

County of Mendocino

State of California

Mid Year Report



Mid Year 2015-2016

SUBMITTED BY THE EXECUTIVE OFFICE

MARCH 14, 2016

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2015-16

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INTRODUCTION

With this document, we begin the Mid-Year Budget Reporting process to the Board of Supervisors for Fiscal Year (FY) 2015-2016. The Mid-Year Report covers the first two quarters of the budget year, from July 1, 2015 through December 31, 2015, and provides detailed information projecting how the County budget status is likely to end on June 30, 2016. As with mid-year reports presented to the Board of Supervisors in the past, this report examines the Net County Cost (NCC) projections of departments across the County system. The NCC for a department is identified by taking the annual expenditures of a department and subtracting the annual revenues derived by that department. Most departments operate at a loss and require infusions of discretionary general fund dollars to be able to maintain services. These infusions of revenue, referred to as NCC, are financed primarily by property tax, sales tax, and transient occupancy tax revenues. The pool from which the County provides these monies is limited and is annually adopted in the County's budget as Budget Unit 1000. An update on these funds is represented in **Exhibit A** of this document.

California Government Code § 29009 requires the County to produce a balanced budget and the Mid-Year Report is an important step in the process of fulfilling this legal requirement of the County's financial management. Every year we hope to produce a budget that is balanced between the needs of our community and revenue reality that is presented to us. All decisions and policy in this matter are solely the responsibility of the Board of Supervisors. The Chief Executive Officer serves as the administrative officer designated by the Board to advise and administer Board direction in fulfilling the requirements of GC § 29009.

Budget Goals & Priorities: During the FY 2015-16 budget preparation process, the Board identified goals of: Fiscal Stability, Financial Sustainability, and Organizational Development. The Board further directed several ways to meet those goals.

- Debt mitigation and elimination are a priority
- Maintain the reserve policy
- One-time revenue will not be used for on-going expenses
- Investing in the organization's future through the Leadership Initiative, succession planning, and recruitment and retention practices.

Further, the Board established three budget development priorities. These priorities are: 1) to maintain current levels of service to the public, 2) focus on financial sustainability and identify cost savings whenever possible, and 3) continue to invest in County infrastructure.

The Executive Office continues to focus on these goals and priorities throughout the year resulting in a Mid-Year Budget report that has few significant variations from originally budgeted amounts.

EXECUTIVE SUMMARY

In keeping with the fiscal management goals and policies directed by the Board of Supervisors, staff has continued to focus on fiscal prudence and management while striving to implement the Board's goals and priorities as mentioned above. This year, the majority of our projected carry-over is much closer to budgeted amounts due to department's careful estimating of expenditures and revenues and thoughtful oversight of the budget. **The projected General Fund year-end fund balance is \$2,736,299.**

Information included within the Mid-Year Report indicates a projected positive year-end carryover of \$2,736,299. This figure does not include any one-time revenues which will be placed in the General Reserve per County Policy #32, *General Reserves and Contingencies*. The actual carryover in FY 2014-15 was \$11,734,766, FY 2013-14 was \$8,850,853. This compares to FY 2012-13's actual carryover of \$6,798,242, FY 2011-12's actual carryover of \$2,976,286, and FY 2010-11's actual carryover of (\$500,833). We rely on our departments to provide accurate mid-year budget information which is the basis of developing this Mid-Year Report. We are aware that numerous factors can affect this preliminary estimate of our year-end outcome including unanticipated expenses, under-realized or over-realized revenues, vacancy factors, as well as other unforeseen circumstances.

Analysis of Budget Unit 1000, Non-Departmental Revenue, projects year-end revenue with only slight increases in the budgeted total. Five year projections by the Auditor-Controller indicate continued slow but steady growth in both property and sales tax. Over the next five years, staff does not foresee major increases in existing revenue sources, or any new revenue which would significantly increase the County's bottom line. The County will continue to experience increases in operating costs with the biggest impacts expected to be salary and benefit related costs, including workers compensation and retirement cost increases.

STATE AND FEDERAL BUDGET UPDATE

STATE BUDGET

The State budget for Fiscal Year 2015-16 was passed by the State Legislature and signed by the Governor on June 24, 2015. Governor Brown continues to emphasize a cautious approach to spending. The FY 2015-16 budget package totals \$115.4 billion. The Governor used his line-item veto authority to remove \$1.3 million from the spending plan. The budget pays down state debt, increases the state's "rainy day fund" as required by last year's Proposition 2, significantly increases funding for K-14 education, and makes smaller but still significant increases to the UC and CSU systems.

On Thursday, January 7, 2016, Governor Brown held a press conference introducing the proposed 2016-17 State budget. The Governor stressed that we are finishing a 7th year of economic expansion, two years longer than the average economic recovery, and it is vital that we prepare for the inevitable next recession. Governor Brown is continuing his focus on fiscal stability and states in his budget proposal, **"fiscal stability from a balanced budget and recovering state economy has been a welcome reprieve from the prior decade's budget deficits. Yet, maintaining a balanced budget for the long term will be an ongoing challenge – requiring fiscal restraint and prudence."**

The proposed 2016-17 budget totals \$122 billion in General fund expenditures and is noted for fiscal restraint by limiting new on-going commitments. The Governor prioritized appropriating funds to the two biggest liabilities facing the state: infrastructure and state retiree benefits. In addition, he also proposes contributing \$2 billion more than required to the state's "Rainy Day Fund" to prepare for a future recession. For transportation, the Governor maintained the previous \$3.6 billion funding plan, an amount that would be shared between state and local programs. The expiration of the Managed Care Organization (MCO) tax on June 30 of this year is expected to create a \$1.3 billion dollar deficit in the state's General fund, which would result in cuts across multiple programs. However, the Governor has instead offered a series of revisions through a tax reform package that would fully cover, if not exceed, the necessary MCO tax revenue. While the Governor has remained fiscally conservative in past budget cycles, especially in determining revenue projections and funding new programs, state tax revenues continue to grow modestly with the improving economy. State Controller Betty Yee reported in December 2015, that the state's three major sources of revenue (sales tax, personal income tax, and the corporation tax) were coming in well ahead of projections. The State Legislative Analyst's Office puts the revenue surplus for this fiscal year at about \$3.6 billion. However, much of that surplus has to be directed to schools and to the state's rainy day fund. Below are budget highlights in specific policy areas.

2011 Realignment

The Governor's budget updates revenue assumptions and growth estimates for the 2011 Realignment. For the Community Corrections Subaccount (AB 109) the Governor's budget confirms that the 2015-16 base is \$1.107 billion and estimates that growth attributable to 2015-16 will be \$96.8 million. The growth estimate will be revisited and revised in this spring's May Revision. The budget continues with another round of planning grants totaling \$7.9 million for Community Corrections Partnerships (CCPs) to support work associated with ongoing AB 109 implementation efforts. The planning grants are disbursed in fixed amounts, depending on the county's size. As in past years, it is expected that receipt of the grants will be conditioned upon reporting to the Board of State and Community Corrections (BSCC) regarding AB 109 implementation plans.

Environment and Natural Resources

The Governor's budget includes a number of proposals to fund environmental protection and natural resources programs. Most notable is the Governor's \$3.1 billion cap and trade spending plan, which includes funds for a new local climate program for disadvantaged communities, increased spending for investments in waste management, and

increases to the forestry sector. In addition, this budget includes a one-year allocation for Payment In Lieu of Taxes (PILT), continued funding to support drought relief efforts, increased investments in resource management and wildfire protection, and funding for the implementation of the state’s new medical marijuana regulatory. Some key funding areas are below:

- The budget makes a significant investment in resources management and wildfire protection services by allocating funding to address the Governor’s Executive Order on tree mortality. Part of this investment comes from cap and trade auction revenues, totaling \$150 million for projects that reduce wildfire risk, improve carbon sequestration potential of California’s forests through fuels reduction and reforestation projects and the removal of diseased and dead trees. CAL Fire’s budget also includes increased funding for fire protection and operational enhancements.
- The Governor’s proposed budget includes \$644,000 in Payment-in-Lieu-of-Taxes (PILT) funding to local governments. Counties received a one-year allocation of PILT funds in the 2015-16 budget and this allocation is consistent with that appropriation.
- The Medical Marijuana Regulation and Safety Act of 2015 (MMRSA) created a statewide regulatory framework for licensing and enforcing rules governing the medical marijuana industry in California. The new law assigns various state agencies responsibility to develop regulations implementing the provisions of MMRSA. The Governor included funding for the regulatory and/or licensing responsibilities under MMRSA, including:
 - Department of Consumer Affairs: \$1.6 million in 2015-16 and \$3.8 million from the Medical Marijuana Regulation and Safety Act Fund (MMRSA Fund) and 25 positions in 2016-17 to create the Bureau of Medical Marijuana Regulation within the Department of Consumer Affairs. The Bureau will be responsible for overseeing the MMRSA multiagency licensing and regulatory effort.
 - Department of Public Health (DPH): \$457,000 in 2015-16 and \$3.4 million from the MMRSA Fund and 14 positions in 2016-17. DPH is responsible for developing the regulations affecting medical marijuana product manufacturing and testing.
 - Department of Food and Agriculture (CDFA): \$3.3 million in 2015-16 and \$3.4 million from the MMRSA Fund and 18 positions in 2016-17. CDFA will be responsible for developing regulations concerning the cultivation of medical marijuana.

STATE BUDGET WATCH LIST
– KEY DATES/ISSUES –

- January: LAO Detailed Budget Analysis
- February: LAO Detailed Revenue Forecast (April is the peak of the revenue stream due to income tax filings)
- February: Assembly/Senate Budget Committee hearings begin
- May: Governor’s “May Revise” released (Available Mid-May 2016)
- June: Budget Bill must be passed by legislature (June 15 deadline)
- July: Fiscal Year begins (July 1)

FEDERAL BUDGET WATCH LIST
- KEY DATES/ISSUES -

- February: Congressional Budget Office submits reports to Budget Committees
- April: Senate Budget Committee reports concurrent resolution on the budget
- April: Congress completes action on the concurrent action on the budget
- May: Annual appropriations bills may be considered in the House
- June: House Appropriations Committee reports last annual appropriation bill
- June: Congress completes action on reconciliation legislation
- June: House completes action on annual appropriation bills
- July: President submits mid-session review
- October 1: Fiscal Year begins

Sales and Use Tax Projections

The proposed budget estimates that the sales tax will generate \$25.2 billion in General fund revenues in 2015-16 and \$25.9 billion in 2016-17. Taxable sales increased by an estimated 6.1 percent in 2014-15 and the budget estimates growth of 5.7 percent in 2015-16 and 5.8 percent in 2016-17. However, the budgeted revenue projections do not mirror these increases due to the expiration of temporary Proposition 30 taxes at the end of calendar year 2016.

Property Tax Projections

Property taxes are primarily a source of local revenue, but estimates are included in the state budget because of the complex interactions with school funding. The Governor’s budget estimates 5.6 percent increases in both 2015-16 and 2016-17 for statewide property tax revenues.

Medi-Cal Administration Costs

The state's Medi-Cal costs continue to rise, with increased enrollment and decreases in federal funding beginning in 2017. However, while the net Medi-Cal budget of \$85.1 billion represents more than 60 percent of the overall health and human services budget, the state's General fund obligation is estimated to be \$19.1 billion in 2016-17. The Governor's budget includes \$169 million in the current year for county Medi-Cal administration costs, plus that amount over baseline in the 2016-17 budget year.

Transportation

The Governor's Budget Proposal continued to emphasize reinvesting in California's infrastructure, particularly in the transportation sector. The Governor noted his optimism that the special session conference committee will be able to reach consensus on a transportation funding package. The budget proposal included a reintroduction of the Governor's September 2015 transportation funding and reform package. That proposal would spend an additional \$3.6 billion annually for ten years on maintenance and rehabilitation of state and local transportation systems and investments in transit.

FEDERAL BUDGET UPDATE/LOCAL IMPACTS

Fall 2015 was another difficult year in budget negotiations at the federal level. Stability continues to be a concern at the local level as many budget line-items directly impact state and local finances. The County has been actively monitoring big-ticket items, such as the Payment-in-Lieu-of-Taxes (PILT) Program, that have a big effect on the County budget. For the Federal 2015 Fiscal Year, this program generated a payment of \$606,453 that the County received for having federal land within its borders. For FY 2016 federal PILT will include \$452 million for payments nationwide.

Similar to recent years, the House and Senate were unable to agree on any appropriations bills before the 2016 federal fiscal year began on October 1, 2015. To avoid a government shutdown, Congress passed a 10-week stopgap measure at the end of September that kept the government operating until December 11, 2015, which was later extended. In late October, Congress and the administration reached an agreement which increased statutory budget caps for FYs 2016 and 2017. With a budgetary framework in place, Congress turned its attention to reaching agreement to finalize appropriations measures. On Wednesday, December 16, 2015, congressional leaders released a FY 2016 omnibus spending bill that funds the federal government for the remainder of the fiscal year. The Consolidated Appropriations Act of 2016 (H.R. 2026) completes the appropriations process, providing new guidance and line-by-line funding levels for federal grants and programs. The agreement abides by the Bipartisan Budget Act enacted on November 2, 2015, which adjusted total discretionary spending for FYs 2016 and 2017. This includes a \$50 billion increase for the current fiscal year, split evenly between defense and nondefense spending. The FY 2016 budget totals \$1.15 trillion, a 5 percent bump from FY 2015. Defense and nondefense discretionary spending are set at \$548 billion and \$518 billion, respectively.

CONCLUSION/NEXT STEPS

Mendocino County Executive Office staff will continue to work with its state lobbyists and monitor federal legislative and budget developments to stay informed of proposed changes. Some budget items inevitably have a big effect on Mendocino County and its residents, and others are less felt. County staff is committed to keeping a firm hold on information resources to be able to allow the Board to act proactively when needed.

The economic outlook for Mendocino County is of course impacted in part by factors across the State and Nation. Over the past several months there has been growing concern over the US economy and its likelihood of falling into another recession. These fears are largely driven by volatility in the stock market and concerns over the Chinese economy. While much could be said on each of these topics, economists largely agree that short term volatility in the stock market does not of itself impact a trend towards recession if the primary drivers of the US economy are solid. The economic base is much different now than the situation in 2008-2009. The economic is still growing, albeit slowly, based largely on consumer spending. Consumer spending is being fueled by consumer confidence, increased savings rates, more people in the workforce, increased wages, and low fuel prices resulting in more discretionary income for consumers. While there is still significant uncertainty on China's economy, it is important to note that while economic growth has slowed, it is still growing. China's economy grew at 6.9% in 2015, the highest growth rate among the world's largest economies, although the slowest pace for China in almost 25 years. While most economists look with skepticism on China's declared growth numbers, even a more moderate level of growth in the world's second largest economy is significant, and few think that the Chinese government will allow the economy to collapse.

The state of California is one of the bright spots in the US economy. Employers in the state continue to hire at a rate which outpaces the nation as a whole, with growth expected at least over the next few years. The state wide unemployment rate continues to decline. This growth is however expected to be slower than the past couple of years. Exports from California, and in particular to China, have dropped, but Chinese investment in the state is very strong. The tourism industry continues to break records, although we may experience some slowing as the strength of the dollar could dampen the growth rate. Economists expect the construction industry to gain steam, in particular related to housing, as population growth significantly outpaces new housing starts and inventory is tight in many areas of the state.

Locally there are more worrisome indicators. While over the past several years Mendocino County has shown a better recovery of the labor force than with the State as a whole, this trend is reversing. While California's unemployment rate continues to drop, Mendocino County's numbers are increasing since the fall of 2015. Additionally, a drop in real estate prices and residential permits are a sign for concern.

