

Potential Financial Impacts

Last Update		ISSUE	POTENTIAL			NEAR TERM BUDGET IMPACT		COMMENT
			high/ med/low	onetime/ ongoing	BOS discretion	Gen Fund?		
REVENUE								
1		Indian Gaming	med	ongoing	little	1,500,000	Multiple	AB 2353 would restore the Special Distribution Fund. The bill is currently on the suspense file in the Assembly Appropriations Committee.
2		Prop 172	high	ongoing	little	2,900,000	Yes	Statewide sales tax revenue is declining; 08/09 estimate 2% above lower reforecast
3	4/1/08	Property Tax Growth Reduction	certain	ongoing	little	1,926,000	Multiple	Growth rates declining due to slower housing price appreciation and Section 51
4	5/2/08	State Budget Impacts	high	both	little	TBD	Multiple	Governor projects budget deficit to be \$20B. May Revised budget due 5/14.
5	5/2/08	Maddy Fund	high	ongoing	med	1,600,000	No	Funding legislation sunsets 1/1/09; voter initiative Feb 08 failed; working with Assembly member Nava on legislation
6	4/4/08	State Contribution for Cost of Doing Business	med	ongoing	little	7,600,000	No	State froze DSS contribution limits to 2001 levels; DSS is absorbing
7	4/3/08	State Reimbursement	high	ongoing	little	5,076,049	No	Comprised of payment delays to ADMHS from amounts claimed in 2007-08 (\$3.2 million) and amount owed from prior years (\$1.8 million). Latter amount to be paid in equal installments in FY 08-09 and FY09-10. An additional \$5.7 million earned in March and April 2008 has not yet been claimed and is not included in the total.
8		Healthcare Reform	low	ongoing	little	-10,000,000	Multiple	State to redirect realignment funding for healthcare reform; State legislation failed
9		State payment delays	high	ongoing	little	TBD	No	State will be delaying gas tax, medi-cal, and other payments to counties
10		ADMHS true-up	med	onetime	little	10,000,000	Possible	Actual revenue may be less than amount claimed from Stat. Amount may vary from \$3million -\$10 million
11	5/8/08	PT Admin Fee	med	ongoing	little	TBD	Yes	Statewide dispute between cities and counties.
EXPENDITURE								
12	4/4/08	New County Jail	med	both	much	5,500,000	Yes	One time land costs; future costs include COP payment for \$80m; \$20m annual operating *Costs are based on the project being fully financed by the County
13		Presidential Primary 2008	high	onetime	little	1,500,000	Yes	FY 07-08 impact but not in County budget; monitoring to see if will be in State budget
14		Pension Fund Stability	high	ongoing	little	14,700,000	Multiple	\$14,700,000 is the 2008-09 retirement increase over the estimated 2007-08 costs included in the FY 08-09 budget. New rates must be adopted by the Board within 90 days of July 1, 2008, at which time final cost will be known.
15		08/09 County Budget Gap	high	ongoing	med	10,000,000	Yes	Cyclical deficit due to Gen Fund revenue/expenditure gap; Proposed 08-09 budget will recommend reductions to close gap
16		Citizenship Eligibility for MediCal	low	ongoing	little	TBD	No	Federal requirement; State funded the mandate
17	4/4/08	Goleta Beach Long Term Protection Plan	med	onetime	much	750,000	Yes	\$750k is potential phase 1 design; \$10m total as presented to BOS if proposed project approved
18	2/5/08	07/08 Mental Health Budget Reforecast	high	ongoing	much	-6,900,000	Possible	Dept needs to reduce 07/08 budget by \$6.9m to meet ongoing revenue; BOS 2/5
19		08/09 Sheriff and ADMHS budgets	certain	ongoing	much	13,500,000	Multiple	Departmental budgets have structural deficits; much of cause are items on this list; 08-09 Proposed budget recommends eliminating the structural deficit
20	4/4/08	Retiree healthcare	certain	ongoing	none	7,000,000	Multiple	Prospective costs to County of post-retirement healthcare. Could be partly offset if reserve health care valuation assets are included in retirement assets, and retirement rates are lowered.
21	4/11/08	Lake Cachuma Surcharge	med	onetime	med	3,000,000	Yes	One time capital costs approximate \$10m to move facilities due to higher lake levels, \$3m outstanding deficit.
22	1/8/08	07/08 Sheriff Budget	high	ongoing	much	-3,700,000	Yes	Board action reduced strategic reserve; 08/09 budget reductions to be proposed
IMMEDIATE HORIZON (beyond 2008-2009 fiscal year)								
23		Reauthorization of Measure D	high	ongoing	med	7,851,000	No	FY 10-11 revenue loss without re-approval; A primary source of local matching funds utilized to receive \$9M to \$10M in State and Federal funds.
24		Santa Maria River Levee Reinforcement Project	high	onetime	much	90,000,000	No	
25	5/8/08	City of Goleta Revenue neutrality	certain	ongoing	little	3,250,000	Yes	FY 12-13 voter approved Goleta revenue neutrality agreement adjusts
26	5/8/08	09/10 Budget Gap	high	ongoing	much	6,525,000	Yes	5-Yr plan in 08/09 Budget Book projects ongoing shortfalls.