

Budget and Economic Outlook Update

Governing Board Meeting

June 5, 2020



Presentation Topics

- State Budget
- Economic Indicators
- South Coast AQMD Metrics and Economic Implications
- Summary Charts

Summary of Metrics – Monthly

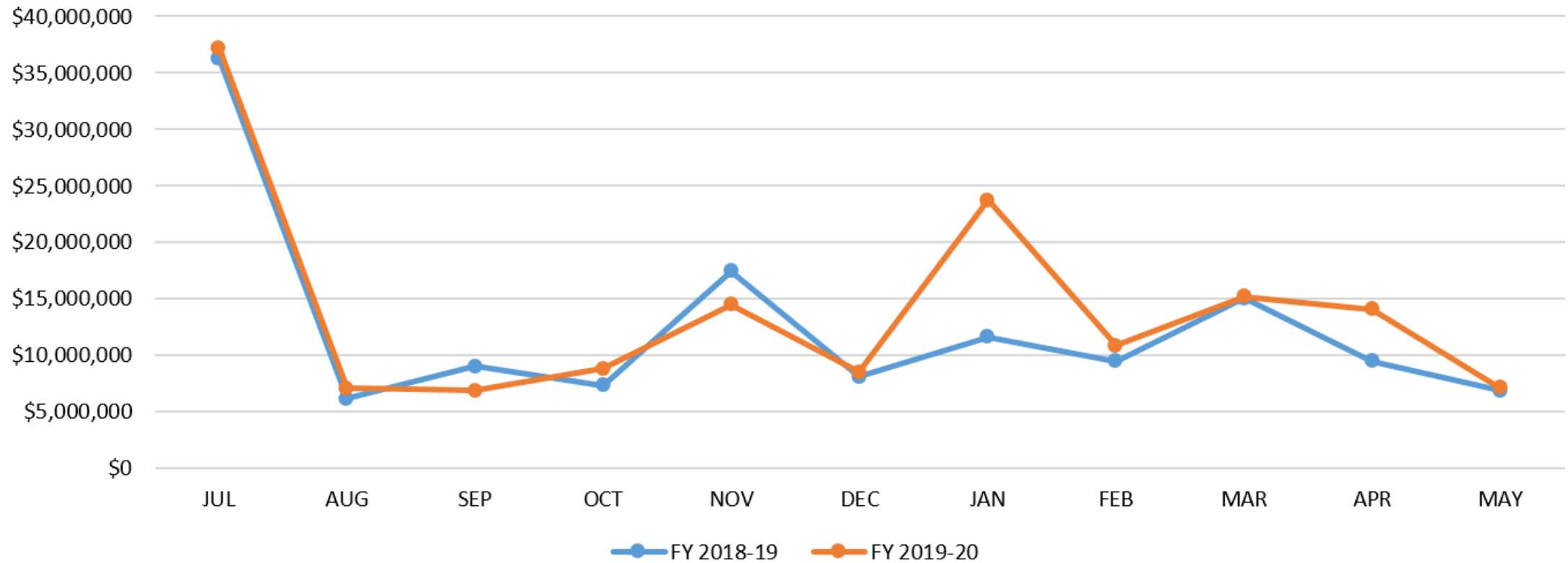
Metric			
State Economic Indicators	April 2019	April 2020	Notes
<i>Statewide Refinery Activity (Million Barrels Crude Oil Input)</i>	42	32	
<i>Port TEU Throughput (Million TEUs)</i>	1.4	1.2	
<i>Statewide Unemployment %</i>	3.6 %	15.5 %	
South Coast AQMD	May 2019	May 2020	Notes
<i>Revenue</i>	\$6.9 million	\$7.2 million	2020 - timing of grants & last year of fee increase
<i>Expenditures</i>	\$16.4 million	\$12.2 million	
<i>Vacancy Rate</i>	18.4 %	14.7 %	
<i>Permit Applications Received</i>	814	600	May 2020 preliminary data
<i>Expired Permits</i>	113	315 (worst case)	1 year to reinstate
<i>Fee Review Requests</i>	4	17	
<i>CEQA Activity</i>	85	51	

