

RESOLUTION NO. 2023-XXX

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF FULLERTON, CALIFORNIA, APPROVING AND ADOPTING THE CITY OF FULLERTON'S OPERATING BUDGET FOR FISCAL YEAR 2023-24 AND APPROPRIATING THE FUNDS NECESSARY TO MEET THE EXPENDITURES SET FORTH THEREIN

WHEREAS, the City Manager of the City of Fullerton, in conformity with Section 2.09.150 of the Fullerton Municipal Code, has submitted to the Fullerton City Council (City Council) a Proposed Operating Budget (Proposed Budget) for all City Funds, including the General Fund, Water and Sewer Enterprise Funds, All Other Funds, and the Capital Improvement Program (CIP) in the total amount of \$257,855,874 for Fiscal Year (FY) 2023-24; and

WHEREAS, the General Fund is the City's chief operating fund that provides traditional municipal services to the community, such as public safety, public works, community and economic development, and parks and recreation and library programming to name a few; and

WHEREAS, it is the City's General Fund reserve policy to maintain a minimum General Fund balance of 10% of annual General Fund expenditures and shall strive to increase its reserve level to 17% (approximately two months of expenditures); and

WHEREAS, the Proposed General Fund Operating Budget, excluding transfers out, submitted herein will total \$120,884,437 for FY 2023-24 and the City is projected to meet its 17% reserves target for FY 2023-24; and

WHEREAS, the City Council held a Budget Study Session on April 18, 2023 to receive an initial review of the Proposed General Fund Budget for FY 2023-24 and planned capital projects budget in the Proposed Capital Improvement Program for FY 2023-24, to provide input and direction on the Proposed Budget; and

WHEREAS, at the Budget Study Session, a Five-Year Financial Forecast was presented which highlighted the City's fiscal position over a near term multi-year period, in which the City is projected to meet its 17% General Fund reserve target in FY 2023-24 and FY 2024-25; and also presented a plan to set aside \$5.5 million over three (3) fiscal years beginning in FY 2022-23 to meet future Measure M2 maintenance of effort matching requirements; and

WHEREAS, the City Council has considered said Proposed Budget, which herein incorporates additional City Council direction and proposed amendments provided at the Study Session and subsequent meetings, and held a public hearing on June 6, 2023, relative to its formal budget adoption for FY 2023-24; and

WHEREAS, such public hearing was duly noticed, held at a regular City Council meeting, and included public input from its residents, the business community and other interested parties.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF FULLERTON AS FOLLOWS:

Section 1. Citywide Budget. The City of Fullerton's Operating Budget for All City Funds including the General Fund, Water and Sewer Enterprise Funds and All Other Funds, and the Capital Improvement Program for FY 2023-24 is hereby approved and adopted in the amount of \$257,855,874 and will be supported by \$257,855,874 in citywide revenues and available fund balances, as presented in the FY 2023-24 Proposed Operating Budget document hereto attached as Exhibit A.

Section 2. General Fund. The Operating Budget for the City of Fullerton's General Fund for FY 2023-24 is hereby approved and adopted in the amount of \$120,884,437 in operating expenditures and \$4,174,587 in transfers out for a total General Fund Budget of \$125,059,024; and will be balanced with \$120,671,857 in operating revenues and \$7,150,000 of transfers in for a total General Fund revenue budget of \$127,821,857, as presented in the FY 2023-24 Proposed Operating Budget document hereto attached as Exhibit A.

Section 3. Assigned Fund Balance for Measure M2 Maintenance of Effort. Authorize the City Manager, or designee, to assign General Fund fund balance as presented below to meet future Measure M2 maintenance of effort matching funding levels:

- a. FY 2022-23 - \$3,000,000
- b. FY 2023-24 - \$2,000,000
- c. FY 2024-25 - \$ 500,000

Section 4. Vehicle Replacement Fund Vehicles' List. The Citywide Operating Budget for FY 2023-24 includes the City's annual Vehicle Replacement Program and hereby authorizes the City Manager, or designee, to purchase all vehicles hereto attached as Exhibit B, utilizing appropriate purchasing procedures and methods (i.e., open market, formal bidding) pursuant to the City's procurement policies and codes.

