



AGENDA REPORT

Meeting Date: February 5, 2013
Item Number: E-1
To: Honorable Mayor & City Council
From: Noel Marquis, Acting Administrative Services Director and CFO
Don Harrison, Budget & Revenue Officer
Subject: APPROPRIATION OF FUNDS IN THE AMOUNT OF \$7,740,000
FROM UNRESTRICTED FUND BALANCE
Attachments: None

RECOMMENDATION

Staff recommends that the City Council move to appropriate funds in the amount of \$7,740,000 from the General Fund Unrestricted Balance as follows:

FROM		TO	
\$6,490,000	Unrestricted Fund Balance	\$ 1,250,000	School District JPA
		1,000,000	School District advance loan
		600,000	Police Department Staffing
		200,000	IT equipment replacement
		200,000	Equipment fund replacement
		590,000	Vehicle Fund paramedic ambulance and equipment replacement
		1,150,000	OPEB liability
		500,000	Stormwater Fund
		250,000	Subway Reserve
		750,000	Beverly Gardens Park
		1,250,000	Land Acquisition

INTRODUCTION

As a result of improvements in City revenues for FY 2011/2012, and budget savings realized as a result of City programs to reduce operating costs, the City finished the 2011/2012 fiscal year with revenues in excess of expenditures in the amount of \$10,240,000 that were not anticipated during budget preparation.

DISCUSSION

At the direction of the City Council, staff presented several options for the use of these funds at the January 24, 2013 study session. After discussion, the City Council directed staff to allocate a portion of the \$10,240,000 in revenues over expenditures as follows:

<i>School District funding</i>	<i>\$1,250,000</i>
<i>School District Advance</i>	<i>1,000,000</i>
<i>Police Staffing and Hiring incentives</i>	<i>600,000</i>
<i>Internal Service Funds</i>	
<i>IT (fund 41)</i>	<i>200,000</i>
<i>Equipment (fund 40)</i>	<i>200,000</i>
<i>Vehicles (fund 49)</i>	<i>290,000</i>
<i>New Paramedic Ambulance (fund 49)</i>	<i>300,000</i>
<i>OPEB Contribution (fund 44)</i>	<i>1,150,000</i>
<i>Stormwater Enterprise Fund (fund 85)</i>	<i>500,000</i>
<i>Subway Reserve Funds</i>	<i>250,000</i>
<i>Beverly Gardens Park Matching Funds</i>	<i>750,000</i>
<i>Land Acquisition (fund 8)</i>	<u><i>1,250,000</i></u>
<i>Total</i>	<i>\$7,740,000</i>

Staff was directed to keep the remainder of the funds, \$2,500,000, available until the City Council could continue its discussions concerning the Water Enterprise Fund and other items and made a final determination as to their appropriate use.

FISCAL IMPACT

Funds were not budgeted but are available from unrestricted retained earnings for this purpose.


Don Harrison

Budget and Revenue Approval


Noel Marquis

Approved By