

Monday, June 09, 2014

The Board of Supervisors of the County of San Luis Obispo, and ex-officio the governing body of all other special assessment and taxing districts for which said Board so acts, met in regular session at 9:00 AM.

PRESENT: Supervisors: Frank R. Mecham, Adam Hill, Caren Ray, Debbie Arnold and Chairperson Bruce S. Gibson

ABSENT: None

THE PLEDGE OF ALLEGIANCE IS LED BY CHAIRPERSON BRUCE S. GIBSON.

Public Comment Period:

1. This is the time set for members of the public to address the Board on matters that are not scheduled on the agenda.

Mr. Eric Greening: speaks to the referral of fracking that was addressed during last week's meeting; comments on the Chorro Valley Intertie, railroad shipments and transportation.

Dr. C. Hite - Rural Community Workshop: addresses various incidents regarding the difficulty accessing benefits through the County; and comments on contributions to outside agencies.

Ms. Linde Owen: comments on Assesmbly Bill (AB) 2701; the cost of the Los Osos Wastewater Project (LOWWP) and the need for oversight on the project.

Mr. Ben DiFatta: presents photographs of damage to his property from a tenant.

Mr. Dan Buckshi - County Administrative Officer: speaks to the referral of fracking; states staff is working on convening a team to assess the situation to provide an informational update to the Board and seek direction on how to proceed, tentatively set for the end of August 2014. **No action taken.**

Budget Hearings:

2. Budget Hearings for the Fiscal Year 2014-15 Proposed Budget. The County's Proposed and Supplemental Budget documents can be viewed at the following link: <http://www.slocounty.ca.gov/admin/Budget.htm>

Mr. Guy Savage – Assitant County Administrative Officer: outlines the budget hearings schedule; provides an overview of the proposed budget; reviews post budget hearing actions; presents the ongoing budget oversight and administration and the County's vision; comments on how the budget is in alignment with the County's mission and organizational values; reviews the overall approach to developing the budget; states the County received the Governmental Finance Officers Association (GFOA) Distinguished Budget Preparation Award for the third year in a row; acknowledges all department heads and staff who helped prepare the budget; and introduces Theresa Andrews-Hurliman from the Auditor-Controller, Treasurer, Tax Collector, and Public Administrator's Office. Further, reviews the formation and foundation of the budget; states this is the first year of the "new normal" and the approach to strategically add back programs and services to capital and other investments; the benefit from the expanding State Budget; states they are expecting the State to approve their budget in the next couple of days. Reviews the overall numbers in the proposed budget, totaling \$525 million which is up about 3.9 percent from last year, with a total General Fund of \$431 million which is up about 3.38 percent from last year. Addresses the supplemental budget document consisting of 10 items, with a total expense of \$1,088,830, with a General Fund expense of \$80,134. Provides a brief summary regarding staffing, which increased about 4% from last year; reviews the sources of funding and highlights where the money goes; addresses the County's financial security and how the County is rebuilding reserves and increasing contingencies to 4.5 percent; provides a summary of the State Budget for FY2014-15 having a fund balance of 1.5 billion; addresses the impacts from the State Budget to the County, addressing the slight dip in Assembly Bill (AB) funding, with Mr. Dan Buckshi – County Administrative Officer responding to AB109 and its impacts.

Supervisor Hill: questions the constitutional requirement relating to Proposition 30 in terms of AB109, with Mr. Buckshi responding.

Chairperson Gibson: requests detail on SB90 (legal mandate) reimbursements, with Mr. Buckshi responding.

Mr. Savage: outlines staff’s recommendations.

Chairperson Gibson: opens the floor to public comment.

Mr. Eric Greening and Mr. Mike Brown – Coalition of Labor, Agriculture, and Business (COLAB): speak.

Mr. Buckshi: responds to the effect of the Proposition 42 reimbursements; and clarifies how they will be strategically adding back programs and services.

Land Based Budgets:

3. This is the time set for the Land Based Budgets.

Mr. Guy Savage - Assistant County Administrative Officer: presents an overview on Land Based Budgets.

Supervisor Ray: questions the potential addition of a staff hydrologist, with Mr. Dan Buckshi – County Administrative Officer responding.

Supervisor Arnold: questions declining figures regarding the road impact fee revenues on page E-93 and E-106, with Mr. Will Clemens – Public Works and Ms. Teresa Andrews-Hurliman – Auditor Controller responding.

