



COUNTY OF SAN DIEGO

AGENDA ITEM

BOARD OF SUPERVISORS

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First District

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Fourth District

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Fifth District

DATE: May 3, 2016

07

TO: Board of Supervisors

SUBJECT: FISCAL YEAR 2015–16 THIRD QUARTER OPERATIONAL PLAN STATUS REPORT AND BUDGET ADJUSTMENT (DISTRICTS: ALL)

Overview

This report summarizes the status of the County's Fiscal Year 2015–16 Operational Plan, as measured by projected year-end fund balance from current year operations. The projected year-end balance for the General Fund is \$245.1 million, and for all budgetary funds combined is \$286.2 million. In the General Fund, positive balances are projected for all five business groups. The projected fund balance reflects the conservation of management and contingency reserves and projects that General Purpose Revenue will perform better than estimated in the Fiscal Year 2015–16 Adopted Operational Plan. This letter recommends budget adjustments to make resource reallocations to fund one-time projects and for various adjustments to align the budget with anticipated actuals.

In the Public Safety Group (PSG), recommendations include appropriations adjustments in the Sheriff's Department for the High Intensity Drug Trafficking Areas (HIDTA) program, in the Jail Commissary Enterprise Fund and the Sheriff's Inmate Welfare Fund related to greater demand for telephone debit cards and for the transfer of commissary sales profits for the benefit, education and welfare of inmates, for the Next Generation 911 Telephone System, for the Jamul Indian Village Intergovernmental Agreement, for the purchase of Sheriff vehicles, for temporary staff conducting security assessments of County facilities, and for law enforcement activities based on U.S. Department of Homeland Security funding; in the Office of Emergency Services for a remodel of the Emergency Operations Center; in the San Diego Fire Authority for removal of dead, dying and diseased trees in the Descanso, Guatay, and Pine Valley areas, and for the Assistance-By-Hire program; and in the Probation Department to fund the Ohio Street facility relocation project.

The Health and Human Services Agency (HHS) recommendation includes an appropriation adjustment in Aging & Independence Services for In-Home Supportive Services (IHSS) Public Authority related to the implementation of federal Fair Labor Standards Act regulations and office relocation costs.

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In the Land Use and Environment Group (LUEG), recommendations include appropriations adjustments to fund construction modifications at Hilton Head, Rainbow Park and Steel Canyon artificial turf projects; in the Department of Parks and Recreation to purchase vehicles; to fund construction modifications for Sweetwater Regional Park Equestrian Trail Phase III; for unanticipated major maintenance improvements in the County Service Area 83 San Dieguito; in the Department of Public Works for the Bear Valley Parkway project; in the Department of Public Works Liquid Waste Equipment Acquisition Internal Service Fund (ISF) Spending Plan to purchase portable emergency generators; in the Campo Hills Water System for the removal of uranium resin at the Campo water treatment facility; and in the Department of Public Works Road Fund for the Countywide Asphalt Concrete Overlay project.

In the Community Services Group (CSG), recommendations include appropriations adjustments in the Fleet ISF Accident Repair Spending Plans for non-Sheriff and Sheriff equipment due to increase in costs related to vehicle repairs; in the Fleet Management ISF Fund Spending Plan to fund increased depreciation expenses; and in the County Successor Agency to align appropriations with approved redevelopment repayment obligations.

The Finance and General Government Group (FGG) recommendation includes an appropriation adjustment in the Clerk of the Board of Supervisors for conversion of permanent microfilm reels stored in the County vault.

In the Capital Program, recommendations include appropriations adjustments for Ramona Intergenerational Community Campus (RICC) property acquisition and various projects, for the Edgemoor Development Fund to mitigate the revenue shortfall due to delays for certain land sales, for Las Colinas Detention and Reentry Facility project, and to cancel the remaining appropriations for projects anticipated to be completed or cancelled at the end of the fiscal year in the Capital Outlay Fund and Justice Facility Construction Fund.

Recommendation(s)

CHIEF ADMINISTRATIVE OFFICER

1. Accept the Fiscal Year 2015–16 third quarter report on projected year-end results.
2. Establish appropriations of \$35,857 in the Sheriff's Department, Salaries and Benefits (\$4,000) for overtime, and Services and Supplies (\$31,857), for the High Intensity Drug Trafficking Areas (HIDTA) program activities based on unanticipated HIDTA revenue from the San Diego/Imperial Valley Southwest Border HIDTA. **(4 VOTES)**
3. Establish appropriations of \$669,407 in the Jail Commissary Enterprise Fund, Services and Supplies (\$388,091) due to higher demand than anticipated for telephone debit cards, and Operating Transfers Out (\$281,316) to transfer commissary sales profits from prior year to the Sheriff's Inmate Welfare Fund based on revenues from phone time sales and e-commerce and available prior year Jail Commissary Enterprise Fund fund balance. **(4 VOTES)**
4. Establish appropriations of \$281,316 in the Sheriff's Inmate Welfare Fund, Services and Supplies, to be used for the benefit, education, and welfare of the inmates confined

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within detention facilities based on an Operating Transfer In from the Jail Commissary Enterprise Fund. **(4 VOTES)**

5. Cancel appropriations of \$982,878 in the Sheriff's Department, Capital Assets Equipment, and related Operating Transfer In from the Proposition 172 Revenue Fund due to a change in funding source associated with the Next Generation 911 Telephone System.
6. Cancel appropriations of \$982,878 in the Proposition 172 Special Revenue Fund, Operating Transfer Out, due to a change in funding source associated with the Next Generation 911 Telephone System in the Sheriff's Department.
7. Establish appropriations of \$1,121,000 in the Sheriff's Department, Capital Assets Equipment, for the Next Generation 911 Telephone System based on unanticipated revenue from the State of California 911 Emergency Communications Branch. **(4 VOTES)**
8. Establish appropriations of \$80,706 in the Sheriff's Department, Services and Supplies (\$30,706), and Capital Assets Equipment (\$50,000) for a vehicle acquisition required to provide law enforcement services for the Jamul Indian Village based on unanticipated revenue from the Jamul Indian Village Intergovernmental Agreement. **(4 VOTES)**
9. Transfer appropriations of \$585,205 from the Sheriff's Department, Capital Assets Equipment, to the General Fund Contributions to Fleet Internal Service Fund (ISF), Operating Transfer Out, for the purchase of various Sheriff's vehicles. **(4 VOTES)**
10. Amend the Fiscal Year 2015-16 Department of General Services Fleet ISF Spending Plan by \$585,205 to provide funding for the purchase of vehicles for the Sheriff's Department based on an Operating Transfer In from the General Fund. **(4 VOTES)**
11. Establish appropriations of \$107,804 in the Sheriff's Department, Salaries and Benefits, for temporary staff conducting security assessments of County facilities based on available prior year Public Safety General Fund fund balance. **(4 VOTES)**
12. Cancel appropriations of \$357,449 in the Sheriff's Department, Capital Assets Equipment and related revenue from U.S. Department of Homeland Security, passed through the Governor's Office of Emergency Services due to the reallocation of funds for regional use.
13. Establish appropriations of \$25,692 in the Sheriff's Department, Salaries and Benefits, for direct patrol and other law enforcement activities based on related revenue from U.S. Department of Homeland Security, passed through the San Diego Metropolitan Transit System. **(4 VOTES)**

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14. Establish appropriations of \$708,778 in the Office of Emergency Services, Services and Supplies, for the Emergency Operations Center remodel based on available prior year Public Safety Group General Fund fund balance. **(4 VOTES)**
15. Establish appropriations of \$447,675 in the San Diego County Fire Authority, Services and Supplies, for the removal of dead, dying and diseased trees in the Descanso, Guatay, and Pine Valley areas based on unanticipated revenue from the California Department of Forestry and Fire Protection. **(4 VOTES)**
16. Establish appropriations of \$263,014 in the San Diego County Fire Authority, Services and Supplies, for the Assistance-By-Hire program based on unanticipated revenue from the California Department of Forestry and Fire Protection. **(4 VOTES)**
17. Establish appropriations of \$2,000,000 in the Probation Department, Services and Supplies, to fund the Ohio Street facility relocation project based on unanticipated revenue from the County Local Revenue Fund 2011, Community Corrections Subaccount. **(4 VOTES)**
18. Transfer appropriations of \$1,324,323 within the Health and Human Services Agency, Aging & Independence Services, Services and Supplies to Operating Transfer Out, based on federal and State revenue for In-Home Supportive Services (IHSS) Public Authority program increases related to the implementation of the federal Fair Labor Standards Act regulations and office relocation costs. **(4 VOTES)**
19. Cancel appropriations of \$706,671.85 and related Operating Transfer In from the General Fund in the Capital Outlay Fund for Capital Project 1014253, Sweetwater Lane Artificial Turf, to fund construction modifications including the use of alternative infill product for Hilton Head, Rainbow Park and Steel Canyon artificial turf projects.
20. Establish appropriations of \$706,671.85 in the Capital Outlay Fund for Capital Projects 1019690, Hilton Head Artificial Turf (\$224,671.85), 1019693, Rainbow Park Artificial Turf (\$150,000) and 1019562, Steele Canyon Artificial Turf (\$332,000) to fund construction modifications including the use of alternative infill product for artificial turf projects, based on an Operating Transfer In from the General Fund. **(4 VOTES)**
21. Cancel appropriations of \$14,344.17 and related Operating Transfer In from the General Fund in the Capital Multiple Species Conservation Program (MSCP) Fund to properly record non-capital pre-acquisition expenses.
22. Transfer appropriations of \$14,344.17 from Contribution to Capital Outlay Fund, Operating Transfer Out, to the Department of Parks and Recreation, Services and Supplies, to properly record non-capital pre-acquisition expenses.
23. Establish appropriations of \$258,000 in the Department of Park and Recreation, Other Charges, to fund the purchase of approximately 20 vehicles, based on unanticipated revenue from the Winterstorms 2010 Trust Fund reimbursement. **(4 VOTES)**

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24. Transfer appropriations of \$258,000 from the Department of Parks and Recreation, Other Charges, to the General Fund Contributions to Fleet ISF, Operating Transfer Out, for the purchase of vehicles. **(4 VOTES)**
25. Amend the Fiscal Year 2015–16 Fleet Management ISF Spending Plan by \$258,000 to provide funding for the purchase of vehicles for the Department of Parks and Recreation based on an Operating Transfer In from the General Fund. **(4 VOTES)**
26. Rescind the December 15, 2015 (35), cancellation and establishment of appropriations of \$77,436.10 in the Capital Outlay Fund, (recommendation 32 and 33) for the Sweetwater Regional Equestrian Trail Phase III to correct the funding source.
27. Cancel appropriations of \$77,436.10 and related revenue in the Capital Outlay Fund for Capital Project 1018723, Sweetwater Loop Segment 4 Reroute, to fund construction modifications including the installation of a pedestrian/bicycle bridge for Sweetwater Regional Park Equestrian Trail Phase III.
28. Establish appropriations of \$77,436.10 in the Capital Outlay Fund for Capital Project 1014849, Sweetwater Regional Park Equestrian Trail Phase III, to fund construction modifications including the installation of a pedestrian/bicycle bridge, based on unanticipated revenue from the Department of Parks and Recreation Trust Fund. **(4 VOTES)**
29. Transfer appropriations of \$80,000 within the County Service Area 83 San Dieguito, Services and Supplies to an Operating Transfer Out, to provide funding for major maintenance improvements of an existing gazebo and to incorporate Americans with Disabilities Act (ADA) ramps. **(4 VOTES)**
30. Establish appropriations of \$80,000 in the Department of Parks and Recreation, Service and Supplies, to fund major maintenance improvements of an existing gazebo and incorporate American with Disabilities Act (ADA) ramps based on Operating Transfer In from County Service Area 83 San Dieguito. **(4 VOTES)**
31. Establish appropriations of \$1,230,000 in the Department of Public Works Detailed Work Program for the Bear Valley Parkway project, based on unanticipated revenue from San Diego Gas & Electric. **(4 VOTES)**
32. Amend the Fiscal Year 2015-16 Department of Public Works Liquid Waste Equipment Acquisition ISF Spending Plan by \$300,000 for the purchase of four portable emergency generators, based on an Operating Transfer In from the San Diego County Sanitation District. **(4 VOTES)**
33. Establish appropriations of \$100,000 in the CMWSMD-ZONE B Campo Hills Water (Water District), Services and Supplies, for contracted services for the removal of

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uranium resin at the Campo water treatment facility based on prior year available fund balance. **(4 VOTES)**

34. Transfer appropriations of \$1,000,000 from the Department of Public Works Road Fund, Salaries and Benefits, to the Department of Public Works Detailed Work Program for the Countywide Asphalt Concrete Overlay Fiscal Year 2015-16 project.
35. Amend the Fiscal Year 2015-16 Department of General Services Fleet ISF Accident Repair Spending Plan by \$100,000, Services and Supplies, due to an increase in costs related to vehicle repairs based on unanticipated revenue from third party recoveries (\$50,000) and Fleet ISF Accident Repair available prior year fund balance (\$50,000). **(4 VOTES)**
36. Amend the Fiscal Year 2015-16 Department of General Services Fleet ISF Sheriff Accident Repair Spending Plan by \$200,000, Services and Supplies, due to an increase in costs related to vehicle repairs based on unanticipated revenue from third party recoveries (\$100,000) and Fleet ISF Accident Sheriff available prior year fund balance (\$100,000). **(4 VOTES)**
37. Amend the Fiscal Year 2015-16 Fleet Management ISF Spending Plan by establishing appropriations of \$1,000,000, Other Charges to fund increased depreciation expenses based on available prior year Fleet Management ISF fund balance. **(4 VOTES)**
38. Transfer appropriations of \$46,183 within the County Successor Agency Redevelopment Obligation Retirement Fund, Services and Supplies, to Operating Transfer Out, to align appropriations with approved redevelopment repayment obligations. **(4 VOTES)**
39. Transfer appropriations of \$387,562 within the County Successor Agency USDRIP, Other Charges, to Operating Transfer Out, to align appropriations with approved redevelopment repayment obligations. **(4 VOTES)**
40. Establish appropriations of \$433,745 in the County Successor Agency Gillespie Field Administration, Other Charges, to align appropriations with approved redevelopment repayment obligations based on an Operating Transfer In from the County Successor Agency Redevelopment Obligation Retirement Fund (\$46,183) and the County Successor Agency USDRIP (\$387,562). **(4 VOTES)**
41. Transfer appropriations of \$25,000 within the County Successor Agency Gillespie Field 2005 Bonds Principal, Other Charges, to Operating Transfer Out, for the purpose of aligning appropriations with scheduled Gillespie Field 2005 Bond debt service payments. **(4 VOTES)**
42. Establish appropriations of \$25,000 in the County Successor Agency Gillespie Field 2005 Bonds Interest, Other Charges, for the purpose of aligning appropriations with

