



staff report

TO: Honorable Mayor and Members of the City Council

ATTENTION: Jeffrey L. Stewart, City Manager

FROM: Tae Rhee, Finance Director/City Treasurer

SUBJECT: Consideration and possible action to adopt Resolution No. 16-XX – A Resolution amending the Operating Budget for Fiscal Years 2015-16 and 2016-17.

DATE: September 26, 2016

EXECUTIVE SUMMARY

Since the City Council’s adoption the 2015-17 Operating Budget in June 2015, various budget amendments were approved by the City Council. Additional budget amendments are currently proposed due to uncompleted capital projects, subsequent actions, activities, and economic changes.

RECOMMENDATION TO CITY COUNCIL

- 1) Adopt Resolution No. 16-XX; or
- 2) Alternatively, discuss and take other action related to this item.

FISCAL IMPACT

- Carryover of multi-year projects and other available program/activity funding from fiscal year 2015-16 to 2016-17 – \$25.8 Million
- Adjustments per approved 2016-17 HUD Action Plan – \$881 Thousand
- 2016-17 debt service on 2015 BOA lease financing – \$234 Thousand (portion pertaining to the 2015 energy project)
- Addition of 3 part-time support – \$73 Thousand
- Approved Public Safety adjustments – \$22 Thousand net
- Alignment of 2015-16 budget items based on actual expenditures – \$340 Thousand
- Alignment of 2016-17 budget items based on estimated expenditures – \$172 Thousand
- Adjustments to non-grant revenues – \$81 Thousand net

The Operating Budget remains balanced with these proposed adjustments.

ATTACHMENT

Resolution No. 16-XX (with Exhibit A) 2

CITY OF BELLFLOWER

RESOLUTION NO. 16-XX

**A RESOLUTION AMENDING THE OPERATING BUDGET
FOR FISCAL YEARS 2015-16 AND 2016-17**

THE CITY COUNCIL RESOLVES AS FOLLOWS:

SECTION 1. The City Council finds and declares as follows:

- A. On June 8, 2015, the City Council adopted Resolution No. 15-31 approving the 2015-17 Operating Budget and took subsequent actions to approve various budget amendments as necessary; and
- B. Due to various uncompleted multi-year capital projects, subsequent actions, activities, and economic changes, additional budget amendments are necessary.

SECTION 2. The City Council hereby approves the attached 2015-2017 budget amendments (“Exhibit A”).

SECTION 3. This Resolution does not affect any penalty, forfeiture, or liability incurred before, or preclude prosecution and imposition of penalties for any violation occurring before, this Resolution’s effective date. Any such amended part will remain in full force and effect for sustaining action or prosecuting violations occurring before the effective date of this Resolution.

SECTION 4. The Mayor, or presiding officer, is hereby authorized to affix his signature to this Resolution signifying its adoption by the City Council of the City of Bellflower, and the City Clerk, or her duly appointed deputy, is directed to attest thereto.

PASSED, APPROVED, AND ADOPTED BY THE CITY COUNCIL OF THE CITY OF BELLFLOWER THIS _____ DAY OF _____, 2016.

Dan Koops, Mayor

Attest:

Mayra Ochiqui, City Clerk

APPROVED AS TO FORM:

Karl H. Berger, City Attorney

Attachment: Exhibit A – 2015-2017 Budget Amendments

**EXHIBIT A
RESOLUTION NO. 16-XX**

Account No. - Fund/Account/Dept	Fund / Account Description	Fiscal Year	Carryover	Adjustments	Adopted Budget	Amended Budget
011-44410-9000	GF / Economic Development Project	2016-17	50,000	-	-	50,000
011-47028-9000	GF / Parking Lot Improvements	2016-17	73,074	-	-	73,074
011-47130-9000	GF / Curb/Gutter/Sidewalk Improvements	2016-17	14,691	-	100,000	114,691
011-47240-9000	GF / Caruthers Park Improvements	2016-17	43,999	-	45,000	88,999
011-47250-9000	GF / City Hall Improvements	2016-17	19,642	-	-	19,642
011-47260-9000	GF / City Yard Maintenance Improvements	2016-17	20,529	-	85,000	105,529
011-47272-9000	GF / Energy Efficiency Project	2016-17	785,077	-	-	985,077
015-34110	TDA Article 3 Fund / TDA Article 3 Grant	2016-17	38,947	-	50,000	88,947
015-47125-9000	TDA Article 3 Fund / Sidewalk Project	2016-17	88,947	-	-	88,947
024-47200-9000	Park Facilities Fund / Simms Park Improvements	2016-17	12,711	-	50,000	62,711
024-47660-9000	Park Facilities Fund / Coke Ave Park	2016-17	11,102	-	-	11,102
030-35024	Grant Proj Fund / 2008 Disaster Recovery Initiative	2016-17	13,750	-	-	13,750
030-42222-9000	Grant Proj Fund / Natural Hazard Mitigation Plan	2016-17	13,750	-	-	13,750
030-35120	Grant Proj Fund / Transportation Equity Act	2016-17	1,661,209	-	-	1,661,209
030-47002-9000	Grant Proj Fund / Bus Stop Improvements	2016-17	1,661,209	-	-	1,661,209
030-35110	Grant Proj Fund / Surface Transportation Program Local	2016-17	644,717	-	240,000	884,717
030-47050-9000	Grant Proj Fund / Street Improvements (Resurfacing)	2016-17	644,717	-	240,000	884,717
030-34055	Grant Proj Fund / Safe Route to School (DOT)	2016-17	66,373	-	-	66,373
030-47125-9000	Grant Proj Fund / Sidewalk Projects	2016-17	66,373	-	-	66,373
030-35122	Grant Proj Fund / FHA SAFETEA-LU	2016-17	22,796	-	-	22,796
030-47144-9000	Grant Proj Fund / 91 Freeway Ramp Beautification	2016-17	22,796	-	-	22,796
030-34132	Grant Proj Fund / Proposition A Bond Act	2016-17	297,614	-	-	297,614
030-37658	Grant Proj Fund / Private Contribution/Grant	2016-17	25,000	-	-	25,000
030-47200-9000	Grant Proj Fund / Simms Park Improvements	2016-17	322,614	-	-	322,614
030-35670	Grant Proj Fund / Meas R Highway Subregional Prog Gran	2016-17	7,300,367	-	-	7,300,367
030-47654-9000	Grant Proj Fund / Belf Blvd Widening/91 Ramp Access	2016-17	7,300,367	-	-	7,300,367
040-47500-9000	PEG Fund / Equipment Purchase	2016-17	11,224	-	5,000	16,224
100-47002-9000	Prop A Fund / Bus Stop/Shelter Improvements	2016-17	469,634	-	-	469,634
100-47040-9000	Prop A Fund / Transit Plaza Development - Regional	2016-17	581,678	-	475,000	1,056,678
100-47041-9000	Prop A Fund / Local Transit Transfer Station	2016-17	422,162	-	400,000	822,162
125-42320-9000	Measure R Fund / Slurry Contract	2016-17	266,897	-	-	266,897
125-47050-9000	Measure R Fund / Street Improvements (Resurfacing)	2016-17	647,271	-	325,000	972,271
125-47125-9000	Measure R Fund / Sidewalk Project	2016-17	579,126	-	217,000	796,126
125-47654-9000	Measure R Fund / Belf Blvd Widening/91 Ramp Access	2016-17	33,709	-	-	33,709
135-47148-9000	Prop C Fund / Traffic Signal Improvements	2016-17	24,750	-	-	24,750

