April 21, 2016

TO: Kern Motorist Aid Authority

FROM: Ahron Hakimi
Executive Director

By: Gregory J. Palomo
Financial Services Officer

SUBJECT: COG AGENDA NUMBER IV. CONSENT CALENDAR ITEM B.
PRELIMINARY KMAA FY 2016-17 FINANCIAL PLAN

DESCRIPTION:

KMAA develops an annual financial plan or budget that includes detailed estimates of revenues and expenses for the upcoming fiscal year. The preliminary KMAA FY 2016-17 Financial Plan proposes operating revenues totaling $723,642 and operating expense appropriations totaling $1,180,922 (net $457,280 operations deficit). This item has been reviewed by the staff management team.

DISCUSSION:

Attached is the preliminary KMAA FY 2016-17 Financial Plan. As the plan indicates, staff is proposing that KMAA pursue the following objectives:

1) Appropriate $723,642 to fund operating costs for one operating cycle;

2) Appropriate $450,000 to fund the implementation and maintenance of the traveler information system and litter removal program.

3) Appropriate $0 of fund reserves for contingencies.

Staff recommends the Council accept the preliminary KMAA FY 2016-17 Financial Plan and set Thursday, May 19, 2016 as the date certain for the conduct of a public hearing.

ACTION:

Accept the Preliminary KMAA FY 2016-17 Financial Plan and set May 19, 2016 as the date certain for the conduct of a public hearing. VOICE VOTE.
### Kern Motorist Aid Authority
#### COMPARATIVE FINANCIAL PLAN

(Revised: April 12, 2016)

