



Fiscal Year 2015-2016 Second Quarter Financial Status Report

2/9/2016
Issued by the
County Executive Office and
Auditor-Controller

2nd Quarter Financial Status Report

- General Fund (Attachment A) +\$4.1M
- Special Revenue & Other Funds (Attachment B) +\$194k
- 66 of 68 Departments and Funds are positive or at budget

General Fund (Attachment A) +\$4.1M

- General Revenues +\$3.6M
- Sheriff's Department +\$679k
- General Services **-\$1.25M**

General Revenue +\$3.6M (Sources +\$3.8M)

Discretionary General Revenue Summary (in thousands):				
Source	Adopted FY 2015-16	Adjusted FY 2015-16	Projected FY 2015-16	Variance Proj. vs. Adjusted
Significant Property Taxes	\$ 188,138	\$ 188,138	\$ 190,216	\$ 2,078
RDA Dissolution Proceeds - One time	-	-	724	724
RDA Prop. Tax - Ongoing	5,419	5,419	5,419	-
Subtotal Property Taxes	\$ 193,557	\$ 193,557	\$ 196,359	\$ 2,802
Cost Allocation Services	11,877	11,877	11,877	(0)
Local Sales Tax	8,837	8,837	8,744	(93)
Transient Occupancy Tax	8,008	8,008	8,980	972
Payments in Lieu of Tax	-	-	141	141
All Other	8,266	8,288	8,238	(51)
Total Discretionary Revenues	\$ 230,545	\$ 230,568	\$ 234,339	\$ 3,771

General Services (Variance **-\$1.25M**)

- Service and Supplies **-\$1.8M**, due to Maintenance:
 - \$800k replace two generators (jail, Sheriff Admin)
 - \$250k for Betteravia roofs (Buildings A, B and C)
 - \$250k replace transformer in Admin Building
- Salary Savings **+\$471k**

2nd Quarter Financial Status Report

Special Revenue & Other Funds (Attachment B) +\$194k

- Special Revenue reportable variances;
 - Vehicle Maintenance (Fund 1900) +\$597k
 - Mental Health (Fund 0044) **-\$3.9M**
 - Contracted Inpatient Beds **-\$2.1M (reported in Q1)**
 - Medi-Cal and Medicare Revenue **-\$2.2M**

