



TENTATIVE
BUDGET
FISCAL YEAR 2014

Public Health

- Public health involves collective actions to provide services that an individual, acting alone, can not obtain for himself/herself.
 - Water is safe to drink from the tap
 - Food is safe to eat when we buy it
 - Don't get sick from eating at a restaurant

Public Health

- The health and safety of populations rather than the health of individual patients
- Prevention of injury and disease rather than treatment and care
- Relationships between the government and community rather than the physician and patient
- Population-based services grounded on the scientific methods of public health rather than personal medical services

Excellence in Public Health

- Careful assessment of existing knowledge
- Establish priorities based on data
- Allocate resources according to objective assessment of possibilities for greatest impact
- Evaluate impacts
- Make course corrections

Institute of Medicine
Future of Public Health

Future of Public Health

- Public health has the responsibility to look far ahead to the horizon and beyond and to guide the ship's course.
- Public health must act to ensure that the urgent does not crowd out the important.
- Epidemiology must provide credible, evidence-based information.

Southern Nevada Health District Excellence in Action

- Influence public policy by educating through dissemination of evidence-based information
- The public, policy makers, and community partners view the SNHD as a source of credible, disinterested, culturally sensitive information
- SNHD has adequate infrastructure to collect and report on services provided and outcomes achieved at local and state levels

Southern Nevada Health District Preliminary FY 2014 Budget

Goals and Priorities

Protect the public health in Southern Nevada

- Excellence in the science of public health
- Excellence in program administration and evaluation
- Leadership for our public health future
- Fiscal responsibility and transparency

Southern Nevada Health District
**Factors that may Change
the Financial Picture**
Fiscal Year 2014

- **Receipt of Underfunded Property Tax Revenue:**
 - FY 2012 \$ 14,177,948
 - FY 2013 \$ 2,093,578
 - 5% Interest income due on Underfunded amount

Note: Exact amount to be determined.
Current estimate \$1.5 million
- **Receipt of \$ 1,690,000 on Clean Water Coalition**
- **Receipt of Tobacco Master Settlement Agreement
Allocation of \$ 300,000 for a year**
- **Federal Budget – Sequestration**
 - Potential Loss of Grant Funds
- **Federal Grants**
 - Potential to Receive New Funds
- **Facility/Building Acquisition & Relocation Expenses**

Southern Nevada Health District **Grant Opportunities and Threats**

➤ **Opportunities:**

- Chronic Disease Grant @ \$ 1,000,000/year for 5 Years
- STD Grant @ \$ 300,000/year for 5 Years
- FDA Grant @
 - \$ 1,500,000 for 1st year
 - \$ 3,000,000/year for 3 years

➤ **Threats:**

- Federal Sequestration may reduce overall grant revenue by 8%.
Total projected grant revenue for FY13-14 may decline by \$1,000,000.

Southern Nevada Health District
Tentative Budget FY 2014
List of Funds

Governmental Funds:								
	a) General Fund							
	b) Bond Reserve (Building) Fund							
	c) Capital Projects Fund							
Proprietary Funds:								
	a) Southern Nevada Public Health Laboratory (SNPHL) Fund							
	b) Insurance Liability (Worker's Compensation) Fund							
Fiduciary Fund:								
	a) Retiree Health Insurance Fund							

Southern Nevada Health District BUDGET ASSUMPTIONS Fiscal Year 2014

- No general salary increase
- Budgeted one step increase
- Fringe Benefits ** and Payroll Taxes *** at 38 %
- Budget expenses based on known expenses
- Estimated inflationary rates:

Inflationary Rates

<u>Rate *</u>	<u>Categories</u>
4.0 %	Supplies, services and contracts, in general.
3.0 %	Facilities & Maintenance Supplies
7.0 %	Janitorial Supplies
4.7 %	Medical Supplies
C P	Testing, Laboratory
P A	Vaccines

Legend:

- * If staff has more specific information, a different rate maybe used provided it is explained in the notes section of budget, and copy of information on source and rate is submitted to the Purchasing Agent.
- C P Please use Current Pricing.
- P A Please coordinate with Purchasing Agent on pricing.

