



City of Chula Vista

Legislation Text

File #: 14-0110, **Version:** 1

- A. QUARTERLY FINANCIAL REPORT FOR THE QUARTER ENDING DECEMBER 30, 2013 AND CONSIDERATION OF AMENDMENTS TO THE FISCAL YEAR 2013/14 BUDGET
- B. RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CHULA VISTA MAKING VARIOUS AMENDMENTS TO THE FISCAL YEAR 2013/14 BUDGET TO ADJUST FOR VARIANCES AND APPROPRIATING FUNDS THEREFOR (4/5 VOTE REQUIRED)
- C. RESOLUTION OF THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF CHULA VISTA AMENDING THE RDA 2008 TARBS PROJECT FUND -SA BUDGET AND APPROVING AN APPROPRIATION OF \$158,165 (4/5 VOTE REQUIRED)

RECOMMENDED ACTION

Council accept the report and adopt Resolution B, and Agency adopt Resolution C.

SUMMARY

The Finance Department prepares quarterly financial reports for the General Fund that reflect budget to actual comparisons, projected revenues and expenditures, and highlight major variances that may require additional action or changes. The quarterly financial reports are in compliance with Section 504 (f) of the City Charter, which requires that quarterly financial reports be filed by the Director of Finance through the City Manager.

In preparing the quarterly financial projections, staff has identified various budget changes that are needed to better reflect actual revenues and expenditures or address changes in budgetary needs. For government entities, a budget creates a legal framework for spending during the fiscal year. After the budget is approved there are circumstances, which arise that could require adjustments to the approved budget. Council Policy 220-02 "Financial Reporting and Transfer Authority" was established in January of 1996 and allows for budget transfers to be completed. This report discusses budget adjustments that staff is recommending in the current year General Fund as well as various other funds.

ENVIRONMENTAL REVIEW

The Development Services Director has reviewed the proposed activity, appropriating funds per settlement terms, for compliance with the California Environmental Quality Act (CEQA) and has determined that this activity is not a "Project" as defined under Section 15378 of the State CEQA Guidelines because it will not result in a physical change to the environment; therefore, pursuant to Section 15060(c)(3) of the State CEQA Guidelines the actions proposed are not subject to CEQA.

BOARD/COMMISSION RECOMMENDATION

Not Applicable

DISCUSSION

The Finance Department prepares quarterly financial reports for the General Fund that reflect budget to actual comparisons, projected revenues and expenditures, and highlight major variances that may require additional action or changes. The quarterly financial reports are in compliance with Section 504 (f) of the City Charter, which requires that quarterly financial reports be filed by the Director of Finance through the City Manager.

General Fund Summary

Attachment A - Quarterly Financial Report provides the financial outlook for the General Fund for the current fiscal year and includes summary information for revenues and expenditures.

The following chart summarizes the projections based on expenditures and revenues through the second quarter of fiscal year 2013/14 for the City’s General Fund. The amended budget column includes all Council approved changes to the fiscal year 2013/14 adopted budget through December 31, 2013 (the end of the second quarter). The projected column lists the estimated revenues and expenditures for June 30, 2014, the end of fiscal year 2013/14. The table also reflects the projected impact to the City’s reserves.

General Fund Reserve	Amended Budget	Projected (millions)
Reserves - July 1, 2013 (audited)	\$10.9	\$10.9
Revenues & Transfers In	\$129.1	\$128.3
Expenditures & Transfers Out	(\$129.3)	(\$128.8)
Projected Surplus/Deficit	(\$0.2)	(\$0.5)
Projected Available Fund Balance for June 30, 2014	\$10.7	\$10.4

Notes:

1. The Amended Budget and projections reflected in this table do not include prior year appropriations for capital improvement projects and other encumbrances that were carried forward into the fiscal year 2013/14 budget. These expenditure impacts are already reflected in the estimated fund balance as of July 1, 2013 and are therefore not included in the above table.

The table above reflects projected revenue shortfall of \$0.8 million in the General Fund. This shortfall is a combination of various changes across revenue categories but primarily reflects lower than anticipated program and grant revenues. General Fund expenditures are projected to be under budget by \$0.5 million, primarily due to salary savings resulting from vacant positions. The net projected impact to the City’s General Fund Reserve as a result of these projections is a negative \$0.5 million for the fiscal year ending June 30, 2014.

Staff will continue to monitor this projected shortfall in an effort to mitigate any adverse impact on the City’s reserves.

General Fund Revenues

As discussed in the First Quarter Financial Report, discretionary General Fund revenue projections for fiscal year 2013/14 were updated to reflect a modestly improving economic trend. As a result, budgeted discretionary General Fund revenues such as property taxes, franchise fees and motor vehicle license fee revenues were increased reflecting revised projections for these revenues. In the second quarter, the projections for property tax, sales tax in lieu, transient occupancy tax, other local tax and motor vehicle license fee revenues have been increased by \$0.8 million reflecting the current economic trend for these revenues. These projected increases, however, are offset by a \$0.7 million estimated decrease in sales tax revenues. The projected decrease in sales tax revenue is a new development as of the second quarter. The revised sales tax projection is based on information provided by the City's sales tax consultant. The fiscal year 2013/14 Council adopted budget anticipated a 4.0% increase in sales tax when compared to fiscal year 2013, sales tax trends indicate that this increase was optimistic. Sales tax is projected to increase by 1.2%. In total, the projected change in discretionary revenues is less than \$0.1 million.

Program revenues are projected to fall short of budget by approximately \$0.9 million. This shortfall is largely reflected in Revenue from Other Agencies, which is projected to have a \$0.7 million shortfall. This is primarily due to Police related grant and task force reimbursement revenues that will not be realized. As previously reported in the First Quarter Financial Report, this projected revenue shortfall is due to decreased participation in reimbursed task force activities. The reduction of participation in grant funded task forces is due to the reassignment of staff to duties performed by positions that were vacant. In addition, department revenues also reflect a shortfall in revenues due to vacancies. These revenue shortfalls are projected to be offset from salary savings that will be generated from vacant positions within the Police Department. Expenditures savings generated from salary savings are expected to decrease as the fiscal year progresses as vacant positions are filled.

General Fund Expenditures

Based on expenditure trends through the end of the second quarter, General Fund expenditures are projected to be under budget by an estimated \$0.5 million. This estimated expenditure savings consists of the following:

- Personnel Services - A \$0.9 million projected savings in personnel services due to vacant positions in various City departments. These savings are offset by higher than anticipated overtime costs in the Fire Department, which may require an additional appropriation.
- Supplies and Services - A \$0.4 million projected deficit in the supplies and services expense category due to projected overages in various supplies and services object accounts. As of the end of the second quarter, the Police and Fire departments account for the majority of the projected supplies and services deficit. The Police Department will address its projected deficit through a transfer from projected salary savings. The Fire department will offset the

deficit through reimbursement and donation revenues.

- Capital - A projected \$0.3 million savings in capital expenses resulting from a swap in funding source for the HVAC project at the South Chula Vista Library.
- Utilities - This category reflect \$0.2 million projected deficit primarily from water costs for City parks.

Development Services Fund

The Development Services Department Enterprise fund consists of Land Development, Development Planning, the DSF Front Counter and the Building Department. The Development Services Fund ended its first two fiscal years with revenues that fell short expenditures. Every year since, revenues have exceeded expenditures. This is due in large part to increased building permits. Currently, revenues are not tracking where they had been for the past three years; staff is conservatively projecting a total shortfall of approximately \$550,000. However, Development Services is processing more entitlements than at any time in the Department's history and processing more plan checks than the last three years.

