

RESOLUTION NO. 2013-55

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
VERNON APPROVING A BUDGET FOR THE FISCAL YEAR
2013-2014

WHEREAS, on June 19, 2012, the City Council of the City of
Vernon adopted Resolution No. 2012-99 approving a budget for the fiscal
year 2012-2013; and

WHEREAS, the City Council of the City of Vernon wishes to
establish a new budget to anticipate the requirements for fiscal year
2013-2014 for the different departments of the City of Vernon; and

WHEREAS, the expenditures proposed in the budget are well
under the limitations imposed pursuant to the Gann Initiative for
Fiscal Year 2012-2013 and the likely even higher Gann limit for Fiscal
Year 2013-2014; and

WHEREAS, the budget maintains the proper balance between
revenues and expenditures, and establishes well thought out priorities;
and

WHEREAS, approval of the budget is in the public interest.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE
CITY OF VERNON AS FOLLOWS:

SECTION 1: The City Council of the City of Vernon hereby
finds and determines that the above recitals are true and correct.

SECTION 2: The City Council of the City of Vernon finds
that this action is exempt under the California Environmental Quality
Act (CEQA), in accordance with Section 15061(b)(3), the general rule
that CEQA only applies to projects that may have an effect on the
environment.

SECTION 3: The City Council of the City of Vernon hereby approves the budget as set forth in Exhibit A, attached hereto and incorporated by reference, to anticipate the requirements for fiscal year 2013-2014 for the different departments of the City of Vernon.

SECTION 4: The anticipated revenues for the fiscal year 2013-2014 are set forth in Exhibit B, attached hereto and incorporated by reference.

SECTION 5: The City Council of the City of Vernon hereby finds and determines that certain items provided for in individual department budgets are in the nature of community promotion and education, and the City Council of the City of Vernon further finds and determines that the same are in the best interests of the City of Vernon, and necessary for the further development of the City and constitute a reasonable expenditure of public funds.

SECTION 6: The Interim City Clerk of the City of Vernon is hereby directed to file this Resolution (along with each exhibit) with the County Auditor of Los Angeles County, located at the following address, within sixty (60) days after July 1, 2013:

County of Los Angeles
Office of Auditor/Controller
Hall of Administration
500 West Temple Street
Los Angeles, CA 90012

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SECTION 7: The Interim City Clerk, or Deputy City Clerk, of the City of Vernon shall certify to the passage, approval and adoption of this resolution, and the Interim City Clerk, or Deputy City Clerk, of the City of Vernon shall cause this resolution and the Interim City Clerk's, or Deputy City Clerk's, certification to be entered in the File of Resolutions of the Council of this City.

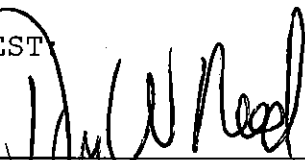
APPROVED AND ADOPTED this 18th day of June, 2013.



Name: W. Michael McCormick

Title: Mayor / ~~Mayor Pro-Tem~~

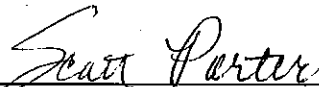
ATTEST



Dana Reed

Interim City Clerk / ~~Deputy City Clerk~~

APPROVED AS TO FORM:




Nicholas George Rodriguez, City Attorney
By: Scott E. Porter, Deputy City Attorney

STATE OF CALIFORNIA)
) ss
COUNTY OF LOS ANGELES)

I, **Dana Reed** , Interim City Clerk / ~~Deputy City Clerk~~ of the City of Vernon, do hereby certify that the foregoing Resolution, being Resolution No. 2013-55, was duly passed, approved and adopted by the City Council of the City of Vernon at a regular meeting of the City Council duly held on Tuesday, June 18, 2013, and thereafter was duly signed by the Mayor or Mayor Pro-Tem of the City of Vernon.

Executed this 24 day of June, 2013, at Vernon, California.



