

SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA



ITEM
3.46
(ID # 6899)

MEETING DATE:

Tuesday, April 24, 2018

FROM : EXECUTIVE OFFICE:

SUBJECT: EXECUTIVE OFFICE: Receive and File Fiscal Year 2018/2019 Budget Preview. All Districts.

RECOMMENDED MOTION: That the Board of Supervisors receive and file the attached FY 18/19 Budget Preview Report.

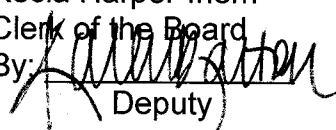
ACTION: Policy

MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Washington, seconded by Supervisor Jeffries and duly carried by unanimous vote, IT WAS ORDERED that the above matter is approved as recommended.

Ayes: Jeffries, Tavaglione, Washington, Perez and Ashley
Nays: None
Absent: None
Date: April 24, 2018
xc: EO

Kecia Harper-Ihem
Clerk of the Board

By: 
Deputy

**SUBMITTAL TO THE BOARD OF SUPERVISORS COUNTY OF RIVERSIDE,
STATE OF CALIFORNIA**

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost
COST	\$	\$	\$	\$
NET COUNTY COST	\$	\$	\$	\$
SOURCE OF FUNDS:			Budget Adjustment:	No
			For Fiscal Year:	

C.E.O. RECOMMENDATION: APPROVE

County Of Riverside Fiscal Year 2018/19 Budget Preview

PRESENTED BY THE

COUNTY EXECUTIVE OFFICE

APRIL 24, 2018



Proactive Steps

- ❖ Identified other potential obligations
- ❖ Met with departments in late December to share Q1 impacts
- ❖ January 8 CEO issued targeted hiring freeze
- ❖ January 9 Board briefed on Q1 follow-up & JJBDC Phase 1 staffing
- ❖ Held approved Internal Service Fund rates flat
- ❖ Briefed labor unions on financial position
- ❖ Analyses and discussions of requests ongoing with departments
- ❖ Working with departments to maximize use of resources available

Projected FY 17/18 Increases/(Decreases)

General Purpose Revenue	Millions	Departmental Net Cost	Millions
❖ Property taxes	\$ 1.4	❖ Animal Services	0.6
❖ Motor vehicle in-lieu	0.6	❖ Auditor-Controller	(0.6)
❖ Residual RDA assets	(2.9)	❖ Auditor-Controller - COWCAP Reimbursement	2.3
❖ Fines & penalties	0.6	❖ Behavioral Health	(3.1)
❖ Sales & use taxes	(0.4)	❖ Board of Supervisors	(0.5)
❖ Interest earnings	2.6	❖ County Counsel	0.8
❖ Miscellaneous federal & state	(0.2)	❖ District Attorney	3.8
❖ Rebates & refunds	(1.0)	❖ DPSS – IHSS	(4.6)
❖ Operating transfers in (accounting correction)	(7.8)	❖ Economic Development Agency	0.5
❖ Miscellaneous others	0.7	❖ Executive Office	(0.4)
Total	<u>\$ (6.2)</u>	❖ Planning	(0.4)
		❖ Probation	(1.5)
		❖ Public Defender	1.4
		❖ RUHS	0.6
		❖ Sheriff	(10.0)
		❖ Probation	(1.2)
		❖ Contribution to CIP for EOC	3.2
		❖ Other various minor adjustments	<u>(0.8)</u>
		Total	<u>\$ (8.3)</u>

General Fund Projected Fund Balance

	FY 17/18 Adopted	FY 17/18 Projected
	Millions	
Reserve for budget stabilization assumed	\$197.9	*\$190.3
Remaining unassigned fund balance	-	27.6
Actual CAFR beginning balance	197.9	217.9
Draw on fund balance projected**	(37.1)	(37.1)
Departmental net county cost savings projected		8.3
Untapped Contingency projected		20.0
Decrease in general purpose revenue projected		(6.2)
Ending fund balance projected	\$160.8	\$203.0

* Adjusted to actuals

** Includes \$20 million in appropriations for Contingency

FY 18/19 Revenue Update

❖ 3% overall projected general purpose growth:

	Millions
❖ Property taxes	\$16.9
❖ Motor vehicle in-lieu	12.8
❖ RDA residual assets	(2.5)
❖ Fines & penalties	0.8
❖ Sales & use taxes	0.2
❖ Documentary transfer tax	0.7
❖ Franchise fees	(0.3)
❖ Interest earnings	6.6
❖ Miscellaneous federal & state	(0.2)
❖ Rebates & refunds	(0.8)
❖ Operating transfers (accounting correction)	<u>(7.8)</u>
	26.4

