

EL DORADO COUNTY CALIFORNIA
Chief Administrative Office

February 12, 2016

Memo To: The Honorable Board of Supervisors
From: Laura Schwartz, Chief Budget Officer
Subject: FY 2015-16 Mid-year Budget Report

The Mid-year Budget Report provides the Board of Supervisors with the status of the County budget and 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.

FY 2015-16 Updated General Fund Forecast

The following table recaps the status of the General Fund budget as amended through December 31, 2015:

| | FY 2015-16 Amended Budget | Projected June 30, 2016 | Projected as a % of Budget |
|-------------------------------------|------------------------------|----------------------------|-------------------------------|
| Estimated Current Year Revenues | \$266,544,784 | \$263,277,500 | 99% |
| Estimated Current Year Expenditures | \$266,544,784 | \$249,110,491 | 93% |

At mid-year, actual revenues of \$73,464,189 were recorded as received in the General Fund as well as \$30,809,282 in prior year fund balance for a total of \$104,273,471, or 40% of projected revenues. The year-end General Fund revenue projection is estimated to fall short of budget by \$3,267,234 or less than 1%.

Non-departmental revenues (Department 15), or the discretionary General Fund revenues received to fund Net County Cost, are projected to be \$2.3 million above budget and departmental revenues are projected to be \$5.6M below budget. The projected changes in non-departmental revenue are primarily attributed to the following:

- \$1.2M increase in property taxes
- \$732K increase in assessment and tax collection fees
- \$300K increase in casino funds

The decreases in departmental revenues are primarily attributed to decreased State and Federal funding in Human Services and offset with reduced costs. Attachment A provides a summary of projected General Fund revenues and expenditures by department.

Total General Fund appropriations budgeted as of December 31, 2015 were \$266,544,784. Total actual expenditures at mid-year were equal to \$98,535,860 or 40% of projected appropriations in the General Fund. The year-end expenditure projection is estimated to equal 93% of budget.

The net result of decreased revenues and lower appropriations is a year-end fund balance projection of \$14,167,059. This fund balance is comprised of the following components:

- \$6.1M in unspent contingency (this will be rolled forward to FY 2016-17)
- \$2.3M in additional non-department revenues
- \$500K in non-departmental unspent appropriations
- \$5.2M in departmental unspent appropriations

FY 2015-16 Road Fund Forecast

The following table reflects the status of the Roads- Transportation budget as amended through December 31, 2015:

| Road Fund | FY 2015-16 Amended Budget | Projected June 30, 2016 | Projected as a % of Budget |
|-------------------------------------|--------------------------------------|------------------------------------|---------------------------------------|
| Estimated Current Year Revenues | \$82,043,831 | \$75,759,938 | 92% |
| Estimated Current Year Expenditures | \$82,043,831 | \$75,759,938 | 92% |

The major decreases in revenues and expenditures within the Road Fund are primarily related to capital projects. The projections include a use of fund balance of \$8.7M resulting in an approximate year end fund balance of \$5.9M.

FY 2015-16 HHSA

The following table reflects the status of the Health and Human Services – **Community Services** budget as amended through December 31, 2015:

| Community Services | FY 2015-16 Amended Budget | Projected June 30, 2016 | Projected as a % of Budget |
|-------------------------------------|--------------------------------------|------------------------------------|---------------------------------------|
| Estimated Current Year Revenues | \$8,394,130 | \$7,853,955 | 94% |
| Estimated Current Year Expenditures | \$8,394,130 | \$7,853,955 | 94% |

The change in revenues and appropriations are primarily related to decreases in federal program revenue offset with associated reduced appropriations.

