

RESILIENCY



County of Sonoma Board of Supervisors Nov. 19, 2019

Fiscal Projections & New Year Budget Plan



Economic Information



Economic Overview: National

Say-No-to-Miserabilism Dr. Thornberg

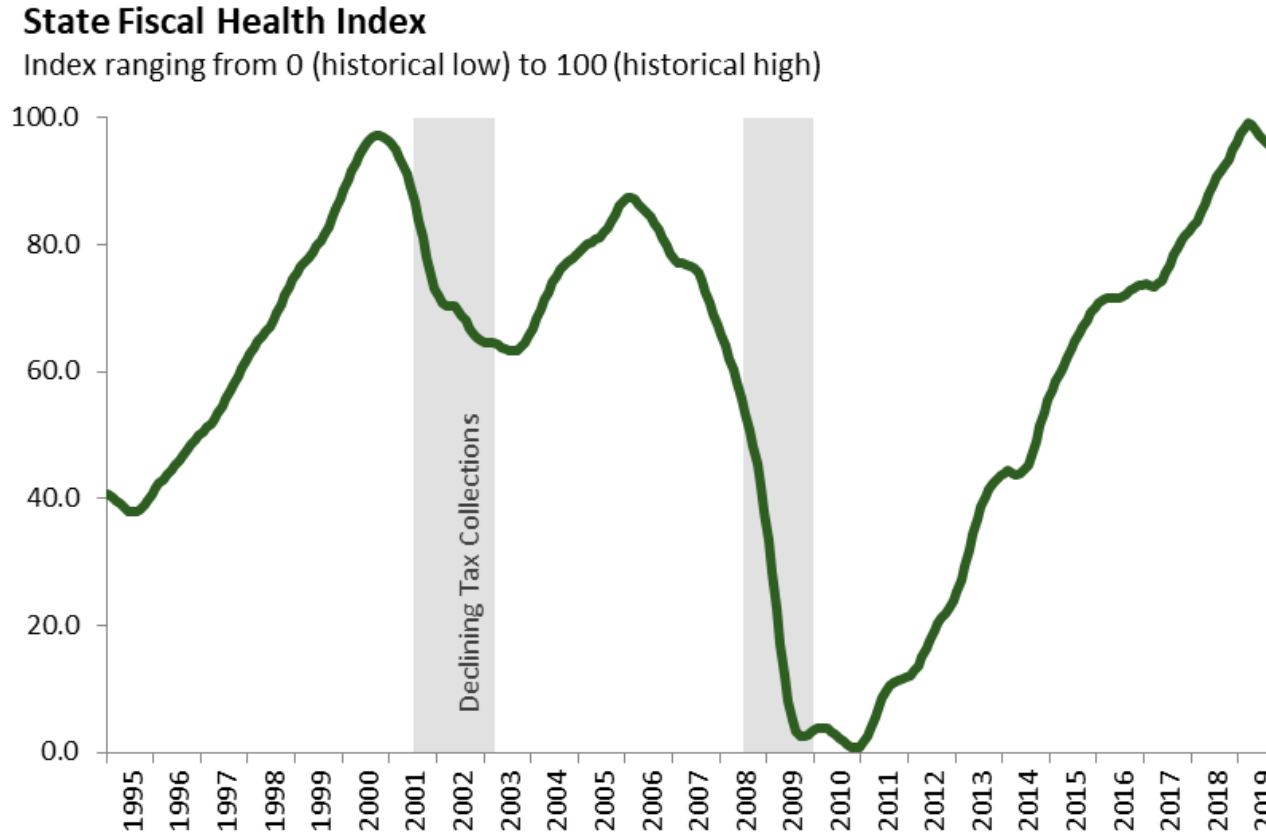
- Increase Housing Inventory to promote Economic Development
- Keep an eye on Political turmoil
- Climate Change is a Concern

Source:

<http://sonomaedb.org/WorkArea/DownloadAsset.aspx?id=2147579893>



Economic Overview: State Legislative Analyst's Office

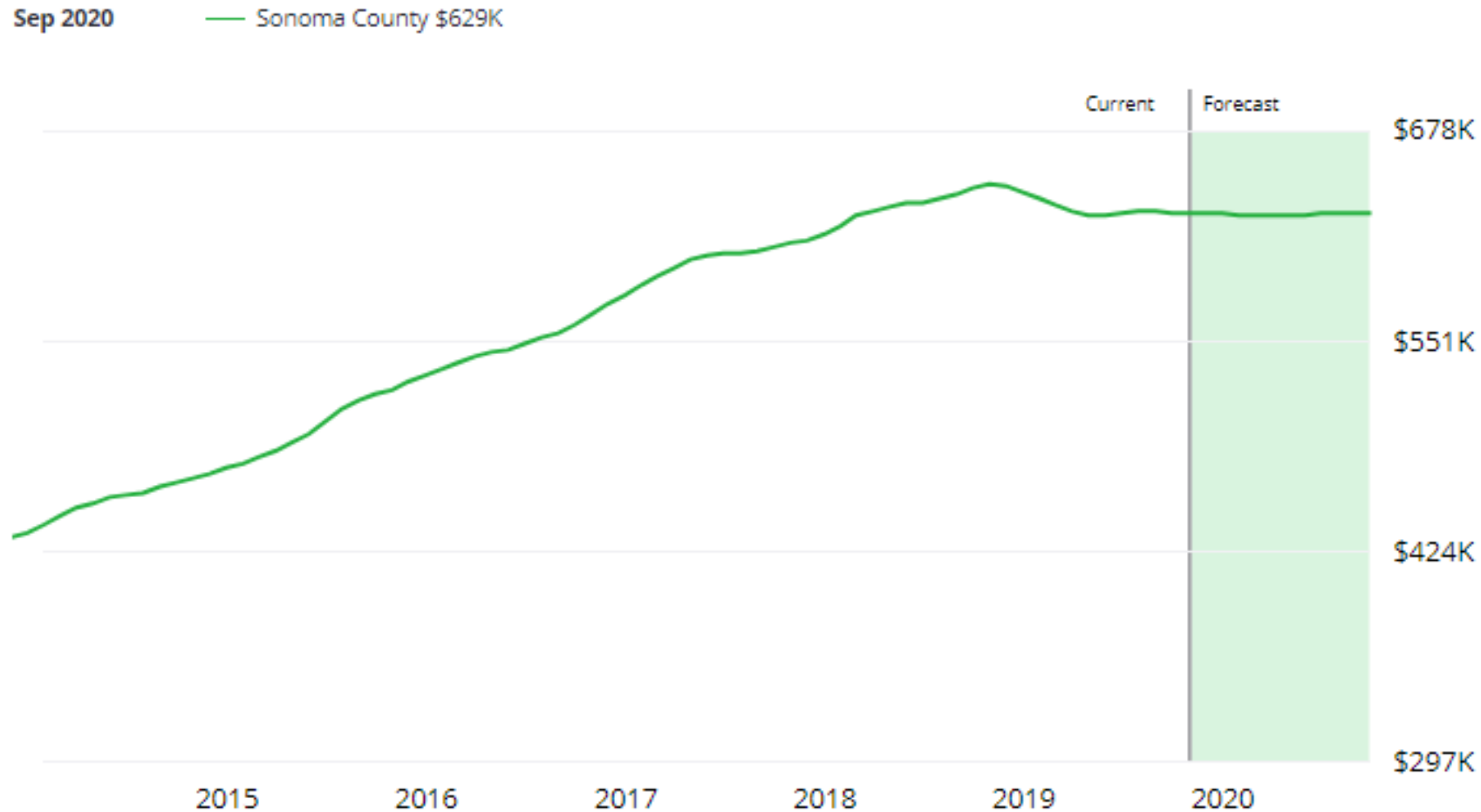


Source:

<https://lao.ca.gov/LAOEconTax/Article/Detail/404>



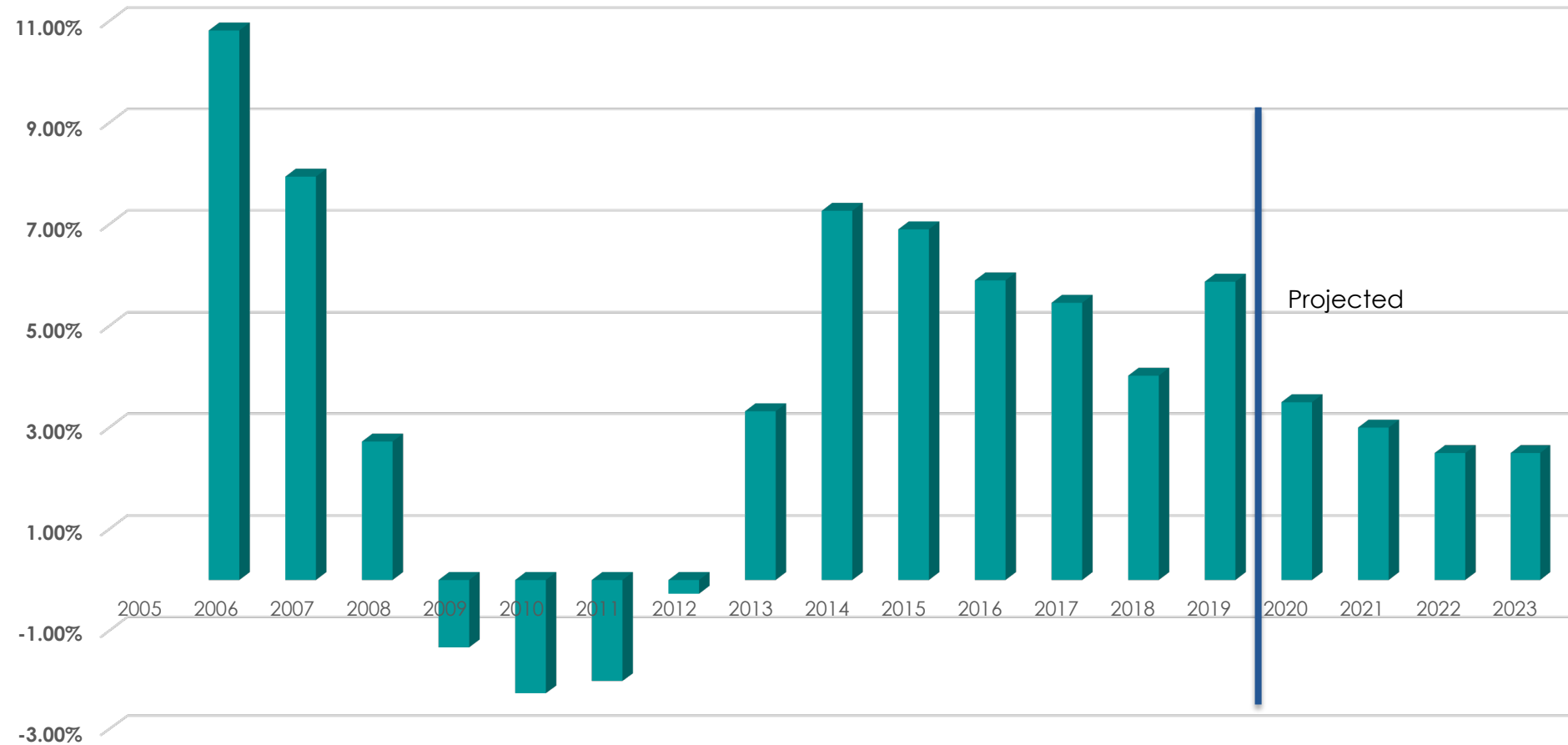
Local Information: Median Home Price



Source: <https://www.zillow.com/sonoma-county-ca/home-values/>



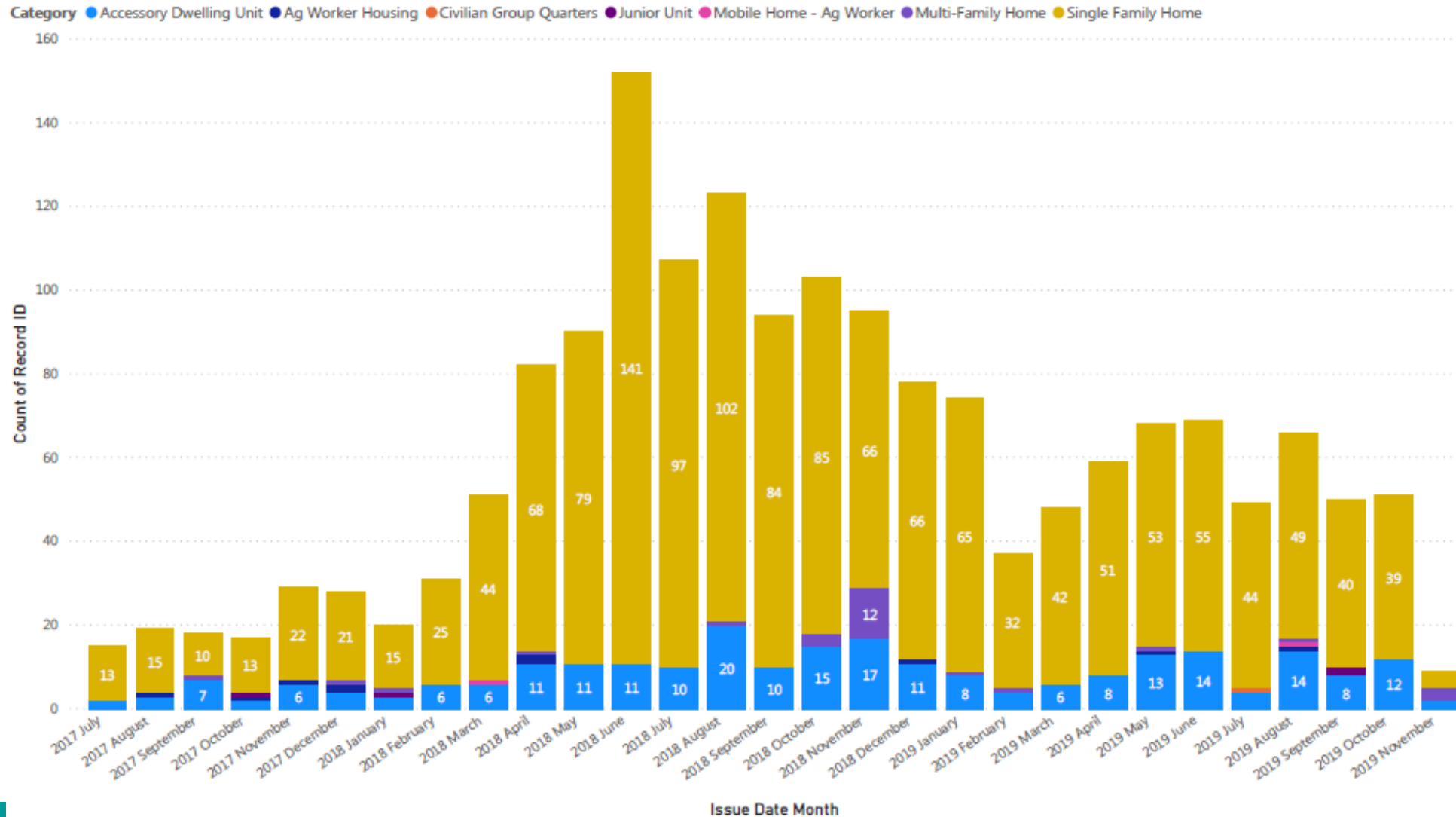
Local Information: Assessed Property Value



