

FY2025/26 SUPPLEMENTAL BUDGET ADJUSTMENTS – EXPLANATIONS AND JUSTIFICATIONS

Section 1 – Supplemental Adjustments to the Recommended Budget

The following supplemental adjustments represent new requests and increases to the FY2025/26 Recommended Budget.

General Fund – Fund 001

The FY2025/26 Recommended Budget for the General Fund is balanced. The increase in County General Fund appropriations included in the Supplemental Budget is \$759,387. This cost is funded by revenue of \$320,000 and the remaining net County General Fund cost of \$439,387 is recommended to be funded through available Fund Balance following the close of FY2024/25, and/or through a reduction in the transfer proposed to the Committed – Employer PERS Rate Increase Reserve in FY2025/26.

County Administrator – Fund 001 / BU 1100: No change in appropriations and revenues.

The following position changes are recommended:

- Add 1.0 FTE Chief Compliance Officer (TBD) and delete 1.0 vacant FTE Management Analyst (Senior) / Public Communications Officer to oversee and coordinate countywide compliance efforts to ensure conformity with federal, State, and local regulations and requirements. This position is funded with General Fund. There is no cost increase resulting from this recommendation.

Human Resources – Fund 001 / BU 1500: \$170,000 increase in appropriations; no change in revenues, resulting in an increase of \$170,000 in Net County Cost.

- \$170,000 increase for labor negotiation contracted services.

General Services – Fund 001 / BU 1117: \$215,000 increase in appropriations; \$10,000 increase in revenues, resulting in an increase of \$205,000 in Net County Cost.

- \$175,000 increase for on-call electrician services to support preventative maintenance and circuit isolation projects to improve energy controls.
- \$30,000 increase in software maintenance costs to integrate project management software with other County systems like Finance Enterprise, OpenGov, and CAMS.
- \$10,000 increase in purchases for resale for an office conversion project at 275 Beck Avenue in Fairfield.

Auditor - Controller – Fund 001 / BU 1200: No change in appropriations and revenues.

The following position changes are recommended:

- Add 1.0 FTE Accountant-Auditor III and delete 1.0 vacant FTE Accountant to ensure adequate operational oversight in the General Accounting Unit. This position is funded with General Fund. There is no cost increase resulting from this recommendation.
- Convert 1.0 FTE Accountant-Auditor III Limited-Term to permanent in the Property Tax Unit to address ongoing workload associated with the implementation of County's new County Assessment and Taxation System (CATS) and Proposition 19, which was approved by voters in November 2020 and significantly changed tax rules in the State. Ongoing workload includes processing property tax corrections, apportionment distributions, finalizing State reports, and report validation.

General Expenditures – Fund 001 / BU 1903: No change in appropriations and revenues.

- \$8,612,566 decrease in Operating Transfers-In from the Pension Debt Service Fund (BU 8006) to reflect year-end close-out accounting procedures due to the full redemption of the Pension Obligation Bonds (POBs) and the closing-out of the Pension Debt Service Fund.
- \$28,509 increase in Operating Transfers-Out to Probation due to an increase in security services provided by the Sheriff's Office.
- \$28,509 decrease in Operating Transfers-Out to the Sheriff to reflect the reduction resulting from the Supplemental Budget adjustment for Probation.
- \$8,612,566 increase in anticipated year-end fund balance in the Pension Debt Service Fund related to the closing-out of the Pension Debt Service Fund is being recognized in General Expenditures – General Fund.

FY2025/26 SUPPLEMENTAL BUDGET ADJUSTMENTS – EXPLANATIONS AND JUSTIFICATIONS

Resource Management – Fund 001 / BU 2910: \$210,000 increase in appropriations and revenues, resulting in no change in Net County Cost.

- \$210,000 increase in garbage franchise fee revenue resulting from the transfer of garbage lien processing and contract administration from the Department of General Services to the Department of Resource Management.
- \$210,000 increase in professional services costs to manage garbage lien processing and contract administration.

Other Funds

Library – Fund 004 / BU 6300: \$45,232 increase in appropriations; no change in revenues and an increase of \$1,000,000 to reserves, resulting in a \$1,045,232 decrease in Fund Balance – Contingency.

