

Attachment A

Citywide Revenues and Appropriations (including Capital Improvement Program and Affiliated Agencies) Revenues by Category

	Originally Submitted Recommended Budget	June 4, 2012 Revisions*	FY 2013 Recommended Budget
-----\$'s in thousands-----			
Property Tax	\$85,327	-	\$85,327
Sales Tax	31,995	-	31,995
Transient Occupancy Taxes	10,592	-	10,592
Utility Taxes	30,342	-	30,342
Franchise Taxes	5,599	500	6,099
Other Taxes	22,273	-	22,273
Taxes Subtotal	186,128	500	186,628
Licenses and Permits	7,494	-	7,494
Intergovernmental	57,884	1,342	59,226
Charges For Services	26,100	1,649	27,749
Fines and Forfeitures	6,637	-	6,637
Investment Earnings	29,590	-	29,590
Rental Income	16,371	-	16,371
Miscellaneous	9,785	-	9,785
Operating Income	299,949	-	299,949
Operating Transfers In	74,066	-	74,066
Non-Operating Income	5,057	-	5,057
Revenue Subtotal	719,061	3,491	722,552
Capital Improvement Program	88,485	-	88,485
Affiliated Agencies			
Pasadena Center Operating Company	15,695	-	15,695
Pasadena Community Access Corporation	820	-	820
Rose Bowl Operating Company	22,838	-	22,838
Affiliated Agencies Subtotal	39,353	-	39,353
Total Revenues	\$846,899	\$3,491	\$850,390

* See Attachment B.

Attachment A

Citywide Revenues and Appropriations (including Capital Improvement Program and Affiliated Agencies) Appropriations By Department

	FY 2013 Recommended	June 4, 2012 Revisions*	FY 2013 Recommended Budget
-----\$'s in thousands-----			
Operating Expenses			
City Departments			
City Council	\$2,007	-	\$2,007
City Manager	5,546	-	5,546
City Attorney/City Prosecutor	6,197	-	6,197
City Clerk	2,773	-	2,773
Finance	12,622	-	12,622
Fire	38,990	-	38,990
Information Technology	12,490	-	12,490
Police	62,736	-	62,736
Planning	12,131	-	12,131
Human Resources	3,177	-	3,177
Public Health	11,860	1,313	13,173
Libraries and Information Services	11,806	-	11,806
Human Services & Recreation	8,735	-	8,735
Housing	25,113	-	25,113
Public Works	60,849	-	60,849
Transportation	29,818	132	29,950
Water & Power	280,252	3,711	283,963
Non Departmental	61,019	-	61,019
Department Total	648,121	5,156	653,277
Successor Agency to PCDC	45,315	-	45,315
Citywide Sub-Total	693,436	5,156	698,592
Capital Labor Adjustment	(25,596)	-	(25,596)
Inter-Departmental Transfers	(55,291)	-	(55,291)
Citywide Operating Sub-Total	612,549	5,156	617,705
Affiliated Agencies			
Pasadena Center Operating Company	15,695	-	15,695
Pasadena Community Access Corporation	820	-	820
Rose Bowl Operating Company	22,838	-	22,838
Affiliated Agencies Sub-Total	39,353	-	39,353
Total Operating Appropriations	651,902	5,156	657,058
Capital Appropriations			
Finance	1,500	-	1,500
Information Technology	950	-	950
Pasadena Center Operating Company	500	-	500
Public Works	10,447	-	10,447
Rose Bowl Operating Company	30,300	-	30,300
Transportation	4,563	-	4,563
Water & Power	40,225	-	40,225
Capital Improvement Program Appropriations Subtotal	88,485	-	88,485
Total Appropriations	740,387	5,156	745,543

* See Attachment B.

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June 4, 2012 Revisions to FY 2013 Recommended Budget

