



FY 2018-19 Q2 FINANCIAL STATUS REPORT

County Executive Office
February 12, 2019

Q2 Financial Status Report

- **General Fund** **+\$3.4M**
6 reportable variances
- **Special Revenue & Other Funds** **+\$3.8M**
4 reportable variances
- 65 of 68 Departments and Funds are positive or at budget as shown on Signal Chart



General Fund +\$3.4M

(Attachment A)

- 6 reportable variances

County Counsel	+\$335K
Probation	+\$642K
Sheriff	(\$415K)
Community Services – Parks	+\$462K
General Services	+\$351K
General Revenues	+\$1.04M

- Other departments are tracking on or ahead of budget



Reportable Variances

County Counsel

+\$335K

- Salary savings due to staffing vacancies

Probation

+\$642K

- Salary savings due to staffing vacancies
- Unanticipated SB90 reimbursement (\$147K)



Reportable Variances

Sheriff

(\$415K)

- Overtime costs exceed salary savings generated by vacancies
 - Some overtime costs due to mutual aid provided to Ventura County during the Hill Fire
 - Anticipated reduction/elimination of mandatory overtime at the Main Jail should help control some overtime costs in the remainder of the fiscal year
 - Recent storm activity and evacuations may further contribute to overtime costs – update in Q3
- Projected cost overruns in services and supplies at the Main Jail, specifically inmate food costs



Reportable Variances

Community Services – Parks **+\$462K**

- Increased camping revenues due to marketing activity through social media
- Successful use of reservation system and call center
- New activities and amenities at Lake Cachuma, such as disc golf tournaments and day-use events



Reportable Variances

General Services

+\$351K

- Salary savings due to staffing vacancies resulting from:
 - Voluntary Early Separation Incentive Program (VESIP)
 - Unfilled Assistant Director position



Reportable Variances

General Revenues

+\$1.04M

- Higher than budgeted Secured and VLF In-Lieu Property Taxes, RDA Distributions, and Use of Money and Property offset by lower than budgeted:
 - Supplemental Property Taxes
 - Transient Occupancy Taxes
 - Property Tax Backfill from the State
 - Actual impact on assessed value due to the Thomas Fire and 1/9 Debris Flow events were lower than originally estimated
 - While lower than budgeted, the State reimbursement will be commensurate with actual Property Tax losses related to the events



General Revenues

Discretionary General Revenue Summary (in thousands)			
Source	Adjusted FY 2018-19	Projected FY 2018-19	Variance Proj. vs. Adopted
Property Tax - Secured and In-Lieu of VLF	\$190,603	\$193,469	\$2,866
Property Tax - Supplemental	3,375	2,217	(1,158)
RDA RPTTF Resid Distributions	6,276	7,548	1,272
Transient Occupancy Tax	11,218	10,682	(536)
Use of Money and Property	903	2,797	1,894
Property Tax Backfill	4,400	1,128	(3,272)
All Other Revenues	51,228	50,991	(238)
Total Discretionary Revenues	\$268,003	\$268,831	\$827
Intrafund Transfer Out (GFC)	\$234,972	\$234,873	\$98
Transfer to Non-GF Departments	\$33,032	\$32,922	\$110
Projected Fiscal Year End Variance	\$ -	\$1,036	\$1,036



Special Revenue & Other Funds **+\$3.8M**

(Attachment B)

- 4 reportable variances

Health Care Fund	(\$548K)
Court Special Services	(\$696K)
Vehicle Operations	+\$776K
Information Technology Services	+\$705K

- All other Special Revenue Funds tracking close to budget



Reportable Variances

Health Care Fund

(\$548K)

- Lower patient services revenue due to issues with the new Electronic Health Record system implementation
- Reduction in capturing 340B Program savings share for specialty pharmaceuticals
- Steady improvement on both these issues anticipated to help close this gap by year end
- Department will be able to cover any year end shortfall with a draw on fund balance



Reportable Variances

Court Special Services

(\$696K)

- Lower than budgeted revenues due to State changes in the ability of Courts to collect fees
- Increased costs for conflict attorney services due to multi-defendant cases
- Anticipated that the Fund will be negative by year end and additional funding will be necessary to balance
- Reduced revenue likely a new normal for Courts collections and will need to be addressed in future budgets



Reportable Variances

Vehicle Operations

+\$776K

- Timing of vehicle replacements and acquisitions
- Higher than expected interest income, lower fuel prices, and salary savings

Information Technology Services

+\$705K

- Salary savings due to longer than expected recruitment times for filling vacant positions
- Due to the potential for a significant positive variance at year end, a true-up may be considered for the rate-paying departments



Summary

- **General Fund** variance **+\$3.4M**
 - County Counsel
 - Probation
 - Sheriff
 - Community Services – Parks
 - General Services
 - General Revenues

- **Special Revenue** variance **+\$3.8M**
 - Health Care Fund
 - Court Special Services
 - Vehicle Operations
 - Information Technology Services

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

General Fund - Attachment A	Other Funds - Attachment B
● Board of Supervisors	Parks
● County Executive Office	● Capital
▲ County Counsel	● Providence Landing CFD
● District Attorney	Planning and Development
● Probation	● Fish and Game
● Public Defender	● Petroleum
■ Sheriff	● CREF
● Public Health - EHS, AS, HazMat	● RDA Successor Agency
● Agriculture Commissioner	Public Works
▲ Parks	● Roads: Funds 0015, 0016, 0017, 0019
● Planning and Development	● Resource Recovery and Waste Mgt.
● Public Works	● CSA
● Housing & Comnty. Devmnt.	● Flood Control
● Community Services Dept.	● North County Lighting
● Auditor Controller	● Laguna Sanitation
● Clerk-Recorder-Assessor	● Water Agency
▲ General Services	Housing & Comnty. Devmnt.
● Human Resources	● CDBG
● Treasurer-Tax Collector	● Affordable Housing
● General County Programs	● HOME
▲ General Revenues	● Municipal Energy Financing
	● Orcutt CFD
	● Low/Mod Inc Housing Asset Fund
	General Services
	● Capital
Other Funds - Attachment B	● Special Aviation
Fire	▲ Vehicles
● Fire Protection	▲ Information Technology
Sheriff	● Communications
● Inmate Welfare	● Utilities
● Capital Projects - Jail	
Public Health	
▲ Health Care	CEO-Human Resources
● Tobacco Settlement	● County Unemployment Insurance
Behavioral Wellness	● Dental Insurance
● Mental Health Services	● Medical Malpractice Insurance
● Mental Health Services Act	● Workers' Comp Insurance
● Alcohol and Drug Programs	● County Liability Insurance
Social Services	Treasurer-Tax Collector
● Social Services	● Debt Service
● IHSS Public Authority	General County Programs
	● Public and Educational Access
Child Support	● Criminal Justice Facility Const.
● Child Support Services	● Courthouse Construction
Courts	First Five
■ Court Special Services	● First Five Child & Families Comm.

Recommended Actions

Receive and file the FY 2018-19 Budget and Financial Status Report as of December 31, 2018.

