



COUNTY OF SAN DIEGO

AGENDA ITEM

BOARD OF SUPERVISORS

GREG COX
First District

DIANNE JACOB
Second District

PAM SLATER-PRICE
Third District

RON ROBERTS
Fourth District

BILL HORN
Fifth District

DATE: December 12, 2006

TO: Board of Supervisors

SUBJECT: FISCAL YEAR 2006-07 FIRST QUARTER OPERATIONAL PLAN STATUS REPORT AND BUDGET ADJUSTMENTS (District: All)

SUMMARY:

Overview

This report summarizes the status of the County's FY 2006-07 Operational Plan, as measured by projected year-end fund balance. The projected fund balance from current year operations for the General Fund is \$106.1 million and for all budgetary funds combined is \$126.8 million.

This letter also recommends budget adjustments to fund various one-time projects from current budgetary savings, fund balance or unanticipated revenues. Among these adjustments are recommendations to appropriate funds to carry out capital and major maintenance projects, make Regional Communication System enhancements, purchase equipment to support health and safety needs and equipment for the Regional Law Enforcement Training Center, reimburse departments for Quality First payments made to employees, and establish management reserves. In addition, the Board is asked to ratify budget adjustments made by staff during Fiscal Year 2005-06 year-end closing to various general fund, county service area (CSA), private road development (PRD), redevelopment agency, airport enterprise, penalty assessment, and internal service funds. Also recommended is a net increase in the fund balance designation for the Department of Environmental Health. The board letter also recommends establishing 9 permanent positions to provide library services at the 4S Ranch Library, the transfer of a project manager position from the Department of Parks and Recreation to the Department of Public Works to assist with grant-funded capital development projects and the transfer of an ERP systems analyst from the Finance and General Government Group Executive Office to the Auditor and Controller to perform Oracle sustaining functions.

Recommendation(s)

CHIEF ADMINISTRATIVE OFFICER

1. Accept the FY 2006-07 first quarter report on projected year-end results.
2. Waive Board Policy A-91, Mid-Year Budget Changes.

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3. Establish appropriations of \$1,000,000 in the Sheriff's Department, services and supplies, for roof and floor refurbishments at the Las Colinas Detention Facility based on Public Safety Group's Fiscal Year 2005-06 fund balance available. (4 VOTES)
4. Establish appropriations of \$1,000,000 in the Sheriff's Department, services and supplies, for the Regional Communication System enhancements based on Public Safety Group's Fiscal Year 2005-06 fund balance available. (4 VOTES)
5. Establish appropriations of \$320,000 in the Sheriff's Department, services and supplies, for repairs at the George Bailey Detention Facility based on Public Safety Group's Fiscal Year 2005-06 fund balance available. (4 VOTES)
6. Establish appropriations of \$69,899 in the Sheriff's Department, services and supplies, for the North County Gang Task Force based on Public Safety Group's Fiscal Year 2005-06 fund balance available. (4 VOTES)
7. Establish appropriations of \$243,500 in the Sheriff's Department, services and supplies, for licenses, software, training and equipment for the Civil Automation System based on unanticipated revenue from the Sheriff's Civil Automation Trust Fund. (4 VOTES)
8. Establish appropriations of \$77,957 in the Public Safety Group Proposition 172 Special Revenue Fund, Operating Transfer Out, for transfer to the Health and Human Services Agency on behalf of the Sheriff's Department, based on fund balance available. (4 VOTES)
9. Establish appropriations of \$77,957 in the Health and Human Services Agency, Alcohol and Drug Services, services and supplies, to partially fund the Inebriate Center contract based on an operating transfer from the Proposition 172 Special Revenue Fund. (4 VOTES)
10. Establish appropriations of \$86,133 in the Sheriff's Department, services and supplies, for the Drug Endangered Children (DEC) coordinator and the California DEC Alliance Committee based on unanticipated DEC grant revenue from the Federal Children's Justice Act administered by the State Office of Emergency Services. (4 VOTES)
11. Establish appropriations of \$149,183 in the Sheriff's Department, fixed assets, for the Crime Lab based on unanticipated grant revenue from the Indian Gaming Local Community Benefit Committee. (4 VOTES)
12. Establish appropriations of \$52,600 in the Department of Housing and Community Development, salaries and benefits for a "Special Needs Housing

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Coordinator” position based on Public Safety Group’s Fiscal Year 2005-06 fund balance available. (4 VOTES)

13. Establish appropriations of \$3,354,000 in the District Attorney’s Office, services and supplies (\$2,854,000) and capital assets (\$500,000), for the one-time purchase of equipment to support employees’ health and safety needs, equipment for the Regional Law Enforcement Training Center and the District Attorney’s Training Division, and information technology upgrades and enhancements based on Public Safety Group’s Fiscal Year 2005-06 fund balance available. (4 VOTES)
14. Establish appropriations of \$1,491,316 in the Public Safety Group Proposition 172 Special Revenue Fund, Operating Transfer Out, for transfer to the District Attorney’s Office for one-time information technology enhancements and equipment based on fund balance available. (4 VOTES)
15. Establish appropriations of \$1,491,316 in the District Attorney’s Office, services and supplies, for Continuity of Operations Planning (COOP) for information technology enhancements and equipment needs based on an operating transfer from the Proposition 172 Special Revenue Fund. (4 VOTES)
16. Transfer appropriations of \$271,425 from the District Attorney’s Office to the Sheriff’s Department for costs associated with joining the Sheriff’s existing gigabit Ethernet network infrastructure.
17. Establish appropriations of \$50,500 in the District Attorney’s Federal Asset Forfeiture Fund, services and supplies for related investigative and prosecutorial activities for the Jurisdictions Unified for Drug Gang Enforcement (JUDGE) program based on unanticipated revenue from the JUDGE Asset Forfeiture Trust Fund. (4 VOTES)
18. Establish appropriations of \$932,628 in the Public Safety Group Proposition 172 Special Revenue Fund, Operating Transfer Out, for transfer to the Probation Department for one-time projects as outlined in recommendations 19-22 based on fund balance available. (4 VOTES)
19. Establish appropriations of \$500,000 in the Probation Department, services and supplies, for window replacements, a chain link fence, and for the completion of repairs at the Kearny Mesa Juvenile Detention Facility and the Girls Rehabilitation Facility based on an operating transfer from the Proposition 172 Special Revenue Fund. (4 VOTES)
20. Establish appropriations of \$242,835 in the Probation Department, services and supplies, for the septic project, pilot substance abuse counseling services, and contracted services for the work readiness for juvenile offenders at Camp

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Barrett based on an operating transfer from the Proposition 172 Special Revenue Fund. (4 VOTES)

21. Establish appropriations of \$142,185 in the Probation Department, services and supplies, for continuation of global positioning and home supervision contracts to monitor and track high-risk sex offenders and stalkers, while the department seeks an alternate funding source, based on an operating transfer from the Proposition 172 Special Revenue Fund. (4 VOTES)
22. Establish appropriations of \$47,608 in the Probation Department, services and supplies for the purchase of a new electronic fire alarm system at the Juvenile Ranch Facility based on an operating transfer from the Proposition 172 Special Revenue Fund. (4 VOTES)
23. Establish appropriations of \$50,000 in the Probation Department's Asset Forfeiture Fund, services and supplies, for costs associated with the purchase of law enforcement equipment based on fund balance available. (4 VOTES)
24. Ratify a transfer of appropriations of \$1,793,168 within the Fiscal Year 2005-06 budget for the Penalty Assessment Fund from Operating Transfer Out to Payment to Other County Departments for Trial Court Administration.
25. Establish appropriations of \$15,886,197 in salaries and benefits for Quality First payments based on Public Safety Group's Fiscal Year 2005-06 fund balance available as follows: District Attorney, \$1,806,411; Sheriff, \$8,773,160; Probation, \$3,106,008; Department of Child Support Services, \$830,261; Medical Examiner, \$184,424; Public Defender, \$743,156; Public Safety Group Executive Office, \$25,000; Office of Emergency Services, \$55,016; Citizens Law Enforcement Review Board, \$14,156; and Alternate Public Defender \$348,605. (4 VOTES)
26. Amend the Fiscal Year 2006-07 Department of Public Works Liquid Waste Equipment Acquisition Internal Service Fund Spending Plan in the amount of \$215,000 to provide funding for fixed assets based on fund balance available.
27. Establish appropriations of \$13,100 in the Department of Public Works Road Fund for project management software based on fund balance available. (4 VOTES)
28. Establish appropriations of \$155,000 in the Department of Public Works Road Fund for topographic survey, right-of-way mapping and preliminary engineering in Alpine, based on fund balance available. (4 VOTES)
29. Establish appropriations of \$6,200 in the Department of Public Works Road Fund for work station upgrades based on fund balance available. (4 VOTES)

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30. Establish appropriations of \$50,000 in the Department of Public Works Road Fund to develop wetland mitigation for future planned Capital Improvement Projects based on fund balance available. (4 VOTES)
31. Establish appropriations of \$80,000 in the Department of Public Works Road Fund for the rehabilitation of expansion joints on concrete county roads based on fund balance available. (4 VOTES)
32. Establish appropriations of \$1,392,131 in the Department of Public Works Detailed Work Program for the Valley Center Road North project construction based on unanticipated revenue from TransNet. (4 VOTES)
33. Establish appropriations of \$280,940 in the Department of Public Works Detailed Work Program for consultant services based on unanticipated revenue from TransNet (\$30,000), Federal Highway Administration (FHWA) funds (\$98,000), Transportation Impact Fee (TIF) funds (\$40,000), and fund balance available in the Road Fund (\$112,940). (4 VOTES)
34. Establish appropriations of \$66,398 in the Department of Public Works Detailed Work Program for right of way acquisition for the Viejas Boulevard Bridge project based on unanticipated revenue from Federal Highway Administration (FHWA) funds. (4 VOTES)
35. Amend the Fiscal Year 2006-07 Airport Enterprise Fund Spending Plan in the amount of \$108,361 to provide funding for additional costs for management services at Borrego, Ramona and a noise officer position at Palomar based on fund balance available.
36. Amend the Fiscal Year 2006-07 Airport Enterprise Fund Spending Plan in the amount of \$35,275 to provide funding for additional costs for the Ramona Helopad based on fund balance available.
37. Amend the Fiscal Year 2006-07 Airport Enterprise Fund Spending Plan in the amount of \$115,200 to provide funding for the renovation of the Palomar Administrative office and payment of the sublease rent based on fund balance available.
38. Establish appropriations of \$10,000 in the Department of Parks and Recreation, Special Departmental Expense, to fund an artifacts exhibit at Rancho Los Penasquitos, based on unanticipated revenue from awarded California Heritage Fund grant funds. (4 VOTES)
39. Establish appropriations of \$13,185 in the Department of Parks and Recreation, Professional and Specialized Services, to repair damage to a park sign based

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unanticipated revenue from an insurance settlement. (4 VOTES)

40. Establish appropriations of \$19,700 in the Department of Parks and Recreation, Special Departmental Expense, for repairs and rehabilitation work based on unanticipated revenue from San Diego Gas & Electric. (4 VOTES)
41. Establish appropriations of \$242,000 in the Ramona Park Land Dedication Ordinance (PLDO) fund, Contributions to Other Agencies (\$227,000) to fund an amendment to an agreement for improvements at Ramona Wellfield Park, and Inter-Departmental Expense (\$15,000) to provide for administration costs related to the proposed amendment, based on fund balance available. (4 VOTES)
42. Establish appropriations of \$5,000 in the Ramona PLDO fund, Contributions to Other Agencies, for local park planning activities, based on fund balance available. (4 VOTES)
43. Establish appropriations of \$5,000 in the Valley Center PLDO fund, Contributions to Other Agencies, for local park planning activities, based on fund balance available. (4 VOTES)
44. Establish appropriations of \$2,000 in the Fallbrook PLDO fund, Contributions to Other Agencies, for local park planning activities, based on fund balance available. (4 VOTES)
45. Establish appropriations of \$2,000 in the Pauma Valley PLDO fund, Contributions to Other Agencies, for local park planning activities, based on fund balance available. (4 VOTES)
46. Establish appropriations of \$1,000 in the Sweetwater PLDO fund, Contributions to Other Agencies, for local park planning activities, based on fund balance available. (4 VOTES)
47. Establish appropriations of \$1,000 in the Escondido PLDO fund, Contributions to Other Agencies, for local park planning activities, based on fund balance available. (4 VOTES)
48. Establish appropriations of \$1,200,000 in the Capital Outlay Fund for Capital Project 1010406 – Hilton Head Park Phase II Improvements, based on awarded Proposition 40 Roberti-Z'berg-Harris grant funds. (4 VOTES)
49. Establish appropriations of \$3,000,000 in the Capital Outlay Fund for Capital Project 1000285 – San Elijo Nature Center Expansion, based on awarded Proposition 40 Per Capita grant funds. (4 VOTES)

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50. Establish appropriations of \$375,000 in the Capital Outlay Fund for Capital Project 1010407 – Guajome Regional Park Restrooms, based on awarded Proposition 40 Roberti-Z’berg-Harris grant funds. (4 VOTES)
51. Authorize the Auditor and Controller to discharge an accounts receivable of \$1,106 in the Capital Outlay Fund, from the Proposition 12 Per Capita grant, for project costs that will not be reimbursed by the State, for the Sweetwater Trails/Bikeways Construction project.
52. Transfer appropriations of \$1,106 from the Department of Parks and Recreation (Special Departmental Expense) to Contributions to Capital Outlay Fund (Operating Transfer Out), for costs not reimbursed to the Capital Outlay Fund for Capital Project 1005262, Sweetwater Trails/Bikeways Construction.
53. Establish estimated revenue of \$1,106 in the Capital Outlay Fund for Capital Project 1005262, Sweetwater Trails/Bikeways Construction, based on an operating transfer from the General Fund.
54. Establish appropriations of \$855,000 in the Capital Outlay Fund for Capital Project 1005262 – Sweetwater Trails/Bikeways Construction, based on awarded Proposition 40 Roberti-Z’berg-Harris grant funds. (4 VOTES)
55. Cancel appropriations and related Community Development Block Grant revenue of \$21,703 in the Capital Outlay Fund for Capital Projects 1006862 – Julian Jess Martin Parking/Access Improvements (\$6,971), 1005993 - Felicita Park ADA Ramp Design (\$1,749) and 1006860 – Collier Park ADA Walkways (\$12,983), to allow remaining funds to be returned to the funding source.
56. Authorize the Auditor and Controller to discharge an accounts receivable of \$3,757 in the Capital Outlay Fund, from the Proposition 12 Roberti-Z’berg-Harris grant, for project costs that will not be reimbursed by the State, for the South Lane Park Improvements project.
57. Transfer appropriations of \$3,757 from the Department of Parks and Recreation (Special Departmental Expense) to Contributions to Capital Outlay Fund (Operating Transfer Out), for costs not reimbursed to the Capital Outlay Fund for Capital Project 1005261, South Lane Park Improvements.
58. Establish estimated revenue of \$3,757 in the Capital Outlay Fund for Capital Project 1005261, South Lane Park Improvements, based on an operating transfer from the General Fund.
59. Cancel appropriations and related Proposition 12 Roberti-Z’berg-Harris grant revenue of \$61,576 in the Capital Outlay Fund for Capital Project 1005261 – South Lane Park Improvements, to provide funds for the Nancy Jane Park

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Improvements project.

