



air pollution control district
SANTA BARBARA COUNTY

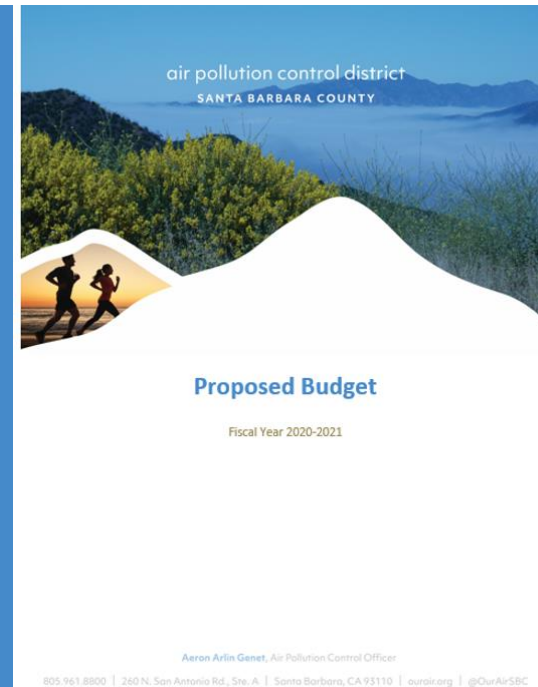
FISCAL YEAR 2020-21 PROPOSED BUDGET

Public Hearing Santa Barbara County Air Pollution Control District

Our Mission: To protect the people and the environment
of Santa Barbara County from the effects of air pollution.

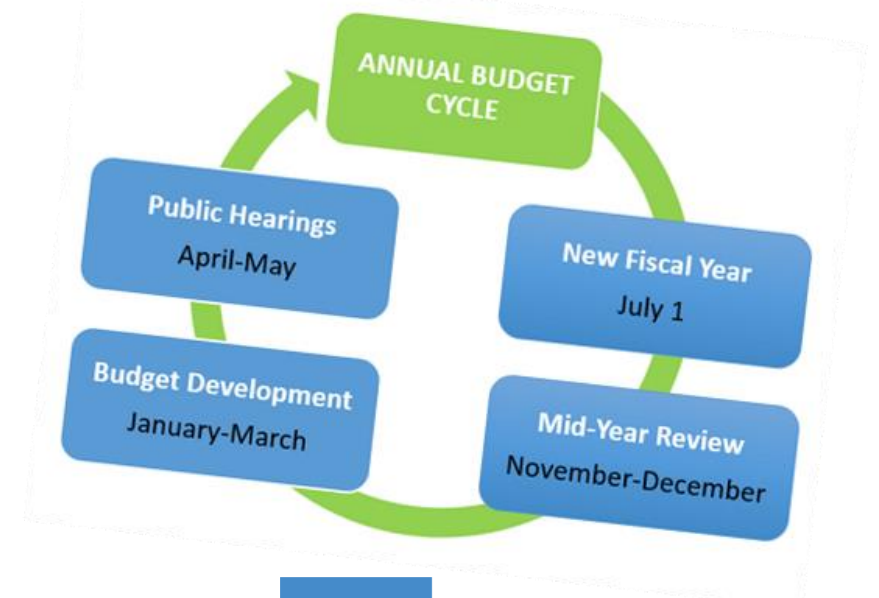
Aeron Arlin Genet
Director / APCO

May 21, 2020



FISCAL YEAR 2020-21 BUDGET OVERVIEW

- COVID-19 implications to the proposed budget
- Balanced budget – original proposed budget adjusted for worst case scenario
- FY 2020-21 Proposed Budget \$14,495,810
 - Operating budget \$9,904,302
- Overall budget increase of 15.8% (\$1,975,159)
 - Largely due to one-time fixed asset purchases
- FY 2020-21 Staffing: 36 FTE



PROPOSED CHANGES TO FY 2020-21 BUDGET

- Potential Revenue Impacts due to COVID-19 - loss of revenue of roughly \$490,000
 - Reduce Emission Fee revenue by 10% (\$132,071)
 - Reduce Permit Fee revenue by 10% (\$172,257)
 - Reduce DMV registration fee revenue by 2% (\$45,552)
 - Remove annual CPI increase of 3.3% (\$140,049)
- Ways to mitigate loss of revenue
 - Remove Deputy APCO position from original April 3rd proposed budget \$250,000
 - Reduce Training and Travel expenditures by 35% (\$31,650)
 - Reduce Services and Supplies expenditures by 5% (\$69,000)
 - Hold on filling 1 vacant Engineering Position (\$140,000)

