

(O-2001-148)

ORDINANCE NUMBER O- 18953 (NEW SERIES)

ADOPTED ON JUN 12 2001

AN ORDINANCE AMENDING ORDINANCE NO. O-18827 (NEW SERIES), AS AMENDED, ENTITLED "AN ORDINANCE ADOPTING THE ANNUAL BUDGET FOR THE FISCAL YEAR 2000-2001 AND APPROPRIATING THE NECESSARY MONEY TO OPERATE THE CITY OF SAN DIEGO FOR SAID FISCAL YEAR" BY AMENDING DOCUMENT NO. OO-18827, AS AMENDED AND ADOPTED THEREIN, BY AUTHORIZING CERTAIN YEAR-END BUDGET ADJUSTMENTS INCLUDING MAKING ADDITIONAL APPROPRIATIONS AND TRANSFERS THAT MAY BE NECESSARY TO BALANCE FUND CARRYOVERS AND EXPENDITURES/APPROPRIATIONS FOR FISCAL YEAR 2002.

BE IT ORDAINED, by the Council of The City of San Diego, as follows:

Section 1. That Ordinance No. O-18827 (New Series), as amended, entitled "AN ORDINANCE ADOPTING THE ANNUAL BUDGET FOR THE FISCAL YEAR 2000-01 AND APPROPRIATING THE NECESSARY MONEY TO OPERATE THE CITY OF SAN DIEGO FOR SAID FISCAL YEAR," be and the same is hereby amended by amending Document No. OO-18667, as amended and adopted therein to authorize certain year-end budget adjustments including making additional appropriations and transfers that may be necessary to balance fund carryovers and expenditures/appropriations for fiscal year 2002, as specified in City Manager's Report No. 01-101, attached hereto as Exhibit A.

Section 2. That the City Auditor and Comptroller is hereby authorized to complete the transfers, appropriation increases, and other financial transactions specified in City Manager's Report No. 01-101.

Section 3. That a full reading of this ordinance is dispensed with prior to its final passage, a written or printed copy having been available to the City Council and the public a day prior to its final passage.

Section 4. This ordinance shall take effect and be in force immediately upon its adoption after two public hearings, pursuant to the authority contained in Sections 16, 17 and 71 of the Charter of The City of San Diego.

APPROVED: CASEY GWINN, City Attorney

By Stuart H. Swett
Sttuart H. Swett
Senior Deputy City Attorney

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05/22501
Or.Dept:Fin. Mgmt.
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THE CITY OF SAN DIEGO
MANAGER'S REPORT

DATE ISSUED: May 31, 2001

REPORT NO. 01-101

ATTENTION: Honorable Mayor and City Council
Docket of June 5, 2001

SUBJECT: Fiscal Year 2001 Year-End Budget Adjustments

SUMMARY

Issues:

1. Should the City Council accept the Fiscal Year 2001 Year-End Budget Adjustments Report?
2. Should the City Council authorize the City Auditor and Comptroller to:
 - a. Amend the Fiscal Year 2001 Appropriation Ordinance to increase General Fund appropriations up to the amount of \$4.5 million, to be funded from revenues received in excess of budgeted amounts, for departments that have incurred expenses for electricity, natural gas, and fuel in excess of the budgeted amounts due to the energy crisis;
 - b. appropriate, transfer and carryover within the General Fund 100, certain sums between departments and programs, and between various other funds, as specified and set forth in the City Manager's Budget Adjustment Report; and
 - c. make any additional appropriation adjustments and fund transfers that may be necessary to reconcile revenues to expenditures?

Manager's Recommendations:

1. Accept the Fiscal Year 2001 Year-End Budget Adjustments Report.
2. Authorize the City Auditor and Comptroller to complete the financial transactions listed in this report.

Other Recommendations: None

EXHIBIT A

0-18953

Fiscal Impact: General Fund appropriations will be increased up to \$4.5 million utilizing revenues in excess of budgeted amounts. Transfers from current year appropriations to be carried forward to Fiscal Year 2002 for various General Fund departments are approximately \$670,000. Non-General Fund transfers from current year appropriations are approximately \$727,000.

BACKGROUND

General Fund revenues and expenditures are monitored and analyzed throughout the fiscal year. The primary purpose of this report, commonly referred to as the "Fourth Quarter Adjustment", is to identify the financial transactions needed to balance all funds prior to the conclusion of the fiscal year. In addition, authorization to continue the Fiscal Year 2001 budget appropriation into Fiscal Year 2002 for certain projects which could not be completed is necessary.

DISCUSSION

MAJOR REVENUE SOURCES		
Fiscal Year 2001		
(General Fund)		
(in millions)		
Revenue Source	Budget	Year-end Projection
Motor Vehicle License Fees	\$64.7	\$67.4
Property Tax	\$159.9	\$157.2
Sales Tax	\$133.8	\$145.4
Transient Occupancy Tax	\$55.3	\$57.7

The major General Fund revenue sources, including Property Tax, Sales Tax, Transient Occupancy Tax, and Motor Vehicle License Fees, comprise 62% of the total General Fund budget. All of these major sources are exceeding budget estimates, except

Property Tax. Excess General Fund revenues in the Proposed Budget were assumed as carryover to finance the Fiscal Year 2002 Budget. An analysis of the year-end revenue receipts is currently being conducted to determine if there is any revenue available beyond the projections in the Proposed Budget. A report is due to the City Council at the June 4th Budget deliberations.

