

**MOORPARK CITY COUNCIL  
AGENDA REPORT**

**TO: Honorable City Council**

**FROM: Ron Ahlers, Finance Director** 

**DATE: January 27, 2015 (City Council meeting of February 4, 2015)**

**SUBJECT: Consider Resolution Authorizing Mid-Year Amendments to Fiscal Year 2014/2015 Budget**

**BACKGROUND**

The City Council adopted a budget for fiscal year 2014/2015 on June 18, 2014, and periodically has amended it by resolution for various projects and programs. After a review of the current budget status, in anticipation of developing a budget recommendation for the new fiscal year, staff has compiled additional recommended budget amendments for the City Council's consideration.

**DISCUSSION**

The attached resolution makes several revenue and expenditure adjustments to the currently adopted 2014/2015 fiscal year budget, with an explanation for each item. Exhibit "A" summarizes the projected changes to revenues and expenditures and the net fiscal impact by fund. Revenue adjustments (Exhibit B) reflect increases and decreases, mainly in the General Fund and the Successor Agency funds. Expenditure adjustments (Exhibit C) are cost increases, omissions, or items that will not be needed this fiscal year. Total projected revenue will increase by \$17,409,591 and total projected expenditures will increase by \$18,999,705. The net impact across all funds is a decrease of \$1,590,114 to the available fund balance.

**Revenues**

General Fund revenues show an overall increase of \$249,000. Those revenues that increased are: property taxes-VLF and sales tax compensation. The decreased revenues are: Community services fee and HHW-Community Maintenance Fee. The decrease of \$650,000 for Tax Increment (Fund 9100) and the Transfer (Fund 9101) is to match the latest estimate of revenue for the Successor Agency. During November 2014 the Successor Agency refunded the 1999 and 2001 Tax Allocation Bonds by issuing the 2014 Tax Allocation Bonds. The adjustments to the various bond funds (9105 to 9109) amount to \$18,460,591 reflect this bond refunding.

Expenditures

The General Fund increases reflect increased costs for property maintenance. In the other funds, there are increased costs for network security, property maintenance, electricity and water (Walnut Acres Park).

The refunding of the 1999 and 2001 Tax Allocation Bonds are also reflected in the increased appropriations of \$18,943,201. The appropriations are mainly accounting entries which establish two new bond funds to reflect the proceeds of the 2014 refunding (Fund 9108) and the 2014 Tax Allocation Bond Debt Service (Fund 9109). The 2014 Tax Allocation Bonds will be paid off over the same time period as the old 1999 and 2001 bonds. The revenue source to pay off the bonds is the Redevelopment Property Tax Trust Fund (RPTTF); which receives the old property tax increment from the dissolved redevelopment agency. The refunding generates savings of about \$190,000 annually in debt service costs. The savings will flow through to all the taxing entities including the City of Moorpark.

**STAFF RECOMMENDATION** (Roll Call Vote Required)

Adopt Resolution No. 2015-\_\_\_\_\_ amending the fiscal year 2014/2015 budget as noted in Exhibits "A", "B" and "C" to the attached resolution.

Attachment: Resolution No. 2015-\_\_\_\_\_.

RESOLUTION NO. 2015-\_\_\_\_\_

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MOORPARK, CALIFORNIA, AUTHORIZING AN AMENDMENT TO THE FISCAL YEAR 2014/2015 ADOPTED OPERATING AND CAPITAL IMPROVEMENTS BUDGET

WHEREAS, on June 18, 2014 the City Council adopted the Operating and Capital Improvements Budget for fiscal year 2014/2015; and

WHEREAS, certain additions and adjustments to the budget are proposed to allow for effective service delivery for the balance of the fiscal year; and

WHEREAS, the City Council now wishes to amend the 2014/2015 fiscal year budget as noted in Exhibits "A", "B" and "C".

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF MOORPARK DOES HEREBY RESOLVE AS FOLLOWS:

SECTION 1. A budget amendment as more particularly described in Exhibits "A", "B" and "C" attached hereto is hereby approved.

SECTION 2. The City Clerk shall certify to the adoption of this resolution and shall cause a certified resolution to be filed in the book of original resolutions.

PASSED AND ADOPTED this 4th day of February, 2015.

\_\_\_\_\_  
Janice S. Parvin, Mayor

ATTEST:

\_\_\_\_\_  
Maureen Benson, City Clerk

Attachment: Exhibits "A", "B" and "C" – Mid Year Budget Amendment

**Exhibit "A"**  
**CITY OF MOORPARK**  
**Mid Year Budget Amendment for the 2014/2015 Fiscal Year**  
**Summary by Fund**

