

**2010-2011 and Beyond
Addressing the Challenges**

- ⇒ Unprecedented reductions in property tax revenue
- ⇒ Expected to take years for property values to recover
- ⇒ Of the 58 California Counties only 3 receive a lower base allocation of property taxes than Stanislaus County
- ⇒ Of the eight survey counties Stanislaus County receives the lowest base allocation of property taxes at 11%, allocations range between 12%-25% for the survey counties
- ⇒ Loss of property tax revenue alone requires significant changes/restructuring
- ⇒ Three years of use of reserves provides time to bring appropriations in line with expenditures
- ⇒ State fiscal crisis – reduced and diverted funds
- ⇒ Increased retirement costs
- ⇒ Decrease in Property Tax, Sales Tax and Proposition 172 Revenue
- ⇒ National economic crisis
- ⇒ Increased healthcare costs
- ⇒ Labor negotiations
- ⇒ Increased demand for safety net services
- ⇒ Potential Projected Structural Shortfall of over \$20 million in the General Fund
- ⇒ Core restructuring of County Services
- ⇒ Evaluating service levels for all mandated programs
- ⇒ Evaluating non-mandated programs and services
- ⇒ Identify methods to reduce long term retirement costs
- ⇒ Countywide and multi-departmental efficiencies
- ⇒ Containment of healthcare and labor costs
- ⇒ Identifying new sources of revenue

“Together we will weather this storm and come out a better and more efficient organization, committed to serving the community with compassion, skill and dedication.”

-Rick Robinson, County Chief Executive Officer

Stanislaus County, California



Striving to be the Best



**Final Budget
At A Glance
Fiscal Year 2009-2010**

“A pessimist sees the difficulty in every opportunity; an optimist sees the opportunity in every difficulty”

-Winston Churchill

BOARD OF SUPERVISORS

- Jim DeMartini, Chairman
- William O'Brien
- Vito Chiesa
- Jeff Grover
- Dick Monteith

Submitted by
Chief Executive Officer
Richard W. Robinson

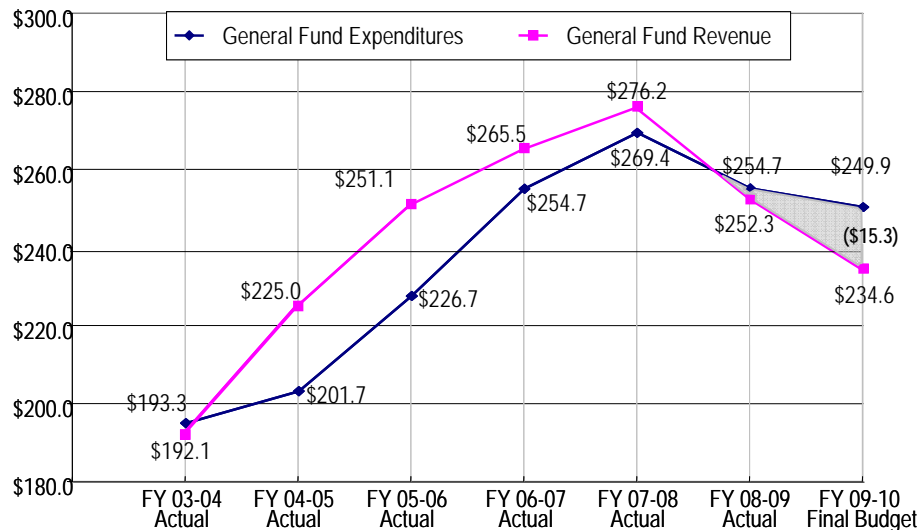
“We must remain vigilant and responsive and continue to affirmatively act to make adjustments where revenue is declining or funding is reduced or eliminated.”

