



Solano County

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Minutes - Final Board of Supervisors

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*Barbara Kondylis (Dist. 1)
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Monday, June 25, 2012

9:00 AM

Board of Supervisors Chambers

SPECIAL MEETING

CALL TO ORDER

The Solano County Board of Supervisors, also sitting as the Board of Directors of the East Vallejo Fire Protection District, met on the 25th day of June, 2012 in special session in the Solano County Board of Supervisors Chambers in the Solano County Government Center, 675 Texas Street, Fairfield, California at 9:00 a.m. for the purpose of discussing the budget for Fiscal Year 2012/13. Present were Supervisors Reagan, Spering, Vasquez, and Chair Seifert. Chair Seifert presided. Also present were County Administrator Birgitta E. Corsello and County Counsel Dennis Bunting. Supervisor Kondylis arrived at 9:05 a.m.

ROLL CALL

Present 5 - Barbara R. Kondylis, Linda J. Seifert, James P. Spering, John M. Vasquez and Michael J. Reagan

SALUTE TO THE FLAG AND A MOMENT OF SILENCE

This meeting of the Solano County Board of Supervisors continued with the Salute to the Flag and a Moment of Silence.

APPROVAL OF THE AGENDA

The agenda for the Solano County Board of Supervisors' Budget Hearing for June 25, 2012 was approved as submitted.

On motion of Supervisor Spering, seconded by Supervisor Vasquez, the agenda for the Solano County Board of Supervisors' Budget Hearing for June 25, 2012 was approved as submitted.

County Administrator

- 1 [12-0444](#) Conduct a noticed/published hearing to consider adoption of the FY2012/13 Recommended Budget
- a) County Administrator's presentation of the FY2012/13 Recommended Budget overview
 - b) Recommendations for consideration and action regarding the FY2012/13 including technical adjustments proposed at this hearing
 - c) Selection of budget units for discussion and Board of Supervisor members' comments
 - d) Public Comment of FY2012/13 Recommended Budget
 - e) Board discussion of budget units selected for discussion by functional area
 - f) Continue FY2012/13 Recommended Budget Hearings as needed until conclusion
 - g) Adopt the Budget Resolution for FY2012/13 and other recommendations included in the Supplemental Budget Report

Attachments: [A - Summary of Supplemental Budget Adjustments](#)
[B - Supplemental Budget Adjustments](#)
[C - Position Costs](#)
[D - Uncertainties, Risks, Exposures and Unfunded Liabilities](#)
[E - Budget Resolution No. 2012-116.pdf](#)
[F - Position Allocation Report](#)
[G - Recommended Positions Resolution 2012-117](#)
[H - Supplemental Positions Resolution Resolution No. 2012-118](#)
[MinuteOrder.pdf](#)

The Board was requested to conduct a noticed/published hearing to consider adoption of the FY2012/13 Recommended Budget.

County Administrator Birgitta E. Corsello reviewed the Recommended Budget and the Supplemental Budget. Ms. Corsello noted that the Recommended Budget was balanced and included: 1) Summation of efforts to date to address operational funding deficits, transitioning programs and State-imposed changes; 2) Projected expenditure and revenues; 3) Net increase of 35.75 positions (Recommended and Supplemental); 4) Does not address speculative State & Federal budget deliberations and negotiations; and 5) Will require additional action to address operational funding deficits in the General Fund & Other Funds.

Ms. Corsello noted that the Recommended Budget issued was \$752,791,728. Ms.

Corsello noted that an additional \$75,188,832 was being requested in Supplemental Adjustments for a revised total of \$827,980,560. Ms. Corsello noted that the Supplemental Adjustments included policy discussion recommendations with regards to Reserves/Contingencies and also included the assumption that the jail project would go forward which was to be discussed by the Board on June 26, 2012.

