

Agenda Report

June 21, 2010

TO: Honorable Mayor and City Council

THROUGH: Finance Committee (June 21, 2010)

FROM: City Manager

**SUBJECT: ADOPTION OF FISCAL YEAR 2011 OPERATING BUDGET AND
FISCAL YEAR 2011-2015 CAPITAL IMPROVEMENT PROGRAM**

RECOMMENDATION:

It is recommended that the City Council adopt a resolution that:

1. Adopt by resolution the City's Fiscal Year 2011 Operating Budget and Fiscal Year 2011-2015 Capital Improvement Program as detailed in the attached Exhibit A and B and as amended by the proposed revisions outlined in the Background section of this report;
2. Adopt a resolution determining the amount to be transferred from the Light and Power Fund to the General Fund for Fiscal Year 2011.

BACKGROUND:

On May 10, 2010 the City Manager submitted the Recommended Fiscal Year 2011 Operating Budget and Fiscal Year 2011-2015 Capital Improvement Program in compliance with the requirements of the City Charter. Since that date, joint meetings between the Finance Committee and the City Council have been held to review and discuss the recommended budgets for each City department, as well as the two operating companies.

Budget Hearing Summary

The following items are related to recommendation 1 above and summarize the changes between the Fiscal Year 2011 Recommended Operating Budget submitted by the City Manager on May 10, 2010 and the revised Fiscal Year 2011 Recommended Operating Budget:

1. Multiple Departments – Reduce a total of 54.35 FTE's (39.15 General Fund and 15.20 from all other Funds). There is no dollar impact as all

these FTE's were identified in the City Manager's Recommended Budget as "de-funded."

2. City Attorney/City Prosecutor – Reduce General Fund salaries by \$108,043 to correct a salary calculation error.
3. Planning and Development Department – Increase General Fund salaries by \$18,276 to correct a salary calculation error.
4. Planning and Development – Increase Building Fund by \$20,912. Department requested to reclassify an existing Senior Building Inspector to a Senior Plans Examiner to better meet the needs of the Department.
5. Planning and Development – Increase expenditures in the Cultural Trust Fund by \$167,000. This action is necessary for the Department Budget to reflect the project list approved by the Art & Cultural Commission.
6. Planning and Development – Decrease Program Coordinator Position in Cultural Trust Fund from 0.50 FTE to 0.25 FTE and increase said position in Capital Public Art Fund from 0.25 FTE to 0.50 FTE to match available funding. There is a net-zero impact to the overall budget.
7. Transportation Department – Increase Playhouse Parking Fund revenues by \$15,000 to reflect an increase to the Playhouse Parking Lot, hourly, daily and monthly parking rates.
8. Transportation Department – Decrease \$238,680 in expenses from the Parking Operations Fund to correct a budget input error.
9. Public Health Department – Reduce \$298,621 from the Public Health Fund by eliminating 2.50 FTE's (1.00 Technical Assistant, 1.00 Program Coordinator II, 0.25 Staff Assistant III, and 0.25 Epidemiologist) and the mid-year elimination of 1.9 FTE's (1.0 Senior Community Health Aide and 0.9 Nurse Practitioner).
10. Public Health Department – Add \$194,391 and 2.55 new FTE's (1.00 Comm. Service Rep II, 0.80 Comm. Service Rep III and 0.75 Program Coordinator I) to the Public Health Fund. These new positions will be supported by \$60,746 in continued grant funding for Black Infant Health programs, \$56,881 in new prevention funding related to the American Recovery and Reinvestment Act, and the reallocation of savings previously noted in Item 11.

11. Public Health Department – Reduce \$50,000 from the Public Health Fund to reflect additional managed savings identified by the Department in Other Contract Services.
12. Public Health Department – Reduce \$219,644 of General Fund contributions to the Public Health Fund. As a result of the reductions identified in items 9 and 11, the Department requires a lower level of support from the General Fund.
13. Department of Information Technology – Decrease Computing and Communication Fund expenses by \$225,000 to reflect additional managed savings identified by the Department.

