

On this the 13th day of February, 2018, at a public hearing held during the regular meeting of the Commissioners Court of Harris County, Texas, sitting as the governing body of Harris County, upon motion of Commissioner Radack, seconded by Commissioner Ellis, duly put and unanimously carried,

IT IS ORDERED that the FY 2018-2019 budgets, positions, and policy issues for Harris County and the Harris County Flood Control District be approved, as presented, including all attachments and schedules.

(The budget book, as presented with schedules and attachments is on file with the Clerk of Commissioners Court.)

The vote of the court on the above motion was as follows:

AYES:	Five (Judge Emmett, Commissioners Ellis, Morman, Radack, and Cagle)
NOES:	None
ABSTENTIONS:	None

Presented to Commissioners' Court

FEB 13 2018

APPROVE RIE
Recorded Vol. _____ Page _____

On this the 13th day of February, 2018, at a public hearing held during the regular meeting of the Commissioners Court of Harris County, Texas, sitting as the governing body of Harris County, upon motion of Commissioner Morman, seconded by Commissioner Ellis, duly put and unanimously carried,

IT IS ORDERED that the FY 2018-2019 budget for the Harris County Hospital District, dba Harris Health System, be approved, as presented, including all attachments.

(The budget book, as presented with schedules and attachments is on file with the Clerk of Commissioners Court.)

The vote of the court on the above motion was as follows:

AYES: Five (Judge Emmett, Commissioners Ellis, Morman, Radack, and Cagle)
NOES: None
ABSTENTIONS: None

Presented to Commissioners' Court

FEB 13 2018

APPROVE ME
Recorded Vol. _____ Page _____



HARRIS COUNTY, TEXAS

COMMISSIONERS COURT

1001 Preston, Suite 934 • Houston, Texas 77002-1817 • (713) 274-1100

Ed Emmett
County Judge

Rodney Ellis
Commissioner, Precinct 1

Jack Morman
Commissioner, Precinct 2

Steve Radack
Commissioner, Precinct 3

R. Jack Cagle
Commissioner, Precinct 4

February 9, 2018

To: County Judge Emmett and
Commissioners Ellis, Morman,
Radack and Cagle

Re. **FY 2018-19 Budget Presentation**

The proposed budgets for FY 2018-19 are attached for court approval. The new budgets will be effective for the period of March 1, 2018 through February 28, 2019.

Policy Issues and Proposed County Budgets

The proposed policy issues and budget allocations at the department level for the General, Public Improvement Contingency and Mobility funds are included. Budgets for debt service, grant, special revenue and all other funds are also presented at the fund level for court approval.

Debt Service Funds

Resources have been allocated to the appropriate funds to meet the debt service requirements for the county, Flood Control District, Toll Road Authority, the Harris County Hospital District and the Port of Houston Authority.

Flood Control District

The Flood Control District budget is also included, continuing with the plan to allocate \$60 million for operations and \$60 million for capital projects for FY 2018-19.

Harris County Hospital District

The budget for the Hospital District is included for court consideration.

Port of Houston

The County allocates property tax revenue to meet existing debt service requirements for long-term debt obligations related to the Port of Houston Authority. The Court does not approve the budget for the Port of Houston.

Policy Issues

The following are presented for approval as part of the proposed FY 2018-19 budget.

1. Harris County will continue to focus on building a strong balance sheet to maintain both financial stability and current high bond ratings as well as allocating resources to be prepared for floods, hurricanes or similar unexpected events. It is likely that the county has sufficient resources to avoid issuing any Tax Anticipation Notes during FY 2018-19 for the second consecutive year.
2. The rollover budget adjustments for departments will be presented to court for approval in May. Departments will have the opportunity to request new positions or adjust existing positions after the rollover budgets are added.
3. The Capital Improvements Program (CIP) will be presented on June 26 and Mid-Year Review will be held on September 25.
4. Contract patrol rates will increase by 3% on March 1, 2018 but will not increase for the fiscal year that begins on March 1, 2019.
5. An Audit Review Committee is recommended to be formed to provide feedback and guidance to the County Auditor's office on both internal audit activities as well as reviewing the results of the external audits. The Committee, if approved, will include representatives of the five Court members, Budget Management and the County Treasurer.
6. Recommendation to move certain contracts and related expenditures from Facilities & Property Maintenance (Dept. 299) to the Utilities and Leases Cost Center (Dept. 298) to improve the budgeting and accounting for these expenses. This cost center does not have any positions or labor expense nor does it have rollover budgets or transfers out to other departments.

