



# County of Santa Cruz

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**AUDITOR-CONTROLLER'S OFFICE**  
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**GARY A. KNUTSON, AUDITOR-CONTROLLER**

Chief Deputy Auditor-Controllers  
Pam Silbaugh, Accounting  
Suzanne Young, Audit and Systems  
Kathleen Hammons, Budget and Tax

AGENDA: October 20, 1998

October 2, 1998

Board of Supervisors  
County of Santa Cruz  
701 Ocean Street  
Santa Cruz, CA 95060

Dear Members of the Board:

**SUBJECT: FINAL BUDGET ACTIONS FOR 1998-99 FISCAL YEAR**

This document is the County Final Budget for fiscal 1998-99, It contains the actions taken on the proposed budget from June 17 through June 25, 1998.

The budget total is \$282 million, excluding the special districts under your control totaling \$79.3 million. The general fund budget is \$241.1 million. The total number of county employees authorized are 2,346.55. This budget provides reserves/designations for the health facility repayment of \$1,660,256 and designated and undesignated general contingencies of \$1,835,849.

The County's Final Budget is \$119,623,448 under the appropriation spending limitation for fiscal year 1998-99. The Board of Supervisors' governed special districts are also under their respective limitations as well.

As discussed with your Board, the final budget reflects the inclusion of the re-budgeted prior year encumbered balances which have been added to the new year appropriation amounts approved during budget hearings. The final budget amounts appear greater than those amounts approved in the proposed budget due to this change in budget and accounting practice necessitated by the new Financial Management Information System.

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It is now therefore recommended that your Board of Supervisors take the following actions:

-adopt the resolution approving the 1998-99 budget for County funds and Special Districts Governed by the Board of Supervisors per Exhibit A.

-adopt the attached resolution establishing the 1998-99 appropriations limitations for the County and Special Districts Governed by the Board of Supervisors per Exhibit B.

-cancel various appropriations due to insufficient funding as shown on Exhibit C.

Respectfully,



Gary A. Knutson  
Auditor-Controller

RECOMMENDED



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Susan A. Mauriello  
County Administrative Officer

Attachment

cc: County Administrative Officer  
County Counsel

E X H I B I T A  
BEFORE THE BOARD OF SUPERVISORS  
OF THE COUNTY OF SANTA CRUZ, STATE OF CALIFORNIA

RESOLUTION NO. \_\_\_\_\_

On motion of Supervisor  
Duly seconded by Supervisor  
the following resolution is adopted.

RESOLUTION ADOPTING FINAL BUDGET

WHEREAS, Sections 29080 and 29081 of the Government Code have been complied with, and

WHEREAS, said hearings have been terminated, during which time all additions and deletions to the proposed budget for 1998-99 were made or authorized, and

NOW THEREFORE, IT IS HEREBY RESOLVED in accordance with Sections 29089 and 29091 of the Government Code, the Final Budget of the county of Santa Cruz and Special Districts for which the Board of Supervisors is the governing board, for the fiscal year 1998-99 be and is hereby adopted by reference to the attached Final Budget.

BE IT FURTHER RESOLVED that the County Administrative Officer is authorized as follows to approve changes in equipment classification of fixed asset acquisitions as to quantity, type and cost as long as the original total budget unit amount approved by the Board of Supervisors is not exceeded:

1. Substitution or other items shall be limited to items of original appropriation of \$1,500 or less with a substitute cost not to exceed a unit cost of \$1,500.
2. Original items unit cost can be increased up to 15% provided that appropriation savings are available within the expenditure subobject. Changes in items costing more than that will continue to be approved by the Board of Supervisors regardless of amount.

BE IT FURTHER RESOLVED that the means of financing the expenditure programs will be by monies derived from revenue to accrue, fund balance available and tax levy or tax apportionment, and they are attached hereto and made a part hereof (on file with the Clerk of the Board).

