

SOUTHERN NEVADA HEALTH DISTRICT

JANUARY 2022

BUDGET AUGMENTATION

PRESENTED BY KAREN WHITE, CPA, CFO

A “**BUDGET AUGMENTATION**” IS A PROCEDURE FOR INCREASING APPROPRIATIONS OF A FUND WITH THE EXPRESS INTENT OF EMPLOYING PREVIOUSLY UNBUDGETED RESOURCES OF THE FUND FOR CARRYING OUT THE INCREASED APPROPRIATIONS.

BUDGET AUGMENTATION

UNLAWFUL EXPENDITURE OF MONEY IN EXCESS OF AMOUNT APPROPRIATED; PENALTIES; EXCEPTIONS, STATES THAT “NO GOVERNING BODY OR MEMBER THEREOF, OFFICER, OFFICE, DEPARTMENT, OR AGENCY MAY, DURING ANY FISCAL YEAR, EXPEND OR CONTRACT TO EXPEND ANY MONEY OR INCUR ANY LIABILITY, OR ENTER INTO ANY CONTRACT WHICH BY ITS TERMS INVOLVES THE EXPENDITURE OF MONEY, IN EXCESS OF THE AMOUNTS APPROPRIATED FOR THAT FUNCTION, OTHER THAN BOND REPAYMENTS, MEDIUM-TERM OBLIGATION OF REPAYMENTS AND ANY OTHER LONG-TERM CONTRACT EXPRESSLY AUTHORIZED BY LAW.”

NEVADA REVISED STATUTE (NRS) 354.626

**NEVADA REVISED
STATUTE (NRS)
354.626 RESTATED**

**WE CANNOT
SPEND MONEY
THAT WE HAVE
NOT INCLUDED
IN OUR
BUDGET.**

- IF ANTICIPATED RESOURCES THAT ARE AVAILABLE DURING A BUDGET PERIOD EXCEED THOSE ESTIMATED IN THE MOST RECENT BUDGET.
- ANY TIME RESOURCES CHANGE, A BUDGET AUGMENTATION IS REQUIRED.

**NRS 354.598005 PROCEDURES & REQUIREMENTS FOR
AUGMENTING OR AMENDING BUDGET.**

- THAT SOUTHERN NEVADA HEALTH DISTRICT BOARD OF HEALTH APPROVE THE BUDGET AUGMENTATION FOR THE BUDGET AUGMENTATION FOR THE FISCAL YEAR ENDING JUNE 30, 2022, TO MEET THE FINANCIAL REQUIREMENTS OF NRS 354.598005.
- IF ANTICIPATED RESOURCES THAT ARE ACTUALLY AVAILABLE DURING A BUDGET PERIOD EXCEED THOSE ESTIMATED, A LOCAL GOVERNMENT MAY AUGMENT A BUDGET IN THE FOLLOWING MANNER:
 - (A) IF IT IS DESIRED TO AUGMENT THE APPROPRIATIONS OF A FUND TO WHICH AD VALOREM TAXES ARE ALLOCATED AS A SOURCE OF REVENUE, THE GOVERNING BODY SHALL, BY MAJORITY VOTE OF ALL MEMBERS OF THE GOVERNING BODY, ADOPT A RESOLUTION RECITING THE APPROPRIATIONS TO BE AUGMENTED, AND THE NATURE OF THE UNANTICIPATED RESOURCES INTENDED TO BE USED FOR THE AUGMENTATION.
- A BUDGET AUGMENTATION BECOMES EFFECTIVE UPON DELIVERY TO THE DEPARTMENT OF TAXATION OF AN EXECUTED COPY OF THE RESOLUTION PROVIDING THEREFOR.

