

Board of Supervisors Budget Hearings

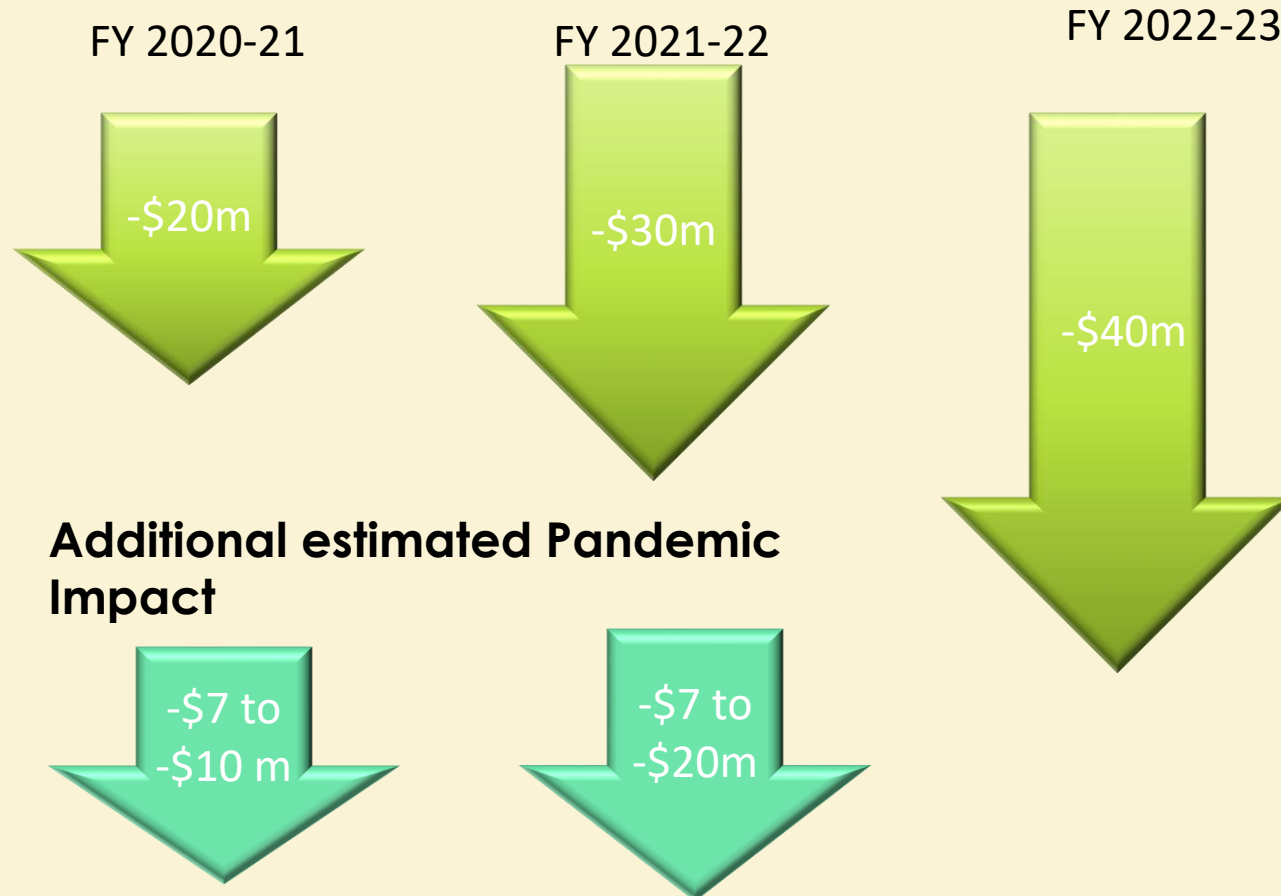
COUNTY ADMINISTRATIVE OFFICE

JUNE 1, 2020



Forecasted Funding Gaps

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- Funding gaps emerge beginning next fiscal year, growing from \$20 million to \$40 million.
- Driving the deficits are rising employee pensions which add \$7.9 million in general fund costs next.
- Additional cost drivers include higher employee wages, health insurance, general liability and workers' comp and increasing formula-based contributions.

Relief Programs for COVID-19 Response

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- Federal
 - Phase I – signed into law March 6 - \$8.3 billion
 - \$2.2 billion for CDC
 - \$950 million for “surveillance, epidemiology, laboratory capacity, infection control, mitigation, communications, and other preparedness and response activities”
 - Retroactive to January 2020
 - CA receives \$41.2 million
 - 70% to local jurisdictions
 - Monterey County’s Share \$452,381
 - Phase II - \$104 billion
 - Unemployment Insurance
 - Emergency Paid sick leave
 - Tax credits for employers that provide paid sick leave or paid family medical leave
 - Appropriates \$500 million for WIC through September 30, 2020
 - Increases Medicaid FMAP by 6.2%
 - \$1 billion for uninsured for provider claims related to COVID-19

Federal Stimulus Program for COVID-19 Response

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Phase III - \$2.2 trillion

- Airline Industry Assistance
- \$Direct payments to Americans
- Small Business Loans/Grants

Potential Future Impacts of Federal Government Aid Packet

Deficit spending is expanded for the United States

Protracted Stay at Home may require additional Relief Programs

Economic Recession may be inevitable

Three Trillion Stimulus Package

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- ▶ In the works at Federal Level
- ▶ Impact Locally TBD, if approved ...

Local Economic Impact

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- ▶ Estimated \$400- \$500 million (visitor spending) impact within the first 90 days
- ▶ Several major events that contribute to tax base cancelled
- ▶ Annually visitors spend \$3 billion and employ 25,000 people in:
 - ▶ Hotels/motels
 - ▶ Restaurants
 - ▶ Other tourist services
- ▶ Hotels projecting 40 to 80 points of occupancy loss through May
- ▶ CalWORKS and CalFresh applications up 52% as of March 27th
- ▶ \$50,000 Sales Tax 'Layaway' for small businesses announced, will affect realignment revenue
- ▶ Sources: Monterey County Convention and Visitors Bureau- March 24th, Monterey County Department of Social Services, CSAC Bulletin April 2nd

Revenue Reductions above Forecast



Current pandemic will cause reduction in discretionary revenue as well as program revenue in the range of \$7 - \$20 million



FY 2020-21 Annual TOT was originally estimated at \$24.5 million and will be significantly lower now likely in the \$ 7 million range



FY 2019-20 is estimated to see reduced discretionary revenue in excess of \$ 5 million eliminating most if not all previously forecasted surplus



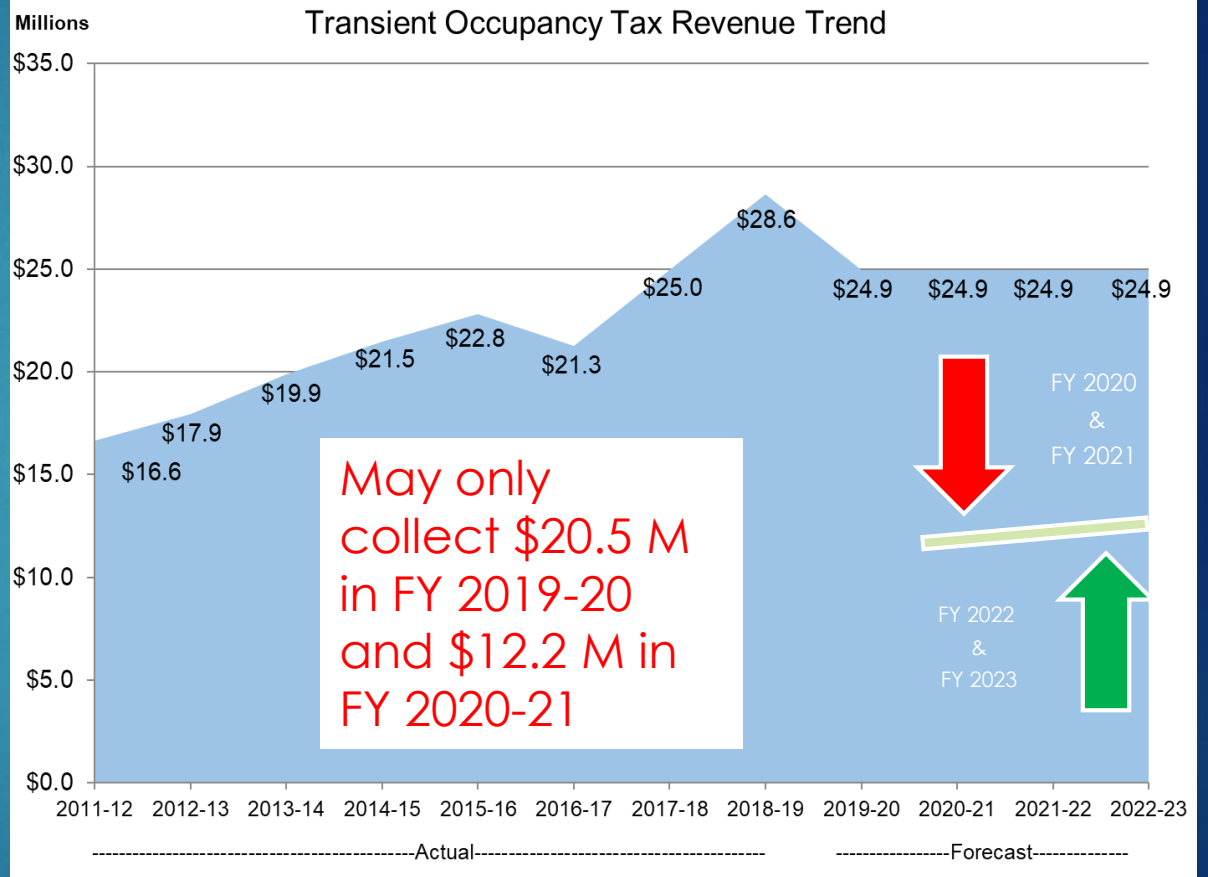
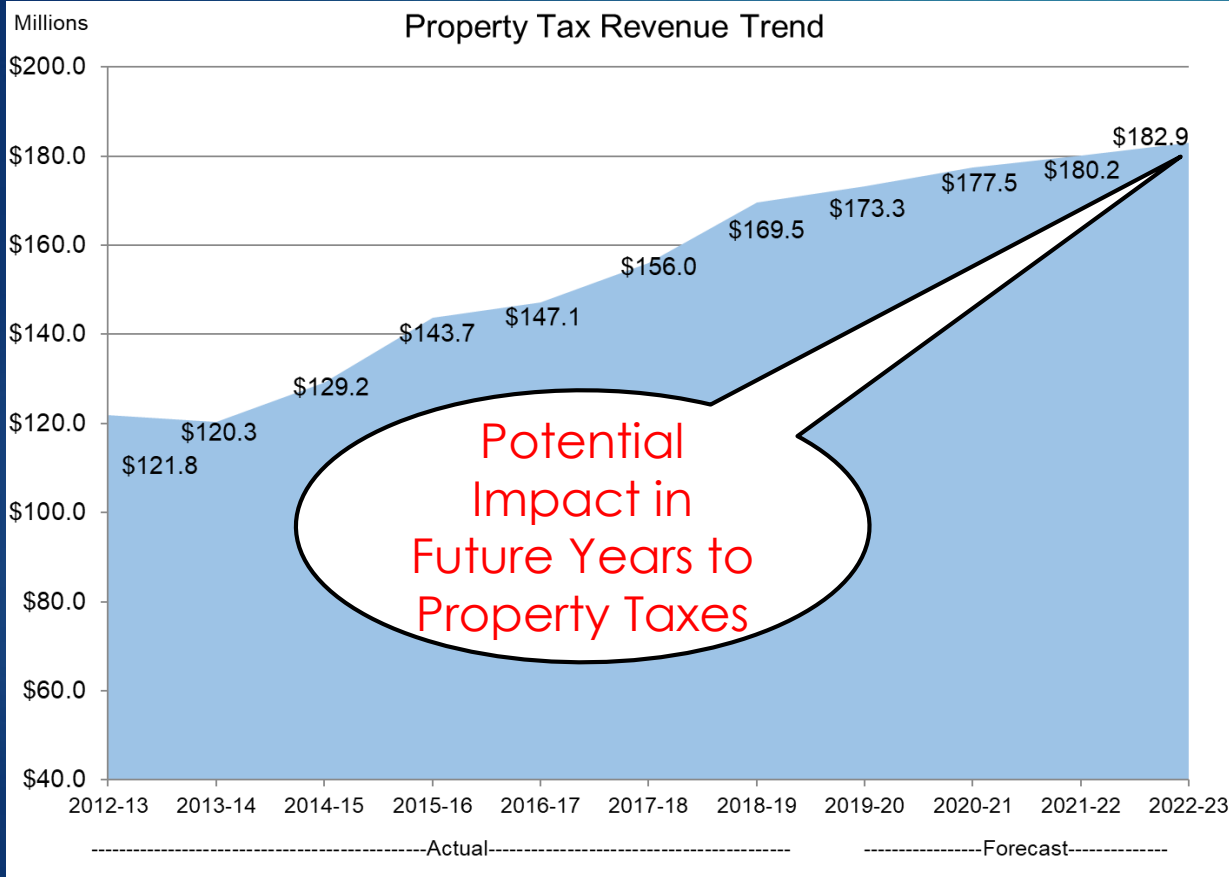
Sales tax is estimated at 90% of prior estimate and will likely be slow to gain steam as consumer confidence will be slow to recover

