

Amador County FY 20-21 Mid-Year Budget Review

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FY 20-21 General Fund Adopted Budget Recap

in \$millions

Beginning Fund Balance (Unreserved)	2.48
Decrease to Reserves	1.98
Additional Financing	44.8
Total Available Financing Sources	49.26
Financing Uses (Expenditures)	46.45
Financing Uses (Loans)	1.98
Increases to Reserves	0.83
Total Available Financing Uses	49.26

General Fund Revenue History

in \$millions

Fiscal Year	Adopted Budget	Mid Year - 6 month July- Dec	Percent of Budget	Year End Actual	FY Actual as a Percentage of Budgeted
11/12	31.51	13.89	44.08%	32.92	104.47%
12/13	33.04	14.41	43.61%	32.42	98.12%
13/14	33.77	15.39	45.57%	33.59	99.47%
14/15	34.22	16.4	47.93%	37.51	109.61%
15/16	36.69	16.78	45.73%	37.30	101.66%
16/17	36.22	15.82	43.68%	38.21	105.49%
17/18	36.41	15.57	42.76%	37.52	103.05%
18/19	40.83	19.33	47.34%	41.32	101.20%
19/20	40.43	18.56	45.91%	40.40	99.93%
20/21	44.8	22.23	49.62%	46.25	103.24%

General Fund Expenditure History

in \$millions

Fiscal Year	Budget	Prior Year Encumbrances	Total FY Budgeted Expenditures	Mid Year - 6 month July- Dec	Percent of Budget	Year End Actual	FY Actual as a Percentage of Budgeted
11/12	36.28	1.04	37.32	20.83	55.81%	34.73	93.06%
12/13	35.57	1.03	36.6	18.31	50.03%	33.81	92.38%
13/14	34.60	0.83	35.43	18.22	51.43%	34.43	97.18%
14/15	34.66	0.60	35.26	18.92	53.66%	35.36	100.28%
15/16	39.72	0.60	40.32	19.62	48.66%	38.91	96.50%
16/17	39.68	0.67	40.35	20.18	50.01%	36.76	91.10%
17/18	40.30	1.24	41.54	19.01	45.76%	38.09	91.69%
18/19	44.25	0.67	44.92	19.54	43.50%	40.86	90.96%
19/20	43.98	1.44	45.42	20.06	44.17%	42.07	92.62%
20/21	48.43	1.95	50.38	22.44	44.54%	49.39	98.03%

GENERAL FUND ADOPTED BUDGET FY20-21 AND MID YEAR ESTIMATED YEAR END

	ADOPTED BUDGET	MID YEAR ESTIMATED	
	FY20-21	FY20-21	
PRIOR YEAR FUND BALANCE CARRY OVER	2,483,246	2,483,246	
ENCUMBRANCE RESERVE RELEASED		1,952,529	
DECREASES TO RESERVES	1,976,071	1,976,071	
REVENUES	44,805,463	46,246,995	
TOTAL FINANCING SOURCES	49,264,780	52,658,841	
EXPENDITURES	48,435,261	45,711,588	
LOAN TO CAPITAL IMPROVEMENT-JAIL EXPANSION		1,976,071	
OPERATING TRANSFERS TO OTHER FUNDS		1,700,000	BV CASINO PUBLIC SAFETY
INCREASES TO RESERVES	829,519	829,519	
TOTAL FINANCING USES	49,264,780	50,217,178	
CURRENT YEAR ESTIMATED FUND BALANCE CARRY OVER	0	2,441,663	

WHAT IS HAPPENING WITH REVENUES IN 20-21?

This fiscal year has been extremely unpredictable because of COVID. In preparing the 20/21 budget, it was expected that Sales Tax revenues were going to decrease as a result of restrictions on our local businesses. We've seen some decreases in revenue sources and unexpected increases in others.

