



**CITY OF LODI
COUNCIL COMMUNICATION**

AGENDA TITLE: Adopt Resolution Ratifying the San Joaquin Council of Governments' Annual Financial Plan for Fiscal Year 2009/10

MEETING DATE: June 3, 2009

PREPARED BY: Public Works Director

RECOMMENDED ACTION: Adopt a resolution ratifying the 2009/10 Annual Financial Plan (AFP) for the San Joaquin Council of Governments (COG).

BACKGROUND INFORMATION: Attached is a summary of COG's AFP for Fiscal Year 2009/10. The COG Board adopted the AFP on April 23, 2009. Pursuant to COG's Joint Powers Agreement, the budget is to be ratified by the City of Lodi and the other agencies in the County following adoption by the COG Board.

Staff would like to acknowledge both the importance of the work COG performs and the significant and excellent assistance their staff provides in delivering transportation projects in the City and the entire County.

FISCAL IMPACT: This is the operating plan for COG. COG oversees Measure K funding for several projects in Lodi, including street maintenance and Transit, as well as the administration of several federal funding sources.

FUNDING AVAILABLE: Not applicable.

F. Wally Sandelin
Public Works Director

Prepared by Paula J. Fernandez, Transportation Manager/Senior Traffic Engineer

FWS/PJF/pmf

Attachment

cc: D. Stephen Schwabauer, City Attorney
Steve Dial, COG Deputy Executive Director/Chief Financial Officer

APPROVED:

Blair King, City Manager



SAN JOAQUIN COUNCIL OF GOVERNMENTS

555 E. Weber Avenue • Stockton, California 95202

209.468.3913 • 209.468.1084 (fax)

www.sjcog.org

Brent Ives
CHAIR

Larry Hansen
VICE CHAIR

Andrew T. Chesley
EXECUTIVE DIRECTOR

Member Agencies
CITIES OF
ESCALON,
LATHROP,
LODI,
MANTECA,
RIPON,
STOCKTON,
TRACY,
AND
THE COUNTY OF
SAN JOAQUIN

May 7, 2009

Mr. Blair King
City of Lodi
P.O. Box 3006
Lodi, CA 95241

Dear Mr. King:

Enclosed is a *summary* of the San Joaquin Council of Governments' Annual Financial Plan (AFP) for Fiscal Year 2009-2010. The Board unanimously adopted the Plan on April 23, 2009. A copy of the adopting resolution is enclosed. Pursuant to SJCOC's Joint Powers Agreement, following adoption of the budget by the SJCOC Board, it is to be delivered to member agencies for ratification by each governing body.

Therefore, SJCOC requests you place SJCOC's Annual Financial Plan for Fiscal Year 2009-2010 on a forthcoming agenda prior to June 30, 2009 for approval.

The Annual Financial Plan implements the FY 2009-2010 Overall Work Program (OWP) that was also adopted by the SJCOC Board on April 23, 2009.

The attached Annual Financial Plan *summary* provides a detail of expenditures by cost category and line item comparing the proposed budgets with the current year (FY 2008/09) adopted budget (as amended) and the actual expenditures for FY 2007/08. The following assumptions are incorporated in the budget:

1. Work will not begin and expenses will not be incurred unless anticipated revenue sources are secured.
2. SJCOC anticipates being fully staffed for the entire fiscal year, therefore the Salaries and Benefits cost category is fully funded. No additional staff is being requested.
3. With the exception of Professional Services, SJCOC's budget will remain at the 2008-09 level.

REVENUES

SJCOG operating revenues are down 9.5% or \$807,160 lower. Overall, federal funding for operating is down 5.7% from 2008/09, however this includes reducing SJCOG's drawdown on previously obligated FHWA PI funds from \$700,000 to \$500,000 in addition to the current year's obligation in order to continue to meet the aggressive work activities of the Overall Work Program. State funding sources are down 26.6% due to the completion of several planning projects and the elimination of State Transit Assistance from the state budget. Local revenues are 3.0% lower due to economic conditions taking a toll of sales tax which impacts the Local Transportation Fund and Measure K.

EXPENDITURES

Salaries and Benefits These line items are budgeted to remain at the 2008-09 level.

Services and Supplies All of the line items in this category are budgeted to remain at the 2008-09 level.

Professional Services is decreasing 23.2% reflecting the completion of significant amounts of consulting work in the OWP.

Fixed Assets remains the same as approved in 08-09 at \$80,500.

SJCOG staff would be pleased to appear before your policymakers to answer any questions they might have regarding this matter. **We request ratification prior to June 30, 2009.** Please let me know when this will be on your agenda. If you have any questions regarding this matter, don't hesitate to contact me at 468-3913.

Thank you for your assistance.