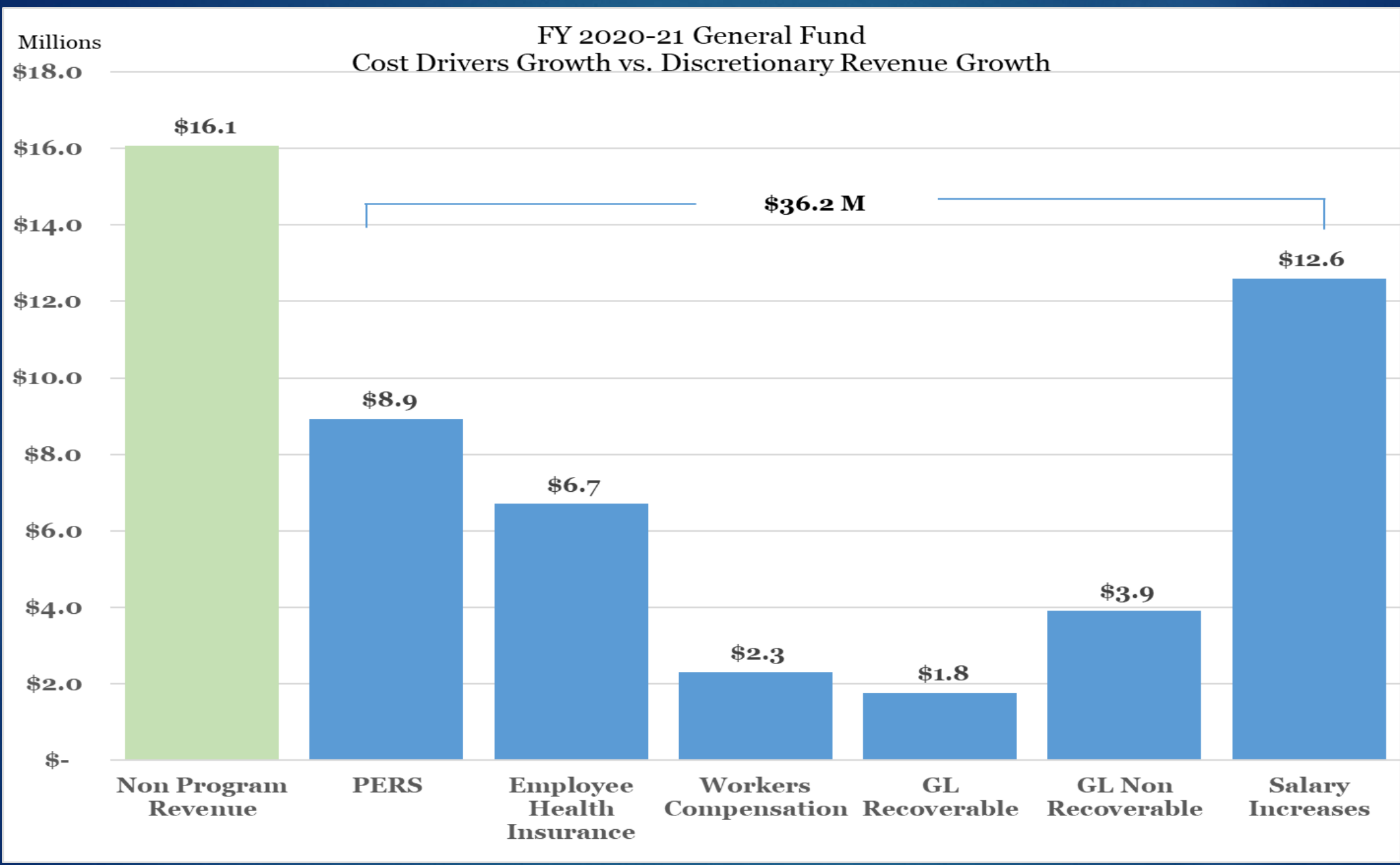


Revenue from a multitude of departments will be impacted such as Clinics, Laguna Seca, permits, etc...

Major Discretionary Revenues

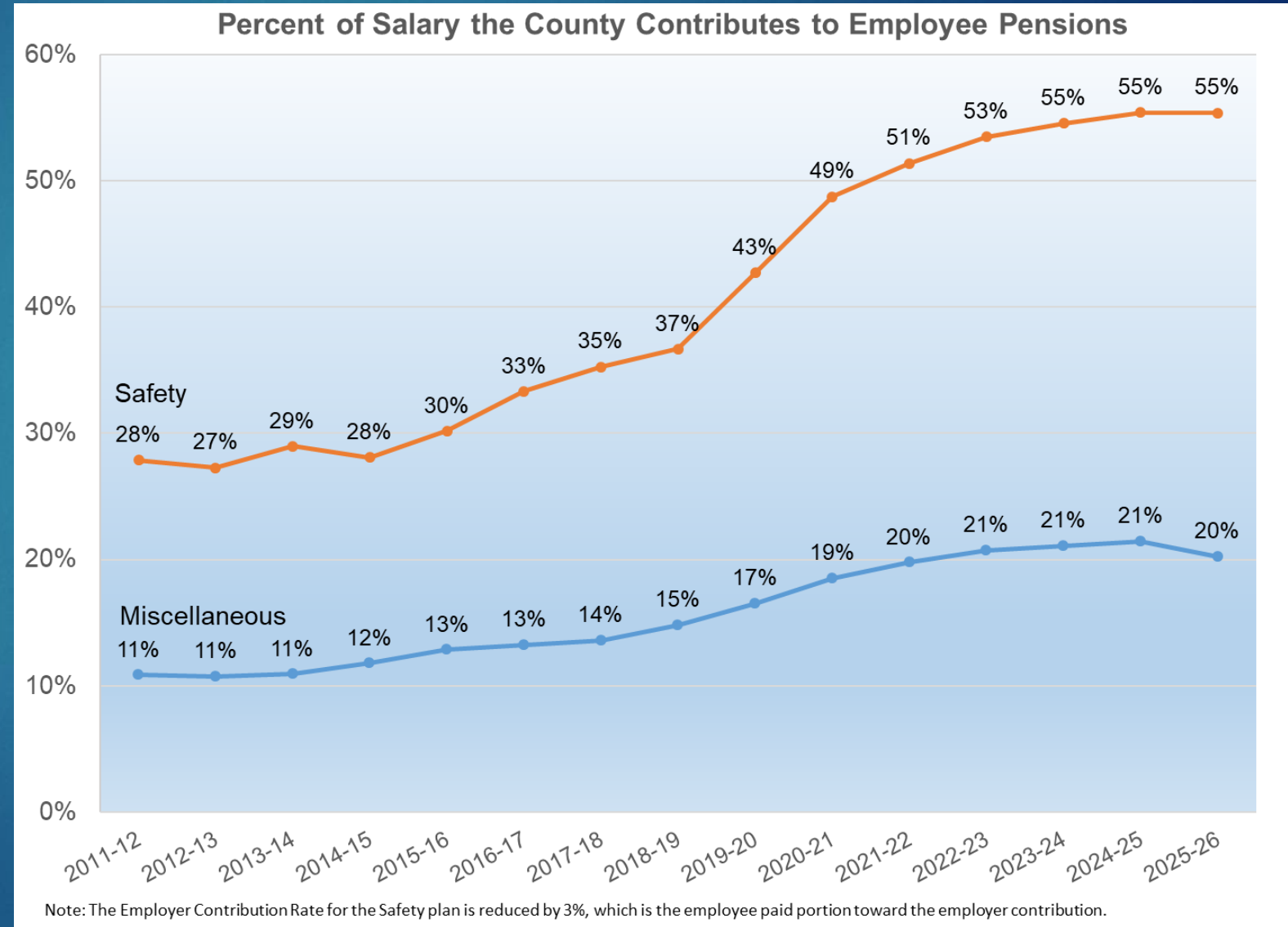
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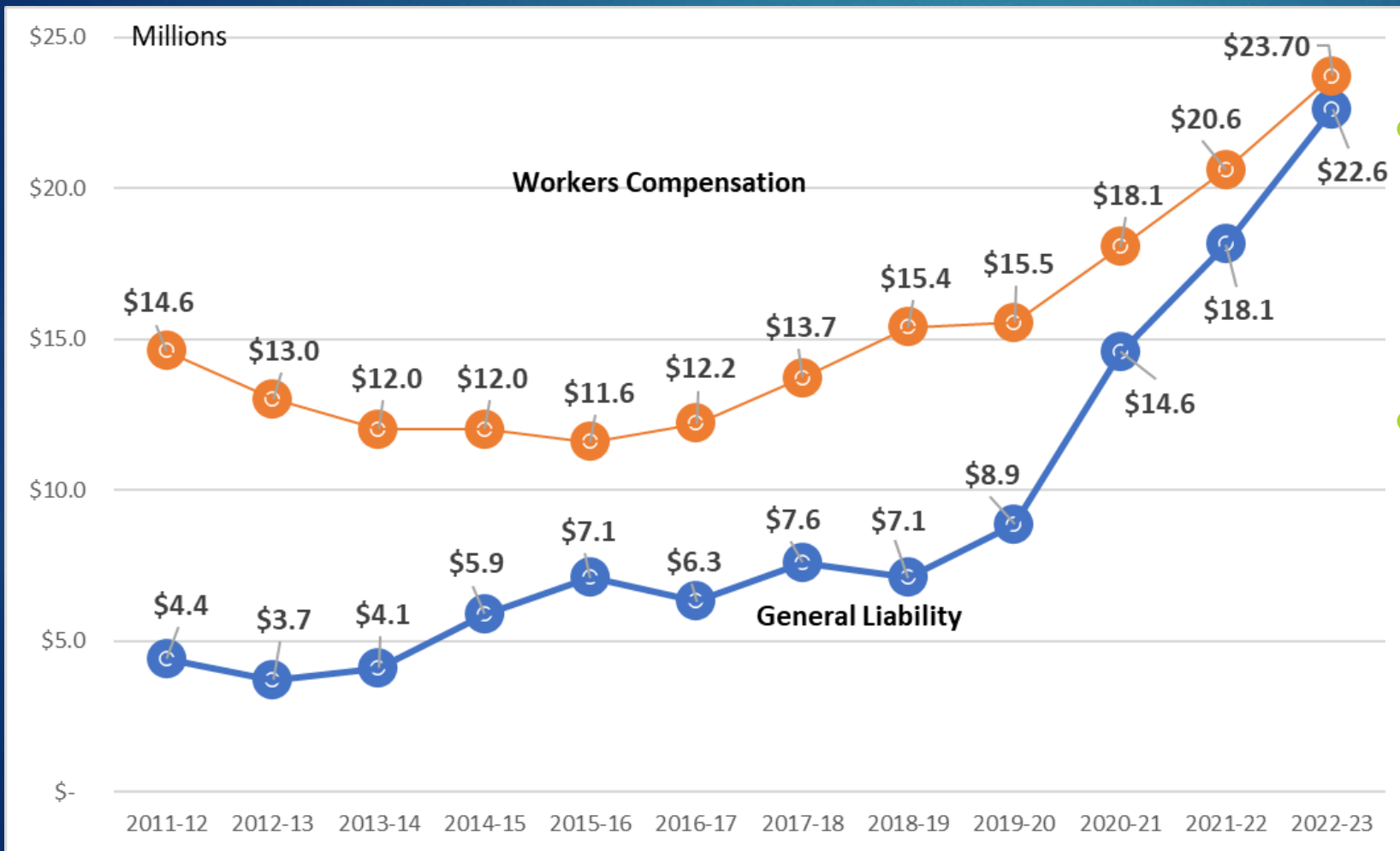
Rising Pension Cost

