



Meeting Date: 4/8/2014

Report Type: Consent

Report ID: 2014-00239

City Council Report

915 I Street, 1st Floor

www.CityofSacramento.org

Title: Appropriation of Gas Tax Contingency to Maintenance Services Division Operating Budget

Location: Citywide

Recommendation: Pass a Resolution 1) approving the appropriation of \$1,213,000 from Gas Tax (Fund 2002) fund balance to the Fiscal Year (FY) 2013/14 Department of Public Works Maintenance Services Division Operating Budget; and 2) amending the FY13/14 Department of Public Works Maintenance Services Division Operating Budget by replacing \$1,213,000 in Measure A Maintenance (Fund 2026) with Gas Tax (Fund 2002) funds.

Contact: Karen Shipley, Support Services Manager (916) 808-3136; Juan Montanez, Operations General Supervisor (916) 808-2254; Jerry Way, Director of Public Works, Department of Public Works

Presenter: None

Department: Public Works Department

Division: Office Of The Director

Dept ID: 15001011

Attachments:

1-Description/Analysis

2-Resolution

City Attorney Review

Approved as to Form

Gerald Hicks

3/27/2014 4:23:36 PM

Approvals/Acknowledgements

Department Director or Designee: Jerry Way - 3/21/2014 7:26:28 AM

Description/Analysis

Issue: The Public Works Department, Maintenance Services Division is funded by a variety of funding sources, the primary one being Gas Tax. At the end of each fiscal year, funding adjustments are completed based on the type of work that was done for the associated funding source.

The appropriation of Gas Tax will complete the funding needed to close out FY2012/13 expenses. Staff is also recommending that the FY2013/14 Department of Public Works, Maintenance Services Division's operating budget be amended to replace Measure A Maintenance funds with Gas Tax.

Policy Considerations: This action is consistent with the City's policy to leverage transportation funding to promote and support economic vitality by investing in infrastructure development and maintenance to support sustainable growth consistent with the City's General Plan.

Environmental Considerations:

California Environmental Quality Act (CEQA): The subject of this report does not involve a project that requires compliance with the California Environmental Quality Act (CEQA), inasmuch as it does not involve an activity that may cause a direct or indirect change in the environmental (Public Resources Code Section 21065).

Sustainability Considerations: Not applicable

Other: None.

Commission/Committee Action: None.

Rationale for Recommendation: The adjustment to the FY13/14 Department of Public Works Maintenance Services Division Operating Budget will fully cover expenses eligible for Gas Tax reimbursement incurred in FY2012/13.

Financial Considerations: Staff recommends that the FY2013/14 Department of Public Works Maintenance Services Division's Operating Budget be amended to replace Measure A Maintenance (Fund 2026) in the amount of \$1,213,000 with Gas Tax (Fund 2002) funds. The transfer swaps eligible transportation funds and will ensure compliance with fund requirements.

As of March 13, 2014, the Gas Tax fund has a fund balance of \$8,272,057, which is sufficient to complete the transfer in the amount of \$1,213,000.

As of March 13, 2014, the Measure A Maintenance fund has a fund balance of (\$1,213,000). Approval of the transfer in the amount of \$1,213,000 will bring the fund balance to zero.

Local Business Enterprise (LBE): Not applicable as no goods or services are being purchased.

RESOLUTION NO.

Adopted by the Sacramento City Council

APPROPRIATION OF GAS TAX CONTINGENCY

BACKGROUND

- A. Gas Tax funds are to be used for maintenance of transportation facilities and are a primary source of funding for the Department of Public Works Maintenance Division operating budget.
- B. Each year, funding adjustments for the Maintenance Services Division are completed based on the type of work that was done for the associated funding source.
- C. The City has \$8.2 million in Gas Tax fund balance.
- D. The City has eligible expenses within the Public Work's Maintenance Services Division's operating budget, currently budgeted with New Measure A Maintenance funds.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. Approve the appropriation of \$1,213,000 from Gas Tax (Fund 2002) fund balance to the Fiscal Year (FY) 2013/14 Department of Public Works Maintenance Services Division Operating Budget.
- Section 2. The FY13/14 Department of Public Works Maintenance Services Division Operating Budget is amended by replacing New Measure A Maintenance (Fund 2026) with Gas Tax funds in the amount of \$1,213,000.