Summary of Metrics – Year to Date

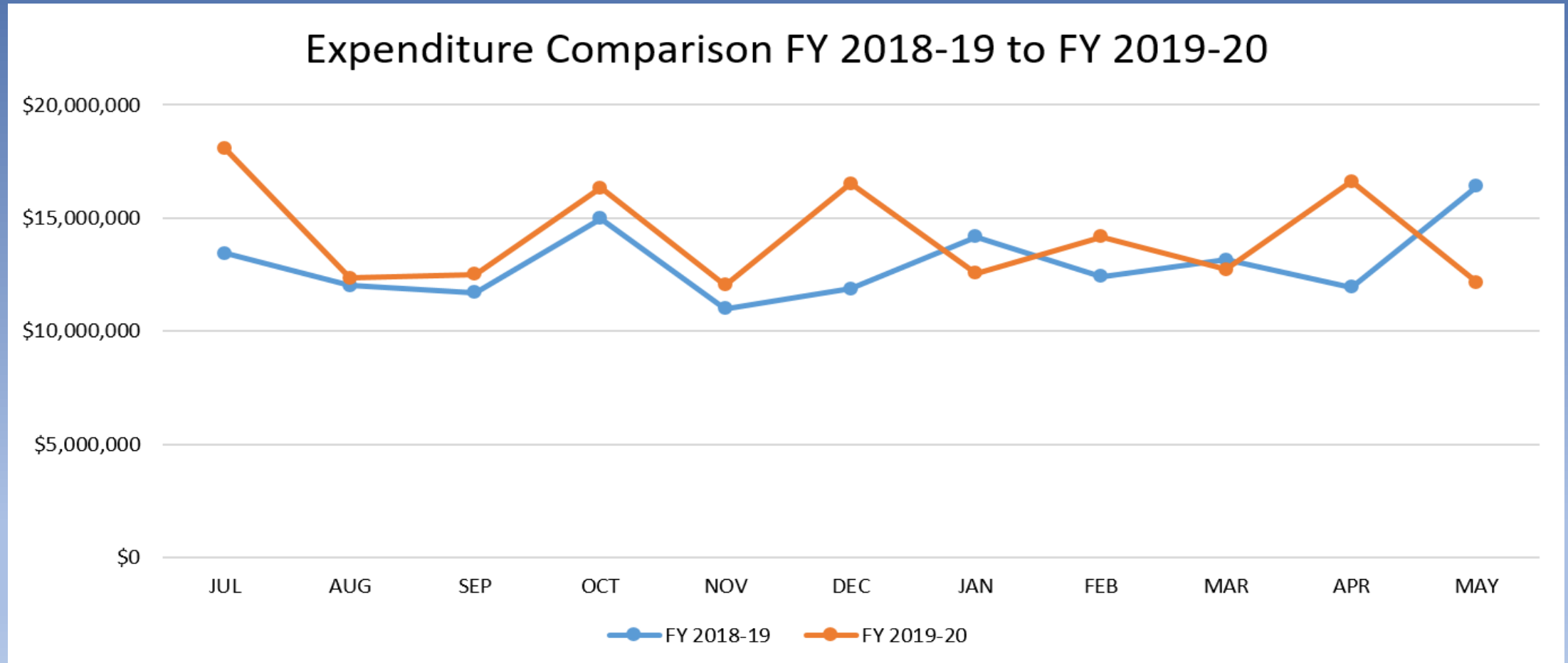
Metric	Jan - April 2019	Jan - April 2020	Notes
U.S. GDP (April)	21.3	19.1	
State Economic Indicators			
<i>Refinery Activity (Jan. - Apr.) (Million Barrels Crude Oil Input)</i>	247	210	
<i>Port TEU Throughput (Jan.- Apr.) (Million TEUs)</i>	5.4	4.7	
South Coast AQMD	Jan - May 2019	Jan - May 2020	Notes
<i>Revenue</i>	\$52.5 million	\$71.0 million	2020 higher - timing of grants & last year of fee increase
<i>Expenditures</i>	\$68.1 million	\$68.2 million	
<i>Vacancy Rate, Current</i>	18.8 %	14.7 %	
<i>Permit Applications Received</i>	3,408	3,071	May 2020 preliminary data
<i>Expired Permits</i>	513	1,097	Have 1 yr to reinstate
<i>Fee Review Requests</i>	19	56	
<i>CEQA Activity</i>	337	227	

