



FY 2022-23 Budget Hearings

Day 1 – Budget Overview



FY 2022-23 Budget Hearings: Chairperson Remarks

Supervisor James Gore





Budget Hearing Schedule & Materials



FY 2022-23 Recommended Budget Hearings Schedule

- **Day 1 – Tuesday, June 14 at 8:30 a.m.**

8:30 a.m. – Budget Overview Presentation

10 a.m. – Public Comment on the Budget

11 a.m. – Available Sources, CAO Recommendations, and
Budget Deliberation Tool Overview and Straw Vote
on Available Sources

1 p.m. – Begin Deliberations

3 p.m. – Public Comment on Matters not on the Agenda



FY 2022-23 Recommended Budget Hearings Schedule

- **Day 2 – Wednesday, June 15 at 9:00 am**

Public Comment on the Budget

Deliberations

Lunch

Continue Deliberations

Direction to Staff (Straw Vote)

- **Day 3 – Friday, June 17 at 9:00 am**

Public Comment on the Budget

Recap of Budget Adjustment Tool and Deliberations

Final Adoption



Budget Binder Material

- Tab 1 – Budget Hearing Overview
- Tab 2 – General Fund 5-Year forecast Memo
- Tab 3 – Available Sources Memo
- Tab 4 – Budget Adjustment Tool
- Tab 5 – Add Backs & Program Change Requests
- Tab 6 – Board Member and Community Budget Requests
- Tab 7 – Summary of Position Changes
- Tab 8 – Fund Balance Memo & Directory
- Tab 9 – General Fund Reserve Memo
- Tab 10 – Board Inquiry Requests
- Tab 11 – Financial Policies
- Tab 12 – Proposition 4 Appropriations Limit
- Tab 13 – Supplemental Adjustments
- Tab 14 – Budget Resolutions and Exhibits



Public Budget Tools

Budget Reports

Annually, the County Administrator's Office, in conjunction with all County Departments, works to develop a sound operating plan for the County of Sonoma for the approaching fiscal year.

This plan is initially approved by the Board of Supervisors to provide for operations in the new fiscal year until the books of the old fiscal year are closed. At that point, a series of adjustments are drawn up to reflect the actual ending/beginning balances for each of the funds the County maintains and actual progress on multi-year projects already underway.

The Board of Supervisors then holds public hearings on the recommended budget and any recommendations for adjustments. Staff compiles the approved adjustments and any other Board direction during the hearings and the result is the adopted budget for the year.

Fiscal Year 2022-23 Budget Materials

- [Fiscal Year 2022-23 Recommended Budget](#)
- [Strategic Plan Implementation Timeline](#)

Budget Hearing Materials

- [Tab 1 - Budget Hearing Overview](#)
- [Tab 2 - General Fund 5-Year Forecast Memo](#)

<https://sonomacounty.ca.gov/CAO/Public-Reports/Budget-Reports/>



SoCoBudget County of Sonoma

County of Sonoma website SoCoData website f t Search by Service, Department

Open Budget County of Sonoma

The County of Sonoma is providing an online view of the County's annual operating budget as part of our commitment to transparency, open government, and citizen engagement. This site presents the County's operating budget in a visual style to help promote an understanding of how the budget is structured and where the County is dedicating available resources.

Explore the County's budget by clicking on bars in the chart below to view more detailed information for a service area, and click on bars in the subsequent charts to continue drilling down into the details.

View a brief video demonstration of the SoCo Budget tool »

[Read More](#)

Search by Service, Department, Program...

