

RESOLUTION NO. 2011-392

Adopted by the Sacramento City Council

June 21, 2011

APPROVING THE REVENUE-AND-EXPENDITURE BUDGET FOR THE 2011 TAX AND REVENUE ANTICIPATION NOTES

Background:

- A. The City of Sacramento (the "City") believes that the sum of not-to-exceed \$50,000,000 is needed for the requirements of the City to satisfy obligations payable from the City's General Fund (the "General Fund") during fiscal year 2011-12, and that it is necessary that the City borrow this sum by the issuance of temporary notes in anticipation of the receipt of taxes, income, revenue, cash receipts, and other moneys of the City to be received for, or accrued to, the General Fund during fiscal year 2011-12.
- B. On June 21, 2011, the City Council authorized the issuance of tax-and-revenue anticipation notes ("TRANS") in a principal amount not-to-exceed \$50,000,000.
- C. The City Treasurer and the Finance Director have requested authorization to utilize inter-fund transfers if needed to supplement the TRANS, as permitted under section 113 of the City Charter, to mitigate the effects of the timing of the receipt of revenues and the recent depletion of General Fund cash, and to assist in the City's cash-management program.

Based on the facts set forth in the Background, the City Council resolves as follows:

Section 1. The City Treasurer and the Finance Director are hereby authorized to approve the financial transactions, budgets, and appropriations needed to carry out the terms and intent of the TRANS financing in accordance with the law and City policy, as needed after final pricing and sale of the TRANS.

Section 2. The City Treasurer's Office and the Finance Department are hereby authorized to establish and implement the necessary financial transactions, including the establishment of funds and investment portfolios, to record, track, and report the receipt, expenditures, and deposits of related transactions.

Section 3. The City Treasurer's Office, the City Attorney's Office, and the Finance Department are authorized to be reimbursed from TRANS proceeds for reasonable costs incurred, including staff time, in connection with issuance of the TRANS. Cost-of-issuance expenditures in connection with the TRANS may not be paid unless the City Treasurer's Office has approved the expenditures in writing.

Section 4. The City Treasurer and the Finance Director are authorized to implement inter-fund transfers of funds in order to supplement the TRANS, if needed to satisfy obligations of the City.

Section 5. The inter-fund transfers, if implemented, must (a) comply with provisions of Resolution 2011-392

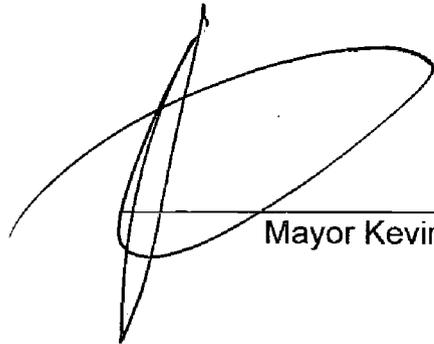
section 113 of the City Charter; (b) be duly made during fiscal year 2011-2012 and recorded in the records of the City; and (c) be repaid from the General Fund to the fund that is the source of the transfer before the end of fiscal year 2011-12. Adopted by the City of Sacramento City Council on June 21, 2011 by the following vote:

Ayes: Councilmembers Ashby, Cohn, D Fong, R Fong, McCarty, Pannell, Schenirer, Sheedy, and Mayor Johnson.

Noes: None.

Abstain: None.

Absent: None.



Mayor Kevin Johnson

Attest:



Shirley Concolino, City Clerk