

RESOLUTION NO. 2007-786

Adopted by the Sacramento City Council

October 30, 2007

FY2007/08 BUDGET STATUS REPORT AND RECOMMENDED ACTION

BACKGROUND

- A. The City Council has an adopted policy to maintain a fiscally sustainable, balanced budget.
- B. In the General Fund, there is a growing gap between ongoing revenues and expenditures.
- C. The City's budget must be balanced. If we do not take action now, the problem will compound in FY2008/09 and beyond.
- D. The City Manager is recommending current year expenditure reductions in order to provide both a mechanism to mitigate further revenue loss as well as initiate efforts to reduce expenditure growth in FY2008/09.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. The City Manager will identify and recommend reductions to the FY2007/08 General Fund department operating budgets as necessary in response to anticipated funding gaps in FY2007/08 and to prepare for FY2008/09.
- Section 2. The City Manager will report back to Council within 30 days with recommendations for FY2007/08 and FY2008/09 reductions, to include anticipated impacts.

Adopted by the City of Sacramento City Council on October 30, 2007 by the following vote:

Ayes: Councilmembers Cohn, Fong, Hammond, McCarty, Pannell, Sheedy, Tretheway, Waters, and Mayor Fargo.

Noes: None.

Abstain: None.

Absent: None.



Mayor Heather Fargo

Attest:



Shirley Concolino, City Clerk