Summary of Auditor's Estimate of Available Resources

General Fund	Current Fiscal Year 2017-18			Final Estimate FY 2018-19
	Original Budget	Latest Budget	Estimated Actual	
In Thousands				
Estimated Beginning Cash	916,491	916,491	967,228	980,474
Revenues				
Taxes	1,400,777	1,400,777	1,440,050	1,446,807
Intergovernmental	47,153	47,618	48,435	48,263
Charges for Services	245,490	246,311	242,764	245,365
Fines & Fees	21,450	21,161	18,412	18,287
Interest	4,183	4,183	5,966	6,017
Misc. & Other	51,780	54,292	52,541	48,543
Transfers In	-	4,052	11,401	-
Total Revenue	1,770,833	1,778,394	1,819,569	1,813,282
Available Resources - General Fund	2,687,324	2,694,885	2,786,797	2,793,756

Public Improvement Contingency Fund	Current Fiscal Year 2017-18			Final Estimate FY 2018-19
	Original Budget	Latest Budget	Estimated Actual	
In Thousands				
Estimated Beginning Cash	96,305	96,305	97,345	143,598
Revenues				
Taxes	20,516	20,516	21,687	21,751
Insurance & FEMA Reimbursement	-	17,684	18,784	21
Interest & Misc.	593	579	965	981
Transfers In	-	-	54,873	-
Total Revenue	21,109	38,779	96,309	22,753
Available Resources - PIC Fund	117,414	135,084	193,654	166,351

Mobility Fund	Current Fiscal Year 2017-18			Final Estimate FY 2018-19
	Original Budget	Latest Budget	Estimated Actual	
In Thousands				
Estimated Beginning Cash	317,907	317,907	323,500	303,162
Revenues				
Interest & Misc.	2,348	4,485	19,915	3,185
Transfers From HCTRA	120,000	120,000	120,000	120,000
Total Revenue	122,348	124,485	139,915	123,185
Available Resources - Mobility	440,255	442,392	463,415	426,347

Total Available Resources	3,244,993	3,272,361	3,443,866	3,386,454
----------------------------------	------------------	------------------	------------------	------------------

General Fund Budget - Departments

ORG	DEPARTMENT	FY 2017-18 Adopted Budget	FY 2018-19 Allocation
<i>Infrastructure & Systems</i>			
30	Public Infrastructure Coord	635,000	787,000
40	Real Property	5,100,000	5,820,000
45	Construction Programs	10,275,000	13,097,000
208	Engineering	29,260,000	30,097,000
299	Facilities & Property Maintenance	33,718,000	33,150,000
Total Engineering		78,988,000	82,951,000
298	Utilities & Leases Cost Center	28,050,000	28,050,000
Total Utilities & Leases		28,050,000	28,050,000
292	Central Technology Services	53,267,000	58,500,000
Total Central Technology		53,267,000	58,500,000
Total Infrastructure & Systems		160,305,000	169,501,000
<i>County Services</i>			
204	Legislative Relations	1,425,000	1,435,000
272	Pollution Control	4,260,000	4,315,000
275	Public Health Services	24,120,000	24,661,000
285	Library	28,870,000	29,274,000
286	Domestic Relations	3,500,000	3,600,000
289	Community Services	10,640,000	9,592,000
296	Mental Health - THCMH	17,800,000	20,000,000
296	Mental Health - HCPC	1,800,000	-
821	Texas A&M Agrilife	950,000	750,000
885	Children's Assessment Center	5,850,000	5,938,000
Total County Services		99,215,000	99,565,000
<i>Fiscal Services & Purchasing</i>			
91	Appraisal District	12,500,000	12,500,000
201	Budget Management	9,205,000	8,990,000
517	County Treasurer	1,170,000	1,189,000
530	Tax Assessor-Collector	28,150,000	28,613,000
610	County Auditor	22,599,940	22,935,000
615	Purchasing Agent	8,390,000	8,528,000
Total Fiscal Services & Purchasing		82,014,940	82,755,000

