

An impressionistic painting of a waterfall cascading over rocks. The colors are vibrant and varied, including greens, blues, yellows, and purples, creating a sense of movement and light. The brushstrokes are visible and expressive.

# **Fiscal Year 2014-15 Recommended Budget**

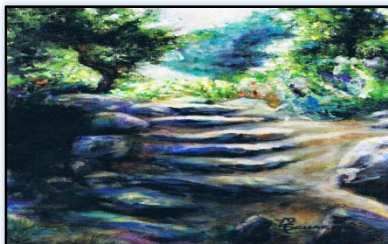
## **Maintenance Funding Options**

**June 9-11, 2014**

**County of Santa Barbara**

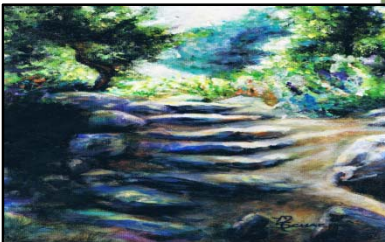
# Maintenance Funding Plan

- Deferred Maintenance Backlog includes Roads, Buildings and Parks
- Funding needed for increased preventative maintenance (renewal funding)
- Staff directed to prepare a phased in funding strategy with options



# Deferred Maintenance (DM) Needs

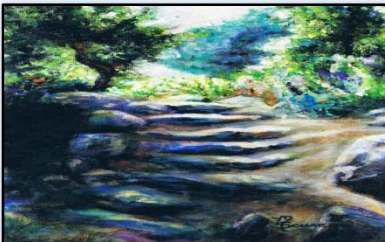
- Total DM is now calculated as \$197.6M
  - \$114.0M - Roads
  - \$45.1M - Parks
  - \$38.5M - Buildings
- County FCI is now 8.7% (Fair)
  - GS facilities have a FCI of 5.5% (Good)
  - CSD-Parks infrastructure and amenities have a FCI of 17.5% (Poor)
- More available detail on observed DM projects
  - 68% of DM projects are less than \$5,000
  - Nine projects are over \$1M; totaling \$36.5M



**Santa Barbara County Recommended Budget**

# Ongoing Annual Renewal Funding

- \$17.0M Estimate of Minimum Additional Funding to Maintain Existing Condition Indexes:
  - \$9.0M County roads
  - \$7.1M County buildings
  - \$0.9M County parks
  - \$17.0M total minimum estimated additional funding
- \$39.0M high end; estimated funding

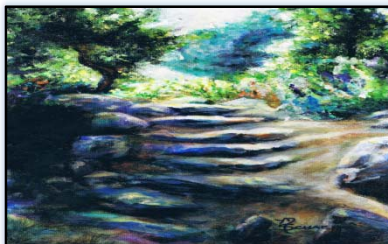


# Funding Strategy & Options

1. Dedicate an ongoing stream of unallocated, discretionary General Fund for addressing maintenance needs to reach \$17 million annually - Options: 10%, 15%, 20%, 25%

This dedicated stream of revenue could also be used to support debt for large projects or groups of projects, depending on the most immediate needs.

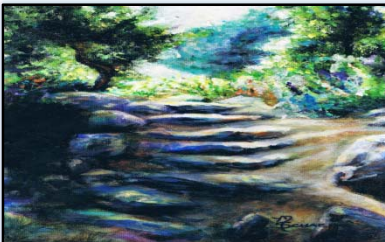
2. Allocate available one-time discretionary General Fund – Options: year-end (savings) or unallocated revenue at budget adoption
3. Of these amounts, allocate 50% percent to roads and 50% percent to facilities/parks, with adjustments depending on availability of other funding sources or needs.



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## Funding Strategy & Options (Cont.)

