



City of Gonzales



Fiscal Year 2014-2015

City

&

Successor Agency

Recommended Budget

(June 16, 2014)

Gonzales will continue to be a safe, clean, family-friendly community, diverse in its heritage, and committed to working collaboratively to preserve and retain its small town charm

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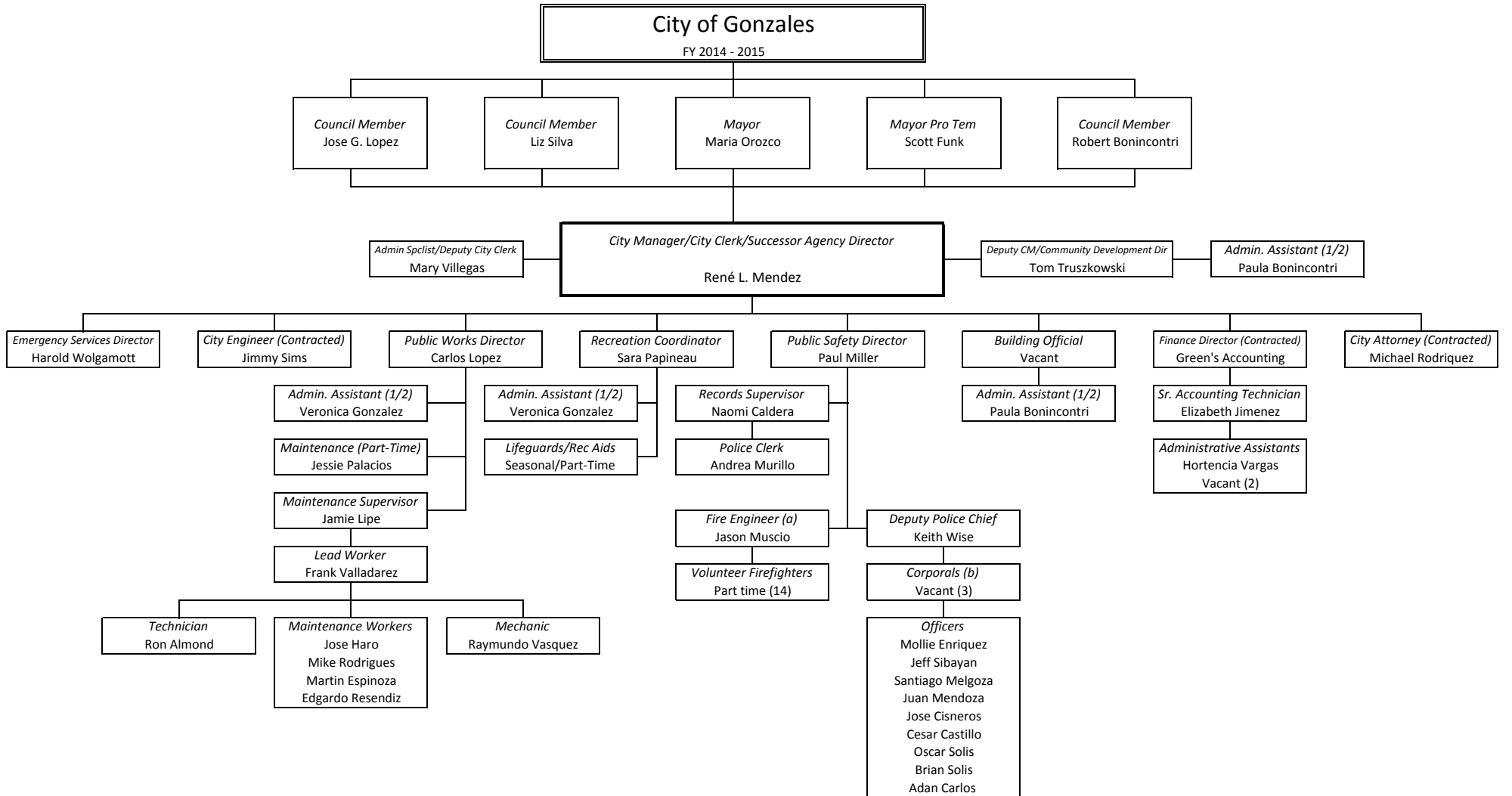
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(a) Currently serving as the Acting Fire Chief.

(b) Corporals will be filled by in-house recruitment, so there will be no increase in FTE's



City of Gonzales

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June 16, 2014

Honorable Mayor Orozco and Council Members
Chairperson Orozco and Successor Agency Board Members
P.O. Box 647
Gonzales, California 93926

Dear Council and Board Members:

I am pleased to transmit to your Council and Board the Recommended Budget for FY 2014-2015, which sets forth total Budget Requirements in the amount of \$13,946,908, which is (\$1,258,637) lower than the FY 2013-2014 amount. The main reason for the decrease is due to a reduction in capital outlay improvements to the City's water and sewer systems.

Of the overall budget amount, the General Fund portion is \$3,569,828, which is (\$45,427) or (1.3%) lower than the FY 2013-2014 Budget amount of \$3,615,255. The reasons for the decrease is mainly due to the net impact of (a) increases for legal services, (b) increase in police costs, (c) an increase in recreation and aquatics, and (d) a decrease in personnel costs due to not filling the vacant Chief Building Official position and in debt service. However, of note is that the General Fund continues to reflect the full debt payment for the 2011 Lease Revenue Bond loan to the Gonzales Redevelopment Agency that was needed to refinance the 2006 RDA Tax Anticipation Note.

As you may recall, the General Fund was used to fulfill the repayment obligation. The key and intent for this financing was that as the tax increment began to increase, the Successor Agency of the former Gonzales Redevelopment Agency would begin to repay back the General Fund and ultimately, take over all financing obligation. However, the California Department of Finance has disallowed this as an obligation of the Redevelopment Agency and has not recognized it as an enforceable obligation for payment by the Successor Agency. This matter has been appealed to DOF with no success. This is significant because if this matter is not resolved, the General Fund will have to absorb the debt service annually over the life of the financing. Clearly, the unresolved debt service matter continues to place a grey cloud over the entire budget, and the possibility of having to absorb a significant hit in the General Fund over a long period of time. As a result, as directed by Council and the Successor Agency Board, staff has initiated the process to file a lawsuit against DOF. In spite of the fact that the Recommended FY 2014-2015 City Budget is once again built with the General Fund absorbing the full impact of the 2011 Lease Revenue Bond, all effort has been made to present a budget that maintains core services.

Unlike the prior few years, the economic environment shows clear signs of improving. This can be best seen by the construction of the new Downtown Pharmacy, a 150,000 square foot expansion by Taylor Farms that will bring 300 new jobs to the community, the opening of Luigi's Restaurant (part of the Gino's family of restaurants in the Salinas Valley) to anchor our downtown business district, and the beginning construction of a new Salinas Valley Memorial Hospital Health Center.

The Proposed Budget reflects funds to undertake studies to increase the capacity of the Waste Water Treatment Plant, update the City's Impact Fees and for projects to improve the streets system. These projects are all needed to maintain the systems current, to support economic development and to position the City to take advantage of future opportunities.

The budget continues to reflect a few key initiatives to proactively grow the City's business base, which over time, will result in increased sales and property tax revenues, more jobs, and overall, a more healthy and vibrant local economy. Some of the key efforts include the Gonzales Grows Green Initiative, focused work with the property owners in the Gonzales Agricultural Industrial Business Park, the continued implementation of the Community

Development Block Grant (CDBG) Business Loan Program, the creation of a new economic development website for the City, and a leadership role in the creation of a new Regional Economic Development Website with the Monterey Bay Economic Partnership (MBEP).

Unlike the prior year, the budget does not reflect a set aside for Contingencies. However, should FY 2013-2014 close better than anticipated, staff will bring back a recommendation to set aside a contingency amount.

On the organizational side, this budget reflects the retirement of the Building Official and the continuing freezing and/or elimination of Public Works positions, Police Department positions, and an Administrative Assistant position in Finance. However, the budget does further succession planning and establish capacity at the management level of the organization by reflecting the recently approved Deputy City Manager/Community Development Director, Deputy Police Chief, and Public Works Supervisor positions.

In order to maintain a balanced budget, all General Fund budgets were reduced where possible, and all other funds were required to live within their means. In addition, all the significant reductions made over the last few years are continued, and finally, the budget once again reflects no funding for special events.

Even though the budget reflects resources to maintain key City initiatives, it needs to be stressed and highlighted, that **additional resources need to continue to be developed and/or maintained** in order to fully fund the current level of service provided by the City. To these ends, a pro-active approach continues to be implemented to grow the City's economic base. These efforts appear to be slowly paying off, which is evident in the continuing increase of the Sales Tax and Property Tax, and the development projects completed in FY 2013-2014 and/or currently being processed.

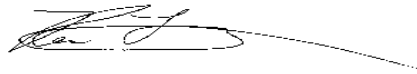
The budget also reflects proceeds from sale of surplus property estimated at \$1.3 million. Should this sale occur, an item will be brought to your Council to set aside most of these proceeds in a General Reserve account.

As your Council reviews the budget document, please keep in mind that any increases in expenditures should be done concurrently with corresponding expenditure reductions, and/or revenue increases. While the Council may wish to increase programs, it should be recognized that it would be very difficult and not all that meaningful prior to the calculating of the unaudited final Fund Balance.

The FY 2014-2015 Recommended Budget for the General Fund is once again balanced without the use of Fund Balance. It also reflects that the FY 2013-2014 year-end Fund Balance will be approximately \$900,000.

Finally, I would like to take this opportunity to express my appreciation to all my staff whose dedicated service, cooperation, and commitment to excellence made this document a possibility. I would also like to especially acknowledge and thank Maritza Villegas for her hard work and ability to juggle countless tasks at once.

Respectfully submitted,



René L. Mendez
City Manager

MEMORANDUM

TO: Honorable Mayor Orozco and City Council
Chairperson Orozco and Successor Agency

FROM: René L. Mendez, City Manager and Director

DATE: June 16, 2014

SUBJECT: City Manager and Director FY 2014-2015 Recommended Budget

RECOMMENDATION

Consider and approve the FY 2014-2015 City and Successor Agency Recommended Budget with the accompanying Resolutions on June 16, 2014 or if needed on June 17, 2014, as presented, which is balanced, maintains or funds Council priorities, and maintains acceptable service levels.

SUMMARY

The Recommended Budget for FY 2014-2015 totals \$13,946,908 of which \$3,569,828 is the General Fund. The General Fund represents an overall decrease of (\$45,427) or (1.3%) from the FY 2013-2014 Budget amount of \$3,615,255. The Proposed Budget continues to reflect the debt service payment for the 2011 RDA Financing Bailout Plan from the General Fund.

Adjusting for the debt service, the General Fund would be \$3,202,009 for FY 2014-2015, which only underscores the significance of this debt on the General Fund, and clearly illustrates why it is significant to have it recognized as an enforceable obligation by the Department of Finance. This debt notwithstanding, the primary reasons for the changes in the General Fund, are mainly due to the net impact of (a) increases for legal services, (b) increase in police costs, (c) an increase in recreation and aquatics, and (d) a decrease in personnel costs due to not filling the vacant Building Official position.

This year, the overall “operating” budget is again skewed by the “Transfers-In” of resources among funds. For example, transfers include several funds into the General Fund, from the Supplemental Law Enforcement Fund into the Public Safety Fund, and from several assessment funds into the Streets Fund. While this method clearly isolates the contribution among funds, in reality, they are “paper-only” transactions that artificially inflate the total budget by approximately \$846,610.

On the State front, the news is not as bad as has been the last few years and in fact as of the printing of this budget document, there were no impacts of significance reflected in the Governor’s Budget on cities.

The following sections in the Budget Message are intended to provide: (1) an overview on pressures on the General Fund and overall City Budget; (2) an explanation of the overall budget balancing strategy used; (3) an overview of General Fund budgets; and (4) highlights of Non-General Fund budgets and programs.

PRESSURES ON THE GENERAL FUND

Similar to the prior year, there continues to be pressures and stressors on the General Fund that have required essentially status quo programs in order to balance the budget. As will be discussed below, the largest and most immediate stressor is the non-approval by DOF of former RDA obligations approved by the Gonzales Oversight Board.

Housing Environment

The housing market continue to show signs of life, which bodes well for our local economy. In fact for the City of Gonzales, we are conservatively projecting a 2% growth rate in property taxes. Nevertheless, because the recovery is in its initial stages, it is prudent to remain conservative with this funding source.

Fuel Prices

This is highlighted because the fluctuation in fuel prices continues to place pressures on the budget. While the budget attempts to reflect adequate resources to cover fuel costs, it does not contemplate fuel costs increasing and sustaining at over \$4 per gallon for long periods of time.

Antiquated Pool

Once again, the pool is highlighted as a growing concern. Staff has done a remarkable job to keep the pool operational, but it is only a matter of time before the pool fails completely. For example, the pool's heating system required significant work on it to keep it operational. In addition, over the last two years, we reported on a new federal requirement that would have resulted in significant upgrades to the pool that were ultimately delayed by the Federal government. Nevertheless, here once again, it is only a matter of time before those requirements are implemented. Therefore, it is important to continue working towards a plan to replace, and/or upgrade the pool. To these ends, Councilmember Bonincontri volunteered and was appointed by the full Council to work with staff to come up with ways to raise funds, and bring back recommendations on the pool.

A Portion of the RDA Financing Plan Bailout Implemented in 2011 Continues to be disallowed by the State Department of Finance

As the prior couple of years, the Department of Finance (DOF) continues to disallow the General Fund reimbursement agreement with the RDA, and the City loan made as part of the 2011 Financing Plan that was implemented to refinance the RDA 2006 Tax Anticipation Note (TAN). This continues to be a significant impact to the General Fund in the magnitude of \$380,000 annually. As a result, per Council direction, staff has exhausted the administrative review process with the DOF and is moving forward with the lawsuit authorized by the Agency Board. If this issue is not resolved, over the long-run this will have significant impact to the General Fund, and will result in additional expenditure reductions, revenue increases, or a combination of both moving forward.

OVERALL BUDGET BALANCING STRATEGY

FY 2014-2015 continues the 5 Year Budget Forecast and Plan, and retains all the reductions and policies implemented over the last couple of years. The proposed strategy to use a 5-Year Budget Forecast was implemented to gradually adjust the budget over several years. A gradual adjustment phase minimizes the impact to programs, services, and employees, and allows time for conditions to improve. In addition, this year, the budget reflects the retirement of the Building Official and does not reflect the immediate filling of the position thereby generating additional savings. Specifically, the budget reflects:

Expenditure Reductions

- ❖ Freezing existing vacant positions in the Finance and Police Departments;
- ❖ Maintains vacant the Building Official position;
- ❖ Does not reflect positions in Public Works that were deleted years ago; and
- ❖ A slight reduction in debt service.

Revenues

- ❖ A modest increase to sales and property taxes;
- ❖ Proceeds from the sale of surplus property; and
- ❖ An increase to impact fee revenues expected from a few development projects.

Sale of Surplus Property

The budget reflects the sale of surplus property. Once the property is sold, an item will be brought to the Council to transfer a large amount of the proceeds to a General Reserve Budget. In addition, the Successor Agency (SA) has two properties that are required to be sold by the State and the RDA dissolution process. These SA properties will not generate a lot of revenue to the City from their sales, but will result in increased sales and property tax revenues.

OVERALL GENERAL FUND STRUCTURE

Pending budget direction, the City's General Fund is balanced with no use of Fund Balance, and a revenue amount of \$4,871,633. *These revenues include the following:*

1. A 2% growth in property taxes above actual FY 2013-2014 levels. This is very conservative estimate, but is based on prior year actual levels and discussions with the County Assessor.
2. A 2% increase in Property Taxes – VLF Adjustment from the State. This is a very conservative estimate, which is based on actual levels from FY 2013-2014.
3. A 4% change in Sales Tax revenues. This is the result of the current level of activity, the addition of Luigi's and the Taylor expansion, and projections from the HDL Companies, the City's Sales and Property Tax Consultants.
4. Continued emphasis on the General Fund being reimbursed for its administrative costs for running the various non-general fund programs, were not directly apportioned to the other funds.
5. Revenues from several grant programs including Cal-Grip 6, Community Development Block Grant (CDBG), Urban County Entitlement, and the utility funds for increased level of in-depth involvement by City management personnel.
6. A small reduction in building permits revenues based on the expected level of activity.

Consistent with Year 4 of the 5-Year Budget Forecast:

- at this time, maintains core City programs and critical infrastructure;
- maintains the existing level of employees, and continues the emphasis on establishing a succession plan for key management positions;
- funds several Vision and Mission initiatives, including pro-active economic and business development, improvements, "Gonzales Grows Green Initiative"; and
- maintains collaborative efforts on many fronts.

On the expenditure side, this budget reflects:

- maintaining an existing vacant Accounting Assistant position unfunded;
- not filling the Building Official Position;
- reductions to various expenditure line items and no fixed assets in the General Fund;
- not filling existing vacant Police Officer and Public Works positions that were deleted a few years ago;
- maintaining all the reductions implemented in FY 2013-2014; and
- continuing to outsource the Street Sweeping Program to better align it with existing resources.

Positive External Relationships

On the positive side, staff continues to work diligently to reinforce, grow, and/or establish new partnerships with the Private Sector and other agencies.

Examples of these partnerships include:

- a) Continuing the collaboration with and taking on a leadership role with the County on Countywide Economic Development Efforts.
- b) Continue working with the Monterey Business Council, the County and other Cities in a leadership position to complete the regional marketing website and business attraction efforts as a key member of the Monterey Bay Economic Partnership (MBEP).
- c) Continuing to work closely with the School District on a variety of issues, the more significant being the implementation and funding of the Community Facilities Plan.
- d) Continuing to work with the County and Monterey County Cities on a variety of regional efforts including solid waste, economic development, housing, gang suppression and transportation.
- e) Working with many smaller neighborhood organizations or groups that meet periodically.
- f) Working with the private sector to enhance and support their growth. Examples include partnerships with Coast Oil, Healthy Soil, Ramsay Highlander, Taylor Farms, Herb Meyer, Misionero Vegetables, and American Cooling.

MAJOR CITY VISION INITIATIVES REFLECTED IN THE BUDGET

The following is a list of some of the major initiatives reflected in the Budget:

- Successfully submit an application to expand the City's Sphere Influence to Local Agency Formation Commission (LAFCO);
- In partnership with the Gonzales Unified School District, obtain the site and funding for the critically needed new Elementary School;
- Continue development of the Gonzales Agricultural Industrial Business Park;
- Re-energize the Community Policing Program;
- Complete the City's new Economic Development Website and the Regional Marketing Website;
- Continue efforts to upgrade to the City's Website to make it more user-friendly and proactive, and expand social media efforts;
- Continue to increase partnerships with the City's business community;
- Maintain proactive implementation of the "Gonzales Grows Green" Initiative; and
- Continue proactive engagement of the community's youth in the future of their City.

BUDGET GOALS AND OBJECTIVES

The City Budget sets forth the foundation for major Council policy actions, and provides a fiscal "Road Map" of the direction for City government to follow now and in the future. The City Budget represents the single most important document that is prepared, reviewed, and approved on an annual basis.

The format used for this budget:

- Reflects all revenues directly in the programs for which they are to be used;
- Includes all of the City's grants and operating trust funds;
- Details fund balances of all the major funds and their uses;
- Relies on the Net City Cost concept to explain the cost to City resources. For example, a larger net negative means that it is costing the City more, and conversely a lower net negative and/or higher positive number indicates that it is costing the City less to provide the program; and
- Reflects a consistent and standard narrative format:
 1. Description of each individual budget and program.
 2. Major accomplishments by each Department in FY 2013-2014.
 3. Departmental goals for FY 2014-2015.
 4. The Recommended Budget in detail.
 5. Major policy considerations being requested.

Year 4 of the 5-Year Budget Forecast Strategy

Year 4 of the 5-Year Budget Forecast Strategy is reflected in the Proposed Budget, which is needed to continue to General Fund debt bailout of the dissolved Redevelopment Agency. Overall, as mentioned above, the General Fund is balanced through expenditure reductions and revenues. Even though the budget is lean, it maintains the following Budget Priorities:

1. City Vision and Mission point the direction
2. Maintain existing valuable workforce
3. No increase in Net City Cost
4. Maintain critical services (i.e. Public Safety, and Sewer and Water)
5. Maintain critical infrastructure
6. Honors all debt obligations
7. Strives to maintain a \$1 million General Fund Balance

As outlined above and in the Strategy, maintaining the priorities was done by:

- Maintaining the reductions implemented over the last couple of years;
- Not funding vacant positions in Finance, Police, and Public Work Departments
- Utilizing other funds where appropriate
- Continuing the Gonzales Grows Green Initiative
- Continuing proactive economic development efforts
- Continuing efforts to reduce and/or control costs wherever possible

The following principles and goals have been maintained:

- The Budget is balanced so that available and estimated revenues equal appropriations;
- Whenever possible, the Budget is balanced with ongoing and known revenue sources equaling ongoing and reasonably expected expenses;
- To the extent possible, one-time money is not used for ongoing operations;
- To the extent possible, one-time money is used for one-time expenditures;
- Service levels are maintained at the highest level within funding constraints;

- Prudent General Reserves are maintained;
- Discretionary revenues are maximized to provide the Council with options to fund beneficial local programs and services; and
- Accuracy and accountability in estimating and monitoring revenues and expenses during the fiscal year will continue to improve.

In reference to Year 4 of the 5-Year Budget Forecast, the following revenue and/or expenditure guidelines were followed in developing this budget:

Revenues

- Maximized the use of the garbage fund franchise fee revenues to the General Fund;
- Cautiously increased Sales Tax levels to reflect current and expected activity;
- Reflect a 2% growth in property tax revenues, which is based on actual received revenues in FY 2013-2014, discussions with the County Assessor and the increased in assessed values due to the Taylor Expansion, the new Health Center, and the opening of Luigi's Restaurant;
- Aggressively pursue grants. For example, the 2014-2015 Fiscal Year will see a \$20,000 grant from the Monterey County Office of Education (MCOE) for implementation of the Positive Behavioral Intervention Systems Change Model with our youth, and \$400,000 Proposition 84 grant to develop infrastructure systems to meet the State requirement for storm water; and
- Continued to look for additional revenue opportunities for the City.

Expenditures

In general, expenditures:

- Are kept low throughout the budget;
- Cover all debt service payments including the (a) 2003 RDA Bond, (b) the private placement financing that was utilized to expand the Wastewater Treatment Plant and expand water storage capacity, (c) the Solar Project, and (d) the 2011 Financing Plan that was used to refund of the 2006 Tax Anticipation Note (TAN);
- Generally maintain employee salaries and benefits constant; but at the same, time provides flexibility to (a) conclude negotiations on a new 5-Year Memorandum of Understanding (MOU) with the Police Officers Association (POA) and the Police Supervisors Association (PSA); and (b) provide some restoration of benefit and/or cost of living adjustment to the workforce;
- Maintain all existing vacant positions unfunded; and
- Reflect continuing development of a succession plan for key management positions.

PROJECTED FUND BALANCES

As of the writing of this document, the final fund balances for all major funds were not yet available; therefore, estimates of year-end fund balances for all major funds have been relied upon to balance the budget. Though the FY 2013-2014 was almost over at the time this message was prepared, the estimates can and will probably change after the Finance Department closes the accrual period at the end of July. The accrual period is very important because it is used to clean up and/or eliminate encumbrances (funds kept "on hold" for contracts and purchases made at the end of the fiscal year), and to receive revenue that is due to the City, and comes in arrears (this is typical of many grant programs and sale tax revenues).

It is important to realize that Fund Balance is not a fund or a separate account, but by definition, is simply the difference between the assets and liabilities of a governmental fund. While it is critical to keep a close watch on fund balance levels and not become too reliant on it, in all likelihood, there will always be a fund balance. The key is for the organization to identify what areas generate the fund balance.

- Based on the level activity projected for the few weeks left in the fiscal year, the year-end 2013-2014 General Fund - Fund Balance is estimated to be approximately \$900,000.

The following table is a summary of the projected Fund Balances of some of the major funds and their recommended uses. Exhibit A is a preliminary listing of the cash position of all the City's funds as of April 2014, which is as good gauge on where many of these funds are going to finish. As with the General Fund, many of these estimates can and will probably change after the Finance Department closes the accrual period at the end of July.

Fund	Projected FY 13/14 Fund Balance Total	Recommended Uses / Net Cost	FY 14/15 Projected Year-end Balance
General Fund /a	\$900,00	\$1,000,000 to 1,300,000	\$1,900,000 to \$2,200,000
Business Loan Grant (123)	170,000	70,000	240,000
Air Pollution Control Fund (124)	60,000	21,000	81,000
Street Fund (130)/b	468,000	Capital Projects & Street Main. (410,867)	57,133
Fire Impact Fund (190)	41,500	16,600	58,100
Sphere of Influence Impact (201)	71,500	LAFCO Sphere Application (53,394)	18,106
Sewer Impact Fund (230)	769,000	380,000	1,149,000
Circulation System Impact Fund (235)	278,000	312,835	590,743
Water Impact Fund (240)	800,000	34,500	834,500
Public Facilities Impact Fund (241)	45,000	Plan for City Hall (19,940)	25,060
Storm Drainage Impact Fund (245)	82,000	Engineering (1,500)	80,500
Park Impact Fund (25)	47,000	Capital Projects (18,800)	28,200
Signalization Impact Fund (260)	433,000	Capital Projects (149,000)	284,000
JPA Fund (460)	250,000	Economic Development Efforts (55,000)	195,000
Water Fund (520)	2,700,000	Operations, debt service, capital projects, fixed assets (1,009,870)	1,688,666
Sewer Fund (530)	1,350,848	Operations, debt service, capital projects, fixed assets (574,657)	776,191

/a General Fund Balance is in essence the projected General Fund Reserve.

/b Based on the recommendation by the State Controller, Funds 130 and 180 were combined for the 2014-2015 Fiscal Year

TOTAL BUDGET REQUIREMENTS

Exhibit B provides a Summary of Expenditures and Revenues by fund. It is the same straightforward format used for the monthly financial reports. This summary is the basis for the discussion below.

Expenditures

Total expenditures for the FY 2014-2015 Recommended Budget are \$13,946,908, which is (\$1,258,637) or (8.3%) lower than FY 2013-2014 Budget. The decrease is primarily due to less capital projects in the Water and Sewer Enterprise Funds. As illustrated in the graph on the following page, Total City Expenditures, the General Fund Budget comprises 25.6% of the total expenditures or \$3,569,828 million; followed by the Water Fund at 18.8% or \$2.6 million; the Sewer Fund at 10.8% or \$1.5 million; the Successor Agency at 9.4% or \$1.3 million, and the Garbage Fund at 7.9% or \$1.1 million.

The decrease in the City Budget is the net result of:

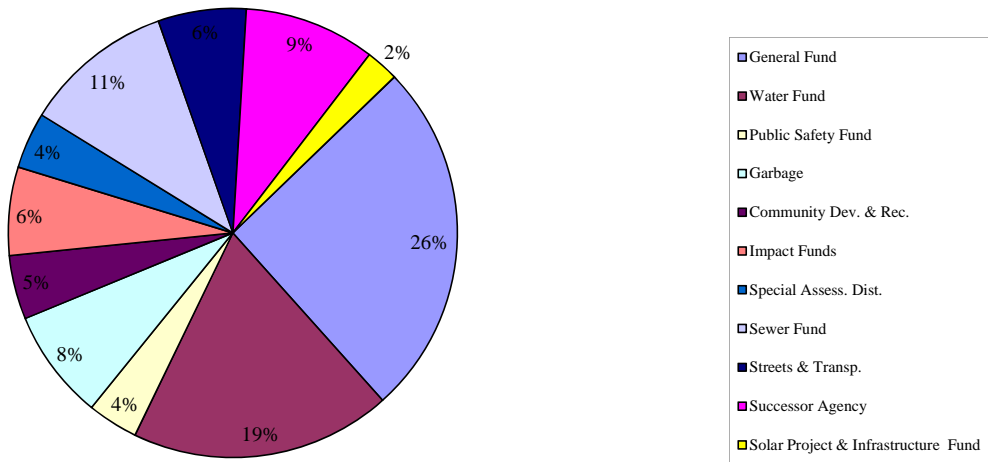
- Several capital projects being completed like the restoration of the water ball, the maintenance upgrade to the 3 water storage tanks, and the ADA improvements to sidewalks on the southwest side of the City;
- No longer reflecting the purchase of the replacement water tender for the Fire Department;
- A decrease in the General Fund spread out across several budgets;
- An increase in the sewer fund to intensify planning efforts to increase capacity at the waste water treatment plant, acquire options to purchase property and capital improvements to the system;
- Continuation of the General Fund absorbing the debt service for the RDA bailout implemented in 2011;
- Maintaining vacant positions in Finance and the Public Works Departments frozen, and the Building Official unfilled; and
- The \$846,610 in transfers throughout funds in the budget (Exhibit C).

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**TOTAL CITY EXPENDITURES
FY 2014-2015**

City Funds	FY 2013-14 Adopted Budget	FY 2014-15 Recommended Budget	FY 2014-15 % of Total Budget	Net Difference	% Difference
General Fund	\$ 3,615,255	3,569,828	25.60%	\$ (45,427)	-1.3%
Water Fund	3,705,858	2,621,922	18.80%	\$ (1,083,936)	-29.2%
Public Safety Fund	561,883	510,340	3.66%	\$ (51,543)	-9.2%
Garbage	1,057,816	1,107,620	7.94%	\$ 49,804	4.7%
Community Dev. & Rec.	630,183	643,246	4.61%	\$ 13,063	2.1%
Impact Funds	1,318,561	885,894	6.35%	\$ (432,667)	-32.8%
Special Assess. Dist.	618,552	567,893	4.07%	\$ (50,659)	-8.2%
Sewer Fund	1,442,259	1,508,403	10.82%	\$ 66,144	4.6%
Streets & Transp.	657,520	884,267	6.34%	\$ 226,747	34.5%
Successor Agency	1,293,293	1,315,184	9.43%	\$ 21,891	1.7%
Solar Project & Infrastructure Fund	304,365	332,311	2.38%	\$ 27,946	9.2%
TOTAL	\$ 15,205,545	\$ 13,946,908		\$ (1,258,637)	-8.3%

**Total City Expenditures
FY 2014-2015**



Revenues

Total revenues for the Recommended Budget are \$13,831,186, which is \$2,126,582 or 18% more than the FY 2013-2014 Budget. As reflected in the graph on the following page, *Total City Revenues*, the General Fund comprises 35% or \$4,871,633 million of the total budget, followed by the Water Fund at 12% or \$1,612,052 million, and the Successor Agency at 9.8% or \$1,360,720 million.

The change in overall revenues is the net result of:

- Revenue from the sale of surplus property;
- A modest increase in property taxes, sales tax, and Property Tax-VLF adjustment revenues from the State;
- An increase in expected impact fees;
- A slight decrease in building permits; and
- The transfers of resources among funds throughout the budget.

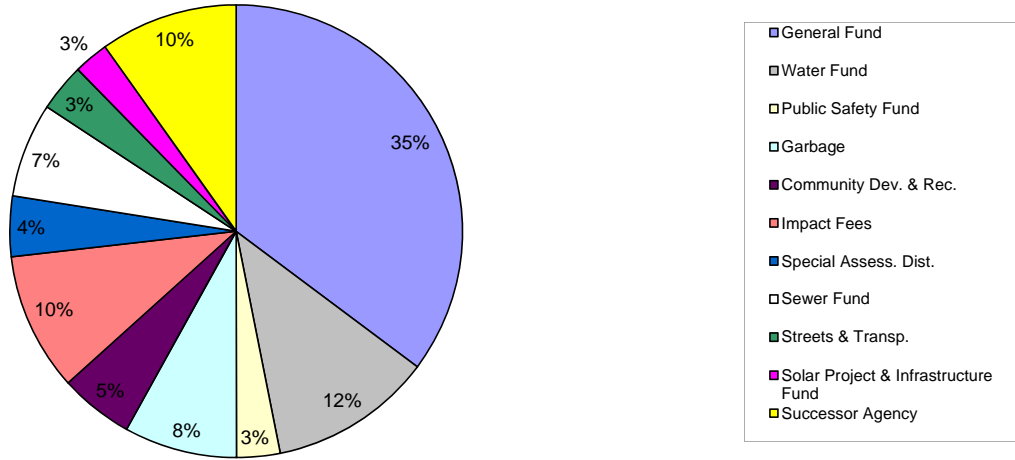
The overall budget reflects expenditures exceeding revenues, which is primarily due to existing reserves (fund balance) being used in the Water and Sewer Enterprise and Street Funds to cover several capital projects.