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PASSED AND ADOPTED BY THE BOARD OF SUPERVISORS of the County of Santa Cruz, State of California, at its regular meeting held this 20th day of October 1998, by the following vote:

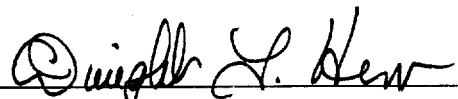
AYES: SUPERVISORS  
NOES: SUPERVISORS  
ABSENT: SUPERVISORS

\_\_\_\_\_  
Janet K. Beutz, Chair of Said Board

ATTEST:

\_\_\_\_\_  
Clerk of the Board

APPROVED AS TO FORM:

  
\_\_\_\_\_  
County Counsel

DISTRIBUTION: Auditor-Controller (2)  
County Counsel  
State Controller  
CAO

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EXHIBIT B

BEFORE THE BOARD OF SUPERVISORS  
OF THE COUNTY OF SANTA CRUZ, STATE OF CALIFORNIA

RESOLUTION NO. \_\_\_\_\_

On motion of Supervisor  
duly seconded by  
the following resolution is adopted

RESOLUTION ESTABLISHING FISCAL YEAR 1998-99 APPROPRIATION LIMIT  
UNDER ARTICLE XIII B OF THE CALIFORNIA CONSTITUTION, AND  
ESTABLISHING PERIOD FOR CONTESTING SUCH LIMITS FOR THE  
COUNTY AND BOARD OF SUPERVISORS GOVERNED SPECIAL DISTRICTS

WHEREAS, Article XIII B of the California Constitution provides that the state and each local government shall be subject to an annual appropriation limit as defined in that Article; and

WHEREAS, Article XIII B Section 8 (e) (2) requires the Governing Body to select the Change in Cost of Living methodology each year by recorded vote; and

WHEREAS, the percentage change in the Local Assessment roll from the preceding year due to the addition of non-residential new construction provides the greatest result rather than using the Changes in California Per Capita Income; and

WHEREAS, the Auditor-Controller of the County of Santa Cruz has computed the appropriations limit for the fiscal year 1998-99; and

WHEREAS, the Auditor-Controller of the County of Santa Cruz has prepared the applicable Statements showing the calculation and such detail Statements are available for public review during reasonable hours and after reasonable notice in the Auditor-Controller's Office:

NOW, THEREFORE, BE IT RESOLVED, that the County of Santa Cruz selects the Change in the Local Assessment roll and the percentage change in the Incorporated Areas methodology for use in calculating its appropriation limit for fiscal year 1998-99; and

NOW, THEREFORE, BE IT FURTHER RESOLVED that, the appropriations limit for the County of Santa Cruz for the fiscal year 1998-99 as shown on Attachment A is hereby established as \$170,544,019 and that such appropriations limit may be adjusted at a later date in accordance with Sections 3 and 11 of Article XIII B of the California Constitution; and

RESOLUTION NO. \_\_\_\_\_  
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NOW, THEREFORE, BE IT STILL FURTHER RESOLVED that the appropriations limit for the Board of Supervisors Governed Special Districts for the fiscal year 1998-99 is hereby established as shown on Attachment B, and that such appropriations limit may be adjusted at a later date in accordance with Sections 3 and 1 1 of Article XIII B of the California Constitution; and

BE IT FURTHER RESOLVED that the appropriations limit for the County and Board of Supervisors Governed Special Districts for the fiscal year 1998-99 may be adjusted at a later date in the event that revenues which are unanticipated, and classified as proceeds of taxes in accordance with Section S (c) of Article XIII B of the California Constitution, are received and appropriated;

BE IT FURTHER RESOLVED that any judicial action or proceeding to attach, review, set aside, void or annul the appropriations limits established by this resolution shall be commenced within 45 days from the date of this resolution shall be commenced within 45 days from the date of this resolution in accordance with Division 9 of the Government Code.

PASSED AND ADOPTED by the Board of Supervisors of the County of Santa Cruz, State of California, this 20th day of October, 1998, by the following vote:


- AYES: SUPERVISORS
- NOES: SUPERVISORS
- ABSENT: SUPERVISORS

\_\_\_\_\_  
Chairperson of the Board

ATTEST:

\_\_\_\_\_  
Clerk of the Board

APPROVED AS TO FORM:

  
\_\_\_\_\_  
County Counsel

Distribution: CAO  
County Counsel  
Auditor-Controller

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COUNTY OF SANTA CRUZ  
CALCULATION OF APPROPRIATIONS SUBJECT TO LIMITATION  
FOR FISCAL YEAR 1998-99

