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DEPARTMENT OF  
FINANCE

BUDGET DIVISION

CITY OF SACRAMENTO  
CALIFORNIA

June 23, 1988

CITY HALL  
ROOM 14  
915 I STREET  
SACRAMENTO, CA  
95814-2696

916-449-5845

Budget and Finance Committee  
Sacramento, California

Honorable Members in Session:

SUBJECT: ADOPTION OF THE 1988-89 BUDGET AND FEE CHANGES AND  
THE 1988-93 CAPITAL IMPROVEMENT PLAN

SUMMARY

The attached report summarizes the amendments made to the Proposed 1988-89 Budget, the City's fees and charges, and the 1988-93 Capital Improvement Program. These amendments fall into three categories: 1) amendments based on Committee action; 2) administrative amendments to correct errors or omissions; and 3) carry over appropriations for items not completed or expended in 1987-88. The council report includes the adopting resolution for the 1988-89 Budget and the 1988-1993 Capital Improvement Program. Fee resolutions considered by the Committee at earlier dates will also be acted on by the City Council.

BACKGROUND AND FINANCIAL DATA

Background and financial information is contained in the Council report.

RECOMMENDATION

It is recommended that the Committee forward the 1988-89 Budget, fee resolutions, and 1988-1993 Capital Improvement Program to the City Council with a recommendation to adopt the implementing resolutions.

Respectfully submitted,

*Kenneth Nishimoto*

Kenneth Nishimoto  
Budget Manager

Recommendation Approved:

*Jack R. Crist*  
Jack R. Crist  
Deputy City Manager

June 28, 1988  
All Districts



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City Council  
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Honorable Members in Session:

SUBJECT: ADOPTION OF THE 1988-1989 BUDGET AND FEE CHANGES AND  
THE 1988-1993 CAPITAL IMPROVEMENT PLAN

SUMMARY

This report summarizes the recommendations of the Budget and Finance Committee on the 1988-1989 Budget, fee changes to take effect in 1988-1989, and the 1988-1993 Capital Improvement Plan (CIP). Resolutions are provided for the adoption of the Final Budget, all proposed fee changes, and the CIP.

BACKGROUND

Budget hearings for 1988-89 were initiated in March when the Joint Committees of Budget and Finance and Transportation and Community Development began the review of the Proposed 1988-1993 Capital Improvement Plan (CIP). The CIP hearings concluded on May 3, 1988 and a report on the Committees' conclusions was made to the full City Council.

The Budget and Finance Committee began a series of 8 hearings on the Proposed 1988-89 Operating Budget on May 10th. During the course of the hearings, recommended fee adjustments were presented in conjunction with the programs they support.

The minutes of the Budget and Finance Committee budget hearings from May 10th through June 21st are attached to this report (Attachment 12). In the course of these hearings, a total of 18 additional staff reports were requested of which 15 have been completed and presented. Those reports yet to be completed have been scheduled for upcoming committee meetings. A summary listing of the requested reports and the status of each is provided as Attachment 11.

At the June 21st Budget and Finance Committee hearing, consideration was given to amendments to the Budget (operating and capital) for 1988-89 and the Capital Improvement Program for 1988-1993. The recommended Final Budget presented here incorporates the directions of the Budget and Finance Committee and is scheduled to be considered by the Committee at their June 28th meeting.

#### 1988-1989 BUDGET

The 1988-89 Budget, as proposed by the City Manager and amended by the Budget and Finance Committee, provides for the maintenance of current programs with limited increases. The budget has been balanced based on the achievement of a structured "savings plan" for the General Fund. Specifically, it will be necessary to achieve \$2 million in additional salary savings by delaying the filling of vacant positions for 90 days and an additional \$1 million operating cost savings equal to one percent of the budget in most General Fund Departments.