- ❖ Bradley Burns, our 1% Local Sales Tax has showed a 15% increase in the CY 2020 Q2 & Q3 receipts compared to the 2019 Q2 & Q3 receipts. These two quarters in 2020 both represent receipts collected during COVID, received during this fiscal year. A 25% reduction from 19/20 receipts had been estimated for this fiscal year. Year end Sales Tax receipts are being estimated at \$1M higher than budgeted.
- ❖ Prop 172 – Public Safety ½ cent Sales Tax has not showed the same increase as our local sales tax, in fact it has showed a 24% decrease during the same period. Estimating year end receipts to be close to budgeted.
- ❖ Transportation Occupancy Tax is down 6% from the FY19-20 for the first 6 months. We estimated a much larger decrease, so even though revenue is down, it's not as much as anticipated and it's estimated a \$100K increase from budget.
- ❖ Contributions from Jackson Rancheria were budgeted at \$1.42M for their annual payment, plus a \$707K carryover from prior years for a total of \$2.14M. Actual receipts were for FY20-21 were as promised and the full \$2.14M has been brought in as revenue.
- ❖ Transfer taxes are coming in significantly higher than in prior years. These are document transfer fees collected by the Recorder's Office at .55 for every \$500 and deposited into a General fund discretionary account. We're estimating an increase of \$137K over budget for this revenue.
- ❖ Estimating an additional \$85K in CARES Act funding over what was budgeted to reimburse the General fund for budgeted expenditures. This is primarily due to a reimbursement of COVID paid sick leave used.

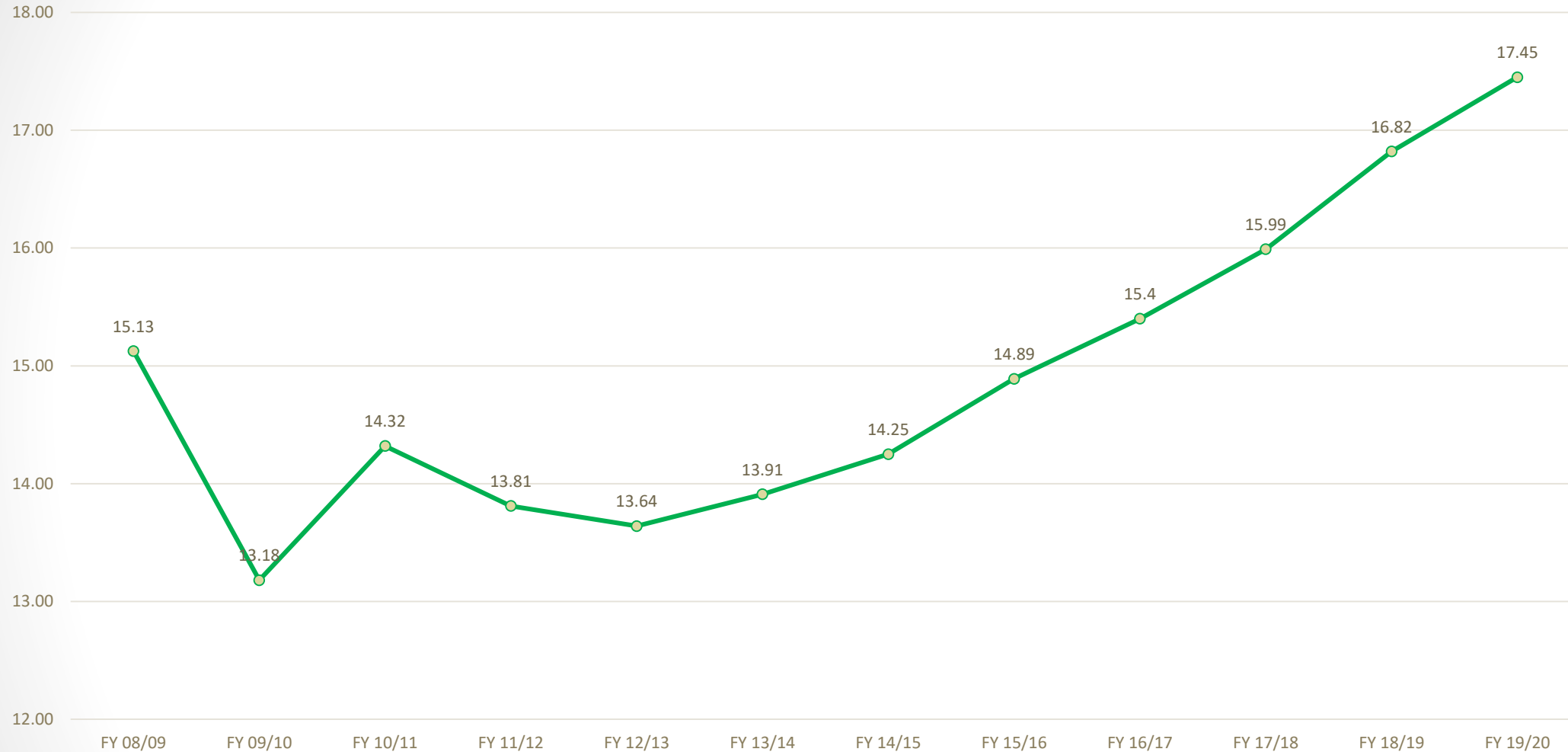
WHAT IS HAPPENING WITH REVENUES IN 20-21?