Source: [item #26, 08/20/2019](#) presentation to the Board



Local Information: Permits for Unincorporated



Projections

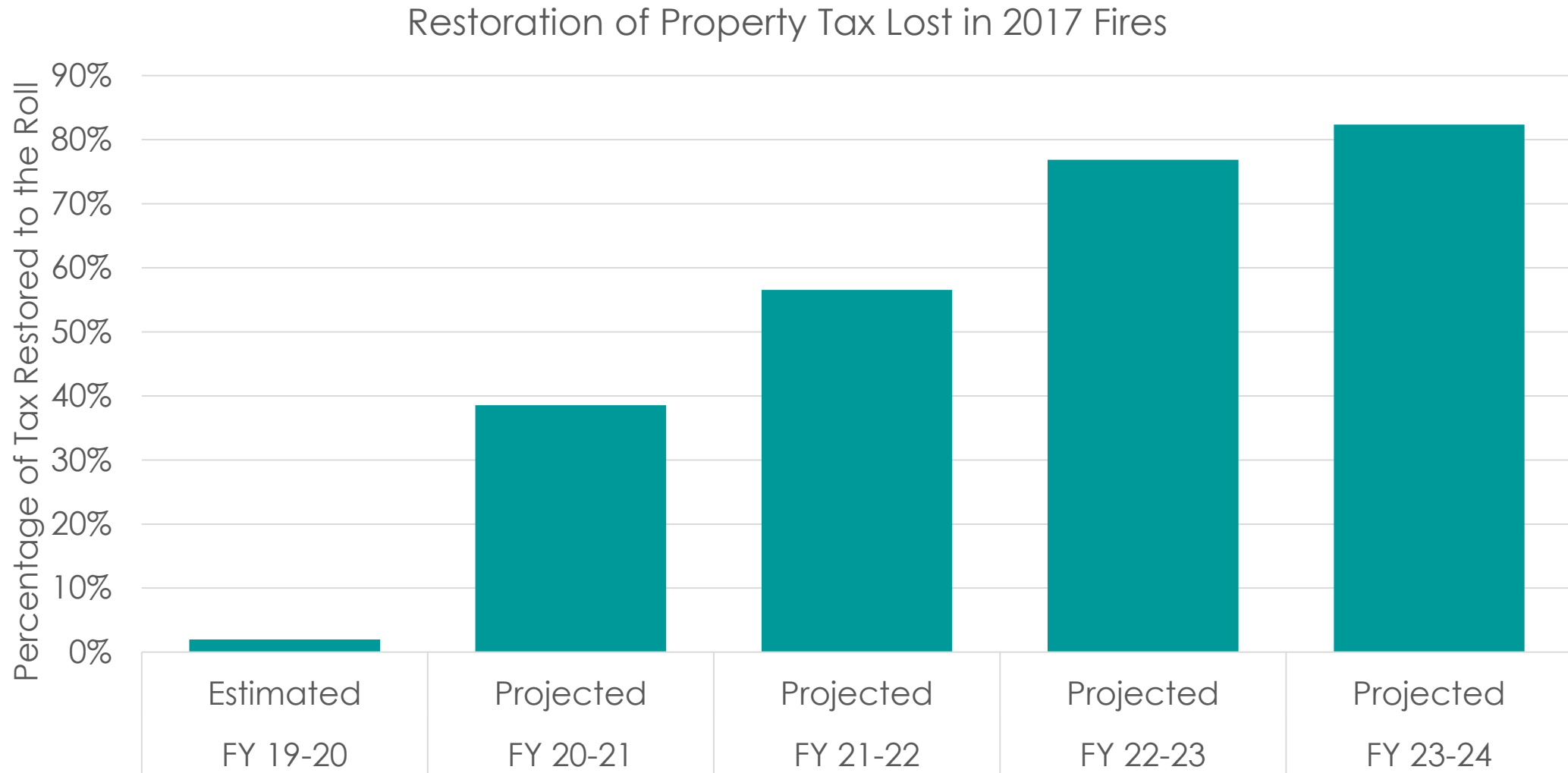


General Fund

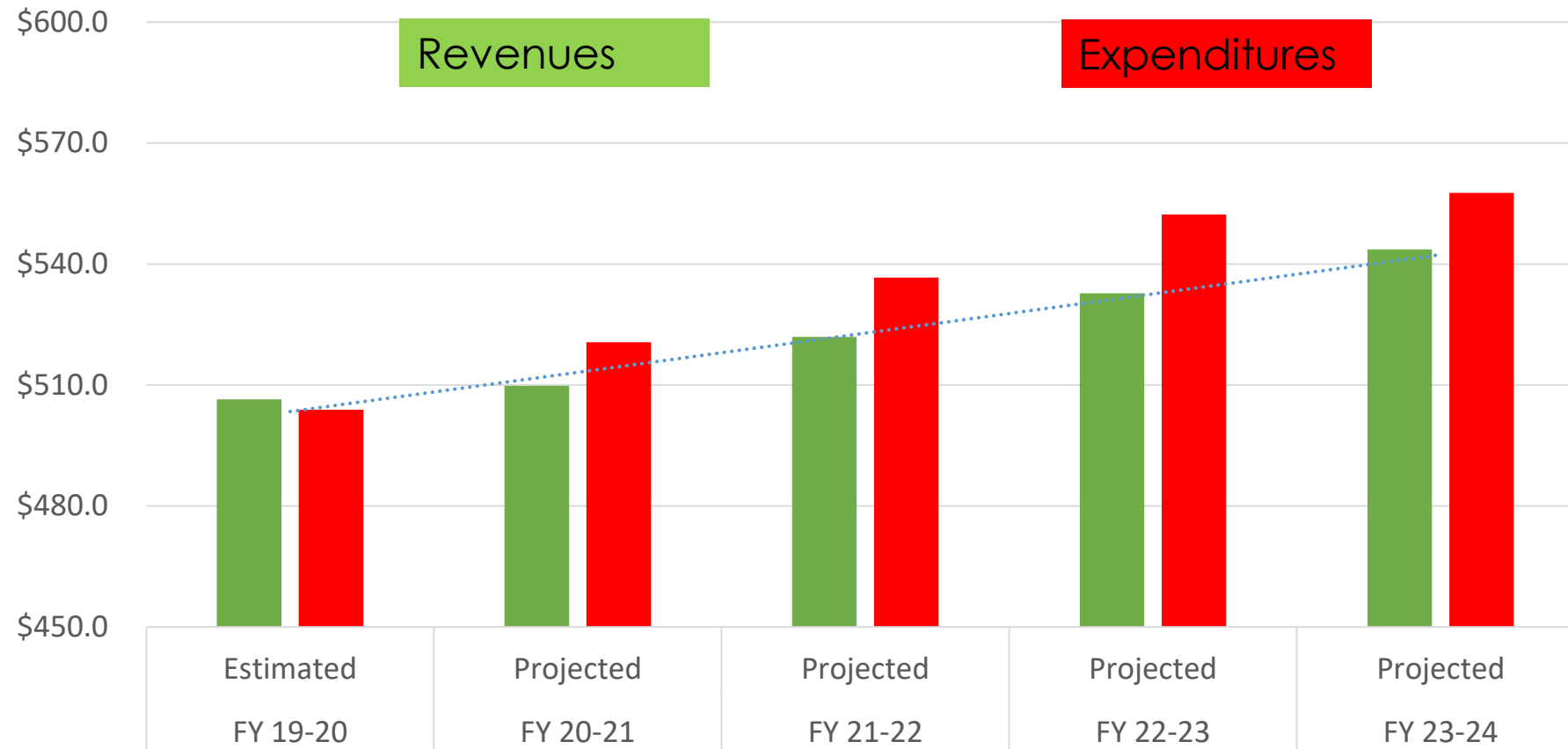
<i>In Millions</i>	FY 19-20 Estimated	FY 20-21 Projected	FY 21-22 Projected	FY 22-23 Projected	FY 23-24 Projected
Taxes	\$297.4	\$308.0	\$317.7	\$325.5	\$333.4
Non-Tax Revenues	\$209.1	\$201.7	\$204.2	\$207.2	\$210.2
Total Sources	\$506.4	\$509.8	\$521.9	\$532.7	\$543.6
Wages & Benefits	\$356.2	\$380.5	\$389.5	\$398.6	\$398.7
Non-Salary & Benefit Expenses	\$147.6	\$140.1	\$147.2	\$153.7	\$159.0
Total Uses	\$503.9	\$520.6	\$536.7	\$552.3	\$557.7
Total Surplus (Deficit)	\$2.6	(\$10.8)	(\$14.8)	(\$19.6)	(\$14.1)