The following table reflects the status of the Health and Human Services – **Public Health** budget as amended through December 31, 2015:

| Public Health | FY 2015-16 Amended Budget | Projected June 30, 2016 | Projected as a % of Budget |
|-------------------------------------|------------------------------|----------------------------|-------------------------------|
| Estimated Current Year Revenues | \$24,189,356 | \$14,345,442 | 59% |
| Estimated Current Year Expenditures | \$24,189,356 | \$13,870,585 | 57% |

The major decrease in revenues is related to a reduced use of fund balance. The Department budgets 100% of their available fund balance which was \$10.1M in FY 2015-16. The Department is projecting a use of fund balance of \$1M but will be adding fund balance to other programs in the amount of \$475K resulting in a year end fund balance projection of \$9.6M. The decrease in appropriations is primarily related to no planned use of department contingency (\$7.5M) and unspent appropriations in services and supplies (\$1.4M) related to reduced use of professional service contracts and special project expenses and salary savings (\$895K) from position vacancies.

The following table reflects the status of the Health and Human Services – **Mental Health** budget as amended through December 31, 2015:

| Mental Health | FY 2015-16 Amended Budget | Projected June 30, 2016 | Projected as a % of Budget |
|-------------------------------------|------------------------------|----------------------------|-------------------------------|
| Estimated Current Year Revenues | \$37,323,974 | \$25,972,386 | 70% |
| Estimated Current Year Expenditures | \$37,323,974 | \$25,194,562 | 68% |

Mental Health has two distinct programs with different funding sources. The traditional Mental Health revenues are projected at \$10.3M with appropriations of \$9.6M, resulting in an increase to fund balance of \$777K resulting in a year end fund balance projection of \$2.2M.

MHSA revenues are projected at \$8.6M with appropriations of \$11.6M resulting in a use of fund balance of \$3M for a total year end projected fund balance of \$9.4M.

Alcohol and Drug Program revenues are projected at \$3.7M and appropriations at \$4M resulting in a use of fund balance of approximately \$300K.

Additional detail is provided in Attachment B: Summaries of Department Mid-year Summaries. County staff are available to answer any additional questions.

Attachment A: Summary of General Fund Department projections as of December 31, 2015

