

EL DORADO COUNTY CALIFORNIA
Chief Administrative Office

February 24, 2010

Memo To: Board of Supervisors
From: Gayle Erbe-Hamlin, Chief Administrative Officer
Subject: FY 2009-10 Mid-year Budget Status Report

The Mid-year Budget Status Report provides the Board of Supervisors a picture of how well the County is managing its financial resources. The report summarizes departmental year-end financial forecasts and related issues. Anticipated year-end variances from the Board approved budgets have been provided by every County department and summaries of departmental budget projections are provided in Attachment B.

County Year-End General Fund Forecast

The following table recaps the status of the General Fund budget as amended through December 31, 2009:

	FY 2009-10 Amended Budget	Projected June 30, 2010	Projected as a % of Budget
Estimated Current Year Revenues	\$180,269,084	\$181,668,451	101%
Appropriated Fund Balance	10,870,164	10,870,164	100%
Use of Reserves/Designations	4,398,743	4,398,743	100%
Total General Fund Revenues	195,537,991	196,937,358	101%
Estimated Current Year Expenditures	\$195,537,991	\$185,698,048	95%

At mid-year, actual revenues of \$61,608,657 were recorded as received in the General Fund, or 32% of projected revenues. The year-end General Fund revenue projection is estimated to exceed budget by \$1.4 million or 0.7%.

Non-departmental revenues are projected to be \$4.4 million above budget and departmental revenues are projected to be \$3 million below budget. The projected changes in non-departmental revenue are primarily attributed to the following:

- \$6,383,713 increase in Property Taxes due to Prop 1A securitization funds
- \$882,000 shortfall in sales tax
- \$460,000 increase in SB90 revenue
- \$1.6M less in use of Tobacco Settlement funds for Animal Shelter construction (these funds will remain in the Tobacco Settlement special revenue fund for use in FY 2010-11)

The majority of the department shortfalls in revenue are offset with associated projected savings in expenditures. The two exceptions are in Development Services (\$500K net shortfall) and the District Attorney (\$145K shortfall).

Total General Fund appropriations were adopted and subsequently amended in the sum of \$195,537,991. Total actual expenditures at mid-year were equal to \$81,788,521 or 42% of projected appropriations in the General Fund. The year-end expenditure projection is estimated to equal 95 % of budget.

The net result of higher revenues and lower appropriations is a year-end fund balance projection of \$11,239,308. This fund balance is comprised of the following components:

- \$4.9 million in unspent contingency (this will be rolled forward to FY 2010-11)
- \$5.4 million in additional non-department revenues (primarily property taxes as a result of the Prop 1A securitization)
- \$900,000 in department savings

Policy Discussion regarding \$6.4 million in Prop 1A Securitization

The FY 2009-10 budget assumed a reduction of \$6.4 million in property taxes. This reduction was based on the Prop 1A take away from the state and assumed no securitization. The County was able to securitize these funds and has already received \$3.2 million with another \$3.2 million due on May 3, 2010. The chart below summarizes the recommended use of the additional \$6.4 million in Prop 1A securitization funds:

Description	Amount
Prop 1A Securitization Payment FY 2009-10	6,400,000
Restore designation for Capital Projects	3,400,000
Backfill Development Services FY 2009-10 shortfall	500,000
Backfill FY 09-10 Dept. 15 revenue shortfalls	500,000
Backfill FY 10-11 Dept. 15 revenue shortfall	1,200,000
Increase FY 10-11 Road Fund contribution	800,000

This \$6.4 million in securitized funds should be viewed as one time revenues. We balanced our FY 2009-10 budget without this revenue and backfilled the loss with other one time revenues or one-time reductions. The FY 2010-11 budget does include the restoration of these funds and assumes they will be utilized to fund ongoing operations.

In an ideal world one time revenues should be utilized for one time expenditures. However, we recognize that the County is facing extraordinary economic hardships and many government agencies are relying on the use of one-time revenues to help fill the gap. The theory being that

this backfill is temporary and that the economy will eventually recover and revenues will begin to grow.

The Chief Administrative Office recommendation for use of the \$6.4 million in one time revenues covers both one-time and some limited “back-fill” to cover revenue shortfalls based on the assumption that the economy will stabilize and some future growth will be realized.

One-time uses

At the end of FY 2008-09, the County had a designation for Capital Projects in the amount of \$3,416,150. These funds had been set aside for future capital projects. In FY 2009-10 these funds were shifted into the General Fund to backfill the loss of property tax revenues (one-time revenue to fill one-time shortfall). The Chief Administrative Office is recommending the restoration of the \$3.4 million in FY 2010-11 as a designation for capital projects.

The second one-time use is in the form of an additional General Fund contribution to the Road Fund. Current funding within the Road Fund is not sufficient to maintain our Capital Overlay and Rehabilitation Program for our county road system. The FY 2009-10 General Fund contribution to this program was \$1.8 million. The 5 year forecast included a FY 2010-11 contribution of only \$685,000. The Chief Administrative Office is recommending an additional contribution of \$1,065,000 bringing the total proposed General Fund contribution for roads to \$1,750,000 for FY 2010-11. This additional contribution is a combination of Prop 1A securitization funds of \$800,000 and one-time projected departmental savings of \$265,000 from FY 2009-10. Utilization of these funds in this manner is a direct one time use for one time revenue which is in line with the Board goal of Financial Sustainability.

Ongoing operational backfills

Additionally the Chief Administrative Office is recommending utilizing approximately \$500,000 of the Proposition 1A funds to offset projected declines in sales tax revenue in FY 2009-10 and an additional \$500,000 to backfill revenue shortfalls within the Development Services department in FY 2009-10. In addition, approximately \$1.2 million of the securitized funds are recommended for use in FY 2010-11 to backfill possible shortfalls in non-departmental revenues, primarily due to decreased sales taxes.

Economic Uncertainties

It should be noted that the mid-year projection maintains the reserve for economic uncertainties at 5%, or \$8.7 million. There are still many unknowns and a very high level of concern regarding State actions that can not be addressed at this time. The mid-year projection is based on the world as we know it today. We continue to monitor State actions very closely and as new information become available we will be notifying the Board during the budget update.

Five Year Forecast

Attachment A shows the revised 5 year forecast which currently shows a balanced budget in FY 2010-11. The second page of Attachment A shows the 5 year forecast based on the adoption of the Final FY 2009-10 budget which projected a shortfall of \$2,693,731 for FY 2010-11. The chart below summarizes the key differences between the two projections:

Based on FY 2010-11 Column				
Description	Final Budget	Mid-Year	Variance	Reason
Other Local Taxes	30,315,973	29,512,405	(803,568)	Reduced Sales Tax
Other Revenue	3,003,353	2,871,227	(132,126)	Adjusted for one-time revenue in FY 2009-10
Transfers	20,094,892	19,805,464	(289,428)	A-87 charges
<i>Total Current Revenues</i>	<i>185,954,272</i>	<i>184,729,151</i>	<i>(1,225,122)</i>	
<i>Fund Balance</i>	<i>4,856,174</i>	<i>11,239,308</i>	<i>6,383,134</i>	
Total Revenues	190,810,446	195,968,459	5,158,013	
Salaries and Benefits (Law & Justice)	122,172,855	120,416,337	(1,756,518)	Sheriff's ability to meet Tier 3 target in salary savings
Transfer to Other Funds	12,810,815	13,879,441	1,068,626	Additional contribution to roads
Contingency	5,370,000	5,210,000	(160,000)	Adjusted to 3% of adjusted appropriations
Total Appropriations	193,359,028	192,511,136	(847,892)	
Revenue Surplus/(Shortfall)	(2,548,582)	3,457,323	6,005,905	
Change in reserves	145,149	57,323	87,826	
Designation for Capital Projects	0	3,400,000	(3,400,000)	Reinstate reserve for capital projects
Total Surplus/Shortfall	(2,693,731)	0	(2,693,731)	Projected shortfall for FY 2010-11 at adoption of FY 2009-10 Final Budget

With the mid-year changes incorporated into the five year forecast, the shortfall of \$2,693,731 projected at the beginning of FY 2009-10 has been closed. Other significant changes include the restoration of designations for capital projects projected at \$3.4 million as well as an additional

\$1 million general fund contribution for roads. Shortfalls for FY 2011-12 through FY 2013-14 remain relatively unchanged.

The major assumptions included in the 5 year forecast include:

- Negative property tax growth of 0.5%
- Negative sales tax growth of 1% based on FY 2009-10 revised projection
- All other non-departmental revenues remain flat
- Department revenues grow approximately 2% each year
- Salaries & benefits grow 2.5% annually
- All other appropriations grow 3% annually

Personnel

The following is a quick summary of current department vacancies at Mid-year.

Department	Vacancies
Chief Administrative Office	1.00
Agriculture	1.00
Assessor	1.00
Auditor/Controller	0.80
Child Support	5.20
Development Services	1.00
Environmental Management	7.40
Public Health	4.00
Human Services	31.30
Library	1.50
Mental Health	7.18
Probation	10.00
Public Defender	2.00
Sheriff	25.00
Surveyor	1.00
DOT	20.10
Veterans	1.00
Total	119.47

The Chief Administrative Office is recommending deleting 11 of these vacancies which were due to early retirement incentives. 7 of the vacancies are in the Sheriff’s office, 2 in Probation, 1 in the Assessor’s office and 1 in the Surveyor’s office.

Current Year Road Fund Forecast

The following table recaps the status of the Roads- Transportation budget as amended through December 31, 2009:

	FY 2009-10 Amended Budget	Projected June 30, 2010	Projected as a % of Budget
Estimated Current Year Revenues	\$115,561,335	\$78,854,329	68%
Estimated Current Year Expenditures	\$ 115,561,335	\$77,549,151	67%

The major decreases in revenues and expenditures within the Road Fund is primarily related to a shift in the timing on the start of construction and acquisition of right of way on several projects as well as lower recent construction bids. The net result of higher revenues and lower appropriations is an increase in year-end fund balance of \$1,305,178.

The Department of Transportation will be returning to the Board with the revised CIP which will take into account these shifts. New housing starts continue to decline with a FY 2009-10 projection of 75 permits compared to a budget of 166.

As projects move towards completion with few new permits coming through the door, the fund balance within the TIM fee accounts will be dwindling. The Department will be taking a hard look at current staffing and projected funding levels in the FY 2010-11 budget.

Current Year Community Services Forecast

The following table recaps the status of the Human Services – Community Services budget as amended through December 31, 2009:

	FY 2009-10 Amended Budget	Projected June 30, 2010	Projected as a % of Budget
Estimated Current Year Revenues	\$ 15,247,879	\$14,640,365	96%
Estimated Current Year Expenditures	\$ 15,247,879	\$14,640,365	96%

Changes in revenues and expenditures are primarily related to changes in Federal ARRA funding and additional grant revenues.

Current Year Public Health Forecast

The following table recaps the status of the Health Services – Public Health budget as amended through December 31, 2009:

	FY 2009-10 Amended Budget	Projected June 30, 2010	Projected as a % of Budget
Estimated Current Year Revenues	\$ 23,847,430	\$18,504,471	78%
Estimated Current Year Expenditures	\$ 23,847,430	\$19,202,796	96%

The major decline in revenues is related to less use of fund balance. The Department budgets 100% of their available fund balance which was \$5,084,951 in FY 2009-10. The Department projects utilizing only \$698,325 of fund balance which was a planned use of Tobacco settlement fund balance to be transferred to the department's Mental Health Division in order to fund costs

related to the AB3632 program that are not funded by Medi-Cal revenue (see additional discussion of this under the Mental Health Division summary).

Current Year Mental Health Forecast

The following table recaps the status of the Health Services – Mental Health budget as amended through December 31, 2009:

	FY 2009-10 Amended Budget	Projected June 30, 2010	Projected as a % of Budget
Estimated Current Year Revenues	\$ 17,858,516	\$15,102,580	85%
Estimated Current Year Expenditures	\$ 17,858,516	\$13,751,792	77%

Additional detail is provided in Attachment B: Summaries of Department Mid-year Summaries. My staff and I remain available to answer any additional questions.

Attachment A: 5 Year Forecasts

Attachment B: Department Mid-year Summaries

Attachment A - Revised 5 year forecast as of FY 2009-10 Mid-year

EL DORADO COUNTY CALIFORNIA General Fund Revenue and Appropriation Projection

	Projected			
	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14
REVENUES				
Property Tax	\$ 57,238,545	\$ 56,958,186	\$ 56,679,230	\$ 56,401,668
Other Local Taxes	29,512,405	29,359,883	29,208,551	29,058,401
Licenses/Permits/Franchises	4,503,319	4,568,356	4,659,694	4,727,858
Fines/Forfeitures/Penalties	845,311	851,764	858,313	864,958
Use of Funds/Property	136,186	136,791	137,401	138,018
Intergovernmental Revenue	55,160,446	56,553,352	57,874,818	59,483,702
Charges for Service	14,656,249	14,807,005	14,960,862	15,137,442
Other Revenue	2,871,227	2,871,294	2,871,362	2,871,430
Transfers from Other Funds	19,805,464	19,938,923	20,228,420	20,469,521
Total Current Revenues	\$ 184,729,151	\$ 186,045,553	\$ 187,478,649	\$ 189,152,998
Appropriation from Fund Balance	11,239,308	5,210,000	5,510,000	5,650,000
Total Revenues	\$ 195,968,459	\$ 191,255,553	\$ 192,988,649	\$ 194,802,998
Discretionary Revenues	\$ 114,870,451	\$ 108,546,225	\$ 108,556,193	\$ 108,411,070
Departmental Revenues	81,098,008	82,709,328	84,432,457	86,391,928
Total Revenues	\$ 195,968,459	\$ 191,255,553	\$ 192,988,649	\$ 194,802,998
APPROPRIATIONS (Category)				
General Government	\$ 23,620,890	\$ 24,508,507	\$ 25,430,777	\$ 26,389,060
Law and Justice	79,376,555	82,351,490	85,440,861	88,649,108
Development Services	19,363,243	20,069,578	20,802,120	21,561,856
Health/Human Services	50,472,551	52,235,170	54,060,607	55,951,141
Nondepartmental	19,677,897	19,160,504	19,557,830	19,971,407
Total Appropriations	\$ 192,511,136	\$ 198,325,250	\$ 205,292,194	\$ 212,522,572
APPROPRIATIONS (Object)				
Salaries/Benefits	\$ 120,416,337	\$ 125,232,991	\$ 130,242,311	\$ 135,452,003
Operating Expenses	51,700,107	53,193,457	54,731,607	56,315,902
Fixed Assets	1,305,251	1,344,409	1,384,741	1,426,283
Other Financing Uses	-	-	-	-
Transfer to Other Funds	13,879,441	13,044,394	13,283,536	13,528,385
Appropriation for Contingency	5,210,000	5,510,000	5,650,000	5,800,000
Total Appropriations	\$ 192,511,136	\$ 198,325,250	\$ 205,292,194	\$ 212,522,572
Revenue Surplus/(Shortfall)	\$ 3,457,323	\$ (7,069,697)	\$ (12,303,545)	\$ (17,719,575)
Designated for Capital Projects	\$ 3,400,000	\$ 3,400,000	\$ 3,400,000	\$ 3,400,000
General Reserve	\$ 8,625,183	\$ 8,682,506	\$ 8,996,205	\$ 9,321,626
\$ Needed for 5% General Reserve	\$ 8,682,506	\$ 8,996,205	\$ 9,321,626	\$ 9,659,215
Additional Funds to Reach 5%	\$ (57,323)	\$ (313,699)	\$ (325,422)	\$ (337,589)
Total Revenue Surplus/Shortfall	\$ 0	\$ (7,383,395)	\$ (12,628,966)	\$ (18,057,163)