CURRENT BUDGET AUGMENTATION; PETITION #21-22

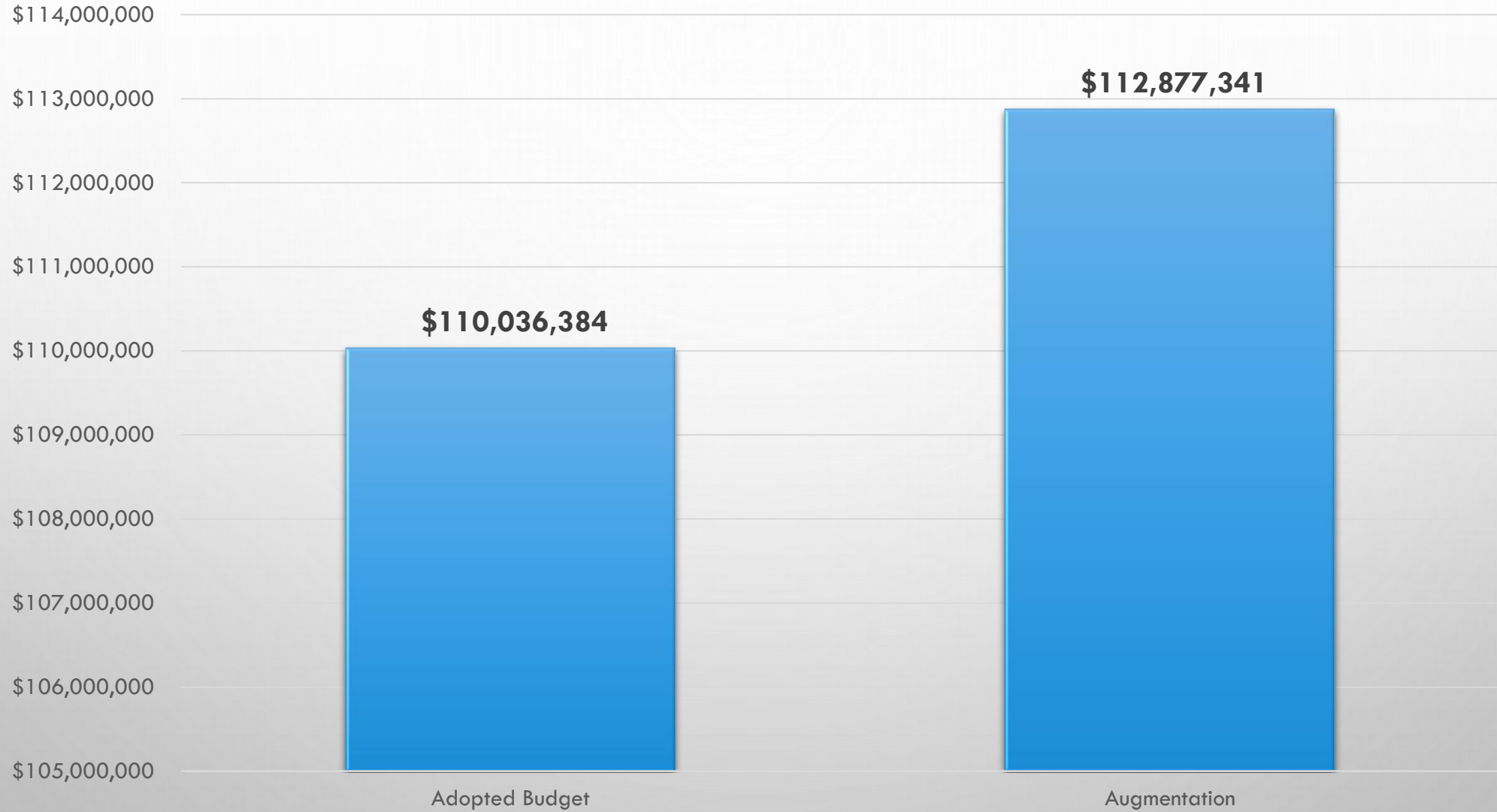
THE BALANCE IN THE GENERAL FUND WILL POTENTIALLY INCREASE TO \$112.9 M (FROM \$110.0M)

- **RESOLUTION #1-22**

- GENERAL FUND: INCREASING THE APPROPRIATION OF THE GENERAL FUND BY \$2.8M, FROM \$110,036,384 TO \$112,877,341.