If projects currently in plan check, approximately 1,600 residential units, pull their building permits before the end of the fiscal year the fund will have adequate revenues to cover expenditures. However, as the City does not control the timing of permits, staff is being conservative in the estimates. It is important to note that the nature of the work in the enterprise fund is beginning to change from one of processing planning documents to one of processing building and improvement plans. This change in activity may require modification to the existing composition of staff in Development Services Enterprise Fund in order to remain responsive to the work being received.

The table below compares the budgeted revenue and expenditures to the projected revenues and expenditures for June 30, 2014. As noted above, expenditures are currently on trend to exceed revenues. Staff will continue to monitor this projected shortfall in an effort to mitigate any adverse impact to the Development Services Fund's reserves.

Development Services Fund Reserve	Amended Budget	Projected
Reserves - July 1, 2013 (audited)	\$147,475	\$147,475
Revenues & Transfers In	\$7,097,193	\$6,825,730
Expenditures & Transfers Out	(\$7,237,537)	(\$6,917,035)
Projected Surplus/Deficit	(\$140,344)	(\$91,305)
Projected Fund Balance for June 30, 2014	\$7,131	\$56,170

BUDGET AMENDMENTS

General Fund Amendments

Staff is recommending budget amendments in Police, Public Works, Library, City Clerk, Fire, Recreation and Non-Departmental. These amendments are as follows:

Police -The Police Department is requesting a transfer of \$260,000 to the supplies and services expense category to address various operational needs. This transfer is being requested in order to fund protective vests that are due for replacement. These funds will also be used for additional training and ammunitions costs that will be required for the training of new recruits in the Police Academy. Funding will also be increased to enhance recruiting efforts through nationwide advertising and increasing job fair attendance. The Police Department will also use a portion of these appropriations to convert a sober cell to a holding cell in order to help maximize the usage of the Police Jail facility. This transfer will be offset by increased salary savings to be generated with the Police Department budget as a result of vacant positions.

The Police department is also requesting a correction of \$30,000 in budgeted revenue to be placed in the correct line-item object accounts. This change will allow for the accurate reporting of these funds in the City's accounting and financial systems and does will result in any fiscal impact

Public Works - A transfer of \$210,000 from the Capital expense category to the Utilities category is requested to address a projected short-fall in water expenses for City parks. The appropriations from the Capital expense category were approved by Council to repair an HVAC system in the Library Department. However alternative funding was identified. These utility expenditure short-falls were identified in the First Quarter Financial Report with the intention that they would be addressed as additional data became available.

The Public Works Department is also requesting a transfer of \$34,000 from the Capital expense category to the Supplies and Services category in order to pay for the following facility related expenses.

- A structural analysis to assess cracks that have appeared in the foundation of the Public Works Operation Center.
- An emergency plumbing repair at the Civic Center Library resulting from a leak in a fitting to a 3" water main that was in an inaccessible area. Repairs and restoration to the women's downstairs restroom, the children's area, restrooms and the children's reading room were required. In an effort to prevent further flooding of the Library and additional structural damage this work was performed on an emergency basis by Construction and Repair staff and outside expertise in plumbing and restoration.

Library - The Library Department received a donation of \$47,000 from the Friends of the Library. \$45,000 of the donation is being appropriated to the General Fund and \$2,000 in being appropriated

to the Other Grants Fund. The appropriation of \$45,000 will be used to purchase books and library materials.

The Library Department also received a donation of \$1,000 from the San Diego Ballpark Funding LLC. The appropriation of \$1,000 will also be used to purchase books and library materials.

City Clerk - The City Clerk received grants totaling \$625 from City Clerk's Association of California (CCAC) and the Southern California City Clerk's Association (SCCCA) to assist in the tuition for the City Clerk to attend the Advanced Leadership Institute training. The City Clerk is requesting an appropriation of \$625 to the Supplies and Services expense category to offset these training costs.

Fire - The Fire Department is requesting an appropriation of \$159,248 to offset reimbursed overtime expenditures that have been incurred as a result of Chula Vista Fire Department strike team deployments for mutual aid agreements to assist in statewide firefighting efforts. A \$109,248 appropriation will be made to the Personnel Services expense category in the Fire Department to offset overtime and \$50,000 will be appropriated to the Capital expense category in order to install washer and dryer equipment at various fire stations. This appropriation is offset by revenues received from the State of California Office of Emergency Services.

The Fire Department is also requesting additional appropriations of \$55,288 to the Supplies and Services expense category based on donations and grants that have been received. The sources and intended use of these appropriations are as follows:

- The Fire Department received a grant from SDG&E of \$2,500 to support the Fire Department's Community Emergency Response Team (CERT) Program. These funds will be used for training of CERT Volunteers. Staff is requesting Council accept the donation of \$2,500 and amend the fiscal year 2013/14 Fire Department budget for Emergency Management.
- The Fire Department received a contribution from the Stephen & Mary Birch Foundation, Inc. of \$52,488 to be used exclusively for the purchase of two (2) pair of single layer fire resistant pants per firefighter (120) and one class "B" dress shirt for each. Staff is requesting Council accept this contribution of \$52,488 from Stephen & Mary Birch Foundation and amend the fiscal year 2013/14 Fire Department budget for Fire Suppression.
- The Fire Department received donation of \$300 from Wal-Mart to support the Fire Department's Annual Open House held at the Training Division. Staff is requesting Council accept the donation and amend the fiscal year 2013/14 Fire Department budget for Fire Training.

Recreation - An appropriation of \$12,524 to the supplies and services expense category in the Recreation Department is requested for expenses incurred on behalf of the Mobile Recreation

Program. These appropriations will be reimbursed by State of California Department of Parks and Recreation grant revenues to be received by the City's Recreation Department.

Non-Departmental - The requested adjustments to the Non-Departmental budget unit are as follows:

- An appropriation of \$123,355 to the Transfers-Out Category to reimburse the Public Liability Expense Trust Fund. During a prior fiscal year, expenditures for the City's contracted attorney's services related to the Telephone Users Tax (TUT) lawsuit were charged to the Public Liability Expense Trust Fund. These expenditures should have been charged to the General Fund. A transfer from the General Fund to the Public Liability Trust Fund is requested in order to reimburse the Public Liability Trust Fund for these expenditures. TUT revenues received in the current fiscal year will offset this appropriation resulting in no net fiscal impact to the General Fund.
- During fiscal year 2013, the General Fund incurred expenses related to the TUT lawsuit. These costs are for settlement claims administration and are part of the final settlement. Since these expenditures occurred in a prior fiscal year, staff is requesting a transfer of \$82,293 from the TUT Common Fund to the General Fund to reimburse the General Fund for these costs. This transfer will result in a positive fiscal impact to the General Fund and is in compliance with the settlement agreement.
- An appropriation of \$200,000 for legal expenses and compliance with the settlement terms of the TUT class-action lawsuit. This appropriation will be funded from TUT revenues received in the current fiscal year.
- An increase in the Transfers In revenue category of \$26,500 in the Non-Departmental budget is requested. The amount is to reimburse the General Fund from the Energy Conservation Fund for consulting services expenses that were incurred in fiscal year 2012-13 for a business cluster analysis identifying job creation and retention. This project was eligible for reimbursement from SDG&E grant funds. However, the reimbursement process was not completed in fiscal year 2012-13 due to the timing of the receipt of the grant funds.
- An appropriation of \$5,060 to the supplies and services expense category of the Non-Departmental budget is requested for the purchase of flag pole brackets as part of the Third Avenue Streetscape Project. The flag brackets will be placed on the street light poles initiating the design for the new historic monument sign pedestals. The cost of this purchase is offset by a contribution from the Third Avenue Village Association (TAVA).

