



## COUNTY OF VENTURA

### FISCAL YEAR 2018-19 2<sup>ND</sup> QUARTER BUDGET UPDATE

County Executive Office – Budget & Finance

March 19, 2019



### 2<sup>ND</sup> QUARTER 2018-19 BUDGET UPDATE FY 2018-19 ADOPTED BUDGET

- ☐ Total County Appropriations: \$2.238 billion
- ☐ Total General Fund Appropriations: \$1.107 billion
- ☐ Total General Fund Revenue: \$1.107 billion
- ☐ Full-Time Equivalent Position Allocations:
  - ☐ Total County: 8,950
  - ☐ Total General Fund: 5,156



## 2<sup>ND</sup> QUARTER 2018-19 BUDGET UPDATE

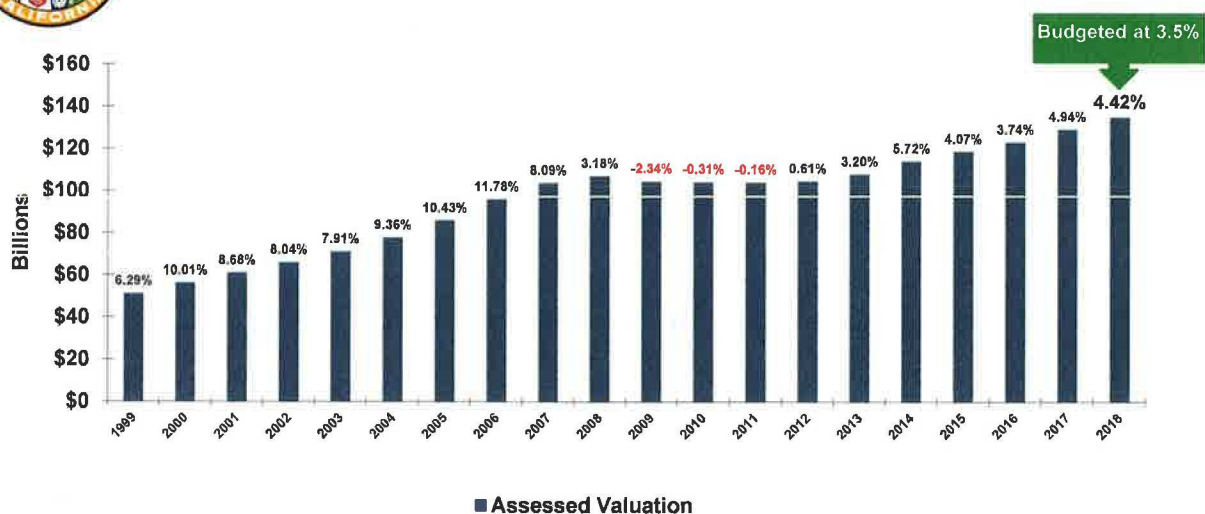
### FULL-TIME EQUIVALENT EMPLOYEES

	2015-16 Adopted	2016-17 Adopted	2017-18 Adopted	2018-19 Adopted
General Fund	5,230	5,318	5,307	5,156
% Change		1.68%	(0.21%)	(2.84%)
		88	(11)	(151)
Non-General Fund	3,602	3,668	3,656	3,794
% Change		1.83%	(0.31%)	3.76%
		66	(12)	138
Total	8,832	8,986	8,963	8,950
% Change		1.74%	(0.25%)	(0.15%)
		154	(23)	(13)