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scheduled Gillespie Field 2005 Bond debt service payments based on an Operating Transfer In from the County Successor Agency Gillespie Field 2005 Bonds Principal. **(4 VOTES)**

43. Transfer appropriations of \$250,000 from Finance and General Government Group Executive Office, Management Reserves, to the Clerk of the Board of Supervisors, Services and Supplies, for required conversion of permanent microfilm reels stored in the County vault.
44. Transfer appropriations of \$427,864 from Community Services Group Executive Office, Management Reserves, to Contributions to the Capital Outlay Fund, Operating Transfer Out, to provide for acquisition, improvements, and related expenses for the Ramona Intergenerational Community Campus (RICC) Caltrans Replacement Property Ramona Acquisition. **(4 VOTES)**
45. Establish appropriations of \$427,864 in the Capital Outlay Fund for Capital Project 1018658, RICC Caltrans Replacement Property Ramona Acquisition for acquisition, improvements, and related expenses based on an Operating Transfer In from the General Fund. **(4 VOTES)**
46. Transfer appropriations of \$1,072,136 from Community Services Group Executive Office, Management Reserves, to Contributions to the Capital Outlay Fund, Operating Transfer Out, to provide for acquisition, improvements, and related expenses for RICC Caltrans Replacement Property Julian Acquisition. **(4 VOTES)**
47. Establish appropriations of \$1,072,136 in the Capital Outlay Fund for Capital Project 1018659, RICC Caltrans Replacement Property Julian Acquisition for acquisition, improvements, and related expenses based on an Operating Transfer In from the General Fund. **(4 VOTES)**
48. Cancel appropriations of \$2,000,000 in the Edgemoor Development Fund, Operating Transfer Out, and related revenue in Sale of Fixed Assets, due to projected land sales related to the Edgemoor property for Fiscal Year 2015-16 that have not occurred.
49. Establish appropriations of \$2,000,000 in the Contributions to the Capital Outlay Fund, Operating Transfer Out, for a one-time operating transfer to supplement revenue from land sales related to the Edgemoor property, which are proceeding slower than anticipated based on available prior year General Fund fund balance. **(4 VOTES)**
50. Establish appropriations of \$2,000,000 in the Edgemoor Development Fund, Operating Transfer Out, based on an Operating Transfer In from the General Fund to supplement lower than anticipated revenues from Sale of Fixed Assets. **(4 VOTES)**

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51. Cancel appropriations of \$55,100,000 and related Operating Transfer In from the General Fund in the Capital Outlay Fund for Capital Project 1015195, Las Colinas Detention and Reentry Facility.
52. Cancel appropriations and related revenue of up to \$1,090,716 in the Capital Outlay Fund for projects completed or cancelled during Fiscal Year 2015-16.
53. Cancel appropriations and related revenue of up to \$367,855 in the Justice Facility Construction Fund for projects completed or cancelled during Fiscal Year 2015-16.

Fiscal Impact

Funds for a portion of these requests are not included in the Fiscal Year 2015–16 Operational Plan. If approved, this action will result in a net increase in appropriations of \$2,896,582 in the General Fund. The funding sources include Operating Transfers In from the General Fund, State of California Local Revenue Fund 2011, High Intensity Drug Trafficking Areas, State of California 911 Emergency Communications Branch, U.S. Department of Homeland Security, California Department of Forestry and Fire Protection, Winterstorms 2010 Trust Fund, available prior year County Service Area 83 San Dieguito fund balance, available prior year Public Safety fund balance and available prior year General Fund fund balance.

In all other funds combined, these actions will result in a net decrease in appropriations of \$48,287,364. The funding sources are Operating Transfers, available prior year fund balance and miscellaneous other sources.

Business Impact Statement

N/A

Advisory Board Statement

N/A

Background

For the General Fund, the third quarter projection of year-end fund balance from current year operations is \$245.1 million. This projected one-time resource is a combination of anticipated year-end General Purpose Revenue (GPR) above budget by \$30.4 million along with a net positive variance of \$171.2 million from operations and a positive variance of \$43.5 million in unspent contingency and management reserves. The projected \$30.4 million in anticipated GPR is primarily due to better than expected property tax revenue resulting from an increase in assessed values (AV); an increase in former redevelopment project area tax increment pass-through revenues received from National City and Vista as well as one time residual balances generated from the dissolution of redevelopment agencies.

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The projected balance for all other funds combined is \$45.0 million. Schedule A summarizes the fund balance projection by business group/agency and department. The Notes to Schedules A and B explain significant variances from budget by department. Schedule B shows the projected General Fund fund balance by business group/agency split between operating and reserve balances.

As shown in Schedule A, the General Fund year-end fund balance projection of \$245.1 million is based on the estimate that expenditures will be approximately \$282.6 million less than anticipated in the Fiscal Year 2015–16 Amended Budget and revenues will be a net \$37.5 million less than anticipated in the Fiscal Year 2015–16 Amended Budget. The Amended Budget consists of the Adopted Budget plus encumbrances carried over from the prior year, plus year-to-date changes that have been either approved by your Board or by the Deputy Chief Administrative Officer/Auditor and Controller, when permitted.

Positive/negative appropriation variances highlighted below may result in offsetting revenue variances. Detailed explanations of these variances can be found by department in the attached Notes to Schedules A and B. The projected lower than budgeted expenditures in the General Fund are primarily attributable to the following:

- \$50.9 million in positive Salaries & Benefits appropriation variance in all group/agency due to staff turnover and department management of vacancies.
- \$67.8 million in positive appropriation variance in Services & Supplies in all groups/agency.
 - In the Public Safety Group (PSG), projected overall positive appropriation variance of \$8.3 million is associated with reduction in costs of automotive fuel, minor equipment, contracted services and information technology (IT) projects in the Sheriff's Department; contracted services, major maintenance, IT, and other departmental expenses in Public Safety Group Executive Office; delayed projects in Office of Emergency Services; and overall reduced operational costs in the Public Defender.
 - In the Health and Human Services Agency (HHS), projected overall positive appropriation variance of \$7.2 million result mainly from various contracted services in Aging and Independence Services, Behavioral Health, Public Health Services, and Child Welfare Services and in Administrative Support for appropriations set aside in case of emergency that are not anticipated to be spent.
 - In the Land Use and Environment Group (LUEG), projected positive appropriation variance of \$7.0 million is largely due to various delayed one-time funded projects in Planning & Development Services, Land Use and Environment Group Executive Office, and Department of Public Works; and delays in the implementation of the Vector Habitat Remediation program and lower than expected operational expenses in Environmental Health.
 - In the Community Services Group (CSG), projected positive appropriation variance of \$4.5 million is attributable largely to Housing and Community Development (HCD) multi-year projects.
 - In Finance and General Government (FGG), projected positive appropriation variance of \$10.5 million is mainly the result of increased efficiencies in operations associated with the implementation of the Recording Phase of Acclaim

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and e-Recording in the Assessor/Recorder/County Clerk and lower levels of contracted services in various departments.

- In Finance Other, the positive variance of \$30.2 million is primarily due to lower than anticipated countywide general expenses including pension stabilization funds which have been rebudgeted in the Fiscal Year 2016-17 Operational Plan to partially support the establishment of a fund balance commitment to support existing pension obligation bond debt service.
- A net positive appropriation variance of \$67.0 million in Other Charges reflects primarily variances in HHSA, CSG, PSG and Finance Other. In HHSA, the positive variance of \$55.1 million is mainly the result of revised caseload levels in Regional Operations CalWORKs and in Child Welfare Services due to revised estimates of caseload levels and growth trends in the adoptions and foster care assistance programs. In CSG, the positive variance of \$4.0 million is projected in HCD due to lower than anticipated expenditures on multi-year projects. In PSG, the positive variance of \$3.6 million is related to Trial Court funding, delayed projects in Office of Emergency Services, and costs of medical support and care of persons in the detention facilities in the Sheriff's Department. In Finance Other, the positive variance of \$4.4 million is primarily due to Tax and Revenue Anticipation Note (TRAN) borrowing costs that will not be incurred.
- A positive appropriation variance of \$0.6 million in Capital Assets Equipment due to delays in equipment purchases.
- A positive appropriation variance of \$56.5 million in Operating Transfers Out mainly due to lower than anticipated expenses in capital projects that are closing or being canceled by the end of this fiscal year. The majority of this variance is attributable to anticipated savings associated with the Las Colinas Detention and Reentry Facility which have been designated to fund future capital projects.
- A positive appropriation variance of \$21.7 million in Contingency Reserves that are projected to be unspent at year-end.
- A positive appropriation variance of \$21.8 million in Management Reserves in HHSA (\$20.0 million) and in CSG (\$1.8 million) that are projected to be unspent at year-end.

The projected under realized revenue of \$37.5 million includes positive variances totaling \$17.6 million and negative variances of \$55.1 million. The positive revenue variance of \$17.6 million is expected in the following categories: Taxes Current Property (\$7.7 million); Taxes Other Than Current Secured (\$6.0 million) due to increase in assessed value; Miscellaneous Revenues (\$2.4 million) and Fines, Forfeitures & Penalties (\$1.5 million). The negative variance is largely in Intergovernmental Revenue (\$48.9 million) as a result of expenditure savings in caseload-driven programs, multi-year projects and contracted services as mentioned above; in Charges For Current Services (\$2.4 million) mainly due to decrease in various revenues in Assessor/Recorder/County Clerk, less than anticipated collection of fines and fees and a decrease in Probation work crew charges in the Probation Department, expenditure savings related to staff vacancies in Environmental Health & Planning and Development Services, decrease in traffic school fees in Trial Courts; in Revenue From Use of Money & Property (\$2.8 million) primarily due to the expiration of the lease with the Corrections Corporation of America (CCA) at the East Mesa Detention Facility Complex; and in Other Financing Sources (\$1.0 million) primarily due to savings in contracted services in Behavioral Health Services and securitized tobacco settlement revenue related to County Medical Services (CMS).

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See the Notes to Schedule A and B for a description of significant variances by department.

Fiscal Year 2015–16 Budget Adjustments

The recommendations for budget adjustments are explained as follows:

Recommendation 2

On June 20, 2006 (3), the Board of Supervisors authorized the Sheriff's Department to serve as the fiscal agent for High Intensity Drug Trafficking Areas (HIDTA) funding along the Southwest Border of the United States. The San Diego/Imperial Valley Southwest Border HIDTA Executive Board approved additional funding for the Sheriff's Department for overtime (\$4,000), travel and training (\$18,980), and equipment (\$12,877). This request will establish appropriations of \$35,857 in the Sheriff's Department based on unanticipated HIDTA revenue.

Recommendations 3 & 4

This request will establish appropriations of \$669,407 in the Jail Commissary Enterprise Fund, Services and Supplies (\$388,091) for increased costs to provide telephone debit cards and Operating Transfers Out (\$281,316) to transfer commissary sales profits from prior year to the Sheriff's Inmate Welfare Fund based on revenues from phone time sales and e-commerce and prior year available Jail Commissary Enterprise Fund fund balance. These requests also establish \$281,316 in the Sheriff's Inmate Welfare Fund, Services and Supplies, to be used for the benefit, education, and welfare of the inmates confined within detention facilities based on an Operating Transfers In from the Jail Commissary Enterprise Fund.

Recommendations 5 - 7

On December 2, 2014 (7), the Board authorized the competitive solicitation for the procurement of a Next Generation 911 (NG 911) Telephone System. Appropriations of \$2,500,000 were included in the Sheriff's Fiscal Year 2015-16 Operational Plan for this project, based on available prior year Proposition 172 fund balance. The State of California 911 Emergency Communications Branch provides a funding allotment based on a five year replacement cycle for 911 equipment. The current funding allotment is \$1,121,000, which was not included in the Fiscal Year 2015-16 Operational Plan. The State has a master purchase agreement with several vendors who provide NG 911 systems that, if selected as a vendor, would have billed the State directly for the state funding allotment and reduced the required appropriations in the Sheriff's Department for the project.

In January 2016, the contract was awarded to a vendor with whom the State does not have a Master Purchase agreement, therefore the project budget requires additional appropriations of \$138,122, bringing the total project cost to \$2,638,122. The Sheriff's Department will incur all project expenditures and submit a claim to the State for reimbursement of the funding allotment of \$1,121,000. These requests cancel appropriations and related Proposition 172 revenue of \$982,878 for the NG 911 Telephone System, and established appropriations of \$1,121,000 to reflect the additional costs and related revenue from the State of California 911 Emergency Communications Branch.

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Recommendation 8

On April 13, 2016 (7), the Board authorized the approval of the Intergovernmental Agreement between the County and the Jamul Indian Village. The Jamul Indian Village agreed to provide \$80,706 for startup costs associated with a single full-time Deputy engaged in law enforcement matters for the casino and reservation. This request will establish appropriations and related revenue of \$80,706, in Services and Supplies (\$30,706) and Capital Assets Equipment for a vehicle purchase (\$50,000) in the Sheriff's Department based on revenue from the Jamul Indian Village Intergovernmental Agreement.

Recommendations 9 & 10

These recommendations will transfer appropriations of \$585,205, (including the newly established \$50,000 of Capital Asset Equipment appropriation from recommendation #8 and existing appropriations of \$535,205 from the Sheriff's Department to the General Fund Contributions to Fleet ISF and amend the Department of General Services Fleet Services ISF for the purchase of 7 vehicles. The Fleet ISF facilitates the procurement, standardization, maintenance, and overall quality control of County vehicles.

Recommendation 11

Following the San Bernardino incident in December 2015, the County began a comprehensive review of security protocols at all San Diego County owned or occupied facilities. The purpose of this review is to validate our existing security protocols, and enhance security, where appropriate, at these facilities with the ultimate goal of protecting county workers, county property and the public who utilize county facilities. Part of the security initiative is deterrence strategy, wherein each county location will receive a Site Security Survey/Vulnerability Assessment. These assessments follow a standard format developed by the San Diego Law Enforcement Coordination Center-Critical Infrastructure Protection Program. Each site survey can take as long as four days to complete. There are over 200 county sites that will be surveyed. This request will establish appropriations of \$107,804 in the Sheriff's Department, based on available prior year Public Safety Group General Fund fund balance. Funds will be used for the salaries & benefits of temporary staff conducting security assessments of County facilities.

Recommendation 12

On December 15, 2015 (4), the Board authorized the acceptance and appropriation of \$1,707,581 in Fiscal Year 2015 Urban Areas Security Initiative (UASI) grant funds for the Sheriff's Department. This included appropriations intended for the procurement of x-ray equipment, which will now be purchased by the City of San Diego with existing Fiscal Year 2014 UASI funds. This request will cancel appropriations and related UASI grant revenue of \$357,449 from the U.S. Department of Homeland Security, passed through the Governor's Office of Emergency Services which are no longer needed for this purpose.