SUMMARY OF PETITION #1-22

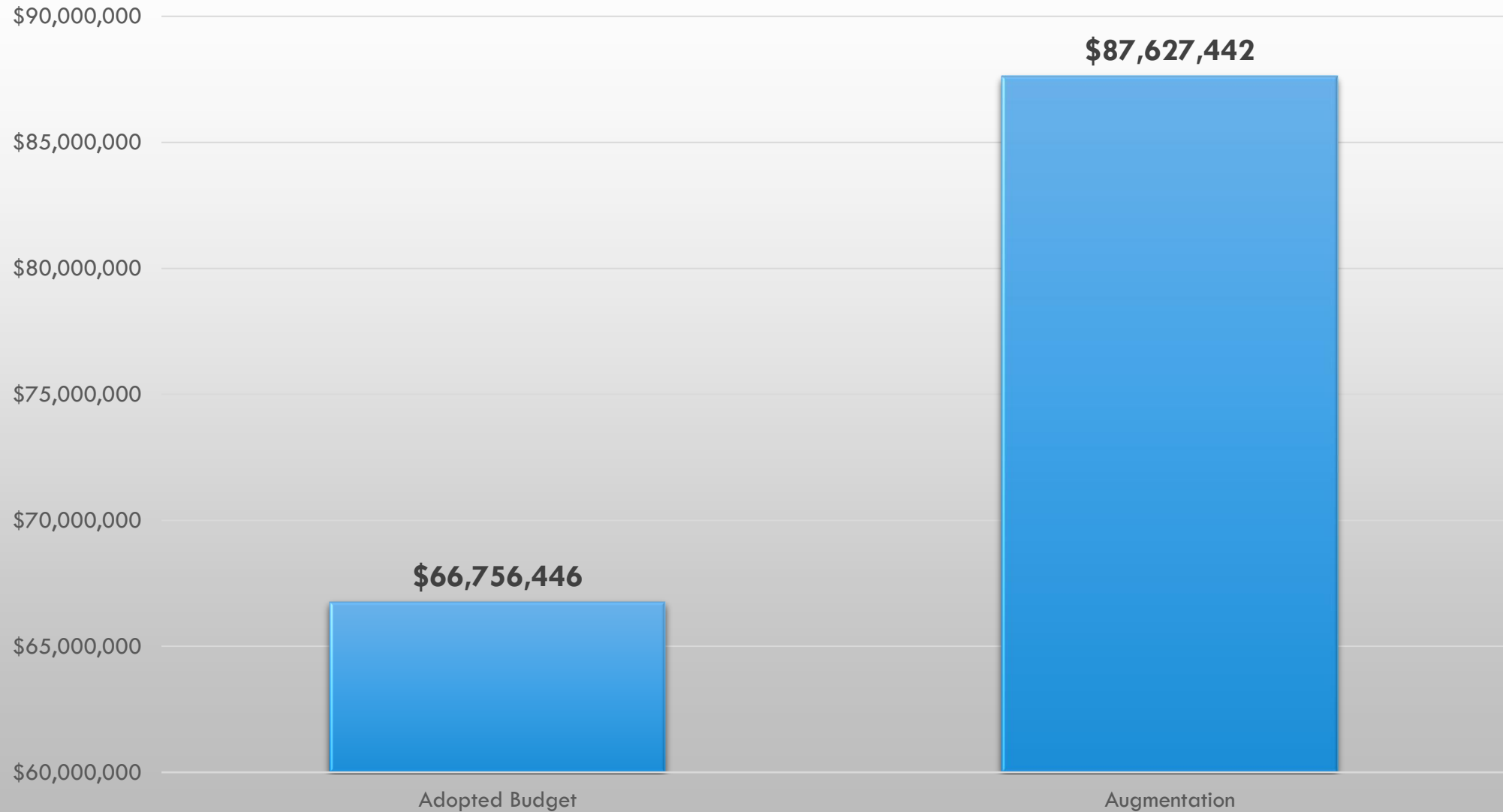
SNHD General Fund 7050



- THE BALANCE IN THE SPECIAL REVENUE FUND WILL POTENTIALLY INCREASE TO \$87.6 M (FROM \$66.8M)
- **RESOLUTION #2-22**
 - GRANT FUND, SPECIAL REVENUE: INCREASED GRANT AWARDS OF \$20.8M, THEREBY INCREASING SNHD FUND 7090 FROM \$66,756,446 TO \$87,627,442.

SUMMARY OF PETITION #2-22

SNHD Special Revenue Fund 7090

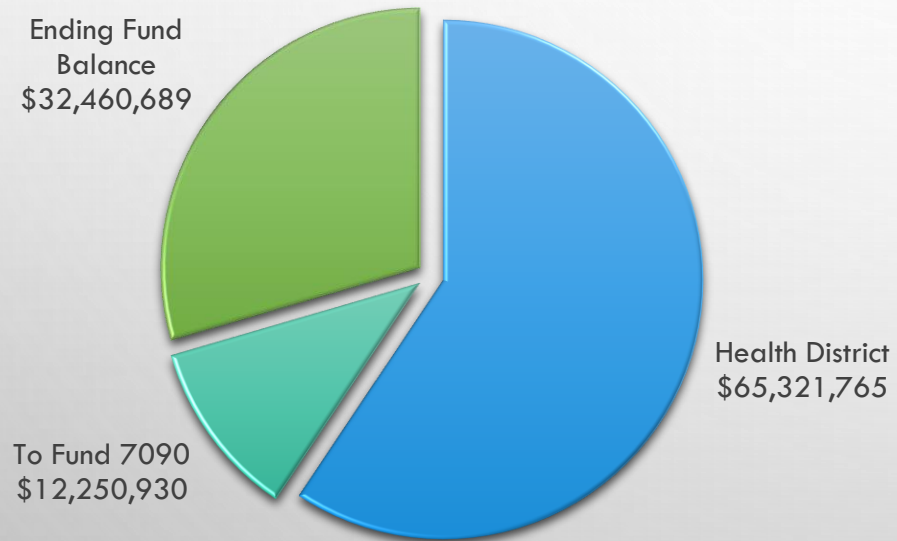


- INCREASING THE TOTAL EXPENSE ALLOCATED TO THE GENERAL FUND BY \$2.8M.
- TOTAL APPROPRIATIONS WILL CHANGE AS FOLLOWS
 - WE ARE DECREASING HEALTH DISTRICT EXPENDITURES BY \$415K
 - TRANSFER \$3.1M TO FUND 7090 GRANT FUND/SPECIAL REVENUES FOR COST ALLOCATIONS
 - INCREASE RESERVED BY \$202K
 - NET CHANGE IS AN INCREASE OF APPROPRIATIONS OF **\$2,840,957**

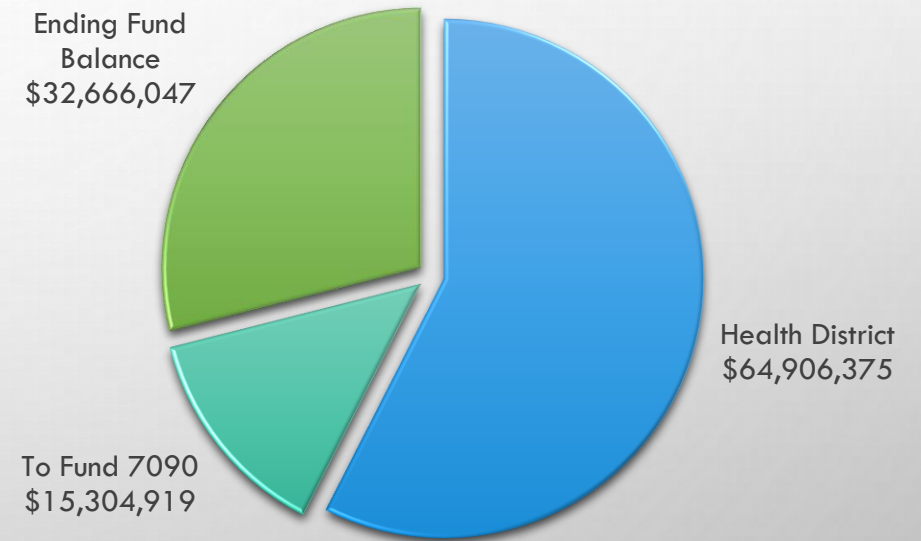
SUMMARY OF RESOLUTION #1-22 GENERAL FUND