Fourth Quarter Adjustments

- B. Increase of Departmental Allotments (General Fund) due to the energy crisis

Overall, departments have provided services within their budgeted appropriations; however, in some departments expenses incurred for electricity, natural gas, and fuel caused these budgets to be exceeded. It is requested that the Mayor and City Council authorize the City Auditor and Comptroller to increase the non-personnel allotment for these departments, using revenues received in excess of budgeted

amounts, in an amount sufficient to fund any current year appropriation deficit for electricity, natural gas, and fuel where other non-personnel expenditure savings were not sufficient to cover the deficit. The amount is approximately \$4.5 million. This was taken into consideration when projecting revenues and expenditures mid-year and funds were reserved to cover the energy shortfall. There is no impact on year-end projections with this action.

- Police \$1,416,688
- Fire \$1,010,387
- Park & Recreation \$1,576,255
- Facilities Maintenance \$360,000
- Information Technology & Communications \$144,834

C. Reallocation of Departmental Appropriations (General Fund)

Certain General Fund projects are in progress that cannot be completed during the current fiscal year. Therefore, funds budgeted in the current fiscal year need to be carried over to complete these projects in Fiscal Year 2002. It is requested that the Mayor and City Council authorize the City Auditor and Comptroller to carry over budgeted funds contingent upon sufficient appropriation savings being available at the conclusion of the fiscal year.

- *Planning - \$170,000*

Strategic Framework consultant contracts (\$70,000) and funds for MSCP land acquisition and monitoring (\$100,000).

- *Police - \$224,639*

Funding for youth anti-smoking and substance abuse enforcement.

- *Citywide Program Expenditures –Medicine and Public Health Scholarships - \$271,875*

Funding for Medicine and Public Health Scholarships.

D. Carryover of Non-General Fund Projects Budgeted in Fiscal Year 2001

- *Transportation/Street Division - \$504,108*

Funding for dredging of the Sorrento Valley Drainage Channel in Fiscal Year 2002, which was delayed due to the inability to obtain a necessary permit prior to nesting season.

- *Water - \$222,000*

Authorize the City Auditor and Comptroller to carry over up to \$222,000 budgeted in Fiscal Year 2001 Water Fund (41500) for data processing costs such as Stormwater GIS (Geographical Information System), which will provide data and functionality to support the mandated stormwater management program (\$52,000); Groundwater Basin GIS that will develop a data structure and specialized maps to store the graphics and data needed to support the mapping, management and analysis of Groundwater Basins (\$79,000); and BEACH (Building Enterprise Applications Consolidating Harmony) for WHAIDERS (Water Modeling/Hydraulics/Architecture/Including/Data Manual/to Encapsulate/Relationships and Symmetry; \$91,000).

CONCLUSION

San Diego's economic growth has led to increased revenue receipts during the current fiscal year. Although the energy crisis caused some departments to overexpend their non-personnel allotment, the majority of City departments were able to provide services within their established budgets. These factors have limited the number of Fourth Quarter Adjustments required for Fiscal Year 2001 and enabled the City to utilize current year funds for the purpose of financing the Fiscal Year 2002 Budget.

Respectfully submitted,



MICHAEL T. UBERUAGA
City Manager

Frazier/Irvine/AYM

The City of San Diego
CERTIFICATE OF CITY AUDITOR AND COMPTROLLER

CERTIFICATE OF UNALLOTTED BALANCE

AC 2101209
 ORIGINATING DEPT. NO.: 055

I HEREBY CERTIFY that the money required for the allotment of funds for the purpose set forth in the foregoing resolution is available in the Treasury, or is anticipated to come into the Treasury, and is otherwise unallotted.

Amount As specified in the City Manager's Report Fund Various

Purpose To appropriate, transfer and carryover funds as specified in the City Manager's Report

Date May 25, 2001 By: 

AUDITOR AND COMPTROLLER'S DEPARTMENT

ACCOUNTING DATA

ACCTG. LINE	CY PY	FUND	DEPT	ORG.	ACCOUNT	JOB ORDER	OPERATION ACCOUNT	BENF/EQUIP	FACILITY	AMOUNT
TOTAL AMOUNT										

FUND OVERRIDE

CERTIFICATION OF UNENCUMBERED BALANCE

I HEREBY CERTIFY that the indebtedness and obligation to be incurred by the contract or agreement authorized by the hereto attached resolution, can be incurred without the violation of any of the provisions of the Charter of the City of San Diego; and I do hereby further certify, in conformity with the requirements of the Charter of the City of San Diego, that sufficient moneys have been appropriated for the purpose of said contract, that sufficient moneys to meet the obligations of said contract are actually in the Treasury, or are anticipated to come into the Treasury, to the credit of the appropriation from which the same are to be drawn, and that the said money now actually in the Treasury, together with the moneys anticipated to come into the Treasury, to the credit of said appropriation, are otherwise unencumbered.

Not to Exceed \$ _____

Vendor _____

Purpose _____

Date _____ By: _____

AUDITOR AND COMPTROLLER'S DEPARTMENT

ACCOUNTING DATA

ACCTG. LINE	CY PY	FUND	DEPT	ORG.	ACCOUNT	JOB ORDER	OPERATION ACCOUNT	BENF/EQUIP	FACILITY	AMOUNT
TOTAL AMOUNT										

FUND OVERRIDE