60. Establish appropriations of \$65,333 in the Capital Outlay Fund for Capital Project 1005260 – Nancy Jane Park Improvements, based on revenue made available by the cancellation of Proposition 12 Roberti-Z'berg-Harris grant funds in Capital Project 1005261 (\$61,576) and revenue from Proposition 12 Roberti-Z'berg-Harris grant funds (\$3,757). (4 VOTES)
61. Cancel appropriations and related operating transfer from the Crest PLDO Fund of \$28,000 in the Capital Outlay Fund for Capital Project 1005261 – South Lane Park Improvements, to provide funds for the Nancy Jane Park Improvements project.
62. Establish appropriations of \$30,000 in the Crest PLDO Fund, Operating Transfer Out, for the Nancy Jane Park Improvements project, based on fund balance available. (4 VOTES)
63. Establish appropriations of \$58,000 in the Capital Outlay Fund for Capital Project 1005260 – Nancy Jane Park Improvements, based on an operating transfer from the Crest PLDO Fund. (4 VOTES)
64. Cancel appropriations and related Proposition 12 Roberti-Z'berg-Harris grant revenue of \$141,000 in the Capital Outlay Fund for Capital Project 1005258 – Lakeside Sports Park (II) Development, to correct an action taken in the June 2006 to transfer funds from this project to the Ildica Street Acquisition Project.
65. Establish appropriations of \$89,880 in the Capital Outlay Fund, Operating Transfer Out, for transfer to the Department of Parks and Recreation, based on fund balance available. (4 VOTES)
66. Establish appropriations of \$89,880 in the Department of Parks and Recreation for Special Departmental Expense based on an operating transfer from the Capital Outlay Fund. (4 VOTES)
67. Establish appropriations of \$191,075 in the Farm and Home Advisor for fire prevention and fuels reduction education and outreach programs based on Land Use and Environmental Group's Fiscal Year 2005-06 fund balance available. (4 VOTES)
68. Transfer appropriations in the amount of \$22,000 from the Department of Planning & Land Use to the Department of Public Works to fund an amended contract with the Volunteer Fire Agency in the San Pasqual CSA.
69. Establish Appropriations of \$32,400 in the Department of Planning & Land Use for satellite imagery costs for the Multiple Species Conservation Program based

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on Land Use and Environment Group's Fiscal Year 2005-06 fund balance available. (4 VOTES)

70. Establish appropriations of \$125,000 in the Department of Planning & Land Use for additional consultant contract costs for the development of the Otay River Special Area Management Plan based on Land Use and Environment Group's Fiscal Year 2005-06 fund balance available. (4 VOTES)
71. Establish appropriations of \$177,850 in the Department of Environmental Health for universal waste education and management based on unanticipated revenue from the California Integrated Waste Management Board Household Hazardous Waste Grant. (4 VOTES)
72. Cancel appropriations and related revenue of \$42,119 in the Department of Environmental Health to reflect the final negotiated amounts of contracts and grants for Fiscal Year 2006-07.
73. Authorize the Auditor and Controller to increase the reserve designation within the General Fund for Environmental Health by \$1,037,695 based on Land Use and Environment Group's Fiscal Year 2005-06 fund balance available. (4 VOTES)
74. Transfer appropriations of \$306,900 from the Department of Public Works General Fund to the Department of Planning and Land Use for fire protection.
75. Establish appropriations of \$213,497 in the Department of Public Works General Fund for fire protection contracts based on Land Use and Environment Group's Fiscal Year 2005-06 fund balance available. (4 VOTES)
76. Establish appropriations of \$50,000 in the Department of Public Works General Fund for DPW Road Station Housing Repair contracts based on Land Use and Environment Group's Fiscal Year 2005-06 fund balance available. (4 VOTES)
77. Authorize the transfer of 1.0 FTE Project Manager from the Department of Parks and Recreation to the Department of Public Works to assist with grant-funded capital development projects included in the Department of Parks and Recreation Fiscal Year 2006-07 Operational Plan.
78. Ratify an increase in appropriations of \$40,600 to the Fiscal Year 2005-06 budget for Permanent Road Division 1007 Tumble Creek based on fund balance available. (4 VOTES)
79. Ratify an increase in appropriations of \$150 to the Fiscal Year 2005-06 budget for Permanent Road Division 129 Birch Street for Special Department Expense based on overrealized revenue. (4 VOTES)

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80. Ratify an increase in appropriations of \$1,909 to the Fiscal Year 2005-06 budget for County Service Area 115 Pepper Drive for Professional Services Expense based on overrealized revenue. (4 VOTES)
81. Ratify an increase in appropriations of \$9,761 to the Fiscal Year 2005-06 budget for Permanent Road Division 1001 Capra Way for Special Department Expense based on fund balance available. (4 VOTES)
82. Ratify an increase in appropriations of \$526 to the Fiscal Year 2005-06 budget for County Service Area 111 Boulevard Fire for Special Departmental Expense based on overrealized revenue. (4 VOTES)
83. Ratify an increase in appropriations of \$604 to the Fiscal Year 2005-06 budget for County Service Area 109 Mount Laguna Fire for Special Department Expense based on overrealized revenue (\$255) and fund balance available (\$349). (4 VOTES)
84. Ratify an increase in appropriations of \$150 to the Fiscal Year 2005-06 budget for County Service Area 111 Boulevard Fire for Special Department Expense based on fund balance available. (4 VOTES)
85. Ratify the increase in appropriations of \$787,161 to the Fiscal Year 2005-06 budget for various capital projects in the Airport Enterprise Fund based on overrealized Federal Aviation Administration (FAA) revenue (\$213,241) and fund balance available (\$573,920). (4 VOTES)
86. Establish management reserves of \$7,177,433 in the Land Use and Environment Group based on FY 2005-06 fund balance available. (4 VOTES)
87. Establish appropriations of \$1,713,443 in salaries and benefits for Quality First payments based on Land Use and Environment Group's Fiscal Year 2005-06 fund balance available as follows: Agriculture, Weights and Measures \$265,488, Environmental Health \$585,733, Farm and Home \$10,218, Parks and Recreation \$394,019, Planning and Land Use \$400,000 and Land Use and Environment Group-Executive Office \$57,985. (4 VOTES)
88. Establish appropriations of \$60,000 in the Department of Animal Services for the South County Shelter for a major maintenance project based on Community Services Group's Fiscal Year 2005-06 fund balance available. (4 VOTES)
89. Establish appropriations of \$123,305 in the Registrar of Voters Office for major maintenance projects based on Community Services Group's Fiscal Year 2005-06 fund balance available. (4 VOTES)

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90. Cancel appropriations of \$105,000 and related revenue in the CDBG Housing Development Fund to provide funds for the Spring Valley Teen Center Project.
91. Cancel appropriations and related CDBG revenue of \$195,000 in the Capital Outlay Fund for Capital Project 1005267, Ramona Collier Park Outdoor Basketball Court, to provide funds for the Spring Valley Teen Center project.
92. Establish appropriations of \$300,000 in the Capital Outlay Fund for Capital Project 1000222, Spring Valley Teen Center, based on revenue made available by the cancellation of CDBG funds in Capital Project 1005267 (\$195,000) and revenue from CDBG funds (\$105,000). (4 VOTES)
93. Establish appropriations of \$2,600,000 in Contribution to General Services Internal Service Funds, Residual Equity Transfer Out and related Residual Equity Transfer In, for contribution to Facilities ISF fund balance in the Facilities Management ISF based on Fiscal Year 2005-06 Fund Balance available in the General Fund. (4 VOTES)
94. Ratify an increase in appropriations of \$30,231 within the Fiscal Year 2005-06 budget for the 2005 Redevelopment Agency Gillespie Field Project Debt Service Reserve Fund, Operating Transfer Out, for transfer to 2005 Redevelopment Agency Gillespie Field Project Debt Service Fund based on overrealized revenue from interest accrued from the 2005 Redevelopment Agency Gillespie Field Project bond issue (\$30,161) and fund balance available (\$70). (4 VOTES)
95. Ratify an increase in appropriations of \$45,950 within the Fiscal Year 2005-06 budget for the 2005 Redevelopment Agency Gillespie Field Project Expense Fund, Operating Transfer Out, for payment of bond issuance expenses, based on a transfer from Bond Issuance Costs (\$20,598) and fund balance available. (4 VOTES)
96. Ratify the transfer of appropriations of \$120,788 within the Fiscal Year 2005-06 budget for the Redevelopment Gillespie Field Revenue Debt Service Fund from Inter-departmental Expense to Operating Transfer Out.
97. Ratify the transfer appropriations of \$290,215 within the Fiscal Year 2005-06 budget for the Redevelopment Gillespie Field Tax Allocation Debt Service Fund from Inter-Departmental Expense to Operating Transfer Out.
98. Ratify the amendment to the Fiscal Year 2005-06 Major Maintenance ISF Spending Plan in the amount of \$273,604 to transfer appropriations from services and supplies to Operating Transfer Out.
99. Ratify the amendment to the Fiscal Year 2005-06 Facilities Management ISF

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Spending Plan in the amount of \$2,461 to transfer appropriations from services and supplies to Operating Transfer Out.

100. Establish appropriations of \$533,608 in the Library Fund for Library Program marketing, printing and additional specialty materials, based on fund balance available. (4 VOTES)
101. Establish appropriations of \$1,208,615 in the Library Fund management reserves, based on fund balance available. (4 VOTES)
102. Authorize the addition of nine (9) permanent positions to provide library services at the 4S Ranch Branch Library and delivery services. Direct the Department of Human Resources to classify these positions at the appropriate levels.
103. Establish appropriations of \$550,000 in salaries and benefits for Quality First payments in the County Library Fund based on fund balance available. (4 VOTES)
104. Establish appropriations of \$6,965,941 in the Community Services Group Executive Office for management reserves based on Community Services Group's Fiscal Year 2005-06 fund balance available. (4 VOTES)
105. Establish appropriations of \$340,000 in salaries and benefits for Quality First payments based on Community Services Group's Fiscal Year 2005-06 fund balance available as follows: Registrar of Voters (\$110,000), Animal Services (\$167,500), and Community Services Group Office (\$62,500). (4 VOTES)
106. Establish appropriations of \$108,000 in Board of Supervisors District 1 for one-time expenses in salaries and wages based on Finance and General Government Group's Fiscal Year 2005-2006 fund balance available. (4 VOTES)
107. Establish appropriations of \$160,000 in Board of Supervisors District 2 for one-time expenses in services and supplies based on Finance and General Government Group's Fiscal Year 2005-2006 fund balance available. (4 VOTES)
108. Establish appropriations of \$61,000 in Board of Supervisors District 3 for one-time expenses in salaries and wages based on Finance and General Government Group's Fiscal Year 2005-2006 fund balance available. (4 VOTES)
109. Establish appropriations of \$363,000 in Board of Supervisors District 4 for one-time expenses in services and supplies based on Finance and General

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Government Group's Fiscal Year 2005-2006 fund balance available. (4 VOTES)

110. Establish appropriations of \$460,000 in Board of Supervisors District 5 for one-time expenses in services and supplies based on Finance and General Government Group's Fiscal Year 2005-2006 fund balance available. (4 VOTES)
111. Establish appropriations of \$229,738 in the Office of County Counsel for Incentive Compensation payments based on the Finance and General Government Group's Fiscal Year 2005-2006 fund balance available. (4 VOTES)
112. Authorize the transfer of an ERP Systems Functional Analyst from the Finance and General Government Group Executive Office to the Auditor and Controller, to perform Oracle sustaining/support functions.
113. Transfer appropriations of \$100,000 from the Finance and General Government Group, salaries and benefits, to the Auditor and Controller, salaries and benefits, for the transfer of an ERP Systems Functional Analyst position.
114. Ratify an increase in appropriations of \$8,424,908 within the Fiscal Year 2005-2006 budget for the Public Liability Insurance Fund for tort liability expense, based on fund balance available. (4 VOTES)
115. Ratify a transfer of appropriations of \$26,000 within the Fiscal Year 2005-06 budget from Miscellaneous Expense in Countywide Expenses to Operating Transfer Out in the Contribution to IT ISF for increased costs in the IT ISF.
116. Ratify the cancellation of appropriations in the amount of \$290,897 within the Fiscal Year 2005-06 budget in the Capital Outlay Fund due to projects that were completed in Fiscal Year 2005-06.
117. Ratify the cancellation of appropriations in the amount of \$828,129 within the Fiscal Year 2005-06 budget in the Justice Facility Construction Fund due to projects that were completed in Fiscal Year 2005-06.
118. Ratify the cancellation of appropriations in the amount of \$1,760 within the Fiscal Year 2005-06 budget in the Library Capital Outlay Fund due to a project that was completed in Fiscal Year 2005-06.
119. Ratify the cancellation of estimated revenue in the amount of \$757,460 within the Fiscal Year 2005-06 budget to correct the revenue budgeted within the Justice Facility Construction Fund.

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120. Establish appropriations of \$3,131,756 in salaries and benefits for Quality First payments based on the Finance and General Government Group's Fiscal Year 2005-2006 fund balance available as follows: Assessor/Recorder/County Clerk, \$1,238,910; Auditor and Controller, \$649,043; Chief Administrative Office, \$86,784; Civil Service Commission, \$15,425; Clerk of the Board, \$99,584; County Counsel, \$236,250; County Technology Office, \$89,580; Human Resources, \$391,805; Treasurer/Tax Collector, \$324,375. (4 VOTES)

121. Establish appropriations of \$74,087 in salaries and benefits for Quality First payments based on the Media and Public Relation's fund balance available. (4 VOTES)

Fiscal Impact

The funds for a portion of these requests are not budgeted. If approved, these actions will cancel budgeted appropriations and the related sources of funding in the amount of \$594,398 and will establish additional appropriations of \$62,797,145, resulting in a net increase in appropriations of \$62,202,747. Funding sources include General Fund Fiscal Year 2005-06 fund balance, Proposition 172 fund balance, Proposition 40 grant funds for select Capital Projects, unanticipated revenue from TransNet, Library fund balance, Road Fund fund balance, Public Works Liquid Waste Equipment Acquisition ISF fund balance, and miscellaneous other sources.

Business Impact Statement

N/A

Advisory Board Statement

N/A

BACKGROUND:

FY 2006-07 Fund Balance Projections

For the General Fund, the first quarter projection of year-end fund balance from current year operations is \$106.1 million. It is made up of \$9.2 million in additional General Purpose Revenues, \$59.8 million in net savings from departmental operations, and \$37.1 million in unspent contingency and management reserves. The projected balance for all other funds combined is \$20.7 million. Schedule A summarizes the fund balance projections by Group. The Notes to Schedule A explain variances from budget by department. Schedule B shows the projected General Fund fund balance by Group split between operating and reserve balances. These projections are based on actual experience through September, 2006 and expected expenditures and revenues through the end of the fiscal year.

As shown in Schedule A, the General Fund year-end fund balance projection of \$106.1 million is based on the estimate that expenditures will be \$161.6 million less than budgeted in the Fiscal Year 2006-07 Amended Budget, and revenues will be \$55.5 million less than budgeted in the

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2006-07 Amended Budget. The Amended Budget consists of the Adopted Budget plus encumbrances carried over from the prior year, plus year to date changes that have been either approved by the Board or Chief Financial Officer where permitted. The projected revenue under-realization to budget consists of a positive revenue variance of \$20.8 million in the following categories: fines, forfeitures and penalties (\$4.7 million), revenue from use of money and property (\$10.2 million), charges for current services (\$0.4 million), and miscellaneous revenues (\$5.5 million), offset by a \$76.3 million negative variance in all other sources of revenues (primarily in intergovernmental revenues and largely the result of expenditure savings in caseload driven programs).