Attachment B: Department Mid-year Summaries

Attachment A - General Fund Mid-Year Projection as of 12/31/15

| Department | REVENUES | | | | APPROPRIATIONS | | | | NET | | |
|--------------------------------------|----------------------|--------------------|-------------------------|---------------------|----------------------|--------------------|-------------------------|---------------------|--------------------------|---------------------------|-------------------------------|
| | 15-16 Budget (FAMIS) | Projection | Proj Diff from Budgeted | Proj as % of Budget | 15-16 Budget (FAMIS) | Projection | Proj Diff from Budgeted | Proj as % of Budget | BUDGETED Net County Cost | Projected Net County Cost | Variance from Net County Cost |
| Board of Supervisors | 2,835 | 2,835 | 0 | 100.0% | 1,594,573 | 1,544,571 | -50,002 | 96.9% | 1,591,738 | 1,541,736 | 50,002 |
| Chief Administrative Office | 1,607,272 | 1,599,526 | -7,746 | 99.5% | 9,246,518 | 8,690,943 | -555,575 | 94.0% | 7,639,246 | 7,091,417 | 547,829 |
| Auditor-Controller | 515,535 | 494,793 | -20,742 | 96.0% | 3,330,832 | 3,196,117 | -134,715 | 96.0% | 2,815,297 | 2,701,324 | 113,973 |
| Treasurer-Tax Collector | 2,006,844 | 1,948,544 | -58,300 | 97.1% | 2,933,130 | 2,933,130 | 0 | 100.0% | 926,286 | 984,586 | -58,300 |
| Assessor | 509,400 | 584,837 | 75,437 | 114.8% | 3,673,119 | 3,618,556 | -54,563 | 98.5% | 3,163,719 | 3,033,719 | 130,000 |
| County Counsel | 458,025 | 333,025 | -125,000 | 72.7% | 3,066,787 | 2,916,787 | -150,000 | 95.1% | 2,608,762 | 2,583,762 | 25,000 |
| Human Resources | 0 | 529 | 529 | 0.0% | 1,847,298 | 1,685,555 | -161,743 | 91.2% | 1,847,298 | 1,685,026 | 162,272 |
| Information Technologies | 66,600 | 86,745 | 20,145 | 130.2% | 7,968,596 | 7,775,671 | -192,925 | 97.6% | 7,901,996 | 7,688,926 | 213,070 |
| Economic Dev / Parks & Trails | 1,299,221 | 1,299,221 | 0 | 0.0% | 3,068,723 | 3,068,723 | 0 | 100.0% | 1,769,502 | 1,769,502 | 0 |
| Surveyor | 90,981 | 90,981 | 0 | 100.0% | 1,619,119 | 1,619,119 | 0 | 100.0% | 1,528,138 | 1,528,138 | 0 |
| Non-Departmental G.F. (incl conting) | 114,527,425 | 116,827,931 | 2,300,506 | 102.0% | 35,995,018 | 29,361,565 | -6,633,453 | 81.6% | -78,532,407 | -87,466,366 | 8,933,959 |
| Designations, Reserve & FB | 30,809,282 | 30,809,282 | 0 | 100.0% | 1,192,492 | 1,192,492 | 0 | 100.0% | -29,616,790 | -29,616,790 | 0 |
| Grand Jury | 0 | 0 | 0 | 0.0% | 75,299 | 75,299 | 0 | 100.0% | 75,299 | 75,299 | 0 |
| Superior Court MOE | 1,140,418 | 1,140,418 | 0 | 100.0% | 2,331,068 | 2,331,068 | 0 | 100.0% | 1,190,650 | 1,190,650 | 0 |
| District Attorney | 2,927,831 | 2,856,791 | -71,040 | 97.6% | 8,819,214 | 8,748,174 | -71,040 | 99.2% | 5,891,383 | 5,891,383 | 0 |
| Public Defender | 352,774 | 352,774 | 0 | 100.0% | 3,790,441 | 3,790,441 | 0 | 100.0% | 3,437,667 | 3,437,667 | 0 |
| Sheriff | 17,481,450 | 17,481,450 | 0 | 100.0% | 61,961,813 | 61,576,813 | -385,000 | 99.4% | 44,480,363 | 44,095,363 | 385,000 |
| Probation | 6,043,155 | 5,633,210 | -409,945 | 93.2% | 17,194,181 | 16,611,513 | -582,668 | 96.6% | 11,151,026 | 10,978,303 | 172,723 |
| Ag Commissioner | 860,039 | 860,039 | 0 | 100.0% | 1,318,968 | 1,318,968 | 0 | 100.0% | 458,929 | 458,929 | 0 |
| Recorder-Clerk/Registrar of Voters | 2,091,015 | 2,153,639 | 62,624 | 103.0% | 3,062,368 | 3,041,582 | -20,786 | 99.3% | 971,353 | 887,943 | 83,410 |
| Transportation | 1,757,129 | 1,931,196 | 174,067 | 109.9% | 2,308,607 | 2,481,794 | 173,187 | 107.5% | 551,478 | 550,598 | 880 |
| Development Services | 12,833,879 | 12,351,332 | -482,547 | 96.2% | 16,257,207 | 14,596,899 | -1,660,308 | 89.8% | 3,423,328 | 2,245,567 | 1,177,761 |
| Public Health (Animal Services) | 1,264,590 | 1,288,590 | 24,000 | 101.9% | 2,734,886 | 2,714,886 | -20,000 | 99.3% | 1,470,296 | 1,426,296 | 44,000 |
| Environmental Management | 3,170,738 | 3,081,826 | -88,912 | 97.2% | 3,170,738 | 3,081,826 | -88,912 | 97.2% | 0 | 0 | 0 |
| HHSA Agency Admin | 4,360,808 | 4,137,204 | -223,604 | 94.9% | 3,923,004 | 3,364,421 | -558,583 | 85.8% | -437,804 | -772,783 | 334,979 |
| Veterans Services | 30,330 | 44,608 | 14,278 | 147.1% | 477,630 | 459,970 | -17,660 | 96.3% | 447,300 | 415,362 | 31,938 |
| Human Services | 52,217,959 | 47,883,140 | -4,334,819 | 91.7% | 53,884,600 | 47,731,218 | -6,153,382 | 88.6% | 1,666,641 | -151,922 | 1,818,563 |
| Library | 2,149,445 | 2,033,280 | -116,165 | 94.6% | 3,723,751 | 3,607,586 | -116,165 | 96.9% | 1,574,306 | 1,574,306 | 0 |
| Child Support Services | 5,969,804 | 5,969,804 | 0 | 100.0% | 5,974,804 | 5,974,804 | 0 | 100.0% | 5,000 | 5,000 | 0 |
| GENERAL FUND TOTAL | 266,544,784 | 263,277,550 | -3,267,234 | 98.8% | 266,544,784 | 249,110,491 | -17,434,293 | 93.5% | 0 | -14,167,059 | 14,167,059 |
| Departmental | 121,208,077 | 115,640,337 | (5,567,740) | (0) | 229,357,274 | 218,556,434 | (10,800,840) | 0 | 108,149,197 | 102,916,097 | 5,233,100 |
| Non-Departmental | 145,336,707 | 147,637,213 | 2,300,506 | 1 | 37,187,510 | 30,554,057 | (6,633,453) | 1 | (108,149,197) | (117,083,156) | 8,933,959 |