Amendments to Other Funds

Staff is recommending budget amendments to the following other funds:

RDA 2008 TARBS Project Fund - The Successor Agency to the Redevelopment Agency received its Finding of Completion from the California Department of Finance (DOF) in May 2013. The Finding of Completion means that the Successor Agency has successfully completed the financial reviews conducted by the DOF and therefore is able to spend bond proceeds for its originally intended purpose. The Third Avenue Streetscape project was identified to receive partial funding from the bond proceeds of the 2008 Tax Allocation Bonds. Project costs of \$158,165 were incurred, but have not yet been reimbursed due to the DOF prohibition on the use of bond proceeds. An appropriation of \$158,165 is requested in the Other Expenses category of the RDA 2008 TARBS Project Fund for expenses incurred during phase one work on the project.

Central Garage Fund - The fiscal year 2013/14 budget includes \$384,348 in an account that was established to track compressed natural gas (CNG) purchases. The City has transitioned to operating its own CNG producing station that runs on electrical power. A transfer of these funds is requested to reflect these costs as electricity expenses used in the operation of the CNG station.

Energy Conservation Fund - An appropriation of \$26,500 to the Transfers Out expense category of the Energy Conservation Fund is requested in order to reimburse the General Fund for consulting services expenses that were incurred in fiscal year 2012-13 for a business cluster analysis identifying job creation and retention. This project was eligible for reimbursement from SDG&E grant funds. However, the reimbursement process was not completed in fiscal year 2012-13 due to the timing of the receipt of the grant funds. The appropriation for the Transfers Out expense will be made from the available supplies and services budget of the Energy Conservation Fund.

States Grant Fund - An appropriation of \$13,850 to the Personnel Services expense category is requested for the Literacy Program in the State Fund to provide literacy programming. This appropriation is funded from a grant from the California Library Literacy Services (CLLS) fund.

Public Liability Trust Fund - As discussed previously, the Public Liability incurred attorney services costs related to the TUT lawsuit on behalf of the General Fund. The transfer from the General Fund to the Public Liability Trust fund will reimburse this fund for these prior year expenditures. This transfer results in a positive fiscal impact of \$123,355 to the Public Liability Trust Fund.

TUT Common Fund - During fiscal year 2013, the General Fund incurred settlement claims administration costs related to the TUT lawsuit which per the settlement agreement should be reflected in the TUT Common Fund. Since these expenditures occurred in a prior fiscal year, staff is requesting a reimbursement of \$82,923 from the TUT Common Fund to the General Fund.

The resolution approved by Council on February 18, 2014 on the TUT included and estimated

settlement payment for claimants. The final settlement amount has subsequently increased by \$1,190 above the original estimate. An additional appropriation of \$1,190 in the TUT Common Fund is requested in order to fund the final settlement payment to claimants in the City's TUT lawsuit. This appropriation will be made from the available balance of the TUT Common Fund.

Other Grants Fund - As discussed previously, the Library Department received a donation of \$47,000 from the Friends of the Library. \$45,000 of the donation is being appropriated to the General Fund and \$2,000 in being appropriated to the Other Grants Fund. The appropriation of \$2,000 represents matching funds that the Friends of Chula Vista Library pledged as part of the "Paths to Civic Engagement" grant awarded to the Chula Vista Public Library by the Chula Vista Charitable Foundation. These funds are intended for books and materials on civic engagement, social issues and current affairs, per the terms of the grant.

Federal Grants Fund - An appropriation of \$7,231 is requested for the Federal Grants Fund in order to reflect the correct grant amount for the Emergency Management Performance Grant program (EMPG). This grant was previously approved by Council on October 7, 2013 for \$52,226. However, the correct grant amount is \$59,457. The appropriations will be made to the Personnel Services expense category of the EMPG program and will be used for emergency planning activities.

DECISION-MAKER CONFLICT

Resolution A: Staff has reviewed the City Council member property holdings and has determined that Council member Salas has property holdings within 500 feet of the boundaries of the Third Avenue Streetscape project. Although this could create a conflict for the Councilmember, the decision contemplated by this action with respect to the Third Avenue Streetscape project solely concerns the repair, replacement or maintenance of existing streets, sewer, storm drainage or similar facilities and, as such, the financial effect of the decision on real property is presumed not to be material, pursuant to California Code of Regulations Title 2, sections 18704.2(b)(2) and 18705.2.

With respect to the remaining decisions contemplated by this action, each decision either: (i) does not involve real property within 500 feet of any City Council member properties; or (ii) is not site-specific and, consequently, the 500-foot rule found in California Code of Regulations section 18704.2 (a)(1), is not applicable. Staff is not independently aware, and has not been informed by any City Council member of any other fact that may constitute a basis for a decision maker conflict of interest in this matter. Consequently, these decisions do not present conflicts under the Political Reform Act (Cal. Gov't Code § 87100, et seq.).

Resolution B : Staff has reviewed the Successor Agency member property holdings and has determined that Successor Agency member Salas has property holdings within 500 feet of the boundaries of the Third Avenue Streetscape project. Although this could create a conflict for the Councilmember, the decision contemplated by this action with respect to the Third Avenue

Streetscape project is an implementation decision which does not independently create a conflict of interest, and is ministerial in nature, not requiring the City Councilmember to make or participate in making a governmental decision, pursuant to California Code of Regulations Title 2, section 18702.4 (a).

LINK TO STRATEGIC GOALS

The City's Strategic Plan has five major goals: Operational Excellence, Economic Vitality, Healthy Community, Strong and Secure Neighborhoods and a Connected Community. This action supports the Operational Excellence goal by communicating the City's projected financial position for the current fiscal year in an open and transparent manner. This transparency supports City Initiative 1.3.1. - "Foster public trust through an open and ethical government."

CURRENT YEAR FISCAL IMPACT

There is no fiscal impact resulting from accepting the Quarterly Financial Report. Approval of the resolution amending the fiscal year 2013/14 budget will result in the following appropriations. The resulting fiscal impacts to various funds are also listed in the following table.

Summary of Budget Appropriations and Amendments by Department and/or Fund

Dept/Fund	Description	Exp	Rev	Net
General Fund				
City Clerk	Reimbursed Training Course	\$ 625	\$ 625	\$ -
Non-Departmental	TAVA Flag Pole Bracket Purchase	\$ 5,060	\$ 5,060	\$ -
	Transfer In from TUT Common Fund to General Fund	\$ -	\$ 82,293	\$ (82,293)
	Transfer Out from General Fund to Public Liability Fund	\$ 123,355	\$ 123,355	\$ -
	TUT Administrative Expenses	\$ 200,000	\$ 200,000	\$ -
	Transfer In for Business Cluster Analysis Reimbursement	\$ -	\$ 26,500	\$ (26,500)
Police	Police Supply Appropriation/Salary Savings Offset - \$260,000	\$ -	\$ -	\$ -
	Police Transfer to Account Object Realign Expenditures - \$101,000 Exp and \$30,000 Rev	\$ -	\$ -	\$ -
Fire	Fire Donations Grants and Transfers OT Reimbursement	\$ 214,536	\$ 214,536	\$ -
Public Works	Public Works Transfer HVAC Project Savings	\$ -	\$ -	\$ -
Recreation	State Grant Mobile Rec Program	\$ 12,524	\$ 12,524	\$ -
Library	Friends of the Library/Padres Donation	\$ 46,000	\$ 46,000	\$ -
TOTAL GENERAL FUND		\$ 602,100	\$ 710,893	\$ (108,793)