The lower than budgeted projected expenditures in the General Fund are primarily attributable to the following:

- \$30.3 million in appropriation savings from lower than budgeted salaries and employee benefit costs due to turnover and ongoing recruitment challenges in select classifications.
- \$37.8 million in appropriation savings in services and supplies primarily in the Health and Human Services Agency due to projected savings in contracted services (e.g., in Behavioral Health Services for contracts related to Prop 63 due to delays in contract implementation and in Aging and Independence Services due to lesser client casework needs for contracted services) as well as savings associated with emergency reserves funded from the unsecuritized tobacco settlement.
- \$45.2 million in appropriation savings in other charges reflecting lower than budgeted caseloads and aid payments (e.g., for Child Care payments and CalWORKS, General Relief, Welfare to Work and Refugee Assistance payments based on projected caseloads and in County Child Welfare Services due to decreases in aid payments for Severely Emotionally Disturbed (SED), Foster Care, and Aid to Adoptive Parents expenditures).
- \$11.9 million in appropriation savings from reduced operating transfers out to various funds primarily as a result of savings in appropriations in Contributions to Capital for the Edgemoor Skilled Nursing Facility.
- \$20.0 million in contingency reserves that are projected to be unspent at year-end.
- \$17.1 million in management reserves that are projected to be unspent across the groups at year-end.

See the Notes to Schedule A for a description of significant variances by department.

The Economy

The U.S. economy's Gross Domestic Product (GDP) for 2005 showed an increase of 3.5% versus an adjusted 4.2% growth in 2004. This represents another strong year of growth in the U.S. economy. A GDP growth rate of 3.4% is forecasted for 2006. First quarter, 2006 growth of 5.6% (driven up by depressed federal spending in the fourth quarter of 2005 as a result of an incomplete budget), was followed by 2.6% in the second quarter of 2006. Growth for the final two quarters of 2006 is projected to slow further. Factors influencing this slowing in growth include higher short- and long-term interest rates, significant weakness in the housing sector and the continued pressure of high energy prices. The weakness is projected to be only partially

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offset by strong business investment in 2006. Some significant risks facing the U.S. economy include the slowing housing market (seen in existing home sales and mortgage applications), large and growing current trade deficit, inflation, and continued uncertainty in oil prices.

California's economy, like the U.S. economy, grew at a healthy rate in 2005. California payroll jobs experienced growth of 1.8%; the job growth also contributed to a solid personal income growth of 6.0%; and taxable sales grew a robust 7.4%. The unemployment rate has continued to decline, inching down to 5.4% in 2005 versus 6.2% in 2004, 6.8% in 2003 and 6.7% in 2002.

The housing boom that has been driving both the California and U.S. economies is softening, and the "housing construction/real estate" slowing will contribute to slowing in the growth of the state economy in 2006. The gross state product growth in 2006 is projected at 3.0%, down from 4.4% in 2005 and 5.2% in 2004. While construction, retail trade, finance, professional and technical services, and administrative support all contributed to overall job growth in 2005, the slowing in the housing market will impact construction and finance jobs in 2006. For 2006, slower growth rates are estimated - job growth is projected at 1.4%, taxable sales will grow somewhat slower compared to 2005 at 4.9%, and personal income is anticipated to grow at 4.8%.

San Diego's economy has enjoyed economic stability in recent years. Much of San Diego's economic strength is derived from employment gains, commercial and industrial development and population growth. San Diego County has also seen an increasing diversification of economic activity and has matured as a hub for research and development (R&D) and product manufacturing in telecommunications, biotechnology, military products, electronics and information technology.

Approximately one-half of San Diego County's population is part of the civilian labor force (1,519,200 in July 2006). The region is also home to perhaps the largest military complex in the world. The County's positive job growth is prompting migration to San Diego by prospective employees in search of work. The annual unemployment rate was estimated at 4.0% for the 12-month period of August 2005 through July 2006, with August 2006's unemployment rate at 4.06%. These figures remain lower than the State rate for 2005 of 5.4% and the 2006 projected rate of 4.9% and the national rate for 2005 of 5.1% and the 2006 projected rate of 4.7%.

San Diego's median household income was \$47,236 in 2000, \$46,845 in 2001, \$50,384 in 2002, \$49,886 in 2003, \$51,012, in 2004, and \$56,335 in 2005 as measured by the U.S. Census Bureau. International trade and implementation of the North American Free Trade Agreement (NAFTA) continue to be an economic strength for the County.

Total visitors in 2005 ended the year flat at 27.8 million, however, total visitor spending increased by 5.5% in 2005 according to the San Diego Convention and Visitors Bureau (CONVIS). The number of rainy days from the El Nino weather pattern impacted the total number of visitors figure. The "Tourism Outlook" for San Diego County tourism in 2006 is for moderate growth, with a 1.5% increase in the number of visitors and a 6% increase in visitor spending.

FY 2006-07 Budget Adjustments

The budget adjustment recommendations in this letter are explained below.

Recommendation 2

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A waiver of Board Policy A-91, Mid-Year Changes is requested for the mid-year appropriation of funds. Adjustments are for high priority or essential one-time items or to implement previous Board direction.

Recommendation 3

This request will establish appropriations of \$1,000,000 in the Sheriff's Department based on Public Safety Group's Fiscal Year 2005-06 fund balance available for renovations at the Las Colinas Detention Facility. The need for this project was identified when the major maintenance project for the modular rood (MP6151) was undertaken. These funds will be used to replace floors in four dorms, improve the floor supports in eight buildings and replace roofs throughout the facility.

Recommendation 4

This request will establish appropriations in the amount of \$1,000,000 in the Sheriff's Department based on Public Safety Group's Fiscal Year 2005-06 fund balance available to restore the full funding, including contingency reserves, established for the Regional Communications System (RCS) Enhancement Project. The RCS System Enhancement Project is a \$20.4 million project that is 85% complete. This action will re-establish the appropriations that rolled over to fund balance in Fiscal Year 2005-06.

Recommendation 5

This request will establish appropriations of \$320,000 in the Sherriff's Department based on available Public Safety Fiscal Year 2005-06 fund balance to retrofit twenty four showers in the George Bailey Detention Facility with stainless steel enclosures or a comparable material. This project has been identified on the major maintenance requirements list as MP4882. The current wall and ceiling finishes have not held up well to the continual use and dampness and the new materials will reduce ongoing maintenance.

Recommendation 6

This request will appropriate Community Project Funds of \$69,899 in the Sheriff's Department based on Public Safety Group's Fiscal Year 2005-06 fund balance available. On May 17, 2005 (3), Community Project Funds of \$100,000 were allocated by Supervisor Horn to the Sheriff's Department for the North County Regional Gang Taskforce; however, all of the funds have not been spent and the remaining funds were not budgeted for Fiscal Year 2006-07. These remaining funds will be used for office supplies, training, equipment and miscellaneous needs of the North County Gang Task Force.

Recommendation 7

This request will establish appropriations of \$243,500 in the Sheriff's Department based on revenue from the Sheriff's Civil Automation Trust Fund. The new Civil Accounting System (CAS), which monitors and tracks the enforcement of court judgments, allows for enhancement of several system functions. This request purchases licenses, software, and equipment for maximizing utilization of the CAS system (\$193,500). Transitioning to the new CAS requires maintenance of the old system on the County's mainframe for four months (\$50,000).

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Recommendation 8 & 9

These requests will establish appropriations of \$77,957 in the Public Safety Group Proposition 172 Special Revenue Fund (Operating Transfer Out) based on fund balance available for transfer to the Health and Human Services Agency, Alcohol and Drug Services, on behalf of the Sheriff's Department. These requests partially fund one-time cost increases related to the Inebriate Reception Center Contract with Volunteers of America.

Recommendation 10

This request will re-establish appropriations of \$86,133 in the Sheriff's Department based on grant funds from the Federal Children's Justice Act administered by the State Office of Emergency Services for the Drug Endangered Children (DEC) Grant. On 11/30/04 (3), the Board authorized the acceptance of the DEC Grant. The original grant period ended at the end of Fiscal Year 2005-06, however, the grant period was extended through September 30, 2006. The goal of the DEC grant is to protect children who are victimized by those who manufacture, sell and/or use illegal drugs. The funds will be used for travel, supplies and equipment for the DEC Coordinator and the California DEC Alliance Committee.

Recommendation 11

This request will establish appropriations of \$149,183 in the Sheriff's Department based on unanticipated grant revenue from the Indian Gaming Local Community Benefit Committee. On 1/12/05 (12), the Board approved the application and acceptance of grants from the local share of the Indian Gaming Special District Fund. The grant was awarded in June, 2006 and there was insufficient time to purchase the equipment prior to the end of the fiscal year. The Crime Lab will purchase a crime scene investigation instrument with the funds.

Recommendation 12

This request will establish appropriations of \$52,600 to fund the Public Safety Group's share of a Special Needs Housing Coordinator position in the Department of Housing and Community Development based on Public Safety Group's Fiscal Year 2005-06 fund balance available. The Health and Human Services Agency, Housing and Community Development, and Public Safety Group entered in a Memorandum of Agreement in Fiscal Year 2005-06 to jointly fund the position of Special Needs Housing Coordinator. The Safe Housing Coordinator position in the Department of Housing and Community Development facilitates efforts to expand housing options for the special needs population participating in drug court programs through coordination with non-profit organizations and by aggressively pursuing state, federal, and private funding opportunities.

Recommendation 13

This request will establish appropriations of \$3,354,000 in the District Attorney's Office (DA) based on Public Safety Group's Fiscal Year 2005-06 fund balance available. Of this amount, \$2,353,000 will fund one-time purchases of ergonomic equipment and furniture including desks and chairs in each of the DA's locations, including North County, South Bay, East County and the Hall of Justice, to protect the health of our employees in support of the County's Work Safe/Stay Healthy campaign. Additionally, the Regional Law Enforcement Training Center needs to replace outdated and worn out equipment including night sights, and tactical and safety

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equipment for mandatory training. To expand the Training Division's ability to deliver continuing education on-line to meet Minimum Continuing Legal Education (MCLE) requirements, equipment is needed to support video streaming and live training programs and the acquisition of servers, cameras and audio equipment is included in this request. In addition, \$1,000,000 will fund one-time purchases for IT needs including the refresh of desktop personal computers and servers on a cycle comparable to that of the County's outsourcing vendor, software upgrades and the expansion of bandwidth to meet the DA's needs to exchange data with law enforcement agencies and between the DA's branch offices. This includes IT capital hardware purchases of servers and set-up, and IT training.

Recommendation 14 & 15

This request will establish appropriations of \$1,491,316 in the DA based on an operating transfer from the Proposition 172 Special Revenue Fund to make a one-time purchase of information technology enhancements and equipment in support of the County's Continuity of Operations Planning (COOP) efforts, including equipment and connectivity for a back-up data center which will ensure the DA is prepared to move operations to an alternate site in the event of a disaster. In addition, one-time purchases for emergency preparedness equipment including generators, 800 MHz radios and batteries, disaster kits, and personal protective equipment are necessary to support the COOP efforts.

Recommendation 16

This request will transfer \$271,425 from the District Attorney to the Sheriff to support the purchase of one-time needs to increase bandwidth and server capacity to accommodate the advancements the DA is making in electronic communication and data storage. This will support the growing need for electronic communications between the District Attorney's outlying branch offices, as well as with other criminal justice partners. In addition, the DA is joining the Sheriff's existing gigabit Ethernet network and contributing to the cost of this highly secured law and justice network infrastructure which links strategic county facilities throughout the County of San Diego.

Recommendation 17

This request will establish appropriations of \$50,500 in the District Attorney's Office to allow for the purchase of 800 MHz radios and protective tactical equipment to be used in the course of JUDGE program related investigative and prosecutorial activities. The JUDGE program was established fifteen years ago to target, apprehend, and prosecute gang members involved in drug use and sales.

Recommendation 18

This request will establish appropriations of \$932,628 in the Public Safety Group Proposition 172 Special Revenue Fund (Operating Transfer Out) based fund balance available for various Probation projects outlined in recommendations 19-22.

Recommendation 19

This request will establish appropriations of \$500,000 in the Probation Department based on Proposition 172 revenue. Of this amount, \$250,000 will fund the replacement of door windows

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at the Kearny Mesa Juvenile Detention Facility. The windows for detainee rooms are badly scratched hindering officer visibility into the rooms which is a safety/security issue for detainees and staff. An additional amount of \$65,000 will be used to provide chain link fencing and \$185,000 will fund the completion of asphalt repairs and tree trimming at the Girls Rehabilitation Facility, palm tree trimming, plaster repairs in cells, anti-climb wire repairs and a kitchen air conditioning unit at the Kearny Mesa Juvenile Detention Facility. All repairs are current health & safety issues and hot food preparation could be affected if repairs/modifications are not made.

Recommendation 20

This request will establish appropriations of \$242,835 in the Probation Department based on Proposition 172 revenue to provide funding for the following: \$120,000 will provide additional funds needed to complete the Camp Barrett septic tank project #MP7108, \$41,655 will fund a pilot program for substance abuse counseling for the wards at Camp Barrett and \$81,180 will be used for contracted services at Camp Barrett for pilot work readiness training for juvenile offenders. Wards will receive valuable and marketable skills that will assist them in finding meaningful employment upon release from the justice system.

Recommendation 21

This request will establish appropriations of \$142,185 in the Probation Department based on Proposition 172 revenue to continue Global Positioning System (GPS) contracts which are used to supervise adult sex offenders. This request will continue the contracts for the current year while the Probation Department seeks alternate on-going funding. In addition, to ensure the use of the latest and most compatible GPS technology for our target populations, Probation invited several vendors to participate in a "head-to-head" competition to select a new GPS vendor.

Recommendation 22

This request will establish appropriations of \$47,608 in the Probation Department based on Proposition 172 revenue to remove and dispose of the existing non-functioning fire sprinkler and rise-heads at the warehouse buildings 303 and 305. In addition, a new electronic fire alarm system will be installed to be connected to the main fire control panel in the Camp Rayo building. These actions will implement recommendations of the Corrections Standards Authority (CSA) inspection report.

Recommendation 23

This request establishes appropriations in services and supplies of \$50,000 in the Probation Department's Asset Forfeiture Fund for law enforcement equipment based on fund balance available. These funds will be used to purchase ammunition, safety vests, and other equipment and will be used by the Adult Field Services Units that are armed.

Recommendation 24

This is a technical adjustment to transfer appropriations from operating transfer out to other charges within the Penalty Assessment Fund. The Penalty Assessment Fund is considered a GASB Agency fund and transfers to the General Fund should be classified as expenditures in the County's annual financial statements.

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Recommendation 25

This request will establish appropriations of \$15,886,197 in salaries and benefits in various Public Safety Group departments based on Public Safety Group's Fiscal Year 2005-06 fund balance available to fund Quality First payments in the Public Safety Group.

Recommendation 26

This recommendation amends the Department of Public Works Liquid Waste Equipment Acquisition ISF spending plan for replacement of transportation equipment not anticipated during the budget process.

Recommendation 27

Capital Improvement Program Project Management software was piloted in the Department of Public Works Road Fund during Fiscal Year 2005-06 and was successful in enhancing organization and efficiency in project management. This appropriation is for completion of licensing of the MS Office Project.

Recommendation 28

This item will provide the appropriations necessary to complete topographic survey, right-of-way mapping and preliminary engineering along Alpine Boulevard between Tavern Road and East Victoria Road in Alpine, based on Road Fund fund balance available. The information gained from this project will be essential in designing roadway improvements and will be used by the Department of Planning and Land Use in GP 2020 implementation tasks.

Recommendation 29

This request is to provide for one time expenditures for ergonomic upgrades to workstations in the Department of Public Works Road Fund.

Recommendation 30

This item establishes appropriations for design, planting, and project management for wetland creation in the Bonsall area on County-owned land. The Road Fund will be reimbursed as future Capital Improvement Projects are developed.

Recommendation 31

Staff has identified several concrete roads in need of expansion joint repairs. The estimated cost of repairs is approximately \$80,000. The requested appropriations would ensure this work can be completed timely.

Recommendation 32

On May 18, 2005 (5) the Board approved the advertisement and subsequent award of a contract for construction of Valley Center Road North project. The project involves realignment and widening of the existing two and three-lane road to four lanes with median and bike lanes. On October 19, 2005 (6) the Department of Public Works received Board approval for additional appropriations and awarded the construction contract. This request will add \$1,392,131 in appropriations for construction contingency. The requisition was inadvertently not updated at

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the time additional funding was approved and therefore did not carry over from Fiscal Year 2005-06. The project is part of the Regional Transportation Improvement Program and is funded by TransNet.

