



BOARD OF SUPERVISORS
AGENDA LETTER

Agenda Number:

Clerk of the Board of Supervisors
105 E. Anapamu Street, Suite 407
Santa Barbara, CA 93101
(805) 568-2240

Department Name: County Executive
Office
Department No.: 012
For Agenda Of: 10/26/10
Placement: Departmental
Estimated Time: 60 min
Continued Item: No
If Yes, date from:
Vote Required: Majority

TO: Board of Supervisors
FROM: Michel F. Brown, County Executive Officer
Contact Info: Dr. Jason Stilwell, Ext 3413
SUBJECT: 2010 Fiscal Issues Report

Recommended Actions:

That the Board of Supervisors:

Accept the 2010 Fiscal Issues Report and receive a presentation on the economic context and impending financial challenges faced by the County in FY 2010-11 and in the immediate horizon.

Summary Text:

The requested hearing is to present to the Board of Supervisor a report entitled "Fiscal Issues Report." The Fiscal Issues Report provides the Board a summary of the key financial issues that comprise the context for the County's financial status. The report discusses the County's economic picture and key financial issues that will or are likely to impact the County's budget. The timing of this report is to provide the Board the opportunity to review these issues prior to commencing the policy development process for the FY 2011-12 budget. This report was first introduced in 2007 and has been updated yearly. In addition, the County Executive Office has been providing the Board with quarterly updates of the significant fiscal issues throughout the past year.

The Fiscal Issues Report identifies the following issues:

- A. Fiscal Year 2011-2012 Forecast
- B. State Budget Impacts
- C. Retiree Healthcare
- D. Pension Fund Stability
- E. Indian Gaming
- F. Maddy EMS Fund
- G. Goleta Revenue Neutrality
- H. City of Santa Barbara RDA
- I. 2010 National Healthcare Reform

- J. Fire Financial Forecast
- K. County Jail – Northern Branch
- L. Department of Social Services
- M. Indigent & Uninsured Clients – Public Health
- N. Indigent & Uninsured Clients – ADMHS
- O. ADMHS Cost Report Settlement Issues
- P. Mental Health & Partner Agencies Medi-Cal Billing Exposure
- Q. Cachuma Lake Surcharge
- R. Goleta Beach Long Term Protection Plan

Background:

In September of 2007, the Board received a report entitled “Financial Analysis Report.” The report summarized certain and potential financial issues the County was facing at the time. The Fiscal Issues Report has since been updated annually. This 2010 report provides an update of events that transpired in FY 2009-10 and provides the outlook into FY 2010-11 and the immediate horizon thereafter.

In addition, the FY 2010-11 State Budget Impacts are submitted as an attachment to the Fiscal Issues Report with updated information. Departments were unable to provide preliminary estimates of service level impacts at the time of publication of the Fiscal Issues Report due to the late adoption of the State budget. Subsequent analysis has taken place and is contained as an attachment to the report.

Attachments: Fiscal Issues Report
 FY 2010-11 State Budget Impacts
 Presentation

Authored by:

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