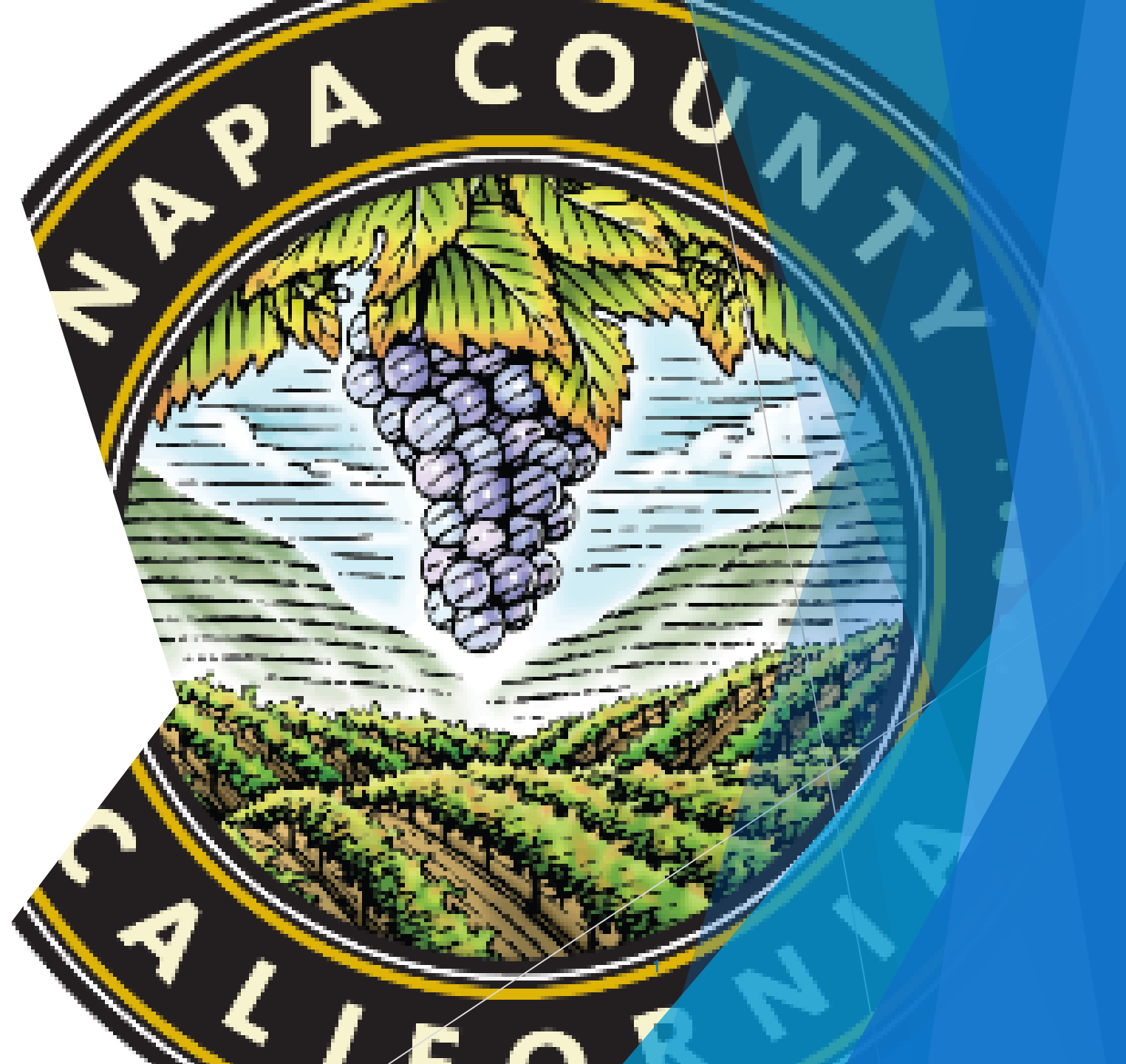


RECOMMENDED BUDGET FISCAL YEAR 2026-27

June 15-16, 2026



Opening Message Chief Executive Officer Ryan Alsop



Balancing Stability, Responsibility, and Long-Term Resilience

- Key Budget Investments
- Workforce Excellence
- Future Resiliency

Presentation Agenda



- ✓ Understanding the Budget Book and State Schedules
- ✓ All Funds Budgets Overview
- ✓ Review of the General Fund
- ✓ New Budgeting Process for Capital Improvement Projects
- ✓ Review of Other Funds by Each Fund Type
 - Special Revenue Funds
 - Non-Operating Special Revenue Funds
 - Capital Project Fund
 - Debt Service Fund
 - Internal Service Funds
 - Enterprise Funds
- ✓ Acknowledgments
- ✓ Questions



Understanding the Budget Book and State Schedules

The full Budget Book can be found on Napa County's Website:

<https://www.napacounty.gov/Archive.aspx?AMID=86>

State Schedules - Present a Balanced Budget

Fund Balances - Estimated for 6/30/2026 for use in
fiscal year 2026-27 budget

NAPA COUNTY

Budget Overview



All Funds Budget - \$996,158,529

Key Factors:

- ✓ Salaries and Benefits increase 3.1%, \$11.9 million
- ✓ General Liability & Property Insurance costs increase 9.5%, \$1.2 million
- ✓ Aligned budget with 5-years of historical revenues and spending
- ✓ Revised Capital Improvement Budget Process

Appropriations - All Funds

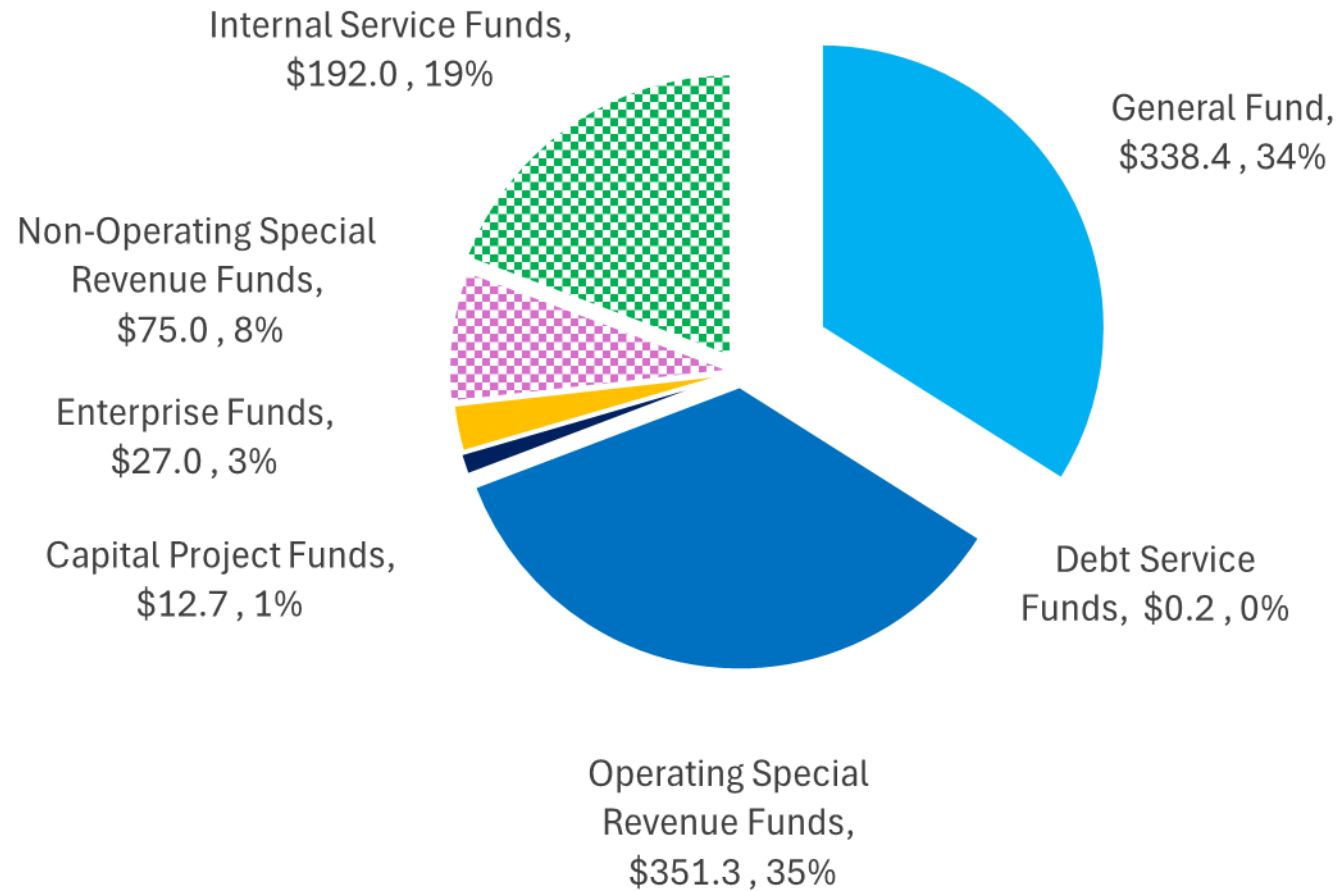
Fiscal Year 2025-26 Adopted and Fiscal Year 2026-27 Recommended⁽¹⁾

	FY 2025-26 Adopted	FY 2026-27 Recommended	Difference
General Fund	\$ 341,321,348	\$ 338,382,547	\$ (2,938,801)
Operating Special Revenue Funds	322,645,635	351,282,009	28,636,374
Non-operating Special Revenue Funds	58,952,575	75,155,644	16,203,069
Capital Project Funds	41,797,120	12,698,532	(29,098,588)
Debt Service Fund	267,903	261,000	(6,903)
Internal Service Funds	193,529,584	191,854,376	(1,675,208)
Enterprise Funds	9,000,268	26,524,421	17,524,153
Total	\$ 967,514,433	\$ 996,158,529	\$ 28,644,096

(1) Special District budgets are adopted separately and are not included in this table.

