

Kern Motorist Aid Authority  
ANNUAL FINANCIAL PLAN  
for  
Fiscal Year 2020-2021

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SUBMITTED BY:  
Ahron Hakimi  
Executive Director  
May 21, 2020

**LETTER OF TRANSMITTAL**

May 21, 2020

The Honorable Board of Directors  
Kern Motorist Aid Authority

Dear Chairman and Board:

Kern Motorist Aid Authority (KMAA) staff is pleased to submit the Fiscal Year 2020-2021 Annual Financial Plan for your review and approval. The plan is a statement, by object or account classification and line item within each account, of the anticipated KMAA financial activity for the upcoming year. The plan includes estimated revenues totaling \$773,167 and estimated expenses totaling \$581,729. This represents a net operations surplus of \$191,438.

### REVENUES

The KMAA, acting in its capacity as a service authority for freeway emergencies is financed by the assessment of a \$1.00 fee upon each registered nonexempt motor vehicle within the County of Kern. The California Department of Motor Vehicles applies the fee as part of the vehicle registration program and returns the amount collected, less a processing fee, within the county. Over the past few years, fees collected have been relatively stable. Staff anticipates vehicle fees totaling \$773,167 for the 2020-2021 fiscal year; a 0.4 percent increase over the prior year budget.

In addition to fees, KMAA realizes non-operating revenues (interest) by investing cash balances through the Kern County Treasurers' cash investment program. Staff anticipates interest revenue totaling \$21,562 for the 2020-2021 fiscal year.

### EXPENSES

KMAA budgetary appropriations are primarily focused on these areas: 511 traveler information, litter removal, depreciation and capital. Expenses are expected to level off this year following the removal of the call box system. Staff estimates total appropriations of \$581,729 will be required to finance FY 2020-2021 operations.

### PROGRAM DESCRIPTION

Sections 2550-2559 of the Streets and Highways Code, relating to highways authorizes the use of KMAA moneys for traveler information systems, Intelligent Transportation System architecture and infrastructure, and other transportation demand management services, and safety-related hazard and obstruction removal.

KMAA program services are delivered through an extensive public-private partnership.

Partnership members and related responsibilities include the following:

<u>Agency</u>	<u>Responsibility</u>
Kern Council of Governments	Program management and contract administration
California Dept. of Transportation	Installation guidelines and encroachment permitting
IBI Group	Kern 511 operation and maintenance of website and interactive voice recognition system.