<table>
<thead>
<tr>
<th>Description</th>
<th>FY 2012-13</th>
<th>FY 2013-14</th>
<th>FY 2014-15</th>
<th>FY 2015-16</th>
<th>FY 2016-17</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Actual</td>
<td>Actual</td>
<td>Estimated</td>
<td>Estimated</td>
<td>Proposed</td>
</tr>
<tr>
<td>BEGINNING FUND EQUITY</td>
<td>$2,847,565</td>
<td>$2,444,814</td>
<td>$2,298,575</td>
<td>$2,019,793</td>
<td>$1,617,824</td>
</tr>
<tr>
<td>Contributed Capital (Assets)</td>
<td>$808,500</td>
<td>$728,415</td>
<td>$558,330</td>
<td>$386,244</td>
<td>$218,158</td>
</tr>
<tr>
<td>APPROPRIATION FOR CONTINGENCIES:</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Reserved for Asset Replacement</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>Reserved for ADA Compliance</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>Reserved for General Purpose</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>FUND EQUITY AVAILABLE</td>
<td>$3,746,055</td>
<td>$3,173,229</td>
<td>$3,003,144</td>
<td>$2,686,019</td>
<td>$2,885,819</td>
</tr>
<tr>
<td>REVENUES:</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Vehicle Registration Fees</td>
<td>$679,070</td>
<td>$636,400</td>
<td>$690,478</td>
<td>$704,230</td>
<td>$709,984</td>
</tr>
<tr>
<td>Interest</td>
<td>$5,690</td>
<td>$4,500</td>
<td>$17,015</td>
<td>$13,506</td>
<td>$13,609</td>
</tr>
<tr>
<td>Other</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$268,500</td>
<td>$100,000</td>
<td>$ - $</td>
</tr>
<tr>
<td>TOTAL REVENUES</td>
<td>$684,760</td>
<td>$700,500</td>
<td>$913,592</td>
<td>$819,816</td>
<td>$723,542</td>
</tr>
<tr>
<td>APPROPRIATIONS FOR EXPENSES:</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Communications:</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>A.T. &amp; T. (Sprint)</td>
<td>$14,569</td>
<td>$4,008</td>
<td>$9,047</td>
<td>$11,000</td>
<td>$11,000</td>
</tr>
<tr>
<td>Verizon</td>
<td>$51,526</td>
<td>$54,163</td>
<td>$63,346</td>
<td>$65,000</td>
<td>$65,000</td>
</tr>
<tr>
<td>Pacific Bell/SBC</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>Communications--Subtotal</td>
<td>$68,125</td>
<td>$58,161</td>
<td>$72,392</td>
<td>$76,000</td>
<td>$76,000</td>
</tr>
<tr>
<td>Insurance:</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Comprehensive General Liability</td>
<td>$17,768</td>
<td>$17,767</td>
<td>$19,504</td>
<td>$20,000</td>
<td>$20,000</td>
</tr>
<tr>
<td>Public Officials Liability</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>Insurance--Subtotal</td>
<td>$17,768</td>
<td>$17,767</td>
<td>$19,504</td>
<td>$20,000</td>
<td>$20,000</td>
</tr>
<tr>
<td>Maintenance/Equipment:</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Comanche/Corrective &amp; Preventative</td>
<td>$243,598</td>
<td>$244,839</td>
<td>$317,022</td>
<td>$320,000</td>
<td>$320,000</td>
</tr>
<tr>
<td>GTE/Repairs</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>511 System Maintenance</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$200,000</td>
<td>$200,000</td>
<td>$200,000</td>
</tr>
<tr>
<td>Maintenance/Equipment--Subtotal</td>
<td>$243,598</td>
<td>$244,839</td>
<td>$517,022</td>
<td>$520,000</td>
<td>$520,000</td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>$1,350</td>
<td>$33,164</td>
<td>$20,000</td>
<td>$50,000</td>
<td>$50,000</td>
</tr>
<tr>
<td>Membership:</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>IVHS Association</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>Professional Services:</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>California Highway Patrol/Bus Dispatch</td>
<td>$22,707</td>
<td>$10,441</td>
<td>$70,500</td>
<td>$70,500</td>
<td>$10,000</td>
</tr>
<tr>
<td>California Highway Patrol/Bus Dispatch</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>County of Kern/Canyon City Corps</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>Caltrans District 9B/Executive</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>Caltrans District 9B/Administration</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>California SAFE Committee</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>511 Consultant</td>
<td>$497,012</td>
<td>$101,994</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>Litter Removal</td>
<td>$20,157</td>
<td>$157,011</td>
<td>$300,000</td>
<td>$250,000</td>
<td>$250,000</td>
</tr>
<tr>
<td>KMAA Strategic Plan Update</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>KMAA Project</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>Professional Services--Subtotal</td>
<td>$538,676</td>
<td>$265,945</td>
<td>$370,500</td>
<td>$320,500</td>
<td>$260,000</td>
</tr>
<tr>
<td>Expense Transfers:</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Program Operations</td>
<td>$48,698</td>
<td>$53,176</td>
<td>$32,390</td>
<td>$65,000</td>
<td>$62,227</td>
</tr>
<tr>
<td>Administration</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$22,619</td>
</tr>
<tr>
<td>Opinion Research Project</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>Traffic Court Program</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>Expense Transfers--Subtotal</td>
<td>$48,698</td>
<td>$53,176</td>
<td>$32,390</td>
<td>$65,000</td>
<td>$84,836</td>
</tr>
<tr>
<td>Depreciation</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Equipment</td>
<td>$170,086</td>
<td>$170,086</td>
<td>$170,086</td>
<td>$170,086</td>
<td>$170,086</td>
</tr>
<tr>
<td>Capital Assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>GTE/Call Boxes</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
<td>$ - $</td>
</tr>
<tr>
<td>TOTAL APPROPRIATIONS</td>
<td>$1,808,901</td>
<td>$947,139</td>
<td>$1,202,774</td>
<td>$1,221,056</td>
<td>$1,190,822</td>
</tr>
<tr>
<td>OPERATING SURPLUS (DEFICIT)</td>
<td>(402,741)</td>
<td>(146,239)</td>
<td>(278,782)</td>
<td>(401,970)</td>
<td>(457,205)</td>
</tr>
<tr>
<td>Adjustments to Fund Balance for Fixed Assets</td>
<td>(898,500)</td>
<td>(125,415)</td>
<td>(556,200)</td>
<td>(368,244)</td>
<td>(218,150)</td>
</tr>
<tr>
<td>ENDING UNRESERVED FUND EQUITY</td>
<td>$2,444,814</td>
<td>$2,296,075</td>
<td>$2,019,790</td>
<td>$1,617,824</td>
<td>$1,732,580</td>
</tr>
</tbody>
</table>