BUENA VISTA CASINO MITIGATION FUNDING

- In FY19-20 the Buena Vista Casino stopped making payments to the County
- In FY20-21, we had budgeted Buena Vista Casino mitigation expenditures in the amount of \$4.65M that we anticipated receiving revenue for. These expenses were for Public Safety Departments, including the Sheriff, District Attorney and Probation Departments and Community Projects and Gambling Abuse.
- 18.45 FTE positions in the Buena Vista Casino Departments are being eliminated due to the loss of funding the Tribe.
- We are currently working with department heads to close out these departments and reorganize staff to avoid layoffs, without any additional negative impact to the General Fund going forward.
- **This loss of revenue from the Buena Vista Casino has created a \$1.7M deficit in the Buena Vista Casino Fund. The County General Fund will have to backfill this deficit, creating a \$1.7M expense to the General Fund this fiscal year.**

Secured Property Taxes - Year End Receipts

in millions



Secured Property Tax Annual Percentage Change of Actual Receipts Compared to Assesor Roll Change

	FY 08/09	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14	FY 14/15	FY 15/16	FY 16/17	FY 17/18	FY 18/19	FY 19/20
Year End Receipts	15.13	13.18	14.32	13.81	13.64	13.91	14.25	14.89	15.40	15.99	16.82	17.45
% Change in Actual Receipts	5.62%	-12.86%	8.65%	-3.56%	-1.23%	1.98%	2.44%	4.49%	3.43%	3.83%	5.19%	3.75%
Assesor Roll Change	6.72%	-2.53%	-3.85%	-3.88%	-1.91%	1.25%	2.38%	3.47%	3.86%	4.41%	4.52%	3.99%

