

Resolution No.

STOCKTON CITY COUNCIL

RESOLUTION ACCEPTING THE FOURTH QUARTER BUDGET STATUS UPDATE REPORT, APPROVING RECOMMENDED AMENDMENTS TO THE FISCAL YEAR 2017-18 AND FISCAL YEAR 2018-19 ANNUAL BUDGETS, AND AUTHORIZING THE ALLOCATION OF AVAILABLE FUND BALANCE TO RESERVES

Fiscal Sustainability is one of the City Council's goals; and

City Council adopted the Fiscal Year (FY) 2017-18 Annual Budget on June 20, 2017, following a duly noticed budget study sessions and a public hearing; and

City Council adopted the amended Reserve and Fund Balance Policy – General Fund on March 26, 2016; and

City Council accepted the first quarter budget status reports for FY 2017-18 on February 27 12, 2018; and

City Council accepted the second quarter budget status report for FY 2017-18 on May 1, 2018; and

City Council accepted the third quarter budget status report for FY 2017-18 on July 17, 2018; and

By the staff report accompanying this Resolution, incorporated into this Resolution by this reference (Staff Report), the Council has been provided with additional information upon which the actions set forth in this Resolution are based; now, therefore,

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

1. The status report on the FY 2017-18 Annual Budget is accepted.
2. The FY 2017-18 Annual Budget is amended to re-appropriate the following:
 - a) Fire Department for additional Training Academy expenses of \$50,000, and
 - b) The Office of City Auditor for FY 2017-18 financial audit costs of \$111,000.

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3. The FY 2017-18 General Fund Annual Budget is amended as follows:

- a) City Attorney's Office for additional Council directed code enforcement expenses incurred in excess of the budget of \$76,000,
- b) Public Works department to cover increased water costs of \$144,000,
- c) Office of Violence Prevention to cover salary expenses for planned grant funding not received in the amount of \$170,000, and
- d) Allocate vacancy savings budget from Non-departmental – Other Administration category as shown below:

<u>Department</u>	<u>Amount</u>
City Clerk	109,000
City Manager	19,000
Economic Development	11,338
Administrative Services	111,000
Total	<hr/> 250,338

4. Authorize a \$24,100 increase to the FY 2017-18 Annual Budget in the Separation Pay Fund (562) from the fund balance for greater-than-anticipated separation pay outs.

5. Available resources within the General Fund are allocated as of June 30, 2018 to reserves consistent with the Council Reserve and Fund Balance Policy – General Fund Policy as follows:

Priority 1 Reserves

- Working Capital \$36,777,000
- Known Contingency \$55,803,000

Priority 2 Reserves

- Risk Based Reserves \$ 4,983,000

6. Modify appropriations for two Municipal Utilities Capital Projects as listed below:

- a) Increase allocation for American Legion Park Pump Station Roof Repair Project (Project Number M13026) by \$53,000, and
- b) Change funding source of Newcastle Road and South Airport Way Water Transmission Main, Phase 2 (Project Number M18053) and Water Well #10 (Project No. M17002) from bond proceeds to Water Utility fund balance.

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7. The City Manager is authorized and directed to take whatever actions are necessary and appropriate to carry out the purpose and intent of this Resolution.

PASSED, APPROVED, and ADOPTED November 6, 2018.

MICHAEL D. TUBBS, Mayor
of the City of Stockton

ATTEST:

CHRISTIAN CLEGG, Deputy City Manager and
Interim City Clerk of the City of Stockton