

**CITY OF LONG BEACH**

DEPARTMENT OF FINANCIAL MANAGEMENT

333 West Ocean Boulevard 6th Floor • Long Beach, CA 90802

May 19, 2009

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Approve the Fiscal Year 2009 second quarter departmental and fund budget appropriation adjustments in accordance with existing City Council policy. (Citywide)

DISCUSSION

On September 9, 2008, the City Council adopted the Appropriations Ordinance governing the City's Adopted Budget for Fiscal Year 2009 (FY 09). Periodically, changes in revenue or operating conditions require appropriation adjustments. For example, in certain cases these adjustments enable departments to expend recently awarded grant revenue for which there is no existing appropriation. In addition, changes for multi-year grants/projects are necessary to bring appropriations in line with final grant/project award amounts. In accordance with the City's practice, these adjustments are presented quarterly to the City Council for consideration. Please see Attachment A for a Fund Balance Analysis of impacted City funds and Attachment B for a recap of FY 09 General Fund Budget Adjustments.

This letter was reviewed by Assistant City Attorney Heather A. Mahood on April 13, 2009.

TIMING CONSIDERATIONS

The following requests for adjustments to FY 09 departmental and fund appropriations are necessary to reflect changes in operating conditions. City Council action is requested on May 19, 2009 to enable the timely processing of payments.

FISCAL IMPACT**Community Development**

In an effort to create efficiencies and to reduce the impact on vital services as a result of the reorganization in the Health and Human Services Department (HE), the Neighborhood Services Bureau in the Department of Community Development (CD)

will now administer the Social Services Grant Program. This budget adjustment request is to transfer the budget from HE to CD.

- Increase appropriations in the General Fund (GP) in the Department of Community Development (CD) by \$200,000.
- Decrease appropriations in the General Fund (GP) in the Health and Human Services Department (HE) by \$200,000.

Development Services

On August 5, 2008, the City Council authorized the City Manager to enter into a cost reimbursement agreement with the Boeing Realty Corporation (BRC) for costs related to redesign 100-acres of the master plan located on Carson Street between Lakewood Boulevard and Paramount Boulevard. This budget adjustment will cover the initial costs that will be fully reimbursed by the developer per the agreement. The agreement stipulates BRC shall reimburse the City on a monthly basis based on receipts submitted by the City as costs are incurred.

- Increase appropriations in the General Fund (GP) in the Development Services Department (DV) by \$280,500.

One of the critical goals of the Long Beach Redevelopment Agency (Agency) is the development of affordable housing within each redevelopment project area. To accomplish this goal, the Agency partners with the Long Beach Housing Development Company (LBHDC). On October 20, 2008, the Agency approved a Memorandum of Understanding (MOU) with the LBHDC that provides blanket approval to acquire real property for the development of affordable housing. The cost of five initial property acquisitions is \$2,857,500 and will be fully offset by a transfer of bond proceeds from the LBHDC to the RDA. There is no impact to the General Fund.

- Increase appropriations in the Redevelopment Fund (RD) in the Development Services Department (DV) for the Central Project Area by \$2,857,500.

On September 2, 2008, the City Council authorized the City Manager to enter into a Lease-Purchase Agreement for parking automation equipment at the Civic Center garage. The purchase price of the automation equipment is \$421,000. It is expected that with a five-year lease term, the total lease cost with principal and interest is \$476,572. For FY 09 the lease cost is \$87,371. Ongoing parking operation revenues will fully cover the annual lease costs.

- Increase appropriations in the Civic Center Fund (IS 380) in the Development Services Department (DV) by \$87,371.

Fire

The Long Beach Fire Department provided staffing assistance for numerous California wildland fire events during October and November 2008 throughout various areas in southern California. The City is being reimbursed for all unbudgeted costs associated with this support effort. The requested appropriation increase will be offset by reimbursement revenue from the California Emergency Management Agency, formally known as the State Office of Emergency Services. There is no net impact to the General Fund.

- Increase appropriations in the General Fund (GP) in the Fire Department (FD) by \$677,000.

The annual MOU between the Fire and Harbor departments for the provision of fire services was not finalized until after the FY 09 Budget was adopted. An appropriation increase is necessary to align budgeted expenditures with the final MOU amount. The requested Budget Adjustment will be offset in full by revenue from the Harbor Department. There is no impact to the General Fund.

- Increase appropriations in the Tidelands Operations Fund (TF 401) in the Fire Department (FD) by \$1,484,037.

On November 13, 2007, the City Council authorized the City Manager to receive and expend Department of Homeland Security grant funding for the 2006 Urban Area Security Initiative grant at an amount not to exceed \$6,367,040. Unspent funds originally allocated to the Health & Human Services and Police departments will be shifted to the Department of Technology Services to cover purchase costs for Police radio equipment. There is no net impact to the grant nor to the General Grants Fund.

- Decrease appropriations in the General Grants Fund (SR 120) in the Health & Human Services Department (HE) by \$1,784.
- Decrease appropriations in the General Grants Fund (SR 120) in the Police Department (PD) by \$61,938.
- Increase appropriations in the General Grants Fund (SR 120) in the Technology Services Department (TS) by \$63,722.