- CalPERS' annual rate continues to increase to pay benefits in the future.
- The County's safety pension program is currently 65% funded while the non-safety plan is 75.5% funded.
- The combined unfunded liability as of PERS' last actuarial is \$724 million larger than the annual general fund budget.
- PERS** will be negatively affected by market decline triggered by COVID-19



Workers Compensation & General Liability Program

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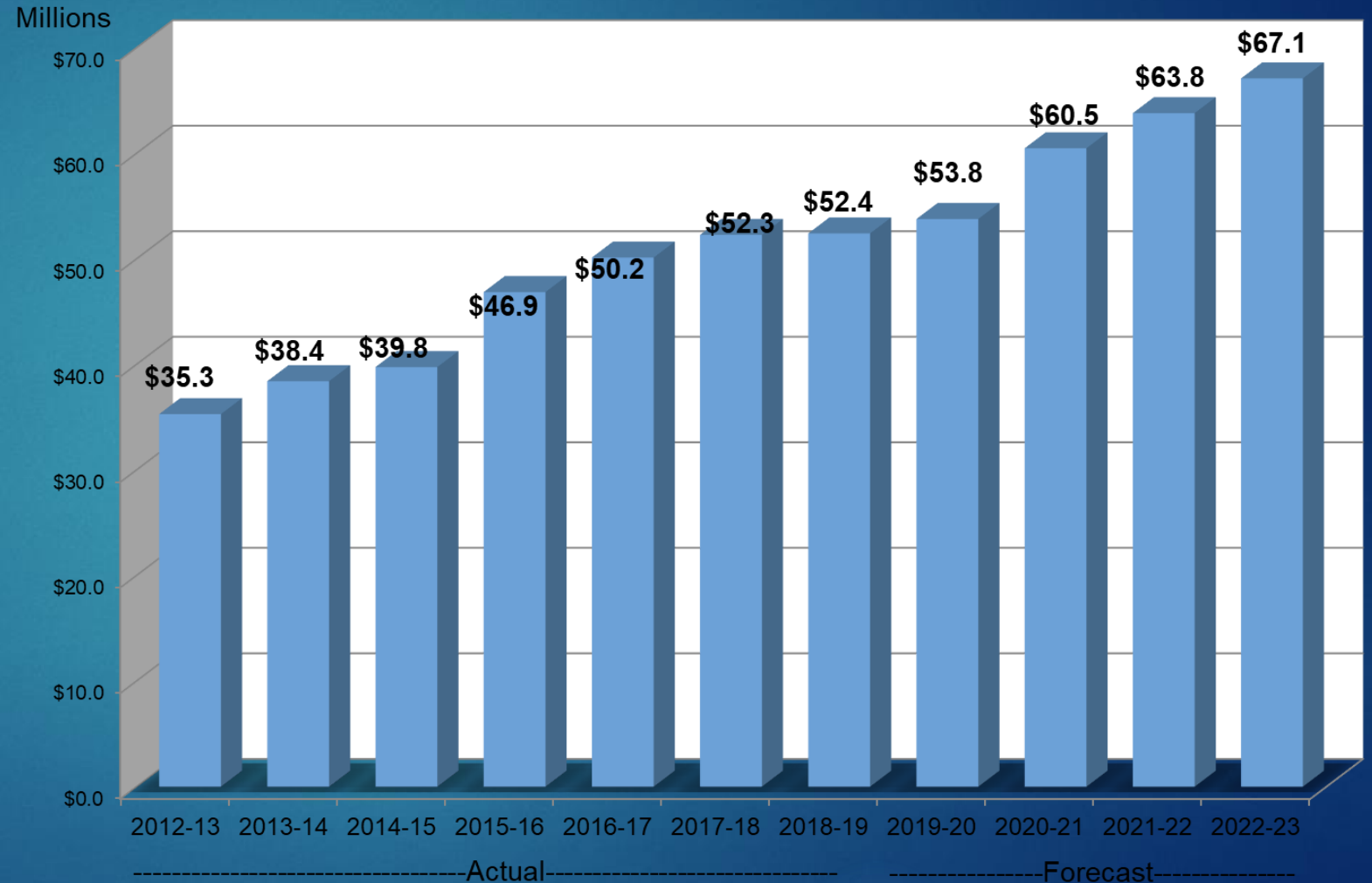
Forecasted Workers Compensation program expenditures increase \$8.2 million by the end of the forecast period.

General Liability Insurance Program expenditures increase \$5.8 million next year and an additional \$13.8 million in the out years.

General Fund Health Insurance

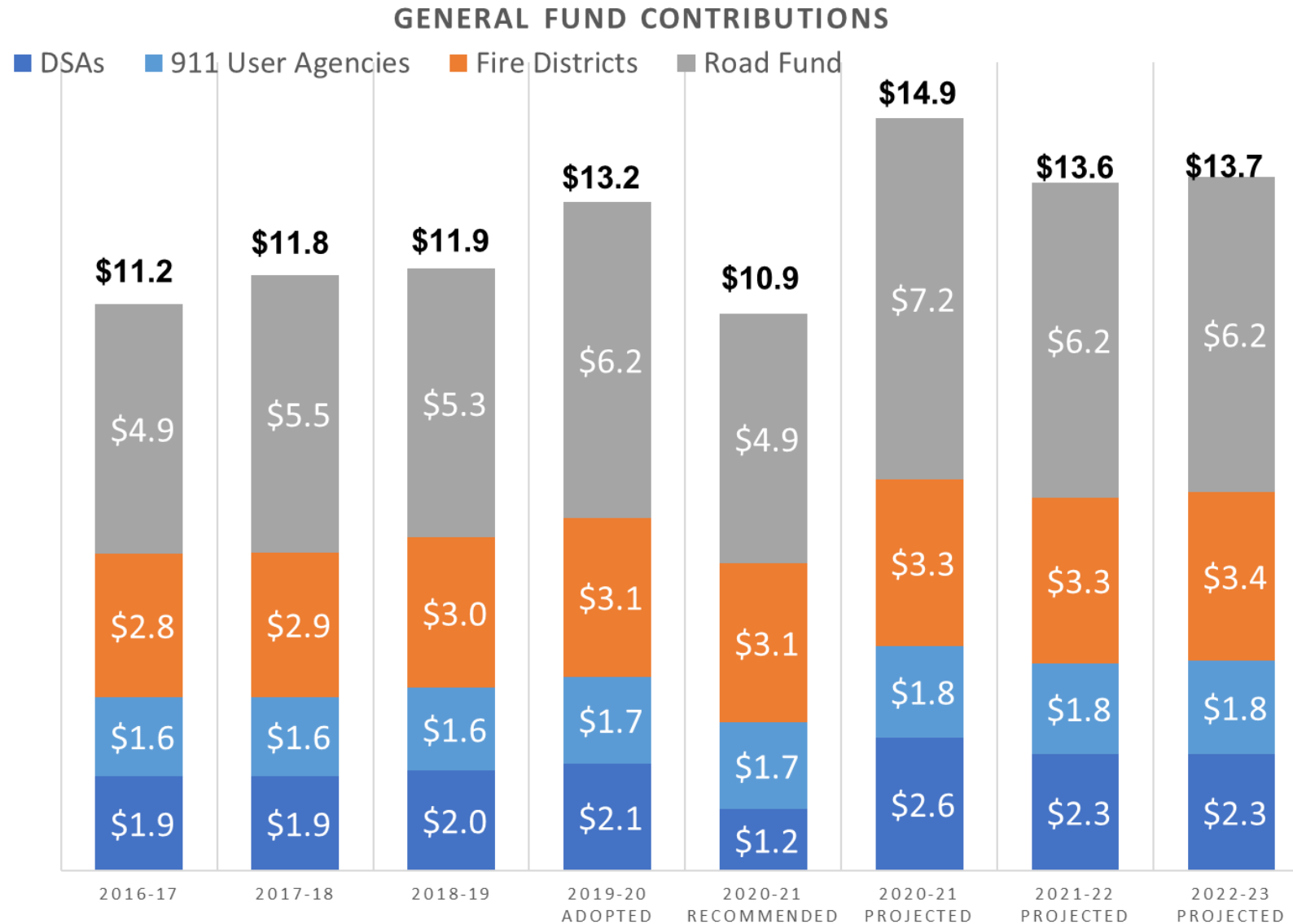
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- The County covers annual increases in employee health insurance and these costs are expected to nearly double by the end of the forecast period compared to the recession years.
- Underlying this growth was a 16% premium increase in 2013 and a 21% increase in 2016.
- The increase for FY 2020-21 is projected at 15% while the forecast assumes a historical average 6% annual growth starting next January.
- **COVID-19 will likely result in increases for health premiums in the future**



Contribution to Outside Funds/Agencies

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- These formula-based contributions are tied to County TOT and Prop 172 collections in most cases two years in arrears.
- As TOT and Prop 172 revenue has risen significantly, so have contributions to these entities.
- The lag in contributions to actuals will present financial stress.
- **FY 2020-21 levels have been modified to meet projected financial condition**

Recommended Budget at a Glance - 1

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\$1.6 billion in appropriations (all funds)

- \$96.1 million (6.23%) increase from current year adopted budget.
- Higher expenditures driven by increased employee benefit costs and higher expenditures at NMC, Behavioral Health, & Road Fund.
- Budget balanced to \$1.6 billion in revenue and utilizes \$49 million in fund balance
 - \$43.1 million general fund assignment releases and fund balance
 - \$15.4 million building replacement fund transfer
 - \$10.5 million for vehicle replacement program
 - \$7 million capital assignment
 - \$4.5 million of restricted fund balance in Health Department

Recommended Budget at a Glance - 2

15

5,402.6 FTEs (all funds)

- Growth of 41 FTEs over current year adopted budget.
- Position growth mostly at NMC and in behavioral health program.

