



FY 2024-25 Recommended Budget Board of Supervisors Budget Hearing

MAY 29 AND 30, 2024

COUNTY ADMINISTRATIVE OFFICE

FY 2024-25 Recommended Budget



Budget Process in Brief



- Preliminary plans for carrying out next year's operations.
- Must be balanced.
- Assumes no augmentations.

- Prioritized proposals if additional County Contributions are Available.

Countywide Analysis

- Countywide Needs Assessment
- DHs Workshop
- BOS Workshop
- Budget Hearings
- Budget Adoption

Fiscal Environment

- National Economy Growing Risks
 - Potential Legislation to Limit ARPA Expenditures and Obligations to December 2024
 - Higher Interest Rates
 - No recession is forecasted, but it cannot be ruled out in the near term
- State Economy Risks
 - \$44.9 billion deficit in FY 2024-25, based on the May revise
 - Early Action packages \$17.3 billion



Fiscal Environment

- Local Risks
 - General fund discretionary revenue growth is not sufficient to keep up with rising costs
 - All the available discretionary revenue growth is recommended to help departments keep up with these increased costs to maintain current staffing & service levels
 - One-time funds are used to balance the FY 2024-25 budget, but it is very likely reductions will be necessary in the upcoming fiscal years as revenue growth is not keeping up with expenditure growth
 - Strategic Reserve levels have been reduced to \$52.6 million (as of 05/20/2024, 62.8% of target) but could be lower if new requests are submitted and approved by the end of FY 2023-24 . The target balance is \$83.7 million.



Fiscal Environment

- Local Level
 - The FY 2024-25 recommended budget is balanced
 - Negotiations with bargaining groups are underway. Outcomes of these negotiations could result in an imbalance.
 - Potential new revenue measure could help with this imbalance.
 - State Budget impacts are being analyzed, but the County could be adversely impacted in FY 2024-25 and beyond.
 - All available ARPA dollars have been allocated (pending FY 2023-24 activity reconciliation)



County-wide Recommended Budget Summary - 1

All Funds	2022-23 Actual	2023-24 Adopted	2024-25 Recommended
Expenditures			
Salaries & Benefits	\$ 828.0	\$ 935.5	\$ 953.2
Services & Supplies	522.9	488.7	519.2
Other Charges	176.3	115.0	125.4
Fixed Assets	79.4	108.5	113.3
Op. Transfers Out / Other Financing	310.8	259.6	255.3
Contingencies	-	3.4	8.4
Total Expenditures	\$ 1,917.4	\$ 1,910.8	\$ 1,974.8
Revenues			
Taxes	\$ 295.8	\$ 296.9	\$ 309.0
Licenses, Permits & Franchises	29.2	28.2	29.8
Fines, Forfeitures & Penalties	10.8	13.0	12.7
State & Federal Aid	809.6	738.5	769.2
Charges for Current Services	463.2	480.6	486.3
Other Revenues	373.8	304.3	308.3
Total Revenues	\$ 1,982.5	\$ 1,861.5	\$ 1,915.3
Use of Fund Balance	\$ (65.1)	\$ 49.3	\$ 59.5
FTE Positions	5,737.2	5,844.3	5,891.6

*Numbers may not add up due to rounding.

\$1.97 billion in appropriations

Appropriations increase \$64 million

- \$17.70 million in salary and benefits
- 47.25 new positions added – NMC, Health, PWWP
- General Fund contingencies include \$8.4 million per County policy

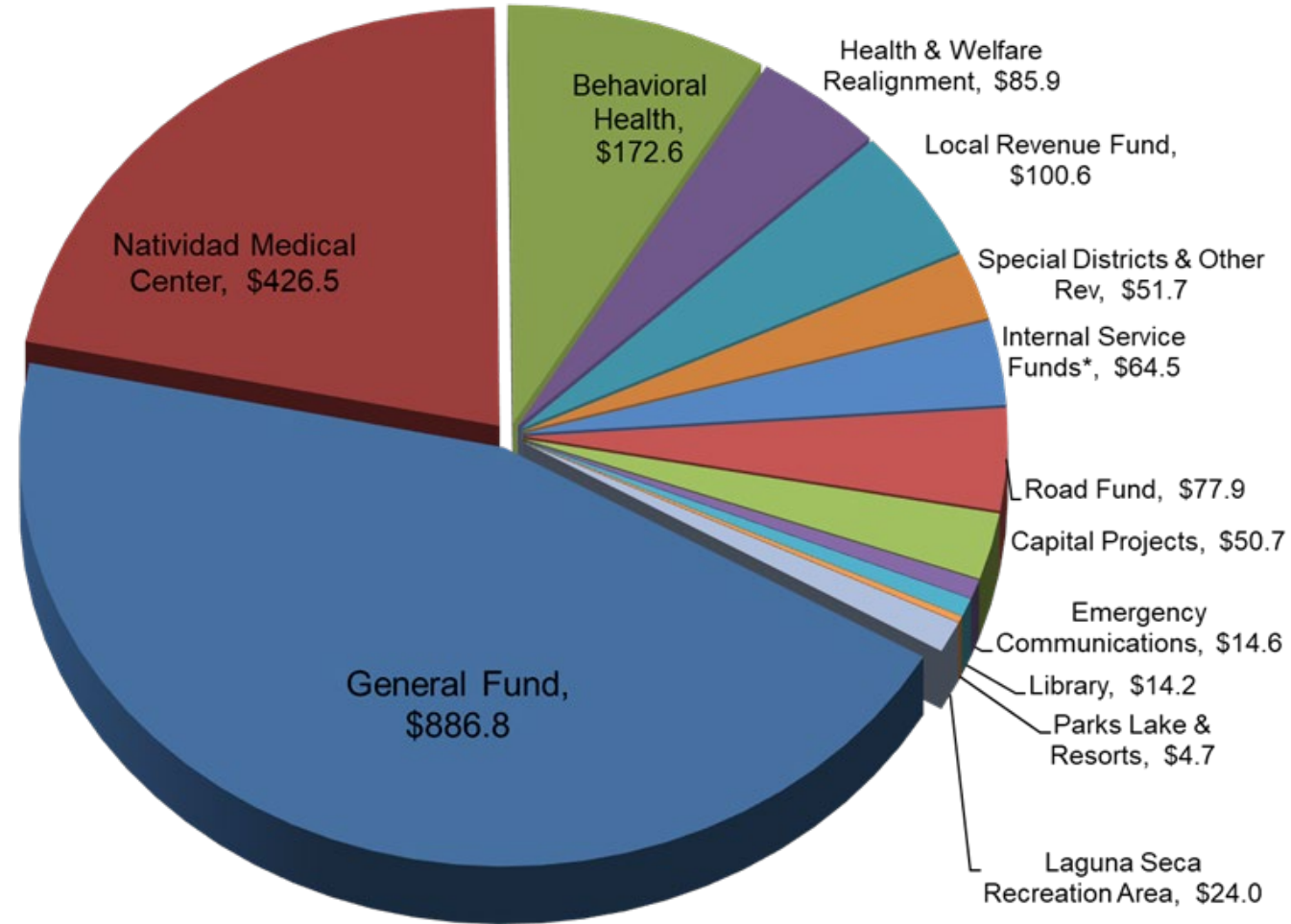
\$1.92 billion in revenues

Revenue grows \$53.80 million

- \$36.80 million increase in the general fund
- \$27.30 million NMC fund
- \$9.9 million Realignment growth
- \$7.2 million increase in behavioral health
- (\$15.2) million decrease in the supplemental liability fund
- (\$4.4) million decrease in Laguna Seca fund



County-wide Recommended Budget FY 2024-25 – by Fund



* Includes programs for general liability, workers' compensation, ERP planning, and employee benefits.



General Fund Recommended Budget Summary - 1

General Fund	2022-23 Actual	2023-24 Adopted	2024-25 Recommended
Expenditures			
Salaries & Benefits	\$ 486.4	\$ 550.6	\$ 558.6
Services & Supplies	179.8	202.6	206.6
Other Charges	72.0	53.2	65.5
Fixed Assets	18.1	13.3	14.9
Op. Transfers Out	71.1	24.8	32.7
Contingencies	-	3.4	8.4
Total Expenditures	\$ 827.5	\$ 847.8	\$ 886.8
Revenues			
Taxes	\$ 271.1	\$ 274.0	\$ 285.2
Licenses, Permits & Franchises	28.6	26.2	27.1
Fines, Forfeitures & Penalties	9.5	10.6	10.3
State & Federal Aid	284.5	309.4	313.4
Charges for Current Services	79.2	76.0	87.4
Other Revenues	162.8	140.6	150.1
Total Revenues	\$ 835.8	\$ 836.7	\$ 873.5
Use of Fund Balance	\$ (8.3)	\$ 11.1	\$ 13.3
FTE Positions	3,509.2	3,579.7	3,594.7

*Numbers may not add up due to rounding.

- \$886.8 million in appropriations
 - Increase of \$39 million from the prior year
 - \$8.1 million increase in salaries and benefits
 - \$10.3 million in social services
 - 15 new positions
- \$873.5 million in revenues
 - \$14.7 million increase in discretionary revenue
- ARPA funding is set to expire 12/31/2024
- All available ARPA funding has been allocated, pending FY 2023-24 activity reconciliation