## 2<sup>ND</sup> QUARTER 2018-19 BUDGET UPDATE

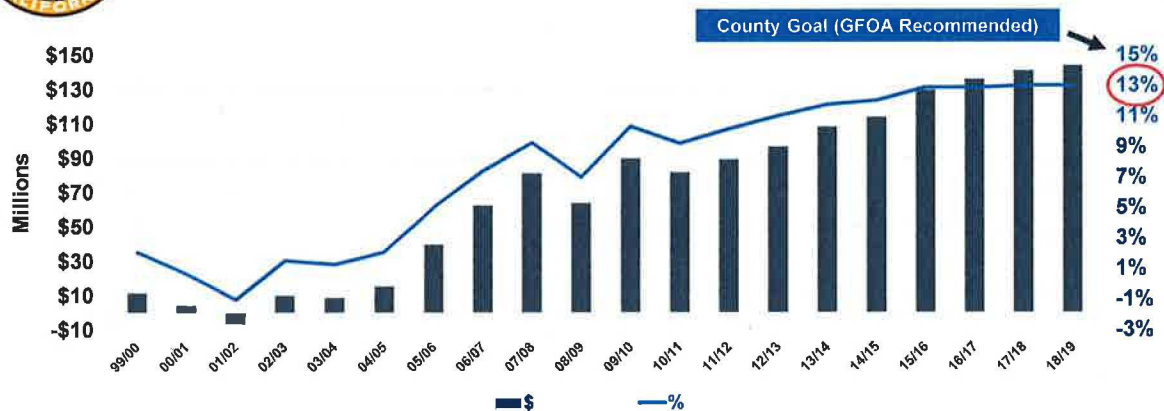
### ASSESSED VALUATION TREND





## 2<sup>ND</sup> QUARTER 2018-19 BUDGET UPDATE

### UNASSIGNED FUND BALANCE TO REVENUES RATIO



UNASSIGNED FUND BALANCE: \$1,107,417,622 X 13% = \$143,984,556

UNASSIGNED FUND BALANCE GOAL: 15% = \$166,112,643



## 2<sup>ND</sup> QUARTER 2018-19 BUDGET UPDATE

### MID-YEAR ADJUSTMENTS

(in millions)

	Balance thru 3/11/19	Mid Yr Adj Recommendations*	End Bal 3/19/19
Unassigned	\$ 143,984,556		\$ 143,984,556
Assigned	63,428,685	(\$ 1,580,000)	61,848,685
Non Spendable/Restricted	10,761,106	(45,847)	10,715,259
<b>Total</b>	<b>\$ 218,174,347</b>	<b>(\$ 1,625,847)</b>	<b>\$ 216,548,500</b>

\*Rec #2 – Cash in Lieu of Leave Hours \$500K

Rec #9 – MEO facility improvements to autopsy suites \$330K

Rec #11 – PH Tuberculosis Outbreak continued case management \$46K

Rec #17 – VCHCP medical rate subsidy rectification \$750K



## 2<sup>ND</sup> QUARTER 2018-19 BUDGET UPDATE

### GENERAL FUND BALANCE – ASSIGNED

(in millions)

	Balance thru 3/11/19	Mid Year Adj Recommendations (Nos. 2, 9, 17)	End Bal 3/19/19
Audit Disallowance	\$1,000,000		\$1,000,000
Attrition Mitigation	3,000,000		3,000,000
Program Mitigation	52,169,167	(\$1,580,000)	50,589,617
Homeless Programs	450,000		450,000
Fixed Asset Acquisitions	3,885,478		3,885,478
Others	2,923,590		2,923,590
<b>Total General Fund Balance – Assigned:</b>	<b>\$63,428,685</b>	<b>(\$1,580,000)</b>	<b>\$61,848,685</b>



## 2<sup>ND</sup> QUARTER 2018-19 BUDGET UPDATE

### KEY ISSUES

#### ☐ Revenues

- Property Taxes/Thomas Fire Property Tax Backfill
- Sustainability Fee (Simi Valley Landfill)

#### ☐ Public Safety

- Transitional Age Youth Program (TAY)
- Pretrial Detention Reform/Bail Reform

#### ☐ Census 2020

- Crucial to County (funding, service provision, and political representation)
- Opt-in to State-sponsored funding of \$288K
- Further funding request to follow



## 2<sup>ND</sup> QUARTER 2018-19 BUDGET UPDATE

### KEY ISSUES

#### ☐ Social Services

- Homeless Agenda
  - Knoll Drive Improvements
- AB 403 – Foster Youth: Continuum of Care Reform
- AB 1250 – Counties: Contracts for Personal Services
- AB 1299 – Specialty Mental Health Services for Foster Youth
- IHSS

#### ☐ Sustainability

- 3CREN - \$48M over 7 years

#### ☐ Retirement

#### ☐ VCMC – Mitigation Efforts

## VENTURA COUNTY MEDICAL SYSTEM FY 2018-19 AP06 PROJECTIONS

#### ☐ FY 2018-19 Projected Net Loss \$18.8M

- Adjusted for one-time county contribution of \$9.8M to offset Huron Consulting expense of \$8M

