

**2017/2018 Financial Plan / 2017 Q1 Monitoring
Public Health Operating Fund / 000001800**

Category	2015/2016 Actuals ¹	2017-2018 Adopted Budget ²	2017-2018 Current Budget ³	2017-2018 Biennial-to-Date Actuals ⁴	2017 Q2 Estimated	2019-2020 Projected ⁵	2021-2022 Projected ⁵
1 Beginning Fund Balance	\$ (11,727,782)	1,522,486	1,517,527	1,517,527	1,517,527	3,614,161	(6,050,845)
2 Revenues							
3 City of Seattle	43,307,590	41,832,635	43,616,515	5,402,703	43,483,203	43,939,603	47,584,040
4 Fees for Services	15,493,971	14,171,157	14,171,157	3,588,294	14,229,997	14,339,224	14,339,224
5 Grants	92,947,843	83,144,699	85,218,389	12,330,753	82,214,746	83,407,575	88,598,156
6 Intragovernmental ⁶	12,429,594	11,907,656	12,738,056	2,366,110	12,738,056	12,367,762	13,137,427
7 Medicaid Administration ⁷	9,927,179	7,610,881	7,610,881	(1,656,566)	7,254,857	7,613,048	7,613,048
8 Other Revenues ⁸	4,650,850	2,431,150	2,431,150	62,403	2,538,765	2,533,426	2,691,085
9 Patient Generated Revenue ⁹	78,936,830	76,920,446	76,920,446	17,997,179	73,273,501	79,269,671	80,543,059
10 State Flexible	24,983,310	24,595,572	24,595,572	6,148,895	24,595,572	24,595,572	24,595,572
11 KC General Fund Flexible	56,245,302	49,993,628	49,993,628	10,398,512	49,993,628	52,524,480	55,793,159
12 Best Starts for Kids Levy Revenue ¹⁰	4,246,000	56,046,221	67,721,155	12,291,291	67,408,994	67,949,526	76,119,490
13 HVMC Contract	5,000,000	10,000,000	10,000,000	-	10,000,000	10,000,000	10,000,000
14 Foundational Public Health Revenue ¹¹	-	-	-	-	1,080,000	1,440,000	1,440,000
15 One time Revenues ¹²	5,628,526	1,943,900	1,943,900	-	2,067,000	-	-
16							
17 Total Revenues	353,796,996	380,597,945	396,960,849	68,929,574	390,878,319	399,979,888	422,454,260
18 Expenditures							
19 Personnel	(192,473,973)	(186,618,847)	(189,332,120)	(43,155,605)	(184,621,199)	(198,284,023)	(210,412,981)
20 Contracts	(85,602,045)	(115,285,383)	(127,813,767)	(9,796,354)	(127,528,678)	(132,471,589)	(150,540,910)
21 Overhead ¹³	(25,993,788)	(42,805,917)	(43,037,825)	(10,130,387)	(41,783,422)	(45,607,930)	(49,807,006)
22 Facilities and Motor Vehicle	(14,901,206)	(14,337,234)	(14,536,398)	(3,538,980)	(14,980,152)	(15,124,688)	(16,517,203)
23 Supplies and Office Equipment	(4,615,332)	(3,609,845)	(3,637,907)	(928,172)	(4,098,606)	(3,613,982)	(3,838,886)
24 Medical Supplies & Pharmaceuticals	(8,801,406)	(9,760,459)	(9,983,341)	(2,445,172)	(9,839,468)	(10,318,444)	(10,960,576)
25 Contingencies and Contras	-	(66,840)	(66,840)	-	-	(66,840)	(66,840)
26 Other Expense ¹⁴	(4,982,298)	(4,610,666)	(4,638,232)	(1,141,110)	(5,030,160)	(4,157,398)	(4,157,398)
27 One time Expenditures	(3,176,680)	-	-	-	(900,000)	-	-
28							
29 Total Expenditures	(340,546,728)	(377,095,191)	(393,046,430)	(71,135,780)	(388,781,685)	(409,644,895)	(446,301,801)
30 GAAP Adjustments	(4,959)	-	-	-	-	-	-
31 Ending Fund Balance	1,517,527	5,025,240	5,431,946	(688,679)	3,614,161	(6,050,845)	(29,898,386)
32 Reserves							
33 Expenditure Reserve							
34 Cash Flow Reserve							
35 Rainy Day Reserve (30 days) ¹⁵	(11,018,715)	(10,797,820)	(10,941,400)	(1,919,994)	(10,739,209)	(11,533,464)	(12,552,155)
36 Total Reserves	(11,018,715)	(10,797,820)	(10,941,400)	(1,919,994)	(10,739,209)	(11,533,464)	(12,552,155)
37 Reserve Shortfall	9,501,187	5,772,580	5,509,453	2,608,673	7,125,047	17,584,309	42,450,541
38							
39 Ending Undesignated Fund Balance	-	-	-	-	-	-	-