Operating Budget Summary

Revenue Budget

\$2.14 Billion

Adopted Revenue Budget

Expenditure Budget

\$2.27 Billion

Adopted Expenditure Budget

<https://sonomacounty.budget.socrata.com/>

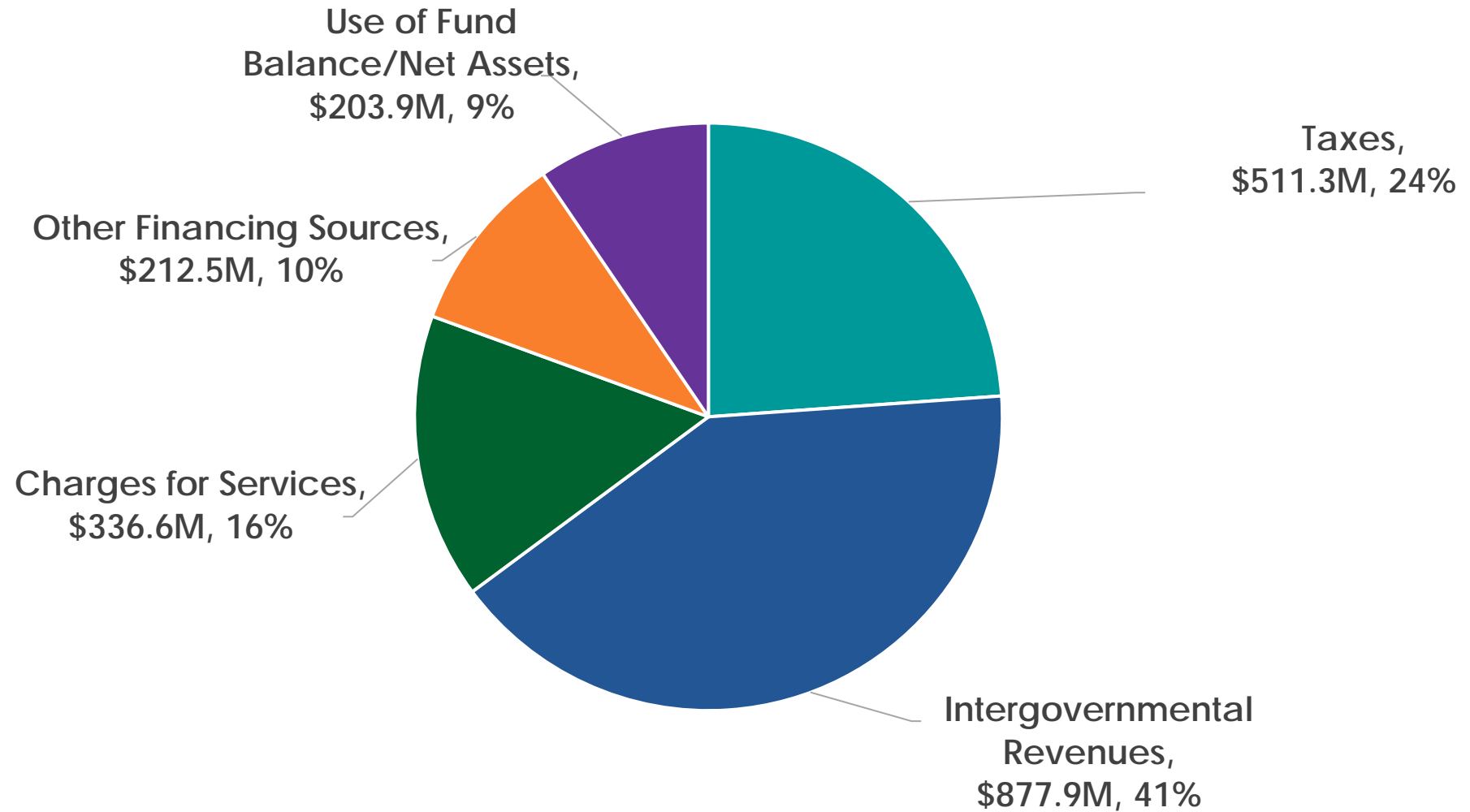




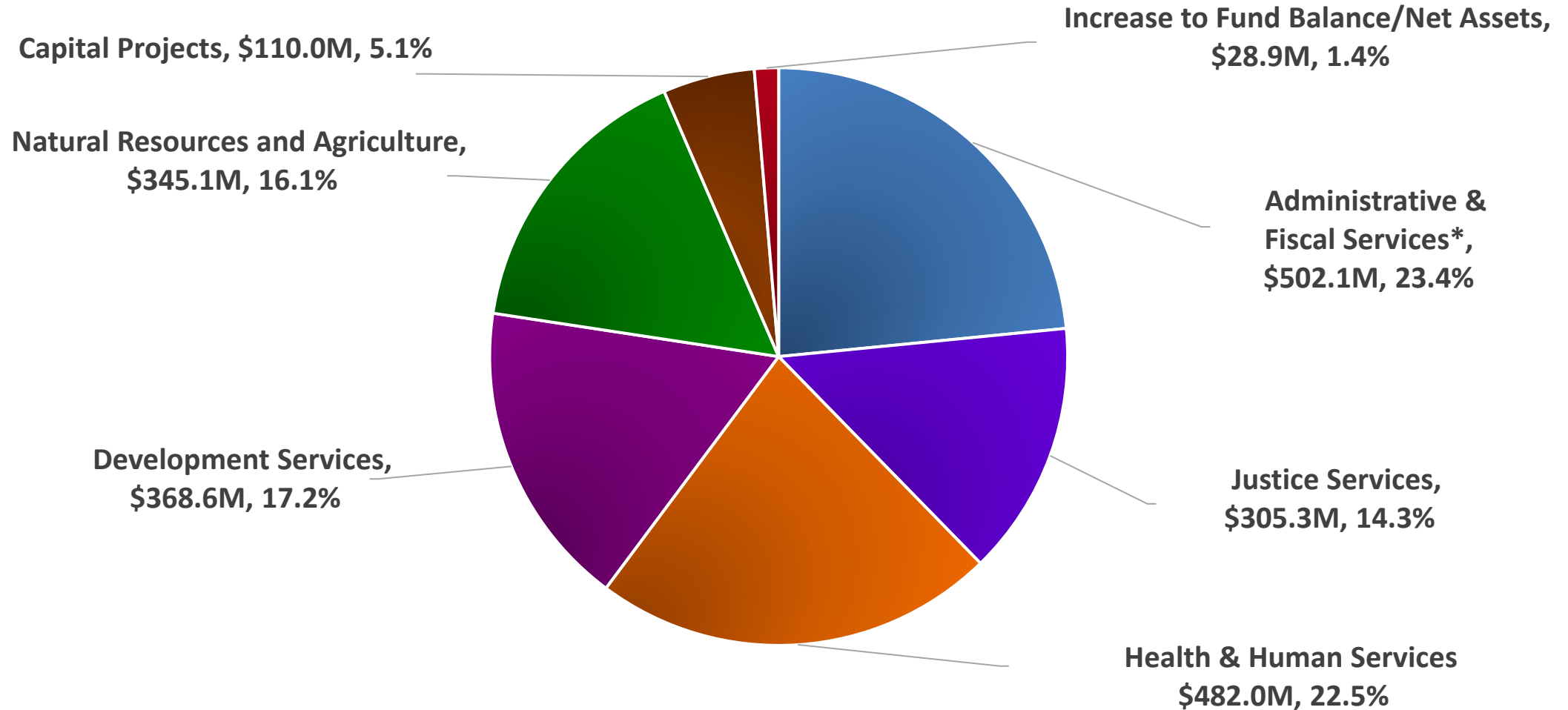
Budget Overview



Recommended Budget - Total Sources - \$2.14 Billion



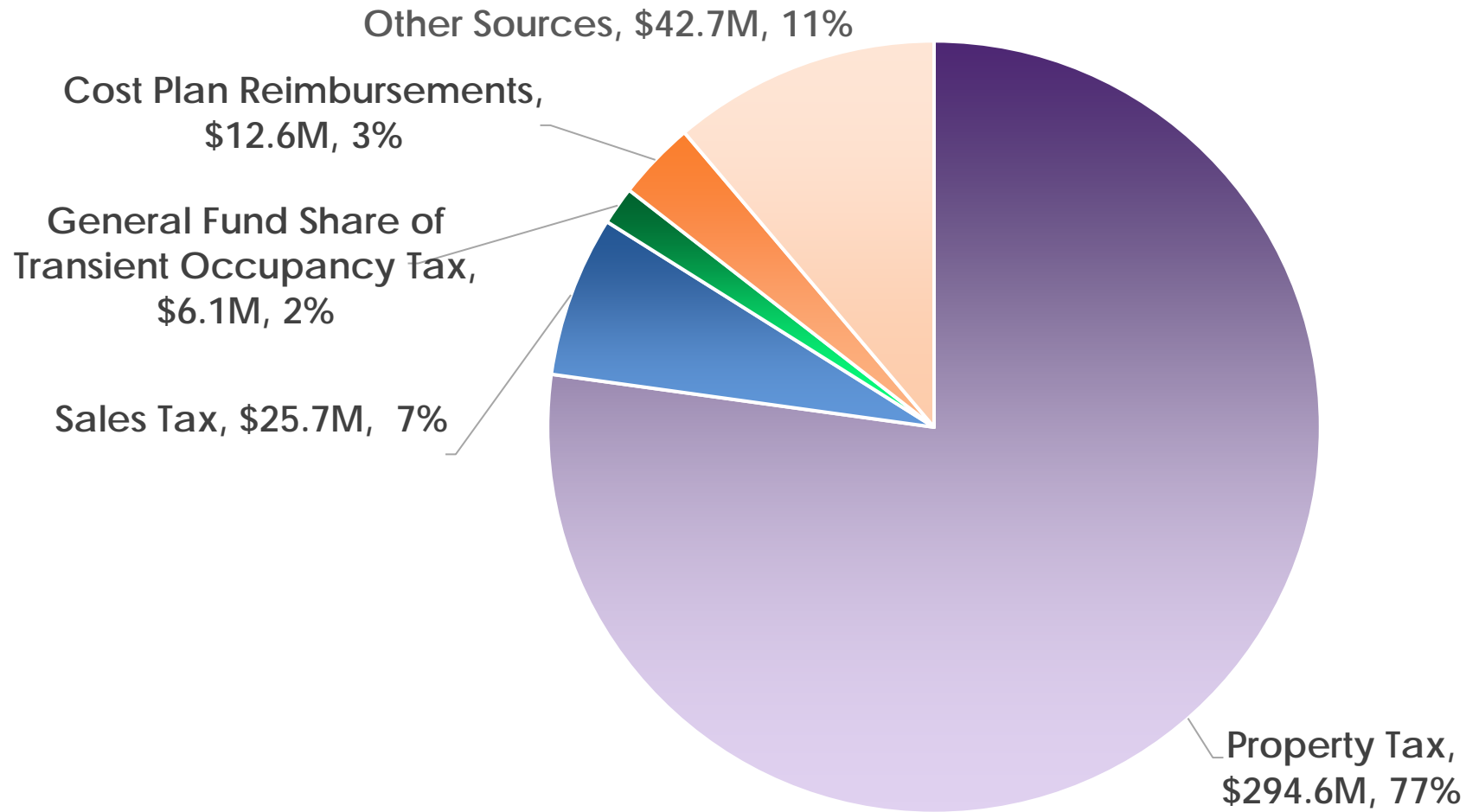
Recommended Budget - Total Uses - \$2.14 Billion