Dana Reed

Interim City Clerk / ~~Deputy City Clerk~~

(SEAL)

EXHIBIT A

**CITY OF VERNON
EXPENDITURE BUDGET
2013-2014**

DEPARTMENT	SALARIES	BENEFITS	SUPPLIES/ SERVICES	CAPITAL OUTLAY	TOTAL
CITY COUNCIL	\$ 186,588	\$ 99,520	\$ 74,315	\$ -	\$ 360,423
CITY ADMINISTRATION	556,006	144,221	1,052,195		1,752,422
CITY CLERK	156,201	50,363	236,620		443,184
FINANCE	423,120	110,002	438,697		971,819
TREASURER	313,689	118,046	4,650		436,385
PURCHASING	114,104	46,094	1,100		161,298
PERSONNEL	-	-	-		-
HUMAN RESOURCE	397,902	368,738	243,847		1,010,487
INFORMATION TECHNOLOGY	484,829	143,237	1,226,400	752,257	2,606,723
RISK MANAGEMENT	62,256	4,800	856,120		923,176
SUB-TOTAL ADMIN	2,694,695	1,086,021	4,133,944	752,257	8,665,917
HEALTH/ENVIRONMENTAL CTRL	636,654	196,950	89,804		923,408
HEALTH - SOLID WASTE	94,093	26,246	318,000		438,339
SUB-TOTAL HEALTH	730,747	223,196	407,804	-	1,361,747
POLICE	6,086,230	2,247,666	452,600		8,786,496
CITY ATTORNEY	509,583	142,070	527,550		1,179,203
FIRE	9,318,890	3,618,103	681,028	38,000	13,656,021
CIVIL DEFENSE	58,000	4,075	245,000		307,075
SUB-TOTAL SAFETY	15,972,703	6,011,914	1,906,178	38,000	23,928,795
ADMIN-ENGR-PLANNING	252,511	68,212	5,600		326,323
BUILDING DEPARTMENT	436,373	150,047	238,250		824,670
STREET LIGHTING			334,600		334,600
PUBLIC WORKS	1,145,816	383,890	1,005,800	4,796,429	7,331,935
INDUSTRIAL DEVELOPMENT			7,572,654		7,572,654
COMMUNITY PROMOTION			2,000,000		2,000,000
CITY GARAGE	271,771	101,627	220,000		593,398
CITY WAREHOUSE	228,529	80,108	15,300		323,937
CITY HOUSING	50,372	16,942	110,350		177,664
CITY BUILDINGS	261,277	76,275	648,450	315,000	1,301,002
SUB-TOTAL COMM SER	2,646,649	877,101	12,151,004	5,111,429	20,786,183
TOTAL GENERAL FUND	\$ 22,044,794	\$ 8,197,232	\$ 18,598,930	\$ 5,901,686	\$ 54,742,642
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**CITY OF VERNON
EXPENDITURE BUDGET
2013-2014**

DEPARTMENT	SALARIES	BENEFITS	SUPPLIES/ SERVICES	CAPITAL OUTLAY	TOTAL
RDA OBLIGATION RETIREMENT FUND			6,001,103		6,001,103
HAZARDOUS WASTE FUND	194,593	58,206	111,000		363,799
PARCEL TAX FUND			11,699,042		11,699,042
<u>UTILITIES</u>					
<u>WATER FUND</u>					
WATER OPERATIONS	992,669	362,762	5,564,700	1,385,000	8,305,131
RECYCLED WATER			155,500		155,500
SUB-TOTAL WATER	992,669	362,762	5,720,200	1,385,000	8,460,631
<u>LIGHT & POWER</u>					
FIELD OPERATIONS	496,458	140,687	164,350	275,000	1,076,495
SYSTEM DISPATCH	988,324	231,557	468,670		1,688,551
STATION A	116,470	30,967	93,000	70,000	310,437
TRANS/DISTRIBUTION			4,293,000		4,293,000
BUILDING MAINTENANCE			72,200	110,000	182,200
CUSTOMER SERVICE	191,957	70,758	204,700		467,415
ADMINISTRATION	654,996	181,269	68,222,140	735,351	69,793,756
ELECTRICAL ENG	608,572	153,336	163,050	11,157,000	12,081,958
RESOURCE MANAGEMENT	567,525	135,006	110,389,609		111,092,140
ENERGY MANAGEMENT	43,305	12,140	752,500		807,945
SUB-TOTAL L & P	3,667,607	955,720	184,823,219	12,347,351	201,793,897
GAS	420,469	108,516	51,016,938	1,149,000	52,694,923
FIBER-OPTICS	59,722	14,897	425,800	370,000	870,419
TOTAL UTILITIES	5,140,467	1,441,895	241,986,157	15,251,351	263,819,870
GRAND TOTAL	\$ 27,379,854	\$ 9,697,333	\$ 278,396,232	\$ 21,163,037	\$ 336,626,456

