecutor	10,208,279
Common Pleas Court - General	12,011,090	Public Defender	4,772,272
Community/Economic Development	741,359	Public Works	9,238,825
Coroner	3,494,041	Recorder	1,133,815
County Administrator	242,552	Records Center & Archives	956,842
County Court	858,454	Sheriff	29,737,118
Court of Appeals	159,096	Treasurer	1,728,198
Data Processing Board	3,299,129	Veteran Services Commission	3,679,914
Domestic Relations Court	351,963		
Engineer	455,190		

2006 Budget Highlights by Program



Social Services

Judicial & Law Enforcement

Environment & Public Works

General Government

Debt Service

Community/Economic Development

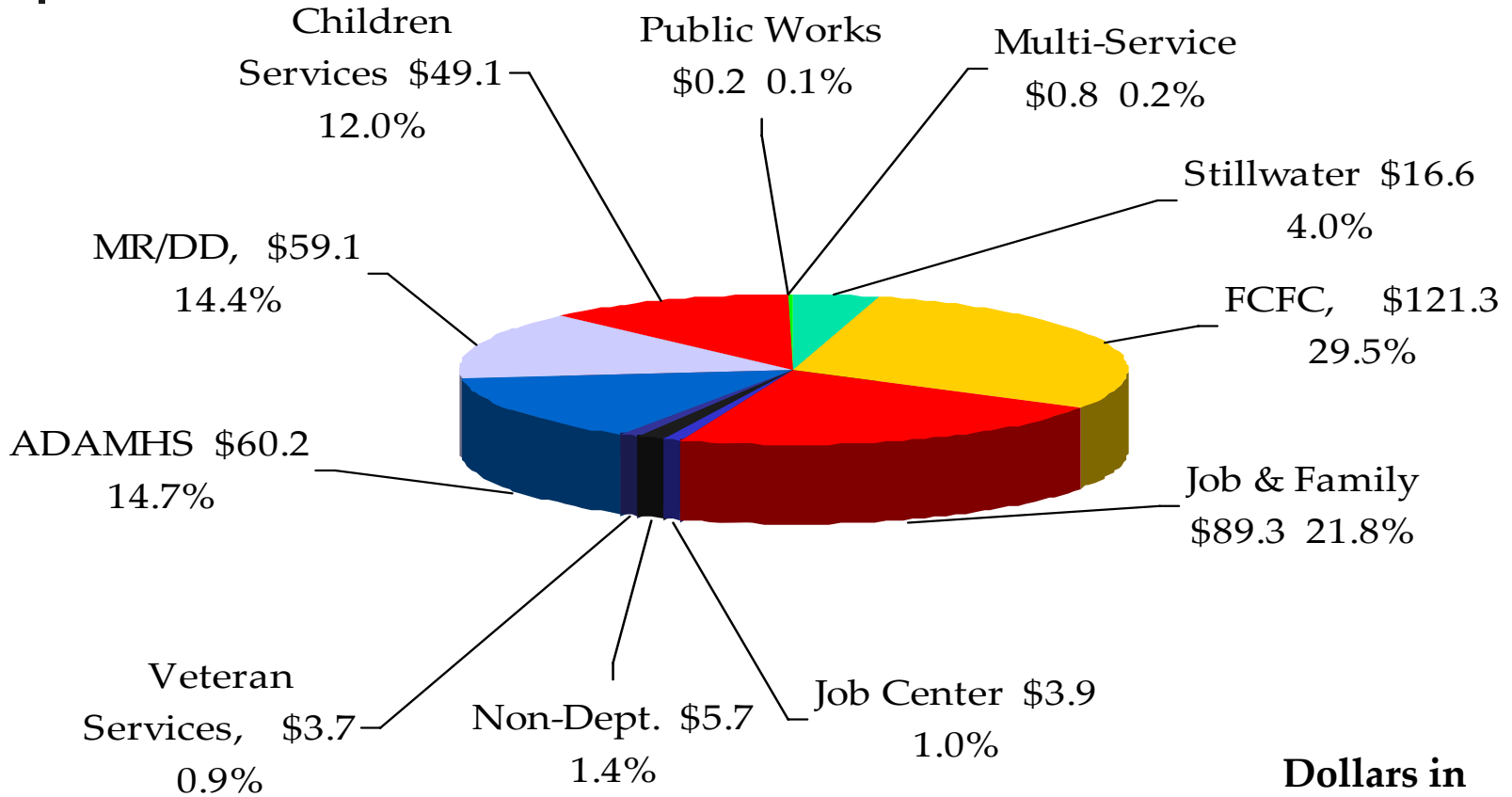
Social Services

- 2006 Budget Highlights
 - \$409.9 million or 50.1% of the total budget.
 - \$9.4 million or 6.3% of the General Fund budget.



Social Services

by Department \$409.9 Million



Dollars in millions



Social Services ADAMHS Board

■ Budget Highlights

- **\$60.2 million, a 9.1% or \$5.0 million increase from 2005.**
- Largest increase is Medicaid pass-through contracts and state grants for providers.
- Continued challenges of meeting growing needs of alcohol, mental health and drug addiction services.
- Homeless Solutions Task Force Report will include recommendations for additional services for mental health and drug addiction for the homeless.



Social Services Board of MRDD

■ Budget Highlights

- The operating budget is \$45.0 million, a 21.8% or \$7.9 million increase from 2005.
- Personal Services have increased \$3.6 million or 11.4% over the 2005 Adopted Budget.
- \$3.8 million of the increase is due to the change in Medicaid reimbursements, which is 100% revenue reimbursed.



Social Services Board of MRDD

■ Budget Highlights

- In addition, the Residential, Family Home Services, MRDD/MH Support and Federal Grants total \$14.1 million. The total budgets for MR/DD are \$59.1 million in 2006. Residential and Family Home Services reflect a change in accounting methods.
- Continued emphasis has been placed on transitioning consumers to I/O waiver programs.
- Over 2,700 served annually.