FUND 7050 - INCREASING THE TOTAL EXPENSE ALLOCATED TO THE GENERAL FUND BY \$2.8M

Adopted Budget

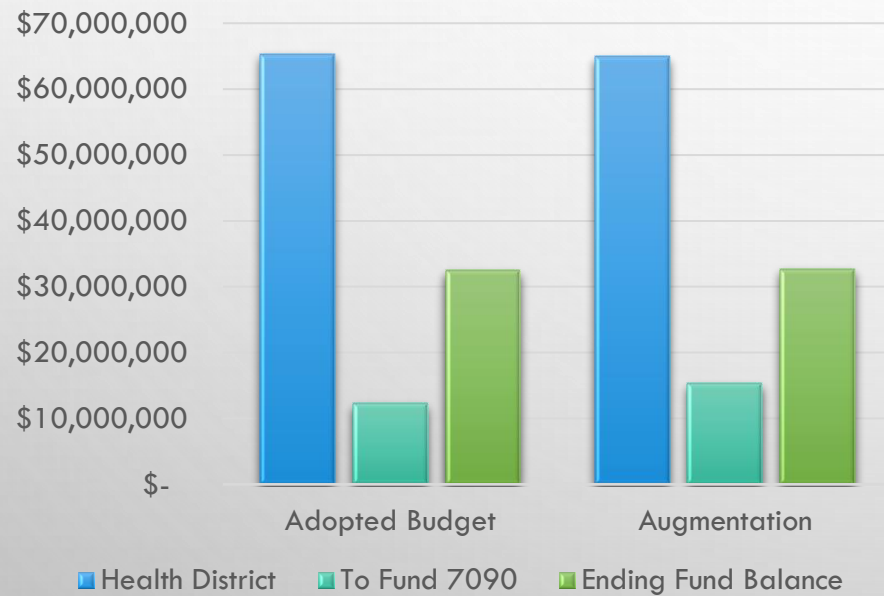


Augmentation



FUND 7050 -TRANSFER \$3.1 M TO FUND 7090 GRANT FUND/SPECIAL REVENUES FOR COST ALLOCATIONS

Augmentation – Changes to Expense



Augmentation – Transfer to Fund 7090



- INCREASING THE TOTAL APPROPRIATION TO \$87.6M. A NET CHANGE OF \$20.9M
 - FEDERAL GRANTS OF \$17.3M
 - STATE GRANTS OF \$270K
 - OTHER GRANTS OF \$186K
 - AN ADDITIONAL TRANSFER FROM GENERAL FUND OF \$3.18M
- ENDING FUND BALANCE AT 1/27/2022 OF \$87.6M
- USES FOR THE FUNDS:
 - 60.5% FOR SALARIES
 - 25.1% FOR EMPLOYEE BENEFITS
 - 14.4% SERVICES AND SUPPLIES & COST ALLOCATIONS
 - 0% CAPITAL OUTLAY