	<u>Governmental Funds Only</u>
Available Financing	
Final 1998-99 Budget Subject to Limit	\$268,301,291
Adjustments:	
Less: Special Funds - Final Budget	
TRANS Interest Expense	(2,007,761)
State and Federal Mandated Costs	(14,661,269)
Add: County Service Area No. 38	5,117,307
Adjusted Appropriations	<u>\$256,749,568</u>
Less:	
a. Non-Proceeds of Taxes	(158,451,370)
b. Regulatory Licenses, User Fees and User Charges	(47,253,133)
c. Allocable Revenues Attributable to (a) and (b) above	(124,494)
Total 1998 - 1999 Appropriations Subject to Limitation	<u>\$50,920,571</u>
Appropriation Limit for Fiscal year 1998-99	170,544,019
Adjusted Appropriation Limit for Fiscal year 1998-99	<u>\$170,544,019</u>
Amount Under Limitation	<u>=====</u> \$119,623,448 =====

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Exhibit B  
Attachment B

COUNTY OF SANTA CRUZ  
Board of Supervisors Governed Districts  
Appropriation Limitations  
For the 1998 - 1999 Fiscal Year

District Name	-----Appropriation-----	
	Limit	Subject to Limit
Boulder Creek CSA # 7	21,769	10,635
Empire Acres Special Road CSA # 17	6,623	2,477
Huckleberry Woods Road CSA # 15	38,105	2,536
Hutchinson Road CSA # 13	115,396	16,480
Pajaro Dunes CSA # 4 & Zone A	648,064	304,968
Place de Mer CSA # 2	164,452	31,072
Robak Drive Road CSA # 16	15,080	2,473
Sand Dollar Beach CSA # 5	151,634	84,826
Davenport - County Sanitation District	42,288	11,787
Whitehouse Canyon Road Maintenance District	5,067	2,049



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**EXHIBIT C**  
**1998-99 COUNTY OF SANTA CRUZ BUDGET**  
**FUNDS REQUIRING BUDGETARY CHANGES IN APPROPRIATIONS**  
**DUE TO AVAILABLE FINANCING**

INDEX	FUND	SUBFUND	NAME	AMOUNT	SUBJECT AND NAME
134906	22	294	LOMPICO COM REC CSA #11 L	(97)	3665 PROFESSIONAL & SPECIAL SERVICES
622115	22	115	CO HWY LIGHTING CSA #9	(263,095)	6610 BUILDINGS AND IMPROVEMENTS
622115	22	115	CO HWY LIGHTING CSA #9	(21,573)	9695 CONTINGENCIES
622160	22	160	BONITA ENCINO CSA 43	(3,240)	3590 DPW SERVICES-GENERAL MONEY
622170	22	170	GLENWOOD ACRES CSA #30	(244)	3590 DPW SERVICES-GENERAL MONEY
622180	22	180	HIDDEN VALLEY CSA #26	(2,730)	3590 DPW SERVICES-GENERAL MONEY
622195	22	195	HUTCHINSON ROAD CSA #13	(50,594)	3590 DPW SERVICES-GENERAL MONEY
622200	22	200	OAKFLAT ROAD CSA #13A	(741)	3590 DPW SERVICES-GENERAL MONEY
622220	22	220	LOMA PRIETA CSA #41	(4,733)	3590 DPW SERVICES-GENERAL MONEY
622225	22	225	LOMOND TERRACE CSA #28	(2,067)	3590 DPW SERVICES-GENERAL MONEY
622240	22	240	OLD RANCH ROAD CSA #23	(7,987)	3590 DPW SERVICES-GENERAL MONEY
622300	22	300	REDWOOD DR CSA #33	(10,409)	3590 DPW SERVICES-GENERAL MONEY
622320	22	320	ROBAK DR CSA #16	(4,205)	3590 DPW SERVICES-GENERAL MONEY
622410	22	410	VINEYARD CSA #50	(3,295)	3590 DPW SERVICES-GENERAL MONEY
625125	50	125	DAVENPORT SANITATION	(1,013)	9695 CONTINGENCIES
625140	50	140	FREEDOM CO SAN EXP CONST	(380,751)	6610 BUILDINGS AND IMPROVEMENTS
625140	50	140	FREEDOM CO SAN EXP CONST	(80,000)	9695 CONTINGENCIES