



## **Colusa, Sutter and Yolo Regional Child Support Agency Leadership Advisory Committee**

To: RCSA Leadership Advisory Committee

From: Amanda Battles, Assistant Director

Subject: RCSA Financial Update (Agenda Item #6)

Date: November 21, 2025

### **SFY 2025-24 Financial Closeout Report**

We spent 96% of our regional allocation in SFY 2024-25. 86% of our allocation was budgeted and expended on salaries and benefits, 14% on operating expenses. FY 2024-25 is the last year that we expect to have a budget for the full year in both Yolo and Sutter counties. We have budgeted for half a year for three employees in each of Sutter and Yolo counties for FY 2025-26.

We budgeted \$250,000 in Federal Performance Incentive Funds (FPIF) in FY 2024-25 but did not use these funds. We ultimately budgeted \$232,158 of our FPIF with FY 2025-26 adopted budget. However, we currently have \$463,302 in FPIF funds available to us. We did not budget to our full FPIF. We remain conscientious of our cost effectiveness, and this allows us some flexibility in uncertain financial times.

We continue to be mindful about increasing our cost effectiveness, comparing how much we are collecting to how much we are spending. Cost effectiveness is a Federal Performance Measure, one for which there is a penalty if the state drops below \$2.00. For Federal Fiscal Year (FFY) 2024, Statewide Cost Effectiveness was \$2.28 and we were at \$2.39. An increase for us year over year, and a decrease for the state. For FFY 2025 we are estimating that our cost effectiveness will again be higher than last year. This year due to not spending our full allocation and an increase in collections over the prior year. The chart below provides some additional data over time. Final numbers are not yet in for FFY 2025.

### **SFY 2025-26 Funding Outlook**

In SFY 2024-25 the department allocation was reduced by \$233,229. Final allocation letters for SFY 2025-26 remained flat, the lost funding was not restored. It is anticipated that statewide funding will be restored in SFY 2026-27, however it is unclear how the funds will be distributed



## **Colusa, Sutter and Yolo Regional Child Support Agency Leadership Advisory Committee**

to the local child support agencies (LCSA). The ultimate methodology may be dependent on LCSA caseload, which would mean the RCSA will not likely have its funding restored.

The department recently submitted our annual FTE Survey to DCSS. The FTE Survey results in DCSS determining the average cost of an FTE for each LCSA. Estimates to DCSS reflected higher average costs year over year. This is primarily associated with increased salary and benefits costs for remaining equity adjustments, negotiated cost of living increases, and final staff transitioning to Yolo County from Sutter. All employees of the agency will be Yolo County employees as of January 2026. The funding methodology uses average cost per FTE and caseload size to determine allocations across the state. Caseloads statewide continue to decline. We are cognizant that our funding may be impacted by either of these factors.