-Rick Robinson, County Chief Executive Officer

Changes from Final Budget 2008-2009 to Final Budget 2009-2010

TOTAL APPROPRIATIONS – ALL FUNDS				
All County Funds	FY 2008-09 Adopted Final Budget	FY 2009-10 Adopted Final Budget	Change	% Change
Total General Fund	\$269,168,089	\$249,898,038	(\$19,270,051)	(7%)
Total All Other Funds	\$697,370,968	\$708,148,487	\$10,777,519	2%
Total Budget	\$966,539,057	\$958,046,525	(\$8,492,532)	(1%)
Discretionary Revenue	\$172,853,612	\$154,156,740	(\$18,696,872)	(11%)
Total Positions	4,459	3,990	(469)	(11%)

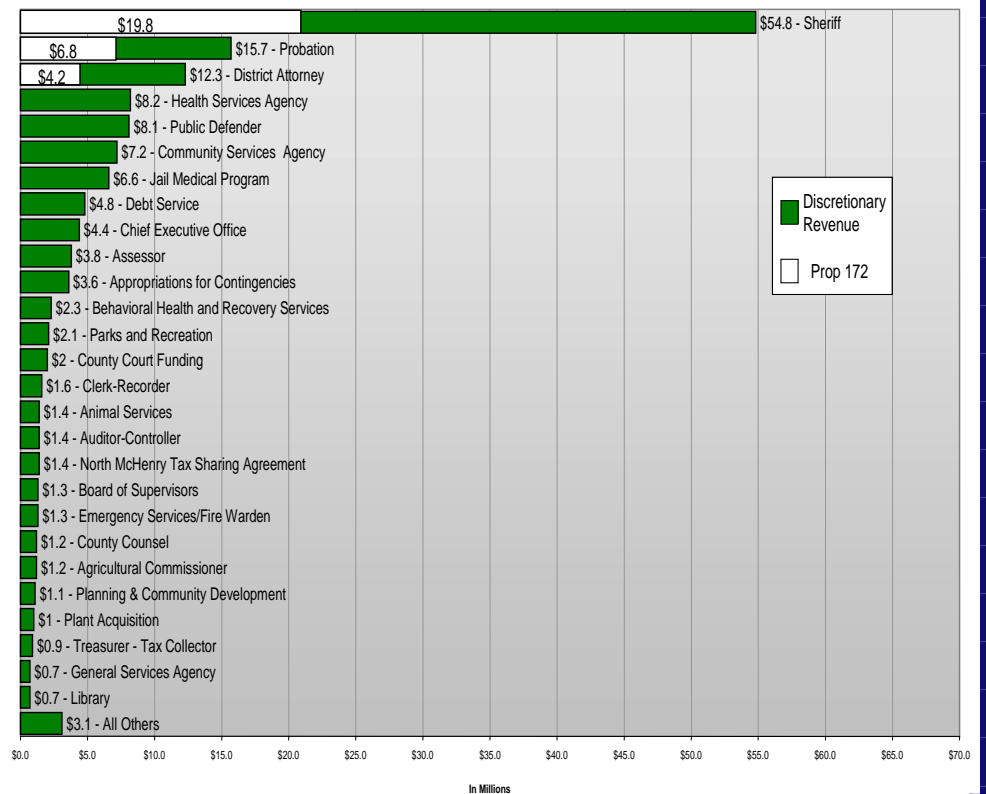
**Challenges and Overview
Structural Deficit of \$15.3 million**



