



FY 20 – Expenditures and Revenue Update Measure A

August 21, 2020

YOUR LB FUNDS AT WORK

Measure A – Ballot Measure Extension



- Beginning January 1, 2017, Measure A effectively increased sales tax by 1 percent for the first six years. After six years, and for the remaining four years, the tax increase is reduced to 0.5 percent. Measure A sunsets after 10 years.
- On March 3, 2020, voters approved the elimination of the 10-year sunset
- Measure A will remain in effect beyond 2027, generating revenues at a maximum annual rate of one cent (1%), until voters decide to end it at a later election.
- The new dollars approved by voters in March 2020 do not begin to be realized until 2023, so these funds are not part of the FY 21 Proposed Budget.

Measure A - FY 20 Expenditure and Revenue Status

	Adopted FY 20	Mid-Year Adjustments	Net Impact to Fund
Total Measure A Revenue	\$ 59,724,959	\$ 56,569,684	\$ (3,155,275)
Release of Reserves	1,438,886	1,775,888	337,022
Release of FY 19 YE Surplus	-	7,297,438	7,297,438
Total Measure A Expenditures	(57,979,875)	(65,077,313)	(7,097,438)
Measure B Reservation	(597,250)	(565,697)	31,553
Reserve for Future Years	(2,586,720)	-	2,586,720
FY 20 Projection	\$ -	\$ -	\$ -

FY 20 Changes to Revenue



- Measure A revenues are projected to be significantly impacted by pandemic with about a 17% decline from pre-pandemic projections for FY 20
- This is somewhat mitigated by a low FY 20 adopted budget for revenues at \$59.8 million which was adopted prior to seeing the strong FY 19 performance
- Currently projecting approximately \$3 million revenue loss compared to budget in FY 20; figure will be updated as more information becomes available



Questions?