1. Increase revenues and appropriations for the Public Health Department in the Public Health Fund (Fund 203) by \$1,306,720 and 15 limited term FTEs. On April 30, 2012 the City Council amended the FY 2012 Budget to include the funding and expenditures necessary to accept grant funds from the County of Los Angeles and begin operation of a new Public Health Department venture to provide HIV/AIDS medical outpatient services to HIV-infected individuals. Because of the timing of this budget amendment and the time necessary to hire the additional staff and begin operation of this new program, the revenues will be received and the appropriations will occur in FY 2013. The additional appropriations include annual personnel costs for the 15 limited term positions of \$1.1 million. The remaining appropriations of \$200,000 will be used for various non-labor program support costs.
2. Add one additional FTE (Medical Officer 0.75 FTE and Physician's Assistant 0.25 FTE) to the Public Health Department. The additional labor costs of \$156,536 will be partially offset by the proposed elimination of contracts totaling \$149,999 that have provided the same service. These services will now be performed by City staff. This change will result in a net increase to the Public Health Fund's FY 2013 Recommended Budget of \$5,733. This cost increase will be addressed by revenues already included in the FY 2013 Recommended Budget for the Public Health Fund.
3. Increase revenues and appropriations for the Transportation Department in the Proposition C Local Transit Fund (Fund 209) by \$34,830 and two limited term FTEs (Student Intern). The Transportation Department recently received notification of a grant award for \$44,265 from the Federal Transit Administration Section 5304 Transit Planning Student Internship program. To accept this grant the City must commit to a local in-kind match of \$5,735, bringing the total program cost to \$50,000. The local match requirement will not impact the FY 2013 Recommended Budget as sufficient funds have been identified within the FY 2013 Recommended Budget for the Transportation Department. Program costs and revenues will be spread over two fiscal years: FY 2013 (\$39,341) and FY 2014 (\$10,659). The remaining balance of the grant award (\$9,435) and in-kind contribution (\$1,224) will be included in the FY 2014 Budget.
4. Increase appropriations for the Transportation Department in the Old Pasadena Parking Fund (Fund 407) by \$96,933. The additional appropriation is for the annual amortized cost of the Old Pasadena Parking land lease. This expense was inadvertently left out of the FY 2013 Recommended Budget. The Old Pasadena Parking Fund has sufficient available fund balance to support the increased appropriation.
5. Increase appropriations for the Water & Power Department (PWP) in the Power Fund (Fund 401) by \$3,711,416. In 2006, the State enacted AB 32, the Global Warming Solutions Act of 2006. This law set a goal for 2020

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greenhouse gas emissions and directed the California Air Resources Board (CARB) to begin developing actions to reduce greenhouse gases while also preparing a long term plan to identify how best to reach the 2020 greenhouse emissions limit. In response to AB 32 CARB developed California's greenhouse gas cap-and-trade program. This additional appropriation is necessary to support the anticipated costs that will be incurred as a result implementation of the cap-and-trade program and approximately \$180,000 for the CARB fees to participate in the cap-and-trade auctions.

Under the CARB cap-and-trade program, PWP must sell its entire administratively allocated cap-and-trade allowances in upcoming CARB auctions. PWP will then be required to buy back all of the allowances needed to meet PWP's cap-and-trade obligations. These obligations are based on previous emission levels. The sale and purchase price of emission allowances will be determined by the auction. CARB estimates are still very soft and range from a floor of \$10.00 per allowance to a ceiling of \$50.00. For the FY 2013 Budget PWP has estimated that the sale of PWP's approximately 512,067 allowances in FY 2013 (January – June 2013) will be at a projected rate of \$15.00 per allowance. This would generate revenues of approximately \$7.6 million. PWP estimated that to buy back the same amount of allowances plus an additional 48,054 allowances will be at a projected rate of \$20 per allowance for a total projected cost of \$11.2 million. The difference between the sale price and purchase price of \$5 per allowance is included to cover PWP's risk that could result from the difference in the timing of the sale and purchase. PWP will use its energy reserve account to cover the additional projected expenses.

6. Increase revenues for the Public Works Department in the Refuse Fund (Fund 406) by \$1,060,030. A recent study commission by the Public Works Department determined that the current refuse rates and franchise fees are not sufficient to fully recover the City's costs of providing refuse services. As a result of this study, on June 4, 2012, the City Council approved the staff recommended increases to both the refuse rate and the refuse-related franchise fees. The increased Refuse Collection Fees are projected to generate \$560,547 and the Franchise Fee, an additional \$499,483 over the FY 2013 Recommended Budget revenue projections. These new Refuse Collection and Franchise Fee Rates will enable the Refuse Fund to operate with a positive fund balance and support the City's goal of reducing waste from the landfills.
7. Increase revenues for the Planning Department in the Building Services Fund (Fund 204) by \$1,088,431. As detailed in the following table, the revenues associated with selected fees were understated in the FY 2013 Recommended Budget as submitted to City Council on May 7, 2012. Planning Department staff has revised the revenue estimates based on updated information and revised assumptions. The Building Services Fund

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has experienced annual deficits as a result of the recession related slowdown in development and construction activities. This information supports the Department's FY 2013 Budget Presentation which was discussed at the May 21, 2012 Joint Finance Committee/City Council Meeting. Based on the revised revenue budget the Building Services Fund is now forecast to experience a modest surplus of \$320,000. This surplus will help address the negative fund balance that has developed over the last several years.

		FY13 Recommended Revenues		
		Original	Revised	Change
6131	Plan Check Fees	\$1,500,000	\$1,602,175	\$102,175
6134	Fire Plan Review	425,239	692,823	267,584
6138	Grading Plan Check & Inspect	15,000	25,000	10,000
6139	Building Permits	1,051,278	1,535,209	483,931
6141	Address Changes/Assignment Fe	8,371	15,442	7,071
6143	Records Management Surcharge	102,702	154,476	51,774
6146	Electrical Permits	150,720	210,702	59,982
6147	Plumbing Permits	149,520	188,404	38,884
6148	Mechanical Permits	123,274	183,940	60,666
6151	Predevelopment Plan Review	0	5,864	5,864
7023	Misc Revenue	0	500	500
	Total	\$3,526,104	\$4,614,535	\$1,088,431