General Fund Budget - Departments

ORG	DEPARTMENT	FY 2017-18 Adopted Budget	FY 2018-19 Allocation
Law Enforcement			
<i>Constables</i>			
301	Constable, Precinct 1	36,803,000	37,767,000
302	Constable, Precinct 2	8,725,000	8,815,000
303	Constable, Precinct 3	16,578,000	16,580,000
304	Constable, Precinct 4	50,809,000	53,113,000
305	Constable, Precinct 5	41,636,000	42,462,000
306	Constable, Precinct 6	9,973,000	9,997,000
307	Constable, Precinct 7	12,111,000	12,424,000
308	Constable, Precinct 8	8,375,000	8,617,000
Total Constables		185,010,000	189,775,000
<i>Sheriff</i>			
540	Patrol & Administration	213,923,000	218,159,000
541	Detention	203,797,000	204,645,000
542	Medical	66,464,000	66,986,000
Total Sheriff		484,184,000	489,790,000
845	Sheriff's Civil Service	275,000	278,000
Total Law Enforcement		669,469,000	679,843,000
Administration of Justice			
<i>Courts</i>			
700	District Courts	25,835,000	27,058,000
930	1st Court of Appeals	92,000	92,000
931	14th Court of Appeals	92,000	92,000
940	County Courts	14,585,000	15,326,000
991	Probate Court No. 1	1,395,000	1,417,000
992	Probate Court No. 2	1,395,000	1,417,000
993	Probate Court No. 3	3,775,000	4,416,000
994	Probate Court No. 4	1,395,000	1,417,000
Subtotal Courts		48,564,000	51,235,000
<i>Indigent Defense</i>			
560	Public Defender	9,375,000	10,786,000
701	District Court Appointed Att Fees	45,000,000	45,000,000
941	County Court Appointed Att Fees	3,900,000	3,900,000
Subtotal Indigent Defense		58,275,000	59,686,000

General Fund Budget - Departments

ORG	DEPARTMENT	FY 2017-18 Adopted Budget	FY 2018-19 Allocation
<i>Administration of Justice (Continued)</i>			
<i>Justices of the Peace</i>			
311	Justice of the Peace, 1-1	2,070,000	2,106,000
312	Justice of the Peace, 1-2	2,340,000	2,379,000
321	Justice of the Peace, 2-1	1,035,000	1,053,000
322	Justice of the Peace, 2-2	990,000	1,007,000
331	Justice of the Peace, 3-1	1,895,000	1,926,000
332	Justice of the Peace, 3-2	1,220,000	1,240,000
341	Justice of the Peace, 4-1	2,880,000	2,924,000
342	Justice of the Peace, 4-2	1,555,000	1,581,000
351	Justice of the Peace, 5-1	2,225,000	2,265,000
352	Justice of the Peace, 5-2	3,235,000	3,288,000
361	Justice of the Peace, 6-1	755,000	768,000
362	Justice of the Peace, 6-2	865,000	879,000
371	Justice of the Peace, 7-1	1,195,000	1,213,000
372	Justice of the Peace, 7-2	1,055,000	1,073,000
381	Justice of the Peace, 8-1	1,335,000	1,356,000
382	Justice of the Peace, 8-2	1,165,000	1,180,000
Total JPs		25,815,000	26,238,000
Total Courts		132,654,000	137,159,000
<i>Other Admin of Justice</i>			
213	Fire Marshal	6,275,000	6,315,000
270	Institute of Forensic Science	29,960,000	30,836,000
510	County Attorney	21,975,000	26,355,000
515	County Clerk	29,590,000	30,013,000
545	District Attorney	78,590,000	82,903,000
550	District Clerk	33,065,000	34,455,000
601	Community Supervision	1,275,000	1,275,000
605	Pre-Trial Services	7,640,000	8,608,000
840	Juvenile Probation	78,320,000	79,098,000
842	TRIAD Program	1,550,000	1,551,000
880	Protective Services	23,610,000	23,968,000
Subtotal Other Admin of Justice		311,850,000	325,377,000
Total Administration of Justice		444,504,000	462,536,000
Total General Fund-Departments		1,455,507,940	1,494,200,000