NAPA COUNTY

All Funds Budget - \$996,158,529



NAPA COUNTY

General Fund

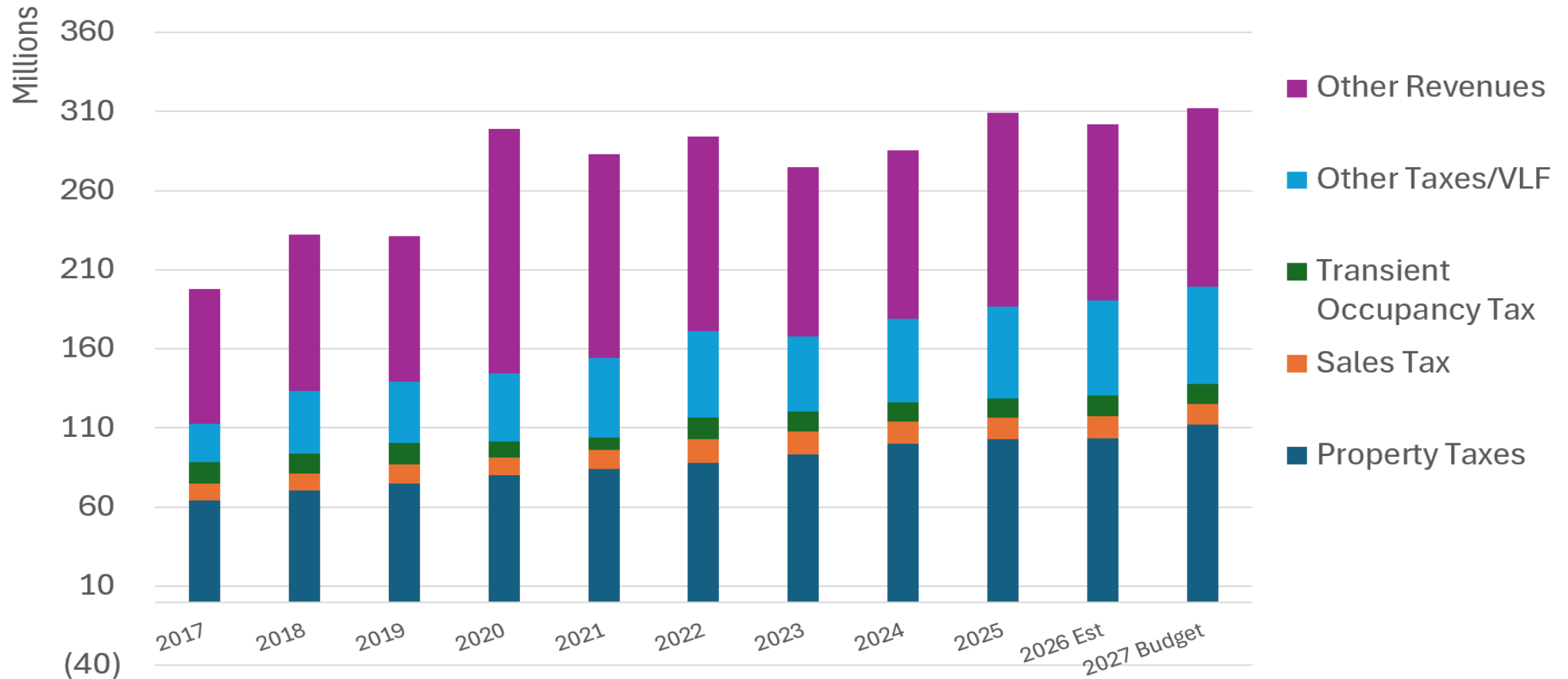
The County's primary operating fund that accounts for all resources in daily operations that are not legally restricted to be accounted for in another fund.



Beginning Estimated Fund Balance	\$ 26,810,648
Revenues	311,985,175
Use of Obligated Fund Balance	10,330,000
Total Financing Sources	<u>\$ 349,125,823</u>
Appropriations	\$ 338,382,547
Increases to Obligated Fund Balance	3,226,066
Remaining Available Fund Balance	7,517,210
Total Financing Uses	<u>\$ 349,125,823</u>

