



Air Pollution Control District
San Luis Obispo County

TO: Board of Directors, Air Pollution Control District
FROM: Gary E. Willey, Air Pollution Control Officer
DATE: May 22, 2019
SUBJECT: Financial Report

SUMMARY

Revenues and expenditures for the first ten months of Fiscal Year 2018-2019 are summarized in the attached report and are within budget expectations.

RECOMMENDATION

It is recommended that your Board receive and file the report.

DISCUSSION

As indicated in the attached report, with 83% of the fiscal year elapsed at April 30, 2019, 66% of the APCD's proposed budgeted expenditures have been expended, with an additional 2% committed in open contracts and purchase orders. Approximately 77% of budgeted revenues have been realized as of that date, as reserve cancellations and fund balance carried over from the prior year, have been fully recognized.

OTHER AGENCY INVOLVEMENT

Revenue and expenditure records used in preparing this report are maintained by APCD staff, with oversight by the County Auditor-Controller-Treasurer-Tax-Collector's Office.

FINANCIAL CONSIDERATIONS

Revenues and expenditures are currently within reasonable expectations of the budget.

AIR POLLUTION CONTROL DISTRICT
County of San Luis Obispo

FINANCIAL REPORT INFORMATION FORM
FY 2018-2019

EXPENDITURES	
REPORT PERIOD: FY THROUGH	<u>April 30, 2019</u> % OF FY COMPLETED: <u>83%</u>
BUDGETED EXPENDITURES:	<u>\$5,140,789</u>
ACTUAL EXPENDITURES TO END OF PERIOD:	<u>\$3,406,852</u> % OF BUDGET EXPENDED: <u>66%</u>
SIGNIFICANT VARIANCES BY OBJECT LEVEL:	
SALARIES AND BENEFITS:	
<p>Salaries and Benefits, which comprise 73% of the total budgeted expenditures, are at 67% of the \$3,763,689 budgeted for this category. We expect significant cost savings in this category by year-end, largely due to multiple position vacancies and unexpended budget for grant administration.</p>	
SERVICES AND SUPPLIES:	
<p>Services and Supplies expenditures are at 61% of the \$927,960 budgeted for this category, due to several budgeted equipment purchases and professional service contracts that have yet to be completed or engaged.</p>	
OTHER CHARGES:	
<p>Other Charges are at 0% of budget amounts. Currently, we anticipate fully expending this line-item by year-end.</p>	
FIXED ASSETS:	
<p>Equipment expenditures are at 35% of budgeted amounts. We anticipate completing all budgeted acquisitions by year-end.</p>	

REVENUES

BUDGETED REVENUES: \$5,140,789

ACTUAL REVENUES TO END OF PERIOD: \$3,938,043 % OF REVENUES RECEIVED: 77%

PLEASE EXPLAIN ANY REVENUE DEVIATIONS FROM BUDGETED AMOUNTS:

Property tax revenue, which represents 7% of total budgeted revenues, is at 101% of budget, after the final primary property tax distribution was received in April 2019.

Permit and registration fees, which in aggregate represent 40% of total budgeted revenue, are at 58% of budgeted amounts. This appears low because permit renewals are weighted toward later in the fiscal year and some outstanding payments have not yet been received.

State Aid revenue, which represents 30% of total budgeted revenue, is at 77% of budget. Although significant grant administration revenues have been received at this point in the year, Carl Moyer and AB 923 grant administration revenues remain to be earned. Other state grant administration revenues not fully earned this fiscal year will be rebudgeted for receipt in FY 2019-2020.

Fund Balance Available carried over from FY 2017-2018 and budgeted reserve cancellations, which represent 16% and 1% of total budgeted revenue, respectively, are fully recognized in the total actual revenues shown above.

WILL REVENUE MEET OR EXCEED PROPOSED BUDGETED LEVELS BY YEAR END?

IF NOT, PLEASE EXPLAIN:

We anticipate overall revenues will exceed budgeted levels by year-end, primarily due to higher than anticipated State Aid.

OVERALL COMMENTS REGARDING BUDGET STATUS:

Currently, revenues and expenditures are within reasonable expectations of the budget.