<u>Fringe Benefits</u>	<u>Rate</u>	<u>Payroll Taxes</u>	<u>Rate</u>
Retirement	24.75 %	Medicare	1.45 %
Medical	11.00 %		
Liability Insurance	0.80 %		
TOTAL Fringe Benefits Rate	36.55 % **	Total P/R Tax Rate	1.45 %

Total Fringe Benefits & Payroll Tax Rates 38.00 %

General Fund Tentative Budget FY 2014

Beginning Fund Balance				\$ 6,765,386	(a)
Estimated Receipts of Underfunded Share in Tax Allocation:					
Property Taxes:					
FY 2012	\$	14,177,948			
FY 2013		2,093,578			
Total Property Taxes		16,271,526	(b)		
Clean Water Coalition Case		1,690,000	(b)		
Interest Income due		1,500,000	(c)		
Total Estimated Receipts of Underfunded Share in Tax Allocation				19,461,526	
Budgeted Revenues				57,294,581	(d)
Budgeted Operating Expenditures				(65,923,078)	(e)
Budgeted Transfers to Building Fund					
FY 2014		(1,301,226)			
FY 2013 - Underfunded reserve		(149,481)	(f)		
FY 2012 - Underfunded reserve		(1,012,305)	(f)		
Total Transfers to Building Fund				(2,463,012)	
Ending Fund Balance				\$ 15,135,403	(g)
(a)	Based on the approved FY 2013 estimated operating revenues and expenditures				
(b)	Amount due SNHD per State Supreme Court decision				
(c)	5% interest income due on item (b) above				
(d)	See page 17 for FY 2014 Budgeted Revenues				
(e)	See page 19 for FY 2014 Budgeted Operating Expenditures				
(f)	Underfunded reserve. Please see (b) above.				
(g)	This represents 23.0 % or around 2.8 months of FY 2014 budgeted General Fund Operating Expenditures.				
	<i>Note: SNHD BoH approved a policy authorizing SNHD to maintain at a minimum, unrestricted fund balance in the General Fund of between two to three months or 16.6% to 25% of general fund operating expenditures.</i>				

General Fund

Ending Fund Balance

Tentative Budget

FY 2014

Description	Actual FY 2011	Actual FY 2012	Approved FY 2013	Estimated FY 2013	Tentative FY 2014
Fund Balance, Beginning	32,409,640	28,332,469	13,382,077	13,382,077	6,765,386
Prior year Adjustment		1,717,608			
Estimated Underfunded Share in Tax Allocation:					
Property Taxes:					
FY 2012					14,177,948 (a)
FY 2013					2,093,578 (a)
Clean Water Coalition Case					1,690,000 (a)
Interest Income due					1,500,000 (b)
Revenues	74,090,014	56,309,126	61,007,461	57,375,588	57,294,581 (c)
Operating Expenditures	(71,447,967)	(68,224,066)	(70,654,660)	(62,858,450)	(65,923,078) (d)
Transfer to Capital Fund	(2,243,864)	(3,534,845)	(1,526,461)	0	0
Transfer to Liability Reserve Fund	(300,000)	(300,000)	0	0	0
Transfer to Proprietary Fund	(2,650,861)	(511,771)	0	0	0
Transfer to Bond Reserve (Building) Fund	(1,524,493)	(406,444)	(1,283,311)	(1,133,829)	
FY 2014					(1,301,226)
FY 2013 - Underfunded reserve					(149,481) (e)
FY 2012 - Underfunded reserve					(1,012,305) (e)
Fund Balance, Ending	28,332,469	13,382,077	925,106	6,765,386	15,135,403
Fund Balances:					
Non-spendable:					
Inventory	295,230	629,770			
Prepaid Items	302,828	377,737			
Assigned:					
Other purposes	407,366				
Unassigned	27,327,045	12,374,570	925,106	6,765,386	15,135,403
Total Fund Balances	28,332,469 (f)	13,382,077 (f)	925,106	6,765,386	15,135,403
Note:					
(a)	Amount due SNHD per State Supreme Court decision.				
(b)	Interest Income due. (See note (a) above).				
(c)	See page 17 for FY 2014 Budgeted Revenues				
(d)	See page 19 for FY 2014 Budgeted Operating Expenditures				
(e)	Underfunded reserve. Please see also note (a) above.				
(f)	Ending Fund Balance comes from the audited Comprehensive Annual Financial Report (CAFR).				