Recommendation 13

On January 27, 2015 (1), the Board authorized the acceptance and appropriation of \$300,000 in Transit Security Grant Program funds from the U.S. Department of Homeland Security, passed through the San Diego Metropolitan Transit System. The funds were projected to be spent in Fiscal Year 2014-15 and were not included in the Fiscal Year 2015-16 Operational Plan for the

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Sheriff's Department. This request will re-establish appropriations and related revenue of \$25,692 in the Sheriff's Department for direct patrol and other law enforcement activities based on Fiscal Year 2014 Transit Security Grant revenue.

Recommendation 14

This request will establish appropriations of \$708,778 in the Office of Emergency Services (OES) based on available prior year Public Safety Group General Fund fund balance for the second phase of the Emergency Operations Center (EOC) remodel project. The second phase of the remodel will enhance the functionality of the EOC with an improved layout and upgraded information technology systems including the audio/visual system.

Recommendation 15

On April 7, 2015 (5), the Board authorized the acceptance and appropriation of grant revenue from the California Department of Forestry and Fire Protection (CAL FIRE) for the removal of dead, dying and diseased trees in the Descanso, Guatay, and Pine Valley areas. The funds were inadvertently not encumbered at year-end. This request will re-establish appropriations of \$447,675 in the San Diego County Fire Authority based on revenue from CAL FIRE.

Recommendation 16

On January 26, 2016 (5), the Board authorized the execution of the Assistance-by-Hire revenue agreement with CAL FIRE for the County to be reimbursed for resources deployed to assist with protecting the State Responsibility Area lands in wildland fires. County resources include personnel, equipment, materials and supplies, to assist with the operational needs of the local CAL FIRE Unit. This request will establish appropriations of \$263,014 in the San Diego County Fire Authority for the purchase of equipment and fire station facility improvements, based on unanticipated revenue from CAL FIRE.

Recommendation 17

The Ohio Street facility has been identified as a County-owned structure which is greater than 40 years old and is subject to replacement or major renovation in order to refresh the County building infrastructure and reduce ongoing maintenance and repair costs. Collaboration between County departments and community partners has resulted in the Probation Department developing a phased approach to relocate staff and services into community-based locations. This request will establish appropriations of \$2,000,000 to support costs associated with the relocation of staff into the Juvenile Probation Center and various facilities which will require planning and tenant improvements. This recommendation will also support planning and tenant improvements required in order to relocate training facilities currently located at the Juvenile Probation Center and to relocate staff at the Starling Drive facility.

Recommendation 18

This recommendation will transfer appropriations to the Operating Transfer Out account within the Health and Human Services Agency, Aging & Independence Services based on federal and State In Home Supportive Services (IHSS) administrative funding to support increased costs in the IHSS Public Authority program. The increased costs in the Public Authority program are associated with additional administrative work to implement new overtime and travel compensation requirements effective February 1, 2016 related to the State Fair Labor Standards

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Act (FLSA) as well as relocation costs for the move of the Public Authority administrative offices from 780 Bay Boulevard in Chula Vista to the new South Region Live Well Center in National City at 401 Mile of Cars Way. All costs are fully funded by federal and State IHSS program revenue.

Recommendations 19 & 20

In the Fiscal Year 2009-10 Operational Plan, appropriations of \$700,000 were established for Capital Project 1014253, Sweetwater Lane Artificial Turf, based on available prior year LUEG fund balance. In the Fiscal Year 2010-11 Operational Plan, appropriations of \$2,500,000 were established based on available prior year General Fund fund balance. Additional appropriations of \$600,000 were established in the Fiscal Year 2011-12 Operational Plan based on CSA 128 San Miguel Park District available prior year fund balance. On December 4, 2012 (24), appropriations of \$70,000 were cancelled to provide funding for the construction of 4S Ranch Sports Park Artificial Turf. A total of \$3,730,000 in appropriations was available for the artificial turf construction of Sweetwater Lane Artificial Turf. The project is now complete. Today's recommendation will cancel remaining appropriations of \$706,671.85 in Capital Project 1014253, Sweetwater Lane Artificial Turf to be used to fund construction modifications including the use of alternative infill product for Capital Projects 1019690, Hilton Head Artificial Turf (\$224,671.85), 1019693, Rainbow Park Artificial Turf (\$150,000) and 1019562, Steele Canyon Artificial Turf (\$332,000). The alternative infill product is designed to reduce field temperatures making the field more comfortable in the summer and reducing the need for water to cool the field.

Recommendations 21 & 22

These recommendations will cancel appropriations of \$14,344.17 and related Operating Transfer In from the General Fund in the Capital Multiple Species Conservation Program Fund for pre-acquisition costs related to property that was not acquired and transfer these appropriations to the Department of Parks and Recreation, Services & Supplies. These costs do not meet the criteria for capitalization pursuant to County of San Diego Administrative Manual policy 0050-02-01, Control of Capital Assets and Minor Equipment.

Recommendations 23 - 25

These requests will establish appropriations of \$258,000 in the Department of Parks and Recreation (DPR) based on unanticipated revenue from the Winterstorms 2010 Trust Fund to fund the purchase of approximately 20 replacement vehicles. The County received reimbursements for damages caused by the 2010 Winterstorms at various County parks and preserves. The vehicles (mostly small all-terrain vehicles) will replace existing vehicles that were not depreciated/replaced through the Fleet ISF, have exceeded their useful life, and are in need of replacement. These vehicles are essential for the daily operations and maintenance of park facilities.

These recommendations also amend the General Fund Contributions to the Fleet ISF and the Department of General Services Fleet Services ISF for the purchase of additional fleet vehicles for DPR.

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Recommendations 26 - 28

These recommendations will correct the funding source included in Fiscal Year 2015-16 First Quarter Operational Plan Status Report and Budget Adjustments, December 15, 2015 (35), Recommendations 32 and 33. The original recommendations identified Operating Transfer In from the General Fund as the funding source, however, the correct funding source is unanticipated revenue from Caltrans settlement funding received and deposited in the Department of Parks and Recreation Trust Fund.

Recommendations 29 & 30

These recommendations will transfer appropriations of \$80,000 from County Service Area 83 San Dieguito to the Department of Parks and Recreation to fund major maintenance improvements of an existing gazebo and incorporate American with Disabilities Act (ADA) ramps.

Recommendation 31

On December 4, 2013 (6), the Board approved establishing appropriations of \$16,344,947 in the Department of Public Works Detailed Work Program, for the Bear Valley Parkway project. This recommendation will establish additional appropriations of \$1,230,000 based on unanticipated utility revenues from San Diego Gas & Electric for gas line trench construction. During the gas line construction, change orders were issued and SDG&E is reimbursing the County for their portion of these change orders.

Recommendation 32

This recommendation will amend the Department of Public Works Liquid Waste Equipment Acquisition ISF Spending Plan by transferring \$300,000 from the San Diego County Sanitation District to the Department of Public Works Liquid Waste Equipment Acquisition ISF to provide funding for the purchase of four portable emergency generators to protect the public from any sewer spillage due to power outages at the Spring Valley Operations Center, Rancho del Campo Treatment Plant, Vista del Lago Pump Station and the Moreno Pump Station.

Recommendation 33

This recommendation establishes appropriations of \$100,000 in the CMWSMD-ZONE B Campo Hills Water (Water District) based on prior year available fund balance, for unanticipated increases in contracted services due to the removal of uranium resin at the water treatment facility in Campo Hills. The Water District is responsible for providing the Campo Hills community, uninterrupted potable water supply. The recent detection of increased uranium levels in the intermediate water samples requires the replacement of primary treatment vessels. If approved, this request will allow for continued supply of safe and drinkable water to the Campo Hills community.

Recommendation 34

On February 3, 2016 (3), the Board approved advertising and award of a construction contract for the Countywide Asphalt Concrete (AC) Overlay Fiscal Year 2015-16 project with an estimated construction cost of \$9,520,000, including contingencies. Pursuant to CAO Administrative Policy 0030-10, *Transfers of Appropriations Between Objects within a Budget Unit*, this recommendation will transfer appropriations of \$1,000,000 from the Department of

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Public Works Road Fund, Salaries and Benefits, to the Department of Public Works Detailed Work Program to fund the construction of an additional segment of East Grade Road on Palomar Mountain under the Countywide Asphalt Concrete Overlay Fiscal Year 2015-16 project.

Recommendations 35 & 36

These recommendations will amend the Department of General Services Fleet ISF Accident Repair Spending Plans for non-Sheriff and Sheriff accidents by a total of \$300,000 by establishing appropriations in Services and Supplies based on unanticipated revenue from third party recoveries (\$150,000) and Fleet Accident non-Sheriff (\$50,000) and Sheriff (\$100,000) ISF available prior year fund balance. The projected increase in cost for vehicle repairs is based on year-to-date expenditures and economic projections.

Recommendation 37

This request will amend the Fiscal Year 2015–16 Fleet Management ISF Spending Plan by \$1,000,000 to provide funding for increased depreciation expenses based on available prior year Fleet Management ISF fund balance. Appropriations are required in the current fiscal year due to higher than anticipated depreciation expenses associated with the replacement of older vehicles that are either fully depreciated or have a lower depreciation expense compared to the expense associated with newer vehicles with a higher acquisition cost.

Recommendations 38 - 40

The Fiscal Year 2015-16 budget contains appropriations for administration of the County Successor Agency obligation repayment activities, and for repayment of San Diego River Conservancy obligations located within the former USDRIP project area. Actual administrative costs for the County Successor Agency are projected to come in below budgeted levels, and the San Diego River Conservancy obligation was retired ahead of schedule. These recommendations will align existing appropriations with the previously approved redevelopment repayment obligation to the Airport Enterprise Fund for the Gillespie Field area obligations.

Recommendations 41 & 42

These recommendations will properly align Fiscal Year 2015-16 appropriations with principal and interest categories as detailed in the debt service schedule of the Gillespie Field 2005 Bonds, a recognized obligation of the County of San Diego Successor Agency. The total appropriations for Fiscal Year 2015-16 debt service will remain unchanged.

Recommendation 43

This request will establish appropriations of \$250,000 in the Clerk of the Board of Supervisors (COB) which will enable conversion of permanent microfilm reels stored in the County vault from an Acetate base to a Silver Halide base to ensure long-term preservation.

Recommendations 44 & 45

On December 3, 2013 (31), a capital project was established for \$37,500 to begin efforts to acquire a parcel of land in Ramona to exchange for one of the CalTrans-owned parcels on Main Street adjacent to the proposed Ramona Intergenerational Community Campus (RICC) site, in accordance with a Memorandum of Understanding between CalTrans and the County of San Diego, approved on November 5, 2013 (12). A suitable parcel has been identified, and requires

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the additional funding of \$427,864 included in these recommendations to fully fund acquisition, improvements, and related expenses.

Recommendations 46 & 47

On December 3, 2013 (31), a capital project was established for \$37,500 to begin efforts to acquire a parcel of land in Julian to exchange for one of the Caltrans-owned parcels on Main Street adjacent to the proposed Ramona Intergenerational Community Campus (RICC) site, in accordance with a Memorandum of Understanding between CalTrans and the County of San Diego, approved on November 5, 2013 (12). A suitable parcel has been identified, and requires the additional funding of \$1,027,136 included in these recommendations to fully fund acquisition, improvements, and related expenses.

Recommendations 48 - 50

The Edgemoor Development Fund is to make scheduled debt service payments tied to prior construction of the Edgemoor Distinct Part Skilled Nursing Facility. Revenue to the Edgemoor Development Fund is primarily attributable to the use of the Edgemoor property, which includes the sale of certain portions of the property. These land sales were delayed due to the recession of the late 2000's, and are now underway but have not yet been completed. This one-time operating transfer from the General Fund will augment the Edgemoor Development Fund and allow debt service payments to continue on schedule as anticipated revenue sources are delayed.

Recommendation 51

Capital Project 1015195, Las Colinas Detention and Reentry Facility had an anticipated total cost of \$303,600,000, which was to be funded with \$203,600,000 from the General Fund and \$100,000,000 from participation in the State of California's Local Jail Construction Funding Program (AB 900).

Project costs included the potential for escalation within 24 months as both the manufactured products and skilled labor force required for construction were projected to shrink rapidly to match limited demand in the then current construction market. At the time of project advertisement in 2010, the project budget was estimated at approximately \$289,200,000 which included a contingency for unforeseen conditions and force majeure, but also for delays due to the State program approvals, the resulting escalation, and cash flow should repayment from the State be delayed.

The County has since received \$100,000,000 in funds from the State for approved construction expenditures through the AB 900 program. At this time, it is anticipated that the project will be completed for \$248,500,000 million leaving \$55,100,000 of appropriations remaining. Today's recommendation will cancel appropriations of \$55,100,000 and return funding to the General Fund.

Recommendations 52 & 53

By the end of Fiscal Year 2015-16, a total of 18 capital projects are anticipated to be completed and capitalized and 2 capital projects are anticipated to be canceled. These projects are listed in Schedule C. Appropriations of up to \$1,458,571 related to these projects will be canceled, of which \$1,090,716 is in the Capital Outlay Fund and \$367,855 is in the Justice Facility

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Construction Fund. At the end of the fiscal year, remaining appropriations will be canceled along with the revenue related to the respective appropriations and returned to the respective sources which include the General Fund, Parkland Dedication Fund, Parks Trust Fund, and federal and State grants.

Linkage to the County of San Diego Strategic Plan

Today’s proposed actions support the Strategic Initiatives of Safe Communities, Sustainable Environments, Healthy Families, and Operational Excellence in the County of San Diego’s 2016–2021 Strategic Plan by fully committing to use County resources to meet the highest priority needs of residents.