Due to the unusual measures taken to balance the General fund budget, special attention is given here to the methods used to comply with Committee direction to add a number of programs or expenses to the 1988-89 budget. Attachment 1 provides a listing of the General Fund budget amendments that have no directly related revenue offsets and a listing of the funding sources that were utilized to maintain the balanced budget. It is important to note how many of the sources are one-time in nature as contrasted to the ongoing nature of the majority of the expenditure adjustments.

The recommended 1988-89 Budget continues the Utility Users Tax reduction program, which was approved in 1986-87. The 1988-89 rate will be reduced from the current 8.0% to 7.5%. An annual reduction of .5% is intended until this tax is 5%.

The General Fund Reserve for Economic Uncertainty has been budgeted at the 4% level in keeping with previous policy direction. All the major enterprise and special purpose funds are likewise budgeted with reserves of 4% or more. The 4% reserve level has been a goal for the past several years. This amount is seen as necessary to cover the dual purpose of unforeseen expenditure requirements or the potential under-realization of revenue.

In order to meet operating and capital requirements, rate increases are proposed for the utility and recreation enterprise funds. Several fees that are deposited to the General Fund are also scheduled for increase.

The Capital Improvement Budget for 1988-89 represents a significant reduction from the prior year due to the one-time

nature of many of the prior year projects and the need to limit General Fund capital expenses for the next several years.

#### Amendments to the Proposed 1988-89 Budget

The amendments to the Proposed Budget are highlighted below. There are amendments resulting from the specific direction of the Budget and Finance Committee and others that have been made as administrative corrections or updates.

#### COMMITTEE AMENDMENTS

- o Transportation/Parking Program Enhancements (\$1,564,822) -- provides increased support in both the General Fund and Parking Fund for the maintenance and operation of the parking program and the study of central city transportation needs. Program costs are offset by adjusted revenues tied to the proposed parking rate adjustments. Adds 2.0 FTE to the General Fund and 3.0 FTE to the Parking Fund.
- o Additional administrative support for the City Council (\$167,000) -- will provide a full time administrative assistant to each Council member who has identified a need. Adds 4.0 FTE.
- o Minority/Women Business Enterprise Program (\$100,000) -- provides staff support to this program in order to intensify the City's efforts to achieve the established M/WBE participation goals. Will be funded by \$78,000 from the General Fund with the remainder to be provided by the City's various enterprise funds. Adds 1.75 FTE.
- o Neighborhood Mediation Center (\$30,000) -- provides a contribution from the General Fund to this community program to permit the expansion of the present staff. The funds will be added to the Police Department's budget for the administration of the contract with this agency.
- o Tahoe Park Security (\$4,923) -- Quimby funds for physical modifications to the park to increase security.
- o Zoo Grant -- Institute of Museum Service Grant providing funds for 2.0 FTE addition.
- o Human Rights/Fair Housing Commission (\$17,500) --provides for an increased level of General Fund support in the second half of the 1988-89 fiscal year. This amount is in addition to the \$12,500

included in the proposed budget to support the HR/FHC. The funds will be added to the amount already included in the Finance Department/Budget Division budget for this purpose.

- o Parks and Community Services Neighborhood Support CIP (\$16,000) -- provides General Fund support to serve as "seed" money for neighborhood supported playground improvements.
- o Basketball Court Resurfacing CIP (\$30,000) --provides funds to increase the number of basketball courts that would have been resurfaced under the combined court resurfacing program for 1988-89.
- o Sim Park Community Center Expansion Design CIP (\$69,556) -- funds to be added to the current project balance in order to complete the design phase of this project. Funds from a combination of General Fund and Quimby Fund.
- o Belle Coledge Branch Library Design Phase I CIP (\$180,860) -- General Fund appropriation to initiate the design of the Belle Coledge Branch Library
- o Meadowview Community Center Site Selection and Acquisition CIP (\$100,000) -- funds to undertake the siting of the future Meadowview Community Center
- o I Street Conversion CIP (\$58,500)-- project was added in 1988-89 by reducing the Gas Tax funding proposed for two other capital projects.
- o Misc. Street Improvements & Signal Maintenance (-\$25,000) -- this reduction in Gas Tax was the result of adding the I Street Conversion project.
- o Street Overlay Program CIP (-\$33,500) -- this reduction in Gas Tax funding was the result of adding the I Street conversion to the 88-89 Budget.
- o Street Overlay Program CIP (\$380,000) -- General Fund support added in conjunction with the Transportation/Parking program for the maintenance of on-street parking spaces. Funds will be used with other monies budgeted for this project.
- o Reserve for Future Drainage Capital Improvements CIP (\$333,000) -- a portion of the recommended drainage fee adjustment is to be designated for future capital improvements. This additional appropriation will be added to the current balance in this project.