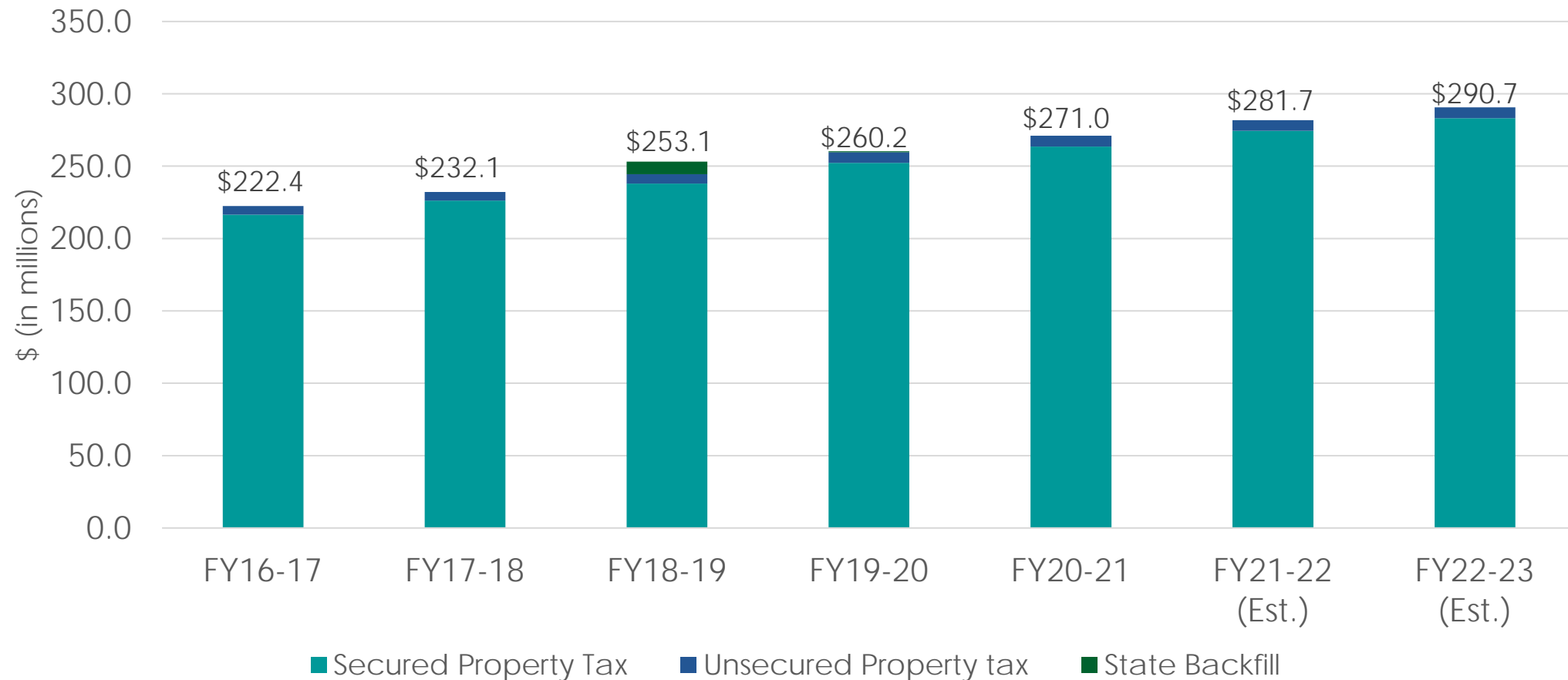
**Administrative & Fiscal Services includes Independent Office of Law Enforcement Review and Outreach (IOLERO), Department of Emergency Management, Office of Equity, and Court Support/Grand Jury as well as including approximately \$264M in countywide expenses on employee benefits, debt service, and disaster expenses.*



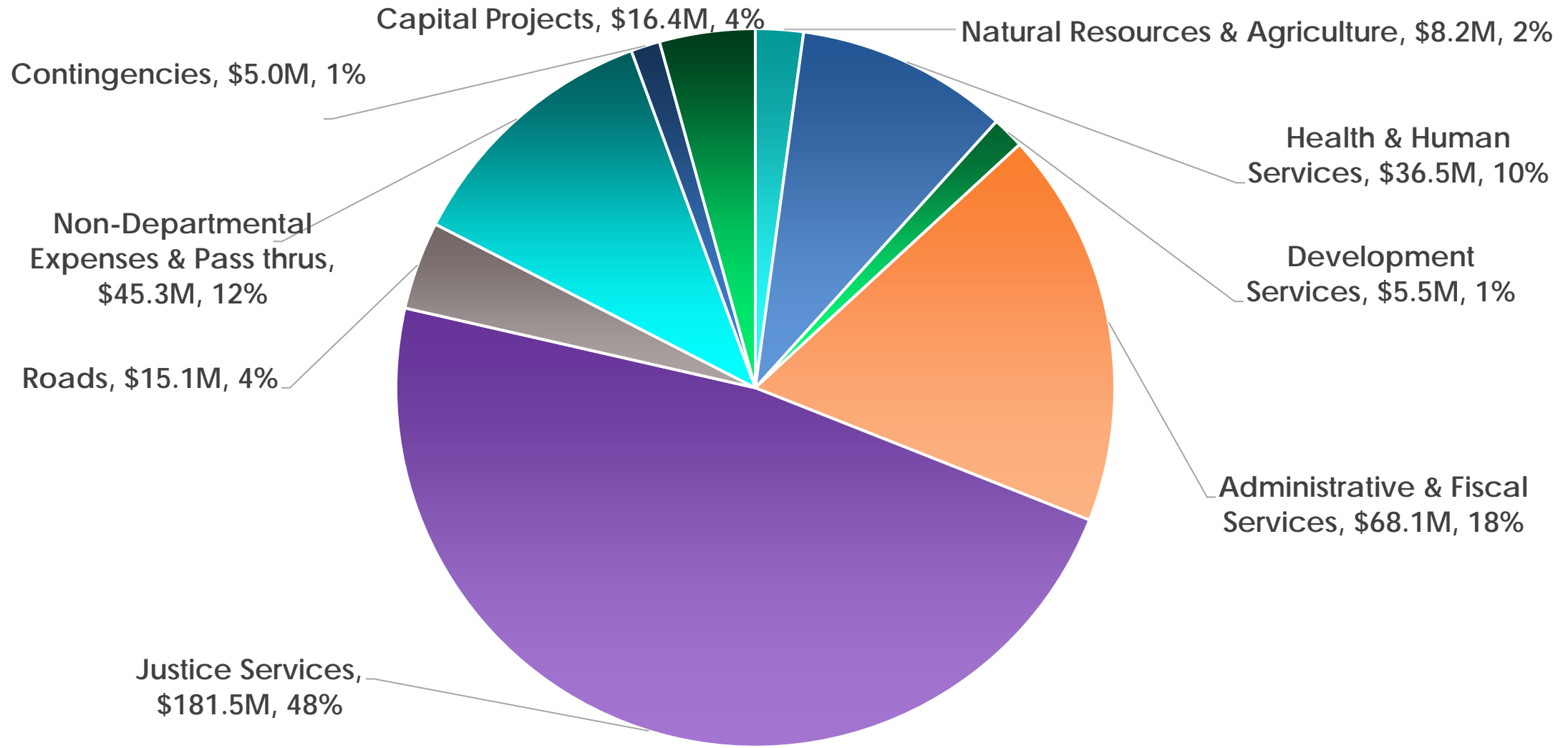
Discretionary General Fund - Total Sources - \$382 Million