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**TOTAL CITY REVENUES
FY 2014-2015**

City Funds	FY 2013-14 Adopted Budget	FY 2014-15 Recommended Budget	FY 2014-15 % of Total Budget	Net Difference	% Difference
General Fund	\$ 3,615,255	\$ 4,871,633	35.22%	\$ 1,256,378	34.8%
Water Fund	1,666,325	1,612,052	11.66%	(54,273)	-3.3%
Public Safety Fund	540,891	430,000	3.11%	(110,891)	-20.5%
Garbage	1,137,519	1,113,844	8.05%	(23,675)	-2.1%
Community Dev. & Rec.	656,863	730,586	5.28%	73,723	11.2%
Impact Fees	465,107	1,367,215	9.89%	902,108	194.0%
Special Assess. Dist.	596,567	593,970	4.29%	(2,597)	-0.4%
Sewer Fund	960,509	933,756	6.75%	(26,753)	-2.8%
Streets & Transp.	486,210	473,400	3.42%	(12,810)	-2.6%
Solar Project & Infrastructure Fund	283,865	344,010	2.49%	60,145	21.2%
Successor Agency	1,295,493	1,360,720	9.84%	65,227	
TOTAL	\$ 11,704,604	\$ 13,831,186		2,126,582	18%

**Total City Revenues
FY 2014-2015**



OVERALL DISCUSSION OF GENERAL FUND BUDGET

Budget Parameters

As mentioned previously, the recommended budget utilizes Year 4 of the 5-Year Budget Forecast Model. In addition, staff relied on the Vision and Mission and Council priorities to prepare the budget with the following parameters:

- Minimize increase in the City's Net Cost;
- Existing vacancies remain unfilled;
- No new positions are recommended;
- Generally maintain employee salaries and benefits constant; but at the same time, provides flexibility to (a) conclude negotiations on a new 5-Year Memorandum of Understanding (MOU) with the Police Officers Association (POA) and the Police Supervisors Association (PSA); and (b) provide some restoration of benefit and/or cost of living adjustment to the workforce;
- Accurately allocate personnel and administrative costs among all the funds as appropriate.

Departmental Budget Requests

The budget includes individual narrative sheets for each budget that illustrate a variety of information, including a Recommended Budget and Major Policy Consideration section. No programs are provided with all needed resources, but are provided sufficient resources to keep current operations moving forward.

Expenditures

In order to balance the budget: (a) personnel and administrative costs were spread directly to all the funds as appropriate and justified; (b) in general, no fixed assets are funded; (c) overtime costs in Police are controlled; (d) all the reductions implemented in FY 2013-2014 are maintained; and (e) vacant positions are maintained frozen, including the Building Official position.

Revenues

The Requested Budget reflects (1) a 2% increase to property taxes based revenues; (2) a slight decrease to building permit revenues; (3) increase to the property taxes triple flip and VLF adjustment from the State; (4) a modest increase grant in sales taxes; and (5) proceeds from the sale of surplus property.

Use of General Fund - Fund Balance

As described under the Fund Balance section above, the Proposed Budget reflects no use of Fund Balance for FY 2014-2015. In fact, as anticipated if surplus property is sold, a recommendation will be brought back to the Council to set aside at least \$1 million in a new General Reserve budget.

TOTAL GENERAL FUND BUDGET AND FINANCING REQUIREMENTS

Expenditures

As illustrated in the graph on the following page, General Fund Expenditures, overall, General Fund expenditures total \$3,569,828 which is (1.3%) or (\$45,427) lower than the prior year. As shown, Police continues to be the largest General Fund program at 51% or \$1,824,292 million; followed by the Debt Service for the financing provided as a loan to the RDA at \$367,819 or 10.3%; and then Parks, Recreation and Aquatics at 331,109 or 9.3%.

The small reduction in expenditures is mainly due to the net impact of: (a) maintaining all vacant positions frozen, including the retiring Building Official, (b) expected increases in fiscal and legal costs, (c) maintaining all the reductions implemented in FY 2013-2014, and (d) continuation of the debt service payment for the loan that was provided to the RDA.

For comparison purposes, the following table illustrates the impact from the RDA Debt to the General Fund Budget. It is significant to point that without the debt, the General Fund is actually 3% lower than the previous year; which clearly illustrates the importance of the debt service being recognized as an Enforceable Obligation of the Gonzales Successor Agency by the California Department of Finance.

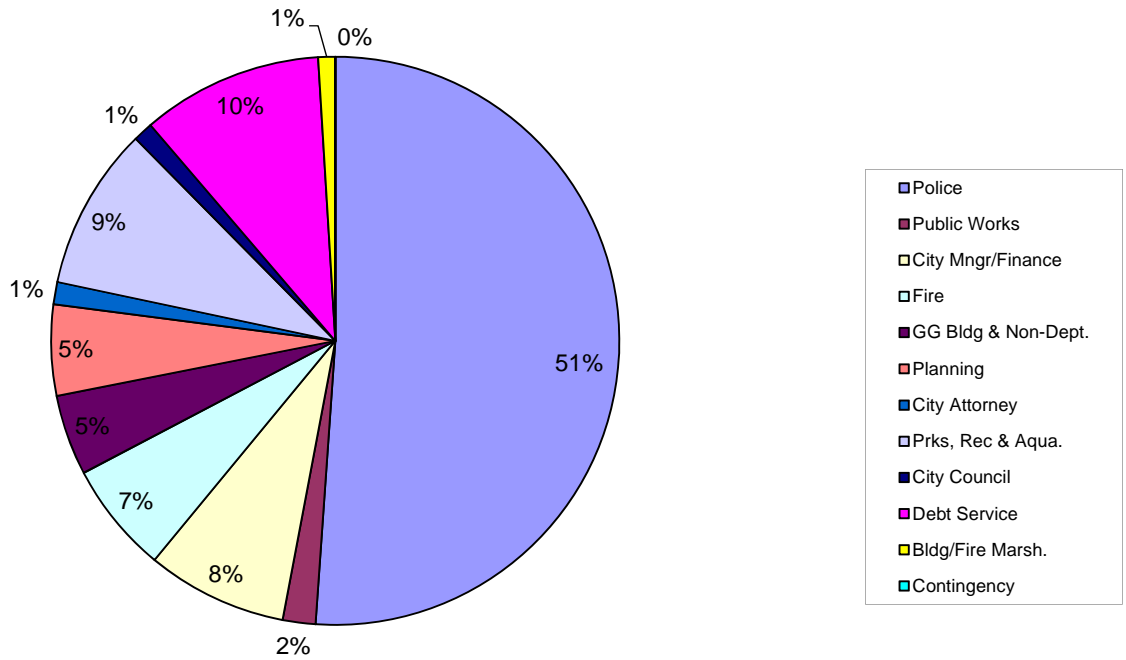
	FY 2013-2014	FY 2014-2015	Difference	% Diff
Total Budget	\$3,615,255	\$3,569,828	(\$45,427)	(1.3%)
2011 Financing Bailout of the RDA (Annual Debt Service)				
2011 Financing Bailout of RDA (Annual Debt Service)	(385,819)	(367,819)	0	0
Adjusted Budget	\$3,299,436	3,202,009	(\$97,427)	(2.9%)

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**GENERAL FUND EXPENDITURES
FY 2014-2015**

Departments	FY 2013-14 Adopted Budget	FY 2014-15 Recommended Budget	FY 2014-15 % of Total Budget	Net Difference	% Difference
Police	1,809,356	1,824,292	51.10%	14,936	0.83%
Public Works	65,945	66,764	1.87%	819	1.24%
City Mngr/Finance	289,930	285,691	8.00%	(4,239)	-1.46%
Fire	216,756	225,930	6.33%	9,174	4.23%
GG Bldg & Non-Dept.	169,081	163,600	4.58%	(5,481)	-3.24%
Planning	183,232	184,720	5.17%	1,488	0.81%
City Attorney	35,000	45,000	1.26%	10,000	28.57%
Prks, Rec & Aqua.	299,762	331,109	9.28%	31,347	10.46%
City Council	41,195	40,200	1.13%	(995)	-2.42%
Debt Service	385,819	367,819	10.30%	(18,000)	0.00%
Bldg/Fire Marsh.	99,179	34,703	0.97%	(64,476)	-65.01%
Contingency	20,000		0.00%	(20,000)	
TOTAL	\$ 3,615,255	\$ 3,569,828		\$ (45,427)	-1.26%

**General Fund Expenditures
FY 2014-2015**



Revenues

The next graph, General Fund Revenues, illustrates the major revenue sources of the General Fund. Overall, revenues total \$4,871,633, which is \$1,256,378 or 34.8% higher than the prior fiscal year. The largest source is the one time Sale of Property at \$1,397,000 or 28.7%, followed by Other Taxes and SVSWA Fee at \$692,400 or 14.2% and the Sales, Use Tax and Triple flip at \$680,000 or 14%. This is followed by Motor Vehicle in Lieu/VLF Adjustment at \$610,083 or 12.5%, and Property Taxes at 10.3% or \$503,000. FY 2014-2015 continues the trend of the last few years that continue to see modest gains in tax revenues, further indicating a recovering economy.

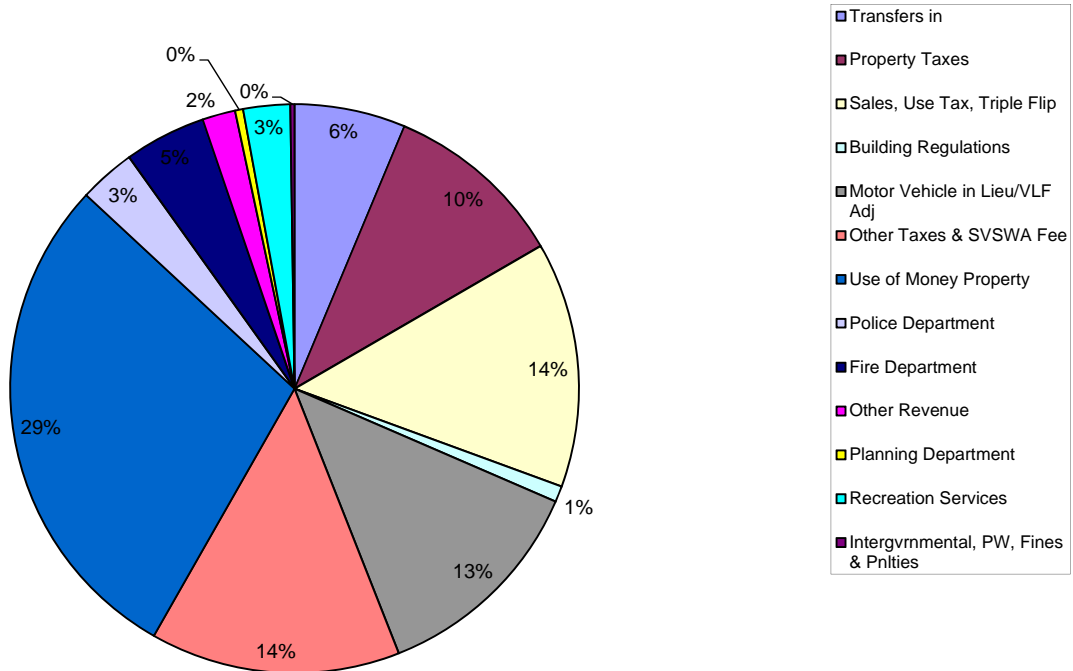
On the permit activity, it is important to point out that the budget reflects a slight decrease. However, as of the time that the budget document, several development projects were in their preliminary stages that if they materialize, will increase this revenue source significantly.

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GENERAL FUND REVENUES FY 2014-2015

Revenue Sources	FY 2013-14 Adopted Budget	FY 2014-15 Recommended Budget	FY 2014-15 % of Total Budget	Net Difference	% Difference
Transfers in	\$ 311,400	\$ 307,400	6.31%	\$ (4,000)	-1.3%
Property Taxes	414,500	503,000	10.33%	\$ 88,500	21.4%
Sales, Use Tax, Triple Flip	653,000	680,000	13.96%	\$ 27,000	4.1%
Building Regulations	44,360	44,300	0.91%	\$ (60)	-0.1%
Motor Vehicle in Lieu/VLF Adj	592,950	610,083	12.52%	\$ 17,133	2.9%
Other Taxes & SVSWA Fee	727,000	692,400	14.21%	\$ (34,600)	-4.8%
Use of Money Property	226,663	1,397,000	28.68%	\$ 1,170,337	516.3%
Police Department	179,850	156,550	3.21%	\$ (23,300)	-13.0%
Fire Department	226,000	226,000	4.64%	\$ -	0.0%
Other Revenue	23,100	91,500	1.88%	\$ 68,400	296.1%
Planning Department	27,970	22,200	0.46%	\$ (5,770)	-20.6%
Recreation Services	177,262	130,000	2.67%	\$ (47,262)	-26.7%
Intergvnrmental, PW, Fines & Pnlties	11,200	11,200	0.23%	\$ -	0.0%
TOTAL	\$ 3,615,255	\$ 4,871,633		\$ 1,256,378	34.8%

General Fund Revenues FY 2014-2015



Overview of Different Budgets

The following section briefly highlights the reasons for the changes in some of the budgets. Please refer to the individual budget narrative sheets for a summary of each budget.

General Fund Revenues

This budget reflects revenues that cannot be attributed to any one particular budget. All other revenues are reflected directly in the programs for which they are to be used for and/or generated. This is done in order to more accurately reflect the activity, and present a more accurate account of the overall program.

As mentioned previously, General Fund Revenues are up mainly due to the net impact of (a) conservative increases to property and sales taxes, (b) minor increases to the Triple Flip and VLF adjustment to the Property Taxes received from the State to reflect actual activity in FY 2013-2014, (c) a small reduction in building and planning permit revenues, and (d) significant proceeds from the sale of surplus property.

It cannot be emphasized enough that it is important to continue to identify other revenue sources for the City in order to maintain a balanced budget, and provide the services needed to support the Vision of the City. Staff is cautiously optimistic that sales tax and property tax revenues will continue to trend up, especially if the significant new development that occurred in FY 2013-2014 spurs new development for FY 2014-2015. For example, staff continues to have promising discussions on potential new developments.

Contingency Budget

The budget at this time does not include an amount for contingency to cover unexpected increase in the fiscal year. However, staff will revisit an appropriation after the FY 2013-2014 is closed and the final Fund Balance is calculated.

City Council, City Manager, Finance

All of these budgets reflect minor decreases but still reflect training and travel to maintain leadership positions on regional efforts.

City Attorney

This budget reflects an increase to cover costs anticipated from more activity.

General Government & Non-Departmental

Combined, these budgets reflect a decrease from lower contractual services.

Police

The increase in this budget is reflected in salaries and benefits.

Fire

The increase is being driven by higher allocated liability costs.

Building

The significant decrease in this budget is due to maintaining the Chief Building Official position vacant. These duties have been spread to existing staff and to an outside firm.

Parks, Recreation & Aquatics

The increase in this budget is primarily being driven by higher utility costs and program costs. In addition, the Recreation budget reflects the expenditures to fully spend the Foundation for Youth Grant received in FY 2013-2014.

Debt Service

The change is being driven by the debt service schedule, and interest earnings in the debt service reserve fund being applied towards the payment.

OTHER FUNDS

Significant programs outside the General Fund are Sewer, Water, Garbage, Assessment Districts, Successor Agency to the Gonzales Redevelopment Agency, and the Impact Funds. Generally, all the Impact Funds reflect increase in revenues from anticipated development.

Community Development

The decrease in the Proposed Budget is simply due to less housing rehabilitation loans, and/or grants being awarded.

Business Loan Grant

The change reflects the expected level of loan activity for the fiscal year.

Community Development Block Grant-Urban County

The increase in this fund is as a result of the projects anticipated for the Fiscal Year. Projects include:

- Curb Ramps; and
- Replacement of the Heating Ventilation and Air Condition Systems (HVAC) for the Day Care and Medical Center.

Street Fund

The Street Fund reflects the expenditures and revenues that used to be reflected in Fund 180 (Gas Tax 2105 Street Fund), which is the primary reason for the increase. Projects reflected in the budget include (a) street striping and pot hole repair, (b) street striping and repairs on Gonzales River Road, (c) railroad signal improvements on Alta & Gonzales River Road, (d) street signs and rehabilitation of the sound wall on Fanoe Road, (e) storm drain repairs on Tenth & Alta, (f) sidewalk repairs, (g) a set aside for emergency street tree trimming, and (h) the City match for the Proposition 84 grant awarded to the City.

Fire Impact

The decrease in this fund is because the Water Tender was acquired in the prior fiscal year.

General Plan and Sphere of Influence

These budgets include the expenditures and revenues anticipated to (a) complete amendments to the General Plan to bring into conformance with the Memorandum of Understanding negotiated with the County, and (b) submit the application for an increase to the Gonzales Sphere of Influence to the Local Agency Formation Commission (LAFCO).

Supplemental Law Enforcement Fund (Public Safety)

The Supplemental Law Enforcement Fund is the public safety fund where grant monies are funneled when they are received by the City. The City is currently obtaining funding of \$100,000 a year from the COPS Fast Grant Program. These funds are managed by the State of California when they are received from the federal government. These funds have not been sufficient to offset the costs of the program and officers as was originally intended; as a result, staff has been gradually shifting costs back to the General Fund and has aggressively pursued grant funds. Unlike the prior year, the budget does not reflect a General Fund contribution to this fund for FY 2014-2015. This will be re-evaluated after the Fiscal Year closes and the final Fund Balance is calculated for the General Fund.

Water Impact Funds

This fund reflects expenditures in engineering and surveying to develop water well design plans and specifications, including groundwater to identify favorable locations and depths for future municipal wells within the new service areas, and identify potential impacts to City supply due to current agricultural pumping.

Storm Drainage Facility Impact

This fund reflects expenditures to complete Phase II of the Municipal Storm Water Plan.

Signalization Fund

This fund reflects expenditures to assist with the traffic signal improvements and roundabouts for 5th Street and Hwy 101, and 5th Street and Harold Parkway, should those projects happen.

Assessment District Funds

All these funds reflect the activities necessary for the operation and maintenance of the districts.

Gonzales Successor Agency

The budget reflects the expenditures approved in the Recognized Obligation Payment Scheduled (ROPS) approved by the State Department of Finance (DOF), and revenues needed to cover all the obligations of the former RDA and to continue the wind down process.

Capital Infrastructure Fund

The increase is due to reflecting expenditures to enhance the City's website, provide the loan to the Monterey County Business Council to finish the regional website, and update the City's Housing Element as required by the State.

Water Enterprise Funds

This budget reflects the appropriation authority needed to maintain the City's water system. It reflects \$1.1 million in capital outlay project improvements to the water system including, but not limited to:

- Completion of Phase II of the ACP Water Main Replacement Project on Rincon;
- Extension of the water main on South Alta;
- The ACP Water Main Replacement Project on Del Monte Circle;
- The purchase of an emergency generator at the water tank site;
- Valve replacement and water meter placements; and
- This fund's share of a replacement dump truck.

In addition, this budget reflects the debt service for (a) the Private Placement utilized to expand the sewer treatment plant, and construct the two 3 million gallon water tanks; and (b) the Solar Project financing.

Sewer Enterprise Fund

The increase in this fund is due to improvements to the system, repairs to the levee roads at the sewer treatment plant, and extension of the sewer main on South Alta. In addition, this budget reflects the debt service for the Private Placement and Solar Project financing.

CRITICAL AREAS NOT FUNDED

While the budget is balanced with the continuation of prior year program reductions and a conservative approach, there are many critical areas that would or should be funded if there were additional resources. Some of these areas include, but are not limited to:

1. Filling of the vacant Finance Director position.
2. Filling the vacant positions in Police, and Finance.

3. Establishing a deferred maintenance program.
4. Constructing a new pool.

BUDGET RISK AREAS

The Proposed Budget includes several assumptions that if they don't materialize, have the potential to impact the overall budget and require additional adjustments. For example, risks include:

1. Increasing fuel prices could continue to put pressure on the City. Staff continues to explore options to reduce and/or at least minimize fuel costs;
2. The FY 2013-2014 year-end Fund Balance could come in lower than expected;
3. The current economic recovery could stall leading to less property and sales taxes being generated within the City;
4. The continuing disallowance by the DOF of a portion of the RDA Financing Plan bailout implemented in 2011; and
5. Results of the new Memorandum of Understandings (MOU) with the Police Officers Association or Police Supervisors Association. As of the time of writing this budget document, the Council had not yet approved the new MOUs. However, the budget presented maintains flexibility to cover any increases in salaries and benefits as a result of the new MOUs.

ADDITIONAL POLICY AREAS

There are several policies that require additional attention, even though they might have already been mentioned in this Budget Message.

Vision and Mission

As this budget is reviewed, it is important to look at it with the City's Vision and Mission in mind. A lot of work has been done and is underway to align the budget with the City's Vision. For example, programs or initiatives include, but are not limited to:

- Restoration of the City's Landmark "Water Ball" further the Vision and implement the Mission;
- Variety of improvements to the City's water, sewer, and street infrastructure further the Vision and implement the Mission;
- More strategic and coordinating Grant writing program that if successful, would generate significant resources to the City needed to continue to support the Vision and Mission;
- Maintaining the same level of recreational activities in a dwindling resources environment with the use of grant revenues, volunteers, and creative programming;
- The proactive implementation of the Gonzales Grows Green Initiative, which has already begun to enhance economic development, will lead to more quality jobs and increased tax base;
- Taking on a leadership role to finish the Regional Marketing Website as member of the Monterey Bay Economic Partnership and the Monterey County Business Council;
- The continuing development of the Community Policing Program, Citizens Academy, and the Cal-Grip Gang Suppression Grant, are all key components in maintaining a healthy and safe community;
- Continuing the initiative to engage our Youth community; and
- The work on the update of the City's General Plan, and the completion of the LAFCO process to expand the City's Sphere of Influence, which takes a long term view of the City's future necessary to sustain the Vision and assure that:

Gonzales will continue to be a safe, clean, family-friendly community, diverse in its heritage, and committed to working collaboratively to preserve and retain its small town charm

Economic Development

Efforts on the economic development front include the:

- Continuation of the CDBG Business Development/Enhancement Loan Program;
- Continuation of proactive implementation of the “Gonzales Grows Green” Initiative;
- Continuation of the partnership with the Salinas Valley Cities on a new economic development program and strategy that will replace the Enterprise Zone Program;
- Taking on the leadership role to complete the Regional Marketing Website;
- Active and meaningful utilization of the Council’s Economic Development Committee;
- Continuation of a Retail Attraction Program;
- Marketing and implementation of the approved Economic Development Incentive Program;
- Partnership with the Monterey Business Council, and other cities who have come together to form the Monterey Bay Economic Partnership; and
- Pro-active development of the Gonzales Agricultural Industrial Business Park.

SUMMARY OF RECOMMENDATIONS TO THE CITY COUNCIL AND THE SUCCESSOR AGENCY BOARD

1. Consider and Adopt the FY 2014-2015 Recommended City Budget on June 16, 2014 or if needed, direct staff to make changes as necessary, and schedule adoption of the Recommended Budget for June 17, 2014 at 5:00pm.
2. Consider and Adopt the FY 2014-2015 Recommended Successor Agency Budget on June 16, 2014 or if needed, direct staff to make changes as necessary, and schedule adoption of the Recommended Budget for June 17, 2014 at 5:00pm.

CONCLUSION

This year continues the economic recovery being experienced by the City. For example, 2013-2014 saw the permitting of a new health facility, the opening of Luigi’s restaurant, and a 150,000 expansion by Taylor Farms. The new budget reflects the permitting of new projects that will continue to drive economic recovery.

I want to close by encouraging the Council and Board to adopt the Recommended Budget as presented, which is balanced, and sets forth a plan for the future.

In addition, all City employees, as well as members of the public and press, should feel free to ask questions or provide comment on the contents of this document. I would welcome the opportunity to sit down with each of you to discuss this document. Please do not hesitate to contact my office to schedule a meeting time.

Finally, I would once again like to express my thanks to all the Managers and staff whose commitment to excellence made this document possible.

ATTACHMENTS:

Exhibit A – Preliminary Cash Balance Report for April 2014

Exhibit B – Budget Summary of all Funds

Exhibit C – Interfund Transfer Reconciliation

Exhibit D – Classification Plan FY 2014-2015

EXHIBIT A

CASH BALANCES
April 2014 (Est)

RABOBANK CHECKING ACCOUNT	100	GENERAL FUND	120	COMMUNITY DEVELOPMENT FUND	121	CD96 7TH & 10TH STREET FUND	122	STATE PROP 1B FUND	123	BUSINESS LOAN GRANT FUND	124	Air Pollution Control FUND	127	CD96 URBAN CO FUND	130	STREET FUND STREET 2106 & 2107 FUND	131	STREET FUND STREET 2106 & 2107 FUND	135	RELIEF DEVELOPMENT PROGRAM ACT FUND	140	TRANSPORT DEVELOPMENT FUND	145	RSTP SPECIAL FUND	150	SUPPLEMENTAL LAW ENFORCEMENT	180	STREET 2105 FUND	190	FIRE IMPACT FUND	200	GENERAL PLAN IMPACT FUND
	954,498.93		(2,421.94)						100,132.62	72,807.45	52,953.96	52,953.96	(14,147.15)	9,970.66	338,008.58	9,970.66								136,537.45	81,656.54	81,656.54	248,133.20	54,082.48				
RABOBANK CD - RDA	663,000.90																															
RABOBANK CD - CITY	2,604.92																															
RABOBANK SAVINGS ACCOUNT	10,916.16																															
AMBAG - RABOBANK CD																																
SBP-CD FROM K&B																																
DK9 FAVOR ROAD SPECIAL DEPOSIT	69,893.75																															
ABAG POWER POOL DIST DEPOSIT	114,937.60																															
PETTY CASH (ALL)	397.00																															
CASH WITH ESCROW																																
CASH WITH AGENT																																
CASH LAIF (ALL OTHER ACCOUNTS)	28,163.72														40,342.47																	
REDEVEL - CHECKING (4697496)																																
REDEVEL - CERT OF DEP (8091)																																
REDEVEL - CERT OF DEP (8109)																																
REDEVEL - CERT OF DEP (8117)																																
CASH IN LAIF - REDEVELOPMENT																																
PAYROLL CLEARING																																
TOTAL CASH	1,946,523.14	(2,410.20)							172,940.07	52,953.96	(14,147.15)	346,321.71		9,970.66	338,008.58	9,970.66								136,537.45	248,133.20	54,082.48						
Checking Account	954,498.93	(2,421.94)							72,807.45	52,953.96	(14,147.15)	9,970.66		9,970.66										136,537.45	81,656.54	(18,790.92)						
LAIF Transfer (1:100)	954,498.93	(2,421.94)							72,807.45	52,953.96	(14,147.15)	9,970.66		9,970.66										136,537.45	81,656.54	(18,790.92)						
LAIF Balance	28,163.72														40,342.47																	
LAIF Transfer (1:130)	28,163.72														40,342.47																	
RDA - Checking																																
LAIF Transfer (1:124)																																
LAIF Balance																																
LAIF Transfer (1:140)																																

CASH BALANC

April 2014 (Est)

RABOBANK CHECKING ACCOUNT	201	SHERE OF INFLUENCE IMPACT FUND	205	REC SVCS SUPPLEMENTL FUND	210	PUBLIC SAFETY FUND	216	CALGRIP FUND	215	PUBLIC SAFETY TECHNOLOGY	220	POLICE IMPACT FUND	220	SEWER IMPACT FUND	225	CIRCULATION SYSTEM IMPACT FUND	240	WATER IMPACT FUND	241	PUBLIC FACILITY IMPACT FUND	242	PUBLIC USES MITIGATION IMPACT FUND	243	AQUATIC FACILITIES MITIGA. FUND	244	ANIMAL CONTROL FAC MITGA. FUND	245	STORM DRAINAGE IMPACT FUND	250	PARK IMPACT FUND	260	SIGNALIZATION CAL BREEZE IMPACT FUND	270	PARK IMPACT FUND		
	71,543.77				(133,718.07)		21,589.66				(934.65)	18,900.05	141,378.62	56,430.02	218.08	2,808.16	(76,486.21)	(5,584.25)	2,820.26	92,213.77																
RABOBANK CD - RDA																																				
RABOBANK CD - CITY																																				
RABOBANK SAVINGS ACCOUNT																																				
AMBAG - RABOBANK CD																																				
SPR CD FROM K&B																																				
DK9 FANOE ROAD SPECIAL DEPOSIT																																				
ABAG POWER POOL DIST DEPOSIT																																				
PETTY CASH (ALL)																																				
CASH WITH ESCROW																																				
CASH WITH AGENT																																				
CASH LAIF (ALL OTHER ACCOUNTS)																																				
REDEVEL. CHECKS (603/466)																																				
REDEVEL. CENT OF DER (803/1)																																				
REDEVEL. CENT OF DER (810/9)																																				
REDEVEL. CENT OF DER (811/7)																																				
CASH IN LAIF - DEVELOPMENT																																				
PAYROLL SAVINGS																																				
TOTAL CASH	71,543.77				(133,718.07)		21,589.66				(934.65)	18,900.05	141,378.62	56,430.02	218.08	2,808.16	(76,486.21)	(5,584.25)	2,820.26	92,213.77																

Checking Account	71,543.77				(133,718.07)		21,589.66				(934.65)	18,900.05	141,378.62	56,430.02	218.08	2,808.16	(76,486.21)	(5,584.25)	2,820.26	92,213.77																
LAIF Transfer (1100)																																				
LAIF Balance																																				
LAIF Transfer (1130)																																				

RDA - Checking	-																																			
LAIF Transfer (1124)																																				
LAIF Balance																																				
LAIF Transfer (1140)																																				

CASH BALANC

April 2014 (Est)

Account	300	302	304	306	308	310	312	314	316	320	402	405	407	410
RABOBANK CHECKING ACCOUNT														
RABOBANK CD - RDA														
RABOBANK CD - CITY														
RABOBANK SAVINGS ACCOUNT														
AMBAG - RABOBANK CD														
SBP-CD FROM K&B														
DIG FANOE ROAD SPECIAL DEPOSIT														
ABAG POWER POOL DIST DEPOSIT														
PETTY CASH (ALL)														
CASH WITH ESCROW														
CASH WITH AGENT														
CASH LAIF (ALL OTHER ACCOUNTS)														
REDEVEL - CHECKING (4951495)	30,256.81	32,273.98	95,813.34	74,533.38	131,116.41	88,753.35	89,761.70	117,112.00	171,455.36	104,890.32	71,607.84		18,339.45	23.54
REDEVEL - CERT OF DEP (8093)														
REDEVEL - CERT OF DEP (8108)														
REDEVEL - CERT OF DEP (8117)														
CASH IN LAIF - REDEVELOPMENT														
PAYROLL CLEANING														
TOTAL CASH	60,220.65	64,544.77	125,287.16	319,749.77	181,797.35	137,520.66	136,457.45	32,985.38	309,585.57	159,249.71	159,888.15		15,095.53	23.54

Account	300	302	304	306	308	310	312	314	316	320	402	405	407	410
Checking Account														
LAIF Transfer (1100)	30,051.84	32,270.79	49,473.82	92,291.56	60,680.94	88,767.31	96,695.75	64,116.42	62,905.72	64,359.39	116,156.69		(3,243.82)	-
	30,051.84	32,270.79	49,473.82	92,291.56	60,680.94	88,767.31	96,695.75	64,116.42	62,905.72	64,359.39	116,156.69		(3,243.82)	-
LAIF Balance	30,256.81	32,273.98	95,813.34	74,533.38	131,116.41	88,753.35	89,761.70	117,112.00	171,455.36	104,890.32	71,607.84		18,339.45	23.54
LAIF Transfer (1130)	30,256.81	32,273.98	95,813.34	74,533.38	131,116.41	88,753.35	89,761.70	117,112.00	171,455.36	104,890.32	71,607.84		18,339.45	23.54

Account	300	302	304	306	308	310	312	314	316	320	402	405	407	410
RDA - Checking														
LAIF Transfer (1124)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
LAIF Balance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
LAIF Transfer (1140)	-	-	-	-	-	-	-	-	-	-	-	-	-	-

EXHIBIT B

City of Gonzales
Budget Summary
Fiscal Year 2014-2015
General Fund

Account Title	Original Budget FY 2013-2014	Amended Budget FY 2013-2014	Budget FY 2014-2015	Variance
General Revenues:				
Transfers In	311,400	311,400	307,400	(4,000)
Property Taxes	414,500	414,500	503,000	88,500
Sales and Use Tax & Triple Flip	653,000	653,000	680,000	27,000
Motor Vehicle In Lieu Tax / VLF Adj	592,950	592,950	610,083	17,133
Other Taxes	727,000	727,000	692,400	(34,600)
Use of Money Property	226,663	226,663	1,397,000	1,170,337
Intergovernmental	1,200	1,200	1,200	-
Fines and Penalties	10,000	10,000	10,000	-
Other Revenue	23,100	23,100	91,500	68,400
Planning Department	27,970	27,970	22,200	(5,770)
Police Department	179,850	179,850	156,550	(23,300)
Fire Department	226,000	226,000	226,000	-
Building Regulations	44,360	44,360	44,300	(60)
Public Works	-	-	-	-
Recreation Services	177,262	177,262	130,000	(47,262)
	3,615,255	3,615,255	4,871,633	1,256,378
Departmental Net Expenditures:				
City Council	41,195	41,195	40,200	(995)
City Manager/City Clerk	218,690	218,690	218,440	(250)
Finance	71,240	71,240	67,251	(3,989)
City Attorney	35,000	35,000	45,000	10,000
Planning	183,232	183,232	184,720	1,488
General Governmental Building	88,021	88,021	89,550	1,529
Non-Departmental	81,060	81,060	74,050	(7,010)
Police Department	1,809,356	1,809,356	1,824,292	14,936
Fire Department	216,756	216,756	225,930	9,174
Building Regulations	99,179	99,179	34,703	(64,476)
Fire Marshall	-	-	-	-
Public Works	65,945	65,945	66,764	819
Parks	95,616	95,616	97,780	2,164
Recreation Services	157,317	157,317	174,600	17,283
City Aquatics Program	46,829	46,829	58,729	11,900
Contingency	20,000	20,000	-	(20,000)
Debt Service	385,819	385,819	367,819	(18,000)
	3,615,255	3,615,255	3,569,828	(45,427)
Excess Revenue Over <Under> Expenditures	-	-	1,301,805	1,301,805