Revenue

Revenue Comparison FY 2018-19 to FY 2019-20



Expenditures



Staffing Levels

- 946 budgeted FTEs
- 139 vacant positions
- 807 filled positions as of 5/31/20
- 14.7 % vacancy rate based on number of people
- Increased retirements expected this year
 - Impacted by potential court decision regarding pension
 - Decision expected by early August

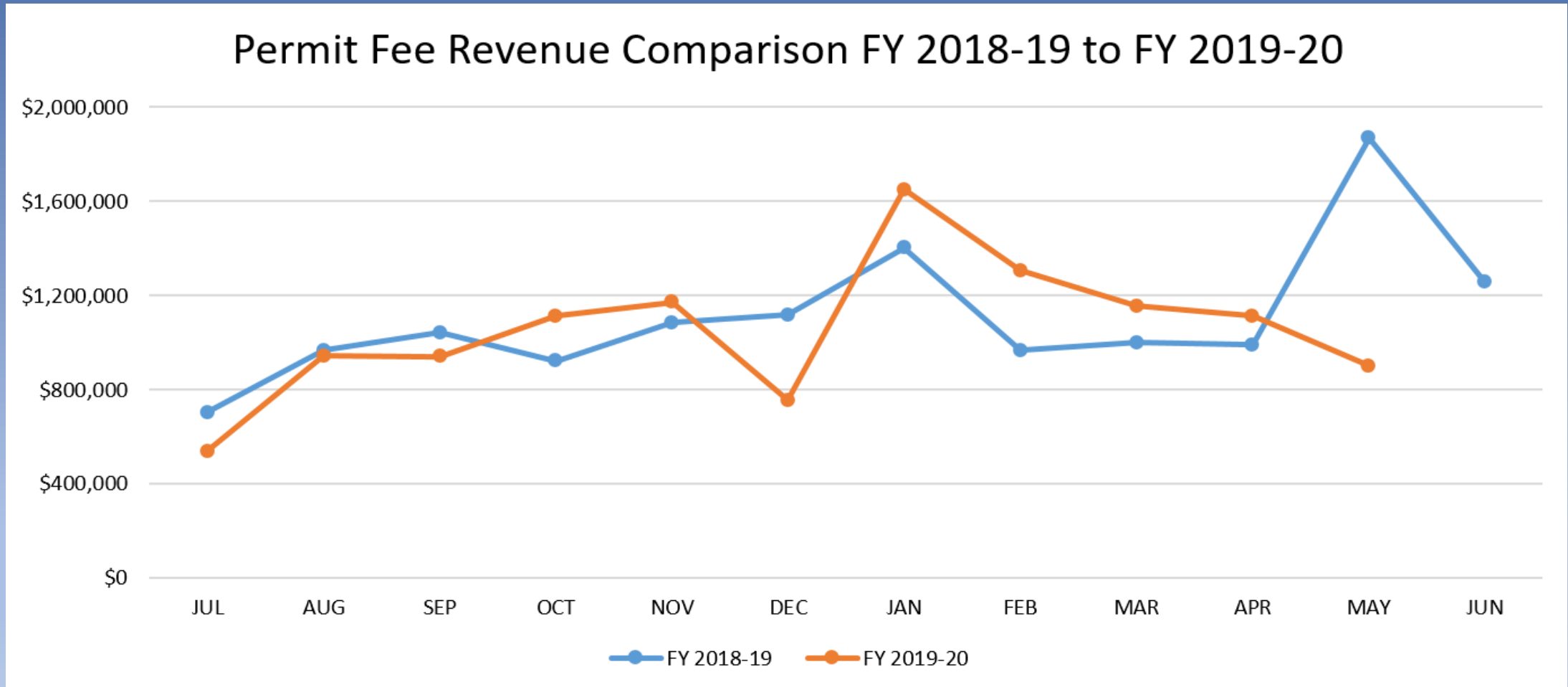
Vacancy Rate By Division (as of 5/15/20)

Division	Budgeted FTEs	Vacant FTEs	Vacancy Rate
Administrative & Human Resources	43	3	6.8 %
Compliance & Enforcement	155	22	14.8 %
Engineering & Permitting	161	24	15.0 %
Executive Office/COB	11	0	0 %
Finance	49	11	18.4 %
Information Management	58	7	13.5 %
Legal	35	11	31.4 %
Legislative, Public Affairs & Media	56	7	12.5 %
Planning, Rule Development & Area Sources	148	20	13.5 %
Science & Technology Advancement	230	31	14.4 %
Total	946	136	14.5 %