Pandemic has Changed Economic Outlook

- **Revenues for FY 2020-21 have been reduced by \$7 million from initial estimates**
- More revenue reductions are expected in the coming months
- Adjustments will likely have to be made in the first or second quarter of the fiscal year

Contributions to Outside Agencies and Fire Districts are reduced due to Pandemic impacts

Fiscal Environment

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- Economic expansion was entering 11th year (longest in US history) but ended abruptly due to pandemic
- Revenue environment is now in flux, many economic reports indicate a prolonged revenue decrease for local governments.
- General fund discretionary revenue growth not enough to keep up with rising employee benefit costs, higher self-insurance program outlays, and formula-based contribution increases.
- All of the discretionary revenue growth is recommended to help departments keep up with these increased costs to maintain current staffing & service levels.

County Budget (All Funds)

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Summary of FY 2020-21 Budget

■ Total Expenses ■ Total Revenues

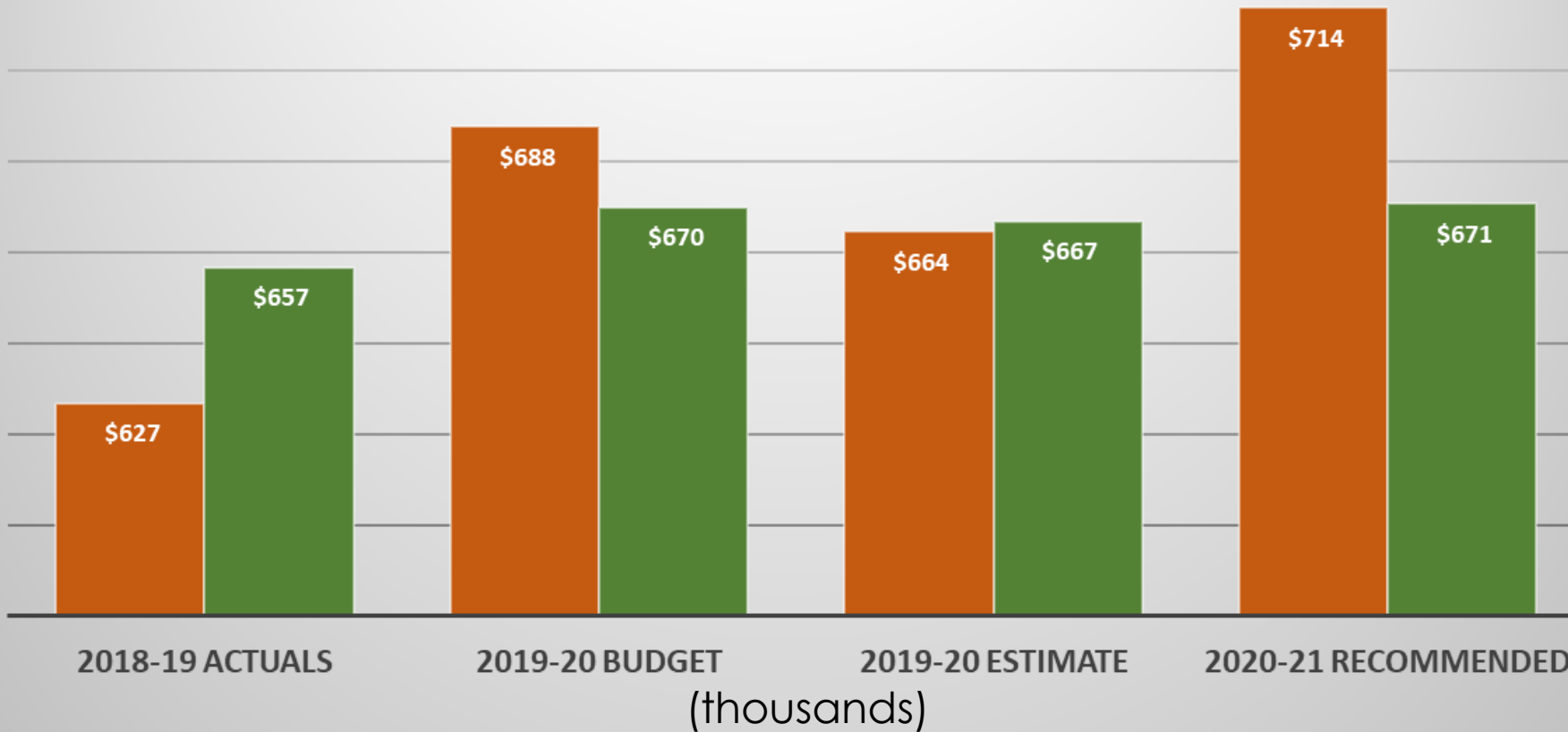


General Fund Budget

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Summary of FY 2020-21 General Fund Budget

■ Total Expenses ■ Total Revenues



Requested Augmentations Summary

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- Departments submitted **\$40.6** million in augmentation requests from the following funds
 - \$31.2 million inside the General Fund
 - \$110,000 from Road Fund
 - \$67,500 from Health Realignment
 - \$250,000 from Pajaro Sanitation District
 - \$8.4 million from the Facility Master Plan Projects fund
 - \$500,000 from the Parks Lake Resort Operations fund

Dept Name	Req. FTE	Amount
Auditor-Controller	1.00	\$ 96,756
Board of Supervisors	0.68	\$ 73,485
Child Support Services	5.00	\$ 471,705
Civil Rights Office	-	\$ 100,000
Cooperative Extension Service	0.07	\$ 173,087
County Administrative Office	5.00	\$ 2,904,687
County Counsel	3.00	\$ 531,868
District Attorney	14.00	\$ 2,253,084
Elections	-	\$ 973,300
Emergency Communications	-	\$ -
Health	13.00	\$ 11,101,846
Information Technology	1.00	\$ 1,031,203
Probation	-	\$ 363,496
Public Defender	2.00	\$ 231,196
Resource Management Agency	15.00	\$ 13,703,180
Sheriff-Coroner	48.00	\$ 4,569,542
Social Services	1.00	\$ 1,987,679
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Grand Total	108.75	\$ 40,566,114

Position Related Requested Augmentations by Department

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Dept Name	New	Filled	Vacant	Grand Total
Auditor-Controller			1.00	1.00
Board of Supervisors		0.68		0.68
Child Support Services		5.00		5.00
Cooperative Extension Service		0.07		0.07
County Administrative Office	5.00			5.00
County Counsel			3.00	3.00
District Attorney	2.00	8.00	4.00	14.00
Health	13.00			13.00
Information Technology	1.00			1.00
Public Defender	1.00	1.00		2.00
Resource Management Agency	15.00			15.00
Sheriff-Coroner		22.00	26.00	48.00
Social Services	1.00			1.00
Grand Total	38.00	36.75	34.00	108.75

Recommended Augmentations

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Department	CAO Recommended				
	Rec. Augmentations	Restore Filled	Restore Vacancies	New Positions	Total Positions
Board of Supervisors	73,485	0.68			0.68
Child Support Services	407,151	5.00			5.00
Civil Rights Office	27,500				-
Cooperative Extension Service	6,186	0.07			0.07
County Administrative Office	-			4.00	4.00
District Attorney	899,442	8.00		1.00	9.00
Elections	973,300				-
Health	-			4.00	4.00
Information Technology	902,409				-
Public Defender	231,196	1.00		1.00	2.00
Resource Management Agency	920,000			4.00	4.00
Sheriff-Coroner	3,344,450	22.00	22.00		44.00
Social Services	422,198			1.00	1.00
Totals	\$ 8,207,317	36.75	22.00	15.00	73.75

- All Filled Positions
- 22 Vacant Unfunded Positions in Sheriff
- New Department Funded Positions
- 2020 Election Costs
- Civil Rights Training
- IHSS Wage and Benefits Increase
- Jail Water Softener
- Jail Lift station
- IT Projects

Changes to Baseline

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Department	Non-Rec. General Liability	Temporary, Overtime, travel, and other staff costs	Cannabis Assignment	Other Restricted Funds	Reduction to outside agencies and funds	Total
County-wide	9,051,437					9,051,437
County Administrative Office					1,057,078	1,057,078
Child Support Services			407,151			407,151
Civil Rights			27,500			27,500
Elections			973,300			973,300
Emergency Communications					82,874	82,874
Health		264,416		332,994		597,410
Information Technology		82,731				82,731
Probation		195,000				195,000
Resource Management Agency		249,278			408,599	657,877
Social Services		187,995				187,995
Total	9,051,437	979,420	1,407,951	332,994	1,548,551	13,320,353

- All items except the Cannabis Assignment Column are reductions which occurred to balance the budget

Recommended Augmentations- Status Quo Filled and Vacant FTE, Other Status Quo

23

What is Funded?	Dept Name	FTE	Amount
<input checked="" type="checkbox"/> Filled Positions	Board of Supervisors	0.68	\$ 73,485
	Child Support Services	5.00	\$ 407,151
	Cooperative Extension Service	0.07	\$ 6,186
	District Attorney	8.00	\$ 899,442
	Public Defender	1.00	\$ 231,196
	Sheriff-Coroner	22.00	\$3,344,450
<input checked="" type="checkbox"/> Status Quo Other	Civil Rights Office	-	\$ 27,500
	Social Services	-	\$ 422,198
<input checked="" type="checkbox"/> Status Quo Vacant Position	Sheriff-Coroner	22.00	\$ -
Grand Total		58.75	\$5,411,608

- All Filled Positions in all Departments are Funded
- Vacant Positions in the Sheriff's Department
- IHSS Wage and Benefits negotiated increases
- Required Civil Rights Training

Recommended Augmentations- New FTE and New Programs

What is Funded?	Dept Name	FTE	Amount
<input checked="" type="checkbox"/> New Mandated Program/Ser	Elections	-	\$973,300
<input checked="" type="checkbox"/> Request New Position	County Administrative Office	4.00	\$ -
	District Attorney	1.00	\$ -
	Health	4.00	\$ -
	Public Defender	1.00	\$ -
	Resource Management Agency	4.00	\$ -
	Social Services	1.00	\$ -
Grand Total		15.00	\$973,300

- 2020 Countywide Election
- Positions Funded with Departmental Revenue

Recommended Augmentations- Capital Projects

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What is Funded?	Dept Name	FTE	Amount
<input checked="" type="checkbox"/> Capital Improvements	Information Technology	-	\$ 902,409
	Resource Management Agency	-	\$ 920,000
Grand Total		-	\$1,822,409

- RMA
 - Jail Water Softener \$120,000
 - Jail Lift Station \$800,000
- ITD
 - HVAC upgrade \$ 50,000
 - Breakroom Remodel \$150,000
 - Microwave Link Replacement \$223,001
 - County Wide e911 \$100,000
 - Video Conferencing \$100,000
 - Network Switch Refresh \$50,000
 - Intrusion Detection \$209,408
 - Technology Monitoring \$ 20,000

Financing for Augmentations (\$8.2 million)

