

FY 2006-07

**Year End Transfers
&
Financial Status Report**

8/14/2007

*Issued by the County Executive Office and Auditor-
Controller*

COUNTY OF SANTA BARBARA, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED June 30, 2007 (in thousands)

	General	Road	Public Health	Social Services	ADMHS	Flood Control District	Capital Projects	Other Governmental Funds	Total Governmental Funds	Prior Year	% Change
Revenues											
Taxes	\$ 172,676	\$ 8,399	\$ --	\$ --	\$ --	\$ 7,631	\$ --	\$ 31,877	\$ 220,583	\$ 202,078	9%
Licenses, permits, and franchises	13,782	367	172	--	--	--	--	15	14,336	14,094	2%
Fines, forfeitures, and penalties	4,955	--	1,687	--	3	--	--	4,375	11,020	12,020	-8%
Use of money and property	4,446	134	1,102	397	--	2,231	1,329	3,386	13,025	10,783	21%
Intergovernmental	58,418	17,537	31,011	104,515	30,877	3,440	279	20,876	266,953	263,025	1%
Charges for services	69,611	841	30,046	3	39,793	2,866	376	4,789	148,325	134,664	10%
Other	3,292	538	4,766	756	--	171	91	3,799	13,413	15,255	-12%
Total revenues	327,180	27,816	68,784	105,671	70,673	16,339	2,075	69,117	687,655	651,919	5%
Expenditures											
Current:											
Policy & executive	11,846	--	--	--	--	--	--	--	11,846	10,824	9%
Law & justice	24,824	--	--	--	--	--	--	14,403	39,227	38,083	3%
Public safety	174,218	--	--	--	--	--	39	1,168	175,425	160,249	9%
Health & public assistance	5,088	--	72,381	115,495	69,974	--	519	9,776	273,233	260,562	5%
Community resources & facilities	32,985	32,562	--	--	--	12,485	693	12,270	90,995	78,085	17%
General government & support	46,607	--	--	--	79	--	(347)	797	47,136	46,686	1%
General county programs	6,467	--	--	--	--	--	--	8,099	14,566	12,574	16%
Debt service:											
Principal	220	56	--	136	--	--	--	7,464	7,876	6,582	20%
Interest	133	6	--	6	--	--	--	2,785	2,930	4,741	-38%
Capital outlay	--	--	--	--	--	--	11,038	--	11,038	11,029	0%
Total expenditures	302,388	32,624	72,381	115,637	70,053	12,485	11,942	56,762	674,272	629,415	7%
Excess (deficiency) of revenues over (under) expenditures	24,792	(4,808)	(3,597)	(9,966)	620	3,854	(9,867)	12,355	13,383	22,504	-41%
Other Financing Sources (Uses)											
Transfers in	53,335	1,838	8,288	11,447	3,821	--	9,284	40,554	128,567	118,235	9%
Transfers out	(68,139)	(357)	(1,292)	(442)	(4,098)	(6)	(1,943)	(52,924)	(129,201)	(118,419)	9%
Proceeds sale of capital assets	100	16	--	--	--	--	1,153	--	1,269	862	47%
Long-term debt issued	--	--	--	--	--	--	2,400	--	2,400	1,953	23%
Issuance discount long-term debt	--	--	--	--	--	--	--	--	--	--	
Total other sources (uses)	(14,704)	1,497	6,996	11,005	(277)	(6)	10,894	(12,370)	3,035	2,631	15%
Net change in fund balances	10,088	(3,311)	3,399	1,039	343	3,848	1,027	(15)	16,418	25,135	-35%
Fund balances - beginning	68,840	4,643	24,393	3,083	5,227	41,329	28,238	49,718	225,471	200,336	13%
Fund balances - ending	\$ 78,928	\$ 1,332	\$ 27,792	\$ 4,122	\$ 5,570	\$ 45,177	\$ 29,265	\$ 49,703	\$ 241,889	\$ 225,471	7%

Highlights for All Funds

- \$688 million in revenues, an increase of 5%
- \$674 million in expenditures, an increase of 7%
- \$ 2.4 million in new debt proceeds
- \$ 16 million in additional fund balance, an increase of 7% to \$242 million

Highlights

Revenue and Expenditures

General Fund

Other Funds

Chart

Budget Transfers

State Budget

Conclusions

Revenues & Expenditures

■ Revenues:

- \$220 million in taxes, an increase of 9%

■ Expenditures:

- \$388 million in salaries & benefits, an increase of 7.6%
- 54 additional FTE's to 4290 employees.
Majority of increase – up 30 in Sheriff and up 10 in General County Programs (OES).