Library Services

The Long Beach Public Library Foundation and Friends of the Long Beach Public Library, both nonprofit organizations, have provided donations to the Library Services Department totaling \$284,196 for the purchase of books and material resources. A budget adjustment is required to allow the Department to expend these funds. There will be no impact to the General Fund.

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- Increase appropriations in the General Grants Fund (SR 120) in the Department of Library Services (LS) by \$284,196.

The Department of Library Services has received cash bequests over the years that have been reserved in City trust accounts. A budget adjustment is needed to allow the Department to expend these funds for library books and materials.

- Increase appropriations in the General Fund (GP 103) in the Department of Library Services (LS) by \$35,255.

On February 3, 2009, City Council approved the appropriation of reserved funds for the Department of Library Services to contract for an Integrated Library System. The initial costs will be funded from the federal E-Rate grant in the amount of \$386,671. The budget was placed in the General Fund, however, it has been determined that it would be more appropriate for the project costs to be recorded in the General Grants Fund, and a budget adjustment is necessary to shift the project budget. There is no net fiscal impact as a result of this action.

- Decrease appropriations in the General Fund (GP) in the Department of Library Services (LS) by \$386,671.
- Increase appropriations in the General Grants Fund (SR 120) in the Department of Library Services (LS) by \$386,671.

Parks, Recreation and Marine

In May 2005, the City Council accepted a grant award from the State of California, Department of Boating and Waterways (DBAW) for the purchase of beach maintenance equipment in the amount of \$466,000. The grant award amount was subsequently reduced by DBAW to \$266,000, and the project was completed within the lower amount. Therefore, an appropriation decrease is necessary to reflect the actual expenditures and grant funding received.

- Decrease appropriations in the Tidelands Operating Fund (TF) in the Department of Parks, Recreation and Marine (PR) by \$200,000.

Police

The Police Department has received \$140,129 in unbudgeted revenue for reimbursement of actual overtime costs for Police security at the filming of commercials, movies and television shows. The Police Department requests an appropriation increase to its overtime budget, supported in full by new reimbursement revenue.

- Increase appropriations in the General Fund (GP) in the Police Department (PD) by \$140,129.

Public Works

Transportation Improvement fees are collected from land developers to mitigate cumulative traffic impacts. These fees are collected to support the Traffic Mitigation Program goals to relieve congestion, accommodate planned growth and implement traffic related programs such as street widening and creating left turn pockets. A budget adjustment is requested to appropriate the unspent fee revenue of \$2,366,371 for transportation improvement projects.

- Increase appropriations in the Traffic Mitigation Program Fund (CP 201) and in the Department of Public Works (PW) by \$2,366,371.

Tidelands

To proactively address declines and fluctuations in the average oil price per barrel that provides a significant funding source for the Tidelands Fund, discretionary capital projects managed by Public Works and the Parks, Recreation and Marine departments have been placed on hold until it is clear that sufficient funding is available to support them. These include the Alamitos Bay Dredging Study and improvements to the Belmont Pool parking lot, Belmont Pier beach restrooms, the portable lifeguard towers and the Rainbow Harbor TransPac dock. A budget adjustment is necessary to reduce the appropriations for the projects that have been deferred.

- Decrease appropriations in the Tidelands Operating Fund (TF) in the Department of Public Works (PW) by \$1,533,860.
- Decrease appropriations in the Tidelands Operating Fund (TF) in the Department of Parks, Recreation and Marine (PR) by \$3,769,961.

Multi-Year Funds Carry-over

Each fiscal year, appropriation increases and decreases are necessary to make technical corrections related to grants and capital projects. Budget amounts not spent by the end of a fiscal year for multi-year grants are carried forward and re-appropriated in the existing fiscal year. The FY 09 Adopted Budget contained estimated amounts of carry-over balance from FY 08. The necessary corrections represent the difference between the estimate and the actual carry-over amount. Attachment C lists the corrections that require City Council approval by fund and by department for FY 09. The net adjustment for the affected funds and departments is an appropriation increase of \$28,334,395. All of the funds are grant or bond proceeds and, therefore, restricted to their related projects and do not impact the General Fund.

Citywide Furlough Savings

The City of Long Beach, along with much of our country, is facing serious financial challenges. The City is currently projecting up to a \$19.2 million General Fund deficit in the current fiscal year. In addition, other funds are facing serious challenges as a result of declining revenues. Revenue shortfalls for critical revenue streams such as Oil ; Sales Tax ; Vehicle License Fees, and Transient Occupancy Tax, among others, are well below expected levels, creating a critical budget shortfall. To help address this deficit, City management was directed to enter into discussions with the City's nine labor organizations regarding employee-generated cost saving options, including a potential mandatory work furlough.

Implementation of a mandatory unpaid work furlough equivalent to 1.92 percent of annual salaries (40 hours for regular, full-time employees and 20 hours for part-time) for permanent non-sworn employees will provide for the continuation of critical programs and services for the public while minimizing service level impacts and mitigating the need for significant workforce reductions at this time. Per the City Council's action on May 5, 2009, a budget adjustment is included to capture the associated cost savings of the mandatory employee work furlough or equivalent savings in an estimated amount of \$4 million in the General Fund, and approximately \$7 million Citywide, within the current fiscal year.