- o Contribution to Cherry Island Golf Course Development CIP (\$500,000) -- funds have been reallocated from the South Area Golf Course project for this City contribution to the County's development of a north area golf course.

#### ADMINISTRATIVE AMENDMENTS

- o Police Captain (\$110,113) -- added by the City Manager to head the City's Gang Task Force. Adds 1.0 FTE.
- o Clean Air Partnership (\$50,000) -- funds to be added to the Public Works budget for contractual services in association with air quality issues
- o UCIS Maintenance (\$25,000) -- funding from the various Public Works enterprise funds for the maintenance of the new utility billing information system.
- o Emergency Evacuation Plan (\$10,000) -- funds to be included in the Fire Department budget for contractual service.
- o Sacramento Environmental Commission (\$6,000) --represents the City's share of funding for this Commission.
- o Increased Support to the Convention Bureau (\$42,000) -- additional funds from the Community Center Fund for the Convention Bureau to reflect an adjustment for inflation of costs.
- o Water Fund Equipment (\$14,718) -- majority of the expense associated with the purchase of a vehicle.
- o Animal Control Facility CIP (\$107,995) -- adjusted to reflect more recent project estimates. Project will be debt financed.
- o Boat Harbor Expansion CIP (\$300,000) -- Boat Harbor funds have been reallocated from the Dock Facility Replacement Program to cover estimated overruns in the expansion project.
- o Bannon Barn Rehabilitation CIP (\$75,000) --additional South Natomas Community Improvement Funds for this project.
- o Energy Conservation Program CIP (\$125,000) -- funds from the Community Center Fund for a master control

system. This item was not reflected in the CIP due to a data entry error but was included in the project description.

- o Water Transmission Main, Power Inn Road CIP (-\$1,250,000) -- the Water Fund appropriation for this project has been postponed one year in keeping with policy issues currently under review.
- o Drainage Studies CIP (\$268,000) -- a series of drainage studies have been added to the CIP. The cost of these studies will be covered by a transfer of appropriations from the Current Reserve for Future Drainage Capital Improvements. There is no net increase in expenditures as the result of this change.
- o Operating Budget Carryovers -- operating, facility maintenance, and vehicle acquisition appropriations that remain unexpended at the conclusion of the 1987-88 fiscal year are rebudgeted or "carried over" into the 1988-89 fiscal year budget if: 1) there is satisfactory evidence that the intended purpose of the funds remains legitimate; 2) there were extraordinary circumstances which made it impossible to proceed with the expenditure in 1987-88; and 3) the expenditure is of a one-time nature. These carry overs are detailed in Exhibits to the attached Resolution.

#### FEE CHANGES

Fee adjustments have been proposed in order to meet the projected operating and capital costs of each of the City's utility enterprise functions. The Budget and Finance Committee approved for subsequent Council adoption the following fee changes:

- o Water fee increase of 5.0 %
- o Sewer fee increase of 6.0 %
- o Drainage fee increase of 9.0 %
- o Solid Waste residential service fee increase of 5.0 %
- o Parking rate increases ranging from 2 to 100%

Adjustments to the fees associated with the City's recreational enterprise funds have been previously adopted by the City Council. Prior to September 30, 1988, General Fund fee proposals resulting from the recent fee and charge study will be presented for consideration.