City of Gonzales
Budget Summary
Fiscal Year 2014-2015

Enterprise Funds

<u>Account Title</u>	<u>Original Budget FY 2013-2014</u>	<u>Amended Budget FY 2013-2014</u>	<u>Budget FY 2014-2015</u>	<u>Variance</u>
Water Fund				
Revenues	1,666,325	1,666,325	1,612,052	(54,273)
Expenditures	<u>(3,705,858)</u>	<u>(3,705,858)</u>	<u>(2,621,922)</u>	<u>1,083,936</u>
Excess Revenues Over Expenditures	<u>(2,039,533)</u>	<u>(2,039,533)</u>	<u>(1,009,870)</u>	<u>1,029,663</u>
Sewer Fund				
Revenues	960,509	960,509	933,756	(26,753)
Expenditures	<u>(1,442,259)</u>	<u>(1,442,259)</u>	<u>(1,508,403)</u>	<u>(66,144)</u>
Excess Revenues Over Expenditures	<u>(481,750)</u>	<u>(481,750)</u>	<u>(574,647)</u>	<u>(92,897)</u>
Garbage Fund				
Revenues	1,137,519	1,137,519	1,113,844	(23,675)
Expenditures	<u>(1,057,816)</u>	<u>(1,057,816)</u>	<u>(1,107,620)</u>	<u>(49,804)</u>
Excess Revenues Over Expenditures	<u>79,703</u>	<u>79,703</u>	<u>6,224</u>	<u>(73,479)</u>
Solar Project Fund				
Revenues	269,365	269,365	314,010	44,645
Expenditures	<u>(269,365)</u>	<u>(269,365)</u>	<u>(247,311)</u>	<u>22,054</u>
Excess Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>66,699</u>	<u>66,699</u>
Totals - Enterprise Funds	<u>(2,441,580)</u>	<u>(2,441,580)</u>	<u>(1,511,594)</u>	<u>929,986</u>

City of Gonzales
Budget Summary
Fiscal Year 2014-2015

Special Revenue Funds Summary

<u>Account Title</u>	<u>Original Budget FY 2013-2014</u>	<u>Amended Budget FY 2013-2014</u>	<u>Budget FY 2014-2015</u>	<u>Variance</u>
Community Development & Recreation				
Revenues	656,863	656,863	730,586	73,723
Expenditures	<u>(630,183)</u>	<u>(530,183)</u>	<u>(643,246)</u>	<u>(13,063)</u>
Excess Revenues Over Expenditures	<u>26,680</u>	<u>126,680</u>	<u>87,340</u>	<u>60,660</u>
Impact Fees				
Revenues	465,107	465,107	1,367,215	902,108
Expenditures	<u>(1,318,561)</u>	<u>(1,318,561)</u>	<u>(885,894)</u>	<u>432,667</u>
Excess Revenues Over Expenditures	<u>(853,454)</u>	<u>(853,454)</u>	<u>481,321</u>	<u>1,334,775</u>
Public Safety				
Revenues	540,891	540,891	430,000	(110,891)
Expenditures	<u>(561,883)</u>	<u>(561,883)</u>	<u>(510,340)</u>	<u>51,543</u>
Excess Revenues Over Expenditures	<u>(20,992)</u>	<u>(20,992)</u>	<u>(80,340)</u>	<u>(59,348)</u>
Special Assessment Districts				
Revenues	596,567	596,567	593,970	(2,597)
Expenditures	<u>(618,552)</u>	<u>(618,552)</u>	<u>(567,893)</u>	<u>50,659</u>
Excess Revenues Over Expenditures	<u>(21,985)</u>	<u>(21,985)</u>	<u>26,077</u>	<u>48,062</u>
Streets & Transportation				
Revenues	486,210	486,210	473,400	(12,810)
Expenditures	<u>(657,520)</u>	<u>(657,520)</u>	<u>(884,267)</u>	<u>(226,747)</u>
Excess Revenues Over Expenditures	<u>(171,310)</u>	<u>(171,310)</u>	<u>(410,867)</u>	<u>(239,557)</u>
Totals - Special Revenue Funds	<u>(1,041,061)</u>	<u>(941,061)</u>	<u>103,531</u>	<u>1,144,592</u>
Infrastructure Improvement Fund				
Revenues	14,500	14,500	30,000	15,500
Expenditures	<u>(35,000)</u>	<u>(30,000)</u>	<u>(85,000)</u>	<u>(50,000)</u>
Excess Revenues Over Expenditures	<u>(20,500)</u>	<u>(15,500)</u>	<u>(55,000)</u>	<u>(34,500)</u>

City of Gonzales
Budget Summary
Fiscal Year 2014-2015

City of Gonzales Successor Agency and Successor Housing Agency

<u>Account Title</u>	<u>Original Budget FY 2013-2014</u>	<u>Amended Budget FY 2013-2014</u>	<u>Budget FY 2014-2015</u>	<u>Variance</u>
City Successor Agency - Trust Fund				
Revenues	1,293,293	1,293,293	1,342,720	49,427
Expenditures	<u>(1,293,293)</u>	<u>(1,293,293)</u>	<u>(1,315,384)</u>	<u>(22,091)</u>
Excess Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>27,336</u>	<u>27,336</u>
Successor Housing Agency - City Fund				
Revenues	2,200	2,200	18,000	15,800
Expenditures	<u>-</u>	<u>-</u>	<u>(200)</u>	<u>(200)</u>
Excess Revenues Over Expenditures	<u>2,200</u>	<u>2,200</u>	<u>17,800</u>	<u>15,600</u>

EXHIBIT C
CITY OF GONZALES
INTERFUND TRANSFER RECONCILIATION
FY 2014-15

FUND	DESCRIPTION	TRANSFERS (IN)	TRANSFERS (OUT)	COMMENTS
[100]	General Fund	38,804.00 10,000.00 11,900.00 10,400.00 9,100.00 7,196.00 230,000.00 -		From Fund CDBG From Cal Breeze From Canyon Creek From Cipriani From Industrial Park From Fund 450 From Fund 540 To Fund 426
[120]	CDBG		10,000.00	To Fund 100
[123]	CDBG - Bus Loan Grant		13,000.00	To Fund 100
[127]	CDBG - Urban County		15,804.00	To Fund 100
[130]	Street Fund	22,800.00 30,000.00 7,700.00 4,700.00		From Cal Breeze From Canyon Creek From Cipriani From Industrial Park
[150]	Supplemental Law Enforcement		140,000.00	To Fund 210
[210]	Public Safety Fund	140,000.00		From Fund 150 From Fund 100
[270]	CA Breeze Park Maintenance		3,800.00	To Fund 100
[280]	CA Breeze Maintenance #1		400.00	To Fund 100
[290]	CA Breeze Maintenance #2		4,900.00 9,700.00	To Fund 100 To Fund 130
[300]	CA Breeze Maintenance #3		900.00 13,100.00	To Fund 100 To Fund 130
[304]	Canyon Creek Park Maintenance #1		4,400.00 9,400.00	To Fund 100 To Fund 130
[306]	Canyon Creek Park Maintenance #2		3,900.00 9,400.00	To Fund 100 To Fund 130
[308]	Canyon Creek Park Maintenance #3		3,600.00 11,200.00	To Fund 100 To Fund 130
[310]	Cipriani Estates Park Maintenance		5,000.00	To Fund 100
[312]	Cipriani Estates Maintenance		5,400.00 7,700.00	To Fund 100 To Fund 130
[314]	Gonzales Industrial Park Landscape Maint		4,700.00	To Fund 130
[316]	Gonzales Industrial Park		9,100.00	To Fund 100
[450]	Gonzales River Rd Assessment Dist		7,196.00	To Fund 100
[520]	Water Enterprise	60,000.00	179,530.00	From Fund 530 To Fund 550
[530]	Sewer Enterprise		60,000.00 84,480.00	To Fund 520 To Fund 550
[540]	Garbage Enterprise		230,000.00	To Fund 100
[550]	Solar Project Fund	179,530.00 84,480.00		From Fund 520 From Fund 530
	TOTALS	846,610.00	846,610.00	

EXHIBIT D

**CITY OF GONZALES
CLASSIFICATION PLAN
FISCAL YEAR 2014-2015**

CLASSIFICATION	FOUR-PERCENT STEP ADVANCEMENT						EXCELLENCE INCENTIVES	
	STEP 1	STEP 2	STEP 3	STEP 4	STEP 5	STEP 6	STEP 7	STEP 8
EXECUTIVE MANAGEMENT STAFF								
CITY MANAGER	\$11,070.00 MONTHLY (SALARY INDEPENDENT OF STEP SCHEDULE)							
DEPUTY CITY MANAGER/FINANCE DIRECTOR	\$ 5,889.32	\$ 6,124.90	\$ 6,369.89	\$ 6,624.69	\$ 6,889.68	\$ 7,165.26	\$ 7,451.87	\$ 7,749.95
CHIEF OF POLICE	\$ 6,537.34	\$ 6,798.83	\$ 7,070.79	\$ 7,353.62	\$ 7,647.76	\$ 7,953.68	\$ 8,271.82	\$ 8,602.70
DIRECTOR OF PLANNING & ECONOMIC DEVELOPMENT	\$ 5,662.81	\$ 5,889.32	\$ 6,124.89	\$ 6,369.89	\$ 6,624.68	\$ 6,889.67	\$ 7,165.26	\$ 7,451.87
FINANCE OFFICER	\$ 5,034.23	\$ 5,235.59	\$ 5,445.02	\$ 5,662.82	\$ 5,889.33	\$ 6,124.90	\$ 6,369.90	\$ 6,624.70
DIRECTOR OF PARKS & RECREATION	\$ 4,646.54	\$ 4,832.41	\$ 5,025.70	\$ 5,226.73	\$ 5,435.80	\$ 5,653.23	\$ 5,879.36	\$ 6,114.53
EMERGENCY SERVICES DIRECTOR/SPECIAL PROJECTS ANALYST	\$ 4,646.54	\$ 4,832.41	\$ 5,025.70	\$ 5,226.73	\$ 5,435.80	\$ 5,653.23	\$ 5,879.36	\$ 6,114.53
PUBLIC WORKS DIRECTOR	\$ 5,510.25	\$ 5,730.66	\$ 5,959.89	\$ 6,198.28	\$ 6,446.21	\$ 6,704.06	\$ 6,972.22	\$ 7,251.11
MID-MANAGEMENT STAFF								
POLICE LIEUTENANT	\$ 6,392.17	\$ 6,647.86	\$ 6,913.77	\$ 7,190.32	\$ 7,477.94	\$ 7,777.05	\$ 8,088.14	\$ 8,411.66
RECREATION COORDINATOR/ ADMINISTRATIVE ANALYST	\$ 4,279.56	\$ 4,450.74	\$ 4,628.77	\$ 4,813.92	\$ 5,006.48	\$ 5,206.74	\$ 5,415.01	\$ 5,631.61
BUILDING OFFICIAL/CODE ENFORCEMENT OFFICER	\$ 4,092.75	\$ 4,256.46	\$ 4,426.72	\$ 4,603.79	\$ 4,787.94	\$ 4,979.46	\$ 5,178.64	\$ 5,385.78
CITY CLERK	\$ 3,889.96	\$ 4,045.55	\$ 4,207.38	\$ 4,375.67	\$ 4,550.70	\$ 4,732.73	\$ 4,922.04	\$ 5,118.92
PUBLIC WORKS SUPERVISOR	\$ 4,392.16	\$ 4,567.84	\$ 4,750.56	\$ 4,940.58	\$ 5,138.20	\$ 5,343.73	\$ 5,557.48	\$ 5,779.78
SUPERVISORY STAFF								
POLICE SERGEANT	\$ 6,105.25	\$ 6,349.46	\$ 6,603.44	\$ 6,867.57	\$ 7,142.28	\$ 7,427.97	\$ 7,725.09	\$ 8,034.09
PUBLIC WORKS LEAD WORKER	\$ 3,185.37	\$ 3,312.78	\$ 3,445.29	\$ 3,583.11	\$ 3,726.43	\$ 3,875.49	\$ 4,030.51	\$ 4,191.73
MAINTENANCE STAFF								
MECHANIC II	\$ 3,550.40	\$ 3,692.42	\$ 3,840.11	\$ 3,993.72	\$ 4,153.47	\$ 4,319.60	\$ 4,492.39	\$ 4,672.08
MECHANIC I	\$ 3,282.55	\$ 3,413.85	\$ 3,550.40	\$ 3,692.42	\$ 3,840.12	\$ 3,993.72	\$ 4,153.47	\$ 4,319.61
TECHNICIAN	\$ 3,282.55	\$ 3,413.85	\$ 3,550.40	\$ 3,692.42	\$ 3,840.12	\$ 3,993.72	\$ 4,153.47	\$ 4,319.61
MAINTENANCE WORKER	\$ 2,593.31	\$ 2,697.05	\$ 2,804.93	\$ 2,917.12	\$ 3,033.81	\$ 3,155.16	\$ 3,281.37	\$ 3,412.62
TECHNICIAN TRAINEE	\$ 2,696.43	RECLASSIFIED TO TECHNICIAN UPON RECEIPT OF ALL CERTIFICATIONS						
PUBLIC SAFETY STAFF								
POLICE CORPORAL	\$ 5,430.34	\$ 5,647.55	\$ 5,873.45	\$ 6,108.39	\$ 6,352.73	\$ 6,606.84	\$ 6,871.11	\$ 7,145.95
POLICE OFFICER	\$ 4,822.58	\$ 5,015.48	\$ 5,216.10	\$ 5,424.75	\$ 5,641.74	\$ 5,867.41	\$ 6,102.10	\$ 6,346.19
FIREFIGHTER ENGINEER	\$ 4,080.18	\$ 4,243.39	\$ 4,413.12	\$ 4,589.65	\$ 4,773.23	\$ 4,964.16	\$ 5,162.73	\$ 5,369.24
FIREFIGHTER	\$ 3,725.38	\$ 3,874.39	\$ 4,029.37	\$ 4,190.54	\$ 4,358.17	\$ 4,532.49	\$ 4,713.79	\$ 4,902.34
POLICE SERVICES TECHNICIAN	\$ 2,006.57	\$ 2,086.83	\$ 2,170.31	\$ 2,257.12	\$ 2,347.40	\$ 2,441.30	\$ 2,538.95	\$ 2,640.51
BUILDING INSPECTOR	\$ 13.65	\$ 14.19	\$ 14.76	\$ 15.35	\$ 15.97	\$ 16.60	\$ 17.27	\$ 17.96
SUPPORT STAFF								
SENIOR ACCOUNTING TECHNICIAN	\$ 3,115.46	\$ 3,240.07	\$ 3,369.68	\$ 3,504.46	\$ 3,644.64	\$ 3,790.43	\$ 3,942.04	\$ 4,099.73
ADMINISTRATIVE SPECIALIST/DEPUTY CITY CLERK	\$ 3,115.46	\$ 3,240.07	\$ 3,369.68	\$ 3,504.46	\$ 3,644.64	\$ 3,790.43	\$ 3,942.04	\$ 4,099.73
ACCOUNTING ASSISTANT	\$ 2,870.09	\$ 2,984.89	\$ 3,104.29	\$ 3,228.46	\$ 3,357.60	\$ 3,491.90	\$ 3,631.58	\$ 3,776.84
ADMINISTRATIVE ASSISTANT/RECORDS SUPERVISOR	\$ 2,636.97	\$ 2,742.45	\$ 2,852.15	\$ 2,966.23	\$ 3,084.88	\$ 3,208.28	\$ 3,336.61	\$ 3,470.07
ADMINISTRATIVE ASSISTANT	\$ 2,535.55	\$ 2,636.97	\$ 2,742.45	\$ 2,852.15	\$ 2,966.24	\$ 3,084.88	\$ 3,208.28	\$ 3,336.61
SECRETARY	\$ 2,193.87	\$ 2,281.62	\$ 2,372.89	\$ 2,467.81	\$ 2,566.52	\$ 2,669.18	\$ 2,775.95	\$ 2,886.98
RECEPTIONIST- CLERK	\$ 1,999.66	\$ 2,079.65	\$ 2,162.83	\$ 2,249.35	\$ 2,339.32	\$ 2,432.89	\$ 2,530.21	\$ 2,631.42
SEASONAL/PART-TIME (HOURLY RATE)								
POOL MANAGER	\$ 12.50	\$ 13.00	\$ 13.52	\$ 14.06	\$ 14.62	\$ 15.21		
ASSISTANT POOL MANAGER	\$ 11.00	\$ 11.44	\$ 11.90	\$ 12.37	\$ 12.87	\$ 13.38		
SENIOR LIFE GUARD	\$ 9.80	\$ 10.19	\$ 10.60	\$ 11.02	\$ 11.46	\$ 11.92		
LIFE GUARD	\$ 9.75	\$ 10.14	\$ 10.55	\$ 10.97	\$ 11.41	\$ 11.86		
RECREATION LEADER II	\$ 9.37	\$ 9.74	\$ 10.13	\$ 10.54	\$ 10.96	\$ 11.40		
RECREATION LEADER I	\$ 9.00	\$ 9.36	\$ 9.73	\$ 10.12	\$ 10.53	\$ 10.95		
AFTER SCHOOL PROGRAM SUPERVISOR	\$ 12.00	\$ 12.48	\$ 12.98	\$ 13.50	\$ 14.04	\$ 14.60		
AFTER SCHOOL RECREATION AID	\$ 9.00	\$ 9.36	\$ 9.73	\$ 10.12	\$ 10.53	\$ 10.95		

Revised 06/03/14 - minimum wage 070114

**General Purpose Revenues
Budget Narrative for FY 2014-2015
Budget Unit 000**

DEPARTMENTAL MISSION

This budget is used to track general purpose revenues for the General Fund that are not directly attributable to any program or function.

ACCOMPLISHMENTS FOR FY 2013-2014

Continued the development of new revenue sources.

DEPARTMENTAL GOALS FOR FY 2014-2015

Continue to look for ways to enhance local revenues.

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an overall increase of \$1,332,770 or 45% in revenues, when compared to the FY 2013-2014 Approved Budget. The major reason for the change is the net impact of an increase in garbage franchise fees, sales and use tax, property taxes, and the revenues from the sale of property.

Revenues

Revenues included in this budget reflect the following net impact:

1. A 2% increase in Property Tax revenues based on conversations with the County Assessor;
2. An increase in Sales Tax revenues as a result of the performance of several of the City's major business over the last few years, and estimates provided by the City's Sales Tax Consultant, the HdL Companies;
3. Continued emphasis on the General Fund being reimbursed for its administrative costs for running the various non-general fund programs were not directly apportioned to the other funds;
4. Transfers from various funds for administrative support;
5. Continuation of Cal-Grip grant revenues;
6. An increase in the transfer from the Garbage Enterprise Fund; and
7. Net proceeds from the sale of surplus City land.

MAJOR POLICY CONSIDERATIONS

An increased focus continues to be placed on finding new revenue sources or increasing existing revenue sources for the City. While it is evident in this budget that work has been done on the expenditure side, all the budgets are very lean, and any further reductions would essentially result in the elimination of services. To these ends, the City continued an aggressive business development program including initiatives in Green Business, Business Development/Expansion Loans, and Business Development education.

In addition, this budget reflects \$1.3 million from the sale of surplus property. Without this sale, the increase in revenues would be approximately \$33,000. It is anticipated that after the sale occurs, at least \$1 million will be moved to a new General Reserve budget in order to clearly isolate these funds, pursuant to the City's General Reserve Policy.

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

	Budget FY 2013- 2014	Revised FY 2013- 2014 Budget	Recommended Budget FY 2014-2015	Variance Original FY 13-14 Budget
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REVENUES

General Purpose Revenues

5110.000 Property Taxes-Secured	380,000.00	380,000.00	470,000.00	90,000.00
5120.000 Property Taxes-Unsecured	14,500.00	14,500.00	14,000.00	(500.00)
5130.000 Property Taxes-Prior Year	12,000.00	12,000.00	6,000.00	(6,000.00)
5140.000 Property Taxes-Supplemental	8,000.00	8,000.00	13,000.00	5,000.00
5155.000 Property Taxes - In Lieu (DKB)	-			-
5157.000 Property Taxes - Triple Flip	153,000.00	153,000.00	160,000.00	7,000.00
5158.000 Property Taxes - VLF Adj	582,950.00	582,950.00	600,083.00	17,133.00
5159.000 Property Taxes - ERAF	-			-
5210.000 Sales and Use Tax	500,000.00	500,000.00	520,000.00	20,000.00
5220.000 Lodging Tax	1,600.00	1,600.00	2,000.00	400.00
5225.000 SVSWA Host Fee	250,000.00	250,000.00	250,000.00	-
5234.000 Franchise Tax-PG&E	75,000.00	75,000.00	75,000.00	-
5235.000 Franchise Tax-Falcon Cable TV	5,400.00	5,400.00	5,400.00	-
5240.000 Business License Tax	50,000.00	50,000.00	50,000.00	-
5240.000 Business License Tax - Suspense	-	-	-	-
5250.000 Real Estate Transfer Tax	5,000.00	5,000.00	10,000.00	5,000.00
5260.000 Utility Users Tax	340,000.00	340,000.00	300,000.00	(40,000.00)
5333.000 System Automation Fee	-	-	-	-
5340.000 Administrative Fees	100.00	100.00	72,000.00	71,900.00
5420.000 Other Fines & Penalties	10,000.00	10,000.00	10,000.00	-
5430.000 Asset Foreiture Seizures	2,000.00	2,000.00	2,000.00	-
5515.000 Interest Income	3,000.00	3,000.00	3,000.00	-
5520.000 Rental Income	94,000.00	94,000.00	94,000.00	-
5530.000 Sale of Surplus Property	129,663.00	129,663.00	1,300,000.00	1,170,337.00
5611.000 Motor Vehicle In Lieu Tax	10,000.00	10,000.00	10,000.00	-
5612.000 H.O.P.T.R.	1,200.00	1,200.00	1,200.00	-
5750.000 Administrative Fees	1,000.00	1,000.00	1,000.00	-
5820.000 Other Income - Misc Payments	10,000.00	10,000.00	10,000.00	-
5821.000 Other Income - Reimbursements	5,000.00	5,000.00	5,000.00	-
5822.000 Other Income - Contributions				-
5827.000 Notary Republic Fees	2,000.00	2,000.00	1,500.00	(500.00)
5835.000 State Mandated Cost Reimbursement	3,000.00	3,000.00	-	(3,000.00)
5850.000 CASH CLEARING				-
5900.000 Transfer from Water				-
5910.000 Transfer from Garbage	200,000.00	200,000.00	230,000.00	30,000.00
5917.000 Transfer from Rvr Rd Assessmnt	50,000.00	50,000.00	-	(50,000.00)
5921.000 Transfer from Cal Breeze	10,000.00	10,000.00	10,000.00	-
5935.000 Transfer from Gonzales RDA				-
5940.000 Transfer from Canyon Parks	11,900.00	11,900.00	11,900.00	-
xxxx.000 Transfer from Cipriani	10,400.00	10,400.00	10,400.00	-
xxxx.000 Transfer from Industrial Park	9,100.00	9,100.00	9,100.00	-
5950.000 Transfer from 120	20,000.00	20,000.00	28,804.00	8,804.00
5963.000 Transfer from 420	-	-	7,196.00	7,196.00
				-
TOTAL REVENUES	2,959,813.00	2,959,813.00	4,292,583.00	(1,332,770.00)

City Council
Budget Narrative for FY 2014-2015
Budget Unit 100

DEPARTMENTAL MISSION

The Mission of the City Council, as the Legislative Body of the City, is to provide policy direction and oversight of the entire City's business. This is done in a fair, open and respectful manner, and always holding to the highest ideals of public service and ethics.

DEPARTMENTAL PROGRAMS

The Council is a five-member body that meets the first and third Monday of every month, and holds special meetings as necessary, to provide policy direction, and oversight of the City's business.

ACCOMPLISHMENTS FOR FY 2013-2014

- Continued to oversee and provide policy direction on all facets of City operations
- Approved and oversaw a balanced budget
- Continued aggressive implementation of the Gonzales Grows Green Initiative (G3) to enhance the environment and economic development
- Successfully continued the Business Loan Program
- Updated and re-validated the City's Vision and Mission Statements
- Improved the City's website page, and implemented live streaming of the Council meetings
- In a partnership with the County of Monterey and the City of Del Rey Oaks, the City became a CDBG entitlement that will result in approximately \$170,000 annually for three years
- Completed renovation of the City's landmark, the Water Tank "Ball," visible for miles off HWY 101
- Approved the City of Gonzales 2013 Annual Report to our residents
- As the Lead Agency, successfully coordinated a Countywide effort on the review of Solid Waste operations
- Saw the construction of a 150,000 square foot expansion at the Taylor Farms Food Processing Facility that will result in 300 jobs
- Approved the construction of a new Health Center and the lease-purchase agreement with Gino's Restaurant for the former Windmill restaurant site

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to provide policy direction and oversight on all facets of City operations
- Continue to maintain core services with the least amount of interruption
- Provide policy direction to continue to steer through the current National Economic Downturn and Recession

- Continue the City's Economic Development Plan
- Continue implementing the City's Vision and Mission
- As the budget allows, transition to a paperless agenda process

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents a decrease of (\$995) or (2.8%), when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net City Cost is decreased by (\$995).

Personnel

Budget reflects the salaries and benefits for the Council Members.

Services and Supplies

This section reflects appropriations for the basic services and supplies needed for the operation of the Council. In addition, it reflects appropriations for the subscriptions and training category to support the Council's leadership in Statewide and Regional efforts.

Capital Projects/Fixed Assets

There are no capital projects or fixed assets reflected in this budget.

MAJOR POLICY CONSIDERATIONS

See all other budget units.

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

	Budget FY 2013-2014	Revised FY 2013-2014 Budget	Recommended Budget FY 2014-2015	Variance Original FY 13-14 Budget
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EXPENDITURES

CITY COUNCIL

6110.000 Salaries-Regular Pay	21,375.00	21,375.00	21,375.00	-
6110.000 Salaries-Extra Help				-
6131.000 Deferred Compensation Expense	3,375.00	3,375.00	3,375.00	-
6132.000 Retirement - PERS	2,535.00	2,535.00	2,535.00	-
6140.000 Life and Disability Insurance	720.00	720.00	720.00	-
6150.000 Workers Comp Insurance	555.00	555.00	560.00	5.00
6160.000 Social Security	1,635.00	1,635.00	1,635.00	-
6170.000 Health and Dental Insurance	-	-	-	-
6210.000 Special Departmental Expenses	1,500.00	1,500.00	1,500.00	-
6211.000 Office Supplies	100.00	100.00	-	(100.00)
6212.000 Maintenance Supplies	-	-	-	-
6220.000 Telephone	400.00	400.00	-	(400.00)
6245.000 Other Contractual Services	500.00	500.00	-	(500.00)
6255.000 Liability Insurance				-
6260.000 Advertising	500.00	500.00	500.00	-
6270.000 Transportation and Travel	-	-	-	-
6275.000 Subscriptions and Training	8,000.00	8,000.00	8,000.00	-
				-
NET CITY COST	41,195.00	41,195.00	40,200.00	(995.00)

City Manager/City Clerk
Budget Narrative for FY 2014-2015
Budget Unit 110

DEPARTMENTAL MISSION

The Mission of the City Manager/City Clerk is to support the Vision and Mission of the City by providing professional leadership, develop innovative approaches and creative partnerships in the management of the City, and execution of City Council policies. This will be done by always holding to the highest ideals of public service and ethics.

DEPARTMENTAL PROGRAMS

The City Manager's Office is the Chief Administrative Officer for the City responsible for overseeing and managing all the activities of the City. In addition, the City Manager is also the Personnel Director, City Clerk, and Director of the Successor Agency to the Redevelopment Agency, Finance Director, and Risk Manager.

ACCOMPLISHMENTS FOR FY 2013-2014

As in prior years, all the accomplishments listed below are the direct result of great staff and policy direction from the City Council. They are listed as accomplishments under this budget, but really are the reflection of dedicated staff at all levels of the organization:

- Provided real time budget and financial information on line to all the City's Departments
- Continued the development of the Gonzales Agricultural Industrial Business Park (GAIBP) that saw the construction of a 150,000 square foot expansion to the Taylor Farm facility that will result in 300 new jobs
- Approved and oversaw a balanced Budget
- Continued aggressive implementation of the Gonzales Grows Green Initiative to enhance the environment and economic development
- Continued aggressive implementation of the Business Loan Program
- Finished the year within the Approved FY 2013-2014 Budget
- Continued to establish relationships with a variety of community organizations
- Continued the partnership with Salinas and South County Cities on a variety of issues of mutual concern, including Transit, Housing, Solid Waste and Economic Development
- Completed the City of Gonzales 2013 Annual Report to the Community
- Updated the City's General Website page and began the implementation of a new Economic Development Website page
- Continued the leadership the in South County's 4C4P Anti-Gang Initiative
- With the County of Monterey and the City of Del Rey Oaks, obtained an Urban County designation for Community Development Block Grant (CDBG) purposes, that guarantees funding for three years

- Implemented a comprehensive project to clean, restore, and improve the Gonzales Water Ball Landmark
- Began live streaming of the City Council meeting on the internet
- As the Lead Agency, successfully coordinated a Countywide effort on the review of Solid Waste operations
- Approved the construction of a new Health Center and the lease-purchase agreement with Gino's Restaurant for the former Windmill restaurant site

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to further the Vision and Mission of the City
- Continue to improve the financial and budget management of the City's resources
- Continue to develop ways to bring government closer to the residents of the City
- Develop a Street Improvement Plan
- Continue to support and implement City Council policies and direction
- Continue to work in partnership with the private sector to develop and bring the GAIBP on line
- Continue to improve and expand the use of the City's Website
- Develop and recommend enhanced revenue alternatives to the City Council
- Update the City's Personnel Rules, Regulations, and Policies
- Continue to develop partnerships with the Gonzales Unified School District, Chamber of Commerce, Churches, private sector, community organizations, and others
- Continue to strengthen the partnership with the Chamber of Commerce and the private sector to enhance business opportunities and development
- Continue to enhance and expand the Gonzales Grows Green Initiative

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an overall decrease of (\$250) or (.1%) in expenditures, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net City Cost is decreased by (\$250).

Personnel

This budget reflects the salaries and benefits of the City Manager/City Clerk, the Administrative Specialist/Deputy City Clerk, and the Emergency Services Director/Special Projects Analyst.

Services and Supplies

This budget is an essentially status quo budget. It continues to include an appropriation for more regional and statewide efforts, and to remain current with the ever changing in environment in Risk Management, Personnel and Economic Development.

Capital Projects/Fixed Assets

There are no capital projects or fixed assets reflected in the budget.

MAJOR POLICY CONSIDERATIONS

See all other budget units.

In addition, major challenges for the City over the next few years, continue to be:

1. Identify new revenue sources
2. Continue to enhance economic development opportunities
3. Enhance the local employment base
4. Maintain a balanced and functional budget during these difficult economic times
5. Resolve the debt service loan issue between the General Fund and Successor Agency, that would result in an ongoing impact to the General Fund of \$385,000 if it is not ultimately recognized as an Enforceable Obligation by the Department of Finance

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

	Budget FY 2013- 2014	Revised FY 2013- 2014 Budget	Recommended Budget FY 2014-2015	Variance Original FY 13-14 Budget
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CITY MANAGER / CITY CLERK

6110.000 Salaries-Regular Pay	137,580.00	137,580.00	137,580.00	-
6113.000 Salaries-Differentials	2,215.00	2,215.00	2,215.00	-
6131.000 Deferred Compensation Expense	3,665.00	3,665.00	3,665.00	-
6132.000 Retirement - PERS	27,300.00	27,300.00	27,300.00	-
6140.000 Life and Disability Insurance	2,235.00	2,235.00	2,235.00	-
6150.000 Workers Comp Insurance	2,810.00	2,810.00	2,810.00	-
6160.000 Social Security	10,695.00	10,695.00	10,695.00	-
6170.000 Health and Dental Insurance	22,140.00	22,140.00	22,140.00	-
6210.000 Special Departmental Expenses	1,000.00	1,000.00	1,000.00	-
6211.000 Office Supplies	100.00	100.00	100.00	-
6212.000 Maintenance Supplies	100.00	100.00	100.00	-
6213.000 Oils and Lubricants	200.00	200.00	200.00	-
6220.000 Telephone	1,200.00	1,200.00	1,200.00	-
6245.000 Other Contractual Services	250.00	250.00	200.00	(50.00)
6255.000 Liability Insurance	-	-	-	-
6260.000 Advertising	200.00	200.00	-	(200.00)
6270.000 Transportation & Travel				-
6275.000 Subscriptions and Training	7,000.00	7,000.00	7,000.00	-
				-
NET CITY COST	218,690.00	218,690.00	218,440.00	(250.00)

**Finance Department
Budget Narrative for FY 2014-2015
Budget Unit 130**

DEPARTMENTAL MISSION

The Finance Department supports the City's Vision by providing efficient, sound, timely, and continuous financial accounting and fiscal support necessary to maintain the financial health of the City.