Respectfully submitted,



HELEN N. ROBBINS-MEYER
Chief Administrative Officer

ATTACHMENT(S)

Schedule A and B

Schedule C

Notes to Schedules A and B

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AGENDA ITEM INFORMATION SHEET

REQUIRES FOUR VOTES: Yes No

WRITTEN DISCLOSURE PER COUNTY CHARTER SECTION 1000.1 REQUIRED

Yes No

PREVIOUS RELEVANT BOARD ACTIONS:

- March 1, 2016 (19), Fiscal Year 2015–16 Second Quarter Operational Plan Status Report and Budget Adjustments
- February 3, 2016 (3), Advertise and Award a Construction Contract for Countywide Asphalt Concrete Overlay Fiscal Year 2015-2016
- January 26, 2016 (5), San Diego County Fire Authority - Request to Execute Assistance-By-Hire Revenue Agreements
- December 15, 2015 (4), Office of Emergency Services - 2015 Homeland Security Grant Program Acceptance and Request to Establish Appropriations
- December 15, 2015 (35), Fiscal Year 2015–16 First Quarter Operational Plan Status Report and Budget Adjustments
- August 4, 2015 (14), County of San Diego Fiscal Year 2015–16 Adopted Budget Resolution for County Family of Funds, Enterprise Funds and Internal Service Funds, and Prior Year Encumbrances
- April 7, 2015 (5), Authorization to Accept Grant Award for the Strategic Removal of Selected Dead, Dying and Diseased Trees in the Greater Julian Area and Request to Establish Appropriations
- January 27, 2015 (1), Sheriff - Request to Accept Grant Funding from the U. S. Department of Homeland Security Passed Through the San Diego Metropolitan Transit System and to Establish Appropriations for the Fiscal Year 2014 Transit Security Grant Program
- December 2, 2014 (7), Sheriff's Department Request to Issue a Request for Proposals for the Replacement of the 9-1-1 Telephone System
- December 4, 2013 (6), Establish Appropriations, Advertise and Award Contract to Construct Bear Valley Parkway North Widening Project and Adopt a Resolution to Declare a Portion of County Property for Public Highway
- December 4, 2012 (24), Fiscal Year 2012-13 First Quarter Operational Plan Status Report and Budget Adjustments
- June 20, 2006 (3), Sheriff Department's High Intensity Drug Trafficking Area (HIDTA) Program

BOARD POLICIES APPLICABLE:

N/A

BOARD POLICY STATEMENTS:

N/A

MANDATORY COMPLIANCE:

N/A

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**ORACLE AWARD NUMBER(S) AND CONTRACT AND/OR REQUISITION
NUMBER(S):**

N/A

ORIGINATING DEPARTMENT: Finance & General Government Group

OTHER CONCURRENCES(S): N/A

CONTACT PERSON(S):

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**COUNTY OF SAN DIEGO
NOTES TO SCHEDULES A and B
Fiscal Year 2015-16 3rd Quarter**

GENERAL NOTES

Projected Fund Balance

Projected fund balance, as presented in this report, is defined as the projected excess of revenues over expenditures as a result of current fiscal year operations. Schedule A presents projections by business group/agency and department by fund or fund type.

Contingency Reserve and Management Reserves

The County's General Fund budget contains a Contingency Reserve each year to be used in the event of unforeseen expenses or to offset revenue shortfalls. Management Reserves are appropriations that are established at the group or department level for unanticipated needs or planned future one-time expenses. Schedule B shows a summary of the General Fund's projected fund balance by group/agency that distinguishes between projected contingency/management reserve balances and operating balances.

Variance Reporting

Departments project variances from the Operational Plan based either on revised expectations or on actual revenues/expenditures to date. The significant variances (greater than \$500,000) in total expenditures, total revenue, net variance, or object variance are discussed below and categorized by fund.

PUBLIC SAFETY GROUP

General Fund

Department of Child Support Services

A positive variance of \$3.5 million is projected for the Department of Child Support Services.

A positive expenditure variance of \$3.3 million is projected due to \$3.6 million in Salaries & Benefits from vacant and modified positions offset by a negative variance of \$0.3 million in Services & Supplies primarily due to increased operational expenses.

A positive revenue variance of \$0.2 million is projected due to increased State and federal reimbursements resulting from the increased operational expenses noted above.

Contribution for Trial Courts

A positive variance of \$0.5 million is projected in Contribution for Trial Courts.

A positive expenditure variance of \$2.5 million is projected in Other Charges to recognize the level of expenditures required to support the revenue sharing requirements of Government Code 77205, related to Trial Court funding.

A negative revenue variance of \$2.0 million is projected. This negative variance is primarily due to decreased receipts of \$0.9 million in Fines, Forfeiture and Penalties, and \$1.1 million in Charges for Current Services from traffic school fees.

District Attorney

A positive variance of \$6.4 million is projected for the District Attorney's Office.

A positive expenditure variance of \$6.0 million is projected. This positive variance is primarily due to anticipated savings of \$6.5 million in Salaries & Benefits due to normal attrition, vacant and modified positions. A negative expenditure variance of \$0.5 million is projected in Expenditure Transfers and Reimbursements due to normal attrition and delays in filling vacant positions in the Public Assistance Fraud Unit.

A positive revenue variance of \$0.4 million is projected due to augmentation funding received from the California Governor's Office of Emergency Services (CalOES) for the Victim/Witness Assistance Grant Program.

Office of Emergency Services

A positive variance of \$0.6 million is projected for the Office of Emergency Services.

A positive expenditure variance of \$3.1 million is projected. Projected positive variances include \$0.3 million in Salaries & Benefits due to vacant and modified positions, \$1.3 million in Services & Supplies primarily due to projects that will be completed in the next fiscal year, and \$1.5 million in Other Charges associated with pass through to other agencies for projects that will be completed in the next fiscal year.

A negative revenue variance of \$2.5 million is projected. This negative variance in Intergovernmental Revenues is primarily related to decreased reimbursements in the Homeland Security Grant Program (\$3.0 million) partially offset by over-realized revenue from the May 2014 Firestorms California Disaster Assistance Act (\$0.5 million).

Probation

A positive variance of \$0.5 million is projected for the Probation Department.

A positive expenditure variance of \$1.8 million is projected. A positive variance of \$3.9 million is projected in Salaries & Benefits primarily due to normal attrition, vacant and modified positions. A negative variance of \$0.7 million is projected in Services & Supplies due to the unanticipated cost of facility upgrades. A negative variance of \$0.8 million is projected in Other Charges due to the increase in foster care placement cost. A negative variance of \$0.6 million is projected in Expenditure Transfer and Reimbursements primarily due to a change in Medi-Cal reimbursement methodology.

A negative revenue variance of \$1.3 million is projected. A negative revenue variance of \$1.4 million is projected in Charges for Current Services due to less than anticipated collection of fines and fees (\$0.8 million) and a decrease in Probation work crew charges (\$0.7 million) offset by positive variance in other miscellaneous revenues (\$0.1 million). A negative revenue variance in Other Financing Sources (\$0.2 million) is due to a decrease in Penalty Assessment revenue. The negative variances are offset by a positive revenue variance of \$0.3 million in Intergovernmental Revenues from projected Juvenile Justice Crime Prevention Act growth (\$0.5 million), Title IV-E and Foster Care associated with an increase in the Foster Care Population eligible for federal reimbursement (\$3.1 million), partially offset by less than anticipated Title IV-E Administration funds (\$0.9 million); County Local Revenue Fund 2011, Community Corrections Subaccount (\$0.6 million), and contracts under development for therapeutic services in Juvenile Probation Activities Funding (\$1.8 million).

Public Defender

A positive variance of \$2.3 million is projected for the Public Defender.

A positive expenditure variance of \$3.2 million is projected. This is comprised of anticipated positive variances of \$1.4 million in Salaries & Benefits due to vacant and modified positions and a \$1.8 million in Services & Supplies associated with the defense of special circumstance cases and overall efforts to reduce expenditures.

A negative revenue variance of \$0.9 million is projected primarily due to the Indigent Defense Fund revenue in Miscellaneous Revenues for the expenditures noted above.

Public Safety Group Executive Office

A positive variance of \$4.5 million is projected for the Public Safety Group Executive Office.

A positive expenditure variance of \$2.7 million is projected. This positive variance is primarily due to \$2.7 million of savings in Services & Supplies associated with operational costs such as contracted services, major maintenance, information technology, and other departmental expenses.

A positive revenue variance of \$1.9 million is primarily due to revenue received in State Miscellaneous from the Joint Powers Agreement with the State of California, Department of Transportation for the Next Generation Regional Communications System.

Sheriff

A positive variance of \$10.9 million is projected for the Sheriff's Department.

A positive expenditure variance of \$14.4 million is projected. Salaries & Benefits are projected to be \$10.3 million under budget due to vacant positions. A positive variance of \$3.7 million is projected in Services & Supplies due to reduction in costs of automotive fuel, minor equipment, contracted services and one-time information

technology (IT) projects. A positive variance of \$0.4 million is projected in Other Charges due to cost of medical support and care of persons in the detention facilities.

A negative revenue variance of \$3.5 million is projected. A negative variance of \$0.4 million is projected in Fines, Forfeitures & Penalties due to decreased planned expenditures in the Cal-ID program. A negative variance of \$2.5 million is projected in Revenue From Use of Money & Property due to the expiration of the lease with the Corrections Corporation of America (CCA) at the Otay Mesa Detention Facility. A negative variance of \$2.2 million is projected in Intergovernmental Revenues primarily due to decreased State Aid Local Community Corrections revenue, reduced revenue from the Federal Government for the State Criminal Alien Assistance Program (SCAAP), the High Intensity Drug Trafficking Areas (HIDTA) program and various revenues in Aid From Other Government Agencies. These negative variances are partially offset by a positive variance of \$1.6 million in Charges for Current Services primarily due to unanticipated reimbursements from prior year expenditures for Training Peace Officer (POST) training and Law Enforcement Services.

Special Revenue Funds

County Service Area (CSA) 135 Fund

A positive variance of \$1.2 million is projected for County Service Area 135.

A positive expenditure variance of \$1.2 million is projected in Services & Supplies (\$0.6 million) and Operating Transfers Out (\$0.6 million) due to the lower expenditures in contracted services.

No significant revenue variance is projected.

Penalty Assessment Fund

A positive variance of \$0.6 million is projected in the Penalty Assessment Special Revenue Fund.

No expenditure variance is projected.

A positive revenue variance of \$0.6 million is projected due to an increased revenue from Fines, Forfeitures and Penalties.

Proposition 172

A positive variance of \$1.1 million is projected for Proposition 172.

No expenditure variance is projected.

A positive revenue variance of \$1.1 million is projected primarily mainly due to the Fiscal Year 2014-15 actual revenue exceeding the estimated receipts. A recent State Controller Office audit of the Board of Equalization revealed additional accounting errors

that have caused overpayments to counties. A one-time negative adjustment is expected to occur by the end of the fiscal year to correct the error.

Sheriff's Inmate Welfare Fund

A positive variance of \$1.6 million is projected for the Inmate Welfare Fund.

A positive expenditure variance of \$0.9 million is projected. A positive variance of \$0.8 million is projected in Services & Supplies due to savings in professional and specialized services, major maintenance and miscellaneous expenses. A positive variance of \$0.1 million in Operating Transfers Out is projected due to a decrease in transfers to the General Fund based on vacant positions within Inmate Welfare.

A positive revenue variance of \$0.7 million in Miscellaneous Revenues is projected due to a reimbursement from the Grossmont Union High School District for contracted educational services.

HEALTH AND HUMAN SERVICES AGENCY (HHSA)

General Fund

Administrative Support

Administrative Support consists of the following: Agency Executive Office, Agency Contract Support, Financial and Support Services Division, Human Resources, Management Information Support, First Five Commission, Office of Strategy and Innovation, and Community Action Partnership.

A positive variance of \$28.9 million is projected for Administrative Support.

A positive expenditure variance of \$23.5 million includes savings of \$2.9 million in Salaries & Benefits due to vacant positions, \$0.6 million in Services & Supplies and a projected year-end balance of \$20.0 million in Management Reserves held for operating contingencies during the year. The \$0.6 million positive variance in Services & Supplies includes savings for appropriations set aside in case of an emergency, such as bioterrorism or other health crises, that are not anticipated to be spent as well as lower than anticipated spending in IT projects and services, partially offset by a payment for the Intergovernmental Transfer (IGT) agreement with the Department of Health Care Services.

A positive revenue variance of \$5.4 million includes increases of \$4.8 million in Charges for Current Services primarily tied to funding associated with the IGT, \$0.6 million in Intergovernmental Revenues which consists of \$5.2 million in administrative revenue tied to allocation increases, \$3.4 million in Realignment funding due to redistribution within the Agency, partially offset by a decrease of \$8.0 million of unsecuritized tobacco settlement revenue that is not projected to be recognized as it is a reserve for emergencies.

Aging and Independence Services

A positive variance of \$3.6 million is projected for Aging & Independence Services (AIS).

A positive expenditure variance of \$1.8 million includes savings of \$2.5 million in Services & Supplies, offset by an increase of \$0.6 million in Salaries & Benefits, mainly due to overtime in the In-Home Supportive Services (IHSS) program, and \$0.1 million in Other Charges due to increased Support and Care of Persons in various programs. The positive expenditure variance in Services & Supplies includes a savings of \$2.0 million in various contracted services, \$0.2 million in Temporary Help, \$0.2 million in Rents and Leases, and \$0.1 million in various services and supplies. The \$2.0 million positive variance in contracted services is due to savings in the Community Based Care Transitions Program (CCTP) associated with fewer enrollees tied to a reduction in federal funding, and contracts in Adult Protective Services which include savings in costs for ALEX, the Adult Protective Services case management system due to a delay in scheduled upgrades, offset partially by increased expenditures in the Long Term Care Integration Program.

A positive revenue variance of \$1.8 million includes increases of \$1.2 million in Intergovernmental Revenues and \$0.6 million in Miscellaneous Revenues for the Long Term Care Integration Program. The \$1.2 million in over-realized Intergovernmental Revenues consists of \$1.7 million in federal and State IHSS administrative funding associated with increased staff time managing caseloads and implementing federal and State policy changes, and \$0.3 million for Adult Protective Services Administrative revenue offset by \$0.8 million decreased revenue for CCTP.

Behavioral Health Services

Behavioral Health Services consists of the following: Mental Health Services, Alcohol and Drug Services, and Inpatient Health Services comprised of the San Diego County Psychiatric Hospital (SDCPH) and Edgemoor Skilled Nursing Facility.

A positive variance of \$6.8 million is projected for Behavioral Health Services.

A positive expenditure variance of \$0.9 million includes a positive variance of \$1.4 million in Salaries & Benefits due to vacant positions, \$2.4 million in Services & Supplies, partially offset by increases of \$0.2 million in Other Charges due to an increase in utilization of State Hospital beds and \$2.7 million in Expenditure Transfer and Reimbursements associated with AB109 and Psychiatric Emergency Response Team (PERT) costs provided through an MOU to the Probation Department. The projected \$2.4 million positive variance in Services & Supplies includes anticipated decreased expenditures of \$2.8 million in contracted services associated with various Mental Health, Inpatient Health and Alcohol and Drug treatment programs, \$0.7 million savings in Temporary Contracted Services associated with a reduced need for temporary staff in the Emergency Screening Unit (ESU), \$1.5 million savings in IT associated costs due to cancellation of one-time projects, \$0.4 million in various other

services and supplies, offset by \$3.0 million in Institutional Services due to Managed Care offset increases.