Local Information: 2017 Rebuilds

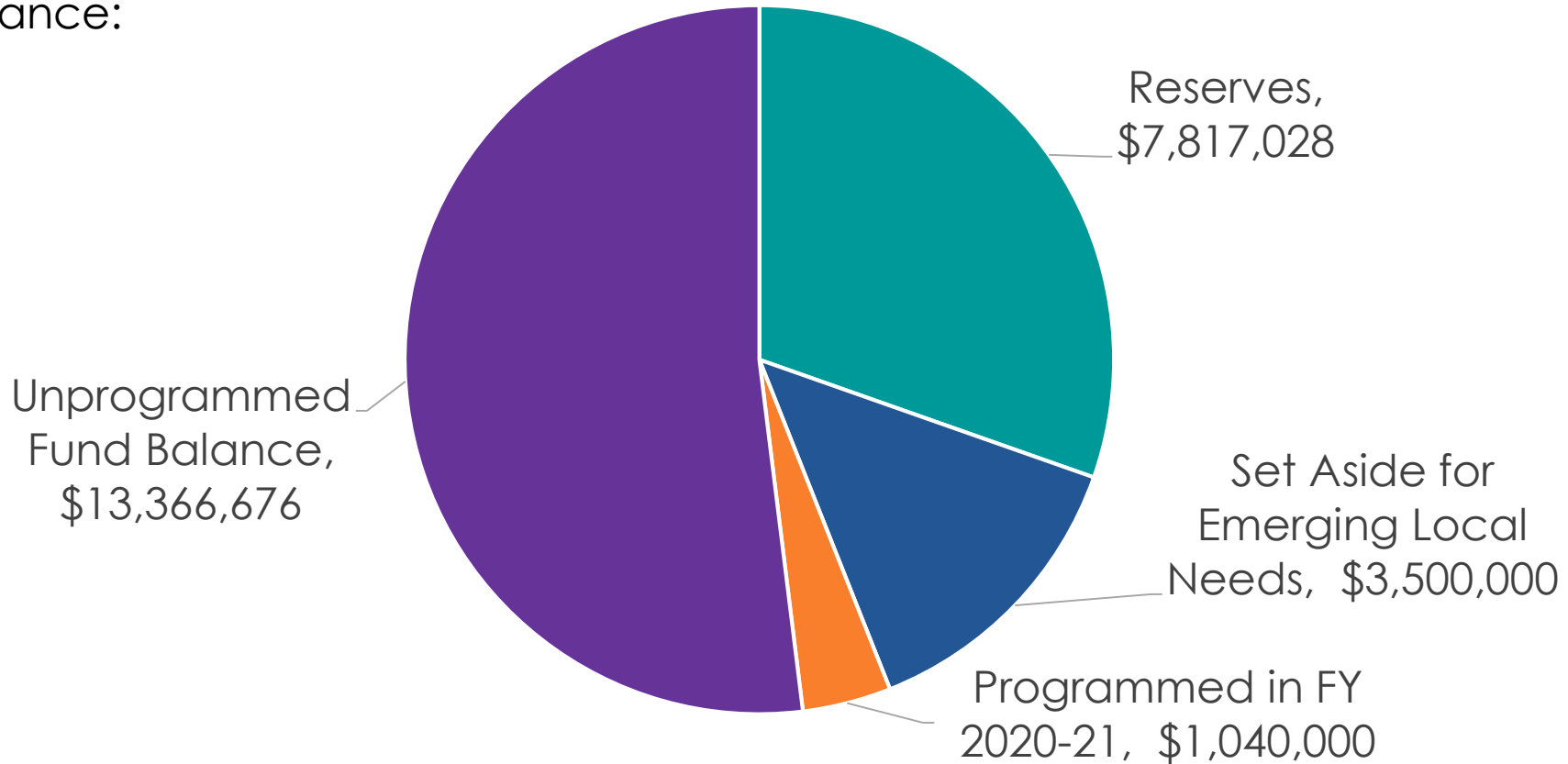


General Fund



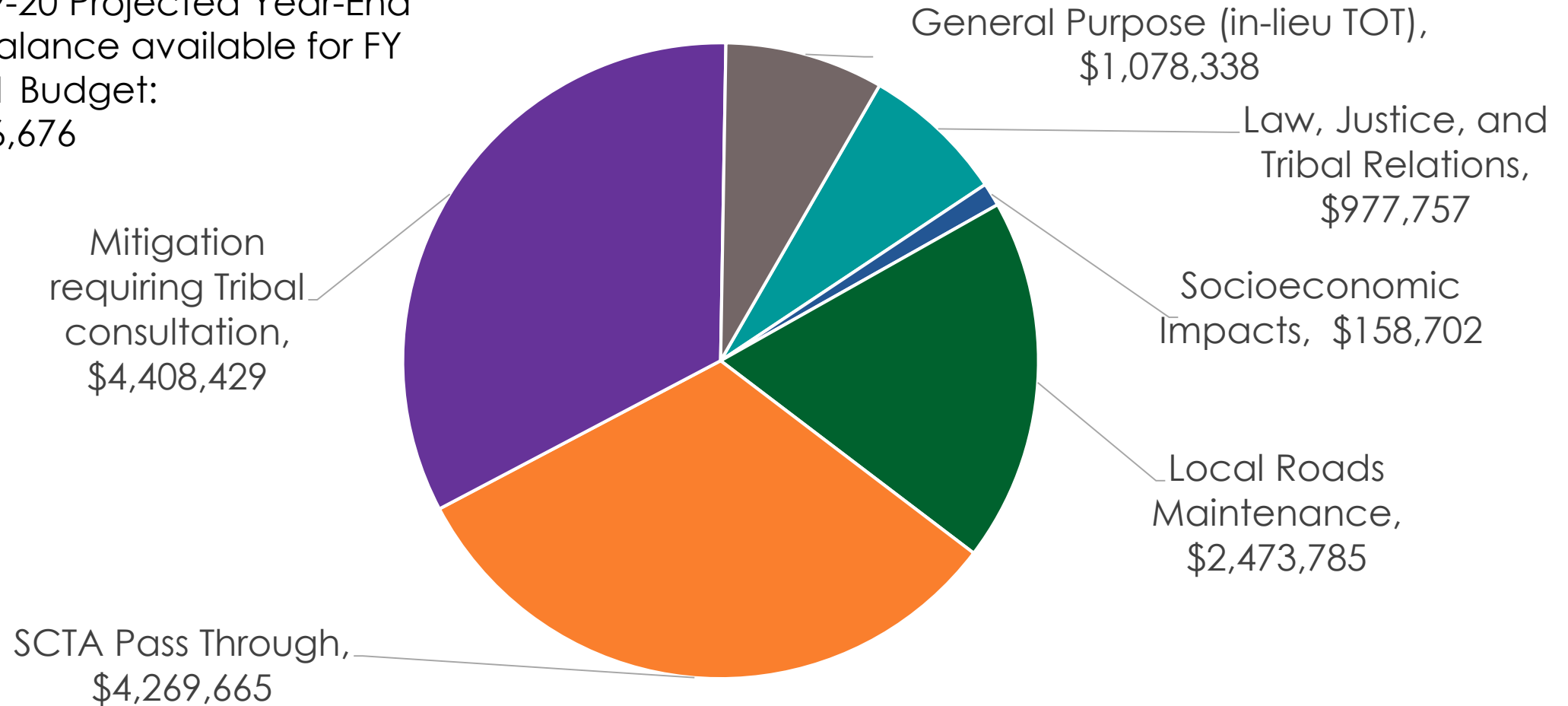
Graton Tribal Funds

Total FY 2019-20 Projected Year