<b>Fund</b>	<b>Projected Revenue Increase (Decrease)</b>	<b>Projected Expenditure Increase (Decrease)</b>	<b>Net Fund Balance Impact Increase (Decrease)</b>
0100 - Internal Services	-	6,000	(6,000)
1000 - General	249,000	27,854	221,146
1010 - Library	-	6,500	(6,500)
2322 - Moorpark Highlands AD	-	7,650	(7,650)
2400 - Park Maintenance	-	8,500	(8,500)
9100 - RDA Obligation Retirement	(650,000)	-	(650,000)
9101 - RDA Economic Development	(650,000)	-	(650,000)
9105 - RDA-SA 1999 TAB Debt Service	1,956,718	1,238,782	717,936
9106 - RDA-SA 2001 TAB Debt Service	10,959,949	485,919	10,474,030
9107 - RDA-SA 2006 TAB Debt Service	616,469	552,180	64,289
9108 - 2014 Tax Allocation Bond Proceeds	2,581,681	16,420,039	(13,838,358)
9109 - RDA-SA 2014 TAB Debt Service	2,345,774	246,281	2,099,493
	<u>\$ 17,409,591</u>	<u>\$ 18,999,705</u>	<u>(\$ 1,590,114)</u>

**Exhibit "B"**  
**City of Moorpark**  
**Mid Year Budget Amendment FY 2014/15**

<b>Fund</b>	<b>A/C</b>	<b>Fund/Division Name</b>	<b>Description</b>	<b>Current Budget</b>	<b>Actual</b>	<b>Revision</b>	<b>Amended Budget</b>	<b>Explanation</b>
<b>REVENUE:</b>								
1000	3017	General Fund	Property Taxes - VLF	3,000,000	-	84,000	3,084,000	Actual amount known
1000	3040	General Fund	Sales Tax Compensation	900,000	-	457,000	1,357,000	Actual amount known
1000	3049	General Fund	Community Services Fee	155,000	-	(155,000)	-	Delay in new franchise agreement
1000	3877	General Fund	HHW-Community Maint Fee	137,000	-	(137,000)	-	Delay in new franchise agreement
						<u>249,000</u>		
9100	3020	RDA Obligation Retirement	Tax Increment Secured	3,000,000	-	(650,000)	2,350,000	Revised estimate based on ROPS submittals
						<u>(650,000)</u>		
9101	3720	RDA Economic Development	Transfer from Other Funds	1,100,391	-	(650,000)	450,391	Revised estimate based on ROPS submittals
						<u>(650,000)</u>		
9105	3400	RDA-SA 1999 TAB Debt Service	Investment Earnings	70,000	16,279	(53,721)	16,279	Refunded bonds with 2014 Tax Allocation Bonds
	3712	RDA-SA 1999 TAB Debt Service	Other Financing Sources	-	2,763,518	2,763,518	2,763,518	Refunded bonds with 2014 Tax Allocation Bonds
	3720	RDA-SA 1999 TAB Debt Service	Transfer from Other Funds	753,079	-	(753,079)	-	Refunded bonds with 2014 Tax Allocation Bonds
						<u>1,956,718</u>		
9106	3400	RDA-SA 2001 TAB Debt Service	Investment Earnings	-	4,696	4,696	4,696	Refunded bonds with 2014 Tax Allocation Bonds
	3712	RDA-SA 2001 TAB Debt Service	Other Financing Sources	-	11,559,964	11,559,964	11,559,964	Refunded bonds with 2014 Tax Allocation Bonds
	3720	RDA-SA 2001 TAB Debt Service	Transfer from Other Funds	604,711	-	(604,711)	-	Refunded bonds with 2014 Tax Allocation Bonds
						<u>10,959,949</u>		
9107	3400	RDA-SA 2006 TAB Debt Service	Investment Earnings	-	19	19	19	Issued 2014 Tax Allocation Bonds
	3712	RDA-SA 2006 TAB Debt Service	Other Financing Sources	-	616,450	616,450	616,450	Issued 2014 Tax Allocation Bonds
						<u>616,469</u>		
9108	3711	2014 Tax Allocation Bond Proceeds	Sale of Bonds	-	13,420,000	13,420,000	13,420,000	Issued 2014 Tax Allocation Bonds
	3712	2014 Tax Allocation Bond Proceeds	Other Financing Sources	-	2,581,681	2,581,681	2,581,681	Issued 2014 Tax Allocation Bonds
	3715	2014 Tax Allocation Bond Proceeds	Bond Premium	-	514,583	514,583	514,583	Issued 2014 Tax Allocation Bonds
	3718	2014 Tax Allocation Bond Proceeds	Contra-Bond Financing	-	(13,934,583)	(13,934,583)	(13,934,583)	Issued 2014 Tax Allocation Bonds
						<u>2,581,681</u>		
9109	3400	RDA-SA 2014 TAB Debt Service	Investment Earnings	-	253	253	253	Issued 2014 Tax Allocation Bonds
	3712	RDA-SA 2014 TAB Debt Service	Other Financing Sources	-	1,235,990	1,235,990	1,235,990	Issued 2014 Tax Allocation Bonds
	3720	RDA-SA 2014 TAB Debt Service	Transfer from Other Funds	-	-	1,109,531	1,109,531	Debt Service April & October 2015
						<u>2,345,774</u>		
				<b>Total Revenue Revision</b>		<b>\$ 17,409,591</b>		