Financial Plan Notes

- ¹ 2015/2016 Actuals reflect year end information from EBS and are consistent with the Budgetary Fund Balance figures published by FBOD.
- ² 2017-2018 Adopted Budget reflect the financial plan adopted based on budget Ordinance 18409, adjusted for the revised ending fund balance at the end of 2016.
- ³ 2017/2018 Current Budget reflects the Operating Budget in EBS using report GL10 last run on August 5, 2017.
- ⁴ 2017/2018 Biennial-to-Date Actuals reflects actual revenues and expenditures through June 30, 2017, using EBS report GL10 last run on August 5, 2017.
- ⁵ Out year projections assume average annual revenue and expenditure growth by category, reflecting the most recent estimates, including the out year impact of approved supplementals.
- ⁶ Intragovernmental includes revenue from the Vets & Human Services Levy for the entire biennium under the assumption that the levy will be renewed beyond its current end date of December 31, 2017.
- ⁷ The 2017-2018 Medicaid Administration budget proposal is based on 2015-2016 estimated revenue that was 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 Jurisdictions.
- ⁸ Other Revenues included in the 2017-2018 Adopted Budget consists of Respite Services (\$1.9 million), rebates (\$352,000), donations (\$137,000) and other minor revenues (\$47,000).
- ⁹ Patient Generated Revenue(PGR) projection in the 2017-2018 Adopted budget is based on the current assumptions related to visits, patient mix and payer mix based on recent experiences. The reimbursement rate under the Federally Qualified Health Center (FQHC) will be rebased in 2017 which will likely lower revenues compared to the 2015 actual revenue and the 2016 estimated, and has been reduced accordingly.
- ¹⁰ The 2017/2018 Best Starts for Kids (BSK) Revenue was reduced by \$537k to account for 2016 underspending.
- ¹¹ PHSKC is partnering with other Washington State local health jurisdictions and the State Department of Health (DOH) on legislative efforts regarding Foundational Public Health Services. PHSKC anticipates an additional investment from the Washington State Legislature into foundational public health services beginning in 2019-2020.
- ¹² One time revenues includes the following adjustments:
2015/2016: \$2.4M property sales, \$1.1M in additional General Fund for employee separation costs, and \$2.2M in partner funding for the Public Health Clinics and DPH programs.
2017/2018 Estimated: \$1.9M in anticipated property sales
- ¹³ The creation of the Public Health Administration Fund (000001890) in the 2017-2018 Adopted Budget realigned the expenses in the Public Health Fund, resulting in an increase to the Overhead Expense Category while reducing costs in other categories, including Personnel.
- ¹⁴ Other Expenses included in the 2017-2018 Adopted Budget consists of Travel/Training & Licenses (\$2.5 million), Equipment/Furniture (\$1.2 million), and various other expenses (\$1.1 million)
- ¹⁵ The rainy day reserve was calculated using a 60 day expenditures average, adjusted for inter County Revenues which maintain separate reserves, including KC General Funds, Best Starts for Kids Levy, the Mental Illness and Drug Dependency Levy, and the Vets & Human Services Levy.
- ¹⁶ This plan was updated by Chris McGowan on 8/9/2017