ACCOMPLISHMENTS FOR FY 2013-2014

- Kept all the financial operations of the City in order and on time
- Continued to improve the budget accountability process
- Continued to provide real time budget and financial information on line to all the City's Departments
- Continued to update several administrative policies that were taken to the Council for approval
- Maintained the operations of the office, even though down one authorized position

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to provide efficient and professional financial support to the City of Gonzales
- Continue to work to improve and streamline all financial reports and functions
- Work with the City Council and City Manager to continue to provide timely financial status reports

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents a decrease of (\$3,989) or (5.6%) in expenditures, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net City Cost is decreased by (\$3,989).

Personnel

This budget reflects funding for one Senior Accounting Technician and one Administrative Assistant. The Finance Director position is not funded and instead, some of these services are being carried out by Green's Accounting, which is reflected under contract services in "Services and Supplies." The main reason for the decrease is a reallocation of one of these positions to the enterprise funds because almost 100% of their day is spent supporting water, waste water, and garbage.

Services and Supplies

This area is essentially status quo.

Capital Projects/Fixed Assets

There are no capital projects and/or fixed assets reflected in this budget at this time.

MAJOR POLICY CONSIDERATIONS

A continuing focus will be kept on finding new revenue sources or increasing existing revenue sources for the City. This is critical to continue to fund and further the City's Vision and Mission. While work will also be done on the expenditure side, all the budgets are very lean, and reductions would essentially result in the elimination of services.

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

	Budget FY 2013- 2014	Revised FY 2013- 2014 Budget	Recommended Budget FY 2014-2015	Variance Original FY 13-14 Budget
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FINANCE

6110.000 Salaries-Regular Pay	17,030.00	17,030.00	9,330.00	(7,700.00)
6111.000 Salaries-Overtime Pay	-	-	-	-
6112.000 Salaries-Extra Help	-	-	-	-
6113.000 Salaries-Differentials	755.00	755.00	370.00	(385.00)
6132.000 Retirement - PERS	3,140.00	3,140.00	1,615.00	(1,525.00)
6140.000 Life and Disability Insurance	260.00	260.00	126.00	(134.00)
6150.000 Workers Comp Insurance	305.00	305.00	195.00	(110.00)
6160.000 Social Security	1,360.00	1,360.00	745.00	(615.00)
6170.000 Health and Dental Insurance	4,320.00	4,320.00	2,160.00	(2,160.00)
6210.000 Special Departmental Expenses	200.00	200.00	200.00	-
6211.000 Office Supplies	400.00	400.00	200.00	(200.00)
6212.000 Maintenance Supplies	100.00	100.00	140.00	40.00
6220.000 Telephone				-
6230.000 Legal and Accounting	3,600.00	3,600.00	10,000.00	6,400.00
6231.000 Payroll Fees	7,500.00	7,500.00	10,000.00	2,500.00
6245.000 Other Contractual Services	30,000.00	30,000.00	30,000.00	-
6255.000 Liability Insurance	70.00	70.00	70.00	-
6275.000 Subscriptions and Training	400.00	400.00	400.00	-
6300.000 NSF Checks	1,000.00	1,000.00	600.00	(400.00)
6301.000 Bank Charges	800.00	800.00	1,100.00	300.00
6544.000 Equipment-Computers				-
NET CITY COST	71,240.00	71,240.00	67,251.00	(3,989.00)

City Attorney
Budget Narrative for FY 2014-2015
Budget Unit 150

DEPARTMENTAL MISSION

The City Attorney is a contracted position that provides the full array of legal services to the City and the Successor Agency. The Mission of the office is to continue to provide the City and Successor Agency with comprehensive legal advice and representation.

ACCOMPLISHMENTS FOR FY 2013-2014

- Continued to provide staff with ongoing assistance in the preparation of staff reports, resolutions, and ordinances
- Provided legal review and advice to the City on the Gonzales Successor Agency, and work with staff on the challenges with the State Department of Finance
- Provided legal review on several development projects in the Industrial Park including the Wind Turbine Project
- Provided legal review for the New Health Center Project
- Continue to provide legal advice and recommendations to the City Manager, Police Chief, and other managers in a variety of areas
- Continued to provide legal advice and recommendations to the City Council

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to work with staff on a variety of projects
- Continue to assist in identification of means (new procedures and/or programs) by which to reduce exposure to liability
- Identify and collect costs for services being driven by third parties
- Continue to provide legal advice to the Council

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an increase of \$10,000 or 28% in expenditures, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net City Cost is increased by \$10,000.

Personnel

No costs are reflected in this area.

Services and Supplies

The only cost in this area is the appropriation for the contract. A portion of these costs have been spread to other funds as appropriate, and only the amount anticipated for General Fund activities and programs is reflected.

Capital Projects/Fixed Assets

No costs are reflected in this area.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations being requested in this budget.

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

	Budget FY 2013- 2014	Revised FY 2013- 2014 Budget	Recommended Budget FY 2014-2015	Variance Original FY 13-14 Budget
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CITY ATTORNEY

6230.000 Legal and Accounting	35,000.00	35,000.00	45,000.00	10,000.00
NET CITY COST	35,000.00	35,000.00	45,000.00	10,000.00

Community Development Department Budget Narrative for FY 2014-2015 Budget Unit 160

DEPARTMENTAL MISSION

The Community Development Department supports the Vision and Mission of the City by providing professional planning services to the City. The Department promotes quality of life in Gonzales through careful attention to the City's physical and social development requirements. The Department promotes economic development consistent with the City Council's goals, and City's adopted plans and programs.

DEPARTMENTAL PROGRAMS

The Department processes applications for all physical development involving private land, including: Conditional Use Permits; Site Plan Permits, Sign Permits, and subdivision and parcel maps. The Department works closely with applicants, other City Departments, and County and State agencies to ensure development conforms to requirements and the best contemporary practices. The Department manages environmental review for projects and supports the Planning Commission and City Council, and is also responsible for maintaining and updating the Zoning Ordinance and Gonzales General Plan. Other activities include grant applications and administration, and affordable housing programs. The Department also works on economic development through outreach assistance to property owners and developers in promotion of the City.

ACCOMPLISHMENTS FOR FY 2013-2014

Project Processing and Approvals

This year saw continued very slow permitting activity due to the recession. However, several projects moved forward, providing for the promise of increased activity in the coming year:

- Completed the review of development plans, and issued a Site Plan Permit for the construction of a 6,400 square foot Medical Office Building proposed to be located on a vacant three acre parcel, along Fifth Street at Herold Parkway. Processed and gained approval of a Tentative Parcel Map to split the three acre site into three parcels, with one parcel sized to fit the Medical Office Building.
- Continued to negotiate the terms and conditions of a Development Agreement for Rincon Villages, a Planned Unit Development (PUD), and subdivision for a 138-acre residential project located on the east side of Highway 101.
- Completed the processing of a development proposal, under the jurisdiction of Monterey County, to construct two commercial-scale wind turbines on unincorporated property that adjoins the Gonzales Agricultural Industrial Business Park. The power generated by the turbines will be used as a sustainable source of energy for business with the industrial park.

- Completed the processing of an application for a Conditional Use Permit, which was approved by the Planning Commission, and issued a Site Plan Permit for the construction and operation of a vegetable cooling and food processing facility, and appurtenant uses on a project site consisting of 21.03± acres in the Gonzales Agricultural Business Industrial Park. Improvements include an 82,039± square foot facility for raw product receiving, processing, and packaging of fresh vegetables, a 63,567± square foot facility for cooling and staging of fresh vegetables with a 19,950± square foot shade canopy, a 2,188± square foot employee amenity area expansion (break room, rest rooms, etc.), a 3,195± square foot single story office to support the cooling operation (offices, break room, restrooms, employee break area, etc.), and a 796± square foot quality control office.
- Processed and gained approval of a lot merger combining three contiguous parcels in the Gonzales Agricultural Business Industrial Park for development purposes.
- Processed a Site Plan Permit for the construction of a 4,275± square foot one story retail building (Pharmacy/Drugstore) with a second story storage area of 720± square foot on a parcel of approximately 9,450± square feet in the Mixed Use Commercial Core Zoning District. The project includes a building, parking, landscaping, trash enclosure and signage, and other normal and incidental equipment and appurtenances.
- Approved various Site Plan Permits, Sign Permits, Conditional Use Permits, Use Permit Amendments, and Temporary Use of Land Permits.

General Plan Implementation

- Coordinated with various development projects in regard to compliance with the City's Climate Action Plan. Compliance with the Plan is achieved by reducing Greenhouse Gas (GHG) Emissions; primarily through energy efficiency upgrades of equipment, insulation and lighting. The Taylor Farms Project will result in a reduction of GHG Emissions of 293.39 metric tons CO₂e/yr, which exceeds the threshold set by the Climate Action Plan of 259.07 metric tons of CO₂e/yr. The Gonzales Medical Office Building will result in a reduction of GHG Emissions of 8.7 metric tons CO₂e/yr, which exceeds the threshold, set by the Climate Action Plan of 7.9 metric tons of CO₂e/yr. The Pharmacy Building will result in a reduction of GHG Emissions of 5.5 metric tons CO₂e/yr, which exceeds the threshold, set by the Climate Action Plan of 5.2 metric tons of CO₂e/yr.
- Completed negotiations with the County regarding a Memorandum of Agreement for the expansion of the boundaries of the City's Sphere of Influence, and the establishment of planning principles by both Parties to promote logical and orderly development. The Agreement will be used by Monterey LAFCO in its consideration of approving the City's request to amend its Sphere of Influence.
- Obtained approval by the Board of Supervisors and City Council of the Memorandum of Agreement between the City and Monterey County regarding the expansion of the boundaries of the City's Sphere of Influence.
- Prepared and submitted an application to LAFCO of Monterey County for a Sphere of Influence Amendment.

- Held several meetings with interested land owners within the General Plan's New Urban Growth Area, regarding the preparation and submittal of an application to Monterey County LAFCo proposing a Sphere of Influence Amendment.
- As an implementation measure of the City's Housing Element, revised the Density Bonus provisions in the City's Zoning Ordinance to establish consistency with Section 65915 of the California Government Code. Conducted public hearings with the Planning Commission and City Council to adopt an ordinance to approve the Density Bonus provisions

Economic Development and Downtown Revitalization

- Negotiated a lease with purchase option agreement with IRG Properties, to open an Italian restaurant at the site of the former Windmill Restaurant at Fourth and Alta Street in the Downtown area.
- Conducted a survey of Gonzales residents seeking information about their perceived strengths, weaknesses, threats and opportunities to the City's quality of life. Used the results of the survey to develop an economic development strategy tailored specifically for Gonzales in regard to business recruitment and attraction.
- Coordinated with the City's Economic Development Committee on the preparation of an Economic Development Strategy and Action Plan for business retention, development, and attraction.
- Assisted Real Estate brokers with their requests for information for their clients seeking land in an industrial setting, which is appropriately sized for large warehousing or manufacturing facilities, including food processing and vegetable cooling.
- Coordinated with Constellation Winery on a schematic plan for the expansion of their Gonzales facility.
- Engaged the consultant services of Atlas Advertising to assist the City in the development of a marketing plan and internet website, solely devoted to the economic development activities of the City.
- Continued the promotion of economic opportunities and activities, met with business owners and worked with consultants on related research and reporting.

Business Assistance Loan Program

- Completed the issuance of a small business loan from the City's Business Revolving Loan Fund in the amount of \$100,000. The loan proceeds originated from program income, consisting of principal and interest payments that the City has received from the issuance of loans to other local businesses.
- Coordinated the marketing to local businesses of a Small Cities Community Development Block Grant (CDBG) from the State Housing & Community Development Department in the amount of \$400,000 (#12-CDBG-8381). The grant funding is available to local businesses in the form of a low interest loan to facilitate business development and job growth.

- Completed a market analysis of its business environment in support of its successful Business Assistance Loan Program. The analysis evaluated the market for small business lending in Gonzales, and provided a projection of likely loan activity under the proposed program.
- Updated its CDBG Program Income Guidelines to be consistent with a change in state policy regarding the use of Program Income funds.

Grant Programs & Administration

- Completed three activities associated with a CDBG Planning & Technical Assistance Grant (#11-PTEC-7626), which was awarded to the City in October 2011, and the following activities occurred:
 - Preparation of technical studies in support of the completion of plans for the City's proposed Community Center (\$70,000);
 - Analysis of local health indicators in support of the preparation of a health assessment focused on the City, with the results aimed at improving local health care services (\$15,960); and
 - Began the preparation of an Economic Development Strategy and Action Plan, which includes specific linkages within the plan to programs and funding availability through the State CDBG program (i.e., Business Assistance and Micro-enterprise Programs), and Federal Economic Development Administration (\$35,000).
- Completed one homeowner rehabilitation loan in the amount of \$59,486 and a Lead Based Paint and Relocation Assistance Grant in the total amount of \$25,389. Additionally, the City undertook efforts to market grant funds available to local residents from the State's HOME Investment Partnerships Program. The grant funds can be used to provide low interest loans to home-owners for a variety of home-owner occupied rehabilitation activities.
- Coordinated with the County with regard to submitting applications for, and receiving Community Development Block Grant (CDBG) funding, from the federal Housing and Urban Development (HUD) Program. Funding was awarded to the City in the form of grant in the amount of \$156,766 for the following projects:
 - Reconstruction of the roof and replacement of the HVAC system at a Daycare Center, operated by the Mexican American Opportunity Foundation (MAOF);
 - Installation of pedestrian-scale lighting in Central Park to improve safety and accessibility;
 - Replacement of the HVAC system at a rural health care facility operated by the Gonzales Medical Group, which serves predominantly low to moderate income patients;
 - Installation of curb ramps at strategic locations throughout Gonzales to improve accessibility; and

- Subsidize the cost of participation in youth sports programs for low and moderate income families, so that the youth that had been previously excluded from participation due to cost restrictions, can now participate

Interagency Coordination

- Reviewed and commented on other agency plans, and actively participated in various technical committees, and worked with AMBAG in regard to revisions to 2008 population and employment forecasts, the preparation of AMBAG's Metropolitan Transportation Plan/Sustainable Communities Strategy, and the Regional Housing Needs Allocation Plan.
- Coordinated with the County and other Cities within the Salinas Valley in regards to sustainability and economic development.
- Served as staff to the Successor Agency and Oversight Board.

DEPARTMENTAL GOALS FOR FY 2014-2015

New initiatives will be carefully managed and limited due to budget constraints. New project review activities will be undertaken only upon receipt of application fees or reimbursement agreements from applicants, or when assigned through the City Manager. Efforts will be focused on completing projects for which funding is in place.

Project Processing and Approvals

- Complete discussions and negotiations of the terms and conditions of a Development Agreement for the Rincon Villages Project. Conduct public hearing before the Planning Commission and City Council with adoption by the Council.
- As required by Sections 5115 and 5116 of the California Welfare and Institutions Code, revise the City's Zoning Ordinance to remove the Conditional Use Permit requirement for residential care facilities of six or fewer persons in all residential zones. Conduct public hearings with the Planning Commission and City Council to adopt an ordinance to implement the zoning ordinance revisions.
- Prepare an amendment to the City's Zoning Ordinance to include standards addressing Cottage Food operations within the City. Conduct public hearings with the Planning Commission and City Council to adopt an ordinance to implement the Cottage Food operation standards.
- Process, and if appropriate, approve various Site Plan Permits, Sign Permits, Conditional Use Permits, and Temporary Use of Land Permits.

General Plan Implementation

- Engage a consultant and coordinate the preparation of an update to the City's Housing Element of the General Plan.
- Conduct a zoning consistency analysis as required by Government Code Section 65860(a), to ensure that the City's Zoning Plan is consistent with the Land Use Diagram of the 2010 General Plan. Conduct public hearings with the Planning Commission and City Council to adopt an ordinance which establish consistency between land use designation and zoning categories.

- Participate in public hearings with the Local Agency Formation Commission (LAFCO) with regard to the City's application to expand its Sphere of Influence Boundary. Obtain approval of an Amendment to the City Sphere of Influence.
- Propose and process amendments to the General Plan to bring the plan into conformance with the Memorandum of Agreement by and between the City and the County for orderly planning, growth and development.

Economic Development and Downtown Revitalization

- Working with Atlas Advertising as a consultant, complete the development of a marketing plan, and internet website solely devoted to the economic development activities of the City.
- Assist Real Estate brokers with their requests for information for their clients seeking land in an industrial setting, which is appropriately sized for large warehousing or manufacturing facilities, including food processing and vegetable cooling.
- Continue promoting economic opportunities and activities, meet with business owners and work with consultants on related research and reporting.
- Continue to coordinate with the MCVGA and RRWTA on efforts to support the implementation programs of the County's Agricultural and Winery Corridor Area Master Plan.
- Coordinate with the City's Economic Development Committee on the implementation of measures contained in the City's Economic Development Strategy and Action Plan for business retention, development and attraction.

Business Assistance Loan Program

- Actively market the Business Assistance Loan Program, and at a minimum, loan funds to two businesses.

Grant Programs & Administration

- Continue implementation of the HOME rehabilitation grant for home-owner occupied dwellings, including advertising and marketing the program, and funding rehabilitation activities.
- Coordinate with the County with regard to submitting applications for and receiving Community Development Block Grant (CDBG) funding from the federal Housing and Urban Development (HUD) Program. Funds in the amount of \$55,000 that were carried over from FY 2013-2014 will be used to fund the following projects:
 - Replacement of the HVAC system at a Daycare Center operated by the Mexican American Opportunity Foundation (MAOF).
 - Replacement of the HVAC system at a rural health care facility operated by the Gonzales Medical Group, which serves predominantly low to moderate income patients.

CDBG funds awarded to the City for FY 2014-2105 in the amount of \$142,242 will be used for:

- Installation of curb ramps at strategic locations throughout Gonzales to improve accessibility.
- Continue to search out new grant opportunities and apply whenever feasible.

Interagency Coordination

- Coordinate with the County Economic Development Department to implement county-wide economic development initiatives.
- Coordinate with the County Economic Development Department on activities associated with the County's Urban County designation, which includes the Cities of Gonzales and Del Rey Oaks.
- Actively participate with AMBAG in matters regarding the implementation of the Metropolitan Transportation Plan, Sustainable Communities Strategy, and the Regional Housing Needs Allocation Plan.
- Coordinate with the County and other Cities within the Salinas Valley in regards to sustainability and economic development.
- Serve as staff to the Successor Agency and Oversight Board.

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an overall increase of \$1,488 or .8% in expenditures, and a decrease of (\$5,770) or (21%) in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is increased by \$7,258.

Revenues

Revenues are projected to be down reflective of a continuation of a depressed economy. There does not appear to be any large planning projects on the horizon. Although, processing an application for a new industrial building in the Industrial Park, and additional uses on the vacant property near the medical office building, could slightly increase projected revenues.

Expenditures

The costs within this category primarily reflect the fixed costs associated with the Department, including information technology and file services and payment of the annual administrative charges associated with the Local Agency Formation Commission of Monterey County. This fiscal year, expenditures in the budget unit are higher than normal because included in those expenditures is the revision of the City's Housing Element, which is a mandate of the State.

Capital Projects/Fixed Assets

There are no capital projects or fixed assets reflected in this budget.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations reflected in this budget.

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

Variance

Budget FY 2013- Revised FY 2013- Recommended Budget Original FY 13-14 Budget
2014 2014 Budget FY 2014-2015

PLANNING					
<i>Revenues</i>					
5623.000	Housing Authority PILOT	4,300.00	4,300.00	5,500.00	1,200.00
5710.000	Home Occupation Fees	200.00	200.00	200.00	-
5711.000	Plan Check Fees				-
5712.000	Planning & Zoning Fees	6,000.00	6,000.00	6,000.00	-
5713.000	General Plan Revision Fees				-
5820.000	Other Income - Misc Payments				-
5821.000	Other Income - Reimbursements	2,000.00	2,000.00	500.00	(1,500.00)
xxxx.000	Transfer from 127	15,470.00	15,470.00	10,000.00	(5,470.00)
	Total	27,970.00	27,970.00	22,200.00	(5,770.00)
6110.000	Salaries-Regular Pay	110,000.00	110,000.00	110,000.00	-
6111.000	Salaries-Overtime Pay				-
6113.000	Salaries-Differentials	972.00	972.00	975.00	3.00
6120.000	Unemployment Insurance				-
6131.000	Deferred Compensation Expense	2,390.00	2,390.00	2,390.00	-
6132.000	Retirement - PERS	20,365.00	20,365.00	20,365.00	-
6140.000	Life and Disability Insurance	1,890.00	1,890.00	1,685.00	(205.00)
6150.000	Workers Comp Insurance	950.00	950.00	950.00	-
6160.000	Social Security	8,500.00	8,500.00	8,590.00	90.00
6170.000	Health and Dental Insurance	18,415.00	18,415.00	18,415.00	-
6210.000	Special Departmental Expenses	-	-	500.00	500.00
6211.000	Office Supplies	500.00	500.00	500.00	-
6212.000	Maintenance Supplies				-
6220.000	Telephone	100.00	100.00	-	(100.00)
6245.000	Other Contractual Services	13,100.00	13,100.00	14,800.00	1,700.00
6255.000	Liability Insurance	550.00	550.00	550.00	-
6260.000	Advertising	3,000.00	3,000.00	1,500.00	(1,500.00)
6265.000	Printing	-	-	-	-
6270.000	Transportation and Travel	1,500.00	1,500.00	1,500.00	-
6275.000	Subscriptions and Training	1,000.00	1,000.00	2,000.00	1,000.00
	Total	183,232.00	183,232.00	184,720.00	1,488.00
	NET CITY COST	(155,262.00)	(155,262.00)	(162,520.00)	7,258.00

**General Governmental Buildings
Budget Narrative for FY 2014-2015
Budget Unit 170**

DEPARTMENTAL MISSION

This budget is administered by the Public Works Department whose Mission is to enhance the quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This budget is used to reflect general fund purpose expenditures to all departments. In addition, it covers the rent payments for the City Hall building.

ACCOMPLISHMENTS FOR FY 2013-2014

Provided building and general maintenance services to the following locations, including janitorial services to both City Hall and the Public Safety Department:

423 Center Street	325 Center Street	225 Elko Street
109 Fourth Street	117 Fourth Street	147 Fourth Street
133 Fourth Street	421 Center Street	107 Centennial Drive
126 Fifth Street		

DEPARTMENTAL GOALS FOR FY 2014-2015

This coming fiscal year presents an opportunity to work toward providing sound City rented, or leased facilities services.

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an overall increase of \$1,529 or 1.7% in expenditures, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net City Cost is increased by \$1,529.

Services and Supplies

This budget has been used to fund the janitor and janitorial supplies for the Public Safety Department, City Hall, and other City facilities. In addition, it reflects the lease payment for City Hall.

Capital Projects/Fixed Assets

There are no capital projects or fixed assets reflected at this time.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations reflected in this budget. However, in the future, as the resources of the City improve, it will be important to establish a reserve maintenance fund to keep up with needed improvements to the buildings and protect this asset.

In addition, staff will work with the Public Safety Department to develop a plan to demolish the Old Public Works Shop, and reconfigure the area to provide more parking for the fire trucks. Staff is exploring a grant opportunity for this project.

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

	Budget FY 2013- 2014	Revised FY 2013- 2014 Budget	Recommended Budget FY 2014-2015	Variance Original FY 13-14 Budget
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GENERAL GOVERNMENT BLDG

6210.000 Special Departmental Expenses	400.00	400.00	300.00	(100.00)
6212.000 Maintenance Supplies	2,500.00	2,500.00	1,000.00	(1,500.00)
6213.000 Oils and Lubricants	139.00	139.00	250.00	111.00
6220.000 Telephone				-
6225.000 Utilities	48.00	48.00	-	(48.00)
6245.000 Other Contractual Services	12,000.00	12,000.00	12,000.00	-
6250.000 Rental	72,934.00	72,934.00	76,000.00	3,066.00
6260.000 Advertising				-
6520.000 Capital Outlay-Buildings				-
6530.000 Capital Outlay-Improvements				-
6540.000 Capital Outlay-Equipment				-
NET CITY COST	88,021.00	88,021.00	89,550.00	1,529.00

**Non-Departmental
Budget Narrative for FY 2014-2015
Budget Unit 200**

DEPARTMENTAL MISSION

This budget is administered by the Public Works Department whose Mission is to enhance the quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This budget is co-shared with the Finance Department, which provides various support services to all of the City Departments such as postage, office supplies, lease agreements, automotive, property insurance, and First Aid supplies.

ACCOMPLISHMENTS FOR FY 2013-2014

Continued to effectively provide support to the City's Departments.

DEPARTMENTAL GOALS FOR FY 2014-2015

- This coming fiscal year presents an opportunity to continue to provide sound interdepartmental support services
- Continue to maintain the various support contracts and lease agreements
- Continue to provide stable management of City assets and employee services

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an overall decrease of (\$7,010) or (8.6%) in expenditures, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net City Cost is decreased by (\$7,010).

The reason for the change is a reduction in expected county administrative fees.

Personnel

There are no personnel expenditures reflected in this budget.

Services and Supplies

This budget reflects funding for the:

- City Telephone and Utilities
- Office Supplies
- Postage and Mail services
- Public Hearing Notices & Legal Notices
- County Administrative Fee

Capital Projects/Fixed Assets

There are no capital projects or fixed assets reflected in this budget.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations reflected in this budget. However, all expenditures are being evaluated in this budget for further reduction.

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

	Budget FY 2013- 2014	Revised FY 2013- 2014 Budget	Recommended Budget FY 2014-2015	Variance Original FY 13-14 Budget
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NONDEPARTMENTAL

				-
6210.000 Special Departmental Expenses	10,435.00	10,435.00	11,000.00	565.00
6211.000 Office Supplies	7,350.00	7,350.00	7,350.00	-
6212.000 Maintenance Supplies	1,500.00	1,500.00	1,500.00	-
6220.000 Telephone	11,000.00	11,000.00	12,200.00	1,200.00
6225.000 Utilities	16,900.00	16,900.00	18,000.00	1,100.00
6230.000 Legal and Accounting				-
6245.000 Other Contractual Services	16,875.00	16,875.00	16,000.00	(875.00)
6250.000 Rental	1,800.00	1,800.00	1,800.00	-
6255.000 Liability Insurance	-	-	-	-
6260.000 Advertising	200.00	200.00	200.00	-
6270.000 Transportation and Travel				-
6275.000 Subscriptions & Train	-	-	-	-
6315.000 County Administrative Fees	15,000.00	15,000.00	6,000.00	(9,000.00)
NET CITY COST	81,060.00	81,060.00	74,050.00	(7,010.00)

**Police Department
Budget Narrative for FY 2014-2015
Budget Unit 300**

DEPARTMENTAL MISSION

The Gonzales Police Department supports the Vision and Mission of the City by providing public safety services to all our residents, businesses, and visitors. These services are provided using a cooperative community policing philosophy, in which the Department works with the residents to solve crime and quality of life issues in our diverse community.

The number one concern of the Department is the safety of all of our residents, businesses, and visitors. The Department takes a zero tolerance to crime and works aggressively to solve crimes that do occur.

The Gonzales Police Department supports and protects commercial, industrial, and educational institutions in the area. The Department provides advice as requested, and aids in crime prevention.

ACCOMPLISHMENTS FOR FY 2013-2014

During the FY 2013-2014, the Police Department accomplished many of the goals, including the following:

- The Department continued its efforts to reduce gang violence and gang influence not only in the City, but in the region by being the lead agency and obtaining funding through the State of California Cal-Grip 5 and 6 Grant, along with King City, Greenfield, and Soledad
- The Department localized some of its gang enforcement and suppression efforts during the year, leading to the arrest of known gang members on narcotics related charges.
- The Department has continued to work on improving our community policing program by having officers reach out to segments of the community, that have been identified as being in need of police services
- The Department received over 1500 hours of Officer time from its four Reserve Officers. The Reserve Officers also worked most community events to help reduce costs for the community organizations, and allow the annual events such as Cinco De Mayo and the 4th of July Celebration to occur

DEPARTMENTAL GOALS FOR 2014-2015

- Continue to work with the residents of our City to address the crime and quality of life issues that we are facing

- Continue gang intervention, prevention and suppression efforts through December of 2014 with the Cal-Grip 6 funding. Identify other funding sources to continued regional gang reduction efforts
- Hold several Community Police Academies for both the English and Spanish speaking members of our community.
- Continue collaborative efforts with the Gonzales School District to improve youth interaction
- Increase the role of the Clergy Council in crime prevention, and quality of life concerns
- Apply for additional funding as opportunities arise, including applying for future Cal-Grip Funding
- Continue to use the Reserve Officer Program as a means to address coverage issues within the Department
- Apply for COPS funding, and work with the School District to fund a School Resource Officer (SRO) for the district schools.

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an overall increase of \$14,936 or .8% in expenditures, and a decrease of (\$23,300) or (13%) in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net City Cost is increased by \$38,236.

Revenues

The Department should continue to see an increase in vehicle code fine revenues, along with increased training reimbursements through the State of California (POST). The change is primarily due to a reduction in CalGrip funds.

Revenue is projected for COPS Fast, and Supplemental Law Enforcement programs. Either of these sources could be in jeopardy, and currently do not support the two Officer positions it once did.

While the Department still has Cal-Grip funding through December of 2014, the Department is hoping to apply for further funding through the Cal-Grip programs, and COPS funding.

Personnel

While no new personnel are being requested for FY 2014-2015, the Department is currently operating with 11 sworn personnel, and three non-sworn personnel. The increase in expenditures is being driven to increases in personnel costs.

Services and Supplies

The Recommended FY 2014-2015 Budget reflects a status quo budget for services and supplies. This area also reflects the continued payments towards the Next Generation

Radio (NGEN) system. The system has had implementation delays due to legal challenges in the Monterey area to tower needed to make the system work properly.

Capital Projects/Fixed Assets

This area reflects a portion of the final payment for patrol cars that were purchased three (3) years ago.

In addition, not reflected here is the purchase of body cameras for each office. This will allow most resident contacts to be taped and help identify issues with Officer training, and help reduce some complaints as it relates to Officers interaction with community members. The Department is also in the need of replacing two or three of its patrol units. With this replacement, the Department is in need of installing computers in the patrol units, as we are the last agency in the County not to have them. The Department plans to purchase these items through a lease to own program, as we have in the past several years.

MAJOR POLICY CONSIDERATIONS

Not reflected in the budget is funding to replace patrol cars. This expenditure will be re-evaluated after the 2013-2014 year is closed out. It is expected that the request to purchase the patrol cars will be brought back by December, 2014.

The City continues to fear that the State of California will take or reduce COPS funding, which is approximately \$100,000 to our City, to fill the State's Budget gap. The General Fund as in previous years, will be used to off-set the cost difference in funding two Officers as we have in the past from Fund 150.

While not reflected in the budget, the overall budget provides flexibility to conclude negotiations with the Gonzales Police Officers Association (GPOA) and the Gonzales Police Supervisors Association (GPSA), on a new 5-year Memorandum of Understanding (MOU) that would result in changes to salaries and benefits. If a new MOU is approved by the Council, an amendment to the budget will be presented early in the fiscal year.

The Department is currently going through a restructuring plan to address supervision. With that in mind, the Department is not asking for any major policy changes. The Department will continue to seek out funding opportunities to help fund Officer positions, and/or additions.