The following items are related to recommendation 1 and summarize the changes between the Fiscal Year 2011-2015 Capital Improvement Program portion of the recommended budget submitted by the City Manager on May 10, 2010 and are being recommended for inclusion in the adopted CIP budget:

14. Arroyo Boulevard – Seco Street to 500' South of Seco Street – The FY 2011 recommended appropriation of \$316,000 in Federal Surface Transportation Program and \$44,000 in Street occupation Rental Fees has been deleted from this project. This portion of Arroyo Boulevard is not on the federal select street system, and therefore, does not qualify for federal funds. As a result, this funding will be moved to a different resurfacing project.
15. Preventive Maintenance – Asphalt Streets FY 2011 – 2015 – Staff recommends appropriating \$316,000 in Federal Surface Transportation Program funding to this project. This appropriation will fund the resurfacing of Marengo Avenue from Green Street to Del Mar Boulevard. This portion of the preventive maintenance program will be completed in FY 2011.

Water Fund and Power Fund Transfers

Regarding recommendation 2, pursuant to Pasadena Municipal Code Section 4.100.020 the maximum aggregate amount available for transfer pursuant to Sections 1407 and 1408 of the City Charter from the Light Fund and the Power Fund to the General Fund shall be calculated by multiplying the annual gross electric retail income by eight percent and comparing the amount so calculated to the accrual year's actual net income. The City Council shall by resolution transfer the lesser of the two amounts. Notwithstanding the foregoing, the City Council may transfer an amount other than eight percent by resolution if it determines that it would not be detrimental to

the functioning and administration of the power utility during the budget year under consideration.

For Fiscal Year 2011 staff is recommending the City Council adopt a resolution transferring an amount equal to 8.0% of estimated gross revenues, or \$13,888,612. The table below illustrates the use of these funds:

	<u>Amount</u>
Annual gross electric retail income (Estimated Fiscal Year 2010)	\$ 173,607,649
Total Transfer for FY11	\$ 13,888,612
Transfer as a Percent of Gross Income	8.0%
Uses of Transfer	
5.5% transfer to General Fund for payment of interest, principal or both on bonds of the City of Pasadena	\$ 9,548,421
2.5% transfer to General Fund for any municipal use	\$ 4,340,191

COUNCIL POLICY CONSIDERATION:

The City Council's strategic planning goal of maintaining fiscal responsibility and stability will be advanced through the review, adoption and on-going monitoring of the Fiscal Year 2011 Operating Budget and Fiscal Year 2011-2015 Capital Improvement Program.

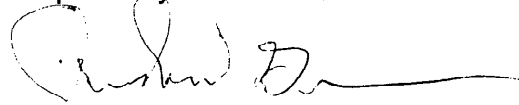
FISCAL IMPACT:

Approval of the City Manager's Recommended Budget and the proposed budget revisions detailed in this report will establish the Fiscal Year 2011 Operating Budget and 2010-2014 Capital Improvement Program as illustrated in the following table:

Total Appropriations and FTE's

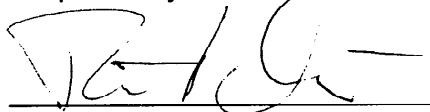
	City Manager's Recommended Budget	Proposed Budget Revisions	Budget Recommended for Adoption
Operating Budget			
All Funds	\$725,427,219	(\$783,409)	\$724,643,810
General Fund	\$217,451,826	(\$309,411)	\$217,142,415
Capital Improvement Program	\$109,897,899	(\$44,000)	\$109,853,899
Total Full-Time Equivalent Positions			
All Funds	2,343	(54)	2,289
General Fund	1,030	(39)	991

Respectfully submitted,

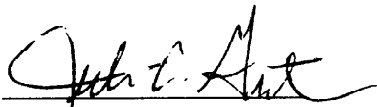


ANDREW GREEN
 Director of Finance
 Department of Finance
 Approved by:

Prepared by:



Richard Davis
 Budget Administrator
 Department of Finance



by MICHAEL J. BECK
 City Manager

EXHIBIT A

EXHIBIT A

Statement of Expenses by Department

	Fiscal Year 2010		City Manager Recommended	FY 2011	
	Adopted	Revised		Proposed Budget Revisions	Budget Proposed for Adoption
Operations					
City Departments					
City Attorney/City Prosecutor	\$6,566,280	\$6,566,280	\$6,531,516	(\$108,043)	\$6,423,473
City Clerk	1,966,650	1,971,158	2,628,476	-	2,628,476
City Council	1,900,493	1,915,150	1,952,331	-	1,952,331
City Manager	2,667,215	2,667,215	2,610,781	-	2,610,781
Information Technology	9,109,289	9,190,863	10,946,069	(225,000)	10,721,069
Finance	12,207,637	12,255,895	11,691,823	-	11,691,823
Fire	39,846,365	40,516,366	40,605,577	-	40,605,577
Health	12,117,882	12,417,879	11,699,259	(373,874)	11,325,385
Housing	28,045,441	33,866,087	23,181,562	-	23,181,562
Human Resources	3,687,861	3,594,859	3,403,548	-	3,403,548
Human Services & Recreation	13,910,319	13,894,236	13,855,538	-	13,855,538
Libraries & Information Services	12,019,263	12,171,075	11,638,856	-	11,638,856
Non-Departmental	78,403,362	97,266,791	71,366,214	-	71,366,214
Planning & Development	52,458,842	53,294,008	48,797,518	206,188	49,003,706
Police	60,849,678	63,438,201	61,123,377	-	61,123,377
Public Works	50,096,644	53,021,922	49,972,203	-	49,972,203
Transportation	29,871,416	30,602,925	27,505,064	(238,680)	27,266,384
Water & Power	231,389,786	231,535,948	247,012,757	-	247,012,757
City Departments Total	647,114,423	680,186,858	646,522,469	(739,409)	645,783,060
Affiliated Agencies					
Pasadena Center Operating Co.	12,058,756	12,023,110	12,393,183	-	12,393,183
Rose Bowl Operating Co.	13,463,367	13,885,244	13,180,227	-	13,180,227
Affiliated Agencies Total	25,522,123	25,908,354	25,573,410	-	25,573,410
Total Operating	672,636,546	706,095,212	672,095,879	(739,409)	671,356,470
Capital					
City Departments					
Information Technology	407,000	407,000	173,000	-	173,000
Public Works	26,057,243	26,057,243	11,282,930	(44,000)	11,238,930
Transportation	3,999,000	3,999,000	1,741,969	-	1,741,969
Water & Power	32,805,000	32,805,000	55,250,000	-	55,250,000
City Departments Total	63,268,243	63,268,243	68,447,899	(44,000)	68,403,899
Affiliated Agencies					
Pasadena Center Operating Co.	250,000	250,000	350,000	-	350,000
Rose Bowl Operating Co.	875,000	875,000	41,100,000	-	41,100,000
Affiliated Agencies Total	1,125,000	1,125,000	41,450,000	-	41,450,000
Total Capital	64,393,243	64,393,243	109,897,899	(44,000)	109,853,899
Grand Total	737,029,789	770,488,455	781,993,778	(783,409)	781,210,369
Less Operating Transfers	(56,022,693)	(61,299,899)	(56,566,559)	-	(56,566,559)
Adjusted Grand Total	\$681,007,096	\$709,188,556	\$725,427,219	(\$783,409)	\$724,643,810

EXHIBIT B

Exhibit B

Recommended FY 2011 - 2015 Capital Improvement Program

	Total Estimated Cost	FY 2011 Recommended	Funding Detail
Municipal Buildings and Facilities			
1	5,000,000	1,000,000	Building Preventive Maintenance Fund
Municipal Buildings and Facilities Total Appropriations:			
		1,000,000	
Streets and Streetscapes			
1	5,672,250	1,387,250	800,000 Gas Tax 316,000 Federal Surface Transportation Program 271,250 Sewer Maintenance and Construction Fund
2	350,000	150,000	150,000 Gas Tax
3	1,000,000	200,000	22,050 Sewer Maintenance and Construction Fund 177,950 Gas Tax
4	3,000,000	1,000,000	1,000,000 Underground Surtax - Power Facilities
7	144,000	20,000	20,000 Gas Tax
10	1,582,224	149,080	65,000 Gas Tax 84,080 Metropolitan Transit Authority
15	800,000	400,000	100,000 South Lake Parking Ops Fund 300,000 South Lake Parking Fund
Streets and Streetscapes Total Appropriations:			
		3,306,330	
Street Lighting			
2	175,000	75,000	75,000 Gas Tax
Street Lighting Total Appropriations:			
		75,000	
Street Lighting and Electric Undergrounding			
1	2,500,000	500,000	500,000 Underground Surtax - Power Facilities

