

# 07-28-93 WEDNESDAY, JULY 28, 1993

STATEMENT OF PROCEEDINGS

FOR THE 1993-94 BUDGET DELIBERATIONS

OF THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES

ADJOURNED REGULAR MEETING OF JULY 27, 1993

HELD ON WEDNESDAY, JULY 28, 1993

9:30 O'CLOCK A.M.

IN ROOM 381B OF THE KENNETH HAHN HALL OF ADMINISTRATION

500 WEST TEMPLE STREET, LOS ANGELES, CALIFORNIA 90012

**Present:** Supervisors Gloria Molina, Yvonne Brathwaite Burke,  
Michael D. Antonovich, Deane Dana and Edmund D. Edelman,  
Chairman

**Absent:** None

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NOTICE OF CLOSED SESSION

The Board met in Closed Session to discuss potential litigation against the County pursuant to Government Code Section 54956.9(b).

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## 07-28-93.1 ADMINISTRATIVE MATTERS

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### 07-28-93.1.1 2

Open Session adjourned to Closed Session at 10:45 a.m., following Board Order No. 1 until 10:52 a.m. to discuss potential litigation against the County pursuant to Government Code Section 54956.9(b).

Closed Session convened at 10:52 a.m. Present were Supervisors Molina, Burke, Dana, Antonovich and Edelman, Chairman presiding.

Closed Session adjourned at 11:35 a.m. Present were Supervisors Molina, Burke, Dana, Antonovich and Edelman, Chairman presiding.

Open Session reconvened at 11:40 a.m. Present were Supervisors Molina, Burke, Dana, Antonovich and Edelman, Chairman presiding.

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### 07-28-93.1.2 7-B 20.

Chief Administrative Officer's recommendation to outsource central data processing services; instruct the Chief Administrative Officer to issue a Request For Proposals, under Proposition A contracting requirements, for outsourcing data processing services provided by the Information Technology Service of the Internal Services Department; return to the Board with a recommendation for contract award if proposal evaluation and subsequent contract negotiation efforts result in a proposed contract

which would produce County revenue and savings, as well as provide appropriate consideration for affected employees; also include \$50 million in anticipated revenue from such a contract in the Final 1993-94 County Budget. THE BOARD CATEGORIZED THE \$50 MILLION AS "SOFT FUNDS" FROM OUTSOURCING DATA PROCESSING, PENDING FURTHER CONSIDERATION BY THE BOARD; AND AUTHORIZED THE CHIEF ADMINISTRATIVE OFFICER TO PROCEED WITH THE REQUEST FOR PROPOSAL PROCESS

**Absent:** None

**Vote:** Unanimously carried

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**07-28-93.1.3 22.**

Recommendations for Mitigating the 1993-94 Budget Shortfall and Adopting the 1993-94 Final Budget.

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**07-28-93.1.4 3-B 22.**

- (a) Approve Attachment IV contained in the July 9, 1993 CAO Report, entitled, "Recommended Revisions to 1993-94 Proposed County Budget Reflecting Final State Budget Adjustments", as a basis for making further Board-ordered changes to the budget. APPROVE; ALSO INSTRUCT THE CHIEF ADMINISTRATIVE OFFICER TO PREPARE AND SUBMIT FOR BOARD APPROVAL RECOMMENDATIONS TO REDUCE THE GENERAL RELIEF GRANT TO THE LEVELS FINANCED IN THE 1993-94 REVISED BUDGET RECOMMENDATIONS

**Absent:** None

**Vote:** Supervisor Edelman voted no on this action.

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**07-28-93.1.5 4-B 22.**

(b) Approve Attachment IV in the July 23, 1993 CAO Report, entitled, "Recommendations for Mitigating the 1993-94 Budget Shortfall and Adopting the 1993-94 Final Budget".

APPROVE ACCOUNTING ADJUSTMENTS TO RESTORE PROGRAMS WITHIN THE DEPARTMENT OF CHILDREN'S SERVICES AND MAKE OTHER CHANGES AT NO ADDITIONAL COUNTY COST

**Absent:** None

**Vote:** Unanimously carried

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**07-28-93.1.6 5-B 22.**

(c) Approve Attachment II in the July 26, 1993 Report, entitled, "Public Safety Augmentation Fund".

