



FY 2023-24 MID-YEAR  
BUDGET REVIEW  
&  
FY 2024-25 BUDGET  
OUTLOOK

FEBRUARY 6, 2024

COUNTY ADMINISTRATIVE OFFICE

# MID-YEAR GENERAL FUND BUDGET REVIEW FY 2023-24

## FY 2023-24 Estimated Fund Balance 1100 - General Fund

Beginning Fund Balance	38,348,196
Estimated Revenues	146,527,108
Estimated Expenditures	160,017,145
Estimated Other Financing Sources (Uses)	2,114,332
<b>Fund Balance Adjustments</b>	
1/23 Board Allocation \$1M in Measure Z funds to Public Works	(1,000,000)
Estimated Fund Balance Adjustments	<b>(1,000,000)</b>
Estimated Use of Fund Balance	<u>(12,375,705)</u>
Estimated Ending Fund Balance	<u><u>25,972,491</u></u>

# MEASURE Z

<b>FY 2023-24 Estimated Fund Balance Measure Z</b>	
FY 2023-24 Beginning Fund Balance	7,920,867
Estimated Revenues	13,240,000
Estimated Expenditures	14,876,270
Estimated Other Financing Sources (Uses)	-
<b>Fund Balance Adjustments</b>	
Roads Allocation	(1,000,000)
Estimated Fund Balance Adjustments	<b>(1,000,000)</b>
Estimated Use of Fund Balance	(2,636,270)
FY 2023-24 Estimated Ending Fund Balance	<u>5,284,597</u>
Established Reserve	<u>(864,000)</u>
FY 2023-24 Estimated Ending Available Fund Balance	<u><u>4,420,597</u></u>

- DHHS - \$5.1 million, an increase of \$7.2 million
- Economic Development – To be determined, pending reconciliations
- Roads – (\$6.7 million), an increase of \$1 million
- Library - \$1.2 million, an increase of \$6,956
- Aviation - \$35.3 million, a decrease \$3,000
- Internal Service Funds - \$40 million, an increase of \$4.2 million

**OTHER FUNDS**  
**FY 2023-24 ESTIMATED ENDING FUND BALANCE**



# PRELIMINARY GENERAL FUND BUDGET OUTLOOK FY 2024-25

FY 2023-24 Mid Year Shortfall (**\$12.38 million**)

Increases/Savings

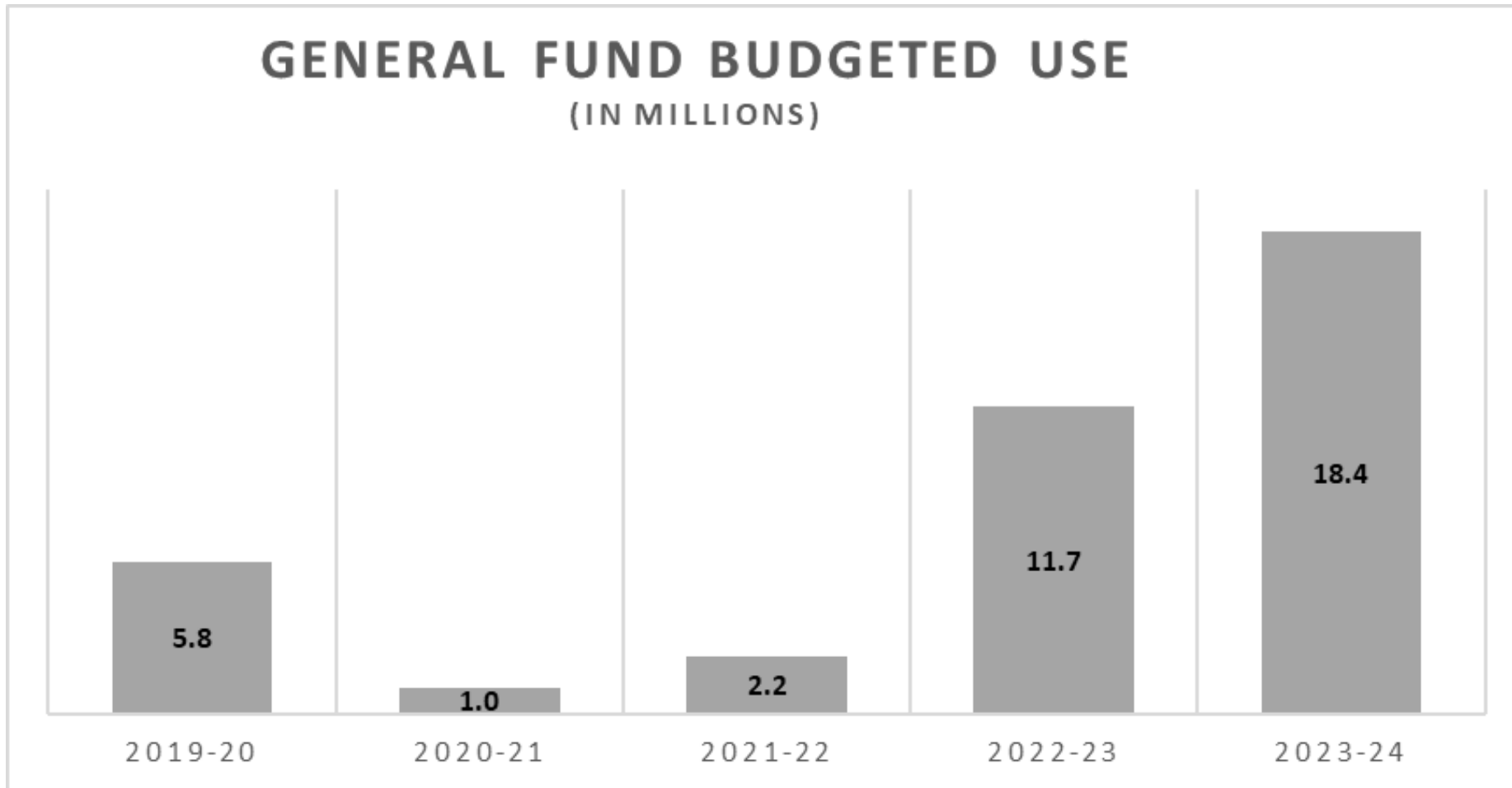
**\$153,549** Bradley Burns  
Sales Tax Revenue  
**\$591,833** Discretionary  
Property Tax Revenue  
**\$1.12M** VSIP Cost  
Savings  
**\$1.36M** 20% ARGFA  
Reduction  
**\$2.70M** Personnel Costs  
Savings