- \$35,000 increase in controlled assets for 16 digital displays for library meeting rooms and study rooms.
- \$10,232 increase in Salaries and Employee Benefits to fund recommended position changes as listed below.
- \$1,000,000 increase in Fund Balance – Reserve for future library capital improvements, unforeseen budgetary shortfalls, building renovations, and equipment.

The following position changes are recommended:

- Add 1.0 FTE Office Coordinator (C) and delete 1.0 FTE Office Assistant III (C) to align the classification with the job duties being performed. This position is funded with the Library Fund.
- Reclassify 0.40 FTE Library Aide to 1.0 Office Assistant II to address operational needs in the department related to administrative support. This position is funded with the Library Fund.

Accumulated Capital Outlay (ACO) – Fund 006 / BU 1700: \$1,183,000 increase in appropriations; no change in revenues, resulting in a \$1,183,000 decrease in Fund Balance - Contingency.

- \$710,000 to fund additional costs for safety hazards, abatement, and unforeseen repairs as part of the 701 Texas Exterior Painting Project, offset with ACO Fund Balance - Contingency. The expanded scope includes panels removal, lead paint abatement, revised design elements, reinstallation of new panels (if required), and contingency for unforeseen conditions. If the original building structure is found to be in good condition following abatement, it may be retained and repainted rather than replaced. Work will be completed using the existing Job Order Contract in place for the original project, and any unused funds will revert to the ACO Fund.
- \$423,000 to fund interior improvements to the existing (relocated) modular courtroom as part of the Juvenile Detention Facility (JDF) Prefab Courtroom Project, offset with ACO Fund Balance - Contingency.
- \$50,000 to fund additional unanticipated accessibility modification requests that may arise throughout the year, offset with ACO Fund Balance - Contingency.

Montezuma Fire Protection District – Fund 130 / BU 9810: \$1,117,483 increase in appropriations; \$909,833 increase in revenues, resulting in a \$207,650 decrease in Fund Balance.

On March 11, 2025 the Board assumed governance of the Montezuma Fire Protection District. The increases in appropriations and revenues reflect the incorporation of the district's budget into the County's Budget. Appropriations include \$43,333 in Salary/Wages - Extra Help, offset by revenue from Other Governmental Agencies contributed by the County for year two of the Pilot Seasonal Program, resulting in no net cost.

Suisun Fire Protection District – Fund 132 / BU 9812: \$609,334 increase in appropriations and revenues, resulting in no change to Fund Balance.

On March 11, 2025 the Board assumed governance of the Suisun Fire Protection District. The increases in appropriations and revenues reflect the incorporation of the district's budget into the County's Budget. Appropriations include \$43,333 in Salary/Wages - Extra Help, offset by revenue from Other Governmental Agencies contributed by the County for year two of the Pilot Seasonal Program, resulting in no net cost.

Vacaville Fire Protection District – Fund 133 / BU 9813: \$2,158,373 increase in appropriations and revenues, resulting in no change to Fund Balance.

FY2025/26 SUPPLEMENTAL BUDGET ADJUSTMENTS – EXPLANATIONS AND JUSTIFICATIONS

On March 11, 2025 the Board assumed governance of the Vacaville Fire Protection District. The increases in appropriations and revenues reflect the incorporation of the district's budget into the County's Budget. Appropriations include \$43,333 in Salary/Wages - Extra Help, offset by revenue from Other Governmental Agencies contributed by the County for year two of the Pilot Seasonal Program, resulting in no net cost.

Napa/Solano Area Agency on Aging – Fund 216 / BU 2160: \$334,166 decrease in both appropriations and revenues, resulting in no change in Fund Balance.

- \$334,166 net decrease in various Contracted Direct Services; offset primarily by a decrease in federal revenue.

Pension Debt Service – Fund 306 / BU 8006: \$8,612,566 decrease in appropriations and revenues, resulting in no change in Fund Balance.