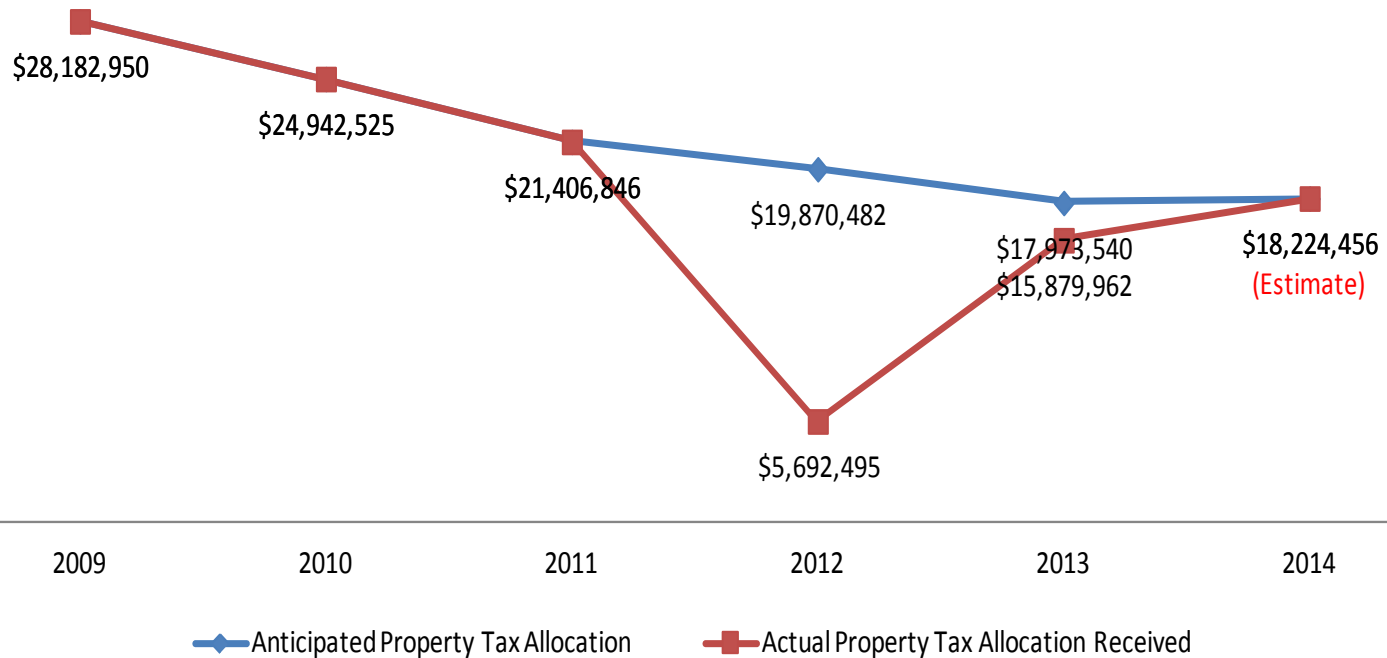
General Fund
Transfers
 Tentative Budget
 FY 2014

<u>Description</u>		<u>Amount</u>	
	Capital Reserve Fund	\$ -	*
	Proprietary (SNPHL) Fund	-	*
	Liability Reserve (Worker's Comp) Fund	-	*
	Bond Reserve (Building) Fund		
	FY 2014	(1,301,226.00)	
	FY 2013 - Underfunded reserve	(149,481.00)	
	FY 2012 - Underfunded reserve	<u>(1,012,305.00)</u>	
	Total Transfers to the Building Fund	(2,463,012)	
	Total Transfers	<u>\$ (2,463,012)</u>	
	Note:		
	* No transfer was budgeted for FY 2014.		