Recommendation 33

Several projects budgeted in the Department of Public Works Detailed Work Program have encountered unforeseen conditions which require additional support from design and environmental consultants. This request will add needed appropriations to continue and complete work on Wildcat Canyon Road, Willows Road Bridge, Ramona Drive Sidewalks, Valley Center Road Bridge, Rancho Santa Fe Roundabouts, Plaza Bonita Bike Path, Collier Way Bridge, and Viejas Boulevard Bridge. Costs will be offset by several funding sources, including TransNet (\$30,000), Federal Highway Administration (FHWA) funds (\$98,000), Transportation Impact Fee (TIF) funds (\$40,000), and fund balance available in the Road Fund (\$112,940).

Recommendation 34

The Viejas Boulevard Bridge Replacement project is included in the Department of Public Works Detailed Work Program. Design is currently in process and the construction phase is scheduled for later this fiscal year. In order to proceed to construction, right of way acquisition is required. Additional appropriations are needed to complete the right of way acquisition necessary to move the project forward. This request will add \$66,398 of appropriations and will be funded by FHWA funds.

Recommendation 35

This recommendation establishes appropriations for negotiated increased costs for airport management services and noise study contracts based on a 3.26% Consumer Price Index (CPI) increase. The CPI to be applied to FY 06/07 payments was not available when the current year budget was established.

Recommendation 36

This recommendation establishes appropriations for the construction of the Ramona Helopad. The FAA reimburses 95% of the total project cost. This request establishes appropriations in the Airport Enterprise Fund for the 5% match to the grant from the FAA.

Recommendation 37

This recommendation establishes appropriations for preparation of the Palomar staff relocation and the sublease rent until June 07. The renovation will be done by County Airport's maintenance staff.

Recommendation 38

On April 9, 2003 (11) the Board approved application for and acceptance of awarded California Heritage Fund grant funds of \$10,000 for the creation of a traveling exhibit to display artifacts from Rancho Los Peñasquitos. The grant requires an equal funding match that will be provided by existing budgeted staff time and volunteer labor. The project has been delayed due to the time required to assure the artifacts and their use are consistent with all federal and State laws. The requested action will appropriate funding in the Department of Parks and Recreation to proceed with the project.

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Recommendation 39

This request will establish appropriations based on revenue received from a recent insurance settlement related to an incident involving damage done to the Mt. Gower Open Space Preserve park sign. The sign was hit by a vehicle driven by a private citizen.

Recommendation 40

This request will establish appropriations to allow for expenditures based on funding received from SDG&E for an easement at Sweetwater Regional Park. Funds will be used to complete electrical repairs and rehabilitation work at this park.

Recommendation 41

On March 23, 2005 (18) the Board authorized the Director of the Department of Parks and Recreation to execute the seventh amendment to the Joint Exercise of Powers Agreement (JEPA) (County Contract No. 34211-E) with the Ramona Municipal Water District for construction of recreational facilities at Ramona Wellfield Community Park to include parking, fencing, paving, and bleachers. Funding was not encumbered prior to fiscal year-end and fell to PLDO Fund Balance. This action will re-establish appropriations to fund the amendment and provide for staff costs to administer the JEPA.

Recommendations 42 - 47

The PLDO funds were established to fund local park projects within the 24 Local Park Planning Areas (LPPA). Department of Parks and Recreation staff time is required for park planning activities, which are not related to specific Capital projects. This staff time is charged by way of Internal Agreements directly to each PLDO fund for each LPPA. The requested actions are needed to transfer funds to the appropriate PLDO accounts so that Internal Agreements can be funded.

Recommendations 48 - 50

On December 3, 2003 (8) the Board adopted resolutions approving application for and acceptance of grant funds under the Proposition 40 Per Capita and Roberti-Z'berg-Harris block grant programs for various Department of Parks and Recreation projects. These actions will establish appropriations in the Capital Outlay Fund to allow for funded projects to proceed. Appropriations being requested at this time include: 1) \$1.2 million for Phase II development of Hilton Head Park, including restrooms, play areas, landscaping, and facilities for picnicking and active and passive recreation, 2) \$3 million to supplement existing budgeted funding for construction of a new nature center with conference room and displays in San Elijo Lagoon Ecological Reserve, and 3) \$375,000 for replacement of two restroom buildings at Guajome Regional Park.

Recommendations 51 - 54

The requested recommendations will authorize the Auditor and Controller to discharge an accounts receivable in the Sweetwater Trails/Bikeways Construction project for prior year Proposition 12 Per Capita grant expenditures that will not be eligible for reimbursement in this project because the project will not be completed by the grant deadline (June 30, 2008). Funding

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will be replaced by an equal amount of Proposition 40 Roberti-Z'berg-Harris grant funds which will allow project completion by the grant deadline for this program (June 30, 2010).

Recommendation 55

The requested actions will return remaining Community Development Block Grant funds to the Department of Housing and Community Development (HCD) for reallocation to other projects. These Department of Parks and Recreation projects were budgeted for parking, access, and ADA improvements at Jess Martin, Felicita, and Collier Parks. The projects were recently completed and remaining funding allocations for each can now be reallocated to other projects by HCD.

Recommendations 56 - 63

The requested action will transfer all available funding in the South Lane Park Improvements project to the Nancy Jane Park Improvements project to supplement existing project funds to construct park improvements including restroom upgrades, new fencing and bollards, motion lighting, resurfacing the basketball court, and installing a new pavilion. Department of Parks and Recreation has decided to withdraw from the South Lane Park Improvements project, as it relates to Prop 12 grant funding. This project could not be completed within the prescribed grant performance period, therefore creating a definite loss of grant funding. Funding for the South Lane Park Improvements projects are no longer needed and the park planning group has authorized the transfer of these funds to the Nancy Jane Park project. An additional \$30,000 of Crest PLDO funds is being requested to supplement project funding. The funding reallocation and additional PLDO funds were approved at the October 16, 2006 meeting of the Crest/Dehesa/Granite Hills/Harbison Canyon Community Planning Group. The requested action includes authorization for the Auditor and Controller to discharge an accounts receivable in the South Lane project for prior year Proposition 12 Roberti-Z'berg-Harris grant expenditures that are not eligible for reimbursement in this project

Recommendation 64

On March 1, 2005 (13), the Board approved the appropriation of \$703,000 of Proposition 12 Roberti-Z'berg-Harris grant funds in Capital Project 1005258 – Lakeside Sports Park (II) Development to go towards the future development of the sports park. It was later determined that \$141,000 of these funds were needed for the Ildica Street Acquisition project. Appropriations were subsequently established in Capital Project 1008750 – Ildica Street Acquisition on June 14, 2006 (8), but the companion recommendation to cancel appropriations in the Lakeside Sports Park II project was inadvertently omitted. The requested action will cancel appropriations in the Lakeside Sports Park project to reflect correct project funding.

Recommendations 65 & 66

In Fiscal Year 2004-05 the Department of Parks and Recreation entered into an agreement with Sprint PCS for water retrofit improvements at San Dieguito Park. Sprint PCS made an advance payment to the County in the amount of \$89,880, however, the funds were inadvertently deposited directly into the Capital Outlay Fund and should have been recognized in the General Fund prior to being transferred to the Capital Outlay Fund for expenditure. This request will

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transfer the funds from the Capital Outlay Fund to the Department of Parks and Recreation to correct each budget's fund balance.

Recommendation 67

The Farm & Home Advisor's Office requests the re-appropriation of remaining Fire Grant funds from FY 05/06, to implement full-scale fire prevention and fuels reduction education and outreach program. On December 2, 2003 the Board of Supervisors directed the Chief Administrative Officer to take several actions to reduce risks to life and property from wildland fires. In addition, authorization was granted to apply for federal and/or State grants to fund County programs involving hazard mitigation, fuels reduction and forest health protection. As a result, the Farm and Home Advisors Office/Cooperative Extension established a wildland fire education and outreach program to complement the community outreach and education component of the San Diego County Fire Safety and Fuels Reduction Program established by the Board of Supervisors on June 16, 2004 (4).

Recommendation 68

On September 20, 2005 the Board of Supervisors authorized the negotiation of contracts in the amount of \$5.0 million to improve fire service in the unincorporated area of the County where a number of areas do not have year-round fire protection service, and some are served by volunteer firefighters with inadequate equipment, training, and resources.

On June 21, 2006, the Board authorized negotiation of additional contracts with the California Department of Forestry and Fire Protection, Fire Protection Districts, County Service Areas and additional Volunteer Fire Companies to improve fire protection and emergency response services in their service areas.

In these areas, the challenges faced by both volunteer agencies and some fire protection districts, impact their ability to carry out both fire prevention and fire suppression efforts. Amending the existing contracts with Volunteer Fire Agencies in our County Service Areas would provide funding for improved coordination, planning, training, equipment and standardization of services while utilizing their existing infrastructure, facilities and resources.

Recommendation 69

The Department of Planning and Land Use in conjunction with the Land Use and Environment Group Executive Office and the Department of Public Works have been working on analyses of impervious surface cover in each of the County's watersheds as part of the County's Watershed Protection Program. Funding is required to purchase satellite images for this purpose.

Recommendation 70

The Special Area Management Plan (SAMP) for the Otay River Valley is being prepared in cooperation with the U.S. Army Corps of Engineers, Regulatory Branch, and the California Department of Fish & Game. Costs associated with the development of the program have risen, and current appropriations will no longer cover the costs associated with the work needed to complete the program by the end of FY 2008. This is due to increases in the cost of contracted services, inflation and other costs of doing business, and the unanticipated length of time it has

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taken to fully engage the federal agencies. Such increases were not fully anticipated in previous budgets and an additional \$125,000 is needed to fund the contract through the completion of the program in FY 2007-08.

Recommendation 71

On May 10, 2006 (4), the Board of Supervisors authorized the application and, if awarded, the acceptance of the California Integrated Waste Management Board Household Hazardous Waste Grant. In August 2006, the Department of Environmental Health was awarded this grant in the amount of \$177,850. These funds will be used to offset costs of planning and coordination activities and to develop specific programs for the collection and recycling of universal waste. In addition, funds will be used to establish a pilot take-back program with retailers for non-rechargeable batteries, and to purchase battery and bulb collection containers for small business and multi-family housing units so they can begin collection programs. These funds will be used to offset costs of planning and coordination activities and to develop specific programs for the collection and recycling of universal waste. In addition, funds will be used to establish a pilot take-back program with retailers for non-rechargeable batteries, and to purchase battery and bulb collection containers for small business and multi-family housing units so they can begin collection programs.

Recommendation 72

This recommendation is needed to adjust budgeted revenue and appropriations to reflect the final negotiated amount of revenue agreements and grants for Fiscal Year 2006-07. These programs include Summer Food Inspection, Small Water Systems, California Integrated Waste Management Board Local Enforcement Agency grant, Gregory Canyon, Border 2012 grant, and Brown and Caldwell contracts.

Recommendation 73

On February 24, 2004 (23), the reserve designation for the Department of Environmental Health (DEH) was established. This reserve designation ensures that revenue from fees and permits over the cost paid by Environmental Health customers is used only to fund fee-related expenses in DEH. For Fiscal Year 2005-06, this excess revenue equaled \$1,037,695. This action does not move funds into the Department of Environmental Health. If approved, the total amount in this fund balance designation will be \$6,475,886.

Recommendation 74

This recommendation transfers appropriations of \$306,900 from Department of Public Works General Fund to the Department of Planning and Land Use for fire protection. The Department of Public Works, Community Service Area received appropriations of \$306,900 in Fiscal Year 2006-07. This allocation was intended for the Department of Planning and Land Use.

Recommendation 75

This recommendation establishes appropriations for County Service Area fire protection contracts in the Department of Public Works General Fund.

Recommendation 76

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This request will establish appropriations of \$50,000 for the Department of Public Works General Fund Road Station Housing Repair contracts based on Land Use and Environment Group's Fiscal Year 2005-06 fund balance available. This amount was budgeted last fiscal year, however, the funds were not spent. This action will re-establish the appropriations that fell to fund balance in Fiscal Year 2005-06.

Recommendations 77

This position transfer is needed to ensure the timely completion of Department of Parks and Recreation (DPR) grant-funded capital development projects. The cost of the position will be reimbursed through an Internal Agreement between the Department of Public Works and the Department of Parks and Recreation. Funds for this request are included in DPR Fiscal Year 2006-2007 Operation Plan.

Recommendations 78 - 84

These recommendations ratify increases in appropriations to the Fiscal Year 2005-06 budgets for PRDs 129 Birch Street and 1001 Capra Way and CSAs 115 Pepper Drive, 111 Boulevard Fire, 109 Mount Laguna Fire and 112 Campo Fire to align appropriations with services provided during Fiscal Year 2005-06.

Recommendations 85

This action ratifies the increase in FY 2005-06 appropriations for expenditures for various Airport Enterprise Fund capital projects: Borrego Airport Construct Apron, Fallbrook Construct Taxilane, Palomar Reconstruct East Interior Taxiway, Gillespie Field Cajon Air Center, Ramona Air Traffic Control Tower Road, Ramona Helopad and Palomar North Side Ramp. Airport's did not appropriate the funds in Fiscal Year 2005-06 due to time constraints for internal approval from the Section Managers and Deputy Director.

Recommendation 86

This request will establish management reserves in the Land Use and Environment Group based on Fiscal Year 2005-06 fund balance. The monies will be used for future one-time expenditures.

Recommendation 87

This request will establish appropriations in various departments in the Land Use and Environment Group for Quality First payouts based on from Fiscal Year 2005-06 fund balance available.

Recommendation 88

This request will establish appropriations of \$60,000 in the Department of Animal Services to fund an animal misting system at the South County Animal Shelter based on the Community Services Group's fund balance available. The misting system will improve the health and welfare of animals subjected to excessive heat during the summer months.

Recommendation 89

This request will establish appropriations of \$123,305 in the Registrar of Voters Office to fund one time major maintenance projects. These projects include replacement of HVAC units,

SUBJECT: FISCAL YEAR 2006-07 FIRST QUARTER OPERATIONAL PLAN STATUS REPORT AND BUDGET ADJUSTMENTS

pavement at fire alarm, a fire pump shed and re-landscaping, central plant re-allocation and lighting sensors for energy savings.

Recommendation 90 - 92

These requests will authorize the cancellation of appropriations and related Community Development Block Grant revenue of \$300,000 in the Housing and Community Development Fund (\$105,000) and the Capital Outlay Fund for Capital Project 1005267, Ramona Collier Park Outdoor Basketball Court (\$195,000), to reallocate the funds to the Spring Valley Gym and Teen Center. The appropriations are being cancelled and reallocated to adhere to federal expenditure regulations regarding timing for project implementation. These funds will instead be used for the costs related to the Spring Valley Teen Center, currently under construction.

Recommendation 93

This request will establish appropriations of \$2,600,000 in Contribution to General Services Internal Service Funds for a residual equity transfer to the Facilities Management ISF based on Fiscal Year 2005-06 fund balance available in the General Fund. The Facilities Management ISF is responsible for the oversight of County real estate, and its staff performs services that include the maintenance of County facilities, monitoring of contractors who perform work on facilities, mail services, energy contracts and demand management, project management services for major maintenance and capital projects, and real estate leasing. As an ISF, its revenues consist mainly of charges for services provided to other County departments and are established in advance of the annual Operational Plan process so that facilities costs can be included in the customer departments' budgets. The Facilities ISF rates are reviewed by the Auditor & Controller and approved by the Cost Commission, an internal County financial oversight committee. In Fiscal Years 2004-05 and 2005-06 the Facilities ISF experienced operating losses due to unplanned events that increased its cost structure after its revenues had been established. The events included increased retirement contributions for ISF employees, an accounting adjustment to accrue salary expense, and, most significantly, increased contract costs for services such as landscaping, janitorial, security and various maintenance contracts for elevator, fire suppression, and other systems. The cumulative effect of these operating losses has resulted in a fund deficit of \$2,600,000. This proposal would eliminate the deficit in the fund.