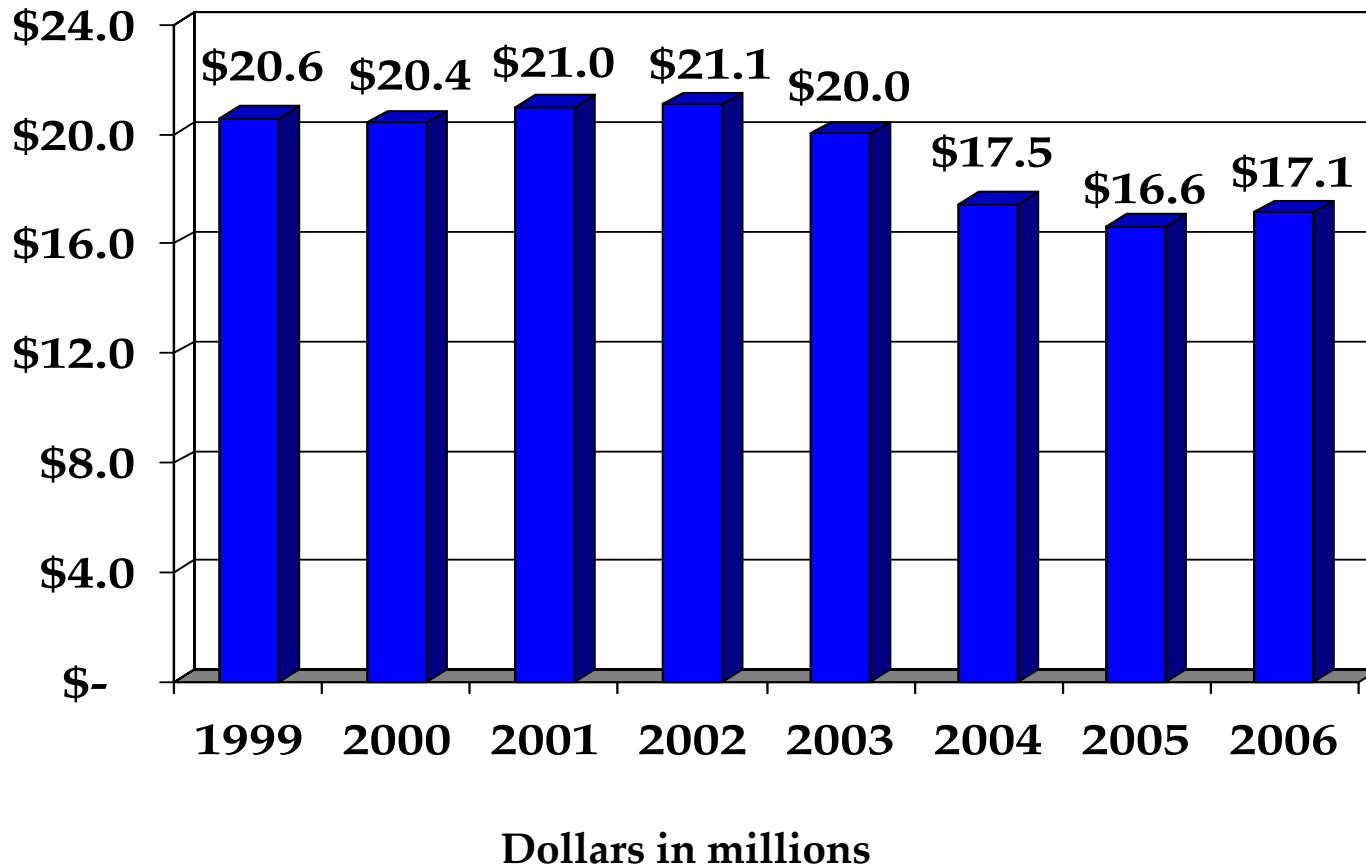
Social Services Children Services Board

■ Budget Highlights

- \$49.1 million, a 4.3% increase or \$2.0 million above the 2005 budget.
- Includes \$17.1 million for foster care placement costs.
- Placement costs are 34.9% of budget.
- Continue effective strategies for reducing placement costs.
- Using TANF funds to provide services for children and families.

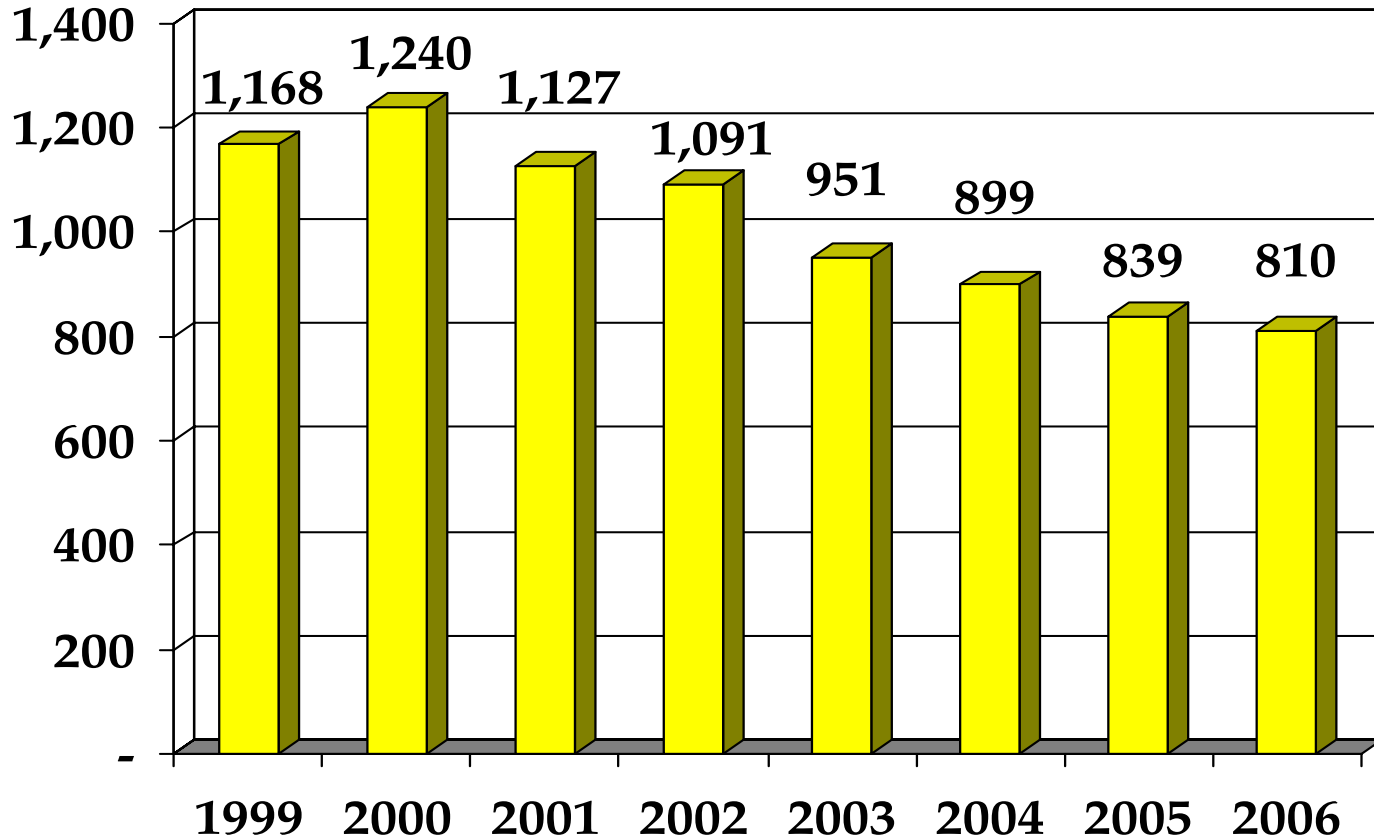
Social Services Children Services Board

Placement Costs



Social Services Children Services

Number of Children in Placement





Social Services

Job & Family Services

■ Budget Highlights

- \$89.3 million, a 2.2% or \$1.9 million increase from the 2005 budget. Public Assistance increased \$0.5 million, and WIA increased by \$1.4 million in 2006.
- Budget maintains community safety net and self sufficiency programs with the Job Center serving as a focal point of job services.
- Includes Workforce Investment Act (WIA) Program for \$4.7 million.