Ms. Corsello reviewed the Recommended Expenditure Plan for both the Recommended Budget and the Supplemental Budget. It was noted that the Recommended Budget Expenditure Plan reflected decreases or flat funding in Health and Social Services; reduction in General Government; and increases in Public Safety.

Ms. Corsello noted that the Supplemental Budget Expenditure Plan reflected an increase in General Government due to the cost of the jail capital project being a general government expense in accordance with Reporting Requirements to the State.

Ms. Corsello noted that 34% of the budget was for salaries and employee benefits; 13% for services and supplies including contract services; interfund transfers between operating funds; general assistance; 21% for debt service; 18% for Other Financing Uses; and 9% for Fixed Assets.

Ms. Corsello reviewed the recommended Supplemental Budget Adjustments as follows: 1) \$61.6 million for new jail construction under AB 900; 2) \$2.8 million for debt service payments; 3) \$1.5 million for Fouts Springs demobilization; 4) \$1.5 million for First 5 Solano grants and projects; 5) \$750,000 for increased insurance for jail operations; 6) \$738,087 to complete JFK Library consolidation project; 7) \$556,267 adjustments for OES/Homeland Security grants; 8) \$400,000 for assessment appeals consultant; 9) \$247,919 loss in federal/state match for Child Support Services; and 10) \$225,000 contribution for Health Access and community clinics which was a draw against Contingencies.

Ms. Corsello noted that primary sources of funding for the Supplemental Budget adjustments included: 1) \$66.3 million in AB 900 new fees and grants; 2) \$400,000 General Fund/Net County Cost re-budget; 3) \$2.8 million from General Reserves; 4) \$3.8 million reduction in Contingencies; and 5) \$1.84 million in Fund Balance/Contingencies in other funds.

Ms. Corsello reviewed the sources of funding for the FY2012/13 Budget which included: 1) Funding from the State - 28%; 2) Taxes - 14%; 3) Redevelopment Pass-Through - 2% which was a potential exposure to be determined by the State; 4) Federal Government - 13%; and 5) Fund balance from FY2011/12.

Ms. Corsello noted that revenue assumptions included: 1) \$547,033 or 0.9% increase in Secured Property Taxes; 2) \$1.3 million or 12.8% loss in Redevelopment Pass-Through; 3) \$4.2 million or 16.8% increase in Prop 172 revenues; 4) \$29 million in 2011 Realignment for Public Safety, H&SS programs; 5) \$900,000 reduction in disposal fees due to decrease tonnage; 6) Interest income estimated to remain flat at yields less than 1%; 7) No Williamson Act Contract subvention from the State; and 8) No SB 90 Reimbursements from the State.

Ms. Corsello noted that the FY2012/13 Recommended Budget did use one-time revenues as follows: 1) Applies \$32.6 million in Fund Balance to finance the budget; 2) Sets Contingencies at \$18.225 million net of \$3.775 in Contingencies to pay for \$1.5 million for Fouts Springs demobilization; \$1.3 million General Fund Loss due to Redevelopment, \$750,000 for increased insurance for jail operations, and \$225,000

contribution to non-County agencies; 3) Uses \$800,000 from Unfunded Employee Accrued Leave Payoff Reserve; and 4) Draws \$2.8 million from General Reserves for annual payment on 2002/2007 Certificates of Participation.

Ms. Corsello noted that the County must reduce expenditures to close the projected \$12.7 million operational funding deficit and that there was no indication that revenues would increase in the near future.

Ms. Corsello reviewed the Deficit Reduction Strategies and efforts that were taken over the past year to reduce on-going costs and restructure County operations. Ms. Corsello noted that Budget Workshops were held in August/September/October/December to develop, refine and implement the Reduction Strategies; the Board received Midyear and Third Quarter updates; and in January, the Board explored furlough options with management and unions. Ms. Corsello noted that organizational changes that were effected in FY2011/12 included: 1) Moving Animal Care under the Sheriff; 2) Moving Parks under Resource Management; 3) Moving Office of Family Violence Prevention under District Attorney; and 4) Closing Fouts Springs Juvenile Detention Facility and Reprographics. Ms. Corsello noted that changes in the County's business practices included the initiation and implementation of automation projects to increase effectiveness and that the County would continue to explore ways to streamline procedures and use targeted training to gain more organizational efficiencies.