#### ☐ Lower Volume Experienced

- Admissions down by 12% and clinic provider visits down by 6%

#### ☐ Decreased Capitation Revenue

#### ☐ Unbudgeted Risk Share

#### ☐ Delay in GPO Contract Negotiation



## VENTURA COUNTY MEDICAL SYSTEM MITIGATION PLAN

### ☐ Performance Improvement Sustainability

- ✓ Revenue Cycle
- ✓ Supply Chain and Professional Contracts
- ✓ Continued Focus on Staffing and Productivity

### ☐ Access and Growth (Strategic Plan)

- ✓ Grow Market Share
- ✓ Redesign Scheduling/Referral Process



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## 2<sup>ND</sup> QUARTER 2018-19 BUDGET UPDATE CAPITAL PROJECTS

### ☐ In Process

- Todd Road Jail Health and Programming Unit (HPU) – Groundbreaking Feb 2019
- Knoll Drive Improvements
  - Plans in review with Building & Safety
  - Lease with City to BOS in May 2019
  - Estimated January 2020 move-in
- Integrated Property Tax Assessment & Collections System
- Elections – Modernized Voting System
- VCMC – Time and Attendance System (Kronos)
- Potrero Road Bike Lane

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## 2<sup>ND</sup> QUARTER 2018-19 BUDGET UPDATE

### CAPITAL PROJECTS

#### ☐ Priority Projects

- VCMC Financial System
- Government Center Fuel Tank Replacement Project
- Fillmore Library Improvements

#### ☐ Under Consideration

- New Animal Services Facility
- Family Justice Center

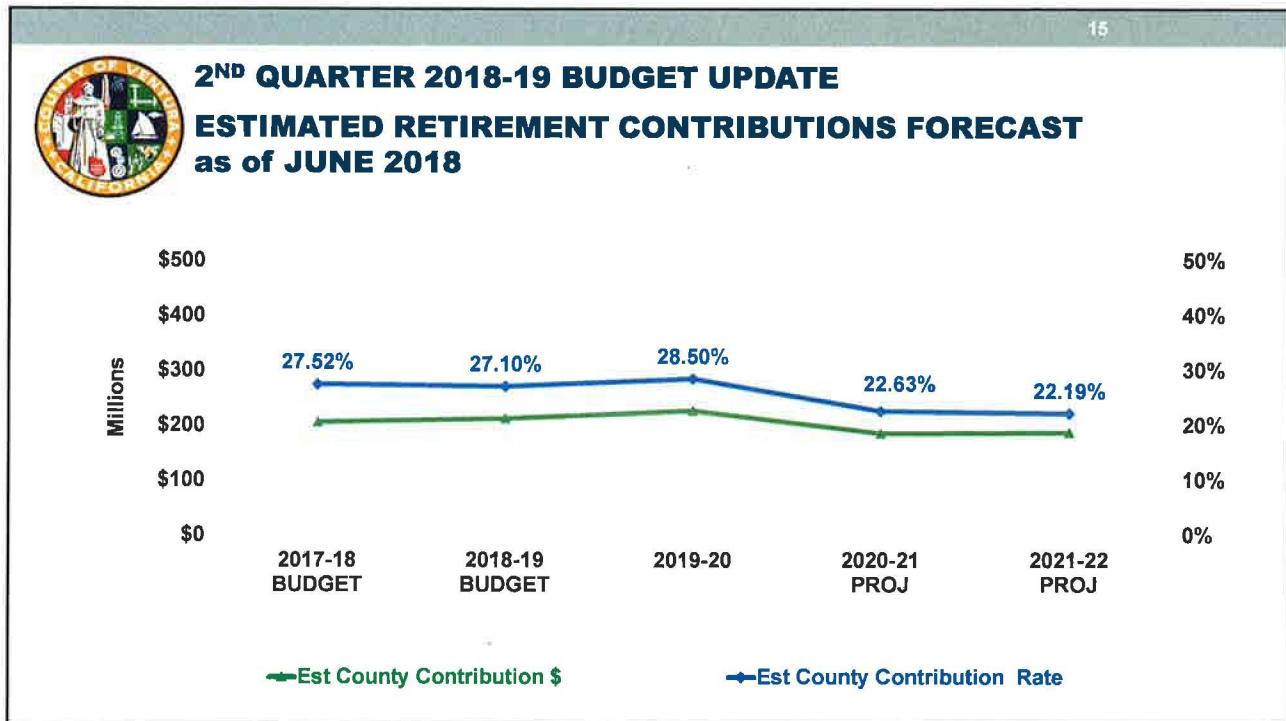
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## 2<sup>ND</sup> QUARTER 2018-19 BUDGET UPDATE