Recommendation 94

This request will ratify an increase in appropriations of \$30,231 in the 2005 Redevelopment Agency Gillespie Field Project Debt Service Reserve Fund , Operating Transfer Out, for transfer to 2005 Redevelopment Agency Gillespie Field Project Debt Service Fund based on interest accrued from the 2005 Redevelopment Agency Gillespie Field Project bond issue and fund balance available. This was a technical adjustment to align appropriations with expenditures during Fiscal Year 2005-06

Recommendation 95

This request will ratify an increase in appropriations of \$45,950 in the 2005 Redevelopment Agency Gillespie Field Project Expense Fund for payment of bond issuance expenses, based on an operating transfer from bond issuance costs and fund balance available. This was a technical adjustment to align appropriations with expenditures during Fiscal Year 2005-06.

SUBJECT: FISCAL YEAR 2006-07 FIRST QUARTER OPERATIONAL PLAN STATUS REPORT AND BUDGET ADJUSTMENTS

Recommendation 96

This recommendation ratifies the transfer of appropriations to the FY 2005-06 budget for the Redevelopment Gillespie Field Revenue Debt Service Fund. This was a technical adjustment to align appropriations in the correct expenditure account. These appropriations are transferred to the Housing Fund, school districts and Capital Projects.

Recommendation 97

This recommendation ratifies the transfer of appropriations to the Fiscal Year 2005-06 budget for the Redevelopment Gillespie Field Tax Allocation Debt Service Fund. This was a technical adjustment to align appropriations in the correct expenditure account. These appropriations are for payments of the principal and interest for a loan administered by U.S Trust.

Recommendations 98 & 99

These recommendations ratify the amendments to the Fiscal Year 2005-06 Major Maintenance and Facilities Management ISF Spending Plans to transfer appropriations in order to align appropriations with expenditures during Fiscal Year 2005-06.

Recommendation 100

This request will establish appropriations of \$533,608 in the Library to purchase program materials, printing and advertisement of Library programs. In the past year the library has experienced a surge in demand for programs and the schedules of these programs. Funds for this request will be based upon fund balance available in the Library Fund.

Recommendation 101

This request will establish appropriations of \$1,208,615 in the Library Fund management reserve for future one-time expenditures and contingencies based on fund balance available in the Library Fund.

Recommendation 102

This action will establish the positions needed to provide services at the new 4S Branch Library and one additional Bookmobile Driver. The requested positions are; one (1) Librarian II, one (1) Librarian I, five (5) Library Technician II, and one (1) Library Technician I. These classifications are needed to provide appropriate services, staffing, and management of the branch library. Staffing for this branch library is included in the second year (FY 2007-08) of the FY 2006-08 Operational Plan, as the expected date of completion was September 2007. The developer now anticipates completion of the building no later than April 2007.

A Bookmobile Driver (1) is requested to enable delivery services to the new branch library, provide services to Encinitas when it reopens in fall of 2007, and ensure services to the public are not interrupted. Compared to the prior year, the San Diego County Library (SDCL) has experienced a 42.75% increase in circulation, with a corresponding increase in need for deliveries. The Library currently has four drivers that pickup and delivers materials over 4,000 square miles of San Diego County to 32 branches on at least a daily basis. This level of deliveries is necessary to ensure that requested materials are delivered to Library customers on a

SUBJECT: FISCAL YEAR 2006-07 FIRST QUARTER OPERATIONAL PLAN STATUS REPORT AND BUDGET ADJUSTMENTS

timely basis. As there is no capacity in the system to increase the number of stops at branches or to mitigate any driver absence, SDCL is requesting an additional position that will be funded by current SDCL resources.

The expected current year cost is \$0.2 million and the projected annual cost is \$0.6 million. Appropriations are not requested in the current year as there are sufficient savings to fund these positions due to existing and anticipated vacancies that result from normal staff turnover in the Library. The SDCL will request additional General Purpose Revenues to support the new branch library beginning in FY 2007-08, based on previous Board actions (July 24, 2002, #19) that required the new library as a condition of the 4S Ranch development.

If additional General Purpose Revenues are not allocated, SDCL will use existing resources to operate the new branch, resulting in system-wide lower service levels, such as program and materials reductions, fewer Sunday hours at branches, and reductions in public-use computers.

Recommendation 103

This request will establish appropriations to fund Quality First payments in the County Library Fund based on fund balance available. In order to receive these payments, staff achieved both qualitative goals such as customer service and quantitative savings that resulted in the fund balance available for the payments.

Recommendation 104

This request will establish appropriations of \$6,965,941 to fund a management reserve in the Community Services Group Executive Office based on Community Services Group fund balance available. The reserve will be used for future one-time expenditures and contingencies.

Recommendation 105

This request will establish appropriations of \$340,000 for Quality First payments to three Community Services Group departments plus the Community Services Group Office. In order to receive these payments, staff achieved both qualitative goals such as customer service and quantitative savings that resulted in the fund balance available for the payments.

Recommendations 106 - 110

These recommendations allow the use of \$1,152,000 in Fiscal Year 2005-06 fund balance savings to provide funding for one-time needs in the Board of Supervisors' offices including staffing costs and various services and supplies costs.

Recommendation 111

This request will establish appropriations in the Office of County Counsel to fund Incentive Compensation payments. Incentive Compensation payments are made in recognition of accomplishments by County Counsel attorneys with regard to litigation results, Juvenile Dependency court results and timeliness in completion of legal opinions and environmental impact reports in Fiscal Year 2005-06.

Recommendations 112 & 113

SUBJECT: FISCAL YEAR 2006-07 FIRST QUARTER OPERATIONAL PLAN STATUS REPORT AND BUDGET ADJUSTMENTS

The Finance and General Government Group and the Auditor and Controller planned to transfer eleven ERP positions from the Finance and General Government Group Executive Office to the Auditor and Controller for Fiscal Year 2006-2007. Due to a technical oversight, only ten positions were transferred. One FTE, ERP Systems Functional Analyst, remained budgeted in the Finance and General Government Group Executive Office for Fiscal Year 2006-07. The transfer of appropriations for the ERP Systems Functional Analyst from the Finance and General Government Group Executive Office to the Auditor and Controller will correct this oversight.

Recommendation 114

This request will ratify the increase in appropriations of \$8,424,908 in the Fiscal Year 2005-06 budget for the Public Liability Insurance Fund for tort liability expense. This expense was attributable to the increase in the estimated liability for unpaid loss and loss adjustment expenses as a result of the Actuarial Review of the Self-Insured Liability Program for Fiscal Years 2005-06 and 2006-07.

Recommendation 115

This request is a technical adjustment to transfer appropriations between low organizations in Finance Other, to fund higher than anticipated IT costs.

Recommendations 116 - 118

At the end of Fiscal 2005-06 a total of 27 projects were completed and capitalized. These projects had remaining appropriations which totaled \$1,120,786 at the end of the fiscal year. Please refer to Schedule C for a listing of completed capital projects.

Recommendation 119

This is a technical adjustment to the Fiscal Year 2005-06 carry forward budget for the Justice Facility Construction Fund. During the year-end carry forward process estimated revenue of \$757,456.91 was inadvertently budgeted in another revenue account. This adjustment corrects the budget in the Justice Facility Construction Fund and aligns the operating transfer in to the operating transfer out in the Sheriff Inmate Welfare Fund.

Recommendation 120

This action will establish appropriations in various Finance and General Government Group departments to fund Quality First payments based on Fiscal Year 2005-06 fund balance.

Recommendation 121

This action will establish appropriations in Media and Public Relations to fund Quality First payments based on Fiscal Year 2005-06 fund balance.

Linkage to the County of San Diego Strategic Plan

The County of San Diego is fully committed to using its resources to meet the highest priority needs of its residents as identified in the FY 2006-07 Budget and outlined by our three Strategic Initiatives – Kids, the Environment, and Safe and Livable Communities.

SUBJECT: FISCAL YEAR 2006-07 FIRST QUARTER OPERATIONAL PLAN STATUS
REPORT AND BUDGET ADJUSTMENTS

Respectfully submitted,

WALTER F. EKARD
Chief Administrative Officer

AGENDA ITEM INFORMATION SHEET

CONCURRENCE(S)

COUNTY COUNSEL REVIEW	<input checked="" type="checkbox"/> Yes	
Written Disclosure per County Charter Section 1000.1 Required	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
GROUP/AGENCY FINANCE DIRECTOR	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> N/A
CHIEF FINANCIAL OFFICER	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> N/A
Requires Four Votes	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No
GROUP/AGENCY INFORMATION TECHNOLOGY DIRECTOR	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> N/A
COUNTY TECHNOLOGY OFFICE	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> N/A
DEPARTMENT OF HUMAN RESOURCES	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> N/A

Other Concurrence(s): N/A

ORIGINATING DEPARTMENT: Chief Financial Officer

CONTACT PERSON(S):

Donald F. Steuer, Chief Financial Officer

Janel Pehau, Director, Office of Financial
Planning

Name

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E-mail

AUTHORIZED REPRESENTATIVE: _____

Donald F. Steuer, Chief Financial Officer

AGENDA ITEM INFORMATION SHEET

(continued)

PREVIOUS RELEVANT BOARD ACTIONS:

8/01/06 (17) County of San Diego FY 2006-07 Final Budget for Family of Funds, Enterprise Funds, Internal Service Funds, State and County Budget Update, Encumbrance and Penalty Assessment;

BOARD POLICIES APPLICABLE:

A-91, Mid-Year Budget Changes

BOARD POLICY STATEMENTS:

A-91 Mid-Year Budget Changes

A waiver of Board Policy A-91, Mid-Year Budget Changes is requested for the mid-year appropriation of funds. Adjustments are for both high priority one-time items and certain ongoing services.

CONTRACT AND/OR REQUISITION NUMBER(S):

N/A

**FY 2006-2007 1st Quarter
Projected Year-end Results**
(in thousands)

COUNTY SUMMARY

Expenditure Variance	Revenue Variance	1st Quarter FY06-07 Projected Fund Balance
Favorable/(Unfavorable)		

General Fund

Public Safety	\$ 15,751	\$ 2,406	\$ 18,157
Health & Human Services	90,670	(73,437)	17,233
Land Use & Environment	5,636	(1,610)	4,026
Community Services	9,754	(92)	9,662
Finance & General Government	7,858	(791)	7,067
Total Agency/Group	129,669	(73,524)	56,144
General Revenues	0	9,212	9,212
Finance Other	31,918	8,790	40,708
Total General Fund	\$ 161,587	\$ (55,523)	\$ 106,064

Special Revenue Funds

Public Safety	\$ 761	\$ 20	\$ 781
Health & Human Services	1,300	0	1,300
Land Use & Environment	1,502	8,402	9,905
Community Services	17,567	(15,957)	1,610
Finance & General Government	113	0	113
Finance Other	0	(0)	0
Total Special Revenue Funds	\$ 21,243	\$ (7,534)	\$ 13,709

Internal Service Funds Departments

Public Safety Group	\$ 38	\$ 0	\$ 38
Health & Human Services	0	0	0
Land Use & Environment	0	0	0
Community Services	10,561	(11,600)	(1,039)
Finance & General Government	(0)	0	(0)
Finance Other	4,000	0	4,000
Total Internal Service Funds	\$ 14,599	\$ (11,600)	\$ 2,999

Enterprise Fund Departments

Land Use & Environment	\$ 4,883	\$ (4,883)	\$ 0
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Special District Funds Departments

Public Safety Group	\$ 0	\$ 0	\$ 0
Health & Human Services	(0)	0	(0)
Land Use & Environment	3,806	(88)	3,717
Total Special District Funds	\$ 3,806	\$ (88)	\$ 3,717

Other County Funds Departments

LUEG - Debt. Svc. Local Boards	\$ 0	\$ 0	\$ 0
Community Svcs. - Redevelopment Agencies	0	0	0
Finance Other - Majestic Pines	0	0	0
Total Other County Funds	\$ 0	\$ 0	\$ 0

Debt Service - Pension Obligation Bonds	\$ 348	\$ 0	\$ 348
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Total County Projected Operating Balance	\$ 206,465	\$ (79,628)	\$ 126,838
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**FY 2006-2007 1st Quarter
Projected Year-end Results**

(in thousands)

PUBLIC SAFETY GROUP

Expenditure Variance	Revenue Variance	1st Quarter FY06-07 Projected Fund Balance
Favorable/(Unfavorable)		

General Fund Departments

Alternate Public Defender	\$ 39	\$ 0	\$ 39
Child Support	204	0	204
Contributions for Trial Courts	0	0	0
Defense Attorney Contract Admin.	0	0	0
District Attorney	(732)	1,571	839
Emergency Services	90	0	90
Law Enforcement Review Board	0	0	0
Medical Examiner	252	(65)	187
Probation	(354)	474	120
Public Defender	739	(301)	438
Public Safety Executive Office	(173)	308	135
Sheriff	15,687	418	16,105
Total General Fund	\$ 15,751	\$ 2,406	\$ 18,157

Special Revenue Funds Departments

District Attorney (Asset Forfeiture - State & Federal)	0	20	20
Probation - Asset Forfeiture	0	0	0
Probation - Inmate Welfare Program	1	0	1
Sheriff - Asset Forfeiture	245	0	245
Sheriff - Inmate Welfare Program	515	0	515
Public Safety - Proposition 172	0	0	0
Total Special Revenue Funds	761	20	781

Internal Service Funds Departments

Probation	0	0	0
Sheriff(Jail Stores)	38	0	38
Total Internal Service Funds	38	0	38

Special District Funds

Sheriff (Regional 800 MHz)	0	0	0
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Total Group Projected Fund Balance	\$ 16,550	\$ 2,426	\$ 18,976
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**FY 2006-2007 1st Quarter
Projected Year-end Results**

(in thousands)

HEALTH & HUMAN SERVICES AGENCY

Expenditure Variance	Revenue Variance	1st Quarter FY06-07 Projected Fund Balance
Favorable/(Unfavorable)		

General Fund Programs

Agency Administration	\$ 12,291	\$ (6,161)	\$ 6,130
Aging & Independence Services	3,493	(1,962)	1,531
Behavioral Health Services	19,562	(19,007)	555
Child Welfare Services	21,611	(20,256)	1,355
Public Administrator/Public Guardian	218	0	218
Public Health Services	413	11	424
Regional Operations	25,601	(24,986)	616
Strategic Planning & Operational Support	7,482	(1,077)	6,405
Total General Fund	\$ 90,670	\$ (73,437)	\$ 17,233

Special Revenue Funds

Tobacco Securitization Fund	1,300	0	1,300
Total Special Revenue Funds	1,300	0	1,300

Internal Service Funds

DMI-Working Capital(Edgemoor Hospital)	0	0	0
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Special District Funds Departments

Ambulance Districts	(0)	0	(0)
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Other County Funds Departments

	0	0	0
Total Health & Human Services Agency	\$ 91,970	\$ (73,437)	\$ 18,533

**FY 2006-2007 1st Quarter
Projected Year-end Results**

(in thousands)

LAND USE & ENVIRONMENT GROUP

Expenditure Variance	Revenue Variance	1st Quarter FY06-07 Projected Fund Balance
Favorable/(Unfavorable)		

General Fund Departments

Agriculture, Weights & Measures	\$ 512	\$ (429)	\$ 83
Environmental Health	955	(306)	650
Farm Advisor	0	0	0
Land Use & Environment Group Exec Office	16	(9)	7
Parks & Recreation	541	159	700
Planning & Land Use	3,315	(1,275)	2,040
Public Works	297	250	547
Total General Fund	\$ 5,636	\$ (1,610)	\$ 4,026

