

**COUNTY OF SAN DIEGO  
BOARD OF SUPERVISORS  
TUESDAY, JUNE 27, 2023**

**MINUTE ORDER NO. 17**

**SUBJECT: COUNTY OF SAN DIEGO FISCAL YEAR 2023-24 ADOPTED BUDGET RESOLUTION FOR COUNTY FAMILY OF FUNDS, ENTERPRISE FUNDS AND INTERNAL SERVICE FUNDS, prior year ENCUMBRANCES, AND FISCAL YEAR 2022-23 FOURTH QUARTER BUDGET ADJUSTMENTS (DISTRICTS: ALL)**

**OVERVIEW**

On June 21, 2023, your Board concluded budget hearings for the Fiscal Years 2023-24 and 2024-25 Operational Plan. At these hearings, your Board received public testimony and the presentation of the Chief Administrative Officer's (CAO) Recommended Operational Plan. Pursuant to California Government Code Section 29088, a resolution is submitted for formal adoption of the budgets for Fiscal Year 2023-24 for the County Family of Funds, Enterprise Funds and Internal Service Funds. Also requested is authority to carry-forward prior year encumbrances and related funding. Today's actions request the Board to consider changes to the CAO Recommended Operational Plan, approve the resolutions adopting the budget and reimbursement of expenditures from the proceeds of indebtedness, and approve the attachment outlining budget adjustments in Fiscal Year 2022-23. Approval is also requested to make budget adjustments in Fiscal Year 2022-23 that align with the Board's priorities.

**RECOMMENDATION(S)**

**CHIEF ADMINISTRATIVE OFFICER**

1. Approve the portion of the CAO Change Letter pertaining to items as determined by County staff.
2. Consider Board member Change Letters submitted before the close of the budget hearing, if applicable.
3. Consider change requests submitted after the close of the budget hearing, if applicable.  
**(4 VOTES)**
4. If written requests to revise the Recommended Budget received prior to the close of hearings do not identify a funding source, continue recommendations 6-10 to June 28, 2023, if necessary.
5. If requests to revise the Recommended Budget are made after the close of the budget hearing and approved by the Board, continue recommendations 6-10 to June 28, 2023, if necessary.
6. Adopt a resolution entitled: ADOPTION OF THE BUDGET FOR THE COUNTY OF SAN DIEGO FOR THE FISCAL YEAR COMMENCING JULY 1, 2023.
7. Waive Board Policy B-72, *Neighborhood Reinvestment Program*, to authorize the Fiscal Year 2022-23 remaining balance in District 4 (Org 15665) for rebudget in the Fiscal Year 2023-24 Operational Plan.

8. Authorize the Auditor and Controller to carry-forward appropriations and applicable estimated revenue for prior year encumbrances in all County funds. **(4 VOTES)**
9. Adopt a resolution entitled: RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF SAN DIEGO SETTING FORTH THE OFFICIAL INTENT OF THE COUNTY OF SAN DIEGO TO REIMBURSE CERTAIN EXPENDITURES FROM PROCEEDS OF INDEBTEDNESS
10. Direct the Chief Administrative Officer to make the Fiscal Year 2022-23 budget adjustments listed in Attachment 4 Butterfield Ranch Acquisition Capital Project to establish Capital Project 1024677 Butterfield Ranch Acquisition which will be considered for the future site of the Valley Center Intergenerational Center. **(4 VOTES)**

### **EQUITY IMPACT STATEMENT**

The County of San Diego promotes a government culture of equity, belonging, and racial justice. We serve the needs of communities with diverse groups including Black, Indigenous, people of Color, LGBTQIA+, people with disabilities, people of low-income, the young, the older, immigrants, refugees and communities that have historically faced inequality and inequity. The CAO Recommended Operational Plan is intended to allocate resources to help address inequities in County programs and services in response to community input, data analysis identifying disparities, and meaningful assessment of outcome indicators. In 2021, a new Budget Equity Assessment Tool was implemented to help County departments prioritize services and resource allocations with equity in mind. This tool requires all County departments to annually identify equity components in new budget requests by responding to five budget equity questions. The questions are designed to ensure we study and appropriately respond to the effects our spending plans have on all County residents by continuing to operationalize and increase opportunities for equity in our programs and services.

