



# Friday, June 12, 2009

- Housekeeping
  - Completed Board Inquiry Forms
  - Revised Final Budget Adjustment List
- Departmental Presentations – Information Technology
- Financial Waves
- Current Status
- Board Deliberation and Balancing
- Recommendations

# Waves

## **Economy**

- \$5.6m now – recovery date uncertain

## **State**

- \$15m (1A) - \$25m (w/ Calworks etc.)

## **Pension**

- \$23m - \$55m increase

## **Strategic Reserve**

- \$2.5m with MISC & 08-09 closing

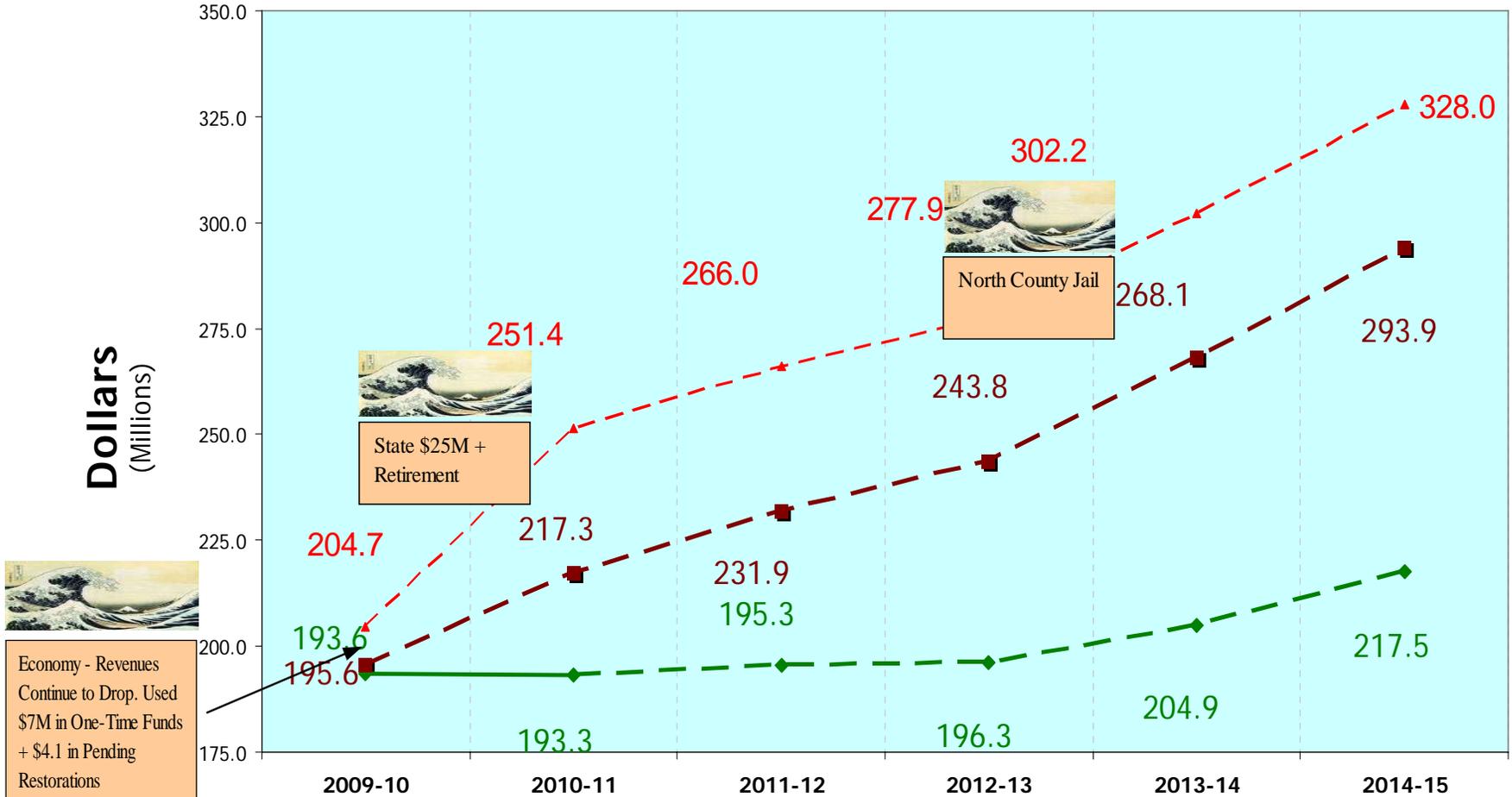
## **Revenues**

- Flat, no growth

## **One-Time Sources**

- Double the impact in a structural deficit

# Five Year Local Discretionary Revenue & General Fund Contribution



Economy - Revenues Continue to Drop. Used \$7M in One-Time Funds + \$4.1 in Pending Restorations



State \$25M + Retirement



North County Jail

- ◆ Revenue
- General Fund Contributions
- ▲ General Fund Contributions with use of One-Time funds in FY 2009-10 & State Impact \$25m

