

RACINE COUNTY
BUDGET PROPOSAL REPORT
FOR 2004

COUNTY TRUNK HIGHWAY
OPERATIONS

10/07/03

DESCRIPTION	2002 ACTUAL	2003		6/30/2003 ACTUAL	EXECUTIVE		
		ORIGINAL BUDGET	REVISED BUDGET		2003 ESTIMATE	2004 BUDGET	ADOPTED
OPERATIONS							
REVENUES							
STATE TRANSPORTATION AID	1,806,304	1,918,650	1,918,650	1,932,946	1,918,650	1,932,946	
TOTAL REVENUE	<u>1,806,304</u>	<u>1,918,650</u>	<u>1,918,650</u>	<u>1,932,946</u>	<u>1,918,650</u>	<u>1,932,946</u>	
EXPENSES							
LABOR / WAGES	1,395,370	1,449,339	1,449,339	610,370	1,449,339	1,540,307	
FRINGE BENEFITS	1,318,579	1,334,485	1,334,485	439,589	1,334,485	1,356,650	
MATERIALS	630,790	784,458	784,458	179,828	784,458	674,655	
SMALL TOOL	27,198	31,727	31,727	11,042	31,727	23,886	
MACHINERY	745,352	733,436	733,436	331,712	733,436	739,742	
TOTAL EXPENSES	<u>4,117,289</u>	<u>4,333,445</u>	<u>4,333,445</u>	<u>1,572,541</u>	<u>4,333,445</u>	<u>4,335,240</u>	
USE OF RESERVES	<u>(100,000)</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>(200,000)</u>	
NET (REVENUE) / EXPENSES	<u>2,210,985</u>	<u>2,314,795</u>	<u>2,314,795</u>	<u>(460,405)</u>	<u>2,314,795</u>	<u>2,202,294</u>	

Racine County, with a governmental budget exceeding \$150 million, has been required to adopt the accounting practices as specified in the Governmental Accounting Standards Board Policy Number 34 (GASB 34) for the year 2003. The adoption of these required standards resulted in required changes in Highway Division Accounting and budget presentation.

The Highway Division accounting is made up of one Special Revenue Fund and three Internal Service Funds. They are presented as:

- County Trunk Highways - Revenue and costs of operating, constructing and maintaining County Trunk Highways
- Intergovernmental Services - Accumulates highway maintenance costs to County, State and other governmental entities and revenue received for these services
- Vehicle and Equipment Fleet Services - Accumulates storage, repair, operations of vehicles and equipment costs and revenue received for these services
- Fringe Benefit Cost Pool - Accumulates benefit costs for labor provided to Intergovernmental and Fleet users to recover full costs

The accounting changes result in a budget presentation format that varies from the previous year, but with corresponding comparative budget figures.

The GASB 34 changes will not affect the presentation format of the Annual Report of Highway Operations presented annually to the Public works Committee and County Board of Supervisors.