### **SUSTAINABILITY IMPACT STATEMENT**

The County of San Diego is building a sustainable future for all. The County's strategic plan guides County activities to ensure sustainability as it relates to the region's economy, climate, environment, and communities. The County strives to strengthen communities in all interactions by actively pursuing legislative policies and collaborating with stakeholders to enhance services that allow residents to transition to self-sufficiency to increase economic sustainability and reduce poverty. County departments have contributed to this by implementing individual sustainability plans that reflect organizational priorities while informing financial planning and strategic decision-making. This ongoing effort also assists each department with increasing overall sustainability of internal operations. These collective efforts strengthen communities, ensure accountability, and protect public resources by aligning available resources through services and initiatives. The proposed budgetary plans presented in the Fiscal Years 2023-25 CAO Recommended Operational Plan support the County of San Diego's Strategic Initiative of Sustainability to align the County's available resources with services while maintaining fiscal stability and ensuring long-term solvency.

### **FISCAL IMPACT**

Recommendation 1 includes total spending authority of \$60,588,606 which will result in ongoing expenditure requirements and staffing levels that will increase net General Fund costs, and will require allocation of ongoing resources beginning in Fiscal Year 2024-25.

Recommendation 6 provides spending authority of \$7,343,113,486 for the County Family of Funds (General Fund, Capital Outlay Funds, Debt Service Fund and Special Revenue Funds) for Fiscal Year 2023-24. The recommendation also provides spending authority of \$44,181,232 for the Enterprise Funds and \$673,708,205 for the Internal Service Funds.

Recommendation 8 authorizes the Auditor and Controller to carry over appropriations and any related revenues for prior year. The exact amount of carry-forward budget is not known at this time and will not be finalized until the accounting cycle for Fiscal Year 2022-23 has been completed.

Recommendation 10: Funds for this request are partially included in the Fiscal Year 2022-23 Operational Plan in the Department of Parks and Recreation, Capital Program, Finance Other, and Board of Supervisors. The total project cost for Capital Project 1024677 Butterfield Ranch Acquisition is estimated at \$3,000,000. The funding sources are previously budgeted General Fund Fund Balance, repurposed General Purpose Revenue, and Park Land Dedication Ordinance revenue. An additional \$186,809 will be transferred to the Department of Parks and Recreation from the Community Enhancement Program budget (12900). The funding source is Transient Occupancy Tax. Combined, the fiscal impact of Recommendation 10 is \$3,186,809. There will be no change in net General Fund cost and no additional staff years.

## **BUSINESS IMPACT STATEMENT**

N/A

### **ACTION:**

ON MOTION of Supervisor Vargas, seconded by Supervisor Desmond, the Board of Supervisors took the following actions:

1. Approved the portion of the CAO Change Letter pertaining to items as determined by County staff. (Ref. Board Letter Recommendation No. 1)
2. Approved the Change Letter submitted by Chairwoman Nora Vargas and Vice-Chair Terra Lawson-Remer. (Ref. Board Letter Recommendation No. 2)
3. Adopted Resolution No. 23-073, entitled: **ADOPTION OF THE BUDGET FOR THE COUNTY OF SAN DIEGO FOR THE FISCAL YEAR COMMENCING JULY 1, 2023.** (Ref. Board Letter Recommendation No. 6)
4. Waived Board Policy B-72, Neighborhood Reinvestment Program, to authorize the Fiscal Year 2022 -23 remaining balance in District 4 (Org 15665) for rebudget in the Fiscal Year 2023-24 Operational Plan. (Ref. Board Letter Recommendation No. 7)
5. Authorized the Auditor and Controller to carry-forward appropriations and applicable estimated revenue for prior year encumbrances in all County funds. (Ref. Board Letter Recommendation No.8)
6. Adopted Resolution No. 23-074, entitled: **RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF SAN DIEGO SETTING FORTH THE OFFICIAL INTENT OF THE COUNTY OF SAN DIEGO TO REIMBURSE CERTAIN EXPENDITURES FROM PROCEEDS OF INDEBTEDNESS.** (Ref. Board Letter Recommendation No. 9)

7. Directed the Chief Administrative Officer to make the Fiscal Year 2022-23 budget adjustments listed in Attachment 4 Butterfield Ranch Acquisition Capital Project to establish Capital Project 1024677 Butterfield Ranch Acquisition which will be considered for the future site of the Valley Center Intergenerational Center. (Ref. Board Letter Recommendation No. 10)

AYES: Vargas, Anderson, Lawson-Remer, Desmond  
ABSENT: (District 4 Seat Vacant)

State of California)  
County of San Diego) §

I hereby certify that the foregoing is a full, true and correct copy of the Original entered in the Minutes of the Board of Supervisors.

ANDREW POTTER  
Clerk of the Board of Supervisors



**Signed**  
**by** Andrew Potter