Unemployment & the Labor Force:

Mendocino's preliminary January unemployment rate is 6.2 percent, up 0.1 percentage points from the revised December rate (6.1 percent). The year-over rate is down 1.0 percentage points from the January 2015 rate (7.2 percent). Due to the rate increase, Mendocino fell from 24th to 26th (from the top) among the 58 counties statewide. This is a drop from 20th place among the 58 counties one year ago. In this ranking, the county positioned as 1st has the lowest unemployment rate in the state, while the county ranked 58th has the highest unemployment rate.

Total Mendocino industry employment fell 570 jobs from December to January. The county is up 410 jobs for the year-over, with six industry sectors gaining, three remaining unchanged, and three declining.

Year-over job growth occurred in:

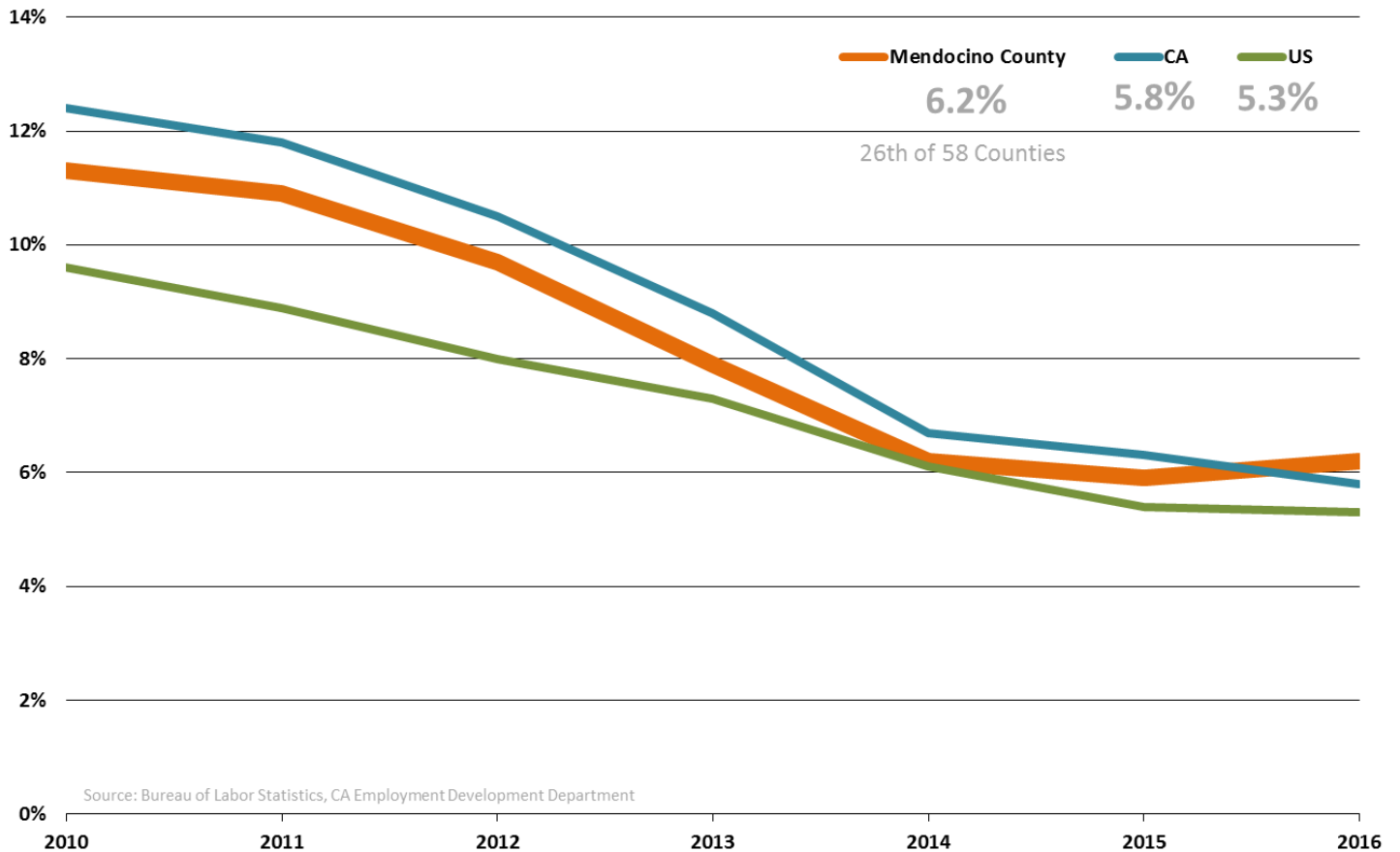
- Leisure & Hospitality +160
- Educational & Health Services +160
- Trade, Transportation & Utilities +160
- Manufacturing +60
- Mining & Logging +30
- Financial Activities +20

Industry sectors with no change over the year: Information, Other Services, and Government

Year-over cutbacks occurred in: Farm (-50), Professional & Business Services (-60), and Construction (-60)

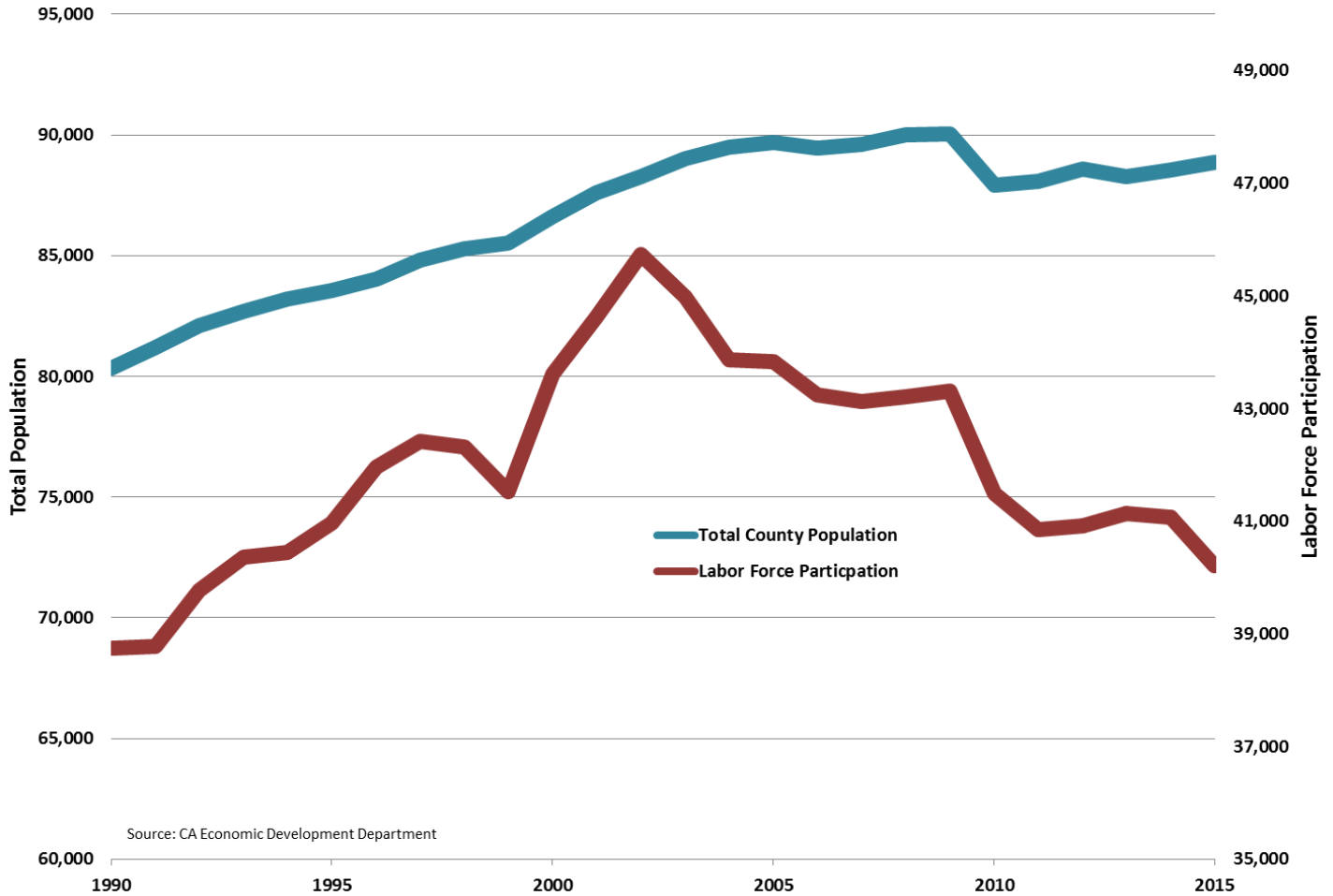
The unemployment rate in Mendocino County has outperformed the State since the Great Recession, until the mid-point of 2015. As you can see from the chart below, the County's rate is now on a gradual increase. This trend is worrisome, in particular in spite of strong gains in travel and tourism related sectors, education and medical service sectors, and the manufacturing sector. Year over, losses are focused on farm workers, a reduction in construction activity, and significant losses in the professional service sector. The loss in the professional and business sector is likely largely the result of First American Title Company closing all of their Mendocino County offices on January 1st reportedly due to extremely low development interest or activity within the County.

UNEMPLOYMENT RATE



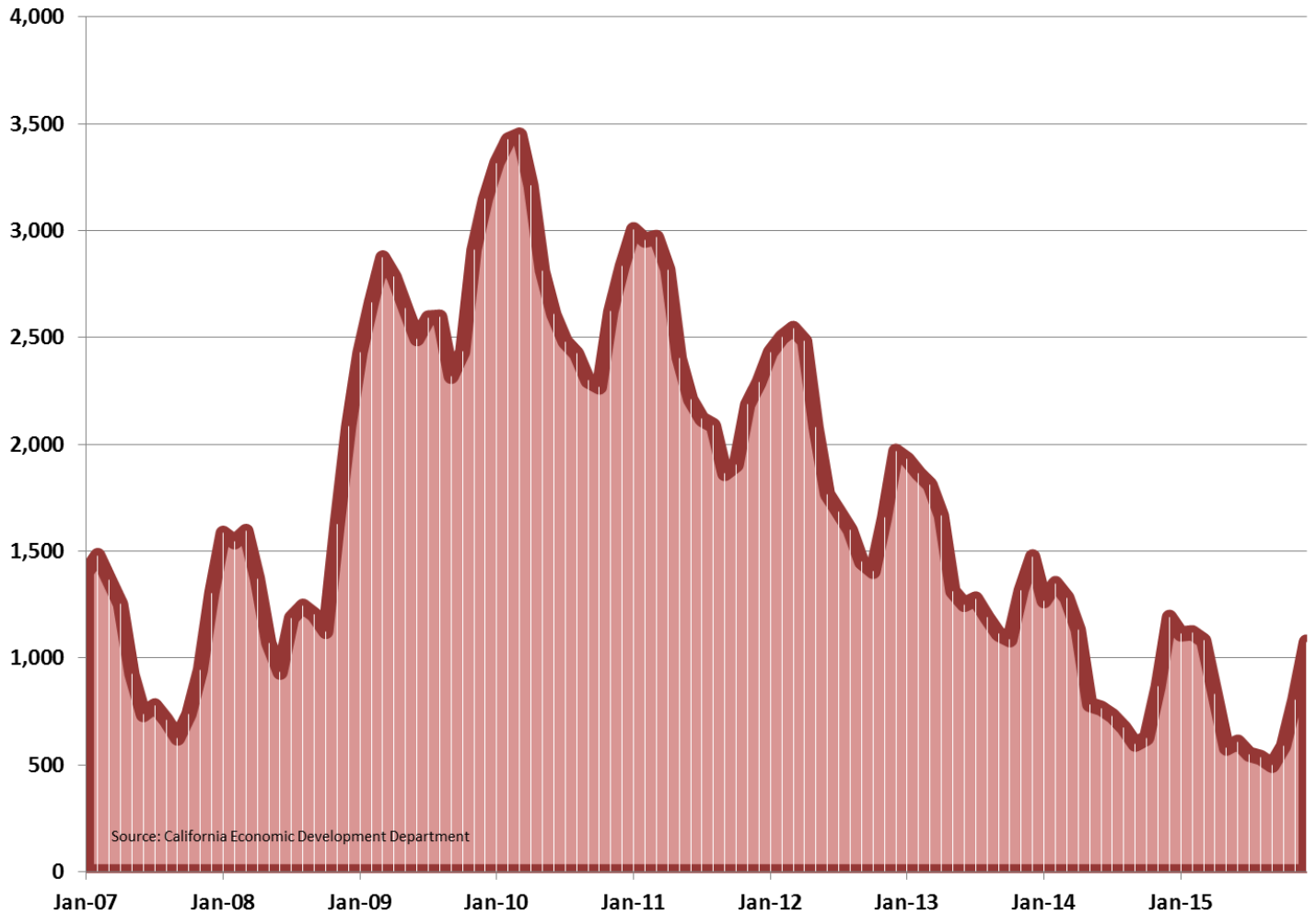
Labor force participation continues to decline, with a significant drop in 2015, more than wiping out gains made in 2012 as illustrated below. While this trend is not unique to Mendocino County, there is a significant portion of the population which has stopped looking for work. This trend is also partially the result of an aging local population, although the recent sharp decline is troublesome.

LABOR FORCE PARTICIPATION



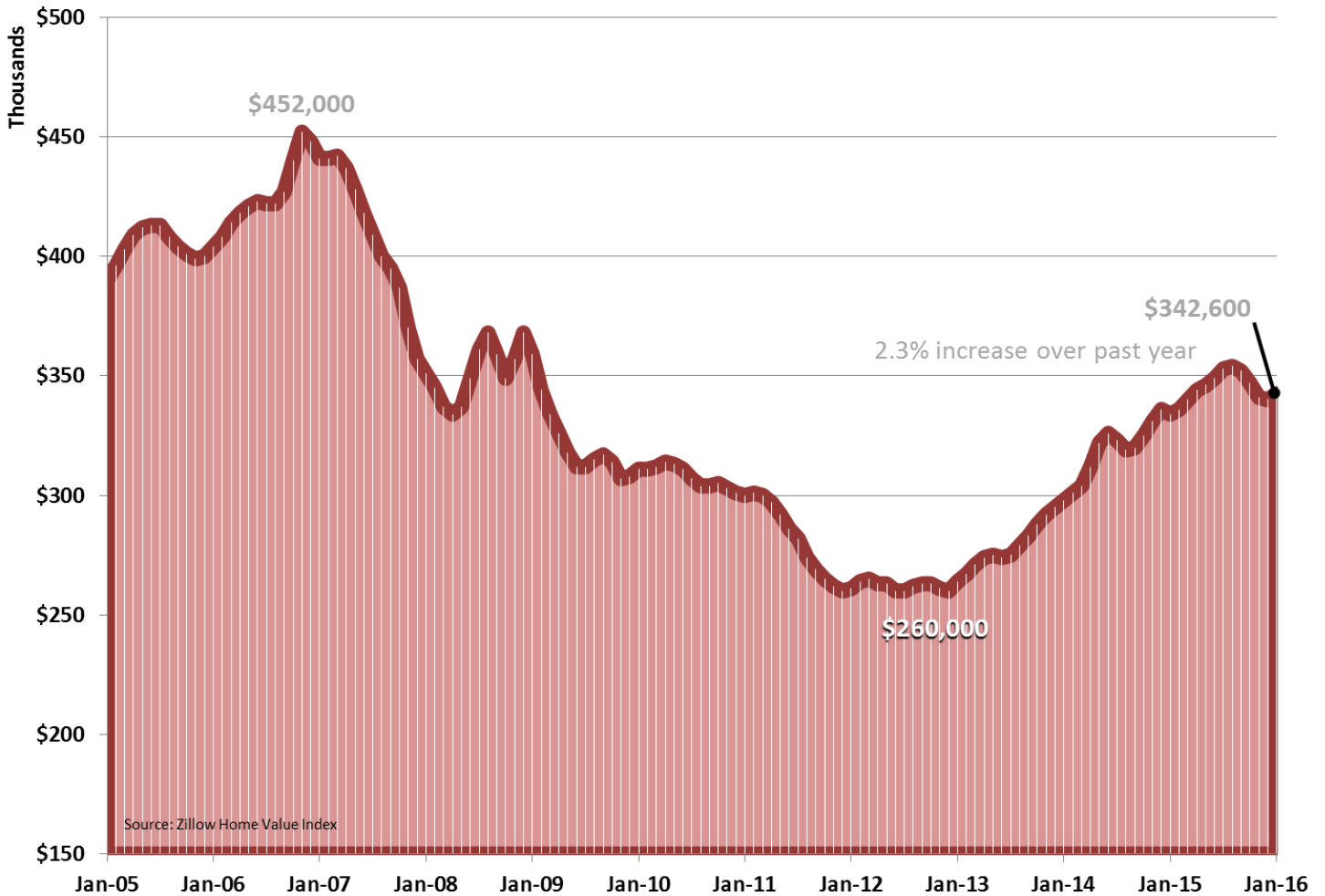
Unemployment Insurance Claims are also an indicator of the health of the economy and business growth. The chart below illustrates the significant seasonal swings that occur when claims are tracked on a monthly basis. Additionally you can see that while there has been a steady reduction in claims since the recession, there has been an uptick in the claim trend during 2015. This trend mirrors the recent increases in the unemployment rate and reductions in labor force participation, spelling concern for the local job market.