Permit Fees

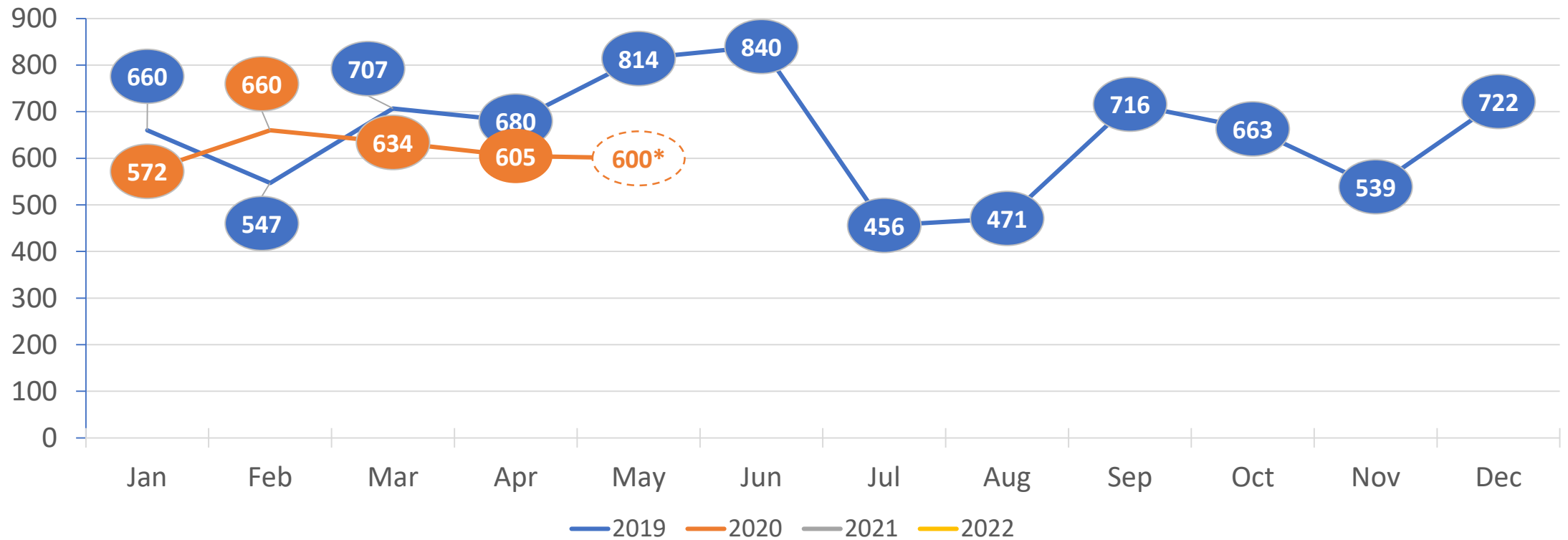
- Fees are based on Rule 301 equipment categories
- 50 % discount for multiple identical equipment
- Small businesses get 50 % lower fees if:
 - the number of employees is 10 or less, and total gross annual receipts are \$500,000 or less; or
 - not-for-profit training center