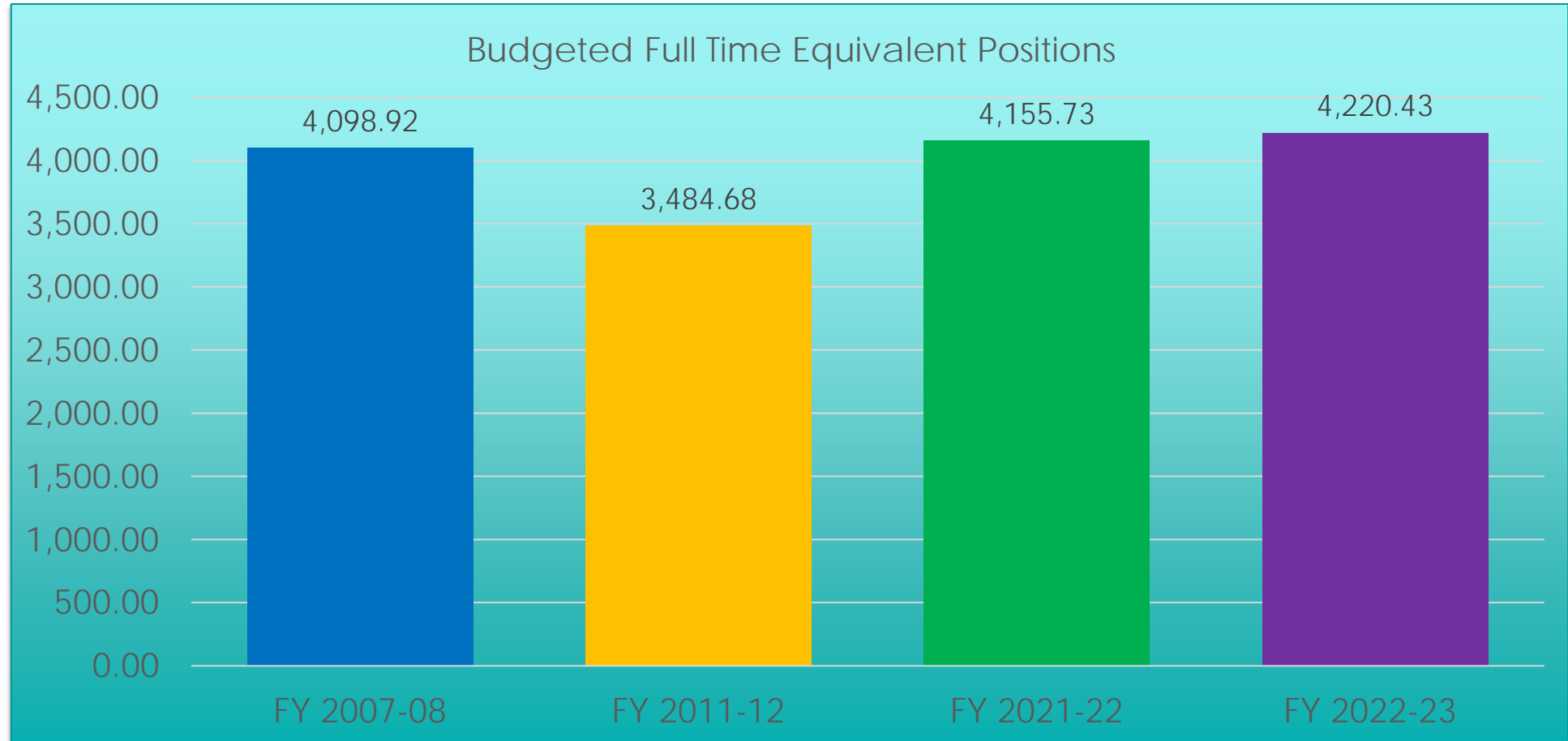
Discretionary General Fund – Property Tax Growth



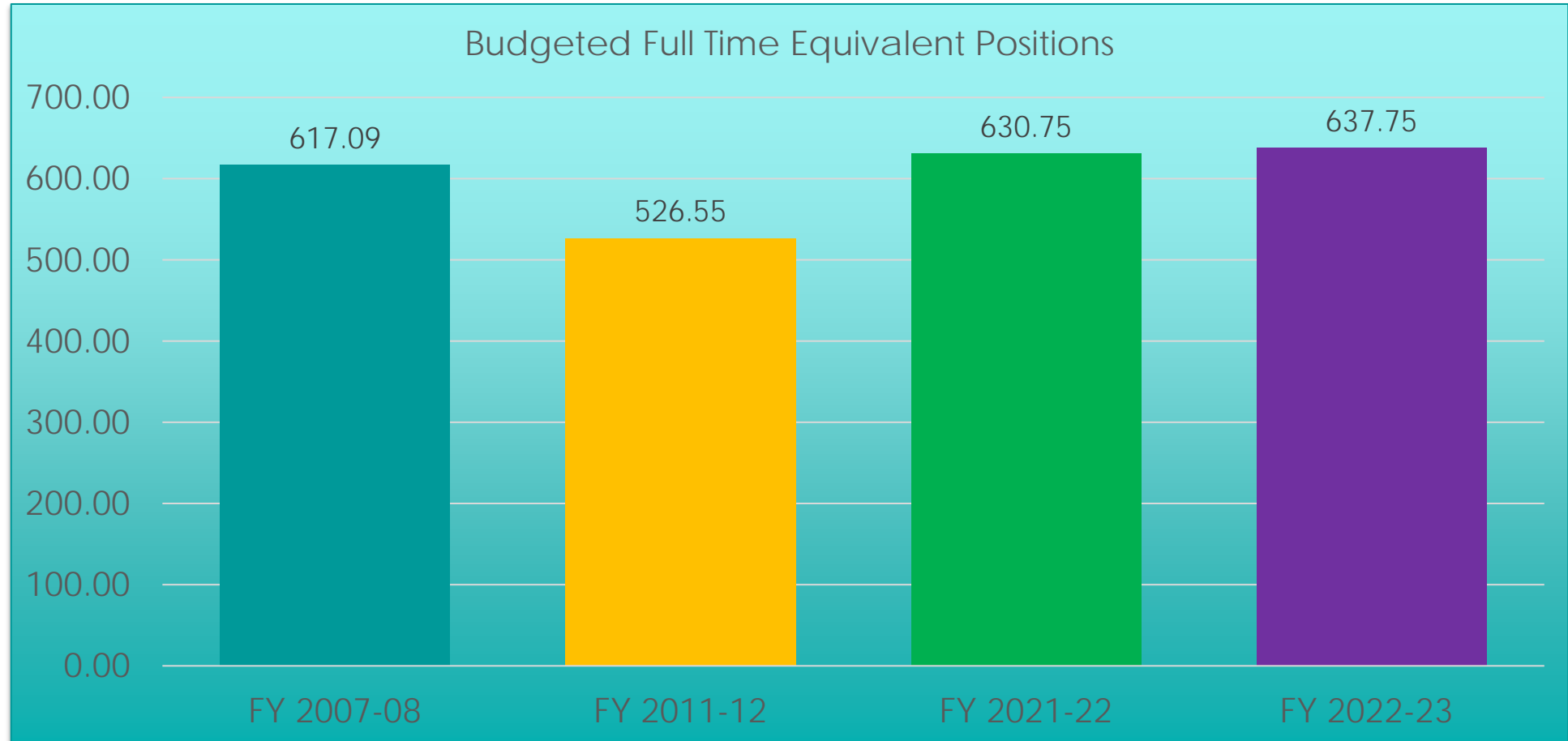
Discretionary General Fund - Total Uses - \$382 Million



