


Travis County Planning and Budget Office Presentation to CAN Board

September 11, 2020



Today's Presentation

- CARES Act Funding
 - FY 2021 Preliminary Budget Highlights
 - FY 2022 Fiscal Challenges
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CARES ACT- Coronavirus Relief Fund (CRF) Allocation

Must be spent by December 30, 2020

| Program | Allocation | % Allocation |
|---|---|--------------|
| TCTX Thrive Small Business Assistance Program | \$10,000,000.00 | 16.4% |
| Small Cities Assistance | 7,333,920.00 | 12.0% |
| HHS Service Delivery | | |
| <ul style="list-style-type: none"> Rent and Mortgage Assistance Program Food Distribution/Prep/Delivery Other Social Services (Program Allocation TBD) | 10,00,000.00 2,000,000.00 <u>3,000,000.00</u> | |
| Subtotal HHS | 15,000,000.00 | 24.5% |
| County Direct Response including | \$20,000,000.00 | 32.7% |
| <ul style="list-style-type: none"> FEMA 25% match Employee and customer safety in return to workplace efforts Payroll for personnel substantially dedicated to COVID-19 response | | |
| Other County Response that may include joint response with City of Austin's public health program | 8,813,587.20 | 14.4% |
| Total Allocation | \$61,147,507.20 | 100% |

FY 2021 Budget Highlights (In Development)

- Reductions to the Preliminary Budget – (\$8.3M): ADP reduction, Travel and training reduction, Operating supplies reduction, Position changes resulting in a net reduction of 50.25 FTEs
- Maintaining Current Service Levels – \$12.5M: Legally Mandated Fees & Indigent Representation, Elections, Health and Human Services-Basic Needs, Interlocal Agreements, Critical Information Technology Systems Support
- Transfers Between Departments and Funds – \$13.3M: General Fund support for Debt Service Funds, Risk Management Fund and Road and Bridge Fund
- Other Funding Priorities – \$6.6M: Facilities, DNA Review/Conviction Integrity Unit, Medical Examiner, Tax Office, Sheriff's Office

GENERAL FUND

ESTIMATE OF AVAILABLE RESOURCES

THIRD REVENUE ESTIMATE IN MILLIONS OF DOLLARS (ROUNDED)

| | 2020 Adopted Budget | 2021 Preliminary Budget | Change (\$) | Change (%) |
|----------------------|---------------------------|-------------------------------|----------------|---------------|
| Beginning Balance | \$171.3 | \$220.9 | \$49.6 | 29.0% |
| Taxes | 618.3 | 637.0 | 18.7 | 3.0% |
| Intergovernmental | 17.4 | 13.1 | (4.3) | (24.7%) |
| Charges for Services | 64.0 | 55.1 | (8.9) | (13.9%) |
| Miscellaneous* | 11.6 | 9.0 | (2.6) | (22.4%) |
| Total | \$882.6 | \$935.1 | \$52.5 | 5.9% |

While the overall General Fund budget, including fund balance, is increasing by 5.9%, ongoing revenue is increasing by 0.4%.

*Miscellaneous includes Other Financing Sources, Fines & Forfeitures and Investment Income

Tax Rate Summary

| | FY 2020 Adopted Tax Rate | FY 2021 Preliminary Tax Rate | Difference (\$) | Difference (%) |
|-----------------------------------|--------------------------------|------------------------------------|-----------------|----------------|
| Maintenance & Operations (M&O) | 31.2263¢ | 31.6512¢ | 0.4249¢ | 1.36% |
| Debt Service | 5.7030¢ | 5.7847¢ | 0.0817¢ | 1.43% |
| Total | 36.9293¢ | 37.4359¢ | 0.5066¢ | 1.37% |

Challenges FY 2022 and Beyond

FY 2021 is the first fiscal year under SB2

Impact of COVID-19 on County revenue and expenditures budget will continue for the foreseeable future

County budget drivers for mandated services and commitment to establish a Public Defender's Office remain critical

Unknowns include property tax collection rates, potential reductions in commercial values for FY 2022, and new construction value decreases

Future budgets will need to be developed within context of a three to five year planning horizon with flexibility to adapt quickly to respond to changing circumstance



Questions?