UNEMPLOYMENT INSURANCE CLAIMS



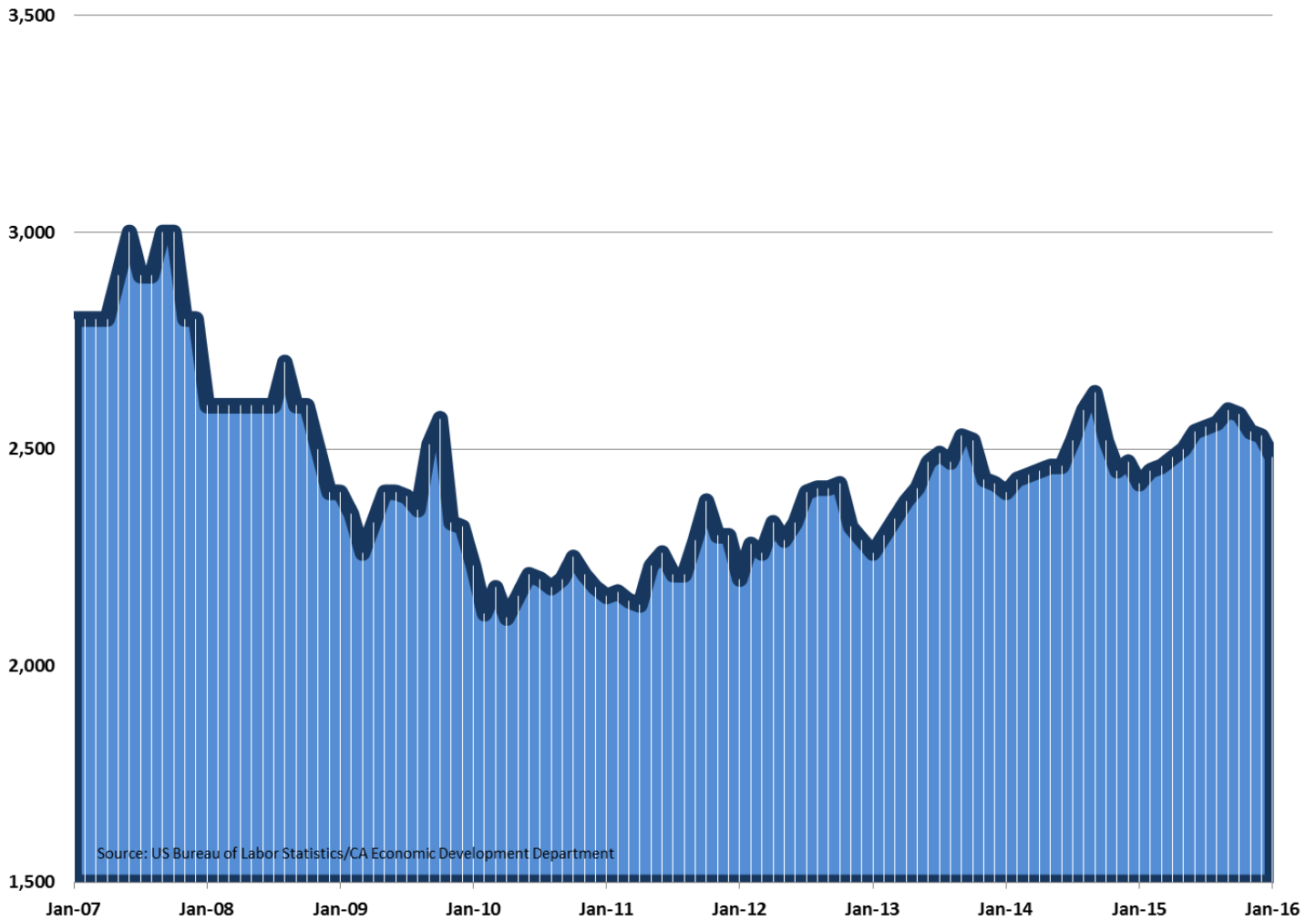
Property Values: The general consensus of economists seems to indicate a drawn-out period of relatively slow economic growth and recovery. Some areas, such as Sonoma County and the Bay Area, have experienced extremely strong growth in property values over the past couple of years; the impact in Mendocino County has been positive, but more restrained. Property values still have significant ground to cover to return to pre-recession levels, and according to trends in the second half of 2015, begin to show a downward trend. The most recent numbers, for January 2016, show an uptick which results in a modest 2.3% increase in values over one year ago. Property values are often quite volatile, but there is clearly a weakening in the local market. A significant concern in the California economy and certainly in parts of Mendocino County is the availability of affordable housing. There has been little housing development in the County in several years and the rental markets are tight.

RESIDENTIAL PROPERTY VALUES



Manufacturing Employment: Mendocino County’s top five employment sectors are government, education and health services, leisure and hospitality, retail trade, and manufacturing. It is difficult to attract and retain manufacturing operations in a rural area like Mendocino County. However, manufacturing jobs are particularly important due to the multiplier effect they have, due to the requirement for supporting businesses. Experts say that for every \$1 produced by a manufacturer multiplies to \$1.92 in the local economy. The chart below shows that manufacturing employment in Mendocino County experienced strong growth through most of 2015, although in the last quarter of the year many of the increases were lost. As mentioned earlier in the report, January still shows an increase of 60 manufacturing sector jobs over one year ago, which is illustrated in the chart.

MANUFACTURING EMPLOYMENT



It is important to understand the distinction between state and local revenue streams. While state indicators have been strong over the past couple of years, this is based primarily on revenue from personal income tax, which is driven by higher capital gains tax receipts and tax receipts from wages. The capital gains tax growth has been the result of the strong stock market. As you know this trend of market growth has dramatically reversed, and receipts by the State Controller according to their most recent reports, did not meet estimates for one of the first times in the past few years. However, the County's main source of discretionary revenue is property taxes, which is directly tied to the housing market and has subsequently suffered throughout the recession. While the County benefited from a general rise in the real estate markets prior to the recession, that revenue stream has been largely flat and barely able to keep pace with the rising costs of operating the County. Again, while there is strong evidence that the County, State, and nation are experiencing improved economic conditions, that fact should be tempered by the reality that the County's own recovery in property tax revenue will often lag behind the overall economic improvements of the larger region and the state. While the last part of 2014 and first half of 2015 showed strength in the market, as described further in this report, the market has been weakening over the last half of the 2015 and into the first part of this year.

Discretionary Revenue: The graph on the following page depicts Budget Unit (BU) 1000 performance over the past several years as well as the County's projected outlook for revenues through FY 2015-2016. While some growth is expected in property tax, transient occupancy tax and other areas, this growth is expected to be neutralized in part by an overall dip in sales tax. This is due primarily to a large one-time payment from a correction in local sales taxes and decreased revenue as a result of low fuel prices. Budget Unit 1000 is the source of the County's discretionary revenue, which is used for Net County Cost assignments. Without significant growth, it is likely that Net County Cost (NCC) assignments will remain essentially flat into next fiscal year, with increases only being included to cover additional costs from labor agreements. In order to continue to maintain the general reserve, make deferred capital improvements, and cover rising workers' compensation and retirement costs, it is recommended that the Board continue to avoid current-year financing of operations with carry-over balances. Additional scrutiny of on-going revenues and one-time expenditures will be a part of the FY 2016-17 budget preparation processes, in order to determine if NCC assignments can be adjusted.

The chart on the following page shows the significant increase in discretionary revenue received in FY 2014-15. This increase was a result of strength in travel and tourism, sales tax receipts and property tax growth. However you can see this is artificially inflated as a result of one-time revenues from the State to repay Pre-2004 mandate debt, of which Mendocino County has received approximately \$2.8 million. When this amount is removed from the FY 2015-16 numbers, it is anticipated there will be essentially flat receipts of on-going revenue in BU 1000. The reasons for this are further described in more detail in the following pages.

The Triple Flip: The "Triple Flip" created a mandated swap of property taxes and sales taxes in order to create a dedicated revenue stream for the financing costs of state deficit reduction bonds (Proposition 57 – Economic Recovery Bond Act of 2004). The triple flip allowed the legislature to provide the dedicated revenue stream without requiring a 2/3 vote of the legislature. The net impact to the taxpayers, and to Counties, was zero although a variety of true-ups are required. Now that the bonds are defeased, the triple flip can be wound down and will be completed in FY 2015-16. A summary of the adopted rules follows below.

Decreased local sales and use tax revenues, beginning July 1, 2004: The statewide base sales and use tax rate was not changed (at 7.25%). However, the local government portion of the statewide rate decreased by 0.25% (from 1%), and the state portion will increase by 0.25%.

Local sales and use tax losses were offset by property tax revenues: The County Auditor was directed to use property tax revenues to reimburse the county and cities within the county. They set aside some funds from the County Educational Revenue Augmentation Fund and placed them in a Sales and Use Tax Compensation Fund. In January and May of each year, the State Director of Finance instructed County Auditors to allocate revenues from the Compensation Fund to the county and to the cities within the county.

State General Fund revenues were used to help schools: Since a portion of the County Educational Revenue Augmentation Fund was set aside to offset sales and use tax losses, schools received less revenue from county property

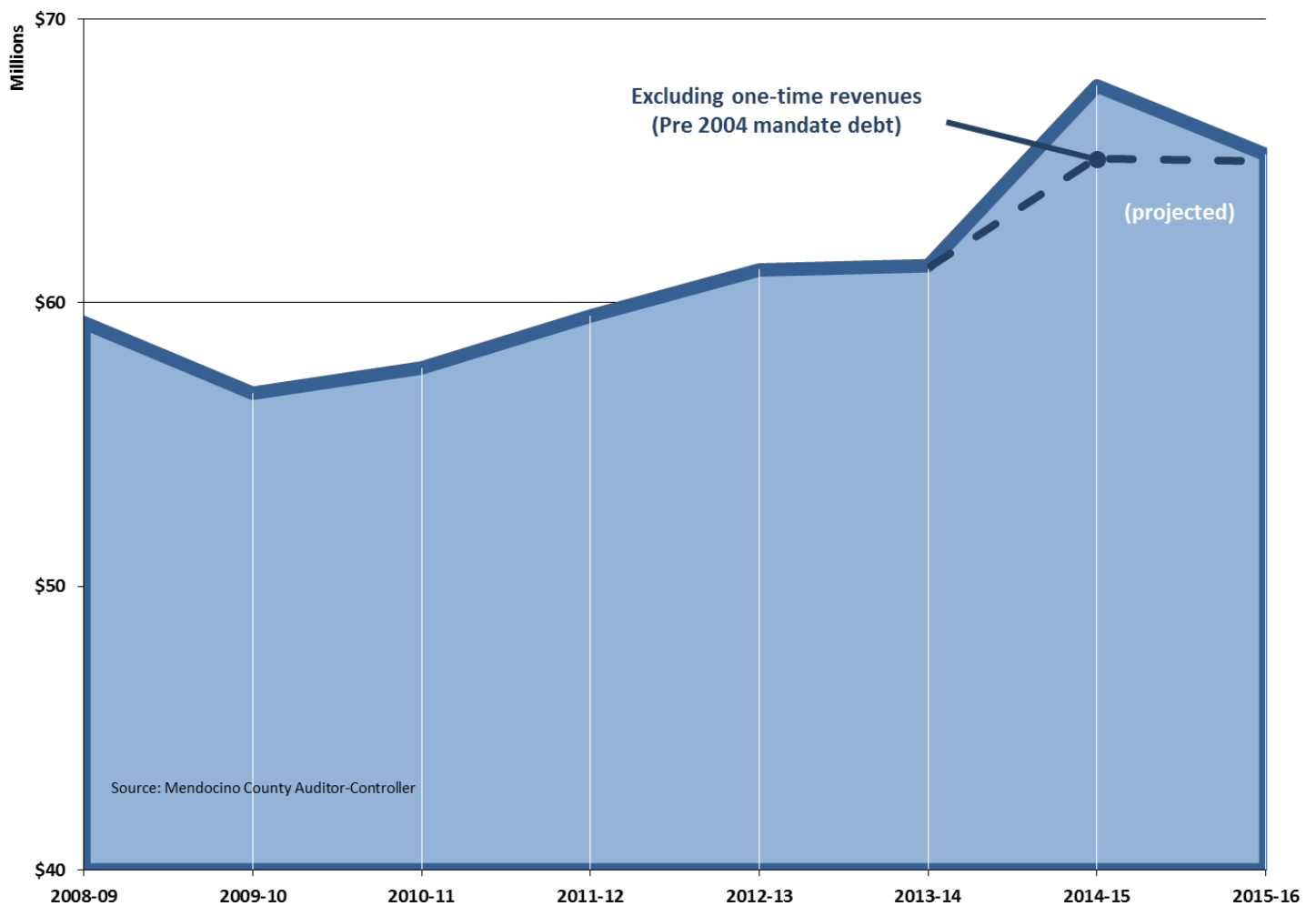
taxes. The State of California will use state General Fund revenues to protect the minimum-funding guarantee of Proposition 98.

The return to 1% allocations: The sales tax rate returned to 1% on January 1, 2016. It takes time for sales under the restored 1% tax rate to translate into sales tax payments to counties and cities. The sales tax payments (allocations) to counties and cities will return to the 1% rate in March 2016.

How this year is different: Historically, the State made payments in January and May via property tax in lieu distributed by counties to repay local sales tax borrowed via the Triple Flip to repay the Economic Recovery Bond Act of 2004. Those payments also included true-up payments for the prior fiscal year. In this final year of the triple flip, the State is only going to send funds via property tax in lieu payments to local jurisdictions in January and May to cover the true-up for FY 2014-2015 and the estimated withholding from the latter part of June 2015 through the first part of September 2015. The withholding from the latter part of September 2015 through March 2016 and any residual true-up payments will be funded in August 2016. As a result, most of the remaining amounts owed to local jurisdictions will be moved to August.