Social Services

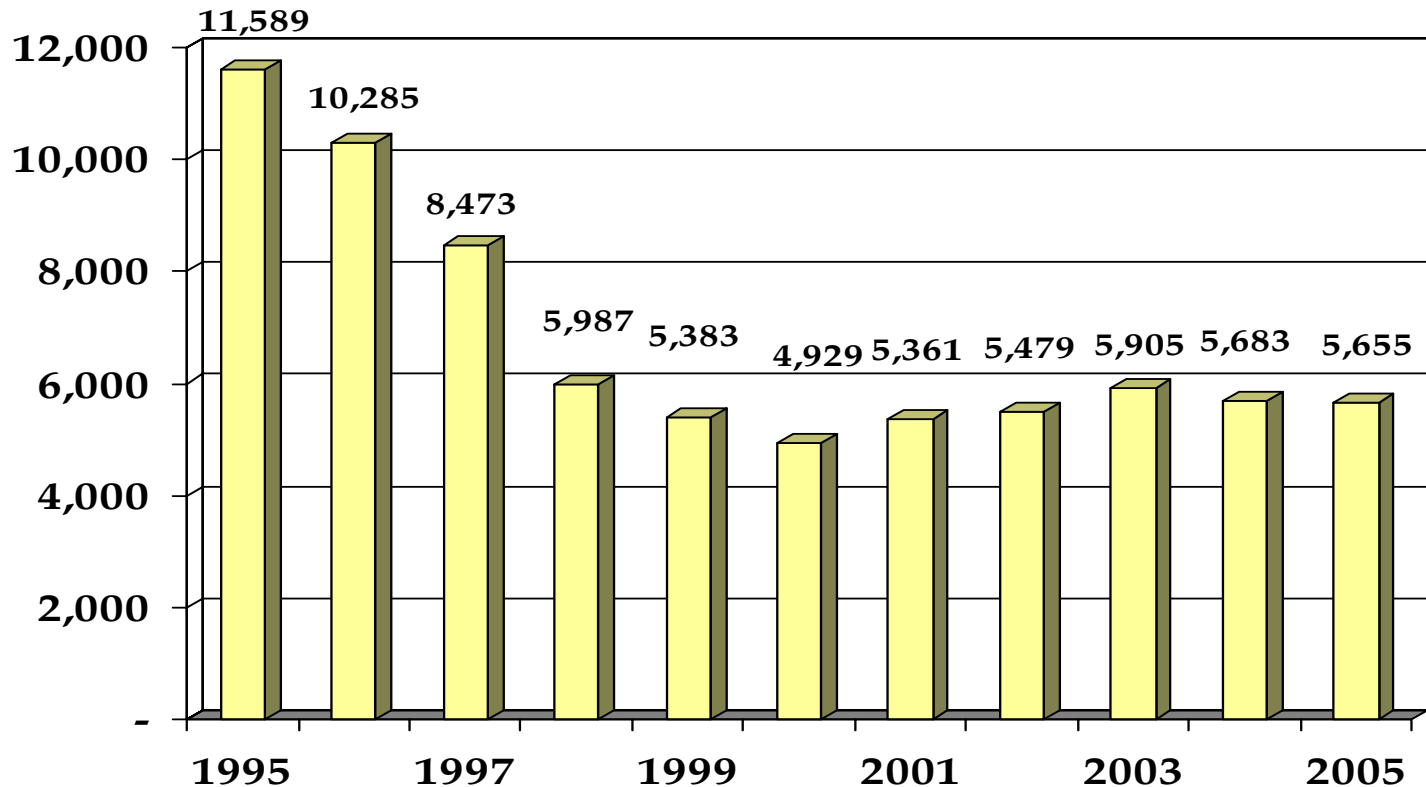
Job & Family Services

- **Budget Highlights**

- Transition Center created in 2005 will be operating in 2006 for laid off workers.
- Work advancement unit begins operations in 2006.

Social Services Job & Family Services

OWF Caseload





Social Services Stillwater Center

■ Budget Highlights

- The Stillwater Center and Country View Manor appropriation totals \$16.6 million, a 10.2% or \$1.5 million increase over the 2005 appropriation.
- \$1.2 million of the increase is due to the change in how the state funds day treatment and is 100% reimbursed by the State of Ohio.
- Increased costs of contracted nursing and other temporary services.
- Country View Manor's admissions are frozen as review continues on future options.



Social Services

Family & Children First

- **Budget Highlights**

- **\$121.3 million, a 0.6% or \$0.7 million decrease from the 2005 appropriation.**
- Budget includes Human Service Levy Funds along with FCFC Administration, Domestic Violence, Help Me Grow Program, and PRC TANF Services.
- 2006 focus on human service education to inform the community of vital county services.



Social Services

Family & Children First

- **Budget Highlights (in millions)**

- The Human Services Levies total \$105.5 million and have increased 3.4% or \$3.4 million over the 2005 Adopted Budget.

Agency	2005	2006	05-06 \$	05-06 %
ADAMHS	\$20.1	\$21.1	\$1.0	4.8%
Board of MR/DD	21.6	22.4	0.8	3.6%
Children Services Board	20.8	21.6	0.8	3.7%
Combined Health District	15.4	15.9	0.5	3.0%



