



# FY 2020-21 Budget Hearings

**Day 1 – Budget Overview**

# FY 2020-21 Budget Hearings:

## Chairperson Remarks

Supervisor Susan Gorin



# FY 2020-21 Budget Hearings:



## County Administrator Remarks





# Budget Hearing Schedule & Materials



# FY 2020-21 Recommended Budget Hearings Schedule

- **Day 1 – Tuesday, September 8 at 8:30 am**

- Schedule and Hearings Materials
- Budget Overview and Federal Stimulus Update

➤ Dr. Eyler Economic Forecast



- Overview of Available Revenues Sources
- Fee Waiver / Sponsorship Policy
- Public Comment – **1:30 pm**
- Discuss Board Priorities (HomeKey & Others)
- Straw Vote on Sources to Be Used



# FY 2020-21 Recommended Budget Hearings Schedule

- **Day 2 – Wednesday, September 9 at 8:30 am**
- Recap of Sources Straw Vote, Budget Balancing Tool, and CAO Recommendations
- Board Member Questions
- Public Comment – **10:45 am**
- Board Deliberations and Direction to Staff (Straw Vote)
  
- **Day 3 – Friday, September 11 at 9:00 am**
- Public Comment – **10 am**
- Final Adoption



# Budget Binder Material

- Tab 1 – Budget Hearing Overview
- Tab 2 – Available Sources
- Tab 3 – Budget Balancing Tool and Reduction Detail Reports
- Tab 4 – Fund Balance Memo
- Tab 5 – General Fund Reserve Memo
- Tab 6 – Community and Board Member Funding Requests
- Tab 7 – Board Inquiry Requests
- Tab 8 – Fee Waiver / Sponsorship
- Tab 9 – Capital Projects
- Tab 10 – Budget Resolutions and Exhibits





# Budget Overview





# Public Budget Tools



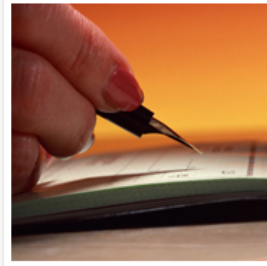
Sonoma County  
County Administrator's Office

## Budget Reports

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

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

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



## Fiscal Year 2020-2021 Budget Materials

Fiscal Year 2020-2021 Recommended Budget » (PDF: 4 MB)

Budget Hearing Materials – September 8-11, 2020

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

SoCoBudget County of Sonoma

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

## Open Budget County of Sonoma

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

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

View a brief video demonstration of the SoCo Budget tool »

[Read More](#)

Search by Service, Department, Program...

## Operating Budget Summary

### Revenue Budget

**\$1.78 Billion**

Adopted Revenue Budget

Please note: The adopted revenues in the County's Budget Book total \$1.79 billion, which differs from the amount above due to two factors. First, the adopted revenue in the Budget Book excludes \$154.1 million in budgeted transfers within county budget units, which are excluded from the Budget Book's summary to avoid double counting of expected revenues. Second, the adopted revenue in the Budget Book includes \$164.2 million use of accumulated balances. This amount is the difference between budgeted expenses and budgeted revenues. When these factors are accounted for, total budgeted revenues are as follows: \$1.78 billion - \$154.1 million + \$164.2 million = \$1.79 billion.

[Explore Revenue Budget](#)