- Decrease appropriations in the Funds and Departments listed in Attachment D.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,


LORI ANN FARRELL
DIRECTOR OF FINANCIAL MANAGEMENT/CFO

APPROVED:


PATRICK H. WEST
CITY MANAGER

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ATTACHMENTS: A – EFFECT OF 2ND QUARTER BUDGET ADJUSTMENT ON FUND BALANCE
B – GENERAL FUND FY 09 BUDGET ADJUSTMENT RECAP
C – FY 09 CARRY-OVER BUDGET ADJUSTMENTS
D – FURLOUGH SAVINGS ADJUSTMENTS BY DEPARTMENT/FUND

Effect of 2nd Quarter Budget Adjustments on Fund Balance

	<u>Budgeted Expenditure</u>	<u>Budgeted Revenue</u>	<u>Budgeted Fund Balance</u>
<u>General Fund (GP)</u>			
Beginning Fund Balance			\$ 4,083,849
<i>Does not include the \$36.1 million Emergency Fund Balance Reserve</i>			
Unreserving/(Reserving) of Restricted Fund Balance			(662,172)
FY 09 Adopted Budget	403,978,750	405,069,112	1,090,362
Carryover Appropriations/Encumbrances	1,137,261	396,671	(740,590)
Proposed 2nd Quarter Adjustments:			
Transfer Social Sevices grant program from HE to CD	-	-	-
Boeing Realty Corp Cost Reimbursement Agreement	280,500	280,500	-
Wildland fire overtime	677,000	677,000	-
Unreserve funds held in trust for Library materials	35,255	35,255	-
Budget correction for Library's Federal E-Rate funding	(386,671)	(386,671)	-
Overtime cost reimbursement for security at filmings	140,129	140,129	-
Citywide Furlough Savings	(3,914,855)	-	3,914,855
Adjusted Budget Including 2nd Quarter Adjustments	\$ 401,947,368	\$ 406,211,996	\$ 7,686,305
<u>Gas Fund (EF 301)</u>			
Beginning Fund Balance			\$ 4,299,701
Unreserving/(Reserving) of Restricted Fund Balance			-
FY 09 Adopted Budget	144,834,502	146,248,993	1,414,491
Estimated All-years Carryover Budget	3,736,684	1	(3,736,683)
All-Years Carryover Budget Adjustments	(4,046,415)	(404,160)	3,642,255
City Council Approved Adjustments to Date	829,869	-	(829,869)
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	(219,888)	-	219,888
Adjusted Budget Including 2nd Quarter Adjustments	\$ 149,181,167	\$ 146,248,994	\$ 5,009,783
<u>Airport Fund (EF 320)</u>			
Beginning Fund Balance			\$ 21,378,884
Unreserving/(Reserving) of Restricted Fund Balance			8,300,000
FY 09 Adopted Budget	34,918,652	35,070,474	151,822
Estimated All-years Carryover Budget	48,127,643	36,181,372	(11,946,270)
All-Years Carryover Budget Adjustments	(50,956,066)	38,395,710	89,351,776
City Council Approved Adjustments to Date (521/522 and 511)	450,000	450,000	-
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	(83,878)	-	83,878
Adjusted Budget Including 2nd Quarter Adjustments	\$ 32,456,350	\$ 110,097,556	\$ 107,320,090
<u>Business Assistance Fund (SR 149)</u>			
Beginning Fund Balance			\$ 1,274,048
Unreserving/(Reserving) of Restricted Fund Balance			-
FY 09 Adopted Budget	1,214,532	1,431,900	217,368
Estimated All-years Carryover Budget	(48,155)	(478,337)	(430,183)
	289,210	(506,730)	
City Council Approved Adjustments to Date	-	-	-
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	(10,763)	-	10,763
Adjusted Budget Including 2nd Quarter Adjustments	\$ 1,444,824	\$ 446,833	\$ 1,071,996

