



SACRAMENTO ABANDONED VEHICLE SERVICE AUTHORITY: STATUS REPORT FOR 1ST QUARTER, FY 2016

Action Requested: Receive and file

Key Staff: Norman Hom, Administrative Services Officer III

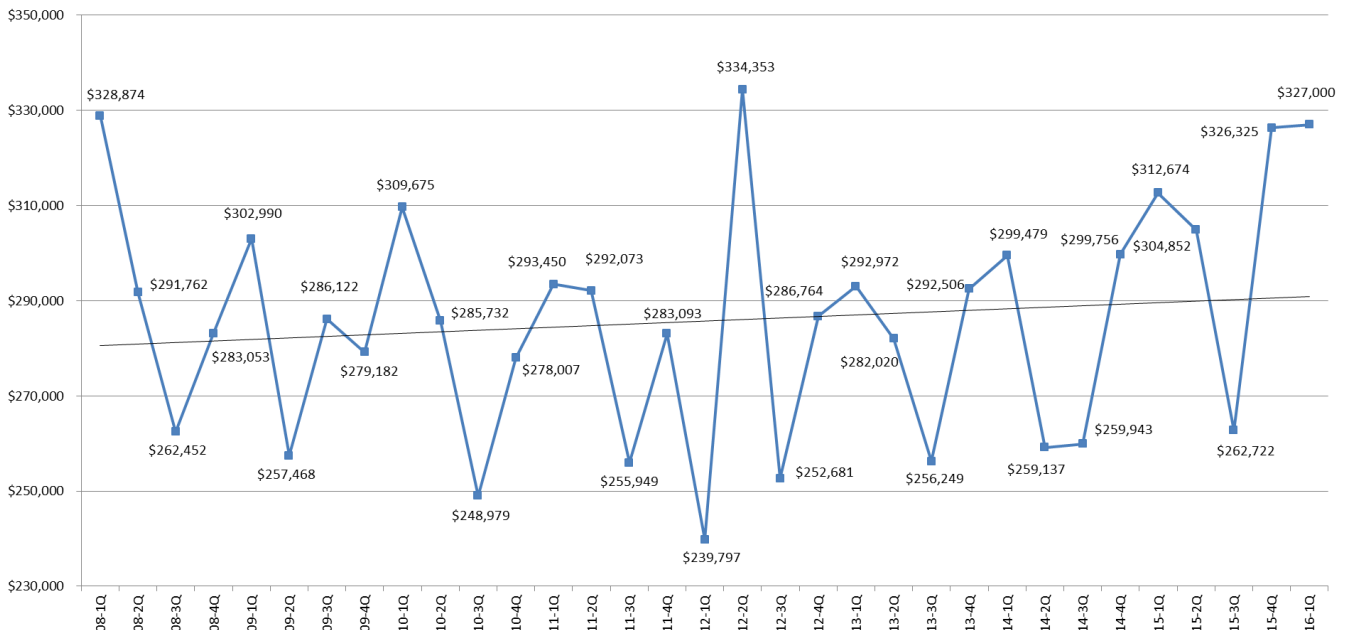
Recommendation

Receive and file the SAVSA 1st Quarter Status Report for FY2015-16.

Discussion

Revenues. First Quarter FY 2015-16 SAVSA revenues received from the California Department of Motor Vehicles (DMV) were \$327,000 (shown as the last point in the graph below). This is the amount of the \$1 vehicle registration fee collected in Sacramento County from April through June 2015 for abandoned vehicle abatement and received by SAVSA on August 26, 2015. Quarter revenues were 4.6 percent above the same quarter one year ago. As shown in the graph, quarterly SAVSA revenues have modestly trended upward.

Graph 1: Quarterly SAVSA Revenues, 4Q FY2007 to Present



Abatements. 1,774 vehicles were abated through SAVSA in the first quarter. The City of Sacramento continues to be the most active SAVSA entity, accounting for 40 percent of all abatements countywide. The City of Rancho Cordova's new abandoned vehicle abatement program got off to an excellent start in 2015 and continues to aggressively pursue abandoned

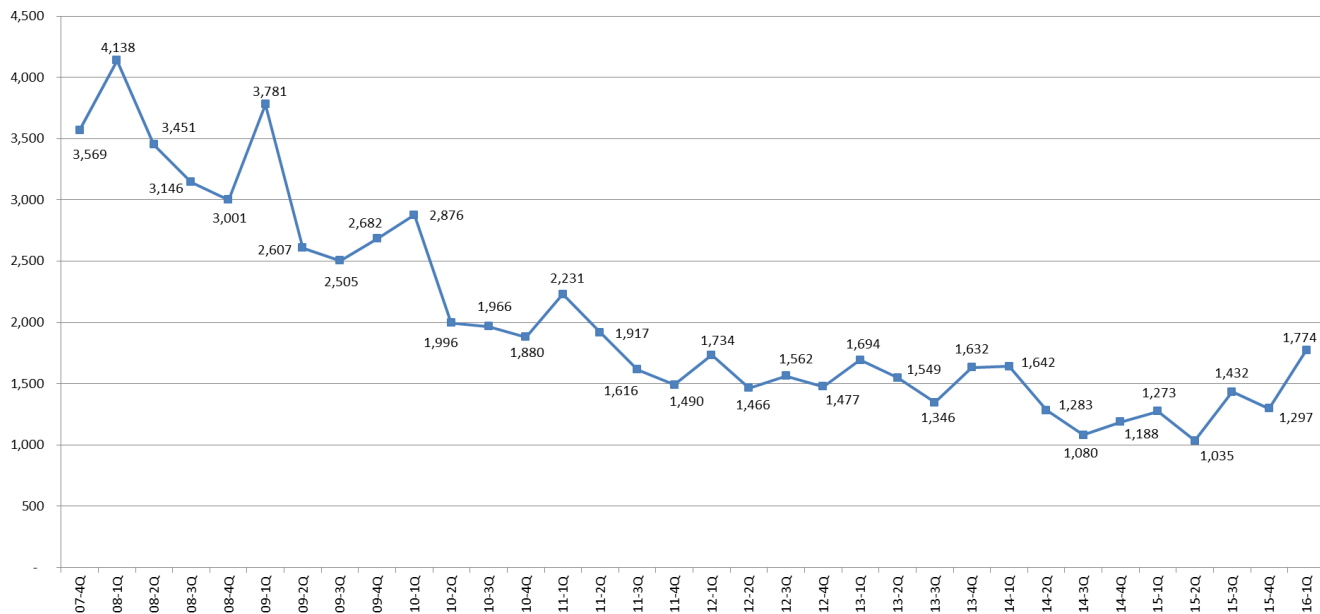
vehicles; this quarter, Rancho Cordova performed 19 percent of total reported abatements. The County of Sacramento accounted for 13 percent.