General Fund Revenues

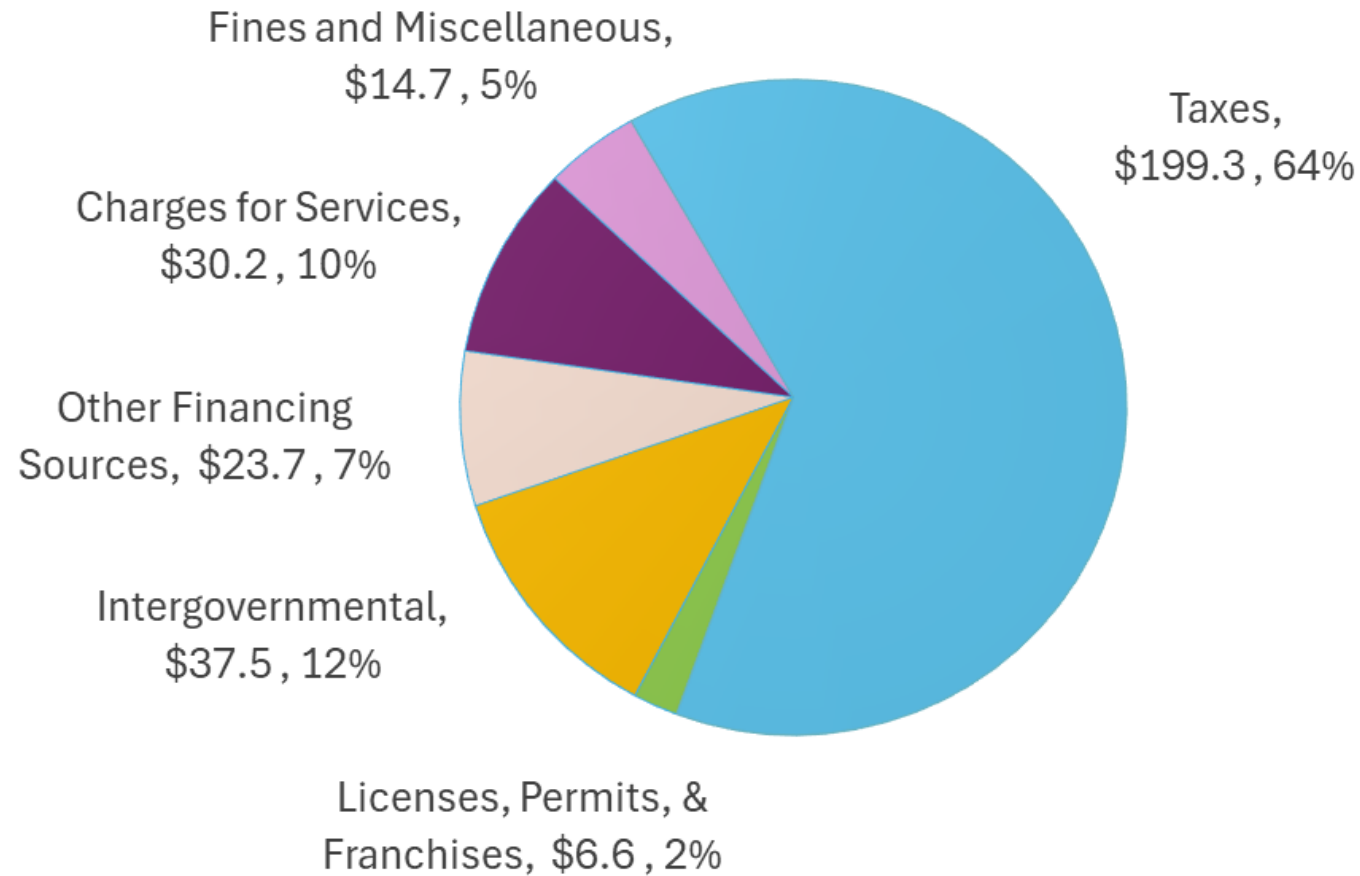
10 year History (2026 Estimated, 2027 Projected)