Effect of 2nd Quarter Budget Adjustments on Fund Balance

	<u>Budgeted Expenditure</u>	<u>Budgeted Revenue</u>	<u>Budgeted Fund Balance</u>
<u>Towing Fund (EF 340)</u>			
Beginning Fund Balance			\$ 223,996
Unreserving/(Reserving) of Restricted Fund Balance			-
FY 09 Adopted Budget	9,825,615	9,485,161	(340,454)
Estimated All-years Carryover Budget	-	-	-
City Council Approved Adjustments to Date (521/522 and 511)	670	-	(670)
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	(29,867)	-	29,867
Adjusted Budget Including 2nd Quarter Adjustments	9,796,418	9,485,161	(87,261)
<u>Capital Projects (CP)</u>			
Beginning Fund Balance			\$ 41,084,405
Unreserving/(Reserving) of Restricted Fund Balance			1,774,042
FY 09 Adopted Budget	10,790,141	6,301,309	(4,488,832)
Estimated All-years Carryover Budget	53,652,719	26,992,488	(26,660,231)
All-Years Carryover Budget Adjustments	(75,260,540)	32,017,104	107,277,644
City Council Approved Adjustments to Date	(594,165)	(594,165)	-
Proposed 2nd Quarter Adjustments:			
Traffic Mitigation Program	2,366,371	2,366,371	-
Citywide Furlough Savings	(75,181)	-	75,181
Adjusted Budget Including 2nd Quarter Adjustments	\$ (9,120,655)	\$ 67,083,107	\$ 119,062,209
<u>Certified Unified Program Agency - CUPA (SR 131)</u>			
Beginning Fund Balance			\$ 123,510
Unreserving/(Reserving) of Restricted Fund Balance			-
FY 09 Adopted Budget	1,294,779	1,396,144	101,365
Estimated All-years Carryover Budget	-	-	-
City Council Approved Adjustments to Date	-	-	-
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	(13,604)	-	13,604
Adjusted Budget Including 2nd Quarter Adjustments	\$ 1,281,175	\$ 1,396,144	\$ 238,479
<u>Civic Center Fund (IS 380)</u>			
Beginning Fund Balance			\$ 14,683,799
Unreserving/(Reserving) of Restricted Fund Balance			(241,109)
FY 09 Adopted Budget	1,644,585	1,230,002	(414,583)
Estimated All-years Carryover Budget	2,962,504	(982,142)	(3,944,647)
All-Years Carryover Budget Adjustments	(3,305,058)	0	3,305,058
City Council Approved Adjustments to Date	961	-	(961)
Proposed 2nd Quarter Adjustments:			
Lease Purchase Agreement for parking automation equipment	87,371	87,371	-
Citywide Furlough Savings	(22,187)	-	22,187
Adjusted Budget Including 2nd Quarter Adjustments	\$ 1,368,177	\$ 335,231	\$ 13,409,744

Effect of 2nd Quarter Budget Adjustments on Fund Balance

	<u>Budgeted Expenditure</u>	<u>Budgeted Revenue</u>	<u>Budgeted Fund Balance</u>
Community Development Grants (SR 150)			
Beginning Fund Balance			\$ 3,068,241
Unreserving/(Reserving) of Restricted Fund Balance			(28,556)
FY 09 Adopted Budget	26,749,523	25,802,820	(946,703)
Estimated All-years Carryover Budget	32,256,190	33,800,448	1,544,257
All-Years Carryover Budget Adjustments	(34,328,356)	35,453,043	69,781,398
City Council Approved Adjustments to Date	5,070,310	5,070,310	-
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	(135,322)	-	135,322
Adjusted Budget Including 2nd Quarter Adjustments	\$ 29,612,346	\$ 100,126,620	\$ 73,553,959
As a matter of practice, the City does not adjust budget during the fiscal year to make the budget match actual operating experience.			
Gasoline Tax Street Improvement (SR 181)			
Beginning Fund Balance			\$ 5,371,513
Unreserving/(Reserving) of Restricted Fund Balance			-
FY 09 Adopted Budget	16,218,563	16,960,667	742,104
Prior Year Adjustment to Actuals			-
Estimated All-years Carryover Budget	16,352,885	10,371,859	(5,981,025)
All-Years Carryover Budget Adjustments	-	-	-
City Council Approved Adjustments to Date (521/522 and 511)	-	-	-
Proposed 2nd Quarter Adjustments:			
Adjusted Budget Including 1st Quarter Adjustments	\$ 32,571,448	\$ 27,332,526	\$ 132,591
General Grants (SR 120)			
Beginning Fund Balance			\$ 31,134
Unreserving/(Reserving) of Restricted Fund Balance			-
FY 09 Adopted Budget	6,657,583	6,657,583	(0)
Estimated All-years Carryover Budget	10,880,124	10,870,136	(9,987)
All-Years Carryover Budget Adjustments	(17,435,600)	17,331,984	34,767,584
City Council Approved Adjustments to Date	3,058,002	3,058,002	-
Proposed 2nd Quarter Adjustments:			
Donations for Library materials	284,196	284,196	-
UASI Grant transfer	-	-	-
Budget correction for Library's Federal E-Rate funding	386,671	386,671	-
Citywide Furlough Savings	(6,490)	-	6,490
Adjusted Budget Including 2nd Quarter Adjustments	\$ 3,824,486	\$ 38,588,573	\$ 34,795,221