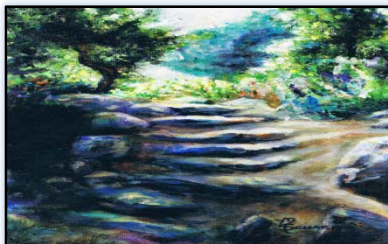
4. Adjust service fees based on increased costs for maintenance (“renewal funding” or specific deferred maintenance project costs)
5. Increase Other Fund revenue for maintenance by “charging” non-General Fund departments for maintenance to the degree allowed by law (Note: most non-GF departments already pay for their department’s maintenance and deferred maintenance capital projects)
6. Continue to seek grant funding and advocate for new regional, state and federal dollars for maintenance needs
7. Monitor and adjust as needed



# Comparison of Maintenance Funding Options

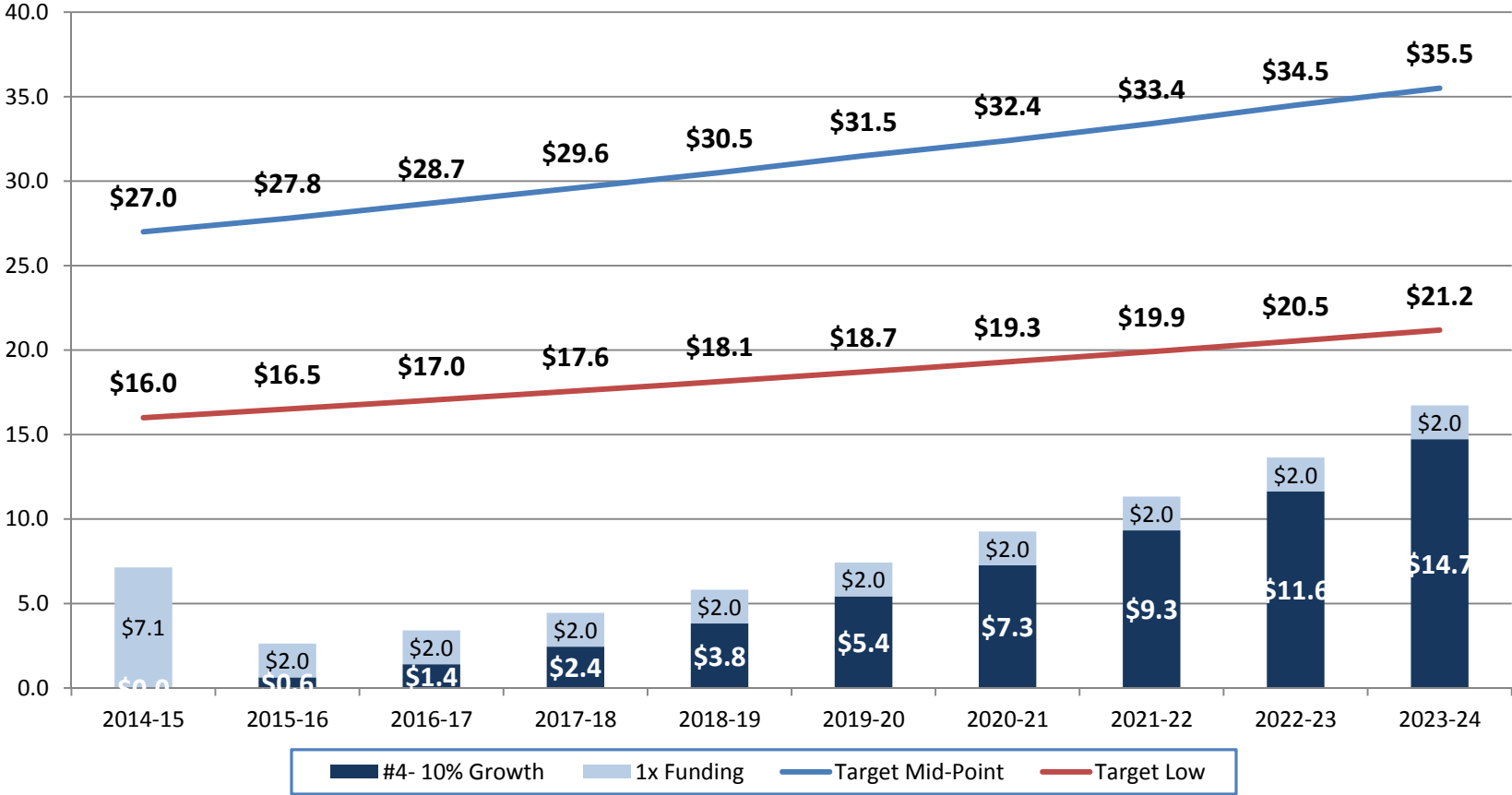
<i>(dollars in millions)</i>	<b>Targeted Renewal Funding In Yr. 10</b>	<b>Projected Annual Funding In Yr. 10</b>	<b>Cumulative Ongoing Funding Over 10 Yrs.</b>
10% Option	\$ 21.2	\$ 14.7	\$ 56.7
15% Option	\$ 21.2	\$ 22.1	\$ 85.1
20% Option	\$ 21.2	\$ 29.4	\$ 113.4
25% Option	\$ 21.2	\$ 36.8	\$ 141.8

