



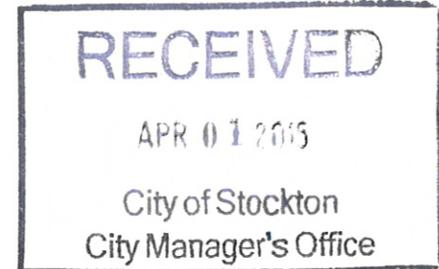
SAN JOAQUIN COUNCIL OF GOVERNMENTS

555 E. Weber Avenue • Stockton, California 95202

209.235.0600 • 209.235.0438 (fax)

www.sjcog.org

March 30, 2015



Steve Dresser
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Anthony Silva
VICE CHAIR

Andrew T. Chesley
EXECUTIVE DIRECTOR

Member Agencies

CITIES OF
ESCALON,
LATHROP,
LODI,
MANTECA,
RIPON,
STOCKTON,
TRACY,
AND
THE COUNTY OF
SAN JOAQUIN

Kurt Wilson
City of Stockton
425 N. El Dorado
Stockton, CA 95202

Dear Mr. Wilson:

Enclosed is a summary of the San Joaquin Council of Governments' Annual Financial Plan (AFP) for Fiscal Year 2015-16. The Board adopted the Plan on March 26, 2015. A copy of the adopting resolution is enclosed. Pursuant to SJCOG's Joint Powers Agreement, following adoption of the budget by the SJCOG Board, it is to be delivered to member agencies for ratification by each governing body. Approval by governing bodies representing 55% or more of the county's population is considered ratification.

Therefore, SJCOG requests you place SJCOG's Annual Financial Plan for Fiscal Year 2015-16 on a forthcoming agenda prior to June 30, 2015 for approval.

The Annual Financial Plan implements the FY 2015-16 Overall Work Program (OWP) that was also adopted by the SJCOG Board on March 26, 2014 (www.sjcog.org/ArchiveCenter/ViewFile/Item/148).

The attached Annual Financial Plan (AFP) Board Summary provides a detail of expenditures by cost category and line item comparing the proposed FY 2015-16 budgets with the current year FY 2014-15 adopted budget as most recently amended and actual revenue and expenditures in FY 2013-14. The Annual Financial Plan represents the general fund budget for SJCOG. The revenues and expenditures in the AFP are the same as the Overall Work Program presented in a traditional line item format vis-à-vis the work element format of the OWP.

The attached summary includes the general fund revenues and expenditures and also identifies other funds over which SJCOG has fiduciary responsibility by either actually receiving and allocating, passing through or programming through such documents as the State and Federal Transportation Improvement Programs.

REVENUES

Compared to the current year amended AFP, SJCOG general fund operating revenues are decreased by approximately \$377,828 from \$9,000,670 to \$8,622,842. Overall,

federal funding for operating is \$382,979 lower than FY 2014-15 due to a reduction in one time FHWA PI and FTA MPO planning funds. State funding sources are down \$245,170 primarily due to the complete spending down of Freeway Service Patrol funds carried over from previous years. Local revenues are nearly \$250,321 higher due to sales tax-based funding continuing to grow.

EXPENDITURES

Budgeted expenditures are \$8,622,842, equal to revenues.

Salaries and Benefits are proposed to climb slightly, increasing 3.3% when compared to FY 14/15 levels, in order to provide for merit-based salary adjustments and in anticipation of the completion of a Compensation and Classification study. The salary-driven benefits adjust accordingly.

Services and Supplies is proposed to be reduced 7.7% from FY 2014-15.

Professional Services is decreasing 19.3% reflecting the level of anticipated consulting work in the OWP.

Fixed Assets is budgeted at the same level as FY 2014-15.

SJCOG staff would be pleased to appear before your policymakers to answer any questions they might have regarding this matter. **We request ratification prior to June 30, 2015.** Please let me know when this will be on your agenda. If you have any questions regarding this matter, don't hesitate to contact me at 235-0600.

Thank you for your assistance.

Sincerely,



STEVE DIAL
Deputy Executive Director/Chief Financial Officer



**San Joaquin Council of Governments
ANNUAL FINANCIAL PLAN
Fiscal Year 2015/16**

Adopted March 26, 2015

CHAIR

Mayor Pro Tem Steve Dresser, City of Lathrop

VICE-CHAIR

Mayor Anthony Silva, City of Stockton

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Mayor Steve DeBrum	City of Manteca
Mayor Leo Zuber	City of Ripon
Supervisor Kathy Miller	County of San Joaquin
Supervisor Steve Bestolarides	County of San Joaquin
Supervisor Chuck Winn	County of San Joaquin
Councilmember Elbert Holman	City of Stockton
Councilmember Moses Zapien	City of Stockton
Mayor Michael Maciel	City of Tracy

