

RESOLUTION NO. _____ (2022 SERIES)

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAN LUIS
OBISPO, CALIFORNIA, APPROVING AN AMENDMENT TO THE 2021-
22 BUDGET ALLOCATION**

WHEREAS, in accordance with the San Luis Obispo City Charter Section 802, the City Manager submitted the 2021-23 Financial Plan to Council for its review and consideration on June 1, 2021; and

WHEREAS, on June 1, 2021, the Council approved and appropriated the 2021-22 budget allocation including operating expenditures, debt service, and capital improvement plan budget (R-11251); and

WHEREAS, the City received \$6,900 in 2016 for trailhead improvements at Terrace Hill that was paid by a developer; and

WHEREAS, the revenue was deposited into the Open Space Protection Fund and currently resides in the fund balance; and

WHEREAS, the City will now be utilizing the funding to build new fences at Terrace Hill and needs to appropriate the expenditure budget from fund balance; and

WHEREAS, the City created an Insurance Fund which aggregates insurance-related expenses including insurance premiums and payment of claims for workers' compensation and excess liability and related costs; and

WHEREAS, the 2021-23 Financial Plan provides for the Insurance Fund to manage the fluctuations in the insurance programs with a reserve for the Liability Excess Insurance Program maintained at approximately 75% funded confidence level based on the prior five-year average claims experience; and

WHEREAS, the funds within the reserve for the Liability Excess Insurance Program are insufficient to cover anticipated claims and related expenses for the rest of the 2021-22 fiscal year; and

WHEREAS, the Insurance Fund balance is sufficient to cover these costs so that current transactions can take place in a timely manner.

NOW, THEREFORE, BE IT RESOLVED by the Council of the City of San Luis Obispo as follows:

SECTION 1. The 2021-22 budget is hereby amended to appropriate \$6,900 of the City's Open Space Protection Fund balance into operating budget.

SECTION 2. The 2021-22 budget is hereby amended to appropriate \$150,000 of the City's Insurance Fund balance to cover anticipated claims and related expenses for the remainder of FY 2021-22.

Upon motion of _____, seconded by _____, and on the following roll call vote:

AYES:

NOES:

ABSENT:

The foregoing resolution was adopted this _____ day of _____ 2022.

Mayor Erica A. Stewart

ATTEST:

Teresa Purrington
City Clerk

APPROVED AS TO FORM:

J. Christine Dietrick
City Attorney

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the official seal of the City of San Luis Obispo, California, on _____.

Teresa Purrington
City Clerk

R _____