The recommended Capital Improvement Program for 1988-89 totals \$39,651,000 which is \$541,000 greater than the Proposed CIP. The recommended 5-year CIP totals \$188,775,000 which is \$9,473,000 greater than the original proposal.

In addition to the CIP amendments noted for fiscal year 1988-89 the following amendments have been made to the Proposed CIP for years 1989-90 through 1992-93:

1989-90

- Sim Park Community Center Expansion Construction (\$549,538)
- Belle Coolegge Branch Library -- Design Phase II (\$180,861) -- Construction Phase I (\$829,100)
- Meadowview Community Center Design (\$286,833)
- Clunie Community Center Renovation Design (\$207,726)
- Water Transmission Main, Power Inn Road (-\$63,000)

1990-91

- Belle Coolegge Branch Library Construction Phase II (\$1,539,756)
- Meadowview Community Center Construction (\$1,781,441)
- Clunie Community Center Construction (\$1,495,541)
- Water Transmission Main, Power Inn Road (\$1,313,000)

FINANCIAL DATA

The various budget amendments and fee changes outlined in this report do not alter the balanced condition of the 1988-89 budget. A financial summary of the changes to the Budget is provided as Attachment 2, Exhibit C to this report. The net effect of the changes made is an increase of \$4,246,000 over the Proposed Budget.

General Fund - The adjustments to the Proposed Budget totals \$850,000. Funding these adjustments during a status quo budget year with limited discretionary resources requires the use of many one time fixes. The General Fund Contingency from both 1987-88 and 1988-89 as well as the reserve from the Gas Tax and Traffic Safety Fund will be utilized in balancing



the General Fund. The reserves for the Gas Tax and the Traffic Safety Fund will remain above the 4% level. Any revenue short fall or unexpected expenditure above the reserve amounts for these funds may require General Fund support.

It should also be noted that in approving the funding for the various community centers and library, that the city will incur future annual costs in excess of \$1,300,000.

Other Funds - Adjustments to funds other than General Fund are funded from the reserves of each of the respective funds. These adjustments are summarized on Attachment 2, Exhibit C.

RECOMMENDATION

It is recommended that the attached resolutions be adopted thereby implementing the 1988-89 Approved Budget, fee changes and the 1988-1993 Capital Improvement Program.

Respectfully submitted,



Ken Nishimoto  
Budget Manager

Attachments (see Table of Attachments & Exhibits)

RECOMMENDATION APPROVED:

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WALTER J. SLIPE  
City Manager

June 28, 1988  
All Districts

Table of Attachments & Exhibits

Attachment 1 - Resource and Expenditure Adjustment Highlights  
Attachment 2 - Resolution Adopting the 1988-89 Approved Budget

Exhibit A - Operating Appropriations by Department  
Exhibit B - Authorized Staffing by Department  
Exhibit C - Amendments to the 1988-89 Budget  
Exhibit D - Capital Improvement Program  
Exhibit E - Revenue Budget

Attachment 3 - Solid Waste Fee Resolution

Attachment 4 - Water Fee Resolution

Attachment 5 - Sewer Fee Resolution

Attachment 6 - Storm Drainage Fee Resolution

Attachment 7 - On Street Parking Fee Resolution

Attachment 8 - Off Street Parking Fee Resolution

Attachment 9 - Transfer Schedule

Attachment 10 - Revenue, Appropriations and Changes in Fund Balance

Attachment 11 - List of Report Backs

Attachment 12 - Budget Hearing Minutes

ATTACHMENT 1  
Highlights  
1988-89 Approved Budget  
Resource and Expenditure Adjustment

Resource

Gen Fund Cont 88/89	\$72,000.00
Gen Fund Cont 87/88	\$55,500.00
North Natomas Reimbursement	\$167,000.00
CIP Closures	\$168,000.00
Gas Tax Contingency	\$100,000.00
Quimby Sim Park	\$49,000.00
Quimby Meadowview	\$17,000.00
Traffic Safety Cont	\$156,000.00
Huntington Park Dev. Contr.	\$75,000.00
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Total Resources	\$859,500.00
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Expenditures

