



AGENCY:	City Council/MID
MEETING DATE:	Nov. 28, 2016
DEPARTMENT:	Finance
PRESENTED BY:	V. Damiani

AGENDA ITEM SUMMARY REPORT

TITLE:

RECEIVE RECOMMENDATION FROM FINANCE & ADMINISTRATION COMMITTEE AND CONSIDER ADOPTION OF JOINT CITY COUNCIL/IMPROVEMENT DISTRICT RESOLUTION TO AMEND THE FY 2016/17 BUDGET TO REALLOCATE FUNDING FOR THE FACILITIES MAINTENANCE AND REPAIR INTERNAL SERVICE FUND

ISSUE:

When the FY 2016/17 Budget was adopted on June 27, 2016, the City Council requested a reassessment of amounts allocated to the General Fund, Water Enterprise Fund and Wastewater Enterprise Fund from the Facilities Maintenance and Repair Fund in the FY 2016/17 budget. Councilmember Cimolino noted that the Water and Wastewater Enterprises were contributing funding to projects at certain non-shared facilities.

RECOMMENDED ACTION:

Adopt Resolution Approving Budget Amendment No. 2017-13 reallocating funding for the Facilities Maintenance and Repair Internal Service Fund.

ALTERNATIVE ACTION(S):

Provide further direction to staff.

ANALYSIS:

Staff completed the reassessment and found a reasonable basis to increase the General Fund's contribution to the Internal Service Fund by \$45,409, with a corresponding \$22,704 decrease in contribution for each of the Enterprise Funds. It should be noted that the General Fund contributed a lump sum \$400K to the Internal Service Fund in FY 2014-15. This initial outlay was credited to the General Fund projects prior to allocating the remaining costs. Details of the reallocation are presented in the attached summary chart.

FISCAL IMPACT:

Costs will increase for the General Fund and decrease for the Water and Wastewater Enterprise funds in FY 2016/17. A more refined methodology will be used to calculate future annual allocations.

IMPLEMENTATION/TIMEFRAMES:

Immediately upon adoption.

ATTACHMENTS:

1. Proposed Resolution for Budget Amendment
2. Summary of Recalculated Facilities ISF Allocation

NOTIFICATION:

None.

City Clerk's Office Use Only

Agency Action ☐ Approved ☐ Denied ☐ Approved as Amended

Resolution No.: _____ Ordinance No.: _____

Moved by: _____ Seconded by: _____

Vote: _____

☐ Deferred/Continued to meeting of: _____

☐ Referred to: _____