FACTORS AFFECTING THIS YEAR'S BUDGET

- **On-going Pass-Through Grant Fund Revenue**

- \$4.5 million for local voluntary emission reduction projects:
 - \$3.0 million new funds & \$1.9 million of prior year grant fund balance
- \$329,907 in administrative funds to implement grant projects

- **Fee Revenues**

- To provide fiscal relief to regulated stakeholders, forego CPI increase of 3.3%
- Increase of re-evaluation fees: FY 2020-21 is the high year of the 3-year re-evaluation cycle

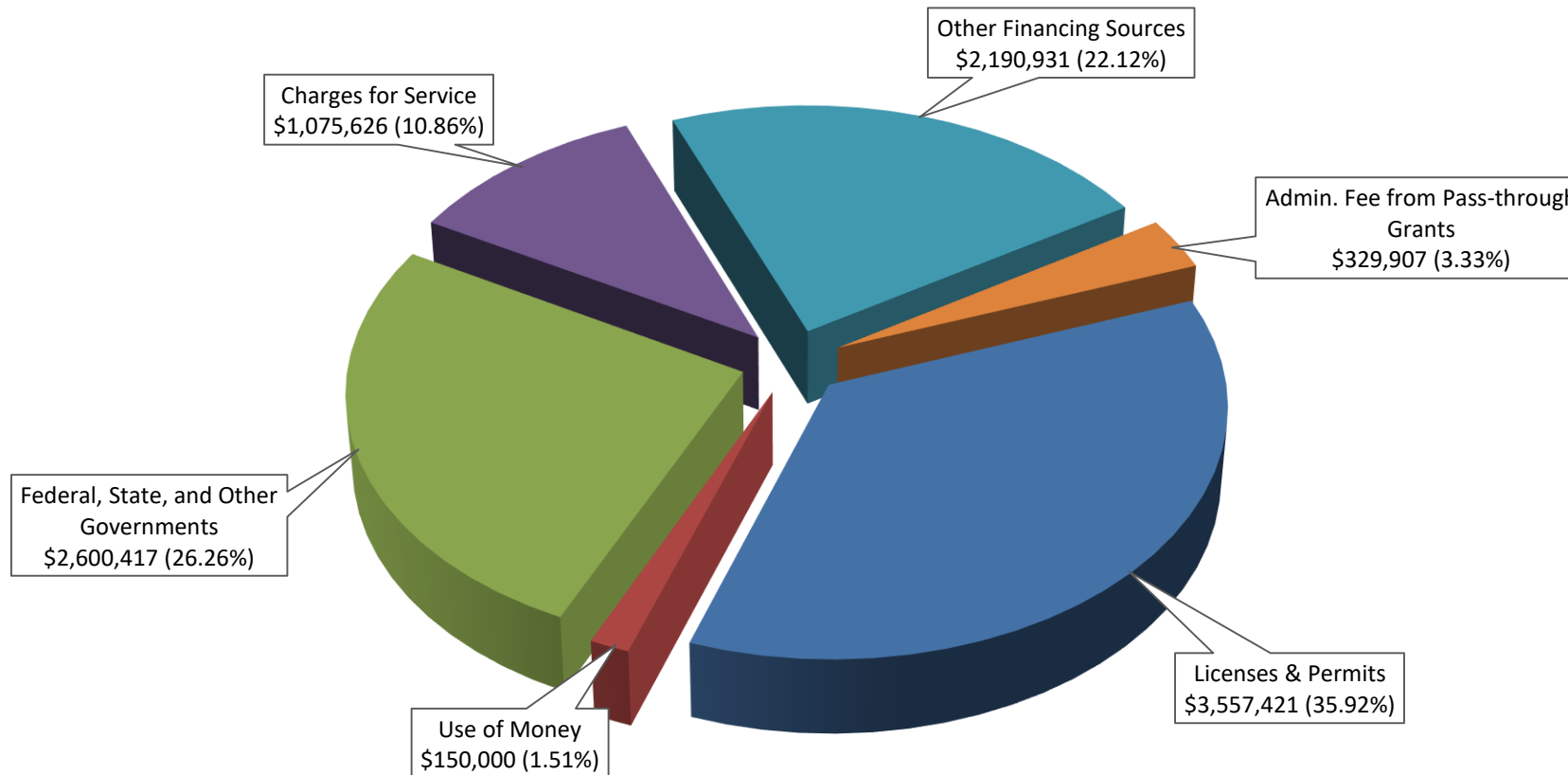
- **One-time Expenditures**

- Utilization of reserves for the purchase of an office building in north county for District staff
- Purchase of air monitoring equipment for the Santa Maria network station the District is taking over from California Air Resources Board (CARB)
- Purchase emergency communication tools and battery backups for the District's critical infrastructure