Effect of 2nd Quarter Budget Adjustments on Fund Balance

	<u>Budgeted Expenditure</u>	<u>Budgeted Revenue</u>	<u>Budgeted Fund Balance</u>
<u>Special Advertising and Promotions (SR 133)</u>			
Beginning Fund Balance			\$ 2,532,078
Unreserving/(Reserving) of Restricted Fund Balance			-
FY 09 Adopted Budget	6,938,289	6,975,045	\$ 36,756
Estimated All-years Carryover Budget	-	-	
City Council Approved Adjustments to Date	752,615	368,696.00	\$ (383,919)
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	\$ (7,722)	\$ -	\$ 7,722
Adjusted Budget Including 2nd Quarter Adjustments	7,683,183	7,343,741	2,192,637
<u>Transportation (SR 182)</u>			
Beginning Fund Balance			\$ 21,831,189
Unreserving/(Reserving) of Restricted Fund Balance			-
FY 09 Adopted Budget	16,922,674	16,954,866	\$ 32,192
Estimated All-years Carryover Budget	17,318,712	1,895,567	\$ (15,423,146)
All-Years Carryover Budget Adjustments	(19,996,477)	(2,567,367)	17,429,109
City Council Approved Adjustments to Date	15,283,251	15,282,504	\$ (747)
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	(9,508)	-	9,508
Adjusted Budget Including 2nd Quarter Adjustments	29,518,653	31,565,570	23,878,106
<u>Fleet Services (IS 386)</u>			
Beginning Fund Balance			\$ 6,277,108
Unreserving/(Reserving) of Restricted Fund Balance			(190,567)
FY 09 Adopted Budget	36,339,357	35,235,105	(1,104,252)
Estimated All-years Carryover Budget	359,703	1,110,113	750,411
All-Years Carryover Budget Adjustments	(354,351)	1,407,680	1,762,031
City Council Approved Adjustments to Date	2,674,468	-	(2,674,468)
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	(91,280)	-	91,280
Adjusted Budget Including 2nd Quarter Adjustments	\$ 38,927,897	\$ 37,752,899	\$ 4,911,542
<u>General Services (IS 385)</u>			
Beginning Fund Balance			\$ 2,720,384
Unreserving/(Reserving) of Restricted Fund Balance			213,473
FY 09 Adopted Budget	36,876,801	35,957,029	(919,772)
Estimated All-years Carryover Budget	2,138,513	812,702	(1,325,811)
All-Years Carryover Budget Adjustments	(829,797)	1,291,219	2,121,016
City Council Approved Adjustments to Date	134,136	-	(134,136)
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	(212,240)	-	212,240
Adjusted Budget Including 2nd Quarter Adjustments	\$ 38,107,414	\$ 38,060,950	\$ 2,887,394

Effect of 2nd Quarter Budget Adjustments on Fund Balance

	<u>Budgeted Expenditure</u>	<u>Budgeted Revenue</u>	<u>Budgeted Fund Balance</u>
<u>Health Fund (SR 130)</u>			
Beginning Fund Balance			\$ 333,805
Unreserving/(Reserving) of Restricted Fund Balance			-
FY 09 Adopted Budget	44,918,181	45,001,379	83,198
Estimated All-years Carryover Budget	36,281,335	36,281,335	-
All-Years Carryover Budget Adjustments	(36,716,004)	35,453,043	72,169,047
City Council Approved Adjustments to Date	13,792	-	(13,792)
Proposed 2nd Quarter Adjustments: Citywide Furlough Savings	(333,964)	-	333,964
Adjusted Budget Including 2nd Quarter Adjustments	\$ 44,163,339	\$ 116,735,756	\$ 72,906,222
<u>Housing Authority Fund (SR 151)</u>			
Beginning Fund Balance			\$ 2,530,722
Unreserving/(Reserving) of Restricted Fund Balance			-
FY 09 Adopted Budget	67,457,618	65,743,450	(1,714,168)
Estimated All-years Carryover Budget	792,013	964,435	172,422
All-Years Carryover Budget Adjustments	(778,779)	961,349	1,740,129
City Council Approved Adjustments to Date	-	-	-
Proposed 2nd Quarter Adjustments: Citywide Furlough Savings	(56,591)	-	56,591
Adjusted Budget Including 2nd Quarter Adjustments	\$ 67,414,261	\$ 67,669,235	\$ 2,785,696
<u>Housing Development Fund (SR 135)</u>			
Beginning Fund Balance			\$ 32,561,078
Unreserving/(Reserving) of Restricted Fund Balance			117,552
FY 09 Adopted Budget	-	-	-
Estimated All-years Carryover Budget	66,657,962	65,511,811	(1,146,150)
All-Years Carryover Budget Adjustments	(73,584,179)	76,500,237	150,084,416
City Council Approved Adjustments to Date	21,196	-	(21,196)
Proposed 2nd Quarter Adjustments: Citywide Furlough Savings	(29,290)	-	29,290
Adjusted Budget Including 2nd Quarter Adjustments	\$ (6,934,311)	\$ 142,012,049	\$ 181,624,990
<u>Development Services Fund (SR 137)</u>			
Beginning Fund Balance (Per Adopted Budget)			\$ 903,763
Unreserving/(Reserving) of Restricted Fund Balance			-
FY 09 Adopted Budget	13,839,827	15,209,378	1,369,551
Estimated All-years Carryover Budget	-	-	-
City Council Approved Adjustments to Date	32,508	-	(32,508)
Proposed 2nd Quarter Adjustments: Citywide Furlough Savings	(118,501)	-	118,501
Adjusted Budget Including 2nd Quarter Adjustments	\$ 13,753,834	\$ 15,209,378	\$ 2,359,307

