

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

951



**FROM:** County Executive Office

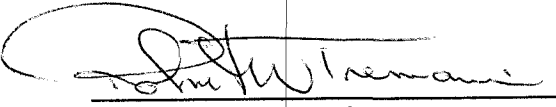
**SUBMITTAL DATE:**  
February 23, 2010

**SUBJECT:** Recommended increase to appropriations for contingency in order to cover the Board-approved backfill of Proposition 172, public safety sales tax.

**RECOMMENDED MOTION:** That the Board of Supervisors approve and direct the Auditor-Controller to increase appropriations for contingency and decrease general fund reserves as reflected on Attachment "A".

**BACKGROUND:** At its regular meeting on February 9, 2010 (item 3.64), the Board approved the use of contingency to backfill \$15.2 million in current-year Proposition 172 public safety sales tax revenue losses. Currently, there are insufficient funds within contingency to cover the full backfill as approved. A budget adjustment is requested to draw \$888,040 from the reserve for economic uncertainty (REU), place those funds into contingency, and complete the backfill transaction as directed.

Continued page 2:

  
 Robert W. Tremaine  
 Principal Management Analyst

FISCAL PROCEDURES APPROVED  
 ROBERT E. BYRD, AUDITOR-CONTROLLER  
 BY: Tanya S. Harris 2/17/10  
 TANYA S. HARRIS  
 Departmental Concurrence

|                       |                               |            |                         |         |
|-----------------------|-------------------------------|------------|-------------------------|---------|
| <b>FINANCIAL DATA</b> | Current F.Y. Total Cost:      | \$ 888,040 | In Current Year Budget: | No      |
|                       | Current F.Y. Net County Cost: | \$ 888,040 | Budget Adjustment:      | Yes     |
|                       | Annual Net County Cost:       | \$         | For Fiscal Year:        | 2009/10 |

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

**C.E.O. RECOMMENDATION:** **APPROVE**  
 BY: Christopher M. Hans  
 County Executive Office Signature

- Policy
- Policy
- Consent
- Consent

Dept't Recomm.:  
Per Exec. Ofc.:

RE: Adjustment to the Contingency Fund for Proposition 172 Public Safety Sales Tax Backfill  
Date  
Page 2

The Board target for REU is 15% of discretionary revenue, but no less than 6%. Upon approval of this item the REU balance will be \$108.4 million, or 18% of discretionary revenue.

Upon approval of this item the balance within contingency will be zero. With contingency at zero, any unforeseen costs or uncorrectable general fund department overruns at year-end will have to be covered by general fund reserves.

**Attachment "A"**

|                              |                                |           |
|------------------------------|--------------------------------|-----------|
| Increase appropriations:     |                                |           |
| 10000-1109000000-581000      | Appropriations for contingency | \$888,040 |
| Decrease board designations: |                                |           |
| 10000-1000100000-320110      | DFB – economic uncertainty     | \$888,040 |