



County of Orange

County Executive Office

FLOOR ALERT

AB 1250 (Jones-Sawyer) - OPPOSE

TO: Senators, California State Senate
FROM: Orange County Board of Supervisors
SUBJECT: **OPPOSE** - AB 1250 (Jones-Sawyer) - Counties: Contracts for Personal Services

The Orange County Board of Supervisors asks for your “**NO**” vote on AB 1250 (Jones-Sawyer). This bill would establish unfair standards for the use of personal services contracts by counties.

AB 1250 places undue burdens on counties seeking personal service contracts by forcing an extensive review process.

Specifically, this legislation would have the following impacts on Orange County:

- AB 1250 is a far reaching bill with the potential for significant cost and workload impacts to the County. The bill imposes significant burdens by adding onerous, over prescriptive and unnecessary requirements that impede on local control and have significant impacts on local governance.
- The impacts of AB 1250 on Orange County are staggering and can be seen in the chart below:

<u>AB 1250 IMPACTS</u>	Total
Number of service contracts impacted.	1,108
Number of service contracts impacted that address fluctuations in workload such as a seasonal or work cycle need.	73
Number of service contracts impacted that are specialized services for which the skill set is highly specialized and not required on a regular basis.	645

<u>AB 1250 IMPACTS</u>	Total
Of the above listed service contracts, number that can be done in-house if resources were available.	429
For the service contracts listed above the estimated number of new positions what would be needed.	3,204
For the service contracts listed above the number of new job classifications that may need to be created.	63
Estimated cost of the salary and estimated benefits for those new positions	\$ 342,735,027
Approximate cost of new equipment needs	\$ 39,999,314
Approximate new or incremental facility costs	\$ 29,827,171
Any other additional costs associated with performing the services in-house (Admin costs etc.).	\$ 30,809,759

*Amounts are general estimates

- As seen above, shifting the service contracts in-house would begin a massive undertaking, costing upwards of \$340 million, with almost \$40 million spent in equipment alone.
- AB 1250 will upend the traditionally bidding process in local communities, discouraging vendors from entering into contracts with counties, stifling competition and inhibiting essential growth in the private sector.

For these reasons, the Orange County Board of Supervisors respectfully asks for your “NO” vote on AB 1250.

If you have any questions regarding the County’s position, please contact Jessica Witt, Director of Government and Community Relations, at 714-834-7250.