General Fund Recommended Budget Summary - 2

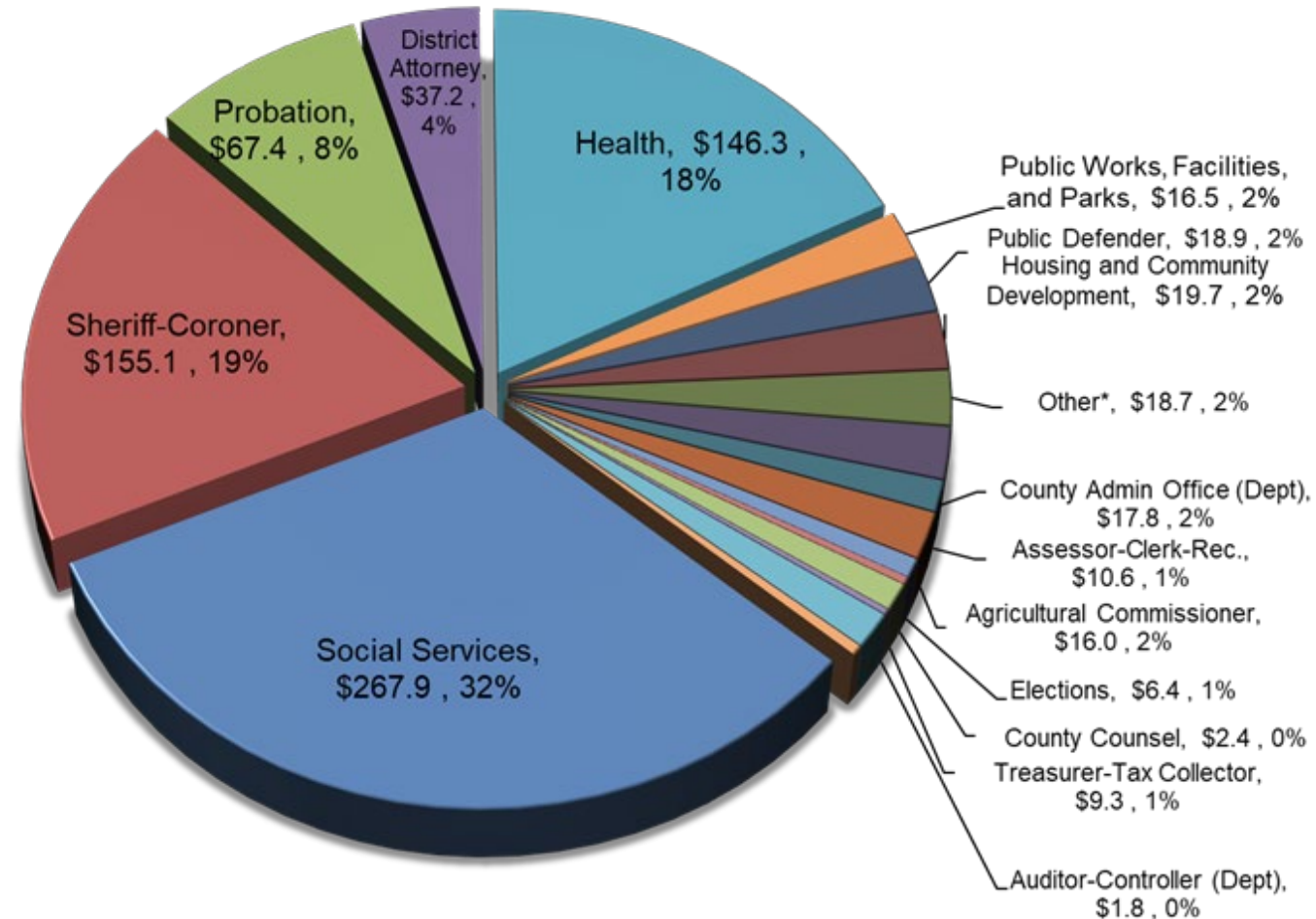
General Fund	2022-23 Actual	2023-24 Adopted	2024-25 Recommended
Expenditures			
Salaries & Benefits	\$ 486.4	\$ 550.6	\$ 558.6
Services & Supplies	179.8	202.6	206.6
Other Charges	72.0	53.2	65.5
Fixed Assets	18.1	13.3	14.9
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FTE Positions	3,509.2	3,579.7	3,594.7

*Numbers may not add up due to rounding.

- \$13.3 million use of fund balance.
- Uses of fund balance include:
 - \$3.5 million in the Social Services department, including HHAP round 1 and 2 (\$2.6 million)
 - \$4.1 million in the Health department to pay a liability to the State
 - \$1.5 million in cannabis assignment dollars
 - \$1.4 million for body cameras in the Sheriff's department
 - \$1 million for information technology projects
- \$6.4 million in one-time ARPA revenue is used to fund various needs:
 - \$1.9 million in the general fund



General Fund Recommended Budget FY 2024-25 – by Department

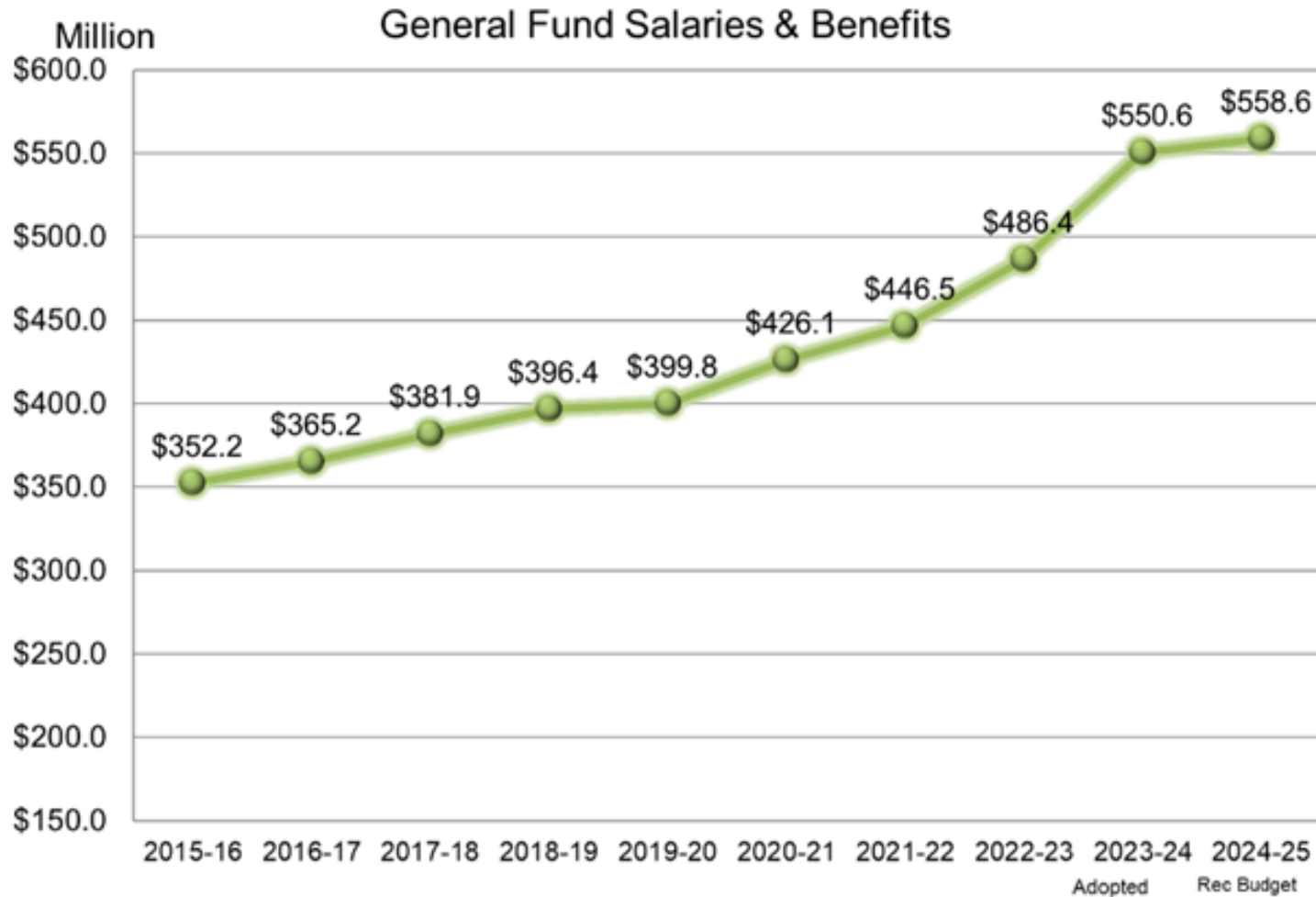


Excludes non-departmental costs.

*Includes Human Resources, Board of Supervisors, Clerk of the Board, Civil Rights Office, Dept. of Emergency Management, and Cooperative Extension. Chart excludes non-departmental costs such as bond payments, trial courts, contributions to fire districts and



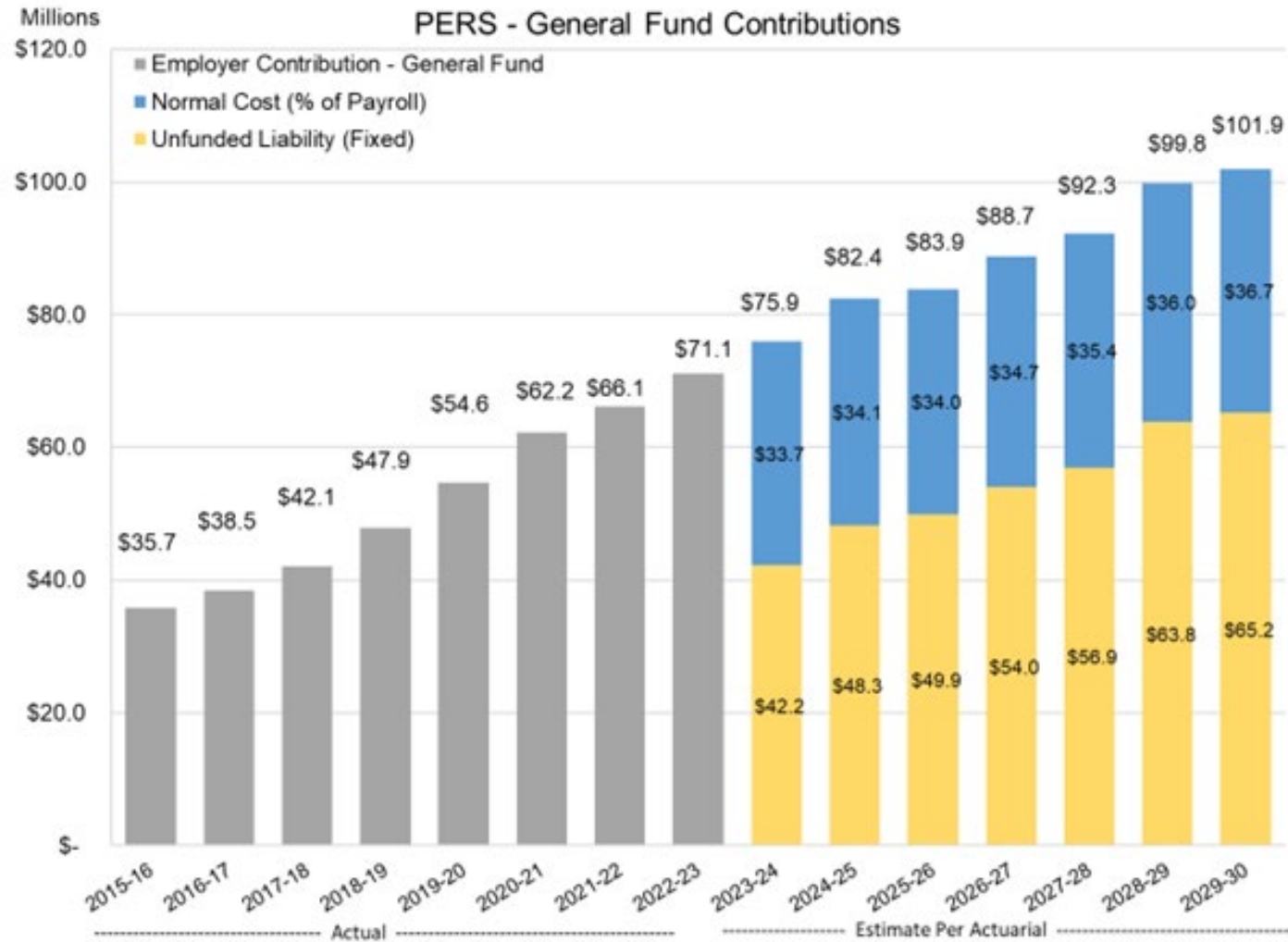
General Fund Cost Drivers – Salary and Benefits



