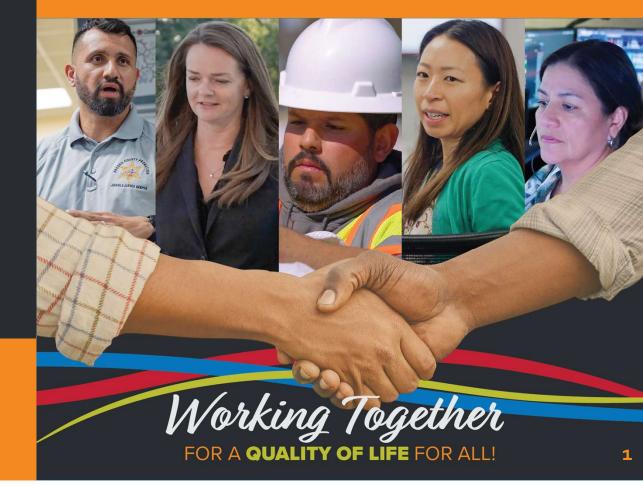


FISCAL YEAR 2024-25 **MID-YEAR BUDGET REPORT**



PRESENTATION OVERVIEW

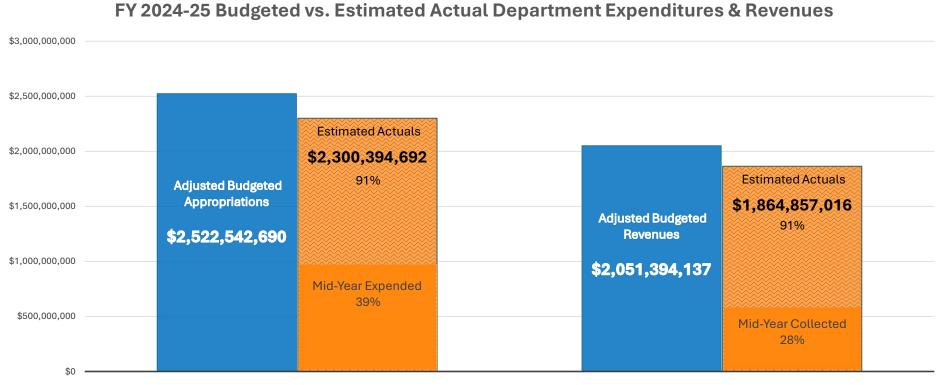
FY 2024-25 Mid-Year Budget Status

FY 2025-26 Fiscal Outlook

Recommendations

FY 2024-25 MID-YEAR BUDGET STATUS

GENERAL FUND DEPARTMENTS



APPROPRIATIONS

REVENUES

FY 2024-25 MID-YEAR REVIEW

One Department is estimated to exceed their budgeted NCC

- <u>Fresno County Sheriff's Office</u>
 - Overage is primarily due to increased Overtime and Extra-Help expenditures.
 - Sheriff will return before year-end and increases will be addressed with Budget Mitigation.

