

**COUNTY OF SACRAMENTO
CALIFORNIA**

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For the Agenda of
June 15, 2009
9:30 A.M.

To: Board of Supervisors

From: County Executive's Office

Subject: Report Back – 10% Overhead Reduction
Supervisory

District: All

Contact: Navdeep S. Gill, Chief Operations Officer, 874-5803
Linda Foster-Hall, County Budget Officer, 874-2453

BACKGROUND

During the recent Board hearings, the Board requested that the Office of Budget and Debt Management identify where the additional 10% overhead reduction would be achieved.

DISCUSSION

At the end of May the County Executive asked staff to review all General Fund budgets to determine what level of reduction could be achieved if all departments were asked to take a 10% reduction in their overhead costs. While the attached list is not the final allocations that departments will be asked to take it did appear that (working in conjunction with departments between Proposed and Final budget) approximately \$1.8 million in overhead savings could be achieved.

As can be seen from the attached spreadsheet, additional work clearly is necessary between proposed and final budget to “true up” the final allocation of the \$1.8 million. Currently there are many departments that are not showing any reduction while other reductions may not be achievable. However, overall the target is to reduce the General Fund overhead in the various budgets by \$1.8 million.

Respectfully submitted,

APPROVAL RECOMMENDED:

LINDA FOSTER-HALL
County Budget Officer

TERRY SCHUTTEN
County Executive

CONCUR:

NAVDEEP S. GILL
Chief Operations Officer