Exhibit B

Recommended FY 2011 - 2015 Capital Improvement Program

		Total Estimated Cost	FY 2011 Recommended	Funding Detail
4	Raymond Avenue - Electric System Undergrounding, Maple Street to North City Limits (74490)	11,957,700	2,000,000	Underground Surtax - Power Facilities
7	Howard Street - Electrical System Undergrounding, Lincoln Avenue to Raymond Avenue	1,052,500	1,000,000	Underground Surtax - Street Lighting
Street Lighting and Electric Undergrounding Total Appropriations:			3,500,000	
Transportation and Parking Facilities				
1	Neighborhood Traffic Management - FY 2011 - 2015	750,000	150,000	Gas Tax
2	Mobility Corridor Improvements - FY 2011 - 2015	250,000	50,000	Gas Tax
3	Old Pasadena Traffic Improvement - FY 2011 - 2015	150,000	30,000	Parking Meter Revenue - Old Pasadena
4	Pasadena Bicycle Program FY 2010 - 2013 (75600)	533,648	60,348	TDA Article 3
5	Intelligent Transportation System (ITS) Equipment Upgrades/Replacement - FY 2011 - 2015	250,000	50,000	Gas Tax
16	Intelligent Transportation System (ITS) Project - Phase I (75701)	683,150	683,150	MTA Grant - Federal Flexible CMAQ Funds
23	City-Owned Parking Structures and Lots - Preventive Maintenance (72613)	725,000	65,000	Parking Operation Fund 5,000 Parking Meter Revenue - Civic Center 30,000 Playhouse District Fund
24	South Lake Avenue - Parking District Improvements (75017)	475,000	15,000	South Lake Parking Fund
25	South Lake Parking Lots - Preventive Maintenance (75014)	510,000	35,000	South Lake Parking Fund
27	Delacey, Schoolhouse, and Marriott Garage Improvements (72197)	446,471	446,471	Certificates of Participation (1996 Multi-Purpose)
28	Del Mar Station Garage ADA Improvements	50,000	50,000	Del Mar Gold Line Parking Operation Fund
31	Arterials Speed Management Program	107,000	107,000	Gas Tax
38	Curb Extension at Hastings Ranch Drive and Greenhill Road	86,000	86,000	Gas Tax
Transportation and Parking Facilities Total Appropriations:			1,827,969	

Sewers and Storm Drains

Exhibit B

Recommended FY 2011 - 2015 Capital Improvement Program

	Total Estimated Cost	FY 2011 Recommended	Funding Detail
1 Preventive Maintenance - Sewer System FY 2011 - 2015	4,000,000	800,000	Sewer Maintenance and Construction Fund
2 Preventive Maintenance - Corrugated Metal Pipe (CMP) Storm Drains FY 2011 - 2015	1,100,000	300,000	Sewer Maintenance and Construction Fund
3 Preventive Maintenance - Curbs and Gutters FY 2011 - 2015	1,250,000	250,000	Sewer Maintenance and Construction Fund
4 Storm Drain Structure Repairs and Improvements FY 2011 - 2015	450,000	90,000	Sewer Maintenance and Construction Fund
5 NPDES - Storm Water Pollution Prevention Program (76290)	2,320,000	250,000	Sewer Maintenance and Construction Fund
6 Drainage Improvements on Streets with Flat Grades FY 2011 - 2015	1,000,000	200,000	Sewer Maintenance and Construction Fund
7 Rehabilitation of Arroyo Parkway Storm Drain from Holly Street to South City Limit (76538)	1,637,000	100,000	Sewer Maintenance and Construction Fund
8 Sewer Capacity Upgrades - FY 2011 - 2015	1,550,000	350,000	Sewer Facility Charge Sewer Maintenance and Construction Fund
Sewers and Storm Drains Total Appropriations:			2,340,000

