

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

280



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 a technical adjustment 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. This technical adjustment is necessary to complete the Board directive. 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

Departmental Concurrence

FINANCIAL DATA	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

SOURCE OF FUNDS: 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

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

3.12

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

Date

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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
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Decrease board designations:

10000-1000100000-320110	DFB – economic uncertainty	\$888,040
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