- Salaries and benefits grew \$8 million from the current year adopted budget
- The most significant year over year increase occurred in FY 2023-24 in salaries and benefits (\$64.2 million).
- For comparison, the largest year over year growth prior to FY 2023-24 occurred in FY 2022-23 (\$39.9 million)

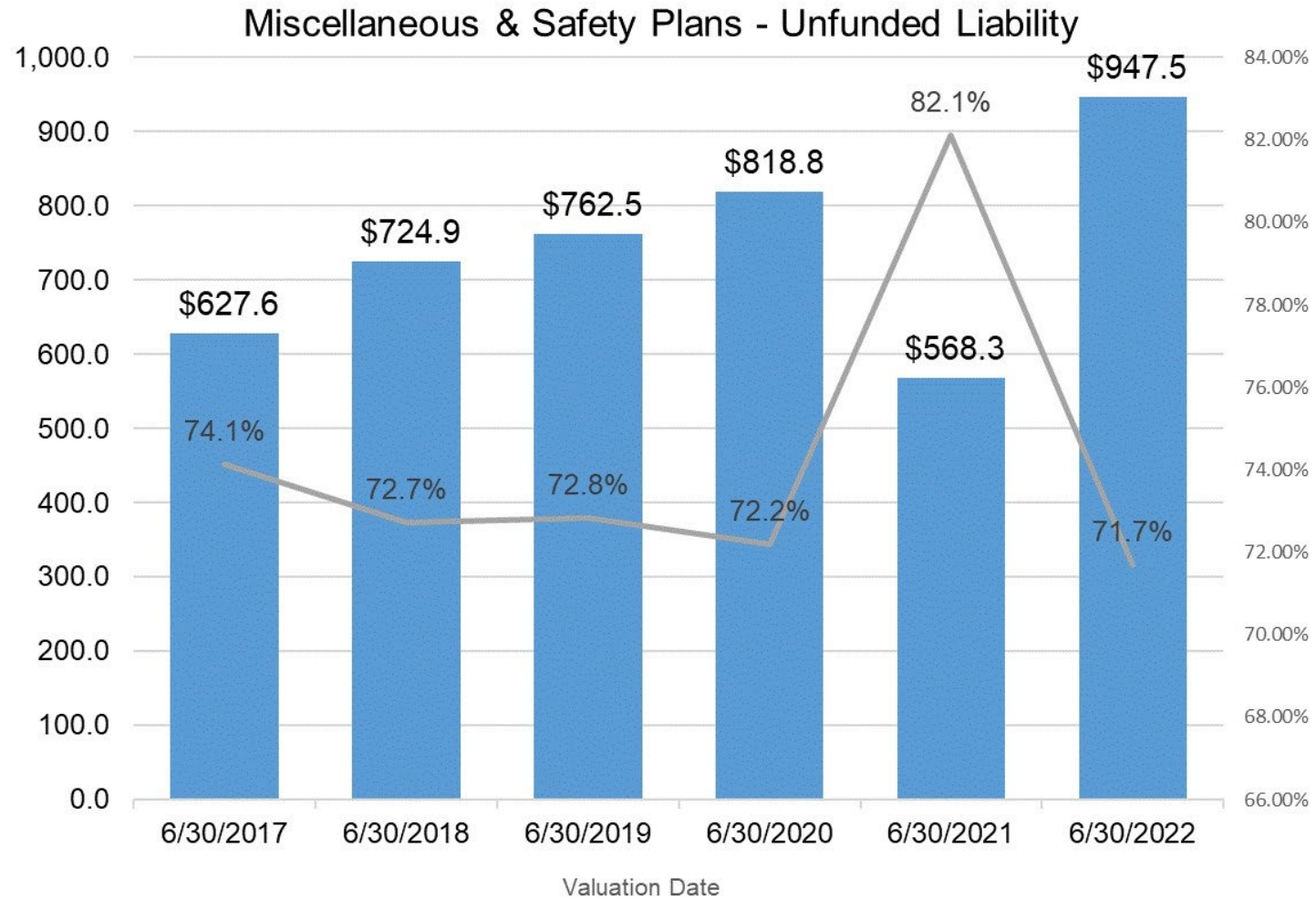


General Fund Pension Contribution Trend



- Based on CalPERS actuarial reports, pension contribution costs are projected to grow by \$6.5 million in FY 2024-25.
- These estimated costs are more than double when compared to FY 2015-16.
- Costs are projected to grow throughout the projection period of 2029-30.

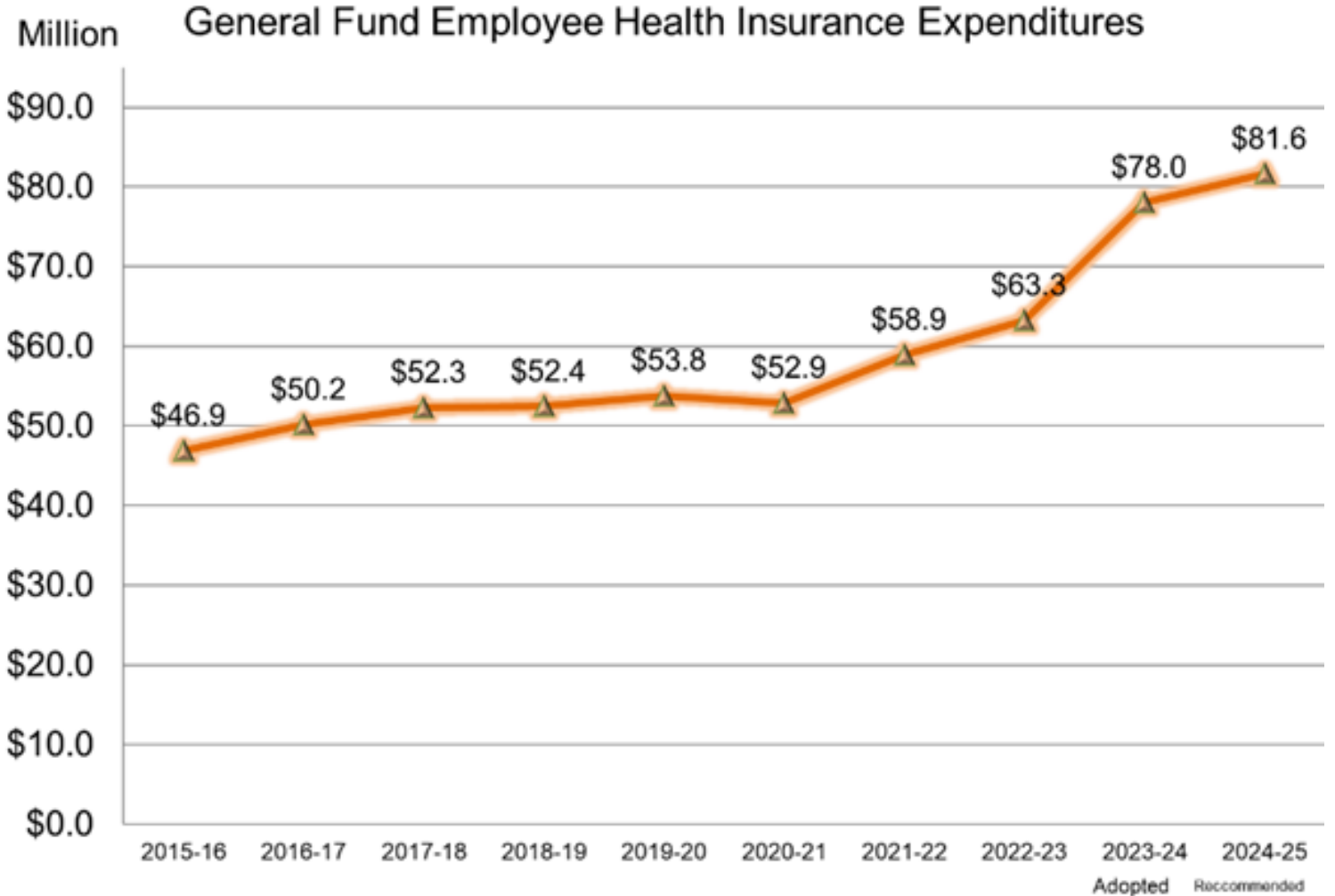
County-wide Retirement Unfunded Liability



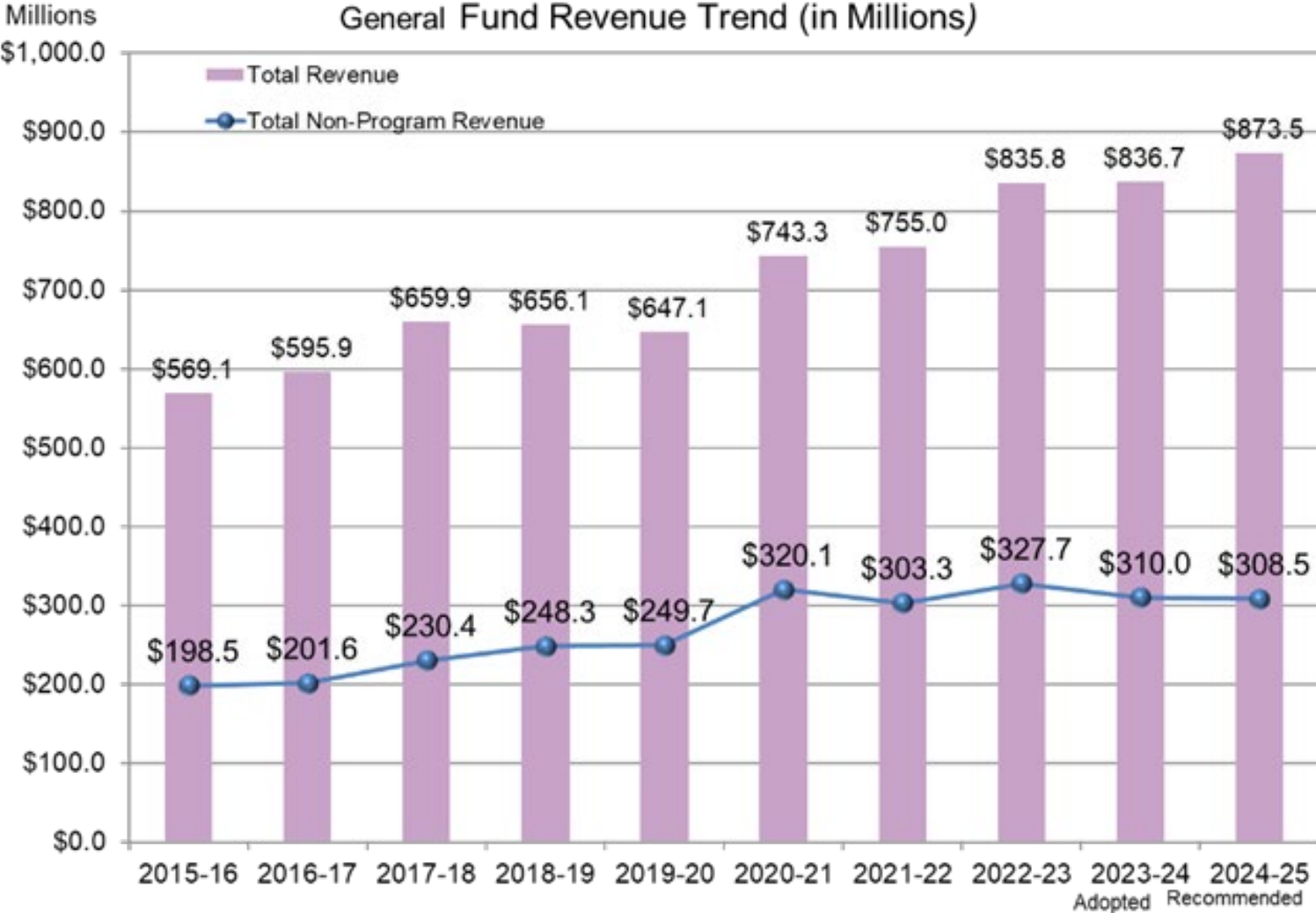
- Unfunded Liability for the County is estimated at \$947.5 million as of the latest valuation report (2022). This is significantly more than the prior year estimate.
- The Board established a long-term strategy to address this growing liability; establishing the supplemental 115 pension program. That pension trust program is suspended in FY 2024-25 (\$15.2 million countywide and \$10.9 million in the General Fund).