Rose Bowl Improvements

1 Rose Bowl Renovation Project (84002)	170,000,000	40,000,000	Future Bond Sales - Rose Bowl Renovation
2 Implementation of the Master Plan for the Brookside Golf Course (88043)	7,825,000	500,000	Golf Course Fund
3 Rose Bowl Major and Preventative Maintenance (80213)	4,890,000	300,000	Rose Bowl Fund
4 Brookside Clubhouse Upgrades (88071)	750,000	300,000	Rose Bowl Fund
Rose Bowl Improvements Total Appropriations:			41,100,000

Parks and Landscaping

2 Replacement or Installation of Security Lights - Various Locations (78901)	219,600	191,600	Tournament of Roses Residential Impact Fee (Interest)
3 Washington Park - Implement Master Plan (78529)	75,000	75,000	Residential Impact Fee
4 Central Park - Implement Master Plan (78461)	100,000	100,000	Residential Impact Fee

Exhibit B

Recommended FY 2011 - 2015 Capital Improvement Program

	Total Estimated Cost	FY 2011 Recommended	Funding Detail
5 New Park Playground Equipment and Site Amenities (78755)	100,000	100,000	100,000 Residential Impact Fee
7 Annandale Canyon Open Space Trail Access and Trail Improvements (78240)	50,000	50,000	50,000 Residential Impact Fee (Unspecified)
8 Citywide Athletic Field Lighting Replacement (78906)	100,000	100,000	100,000 Residential Impact Fee (Interest)
9 Hamilton Park - Installation of Skateboard Park (78907)	100,000	100,000	100,000 Residential Impact Fee (Interest)
Parks and Landscaping Total Appropriations:			716,600

Parks and Landscaping - Landscape Projects

2 Tree Replacement/Planting - Phase III (78956)	15,000	15,000	15,000 AQMD - Tree Partnership Grant
Parks and Landscaping - Landscape Projects Total Appropriations:			15,000

Arroyo Projects - Hahamongna

7 Environmental Educational Center at Hahamongna	100,000	100,000	100,000 Residential Impact Fee
Arroyo Projects - Hahamongna Total Appropriations:			100,000

Arroyo Projects - Central Arroyo

7 Brookside Park - Jackie Robinson Baseball Stadium Improvements (77562)	100,000	100,000	100,000 Residential Impact Fee (Interest)
Arroyo Projects - Central Arroyo Total Appropriations:			100,000

Pasadena Center Improvements

1 Electrical Service Panel Upgrades to Civic Auditorium	600,000	350,000	350,000 Pasadena Center Operating Company
Pasadena Center Improvements Total Appropriations:			350,000

Water System

2 Meters and Services (1002)	2,550,000	100,000	100,000 Water Bond
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Exhibit B

Recommended FY 2011 - 2015 Capital Improvement Program

	Total Estimated Cost	FY 2011 Recommended	Funding Detail
3 Distribution Mains (1001)	37,904,580	5,000,000	5,000,000 CIC Funding
4 Miscellaneous Water System Improvements (1006)	5,264,000	300,000	300,000 CIC Funding
11 Reclaimed Water (1013)	32,200,000	12,000,000	12,000,000 Water Bond
16 Geographic Information System - Water and Power Department (1009)	3,882,906	100,000	100,000 Water Fund
18 Customer Information System (1011)	2,315,000	1,000,000	1,000,000 Water Bond
19 Sunset Perchlorate Treatment Plant (1062)	250,000	250,000	250,000 Water Bond
21 Customer Driven Meters and Services (1003)	10,640,000	1,000,000	1,000,000 Aid to Construction (Water)
22 Radio Equipment Replacement (1065)	945,000	420,000	420,000 Water Fund
25 Water Integrated Resource Plan and Urban Water Management Plan (1069)	560,000	188,000	188,000 Water Fund
Water System Total Appropriations:			20,558,000

