



DATE: April 17, 2023

TO: Honorable Mayor and Members of the City Council through City Manager

FROM: Corey Garberolio, Deputy City Manager/Finance Director

SUBJECT: Adoption (Second Reading) of Ordinance Nos. 2841, 2842, 2843, 2844, 2845, and 2846 N.C.S. Amending Ordinances 2826, 2827, 2814, 2815, 2828, 2829 N.C.S. to Change Certain Appropriations for the Operations of the City of Petaluma from July 1, 2022 to June 30, 2023

RECOMMENDATION

It is recommended that the City Council adopt Ordinance Nos. 2841, 2842, 2843, 2844, 2845, and 2846 N.C.S. to amend appropriations from July 1, 2022 to June 30, 2023.

BACKGROUND

The Ordinances were introduced and unanimously approved (7-0) for first reading at the March 20, 2023 City Council Meeting. The proposed Mid -Year Budget Adjustments are to the Adopted Budget for FY 2022-2023, previously approved on June 6, 2022. The FY22/23 budget can be viewed on the website at <https://cityofpetaluma.org/documents/fiscal-year-2023-adopted-budget/>. The adjustments would modify appropriations approved by Ordinances 2826, 2827, 2814, 2815, 2828, 2829 N.C.S. Section 60 of the City Charter requires an affirmative vote of four Council Members to approve appropriation ordinance amendments.

DISCUSSION

The proposed budget adjustments are for the General Fund, Enterprise Funds, Utilities Funds, Internal Service Funds, Special Revenue and Trust Funds, and Capital Projects and Debt Funds for the fiscal year ending June 30, 2023.

PUBLIC OUTREACH

This agenda item was noticed in compliance with the California Brown Act.

ENVIRONMENTAL REVIEW

Environmental analysis for compliance with the California Environmental Quality Act (CEQA) was already completed with each adjustment, transfer, and encumbrance. Additionally, the proposed action is exempt from the requirements of CEQA in accordance with CEQA Guidelines Section 15378, in that adopting Ordinances amending the Appropriations Ordinances for the Operations of the City of Petaluma from July 1, 2022 to June 30, 2023 does not meet CEQA's definition of a "project," because the action does not have the potential for resulting in either a direct physical change in the environment or a reasonably foreseeable indirect physical change in the environment, and because the action constitutes organizational or administrative activities of governments that will not result in direct or indirect physical changes in the environment.

FINANCIAL IMPACTS

The net financial impacts to the various fund categories associated with the recommended budget adjustments are as follows:

General Fund balance decrease in fund balance of \$450,000
Measure U General Fund increase in fund balance of \$1,432,362
Enterprise Funds decrease in fund balance of \$140,229
Utilities Funds increase in fund balance of \$23,127,670
Special Revenue Funds increase in fund balance of \$4,807,505
Capital Projects and Debt Funds increase in fund balance of \$3,997,570
Internal Service Funds decrease in fund balance of \$563,541

ATTACHMENTS

1. Ordinance No. 2841 N.C.S. Amending General Fund and Measure U Fund, with Exhibit
 - a. Detailed FY 2022/23 Mid-Year Budget Adjustments
2. Ordinance No. 2842 N.C.S. Amending Enterprise Funds, with Exhibit
 - a. Detailed FY 2022/23 Mid-Year Budget Adjustments
3. Ordinance No. 2843 N.C.S. Amending Utilities Funds, with Exhibit
 - a. Detailed FY 2022/23 Mid-Year Budget Adjustments
4. Ordinance No. 2844 N.C.S. Amending Internal Service Funds, with Exhibit
 - a. Detailed FY 2022/23 Mid-Year Budget Adjustments
5. Ordinance No. 2845 N.C.S. Amending Special Revenue and Trust Funds, with Exhibit
 - a. Detailed FY 2022/23 Mid-Year Budget Adjustments
6. Ordinance No. 2846 N.C.S. Amending Capital Projects and Debt Funds, with Exhibit
 - a. Detailed FY 2022/23 Mid-Year Budget Adjustments