COUNTY OF MILWAUKEE
INTEROFFICE COMMUNICATION

DATE : July 1, 2013

TO : Supervisor Marina Dimitrijevic, Chairwoman, County Board of Supervisors

FROM : Scott B. Manske, Comptroller

SUBJECT: Monthly Update of the 2012 Fiscal Results of Milwaukee County (June 2013 Report) **(For Information Only)**

Policy Issue

County Ordinance 56.02(2) was modified to reflect changes adopted under 2011 Wisconsin Act 62 which created the Office of the Comptroller. A new requirement calls for a monthly update of the fiscal condition of the County to the County Board. To comply with this ordinance, the Comptroller is providing the County Board with a monthly update to the projection of 2012 year-end financial results fiscal report that was submitted to the County Board and County Executive during the April 2013 cycle of the County Board.

Updated 2012 Year-end Fiscal Projection – December 2012

Based on financial results through the 4th quarter of 2012, updated information from certain departments, and analysis performed by the Office of the Comptroller, the County is projected to have a 2012 surplus of $24.3 million which is an increase of $1.3 million over the amount reported to the committee in May 2013. The total surplus for 2012 is $24,308,493.

Based on the resolution approved by the County Board in the April 2013 committee cycle, the anticipated $24.3 million surplus shall be split into two balances. The resolution approved a transfer of $19.3 million to the Debt Service Reserve leaving a projected 2012 surplus of approximately $5.0 million which, per State Statute be placed into a reserve to offset the 2014 budget. This reserve of $5.0 million is budgeted in Org Unit 1998 Surplus from Prior Years in 2014. As a comparison, $5.5 million was budgeted in this org unit in 2013 from the 2011 year end surplus resulting in a slight property tax increase in 2014.

<u>This should be the final dollar amount. The 2012 year-end results are currently being audited by the outside auditing firms which will conclude in May 2013. Any adjustments requested by the auditors will be reviewed by the Comptroller Office and impacted departments for adjustment to the surplus reported to the Committee.</u>

Committee Action

This is an informational report only. This report should be referred to and reviewed by the Finance, Personnel and Audit Committee.

Scott B. Manske
Comptroller

cc: Chris Abele, County Executive
Supervisor Willie Johnson, Jr., Co-Chairman, Finance, Audit and Personnel Committee
Supervisor David Cullen, Co-Chairman, Finance, Audit and Personnel Committee
Finance, Audit and Personnel Committee
Don Tyler, Director, Department of Administrative Services
Josh Fudge, Interim Fiscal and Budget Administrator
Stephen Cady, Fiscal and Budget Analyst, County Board
Department Heads

Attachment A

Milwaukee County
Final for 2012 - Based on Activity as of December 31, 2012

Dept	Department Name	Dec 31, 2012
1150	DAS - Risk Management	$ (1,692,500)
1160	Information Management Services Division	1,870,800
1140	Department of Human Resources	223,800
2000	Combined Courts	299,600
3090	County Treasurer	1,094,800
3400	Register of Deeds	581,200
4000	Sheriffs Office	(660,600)
4500	District Attorney	649,500
4900	Medical Examiner	101,200
5300	DOT - Fleet Services	(82,300)
5600	DOT - Transit/Paratransit System	4,984,800
5800	DOT - Administration	94,800
6300	Behavioral Health Division	3,928,800
7900	Department on Aging	509,100
7990	Department of Family Care (CMO)	5,053,900
7990	Contribution From Family Care Reserve	(5,053,900)
8000	Department of Health and Human Services	3,697,500
9000	Department of Parks, Recreation and Culture	228,614
9500	Zoological Department	(549,000)
	Other	(1,263,637)
	Departmental Total	**14,016,477**
	Capital Projects Funding	1,624,030
1945	Unallocated Contingency Fund	950,306
1950	Fringe Benefits	8,439,759
1991	Reserve for Delinquent Property Taxes	(1)
1993	State Shared Revenue	178,900
1996	Sales Tax Revenue	294,159
9960	Debt Service Fund/Froedtert Lease Payment	(1,195,138)
	Non-Departmental Total	**10,292,015**
Projected County Surplus (Deficit)		**$ 24,308,493**

