

BUDGET AND FINANCE COMMITTEE REPORT relative to the Second Financial Status Report for Fiscal Year 2022-23.

Recommendations for Council action, **SUBJECT TO THE APPROVAL OF THE MAYOR:**

1. APPROPRIATE \$1,280,000 to various department and fund accounts as specified in Attachment 3 contained in the City Administrative Officer (CAO) report dated December 1, 2022, attached to Council file No. 22-0600-S99.
2. TRANSFER \$14,744,854 between accounts within various departments and funds as specified in Attachment 4 contained in the CAO report dated December 1, 2022.
3. TRANSFER \$4,926,028.58 between various department and funds as specified in Attachment 5 contained in the CAO report dated December 1, 2022.
4. TRANSFER \$17,481,951 from the Unappropriated Balance to various departments and funds as specified in Attachment 6 contained in the CAO report dated December 1, 2022.
5. AUTHORIZE the Controller to disencumber up to \$1.5 million in 2021-22 funds within General Services Fund No. 100/40, Petroleum Products Account No. 003230, process the early reversion of the disencumbered amount to the Reserve Fund No. 101/62, subsequently transfer the amount to the Unappropriated Balance; and, APPROPRIATE therefrom to the General Services Fund No. 100/40, Petroleum Products Account No. 003230 to ensure sufficient funding for the purchase of petroleum products through April 2023.
6. AUTHORIZE the Controller to disencumber up to \$1.19 million in 2020-21 and 2021-22 funds within General Services Fund No. 100/40, Utilities Account No. 003330, process the early reversion of the disencumbered amount to the Reserve Fund No. 101/62, subsequently transfer the amount to the Unappropriated Balance; and, APPROPRIATE therefrom to the General Services Fund No. 100/40, Utilities Account No. 003330 to ensure sufficient funding for the purchase of petroleum products through April 2023.
7. AUTHORIZE the CAO to make technical corrections as necessary to those transactions included in the CAO report dated December 1, 2022, to implement Mayor and Council intentions.
8. AMEND the first transaction listed in Attachment 6 contained in the CAO report dated December 1, 2022, to appropriate \$8 million from the June 2022 Election Expenses Account No. 580322 to designate the appropriate department for the appropriation. The transfer should be made to Fund No. 100/14, City Clerk, Elections Account No. 004170.
9. AUTHORIZE the Controller to transfer \$450,014 from AB 1290 Fund No. 53P/28, CD 14 Redevelopment Projects – Services Account No. 281214, to Council Fund No. 100/28, Salaries As-Needed Account No. 001070 to support Council District 14 expenses.
10. AUTHORIZE the Controller to transfer \$3,500,000 from the Unappropriated Balance, Fund No. 100/58, Account for Amortization Study of Oil Sites, No. 580336, to the Board of Public Works, Fund No. 100/74, Contractual Services Account, No. 003040, for the purpose of entering into contracts for amortization studies of oil and natural gas sites.

Fiscal Impact Statement: The CAO reports that a total of \$88.85 million in projected over-expenditures are identified in the Second Financial Status Report. Transfers, appropriations, and other budgetary adjustments totaling approximately \$41.12 million are recommended in Sections 1 and 2 of the CAO report dated December 1, 2022. This includes \$4.5 million in transfers from the Unappropriated Balance Reserve for Mid-Year Adjustments Account.

Financial Policies Statement: The CAO reports that the recommendations stated comply with the City's Financial Policies as the recommended transactions use current revenues and balances to pay for current operations.

Community Impact Statement: None submitted

SUMMARY

At its special meeting held on December 5, 2022, the Budget and Finance Committee considered a CAO report, relative to the Second Financial Status Report for Fiscal Year 2022-23.

A representative from the CAO provided the Committee with an overview of the report. After an opportunity for public comment was held, the Committee moved to forward the recommendations contained in the CAO report, as detailed above, as amended. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

BUDGET AND FINANCE COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
KREKORIAN	YES
BLUMENFIELD	YES
RODRIGUEZ	YES
PRICE	YES
BONIN	YES

LV 12/5/22

-NOT OFFICIAL UNTIL COUNCIL ACTS-