Social Services

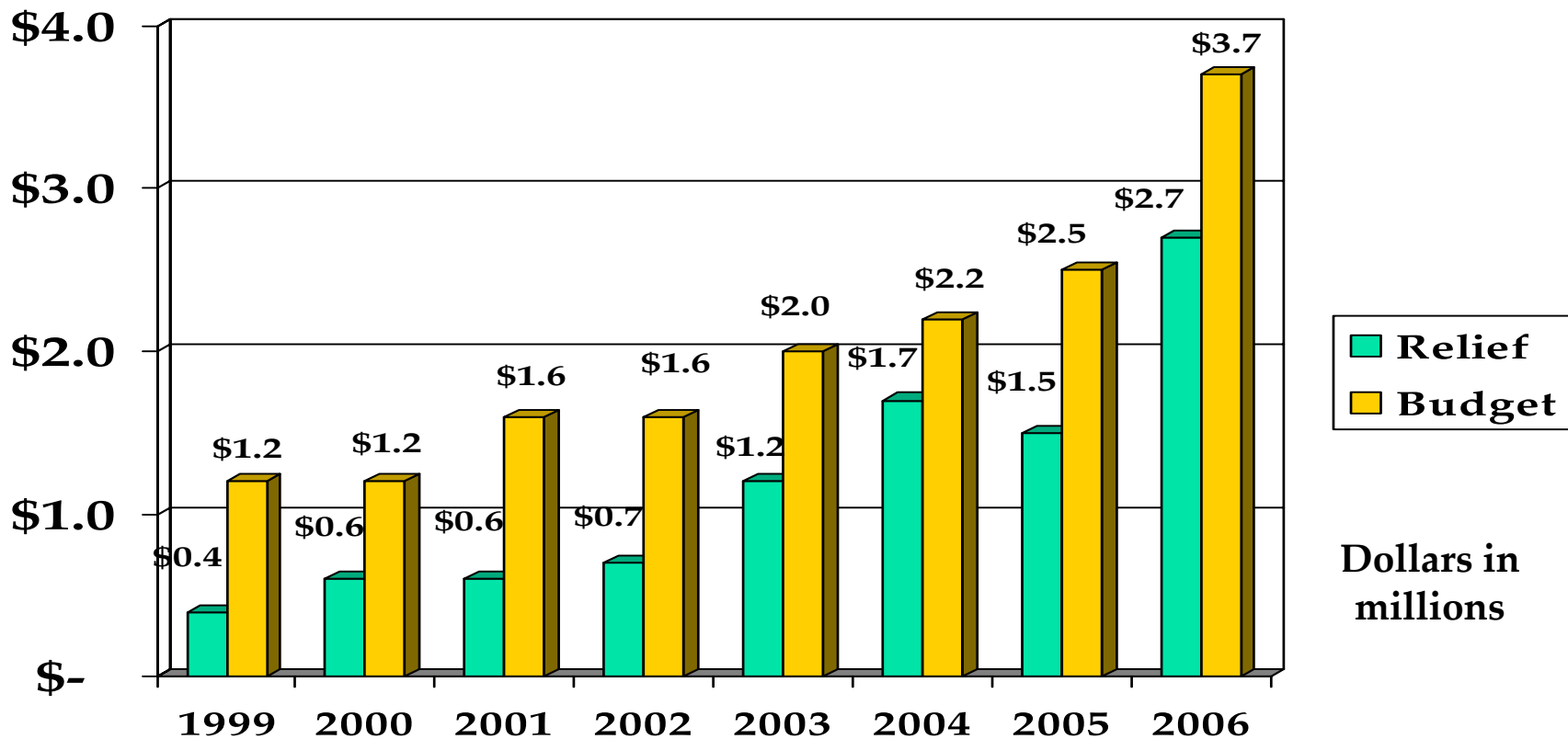
Veterans Services

- **Veterans Services**

- Increased funding for Soldiers' Relief Allowance by \$1.2 million in 2006.
- Veterans Services Commission is entitled up to ½ mill of property taxes in the county. This equates to \$5.4 million.
- The 2006 budget is \$3.7 million.

Social Services Veterans Services

General Fund Soldier Relief Allowance

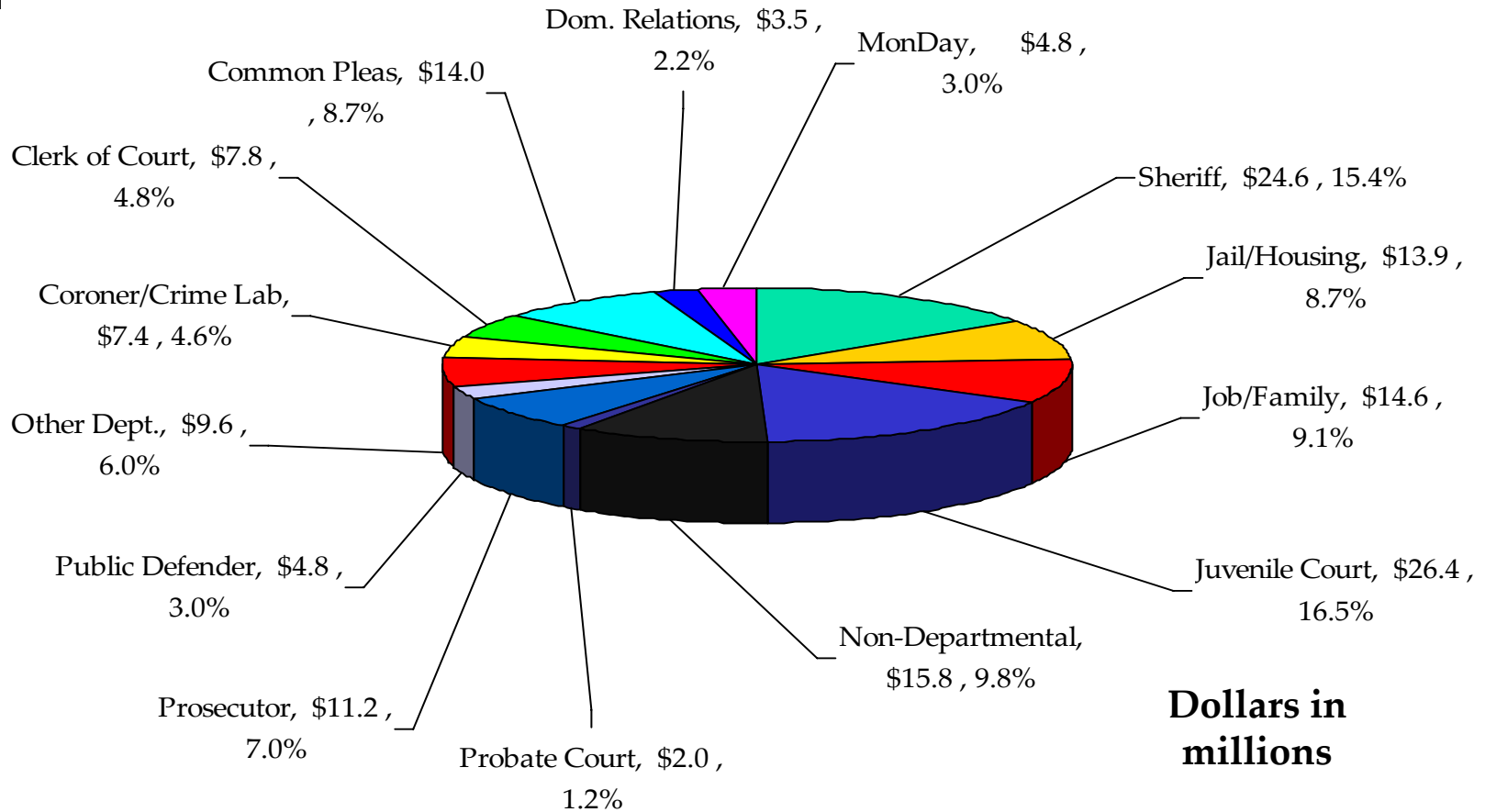


Judicial & Law Enforcement

- **2006 Budget Highlights**
 - **\$160.4 million or 19.6% of the total budget.**
 - **\$100.9 million or 67.6% of the General Fund budget.**



