

**2015/2016 Financial Plan / 2016 Q2 Monitoring
Public Health Operating Fund / 000001800**

	2013/2014 Actuals ¹	2015/2016 Adopted Budget ²	2015/2016 Current Budget ³	2015/2016 Biennial- to-Date Actuals ⁴	2016 Q2 Estimated	2017/2018 Projected ⁶	2019/2020 Projected ⁶
1 Category							
2 Beginning Fund Balance	\$ 8,379,048	\$ (8,936,880)	\$ (11,727,782)	\$ (11,727,782)	\$ (11,727,782)	(3,278,050)	(908,087)
3 Revenues							
4 City of Seattle	43,520,529	43,522,115	42,702,328	23,874,846	42,725,333	41,832,635	43,939,603
5 Double Budgeting OH ⁷	5,480	0	24	1,986	1,678	-	-
6 Fees for Services	54,866,966	12,729,694	12,729,732	11,265,550	14,907,081	14,171,157	14,339,224
7 Grants	96,928,496	98,921,911	101,492,149	60,985,876	93,953,953	83,146,368	83,408,382
8 Intragovernmental	10,976,946	11,001,766	11,895,780	7,576,456	11,995,742	11,092,732	11,480,318
9 Medicaid Administration ⁸	7,979,687	10,247,528	10,399,708	2,420,847	7,520,568	7,610,341	7,612,510
10 Other Revenues	3,203,292	7,508,102	4,982,768	1,902,663	3,454,202	2,431,150	2,533,426
11 Patient Generated Revenue ⁹	83,150,675	76,753,201	76,794,124	56,447,987	78,593,741	76,920,446	79,269,671
12 State Flexible	24,870,984	24,983,311	24,983,352	18,834,416	24,983,325	24,595,572	24,595,572
13 KC General Fund Flexible	52,392,068	56,400,715	56,240,816	40,873,523	56,240,816	50,288,632	52,831,875
14 BSK Revenue	-	-	4,072,000	-	4,072,000	55,397,895	67,743,697
15 HVMC	-	-	-	-	5,000,000	10,000,000	10,000,000
16 One time Revenues ¹⁰	10,400,000	7,100,000	10,361,000	3,222,426	7,641,049	-	-
17 Total Revenues	\$ 388,295,123	\$ 349,168,343	\$ 356,653,781	\$ 227,406,577	\$ 351,089,489	\$ 377,486,928	\$ 397,754,278
18 Expenditures							
19 Personnel	(234,711,920)	(193,469,626)	(196,610,603)	(143,016,803)	(192,069,228)	(186,375,792)	(197,299,977)
20 Contracts	(88,910,001)	(90,330,767)	(93,974,300)	(54,832,014)	(88,222,766)	(113,884,962)	(132,335,215)
21 Overhead ¹¹	(31,353,830)	(25,736,658)	(25,105,260)	(20,303,387)	(26,850,254)	(41,955,239)	(44,685,886)
22 Facilities and Motor Vehicle	(18,736,182)	(15,196,106)	(15,198,312)	(10,349,783)	(14,402,710)	(14,380,997)	(15,314,333)
23 Supplies and Office Equipment	(4,493,168)	(4,364,066)	(4,620,948)	(3,476,765)	(4,564,172)	(3,497,032)	(3,524,883)
24 Medical Supplies & Pharmaceuticals	(8,845,092)	(8,316,525)	(8,367,875)	(6,352,106)	(8,369,860)	(9,760,459)	(10,318,444)
25 Contingencies and Contras	(1,014)	1,318,308	1,245,928	-	-	(343,508)	(347,612)
26 Other Expense	(7,229,057)	(5,248,328)	(5,093,505)	(3,314,561)	(4,980,086)	(4,918,976)	(4,463,818)
27 One time Expenditures ¹²	(4,200,000)	(1,780,900)	(1,780,900)	(1,165,680)	(3,180,680)	-	-
28 Total Expenditures	\$ (398,480,264)	\$ (343,124,668)	\$ (349,505,775)	\$ (242,811,099)	\$ (342,639,757)	\$ (375,116,965)	\$ (408,290,169)
29 Ending Fund Balance	(1,806,093)	(2,893,205)	(4,579,776)	(27,132,304)	(3,278,050)	(908,087)	(1,443,979)
31 Reserves							
33 Environmental Health Fee Future Expenditures	(4,069,847)						
37 Environmental Health Rainy Day Reserve (30 day)	(5,856,799)						
38 Other PH Operations Rainy Day Reserve (30 day) ¹³	(14,119,131)	(11,728,151)	(12,007,144)	(8,275,959)	(11,725,786)	(13,329,557)	(14,624,770)
39 Total Reserves	\$ (24,045,777)	\$ (11,728,151)	\$ (12,007,144)	\$ (8,275,959)	\$ (11,752,284)	\$ (13,329,557)	\$ (14,624,770)
40 Reserve Shortfall	25,851,870	14,621,356	16,586,920	35,408,263	15,030,334	14,237,644	26,068,748
41 Ending Undesignated Fund Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Financial Plan Notes

