

GOLDEN SIERRA GOVERNING BODY

MEMORANDUM

DATE: June 6, 2018
TO: Governing Body (GB)
FROM: Jason Buckingham, GSJTA Executive Director
SUBJ: Fiscal Year 2018/2019 Allocation Draft to Final Planning Assumptions

Attached is a revised Funding Allocation document (Schedule 4 in budget packet) based on the awarded funds presented in the Draft Budget for Fiscal Year 2018/2019. Staff has determined that the Consortium's One Stop Center requires additional financial resources. In moving from Draft to Final Budget staff recommend this percentage be increased from 7.75% to 12%. This percent change translates into an additional \$120,173 for the staffing and transition costs of establishing a new location for the Comprehensive One Stop.

The next notable change is the increase in the use of allocation funding for Adult and Dislocated Worker Direct Training. Draft to Final Budget we recommend increasing from 20% to 25%. This change equates to a reduction of \$90,526 available for Career Services but increases Direct Training for participants by the same amount. The decision for this change is based on current trends in capturing eligible leverage.

The next item for recommendation is to temporarily suspend funding the Agency's Other Post Employment Benefit (OPEB) Trust for Fiscal Year 2018/2019. Built into the Agency's Draft Budget there is a line item of \$140,660 to fund the annual required payment (ARC) for OPEB. In order to maintain program operations and meet service delivery standards staff believes this decision is sound for the coming fiscal year. In August 2018 we will be presenting to the Governing Body an updated actuarial report to ensure a complete understanding of this recommendation. On May 31, 2018 the OPEB asset balance was \$1,512,329 and the 2017 Financial Statement showed an Actuarially Accrued Liability of \$2,424,000 this leaves an unfunded liability of \$911,671 that can be prioritized in future years.

Highlights of note remain:

- 1.) Meet the required 30% Direct Training ratio
- 2.) Meet the 20% Work Based Learning requirement for youth
- 3.) Fund the required Comprehensive One-Stop Center
- 4.) Fund the system's required One-Stop Operator
- 5.) Maintain financial support at FY 2017/2018 levels for Agency Operations including legacy obligations.
- 6.) Begin transition of managing service delivery in El Dorado County by Agency Staff.
- 7.) Train new providers for South Lake Tahoe/Alpine
- 8.) Ensure Carryover funding supports the first quarter for 2019/2020
- 9.) Coordinate with Consortium Partners on how to meet goals of System with limited financial resources.

		A	B	C	D	E	F	G
Allocation Funding Categories								
<i>Information Notice from EDD Provided</i>								
Fiscal Year 2018/2019 Planning Allocation								
To Proceed with Development of Draft Budget								
		Dislocated	80% Dislocated		Youth Out	Rapid	Layoff	
		Worker	Transfer to Adult	Adult	100%	Response	Aversion	Total
Funding Awards for New Fiscal Year		\$ 205,563	\$ 822,250	\$ 782,692	\$ 797,850	\$ 187,753	\$ 31,474	\$ 2,827,582
Consortium Operations								
Administration	10.00%	\$ 20,556	\$ 82,225	\$ 78,269	\$ 79,785	\$ -	\$ -	\$ 260,835
WDB Support/Legacy Costs/Program Operations	38.00%	\$ 78,114	\$ 312,455	\$ 297,423	\$ 303,183	\$ 71,346	\$ 11,960	\$ 1,074,481
Consortium Sponsored Cost Centers	7.75%	\$ 15,931	\$ 63,724	\$ 60,659	\$ 61,833	\$ 14,551	\$ 2,439	\$ 219,137
Consortium Operating Cost Totals		\$ 114,601	\$ 458,404	\$ 436,351	\$ 444,801	\$ 85,897	\$ 14,399	\$ 1,554,453
Award less Consortium Operating Cost		\$ 90,962	\$ 363,846	\$ 346,341	\$ 353,049	\$ 101,856	\$ 17,075	\$ 1,273,129
Rapid Response/Layoff Aversion		\$ -	\$ -	\$ -	\$ -	\$ 101,856	\$ 17,075	\$ 118,931
Required Direct Training Adult & DW	20.00%	\$ 41,113	\$ 164,450	\$ 156,538	\$ -	\$ -	\$ -	\$ 362,101
Work Based Learning (Youth)	20.00%	\$ -	\$ -	\$ -	\$ 143,613	\$ -	\$ -	\$ 143,613
Allocation for Career Services		\$ 49,849	\$ 199,396	\$ 189,803	\$ 209,436	\$ -	\$ -	\$ 648,484
Youth - Adult - Dislocated Worker Allocation								
Career Services								
Placer	62.00%	\$ 30,906	\$ 123,626	\$ 117,678	\$ 129,850	\$ -	\$ -	\$ 402,060
El Dorado	37.00%	\$ 18,444	\$ 73,777	\$ 70,227	\$ 77,491	\$ -	\$ -	\$ 239,939
Alpine	1.00%	\$ 498	\$ 1,994	\$ 1,898	\$ 2,094	\$ -	\$ -	\$ 6,484
Direct Training								
Placer	62.00%	\$ 25,490	\$ 101,959	\$ 97,054	\$ -	\$ -	\$ -	\$ 224,503
El Dorado	37.00%	\$ 15,212	\$ 60,847	\$ 57,919	\$ -	\$ -	\$ -	\$ 133,978
Alpine	1.00%	\$ 411	\$ 1,645	\$ 1,565	\$ -	\$ -	\$ -	\$ 3,621
Work Based Learning (Youth)								
Placer	61.00%	\$ -	\$ -	\$ -	\$ 87,604	\$ -	\$ -	\$ 87,604
El Dorado	38.00%	\$ -	\$ -	\$ -	\$ 54,573	\$ -	\$ -	\$ 54,573
Alpine	1.00%	\$ -	\$ -	\$ -	\$ 1,436	\$ -	\$ -	\$ 1,436
Total Title 1 Allocations by County								
Placer		\$ 56,396	\$ 225,585	\$ 214,732	\$ 217,454	\$ -	\$ -	\$ 714,167
El Dorado		\$ 33,656	\$ 134,624	\$ 128,146	\$ 132,064	\$ -	\$ -	\$ 428,490
Alpine		\$ 909	\$ 3,639	\$ 3,463	\$ 3,530	\$ -	\$ -	\$ 11,541
								\$ 2,827,581