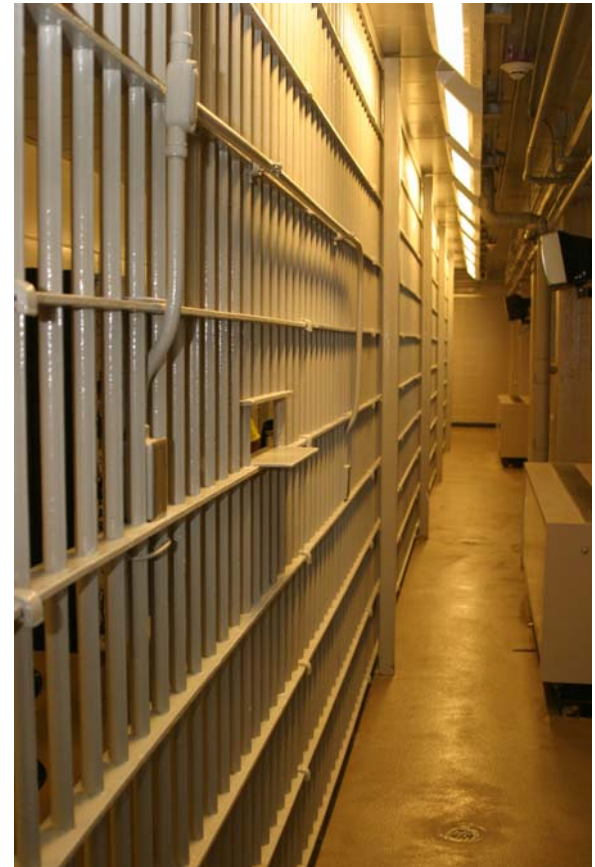
Judicial & Law Enforcement by Department \$160.4 Million



Judicial & Law Enforcement

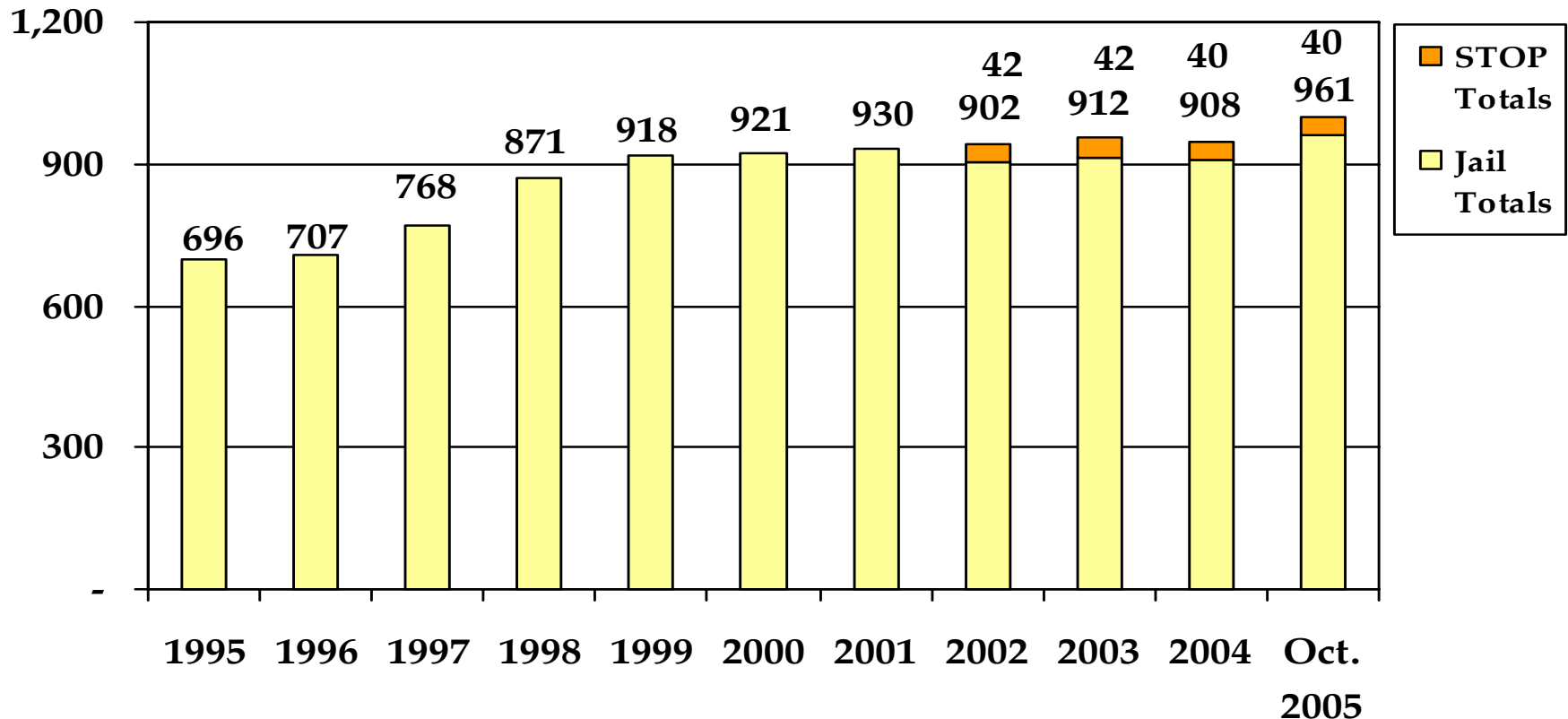
■ Sheriff – Prisoner Housing

- Prisoner housing continues to grow.
- 2006 budget reflects an increase of \$1.1 million to outsource 50 prisoners per day.
- First full year of operations with the renovated jail space for 900 plus beds.



Judicial & Law Enforcement

Prisoner Housing Average Daily Population





Judicial & Law Enforcement

■ Highlights – Juvenile Justice Center

- Construction is underway, completion scheduled mid 2007.
- 144 juvenile detention beds.
- Dora Tate facility will close.
- Consolidation of court and support functions.
- Eliminates planned transportation and security costs.



Judicial & Law Enforcement

■ Highlights – 800 MHz System

- 7th site in German Township will be completed in 2006, resulting in a 97% coverage rate in the county.
- 800 MHz Radio System has over 2,900 users in 2006, with 21 participating jurisdictions.
- Ensure communication between governments and agencies during emergencies.
- Emergency Management's Advisory Committee ranked communications as top priority.



Judicial & Law Enforcement

- **Highlights – 800 MHz System (Continued)**
 - Next step is to review recent study on interconnectivity.
 - General Fund subsidy is \$210,693.
 - Three year loan program is available to communities for radio purchases. Twelve jurisdictions have benefited from this program.