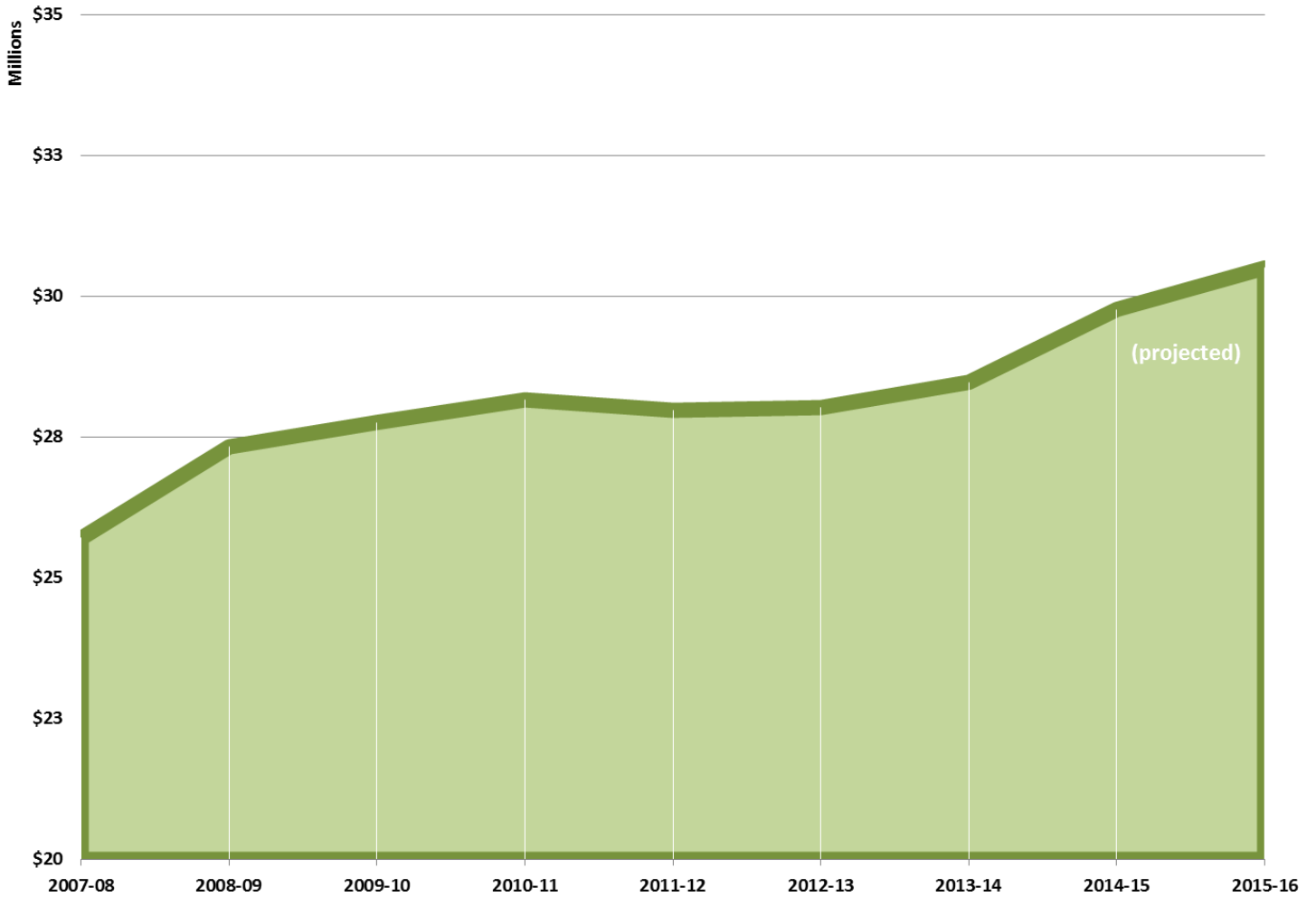
An idea of scale: Generally, the total true-up the State owes a local jurisdiction in 2016 is 3/16 of its total annual sales tax. Roughly 1/3 of which is paid over January and May. The remaining 2/3 is paid in August. The August payment is anticipated to be roughly 1/8 of an entire year's sales tax. It is important to note that this additional amount will be a one-time increase in FY 2015-16 and not an on-going increase. This one-time amount is not currently included in the budget.

DISCRETIONARY REVENUE (BU 1000)



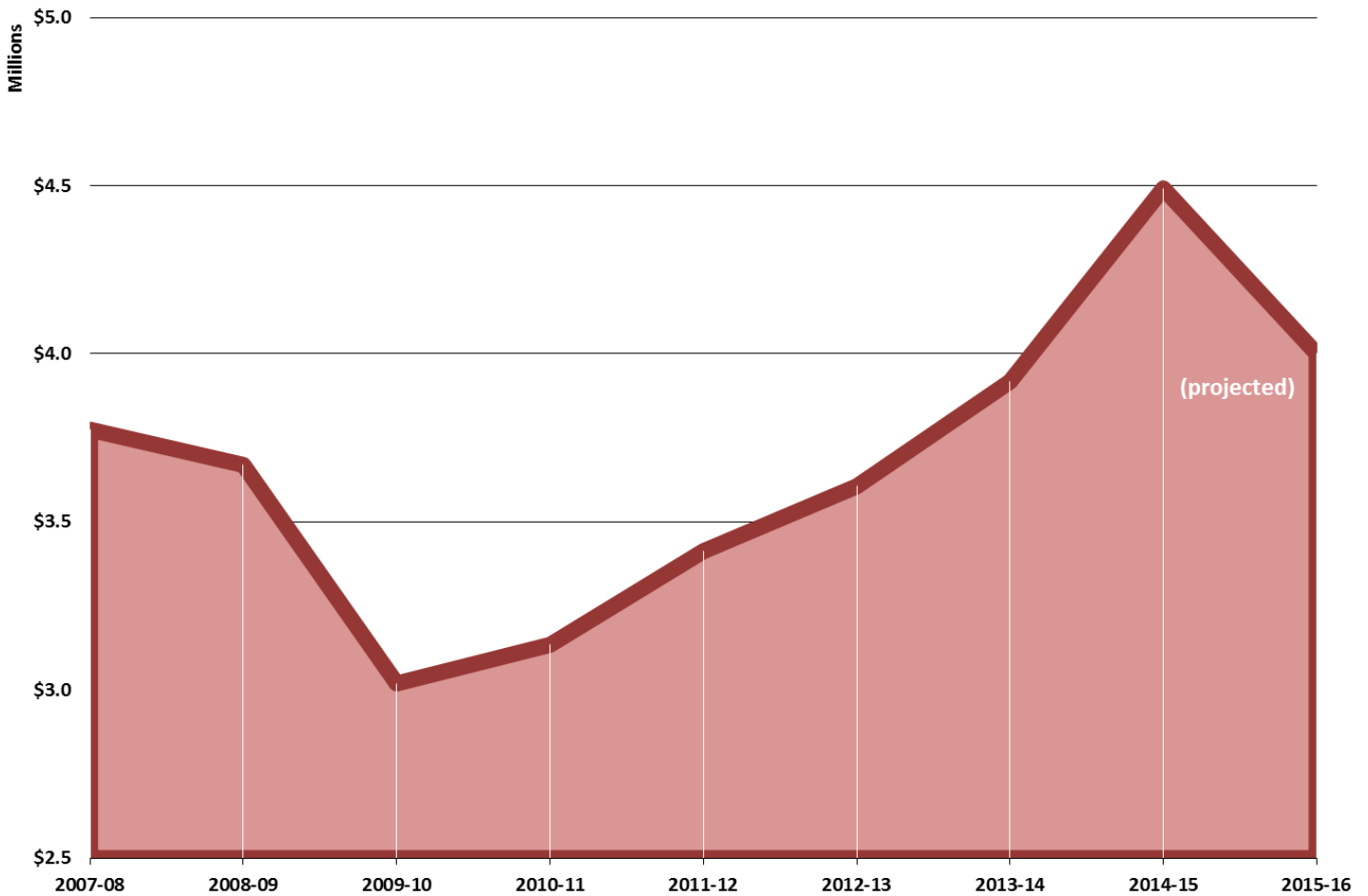
Property Taxes: The County’s overall financial picture is tied closely to trends and changes in property tax revenue. The Current Secured Property Tax alone makes up almost half of all County discretionary dollars. Current projections show slow growth in current secured property tax revenue over the next several years, after a slight decline in FY 2011-12. This revenue stream is expected to continue a slow increase in the near future. Overall growth during the forthcoming 5-year period is estimated at approximately 1.6% annually. The weakening of the real estate market is likely to result in a slower growth trend in the current fiscal year than that realized in FY 2014-15. Mid-year estimates for property tax receipts are unchanged from the Adopted Budget at \$30,500,000.

SECURED PROPERTY TAX REVENUE



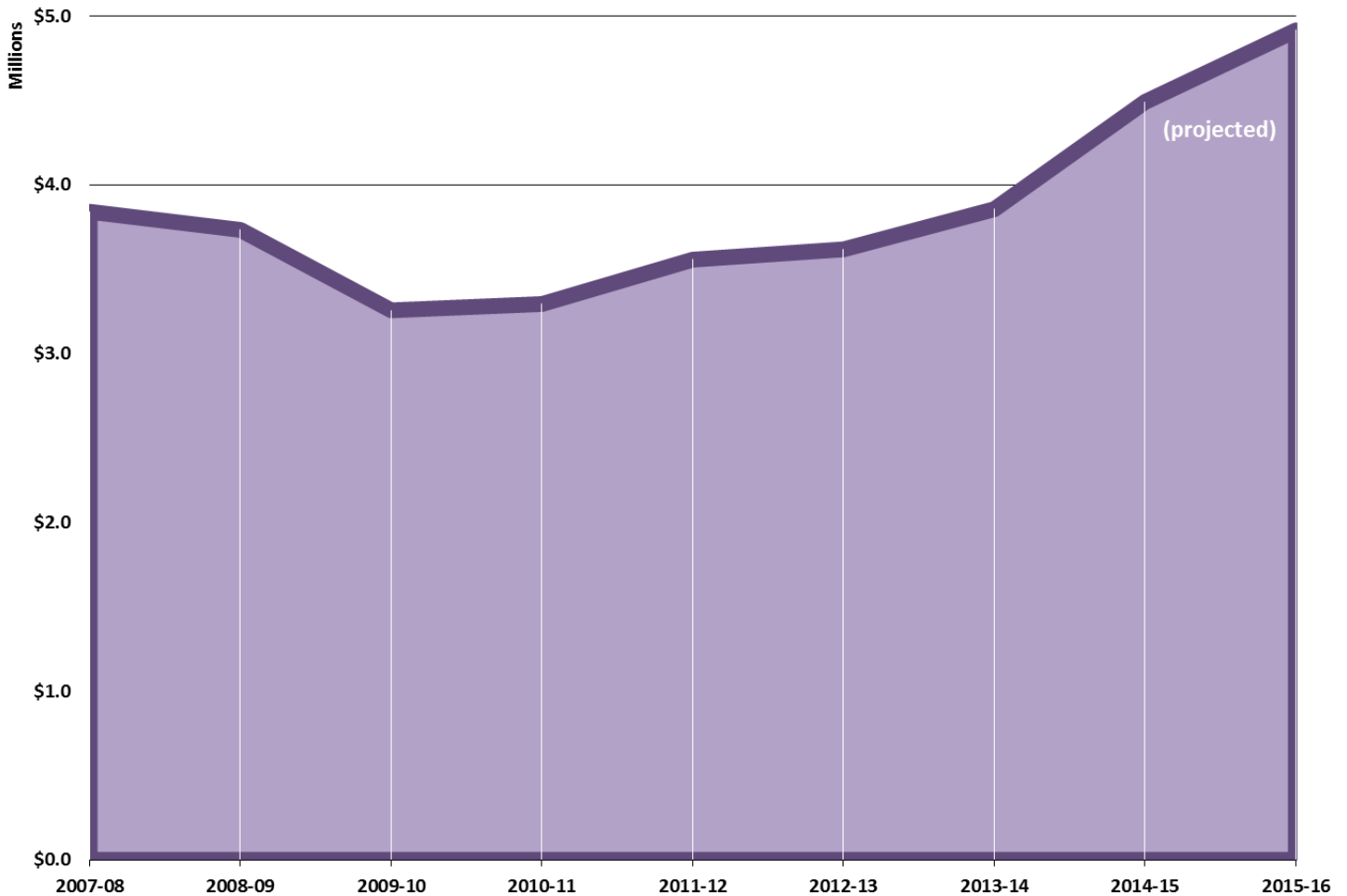
Sales Tax: The sales tax “1% County Share” is collected on sales in the unincorporated areas of the County and does not include the proceeds of the public safety sales tax. This is shown as a separate account in BU 1000. The actual benefit to the County general fund is 0.75%. Under current state law, 0.25% is diverted to the Mendocino Council of Governments (MCOG) for transportation projects that benefit all jurisdictions. Consumer confidence has grown steadily and the public continues to spend money. In the depth of the recession, sales tax revenue plummeted sharply to a low in FY 2009-10, but has now bypassed pre-recession levels. The Mid-Year Report projects a decrease from \$4.7 million to \$4.0 million by the end of the fiscal year over the projection in the Adopted Budget. This recent decrease is due, at least in part, to a dramatic drop in fuel prices, and estimates including one-time payments as a result of MuniSerices Sales Tax audit. The two one-time corrections from the 3rd and 4th Quarters for 2015 totaled \$236,128. Previously the estimated reduction in fuel prices, while it causes a reduction in fuel related sales tax, has shown support in other sectors of sales tax. This is likely due to low fuel prices providing additional discretionary income to consumers, that is then spent on other taxable services.

SALES TAX REVENUE (1% COUNTY SHARE)



Transient Occupancy Tax (TOT): A tax of 10% is levied on all of the lodging rooms in the unincorporated areas of Mendocino County. This is a discretionary revenue stream that is used to partially support destination marketing efforts in the County. As with other revenues the Great Recession caused a dramatic decline in TOT revenue. However, as travelers began spending again, a steady growth has occurred which has brought TOT revenues back to pre-recession levels. During the recession visitors looked to lower cost destinations and Mendocino undoubtedly benefited from this. Destination marketing and positive press from a number of national publications have also likely helped build the image of Mendocino County as a quality visitor destination. FY 2014-15 was a particularly strong year and it is expected that strength in the travel and tourism sectors will continue to grow. Mid-year projections estimate a year end increase from \$4,400,000 to \$4,915,000 over the Adopted Budget.

TRANSIENT OCCUPANCY TAX (TOT)



General Reserve: The Government Finance Officers Association (GFOA) recommends that local governments maintain reserve levels between 5% and 15% of General Fund expenditures. On April 24, 2012 the Board of Supervisors adopted County Policy #32 *General Reserve and Contingencies* setting the General Reserve at 6.35% of the General Fund, or roughly \$10,000,000. This level of reserve will assist in providing a layer of protection for the County, its employees, and citizens should we experience unpredictable changes in legislation, natural disasters, and economic downturns, among others. The County was able to slightly exceed that goal with the Adopted Budget for FY 2015-16 in establishing a reserve of \$11.5 million. The Mid-Year Report does not include a recommendation to adjust the General Reserve at this time.

Pension Gap Reserve: The Board allocated \$3.65 million towards a Pension Gap Reserve in the FY 2015-16 Budget. This amount remains available to the Board for unexpected increases in employer retirement contribution rates, or other impacts to the County's costs for covering retirement benefits. In FY 2016-17 the employer contribution rates as adopted by the Board of Supervisors and Mendocino County Employees Retirement Association will decline slightly so it is not anticipated the use of the Pension Gap Reserve will be needed. The Board may want to consider additional future options for increasing this amount in an effort to impact the unfunded liability amount more quickly than the current amortization schedule.

Salary & Benefits: During the preparation of the Fiscal Year 2015-16 budget, many of the bargaining units were in active negotiations and therefore, funds to cover the proposed salary increases were budgeted in the contingency account (BU 9991). Several of the smaller departments will need to have a transfer from the contingency fund to cover the negotiated wage increases for their staff. Most of the larger departments appear to be able to cover this increase with their salary savings due to vacancies throughout the year.

