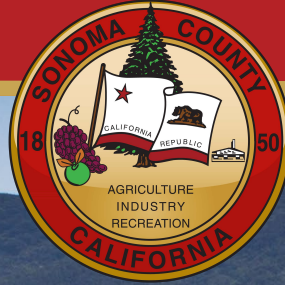


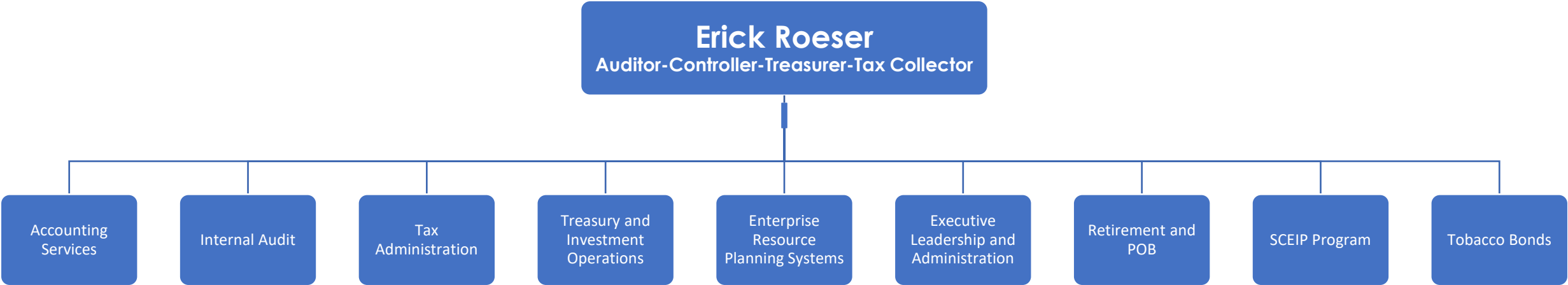
Auditor-Controller-Treasurer-Tax Collector

FY 2025-26 Preliminary Budget



Department Overview

	Operating Expenditures	FTE
FY 2024-25 Adopted	\$163,767,792	107.00
FY 2025-26 Preliminary	\$164,103,027	103.00
Net Change	\$335,235	(4.0)



Departmental Expenditures

FY 2025-26 Service Area Expenditures	Preliminary Budget	FTE
Accounting Services	\$9,569,973	46.0
Internal Audit	\$1,275,217	6.0
Tax Administration	\$6,610,265	26.0
Treasury and Investment Operations	\$2,352,920	6.0
Enterprise Resource Planning Systems	\$10,663,962	11.0
Executive Leadership and Administration	\$2,494,860	8.0
Retirement and POB	\$128,035,350	n/a
SCEIP Program	\$1,337,042	n/a
Tobacco Bonds	\$4,688,000	n/a
Gross Departmental Expenditures	\$167,027,589	103.0
Less Internal Departmental Transfers	\$2,924,562	n/a
Departmental Operating Expenditures	\$164,103,027	103.0

Departmental Funding Sources

FY 2025-26 Funding Sources	Preliminary Budget
General Fund Contribution	\$6,876,796
Fees & Charges for Services	\$139,782,084
State, Federal & Other Funds	\$50,000
Other Departmental Revenue*	\$7,252,932
Use of Fund Balance	\$7,281,565
Transfers & Reimbursements within the County**	\$5,784,212
Total Sources	\$167,027,589

**Largely comprised of Tobacco Settlement repayment/interest earnings, annual allocation of Teeter Tax Loss Penalties, payments/interest within the SCEIP program, refunds, and interest on pooled cash*

***Includes \$752,600 in TOT funding*

State and Federal Budget/Policy Implications

- While we understand there may be potential impacts to FEMA funding, specifics have not been provided by either state or federal agencies at this time.

Key Opportunities and Challenges

- Continue to prioritize existing resources to meet mandated responsibilities with escalating costs and limited revenue opportunities in an ever-demanding operating environment.
- Work with ISD to ensure robust cybersecurity and fraud prevention measures are in place to safeguard County and Treasury assets and sensitive financial information from increasingly sophisticated threats, shared effort between Accounting Services, Treasury and Investment Operations, and Enterprise Resource Planning Systems.
- In partnership with CAO and County Counsel, provide continued operational support and advice to the SCEIP Program as it pertains to the CFPB's recent ability-to-repay rulemaking.

Key Operational Objectives

- Facilitate newly created Internal Audit Committee in alignment with revised charter to prioritize County's audit needs and provide oversight and guidance to Internal Audit division.
- Utilize newly acquired compliance software to support enforcement of the Transient Occupancy Tax (TOT) ordinance.
- Implement an improved e-billing solution for property taxes to reduce costs and environmental impact.
- Work with HR and ISD on initial phases of process to replace County's human resource management and timekeeping systems.

Program Change Requests

Disaster Finance

- Convert 1.0 FTE Time-Limited Disaster Finance Officer (CST: ASO I) to permanent, \$208,570 ongoing, currently expected to be fully reimbursed with state and federal disaster funds. Moving forward, the department will continue to monitor needs and available funding, adjusting resources as necessary.

Human Resource Information System (HRIS)

- Convert 1.0 FTE Department Information Systems Coordinator to 1.0 FTE Senior Business Systems Analyst – Confidential, \$27,900 of one-time use of available HRIS fund balance in FY25-26, ongoing expense of \$6K to be incorporated in future HRIS rates charged to departments.

Program Change Requests

Internal Audit Division

- Fund 1.0 FTE Supervising Accountant, \$210,000 in on-going General Fund support requested
- Fund 1.0 FTE Senior Internal Auditor (CST: Accountant-Auditor II), \$190,000 in on-going General Fund support requested