



AGENDA ITEM NO.
C13

COUNTY OF HUMBOLDT

For the meeting of: May 1, 2018

Date: April 19, 2018
To: Board of Supervisors
From: Lisa DeMatteo, Director of Human Resources *LAD*
Subject: Supplemental Budget for Liability in Fiscal Year 2017-18 (4/5 vote required)

RECOMMENDATION(S):

That the Board of Supervisors approve the following supplemental budget in Fund 3524, Liability (4/5 vote required):

<u>Revenue:</u>		
3524-354-710050	Fund Balance Transfer	\$ 250,000
<u>Expense:</u>		
3524354-6210	Legal Expenses	\$ 250,000

SOURCE OF FUNDING:

Liability Fund Balance

DISCUSSION:

The Liability budget provides funding for legal expenses related to legal counsel for labor negotiations and claims. Due to an increase in legal expenses during the 2017-18 fiscal year, the current budget does not

Prepared by Kristin Kovacs _____ CAO Approval *[Signature]*

REVIEW: Auditor *KPD* County Counsel _____ Human Resources *LAD* Other _____

TYPE OF ITEM:
 Consent
 Departmental
 Public Hearing
 Other _____

PREVIOUS ACTION/REFERRAL:

Board Order No. _____
Meeting of: _____

BOARD OF SUPERVISORS, COUNTY OF HUMBOLDT
Upon motion of Supervisor *Bass* Seconded by Supervisor *Wilson*
Ayes *Bass, Fernell, Sundberg, Bohn, Wilson*
Nays
Abstain
Absent

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

Dated: *5/1/18*
By: *[Signature]*
Kathy Hayes, Clerk of the Board

have sufficient funds to pay the remainder of these expenses. Legal invoices are paid on a monthly basis and have been paid through March 2018 (\$531,950); however, new invoices that will be received for April through June of the 2017-18 fiscal year will be over the amount budgeted (\$500,000) by an estimated \$250,000. Budget increases will be implemented for FY 2018-19 to avoid this from happening next year. The recommended supplemental budget will utilize fund balance to cover the unanticipated expense associated to the unpaid premiums.

FINANCIAL IMPACT:

The supplemental budget utilizes excess revenue in Liability Fund (3524) which has a current balance of \$974,747. The requested action increases both budgeted revenues and budgeted expenditures by an equal amount of \$250,000, resulting in no net impact to the county's General Fund.

This action supports your Board's Strategic Framework by providing core services in ways that safeguard the public trust by managing resources to ensure sustainability of services.

OTHER AGENCY INVOLVEMENT: None.

ALTERNATIVES TO STAFF RECOMMENDATIONS:

The Board could deny the requested supplemental budget; however, this alternative is not recommended because it would result in appropriations not being sufficient to cover required expenses.

ATTACHMENTS: None