

STATE OF CALIFORNIA



MEMO

To : FISCAL COMMITTEE
ANTHONY A. BATARSE, JR., CHAIR
BISMARCK OBANDO, MEMBER

Date: May 20, 2015

From : WILLIAM G. BRENNAN
DAWN KINDEL
SUZANNE LUKE

Subject: BOARD FINANCIAL CONDITION REPORT FOR THE 3RD QUARTER OF FISCAL YEAR 2014-2015

The following is a financial summary of the Board's expenditures and revenues through the 3rd quarter of Fiscal Year 2014-2015.

<i>Expenditures</i>		<i>Revenue</i>	
Budget Appropriation	\$1,682,938	Beginning Reserve Balance	\$881,364
Expenditures	\$1,025,418	Revenues	\$1,558,698
Unexpended Appropriation	\$657,520	Total	\$2,440,062
		Current reserve balance	\$1,414,644

The Board expended 61% of its appropriated budget through the third quarter of fiscal year 2014-2015.

Attached for your review is a detailed summary of the Board's fund condition as well as an itemized Revenue and Expense statement.

This memorandum is being provided for informational purposes only, and no Board action is required. If you have any questions prior to the Board Meeting, please contact me at (916) 324-6197 or Dawn Kindel at (916) 323-7201.

Attachments as stated

cc: Glenn E. Stevens, President

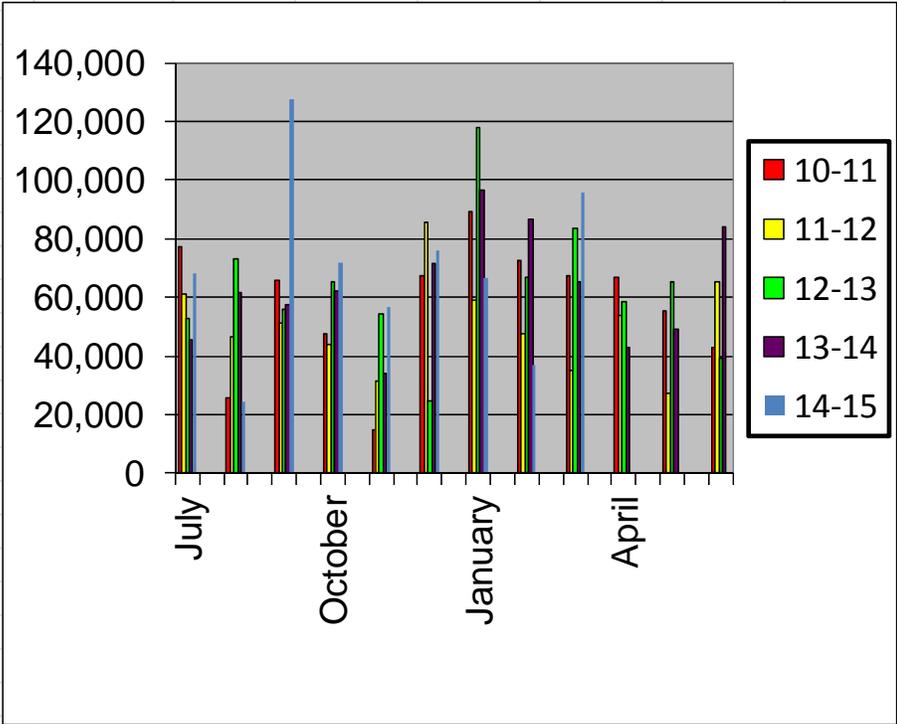
New Motor Vehicle Board Fund Condition Statement - Fiscal Year 2014-2015

Revenue and Expenditures July 1, 2014, through March 31, 2015 - (75% of fiscal year)