26

Funding	What is Funded?	Dept Name	Amount
<input type="checkbox"/> Building Replacement	<input type="checkbox"/> Capital Improvements	Resource Management Agency	\$ 920,000
<input type="checkbox"/> Cannabis Assignment	<input type="checkbox"/> New Mandated Program/Service	Elections	\$ 973,300
	<input type="checkbox"/> Status Quo Filled Position	Child Support Services	\$ 407,151
	<input type="checkbox"/> Status Quo Other	Civil Rights Office	\$ 27,500
<input type="checkbox"/> Discretionary Revenue	<input type="checkbox"/> Status Quo Filled Position	Board of Supervisors	\$ 73,485
		Cooperative Extension Service	\$ 6,186
		District Attorney	\$ 899,442
		Public Defender	\$ 231,196
		Sheriff-Coroner	\$3,344,450
	<input type="checkbox"/> Status Quo Other	Social Services	\$ 422,198
<input type="checkbox"/> IT Assignment	<input type="checkbox"/> Capital Improvements	Information Technology	\$ 902,409
Grand Total			\$8,207,317

- Discretionary Revenue was redirected from various departments which had to make reductions to their baseline budget
- Suspension of the General Liability Non-Recoverable Contribution for the General Fund

Unfunded Augmentations

Status Quo Vacant Positions (\$1.7 million)

Type	Dept Name	FTE	Amount
<input checked="" type="checkbox"/> Status Quo Vacant Position	Auditor-Controller	1.00	\$ 96,756
	County Counsel	3.00	\$ 531,868
	District Attorney	4.00	\$ 804,189
	Sheriff-Coroner	4.00	\$ 305,092
Grand Total		12.00	\$1,737,905

- Auditor Controller: Vacant Payroll Technician
- County Counsel: 2 Deputy County Counsel IV, and 1 Admin Secretary
- District Attorney: 2 DA investigator, 1 Investigative Captain, 1 Managing Deputy
- Sheriff: 3 Corrections Specialist, 1 Correctional Cook

Unfunded Augmentations

Status Quo Other (\$3.5 million)

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Department	Amount	Description
CSS	\$ 64,554	GL Non-Recoverable
CRO	\$ 72,500	Additional Training
CAO	\$737,450	Rural Counties Membership, Cannabis Enforcement Contingency, Cannabis JPA, Census Redistricting, MC Gang prevention, and others.
DA	\$318,509	Discretionary expenditures
Probation	\$363,496	Wards Medical Care, Leave Buyback M,J,F; Div. Youth Facilities
RMA	\$610,000	Carmel Lagoon Flood Prevention, contracted plan check and inspections
DSS	\$1,356,880	CalWorks County Share, Adult Protective Services Staffing, Coalition for Homeless, Community Action Homeless Services, WPC Franciscan Workers, Safe Parking Orphan Productions, China Town Drop-in Center

Unfunded Augmentations

New Program or Positions (\$17.1 million)

Type	Dept Name	FTE	Amount
<input checked="" type="checkbox"/> New Mandated Program/Service	County Administrative Office	-	\$ 424,000
	District Attorney	-	\$ 5,000
	Resource Management Agency	-	\$ 334,000
<input checked="" type="checkbox"/> New Mandated Program/Service	Resource Management Agency	-	\$ 50,000
<input checked="" type="checkbox"/> New Program/Service w/ General	County Administrative Office	-	\$ 1,458,910
	Health	-	\$ 10,589,900
	Resource Management Agency	-	\$ 1,114,863
	Social Services	-	\$ 209,110
<input checked="" type="checkbox"/> New Program/Service w/ Outside	Health	-	\$ 67,500
<input checked="" type="checkbox"/> Request New Position	County Administrative Office	1.00	\$ 132,689
	District Attorney	1.00	\$ 225,944
	Health	9.00	\$ 444,446
	Information Technology	1.00	\$ 128,794
	Resource Management Agency	11.00	\$ 1,871,315
Grand Total		23.00	\$ 17,056,471

Unfunded Augmentations

Capital (\$5.5 million)

Type	Dept Name	FTE	Amount
Capital Improvements	Resource Management Agency	-	\$ 4,603,216
	Sheriff-Coroner	-	\$ 920,000
Grand Total		-	\$5,523,216

- \$920,000 for capital projects at the jail was entered twice, once in RMA once in Sheriff. The project under RMA is funded. This one is not funded.

Unfunded Augmentations

Contributions to Other Fuds (\$4.5 million)

Type	Dept Name	FTE	Amount
☐ Contribution to Other Funds	Cooperative Extension Service	-	\$ 166,901
	County Administrative Office	-	\$ 151,638
	Emergency Communications	-	\$ -
	Resource Management Agency	-	\$ 4,199,786
Grand Total		-	\$ 4,518,325

Coop. Extension:

CAO:

RMA:

Master Gardener, 4H Community Specialist

Contribution to ECD Dispatchers, Fence for ECD Building (recalled)

Salinas Valley Groundwater Basin Investigation, New Juvenile Hall Project, 13 Boats, Parking Citations Consultant, Integrated Regional, Management Program Membership

A Note on Recommended Augmentations

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- Staff worked together to reduce augmentations below initially requested amounts by examining areas of potential budget flexibility.
- For example, the Sheriff's Office reduced augmentation amounts by leveraging expected salary savings
- This was done to “stretch the County dollar” to preserve service capacity, but diminishes flexibility to respond to unplanned operational needs in the future.

Latest FY 2020-21 COWCAP Changes

- ▶ Since the Recommended Budget was produced, the COWCAP plan has been approved by the State
- ▶ The approved plan results in additional service credits to service departments in the General Fund (net \$1.4 million)
- ▶ It also results in additional charges to other funds in the same amount

Row Labels	APPROVED COWCAP'	DRAFT COWCAP'	Appr. Increase or (Decrease)
111	\$ 458,968	\$ 357,220	\$ 101,749
112	\$ 91,794	\$ 71,444	\$ 20,350
116	\$ 660,913	\$ 514,398	\$ 146,515
121	\$ 36,717	\$ 28,578	\$ 8,139
122	\$ 275,380	\$ 214,332	\$ 61,048
124	\$ 18,359	\$ 14,289	\$ 4,070
127	\$ 36,717	\$ 28,578	\$ 8,139
130	\$ 110,152	\$ 85,733	\$ 24,419
131	\$ 73,435	\$ 57,155	\$ 16,280
134	\$ 73,435	\$ 57,155	\$ 16,280
402	\$ 33,574	\$ 32,630	\$ 944
404	\$ (56,515)	\$ (57,866)	\$ 1,351
405	\$ 740	\$ 563	\$ 177
451	\$ 5,828,509	\$ 5,638,455	\$ 190,054
452	\$ (105,688)	\$ (122,785)	\$ 17,097
475	\$ (52,144)	\$ (92,526)	\$ 40,382
476	\$ 117,673	\$ 115,537	\$ 2,136
477	\$ 56,972	\$ 55,858	\$ 1,114
001	\$ (11,589,741)	\$ (10,136,505)	\$ (1,453,236)
002	\$ (559,673)	\$ (1,088,872)	\$ 529,199
003	\$ 988,893	\$ 871,945	\$ 116,948
005	\$ 24,770	\$ 24,167	\$ 603
006	\$ 2,298	\$ 2,278	\$ 20
008	\$ 19,021	\$ 18,114	\$ 907
021	\$ 135,412	\$ 111,091	\$ 24,321
023	\$ 3,277,189	\$ 3,163,953	\$ 113,236
024	\$ 7,515	\$ 7,349	\$ 166
026	\$ 253,891	\$ 246,962	\$ 6,929
478	\$ (218,566)	\$ (219,229)	\$ 663
Grand Total	\$ -	\$ (0)	\$ 0

Recommendations

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It is recommended that the Board of Supervisors:

1. Hold a Public Hearing on June 1, 2020 at 9:00 a.m. to adopt the Fiscal Year (FY) 2020-21 Appropriation Limits pursuant to Article XIIIB of the California State Constitution.
2. Commence Budget Hearings with the County Administrative Office summary presentation of the FY 2020-21 Recommended Budget on June 1, 2020 at 10:00 a.m. and continue Budget Hearings on June 2, 2020 beginning at 9:00 a.m. if necessary.
3. Authorize and direct the County Administrative Office to prepare the FY 2020-21 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 to make adjustments if needed to position counts, appropriations, revenues, fund balances, etc. to correct clerical and inadvertent errors due to erroneous entries in the County's new budget book generating software.

Recommendations (continued)

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5. Authorize the County Administrative Office to amend the FY 2020-21 General Financial Policies by adjusting the contribution of transient occupancy tax (TOT) revenue to the Monterey County Convention and Visitors Bureau, Arts Council and Film Commission from the current rates of 6.0%, 1.98% and 0.95% of County TOT revenue based on prior year audited actuals to the new methodology taking the same percentages but of actual TOT collected during FY 2020-21, currently estimated at \$12.5 million resulting in contributions of \$750,000, \$247,500 and \$118,750 respectively; with a reconciliation to be conducted at the end of the fiscal year. Authorize and direct the County Administrative Office to incorporate this change in the FY 2020-21 Adopted Budget.

Recommendations (continued)

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6. Authorize the County Administrative Office to amend the General Financial Policies by adjusting the contribution of TOT revenue to the Road Fund from the current rate of 25.0% of County TOT revenue based on prior year audited actuals to \$4,940,363, the FY 2020-21 maintenance of effort (MOE) requirement, effective July 1, 2020. Authorize and direct the County Administrative Office to incorporate in the FY 2020-21 Adopted Budget the updated TOT contribution to the Road Fund.
7. Authorize the County Administrative Office to amend the General Financial Policies by adjusting the contribution of Proposition 172 revenue to emergency communication user agencies from the current rate 5.0% of County's total Proposition 172 revenue for the most recent audited fiscal year to a flat amount of \$1,722,029. Authorize and direct the County Administrative Office to incorporate this change in the FY 2020-21 Adopted Budget.

Recommendations (continued)

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8. Authorize the County Administrative Office to amend the General Financial Policies by adjusting the contribution of Proposition 172 revenue to fire agencies from the current rate of 9.13% of Proposition 172 revenue for the most recently audited fiscal year to a flat amount of \$3,144,425. Authorize and direct the County Administrative Office to incorporate this change in the FY 2020-21 Adopted Budget.

Recommendations (continued)

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9. Authorize the County Administrative Office, in the event that any unbudgeted/unassigned fund balance is available at year-end FY 2019-20, to allocate in the following order of priority:
 - a. For the *General Fund Contingency Assignment* (3113) to help cover unanticipated events or emergencies as prescribed in the County General Financial Policy.
 - b. For support of the *Strategic Reserve* (3111), not to exceed established Board policy of 10% of estimated FY 2019-20 General Fund revenues (excluding NMC Strategic Reserve) as prescribed in the County of Monterey General Financial Policy.

Recommendations (continued)

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10. Authorize the County Administrative Office to transfer or release to/from assignments associated with the following self-funded programs in the event they require additional funds or have excess funds at the end of FY 2019-20:
 - a. Vehicle Replacement Assignment (3116).
 - b. Laguna Seca Track Assignment (3129).
 - c. Information Technology Charges Mitigation Assignment (3124).
 - d. Building Improvement and Replacement Reserve Assignment (3112).
 - e. Cannabis Tax Assignment (3132)
 - f. Disaster Assistance Program Assignment (3126).
 - g. Non-Recoverable Costs Assignment (3131).