Bradley Burns 1% Sales Tax

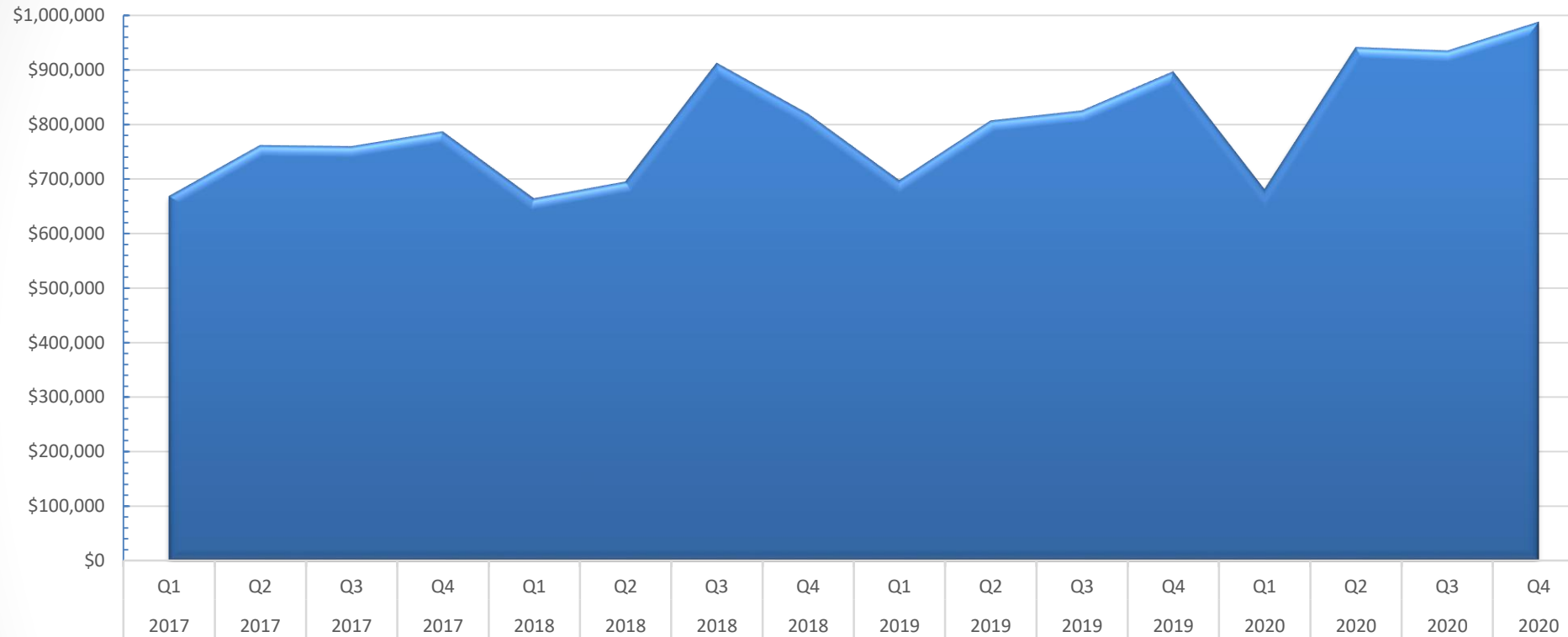
in millions

Sales Tax Receipts



Sales Taxes	FY07-08	FY08-09	FY09-10	FY10-11	FY11-12	FY12-13	FY13-14	FY14-15	FY15-16	FY16-17	FY17-18	FY18-19	FY19-20
Annual Percentage Change	17.96%	-12.54%	-21.84%	11.35%	3.14%	2.66%	-0.74%	8.21%	-1.38%	0.35%	2.79%	5.76%	0.00%

1% Bradley Burns Sales Tax 4 Year Trend-Calendar Year Quarters



Sales Tax is reported quarterly to the state by businesses. The county receives advances on sales tax revenue from the state and two months after the close of the quarter the account is trued up to actual collected.

Increases in 2020 Q2, Q3 & Q4 were from “State and County Pool” sales, which are sales from outside California(on-line sales) not identified with a point of sale in the county. State and County Pool sales had a 63% increase in Q2 & Q3 from the same quarters last year, with a 31% increase in Q4. The increases to the “pools” totaled \$243K during the last three quarters. The second biggest increase happened In building & construction, and food & drug.

WHAT HAS HAPPENED WITH EXPENDITURES IN 20-21?

- ❖ \$1.7M unbudgeted General fund expense to bring the Buena Vista Casino Public Safety Department accounts whole.
- ❖ Estimating \$1.3M in department General Fund salary savings due to vacancies and unpaid leaves. Some of these vacancies are part of reorganization strategy to free up positions so current Buena Vista Casino Department employees can be moved into the General Fund Departments. These transfers have taken place in the 2nd half of this fiscal year.
- ❖ We were able to pre-pay our PERS Unfunded Liability for most plans for FY20/21, resulting in a total savings \$118K.
- ❖ Currently estimating spending \$350K of the \$1.2M contingency. To date, \$80K has been authorized to be transferred from the contingency.
- ❖ \$1.98M was authorized to use from reserves as a loan to the Capital Improvement Fund for the Jail Expansion project. This will be transferred to the Capital Improvement Fund this year.

FY20-21 Coronavirus Relief

- ❖ The County has received \$3.84M in Federal Coronavirus Relief Funds from the State in FY20/21. We have been able to use CARES Act money to pay for all COVID-19 related expenses incurred by County non-Health Departments during this pandemic to date, and a large amount of County Public Health expenses incurred to date.
- ❖ The County was able to reimburse cities within the County \$364,784 for COVID expenses incurred that were not covered by their allocation from the state.
- ❖ The County has reimbursed Fire Departments within the County \$118,263 for COVID expenses incurred, and community organizations \$12,316 for COVID expenses.
- ❖ In addition to the CARES Act allocation, Public Health has received several different Grants from the state to aid in the additional costs associated with the Pandemic such as staff costs to do contact tracing, COVID testing, vaccination clinics and contact tracing and vaccine supplies. CARES Act revenue has been able to cover COVID expenses beyond the Public Health Grants.
- ❖ Public Health just received notice of a \$2.2M appropriation through the Coronavirus Response and Relief Act of 2021 to provide additional critical support for COVID-19 effective 3/1/21 through 7/31/23.