- \$8,612,566 decrease in Operating Transfers-Out to General Expenditures (BU 1903) to reflect year-end close-out accounting procedures due to the full redemption of the Pension Obligation Bonds (POBs) and the closing-out of the Pension Debt Service Fund.
- \$8,612,566 decrease in anticipated year-end fund balance, which is reflected in General Expenditures (BU 1903) as a Supplemental Budget adjustment related to the closing-out of the Pension Debt Service Fund.

Child Support Services – Fund 369 / BU 2480: No change in appropriations and revenues.

The following position changes are recommended:

- Add 1.0 FTE Child Support Assistant and delete 1.0 vacant FTE Child Support Specialist to align duties and workload with appropriate classification. This position is funded with federal and State funding from California Department of Child Support Services. There is no cost increase resulting from this recommendation.

Department of Information Technology – Fund 370 / BU 1870: \$634,105 increase in appropriations and revenues, resulting in no change in Fund Balance.

- \$634,105 increase in Contracted Services for GIS to support the North Bay Regional Hydrography Program, partially funded through the United States Geological Survey (USGS) 3D Hydrography Program (3DHP) grant as approved by the Board on June 3, 2025.
- \$501,574 increase in federal and other governmental revenue which represents funding from USGS and non-federal partners for the North Bay Regional Hydrography Program.
- \$132,531 Increase in departmental charges for Solano County's share of costs for the North Bay Regional Hydrography Program.

Mental Health Services Act (MHSA) – Fund 906 / BU 9600: \$357,573 increase in appropriations; no change in revenue, resulting in a decrease of \$357,573 in Fund Balance.

- \$357,573 increase in Operating Transfers-Out to Behavioral Health (BU 7780) to fund an increase in Transitional Age Youth (TAY) Full Service Partnership (FSP) services for non- Medi-Cal billable services and postvention support for suicide loss survivors; offset by an increase in draw against MHSA Restricted Fund Balance.

Public Safety Fund – Fund 900

Alternate Public Defender – Fund 900 / BU 6540: No change in appropriations and revenues.

The following position changes are recommended:

- Reclassify 1.0 FTE Social Worker II to 1.0 FTE Social Worker III to align the position with organizational needs based on the scope and responsibilities involving complex cases. This position is funded with General Fund and any cost increase will be absorbed within the department's existing budget.

FY2025/26 SUPPLEMENTAL BUDGET ADJUSTMENTS – EXPLANATIONS AND JUSTIFICATIONS

Sheriff – Fund 900 / BU 6550: \$28,509 decrease in appropriations; no change in revenue, resulting in a \$28,509 decrease in County Contribution.

- \$28,509 decrease in Intrafund Services Transfers to provide security services for Probation.
- \$28,509 decrease in Operating Transfers-In County Contribution to reflect the reduction resulting from the Supplemental Budget adjustment.

Probation – Fund 900 / BU 6650: \$768,509 increase in appropriations; \$740,000 increase in revenues, resulting in a \$28,509 increase in County Contribution.

- \$733,362 increase in health management contract services to support the expansion of services aligned with California Advancing and Innovating Medi-Cal (CalAIM) initiatives, funded with CalAIM State Grant Revenue.
- \$28,509 increase in Intrafund Services Transfers for security services provided by the Sheriff's Office.
- \$6,638 increase in Salaries and Employee Benefits to fund recommended position changes as listed below.
- \$740,000 increase in CalAIM Providing Access and Transforming Health-Justice Involved (PATH-JI) State Grant Revenue to provide eligible incarcerated youth at the Juvenile Detention Facility (JDF) with access to Medi-Cal enrollment prior to release, behavioral linkages, a defined set of services 90 days pre-release and enhanced care management to ensure continuity of care and access to health and social services upon reentry into the community.
- \$28,509 increase in Operating Transfers-In County Contribution to fund security services provided by the Sheriff's Office.

The following position changes are recommended:

- Add 1.0 FTE Accounting Technician and delete 1.0 FTE vacant Collections Officer to perform accounting and reporting, research audit claims, and support changes in legislation related to fees. This position is funded with CalAIM State Grant Revenue.