General Fund Revenue Comparison Fiscal Years 2010 - 2014

Description	ACTUAL			Estimated 2013	Budget 2014	
	2010	2011	2012			
Charges for Services:						
Tile XIX Medicaid	595,060	547,452	608,192	561,091	533,285	
Fees for Services	5,963,518	5,581,494	5,200,688	5,373,273	5,241,941	
Regulatory Services	23,142,972	22,978,296	22,897,904	21,641,596	19,583,000	
Program Contract Services	2,835,603	2,308,693	1,879,517	530,787	1,360,226	
Intergovernmental Revenues:						
State Funding	987,147	979,488	437,330	400,000	400,000	
Indirect Federal Grants	13,947,975	9,463,763	8,092,743	9,308,323	9,364,171	
Direct Federal Grants	2,351,437	10,105,237	10,995,381	3,312,143	2,366,002	
Contributions and Donations	12,556	13,777	13,157	8,678	11,000	
General Receipts						
Interest Earnings	732,424	683,871	477,086	350,000	200,000	
Other Receipts	17,870	21,097	14,594	9,735	10,500	
Clark County Property Tax Allocation	24,942,525	21,406,846	5,692,534	(a) 15,879,962	(b) 18,224,456	(c)
Total Revenues	75,529,087	74,090,014	56,309,126	57,375,588	57,294,581	
Note:						
(a) Does not include underfunded Property Tax allocation of \$14,177,948 plus 5% interest income per State Supreme Court decision.						
(b) Does not include underfunded Property Tax allocation of \$2,093,578 plus 5% interest income per State Supreme Court decision.						
(c) Estimate provided by the County Budget Office.						