Attachment B: Summaries of Department Mid-Year Projections

General Government

Board of Supervisors – Net County Cost savings of \$50,002

The Board of Supervisors projects a Net County Cost savings of \$50,002 which is primarily related to salary savings associated with the District III Supervisor who does not take a salary, less the amount of the payout for an employee that retired in August 2015.

Chief Administrative Office – Net County Cost savings of \$547,829

The Chief Administrative Office projects a Net County Cost savings of \$547,829 primarily related to salary savings related to vacancies.

Auditor-Controller – Net County Cost savings of \$113,973

The Auditor-Controller is projecting decreased appropriations of \$134,648 and decreased revenues of \$20,742 resulting in a Net County Cost savings of \$113,973. Savings are related to a vacant position as well as a reduced need for temporary help as there has not been a need to backfill permanent staff assigned to the ERP due to the delay of the ERP implementation.

Treasurer-Tax Collector – Net County Cost Increase of \$58,300

The department is projecting revenue shortfalls in both business license fees (-\$27,000) and vacation home rental permits (-\$31,300). The FY 2015-16 Adopted Budget included revenues associated with proposed increases in both programs. The proposed business license fee increase (from \$32 to \$42) is anticipated to be presented to the Board of Supervisors in March. The vacation home rental program and proposed fee increase require further review and collaboration between the Chief Administrative Office, Treasurer/Tax Collector and Community Development Agency before any fee changes are presented to the Board for consideration.

The Chief Administrative Office anticipates the department will be able to offset the projected revenue shortfall with a combination of salary savings from vacant positions and potential increases in Transient Occupancy Tax revenues (the Treasurer/Tax Collector receives 10% of the total TOT funds received by the County). The CAO and the department will closely monitor actual revenues and expenses into the 3rd quarter and inform the Board of any changes from this projection.

Assessor – Net County Cost Savings of \$130,000

The Assessor is projecting an increase in revenues of approximately \$75,000 and a decrease in expenditures of \$55,000 for a total Net County Cost savings of approximately \$130,000. Revenue increases are primarily from Proposition 90 application fees. Reduced expenditures are related to salary savings from vacant positions (\$26K) and a number of services and supply and other operational line items (\$28K).

County Counsel – Net County Cost savings of \$25,000

County Counsel is projecting Net County Cost savings of \$25,000 which is primarily the result of salary savings from the Chief Assistant County Counsel position (\$150,000) with a related reduction in revenues from charges for services (\$125,000).

Human Resources – Net County Cost savings of \$162,272

The Human Resources department is projecting Net County Cost savings of \$162,272 which is the result of salary savings from vacant positions.

Risk Management is projecting no material changes from budget.

Information Technologies – Net County Cost savings of \$213,070

Information Technologies is projecting a Net County Cost savings of \$213,070 which is primarily the result of salary savings from several position vacancies in the department.

Economic Development/Parks/HCED – No change

Law & Justice

Grand Jury – No change to Net County Cost

Superior Court MOE – No change to Net County Cost

District Attorney – No change to Net County Cost

Public Defender – No change to Net County Cost

Sheriff – Net County Cost savings of \$385,000

The Sheriff's Office is projecting savings in appropriations of \$385,000. No change to revenue is projected.