FY 2010-2014

Property Tax Growth at -.5%

Sales Tax based on reduced FY 2009-10 mid-year projection. Reduced 1% for remaining years

All other discretionary GF revenues flat

Funding of \$1.9M for roads in FY 2009-10, \$1.75M in FY 2010-11 \$685K for remaining years

Department Tier 1, 2 and 3 cuts are included

Attachment A - Revised 5 year forecast as of FY 2009-10 Final Budget

EL DORADO COUNTY CALIFORNIA General Fund Revenue and Appropriation Projection

	Projected			
	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14
REVENUES				
Property Tax	\$ 57,238,545	\$ 56,958,186	\$ 56,679,230	\$ 56,401,668
Other Local Taxes	30,315,973	30,155,414	29,996,127	29,838,102
Licenses/Permits/Franchises	4,503,319	4,568,356	4,659,694	4,727,858
Fines/Forfeitures/Penalties	845,311	851,764	858,313	864,958
Use of Funds/Property	136,186	136,791	137,401	138,018
Intergovernmental Revenue	55,160,446	56,553,352	57,874,818	59,483,702
Charges for Service	14,656,249	14,807,005	14,960,862	15,137,442
Other Revenue	3,003,353	3,003,420	3,003,488	3,003,556
Transfers from Other Funds	20,094,892	20,228,351	20,517,848	20,758,949
Total Current Revenues	\$ 185,954,272	\$ 187,262,639	\$ 188,687,780	\$ 190,354,252
Appropriation from Fund Balance	4,856,174	5,370,000	5,510,000	5,650,000
Total Revenues	\$ 190,810,446	\$ 192,632,639	\$ 194,197,780	\$ 196,004,252
Discretionary Revenues	\$ 109,712,438	\$ 109,923,311	\$ 109,765,323	\$ 109,612,325
Departmental Revenues	81,098,008	82,709,328	84,432,457	86,391,928
Total Revenues	\$ 190,810,446	\$ 192,632,639	\$ 194,197,780	\$ 196,004,252
APPROPRIATIONS (Category)				
General Government	\$ 23,620,890	\$ 24,508,507	\$ 25,430,777	\$ 26,389,060
Law and Justice	81,133,073	84,178,269	87,340,711	90,624,952
Development Services	19,363,243	20,069,578	20,802,120	21,561,856
Health/Human Services	50,472,551	52,235,170	54,060,607	55,951,141
Nondepartmental	18,769,271	19,160,504	19,557,830	19,971,407
Total Appropriations	\$ 193,359,028	\$ 200,152,029	\$ 207,192,044	\$ 214,498,416
APPROPRIATIONS (Object)				
Salaries/Benefits	\$ 122,172,855	\$ 127,059,770	\$ 132,142,160	\$ 137,427,847
Operating Expenses	51,700,107	53,193,457	54,731,607	56,315,902
Fixed Assets	1,305,251	1,344,409	1,384,741	1,426,283
Other Financing Uses	-	-	-	-
Transfer to Other Funds	12,810,815	13,044,394	13,283,536	13,528,385
Appropriation for Contingency	5,370,000	5,510,000	5,650,000	5,800,000
Total Appropriations	\$ 193,359,028	\$ 200,152,029	\$ 207,192,044	\$ 214,498,416
Revenue Surplus/(Shortfall)	\$ (2,548,582)	\$ (7,519,390)	\$ (12,994,265)	\$ (18,494,164)
Designated for Capital Projects	\$ -	\$ -	\$ -	\$ -
General Reserve	\$ 8,625,183	\$ 8,770,332	\$ 9,087,544	\$ 9,416,619
\$ Needed for 5% General Reserve	\$ 8,770,332	\$ 9,087,544	\$ 9,416,619	\$ 9,758,007
Additional Funds to Reach 5%	\$ (145,149)	\$ (317,212)	\$ (329,075)	\$ (341,388)
Total Revenue Surplus/Shortfall	\$ (2,693,731)	\$ (7,836,602)	\$ (13,323,340)	\$ (18,835,552)

FY 2010-2014

Property Tax Growth at -2.1% for FY 2009-10, -.5% for remaining 4 years
 Sales Tax reduced 19% from projected FY 2008-09 total. Reduced 1% for remaining 4 years
 All other discretionary GF revenues flat
 Funding of \$1.9M for roads in FY 2009-10, \$685K for FY 2011-2014
 Charter 504 additional set-aside of \$500,000 reduced to \$0
 Department Tier 1, 2 and 3 cuts are included

Attachment B: Department Mid-year Summaries

Board of Supervisors

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Charges for Service	37,260	12,000	25,260	211%	-	37,260	-	37,260
Interfund Revenue	28,249	28,249	-	0%	28,249	-	28,249	-
Misc. Revenue	500	500	-	0%	977	(477)	796	(296)
Operating Transfers	503	503	-	0%	461	42	-	503
Total Revenues	66,512	41,252	25,260	61%	29,687	36,825	29,045	37,467
Expenses								
Salaries & Benefits	1,280,217	1,280,217	0	0%	1,323,955	(43,738)	1,309,194	(28,977)
Services & Supplies	104,029	104,029	-	0%	76,261	27,768	57,419	46,610
Other Charges	-	-	-	0%	130	(130)	-	-
Intrafund Transfers	58,997	58,997	(0)	0%	51,980	7,017	50,680	8,317
Intrafund Abatement	(668)	(668)	-	0%	(668)	-	(668)	-
Total Expenses	1,442,575	1,442,575	0	0%	1,451,658	(9,083)	1,416,625	25,950
Net County Cost	1,376,063	1,401,323	(25,260)	-2%	1,421,971	(45,908)	1,387,580	(11,517)

Summary

The Board Clerk projects a Net County cost savings of approximately \$25,260. This savings is derived from higher than budgeted revenues related to the assessment appeals filing fee. Revenue from this newly implemented fee was budgeted at \$12,000, which was based on an estimated 400 applications for assessment appeals. At mid-year, the total number of applications received was 1,500, and actual revenues were \$37,260.

Chief Administrative Office

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Federal Intergovernmental	101,102	101,102	0	0%	-	101,102	-	101,102
Charges for Service	51,562	52,011	(449)	-1%	59,544	(7,982)	-	51,562
Interfund Revenue	75,743	53,454	22,289	42%	77,485	(1,742)	-	75,743
Misc. Revenue	3,537	1,500	2,037	136%	3,666	(129)	9	3,528
Operating Transfers	35,000	40,000	(5,000)	-13%	-	35,000	-	35,000
Total Revenues	266,945	248,067	18,878	8%	140,695	126,250	9	266,936
Expenses								
Salaries & Benefits	1,758,222	1,832,456	(74,234)	-4%	2,031,835	(273,613)	1,963,078	(204,856)
Services & Supplies	960,370	967,210	(6,840)	-1%	201,670	758,700	301,808	658,562
Services & Supplies Abatement	(704,200)	(704,200)	-	0%	-	(704,200)	-	(704,200)
Other Charges	-	-	-	0%	26,748	(26,748)	26,639	(26,639)
Fixed Assets	5,400	5,400	-	0%	-	5,400	-	5,400
Intrafund Transfers	83,404	86,789	(3,385)	-4%	69,643	13,761	53,804	29,600
Intrafund Abatement	(139,133)	(161,423)	22,290	-14%	(208,816)	69,683	-	(139,133)
Total Expenses	1,964,063	2,026,232	(62,169)	-3%	2,121,080	(157,017)	2,345,329	(381,266)
Net County Cost	1,697,118	1,778,165	(81,047)	-5%	1,980,385	(283,267)	2,345,320	(648,202)

Summary

The Chief Administrative Office projects a Net County Cost savings of approximately \$81,047. Revenue is increasing overall by \$18,878. The majority of this increase is in Interfund Revenue (\$22,289) due to an accounting change in Stores and Mail charges to correct sub-objects. Operating Transfers are projected to be \$5,000 less than budgeted. Staff working on the Rubicon project time studies hours and charges the Rubicon special revenue fund for hours worked. As of mid-year it does not appear that staff will work enough hours on Rubicon related projects to allow for the full transfer.

The Chief Administrative Office is projecting expenditure savings of \$62,169. Salaries and benefits are projected to be \$74,234 less than budgeted. The majority of the savings is due to the vacancy of the Assistant Chief Administrative Officer position. In addition, the Economic Development division received a Vital Assets grant which supports business retention activities. A portion of this grant will offset salaries of staff who will be supporting grant activity. Intrafund Abatements are projected to be under by \$22,290 which is the offset noted above for Interfund Revenue to correct sub-object accounting.

Auditor – Controller

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Charges for Service	351,808	318,500	33,308	10%	331,394	20,414	392,070	(40,262)
Interfund Revenue	13,666	24,794	(11,128)	-45%	32,983	(19,317)	42,375	(28,709)
Misc. Revenue	6	2,000	(1,994)	-100%	-	6	656	(650)
Operating Transfers	51,000	51,000	-	0%	53,295	(2,295)	77,464	(26,464)
Total Revenues	416,480	396,294	20,186	5%	417,672	(1,192)	512,565	(96,085)
Expenses								
Salaries & Benefits	2,550,958	2,636,632	(85,674)	-3%	2,670,229	(119,271)	2,684,322	(133,364)
Services & Supplies	93,666	110,866	(17,200)	-16%	75,020	18,646	95,238	(1,572)
Intrafund Transfers	307,900	319,009	(11,109)	-3%	307,834	66	307,394	506
Intrafund Abatements	(65,500)	(66,962)	1,462	-2%	(58,436)	(7,064)	(57,467)	(8,033)
Total Expenses	2,887,024	2,999,545	(112,521)	-4%	2,994,647	(107,623)	3,029,487	(142,463)
Net County Cost	2,470,544	2,603,251	(132,707)	-5%	2,576,975	(106,431)	2,516,922	(46,378)

Summary

The Auditor-Controller projects a Net County cost savings of approximately \$132,700. The majority of projected Mid-year savings is in salaries and benefits (\$85,674). The Department will realize more savings than anticipated (\$27,000) from the deletion of a position last fall, and one unanticipated early retirement will result in an additional \$36,000 in savings. An unpaid leave generated \$11,000 in savings and the remainder of the savings is largely due to changes in health coverage elections by employees. The addition of 0.2 FTE Fiscal Technician is recommended to provide additional support to the Department's Payroll Division. This function is currently staffed by two employees. The additional Fiscal Technician allocation will not work directly in the Payroll Division; it will handle workload in other areas of the Department, freeing one FTE to be shifted to Payroll. This is expected to reduce anticipated savings by approximately \$15,000.

The Department has identified \$17,000 in expenditure savings in services and supplies. This will be achieved through the elimination of some equipment maintenance contracts, and reductions postage, office expense, and professional services.

Revenue is projected to exceed budget by \$20,186 due mainly to higher than expected rebate revenue from the purchase card activity and increased revenues for accounting services provided to the Mello Roos districts.

Treasurer-Tax Collector

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Taxes	160,000	160,000	-	0%	179,838	(19,838)	182,186	(22,186)
Licenses, Permits & Franchises	372,000	372,000	-	0%	359,193	12,807	385,865	(13,865)
Fines, Forfeitures & Penalties	85,852	85,852	-	0%	74,840	11,012	77,658	8,194
Charges for Services	600,500	600,500	0	0%	605,075	(4,575)	933,265	(332,765)
Interfund Revenue	10,529	15,938	(5,409)	-34%	31,388	(20,859)	59,893	(49,364)
Misc. Revenue	112,902	105,600	7,302	7%	93,728	19,174	102,066	10,836
Operating Transfers	182,148	184,041	(1,893)	-1%	180,935	1,213	192,188	(10,040)
Total Revenues	1,523,931	1,523,931	(0)	0%	1,524,997	(1,066)	1,933,121	(409,190)
Expenses								
Salaries & Benefits	1,707,949	1,716,592	(8,643)	-1%	1,713,565	(5,616)	2,230,860	(522,911)
Services & Supplies	476,888	468,245	8,643	2%	410,618	66,270	383,034	93,854
Operating Transfers	3,500	3,500	(0)	0%	3,995	(495)	4,241	(741)
Intrafund Transfers	399,128	399,128	(0)	0%	357,912	41,216	391,836	7,292
Intrafund Abatement	(5,500)	(5,500)	(0)	0%	(3,106)	(2,394)	(9,753)	4,253
Total Expenses	2,581,964	2,581,965	(1)	0%	2,482,984	98,980	3,000,218	(418,254)
Net County Cost	1,058,033	1,058,034	(1)	0%	957,987	100,046	1,067,097	(9,064)

Summary

The Treasurer-Tax Collector projects revenues to come in as budgeted; however, the cost applied charge for General Liability was under budgeted by approximately \$30,000 and the Department is making every effort to absorb the additional cost. The Department's budget will be monitored closely and if necessary, a contingency transfer request will be brought to the Board after the close of the third quarter.

Assessor

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Charges for Service	198,655	200,000	(1,345)	-1%	249,339	(50,684)	387,095	(188,440)
Misc. Revenue	3,600	3,000	600	20%	1,772	1,828	3,334	266
Operating Transfers	260,000	260,000	-	0%	245,465	14,535	259,567	433
Total Revenues	462,255	463,000	(745)	0%	496,576	(34,321)	649,996	(187,741)
Expenses								
Salaries & Benefits	3,176,167	3,197,154	(20,987)	-1%	3,488,567	(312,400)	3,606,810	(430,643)
Services & Supplies	123,224	144,467	(21,243)	-15%	115,054	8,170	139,818	(16,594)
Charges for Service	-	1,000	(1,000)	-100%	-	-	20	(20)
Intrafund Transfers	299,331	303,693	(4,362)	-1%	367,680	(68,349)	437,703	(138,372)
Total Expenses	3,598,722	3,646,314	(47,592)	-1%	3,971,301	(372,579)	4,184,351	(585,629)
Net County Cost	3,136,466	3,183,314	(46,848)	-1%	3,474,725	(338,259)	3,534,355	(397,889)

Summary

The Assessor projects Net County Cost savings of approximately \$47,000. This represents salary and benefits savings of \$20,987 due mainly to the use of the VTO program. Services and supplies savings of \$21,243 are due to reduced vehicle usage and mileage. Intrafund transfers will be reduced by \$4,362 due to less utilization of IT support.