SUMMARY OF RESOLUTION #2-21 - GRANT FUND/SPECIAL REVENUE

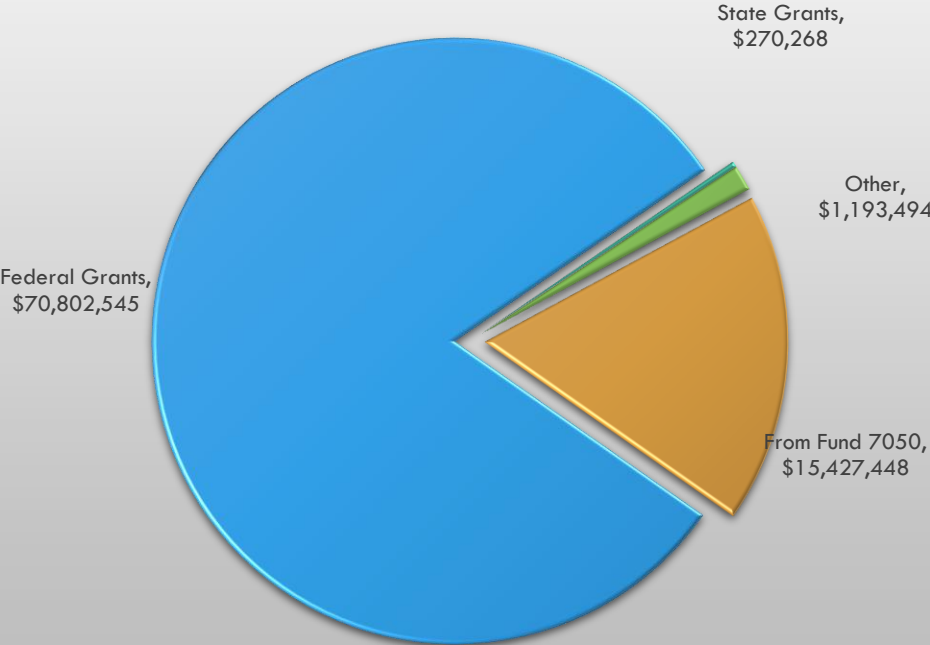


INCREASING THE TOTAL APPROPRIATION TO \$87.6M. A NET CHANGE OF \$20.9M

Adopted Budget

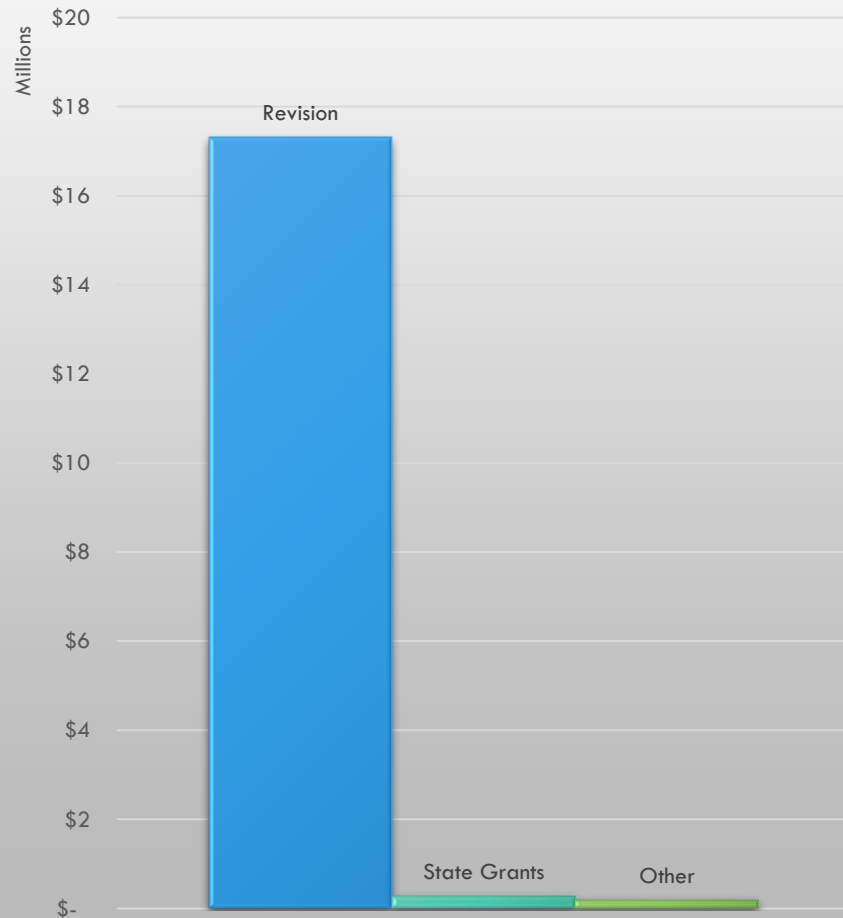