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Ken Baxter	Caltrans District 10
Gary Giovanetti, Director	San Joaquin Regional Transit District
Victor Mow, Commissioner	Port of Stockton

SUBMITTED BY:

Andrew T. Chesley
Executive Director

Steve Dial
Deputy Executive Director/
Chief Financial Officer

San Joaquin Council of Governments
ANNUAL FINANCIAL PLAN
Fiscal Year 2015/16
Adopted March 26, 2015

REVENUES	FY 2013-14 Actual	FY 2014-15 Amend #2	FY 2015-16 Adopted 3/26/15	+/- Change	+/- % Change
Federal Grants	\$ 1,888,354	\$ 2,996,488	\$ 2,613,509	\$ (382,979)	-20.3%
State Grants	\$ 1,186,116	\$ 2,038,503	\$ 1,793,333	\$ (245,170)	-20.7%
Local	\$ 3,407,180	\$ 3,945,679	\$ 4,196,000	\$ 250,321	7.3%
Interest	\$ 6,163	\$ 5,000	\$ 5,000	\$ -	0.0%
Other	\$ 15,147	\$ 15,000	\$ 15,000	\$ -	0.0%
SJCOG OPERATING REVENUE	\$ 6,502,959	\$ 9,000,670	\$ 8,622,842	\$ (377,828)	-5.8%
EXPENDITURES					
Salaries & Benefits	\$ 3,489,914	\$ 3,889,906	\$ 4,004,906	\$ 115,000	3.3%
Services & Supplies	\$ 876,367	\$ 1,127,600	\$ 1,060,300	\$ (67,300)	-7.7%
Office Expense	\$ 183,910	\$ 265,800	\$ 198,500	\$ (67,300)	-36.6%
Communications	\$ 56,324	\$ 60,000	\$ 60,000	\$ -	0.0%
Memberships	\$ 39,027	\$ 42,000	\$ 42,000	\$ -	0.0%
Maintenance - Equipment	\$ 7,299	\$ 13,000	\$ 13,000	\$ -	0.0%
Rents & Leases - Equipment	\$ 116,369	\$ 226,800	\$ 226,800	\$ -	0.0%
Transportation, Travel & Training (In & Out of State)	\$ 100,056	\$ 110,000	\$ 110,000	\$ -	0.0%
Publications & Legal Notices	\$ 16,710	\$ 27,000	\$ 27,000	\$ -	0.0%
Insurance	\$ 99,708	\$ 103,000	\$ 103,000	\$ -	0.0%
Building Maintenance	\$ 175,755	\$ 180,000	\$ 180,000	\$ -	0.0%
SJCOG Building Debt Service	\$ 81,209	\$ 100,000	\$ 100,000	\$ -	0.0%
Professional Services	\$ 2,207,258	\$ 3,812,664	\$ 3,387,136	\$ (425,528)	-19.3%
Capital Outlay	\$ 230,996	\$ 170,500	\$ 170,500	\$ -	0.0%
Unallocated/Reserve				\$ -	
SJCOG OPERATING EXPENDITURES	\$ 6,804,535	\$ 9,000,670	\$ 8,622,842	\$ 8,622,842	-5.6%



**RESOLUTION
SAN JOAQUIN COUNCIL OF GOVERNMENTS**

R-15-24

**RESOLUTION APPROVING THE ADOPTION OF THE 2015-16
ANNUAL FINANCIAL PLAN
FOR THE SAN JOAQUIN COUNCIL OF GOVERNMENTS**

WHEREAS, the San Joaquin Council of Governments is required by the Joint Powers Agreement to adopt a budget (Annual Financial Plan) annually, and

WHEREAS, the adopted budget is to be sent to the member agencies for ratification.

NOW THEREFORE BE IT RESOLVED, that the San Joaquin Council of Governments adopts the FY 2015-16 Annual Financial Plan and directs the Executive Director to transmit it to the member agencies for ratification.

PASSED AND ADOPTED this 26th day of March 2015 by the following vote of the San Joaquin Council of Governments, to wit:

AYES: Supervisor Bestolarides, San Joaquin County; Mayor DeBrum, Manteca; Councilman Holman, Stockton; Councilman Kuehne, Lodi; Mayor Maciel, Tracy; Supervisor Miller, San Joaquin County; Mayor Silva, Stockton; Supervisor Winn, San Joaquin County; Councilman Zapien, Stockton; Mayor Zuber, Ripon; Mayor Pro Tem Laugero, Escalon.

NOES: None.

ABSENT: Vice Mayor Dresser, Lathrop.

A handwritten signature in blue ink, appearing to read 'Anthony Silva', is written over a horizontal line.

ANTHONY SILVA
Chair