

**COUNTY OF SACRAMENTO
CALIFORNIA**

For the Agenda of:
September 8, 2021
9:30 A.M.

To: Board of Supervisors

Through: Ann Edwards, Interim County Executive

From: Amanda Thomas, Chief Fiscal Officer
Office of Budget & Debt Management

Subject: Public Hearing On, And Consideration Of Possible Revisions
To, The FY2021-22 Approved Recommended Budget

District(s): All

RECOMMENDED ACTION

1. Approve the FY2021-22 Revised Recommended Budget.
2. Direct the Department of Personnel Services to prepare an administrative Salary Resolution Amendment (SRA) to reflect the positions approved in the FY2021-22 Adopted Budget, including any deletion of positions.
3. Direct the Department of Finance to prepare the FY2021-22 Budget Resolutions for Board consideration on September 28, 2021.
4. Approve the attached list of project changes and new projects for inclusion in the County's Capital Improvement Plan (CIP).

BACKGROUND

The County Budget Act requires that boards of supervisors in every county approve a Recommended Budget by June 30th for the fiscal year that begins on the upcoming July 1st. This Approved Recommended Budget provides appropriation (expenditure) authority from July 1 until the budget is adopted, which must occur no later than October 2nd. Prior to October 2nd, the Budget Act requires that boards of supervisors hold a public hearing on the Approved Budget, including any recommended revisions, make any changes desired and, ultimately, approve resolutions adopting the Budget.

In Sacramento County, the annual budget process begins in October and involves departments preparing their requested budgets, which are reviewed and analyzed by staff in the Office of the County Executive (OCE). OCE staff also prepare estimates of the amount of discretionary and Semi-discretionary (Proposition 172 and Realignment) revenue the County will receive. After review, the County Executive provides a Recommended

Budget to the Board for consideration, and the Board hears public comment, makes any desired revisions and approves the Recommended Budget (the "Approved Budget").

Following closure of the County's books for the prior fiscal year in late July, departments prepare requests for revision to the Approved Budget based on updated fund balance and other information. OCE staff reviews those requests and updates discretionary and Semi-discretionary revenue estimates. After review, the County Executive then recommends revisions to the Approved Budget (the "Revised Recommended Budget").

For FY2021-22, the Recommended Budget identified certain Net County Cost-funded "Growth" (that is, new or enhanced programs funded with discretionary resources) that was not included in the Recommended Budget or only partly funded in the Recommended Budget, but was a priority for funding in the Revised Recommended Budget. The resolution approving the Recommended Budget directed the County Executive to prioritize including this Growth in the Revised Recommended Budget, resources permitting, and, if additional discretionary resources remain after funding this Growth, to prioritize increasing General Fund discretionary reserves.

The purpose of this meeting is for the Board to hold a public hearing on, and approve revisions to, the FY2021-22 Approved Budget.

In addition to approving the Revised Recommended Budget, staff is requesting that the Board take a number of actions. These include:

- Directing the Department of Personnel Services to prepare an administrative Salary Resolution Amendment (SRA) to reflect the positions approved in the FY2021-22 Adopted Budget, including the deletion of positions.
- Directing the Department of Finance to prepare the FY2021-22 Budget resolutions for Board consideration on Tuesday, September 28, 2021.
- Approving the attached list of new or revised projects for inclusion in the County's Capital Improvement Program (CIP). These are projects that are included in the Revised Recommended Budget.

FINANCIAL ANALYSIS

As proposed, the County's Budget is balanced.

Attachment(s):

ATT 1 - Adjustments to the Capital Improvement Plan (CIP) and List of New Projects by Department