Cost avoidance strategy included: 1) Selectively disposed of real and personal property no longer benefiting the County; 2) Strategically managed and reduced vacancies; and 3) Added staff in Probation to address changes due to the closure of Fouts Springs Youth Facility; and Child Welfare Services and County Counsel to address increases in the Foster Care Program, improve the outcomes of those children, and manage that cost differently.

Program changes included integrating Behavioral Health services with Primary Care; expanding the Joint Powers Authority to Yolo County for Public Health Lab; returning Foster Care Home Licensing function to the State; merging Public Guardian with Older and Disabled Adult Services; and reorganizing engineering services in Resource Management to improve Public Works service delivery at a lower cost.

Ms. Corsello reviewed cumulative efforts through FY2011/12 which included efforts to secure concessions and take back of costs of employee's salaries and benefits. It was noted that going forward in FY2012/13 and beyond would include working with employee groups to reduce impact of future benefit increases in health and retirement and working with departments to look at additional opportunities for restructuring.

Ms. Corsello reviewed international, national, state, and local factors affecting local economic conditions. Ms. Corsello noted that the high unemployment rates had created a higher demand for Health and Social Services Programs and that there were reduced revenues to pay for that demand. Ms. Corsello noted that there were also pressures on the tax revenues from the changes in the housing and commercial real estate markets.

Ms. Corsello noted that changes that affected the County's budget included the State's 2011 Realignment/AB 109 affecting Public Safety service delivery and funding for Health & Social Services. In addition, the State dismantled Redevelopment Agencies, resulting in an annual loss of \$1.3 million in Pass-Through agreements to the County.

Ms. Corsello reviewed the cumulative changes in the workforce, from 3,133.810 positions in FY2008/09 to 2,497.275 in FY2011/12. Ms. Corsello noted that the County's workforce was retracted through retirement incentives, deletion of vacant positions, and lay-offs, and that the FY2012/13 Budget proposed to add a net 35.750 positions for a total of 2,577.6 employees which was a cumulative change of -556.21 or -17.86% since FY2008/09. Ms. Corsello noted that the increase in positions was being driven by Realignment of Public Safety which brought in new revenue and new responsibilities from the State requiring additional staff. Changes were also implemented in Health and Social Services moving to Federally Qualified Health Care operations being fully staffed and operated using federal funding with no cost to the County's General Fund. In addition, positions were eliminated due to the closure of Fouts Springs Youth Facility and Reprographics.

Ms. Corsello reviewed the County's Assessed Values and Property Tax Revenues; General Fund Means of Financing and Expenditure Plan; General Fund contributions to Other Funds; Fund 900 - Public Safety Means of Financing and Expenditure Plan; Fund 902 - Health and Social Services Fund Means of Financing and Expenditure Plan; and General Fund Reserves/Contingencies.

Ms. Corsello reviewed the General Fund Reserve balance and the General Fund Contingencies balance noting that these were funds that could be utilized to close the operational funding deficit. Ms. Corsello noted that the current level of funding of the General Fund Reserve was \$35.6 million and that they were proposing to drop down to \$32.8 million in FY2012/13. Ms. Corsello noted that the Board's policy was to maintain \$20 million as the floor and that \$12 million would remain above that floor for future use. In addition, the General Fund Contingencies was at \$22 million and that the Supplemental Budget proposed to draw down Contingencies leaving a balance of \$18.3 million.