APPROVE AND ALLOCATE ENTIRE ESTIMATED ONE-HALF CENT SALES TAX TO THE SHERIFF (\$297.2 MILLION) AND DISTRICT ATTORNEY (\$51.0 MILLION) AND REDUCE GENERAL FUND PROPERTY TAX ALLOCATION (NCC) TO THE SHERIFF AND DISTRICT ATTORNEY BY A LIKE AMOUNT

**Absent:** None

**Vote:** Supervisor Antonovich abstained from voting on this action.

**07-28-93.1.7 6-B 22.**

- (d) Approve the Reallocation of Existing Funds as reflected in the July 23rd CAO report, entitled, "Recommendations for Mitigating the 1993-94 Final Budget".

APPROVE USING BOARD DISCRETIONARY FUNDS (\$20 MILLION) AND THE PUBLIC SAFETY RESERVE (\$38.2 MILLION), AS "HARD FUNDS" TO BE UTILIZED FOR PROGRAM PRIORITIES AS DETERMINED BY THE BOARD

**Absent:** None

**Vote:** Unanimously carried

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**07-28-93.1.8 8-B 22.**

- (e) Approve the legislative-fiscal relief as reflected in the July 23rd CAO report, entitled, "Recommendations for Mitigating the 1993-94 Budget Shortfall and Adopting the 1993-94 Final Budget".

THE BOARD CATEGORIZED THE FOLLOWING AS "SOFT FUNDS" PENDING FURTHER CONSIDERATION BY THE BOARD:

<u>(1) Proposition 99 Tobacco Tax MOE Waiver</u>	<u>\$ 72.8 Million</u>
<u>(2) AB1040 (Outpatient Medicaid)</u>	<u>\$ 40.0 Million</u>
<u>(3) Cigarette Tax</u>	<u>\$114.0</u>
<u>(4) SB 566 (Library Benefit Assessment)</u>	<u>\$32.0 Million</u>
<u>(7) County Interfund Transfers</u> <u>(Revised Estimate from \$5.0 Million)</u>	<u>\$8.8 Million</u>

Million

**Absent:** None

**Vote:** Unanimously carried

**07-28-93.1.9 11-B 22.**

(f) Approve "Charging Cities and the State for County Services" as reflected in the July 23rd CAO report, entitled, "Recommendations for Mitigating the 1993-94 Budget Shortfall and adopting the 1993-94 Final Budget".

INSTRUCT THE DIRECTORS OF BEACHES AND HARBORS, PARKS AND RECREATION, AND PUBLIC LIBRARY AND THE CHIEF ADMINISTRATIVE OFFICER TO PURSUE THE FEASIBILITY OF CHARGING CITIES AND THE STATE FOR COUNTY SERVICES; FURTHER THE BOARD CATEGORIZED THE FOLLOWING AS "SOFT FUNDS" PENDING FURTHER CONSIDERATION BY THE BOARD:

(1) <u>Beaches and Harbors</u>	<u>\$6.0 Million</u>
(2) <u>Parks and Recreation</u>	<u>1.0 Million</u>
(3) <u>Public Library</u>	<u>3.0</u>

Million

**Absent:** None

**Vote:** Unanimously carried

**07-28-93.1.10 12-B 22.**

(g) Instruct the Chief Administrative Officer to further pursue with LACERA the feasibility of changing the actuarial methodology of the retirement system from Entry Age Normal (EAN) to Projected Unit Credit (PUC), and to report back to the Board. APPROVE; FURTHER THE BOARD CATEGORIZED \$33.0 MILLION AS "SOFT FUNDS"

PENDING FURTHER CONSIDERATION BY THE BOARD

**Absent:** None

**Vote:** Unanimously carried

**07-28-93.1.11 13-B 22.**

(h) Consider establishing Board policy on the following items reflected in the July 23rd, 1993, CAO report:

VOTER-APPROVED TAX INCREASES TABLED

- (1) One-Half Cent Sales Tax \$192.0 Million  
(Effective January 1,1994)
- (2) One-Half Cent Sales Tax - Backup Measure \$192.0 Million  
(Effective January 1,1994)
- (3) General Obligation Bond to Refinance Existing Debt \$26.8

Million

UNINCORPORATED AREA TAXING AUTHORITY  
THE BOARD DETERMINED NOT TO UTILIZE  
(PLACED IN THE "DEAD CATEGORY") THE FOLLOWING:

- (4) Increase the 5 Percent Utility Users Tax Rate by 1 Percent \$5.0
- (5) Expand the Utility User Tax to Other Utilities (Water, Cable Television, Telegraph, Sewer) \$3.7 Million
- (6) Additional Business License Taxes \$7.5 Million
- (7) Amusement Park Gate Receipts \$1.2 Million

Million

**Absent:** None

**Vote:** Supervisor Edelman voted no on this action.

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**07-28-93.1.12 14-B**

ASSET MANAGEMENT/DEBT FINANCING  
INSTRUCT THE DIRECTOR OF INTERNAL SERVICES TO  
PROVIDE A LISTING OF WHICH FACILITIES ARE ELIGIBLE  
TO BE REFINANCED AND WHICH COUNTY FACILITIES,  
INCLUDING SMALL PROPERTIES, ARE FOR SALE AND WHICH  
FACILITIES COULD BE LEASED OR RENTED

(8) Refinancing Existing Facilities	\$100.0
Million	
(One-time)	
(9) Sale of County Assets	
Undetermined	
(One-time)	
(10) Teeter Plan	
\$0.0 Million	

**Absent:** None

**Vote:** Unanimously carried

THE FOLLOWING MOTIONS DID NOT APPEAR ON THE PRINTED AGENDA:

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**07-28-93.1.13 9-B**

On recommendation of Supervisor Burke, the Board categorized the following as "hard funds" to be utilized for program priorities as determined by the Board:

<u>Public Works Transfer</u>	\$ <u>2.3 Million</u>
<u>ISD PSP</u>	<u>3.5</u>
<u>Million</u>	
<u>Voluntary Time Off</u>	<u>10.0 Million</u>
<u>Monthly Paycheck</u>	<u>1.9 Million</u>
<u>Special Fund Transfer</u>	<u>4.5</u>
<u>Million</u>	

**Absent:** None

**Vote:** Unanimously carried

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#### **07-28-93.1.14 10-B**

On recommendation of Supervisor Molina the Board categorized \$4.1 million, potential 4/40 program savings, as "soft funds" for further consideration by the Board.

**Absent:** None

**Vote:** Supervisor Antonovich voted no on this action.

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#### **07-28-93.1.15**

Discussion of topics on the posted agenda and administrative requests by individual Supervisors for reports from Department Heads on various matters, as follows:

- Supervisor Molina requested the Chief Administrative Officer to review options to utilize the Road Fund and the Flood Control District Fund.
  
  - Supervisor Burke requested the County Counsel to advise the Board if there is a procedure whereby the 1/2 cent sales tax back-up issue for Los Angeles County could be combined with the Statewide ballot issue.
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**07-28-93.1.16 15**

On motions duly seconded and unanimously carried, the meeting was adjourned in memory of the following person:

Motion by:

Name of Deceased:

Supervisor Antonovich

Joseph Molloy

Meeting adjourned (Following Board Order No. 15).  
The Budget Deliberations were continued to Thursday,  
July 29, 1993, at 2:00 p.m. Next regular meeting  
of the Board: Thursday morning, July 29, 1993  
at 9:30 o'clock a.m.

The foregoing is a fair statement of the proceedings of the meeting held July 28, 1993, by the Board of Supervisors of the County of Los Angeles and ex-officio the governing body of all other special assessment and taxing districts, agencies and authorities for which said Board so acts.

LARRY J.  
Executive  
of the Board of

MONTEILH  
Officer-Clerk  
Supervisors

By

ROBIN GUERRERO,  
Thursday Board

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Chief  
Services Division

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