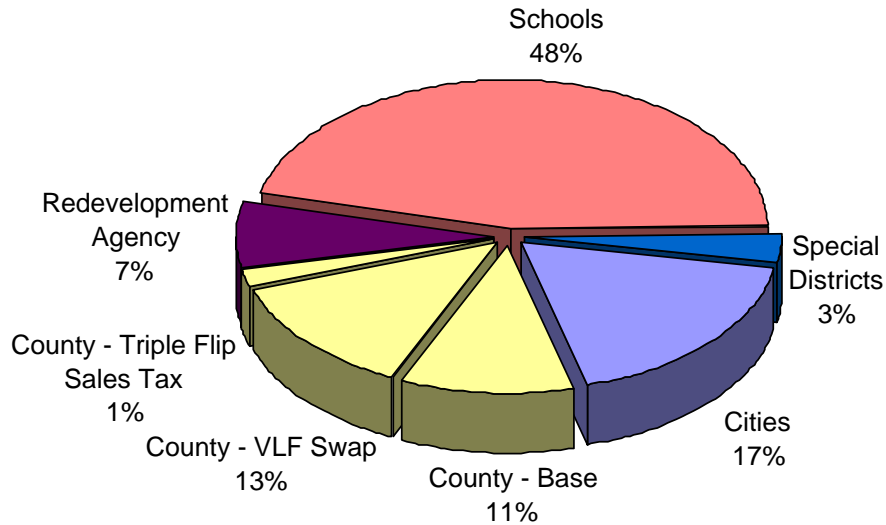
Discretionary Revenue

Discretionary Revenue Description	Proposed Budget FY 2009-2010	Recommended Final Budget FY 2009-2010	Difference
Property Taxes	\$ 44,061,400	\$ 44,061,400	\$ -
Property Tax in Lieu of VLF	44,852,000	44,852,000	-
Sales & Use Tax/Prop 172	48,645,000	48,645,000	-
Williamson Act subvention	1,467,000	-	(1,467,000)
Tobacco Endowment Funds	3,276,000	2,881,190	(394,810)
Other sources	13,717,150	13,717,150	-
	\$ 156,018,550	\$ 154,156,740	\$ (1,861,810)

Distribution of Discretionary Revenue including Proposition 172– Final Budget \$154,156,740