Table 1: 1st Quarter Abatements, FY2008 to Present

	First Quarter Abatements								
	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016
Citrus Heights	204	173	147	128	144	105	85	138	148
Elk Grove	n/a	221	209	136	109	218	227	116	136
Folsom	339	356	292	181	297	29	131	64	65
Galt	258	142	223	177	149	106	144	72	126
Rancho Cordova	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	340
Sacramento	2,315	1,763	1,469	1,099	802	1,043	871	607	723
County	1,022	1,126	536	510	233	193	184	276	236
TOTAL	4,138	3,781	2,876	2,231	1,734	1,694	1,642	1,273	1,774

As shown in the graph below, abatements have generally been on the decline for years. However, the 1,774 abatements in the first quarter represent the highest quarterly total in 4.5 years. Most of the additional abatements appear to be due to the inclusion of Rancho Cordova into the program.

Graph 2: Quarterly SAVSA Abatements, 4Q FY2007 to Present



Distributions. The total amount of funds available in the first quarter was \$293,000 which is the amount received from DMV minus a once-a-year withholding of \$34,000 to fund SAVSA administration for the entire year and pay for the annual independent audit. The adopted formula for each quarter’s distribution is 50 percent based on the relative population of the SAVSA entities within Sacramento County and 50 percent based on relative abatement performance. By formula, the first quarter distribution was made as follows:

Table 2: 1st Quarter FY 2015-16 Distribution

	2015 Population		50% alloc. based on population	Eligible Reported Abatements		50% alloc. based on abatements	Total Quarterly Distribution
Citrus Heights	85,147	5.79%	\$ 8,485.20	148	8.34%	\$ 12,222.09	\$ 20,707.29
Elk Grove	162,899	11.08%	\$ 16,233.47	136	7.67%	\$ 11,231.11	\$ 27,464.58
Folsom	74,909	5.10%	\$ 7,464.95	65	3.66%	\$ 5,367.81	\$ 12,832.76
Galt	24,607	1.67%	\$ 2,452.18	126	7.10%	\$ 10,405.29	\$ 12,857.47
Rancho Cordova	69,112	4.70%	\$ 6,887.26	340	19.17%	\$ 28,077.77	\$ 34,965.03
Sacramento	480,105	32.66%	\$ 47,844.18	723	40.76%	\$ 59,706.56	\$107,550.74
Sacramento County	573,313	39.00%	\$ 57,132.69	236	13.30%	\$ 19,489.28	\$ 76,621.97
Totals	1,470,092	100.00%	\$146,499.92	1,774	100.00%	\$146,499.92	\$292,999.83

The first quarter claims and resulting payments are shown in Table 3 below along with the ending balances.

Table 3: 1st Quarter FY 2015-16 Payments and Balances

	Balance Forward	Quarterly* Distribution	Total Available	Claim	Payment	Ending Balance
Citrus Heights	\$ 8,663.79	\$ 20,707.29	\$ 29,371.08	\$ 25,916.78	\$ 25,916.78	\$ 3,454.30
Elk Grove	\$ 255,678.53	\$ 27,464.58	\$ 283,143.11	\$ 17,789.93	\$ 17,789.93	\$ 265,353.18
Folsom	\$ 97,725.25	\$ 12,832.76	\$ 110,558.01	\$ 6,281.40	\$ 6,281.40	\$ 104,276.61
Galt	\$ 127,590.86	\$ 12,857.47	\$ 140,448.33	\$ 14,634.00	\$ 14,634.00	\$ 125,814.33
Rancho Cordova	\$ 9,163.97	\$ 34,965.03	\$ 44,129.00	\$ 42,291.95	\$ 42,291.95	\$ 1,837.05
Sacramento	\$ -	\$ 107,550.74	\$ 107,550.74	\$ 159,865.34	\$ 107,550.74	\$ -
Sacramento County	\$ 11,758.47	\$ 76,621.97	\$ 88,380.44	\$ 40,654.00	\$ 40,654.00	\$ 47,726.44
Totals	\$ 510,580.87	\$ 292,999.83	\$ 803,580.70	\$ 307,433.40	\$ 255,118.80	\$ 548,461.90

For two consecutive quarters now, the City of Sacramento is the lone SAVSA agency to fully expend its quarterly distribution.

The total balance of unspent funds held by the remaining agencies grew 7.4 percent from the previous quarter and is quickly approaching \$550,000. Growth in unspent funds is a concern as the state-imposed accumulation limit is one year's worth of expenditures (about \$1 million) before collection of the \$1 vehicle registration fee is suspended. Staff will continue monitoring the situation and make recommendations to your Board as necessary.