Section 5. Capital Projects. The Capital Improvement Program Budget for FY 2023-24 is hereby approved and adopted in the amount of \$41,419,550 as presented in the FY 2023-24 Proposed Operating Budget document attached hereto as Exhibit A.

Section 6. The Citywide Operating Budget adopted for FY 2023-24 shall be considered amended upon the close of FY 2022-23 to carry forward and re-appropriate: identified budget savings considered in the Proposed Budget to be re-purposed for the new fiscal year, and any outstanding encumbrances on open purchase orders, existing agreements or contracts that have not exceeded adopted budget levels.

Section 7. The Citywide Operating Budget adopted for FY 2023-24 shall be considered amended upon the close of FY 2022-23 to carry forward and re-appropriate funds for any awarded grants that have not been initiated and/or not completed, and/or reimbursable grant revenues that have not been received.

Section 8. The Capital Improvement Program budget adopted for FY 2023-24 shall be considered amended upon the close of FY 2022-23 to carry forward and re-appropriate funds for all previously approved capital improvement projects that have not been initiated and/or not completed.

Section 9. This Resolution shall become effective at the start of the new fiscal year, July 1, 2023 for Fiscal Year 2023-24.

Section 10. The City Clerk shall certify to the adoption of this Resolution.

ADOPTED BY THE FULLERTON CITY COUNCIL ON JUNE 6, 2023.

Fred Jung, Mayor

ATTEST:

Lucinda Williams, City Clerk

APPROVAL AS TO FORM:

Richard D. Jones, City Attorney

EXHIBIT A

(FY 2023-24 Budget Book is
included as Attachment 3)