A personnel allocation change is recommended that will result in the shift of one FTE GIS Analyst allocation and the related funding from the Surveyor's Office to the Assessor's Office. There have been discussions between the Surveyor and the Assessor regarding one GIS Analyst position that fully supports the Assessor's office. Over the past few years the Assessor's mapping system has been converted from manual cadastral drafting to a GIS based system. In order to do this, expertise from the Surveyor's GIS division was required. Now that the system has been converted and due to the nature of the work being done which is based on Assessor processes and business needs it has been determined that the position would be more appropriately located in the Assessor's office. A transfer of approximately \$45,000 will be moved from the Surveyor's budget to the Assessor to cover the remainder of the FY 2009-10 fiscal year.

In addition, the deletion of one FTE Sr. IT Department Coordinator is included in the personnel allocation resolution change accompanying this report. This position is vacant due to the retirement of the incumbent.

County Counsel

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Charges for Service	108,000	130,536	(22,536)	-17%	122,185	(14,185)	119,360	(11,360)
Interfund Revenue	434,000	444,500	(10,500)	-2%	500,560	(66,560)	526,952	(92,952)
Misc. Revenue	400	-	400	0%	6,589	(6,189)	-	400
Total Revenues	542,400	575,036	(32,636)	-6%	629,334	(86,934)	646,312	(103,912)
Expenses								
Salaries & Benefits	2,198,289	2,203,531	(5,242)	0%	2,205,238	(6,949)	2,196,085	2,204
Services & Supplies	224,916	243,958	(19,042)	-8%	173,328	51,588	300,199	(75,283)
Operating Transfers	-	-	-	0%	20,000	(20,000)	-	-
Intrafund Transfers	39,348	47,004	(7,656)	-16%	41,429	(2,081)	35,718	3,630
Intrafund Abatement	(3,377)	-	(3,377)	0%	(35,859)	32,482	(51,971)	48,594
Total Expenses	2,459,176	2,494,493	(35,317)	-1%	2,404,136	55,040	2,480,031	(20,855)
Net County Cost	1,916,776	1,919,457	(2,681)	0%	1,774,802	141,974	1,833,719	83,057

Summary

County Counsel projects no significant variance from the Department's budgeted Net County cost; however there may be some expenditure savings of less than \$25,000 if anticipated legal expenses related to rare plants do not materialize.

Human Resources

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Charges for Service	29	-	29	-	60	(31)	60	(31)
Misc. Revenue	-	-	-	-	174	(174)	(598)	598
Total Revenues	29	-	29	-	234	(205)	(538)	567
Expenses								
Salaries & Benefits	591,773	591,774	(1)	0%	778,644	(186,871)	920,563	(328,790)
Services & Supplies	105,287	105,290	(3)	0%	91,602	13,685	120,134	(14,847)
Other Charges	-	-	-	-	-	-	230	(230)
Intrafund Transfers	31,759	31,759	-	0%	29,470	2,289	30,401	1,358
Total Expenses	728,819	728,823	(4)	0%	899,716	(170,897)	1,071,328	(342,509)
Net County Cost	728,790	728,823	(33)	0%	899,482	(170,692)	1,071,866	(343,076)

Summary

The Human Resources Department projects no variance from its budgeted Net County Cost.

Information Technologies

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Licenses, Permits & Franchises	75,000	75,000	-	0%	75,000	-	55,000	20,000
Charges for Service	110,583	119,737	(9,154)	-8%	117,045	(6,462)	75,544	35,039
Interfund Revenue	1,521,067	1,879,213	(358,146)	-19%	1,632,476	(111,409)	1,507,885	13,182
Misc. Revenue	-	-	-	0%	784	(784)	94,295	(94,295)
Total Revenues	1,706,650	2,073,950	(367,300)	-18%	1,825,305	(118,655)	1,732,724	(26,074)
Expenses								
Salaries & Benefits	4,320,739	4,396,072	(75,333)	-2%	4,742,877	(422,138)	4,572,070	(251,331)
Services & Supplies	2,734,164	3,292,285	(558,121)	-17%	2,585,382	148,782	2,875,565	(141,401)
Other Charges	-	-	-	0%	100	(100)	-	-
Fixed Assets	154,900	168,000	(13,100)	-8%	327,671	(172,771)	225,808	(70,908)
Intrafund Transfers	127,888	138,075	(10,187)	-7%	136,580	(8,692)	122,969	4,919
Intrafund Abatements	(4,040,374)	(4,273,912)	233,538	-5%	(4,281,960)	241,586	(4,165,266)	124,892
Total Expenses	3,297,317	3,720,520	(423,203)	-11%	3,510,650	(213,333)	3,631,146	(333,829)
Net County Cost	1,590,667	1,646,570	(55,903)	-3%	1,685,345	(94,678)	1,898,422	(307,755)

Summary

Information Technologies projects a Net County Cost savings of approximately \$55,903.

Revenue is declining overall by \$600,838. This is a combination of revenue line items which are projected to be short by \$367,300, and Intra-fund Abatements which are projected to be short by approximately \$233,538. Both of these reductions are a result of Departments reducing expenditures by using less of IT's discretionary services. Notable reduction areas include:

Applications/Programming - The primary reduction in this area is for services provided to the Health Services Department. During budget preparation it was determined that Health Services would need approximately \$170,000 of support. Of that amount \$80,000 was attributed to the Public Health division. In November 2009 Health Services re-evaluated their needs and reduced the amount of service needed to \$150,000, a \$20,000 reduction to the Public Health division which is reflected in the projected shortfall. Of the original \$170,000, \$90,000 was attributed to the Mental Health division. After additional mid year

review with Health Services, a review of year to date actual billings based on approximately 20 hours per week of service to Mental Health, and projected service to year end, IT has adjusted their revenue projection from Health Services by \$96,000. This takes in to account a reduction of \$20,000 noted above based on Health Services November re-evaluation; an adjustment of \$25,000 to correct an overstated budget entry in the IT budget found during mid-year; a reduction of \$34,000 on the Mental Health side based in actual and projected service; and an additional projected reduction of \$17,000 based on actual and projected services between both Public Health and Mental Health to year end.

In addition, IT has reduced revenue in applications and programming by another \$67,000. This includes a projected shortfall from the Surveyor of \$18,000 for services that are not being requested by the Surveyor, and \$17,000 from the Treasurer/Tax Collector for the on-line business license project which is almost complete and under budget. It also takes into account approximately \$34,000 of anticipated services reductions from other departments for work which is discretionary. Based on actuals year to date IT projects that departments will not request the services originally anticipated during the remainder of the fiscal year and has adjusted accordingly. It should be noted that when programming staff is not working directly on billable hours they are assigned to other activities which get recovered through the cost plan.

Document Center – Print shop revenue is based entirely on discretionary use by departments which have declined resulting in a projected shortfall of \$136,040. When print shop staff is not engaged in printing activity, they are assigned to a scanning project for the Human Services Department which is budgeted at \$50,000 in revenue to IT. At this time it is anticipated that the scanning project will end at the end of the 2009-10 fiscal year. IT will be evaluating the use of the print shop in the FY2010-11 budget and may propose a restructuring of the division to incorporate scanning and other functions. IT will also be evaluating the use of extra help in this area; however at this time there is sufficient work to keep the permanent print shop staff at full capacity this fiscal year.

PC Support – PC Support revenue is also based entirely on discretionary use by departments. Many departments have their own IT support and have been using them more extensively than in the past in order to save money. This practice has impacted IT in the area of PC Support. The use of remote desktop support and management has also reduced the need for individual PC Support. IT projects a shortfall of \$46,500 based on the actual current level of service. It should be noted that when PC Support staff is not working directly on billable hours they are assigned to other activities which get recovered through the cost plan.

Telecommunications: IT is projecting a reduction in Telecommunications revenue of \$268,300. This is directly related to a decrease in vendor charges due to the new Calnet 2 telecommunications contract. During budget preparation it was indeterminable what the effect of the new agreement would be. IT is also projecting a corresponding savings in Telecommunication vendor payments of \$266,670 that directly offsets the drop in revenue.

IT is projecting expenditure savings of \$656,740. Notable expenditure savings are as follows:

Salaries and Benefits – Due to the retirement of the IT Director, IT is projecting an overall savings of \$75,000 after payoff.

Services and supplies – The majority of the projected savings in this area is a result of the Calnet 2 telecommunications agreement noted above of \$266,670. In addition, the Department is projecting savings of approximately \$40,000 in equipment maintenance, \$35,000 in telecommunications hardware maintenance and \$148,000 in software maintenance all of which are due to renegotiated or reduced maintenance contracts. IT will continue to review and renegotiate with long-time vendors to obtain optimum value and savings in ongoing maintenance contracts.

A mid-year review of the Department's tiered reduction plan indicates that the Department is on track to achieve the required FY 2009-10 sustainable savings reduction. This includes the entire Department taking a 10 day mandatory furlough. In order to achieve the FY 2010-11 shortfall of \$32,276, Information Technologies continues to renegotiate on-going maintenance payments. IT reports they will be able to achieve sustainable maintenance reductions in the telecommunications area to cover the FY 2010-11 shortfall.

Recorder Clerk/Elections

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Licenses, Permits & Franchises	80,068	95,716	(15,648)	-16%	97,163	(17,095)	99,501	(19,433)
State	7,950	7,950	-	0%	11,175	(3,225)	29,315	(21,365)
Federal	7,468	7,000	468	7%	88,978	(81,510)	12,284	(4,816)
Charges for Services	515,182	435,000	80,182	18%	639,209	(124,027)	652,414	(137,232)
Misc. Revenue	347,401	296,000	51,401	17%	309,256	38,145	381,480	(34,079)
Operating Transfers	930,279	1,046,214	(115,935)	-11%	602,659	327,620	491,242	439,037
Total Revenues	1,888,348	1,887,880	468	-	1,748,440	139,908	1,666,236	222,112
Expenses								
Salaries & Benefits	1,875,879	1,875,879	-	0%	1,902,705	(26,826)	1,997,564	(121,685)
Services & Supplies	983,878	983,410	468	0%	830,150	153,728	617,115	366,763
Other Charges	-	-	-	#DIV/0!	-	-	39	(39)
Fixed Assets	35,500	35,500	-	0%	23,750	11,750	16,039	19,461
Intrafund Transfers	152,627	152,627	-	0%	155,932	(3,305)	151,266	1,361
Intrafund Abatement	(13,000)	(13,000)	-	0%	-	(13,000)	-	(13,000)
Total Expenses	3,034,884	3,034,416	468	0%	2,912,537	122,347	2,782,023	252,861
Net County Cost	1,146,536	1,146,536	-	0%	1,164,097	(17,561)	1,115,787	30,749

Summary

The Recorder-Clerk/Registrar of Voters projects no significant variance from the Department's budgeted Net County Cost.

Revenue projections for the Recorder-Clerk's recording fees and clerk fees exceed budgeted amounts by approximately \$115,000. This increase will be offset by reduced transfers in from the Department's special revenue funds so that these funds may be used as a future source of revenue. These projections do not include the impact of changes to the fee structure which will be proposed to the Board in the spring. If the changes result in increased collections, these increases will again be offset by reducing the use of the Department's special revenue funds.

District Attorney

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Fines, Forfeitures & Penalties	5,000	5,000	0	0%	29,167	(24,167)	13,143	(8,143)
State Revenue	1,268,678	1,327,717	(59,039)	-4%	1,313,861	(45,183)	1,412,937	(144,259)
Federal Revenue	176,931	195,090	(18,159)	-9%	146,332	30,599	164,167	12,764
Other Gov Revenue	12,871	12,593	278	2%	641	12,230	67,334	(54,463)
Charges for Service	32,640	20,600	12,040	58%	33,208	(568)	39,156	(6,516)
Interfund Revenue	200,000	250,000	(50,000)	-20%	3,705	196,295	21,295	178,705
Misc. Revenue	8,094	8,000	94	1%	10,708	(2,614)	10,542	(2,448)
Operating Transfers	757,219	792,058	(34,839)	-4%	917,566	(160,347)	636,355	120,864
Total Revenues	2,461,434	2,611,058	(149,624)	-6%	2,455,188	6,246	2,364,930	96,504
Expenses								
Salaries & Benefits	7,188,896	7,188,896	-	0%	7,214,735	(25,839)	7,288,305	(99,409)
Services & Supplies	694,925	699,925	(5,000)	-1%	538,678	156,247	673,289	21,636
Other Charges	-	-	-	0%	6,314	(6,314)	784	(784)
Fixed Assets	14,970	14,970	-	0%	6,551	8,419	11,042	3,928
Intrafund Transfers	215,956	215,956	-	0%	198,035	17,921	204,103	11,853
Intrafund Abatement	(3,906)	(3,906)	-	0%	(125,000)	121,094	(4,000)	94
Total Expenses	8,110,841	8,115,841	(5,000)	0%	7,839,313	271,528	8,173,522	(62,681)
Net County Cost	5,649,407	5,504,783	144,624	6%	5,384,125	265,282	5,808,593	(159,185)

Summary

The District Attorney projects a Net County Cost overage of approximately \$144,624.

Notable projected changes to revenue include:

Proposition 172– Public Safety Sales Tax shortfall of \$57,935. This revenue source is projected to be below the current budgeted level based on projections from the Auditor's office. This projection appears to be stable at this time; however CAO staff will continue to verify and monitor this revenue source regularly.

Revenue coming to the District Attorney from Human Services is projected to be \$50,000 below what was originally built into the budget. The FY 2009-10 budget includes \$250,000 for the Welfare Fraud function that was assumed by the District Attorney's office starting January 2009. When the District Attorney's office took over the Welfare Fraud function it was anticipated that the Department would assume the workload without the addition of staff and that this \$250,000 from Human Services each year would offset the District Attorney's Net County cost. At Mid-year the District Attorney's office has not been able to time study enough hours to achieve the full amount of revenue and anticipates only being able to bill for approximately \$200,000 in this fiscal year. This is directly due to the large number of murder trials and special circumstance cases currently being handled by the DA's office.

Operating Transfers are anticipated to be approximately \$35,000 less than budget. This is again due to the inability to time study enough hours for grant programs that are reimbursed based on hours worked for those programs. Grants currently being affected are the Automobile Fraud Insurance grant (\$15,000), an Environmental grant (\$15,000), and a Workers Compensation Insurance Fraud grant (\$5,000). Each of the above programs is billed based on employee time studies. If hours aren't worked the time cannot be billed resulting in a loss of revenue for the Department.