A positive revenue variance of \$5.9 million consists of \$3.2 million in over-realized Charges for Current Services primarily due to a higher Medi-Cal daily bed rate and unanticipated revenue associated with the resolution of State claims from prior years for the Edgemoor Distinct Part Skilled Nursing Facility, \$3.1 million in over-realized Intergovernmental Revenues and \$0.2 million in Miscellaneous Revenues offset by \$0.6 million in Operating Transfers from Tobacco Securitization due to savings in the Katie A program. The \$3.1 million in over-realized Intergovernmental Revenues consists of \$3.6 million in federal and State Mental Health funding to align to anticipated spending for inpatient and outpatient contract and county provided mental health services, \$0.6 million in Substance Abuse and Mental Health Services Administration (SAMHSA) tied to an increase in services, and \$0.3 million in CalWORKs Treatment and Substance Abuse revenue offset by \$1.4 million under realized in substance abuse prevention and treatment funding due to savings in contracted services.

County Child Welfare Services

A positive variance of \$1.9 million is projected for County Child Welfare Services.

A positive expenditure variance of \$18.9 million includes savings of \$1.4 million in Salaries & Benefits due to attrition and vacant positions, \$0.4 million in Services & Supplies primarily due to projected decreased expenditures in Wraparound service contracts and \$17.1 million in Other Charges due to revised caseload levels and growth trends in the adoptions and foster care assistance programs.

A negative revenue variance of \$17.0 million in federal and State funding is associated with the positive expenditure variances due to revised caseload projections in assistance payments and Salaries & Benefits noted above.

Public Health Services

A positive variance of \$2.9 million is projected for Public Health Services.

A positive expenditure variance of \$6.3 million includes \$2.8 million in Salaries & Benefits due to vacant positions, \$1.5 million in Other Charges due to revised caseload for California Children's Services (CCS), and \$2.0 million in Services & Supplies which includes \$1.0 million in non-contract services and supplies due to vacant positions and \$1.0 million in contract costs. The \$1.0 million positive variance in contracts is primarily due to anticipated decreased expenditures of \$1.8 million in Ryan White and HIV funded contracts for HIV Primary Medical Care as a result of the Affordable Care Act (ACA), partially offset by contract increases of \$0.8 million in Preventive Health and Nutrition Education Obesity Prevention (NEOP) programs.

A negative revenue variance of \$3.4 million includes \$3.9 million in Intergovernmental Revenues offset by increases of \$0.2 million in Charges for Current Services for vital records and other governmental health fees and \$0.3 million in Miscellaneous

Revenues for Assessor/Recorder/County Clerk revenue share. The \$3.9 million in under-realized Intergovernmental Revenues consists of \$2.5 million in Health and Social Services Realignment due to revised CCS caseloads and other expenditure savings, \$2.1 million in Ryan White/Minority AIDS Initiative and HIV Prevention and CARE Grants due to more services now being covered under the Affordable Care Act (ACA), \$0.8 million in Medi-Cal Administrative Activities (MAA) due to adjustments in claiming methodology, partially offset by increases of \$1.5 million in federal revenues associated with Expanded HIV Testing in Healthcare settings (EHTH), Preventive Health, and Nutrition Education Obesity Prevention (NEOP) grants due to allocation increases.

Regional Operations

A positive variance of \$5.6 million is projected for Regional Operations.

A positive expenditure variance of \$39.9 million includes \$3.9 million in Salaries & Benefits due to vacant positions and attrition and \$36.7 million in Other Charges due to revised estimates of caseload levels and growth trends in California Work Opportunity and Responsibility to Kids (CalWORKs) benefits, partially offset by a negative variance of \$0.7 million in Services & Supplies which includes \$1.5 million in non-contracted services and supplies primarily to align IT support costs to staffing needs, partially offset by a positive variance of \$0.8 million in contracted services associated with the Medi-Cal Outreach and Enrollment program due to a change in reimbursement methodology with Probation.

A negative revenue variance of \$34.3 million consists of \$35.1 million under-realized Intergovernmental Revenues, \$0.8 million under-realized Miscellaneous Revenues for the Medi-Cal Outreach and Enrollment program noted above, \$0.3 million under-realized Other Financing Sources revenue due to securitized tobacco settlement revenue related to the County Medical Services (CMS), and \$0.1 million under-realized revenue in Revenue From Use of Money & Property offset by \$2.0 million increase in Charges for Current Services primarily due to Third Party Reimbursement revenue from a prior year adjustment for the Low Income Health Program (LIHP). The \$35.1 million in under-realized Intergovernmental Revenues consists of \$36.2 million in under-realized revenue related to assistance payments due to revised caseload projections, offset by \$1.1 million over-realized revenue primarily in social services administrative revenues due to allocation increases.

Special Revenue Funds

Tobacco Securitization Fund

A positive variance of \$6.9 million is projected for Securitized Tobacco Settlement Fund.

A positive expenditure variance of \$7.6 million is primarily due to Other Charges driven by positive variances in County Medical Services (CMS).

A negative revenue variance of \$0.7 million is due to under-realized Interest on Deposits.

Special Districts Funds

Ambulance Districts

A positive variance of \$1.2 million is projected for Ambulance Districts.

A positive expenditure variance of \$1.1 million is related to an anticipated decreased expenditures in contracted services.

A positive revenue variance of \$0.1 million is due to projected prior year contractor refunds.

LAND USE AND ENVIRONMENT GROUP

General Fund

Land Use and Environment Group Executive Office

A positive variance of \$1.7 million is projected for the Land Use and Environment Group Executive Office.

A positive expenditure variance of \$1.7 million is projected. Savings of \$0.2 million in Salaries & Benefits is primarily due to vacancies. Savings of \$1.5 million in Services & Supplies is due to \$0.6 million savings from contracted services that are not anticipated to be spent and projects that will not be completed this fiscal year but will be re-budgeted in the Fiscal Year 2016-17 CAO Recommended Operational Plan. Re-budgeted projects of \$0.9 million include development of Civic Engagement Tools (\$0.05 million), deployment of Open Data Platform (\$0.09 million), deployment of Mobile Application Infrastructure (\$0.06 million), Permitting Platform Upgrade improvements (\$0.04 million), Permitting Platform Enterprise Services improvement (\$0.02 million), Permitting Platform Database improvements (\$0.3 million), Permitting Platform Script conversion (\$0.2 million), Continuation of approved LUEG Departments approved business process reengineering projects (\$0.05 million), and continuation of approved Team LUEG business process reengineering projects (\$0.1 million).

No revenue variance is projected.

Agriculture, Weights and Measure

A positive variance of \$1.7 million is projected for the Department of Agriculture, Weights and Measures.

A positive expenditure variance of \$1.3 million is projected. A projected positive variance of \$1.1 million in Salaries & Benefits is primarily due to vacancies and under-filling positions. A projected positive variance of \$0.2 million in Expenditure Transfer and

Reimbursements is related to expenditure reductions from Integrated Pest Control and Pesticide Regulation Program internal agreements.

A positive revenue variance of \$0.4 million is projected. A positive variance of \$0.7 million in Intergovernmental Revenues is primarily due to \$0.4 million in State contract revenue being higher than anticipated due to new State contracts and unanticipated funding increases to existing State contracts, over-realized revenue of \$0.2 million from San Diego Association of Government (SANDAG) that was recorded in this account but was budgeted in Charges for Current Services and \$0.1 million in Unclaimed Gas Tax being higher than budgeted. A negative variance of \$0.1 million in Charges for Current Services is due primarily to actual revenue from SANDAG being realized in Intergovernmental Revenues and a negative revenue variance of \$0.2 million in Licenses, Permits and Franchises is due to less than anticipated export certificate fees and device and point of sale registration fees.

Environmental Health

A positive variance of \$0.5 million is projected for the Department of Environmental Health.

A positive expenditure variance of \$4.9 million is projected. Projected savings of \$2.3 million in Salaries & Benefits is related to vacancies and under-filling positions. Projected savings of \$2.2 million in Services & Supplies includes \$1.9 million due to delays in the implementation of the Vector Habitat Remediation program and other related vector control costs, and \$0.3 million savings in mobile phone and minor equipment costs. Projected savings of \$0.3 million in Capital Assets Equipment is due to delays in acquisition of fixed assets. Projected savings of \$0.1 million in Expenditure Transfer & Reimbursements is due to reimbursements the department receives for providing occupational health services.

A negative revenue variance of \$4.4 million is projected. A positive variance of \$0.1 million in Licenses, Permits and Franchises is due to fee revenue which includes the cost of external overheads that is not part of the budgeted revenue. A negative variance of \$0.1 million in Intergovernmental Revenue is related to the timing of equipment purchases which are funded by grant revenue. A negative variance of \$4.4 million in Charges for Current Services consists of: \$2.7 million shortfall in Vector Control Trust Fund revenue, \$0.9 million shortfall in Environmental Health Trust Fund revenue, \$0.3 million shortfall in Local Oversight Program revenue, \$0.2 million due to a technical adjustment for the accounting of the federal portion of the beach water quality contract, \$0.2 million related to the reimbursement for services provided to various County departments, and \$0.1 million in other various accounts. These shortfalls are primarily associated with savings from vacancies, under-filling positions and decreased expenditures as noted above.

Department of Parks and Recreation

A positive variance of \$0.2 million is projected for the Department of Parks and Recreation.

A positive expenditure variance of \$0.1 million is projected. A positive variance of \$0.7 million in Salaries & Benefits is projected due to vacant and under-filling positions, offset by a projected negative variance of \$0.6 million in Services & Supplies due to the funding of additional Major Maintenance and park improvement projects. This negative variance will be mitigated by an appropriation transfer from Salaries & Benefits.

A positive revenue variance of \$0.1 million is projected. A positive variance of \$0.2 million is projected in Charges for Current Services due to unanticipated revenue related to park fees. This is offset by a negative variance of \$0.1 million in Other Financing Sources due to vacancies and under-filling of positions supporting Community Service Areas.

Planning & Development Services

A positive variance of \$4.8 million is projected for Planning & Development Services.

A positive expenditure variance of \$6.2 million is projected. A positive variance of \$3.0 million in Salaries & Benefits is related to vacancies and under-filled positions and \$3.2 million in Services & Supplies is primarily due to various one-time funded contracted services and projects that will not be completed this fiscal year and will be re-budgeted in the Fiscal Year 2016-17 CAO Recommended Operational Plan. Re-budgeted projects include: Culture Training (\$0.3 million), various IT projects (\$0.6 million), Zoning Ordinance update (\$0.5 million), Property Specific Request General Plan Amendment (\$0.6 million), Agricultural Promotion Program (\$0.1 million), Residential Density Rounding (\$0.2 million), Alpine Forest Conservancy Initiative Special Study (\$0.3 million), Community Plans (\$0.2 million), Climate Action Plan (\$0.2 million), Traffic Impact Fee update (\$0.1 million) and Nuisance Abatements (\$0.1 million).

A negative revenue variance of \$1.3 million is projected. A positive variance of \$0.3 million in Licenses, Permits and Franchises is due to increased building permit fee revenue. A negative variance of \$0.1 million in Intergovernmental Revenue is related to timing of consultant invoices which are funded by grant revenue. A projected negative variance of \$1.5 million in Charges for Current Services is due to staff vacancies stated above.

Public Works – General Fund

A positive variance of \$1.0 million is projected for the General Fund.

A positive expenditure variance of \$1.3 million is projected. A positive variance of \$0.6 million in Salaries & Benefits is due to under-filling of positions and partial year vacancies. A positive variance of \$0.7 million in Services & Supplies is from application services (\$0.1 million) related to the Watershed Protection program and various projects that will continue into Fiscal Year 2016-17 and will be re-budgeted in the Fiscal Year 2016-17 CAO Recommended Operational Plan (\$0.61 million), including consultant services to develop an Environmental Impact Report (EIR) for zoning ordinance revisions (\$0.3 million); Proctor Valley Road Vacation and closure (\$0.08 million);

development of a website with historical and real-time automated flood warning data (\$0.1 million); development of an IT user portal for Capital Improvement Program (CIP) projects and roadway structure inventory (GIS Enhancements) (\$0.03 million); and for construction of a new Geographic Positioning System (GPS) Base Station (\$0.1 million).

A negative revenue variance of \$0.3 million is projected. Under-realized revenue of \$0.3 million is projected in Charges for Current Services primarily from a decrease in service to property owners due to staff vacancies in the Private Development Construction Inspection unit.

Special Revenue Funds

Park Land Dedication Fund

A positive variance of \$2.0 million is projected for the Park Land Dedication Ordinance.

No significant expenditure variance is projected.

A positive revenue variance of \$2.0 million is projected in Licenses Permits and Franchises primarily due to unanticipated revenue from Park Land Dedication fees.

Public Works - Road Fund

A positive variance of \$11.2 million is projected in the Department of Public Works Road Fund.

A positive expenditure variance of \$9.8 million is projected. A positive variance of \$2.0 million in Salaries & Benefits is due to under-filling of positions and partial year vacancies. A positive variance of \$7.3 million in Services & Supplies is due to a reduced need for consultant services on Detailed Work Program projects; savings from construction bids, road material costs, construction rental and contracted road services, minor equipment and IT ISF charges and software licenses; a reduced need for professional services and landscaping for developer projects; and a construction contract for Knottwood Way which won't be awarded until Fiscal Year 2016-17 and will be re-budgeted in the Fiscal Year 2016-17 CAO Recommended Operational Plan (\$1.3 million). A positive variance of \$0.5 million in Other Charges is projected due to right-of-way schedule revisions.

A positive revenue variance of \$1.4 million is projected. Over-realized revenue of \$1.0 million is projected from Licenses, Permits and Franchises due to higher than anticipated franchise fees from San Diego Gas & Electric (SDG&E); \$0.2 million in Revenue from Use of Money and Property for higher than anticipated interest on deposits; \$0.5 million in Intergovernmental Revenues due to \$4.0 million in unanticipated Highway Users Tax Account revenue from higher gas tax allocations and \$0.3 million in unanticipated revenues from Federal Forest Reserve, offset by \$3.8 million under-realized grant revenues due to project schedule revisions in various federal and state projects; and \$0.2 million in Miscellaneous Revenues due to the advanced installment payment payoff of sold surplus properties, utility rebates and

damage reimbursement from SDG&E for Jewel Valley Road. Under-realized revenue of \$0.5 million is projected in Charges for Current Services and is primarily due to \$1.3 million in under-realized developer payments for consultant charges and less work primarily for the Airports Enterprise Fund, Flood Control District and Survey Remonument Fund, which is partially offset by \$0.8 million over-realized revenues from services to property owners, work for General Fund departments, and unanticipated Transportation Impact Fee (TIF) revenues for Bear Valley Parkway North.

Special District Funds

Air Pollution Control District

A positive variance of \$1.8 million is projected for the Air Pollution Control District.

A positive expenditure variance of \$2.0 million is projected in Salaries & Benefits due to staff vacancies and under-filling positions.

A negative revenue variance of \$0.2 million is projected due to a negative variance in Intergovernmental Services (\$0.2 million) and Charges for Current Services (\$0.2 million) that are offset by over-realized revenue (\$0.2 million) in Licenses Permits & Franchises, Revenues from Use of Money & Property, Miscellaneous Revenues and Other Financing Sources.