Special Revenue Funds Departments

A,W & M (Grazing and Fish & Game Commission)	0	0	0
Parks & Recreation - PLDO	0	116	116
DPW - Aviation Funds	46	(46)	0
DPW - Road Funds	1,425	8,316	9,741
DPW - Inactive Waste	32	17	48
Total Special Revenue Funds	1,502	8,402	9,905

Internal Service Funds Departments

Public Works - DPW Equip. ISF Prg. (35525-35700)	0	0	0
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Enterprise Funds Departments

Airport Enterprise Fund	4,699	(4,699)	0
Liquid Waste Enterprise Fund	184	(184)	0
Total Enterprise Funds:	4,883	(4,883)	0

Special District Funds Departments

Air Pollution Control District	508	223	731
Parks and Recreation	(0)	0	0
DPW - Sanitation Districts & Sewer Maintenance	0	0	0
DPW - CSAs	0	43	43
DPW - PRDs	3,281	(350)	2,931
DPW - Flood Control	0	0	0
DPW - Street Lighting Districts	17	(4)	12
Total Special Districts Funds:	3,806	(88)	3,717

Other County Funds Departments

Debt Service-Local Boards	0	0	0
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Total Land Use & Environment Group	\$ 15,827	\$ 1,822	\$ 17,648
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**FY 2006-2007 1st Quarter
Projected Year-end Results**

(in thousands)

COMMUNITY SERVICES GROUP

Expenditure Variance	Revenue Variance	1st Quarter FY06-07 Projected Fund Balance
Favorable/(Unfavorable)		

General Fund Departments

Animal Services	\$ 104	\$ 608	\$ 712
Community Services Group Exec Office	8,700	0	8,700
General Services	0	0	0
Purchasing & Contracting	250	0	250
Housing & Community Development	700	(700)	0
Library Services	0	0	0
Registrar of Voters	0	0	0
Total General Fund	\$ 9,754	\$ (92)	\$ 9,662

Special Revenue Funds Departments

Library Services	449	1,161	1,610
Housing & Community Development	17,117	(17,117)	0
Total Special Revenue Funds	17,567	(15,957)	1,610

Internal Service Funds Departments

Facilities Management	4,108	(5,109)	(1,000)
Fleet Management	5,988	(6,381)	(394)
Purchasing & Contracting	465	(110)	355
Total Internal Service Funds	10,561	(11,600)	(1,039)

Other County Funds Departments

Redevelopment Agency	0	0	0
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Total Community Services Group

\$ 37,882	\$ (27,648)	\$ 10,233
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**FY 2006-2007 1st Quarter
Projected Year-end Results**

(in thousands)

**FINANCE & GENERAL GOVERNMENT
GROUP**

Expenditure Variance	Revenue Variance	1st Quarter FY06-07 Projected Fund Balance
Favorable/(Unfavorable)		

General Fund Departments

Assessor/Recorder/County Clerk	\$ 688	\$ (432)	\$ 256
Auditor & Controller	1,724	(87)	1,637
Board of Supervisors	13	3	16
Board of Supervisors-General	0	0	0
CAC-Major Maintenance	0	5	5
Chief Administrative Officer	471	0	471
Civil Service Commission	21	0	21
Clerk of the Board of Supervisors	458	11	469
County Counsel	289	(96)	193
County Technology Office	80	0	80
Finance & GG Exec Office	2,800	0	2,800
Grand Jury	0	0	0
Human Resources	547	(218)	329
Treasurer-Tax Collector	768	22	790
Total General Fund	\$ 7,858	\$ (791)	\$ 7,067

Special Revenue Funds Departments

Media & Public Relations	113	0	113
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Internal Service Funds Departments

CTO - Information Technology	(0)	0	(0)
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**Total Finance & General
Government Group**

\$ 7,971	\$ (791)	\$ 7,180
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**FY 2006-2007 1st Quarter
Projected Year-end Results**

(in thousands)

**GENERAL REVENUES &
FINANCE OTHER**

Expenditure Variance	Revenue Variance	1st Quarter FY06-07 Projected Fund Balance
Favorable/(Unfavorable)		

General Fund

General Revenues:

All Current Property Taxes	\$ 0	\$ (3,795)	\$ (3,795)
All Other Taxes-Local	0	(2,336)	(2,336)
Licenses, Permits & Franchises	0	485	485
Fines, Forfeitures & Penalties	0	2,523	2,523
Revenue for Use of Money & Property	0	9,966	9,966
Intergovernmental Revenue	0	1,968	1,968
Charges for Current Services	0	0	0
Miscellaneous Revenue	0	400	400
Total General Revenues	\$ 0	\$ 9,212	\$ 9,212

General County Expenses:

Cash Borrowing Program	\$ 0	\$ 0	\$ 0
Community Enhancement	0	0	0
Contingency Reserve	20,000	0	20,000
Contributions to the Capital Outlay Fund	10,209	5,300	15,509
Contributions to Library Fund	0	0	0
Community Projects & Services	0	0	0
Countywide Expenses	1,709	3,490	5,199
Total Finance Other Expenses	\$ 31,918	\$ 8,790	\$ 40,708
Total General Fund	\$ 31,918	\$ 18,002	\$ 49,920

Special Revenue Funds Departments

Capital Program	\$ 0	\$ (0)	\$ 0
Total Special Revenue Funds	\$ 0	\$ (0)	\$ 0

Internal Service Funds Departments

Workers Compensation	\$ 4,000	\$ 0	\$ 4,000
Unemployment Insurance	0	0	0
Public Liability	0	0	0
Total ISF Funds	\$ 4,000	\$ 0	\$ 4,000

Other County Funds Departments

Majestic Pines	\$ 0	\$ 0	\$ 0
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Debt Service Funds Departments

Pension Obligation Bonds	\$ 348	\$ 0	\$ 348
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Total General Revenues & Finance Other	\$ 36,266	\$ 18,002	\$ 54,268
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**FY 2006-2007 1st Quarter
Projected Year-end Results**
(in thousands)

Category	Projected Management & Contingency Reserves	Projected Operating Balances	1st Quarter FY06-07 Projected Fund Balance
	Favorable/(Unfavorable)		
General Fund			
Public Safety	\$ 0	\$ 18,157	\$ 18,157
Health and Human Services	5,000	12,233	17,233
Land Use and Environment	0	4,026	4,026
Community Services	8,700	962	9,662
Finance & General Government	3,430	3,637	7,067
Agency/Group Totals	\$ 17,130	\$ 39,014	\$ 56,144
General Revenues		9,212	9,212
General County Expenses	0	20,708	20,708
Contingency Reserve	20,000	0	20,000
Total Gen'l. Revs & Gen'l. County Exp.	\$ 20,000	\$ 29,920	\$ 49,920
Total General Fund	\$ 37,130	\$ 68,934	\$ 106,064

COUNTY OF SAN DIEGO
NOTES TO SCHEDULES A and B
FY 2006 - 2007 1st QUARTER

GENERAL NOTES

Projected Fund Balance

Projected fund balance as presented in this report is defined as the projected excess of revenues over expenditures as a result of current fiscal year operations. Schedule A presents projections by Group and Department by fund or fund type.

Contingency Reserve and Management Reserves

The County's General Fund budget contains a Contingency Reserve each year to be used in the event of unforeseen expenses or to offset revenue shortfalls. Management Reserves are appropriations that are set-aside at the Group or department level for unanticipated needs or planned future one-time expenses. Schedule B shows a summary of the General Fund's projected fund balance by Group/Agency that distinguishes between projected contingency/management reserve balances and operating balances.

Variance Reporting

Departments project variances from their operational plans based either on revised expectations or on actual revenues or expenditures to date. The significant (greater than \$300,000) variances in total expenditure, total revenue, or net variances from plan are discussed below and categorized by funds.

Most County activities are carried out within the General Fund. The General Fund "fund balance" is considered to be the primary "equity" cushion of the County, authorized to be drawn upon by specific Board action and according to Board priorities and policies. Projected fund balances in all other funds are restricted to uses that are consistent with the purposes of the individual funds.

PUBLIC SAFETY GROUP

General Fund:

Department of Child Support Services

A net positive variance of \$0.2 million is projected for the Department of Child Support Services (DCSS).

A net positive expenditure variance of \$0.2 million is projected. A negative variance of \$0.8 million is projected in salaries and benefits. The Operational Plan anticipates that certain positions remain vacant as it is projected that the State Department of Child Support Services will not increase the Fiscal Year 2007-08 allocation to support increases in staffing costs. In order to successfully

transition to the California Child Support Computer System (CCSAS) and to the county's outsourcing vendor, certain positions will remain filled for longer than anticipated. Appropriations will be transferred between expenditure objects to mitigate this negative variance. A positive variance of \$1.0 million is projected in services and supplies. This is due to decreased costs as a result of a renegotiated lease, renegotiated contracts for services and streamlining services.

District Attorney

A net positive variance of \$0.8 million is projected for the District Attorney's Office.

A net negative variance of \$0.8 million is projected for expenditures. A positive variance of \$0.1 million is projected in other costs due to the reduced involvement of outside law enforcement agencies in the Regional Auto Theft Task Force. A negative variance of \$0.9 million is projected in expenditure transfers and reimbursements due to normal attrition and delays in filling vacant positions in the Public Assistance Fraud Division. The associated salaries and benefits appropriations are being directed to operational needs for salaries and benefits expenditures related to non-permanent employees including student workers and temporary professionals. The negative variance will be mitigated by the appropriation of over-realized revenues discussed below.

A net positive revenue variance of \$1.6 million is primarily attributable to unanticipated revenue for the Worker's Compensation Insurance Fraud Program of \$0.6 million, unanticipated revenue for the Vertical Prosecution Block Grant Program of \$ 0.5 million, and unanticipated revenue for the Disability and Health Care Fraud Program of \$ 0.5 million.

Probation

An overall net positive variance of \$0.1 million is projected for the Probation Department.

A net negative expenditure variance of \$0.4 million is projected due to a negative variance of \$0.6 million in services and supplies primarily due to increased food costs in the institutions and increased communications costs, offset by a positive variance of \$0.2 million in other charges due to the decrease in out of home placements. This negative variance will be mitigated by the appropriation of over-realized revenues discussed below.

A net positive revenue variance of \$0.5 million is projected. Federal and State Meal program revenues are projected to exceed budget by \$0.3 million due to increasing population in institutions. Work Project crew revenue, Airport Enterprise Funds, Road Funds, and Internal Service Funds accounts are projected to generate an additional \$0.5 million in revenue due to increased demand for Work Project work crews. Proposition 36 funds are projected to exceed budget due to reallocation of an additional \$0.3 million from the Health

and Human Services Agency to offset total program costs. Title IV-E revenue will be over realized by \$0.4 million due to projected increase in the number of officers who time survey for the program. Juvenile Justice Crime Prevention (JJCPA) and Temporary Assistance for Needy Families (TANF) will each be over-realized by \$0.3 million based on prior year realized revenue. An additional \$0.3 million in revenue will be realized from various sources including charges for sealing records and court fees. These positive variances are offset by the following projected negative revenue variance of \$1.9 million. Revenue from offender reimbursements for the cost of Supervision/ Investigations (Other Court Costs and Court Administration Fees account) is projected to be under budget by \$0.8 million due to the implementation of AB3000 and changes to the priority for distribution of payments received. Parental reimbursements and Institutional Care Federal revenue for wards detained in institutions are projected to be below budget by \$1.1 million primarily due to fewer undocumented wards detained in Juvenile Hall.

Public Defender

A net positive variance of \$0.4 million is projected for the Public Defender.

A positive expenditure variance of \$0.7 million is projected in salaries & benefits. The cost savings are due primarily to modified positions.

A negative variance of \$0.3 million is projected in revenue. This is primarily due to the implementation of AB3000 and changes to the priority for distribution of payments received as well as a small adjustment for SB90 disallowed expenses for Sexually Violent Predator (SVP) claims.

Public Safety Group

A net positive variance of \$0.1 million is projected for the Public Safety Group.

A negative expenditure variance of \$0.2 million in other charges is due to a technical change in accounting for the Hall of Justice (HOJ) debt service obligation. This negative variance will be mitigated by the appropriation of over-realized revenues. Revenues are projected to be \$0.3 million over budget due to anticipated over-realized Hall of Justice parking fee revenues which will offset the debt service obligation.

Sheriff

A net positive variance of \$16.1 million is projected for the Sheriff's Department.

An overall positive expenditure variance of \$15.7 million is projected. Salaries and benefits are projected to be \$15.7 million under budget due to salary savings as a result of 311 vacant positions. This projection includes "Expected New Hires" of 195 deputies from forthcoming academies and 33 professional staff. It also anticipates 131 retirements/departures.

A net positive revenue variance of \$0.4 million is projected. A positive variance of \$0.6 million is projected in Reimbursement Mandated SB 90 due to unanticipated revenue in State reimbursements from previous years. A positive variance of \$0.4 million is projected in SB 924 Correctional Training (STC) due to unanticipated State revenue. A negative variance of \$0.6 million is projected in Reimbursement from Trial Courts due to a new methodology being used by General Services when allocating shared space cost, which decreases the amount of revenue the Trial Courts will reimburse for Weapons Screening.

Special Revenue Funds:

Proposition 172

No variance is projected for the Proposition 172 Special Revenue Fund.

The Proposition 172 Special Revenue Fund finished Fiscal Year 2005-06 with a \$17.0 million year-end fund balance after adjusting for year-end accruals and actual realized revenues. An additional amount of \$4.9 million remains in the fund from previous years for a total of \$21.9 million. Pursuant to Board of Supervisor's Policy A-126, any positive variance at year end will be disbursed according to a public safety program plan agreed to by the Sheriff, the District Attorney and the Probation Department. A total of \$0.7 million has been appropriated to date through the adoption of the Fiscal Year 2006-07 Operational Plan. The Public Safety Group is submitting requests for additional appropriations for the Sheriff, the District Attorney and the Probation Department totaling \$2.5 million in the Fiscal Year 2006-07 First Quarter Operational Plan Status Report. The Sheriff requested an additional \$5.9 million to be appropriated on December 5, 2006 to enhance wireless communications services.

Sheriff's Inmate Welfare

A net positive variance of \$0.5 million is projected for the Inmate Welfare Fund. This is due to a planned reduction in encumbrances for services and supplies and capital equipment.

HEALTH AND HUMAN SERVICES AGENCY

General Fund:

Agency Administration

The Agency Administration consists of the following: Agency Executive Office, Agency Contract Support, Financial Services and Support Division, Human Resources, Management Support, and the First Five Commission.

A net positive variance of \$6.1 million is projected for Agency Administration. The variance is the result of net expenditure savings of \$12.3 million and projected under-realized revenues of \$6.2 million.

The \$12.3 million expenditure savings includes \$1.1 million in salaries and benefits due to normal attrition, \$6.2 million in services and supplies and \$5.0 million in anticipated year-end management reserves. The \$6.2 million savings in services and supplies are comprised of \$3.0 million of emergency appropriation savings associated with unsecuritized tobacco settlement, \$2.6 million not reflected in the projections due to pending contract negotiations associated with the IT transition to Northrup Grumman and \$0.6 million in various services and supplies. The \$6.2 million of under-realized revenue includes the \$3.0 million of unsecuritized tobacco settlement revenue and a \$3.2 million net revenue reduction associated with expenditure savings and projected reduced IT transition costs.

Aging and Independence Services

A net positive variance of \$1.5 million is projected for Aging and Independence Services. This is the result of a net expenditure savings of \$3.5 million offset by a \$2.0 million decrease in realized revenues associated with expenditure savings.