End Fund Balance:
\$25,723,704

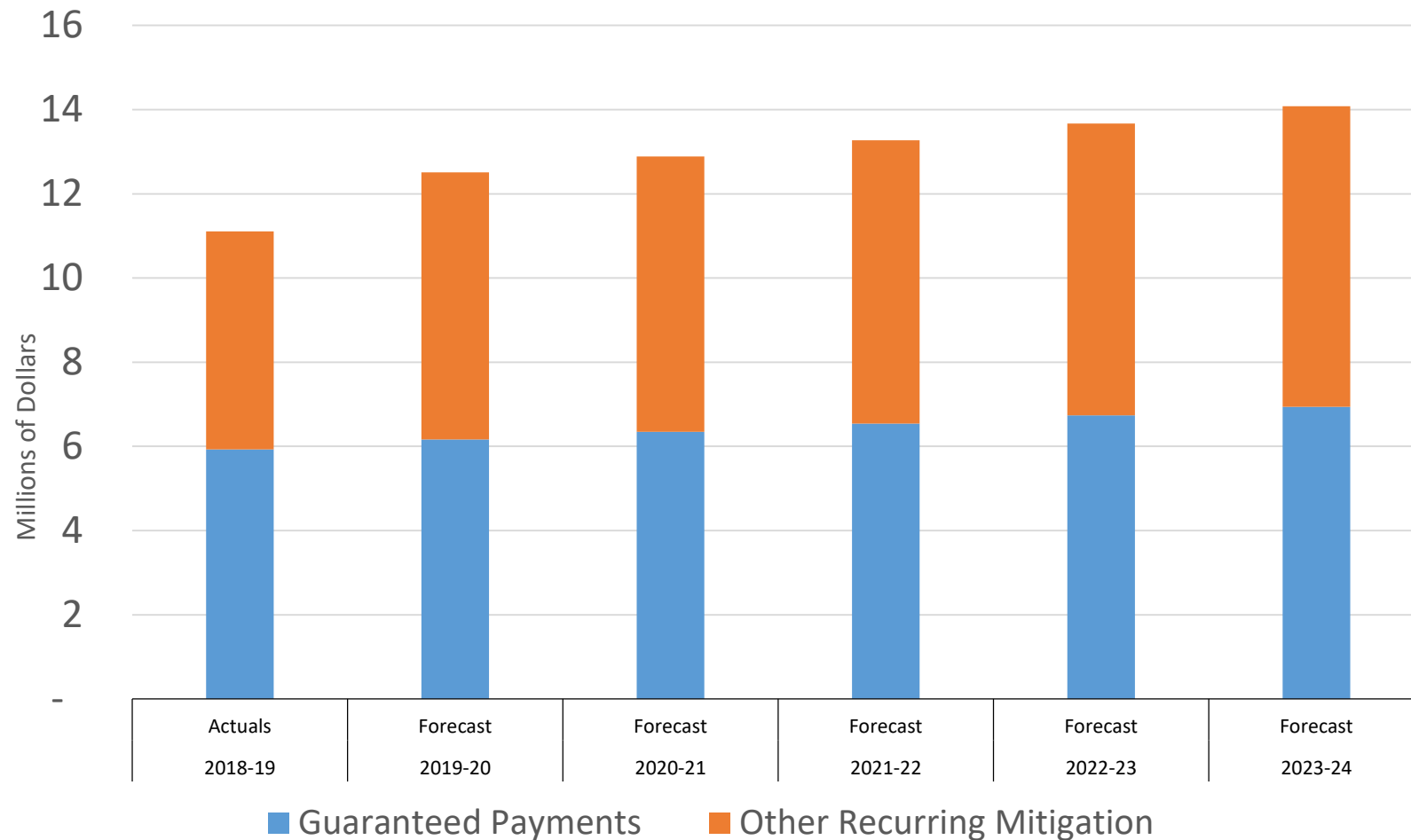


Graton Tribal Funds

FY 2019-20 Projected Year-End
Fund Balance available for FY
2020-21 Budget:
\$13,366,676