Amador County Tree Mortality Reimbursement Summary

COMPLETED PROJECTS											
Project #	Total Project Cost	Cal OES 75%	Cal OES 10% Admin.	Total Cal OES Reimb	Received	Cal Fire 25%	Received	Total Reimbursements	Project Cost Running Total	Trees	Average Cost per Tree
1	\$114,936.31	\$86,202.00	\$8,620.00	\$94,822.00	X	N/A		\$94,822.00	(\$20,114.31)	70	
2	\$75,387.00	\$56,540.00	\$5,654.00	\$62,194.00	X	N/A		\$62,194.00	(\$33,307.31)	134	
3	\$157,386.00	\$118,040.00	\$11,804.00	\$129,844.00	X	\$39,346.50	X	\$169,190.50	(\$21,502.81)	173	
4	\$108,938.00	\$81,704.00	\$8,170.00	\$89,874.00	X	\$27,234.50	X	\$117,108.50	(\$13,332.31)	225	
5	\$151,670.00	\$113,753.00	\$11,375.00	\$125,128.00	X	\$37,917.50	X	\$163,045.50	(\$1,956.81)	331	
6a	\$199,222.00	\$149,417.00	\$14,942.00	\$164,359.00	X	\$49,805.50	X	\$214,164.50	\$12,985.69	245	
6b	\$142,721.00	\$107,041.00	\$10,704.00	\$117,745.00	X	\$35,680.25	X	\$153,425.25	\$23,689.94	327	
7	\$41,596.00	\$31,197.00	\$3,120.00	\$34,317.00	X	\$10,399.00	X	\$44,716.00	\$26,809.94	99	
8a	\$276,711.00	\$207,533.00	\$20,753.00	\$228,286.00	X	\$69,177.75	X	\$297,463.75	\$47,562.69	935	
8b	\$214,699.00	\$161,024.00	\$16,102.00	\$177,126.00	X	\$41,945.50	X	\$219,071.50	\$51,935.19	1101	
9a	\$167,222.00	\$125,417.00	\$12,542.00	\$137,959.00	X	\$41,805.50	X	\$179,764.50	\$64,477.69	462	
9b	\$160,708.00	\$120,531.00	\$12,053.00	\$132,584.00	X	\$40,177.00	X	\$172,761.00	\$76,530.69	412	
9c	\$276,542.00	\$207,407.00	\$20,741.00	\$228,148.00	X			\$228,148.00	\$28,136.69	532	
9d	\$126,676.00	\$95,007.00	\$9,501.00	\$104,508.00	X			\$104,508.00	\$5,968.69	373	
11a	\$90,228.00	\$67,671.00	\$6,767.00	\$74,438.00	X			\$74,438.00	(\$9,821.31)	195	
11b	\$294,757.00	\$221,068.00	\$22,107.00	\$243,175.00	X	\$57,558.00		\$300,733.00	(\$3,845.31)	543	
11c	\$98,765.00	\$74,074.00	\$7,407.00	\$81,481.00	X			\$81,481.00	(\$21,129.31)	149	
12	\$240,880.00	\$180,660.00	\$18,066.00	\$198,726.00	X	\$2,272.00		\$200,998.00	(\$61,011.31)	779	
13	\$72,152.00	\$54,112.00	\$5,411.00	\$59,523.00	X			\$59,523.00	(\$73,640.31)	89	
10	\$136,704.00	\$102,528.00	\$10,252.80	\$112,780.80				\$112,780.80	(\$97,563.51)	370	
Totals	\$3,147,900.31	\$2,360,926.00	\$236,091.80	\$2,597,017.80		\$453,319.00		\$3,050,336.80		7544	\$417.27

PROJECTS IN PROCESS											
Project #	Estimated Total Project Costs	Estimated Cal OES 75%	Estimated Cal OES 10% Admin.	Estimated Total Cal OES Reimb				Total Estimated Reimbursement	Project Cost Running Total	Trees	Average Cost per Tree
14	\$116,374.00	\$87,281.00	\$8,728.00	\$96,009.00				\$96,009.00	(\$117,928.51)	416	
Totals	\$3,264,274.31	\$2,448,207.00	\$244,819.80	\$2,693,026.80		\$453,319.00		\$3,146,345.80	(\$117,928.51)	8330	\$391.87

Amador County began working on removal of dead and dying trees on 1/1/16. We were able to fund this effort due to a Tree Mortality Grant from the State of California's Office of Emergency Services and CalFire. The last scheduled project is in progress, and when finished we will have completed 21 projects.