General Fund Health Insurance Premiums

- Historically, the County has covered a large portion of the annual increases in employee health insurance.
- This cost has almost doubled since FY 2015-16.
- The cost increase in FY 2023-24 is estimated at \$14.4 million and is, in part, a direct result of the terms of the latest negotiated labor contracts which included higher County contributions for premiums and higher costs of flex cash credits.
- Beginning with FY 2024-25, costs are projected to grow by \$3.6 million.
- These costs will increase if the pending labor negotiations result in higher County contributions.



General Fund Revenue Trend



- Total General Fund Revenue is projected to grow \$36.8 million in FY 2024-25.
- It is projected that future years' growth will not be sufficient to keep pace with expenditure growth.
- Discretionary revenue is projected to grow by \$12.50 million in FY 2024-25 compared to FY 2023-24 (after excluding ARPA revenue). Although some revenue grew, the largest increase is projected in property taxes (\$11.6 million).

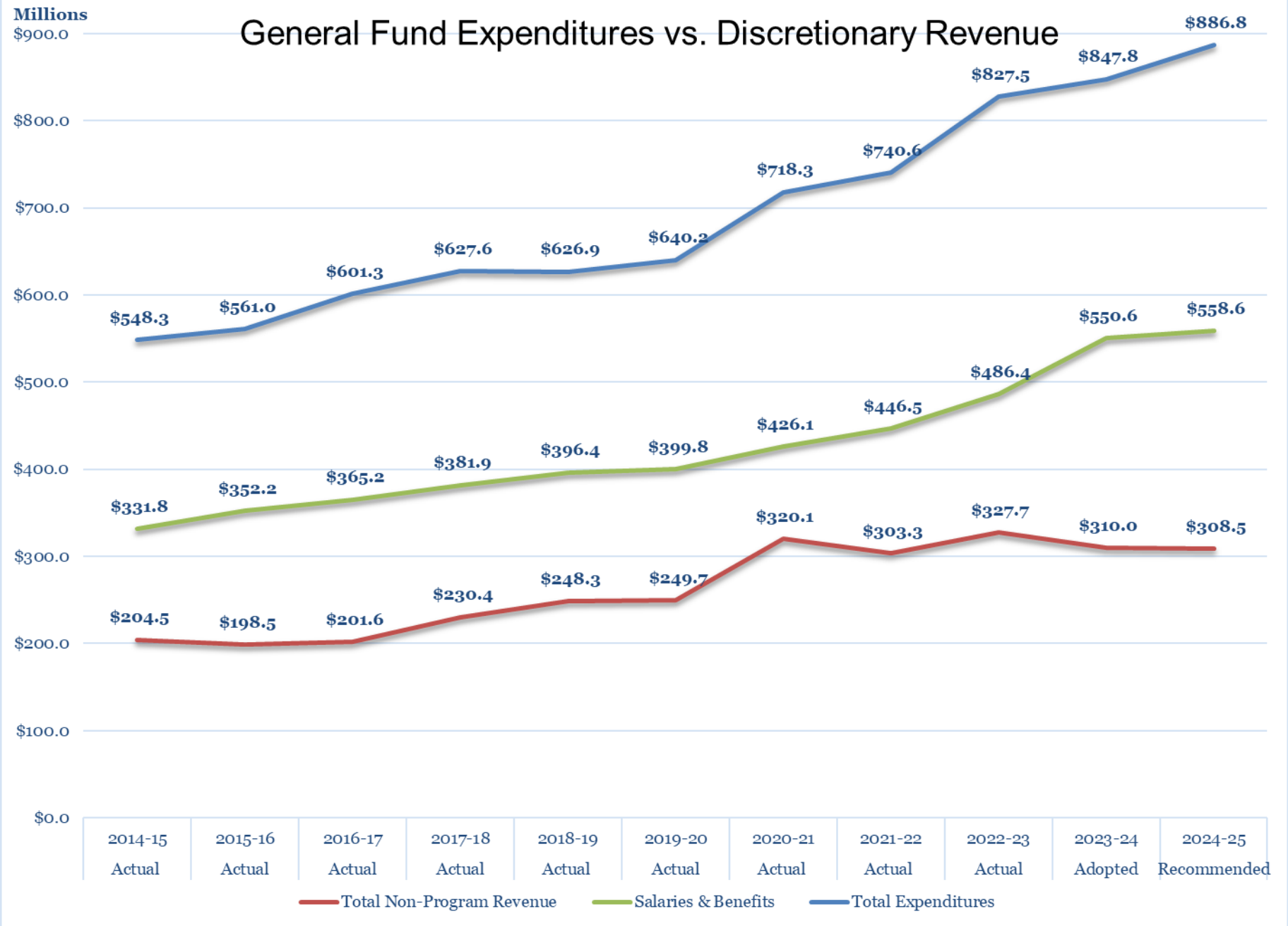


General Fund Discretionary Revenue Drivers

Revenue	2022-23 Actual	2023-24 Adopted	2024-25 Recommended	Change from Rec. to Adopt.
Property Tax	211,851,708	215,264,907	226,902,085	11,637,178
Transient Occupancy Tax	38,073,618	40,025,756	38,838,898	(1,186,858)
Cannabis Tax	3,504,096	3,442,575	4,000,000	557,425
Vehicle License Fees	376,137	270,725	270,725	-
Sales & Use Tax	17,705,332	15,270,555	15,465,502	194,947
Franchise Fees	9,262,272	6,260,703	7,151,144	890,441
Tobacco Settlement	4,283,004	4,470,336	4,283,004	(187,332)
Federal Aid	17,949,933	17,748,179	1,823,993	(15,924,186)
Other	<u>24,673,066</u>	<u>7,286,672</u>	<u>9,725,586</u>	<u>2,438,914</u>
Total	327,679,166	310,040,409	308,460,937	(1,579,471)

- Property Taxes have continued to grow
- Property taxes have been surprisingly strong amid the pandemic and other economic pressures; but need to monitor closely as reduction in this revenue could be impactful to service levels

General Fund Expenditures vs. Program and Discretionary Revenue Trend



Requested Augmentations

Requested Augmentations Summary by Category

Category	Sum of Requested FTE	Sum of Requested Expenditures	Sum of Requested Revenues	Sum of Net Request
Capital Improvements	-	\$ 1,883,515	\$ 1,790,125	\$ 93,390
Contribution to Other Funds	-	\$ 2,742,662		\$ 2,742,662
New Mandated Program/Service w/ General Fund Funding	2.00	\$ 1,454,203		\$ 1,454,203
New Mandated Program/Service w/ Outside Funding	3.00	\$ 774,893	\$ 774,893	\$ -
New Program/Service w/ General Fund Funding	0.50	\$ 3,619,114	\$ 445,800	\$ 3,173,314
New Program/Service w/ Outside Funding	8.00	\$ 1,762,881	\$ 1,266,881	\$ 496,000
Request New Position	41.00	\$ 5,281,343	\$ 1,709,869	\$ 3,571,474
Status Quo Filled Position	9.00	\$ 1,350,540		\$ 1,350,540
Status Quo Other	-	\$ 8,722,459		\$ 8,722,459
Status Quo Vacant Position	30.00	\$ 3,880,169	\$ 1,039,633	\$ 2,840,536
New Program	-	\$ -	\$ 1,023,993	\$ (1,023,993)
Grand Total	93.50	\$ 31,471,779	\$ 8,051,194	\$ 23,420,585

- Departments submitted **\$31.5** million in augmentation requests in the categories shown in the table above. Status quo requests total \$13.9 million as summarized below.
 - \$1.4 million to keep 9 filled positions
 - \$8.7 million to keep status quo costs not related to positions
 - \$3.9 million for status quo vacant positions (30 FTE)



Requested Augmentations Summary by Fund

Fund	Sum of Requested FTE	Sum of Requested Expenditures	Sum of Requested Revenues	Sum of Net Request
Capital Projects	-	\$ 1,700,000	\$ 1,700,000	\$ -
Emergency Communications	7.00	\$ 1,039,633	\$ 1,039,633	\$ -
General Fund	86.50	\$ 28,022,353	\$ 5,311,561	\$ 22,710,792
Pajaro Sanitation District	-	\$ 709,793		\$ 709,793
Grand Total	93.50	\$ 31,471,779	\$ 8,051,194	\$ 23,420,585

- The largest funding request was made in the General Fund (\$28 million)