Federal OES funding is projected to be reduced by approximately \$18,159 due to the non use of Victims of Crime Act (VOCA) Stimulus funds which must be used for direct services to victims.

The Department is anticipating an increase of \$12,040 for Blood Draws.

The District Attorney's projection shows a slight decrease in expenditures of \$5,000; however, this expenditure is offset by an equal revenue decrease resulting in no savings.

The Department has been working to achieve their Tier 1 and 2 targets of \$365,560. At this time they are within \$4,000 for FY 2009-10. These savings have been accomplished through reducing staff by offering two early retirement incentives. This achieved \$111,000 in FY 2009-10 and \$283,000 in FY2010-11. The Department also received additional funding of \$37,500 from the Worker's Compensation Grant. Finally, while the Department is not doing any mandatory furlough time, there are a couple of employees in the Department who have elected to take voluntary furlough time resulting in a projected savings of \$11,116.

Due to the shortfall in revenue and minimal offsetting reductions in appropriations, the Department is projecting a net county cost overage of \$144,624. This situation triggers a review of Board Policy B-1, Budget Control and Responsibility. The copy of the policy has been provided to the Department and corrective action has been requested. An agenda item will be brought forward for the Board to discuss the situation with the District Attorney.

The Department is currently approximately \$118,327 short of achieving their required Tier 3 reduction. The District Attorney indicates that the greatest challenge to the office has not only been the number of large cases, but the magnitude of resources required to

investigate and prosecute these cases. The Department provided nine cases illustrating the complexity and time consumption required by the office. They also indicated that there was several more in addition to the nine and a large number of fraudulent crime cases that have depleted available resources within the District Attorney's office. This District Attorney indicates that these factors, along with existing cuts sustained by the Department has pushed them to the point of possibly eliminating several general fund programs along with considering the elimination of non-alcohol related misdemeanor case prosecution.

Public Defender

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
State	228,115	247,727	(19,612)	-8%	252,837	(24,722)	292,454	(64,339)
Charges for Service	5,000	7,059	(2,059)	-29%	4,637	363	6,410	(1,410)
Interfund Revenue	-	-	-	0%	2,058	(2,058)	4,256	(4,256)
Misc. Revenue	-	-	-	0%	503	(503)	-	-
Total Revenues	233,115	254,786	(21,671)	-9%	260,035	(26,920)	303,120	(70,005)
Expenses								
Salaries & Benefits	2,512,131	2,562,778	(50,647)	-2%	2,736,901	(224,770)	2,608,319	(96,188)
Services & Supplies	386,461	421,710	(35,249)	-8%	277,878	108,583	293,898	92,563
Intrafund Transfers	60,843	59,343	1,500	3%	53,224	7,619	51,467	9,376
Total Expenses	2,959,435	3,043,831	(84,396)	-3%	3,068,003	(108,568)	2,953,684	5,751
Net County Cost	2,726,319	2,789,045	(62,726)	-2%	2,807,968	(81,649)	2,650,564	75,755

Summary

The Public Defender projects a Net County Cost savings of approximately \$62,726. Total Revenue is projected to be approximately \$21,671 below budget primarily due to reductions in Proposition 172 – Public Safety Sales Tax. This projection appears to be stable at this time; however CAO staff will continue to verify and monitor this revenue source regularly. Revenue for Public Defender services is being ordered by the Courts; however, the order of collection puts County fees at the bottom of collection priority after victim restitution. While fees are being ordered, actual receipts indicate that collections are slow. Therefore the Mid-year projection has been adjusted to reflect \$2,059 less than what was originally anticipated.

Total appropriations for the Department are projected to be approximately \$84,396 less than budgeted. The majority of savings is in salary and benefits due to one attorney position that became vacant and has been held vacant to achieve salary savings. The Department also offered one early retirement incentive which was accepted. In services and supplies the Department continues to incur expenses associated with the high number of murder trials currently underway in the County. The budget projection includes a review of the funding levels needed to support responsible defense. The budget will continue to be monitored closely as the cases progress.

As noted above, there has been a number of staffing changes in the Department that affect the tiered reduction plan originally provided to the Board. A review of the reduction plan indicates that for FY 2009-10 the Department will achieve the required target. A review of the FY 2010-11 indicates that the Department will not be able to fill the vacant attorney. In order to achieve the FY 2010-11 sustainable reduction the Department might be able to fill the position as a half time FTE or utilize extra help to manage caseloads. The Public Defender will continue to monitor workload and work with the CAO's office to manage the office while achieving the reduction target.

Sheriff

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Taxes	161,864	161,864	-	0%	149,778	12,086	126,945	34,919
Licenses, Permits & Franchises	100,825	95,200	5,625	6%	112,445	(11,620)	118,761	(17,936)
Fines, Forfeitures & Penalties	42,067	38,600	3,467	9%	46,419	(4,352)	39,621	2,447
Use of Money	4,200	4,200	-	0%	4,200	-	6,650	(2,450)
State Revenue	6,234,933	7,498,187	(1,263,254)	-17%	7,421,460	(1,186,527)	7,693,928	(1,458,995)
Federal Revenue	484,821	682,301	(197,480)	-29%	816,018	(331,197)	594,889	(110,068)
Other Gov Revenue	572,656	572,830	(174)	0%	197,742	374,914	322,742	249,913
Charges for Service	2,494,162	2,426,445	67,717	3%	2,689,054	(194,892)	2,713,389	(219,226)
Interfund Revenue	2,095	6,200	(4,105)	-66%	3,671	(1,576)	41,254	(39,159)
Misc. Revenue	28,682	28,600	82	0%	56,909	(28,227)	10,002	18,680
Operating Transfers	1,551,117	1,551,117	-	0%	675,347	875,770	1,177,324	373,793
Total Revenues	11,677,423	13,065,544	(1,388,121)	-11%	12,173,043	(495,620)	12,845,504	(1,168,081)
Expenses								
Salaries & Benefits	43,517,730	44,627,738	(1,110,008)	-2%	46,609,565	(3,091,835)	44,262,760	(745,030)
Services & Supplies	7,651,125	8,383,196	(732,071)	-9%	6,984,201	666,924	7,188,798	462,327
Other Charges	100,067	120,899	(20,832)	-17%	521,208	(421,141)	142,908	(42,841)
Fixed Assets	730,791	736,606	(5,815)	-1%	721,587	9,204	741,473	(10,682)
Intrafund Transfers	588,674	590,344	(1,670)	0%	561,806	26,868	669,216	(80,543)
Intrafund Abatement	(4,796)	(5,000)	204	-4%	(8,762)	3,966	(33,465)	28,669
Total Expenses	52,583,590	54,453,783	(1,870,193)	-3%	55,389,605	(2,806,015)	52,971,690	(388,100)
Net County Cost	40,906,168	41,388,239	(482,071)	7%	43,216,562	(2,310,394)	40,126,187	779,981

Summary

The Sheriff projects a Net County Cost savings of approximately \$482,071.

Revenue is projected to be short overall by \$1,388,121. Revenue projections are based on several factors including assumptions that transactions submitted for posting will be accomplished before year end. Assumptions included in these projections include the following:

State Revenue sources are currently projected to be \$1,263,254 below budget and include the following assumptions:

- Proposition 172– Public Safety Sales Tax shortfall of \$447,474. This revenue source is projected to be below the current budgeted level based on projections from the Auditor’s office. This projection appears to be stable at this time; however CAO staff will continue to verify and monitor this revenue source regularly.
- Rural Counties Revenue is currently projected to come in at the \$500,000 included in the budget. While the funding is projected to be received in FY 2009-10, the Department is requesting to defer the revenue until FY 2010-11 as part of the Department’s Tier 3 adjustment. Therefore the revenue is reflected as a budget shortfall in FY2009-10 with a corresponding increase in FY 2010-11.
- Sub-object 0880, State Other includes several funding sources which are cumulatively projected to be approximately \$238,415 below budget. Part of this funding comes from State reimbursement for entering restraining order into CLETS. This source typically changes from year to year and is difficult to project on an annual basis. This funding source also contains revenue from State Morrissey Hearings and is budgeted based on prior year experience. It is also subject to change from year to year.
- Revenue from Boating and Waterways is projected to be below budget by approximately \$106,000. Revenue from this funding source usually starts coming in around November. At mid year this source is only at 6% of budget suggesting that revenue will be short. In addition, a review of prior year history indicates that this source has been coming in lower than budget for the past couple of years. We will continue to monitor this funding as the year progresses.

Federal Revenue is projected to be lower than anticipated by approximately \$197,480. This funding source is typically for funds received from the Social Security Administration for reporting in-custody social security recipients and funds for federal housing of inmates. This funding source is only at 8% as of December which suggests a shortfall. The Department will continue to monitor as the year progresses to determine if there is another reason why the funding is short.

Charges for services is projected to exceed budget by \$67,717.

Expenditures are projected to decrease overall by \$1,870,193. The majority of savings (\$1,110,008) is in salaries and benefits. A number of assumptions have been included in projecting salary and benefit savings. Notable factors include the following:

- The Department has intentionally held a number of positions vacant to ensure they achieve the reductions imposed through the Tier 1 and Tier 2 reductions that have already been taken out of the budget.
- The Department offered seven early retirement incentives which were accepted. This resulted in a net savings after payoff of approximately \$350,574. This amount has been counted towards the FY 2009-10 required reduction savings as well as Tier 3 savings for FY 2010-11. In addition, the elected Sheriff decided to retire before the end of the term. That

position has been filled by appointing the Undersheriff as Sheriff for the remaining year. Savings from that change is minimal as a leave balance payoff was required for the Undersheriff. The Undersheriff position was eliminated as part of the Board action which will achieve savings towards Tier 3 reductions.

- Due to MOU language changes overtime is expected to be reduced by approximately \$350,000. This is the result of negotiated changes in how overtime is calculated in payroll. This is a sustainable change that will be factored into the Department Tier 3 shortfall. It should also be noted that at Mid-year this change had just recently gone into effect. The projection is based on assumptions and will be monitored as the year progresses.
- The projection includes an increase to Unemployment Insurance of \$40,166 based on new accounting methodology.
- The use of Temporary help is currently exceeding what was originally included in the budget. Due to reductions in staff, there has been a need to provide coverage in several areas within the Department due to long term illness, vacations, and other coverage issues.
- Offsetting the salary and benefits savings is the annual increase for Charter Measure 504. The value of the January 2010 increase was estimated at \$320,000. In the FY 2009-10 budget the allocation in Department 15 was removed to achieve general fund savings. However, this change in budgeting means that the Department has to absorb the increase or request funding from Contingency. In order to avoid a Contingency transfer the Department has made every effort to absorb this increase.
- Offsetting the salary and benefits savings are costs associated with the storm closures earlier in the year estimated at approximately \$192,000.

In services and supplies a savings of approximately \$732,071 is projected. This savings represents a 9% savings overall within this category. At Mid-year the Department is at 31%. It is anticipated that purchases from grants will pick up in the second half of the year as the Department had to wait for budgets to be added to the accounting system before moving forward with purchases. A review by line item indicates that many of the Departments expenses are being tightly managed. A review of all expenditures is taking place within the Department before any purchase is made to ensure that expenditures are managed to achieve as much savings as possible.

A review of the Department's Tier 1 and Tier 2 reduction targets indicates that the Department is ahead of target at this time. There are a number of employees that were required to take mandatory furloughs. In addition, the Department had not factored in any early retirement incentives so this helped achieve additional savings this year which will also count towards sustainable savings in FY 2010-11 for Tier 3. At this time the Department has identified savings to meet the Tier 3 target for FY 2010-11.

Probation

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Fines, Forfeitures & Penalties	10,000	10,000	-	0%	16,930	(6,930)	29,538	(19,538)
State Revenue	1,291,769	1,408,353	(116,584)	-8%	1,375,176	(83,407)	1,823,091	(531,322)
Federal Revenue	31,036	60,536	(29,500)	-49%	-	31,036	91,328	(60,292)
Other Gov Revenue	10,000	10,000	-	0%	28,480	(18,480)	24,032	(14,032)
Charges for Service	360,000	280,400	79,600	28%	412,548	(52,548)	430,853	(70,853)
Interfund Revenue	10,000	16,000	(6,000)	-38%	235,354	(225,354)	246,489	(236,489)
Misc. Revenue	3,750	3,750	-	0%	5,006	(1,256)	19,049	(15,299)
Operating Transfers	1,296,788	1,448,327	(151,539)	-10%	641,569	655,219	1,121,035	175,753
Total Revenues	3,013,343	3,237,366	(224,023)	-7%	2,715,063	298,280	3,785,415	(772,072)
Expenses								
Salaries & Benefits	10,430,055	10,584,651	(154,596)	-1%	10,402,688	27,367	10,176,663	253,392
Services & Supplies	1,604,351	1,888,585	(284,234)	-15%	1,384,107	220,244	1,518,983	85,368
Other Charges	116,075	119,200	(3,125)	-3%	15,147	100,928	67,736	48,339
Fixed Assets	13,536	13,536	-	0%	12,578	958	244,305	(230,769)
Intrafund Transfers	348,666	373,686	(25,020)	-7%	383,462	(34,796)	421,316	(72,650)
Total Expenses	12,512,683	12,979,658	(466,975)	-4%	12,197,982	314,701	12,429,003	83,680
Net County Cost	9,499,340	9,742,292	(242,952)	-2%	9,482,919	16,421	8,643,588	855,752

Summary

The Probation Department projects a Net County Cost savings of approximately \$242,952.

Total Revenue is projected to be approximately \$224,023 below budget. The primary decrease in revenue is in operating transfers. An estimated shortfall of \$151,539 is projected primarily within the Juvenile Justice Crime Prevention Act (JJCPA) Community Alliance to Reduce Truancy (CART) program. This shortfall is due to the State's decision to reverse previous direction regarding the use of program funds. This change will result in an approximate \$137,769 shortfall by fiscal year end. Proposition 172– Public Safety Sales Tax is also estimated to fall short of budget by \$76,584. Finally, the Department is projecting a \$50,000 shortfall in State funding in Juvenile Probation and Camp Funding (JCPF). These shortfalls in revenue are offset primarily with an increase in revenue within the

Institutional Care program of \$57,100. This revenue comes from outside county commitments to El Dorado County's Juvenile Detention Facilities. Based on activity to date, it is anticipated that this revenue will grow from what was originally budgeted. This revenue could increase by year end depending on how many outside county commitments are sent to the Juvenile Detention Facilities based on space availability.

