

RESOLUTION NO. 19-

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CUPERTINO
ADOPTING A CAPITAL IMPROVEMENT BUDGET FOR
FISCAL YEAR 2019-20 BY RATIFYING THE ADEQUACY OF ESTIMATED
REVENUES AND FUND BALANCES IN EACH FUND TO COVER
APPROPRIATED MONIES, APPROPRIATING MONIES THEREFROM FOR
SPECIFIED ACTIVITIES AND ACCOUNTS, AND SETTING FORTH
CONDITIONS OF ADMINISTERING SAID BUDGET**

WHEREAS, the orderly administration of municipal government is dependent on the establishment of a sound fiscal policy of maintaining a proper ratio of expenditures within anticipated revenues and available monies; and

WHEREAS, the extent of any project or program and the degree of its accomplishment, as well as the efficiency of performing assigned duties and responsibilities, is likewise dependent on the monies made available for that purpose; and

WHEREAS, the City has independently studied the proposed Capital Improvements Program (CIP) and has determined that the CIP is exempt from environmental review pursuant to the exemption in 14 Cal. Code Regs. §15601(b)(3) and §15378 in that it can be seen with certainty that there is no possibility that this action will have a significant effect on the environment because approval of the CIP is a budgeting action, and does not involve approval of any specific project that may have a significant effect on the environment;

WHEREAS, the City Council, using its independent judgment, before taking action on this Resolution, determines that the CIP is exempt from CEQA as stated above;

NOW, THEREFORE, BE IT RESOLVED that the City Council does hereby adopt the following sections as a part of its fiscal policy:

Section 1: The estimates of available fund balances and anticipated resources to be received in each of the several funds during Fiscal Year 2019-20, as submitted by the City Manager in the proposed budget and amended during the budget study sessions, are sufficient to cover appropriations.

Section 2. The Director of Administrative Services shall prepare and submit to City Council quarterly a revised estimate of Capital Improvement projects.

Section 3. The Director of Administrative Services is hereby authorized to carry over, from the prior fiscal year, unexpended appropriations for Capital Improvement projects.

Section 4. The Director of Administrative Services is hereby authorized to continue appropriations for operating expenditures that are encumbered or scheduled to be encumbered at year end.

PASSED AND ADOPTED at a regular meeting of the City Council of the City of Cupertino this 18th day of June, 2019, by the following vote:

Vote Members of the City Council
AYES:
NOES:
ABSENT:
ABSTAIN:

SIGNED: _____ Steven Scharf, Mayor City of Cupertino	_____ Date
ATTEST: _____ Grace Schmidt, City Clerk	_____ Date

**FISCAL YEAR 2019-20 PROPOSED BUDGET
FINANCIAL OVERVIEW BY FUND**

Revenue Categories	General Fund	Special Revenue Fund	Debt Service Fund	Capital Project Funds	Enterprise Funds	Internal Service Funds	2019-20 Proposed Budget Total
Sales Tax	\$ 25,637,093	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25,637,093
Property Tax	\$ 24,703,218	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 24,703,218
Transient Occupancy	\$ 9,666,056	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,666,056
Utility Tax	\$ 3,198,644	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,198,644
Franchise Fees	\$ 3,162,457	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,162,457
Other Taxes	\$ 1,181,050	\$ 453,404	\$ -	\$ -	\$ -	\$ -	\$ 1,634,454
Licenses & Permits	\$ 2,524,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,524,000
Use of Money & Property	\$ 1,330,579	\$ 15,700	\$ -	\$ -	\$ 28,000	\$ -	\$ 1,374,279
Intergovernmental	\$ 354,547	\$ 7,554,533	\$ -	\$ -	\$ 15,000	\$ -	\$ 7,924,080
Charges for Services	\$ 13,233,225	\$ 391,045	\$ -	\$ -	\$ 5,859,827	\$ 4,083,901	\$ 23,567,998
Fines & Forfeitures	\$ 615,000	\$ 10,000	\$ -	\$ -	\$ -	\$ -	\$ 625,000
Miscellaneous	\$ 882,283	\$ 163,521	\$ -	\$ -	\$ 66,000	\$ -	\$ 1,111,804
Transfers In/Other Financing Uses	\$ 612,000	\$ 1,318,000	\$ 3,172,838	\$ -	\$ 2,123,000	\$ 4,045,652	\$ 11,271,490
TOTAL REVENUE	\$ 87,100,152	\$ 9,906,203	\$ 3,172,838	\$ -	\$ 8,091,827	\$ 8,129,553	\$ 116,400,573

Appropriation Categories	General Fund	Special Revenue Fund	Debt Service Fund	Capital Project Funds	Enterprise Funds	Internal Service Funds	2019-20 Proposed Budget Total
Employee Compensation	\$ 18,821,823	\$ 1,025,568	\$ -	\$ -	\$ 1,942,661	\$ 1,336,390	\$ 23,126,442
Employee Benefits	\$ 7,825,956	\$ 504,775	\$ -	\$ -	\$ 564,863	\$ 1,596,993	\$ 10,492,587
Materials	\$ 5,668,631	\$ 728,939	\$ -	\$ -	\$ 463,844	\$ 916,106	\$ 7,777,520
Contract Services	\$ 21,683,411	\$ 727,897	\$ -	\$ 175,000	\$ 4,644,862	\$ 1,538,116	\$ 28,769,286
Cost Allocation	\$ 9,786,477	\$ 486,532	\$ -	\$ -	\$ 1,651,322	\$ 847,459	\$ 12,771,790
Capital Outlays	\$ 37,050	\$ 1,000,000	\$ -	\$ -	\$ -	\$ -	\$ 1,037,050
Special Projects	\$ 1,840,610	\$ 3,280,000	\$ -	\$ -	\$ 321,500	\$ 704,600	\$ 6,146,710
Contingencies	\$ 1,057,516	\$ 36,666	\$ -	\$ 2,500	\$ 254,184	\$ 164,925	\$ 1,515,791
Transfers Out	\$ 10,186,838	\$ 12,000	\$ -	\$ -	\$ -	\$ -	\$ 10,198,838
Debt Service/Other Uses	\$ 783,209	\$ -	\$ 3,172,838	\$ -	\$ -	\$ -	\$ 3,956,047
TOTAL EXPENDITURES	\$ 77,691,521	\$ 7,802,377	\$ 3,172,838	\$ 177,500	\$ 9,843,236	\$ 7,104,589	\$ 105,792,061
Net Increase (Decrease) in Fund Balance/Retained Earnings	\$ 9,408,631	\$ 2,103,826	\$ -	\$ (177,500)	\$ (1,751,409)	\$ 1,024,964	\$ 10,608,512