**Exhibit "C"**  
**City of Moorpark**  
**Mid Year Budget Amendment FY 2014/15**

Budget Unit	A/C	Fund/Division Name	Description	Current Budget	Actual & Encumbrance	Revision	Amended Budget	Explanation
<b>EXPENDITURES:</b>								
0100.3120.0000	9103	Internal Services / Info. Systems	Special Professional Services	53,100	-	<u>6,000</u>	59,100	Network security and performance study
						<u>6,000</u>		
1000.7620.0000	9252	General / Community Facilities	Property Maintenance	87,485	84,240	13,700	101,185	Installation of additional card readers at Civic Center (\$7,900) Window graffiti film for Active Adult Center and Community Center (\$5,800)
1000.7620.2005	9252	General / Community Facilities	Property Maintenance	31,600	7,028	14,154	45,754	New carpet in CHP offices (\$8,654) Moorpark Public Safety Center - electric gate motor replacement (\$5,500)
						<u>27,854</u>		
1010.7620.0000	9252	Library / Community Facilities	Property Maintenance	12,500	5,440	<u>6,500</u>	19,000	Window graffiti film for Library
						<u>6,500</u>		
2322.7900.7901	9252	Moorpark Highlands LMD	Property Maintenance	219,718	28,259	<u>7,650</u>	227,368	Irrigation WeatherTRAK monitoring fee to Hydropoint
						<u>7,650</u>		
2400.7800.5081	9252	Park Maintenance	Property Maintenance	-	-	1,000	1,000	Walnut Acres Park Maintenance for 3 months
2400.7800.5081	9413	Park Maintenance	Electricity	-	-	2,500	2,500	Walnut Acres Park Maintenance for 3 months
2400.7800.5081	9415	Park Maintenance	Water	-	-	<u>5,000</u>	5,000	Walnut Acres Park Maintenance for 3 months
						<u>8,500</u>		
9105	9720	RDA-SA 1999 TAB Debt Service	Debt Service Interest-Bonds	148,079	69,224	(78,854)	69,225	Refunded bonds with 2014 Tax Allocation Bonds
9105	9730	RDA-SA 1999 TAB Debt Service	Debt Service Principal-Bonds	605,000	3,340,000	2,735,000	3,340,000	Refunded bonds with 2014 Tax Allocation Bonds
9105	9734	RDA-SA 1999 TAB Debt Service	Contra Debt Service Principal	(605,000)	(3,340,000)	(2,735,000)	(3,340,000)	Refunded bonds with 2014 Tax Allocation Bonds
9105	9735	RDA-SA 1999 TAB Debt Service	Other Financing Uses	-	54,583	54,584	54,584	Refunded bonds with 2014 Tax Allocation Bonds
9105	9760	RDA-SA 1999 TAB Debt Service	Other Debt Service	-	1,263,051	<u>1,263,052</u>	1,263,052	Refunded bonds with 2014 Tax Allocation Bonds
						<u>1,238,782</u>		
9106	9720	RDA-SA 2001 TAB Debt Service	Debt Service Interest-Bonds	584,711	271,258	(313,453)	271,258	Refunded bonds with 2014 Tax Allocation Bonds
9106	9730	RDA-SA 2001 TAB Debt Service	Debt Service Principal-Bonds	20,000	11,455,000	11,435,000	11,455,000	Refunded bonds with 2014 Tax Allocation Bonds
9106	9734	RDA-SA 2001 TAB Debt Service	Contra Debt Service Principal	(20,000)	(11,455,000)	(11,435,000)	(11,455,000)	Refunded bonds with 2014 Tax Allocation Bonds
9106	9735	RDA-SA 2001 TAB Debt Service	Other Financing Uses	-	37,615	37,616	37,616	Refunded bonds with 2014 Tax Allocation Bonds
9106	9760	RDA-SA 2001 TAB Debt Service	Other Debt Service	-	761,755	<u>761,756</u>	761,756	Refunded bonds with 2014 Tax Allocation Bonds
						<u>485,919</u>		
9107	9760	RDA-SA 2006 TAB Debt Service	Other Debt Service	-	552,179	<u>552,180</u>	552,180	Issued 2014 Tax Allocation Bonds
						<u>552,180</u>		
9108	9731	2014 Tax Allocation Bond Proceec	Bond Issuance Costs	-	202,116	202,116	202,116	Issued 2014 Tax Allocation Bonds
9108	9732	2014 Tax Allocation Bond Proceec	Discount on Bonds	-	129,503	129,503	129,503	Issued 2014 Tax Allocation Bonds
9108	9735	2014 Tax Allocation Bond Proceec	Other Financing Uses	-	16,088,419	<u>16,088,420</u>	16,088,420	Issued 2014 Tax Allocation Bonds
						<u>16,420,039</u>		
9109	9720	RDA-SA 2014 TAB Debt Service	Debt Service Interest-Bonds	-	-	<u>246,281</u>	246,281	Issued 2014 Tax Allocation Bonds
						<u>246,281</u>		
<b>Total Expenditure Revision</b>						<u><b>18,999,705</b></u>		