Resolution No.

STOCKTON CITY COUNCIL

RESOLUTION OF THE CITY OF STOCKTON APPROVING THE FISCAL YEAR 2017-18 ANNUAL BUDGET; APPROVING THE 2017-22 CAPITAL IMPROVEMENT PLAN; APPROVING THE FISCAL YEAR 2017-18 FEE SCHEDULE; AUTHORIZING VARIOUS FUND TRANSFERS AND ADMINISTRATIVE ACTIONS

On May 15, 2017, in accordance with City Charter, Article XIX, Section 1905, the City Manager provided City Council the Proposed Fiscal Year (FY) 2017-18 Annual Budget, Proposed 2017-22 Capital Improvement Plan, and Proposed FY 2017-18 Fee Schedule; and

On April 27, 2017, the Planning Commission determined that the 2017-22 Capital Improvement Plan conforms to the 2035 General Plan; and

The City Council scheduled and conducted a budget study session on June 6, 2017, to review projections, allow for public discussion, and provide direction in the preparation of the annual budget. This study session included the proposed documents: FY 2017-18 Annual Budget, 2017-22 Capital Improvement Plan, and FY 2017-18 Fee Schedule; and

On June 6, 2017, the City Council conducted a duly noticed public hearing on the Proposed FY 2017-18 Annual Budget, the Proposed FY 2017-22 Capital Improvement Plan, and the Proposed FY 2017-18 Fee Schedule; now, therefore,

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF STOCKTON, AS FOLLOWS:

1. The FY 2017-18 Annual Budget with expenditure appropriations of $625,603,982, as submitted by the City Manager and with modifications by the City Council during the budget study sessions and Public Hearing, is adopted as shown in Exhibit 1 of this resolution.

2. The number of full-time positions authorized under the FY 2017-18 Annual Budget is 1,691.

3. The 2017-22 Capital Improvement Plan with a 5-year CIP project total of $720,369,000 is adopted, which includes $36,692,639 appropriations for the FY 2017-18 capital projects.

4. The 2017-22 Capital Improvement Plan conforms to the City of Stockton 2035 General Plan.

5. The effective date of the FY 2017-18 Fee Schedule is July 1, 2017. Any fee changes that are not effective July 1, 2017, are noted in the document.

6. The fees on development projects will take effect 60 days following the final action on the increases in the FY 2017-18 Fee Schedule, where Government Code section 66017(a) applies.

7. The Parking Bail Schedule be amended with adjustments to maintain consistency with parking meter/street violation fees; effective July 1, 2017.

8. An appropriation limit is established in the amount of $339,151,468 for FY 2017-18 pursuant to the requirements of the California Government Code. The City of Stockton selected the "change in California per capita personal income" for the "change in cost of living" component and the change in annual population for the County of San Joaquin as of January 1, 2017, component in the calculation of the appropriation limit.

9. The City Manager or his designee is authorized to adjust appropriations from the General Fund Contingency account to General Fund Departments, subsidized programs, and Internal Service Funds as needed for unexpected expenditures or emergencies that are unanticipated at the time of the budget adoption. The City Manager or his designee will report Contingency uses with each quarterly budget status report.

10. The City Attorney is authorized to enter into contracts for services and supplies where the total cost is: below the expenditure limit established in Section 3.68.040 of the Stockton Municipal Code, within existing budget appropriation, and consistent with established administrative processes.

11. Authorize the continuation of FY 2016-17 appropriation balances for one-time expenses to FY 2017-18 to complete the delivery of specific programs as listed in the following table:

Description	Department	Fund	Not to Exceed Amount
Homeless	Non-Departmental	General Fund	150,000
Youth Employment	Non-Departmental	General Fund	100,000
Marketing Communication Plan	Non-Departmental	General Fund	25,000
City Facility Re-keying	Public Works	General Fund	55,000
Community Center Gym Equipment	Community Services	Recreation Fund	40,000
Pixie Woods PA System	Community Services	Recreation Fund	7,000

12. The remaining balances of all capital projects and grant funds are authorized to continue beyond the fiscal year in which they are originally appropriated until project cancellation or completion, grant expiration, or funds are fully expended, at which time appropriations will be reduced or eliminated.