EXHIBIT B

CITY OF FULLERTON
PUBLIC WORKS DEPARTMENT - VEHICLE REPLACEMENT PROGRAM
FY2023-24 REPLACEMENT SCHEDULE

| | PROGRAM | UNIT | YEAR | MAKE | MODEL | LIFE EXP | ADJ LIFE EXP | DEFERRED YEARS | REPL DATE | DEFERRED REPL DATE | PURCHASE COST | REPLACEMENT COST |
|-------------------------------|---------|------|------|----------|------------|----------|--------------|----------------|-----------|--------------------|--|-------------------|
| FIRE DEPARTMENT | | | | | | | | | | | | |
| 1 | 2224 | 120D | 2007 | CHEV | SUBURBAN | 7 | 17 | (10) | 2014 | 2024 | \$ 66,314 | \$ 120,000 |
| 2 | 2224 | 928B | 2004 | ONAN | GEN 275 KW | 17 | 20 | (3) | 2021 | 2024 | \$ 21,609 | \$ 40,200 |
| 3 | 2224 | 363B | 2003 | PIERCE | DASH | 15 | 20 | (5) | 2018 | 2023 | \$ 462,559 | \$ 775,000 |
| | | | | | | | | | | | FIRE SUBTOTAL | \$ 935,200 |
| POLICE DEPARTMENT | | | | | | | | | | | | |
| 4 | 2275 | 885B | 2016 | TOYOTA | SIENNA | 5 | 7 | (2) | 2021 | 2023 | \$ 34,132 | \$ 37,960 |
| 5 | 2276 | 895B | 2017 | HYUNDAI | SANTA FE | 7 | 7 | 0 | 2024 | 2024 | \$ 34,321 | \$ 42,210 |
| 6 | 2277 | 810B | 2019 | DODGE | CHARGER | 3 | 5 | (2) | 2022 | 2024 | \$ 36,697 | \$ 42,540 |
| 7 | 2277 | 813A | 2017 | FORD | EXPLORER | 3 | 5 | (2) | 2020 | 2022 | \$ 37,978 | \$ 48,110 |
| 8 | 2277 | 815C | 2020 | DODGE | DURANGO | 3 | 4 | (1) | 2023 | 2024 | \$ 45,390 | \$ 51,090 |
| 9 | 2277 | 818C | 2016 | FORD | EXPLORER | 3 | 6 | (3) | 2019 | 2022 | \$ 38,996 | \$ 50,880 |
| 10 | 2277 | 819A | 2016 | FORD | EXPLORER | 3 | 6 | (3) | 2019 | 2022 | \$ 38,996 | \$ 50,880 |
| 11 | 2277 | 820A | 2016 | FORD | EXPLORER | 3 | 6 | (3) | 2019 | 2022 | \$ 38,996 | \$ 50,880 |
| 12 | 2277 | 823A | 2017 | FORD | EXPLORER | 3 | 5 | (2) | 2020 | 2022 | \$ 36,898 | \$ 46,740 |
| 13 | 2278 | 408B | 2018 | HONDA | ST1300A4 | 3 | 6 | (3) | 2021 | 2024 | \$ 30,285 | \$ 36,160 |
| | | | | | | | | | | | POLICE SUBTOTAL | \$ 457,450 |
| PARKS & RECREATION | | | | | | | | | | | | |
| 14 | 2516 | 229D | 2009 | FORD | F-150 | 10 | 15 | (5) | 2019 | 2024 | \$ 20,325 | \$ 31,670 |
| | | | | | | | | | | | PARKS & RECREATION SUBTOTAL | \$ 31,670 |
| COM DEVELOPMENT | | | | | | | | | | | | |
| 15 | 2319 | 162A | 2008 | FORD | RANGER | 10 | 16 | (6) | 2018 | 2024 | \$ 17,249 | \$ 27,680 |
| | | | | | | | | | | | COMMUNITY & ECONOMIC DEVELOPMENT SUBTOTAL | \$ 27,680 |
| PUBLIC WORKS STREETS | | | | | | | | | | | | |
| 16 | 2419 | 261C | 2009 | ISUZU | TYMCO | 7 | 15 | (8) | 2016 | 2024 | \$ 110,285 | \$ 171,820 |
| 17 | 2419 | 760B | 2003 | TRIPLE L | UT610 | 10 | 21 | (11) | 2013 | 2024 | \$ 9,868 | \$ 18,360 |
| 18 | 2419 | 565C | 1999 | FREIGHT | LINER | 17 | 25 | (8) | 2016 | 2024 | \$ 80,557 | \$ 168,670 |
| 19 | 2419 | 611B | 1999 | J DEERE | 544H | 22 | 25 | (3) | 2021 | 2024 | \$ 109,581 | \$ 229,440 |
| | | | | | | | | | | | PUBLIC WORKS STREETS SUBTOTAL | \$ 588,290 |
| PUBLIC WORKS WATER | | | | | | | | | | | | |
| 20 | 2425 | 569A | 2006 | CHEV | P-2500 | 10 | 18 | (8) | 2016 | 2024 | \$ 23,679 | \$ 40,310 |
| 21 | 2425 | 603B | 2000 | CAT | 416C | 14 | 24 | (10) | 2014 | 2024 | \$ 66,258 | \$ 134,690 |
| 22 | 2425 | 798B | 2001 | ZIEMAN | 2725-A-SPL | 17 | 23 | (6) | 2018 | 2024 | \$ 18,957 | \$ 37,410 |
| 23 | 2426 | 266B | 2007 | FORD | RANGER | 10 | 17 | (7) | 2017 | 2024 | \$ 15,509 | \$ 25,630 |
| 24 | 2426 | 945A | 1995 | ONAN | GEN 100K | 22 | 29 | (7) | 2017 | 2024 | \$ 31,050 | \$ 73,170 |
| 25 | 2428 | 311D | 2014 | CHRYSLER | JEEP | 10 | 10 | 0 | 2024 | 2024 | \$ 33,612 | \$ 45,170 |
| 26 | 2428 | 312A | 2014 | CHRYSLER | JEEP | 10 | 10 | 0 | 2024 | 2024 | \$ 33,612 | \$ 45,170 |
| 27 | 2428 | 314B | 2014 | CHRYSLER | JEEP | 10 | 10 | 0 | 2024 | 2024 | \$ 33,612 | \$ 45,170 |
| | | | | | | | | | | | PUBLIC WORKS WATER OP. SUBTOTAL | \$ 446,720 |