### CONCLUSION

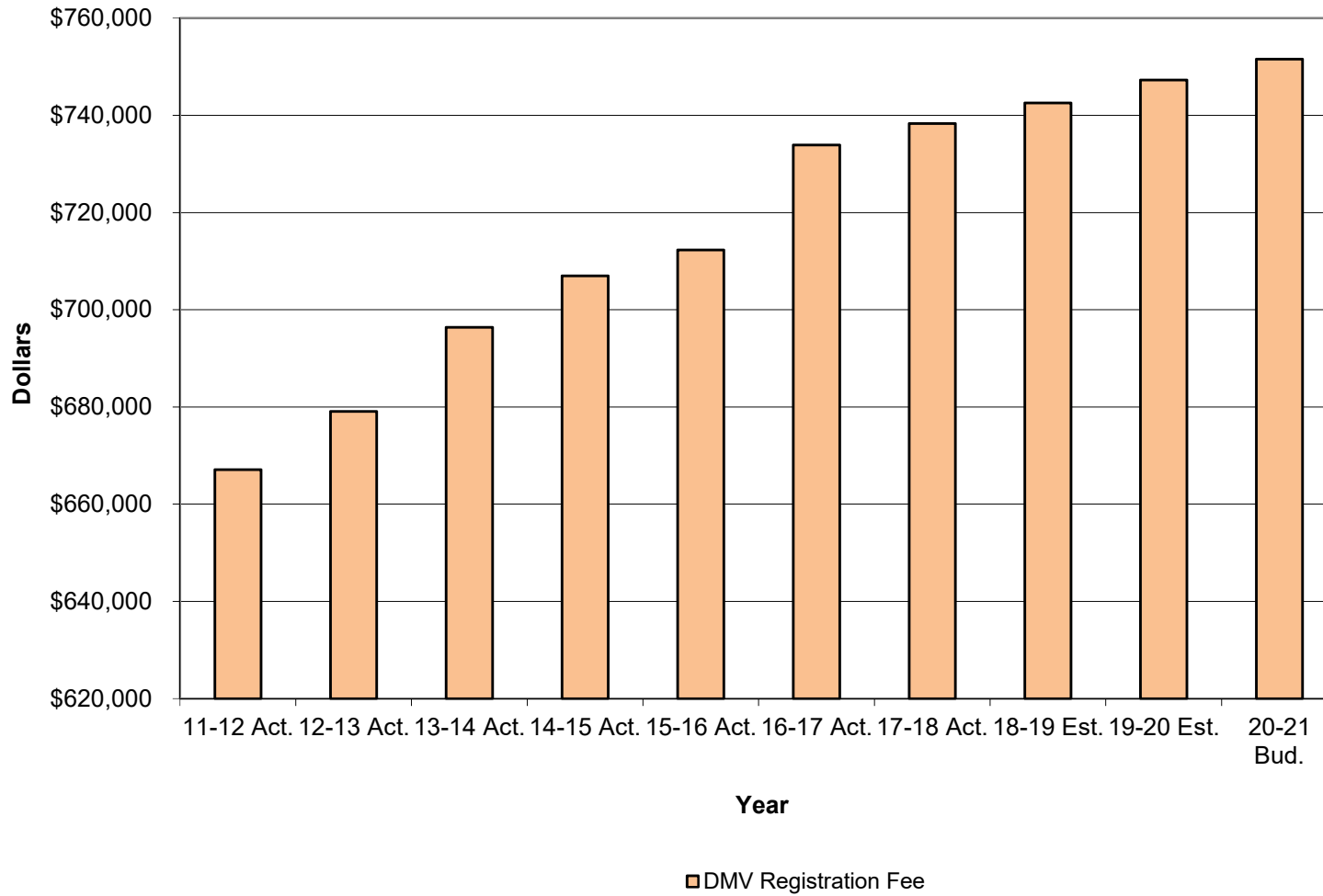
The KMAA program completed twenty nine (29) years of service to the motoring public during the 2019-2020 fiscal year. KMAA has implemented the Kern 511 traveler information program and the safety-related hazard and obstruction removal program to aid the residents of Kern County. The Board can take pride in the improvements to motorist safety and transportation system.