Basketball Court Resurfacing	\$-30,000.00
Neighborhood Support	\$-16,000.00
Police Captain	\$-110,000.00
AA City Council	\$-167,000.00
MBE/WBE	\$-78,000.00
Belle Coolegge Library Design	\$-181,000.00
Sim Park Expan Design	\$-70,000.00
Meadowview Community Center	\$-100,000.00
Human Rights	\$-17,500.00
Emergency Evacuation Plan	\$-10,000.00
Neighborhood Mediation	\$-30,000.00
Clean Air Partnership	\$-50,000.00
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Total Expenditures	\$-859,500.00
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Surplus/(Deficit)	\$ .00
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## RESOLUTION NO.

ADOPTED BY THE SACRAMENTO CITY COUNCIL ON DATE OF

RESOLUTION ADOPTING THE APPROVED BUDGET  
FOR THE CITY OF SACRAMENTO  
FOR FISCAL YEAR 1988-89

### SECTION 1. SCOPE

This resolution defines the authority and responsibilities of the City Manager in implementing the Approved Budget of the City of Sacramento, and supersedes Resolution 87-517.

### SECTION 2. DEFINITIONS

- 2.1 "Approved Budget" means the budget adopted by the City Council on June 28, 1988 for the 1988-89 fiscal year, per the attached exhibits.
- 2.2 "Amended Budget" means the 1987-88 Approved Budget, incorporating any subsequent appropriation or revenue increases, decreases or transfers.
- 2.3 "Expenditure Class" means Employee Services, Other Services and Supplies, Equipment, Debt Service, Labor Offset, and Capital Improvements.
- 2.4 "Department" or "Agency" means Mayor/Council, City Manager, City Attorney, City Clerk, City Treasurer, Finance, Data Management, Personnel, Employee Relations, General Services, Police, Fire, Public Works, Planning and Development, Library, Community Center, Parks and Community Services, and Non-Departmental.
- 2.5 "Division" means a sub-unit of a department.
- 2.6 "Activity" means a sub-unit of a division.
- 2.7 "Organization" means a department, division, or activity.
- 2.8 "City Manager" means the City Manager or, if so designated, the Director of Finance, or Budget Manager.
- 2.9 "Full Time Equivalent" means the decimal equivalent of a position; i.e., one full time position is 1.00 FTE and one quarter-time position is .25 FTE.

### SECTION 3. AUTHORIZED STAFFING AND APPROPRIATIONS

- 3.1 The appropriations and Full Time Equivalent staffing as shown in Exhibits A and B, respectively, depict the levels authorized in the Approved Budget by department.
- 3.2 Any increase or decrease, by department by fund, in Full Time Equivalent (FTE) staffing levels as authorized in the Approved or Amended Budget for a department must be approved by the City Council except as specified in Section 3.4.
- 3.3 Any reassignment of authorized FTE and employee services funding associated with these FTE within a department and within the same fund may be made at the discretion of the department head with the approval of the City Manager.
- 3.4 Any positions which were approved on the basis of the City receiving a grant or other reimbursements must have funding verified prior to filling the position. Grant funded positions shall be terminated upon completion or cancellation of the grant unless specifically continued by resolution including a source of replacement funding.

### SECTION 4. NEW POSITIONS

- 4.1 All new positions or job classifications are approved subject to classification review by the Personnel Director.

### SECTION 5. APPROPRIATION INCREASES

- 5.1 All increases or decreases in operating appropriations shall be approved by the City Council by resolution.
- 5.2 No appropriation increase shall be approved without written certification in the City Council resolution of additional revenues to support such appropriation increase and the appropriate amendment to the revenue budget.

### SECTION 6. APPROPRIATION TRANSFERS FROM CONTINGENCY RESERVE

- 6.1 Appropriation transfers from Contingency Reserve funds up to and including \$20,000 may be approved by the City Manager or the Manager's designee. Such transfers in excess of \$20,000 shall be approved by the City Council by resolution, except for payments to employees for vacation and sick leave termination, which may be approved by the City Manager.
- 6.2 No Contingency Reserve transfer shall be made from any fund which would create a negative fund balance in the fund, or in the case of the General Fund, in the Administrative Contingency.

