

RESOLUTION NUMBER R- 297902

ADOPTED ON APR 28 2003

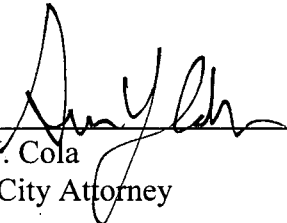
BE IT RESOLVED, by the Council of the City of San Diego, that the City Council supports the City Manager's recommendations set forth in City Manager Report No. 03-060, which is attached to and incorporated by reference into this Resolution, to adopt the following changes to the existing budget principles, as recommended by the Blue Ribbon Committee and proposed by the City Manager:

1. Follow the City's existing Budget Principles.
2. Revise Budget Principle No. 2 - The General Fund Reserve should be maintained at a minimum of 3% of General Fund revenues, with the goal of bringing General Reserves to a level that is 7% of General Fund revenues, which includes the goal of bringing the General Fund Reserve to 5% of General Fund revenues within ten years (by Fiscal Year 2014). The General Fund Reserve should be increased by at least 10% of any General Fund revenue increase in excess of 2% in any fiscal year in which General Fund revenues increase by more than 2% over the prior year budgeted revenues, until the 5% goal is achieved.
3. Add Budget Principle No. 7 - Budget development should be guided by a long term, or strategic budget plan proposed by the City Manager and adopted by the City Council.

4. Add Budget Principle No. 8 - Once adopted, annual budgets should be amended only when urgency requires, and then by identifying specific funding sources for these new principles.

APPROVED: CASEY GWINN, City Attorney

By

  
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Susan Y. Cola  
Deputy City Attorney

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