Sincerely,

Ahron Hakimi  
Executive Director

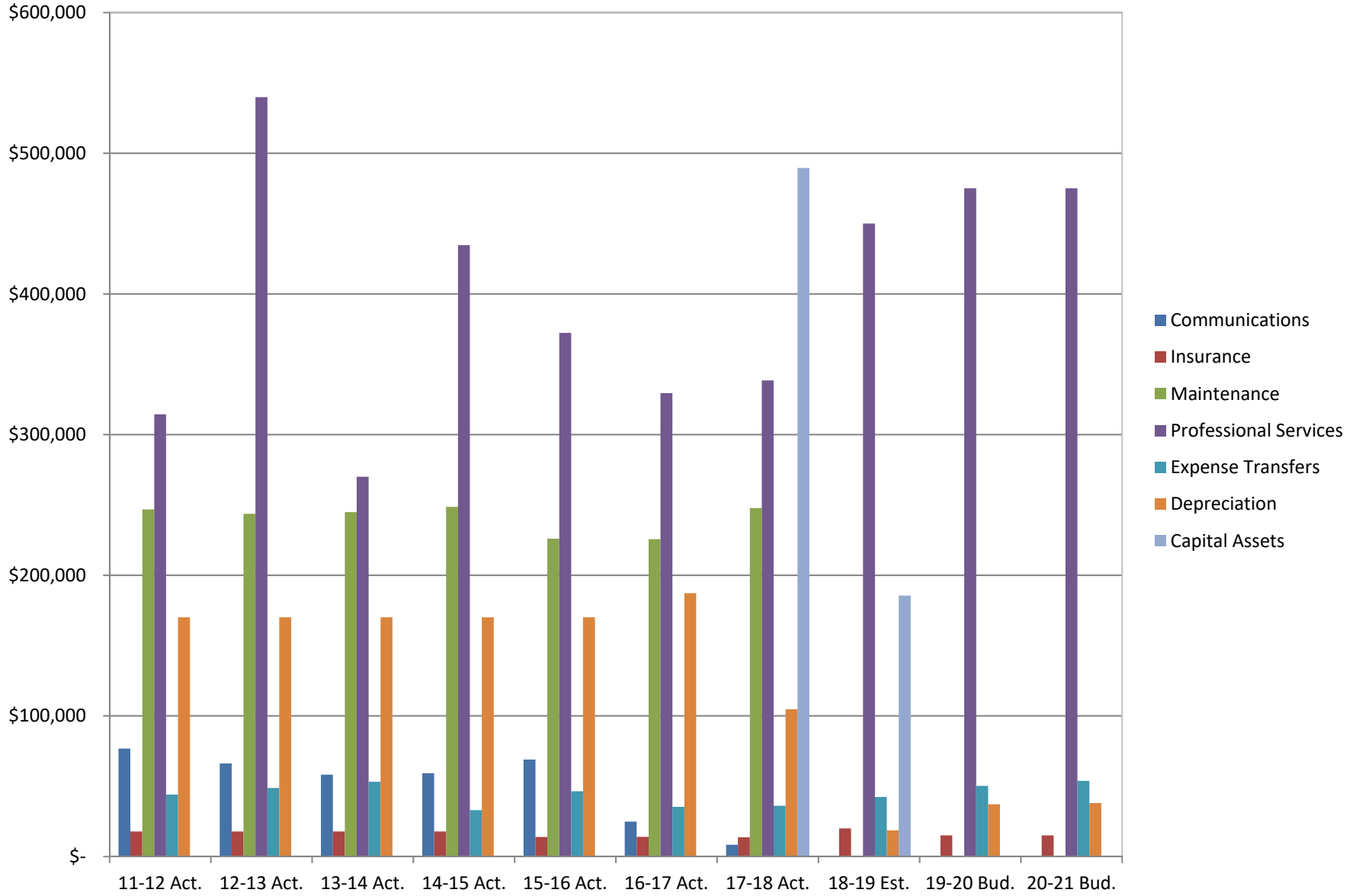
## **REVENUES**

# Kern Motorist Aid Authority DMV Revenue History



**EXPENSES**

### Kern Motorist Aid Authority - Annual Expenses





**Kern Motorist Aid Authority  
COMPARATIVE FINANCIAL PLAN**

(Revised: March 9, 2020)