# Revenue Adjustment

- FY 2009-10 Revenue Gap \$3.2M
- Recommendation:
  - 2% GFC reduction to non-Public Safety (\$1.3M)
  - ½% GFC reduction to CRA & County Counsel (\$57K)
  - Public Safety expenditure reductions to meet Prop 172 revenue (\$1.2M)
  - Reduce funding for Deferred Maintenance (\$300K)
  - Release remaining furlough to balance as permitted to avoid layoffs (\$352K)

# Revenues Update

## • FY 2009-10: \$3.2M GAP

### • General Revenues (\$2.0M)

- Adopted budget will reduce expenditures and draw on designations unless adjusted by Board today

### • Prop 172 (\$1.2M)

- Adopted budget will include lower revenue (departmental revenue)
- Services will be reduced unless restored today

## Revenue Decline - Service Level Impacts of Additional Reductions due to Further Decline in General Revenue and Proposition 172 Revenue

	GFC	Proposition 172	Total	FTE	Potential Service Level Impacts as a Result of the GFC Reduction
CEO	\$ 50,000		\$ 50,000	(1.0)	Eliminate Analyst.
County Counsel	10,700		10,700	-	No Service Level Impact.
Courts	-		-	-	GFC - State mandated MOE.
District Atty	-	148,500	148,500	(2.0)	Attorney and Support Staff, services and supplies.
Public Defender	-	108,100	108,100	-	No Service Level Impact reducing services and supplies expenditures.
Fire	-	116,000	116,000	-	No Service Level Impact.
Probation	-	269,500	269,500	(2.9)	This reduction will significantly impact the ability of the Probation Department to redirect resources to Adult Supervision and to address local impacts of State Prison and Parole reductions. The three positions (2.9 FTE) listed were for redeployment to
Sheriff	-	555,200	555,200	Unknown	See additional reductions in Section A of the budget book.
ADMHS	55,400		55,400	-	No Service Level Impact.
ADMHS - ADP	2,000		2,000	-	No Service Level Impact.
Child Support	-		-	-	Does not receive GFC.
Public Health - GF	53,500		53,500	(1.0)	Reduce emergency and year-round homeless shelter funding passed through by the Human Services Program in Fund 0001. This 15% reduction would reduce county funded bed nights by approximately 9,000 from 60,000 to 51,000.
Public Health - MOE	147,700		147,700	-	Reduce Medically Indigent Adult (MIA) rates paid to area hospitals and specialty physicians to realize an additional \$144,700 in cost reductions in Fund 0042. These reductions could result in fewer specialty physicians participating in the MIA program an
Social Services	197,000		197,000	(2.5)	Reduction of General Relief & use of special revenue funds.
Agriculture	34,600		34,600	(0.2)	Eliminate part-time Admin Office Pro. Reduce other expenses.
Housing	13,000		13,000	-	Reduce Advertising Resources.
Parks	76,200	1,300	77,500	-	No Service Level Impact.
Planning & Dev	116,200		116,200	-	Extend completion dates for community plan updates due to reductions in funding for technical consultants.
Public Works	48,600		48,600	-	No Service Level Impact.
Auditor-Controller	80,100		80,100	(1.0)	Reduce POS FTE.
Clerk Recorder	46,100		46,100	-	No Service Level Impact.
General Services	134,600		134,600	(2.0)	Unfund Building Maintenance Worker and Mail Center Worker.
Human Resources	40,600		40,600	(0.5)	Part time and extra help salaries reductions.
Info Technology	16,400		16,400	-	No Service Level Impact.
Treasurer	56,300		56,300	-	No Service Level Impact.
General County	170,000		170,000	-	3% program reductions to: PIO, CSBTV, OES, PM.
First 5	600		600	-	No Service Level Impact.
<b>Total</b>	<b>\$ 1,349,600</b>	<b>\$ 1,198,600</b>	<b>\$ 2,548,200</b>	<b>(13.1)</b>	

# Where we are

- Each Supervisor completed Restoration and Offset sheets
- Information added to the Balancing Template (Attachment E)
- Board deliberation to develop a balanced budget
- Adopt recommendations

# Recommendations:

- a) Approve final budget adjustments to the Fiscal Year 2009-10 Recommended Budget, including attachment E budget balancing adjustments;
- b) Delegate authority to the County Executive Officer to execute ongoing grants and contracts (including library and advertising contracts) included in the Recommended Budget;
- c) Authorize the County Executive Officer to approve ongoing contracts where amounts are up to 10% more or less than indicated amounts, or up to \$5,000 more or less than indicated amounts on contracts under \$50,000, without returning to the Board for approval;
- d) Adopt the Resolution of the Board of Supervisors entitled In the Matter of Adopting the Budget for Fiscal Year 2009-10.
- e) By separate resolution, adopt the County Redevelopment Agency budget for FY 2009-10.