Effect of 2nd Quarter Budget Adjustments on Fund Balance

	<u>Budgeted Expenditure</u>	<u>Budgeted Revenue</u>	<u>Budgeted Fund Balance</u>
<u>Insurance Fund (IS 390)</u>			
Beginning Fund Balance			\$ (1,735,405)
Unreserving/(Reserving) of Restricted Fund Balance			1,470,000
FY 09 Adopted Budget	36,371,584	37,749,299	1,377,715
Estimated All-years Carryover Budget	-	-	
All-Years Carryover Budget Adjustments	(254,985)	(93,399)	161,586
City Council Approved Adjustments to Date	106,063	-	(106,063)
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	(102,802)	-	102,802
Adjusted Budget Including 2nd Quarter Adjustments	\$ 36,119,860	\$ 37,655,900	\$ 1,270,635
As a matter of practice, the City does not adjust budget during the fiscal year to make the budget match actual operating experience.			
<u>Employee Benefits Fund (IS 391)</u>			
Beginning Fund Balance			\$ 6,045,239
Unreserving/(Reserving) of Restricted Fund Balance			(373,645)
FY 09 Adopted Budget	227,098,045	226,361,574	(736,471)
Estimated All-years Carryover Budget	-	-	
City Council Approved Adjustments to Date	43,526	-	(43,526)
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	(39,273)	-	39,273
Adjusted Budget Including 2nd Quarter Adjustments	\$ 227,102,298	\$ 226,361,574	\$ 4,930,869
<u>Redevelopment Agency (RD)</u>			
Beginning Fund Balance			\$ 117,755,572
Unreserving/(Reserving) of Restricted Fund Balance			(2,471,412)
FY 09 Adopted Budget	142,465,986	94,303,833	(48,162,153)
Estimated All-years Carryover Budget	61,506,361	61,506,361	-
All-Years Carryover Budget Adjustments	(43,846,707)	(93,316,682)	(49,469,975)
City Council Approved Adjustments to Date	265	-	(265)
Proposed 2nd Quarter Adjustments:			
MOU w/ LBHDC to acquire real property	2,857,500	2,857,500	-
Citywide Furlough Savings	(60,486)	-	60,486
Adjusted Budget Including 2nd Quarter Adjustments	\$ 162,922,920	\$ 65,351,012	\$ 17,712,253
<u>Tideland Oil Revenue (NX 420)</u>			
Beginning Fund Balance			\$ 14,851,544
Unreserving/(Reserving) of Restricted Fund Balance			-
FY 09 Adopted Budget	363,188,961	363,016,117	(172,844)
Estimated All-years Carryover Budget	-	-	-
City Council Approved Adjustments to Date	34,096	-	-
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	(60,306)	-	60,306
Adjusted Budget Including 2nd Quarter Adjustments	363,162,751	363,016,117	14,739,006

Effect of 2nd Quarter Budget Adjustments on Fund Balance

	<u>Budgeted Expenditure</u>	<u>Budgeted Revenue</u>	<u>Budgeted Fund Balance</u>
<u>Tidelands Fund (TF)</u>			
Beginning Fund Balance			\$ 37,679,036
Unreserving/(Reserving) of Restricted Fund Balance			23,085,202
FY 09 Adopted Budget	134,673,877	122,172,834	(12,501,042)
Estimated All-Years Carryover Budget	19,850,396	9,489,851	(10,360,545)
All-Years Carryover Budget Adjustments	(23,584,851)	11,841,906	35,426,757
City Council Approved Adjustments to Date	2,124,972	750,000	(1,374,972)
Proposed 2nd Quarter Adjustments:			
Fire/Harbor MOU adjustment	1,484,037	453,814	(1,030,223)
Department of Boating and Waterways Grant	(200,000)	(200,000)	-
Deferred Capital Projects - Public Works	(1,533,860)	-	1,533,860
Deferred Capital Projects - Parks, Rec and Marine	(3,769,961)	-	3,769,961
Citywide Furlough Savings	(226,091)	-	226,091
Adjusted Budget Including 2nd Quarter Adjustments	\$ 128,818,519	\$ 144,508,405	\$ 76,454,124
<u>SERRF (EF 331)</u>			
Beginning Fund Balance			\$ 31,418,690
Unreserving/(Reserving) of Restricted Fund Balance			-
FY 09 Adopted Budget	55,212,970	47,898,000	(7,314,970)
Estimated All-years Carryover Budget	-	-	-
City Council Approved Adjustments to Date	456	-	-
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	(5,716)	-	5,716
Adjusted Budget Including 2nd Quarter Adjustments	55,207,710	47,898,000	24,109,436
<u>Police & Fire Public Safety Oil Production Act (PROP H) (SR 121)</u>			
Beginning Fund Balance			\$ 1,180,074
Unreserving/(Reserving) of Restricted Fund Balance			-
FY 09 Adopted Budget	4,756,444	3,831,677	(924,767)
Estimated All-years Carryover Budget	-	-	-
City Council Approved Adjustments to Date	-	-	-
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	(21,315)	-	21,315
Adjusted Budget Including 2nd Quarter Adjustments	4,735,129	3,831,677	276,622
<u>Development Impact Fees (SR 180)</u>			
Beginning Fund Balance			\$ 158,115
Unreserving/(Reserving) of Restricted Fund Balance			-
FY 09 Adopted Budget	1,057,653	1,043,145	(14,508)
Estimated All-years Carryover Budget	-	-	-
City Council Approved Adjustments to Date	-	-	-
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	(636)	-	636
Adjusted Budget Including 2nd Quarter Adjustments	1,057,017	1,043,145	144,243

Effect of 2nd Quarter Budget Adjustments on Fund Balance

	<u>Budgeted Expenditure</u>	<u>Budgeted Revenue</u>	<u>Budgeted Fund Balance</u>
<u>Refuse/Recycling (EF 330)</u>			
Beginning Fund Balance			\$ 26,793,360
Unreserving/(Reserving) of Restricted Fund Balance			(500,000)
FY 09 Adopted Budget	49,584,535	39,359,043	(10,225,492)
Estimated All-years Carryover Budget	(127,537)	(450,053)	(322,516)
All-Years Carryover Budget Adjustments	(71,870)	(153,410)	
City Council Approved Adjustments to Date	67,035	-	-
Proposed 2nd Quarter Adjustments:			
Citywide Furlough Savings	126,741	-	(126,741)
Adjusted Budget Including 2nd Quarter Adjustments	49,578,904	38,755,580	15,618,612

As a matter of practice, the City does not adjust budget during the fiscal year to make the budget match actual operating experience.

