

COUNCIL COMMUNICATION

TO THE CITY COUNCIL
FROM THE CITY MANAGER'S OFFICE

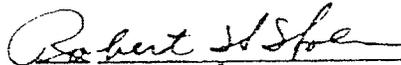
DATE June 17, 1987

NO.

SUBJECT YEAR-END TRANSFER AND APPROPRIATION TO OPERATING RESERVES

RECOMMENDED ACTION: That the Lodi City Council approve the transfer of \$300,000 from the General Fund to the Water Utility Fund and also approve the appropriation of \$800,000 from the General Fund to the General Fund Operating Reserve.

BACKGROUND INFORMATION: A review of the 1986-87 fiscal year estimated revenues and appropriations for the General Fund indicates we should end the year with approximately \$1,100,000 in additional revenues. By transferring \$800,000 of this to the General Fund Operating Reserve, we would thereby increase that reserve amount to an amount equal to two month's operating expenses for 1987-88. This is a prudent amount to be set aside for any major calamity or disaster that may occur. A transfer of \$300,000 to the Water Utility Operating Fund is recommended to place it on a more sound cash basis.



Robert H. Hoim
Finance Director

RHH/ss

attachment

RESOLUTION NO. 87-66

RESOLUTION AUTHORIZING TRANSFER AND
APPROPRIATION OF FUNDS

SECTION I

BE IT RESOLVED that the City Council of the City of Lodi does hereby direct that the following transfer of money be made:

<u>Amount</u>	<u>From</u>	<u>To</u>
\$300,000	General Fund	Water Utility Fund

SECTION II

BE IT RESOLVED that the City Council of the City of Lodi does hereby direct that the following appropriation of money be made:

<u>Amount</u>	<u>From</u>	<u>To</u>
\$800,000	General Fund	General Fund Operating Reserve

Dated: June 17, 1987

I hereby certify that Resolution No. 87-
was passed and adopted by the City Council
of the City of Lodi in a regular meeting
held June 17, 1987, by the following vote:

Ayes: Council Members - Hinchman, Pinkerton, Reid,
Snider, and Olson (Mayor)

Noes: Council Members - None

Absent: Council Members - None

Alice M. Reimche
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City Clerk