The net expenditure savings of \$3.5 million include \$1.1 million in salaries and benefits due to vacancies, \$0.4 million in services and supplies and \$2.0 million in operating transfers for the In Home Support Services (IHSS) Public Authority. The \$0.4 million savings in services and supplies are due to a combination of \$0.9 million reduced IT application costs and lesser client casework needs for contracted services in APS and Senior Team, offset by \$0.5 million over-expenditures for furniture and fixtures and other miscellaneous supplies.

A projected net decrease in revenue of \$2.0 million is associated with expenditure savings.

Behavioral Health Services

Behavioral Health Services consists of the following: Adult Mental Health Services, Children's Mental Health Services, Alcohol and Other Drug Services, and Inpatient Health Services comprised of San Diego Psychiatric Hospital and Edgemoor Hospital.

A net positive variance of \$0.6 million is projected in Behavioral Health Services. The variance is the result of \$19.6 million anticipated overall expenditure savings and projected under-realized revenues of \$19.0 million.

The \$19.6 million expenditure savings is due to \$21.6 million savings in services and supplies offset by a \$2.0 million increase in salaries and benefits due to cost of living increases and equity adjustments primarily in the S.D Psychiatric and Edgemoor hospitals. The \$21.6 million savings in services and supplies are due to delays in contract implementation associated with Prop 63 and EPSDT, expansion of the Mental Health Management Information Systems and reduced utilization of Medi-Cal inpatient services.

The decrease of \$19.0 million in revenues is associated with expenditure savings.

County Child Welfare Services

A net cost variance of \$1.4 million is projected for Countywide Child Welfare Services (CCWS). This is the result of a net expenditure savings of \$21.6 million offset by a \$20.2 million projected reduction in realized revenues.

The net expenditure savings of \$21.6 million is the result of \$2.5 million of savings in salaries and benefits caused by vacancies due to attrition and hiring delays. In addition, \$21.3 million of savings are projected in aid payments for Severely Emotionally Disturbed (SED), Foster Care, Aid to Adoptive Parents (AAP) and KinGap due to reduced caseload. The savings are offset by \$2.2 million over expenditures in services and supplies primarily due to Adoptions and Foster Home Licensing recruitment activities.

The \$20.2 million under-realized revenue is associated with the expenditure savings in aid payments.

Public Health Services

A net positive variance of \$0.4 million is projected for Public Health Services. This is primarily the result of savings in salaries and benefits due to vacancies and staff turnovers.

No net variance is projected for revenues. The increase of \$2.9 million revenue from the State for Medi-Cal Administrative activities and Child Health Disabilities State revenues is offset by a \$2.3 million reduction in State and Federal grants, Federal Medi-Cal and EPSDT, Ryan White Care Act, TB Control and \$0.6 million in Health Realignment associated primarily with salary savings.

Regional Operations

Regional Operations consist of the following: Central, East, North Central, North Coastal, North Inland, and South regions, Community Action Partnership, Regional Self-Sufficiency and Regional Child Welfare Services.

A net positive variance of \$0.6 million is projected for Regional Operations due to net expenditure savings of \$25.6 million and \$25.0 million in under-realized revenues. Savings in salaries and benefits are projected at \$2.9 million due to vacant positions resulting from staff turnover. Additional reductions in expenditures are projected to include \$1.2 million in services and supplies, and a \$21.5 million decrease in other charges comprised of \$3.6 million for Child Care payments and \$17.9 million for CalWORKS, General Relief, Welfare to Work and Refugee Assistance payments. These decreases are based on projected caseloads. A decrease of \$25.0 million in revenues is projected as a result of the anticipated savings in expenditures.

Strategic Planning and Operational Support

A net variance of \$6.4 million is projected for Strategic Planning and Operational Support. The projected expenditure savings of \$7.5 million is a combination of \$0.9 savings in salaries and benefits and \$6.6 million savings in services and supplies primarily due to \$6.0 million in less than anticipated CMS costs associated with the new eligibility requirements, as well as one-time retro payments being less than budgeted and \$0.6 million under-spending for the California Healthcare for Indigents Program (CHIP) due to a reduced allocation. The projected under-realization of revenue by \$1.1 million is directly related to the projected expenditure savings.

Special Revenue Funds:

Tobacco Securitization Fund

A net positive variance of \$1.3 million is projected in the Securitized Tobacco Settlement Fund. This represents the difference between the projected annual available amount of Tobacco funds and what the Board of Supervisors has approved, based on an annual draw of \$24.2 million. Fund reports will be based on maximum annual draw of \$27.5 million beginning in FY 2007-08.

LAND USE AND ENVIRONMENT GROUP

General Fund

Agriculture, Weights & Measures

A net positive variance of \$0.1 million is projected for Agriculture, Weights and Measures. There is a net favorable expenditure variance of \$0.5 million. Projected savings of \$0.2 million in salaries and benefits is due to the lag in the operative date for new positions. Projected net savings in services and supplies is \$0.3 million due to an abatement of expenditure of \$0.1 million that had been budgeted as revenue and savings of \$0.3 million from emergency measures related to the Sudden Oak Death (SOD) contract that are not anticipated at this time, offset by a projected negative variance of \$0.1 million that is primarily due to increased Internal Service Fund (ISF) costs.

Projected under-realization of revenue is \$0.4 million and is due to both the abatement of expenditures in services and supplies and the savings from the Sudden Oak Death contract.

Environmental Health

A net positive variance of \$0.7 million is projected for the Department of Environmental Health. A projected positive expenditure variance of \$1.0 million is primarily the result of savings in salaries and benefits due to delays in hiring, under-filling positions, and attrition. Revenue is projected to be under-realized by \$0.3 million. Under-realized revenue of \$1.0 million is primarily related to

projected expenditure savings and is offset by the projected over-realization of revenue from recovered expenditures in the amount of \$0.7 million.

Parks and Recreation

A net favorable variance of \$0.7 million is projected for the Department of Parks and Recreation. This includes a net positive variance of \$0.5 million in salaries and benefits, which is due to short-term vacancies that are currently in the process of being filled.

A net positive revenue variance of \$0.2 million is mainly due to the anticipated higher park and camping fees and revenue realized from reimbursement for Joint Powers Agreement projects.

Planning and Land Use

A net positive variance of \$2.0 million is projected for Planning and Land Use. A positive expenditure variance of \$1.9 million in salaries and benefits is due to vacancies pending recruitment and intentionally holding 4.0 positions vacant to offset projected revenue shortfalls in building inspection and plan check. Projected savings in services and supplies of \$1.4 million are the result of savings of \$1.0 million in consultant services related to the Fire Safety and Fuels Reduction Program and Multiple Species Conservation Program and savings of \$0.4 million in various services and supply accounts. Funding and expenditures span several years for these projects and will not be fully expended in the current fiscal year.

A projected revenue shortfall of \$1.3 million is comprised of several accounts. A projected negative variance of \$0.9 million in Construction Permits, Plan Check Field Inspection and Service to Property Owners Fees is a result of lower than normal construction projects. This shortfall is offset by savings in salaries and benefit costs. The remaining \$0.4 million is spread over various other revenue accounts.

Department of Public Works

A net positive variance of \$0.5 million is projected for the Public Works General Fund. A positive expenditure variance of \$0.3 million is due to savings in salaries and benefits for new positions that have been added and not yet filled. A positive revenue variance of \$0.2 million is due to over-realized FHA grant revenue for the Watershed Protection Program.

Special Revenue Funds

Department of Public Works

Road Fund

A net positive variance of \$9.7 million is projected for the Road Fund. A positive expenditure variance of \$1.4 million includes \$1.3 million savings in salaries and

benefits due to turnover and vacancies during recruitment efforts and a positive variance of \$0.1 million in services and supplies due to savings in various accounts. A positive revenue variance of \$8.3 million is projected. Charges for services are projected to be over-realized by \$1.3 million, for work done for special districts and intergovernmental revenues will be over-realized by \$7.0 million, primarily due to repayment of FY 03-04 and FY 04-05 Traffic Congestion Relief Funding. A request to appropriate \$6.7 million for asphalt resurfacing, based on the Traffic Congestion Relief Funding, will be made on December 13, 2006.

Enterprise Funds

Department of Public Works

Airports

There is no net variance projected for the Airport Enterprise Fund. Projected savings in services and supplies of \$0.1 million is due to anticipated savings in various accounts. Projected savings of \$4.6 million in Capital Assets/Land Acquisition is due to decreases in costs of the Palomar Runway Rehabilitation, Gillespie Field West Transient Ramp, Palomar Runway Safety Area Phase 2 projects, Fallbrook Modular Terminal Building/Construct Terminal Parking Apron and Gillespie Field Overlay Transient Ramp projects. A projected favorable variance of \$4.7 million in revenue and use of fund balance is directly related to expenditure savings.

Special District Funds

Air Pollution Control District

A net positive variance of \$0.7 million is projected for the Air Pollution Control District. Projected expenditure savings of \$0.5 million include salaries and benefits savings of \$0.4 million due to vacancies and under-filled positions and services and supply savings of \$0.1 million in various accounts. Projected over-realized revenue of \$0.2 million is from additional interest earnings.

Permanent Road Divisions

A net positive variance of \$2.9 million is projected in the Permanent Road Divisions. A net positive expenditure variance of \$3.3 in services and supplies is primarily due to funds that were budgeted as a reserve for potential flood damage. A net negative variance of \$0.4 in revenue is mainly due to decreased revenue from proceeds from long term debt and service to property owners.

COMMUNITY SERVICES GROUP

General Fund

Animal Services

A net positive variance of \$0.7 million is projected for year end. A positive expenditure variance of \$0.1 million is primarily due to savings in services and supplies. Smaller savings are expected in salaries and benefits due to vacancies resulting from turn-over. A net positive revenue variance of \$0.6 million is projected due to an unanticipated revenue allocation of \$0.7 from SB90 combined with a decrease of approximately \$0.1 million due to decreased dog license sales. The department is working with its contract cities to promote the benefits of licensing (at rabies clinics for example) and on-line licensing is also expected to improve collections.

CSG Executive Office

The projected favorable variance of \$8.7 million in the CSG Executive Office is due to a projected year-end balance in management reserves.

Housing and Community Development

No net variance is projected for HCD. HCD projects a positive expenditure variance of \$0.7 million. The variance is the result of salary and benefits savings of \$0.5 million due to vacant and under-filled positions, and \$0.2 million in overall services and supplies savings (office and miscellaneous expense, inter-department expense and postage). The expenditure variance is offset by a corresponding projected revenue shortfall of \$0.7 million, since the department's direct expenditures are 100% offset by outside revenue sources.

Contribution from the General Fund to Purchasing and Contracting ISF

A net positive variance of \$0.3 million in operating transfer expenditures is projected by fiscal year-end. These General Fund appropriations provide a portion of the funding for Records Management Division and, due to unfilled vacancies in the ISF, are not projected to be used.

Registrar of Voters

There are currently no variances projected for year end. However, the department recently conducted the November 7 Gubernatorial General Election and there is the potential for expenditure and revenue variances as a result of this election.

Internal Service Funds (ISFs):

Purchasing and Contracting ISF

A net positive variance of \$0.4 million is projected for the Purchasing and Contracting Internal Service Fund (ISF). The positive expenditure variance of \$0.5 million is due to anticipated cost savings in services and supplies primarily

due to major maintenance costs that may not be allocated to the department if relocated to another facility, combined with cost savings in other miscellaneous accounts. The negative revenue variance of \$0.1 million is due to operating transfers into the fund not being made due to unfilled vacancies in Records Management Services, offset by over-realized revenue from charges for services.

Facilities Management

A net unfavorable variance of \$1.0 million is projected by fiscal year-end for Facilities Management. A favorable expenditure variance of \$4.1 million is offset by a projected unfavorable revenue variance of \$5.1 million for Facilities Management. Facilities Management consists of two funds, Major Maintenance ISF and Facilities Management ISF.

In the Major Maintenance ISF, a favorable expenditure variance of \$5.5 million is projected to offset an unfavorable revenue variance of \$5.5 million for a projected net zero variance. The favorable expenditure variance consists of projected under-spending in services & supplies of \$5.1 million and in operating transfers of \$0.4 million (the operating transfers are paid to the Facilities Management fund for project management services). The projected under-expenditure is based on an estimate of 80% of the budgeted work being done in a fiscal year, comparable to last year's 76%. The negative revenue variance is due to reduced charges for services for the reduced amount of work.

In the Facilities Management ISF, a total unfavorable variance of \$1.0 million is projected, comprised of an unfavorable expenditure variance of \$1.4 million offset in part by a favorable revenue variance of \$0.4 million. The expenditure variance is the result of a favorable variance of \$0.6 million in salaries and benefits and an unfavorable variance of \$2.0 million in contracted services, due to unbudgeted increases in the cost of contracted services. The revenue variance is made up of several offsetting categories: \$1.2 million favorable variance in other financing sources, \$0.9 million unfavorable in charges for services, and a net \$0.1 million favorable variance in other categories.

The department's mitigation plan is to monitor contract costs, service requests and/or request a budget adjustment if needed at year end.

Fleet Management

A net unfavorable variance of \$0.4 million is projected for the Fleet Management Internal Service Fund. A total favorable expenditure variance of \$6.0 million is offset by an unfavorable revenue variance of \$6.4 million.

The favorable expenditure variance of \$6.0 million is the result of \$0.4 million in salaries and benefits due to staff vacancies, \$2.8 million in services and supplies due to a change in the accounting for parts purchases that eliminates payments from one division of Fleet to another and the under-expenditure of fuel due to

market fluctuations of fuel costs, \$0.3 million in other charges due to less than anticipated recording of depreciation, \$2.4 million in Capital Assets due to pending departmental decisions regarding the purchase of vehicles (buses) and \$0.1 million in unused Contingency Reserves.

The unfavorable revenue variance of \$6.4 million is due to offsetting projections in several categories. Charges for services is projected to be \$6.7 million under budget, which includes General Fund charges (\$3.4 million), charges in ISFs (\$3.1 million) and all other categories (\$0.2 million). The large variance in General Fund charges is due to the pending departmental decision on buses and fewer billable hours than budgeted. The large variance in charges in ISFs is due to a change in the accounting for parts purchases that eliminates payments from one division of Fleet to another and the under expenditure of fuel due to market fluctuations of fuel costs. Interest earnings are projected to be \$0.2 million over budget. Miscellaneous revenues are projected to be over budget by \$0.1 million due to third party recoveries for insurance settlements.

Mitigation plan: The Fleet ISF is projecting that expenditures will exceed revenues due to less than budgeted billable hours associated with staff vacancies. As a remedy the department is monitoring workload to increase billable hours.

Housing and Community Development Special Revenue Fund

No net variance is projected. A favorable expenditure variance of \$17.1 million is offset by an unfavorable revenue variance of the same amount. The Department budgets all funds that it is eligible to receive from the funding source, to facilitate the multi-year project expenditure request process. The savings of \$17 million is based on staff's analysis of anticipated funding requests for approved projects. Revenue is projected to equal expenses, as project costs are 100% offset.

San Diego County Library

A net positive variance of \$1.6 million is projected for the Library. The expenditure variance is expected to be \$0.4 million. Projected savings of \$0.3 million in salaries and benefits are the result of normal staff turnover and vacancies that are anticipated to be filled. A net under-expenditure of \$0.1 million in services and supplies is primarily the result of delays in scheduled maintenance to facilities, slight reductions in contracted services, and planned minor equipment purchases, offset by a planned small increase in acquisition of specialty library materials.

A net positive variance of \$1.2 million is projected for revenues. Due to higher than forecasted increases in assessed valuations and real estate activity, revenue from current secured property taxes is projected to be \$0.5 million over budget. Aid from Other Governmental Agencies is expected to be \$0.1 more than budgeted due to increased grant revenue. Charges for current services are projected to be \$0.3 million more than budgeted due to a 42% increase in

circulation of materials. Miscellaneous revenues are projected to be \$0.3 million higher than budgeted due to donations.