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135-47654-9000	Prop C Fund / Bellflower Blvd Widening/91 Ramp Access	2016-17	552,903	-	438,000	990,903
140-42320-9000	State Gas Tax Fund / Slurry Contract	2016-17	6,723	-	305,000	311,723
230-42054-9000	Sewer Reconstruction Fund / Contract Services	2016-17	50,000	-	-	50,000
- Carryover of project funding from FY 2015-16						
125-47050-9000	Measure R Fund / Street Improvements (Resurfacing)	2015-16	-	(15,000)	792,830	777,830
125-47621-9000	Measure R Fund / Bellflower Blvd Pedestrian Improvement	2015-16	-	15,000	133,924	148,924
135-47050-9000	Prop C Fund / Street Improvements (Resurfacing)	2015-16	-	(60,000)	60,000	-
135-47621-9000	Prop C Fund / Bellflower Blvd Pedestrian Improvements	2015-16	-	60,000	415,829	475,829
011-42210-9000	GF / ADA Survey	2016-17	10,396	(10,396)	-	-
011-47230-9000	GF / Thompson Park Improvements	2016-17	66,234	(11,234)	11,000	66,000
011-47220-9000	GF / Aquatic Center Improvements	2016-17	251,282	21,630	350,000	622,912
011-47283-9000	GF / Beverly Street Improvements	2016-17	5,270	(5,270)	-	-
011-47200-9000	GF / Simms Park Improvements	2016-17	81,579	5,270	55,000	141,849
125-42054-9000	Measure R Fund / Contract Services	2016-17	1,250	(1,250)	-	-
125-47148-9000	Measure R Fund / Traffic Signal Improvements	2016-17	130,649	1,250	-	131,899
140-47050-9000	State Gas Tax Fund / Street Improvements (Resurfacing)	2016-17	779,687	(88,000)	205,000	896,687
125-47144-9000	Measure R Fund / 91 Freeway Ramp Beautification	2016-17	159,190	88,000	-	247,190
- Carryover of project funding and reallocate budget from different project accounts						
011-47658-9000	GF / Belmont Theater	2016-17	60,000	10,000	10,000	80,000
- Replace the roof and HVAC system and install neon signage as part of the lease agreement						
150-34062	AQMD Fund / MSRC Grant	2016-17	270,000	(100,000)	-	170,000
150-47662-9000	AQMD Fund / Electric Vehicle Charging Station	2016-17	440,000	(100,000)	-	340,000
- Grant funding reduction						
150-47500-3420	AQMD Fund / Equipment Purchases	2015-16	142,439	-	51,000	193,439
- Carryover of funding for a CNG graffiti truck						
011-47061-9000	GF / Events Center and Fire Museum	2016-17	-	200,000	-	200,000
022-47061-9000	Public Facilities Fund / Events Center and Fire Museum	2016-17	100,000	-	-	100,000
510-47061-9000	Econ Dev Fund / Events Center and Fire Museum	2016-17	7,753,682	146,000	10,000	7,909,682
900-47061-9000	HUD CDBG Fund / Events Center and Fire Museum	2016-17	148,000	-	152,000	300,000
- Carryover of project funding						