Judicial & Law Enforcement

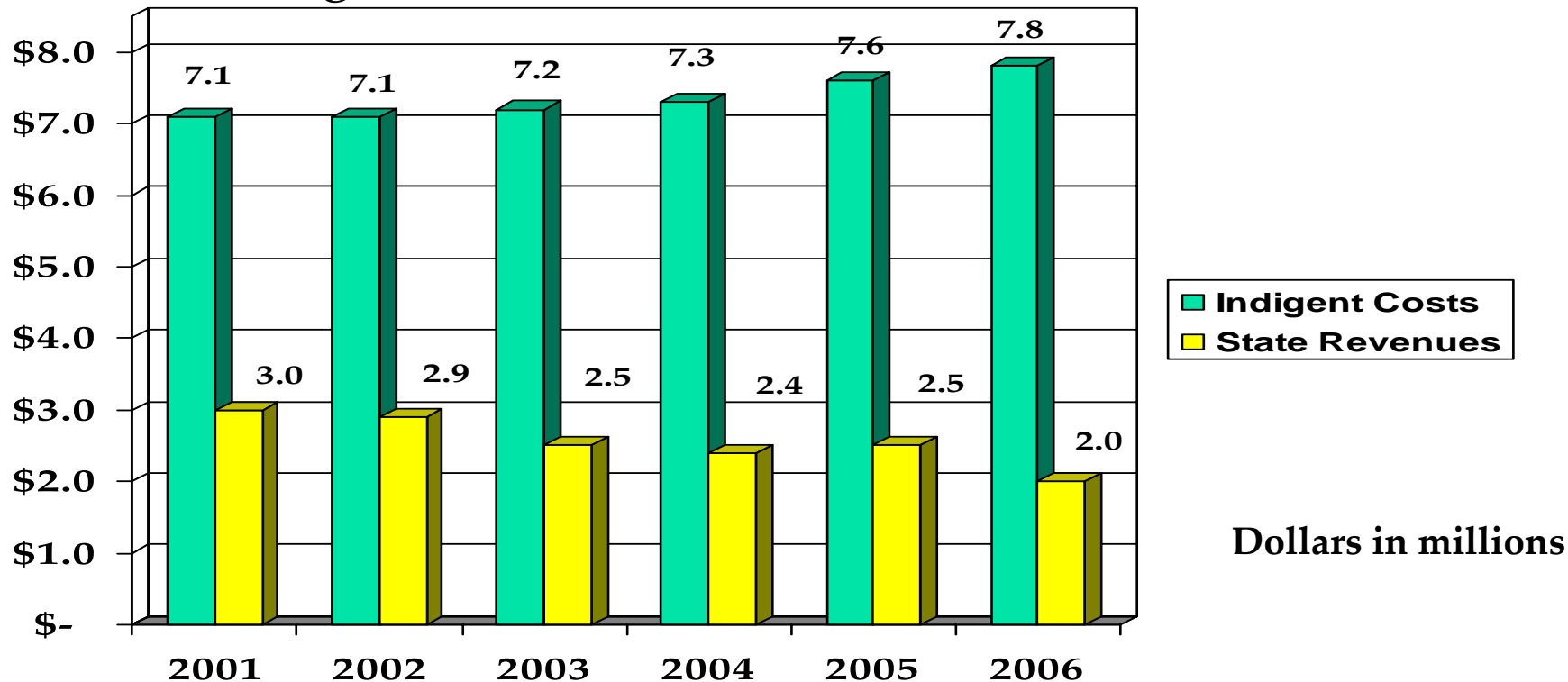
■ Highlights – Child Support

- **Job & Family Services Child Support Budget is \$14.6 million, \$3.5 million or 19.3% below 2005 Adopted.**
- Change in the State of Ohio implementation of child support regulations and contracts.
- \$109 million collected in 2005 for support payments.
- Over 58,000 children in child support system.
- Total General Fund share of costs for the Child Support Enforcement Agency is \$2.6 million. With legislation pending, the county may have to absorb a greater share of support costs in the future.
- Agency exceeded performance measurements.

Judicial & Law Enforcement

■ Highlights

- Continued reduced state funding for Public Defender and Assigned Counsel





Judicial & Law Enforcement

■ Highlights

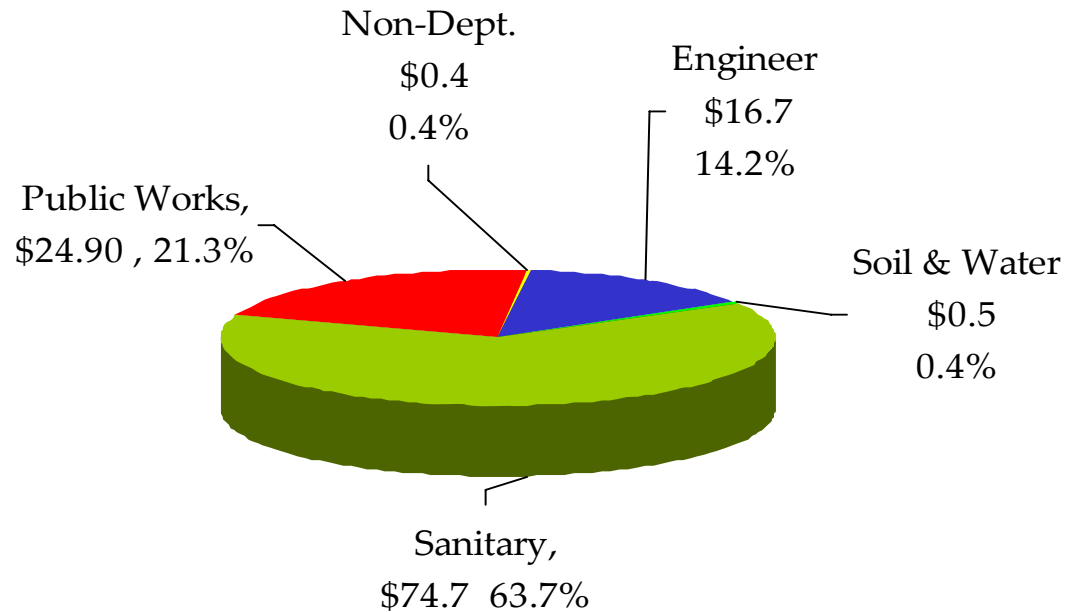
- Criminal Justice Council has implemented an integrated criminal justice automation system which shares information automatically.
- Allows joint information with Jail, Courts and Clerk of Court's Offices.
- Improves the efficiency of the criminal justice system with increased case processing, access to data and reduces duplication.
- Over 900 users and will extend system to surrounding counties in 2006.

Environment & Public Works

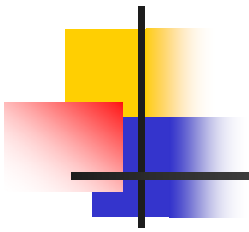
- **2006 Budget Highlights**
 - **\$117.2 million or 14.3% of the total budget.**
 - **\$0.9 million or 0.6% of the General Fund budget.**



Environment & Public Works by Department \$117.2 Million



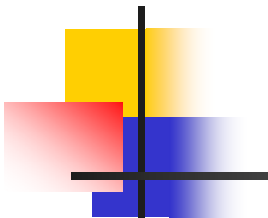
Dollars in
millions



Environment & Public Works County Engineer

■ Budget Highlights

- **\$16.7 million, a decrease of 14.8% or \$2.9 million below the 2005 Adopted Budget.**
- Revenues for the Road Auto & Gas fund are expected to increase by 2.6% or \$0.4 million over the 2005 budget.
- Road and bridge improvement projects:
 - Austin Road Improvements.
 - Replacement/Improvement of bridges on Rooks and Olive Roads.
 - Road improvements for Miamisburg - Springboro Road.