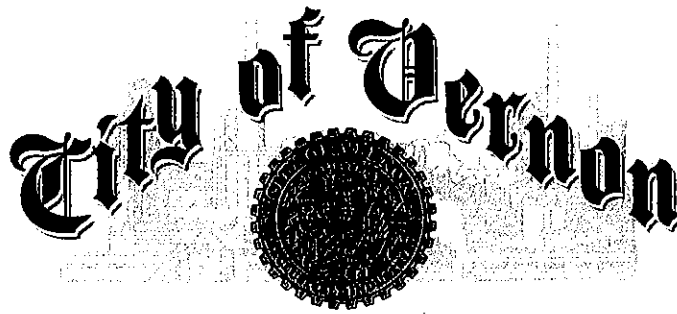
EXHIBIT B

CITY OF VERNON
ESTIMATED REVENUES
2013-2014

GOVERNMENTAL FUND TYPE		FY2014
GENERAL		
400110	SECURED PROPERTY TAX-CURRENT	\$ 2,982,300
400210	PRIOR YEAR SECURED	1,000
400310	REAL PROPERTY TRANSFER TAX	48,000
400311	BNSF	680,000
400500	PROPERTY TAX-INTEREST & PENALTIES	15,000
400610	PROP "A" FUNDS	1,500
400630	PROP "C" FUNDS	1,100
400700	HOMEOWNERS' PROPERTY TAX EXEMPTION	19,500
400820	PUBLIC SAFETY AUGMENTATION FUND	1,500
401000	UTILITY USERS TAX	1,600,000
401200	SALES AND USE TAX	4,200,000
401600	ADMINISTRATIVE FEES - SB2557	(35,000)
401650	STATE FEE - SB1186	1,200
410100	BUSINESS LICENSES	5,740,000
410210	BUILDING PERMITS	420,000
410211	FIRE PERMIT FEES	27,000
410212	ALARM PERMITS	21,000
410240	PUBLIC HEALTH PERMITS	619,200
410250	HEALTH PERMIT LATE FEES	11,350
410270	FILMING PERMITS	11,350
410280	CONDITIONAL USE PERMITS	5,000
410290	ISSUANCE FEE	25,000
410300	FRANCHISES AND AGREEMENTS	140,000
410310	SOLID WASTE FRANCHISE FEES	1,000,000
410320	SOLID WASTE FRANCHISE LATE FEES	5,000
410330	FRANCHISE FEES, PRIOR YEARS	20,000
420100	VEHICLE CODE FINES	100,000
420110	OTHER FINES	60,000
420120	DUI EMERGENCY RESPONSE	2,000
420130	VEHICLE INSPECTION FEE	1,200
420510	PARKING CITATIONS	15,000
420515	FRANCHISE TOWING FEES	80,000
420520	COMMUNITY SERVICES INCOME	20,048
420525	IMPOUNDED VEHICLE RELEASE FEES	90,000
420530	DUI VEHICLE RELEASE FEES	8,000
420535	REPOSSESSED VEHICLE RELEASE FEE	300
430110	INVESTMENT INCOME	10,000
431000	RENTS	260,000
440100	GRANT REVENUE	2,273,198
441014	OVERTIME REIMBURSEMENT REVENUE	10,000
442001	MOTOR VEHICLE IN-LIEU TAX	7,700
450110	FIRE SERVICE	24,000
450120	ENGINEERING INSPECTION FEES	15,000
450121	CONSTRUCTION REVENUE	10,000
461100	MISCELLANEOUS AND PENALTIES	5,400
466000	P.O.S.T. REIMBURSEMENT	15,000
466200	PLAN CHECK FEES	243,000
466210	RECONSTRUCTION FEE	200
466220	GREEN BUILDING STANDARDS FEE	2,000
466600	COPIES AND PUBLICATIONS	2,300
466900	MISCELLANEOUS	106,200
467000	STRIKE TEAM REIMBURSEMENT	274,500
468400	VARIANCES	3,000
499700	CREDIT FOR GARAGE WORK ORDERS	400,000
630055	LIGHT AND POWER IN-LIEU TAX	3,999,225
670010	SALE OF CAPITAL ASSETS	8,044,024
690100	TRANSFER IN - FROM OTHER FUNDS	20,257,513
SUB-TOTAL REVENUE ITEMS		\$ 53,899,808