Augmentation

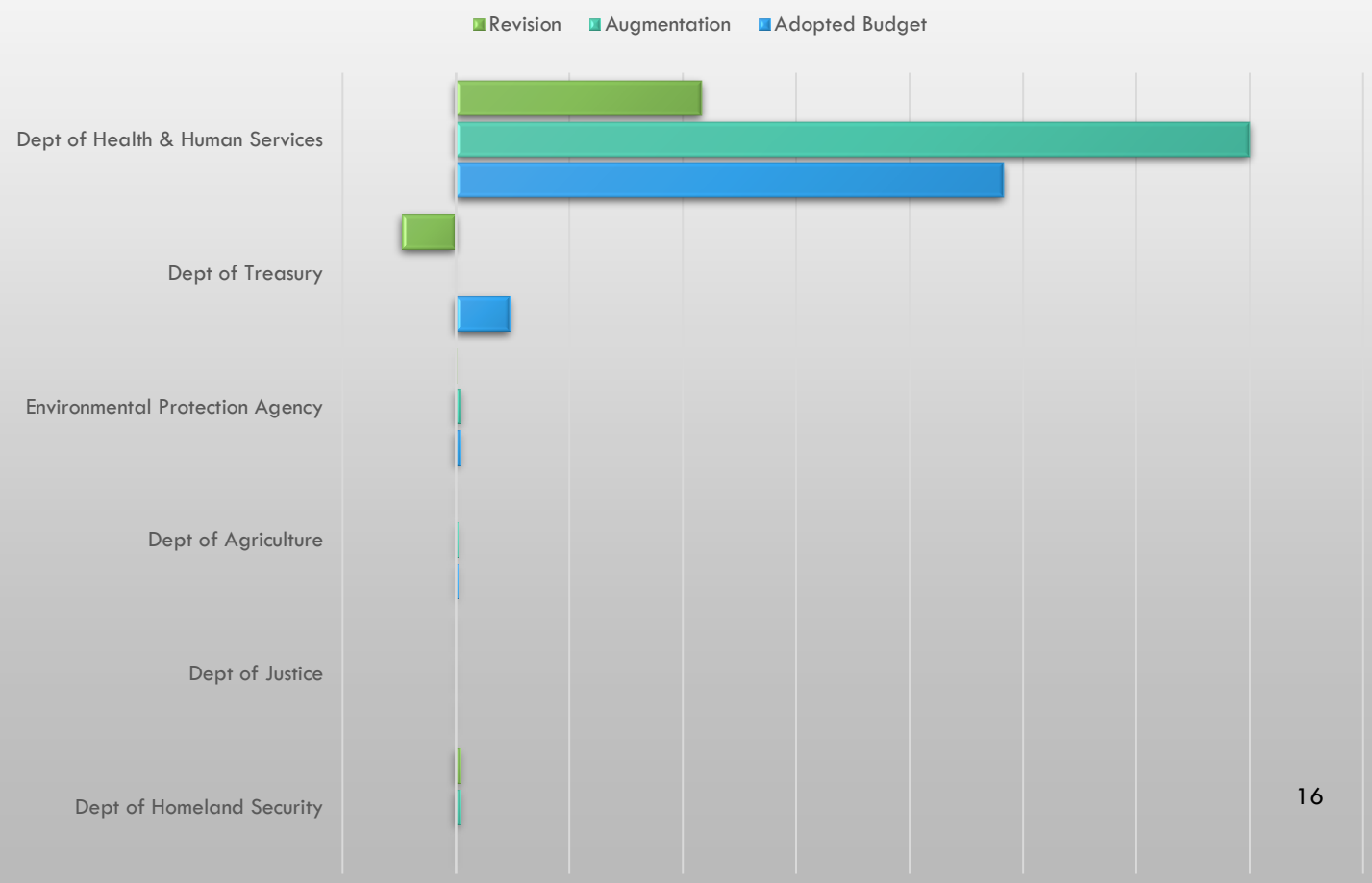


THE LARGEST INCREASE IS DUE TO INCREASED FEDERAL GRANTS FUNDING

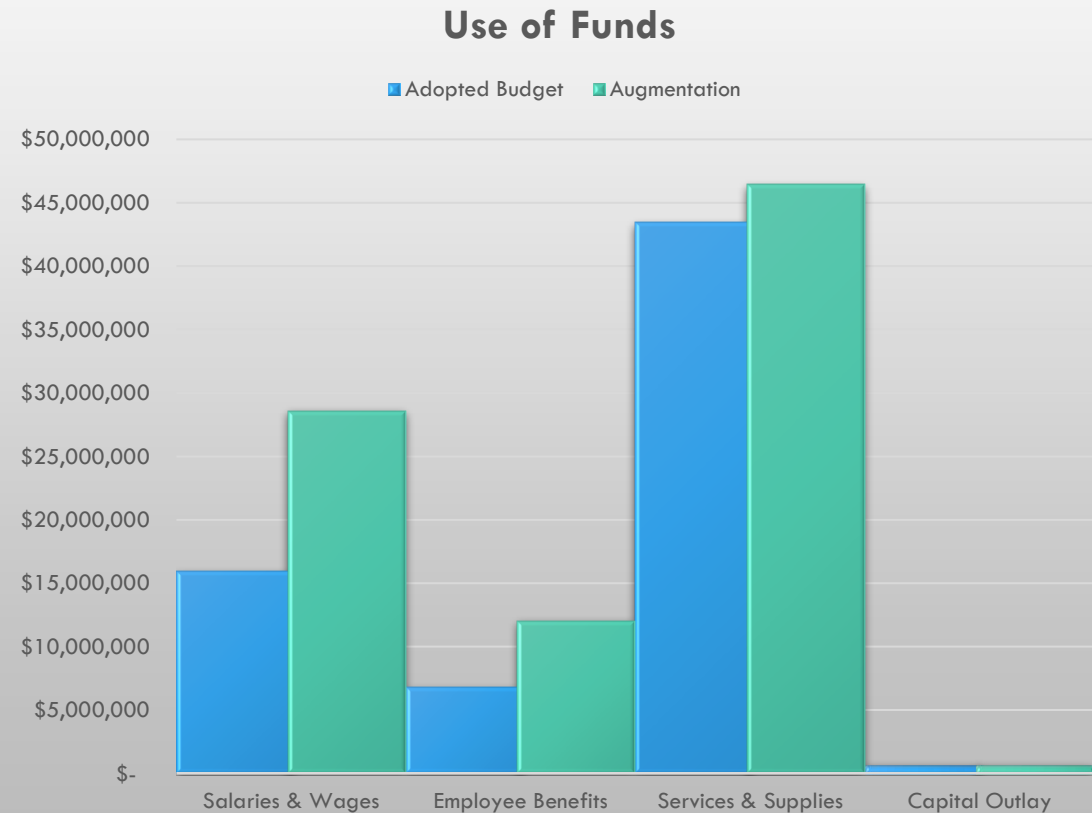
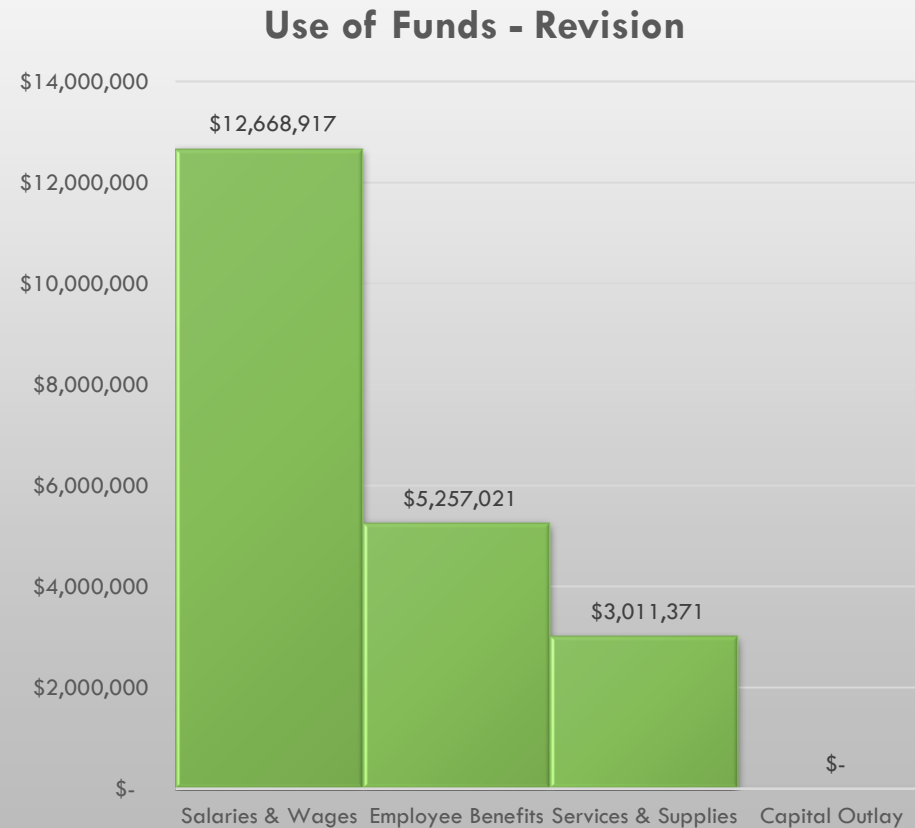
Increases to Grants



