

RESOLUTION NUMBER R- 308783

DATE OF FINAL PASSAGE MAR 13 2014

A RESOLUTION OF THE COUNCIL OF THE CITY OF
SAN DIEGO AUTHORIZING MID-YEAR REVISIONS
TO THE FISCAL YEAR 2014 BUDGET OF THE CITY OF
SAN DIEGO.

WHEREAS, on June 19, 2013, the Mayor approved Resolution No. R-308247, approving the City's Fiscal Year 2014 Budget (2014 Budget); and

WHEREAS, on July 30, 2013, the City Council adopted Ordinance No. O-20289, entitled "An Ordinance Adopting the Annual Budget for the Fiscal Year 2014 and Appropriating the Necessary Money to Operate the City of San Diego for said Fiscal Year (Appropriation Ordinance)"; and

WHEREAS, on February 21, 2014, the Fiscal Year 2014 Mid-Year Budget Monitoring Report, Report No. 14-020 (Report) was issued and on February 25, 2014, the Chief Financial Officer issued a memorandum revising, in part, the recommendation contained in the Report (Memorandum); and

WHEREAS, the Report projects a surplus of \$50.8 million relative to the adopted General Fund budget, which includes the use of \$22.4 million in fund balance in the 2014 Budget; and

WHEREAS, of the \$50.8 million projected budgetary surplus, \$37.0 million is available for appropriation after taking into consideration a loan to the Successor Agency and the 14% General Fund reserve requirement; and

WHEREAS, staff recommends the appropriation of \$22.9 million of Excess Equity, as that term is defined in the revised General Fund Reserve Policy, for critical expenditures in Fiscal Year 2014; and

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WHEREAS, the appropriation of \$22.9 million of Excess Equity will leave projected year-end Excess Equity of \$14.1 million and this amount is recommended to remain unappropriated to account for any variances in projected financial activity through the end of Fiscal Year 2014; and

WHEREAS, the City Council made certain changes to the proposals in the Report and Memorandum by reducing expenditure appropriations in the Police Department by \$1 million for body worn cameras and increasing expenditure appropriations in the Economic Development Department by \$1 million to provide for the operation of the Single Adult Emergency and Veterans Emergency Homeless Shelters (Homeless Shelters) from April 1, 2014 until June 30, 2014; and

WHEREAS, the City Council recommends de-appropriating funding for the Homeless Shelters in the event that it is no feasible to extend their operations; and

WHEREAS, the City Council recommends that any Excess Equity projected at the end of Fiscal Year 2014 be applied as part of the City's fiscal year end budget adjustments to the Public Liability Reserve, Workers Compensation Reserve and the Long-term Disability Reserve; and

WHEREAS, Section 15 of the Appropriation Ordinance authorizes the Chief Financial Officer to modify appropriations upon adopted City Council resolution; and

WHEREAS, the City Council desires to approve the proposed budget revisions as described below and in accordance with the Report, the Memorandum and the City Council's changes thereto; NOW, THEREFORE;

BE IT RESOLVED, by the Council of the City of San Diego that the Chief Financial Officer is authorized to revise the Fiscal Year 2014 Budget, in accordance with Report No. 14-020, the Memorandum, and the changes approved by the City Council as follows, as follows:

1. Adjust General Fund (100000) expenditure appropriations and revenue budget by up to \$17,900,000, as follows:
 - a. Increase revenue appropriations by up to \$17,900,000 in Major General Fund Revenues Department (9911),
 - b. Increase expenditure appropriations by up to \$6,800,000 in the Police Department (1914),
 - c. Increase expenditure appropriations by up to \$6,600,000 in the Citywide Program Expenditures Department (9912),
 - d. Increase expenditure appropriations by up to \$2,100,000 in the Fire-Rescue Department (1912),
 - e. Increase expenditure appropriations by up to \$1,700,000 in the Public Works –Engineering and Capital Projects Department (2112), and
 - f. Increase expenditure appropriations by up to \$700,000 in the Park and Recreation Department (1714).
2. Increase the Development Services Fund (700036) expenditure appropriations and revenue appropriations by up to \$1,800,000.
3. Increase the Fleet Services Operating Fund (720000) expenditure appropriations and revenue appropriations by up to \$1,200,000.
4. Increase the Fire/EMS Transportation Program Fund (200227) expenditure appropriations by up to \$600,000 from available fund balance.
5. Increase General Fund (100000) expenditure appropriations and revenue budget by up to \$22,914,220 from the Fiscal Year 2014 projected excess equity, as follows:

- a. Increase expenditure appropriations by up to \$10,100,000 in Citywide Program Expenditures Department (9912) to support the anticipated expenditures in the Public Liability Pay-Go,
- b. Increase expenditure appropriations by up to \$3,200,000 in Citywide Program Expenditures Department (9912) to support the FY15 required contribution to the Public Liability Reserve,
- c. Increase expenditure appropriations by up to \$3,000,000 in the Transportation and Storm Water Department (2116) to support the transfer to the CIP project for the South Chollas Landfill improvements,
- d. Increase expenditure appropriations by up to \$1,000,000 in the Police Department (1914) to support the purchase of body worn cameras and associated IT costs,
- e. Increase expenditure appropriations by up to \$1,250,000 in the Economic Development Department (1316) as a potential loan to the Successor Agency for cost over-runs in phase I of the North Embarcadero Visionary Plan,
- f. Increase General Fund (100000) expenditure appropriations by up to \$1,200,000 per the allocation distribution of Long-Term Disability in the FY14 budget in General Fund Departments to support the FY 2015 required contribution to the Long-Term Disability Fund reserves,
- g. Increase expenditure appropriations by up to \$664,970 to support implementation and enforcement costs of the Neighborhood Parking Protection Ordinance in the following departments:

- \$511,970 in the Police Department (1914) for eight Police Investigative Service Officers, related vehicle assignment and usage rates and computers and cameras for the new vehicles,
 - \$83,000 in the City Treasurer's Office (1516) for online system maintenance, payment processing, two Public Information Clerks, related non-personnel expenditures for the additional staff, and online permitting software, and
 - \$70,000 in the Transportation and Storm Water Department (2116) for signage.
- h. Increase expenditure appropriations by up to \$420,000 in the Fire-Rescue Department (1912) to support the transfer to the CIP project for a temporary fire station on Skyline Drive and Sychar Road.
 - i. Increase expenditure appropriations by up to \$300,000 in the Office of the City Attorney (1211) to support the over budget personnel cost expenditures,
 - j. Increase expenditure appropriations by up to \$258,000 in the Department of Information Technology (1314) to support the non-personnel expenditures required to upgrade the City's website,
 - k. Increase expenditure appropriations by up to \$200,000 to the Fire-Rescue Department (1912) for the outfitting of 34 new Lifeguard vehicles,
 - l. Increase expenditure appropriations by up to \$182,000 in the Police Department (1914) to support personnel and associated non-personnel expenditures for 9 Police Recruits in the May 2014 academy,

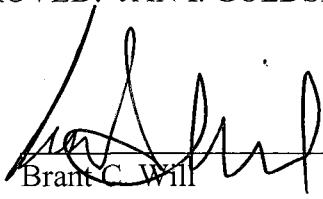
- m. Increase expenditure appropriations by up to \$71,250 in the Park and Recreation Department (1714) to support the personnel and non-personnel expenditures required to support weekend overnight camping at the Kumeyaay Campground, and \$10,000 in revenue appropriations,
 - n. Increase expenditure appropriations by up to \$60,000 in the Park and Recreation Department (1714) to support a lighting upgrade project at the Mission Trails Visitor Center, and
 - o. Increase expenditure appropriations by up to \$8,000 in the Personnel Department (1212) to support NEOGOV technology improvements,
 - p. Increase revenue appropriations by up to \$22,914,220 in Major General Fund Revenues Department (9911); and
 - q. Increase expenditure appropriations by up to \$1,000,000 in the Economic Development Department (1316) to provide for the operation of the Single Adult Emergency and Veterans Emergency Homeless Shelters from April 1, 2014 until June 30, 2014.
6. Increase the Fleet Services Operating Fund (720000) expenditure appropriations and revenue appropriations by up to \$200,000, from a transfer of funds from the Fire-Rescue Department (1912), in the General Fund (100000), to support the outfitting of the new lifeguard vehicles.
7. Transfer \$3,420,000 from the General Fund (100000) for Capital Improvements Program (CIP) projects, of which \$3,000,000 is from the Transportation and Storm Water Department (2116) for the South Chollas Landfill improvements (S00684) and \$420,000 is from the Fire-Rescue Department (1912) for the

temporary fire station on Skyline Drive and Sychar Road, to the General Fund Contributions to the CIP Fund (400265),

8. Increase the Fiscal Year 2014 Capital Improvements Program Budget and appropriate and expend \$3,420,000, as follows:
 - a. \$3,000,000 in South Chollas Landfill improvements (S00684) from General Fund Contributions to the CIP Fund (400265), and
 - b. \$420,000 in the temporary fire station on Skyline Drive and Sychar Road CIP project (S00687) from General Fund Contributions to the CIP Fund (400265).

APPROVED: JAN I. GOLDSMITH, City Attorney

By



Brant C. Will
Deputy City Attorney

BCW:jdf
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I hereby certify that the foregoing Resolution was passed by the Council of the City of San Diego, at this meeting of MAR 03 2014.

ELIZABETH S. MALAND
City Clerk

By Mary Zumpapa
Deputy City Clerk

Approved: 3/13/14
(date)

Kevin L. Faulconer
KEVIN L. FAULCONER, Mayor

Vetoed: _____
(date)

KEVIN L. FAULCONER, Mayor

Passed by the Council of The City of San Diego on MAR 03 2014, by the following vote:

Councilmembers	Yeas	Nays	Not Present	Recused
Sherri Lightner	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
District 2 (Vacant)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Todd Gloria	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Myrtle Cole	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Mark Kersey	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Lorie Zapf	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Scott Sherman	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
David Alvarez	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Marti Emerald	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

Date of final passage MAR 13 2014.

(Please note: When a resolution is approved by the Mayor, the date of final passage is the date the approved resolution was returned to the Office of the City Clerk.)

AUTHENTICATED BY:

KEVIN L. FAULCONER
Mayor of The City of San Diego, California.

ELIZABETH S. MALAND
City Clerk of The City of San Diego, California.

(Seal)

By *Mary Zuma*, Deputy

Office of the City Clerk, San Diego, California
Resolution Number R- 308783