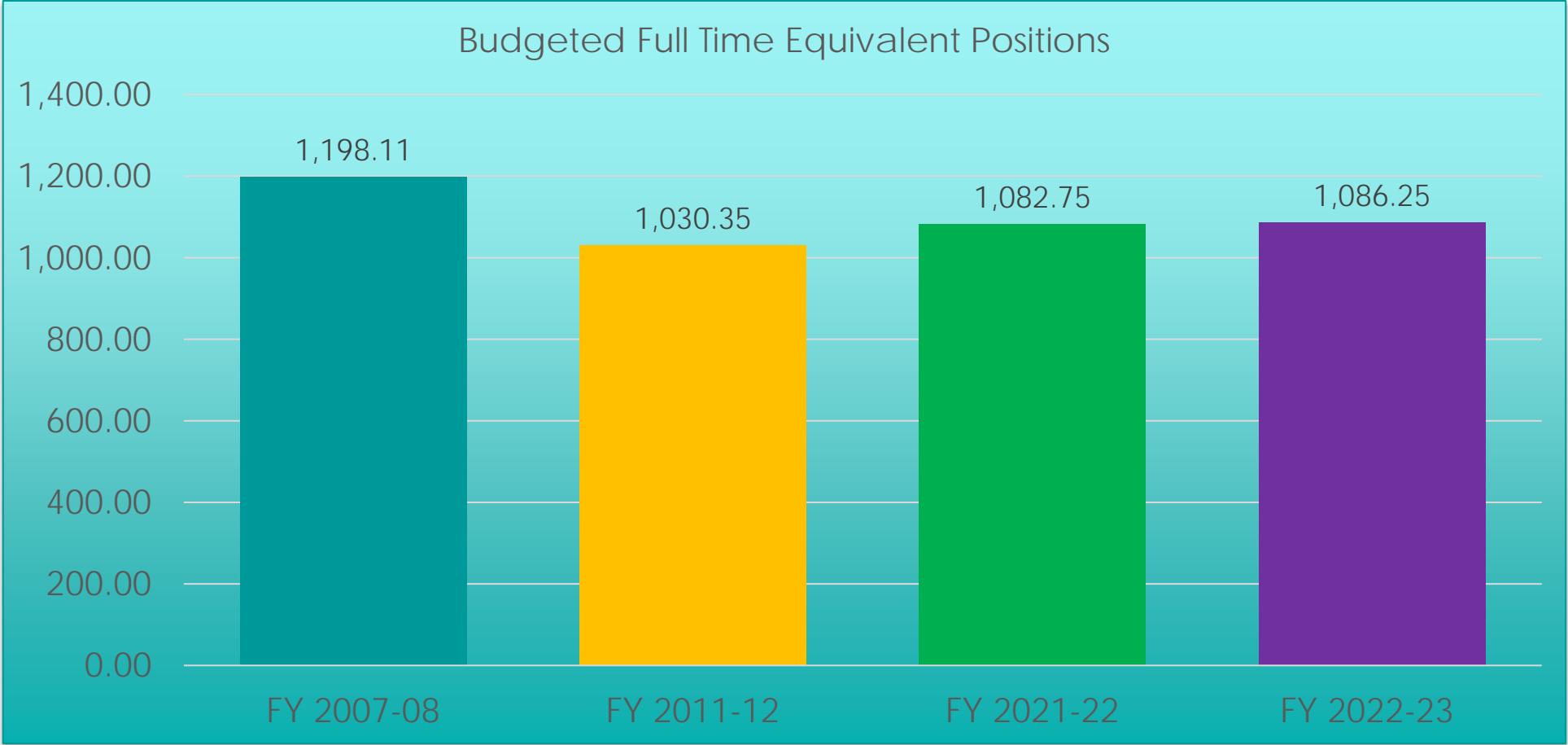
Position Allocations



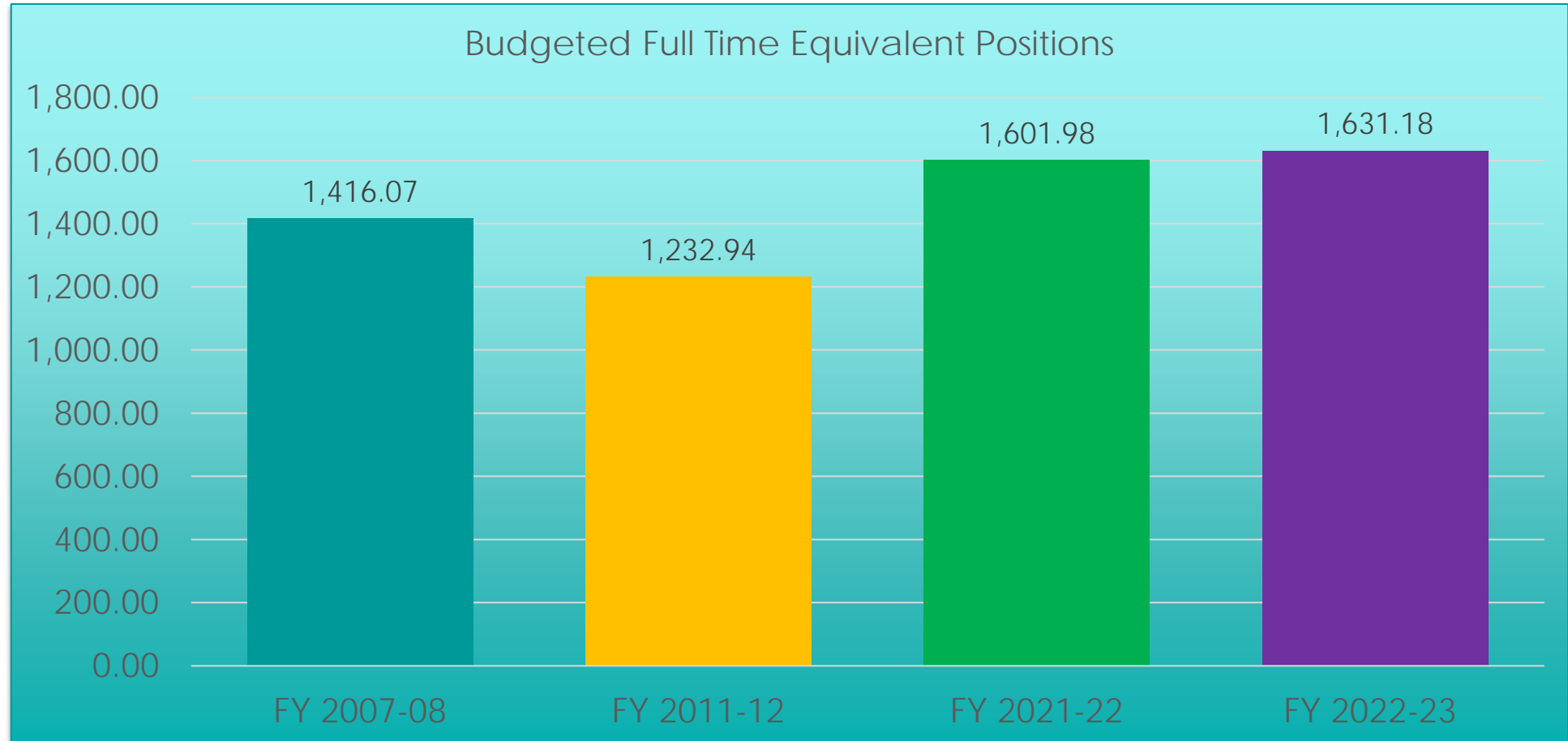
Position Allocations: Administration and Fiscal Services