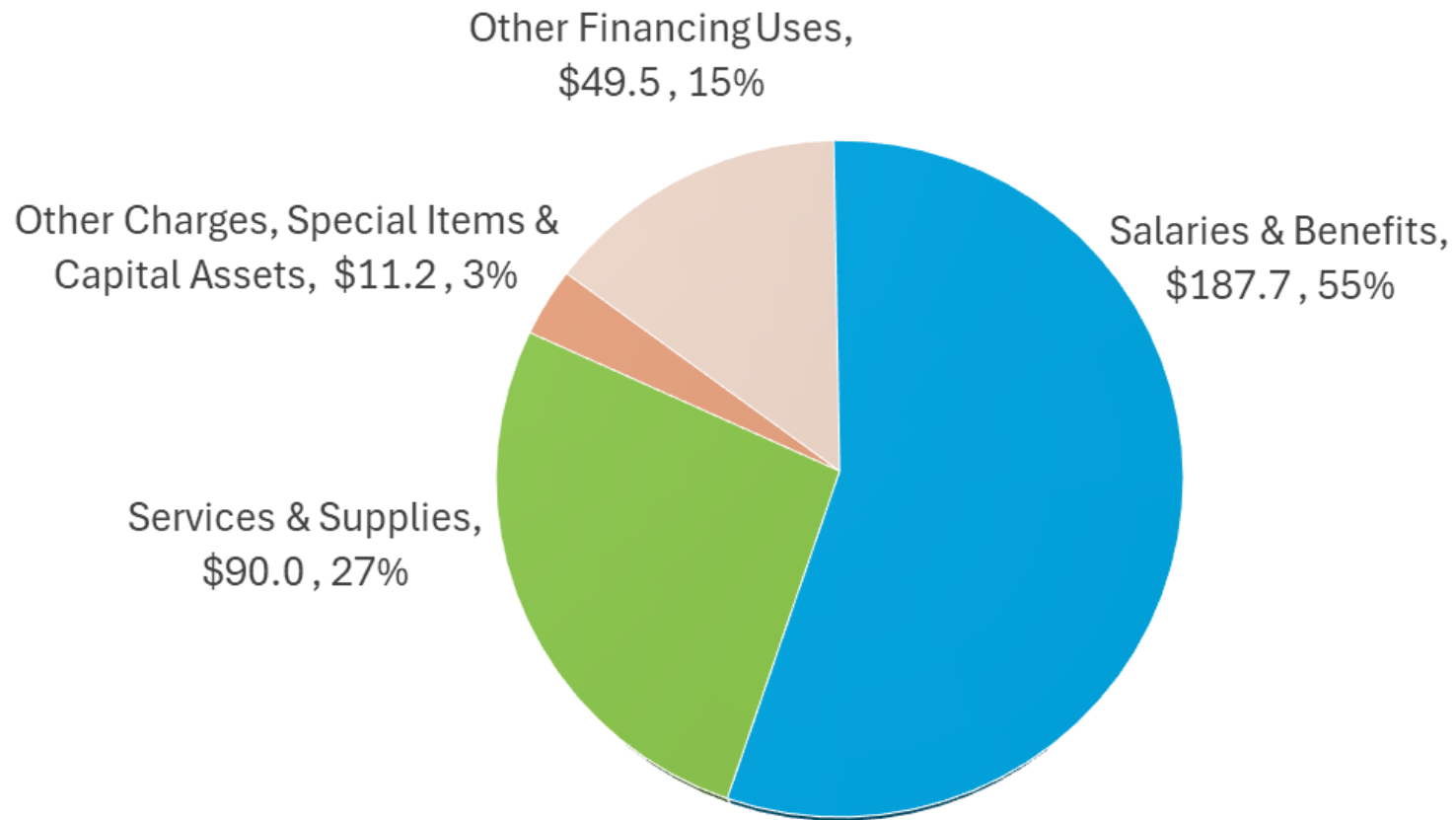
NAPA COUNTY

General Fund - Revenues \$312.0 Million

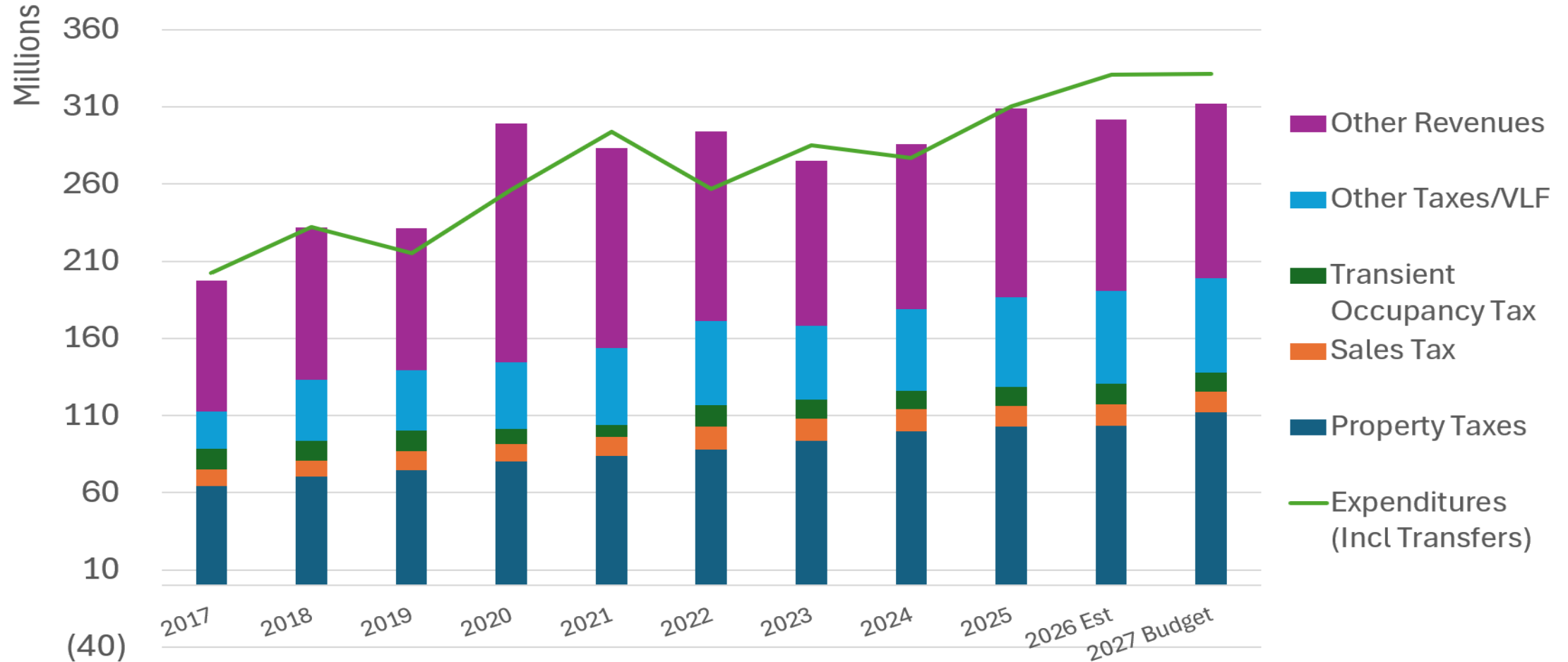


NAPA COUNTY

General Fund - Expenditures - \$338.4 Million



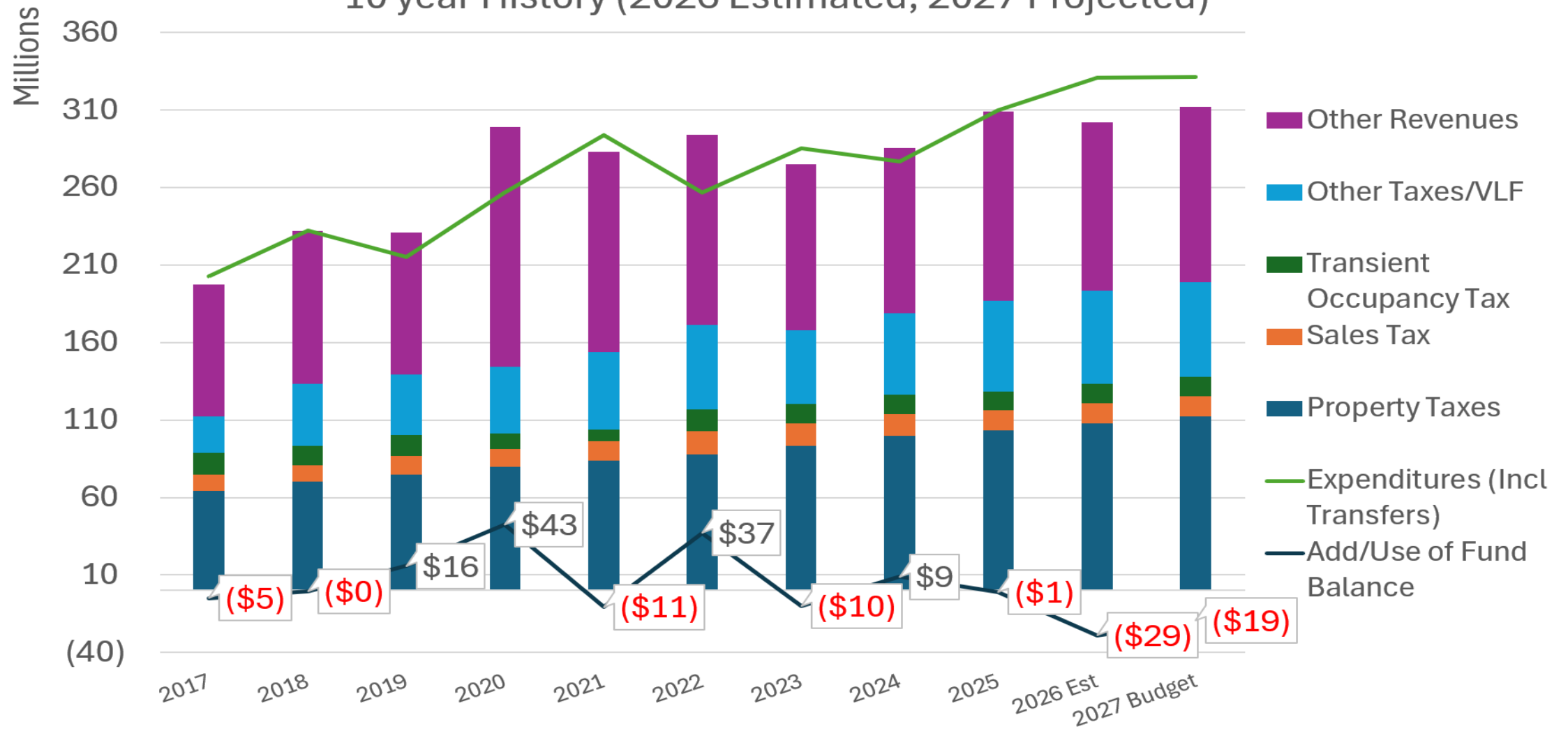
General Fund Revenues vs. Expenditures 10 year History (2026 Estimated, 2027 Projected)



General Fund

Revenues, Expenditures, Add (Use) of Fund Balance

10 year History (2026 Estimated, 2027 Projected)





General Fund Highlights

- ✓ General Fund appropriations decreasing by \$2.9M (-0.9%) overall
- ✓ Decrease of transfers to various funds outside the General Fund
- ✓ Release of \$10M from Fiscal Uncertainty:
 - \$7M for the November 2025 Storm roads repairs,
 - \$3M to support the Board's policy level of the General Reserves
- ✓ Salaries and Benefits increasing by 5.6%, \$10M
- ✓ General Liability/Property Insurance - increasing by 28.3%, \$2.1M
- ✓ \$1M for Appropriations of Contingency for Vacation Pay Outs
- ✓ Fire Administration - increasing by \$7M for expanded fire mitigation efforts with offsetting revenues from State and Federal Hazard Mitigation Grants
- ✓ Public Defender - adding 3 Attorneys (2FTE and 1LT funded by State 2011 Realignment Fund)
- ✓ Sheriff - adding 2 Deputy Sheriffs (Funded by contract with City of American Canyon)
- ✓ General Plan - \$1.2M of appropriations with \$541K covered by General Plan Surcharge



General Fund Divisions

Total Appropriations - \$338,382,547

- Board of Supervisors
- County Executive Office
- Human Resources
- Non-Departmental Budgets
- Auditor-Controller
- Treasurer-Tax Collector
- Assessor-Recorder-County Clerk
- County Counsel
- Public Works
- Grand Jury
- District Attorney
- Public Defender
- Conflict Public Defender
- Sheriff-Coroner-Animal Services-Office of Emergency Services
- Corrections
- Probation
- Fire Administration
- Agricultural Commissioner - Sealer of Weights and Measures
- Planning Building and Environmental Services
- UC Cooperative Extension

Capital Project Funds

Listing on Schedule G (For all Funds)

Change in Budgeting Process to increase transparency and accountability.