Dept/Fund	Description	Exp	Rev	Net
Other Funds				
TUT Common Fund	Transfer Out from TUT Common Fund to General Fund - \$82,293	\$ -	\$ -	\$ -
	TUT Case Final Settlement Payment Appropriation	\$ 1,190	\$ -	\$ 1,190
Other Grants Fund	Friends of the Library Civic Engagement	\$ 2,000	\$ 2,000	\$ -
Federal Grants Fund	Fire Donations Grants and Transfer REIO	\$ 7,231	\$ 7,231	\$ -
State Grants Fund	Literacy Programming from (CLLS) Fund	\$ 13,850	\$ 13,850	\$ -
Energy Conservation Fund	Transfer for Business Cluster Analysis Reimbursement - \$26,500	\$ -	\$ -	\$ -
Public Liability Trust Fund	Transfer In from General Fund to Public Liability Trust Fund	\$ -	\$ 123,355	\$ (123,355)
Central Garage Fund	CNG Transfer Central Garage - \$384,348	\$ -	\$ -	\$ -
RDA 2008 TARBS Project Fund – SA	RDA 2008 TARBS Project Fund 3 rd Avenue	\$ 158,165	\$ -	\$ 158,165
TOTAL OTHER FUNDS		\$ 182,436	\$ 146,436	\$ 36,000
TOTAL BUDGET AMENDMENT		\$ 784,536	\$ 857,329	\$ (72,793)

Approval of the resolution results in no net fiscal impact to the following funds: Other Grants, Federal Grants, State Grant, Energy Conservation, and Central Garage.

Projected impacts to the remaining funds are as follows:

- The changes in the General Fund will result in a positive impact of approximately \$108,700 which will assist in reducing the projected deficit.
- The changes to the Public Liability Trust Fund will result in a positive impact of approximately \$123,355.
- The appropriation of \$1,190 in the TUT Common Fund will be made from available settlement funds.
- The appropriation of \$158,165 in the RDA 2008 TARBS Project Fund will be made from the available fund balance of this fund.

ONGOING FISCAL IMPACT

There are no ongoing fiscal impacts resulting from the budget amendments described above.

ATTACHMENT:

Second Quarter Financial Report

OVERVIEW

This financial report summarizes the City's General Fund financial position for fiscal year 2014 through December 31, 2013 and projecting out to June 30, 2014. The purpose of this report is to provide the City Council, Management and the citizens of Chula Vista an update on the City's fiscal status based on the most recent financial information.

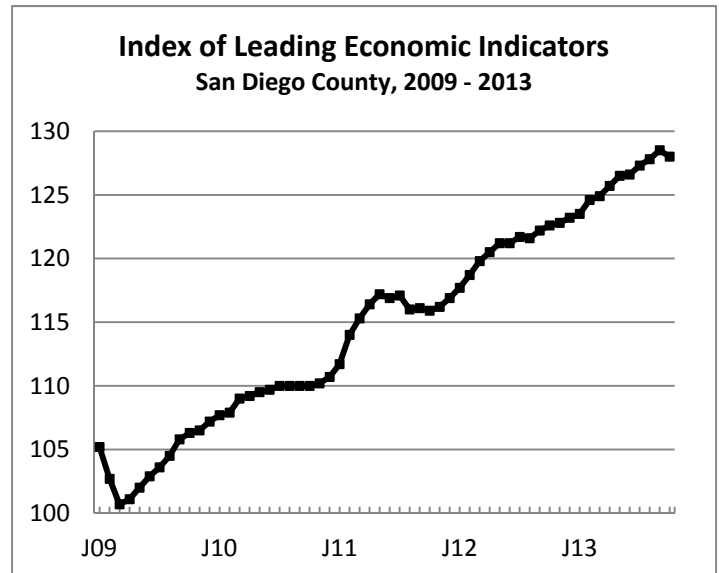
ECONOMIC UPDATE

The National Forecast¹ - In the December 2013 report, the UCLA Anderson Forecast predicts real growth to be a tepid 1.8 percent in the fourth quarter of 2013, but the Forecast calls for a "sustained 3 percent growth path by the second quarter of 2014. Senior Economist David Shulman writes that growth in the U.S. economy will be sparked by strength in the housing and automobile sectors, combined with increased business spending and an end to the dramatic drop in federal purchases. Shulman further forecasts that the unemployment rate will be down to about 6 percent by year-end 2015. Interest rates are further predicted to rise with inflation due to rising housing costs and the implementation of the Affordable Care Act.

The California Forecast² - In the California forecast, Senior Economist Jerry Nickelsburg's report takes another look at the split between the state's coastal haves and its inland have-nots. Taken as a whole, California has just about recovered all of the jobs lost during the most recent recession. In total, (payroll, farm and self-employed) jobs in California declined by 1.065 million, but rebounded by 1.044 million through October 2013. The vast majority of employment gains are found in communities along the coast, while job growth remains stagnated in inland California. The forecast for 2013 calls for total employment growth (payroll, farm and self-employed) of 2.4 percent, and for 2014 and 2015 it is 1.5 percent and 2.0 percent respectively. Unemployment will fall through 2013 and will average approximately 8.9 percent for this year. In 2014, the unemployment rate is forecasted to drop to 8.2 percent on average, over one percentage point higher than the U.S. forecast. Real personal income growth is forecast to be 0.6 percent in 2013 followed by 3.2 percent and 3.1 percent in 2014 and 2015.

The San Diego Forecast³ - The USD Burnham-Moores Center for Real Estate's Index of Leading Economic Indicators for San Diego County saw a drop of 0.4 percent after increasing every month in calendar year 2013. This decline was attributed to an increase in initial claims for unemployment insurance as the decline in this component of the index pushed the index sharply downward. The Building Permits and Help Wanted advertising components of the index also experienced declines of .05% and .99% respectively adding to the overall negative impact. The magnitude of the decreases in these indicators overwhelmed the small gains experienced by other components of the index that included: local stock prices, consumer confidence, and the outlook for the national economy. The net impact of these components pushed the USD Index to its first loss since August 2012.

In an effort to quantify these changes, the Burnham report explains that surge in unemployment claims for October was likely related to the two-week Federal government shutdown in the early part of that month. As a result, October's drop may be an aberration rather than a signal of a turning point for the local economy. The outlook for 2014 remains positive, at least through the first half of the year.



¹Source: UCLA Anderson Forecast, December 2013

²Source: UCLA Anderson Forecast, December 2013

³Source: University of San Diego School of Business Administration, USD Index of Leading Economic Indicators, September 2013; retrieved from URL: <http://home.sandiego.edu/~agin/usdle/i/index.html>

GENERAL FUND SUMMARY

General Fund Reserves - The General Fund Reserve policy was established to ensure that the City's finances are managed in a manner which will:

1. Continue to provide for the delivery of quality services
2. Maintain and enhance service delivery as the community grows in accordance with the General Plan
3. Minimize or eliminate the need to raise taxes and fees because of temporary revenue shortfalls
4. Establish the reserves necessary to meet known and unknown future obligations and ability to respond to unexpected opportunities.

The following table reflects the audited General Fund reserves as of June 30, 2013 as well as the projected General Fund reserves for June 30, 2014.

General Fund Reserve	Amended Budget	Projected (millions)
Reserves - July 1, 2013 (Audited)	\$10.9	\$10.9
Revenues & Transfers In	\$129.1	\$128.3
Expenditures & Transfers Out	(\$129.3)	(\$128.8)
Projected Surplus/Deficit	(\$0.2)	(\$0.5)
Projected Fund Balance for June 30, 2014	\$10.7	\$10.4

Notes:

1. The Amended Budget and projections reflected in this table do not include prior year appropriations for capital improvement projects and other encumbrances that were carried forward into the fiscal year 2013/14 budget. These expenditure impacts are already reflected in the estimated fund balance as of July 1, 2013 and are therefore not included in the above table.