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

Variance

Budget FY 2013- Revised FY 2013- Recommended Budget Original FY 13-14 Budget
2014 2014 Budget FY 2014-2015

POLICE DEPARTMENT

Revenues

	Budget FY 2013- 2014	Revised FY 2013- 2014 Budget	Recommended Budget FY 2014-2015	Variance Original FY 13-14 Budget
5310.000 Animal Licenses	1,000.00	1,000.00	1,000.00	-
5320.000 Bicycle Licenses	50.00	50.00	50.00	-
5335.000 Dance Permits	300.00	300.00	500.00	200.00
5410.000 Vehicle Code Fines	10,000.00	10,000.00	15,000.00	5,000.00
5621.000 P.O.S.T. Reimbursement	3,500.00	3,500.00	2,000.00	(1,500.00)
5637.000 Grant Proceeds	125,000.00	125,000.00	100,000.00	(25,000.00)
5720.000 Police Service Fees	20,000.00	20,000.00	18,000.00	(2,000.00)
5821.000 Other Income	20,000.00	20,000.00	20,000.00	-
5962.000 Transfers from Fund 216	-	-	-	-
Total	179,850.00	179,850.00	156,550.00	(23,300.00)

Expenditures

6110.000 Salaries-Regular Pay	831,900.00	831,900.00	873,935.00	42,035.00
6111.000 Salaries-Overtime Pay	65,000.00	65,000.00	60,000.00	(5,000.00)
6112.000 Salaries-Extra Help	-	-	-	-
6113.000 Salaries-Differentials	62,000.00	62,000.00	71,650.00	9,650.00
6114.000 Workers Compensation Payment	-	-	-	-
6120.000 Unemployment Insurance	-	-	-	-
6130.000 Retirement - ICMA	-	-	-	-
6131.000 Deferred Compensation Expense	3,330.00	3,330.00	3,325.00	(5.00)
6132.000 Retirement - PERS	178,600.00	178,600.00	188,980.00	10,380.00
6140.000 Life and Disability Insurance	13,360.00	13,360.00	14,180.00	820.00
6150.000 Workers Comp Insurance	50,475.00	50,475.00	50,592.00	117.00
6160.000 Social Security	73,000.00	73,000.00	76,930.00	3,930.00
6170.000 Health and Dental Insurance	75,900.00	75,900.00	86,700.00	10,800.00
6210.000 Special Departmental Expenses	15,000.00	15,000.00	15,000.00	-
6211.000 Office Supplies	3,500.00	3,500.00	3,500.00	-
6212.000 Maintenance Supplies	8,000.00	8,000.00	11,000.00	3,000.00
6213.000 Oils and Lubricants	30,000.00	30,000.00	18,000.00	(12,000.00)
6220.000 Telephone	8,000.00	8,000.00	8,000.00	-
6225.000 Utilities	22,000.00	22,000.00	22,000.00	-
6230.000 Legal and Accounting	-	-	-	-
6245.000 Other Contractual Services	260,000.00	260,000.00	260,000.00	-
6250.000 Rental	-	-	-	-
6255.000 Liability Insurance	7,400.00	7,400.00	20,000.00	12,600.00
6260.000 Advertising	-	-	-	-
6265.000 Printing	500.00	500.00	500.00	-
6270.000 Transportation and Travel	-	-	1,000.00	1,000.00
6275.000 Subscriptions and Training	10,000.00	10,000.00	9,000.00	(1,000.00)
6542.000 Vehicles	30,000.00	30,000.00	30,000.00	-
6544.000 Equipment-Computers	2,000.00	2,000.00	-	(2,000.00)
6905.000 Transfers Out	59,391.00	59,391.00	-	(59,391.00)
Total	1,809,356.00	1,809,356.00	1,824,292.00	14,936.00
NET CITY COST	(1,629,506.00)	(1,629,506.00)	(1,667,742.00)	38,236.00

**Fire Department
Budget Narrative for FY 2014-2015
Budget Unit 310**

DEPARTMENTAL MISSION

The Gonzales Fire Department is committed to providing fire prevention and suppression to the residents of our City and Rural Fire District in a friendly, cost-effective manner to insure the safety of our residents and businesses. The Department continues to work collaboratively with other public safety agencies to maintain the highest quality of service and serve those in our diverse community.

ACCOMPLISHMENTS FOR FY 2013-2014

During the FY-2013-2014 Approved Budget, the Gonzales Fire Department was able to accomplish the following goals:

- Provided public safety services to our residents in a safe and effective manner
- Increased its volunteer staff from 12 to 14 members, and one career Fire Engineer
- Implemented a Volunteer Firefighter shift program to improve station coverage
- Continued the training program to better prepare Volunteer Firefighters towards Firefighter 1 Certification
- Implemented an overhaul of the Fire Prevention/Business Inspection Program.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to search out grant opportunities to assist the City with maintaining and replacing Fire Department equipment
- Work towards increasing the Volunteer Firefighting force to 20 members
- Continue to work collaboratively with other public safety agencies to ensure that the residents of our City are receiving the best public safety services available, such as the Auto-Aid Agreements
- Continue instruction in CPR, First Aid, and disaster preparedness to our residents and businesses to ensure Gonzales is prepared for an emergency
- Continue to expand the Volunteer Firefighter shift program in an effort to provide 24 hours a day coverage
- Continue to perform all duties of the Fire Marshall including business inspections, fire investigations, and all other prevention activities
- Continue to train Firefighters towards Firefighter 1 certification

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 recommended budget represents an overall increase of \$9,174 or 4.2% in expenditures, and no change in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the net cost to the City has increased by \$9,174, when compared to the FY 2013-2014 Approved Budget.

Revenues

The Department operates on funds obtained from General Fund, the Gonzales Rural Fire Protection District, Special EMS Assessments, and other grants. The City will also see approximately \$7,500 in funding from CSA-74 monies that are collected by the County, to provide medical supplies, training, and equipment.

Not reflected in the budget are the funds from the SAFER Grant which is done, which has more than offset by an increase in the contribution from the Rural Fire District.

Personnel

The Department is requesting no additional full-time personnel during this Recommended FY 2014-2015 Budget. The overall Firefighter costs may increase if more Volunteer Firefighters are brought into the Department, and/or call volume increases.

Services and Supplies

The Recommended FY 2014-2015 Budget reflects an increase in allocated liability insurance costs.

Capital Projects/Fixed Assets

The Department, in trying to maintain the City's policy on fiscal responsibility, has scheduled no capital projects or fixed assets purchases (over \$1,000) during the FY 2014-2015 Recommended Budget.

MAJOR POLICY CONSIDERATIONS

While the City continues to use General Fund monies to support the Fire Department's efforts, the overall costs for fire protection in Gonzales is minimal compared to other jurisdictions. This is only accomplished through the efforts and dedication of the Officers and Volunteer Firefighters.

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

Variance

Budget FY 2013- Revised FY 2013- Recommended Budget Original FY 13-14 Budget
2014 2014 Budget FY 2014-2015

FIRE DEPARTMENT

Revenues

5162.000	Special Assessment - EMS Svcs	16,500.00	16,500.00	16,500.00	-
5637.000	Grant Proceeds	-	-	-	-
5673.000	EMS C5A 74	7,500.00	7,500.00	7,500.00	-
5730.000	Rural Fire District	170,000.00	170,000.00	200,000.00	30,000.00
5731.000	SAFER Grant	30,000.00	30,000.00	-	(30,000.00)
5821.000	Other Income-Reimbursements	2,000.00	2,000.00	2,000.00	-
Total		226,000.00	226,000.00	226,000.00	-

Expenditures

6110.000	Salaries-Regular Pay	92,800.00	92,800.00	92,800.00	-
6111.000	Salaries-Overtime Pay	2,000.00	2,000.00	1,000.00	(1,000.00)
6112.000	Extra Help	-	-	-	-
6113.000	Salaries-Differentials	-	-	-	-
6120.000	Unemployment Insurance	-	-	-	-
6131.000	Deferred Compensation Expense	-	-	-	-
6132.000	Retirement - PERS	13,775.00	13,775.00	13,170.00	(605.00)
6140.000	Life and Disability Insurance	1,100.00	1,100.00	1,100.00	-
6150.000	Workers Comp Insurance	5,224.00	5,224.00	5,225.00	1.00
6160.000	Social Security	7,400.00	7,400.00	7,175.00	(225.00)
6170.000	Health and Dental Insurance	10,800.00	10,800.00	10,800.00	-
6210.000	Special Departmental Expenses	18,000.00	18,000.00	18,000.00	-
6211.000	Office Supplies	100.00	100.00	100.00	-
6212.000	Maintenance Supplies	2,557.00	2,557.00	2,560.00	3.00
6213.000	Oils and Lubricants	5,000.00	5,000.00	5,000.00	-
6214.000	Vehicle Maintenance	10,000.00	10,000.00	10,000.00	-
6220.000	Telephone	-	-	-	-
6225.000	Utilities	5,000.00	5,000.00	9,000.00	4,000.00
6245.000	Other Contractual Services	22,000.00	22,000.00	22,000.00	-
6250.000	Rental	-	-	-	-
6255.000	Liability Insurance	16,000.00	16,000.00	26,000.00	10,000.00
6260.000	Advertising	3,000.00	3,000.00	1,000.00	(2,000.00)
6275.000	Subscriptions and Training	2,000.00	2,000.00	1,000.00	(1,000.00)
6540.000	Capital Outlay-Equipment	-	-	-	-
6541.000	Capital Outlay-Machinery	-	-	-	-
Total		216,756.00	216,756.00	225,930.00	9,174.00
	NET CITY COST	9,244.00	9,244.00	70.00	9,174.00

**Building Regulation Department
Budget Narrative for FY 2014-2015
Budget Unit 320**

DEPARTMENTAL MISSION

The Building Department supports the Vision and Mission of the City by providing leadership, commitment, and resources for excellent service in a friendly cost-effective manner necessary to ensure the safety of the community's built environment.

DEPARTMENTAL PROGRAMS

- Construction Inspections is the primary function of this Department
- Plan reviews for building code compliance
- Maintain permit issuance and fee collection system
- Maintain construction demolition debris diversion program
- Monitor building code compliance including energy codes and green building codes
- Maintain Gonzales' Employee Housing Program
- Maintain the Business License Program
- Assist with the Code Enforcement Program
- Maintain the Abandoned and Distressed Residential Property Program
- Assist in Monitoring pre and post construction runoff programs
- Coordinate efforts with other departments

ACCOMPLISHMENTS FOR FY 2013-2014

- Completed building inspections for all City projects, which were over 80
- Completed plan reviews for all projects
- Issued permit and collected fees appropriate for construction projects
- Maintained construction demolition debris diversion program, primarily through the Green Halo Program
- Complied with Employee Housing Program monitoring and reporting requirements, and passed a State audit
- Issued over 300 business licenses, and inspected all for fire safety
- Accepted and investigated over 30 code enforcement complaints
- Maintain the Abandoned and Distressed Residential Property Program, approximately 20 properties monitored
- Coordinated efforts with other departments
- Transitioned from a full-time staffed department to a part-time staffed department with a contractor providing supports as needed

DEPARTMENTAL GOALS FOR FY 2014-2015

- Inspect all construction projects
- Review plan for building code compliance when submitted
- Issue permits when requested
- Collect and properly account for permit fees
- Improve construction demolition debris diversion and reporting on projects in Gonzales
- Monitor building code compliance, including energy codes and green building codes
- Inspect and report Gonzales' Employee Housing Program
- Collect and respond to any employee housing complaints
- Issue business licenses and collect fees as approved in the fee schedule
- Assist with the code enforcement based upon complaints
- Inspect, account for, and report abandoned and distressed residential property as needed
- Assist in monitoring pre and post construction runoff programs as needed
- Coordinate efforts with other departments in all efforts
- Coordinate all building plans and projects reviews with all involved City Departments

FY 2014-2015 RECOMMENDED BUDGET

The Building Department FY 2014-2015 Recommended Budget represents an overall decrease of (\$64,476) or (65%) in expenditures, and a decrease of (\$60) or (.1%) in revenues, when compared to FY 2013-2014 Approved Budget. As a result, the Requested Net City Cost is decreased by (\$64,416).

Revenues

This budget revenue is based upon building activity. This year's budget does not reflect any fire fees since the Fire Department is absorbing the Fire Marshal responsibilities.

Personnel

Personnel for this budget is partial based upon part-time staff commitment.

The reason for the decrease in expenditures is due to the transition from a full-time Building Official/Fire Marshal to a part-time position, backed up by a contracted Building Inspector to be used as needed.

Services and Supplies

The expenses listed for this budget are for the contracted Building Inspector. There is no longer a vehicle assigned to this Department, so expenses are less.

Capital Projects / Fixed Assets

No capital projects or fixed assets are reflected in the budget.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations in this Department this year. If building activity increases in the future, the Building Official position will need to be reconsidered as a shared service, or hire for the position.

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

Variance

Budget FY 2013- Revised FY 2013- Recommended Budget Original FY 13-14 Budget
2014 2014 Budget FY 2014-2015

BUILDING

Revenues

5330.000	Building Permits	10,000.00	10,000.00	25,000.00	15,000.00
5329.000	Building Standards Admin Fee	140.00	140.00	140.00	-
5331.000	Fire Permit Fees	840.00	840.00	800.00	(40.00)
5332.000	SMIP Fee	180.00	180.00	100.00	(80.00)
5333.000	System Automation Fee	1,600.00	1,600.00	1,000.00	(600.00)
5334.000	Deconstruction, Demolition & Co	1,925.00	1,925.00	1,000.00	(925.00)
5345.000	Building Occupancy Fee	885.00	885.00	400.00	(485.00)
5348.000	Employee Housing Fee	1,925.00	1,925.00	1,500.00	(425.00)
5350.000	Bldg/Elec/Plumb Permits	14,000.00	14,000.00	5,000.00	(9,000.00)
5351.000	Fire Plan Examination Fees	2,300.00	2,300.00	10.00	(2,290.00)
5360.000	Misc. Building Projects	65.00	65.00	-	(65.00)
5365.000	Document Storage Fee	250.00	250.00	100.00	(150.00)
5640.000	County Housing Projects				-
5711.000	Plan Check Fees	6,500.00	6,500.00	5,000.00	(1,500.00)
5714.000	Training Fees - Building	500.00	500.00	250.00	(250.00)
5777.000	Fire Inspection Fees	3,250.00	3,250.00	4,000.00	750.00
					-
Total		44,360.00	44,360.00	44,300.00	(60.00)

Expenditures

6110.000	Salaries-Regular Pay	59,855.00	59,855.00	20,020.00	(39,835.00)
6112.000	Salaries-Extra Help				-
6131.000	Deferred Compensation Expense	2,000.00	2,000.00	-	(2,000.00)
6132.000	Retirement - PERS	11,300.00	11,300.00	3,775.00	(7,525.00)
6140.000	Life and Disability Insurance	1,190.00	1,190.00	340.00	(850.00)
6150.000	Workers Comp Insurance	834.00	834.00	278.00	(556.00)
6160.000	Social Security	4,580.00	4,580.00	1,530.00	(3,050.00)
6170.000	Health and Dental Insurance	16,200.00	16,200.00	5,400.00	(10,800.00)
6210.000	Special Departmental Expenses	380.00	380.00	250.00	(130.00)
6211.000	Office Supplies	85.00	85.00	100.00	15.00
6212.000	Maintenance Supplies	125.00	125.00	-	(125.00)
6213.000	Oils and Lubricants	1,920.00	1,920.00	-	(1,920.00)
6220.000	Telephone	400.00	400.00	-	(400.00)
6245.000	Other Contractual Services	100.00	100.00	2,500.00	2,400.00
6255.000	Liability Insurance	160.00	160.00	160.00	-
6260.000	Advertising	50.00	50.00	150.00	100.00
6275.000	Subscriptions and Training	-	-	200.00	200.00
6540.000	Capital-Equipment				-
Total		99,179.00	99,179.00	34,703.00	(64,476.00)
	NET CITY COST	(54,819.00)	(54,819.00)	9,597.00	(64,416.00)

**Public Works Department
Budget Narrative for FY 2014-2015
Budget Unit 400**

DEPARTMENTAL MISSION

The Mission of the Public Works Department supports the Vision of the City by working to enhance quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

The Public Works Department is responsible for the operation and maintenance of the following functions:

- Street Maintenance
- Street Sweeping
- Parks Maintenance
- Building Maintenance
- Automotive and Equipment Maintenance
- Operation and Maintenance of the City's Swimming Pool
- Special Events Support
- Municipal Water System (Operations and Maintenance)
- Wastewater System (Operations and Maintenance)
- Capital Improvements Projects
- Issuance of Encroachment Permits
- Water Cross-Connection Program
- Project Review and Plan Check

The Public Works Department also provides emergency response during and after normal hours, including weekends. The Department assists the community with various services such as water leak detection, assisting with the locations of City right-of-ways, easements and sewer laterals, pick up and disposal of street tree trimmings, etc. The Department also assists the downtown merchants with keeping the downtown business area clean and attractive to the community.

ACCOMPLISHMENTS FOR FY 2013-2014

- Maintained operations at a high level in spite of significant staff shortages
- Provided the day to day operational services to several important City functions, including automotive mechanical service to Police, Fire, Non-Departmental, Parks, and Public Works fleet for approximately 38 vehicles, and several pieces of equipment
- Managed and maintained the City Municipal Water and Distribution System, which delivered 1,450 acre-feet, or 472 million gallons of potable water to its citizens and businesses from the four active City water wells
- Managed and maintained the City Municipal Sewer Treatment & Collection System receiving some 233,975,611 gallons at the plant headwork
- Managed and maintained six (6) Sewer Pump Stations
- Managed and maintained the City Street Department, which consists of 18.21 street and alley miles, and provided a bi-weekly Street Sweeping Program of 34.38 City curb miles
- Provided general maintenance services to approximately 15 City-owned or leased out facilities
- Participated in consultations with project proponents and general public
- Processed Street Encroachment Permits
- Completed the second Tire-Derived Product (TDP) Grant
- Completed Community Pedestrian to School Plan
- Completed the One-Million Gallon Reservoir Replacement Valve Project
- Completed the Gonzales Solar Power Project
- Refurnished the Fifth Street Tower and the One-Million Water Storage Tank
- Completed the First Phase of the ACP Water Main Replacement Program

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to provide services, which enhance the quality of life of our residents and employees in an environment of safety, courtesy, integrity, and respect. We will also endeavor to our utility services without any interruption to our customers in a cost effective manner
- Update the Public Works Standards and Specifications
- Continue to provide day to day operational services to all of the City Departments and components
- Pursue various grant opportunities (CDBG and Safe Routes to School)
- Recommend and pursue all avenues to enhance the financial stability of the City's General Fund
- Provide leadership and guidance to Department staff
- Pursue the use of technology whenever possible, to help offset departmental demand for services
- Continue to provide stable management practices of City assets and development of Department employees through training opportunities

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an increase of \$819 or 1.2% in expenditures, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net City Cost is increased by \$819.

Personnel

The Public Works Department has recently filled the two vacant positions; the Public Works Maintenance Supervisor Position and Public Works Maintenance Position. However, the City's two most important financial vehicles "Water and Sewer Enterprise Funds" are currently still under staff, and the loss of any certified employee is very critical to the operations of these City utilities. The general public and business confidence of these services must be maintained and cannot be comprised if the City is to continue to retain, and appeal to new developments.

Services and Supplies

This category essentially remained status quo and reflects funding for:

- Safety department supplies
- Employee uniform services
- Department communication contract
- Mechanic training costs
- Annual service contracts- solvent, oil & transmissions

Capital Projects/Fixed Assets

There are no capital projects, and/or fixed assets reflected in this budget.

MAJOR POLICY CONSIDERATIONS

The major policy consideration reflected in this budget is to continue to provide services to the citizens and business of the City of Gonzales in a responsible manner, recognizing that the City's two most important Financial Vehicles are the "Water and Sewer Enterprise Funds."

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

Variance

Budget FY 2013- Revised FY 2013- Recommended Budget Original FY 13-14 Budget
2014 2014 Budget FY 2014-2015

PUBLIC WORKS

Revenues

5277.000	Public Facilities Impact Fees	-	-	-	-
5635.000	Highway Carrier Tax	-	-	-	-
5821.000	Other Income - Reimbursements	-	-	-	-
	Total	-	-	-	-

Expenditures

6110.000	Salaries-Regular Pay	29,500.00	29,500.00	29,060.00	(440.00)
6111.000	Salaries-Overtime Pay	440.00	440.00	440.00	-
6112.000	Salaries-Extra Help	3,000.00	3,000.00	8,000.00	5,000.00
6113.000	Salaries-Differentials	600.00	600.00	565.00	(35.00)
6120.000	Unemployment Insurance	-	-	-	-
6130.000	Retirement - ICMA	-	-	-	-
6131.000	Deferred Compensation Expense	185.00	185.00	185.00	-
6132.000	Retirement - PERS	5,760.00	5,760.00	5,670.00	(90.00)
6140.000	Life and Disability Insurance	490.00	490.00	495.00	5.00
6150.000	Workers Comp Insurance	3,350.00	3,350.00	3,380.00	30.00
6160.000	Social Security	2,335.00	2,335.00	2,300.00	(35.00)
6170.000	Health and Dental Insurance	9,995.00	9,995.00	5,994.00	(4,001.00)
6210.000	Special Departmental Expenses	1,125.00	1,125.00	1,125.00	-
6211.000	Office Supplies	150.00	150.00	150.00	-
6212.000	Maintenance Supplies	815.00	815.00	1,200.00	385.00
6213.000	Oils and Lubricants	3,400.00	3,400.00	3,400.00	-
6220.000	Telephone	200.00	200.00	200.00	-
6225.000	Utilities	-	-	-	-
6235.000	Engineering & Surveying	-	-	-	-
6245.000	Other Contractual Services	2,500.00	2,500.00	2,500.00	-
6250.000	Rental	-	-	-	-
6255.000	Liability Insurance	1,300.00	1,300.00	1,300.00	-
6260.000	Advertising	-	-	200.00	200.00
6270.000	Transportation and Travel	-	-	-	-
6275.000	Subscriptions and Training	800.00	800.00	600.00	(200.00)
	Expenditures	65,945.00	65,945.00	66,764.00	819.00
	NET CITY COST	(65,945.00)	(65,945.00)	(66,764.00)	819.00

Parks
Budget Narrative for FY 2014-2015
Budget Unit 500

DEPARTMENTAL MISSION

The Parks Department is administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance the quality of life of our residents and employees in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, and economically stable City.

DEPARTMENTAL PROGRAMS

- Maintenance and upkeep of all the City's parks
- Provide support for all special events, athletic events, and athletic leagues that utilize the City's parks
- Provide support to the City's Aquatics Program

ACCOMPLISHMENTS FOR FY 2013-2014

- Assisted with all City-wide special events
- Completed daily and weekly routine maintenance tasks
- Removed graffiti within 48 hours
- Repaired vandalism as soon as notified
- Completed an interim lighted parking and open space area at Gabilan Court

DEPARTMENTAL GOALS FOR FY 2014-2015

- Provide safe, clean, and aesthetically pleasing parks, open spaces, and right-of-ways within the City
- Ensure that current and future park improvements are adequately maintained
- Maintain the municipal Swimming Pool for safe operations in an efficient and cost effective manner
- Maintain and manage the parks to meet or exceed established recognized standards

- Provide efficient and effective customer service, which matches or exceeds the service needs of the residents
- Work with our residents from our Sister City of Tateposco, and explore all possibilities of constructing a Kiosk at Central Park

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an increase of \$2,164 or 2.2% in expenditures, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net City Cost is increased by \$2,164.

Personnel

Costs in this area are essentially status quo.

Services & Supplies

The change in this category is primarily due to the increase in utilities.

Capital Projects/Fixed Assets

There are no capital expenditures included in the budget.

MAJOR POLICY CONSIDERATIONS

One of the major priorities for the City of Gonzales is to provide quality services, and in order to continue toward this goal, the City must begin to contemplate the formation of a "Park & Recreation District" to meet the present funding challenges.

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

	Budget FY 2013- 2014	Revised FY 2013- 2014 Budget	Recommended Budget FY 2014-2015	Variance Original FY 13-14 Budget
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PARKS				
6110.000 Salaries-Regular Pay	41,000.00	41,000.00	41,000.00	-
6111.000 Salaries-Overtime Pay	1,000.00	1,000.00	1,000.00	-
6112.000 Salaries-Extra Help	3,000.00	3,000.00	-	-
6113.000 Salaries-Differentials	1,500.00	1,500.00	1,500.00	-
6131.000 Deferred Compensation Expense	-	-	2,000.00	2,000.00
6132.000 Retirement - PERS	8,195.00	8,195.00	8,195.00	-
6140.000 Life and Disability Insurance	700.00	700.00	700.00	-
6150.000 Workers Comp Insurance	556.00	556.00	560.00	4.00
6160.000 Social Security	3,325.00	3,325.00	3,325.00	-
6170.000 Health and Dental Insurance	10,800.00	10,800.00	10,800.00	-
6210.000 Special Departmental Expenses	-	-	2,700.00	2,700.00
6211.000 Office Supplies	-	-	-	-
6212.000 Maintenance Supplies	6,500.00	6,500.00	6,000.00	(500.00)
6213.000 Oils and Lubricants	4,600.00	4,600.00	4,000.00	(600.00)
6220.000 Telephone	325.00	325.00	-	(325.00)
6225.000 Utilities	12,115.00	12,115.00	13,500.00	1,385.00
6235.000 Engineering and Surveying	-	-	-	-
6245.000 Other Contractual Services	2,000.00	2,000.00	2,500.00	500.00
6250.000 Rental	-	-	-	-
6255.000 Liability Insurance	-	-	-	-
6260.000 Advertising	-	-	-	-
6270.000 Transportation & Travel	-	-	-	-
6275.000 Subscriptions and Training	-	-	-	-
6510.000 Capital Outlay - Land	-	-	-	-
NET CITY COST	95,616.00	95,616.00	97,780.00	2,164.00

Recreation Services
Budget Narrative for FY 2014-2015
Budget Unit 510

DEPARTMENTAL MISSION

The Recreation Department supports the Vision and Mission of the City by meeting the recreational needs and desires of the residents of Gonzales by developing, implementing, and maintaining quality programs, services, and facilities which are cost effective, creative, and responsive to resident input.

DEPARTMENTAL PROGRAM

This budget reflects all the expenditures and revenues for the City's recreational programming. It includes programs like Youth Soccer, Volleyball, Mini T-Ball, Youth Basketball, Youth Indoor Soccer, and all Special Events.

ACCOMPLISHMENTS FOR FY 2013-2014

- Converted the Health & Safety Fair to Family Health & Safety Day, which is now in alignment with the National Family Health & Safety Day
- Worked with several outside agencies to continue City-wide special events, including the 4th of July, Cinco de Mayo, Holiday Lights, Health and Safety Fair, and Dia del Niño
- Continued Community Garage Sales and Community Clean Up Day
- Increased the number of participants in Youth Basketball, Indoor Soccer, Mini T Ball and Outdoor Soccer
- Continued Adult Open Gym at Fairview Middle School Joint-Use Gym
- Held the Third Environmental Leadership Academy
- Increased communication and volunteerism with Gonzales High School students and staff
- Implemented a successful "Paint the Town Purple" Day to raise awareness about Cancer Awareness and Prevention
- Utilized an awarded Housing and Urban Development (HUD) Grant in the amount of \$15,800 to decrease the cost of youth sports, and to make programs more accessible to low and moderate income youth
- Collaborated with the Arts Council for Monterey County to offer drums programs at a reduced rate to Gonzales youth
- Collaborated with Gonzales Unified School District on the implementation of the Developmental Assets
- Collaborated with the Ventana Wilderness Society to take English as a Second Language Students on educational trips to the Pinnacles

- Successfully established Environmental Leadership Academy: Outdoor Adventures Program for teens and lead them on three adventures such as Kayaking, Ropes Course, and Stargazing
- Worked with Teens to implement a Summer Teen Recreation Committee

DEPARTMENTAL GOALS FOR FY 2014-2015

- Develop family programming with an emphasis on health and fitness
- Provide a wide range of recreational activities to citizens of all ages
- Work to increase and diversify the participants in all programs
- Work to find additional funding sources and grants for recreation
- Increase collaboration and partnerships with the various community groups to enhance programming
- Partner with other non-profits to enhance or supplant programs to reduce, and/or control costs

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an overall increase of \$17,283 or 11% in expenditures, and a decrease of (\$47,262) or (26%) in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is increased by \$64,545.

Revenues

The reduction in revenues is due to finishing two grant programs.

Personnel

This category has been increased to reflect increase in the minimum wage for seasonal personnel needed to run the programs.

Services and Supplies

The major reason for the increase is reflected in Special Departmental Expenses needed to finish the programming for the Foundation 4 Youth Grant.

Capital Projects/Fixed Assets

There are no capital projects or fixed assets reflected in this budget.

MAJOR POLICY CONSIDERATIONS

While the budget is providing a full Recreation Program, it is being done with less resources and some restructuring. The following is a summary of the changes included in the Recreation Budget:

- Continue to seek grant and funding opportunities to offset costs of Recreation Programs
- Ensure that all Recreation Program expenditures are completely covered by the revenue they bring in

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

	Budget FY 2013- 2014	Revised FY 2013- 2014 Budget	Recommended Budget FY 2014-2015	Variance Original FY 13-14 Budget
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RECREATION SERVICES

Revenues

5637.000 Grant Proceeds	30,880.00	30,880.00	-	(30,880.00)
5740.000 Recreation Fees	90,000.00	90,000.00	90,000.00	-
5741.000 Pool Revenue	40,000.00	40,000.00	40,000.00	-
5820.000 Other Income -Misc Payments	502.00	502.00	-	(502.00)
5950.000 Transfer from CDBG	15,880.00	15,880.00	-	(15,880.00)
Total	177,262.00	177,262.00	130,000.00	(47,262.00)

Expenditures

6110.000 Salaries-Regular Pay	85,000.00	85,000.00	89,520.00	4,520.00
6111.000 Salaries-Overtime Pay	-	-	-	-
6112.000 Salaries-Extra Help	2,500.00	2,500.00	-	(2,500.00)
6113.000 Salaries-Differentials	1,011.00	1,011.00	1,010.00	(1.00)
6120.000 Unemployment Insurance	550.00	550.00	-	(550.00)
6131.000 Deferred Compensation Expense	2,082.00	2,082.00	2,080.00	(2.00)
6132.000 Retirement - PERS	14,530.00	14,530.00	14,530.00	-
6140.000 Life and Disability Insurance	1,080.00	1,080.00	1,080.00	-
6150.000 Workers Comp Insurance	1,724.00	1,724.00	1,725.00	1.00
6160.000 Social Security	6,810.00	6,810.00	6,925.00	115.00
6170.000 Health and Dental Insurance	9,180.00	9,180.00	9,180.00	-
6210.000 Special Departmental Expenses	15,000.00	15,000.00	32,000.00	17,000.00
6211.000 Office Supplies	150.00	150.00	150.00	-
6212.000 Maintenance Supplies	12,000.00	12,000.00	12,000.00	-
6213.000 Oils and Lubricants	900.00	900.00	750.00	(150.00)
6220.000 Telephone	-	-	-	-
6225.000 Utilities	3,600.00	3,600.00	2,750.00	(850.00)
6245.000 Other Contractual Services	500.00	500.00	500.00	-
6255.000 Liability Insurance	-	-	-	-
6265.000 Printing	-	-	-	-
6275.000 Subscriptions and Training	600.00	600.00	300.00	(300.00)
6544.000 Equipment-Computers	100.00	100.00	100.00	-
Total	157,317.00	157,317.00	174,600.00	17,283.00
Net City Cost	19,945.00	19,945.00	(44,600.00)	64,545.00

City Aquatics
Budget Narrative for FY 2014-2015
Budget Unit 515

DEPARTMENTAL MISSION

The Aquatics Program supports the Vision and Mission of the City by providing a safe environment for aquatic recreation, teach aquatic safety through swim lessons, and provide opportunities for Gonzales residents to enjoy aquatic recreation, and to manage fiscal resources responsibly.

DEPARTMENTAL PROGRAMS

This program provides all the expenditures for the operation and management of the City Aquatics (Pool) Program. It includes programs like open swim, swim team, movies at the pool, pool parties, and swim lessons.

ACCOMPLISHMENTS FOR FY 2013-2014

- Operated safely with no major injuries
- Provided residents with increased swim lesson opportunities to enhance their water safety
- Increase the number of Dive In Movies
- Added Youth Water Polo
- Maintained the pool 100% compliance with the VGB Act
- Completed compliance with ADA Standards in regards to Pool Lift Accessibility
- Provided several days of swimming opportunities to Fairview Middle School P.E. Students
- Increased Special Events to allow for family-friendly entertainment
- Continued Swim Lessons, and Water Safety Instruction for all Summer School and Migrant Education Students through the GUSD Summer School Program
- All staff completed bi-weekly in service trainings to maintain competency in all certification areas

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue safe operations with no major injuries
- Increase revenue to better support current activities
- Teach and practice safety as part of all activities
- Continue to create, and successfully implement, innovative aquatic programming
- Add Developmental Assets training for staff, and include Asset activities in all Swimming Programs
- Secure appropriate funding sources to provide necessary maintenance and repairs

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an overall increase of \$11,900 or 25% in expenditures, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is increased by \$11,900.

Revenues

Revenues, which are reflected in the Recreation Budget and General Revenue (Budget Unit 510), have increased as a result of increased programming, outreach, and marketing of the City's Aquatics Program.

Personnel

This category reflects an increase caused by the raise in minimum wage.

Services and Supplies

This category remains the same.

Capital Projects/Fixed Assets

There are no capital projects or fixed assets reflected in this budget.