### GENERAL FUND MULTI-YEAR FORECAST as of JUNE 2018

	ADOPTED 2017-18	PRELIM 2018-19	FORECAST 2019-20	FORECAST 2020-21	FORECAST 2021-22
Revenue	\$1,084,244	\$1,107,110	\$1,124,741	\$1,143,623	\$1,172,033
Expenditures	1,084,244	1,107,110	1,134,710	1,142,032	1,170,672
Net County Cost			(\$9,969)	\$1,590	\$1,361
Est. Retirement Change TOTAL		\$6,221	\$14,926	(\$41,474)	\$1,531
Est. Retirement Change GEN FUND		\$1,278	\$9,099	(\$25,283)	\$934

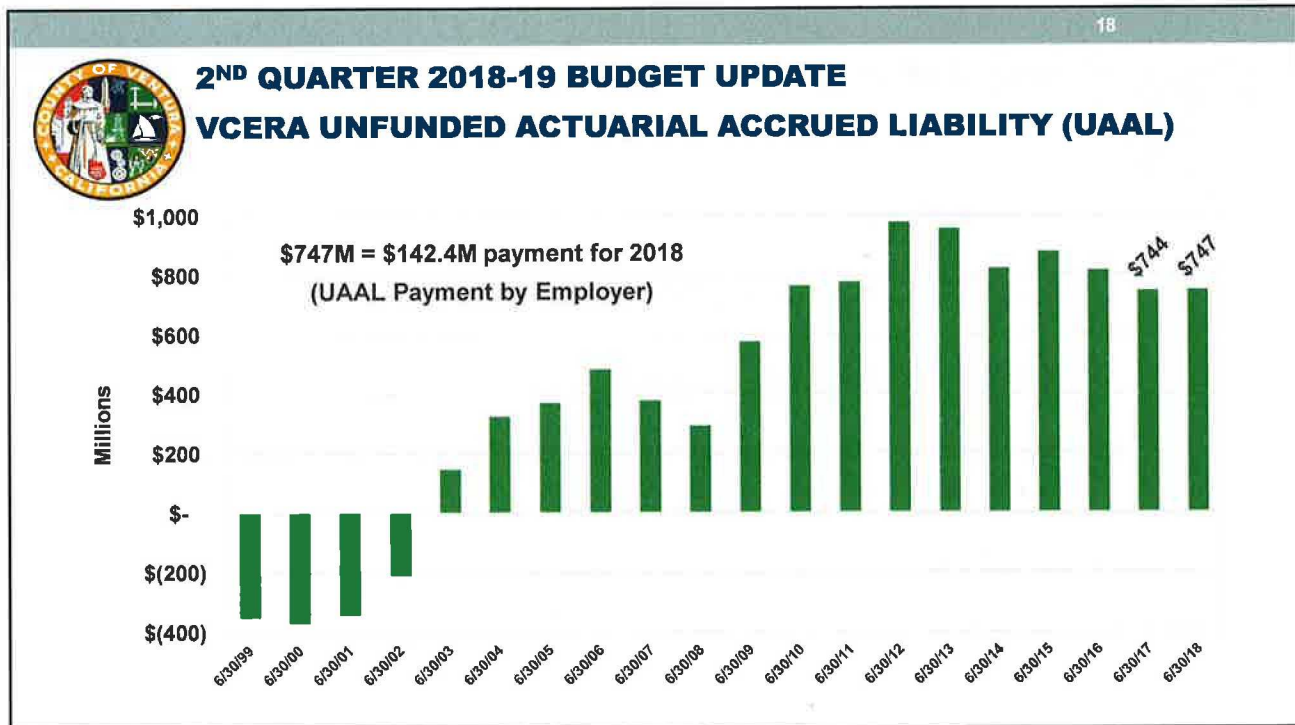
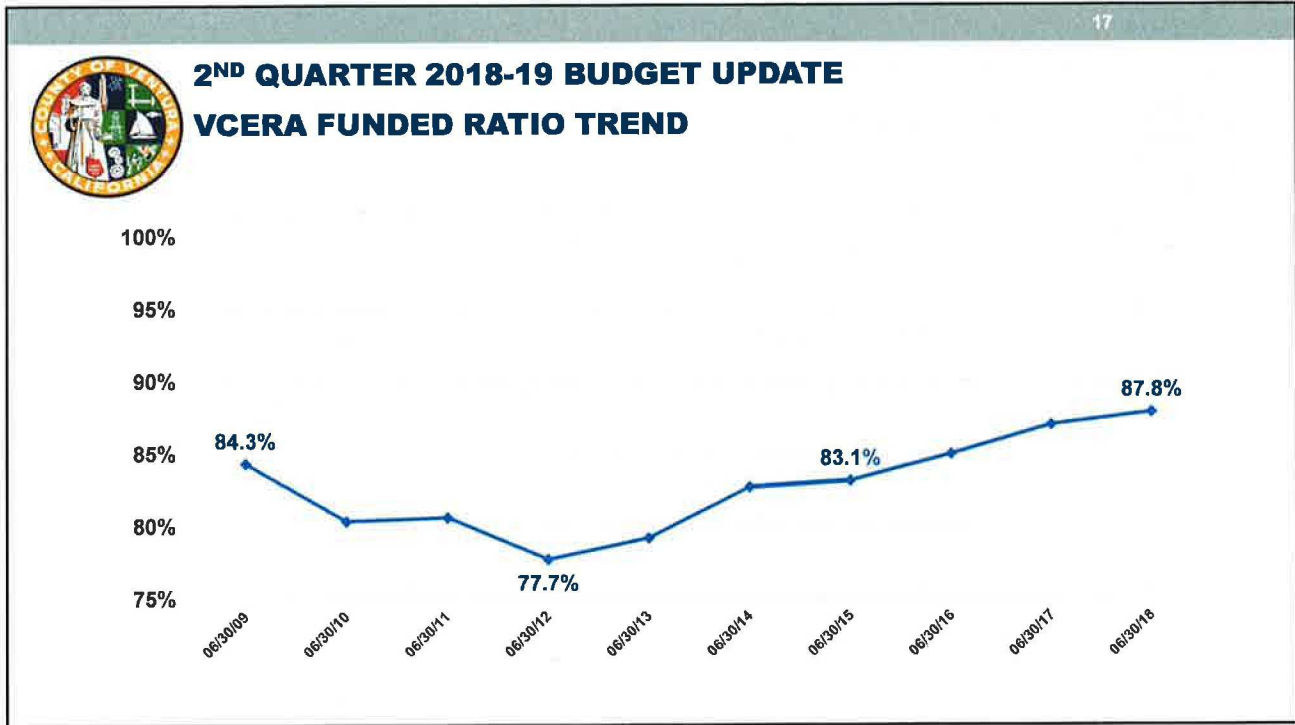