GENERAL FUND NET COUNTY COST (NCC) BY SERVICE TYPE

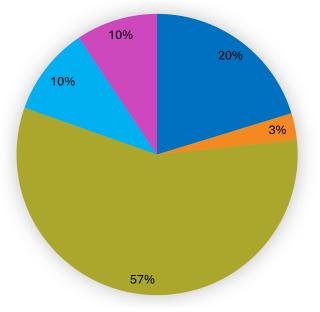
FY 2024-25 Adjusted Budgeted NCC

- Administrative and Fiscal
- Justice Services

Land Use and Development

Human Services

- es
- Contingencies/Resv./Designations

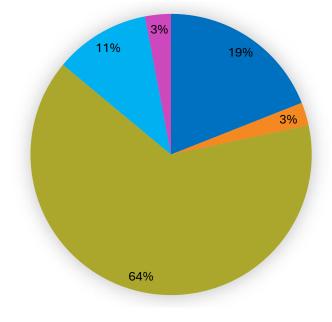


FY 2024-25 Estimated Actual NCC

- Administrative and Fiscal
- Justice Services

- Land Use and Development
- Human Services

Contingencies/Resv./Designations



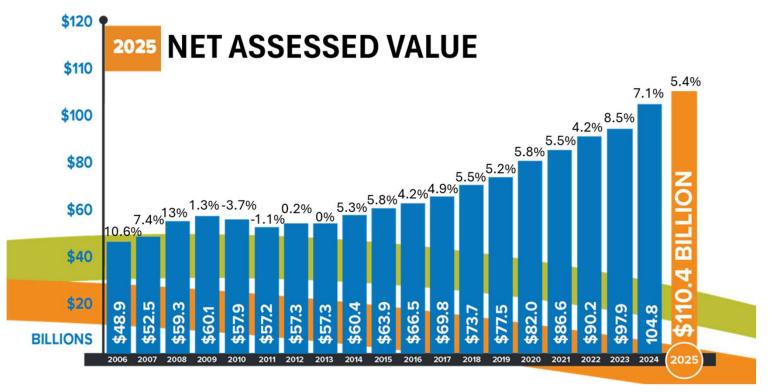
FY 2025-26 FISCAL OUTLOOK

COUNTYWIDE (DISCRETIONARY) REVENUES (IN THOUSANDS)

Description	FY 2022-23 Budgeted		FY 2022-23 Actuals		FY 2023-24 Budgeted		FY 2023-24 Actuals		FY 2024-25 Adopted		% of Total
Secured Property Taxes	\$	116,024	\$	122,163	\$	124,607	\$	130,156	\$	132,759	35%
Property taxes in lieu of Motor Vehicle Fees		146,410		155,313		158,419		166,174		169,498	45%
Local Sales Tax		30,000		39,151		30,000		36,283		32,000	8%
All Other		45,633		56,139		41,598		60,003		45,219	12%
Total	\$	338,067	\$	372,766	\$	354,624	\$	392,616	\$	379,476	100%

COUNTYWIDE (DISCRETIONARY) REVENUES (IN THOUSANDS)

Description	FY 2023-24 Budgeted		FY 2023-24 Actuals		FY 2024-25 Adopted		FY EST A As o	% of Total	
Secured Property Taxes	\$	124,607	\$	130,156	\$	132,759	\$	136,847	35%
Property taxes in lieu of Motor Vehicle Fees		158,419		166,174		169,498		175,034	45%
Local Sales Tax		30,000		36,283		32,000		34,014	9%
All Other		41,598		60,003		45,219		45,219	11%
Total	\$	354,624	\$	392,616	\$	379,476	\$	391,114	100%

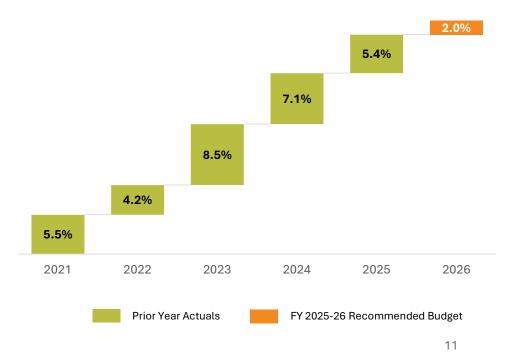


Net Assessed Value (in \$Millions) Source: County of Fresno Assessor

Net Assessed Value Growth

- Countywide Revenues or Discretionary Revenues are significantly impacted by Assessed Value Growth.
- A growth factor of approximately **2%** was applied to prior year actual Property Tax revenues for the FY 2024-25 budget, consistent with prior years.
- Continuing this conservative approach to budgeting Countywide Revenues is recommended.