Recommendations (continued)

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11. Authorize the County Administrative Office to adjust the FY 2020-21 Adopted Budgets for the other funds under the authority of the Board of Supervisors to reflect the FY 2019-20 year-end final available fund balance.
12. Consider approval and adoption of the Resource Management Agency-Public Works Annual Work Program for the Road Fund for Fiscal Year 2020-21. California Code of Regulations Section 994 - Road Construction & Maintenance Activity, and Streets & Highways Code Division 3, Chapter 1, Section 2007 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 RMA - Public Works Annual Work Program outlines planned expenditures within the recommended Work Program (Road Fund) budget by project and activity. It details anticipated administrative, engineering, and reimbursable expenditures along with planned capital project expenses and maintenance activities.

Recommendations (continued)

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13. Authorize the Auditor-Controller and County Administrative Office to adjust the FY 2020-21 Adopted Budgets to reflect FY 2020-21 COWCAP final approved plan charges.

Next Steps

- The Board will receive presentation on cannabis program recommendations and hear presentations from Department Heads and members/organizations from the public.
- During the hearing, the Board may make additions, deletions 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.

Discussion

Public Comment

Department Head Presentations

COUNTY COUNSEL REVISED AUGMENTATION REQUEST

- Current Augmentation Request:
 - Restore 2 vacant Deputy IV positions (step 4) = \$428,914
 - Restore 1 vacant Administrative Secretary – Confidential (step 5) = \$102,954
 - \$531,868 General Fund contribution
- Revised Augmentation Request:
 - Delete vacant Deputy I and II positions (steps 5 and 7) = -\$298,608
 - Administrative Secretary – Confidential (step 5) = \$102,954
 - Restore 2 Deputy IVs (step 7) = \$487,852
 - \$292,195 General Fund contribution



District Attorney's Office

2020-2021 Budget Hearings

WHAT WE DO

- Criminal Prosecution
 - Felonies
 - Gang crimes
 - Sexual Assault
 - Homicide
 - Fraud
 - Domestic Violence
 - General Felonies
 - Vehicular Homicide
 - Misdemeanors
 - Truancy Abatement

Consumer Protection

Unfair Business Competition

* SIP Enforcement

Environmental Protection

Cannabis Enforcement

Victim & Witness Assistance

U Visa Applications

Officer Involved Shooting Investigations

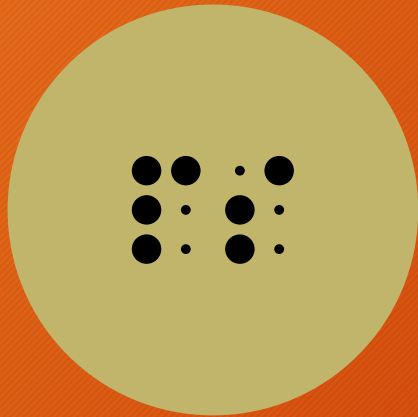
Public Integrity Investigations

Advise Law Enforcement

COVID-19 Impacts - TEAM PLAYER

- Support for EOC
 - DAI Captain Ramirez - Deputy Director
 - Two full-time investigators - providing EOC training
 - Two full-time investigative aides - EOC scheduling
 - Attorneys and advocates supporting housing site build outs
- Support of Health Officer Orders
 - Five attorneys
 - Multiple investigators
 - Hundreds of investigations

2019 Law Enforcement Referrals & Filings



CASES REFERRED
18,183



FELONY CASES FILED
2,471



MISDEMEANOR CASES FILED
12,252

Budget Impacts Based on Baseline Budget

- Four filled Deputy District Attorneys
- Three filled Legal Secretaries
- One filled DA Investigator
- Two vacant DA Investigators
- One vacant Investigative Captain
- One vacant Managing Deputy District Attorney
- Trial expenses - \$300,000

Budget Impacts - Based on CAO's revised recommendation

Managing Deputy District Attorney

DA Investigative Captain

Two DA Investigators - Criminal and Civil

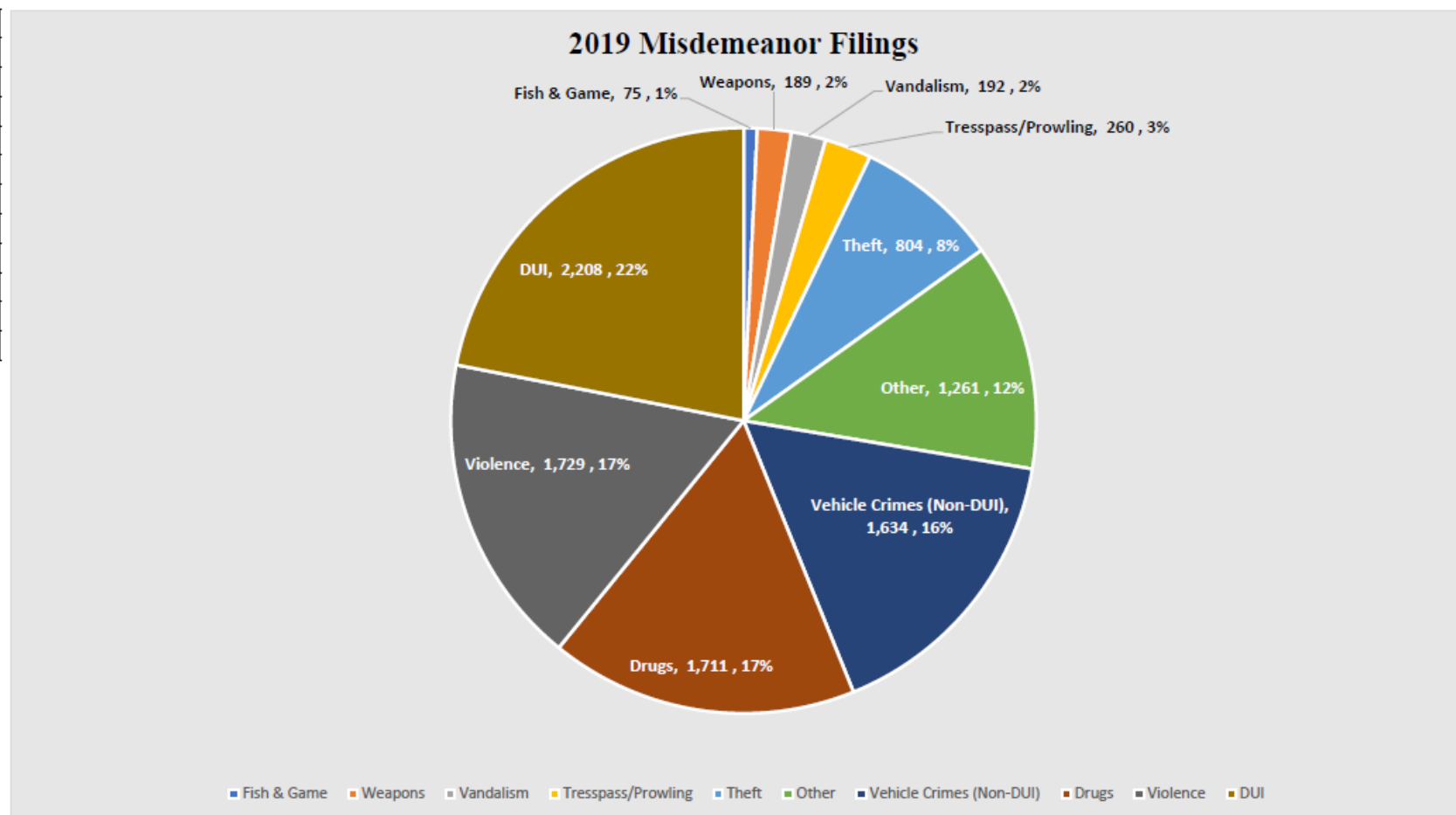
Trial Expenses

* Conviction Review - Deputy District Attorney - New

- Tsunami of cases as a result of COVID-19
 - Reduced staffing means:
 - Cases previously deferred, now beginning to start impacting courts. Reduced staff =
 - reduced ability to process workload
 - Less ability to build appropriate cases for successful prosecution
 - Less supervision of attorneys and investigators
 - Cease prosecution of most vehicle crimes not related to DUI

Consequences for reduction in
staff

Case Category	Total Filings
Fish & Game	75
Weapons	189
Vandalism	192
Tresspass/Prowling	260
Theft	804
Other	1,261
Vehicle Crimes (Non-DUI)	1,634
Drugs	1,711
Violence	1,729
DUI	2,208
Total Filings:	10,063



Justice is the Guardian of Liberty

JEANNINE M. PACIONI
MONTEREY COUNTY
DISTRICT ATTORNEY



Monterey County Sheriff

Budget Presentation

June 1, 2020

Summary of Recommended Budget Cuts

- Eliminates 3 Corrections Specialist Positions (2 filled, 1 vacant)
- Eliminates 1 Vacant Correctional Cook
- Due to a mistaken entry, NO funding for 3 filled Commander Positions
- NO funding for 1 Filled Property Technician
- NO funding for 20 Vacant Deputy Sheriff Positions
- NO funding for 1 Vacant Sergeant

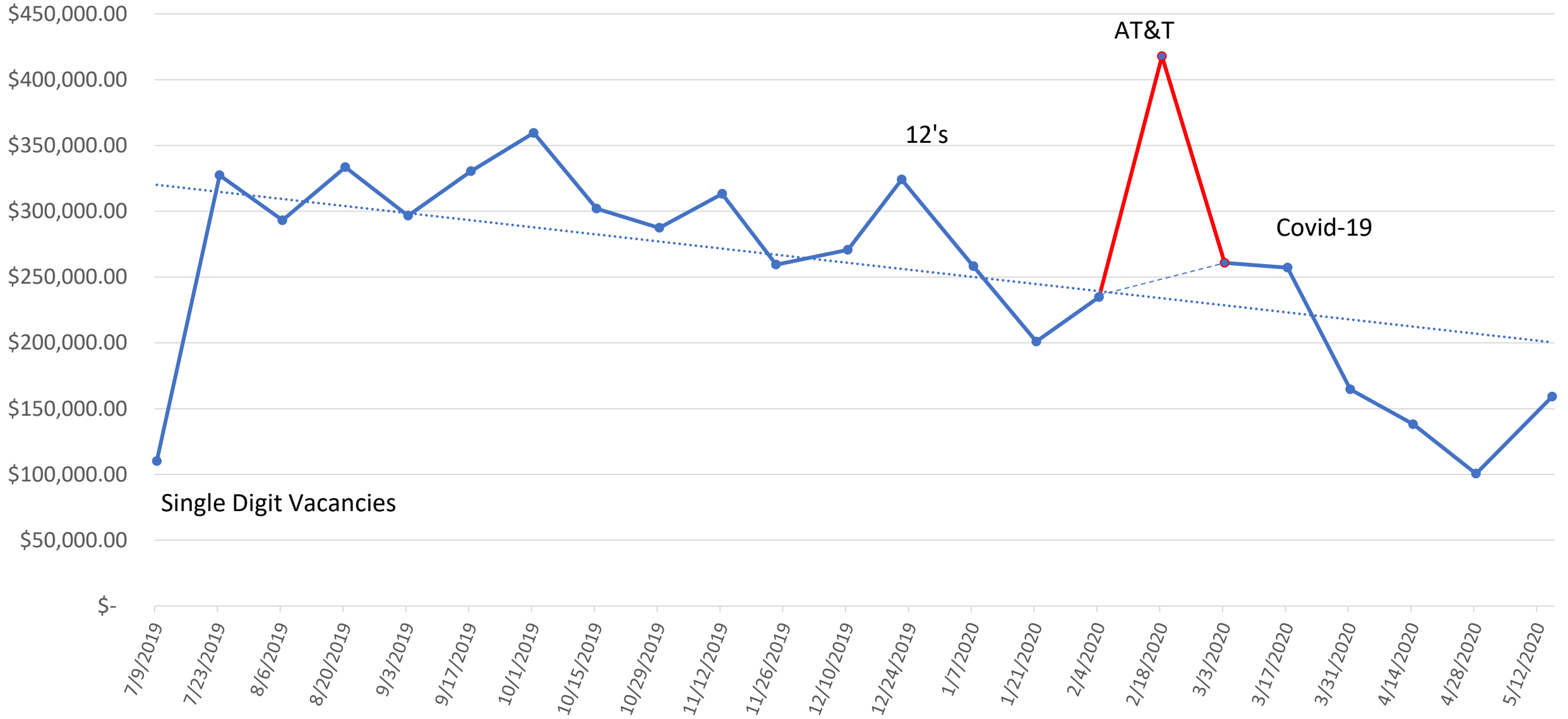
Impacts

- Losing Corrections Specialists will reduce service capacity and slow many critical functions, such as:
 - Visiting
 - Booking
 - Inmate Releases
 - Sentence Calculation
 - Court Communications
 - This work still has to get done. It will require the use of temporary employees or peace officers to complete the required tasks.
- Deleting the Correctional Cook Position will result in using additional temporary help, overtime, and private sector Aramark Employees to fulfill these duties.