Requested Augmentations Summary by Department

Department	Requested FTE	Sum of Requested Expenditures	Sum of Requested Revenues	Sum of Net Request
Auditor-Controller	3.00	\$ 401,983		\$ 401,983
Civil Rights Office	-	\$ 15,000		\$ 15,000
Cooperative Extension Service	2.00	\$ 44,148		\$ 44,148
County Administrative Office	1.00	\$ 3,134,052	\$ 1,176,306	\$ 1,957,746
Department of Emergency Management	-	\$ 1,450,707		\$ 1,450,707
District Attorney	1.00	\$ 163,777	\$ 163,777	\$ -
Elections	-	\$ 500,000		\$ 500,000
Emergency Communications	7.00	\$ 1,039,633	\$ 1,039,633	\$ -
Health	7.00	\$ 2,280,240	\$ 1,131,823	\$ 1,148,417
Housing and Community Development	-	\$ 1,174,885		\$ 1,174,885
Human Resources	1.00	\$ 381,427		\$ 381,427
Information Technology	-	\$ 1,990,667	\$ 1,700,000	\$ 290,667
Probation	-	\$ 726,447		\$ 726,447
Public Defender	5.50	\$ 1,193,936	\$ 774,893	\$ 419,043
Public Works, Facilities & Parks	3.00	\$ 6,090,988		\$ 6,090,988
Sheriff-Coroner	60.00	\$ 9,804,451	\$ 1,595,170	\$ 8,209,281
Social Services	3.00	\$ 1,079,438	\$ 469,592	\$ 609,846
Grand Total	93.50	\$ 31,471,779	\$ 8,051,194	\$ 23,420,585

- Departments submitted **\$31.5** million in augmentation requests. Departments with larger requests include:
 - \$8.2 million in the Sheriff's Department – 60 FTEs
 - 29 status quo
 - 31 new
 - \$6.1 million – PWWP Department, 3 new FTE
 - \$1.2 million Housing and Community Development department



Recommended Augmentations

Recommended Augmentations by Department

- The recommended budget provides funding of \$15.8 million with major funding in the following departments
 - \$5.6 million in the Sheriff's department
 - \$3.3 million PWWP department
 - \$1.1 million in the Housing and Community Development department
 - 61 FTEs
 - 37 in Sheriff's department
 - 7 in Emergency Communications
 - 5 in Health

Recommended <input type="checkbox"/>	Dept Name	FTE	Sum of Requested Expenditures	Sum of Requested Revenues	Sum of Net Request
<input checked="" type="checkbox"/>	Auditor-Controller	1.00	\$ 152,525		\$ 152,525
	Civil Rights Office	-	\$ 15,000		\$ 15,000
	Cooperative Extension Service	2.00	\$ 44,148		\$ 44,148
	County Administrative Office	1.00	\$ 2,441,754	\$ 1,176,306	\$ 1,265,448
	Department of Emergency Management	-	\$ 1,450,707		\$ 1,450,707
	District Attorney	1.00	\$ 163,777	\$ 163,777	\$ -
	Elections	-	\$ 500,000		\$ 500,000
	Emergency Communications	7.00	\$ 1,039,633	\$ 1,039,633	\$ -
	Health	5.00	\$ 1,386,431	\$ 936,458	\$ 449,973
	Housing and Community Development	-	\$ 1,174,885		\$ 1,174,885
	Human Resources	1.00	\$ 292,429		\$ 292,429
	Information Technology	-	\$ 1,990,667	\$ 1,700,000	\$ 290,667
	Probation	-	\$ 478,943		\$ 478,943
	Public Defender	3.00	\$ 665,388	\$ 480,729	\$ 184,659
	Public Works, Facilities & Parks	-	\$ 3,310,838		\$ 3,310,838
	Sheriff-Coroner	37.00	\$ 7,124,348	\$ 1,508,558	\$ 5,615,790
	Social Services	3.00	\$ 1,079,438	\$ 469,592	\$ 609,846
Yes Total		61.00	\$ 23,310,911	\$ 7,475,053	\$ 15,835,858



Recommended and Not Recommended FTE Requests

Recommended	Dept Name	New Mandated Program/S ervice w/ General Fund Funding	New Mandated Program/S ervice w/ Outside Funding	New Program/S ervice w/ General Fund Funding	New Program/S ervice w/ Outside Funding	Request New Position	Status Quo Filled Position	Status Quo Vacant Position	Grand Total
<input checked="" type="checkbox"/> Yes	Auditor-Controller					1.00			1.00
	Cooperative Extension Service						2.00		2.00
	County Administrative Office			-		1.00			1.00
	Department of Emergency Management	-		-		-			-
	District Attorney					1.00			1.00
	Emergency Communications							7.00	7.00
	Health			-		5.00			5.00
	Housing and Community Development	-							-
	Human Resources							1.00	1.00
	Public Defender	1.00	2.00						3.00
	Sheriff-Coroner			-	6.00	2.00	7.00	22.00	37.00
	Social Services			-	2.00	1.00			3.00
Yes Total		1.00	2.00	-	8.00	11.00	9.00	30.00	61.00
<input type="checkbox"/> (blank)	Auditor-Controller					2.00			2.00
	County Administrative Office				-				-
	Health				-	2.00			2.00
	Public Defender	1.00	1.00	0.50					2.50
	Public Works, Facilities & Parks	-				3.00			3.00
	Sheriff-Coroner					23.00			23.00
(blank) Total		1.00	1.00	0.50	-	30.00			32.50
Grand Total		2.00	3.00	0.50	8.00	41.00	9.00	30.00	93.50

- New positions were mostly funded by departmental revenue
- All status quo filled or vacant positions were restored
- Those under blank category are NOT recommended for funding



Positions by Department FY 2024-25

Department	2023-24	2024-25	
	Adopted	Recommended	Change
Natividad Medical Center	1,473.0	1,501.8	28.8
Health	1,271.3	1,268.3	(3.0)
Social Services	925.0	929.0	4.0
Sheriff-Coroner	470.0	478.0	8.0
Probation	298.5	300.5	2.0
Housing & Community Development	104.0	104.0	-
Public Works, Facilities, & Parks	277.5	277.5	-
District Attorney	160.0	161.0	1.0
Child Support Services	82.0	82.0	-
Information Technology	110.0	110.0	-
Ag Commissioner	75.0	75.0	-
Emergency Communications	75.0	75.0	-
Library	66.5	66.0	(0.5)
Assessor	65.0	65.0	-
CAO	76.0	78.0	2.0
Public Defender	60.0	62.0	2.0
Treas-Tax Collector	49.0	49.0	-
Auditor-Controller	56.5	57.5	1.0
County Counsel	54.0	54.0	-
Human Resources	42.0	42.0	-
Board of Supervisors	20.0	20.0	-
Dept. of Emergency Management	9.0	11.0	2.0
Clerk of the Board	5.0	5.0	-
Cooperative Extension Service	3.0	3.0	-
Civil Rights Office	5.0	5.0	-
Elections	12.0	12.0	-
Total	5,844.3	5,891.6	47.3

- Major changes in positions
 - NMC - 28 additional FTE
 - Sheriff Department – 8 additional FTE



Recommended Augmentations by Category

Category	Sum of Requested	Sum of Requested	Sum of Requested	Sum of Net Request
<input checked="" type="checkbox"/> Yes	61.00	\$ 23,310,911	\$ 7,475,053	\$ 15,835,858
Capital Improvements	-	\$ 1,700,000	\$ 1,700,000	\$ -
Contribution to Other Funds	-	\$ 1,432,869		\$ 1,432,869
New Mandated Program/Service w/ General Fund Funding	1.00	\$ 1,119,544		\$ 1,119,544
New Mandated Program/Service w/ Outside Funding	2.00	\$ 480,729	\$ 480,729	\$ -
New Program/Service w/ General Fund Funding	-	\$ 3,127,091	\$ 445,800	\$ 2,681,291
New Program/Service w/ Outside Funding	8.00	\$ 1,266,881	\$ 1,266,881	\$ -
Request New Position	11.00	\$ 1,811,249	\$ 1,518,017	\$ 293,232
Status Quo Filled Position	9.00	\$ 1,350,540		\$ 1,350,540
Status Quo Other	-	\$ 7,141,839		\$ 7,141,839
Status Quo Vacant Position	30.00	\$ 3,880,169	\$ 1,039,633	\$ 2,840,536
New Program	-	\$ -	\$ 1,023,993	\$ (1,023,993)
Grand Total	61.00	\$ 23,310,911	\$ 7,475,053	\$ 15,835,858

- The recommended budget provides funding of \$15.8 million with major funding in the categories shown in the table.

Recommended Augmentations Detail

- Programs showing zero net augmentations are funded with departmental or other revenue not considered general fund contribution

Department	Sum of Recommended FTE	Sum of Recommended Expenditures	Sum of Recommended Revenues	Sum of Net Recommended
Yes	61.00	\$ 23,110,911	\$ 7,475,053	\$ 15,635,858
Auditor-Controller	1.00	\$ 152,525		\$ 152,525
Internal Auditor III	1.00	\$ 152,525		\$ 152,525
Civil Rights Office	-	\$ 15,000		\$ 15,000
Internship Program	-	\$ 15,000		\$ 15,000
Cooperative Extension Service	2.00	\$ 44,148		\$ 44,148
Layoff Prevention	2.00	\$ 44,148		\$ 44,148
County Administrative Office	1.00	\$ 2,441,754	\$ 1,176,306	\$ 1,265,448
(ARPA) Climate Action Plan (CAP)	-	\$ 275,000		\$ 275,000
ARPA Carryover Revenue	-	\$ -	\$ 1,023,993	\$ (1,023,993)
Communications Operating Budget	-	\$ 45,072		\$ 45,072
Comprehensive Economic Development Strategy (CEDS)	-	\$ 75,000		\$ 75,000
Contracts Purchasing Academy	-	\$ 15,000		\$ 15,000
Economic Development Association Memberships	-	\$ 12,000		\$ 12,000
Homeless Services Operating Budget	-	\$ 75,000		\$ 75,000
ITD Capital Project Network End of Life	-	\$ 500,000		\$ 500,000
ITD Capital Project Site Power	-	\$ 500,000		\$ 500,000
ITD Capital Project Zoom Phones	-	\$ 100,000		\$ 100,000
Legislative Advocacy Contracts	-	\$ 103,500		\$ 103,500
Management Analyst I	1.00	\$ 152,313	\$ 152,313	\$ -
Media Buys	-	\$ 100,000		\$ 100,000
Meltwater Agreement	-	\$ 30,000		\$ 30,000
Monterey Bay Economic Partnership	-	\$ 10,000		\$ 10,000
Prundale Senior Center	-	\$ 5,000		\$ 5,000
Restore 7 ECD Dispatchers	-	\$ 332,869		\$ 332,869
Sustainability Engineering and Design	-	\$ 50,000		\$ 50,000
Sustainability Memberships	-	\$ 47,500		\$ 47,500
Sustainability Operating Budget	-	\$ 13,500		\$ 13,500
Department of Emergency Management	-	\$ 1,450,707		\$ 1,450,707
AUG-AB102 M&A Management Analyst II	-	\$ 140,707		\$ 140,707
AUG-AECOM/DISASTER RECOVERY	-	\$ 550,000		\$ 550,000
AUG-DEM 5 YR. STRATEGIC PLAN FACILITATION	-	\$ 35,000		\$ 35,000
AUG-EOC Budget	-	\$ 600,000		\$ 600,000
AUG-MC Emergency Operations Plan	-	\$ 125,000		\$ 125,000



Recommended Augmentations Detail (continued)

- Programs showing zero net augmentations are funded with departmental or other revenue not considered general fund contribution