### Expenditure Budget

**\$1.94 Billion**

Adopted Expenditure Budget

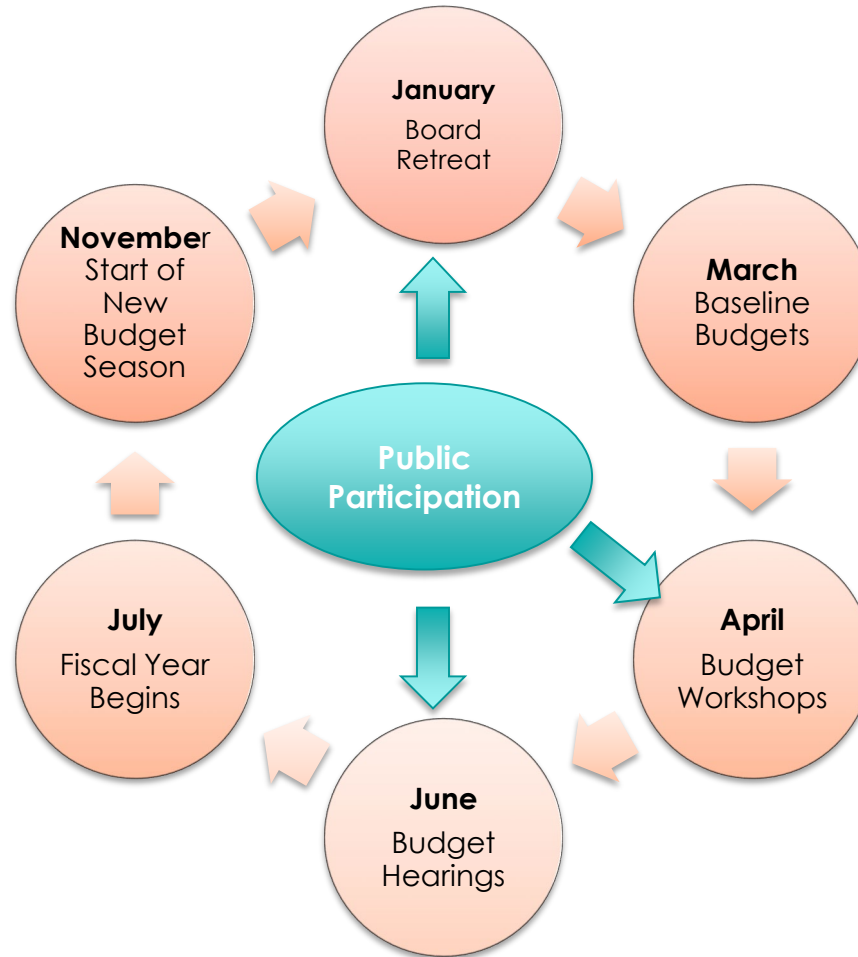
Please note: The adopted expenditures in the County's Budget Book total \$1.79 billion, which differs from the amount above due to two factors. First, the adopted expenditures in the Budget Book exclude \$154.1 million in budgeted transfers within county budget units, which are excluded from the Budget Book's summary to avoid double counting of authorized expenditures. Second, the adopted expenditures in the Budget Book include \$10 million increase in accumulated balances, which is the difference between budgeted expenses and revenues. When these factors are accounted for, the total budgeted expenditures are \$1.94 billion - \$154.1 million + \$10 million = \$1.79 billion.

[Explore Expenditure Budget](#)