Appropriations are expected to decrease by approximately \$466,975. Salaries and benefits are projected to decrease by \$154,596. This projection takes into account the retirement of the Chief Probation Officer and two additional positions that took the early retirement incentive. It also allows for savings for three months from the Deputy Chief Probation Officer who is Interim Chief Probation Officer while a recruitment and selection by the Judges takes place. The projection also takes into account a change in the budgeting of Unemployment Insurance which resulted in an increase of approximately \$25,000.

The Department is projecting savings in services and supplies of \$284,234. The majority of this savings is in professional services resulting from savings for funding juvenile and adult court ordered activities/services. The Department has been able to utilize Youthful Offender Block Grant (YOBG) funding to cover the cost of outside Ranch/Camp commitments. Utilizing YOBG funds has allowed the Department to save general fund dollars for these court ordered services. The other area of savings in professional services is the use of alcohol monitoring devices ordered by the Court. The device has not yet come on-line and the Courts have not yet actively engaged in the use of the device. Because these services are ordered by the Court and fluctuate from year to year, the savings is not projected to be on-going. Also in services and supplies, the Department projects savings in special projects (\$14,200), staff development (\$10,106), STC training (\$40,000), transportation and travel (\$10,400) and vehicle rents (\$13,154). In intrafund charges the Department is projecting an overall savings of \$25,020 spread over various discretionary line items.

A review of the Department tiered reduction plan indicates that the Department is on track to meet their reduction target in FY 2009-10 and FY 2010-11. As noted above, a change in State direction on the use of JJCPA/CART funding required the Department to deposit funds into Department 15. A portion of these funds had been factored into the Department's Tier 3 reduction plan. It is recommended that since these funds support the general fund it should not affect the Department's Tier 3 plan even though the funds went to Department 15 instead of the Probation budget.

Surveyor

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
State	-	-	-	0%	-	-	1,362	(1,362)
Charges for Service	85,000	119,000	(34,000)	-29%	128,487	(43,487)	122,624	(37,624)
Interfund Transfers	78,500	100,000	(21,500)	-22%	66,222	12,278	15,410	63,090
Operating Transfers	-	-	-	0%	-	-	575	(575)
Total Revenues	163,500	219,000	(55,500)	-	194,709	(31,209)	139,971	23,529
Expenses								
Salaries & Benefits	1,686,656	1,734,317	(47,661)	-3%	1,796,319	(109,663)	1,825,107	(138,451)
Services & Supplies	90,792	104,271	(13,479)	-13%	83,234	7,558	84,348	6,444
Other Charges	-	-	-	0%	480	(480)	146	(146)
Fixed Assets	3,255	3,255	-	0%	4,842	(1,587)	2,520	735
Intrafund Transfers	138,749	136,249	2,500	2%	146,337	(7,588)	187,169	(48,420)
Intrafund Abatements	(3,000)	(6,000)	3,000	-50%	(325,457)	322,457	(361,270)	358,270
Total Expenses	1,916,452	1,972,092	(55,640)	-3%	1,705,755	210,697	1,738,020	178,432
Net County Cost	1,752,952	1,753,092	(140)	0%	1,511,046	241,906	1,598,049	154,903

Summary

The Surveyor projects a Net County Cost savings of approximately \$140. Revenue is projected to be approximately \$55,500 less than budget; however, the Surveyor anticipates that revenue collection will increase in the second half of the year due to increases in survey activity which generally occur in the spring.

The Department offered an early retirement incentive to one employee which was accepted. The salary savings of \$42,892 will offset the majority of the Department's anticipated revenue shortfall. The remaining offset will be achieved by reductions in services and supplies. The early retirement incentive is an on-going sustainable savings which will apply towards the Department's Tier 3 reduction plan. At Mid-year the Surveyor's department is positioned to meet its financial targets for FY 2009-10 and FY 2010-11.

There have been discussions between the Surveyor and the Assessor regarding one GIS Analyst position that fully supports the Assessor's office. Over the past few years the Assessor's mapping system has been converted from manual cadastral drafting to a GIS

based system. In order to do this, expertise from the Surveyor's GIS division was required. Now that the system has been converted and due to the nature of the work being done which is based on Assessor processes and business needs, it has been determined that the position would be more appropriately located in the Assessor's office. It is proposed that this position allocation be transferred to the Assessor's office. A transfer of approximately \$45,000 will be moved from the Surveyor's budget to the Assessor to cover the remainder of the FY 2009-10 fiscal year.

Agriculture

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Licenses, Permits & Franchises	107,483	107,483	-	0%	119,985	(12,502)	86,775	20,708
Use of Money	750	750	-	0%	2,293	(1,543)	4,213	(3,463)
State	812,590	793,890	18,700	2%	757,243	55,347	807,188	5,402
Federal	49,476	49,476	-	0%	31,237	18,239	21,956	27,520
Other Governmental	25,727	25,727	-	0%	25,075	652	24,452	1,275
Charges for Services	8,350	8,350	-	0%	11,304	(2,954)	14,357	(6,007)
Interfund Transfers	540	540	-	0%	540	-	210	330
Misc. Revenue	1,250	1,250	-	0%	1,287	(37)	1,112	138
Total Revenues	1,006,166	987,466	18,700	-	948,964	57,202	960,263	45,903
Expenses								
Salaries & Benefits	1,061,866	1,050,073	11,793	1%	1,033,114	28,752	1,194,525	(132,659)
Services & Supplies	315,271	306,271	9,000	3%	210,676	104,595	234,011	81,260
Other Charges	3,000	3,000	-	0%	24,972	(21,972)	1,842	1,158
Fixed Assets	-	-	-	0%	10,868	(10,868)	-	-
Operating Transfers	-	-	-	0%	-	-	3,389	(3,389)
Intrafund Transfers	53,751	53,751	-	0%	55,561	(1,810)	38,914	14,837
Total Expenses	1,433,888	1,413,095	20,793	1%	1,335,191	98,697	1,472,681	(38,793)
Net County Cost	427,722	425,629	2,093	0%	386,227	41,495	512,418	(84,696)

Summary

The Department of Agriculture is projecting a minor Net County Cost increase of approximately \$2,100 primarily due to a change in unemployment rates. However, the Department may have some salary savings depending on the start date of a new Agricultural Commissioner.

The largest source of non-general fund revenue for the Department is unclaimed gas tax, which is distributed through a formula contained in the California Food and Agricultural Code. The FY 2009-10 Agriculture Department budget assumes \$365,000 in unclaimed gas tax revenue from the state. In order to draw down this revenue, the Food and Agricultural Code requires a maintenance

of effort in county general fund support for the Agriculture Department at least equal to the average amount expended for the past five fiscal years. As a result of a net county cost decrease in the Agriculture Department in FY 2008-09, the Agriculture Department may see a decrease in unclaimed gas tax revenue in the current fiscal year. The Chief Administrative Office and the Agriculture Department will work to address this issue to the satisfaction of the California Department of Food and Agriculture in the current year, and will take appropriate steps in the FY 2010-11 Budget to reflect more precise General Fund costs attributable to the services of the Agriculture Department.

Department of Transportation – General Fund

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Final Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Revenue from use of Money and Property	55,638	55,638	-	0%	N/A *	N/A	N/A	N/A
Charges for Services	437,411	622,285	(184,874)	-42%				
Charges for Services: Interfund	182,708	182,708	-	0%				
Miscellaneous Revenues	5,050	1,050	4,000	79%				
Other Financing Sources	164,076	314,076	(150,000)	-91%				
Total Revenues	844,883	1,175,757	(330,874)	-39%				
Expenses								
Salaries & Benefits	2,123,846	2,235,294	(111,448)	-5%				
Services & Supplies	1,819,997	1,889,668	(69,671)	-4%				
Other Charges	2,102,348	2,523,317	(420,969)	-20%				
Fixed Assets	16,900	16,900	-	0%				
Intrafund Transfers	95,839	94,217	-	0%				
Intrafund Abatement	(394,005)	(394,005)	-	0%				
Total Expenses	5,764,925	6,365,391	(600,466)	-10%				
Variance	4,920,042	5,189,634	(269,592)	-5%	↓	↓	↓	↓

* With the consolidation of DOT and certain functions of General Services, the historical data has no relevance due to the large change in dollars. There is no clean way to get the historical data as some pieces of General Services went to Environmental Management and some have been absorbed into the Road Fund

Summary

County Engineer

The County Engineer program is funded primarily through time and material billings to developers. Time and material billings generally consist of plan checking and inspecting subdivision, parcel map, and commercial grading projects. General fund revenues fund the NPDES function and General Information/Complaints related to non-road issues. The Net County Cost for this program is budgeted at \$578,000 and there is no anticipated change.

The Department is projecting that revenues and expenditures will be approximately \$321,000 less than budgeted due to a decrease in development projects due to the economic downturn. This decrease has no effect on Net County Cost.

Facility & Grounds Maintenance

This activity is projected to recognize Net County Cost savings of approximately \$119,000 primarily due to one time salary savings. Several positions have been vacant for a portion of the year and various employees have been out on medical leave.

Property Services

Property Services includes Real Property Management, SPTC, Lease Management and Cemeteries. This activity is projected to recognize a savings of approximately \$150,000 to net County cost which is primarily due to a decrease in charges from the Road Fund. The staff performing these functions are paid by the Road Fund with direct salary and overhead costs subsequently reimbursed by this General Fund activity. Overhead charges are less than anticipated due to vacancies within the Department. Based on staff charges for the first six months of the year this activity is projected to recognize savings.

Department of Transportation – Road Fund and Capital Improvement Program

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Final Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Taxes	1,000	4,545	(3,545)	-355%	5,023	(4,023)	16,053	(15,053)
Licenses, Permits & Franchises	50,000	50,000	-	0%	61,843	(11,843)	80,955	(30,955)
Use of Money	49,742	54,742	(5,000)	-10%	105,520	(55,778)	158,722	(108,980)
State Revenue	28,822,472	33,077,883	(4,255,411)	-15%	14,881,337	13,941,135	13,196,358	15,626,114
Federal Revenue	16,190,205	23,460,407	(7,270,202)	-45%	6,672,363	9,517,842	3,586,473	12,603,732
Other Governmental	50,358	5,050,199	(4,999,841)	-9929%	-	50,358	-	50,358
Charges for Service	679,451	1,082,855	(403,404)	-59%	336,110	343,341	1,103,040	(423,589)
Interfund Revenue	3,386,287	4,327,870	(941,583)	-28%	2,481,606	904,681	2,342,707	1,043,580
Misc. Revenue	246,598	9,016,198	(8,769,600)	-3556%	937,890	(691,292)	733,201	(486,603)
Operating Transfers	29,378,216	39,874,620	(10,496,404)	-36%	34,539,855	(5,161,639)	47,462,609	(18,084,393)
Total Revenues	78,854,329	115,999,319	(37,144,990)	-47%	60,021,547	18,832,782	68,680,116	10,174,213
Expenses								
Salaries & Benefits	21,773,050	22,955,448	(1,182,398)	-5%	21,567,329	205,721	21,618,780	154,270
Services & Supplies	48,493,132	75,670,129	(27,176,997)	-56%	32,114,819	16,378,313	38,930,660	9,562,472
Other Charges	5,389,805	16,174,278	(10,784,473)	-200%	2,667,232	2,722,573	4,872,752	517,053
Fixed Assets	3,914,111	2,808,383	1,105,728	28%	5,238,719	(1,324,608)	1,152,181	2,761,930
Other Financing Uses	-	-	-	0%	-	-	18,774	(18,774)
Intrafund Transfers	7,293,133	7,267,177	25,956	0%	7,755,114	(461,981)	7,383,106	(89,973)
Intrafund Abatement	(9,314,080)	(9,314,080)	-	0%	(9,843,405)	529,325	(9,423,675)	109,595
Total Expenses	77,549,151	115,561,335	(38,012,184)	-49%	59,499,808	18,049,343	64,552,578	12,996,573
Change in Fund Balance	1,305,178	437,984	867,194	66%	521,739	783,439	4,127,538	(2,822,360)

Summary

The Department of Transportation (DOT) Fund 11 includes the Road Fund, the Capital Improvement Program and Erosion Control.

Road Fund

The Road Fund projection shows revenues will be less than budget by \$0.8M and expenditures will be less than budget by \$1.2M. This net change will increase available fund balance at year end.

Major changes to revenue are as follows:

- \$0.4M increase in Highway Users Tax (gas tax) is projected. Gas tax is derived from a per gallon tax on fuel and diesel. During FY 09-10 budget preparation it was assumed that revenues would continue to drastically decline. However, revenues are only slightly down due to the decline in fuel consumption over last year, therefore we are anticipating an increase in revenues over budget. Projection is based on actual receipts and anticipated payments to date.
- \$0.3M increase is attributable to unanticipated funding from RSTP. The RSTP funding is for work on two Erosion Control Projects however the State requires that these funds be deposited into the Road Fund. Approximately \$250K will roll into fund balance to be used next fiscal year on the specific projects.
- (\$0.8M) decrease is attributable primarily to decreased staff support of County Engineer and Facilities Capital functions. Workload related to plan checking and subdivision inspection has diminished due to the current housing slump with a corresponding reduction in revenue for the related time and materials billings. As a result, the Department has reassigned some staff to the other functional areas. Two positions recently were vacated due to staff retirements which will be held vacant until the workload increases. The Facilities Engineering Division has several vacancies resulting in this decreased revenue. This reduction in revenue is therefore indirectly offset with salary savings.
- (\$0.1M) decrease is attributable to decreased staff support to Special Districts.
- (\$0.3M) decrease is attributable to a decrease in TIM fee revenues. There is a like decrease in Professional Services for Traffic Modeling services. These services will be re-budgeted in FY 2010-11.
- (\$0.3M) decrease in Road District Tax revenues. The Road District Tax fund is projected to have a decrease in property taxes of \$0.3M which directly affects the revenue realized within the Road Fund.

Changes in appropriations are as follows:

- (\$1.2M) in salary savings is anticipated due to existing vacancies.
- \$0.7M increase in expenditures related to the purchase of 20 acres of land known as the "Carriage Hills" property located in Cameron Park.
- (\$0.5M) decrease in expenditures is attributable to savings in professional services
- (\$0.2M) in savings is anticipated in other miscellaneous services and supply accounts.

The net impact of these changes in anticipated revenues and expenditures is an increase of \$0.4M in ending fund balance. The proposed budget included a \$1.2M increase in fund balance for an overall increase to the fund balance of \$1.6M.

The State is currently deferring payment of the gas tax and Traffic Congestion Relief funds (Prop 42). Full repayment of approximately \$3M in gas tax deferrals and \$2.8M in Prop 42 funds is anticipated in May 2010. Proposition 1B funding in the amount of \$4.2M is currently anticipated to be received in June 2010. The Proposition 1B funding is contingent upon the State's ability to sell bonds. This midyear projection assumes the \$10M in State funding is received.

