



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 & Auditor-Controller  
Department No.: 012 & 061  
For Agenda Of: 10/16/07  
Placement: Set Hearing  
Estimated Tme: 60 minutes on 11/6/07  
Continued Item: No  
If Yes, date from:  
Vote Required: Majority & 4/5

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**TO:** Board of Supervisors  
**FROM:** Department Michael F. Brown, County Executive Officer  
Director(s) Robert Geis, CPA, Auditor-Controller  
Contact Info: Jason Stilwell & Julie Hagen  
568-3413 568-2126  
**SUBJECT: FY 2007-2008 Budget Update**

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**County Counsel Concurrence**

As to form: N/A

**Auditor-Controller Concurrence**

As to form: Yes

**Recommended Actions:**

That the Board of Supervisors set a hearing on November 6, 2007 to:

- A. Accept and file, per the provisions of Government Code Section 29126.2, the Fiscal Year 2007-08 Financial Status Report as of September 30, 2007, showing the status of appropriations and financing for all departmental budgets adopted by the Board of Supervisors.
- B. Receive a report on the financial condition of the Road Fund and approve a revised FY 2007-08 budget. (4/5 vote required).
- C. Consider budget expansion requests deferred from budget hearings.

**Summary Text:**

This agenda item will focus on the fiscal year 2007-2008 and will consist of three parts: the first of four financial status reports for Fiscal Year 2007-08, a report on the Road Fund and a proposal to reforecast the Road Fund budget, and an opportunity for the Board to consider budget expansion requests deferred from budget hearings.

**Background:**

**Financial Status Report**

Staff will present a financial status report by fund and by department. Staff is conducting Monthly Projection (MOPROs) meetings with departments during which their actual performance is compared to their budget for the first three months of this fiscal year. Major differences (variances) between

budgeted and actual amounts through September 2007 will be reported to the Board. In addition issues that may likely pose potential budgetary challenges for departments during the remainder of the year will be highlighted.

### **Road Fund**

As reported during the fourth quarter financial report, the Road Fund had a minimal fund balance and required thorough analysis. A team consisting staff from the County Executive Office, Auditor-Controller's Office, and Public Works has been analyzing the financial condition of the Road Fund. The results of the analysis will be presented to the Board on November 6<sup>th</sup> and will include certain budget revisions for the Board to consider that would reforecast the 2007-2008 Road Fund budget to achieve a balance for the remainder of the year. It is projected a number of reductions will be required to achieve that balance.

### **Budget Expansion Requests**

At the close of budget hearings in June, the Board deferred to October requests in the amounts of \$6,951,546 for departmental budget expansions and \$1,760,349 for outside agency funding. These requests will be refined and will be presented to the Board for funding consideration.

**Fiscal and Facilities Impacts:** Actual and hypothetical impacts will be stated in the Board letter.

**Attachments:** none

**Authored by:** Jason Stilwell

**cc:** Each Department Head  
Deputy/Assistant County Executive Officers and CEO Analysts  
Recognized Employee Organizations