

**SUBMITTAL TO THE BOARD OF SUPERVISORS  
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

959



**FROM:** Executive Office

**SUBMITTAL DATE:**  
September 1, 2009

**SUBJECT:** Fiscal Years 2009-10 and 2010-11 Strategy and Schedule

**RECOMMENDED MOTION:** That the Board of Supervisors receive and file the Fiscal Years 2009-10 and 2010-11 Strategy and Schedule.

**BACKGROUND:** Riverside County faces a series of budget challenges over the next couple of years as a result of the sharp economic slowdown in the regional economy and the difficulties the State of California has had in dealing with its own ongoing budget issues. The purpose of this item is to provide an update on our county's current budget strategy.

**Impacts of the State Budget –** On July 28, 2009 the Governor signed the revised state budget which included significant cuts to county programs. Transportation, public safety, child welfare, in-home supportive services, Medi-Cal administration and health services will all experience reduced funding levels. A report is included on this same agenda under separate cover - it provides a summary of impacts to county programs as a result of cuts from the state.

(Continued)

*Christopher Hans*

Attachment

Christopher Hans,  
Deputy CEO

<b>FINANCIAL DATA</b>	Current F.Y. Total Cost:	\$ 0	In Current Year Budget:	N/A
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	N/A
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2009/10

<b>SOURCE OF FUNDS:</b>	Positions To Be Deleted Per A-30	<input type="checkbox"/>
	Requires 4/5 Vote	<input type="checkbox"/>

**C.E.O. RECOMMENDATION:** APPROVE

BY: *Jay E. Orr*  
Jay E. Orr

County Executive Office Signature

- Policy
- Policy
- Consent
- Consent

Dept's Recomm.:  
Per Exec. Ofc.:

Prev. Agn. Ref.:

District: All

Agenda Number:

**3.131**

**BACKGROUND:** (Continued)

**Results of FY 2008-09** – The Executive Office and the Auditor-Controller are currently in the process of closing the books on the recently concluded fiscal year and expect to bring forward for Board approval the required actions to do so on September 29. Beginning fund balance, reserve balances, and the performance of key departments in meeting their budget targets will be critical items reported at that time.

**Suspension of Proposition 1A** – The state has exercised its option to suspend Prop 1A. The impact is that the County will have to transfer approximately \$45 million of property tax revenue to the state. We have anticipated this move for some time and have essentially earmarked a portion of our reserves to cover the loss of revenue. The legislation passed by the state also authorizes the “securitization” or sale to investors of the state’s obligation to repay cities and counties. The assumption is that the County would receive 100 percent of the amount owed. The California Statewide Communities Development Authority is the sole entity authorized for this purpose. One reason to participate would be to have the funds available, in case of an emergency, during the three-year loan period. We will review this option as more information becomes available and bring forward a recommendation at a later date.

**Suspension of State Mandates** – Attached to this Form 11 is a list of state programs that the Legislature changed from mandated to suspended status in this year’s budget. Until further notice, there is no longer a legal requirement to continue the programs. Also, there will be no reimbursement for any associated costs. Departments have been directed to cut these programs and provide to the Executive Office a report outlining the necessary steps, including reductions both to estimated state revenue and expected expenditures.

**Status of the FY 2009-10 Budget** – The approved budget included cuts in overall funding to several departments, including the District Attorney and Sheriff’s departments, but left implementation details to the discretion of the department heads. We expect that early retirements or union concessions will help them meet their goals, but since the full extent of these cost saving measures will not be clear until at least mid-October, we will need to wait until the first quarter budget report to provide an accurate assessment. In the meantime, it is our intention to provide preliminary information regarding departmental performance on September 29.

Many departments appear to be on track to meet their goals, but face challenges in delivering service as a result of the hiring freeze. For those departments that have adequate funding lifting the freeze and utilizing the Maximum Fill Rate (MFR) to control personnel costs appears to be the most reasonable approach. For departments that were unable to meet their FY 2008-09 budget targets, the full freeze will remain in effect at least until the first quarter budget report.