Includes:

- ✓ Fund 1000 - Measure A Projects
- ✓ Fund 2020 - Library
- ✓ Fund 2040 - Roads
- ✓ Fund 2100 - Fire
- ✓ Fund 3000 - General Government
- ✓ Fund 5010 - Airport
- ✓ Fund 5020 - 5th Street Parking Garage
- ✓ Fund 5040 - Animal Shelter



Capital Improvement Projects



- ▶ Capital Improvement Project budgets are multi-year (life of the project), different from other budgets that are annual
- ▶ Capital Improvement Project budgets are approved at the Project Level

Example: New Jail Project

Fund: 3000

Division: 30005

Sub-Division: 3000505

Project: 19005

Capital Improvement Projects (Current)



Board approval is required to establish each Project and Project Budget throughout the year.

This requires Board approved budget amendments for each of the planning, design and construction phases

Allows for accuracy.

Downfalls:

- ✓ the perception of the project not being budgeted or planned for
- ✓ Multiple budget amendments coming to the Board throughout the year



Capital Improvement Projects (New)

- ▶ Projects that are known, anticipated and identified are included in the Recommended Budget for Approval and Adoption.
- ▶ This approval establishes a “Funding” project based on funding source: In case of Roads CIP, RDS00 will include funding from Accumulated Capital Outlay, SB-1, Measure U and Franchise Fees; RDS01 will be funding from the General Fund, accompanied with a list of projects with not-to-exceed amounts.
- ▶ As Public Works is ready to move forward with the projects, a project number will be assigned and the appropriations and funding will be established up to the approved not-to-exceed amount, with authorization from both the County Executive Office and the Auditor-Controller’s Office.
- ▶ Cash is moved into the project up to the known cost amount and only when the cash is available
- ▶ If a project requires additional funding, or if a new project comes up throughout the year, those will require Board Approval prior to proceeding with the project.
- ▶ This process provides the Board and the Public a clear view of expected projects and anticipated costs, reduces the amount of budget adjustments requiring Board approval throughout the year, and reduces time delays for budget approval.

Operating Special Revenue Funds Highlights



Funds that account for revenues legally restricted for a specific purpose

- ✓ HHSA - \$6.3M Increase - Increase in Outpatient, Crisis, Residential, and Inpatient Contracted Provider Treatment Costs; Expansion of Behavioral Health Services; 3.5% Cost of Living Adjustment
- ✓ Library - \$8M Capital Improvement Projects at Napa and Yountville Libraries
- ✓ Roads - Capital Improvement Projects, \$14.85M for various CIPs, \$7M for 2025 November Storm CIPs
- ✓ Affordable Housing - \$7.9M decrease due to one-time transfer for affordable housing projects in prior year
- ✓ Fire Protection - \$9.5M decrease in General Fund contribution (BRIC Grant match) while maintaining a strong fund balance



Operating Special Revenue Funds

Total Appropriations - \$351,282,009

- Health and Human Services Agency
- County Library
- Housing and Community Services
- Roads
- Inmate Welfare
- Napa Valley Tourism Improvement District - Unincorporated Area
- Affordable Housing
- Fire Protection
- Wildlife Conservation Commission
- PBES - Building Inspection and Code Enforcement
- Child Support Services
- Zone-1 Garbage
- Upper Valley Disposal Service (UVDS) Franchise Fee
- Deferred Compensation Board



