

AGN. NO.

MOTION BY SUPERVISOR GLORIA MOLINA

August 12, 2014

AMENDMENT TO ITEM NO. 6

I, FURTHER MOVE, that the Board instruct the Chief Executive Officer, Auditor-Controller, Treasurer-Tax Collector and County Counsel be directed to review the attached revised additional Fiscal Policies for incorporation into the existing Board "Budget Policies and Priorities" and report back during Supplemental Budget with the necessary recommendations that will allow the Board to enact these policies.

MOTION

Molina _____

Ridley-Thomas _____

Yaroslavsky _____

Antonovich _____

Knabe _____

ATTACHMENT

FISCAL POLICIES REVISED 8/12/14

1. Set aside annually, during the Budget Process, in Appropriation for Contingencies, a percentage (5% – 10%) of new on-going discretionary revenues as a hedge against any unforeseen fiscal issues during the year. At year end, transfer these funds to the reserves or use to buy down our Retiree Health Unfunded Liability.
2. Develop and initiate a structured multi-year plan, on an incrementally increased on-going annual funding basis, to address the major unfunded actuarial liabilities of the County (same concept as Retirement Buy-down program).
3. Set aside, in the Budget Process, a fixed one-time amount (minimum \$5.0 million) annually to address deferred maintenance and/or set aside an on-going amount in the Recommended Budget phase, if on-going funding allows.
4. Use all future CRA Asset sales funds to provide funding for Deferred Maintenance, Low/Moderate Income Housing, economic development and/or critical Capital Projects.
5. Set aside future CRA Residual incremental allocations, 50% of projected annual incremental increases beginning in FY 2016-17, for Debt Service requirements on future infrastructure projects.
6. Require a four/fifths vote of the Board of Supervisors, on the following:
 - ✓ Any revisions to the Board's "Budget and Fiscal Policies."
 - ✓ Labor agreements impacting salaries and employee benefits cost increases.
7. Unless directed by the Board, exempt Board-adopted changes to the Board of Supervisors Policy Manual on "Budget Policies and Priorities" (Policy Number 4.030) from Audit Committee review and remove all sunset dates and sunset review dates associated with this policy.