Sincerely,



STEVE DIAL
Deputy Executive Director/Chief Financial Officer

**San Joaquin Council of Governments
ANNUAL FINANCIAL PLAN
Fiscal Year 2009/10**

Adopted April 23,2009

CHAIR

Mayor Brent Ives, City of Tracy

VICE-CHAIR

Mayor Larry Hansen

BOARD OF DIRECTORS

Councilmember Gary Haskin	City of Escalon
Mayor Kristy Sayles	City of Lathrop
Mayor Pro Tem Steve DeBrum	City of Manteca
Mayor Chuck Winn	City of Ripon
Supervisor Ken Vogel	County of San Joaquin
Supervisor Leroy Ornellas	County of San Joaquin
Supervisor Steve Bestolarides	County of San Joaquin
Mayor Ann Johnston	City of Stockton
Vice Mayor Kathy Miller	City of Stockton
Councilmember Dale Fritchen	City of Stockton

EX OFFICIO DIRECTORS

Ken Baxter, Deputy Director-Planning	Caltrans District 10
Gary Giovanetti, Director	San Joaquin Regional Transit District
Steve Herum, Commissioner	Port of Stockton

SUBMITTED BY:

Andrew T Chesley
Executive Director

Steve Dial
Deputy Executive Director/
Chief Financial Officer

San Joaquin Council of Governments
ANNUAL FINANCIAL PLAN
Fiscal Year 2009/10
 Adopted April 23,2009

REVENUES	FY 2007-08 Actual	FY 2008-09 Amend. B 4/23/09	FY 2009-10 Adopted 4/23/09	% Change
Federal Grants	\$2,327,708	\$2,989,515	\$2,819,242	-5.7%
State Grants	\$1,511,943	\$2,002,476	\$1,470,136	-26.6%
Local	\$3,008,909	\$3,468,412	\$3,363,865	-3.0%
Interest	\$38,103	\$5,000	\$5,000	0.0%
Other	\$68,268	\$15,000	\$15,000	0.0%
SJCOG OPERATING REVENUES	\$6,954,931	\$8,480,403	\$7,673,243	-9.5%
Federal Pass-Through	\$125,381,000	\$125,381,000		
State Pass-Through	\$8,755,012	\$8,277,984		
Local Pass-Through	\$80,653,900	\$68,546,000		
Commercial Paper	\$167,000,000	\$167,000,000		
TOTAL SJCOG REVENUE	\$388,744,843	\$377,685,387		
EXPENDITURES				
Salaries & Benefits	\$3,145,771	\$3,647,633	\$3,647,633	0.0%
Services & Supplies	\$1,207,891	\$1,274,500	\$1,274,500	0.0%
Office Expense	\$335,794	\$362,000	\$362,000	0.0%
Communications	\$59,900	\$60,000	\$60,000	0.0%
Memberships	\$43,391	\$42,000	\$42,000	0.0%
Maintenance- Equipment	\$4,897	\$13,000	\$13,000	0.0%
Rents & Leases- Equipment	\$200,188	\$210,000	\$210,000	0.0%
Transportation, Travel & Training (In & Out of	\$133,088	\$110,000	\$110,000	0.0%
Allocated Service Cost	\$3,014	\$4,000	\$4,000	0.0%
Publications & Legal Notices	\$22,430	\$27,000	\$27,000	0.0%
Insurance	\$83,353	\$85,000	\$85,000	0.0%
Building Maintenance	\$116,692	\$120,000	\$120,000	0.0%
Rents - Structures & Grounds	\$205,144	\$241,500	\$241,500	0.0%
Professional Services	\$1,949,969	\$3,477,770	\$2,670,610	-23.2%
Fixed Assets	\$164,192	\$80,500	\$80,500	0.0%
Unallocated/Reserve		\$0	\$0	0.0%
		\$8,480,403	\$7,673,243	-9.5%

Excess (Deficit) Revenues	\$487,108	-\$0	\$0
Over Expenditures (Operating)			



RESOLUTION
SAN JOAQUIN COUNCIL OF GOVERNMENTS

R-09-40

RESOLUTION APPROVING THE ADOPTION OF THE 2009-2010
ANNUAL FINANCIAL PLAN
FOR THE SAN JOAQUIN COUNCIL OF GOVERNMENTS

WHEREAS, the San Joaquin Council of Governments is required by the Joint Powers Agreement to adopt a budget (Annual Financial Plan) annually, and

WHEREAS, the adopted budget is to be sent to the member agencies for ratification.

NOW THEREFORE BE IT RESOLVED, that the San Joaquin Council of Governments adopts the FY 2009-2010 Annual Financial Plan and directs the Executive Director to transmit it to the member agencies for ratification.