Permit Revenue Comparison



Permit Activity

Number of Applications Received by Month



*May 2020 numbers preliminary

Fees for Permits



Schedule A, B

*~ \$1.8K – \$3K

Gas Stations, Spray
Booths, Emergency
Electric Generators



Schedule C, D

*~\$4.5K – \$6.5K

Boilers, Landfill Gas
Collection, Turbines



Schedule E, F, G, H

*~\$7.4K – \$34K
+ hourly if applicable
Refinery Equipment

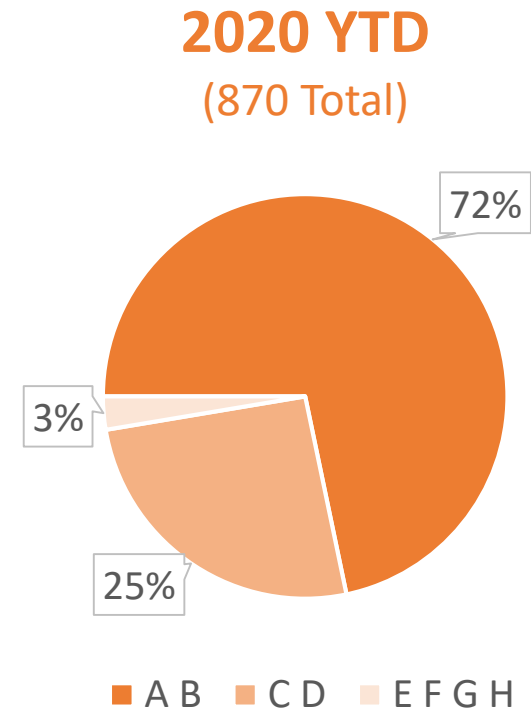
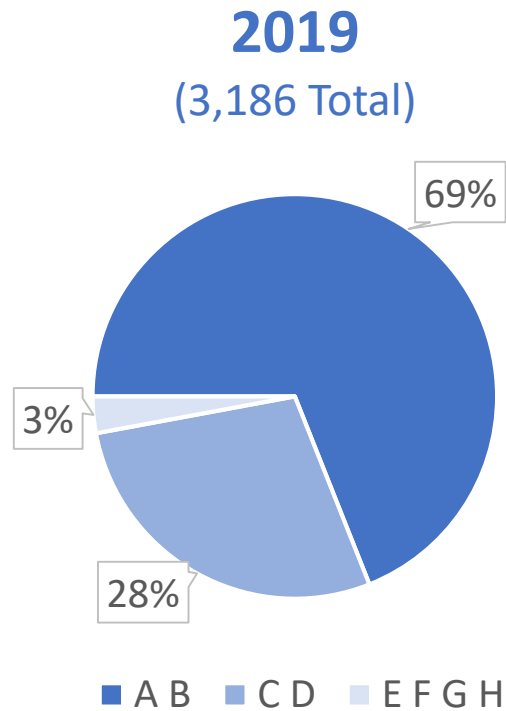
* Title V fees ~ 25% higher

Permit Activity

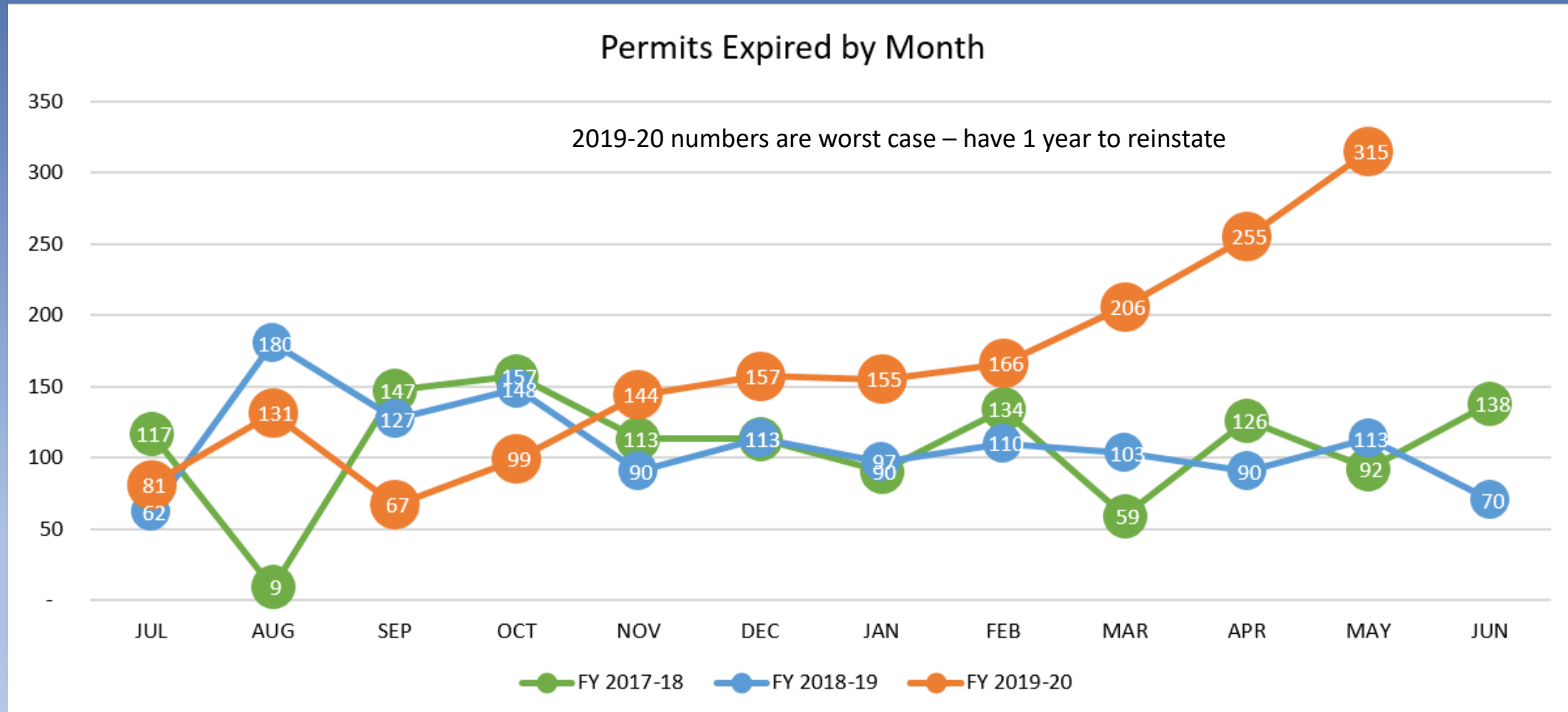
(Cont.)