<http://budget.sonomacounty.ca.gov/>



# “Normal Budget Process”

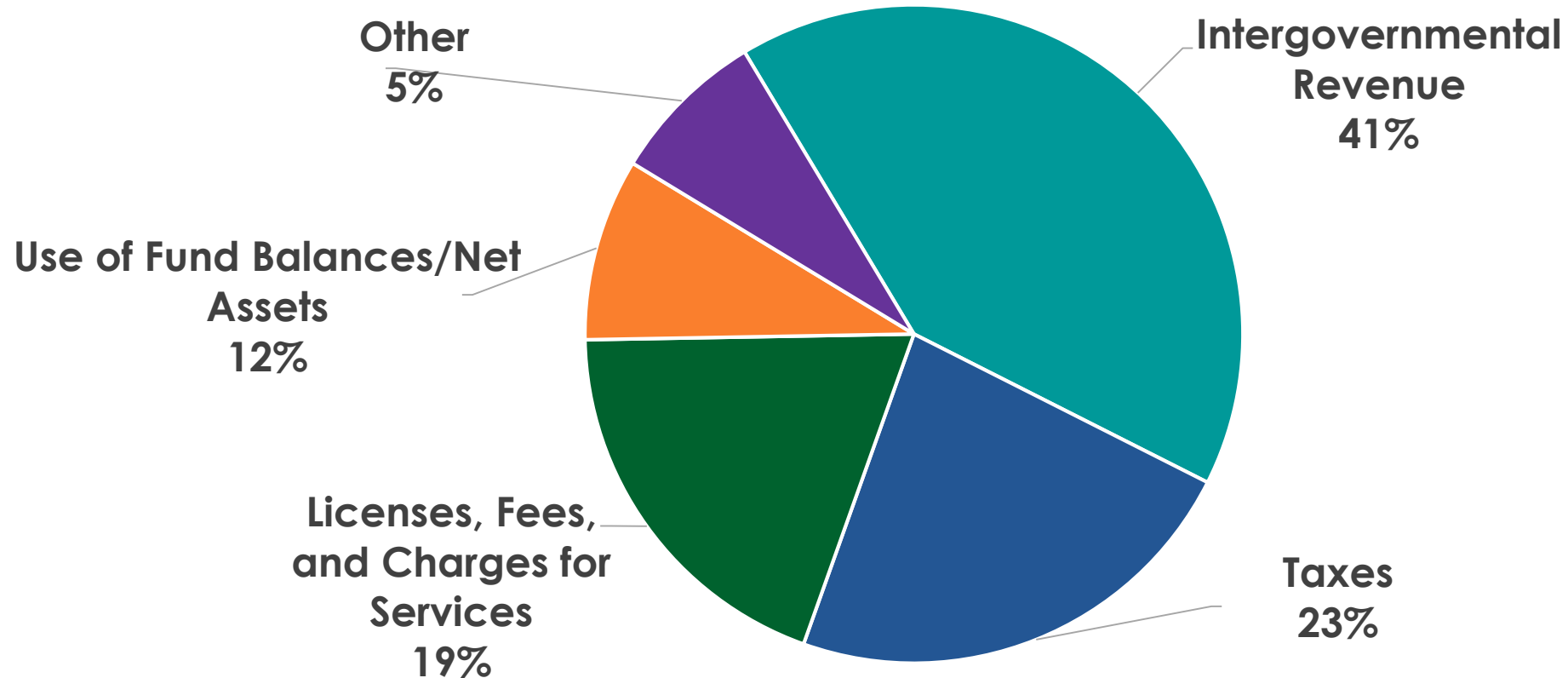


# COVID-19 Budget Process



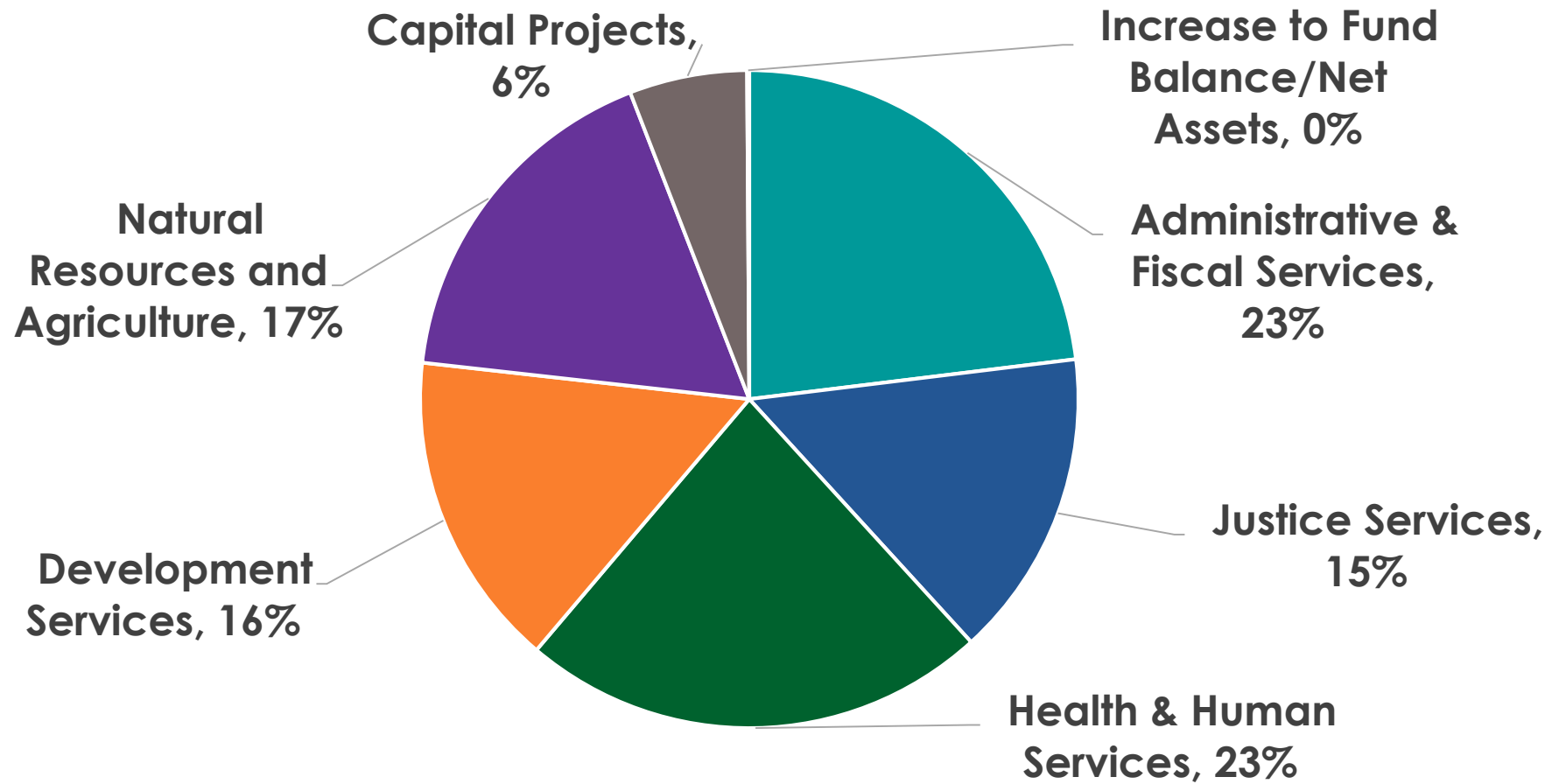
# Recommended Budget w/o Reductions

## Total Sources - \$1.9 Billion

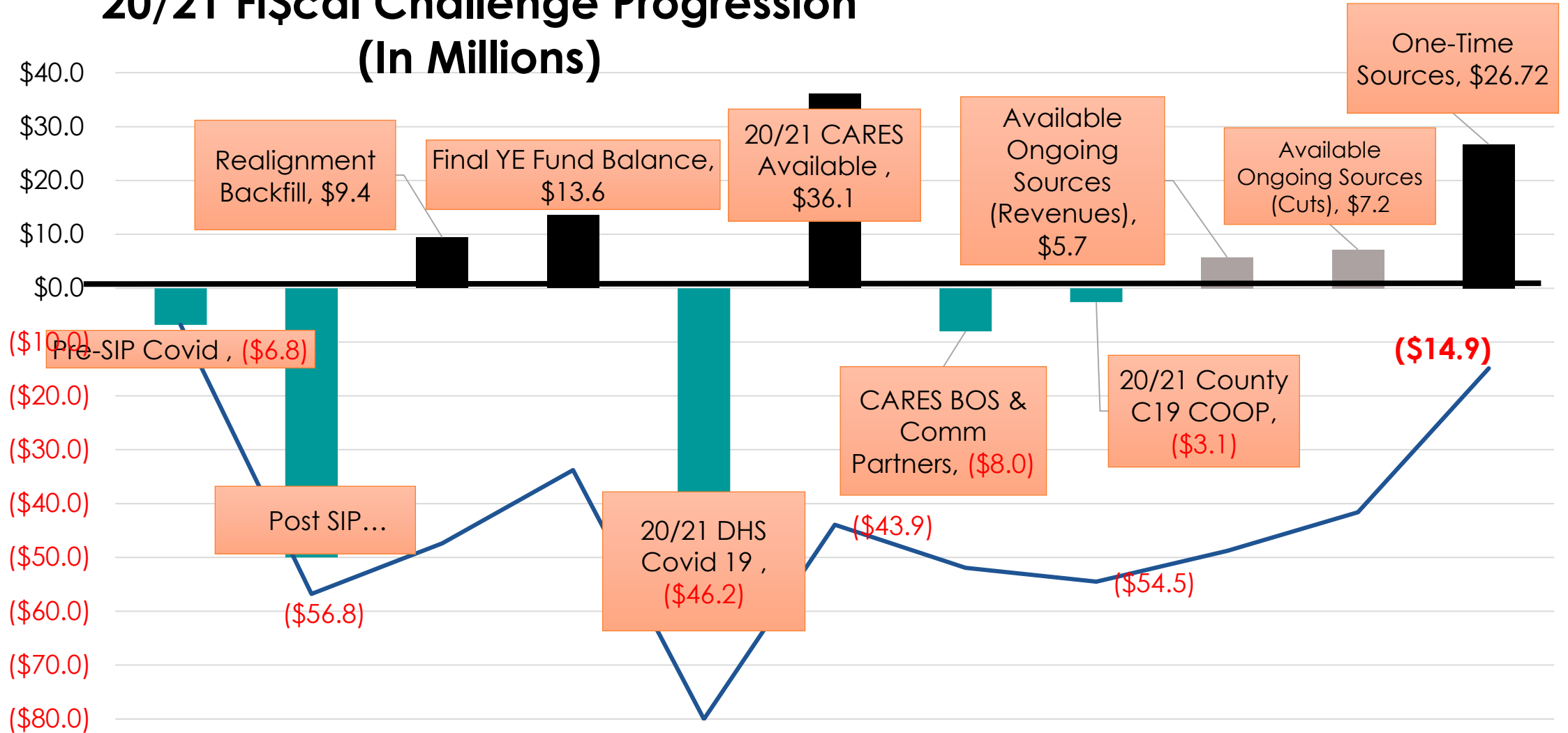


# Recommended Budget w/o Reductions

## Total Uses - \$1.9 Billion



# 20/21 Fi\$cal Challenge Progression (In Millions)



# Board Approved Financial Policies

<https://sonomacounty.ca.gov/CAO/Public-Reports/Budget-Reports/Financial-Policies-for-FY-2019-2020/>

## Basic Fiscal Principles

### Balanced Budget and Fiscal Discipline

- The budget must balance resources with expenditure appropriations. The County must live within its own means and avoid disturbing other local jurisdictions' revenue sources to resolve its deficiencies. Furthermore, any deviation from a balanced budget is not permitted by the California State Government Code, which states: "In the recommended, adopted, and final budgets the funding sources shall equal the financing uses." (Government Code §29009).
- Sound anticipated ongoing revenue is recurring revenue, such as, taxes and fees. As part of the FY 2017-18 Budget Adoption, the Board established a new fiscal objective of reducing reliance on fund balance for operating purposes. Therefore, by FY 2020-21 the recommended budget will align annual operating expenditures with annual operating revenues.
- All County departments/agencies must, when directed by the County Administrator, submit recommended options for reducing their net county costs as part of their annual budget submittal. These reduction options will be the primary source for balancing the County Administrator's recommended budget as submitted to the Board of Supervisors during difficult financial times. Reduction options will be accompanied by each department's analysis of the impact on services. Depending upon state budgetary impacts on Sonoma County, additional reductions may be requested from the County departments.



# Federal Funding Response

- HERO's Act
- HEALS Act
- Negotiations & Outlook





Questions?

NEXT → Dr. Eyer Economic Update