Electric System

1 Services from Utility Underground System Private Property Vaults (3001)	32,028,215	2,500,000	2,500,000 Aid to Construction (Power)
2 Services from Public Right-Of-Way (3023)	18,496,433	1,250,000	1,250,000 Aid to Construction (Power)
3 Distribution System Expansion (3002)	10,585,000	400,000	400,000 Power Fund
5 Wood Utility Pole Replacement/Reinforcement Program (3117)	11,365,626	200,000	200,000 Power Fund
7 Switchgear Upgrades for Power System Facilities (3090)	34,631,300	3,500,000	3,500,000 Power Fund
13 Supervisory Control and Data Acquisition System Expansion (3073)	8,250,000	350,000	350,000 Power Fund
16 Power System Scheduling System - Water and Power Department (3136)	2,337,000	350,000	350,000 Power Fund
18 Cable Replacement and Testing (3137)	24,903,000	2,000,000	2,000,000 Power Fund
28 Distribution System Life Cycle Management (3034)	7,579,000	700,000	700,000 Power Fund
32 Power Supply Integrated Resource Planning and Design (3160)	1,525,000	50,000	50,000 Power Fund

Exhibit B

Recommended FY 2011 - 2015 Capital Improvement Program

		Total Estimated Cost	FY 2011 Recommended	Funding Detail
33	Distribution Capacity and Reliability Sustaining Program (3161)	33,550,000	4,000,000	4,000,000 Power Fund
36	B-3 Retrofitting for Stand-Alone Operation (3169)	1,620,000	400,000	400,000 Power Fund
37	Power Meter Installation and Replacement Program (3173)	4,152,000	1,000,000	1,000,000 Power Fund
41	Azusa Hydro - Renewals and Replacements (3179)	2,165,000	200,000	200,000 Power Fund
42	Power Production Facility Improvements (3180)	2,070,000	630,000	630,000 Power Fund
44	GT-1 and GT-2 Renewals, Replacements, and Improvements (3182)	1,040,000	25,000	25,000 Power Fund
45	Replacement and Upgrade of Electric Equipment and Facilities (3185)	15,350,000	500,000	500,000 Power Fund
46	GT-3 and GT-4 Renewals, Replacements, and Improvements (3186)	3,015,000	800,000	800,000 Power Fund
47	Radio Equipment Replacement (3188)	2,050,000	250,000	250,000 Power Fund
48	Santa Anita Substation Upgrade (3189)	810,000	50,000	50,000 Power Fund
51	Local Generation Repowering Project - Phase II (3194)	121,620,000	10,067,000	8,644,500 Power Bond 1,422,500 Power Fund
52	4 kV Distribution System Conversion (3191)	27,000,000	3,000,000	3,000,000 Power Fund
53	Distribution System Automation and Smart Grid (3192)	15,000,000	2,000,000	2,000,000 Power Fund
54	Transmission System Enhancements (3195)	11,350,000	500,000	500,000 Power Fund
56	Recycling of Collected Rain Water (3197)	525,000	70,000	70,000 Power Fund
59	Outage Management System (3201)	800,000	50,000	50,000 Power Fund
60	Demand Side Management (3202)	800,000	50,000	50,000 Power Fund
			34,892,000	
Electric System Total Appropriations:				

Technology Projects

2	Department of Information Technology (DOIT) Equipment (71127)	4,291,756	173,000	173,000 Computing and Communication Fund
			173,000	
Technology Projects Total Appropriations:				

Grand Total Appropriations:

109,853,899

RESOLUTION NO. _____

**A RESOLUTION OF THE PASADENA CITY COUNCIL ADOPTING THE
OPERATING BUDGET FOR FISCAL YEAR 2011 AND THE FISCAL YEAR
2011-2015 CAPITAL IMPROVEMENT PROGRAM**

WHEREAS, the City Council of the City of Pasadena has received and reviewed the City Manager's recommendations for the Operating Budget for Fiscal Year 2011 and the Fiscal Year 2011-2015 Capital Improvement Program; and

WHEREAS, pursuant to Section 904 of the City Charter, the City Council desires to adopt the Fiscal Year 2011 Operating Budget and the Fiscal Year 2011-2015 Capital Improvement Program and to appropriate certain funds therefore; and

WHEREAS, pursuant to Section 903 of the City Charter, a Notice of Public Hearing on the proposed Fiscal Year 2011 Operating Budget and the Fiscal Year 2011-2015, Capital Improvement Program was published in the Pasadena Star News on April 22, 2010, and Public Hearings were held on May 10, May 17, May 24, June 7 and June 14, 2010;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Pasadena as follows:

SECTION I. In compliance with Section 904 of the Charter of the City of Pasadena, the proposed Operating Budget for Fiscal Year 2011 and the Fiscal Year 2011-2015 Capital Improvement Program, are approved and adopted, and the City Clerk is directed to file a certified copy of the approved Operating Budget and Capital Improvement Program in his office and to forward a certified copy thereof to the Director of Finance. The Fiscal Year 2011 Operating Budget and the Fiscal Year 2011-2015 Capital Improvement Program are attached hereto and incorporated herein, by this reference, as Exhibit "A" and Exhibit "B", respectively.

