



# **Fiscal Year 2014-2015 Third Quarter Financial Status Report**

5/19/2015  
Issued by the  
County Executive Office and  
Auditor-Controller

# Third Quarter Financial Status Report

- General Fund (Attachment A) +\$273k
- Special Revenue & Other Funds (Attachment B)  
+4.9m
- 66 of 68 Departments and Funds are positive or at budget

General Fund	
●	<b>Board of Supervisors</b>
●	<b>County Executive Office</b>
●	<b>County Counsel</b>
●	<b>District Attorney</b>
●	<b>Probation</b>
●	<b>Public Defender</b>
●	<b>Courts</b>
●	<b>Fire</b>
■	<b>Sheriff</b>
●	<b>Public Health</b>
●	<b>Agriculture Commissioner</b>
●	<b>Parks</b>
●	<b>Planning and Development</b>
●	<b>Public Works</b>
●	<b>Housing &amp; Commt. Devmnt.</b>
●	<b>Community Services Dept.</b>
●	<b>Auditor Controller</b>
▲	<b>Clerk-Recorder-Assessor</b>
●	<b>General Services</b>
●	<b>Human Resources</b>
●	<b>Treasurer-Tax Collector</b>
●	<b>General County Programs</b>
●	<b>Debt Service</b>
Other Funds	
<b>Fire</b>	
▲	Fire Protection
<b>Sheriff</b>	
●	Inmate Welfare
<b>Public Health</b>	
●	Health Care
●	Tobacco Settlement
<b>ADMHS</b>	
■	Mental Health Services
●	Mental Health Services Act
●	Alcohol and Drug Programs
<b>Social Services</b>	
●	Social Services
●	IHSS Public Authority
<b>Child Support</b>	
●	Child Support Services
<b>Sheriff</b>	
●	Capital Projects - Jail

<b>Parks</b>	
●	Capital
●	Providence Landing CFD
<b>Planning and Development</b>	
●	Fish and Game
●	Petroleum
●	CREF
<b>Public Works</b>	
▲	Roads
●	Resource Recovery and Waste Mgt.
●	CSA 3 - Goleta
●	Flood Control
●	North County Lighting
●	Laguna Sanitation
▲	Water Agency
<b>Housing &amp; Commt. Devmnt.</b>	
●	CDBG
●	Affordable Housing
●	HOME
●	Municipal Energy Financing
●	Orcutt CFD
●	Low/Mod Inc Housing Asset Fund
<b>General Services</b>	
●	Capital
●	Special Aviation
▲	Vehicles
●	Information Technology
●	Communications
●	Utilities
<b>CEO-Human Resources</b>	
●	County Unemployment Insurance
●	Dental Insurance
●	Medical Malpractice Insurance
●	Workers' Comp Insurance
●	County Liability Insurance
<b>Treasurer-Tax Collector</b>	
●	Debt Service
<b>General County Programs</b>	
●	Public and Educational Access
●	Criminal Justice Facility Const.
●	Courthouse Construction
<b>First Five</b>	
●	First Five Child & Families Comm.

## Quarterly Financial Update Signal Chart

For Quarter ending March 31, 2015

- Actuals Are Generally Tracking Budget
- ▲ Actuals Materially Vary from Budget-Positive
- ▼ Actuals Materially Vary from Budget-Negative
- Actuals Expected to End Year in Deficit

# Third Quarter Financial Status Report

General Fund (Attachment A) +\$273k

- General Fund reportable variances;
  - Sheriff **-\$1.9M**
  - Clerk Recorder Assessor +398K
  - General Revenues +\$1.4M

# Third Quarter Financial Status Report

## General Fund (Attachment A)

- Sheriff efforts to address projected variance:
  - Closed a portion of the Medium Security Facility
  - Reduced Santa Maria Branch Jail post position
  - Defer hiring until FY 2015-16

