

SUMMARY ACTION MINUTES

SPECIAL MEETING OF THE 2003 STRATEGIC FINANCIAL PLAN ORANGE COUNTY, CALIFORNIA



Tuesday, March 4, 2003, 9:30 A.M.

BOARD HEARING ROOM, FIRST FLOOR
10 Civic Center Plaza
Santa Ana, California

THOMAS W. WILSON
Chairman
Fifth District

JAMES W. SILVA
Vice Chairman
Second District

CHARLES V. SMITH
First District

BILL CAMPBELL
Third District

CHRIS NORBY
Fourth District

ATTENDANCE: All Present

PRESENT: COUNTY EXECUTIVE OFFICER
COUNTY COUNSEL
CLERK OF THE BOARD

James D. Ruth, Interim CEO
Benjamin P. de Mayo
Darlene J. Bloom

1. Opening Remarks
2. Retirement Costs
DISCUSSED
3. Office of Protocol
DISCUSSED
4. Restructuring Task Force
DISCUSSED
5. District Attorney Budget Assessment
DISCUSSED
6. Recap of the 2003 Strategic Financial Plan balancing strategies and options
DISCUSSED
7. Board Discussion
 - a. State Budget Update
DISCUSSED
 - b. Adopt State Budget guiding principles

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41235 **APPROVED AS RECOMMENDED**

8. Public Comments

RECEIVED

9. Recommended actions:

B.O. **STRAW VOTES WERE TAKEN ON ALL RECOMMENDED ACTIONS (9a & 9b)**

a. Adopt the 2003 Strategic Financial Plan including:

- i. Step 2 Reductions
- ii. CEO Strategies and LMC Recommendations
- iii. No Backfill Policy
- iv. Modified/Cancelled Strategic Priorities
- v. Use of Reserves

b. Direct staff to prepare financings for:

- i. Pension Obligation Bond for County's Unfunded Actuarial Accrued Liability (UAAL)
- ii. County Accounting and Personnel System (CAPS) Upgrade
- iii. Building 16 improvements
- iv. South County Courthouse design and construction

PUBLIC COMMENTS: See #8

BOARD COMMENTS: None

ADJOURNED: 4:14 P.M.

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STRAW VOTES 3/4/03 STRATEGIC FINANCIAL PLAN SPECIAL MEETING

Options

- 423 15 Elimination of Protocol Office
 nn
Unanimous Totally eliminate affordable housing GF contribution (\$26M)
- 2435 1 Set aside Early Debt Prepayment Reserve
 n

Tempered Step 2

- 125 34 75% Reduction to Tourism Council funds
 nn
- 1325 4 75% Reduction to OC Business Council
 n
- 325 14 75% Reduction to Film Commission
 nn
- 5 1234 75% Reduction to Arts Orange County – failed to carry
 nnnn (this is recommended for 100% reduction)
- 15 234 75% Reduction to International Business Development – failed to carry
 nnn (this is recommended for 100% reduction)

Step 2 Reductions

- Unanimous Special Programs – Community Social Programs – 100% reduction
413 25 Office on Aging – Reduce 50% over 4 years
 nn
- 41 235 Veterans Services – Reduce 50% over 4 years – failed to carry
 nnn (no reduction is recommended at this time)
- 4315 2 Human Relations Commission – Reduce NCC over 4 years with 80,500 funding
 n remaining for 4th and 5th years.
- Unanimous Reduce \$5M overmatch in various HCA programs over 2 years (CEO to work with HCA
 Minimize impacts)
- Unanimous Reduce \$3M overmatch in various SSA programs over 2 years (CEO to work with SSA
 Streamline process and minimize impacts to adoptions and foster care licensing
 programs)
- Unanimous Auditor-Controller – 98,000 reduce in one year
- Unanimous CEO Volunteer/Intern Program – 150,000 reduce 50% in one year
- Unanimous CEO Training & Communications – 211,000 Retain 50% plus \$500,000
- Unanimous CEO Employee Recognition Deferral – 200,000 reduce in one year
- Unanimous CEO unincorporated programs – NO REDUCTION
- 421 35 Ag Commissioner-Ag Extension 125,000 Reduce 100%
 nn
- Unanimous Assessor, COB, Administrative Costs Reduce 50,000; T-T 83,207 staff devel & 4EH pos.

Other Recommended Actions

- Unanimous Approved CEO Strategies and LMC Recommendations
4325 1 Established Goal of No Backfill Policy – Approvals considered on a case-by-case basis
 n
- Unanimous Approved modified/Cancelled Strategic Priorities and Use of Reserves

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*** KEY ***

Left Margin Notes

1. ✓ Supervisor Smith
2. ✓ Supervisor Silva
3. ✓ Supervisor Campbell
4. ✓ Supervisor Norby
5. ✓ Supervisor Wilson

Right Margin Notes

- | | |
|------------------|-----------------|
| A. ✓ Abstained | O. ✓ Ordinance |
| X. ✓ Excused | R. ✓ Resolution |
| N. ✓ No | |
| BO ✓ Board Order | |

Above numbers refer to Supervisorial Districts (1st number = Moved by; 2nd number = Seconded by)

THOMAS W. WILSON, CHAIRMAN
Orange County Board of Supervisors

DARLENE J. BLOOM
Orange County Clerk of the Board