	2012-2013		2013-2014		2014-2015	
BEGINNING RESERVES	796,423		568,000		881,364	
Prior Year Adjustment	<u>-316,620</u> ⁵		<u>0</u> ¹		<u>0</u>	pending
Adjusted Beginning Balance	479,803		568,000		881,364	
REVENUES						
NMVB Fees and Misc. Revenue						
0100 Dealer License Fee	758,209		757,229		624,291	
0200 NMVB Filing Fee	9,400		8,000		6,800	
0300 NMVB Annual Fee	641,986		859,843		922,162	
0800 Miscellaneous Services	7,014		618		2,745	
1000 Arbitration Program	4,857		2,397		2,700	
Total Revenues	1,421,466		1,628,087		1,558,698	
Adjusted Beginning Balance	479,803		568,000		881,364	
Totals, Resources	1,901,269		2,196,087		2,440,062	
EXPENDITURES						
Payroll Expense (included benefits)						
Budgeted	1,131,717		1,176,631		1,233,233	
Expended	1,013,530 ²	90%	1,016,752 ²	86%	751,593	61%
Operating Expense and Equipment						
Budgeted	401,164		449,705		449,705	
Expended	246,971 ²	62%	297,971 ²	66%	159,033	35%
			*encumb rolled over (69,071)			
Total - Payroll and Operating Expense	1,260,501	82%	1,314,723	81%	910,626	54%
Additional Expenditures						
Encumbrance Balance	72,768 ³		0 ³		114,792 ³	
Pro Rata charges (Budgeted)	186,517		186,517		186,517	
*(final adjustments pending Governor's report)						
DMV Administrative charges						
*(deduction made in prior year adjustment)						
Budgeted	78,000		78,000		78,000	
Expended	78,000 ⁴	100%	78,000 ⁴	100%	58,500 ⁴	75%
Total Budgeted	1,532,881		1,626,336		1,682,938	
Total Expended	1,333,269	87%	1,314,723	81%	1,025,418	61%
RESERVES	568,000		881,364		1,414,644	
1 Prior period appropriation adjustments were made to bring Motor Vehicle Account fund balances in line with the State Controller's Office.						
2 Totals were taken from DMV's final adjusted fiscal year end reports.						
3 Funds encumbered but not yet expended are treated as expenditures. Encumbrance balances are held in abeyance for two years after fiscal year's end, and any balance remaining after two years is released and returned to the Board's fund.						
4 Administrative charges are included in the total budget authorized by the department for support in areas such as personnel, budget, and business services; however, this amount is not treated as an allocation and is not captured in the attached detail.						

	10-11	11-12	12-13	13-14	14-15
July	77,425.00	61,348.00	53,013.00	45,607.00	68,125.00
August	25,727.00	46,748.00	73,243.00	61,800.00	24,600.00
September	65,997.00	51,201.00	56,175.00	57,715.00	127,577.00
October	47,635.00	44,136.20	65,145.00	62,325.00	71,935.00
November	14,951.00	31,360.00	54,507.00	33,900.00	56,700.00
December	67,125.00	85,745.00	24,508.00	71,746.00	76,132.00
January	89,255.00	59,179.00	118,120.00	96,300.00	66,612.00
February	72,766.00	47,813.00	67,025.00	86,792.00	36,900.00
March	67,566.00	35,325.00	83,469.00	65,100.00	95,710.00
April	66,708.00	54,074.00	58,635.00	42,648.00	
May	55,457.00	27,493.00	65,369.00	49,296.00	
June	42,888.00	65,167.00	39,000.00	84,000.00	
Ytd	693,500.00	609,589.20	758,209.00	757,229.00	624,291.00

**DEALER FEES
FIVE YEAR COMPARISON**



NEW MOTOR VEHICLE BOARD
 EXPENDITURE REPORT FOR THE THIRD QUARTER OF FISCAL YEAR 2014-2015
 (75% of fiscal year)