Capital Improvement Program

The Department is in the process of preparing the 10-year Capital Improvement Program (CIP). After an initial review of project delivery schedules, a refinement of project costs, and an assessment of available funding, projected revenues for the CIP in FY 2009-10 will be less than budget by \$36.4M and expenditures will be \$36.8M less than budget. This program is funded with Federal and State Grants and Traffic Impact Mitigation Fees (TIM) on a reimbursement basis. There is no net County cost for this program.

With new housing starts down the collection of TIM Fees is down as well. The budget assumed 166 single family/multifamily permits, as of December 31, 2009, 37 of these permits have paid fees. The Department is projecting a total of 75 permits for the fiscal year. The CIP information presented to the Board at a workshop this month included the revised estimates for FY 2009-10. The Department is projecting 80 units for FY 2010-11. The available fund balances in the TIM fee accounts will be dwindling.

Revenues are projected to be \$36.4M less than budget. This is primarily comprised of decreases in State and Federal grants of approximately \$21M, lower developer fees of approximately \$6M and decreased use of TIM fees of \$10M.

The decrease in anticipated expenditures is primarily related to a shift in the timing on the start of construction and acquisition of right of way on several projects. Recent construction bids have been lower than budgeted as well. The majority of the savings are in construction contracts (\$21M) and right of way acquisitions (\$11M).

From year to year program expenditures and revenues can fluctuate depending on the number and costs of projects in construction. Construction costs have been billed against the State and Federal grants and reimbursement has been received in a timely manner.

Summary – Erosion Control

The Department is projecting revenues and expenditures approximately \$1.4M less than budget primarily due to the timing of construction. There is no net County cost for the program.

The Erosion Control program is 100% grant funded on a reimbursement basis. This fund has been operating with a negative cash balance even though deferred revenue is \$1.4M. CTC withholds retention from each reimbursement requested per the terms of the grant agreements. At this time approximately \$1M in retention is being held. We will be preparing requests to CTC to obtain the release of a portion of this retention.

Maintaining a sustainable program may be a challenge for the Erosion Control Program in the future. It is being proposed that CTC funding be granted on a competitive basis versus an allocation formula. It is hard to sustain a base line program with a fluctuating revenue stream from year to year. The other major revenue source to the program is USFS grant funding. This funding requires a 50% match to the program. If CTC funding becomes unstable, matching funds may not be available thereby jeopardizing the Federal funds.

Summary Airports

The current projections for Airports show that revenues will be approximately \$900,000 less than budget and expenditures will be approximately \$800,000 less than budget thereby using an additional \$100,000 of fund balance.

Airport staff is required to complete detailed time cards indicating specific airport and function performed. In reviewing actual costs for the first six months of the year it is being projected that more work is being performed at the Placerville Airport and less at Georgetown than originally anticipated. Therefore we are projecting a decrease in required General Fund contribution for the Georgetown Airport of \$17,038.

It was determined that the AWOS CIP project programmed for Georgetown was too expensive to maintain so a decision was made not to pursue the project this year. Additionally FAA grants were limited and funding was not secured for the other projects therefore capital projects programmed for both the Placerville and Georgetown airports will not be performed in fiscal year 2009-10. Expenditures and revenues have been projected to be approximately \$900,000 less than budget.

Salary savings of \$70,000 will be realized due to the vacant Airport Supervisor position. However these savings are offset with increased charges from the Road Fund of approximately \$150,000 due to increased Road Fund staff performing Airport functions and road maintenance staff performing emergency maintenance work at the Placerville Airport that was unanticipated.

Development Services

Current Year Financial Information

	Total <i>Based on FAMIS Budget</i>				Total <i>FY 2008-09</i>		Total <i>FY 2007-08</i>	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Licenses, Permits and Franchises	1,404,361	1,520,524	(116,163)	-8%	1,709,447	(305,086)	3,489,978	(2,085,617)
State	89,661	102,817	(13,156)	-13%	-	89,661	20,554	69,107
Charges for Service	225,058	247,148	(22,090)	-9%	329,614	(104,556)	519,539	(294,481)
Interfund Revenue	-	-	-	0%	1,775	(1,775)	17,809	(17,809)
Misc. Revenue	135,305	312,040	(176,735)	-57%	307,644	(172,339)	519,668	(384,363)
Operating Transfers	796,671	1,198,532	(401,861)	-34%	1,233,181	(436,510)	1,166,422	(369,751)
Total Revenues	2,651,056	3,381,061	(730,005)	-22%	3,581,661	(930,605)	5,733,971	(3,082,915)
Expenses								
Salaries & Benefits	4,577,634	4,637,947	(60,313)	-1%	6,002,001	(1,424,367)	8,049,320	(3,471,686)
Services & Supplies	550,683	701,629	(150,946)	-22%	594,065	(43,382)	1,044,183	(493,500)
Other Charges	667	1,000	(333)	-33%	87,059	(86,392)	42,350	(41,683)
Fixed Assets	-	-	-	0%	-	-	4,538	(4,538)
Intrafund Transfers	416,705	426,917	(10,212)	-2%	805,728	(389,023)	771,368	(354,663)
Intrafund Abatements	(36,556)	(36,556)	-	0%	(16,556)	(20,000)	(16,556)	(20,000)
Total Expenses	5,509,133	5,730,937	(221,804)	-4%	7,472,297	(1,963,164)	9,895,203	(4,386,070)
Net County Cost	2,858,077	2,349,876	508,201	22%	3,890,636	(1,032,559)	4,161,232	(1,303,155)

Summary

Development Services is projecting an increase in Net County Cost of \$508,201. The increase in Net County Cost is due to the continued decline in permit and planning revenues. The table below summarizes these shortfalls by program area:

Program	Budget	Projection	Shortfall
Construction Permits	1,494,524	1,378,361	116,163
State contract	102,817	89,661	13,156
Building Investigation	39,000	24,990	14,010
Inspection fees	91,306	83,226	8,080
Misc. TRPA	312,040	135,305	176,735
Planning T&M Activity	840,266	598,500	241,766
Code Enforcement	50,000	1,500	48,500
Commercial Grading	180,000	105,000	75,000
Building (Placerville)	86,966	77,071	9,895
Building (SLT)	7,300	600	6,700
Building (TRPA)	34,000	14,000	20,000
Total			730,005

Some of the revenue shortfalls are offset with corresponding reductions in appropriations. A portion of the shortfall in Planning T&M (\$65K), Code Enforcement (\$30K), and Commercial Grading (\$50K) has a corresponding reduction in professional services. The revenues are pass through revenues for third party plan checks and dangerous building abatements. The Department does not anticipate utilizing any additional third party services for these activities resulting in savings in professional services of approximately \$150K. The Department is also anticipating salary savings due to the departure of one Associate Planner in January (\$47K) and the reduced costs for a Sr. Planner currently contracted to the State (\$13K offset with reduced State revenues).

The proposed increase in Net County Cost does bring the Department into a Board Policy B-1 decision. The Department Head has been working closely with the Chief Administrative Office to explore the different alternatives under policy B-1. The Department will be bringing forward a separate agenda item with recommendations for addressing the \$500K shortfall in FY 2009-10 as well as recommendations for achieving a balanced budget in FY 2010-11.

Environmental Management

Current Year Financial Information (General Fund Division)

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Licenses, Permits and Franchises	1,219,710	1,141,725	77,985	7%	1,367,571	(147,861)	1,397,660	(177,950)
State Revenue	80,000	93,202	(13,202)	-14%	84,989	(4,989)	93,053	(13,053)
Charges for Service	265,645	284,938	(19,293)	-7%	306,240	(40,595)	323,964	(58,319)
Interfund Revenue	567,745	567,745	-	0%	561,414	6,331	642,560	(74,815)
Misc. Revenue	600	600	-	0%	10,153	(9,553)	3,490	(2,890)
Operating Transfers	468,893	468,893	-	0%	177,260	291,633	209,496	259,397
Total Revenues	2,602,593	2,557,103	45,490	2%	2,507,627	94,966	2,670,224	(67,631)
Expenses								
Salaries & Benefits	2,167,992	2,122,502	45,490	2%	2,244,219	(76,227)	2,238,495	(70,503)
Services & Supplies	397,730	397,730	-	0%	171,203	226,527	329,574	68,156
Other Charges	6,357	6,357	-	0%	1,120	5,237	1,864	4,493
Fixed Assets	2,500	2,500	-	0%	-	2,500	4,153	(1,653)
Intrafund Transfers	596,082	596,082	-	0%	491,566	104,516	496,923	99,159
Intrafund Abatement	(359,139)	(359,139)	-	0%	(401,524)	42,385	(399,023)	39,884
Total Expenses	2,811,522	2,766,032	45,490	2%	2,506,584	304,938	2,671,985	139,537
Net County Cost	208,929	208,929	-	0%	(1,043)	209,972	1,761	207,168

Summary

General Fund Division

The Environmental Management Department (EMD) operates programs in both General and Special Revenue Funds. General Fund operations include programs in Environmental Health, CUPA, West Slope Mosquito Abatement Park Operations and River Management, as well as department administrative costs. The Net County Cost of \$208,929 is related to Park Operations. The majority of the EMD General Fund programs are funded with permit revenue with a portion of the program being funded with Solid Waste Franchise Fees.

Revenue projections within the General Fund division of EMD are projected to exceed budget by approximately \$45,000. This is a combination of two factors. Permit fees are coming in approximately \$70,000 less than budgeted and there is a reduction in State funding of approximately \$13,000. These reductions are offset with increased franchise fees of approximately \$128,000. The increased franchise fees are primarily related to a change in business practice with Amador Disposal Service wherein they are now transporting

their waste to the WERS MRF. This change has increased the volumes processed at that facility and the corresponding franchise fee. Also, in 2009 the Tahoe Truckee Sierra Disposal Service received a 40% rate increase which has now been figured into the projection.

Expenditures are projected to exceed budget by approximately \$45,000 due to an accounting error in that one vacant position was unfunded twice. This shortfall will be covered with the additional franchise fee revenue resulting in no change to the Department's budgeted Net County Cost.

Air Quality Management District

This program is made up of air quality activities and emission reduction projects. The revenues are restricted to air quality activities. The Mid-year budget projection includes an increase in expenditures of \$325,000 due to higher than anticipated funding requirements for the school bus replacement program. These costs will be offset with a use of fund balance.

CSA #3 – Vector Control & City of SLT Snow Removal

Revenues and expenditures for CSA #3 are projected to come in as budgeted.

CSA #10 – Solid, Liquid and Hazardous Waste, Clean Tahoe, AB939 and Litter Control

Revenues and expenditures for CSA #10 are projected to come in as budgeted.

University of California Cooperative Extension (UCCE)

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Misc. Revenue	100	100	-	0%	56	44	101	(1)
Total Revenues	100	100	-	-	56	44	101	(1)
Expenses								
Salaries & Benefits	176,527	176,527	-	0%	216,882	(40,355)	221,993	(45,466)
Services & Supplies	21,619	21,619	-	0%	17,229	4,390	14,800	6,819
Other Charges	70,882	70,882	-	0%	86,438	(15,556)	74,880	(3,998)
Intrafund Transfers	17,531	17,531	-	0%	15,710	1,821	14,116	3,415
Total Expenses	286,559	286,559	-	-	336,259	(49,700)	325,789	(39,230)
Net County Cost	286,459	286,459	-	0%	336,203	(49,744)	325,688	(39,229)

Summary

UCCE does not project any change to its budgeted net county cost this year, and does not anticipate any impacts due to State actions.

Health Services

Public Health Animal Services

Current Year Financial Information – Animal Services (General Fund)

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Licenses, Permits and Franchises	245,750	248,750	(3,000)	-1%	255,098	(9,348)	221,040	24,710
Fines, Forfeiture and Penalties	17,500	17,500	-	0%	16,760	740	20,915	(3,415)
State	-	-	-		-	-	1,140	(1,140)
Federal	-	-	-		-	-	-	-
Other Governmental	399,222	401,609	(2,387)	-1%	397,327	1,895	301,930	97,292
Charges for Services	264,600	262,600	2,000	1%	266,918	(2,318)	237,111	27,489
Misc. Revenue	6,000	4,500	1,500	33%	5,812	188	7,800	(1,800)
Operating Transfers - In	184,410	202,552	(18,142)	-9%	253,947	(69,537)	247,006	(62,596)
Total Revenues	1,117,482	1,137,511	(20,029)	-2%	1,195,862	(78,380)	1,036,942	80,540
Expenses								
Salaries & Benefits	1,320,493	1,334,894	(14,401)	-1%	1,364,976	(44,483)	1,445,342	(124,849)
Services & Supplies	659,729	662,854	(3,125)	0%	555,285	104,444	738,110	(78,381)
Other Charges	277,899	280,779	(2,880)	-1%	290,001	(12,102)	311,076	(33,177)
Fixed Assets	8,000	8,000	-	0%	-	8,000	13,712	(5,712)
Operating Transfers - Out	-	-	-		-	-	340,159	(340,159)
Intrafund Transfers	79,860	80,206	(346)	0%	66,895	12,965	86,456	(6,596)
Intrafund Abatements	-	-	-		-	-	-	-
Total Expenses	2,345,981	2,366,733	(20,752)	-1%	2,277,157	68,824	2,934,855	(588,874)
Net County Cost	1,228,499	1,229,222	(723)	0%	1,081,295	147,204	1,897,913	(669,414)

Summary

The Department projects no significant variance from the budgeted Net County Cost for the Animal Services program. Revenues are projected at \$20,029 below budget primarily due to declining sales tax realignment (anticipated to be approximately 10% below budgeted levels). This reduction is shown in the Operating Transfers revenue line item since the realignment funds are collected in a separate realignment fund and then transferred to the Animal Services operating budget. The projected revenue shortfall is offset by a similar amount of expenditure savings associated with the vacant Chief Animal Services Officer position and reduced contracted veterinary service costs resulting from the use of an extra help veterinarian.

