

200
of 6/11/07

RESOLUTION NUMBER R- 302734
DATE OF FINAL PASSAGE JUN 20 2007

RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO ADOPTING THE MAYOR'S FISCAL YEAR 2007-2008 BUDGET, MAKING MODIFICATIONS THERETO, AND AUTHORIZING AND DIRECTING THE CITY CLERK TO CAUSE SUCH FISCAL YEAR 2007-2008 BUDGET, AS SO MODIFIED, TO BE DELIVERED TO THE MAYOR AS SOON AS PRACTICABLE

WHEREAS, on April 13, 2007, the Mayor submitted the budget for the expense of conducting the affairs of the City of San Diego for the year commencing July 1, 2007 [Fiscal Year 2008 Proposed Budget] to the City Council in accordance with Charter section 265(b) (15), 69; and

WHEREAS, on April 27, 2007, the office of the Independent Budget Analyst [IBA] issued its preliminary report entitled "Review of Mayor's Proposed Fiscal Year 2008 Budget" [IBA Report No. 07-46], which contained a review and analysis of the Fiscal Year 2008 Proposed Budget; and

WHEREAS, the City Council and the Budget and Finance Committee held several public hearings between April 18 and May 23, 2007, at which public hearings the Mayor's Chief Financial Officer, together with department directors, presented budget overviews and responded to questions and comments from members of the Council and the public; and

WHEREAS, the Mayor has issued an additional budget document revision for the Council's consideration entitled "Fiscal Year 2008 Proposed Budget Recommended Revisions" [May 16, 2007]; and

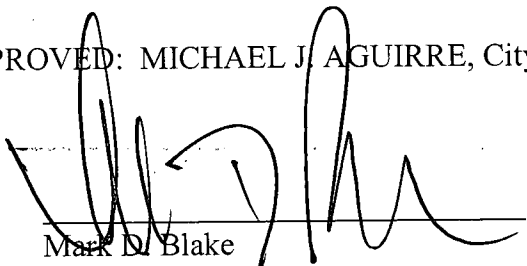
WHEREAS, on June 1, 2007, the IBA issued a final report entitled "Recommended Modifications to the Mayor's Proposed Fiscal Year 2008 Budget" and such report was heard at the Budget and Finance Committee meeting of June 6, 2007; NOW, THEREFORE,

BE IT RESOLVED by the Council of the City of San Diego that the Mayor's Fiscal Year 2008 Proposed Budget, including the Mayor's revisions of May 16, 2007, together with (i) the modifications to the Mayor's Fiscal Year 2008 Proposed Budget recommended by the Independent Budget Analyst and as further summarized in IBA Memorandum No. 07-60, page 12 thereto, released on June 1, 2007, and (ii) as further modified by the Council at its meeting of June 11, 2007 as reflected on Exhibit A hereto, is hereby approved.

BE IT FURTHER RESOLVED, that the City Clerk is hereby authorized and directed to return, as soon as practicable, the Mayor's Proposed Fiscal Year 2008 Budget, as modified as stated above, to the Mayor in accordance with section 290(b)(2)(A) of the Charter.

APPROVED: MICHAEL J. AGUIRRE, City Attorney

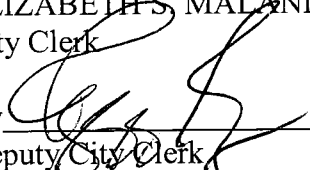
By


Mark D. Blake
Chief Deputy City Attorney

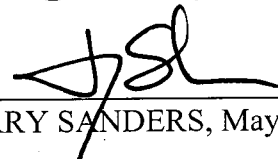
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06/07/07
Or.Dept:IBA
R-2007-1217

I hereby certify that the foregoing Resolution was passed by the Council of the City of San Diego, at this meeting of JUN 11 2007.