Ms. Corsello reviewed revenue assumptions going forward, noting property tax revenue was projected to be flat for FY2013/14 with a slight increase in FY2014/15; Redevelopment Pass-Through Agreement loss of \$1.3 million would be an ongoing loss; and market conditions were in a constant state of flux both nationally and globally. Ms. Corsello noted that there were improvements in Proposition 172 funding and Sales taxes in unincorporated areas.

Ms. Corsello reviewed revenue exposures which included: 1) Potential loss of \$224,549 in State Criminal Alien Assistance program funding; 2) Long-term formula for AB 109 funding pending outcome of November ballot measure; 3) Redevelopment Pass-Through agreements still at risk; 4) Public Facility Fees not coming in as expected due to slow new construction activity; 5) Litigation on Measure E would put approximately \$2 million in revenues at risk from landfill tipping fees; and 6) Federal budget sequestration could shift federal program priorities and funding for the County. Expenditure exposures included: 1) Additional \$250,000 in General Fund costs for IHSS maintenance of effort; 2) Jail population increasing and clientele changing; 3) Parole violation hearings transitioning from the State to local courts; 4) Possible increase in Court-appointed defense costs; 5) UC Cooperative Extension new regional structure; and 6) Rate increases for retirement and health care.

Ms. Corsello noted that the FY2012/13 Recommended and Supplemental Budget was balanced and recommended that the Board begin with budget workshops in August 2012 to discuss solutions to reduce the General Fund expenditures by \$5 to \$6 million by the end of FY2012/13, and that the objective would be to close the General Fund long-term structural deficit prior to available General Reserve floor dropping below \$20 million.

PUBLIC COMMENT

Chair Seifert invited members of the public to address the Board on issues pertaining to the FY2012/13 Recommended Budget. The following comments were received:

A. Donald Tipton, unincorporated Vallejo, noted that he opposed the \$60,000 expenditure for wireless computers; felt that more clarity could have been provided regarding \$3.8 million in loans and participation in payoffs; Cost associated with the closure of Fouts Springs; Funding for the Solano County Grand Jury; Costs associated with Measure E; Cost to operate Lighting District; Source of Interest Income; Funding for Fairgrounds Project; and Support for America Back to Work legislation.

B. JoAnn Banks noted that instead of building jails she felt that it was more important to educate families and provide needed social services for domestic violence, anger management, mental health and depression. Ms. Banks expressed concern with the Black Infant Health Program being outsourced to the community.

C. Ken Billie, Vallejo; Rev. Dante Quick, Vallejo; Pastor Anthony Summers, Vallejo; Carroll Broadfoot, Jr., Vallejo; and Edison Kelly, Principal at Vallejo Continuation High School, expressed support for maintaining the current operation of the Black Infant Health Program and providing social services programs in lieu of incarceration.

D. Danielo Coleman, Vallejo, expressed support for mental health, public health, and education funding instead of building more jails.

E. Kim Thomas, Children's Alliance, suggested that a collaborative effort be made to increase revenues instead of making additional cuts to programs.

RECESS

This meeting of the Solano County Board of Supervisors recessed at 10:55 a.m. and reconvened at 11:10 a.m. All members were present. Chair Seifert presided.

STAFF RESPONSE TO PUBLIC COMMENTS

In response to the concerns expressed by the public, the following comments were provided by County staff:

Patrick Duterte, Director of Solano County Health and Social Services, noted that the County would have a continuing dialogue with the community on the Black Infant Health Program. Mr. Duterte noted that due to Federal and State funding reductions, changes were proposed and that there was a need to improve communications with the community as their input was essential in determining the most important areas to place public dollars.

Dr. Bela Matyas, Deputy Director of Health and Social Services, noted that dollars received for the Black Infant Health Program were only spent in Solano County. Dr. Matyas noted that significant cuts were made to the Black Infant Health Program over the past several years, from a high of \$2 million to the current funding level of \$650,000, by State and Federal government agencies. Dr. Matyas noted that because the County was not able to sustain the program at the same level due to changes in the State's operating requirements, it was felt that moving the Black Infant Health Program to the community would be more beneficial where other sources of funding

could be leveraged and that retention of expertise such as Public Health Nursing would remain at the County level.