13. The following administrative actions required to implement the FY 2017-18 Annual Budget are authorized:

a) Level of Budgetary Control – Budgetary control is established at the following levels: a) General Fund - Department Level; b) Other Funds - Fund level; and c) Capital Fund - Project level. The City Manager or his designee may authorize line item budget transfers within a General Fund department, or within a fund other than the General Fund.

b) The City Manager or his designee is authorized to make administrative or technical corrections to the FY 2017-18 Annual Budget with a subsequent report to City Council on any corrections greater than $75,000.

c) The City Manager or his designee is authorized to establish and amend revenue estimates and expenditure appropriations corresponding to receipt or award of grant funding, donations, and reimbursements where these special funds and any matching City funds are under the expenditure limit of $75,000 as established by Ordinance 2015-01-27-1501-01, which amended Section 3.68.040 of the Stockton Municipal Code.

d) The City Manager or his designee is authorized to establish revenue estimates and corresponding budget appropriations in General Fund Fire Department as needed during FY 2017-18 to recognize the costs and the associated reimbursement revenue for providing wild-land firefighting and other disaster response services requested by state or federal governments.

e) The City Manager or his designee is authorized to abolish positions and/or reduce and reorganize personnel, programs, services, departments, offices, or agencies and take such other action as is necessary to maintain a balanced budget.

f) The City Manager is authorized to make adjustments in classifications, including salary and benefit adjustments, to ensure comparability with similar classifications to maintain equity in the City's salary schedules as recommended by the Human Resources

Department classification studies and reviews, and to incorporate changes into the Salary Schedule, as appropriate.

g) The City Manager or his designee is authorized to fill additional Special Revenue Fund positions, such as grant-funded, Measure W, and contract reimbursement positions, if additional funding becomes available.

h) The indirect cost rate, as detailed in the City of Stockton Full Cost Allocation Plan and Cost Recovery Allocation Plan, shall be charged to departments and capital projects as project funding and regulations permit. The City Manager or his designee is authorized to modify appropriations for changes that result from an independently prepared indirect cost allocation plan.

i) The City Manager or his designee is authorized to prepay the City's annual CalPERS payments in a lump sum consistent with FY 2017-18 budget.

j) The City Manager or his designee is authorized to approve temporary interfund borrowing within the fiscal year, and at the June 30 fiscal year end, to finance the collection period for tax, grant, and other accounts receivable. Any new interfund loans extending beyond these terms must be approved by the City Council. The City Manager is authorized to repay interfund loans when funding becomes available.

k) The City Council delegates investment authority to the Chief Financial Officer, acting in capacity of Treasurer, for the period of July 1, 2017 through June 30, 2018, pursuant to Section 53601 and 53607 of the California Government Code.

l) The City Manager or his designee is authorized to move appropriations and transfer between funds within a single budget unit, such as the water utility, Federal grant funds, and other funds where multiple funds have been established in the general ledger for purposes other than legal restrictions and the fund relationship has been identified in the FY 2017-18 Annual Budget, or established by subsequent City Council action.

m) The City Manager or his designee is authorized to make the Contingent General Fund Payment to Assured Guaranty per the terms of the Reimbursement Agreement. Should the amount exceed the FY 2017-18 budget estimate, the City Manager or designee is

authorized to increase the budget appropriation and transfer from the General Fund.

n) The City Manager or his designee is authorized to close out non-active assessment and special district redemption and project accounts and transfer all residual account balances to City funds in FY 2017-18 per legislation pertaining to the use of assessment and special district surplus funds and Section 3.76.141 of the Stockton Municipal Code.

o) With the consolidation of telephone and computer equipment and services, the City Manager is authorized to transfer the ending fund balance of the Telephone Internal Service Fund 504 to the Computer Internal Service Fund 502, without limitation of the estimates in the FY 2017-18 Annual Budget.

p) The City Manager or his designee is authorized and directed to take such other actions as are necessary and appropriate to carry out the purpose and intent of this resolution including adjusting appropriations from the General Fund Non-Departmental accounts to General Fund Departments, subsidized programs, and Internal Service Funds as needed to implement budget revisions authorized by Council.

PASSED, APPROVED, and ADOPTED June 20, 2017.

MICHAEL D. TUBBS,
Mayor of the City of Stockton

ATTEST:

BONNIE PAIGE
City Clerk of the City of Stockton