In the second quarter, City's financial outlook deteriorated slightly based on updated projections that resulted in an estimated net decrease of \$0.8 million in total revenue. Based on activity through the end of the second quarter, the General Fund is projected to end the fiscal year with a negative balance of \$0.5 million of which \$0.2 million is a result of Council approved mid-year appropriations. The estimated revenue short-fall consists of a net decrease of \$1.1 in program revenues that is largely due to a decrease in revenue from other agencies (\$0.7) million. The projected short-fall in revenue from other agencies was discussed in the First Quarter Financial Report and is attributed to Police grant revenues that are not going to be realized in the

current fiscal year. Other projected program revenue short-falls include a combined \$0.3 million for the Transfers In and Use of Money and Property revenue categories. Projected transfers in revenues are estimated to be below budget, due to lower than anticipated reimbursement from various city funds. Projected use of money and property revenues are estimated to be below budget due to lower investment earnings and income derived from the rental of city facilities.

Discretionary revenues have remained stable and are projected to increase slightly by \$0.1 million. The projected decrease in program revenues is offset by net \$0.1 projected increase in discretionary revenues. As discussed in the First Quarter Financial Report, discretionary General Fund revenue projections for fiscal year 2013/14 were updated to reflect a modestly improving economic trend. As a result, budgeted discretionary General Fund Revenues such as property taxes, franchise fees and motor vehicle license fee revenues were increased reflecting the revised projections for these revenues. In the second quarter, the projections for property tax, sales tax in lieu, transient occupancy tax, other local tax and motor vehicle license fee revenues have been increased by an additional \$0.8 million reflecting the current economic trends for these revenues. These projected increases however, are offset by a \$0.7 million estimated decrease in sales tax revenues. The projected decrease in sales tax revenue is a new development as of the second quarter. The revised sales tax projection reflects a 1.2% estimated growth rate versus the 4.0% more optimistic growth rate that was assumed in the budget.

Expenditures are projected to be under budget by \$0.5 million thus offsetting the impact of the estimated revenue short-falls. The majority of the projected expenditure savings (\$0.9 million) is in the Personnel Services category resulting from vacant positions. A \$0.3 million savings is projected in the Capital expense category as a result of project savings. The savings in these categories are offset by projected overages in the Supplies and Services and Utility expense categories. Supplies and Services are projected to be over budget by \$0.4 million primarily due to Police and Fire expenditures. The Utilities budget is projected to be over budget by an estimated \$0.2 million as a result of increased water expenses for City park facilities. These overages are being addressed in the staff report to Council that accompanies this report.

Revenues

The following table compares the projected revenues as reflected in the fiscal year 2013/14 amended budget and the updated revenue projections for discretionary and departmental program revenues. The projections summarize the estimated \$0.8 million shortfall in City revenues projected as of the end of the second quarter. Overall, discretionary revenues with the exception of sales taxes continue a modest upward trend as they are projected to exceed the amended budget levels. City program revenues are projected to decrease primarily due to lower revenue from other agencies from Police grants. The major variances in revenues that affect the second quarter projections include the following:

- A net increase of \$0.5 million in Property Tax revenue reflecting a better than expected 3.4% increases in city-wide assessed property valuations.
- A \$0.2 million increase in projected other revenues due to estimated higher reimbursements from various City funds and outside agencies and donation revenues.
- A combined \$0.3 million estimated decrease in transfers in and use of money and property revenue categories due to lower projected reimbursements from City Funds and earnings from City assets.
- \$0.7 million decrease in sale tax revenue based on a revised estimated growth rate of 2.3% versus 4.0% assumed in the budget.
- A decrease of \$0.7 million in Revenue from Other Agencies is primarily due to revenue that will not be earned by the Police Department as result of decreased participation in grant reimbursed task force activities. This projected short-fall was identified in the First Quarter Financial Report and has been since updated. The revenue shortfall is projected to be offset from salary savings that are generated from vacant positions within the Police Department. These salary savings will decrease as the fiscal year progresses and vacant positions are filled.

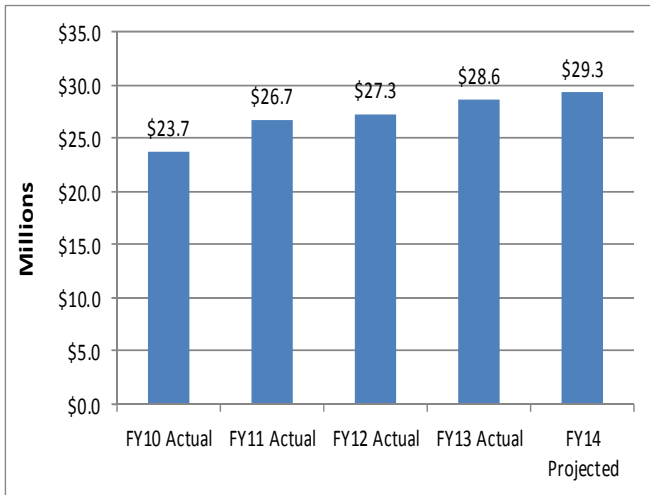
General Fund Revenues

Category	Amended Budget as of 12/31/13	Q2 Projected 6/30/14	Variance
Property Taxes	\$ 26,602,376	\$ 27,115,497	\$ 513,121
Sales Tax	\$ 22,579,885	\$ 21,824,274	\$ (755,611)
Sales Tax In Lieu	\$ 7,274,800	\$ 7,452,738	\$ 177,938
Motor Vehicle License	\$ 16,764,521	\$ 16,781,019	\$ 16,498
Other Revenue	\$ 12,876,622	\$ 13,123,509	\$ 246,887
Transfers In	\$ 10,115,206	\$ 9,974,403	\$ (140,803)
Franchise	\$ 8,719,199	\$ 8,719,199	\$ -
Charges for Services	\$ 7,612,879	\$ 7,596,029	\$ (16,850)
Revenue from Other Agencies	\$ 3,803,051	\$ 3,075,452	\$ (727,599)
Utility Users Tax	\$ 3,512,026	\$ 3,512,026	\$ -
Transient Occupancy Taxes	\$ 2,365,005	\$ 2,468,950	\$ 103,945
Use of Money & Property	\$ 2,289,640	\$ 2,144,300	\$ (145,340)
Other Local Taxes	\$ 1,335,889	\$ 1,368,024	\$ 32,135
Licenses and Permits	\$ 1,309,447	\$ 1,277,150	\$ (32,297)
Fines, Forfeitures, Penalties	\$ 1,110,800	\$ 1,056,022	\$ (54,778)
Real Property Transfer Tax	\$ 800,482	\$ 800,482	\$ -
Total General Fund	\$129,071,828	\$128,289,074	\$ (782,754)

Sales Tax (Sales Tax and Sales Tax in lieu) - Sales tax is projected to be the City's largest revenue source, representing 23.2% of General Fund revenues in the fiscal year 2013/14 amended budget. The sales tax revenue projection has been revised in the second quarter to reflect a \$0.7 million shortfall based on a revised growth lower estimated growth rate of 2.3%. Sales tax revenue is still projected to increase beyond the previous fiscal year despite the revised downward second quarter projection.

The following chart represents actual sales tax collections since fiscal year 2009/10 and the projection for fiscal year 2013/14.

