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Action**

Sustainability Fund Budget Approval for FY 2014 – 15
Supporting Document

Overview:

The First 5 Commission Sustainability Fund has been in existence since the beginning of the First 5 Commission. In the early years, excess revenues were added to the fund increasing it to nearly \$195 million in FY 2008 – 09. In FY 2009 – 10 this fund started being used to increase funding to Community Projects. It is anticipated that the fund will be reduced to the Management Reserve amount of \$10 million in FY 2019 – 20.

At the end of FY 2013 – 14 the First 5 Commission was notified by the County Office of Financial Planning that budgeting changes would be required in FY 2014 – 15 that necessitated an approved budget not only for the Operating Fund but for the Sustainability Fund as well.

Staff Recommendations:

- 1) Approve the Sustainability Fund Budget for FY 2014 – 15.

Fiscal Impact:

The Operating Fund Budget was approved on April 21, 2014 for FY 2014 – 15. The budget included a transfer from the Sustainability Fund of \$33,040,397 to balance the budget. Additionally, an expense of \$5,000 for investment expenses and investment revenues of \$952,400 are budgeted.

**Executive
Director
Medeiros**

**Martin Cherry
Operations
Manager**