MID-YEAR (2ND QUARTER) REVIEW BY BUDGET UNIT

Summary of General Fund Departments by Budget Unit: This summary provides information on General Fund budget unit projections for mid-year of FY 2015-16. The period of time covered includes July 1, 2015 through December 31, 2015, the first two quarters of the fiscal year. Total fund balance carryover in the General Fund is anticipated to be **\$2,736,299** at year end.

BU 1000 – Non-Departmental Revenue: Overall, revenue is projected to be \$121,300 more than budgeted. A detailed breakdown of BU 1000 revenues is included as **Exhibit A**.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Nondepartmental Revenue					
5000 Series - Transfers & Reimb	11,758,770	11,758,770		11,758,770	-
Revenue Estimates	(65,102,300)	(25,079,735)		(65,223,600)	121,300
Total	(53,343,530)	(13,320,965)		(53,464,830)	121,300

BU 1010 – Clerk of the Board: Projected to be \$9,223 under budget. There are anticipated salary savings from vacancies for part of the year and due to a change in accounting for services provided by Executive Office, which is covered by a transfer through the 5000 series as shown below.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Clerk of the Board					
1000 Series - Salaries & Benefits	332,656	112,451		227,450	105,206
2000 Series - Services & Supplies	51,215	46,174		43,048	8,167
5000 Series - Transfers & Reimb				101,960	(101,960)
Revenue Estimates	(7,000)	(2,405)		(4,810)	(2,190)
Clerk of the Board Total	376,871	-		367,648	9,223

BU 1015 – Board of Supervisors: Projected to be \$49,612 under budget. The unbudgeted revenue is from a payment from the City of Ukiah in support of the Inland Winter Shelter.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Board of Supervisors					
1000 Series - Salaries & Benefits	547,082	256,689		517,841	29,241
2000 Series - Services & Supplies	314,193	309,127		323,822	(9,629)
Revenue Estimates		(30,000)		(30,000)	30,000
Board of Supervisors Total	861,275	535,815		811,663	49,612

BU 1020 – Executive Office: Projected to be \$178,021 under budget due to salary savings from various temporary vacancies, and anticipated savings from contracts and supplies. An adjustment in budgeting practices related to salary and benefits transfers from the Clerk of the Board, Water Agency and Risk budget units for Executive Office staff time is reflected below.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Executive Office					
1000 Series - Salaries & Benefits	960,053	565,059		1,136,122	(176,069)
2000 Series - Services & Supplies	239,960	70,976		137,721	102,239
5000 Series - Transfers & Reimb				(251,824)	251,824
Revenue Estimates		(28)		(28)	28
Executive Office Total	1,200,013	636,007		1,021,992	178,021

BU 1110 – Auditor-Controller: Projected to be \$23,879 over budget due to negotiated salary and benefit increases with various bargaining units.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Auditor-Controller					
1000 Series - Salaries & Benefits	1,063,804	516,813		1,091,088	(27,284)
2000 Series - Services & Supplies	48,375	17,179		45,075	3,300
Revenue Estimates	(316,845)	(98,263)		(316,950)	105
Auditor-Controller Total	795,334	435,729		819,213	(23,879)

BU 1120 – Assessor: Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Assessor					
1000 Series - Salaries & Benefits	1,513,001	732,815		1,502,000	11,001
2000 Series - Services & Supplies	86,446	25,034		86,446	-
Revenue Estimates	(99,735)	(11,156)		(88,734)	(11,001)
Assessor Total	1,499,712	746,693		1,499,712	-

BU 1130 – Treasurer-Tax Collector: Projected to be \$20,216 under budget due to a staffing vacancy for five months of the year.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Treasurer-Tax Collector					
1000 Series - Salaries & Benefits	601,958	267,195		583,569	18,389
2000 Series - Services & Supplies	88,865	67,300		88,123	742
4000 Series - Fixed Assets	12,000			10,915	1,085
Revenue Estimates	(508,084)	(179,117)		(508,084)	-
Treasurer-Tax Collector Total	194,739	155,378		174,523	20,216

BU 1160 – General Services Division: Projected to be \$77,171 under budget primarily due to savings in miscellaneous expenses within the 2000 Series. The overall savings in this budget unit is primarily due to the efficient use of resources; a result of integrating this division within the Executive Office.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
General Services					
1000 Series - Salaries & Benefits	289,245	152,990		305,980	(16,735)
2000 Series - Services & Supplies	485,359	204,761		481,606	3,753
5000 Series - Transfers & Reimb	(423,320)	(135,934)		(529,520)	106,200
Revenue Estimates	(68,175)	(19,494)		(52,128)	(16,047)
General Services Total	283,109	202,324		205,938	77,171

BU 1210 – County Counsel: Projected to be \$73,670 under budget due to anticipated salary savings, which is partially offset due to a reduction in revenue from billable services due to the appointment of Acting County Counsel, and shifting work within the office.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
County Counsel					
1000 Series - Salaries & Benefits	1,151,366	542,087		998,480	152,886
2000 Series - Services & Supplies	229,559	59,933		229,559	-
5000 Series - Transfers & Reimb	(480,726)	(148,084)		(476,220)	(4,506)
Revenue Estimates	(425,500)	(161,101)		(350,790)	(74,710)
County Counsel Total	474,699	292,836		401,029	73,670

BU 1320 – Human Resources: Projected to be \$47,329 under budget due to salary savings from staff vacancies. Revenue is from payments for miscellaneous copies.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Human Resources					
1000 Series - Salaries & Benefits	876,337	365,200		822,755	53,582
2000 Series - Services & Supplies	528,967	186,349		535,250	(6,283)
5000 Series - Transfers & Reimb	(157,397)			(157,397)	-
Revenue Estimates		(30)		(30)	30
Human Resources Total	1,247,907	551,519		1,200,578	47,329

BU 1410 – Elections: Projected to be \$49,000 under budget due to staff vacancies.

Elections	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
1000 Series - Salaries & Benefits	237,263	79,955		190,780	46,483
2000 Series - Services & Supplies	302,517	86,984		300,000	2,517
Revenue Estimates	(147,078)	(19,664)		(147,078)	-
Elections Total	392,702	147,276		343,702	49,000

BU 1610 – Buildings and Grounds: Projected to be \$113,352 under budget due primarily to an anticipated reduction in services and supply costs. Overall the savings in this budget unit are from the efficient use of resources; a result of integrating this division within the Executive Office.

Buildings & Grounds	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
1000 Series - Salaries & Benefits	1,831,712	917,205		1,834,409	(2,697)
2000 Series - Services & Supplies	2,060,677	677,889		1,933,417	127,260
4000 Series - Fixed Assets		3,638		3,638	(3,638)
5000 Series - Transfers & Reimb	(528,945)	(214,411)		(541,929)	12,984
Revenue Estimates	(147,000)	(52,052)		(126,443)	(20,557)
Buildings & Grounds Total	3,216,444	1,332,270		3,103,092	113,352

BU 1620 - Garage: Projected to be \$279,055 under budget due to a combination of salary savings and a decrease in supply costs. Budgeted revenue will be lower than anticipated due to capturing revenue through the 5000 series. The overall savings in this budget unit is from the efficient use of resources; a result of integrating this division within the Executive Office.

Garage	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
1000 Series - Salaries & Benefits	357,949	133,451		266,609	91,340
2000 Series - Services & Supplies	932,690	171,359		744,003	188,687
4000 Series - Fixed Assets	9,000			9,000	-
5000 Series - Transfers & Reimb	(981,600)	(275,861)		(1,259,707)	278,107
Revenue Estimates	(318,039)	(2,742)		(38,960)	(279,079)
Garage Total	-	26,206		(279,055)	279,055

BU 1810 – Economic Development: Projected to be at budget.

Economic Development	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
2000 Series - Services & Supplies	454,335	204,915		454,335	
Economic Development Total	454,335	204,915		454,335	

BU 1910 – Land Improvement: Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Land Improvement					
1000 Series - Salaries & Benefits	657,488	315,710		657,488	
2000 Series - Services & Supplies	120,288	20,366		120,288	
4000 Series - Fixed Assets	4,500			4,500	
Revenue Estimates	(139,166)	(30,533)		(139,166)	
Land Improvement Total	643,110	305,543		643,110	

BU 1920 – Retirement: Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Retirement					
1000 Series - Salaries & Benefits	558,959	247,461		558,959	
Revenue Estimates	(558,959)			(558,959)	
Retirement Total	-	247,461			

BU 1930 – Teeter Plan: Projected to be \$200,000 under budget. Current year delinquencies have been trending approximately 3% higher than anticipated for FY 2015-16. A Teeter payment of \$3,500,000 is projected, which is an increased cost of \$100,000 for the 2000 series. The principal payments and, penalty & cost revenues collected in FY 2015-16 so far have been trending up approximately 7%, therefore the Auditor is projecting revenue at \$4,700,000 which is an increase of \$300,000.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Teeter Plan					
2000 Series - Services & Supplies	3,400,000	1,158		3,500,000	(100,000)
Revenue Estimates	(4,400,000)	(2,377,003)		(4,700,000)	300,000
Teeter Plan Total	(1,000,000)	(2,375,845)		(1,200,000)	200,000

BU 1940 – Miscellaneous: Projected to be **\$20,845** over budget due to increase in work provided by Muni Services who is locating business outside city limits, which should be paying their sales and use taxes to the County and not the City. The County pays MuniServices 25% of the sales and use taxes that they find to be going to another jurisdiction in error. This payment to MuniServices is paid from BU 1940, with the unrealized sales tax revenue being realized in the Sales Tax account in BU 1000.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Miscellaneous					
1000 Series - Salaries & Benefits	410,577	135,429		414,300	(3,723)
2000 Series - Services & Supplies	340,549	273,832		360,500	(19,951)
3000 Series - Other Charges	386,429	197,622		383,600	2,829
Miscellaneous Total	1,137,555	606,883		1,158,400	(20,845)

BU 1941 – Clerk-Recorder: Projected to be \$33,145 under budget due to staff vacancies.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Clerk-Recorder					
1000 Series - Salaries & Benefits	159,552	72,762		126,407	33,145
2000 Series - Services & Supplies	43,241	22,675		43,241	-
5000 Series - Transfers & Reimb		(32)			-
Revenue Estimates	(341,100)	(190,966)		(341,100)	-
Clerk-Recorder Total	(138,307)	(95,561)		(171,452)	33,145

BU 1960 – Information Services: Projected to be \$31,065 under budget due to salary savings, reduced service & supplies costs, and an increase in anticipated revenue. Overall the savings in this budget unit are primarily from the efficient use of resources; a result of integrating this division within the Executive Office.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Information Services					
1000 Series - Salaries & Benefits	1,866,103	919,132		1,838,265	27,838
2000 Series - Services & Supplies	887,112	429,853		862,340	24,772
4000 Series - Fixed Assets	40,000	532		40,000	-
5000 Series - Transfers & Reimb	(286,800)	(54,597)		(221,732)	(65,068)
Revenue Estimates	(139,000)	(51,971)		(182,523)	43,523
Information Services Total	2,367,415	1,242,950		2,336,350	31,065

BU 2012 – Court Collections – AB 233: Projected to be **\$48,512** over budget due to lower than anticipated revenue in fine collection and traffic school fees in spite of savings in other areas of the budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Collections - AB 233					
1000 Series - Salaries & Benefits	429,830	215,770		425,459	4,371
2000 Series - Services & Supplies	266,733	145,499		256,339	10,394
3000 Series - Other Charges	632,153	385,618		627,136	5,017
Revenue Estimates	(2,011,159)	(933,784)		(1,942,865)	(68,294)
Collections - AB 233 Total	(682,443)	(186,896)		(633,931)	(48,512)

BU 2060 – Grand Jury: Projected to be \$25,262 under budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Grand Jury					
2000 Series - Services & Supplies	93,684	36,363		68,422	25,262
Grand Jury Total	93,684	36,363		68,422	25,262

BU 2070 – District Attorney: The Department reports they project to be at budget. The Executive Office anticipates the possibility of salary savings resulting from recent staff vacancies.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
District Attorney					
1000 Series - Salaries & Benefits	4,733,072	1,994,866		4,733,072	
2000 Series - Services & Supplies	580,013	276,173		580,013	
4000 Series - Fixed Assets	110,304	109,766		110,304	
5000 Series - Transfers & Reimb	(9,000)	(1,504)		(9,000)	
Revenue Estimates	(484,500)	(156,394)		(484,500)	
District Attorney Total	4,929,889	2,222,907		4,929,889	

BU 2080 – Public Defender: Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Public Defender					
1000 Series - Salaries & Benefits	2,416,585	1,179,774		2,416,585	
2000 Series - Services & Supplies	188,121	55,327		188,121	
Revenue Estimates	(183,293)	(41,267)		(183,293)	
Public Defender Total	2,421,413	1,193,833		2,421,413	

BU 2085 – Alternate Defender: Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Alternate Defender					
1000 Series - Salaries & Benefits	654,976	318,241		654,976	
2000 Series - Services & Supplies	57,402	21,880		57,402	
Alternate Defender Total	712,378	340,121		712,378	

BU 2086 – Conflict Defender: Projected to be \$82,545 under budget due to lower than anticipated contracted services.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Conflict Defender					
2000 Series - Services & Supplies	354,600	136,028		272,055	82,545
Revenue Estimates	(219,600)			(219,600)	-
Conflict Defender Total	135,000	136,028		52,455	82,545

BU 2090 – Child Support Services: Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Child Support Services					
1000 Series - Salaries & Benefits	2,574,464	1,098,002		2,574,464	
2000 Series - Services & Supplies	476,475	92,073		476,475	
Revenue Estimates	(3,132,363)	(559,827)		(3,132,363)	
Child Support Services Total	(81,424)	630,248		(81,424)	

BU 2310 – Sheriff-Coroner: As reported by the Sheriff’s Office this budget unit is projected to be **\$482,966** over budget due to overtime to cover staff vacancies, underestimate of Information Technology costs and restitution revenue being over budgeted. This deficit will be covered in part by anticipated savings of \$188,084 in BU 2510 – Jail, utilization of the reserve designation for medical marijuana (current balance of \$262,337), and could be further minimized by restitution revenues coming in close to budget. As of February 9th receipts for restitution (Account 826258) are \$1,104,795 of a budgeted amount of \$1,470,862, or 75.1%. Significant increases in overtime costs year over year should be studied closely.

Sheriff-Coroner	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
1000 Series - Salaries & Benefits	14,922,694	7,777,701		15,105,725	(183,031)
2000 Series - Services & Supplies	2,037,011	1,029,730		2,112,814	(75,803)
3000 Series - Other Charges	270,000			270,000	-
4000 Series - Fixed Assets	975,683	912,375		915,000	60,683
5000 Series - Transfers & Reimb	(600)	(288)		-	(600)
Revenue Estimates	(5,107,029)	(1,430,810)		(4,822,814)	(284,215)
Sheriff-Coroner Total	13,097,759	8,288,709		13,580,725	(482,966)

BU 2510 – Jail: Projected to be \$188,084 under budget due to staff vacancies and decreased services and supplies, partially offset by a decrease in revenue due to the short staffing and a decline in the grant funding for State Criminal Alien Assistance Program.

Jail	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
1000 Series - Salaries & Benefits	8,487,882	4,118,988		8,134,543	353,339
2000 Series - Services & Supplies	2,974,619	1,497,812		2,905,272	69,347
4000 Series - Fixed Assets	50,000	27,383		50,000	-
Revenue Estimates	(1,893,378)	(409,048)		(1,658,776)	(234,602)
Jail Total	9,619,123	5,235,134		9,431,039	188,084

BU 2550 – Juvenile Hall: Projected to be \$3,388 under budget due to salary savings and a reduction in services and supplies, although a reduction in revenue is also expected due to a delay in the start of the agreement for custody of juveniles with Lake County.