**General Fund
FY 09 Budget Adjustment Recap**

	Budgeted Expenditure	Budgeted Revenue	Net Impact
<u>Previous City Council Actions</u>			
Carryover of Prior Year Encumbrances (Beginning Fund Balance is Net of this Amount)	740,590	-	(740,590)
Revenue Adjustments	-	-	-
Subtotal - Ad Hoc Council Action	740,590	-	(740,590)
<u>1st Quarter Approved Budget Adjustments</u>			
Human Dignity program transfer	-	-	-
Graffiti Abatement program transfer	-	-	-
Reimbursement from Boeing Realty Corporation	-	-	-
CityPlace Parking Garage	-	-	-
City Attorney and City Prosecutor MOUs	-	-	-
Good faith deposit for Alamos Bay Marina Restaurant Pad	10,000	10,000	-
Federal E-Rate funding for new Integrated Library System	386,671	386,671	-
Subtotal - 1st Quarter	396,671	396,671	-
<u>2nd Quarter Approved Budget Adjustments</u>			
Transfer Social Services grant program from HE to CD	-	-	-
Boeing Realty Corp Cost Reimbursement Agreement	280,500	280,500	-
Wildland fire overtime	677,000	677,000	-
Unreserve funds held in trust for Library materials	35,255	35,255	-
Budget correction for Federal E-Rate funding for new Library System	(386,671)	(386,671)	-
Overtime cost reimbursement for security at filmings	140,129	140,129	-
Citywide Furlough Savings	(3,914,855)	-	3,914,855
Subtotal - 2nd Quarter	(3,168,642)	746,213	3,914,855
Total FY 09 Budget Adjustments to Date	(2,031,381)	1,142,884	3,174,265
General Fund Adjusted Budget	\$ 401,947,368	\$ 406,211,996	\$ 4,264,628

City of Long Beach
FY 09
Carry-over Budget Adjustments
Grants and Capital Projects Multi-Year Funds

BY DEPARTMENT

<u>DEPARTMENT</u>	<u>DEPARTMENT CODE</u>	<u>APPROPRIATION INCREASE/(DECREASE)</u>
Airport	AP	\$ 51,539,954
City Manager	CM	399,804
City Prosecutor	CP	14,696
Community Development	CD	4,379,024
Development services	DV	(13,565,087)
Financial Management	FM or XC	19,209,018
Fire Department	FD	1,100,324
Health	HE	153,104
Long Beach Energy	EN	309,731
Parks, Recreation & Marine	PR	8,686,043
Police Department	PD	1,043,412
Public Works	PW	(43,812,115)
Technology Services	TS	(1,123,512)
		<hr/>
TOTAL		\$ 28,334,395
		<hr/> <hr/>

BY FUND

<u>FUND</u>	<u>FUND No.</u>	<u>APPROPRIATION INCREASE/(DECREASE)</u>
Capital Projects	CP	\$ 21,607,821
Gas	EF 301	309,731
Airport	EF 320	2,828,424
Refuse/Recycling	EF 330	199,407
SERRF	EF 331	0
Civic Center	IS 380	342,554
General Services	IS 385	(1,308,716)
Fleet Services	IS 386	(5,352)
Insurance Fund	IS 390	254,985
Redevelopment	RD	(17,659,655)
General Grants	SR 120	6,555,477
Health	SR 130	434,669
Housing Development	SR 135	6,926,217
Business Assistance	SR 149	(241,055)
Community Development Grants	SR 150	2,072,165
Housing Authority	SR 151	(13,234)
Gasoline Tax Street Improvement	SR 181	(381,261)
Transportation	SR182	2,677,764
Tidelands	TF	3,734,454
		<hr/>
TOTAL		\$ 28,334,395
		<hr/> <hr/>