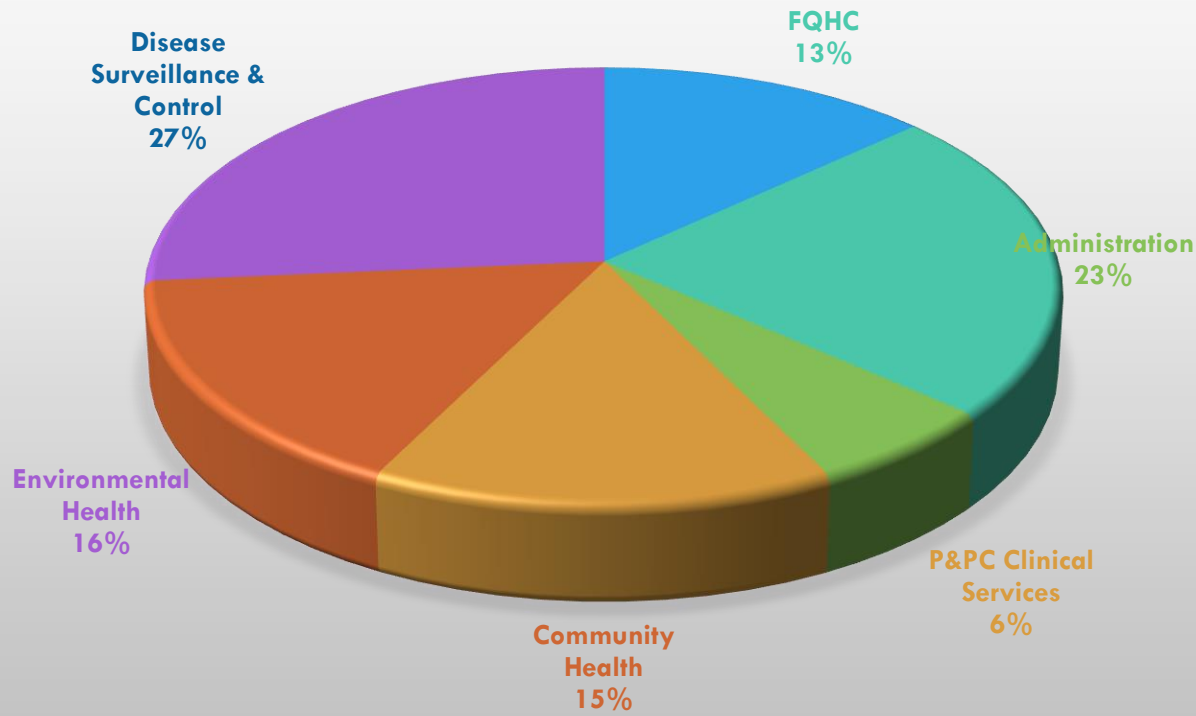
Increases to Federal Grants



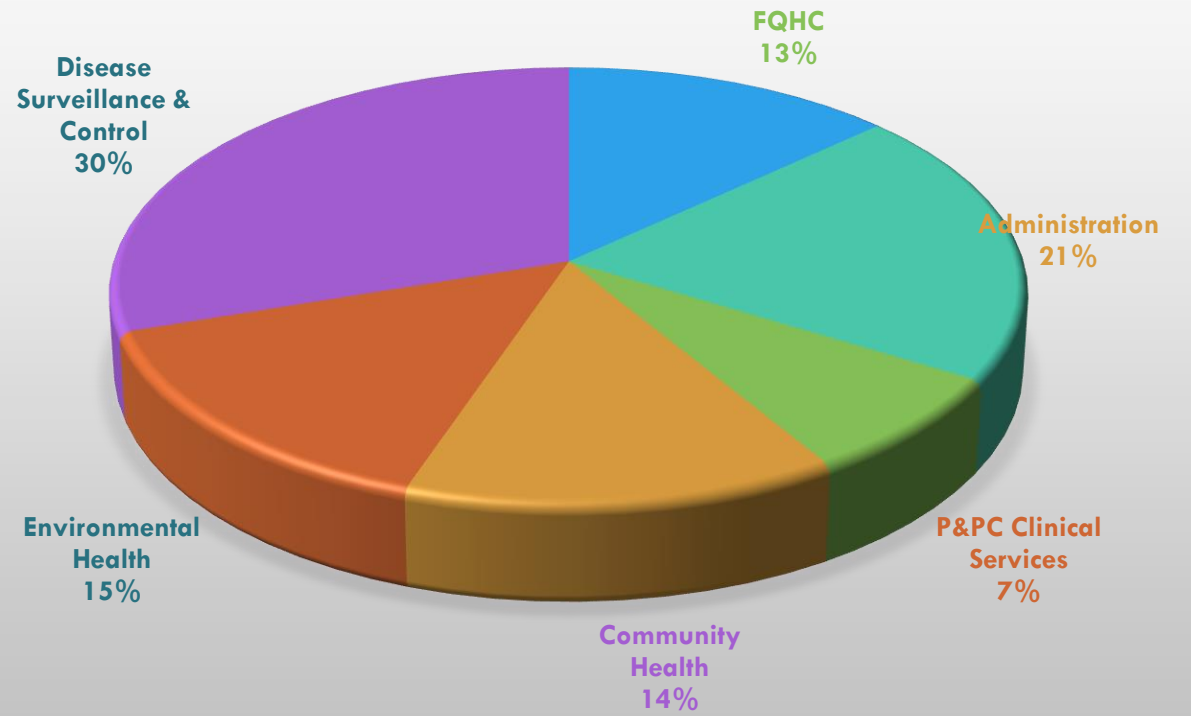
THE INCREASED FUNDING WILL BE USED FOR SALARIES, EMPLOYEE BENEFITS, AND SERVICES & SUPPLIES