Public Health Fund 11

Current Year Financial Information – Public Health Fund 11

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Licenses, Permits and Franchises	130,000	130,000	-	0%	105,311	24,689	107,439	22,561
Fines, Forfeiture and Penalties	470,600	517,732	(47,132)	-9%	523,544	(52,944)	447,698	22,902
Use of Money	(29,147)	(80,000)	50,853	-64%	29,379	(58,526)	73,979	(103,126)
State	1,894,667	2,511,370	(616,703)	-25%	3,092,285	(1,197,618)	3,282,476	(1,387,809)
Federal	3,541,273	3,823,580	(282,307)	-7%	3,785,824	(244,551)	3,613,043	(71,770)
Other Governmental	79,908	122,437	(42,529)	-35%	40,305	39,603	63,524	16,384
Charges for Services	683,806	683,037	769	0%	779,829	(96,023)	768,589	(84,783)
Misc. Revenue	875,381	989,631	(114,250)	-12%	536,026	339,355	648,158	227,223
Operating Transfers - In	10,315,893	9,522,602	793,291	8%	10,384,102	(68,209)	12,190,684	(1,874,791)
Residual Equity Transfers	542,090	542,090	-	0%	1,538,091	(996,001)	1,471,871	(929,781)
Total Revenues	18,504,471	18,762,479	(258,008)	-1%	20,814,696	(2,310,225)	22,667,461	(4,162,990)
Expenses								
Salaries & Benefits	6,457,637	6,815,967	(358,330)	-5%	7,685,755	(1,228,118)	8,967,803	(2,510,166)
Services & Supplies	6,016,887	7,400,264	(1,383,377)	-19%	6,333,345	(316,458)	6,305,500	(288,613)
Other Charges	5,428,814	5,316,786	112,028	2%	5,489,098	(60,284)	5,424,778	4,036
Fixed Assets	16,400	67,600	(51,200)	-76%	14,091	2,309	138,824	(122,424)
Operating Transfers - Out	-	-	-	-	21	(21)	-	-
Residual Equity Transfers	513,883	513,883	-	0%	1,300,000	(786,117)	-	513,883
Intrafund Transfers	2,023,205	2,644,260	(621,055)	-23%	1,683,650	339,555	2,096,451	(73,246)
Intrafund Abatements	(1,254,030)	(1,875,087)	621,057	-33%	(1,666,919)	412,889	(2,063,194)	809,164
Appropriation for Contingency	-	2,963,757	(2,963,757)	-100%	-	-	-	-
Total Expenses	19,202,796	23,847,430	(4,644,634)	-19%	20,839,041	(1,636,245)	20,870,162	(1,667,366)
Change in Fund Balance	(698,325)	(5,084,951)	4,386,626	-86%	(24,345)	(673,980)	1,797,299	(2,495,624)

Summary

Public Health Fund 11 includes a number of Public Health Service programs as well as the Emergency Medical Services (EMS) program. Public Health programs are funded primarily by grants, realignment revenues and other State and Federal revenues. EMS is funded by a contribution from the General Fund.

Projected revenues for these programs are \$18,504,471 and projected expenditures are \$19,202,796 resulting in the use of \$698,325 in Fund 11 fund balance. This is primarily related to the planned use of Tobacco settlement fund balance to be transferred to the department's Mental Health Division in order to fund costs related to the AB3632 program that are not funded by Medi-Cal revenue (see additional discussion of this under the Mental Health Division summary).

Total Fund 11 revenues are projected to be approximately \$258,008 below budget. This is primarily due to the loss of federal revenue for Community Based Nursing programs and decreased grant revenues earned from the ACCEL (Access El Dorado) program related to lower than anticipated activity levels in the current year. The Department plans to re-budget unspent ACCEL grant funds in FY 2010-11. Sales tax realignment and vehicle license fee (VLF) realignment revenues are projected at 10% and 15% below FY 2008-09 receipts (respectively). Current year realignment projections are slightly below budget (\$116K); however, this decrease is offset because the planned transfer of \$266K in realignment funds from Public Health to Mental Health is not anticipated to be necessary at this time. Also, the Department projections reflect a shift in how sales tax realignment and VLF realignment revenues are recorded. This shift is based on a change by the State in how the County Medical Services Program (CMSP) payments are made. In prior years, the County's County Medical Services Program (CMSP) payment was made solely from County sales tax realignment revenues. In FY 2010-11 the County CMSP payment is made from both sales tax and VLF realignment revenues. The net result is a shift from State revenues to Operating Transfers In, not a reduction, in overall realignment revenues.

Overall expenditures are projected to be approximately \$4,644,634 below budget primarily due to no planned use of contingency funds (\$2.9M), savings in services and supplies related to professional and lab service contracts and the deferral of a number of purchases and special project expenses (\$1.3M) and salary savings from position vacancies, voluntary furloughs and strategic delays in staff hires (\$358K). With the exception of the salary savings, these funds will be re-budgeted in FY 2010-11.

Note: Projected revenues and expenditures for Fund 11 programs include assumptions that cost allocations, prior year adjustments and other transactions submitted to the Auditor-Controller for review and posting will be accomplished before fiscal year end. The Department will continue to monitor these transactions as the year progresses to determine if the mid-year budget projections will be affected or need to be revised.

Public Health Fund 12

Current Year Financial Information – Public Health Fund 12

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Taxes	4,252,855	4,269,409	(16,554)	0%	4,555,077	(302,222)	5,020,210	(767,355)
Fines, Forfeiture and Penalties	17,421	15,000	2,421	16%	18,301	(880)	14,856	2,565
Use of Money	32,999	127,464	(94,465)	-74%	124,952	(91,953)	300,502	(267,503)
State	29,000	29,000	-	0%	28,976	24	29,246	(246)
Federal	-	-	-		-	-	-	-
Other Governmental	517,120	517,120	-	0%	-	517,120	-	517,120
Charges for Services	8,347,298	7,997,764	349,534	4%	8,493,185	(145,887)	7,122,458	1,224,840
Misc. Revenue	496,525	496,525	-	0%	966,614	(470,089)	-	496,525
Operating Transfers - In	-	-	-		-	-	30,911	(30,911)
Residual Equity Transfers	-	-	-		-	-	-	-
Total Revenues	13,693,218	13,452,282	240,936	2%	14,187,105	(493,887)	12,518,183	1,175,035
Expenses								
Salaries & Benefits	58,503	62,214	(3,711)	-6%	57,729	774	71,145	(12,642)
Services & Supplies	14,056,665	16,708,162	(2,651,497)	-16%	13,038,497	1,018,168	11,608,889	2,447,776
Other Charges	73,943	66,306	7,637	12%	37,902	36,041	110,517	(36,574)
Fixed Assets	-	-	-		-	-	2,593	(2,593)
Residual Equity Transfers	-	-	-		-	-	-	-
Intrafund Transfers	605,675	577,759	27,916	5%	543,166	62,509	574,901	30,774
Intrafund Abatements	(605,675)	(577,759)	(27,916)	5%	(543,166)	(62,509)	(574,901)	(30,774)
Appropriation for Contingency	-	4,117,358	(4,117,358)	-100%	-	-	-	-
Total Expenses	14,189,111	20,954,040	(6,764,929)	-32%	13,134,128	1,054,983	11,793,144	2,395,967
Change in Fund Balance	(495,893)	(7,501,758)	7,005,865	-93%	1,052,977	(1,548,870)	725,039	(1,220,932)

Summary

Public Health Fund 12 includes budgets for pre-hospital medical services provided within County Service Area (CSA) 7, for the West Slope area, and CSA 3, for the South Lake Tahoe and Tahoe West Shore areas. This fund also includes Ambulance Billing (i.e., patient billing and collection for ambulance services operating in the County). Revenues in this fund consist primarily of taxes, State funding, ambulance fees, and contract payments from the Miwok Tribe.

Projected revenues for Fund 12 are \$13,693,218 and projected expenditures are \$14,189,111 resulting in the use of \$495,893 in Fund 12 fund balance. This use of fund balance was included in the FY 2009-10 adopted budget and is being used to fund current year operations. Property tax and special assessment revenues that are flat or declining require that the CSAs either reduce expenditures to remain within available revenues or use fund balance to offset costs. The Department has developed a multi-year forecasting tool used in collaboration with the West Slope JPA and Cal-Tahoe to establish and maintain annual balanced budgets that do not rely on CSA fund balance for ongoing operations. The forecasting tool allows the JPAs to incorporate assumptions about revenues and expenditures that clearly show the amount of fund balance being used and when that available fund balance would be depleted.

Revenues are projected to exceed budget by approximately \$240,936. This is a combination of two primary factors. Ambulance billing revenues are projected to be \$349,534 greater than budgeted as a result of increased service use and billing efficiencies; however, interest revenue is \$94,465 lower than budgeted due to continuing low interest rates.

Expenditures are projected to be approximately \$6,764,929 below budget primarily due to no planned use of contingency funds (\$4.1M), and no anticipated use of appropriations for special projects (\$2.6M). These funds will be re-budgeted in FY 2010-11.

Mental Health

Current Year Financial Information – Mental Health

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Use of Money	12,708	61,092	(48,384)	-79%	(8,044)	20,752	(64,414)	77,122
State	11,274,659	11,615,655	(340,996)	-3%	11,250,532	24,127	10,419,047	855,612
Federal	311,136	328,761	(17,625)	-5%	221,985	89,151	360,221	(49,085)
Charges for Services	588,830	641,819	(52,989)	-8%	707,123	(118,293)	730,213	(141,383)
Misc. Revenue	70,976	71,300	(324)	0%	69,144	1,832	167,515	(96,539)
Operating Transfers - In	2,844,271	3,363,850	(519,579)	-15%	5,691,702	(2,847,431)	5,088,438	(2,244,167)
Total Revenues	15,102,580	16,082,477	(979,897)	-6%	17,932,442	(2,829,862)	16,701,020	(1,598,440)
Expenses								
Salaries & Benefits	8,326,325	9,269,458	(943,133)	-10%	10,179,031	(1,852,706)	10,257,474	(1,931,149)
Services & Supplies	4,369,831	6,452,093	(2,082,262)	-32%	4,601,074	(231,243)	5,135,088	(765,257)
Other Charges	1,833,733	2,042,440	(208,707)	-10%	1,827,416	6,317	1,923,373	(89,640)
Fixed Assets	7,000	7,000	-	0%	36,531	(29,531)	89,190	(82,190)
Operating Transfers - Out	132,126	132,126	-	0%	-	132,126	215,939	(83,813)
Intrafund Transfers	11,652,357	11,652,357	-	0%	12,566,020	(913,663)	326,136	11,326,221
Intrafund Abatements	(12,569,580)	(12,596,481)	26,901	0%	(12,595,427)	25,847	(439,384)	(12,130,196)
Appropriation for Contingency	-	899,523	(899,523)	-100%	-	-	-	-
Total Expenses	13,751,792	17,858,516	(4,106,724)	-23%	16,614,645	(2,862,853)	17,507,816	(3,756,024)
Change In Fund Balance	(1,350,788)	1,776,039	(3,126,827)	-176%	(1,317,797)	(32,991)	806,796	(2,157,584)

Summary

The financial information presented above for the Mental Health Division is the combined total of traditional programs housed in the division's sub fund 001, and Mental Health Services Act (MHSA) programs housed in sub fund 003. Total revenues for the division are projected at \$15,102,580 and total expenditures are projected at \$13,751,792 resulting in a net increase of \$1,350,788 in the department's combined Fund 11 fund balance.

Mental Health Traditional Programs (Sub Fund 001)

Projected revenues for Mental Health Traditional Programs are \$8,772,792 and projected expenditures are \$8,904,918 resulting in the use of \$132,126 in fund balance. This is a planned use of fund balance included in FY 2009-10 to re-pay the General Fund for the amount of contribution in excess of the final amount needed when the fiscal year was closed. This sub fund budget is projected to be in balance at year-end.

The following summarizes significant changes between budgeted and projected revenues, net of related changes in expenditures:

Medi-Cal revenue	+\$661K
Medi-Cal Administration revenue	-\$127K
Utilization Review revenue	+\$33K
Revenue from Other Counties for PHF services	-\$75K
Realignment revenue	-\$516K

Medi-Cal revenues are projected to be higher than budgeted due to the Department's use of the State Maximum Allowable rate for services, a higher percentage of Medi-Cal eligible clients than was anticipated in the budget, and the realization of approximately \$296K in revenues from a prior fiscal period. Medi-Cal Administration revenues are projected below budget due to the possibility that the Federal ARRA Medi-Cal increase from 50% to 61.59% may not apply to administrative activities. Medi-Cal billings for services provided by Mental Health staff are as current as possible. Billings for July, August and September were delayed until the first of November due to billing system revisions that were necessary to restructure the funding hierarchy tables. As a result, the first current year Medi-Cal payments were not received until January 2010. The State currently owes El Dorado County \$1.6 M in Federal Medi-Cal and an estimated \$220K in State Medi-Cal match (EPSDT). State payments are anticipated to be made two months after receipt once the new State Short-Doyle II system is installed (February 2010).

The mid-year projection includes the planned transfer of approximately \$700,000 in Tobacco Settlement fund balance from Public Health to Mental Health in order to fund the mandated but unfunded AB3632 program that provides mental health services for children. This program continues to be a significant challenge for the Department. Clinical staff have reviewed each Individual Education Plan (IEP) for children being served through the mandated AB 3632 program in an effort to verify that services were properly aligned with the IEP and not being provided in excess of those required by the plan. Even with these measures, it appears that this program will cost approximately \$700K net of Medi-Cal revenue. This amount may ultimately be funded by the State through the SB90 claiming process but the payments are not anticipated for several years.

The planned transfer of \$266K in realignment funds from Public Health is not anticipated to be necessary based on the projections at this time.

Going forward, the Department will continue its efforts to maximize revenue and reduce costs including:

- Implementation of the Health Cost Account System (HCAS) in the Mental Health Division in order to improve the ability to capture costs by program and develop rates that optimize revenue recovery.
- Implement a Mental Health Medi-Cal Administrative Activities (MH MAA) program to recoup a portion of costs related to Medi-Cal outreach intended to assist individuals obtaining Medi-Cal eligibility. The Department's plan is currently being reviewed by the State for acceptance.
- Analyze the services currently being provided in the Psychiatric Health Facility (PHF) in order to determine if there are ways to operate in a more cost effective manner.
- Serve clients under MHSA programs by providing service strategies that are consistent with MHSA goals.

MHSA Programs (Sub Fund 003)

Projected revenues for MHSA Programs are \$6,329,788 and projected expenditures are \$4,846,874 resulting in an increase of \$1,482,914 to fund balance at year end. Of this amount, \$899,523 that was appropriated to contingency will be unspent and used in FY 2010-11 to increase the state required MHSA "prudent reserve" from the current level of \$1,257,403 to \$2,156,926. The remaining \$583,391 in fund balance will be re-budgeted for use in FY 2010-11.

MHSA Sub Fund 003	Beginning	FY 2009-10 Change	Ending
Fund Balance	\$1,643,913	\$583,391	\$2,227,304
Reserves	\$1,257,403	\$899,523	\$2,156,926
Total MHSA Fund Balance & Reserves	\$2,901,316	\$1,482,914	\$4,384,230

Projected revenues, net of related changes in expenditures, are \$112K below budget and consist of reduced Medi-Cal and Medi-Cal Administration revenues of \$64K and reduced interest earnings of \$48K. Projected expenditure savings include \$670K in contracted services, \$154K in housing services, \$65K in ancillary services and \$105K in various services and supply line items for a total projected savings of \$994K. These savings are primarily due to programmatic changes and delayed start-up of MHSA programs such as the Prevention and Early Intervention (PEI) program.