Last year, 4 Commanders retired. After evaluating each position, the Sheriff eliminated one Commander by consolidating duties. 3 Sergeants promoted into the other positions. When those Sergeants ranks Changed to Commander, there was a data entry error. Although the Commanders were put in the Performance Budgeting system, the system did not show any salary expenses. Therefore, three existing (filled) positions only have partial funding for benefits in this budget. Absent funding, the Sheriff's Office will have to absorb the total costs for salary and benefits for all three filled positions at approximately \$750,000

No funding for vacant Deputy Sheriff Positions will cause patrol operations to stagnate at current levels. It will also completely hamper recruitment. The hiring process, academy, and initial training takes more than a year. The Sheriff's Office needs the vacancies to keep as many students in basic academies as possible so there aren't long gaps in coverage between a vacancy created and filled much later. When there are long gaps between a vacancy occurring and getting filled, it results in fewer people working on patrol. Filling vacancies improves our coverage and results in less overtime expenditures. Overtime spending is trending downward with very promising numbers during times of peak coverage.

Overtime by Pay Period



Jail Population / Staffing

Current Inmate Count	609
Current Capacity	825
Expansion Capacity	576
Future Total Capacity	1401
Future Population	Unknown
The current plan is to occupy the expansion, along with existing: Women's section, dormitories, and A, B, and C Pods. Then vacate the remainder of the main jail (D Through I Pod), K-Pod, and Rehabilitation Center	
Current Staffing is sufficient to staff those areas	
The current population is at historic lows largely due to fewer arrests, expanded OR policy, very few court proceedings, and Free Bail.	

Beds Available in those sections is 900

Future Staffing

If the inmate population rises above 900; the "newly" occupied spaces in the jail will be too small to house inmates. Additional housing units will have to be reopened and staffed with Deputies

To Schedule one person to cover a post 24 / 7 requires 5 FTE. If the new space becomes over crowded, the Sheriff will need more deputies to staff the jail at a rate of 5 FTE per extra housing unit

Personnel Augmentations

Personnel listed would maintain status quo and not result in service reduction to the public

- Restore 3 Deleted Corrections Specialist Positions
- Restore 1 Deleted Correctional Cook
- Fund the 3 Filled Commander positions that were overlooked
- Fund the filled property technician position
- Restore as many vacant Deputy Sheriff Positions as can be funded
- Restore Vacant Sergeant Position

Equipment Augmentations

- Authorize the purchase of new portable public safety radios which will replace the aged and failing radios for peace officers

		Annual	Running Total
Corrections Specialist	Filled	\$76,325	
Corrections Specialist	Filled	\$76,325	\$152,650
Corrections Specialist	Vacant	\$76,325	\$228,975
Correctional Cook	Vacant	\$76,117	\$305,092
3 Unfunded Commanders	Filled	\$745,000	\$1,050,092
Property Technician	Filled	\$75,400	\$1,125,492
Deputy Sheriff	Vacant	\$128,451	\$1,253,943
Deputy Sheriff	Vacant	\$128,451	\$1,382,394
Deputy Sheriff	Vacant	\$128,451	\$1,510,845
Deputy Sheriff	Vacant	\$128,451	\$1,639,296
Deputy Sheriff	Vacant	\$128,451	\$1,767,747
Deputy Sheriff	Vacant	\$128,451	\$1,896,198
Deputy Sheriff	Vacant	\$128,451	\$2,024,649
Deputy Sheriff	Vacant	\$128,451	\$2,153,100

Deputy Sheriff	Vacant	\$128,451	\$2,281,551
Deputy Sheriff	Vacant	\$128,451	\$2,410,002
Deputy Sheriff	Vacant	\$128,451	\$2,538,453
Deputy Sheriff	Vacant	\$128,451	\$2,666,904
Deputy Sheriff	Vacant	\$128,451	\$2,795,355
Deputy Sheriff	Vacant	\$128,451	\$2,923,806
Deputy Sheriff	Vacant	\$128,451	\$3,052,257
Deputy Sheriff	Vacant	\$128,451	\$3,180,708
Deputy Sheriff	Vacant	\$128,451	\$3,309,159
Deputy Sheriff	Vacant	\$128,451	\$3,437,610
Deputy Sheriff	Vacant	\$128,451	\$3,566,061
Deputy Sheriff	Vacant	\$128,451	\$3,694,512
Deputy Sheriff	Vacant	\$128,451	\$3,822,963
Sergeant	Vacant	\$205,713	\$4,028,676

Portable Public Safety Radio Replacement

Motorola APX 8000

- This is a “last generation” radio product and is being replaced by the APX next radio that began shipping in late 2019.
- Although an older product, it will dramatically improve communications as the current radios are well beyond the serviceable life.
- Cost: \$2.1 million

Motorola APX Next

- Newest Technology
- This platform represents a significant upgrade compared to older versions.
- APX Next and transmit / receive via traditional public safety radio frequencies; plus LTE and Wi-Fi. This will improve communications even in our poor coverage areas.
- Cost \$2.5 million

Financing Options

Motorola Lease

- Motorola offers a lease program with a 2.6% finance charge.
- Motorola will lease radios for 3,5,7, or 10 years.
- Motorola will defer the initial lease payment for an entire year so the initial payment would not be due until July 2021

County Financed

- Utilize 1 time money to make the initial purchase
- Develop a yearly payment program establishing a smaller scale “VAMP” to address future radio needs
- Future radio replacements will be fully funded via yearly payments when these radios are no longer serviceable.

Summary of Augmentation Request

- Restore 3 Deleted Corrections Specialist Positions
 - Restore 1 Deleted Correctional Cook
 - Fund the 3 Filled Commander positions that were overlooked
 - Fund the filled property technician position
 - Restore as many vacant Deputy Sheriff Positions as can be funded
 - Restore Vacant Sergeant Position
-
- Provide direction on the purchase of new portable public safety radios and financing. Once pricing, terms, and financing are formalized, the project would return to the board at a later date for formal approval.

Monterey County Agricultural Commissioner



Henry S. Gonzales
Agricultural Commissioner/Sealer of Weights and Measures
June 1, 2020

Monterey County Crop Report 2018

(In billions & rounded up)

- 1. Fresno **\$7.88**
- 2. Kern **\$7.47**
- 3. Tulare **\$7.21**
- **4. Monterey \$4.26**
- 5. Stanislaus **\$3.57**
- 6. Merced **\$3.45**
- 7. San Joaquin **\$2.60**
- 8. Ventura **\$2.10**
- 9. Kings **\$2.35**
- 10. Madera **\$2.06**



HENRY S. GONZALES

AGRICULTURAL COMMISSIONER/SEALER of WEIGHTS & MEASURES



MONTEREY COUNTY'S

TOP CROPS

CROP	2018 CROP VALUE	2018 CROP RANKING	2017 CROP RANKING
Leaf Lettuce	\$733,171,000	1	1
Strawberry	\$698,510,000	2	2
Head Lettuce	\$459,452,000	3	3
Broccoli	\$388,946,000	4	4
Wine Grape	\$247,758,000	5	6
Cauliflower	\$209,292,000	6	7
Misc. Vegetables	\$205,285,000	7	8
Nursery	\$204,289,000	8	5
Celery	\$145,400,000	9	9
Spinach	\$143,376,000	10	10



Economic Contributions of Monterey County Agriculture

Leading the Field Through Diversity and Technology



HENRY S. GONZALES

AGRICULTURAL COMMISSIONER/SEALER of WEIGHTS & MEASURES

Highlights

\$8.1 billion total

- **\$5.7 billion in direct economic output**
- **\$2.4 billion in additional economic output**

76,054 jobs

- **55,702 direct jobs**
- **20,352 additional jobs**

\$100 million in local Ag business taxes





ESSENTIAL AGRICULTURE WORKERS OF MONTEREY COUNTY

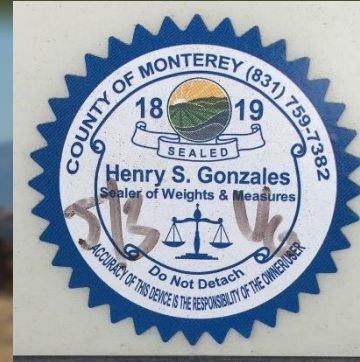
MISSION STATEMENT

To promote and protect agriculture, the environment, and the public welfare; and to assure consumer and business confidence in the marketplace.