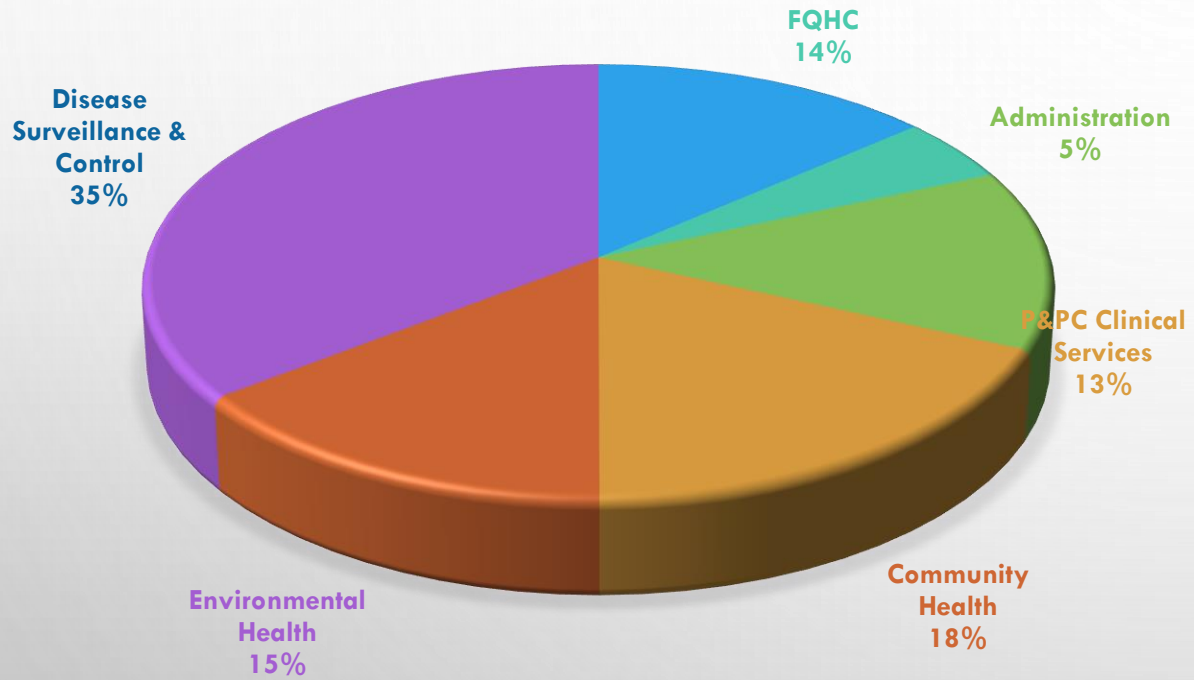
FY2022 ADOPTED BUDGET REVENUE



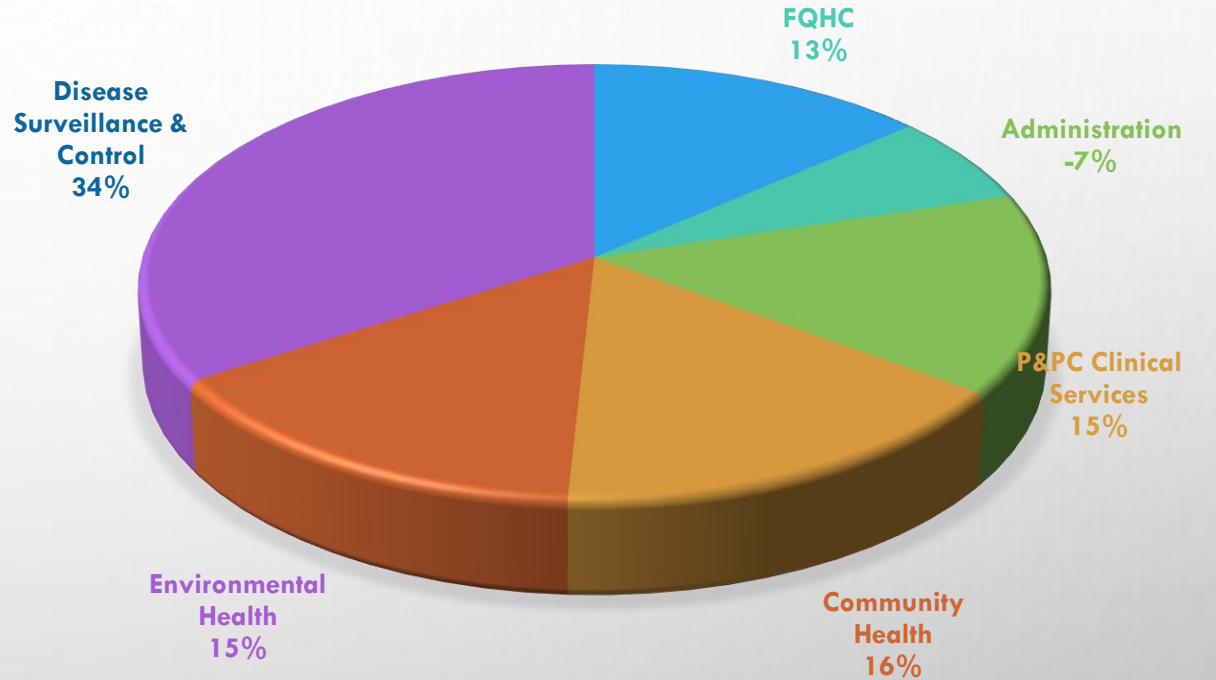
FY2022 AUGMENTED BUDGET REVENUE



FY2022 BUDGET EXPENSE



FY2022 AUGMENTED EXPENSE



**NO ADDITIONAL CHANGES ARE NEEDED FOR
THE FOLLOWING FUNDS:**

- CAPITAL IMPROVEMENT FUND**
- BOND RESERVE FUND**

ADDITIONAL FUND UPDATES



QUESTIONS?