Annual Fiscal Report of Surplus/Deficit as of December 31, 2012

		2012 Actual Revenues	2012 Budgeted Net Revenues	Revenue Variance	% Variance	2012 Actual Expenditures	2012 Budgeted Net Expenditures	Expense Variance	% Variance	Final Surplus (Deficit)
	Legislative, Executive & Staff									
1000	County Board	548	6,165	(5,617)	-91%	6,176,904	6,417,039	240,135	4%	234,518
1001	Department of Audit	-	-	-	N/A	1,264,098	1,348,103	84,005	6%	84,005
1040	Disadv Bus Development	66,620	45,000	21,620	48%	876,624	933,476	56,852	6%	78,472
	County Executive									
1011	General Office	-	-	-	N/A	1,180,159	1,197,310	17,151	1%	17,151
1021	Veterans Service	13,000	13,000	-	0%	275,141	309,363	34,222	11%	34,222
1110	Civil Service Commission	-	-	-	N/A	11,648	13,821	2,173	16%	2,173
1120	Personnel Review Board	1,365	-	1,365	N/A	227,023	281,204	54,181	19%	55,546
1130	Corporation Counsel	149,488	155,000	(5,512)	-4%	1,352,265	1,649,984	297,719	18%	292,206
1140	Human Resources	1,275,887	1,375,209	(99,322)	-7%	4,011,277	4,334,367	323,090	7%	223,767
	Dept of Administrative Services									
1019	Persons with Disabilities	186,125	142,034	44,091	31%	1,020,242	1,007,739	(12,503)	-1%	31,588
1135	Labor Relations	-	-	-	N/A	367,352	466,973	99,621	21%	99,621
1150	Risk Management	6,553,078	8,199,237	(1,646,159)	-20%	8,451,397	8,405,098	(46,299)	-1%	(1,692,458)
1151	Fiscal Affairs Division	6,073	38,898	(32,825)	-84%	3,003,958	3,056,867	52,909	2%	20,085
1152	Procurement	-	-	-	N/A	806,226	857,464	51,238	6%	51,238
1160	Information Management Services	16,629,120	16,355,864	273,256	2%	15,929,549	17,527,098	1,597,549	9%	1,870,806
1190	Economic Development	5,110,444	3,716,706	1,393,738	37%	3,187,911	4,171,959	984,048	24%	2,377,787
3010	Election Commission	53,814	80,500	(26,686)	-33%	1,613,882	1,607,038	(6,844)	0%	(33,530)
3090	County Treasurer	3,850,531	3,205,250	645,281	20%	1,061,645	1,511,159	449,514	30%	1,094,795
3270	County Clerk	455,792	470,500	(14,708)	-3%	752,593	757,994	5,401	1%	(9,307)
3400	Register of Deeds	5,183,647	4,720,111	463,536	10%	4,802,082	4,919,738	117,656	2%	581,192
3700	Office of the Comptroller	77,098	38,514	38,584	100%	2,459,554	2,637,729	178,175	7%	216,760
	Total Legislative, Executive & Staff	**39,612,631**	**38,561,988**	**1,050,643**	**3%**	**58,831,530**	**63,411,523**	**4,579,993**	**7%**	**5,630,637**
	Courts and Judiciary									
2000	Combined Court Related Operations	9,057,729	9,735,878	(678,149)	-7%	37,391,815	38,369,565	977,750	3%	299,602
2430	Dept. of Child Support Enforcement	18,532,715	19,432,309	(899,594)	-5%	19,580,212	20,469,070	888,858	4%	(10,736)
2900	Courts - Pre-Trial Services	762,378	957,024	(194,647)	-20%	5,211,921	5,442,254	230,333	4%	35,687
	Total Courts and Judiciary	**28,352,822**	**30,125,211**	**(1,772,389)**	**-6%**	**62,183,947**	**64,280,889**	**2,096,942**	**3%**	**324,553**
	Public Safety									
4900	Medical Examiner	1,928,063	1,953,422	(25,359)	-1%	4,475,810	4,602,382	126,572	3%	101,213
4000	Sheriff	17,865,466	18,808,132	(942,666)	-5%	142,062,127	142,344,214	282,087	0%	(660,579)
4500	District Attorney	6,907,742	7,032,683	(124,941)	-2%	17,524,349	18,298,772	774,423	4%	649,481
	Total Public Safety	**26,701,270**	**27,794,237**	**(1,092,967)**	**-4%**	**164,062,286**	**165,245,368**	**1,183,082**	**1%**	**90,115**
	Non-Departmental's									
1945	Contingency	-	-	-	N/A	-	950,306	950,306	100%	950,306
1950	Fringe Benefits	17,076,406	18,452,031	(1,375,625)	-7%	17,837,847	27,653,231	9,815,384	35%	8,439,759
1991	Property Taxes	275,370,836	275,370,837	(1)	0%	-	-	-	N/A	(1)
1992	Interest Income	2,490,310	1,711,411	778,899	46%	-	-	-	N/A	778,899
1993	State Shared Revenue	31,069,090	30,890,224	178,866	1%	-	-	-	N/A	178,866
1996	Sales Taxes	64,295,039	64,000,880	294,159	0%	-	-	-	N/A	294,159
	Other Non-Departmental	16,505,661	16,096,750	408,911	3%	2,098,171	(1,841,393)	(3,939,564)	214%	(3,530,653)
1900'S	**Total Non-Departmental**	**406,807,343**	**406,522,133**	**285,210**	**0%**	**19,936,018**	**26,762,144**	**6,826,126**	**26%**	**7,111,336**