Chairperson Gibson: opens the floor to public comment.

Mr. Mike Brown – Coalition of Labor, Agriculture and Business (COLAB) and Mr. Eric Greening: speak.

The Board tentatively approves the Land Based Budgets for Fund Centers: 141 – Agricultural Commissioner; 142 - Planning and Building; 290 - Community Development; 405 - Public Works; 201 - Public Works Special Services; 245 - Roads; and 248 - Road Impact Fees; and Special Districts, as presented by the County Administrative Office and outlined in the Supplemental Document. Further, the Board directs staff to take into consideration the addition of a staff hydrologist.

Motion by: Frank R. Mecham

Second by: Adam Hill

| SUPERVISORS | AYES | NOES | ABSTAIN | RECUSE |
|-------------------------------------|------|------|---------|--------|
| Gibson, Bruce S. (Chairperson) | x | | | |
| Mecham, Frank R. (Vice Chairperson) | x | | | |
| Hill, Adam (Board Member) | x | | | |
| Ray, Caren (Board Member) | x | | | |
| Arnold, Debbie (Board Member) | x | | | |

Mr. Buckshi: states in addition to looking into a hydrologist, he would like to take a broader look and assess all the resources as they relate to water and come back with some options for the Board to consider on a future meeting date.

Public Protection Budgets:

4. This is the time set for Public Protection Budgets.

Mr. Guy Savage – Assistant County Administrative Officer: presents an overview on Public Protection Budgets.

Board Members: question the increase of Proposition 172 funding; and the slight dip in Assembly Bill

(AB) 109 funding and its impacts, with Mr. Dan Buckshi – County Administrative Officer and Mr. Jim Salio - Chief Probation Officer responding.

Chairperson Gibson: opens the floor to public comment.

Mr. Mike Brown – Coalition of Labor, Agriculture and Business (COLAB): speaks.

The Board tentatively approves the Public Protection Budgets for Fund Centers: 137 - Animal Services; 134 - Child Support Services; 143 - Contributions to Court Operations; 140 - County Fire; 132 - District Attorney; 138 - Emergency Services; 131 - Grand Jury; 139 - Probation; 135 - Public Defender; 136 - Sheriff-Coroner; and 130 - Waste Management, as presented by the County Administrative Office and outlined in the Supplemental Document.

Motion by: Caren Ray
Second by: Frank R. Mecham

| SUPERVISORS | AYES | NOES | ABSTAIN | RECUSE |
|-------------------------------------|------|------|---------|--------|
| Gibson, Bruce S. (Chairperson) | x | | | |
| Mecham, Frank R. (Vice Chairperson) | x | | | |
| Hill, Adam (Board Member) | x | | | |
| Ray, Caren (Board Member) | x | | | |
| Arnold, Debbie (Board Member) | x | | | |

Health & Human Services Budgets:

5. This is the time set for Health & Human Services Budgets.

Mr. Guy Savage – Assistant County Administrative Officer: presents an overview on Health and Human Services Budgets.

Board Members: address the services provided by Veterans Services and the Department of Social Services, with Mr. Lee Collins - Department of Social Services Director, and Mr. Dana Cumming – Veterans Services Officer, responding. Further, discuss the new intensive outpatient services and expanded detox services, the performance measures by Behavioral Health, and question when the Board will be provided more information on these matters, with Ms. Ann Robin – Behavioral Health Administrator responding. Furthermore, question the revenue increase in Environmental Health Services and how it relates to water well activity, Mr. Jeff Hamm – Health Agency Director responding.

Chairperson Gibson: opens the floor to public comment without response.

The Board tentatively approves the Health & Human Services Budgets for Fund Centers (FC): 166 - Behavioral Health; 375 – Driving Under the Influence; 351 - Emergency Medical Services Fund; 184 - Law Enforcement Medical Care; 350 - Medical Indigent Services Program; 160 - Public Health; 180 - Social Services; 182 - CalWORKs; 181 - Foster Care; 185 - General Assistance; and 186 - Veterans Services, as presented by the County Administrative Office and outlined in the Supplemental Document.

