

Mayor
Willard Rodarmel
Mayor Pro Tem
John Plourde
Council Members
John Gordon
John Murray
William Siegel



**Office of the
City Clerk**

119 Fox Street
Lemoore ♦ CA 93245
Phone ♦ (559) 924-6700
FAX ♦ (559) 924-9003

To: Lemoore City Council
From: Nanci Lima, City Clerk
Date: January 25, 2011
Subject: 2010-2011 Mid Year Budget Adjustments

Item # 5

Discussion:

Staff has reviewed of the current status of 2010-2011 Operations and Maintenance Budget. Based on that review staff is forwarding the following budget adjustments for Council consideration:

Revenues

The Finance staff with City Manager Britz has reviewed the past six month's revenue and recommends the following adjustments:

		Budget 2010-11	Proposed Budget Changes	+/- Difference
3010	Secured Property Taxes	970,000	920,000	-50,000
3012	Unsecured Property Taxes	40,000	33,000	-7,000
3014	Prior Year Taxes	35,000	50,200	15,200
3020	Franchises	535,000	502,000	-33,000
3022	Sales and Use Tax	1,479,000	1,461,000	-18,000
3024	Real Property Transfer Tax	45,000	33,000	-12,000
3026	Public Safety Tax (SB 172)	100,000	98,000	-2,000
3032	Garage Sale Permits	1,800	2,200	400
3034	Transient Occupancy Tax	185,000	140,000	-45,000
3050	Electrical Permits	10,000	5,000	-5,000
3055	Mechanical Permits	5,000	3,000	-2,000
3290	Other Permits	9,000	3,000	-6,000
3815	Abandoned Vehicle Abatement	20,000	15,000	-5,000
3850	Interest	80,000	60,000	-20,000
3755	Motor Vehicle In-Lieu Tax	1,900,000	1,950,000	50,000
3765	Homeowners Exemption	6,000	31,000	25,000
3788A	Incentives/Rebates	25,000	40,000	15,000
3190	Subdivision Street Sign Fee	500	7,000	6,500
3220	Special Building Inspection Fee	500	1,500	1,000
3681	Recreation Fees	110,000	135,000	25,000
3881	Sundry Revenue	500	4,000	3,500
	Y.D.O Program - Liberty			
3792	School	35,000	39,190	4,190
3786	Crossing Guards	8,500	10,080	1,580
3784	High School Y.D.O Program	35,000	45,235	10,235
Total Difference				-47,395

Expenditures

Staff is recommending an increase in the Recreation Department (4242) Operating Supplies (4220) of \$25,000 due to an increase in class enrollment which has a corresponding increase in revenue, thus having no net overall impact on the General Fund.

Staff is recommending reducing the salary and benefit budgets (see Attachment A) by \$113,265.00 for General Fund Departments and increasing the salary and benefit budget \$7,688.00 for Enterprise and Internal Service Fund Departments in fiscal year 2010/11.

In general, the broadest change in general expenditures related to personnel services have been due to higher than originally budgeted health care costs. Additionally, employees have made changes in their health care elections as a result. Certain departments have also seen expenditure changes due to staffing level changes: The Planning department filled a vacated position by another employee at a lower cost, the General Maintenance division is currently down two employees resulting from retirements and transfers, and the Police department has experienced temporary vacancies during recruitment and seen lower salaried employees replacing those promoted to senior positions.

Budget Impact:

The General Fund revenues budget adjustment for fiscal year 2010-2011 decrease by \$47,395.00, the General Fund expenditures increase by \$25,000.00, and the General Fund salaries and benefits decrease by \$113,265.00.

Recommendation:

That the City Council, by motion, approve the above described budget adjustments and recommendations.