# Variations: General Revenue

<b>Discretionary General Revenue Summary (in thousands):</b>				
<b>Source</b>	<b>Adopted FY 2014-15</b>	<b>Adjusted FY 2014-15</b>	<b>Projected FY 2014-15</b>	<b>Variance Proj. vs. Adjusted</b>
Significant Property Taxes	\$ 180,356	\$ 180,759	\$ 181,321	\$ 562
RDA Prop. Tax - Ongoing	4,919	4,919	5,244	325
Subtotal Property Taxes	\$ 185,275	\$ 185,678	\$ 186,566	\$ 887
Cost Allocation Services	9,387	9,387	9,355	(32)
Local Sales Tax	7,309	7,309	7,605	296
Transient Occupancy Tax	7,401	7,401	7,986	585
Payments in Lieu of Tax	18	18	18	-
All Other	8,365	8,294	7,953	(341)
<b>Total Discretionary Revenues</b>	<b>\$ 217,755</b>	<b>\$ 218,087</b>	<b>\$ 219,483</b>	<b>\$ 1,396</b>

# Third Quarter Financial Status Report

Special Revenue & Other Funds (Attachment B) +4.9m

- Special Revenue reportable variances;
  - Roads Operations (Fund 0015) +2.3M
  - Mental Health (Fund 0044) **-\$4.6M**
  - Vehicle Operations-Maintenance (Fund 1900) +627k
  - Fire (Fund 2280) +\$1.8M
  - Water Agency (Fund 3050) +1.2M