December 31, 2012 Fiscal Report

Attachment C

Final

		2012 Actual Revenues	2012 Budgeted Net Revenues	Revenue Variance	% Variance	2012 Actual Expenditures	2012 Budgeted Net Expenditures	Expense Variance	% Variance	Surplus (Deficit)
	Public Works & Development									
5040	DOT - Airport Division	79,467,559	86,682,853	(7,215,294)	-8%	82,028,128	89,087,865	7,059,737	8%	(155,557)
5100	DOT - Highway Maintenance	19,216,126	19,031,621	184,505	1%	19,430,344	20,009,415	579,071	3%	763,576
5300	DOT - Fleet Management	11,326,768	11,481,392	(154,623)	-1%	9,748,484	9,820,819	72,335	1%	(82,289)
5600	DOT - Transit/Paratransit System	97,432,740	104,048,407	(6,615,667)	-6%	113,872,372	125,472,868	11,600,496	9%	4,984,829
5800	DOT - Admin Div	246,270	250,000	(3,730)	-1%	(19,894)	78,611	98,505	125%	94,775
5500	DAS - Utility	3,556,919	4,164,625	(607,706)	-15%	4,503,845	4,657,614	153,769	3%	(453,937)
5700	DAS - Facilities Mngmnt	28,431,540	28,179,921	251,619	1%	27,170,053	27,784,688	614,635	2%	866,254
	Total Public Works & Development	**239,677,923**	**253,838,819**	**(14,160,896)**	**-6%**	**257,254,616**	**276,911,880**	**19,657,263**	**7%**	**5,496,367**
	Health & Human Services									
6300	Behavioral Health Division	127,462,146	125,960,007	1,502,139	1%	188,674,596	191,101,295	2,426,699	1%	3,928,838
7900	Department on Aging	16,781,972	17,106,602	(324,630)	-2%	18,077,667	18,911,353	833,686	4%	509,056
7990	Department of Family Care (CMO)	278,455,232	275,740,045	2,715,187	1%	275,890,969	278,229,657	2,338,688	1%	5,053,875
8000	Department of Human Services	63,800,329	62,260,768	1,539,561	2%	84,335,878	86,493,855	2,157,977	2%	3,697,538
	Total Health & Human Services	**486,499,679**	**481,067,422**	**5,432,257**	**1%**	**566,979,110**	**574,736,160**	**7,757,050**	**1%**	**13,189,308**
	Parks, Recreation & Culture									
9000	Department of Parks	18,317,964	19,197,559	(879,595)	-5%	40,808,991	41,917,201	1,108,210	3%	228,614
9500	Zoological Department	17,363,914	19,695,056	(2,331,142)	-12%	23,009,106	24,791,244	1,782,138	7%	(549,004)
9700	Milwaukee Public Museum	-	-	-	N/A	3,502,376	3,502,376	-	0%	-
9910	University Extension	117,423	121,080	(3,657)	-3%	456,606	459,773	3,167	1%	(490)
	Total Parks, Recreation & Culture	**35,799,301**	**39,013,695**	**(3,214,394)**	**-8%**	**67,777,080**	**70,670,594**	**2,893,514**	**4%**	**(320,880)**
9960	**Debt Retirement and Interest**	**37,944,544**	**12,219,792**	**25,724,752**	**211%**	**95,692,282**	**68,772,393**	**(26,919,889)**	**-39%**	**(1,195,138)**
1200-1899	**Capital Improvements**	**71,936,696**	**94,104,476**	**(22,167,780)**	**-24%**	**176,083,782**	**199,875,592**	**23,791,810**	**12%**	**1,624,030**
	Expendable Trusts									
FUND 3	Zoo Trust Funds	775,797	952,424	(176,627)	-19%	739,638	958,779	219,141	23%	42,514
FUND 4	IMSD Expendable Trust	-	-	-	N/A	-	-	-	N/A	-
FUND 5	Parks Trust Funds	47,085	-	47,085	N/A	1,483	157,632	156,149	99%	203,234
FUND 6	Office on Handicapped Trust Fund	110	25,000	(24,890)	-100%	5,184	25,000	19,816	79%	(5,074)
FUND 7	Behaviorial Health Complex Trust Funds	4,032,911	35,100	3,997,811	11390%	1,216,612	35,100	(1,181,512)	-3366%	2,816,299
FUND 8	Airport PFC	11,363,253	-	11,363,253	N/A	9,099,042	-	(9,099,042)	N/A	2,264,211
FUND 9	DAS -- Trust	49,880	-	49,880	N/A	143,636	143,636	0	0%	49,880
FUND 10	Stabilization Trust	6,848,188	-	6,848,188	N/A	-	-	-	N/A	6,848,188
FUND 11	Fleet Facilities Reserve Trust	1,184,379	-	1,184,379	N/A	264,145	-	(264,145)	N/A	920,233
	Total Expendable Trusts	**24,301,602**	**1,012,524**	**23,289,078**	**2300%**	**11,469,740**	**1,320,147**	**(10,149,593)**	**-769%**	**13,139,484**
	Projected Surplus (Deficit)	**1,397,633,810**	**1,384,260,297**	**13,373,513**	**1%**	**1,480,270,392**	**1,511,986,690**	**31,716,298**	**2%**	**45,089,811**
	Reserves Expendable Trusts									**(13,139,484)**
	Contribution to Family Care Reserves									**(5,053,875)**
	Airport Reserves									**155,557**
	Debt Service Resv Adj for Capital Surplus									**(1,679,000)**
	Change in Reserves									**(1,064,516)**
	Total Surplus (Deficit)									**24,308,493**