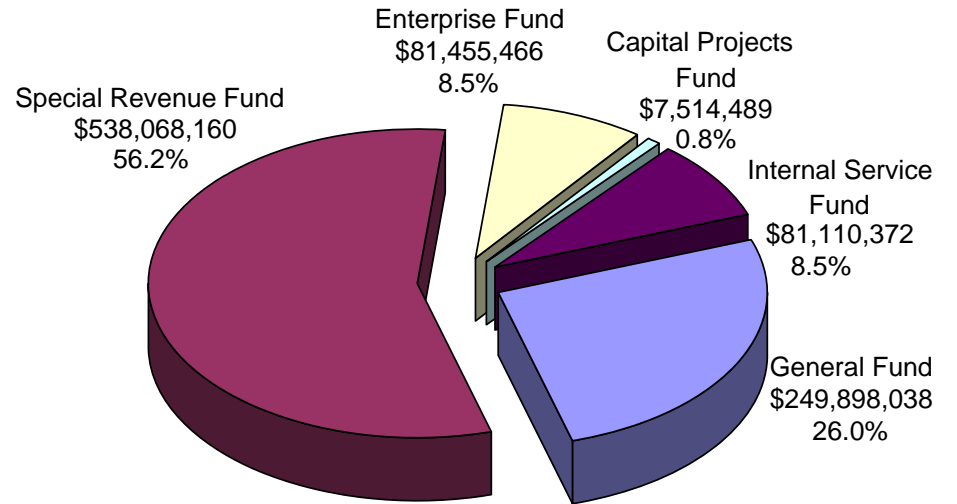


**Discretionary Revenue-
Where Your Property Tax Goes**



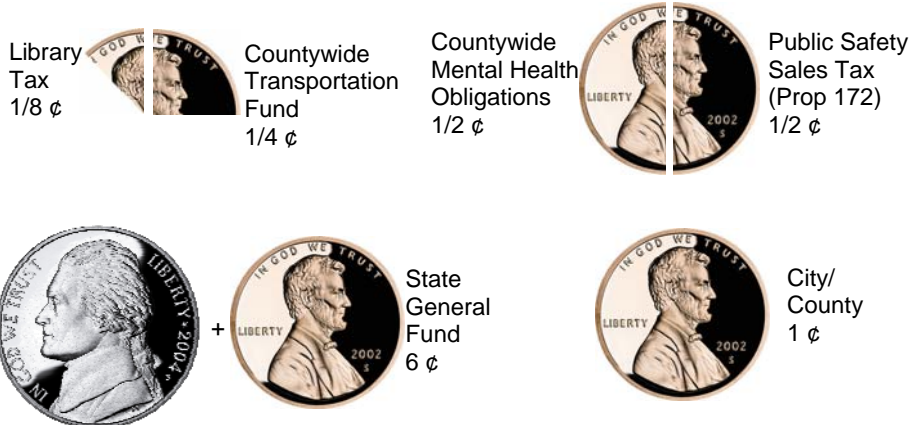
Total Stanislaus County Allocation = 25%