Appropriation adjustments include savings in services and supplies and fixed assets of approximately \$56,000 combined due in part to actual costs of equipment coming in lower than projected. The FY 2015-16 Recommended Budget included a "built-in" savings of \$2.9 million in salaries and benefits, based on an estimated vacancy rate of 5.6%. Actual savings are projected to be approximately \$329,000 greater than budgeted.

Probation – Net County Cost savings of \$173,273

The Probation department is projecting reduced revenues of \$409,945 and reduced appropriations of \$582,668 resulting in a reduction in Net County Cost of \$173,273.

The shortfall in revenue is primarily the result of not realizing revenue from various state and federal grants, and reductions in transfers in from special revenue funds. Most reductions are offset by corresponding reductions in expenditures.

The Department anticipates savings in salaries and benefits of \$146,684. This number is based on the assumption that the Department will fill four of its five funded vacancies before the fiscal year end.

The Department is also projecting expenditure savings in services and supplies of approximately \$491,984, primarily comprised of grant program expenditures that won't be realized before the end of the fiscal year.

An increase of \$60,000 is projected in operating transfers out to fund improvements to the South Lake Tahoe facility to enhance officer safety.

Land Use and Development Services

Surveyor – No Changes

Agriculture – No Changes

Transportation – Net County Cost savings of \$880. General Fund Contribution savings of \$7K.

Fund Type 10 – County Engineer / Property Services (Cemetery Operations)

The department is projecting increased revenues of \$174K and increased appropriations of \$173K resulting in a decrease in Net County Cost of \$880.

The increase in appropriations is primarily related to more work than anticipated performed by Road Fund and Long Range Planning staff for County Engineer activities. This increase is offset by a projected increase in charges for services related to an increase in development in the County.

Cemetery Operations revisions are minor and largely due to a small increase in revenue from increased burial activity, and a reduction in appropriations in various cemetery maintenance, professional services, CDA Administration, and personnel costs. The resulting net impact is a projected reduction of \$880 in Net County Cost for Cemetery Operations.

Fund Type 11 – Road Fund, Capital Improvement Program, Erosion Control

The department is projecting a decrease in revenues and expenditures of \$6,283,893, with a projected reduction in use of fund balance of \$406K. The breakdown for use of Fund Balance is detailed below.

| Program | Total Change | Reason |
|--|---------------------|---|
| Capital Improvement Program – Road Fund | \$542,071 | Reduced RSTP Revenue |
| Road Fund Operations and Maintenance | (\$908,552) | Increased Revenue/Project Reimbursement |
| Road Fund - Fund Balance Total Change | (\$366,481) | |
| Erosion Control Program | (\$28,500) | Decreased Professional Service Contract Costs |
| Road District Tax | \$0 | N/A |
| Special Aviation | \$0 | N/A |
| Placerville Union Cemetery | (\$11,197) | Decreased Maintenance Costs |
| Fund Balance Total Change | (\$406,178) | |

Approximately \$5.8M of the decrease is related to the Capital Program due to delayed or advanced timing on start of construction and acquisition of right of way on several projects. CDA will be bringing forward a mid-year update to the CIP program that reflects these changes. The remainder of the decrease is related to \$400K in reduced operating transfers from Tribe funding due to the delay in the west slope slurry seal project. Several other minor changes make up the remainder of the decrease.

Reduced appropriations are primarily due to less use of construction and engineering contracts of approximately \$6.0M as a result of delayed Capital Projects. Savings in salaries and benefits of \$190K related to the Capital Program and \$135K related to Road Fund activities due to vacancy savings. Additionally, decreased appropriations of \$656K are seen from the South Lake Tahoe Capital Program (Erosion Control) due to a decrease in professional services and construction contracts. Increased appropriations are seen for right-on-way purchases associated with the Silva Valley Interchange project (\$1.1M).