Dr. Matyas noted that Solano County had experienced significant challenges with access to healthcare including the decision by Sutter Health statewide to cease specialty care support for CMSP indigent clients. Dr. Matyas noted that within the County health services structure, services were provided in the areas of primary care, dental care, mental health and medical services. However, the resources were not available to provide specialty care. In addition, several large providers of primary and specialty care have closed for various reasons and many providers in the County have stopped seeing Medi-Cal patients. Dr. Matyas noted that the Board supported the expansion of County services in Vallejo and Fairfield along with an expansion into Vacaville and felt that these primary care clinics, dental health clinics, and mental health clinics would go a long way in meeting the needs of the County residents. Dr. Matyas noted that there was a need to work with community partners to inform the public of services available and to work with organizations in underserved communities to increase transportation services to the clinics. Dr. Matyas noted that the mobile dental health clinic would be operating at maximum capacity and serving locations where transportation issues were challenging. In addition, they were working toward bringing primary care services into underserved areas of the community.

Mr. Duterte noted that conversations would be taking place tomorrow regarding AB 109 and re-entry of prisoners coming back into the community. Mr. Duterte noted that it was important to have a balanced approach in addressing mental health issues and employment issues in an effort to stop individuals from re-offending and being incarcerated.

Mr. Duterte addressed the services being provided in mental health and noted that through Intergovernmental Transfer dollars, additional revenues were received to provide mental health services and to keep patients from going to the emergency room or being incarcerated. Mr. Duterte noted that a Crisis Stabilization Unit was opening to allow mental health patients to be brought in for 23 hours to stabilize.

Gary Stanton, Solano County Sheriff/Coroner, noted that it was regrettable that Solano County had to build another jail facility to address the prison population. Sheriff Stanton noted that the largest issue increasing the jail population was the use of drugs and that there was a need to focus on alternatives. Sheriff Stanton noted that mentally ill people do not do better in jail but that there was no other alternative. Sheriff Stanton noted that there was a need to establish programs to address the issues of those incarcerated and that alcohol and drug services were provided to long term prisoners. Sheriff Stanton noted that when jails became overcrowded, programs were eliminated to allow space for the inmates. Sheriff Stanton noted that it was his hope that building a new jail facility would provide the opportunity to house inmates and return the Claybank Facility back to its original purpose to provide rehabilitative programs for 2011 Realignment and other populations. Sheriff Stanton noted that programs on the outside were non-existent and that there needed to be a focus on establishing those programs so that there were community partners to serve the inmates when they were released from jail.

Chris Hansen, Solano County Probation Officer, noted that he felt it was most important to implement programs for juveniles for the best chance to change behaviors. Mr. Hansen noted that he felt it would be beneficial for community partners to be involved in tutoring kids placed in Juvenile Hall and to get them back on the right track. Mr. Hansen noted that the Probation Department was partnering with the

Sheriff's Office to perhaps establish a Day Reporting Center as an adjunct to the Claybank Detention Facility to assist inmates in transitioning out of jail and to provide the necessary support services.

Nancy Huston, Assistant County Administrator, noted that AB 900 funds from the State in the amount of \$61.6 million would be used to build a new jail facility in Solano County. The remaining balance of \$26 million would be from Public Facility Fees. Therefore, no County General Funds would be used for the construction of the new jail facility.

BOARD MEMBER COMMENTS

Supervisor Reagan noted that the new jail facility would facilitate the proper housing of inmates and that the public could supplement what schools were doing to teach kids to read and write and become literate.

