

**2016-2017 Financial Plan July 2017**  
**Mental Illness and Drug Dependency (MIDD) Fund / 000001135**

	2015-2016 Actuals <sup>1</sup>	2017-2018 Adopted Budget <sup>2</sup>	2017-2018 Current Budget <sup>3</sup>	2017-2018 Biennial-to-Date Actuals <sup>4</sup>	2017-2018 Estimated <sup>5</sup>	2019-2020 Projected <sup>6</sup>	2021-2022 Projected <sup>6</sup>
<b>Category</b>	<b>Actuals<sup>1</sup></b>	<b>Budget<sup>2</sup></b>	<b>Current Budget<sup>3</sup></b>	<b>Actuals<sup>4</sup></b>	<b>Estimated<sup>5</sup></b>	<b>Projected<sup>6</sup></b>	<b>Projected<sup>6</sup></b>
<b>Beginning Fund Balance</b>	<b>16,257,983</b>	<b>11,869,049</b>	<b>11,869,049</b>	<b>15,437,816</b>	<b>15,437,816</b>	<b>13,539,523</b>	<b>18,066,298</b>
<b>Revenues</b>							
Local	119,108,821	133,955,400	133,922,497	35,294,750	133,824,205	146,840,996	159,008,489
Other	403,323	117,953	117,953	371,601	117,953	124,794	132,532
<b>Total Revenues</b>	<b>119,512,144</b>	<b>134,073,353</b>	<b>134,040,450</b>	<b>35,666,350</b>	<b>133,942,158</b>	<b>146,965,790</b>	<b>159,141,021</b>
<b>Expenditures</b>							
Salaries, Wages & Benefits	(23,798,385)	(20,783,042)	(20,783,042)	(5,090,644)	(20,783,042)	(21,967,675)	(23,285,736)
Supplies and Other	(106,454)	(166,213)	(166,213)	(28,071)	(166,213)	(175,853)	(186,756)
Contracted Services	(91,107,502)	(86,845,403)	(91,973,580)	(18,941,482)	(88,777,907)	(92,533,746)	(98,270,838)
Intergovernmental Services	(5,316,192)	(5,355,312)	(5,355,312)	(1,044,790)	(5,355,312)	(5,799,803)	(6,344,984)
Interfund Transfers	(3,778)	(20,757,976)	(20,757,976)	(5,366,818)	(20,757,976)	(21,961,938)	(23,323,579)
<b>Total Expenditures</b>	<b>(120,332,311)</b>	<b>(133,907,946)</b>	<b>(139,036,123)</b>	<b>(30,471,804)</b>	<b>(135,840,450)</b>	<b>(142,439,016)</b>	<b>(151,411,893)</b>
<b>Estimated Under Expenditures</b>							
<b>Other Fund Transactions</b>							
GAAP Adjustment							
<b>Total Other Fund Transactions<sup>7</sup></b>	<b>-</b>	<b>-</b>	<b>2,500,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Ending Fund Balance</b>	<b>15,437,816</b>	<b>12,034,456</b>	<b>9,373,376</b>	<b>20,632,362</b>	<b>13,539,523</b>	<b>18,066,298</b>	<b>25,795,425</b>
<b>Reserves</b>							
Revenue Reserves <sup>8</sup>	(6,253,213)						
Services Stabilization Reserve <sup>9</sup>	(895,000)						
Emerging Issues Reserve <sup>10</sup>		(1,316,900)	(1,316,900)	(1,316,900)	(1,316,900)		
Reappropriation Reserve <sup>11</sup>	(2,455,000)	(2,455,000)					
Medicaid Reconciliation Reserve <sup>12</sup>			(300,000)	(300,000)	(300,000)		
Reserve for 2016 invoices and Intensive Case Management <sup>13</sup>			(802,915)	(802,915)	(802,915)		
Rainy Day Reserve (60 days) <sup>14</sup>	(4,554,134)	(11,158,996)	(11,586,344)	(11,586,344)	(11,320,038)	(11,869,918)	(12,617,658)
<b>Total Reserves</b>	<b>(14,157,347)</b>	<b>(14,930,896)</b>	<b>(14,006,159)</b>	<b>(14,006,159)</b>	<b>(13,739,853)</b>	<b>(11,869,918)</b>	<b>(12,617,658)</b>
Reserve Shortfall	-	2,896,440	4,632,783	-	200,329	-	-
<b>Ending Undesignated Fund Balance</b>	<b>1,280,469</b>	<b>-</b>	<b>-</b>	<b>6,626,203</b>	<b>-</b>	<b>6,196,380</b>	<b>13,177,767</b>

**Financial Plan Notes**

- <sup>1</sup> 2015-2016 Biennial-to-Date Actuals reflects actual revenues and expenditures as of 12/31/2016, using EBS report GL\_010.
- <sup>2</sup> 2017-2018 Adopted Budget reflects the council approved budget per ordinance 18409.
- <sup>3</sup> 2017-2018 Current Budget reflects the council approved budget per ordinance 18409 and 2017 supplemental per ordinance 18544 and revenue estimates per the July 2017 OEFA forecast.
- <sup>4</sup> 2017-2018 Biennial-to-Date Actuals reflects actual revenues and expenditures as of 7/31/2017, using EBS report GL\_010.
- <sup>5</sup> 2017/2018 Estimated has been reduced by \$700,000 for SI-04 \$350,000 and SI-02 \$350,000. These projects are not yet in planning and will not likely spend any dollars in 2017. 2017/18 Estimated is also adjusted for the recently approved supplemental and reflects updated revenue forecast per the July 2017 OEFA.
- <sup>6</sup> Out year projections assume revenue growth per July 2017 OEFA forecasts and King County Office of Performance, Strategy and Budget planning assumptions.
- <sup>7</sup> The request for budget reappropriation of \$2.5 million in the first 2017 supplemental was inadvertently doubled. This is to reflect the correction coming in the next supplemental.
- <sup>8</sup> Revenue Reserve is equal to 5.25% of MIDD tax receipts. In 2017-2018 the fund will switch to a 60 day expenditure reserve (see also footnote 14).
- <sup>9</sup> The Services Stabilization Reserve is designated to fund MIDD 1 services during transition to MIDD 2 to avoid service disruptions for vulnerable populations.
- <sup>10</sup> Funding in the Emerging Issues Reserve will be appropriated by Council on an as-needed basis through the supplemental process.
- <sup>11</sup> The Reappropriation Reserve sets aside unspent dollars from council approved supplemental requests approved in 2016 to be fully expended in 2017. These requests will be part of the first 2017-2018 Omnibus supplemental. The supplemental request has been approved by ordinance 18544 and is now shown as an increase to the current budget.
- <sup>12</sup> A Medicaid Reconciliation Reserve has been created for initiatives with a lower Medicaid proportion than formally budgeted.
- <sup>13</sup> Reserve for 2016 invoices received in 2017 and for Intensive Case Management in 2018.
- <sup>14</sup> The Rainy Day Reserve is to provide a 60 day expenditure reserve in case operations are reduced or closed down.