Fund Type 12 - Special Districts – No Changes

Fund Type 31 – Airports

Total revenues and expenditures for Airports are projected to increase by \$34,649 with the use of fund balance reduced by \$11,417, and General Fund contribution reduced by \$7K. This increase is primarily related to the capital program due to project timing, with a slight reduction in revenue from jet fuel sales.

Fund Type 32 - Fleet Operations

Revenues and expenditures for the Fleet program are projected to decrease by \$276,437 with the use of fund balance decreasing by \$651K.

Development Services – Fund Type 10 – Net County Cost savings of \$1,177,761

The department is projecting a decrease in revenues of \$482,547 and a decrease in expenditures of \$1,660,308 resulting in a decrease to Net County Cost of \$1,177,761.

Revenues from permit fees are anticipated to come in \$710K higher than budgeted due to increased construction activity. There is a decrease in revenue (\$251K) due to the MC&FP Phase II work being pushed out to fiscal year 2016-17. Use of Public Utility Franchise Fees is projected to be reduced by \$178K as NPDES costs are anticipated to be lower than budgeted. These savings will be shifted to and realized in the Road Fund. Additional reductions of \$275K in interfund revenue is due to a recalculation of CDA Administration allocation charges to other divisions in CDA, a decrease in Long Range Planning revenue from work on Erosion Control and CIP tasks, and the correction of a budgeting error.

Operating transfers in are decreasing (\$716K) due to the delayed LMIS replacement project purchase, partially offset (\$184K) with increased time and materials billings for services.

The majority of the decrease in expenditures is related to a decrease in professional services and supplies (\$1.44M). A significant portion is related to savings from the purchase of a Land Management Information System (LMIS) replacement being delayed until fiscal year 2016-17 (\$900K). Additional reductions are primarily related to reduced need for consultant services tied to reduced billings to date being projected for the full fiscal year (\$550K).

The department is projecting salary savings of \$503K due to vacancies, primarily in CDA Administration and Finance Division (\$310K), Long Range Planning (\$95K), Development Services (\$51K), and Code Enforcement (\$47K).

Environmental Management – No change to Net County Cost

Fund Type 10 – No change to Net County Cost

Revenues and expenditures are projected to decrease \$89K resulting in no change to Net County Cost. This projected decrease in expenditures is primarily due to fixed asset reduction for a purchase that will be carried forward to fiscal year 2016-17 (\$55K) and reduced CDA Administration charges (\$34K). Revenues are projected to decrease in

operating transfers (\$115K) partially offset by an increase in construction permit revenue (\$24K).

Fund Type 12 – Special Revenue

Revenues and expenditures are projected to decrease by \$2,021,830. The department anticipates use of fund balance to be reduced by \$2,391,176. Increased revenues are primarily related to clean-up of Meyer's Landfill costs (\$268K). Expenditure savings (\$450K) are primarily related to services and supplies and professional services. Additional decreases are due to salary savings (\$416K) from vacancies and decreased use of temporary employees. Remaining major expenditure reductions are seen from moving the LMIS replacement out to fiscal year 2016-17 (\$900K), updated reduced CDA Administration charges (\$92K), and intrafund abatements decreasing (\$139K) due to reduced Solid Waste employee support for various CSA #10 programs.

Air Quality Management District – No change to Net County Cost

Health and Human Services

Health and Human Services Agency (HHS A)

HHS A Administration – Fund Type 10 – Net County Cost savings of \$334,979

The HHS A Administrative Division is projected to have total expenditures of \$8M and revenues of \$8.8M with a projected return to the General Fund of approximately \$773K.

HHS A Administration Division provides efficiencies in administrative and fiscal support to all the programs in the agency. The Agency's administrative and fiscal expenditures are allocated equitably to all HHS A programs through an approved Indirect Cost Rate Plan (ICR) based on actual program salaries. The functional design of the ICRP is to correct for over and under collections in future years. Net County Cost savings this year will be "trued" up in future years with a corresponding increase in Net County Cost.

Public Health – Net County Cost savings of \$44,000. General Fund contribution savings of \$153,000.