General Fund Budget - Court and Gen Administration

ORG	DEPARTMENT	FY 2017-18 Adopted Budget	FY 2018-19 Allocation
Commissioners Court			
100	County Judge	7,660,000	7,725,000
101	Commissioner, Pct 1	71,037,000	76,150,000
102	Commissioner, Pct 2	67,832,000	71,150,000
103	Commissioner, Pct 3	57,282,000	55,150,000
104	Commissioner, Pct 4	67,972,000	62,150,000
105	Tunnel & Ferry	5,765,000	5,795,000
Total Commissioners Court		277,548,000	278,120,000
202	Gen Admin - Transfers/Expend.	135,000,000	150,000,000
202	Gen Admin - Fund Balance	818,268,383	871,436,000
202	General Administration (Note)	953,268,383	1,021,436,000
Total General Fund Budget		2,686,324,323	2,793,756,000

Note : The General Administration budget includes funds that will be transferred to departments for the rollover, R&R funding and for county-wide expenditures such as audit fees. The Fund Balance shown is collected at the end of the fiscal year and provides the opening balance/working capital needed to pay operating expenses in advance of tax collections for the next fiscal year.

General Fund Commissioners Court Allocation

ORG	DEPARTMENT	Estimated Beginning Bal	New Fees Allocation	New Funding Allocation	FY 2018-19 Budget
100	County Judge	-	400,000	7,325,000	7,725,000
101	Commissioner, Pct 1	41,000,000	10,150,000	25,000,000	76,150,000
102	Commissioner, Pct 2	36,000,000	10,150,000	25,000,000	71,150,000
103	Commissioner, Pct 3	20,000,000	10,150,000	25,000,000	55,150,000
104	Commissioner, Pct 4	27,000,000	10,150,000	25,000,000	62,150,000
105	Tunnel & Ferry, Pct 2	-	-	5,795,000	5,795,000
		124,000,000	41,000,000	113,120,000	278,120,000

Note: New fees include Road & Bridge fees estimated to be \$39 million allocated evenly to the 4 Precincts and Child Safety Fees of \$2.0 million allocated evenly to all 5 Court members. Budgets may be adjusted to reflect the actual beginning balances as needed in March.

Public Improvement and Mobility Fund Budgets

Public Improvement Contingency Fund Budget

ORG	DEPARTMENT	FY 2017-18			FY 2018-19 Budget
		Adopted Budget	Adjusted Budget	Estimated Actual	
202	General Administration	116,591,449	104,302,025	44,606	127,009,877
35	Engineering R&R	305,737	75,313,066	40,979,956	34,333,110
285	Library	-	2,000,000	2,000,000	-
289	Community Services	-	950,000	950,000	-
293	CTS R&R	-	5,007,636	-	5,007,636
297	FPM R&R	494,121	494,121	494,121	-
301	Constable Precinct 1	-	21,000	21,000	-
541	Sheriff - Detention	-	232,428	232,428	-
545	District Attorney	-	183,985	183,985	-
615	Purchasing	-	26,292	26,292	-
821	Texas A&M Agrilife	23,166	351,999	351,999	-
Total Public Impr Contingency Fund Budget		117,414,473	188,882,552	45,284,387	166,350,623

Mobility Fund Budget

ORG	DEPARTMENT	Estimated Beginning Bal	Allocation Formula	New Funding Allocation	FY 2018-19 Budget
101	Commissioner, Pct 1	104,000,000	15%	18,000,000	122,000,000
102	Commissioner, Pct 2	55,000,000	22%	26,400,000	81,400,000
103	Commissioner, Pct 3	32,000,000	24%	28,800,000	60,800,000
104	Commissioner, Pct 4	57,000,000	27%	32,400,000	89,400,000
35	Engineering R&R	26,920,000	-	-	26,920,000
208	County Engineer	-	12%	14,400,000	14,400,000
202	General Administration	28,241,832	-	3,185,000	31,426,832
		303,161,832	100%	123,185,000	426,346,832