

After further consideration and to ensure fiscal compliance, the Auditor Controller's General Accounting division requested DEM reclassify the expense transaction of \$700,000 into an Accounts Receivable Balance Sheet Account and remove the expenditure transfer to accurately reflect DEM's budget. Therefore, DEM is requesting to have their appropriations decreased by \$1,187,500 and funds returned to the Strategic Reserve (BSA 001-3111).

OTHER AGENCY INVOLVEMENT:

The County Administrative Office, the Office of the County Counsel, the Auditor Controller's Office, and the County of Monterey Department of Emergency Management have collaborated to ensure fiscal accountability with the District and to ensure the residents of San Ardo have a functioning Wastewater Treatment Facility.

FINANCING:

This resolution will remove the advance of \$1,187,500 from DEM's Appropriations (001-1040-8588-DEM001) and return funds to the Strategic Reserve (BSA 001-3111). DEM will work with the County Administrative Office to mitigate any impacts to their appropriations and ensure fiscal responsibility.

BOARD OF SUPERVISORS STRATEGIC INITIATIVES:

Economic Development

Administration

X Health and Human Services

X Infrastructure

X Public Safety

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Approved by: Nick Chiulos, Chief Assistant County Administrative Officer, x5145.

Attachments:

Attachment A: Resolution

Attachment B: San Ardo Advance Funding Agreement

Attachment C: San Ardo Advance Funding Amendment No. 1