Highlights

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General Fund Highlights

Highlights

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- General Fund ended the year with \$11.4 million unreserved, undesignated fund balance.
- No need for a Tax and Revenue Anticipation Note borrowing in FY 07-08.
- \$11.4 million carryover of undesignated fund balance used for, Strategic Reserve \$9.6 million, Salary and Retirement designation \$1.2 million, Litigation designation \$.5 million and capital \$.1 million.
- General Fund Strategic Reserve now budgeted at \$33.6 million (approximately 10% of the County general fund appropriation for expenditures).

Status for Other Funds

Highlights

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- Children and Family First Five Fund had a positive undesignated fund balance of \$.8 million and \$9 million in fund equity.
- Health Care Funds increased designations by \$1.4 million with \$27.7 million in fund equity.
- ADMHS ended with a \$1.3 million *negative* fund balance
- Social Services increased fund balance by \$2 million
- Fire Protection Fund increased fund balance by \$1.8 million

Status for Other Funds

- Flood Control added \$3.8 million to fund equity.
- Workers Comp decreased its long standing deficit from (\$8.2) million to (\$3.3) million.
- Liability Fund increased its deficit from (\$1.9) million to (\$2.9) million and will need to increase rates.
- Road Fund had a slight negative position, only \$400,000 in cash, \$5.1 million in receivables and significant accounts payable – needs analysis.