*Note: Cumulative Ongoing Funding assumes only % of growth: no one time funding.*



# Maintenance Funding Options

## Option #4 – 10% of Unallocated Growth

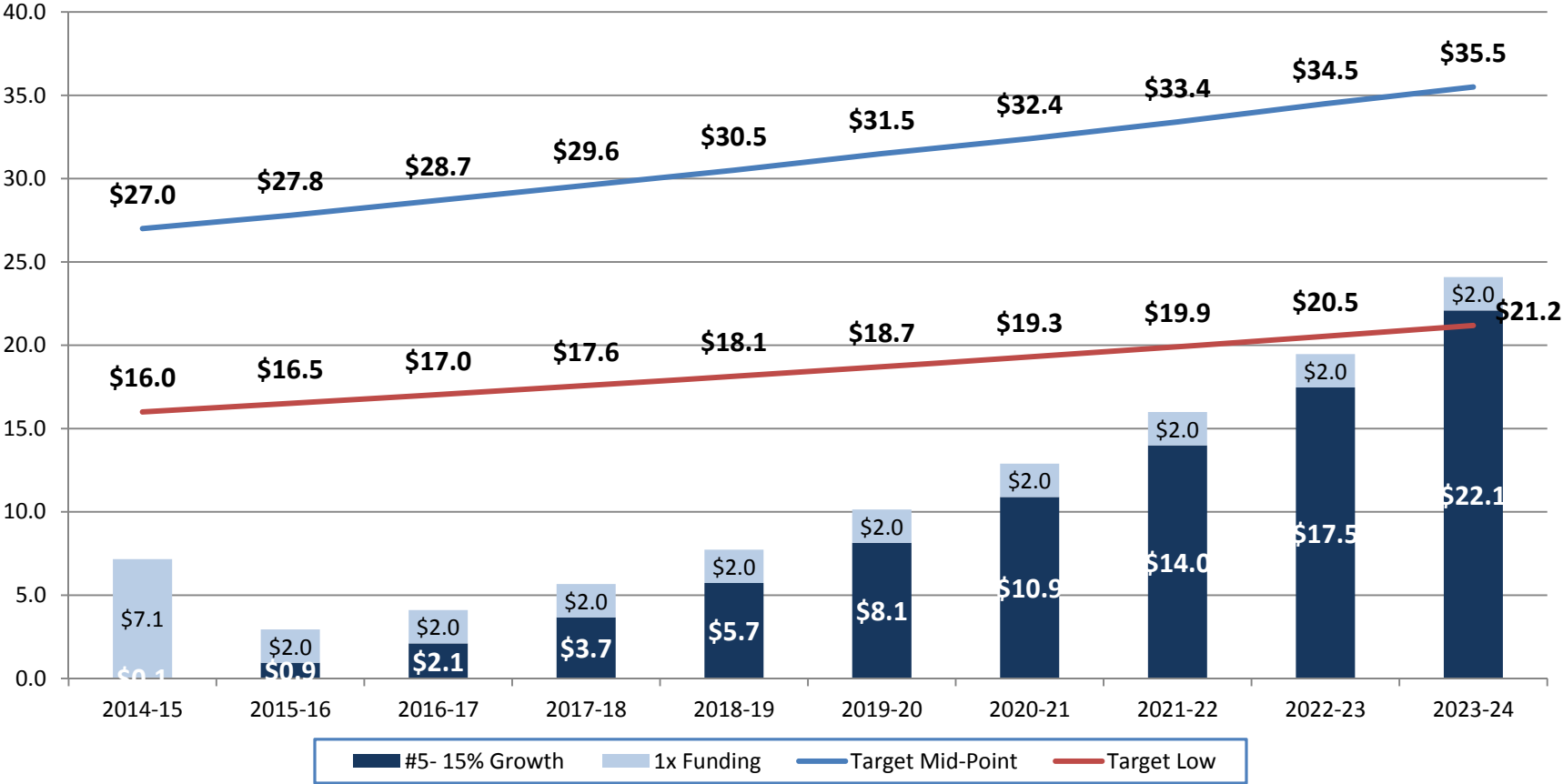


