



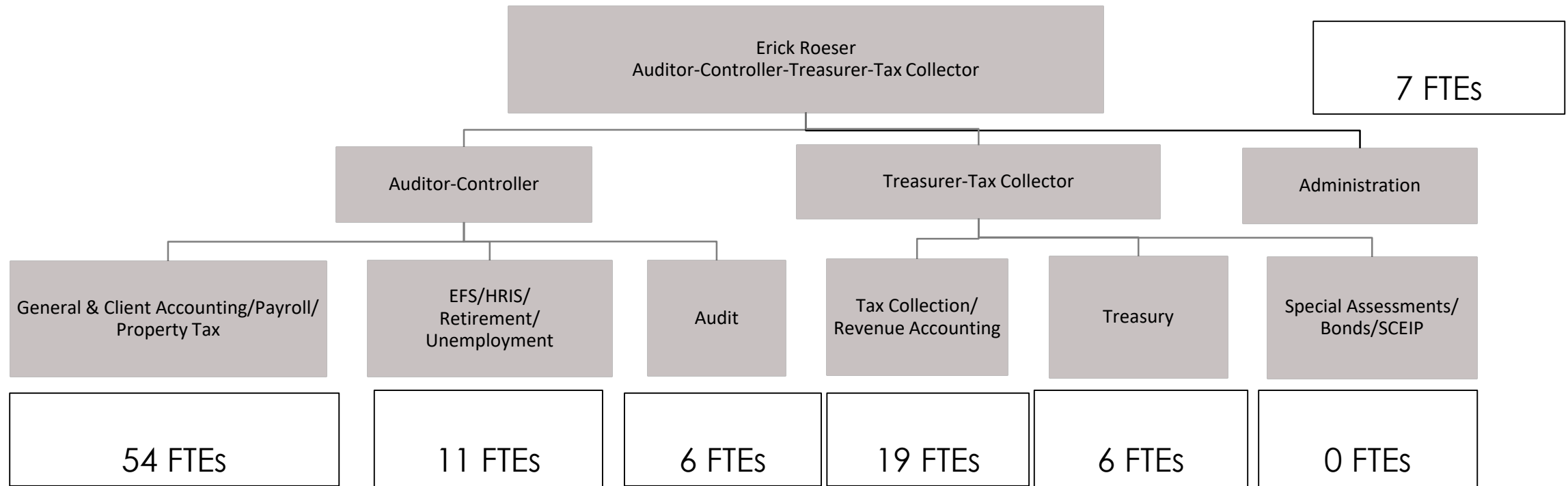
# FY 2020-21 Budget

## Budget Workshops

Auditor-Controller-Treasurer-Tax Collector

# Department Overview

FY 2019-20 ADOPTED: \$ 163,645,862  
FY 2020-21 RECOMMENDED: \$ 164,296,874  
NET CHANGE: \$ 651,012  
TOTAL FTE: 103



# State and Federal Impacts to FY 2020-21 Budget

- N/A



# Departmental Funding Sources Impacts

Funding Source	Rcmd. Budget	Adjusted Amt.	% of Source
General Fund Contribution	\$6,027,232	-\$602,468	-10%
State, Federal & Other Funds	\$0	\$0	0%
Fees & Charges for Services	\$7,331,080	\$0	0%
Transient Occupancy Tax*	\$831,300	-\$222,900	-27%
(Reflect sources from list below)	\$0	\$0	0%
(Reflect sources from list below)	\$0	\$0	0%
Other Departmental Revenue	\$729,162	\$0	0%
Departmental Fund Balance	\$0	\$0	0%
Internal Reimbursements & Transfers	<u>\$4,214,295</u>	<u>\$0</u>	<u>0%</u>
<b>Total Sources</b>	<b>\$19,133,069</b>	<b>-\$825,368</b>	<b>-4%</b>

*\*TOT adjusted amount excludes \$265,808 impact of TOT allocation policy implemented in FY19-20*



# Department Managed Fund Balances Available for 1X Source Decline Backfill

Fund Description	Total Available	Proposed Amount
N/A		



# Summary of Proposed Adjustments Aligning to Reduced Estimated Sources

Description	Amount	FTE Allocation	Possible FTE Layoff*
Internal Audit Program (GF/TOT reductions)	-\$717,368	-3.0	1.0
TOT / BIA Collection Program**	-\$373,808	-2.0	1.0
<b>Total Reductions</b>	<b>-\$1,091,176</b>	<b>-5.0</b>	<b>2.0</b>

*\*Actual Layoffs are in the process of being reviewed*

*\*\*Includes \$265,808 impact of TOT allocation policy implemented in FY19-20*



# Summary of Impacts of Proposed Adjustments

## Internal Audit Program

- 50% reduction in program staff including reassignment of 1 FTE
- Increased Risk of Fraud, Waste and Abuse
  - Eliminate risk-based audit program under Board approved Charter (best practice)
  - Unable to implement Whistleblower Hotline (CAFR audit recommendation)
  - Perform only mandated and revenue supported audits
- Reduced Disaster Finance support
  - Increased Risk of Disaster Grant De-obligations
  - Possible delays in claim submissions and reimbursement
- Eliminate TOT Program Audit (County TOT Ordinance compliance risk)
- Eliminate Community Investment Fund audit (Grant compliance risk)



# Summary of Impacts of Proposed Adjustments (continued)

## TOT and BIA Collection Program

- 50% reduction in program staff
- TOT and BIA revenue impacts
  - Discontinue the Data Scrape project (\$364K in FY19-20)
  - Unable to perform Airbnb remittance audit under VCA (unknown revenue impact)
  - Reduced delinquency enforcement and collections
  - Delayed delinquency lien recordation (risk revenue becomes uncollectable)
- Other TOT Impacts
  - Quarterly return processing delays
  - Customer service impacts
  - System implementation delays
  - Reduced capacity for special projects