Flood Control District

A positive variance of \$0.1 million is projected for the Flood Control District.

A positive expenditure variance of \$0.8 million is projected in Services & Supplies due to reduced need for consultant contracts due to rescheduling of Flood Control District projects.

A negative revenue variance of \$0.7 million is projected due to under-realized revenue for a Special Drainage Area (SDA) reimbursement project that was deferred and partially offset by unanticipated revenue for Woodside project utilities reimbursement.

San Diego County Sanitation District

A positive variance of \$2.6 million is projected in the San Diego County Sanitation District.

A positive expenditure variance of \$4.1 million is projected. A positive variance of \$2.6 million is projected in Services & Supplies is due to \$0.6 million in savings from staff vacancies and under-filling of positions in the Wastewater Enterprise Fund, which provides staffing for the operation and maintenance of the San Diego County Sanitation District. Savings in Major Maintenance projects of \$0.8 million is due to rescheduling and reprioritization of projects because of staff and contractor resource limitations. Savings in Consultant Contracts of \$0.6 million is due to decreased work for developers. Savings in Special Departmental Expenses of \$0.6 million is due to postponement of Metro sewer transportation charges. A positive variance in Capital Assets of \$1.5 million

is projected due to rescheduling of Trunk E Sewer Improvement (\$0.2 million) and SCADA Wastewater Upgrade that will continue into Fiscal Year 2016-17 and will be re-budgeted in the Fiscal Year 2016-17 CAO Recommended Operational Plan (\$1.3 million).

A negative revenue variance of \$1.5 million is projected. A negative revenue variance of \$1.6 million is projected in Charges for Current Services due to under-realized revenue primarily due to a deferred payment from the Otay Water District, offset by unanticipated revenue of \$0.1 million that is projected in Revenue from Use of Money due to increased interest revenue.

Street Lighting District

A positive variance of \$0.5 million is projected in the Street Lighting District.

A positive expenditure variance of \$0.3 million is projected. A positive variance of \$0.1 million is projected in Services & Supplies from savings in utilities due to Light Emitting Diodes (LED) conversion. Savings of \$0.2 million in Other Charges is due to deferral of the loan repayment that replaced a portion of the street lights in the District. The first loan payment is not due until next fiscal year.

A positive revenue variance of \$0.2 million is projected due to an increase in property tax revenues of \$0.1 million and \$0.1 million of rebates received from San Diego Gas & Electric related to the LED conversion.

Internal Service Funds

Public Works

A positive variance of \$3.7 million is projected in the Department of Public Works Internal Service Funds (ISF).

A positive expenditure variance of \$3.5 million is projected primarily from a positive variance of \$1.0 million in Services & Supplies due to a reduction in vehicle fuel prices and a decrease in repairs needed on vehicles; \$0.1 million in Other Charges from reduced depreciation expense in the Equipment Acquisition ISFs; and \$2.4 million in Capital Assets Equipment related to vehicle purchases that will continue into Fiscal Year 2016-17 and will be re-budgeted in the Fiscal Year 2016-17 CAO Recommended Operational Plan (\$2.3 million) and cost savings in vehicle purchases (\$0.1 million).

A positive revenue variance of \$0.2 million is projected. A negative revenue variance of \$0.1 million is projected in Revenue from Use of Money and Property due to less than anticipated revenue offset related to reduced depreciation in the Equipment Acquisition ISFs. A positive revenue of \$0.3 million in Other Financing Sources includes \$0.4 million from the Gain on Sale of Fixed Assets from the auction of aging vehicles, offset by \$0.1 million from Loss on Sale of Fixed Assets due to corresponding retirement book value exceeding proceeds from auction.

ENTERPRISE FUNDS

Airport Enterprise Fund

A positive variance of \$0.5 million is projected in the Airport Enterprise Fund.

A positive expenditure variance of \$1.0 million is projected. A positive variance of \$0.2 million is projected in Salaries & Benefits due to partial year vacancies. A positive variance of \$0.5 million in Services & Supplies is due to less than anticipated use of contracted services, of which \$0.1 million of consultant services for the Palomar Master Plan will continue into Fiscal Year 2016-17 and will be re-budgeted in the Fiscal Year 2016-17 CAO Recommended Operational Plan. A positive variance of \$0.2 million is projected in Other Charges due to various structures and equipment not depreciating until next fiscal year. A positive variance of \$0.1 million is projected in Capital Assets/Land Acquisition due to cancellation of a land acquisition project.

A negative revenue variance of \$0.5 million is projected. Over-realized revenue of \$0.4 million in Revenue from Use of Money and Property is due to higher than anticipated revenue from Rents and Concessions. Under-realized revenue of \$0.6 million in Miscellaneous Revenues is due to the delay in securing new airline carrier revenue, which is offset by corresponding contract services savings. Under-realized revenue of \$0.3 million in Other Financing Sources is from redevelopment loan payments that was recorded in another account.

Wastewater Enterprise Fund

A positive variance of \$1.2 million is projected in the Wastewater Enterprise Fund.

A positive expenditure variance of \$1.8 million is projected. A positive variance of \$0.5 million is projected in Salaries & Benefits due to staff vacancies and under-filling of positions. A positive variance of \$1.3 million is projected in Services & Supplies is mainly due to unanticipated reduction in IT support and related IT purchases of the Asset Management System.

A negative revenue variance of \$0.6 million in Charges for Current Services is projected due to reduced work for maintenance in the San Diego County Sanitation District due to staff vacancies.

COMMUNITY SERVICES GROUP

General Fund

Community Services Group Executive Office

A positive variance of \$1.8 million is projected for the Community Services Group Executive Office.

A positive expenditure variance of \$1.8 million is projected in Management Reserves, which are appropriated for unanticipated groupwide contingencies.

No revenue variance is projected.

Housing and Community Development Department

No significant variance is projected in the Housing and Community Development Department. The department is composed of two major activities, Housing and Community Development, which contains staff and operations, and Housing and Community Development Multi-Year Projects, which are funded through inter-governmental (mainly federal) loans and grants for community development and affordable housing projects.

Housing and Community Development (Operations)

No total variance is projected.

The projected positive expenditure variance of \$0.8 million is due to savings in Salaries & Benefits of \$0.2 million due to vacancies, and savings in Services & Supplies of \$0.6 million due to the delay of IT application upgrade projects (\$0.3 million), direct billing of facility operating costs to Housing Authority program projects (\$0.1 million) and savings in various operating expenses (\$0.2 million) as a result of managing discretionary expenses.

The projected negative revenue variance of \$0.8 million is related to the expenditure savings in Salaries & Benefits and various Services & Supplies as noted above, resulting in decreased costs recovered.

Housing and Community Development Multi-Year Projects

No total variance is projected for Housing and Community Development Multi-Year Projects. The projected positive expenditure variance of \$7.6 million is offset by a projected negative revenue variance of \$7.6 million. Community Development projects eligible to receive funding are budgeted to facilitate the multi-year project cost expenditure request process. Revenues are projected to equal expenses as project costs are 100% revenue offset.

Registrar of Voters

A positive variance of \$3.2 million is projected for the Registrar of Voters.

A positive expenditure variance of \$0.2 million is projected due to savings in Services & Supplies as a result of vacancies and attrition.

A positive revenue variance of \$3.0 million is projected in Election Services for Other Government Agencies due to the Special Yuima Municipal Water District Division 2 Election, the Special City of Carlsbad Election, and the June 2016 Presidential Primary Election.

Special Revenue Funds

San Diego County Library

A positive variance of \$2.4 million is projected for the San Diego County Library.

A positive expenditure variance of \$1.6 million is projected. This variance is a result of savings of \$0.2 million in Salaries & Benefits from anticipated vacated positions. Projected savings in Services & Supplies of \$0.4 million is based on year-to-date spending in facilities management (\$0.2 million) and other ISF costs (\$0.2 million), including IT charges. Projected savings also include \$1.0 million in Management Reserves, which are appropriated for unanticipated operating contingencies.

A positive revenue variance of \$0.8 million is projected. This variance is due to projected overrealized property tax revenues of \$0.6 million and redevelopment revenues of \$0.6 million. This is partially offset by a shortfall of \$0.4 million in public printing, donations from private parties, and other library services.

Internal Service Funds

Facilities Management ISF

No significant variance is projected for the Facilities Management ISF.

A positive expenditure variance of \$3.2 million is projected due to savings of \$2.5 million in Salaries & Benefits from vacant and modified positions, \$0.2 million in Capital Assets Equipment due to delays in developing building information modeling software, and \$0.5 million in Operating Transfers Out due to fewer than anticipated qualified projects for On-Bill financing and California Energy Commission (CEC) financing.

A negative revenue variance of \$3.2 million is projected. This variance consists of projected underrealized revenue of \$3.9 million in Charges for Current Services (\$3.5 million) and in Other Financing Sources (\$0.4 million) due to lower than anticipated costs related to facility operations and maintenance, project management and real estate services; a shortfall of \$0.4 million in Intergovernmental Revenues due to an adjustment related to an erroneous double booking of revenue from the State for reimbursement for court utility costs in the prior fiscal year; and a shortfall of \$0.2 million in Rents and Concessions due to the loss of lease revenue. This is partially offset by a positive variance of \$1.3 million in Miscellaneous Revenues mainly due to insurance proceeds related to prior year repairs at County facilities and higher than anticipated lease commissions.

Major Maintenance ISF

No variance is projected for the Major Maintenance ISF.

A positive expenditure variance of \$35.0 million is projected due to savings of \$34.6 million in Services & Supplies and \$0.4 million in Operating Transfers Out due to delays in commencing new projects.

Since costs incurred in this fund are reimbursed by operating departments, these project delays result in a negative revenue variance of \$35.0 million.

Fleet Management ISF

A positive variance of \$0.6 million is projected for the Fleet Management ISF.

A positive expenditure variance of \$3.3 million is projected due to savings of \$0.1 million in Salaries & Benefits from staff vacancies and \$3.2 million in Services & Supplies primarily due to lower than anticipated fuel costs.

A negative revenue variance of \$2.7 million is projected. A projected shortfall of \$3.2 million in Charges for Current Services is due to under-realized revenue for reimbursement of fuel purchases, partially offset by \$0.2 million in Miscellaneous Revenues, \$0.2 million in Other Financing Sources, and \$0.1 million Residual Equity Transfers In.

Purchasing and Contracting

A positive variance of \$1.3 million is projected for the Purchasing and Contracting ISF.

A positive expenditure variance of \$0.4 million is projected due to Salaries & Benefits savings attributed to managed vacancies.

A positive revenue variance of \$0.9 million is projected, including \$0.5 million in Charges for Current Services related to departmental spending on contracts, and \$0.4 million in Miscellaneous Revenue due to better than expected proceeds from rebate agreements.

Other County Funds

County Successor Housing Agency Funds

A minimal net variance projected. A positive expenditure variance of \$0.8 million is projected due to a mid-year budget adjustment to record the advanced receipt of a loan repayment to the County of San Diego's Low to Moderate Income Housing Asset Fund. At fiscal year-end, a technical adjustment will be made to defer the unearned receivable to realize only actual expenditures incurred in the current fiscal year.

A negative revenue variance of \$0.7 million is projected, primarily due to the unearned receivable mentioned above.

FINANCE AND GENERAL GOVERNMENT GROUP
General Fund

Assessor/Recorder/County Clerk

A positive variance of \$2.4 million is projected for the Assessor/Recorder/County Clerk.

A positive expenditure variance of \$10.3 million is projected. Anticipated positive variances of \$1.7 million in Salaries & Benefits are projected due to attrition and departmental vacancies, and \$8.6 million in Services & Supplies primarily due to increased efficiencies in operations associated with the implementation of Recording Phase of Acclaim and e-Recording and delay in major maintenance projects.

A negative revenue variance of \$8.0 million is projected. Decreases include \$1.0 million in Recording Document revenues due to decrease in the number of recorded documents associated with the real estate market, \$0.2 million in Marriage Ceremony Fee due to decrease in the number of ceremonies performed, and \$8.0 million in trust fund reimbursements including \$1.8 million in Micrographics, \$3.8 million in Modernization, \$0.5 million in e-Recording, \$0.4 million in Social Security Truncation, and \$1.5 million in Vital Health Statistics due to estimated completion of projects and delay in major maintenance projects this fiscal year. These decreases are partially offset by increases totaling \$1.2 million, including \$0.4 million in AB 2890 Recovered costs, \$0.4 million in Property Tax revenues, and \$0.4 million in Duplicating & Filing fees due to increase in revenue related to copies of official records.

Treasurer-Tax Collector

A positive variance of \$0.3 million is projected for the Treasurer-Tax Collector.

A positive expenditure variance of \$0.9 million is projected primarily in Salaries & Benefits due to vacancies and staff turnover.

A negative revenue variance of \$0.6 million is projected in Charges For Current Services for Banking Services Pooled Revenue due to reduced offset for vacancies and staff turnover noted above.

Auditor and Controller

A positive variance of \$0.6 million is projected for the Auditor and Controller.

A positive expenditure variance of \$0.6 million is projected. Anticipated positive variances of \$0.7 million in Salaries & Benefits are projected due to normal attrition of staff and departmental vacancies. This is offset by a negative variance of \$0.1 million in Expenditure Transfer & Reimbursements due to costs associated with a new Revenue & Recovery and HHSA collection agreement not being fully realized in current year.

No significant revenue variance is projected.

County Counsel

A positive variance of \$0.6 million is projected for the Office of County Counsel.

A positive expenditure variance of \$0.4 million is projected. An anticipated positive variance of \$0.5 million in Salaries & Benefits is due to normal attrition and

departmental vacancies. This is offset by a negative variance of \$0.1 million in Expenditure Transfer & Reimbursements primarily due to normal attrition of staff.

A positive revenue variance of \$0.2 million is projected in Charges For Current Services primarily due to increased caseloads in road liability litigation matters.

Department of Human Resources

A positive variance of \$1.0 million is projected for the Department of Human Resources.

A positive expenditure variance of \$1.3 million is projected. Anticipated positive variances of \$0.1 million in Salaries & Benefits primarily due to vacant positions, and \$1.2 million in Services & Supplies primarily due to savings in contracted services and workers compensation administration costs.

A negative revenue variance of \$0.3 million is projected in Miscellaneous Revenues due to reduced workers compensation administration costs.

GENERAL PURPOSE REVENUE & COUNTYWIDE EXPENSES

A positive variance of \$30.4 million is projected in General Purpose Revenue (GPR) and \$113.7 million positive variance is projected in General County Expenses.