Department	Sum of Recommended FTE	Sum of Recommended Expenditures	Sum of Recommended Revenues	Sum of Net Recommended
Yes	61.00	\$ 23,110,911	\$ 7,475,053	\$ 15,635,858
District Attorney	1.00	\$ 163,777	\$ 163,777	\$ -
Management Analyst II	1.00	\$ 163,777	\$ 163,777	\$ -
Elections	-	\$ 500,000		\$ 500,000
Operational expense for Presidential General Election	-	\$ 500,000		\$ 500,000
Emergency Communications	7.00	\$ 1,039,633	\$ 1,039,633	\$ -
BSL-ECD Dispatch	7.00	\$ 1,039,633	\$ 1,039,633	\$ -
Health	5.00	\$ 1,386,431	\$ 936,458	\$ 449,973
ARPAPR - CPTED Baseline	-	\$ 77,973		\$ 77,973
ARPAPR - CPTED Rollover	-	\$ 150,000		\$ 150,000
AUG EVC	1.00	\$ 136,461	\$ 136,461	\$ -
AUG Grant Program	-	\$ 30,000		\$ 30,000
AUG MAII	1.00	\$ 187,988	\$ 187,988	\$ -
AUG Mobile Clinics	-	\$ 288,000	\$ 96,000	\$ 192,000
AUG-Administrative Operations Manager	1.00	\$ 201,275	\$ 201,275	\$ -
AUG-Clinic Operations Supervisor	1.00	\$ 139,836	\$ 139,836	\$ -
AUG-Management Analyst II	1.00	\$ 174,898	\$ 174,898	\$ -
Housing and Community Development	-	\$ 974,885		\$ 974,885
Building Plan Check On Call Services	-	\$ 100,000		\$ 100,000
Chualar Community Plan	-	\$ 149,151		\$ 149,151
GPUI Update	-	\$ 625,734		\$ 625,734
Planning On Call Services	-	\$ 100,000		\$ 100,000
Human Resources	1.00	\$ 292,429		\$ 292,429
Legal Services for Labor Negotiations	-	\$ 100,000		\$ 100,000
Staff Training & Development	-	\$ 30,000		\$ 30,000
Status Quo Vacant Management Analyst I	1.00	\$ 162,429		\$ 162,429
Information Technology	-	\$ 1,990,667	\$ 1,700,000	\$ 290,667
AUG-ITDCIP-DataCtrEndOfLife	-	\$ 600,000	\$ 600,000	\$ -
AUG-ITDCIP-NetwEndOfLife	-	\$ 500,000	\$ 500,000	\$ -
AUG-ITDCIP-SitePower	-	\$ 500,000	\$ 500,000	\$ -
AUG-ITDCIP-ZoomPhones	-	\$ 100,000	\$ 100,000	\$ -
ITD Broadband Project ARPA Rollover	-	\$ 290,667		\$ 290,667
Probation	-	\$ 478,943		\$ 478,943
Juvenile Hall Building Systems Maintenance	-	\$ 136,182		\$ 136,182
Revenue Loss UAL Suspension	-	\$ 342,761		\$ 342,761



Recommended Augmentations Detail (continued)

- Programs showing zero net augmentations are funded with departmental or other revenue not considered general fund contribution

Department	Sum of Recommended FTE	Sum of Recommended Expenditures	Sum of Recommended Revenues	Sum of Net Recommended
Yes	61.00	\$ 23,110,911	\$ 7,475,053	\$ 15,635,858
Public Defender	3.00	\$ 665,388	\$ 480,729	\$ 184,659
PDO-DPD IV AB109	1.00	\$ 294,164	\$ 294,164	\$ -
PDO-Investigator III	1.00	\$ 184,659		\$ 184,659
PDO-MA III-AB109	1.00	\$ 186,565	\$ 186,565	\$ -
Public Works, Facilities & Parks	-	\$ 3,310,838		\$ 3,310,838
Custodial Services in Multi Use Facilities	-	\$ 1,047,607		\$ 1,047,607
Facility Unscheduled Maintenance	-	\$ 1,000,000		\$ 1,000,000
Fire Fuel Abatement	-	\$ 200,000		\$ 200,000
Security Services at Government Center, Schilling & Laurel	-	\$ 1,063,231		\$ 1,063,231
Sheriff-Coroner	37.00	\$ 7,124,348	\$ 1,508,558	\$ 5,615,790
36A22 - DEPUTY SHERIFF-OPERATIONS	12.00	\$ 1,961,996		\$ 1,961,996
36A82 - SHERIFFS COMMANDER	1.00	\$ 325,394		\$ 325,394
36E21 - DEPUTY SHERIFF-CORRECTIONS	4.00	\$ 624,004		\$ 624,004
60G54 - SHERIFF'S WORK ALTERNATIVE SPECIALIST	1.00	\$ 93,865		\$ 93,865
70K92 - SHERIFFS CORRECTIONAL COOK II	1.00	\$ 86,143		\$ 86,143
80E22 - OFFICE ASSISTANT III	1.00	\$ 82,911		\$ 82,911
80I07 - CORRECTIONS SPECIALIST	1.00	\$ 86,376		\$ 86,376
80I10 - CUSTODY AND CONTROL SPECIALIST	5.00	\$ 477,710		\$ 477,710
80I15 - SHERIFFS RECORDS SPECIALIST I	1.00	\$ 78,142		\$ 78,142
80I16 - SHERIFFS RECORDS SPECIALIST II	2.00	\$ 167,958		\$ 167,958
AXON Body Worn Camera Taser Program	-	\$ 1,981,091	\$ 349,800	\$ 1,631,291
New Deputy Sheriff Corrections CalAIM	2.00	\$ 408,302	\$ 408,302	\$ -
New Management Analyst I CalAIM	1.00	\$ 152,313	\$ 152,313	\$ -
New Office Assistant III CalAIM	1.00	\$ 104,099	\$ 104,099	\$ -
New Patient Financial Services Specialist II CalAIM	1.00	\$ 122,961	\$ 122,961	\$ -
New Position Inmate Service Specialist	2.00	\$ 127,663	\$ 127,663	\$ -
New Sheriff's Sergeant CalAIM	1.00	\$ 243,420	\$ 243,420	\$ -
Social Services	3.00	\$ 1,079,438	\$ 469,592	\$ 609,846
IHSS Wage/Health Benefits	-	\$ 509,846		\$ 509,846
New Assistant Deputy Director	1.00	\$ 233,806	\$ 233,806	\$ -
New Office Assistant III	1.00	\$ 104,099	\$ 104,099	\$ -
New Supervisor Office Assistant II	1.00	\$ 131,687	\$ 131,687	\$ -
Shuman Hearthouse	-	\$ 100,000		\$ 100,000
Grand Total	61.00	\$ 23,110,911	\$ 7,475,053	\$ 15,635,858



Financing for Augmentations

Row Labels	Sum of Requested Expenditures	Sum of Requested Revenues	Sum of Net Request	Sum of Recommended Total
⊕ Departmental Revenue	\$ 4,305,260	\$ 4,305,260	\$ -	\$ -
⊕ ARPA Carryover	\$ 1,023,994	\$ 1,023,993	\$ 1	\$ 1
⊕ Cannabis Assignment	\$ 2,051,445	\$ 349,800	\$ 1,701,645	\$ 1,541,194
⊕ ITD Assignment	\$ 2,200,000	\$ 1,100,000	\$ 1,100,000	\$ 1,100,000
⊕ UAL Program Suspension	\$ 10,612,699	\$ 96,000	\$ 10,516,699	\$ 10,316,699
⊕ Additional GFC	\$ 525,330		\$ 525,330	\$ 525,330
⊕ ARPA Unspent Dollars	\$ 600,000	\$ 600,000	\$ -	\$ 160,451
⊕ Fund 478	\$ 1,000,000		\$ 1,000,000	\$ 1,000,000
⊕ Disaster Recovery	\$ 550,000		\$ 550,000	\$ 550,000
⊕ GFC Transfer	\$ 257,525		\$ 257,525	\$ 257,525
⊕ Restricted Funds	\$ 184,659		\$ 184,659	\$ 184,659
Grand Total	\$ 23,310,911	\$ 7,475,053	\$ 15,835,858	\$ 15,635,859

- Major funding used to fund augmentation requests:
 - \$10.3 million from the suspension of the supplemental UAL program
 - \$1.5 million from cannabis assignment for body cameras program in Sheriff's department
 - \$760,451 in ARPA funds for the an ITD capital project (\$600,000) and \$160,451 for body cameras in Sheriff's department
 - \$1 million in ARPA carryover funds for projects previously approved by the Board
 - \$1.1 million from information technology assignment

Unfunded Augmentations

Unfunded Augmentations Summary

Row Labels	Sum of Requested Expenditures	Sum of Requested Revenues	Sum of Net Request	Sum of Recommended Total
<input type="checkbox"/> No	\$ 8,160,868	\$ 576,141	\$ 7,584,727	\$ -
Auditor-Controller	\$ 249,458		\$ 249,458	
County Administrative Office	\$ 692,298		\$ 692,298	\$ -
Health	\$ 893,809	\$ 195,365	\$ 698,444	
Human Resources	\$ 88,998		\$ 88,998	
Probation	\$ 247,504		\$ 247,504	
Public Defender	\$ 528,548	\$ 294,164	\$ 234,384	
Public Works, Facilities & Parks	\$ 2,780,150		\$ 2,780,150	
Sheriff-Coroner	\$ 2,680,103	\$ 86,612	\$ 2,593,491	
Grand Total	\$ 8,160,868	\$ 576,141	\$ 7,584,727	\$ -

- Totals in this table exclude capital projects



Unfunded Augmentations Detail (1 of 2)

Row Labels	Sum of Requested Expenditures	Sum of Requested Revenues	Sum of Net Request	Sum of Recommended Total
<input type="checkbox"/> No	\$ 8,160,868	\$ 576,141	\$ 7,584,727	\$ -
<input type="checkbox"/> Auditor-Controller	\$ 249,458		\$ 249,458	
Accounting Tech Backfill	\$ 124,362		\$ 124,362	
Internal Auditor II	\$ 125,096		\$ 125,096	
<input type="checkbox"/> County Administrative Office	\$ 692,298		\$ 692,298	\$ -
ITD Capital Project Data Center EOL	\$ 600,000		\$ 600,000	\$ -
Sustainability Civic Spark Fellows	\$ 31,000		\$ 31,000	
Temp MAii 0.5 FTE	\$ 61,298		\$ 61,298	
<input type="checkbox"/> Health	\$ 893,809	\$ 195,365	\$ 698,444	
AUG ACT II	\$ 118,640	\$ 58,264	\$ 60,376	
AUG Camera System	\$ 53,015	\$ 26,036	\$ 26,979	
AUG Key Access System	\$ 80,500	\$ 39,534	\$ 40,966	
AUG OAI	\$ 95,654	\$ 46,976	\$ 48,678	
AUG Potable Water Tank	\$ 50,000	\$ 24,555	\$ 25,445	
JUUL - Vaping Prevention, Education and Cessation	\$ 496,000		\$ 496,000	
<input type="checkbox"/> Human Resources	\$ 88,998		\$ 88,998	
Temporary Services-Intern	\$ 26,880		\$ 26,880	
Temporary Services-OA II	\$ 62,118		\$ 62,118	
<input type="checkbox"/> Probation	\$ 247,504		\$ 247,504	
Leave Buyback Unit M, N, L, F, J, X, XZ & Y	\$ 163,143		\$ 163,143	
Recruitment Professional Services	\$ 84,361		\$ 84,361	
<input type="checkbox"/> Public Defender	\$ 528,548	\$ 294,164	\$ 234,384	
PDO-DPD IV-CARE	\$ 294,164	\$ 294,164	\$ -	
PDO-Investigator III	\$ 184,659		\$ 184,659	
PDO-OA II	\$ 49,725		\$ 49,725	