ELIZABETH S. MALAND
City Clerk

By 
Deputy City Clerk

Approved: 6.13.07
(date)


JERRY SANDERS, Mayor

Vetoed: _____
(date)

JERRY SANDERS, Mayor

EXHIBIT A

1. The Independent Budget Analyst's recommended budget modifications, listed on page 12 of IBA Report 07-60, "Recommended Modifications to the Mayor's Proposed Fiscal Year 2008 Budget"
2. Revert to the Mayor's proposal on the number of positions and City Attorney total budget of 335.22 FTEs (found on page 243 of Mayor's Proposed FY 2008 Budget), except that the 3 FTEs for attorneys on financial issues be added.
3. With respect to brush management, adopt Scenario 2, Alternative A, from the June 8, 2007, Memorandum from Stacey LoMedico, Director of the Department of Park and Recreation, to add 4.00 Utility Worker I positions, vehicles, hand tools and power tools and contractual services, increasing the budget of the Park and Recreation Open Space Division by \$646,000, thereby allowing the City to thin an additional 140 acres per year. The \$646,000 will come from the excess revenues identified by Jay Goldstone in the FY 2007 Year-End Budget Adjustments released June 1, 2005, page 5, identified for terminal leave expenses for employees ending the DROP program.
4. Retain Miscellaneous Unallocated Funds (line 6 of IBA Recommended Budget Modifications, p. 12) at a net cost of \$900,000.
5. Designate \$150,000 for preparation for Balboa Park Centennial, tentatively from Special Event Revolving Fund (subject to alternative recommendations from the CFO/Mayor)
6. Increase Transient Occupancy Tax allocation from \$10,000 to \$25,000 per council district. The additional \$120,000 will come from the excess revenues identified by Jay Goldstone in the FY 2007 Year-end Budget Adjustments released June 1, 2005, identified for terminal leave expenses for employees ending the DROP program.
7. Retain all Park Ranger positions, although unfunded and unfilled.
8. Fund a half position of a Council Committee Consultant to support California Coastal Commissioner's duties at the committee consultant rate. The additional \$50,000 will come from the excess revenues identified by Jay Goldstone in the FY 2007 year-end budget adjustments released June 1, 2005, identified for terminal leave expenses for employees ending the DROP program.
9. Provide for an outside audit of the SEDC from the SEDC budget.
10. Endorse the actions listed in "Policy Recommendations" on pages 26 to 29 of IBA Report 07-60. Add a policy recommendation that the City commit to work continuously on equal opportunity contracting.
11. Reduce the \$5,000,000 to be deposited into the General Fund reserves to \$2,644,265 instead of taking the funds from fiscal year 2007 Reserves.

12. \$465,000 shall be deducted from the \$2,644,265 pending discussion on September 11th to be put into the General Fund Reserves to pay for the Winter Shelter as the money comes in it shall be put into the reserves.

A handwritten signature in black ink, appearing to be 'JPL', is written below the text. A long arrow points from the signature towards the top right of the page.



Mayor Jerry Sanders

Notice of Line Item Veto

June 13, 2007

As part its unanimous approval of my FY08 City budget, the City Council authorized a \$465,000 reduction in funds from General Fund reserves to pay for the homeless emergency shelter for this year. **It is my intent to veto this change when the final budget document arrives for my signature.** Rather than diminish our reserve funds, I encourage the City Council to join me in asking the Housing Commission and Centre City Development Corporation to work cooperatively to find a solution for the shelter's funding needs.

On June 5, while acting in its capacity as the Housing Authority, the City Council directed the Housing Commission to return on September 11, 2007 with information regarding permanent funding options within a comprehensive plan for the homeless emergency shelter program. I believe the Council's decision to reduce General Fund reserves to pay for the emergency shelter program is premature given that direction and scheduled hearing.

I continue to state that I do not believe it is appropriate to use General Fund monies for social service programs. In the May 2, 2007 *Report to the City Council; FY 2008 Social Service Program* my office proposed fully funding the homeless emergency shelter with Community Development Block Grant (CDBG) dollars. This is an appropriate use of these federal funds. With all the needs facing the city, I believe that there is more appropriate use of tax payer dollars.

Therefore **I will be line item vetoing this piece of the FY08 budget** and ask the City Council to wait until the Housing Commission presents its plan before reducing the City's reserves and before you have a chance to take a comprehensive approach on this issue.

Mayor Jerry Sanders

Date

6.13.07

R. 302734