

RESOLUTION NO. 2013-0156

Adopted by the Sacramento City Council

MAY 14, 2013

**APPROVE CHANGING THE MARINA FUND
FROM AN ENTERPRISE FUND TO A SPECIAL REVENUE FUND**

BACKGROUND

- A. The Sacramento Marina is a full-service seven-day-a-week operation that includes 475 berths, a fuel dock, security gates, and parking. Revenues from berth rentals and fuel sales, which are deposited into the Marina Fund, are intended to offset the cost of operation, debt service, and capital improvements.

- B. The Marina occupancy rate has declined from a sustained high of 95% in FY2004/05 to a record low of 44% in FY2012/13. As a result, the City's Marina Fund can no longer support current operations and debt service requirements. Therefore, it is recommended that the Marina Fund be changed from an enterprise fund to a special revenue fund. Enterprise funds are used to account for self-supporting City programs that provide services on a user-fee basis to the public; special revenue funds are used to account for activities supported by specific taxes or other revenue sources. Special revenue funds do not have indirect costs or in-lieu fees attributed to them. The change in the Marina Fund's fund type will eliminate the burden of these costs on Marina operations, allowing all remaining available resources net of operations and a minor capital program to be directed to debt service obligations.

**BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL
RESOLVES AS FOLLOWS:**

- Section 1. The change of the Marina Fund (6009) from an enterprise fund to a special revenue fund effective July 1, 2013, is approved.

- Section 2. The City Manager or his designee is authorized to make the necessary budget adjustments to implement the Marina Fund's change in fund type.

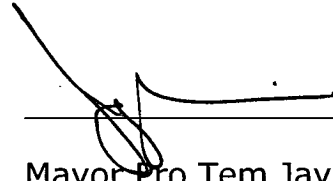
Adopted by the City of Sacramento City Council on May 14, 2013 the following vote:

Ayes: Councilmembers Cohn, Fong, Hansen, McCarty, Pannell, Schenirer, and Warren

Noes: None

Abstain: None

Absent: Councilmember Ashby and Mayor Johnson



Mayor Pro Tem Jay Schenirer

Attest:



Shirley Concolino, City Clerk