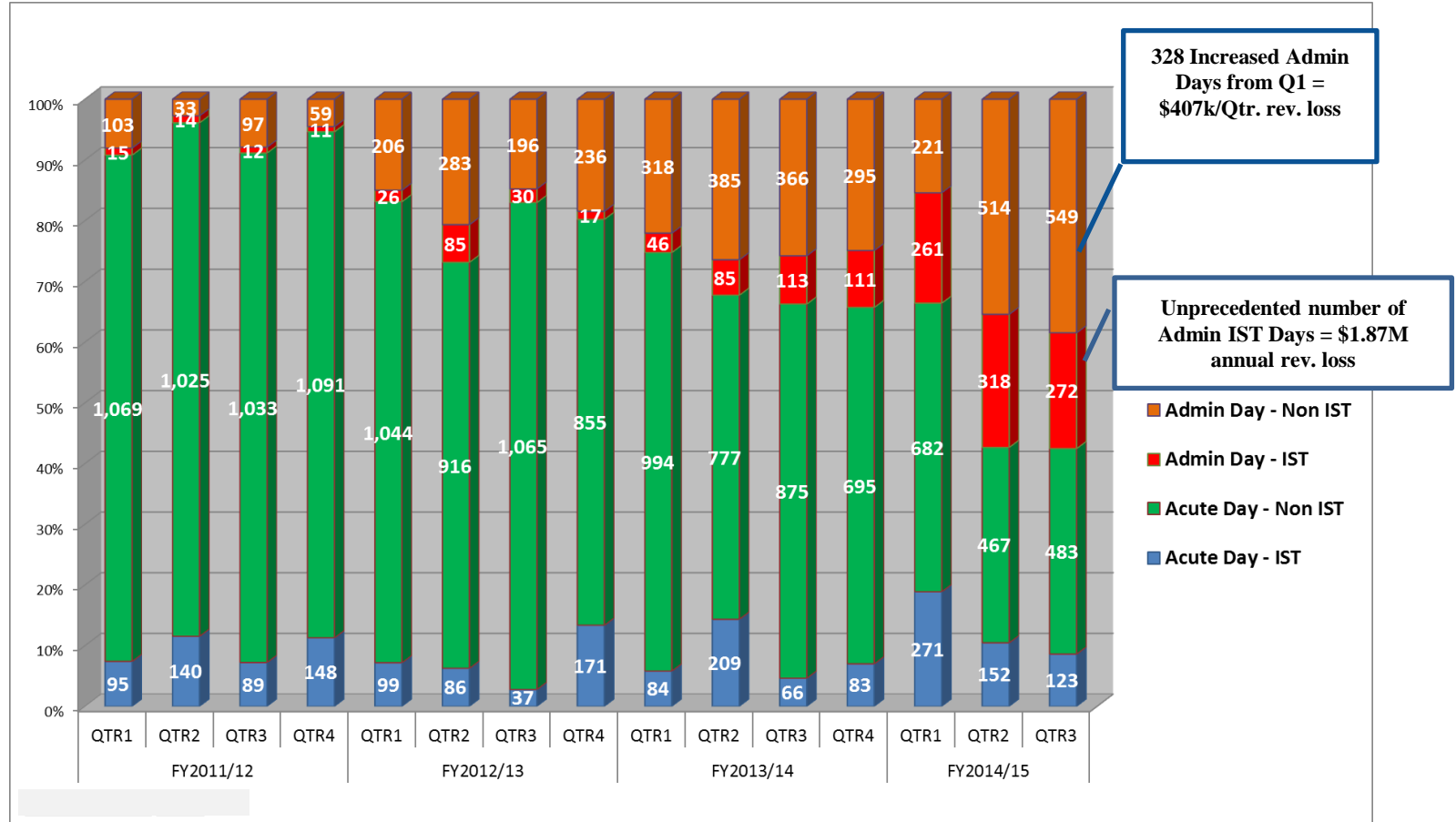
# Third Quarter Financial Status Report

## Special Revenue & Other Funds (Attachment B)

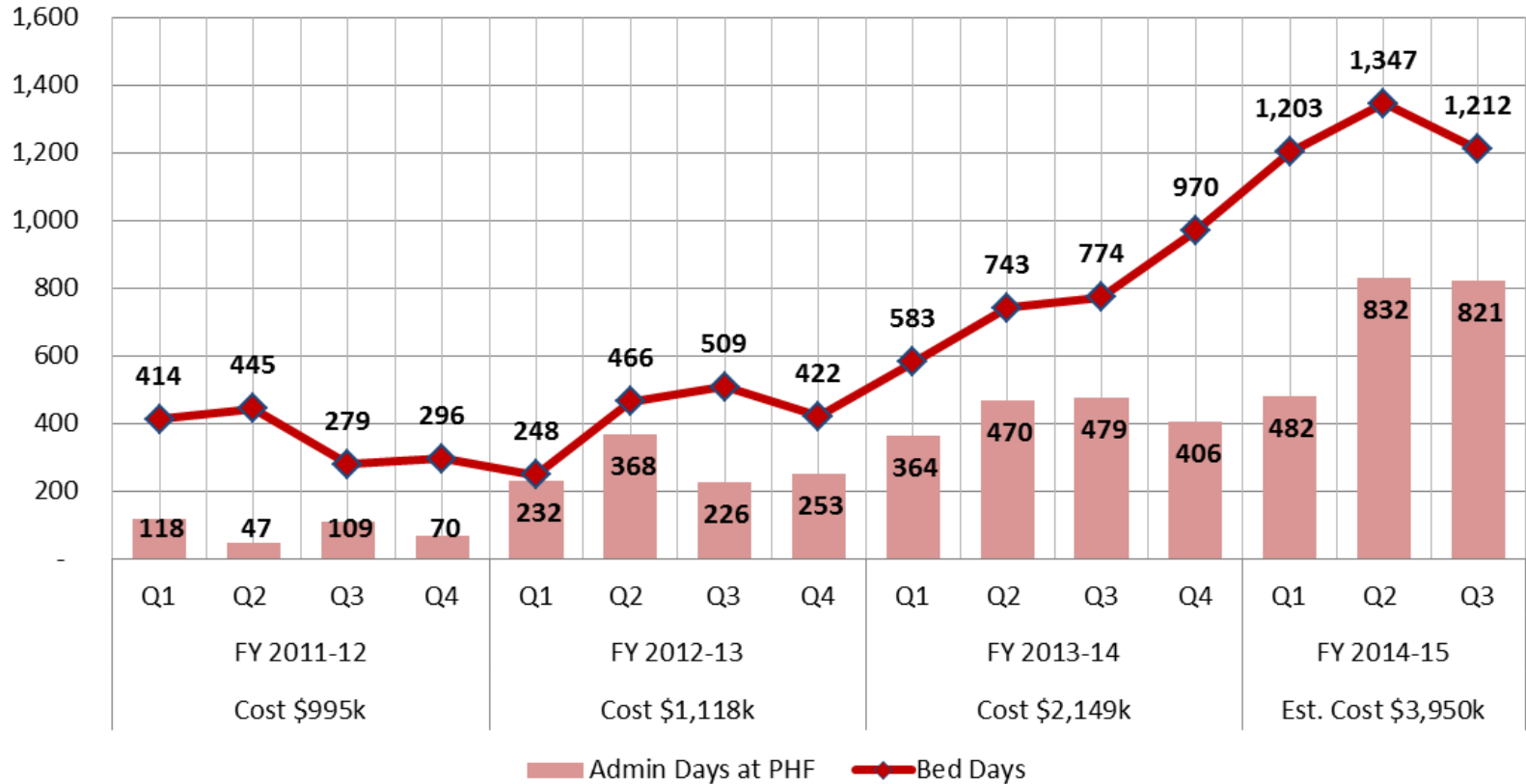
- ADMHS Mental Health Services Fund (0044): **-\$4.6M**
  - Inpatient contract beds **-\$3.5M**
    - **-\$1.8M** of IMD
    - **-\$1.7M** out of county inpatient
  - Revenue: Medi-Cal and Medicare **-\$1.1M**



