



# Economic Impacts-COVID-19

County Executive Office

May 5, 2020



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# COVID by-the-numbers



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- 30 million new unemployment claims in United States in 6 weeks (19%)
- 3.7 million new unemployment claims in California (19%)
- 2021 jobs lost as reported to Napa County through Warn Act notifications
- Center for Business and Policy Research at University of the Pacific, Napa County will experience a loss of 29% of our jobs
- 1<sup>st</sup> Quarter Gross Domestic Product (GDP) decreased by 1.2% (4.8% annualized)

# COVID by-the-numbers-HHSA



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- CalFresh applications increased from 60 new applications in 2019 to 230 in 2020, a 283% increase, when comparing the 4<sup>th</sup> week in March 2019 to the same week in 2020.
- CalWORKS applications increased from 21 in 2019 to 96 in 2020, a 357% increase, when comparing the first 2 weeks in April.
- Medi-Cal applications increased from 140 in 2019 to 199 in 2020, a 42% increase, when comparing the 4<sup>th</sup> week in March.

# FY 2019/20 reductions



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	6 month estimate	5/5/20 Estimates	Current Projected Revenue Reduction
Sales Tax	\$ 11,290,517	\$ 9,680,415	\$ 1,610,102
TOT	\$ 13,793,460	\$ 8,309,446	\$ 5,484,014
Prop Tax-Current Unsecured	\$ 2,600,000	\$ 2,700,000	\$ (100,000)
Prop Tax-Suppl- current	\$ 1,913,764	\$ 1,300,000	\$ 613,764
Proposition 172	\$ 17,970,676	\$ 16,435,541	\$ 1,535,135
2011 Realignment	\$ 10,488,601	\$ 10,488,601	\$ -
			\$ 9,143,015

# FY 2019/20 year end fund balance



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Mid-year Estimated Fund Balance	\$ 8,400,000
Re-direct deposit to 115 Trust for Pension	\$ 2,400,000
Revised adjustments to Fund balance	\$ 2,858,885
Additional FY 19/20 Contingency	\$ 2,000,000
<b>Less Estimated Revenue Losses</b>	
Sales Tax	\$ (1,610,102)
Transient Occupancy Tax	\$ (5,484,014)
Unsecured & Supplemental Prop Tax	\$ (513,764)
Prop 172	\$ (1,535,135)
<b>Estimated Available Fund Balance</b>	<b>\$ 6,515,870</b>

# FY 2020/21 reductions



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	January Projections	5/5/20 Estimates	Current Projected Revenue Reduction
Sales Tax	\$ 11,460,054	\$ 5,518,151	\$ 5,941,904
TOT	\$ 14,069,329	\$ 5,168,723	\$ 8,900,606
Prop Tax- Current Unsecured	\$ 2,652,000	\$ 2,500,000	\$ 152,000
Prop TaxPrior Year Unsecured	\$ 25,000	\$ -	\$ 25,000
Prop Tax- Suppl-current	\$ 1,875,489	\$ 1,300,000	\$ 575,489
Prop Tax-Suppl Prior Year	\$ 2,000	\$ -	\$ 2,000
Proposition 172	\$ 18,031,109	\$ 13,523,332	\$ 4,507,777
2011 Realignment	\$ 10,770,501	\$ 10,712,480	\$ 58,021
	\$ 58,885,482	\$ 38,722,685	\$ 20,162,797

# FY 2020/21 budget balancing



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	Pre-COVID	5/5/2020
Estimated Available Fund Balance	\$ 3,849,850	\$ 6,515,870
General Fund Revenues*	\$ 217,977,943	\$ 199,566,219
Less Tobacco MSA and Special Projects	\$ (3,349,100)	\$ (4,149,100)
Net General Fund Revenue	\$ 214,628,843	\$ 195,417,119
General Fund Expenditures*	\$ 221,093,369	\$ 211,187,534
Less Tobacco MSA and Special Projects	\$ (2,949,101)	\$ (3,849,101)
Net General Fund Expenditures	\$ 218,144,268	\$ 207,338,433
Estimated Surplus (Deficit)	\$ 334,425	\$ (5,405,444)
Assignment for Fiscal Uncertainty		\$ 5,405,444
Remaining Shortfall	\$ -	\$ (0)

# Fiscal Contingency Strategy



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- All short-term strategies are being implemented.
- Longer-term strategies are being evaluated on an on-going basis
- Highest priority longer-term strategies that are in being partially implemented currently
  1. Moratorium on new programs that are not fully revenue offset
  2. Hard freeze on backfilling reductions in state/federal funding
  3. Moderate reduction in discretionary support, on a case-by-case basis





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# Questions and Direction