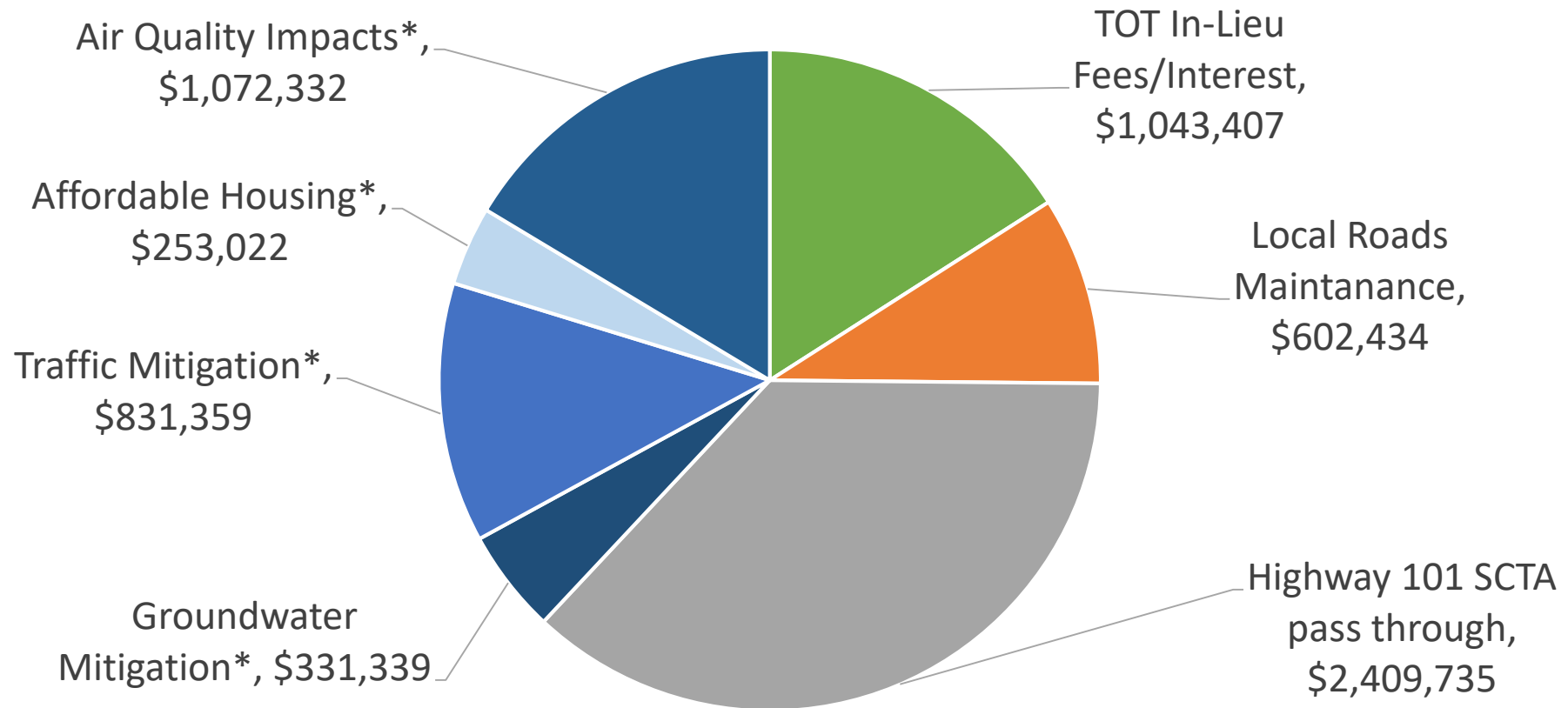


Graton Tribal Funds



Graton Tribal Funds

Other Recurring Mitigation Ongoing Revenue



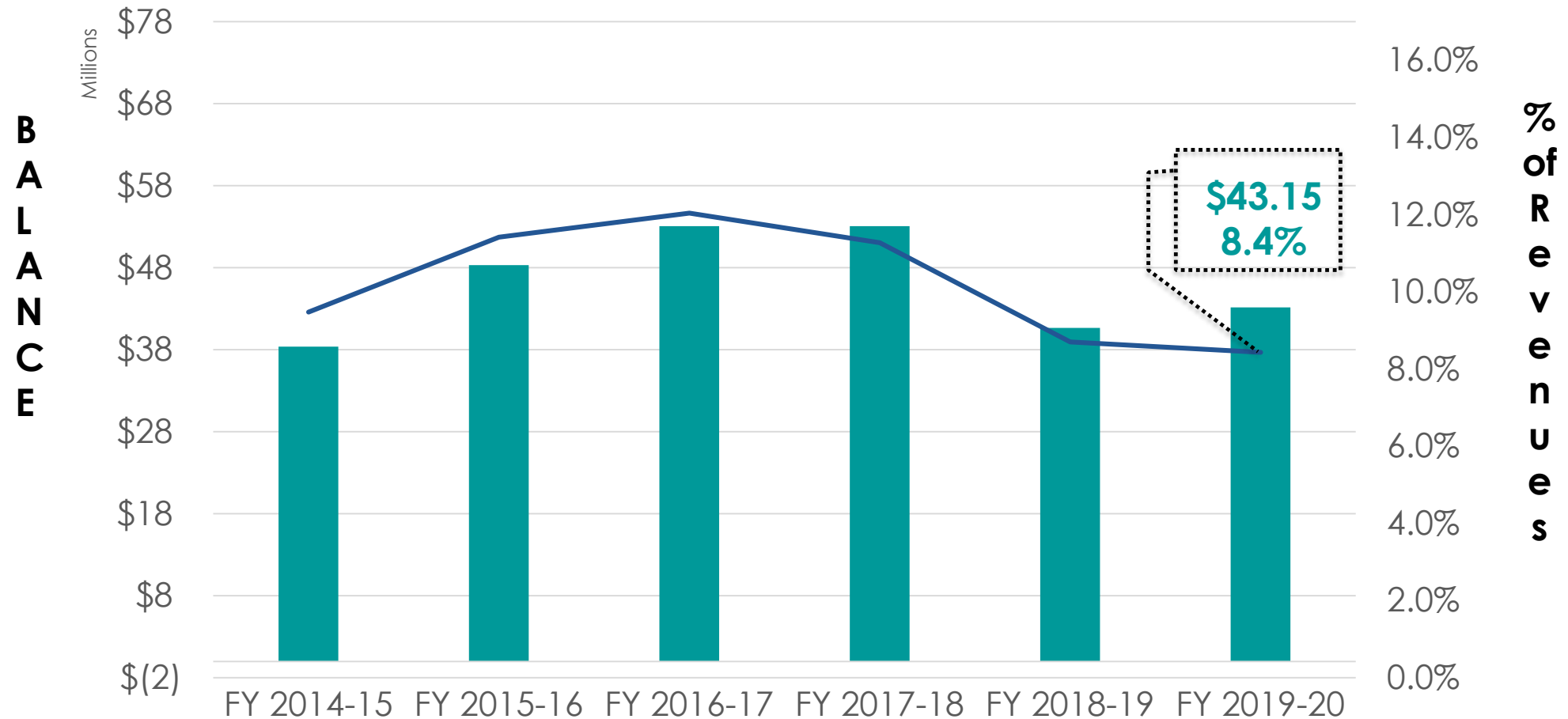
*Requires tribal consultation



Other Significant Fiscal Areas



Board's Main Reserve – A look back...