- ¹ 2013/2014 Actuals reflect year end information from EBS and are consistent with the Budgetary Fund Balance figures published by FBOD.
- ² 2015/2016 Adopted Budget is based on ordinance 17476 and reflects the removal of all Appropriations and Reserves associated with the Environmental Health Division into a separate, designated Environmental Health Fund. This change will result in a projected deficit for Public Health Fund starting in 2015/2016 of almost \$9 million and the
- ³ 2015/2016 Current Budget reflects the Operating Budget in EBS using report GL10 last run on August 9, 2016.
- ⁴ 2015/2016 Biennial-to-Date Actuals reflects actual revenues and expenditures through June 30, 2016, using EBS report GL10 last run on August 9, 2016.
- ⁵ 2015/2016 Estimated reflects updated revenue and expenditure estimates based on the DPH Consensus Model, and does not include the impact of any proposed, but not
- ⁶ Out year projections reflect the 2017/2018 Agency Proposed Budget, excluding the added revenue line for Foundational Public Health Services (FPHS), and are not updated for any adjustments identified through the Executive Working phase
- ⁷ DPH is adjusting the Department's Accounting practices regarding distribution of overhead costs. Beginning in 2015/2016, after working with PSB on financial accounting Best
- ⁸ The 2013/2014 Estimated and the 2015/2016 Adopted Medicaid Administration Revenue has been right sized to account for the anticipated changes in the claiming for allowable expenditures as agreed between the Centers for Medicare & Medicaid Services (CMS); the Washington State HCA, and other Washington State Local Health
- ⁹ DPH adjusted the Patient Generated Revenue (PGR) model to account for risk in the 2015/2016 Adopted Budget. The assumptions related to visits, patient mix, and payor mix were based on historical experience. The implementation of healthcare reform in 2014 has great impact on these assumptions, but because the implementation is so new, there is very little data to inform these assumptions. The impact of budget changes, including program closures, layoffs/bumping, and the uncertainty surrounding the proposed
- ¹⁰ One time revenues includes the following adjustments:
2013/2014 Actuals: 2012 CAFR / Fin Plan Starting Balance Adjustment of \$6.4M, \$1M in State Flexible Funds Previously sent to the wrong County, \$2M of KC General Fund in 2015/2016 Adopted Budget: \$6M in anticipated property sales and \$1.1M in additional General Fund for employee separation costs
2015/2016 Current Budget: \$6M in anticipated property sales, \$1.1M in additional General Fund for employee separation costs, and \$2.4M in partner funding for the Public
2015/2016 Estimated Budget: \$4.3M in anticipated property sales, \$1.1M in additional General Fund for employee separation costs, and \$2.2M in partner funding for the
- ¹¹ Overhead includes King County Overhead, Technology, and DPH Administrative Overhead, and includes the distribution of the costs spread to other Funds including the Environmental Health (0000018500), EMS Levy (0000011900), Jail Health Services in the General Fund (000000010) and MIDD Fund (000001135).
- ¹² One time expenditures includes the following adjustments:
2013/2014 Estimated: \$4.1M for Clinic Remodel and Relocation Costs.
2015/2016 Current Modified: \$1.7M in program elimination and employee separation costs.
2015/2016 Estimated: \$1.1M in program elimination and employee separation costs and \$2M in projected HIT
- ¹³ The Rainy day reserve was calculated at 24 months expenditures less One Time Expenses and KC General
- ¹⁴ This plan was updated by Chris McGowan on 8/9/2016.