



To: Commissioners, First 5 Ventura County

From: Jennifer Johnson, Director of Operations (on behalf of the Administration/Finance Committee)

Date: April 18, 2019

Re: Recommendation to Reformat Operating Budget for Fiscal Year 2018-19

Background

In order to better align with the budget format used in the audit report and to more clearly show the transfer of resources between Commission funds, an update to the layout is proposed for the FY 2018-19 Operating Budget (see attached). The budgeted amounts reflect the budget approved in May 2018 and subsequent revision in August 2018 to include use of unspent funds for the Place-Based Transition Pilot and Pritzker Grant.

The format is consistent with the format used for the FY 2019-20 Operating Budget that was approved in February 2019.

Recommendation

The recommended action is to update the formatting of the FY 2018-19 Operating Budget, as attached.



Approved Revision 8/16/2018
 Proposed Reformat 4/18/2019

OPERATING BUDGET
FY 2018-19

	Operating Fund	Sustainability Fund	Community Investment Loan Fund	Total Governmental Funds
REVENUES/INFLOWS				
Program revenues:				
Proposition 10 apportionment	\$ 6,042,435	\$ -	\$ -	\$ 6,042,435
First 5 California IMPACT	402,953	-	-	402,953
Pritzker Children's Initiative	75,000	-	-	75,000
Federal grant revenue -				
Pay for Success	170,710	-	-	170,710
Grants - Other	29,200	-	-	29,200
Loan repayments	-	-	109,315	109,315
Interest earnings	314,300	37,572	46,715	398,587
Other	-	-	7,000	7,000
Total revenues/inflows	<u>7,034,598</u>	<u>37,572</u>	<u>163,030</u>	<u>7,235,200</u>
EXPENDITURES/OUTFLOWS				
Program expenditures:				
Neighborhoods for Learning (NfLs)	8,788,750	-	-	8,788,750
Countywide Specialized Program Strategies	1,879,000	-	-	1,879,000
Countywide Preschool Efforts	1,501,130	-	-	1,501,130
Challenge Grants	400,000	-	-	400,000
Program Management & Community Initiatives	930,000	-	-	930,000
Results-based Accountability & Quality Assurance	312,000	-	-	312,000
Community Investment Loan Fund -				
Implementation	-	-	35,000	35,000
Loan Disbursements	-	-	350,000	350,000
Administration*	670,000	-	-	670,000
Equipment replacement	8,000	-	-	8,000
Total expenditures/outflows	<u>14,488,880</u>	<u>-</u>	<u>385,000</u>	<u>14,873,880</u>
Excess (deficiency) of revenues/inflows over (under) expenditures/outflows	<u>(7,454,282)</u>	<u>37,572</u>	<u>(221,970)</u>	<u>(7,638,680)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	6,308,335	-	-	6,308,335
Transfers out	-	<u>(6,299,755)</u>	<u>(8,580)</u>	<u>(6,308,335)</u>
Total other financing sources and uses	<u>6,308,335</u>	<u>(6,299,755)</u>	<u>(8,580)</u>	<u>-</u>
Change in fund balance	(1,145,947)	(6,262,183)	(230,550)	(7,638,680)
Fund balance, beginning of year - forecasted	<u>8,370,965</u>	<u>6,262,183</u>	<u>376,373</u>	<u>15,009,521</u>
Fund balance, end of year - forecasted	<u>\$ 7,225,018</u>	<u>\$ -</u>	<u>\$ 145,823</u>	<u>\$ 7,370,841</u>

*Projected Administrative Percent 4.50%



REFERENCE
Revised 8/16/2018

OPERATING BUDGET
FY 2018/19

REVENUES	Operating Fund	Community Investment Loan Fund
Proposition 10 Distribution	\$6,042,435	
First 5 California - Impact	402,953	
Pay for Success - Feasibility Study Grant	170,710	
Pritzker Children's Initiative Grant	75,000	
Foundation and Other Grants	29,200	
Interest Earnings	314,300	\$46,715
Loan Origination Fees		7,000
Loan Repayments		109,315
Allocation from Loan Fund		221,970
Allocation from Fund Balance & Sustainability Fund	7,445,702	
Transfer of Loan Fund Interest Earnings	8,580	
	<u>\$14,488,880</u>	<u>\$385,000</u>
TOTAL PROJECTED REVENUES	<u>\$14,488,880</u>	<u>\$385,000</u>
 EXPENDITURES		
Program Budget	\$13,810,880	
Neighborhoods for Learning (NfLs)	8,788,750	
Countywide Specialized Program Strategies	1,879,000	
Countywide Preschool Efforts	1,501,130	
Challenge Grants	400,000	
Results Based Accountability & Quality Assurance	312,000	
Program Management & Community Initiatives	930,000	
 Community Investment Loan Fund Budget		
Loan Administration		\$35,000
Loan Disbursements (balance based on a loan fund of \$1.3 million)		350,000
 *Administration Budget	670,000	
Equipment Budget	8,000	
TOTAL PROJECTED EXPENDITURES	<u>\$14,488,880</u>	<u>\$385,000</u>

*Projected Administrative Percent 4.50% **

** would decrease as opportunities for new leveraged funds are realized.