MAJOR POLICY CONSIDERATIONS

Similar to the Recreation Program, this year is seeing a reduction in programming like eliminating Swim Lesson Classes that are not at capacity. Staff has implemented the following reductions and changes to the program, in an attempt to reduce and control costs and increase resources:

- Absolutely no aquatic overtime. This will be achieved by carefully reviewing staff schedules, and monitoring the substitution time. [*Potential Savings: \$500*]
- Adjust pool capacity to reflect the number of staff in order to avoid any overtime. These staff numbers will be evaluated based on the past attendance of various activities, and adjusted to reflect maximum capacity likely to maximize revenue.
- Increase the number of Swim Lesson Classes in order to allow more participation, while still funneling participants into full classes

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

	Budget FY 2013- 2014	Revised FY 2013- 2014 Budget	Recommended Budget FY 2014-2015	Variance Original FY 13-14 Budget
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CITY AQUATICS

6110.000 Salaries-Regular Pay	22,500.00	22,500.00	36,000.00	13,500.00
6111.000 Salaries-Overtime Pay	-	-	-	-
6112.000 Salaries-Extra Help	-	-	-	-
6120.000 Unemployment Insurance	-	-	-	-
6150.000 Workers Comp	2,224.00	2,224.00	2,225.00	1.00
6160.000 Social Security	2,755.00	2,755.00	2,754.00	(1.00)
6210.000 Special Departmental Expenses	3,500.00	3,500.00	-	(3,500.00)
6211.000 Office Supplies	100.00	100.00	-	(100.00)
6212.000 Maintenance Supplies	6,500.00	6,500.00	6,500.00	-
6225.000 Utilities	8,000.00	8,000.00	10,000.00	2,000.00
6245.000 Other Contractual Services	1,000.00	1,000.00	1,000.00	-
6255.000 Liability Insurance	150.00	150.00	150.00	-
6260.000 Advertising				-
6275.000 Subscriptions and Training	100.00	100.00	100.00	-
NET CITY COST	46,829.00	46,829.00	58,729.00	11,900.00

**General Fund Debt Service
Budget Narrative for FY 2014-2015
Budget Unit 900**

DEPARTMENTAL MISSION

This is the budget unit that was set up to track the General Fund debt service payment for the 2011 Lease Revenue Bond, that was part of the financing program implemented to help the Redevelopment Agency payoff the 2006 Tax Anticipation Note due August 2011.

ACCOMPLISHMENTS FOR FY 2013-2014

- Made the debt service payment
- Continued working with the Gonzales Oversight Board to have this debt for, and loan to the Gonzales Redevelopment Agency recognized as an Enforceable Obligation for the Gonzales Successor Agency
- Initiated the final administrative step, “meet and discuss” process with the California State Department of Finance (DOF) to have this debt recognized as an Enforceable Obligation, before filling the lawsuit with the Court.

DEPARTMENTAL GOALS FOR FY 2014-2015

Continue to work to financing the debt, and work with the Gonzales Successor Agency to reduce the General Fund contribution, and have this loan recognized as an Enforceable Obligation for the Gonzales Successor Agency by the DOF, and/or initiate and prevail in the lawsuit.

FY 2014-2015 RECOMMENDED BUDGET

The Department’s FY 2014-2015 Recommended Budget represents a decrease of \$18,000 or 4.6% in expenditures, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net City Cost is decreased by (\$18,000).

Personnel

No costs are reflected in this area.

Services and Supplies

The only cost in this area is the appropriation for debt interest and principal payments, bond issuance costs for the 2011 Lease Revenue Bond.

Capital Projects/Fixed Assets

No costs are reflected in this area.

MAJOR POLICY CONSIDERATIONS

A Portion of the RDA Financing Plan Bailout Implemented in 2011 Continues to be Disallowed by the State Department of Finance

As has been presented over the last several meetings to the Successor Agency Board and Council, the Department of Finance (DOF) has not approved the General Fund portion of the 2011 Financing Plan that was implemented to refinance the RDA 2006 Tax Anticipation Note (TAN). The General Fund portion was a Lease Revenue Bond financing that was done to generate the funds to lend the RDA in order to help refinance the 2006 TAN. As of the time of writing the Budget Document, DOF continues to disallow this cost as an Enforceable Obligation for the Gonzales Successor Agency. This continues to be a significant impact to the General Fund in the magnitude of \$380,000 annually. As a result, per Council direction, staff has exhausted the administrative review process with the DOF, and is moving forward with the lawsuit authorized by the Agency Board against the DOF. If this issue is not resolved, this will be a significant impact to the General Fund and will result in additional expenditure reductions, revenue increases, or a combination of both moving forward.

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

	Budget FY 2013- 2014	Revised FY 2013- 2014 Budget	Recommended Budget FY 2014-2015	Variance Original FY 13-14 Budget
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Debt Service
Revenues

5830.000 Bond Proceeds	-	-	-	-
5935.000 Transfer from Gonzales RDA	-	-	-	-
	-	-	-	-
Total	-	-	-	-

Expenditures

6610.000 Interest Expense	325,819.00	325,819.00	-	(325,819.00)
6620.000 Principal Reduction	60,000.00	60,000.00	-	(60,000.00)
6635.000 Bond Issuance Cost	-	-	-	-
6935.000 Transfer to SA	-	-	367,819.00	367,819.00
Total	385,819.00	385,819.00	367,819.00	(18,000.00)
Net City Cost	(385,819.00)	(385,819.00)	(367,819.00)	(18,000.00)

**Contingency
Budget Narrative for FY 2014-2015
Budget Unit XX**

DEPARTMENTAL MISSION

This budget was established to set aside an appropriation amount every year to cover unexpected expenditures, and/or as a holding tank pending Council direction.

ACCOMPLISHMENTS FOR FY 2013-2014

Not applicable.

DEPARTMENTAL GOALS FOR FY 2014-2015

Continue to support the General Fund.

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget does not reflect a contingency appropriation.

Personnel

There are no personnel costs reflected in this budget.

Services and Supplies

There are no services and supplies costs reflected in this budget.

Capital Projects/Fixed Assets

The budget does not reflect expenditures in this area.

MAJOR POLICY CONSIDERATIONS

No appropriation for Contingency has been set aside to use for unexpected expenditures during the fiscal year; however, after the FY 2013-2014 closes and there are funds to set aside for Contingencies, this item will be brought before the Council for approval.

CITY OF GONZALES & SUCCESSOR AGENCY
Fiscal Year 2014-2015
Recommended Budget

	Budget FY 2013- 2014	Revised FY 2013- 2014 Budget	Recommended Budget FY 2014-2015	Variance Original FY 13-14 Budget
CONTINGENCY				
	-		-	-
xxxx.000 Miscellaneous	20,000.00	20,000.00	-	(20,000.00)
				-
NET CITY COST	20,000.00	20,000.00	-	(20,000.00)
TOTAL REVENUES	3,615,255.00	3,615,255.00	4,871,633.00	(1,256,378.00)
TOTAL EXPENDITURES	3,615,255.00	3,615,255.00	3,569,828.00	(45,427.00)
Excess / <Deficit> Revenue over Expenditures	-	-	1,301,805.00	(1,301,805.00)

Community Development Budget Narrative for FY 2014-2015 Budget Fund 120

FUND PURPOSE

The Community Development Fund addresses a range of projects of general benefit to the community that are supported by the Small Cities Community Development Block Grant (CDBG) Program, the HOME Program, and other public grant sources. Projects include development of affordable housing, rehabilitation of housing, and other housing related activities. Projects may also include development of public infrastructure and improvements such as streets, paving, sidewalks, and similar facilities of benefit to lower income members of the community.

Fund 120 sets forth revenues secured by approved grants from the Community Development Block Grant (CDBG) and other sources, and Program Income received from repayment of previous loans. The expenditure portion of Fund 120 identifies the expected dispersal of these funds to City departments, and consultants assisting the City.

ACCOMPLISHMENTS FOR FY 2013-2014

- Conducted a survey of Gonzales residents seeking information about their perceived strengths, weaknesses, threats and opportunities to the City's quality of life. Used the results of the survey to develop an economic development strategy tailored specifically for Gonzales in regard to business recruitment and attraction.
- Coordinated with the City's Economic Development Committee on the preparation of an Economic Development Strategy and Action Plan for business retention, development and attraction.
- Completed three activities associated with a CDBG Planning & Technical Assistance Grant (#11-PTEC-7626), which was awarded to the City in October 2011, the following activities occurred:
 - Preparation of technical studies in support of the completion of plans for the City's proposed Community Center (\$70,000);
 - Analysis of local health indicators in support of the preparation of a health assessment focused on the City, with the results aimed at improving local health care services (\$15,960); and
 - Began the preparation of an Economic Development Strategy and Action Plan, which includes specific linkages within the plan to programs and funding availability through the State CDBG program (i.e., Business Assistance and Micro-enterprise Programs), and Federal Economic Development Administration (\$35,000).
- Completed one homeowner rehabilitation loan in the amount of \$59,486, and a Lead Based Paint and Relocation Assistance Grant in the total amount of \$25,389. Additionally, the City undertook efforts to market grant funds available to local residents from the State's HOME Investment Partnerships Program. The grant

funds can be used to provide low interest loans to home-owners for a variety of home-owner occupied rehabilitation activities.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Working with Atlas Advertising as a consultant, complete the development of a marketing plan, and internet website solely devoted to the economic development activities of the City.
- Coordinate with the City's Economic Development Committee on the implementation of measures contained in the City's Economic Development Strategy and Action Plan for business retention, development and attraction.
- Continue implementation of the HOME rehabilitation grant for home-owner occupied dwellings, including advertising and marketing the program, and funding rehabilitation activities.
- Continue to coordinate with the MCVGA and RRWTA on efforts to support the implementation programs of the County's Agricultural and Winery Corridor Area Master Plan.
- Continue to search out new grant opportunities, and apply whenever feasible.

FY 2014-2015 RECOMMENDED BUDGET

The Fund's revenues are primarily derived a HOME Partnership Grant (#11-HOME-7665) received from the State Department of Housing and Community Development. The Fund's expenditures are associated consultant services associated with the implementation and program delivery for the grant.

The Fund's revenues and expenditures vary from year to year depending on how many grants that the City receives. The Fund's FY 2014-2015 Recommended Budget reflects a decrease of (\$41,600), or (35%) reduction in expenditures, and (\$63,500) or (47%) decrease in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is increased by \$21,900.

Revenues

Revenues reflect the amount of grant funds that the City anticipates requesting from the State Housing and Community Development Department (HCD) associated with a HOME Partnership Grant (#11-HOME-7656) awarded to the City in Fiscal Year 2011-2012. Additional revenue is associated with the payment of principal and interest for a First Time Homebuyer Loan.

Personnel

The City Manager, Community Development Director, and other Department Heads, will participate in the completion of program tasks and duties. City staff will be responsible for all program administration and grant reporting.

Contractual Services

The Recommended Budget includes funds for payments to a consultant engaged to assist with the implementation of the awarded HOME Partnership Grant (#11-HOME-7665), for the rehabilitation of home-owner occupied dwelling units in the amount of \$16,000.

MAJOR POLICY CONSIDERATIONS

The City Council directs all grant applications and uses of funds. Funds for studies using PTA or other grants, should be directed to advancing projects, and improvements that maximize the benefit to the community, and/or meet an unmet need.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year		Actual Thru April	Estimated Total	(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget					
Fund: 120 - Community Development								
Revenues								
Dept: 000								
5515.000 Interest Income	2,135	2,000	2,000	3,219	3,865	3,865	3,850	
5620.000 CDBG - Revolving Loan Program	0	0	0	0	0			
5624.000 CDBG - 02-Home - 0585	0	0	0	0	0			
5625.000 CDBG - Economic Development	0	0	0	0	0			
5626.000 CDBG - Housing Rehabilitation	0	100,250	100,250	0	0	115,000	66,000	
5627.000 CDBG - Planning & Tech Assist	91,966	31,100	31,100	117,559	156,745	117,660		
5628.000 CDBG - Other Misc Programs	6,563	0	0	0	0			
5860.000 Principal Payments Received	3,745	0	0	0	0			
Dept: 000	104,409	133,350	133,350	120,778	160,610	236,525	69,850	0
Dept: 100 City Council								
5615.000 State Gas Tax 2105	0	0	0	0	0			
City Council	0	0	0	0	0	0	0	0
Total Revenues	104,409	133,350	133,350	120,778	160,610	236,525	69,850	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	0	0	0	0			
6211.000 Office Supplies	0	0	0	0	0			
6212.000 Maintenance Supplies	0	0	0	0	0			
6230.000 Legal and Accounting	0	0	0	0	0			
6235.000 Engineering and Surveying	0	0	0	0	0			
6245.000 Other Contractual Services	96,311	26,600	26,600	34,390	31,345	40,000	16,000	
6260.000 Advertising	0	1,000	1,000	0	0	1,000		
6275.000 Subscriptions and Training	0	0	0	0	0			
6316.000 Administrative Fees	0	0	0	0	0			
6328.000 Loan Advances	0	80,000	80,000	84,875	0	84,825	50,000	
6334.000 CDBG Loan Payments	0	0	0	0	0			
6335.000 Block Grant Expenditures	0	0	0	0	0			
6510.000 Capital Outlay-Land	0	0	0	0	0			
6530.000 Capital Outlay-Improvements	0	0	0	0	0			
6540.000 Capital Outlay-Equipment	0	0	0	0	0			
6544.000 Equipment-Computers	0	0	0	0	0			
6900.000 Transfers to General Fund	10,000	10,000	10,000	0	0	15,470	10,000	
6953.000 Transfer to Fund 250	0	0	0	0	0			
Dept: 000	106,311	117,600	117,600	119,265	31,345	141,295	76,000	0
Dept: 150 City Attorney								
6410.000 Workers' Compensation	0	0	0	0	0			
City Attorney	0	0	0	0	0	0	0	0

BUDGET WORKSHEET

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6)	(7)	(8)
		Original Budget	Amended Budget	Actual Thru April	Estimated Total	Staff YE Est	FY 2014/2015	Adopted
Fund: 120 - Community Development								
Total Expenditures	106,311	117,600	117,600	119,265	31,345	141,295	76,000	0
Community Development	-1,902	15,750	15,750	1,513	129,265	95,230	-6,150	0

**Business Loan Grant Program
Budget Narrative for FY 2014-2015
Budget Fund 123**

FUND PURPOSE

The fund is administered by the Community Development Department and was established to track expenditures and revenues for the Community Development Business Assistance Loan Grant Program. Funds under this program are restricted to certain eligible costs, including: operating capital; furniture fixtures and equipment (FF&E); rehabilitation of leased space or owned buildings (including engineering and architectural and local permits or fees); purchase of manufacturing equipment (with or without installation costs); refinancing of existing debt in conjunction with financing other eligible costs; purchase of real property; required off site improvements; or relocation grants for persons displaced due to funding of the project.

Fund 123 sets forth revenues secured by approved grants from the Small City's Community Development Block Grant (CDBG) Program and other sources, and program income received from repayment of loans once made.

ACCOMPLISHMENTS FOR FY 2013-2014

- Completed the issuance of a small business loan from the City's Business Revolving Loan Fund in the amount of \$100,000. The loan proceeds originated from program income, consisting of principal and interest payments that the City has received from the issuance of loans to other local businesses.
- Coordinated the marketing to local businesses of a Small Cities Community Development Block Grant (CDBG) from the State Housing & Community Development Department in the amount of \$400,000 (#12-CDBG-8381). The grant funding is available to local businesses in the form of a low interest loan to facilitate business development and job growth.
- Completed a market analysis of its business environment in support of its successful Business Assistance Loan Program. The analysis evaluated the market for small business lending in Gonzales, and provided a projection of likely loan activity under the proposed program.
- Updated its CDBG Program Income Guidelines to be consistent with a change in state policy regarding the use of Program Income funds.

DEPARTMENTAL GOALS FOR FY 2014-2015

Actively market the Business Assistance Loan Program, and at a minimum, loan funds to two businesses.

FY 2014-2015 RECOMMENDED BUDGET

The Fund's revenues are derived from principal and interest payments associated with business assistance loans granted in previous years, and from grant funding received from the State Department of Housing and Community Development. The Fund's expenditures are associated with business assistance loans granted by the City to qualifying businesses and costs associated with program delivery.

The Fund's revenues and expenditures vary from year to year depending on how many loans the City is able to make in a given year and/or if grant funds are available to loan. The Fund's FY 2014-2015 Recommended Budget reflects an increase of \$137,000 or 63% in expenditures, and an increase of \$213,460 or 100% in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the requested Net Cost is decreased by (\$76,460).

Estimated Fund Balance

The year-end fund balance is estimated to be \$170,000 as of June 30, 2014.

Revenues/Expenditures

Revenues reflected assume principal and interest payments received by the City for prior loans, two new Business Assistance Loans, and expenses associated with program delivery and general administration activities during the fiscal year.

Personnel

Personnel reflected include the City Manager, Community Development Director, and Administrative Assistant.

Contractual Services

The Recommended Budget provides funding for a consultant to provide activity delivery for the Business Assistance Loan Program.

Transfers to other Funds

The budget reflects a transfer of approximately \$13,000 to the General Fund to cover grant administration services provided by City personnel resources.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations reflected in this budget.

BUDGET WORKSHEET

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year		Actual Thru April	Estimated Total	(6)	(7)	(8)
		Original Budget	Amended Budget			Staff YE Est	FY 2014/2015	Adopted
Fund: 123 - Business Loan Grant								
Revenues								
Dept: 000								
5515.000 Interest Income	6,687	7,000	7,000	5,874	7,198	7,200	8,890	
5620.000 CDBG - Revolving Loan Program	149,431	103,000	103,000	0	0		361,000	
5628.000 CDBG - Other Misc Programs	0	0	0	0	0			
5637.000 Grant Proceeds	0	0	0	0	0			
5860.000 Principal Payments Received	43,749	52,730	52,730	56,639	64,563	61,000	56,300	
5935.000 Transfer from Gonzales SA	50,000	50,000	50,000	0	0			
Dept: 000	249,867	212,730	212,730	62,513	71,761	68,200	426,190	0
Total Revenues	249,867	212,730	212,730	62,513	71,761	68,200	426,190	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	0	0	0	0			
6245.000 Other Contractual Services	4,163	20,000	20,000	5,846	7,795	5,850	35,000	
6328.000 Loan Advances	113,368	95,000	95,000	0	0		306,000	
6335.000 Block Grant Expenditures	907	82,000	82,000	14,966	796	116,000		
6900.000 Transfers to General Fund	20,000	20,000	20,000	0	0	18,350	13,000	
Dept: 000	138,438	217,000	217,000	20,812	8,591	140,200	354,000	0
Total Expenditures	138,438	217,000	217,000	20,812	8,591	140,200	354,000	0
Business Loan Grant	111,429	-4,270	-4,270	41,701	63,170	-72,000	72,190	0

**Air Pollution Control Fund
Budget Narrative for FY 2014-2015
Budget Fund 124**

DEPARTMENTAL MISSION

This is budget unit tracks Air Pollution Control funds to reduce transportation pollution, the State Air District's AB2766 program. Gonzales received a grant, AB2766 09-07 which allows Gonzales to loan the funds for Transportation pollution reduction measures. The loans are tracked in this fund. The first loan was for a Bio Diesel Fueling Station.

ACCOMPLISHMENTS FOR FY 2013-2014

Monitored loan repayment and reported to the Air District as required.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to monitor loan repayment and report to the Air District as required.
- Consider when this fund will be of sufficient size to loan for another traffic congestion/pollution reduction project.

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents no change in expenditures, and an increase in revenues of \$6,300 or 41%, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is decreased by (\$6,300).

Estimated Fund Balance

The year-end fund balance is estimated to be \$81,000 as of June 30, 2014.

Revenues

Revenues are derived from the repayment of the loan.

Personnel

No costs are reflected in this area.

Services and Supplies

No costs are reflected in this area at this time. However, as the income continues, this fund will have sufficient funds to loan for another project to reduce transportation pollution as approved by the Air District. Future projects will be recommended to the Council for consideration. Current balance is \$50,000.

Capital Projects/Fixed Assets

No costs are reflected in this area.

MAJOR POLICY CONSIDERATIONS

No major policy considerations are included in this budget.

BUDGET WORKSHEET

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year		Actual Thru April	Estimated Total	(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget					
Fund: 124 - Air Pollution Control Fund								
Revenues								
Dept: 000								
5515.000 Interest Income	3,568	3,500	3,500	2,803	3,737	3,500	3,500	
5637.000 Grant Proceeds	0	0	0	0	0			
5820.000 Other Income - Misc Payments	0	0	0	0	0			
5860.000 Principal Payments Received	11,986	11,700	11,700	13,223	17,631	18,000	18,000	
Dept: 000	15,554	15,200	15,200	16,026	21,368	21,500	21,500	0
Total Revenues	15,554	15,200	15,200	16,026	21,368	21,500	21,500	0
Expenditures								
Dept: 000								
6245.000 Other Contractual Services	0	0	0	0	0			
Dept: 000	0	0	0	0	0	0	0	0
Total Expenditures	0	0	0	0	0	0	0	0
Air Pollution Control Fund	15,554	15,200	15,200	16,026	21,368	21,500	21,500	0

**Urban County
Community Development Block Grant (CDBG) Fund
Budget Narrative for FY 2014-2015
Budget Fund 127**

FUND PURPOSE

This Fund is administered by the Community Development Department, and was established to fund the Community Development Block Grant (CDBG) Programs funded by the Federal Department of Housing and Urban Development (HUD), through participation in the Urban Entitlement County together with the City of Del Rey Oaks and the County of Monterey. The financial resources supporting the fund are grants funds awarded to the Urban County participants by HUD.

ACCOMPLISHMENTS FOR FY 2013-2014

- Coordinated with the County with regard to submitting applications for and receiving Community Development Block Grant (CDBG) funding from the federal Housing and Urban Development (HUD) Program. Funding was awarded to the City in the form of grant in the amount of \$156,766 for the following projects:
 - Reconstruction of the roof and replacement of the HVAC system at a Daycare Center, operated by the Mexican American Opportunity Foundation (MAOF).
 - Installation of pedestrian-scale lighting in Central Park to improve safety and accessibility.
 - Replacement of the HVAC system at a rural health care facility operated by the Gonzales Medical Group, which serves predominantly low to moderate income patients.
 - Installation of curb ramps at strategic locations throughout Gonzales to improve accessibility.
 - Subsidize the cost of participation in youth sports programs for low and moderate income families, so that the youth that had been previously excluded from participation due to cost restrictions, can now participate

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to implement HUD CDBG grant funded projects that were not competed in FY 2013-2014. Funds in the amount of \$55,000 will be used to fund the following projects:
 - Replacement of the HVAC system at a Daycare Center operated by the Mexican American Opportunity Foundation (MAOF).

- Replacement of the HVAC system at a rural health care facility operated by the Gonzales Medical Group, which serves predominantly low to moderate income patients.
- Coordinate with the County with regard to submitting applications for, and receiving Community Development Block Grant (CDBG) funding, from the federal Housing and Urban Development (HUD) Program. CDBG funds awarded to the City for FY 2014-2105 in the amount of \$142,242 will be used for:
 - Installation of curb ramps at strategic locations throughout Gonzales to improve accessibility.

FY 2014-2015 RECOMMENDED BUDGET

The Fund’s revenues are derived from the award of Community Development Block Grant (CDBG) funds by the Federal Department of Housing and Urban Development (HUD), through participation in the Urban Entitlement County together with the City of Del Rey Oaks, and the County of Monterey. The Fund’s expenditures are consultant services associated with the implementation and program delivery for each grant.

The Fund’s revenues and expenditures vary from year to year depending on how many grants that the City receives. The Fund’s FY 2014-2015 Recommended Budget reflects an increase of \$42,663 or 25% in expenditures, and \$42,463 or 25% increase in revenues, when compared to the FY 2013-2014 Approved Budget, which results in minimal Net Cost to the City.

Revenues

Revenue reflected in this fund are grant funds awarded to the Urban County participants by HUD.

Personnel

The City Manager, Community Development Director, and other Department Heads, will participate in the completion of program tasks and duties.

Services and Supplies, and Transfers Out

Consultant resources will be engaged to provide expertise as necessary. Specifically, the projects are as follows:

- | | |
|---|-----------|
| • Grant Administration (Transfer to Planning) | \$15,804 |
| • Curb Ramps (Capital Outlay) | \$142,242 |
| • Day Care HVAC (Capital Outlay) | \$20,000 |
| • Medical Center HVAC (Capital Outlay) | \$35,000 |

MAJOR POLICY CONSIDERATIONS

The City Council, based upon a recommendation of staff, will approve applications that are submitted to the County for consideration, and final approval consistent with the Five Year Consolidated Plan.

BUDGET WORKSHEET

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year		Actual Thru April	Estimated Total	(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget					
Fund: 127 - CDBG - Urban County								
Revenues								
Dept: 000								
5637.000 Grant Proceeds	0	170,583	170,583	0	0	172,420	213,046	
Dept: 000	0	170,583	170,583	0	0	172,420	213,046	0
Total Revenues	0	170,583	170,583	0	0	172,420	213,046	0
Expenditures								
Dept: 000								
6235.000 Engineering and Surveying	0	0	0	14,147	18,863	15,000		
6245.000 Other Contractual Services	0	21,000	21,000	0	0	6,000		
6530.000 Capital Outlay-Improvements	0	118,233	118,233	0	0	64,886	197,442	
6900.000 Transfers to General Fund	0	15,470	15,470	0	0	15,654	15,804	
6905.000 Transfers Out	0	15,880	15,880	0	0	15,880		
Dept: 000	0	170,583	170,583	14,147	18,863	117,420	213,246	0
Total Expenditures	0	170,583	170,583	14,147	18,863	117,420	213,246	0
CDBG - Urban County	0	0	0	-14,147	-18,863	55,000	-200	0

Street Fund
Budget Narrative for FY 2014-2015
Budget Fund 130

DEPARTMENTAL MISSION

This fund is administered by the Public Works Department whose Mission is to enhance the quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This fund includes maintenance, improvements, salaries and benefits for assigned employees, landscaping maintenance, oversight, and management of the City's Street System.

This fund, for the first time includes the consolidation of all the expenditures and revenues of the Gas Tax 2105 Street Fund (Fund 180).

ACCOMPLISHMENTS FOR FY 2013-2014

- Maintained landscape on Alta Street using a combination of in-house staff and contactors
- Managed and maintained the City Street Department, which consists of streets and alleys of 18.21 miles. Street Sweeping services have been contracted out on an interim bases
- Maintained Striping and Street Signage Program
- Maintained the various City Storm Water Drainage and Retention Ponds Systems
- Managed the City sections of the Gonzales Slough System
- Maintained a Graffiti Response Control Program

DEPARTMENTAL GOALS FOR FY 2014-2015

The Department Goals for FY 2014-2015 are to strive and meet the spirit of the Department's "Mission Statement". The following are some of the Department's Goals:

- Continue to maintain Street Landscaping
- Continue to manage the various City Storm Water Drainage and Retention Ponds Systems
- Continue the Graffiti Response Control Program
- Continue to maintain the Striping and Street Signage Program
- Implementation of the City's Municipal Storm Water Program (MS4)

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an overall increase of \$268,747 or 44% in expenditures, and an increase of \$29,540 or 6.6% in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is increased by \$239,207.

Estimated Fund Balance

The estimated fund balance for this fund, that this year reflects Fund 180 is \$468,000 as of June 30, 2014, which is sufficient to offset the Fund's Net costs.

Revenue

This budget reflects an increase from revenue received from the State, as well as the revenue from Fund 180. After years of the State raiding Gas Tax Funds, the Governor's Budget has the raids ending for FY 2014-2015.

Personnel

The Public Works Department provides the personnel requirements for the Street Department. The area reflects portions of the Public Works salaries.

Services and Supplies

The City's Street Sweeper became inoperative during the later part of 2012-2013 fiscal years due to a mechanical condition. We have contracted with Tri-Cities to perform our Street Sweeping Program. Most expenditure in this category has been moved to other funds were appropriate; however, it does reflect some funds for specific street materials necessary to provide adequate maintenance of the streets and equipment. The major reason for the increase is the utility costs and contractual services to outsource street sweeping services. This budget reflects 100% or \$75,000 to outsource street sweeping services.

Capital Projects/Fixed Assets

This budget reflects \$320,510 in capital outlay improvements and equipment to the Street Department including: (a) \$82,820 for street striping and pot hole repairs (various locations); (b) \$66,750 for street striping and repairs on Gonzales River Road; (c)

\$65,000 for railroad signal improvements on Alta & Gonzales River Road; (d) \$20,690 for street signs and sound wall rehabilitation on Fanoe Road; (e) \$15,000 for storm drain repairs on Tenth & Alta; (f) \$15,000 for sidewalk repairs; (g) \$15,000 for emergency street tree trimming; and (h) \$55,250 as the City's match for the Prop 84 Grant.

MAJOR POLICY CONSIDERATIONS

The major policy consideration reflected in this budget is the Implantation of the State Water Resources Control Board request to obtain permit coverage under the new statewide stormwater permit (Phase II Small Municipal Separate Storm Sewer – MS4 – Program) and General Street Maintenance.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6)	(7)	(8)
		Original Budget	Amended Budget	Actual Thru April	Estimated Total	Staff YE Est	FY 2014/2015	Adopted
Fund: 130 - Street Fund								
Revenues								
Dept: 000								
5515.000 Interest Income	215	120	120	472	629	700	800	
5613.000 State Gas Tax 2103	71,602	90,000	90,000	94,544	114,956	119,000	120,000	
5615.000 State Gas Tax 2105	0	0	0	0	0		40,000	
5616.000 State Gas Tax 2106	23,701	22,000	22,000	19,903	23,972	23,865	23,900	
5617.000 State Gas Tax 2107	64,618	60,000	60,000	53,763	64,471	64,000	64,000	
5618.000 State Gas Tax 2107.5	2,000	2,000	2,000	2,000	2,667	2,000	2,000	
5619.000 Traffic Congestion Relief Fnds	0	0	0	0	0			
5666.000 Soledad Subvention	137,142	153,300	153,300	70,704	94,272	153,300	153,300	
5821.000 Other Income - Reimbursements	64,850	51,240	51,240	3,135	4,180	4,200	4,200	
5920.000 Transfer from Cal Breeze Pks	22,800	22,800	22,800	0	0	22,800	22,800	
5921.000 Transfer from Cal Breeze #1	0	0	0	0	0			
5922.000 Transfer from Cal Breeze #2	0	0	0	0	0			
5923.000 Transfer from Cal Breeze#3	0	0	0	0	0			
5940.000 Transfer from Canyon Parks	30,000	30,000	30,000	0	0	30,000	30,000	
5941.000 Transfer from Canyon Maint 1	0	0	0	0	0			
5942.000 Transfer from Canyon Maint 2	0	0	0	0	0			
5944.000 Transfer from Canyon Maint 3	0	0	0	0	0			
5947.000 Transfer from Industrial Park	4,700	4,700	4,700	0	0	4,700	4,700	
5951.000 Transfers From 405	0	0	0	0	0			
5952.000 Transfers From 140	0	0	0	0	0			
5957.000 Transfer from Cipriani Mainten	7,700	7,700	7,700	0	0	7,700	7,700	
5961.000 Transfer from 122	0	0	0	0	0			
5964.000 Transfer From Fund 402	0	0	0	0	0			
Dept: 000	429,328	443,860	443,860	244,521	305,147	432,265	473,400	0
Total Revenues	429,328	443,860	443,860	244,521	305,147	432,265	473,400	0
Expenditures								
Dept: 000								
6110.000 Salaries-Regular Pay	135,834	163,880	163,880	60,092	80,123	163,880	160,980	
6111.000 Salaries-Overtime Pay	4,897	1,850	1,850	2,419	3,226	3,000	1,850	
6113.000 Salaries-Differentials	6,447	3,000	3,000	3,109	4,145	6,000	3,010	
6114.000 Workers Compensation Payment	0	0	0	0	0			
6131.000 Deferred Compensation Expense	1,067	1,080	1,080	1,173	1,382	1,080	1,080	
6132.000 Retirement - PERS	22,842	31,825	31,825	12,059	16,079	31,830	31,280	
6140.000 Life and Disability Insurance	1,190	2,380	2,380	1,124	1,204	2,380	2,405	
6150.000 Workers Comp Insurance	2,082	2,220	2,220	2,220	2,960	2,220	2,225	
6160.000 Social Security	10,740	12,910	12,910	4,584	6,112	12,910	12,690	

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year		Actual Thru April	Estimated Total	(6)	(7)	(8)
		Original Budget	Amended Budget			Staff YE Est	FY 2014/2015	Adopted
Fund: 130 - Street Fund								
Expenditures								
Dept: 000								
6170.000 Health and Dental Insurance	29,942	26,595	26,595	30,431	36,721	26,600	26,595	
6190.000 Other Payroll Tax	0	0	0	0	0			
6210.000 Special Departmental Expenses	2,635	1,900	1,900	779	705	1,900	1,900	
6211.000 Office Supplies	0	0	0	0	0			
6212.000 Maintenance Supplies	10,025	10,000	10,000	9,998	11,832	10,000	13,500	
6213.000 Oils and Lubricants	8,129	9,000	9,000	5,339	5,722	6,000	9,000	
6214.000 Vehicle Maintenance	0	0	0	0	0			
6220.000 Telephone	539	410	410	181	226	300	400	
6225.000 Utilities	27,961	38,000	38,000	29,248	31,278	32,000	38,000	
6230.000 Legal and Accounting	2,295	2,500	2,500	495	660	2,500	2,500	
6235.000 Engineering and Surveying	173	28,300	28,300	3,220	4,294	20,000	43,300	
6245.000 Other Contractual Services	41,914	85,900	85,900	23,786	22,086	85,400	187,900	
6250.000 Rental	0	0	0	0	0			
6255.000 Liability Insurance	2,042	1,600	1,600	1,600	2,133	1,600	1,800	
6260.000 Advertising	0	3,400	3,400	0	0	560	3,400	
6270.000 Transportation and Travel	53	100	100	20	27	100	885	
6275.000 Subscriptions and Training	0	180	180	110	147	180	890	
6330.000 Public Works Overhead	0	0	0	0	0			
6530.000 Capital Outlay-Improvements	0	0	0	104,580	142,743	188,490	320,510	
6540.000 Capital Outlay-Equipment	0	188,490	188,490	0	0		18,167	
6541.000 Equipment-Machinery	0	0	0	0	0			
6542.000 Equipment-Vehicles	0	0	0	0	0			
6610.000 Interest Expense	0	0	0	0	0			
6620.000 Principal Reduction	0	0	0	0	0			
6900.000 Transfers to General Fund	0	0	0	0	0			
6905.000 Transfers Out	0	0	0	0	0			
6928.000 Transfer to Street Fund [180]	0	0	0	0	0			
Dept: 000	310,807	615,520	615,520	296,567	373,805	598,930	884,267	0
Total Expenditures	310,807	615,520	615,520	296,567	373,805	598,930	884,267	0
Street Fund	118,521	-171,660	-171,660	-52,046	-68,658	-166,665	-410,867	0

Supplemental Law Enforcement Budget Narrative for 2014-2015 Budget Fund 150

DEPARTMENTAL MISSION

The Supplemental Law Enforcement Fund is administered by the Police Department as a fiscal record keeping fund that tracks grant funding, that the City has obtained from the Federal and State governments. The grant funding supports the City's Mission by working in a fiscal responsible manner to provide public safety services to our residents, businesses, and visitors.