Note: Projected revenues and expenditures for in the Mental Health Division Fund 11 programs include assumptions that cost allocations, prior year adjustments and other transactions submitted to the Auditor-Controller for review and posting will be accomplished before fiscal year end. The Department will continue to monitor these transactions as the year progresses to determine if the mid-year budget projections will be affected or need to be revised.

Veterans Affairs

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
State	28,500	28,500	-	0%	29,483	(983)	14,142	14,358
Federal	4,000	4,000	-	0%	7,420	(3,420)	2,160	1,840
Operating Transfer In	16,360	16,360			9,030	7,330	4,429	11,931
Total Revenues	48,860	48,860	-	-	45,933	2,927	20,731	28,129
Expenses								
Salaries & Benefits	270,661	302,866	(32,205)	-11%	339,294	(68,633)	356,674	(86,013)
Services & Supplies	59,441	59,441	-	0%	59,647	(206)	63,425	(3,984)
Other Charges	100	100	-	0%		100		100
Fixed Assets	2,168	3,167	(999)	-32%		2,168		2,168
Intrafund Transfers	21,167	21,167	-	0%	24,497	(3,330)	18,754	2,413
Total Expenses	353,537	386,741	(33,204)	-	423,438	(69,901)	438,853	(85,316)
Net County Cost	304,677	337,881	(33,204)	-10%	377,505	(72,828)	418,122	(113,445)

Summary

The Department of Veterans Affairs currently projects a net county cost savings of \$33,204. This is primarily due to salary savings from the vacant Senior Veterans Service Representative, and the bifurcation of the Veterans Service Officer and Department Head roles. Caseloads have increased as a result of the vacant Senior Veterans Service Representative position. Recorder-Clerk Bill Schultz continues to serve as the Department Head, and is working with the Chief Administrative Office in evaluating the needs of the Department.

Human Services – Social Services

Current Year Financial Information – General Fund Programs

	Total <i>Based on FAMS Budget</i>				Total <i>FY 2008-09</i>		Total <i>FY 2007-08</i>	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
State	13,703,526	10,576,640	3,126,886	30%	14,179,399	(475,873)	12,379,856	1,323,670
Federal	18,432,690	21,102,038	(2,669,348)	-13%	17,363,156	1,069,534	16,918,699	1,513,991
Other Governmental	-	-	-		509,388	(509,388)	17,292	(17,292)
Charges for Services	547,217	547,217	-	0%	374,299	172,918	391,353	155,864
Misc. Revenue	435,900	435,900	-	0%	638,574	(202,674)	492,378	(56,478)
Operating Transfers - In	4,175,194	4,175,194	-	0%	4,451,172	(275,978)	4,832,487	(657,293)
Total Revenues	37,294,527	36,836,989	457,538	1%	37,515,988	(221,461)	35,032,065	2,262,462
Expenses								
Salaries & Benefits	15,992,496	15,658,742	333,754	2%	16,009,218	(16,722)	15,284,513	707,983
Services & Supplies	3,067,032	2,991,542	75,490	3%	3,324,262	(257,230)	3,300,269	(233,237)
Other Charges	17,721,450	17,906,793	(185,343)	-1%	17,854,234	(132,784)	16,389,050	1,332,400
Fixed Assets	364,621	250,000	114,621	46%	60,688	303,933	78,007	286,614
Operating Transfers - Out	25,000	25,000	-	0%	22,873	2,127	15,000	10,000
Intrafund Transfers	1,058,511	939,495	119,016	13%	-	1,058,511	679,676	378,835
Intrafund Abatements	-	-	-		818,869	(818,869)	(25,724)	25,724
Total Expenses	38,229,110	37,771,572	457,538	1%	38,090,144	138,966	35,720,791	2,508,319
Net County Cost	934,583	934,583	-	0%	574,156	360,427	688,726	245,857

Summary

The Net County Cost for the Department's General Fund programs is budgeted at \$934,583 and there is no significant change projected at this time; however, the Department plans to submit a budget transfer reflecting the projected increase in overall revenues and appropriations of approximately \$457,538 including the following:

○ Adjustments to actual Federal and State allocations for Social Services	\$323,056
○ CalWORKs Aid Payment to Families	258,680
○ Foster Care	(629,925)
○ Aid to Adoptions	135,674
○ County-Only Foster Care	87,881
○ IHSS In-Home Provider wages and health benefits (County share)	(37,653)
○ Increase in Medi-Cal Privacy and Compliance allocation	<u>319,825</u>
	\$457,538

Projected revenues and expenditures for the Department's General Fund programs are based on a number of factors including assumptions that cost allocation and other transactions submitted to the Auditor-Controller for review and posting will be accomplished before fiscal year end. The Department will continue to monitor these transactions as the year progresses to determine if the mid-year budget projections will be affected or need to be revised.

Community Services Fund 11

Current Year Financial Information – Community Services Fund 11

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Use of Money	58,980	58,980	-	0%	35,521	23,459	379,146	(320,166)
State	1,775,529	1,762,801	12,728	1%	638,189	1,137,340	792,389	983,140
Federal	7,602,103	8,234,290	(632,187)	-8%	4,072,898	3,529,205	4,286,156	3,315,947
Charges for Services	1,307,416	1,307,416	-	0%	1,452,472	(145,056)	1,500,895	(193,479)
Misc. Revenue	320,000	320,000	-	0%	207,796	112,204	251,036	68,964
Operating Transfers - In	1,918,603	1,906,658	11,945	1%	1,721,486	197,117	3,764,703	(1,846,100)
Residual Equity Transfers - In	-	-	-		25,000	(25,000)		
Use of Fund Balance	1,657,734	1,657,734	-		-	1,657,734		
Total Revenues	14,640,365	15,247,879	(607,514)	-4%	8,153,362	6,487,003	10,974,325	2,008,306
Expenses								
Salaries & Benefits	5,945,929	5,681,556	264,373	5%	5,482,120	463,809	5,486,646	459,283
Services & Supplies	7,667,780	8,862,549	(1,194,769)	-13%	2,483,908	5,183,872	2,754,444	4,913,336
Other Charges	780,472	460,890	319,582	69%	339,057	441,415	2,426,254	(1,645,782)
Fixed Assets	6,500	3,200	3,300	103%	21,323	(14,823)	85,592	(79,092)
Residual Equity Transfers - Out	-	-	-		25,000	(25,000)	-	-
Intrafund Transfers	582,164	582,164	-	0%	480,194	101,970	572,035	10,129
Intrafund Abatements	(407,215)	(407,215)	-	0%	(467,309)	60,094	(494,979)	87,764
Appropriation for Contingency	64,735	64,735	-	0%	-	64,735	-	64,735
Prior Period Adjustment	-	-	-		-	-	(149,173)	149,173
Total Expenses	14,640,365	15,247,879	(607,514)	-4%	8,364,293	6,276,072	10,680,819	3,959,546
Change in Fund Balance	-	-	-		(210,931)	210,931	293,506	(1,951,240)

Summary

Revenues and appropriations for Community Services programs are both projected to be \$607,514 less than budgeted resulting in no net change to fund balance at year end. The Department plans to submit a budget transfer request adjusting the Community Services budget for the following:

- Decrease related to close out of DOE ARRA Weatherization Assistance Grant program (\$1,406,482)

- Increase to reflect the actual Federal Stimulus funding for the Workforce Investment Act (WIA) program 417,426
- Establish budget for the new EDBG Business Façade Improvement Loan program 300,000
- Adjust Aging Programs to reflect current projected revenue streams 69,597
- Transfer portion of General Fund Contribution from IHSS Public Authority (Fund 12) to Community Services Administration to help offset impact of revised administrative cost allocations 11,945
(\$607,514)

Projected revenues and expenditures for Community Services programs are based on a number of factors including assumptions that cost allocation and other transactions submitted to the Auditor-Controller for review and posting will be accomplished before fiscal year end. The Department will continue to monitor these transactions as the year progresses to determine if the mid-year budget projections will be affected or need to be revised.

IHSS PA & PHA Fund 12

Current Year Financial Information – IHSS PA & PHA Fund 12

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Use of Money	20,000	20,000	-	0%	13,636	6,364	33,212	(13,212)
State	292,626	488,291	(195,665)	-40%	237,168	55,458	236,162	56,464
Federal	4,023,280	3,892,196	131,084	3%	3,374,724	648,556	3,464,421	558,859
Other Governmental	124,403	124,403	-	0%	76,829	47,574	25,026	99,377
Charges for Services	100,744	156,975	(56,231)	-36%	71,121	29,623	62,636	38,108
Misc. Revenue	1,000	1,000	-	0%	-	1,000	-	1,000
Operating Transfers - In	56,923	68,868	(11,945)	-17%	55,435	1,488	76,645	(19,722)
Use of Fund Balance	704,995	704,995	-	0%	-	704,995	-	704,995
Total Revenues	5,323,971	5,456,728	(132,757)	-2%	3,828,913	1,495,058	3,898,102	1,425,869
Expenses								
Salaries & Benefits	-	-	-		-	-	-	-
Services & Supplies	378,905	486,176	(107,271)	-22%	239,569	139,336	164,779	214,126
Other Charges	4,258,870	4,284,356	(25,486)	-1%	3,612,385	646,485	3,429,657	829,213
Appropriation for Contingency	686,196	686,196	-	0%	-	686,196	11,352	674,844
Total Expenses	5,323,971	5,456,728	(132,757)	-2%	3,851,954	1,472,017	3,605,788	1,718,183
Change in Fund Balance	-	-	-		(23,041)	23,041	292,314	(1,159,324)

Summary

Revenues and appropriations for the In Home Supportive Services (IHSS) and Public Housing Authority (PHA) programs are both projected to be \$132,757 less than budgeted resulting in no net change to fund balance at year end. The Department plans to submit a budget transfer request adjusting these program budgets for the following:

o Decrease Federal/State revenues to the IHSS program	(\$95,326)
o IHSS In-Home Provider wages and health benefits (County share)	(321,320)
o Increase Federal revenues for Public Housing Authority to reflect projected actuals	295,834
o Transfer portion of General Fund Contribution from IHSS Public Authority (Fund 12) to Community Services Administration (see above)	<u>(11,945)</u>
	(\$132,757)

Projected revenues and expenditures for IHSS Public Authority and Public Housing Authority programs are based on a number of factors including assumptions that cost allocation and other transactions submitted to the Auditor-Controller for review and posting will be accomplished before fiscal year end. The Department will continue to monitor these transactions as the year progresses to determine if the mid-year budget projections will be affected or need to be revised.

Library

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Fines, Forfeitures and Penalties	125	-	125		448	(323)	-	125
Use of Money	2,950	2,700	250	9%	2,955	(5)	3,880	(930)
State	271,139	272,039	(900)	0%	215,520	55,619	184,563	86,576
Federal	-	-	-		15,607	(15,607)	6,508	(6,508)
Charges for Service	162,300	167,100	(4,800)	-3%	175,494	(13,194)	164,579	(2,279)
Misc. Revenue	77,962	67,962	10,000	15%	92,988	(15,026)	88,423	(10,461)
Operating Transfers	1,238,315	1,261,500	(23,185)	-2%	1,167,664	70,651	1,073,708	164,607
Total Revenues	1,752,791	1,771,301	(18,510)	-1%	1,670,676	82,115	1,521,661	231,130
Expenses								
Salaries & Benefits	2,279,958	2,368,168	(88,210)	-4%	2,461,016	(181,058)	2,354,644	(74,686)
Services & Supplies	773,848	790,193	(16,345)	-2%	728,766	45,082	689,477	84,371
Other Charges	1,200	1,200	-	0%	615	585	4,696	(3,496)
Fixed Assets	42,901	42,901	-	0%	8,508	34,393	13,514	29,387
Intrafund Transfers	102,307	102,322	(15)	0%	106,335	(4,028)	87,265	15,042
Total Expenses	3,200,214	3,304,784	(104,570)	-3%	3,305,240	(105,026)	3,149,596	50,618
Net County Cost	1,447,423	1,533,483	(86,060)	-6%	1,634,564	(187,141)	1,627,935	(180,512)

Summary

The Library projects a Net County Cost savings of approximately \$86,060 primarily due to salary savings related to the retirement of the Department's Sr. IT Department Coordinator. This position has been held vacant and the Library is proposing to delete this higher level IT position in FY 2010-11 and fill it at a lower level in order to meet Tier 3 budget reductions.

Child Support & Revenue Recovery

Current Year Financial Information

	Total Based on FAMIS Budget				Total FY 2008-09		Total FY 2007-08	
	Projection	Total Budget	Dollar Variance	% Variance	FY 08-09 Actual	\$ Variance w/ 09-10	FY 07-08 Actual	\$ Variance w/ 09-10
Revenues								
Use of Money	-	-	-		21,554	(21,554)	71,687	(71,687)
State	12,411	12,229	182	1%	91,655	(79,244)	111,645	(99,234)
Charges for Services	479,548	532,123	(52,575)	-10%	415,659	63,889	-	479,548
Charges for Services: Interfund	16,432	-	16,432		-	16,432	-	16,432
Misc. Revenue	12,756	5,000	7,756	155%	13,108	(352)	-	12,756
Operating Transfers	4,721,192	4,942,159	(220,967)	-4%	4,496,126	225,066	4,606,199	114,993
Total Revenues	5,242,339	5,491,511	(249,172)	-5%	5,038,102	204,237	4,789,531	452,808
Expenses								
Salaries & Benefits	4,314,540	4,573,298	(258,758)	-6%	4,164,070	150,470	3,784,512	530,028
Services & Supplies	701,160	707,954	(6,794)	-1%	650,560	50,600	464,325	236,835
Other Charges	-	-	-		-	-	363	(363)
Fixed Assets	-	-	-		30,925	(30,925)	1,969	(1,969)
Intrafund Transfers	233,494	241,729	(8,235)	-3%	301,842	(68,348)	532,303	(298,809)
Intrafund Abatements	(17,576)	(56,438)	38,862	-69%	(14,252)	(3,324)	-	(17,576)
Total Expenses	5,231,618	5,466,543	(234,925)	-4%	5,133,145	98,473	4,783,472	448,146
Net County Cost	(10,721)	(24,968)	14,247	-57%	95,043	(105,764)	(6,059)	(4,662)

Summary

The Child Support Division of the Department is fully funded by State and Federal revenues and has no projected Net County Cost. The Department will realize salary savings due to unanticipated vacancies during the year; however this savings will be offset by reduced State and Federal revenues / reimbursement.

The Revenue Recovery Division projects a small variance from its budgeted Net County Cost. This Division budget included revenues of \$24,968 in excess of their expenditures. Based on collections and expenditure activity through December, this Division is projected to exceed its budgeted Net County Cost by \$14,247. The budget will be closely monitored as the year progresses and, if necessary, a contingency transfer request will be brought to the Board after the close of the third quarter.