Motion by: Adam Hill
Second by: Frank R. Mecham

| SUPERVISORS | AYES | NOES | ABSTAIN | RECUSE |
|-------------------------------------|------|------|---------|--------|
| Gibson, Bruce S. (Chairperson) | x | | | |
| Mecham, Frank R. (Vice Chairperson) | x | | | |
| Hill, Adam (Board Member) | x | | | |
| Ray, Caren (Board Member) | x | | | |
| Arnold, Debbie (Board Member) | x | | | |

Community Services Budgets:

6. This is the time set for Community Services Budgets.

Mr. Guy Savage – Assistant County Administrative Officer: presents an overview on Community Services Budgets.

Chairperson Gibson: opens the floor to public comment.

Mr. Eric Greening and Mr. Neil Havlick - Coastal Resources Conservation District President: speak.

Mr. Chris Barnickel – Library Director: speaks to the proposed extended hours of operation and expanded staffing levels, with Board Members responding.

Mr. Curtis Black – County Parks Deputy Director: responds to Mr. Havlick's concerns regarding the off-highway vehicles (OHV) grant application that did not meet the required qualifications.

The Board tentatively approves the Community Services Budgets for Fund Centers: 425 - Airports; 215 - Farm Advisor; 331 - Fish and Game; 427 - Golf Courses; 377 - Library; 305 - Parks; and 330 - Wildlife and Grazing, as presented by the County Administrative Office.

Motion by: Frank R. Mecham

Second by: Caren Ray

| SUPERVISORS | AYES | NOES | ABSTAIN | RECUSE |
|-------------------------------------|------|------|---------|--------|
| Gibson, Bruce S. (Chairperson) | x | | | |
| Mecham, Frank R. (Vice Chairperson) | x | | | |
| Hill, Adam (Board Member) | x | | | |
| Ray, Caren (Board Member) | x | | | |
| Arnold, Debbie (Board Member) | x | | | |

Fiscal and Administration Budgets:

7. This is the time set for Fiscal and Administrative Budgets

Mr. Guy Savage – Assistant County Administrative Officer: presents an overview on Fiscal and Administrative Budgets.

Supervisor Arnold: questions the revenue listed in the budget for election services, with Ms. Julie Rodewald - County Clerk-Recorder responding.

Chairperson Gibson: opens the floor to public comment without response.

The Board tentatively approves the Fiscal and Administrative Budgets for Fund Centers: 104 - Administrative Office; 275 - Organizational Development; 109 - Assessor; 107 - Auditor-Controller; 100 - Board of Supervisors; 110 - Clerk-Recorder; and 108 - Treasurer, Tax Collector and Public Administration, as presented by the County Administrative Office.

Motion by: Adam Hill

Second by: Frank R. Mecham

| SUPERVISORS | AYES | NOES | ABSTAIN | RECUSE |
|-------------------------------------|------|------|---------|--------|
| Gibson, Bruce S. (Chairperson) | x | | | |
| Mecham, Frank R. (Vice Chairperson) | x | | | |
| Hill, Adam (Board Member) | x | | | |
| Ray, Caren (Board Member) | x | | | |
| Arnold, Debbie (Board Member) | x | | | |

Support to County Departments:

8. This is the time set for Support to County Departments

Mr. Guy Savage - Assistant County Administrative Officer: presents an overview on Support to County Departments.

Chairperson Gibson: opens the floor to public comment without response.

The Board tentatively approves the Support to County Budgets for Fund Centers: 111 - County Counsel; 113 - General Services Agency; 407 - Fleet Services; 114 - Information Technology; 112 - Human Resources; 105 - Risk Management; and 408 – 412 - Self Insurance, as presented by the County Administrative Office and outlined in the Supplemental Document.

Motion by: Adam Hill

Second by: Caren Ray

| SUPERVISORS | AYES | NOES | ABSTAIN | RECUSE |
|-------------------------------------|------|------|---------|--------|
| Gibson, Bruce S. (Chairperson) | x | | | |
| Mecham, Frank R. (Vice Chairperson) | x | | | |
| Hill, Adam (Board Member) | x | | | |
| Ray, Caren (Board Member) | x | | | |
| Arnold, Debbie (Board Member) | x | | | |

Financing:

9. This is the time set for Financing.

Mr. Guy Savage - Assistant County Administrative Officer: presents an overview on Financing.

Supervisor Hill: comments on the potential reimbursement from the Courts, with Mr. Savage responding.

Chairperson Gibson: comments on the need for a better working relationship with the Courts as Assembly Bill (AB) 109 is implemented.