Juvenile Hall	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
1000 Series - Salaries & Benefits	2,479,533	1,089,558		2,425,717	53,816
2000 Series - Services & Supplies	394,141	155,138		357,434	36,707
5000 Series - Transfers & Reimb	8,753	(14,880)		8,753	-
Revenue Estimates	(686,253)	(24,685)		(599,118)	(87,135)
Juvenile Hall Total	2,196,174	1,205,130		2,192,786	3,388

BU 2560 – Probation: Projected to be \$152,061 under budget due to salary savings from staff vacancies and service and supplies savings.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Probation					
1000 Series - Salaries & Benefits	4,324,915	1,974,458		4,081,708	243,207
2000 Series - Services & Supplies	1,102,740	305,675		1,141,018	(38,278)
5000 Series - Transfers & Reimb	(90,055)			(90,055)	-
Revenue Estimates	(3,192,606)	(847,906)		(3,139,738)	(52,868)
Probation Total	2,144,994	1,432,227		1,992,933	152,061

BU 2710 – Agriculture: Projected to be **\$35,624** over budget due to increased salary and benefit costs from labor agreements and extra demands in treating Light Brown Apple Moth in Fort Bragg/Casper. This budget unit has Mid-Year Adjustments due to higher than expected legal costs.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Agriculture					
1000 Series - Salaries & Benefits	832,676	431,694		871,027	(38,351)
2000 Series - Services & Supplies	91,092	43,277		90,092	1,000
3000 Series - Other Charges	144,000	124,380	150,000	294,000	-
4000 Series - Fixed Assets	15,000			15,000	-
5000 Series - Transfers & Reimb	35,000			35,000	-
Revenue Estimates	(678,273)	(92,332)	(150,000)	(830,000)	1,727
Agriculture Total	439,495	507,019	-	475,119	(35,624)

BU 2830 – Emergency Services: Projected to be \$55,575 under budget due to an increase in revenue.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Emergency Services					
1000 Series - Salaries & Benefits	172,262	62,333		172,262	-
2000 Series - Services & Supplies	120,862	39,103		120,862	-
4000 Series - Fixed Assets	48,256	48,256		48,256	-
Revenue Estimates	(142,971)	(64,307)		(198,546)	55,575
Conflict Defender Total	198,409	85,385		142,834	55,575

BU 2851 – Planning and Building: Projected to be \$352,561 under budget due to staff vacancies, reduced travel costs, no CDBG cost recoupment due to program recalibration, and decreased revenue due to lower than anticipated development activity.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Planning & Building					
1000 Series - Salaries & Benefits	3,214,836	1,468,376		2,761,306	453,530
2000 Series - Services & Supplies	959,086	308,575		869,373	89,713
5000 Series - Transfers & Reimb	(18,774)			-	(18,774)
Revenue Estimates	(1,767,047)	(608,647)		(1,595,139)	(171,908)
Planning & Building Total	2,388,101	1,168,303		2,035,540	352,561

BU 2860 – Animal Care: Projected by the Department to be at budget with the mid-year adjustments detailed below, due to salary savings being utilized for increased service for transportation for trustee work release inmates, and maintenance work to equipment. Additional adjustments may be required before the end of the fiscal year due to the hiring of an Interim Shelter Manager and various other recent improvements planned at the shelter.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Animal Care					
1000 Series - Salaries & Benefits	633,894	335,188	(25,527)	611,500	22,394
2000 Series - Services & Supplies	276,039	91,289	39,026	318,389	(42,350)
4000 Series - Fixed Assets		7,106			-
Revenue Estimates	(646,018)	(238,288)	(13,499)	(665,974)	19,956
Animal Care Total	263,915	195,294	-	263,915	-

BU 3050 – Round Valley Airport: Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Round Valley Airport					
2000 Series - Services & Supplies	32,683	8,138		32,683	
4000 Series - Fixed Assets	10,000	10,000		10,000	
Revenue Estimates	(5,052)	(2,310)		(5,052)	
Round Valley Airport Total	37,631	15,828		37,631	

BU 3060 – Little River Airport: Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Little River Airport					
2000 Series - Services & Supplies	290,328	86,978		290,328	
Revenue Estimates	(231,904)	(65,355)		(231,904)	
Little River Airport Total	58,424	21,624		58,424	

BU 4010 – Public Health Administration: Projected to be at budget with the mid-year adjustments as detailed below.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Public Health Administration					
1000 Series - Salaries & Benefits	1,594,217	579,069	338,159	1,201,858	392,359
2000 Series - Services & Supplies	1,470,926	240,322	273,921	1,502,503	(31,577)
3000 Series - Other Charges	20,000				20,000
5000 Series - Transfers & Reimb	(1,398,155)		(429,130)	(1,266,190)	(131,965)
Revenue Estimates	(1,665,739)	(487,018)	(182,950)	(1,416,922)	(248,817)
Public Health Administration Total	21,249	332,373	-	21,249	-

BU 4011 – Environmental Health: Projected to be at budget with the mid-year adjustments detailed below.

Environmental Health	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
1000 Series - Salaries & Benefits	1,888,208	773,188	89,540	1,694,137	194,071
2000 Series - Services & Supplies	657,951	23,431		620,251	37,700
4000 Series - Fixed Assets	14,000			14,000	-
5000 Series - Transfers & Reimb	(80,936)				(80,936)
Revenue Estimates	(2,183,941)	(780,768)	(89,540)	(2,188,204)	4,263
Designated Reserve Adjustment				155,098	(155,098)
Environmental Health Total	295,282	15,851	-	140,184	-

BU 4012 – Alcohol & Other Drug Program: Projected to be at budget with the mid-year adjustments detailed below, due to salary savings and an increase in revenue. The amount under budget at year end will be placed into this budget unit's reserve account.

Alcohol & Other Drug Program	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
1000 Series - Salaries & Benefits	2,092,785	769,808	165,608	1,570,798	521,987
2000 Series - Services & Supplies	566,516	100,826	(135,996)	454,456	112,060
5000 Series - Transfers & Reimb	(886,242)		42,196	(844,046)	(42,196)
Revenue Estimates	(1,644,172)	(331,652)	(71,808)	(1,776,322)	132,150
Designated Reserve Adjustment				724,001	(724,001)
Alcohol & Other Drug Program Total	128,887	538,983	-	128,887	-

BU 4013 – Public Health Nursing: Projected to be at budget based on the mid-year adjustments as detailed in the chart below.

Public Health Nursing	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
1000 Series - Salaries & Benefits	1,397,022	527,028	115,485	1,053,683	343,339
2000 Series - Services & Supplies	399,083	57,333	27,895	400,246	(1,163)
3000 Series - Other Charges	110,367	42,193		110,367	-
4000 Series - Fixed Assets	33,000			33,000	-
Revenue Estimates	(1,714,523)	(372,615)	(143,380)	(1,372,347)	(342,176)
Public Health Nursing Total	224,949	253,939	-	224,949	-

BU 4016 – Emergency Medical Services: Projected to be \$950 under budget. This budget has mid-year adjustments as detailed in the chart below.

Emergency Medical Services	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
2000 Series - Services & Supplies	19,239	3,345	25,000	19,218	21
3000 Series - Other Charges	788,077			788,077	-
Revenue Estimates	(405,356)	(141,258)	(25,000)	(406,285)	929
Emergency Medical Services Total	401,960	(137,913)	401,960	401,010	950

BU 4070 – County Medical Services Program: Projected to be at budget based on the mid-year adjustments detailed below. Adjustments include increased IGT revenue, and remaining funds at year end will be placed into this budget unit's reserve account.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
County Medical Services Program					
2000 Series - Services & Supplies	1,673,002	1,335,247		1,939,804	(266,802)
3000 Series - Other Charges	1,134,096		(818,096)	316,000	818,096
Revenue Estimates	(3,625,194)	(3,569,928)	818,096	(3,910,934)	285,740
Designated Reserve Adjustment				837,034	(837,034)
County Medical Services Program Total	(818,096)	(2,234,681)	-	(818,096)	-

BU 4080 – California Children's Services: Projected to be \$90,324 under budget with the included mid-year adjustments and due primarily to salary savings to lower than expected revenue offset by salary and service savings.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
California Children's Services					
1000 Series - Salaries & Benefits	886,151	403,755	4,034	734,990	151,161
2000 Series - Services & Supplies	290,837	18,100	7,853	268,871	21,966
3000 Series - Other Charges	212,773	13,427		212,773	-
Revenue Estimates	(1,299,437)	(233,156)	(11,887)	(1,216,634)	(82,803)
Employee Wellness EAP Total	90,324	202,126	-	-	90,324

BU 4510 – Solid Waste: Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Solid Waste					
1000 Series - Salaries & Benefits	53,821	40,053		53,821	
2000 Series - Services & Supplies	105,572	52,866		105,572	
Revenue Estimates	(330,799)	(95,632)		(330,799)	
Solid Waste Total	(171,406)	(2,713)		(171,406)	

BU 5010 – Social Services Administration: Projected to be \$854,565 under budget due to salary savings, reduced services & supplies and direct program charges, although the savings are partially offset by a reduction in revenue in this budget unit.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Social Services Administration					
1000 Series - Salaries & Benefits	29,744,781	12,854,789		26,373,330	3,371,451
2000 Series - Services & Supplies	6,992,422	1,461,264		4,943,474	2,048,948
3000 Series - Other Charges	9,390,450	1,550,476		6,784,444	2,606,006
4000 Series - Fixed Assets	556,133	165,749		386,748	169,385
5000 Series - Transfers & Reimb	(727,335)			(727,335)	-
Revenue Estimates	(44,782,641)	(6,313,466)		(37,441,416)	(7,341,225)
Social Services Administration Total	1,173,810	9,718,812		319,245	854,565

BU 5020 – HHS Administration: Projected to be at budget. Savings in this budget unit are directly offset by a reduction in reimbursements from other Agency budgets.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
HHS Administration					
1000 Series - Salaries & Benefits	1,938,135	564,503		1,530,452	407,683
2000 Series - Services & Supplies	304,916	212,518		400,000	(95,084)
4000 Series - Fixed Assets	10,000			-	10,000
5000 Series - Transfers & Reimb	(2,253,051)			(1,930,452)	(322,599)
HHS Administration Total	-	777,021			

BU 5130 – Cal Works/Foster Care: Projected to be \$59,866 under budget with the mid-year adjustments detailed below. This budget unit has increased revenue due to additional realignment revenue.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Cal Works/Foster Care					
3000 Series - Other Charges	23,529,910	10,501,412	1,133,854	23,306,720	223,190
Revenue Estimates	(21,638,624)	(4,457,815)	(1,133,854)	(20,341,466)	(163,304)
Cal Works/Foster Care Total	1,891,286	6,043,597	1,891,286	2,965,254	59,886

BU 5170 – In-Home Supportive Services: Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
In-Home Supportive Services					
2000 Series - Services & Supplies	1,230,717	527,634		1,589,478	(358,761)
3000 Series - Other Charges	3,814,827	1,832,022		3,814,827	-
Revenue Estimates	(3,629,456)	(1,237,883)		(3,988,217)	358,761
In-Home Supportive Services Total	1,416,088	1,121,774		1,774,849	-

BU 5190 – General Assistance: Projected to be \$90,962 under budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
General Relief/Assistance					
2000 Series - Services & Supplies	43,500	15,602		43,500	-
3000 Series - Other Charges	626,394	219,038		552,474	73,920
Revenue Estimates	(70,024)	(43,990)		(87,066)	17,042
General Relief/Assistance Total	599,870	190,651		508,908	90,962

BU 6210 – Farm Advisor: Projected to be \$9,463 under budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Farm Advisor					
1000 Series - Salaries & Benefits	190,089	88,120		180,626	9,463
2000 Series - Services & Supplies	49,518	22,869		49,518	-
Farm Advisor Total	239,607	110,990		230,144	9,463

BU 7110 – County Museum: Projected to be \$88,454 under budget due to staff vacancies, including the unfilled Curator position.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
County Museum					
1000 Series - Salaries & Benefits	438,454	174,599		350,000	88,454
2000 Series - Services & Supplies	104,364	48,531		104,364	-
Revenue Estimates	(9,312)	(3,144)		(9,312)	-
County Museum Total	533,506	219,986		445,052	88,454

The total anticipated fund balance carryover in the General Fund is projected to be **\$2,736,299** at year end.

Summary of Non-General Fund Departments by Budget Unit: This summary provides information on Non-General Fund budget unit projections for mid-year of FY 2015-16. The period of time covered includes July 1, 2015 through December 31, 2015, the first two quarters of the fiscal year.

BU 0326 – Water Agency: Projected to be under budget by \$14,065. Budgeted salary costs are instead used to reimburse staff within the Executive Office for Water Agency work. The overall savings in this budget unit is primarily from the efficient use of resources; a result of integrating this budget within the Executive Office.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Water Agency					
1000 Series - Salaries & Benefits	68,561	284		284	68,277
2000 Series - Services & Supplies	249,602	31,455		248,023	1,579
3000 Series - Other Charges	26,000			26,000	-
5000 Series - Transfers & Reimb				70,275	(70,275)
Revenue Estimates	(291,147)	(227,815)		(305,630)	14,483
Water Agency Total	53,016	(196,076)		38,951	14,065

BU 0327 – Air Quality Management District: The District did not provide a mid-year update to the Executive Office. The Executive Office anticipates some variance in the budget due to significant legal costs this fiscal year.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Air Quality Management District					
1000 Series - Salaries & Benefits	723,838	330,560		723,838	
2000 Series - Services & Supplies	200,960	154,119		200,960	
3000 Series - Other Charges	5,000	4,391		5,000	
Revenue Estimates	(930,664)	(566,823)		(930,664)	
Air Quality Management District Total	(866)	(77,753)		(866)	

BU 1942 – Recorder Modernization: Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Recorder Modernization					
1000 Series - Salaries & Benefits				45,000	
2000 Series - Services & Supplies	45,000	42,485			
5000 Series - Transfers & Reimb				(65,900)	
Revenue Estimates	(65,900)	(40,821)		(20,900)	
Recorder Modernization Total	(20,900)	1,664		38,951	

BU 1944 – Micrographics: Projected to be \$12 over budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Micrographics					
1000 Series - Salaries & Benefits	67,963	27,513		55,000	12,963
2000 Series - Services & Supplies	8,966	7,868		17,000	(8,034)
Revenue Estimates	(76,941)	(18,607)		(72,000)	(4,941)
Micrographics Total	(12)	16,774		-	(12)

BU 2313 – Sheriff COPS: Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Sheriff COPS					
1000 Series - Salaries & Benefits	88,139	46,523		88,139	
2000 Series - Services & Supplies	11,344	130		11,344	
5000 Series - Transfers & Reimb	500	500		500	
Revenue Estimates	(100,200)	(38,024)		(100,200)	
Sheriff COPS Total	(217)	9,129		(217)	

BU 2315 – Sheriff Special Projects: Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Sheriff Special Projects					
2000 Series - Services & Supplies	20,500	2,487		20,500	
Revenue Estimates	(20,500)	(6,645)		(20,500)	
Sheriff Special Projects Total	-	(4,158)			

BU 2511 – Jail COPS: Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Jail COPS					
2000 Series - Services & Supplies	24,910			24,910	
5000 Series - Transfers & Reimb	150	150		150	
Revenue Estimates	(25,060)	(9,633)		(25,060)	
Jail COPS Total	-	(9,483)			

BU 2840 – Fish and Game Commission: Projected to be \$3,180 under budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Fish & Game Commission					
2000 Series - Services & Supplies	62,056	7,846		59,056	3,000
5000 Series - Transfers & Reimb	750	750		-	750
Revenue Estimates	(35,400)	(17,415)		(34,830)	(570)
Fish & Game Commission Total	27,406	(8,819)		24,226	3,180