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010-41365-1012	GF / Town Center Plaza Block Party	2016-17	-	(5,365)	5,365	-
010-41331-1012	GF / 60th Birthday Celebration	2016-17	-	5,365	20,000	25,365
	- Reallocate Party in the Plaza event funding to 60th Birthday Celebration					
010-42154-2200	GF / Traffic Law Patrol Cars (56 hr/1 person)	2016-17	-	205,124	1,051,210	1,256,334
010-42152-2200	GF / General Law Patrol Cars (56 hr/1 person)	2016-17	-	92,853	4,430,385	4,523,238
010-42164-2200	GF / Overtime Law Enforcement	2016-17	-	75,000	227,285	302,285
010-42130-2200	GF / Special Assignment Deputies	2016-17	-	51,999	1,307,668	1,359,667
010-42153-2200	GF / General Law Patrol Cars (40 hr/1 person)	2016-17	-	34,319	863,061	897,380
010-42155-2200	GF / Traffic Law Patrol Cars (40 hr/1 person)	2016-17	-	11,440	287,687	299,127
010-42173-2200	GF / No-Call Motorcycle Officer	2016-17	-	(265,492)	552,455	286,963
010-42150-2200	GF / Special Assignment Sergeants	2016-17	-	(217,187)	432,786	215,599
010-42165-2200	GF / General Law Cars No Relief (40 hr/1 person)	2016-17	-	(15,753)	218,218	202,465
135-42117-3600	Prop C Fund / Transit Officer	2016-17	-	6,178	412,600	418,778
	- Sheriff's department contract and liability trust fund rate increases and elimination of one sergeant and one motor deputy position					
035-47500-2500	Drug Forfeiture Fund / Equipment Purchase	2016-17	-	5,681	-	5,681
	- Funding for bulletproof vest program					
010-47000-3105	GF / Structural Improvements	2015-16	-	(170,000)	170,000	-
010-47000-3105	GF / Structural Improvements	2016-17	-	(170,000)	170,000	-
011-47010-9000	GF / Stormwater Management Projects	2016-17	170,000	170,000	-	340,000
010-49000-9999	GF / Transfers Out	2015-16	-	170,000	3,103,918	3,273,918
011-39000	GF / Transfers In	2015-16	-	170,000	4,036,861	4,206,861
010-49000-9999	GF / Transfers Out	2016-17	-	170,000	2,644,844	2,814,844
011-39000	GF / Transfers In	2016-17	-	170,000	996,500	1,166,500
	- Carryover funding and change project account number for the stormwater management improvement projects					
910-44100-4215	HUD HOME Fund / Single Family Rehabilitation	2016-17	200,000	-	48,000	248,000
910-44440-4215	HUD HOME Fund / First Time Homebuyers Assistance	2016-17	70,722	-	160,000	230,722
910-47228-4215	HUD HOME Fund / CHDO Set Aside	2016-17	344,514	256,306	45,000	645,820
910-35060	HUD HOME Fund / Entitlement Grant	2016-17	871,542	-	277,070	1,148,612
	- Adjustments per approved 2016-17 HUD Action Plan					

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900-48204-5520	HUD CDBG Fund / 2015 Section 108 Loan - Interest	2015-16	-	6,657	172,570	179,227
900-48204-5520	HUD CDBG Fund / 2015 Section 108 Loan - Interest	2016-17	-	9,692	69,151	78,843
900-35000	HUD CDBG Fund / Entitlement Grant	2015-16	-	6,657	1,079,322	1,085,979
900-35000	HUD CDBG Fund / Entitlement Grant	2016-17	-	9,692	972,360	982,052
- Adjustments per refinanced debt service						
974-41430-7322	Successor Housing Agency Fund / Little House	2015-16	-	19,197	257,347	276,544
974-41430-7322	Successor Housing Agency Fund / Little House	2016-17	-	23,097	-	23,097
- Adjustments pursuant to an existing funding agreement						
135-41200-3600	Prop C Fund / Dues/Memberships	2015-16	-	29,617	82,944	112,561
- Participation in COG's Lakewood/Rosemead Boulevard Corridor Study						
010-42032-1400	GF / General Legal Services	2015-16	-	51,228	167,000	218,228
010-42098-1400	GF / Special Legal Services	2015-16	-	61,786	10,000	71,786
010-42032-1400	GF / General Legal Services	2016-17	-	133,000	167,000	300,000
- Adjust budget based on the 2015-16 and recent expenditures						
010-40110-1200	GF / Payroll adjustments	2015-16	-	28,654	-	28,654
- Adjustment in part to provide for accrued leave payout for a retiree						
010-43602-1210	GF / Ballot Measures	2016-17	-	10,000	51,000	61,000
- Ballot measure cost related to the sale of Municipal Water System						
010-40300-1100	GF / Part-Time Wages	2016-17	-	40,000	25,000	65,000
010-43511-1100	GF / Medicare Tax	2016-17	-	580	6,548	7,128
010-43512-1100	GF / Social Security Tax	2016-17	-	2,480	20,624	23,104
010-43517-1100	GF / Liability	2016-17	-	457	5,158	5,615
010-43518-1100	GF / Workers Comp	2016-17	-	390	4,396	4,786
- To provide two part-time interns in Admin						
010-40300-1300	GF / Part-Time Wages	2016-17	-	26,500	2,500	29,000
010-43511-1300	GF / Medicare Tax	2016-17	-	384	6,413	6,797
010-43512-1300	GF / Social Security Tax	2016-17	-	1,643	24,580	26,223

