



COUNTY OF HUMBOLDT

AGENDA ITEM NO.

C23

For the meeting of: July 10, 2018

Date: June 21, 2018
To: Board of Supervisors
From: Humboldt County Treasurer-Tax Collector
Subject: Appropriation Transfer from Contingencies for Fiscal Year 2017-18

RECOMMENDATION(S): That the Board of Supervisors approve an appropriation transfer of \$27,000 from Contingencies (1100-990) to Treasury Expense (1100-109) for fiscal year (FY) 2017-18.

SOURCE OF FUNDING:
General Fund Contingencies

DISCUSSION: Due to increased banking costs in the 2018 calendar year primarily attributable to cash deposits the Treasurer-Tax Collector (T-TC) requests an appropriation transfer from Contingencies in order to cover May and June banking costs. Cash deposits carry a cost of 9 cents per \$100 deposit at the bank for counting and tagging cost purposes and due to a significant increase of excise tax cash payments, and Drug Task Force cash seizure deposits, the actual expenditures have exceeded budget estimates.

Per Government Code (GC) 53683 costs "shall be paid by the treasurer by applying such consideration as costs applied on a pro rata basis against the interest earned by all agencies for which the treasurer invests". Therefore, in conjunction with GC 27013, any and all additional banking costs will be paid by deducting the amount needed from county pool interest prior to interest apportionment to all pool participants. Once interest is apportioned the general fund will be reimbursed for this adjustment.

The T-TC has requested a review of these cash deposit costs from US Bank and may need to request additional funds for FY 2018-19 for treasury expense coverage depending on whether US Bank will reduce

Prepared by John Bartholomew

CAO Approval

REVIEW: Auditor County Counsel Personnel Risk Manager Other

TYPE OF ITEM: [X] Consent Departmental Public Hearing Other

PREVIOUS ACTION/REFERRAL:

Board Order No.

Meeting of:

BOARD OF SUPERVISORS, COUNTY OF HUMBOLDT
Upon motion of Supervisor Wilson Seconded by Supervisor Fennell

Ayes Bass, Fennell, Bohn, Wilson
Nays
Abstain
Absent Sundberg

and carried by those members present, the Board hereby approves the recommended action contained in this Board report.

Dated: 7/10/18

By: Kathy Hayes, Clerk of the Board

cash deposit costs in the county's favor.

FINANCIAL IMPACT: The requested action would reduce General Fund Contingencies by \$27,000; but the entire amount will be reimbursed through the interest apportionment process for the FY 4th quarter when 100 percent of this expense will be reimbursed by funds other than the General Fund.

OTHER AGENCY INVOLVEMENT: All Pool Participants will have a slightly reduced interest apportioned relative to what they would have received had these additional banking costs not materialized.

ALTERNATIVES TO STAFF RECOMMENDATIONS: If denied the Treasury Expense budget unit will be unable to pay the banking charges due for May and June.

ATTACHMENTS:

1. Appropriation Transfer Form

ATTACHMENT 1