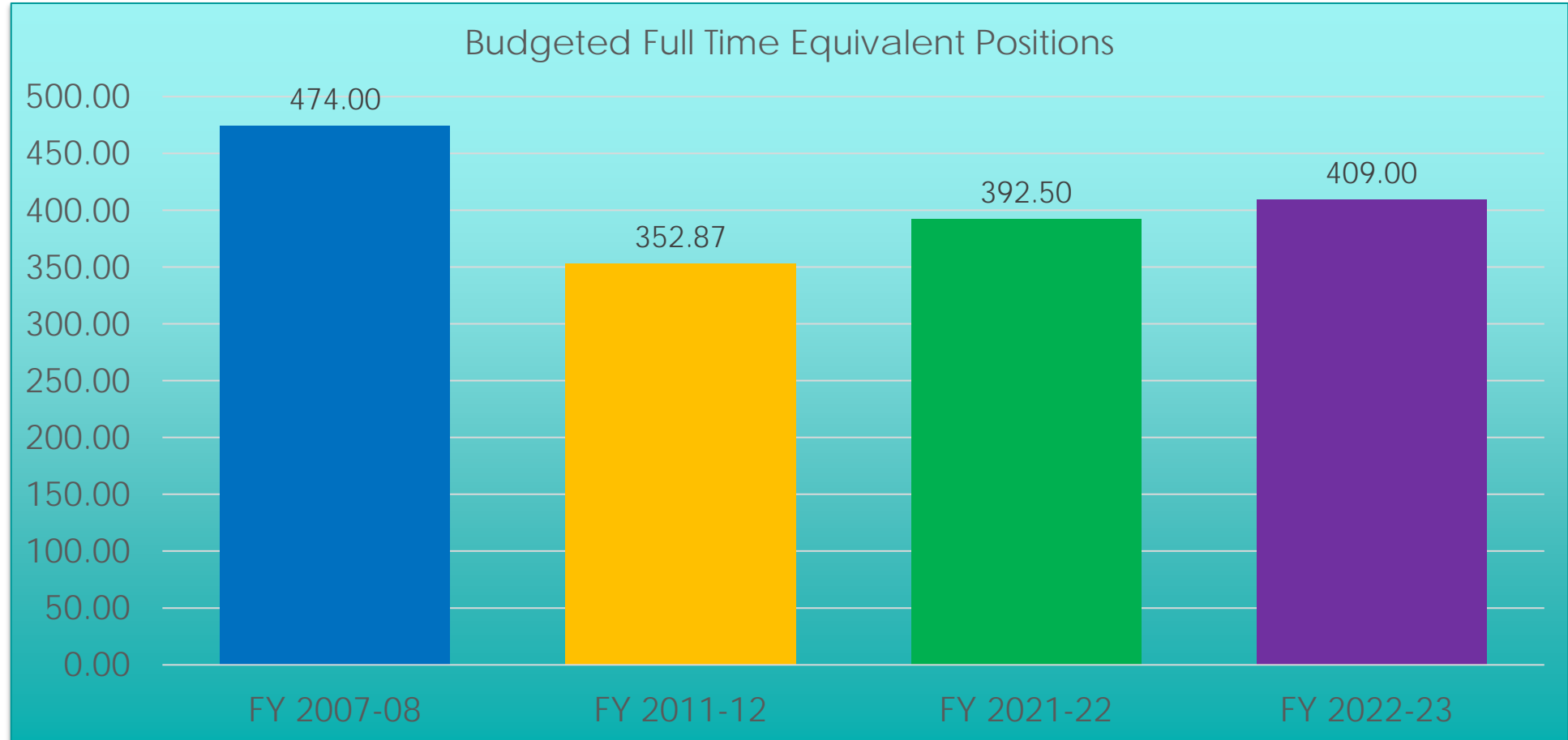
Position Allocations: Justice Services



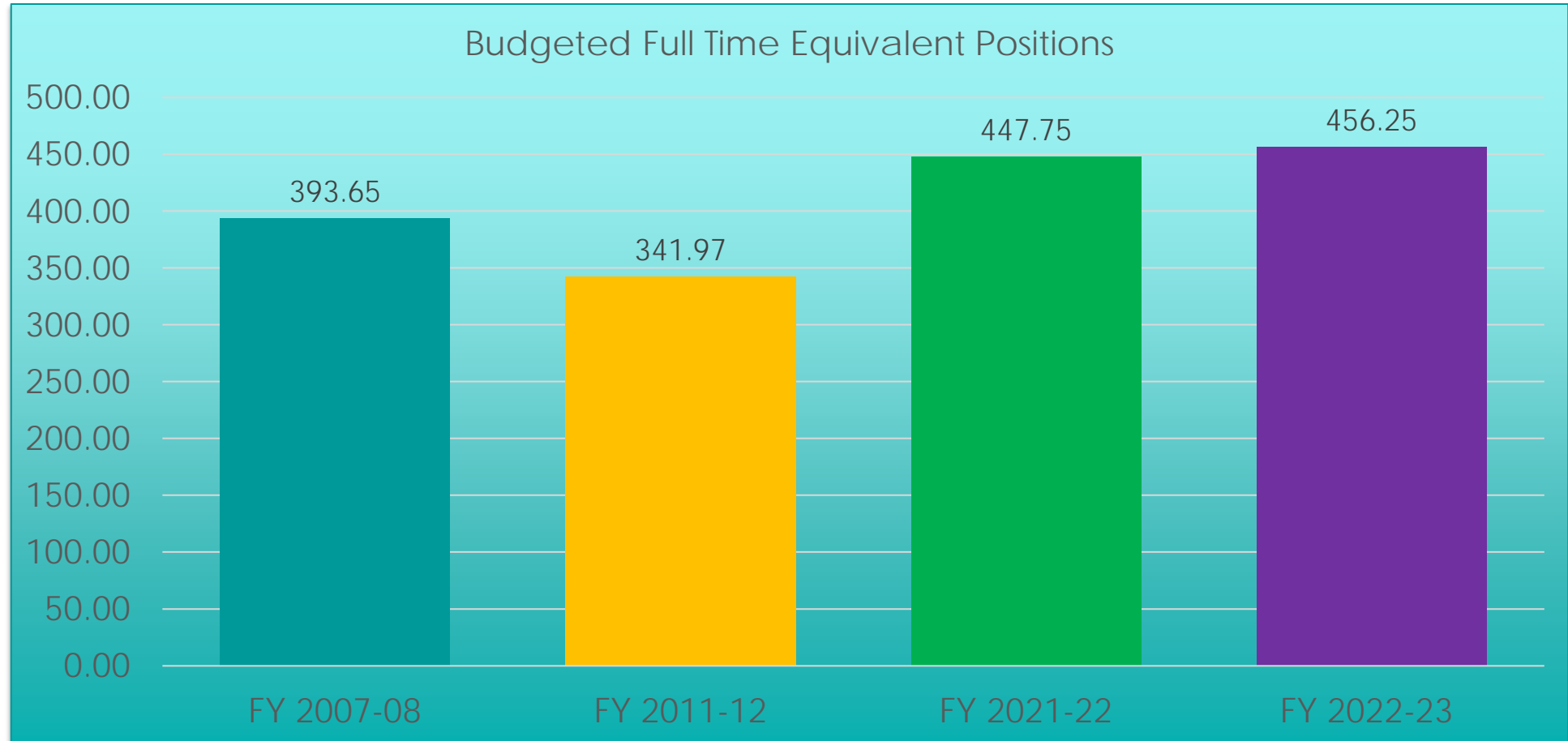
Position Allocations: Health and Human Services



Position Allocations: Development Services



Position Allocations: Natural Resources and Agriculture



Current Vacancies

As of June 7, 2022

Functional Area	Vacant 0-6 months	Vacant 6-12 months	Vacant over 12 months	Total	In Recruitment
Admin and Fiscal Services	33.00	14.50	22.90	70.40	28.00
Development Services	24.00	10.00	6.50	40.50	20.00
Health and Human Services	109.40	70.90	53.38	233.68	109.28
Justice Services	73.50	11.75	19.00	104.25	52.25
Natural Resources & Ag	20.00	9.00	10.80	39.80	10.80
Total	259.90	116.15	112.58	488.63	220.33



Supplemental Adjustments



Supplemental Adjustments

- Account for changes consistent with prior Board direction, but received too late to be included in the Recommended Budget.
 - Board actions taken after March 2, 2022
 - New information received after March 2, 2022



Supplemental Adjustments

- \$3.6 million in revenue and expenditure adjustments in the General Fund; largest driver is \$2.1M to continue the Sheriff's Helicopter Program in FY2022-23.