In response to concerns expressed by the public, Supervisor Spering noted that the County moved funding for streets and roads to provide transportation to the most vulnerable in the community and that he supported expansion of Public-Private Partnerships. Supervisor Spering noted that the Board had the responsibility of establishing Budget Strategies to ensure that the most vulnerable and the neediest in the community were served. Supervisor Spering noted that the Realignment Committee was convened to look for a better way to provide innovative programs and services. Supervisor Spering requested that staff provide the Board with an overview of the dollars now being invested in the Black Infant Health Program.

Chair Seifert noted that conversations with the community was a priority with the County and encouraged the community to contact their County Supervisor to bring their concerns to light.

BUDGET UNITS FOR DISCUSSION

Chair Seifert provided an overview of the budget hearing process and noted that the following budget units were selected for further discussion:

Contingencies and Reserves; Board of Supervisors - 1001 thru 1005; General Fund Other-Debt Service - 1906; Assessor/Recorder - 1150; General Revenue - 1101; County Counsel - 1400; General Services - 1117; Airport - 9000; Fouts Springs Youth Facility - 2801; Department of Information Technology - 1870; ACO - 1700; Fairgrounds Development Project - 1815; Public Facilities Fees - 1760; Office of Family Violence Prevention - 5500; Sheriff - 6550; Agricultural Commissioner - 2830; Delta Water Activities - 1451; Parks & Recreation - 7000; Health Services - 7880; Social Services - 7680; First 5 Solano - 1530; General Fund - 9301; Accumulated Capital Outlay - 9306.

RECESS

This meeting of the Solano County Board of Supervisors recessed at 12:05 p.m. and reconvened at 1:30 p.m. Present were Supervisors Reagan, Spering, Vasquez and Chair Seifert. Chair Seifert presided. Supervisor Kondylis arrived at 1:45 p.m.

Board of Supervisors - Budget Units 1001, 1002, 1003, 1004, 1005

It was the consensus of the Board that the Contributions to Non-County Agencies be maintained at \$2,500 for each supervisorial district to provide assistance to community programs at the discretion of the individual Board members. It was noted that an additional \$4,500 would be required to be added to the budget to provide \$2,500 for each district.

General Fund Other - Debt Service - Budget Unit 1906

Chair Seifert expressed her concern that \$2.8 million from the General Fund was being used to support vacant space in the County Government Center and requested that staff make it a priority to move other operations into this building to assist with this cost.

Assistant County Administrator Nancy Huston noted that the \$2.8 million from the General Fund was related to the Debt Service payments for the 2002 and 2007 bond issuances which built the County Government Center, the Probation Department, the Parking Garage, and part of the Co-generation Plant.

Assessor/Recorder - Budget Unit 1150

Discussion was held regarding the hiring of a consultant for \$400,000 to provide professional services.

Assessor/Recorder Marc Tonnesen noted that an outside consultant with the necessary expertise and knowledge was required to defend the County's assessment of Genentech.

General Revenue - Budget Unit 1101

Discussion was held regarding the calculation of \$1.3 million in Redevelopment funding loss.

Auditor/Controller Simona Padilla-Scholtens, noted that the loss was calculated adhering to the requirements of ABX-26 as it pertained to the I-505/Genentech Pass-Through Agreement and the Cordelia Area Pass-Through Agreement.

County Counsel - Budget Unit 1400

Discussion was held regarding the decrease in the hourly rate for services provided by the County Counsel's Office from \$145 to \$140.

County Counsel Dennis Bunting noted that, in accordance with the Auditor/Controller's methodology for determining the hourly rate, a standard 40-hour work week was utilized even though more hours were worked. In addition, the reduction in employee benefit costs lowered the hourly rate.

General Services - Budget Unit 1117

Discussion was held regarding establishing a policy to calculate the cost of operating a County building and capital improvement costs into the price per square foot of

occupied space which was consistent with the cost of leasing a building.

Department of Information Technology - Budget Unit 1870

Discussion was held regarding the provision of a funding source to replenish the Technology Fund which was established by the Board for automation projects to provide savings to the County.