Sales Tax

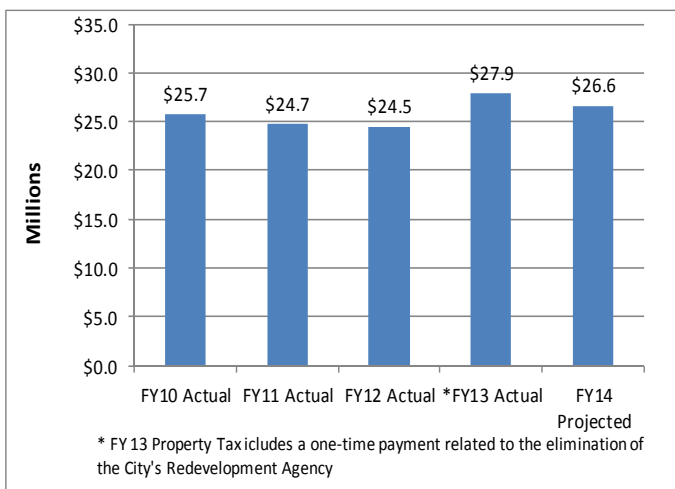


Property Taxes - The City of Chula Vista receives property tax revenue based upon a 1.0% levy on the assessed value of all real property. Property tax is the City's second largest revenue source, representing 20.3% of General Fund revenues in the fiscal year 2012/13 adopted budget.

Property tax projections increased by \$0.5 million from the first quarter projections. This update reflected the full impact of a 3.4% revised projected increase in city-wide assessed property valuations. Property tax revenue growth was assumed at 2% in the adopted fiscal year 2013/4 budget based on the initial County Assessor's estimate for assessed value growth.

The following chart represents actual property tax revenues since fiscal year 2008/09 and the projection for fiscal year 2013/14.

Property Tax

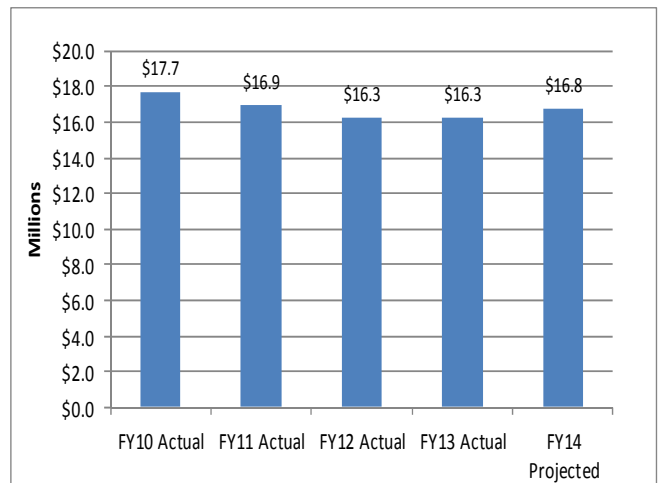


Motor Vehicle License Fee (VLF) – With the State Budget Act of 2004, the allocation of VLF revenues to cities and counties was substantially changed. Since 2005/06 the majority of VLF revenues for each city grew essentially in proportion to the growth in the change in gross assessed valuation. Due to the new formula by the State, 96% of the City's VLF revenues fluctuated with changes in assessed values in the City.

The other 4% of VLF revenues received by the City were based on a per capita formula but has since been shifted per SB89. Provisions in SB89 shifted hundreds of millions of Vehicle License Fee revenues to fund the state law enforcement grants. Statewide, SB89 took \$130 million of city general revenue and shifted it to save state law enforcement grant programs. This change applied to the 4% of VLF revenues that were based on a per capita formula. The City of Chula Vista lost approximately \$700,000 annually due to the State take away.

VLF revenue projections were slightly increased in the second quarter over the first quarter projection to reflect the full impact of the 3.4% increase in city-wide assessed valuation projected for fiscal year 2013-14. The second quarter VLF revenue projection is unchanged. The following chart represents actual VLF revenues since fiscal year 2009/10 and the projection for fiscal year 2013/14.

Motor Vehicle License Fee



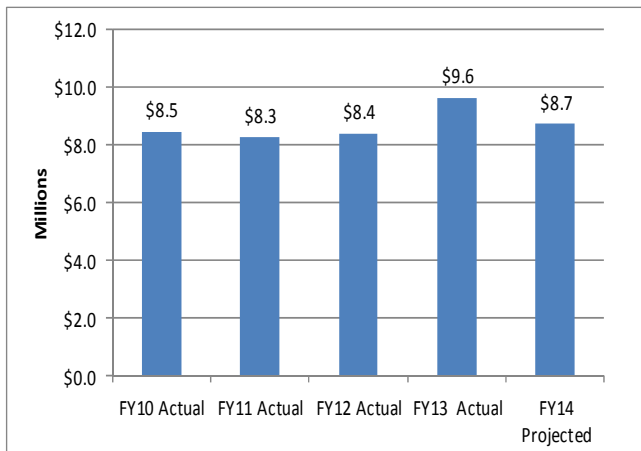
Franchise Fees - Franchise fee revenues are generated from public utility sources such as San Diego Gas & Electric (2% on gas and 1.25% on electricity), trash collection franchises (9.05% fee), and cable franchises (5% fee) conducting business within City limits. The

Utilities collect the franchise fee from Chula Vista customers and remit these revenues to the City.

Projected Franchise Fee revenues were updated in the first quarter based on actual prior fiscal year Franchise fee revenues received. The Franchise Fee revenue projection for the second quarter remains unchanged from the first quarter.

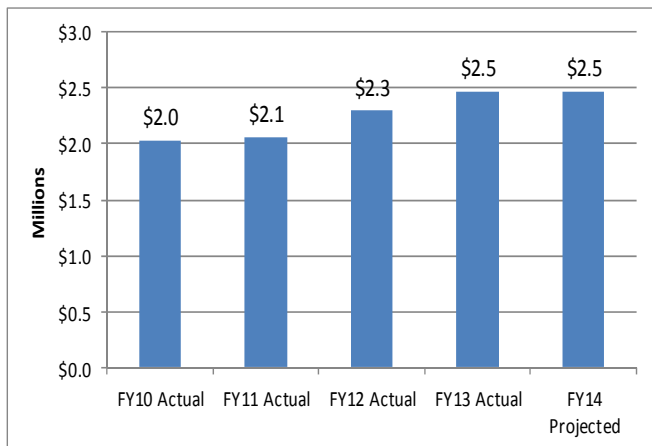
The following chart represents actual franchise fee revenues since fiscal year 2009/10 and the projection for fiscal year 2013/14. Fiscal year actual 2012-13 revenues reflect previously accrued Franchise Fee revenues that were realized by the City.

Franchise Fees



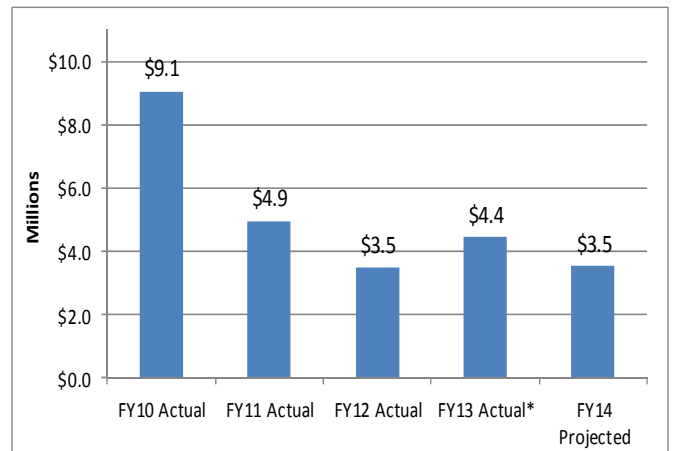
Transient Occupancy Tax (TOT) - The City receives 10% of hotel and motel room rates for stays less than 30 days. Projections for TOT revenues were adjusted upward in the first quarter to reflect the positive trend that began in fiscal year 2012. The second quarter TOT revenue projection is unchanged from the first quarter. The following chart represents actual TOT revenues since fiscal year 2009/10 and the projection for fiscal year 2013/14.