- \$46 million in expenditure adjustments and \$3 million in revenue adjustments in Other Funds; largest driver is appropriating approximately \$39M to implement American Rescue Plan Act projects approved by the Board.



Supplemental Adjustments – Position Changes

- All Position Changes in Supplemental Adjustments are associated with prior Board Direction

Department	Time-Limited	Ongoing	Total
Clerk Recorder Assessor	2.0	4.0	6.0
Community Development Commission	1.0		1.0
CAO and BOS		1.0	1.0
District Attorney	1.0		1.0
Economic Development Board	1.0		1.0
Health Services	6.0	0.2	6.2
Human Services	5.0		5.0
Permit Sonoma	5.0	1.0	6.0
Probation	2.0		2.0
Public Defender	2.0		2.0
Sheriff's Office		0.5	0.5
Open Space		3.5	3.5
Sonoma County Water		3.0	3.0
Transportation & Public Works		2.0	2.0
Total	25.0	15.2	40.2



Other Position Changes

- 12-Month Vacancy Sweeps – 4.0 FTE
 - 1.0 Janitorial Services Supervisor – General Services
 - 3.0 Probation Officer III – Probation Department





Looking Forward

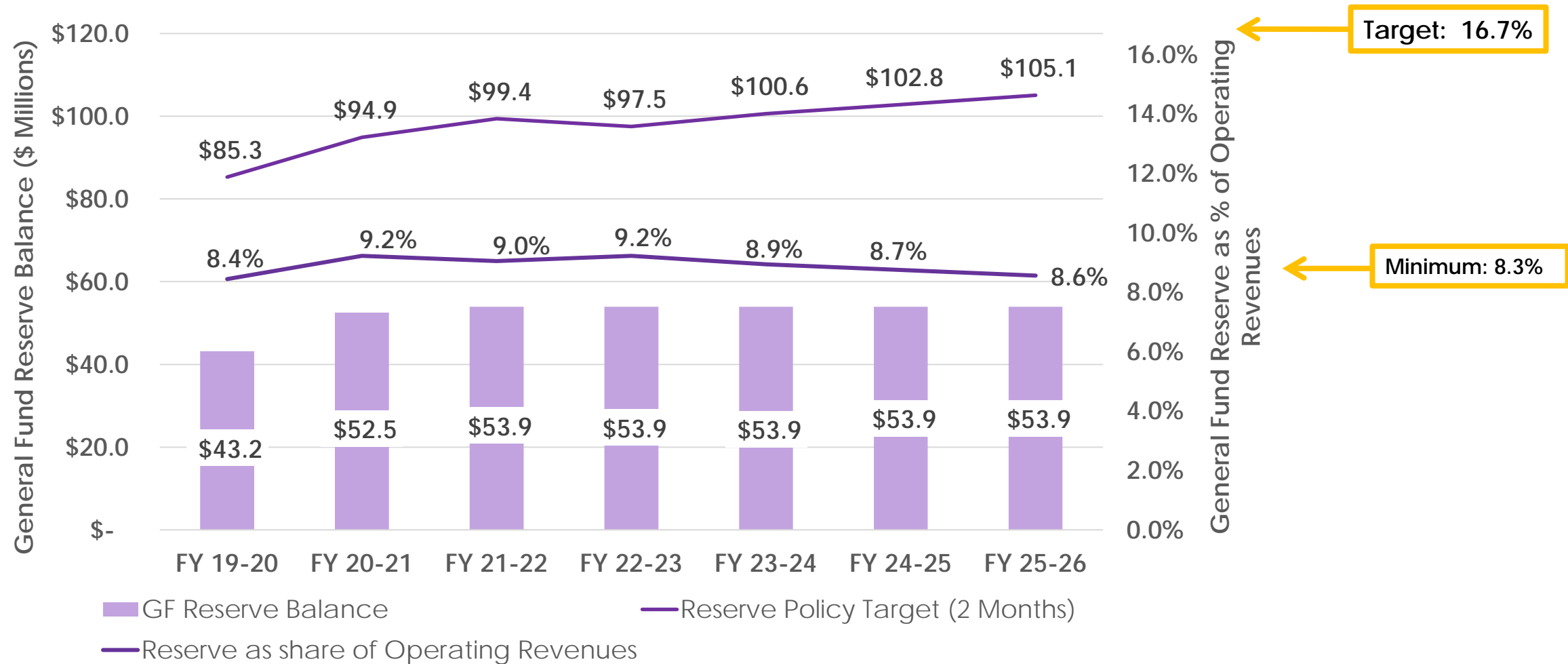


Fiscal Forecast

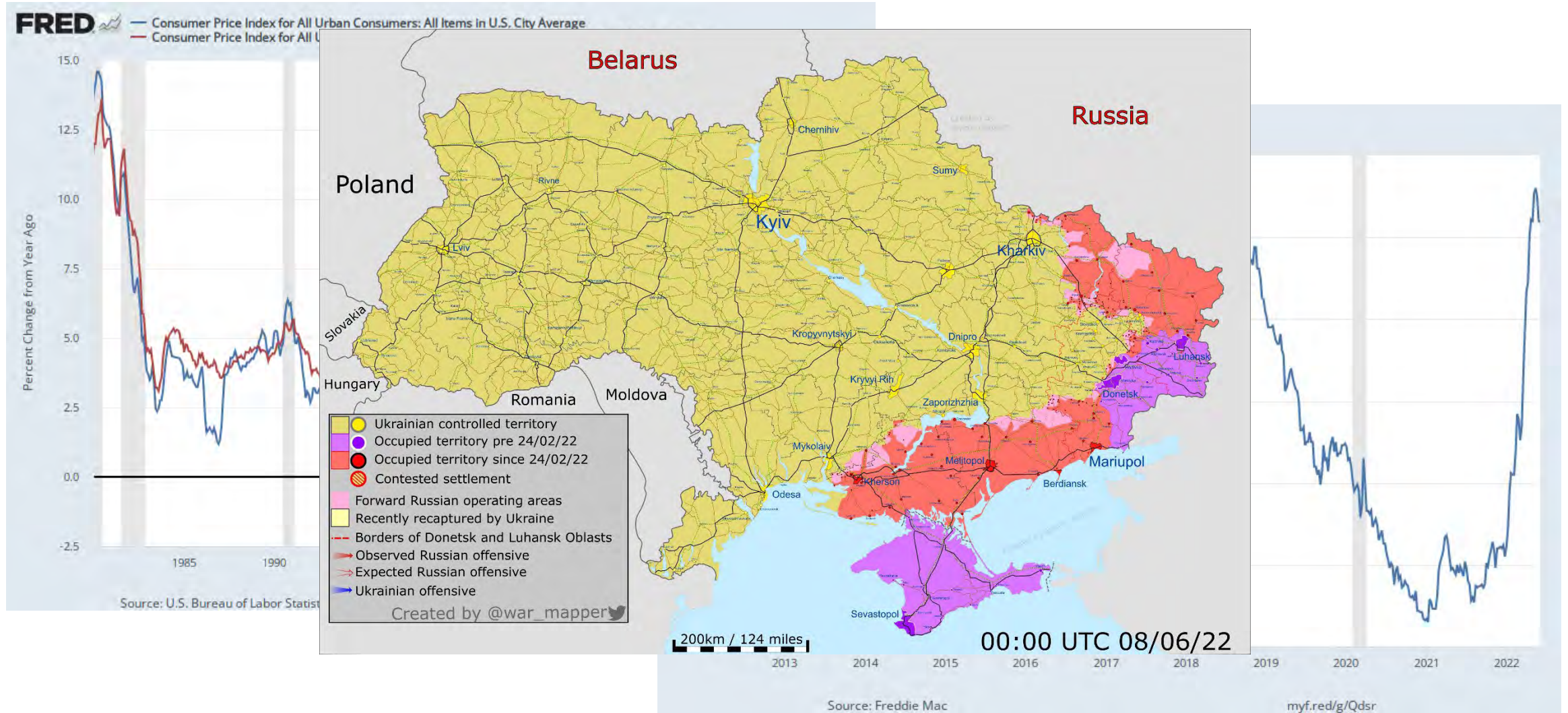
	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 25-26	FY 26-27
Total General Fund Sources	\$624.8	\$586.4	\$598.8	\$612.5	\$626.8	\$640.8
Total General Fund Expenditures	\$604.6	\$586.4	\$602.3	\$618.9	\$637.1	\$654.4
Total Surplus (Deficit)	\$20.2	\$0.0	(\$3.5)	(\$6.5)	(\$10.4)	(\$13.6)