Description	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20	FY 2020-21
	Actual	Actual	Estimated	Estimated	Proposed
BEGINNING FUND EQUITY	\$ 1,872,861	\$ 1,806,922	\$ 1,328,189	\$ 1,359,539	\$ 1,551,144
Contributed Capital (Assets)	\$ 393,162	\$ 48,072	\$ 185,436	\$ 147,000	\$ 109,000
APPROPRIATION FOR CONTINGENCIES:					
Reserved for Asset Replacement	\$ -	\$ -	\$ -	\$ -	\$ -
Reserved for ADA Compliance	\$ -	\$ -	\$ -	\$ -	\$ -
Reserved for General Purposes	\$ -	\$ -	\$ -	\$ -	\$ -
FUND EQUITY AVAILABLE	\$ 2,266,023	\$ 1,854,994	\$ 1,513,625	\$ 1,506,539	\$ 1,660,144
REVENUES:					
Vehicle Registration Fees	\$ 733,882	\$ 738,343	\$ 742,563	\$ 747,265	\$ 751,605
Interest	\$ 16,531	\$ 21,326	\$ 14,518	\$ 22,568	\$ 21,562
Other	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL REVENUES	\$ 750,413	\$ 759,669	\$ 757,081	\$ 769,833	\$ 773,167
APPROPRIATIONS FOR EXPENSES:					
Communications--					
A.T. & T./Sprint	\$ 5,084	\$ 2,079	\$ -	\$ -	\$ -
Verizon/Frontier	\$ 19,768	\$ 6,268	\$ -	\$ -	\$ -
Pacific Bell/SBC	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	\$ -	\$ -	\$ -	\$ -	\$ -
Communications--Subtotal	\$ 24,852	\$ 8,348	\$ -	\$ -	\$ -
Insurance--					
Comprehensive General Liability	\$ 13,937	\$ 13,619	\$ 20,000	\$ 15,000	\$ 15,000
Public Officials Liability	\$ -	\$ -	\$ -	\$ -	\$ -
Insurance--Subtotal	\$ 13,937	\$ 13,619	\$ 20,000	\$ 15,000	\$ 15,000
Maintenance/Equipment--					
CASE/Corrective & Preventative	\$ 225,573	\$ 247,723	\$ -	\$ -	\$ -
GTE/Repairs	\$ -	\$ -	\$ -	\$ -	\$ -
CASE/Digital Upgrade	\$ -	\$ -	\$ -	\$ -	\$ -
511 System Maintenance	\$ -	\$ -	\$ -	\$ -	\$ -
Maintenance/Equipment--Subtotal	\$ 225,573	\$ 247,723	\$ -	\$ -	\$ -
Miscellaneous--					
511 Marketing/Supplies	\$ 19,964	\$ 10,409	\$ 50,000	\$ 50,000	\$ 50,000
Memberships--					
IVHS Association	\$ -	\$ -	\$ -	\$ -	\$ -
Professional Services--					
California Highway Patrol/Bkfld. Dispatch	\$ 6,966	\$ 6,895	\$ -	\$ -	\$ -
California Highway Patrol/Barstow Dispatch	\$ -	\$ -	\$ -	\$ -	\$ -
California Highway Patrol/Tejon Enforcement	\$ -	\$ -	\$ -	\$ 25,000	\$ 25,000
County of Kern/Canyon Call Boxes	\$ -	\$ -	\$ -	\$ -	\$ -
511 Consultant	\$ 114,573	\$ 131,309	\$ 200,000	\$ 200,000	\$ 200,000
Litter Removal	\$ 187,975	\$ 180,204	\$ 200,000	\$ 200,000	\$ 200,000
KMAA Strategic Plan Update	\$ -	\$ -	\$ -	\$ -	\$ -
KMAA Project	\$ -	\$ 9,657	\$ -	\$ -	\$ -
Professional Services--Subtotal	\$ 309,514	\$ 328,064	\$ 400,000	\$ 425,000	\$ 425,000
Expense Transfers--					
Program Operations	\$ 35,293	\$ 36,052	\$ 42,295	\$ 50,228	\$ 53,729
Administration	\$ -	\$ -	\$ -	\$ -	\$ -
Opinion Research Project	\$ -	\$ -	\$ -	\$ -	\$ -
Traffic Count Program	\$ -	\$ -	\$ -	\$ -	\$ -
Expense Transfers--Subtotal	\$ 35,293	\$ 36,052	\$ 42,295	\$ 50,228	\$ 53,729
Depreciation--					
Equipment	\$ 187,220	\$ 104,700	\$ 28,000	\$ 38,000	\$ 38,000
Capital Assets--					
Changeable Message Signs	\$ -	\$ -	\$ 185,436	\$ -	\$ -
Loss on Asset Disposal	\$ -	\$ 489,486	\$ -	\$ -	\$ -
TOTAL APPROPRIATIONS	\$ 816,352	\$ 1,238,401	\$ 725,731	\$ 578,228	\$ 581,729
OPERATING SURPLUS (DEFICIT)	\$ (65,939)	\$ (478,732)	\$ 31,350	\$ 191,605	\$ 191,438
Adjustments to Fund Balance for Fixed Assets	\$ (393,162)	\$ (48,072)	\$ (185,436)	\$ (147,000)	\$ (109,000)
ENDING UNRESERVED FUND EQUITY	\$ 1,806,922	\$ 1,328,189	\$ 1,359,539	\$ 1,551,144	\$ 1,742,582