

## **RESOLUTION 2023–0209**

Adopted by the Sacramento City Council

June 20, 2023

### **Authorization to Open a Reimbursable Fund and Complete Fiscal Year (FY) 2022/23 Budget Transfers for the Sacramento City-County Office of Metropolitan Water Planning (Water Forum)**

#### **BACKGROUND**

- A. When the Water Forum was formed, two operating funds were created: Water Forum Successor Effort (WFSE) (fund 7103) and Habitat Management Element (HME) (fund 7104). However, since its inception, the Water Forum has periodically received Federal, State and/or local grant funding to implement projects that serve the Water Forum's coequal goals to: 1) Provide a reliable and safe water supply for the region's economic health and planned development through to the year 2030; and 2) Preserve the fishery, wildlife, recreational, and aesthetic values of the lower American River. Thus far, this has included but is not limited to salmonid habitat projects on the Lower American River and water use efficiency studies.
- B. The Water Forum's grant awards have grown exponentially since the Department's inception. The Department currently administers approximately \$12.9 million in Federal and State grant funds resulting in the need to separate the operating and grants funds in the HME Fund (fund 7104). A new fund titled "CCOMWP Reimbursable Fund" (fund 7105) is recommended to properly account for operating and grant financial transactions.
- C. As part of a FY2022/23 review of the Water Forum's funds, it was determined that a grant match is required for the United States Department of the Interior Bureau of Reclamation (USBR) Grant of \$58,979. Resolution (R2019-0108) did not include authority for the grant match. Staff recommends a budget transfer from the HME Fund (fund 7104) available fund balance to the American River Flood Plain and Side-Channel Restoration Project (G14140400, fund 7104).
- D. The review of the Water Forum's funds also found that labor reimbursements from the HME Fund (fund 7104) to the WFSE Fund (fund 7103) were partially completed or not completed in FY2019/20 to FY2021/22. This resulted in a FY2022/23 reimbursement of \$257,481, which caused the FY2022/23 Operating Budget to exceed the Council approved budget. Staff is recommending a budget transfer from the HME Fund (fund 7104) available fund balance to the FY2022/23 CCOMWP Operating Budget (fund 7104) in the amount of \$250,000.

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

**SECTION 1.**

The City Manager or City Manager's designee is authorized to create the CCOMWP Reimbursable Fund (fund 7105).

**SECTION 2.**

City staff is authorized to establish, implement, and reclass the financial transactions needed to record, track, and report the receipts, expenditures, and deposits of related transactions for the CCOMWP Reimbursable Fund (fund 7105), which includes reclass of budget and accounting transactions from the HME Fund (fund 7104) to the CCOMWP Reimbursable Fund (fund 7105).

**SECTION 3.**

The following budget transfers are approved from the HME Fund (7104) available fund balance:

G14140400	American River Flood Plain and Side-Channel Restoration	\$58,979
80004101	CCOMWP Operating Budget	\$250,000
<b>Total</b>		<b>\$308,979</b>

Adopted by the City of Sacramento City Council on June 20, 2023, by the following vote:

Ayes: Members Guerra, Jennings, Kaplan, Maple, Loloee, Talamantes, Valenzuela, Vang, and Mayor Steinberg

Noes: None

Abstain: None

Absent: None

Attest:  06/21/2023

Mindy Cuppy, City Clerk

*The presence of an electronic signature certifies that the foregoing is a true and correct copy as approved by the Sacramento City Council.*