The safety of Gonzales' residents is the number one concern of the Police Department. The collaborative working relationship with other government agencies to provide law enforcement funding, continues to assist our City in providing these services to our diverse community.

ACCOMPLISHMENTS FOR FY-2013-2014

Please see Budget Unit 300.

DEPARTMENTAL GOALS FOR FY 2014-2015

Please see Budget Unit 300.

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents no change in revenues and expenditures, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost remains unchanged.

Revenues

As in previous years, the recommended budget for Fund 150 anticipates the \$100,000 payment in COPS funding from the State of California still being received by the City. The State has in the past attempted to divert these funds away from Cities. This fund also receives Supplemental Law Enforcement funds provided by California Government Code 30061.

While Gonzales currently uses this revenue to help support the salaries of two front line Police Officers, the reality is that the funding is not long adequate to pay those salaries in full, and General Fund monies are needed to off-set the difference.

Personnel

The Supplemental Law Enforcement Fund is designed as the fund where grant monies are funneled when they are received by the City. The City is currently obtaining funding of \$100,000 a year from the COPS Fast Grant Program. These funds are managed by the State of California when they are received from the Federal government.

Once the funds are received, they are transferred to the Public Safety Fund (210), where they are used for personnel costs as outlined above.

Services and Supplies

There are no services or supplies associated with this fund.

Capital Projects/Fixed Assets

There are no capital projects or fixed assets associated with this fund.

MAJOR POLICY CONSIDERATIONS

The City must continue to have some concern that there could be a loss in funding if the Federal or State Governments cut or eliminate the funding of the COPS Fast Grant Program.

Staff is continuing to work on finding grant sources to help fund current staffing levels. The Federal government has announced a new funding of the COPS Hiring Program. The City intends on submitting an application for the funding of a School Resource Officer (SRO) that would be assigned to the schools with the City.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 150 - Supplemental Law Enforcement								
Revenues								
Dept: 000								
5220.000 Lodging Tax	0	0	0	0	0			
5515.000 Interest Income	0	0	0	0	0			
5630.000 SLESF Revenue	51,027	40,000	40,000	44,871	52,395	40,000	40,000	
5632.000 COPS FAST Grant	75,000	100,000	100,000	91,667	111,111	100,000	100,000	
Dept: 000	126,027	140,000	140,000	136,538	163,506	140,000	140,000	0
Total Revenues	126,027	140,000	140,000	136,538	163,506	140,000	140,000	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	0	0	0	0			
6245.000 Other Contractual Services	0	0	0	0	0			
6260.000 Advertising	0	0	0	0	0			
6540.000 Capital Outlay-Equipment	0	0	0	0	0			
6541.000 Equipment-Machinery	0	0	0	0	0			
6542.000 Equipment-Vehicles	0	0	0	0	0			
6900.000 Transfers to General Fund	0	0	0	0	0			
6923.000 Transfer to Public Safety Tech	0	0	0	0	0			
6924.000 Transfer to SLESF	0	0	0	0	0			
6925.000 Transfer to Public Safety	140,000	140,000	140,000	0	0	140,000	140,000	
Dept: 000	140,000	140,000	140,000	0	0	140,000	140,000	0
Total Expenditures	140,000	140,000	140,000	0	0	140,000	140,000	0
Supplemental Law Enforcement	-13,973	0	0	136,538	163,506	0	0	0

**Gas Tax 2105 Street Fund
Budget Narrative for FY 2014-2015
Budget Fund 180**

DEPARTMENTAL MISSION

This fund is administered by the Public Works Department whose Mission is to enhance the quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAM

This Fund accounts for receipt and expenditures of gasoline tax revenue as provided by State law. The use of this fund is restricted and can only be used for street or road purposes.

ACCOMPLISHMENTS FOR FY 2013-2014

Prepared street striping plans and specifications.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Maintain the City's Streets, sidewalks, and other public right-of-ways to provide safe and pleasant thoroughfares for the public
- Continue funding for the Congestion Management Agency

FY 2014-2015 RECOMMENDED BUDGET

Pursuant to a recommendation from a Compliance Auditor from the State Controller's Office, this Budget has been rolled into the Street Fund (Fund 130), and will no longer reflect expenditures and revenues; and as a result, there is no basis for comparison.

Estimated Fund Balance

The year-end Fund Balance is estimated to be \$236,000 as of June 30, 2014, which will roll into the Street Fund (Fund 130).

Personnel

There are no personnel costs reflected in this budget.

Services and Supplies

There are no services and supplies costs reflected in this budget.

Capital Projects/Fixed Assets

There are no Capital Projects or Fixed Assets reflected in this budget.

MAJOR POLICY CONSIDERATIONS

The only major policy consideration for this option, is implementing a recommendation from the State Controller's Office to combine this budget with the Street Fund (Fund 130).

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year			Estimated Total	(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April				
Fund: 180 - 2105 Street Fund (Gasoline Tax)								
Revenues								
Dept: 000								
5515.000 Interest Income	499	350	350	108	143	220		
5615.000 State Gas Tax 2105	39,434	42,000	42,000	33,117	39,904	39,600		
5616.000 State Gas Tax 2106	0	0	0	0	0			
5943.000 Transfer from Str Fund [130]	0	0	0	0	0			
Dept: 000	39,933	42,350	42,350	33,225	40,047	39,820	0	0
Dept: 100 City Council								
5100.000 PROPERTY TAXES	0	0	0	0	0			
City Council	0	0	0	0	0	0	0	0
Total Revenues	39,933	42,350	42,350	33,225	40,047	39,820	0	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	0	0	0	0			
6211.000 Office Supplies	0	0	0	0	0			
6212.000 Maintenance Supplies	0	3,500	3,500	598	0	3,500		
6230.000 Legal and Accounting	0	0	0	0	0			
6235.000 Engineering and Surveying	3,819	0	0	0	0			
6245.000 Other Contractual Services	3,021	33,500	33,500	6,208	8,277	33,500		
6260.000 Advertising	0	0	0	0	0			
6275.000 Subscriptions and Training	0	0	0	0	0			
6530.000 Capital Outlay-Improvements	0	5,000	5,000	0	0	5,000		
6905.000 Transfers Out	0	0	0	0	0			
Dept: 000	6,840	42,000	42,000	6,806	8,277	42,000	0	0
Total Expenditures	6,840	42,000	42,000	6,806	8,277	42,000	0	0
2105 Street Fund (Gasoline Tax)	33,093	350	350	26,419	31,770	-2,180	0	0

**Fire Impact Fund
Budget Narrative for FY 2014-2015
Budget Fund 190**

DEPARTMENTAL MISSION

This fund is administered by the Public Safety Department and supports the City's Mission and Vision by providing funding for needed equipment and for future needs of the Fire Department when new developments come to Gonzales. These funding sources allow the Department to provide services to our residents, businesses, and visitors, and ensure their safety.

ACCOMPLISHMENTS FOR FY 2013-2014

- Collected Impact Fees for all new development in the City limits
- Collected Impact Fees for all new development in the Gonzales Rural Fire Protection District

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to collect all applicable Impact Fees from new development in the City and the Gonzales Rural Fire Protection District
- Maintain current equipment owned by the City to ensure adequate responses to public safety emergencies within the City and Rural District
- Insure that the Department has adequate equipment to handle public safety emergency brought on by new development

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents a decrease of (\$245,000) or (94%) in expenditures, and (\$191,450) or (86%) in revenues, when compared to the FY 2013-2014 Approved Budget.

Estimated Fund Balance

The year-end Fund Balance is estimated to be \$41,500 as of June 30, 2014.

Revenues

The reason for the decrease is no longer reflecting the grant funds from the Monterey Bay Area Pollution Control District to purchase the replacement Water Tender.

Personnel

There are no personnel costs associated with this fund.

Services and Supplies

The activity in this fund centers on replacing personal protective equipment for Firefighters.

Capital Projects/Fixed Assets

None are planned at this time.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations reflected in this budget.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6)	(7)	(8)
		Original Budget	Amended Budget	Actual Thru April	Estimated Total	Staff YE Est	FY 2014/2015	Adopted
Fund: 190 - Fire Impact Fund								
Revenues								
Dept: 000								
5270.000	12,501	23,000	23,000	1,204	1,605	55,000	31,500	
5510.000	0	0	0	0	0			
5515.000	250	50	50	95	126	100	100	
5637.000	0	200,000	200,000	0	0	100,000		
5650.000	0	0	0	0	0			
5701.000	0	0	0	0	0			
5821.000	5,434	0	0	0	0			
5850.000	0	0	0	0	0			
Dept: 000	18,185	223,050	223,050	1,299	1,731	155,100	31,600	0
Total Revenues	18,185	223,050	223,050	1,299	1,731	155,100	31,600	0
Expenditures								
Dept: 000								
6210.000	3,309	5,000	5,000	1,700	2,267	5,000	5,000	
6211.000	0	0	0	0	0			
6212.000	4,512	5,000	5,000	439	585	600		
6235.000	0	0	0	0	0			
6245.000	0	0	0	1,405	1,873	2,000		
6255.000	0	0	0	0	0			
6530.000	0	0	0	0	0			
6540.000	776	0	0	0	0	10,000	10,000	
6542.000	0	250,000	250,000	32,175	42,900	150,000		
Dept: 000	8,597	260,000	260,000	35,719	47,625	167,600	15,000	0
Total Expenditures	8,597	260,000	260,000	35,719	47,625	167,600	15,000	0
Fire Impact Fund	9,588	-36,950	-36,950	-34,420	-45,894	-12,500	16,600	0

**General Plan Impact Fund
Budget Narrative for FY 2014-2015
Budget Fund 200**

FUND PURPOSE

This Fund is administered by the Community Development Department, and was established to pay for periodic updates and revisions to the Gonzales General Plan and follow-up work in support of the General Plan. The financial resources supporting the fund are General Plan Maintenance Impact Fees, transfers from the general fund and other City accounts, grants, and interest income of funds on deposit.

ACCOMPLISHMENTS FOR FY 2013-2014

No Activity.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Coordinated with the land developers and/or landowners with land-holdings or property options within the new growth area of the General Plan, to prepare a funding agreement to collect the financial resources necessary to fund the processing of revisions to the General Plan.
- Propose and process amendments to the General Plan to bring the plan into conformance with the Memorandum of Agreement by and between the City and the County for orderly planning, growth, and development.

FY 2014-2015 RECOMMENDED BUDGET

The fund was originally created to address the financial needs of updating the City's General Plan. With the adoption of the General Plan in January 2011, the fund has been ideal for the past two years. Because the fund was ideal during FY 2013-2014, there is no basis for comparison of the Recommended Budget with the prior fiscal year. However, the budget reflects \$125,000 in expenditures, and \$125,000 in revenues representing a no Net Cost to the City.

Revenues

Revenues reflected in this fund are contributions from the land developers, and/or landowners with land-holdings or property options within the new growth area of the City General Plan.

Personnel

The City Manager, Community Development Director, and other Department Heads, will participate in the completion of program tasks and duties.

Other Contractual Services

Consultant resources will be engaged to provide expertise, as necessary.

MAJOR POLICY CONSIDERATIONS

The City Council will consider the approval of funding agreements with the land developers and/or landowners, with land-holdings or property options within the new growth area of the General Plan to collect the financial resources necessary to fund the processing of revisions to the General Plan.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 200 - General Plan Impact Fund								
Revenues								
Dept: 000								
5355.000	0	0	0	0	0		125,000	
5515.000	0	0	0	0	0			
5821.000	0	0	0	0	0			
5823.000	0	0	0	0	0			
5900.000	0	0	0	0	0			
5905.000	0	0	0	0	0			
Dept: 000	0	0	0	0	0	0	125,000	0
Total Revenues	0	0	0	0	0	0	125,000	0
Expenditures								
Dept: 000								
6210.000	0	0	0	0	0			
6211.000	0	0	0	0	0			
6230.000	0	0	0	0	0			
6245.000	0	0	0	0	0		125,000	
6260.000	0	0	0	0	0			
6900.000	0	0	0	0	0			
Dept: 000	0	0	0	0	0	0	125,000	0
Total Expenditures	0	0	0	0	0	0	125,000	0
General Plan Impact Fund	0	0	0	0	0	0	0	0

**Sphere of Influence Impact Fund
Budget Narrative for FY 2014-2015
Budget Fund 201**

FUND PURPOSE

This Fund is administered by the Community Development Department, and was established to fund the processing of a Sphere of Influence Amendment with Monterey County LAFCO, which is intended to extend the City's Sphere of Influence boundary to include the new growth area as approved in the City's 2010 General Plan. The financial resources supporting the fund are contributions from the land developers, and/or landowners with land-holdings or property options within the new growth area of the City's General Plan.

ACCOMPLISHMENTS FOR FY 2013-2014

- Completed negotiations with the County regarding a Memorandum of Agreement for the expansion of the boundaries of the City's Sphere of Influence, and the establishment of planning principles by both Parties to promote logical and orderly development. The Agreement will be used by Monterey LAFCO in its consideration of approving the City's request to amend its Sphere of Influence.
- Obtained approval by the Board of Supervisors and City Council of the Memorandum of Agreement between the City and Monterey County regarding the expansion of the boundaries of the City's Sphere of Influence.
- Prepared and submitted an application to LAFCO of Monterey County for a Sphere of Influence Amendment.
- Held several meetings with interested land owners within the General Plan's New Urban Growth Area, regarding the preparation, and submittal of an application to Monterey County LAFCO proposing a Sphere of Influence Amendment.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Participate in public hearings with the Local Agency Formation Commission (LAFCO) with regard to the City's application to expand its Sphere of Influence Boundary. Obtain approval of an Amendment to the City Sphere of Influence.
- Propose and process amendments to the General Plan to bring the plan into conformance with the Memorandum of Agreement by and between the City and the County for orderly planning, growth and development.

FY 2014-2015 RECOMMENDED BUDGET

The overall budget is reflective of the timing associated with the City's submittal of an application to the Monterey County Land Agency Formation Commission (LAFCO), to amend the City's Sphere of Influence.

The Fund's FY 2014-2015 Recommended Budget reflects a decrease of (\$2,706) or (4.8%) in expenditures, and a decrease in revenues of (\$68,547) or (100%), when compared to the FY 2013-2014 Approved Budget. As a result, the Net Cost is increased by \$65,841.

Revenues

Revenues for this fund are contributions from the land developers, and/or landowners with land-holdings or property options within the new growth area of the City General Plan, who are participating in the preparation and submittal of an application to Monterey County LAFCO, proposing a Sphere of Influence Amendment in support of the adopted General Plan. These revenues were received in the prior year and that is why they are not reflected.

Estimated Fund Balance

The estimated Fund Balance for this Fund is \$71,543 as of June 30, 2014, which is sufficient to offset the Net Cost.

Personnel

The City Manager, Community Development Director, and other Department Heads, will participate in the completion of program tasks and duties.

Other Contractual Services

Consultant resources will be engaged to provide expertise, as necessary.

MAJOR POLICY CONSIDERATIONS

The City Council, with input from major property owners and a recommendation from staff, can decide the timing of preparation and submittal of a Sphere of Influence Amendment to the Monterey County LAFCO.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year			Estimated Total	(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April				
Fund: 201 - Sphere of Influence Impact								
Revenues								
Dept: 000								
5262.000 Sphere of Influence Fees	0	68,547	68,547	0	0	71,543		
Dept: 000	0	68,547	68,547	0	0	71,543	0	0
Total Revenues	0	68,547	68,547	0	0	71,543	0	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	500	500	0	0			
6211.000 Office Supplies	0	100	100	0	0			
6230.000 Legal and Accounting	0	5,000	5,000	0	0		5,000	
6245.000 Other Contractual Services	7,341	50,000	50,000	0	0	23,150	47,894	
6260.000 Advertising	271	500	500	0	0	500	500	
Dept: 000	7,612	56,100	56,100	0	0	23,650	53,394	0
Total Expenditures	7,612	56,100	56,100	0	0	23,650	53,394	0
Sphere of Influence Impact	-7,612	12,447	12,447	0	0	47,893	-53,394	0

**Recreation Services Supplemental Funding Prop 12
Budget Narrative for FY 2014-2015
Budget Fund 205**

DEPARTMENTAL MISSION

This budget is administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This fund is primarily used for reimbursement activities, i.e. Central, Meyer Park, and Harold Parkway Street Landscape, for projects funded by Grants.

ACCOMPLISHMENTS FOR FY 2013-2014

Completed the Meyer Park Playground sand replacement project with recycled rubberized mulch.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Provide safe, clean, and aesthetically pleasing parks, open spaces, and right-of-ways within the City
- Provide efficient and effective customer service, which matches or exceeds the service needs of the citizens

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget reflects no expenditures or revenues for FY 2014-2015.

Revenues

No revenues projected.

Personnel

No personnel costs are reflected in this budget.

Services and Supplies

Not applicable.

Capital Projects/Fixed Assets

Not applicable.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations reflected in this Budget. This Budget is used to track grants received for improvements to City Parks. To the extent grants are received in FY 2014-2015, the amendments to this budget will be brought before the Council for approval.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 205 - Rec Svcs Suppl Funding Prp 12								
Revenues								
Dept: 000								
5521.000	0	0	0	0	0			
5637.000	0	125,000	125,000	0	0			
5652.000	0	0	0	0	0			
5821.000	0	0	0	124,983	0	125,000		
5930.000	0	0	0	0	0			
5950.000	0	0	0	0	0			
5958.000	0	0	0	0	0			
Dept: 000	0	125,000	125,000	124,983	0	125,000	0	0
Total Revenues	0	125,000	125,000	124,983	0	125,000	0	0
Expenditures								
Dept: 000								
6207.000	0	0	0	0	0			
6208.000	0	0	0	0	0			
6209.000	0	0	0	0	0			
6210.000	0	0	0	0	0			
6212.000	0	0	0	0	0			
6235.000	0	0	0	0	0			
6245.000	0	0	0	0	0			
6520.000	0	0	0	0	0			
6530.000	0	125,000	125,000	124,983	166,644	125,000		
6540.000	0	0	0	0	0			
6610.000	0	0	0	0	0			
6620.000	0	0	0	0	0			
Dept: 000	0	125,000	125,000	124,983	166,644	125,000	0	0
Total Expenditures	0	125,000	125,000	124,983	166,644	125,000	0	0
Rec Svcs Suppl Funding Prp 12	0	0	0	0	-166,644	0	0	0

**Public Safety Fund
Budget Narrative for FY 2014-2015
Budget Fund 210**

DEPARTMENTAL MISSION

This fund is administered by the Gonzales Police Department, who supports the Vision and Mission of the City of Gonzales by providing a cooperative community policing philosophy to provide law enforcement services to our residents, businesses, and visitors.

The chief goal of the Department is the safety of all of our residents and visitors. The Department takes a zero tolerance approach to all crime issues that face Gonzales. It is this collaborative working relationship with our businesses and residents that makes Gonzales one of the safest communities in Monterey County.

ACCOMPLISHMENTS FOR FY 2013-2014

Please see Budget Unit 300.

DEPARTMENTAL GOALS FOR FY 2014-2015

Please see Budget Unit 300.

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents a decrease of (\$1,543) or (.6%) in expenditures, and a decrease of (\$60,891) or (30%) in revenues. As a result the Net Cost is increased by \$59,348. The funds contained in this fund are a pass through from Fund 150, and are used to pay salaries with grant monies obtained from the State.

Revenues

The revenue source continues to hold steady, but it is no longer sufficient to fully cover the cost of the two Police Officers allocated to this fund. As a result in FY 2013-2014, \$59,391 was transferred in from the General Fund to balance the fund. The reason for the decrease in revenues is that this time, the Recommended Budget does not reflect a transfer in from the General Fund. This will be re-evaluated when we close out the FY 2013-2014, and bring back as part of the FY 2014-2015 Mid-Year Financial Report.

Personnel

The Public Safety Fund is where grant monies collected in the Supplemental Law Enforcement Fund (150) are transferred to be used to pay the partial salaries and benefits for two Officers. The remaining costs are funded through the City's General Fund. At its inception, the fund was able to cover all of the salaries, benefits, and associated costs of two Police Officer positions.

With the cost of employee salaries and benefits rising, this fund can no longer support the complete cost of two Police Officers Positions as it did when it was created approximately ten years ago.

Services and Supplies

There are no services or supplies funded by the budget, except two Police Officer salaries and benefits.

Capital Projects/Fixed Assets

There are no capital projects or fixed assets associated with this fund.

MAJOR POLICY CONSIDERATIONS

As mentioned in the Narrative for Fund 150 – Supplemental Law Enforcement, the City must continue to address the inability of the current funding source to fully fund this program.

Over the course of the next few years, the determination will need to transfer a portion of this Fund's costs to the General Fund, permanently provide a contribution from the General Fund, or eliminate one of the positions currently allocated to this Fund.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 210 - Public Safety Fund								
Revenues								
Dept: 000								
5425.000 Vehicle Abatement Fees	3,636	1,500	1,500	4,235	3,437	1,500		
5515.000 Interest Income	0	0	0	0	0			
5632.000 COPS FAST Grant	0	0	0	0	0			
5633.000 OCJP Local Law Enforcement Pgm	0	0	0	0	0			
5634.000 CA Law Enforcement Equip Pgm	0	0	0	0	0			
5636.000 COPS Grants (All Other)	0	0	0	0	0			
5638.000 COPS Citizens Option Policing	0	0	0	0	0			
5650.000 Prop. 172 Revenue	0	0	0	0	0			
5651.000 Prop 172 Grant	0	0	0	0	0			
5825.000 Contribution (GUHS)	0	0	0	0	0			
5826.000 Contributions	0	0	0	0	0			
5840.000 Abandoned Vehicles	0	0	0	0	0			
5925.000 Transfer from Public Safety	0	0	0	0	0			
5926.000 Transfer from SLESF	140,000	140,000	140,000	0	0	140,000	140,000	
5930.000 Transfer from General Fund	0	59,391	59,391	0	0	59,390		
Dept: 000	143,636	200,891	200,891	4,235	3,437	200,890	140,000	0
Total Revenues	143,636	200,891	200,891	4,235	3,437	200,890	140,000	0
Expenditures								
Dept: 000								
6110.000 Salaries-Regular Pay	137,486	120,465	120,465	70,546	94,061	120,470	118,100	
6111.000 Salaries-Overtime Pay	17,819	12,000	12,000	6,363	8,484	12,000	12,000	
6111.500 Overtime - Click it/Ticket it	0	0	0	0	0			
6113.000 Salaries-Differentials	9,821	11,370	11,370	3,257	4,342	11,370	10,990	
6120.000 Unemployment Insurance	0	0	0	0	0			
6130.000 Retirement - ICMA	0	0	0	0	0			
6131.000 Deferred Compensation Expense	600	0	0	392	523	400		
6132.000 Retirement - PERS	29,918	28,950	28,950	16,497	21,996	28,950	28,395	
6140.000 Life and Disability Insurance	1,387	2,050	2,050	1,485	1,744	2,050	2,015	
6150.000 Workers Comp Insurance	4,448	4,448	4,448	4,448	5,931	4,450	4,450	
6160.000 Social Security	8,231	11,000	11,000	3,813	5,084	11,000	10,790	
6170.000 Health and Dental Insurance	10,657	21,600	21,600	18,105	21,459	21,600	21,600	
6190.000 Other Payroll Tax	0	0	0	0	0			
6210.000 Special Departmental Expenses	0	0	0	0	0			
6211.000 Office Supplies	0	0	0	0	0			
6212.000 Maintenance Supplies	0	0	0	0	0			
6245.000 Other Contractual Services	11,581	10,000	10,000	12,747	15,234	11,425	12,000	

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 210 - Public Safety Fund								
Expenditures								
Dept: 000								
6255.000 Liability Insurance	0	0	0	0	0			
6275.000 Subscriptions and Training	0	0	0	0	0			
6530.000 Capital Outlay-Improvements	0	0	0	0	0			
6540.000 Capital Outlay-Equipment	0	0	0	0	0			
6544.000 Equipment-Computers	0	0	0	0	0			
6900.000 Transfers to General Fund	0	0	0	0	0			
6923.000 Transfer to Public Safety Tech	0	0	0	0	0			
6924.000 Transfer to SLESF	0	0	0	0	0			
Dept: 000	231,948	221,883	221,883	137,653	178,858	223,715	220,340	0
Total Expenditures	231,948	221,883	221,883	137,653	178,858	223,715	220,340	0
Public Safety Fund	-88,312	-20,992	-20,992	-133,418	-175,421	-22,825	-80,340	0

**Police Department CalGrip Grant
Budget Narrative FY 2014-2015
Budget Fund 216**

DEPARTMENTAL MISSION

The Gonzales Police Department supports the Vision and Mission of the City by providing public safety services to all of our residents and visitors. These services are provided using a cooperative community policing philosophy, in which the Department works with the residents to solve crime and quality of life issues in our diverse community.

The number one concern of the Department is the safety of all of our residents and visitors. The Department takes a zero tolerance to crime, and works aggressively to solve those crimes that do occur. This Budget Unit represents funding secured by the CalGrip grants that the City was awarded along with the City of Soledad, City of Greenfield, and City of King.

The monies found in this fund are pass through funds from the State of California to the City. These funds are then paid out to other jurisdictions, and community based organizations that are part of the 4 Cities 4 Peace (4C4P) Initiatives in Southern Monterey County.

The City currently is only operating with one Cal-Grip Grant (6), and not multiple grants as we have in the past. Gonzales' grant funds will be collected and accounted for in the General Fund Unit 300, Police Department.

ACCOMPLISHMENTS FOR FY 2013-2014

During the 2013-2014 Budget Year, the Department was able to accomplish the following:

- Further developed working relationships with the Cities of Soledad, Greenfield, and King to address the growing gang issues facing the region
- Held a regional 4C4P Symposium to look at where we are with our efforts, and where we can improve
- Saw an overall reduction of gang crime in Gonzales and the South County Region
- Held the Region's first Cease Fire Call-In
- Began working on making 4C4P sustainable model even without Cal-Grip funding

DEPARTMENTAL GOALS FOR 2014-2015

- Continue working with Community Partners to bring services to the region
- Continue the partnership with Gonzales School Unified District to not only address the current gang issues that we have, but also to identify those youth who may be starting down that path
- Continue suppression efforts within the region to apprehend wanted gang members
- Work with all partners to secure future funding through Cal-Grip and other funding sources

FY 2014-2015 RECOMMENDED BUDGET

The Program's FY 2014-2015 Recommended Budget reflects a \$50,000 decrease or 25% in expenditures and revenues, when compared to the FY 2013-2014 Budget. These are funds that will be pulled down by the City from Cal-Grip 6 Grant Funds.

Revenues

The City of Gonzales will receive CalGrip funds that reimburse for actual expenses from the General Fund, accounted for in Unit 300, Police Department. In addition, as the Lead Agency, funds will be received to provide the other partners for their efforts in this area.

Personnel

While personnel are assigned to several functions under this budget fund, the funding is supplied by the State of California. The time invested by the Chief of Police, Police Records Supervisor, and Finance Personnel, are used to support the required match under the grant.

Services and Supplies

There are no services or supplies associated with this fund in FY 2014-2015.

Capital Projects/Fixed Assets

There are no Capital Projects funded under this budget fund.

MAJOR POLICY CONSIDERATIONS

The collaboration of the City of Gonzales, City of Soledad, City of Greenfield, and City of King, along with the community based organizations, continues to work on securing federal grant funds to help enhance and support the efforts on reducing gang violence in Southern Monterey County.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year		Actual Thru April	Estimated Total	(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget					
Fund: 216 - CalGRIP Fund								
Revenues								
Dept: 000								
5637.000 Grant Proceeds	272,520	200,000	200,000	185,193	190,257	200,000	150,000	
5821.000 Other Income - Reimbursements	0	0	0	0	0			
Dept: 000	272,520	200,000	200,000	185,193	190,257	200,000	150,000	0
Total Revenues	272,520	200,000	200,000	185,193	190,257	200,000	150,000	0
Expenditures								
Dept: 000								
6245.000 Other Contractual Services	279,520	200,000	200,000	163,603	169,471	200,000	150,000	
6900.000 Transfers to General Fund	0	0	0	0	0			
Dept: 000	279,520	200,000	200,000	163,603	169,471	200,000	150,000	0
Total Expenditures	279,520	200,000	200,000	163,603	169,471	200,000	150,000	0
CalGRIP Fund	-7,000	0	0	21,590	20,786	0	0	0

**Police Impact Fund
Budget Narrative for FY 2014-2015
Budget Fund 220**

DEPARTMENTAL MISSION

This fund is administered by the Gonzales Police Department who supports the Vision and Mission of the City by providing public safety services, based on a cooperative community policing platform to insure the safety of all of our residents, businesses, and visitors.

DEPARTMENTAL PROGRAMS

This fund is used to track revenues and expenditures associated with collection of Police Impact Fees received from new development within the City. Growth induced costs may be funded by the Budget Unit.

ACCOMPLISHMENTS FOR FY 2013-2014

Please see Budget Unit 300.

DEPARTMENTAL GOALS FOR FY 2014-2015

Please see Budget Unit 300.

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget reflects a decrease of (\$1,000) or (2.7%) in expenditures, and (\$50) in revenues, when compared to the FY 2013-2014 Approved Budget.

Estimated Fund Balance

The year-end fund balance is estimated to be \$17,000 as of June 30, 2014, which is sufficient to offset the Fund's Net Cost.

Personnel

There are no personnel costs reflected in this budget.

Services and Supplies

This budget reflects no expenditures for services and supplies.

Capital Projects and Fixed Assets

Budget reflects \$18,000 for the purchase of mounted cameras, and \$17,000 to cover a portion of the final lease purchase payment for patrol cars three years ago.

Revenues

The budget reflects minimal revenues expected from development.

MAJOR POLICY CONSIDERATIONS

Due to lack of funds not reflected in the budget, is the appropriation to purchase at least two replacement patrol cars. The City, several years ago, started a patrol car replacement program via lease purchase. Utilizing lease purchases to replace and maintain the fleet current, has proven very effective and affordable.