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# Maintenance Funding Options

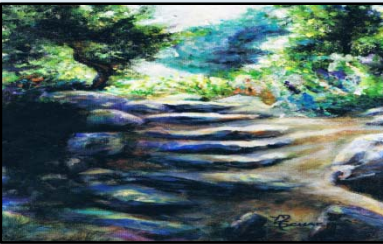
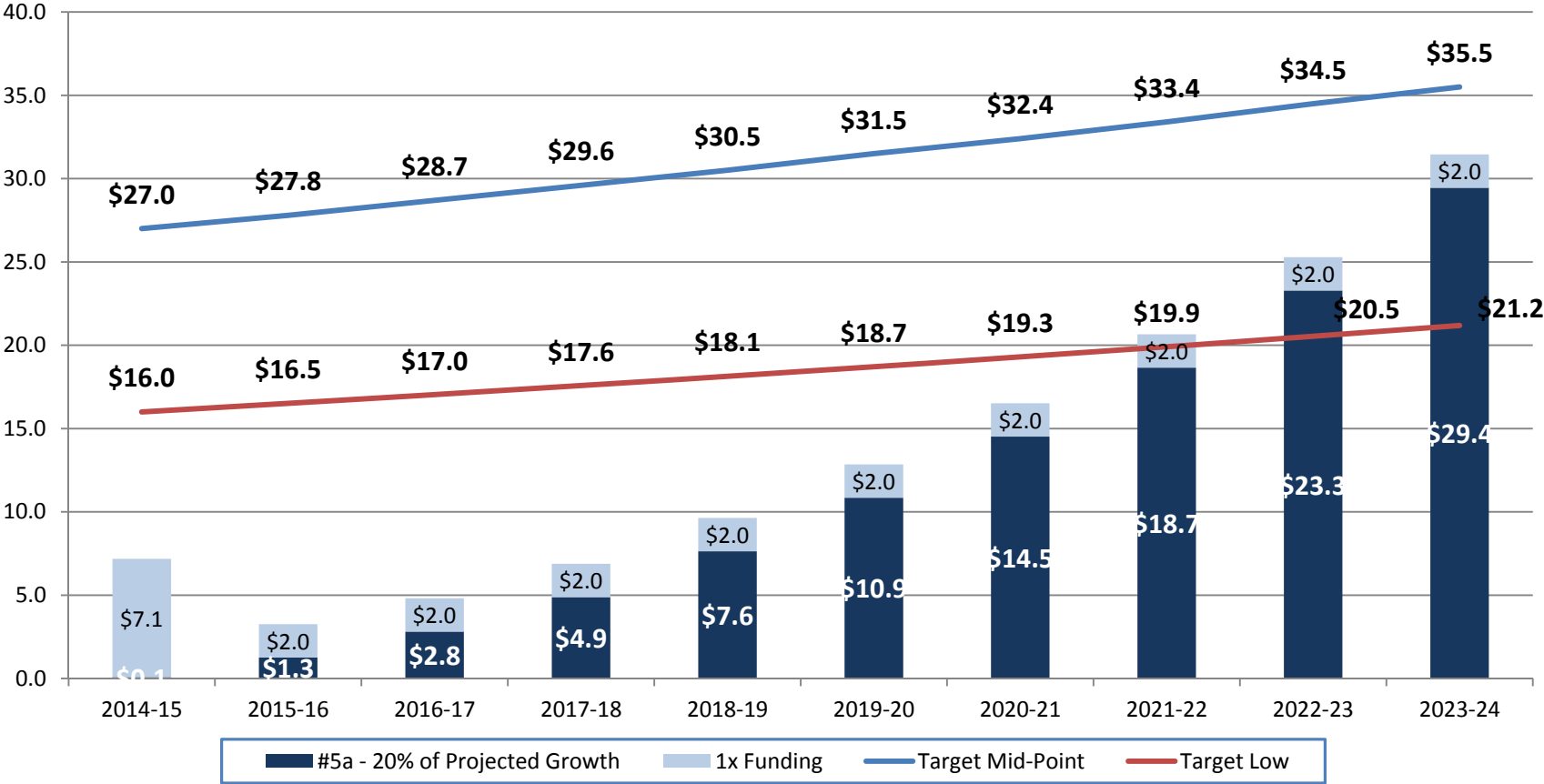
## Option #5 – 15% of Unallocated Growth