## SECTION 7. OTHER APPROPRIATION TRANSFERS

- 7.1 Any operating appropriation transfers within the same department must be approved by the City Manager or the Manager's designee.
- 7.2 Appropriation transfers between two or more departments up to and including \$20,000 may be approved by the City Manager or the Manager's designee. Such transfers in excess of \$20,000 shall be approved by the City Council by resolution.

## SECTION 8. ENCUMBRANCES

- 8.1 All appropriations remaining unencumbered or unexpended at June 30, 1988, shall revert to the fund balance of their respective funds.
- 8.2 All purchase order commitments outstanding at June 30, 1988 are hereby continued in the 1988-89 fiscal year or at the discretion of the City Manager will be reflected as adjustments to the 1988-89 Approved Budget.
- 8.3 The appropriations for operating carry overs, facility maintenance projects, and Fleet Management equipment replacements as specified in Exhibit C, shall be incorporated into the 1988-89 Approved Budget.

## SECTION 9. CAPITAL IMPROVEMENTS

- 9.1 All capital improvement projects shall be approved by the City Council. The cancellation of a capital project must also be approved by the City Council.
- 9.2 All multi-year capital improvement projects in existence on June 30, 1988 shall be continued in the 1988-1989 fiscal year.
- 9.3 Capital improvement appropriations shall be controlled by the project by fund.
- 9.4 Any appropriation transfers within the same capital project must be approved by the City Manager or the Manager's designee.
- 9.5 The City Manager or the Manager's designee may approve transfers from contingencies to capital projects up to and including \$20,000. Transfers from contingencies in excess of \$20,000 must be approved by the City Council by resolution.
- 9.6 Transfers between Capital projects are not allowed with the exception of transfers from projects titled Miscellaneous or Reserve that have been established for the sole purpose of providing funds to other projects.

- 9.7 Upon closure of a capital project any remaining balance will be transferred to the Contingency Reserve. Such transfers must be approved by the Budget Manager.

#### SECTION 10. OPERATING GRANTS

- 10.1 All operating grants shall be approved by the City Council.
- 10.2 Operating grant funds appropriated in the Approved or Amended Budget do not require additional Council approval to be expended upon receipt of such grant or grants. Grant funds not previously appropriated do require Council action to amend the budget to include the grant revenue and appropriations before grant funds received can be expended.
- 10.3 All multi-year operating grant budgets in existence on June 30, 1988 shall be continued in the 1988/89 fiscal year.

#### SECTION 11. MISCELLANEOUS CONTROLS

- 11.1 No expenditures at the department level shall exceed the Approved or Amended Budget, by fund.
- 11.2 Operating expenditures shall be controlled by expenditures class within each budget organization.
- 11.3 Projected deficiencies in an expenditure class of an organization must be corrected by:
- (1) an intra- or inter-departmental appropriation transfer; or
  - (2) an appropriation transfer from Contingency Reserve funds.

If such additional funds are not available, the City Manager shall take such steps as are necessary to reduce expenditures in said division or department, including a freeze on filling vacant positions or restrictions on purchase orders.

- 11.4 All equipment acquisitions must be approved by the Budget Manager prior to placement of an order and /or encumbrance of funds.
- 11.5 It is the intent of the City Council to reduce the Utility Users Tax rate by 0.5 each year until such time as the rate returns to 5%. The effective date of each rate adjustment shall be October 1st, in order to give all affected utilities proper notice.

#### SECTION 12. MIDYEAR BUDGET REVIEW

- 12.1 On or before February 28, 1989, the City Council shall be provided a Midyear Budget Review, including the following information:

- (a) A re-estimate of the 1988-89 financial condition of all funds, including actual 6/30/88 fund balances, re-estimated 1988-89 revenues and expenditures, projected 6/30/89 fund balances or deficits, and recommendations for eliminating any projected 6/30/89 fund deficits.
- (b) A 5-year projection of revenues, expenditures, and ending fund balances or deficits for all funds, including estimated enterprise utility rate changes.