Weights and Measures

- ❖ Price scanners
- ❖ Scales
- ❖ Gas Dispensers
- ❖ Taxi Meters
- ❖ Gas & Electric Meters
- ❖ Quantity Control
- ❖ Firewood



HENRY S. GONZALES

AGRICULTURAL COMMISSIONER/SEALER of WEIGHTS & MEASURES

Shared Authority/Responsibility



Agriculture



HENRY S. GONZALES

AGRICULTURAL COMMISSIONER/SEALER of WEIGHTS & MEASURES

Pest detection

- Monitor environment & urban setting for invasive pests
- Goal to detect populations while small
- Reduces need for pesticides



LBAM



HENRY S. GONZALES

AGRICULTURAL COMMISSIONER/SEALER of WEIGHTS & MEASURES

Pest Exclusion

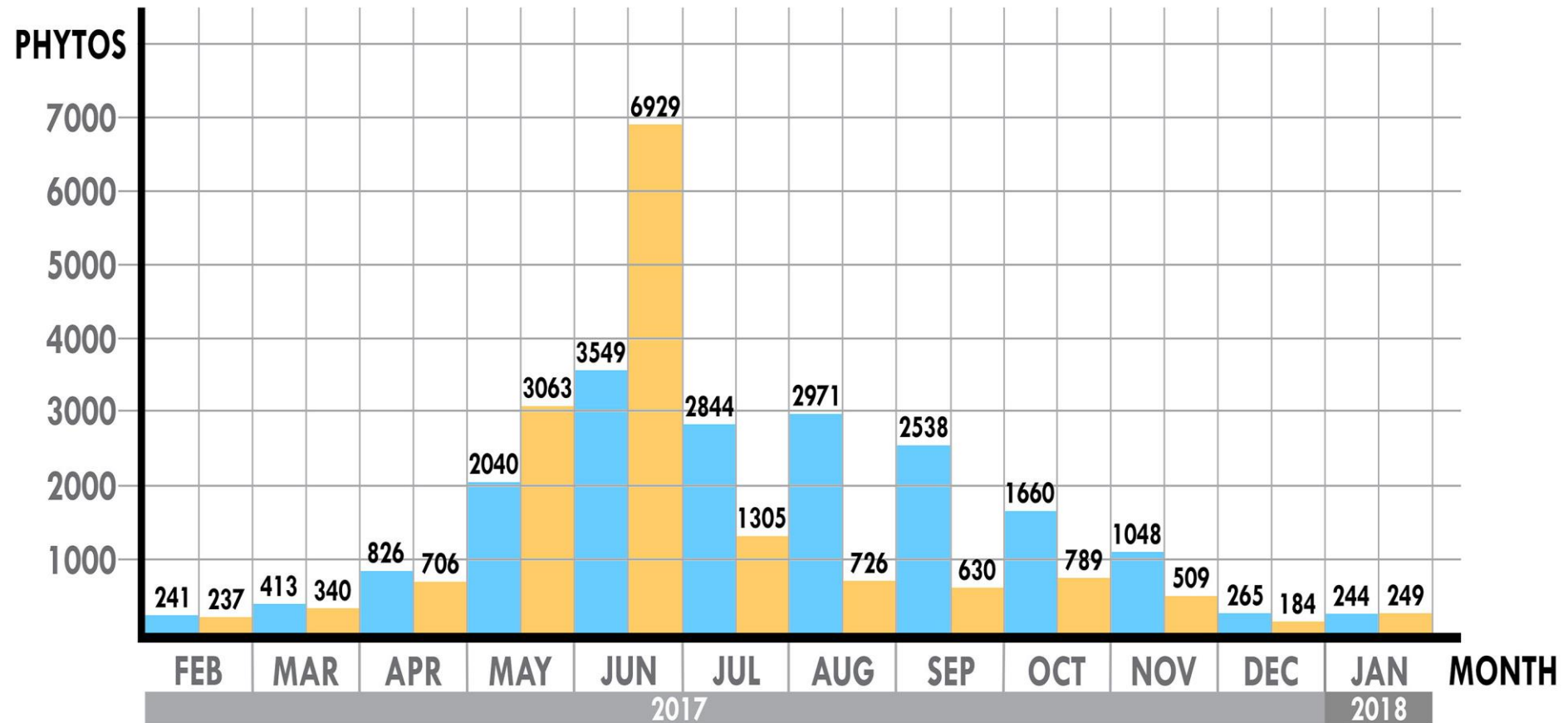
- Enforce state and federal quarantines
- Inspect incoming and outgoing shipments
- Issue export Phytosanitary / Certificates of Quarantine Compliance



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AGRICULTURAL COMMISSIONER/SEALER of WEIGHTS & MEASURES

Pest Exclusion



Federal Phytos
(total = 18,639)

State Phytos
(total = 15,667)



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AGRICULTURAL COMMISSIONER/SEALER of WEIGHTS & MEASURES

Agricultural Product Quality and Marketing

- Direct Marketing/Farmer's Market
- Nursery & Seed Quality and Standardization
- Produce Quality & Standardization
- Organic Inspection
- Organic Certification



HENRY S. GONZALES

AGRICULTURAL COMMISSIONER/SEALER of WEIGHTS & MEASURES

Cannabis & Hemp

- Distinct crops

Enforce state and county rules:

- Pesticides use permits
- Quarantines
- Registrations
- Nursery license
- Weights and measures (scales)



HENRY S. GONZALES

AGRICULTURAL COMMISSIONER/SEALER of WEIGHTS & MEASURES

Pesticide Use Enforcement



HENRY S. GONZALES

AGRICULTURAL COMMISSIONER/SEALER of WEIGHTS & MEASURES

Farmworker Advisory Committee

Para información (831) 759-7325

Si usted tiene preguntas o quejas de pesticidas, el Comisionado Agrícola del Condado de Monterey puede ayudarle.

Para emergencias con pesticidas LLAME AL 911



Monterey County Agricultural Commissioner | ag.co.monterey.ca.us

Para información (831) 759-7325

- Si ocurre un incidente con pesticidas y usted lo reporta al Comisionado Agrícola, es ilegal que su empleador tome represalias contra usted (3 CCR §6704 y 40 CFR §170.315).
- Al reportar un incidente, proporcione la fecha, describa la actividad y cultivo, la hora, ubicación (nombre del rancho, bloque, camino más cercano), fotos, si es posible y el nombre de su empleador (su reporte será confidencial).
- Si usted se enferma (intoxicó) por causa de pesticidas, su empleador es responsable de llevarlo a un médico (3 CCR §6726 y §6766).

Monterey County Agricultural Commissioner | ag.co.monterey.ca.us

Front

If you have questions or complaints on pesticides, the Monterey County Agricultural Commissioner's office will help.

Back

If a pesticide incident happens, existing law protects you from retaliation for reporting the incident or talking with the county (3 CCR §6704 and 40 CFR §170.315).

To file a report with the Agricultural Commissioner, provide the date, time, location (ranch name, block, nearest cross street), photos if possible and name of operator/labor contractor.

If you feel ill from exposure, you must be taken to a doctor by your employer (3 CCR §6726 & §6766).

Pesticides Around Schools



FARMING SAFELY NEAR SCHOOLS

ENGLISH

ESPAÑOL



IF YOU ATE TODAY...

THANK A FARMER, A FARM
WORKER, AND AG
COMMISSIONER STAFF!



HENRY S. GONZALES

AGRICULTURAL COMMISSIONER/SEALER of WEIGHTS & MEASURES

FY 2020-21 Health Department Budget

ELSA M. JIMENEZ, DIRECTOR OF HEALTH

BOARD OF SUPERVISORS BUDGET HEARINGS

JUNE 1, 2020



COUNTY OF MONTEREY
HEALTH DEPARTMENT

Highlights

- Investment in Early Childhood FY 2019-20
- Recommended Budget FY 2020-21
- Augmentation Request FY 2020-21

Investment in Early Childhood

- Restoration of Bright Beginnings - \$50,000
- Home Visiting Hub - \$160,000
- Maternal Mental Health Task Force - \$25,000
- Early Childhood Education Coordination – \$105,000

One time investment of \$340,000 of cannabis funds have been sustained through grant sources applied for by First 5 Monterey County

Recommended – All Funds

	FY 2019-20 Adopted	FY 2020-21 Recommended
Appropriations	295.5 million	310.7 million
Revenues (Fund Balance Use)	281.4 million (11.9 m)	291.6 million (7.1 m)
General Fund Contribution (Restricted Funds)	14.1 million	19.1 m (4.5 m)
Cannabis Funding (included in GFC total)	1.2 million	1.2 million
Staffing	1,102.18 FTE	1,114.98 FTE



Augmentation Request - MCHD Priorities

Bureau	Description	GFC	Other
Animal Services	Field Operations and dispatch services 1.0 FTE Office Assistant II	\$81,684	
	Mobile Spay/Neuter Clinics 4-6 clinics per month (\$10,200 per month)	\$122,400	
Clinic Services	Support patients' legal needs Contract with CRLA (Jan-June 2021)	\$67,500	\$67,500
Public Guardian	Client benefit processing/management 1.0 FTE Office Assistant III	\$86,300	
	TOTAL	\$357,884	\$67,500



Augmentation Request

Early Childhood Investment Priorities

	Description	GFC
School Readiness Assessment (SRA)	Implement first phase of a SRA for kindergarten students across the County	\$100,000
Family Friendly Business Sustainability	Expand program to include business and family voice in program design; linking family-friendly business practices to economic development	\$100,000
Trauma Informed Capacity Building	Support countywide trauma-informed, healing-centered practice capacity building for multi-disciplinary ECD practitioners	\$200,000
	TOTAL	\$400,000



Summary of Request

Health Request	Description	GFC
Animal Services	OAll - Dispatch	\$81,684
	Mobile Clinics*	\$122,400
Clinic Services	Legal support	\$67,500
Public Guardian	Benefits Support	\$86,300

Total Request: \$357,884

*Scalable to: \$296,684

Bright Beginnings Request	GFC
School Readiness Assessment (SRA)	\$100,000
Family Friendly Business Sustainability	\$100,000
Trauma Informed Capacity Building	\$200,000

Total Request: \$400,000



Questions/Answers

Elsa Mendoza Jimenez

Director of Health

(831) 755-4526

jimenezem@co.monterey.ca.us

www.mtyhd.org



COUNTY OF MONTEREY
HEALTH DEPARTMENT

Recommended Budget

Total Department Budget -- \$281 Million

➤ **Positions - 877**

➤ **Only 5% is covered by County - \$14,994,865**

- \$11,421,663 – Entitlement Programs
- \$2,334,091 – Administration
- \$ 797,687 – Community Programs
- \$ 441,424 – Military & Veteran

Pending Issues – Due to Covid-19/Economic Downturn

- Impact to 1991 Social Services Realignment revenues
- Impact to 2011 Protective Services Realignment revenues

Augmentation Requests

Total of 12 Augmentations - \$1,987,679

(75% of ask is to maintain current service levels)

~Recommended by the Budget Office~

❖ In-Home Supportive Services (IHSS) - \$422,198

1. \$0.00 – One Social Worker III-fully funded
2. \$292,767 - IHSS Provider Wage Increase*
3. \$129,431 – IHSS Health Benefit Increase*

*Previously approved by the Board

Pending Augmentations

Social Services Programs - \$396,387



4. CalWORKs Entitlement Program (\$330,387)

- Federal assistance Program- Cash/Support Svcs
- Program has a 2.5% County Share

5. Adult Protective Services (\$66,000)

- Serves over 65 and dependent adults ages 18-64
- Calif. Sr. population growing, by 2030, 1 in 5 over 65
- Received 2,100 referrals last calendar year, 29% spike from prior year.

Pending Augmentations

Community Programs - \$1,169,094



6. Coalition of Homeless – (\$306,604)

- Funding for Jan – Jun 2021
- Whole Person Care funding ended December 2020
- Continuum of Care(COC) operator / Leadership Council
- Oversees several large grants: HEAP, HHAP, etc.
- Coordinates the network of Service Providers
- Lead me Home Plan, Census, Inclement Weather Program
- Inclement Weather Program and more

7. Community Contracts – 3 contracts (\$97,500)

- Gathering for Women - \$40k
- Community Homeless Solutions - \$37,500
- Community Human Services - \$20k

Pending Augmentations

Community Programs - \$1,169,094



8. Franciscan Workers – (\$138,750)

- Chinatown Drop-In Center – Funding for Jul-Dec. 2020
- Referrals to Whole Person Care ~ Leverages Funding
- Case Management and support services
- Assists in finding housing

9. Seaside Shelter (\$100,000)

- New Peninsula shelter for women/children



Pending Augmentations

Community Programs - \$1,169,094



10. Safe Parking – (\$139,630)

- Case management / Support Services
- Car / RV overnight parking

11. Franciscan Workers – (\$277,500)

- Funding for Jan-Jun. 2021
- Whole Person Care funding ended December 2020
- Chinatown Drop-In Center – Case Management Services
- Assists in finding housing and other support services

12. Covia Home Match Program *New (109,110)

- Matches people to rent rooms in homes (seniors)

Questions

Thank You for your consideration of these
augmentation requests.

Questions ?