ADMHS – Contracted Inpatient Beds

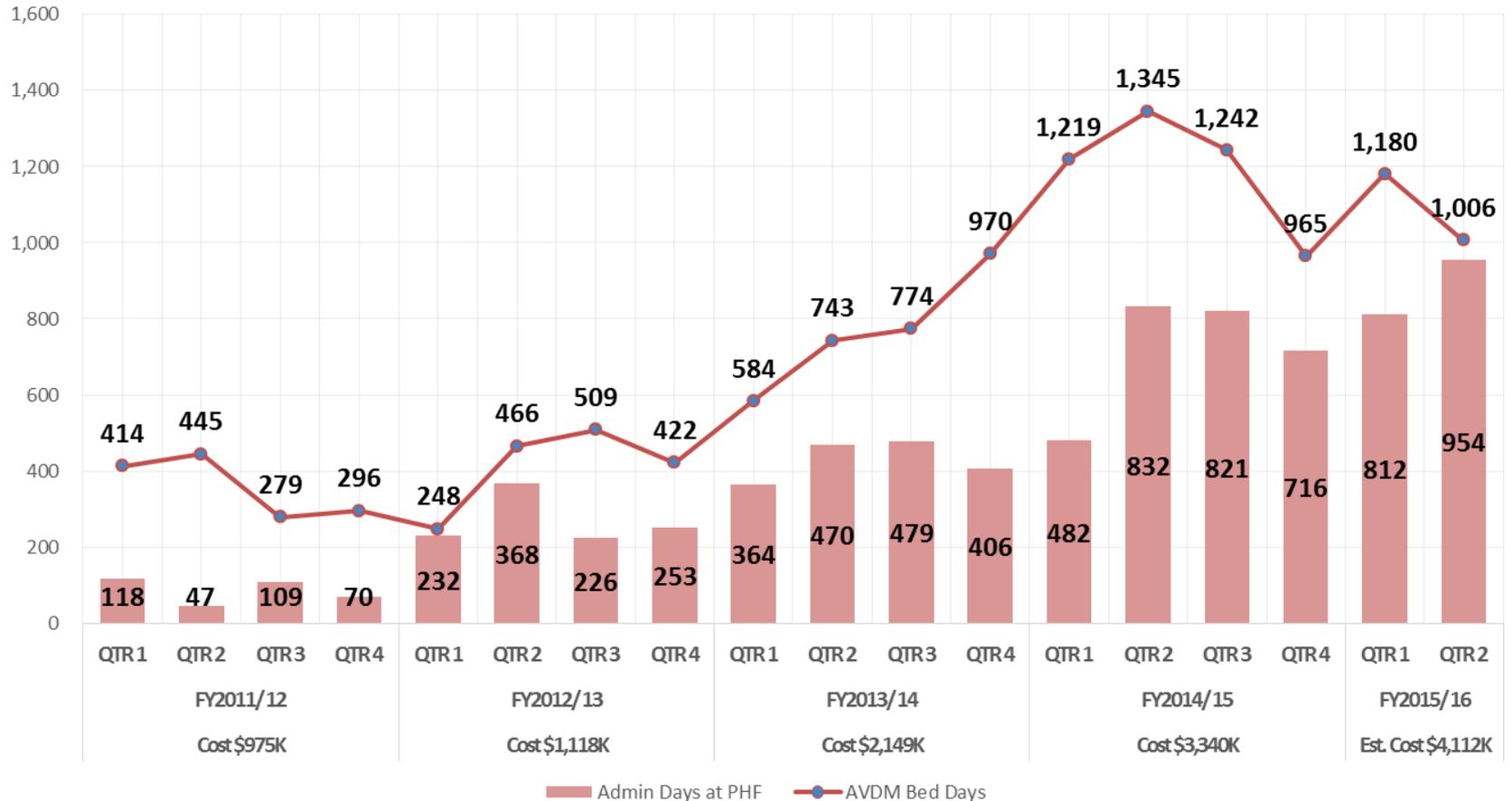
- Significant increase in contracted beds & costs occurred in FY 2014-15 (see graph on slide #9)
- FY 2015-16 Budget includes:
 - Board approved \$2.0M one-time funds to help with contracted bed cost
 - Board approved \$1.0M ongoing GF's to add 12 Safe and Stable residential beds
 - Department adding Crisis Residential Beds and CSU
 - Beds were budgeted to open at start of FY, but delays
- Budget Revision forthcoming to extend Aurora Vista contract