**2009-2010 Final Budget Expenditures by Fund
\$958,046,525**

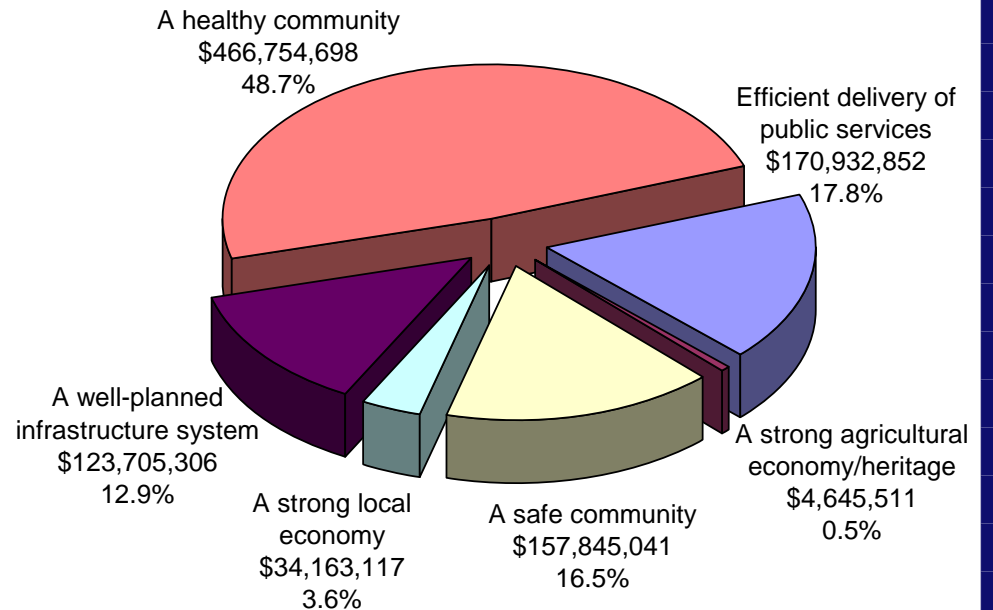


**Discretionary Revenue-
Where your Sales Tax Goes**

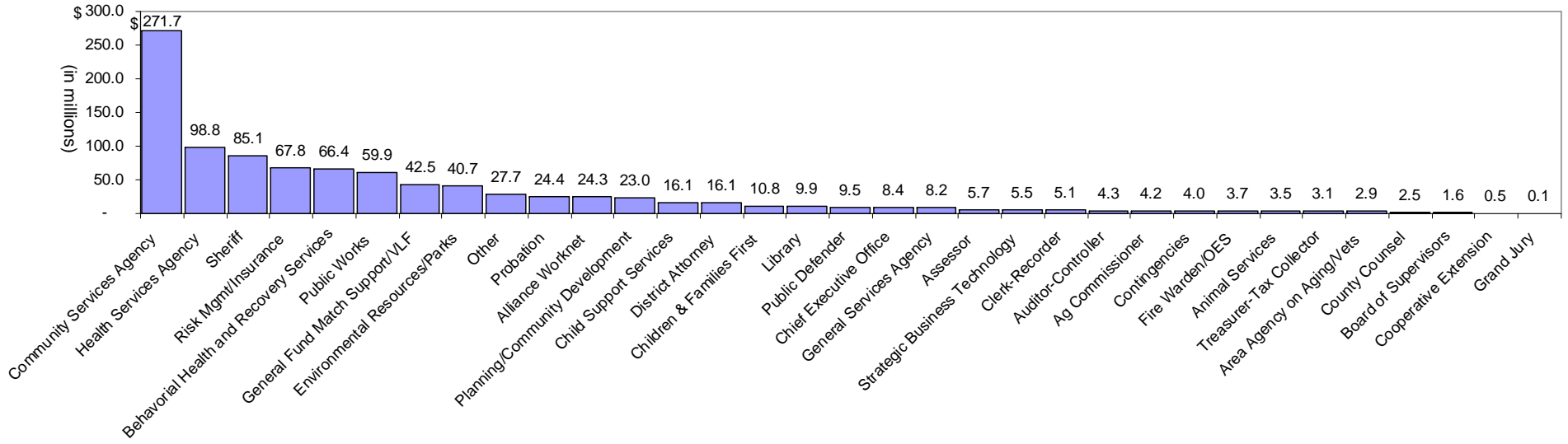
**For every Dollar you spend,
you are taxed \$0.08375**



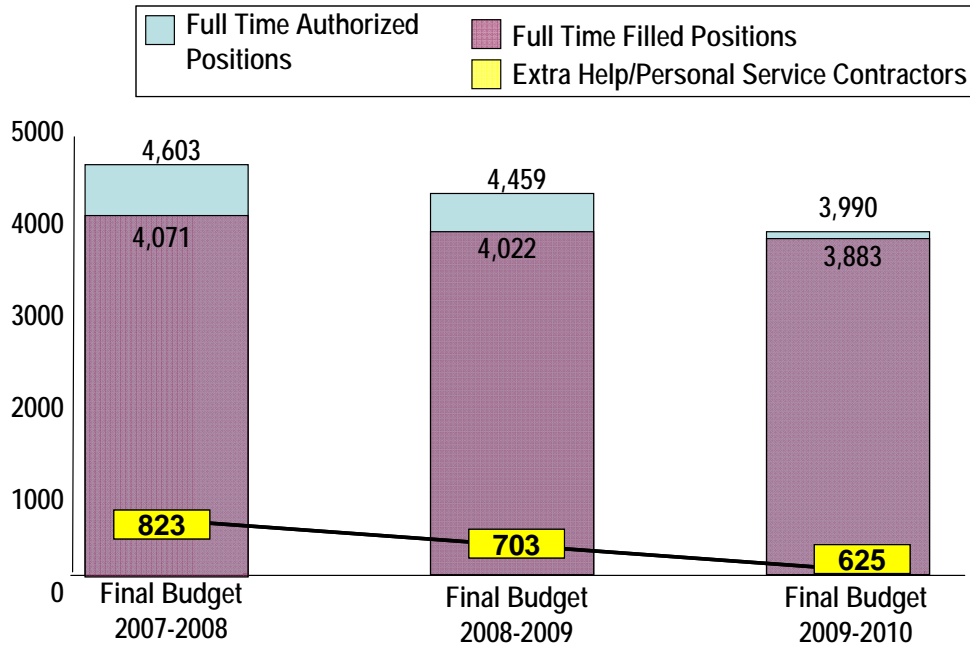
**2009-2010 Final Budget Expenditures by Board Priority
\$958,046,525**



Final Budget Expenditures by Department
\$958,046,525



Three-Year Staffing Summary



"In spite of the magnitude of the difficulties facing local government, these challenges provide us the opportunity to reassess our own organizational priorities and the fundamental and appropriate roles and responsibilities of government in meeting the needs of our community."
 -Rick Robinson, County Chief Executive Officer