Fiscal Year 2009
Budget Adjustments for Furlough Savings

Attachment D

Department	Fund	Fund Title	Decrease Amount
AIRPORT	CP 201	CAPITAL PROJECTS	6,680
	EF 320	AIRPORT	83,878
			Total
			90,559
CITY AUDITOR	GP 100	GENERAL FUND	35,697
	IS 391	EMPLOYEE BENEFITS	1,732
			Total
			37,429
CITY CLERK	GP 100	GENERAL FUND	34,964
			Total
			34,964
COMMUNITY DEVELOPMENT	GP 100	GENERAL FUND	74,698
	SR 130	HEALTH	3,950
	SR 135	HOUSING DEVELOPMENT	28,313
	SR 149	BUSINESS ASSISTANCE	10,763
	SR 150	COMMUNITY DEVELOPMENT GRANTS	130,493
	SR 151	HOUSING AUTHORITY	56,591
	RD	REDEVELOPMENT FUNDS	7,694
	IS 380	CIVIC CENTER	84
	TS 401	TIDELANDS OPERATIONS	4,859
	TF 403	MARINA	1,164
	TF 411	RAINBOW HARBOR AREA FUND	555
			319,164
CITY MANAGER	GP 100	GENERAL FUND	41,191
	SR 133	SPECIAL ADVERTISING & PROMOTION	3,541
	TF 411	RAINBOW HARBOR AREA FUND	1,314
			Total
			46,047
CITY PROSECUTOR	GP 100	GENERAL FUND	75,617
			Total
			75,617
CIVIL SERVICE	GP 100	GENERAL FUND	32,020
	IS 390	INSURANCE	343
			Total
			32,363
DEVELOPMENT SERVICES	GP 100	GENERAL FUND	12,270
	SR 137	DEVELOPMENT SERVICES	118,501
	RD	REDEVELOPMENT FUNDS	48,190
	IS 380	CIVIC CENTER	1,129
	TF 411	RAINBOW HARBOR AREA FUND	1,291
			Total
			181,381
ENERGY	EF 301	GAS	219,888
	EF 331	SERRF	5,716
			Total
			225,604
FIRE	GP 100	GENERAL FUND	821,789
	SR 121	POLICE & FIRE PUBLIC SAFETY OIL PROD ACT (PROP H)	21,315
	SR 131	CUPA	6,372
	TF 401	TIDELANDS OPERATIONS	34,687
	TF 403	MARINA	15,471
			Total
			899,635
FINANCIAL MANAGEMENT	GP 100	GENERAL FUND	154,113
	SR 130	HEALTH	81
	SR 135	HOUSING DEVELOPMENT	977

Fiscal Year 2009
Budget Adjustments for Furlough Savings

Attachment D

Department	Fund	Fund Title	Decrease Amount
FINANCIAL MANAGEMENT (CONT'D)	SR 150	COMMUNITY DEVELOPMENT GRANTS	4,830
	RD	REDEVELOPMENT FUNDS	4,602
	IS 385	GENERAL SERVICES	4,968
	IS 390	INSURANCE	2,115
	IS 391	EMPLOYEE BENEFITS	10,629
	TF 401	TIDELANDS OPERATIONS	1,605
	TF 403	MARINA	723
	TF 411	RAINBOW HARBOR AREA FUND	506
		Total	185,149
HEALTH	GP 100	GENERAL FUND	45,491
	SR 130	HEALTH	329,934
	SR 131	CUPA	7,232
	IS 390	INSURANCE	13,554
		Total	396,211
HUMAN RESOURCES	IS 390	INSURANCE	15,758
	IS 391	EMPLOYEE BENEFITS	26,117
		Total	41,875
LEGISLATIVE DEPARTMENT	GP 100	GENERAL FUND	64,619
		Total	64,619
LIBRARY SERVICES	GP 103	GENERAL FUND	130,292
	IS 380	CIVIC CENTER	2,231
		Total	132,523
LAW DEPARTMENT	GP 100	GENERAL FUND	52,532
	IS 390	INSURANCE	69,484
	IS 391	EMPLOYEE BENEFITS	794
		Total	122,811
OIL PROPERTIES	NX 420	TIDELAND OIL REVENUE	60,306
		Total	60,306
POLICE	GP 100	GENERAL FUND	1,982,509
	TF 401	TIDELANDS OPERATIONS	29,753
	TF 403	MARINA	21,472
		Total	2,033,734
PARKS, RECREATION AND MARINE	GP 105	GENERAL FUND	123,258
	SR 120	GENERAL GRANTS	6,490
	SR 133	SPECIAL ADVERTISING & PROMOTION	4,181
	SR 180	DEVELOPMENT IMPACT FEES FUND	636
	SR 182	TRANSPORTATION	182
	CP 201	CAPITAL PROJECTS	1,624
	IS 390	INSURANCE	1,548
	TF 401	TIDELANDS OPERATIONS	43,549
	TF 403	MARINA	58,940
	TF 411	RAINBOW HARBOR AREA FUND	5,864
			Total
PUBLIC WORKS	GP 100	GENERAL FUND	233,795
	SR 182	TRANSPORTATION	9,326
	CP 201	CAPITAL PROJECTS	66,876
	EF 330	REFUSE/RECYCLING	126,741

Fiscal Year 2009
Budget Adjustments for Furlough Savings

Department	Fund	Fund Title	Decrease Amount
	EF 340	TOWING	29,867
	IS 380	CIVIC CENTER	18,742
	IS 386	FLEET SERVICES	91,280
	TF 401	TIDELANDS OPERATIONS	4,336
		Total	580,963
TECHNOLOGY SERVICES	IS 385	GENERAL SERVICES	207,772
		Total	207,772
		Grand Total*	6,014,997

*The estimated savings from the Harbor (\$492,768) and Water (\$263,932) Departments are not reflected above, as these departments will implement the furlough without a related Budget Adjustment. Total citywide savings are expected to be approximately \$6.8 million.