Accumulated Outlay - Budget Unit 1700

It was noted that the funding for the re-roofing of the Vallejo Veterans Building in the FY2011/12 would be rolled over to the FY2012/13 budget to coincide with the HVAC project for the Vallejo Veterans Building in the FY2012/13 budget.

Fairgrounds Development Project - Budget Unit 1815

Discussion was held regarding the Fairgrounds Development Project and it was noted that it was important to move forward with the Specific Plan for the area to entitle the area for the Fair of the Future. It was further noted that the EIR would focus on this area and that it was important to have planning in place to move forward with the construction of the new Exposition Hall.

Sheriff - Budget Unit 6550

Discussion was held regarding an increase in insurance to cover the potential exposure of AB 109 Public Safety Realignment inmates that will be held in County Jail facilities and have additional medical needs.

Additional discussion was held regarding the establishment of a Day Reporting Center.

Agriculture Commissioner/Sealer of Weights and Measures - Budget Unit 2830

Discussion was held regarding the consolidation and relocation of facilities and the purchase of a dynamometer.

Resource Management - Delta Water Activities - Budget Unit 1451

Discussion was held regarding cost increases which were due to the County's contribution for hiring of a new manager for the Delta Counties Coalition. In addition, funding was set aside for the possible review of the Bay Delta Conservation Plan and the Delta Plan which were underway at the State and federal level.

Parks & Recreation - Budget Unit 7000

Supervisor Reagan expressed his opposition to subsidizing Park Rangers for the Solano Land Trust.

Health Services - Budget Unit 7880

Discussion was held regarding staffing levels for primary care clinics including the William J. Carroll Government Center. It was noted that staff would be relocated from

two leased space sites in Vacaville to the newly constructed William J. Carroll Government Center.

Social Services - Budget Unit 7680

Discussion was held regarding the need to train and fill positions in Employment and Eligibility Services.

RECESS

This meeting of the Solano County Board of Supervisors recessed at 3:35 p.m. and reconvened at 3:45 p.m. All members were present and Chair Seifert presided.

First 5 Solano - Budget Unit 1530

Discussion was held regarding the positive impacts that will take place due to the restoration of funding by the State.

Contingencies - General - Budget Unit 9801 and ACO - Budget Unit 9306

Discussion was held regarding long term obligations and unfunded liabilities including Deferred Maintenance of building facilities.

County Administrator Birgitta E. Corsello noted that in the event that the General Fund's Year End Fund Balance exceeds the amount needed to balance the FY2012/13 Budget, the Board was being requested to authorize the Auditor-Controller, with the County Administrator's approval, to: 1) Increase the General Fund Assigned Balance for Accrued Leave Payoff or for Deferred Maintenance or both; and Effect an additional payment towards the Other Post-Employment Benefit unfunded liability; and 2) Increase the General Fund General Reserve by the amount the General Funds Year End Fund Balance exceeds the amount needed to balance the FY2012/13 Budget and any other actions as may be authorized by the Board following Budget Hearing deliberations; and 2) Authorize the repayment of the Pension Debt Service Fund and Other General Fund loans.

Baby Coach Program Funding

Supervisor Kondylis requested that \$50,000 be added to the budget to fund the Baby Coach Program with the provision that the Children's Nurturing Project provides the matching funds.

Adoption of the FY2012/13 Solano County Budget

At the conclusion of the public hearing, the following action was taken:

On motion of Supervisor Vasquez, seconded by Supervisor Sperring, the Board:

A. Adopted and authorized Chair Seifert to sign Resolution No. 2012-116 adopting the Budget for the County of Solano for the 2012/13 Fiscal Year in the amount of \$828,035,060 which included: Recommended Budget of \$752,791,728; Supplemental Budget of \$75,188,832; Addition of \$4,500 for the Board of Supervisors' Contributions to Non-County Agencies; and Addition of

\$50,000 for the Baby Coach Training Program with the provision that the Children's Nurturing Project provides the matching funds (see Resolution Book);