SNHD Property Tax Allocation FY 2009 to 2014



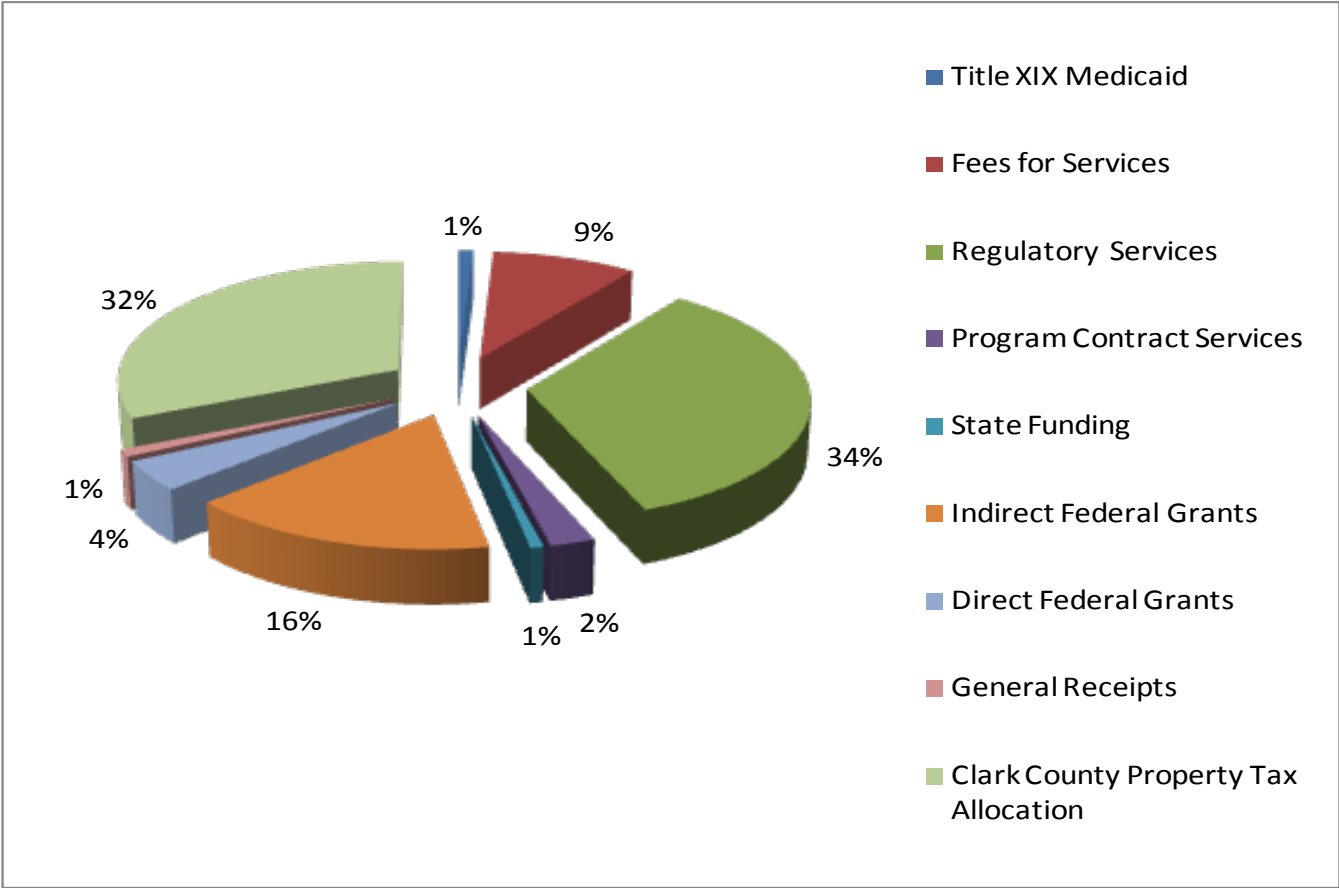
General Fund

Sources of Budgeted Revenue

Fiscal Years 2013 - 2014

	Description	FY 2013 BUDGET		FY 2014 BUDGET	
		Amount	%	Amount	%
	Charges for Services:	29,308,167	48%	26,718,452	47%
	Title XIX Medicaid	588,895	1%	533,285	1%
	Fees for Services	5,458,740	9%	5,241,941	9%
	Regulatory Services	22,676,666	37%	19,583,000	34%
	Program Contract Services	583,866	1%	1,360,226	2%
	Intergovernmental Revenues:	13,360,430	22%	12,130,173	21%
	State Funding	400,000	1%	400,000	1%
	Indirect Federal Grants	9,412,091	15%	9,364,171	16%
	Direct Federal Grants	3,548,339	6%	2,366,002	4%
	Contributions and Donations	6,355	0%	11,000	0%
	General Receipts:	358,969	1%	210,500	0%
	Interest Earnings	350,000	1%	200,000	0%
	Other Receipts	8,969	0%	10,500	0%
	Clark County Property Tax Allocation	17,973,540	29%	18,224,456	* 32%
	Total Revenues	61,007,461	100%	57,294,581	100%
	Note:	* Estimate provided by the County Budget Office			

