

Priority: Accountability
Program Offer Type: Existing Operating
Related Programs:
Program Characteristics: One-Time-Only Request

Lead Agency: Non-Departmental
Program Contact: Serena Cruz Walsh

Executive Summary

\$3,500,000 will be set aside in the General Fund and maintained as a Stabilization Reserve against the year-over-year fluctuations in the Business Income Tax.

Program Description

The BIT Stabilization Fund will help to offset annual fluctuations in the Business Income Tax (BIT). The County has undergone mid-year budget adjustments in three of the past four years to address revenue shortfalls brought about by the economic downturn and reductions in state funding. This reserve will be available in future years and will help to ensure that County services can continue uninterrupted.

Program Justification

Maintaining reserves to stabilize revenues during economic downturns is a financially prudent thing to do.

Performance Measures

Measure Type	Primary Measure	Previous Year Actual (FY04-05)	Current Year Purchased (FY05-06)	Current Year Estimate (FY05-06)	Next Year Offer (FY06-07)
Output	No General Fund mid-year budget reductions due to downturn in BIT revenues	0	0	0	0
Outcome		0	0	0	0

Performance Measure - Description

The BIT Stabilization Fund will be sufficient to cover any reductions in BIT revenues as a result of economic conditions.

Legal/Contractual Obligation

None

Revenue/Expense Detail

	Proposed General Fund	Proposed Other Funds	Proposed General Fund	Proposed Other Funds
	2006	2006	2007	2007
Program Expenses				
Unappropriated & Contingency	\$0	\$0	\$3,500,000	\$0
Subtotal: Direct Exps:	\$0	\$0	\$3,500,000	\$0
Administration	\$0	\$0	\$0	\$0
Program Support	\$0	\$0	\$0	\$0
Subtotal: Other Exps:	\$0	\$0	\$0	\$0
Total GF/non-GF:	\$0	\$0	\$3,500,000	\$0
Program Total:	\$0		\$3,500,000	
Program FTE	0.00	0.00	0.00	0.00
Program Revenues				
Program Revenue for Admin	\$0	\$0	\$0	\$0
Total Revenue:	\$0	\$0	\$0	\$0

Explanation of Revenues

Supported by General Fund resources.

Significant Program Changes**Last year this program was:**

The program was created in the FY 2006 Budget.