FINANCE & GENERAL GOVERNMENT GROUP

Assessor/Recorder/County Clerk

An overall net favorable variance of \$0.3 million is projected for the Assessor/Recorder/County Clerk.

A positive expenditure variance of \$0.7 million is projected primarily due to projected savings in salaries and benefits due to staff turnover and vacancies.

A net negative revenue variance of \$0.4 million is projected due to an anticipated \$2.0 million shortfall in Recording Document revenues and a \$0.8 million shortfall in Property Tax Administration Revenues due to housing and refinancing slowdown. These revenue shortfalls will be partially offset by an anticipated surplus of \$2.0 million in AB2890 recovered cost revenues and an anticipated surplus of \$0.4 million in various other revenue categories.

Auditor and Controller

An overall net favorable variance of \$1.6 million is projected for the Auditor and Controller.

A net positive expenditure variance of \$1.7 million is primarily due to \$1.2 million of projected savings in salaries and benefits from anticipated position vacancies exceeding an average of 23 positions and from longer than anticipated delays in recruiting and filling vacancies. Additional factors contributing to the variance include \$0.3 million in projected savings in services and supplies due to possible delays in Information Technology automation projects and a projected year-end balance of \$0.2 million in management reserves.

A net negative revenue shortfall of \$0.1 million is projected due to \$0.4 million revenue shortfall in A-87 revenues resulting from adjustments of estimated costs to actual costs and credits that are carried forward to fiscal year 06-07. This shortfall will be offset by \$0.3 million in over-realized revenue in various other accounts.

Chief Administrative Office

An overall favorable variance of \$0.5 million is projected for the Chief Administrative Office.

A net positive expenditure variance of \$0.5 million is due to \$0.3 million of projected savings in services and supplies due to anticipated reduction in expenditures for professional and contracted services. The remainder of the \$0.2 million department-wide savings is in salaries and benefits due to staff turnover and vacancies.

Clerk of the Board

An overall favorable variance of \$0.5 million is projected for the Clerk of the Board.

A net positive expenditure variance of \$0.3 million is projected in service and supplies savings due to lower than anticipated contract and utility costs and there is a projected year-end balance of \$0.2 million in management reserves.

County Counsel

A net positive variance of \$0.2 million is projected for the Office of County Counsel.

The positive expenditure variance of \$0.3 million is due to a projected increase in expenditure transfers and reimbursements due to anticipated costs reimbursements for exclusive legal and staff support services provided to HHSA and the Department of Environmental Health (DEH).

A negative revenue variance of \$0.1 million is due to projected shortfalls/surpluses in various revenue categories.

Finance and General Government Executive Office

An overall favorable variance of \$2.8 million is projected for the Finance and General Government Executive Office due to a projected year-end balance of \$2.8 million in management reserves.

Human Resources

An overall net favorable variance of \$0.3 million is projected for the Department of Human Resources.

A positive expenditure variance of \$0.5 million in salaries and benefits is projected due to staff turnover, under-filling of positions and vacancies.

A negative revenue variance of \$0.2 million is due to lower than expected reimbursed costs from the Workers Compensation Internal Service Fund

Treasurer-Tax Collector

An overall favorable variance of \$0.8 million is projected for the Treasurer-Tax Collector.

A net positive expenditure variance of \$0.8 million is projected due to \$0.6 million in salaries and benefits due to normal staff turnover and a projected year-end balance of \$0.2 million in management reserves.

GENERAL REVENUES & GENERAL COUNTY EXPENSES

General Revenues & General County Expenses

A net positive variance of \$49.9 million is projected for these two categories combined, comprised of an estimated additional \$9.2 million in General Purpose Revenues and a \$40.7 million net positive variance in General County activities.

General Revenues

The San Diego economy continues to show positive, if somewhat slower growth in 2006.

- San Diego's unemployment rate averaged 4.3% in 2005, and from January through August 2006 the unemployment rate averaged 4.0%. San Diego's unemployment rate continues to compare favorably to both the U.S. and California unemployment rates, 5.1% and 5.4% respectively for 2005.
- Local sales tax transactions grew by 4.2% for the County as a whole for April through June 2006 compared to the same time period for 2005. The unincorporated area reported unadjusted sales tax growth at 6.9%. The increase in sales was due in part to higher fuel prices. Southern California experienced sales tax revenue growth of 5.5%, and the State sales tax growth was 5.6%.
- The housing boom that has been driving the U.S., California and local economies is softening. The demand for housing in the County is slowing, as evidenced by the reduction in residential building permits, flattening housing prices, and length of time of property listings. Overall, property tax growth is decelerating and property turnover and new construction are being watched closely. Relatively low interest rates and the area's population growth will mitigate against the possibility of a decline.

All Current Property Taxes

All Current Property taxes are estimated to show a net negative variance of \$3.8 million.

- *Property Taxes - Current Supplemental*
Current Supplemental Property Taxes are projected to be \$4.6 million lower than budget. This projection is based on a review of collections to open charges through the October 10 Property Tax System apportionment (apportionment 3 of 13). The current secured supplemental roll (charges) is down 17.5% from the same time last year. Further supplemental bill releases are down 28% countywide

(approximately \$48.3 million) through October 28 compared to the same period last year.

- *Property Taxes - Current Unsecured*

Current Unsecured Property Taxes are projected to be \$0.8 million above budget. At the time the budget was prepared, current unsecured property tax revenues were based on the assumption that there would be no growth in the current unsecured roll. Unlike the secured roll, the unsecured roll does not build on a prior year base. The final roll included adjustments for personal property and improvements that increased the current unsecured roll's assessed value by 15.4% resulting in the projected revenue increase.

Taxes Other Than Current Secured

Taxes Other Than Current Secured are anticipated to be \$2.3 million under budget.

- *Property Tax in Lieu of VLF*

Property Tax in Lieu of Vehicle License Fees (VLF) is projected to be \$3.4 million over the budgeted amount of \$274.5 million. The assessed value growth factor for 2006-07 is 12.15%, approximately 1.15% higher than the 11.0% growth rate used to calculate the budgeted revenue. An adjustment was also made to the County's 2005-06 Property Tax in Lieu of VLF revenue based on final calculations of the assessed value across the various local governments. This change resulted in a one-time positive adjustment to the County for 2005-06 to \$272,400 and it also raised the County's base in 2006-07. The County's new base for 2006-07 is \$277.7 million.

- *Real Property Transfer Taxes*

A negative variance of \$6.7 million in revenue is estimated for Real Property Transfer Taxes (RPTT) due to much weaker growth than anticipated in the real estate sector. According to DataQuick Information Systems, the total number of homes sold in San Diego in September 2006 (3,207 homes) dropped 35% compared to September 2005 (4,935 homes). In addition, housing permits are expected to drop 35% in 2006 compared to 2005 according to the San Diego Regional Chamber of Commerce.

- *Sales and Use Taxes*

A positive revenue variance of \$1.1 million is estimated for Sales and Use Taxes based on current activity through October for Fiscal Year 2006-07 and projected advances through the end of the year.

- *Redevelopment Agency Tax Increment*
A projected \$3.3 million positive revenue variance is estimated for the Redevelopment Agency Tax Increment. This projection is based on the year to date collections compared to last year at the same time, and expected collections based on existing Redevelopment Agreements with growth from the share of inflation/incremental revenue clauses and settlement payments increases in various agreements.
- *Teeter Tax Reserve Excess*
The Teeter Tax Reserve Excess is estimated to be \$3.5 million lower than budget. This projection is based on a review of total reserves available to meet the Revenue and Taxation Code requirement of maintaining a reserve of not less than 25% of the total delinquent secured taxes and assessments (R&C section 4703.2). For Fiscal Year 2006-07, the reserve requirement is \$16.697 million. Through June 30, 2006, the available reserve was \$10.281 million. Approximately \$6.4 million of the penalty and interest revenue generated from delinquent property taxes that were bought out through the Teeter Program will need to be set aside to reach the required reserve. These revenues are projected to exceed \$7.0 million. However, the General Fund Teeter Tax Reserve Excess revenue estimate is prepared conservatively based on the uncertainty in collections over the balance of the year.

Licenses, Permits, and Franchises

Franchise payments from San Diego Gas and Electric are expected to be received in March 2007. The March 2007 payment is projected to include marginal growth over March 2006 actuals of \$4.739 million based on total sales of electric energy and gas.

Fines, Forfeitures and Penalties

Penalties and Cost Delinquency Taxes are projected to be approximately \$2.5 million above budget. This increase is attributed to the overall increase in the property tax base as well as current economic conditions. These penalties represent failure to pay any current and prior years' property tax by a specific due date.

Revenue from Use of Money and Property

A net positive variance of \$9.96 million is projected for interest on deposits. This positive variance is based on two factors: one, uncertainty in the borrowing level for 2006-07 compared to projected cash flows when the budget figures were prepared in March/April 2006, and two, higher than estimated interest rates compared to 2005/06. The General Accounting 2006/07 first quarter interest apportionment rate was 4.72%, compared to a 2005/06 average rate of 3.47%.

Intergovernmental Revenues

A net positive variance of \$2.0 million is projected. State Motor Vehicle In-Lieu Tax revenues were budgeted at zero. The state-local agreement of 2004 inadvertently deleted the payment mechanism to transfer excess State Motor Vehicle In-Lieu Tax revenue collections to local governments. The payment mechanism was fixed in budget trailer bill AB 1805 and the California Department of Finance mailed to the County of San Diego payments totaling \$1.97 million for Fiscal Years 2004-05 and 2005-06.

Miscellaneous Revenues

A net positive revenue variance of \$0.4 million is projected. Generally the County transfers the fund balance from the annual flex plan forfeitures fund to the County General Fund at the end of the following fiscal year. However, due to timing changes and a new service provider, the County did not close out the Fiscal Year 2004-05 fund in 2005-06. All disbursements have subsequently been processed and a total transfer of \$1.4 million is planned for 2006-07, a positive variance of \$0.4 million over the budgeted amount.

General County Expenses

Contingency Reserve

The entire \$20.0 million budgeted in the Contingency Reserve in FY 2006-07 is expected to be unspent at year-end.

Facility Lease Payments

A net positive variance of \$0.5 million is projected. A variance of \$0.5 million is the result of lease payment savings of \$0.3 million for the 1998 Hall of Justice and \$0.2 million for the 1999 East Mesa project.

Contributions to Capital/Debt Reduction

Appropriations of \$15.0 million were established on May 9, 2006 in Contributions to Capital for the Edgemoor Skilled Nursing Facility project based on General Fund fund balance for cost overruns related to the project. These appropriations were unspent at the end of Fiscal Year 2005-06 and were carried forward into 2006-07. On September 25, 2006, \$5.0 million was expended and in October an additional \$0.3 million was expended, for a total of \$5.3 million. On October 31, 2006, the Board of Supervisors approved and authorized the Clerk of the Board of Supervisors to execute the Declaration of Official Intent to reimburse certain expenditures from proceeds of Indebtedness. As a result of the issuance of additional indebtedness the \$5.3 million spent to date will be returned to the County from the proceeds. Overall, a positive variance of \$15.0 million is expected in Contributions to Capital in Fiscal Year 2006-07.

ERP Lease Purchase Payments

Savings of \$1.7 million in the Enterprise Resource Planning (ERP) lease purchase payment is projected. \$6.7 million was budgeted for the (ERP) system

lease-purchase payment, but only \$5.0 million was required this year for the finance and human resources components of the system. The ERP lease purchase acquisition fund was closed out and the available balance reduced the balance due on the current year payment.

Countywide Exp. – General Fund Adj. – Registrar of Voters

Unbudgeted revenue of \$3.5 million is expected to be received from the State of California to reimburse the County of San Diego for costs related to the November 2005 statewide election and the April 2006 50th district election. This reimbursement will offset the use of General County fund balance in FY 2005-06 used to support appropriations for these elections.

Internal Service Funds:

Workers Compensation Employee Benefits ISF

A net positive variance of \$4.0 million is projected for the fund. The contingency reserve appropriations are not anticipated to be spent in Fiscal Year 2006-07. This expenditure savings is expected to improve the fund's year-end cash balance.

Debt Service Funds:

Pension Obligation Bonds (POB's)

A net variance of \$0.4 million is projected for the fund. The variance of \$0.4 million is due to administrative cost savings related to the POBs.

SCHEDULE C

ORACLE NUMBER	ARMS PROJECT #	PROJECT NAME	ACCT	BUDGET	AMOUNT CAPITALIZED	AMOUNT CANCELED
** CAPITAL OUTLAY FUND **						
1000165	KN0550	Otay Valley Regional Park	54238	1,975,000	1,972,655	2,345
1000188	KN2985	Otay Valley Regional Park Irrigation /Trees	54241	50,000	49,520	480
1000005	KN2582	Live Oak Park Paving/Basketball Improvements	54267	91,383	91,383	0
1000230	KN0754	Lamar Street Park Phase II Improvements	54427	1,057,755	1,057,351	404
1000241	KN0783	Julian Jess Martin Skatepark & Playground	54452	387,167	387,167	-
1000209	KK9555	Environmental Health Fire Alarm Upgrades	54557	95,750	89,592	6,158
1000195	KN9016	Rainbow Park Improvements	54564	1,467,000	1,457,722	9,278
1000187	KN9020	Tijuana River Valley/Effie Mae Habitat Restorations	54568	126,629	126,265	364
1000214	KK9035	Rancho Del Campo Sewer System Upgrade	54583	180,000	167,339	12,661
1000174	KN2960	Lake Morena Park Improvements	54608	350,000	346,194	3,806
1000176	KN2962	Louis Steltzer Park Playgrounds	54610	295,000	268,776	26,224
1000164	KN1978	Los Penasquitos ADA Park-Trees	54620	30,000	29,999	1
1000190	KK2992	San Pasqual Academy Gymnasium	54626	2,063,000	2,054,322	8,678
1000001	KN3411	Borrego Springs Park Master Plan	54671	78,000	77,126	874
1000003	KN3413	Fallbrook Community Park Playground	54673	282,350	281,260	1,090
1000130	KK3430	San Pasqual Academy Health Wellness	54687	500,000	499,989	11
1005389	KN5486	Collier Park Playground	54716	126,917	125,169	1,749
1006857	KN6315	Lindo Lake Park Playground Fencing	54733	16,000	16,000	-
1006859	KN6316	Lincoln Acres Park Tot Lot	54734	68,000	66,542	1,458
1006915	KK5320	Air Pollution Control District Office	54738	7,565,600	7,354,748	210,852
1007109	KN6326	Dairy Mart Ponds Restoration	54741	89,660	89,660	0
	KK9510	Law Library - Ozone/Ion	54264	90,740	86,279	4,461
TOTAL CAPITAL OUTLAY >>>>>				\$ 16,985,951	\$ 16,695,054	\$ 290,897
** JUSTICE FACILITY CONSTRUCTION FUND **						
1000150	KK1712	East Mesa Facility Warehouse Expansion	54204	906,167	226,137	680,030
1000158	KK8030	Downtown Courthouse	54494	727,805	724,862	2,943
1007438	KK6327	Fire & Safe HLC Base	54742	40,000	40,000	-
1000181	KA8030	Downtown Block Acquisition	54031	13,801,230	13,656,073	145,157
TOTAL JUSTICE FACILITY CONSTRUCTION FUND >>>>>				\$ 15,475,202	\$ 14,647,072	\$ 828,129
** LIBRARY CONSTRUCTION FUND **						
1004991	KL3440	Pine Valley Library Expansion	54690	193,000	191,240	1,760
TOTAL LIBRARY CONSTRUCTION FUND >>>>>				\$ 193,000	\$ 191,240	\$ 1,760
Subtotal for Capital-Justice-Library >>>>>				\$ 32,654,153	\$ 31,533,367	\$ 1,120,786