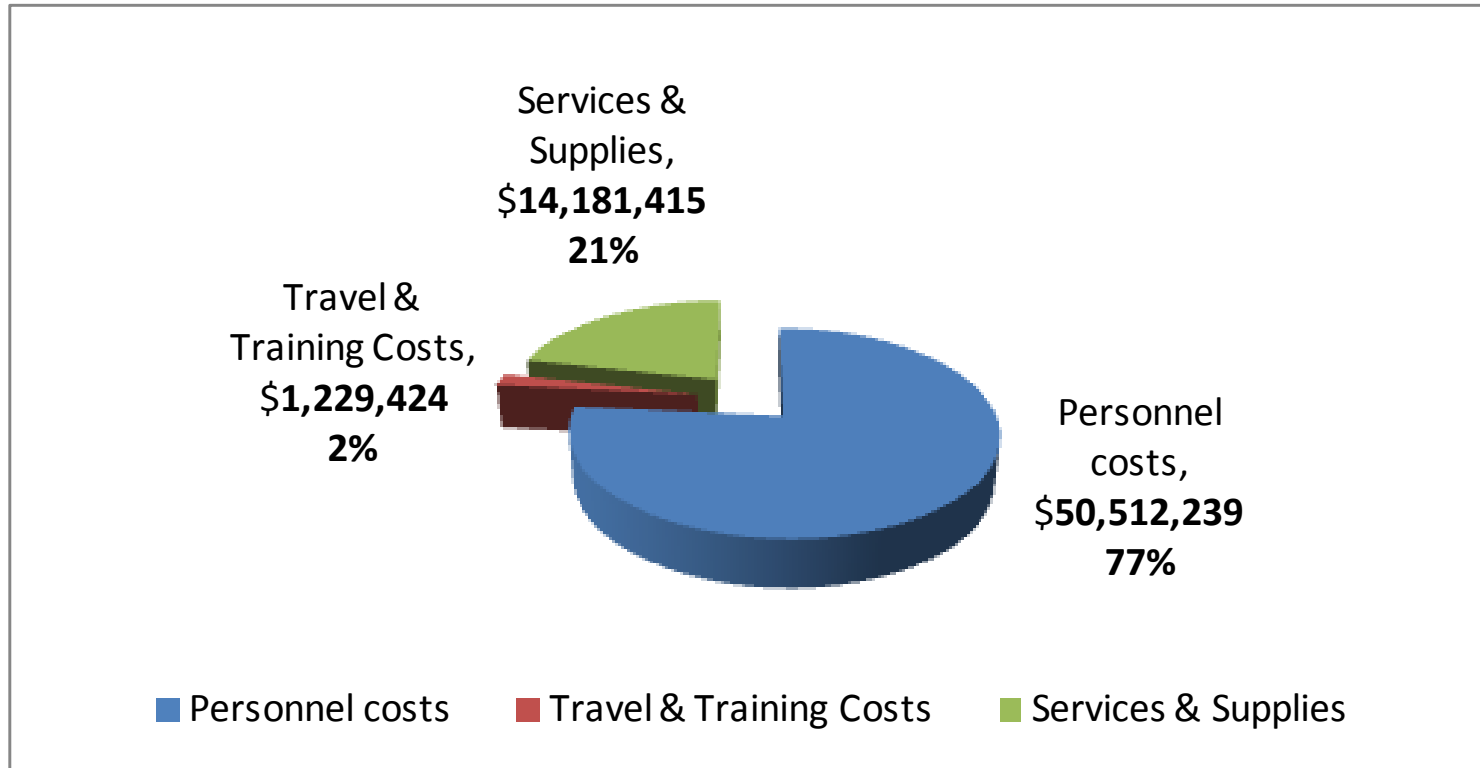
General Fund
Tentative Budget
Fiscal year 2014
Detail of Revenues
\$ 57,294,581



