

Third Quarter Budget Update

Report to the Board of Supervisors
May 23, 2006

Third Quarter Budget Update

- General Fund overall is a positive \$15.1 million
 - Discretionary Revenue is +\$11.5 m
 - Property taxes in Lieu of Vehicle License Fees is +\$3.7 million (\$1.3 million on-going)
 - Supplemental property taxes are +\$2.9 million
 - The FY 2005-06 3rd Quarter variance was only +\$3.6 million
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□ General Fund comments:

- We anticipate that Comp. Planning and Ag. Commissioner will request to have about \$700,000 of the savings currently shown be re-budgeted for next year for planning projects.
 - We estimate that various departments will request that about \$200,000 of current savings be reallocated this year to cover higher than budgeted vehicle fuel costs.
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□ Other Funds

- Road Fund – Since last report has received \$5.3 million from the Federal Highway Administration for prior year claims, with an additional \$3.2 million in claims is pending.
 - Social Services – Net negative \$2.7 million variance primarily due to higher computer system costs (covered by State allocations) and CalWorks cash assistance payments (only 2½% General Fund).
 - Workers Compensation – Net positive \$1.4 million as a result of lower costs (lower premium payments and disability payments) and higher revenues (interest and insurance reimbursements).
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- Other Funds (continued)
 - Vehicles Fund anticipates \$765,000 in added fuel costs
 - Major Outstanding Issues
 - County Split Election
 - Outstanding Litigation
 - State Budget
 - No major unanticipated negative impacts; will await developments before reporting
 - Federal Budget
 - No significant impacts from Deficit Reduction Act this year.
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