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		Dislocated	80% Dislocated		Youth Out	Rapid	Layoff	
		Worker	Transfer to Adult	Adult	100%	Response	Aversion	Total
Funding Awards for New Fiscal Year		\$ 205,563	\$ 822,250	\$ 782,692	\$ 797,850	\$ 187,753	\$ 31,474	\$ 2,827,582
Consortium Operations								
Administration	10.00%	\$ 20,556	\$ 82,225	\$ 78,269	\$ 79,785	\$ -	\$ -	\$ 260,835
WDB Support/Legacy Costs/Program Operations	38.00%	\$ 78,114	\$ 312,455	\$ 297,423	\$ 303,183	\$ 71,346	\$ 11,960	\$ 1,074,481
Consortium Sponsored Cost Centers	12.00%	\$ 24,668	\$ 98,670	\$ 93,923	\$ 95,742	\$ 22,530	\$ 3,777	\$ 339,310
Consortium Operating Cost Totals		\$ 123,338	\$ 493,350	\$ 469,615	\$ 478,710	\$ 93,876	\$ 15,737	\$ 1,674,626
Award less Consortium Operating Cost		\$ 82,225	\$ 328,900	\$ 313,077	\$ 319,140	\$ 93,877	\$ 15,737	\$ 1,152,956
Rapid Response/Layoff Aversion		\$ -	\$ -	\$ -	\$ -	\$ 93,877	\$ 15,737	\$ 109,614
Required Direct Training Adult & DW	25.00%	\$ 51,391	\$ 205,563	\$ 195,673	\$ -	\$ -	\$ -	\$ 452,627
Work Based Learning (Youth)	20.00%	\$ -	\$ -	\$ -	\$ 143,613	\$ -	\$ -	\$ 143,613
Allocation for Career Services		\$ 30,834	\$ 123,337	\$ 117,404	\$ 175,527	\$ -	\$ -	\$ 447,102
Youth - Adult - Dislocated Worker Allocation								
Career Services								
Placer	62.00%	\$ 19,117	\$ 76,469	\$ 72,790	\$ 108,827	\$ -	\$ -	\$ 277,203
El Dorado	37.00%	\$ 11,409	\$ 45,635	\$ 43,439	\$ 64,945	\$ -	\$ -	\$ 165,428
Alpine	1.00%	\$ 308	\$ 1,233	\$ 1,174	\$ 1,755	\$ -	\$ -	\$ 4,470
Direct Training								
Placer	62.00%	\$ 31,862	\$ 127,449	\$ 121,317	\$ -	\$ -	\$ -	\$ 280,628
El Dorado	37.00%	\$ 19,015	\$ 76,058	\$ 72,399	\$ -	\$ -	\$ -	\$ 167,472
Alpine	1.00%	\$ 514	\$ 2,056	\$ 1,957	\$ -	\$ -	\$ -	\$ 4,527
Work Based Learning (Youth)								
Placer	61.00%	\$ -	\$ -	\$ -	\$ 87,604	\$ -	\$ -	\$ 87,604
El Dorado	38.00%	\$ -	\$ -	\$ -	\$ 54,573	\$ -	\$ -	\$ 54,573
Alpine	1.00%	\$ -	\$ -	\$ -	\$ 1,436	\$ -	\$ -	\$ 1,436
Total Title 1 Allocations by County								
Placer		\$ 50,979	\$ 203,918	\$ 194,107	\$ 196,431	\$ -	\$ -	\$ 645,435
El Dorado		\$ 30,424	\$ 121,693	\$ 115,838	\$ 119,518	\$ -	\$ -	\$ 387,473
Alpine		\$ 822	\$ 3,289	\$ 3,131	\$ 3,191	\$ -	\$ -	\$ 10,433
								\$ 2,827,580