Health and Social Services (H&SS) Fund – Fund 902

Health and Social Services – Fund 902: \$2,577,233 net increase in appropriations; \$2,958,140 increase in revenue, resulting in a decrease in use of Intergovernmental Transfer (IGT) funds of \$380,907. See details below.

The Health and Social Services Department receives approximately \$252.3 million in federal and State funding each year to support services and programs that serve Solano County residents. This represents approximately 47.3% of the total H&SS budget.

State and federal funding supports the delivery of medical and behavioral healthcare, social services, public health programs, child welfare services, and other critical services. Major changes in funding could have a direct and significant impact on the critical safety-net services that H&SS provides and impact county budgets, particularly through any direct funding cuts to programs like Medi-Cal, CalWORKs, and CalFresh, as well as indirect reductions to discretionary spending like homelessness services.

Solano County is facing major fiscal challenges due to the State budget shortfall, federal funding cuts, and rising costs. While the direct impacts are unknown at this time, many social services and behavioral health programs could be affected by funding cuts.

Administration Division – BU 7501: \$142,355 increase in both appropriations and revenues, resulting in no net change.

- \$142,355 decrease in Intrafund Services-Personnel; offset by an increase in union reimbursement for a Social Worker III position.

Social Services Division – BU 7680: \$46,354 decrease in both appropriations and revenues, resulting in no net change.

Child Welfare Services (CWS):

- \$96,001 increase in Contracted Direct Services based on final negotiated contracts; offset by increases in State and federal revenue.

FY2025/26 SUPPLEMENTAL BUDGET ADJUSTMENTS – EXPLANATIONS AND JUSTIFICATIONS

Older and Disabled Adult Services (ODAS):

- \$142,355 decrease in Intrafund Services-Personnel with H&SS Administration in union reimbursement for a Social Worker III; offset by decreases in State and federal revenue, and 1991 Realignment.

Behavioral Health Division – BU 7780: \$1,978,625 increase in appropriations; offset by increases in State and federal revenues.

- \$581,524 increase in federal Medi-Cal revenues due to increased Medi-Cal billing associated with increasing an adult outpatient contract and to partially fund a behavioral health treatment contract.
- \$636,524 increase in 2011 Realignment revenue; offset by increases in adult outpatient contracted services, 23-hour crisis stabilization services provided by Kaiser Permanente, and to partially fund a behavioral health treatment contract.
- \$357,573 increase in Mental Health Services Act (MHSA) revenues; offset by increases in transitional age youth Full Service Partnership (FSP) program contracted services and postvention support contracted services for suicide loss survivors.
- \$165,518 increase in Opioid Settlement revenue; offset by an increase in a contract with Touro University to provide substance use prevention activities.
- \$140,675 increase in State Grant Revenue, which includes:
 - \$100,000 increase in Homeless Housing and Assistance Prevention Program (HHAP) Round 5 funding to fund a contract to provide technical assistance and training related to homeless assistance grants.
 - \$40,675 increase in Mental Health Student Services Act (MHSSA) funding for a position at the Solano County Office of Education to research funding options to continue the MHSSA program.
- \$96,811 increase in 1991 Realignment revenue; offset by an increase in patient advocacy services.

Health Services Division – BU 7880: \$502,607 increase in appropriations; offset by increases of \$856,139 in State and federal revenues and \$27,375 in donations; offset by a decrease of \$380,907 in IGT draw.

- \$22,000 increase in Contracted Direct Services to support Public Health in reducing rates of alcohol, tobacco and other drug-use among youth; offset by a revenue donation from Yocha Dehe Wintun Nation.
- \$85,909 increase in Contracted Services for 1) program administration and administrative capacity building services for tuberculosis control, in partnership with other county and city health departments statewide; offset by a State grant from the California Tuberculosis Controllers Association; and 2) media messaging for opioid use prevention; offset by a donation from the Yocha Dehe Wintun Nation.
- \$65,783 increase in Special Departmental Expense for the 20% administrative fee charged by the State to administer the IGT program that is calculated on the non-federal participation amount for the program. Solano County was able to increase IGT participation amount due to the addition of Kaiser Health Care as a Medi-Cal provider in the county.
- \$328,915 increase in Other Charges-IGT for the projected increase in the transfer of funds to DHCS for services specified in the IGT spending plan based on updated information received from the DHCS.