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010-43517-1300	GF / Liability	2016-17	-	240	3,990	4,230
010-43518-1300	GF / Workers Comp	2016-17	-	204	3,401	3,605
- To provide one part-time support in Finance						
510-35662	Econ Dev Fund / Transit Oriented Dev Planning Grant	2016-17	-	349,400	-	349,400
510-42056-4002	Econ Dev Fund / Contract Services–Grants	2016-17	-	349,400	-	349,400
- Funding for development of a Downtown Bellflower Station Specific Plan to improve local land use regulations for transit and in-fill development						
510-41310-4002	Econ Dev Fund / Community Promotions	2016-17	12,657	-	30,000	42,657
510-42054-4002	Econ Dev Fund / Contract Services	2016-17	11,997	-	241,000	252,997
510-44410-4002	Econ Dev Fund / Economic Dev Projects/Programs	2016-17	50,483	-	220,000	270,483
- Carryover of prior year funding						
700-48100-5500	BPFC / 2015 BOA Lease Financing - Principal	2016-17	-	67,167	410,000	477,167
700-48200-5500	BPFC / 2015 BOA Lease Financing - Interest	2016-17	-	167,114	55,739	222,853
700-39000	BPFC / Transfers In	2016-17	-	234,281	465,739	700,020
010-49000-9999	GF / Transfers Out	2016-17	-	234,281	2,814,844	3,049,125
010-43210-2000	GF / Electric	2016-17	-	(2,838)	25,000	22,162
010-43210-3100	GF / Electric	2016-17	-	(2,059)	24,000	21,941
010-43220-3160	GF / Electric	2016-17	-	(12,982)	590,000	577,018
010-43210-3900	GF / Electric	2016-17	-	(32,950)	200,000	167,050
010-43210-8000	GF / Electric	2016-17	-	(15,851)	110,000	94,149
010-43211-3900	GF / Gas	2016-17	-	(4,011)	35,000	30,989
010-43212-3900	GF / Water	2016-17	-	(6,036)	272,000	265,964
- Debt service related to the energy efficiency improvement project and related identifiable cost savings (6 months for 2016-17)						
010-30200	GF / Sales Tax	2016-17	-	430,000	5,600,000	6,030,000
010-30130	GF / Utility Users Tax	2016-17	-	(580,000)	5,530,000	4,950,000
010-30010	GF / Property Tax	2016-17	-	80,000	3,100,000	3,180,000
010-30012	GF / Property Tax In Lieu of Vehicle License Fees	2016-17	-	71,000	7,315,000	7,386,000
010-36920	GF / Business License Processing Fee	2016-17	-	(110,000)	110,000	-
600-31600	Building and Safety Fund / Permit Fees	2016-17	-	190,000	350,000	540,000
- Adjustments to revenue estimates						

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010-49000-9999	GF / Transfers Out	2016-17	-	(358,979)	3,049,125	2,690,146
600-39000	Building and Safety Fund / Transfers In	2016-17	-	(278,274)	386,935	108,661
900-39000	HUD CDBG Fund / Transfers In	2016-17	-	(80,705)	80,705	-
900-35000	HUD CDBG Fund / Entitlement Grant	2016-17	-	80,705	982,052	1,062,757
- Adjustments to transfers in and out and CDBG entitlement grant						