



**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: CEO
Department No.: 012
For Agenda Of: 2/13/2007
Placement: Set Hearing
Estimate Time: 90 minutes on 2/27/07
Continued Item: NO
If Yes, date from:
Vote Required: Majority

TO: Board of Supervisors
FROM: Department Director(s) Michael F. Brown, County Executive Officer, 568.3400
Robert Geis, County Auditor-Controller, 568-2100

Contact Info: Ken Masuda, Assistant County Executive Officer, 568-3411 and
Terri Maus Nisich, Assistant County Executive Officer, 568.3400
Edwin Price, Auditor-Controller Division Chief, 568-2181

**SUBJECT: Fiscal Year 2006-07 Mid-Year Budget Update, Summary of the Governor's Proposed
FY 2007-08 Budget, and 5 Year Forecast of Various County Funds**

County Counsel Concurrence:
As to form: Yes No N/A

Auditor-Controller Concurrence:
As to form: Yes No N/A

Other Concurrence: N/A
As to form: Yes No N/A

Recommended Action(s):
Set a hearing (90 minutes) on February 27, 2007 to:

1. Receive reports on the following:
 - A. A Financial Status Report for Fiscal Year 2006-07 as of December 31, 2006, showing the status of appropriations and financing for all department budgets adopted by the Board of Supervisors;
 - B. A Report on the Governor's Proposed FY 2007-08 Budget with emphasis on possible impacts on County departments; and
 - C. A 5 Year Forecast of the County's Mental Health, Public Health, Social Services, Fire and Resource Recovery and Waste Management Funds, and the County General Fund.
2. Approve financial reserve policies for the County's Enterprise Funds.

Summary:
The Mid-Year report will present an overview of the status of the County's General and Other Funds as of December 31, 2006. The Governor's Proposed FY 2007-08 budget will be presented in summary form with particular attention paid to possible impacts on County department budgets for the FY 07-08 year. We will also present a five year forecast of the County's Mental Health, Public Health, Social Services and Fire Funds with a particular emphasis on how these forecasts might impact the County

Fiscal Year 2006-07 Mid-Year Budget Update, Summary of the Governor's Proposed FY 2007-08 Budget, and 5 Year Forecast of Various County Funds

2/13/2007

Page 2 of 4

General Fund and its 5 year forecast. A forecast of the County's Resource Recovery and Waste Management Fund will also be provided along with proposed financial reserve policies—operating, capital, and post closure reserves—for this fund. These general principles would also apply to the Laguna County Sanitation District Fund.

Background:

The County Executive Office in conjunction with the County Auditor-Controller provides financial status updates per provisions of the Government Code each quarter of the fiscal year. When appropriate other relevant financial information, such as the Governor's Proposed Budget and the "May Revise" to the Proposed Budget are also provided.

Fiscal Impact

Budgeted: Yes No

Fiscal Analysis:

Narrative: Analysis of fiscal impacts will be provided in the hearing material.

Staffing Impacts

Legal Positions:

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FTEs:

0

Special Instructions:

None.

Attachments:

Hearing material will be provided with Board packets prior to the February 27 meeting

cc: Each Department Head
Deputy and Assistant CEOs and CEO Analysts
Auditor's Chief Deputy Controller and Property Tax Division Chief