BU 2852 – Planning and Building Special Fund: Projected to be \$40,404 under budget due to no Environmental Impact Reports (EIR) for FY 2015-16 for three planned projects, planned server updates not needed for electronic records database, which are offset in part by interest earnings lower than anticipated, development fees less than anticipated and no projects in FY 15-16 with EIR payments.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Planning & Building Spec Fund					
2000 Series - Services & Supplies	222,257	18,119		117,000	105,257
4000 Series - Fixed Assets	15,000			-	15,000
5000 Series - Transfers & Reimb	10,000			10,000	-
Revenue Estimates	(129,600)	(24,034)		(49,747)	(79,853)
Planning & Building Spec Fund Total	117,657	(5,915)		77,253	40,404

BU 2861 – Mobile Spay and Neuter: Projected to be **\$20,679** over budget with inclusion of the mid-year adjustments as detailed in the chart below.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Mobile Spay & Neuter Program					
2000 Series - Services & Supplies	16,978	15,012	(19,000)	36,028	(19,050)
5000 Series - Transfers & Reimb	10,000		(7,106)	17,106	(7,106)
Revenue Estimates	(16,963)	(8,574)	5,037	(22,350)	5,387
Mobile Spay & Neuter Program Total	10,015	6,438	(21,069)	30,784	(20,769)

BU 3010 – DOT Administration and Road Maintenance: Projected to be \$603,239 under budget due to difficulty in recruitment and retention for road crew and heavy equipment mechanic positions and due in part to higher wages being paid in the private sector.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
DOT - Admin & Road Maintenance					
1000 Series - Salaries & Benefits	6,736,078	2,968,079		6,153,093	582,985
2000 Series - Services & Supplies	2,483,757	788,060		2,463,503	20,254
4000 Series - Fixed Assets	249,000			249,000	-
5000 Series - Transfers & Reimb	182,206			182,206	-
Revenue Estimates	(8,148,892)	(5,492,618)		(8,148,892)	-
DOT - Admin & Road Maintenance Total	1,502,149	(1,736,479)		898,910	603,239

BU 3030 – DOT Storm Damage: Projected to be \$70,772 under budget due to a decrease in project-related expenditures owing to changes with several storm damage projects: two 2015 projects weren't approved for permanent repair funding so no additional work will be done; and two 2011 projects had construction costs lower than originally budgeted offset by two 2011 projects that had construction costs higher than originally budgeted and two 2011 projects which had right of way acquisition costs lower than originally budgeted. Decrease in project revenues directly tied to reductions in services detailed above.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
DOT Storm Damage					
2000 Series - Services & Supplies	1,556,315	1,042,330		1,102,808	453,507
3000 Series - Other Charges	15,200	500		500	14,700
Revenue Estimates	(1,374,194)	33,740		(976,759)	(397,435)
DOT Storm Damage Total	197,321	1,076,570		126,549	70,772

BU 3041 – DOT Federal and State Projects: Projected to be **\$241,678** over budget due to an increase in project-related expenditures for increased construction costs for several projects, offset by decreased consultant costs due to delays in design and environmental work for several other projects; increased project-related revenues by \$894,342 from project funding that is available to cover a portion of the increased expenditures reported above, although offset in part by decreased revenues applicable to delayed expenditures for several projects for consultant and right of way acquisition costs as reported above.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
DOT Federal & State Programs					
2000 Series - Services & Supplies	9,874,516	6,061,644		11,262,536	(1,388,020)
3000 Series - Other Charges	303,000	(97,673)		51,000	252,000
Revenue Estimates	(7,570,074)	(1,423,949)		(8,464,416)	894,342
DOT Federal & State Programs Total	2,607,442	4,540,022		2,849,120	(241,678)

BU 3090 – Little River Airport Restricted Fund: Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Little River Airport - Restricted Fund					
5000 Series - Transfers & Reimb	10,000			10,000	
Revenue Estimates	(10,000)	(10,000)		(10,000)	
Little River Airport - Restricted Fund Total	-	(10,000)			

BU 4050 – Mental Health: Projected to be **\$59,946** over budget due to a delay in Medi-Cal billing of 60 to 90 days from providers. In addition to the State Recoupement of SD/MC Cost Report and less billable Medi-Cal Federal Financial Participation (FFP). The anticipated transition of provision of adult mental services between providers may require additional adjustments before the end of the fiscal year.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Mental Health					
1000 Series - Salaries & Benefits	4,431,464	1,556,588		3,990,930	440,534
2000 Series - Services & Supplies	2,764,106	288,018		2,764,106	-
3000 Series - Other Charges	17,598,993	6,433,207		17,598,993	-
5000 Series - Transfers & Reimb	2,500,402			2,500,402	-
Revenue Estimates	(20,694,480)	1,275,732		(20,194,000)	(500,480)
Mental Health Total	6,600,485	9,553,545		6,660,431	(59,946)

BU 4051 – Mental Health Services Act: Projected to be \$409,830 under budget due to new housing program and funding and increased professional services. This budget unit has mid-year adjustments as detailed in the chart below.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Mental Health Services Act					
1000 Series - Salaries & Benefits	332,478	91,094	123,843	180,222	152,256
2000 Series - Services & Supplies	1,771,784	65,723	(1,573,968)	1,130,837	640,947
3000 Series - Other Charges	2,464,668		2,459,668	5,000	2,459,668
5000 Series - Transfers & Reimb	266,000		(2,642,868)	2,896,359	(2,630,359)
Revenue Estimates	(3,799,634)	(675,345)	2,668	(3,586,952)	(212,682)
Mental Health Services Act Total	1,035,296	(518,528)	(1,630,657)	625,466	409,830

BU 4511 – Landfill Closures: Projected to be \$650,000 under budget due to the postponement of the South Coast Closure project due to changes in project design, offset by an increase in consultant costs for project design for same project and storm damage repair expenditures at Laytonville Landfill due to damage incurred as a result of recent storms.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Landfill Closure					
2000 Series - Services & Supplies	1,846,195	91,760		1,196,195	650,000
4000 Series - Fixed Assets	16,184	7,110		16,184	
Revenue Estimates	(447,500)	98,498		(447,500)	
Landfill Closure Total	1,414,879	197,368		764,879	650,000

BU 6110 – Library: Projected to be \$11,819 over budget due to a reduction in revenue.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Library					
1000 Series - Salaries & Benefits	1,940,383	951,741		1,931,741	8,642
2000 Series - Services & Supplies	1,048,845	295,869		985,000	63,845
4000 Series - Fixed Assets	11,315	7,815		11,133	182
5000 Series - Transfers & Reimb	59,560			59,560	
Revenue Estimates	(3,069,098)	(1,895,301)		(2,984,610)	(84,488)
Library Total	(8,995)	(639,876)		2,824	(11,819)

BU 8010 – Debt Service - Certificates of Participation (COPS): Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Debt Service COPS					
2000 Series - Services & Supplies	5,500	2,310		5,500	
3000 Series - Other Charges	1,876,215			1,876,215	
Revenue Estimates	(1,846,109)	(1,421,201)		(1,846,109)	
Debt Service COPS Total	35,606	(1,418,891)		35,606	

BU 8011 – Pension Obligation Bonds: Projected to be at budget.

	2015-2016 Revised Budget	2015-2016 Actuals 12/31/2015	Mid-Year Adjustments	2015-2016 Projected 06/30/16	Difference in NCC (increase)/decrease
Debt Service POBS					
2000 Series - Services & Supplies	3,000			3,000	
3000 Series - Other Charges	7,880,408	6,075,043		7,880,408	
Revenue Estimates	(7,790,000)	(3,752,490)		(7,790,000)	
Debt Service POBS Total	93,408	2,322,553		93,408	

COUNTY EMPLOYEE UPDATE

Contracts with eight Mendocino County bargaining units are current; MCPEA is awaiting Board Approval.

As of February 18, 2016

Bargaining Unit	Employee Count 2/18/16*	Contract Status	Contract Start Date	Contract End Date
Confidential	23	Current	9/1/2015	8/31/2017
Department Heads	13	Current	9/1/2015	8/31/2018
DSA	134	Current	7/1/2014	6/30/2017
Management	52	Current	10/1/2015	9/30/2017
MCLEMA	9	Current	7/1/2014	6/30/2017
MCPAA	24	Current	1/1/2015	12/31/2016
MCPEA	44	Pending BOS appr	1/1/2014	9/30/2015
SEIU	761	Current	7/1/2015	6/30/2017
Unrepresented**	25	Current	9/1/2015	8/31/2018

* Does Not Include Extra Help

**Tied to Department Heads Bargaining Group

Acronym Definitions:

DSA: Deputy Sheriffs Association

MCLEMA: Mendocino County Law Enforcement Management Association

MCPAA: Mendocino County Public Attorneys Association

MCPEA: Mendocino County Probation Employees Association

SEIU 1021: Service Employees' International Union, Local 1021

SEIU ULTCW: Service Employees' International Union, United Long Term Care Workers

HUMAN RESOURCES UPDATE

Leadership Initiative:

Quarterly Expanded Leadership Team Meetings: The Executive Office hosts a quarterly expanded leadership meeting. Department heads, managers and supervisors involved in leadership activities are invited to attend. Each meeting includes a presentation on relevant leadership topics such as developing functional teams, career planning, and high performance organizations. Attendance at these meetings continues to grow as more employees participate in the work of leadership.

Leadership Book Club: Human Resources will be starting up the Leadership Book Club this spring. Members volunteer to facilitate weekly meetings that are held during the lunch hour. Reading assignments are reviewed and discussed at each meeting.

Transforming Government: As part of our on-going Leadership Development Initiative, Mendocino County will be co-host to a joint training session with Humboldt County on May 6, 2016. This will be a one-day seminar on “Transforming Government” with instructor Ted A. Gaebler, currently a teacher and mentor to government professionals and formerly a county CEO and City Manager. The presentation will reinforce the importance of making government better and improving the public's satisfaction. We look forward to offering this opportunity to County staff continuing our series of co-sponsored training events with Humboldt County.

Recruitment Summary: Between July – December 2015, Human Resources received 239 staffing requests, conducted 122 recruitments, received 2,291 applications, conducted 104 examinations, and prepared 156 certifications. During this time period, the County had 121 new hires and 95 terminations.

County-Wide Training Program: There were a total of 283 seats filled by County employees during the first six month of basic skills training classes. The classes included: Customer Service, Communication Skills, Business Writing, Facilitation Skills, Microsoft Word – Beginning and Advanced, Excel – Beginning and Advanced, and Adobe Pro. During the next quarter, additional basic skills classes will be offered in the following areas: Ethics in Public Agencies, Cultural Awareness, Emotional Intelligence, as well as a few repeats of prior classes with long waiting lists. HR also plans to add a series of supervisor's classes including Performance Management, Public Speaking, and Conflict Resolution. The following link contains the list of employee training opportunities: <http://www.co.mendocino.ca.us/hr/training.htm>.

Wellness and Benefits: Our annual open enrollment events were held throughout the County in November. We are excited to report a 21% increase in attendance this year with a total of 450 employees and their dependents coming to meet and talk with 18 vendors. A total of 601 employees and their covered dependents participated in our on-site health screening this year, and 518 employees completed step one requirements for the wellness incentive program which qualifies them for discounts on their health care premiums. There were 346 participants in the Walktober wellness challenge beating the prior high enrollment of 309. The Holiday Holdout challenge had an extraordinary increase in the number of participants increasing from a total of 40 last year to 251 this year.

MID-YEAR RECOMMENDATIONS

Recommended Actions:

1. Accept the Fiscal Year 2015-2016 Mid-Year Report as presented.
2. Adopt Resolution Amending the FY 2015-16 Final Adopted Budget

County of Mendocino
BU 1000 Mid-Year Revenue Forecast for Fiscal Year 2015-16

Revenue Description		2012/13 Adopted Budget	2012/13 Actual	2013/14 Adopted Budget	2013/14 Actual	2014/15 Adopted Budget	2014/15 Actual	2015/16 Adopted Budget	2015/16 Actual thru 12/31/2015	2015/16 Projected Auditor
Current Secured Property Tax	821110	28,450,000	28,021,871	28,500,000	28,470,016	28,980,000	29,763,529	30,500,000	16,849,199	30,500,000
Current Unsecured Property Tax	821120	1,027,000	990,837	960,000	1,036,384	1,020,000	961,540	960,000	960,467	999,000
Current Supplemental Roll Taxes	821130	0	(141,357)	0	126,805	128,000	249,292	250,000	110,589	280,000
Prior Year Secured Taxes	821210	0	1,548,638	0	142,883	140,000	(12,096)	0	0	0
Prior Year Unsecured Taxes	821220	100,000	60,659	80,000	28,573	25,000	65,483	50,000	15,206	51,000
Penalties & Cost on Delinquent Taxes	821400	660,000	617,764	600,000	751,558	650,000	729,599	600,000	16,136	600,000
Sales and Use Tax - County 1% Share	821500	3,500,000	3,605,583	3,750,000	3,917,219	4,200,000	4,491,936	4,700,000	1,471,651	4,000,000
Sales and Use Tax - Public Safety	821510	6,000,000	6,368,096	6,700,000	6,558,646	6,700,000	7,049,260	7,200,000	2,296,295	7,100,000
Timber Yield Taxes	821600	250,000	262,473	210,000	240,504	250,000	334,076	300,000	0	300,000
Highway Property Rentals	821700	0	3,475	0	2,239	0	0	0	0	0
Room Occupancy Tax	821701	3,600,000	3,617,553	3,700,000	3,855,504	3,900,000	4,491,130	4,400,000	2,222,996	4,915,000
Property Transfer Tax	821702	400,000	395,302	420,000	446,610	450,000	521,472	500,000	474,916	835,000
Property Tax In Lieu of VLF Revenues	821704	9,882,962	9,882,962	10,007,487	10,007,487	10,180,000	10,203,634	10,517,000	0	10,517,000
Property Tax In Lieu of Sales Tax (Triple Flip)	821705	1,239,977	1,239,977	1,233,601	1,233,601	1,234,000	1,423,231	554,200	0	554,000
Williamson Act Replacement Tax	821706	500,000	455,051	460,000	442,987	440,000	458,533	450,000	268,167	488,000
Franchise Fees	822210	730,000	722,223	725,000	744,938	725,000	757,841	750,000	47,741	750,000
Forfeiture and Penalties	823300	0	0	0	41,518	0	2,221	0	0	0
Interest Income	824100	130,000	201,618	175,000	161,387	200,000	123,905	100,000	35,864	136,000
Motor Vehicle In Lieu	825150	0	39,189	0	32,434	30,000	31,306	30,000	0	30,000
SB90 Reimbursement (State Mandated Cost)	825398	0	250	0	1,502	347,070	347,070	0	0	0
Open Space Subvention (Williamson Act)	825454	0	0	0	0	0	0	0	0	0
Homeowner's Property Tax Exemption	825481	305,000	306,713	307,000	300,233	300,000	303,601	300,000	0	295,000
State Other: (State Roundabout Tax Shift)	825490	130,000	130,000	130,000	130,000	130,000	130,000	130,000	0	130,000
Federal Grazing Fees	825650	0	118	0	116	0	1,138	0	0	0
Federal Land In Lieu Taxes	825660	489,300	489,299	535,879	535,879	591,815	591,815	558,500	606,453	559,000
Federal Other	825670	1,000	1,338	1,000	1,278	1,200	1,337	1,300	1,285	1,300
Other Government Agency Revenue (County RDA return)	825810	70,000	39,890	65,000	168,553	0	0	0	0	0
Solid Waste Fee	826315	0	0	0	0	0	0	0	0	0
County Cost Plan Charges/Property Tax Admin Fee	826402	730,802	664,276	518,000	599,630	720,000	882,488	1,067,800	0	968,000
Prior Year Revenue	827400	0	0	0	0	0	2,678,496	223,000	0	258,000
Sale of Fixed Assets	827500	0	45,196	5,104	82,104	0	33,679	0	1,276	1,300
Other Sales	827600	0	0	0	0	0	0	0	0	0
Card Rebate Programs - US Bank & Bank of America	827700	4,000	7,707	4,000	23,485	35,000	59,093	56,700	17,437	52,000
Refund Jury & Witness Fees	827701	0	15	0	34	0	15	0	0	0
Donations	827707	0	0	0	0	0	0	0	0	0
Tobacco Settlement Funds	827715	780,000	1,176,569	780,000	773,492	770,000	765,727	765,700	0	766,000
Operating Transfers In (Mental Health A-87)	827802	402,693	402,857	453,000	448,033	386,558	205,525	138,100	0	138,000
Total		59,382,734	61,156,139	60,320,071	61,305,633	62,533,643	67,645,875	65,102,300	25,395,678	65,223,600

RESOLUTION NO. 16-

RESOLUTION AMENDING RESOLUTION NO. 15-142 OF THE MENDOCINO COUNTY BOARD OF SUPERVISORS TO AMEND THE FY 2015-16 FINAL ADOPTED BUDGET BY ADJUSTING RESERVES, REVENUES AND APPROPRIATIONS

WHEREAS, sections 29125, 29126, 29126.1 and 29130 of the Government Code provide authority for the Board of Supervisors to transfer and revise appropriations, cancel unused appropriations, transfer unused appropriations to contingencies, reduce revenue estimates and cancel and appropriate designations and reserves other than the general reserve; and

WHEREAS, revenue estimates and appropriations within the FY 2015-16 Budget have been reviewed and approved by the Chief Executive Officer and Auditor-Controller based on information which has become available since the time of adoption of the budget, and it is recommended that the Board of Supervisors approve certain revisions to the budget.