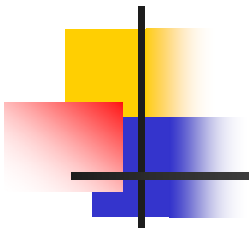


Environment & Public Works

Sanitary Engineering

■ Budget Highlights


- **\$74.7 million, a 3.6% or \$2.6 million increase from the 2005 Adopted Budget.**
- Includes water and sewer funds, inspection services, capital projects, connection fees and other fees.
- Debt service comprises 19.1% of the total sanitary budget or \$14.3 million.



Environment & Public Works

Sanitary Engineering

- **Budget Highlights - Sewer**
 - **\$43.0 million, a 5.0% or \$2.0 million increase over the 2005 Adopted Budget.**
 - Sewer Master Plan Project construction continues
 - Treatment plant master plan is underway.
 - Study of Sugarcreek Treatment plant with Greene County continues.
 - Rate increase of 6.75% in 2006 due to cost of capital programs.
 - Drexel Improvement area rate increase for 2006 is 14.7% and merger occurs in 2007.



Environment & Public Works

Sanitary Engineering

- **Budget Highlights - Water**
 - **\$31.7 million, a 3.5% or \$1.1 million increase from the 2005 Adopted Budget.**
 - Rates increase 4.0% in 2006 primarily due to City of Dayton water rate increases.
 - Water purchased from the City of Dayton is anticipated to increase 3.4%.
 - Completion of North Automated Meter Reading System in 2006.

Environment & Public Works

Sanitary Engineering

- **Future Issues**

- Automated Meter Reading program.
- Sewer Master Plan issues.
- Economic development priorities.
- Improved operational efficiencies.
- Greene County/Sugarcreek Plant.



Environment & Public Works

Solid Waste

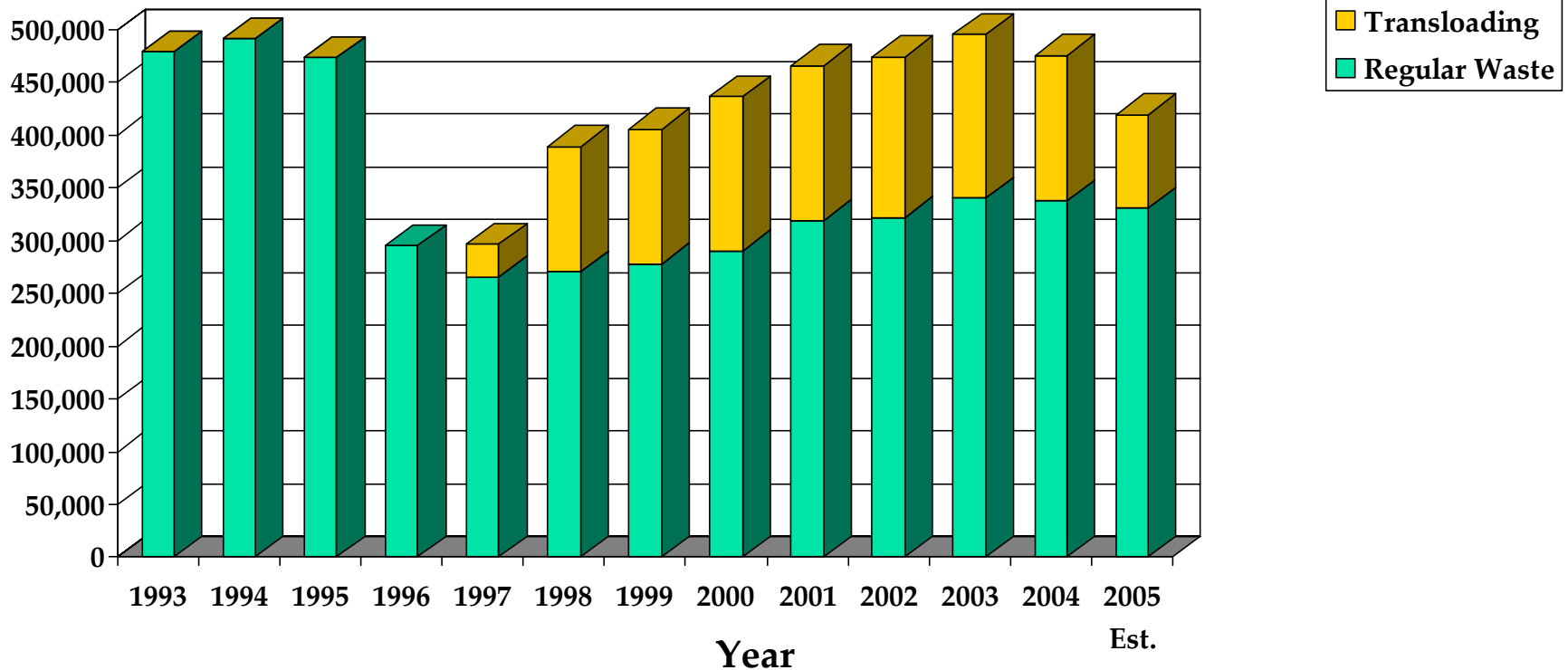


■ Budget Highlights

- **\$24.8 million, a 15.4% decrease or \$4.5 million below the 2005 Adopted Budget.**
- Includes: Operations at \$22.3 Million, HB 592 Planning Fee for \$2.3 Million and Development Fees for \$.2 million.
- Fund is stable due to consistent trash receipts, with no planned rate increases.
- Decreases in Solid Waste budget is due to no capital transfer expenses budgeted in 2006.

