

AGENDA ITEM SUMMARY

City Council



STAFF

Lawrence Pollack, Budget Director

SUBJECT

First Reading of Ordinance No. 070, 2024, Correcting Ordinance No. 003, 2024, Authorizing Transfers and Reappropriating Funds Previously Approved for the Utilities' Grid Flexibility Programs.

EXECUTIVE SUMMARY

The purpose of this item is to appropriate \$200,000 of prior year reserves in the Light and Power Fund to support Ordinance No. 003, 2024, which authorized transfers and reappropriation of funds previously appropriated for the Utilities' Grid Flexibility Programs. The ordinance, as adopted, omitted the need for \$200,000 of prior year reserves to fully fund the requested appropriation, since those funds had technically lapsed at the end of fiscal year 2023.

STAFF RECOMMENDATION

Staff recommends adoption of this Ordinance on First Reading.

BACKGROUND / DISCUSSION

Section 1 of Ordinance No. 003, 2024, adopted on February 6, 2024, should have been split into separate allocations: the first referencing the use of prior year reserves in the Light and Power Fund Water Heater and Communication Protocol Project budgets and another referencing the use of prior year reserves in the Light and Power Fund. The Ordinance, as written and adopted, indicates the full unexpended and unencumbered amount is authorized for transfer from the Light and Power Fund Water Heater and Communication Protocol Project Budgets. One of those budgets in the amount of \$200,000 lapsed at the end of fiscal year 2023 and therefore was not technically available for transfer directly from the indicated fund. This action corrects that situation by appropriating those funds from prior year reserves in the Light and Power Fund and updating the non-lapsing fund designation.

CITY FINANCIAL IMPACTS

This action will use \$200,000 of previously appropriated and unexpended Light and Power funds which lapsed at the end of 2023. This action does not create any net new appropriation other than what was approved in Ordinance No. 003, 2024.

BOARD / COMMISSION / COMMITTEE RECOMMENDATION

None.

PUBLIC OUTREACH

None.

ATTACHMENTS

1. Ordinance for Consideration
2. Ordinance No. 003, 2024 (Copy)