❖ Use of Departmental Sub-funds:

❖ Assessor	\$2.6
❖ Clerk-Recorder	2.8
❖ District Attorney	7.1
❖ Sheriff	2.2
❖ Veterans Services	0.1

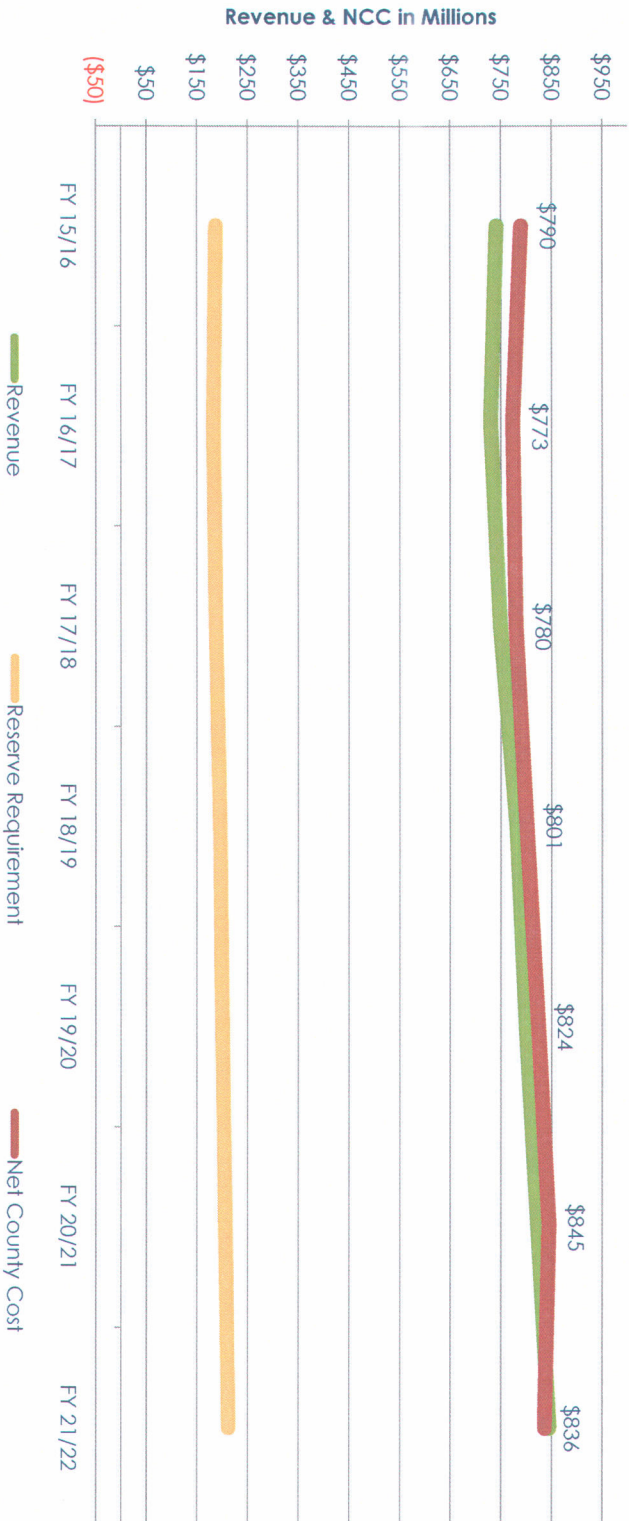
Multi-Year Discretionary Funding Forecast