**CITY OF VERNON
ESTIMATED REVENUES
2013-2014**

GOVERNMENTAL FUND TYPE	FY2014
GENERAL	
SUB-TOTAL REVENUE ITEMS	\$ 53,899,808
SPECIAL REVENUE:	
407500 GAS TAX 2103	1,356
407600 GAS TAX 2106	5,179
407700 GAS TAX 2107	701
407800 GAS TAX 2107.5	1,000
SUB-TOTAL GAS TAX	8,236
TOTAL GENERAL FUND	53,908,044
SPECIAL FUNDS	
060 HAZARDOUS WASTE FUND	560,000
095 PARCEL TAX REVENUES	11,699,042
SUB-TOTAL SPECIAL FUNDS	12,259,042
FIDUCIARY FUND	
022 RDA TAX INCREMENT	5,913,095
022 RDA RENTS	88,008
SUB-TOTAL FIDUCIARY FUND	6,001,103
TOTAL GOVERNMENTAL TYPE FUNDS	72,168,189
PROPRIETARY FUND TYPES	
WATER DEPARTMENT	
020 WATER - REVENUES	8,489,100
LIGHT AND POWER	
055 LIGHT AND POWER - REVENUES	166,797,526
055 LIGHT AND POWER - RESERVES APPLIED	11,231,298
VERNON NATURAL GAS FINANCING AUTHORITY (VNGFA)	
058 VNGFA - REVENUES	24,740,000
FIBER-OPTICS	
057 FIBER-OPTICS - REVENUES	505,420
GAS UTILITY	
056 GAS - REVENUES	52,694,923
SUB-TOTAL ENTERPRISE FUNDS	264,458,267
GRAND TOTAL ALL FUNDS	\$ 336,626,456



OFFICE OF THE CITY CLERK

4305 Santa Fe Avenue, Vernon, California 90058

Telephone (323) 583-8811

June 24, 2013

County of Los Angeles
Office of Auditor/Controller
Hall of Administration
500 West Temple Street
Los Angeles, CA 90012

Re: Resolution No. 2013-55 - A Resolution of the City Council of the City of Vernon
Approving a Budget for the Fiscal Year 2013-2014

To Whom It May Concern:

Transmitted herewith is a copy of Resolution No. 2013-55 that was approved by City Council on June 18, 2013.

If you have any questions regarding this matter, please call William Fox at (323) 583-8811 ext. 849.

Very truly yours,

Deborah R. Juarez
Records Management Assistant

Enclosure

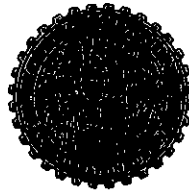
c: William Fox
Mark Whitworth
Resolution No. 2013-55

Exclusively Industrial


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JUN 13 2013

CITY CLERK'S OFFICE



STAFF REPORT
CITY ADMINISTRATION

DATE: June 18, 2013
TO: Honorable Mayor and City Council
FROM: Mark C. Whitworth, City Administrator 
RE: Adoption of the Citywide Budget for Fiscal Year 2013-2014

Recommendation

It is recommended that the City Council:

1. Find that adoption of the resolution proposed in this staff report is exempt from the California Environmental Quality Act (CEQA) in accordance with Section 15061(b)(3), the general rule that CEQA only applies to projects that may have an effect on the environment.
2. Adopt the resolution approving the citywide balanced budget for fiscal year 2013-2014, with estimated budgeted revenues of \$336,626,456 and expenditures of \$336,626,456.

Background

In an ongoing effort to manage the City's expenses the City pursued an early retirement program that is estimated to save \$2 million for the fiscal year 2013/14 and a total of \$8 million dollars over five years. In addition, the City has taken steps to reduce legal costs by hiring an in-house City Attorney which would further reduce expenses by \$1 million dollars.

On May 7th, May 21st, and June 4th, 2013 staff presented each department's preliminary budget for fiscal year 2013-2014. Since then, staff made adjustments to the budget as seen in the attachment. Budgeted Citywide expenditures have decreased by \$13,781,536 in comparison to the prior fiscal year budget. Efforts continue to further identify operational efficiencies and to reduce costs.