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# Maintenance Funding Options

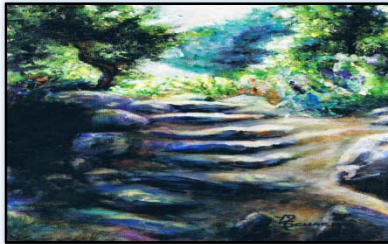
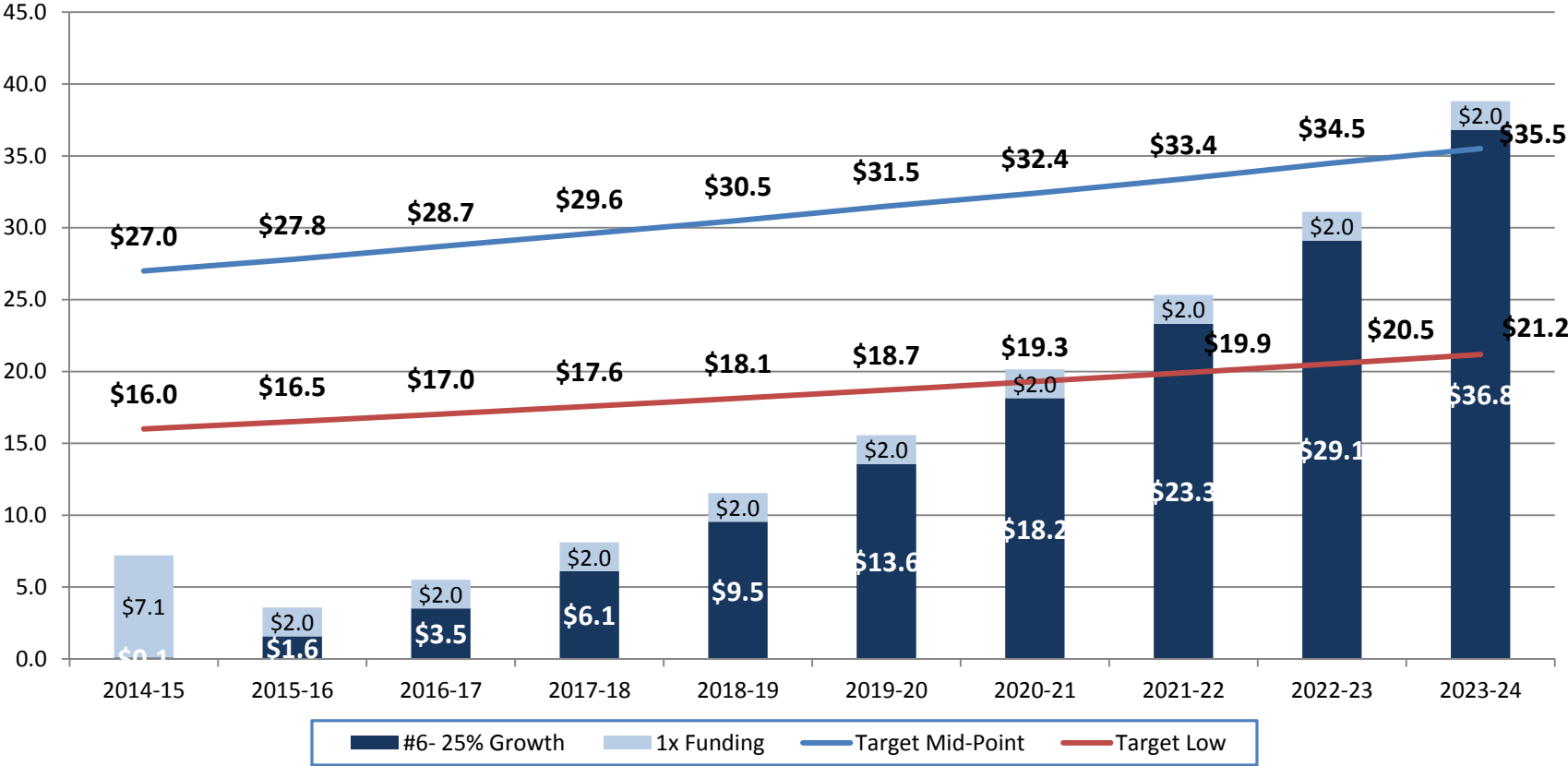
**Option #5a – 20% of Unallocated Growth**



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# Maintenance Funding Options

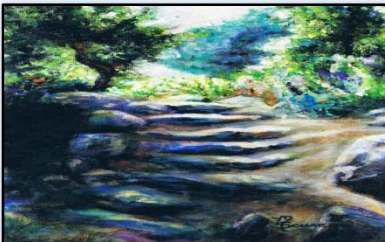
## Option #6 – 25% of Unallocated Growth



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## Recommended Action

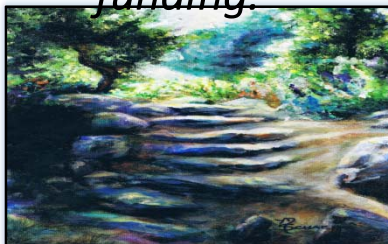
- Receive maintenance funding options and provide direction to staff.



# Comparison of Maintenance Funding Options Added 6-11-14

<i>(dollars in millions)</i>	<b>Targeted Renewal Funding In Yr. 10</b>	<b>Projected Annual Funding In Yr. 10</b>	<b>Cumulative Ongoing Funding Over 10 Yrs.</b>
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15% Option	\$ 21.2	\$ 22.1	\$ 85.1
18% Option	\$ 21.2	\$ 26.5	\$ 102.1
20% Option	\$ 21.2	\$ 29.4	\$ 113.4
25% Option	\$ 21.2	\$ 36.8	\$ 141.8

*Note: Cumulative Ongoing Funding assumes only % of growth: no one time funding.*



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