Section 2 – Re-budgeting of FY2024/25 Project/Program Costs to FY2025/26

The following adjustments represent re-budgeting of FY2024/25 appropriations or reductions in the FY2025/26 Recommended Budget due to the timing/status of FY2024/25 projects and programs. These projects and programs were previously approved by the Board.

General Fund

General Services – Fund 001 / BU 1117: \$334,387 increase in appropriations; \$100,000 increase in revenues, resulting in a \$234,387 increase in Net County Cost.

- \$234,387 to re-budget consulting services for the implementation of Kahua, a project management software system.
- \$100,000 to re-budget purchases for resale for County Administration Center (CAC) Data Center security improvements. This project is funded through departmental charges.

FY2025/26 SUPPLEMENTAL BUDGET ADJUSTMENTS – EXPLANATIONS AND JUSTIFICATIONS

- \$100,000 to re-budget Interfund Services – Small Projects received from the Department of Information Technology (DoIT) for CAC Data Center security improvements.

Other Funds

Accumulated Capital Outlay (ACO) – Fund 006 / BU 1700: \$5,978,551 increase in appropriations; \$5,874,745 increase in revenue, resulting in a \$103,806 decrease in Fund Balance - Contingency.

- \$3,078,320 to re-budget construction costs and revenue for the Energy Conservation project funded by a grant from Pacific Gas & Electric's Self Generation Incentive Program (SGIP).
- \$2,900,231 to re-budget construction and equipment costs and revenue for the Vallejo Justice Center HVAC Controls / Equipment Replacement project funded State revenue from the Judicial Council of California, partially offset with \$103,806 in Fund Balance – Contingency.

Nut Tree Airport Special Projects – Fund 047 / BU 9010: \$3,165,068 increase in appropriations; \$2,991,139 increase in revenue, resulting in a \$173,929 decrease in Fund Balance.

- \$2,532,503 to re-budget construction costs for the Airport Taxiway Rehabilitation Project funded with federal and State grant funds. The remaining \$143,352 is funded with Fund Balance.
- \$450,000 to re-budget construction costs for the Runway / Taxiway Apron Electrical Assessment Project funded with federal and State grant funds. The remaining \$12,320 is funded with Fund Balance.
- \$95,652 to re-budget professional services costs related to the Airport Layout Update Project partially funded with federal grant funds. The remaining \$9,566 is funded with Fund Balance.
- \$86,913 to re-budget professional services costs related to the Airport Pavement Management System partially funded with federal grant funds. The remaining \$8,691 is funded with Fund Balance.

Public Works (Road Fund) – Fund 101 / BU 3010: No change in appropriations, \$594,600 increase in revenues, resulting a \$594,600 increase in Fund Balance.

- \$594,600 increase in Operating Transfers-In ARPA to re-budget a one-time contribution to the Road Fund for the Dixon Corporation Yard.

American Rescue Plan Act (ARPA) – Fund 290 / BU 2960: \$594,600 increase in appropriations and revenues, resulting in no change in Fund Balance.

- \$594,600 increase in Operating Transfers-Out ARPA to re-budget a one-time contribution to the Road Fund (BU 3010) for the Dixon Corporation Yard funded with interest income.

Department of Information Technology – Fund 370 / BU 1870: \$100,000 increase in appropriations; \$100,000 increase in revenues, resulting no change in Fund Balance.

- \$100,000 to re-budget Interfund Services – Small Projects to General Services for the County Administration Center Data Center security improvements. This project is funded through departmental charges.

Health and Social Services (H&SS) Fund – Fund 902

Behavioral Health Division – BU 7780: \$2,889,200 increase in both appropriations and revenues, resulting in no net change.

- \$2,423,553 increase in Contracted Direct Services to re-budget project awards for the Community Care Expansion (CCE) Preservation grant program; offset by a corresponding increase in State Grant Revenue.
- \$465,647 increase in Unallowable Cost Per Audit for a Medi-Cal revenue payback for a State recoupment due to claiming errors by the State; offset with federal Medi-Cal revenues.