Transient Occupancy Tax (TOT)



Utility Users Tax (UUT) - The City adopted its Utility Users Tax (UUT) in 1970. The City of Chula Vista imposes a UUT on the use of telecom at the rate of 5% of gross receipts. The UUT on natural gas services is \$0.00919 per therm and \$0.00250 per kilowatt on electricity services, which equates to approximately a 1% tax. The first quarter projections for UUT revenues indicated that these revenues were tracking at budget. Utility Users Tax revenues continue to track on budget in the second quarter. Therefore there is no change in the second quarter projection for Utility Users Tax. The following chart reflects actual UUT revenue since fiscal year 2009/10. Fiscal year 2013/14 is projected and does not reflect actual collections.

Utility Users Tax (UUT)



*Increased fiscal year 2013-14 Utility User's tax revenue reflects a mid-year appropriation (Council resolution 2013-092) of previously collected wireless telecommunication related tax revenue that was utilized to fund attorney and City administrative costs pertaining to a City class-action lawsuit.

Expenditures

The General Fund's Amended Budget reflects the Council adopted budget of \$127.8 million, mid-year appropriations of \$1.6 million, approved by City Council and \$4.1 million of prior year encumbrances that were carried over into the current fiscal year. The following table reflects the General Fund amended budget and actual expenditures by department as of December 31, 2013. In total, Departments have expended 44% of the General Fund budget after 50% of the fiscal year has elapsed.

Based on expenditure trends through the end of the second quarter, General Fund expenditures are projected to be under budget by an estimated \$0.5

million. This estimated expenditure savings consists of the following:

- A \$0.9 million projected savings in personnel services due to vacant positions in various City departments. These savings are offset by higher than anticipated overtime costs in the Fire Department. Staff will continue to monitor these costs to determine if these costs can be offset with additional revenue or whether additional appropriations will be necessary.
- A \$0.4 million projected deficit in the supplies and services expense category due to projected overages in various supplies and services object accounts. As of the end of the second quarter, the Police and Fire departments account for the majority of the projected supplies and services deficit. The Police Department will address its projected deficit through a transfer of appropriations from projected salary savings. The Fire department will appropriate additional reimbursement and donation revenues to partially offset their projected supplies and services deficit.
- A projected \$0.3 million savings in capital expenses resulting from expenditures savings for an HVAC project within a City Library facility that was paid through other funding sources. Most of these savings will transferred to offset a projected deficit in Public Works Utilities budget resulting from increased water expenditures for City Park facilities
- A \$0.2 million projected deficit in the utilities expense category is projected due to a projected deficit of \$0.3 million resulting primarily from water costs for City parks. This projected deficit is partially offset by an estimated \$0.1 million savings in other city-wide utility costs.

General Fund Expenditures as of 12/31/2013

Department	Amended Budget as of 12/31/13	Expended as of 12/31/13	% Expended
City Council	\$ 1,244,068	\$ 556,773	45%
Boards & Commissions	\$ 10,076	\$ 4,664	46%
City Clerk	\$ 921,023	\$ 334,846	36%
City Attorney	\$ 2,504,783	\$ 1,135,791	45%
Administration	\$ 2,698,038	\$ 1,137,296	42%
Information Tech Srvcs	\$ 2,964,734	\$ 1,357,718	46%
Human Resources	\$ 2,105,911	\$ 968,954	46%
Finance	\$ 3,630,781	\$ 1,638,452	45%
Non-Departmental	\$ 10,286,338	\$ 4,146,493	40%
General Services	\$ 2,613,126	\$ 1,209,156	46%
Dev Services (GF)	\$ 2,368,617	\$ 1,050,838	44%
Police	\$ 45,409,276	\$ 19,937,428	44%
Fire	\$ 24,180,578	\$ 11,254,792	47%
Public Works	\$ 25,216,218	\$ 11,070,695	44%
Recreation	\$ 3,912,618	\$ 1,616,389	41%
Library	\$ 3,368,106	\$ 1,527,409	45%
Total Expenditures	\$ 133,434,291	\$ 58,947,694	44%

General Fund Expenditure Projections by Department
for June 30, 2014

Department	Amended Budget as of 12/31/14	Q2 Projected 6/30/14	Variance
City Council	\$ 1,244,068	\$ 1,244,068	\$ -
Boards & Commissions	\$ 10,076	\$ 10,076	\$ -
City Clerk	\$ 921,023	\$ 903,488	\$ (17,535)
City Attorney	\$ 2,504,783	\$ 2,446,713	\$ (58,070)
Administration	\$ 2,698,038	\$ 2,611,138	\$ (86,900)
Information Tech Srvcs	\$ 2,964,734	\$ 2,900,388	\$ (64,346)
Human Resources	\$ 2,105,911	\$ 2,048,324	\$ (57,587)
Finance	\$ 3,630,781	\$ 3,546,027	\$ (84,754)
Non-Departmental	\$ 10,286,338	\$ 10,956,138	\$ 669,800
Animal Care Facility	\$ 2,613,126	\$ 2,582,389	\$ (30,737)
Dev Services (GF)	\$ 2,368,617	\$ 2,331,988	\$ (36,629)
Police	\$ 45,409,276	\$ 44,185,083	\$ (1,224,193)
Fire	\$ 24,180,578	\$ 25,002,681	\$ 822,103
Public Works	\$ 25,216,218	\$ 25,031,986	\$ (184,232)
Recreation	\$ 3,912,618	\$ 3,810,987	\$ (101,631)
Library	\$ 3,368,106	\$ 3,299,132	\$ (68,974)
Total Expenditures	\$ 133,434,291	\$132,910,606	\$ (523,685)

Budget Transfers

The following table reflects the administrative budget transfers that have been approved through the second quarter. No administrative transfers were approved in the second quarter.

Summary of General Fund Budget Transfers
(July through December 2013)

Date	Description	Department	Amount	From/To
Jul-13	Transfer for refund of over payment	Human Resources	\$ 34	Supplies & Services to Other Expenses
Sep-13	Transfer for folding machine purchase	Finance	\$ 2,875	Supplies & Services to Capital
Sep-13	Transfer to reallocate budget	City Council	\$ 500	Supplies & Services to Personnel Services
Sep-13	Aquatics Security Alarm Repairs	Recreation	\$ 2,700	Personnel Services to Supplies & Services
Sep-13	Transfer for intern reimbursement	City Council	\$ 2,260	Personnel Services to Supplies & Services

Mid-Year Budget Amendments

Mid-year appropriations approved through September 30, 2013 totaled \$1,555,516 with offsetting revenues of \$1,320,696 resulting in a projected net impact of \$234,918 to General Fund reserves.