Board's Main Reserve

Fiscal Year (in millions)	Adopted FY 19-20	Projected FY 20-21	Projected FY 21-22	Projected FY 22-23	Projected FY 23-24
GF Reserve at Current 8.4% of GF Revenues	\$43.15	\$44.19	\$45.21	\$46.12	\$47.04



Pension Costs (not including Retiree Medical-OPEB)

In Millions	FY 14-15 (Actual)	FY 15-16 (Actual)	FY 16-17 (Actual)	FY 17-18 (Actual)	FY 18-19 (Prelim. Actual)	FY 19-20 (Revised Budget)
Pension Contributions to SCERA	\$60.2	\$65.3	\$59.0	\$63.4	\$63.4	\$65.5
Pension Obligation Bonds	\$40.2	\$42.2	\$44.1	\$46.4	\$48.4	\$50.4
Unfunded Liability Pre-Payments		\$3.6				\$7.0
Total Pension Costs	\$100.4	\$111.1	\$103.1	\$109.8	\$111.8	\$122.9
Total Salaries & Benefits Costs	\$526.2	\$551.4	\$589.9	\$611.8	\$608.1	\$668.0
Pension Costs as % of Total S&B	19.1%	20.1%	17.5%	17.9%	18.4%	18.4%

- Pension Cost Target = 10.0% of Total Salaries and Benefits
- In 2018, the County reported that the 10.0% target may be achievable by 2030; however, this estimated date is subject to change based on actual experience over time.
- The County's annual State of the Retirement System Report also tracks pension costs as a percentage of total revenue and pensionable payroll.



FY 2020-21 Budget Plan



Main Strategies & Key Dates

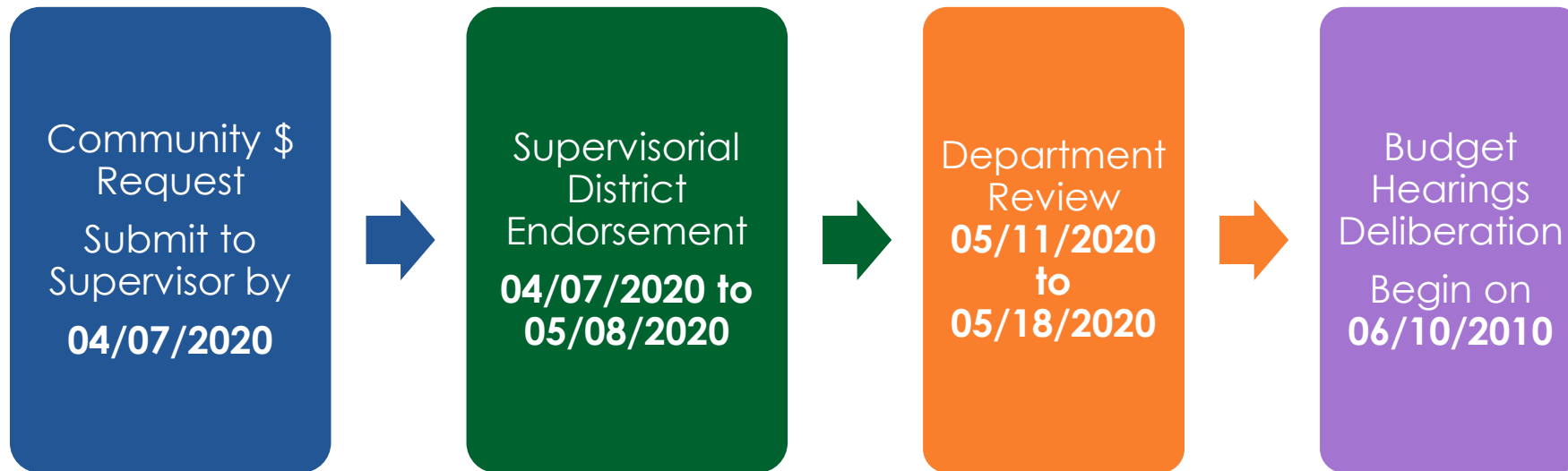
- 11/25/2019 Distribute Available GF Support to Departments
- 03/02/2020 Receive Program Changes & Restorations/Add-Backs
- 04/07/2020 Last Day for Community & Board Funding Requests
 - NEW → Community Request Must Be Sponsored by Board Member
- 04/28 to 04/30 Budget Workshops – Individual Budget Presentations
- 05/08/2020 Requests for Information from the Board
- 05/15/2020 Recommended Budget [Online Publication](#) [hyperlink]
- 06/10 – 6/19 Conduct Budget Hearings



Community FY 2020-21 \$ Requests

- **County Budget Act** https://www.sco.ca.gov/Files-ARD-Local/CBG_Appdx_B.pdf

“A revision to the recommended budget after the start of the public hearing held pursuant to Article 4 (commencing with Section 29080) shall be made only if the revision is proposed in writing and filed with the clerk of the board prior to the close of the public hearing, or approved by a four-fifths vote of the board after the close of the hearing.”



LONG TERM FISCAL SUSTAINABILITY



Requested Actions

- A. Review Five Year General Fund Fiscal Projections
- B. Accept the FY 2020-21 Budget Development Plan and Direct Staff to Implement
- C. Direct Staff to Maintain the FY 2020-21 Reserve at the current 8.4% level

