



## Legislation Text

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**File #:** 19-0245, **Version:** 1

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Recommendation to approve the Energy Resources Department's budget appropriation adjustment for FY 18 year-end; and

Increase the FY 18 appropriations in the Gas Fund (EF 301) in the Energy Resources Department (ER) by \$2,348,423, to align the budget to actual expenditures associated with higher gas commodity revenues and expenditures. (Citywide)

In FY 18, the Energy Resources Department purchased significantly more natural gas than was budgeted due to cooler winter weather that created a higher demand for gas. Revenues from the sale of natural gas were also greater than budgeted, which helped offset the higher expenses in FY 18. This increase in revenue was a result of natural gas sales from November 2017 through February 2018, and is not associated with the increased gas rates in FY 19 (December 2018). A budget adjustment in the Gas Fund is needed to align the associated budget to expenditure actuals in FY 18.

This matter was reviewed by Deputy City Attorney Amy R. Webber and by Budget Manager Grace H. Yoon on March 6, 2019.

City Council action is needed on March 19, 2019, to appropriately close the City's financial records for FY 18.

An appropriation increase in the amount \$2,348,423 in the Gas Fund (EF 301) in the Energy Resources Department (ER) is requested to align the FY 18 year-end budget to expenditure actuals. This recommendation has no staffing impact beyond the normal budgeted scope of duties and is consistent with existing City Council priorities. There is no local job impact associated with this recommendation.

Approve recommendation.

JOHN GROSS  
DIRECTOR OF FINANCIAL MANAGEMENT

APPROVED:

PATRICK H. WEST  
CITY MANAGER