# PHF Bed Days (Acute vs. Admin)



## Aurora Vista Inpatient Acute Bed Days



# Third Quarter Financial Status Report

## Special Revenue & Other Funds (Attachment B)

- ADMHS efforts to address projected variance
  - Establish robust forensic team
  - Make outpatient psychiatry available to forensic clients
  - Provide competency restoration on outpatient basis
  - Establish crisis stabilization and residential facilities
  - Provide forensic team intervention in jail
  - Immediately fill forensic liaison and housing placement
  - Locate more safe, stable and local beds

# Third Quarter Financial Status Report

## Special Revenue & Other Funds (Attachment B)

- ADMHS Source of Funds to Balance:

ISSUE	AMOUNT
<b>ADMHS Projected Deficit</b>	<b>\$ (4,600,000)</b>
GF Contingency (March transfer)	1,700,000
Unemployment Ins Rebate	1,000,000
ADMHS UI Rebate	100,000
TSAC Transfer	1,000,000
Additional GF Contingency	800,000
Net	\$ -

# Recent Update (New)

- ADMHS Unfunded additional liability recently determined of \$2.7 Million
  - FY 2008/09 audit recently completed by State; nominal fee of \$1.6 Million
  - Expected future years FY 2009/10 and 2010/11 nominal fee estimate of \$676k.
  - Unrelated adjustment to the 2011/12 State Cost Settlement Of \$430k
- Department and County dispute the State's disallowance of nominal fee status and are appealing this issue.
- FY 2007/08 final state audit report, issued in December 2013, \$1.75 million. Department is examining if State intercepted the funding.
- County GF Audit Exception funds and Department settlement set asides are now insufficient to cover all these liabilities.

# Recent Update (New)

- CEO is evaluating possible sources of funding, which may be
  - Department (limited to potential for MHSA disallowed services and based on appropriate and available MHSA fund balances)
  - Payment in Lieu of Taxes (PILT) if received this year (\$1.835 million was received in FY 2013-14)
  - If the estimated property tax revenue for next year increases, certain fund balances could be used this year and replenished next year (e.g. \$1.0 million Mental Health fund balance at 6/30/2015; planned for use in FY 2015-16)
  - Strategic Reserve
- The Department will be providing the Board with an update of cost report and audit settlement liabilities on June 23, 2015. At that time we will also provide the recommended funding for these liabilities.

# Summary

- Signal Chart: 66 of 68 on or above target
- General Fund variance **+\$274K**
- General Revenue variance **+\$1.4**
- Continue to monitor Sheriff & Mental Health Fund