General Purpose Revenue

The County's General Purpose Revenue is directly influenced by the state of the economy. San Diego's economy has certainly been healthier in this quarter. Employment showed gains across most industries compared to the State as a whole. The region has continued to fare better than other California metropolitan areas in terms of unemployment rate which continued to decline year-over-year since November 2010 when it reached its peak of 11.1%. Median home prices in San Diego grew 5.2% in the first two months of 2016 compared to same period in 2015. San Diego's economy is expected to match or exceed the State's pace of job growth and experience job gains across most of its industries. This will cut the county's unemployment rate from 5.1% in 2015 to a projected 4.2% in 2016, with the rate anticipated to drop below 4.0% in 2017. The region will continue to benefit from its role as an innovation hub for telecommunications, medical devices and life sciences, and high-tech manufacturing. Moreover, San Diego will remain a popular travel destination (2016-2017 Economic Forecast & Industry Outlook, Los Angeles Economic Development Corporation (LAEDC) Kyser Center for Economic Research, February 2016).

In the third quarter, the County's GPR related to property tax revenues improved, supported by the increase in assessed values. For Fiscal Year 2015-16, the economic indicators discussed previously and the trends summarized below, are followed by a discussion on significant revenue account variances from budget.

- San Diego's monthly unemployment rate fell to 4.7% in February 2016, down from 5.5% one year ago. In comparison, this is below the State's rate of 5.7% in February 2016 and 6.9% in February 2015.
- Consumer spending, as measured by taxable sales, will be flat mainly due to the decline in fuel prices. During the 4th Quarter of 2015, unadjusted local point of sale tax revenue increased by 0.12% in the unincorporated area compared to the same time period in prior year. By comparison, this source of revenue increased at the Statewide level by 3.46%, in the Southern California region by 2.93% and at the San Diego regional level by 2.10%.
- Positive indicators in the housing market continue in the County, namely:
 - Median housing prices grew 5.2% in the San Diego region for the first 2 months of 2016 compared to the same period last year;
 - Notices of Default for January-March 2016 were down 7% compared to the same period in 2015;
 - Foreclosure activity decreased by 23% in January-March 2016 compared to the same period in 2015.

Current Property Taxes All Categories

The four categories of Current Property Taxes (i.e., Property Taxes Current Secured, Property Taxes Current Supplemental, Property Taxes Unsecured, and Property Taxes Current Unsecured Supplemental) combined are estimated to show a net positive variance to budget of \$7.7 million.

- *Property Taxes Current Secured*

Current Secured Property Taxes are projected to be \$7.5 million higher than budget, attributable to actual 2015 local secured assessed value (AV) being greater than anticipated in the budget.

The budgeted amount of Current Secured Property Taxes assumed a local secured AV increase of 4.0%, but the actual AV increased by 5.7% (gross less regular exemptions). This 5.7% increase represents the change in the AV for only the secured tax roll. This is different than the countywide overall increase published by the Assessor/Recorder/County Clerk on June 24, 2015 of 5.6%, which includes all AV components, both secured and unsecured.

- *Property Taxes - Current Unsecured*

Current Unsecured Property Taxes are projected to be \$0.2 million above budget. At the time the budget was prepared, current unsecured property tax revenues were based on the assumption that there would be no growth in the current unsecured roll. Unlike the secured roll, the unsecured roll does not build on a prior year base.

- *Property Taxes Current Supplemental (Secured and Unsecured)*

No variance is projected in Current Supplemental Property Taxes. The projection for this revenue is based on charges and collections trend estimates related to new construction and anticipated turnover through Fiscal Year 2015-16. The

method for calculating the allocation factors changed this fiscal year per direction from the State Controller's Office, resulting in decrease of supplemental revenue for the County. This assumption was included in the budgeted projection.

Taxes Other Than Current Secured

Taxes Other Than Current Secured are anticipated to be \$6.0 million above budget.

- *Real Property Transfer Taxes*
No significant variance is projected in Real Property Transfer Taxes based on realized revenues for Fiscal Year 2014-15 as well as data regarding current year change in ownership and the anticipated level of new construction.
- *Teeter Tax Reserve Excess*
Teeter Tax Reserve Excess is projected to be \$2.3 million below budget based on current penalty and interest collections and available data on the outstanding receivables and projections through the end of the fiscal year.

The Teeter buy-out has remained low for the last four years and outstanding Teeter receivables have dropped during the last three years. Factoring in apportionment data as of March 28, 2016, it is anticipated that collections will continue to decline. The negative projection of \$2.3 million therefore anticipates collections coming in below budget partially offset by a one-time positive adjustment of \$0.2 million related to the decrease in the reserve requirement in Fiscal Year 2015-16.

- *Property Tax in Lieu of Vehicle License Fees*
Property Tax in Lieu of Vehicle License Fees (VLF) is projected to be \$6.3 million above the budgeted amount of \$345.7 million. The actual AV adjustment factor is higher than the adjustment rate of 5.65% that was used to calculate the budgeted revenue.
- *Sales and Use Taxes, and In Lieu Local Sales & Use Tax*
Sales and Use Taxes, and In Lieu Local Sales & Use Tax is projected to be \$1.9 million above budget primarily due to a one-time true up payment for the end of the "triple flip" from the State which is expected to be received at the end of the fiscal year.
- *Teeter Property Tax Prior Year and Cumulative Prior Years*
No significant variance is projected for collections from taxes receivable from prior fiscal years. The improvement in the delinquency rate has led to continued declines in the Teeter buyout.

Licenses, Permits, and Franchises

No projected variance in Licenses, Permits and Franchise payments.

Revenue from Use of Money & Property

No projected variance in Interest on Deposits & Investments, and Rents & Concessions.

Fines, Forfeitures and Penalties

Penalties and Cost Delinquency Taxes are projected to be \$2.8 million above budget based on the trend comparing three prior year collections to current year collections as of the 3rd quarter. Revenues in this account reflect the 10% penalty that is assessed on late current secured and unsecured property tax payments.

Intergovernmental Revenues

A positive variance of \$13.9 million is projected in Intergovernmental Revenue primarily due to pass-through distributions, residual balance estimates in Aid from Redevelopment Successor Agencies and a one-time allocation of Excess VLF Collection. The pass-through distributions are continuing to increase due to continued growth in the project areas, new pass-through payments received starting in Fiscal Year 2015-16 from National City and additional pass-through payments received from Vista from an old project which began receiving tax increment in Fiscal Year 2015-16.

General County Expenses

Cash Borrowing

A positive variance of \$2.7 million is projected. Costs for issuance of Tax and Revenue Anticipation Notes (TRANs) were included in the development of the budget. There were no TRANs issued this fiscal year.

Contingency Reserve

The entire \$21.7 million budgeted in the Contingency Reserve in Fiscal Year 2015-16 is projected to be unspent at year-end.

Countywide General Expense

A positive variance of \$32.5 million is projected in Countywide General Expense.

A positive expenditure variance of \$31.6 million is primarily in Services & Supplies due to the appropriation of funds for pension stabilization. Fund balance generated as a result of the Pension Stabilization fund has been included in the Fiscal Year 2016-17 CAO Recommended Operational Plan to partially support the establishment of a \$100.0 million fund balance commitment in the General Fund to support future debt service of existing Pension Obligation Bonds (POB). This fund balance commitment will serve as an alternative funding source for existing POB debt service costs currently supported by General Purpose Revenue, and will be drawn down over multiple years as needed until this one-time funding is exhausted.

A positive variance of \$0.9 million in revenue is the result of projected \$0.8 million in Miscellaneous Revenues due to increased escheatment revenues, settlement from State sales tax refund, and federal tax benefit sharing with the County Operations Center developer; and \$0.1 million in Other Financing Sources due to Alvarado Street

land sale proceeds which will be committed for future capital projects accordance with Board Policy B-37, Use of the Capital Program Funds.

Contributions to Capital

A positive variance of \$56.5 million is projected in Contributions to Capital.

A positive expenditure variance of \$56.5 million is projected in Operating Transfers Out. \$55.1 million of the variance is due to lower than anticipated project cost for the Las Colinas Detention and Reentry Facility which have been designated to fund future capital projects. An additional \$1.4 million is due to lower than anticipated expenses related to capital projects that are closing or being canceled by the end of Fiscal Year 2015-16.

The following capital projects will be closed or canceled (with the amount of related appropriations to be canceled):

- 4S Ranch Synthetic Turf South Ballfields (\$0)
- Boulevard Fire Station (\$13)
- East Mesa Detention Facility Complex Switch Gear Replacement (\$329,240)
- East Mesa Detention Re-Entry and Rehab Facility (\$47,548)
- Fallbrook Resource Center Leasehold Improvements (\$48,966)
- Felicita Park Stage ADA Ramp Sidewalks (\$0)
- Flume Trail Construction (\$0)
- Lake Morena Electrical Update (\$678,168)
- Juvenile Ranch Facility Staff Housing (\$0)
- Pine Valley Substation (\$56,243)
- Rancho Guajome Adobe Park Volunteer Pad (\$0)
- Rancho San Diego Sheriff Station (\$258,374)
- Regional Communications System Radio Tower (\$200)
- Sheriff Lakeside Land Improvement (\$5,689)
- Sweetwater Lane Artificial Turf Improvement (\$706,672) *These funds are recommended to be reallocated to various projects in Recommendation 20 the Fiscal Year 2015-16 Third Quarter Operational Plan Status Report and Budget Adjustment*
- Sweetwater Loop Trail Segment 4 Reroute (\$0)
- Tijuana River Valley Equestrian Center (\$0)

No revenue variance is projected.

Capital Program Funds

Edgemoor Development Fund

A negative variance of \$0.4 million is projected in Edgemoor Development Fund.

A positive expenditure variance of \$0.5 million is projected in Services & Supplies due to lower than anticipated consultant contracts.

A negative revenue variance of \$0.9 million is projected in Other Financing Sources. This is due to Sale of Fixed Assets revenue projected to be \$2.9 million lower than anticipated because certain land sales that were anticipated to be completed during Fiscal Year 2015-16 did not occur. This is offset by a \$2.0 million Operating Transfer In from the General Fund that is currently being recommended to the Board.

**FY 2015-2016 3rd Quarter
Projected Year-End Results**

(in thousands)

COUNTY SUMMARY

	Expenditure Variance	Revenue Variance	3rd Quarter FY15-16 Projected Fund Balance
	Favorable/(Unfavorable)		
General Fund			
Public Safety	\$ 37,220	\$ (7,696)	29,524
Health & Human Services Agency	91,259	(41,542)	49,717
Land Use & Environment	15,391	(5,523)	9,868
Community Services	10,602	(5,301)	5,302
Finance & General Government	15,166	(8,632)	6,534
Total Agency/Group	169,639	(68,694)	100,945
General Purpose Revenue	0	30,443	30,443
Finance Other	112,916	753	113,669
Total General Fund	\$ 282,554	\$ (37,498)	245,056
Special Revenue Funds			
Public Safety	\$ 1,033	\$ 2,475	3,508
Health & Human Services Agency	7,608	(700)	6,908
Land Use & Environment	10,191	3,330	13,521
Community Services	1,587	773	2,359
Total Special Revenue Funds	\$ 20,419	\$ 5,878	26,297
Capital Program			
Finance Other	\$ 56,334	\$ (56,742)	(408)
Internal Service Funds Departments			
Land Use & Environment	\$ 3,509	\$ 194	3,703
Community Services	41,911	(40,040)	1,871
Finance & General Government	0	0	-
Finance Other	193	0	193
Total Internal Service Funds	\$ 45,613	\$ (39,846)	5,767
Enterprise Fund Departments			
Land Use & Environment	\$ 2,764	\$ (1,081)	1,683
Sheriff	0	42	42
Total Enterprise Funds	\$ 2,764	\$ (1,039)	1,725
Special District Funds Departments			
Public Safety Group	\$ 1,152	\$ 1	1,153
Health & Human Services Agency	1,103	74	1,176
Land Use & Environment	7,503	(2,137)	5,365
Total Special District Funds	\$ 9,758	\$ (2,063)	7,694
Other County Funds Departments			
Community Svcs. - Red./Redev. Successor Agency	\$ 786	\$ (740)	46
Total Other County Funds	\$ 786	\$ (740)	46
Debt Service - Pension Obligation Bonds	\$ 0	\$ 0	-
Total County Projected Operating Balance	\$ 418,228	\$ (132,051)	286,177

**FY 2015-2016 3rd Quarter
Projected Year-End Results**

(in thousands)

PUBLIC SAFETY GROUP

Expenditure Variance	Revenue Variance	3rd Quarter FY15-16 Projected Fund Balance
Favorable/(Unfavorable)		

General Fund Departments

Child Support	\$ 3,293	\$ 176	3,469
District Attorney	6,012	400	6,412
Emergency Services	3,046	(2,496)	550
Law Enforcement Review Board	0	0	-
Medical Examiner	92	(4)	88
Probation	1,753	(1,255)	498
Public Defender	3,184	(901)	2,284
Public Safety Executive Office	5,142	(138)	5,004
San Diego County Fire Authority	342	5	347
Sheriff	14,354	(3,483)	10,871
Total General Fund	\$ 37,220	\$ (7,696)	29,524

Special Revenue Funds Departments

District Attorney (Asset Forfeiture - State & Federal)	\$ 0	\$ 50	50
Probation - Asset Forfeiture	0	0	-
Probation - Inmate Welfare Program	0	0	-
Sheriff - Asset Forfeiture	0	0	0
Sheriff - Inmate Welfare Program	879	726	1,605
Criminal Justice Facility	154	0	154
Courthouse	0	0	-
Penalty Assessment	0	621	621
Public Safety - Proposition 172	0	1,078	1,078
Total Special Revenue Funds	\$ 1,033	\$ 2,475	3,508

Enterprise Funds

Sheriff	\$ 0	\$ 42	42
Total Enterprise Funds	\$ 0	\$ 42	42

Special District Funds

Sheriff (Regional 800 MHz)	\$ 0	\$ 1	1
County Service Area	1,152	0	1,152
Total Special District Funds	\$ 1,152	\$ 1	1,153

Total Public Safety Group

Total Public Safety Group	\$ 39,405	\$ (5,179)	34,226
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**FY 2015-2016 3rd Quarter
Projected Year-End Results**

(in thousands)

HEALTH & HUMAN SERVICES AGENCY

Expenditure Variance	Revenue Variance	3rd Quarter FY15-16 Projected Fund Balance
Favorable/(Unfavorable)		

General Fund Programs

Administrative Support	\$ 23,490	\$ 5,411	28,901
Aging & Independence Services	1,776	1,796	3,572
Behavioral Health Services	846	5,934	6,780
Child Welfare Services	18,939	(17,029)	1,910
Public Health Services	6,348	(3,403)	2,945
Regional Operations	39,860	(34,251)	5,609
Total General Fund	\$ 91,259	\$ (41,542)	49,717

Special Revenue Funds

Tobacco Securitization Fund	\$ 7,608	\$ (700)	6,908
Total Special Revenue Funds	\$ 7,608	\$ (700)	6,908