**BACKGROUND:** (Continued)

**Preparing for FY 2010-2011** – Achieving balance in the coming fiscal year will require continuation of the labor saving measures in place now, as well as additional cuts to Net County Costs. The following is the schedule of key dates:

September 29, 2009	FY 2008-09 Closing Procedures
September 29, 2009	Preliminary Report on Departmental Performance and Mandate Impacts
November 3, 2009	First Quarter Budget Report
November 16, 2009	FY 2010-2011 Budget Workshop
January 26, 2010	FY 2010-2011 Budget Workshop
January 26, 2010	Internal Service Rates reviewed by Board
February 2, 2010	Mid-Year Report
February 4, 2010	Budget preparation instructions given to departments
April 6, 2010	FY 2010-2011 Budget Workshop
May 4, 2010	Third Quarter Report
May 24, 2010	Adopt proposed Budget and open Budget Hearings
June 22, 2010	Final Budget adopted

Attachment



**DEPARTMENT OF  
FINANCE**  
OFFICE OF THE DIRECTOR

**ARNOLD SCHWARZENEGGER, GOVERNOR**

STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ [WWW.DOF.CA.GOV](http://www.dof.ca.gov)

August 18, 2009

Ms. Jean Kinney Hurst  
Legislative Representative  
Revenue and Taxation  
California State Association of Counties  
1100 K Street, Suite 101  
Sacramento, CA 95814

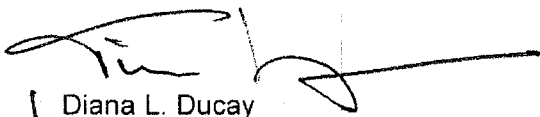
Dear Ms. Hurst:

Pursuant to Government Code Section 17581, the Department of Finance must notify local agencies of any statute or executive order, or portion thereof, for which operation of the mandate has been identified as suspended by the Legislature in the Budget Act.

The enclosed document contains the mandates that have been suspended for fiscal year 2009-10. Those with asterisks next to their names are new suspensions for 2009-10. During this period, and until the subsequent Budget Act is enacted, local agencies are not required to implement or give effect to any mandate that has been suspended. Further, there will be no reimbursement for this period in which the Legislature has suspended the operation of a mandate pursuant to Government Code Section 17581 and Section 6, Article XIII B of the California Constitution.

Please share this information with your member counties. If you have any questions regarding this letter, please contact Carla Castañeda, Principal Program Budget Analyst at (916) 445-3274.