General Fund – Fund Type 10 (Animal Services) – Net County Cost Savings of \$44,000

The department is projecting an increase in revenues of \$24,000 and decreased appropriations of \$20,000 resulting in Net County Cost savings of \$44,000. A majority of the saving comes from salaries.

Public Health Programs – Fund Type 11 - General Fund contribution savings of \$153,000

Public Health Fund Type 11 programs have total projected revenue of \$13.4M, including \$950K in use of fund balance, and appropriations of \$13.9M. This results in a net increase to fund balance of approximately \$475K for Public Health Fund Type 11 programs. The following table shows the use of fund balance by program:

| Public Health (FT 11) Fund Balance | | | | |
|---|---|------------------------------|--|---|
| Index Code | Program Name | Budgeted Fund Balance | Anticipated Use of Fund Balance | Anticipated Increase in Fund Balance |
| 401111 | PH Admin | 6,821,921 | - | 277,139 |
| 401112 | PH General | - | - | - |
| 401115 | Medi-Cal Admin Activ (MAA SRF) - PH Accreditation | 1,004,272 | 316,558 | - |
| 401123 | Vital Statistics | - | - | 3,647 |
| 401126 | Indigent Burial | 190 | 190 | - |
| 401130 | Public Health Emergency Preparedness | 418 | - | 20,385 |
| 401133 | Hospital Preparedness Program | 30,549 | - | - |
| 401137 | City Readiness Initiative | 6,040 | - | 7,254 |
| 402121 | CCS Admin | 1,086 | 1,086 | - |
| 402122 | CCS Diagnostic | 7,731 | 7,731 | - |
| 402223 | AIDS Block Grant | - | - | 3,054 |
| 403310 | Emergency Medical Services | 1,068,453 | 569,425 | - |
| 403330 | Emergency Medical Services Fund SRF | 349,714 | 52,611 | - |
| 403740 | Tobacco Settlement | 848,376 | - | 163,384 |
| 405100 | Domestic Violence | 14,306 | - | - |
| 405640 | Car Seat Restraint | 1,918 | 1,918 | - |
| 405650 | Bicycle Helmets | 2 | 2 | - |
| 407300 | Tobacco Use Prevention Program | 1,306 | 1,306 | - |
| Total | | 10,156,282 | 950,827 | 474,863 |

Fund 11 includes a number of Public Health Division (PHD), service programs, as well as the Emergency Medical Services (EMS) program. PHD programs are funded primarily by grants, realignment revenues and other State and Federal revenues. The Jail Medical program, Juvenile Hall Medical program, nursing programs, and EMS program all receive contributions from the General Fund. These programs are projected to have a savings of approximately \$153K primarily related to salary savings in the nursing programs.

Special Districts – Fund Type 12 (CSA 3 and CSA 7)

CSA 7 and Ambulance Billing are projected to have revenues of \$11.1M and appropriations of \$12.4M resulting in a use of fund balance of \$1.3M, which is approximately \$443K lower than

anticipated. Within CSA 3, revenues are projected at approximately \$2.6M and appropriations are projected to be approximately \$2.5M.

Mental Health – No change to Net County Cost

Mental Health Traditional Programs

The Traditional Mental Health revenues are projected at approximately \$10.3M with appropriations of approximately \$9.6M, resulting in an increase in fund balance of \$778K. This does not include a savings of \$233K of General Fund to be transferred from the County Medical Services Program to be used for mental health crisis management (this is discussed more in depth in the next paragraph). The Chief Administrative Office will be working closely with the department to monitor Traditional Mental Health programs.

Projected contract expenditure savings for crisis service could add an additional \$233K of General Fund savings to fund balance. HHSA is requesting this funding be continued to the FY 2016-17 budget to ensure service is available once the contract is executed. HHSA received the \$233K as savings from the State's County Medical Services Program. The State requested that the savings be used on a health related program within the County. HHSA made the recommendation that the funds be used on a contract for mental health crisis management.