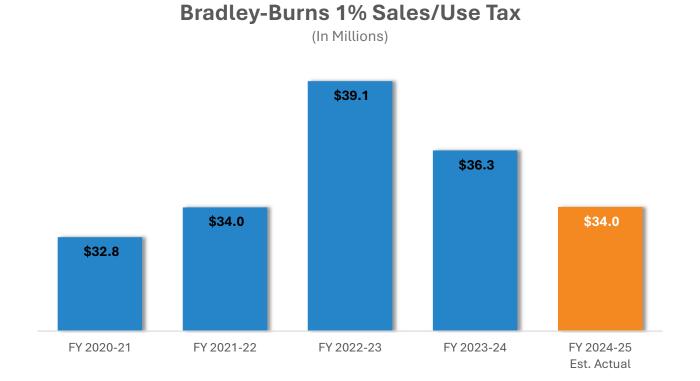
Assessed Value Growth %



Budgeted Discretionary Revenue Growth

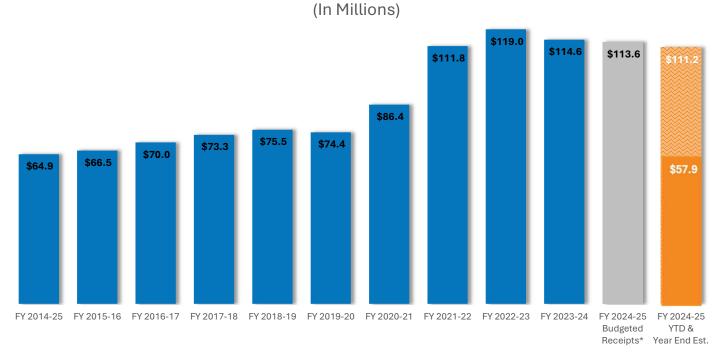
2% of PY Property Tax Revenue Actuals (In Thousands)





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Proposition 172 - 1/2 Sales Tax for Public Safety



*Budgeted use of fund balance not reflected in total for FY 2024-25

Projected Impacts to Net County Cost (NCC) as of 3/11/2025

Estimated Revenue Growth	ESTIMATED INCREASE		
FY 2024-25 Unbudgeted Property Tax Growth	\$	10	
FY 2025-26 Property Tax Growth (2%)		16	
Total Estimated Revenue Growth	\$	26	
Estimated Appropriation Increases			
Salary & Benefits	\$	12.7	
IHSS		8.2	
Jail Medical		7	
Animal Services		3	
Estimated Risk Rate Increases (Estimated NCC portion only)		4	
Property Tax & HR/Financial System		5	
Illegal Dumping		1.5	
Total Estimated Appropriations Growth	\$	41.4	
Estimated NOO Overwith Chartfell	•		

Estimated NCC Growth Shortfall \$ (15.40)

Other Expected Operating Cost Increases

- Inflationary cost increases across the board
 - Utilities
 - Negotiated contract increases
- Increases in Internal Service Fund Charges
 - General Services
 - Information Technology Services

Potential Solutions

- NCC Department Budget Reductions
- Hiring Controls
- Holiday Furlough Approx. 2 %
- Elimination of Non-Mandated Services
- Overtime Review
- Budget Mitigation Reduction

STATE BUDGET

- Governor's FY 2025-26 Proposed State Budget totals \$322.2 billion.
- The California Legislative Analyst's Office (LAO) estimates the Governor's budget to be "*roughly balanced*" but anticipates deficits in future years.
- The January 2025 California State Controller's report indicates that fiscal yearto-date receipts have exceeded estimates contained in the 2025-26 Governor's Budget by approximately \$3.2 billion, or 2.5 percent.
- Adjustments to the Governor's budget will likely be necessary to address the long-term recovery efforts in response to the wildfires in Southern California.

FEDERAL BUDGET

- Congress is working to reach a bipartisan agreement on overall spending levels for programs ahead of the March 14, 2025, deadline to avoid a government shutdown.
- The House Budget Committee's options to achieve budget deficit reduction goals such as reductions to Medicaid funding would have a staggering impact on the County.

PROPOSED FY 2025-26 BUDGET DEVELOPMENT SCHEDULE

Recommended Budget to Board of Supervisors

• June 24, 2025

Final Budget Hearings

• September 15, 2025



FISCAL YEAR 2024-25 **MID-YEAR BUDGET REPORT**