JJBDC + MOB @ 100%



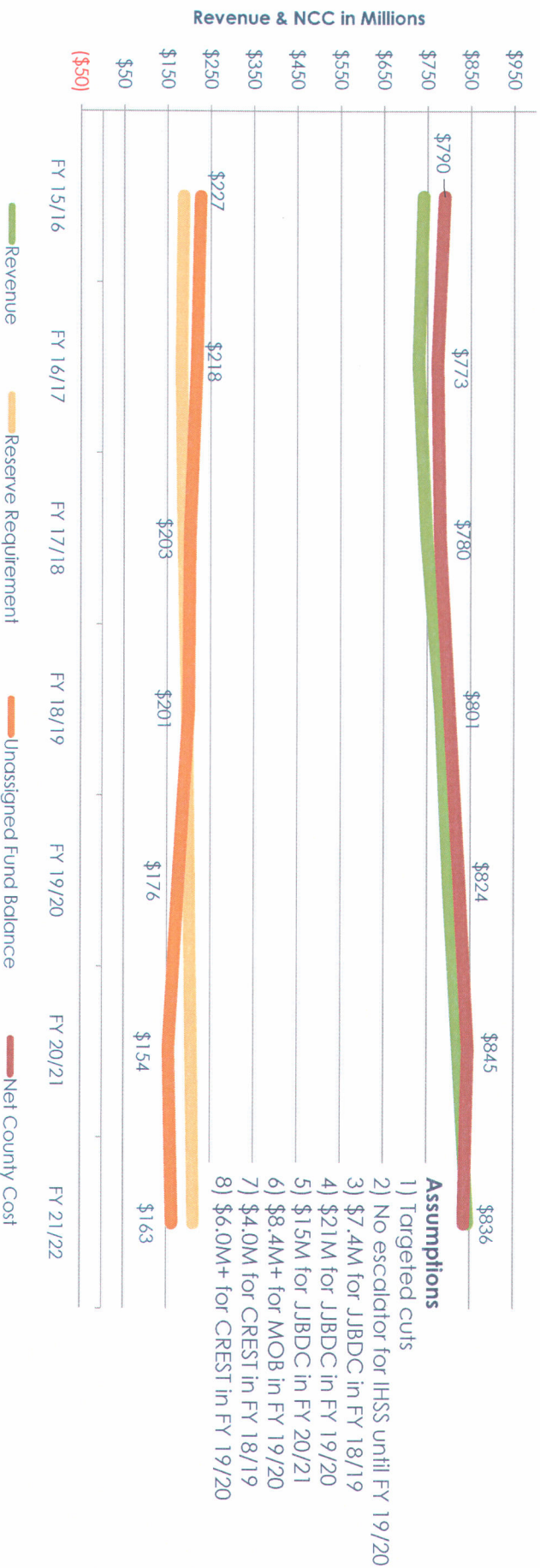
Multi-Year Discretionary Funding Forecast

JJBDC + MOB @ 100%



Multi-Year Discretionary Funding Forecast

JJBDC + MOB @ 100%



Multi-Year Forecast without Cuts

JJBDC + MOB @ 100%



Targeted Cuts

NCC Allocations		FY 18/19 NCC Cut
D PSS		(4,618,931)
Assessor-Clerk-Recorder		(1,400,000)
Behavioral Health		(995,000)
Executive Office		(654,000)
Public Health		(487,000)
Animal Services		(471,000)
Contributions to Other Funds		(324,000)
Code Enforcement		(200,000)
Planning		(192,000)
Auditor-Controller		(142,000)
Emergency Management Department		(105,000)
RUHS		(83,000)
County Counsel		(79,000)
Purchasing		(45,000)
Treasurer-Tax Collector		(33,000)
Agricultural Commissioner		(32,000)
Cooperative Extension		(27,000)
Human Resources		(20,000)
Edward Dean Museum		(3,000)
Grand Total		\$ (9,586,931)

Contributions to Other Funds		FY18/19 NCC Cut
Community Action Partnership		(3,000)
DPSS: Homeless		(93,000)
EDA: Economic Development Program		(164,000)
Graphic Information Systems		(5,000)
Office on Aging		(49,000)
TLMA: ALLUC		(10,000)
Grand Total		(324,000)

Pension Cost Projections



Preliminary Policy Issues

	Millions
❖ Sheriff	\$15.8
❖ District Attorney	9.3
❖ RUHS	15.0
❖ Probation	7.0
❖ EDA Community Centers	1.0
❖ Public Defender	<u>0.7</u>
	<u>\$48.8</u>

Multi-Pronged Strategy

- ❖ Cost containment
- ❖ Full cost recovery
 - ❖ Board support for departmental fee schedule updates
 - ❖ From service contracts with other jurisdictions
- ❖ Maximizing existing internal resources available now
- ❖ Identifying constitutionally-mandated services
- ❖ Implementing targeted cut scenarios

Schedule

- ❖ ~~FY 18/19 departmental budget submittals due March 12~~
- ❖ ~~Third quarter status reports received April 9~~
- ❖ ~~FY 18/19 budget preview & discussion April 24~~
- ❖ FY 17/18 Q3 budget report May 22
- ❖ Recommended budget presentation & hearings June 11-12
- ❖ Budget amendments July 31
- ❖ Budget adoption September 25

Next Steps

- ❖ Targeted cuts to prepare now for out-year obligations
- ❖ Deleting unfunded positions to reduce liability
- ❖ Board support for updating fee schedules for full cost recovery

Tuesday, April 24, 2018

COUNTY OF RIVERSIDE FY 18/19 BUDGET PREVIEW