Total Cost \$3,264,274

Total CalOES Reimbursement \$2,693,027

Total CalFire Reimbursement \$453,319

Net County Cost \$117,929 or 3.6% of Total Cost

CalFire Grants are exhausted, any further projects will cost the County 17.5% of Total Project Cost with Cal OES Reimbursement

21-22 General Fund

Base Budget Revenue Assumptions

- ❖ Fund Balance carry over estimated to be at \$2.4M
- ❖ Property Taxes estimated to increase by 3.5%
 - ❖ Results in increased revenue of \$637K
 - ❖ State restricted Prop 13 increases to 1.036% (usually 2.0%), and this affects about 90% of the homes in the county
- ❖ Property Taxes in Lieu of Vehicle License Fees estimated to increase by 4.0%
 - ❖ Estimated increase of \$399K
- ❖ Bradley Burns 1% Sales Tax Expected to increase 5% using FY19-20 as the base year.
 - ❖ Results in increase of \$887K from FY20-21 budget
- ❖ Reducing Jackson Rancheria contribution by 25% of contribution of \$1.4M received in FY20-21
 - ❖ Results in an estimated decrease of \$356K from FY20-21 receipts from Jackson Rancheria
- ❖ The base budget does not include any excess tax loss reserve transfers, in or out.
- ❖ Base budget revenue reduced by \$4.49M for one time grant revenue from CARES Act, Tree Mortality and other miscellaneous one time revenues.

21-22 General Fund Base Budget Expenditure Assumptions

- ❖ Wages estimated at \$27K lower than 20/21
- ❖ PERS costs estimated \$651K higher than 20/21
- ❖ Health Insurance costs are budgeted for an increase on 1/1/22 of 5% for all plans. Total estimated increase \$182K.
- ❖ Worker's Comp estimated to go up by \$77K
- ❖ Contingency set at \$1.2M of total expenditures (approximately 2.6%)
- ❖ Reduced all "one time" expenses that were in the 20/21 budget which resulted in a \$5.85M reduction
- ❖ A-87 cost decrease to the General Fund by \$92K
- ❖ Estimating \$142K decrease in Liability, Property, Unemployment Insurance to the general fund for 21/22 based on early estimates from our insurance carriers
- ❖ All other operating expenditures are status quo from 20/21

21-22 Possible Economic Factors

- ❖ The base budget is built before sending budget requests to departments. At this time, we do not know the unique needs of departments. We know there will be additional requests based on pending projects, contract increases for services and new requirements. Additionally we will be monitoring new legislation at the state and federal level for additional revenue changes that may affect the County.
- ❖ Jail Expansion Project – Increased County obligation from \$633K to \$4.3M
 - ❖ How will this affect the General Fund this year?
- ❖ 2021 Federal Coronavirus Relief Bill – What does that look like for local government?
- ❖ Health Realignment – With staffing changes in Health Departments (Public Health and Environmental Health) and additional costs for inmate medical expenses, how will that affect future Health Realignment usage?
- ❖ COVID-19 – Impacts on state and local economy long term, other impacts to County
 - ❖ Sales Tax Revenue (1% Bradley Burns, .5% Prop 172, 1991 & 2011 Health, Mental Health, Social Services and Criminal Justice)
 - ❖ Jackson Rancheria Contribution