Special District Funds Departments

Ambulance Districts	\$ 1,103	\$ 74	1,176
Total Special Districts Funds	\$ 1,103	\$ 74	1,176

Total Health & Human Services Agency

	\$ 99,970	\$ (42,169)	57,802
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**FY 2015-2016 3rd Quarter
Projected Year-End Results**

(in thousands)

LAND USE & ENVIRONMENT GROUP

Expenditure Variance	Revenue Variance	3rd Quarter FY15-16 Projected Fund Balance
Favorable/(Unfavorable)		

General Fund Departments

Agriculture, Weights & Measures	\$ 1,346	\$ 367	1,713
Environmental Health	4,846	(4,394)	452
Land Use & Environment Group Exec Office	1,650	0	1,650
Parks & Recreation	54	126	180
Planning & Development Services	6,159	(1,345)	4,814
Public Works	1,336	(277)	1,059
Total General Fund	\$ 15,391	\$ (5,523)	9,868

Special Revenue Funds Departments

A, W & M (Grazing and Fish & Game Commission)	\$ 0	\$ 0	-
Parks & Recreation - PLDO	25	2,017	2,042
DPW - Aviation Funds	0	1	1
DPW - Road Fund	9,817	1,412	11,229
DPW - Inactive Waste	183	(183)	0
DPW - Waste Planning and Recycling	165	85	250
Total Special Revenue Funds	\$ 10,191	\$ 3,330	13,521

Internal Service Funds Departments

Public Works - DPW Equip. ISF Prg. (35525-35700)	\$ 3,509	\$ 194	3,703
Total Internal Service Funds	\$ 3,509	\$ 194	3,703

Enterprise Funds Departments

Airport Enterprise Fund	\$ 976	\$ (477)	499
Wastewater Management Enterprise Fund	1,788	(604)	1,184
Total Enterprise Funds	\$ 2,764	\$ (1,081)	1,683

Special District Funds Departments

Air Pollution Control District	\$ 1,987	\$ (235)	1,752
Parks and Recreation	170	78	248
DPW - SD County Sanitation District	4,103	(1,499)	2,604
DPW - Campo Water Sewer Maint District	36	31	67
DPW - CSAs	86	0	86
DPW - PRDs	0	0	-
DPW - Community Facilities Districts	0	0	-
DPW - Flood Control	826	(734)	92
DPW - Street Lighting Districts	295	222	516
Total Special Districts Funds	\$ 7,503	\$ (2,137)	5,365

Total Land Use & Environment Group

Total Land Use & Environment Group	\$ 39,358	\$ (5,217)	34,140
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**FY 2015-2016 3rd Quarter
Projected Year-End Results**

(in thousands)

COMMUNITY SERVICES GROUP

Expenditure Variance	Revenue Variance	3rd Quarter FY15-16 Projected Fund Balance
Favorable/(Unfavorable)		

General Fund Departments

Animal Services	\$ 177	\$ 140	317
Community Services Group Exec Office	1,750	0	1,750
General Services	0	0	-
Housing & Community Development	8,434	(8,388)	46
Purchasing & Contracting	0	0	-
Library Services	0	0	-
Registrar of Voters	241	2,948	3,189
Total General Fund	\$ 10,602	\$ (5,301)	5,302

Special Revenue Funds Departments

Library Services	\$ 1,587	\$ 773	2,359
Total Special Revenue Funds	\$ 1,587	\$ 773	2,359

Internal Service Funds Departments

Facilities Management	\$ 3,198	\$ (3,193)	5
Major Maintenance ISF	34,990	(34,990)	-
Fleet Management	3,309	(2,718)	591
Purchasing & Contracting	414	861	1,275
Total Internal Service Funds	\$ 41,911	\$ (40,040)	1,871

Other County Funds Departments

Red. Agency/Redevelopment Successor Agency	\$ 0	\$ 0	-
Housing & Community Development	786	(740)	46
Total Other County Funds Departments	\$ 786	\$ (740)	46

Total Community Services Group	\$ 54,886	\$ (45,308)	9,578
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**FY 2015-2016 3rd Quarter
Projected Year-End Results**

(in thousands)

**FINANCE & GENERAL GOVERNMENT
GROUP**

Expenditure Variance	Revenue Variance	3rd Quarter FY15-16 Projected Fund Balance
Favorable/(Unfavorable)		

General Fund Departments

Assessor/Recorder/County Clerk	\$ 10,344	\$ (7,959)	2,386
Auditor & Controller	599	(29)	570
Board of Supervisors	428	0	428
Chief Administrative Office	135	0	135
Civil Service Commission	49	0	49
Clerk of the Board of Supervisors	160	220	380
County Communications Office	409	(261)	148
County Counsel	351	246	597
County Technology Office	29	0	29
Finance & GG Exec Office	437	0	437
Grand Jury	7	35	42
Human Resources	1,352	(332)	1,020
Treasurer-Tax Collector	866	(551)	316
Total General Fund	\$ 15,166	\$ (8,632)	6,534

Internal Service Funds Departments

CTO - Information Technology	\$ 0	\$ 0	-
Total Internal Service Funds	\$ 0	\$ 0	-

**Total Finance & General
Government Group**

Total Finance & General Government Group	\$ 15,166	\$ (8,632)	6,534
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**FY 2015-2016 3rd Quarter
Projected Year-End Results**

(in thousands)

**GENERAL PURPOSE REVENUE &
FINANCE OTHER**

Expenditure Variance	Revenue Variance	3rd Quarter FY15-16 Projected Fund Balance
Favorable/(Unfavorable)		

General Fund

General Purpose Revenue:

All Current Property Taxes	\$	7,695	7,695
All Other Taxes-Local		5,987	5,987
Licenses, Permits & Franchises		0	-
Fines, Forfeitures & Penalties		2,821	2,821
Revenue for Use of Money & Property		0	-
Intergovernmental Revenue		13,941	13,941
Charges for Current Services		0	-
Miscellaneous Revenue		0	-
Total General Purpose Revenue	\$	0	\$ 30,443

General County Expenses:

Cash Borrowing Program	\$	2,700	\$	0	2,700
Community Enhancement		0		0	-
Contingency Reserve		21,724		0	21,724
Contributions to the Capital Outlay Fund		56,524		0	56,524
Contributions to the County Library		0		0	-
Lease Payments - Bonds		326	(138)		188
Local Agency Formation Comm Admin		0		0	-
Neighborhood Reinvestment Program		0		0	-
Countywide Expenses		31,641		891	32,532
Total Finance Other Expenses		112,916		753	113,669
Total General Fund	\$	112,916	\$	31,196	144,111

Capital Program Funds

Capital Program	\$	56,334	\$	(56,742)	(408)
Total Capital Program Funds	\$	56,334	\$	(56,742)	(408)

Internal Service Funds Departments

Workers Compensation	\$	0	\$	0	-
Unemployment Insurance		0		0	-
Public Liability		193		0	193
Total ISF Funds	\$	193	\$	0	193

Debt Service Funds Departments

Pension Obligation Bonds	\$	0	\$	0	-
Total Debt Service Funds	\$	0	\$	0	-

**Total General Purpose Revenue & Finance
Other**

\$	169,443	\$	(25,546)	143,896
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**FY 2015-2016 3rd Quarter
Projected Year-End Results**
(in thousands)

Category	Projected Management & Contingency Reserves	Projected Operating Balances	3rd Quarter FY15-16 Projected Fund Balance
	Favorable/(Unfavorable)		
General Fund			
Public Safety	\$ 0	\$ 29,524	\$ 29,524
Health and Human Services Agency	20,000	29,717	49,717
Land Use and Environment	0	9,868	9,868
Community Services	1,750	3,552	5,302
Finance & General Government	0	6,534	6,534
Agency/Group Totals	\$ 21,750	\$ 79,195	\$ 100,945
General Purpose Revenue	\$ 0	\$ 30,443	\$ 30,443
General County Expenses	0	91,944	91,944
Contingency Reserve	21,724	0	21,724
Total Gen'l. Purpose Rev. & Gen'l. County Exp.	\$ 21,724	\$ 122,387	\$ 144,111
Total General Fund	\$ 43,474	\$ 201,582	\$ 245,056

SCHEDULE C
Fiscal Year 2015-16 3rd Quarter
Capital Projects Anticipated for Completion/Cancellation

Ref	Note	ORG	Oracle Project Number	Account	Project Name	Total Budget as of 03-01-2016	Amount to be Capitalized as of 03-01-2016	Amount to Cancel
** Capital Outlay Fund (Fund 26000) **								
1	1	7457C	1018279	54202	4S Ranch Synthetic Turf South Ballfields	2,542,741.24	2,542,741.24	-
2	1	7437C	1016991	54202	Boulevard Fire Station	3,695,707.00	3,695,694.45	12.55
3	1	7483C	1019116	54202	Collier Park Basketball Court Improvements	70,620.00	68,987.57	1,632.43
4	1	7424C	1015519	54202	Don Dussault Park Improvements	330,000.00	312,368.39	17,631.61
5	1	7445C	1017775	54202	East Mesa Detention Facility Complex Switch Gear Replacement	1,582,343.00	1,253,102.99	329,240.01
6	1	7478C	1018894	54202	Fallbrook Resource Center Leasehold Improvements	598,400.00	549,434.33	48,965.67
7	1	7480C	1019009	54202	Felicita Park Stage ADA Ramp Sidewalks	50,000.00	50,000.00	-
8	1	7443C	1017535	54202	Flume Trail Construction	466,500.00	466,500.00	-
9	1	7451C	1018190	54202	Lake Morena Electrical Update	2,000,000.00	1,321,832.01	678,167.99
10	1	7477C	1018902	54202	Provence House Parking Lot	500,000.00	485,134.53	14,865.47
11	1	7417C	1015196	54202	Rancho Guajome Adobe Park Volunteer Pad	186,156.11	186,156.11	-
12	1	7469C	1018664	54202	Regional Communications System Radio Tower	350,000.00	349,799.89	200.11
13	1	7384C	1014253	54687	Sweetwater Lane Artificial Turf Improvement	3,730,000.00	3,023,328.15	706,671.85
14	1	7471C	1018723	54202	Sweetwater Loop Trail Segment 4 Reroute	283,563.90	283,563.90	-
15	2	7407C	1014147	54202	Tijuana River Valley Equestrian Center	-	-	-
CAPITAL OUTLAY FUND TOTAL						16,386,031.25	14,588,643.56	1,797,387.69
** Justice Facility Construction Fund (Fund 26050) **								
16	1	7432J	1016416	54202	East Mesa Detention Re-Entry and Rehab Facility	38,496,269.00	38,448,720.70	47,548.30
17	2	7465J	1018561	54202	Juvenile Ranch Facility Staff Housing	-	-	-
18	1	7353J	1015198	54370	Pine Valley Substation	3,710,000.00	3,429,073.45	56,243.40
19	1	7352J	1015199	54728	Rancho San Diego Sheriff Station	15,399,210.60	15,140,836.69	258,373.91
20	1	7473J	1018774	54202	Sheriff Lakeside Land Improvement	2,927,987.28	1,707,310.94	5,689.06
JUSTICE FACILITY CONSTRUCTION FUND TOTAL						60,533,466.88	58,725,941.78	367,854.67
TOTAL FOR CAPITAL PROJECTS						76,919,498.13	73,314,585.34	2,165,242.36
This attachment represents a listing of 2 cancelled projects (2) and 18 capital projects (1) that are anticipated to be completed and capitalized at the end of Fiscal Year 2015-16.								
Note: *			1	Completed Project				
			2	Cancelled Project				



San Diego County Sanitation District

AGENDA ITEM

GOVERNING BODY

GREG COX
First District

DIANNE JACOB
Second District

DAVE ROBERTS
Third District

RON ROBERTS
Fourth District

BILL HORN
Fifth District

DATE: May 3, 2016

SA01

TO: Board of Directors, San Diego County Sanitation District

SUBJECT: FISCAL YEAR 2015-16 THIRD QUARTER OPERATIONAL PLAN STATUS REPORT AND BUDGET ADJUSTMENTS (DISTRICTS: ALL)

Overview

This report recommends a budget adjustment to the San Diego County Sanitation District.

Recommendation(s)

CHIEF ADMINISTRATIVE OFFICER

1. Transfer appropriations of \$300,000 within the San Diego County Sanitation District spending plan, from Capital Assets Equipment to Operating Transfer Out for the purchase of four portable emergency generators. **(4 VOTES)**

Fiscal Impact

Funds for this request are included in the Fiscal Year 2015-16 Operational Plan in the San Diego County Sanitation District. If approved, this request will transfer appropriations in the amount of \$300,000 from Capital Assets Equipment to Operating Transfers Out within the San Diego County Sanitation District. There will be no change in net General Fund cost and no additional staff years.

Business Impact Statement

N/A

Advisory Board Statement

N/A

Background

This recommendation transfers appropriations of \$300,000 within the San Diego County Sanitation District. This transfer will enable the San Diego County Sanitation District to transfer funds into the Department of Public Works Liquid Waste Equipment Acquisition Internal Service Fund (ISF) to purchase four portable emergency generators to protect the public from sewer spillage due to power outages at the Spring Valley Operations Center, Rancho del Campo Treatment Plant, Vista del Lago Pump Station and the Moreno Pump Station.

SUBJECT: FISCAL YEAR 2015-16 THIRD QUARTER OPERATIONAL PLAN STATUS
REPORT AND BUDGET ADJUSTMENTS (DISTRICTS: ALL)

Linkage to the County of San Diego Strategic Plan

Today's proposed actions support the Strategic Initiatives of Safe Communities, Sustainable Environments, Healthy Families and Operational Excellence in the County of San Diego's 2015–2020 Strategic Plan by fully committing to use County resources to meet the highest priority needs of residents. □

Respectfully submitted,



HELEN N. ROBBINS-MEYER
Chief Administrative Officer

ATTACHMENT(S)

None

SUBJECT: FISCAL YEAR 2015-16 THIRD QUARTER OPERATIONAL PLAN STATUS REPORT AND BUDGET ADJUSTMENTS (DISTRICTS: ALL)

AGENDA ITEM INFORMATION SHEET

REQUIRES FOUR VOTES: Yes No

WRITTEN DISCLOSURE PER COUNTY CHARTER SECTION 1000.1 REQUIRED
 Yes No

PREVIOUS RELEVANT BOARD ACTIONS:
N/A

BOARD POLICIES APPLICABLE:
N/A

BOARD POLICY STATEMENTS:
N/A

MANDATORY COMPLIANCE:
N/A

ORACLE AWARD NUMBER(S) AND CONTRACT AND/OR REQUISITION NUMBER(S):
N/A

ORIGINATING DEPARTMENT: Finance & General Government Group

OTHER CONCURRENCES(S): N/A

CONTACT PERSON(S):

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