The City Council approved the following budget amendments during through the second quarter are summarized on the following table:

Summary of General Fund Budget Amendments
(July through December 2013)

Date	Description/Dept	Revenue	Expenditure	Net Impact
7/9/2013	EB Memorial Grant (Police)	\$ -	\$ (6,057)	\$ (6,057)
7/9/2013	EB Memorial Grant (Non-Departmental)	\$ -	\$ 6,057	\$ 6,057
7/23/2013	Solar Financing Project (Non-Departmental)	\$ -	\$ 50,930	\$ 50,930
7/23/2013	Solar Financing Project (Public Works)	\$ -	\$ (44,450)	\$ (44,450)
7/23/2013	Solar Financing Project (Recreation)	\$ -	\$ (6,480)	\$ (6,480)
8/6/2013	Book Donation (Library)	\$ 1,500	\$ 1,500	\$ -
8/6/2013	Salary Adj. Mid. Mgrs./Prof. (Various)	\$ -	\$ 448,908	\$ -
8/6/2013	Salary Adj. Mid. Mgrs./Prof. (Non-Departmental)		\$ (448,907)	
8/13/2013	Harborfest 2013 (Non-Departmental)	\$ 50,000	\$ 50,000	\$ -
8/13/2013	SDLECC Support Admin Fee (Police)	\$ 5,005		\$ (5,005)
9/10/2013	Salary Adj. CVEA/WCEM (Various)		\$ 553,629	\$ 553,629
9/10/2013	Salary Adj. CVEA/WCE (Non-Departmental)		\$ (553,629)	\$ (553,629)
10/1/2013	Appropriations Transfer for Autopulse Purchase (Fire)	\$ -	\$ -	\$ -
10/15/2013	Target Grant for Literacy (Library)	\$ 2,000	\$ 2,000	\$ -
10/15/2013	Public Safety Analyst (PSA) to Sr. PSA reclass (Police)	\$ 850	\$ -	\$ (850)
10/15/2013	Lease for 610 Bay Blvd. (Non-Departmental)	\$ 8,000	\$ 8,000	\$ -
11/5/2013	1st Quarter Budget Adjustments (Various)	\$ 495,541	\$ 495,541	\$ -
11/5/2013	Citywide Critical Needs (Various)	\$ 523,000	\$ 523,000	\$ -
11/19/2013	ALS Paramedic Training Costs		\$ 127,637	\$ 127,637
11/19/2013	Business Cluster Analysis (Non-Departmental)	\$ 128,000	\$ -	\$ (128,000)
11/19/2013	Business Cluster Analysis (Administration)		\$ 128,000	\$ 128,000
11/19/2013	Safe Funds Appropriation Street Signs (Public Works)		\$ 55,000	\$ 55,000
12/10/2013	Fleet Maint. Chrgs. For Equip. Mech. & Inv. Spec. (Public Works/Various)		\$ 58,136	\$ 58,136
12/10/2013	Consulting svcs. Polling and Public Outreach (Non-Departmental)	\$ 106,800	\$ 106,800	\$ -
	Total Budget Adjustments	\$ 1,320,696	\$ 1,555,615	\$ 234,918

RESOLUTION NO. _____

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
CHULA VISTA MAKING VARIOUS AMENDMENTS TO THE
FISCAL YEAR 2013/14 BUDGET TO ADJUST FOR
VARIANCES AND APPROPRIATING FUNDS THEREFOR
(4/5 VOTE REQUIRED)

WHEREAS, the City Charter states that at any meeting after the adoption of the budget, the City Council may amend or supplement the budget by a motion adopted by the affirmative votes of at least four members; and

WHEREAS, staff has completed the mid-year review of the budget and is recommending a number of budget amendments; and

WHEREAS, various transfers between revenue and expense categories are recommended in order to better align the budget with actual revenues and expenditures; and

WHEREAS, staff is recommending \$597,040 in new appropriations to various departments in the General Fund that will be offset by \$705,833 in revenues resulting in a positive fiscal impact of approximately \$108,793; and

WHEREAS, budget appropriations and/or transfers are recommended in Other Grants Fund, Federal Grants Fund, State Grants Fund, Energy Conservation Fund, Central Garage Fund, that result in no net fiscal impact to these funds; and

WHEREAS, the appropriation of \$1,190 in the TUT Common Fund will be made from available settlement funds; and

WHEREAS, a Transfer-In of \$123,355 is recommended in the Public Liability Expense Trust fund to reimburse this fund for expenditure incurred in a prior fiscal year, this change results in a positive impact to this fund.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Chula Vista, that it does hereby amend the fiscal year 2013/14 budget and approves the following appropriations:

DEPARTMENT/FUND	PERSONNEL SERVICES	SUPPLIES & SERVICES	OTHER EXPENSES	CAPITAL (NON-CIP)	TRANSFERS OUT	UTILITIES	TOTAL EXPENSE	TOTAL REVENUE	NET IMPACT
GENERAL FUND:									
City Clerk		\$ 625					\$ 625	\$ 625	\$ -
Non-Departmental	\$ -	\$ 200,000	\$ -	\$ -	\$ 123,355	\$ -	\$ 323,355	\$ 432,148	\$(108,793)
Police	\$ (260,000)	\$ 260,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fire	\$ 109,248	\$ 55,288	\$ -	\$ 50,000	\$ -	\$ -	\$ 214,536	\$ 214,536	\$ -
Public Works	\$ -	\$ 34,000	\$ -	\$ (244,000)	\$ -	\$ 210,000	\$ -	\$ -	\$ -
Recreation	\$ -	\$ 12,524	\$ -	\$ -	\$ -	\$ -	\$ 12,524	\$ 12,524	\$ -
Library	\$ -	\$ 46,000	\$ -	\$ -	\$ -	\$ -	\$ 46,000	\$ 46,000	\$ -
TOTAL GENERAL FUND	\$ (150,752)	\$ 608,437	\$ -	\$ (194,000)	\$ 123,355	\$ 210,000	\$ 597,040	\$ 705,833	\$(108,793)
OTHER FUNDS:									
TUT Common Fund	\$ -	\$ -	\$ (81,103)	\$ -	\$ 82,293	\$ -	\$ 1,190	\$ -	\$ 1,190
Other Grants Fund	\$ -	\$ 2,000	\$ -	\$ -	\$ -	\$ -	\$ 2,000	\$ 2,000	\$ -
Federal Grants Fund	\$ 7,231	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,231	\$ 7,231	\$ -
State Grants Fund	\$ 13,850	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,850	\$ 13,850	\$ -
Energy Conservation	\$ -	\$ (26,500)	\$ -	\$ -	\$ 26,500	\$ -	\$ -	\$ -	\$ -
Public Liability Trust	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 123,355	\$(123,355)
Central Garage Fund	\$ -	\$ (384,348)	\$ -	\$ -	\$ -	\$ 384,348	\$ -	\$ -	\$ -
TOTAL OTHER FUNDS	\$ 21,081	\$ (408,848)	\$ (81,103)	\$ -	\$ 108,793	\$ 384,348	\$ 24,271	\$ 146,436	\$(122,165)
TOTAL BUDGET AMENDMENTS	\$ (129,671)	\$ 199,589	\$ (81,103)	\$ (194,000)	\$ 232,148	\$ 594,348	\$ 621,311	\$ 852,269	\$(230,958)

Presented by

Approved as to form by

 Maria Kachadoorian
 Director of Finance/Treasurer

 Glen R. Googins
 City Attorney

RESOLUTION NO. _____

RESOLUTION OF THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF CHULA VISTA AMENDING THE RDA 2008 TARBS PROJECT FUND –SA BUDGET AND APPROVING AN APPROPRIATION OF \$158,165 (4/5 VOTE REQUIRED)

WHEREAS, the Successor Agency to the Redevelopment Agency received it's Finding of Completion from the California Department of Finance in May 2013; and

WHEREAS, with the Finding of Completion the Successor Agency is now able to spend bond proceeds for its originally intended purpose; and

WHEREAS, an appropriation of \$158,165 is requested to reimburse for project costs for phase one the Third Avenue Streetscape project; and

WHEREAS, the RDA 2008 TARBS Project Fund – SA had sufficient fund balance for this appropriation.

NOW, THEREFORE, BE IT RESOLVED by the Successor Agency to the Redevelopment Agency of the City of Chula Vista, that it amends the RDA 2008 TARBS Project Fund – SA budget by appropriating \$158,165 to the Other Expense category.

Presented by

Approved as to form by

Maria Kachadoorian
Finance Director/City Treasurer

Glen R. Googins
City Attorney