B) Approved the Position Allocation List reflecting allocated positions as of May 10, 2012;

C) Adopted and authorized Chair Seifert to sign Resolution No. 12-117 approving the Position Allocation List and Resolution No. 12-118 approving the Supplemental Position Allocation List for a net increase of 35.75 positions (see Resolution Book);

D) Authorized the Director of Human Resources, with the concurrence of the County Administrator, to make technical changes to the Position Allocation List;

E. Authorized the County Administrator to delete positions that have been vacant for over six months, in accordance with the 2011 Budget Reduction Strategy of eliminating or freezing vacant positions and only filling positions that are "Mission Critical" to the organization, and to accordingly direct the Director of Human Resources to make technical changes to the Position Allocation List as needed.

F) Authorized the County Administrator, assisted by the Auditor-Controller, to draw down \$2.8 million from the General Fund General Reserve and transfer this amount to Fund 332 for future General Fund debt service payments on the 2002 and 2007 Certificates of Participation;

G) Authorized \$3.775 million reduction in FY2012/13 Contingency which included: 1) \$1.5 million for demobilization of Fouts Springs Youth Facility; 2) \$1.3 million to backfill the General Fund loss in Redevelopment Pass-Through funding resulting from the State's elimination for Redevelopment Agencies; 3) \$750,000 to enable the purchase of expanded workers compensation, catastrophic medical care and liability insurance coverage in relation to the County's jail operations; and 4) \$225,000 to fund an increase in the appropriation for General Fund contribution to Health Access/Community Clinics;

H) Authorized the Auditor-Controller to apply amounts received from Departments for the costs of the PARS Supplementary Retirement Plan to the Pension Debt Service Fund during FY2011/12 through FY2015/16;

I) Authorized the Auditor-Controller, with the concurrence of the County Administrator, to make adjustments after the close of the Budget Hearings and the end of the fiscal year as needed and where applicable to balance the FY2012/13 Adopted Budget;

J) Authorized use of FY2011/12 available fund balance to cover \$1.3 million loss in FY2011/12 Redevelopment Pass-Through funding; and an estimated \$500,000 FY2011/12 deficit in Fund 031, Fouts Springs;

K) Authorized the Auditor-Controller, with the concurrence of the County Administrator, to transfer appropriations within a Fund to cover year-end close-out if justified, subject to the transfer(s) not increasing the total

appropriation within the fund;

L) In the event that the General Fund’s Year End Fund Balance exceeds the amount needed to balance the FY2012/13 Budget, authorized the Auditor-Controller, with the County Administrator’s approval, to: 1a) Increase the General Fund Assigned Balance for Deferred Maintenance; and Effect an additional payment of \$1.8 million towards the Other Post-Employment Benefit (OPEB) unfunded liability (General Fund Share of \$256,000 and Non-General Fund share of \$1,544,000); and 1b) Increase the General Fund General Reserve by the amount the General Funds Year End Fund Balance exceeds the amount needed to balance the FY2012/13 Budget; and 2) Authorized the repayment of the Pension Debt Service Fund and Other General Fund loans.

So ordered by 5-0 vote.

Supervisor Reagan expressed his opposition to adding revenue to the Board of Supervisors’ Contribution to Non-County Agencies in the amount of \$2500 for each supervisorial district, utilizing Contingency to backfill programs no longer funded by the State or Federal government; and contributions to subsidize operations at Lynch Canyon.

ADJOURN

This meeting of the Solano County Board of Supervisor adjourned at 4:55 p.m. to the regular meeting of the Board of Supervisors on June 26, 2012 at 8:00 a.m., Board Chambers, 675 Texas Street, Fairfield, California.

LINDA J. SEIFERT, Chair
Solano County Board of Supervisors

BIRGITTA E. CORSELLO, Clerk of the
Solano County Board of Supervisors

By _____
Patricia J. Crittenden, Chief Deputy Clerk