Environment & Public Works

Solid Waste



1. The 2005 data is estimated through 12/31/05.
2. Waste is transported to Bellefontaine, Ohio.

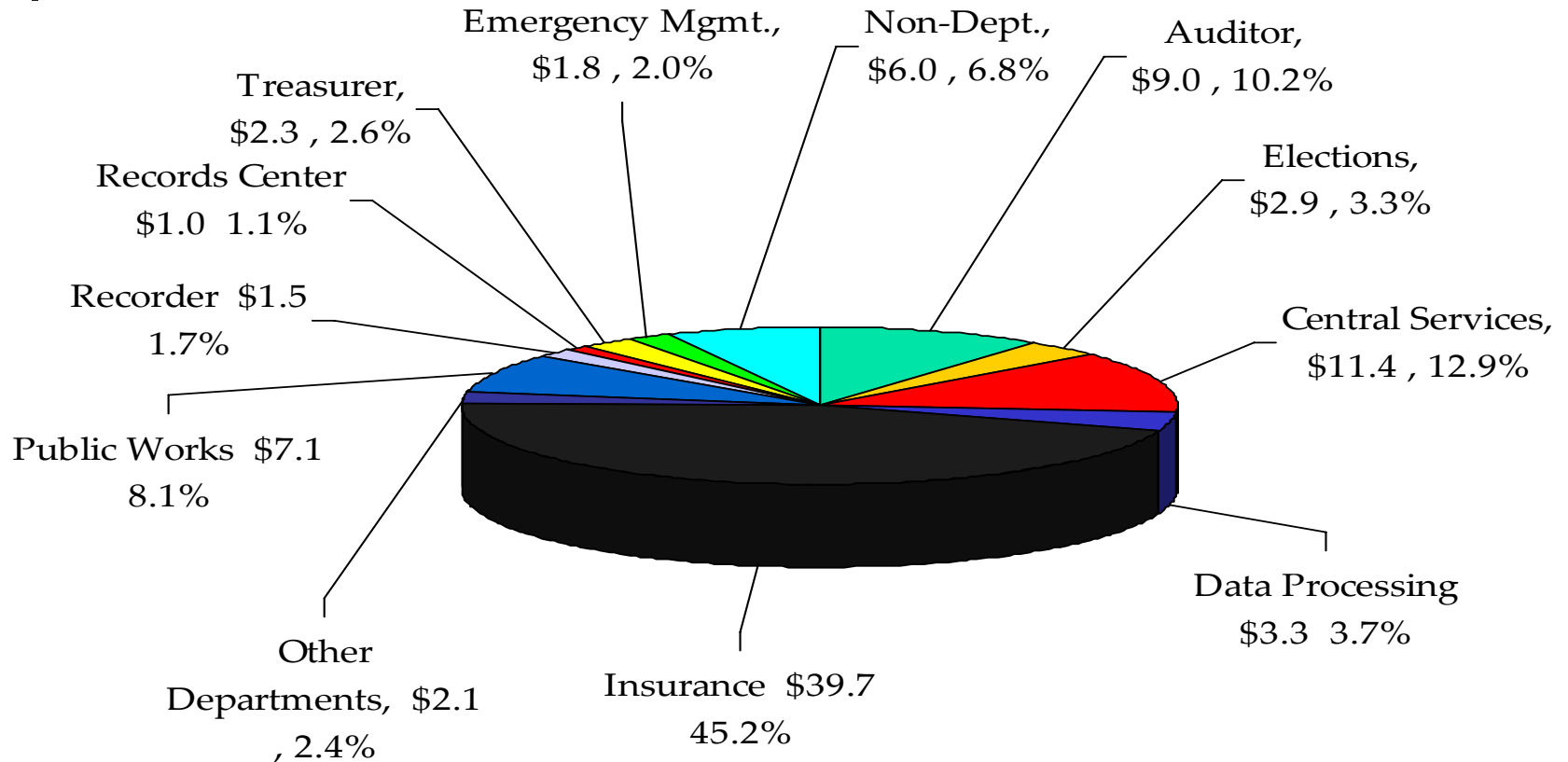


General Government

- **2006 Budget Highlights**

- **\$88.1 million or 10.8% of the total budget, \$27.3 million or 18.3% of the General Fund budget.**
- \$500,000 for the General Fund Building Depreciation and no funding for Capital Improvement Programs.
- Minor replacement equipment funded.
- Continued funding of previously approved construction projects and renovations.

General Government by Department \$88.1 Million



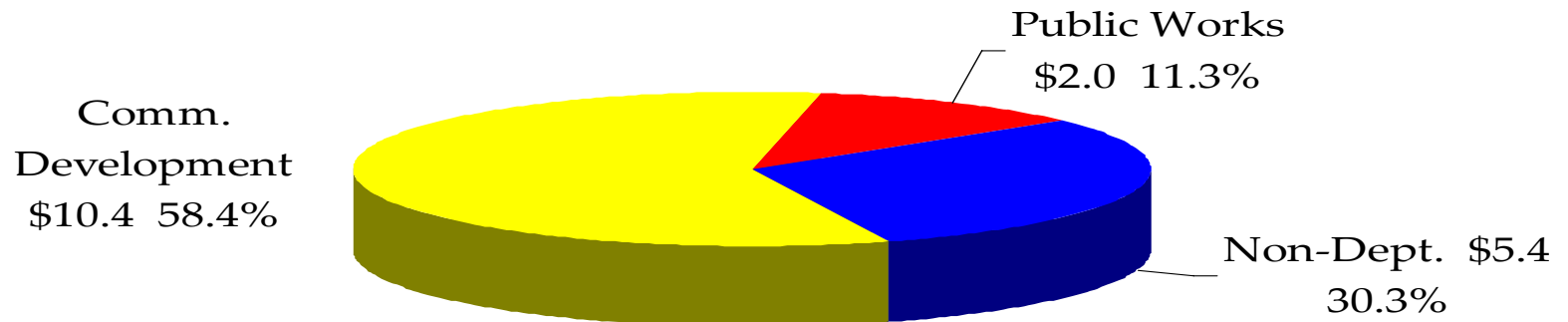
Emergency Management, Central Services & Insurance are under the Administrative Services Department.

Community & Economic Development

- 2006 Budget Highlights
 - \$17.8 million or 2.2% of the total budget.
 - \$8.2 million or 5.5% of the General Fund budget.



Community & Economic by Department \$17.8 Million



Dollars in
millions

Community & Economic Development

■ Community Programs

Community Programs	2001 Adopted	2005 Adopted	2006 Proposed	01-06 % Chg.	01-06 \$ Chg.
ED/GE Program (One-time 06 increase)	\$5.1	\$2.7	\$3.0	(41.2%)	(\$2.1)
Arts & Cultural Program	\$2.0	\$1.0	\$1.0	(50.0%)	(\$1.0)
Affordable Housing	\$1.0	\$0.5	\$0.5	(50.0%)	(\$0.5)
Total	\$8.1	\$4.2	\$4.5	(44.4%)	(\$3.6)

Community & Economic Development



■ Budget Highlights

- Working in partnership with the business community on economic development opportunities.
 - ED/GE Program.
 - Transportation Improvement District (TID).
 - Business recruitment through the Dayton Development Coalition for \$250,000
 - County Economic Development Department.
 - Port Authority.
 - Business Retention and Business First Programs.



Debt Service \$24.4 Million

- **2006 Budget Highlights**

- **\$24.4 million or 3.0% of the total budget is for debt payments in 2006, \$1.6 million or 6.3% below the 2005 Adopted Budget.**
- **\$2.6 million or 1.7% of the General Fund budget. This is \$0.6 million or 18.7% below the 2005 Adopted Budget.**
 - The county bond rating from Moody's Investment Service is Aa2 and Standard and Poor's rating is AA.
 - General Obligation debt was refunded in 2005.



Summary

- **Greatest Challenges to County Budget**
 - Flat or slow revenue growth.
 - Volatility of investment income.
 - Future of state budget cuts.
 - Deferral of capital maintenance costs.
 - Rising costs of compensation and health insurance.
 - Continued growth in mandated costs.
 - Opening of the Juvenile Justice Center.
 - Continued increase in prisoner housing.

Board of County Commissioners



MONTGOMERY
C O U N T Y