General Fund Reserves



Uncertainty Abounds



Recession Coming?

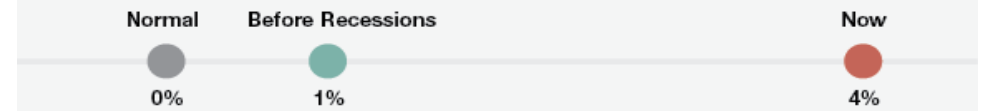
- Legislative Analyst's Office warns of heightened risk of recession in next two years

Figure 8

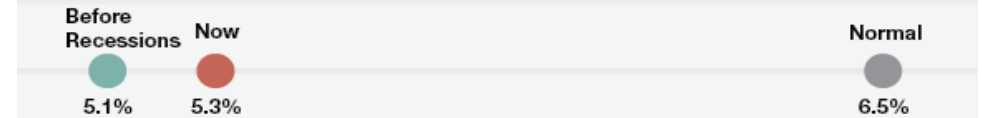
Economic Indicators Point to Elevated Recession Risk

Below, we compare the current values of four economic indicators to normal time periods as well as years leading into past recessions. The data covers the seven recessions since 1973.

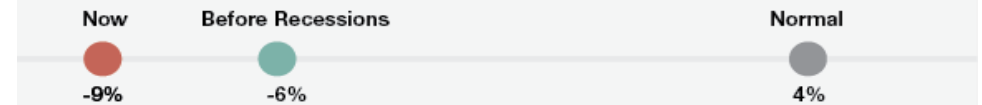
Rising Inflation | California Inflation Relative to Prior Three Years



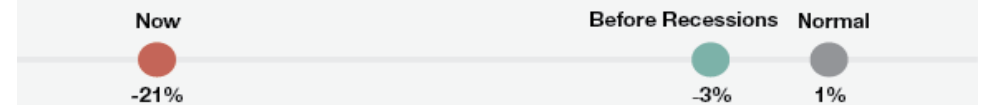
Tight Labor Markets | California Unemployment Rate



Slowing Home Sales | Annual Change in U.S. New Home Sales



Falling Consumer Sentiment | Annual Change in Consumer Sentiment Index

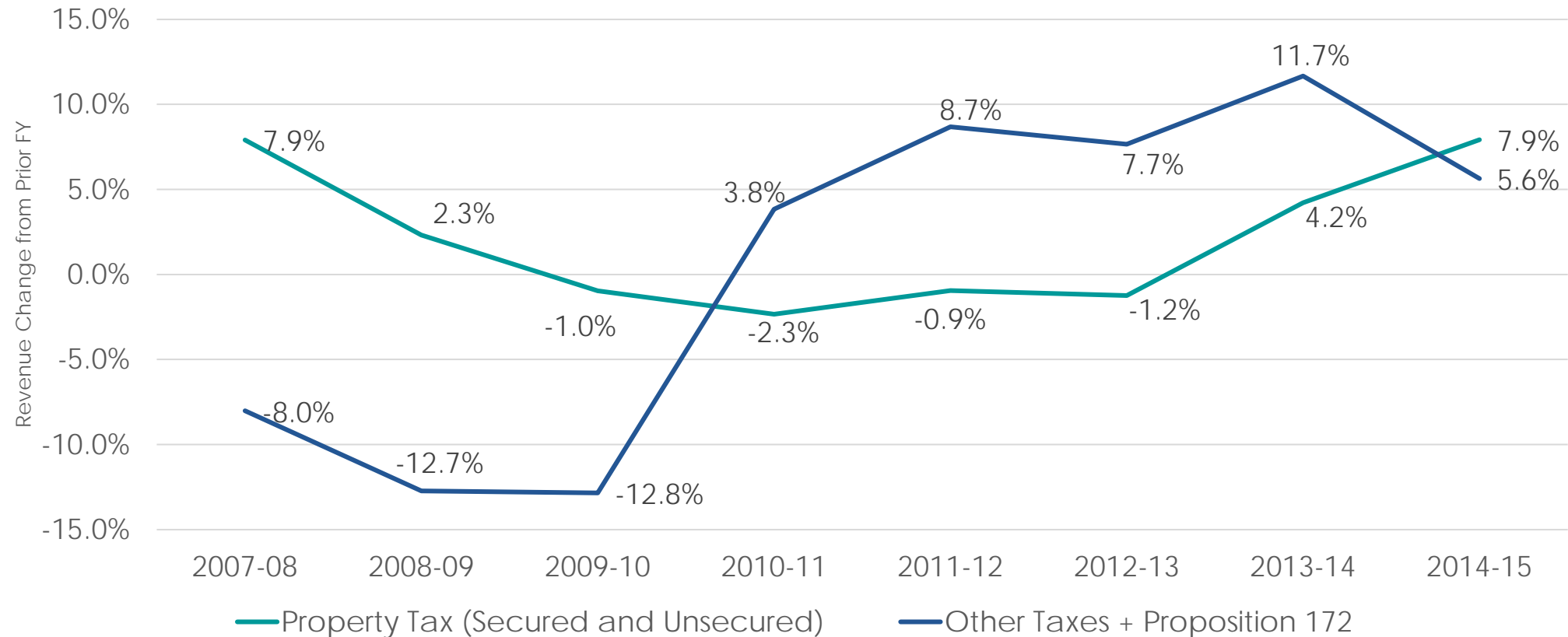


LAOA



What Could it mean

Revenue Changes during the Great Recession



Labor Uncertainty

- Will enter negotiations with all bargaining units in coming year
- Recruitment and retention are major concerns throughout the County
- Labor market remains tight



Questions?