Sincerely,



Diana L. Ducay  
Program Budget Manager

Enclosure

## 2009-10 Suspended Mandates

1. Adult Felony Restitution (Ch. 1123, Stats. 1977) (04-LM-08)
2. Airport Land Use Commission/Plans (Chapter 644, Statutes of 1994) (CSM-4507)
3. \*AIDS/Search Warrant (Ch. 1088, Stats. 1988) (CSM-4392)
4. \*Animal Adoption (Ch. 752, Stats. 1998) (04-PGA-01, 98-TC-11)
5. \*Binding Arbitration (Ch. 906, Stats. 2000) (01-TC-07)\*
6. \*Conservatorship: Developmentally Disabled Adults (Ch. 1304, Stats. 1980) (04-LM-13)\*
7. \*Coroners Costs (Ch. 498, Stats. 1977) (04-LM-07)\*
8. \*Crime Victims Rights (Ch. 411, Stats. 1995) (CSM-96-358-01)\*
9. Deaf Teletype Equipment (Ch. 502, Stats. 1980) (04-LM-11)\*
10. \*Developmentally Disabled Attorneys' Service (Ch. 694, Stats. 1975) (04-LM-03)\*
11. \*DNA Database & Amendments to Post-mortem Examinations (Ch. 822, Stats. 2000; Ch. 467, Stats. 2001) (00-TC-27)
12. Domestic Violence Information (Ch. 1609, Stats. 1984) (CSM-4222)
13. Elder Abuse, Law Enforcement Training (Ch. 444, Stats. 1997) (98-TC-12)
14. Extended Commitment, Youth Authority (Ch. 267, Stats. 1998) (98-TC-13)
15. \*False Reports of Police Misconduct (Ch. 590, Stats. 1995) (00-TC-26)
16. Filipino Employee Surveys (Ch. 845, Stats. 1978) (CSM-2142)
17. \*Fire Safety Inspections of Care Facilities (Ch. 993, Stats. 1989) (01-TC-16)
18. \*Firearm Hearings for Discharged Inpatients (Chs. 9 and 177, Stats. 1990) (99-TC-11)
19. Grand Jury Proceedings (Ch. 1170, Stats. 1996) (98-TC-27)
20. Guardianship/Conservatorship Filings (Ch. 1357, Stats. 1976) (04-LM-15)
21. Handicapped Voter Access Information (Ch. 494, Stats. 1979) (CSM-4363)
22. Inmate AIDS Testing (Ch. 1597, Stats. 1988) (CSM-4369)
23. \*Judiciary Proceedings (Ch. 644, Stats. 1980) (CSM-4366)
24. Law Enforcement Sexual Harassment Training (Ch. 126, Stats. 1993) (97-TC-07)
25. Local Coastal Plans (Ch. 1330, Stats. 1976) (CSM-4431)
26. \*Mentally Disordered Offenders': Treatment as a Condition of Parole (Ch. 228, Stats. 1989; Ch. 706, Stats. 1994) (00-TC-28, 05-TC-06)
27. \*Mentally Disordered Offenders' Extended Commitments Proceedings (Ch. 435, Stats. 1991) (98-TC-09)
28. \*Mentally Disordered Sex Offenders' Recommitments (Ch. 1036, Stats. 1978) (04-LM-09)
29. \*Mentally Retarded Defendants Representation (Ch. 1253, Stats. 1980) (04-LM-12)
30. Missing Persons Report (Ch. 1456, Stats. 1988; Ch. 59, Stats. 1993) (CSM-4255, CSM-4484, and CSM-4368)
31. \*Not Guilty by Reason of Insanity (Ch. 1114, Stats. 1979) (CSM 2753)
32. \*Pacific Beach Safety (Ch. 961, Stats. 1992) (CSM-4432)
33. \*Perinatal Services (Ch. 1603, Stats. 1990) (CSM-4397)
34. Personal Alarm Devices (8 Cal. Code Regs. 3401 (c)) (CSM-4087)
35. \*Photographic Record of Evidence (Ch. 875, Stats. 1985) (98-TC-07)
36. Pocket Masks (Ch. 1334, Stats. 1987) (CSM-4291)
37. \*Post Conviction: DNA Court Proceedings (Ch. 943, Stats. 2001) (00-TC-21, 01-TC-08)
38. \*Post Mortem Examinations (Ch. 284, Stats. 2000) (00-TC-18)
39. Prisoner Parental Rights (Ch. 820, Stats. 1991) (CSM-4427)
40. \*Senior Citizens Property Tax Deferral (Ch. 1242, Stats. 1977)
41. Sex Crime Confidentiality (Ch. 502, Stats. 1992; Ch. 36, Stats. 1994, 1<sup>st</sup> Ex. Session) (98-TC-21)
42. Sex Offenders: Disclosure by Law Enforcement Officers (Ch. 908 and 909, Stats. 1996) (97-TC-15)

43. SIDS Autopsies (Ch. 955, Stats. 1989) (CSM-4393)
44. SIDS Contacts by Local Health Officers (Ch. 268, Stats. 1991) (CSM-4424)
45. SIDS Notices (Ch. 453, Stats. 1974) (04-LM-01)
46. SIDS Training for Firefighters (Ch. 1111, Stats. 1989) (CSM-4412)
47. \*Stolen Vehicle Notification (Ch. 337, Stats. 1990) (CSM-4403)
48. Structural and Wildland Firefighter Safety Clothing and Equipment (8 Cal. Code of Regs. 3401 to 3410, incl.) (CSM-4261-4281)
49. Substandard Housing (Ch. 238, Stats. 1974) (CSM-4303)
50. Very High Fire Hazard Severity Zones (Ch. 1188, Stats. 1992) (97-TC-13)
51. Victims Statements-Minors (Ch. 332, Stats. 1981) (04-LM-14)

\* *Newly suspended mandates identified by the Legislature in fiscal year 2009-10.*

ICC: DUCAY, LYNN, CASTANEDA, ROMERO, SHELTON

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Mandates\_Counties\_2009-10.doc**