

CITY COUNCIL MEETING

June 1, 1983

Council was apprised that each year, the City finances the budget with funds which have been labeled as Prior Years Revenues and have made no effort, except in the General Fund, to make appropriations to and from reserves.

It seems good practice and is in accordance with the provision of "Proposition 4" that the City clearly establish operating reserves in the Enterprise Funds such as the City has in the General Fund.

Council is requested to authorize the establishment of the following Operating Reserve Funds, and to appropriate the following amounts into those funds:

Electric Utility Fund Operating Reserve	\$2,554,090
Sewer Utility Fund Operating Reserve	104,550
Water Utility Fund Operating Reserve	110,065

These are the amounts we estimate to be in these funds when the books are closed for the 1982-83 fiscal year.

The 1983-84 budget is predicated on the establishment of these reserves and transfers from those reserves will be shown, rather than as Prior Years Revenue.

In addition, Council is also requested to transfer \$176,440 to the General Fund Operating Reserve and \$347,830 to the PL & PD Reserve Fund. The latter request is to fund the needed reserves recommended by Barbara Y. Akk & Associates.

APPROPRIATIONS
TO VARIOUS FUNDS
APPROVED

RES. NO. 83-47

On motion of Council Member Pinkerton, Murphy second, Council adopted Resolution No. 83-47 authorizing the establishment of the following Operating Reserve Funds and appropriating the following amounts into those funds:

Electric Utility Fund Operating Reserve	\$2,554,090
Sewer Utility Fund Operating Reserve	104,550
Water Utility Fund Operating Reserve	110,065

and transfer of \$176,440 to the General Fund Operating Reserve and \$347,830 to the PL and PD Reserve Fund.