NOW, THEREFORE, BE IT RESOLVED by the Mendocino County Board of Supervisors that amendments to the Fiscal Year 2015-16 Adopted Budget of the County of Mendocino, as shown in Attachment A, entitled "FY 2015-16 Mid-year Budget Adjustments" are hereby ordered and approved.

The foregoing Resolution introduced by Supervisor _____, seconded by Supervisor _____, and carried this _____ day of _____, 2016, by the following vote:

AYES:
NOES:
ABSENT:

WHEREUPON, the Chair declared said Resolution adopted and SO ORDERED.

ATTEST: CARMEL J. ANGELO
Clerk of the Board

DAN GJERDE, Chair
Mendocino County Board of Supervisors

Deputy

I hereby certify that according to the provisions of Government Code Section 25103, delivery of this document has been made.

APPROVED AS TO FORM:
KATHARINE L. ELLIOTT
Acting County Counsel

BY: CARMEL J. ANGELO
Clerk of the Board

Deputy

Deputy

FY 2015-16 Mid-Year Budget Adjustment Resolution

Fund	BU	Budget Unit Title	Acct.	Account Title	Description	Adjustment
7130	713	General Liability	826401	I.S.F. Services	Legal Services	-150,000
7130	713	General Liability	865802	Operating Transfer Out	Legal Services	150,000
1100	2710	Agriculture	827802	Operating Transfer In	Payment from Risk for Legal Services	-150,000
1100	2710	Agriculture	863280	Contr to Other Agencies	Payment from Risk for Legal Services	150,000
1100	2860	Animal Care	822100	Animal License	Unbudgeted revenue from Care-A-Van	-5,893
1100	2860	Animal Care	826241	Incinerator Services	Rate adjustment from budgeted amount	-500
1100	2860	Animal Care	827802	Operating Transfer In	Increase from Reserves to cover increased costs	-7,106
1100	2860	Animal Care	861011	Regular Employees	Adjustments for labor agreements	-32,810
1100	2860	Animal Care	861021	Co Cont to Retirement	Adjustments for labor agreements	12,567
1100	2860	Animal Care	861022	Co Cont to OASDI	Adjustments for labor agreements	1,499
1100	2860	Animal Care	861023	Co Cont to OASDI-Medic	Adjustments for labor agreements	-28
1100	2860	Animal Care	861024	Co Cont to Ret Increment	Adjustments for labor agreements	7,410
1100	2860	Animal Care	861030	Co Cont to Employee Insurance	Adjustments for labor agreements	-14,165
1100	2860	Animal Care	862239	Spec Department Expense	Increase in costs	39,026
1213	2861	Mobile Spay-Neuter	826390	Other Charges	Unbudgeted Revenue for Care-A-Van	-5,037
1213	2861	Mobile Spay-Neuter	862140	Med Dental & Lab Supply	Unbudgeted supplies for Care-A-Van	18,000
1213	2861	Mobile Spay-Neuter	862239	Spec Department Expense	Unbudgeted expense for Care-A-Van	1,000
1213	2861	Mobile Spay-Neuter	865802	Operating Transfer Out	Emergency Generator for Care-A-Van	7,106
1100	4010	Public Health Admin.	825341	Federal Revenue	Decrease in Federal Revenue	206,436
1100	4010	Public Health Admin.	825670	Federal Other Revenue	Unanticipated Revenue	-243,787
1100	4010	Public Health Admin.	825810	Other Government Agency	Unanticipated Revenue	-122,431
1100	4010	Public Health Admin.	826390	Other Charges	Unanticipated Revenue	230
1100	4010	Public Health Admin.	827801	Federal Revenue	Unanticipated Revenue	-23,398
1100	4010	Public Health Admin.	861011	Regular Employees	Adjustments for labor agreements & add'l FTEs	233,823
1100	4010	Public Health Admin.	861012	Extra Help	Adjustments for labor agreements & add'l FTEs	-71,053
1100	4010	Public Health Admin.	861021	Co Cont to Retirement	Adjustments for labor agreements & add'l FTEs	89,446
1100	4010	Public Health Admin.	861022	Co Cont to OASDI	Adjustments for labor agreements & add'l FTEs	14,659
1100	4010	Public Health Admin.	861023	Co Cont to OASDI-Medic	Adjustments for labor agreements & add'l FTEs	2,193
1100	4010	Public Health Admin.	861024	Co Cont to Ret Increment	Adjustments for labor agreements & add'l FTEs	45,638
1100	4010	Public Health Admin.	861030	Co Cont to Employee Insurance	Adjustments for labor agreements & add'l FTEs	21,246
1100	4010	Public Health Admin.	861031	Co Cont to Unemployment Ins.	Adjustments for labor agreements & add'l FTEs	-
1100	4010	Public Health Admin.	861035	Co Cont to Workers Comp.	Adjustments for labor agreements & add'l FTEs	2,207
1100	4010	Public Health Admin.	862060	Communications	Increase in communication costs	395
1100	4010	Public Health Admin.	862150	Memberships	Reduction in membership costs	-150
1100	4010	Public Health Admin.	862170	Office Expense	Increases for unbudgeted PH programs	624
1100	4010	Public Health Admin.	862187	Education & Training	Increases for unbudgeted PH programs	-5
1100	4010	Public Health Admin.	862189	Prof & Spec Svcs - Other	Increases for unbudgeted PH programs	126,513
1100	4010	Public Health Admin.	862239	Spec Department Expense	Increases for unbudgeted PH programs	140,392
1100	4010	Public Health Admin.	862250	Transportation & Travel	Increases for unbudgeted PH programs	6,190
1100	4010	Public Health Admin.	862253	Transportation & Travel-Out	Increases for unbudgeted PH programs	207
1100	4010	Public Health Admin.	862260	Utilities	Decrease in Utilities	-245
1100	4010	Public Health Admin.	865380	Intrafund Transfers	Transfer for cost increases	-429,130
1100	4011	Environmental Health	825341	Realignment Health Services	Increase in Revenue	-89,241
1100	4011	Environmental Health	826283	Consumer Protection Program	Program code adjustments	-300
1100	4011	Environmental Health	826390	Other Charges	Program code adjustments	1
1100	4011	Environmental Health	861011	Regular Employees	Adjustments for labor agreements	44,622
1100	4011	Environmental Health	861021	Co Cont to Retirement	Adjustments for labor agreements	28,022
1100	4011	Environmental Health	861022	Co Cont to OASDI	Adjustments for labor agreements	1,598
1100	4011	Environmental Health	861023	Co Cont to OASDI-Medic	Adjustments for labor agreements	386
1100	4011	Environmental Health	861024	Co Cont to Ret Increment	Adjustments for labor agreements	20,270
1100	4011	Environmental Health	861030	Co Cont to Employee Insurance	Adjustments for labor agreements	-5,201
1100	4011	Environmental Health	861031	Co Cont to Unemployment Ins.	Adjustments for labor agreements	-13
1100	4011	Environmental Health	861035	Co Cont to Workers Comp.	Adjustments for labor agreements	-144
1100	4011	Environmental Health	862239	Spec Department Expense	Reduced out of EH	-55,229
1100	4011	Environmental Health	862239	Spec Department Expense	Increased in EHCONSUM	55,229
1100	4012	AODP	825342	Realignment Mental Health	Program code adjustments	-619,565
1100	4012	AODP	825344	2011 Realignment Public Safety	Program code adjustments	528,998
1100	4012	AODP	825393	State Aid-Drug & Alcohol	Correcting to State budget allocation	18,759
1100	4012	AODP	861011	Regular Employees	Adjustments for labor agreements	67,982
1100	4012	AODP	861012	Extra Help	Adjustments for labor agreements	1,820
1100	4012	AODP	861021	Co Cont to Retirement	Adjustments for labor agreements	26,079
1100	4012	AODP	861022	Co Cont to OASDI	Adjustments for labor agreements	4,227
1100	4012	AODP	861023	Co Cont to OASDI-Medic	Adjustments for labor agreements	1,003

Fund	BU	Budget Unit Title	Acct.	Account Title	Description	Adjustment
1100	4012	AODP	861024	Co Cont to Ret Increment	Adjustments for labor agreements	22,594
1100	4012	AODP	861030	Co Cont to Employee Insurance	Adjustments for labor agreements	13,588
1100	4012	AODP	861031	Co Cont to Unemployment Ins.	Adjustments for labor agreements	370
1100	4012	AODP	861035	Co Cont to Workers Comp.	Adjustments for labor agreements	27,945
1100	4012	AODP	862170	Office Expense	Adjustment for State allocation restrictions	-1,800
1100	4012	AODP	862189	Prof & Spec Sacs - Other	Adjustment for State allocation restrictions	-1,200
1100	4012	AODP	862239	Spec Department Expense	Adjustment for Shared Admin. Costs	-137,496
1100	4012	AODP	862253	Transportation & Travel-Out	Adjustment for State allocation restrictions	4,500
1100	4012	AODP	865380	Intrafund Transfers	Reduced billing	42,196
1100	4013	Public Health Nursing	825341	Realignment Health Services	Increase Revenue	-143,381
1100	4013	Public Health Nursing	861011	Regular Employees	Adjustments for labor agreements	45,878
1100	4013	Public Health Nursing	861012	Extra Help	Adjustments for labor agreements	31,800
1100	4013	Public Health Nursing	861021	Co Cont to Retirement	Adjustments for labor agreements	17,837
1100	4013	Public Health Nursing	861022	Co Cont to OASDI	Adjustments for labor agreements	1,318
1100	4013	Public Health Nursing	861023	Co Cont to OASDI-Medic	Adjustments for labor agreements	307
1100	4013	Public Health Nursing	861024	Co Cont to Ret Increment	Adjustments for labor agreements	11,150
1100	4013	Public Health Nursing	861030	Co Cont to Employee Insurance	Adjustments for labor agreements	-1,566
1100	4013	Public Health Nursing	861035	Co Cont to Workers Comp.	Fringe adjustment for Union agreements	8,762
1100	4013	Public Health Nursing	862140	Med Dental & Lab Supply	Increase in cost and usage	500
1100	4013	Public Health Nursing	862239	Spec Department Expense	Increase in Projected Admin Cost	27,395
1100	4016	Emergency Medical Svcs.	823204	Misc. Court Fine	Increase in Projected Revenue	-25,000
1100	4016	Emergency Medical Svcs.	825490	State Other	Move to Acct. 826390	80,000
1100	4016	Emergency Medical Svcs.	826390	Other Charges	Move from Acct. 825490	-80,000
1100	4016	Emergency Medical Svcs.	862189	Prof & Spec Svcs - Other	Increase in contract costs	25,000
1221	4051	MHSA	824100	Interest	Program code adjustments	2,668
1221	4051	MHSA	861011	Regular Employees	Program code adjustments	79,021
1221	4051	MHSA	861021	Co Cont to Retirement	Program code adjustments	21,848
1221	4051	MHSA	861022	Co Cont to OASDI	Program code adjustments	4,920
1221	4051	MHSA	861023	Co Cont to OASDI-Medic	Program code adjustments	552
1221	4051	MHSA	861024	Co Cont to Ret Increment	Program code adjustments	8,389
1221	4051	MHSA	861030	Co Cont to Employee Insurance	Program code adjustments	9,226
1221	4051	MHSA	861031	Co Cont to Unemployment Ins.	Program code adjustments	-113
1221	4051	MHSA	862101	Insurance - General	Program code adjustments	-138
1221	4051	MHSA	862182	Data Processing Services	Increase due to electronic health records	-114,800
1221	4051	MHSA	862187	Education & Training	Increase for Cultural Competency Training	-10,000
1221	4051	MHSA	862189	Prof & Spec Svcs - Other	Increase due to New Housing Org	-1,354,500
1221	4051	MHSA	862239	Spec Department Expense	Increase due to New Housing Org	-94,530
1221	4051	MHSA	863280	Contr to Other Agencies	Moved to Acct. 5802	2,459,668
1221	4051	MHSA	865802	Operating Transfer Out	Moved from Various Accts.	-2,642,868
1100	4070	County Medical Svcs.	825341	Realignment Health Services	Reduce Revenue	818,096
1100	4070	County Medical Svcs.	863113	Payments Other Gov Agencies	Reduce Payments	-818,096
1100	4080	California Children's Svcs.	825341	Realignment Health Services	Program code adjustments	-33,270
1100	4080	California Children's Svcs.	825490	State Other	Program code adjustments	21,383
1100	4080	California Children's Svcs.	861011	Regular Employees	Program code adjustments	-5,656
1100	4080	California Children's Svcs.	861021	Co Cont to Retirement	Program code adjustments	-6,819
1100	4080	California Children's Svcs.	861022	Co Cont to OASDI	Program code adjustments	-724
1100	4080	California Children's Svcs.	861023	Co Cont to OASDI-Medic	Program code adjustments	-168
1100	4080	California Children's Svcs.	861024	Co Cont to Ret Increment	Program code adjustments	-166
1100	4080	California Children's Svcs.	861030	Co Cont to Employee Insurance	Program code adjustments	7,669
1100	4080	California Children's Svcs.	861031	Co Cont to Unemployment Ins.	Program code adjustments	-
1100	4080	California Children's Svcs.	861035	Co Cont to Workers Comp.	Program code adjustments	9,898
1100	4080	California Children's Svcs.	861030	Co Cont to Employee Insurance	Program code adjustments	-6,247
1100	4080	California Children's Svcs.	862239	Spec Department Expense	Program code adjustments	14,100
1100	5010	Social Services	825341	Realignment Health Services	Unanticipated revenue	-1,133,854
1100	5010	Social Services	825343	Realignment Public Assistance	Reduce Revenue	1,133,854
1100	5130	CalWORKs	825343	Realignment Public Assistance	Increase Revenue	-1,133,854
1100	5130	CalWORKs	863127	Foster Care Payments	Increase in Foster Care Payments	1,133,854

Total All Funds Net Adjustments -1,609,588

Total GF (1100) Fund Net Adjustments 0

Lloyd Weer

March 10, 2016

Auditor-Controller

Date

Candice J. Angelo

March 10, 2016

County Executive Officer

Date