12.2 The City Council shall act on any projected 6/30/89 fund deficits within 30 days of the submission of the Midyear Budget Review.

#### SECTION 13. CONTINGENT LITIGATION/PROPERTY MITIGATION RESERVE

13.1 The Contingent Litigation/Property Mitigation Reserve. This reserve is maintained to cover possible costs associated with outstanding litigation or property mitigation. Transfers from this Reserve to the operating budget may be approved by the City Manager.

13.2 The Litigation Contingency balance for Fiscal Year 1987-88 will be carried forward to Fiscal Year 1988-89.

#### SECTION 14. CASH FLOW RESERVE

14.1 The Reserve for Economic Uncertainties will be \$6,496,000 for 1988-89. This reserve will be maintained for the purpose of absorbing unforeseen revenue losses thereby allowing continuation of Approved Budget program levels. It is the intent of the City Council to maintain this reserve at an amount equal to 4% of General Fund revenues and transfers. In the event that the reserve falls below this target all new revenues, which are not tied to specific expenditures, shall be added to the reserve until such time as the 4% level is achieved.

#### SECTION 15. INTENT TO LEVY BONDED INDEBTEDNESS OVERRIDE

15.1 The City Council hereby expresses its intention to levy an ad valorem property tax as authorized by Article XIII A, Section 1(b) of the California Constitution for the purpose of paying the total annual indebtedness costs of the 1965 Flood and Drainage Municipal Improvement Bonds approved by the voters on June 2, 1964, at a rate to be established by separate resolution prior to September 1, 1988.

#### SECTION 16. IN-LIEU PROPERTY TAXES

16.1 An in-lieu property tax is hereby imposed on the Water, Sewer, Flood Control, Solid Waste, Community Center, Parking, Golf,



and Boat Harbor funds in the amounts provided in Schedule 7 of the 1988-89 Proposed Budget totalling \$845,000 which the Council finds to represent the property tax revenue which would be received by the General Fund if the real and personal property owned by these enterprises were taxable under private ownership.

**SECTION 17. APPROPRIATION LIMITS**

- 17.1 The appropriation limit and the appropriation subject to the limit are hereby amended pursuant to Article XIII B of the California Constitution for 1987-88 to be \$198,675,000 and \$139,198,000 respectively.
- 17.2 The appropriation limit and the appropriation subject to limit pursuant to Article XIII B of the California Constitution for 1988-89 are hereby established to be \$210,713,000 and \$143,122,000 respectively.

**SECTION 18. 1988-93 CAPITAL IMPROVEMENT PROGRAM**

- 18.1 The 1988-93 Capital Improvement Program is hereby adopted as summarized in Approved Budget document, Exhibit D.
- 18.2 The 1988-89 Capital Improvement Budget as contained in the 1988-1993 Capital Improvement Program is hereby adopted. The Capital Improvement Budget is adopted as a multi-year budget and the appropriations remain authorized within each individual project budget until the project is closed irrespective of fiscal year.

**SECTION 19. 1988-89 REVENUE BUDGET**

- 19.1 The 1988-89 Revenue Budget is hereby adopted as summarized in Exhibit E.
- 19.2 Any increase or decrease to the adopted revenue budget requires City Council approval.

\_\_\_\_\_  
MAYOR

ATTEST:

\_\_\_\_\_  
CITY CLERK

BUDGET RESOLUTION EXHIBITS

EXHIBIT A	1988-89	Operating Appropriations by Department
EXHIBIT B	1988-89	Authorized Staffing by Department
EXHIBIT C	1988-89	Operating Carry Overs & Adjustments
EXHIBIT D	1988-89	Capital Improvement Program
EXHIBIT E	1988-89	Revenue Budget