Equipment Applications Received

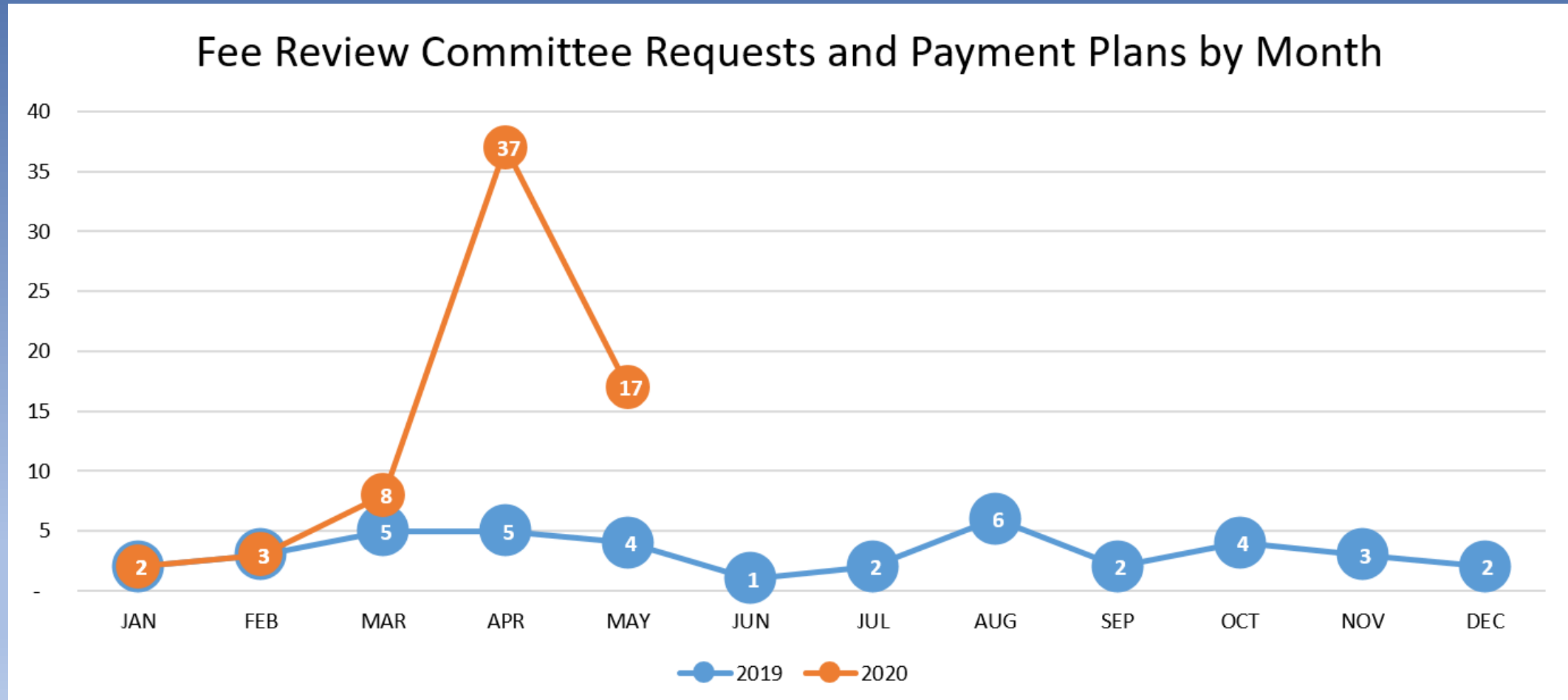
(Percent, by Assigned Fee Schedule)