PASSED AND ADOPTED this 23rd day of April 2009, by the following vote of the San Joaquin Council of Governments, to wit:

AYES: Councilman Harris, Manteca; Councilman Fritch, Stockton; Councilman Haskin, Escalon; Mayor Ives, Tracy; Mayor Johnston, Stockton; Vice Mayor Miller, Stockton; Supervisor Ornellas, San Joaquin County; Mayor Sayles, Lathrop; Supervisor Vogel, San Joaquin County; Mayor Winn, Ripon.

NOES: Supervisor Bestolarides, San Joaquin County; Mayor Hansen, Lodi.

ABSENT: None.



BRENT H. IVES
Chairman

RESOLUTION NO. 2009-73

A RESOLUTION OF THE LODI CITY
COUNCIL RATIFYING THE SAN JOAQUIN
COUNCIL OF GOVERNMENTS' 2009-10
ANNUAL FINANCIAL PLAN

=====

WHEREAS, the San Joaquin Council of Governments (SJCOG) has approved its fiscal year 2009-10 budget by adopting Resolution No. R-09-40 as shown on the attached, marked Exhibit A; and

WHEREAS, SJCOG is required to forward such Resolution to its member governments for their review and ratification.

NOW, THEREFORE, BE IT RESOLVED that the Lodi City Council does hereby ratify the 2009-10 Annual Financial Plan for SJCOG.

Dated: June 3, 2009

=====

I hereby certify that Resolution No. 2009-73 was passed and adopted by the City Council of the City of Lodi in a regular meeting held June 3, 2009, by the following vote:

- AYES: COUNCIL MEMBERS – Hitchcock, Johnson, Katzakian, Mounce,
and Mayor Hansen
- NOES: COUNCIL MEMBERS – None
- ABSENT: COUNCIL MEMBERS – None
- ABSTAIN: COUNCIL MEMBERS – None


RANDI JOHL
City Clerk



RESOLUTION
SAN JOAQUIN COUNCIL OF GOVERNMENTS

R-09-40

RESOLUTION APPROVING THE ADOPTION OF THE 2009-2010
 ANNUAL FINANCIAL PLAN
 FOR THE SAN JOAQUIN COUNCIL OF GOVERNMENTS

WHEREAS, the San Joaquin Council of Governments is required by the Joint Powers Agreement to adopt a budget (Annual Financial Plan) annually, and

WHEREAS, the adopted budget is to be sent to the member agencies for ratification.

NOW THEREFORE BE IT RESOLVED, that the San Joaquin Council of Governments adopts the FY 2009-2010 Annual Financial Plan and directs the Executive Director to transmit it to the member agencies for ratification.

PASSED AND ADOPTED this 23rd day of April 2009, by the following vote of the San Joaquin Council of Governments, to wit:

AYES: Councilman Harris, Manteca; Councilman Fritchen, Stockton; Councilman Haskin, Escalon; Mayor Ives, Tracy; Mayor Johnston, Stockton; Vice Mayor Miller, Stockton; Supervisor Ornellas, San Joaquin County; Mayor Sayles, Lathrop; Supervisor Vogel, San Joaquin County; Mayor Winn, Ripon.

NOES: Supervisor Bestolarides, San Joaquin County; Mayor Hansen, Lodi.

ABSENT: None.



 BRENT H. IVES
 Chairman

**San Joaquin Council of Governments
ANNUAL FINANCIAL PLAN
Fiscal Year 2009/10**

Adopted April 23, 2009

CHAIR

Mayor Brent Ives, City of Tracy

VICE-CHAIR

Mayor Larry Hansen

BOARD OF DIRECTORS

Councilmember Gary Haskin	City of Escalon
Mayor Kristy Sayles	City of Lathrop
Mayor Pro Tem Steve DeBrum	City of Manteca
Mayor Chuck Winn	City of Ripon
Supervisor Ken Vogel	County of San Joaquin
Supervisor Leroy Ornellas	County of San Joaquin
Supervisor Steve Bestolarides	County of San Joaquin
Mayor Ann Johnston	City of Stockton
Vice Mayor Kathy Miller	City of Stockton
Councilmember Dale Fritehen	City of Stockton

EX OFFICIO DIRECTORS

Ken Baxter, Deputy Director-Planning	Caltrans District 10
Gary Giovanetti, Director	San Joaquin Regional Transit District
Steve Herum, Commissioner	Port of Stockton

SUBMITTED BY:

Andrew T **Chesley**
Executive Director

Steve D'Al
Deputy Executive Director/
Chief Financial Officer

San Joaquin Council of Governments
ANNUAL FINANCIAL PLAN
Fiscal Year 2009/10
 Adopted April 23,2009

