



General Fund Budget Implications 2017-18

	2017-18 Preliminary Budget with Hybrid Fire Services Costs	2017-18 Preliminary Budget with County Fire District + Legacy Costs	Increase/(Decrease) Between County Fire District and Hybrid Fire Budget
Estimated Revenue:			
Estimated Revenue and Transfers In (Without Fire)	39,653,768	39,653,768	
6 Months Fire Revenue	251,318	-	251,318
Total Revenue and Transfers In	39,905,086	39,653,768	
Appropriations:			
Appropriations and Transfers Out (Without Fire)	31,953,893	31,959,712 *	
Fire Services	5,995,840	6,083,221	87,381
Total Appropriations and Transfers Out	37,949,733 ***	38,042,933	
Net Revenue Over Appropriations	1,955,353	1,610,835	
Other Changes in Fund Balance Commitments:			
Reserve Additional Funds for Full Year County + Legacy	338,699 **	-	
Reserve Additional Funds for Fire Leave Cashouts	22,331	-	
Unspecified Contingency 2017-18	1,171,000	1,171,000	
Miscellaneous Changes in Commitments	423,323	439,835 *	
Total Other Changes in Fund Balance Commitments	1,955,353	1,610,835	
Available Fund Balance	-	-	338,699

*The Contingency balance equal to 16% of Operating Expenses was increased to cover the increased operating costs. The difference was put in Prospective Expenditures.

** The \$338,699 is the difference between the Fire Services Costs of \$87,381, plus the loss of Fire Revenue of \$251,318.

*** Capital Improvements Prior Year are not included, as they are funded by prior year fund balance.



Comparison of Supplemental Budget Requests

	16-17 Budget			17-18 Budget		
	Requested	Approved	% Approved	Requested	Approved	% Approved
Personnel Requests	\$1,436,605	\$468,200	33%	\$1,023,349	\$232,318	23%
Supplemental Appropriations Requests	\$1,436,861	\$468,200	33%	\$1,532,978	\$386,915	25%



Fire Department Budget Implications (Updated)

	16-17 Budget	Hybrid Fire Budget*	County Fire District**	Increase/(Decrease) Between County Fire District and Hybrid Fire Budget
Expenses:				
Department Budget	\$5,722,844	\$2,710,642	\$0	
County Contract		\$2,343,867	\$4,687,734	
Continuing City Cost***		\$98,819	\$98,819	
Continuing Legacy Costs:				
Internal Service Charges:				
Risk Management Staff and Worker's Comp Claims		\$388,356	\$388,356	
Unfunded CalPERS Liability		\$400,000	\$800,000	
Unfunded OPEB Liability		\$54,156	\$108,312	
Total Expenses	\$5,722,844	\$5,995,840	\$6,083,221	
Offsetting Revenue:				
Permit and Inspection Revenue	(\$34,740)	(\$26,318)		
Ambulance Transport	(\$500,000)	(\$225,000)		
Total Revenue	(\$534,740)	(\$251,318)		
Total Operating Expenses Net of Revenue	\$5,188,104	\$5,744,522	\$6,083,221	\$338,699

* Hybrid Fire Budget include 6 months of City Fire Department expenses, 6 months of the County Fire District contract, and 6 months of Fire Department legacy costs.

** Includes continuing City Fire Department legacy costs of Worker's Compensation Claims, Administrative Staff, and Retirement and OPEB Unfunded Liabilities.

*** The Administrative Assistant was left in both models because the position will be absorbed.



One-Time Costs and Recommended Funding Sources

	One-time Costs			Total
	Annual Installments Cost	Year 1	Years 2-6*	
Employee Accrued Leave Balance Cashouts	\$701,401	\$701,401		\$701,401
Conversion Costs (Non-Facility)				
Vehicles/Equipment/Uniforms	\$580,068			
Credit for Excess Equipment	(\$153,778)			
Credit for City Vehicles	(\$180,220)			
Credit for Trailer (Trailer value will be evaluated once vacant)	\$0			
Net Conversion Costs	\$246,070			
Contingency of 15%	\$36,911			
Total Non-Facility Conversion Costs	\$282,981		\$56,596	\$282,981
Conversion Costs (Facility)	\$1,818,360			
Contingency of 15%	\$272,754			
Total Facility Conversion Costs	\$2,091,114		\$418,223	\$2,091,114
Over 5 Years		\$701,401	\$474,819	\$3,075,496
Recommended Funding Sources:				
Leave Balance Cashout:			Conversion Cost (Facility and Equipment):	
General Fund Assigned Fund Balance-Compensated Absences	\$340,371		General Fund-TOT Increase 15/16	\$231,936
General Fund Assigned Fund Balance-Additional Reserve for Full County + Legacy Expenses	\$338,699		General Fund-TOT Increase 16/17	\$522,914
General Fund Assigned Fund Balance- Assigned for cashouts	\$22,331		Total Available	\$754,850 **
Total Available	\$701,401			
<p>* County offers payment over 5 years, starting second year.</p> <p>** Use for the 18/19 payment and reserve the remaining \$280,031 for future payments.</p>				