

# FY 2019-20 Annual Budget

May 10, 2019 Board Presentation

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Helen Rodriguez, Controller/Finance Manager*

This fiscal year budget was prepared in conjunction with the FY 19-20 CIP Budget – Business Item 8b.

## **The proposed FY 19-20 Budget includes:**

- Fund Balances – \$27.6M at end FY 19-20
  - projected \$25.7M committed/assigned and \$2.8M unassigned
- Salary/Benefit Adjustments
- FORA Transition Cost – Fiscal Impact: \$750K
  - LAFCO application and indemnification set aside
  - Consultants – CEQA, financial, employee transition and legal

# SUMMARY

<b>CATEGORIES</b>
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<b>FY 19-20 PROPOSED</b>
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## ANNUAL REVENUES AND EXPENDITURES

TOTAL REVENUES

\$	11,347,504
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TOTAL EXPENDITURES

16,824,488
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**FUND BALANCE USED IN FY 19-20**

\$	(5,476,984)
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**FUND BALANCE *(projected)***

BEGINNING 7/1/19

\$	33,044,334
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ENDING 6/30/20

\$	27,567,350
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# REVENUES

CATEGORY	SPECIAL REVENUE FUNDS (SRF)				TOTAL ANNUAL BUDGET
	GENERAL FUND	LEASES LAND SALE	CFD/Tax Developer Fees	ARMY ESCA	
Membership Dues	\$ 316,213	\$ -	\$ -	\$ -	\$ 316,213
Franchise Fees - MCWD	461,065	-	-	-	461,065
Federal Grants	-	-	-	1,082,784	1,082,784
Development Fees	-	-	6,104,257	-	6,104,257
Land Sale Proceeds	-	-	-	-	-
Rental/Lease Revenues	50,000	-	-	-	50,000
Property Tax Payments	1,300,000	-	1,898,185	-	3,198,185
Reimbursement Agreements	5,000	-	-	-	5,000
Investment/Interest Income	100,000	-	30,000	-	130,000
<b>Total Revenues</b>	<b>\$ 2,232,278</b>	<b>\$ -</b>	<b>\$ 8,032,442</b>	<b>\$ 1,082,784</b>	<b>\$ 11,347,504</b>

Note: FORA financial statements reports all property taxes in the General Fund. Amount allocated to CFD/TAX Developer Fees would be presented as a Transfer Out of General Fund and a Transfer In to CFD/Tax Developer Fee Funds.

For purposes of the budget , the revenues are shown based on expenditure use of that fund.

Investment/Interest Income in CFD/Tax Developer Fee Funds pertains to the HCP set-aside and is a Fund Balance Designation/Commitment, - see Fund Balance

# EXPENDITURES

CATEGORY	SPECIAL REVENUE FUNDS (SRF)				TOTAL ANNUAL BUDGET
	GENERAL FUND	LEASES LAND SALE	CFD/Tax Developer Fees	ARMY ESCA	
<b>EXPENDITURES</b>					
Salaries & Benefits	\$ 1,124,014	\$ 96,877	\$ 462,629	\$ 447,812	\$ 2,131,332
Supplies & Services	283,100	18,142	145,253	91,750	538,245
Contractual Services	1,398,129	26,238	870,911	543,222	2,838,500
Capital Projects	-	4,256,270	7,060,141	-	11,316,411
Total Expenditures	<u>\$ 2,805,243</u>	<u>\$ 4,397,527</u>	<u>\$ 8,538,934</u>	<u>\$ 1,082,784</u>	<u>\$ 16,824,488</u>

## Highlighted items

Salaries & Benefits 2.0% COLA for staff, additional position and reclassification, and retention benefits.

# FUND BALANCE-RESERVE

CATEGORY	SPECIAL REVENUE FUNDS (SRF)				TOTAL ANNUAL BUDGET
	GENERAL FUND	LEASES LAND SALE	CFD/Tax Developer Fees	ARMY ESCA	
Fund Balance used in FY 19-20	\$ (572,965)	\$ (4,397,527)	\$ (506,492)	\$ -	\$ (5,476,984)
FUND BALANCE-BEGINNING 7/1/19	11,375,280	4,397,527	17,271,527	-	33,044,334
TRANSFERS IN/(OUT)	(1,057,600)	-	1,057,600	-	-
<b>FUND BALANCE - ENDING 6/30/20</b>	<b>\$ 9,744,715</b>	<b>\$ -</b>	<b>\$ 17,822,635</b>	<b>\$ -</b>	<b>\$ 27,567,350</b>

Fund Balance					
<i>Committed/Assigned for:</i>					
CalPers Termination	\$ 6,940,000	\$ -	\$ -	\$ -	\$ 6,940,000
Operations	-	-	-	-	-
Habitat Management (HM/HCP)	-	-	17,822,635	-	17,822,635
Bldg Removal	-	-	-	-	-
CIP	-	-	-	-	-
Unassigned	2,804,715	-	-	-	2,804,715
<b>FUND BALANCE - ENDING 6/30/20</b>	<b>\$ 9,744,715</b>	<b>\$ -</b>	<b>\$ 17,822,635</b>	<b>\$ -</b>	<b>\$ 27,567,350</b>

# OPERATING BUDGET

REVENUES	FUND	LAND SALE	Developer Fees	ESCA	BUDGET
Membership Dues	\$ 316,213	\$ -	\$ -	\$ -	\$ 316,213
Franchise Fees - MCWD	461,065	-	-	-	461,065
Federal Grants	-	-	-	1,082,784 (c)	1,082,784
Development Fees	-	-	6,104,257	-	6,104,257
Land Sale Proceeds	-	-	-	-	-
Rental/Lease Revenues	50,000	-	-	-	50,000
Property Tax Payments	1,300,000 (a)	-	1,898,185 (a)	-	3,198,185
Reimbursement Agreements	5,000	-	-	-	5,000
Investment/Interest Income	100,000	-	30,000	-	130,000
<b>Total Revenues</b>	<b>2,232,278</b>	<b>-</b>	<b>8,032,442</b>	<b>1,082,784</b>	<b>11,347,504</b>
<b>EXPENDITURES</b>					
Salaries & Benefits	1,124,014	96,877	462,629	447,812 (c)	2,131,332 (d)
Supplies & Services	283,100	18,142	145,253	91,750 (c)	538,245
Contractual Services	1,398,129 (b)	26,238	870,911	543,222 (c)	2,838,500
Capital Projects	-	4,256,270	7,060,141	-	11,316,411
<b>Total Expenditures</b>	<b>2,805,243</b>	<b>4,397,527</b>	<b>8,538,934</b>	<b>1,082,784</b>	<b>16,824,488</b>
<b>REVENUES OVER (UNDER)</b>					
<b>EXPENDITURES</b>	<b>\$ (572,965)</b>	<b>\$ (4,397,527)</b>	<b>\$ (506,492)</b>	<b>\$ -</b>	<b>\$ (5,476,984)</b>

Notes

- (a) Property taxes in excess of \$1.3M is be used for CIP projects
- (b) Includes \$750K FORA Transition cost
- (c) Fully funded by ESCA grant
- (d) Potenial Retention Package cost not included

- 1) Adopt Fiscal Year 2019-20 Annual Budget.**
- 2) Consider approval of Executive Committee recommended compensation benefits adjustments. (2% Cola)**

**Q & A**