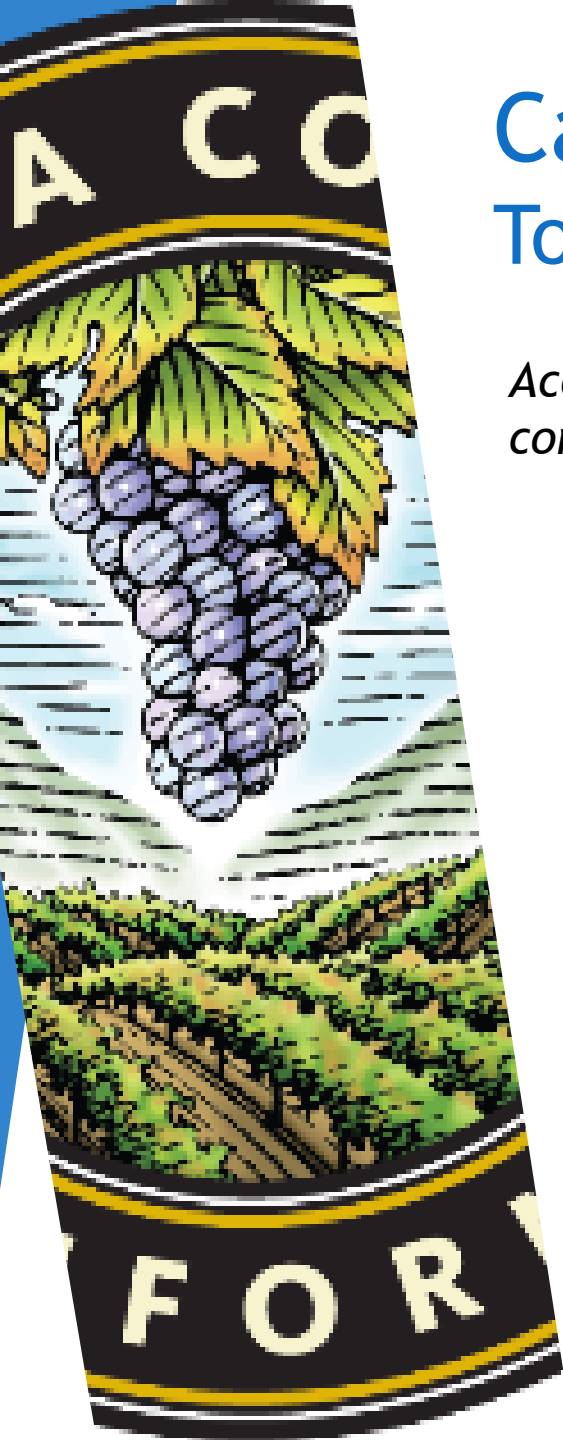
Non-Operating Special Revenue Funds

Total Appropriations - \$75,155,644

Revenues held in a segregated fund that are legally restricted for a specific purpose. Appropriations are Transfers-out to Operating Funds to offset eligible expenditures as required by law.

Categorized in 6 Functional Groupings:

- General Government
- Public Protection
- Public Ways and Facilities
- Health and Sanitation
- Public Assistance
- Realignment



Capital Project Funds (Fund 3000)

Total Appropriations - \$12,698,532

Accounts for all major resources specifically for the acquisition or construction of General Government long-term capital assets.

- ✓ No additional funding from the General Fund to the Accumulated Capital Outlay at this time.
- ✓ Accumulated Capital Outlay has \$6.5M in available fund balance
- ✓ \$6.1M budgeted for various building projects



Debt Service Fund

Total Appropriations - \$261,000

Accounts for the annual payment obligation (principal and interest) of long-term debt obligations of the general government

Only One Long-Term Debt Obligation

Type: 15-year Clean Renewable Energy Bond,
Equipment Lease/Purchase Agreement,
with Subsidy

Purpose: Solar Panels at County Facilities

Initial Debt: \$3,359,618 at 4.41% interest

Total Balance Due: \$595,466 plus interest, final
payment due 6/30/2029

*Federal Subsidy of 68.7% of interest, resulting in the
County paying 1.38% interest over the 15 years.



Internal Service Funds Highlights

Internal Service Funds provide goods and services primarily to Internal Governmental Customers with revenues collected as “charges” to reimburse for the services being received during the year.

- ✓ Fleet - replacement of 4 pieces of roads equipment, vehicle replacements based on the replacement schedule
- ✓ Employee Benefits - decrease of \$7.7M due to not needing to direct any additional funding towards the County's OPEB liability
- ✓ General Liability and Property Insurance - increase of 9%, \$1.2M



Internal Service Funds

Total Appropriations - \$191,854,376

- Fleet Management
- Information Technology Services
- Property Management
- Employee-Retiree Benefits
- Liability Insurance (General and Property)



Enterprise Funds Highlights

Enterprise Funds provide goods and services primarily to External Customers of the general public similar to a business with revenues collected as “charges” or “fees” billed for the services being received during the year.

- ✓ Airport - \$14M for capital improvement projects, addition of 1 Limited Term position
- ✓ Animal Shelter - addition of 1 FTE position
- ✓ Lake Berryessa Concessions - General Fund contribution increasing to \$350,000



Enterprise Funds

Total Appropriations - \$26,524,421

- Napa County Airport
- 5th Street Parking Garage
- Napa County Animal Shelter
- Lake Berryessa Concessions

NAPA COUNTY BUDGET

Acknowledgments



►Team CEO:

- Ryan Alsop, Chief Executive Officer
- Maiko Klieman, Chief Budget Officer
- Jasmine Elo, Management Analyst
- Celeste Gonzalez, Management Analyst
- Andrew Mize, Management Analyst
- Sophie Johnson, (Pinch-hitting) Management Analyst

►Team Auditor-Controller:

- Tracy Schulze, Auditor-Controller
- Jobina Toh, Assistant Auditor-Controller
- Georgina Panganiban, Deputy Auditor-Controller
- Benjamin Sargent, Senior Systems Support Analyst
- Technical Assistance - George Parra, Jessica Koford, Antonia Mucaria

►All Department Heads and their dedicated Fiscal Staff

►Napa County Board of Supervisors, for your Vision and Support!

