



## BOARD OF COMMISSIONERS

# AGENDA REQUEST & STAFF REPORT

**MEETING DATE:** December 17, 2025

**SUBJECT:** Public hearing and consideration of Resolution No. 2025-044 adopting a supplemental budget in the Fiscal Year 2026 (FY 2026) Deschutes County Budget

**RECOMMENDED MOTION:**

Following the public hearing, move approval of Resolution No. 2025-044 increasing some appropriations and decreasing others within the fiscal year 2026 Deschutes County Budget.

**BACKGROUND AND POLICY IMPLICATIONS:**

This is a mid-year budget adjustment to account for changes that have occurred since the budget was adopted in May. The supplemental budget for the following funds will change budgeted appropriations by more than 10%; therefore, a public hearing is required.

Specific adjustments include:

- Fund 135 – PERS Reserve Fund
  - On 9/24/2025, the Board approved the establishment of a Public Employee Retirement System (PERS) side account using funds from the PERS Reserve Fund in the amount of \$5.0 million and accepting a 25% match of \$1.25 million from the State of Oregon Employer Incentive Fund (EIF). Additionally, the PERS Reserve Fund is projected to have remaining resources of \$57,003. Transferring the remaining resources to the PERS Series 2002 and 2004 Debt Service Fund will reduce the required interfund charges that County departments must pay in fiscal year 2026.
    - Increase Special Payment appropriations by \$5,000,000.
    - Increase Transfers Out appropriations by \$57,003.
    - Decrease reserves by \$5,057,003. The ending reserve balance for FY 2026 will be zero and the fund will be closed at the end of FY 2026.
- Fund 615 – Fair & Expo Fund
  - The Fair budgeted \$1,050,000 for Events Production Revenue in FY26 but does not have plans for any self-produced events in FY26. The adjustment reduces Resources and Program Expenditures by \$1,050,000.

**BUDGET IMPACTS:** Specific details listed above.

**ATTENDANCE:** Cam Sparks, Budget & Financial Planning Manager