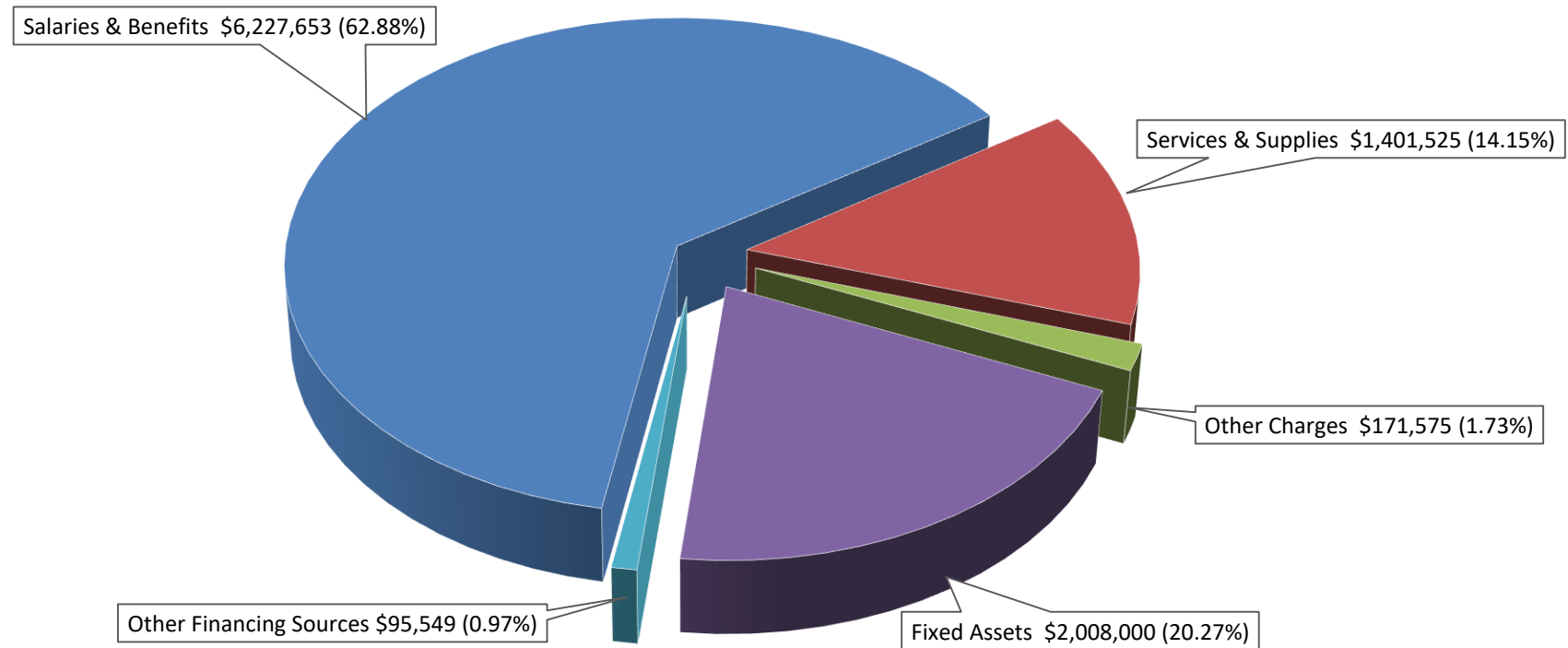
OPERATING REVENUE PLAN

Total operating revenue: \$9,904,302

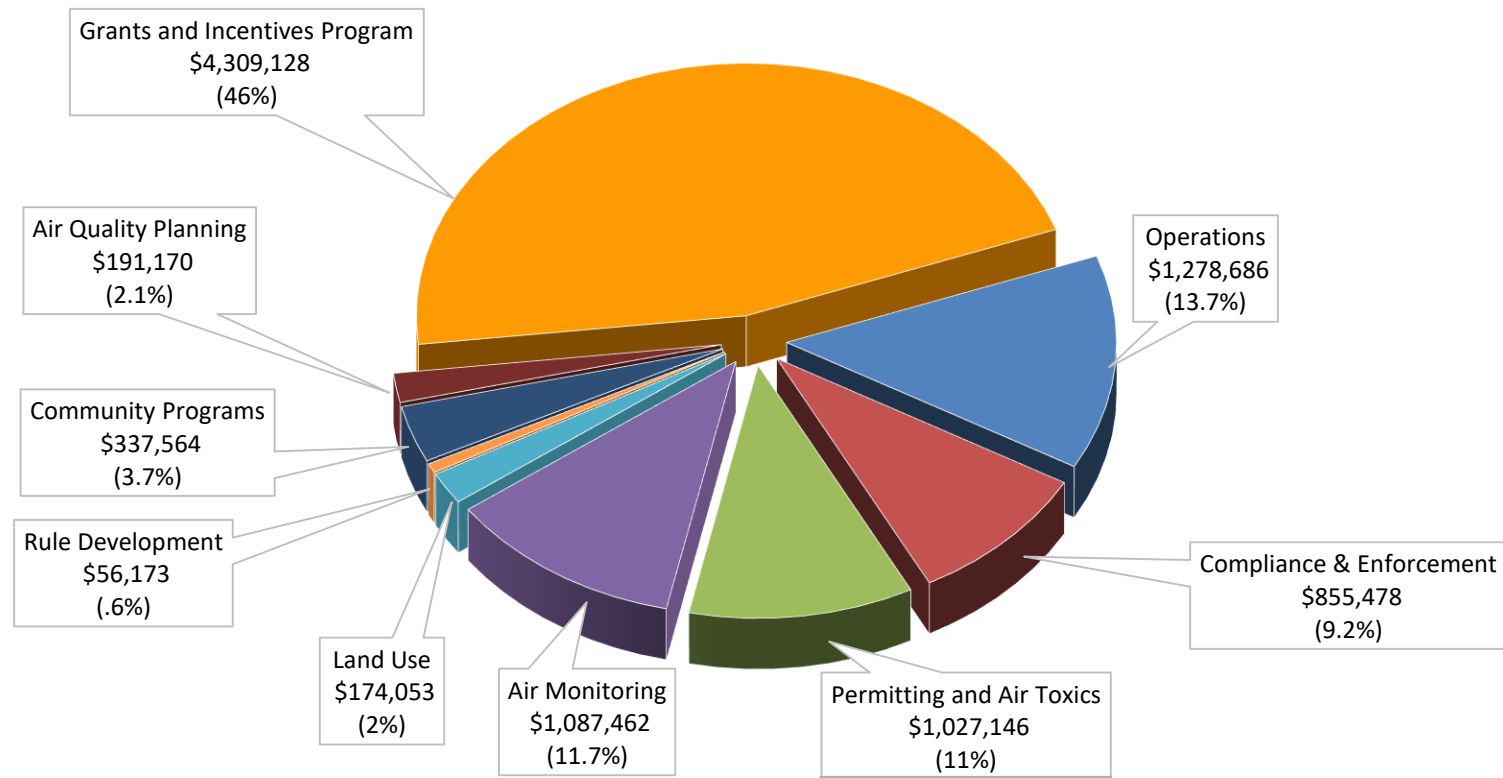


OPERATING EXPENDITURE CHARACTERIZATION

Total operating expenditures: \$9,904,302



EXPENDITURES BY ACTIVITY



CAUTIOUSLY MOVING FORWARD INTO FY 2020-21

■ **Financial Ramifications of COVID-19**

- Closely monitor financial indicators and revenue trends
 - Report back to Board in October and propose any midcourse corrections in January
- Propose timely resource allocation adjustments if warranted

■ **State and Federal Funding**

- Majority of air quality grants are from 2019 Legislation and committed for local programs
- Work closely with CAPCOA and State Legislator as the State's FY2020-21 budget is adopted

■ **Pension Contributions**

- Continue working with SBCERS on employee assumptions & options to reduce unfunded liabilities

■ **Financial Indicators to Assess:**

- Permit Applications Received
- Permit Evaluations Issued
- Permit Cancellations
- Facility Closures
- CEQA projects Submitted for Review
- Asbestos Notification



SBCAPCD BUDGET HEARING

Thank You

Aeron Arlin Genet

Air Pollution Control Officer

805.961.8853

aag@sbcapcd.org

Kristina Aguilar

Administrative Division Manager

805.961.8813

aguilark@sbcapcd.org



air pollution control district
SANTA BARBARA COUNTY