



El Dorado County

Suzanne Allen de Sanchez
Clerk of the Board of Supervisors

Date: August 26, 2009

To: Joe Harn, Auditor-Controller

CC: Gayle Erbe-Hamlin, Chief Administrative Officer
Ron Briggs, Chairman, Board of Supervisors
Louis Green, County Counsel

RE: Clarification of Minutes, June 9, 2009, Item No. 28

After reviewing the video of the June 9, 2009 meeting, I would like to clarify the action taken by the Board of Supervisors. The motion stated in the approved minutes is as follows:

A motion was made by Supervisor Sweeney, seconded by Supervisor Santiago, to authorize the Auditor-Controller to post journal entry from Mental Health transferring General Fund contribution and Public Health Realignment.

I would hereby like to clarify that the action the Board of Supervisors took was outlined in Option 3 of the Chief Administrator's memo dated June 8, 2009 and therefore the minutes shall be corrected to read as follows:

A motion was made by Supervisor Sweeney, seconded by Supervisor Santiago, to authorize the Auditor-Controller to post journal entry from Mental Health transferring General Fund contribution and Public Health Realignment as outlined in Option 3 of the Chief Administrative Officer's memo dated June 8, 2009.

Option 3 is as follows:

Transfer 10 % of FY 2008-09 Public Health realignment revenues	\$328,787
Retain prior year advance as a "loan" on the books	\$3,319,000
Transfer from General Fund Contingency	\$3,060,643
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	\$6,708,430

Steps:

- A. Transfer Public Health Realignment funds to Mental Health
- B. Reduce General Fund Contingency (amount currently appropriated for Contingency is \$5,458,878)
- C. Transfer \$3,060,643 from General Fund as a "contribution" to Mental Health

Impact:

- Restores Mental Health fund balance to \$0 at fiscal year end
- Reduces FY 2008-09 General Fund from \$5,458,878 to \$2,398,235
- Transfers an additional \$3,060,643 cash from the General Fund to Mental Health
- Creates a positive cash balance in Mental Health sub fund 001 and begins to address
- ongoing cash requirements
- Retains the FY 2007-08 "loan" of \$3,319,000 on the books
- Reduces FY 2008-09 carry over fund balance for FY 2009-10 Proposed Budget by
- \$3,060,643 and requires a corresponding reduction to FY 2009-10 appropriations

I will bring this matter to the Board of Supervisors at the next available meeting on September 15, 2009 for a formal approval of the correction.

Please let me know if you need additional information.

Sincerely,

Suzanne Allen de Sanchez
Clerk of the Board