- Totals in this table exclude capital projects

Unfunded Augmentations Detail (2 of 2)

Row Labels	Sum of Requested Expenditures	Sum of Requested Revenues	Sum of Net Request	Sum of Recommended Total
<input type="checkbox"/> No	\$ 8,160,868	\$ 576,141	\$ 7,584,727	\$ -
<input type="checkbox"/> Public Works, Facilities & Parks	\$ 2,780,150		\$ 2,780,150	
County Park Ranger II	\$ 137,436		\$ 137,436	
Fort Ord Open Space Unscheduled Maintenance	\$ 150,000		\$ 150,000	
Pajaro Sanitation System Operations & Maintenance	\$ 709,793		\$ 709,793	
Park Services Aide II	\$ 88,350		\$ 88,350	
Parking Citation Processing	\$ 20,000		\$ 20,000	
Parks Building & Grounds Worker II	\$ 100,453		\$ 100,453	
Salary & Benefit Savings Administration	\$ 198,008		\$ 198,008	
Salary & Benefit Savings Facilities	\$ 306,081		\$ 306,081	
Salary & Benefit Savings Parks	\$ 546,212		\$ 546,212	
Security at Castroville Library & BoS Offices	\$ 100,000		\$ 100,000	
Security at County Coastal Offices	\$ 100,000		\$ 100,000	
Security at Pajaro Library & Ag Commissioner Office	\$ 150,000		\$ 150,000	
Utilities for Shared Facilities	\$ 173,817		\$ 173,817	
<input type="checkbox"/> Sheriff-Coroner	\$ 2,680,103	\$ 86,612	\$ 2,593,491	
New Position Admin Ops Manager	\$ 114,071		\$ 114,071	
New Position Deputy Sheriff Corrections	\$ 1,872,040		\$ 1,872,040	
New Position Finance Manager I	\$ 173,223	\$ 86,612	\$ 86,611	
New Position Management Analyst I	\$ 89,330		\$ 89,330	
New Position Office Assistant III	\$ 62,182		\$ 62,182	
New Position Program Manager II	\$ 119,347		\$ 119,347	
New Position Sheriff's Records Director	\$ 111,330		\$ 111,330	
New Position Sheriff's Sergeant	\$ 138,580		\$ 138,580	
Grand Total	\$ 8,160,868	\$ 576,141	\$ 7,584,727	\$ -

- Totals in this table exclude capital projects

Unfunded Capital Projects

Capital Improvement Projects Prioritization

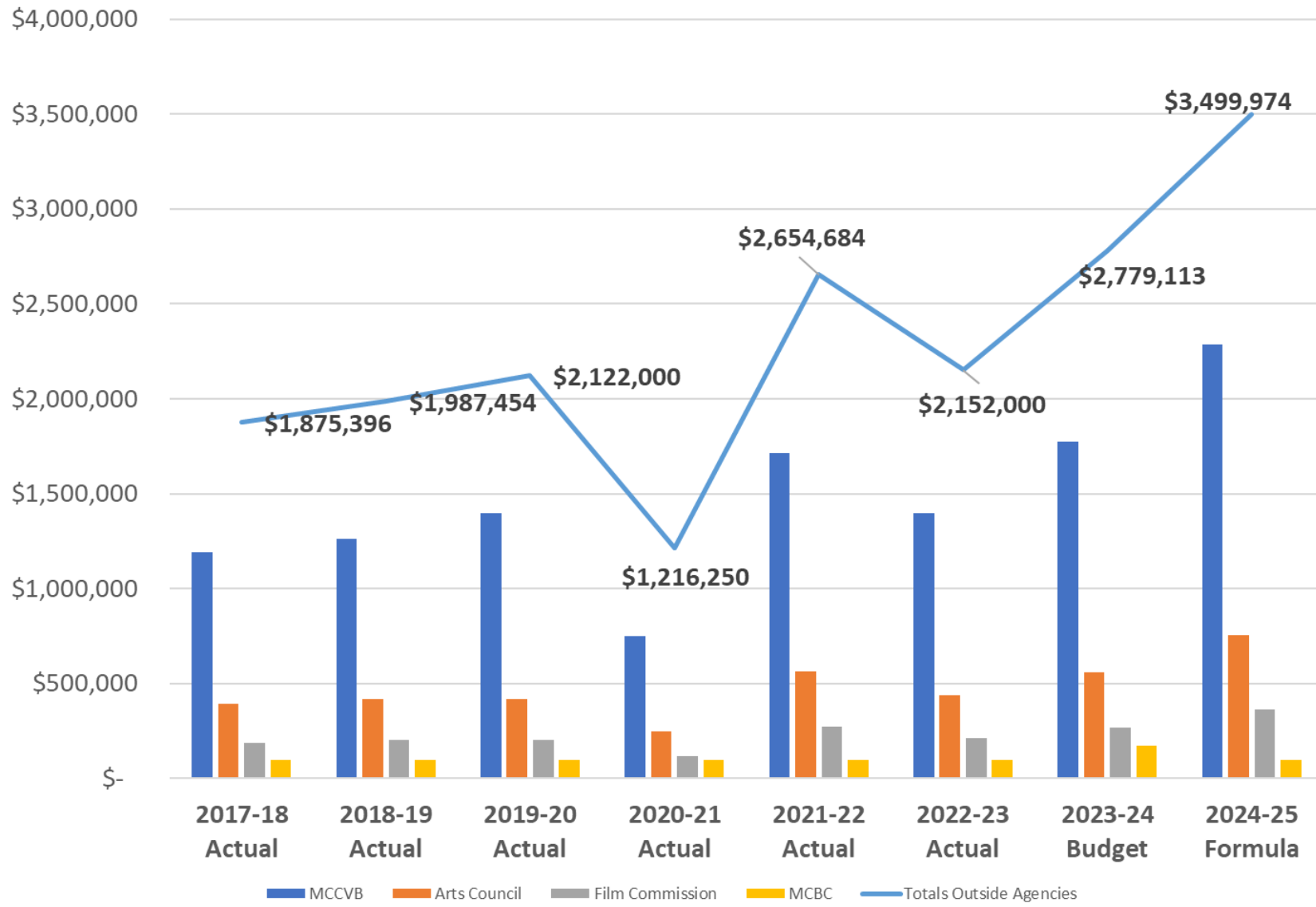
Project Name	Department	Project #	Unfunded Request for FY 24/25	Total Project Estimate	Health/Safety + Disadvantaged Community Impact (GARE) Score
Unfunded Projects Recommended to Add to PWF - Facilities FY 24/25 Work Plan (See Attachment A for funded project work plan)					
PWF Work Plan Additions and CIC Priorities					
Seaside Community Benefits Office Replacement - 1281 Broadway Ave Seaside	Social Services	DSS-18-01	\$ 2,104,480	\$ 112,362,324	160
HVAC Repairs and Replacement - 1200 Aguajito Rd Monterey	PWF – Architectural Svcs, Facilities, Grounds	PWF 2024-12	\$ 759,827	\$ 3,081,635	107
Replace Generators at 1441/1488 Schilling Pl Salinas	PWF – Architectural Svcs, Facilities, Grounds	PWF 2024-03	\$ 3,856,190	\$ 4,305,650	92
HVAC Repairs and Replacement - 1441/1448 Schilling Pl Salinas	PWF – Architectural Svcs, Facilities, Grounds	PWF 2024-13	\$ 3,859,875	\$ 14,809,391	92
HVAC Upgrade to Board Chambers Server Room	PWF – Architectural Svcs, Facilities, Grounds	PWF 2024-08	\$ 230,000	\$ 230,000	72
Youth Center Tenant Improvements (Design and Planning) - 970 Circle Dr	Probation	PD 2024-01	\$ 214,770	\$ 214,770	50
County Wide Facility Master Plan	PWF – Architectural Svcs, Facilities, Grounds	PWF 2024-17	\$ 700,000	\$ 700,000	20
		Sub-Total:	\$ 11,725,142.00	\$ 135,703,770.00	
Projects Supported by Budget Committee and Board Member(s)					
Lake Nacimiento Resort Lodge Refurbishment	PWF – Park and Ranger Operations	8477-1	\$ 2,500,000	\$ 3,500,000	45
		Sub-Total:	\$ 2,500,000	\$ 3,500,000	
Projects Supported by Budget Committee					
Lake San Antonio Water System Temporary Compliance Measures	PWF – Park and Ranger Operations	PWF 2024-16	\$ 275,000	\$ 275,000	52
1441 Schilling Place-Election Office Security TI	Elections	411700	\$ 100,500	\$ 100,500	45
168 West Alisal-Public Defender's Office Ballistic Glazing Upgrade	Public Defender	PDO 2024-01	\$ 201,292	\$ 201,292	45
		Sub-Total:	\$ 576,792	\$ 576,792	
		Total:	\$ 14,801,934	\$ 139,780,562	

Available Funding: \$24.2 million in General Fund unassigned fund balance, plus \$11.8 million in Fund 478 BIR funds (clarify SR priority in relation to recommendation 8)



Development Set Aside

Development Set Aside Trend



Development Set Aside – Allocation Trend



Development Set Aside Allocation

- **Formula Allocation as % of TOT for the prior audited fiscal year**
 - FY 2017-18 , FY 2018-19, FY 2019-20
 - MCCVB 6%
 - Arts Council 1.98%
 - Film Commission 0.95%
- **Modified Allocation**
 - FY 2020-21 Reduction due to COVID impacts
 - FY 2021-22 Increased allocation using a modified formula and used ARPA funding to help with prior year reduction
 - FY 2022-23 Set the contribution to a set figure, using FY 2019-20 as the basis
 - FY 2023-24 Modified formula
 - FY 2024-25 Recommendation as shown in the table

	Recommended Budget		Board Direction 05/07/2024		
	Option #1	Fixed 23-24	\$ 215,862	FY 2024-25	
MCCVB	4.66%	\$ 1,775,580	64%	\$ 137,915	\$ 1,913,494
Arts Council	1.47%	\$ 559,691	20%	\$ 43,473	\$ 603,164
Film Commission	0.71%	\$ 268,842	10%	\$ 20,882	\$ 289,724
MCBC	0.46%	\$ 175,000	6%	\$ 13,593	\$ 188,593
Totals	7.30%	\$ 2,779,113	100%	\$ 215,862	\$ 2,994,975
Shuman Heart House		\$ 100,000			\$ 100,000
Salinas Valley Promise		\$ 200,000			\$ 200,000
Soccer Complex		\$ 200,000			\$ 200,000
Prunedale Senior Center		\$ 5,000			\$ 5,000
Unallocated		\$ 215,862			\$ -
Grand Total		\$ 3,499,975			\$ 3,499,975



ARPA Funding Allocation Recommendation

FY	Expenditure	Allocated	Grand Total
2020-21	\$ 9,713,586		\$ 9,713,586
2021-22	\$ 20,147,619		\$ 20,147,619
2022-23	\$ 26,102,089		\$ 26,102,089
2023-24		\$ 21,946,894	\$ 21,946,894
2024-25		\$ 6,401,073	\$ 6,401,073
Totals	\$ 55,963,295	\$ 28,347,967	\$ 84,311,262

- All ARPA funds have been allocated pending reconciliation of spent funds by the end of FY 2023-24
 - If any unspent funds are identified at the end of FY 2023-24, the CAO’s office requests authority as part of the recommended budget to allocate those funds to eligible programs so that funds can be expended by 12/31/2024 to prevent risk of reversion.