**(\$80,000)** Prop 172  
Revenue  
**(\$225,000)** Cancelled  
Checks Revenue  
**(\$240,000)** Measure Z  
Revenue  
**(\$2.19M)** Retirement  
Costs  
**(\$2.19M)** FY 23-24  
ARPA Funded Costs  
**(\$890,000)** Insurance  
Costs

Decreases/Reductions

FY 2024-25 Projected Shortfall (**\$12.29 million**)

# GENERAL FUND DEFICIT



# OBJECTIVES



1. Receive FY 2023-24 Mid-Year Budget update and Budget Outlook for FY 2024-25
2. Approve the Parameters to Develop the FY 2024-25 Budget and Approve the FY 2023-24 budget adjustments
3. Consider 2 Board Members to a Budget Ad Hoc Committee
4. Provide Staff Direction on the Potential Departmental Reorganization

FY 2024-25

CAO

RECOMMENDED

BUDGET

PARAMETERS

- General Fund allocations status quo with changes as follows:
  - Increase by FY 2023-24 ongoing ARGFA, apply a 20% reduction
  - Reduce by VSIP, depts with VSIP are exempt from ARGFA reduction
- Evaluate possible reductions to General Fund contributions to other funds
- Deallocate FY 2024-25 unbudgeted General Fund positions
- Accept ARGFA's for one-time expenditures
- Set PARS to 2% of salaries
- Suspend the annual contribution to Deferred Maintenance
- Approve a transfer from the Tax Loss Reserve - \$2 million
- Consider a transfer to the General Reserve to meet policy requirements
- Reallocate ARPA funding with priority given to ARPA ongoing costs



# FY 2023-24 BUDGET ADJUSTMENTS

- One-time Expenditures
  - \$8,764 Sheriff - Cal-ID/RAN (3495-126) – Funding for increased costs
  - \$132,431 Sheriff – Measure Z Dispatch (1100-297360) – Funding for approved request to purchase medical dispatch software carryforward
  - (\$1,944,850) Advanced Planning – Department of Cannabis Control Grant (1100-282701) – Reduction due to spending more grant funds in FY 2022-23 than anticipated
  - \$1,000,000 Public Works – Measure Z Roads (1100-298) – Approved by the Board on Jan. 23, 2024, to utilize Measure Z for road maintenance repairs.
- Transfer from Contingency
  - \$347,000 Contributions – Other (1100-199) – Funding for the FY 2022-23 Project Trellis Equity match.
- Appropriation Transfers
  - \$23,362 Sheriff – Special Services (1100-221500) – Transfer from existing budget for increased cost of Sheriff vehicle replacement.
  - \$12,948 Sheriff – Boating Safety Grant (1100-221900) – Transfer from existing budget for grant trailer purchase.
  - \$392,700 Mental Health Jail Programs (1170-427) – Transfer to increase appropriations for Locum Tenens doctor coverage.

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# BUDGET AD HOC

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- Ad Hoc Committee participates in department budget meetings
  - Report out to full Board during public meetings
  - FY 2023-24: Supervisor Arroyo and Supervisor Bushnell

# REORGANIZATION

Option 1: Specific reorganizations now

Option 2: Staff establish a strategy and return

Option 3: Option 2 and form an organizational committee

Option 4: Contract with a consultant to establish a strategy and return

Option 5: Do not pursue reorganization