

RESOLUTION NO. 2012-025

Adopted by the Sacramento City Council

February 7, 2012

GRANTING AUTHORITY TO CITY TREASURER AND CITY MANAGER TO IMPLEMENT CASH TRANSFERS BETWEEN VARIOUS UNRESTRICTED CITY FUNDS TO MAINTAIN A POSITIVE CASH BALANCE IN THE GENERAL FUND THROUGHOUT FISCAL YEAR 2012/13

BACKGROUND:

- A. The City receives the largest portion of its revenues in December and April of each fiscal year while expenditures are incurred on a fairly constant monthly basis throughout the fiscal year.
- B. One of the key goals of the cash-management operations of the City is to ensure that available revenues are able to meet ongoing expenditures and to maintain a positive cash balance to the general fund throughout the fiscal year.
- C. In the past several years, the City has used reserves and one-time funds to maintain public services and core functions, causing a depletion of overall general fund cash levels, including beginning-of-year cash balance and cash-reserve amount.
- D. The City Treasurer and the City Manager are requesting authorization to utilize temporary inter-fund transfers, as permitted under Section 113 of the City Charter, to mitigate the effects of the timing of the receipt of revenues and of the recent depletion of general fund cash balances, 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 City Manager are authorized to implement temporary inter-fund transfers of unrestricted funds, as necessary, in order to maintain a positive cash balance for the general fund for Fiscal Year 2012/13.

Section 2. Those inter-fund transfers implemented by the City Treasurer and the City Manager must (a) comply with Section 113 of the City Charter; (b) be duly made during Fiscal Year 2012/13 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, with interest at the Treasury Pool A rate, before the end of Fiscal Year 2012/13.

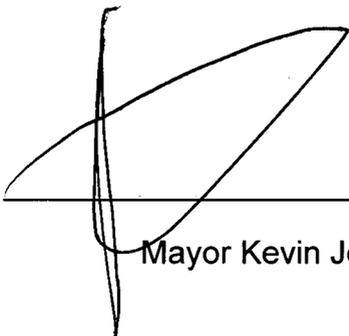
Adopted by the City of Sacramento City Council on February 7, 2012 by the following vote:

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