ADMHS Plan for Additional Beds

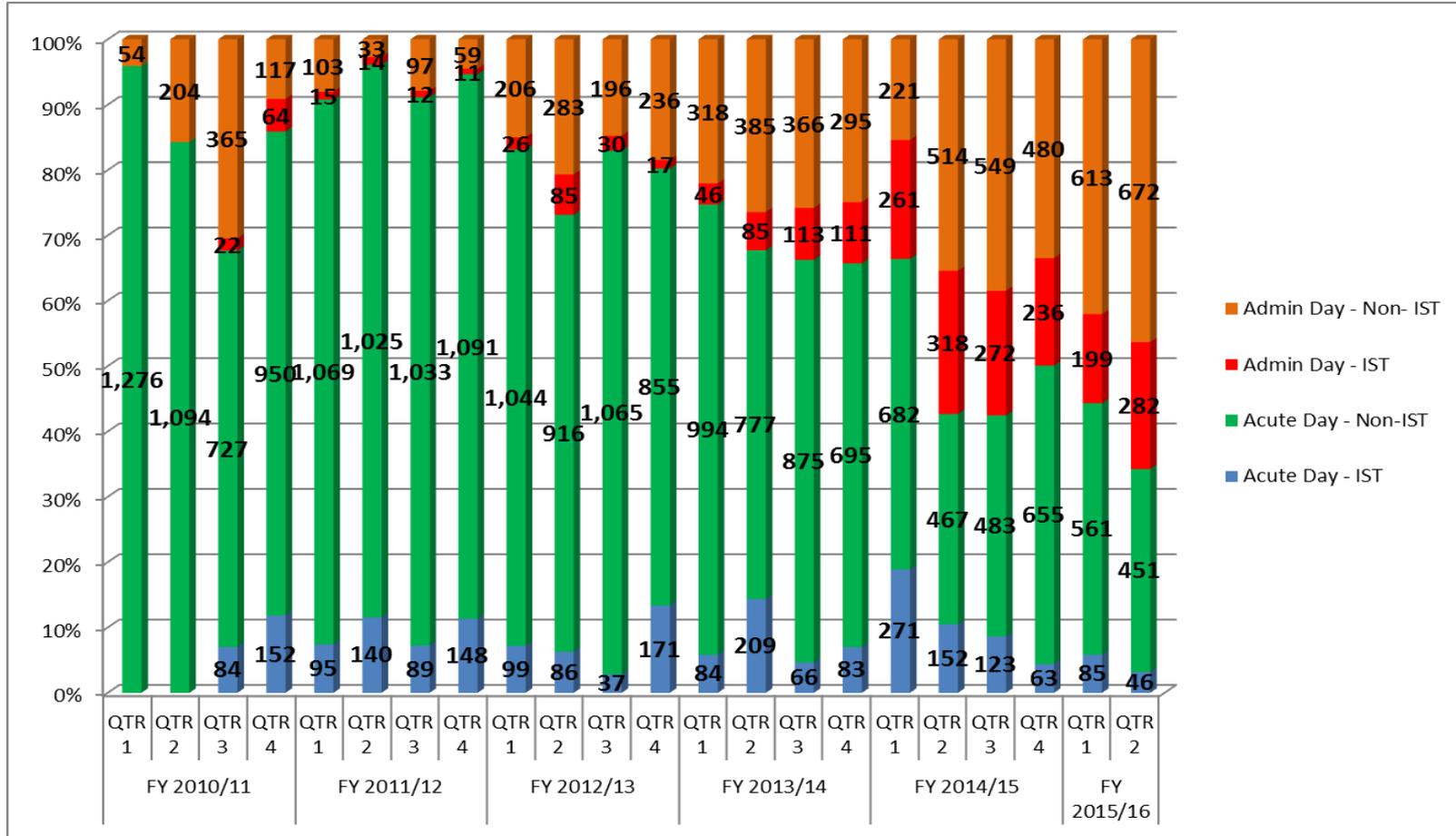
- 8 Beds - South County Crisis Residential Beds (opened mid-July 2015)
- 8 Slots* – Crisis Stabilization Unit (CSU); opened late December 2015
- 6 Beds – Safe & Stable Housing, Alameda House, opened Nov. 2015; was delayed due to State backlog in certification of such facilities.
- 6 Beds – Safe & Stable Housing, Cottage Grove, opening is unknown. State is backlogged in the certification of such facilities.
- **Total new beds/slots = 28**
- Due to delays in opening facilities, higher contracted bed costs are expected in the current year.

* - *The CSU “slots” are for stabilization and are not residential beds*

Aurora Vista Acute Inpatient & PHF Admin Days



PHF Bed Days (Acute vs. Admin)



ADMHS – Medi-Cal and Medicare Revenue

- Lack of beds is impacting Revenue (slide #10)
- Acute bed billed at **\$1,700/day** vs Admin at **\$415/day**
- Admin Incompetent to Stand Trail (IST) = **\$0/day**
 - Admin Days were **4%** (47) of beds at Q2 FY 2011-12
 - Admin Days at Q2 FY 2015-16 is about **66%** (954)
 - Change is roughly **\$1.0M** in lost revenue per quarter
- Additional beds anticipated to improve billing and reduce contracted beds.

Summary

- 66 of 68 Departments and Funds on or above target
- General Fund variance **+\$4.1M**
 - General Revenues have increases in Property Taxes
- Special Revenue variance **+\$194k**
 - Mental Health Services Fund projects expenditures \$3.9M over budget due to inpatient costs and revenue loss

Recommended Action

- Accept and file the FY 2015-16 Budget and Financial Status Report as of December 31, 2015.