



Agenda Report

Fullerton City Council

MEETING DATE: JULY 7, 2020

TO: CITY COUNCIL / SUCCESSOR AGENCY

SUBMITTED BY: KENNETH A. DOMER, CITY MANAGER

PREPARED BY: LUCINDA WILLIAMS, CITY CLERK

SUBJECT: ESTABLISHMENT OF INFRASTRUCTURE FUND WITH
AUTOMATIC DEPOSIT OF REVENUES, ABOVE A
BASELINE, FOR DESIGNATED INFRASTRUCTURE
IMPROVEMENTS – SECOND READING OF ORDINANCE

SUMMARY

City Council introduced the first reading of an ordinance to add Fullerton Municipal Code Section 2.48.380 relating to establishment of an infrastructure fund at the June 16, 2020 City Council meeting.

RECOMMENDATION

Adopt Ordinance No. 3284.

ORDINANCE NO. 3284 – AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF FULLERTON, CALIFORNIA, ADDING CHAPTER 2.48.380 TO THE FULLERTON MUNICIPAL CODE TO ESTABLISH AN INFRASTRUCTURE FUND

PRIORITY POLICY STATEMENT

This item matches the following Priority Policy Statements:

- Fiscal and Organizational Stability
- Infrastructure and City Assets.

FISCAL IMPACT

If approved, the ordinance would require that 50% of all secured property tax and sales tax revenues, above a designated baseline as defined in the ordinance, be deposited into the newly created Infrastructure Fund. The revenue baselines, as set by ordinance, allow for continued nominal growth of recurring revenues to be used for operating expenditures in order to sustain current operations. 50% of all revenues above the

baseline are to be deposited into the Infrastructure Fund and the City Council may increase deposits into the Infrastructure Fund at their discretion.

DISCUSSION

City Council introduced Ordinance No. 3284 for first reading by title only and waived further reading of the ordinance by a 4 – 1 (No: Whitaker) vote at its June 16, 2020 meeting. The recommended action would adopt the previously introduced ordinance. The ordinance would take effect 30 days from the date of City Council adoption.

Attachments:

- Attachment 1 - Draft Ordinance No. 3284