Expired Permits

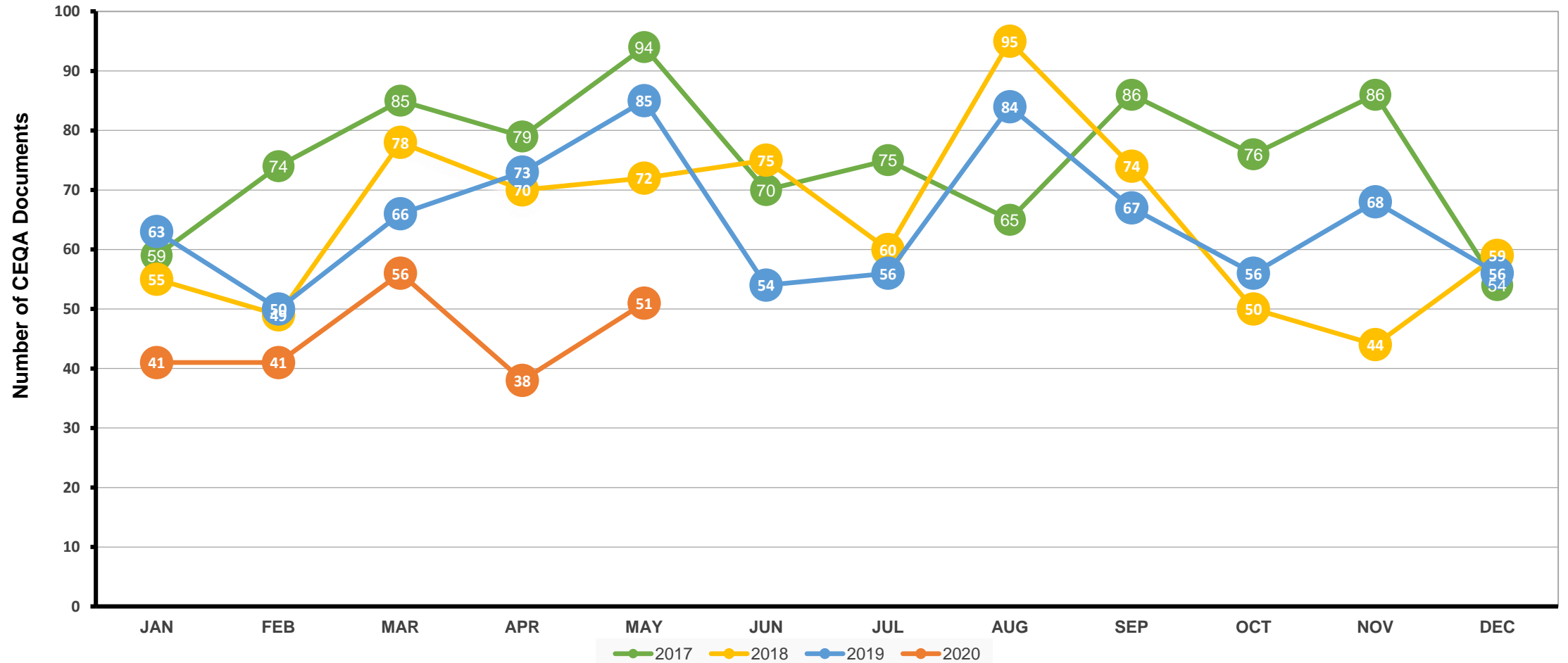


Fee Review Committee Requests



Historical CEQA Activity

Number of CEQA Documents Received by Month



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