CITY OF FULLERTON
PUBLIC WORKS DEPARTMENT - VEHICLE REPLACEMENT PROGRAM
FY2023-24 REPLACEMENT SCHEDULE

| | PROGRAM | UNIT | YEAR | MAKE | MODEL | LIFE EXP | ADJ LIFE EXP | DEFERRED YEARS | REPL DATE | DEFERRED REPL DATE | PURCHASE COST | REPLACEMENT COST |
|---|---------|------|------|------------|---------|----------|--------------|----------------|-----------|--------------------|---|---------------------|
| PUBLIC WORKS LANDSCAPE | | | | | | | | | | | | |
| 28 | 2423 | 209D | 2009 | FORD | F-350 | 12 | 15 | (3) | 2021 | 2024 | \$ 33,984 | \$ 52,950 |
| 29 | 2423 | 708A | 2004 | AGRIMENTA | TV5000 | 10 | 20 | (10) | 2014 | 2024 | \$ 17,942 | \$ 32,410 |
| 30 | 2423 | 721A | 2009 | KLOPPING | PTO-60 | 10 | 15 | (5) | 2019 | 2024 | \$ 10,200 | \$ 15,890 |
| 31 | 2423 | 763B | 2004 | MILLERBILT | TRAILER | 12 | 20 | (8) | 2016 | 2024 | \$ 5,633 | \$ 10,170 |
| 32 | 2423 | 766A | 2004 | MILLERBILT | TRAILER | 12 | 20 | (8) | 2016 | 2024 | \$ 5,633.00 | \$ 10,170 |
| 33 | 2423 | 786A | 2004 | SDI | SPRAYER | 10 | 20 | (10) | 2014 | 2024 | 10,700 | \$ 19,330 |
| PUBLIC WORKS LANDSCAPE/TREE SUBTOTAL | | | | | | | | | | | | \$ 140,920 |
| PUBLIC WORKS EQUIPMENT | | | | | | | | | | | | |
| 34 | 2416 | 155B | 2009 | FORD | FUSION | 9 | 15 | (6) | 2018 | 2024 | \$ 28,000 | \$ 43,620 |
| PUBLIC WORKS EQUIPMENT | | | | | | | | | | | | \$ 43,620 |
| PUBLIC WORKS BUILDING | | | | | | | | | | | | |
| 35 | 2413 | 503C | 2008 | FORD | F-250 | 10 | 16 | (6) | 2018 | 2024 | \$ 28,341 | \$ 45,480 |
| 36 | 2413 | 547A | 2005 | FORD | F-350 | 10 | 19 | (9) | 2015 | 2024 | \$ 29,814 | \$ 52,280 |
| 37 | 2413 | 544C | 2008 | FORD | F-250 | 10 | 16 | (6) | 2018 | 2024 | \$ 31,083 | \$ 49,880 |
| PUBLIC WORKS BUILDING SUBTOTAL | | | | | | | | | | | | \$ 147,640 |
| PUBLIC WORKS AIRPORT | | | | | | | | | | | | |
| 38 | 2331 | 601B | 1999 | JOHN DEER | JD-5210 | 17 | 25 | (8) | 2016 | 2024 | \$ 17,050 | \$ 35,700 |
| AIRPORT SUBTOTAL | | | | | | | | | | | | \$ 35,700 |
| <i>Total 38 Vehicles</i> | | | | | | | | | | | Total Vehicle Purchase Cost | \$ 2,854,890 |
| | | | | | | | | | | | Principal & Interest Payment for Two (2) 2014 Fire Pumpers | \$ - |
| | | | | | | | | | | | Admin. Indirect Cost | \$ - |
| TOTAL 64417 EXPENDITURE | | | | | | | | | | | | \$ 2,854,890 |
| | | | | | | | | | | | FY 2023-24 ISF Revenue for Vehicles | \$ 3,074,744 |
| | | | | | | | | | | | Interest Income | \$ 80,000 |
| | | | | | | | | | | | Fund 64 Balance | \$ (299,854) |
| TOTAL REVENUE | | | | | | | | | | | | \$ 2,854,890 |

**Listed vehicles are due for replacement next fiscal year. Supply chain, availability, and need of vehicles will determine actual fiscal year purchases.*