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**2ND QUARTER 2018-19 BUDGET UPDATE**  
**VCERA ACTUARIAL STUDY – PURPOSE AND SCOPE**

- ☐ Determine whether assets and contributions are sufficient to provide prescribed benefits
- ☐ Establish contributions which fully fund the system's liabilities, and which, as a percentage of payroll, remain as level as possible for each generation of active members
- ☐ Done Annually – Most recent June 30, 2018
  - County contribution rate increases by 1.4% to 28.5%
- ☐ PEPRA Membership Growing
  - 2,802, as of 6/30/18
    - Represents one-third of county employees





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## **2<sup>ND</sup> QUARTER 2018-19 BUDGET UPDATE**

### **PENSION MITIGATION HISTORY**

- ☐ **2011 – Updated Management Resolution for New Managers:**
  - Reduced hours that can be redeemed from 160 to 100
- ☐ **Eliminated Gross-up Provisions for Redeemed Hours**
  - i.e. Reduced hourly rate for redeemed hours
- ☐ **Limited Frequency of Redemptions**
  - From once per calendar year to once in 12 months
- ☐ **2014 – 50/50 Pension Cost-Sharing for All Employees**

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## **2<sup>ND</sup> QUARTER 2018-19 BUDGET UPDATE**

### **RECOMMENDATIONS**

- ☐ **Approve Budget Adjustments**
- ☐ **Adopt Resolution Adding/Deleting Positions**
- ☐ **Approve Position/Unit Transfers**
- ☐ **Receive & File Summary of Charge Description Master Changes for FY 2018-19**
- ☐ **Receive & File FY 2018-19 Grant Report**