



Legislation Text

File #: 22-1686, **Version:** 1

Chief Administrative Office recommending the Board:

- 1) Approve an amendment to the FY 2022-23 Budget to reflect the direction provided by the Board on September 20, 2022, the review of the recommended Adopted Budget changes, and to align budgeted fund balance with FY 2021-22 ending fund balance amounts (4/5 vote required);
- 2) Adopt and authorize the Chair to sign Resolution **152-2022**, incorporating Exhibits 1 through 5, adopting the County Budget and Budgets for Board Governed Special Districts for Fiscal Year 2022-23; and
- 3) Adopt and authorize the Chair to sign Resolution **153-2022** amending the adopted Personnel Allocation Resolution to reflect the changes outlined to the recommended Adopted Budget documents.

FUNDING: Countywide Budget Adoption.

DISCUSSION / BACKGROUND

The Board conducted the budget hearing and approved the Fiscal Year (FY) 2022-23 Recommended Budget on June 7, 2022, with Legistar item 22-0973. State law requires formal budget adoption no later than October 2nd. Though the Board technically adopted the Recommended Budget in June, El Dorado County's practice is to revise the Recommended Budget after the close of the financial records each year in order to file an Adopted Budget with the State that includes adjusted final fund balances and addresses department needs identified after approval of the Recommended Budget and makes necessary adjustments due to State budget impacts.

Staff prepared a recommended Adopted Budget for Board consideration and review on September 20, 2022, with Legistar item 22-1668. The documents outlining the proposed changes to the Recommended Budget were made available to the public through the El Dorado County website on September 14, 2022. The Budget documents, linked to this Legistar item, contain an updated budget memo, budget summary, and department recommended Adopted Budget narratives. The recommended Adopted Budget for Board consideration did not include final fund balance adjustments, except for the General Fund, as the financial records closed on September 2, 2022, which did not leave enough time for departments and the Chief Administrative Office to incorporate the fund balance adjustments for all funds. The General Fund was adjusted to reflect actual fund balance amounts in the documents reviewed by the Board on September 20, 2022.

Staff have prepared two resolutions for Board approval. The first resolution adopts the County Budget and Budgets for Board Governed Special Districts for Fiscal Year 2022-23. The resolution contains Exhibit 1, the Recommended Adopted Budget Documents, as they were presented to the Board on September 20, 2022. The recommended Adopted Budget includes additions and revisions to Fixed Assets, and per Board Budget Policy B-16, Exhibit 2 is a list of Fixed Assets for Fiscal Year 2022-23 that were included in the Recommended Budget, approved by the Board prior to September 20, 2022, or included in the recommended Adopted Budget changes. Exhibit 3 reflects a revised Accumulative Capital Outlay Workplan, as approved by the Board on September 20, 2022. Exhibit 4 is a list of fund balance adjustments for inclusion in the Adopted Budget to comply with the budget

requirement that all governmental funds reflect actual fund balance amounts in the Adopted Budget. Lastly, Exhibit 5 is Board direction from September 20, 2022. The Resolution references further budget detail that can be found at Chief Administrative Office website located at <https://www.edcgov.us/Government/CAO/Pages/Fiscal-Year-2022-2023-Recommended-Budget.aspx>

The Adopted Budget Resolution delegates the authority to adjust budgeted fund balance to actual fund balance amounts following the close of the FY 2021-22 financial records. As the financial records closed on the September 2, 2022, departments and the Chief Administrative Office were able to prepare Exhibit 4 to the Adopted Budget Resolution which made these fund balance adjustments. Staff are requesting the Board still delegate authority to make further adjustments in the event an audit adjustment results in the need to adjust budgeted fund balance amounts. If any other funds will be adjusted as outlined in the Budget Resolution, a budget amendment will be brought back to the Board for ratification before November 1, 2022.

The second resolution for Board approval is an amendment to the Fiscal Year 2022-23 Personnel Allocation that adds an additional 8.0 full time equivalent (FTE) allocations. The Resolution reflects staffing changes outlined in the recommended Adopted Budget narratives for the Chief Administrative Office, Health and Human Services Agency, Planning and Building Department, Probation Department, Sheriff's Office, and Department of Transportation.

The approved budget amendment incorporates all the changes outlined above and will be processed by the Auditor-Controller's Office and incorporated into the Adopted Budget reports that will be submitted to the State Controller's Office.

PRIOR BOARD ACTION

See above.

OTHER DEPARTMENT / AGENCY INVOLVEMENT

All Departments have participated in the development of FY 2022-23 Budget.

FINANCIAL IMPACT

Countywide Budget Adoption.

CLERK OF THE BOARD FOLLOW UP ACTIONS

Obtain the Chair's signature on both resolutions and the budget amendment, if approved. Once signed, please forward the budget amendment to the Chief Administrative Office for processing.

CONTACT

Don Ashton, Chief Administrative Officer