Recommendations

It is recommended that the Board of Supervisors:

1. Hold a Public Hearing on May 29, 2024 at 9:00 a.m. to consider adopting the Fiscal Year (FY) 2024-25 Appropriation Limits pursuant to Article XIII B of the California State Constitution.
2. Commence Budget Hearings with the County Administrative Office summary presentation of the FY 2024-25 Recommended Budget on May 29, 2024 at 9:00 a.m. and continue Budget Hearings on May 30, 2024 beginning at 9:00 a.m. if necessary.
3. Authorize and direct the County Administrative Office to prepare the FY 2024-25 Adopted Budget Resolution reflecting changes made by the Board during budget hearings, to make any changes in budget units to reflect any position and/or account adjustments approved by the Board during or prior to budget hearings.
4. Authorize and direct the County Administrative Office and Auditor-Controller to adjust, if needed, position counts, appropriations, revenues, fund balances, etc. to correct clerical and inadvertent errors due to erroneous entries in the County's budget system.



Recommendations (continued)

5. Authorize the County Administrative Office to allocate \$3,499,975 in FY 2024-25 in total contributions, providing funding to Development Set-Aside (DSA) agencies and the Monterey County Business Council at the same level as provided in the FY 2023-24 Adopted Budget, with the remaining amount of \$720,862 for Community Projects identified by the Board of Supervisors including Salinas Valley Promise (\$200,000), Salinas Soccer Sports Complex (\$200,000), Shuman Heart House (\$100,000), Prunedale Senior Center (\$5,000), and contributions to other community organizations (\$215,862) as determined by the Board



Recommendations (continued)

6. Authorize the County Administrative Office to temporarily suspend the annual contribution to the unfunded accrued liability (UAL) supplemental pension (115 Pension Trust) program as set forth in the Pension Liability Policy, to meet other unfunded needs in the FY 2024-25 Recommended Budget
7. Authorize the County Administrative Office to (a) release \$1,000,000 from Compensated Absences Assignment in the FY 2024-25 budget to provide \$200,000 to each Board District (District) to meet unfunded community project needs within each District as determined by each Supervisor; (b) draft a community projects policy for the Board's consideration; and (c) carryover unused funds into next fiscal year's Recommended Budget for the original approved purpose



Recommendations (continued)

8. Authorize the County Administrative Office, if any unbudgeted/unassigned fund balance is available at year-end FY 2023-24, to return to the Board with recommendations in the following order of priority
 - a. Strategic Reserve (3111), not to exceed established Board policy of 10% of estimated FY 2023-24 General Fund revenues (excluding Natividad Medical Center Strategic Reserve) as prescribed in the County of Monterey General Financial Policy;
 - b. For the General Fund Contingency Assignment (3113), not to exceed the 1% of the discretionary revenues as established in existing Board policy, to help cover unanticipated events or emergencies in FY 2024-25 as prescribed in the County General Financial Policy;
 - c. Funds to be placed in General Fund (3135) and then transferred to 115 Pension Trust (Fund 030); and,
 - d. Cannabis Tax Assignment (3132);



Unfunded Capital Projects

Capital Improvement Projects Prioritization

Project Name	Department	Project #	Unfunded Request for FY 24/25	Total Project Estimate	Health/Safety + Disadvantaged Community Impact (GARE) Score
Unfunded Projects Recommended to Add to PWWP - Facilities FY 24/25 Work Plan (See Attachment A for funded project work plan)					
PWWP Work Plan Additions and CIC Priorities					
Seaside Community Benefits Office Replacement - 1281 Broadway Ave Seaside	Social Services	DSS-18-01	\$ 2,104,480	\$ 112,362,324	160
HVAC Repairs and Replacement - 1200 Aguajito Rd Monterey	PWWP – Architectural Svcs, Facilities, Grounds	PWWP 2024-12	\$ 759,827	\$ 3,081,635	107
Replace Generators at 1441/1488 Schilling Pl Salinas	PWWP – Architectural Svcs, Facilities, Grounds	PWWP 2024-03	\$ 3,856,190	\$ 4,305,650	92
HVAC Repairs and Replacement - 1441/1448 Schilling Pl Salinas	PWWP – Architectural Svcs, Facilities, Grounds	PWWP 2024-13	\$ 3,859,875	\$ 14,809,391	92
HVAC Upgrade to Board Chambers Server Room	PWWP – Architectural Svcs, Facilities, Grounds	PWWP 2024-08	\$ 230,000	\$ 230,000	72
Youth Center Tenant Improvements (Design and Planning) - 970 Circle Dr	Probation	PD 2024-01	\$ 214,770	\$ 214,770	50
County Wide Facility Master Plan	PWWP – Architectural Svcs, Facilities, Grounds	PWWP 2024-17	\$ 700,000	\$ 700,000	20
		Sub-Total:	\$ 11,725,142.00	\$ 135,703,770.00	
Projects Supported by Budget Committee and Board Member(s)					
Lake Nacimiento Resort Lodge Refurbishment	PWWP – Park and Ranger Operations	8477-1	\$ 2,500,000	\$ 3,500,000	45
		Sub-Total:	\$ 2,500,000	\$ 3,500,000	
Projects Supported by Budget Committee					
Lake San Antonio Water System Temporary Compliance Measures	PWWP – Park and Ranger Operations	PWWP 2024-16	\$ 275,000	\$ 275,000	52
1441 Schilling Place-Election Office Security TI	Elections	411700	\$ 100,500	\$ 100,500	45
168 West Alisal-Public Defender's Office Ballistic Glazing Upgrade	Public Defender	PDO 2024-01	\$ 201,292	\$ 201,292	45
		Sub-Total:	\$ 576,792	\$ 576,792	
		Total:	\$ 14,801,934	\$ 139,780,562	

Available Funding: \$24.2 million in General Fund unassigned fund balance, plus \$11.8 million in Fund 478 BIR funds (clarify SR priority in relation to recommendation 8)



Unassigned Fund Balance Decisions

Unassigned Fund Balance Priorities

Current Balance \$24.2 million

- Strategic Reserve Balance (\$38 million estimated, target \$83.9 million)
- Contingency Assignment (\$8.4 million balance, or target)
- Supplemental UAL Program (\$10.9 million diverted)
- Capital Needs (\$14.8 million)
- State Budget impacts, amount TBD
- Funds to be placed in General Fund (3135) and then transferred to 115 Pension Trust (Fund 030); and,
 - a. Cannabis Tax Assignment (3132);



Recommendations (continued)

9. Authorize the County Administrative Office to transfer or release to/from assignments associated with the Information Technology Charges Mitigation Assignment (3124), a self-funded program in the event it requires additional funds or has excess funds at the end of FY 2023-24
10. Authorize the County Administrative Office to adjust the FY 2024-25 Adopted Budget under the authority of the Board of Supervisors to account for labor negotiation cost increases related to bargaining agreements ratified after the production of the Recommended Budget, including transfer or release to/from assignments needed to provide funding for these increased costs
11. Direct and authorize the County Administrative Office to allocate to departments unspent ARPA dollars in FY 2024-25 resulting from the reconciliation of FY 2023-24 activity to ensure federal dollars are expended by the deadline required by ARPA requirements; and,



Recommendations (continued)

12. Authorize the County Administrative Office to adjust the FY 2024-25 Adopted Budget for the other funds under the authority of the Board of Supervisors to reflect the FY 2023-24 year-end final available fund balance
13. Consider approval and adoption of the Public Works Annual Work Program for the Road Fund for FY 2024-25, in accordance with California Code of Regulations, Section 994 - Road Construction & Maintenance Activity, and Streets & Highways Code Division 3, Chapter 1, Section 2007, which require that a Road Fund budget be submitted to the Board of Supervisors at the same time as other county departments submit their recommended budgets. The Public Works Annual Work Program outlines planned expenditures within the recommended Work Program (Road Fund) budget by project and activity and details anticipated administrative, engineering, and reimbursable expenditures along with planned capital project expenses and maintenance activities



Pajaro County Sanitation District

1. The Pajaro County Sanitation District Board recommended during its May 21, 2024 meeting that the County Board of Supervisors (Board) provide \$1,409,300 using Unassigned Fund Balance from the General Fund to subsidize wastewater rates for the district. The Board needs to vote on this recommendation.



State Budget Impacts

- Social Services

1991 Realignment Base Shortfall - No funding for caseload growth

Reduced CalWORKs Single Allocation / Home Visiting Program

- \$3.7 million

- \$368,883

Elimination of Mental Health Substance Abuse Act - \$1.4 million

Elimination of Expanded Subsidized Employment - \$1.9 million

Elimination of Family Stabilization Program - \$1.9 million

Elimination of Family Urgent Response Program - \$0.5 million

Sunset of CDSS Homeless Programs - \$1+ million (Bringing Families Home, Home Safe,

HDAP)



Next Steps

- The Board will receive presentations from Department Heads and members/organizations from the public.
- During the hearing, the Board may make additions, reductions or modifications to the Recommended Budget.
- Understanding the budget is balanced as presented, financing options for potential increases include:
 - **Redirections:** The Board can direct staff to delete or modify County programs or contributions to other agencies and redirect those resources to other needs.
 - **Contingencies appropriation** - In accordance with Board policy, the budget includes 1% of estimated general fund revenues (\$8.4 million for FY 2024-25) set aside for operational contingencies



Departmental Presentations