The traditional Mental Health programs are seeing some of the following issues:

1. **Contract Appropriations:** Mental Health has experienced a decrease in bed days for adult residential client placements to contracted facilities as a result of efforts to open an adult residential facility and expanding the Intensive Case Management/Transitional House program. However, the cost per bed day for out of county placements has seen a slight increase. Despite the cost increase, Mental Health is still expected to remain under budgeted contract appropriations. This could change if long-term placements increase.
2. **State Hospital Beds:** The Mental Health Division is currently receiving a reduced 1991 Realignment allocation monthly, due to the usage of two State hospital beds averaging approximately \$40K a month. This decrease in realignment revenue is estimated at \$285,000.
3. **Reduction in Out of County Psychiatric Hospital Beds** – The County's Psychiatric Hospital has seen less out of county bed use than anticipated. This revenue decrease is estimated at approximately \$400,000. Corresponding expenditures have been reduced as well.

Mental Health Services Act (MHSA) Programs

MHSA Proposition 63 programs have projected revenues of \$8.6M and projected appropriations of \$11.6M. MHD is working to complete the FY 2016-17 MHSA Plan update, which will be finalized prior to the start of the fiscal year. MHSA programs at this time are conservatively estimating to receive approximately \$1.1M less in state funds. The programs have reduced their corresponding expenditures due to the estimated reduction in revenues.

Alcohol and Drug (ADP) Programs

ADP has revenues projected at \$3.7M and appropriations projected at \$4.0M with projected fund balance savings of \$297K.

Human Services – Net County Cost savings of \$1,818,563. General Fund contribution savings of \$280,000.

Social Services Division (Fund Type 10) – Net County Cost savings \$1,773,563

The Social Services Division (SSD) projects decreased revenues of \$4.3M and decreased expenses of \$6.1M resulting in a decrease to Net County Cost of \$1.8M. Revenue is projected to exceed actual expenditures due to claiming the County A-87 costs on the quarterly County Expense Claim. The County A-87 costs are currently not posted to the SSD general ledger. SSD expenditures for mandated General Assistance and County Foster Care programs, which are funded with County General Fund, are expected to be within the budgeted Net County Cost.

1991 Social Services Realignment has traditionally been insufficient to fund the County's share of reported expenditures. To prepare for a future economic downturn, HHSA has requested that the projected amount of revenue that exceeds expenditures of State and Federal funded programs, \$1.5M, remain in the 1991 Social Services Realignment Special Revenue Fund, so that the Net County Cost will reflect the cost of the actual unfunded General Assistance and County Only funded program expenditures. The department reports that if this request is not approved, during an economic downturn that results in less revenue, HHSA could be required to reduce staffing at a time when workload is increasing. The Chief Administrative Office is not recommending approval of this request as these funds should go back to the General Fund to offset the A-87 expenses.

Human Services is estimating an approximate \$2.6M decrease in state and federal revenues at this time as well less draw down of realignment funds of \$1.7M. The corresponding program expenditures have been reduced.

Community Services Division (CSD) - (Fund Type 10) - Net County Cost savings of \$45,000

The Public Guardian program is projected to realize approximately \$45K in savings. This is largely due to staff vacancies.

Community Services Division (CSD) - (Fund Type 11) – General Fund contribution savings of \$280,000

Community Services Fund 11 programs are projected to have a net of \$280K in General Fund savings. Most of the savings is in the Area on Aging programs due to staff vacancies. The programs in Community Services Division include Low Income Heating and Energy Programs (LIHEAP) and the Area Agency on Aging programs, such as the Senior Center, Senior Nutrition, Senior Legal, and Senior Day Care.

Community Services Division (Fund 12)

The Public Housing Authority and In Home Supportive Services-Public Authority are operating within their budgeted appropriations and have no significant changes to report.

Veterans Affairs – – Net County Cost savings of \$31,938

The Veterans Affairs department is projecting an increase in revenues of approximately \$14,300 and a decrease to appropriations of approximately \$17,700 resulting in a reduction in Net County Cost of approximately \$32,000.

The Net County Cost savings are due to the County receiving a onetime increase in state revenue and salary savings.

Library – No change to Net County Cost

The department does not anticipate any material changes from its budget.

Child Support Services – No change to Net County Cost

The department does not anticipate any material changes from its budget.