ACCOUNT CODE	DESCRIPTION	BUDGETED EXPENDITURE		BALANCE	
		AMOUNT YEAR TO DATE	%	REMAINING	%
1000	PAYROLL EXPENSE				
0030	Salaries - full time staff	790,611	522,154.00	268,657	
0330	Salaries - part time staff	30,996	20,882.00	10,114	
0630	Overtime	0	0.00	0	
0690	Salary Savings (minus)	0	0.00	0	
0020	TOTAL - salary expense	821,607	543,036.00	278,771	
1010	TOTAL - staff benefits	411,426	208,557.00	202,869	
	CATEGORY TOTAL				
1000	PAYROLL EXPENSE	1,233,233	751,593.00	481,640	39%
3000	OPERATING EXPENSE AND EQUIPMENT				
2010	General Expense				
2050	Dues and membership	4,000	3,290.00	710	
2230	Library purchases	10,000	5,234.00	4,766	
2260	Minor equipment	300	0.00	300	
2270	Office equipment - rent/maintenance/repair	200	0.00	200	
2380	Miscellaneous general expense	200	88.00	112	
2391	Miscellaneous office supplies	7,300	2,107.00	5,193	
2395	Meeting expense	2,000	0.00	2,000	
2010	Total - General Expense	24,000	10,719.00	13,281	
ACCOUNT CODE	DESCRIPTION	BUDGETED AMOUNT YEAR TO DATE	%	BALANCE REMAINING	%
2410	Printing				
2440	Office copier expense - rent/maintenance	1,750	0.00	1,750	
2480	Miscellaneous printing expense	1,750	1,099.00	651	
2410	Total - Printing	3,500	1,099.00	2,401	
2610	Postage -meter rental & service, FedEx	9,000	908.00	8,092	
2910	Travel In-State				
2920	Lodging, mileage, misc.	2,000	1,709.00	291	
2940	Commercial air transportation	5,250	6,323.00	-1,073	
2950	Rental cars	7,750	4,410.00	3,340	
2910	Total - Travel In-State	15,000	12,442.00	2,558	
3110	Travel Out-of-State				
3120	Lodging, mileage, misc.	1,000	0.00	1,000	
3140	Commercial air transportation	1,000	0.00	1,000	
3150	Rental cars	500	0.00	500	
3110	Total - Travel Out-of-State	2,500	0.00	2,500	
3320	Training	3,038	1,541.00	1,497	
3430	Rent - non State owned building	165,000	113,949.00	51,051	
3445	Janitorial services	0	0.00	0	
3450	Security services	550	0.00	550	
3470	Facilities planning - DGS	10,000	8,164.00	1,836	
3820	Professional services - internal (Attorney General)	12,000	3,996.00	8,004	
4020	Professional services - external (court reporters)	18,000	6,215.00	11,785	
ACCOUNT CODE	DESCRIPTION	BUDGETED AMOUNT YEAR TO DATE	%	BALANCE REMAINING	%
4324	Data processing software	0	0.00	0	
4350	Data processing minor equipment	0	0.00	0	
4380	Pro rata statewide expense	186,517	0.00	186,517	
4520	Equipment replacement	600	0.00	600	
	CATEGORY TOTAL				
3000	OPERATING EXPENSE AND EQUIPMENT	449,705	159,033.00	290,672	65%
1000	PAYROLL EXPENSE	1,233,233	751,593.00	481,640	39%
3000	OPERATING EXPENSE AND EQUIPMENT	449,705	159,033.00	290,672	65%
	Total - Payroll and Operating Expense	1,682,938	910,626.00	772,312	46%
	Pro rata statewide expense (186,517) estimate	(see above)	0.00		
	Encumbrance balance		114,792.00		
			1,025,418.00		
	DMV Administrative charge (78,000)	0	0.00	0	
	Grand total - fiscal year 2014-2015	1,682,938	1,025,418.00	657,520	39%

¹ Pro rata statewide expense is budgeted and expended on a quarterly basis; however, it does not show as an expenditure on DMV's reports. The Board will deduct the Pro Rata expense at the end of FY 14/5.

² Funds encumbered (for specific purchases) but not yet expended are treated as expenditures. Encumbrance balances are held in abeyance for two years after fiscal year's end, and any balance remaining after two years is released and returned to the Board's fund.

³ DMV Administrative charges are included in the total budget authorized by the department for support in areas such as personnel, budget, and business services; however, this amount is not treated as an allocation and is not captured in the attached detail - deduct end of FY 14/5.

DEPARTMENT OF MOTOR VEHICLES

Revenue Summary

fiscal year 2014-2015

Third Quarter

	July	August	September	October	November	December	January	February	March	April	May	June	YTD
Object Code 1213													
0100-New MV Dir Lic.	68,125.00	24,600.00	27,577.00	71,935.00	56,700.00	76,132.00	66,612.00	36,900.00	95,710.00	0.00	0.00	0.00	624,291.00
0200-NMVB Filing Fee	800.00	2,400.00	0.00	600.00	0.00	0.00	1,600.00	1,400.00	0.00	0.00	0.00	0.00	6,800.00
0300-NMVB Annual Fee	0.00	678,445.00	147,140.00	55,499.00	41,078.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	922,162.00
1213 Object Total	68,925.00	705,445.00	274,717.00	128,034.00	97,778.00	76,132.00	68,212.00	38,300.00	95,710.00	0.00	0.00	0.00	1,553,253.00
Object Code 1425													
0800-Misc. Services	36.00	0.00	0.00	1,621.00	0.00	0.00	1,088.00	0.00	0.00	0.00	0.00	0.00	2,745.00
1425 Object Total	36.00	0.00	0.00	1,621.00	0.00	0.00	1,088.00	0.00	0.00	0.00	0.00	0.00	2,745.00
Object Code 1614													
1000-Arbitration Program 1	0.00	0.00	0.00	2,700.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2,700.00
1614 Object Total	0.00	0.00	0.00	2,700.00	0.00	2,700.00							
Revenue this Month	68,961.00	705,445.00	274,717.00	132,355.00	97,778.00	76,132.00	69,300.00	38,300.00	95,710.00	0.00	0.00	0.00	1,558,698.00
Revenue													
Year to date	68,961.00	774,406.00	#####	1,181,478.00	1,279,256.00	1,355,388.00	1,424,688.00	1,462,988.00	1,558,698.00	1,558,698.00	1,558,698.00	1,558,698.00	1,558,698.00
1	Reimbursement of costs associated with collection of Arbitration Certification Program Fees												