General Fund Tentative Budget FY 2014 Operating Expenditures

Description	Budget	Budget	Variance	
	FY 2013	FY 2014	Inc or (Dec)	%
Personnel Costs:				
Grant	9,192,644	9,072,042	(120,602)	-1%
District	44,772,296	41,440,196	(3,332,100)	-7%
Total Personnel Cost	53,964,940	50,512,238	(3,452,702)	-6%
Note:				
<p style="text-align: center;">District: 5% or \$2.6 million vacancy factor was applied based on historical data. Personnel Costs for new or vacant positions were calculated based on estimated hire date.</p>				
Services & Supplies:				
Grant	3,794,098	3,456,270	(337,828)	-9%
District	12,895,622	11,954,570	(941,052)	-7%
Total Services & Supplies	16,689,720	15,410,840	(1,278,880)	-8%
Note:				
<p style="text-align: center;">Grants: Reduction of Other professional services by \$124,324 Reduction of Other contract services by \$ 265,740 District: Reduction of Vaccine and Injections supplies by \$887,357 Reduction of Other Laboratory Services by \$ 154,789</p>				
Total Expenditures:				
Grant	12,986,742	12,528,312	(458,430)	-4%
District	57,667,918	53,394,766	(4,273,152)	-7%
Total Expenditures	70,654,660	65,923,078	(4,731,582)	-7%

SNHD
Tentative Budget
FY 2014
Operating Expenditures
\$65,923,078



S N H D
Tentative Budget
FY 2014
FTE Comparison

	FTE	FTE	
<u>Division</u>	<u>FY13</u>	<u>FY14</u>	<u>Change</u>
TOTAL	565.00	575.05	10.05
Note:			
Additional FTE's were budgeted in:			
Environmental Health			8.05
Office of Public Health Informatics			2.00
Total Change in FTE's			10.05

Enterprise (or Proprietary) Fund Budgeted Revenue & Expenses Fiscal Years 2013 - 2014

SOUTHERN NEVADA PUBLIC HEALTH LABORATORY (S N P H L)

➤ **Expenditures total \$ 3,479,087 ***

Note:

- **Excludes depreciation expense of \$ 183,000.**

NRS 354.517 "Enterprise fund" defined. "Enterprise fund" means a fund established to account for operations:

1. Which are financed and conducted in a manner similar to the operations of private business enterprises, where the intent of the governing body is to have the expenses (including depreciation) of providing goods or services on a continuing basis to the general public, financed or recovered primarily through charges to the users; or

2. For which the governing body has decided that a periodic determination of revenues earned, expenses incurred and net income is consistent with public policy and is appropriate for capital maintenance, management control, accountability or other purposes.

(Added to NRS by 1971, 200; A 1981, 1761)

➤ **Revenue of \$ 1,443,546 is made up of:**

- **\$ 1,372,546 Federal Funds Distributed by State**
- **\$ 68,000 General Receipts**
- **\$ 3,000 Program Contract Services**

➤ **No Transfer from the General Fund is planned for FY 2014.**

Estimated Ending Fund Balances

Tentative Budget

Fiscal Year 2014

Description	GOVERNMENTAL FUNDS			PROPRIETARY FUNDS		FIDUCIARY FUND
	General Fund 05	Capital Reserve Fund 06	Building Fund 07	Worker's Comp Fund 62	SNPHL Fund 70	Retiree Health Insurance Fund 80
Estimated Fund Balance, Beginning	6,765,386	6,738,560	12,519,530	850,482	3,312,475	(a) 435,074
Underfunded Share in Tax Allocation						
Property Taxes:						
FY 2012	14,177,948					
FY 2013	2,093,578					
Clean Water Coalition Case	1,690,000					
Interest Income due	1,500,000					
Revenue	57,094,581	-	-	-	1,375,546	
Transfer In	-	-	2,463,012	-	-	
Interest Earned	200,000	62,000	96,000	8,400	42,000	15,000
Operating Expenditures	(65,923,078)	(629,000)	-	(100,000)	(3,479,087)	
Transfer Out	(2,463,012)	-	-	-	-	
Estimated Fund Balance, Ending	15,135,403	6,171,560	15,078,542	758,882	1,250,934	450,074
Note:						
(a) Added Depreciation Expenses which were deducted from the Fund Balance:						
FY 2012 \$ 182,828						
FY 2013 \$ 183,000						
Total \$ 365,828						