REVENUES	FY 2007-08 Actual	FY 2008-09 Amend. B 4/23/09	FY 2009-10 Adopted 4/23/09	% Change
Federal Grants	\$2,327,708	\$2,989,515	\$2,819,242	-5.7%
State Grants	\$1,511,943	\$2,002,476	\$1,470,136	-26.6%
Local	\$3,008,909	\$3,468,412	\$3,363,865	-3.0%
Interest	\$38,103	\$5,000	\$5,000	0.0%
Other	\$68,268	\$15,000	\$15,000	0.0%
SJCOG OPERATING REVENUES	\$6,954,931	\$8,480,403	\$7,673,243	-9.5%
Federal Pass-Through	\$125,381,000	\$125,381,000	\$651,381,000	419.5%
State Pass-Through	\$8,755,012	\$8,277,984	\$0	-100.0%
Local Pass-Through	\$80,653,900	\$68,546,000	\$62,335,500	-9.1%
Commercial Paper	\$167,000,000	\$167,000,000	\$167,000,000	0.0%
TOTAL SJCOG REVENUE	\$388,744,843	\$377,685,387	\$888,389,743	135.2%
EXPENDITURES				
Salaries & Benefits	\$3,145,771	\$3,647,633	\$3,647,633	0.0%
Services & Supplies	\$1,207,891	\$1,274,500	\$1,274,500	0.0%
Office Expense	\$335,794	\$362,000	\$362,000	0.0%
Communications	\$59,900	\$60,000	\$60,000	0.0%
Memberships	\$43,391	\$42,000	\$42,000	0.0%
Maintenance - Equipment	\$4,897	\$13,000	\$13,000	0.0%
Rents & Leases - Equipment	\$200,188	\$210,000	\$210,000	0.0%
Transportation, Travel & Training (In & Out of)	\$133,088	\$110,000	\$110,000	0.0%
Allocated Service Cost	\$3,014	\$4,000	\$4,000	0.0%
Publications & Legal Notices	\$22,430	\$27,000	\$27,000	0.0%
Insurance	\$83,353	\$85,000	\$85,000	0.0%
Building Maintenance	\$116,692	\$120,000	\$120,000	0.0%
Rents - Structures & Grounds	\$205,144	\$241,500	\$241,500	0.0%
Professional Services	\$1,949,969	\$3,477,770	\$2,670,610	-23.2%
Fixed Assets	\$164,192	\$80,500	\$80,500	0.0%
Unallocated/Reserve	\$0	\$0	\$0	0.0%
SJCOG OPERATING EXPENDITURES	\$6,467,823	\$8,480,403	\$7,673,243	-9.5%
Excess (Deficit) Revenues Over Expenditures (Operating)	\$487,108	-\$0	\$0	

CITY COUNCIL

LARRY D. HANSEN, Mayor
PHIL KATZAKIAN,
Mayor Pro Tempore
SUSAN HITCHCOCK
BOB JOHNSON
JOANNE L. MOUNCE

CITY OF LODI

PUBLIC WORKS DEPARTMENT

CITY HALL, 221 WEST PINE STREET
P.O. BOX 3006
LODI, CALIFORNIA 95241-1910
(209) 333-6706
FAX (209) 333-6710
EMAIL pwdept@lodi.gov
<http://www.lodi.gov>

BLAIR KING
City Manager
RANDI JOHL
City Clerk
D. STEVEN SCHWABAUER
City Attorney
F. WALLY SANDELIN
Public Works Director

May 28, 2009

San Joaquin Council of Governments
Steve Dial, Deputy Executive Director/Chief Financial Officer
555 E. Weber Avenue
Stockton, CA 95202

SUBJECT: Adopt Resolution Ratifying the San Joaquin Council of Governments'
Annual Financial Plan for Fiscal Year 2009/10

Enclosed is a copy of background information on an item on the City Council agenda of Wednesday, June 3, 2009. The meeting will be held at 7 p.m. in the City Council Chamber, Carnegie Forum, 305 West Pine Street.

This item is on the consent calendar and is usually not discussed unless a Council Member requests discussion. The public is given an opportunity to address items on the consent calendar at the appropriate time.

If you wish to write to the City Council, please address your letter to City Council, City of Lodi, P. O. Box 3006, Lodi, California, 95241-1910. Be sure to allow time for the mail. Or, you may hand-deliver the letter to City Hall, 221 West Pine Street.

If you wish to address the Council at the Council Meeting, be sure to fill out a speaker's card (available at the Carnegie Forum immediately prior to the start of the meeting) and give it to the City Clerk. If you have any questions about communicating with the Council, please contact Randi Johl, City Clerk, at (209) 333-6702.

If you have any questions about the item itself, please call Paula Fernandez, Transportation Manager/Senior Traffic Engineer, at (209) 333-6800, extension 2667.



F. Wally Sandelin
Public Works Director

for:

FWS/pmf

Enclosure

cc: City Clerk