Supervisor Arnold: questions the sales tax receipts associated with the solar plants, with Mr. Dan Buckshi – County Administrative Officer and Mr. Savage responding

Chairperson Gibson: opens the floor to public comment without response.

The Board tentatively approves the Financing Budgets for Fund Centers: 266 - Countywide Automation Replacement; 277 - Debt Service; 267 - General Government Building Replacement; 103 - Non-Departmental -Other Expenditures; 102 – Non-Departmental Revenues - Other Financing Use; 101 - Non-Departmental Revenues; 413 – Other Post Employment Benefits; 392 - Pension Obligation Bonds; 247 - Public Facility Fees; and 268 – Tax Reduction Reserve, as presented by the County Administrative Office.

Motion by: Caren Ray

Second by: Frank R. Mecham

| SUPERVISORS | AYES | NOES | ABSTAIN | RECUSE |
|-------------------------------------|------|------|---------|--------|
| Gibson, Bruce S. (Chairperson) | x | | | |
| Mecham, Frank R. (Vice Chairperson) | x | | | |
| Hill, Adam (Board Member) | x | | | |
| Ray, Caren (Board Member) | x | | | |
| Arnold, Debbie (Board Member) | x | | | |

Capital and Maintenance Projects:

10. This is the time set for Capital and Maintenance Projects.

Mr. Guy Savage - Assistant County Administrative Officer: presents an overview on Capital and Maintenance Projects.

Chairperson Gibson: opens the floor to public comment without response.

Supervisor Arnold: comments on the Black Mountain Communication Vault; and questions the source

of water for the project that is increasing the size of 2,100 feet of water line along Kansas and Oklahoma Avenues to the Animal Shelter, with Mr. Dan Buckshi – County Administrative Officer responding.

Supervisor Mecham: addresses the possibility to pursue a solar project with the County to save on utility costs.

The Board tentatively approves the Capital and Maintenance Projects Budgets for Fund Centers: 230 - Capital Projects; and 200 - Maintenance Projects, as presented by the County Administrative Office.

Motion by: Frank R. Mecham

Second by: Adam Hill

| SUPERVISORS | AYES | NOES | ABSTAIN | RECUSE |
|-------------------------------------|------|------|---------|--------|
| Gibson, Bruce S. (Chairperson) | x | | | |
| Mecham, Frank R. (Vice Chairperson) | x | | | |
| Hill, Adam (Board Member) | x | | | |
| Ray, Caren (Board Member) | x | | | |
| Arnold, Debbie (Board Member) | x | | | |

Closed Session Items:

11. The Board announces they will be going into Closed Session regarding:

I. CONFERENCE WITH LABOR NEGOTIATOR (Gov. Code section 54957.6.) It is the intention of the Board to meet in closed session to have a conference with its Labor Negotiator Tami Douglas-Schatz concerning the following: Name of employee organizations are: 1.SLOCEA-Public Services, Supervisors, Clerical; 2. SLOCEA-Trades and Crafts.

II. PERSONNEL (Gov. Code, § 54957.) It is the intention of the Board to meet in closed session to: 3. Consider Public Employee Appointment for the Position of Director of Public Works.

Chairperson Gibson: opens the floor to public comment without response.

Thereafter, pursuant to the requirements of the Brown Act, County Counsel reports out on the items discussed during Closed Session as follows: no report required as no final action was taken and the Board goes into Open Public Session.

On motion duly made and unanimously carried, the Board of Supervisors of the County of San Luis Obispo, and ex-officio the governing body of all other special assessment and taxing districts for which said Board so acts, does now adjourn.

I, **JULIE L RODEWALD**, County Clerk-Recorder and Ex-Officio Clerk of the Board of Supervisors of the County of San Luis Obispo, and ex-officio clerk of the governing body of all other special assessment and taxing districts for which said Board so acts, do hereby certify that the foregoing is a fair statement of the proceedings of the meeting held Monday, June 09, 2014, by the Board of Supervisors of the County of San Luis Obispo, and ex-officio the governing body of all other special assessment and taxing districts for which said Board so acts.

JULIE L RODEWALD, County Clerk-Recorder and Ex-Officio Clerk of the Board of Supervisors

By: /s/ Annette Ramirez, Deputy Clerk-Recorder

DATED: September 19, 2014