CALPERS Costs – Employer Normal Cost Rates

Fiscal Year	Miscellaneous Plan - All	Safety Local Prosecutor - Classic Tier 1	Safety Local Prosecutor - Classic Tier 2	Safety Local Prosecutor - PEPRA	Peace Officer -Classic Tier 1	Peace Officer -Classic Tier 2	Peace Officer - PEPRA
15/16	18.595%	13.813%	11.530%	9.069%	18.524%	15.627%	11.153%
16/17	20.172%	14.785%	12.055%	9.418%	19.536%	16.656%	12.082%
17/18	8.832%	14.971%	12.242%	9.513%	19.723%	16.842%	11.990%
18/19	8.890%	15.719%	12.848%	10.020%	20.556%	17.614%	12.141%
19/20	9.470%	16.636%	13.540%	10.216%	21.927%	18.928%	13.034%
20/21	10.068%	18.152%	14.810%	11.114%	23.674%	20.585%	13.044%
21/22	9.630%	18.190%	14.810%	11.130%	23.710%	20.640%	13.130%

Classic - Tier 1

Hired before 6/1/11

Classic - Tier 2

Hired on or after 6/1/11, but before 1/1/13

PEPRA

Hired on or after 1/1/13

PEPRA = PUBLIC EMPLOYEE'S PENSION REFORM ACT

CALPERS Unfunded Liability

CALPERS ANNUAL UNFUNDED ACCRUED LIABILITY - REQUIRED EMPLOYER CONTRIBUTION

Fiscal Year	Miscellaneous	Safety Local Prosecutor -	Safety Local Prosecutor -	Safety Local Prosecutor -	Peace Officer -	Peace Officer -	Peace Officer -	TOTAL UL	Annual	
	Plan - All	Classic Tier 1	Classic Tier 2	PEPRA	-Classic Tier 1	-Classic Tier 2	PEPRA		Increase	% Increase
15/16	\$0	\$40,403			\$959,813			\$1,000,216		
16/17	\$0	\$46,379	\$0	\$25	\$1,085,017	\$0	\$0	\$1,131,421		
17/18	\$2,364,378	\$54,834	\$395	\$73	\$1,261,031	\$0	\$185	\$3,680,896		
18/19	\$2,857,129	\$66,702	\$738	\$242	\$1,504,354	\$826	\$1,170	\$4,431,161	\$750,265	20.38%
19/20	\$3,400,850	\$79,858	\$7,981	\$3,299	\$1,775,255	\$3,905	\$20,816	\$5,291,964	\$860,803	19.43%
20/21	\$3,797,313	\$90,492	\$8,468	\$3,627	\$1,989,600	\$4,543	\$22,713	\$5,916,756	\$624,792	11.81%
21/22	\$4,185,881	\$105,110	\$9,240	\$4,000	\$2,283,713	\$5,628	\$25,649	\$6,619,221	\$702,465	11.87%

FY21-22 Revenue/Expenditure Comparison

Total CALPERS Unfunded Liability Increase 21-22

\$702,465

Total Property Tax Revenue Increase of 3.5%

\$636,882

Current FY 21-22 General Fund Base Budget

\$40,045 Surplus

- ❖ Base budget is calculated by updating all current known changes to revenues and expenditures, before the budgets are given to departments to make their requested changes.
- ❖ Changes to GSA Cost Allocation, IT Communications and Technology have not been updated as of yet.
- ❖ Current employees/positions step and longevity increases are included in the base.
- ❖ No wage increases have been included in the budget.

Next Steps

- ❖ Budgets to be sent to Department Heads, with instructions for a status-quo submittal
 - ❖ Salary increases and other mandatory increases (A-87, GSA Cost Allocation and Worker's Comp) have been incorporated in the base budget, but any programmatic increases must be accompanied by cost savings elsewhere
- ❖ General Reserve is \$7.7M and Payroll Reserve is at 1.1M. The Board has authorized loans to Capital Improvement fund for the Jail Expansion project of \$3.41M to date.
- ❖ A more refined picture of the budget will be presented to the Board and the submittal discussed at the Budget Workshop in May

FY21-22 Budget Calendar:

- ❖ **March 12 – Budgets go to Departments**
- ❖ **March 17– Budget Orientation (Budget information for employees that are involved in this process but are new to it)**
- ❖ **April 2 – Budgets Submittals Due to Budget Director/CAO**
- ❖ **April 7-9 – CAO/Department Head Meetings**
- ❖ **May 4 – Proposed Budget Workshop**
- ❖ **June 8 – Board Budget Hearing – Approval of Preliminary Budget**

Questions?