Department Name	Budget Category	Financial Grouping	Account String	Object Name	FY2013	(a)	(b)	(b-a)
					Final Budget	FY2014	FY2014	
					(Res. No. 2012-160)	Proposed Budget (Presented to Council)	Proposed Budget (Most Current)	Difference
FINANCE	REVENUES	Other Revenues	11.1004.431000	Rents	\$ 215,000	\$ 260,000	\$ -	\$ (260,000)
FINANCE	SUPPLIES/SERVICES	General Government	11.1004.595200	Professional Services - Technical	\$ (250,000)	\$ (257,154)	\$ (282,154)	\$ (25,000)
INDUSTRIAL DEVELOPMENT	SUPPLIES/SERVICES	Public Works	11.1023.593200	Professional Services - Legal	\$ (50,000)	\$ -	\$ (50,000)	\$ (50,000)
POLICE	SALARIES	Public Safety - Police	11.1031.501012	Salaries - Premium	\$ (1,371,593)	\$ (991,011)	\$ (996,606)	\$ (5,595)
POLICE	BENEFITS	Public Safety - Police	11.1031.502020	Retirement	\$ (1,800,800)	\$ (1,461,042)	\$ (1,462,616)	\$ (1,574)
POLICE	BENEFITS	Public Safety - Police	11.1031.502060	Medicare	\$ (91,000)	\$ (88,169)	\$ (88,250)	\$ (81)
POLICE	SUPPLIES/SERVICES	Public Safety - Police	11.1031.540000	Uniforms	\$ (3,000)	\$ (3,000)	\$ (4,500)	\$ (1,500)
POLICE	SUPPLIES/SERVICES	Public Safety - Police	11.1031.596200	Professional Services - Other	\$ (8,700)	\$ (23,700)	\$ (13,700)	\$ 10,000
FIRE	SALARIES	Public Safety - Fire	11.1033.501010	Salaries - Regular	\$ (6,849,252)	\$ (6,197,136)	\$ (6,209,268)	\$ (12,132)
FIRE	SALARIES	Public Safety - Fire	11.1033.501012	Salaries - Premium	\$ (1,562,538)	\$ (1,607,112)	\$ (1,609,622)	\$ (2,510)
FIRE	BENEFITS	Public Safety - Fire	11.1033.502020	Retirement	\$ (2,476,992)	\$ (2,066,244)	\$ (2,070,363)	\$ (4,119)
FIRE	BENEFITS	Public Safety - Fire	11.1033.502060	Medicare	\$ (136,704)	\$ (134,912)	\$ (135,124)	\$ (212)
HAZARDOUS WASTE	SALARIES	Public Safety - Fire	60.6033.501012	Salaries - Premium	\$ (109,500)	\$ (97,500)	\$ (100,500)	\$ (3,000)
HAZARDOUS WASTE	BENEFITS	Public Safety - Fire	60.6033.502020	Retirement	\$ (33,234)	\$ (29,592)	\$ (30,503)	\$ (911)
HAZARDOUS WASTE	BENEFITS	Public Safety - Fire	60.6033.502060	Medicare	\$ (1,588)	\$ (1,414)	\$ (1,457)	\$ (43)
STREET OPERATIONS	REVENUES	Intergovernmental Revenues	11.2043.440100	Grant Revenues	\$ 1,429,387	\$ 1,280,533	\$ 1,231,919	\$ (48,614)
STREET OPERATIONS	REVENUES	Intergovernmental Revenues	11.3043.440100	Grant Revenues	\$ 522,000	\$ 487,300	\$ 481,943	\$ (5,357)
STREET OPERATIONS	CAPITAL	Public Works	11.1043.900000	Capital Outlays	\$ (905,000)	\$ (3,002,000)	\$ (2,792,000)	\$ 210,000
INFORMATION TECHNOLOGY	SUPPLIES/SERVICES	General Government	11.9019.560010	Utilities - IT	\$ (38,450)	\$ (333,900)	\$ (335,900)	\$ (2,000)
INFORMATION TECHNOLOGY	SUPPLIES/SERVICES	General Government	11.9019.590110	Repair & Maintenance - IT	\$ (222,650)	\$ (493,500)	\$ (508,500)	\$ (15,000)
RECYCLED WATER	SUPPLIES/SERVICES	Cost of Sales	20.1085.500130	Purchased Water	\$ (130,000)	\$ (160,000)	\$ (145,000)	\$ 15,000
L&P ADMINISTRATION	FUND BALANCE	Fund Balance	55.9000.469300	Reserve Applied	\$ -	\$ 11,000,000	\$ 11,722,648	\$ 722,648
ENGINEERING	CAPITAL	Capital Outlays	55.9100.900000	Capital Outlays	\$ (5,662,000)	\$ (10,637,000)	\$ (11,157,000)	\$ (520,000)
					\$ (19,536,614)	\$ (14,556,553)	\$ (14,556,553)	\$ -