SECTION II. The specific sums of money set forth opposite the names of funds, activities, projects, programs and objects of expenditure, as shown on Exhibit "A" and Exhibit "B" are appropriated to these funds, activities, projects, programs and objects in order to carry out the approved Fiscal Year 2011 Operating Budget and the Fiscal Year 2011-2015 Capital Improvement Program.

Adopted at the regular meeting of the City Council on the 21st day of June, 2010 by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

MARK JOMSKY, City Clerk

Approved as to form: *6/16/10*

NICHOLAS GEORGE RODRIGUEZ
Chief Assistant City Attorney

RESOLUTION NO.
A RESOLUTION OF THE CITY OF PASADENA DETERMINING
AMOUNTS TO BE TRANSFERRED FROM THE LIGHT AND POWER FUND TO
THE GENERAL FUND FOR FISCAL YEAR 2011

WHEREAS, Sections 1407 and 1408 of the City Charter provide for the transfer of certain amounts from the Light and Power Fund to the General Fund; and

WHEREAS, Section 4.100.020 of the Pasadena Municipal Code provides for a maximum aggregate amount available for transfer pursuant to Sections 1407 and 1408 of the City Charter and further provides that the City Council may by resolution transfer a different amount, not to exceed the net income of the power utility in the preceding fiscal year or the maximum amount allowable under the City Charter, if it determines that such additional transfer would not be detrimental to the functioning and administration of the power utility during the budget year under consideration; and

WHEREAS, the estimated Annual Gross Electric Retail Income of the power utility for fiscal year 2010 is \$173,607,649 and City Council desires to transfer 8.0% of this amount, or \$13,888,612.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Pasadena as follows:

1. The amount to be transferred from the Light and Power Fund to the General Fund of the City of Pasadena in accordance with the provisions of Section 1407 of Article XIV of the Charter of the City of Pasadena has been determined to be and hereby is fixed as the sum of \$9,305,370. In accordance with the Charter an amount equal to 75% of this sum (\$6,979,027) is hereby ordered to be advanced from the Light and Power Fund to the City's General

Fund upon adoption of the Operating Budget for fiscal year 2011, with the balance to be transferred no earlier than the receipt of the annual financial audit of the Light and Power Fund prepared by independent certified public accountant. This sum shall be expended for the payment of interest, principal or both due or to become due prior to July 1, 2011 on bonds of the City of Pasadena which are wholly payable out of moneys received from general taxes of the City and for municipal improvements included in the 2011 Operating Budget.

2. The amount to be transferred from the Light and Power Fund to the General Fund of the City of Pasadena in accordance with the provisions of Section 1408 of Article XIV of the Charter of the City of Pasadena has been determined to be and hereby is fixed as the sum of \$4,583,242. In accordance with the Charter an amount equal to 75% of this sum (\$3,437,431) is hereby ordered to be advanced from the Light and Power Fund to the City's General Fund upon adoption of the Operating Budget for fiscal year 2011, with the balance to be transferred no earlier than the receipt of the annual financial audit of the Light and Power Fund prepared by independent certified public accountant. This sum shall be expended for any municipal purpose.

3. It is hereby found and determined that the total amounts to be transferred, representing 8.0% of the estimated Annual Gross Electric Retail Income of the electric works as allowed by Sections 1407 and 1408 of the City Charter for fiscal year 2010, will not be detrimental to the proper functioning and administration of the power utility during fiscal year 2011.

Adopted at the regular meeting of the City Council of the City of Pasadena on the _____ day of June ____, 2010, by the following vote:

AYES:


NOES:

ABSENT:

ABSTAIN:

Mark Jomsky
City Clerk

APPROVED AS TO FORM:


Scott D. Rasmussen
Assistant City Attorney