Highlights

Revenue and Expenditures

General Fund

Other Funds

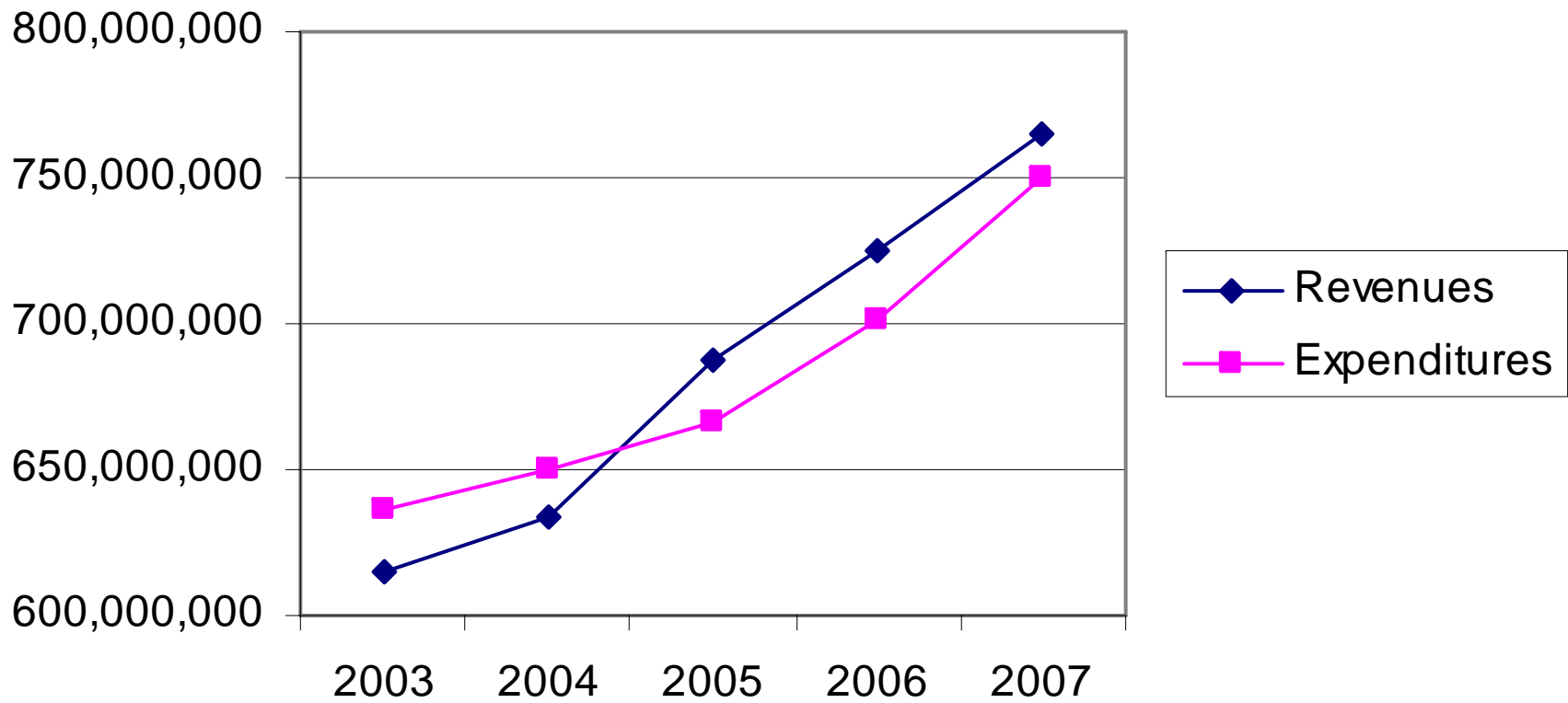
Chart

Budget Transfers

State Budget

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Financial Status Summary Countywide



FYE Budget Transfers

- Final budget revision requests this year are 38 compared to prior year's 79
- Total budget revisions this year are 380 compared to prior year's 399
- *These revisions and transfers consist of changes to designations, unanticipated and unrealized revenue transfers and a few revisions to correct departmental overruns. Many are ministerial in nature.*

Highlights

Revenue and Expenditures

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Budget Transfers

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State Budget

(as of August 3, 2007)

- The State has missed its June 30, 2007 deadline for adopting a budget
- Many programs and services provided by the County are dependent upon State funding
- Fiscal impacts to the County now are largely unknown, but appear to pose overall negative financial repercussions

Highlights

Revenue and Expenditures

General Fund

Other Funds

Chart

Budget Transfers

State Budget

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State Budget

- Senate Bill 77
 - Williamson Act
 - Proposition 1B
 - Social Services
 - Early Periodic Screening, Diagnosis, and Treatment Program
 - Proposition 1C
- Current status
- Economic Climate

Highlights

Revenue and Expenditures

General Fund

Other Funds

Chart

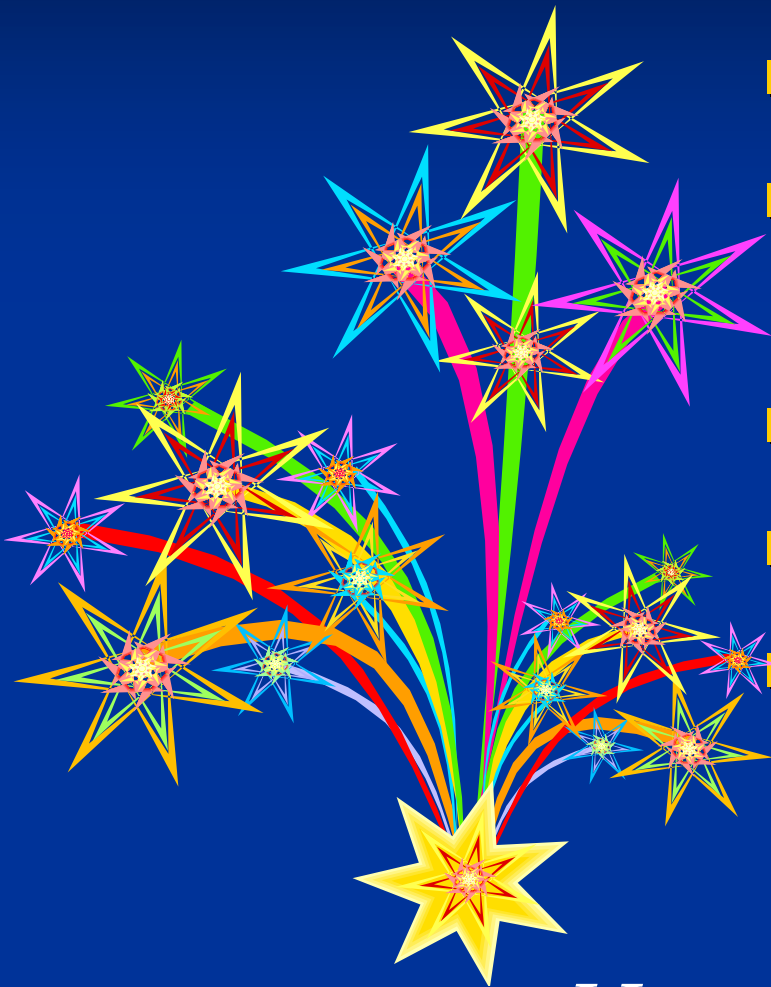
Budget Transfers

State Budget

Conclusions

Conclusion

- The economy's good
- Property tax growth is slowing
- Salary pressure is high
- Health insurance costs rising
- Cautiously optimistic for FY 2006-07



Happy New Fiscal Year!!!!