As with a few items in this budget, this will be re-evaluated after the FY 2013-2014 is closed.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6)	(7)	(8)
		Original Budget	Amended Budget	Actual Thru April	Estimated Total	Staff YE Est	FY 2014/2015	Adopted
Fund: 220 - Police Impact Fund								
Revenues								
Dept: 000								
5271.000 Police Impact Fees	0	20,000	20,000	0	0	34,000	20,000	
5510.000 Investment Income	0	0	0	0	0			
5515.000 Interest Income	95	50	50	13	18	50		
5701.000 Charges for Current Services	0	0	0	0	0			
5926.000 Transfer from SLESF	0	0	0	0	0			
Dept: 000	95	20,050	20,050	13	18	34,050	20,000	0
Total Revenues	95	20,050	20,050	13	18	34,050	20,000	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	20,000	20,000	0	0			
6211.000 Office Supplies	0	0	0	0	0			
6212.000 Maintenance Supplies	0	0	0	0	0			
6245.000 Other Contractual Services	0	0	0	0	0			
6316.000 Administrative Fees	0	0	0	0	0			
6325.000 Contingency Account	0	0	0	0	0			
6335.000 Block Grant Expenditures	0	0	0	0	0			
6530.000 Capital Outlay-Improvements	0	0	0	0	0			
6540.000 Capital Outlay-Equipment	0	0	0	0	0		18,000	
6542.000 Equipment-Vehicles	11,166	16,000	16,000	16,996	22,661	16,000	17,000	
Dept: 000	11,166	36,000	36,000	16,996	22,661	16,000	35,000	0
Total Expenditures	11,166	36,000	36,000	16,996	22,661	16,000	35,000	0
Police Impact Fund	-11,071	-15,950	-15,950	-16,983	-22,643	18,050	-15,000	0

**Sewer Impact Fund
Budget Narrative for FY 2014-2015
Budget Fund 230**

DEPARTMENTAL MISSION

This impact fund is administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance the quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This fund is used to track expenditures for improvements to the Sewer System necessary to accommodate growth of the City.

ACCOMPLISHMENTS FOR FY 2013-2014

- Completed a draft conceptual Agreement to the Meyer Trust for an Option Agreement on the purchase of the remainder of the Meyer property of approximately 21.06 +/- acres
- Completed Phase II & III of the Sewer Management Plan
- Initiated the Operations & Maintenance Manual Update

DEPARTMENTAL GOALS FOR FY 2014-2015

- Initiate the process for a Supervisory Control Access and Data Acquisition (SCADA) System
- Develop a Salt Management Plan – RWQCB Condition
- Develop Interim/Long Term Wastewater Management Plan
- Finalize Option Agreement to purchase the remainder of the Meyer property of 21.06 +/- acres
- Finalize Long Term Agreement to purchase 40+/- acres from owners on the west side of the Treatment Plant

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an increase of \$8,285 or 6.4% in expenditures, and \$481,000 or 1336% in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is decreased by (\$472,715).

Revenues

Increases in revenues are anticipated from a few private developments including a proposed winery on Gonzales River Road, a Health and Wellness Center, and Vegetable Cooling Processing Facilities.

Estimated Fund Balance

The year-end fund balance is estimated to be \$200,000 as of June 30, 2014.

Personnel

There are no personnel costs related to this budget.

Services and Supplies

Services and supplies reflect \$50,000 for contractual services to undertake a study of the Wastewater Treatment Plant, and fee program to come up with recommendations to increase capacity.

- Addition of SCADA System at the lift stations (\$40,000)
- Option Agreement to acquire more sewer land (\$37,500)
- First payment to purchase an additional 21 acres at the Wastewater Treatment Plant (\$47,500)

Capital Projects/Fixed Assets

The budget reflects \$37,500 for an option agreement to acquire more sewer land, and \$47,500 for a first payment to purchase an additional 21 acres at the Wastewater Treatment Plant.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations reflected in this budget.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 230 - Sewer Impact Fund								
Revenues								
Dept: 000								
5272.000 Sewer Impact Fees	8,403	30,000	30,000	8,353	11,137	616,796	515,000	
5510.000 Investment Income	0	0	0	0	0			
5515.000 Interest Income	1,003	6,000	6,000	407	541	1,000	2,000	
5518.000 Program Income	0	0	0	0	0			
5820.000 Other Income - Misc Payments	0	0	0	0	0			
5860.000 Principal Payments Received	7,310	0	0	0	0			
5925.000 Transfer from Public Safety	0	0	0	0	0			
Dept: 000	16,716	36,000	36,000	8,760	11,678	617,796	517,000	0
Total Revenues	16,716	36,000	36,000	8,760	11,678	617,796	517,000	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	0	0	0	0			
6211.000 Office Supplies	0	0	0	0	0			
6212.000 Maintenance Supplies	0	0	0	0	0			
6235.000 Engineering and Surveying	23,948	1,715	1,715	111	148	200	50,000	
6245.000 Other Contractual Services	0	2,000	2,000	0	0		2,000	
6250.000 Rental	0	0	0	0	0			
6275.000 Subscriptions and Training	0	0	0	0	0			
6510.000 Capital Outlay-Land	0	85,000	85,000	0	0		85,000	
6530.000 Capital Outlay-Improvements	0	40,000	40,000	0	0	40,000		
6543.000 Equipment-Furniture	0	0	0	0	0			
6954.000 Transfer To Fund 460	0	0	0	0	0			
6955.000 Transfer to 407	0	0	0	0	0			
Dept: 000	23,948	128,715	128,715	111	148	40,200	137,000	0
Total Expenditures	23,948	128,715	128,715	111	148	40,200	137,000	0
Sewer Impact Fund	-7,232	-92,715	-92,715	8,649	11,530	577,596	380,000	0

**Circulation System Impact Fund
Budget Narrative for FY 2014-2015
Budget Fund 235**

DEPARTMENTAL MISSION

This impact fund is administered by the Public Works Department whose Mission is to enhance the quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This fund is used to track expenditures for improvements to the Street System necessary to accommodate growth of the City.

ACCOMPLISHMENTS FOR FY 2013-2014

Completed the "Community to School Pedestrian Plan."

DEPARTMENTAL GOALS FOR FY 2014-2015

- Complete the three way land exchange for the future La Gloria Interchange
- Continue to work on implementing improvements to the Fifth Street – HWY 101 Overpass

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents no change in expenditures, and an increase of \$366,435 or 1006% in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is decreased by (\$366,435).

Revenues

Increases in revenues are anticipated from a few private developments, including a proposed winery on Gonzales River Road, a Health and Wellness Center, and Vegetable Cooling Processing Facilities.

Estimated Fund Balance

The year-end fund balance is estimated to be \$278,000 as of June 30, 2014.

Personnel

There are no personnel costs reflected in this budget.

Services and Supplies

\$90,000 in funding has been earmarked to explore the possibility of a roundabout at Fifth Street Overpass, and complete the land exchange.

Capital Projects/Fixed Assets

None planned for this fiscal year.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations reflected in this budget.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year		Actual Thru April	Estimated Total	(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget					
Fund: 235 - Circulation System Impact								
Revenues								
Dept: 000								
5278.000	0	36,000	36,000	96,037	34,574	231,661	402,535	
5515.000	3,789	400	400	130	173	300	300	
5674.000	33,288	0	0	0	0			
5860.000	17,484	0	0	0	0			
Dept: 000	54,561	36,400	36,400	96,167	34,747	231,961	402,835	0
Total Revenues	54,561	36,400	36,400	96,167	34,747	231,961	402,835	0
Expenditures								
Dept: 000								
6210.000	0	0	0	0	0			
6211.000	0	0	0	0	0			
6235.000	11,949	90,000	90,000	11,537	13,526	90,000	90,000	
6245.000	10,280	0	0	27	0			
6530.000	0	0	0	0	0			
6540.000	0	0	0	0	0			
Dept: 000	22,229	90,000	90,000	11,564	13,526	90,000	90,000	0
Total Expenditures	22,229	90,000	90,000	11,564	13,526	90,000	90,000	0
Circulation System impact	32,332	-53,600	-53,600	84,603	21,221	141,961	312,835	0

**Water Impact Fund
Budget Narrative for FY 2014-2015
Budget Fund 240**

DEPARTMENTAL MISSION

This impact fund is administered by the Public Works Department whose Mission is to enhance the quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This fund is used to track expenditures for improvements to the Water System necessary to accommodate growth of the City.

ACCOMPLISHMENTS FOR FY 2013-2014

Maintained the collection of impact fees as appropriate for development.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Maintain the collection of impact fees as appropriate for development
- Design Specifications for replacement water well & ground water assessment within the new general plan service area

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents a decrease of (\$1,215) or (.6%) in expenditures, and an increase of \$159,620 or 278% in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is decreased by (\$160,835).

Estimated Fund Balance

The year-end Fund Balance is estimated to be \$800,000 as of June 30, 2014.

Revenues

Increases in revenues are anticipated from a few private developments, including a proposed winery on Gonzales River Road, a Health and Wellness Center, and Vegetable Cooling Processing Facilities.

Personnel

There are no personnel costs reflected in this budget.

Services and Supplies

This budget reflects \$182,500 in services to develop water well design plans and specifications, including groundwater to identify favorable locations and depths for future municipal wells within the new service area, and identify potential impacts to City supply due to current agricultural pumping.

Capital Projects/Fixed Assets

There are no capital projects and/or fixed assets reflected in the budget.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations reflected in the budget.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 240 - Water Impact Fund								
Revenues								
Dept: 000								
5273.000 Water Impact Fees	2,903	55,180	55,180	982	1,309	97,517	215,000	
5510.000 Investment Income	0	0	0	0	0			
5515.000 Interest Income	2,402	2,200	2,200	1,253	1,669	2,000	2,000	
5518.000 Program Income	0	0	0	0	0			
5750.000 Administrative Fees	0	0	0	0	0			
5820.000 Other income - Misc Payments	0	0	0	0	0			
5860.000 Principal Payments Received	26,882	0	0	0	0			
5925.000 Transfer from Public Safety	0	0	0	0	0			
Dept: 000	32,187	57,380	57,380	2,235	2,978	99,517	217,000	0
Total Revenues	32,187	57,380	57,380	2,235	2,978	99,517	217,000	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	0	0	0	0			
6211.000 Office Supplies	0	0	0	0	0			
6212.000 Maintenance Supplies	0	0	0	0	0			
6235.000 Engineering and Surveying	1,542	181,715	181,715	0	0		180,500	
6245.000 Other Contractual Services	0	2,000	2,000	0	0		2,000	
6250.000 Rental	0	0	0	0	0			
6255.000 Liability Insurance	0	0	0	0	0			
6260.000 Advertising	0	0	0	0	0			
6275.000 Subscriptions and Training	0	0	0	0	0			
6530.000 Capital Outlay-Improvements	0	0	0	0	0			
6540.000 Capital Outlay-Equipment	0	0	0	0	0			
6543.000 Equipment-Furniture	0	0	0	0	0			
6954.000 Transfer To Fund 460	0	0	0	0	0			
Dept: 000	1,542	183,715	183,715	0	0	0	182,500	0
Total Expenditures	1,542	183,715	183,715	0	0	0	182,500	0
Water Impact Fund	30,645	-126,335	-126,335	2,235	2,978	99,517	34,500	0

**Public Facilities Impact Fund
Budget Narrative for FY 2014-2015
Budget Fund 241**

DEPARTMENTAL MISSION

This impact fund is administered by the Public Works Department whose Mission is to enhance the quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This fund is used to track expenditures for improvements to City general facilities impacted and/or needed, as a result of development, and/or growth.

ACCOMPLISHMENTS FOR FY 2013-2014

- Began design work to transfer the Gonzales Medical Group building (when vacated), to the possible future location of Gonzales City Hall
- Approved an agreement with Monterey County Health Department for them to begin providing Mental Health services to the residents of Gonzales

DEPARTMENTAL GOALS FOR FY 2014-2015

- Finalize the design work for the future City Hall
- Work with the Monterey County Health Department to expand services to the residents of Gonzales

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an increase of \$10,000 or 100% in expenditures, and a decrease of (\$7,700) or (99%) in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is increased by \$17,700.

Estimated Fund Balance

The year-end fund balance is estimated to be \$45,000 as of June 30, 2014, which is sufficient to cover the fund's Net Cost.

Revenues

This budget reflects revenues expected from development.

Personnel

There are no personnel costs reflected in this budget.

Services and Supplies

This budget reflects no expenditures.

Capital Projects/Fixed Assets

The budget reflects \$20,000 to continue the design work to convert the Gonzales Medical Group Building (once vacated) to City Hall.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations reflected in this budget.

City Of Gonzales

Month: 4/30/2014	Prior	Current Year				(6)	(7)	(8)
	Year Actual	Original Budget	Amended Budget	Actual Thru April	Estimated Total	Staff YE Est	FY 2014/2015	Adopted
Fund: 241 - Public Facilities Impact Mitig								
Revenues								
Dept: 000								
5277.000 Public Facilities Impact Fees	0	7,700	7,700	0	0			
5515.000 Interest Income	151	60	60	33	43	60	60	
Dept: 000	151	7,760	7,760	33	43	60	60	0
Total Revenues	151	7,760	7,760	33	43	60	60	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	0	0	0	0			
6212.000 Maintenance Supplies	0	0	0	1,062	1,416	1,075		
6245.000 Other Contractual Services	0	0	0	7,158	9,544	7,500		
6275.000 Subscriptions and Training	0	0	0	0	0			
6530.000 Capital Outlay-Improvements	0	10,000	10,000	0	0	5,000	20,000	
Dept: 000	0	10,000	10,000	8,220	10,960	13,575	20,000	0
Total Expenditures	0	10,000	10,000	8,220	10,960	13,575	20,000	0
Public Facilities Impact Mitig	151	-2,240	-2,240	-8,187	-10,917	-13,515	-19,940	0

**Public Uses Impact Fund
Budget Narrative for FY 2014-2015
Budget Fund 242**

DEPARTMENTAL MISSION

This impact fund is administered by the City Manager's Office whose Mission is to implement the Vision and Mission of the City by providing professional leadership, developing innovative approaches and creative partnerships in the management of the City, and executing City Council policies. This will be done by always holding to the highest ideals of public service and ethics.

DEPARTMENTAL PROGRAMS

This fund is used to track expenditures for improvements or construction of the Community Center or other community facilities impacted, and/or needed as a result of development, and/or growth.

ACCOMPLISHMENTS FOR FY 2013-2014

- Completed the temporary lighted parking area for the Joint-Use Gym
- Worked with the Gonzales Unified School District to move forward to implement the Community Facilities Master Plan, as it pertains to constructing a new Elementary School. For the new Elementary School, the Gonzales Unified School District School Board approved the steps necessary to present a Bond at the June Election to the voters for approval.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to collect impact funds
- Continue putting together the programming for the Community Center, and identify funding and funding partners

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents a reduction of (\$3,000) or (38%) in expenditures, and no change in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is decreased by (\$3,000).

Estimated Fund Balance

The year-end fund balance is estimated to be \$17,000 as of June 30, 2014, which is sufficient to cover the fund's Net Cost.

Revenues

This budget reflects minimal revenues from development.

Personnel

There are no personnel costs reflected in this budget.

Services and Supplies

This budget reflects expenditures for design services for City Hall.

Capital Projects/Fixed Assets

There are no capital projects or fixed assets reflected in this budget.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations reflected in this budget.

City Of Gonzales

Month: 4/30/2014	Prior	Current Year				(6)	(7)	(8)
	Year	Original	Amended	Actual Thru	Estimated	Staff YE Est	FY 2014/2015	Adopted
	Actual	Budget	Budget	April	Total			
Fund: 242 - Public Uses Mitigation Fees								
Revenues								
Dept: 000								
5277.000 Public Facilities Impact Fees	0	0	0	0	0			
5515.000 Interest Income	45	20	20	10	13	15	20	
Dept: 000	45	20	20	10	13	15	20	0
Total Revenues	45	20	20	10	13	15	20	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	0	0	0	0			
6235.000 Engineering and Surveying	0	0	0	0	0			
6245.000 Other Contractual Services	0	8,000	8,000	0	0	5,000	5,000	
Dept: 000	0	8,000	8,000	0	0	5,000	5,000	0
Total Expenditures	0	8,000	8,000	0	0	5,000	5,000	0
Public Uses Mitigation Fees	45	-7,980	-7,980	10	13	-4,985	-4,960	0

**Aquatics Facilities Impact Fund
Budget Narrative for FY 2014-2015
Budget Fund 243**

DEPARTMENTAL MISSION

This impact fund is administered by the Aquatics Program, which supports the Vision and Mission of the City by providing a safe environment for aquatic recreation; teaching aquatic safety through swim lessons; providing opportunities for Gonzales residents to enjoy aquatic recreation; and managing fiscal resources responsibly.

DEPARTMENTAL PROGRAMS

This fund is used to track expenditures for improvements to the Aquatics Facility.

ACCOMPLISHMENTS FOR FY 2013-2014

- Collected Impact Funds
- Installed ADA accessible lift
- Installed a new Chemtrol Unit to successfully manage chemical introduction

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to collect Impact Funds
- Continue to work with the Parks and Recreation Commission, community, and an effort lead by Council Member Bonincontri, to figure out the best course of option to replace the pool

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents no activity for FY 2014-2015.

Revenues

This budget reflects no revenues expected from development.

Personnel

There are no personnel costs reflected in this budget.

Services and Supplies

This category reflects no expenditures.

MAJOR POLICY CONSIDERATIONS

Short of building a new pool, which will be needed sooner rather than later, the pool will be in need of the following potentially costly fixes in the near future. The major repairs and replacements that will need to be made are:

- Replace existing pool heater. Pool heaters typically last 8-10 years, and the heater currently in use at the pool is 14 years old. The cost to replace the heating unit for our size pool is approximately \$18,000.
- Completely replace the filtration sand in each of the two filtration tanks. This process is time and labor intensive. To complete this process, it will cost approximately \$6,000 in materials.

A significant funding source will need to be found to make these repairs possible.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 243 - Aquatic Facilities Mitigation								
Revenues								
Dept: 000								
5277.000 Public Facilities Impact Fees	0	0	0	0	0			
5515.000 Interest Income	0	0	0	0	0			
5958.000 Transfer from Fund 460	0	0	0	0	0			
Dept: 000	0	0	0	0	0	0	0	0
Total Revenues	0	0	0	0	0	0	0	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	0	0	0	0			
6212.000 Maintenance Supplies	0	0	0	0	0			
6530.000 Capital Outlay-Improvements	0	0	0	0	0			
Dept: 000	0	0	0	0	0	0	0	0
Total Expenditures	0	0	0	0	0	0	0	0
Aquatic Facilities Mitigation	0	0	0	0	0	0	0	0

**Animal Control Facilities Impact Fees Fund
Budget Narrative for FY 2014-2015
Budget Fund 244**

DEPARTMENTAL MISSION

This fund is administered by the Gonzales Police Department who supports the Vision and Mission of the City by providing public safety services based on a cooperative community policing platform to ensure the safety of all of our residents, businesses, and visitors.

DEPARTMENTAL PROGRAMS

This fund is used to track the revenues and expenditures for improvements to the Animal Control Holding Facility, from Impact Fees collected from new development with the City.

ACCOMPLISHMENTS FOR FY 2013-2014

The Gonzales Animal Control Holding Facility used for temporarily holding animals continues to meet the needs of our community. The City had to replace its long time Animal Control Officer.

DEPARTMENTAL GOALS FOR FY 2014-2015

Continue to collect Animal Control Facility Impact Fees for all new development in the City.

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget reflects no activity.

Revenues

No activity is anticipated because the source of revenues for this fund is derived from the development of new housing.

Personnel

There are no personnel costs associated with this budget.

Services and Supplies

This budget reflects no expenditures.

Capital Projects and Fixed Assets

This budget reflects no expenditures.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations reflected in this budget.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6)	(7)	(8)
		Original Budget	Amended Budget	Actual Thru April	Estimated Total	Staff YE Est	FY 2014/2015	Adopted
Fund: 244 - Animal Control Facilities Miti								
Revenues								
Dept: 000								
5277.000 Public Facilities Impact Fees	0	0	0	0	0			
5958.000 Transfer from Fund 460	0	0	0	0	0			
Dept: 000	0	0	0	0	0	0	0	0
Total Revenues	0	0	0	0	0	0	0	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	0	0	0	0			
6212.000 Maintenance Supplies	0	0	0	0	0			
6530.000 Capital Outlay-Improvements	0	0	0	0	0			
Dept: 000	0	0	0	0	0	0	0	0
Total Expenditures	0	0	0	0	0	0	0	0
Animal Control Facilities Miti	0	0	0	0	0	0	0	0

Storm Drainage Facilities Impact Fee Budget Narrative for FY 2014-2015 Budget Fund 245

DEPARTMENTAL MISSION

This impact fund is administered by the Public Works Department whose Mission is to enhance the quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This fund is used to track expenditures for improvements to the storm drainage, necessary to accommodate growth of the City.

ACCOMPLISHMENTS FOR FY 2013-2014

Collected Storm Drainage Facilities Impact Funds.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue Storm Drainage Facilities Impact Funds collection
- Complete Hydraulic Analysis of the Gonzales Slough
- Complete Notice of Intent for Phase II Municipal Storm Water Permit
- Prepare Phase II Municipal Storm Water Plan

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents a decrease of (\$112,866) or (68%) in expenditures, and an increase of \$47,000 or 855% in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is decreased by (\$159,866).

Estimated Fund Balance

The year-end Fund Balance is estimated to be \$82,000 as of June 30, 2014.

Revenues

Increases in revenues are anticipated from a few private developments, including a proposed winery on Gonzales River Road, a Health and Wellness Center, and Vegetable Cooling Processing Facilities.

Personnel

There are no personnel costs reflected in this budget.

Services and Supplies

This budget reflects \$50,000 for Phase II of the Municipal Storm Water Plan, and \$2,000 for this fund's share of the impact fee study.

Capital Projects/Fixed Assets

There is no capital projects/fixed assets reflected in this budget.

MAJOR POLICY CONSIDERATIONS

The Storm Drainage Facilities Impact Fee Report should be reviewed and updated as necessary. Also, because the General Plan process and certification of the corresponding Environmental Impact Report was completed, there might be a need to move forward and develop Storm Water Drainage Master Plans.

City Of Gonzales

Month: 4/30/2014	Prior	Current Year			(6)	(7)	(8)	
	Year	Original	Amended	Actual Thru	Estimated	Staff YE Est	FY 2014/2015	Adopted
	Actual	Budget	Budget	April	Total			
Fund: 245 - Storm Drainage Facil Impact								
Revenues								
Dept: 000								
5279.000	0	5,000	5,000	749	999	56,332	52,000	
5515.000	643	500	500	249	332	400	500	
Dept: 000	643	5,500	5,500	998	1,331	56,732	52,500	0
Total Revenues	643	5,500	5,500	998	1,331	56,732	52,500	0
Expenditures								
Dept: 000								
6210.000	0	0	0	0	0			
6235.000	3,978	164,866	164,866	90,831	110,277	110,277	52,000	
6245.000	3,204	2,000	2,000	-12	0		2,000	
Dept: 000	7,182	166,866	166,866	90,819	110,277	110,277	54,000	0
Total Expenditures	7,182	166,866	166,866	90,819	110,277	110,277	54,000	0
Storm Drainage Facil Impact	-6,539	-161,366	-161,366	-89,821	-108,946	-53,545	-1,500	0

**Park Impact
Budget Narrative for FY 2014-2015
Budget Fund 250**

DEPARTMENTAL MISSION

This impact fund is administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This fund is used to reflect the expenditures and revenues for a variety of park improvement projects.

ACCOMPLISHMENTS FOR FY 2013-2014

Installed the outdoors sports equipment at Centennial and Central Parks.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Provide safe, clean, and aesthetically pleasing parks, open spaces, and right-of-ways within the City
- Ensure that future park improvements are adequately maintained
- Maintain and manage the parks to meet or exceed established recognized standards
- Provide efficient and effective customer service, which matches or exceeds the service needs of the citizens
- Complete lighted parking area at Gabilan Court
- Complete the installation of lights at Central Park

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an increase of \$6,785 or 56% in expenditures, and a decrease of (\$10,000) or (98%) in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is increased by \$16,785.

Estimated Fund Balance

The year-end fund balance is estimated to be \$47,000 as of June 30, 2014, which is sufficient to cover the Fund's Net Cost.

Revenues

Revenues are down due to the state of the economy resulting in no housing construction activity in the City.

Personnel

There are no personnel costs reflected in this budget.

Services and Supplies

Budget reflects this fund's share of the cost to the impact fee study.

Capital Projects/Fixed Assets

The budget reflects \$15,000 in expenditures to assist with the completion of a lighted parking area at Gabilan Court.

MAJOR POLICY CONSIDERATIONS

Through the General Plan Update process, staff will continue to work with the Parks and Recreation Commission, Planning Commission; and ultimately, the City Council to complete a "Park Master Plan" to be utilized as a planning guide for future development thereby enhancing general City park services.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year			Estimated Total	(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April				
Fund: 250 - Park Impact Fund								
Revenues								
Dept: 000								
5274.000 Park Impact Fees	0	10,000	10,000	0	0			
5275.000 Signalization Fees	0	0	0	0	0			
5277.000 Public Facilities Impact Fees	0	0	0	0	0			
5510.000 Investment Income	0	0	0	0	0			
5515.000 Interest Income	198	200	200	85	114	200	200	
5521.000 Proceeds from Lease	0	0	0	0	0			
5820.000 Other Income - Misc Payments	11,500	0	0	0	0			
5826.000 Contributions	0	0	0	0	0			
5950.000 Transfer from CDBG (Non Pgm)	0	0	0	0	0			
Dept: 000	11,698	10,200	10,200	85	114	200	200	0
Total Revenues	11,698	10,200	10,200	85	114	200	200	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	0	0	0	0			
6212.000 Maintenance Supplies	408	500	500	473	0			
6213.000 Oils and Lubricants	0	0	0	0	0			
6230.000 Legal and Accounting	0	0	0	0	0			
6235.000 Engineering and Surveying	0	1,715	1,715	0	0		2,000	
6245.000 Other Contractual Services	0	0	0	146	0		2,000	
6260.000 Advertising	0	0	0	0	0			
6275.000 Subscriptions and Training	1,531	0	0	0	0			
6530.000 Capital Outlay-Improvements	0	10,000	10,000	10,485	8,913	13,000	15,000	
6540.000 Capital Outlay-Equipment	0	0	0	0	0			
6542.000 Equipment-Vehicles	0	0	0	0	0			
6610.000 Interest Expense	0	0	0	0	0			
6620.000 Principal Reduction	0	0	0	0	0			
Dept: 000	1,939	12,215	12,215	11,104	8,913	13,000	19,000	0
Total Expenditures	1,939	12,215	12,215	11,104	8,913	13,000	19,000	0
Park Impact Fund	9,759	-2,015	-2,015	-11,019	-8,799	-12,800	-18,800	0

**Signalization Fund
Budget Narrative for FY 2014-2015
Budget Fund 260**

DEPARTMENTAL MISSION

This impact fund is administered by the Public Works Department whose Mission is to enhance the quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This fund was set up to hold funds from prior developments that will be used for the future installation of traffic signals at Fifth Street and HWY 101, and Fifth Street and Harold Parkway.

ACCOMPLISHMENTS FOR FY 2013-2014

- Maintained the holding accounts for the future installation of the traffic signals
- Initiated the discussion with the California Department of Transportation (CalTrans) for the installation of the traffic signals at Fifth Street and HWY 101

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to collect fair share of improvement costs for the Traffic Signal at the Intersection of Fifth Street and Harold Parkway from developments
- Continue discussions with, and obtain approval from Caltrans on the traffic signal for Fifth Street and HWY 101

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents a decrease allocation of (\$216,950) or (59%) in expenditures, and an increase of \$800 or 400% in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is decreased by (\$217,750).

Estimated Fund Balance

The year-end fund balance is estimated to be \$433,000 as of June 30, 2014, which is sufficient to offset the Fund's Net Cost.

Revenues

The reason for the decrease in revenues is due to lower interest earnings.

Personnel

There are no personnel costs reflected in this budget.

Services and Supplies

There are no services and supplies reflected in this budget.

Capital Projects/Fixed Assets

While there are no capital projects/fixed assets reflected in this budget, there is a budget allocation of \$150,000 to assist developer construction commitment, which mitigates the need for traffic signal improvements/requirements; such as roundabouts at Fifth Street and HWY 101, and Fifth Street and Harold Parkway locations. These funds are only intended for construction of improvements.

MAJOR POLICY CONSIDERATIONS

Traffic will increase as the result of the recent annexations of the D'Arrigo Bros. and the construction of the new Elementary School. Traffic from these developments will necessitate the installation of traffic signals to heavily impacted congested intersections. Additional right-of-ways and cost improvement contributions from the development community will be required to complete the signal installations at both of these locations.

These funds will be used to participate in those projects with the developers once initiated.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 260 - Signalization Impact								
Revenues								
Dept: 000								
5275.000 Signalization Fees	0	0	0	0	0			
5515.000 Interest Income	1,509	200	200	610	814	814	1,000	
5518.000 Program Income	0	0	0	0	0			
Dept: 000	1,509	200	200	610	814	814	1,000	0
Total Revenues	1,509	200	200	610	814	814	1,000	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	0	0	0	0			
6245.000 Other Contractual Services	0	0	0	0	0			
6530.000 Capital Outlay-Improvements	0	366,950	366,950	0	0		150,000	
Dept: 000	0	366,950	366,950	0	0	0	150,000	0
Total Expenditures	0	366,950	366,950	0	0	0	150,000	0
Signalization Impact	1,509	-366,750	-366,750	610	814	814	-149,000	0

**California Breeze Parks and Open Space Maintenance
Assessment Districts
Phase I, II, & III
Budget Narrative for FY 2014-2015
Budget Fund 270**

DEPARTMENTAL MISSION

These Assessment Districts are administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance the quality of life of our residents and employees in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

ACCOMPLISHMENTS FOR FY 2013-2014

- With minimal staff, the Department was still able to adequately provide maintenance and operation of all public landscaping and irrigation system including lawns, shrubs and trees, and any and all other items of work necessary within this subdivision
- Replaced the playground surface at Meyer Park

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to provide services, which enhance the quality of life of our residents and employees in an environment of safety, courtesy, integrity and respect
- Provide safe, clean, and aesthetically pleasing parks, and right-of-ways within the districts
- Replace the landscape mulch along Harold Parkway with recycled materials
- Solicit Requests for Proposals for "Park & Landscape Maintenance Services"

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents a decrease of (\$94) or (.1%) in expenditures, and a decrease of (\$1,003) or (1.2%) in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is decreased by (\$909).

Estimated Fund Balance

The estimated Fund Balance for this fund is \$200,000 as of June 30, 2014.

Revenues

Maintaining a conservative approach, revenues were kept constant to FY 2013-2014 actual levels.

Personnel

These budgets provide for the support of Harold Parkway landscape, Retention ponds, and Meyer Park maintenance.

Services and Supplies

This category reflects the necessary items to provide the maintenance services to the districts.

Capital Projects/Fixed Assets

No capital projects or fixed assets are contemplated for this budget.

MAJOR POLICY CONSIDERATIONS

The property tax assessments generated by these districts, are intended to minimize the maintenance financial obligations generated by the development of this subdivision on the City's General Fund.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 270 - CA Breeze Park Maintenance								
Revenues								
Dept: 000								
5110.000 Property Taxes-Secured	78,197	80,000	80,000	77,566	53,989	77,566	79,117	
5120.000 Property Taxes-Unsecured	0	0	0	0	0			
5130.000 Property Taxes-Prior Year	4,414	2,000	2,000	128	170	2,000	2,000	
5140.000 Property Taxes-Supplemental	0	0	0	0	0			
5515.000 Interest Income	272	260	260	78	104	140	140	
Dept: 000	82,883	82,260	82,260	77,772	54,263	79,706	81,257	0
Total Revenues	82,883	82,260	82,260	77,772	54,263	79,706	81,257	0
Expenditures								
Dept: 000								
6110.000 Salaries-Regular Pay	25,754	26,725	26,725	12,671	16,895	26,730	26,725	
6111.000 Salaries-Overtime Pay	1,666	500	500	677	902	1,000	500	
6112.000 Salaries-Extra Help	0	0	0	0	0			
6113.000 Salaries-Differentials	563	750	750	313	417	750	750	
6114.000 Workers Compensation Payment	0	0	0	0	0		245	
6131.000 Deferred Compensation Expense	231	250	250	187	225	250	245	
6132.000 Retirement - PERS	4,735	5,275	5,275	2,624	3,498	5,280	5,275	
6140.000 Life and Disability Insurance	264	455	455	250	273	460	455	
6150.000 Workers Comp Insurance	334	334	334	334	445	330		
6160.000 Social Security	2,099	2,140	2,140	1,025	1,367	2,140	2,140	
6170.000 Health and Dental Insurance	4,361	6,480	6,480	5,178	6,234	6,480	6,480	
6190.000 Other Payroll Tax	0	0	0	0	0			
6210.000 Special Departmental Expenses	0	0	0	0	0			
6211.000 Office Supplies	0	0	0	0	0			
6212.000 Maintenance Supplies	1,575	2,700	2,700	1,013	814	2,700	2,700	
6220.000 Telephone	140	150	150	0	0	150	150	
6225.000 Utilities	13,690	13,000	13,000	8,143	10,555	11,000	13,000	
6226.000 Utilities-Water	0	0	0	0	0			
6230.000 Legal and Accounting	298	2,000	2,000	140	187	2,000	2,000	
6235.000 Engineering and Surveying	2,235	2,500	2,500	1,196	1,594	2,500	2,500	
6245.000 Other Contractual Services	152	150	150	34	0	150	150	
6249.000 Park Maintenance	0	0	0	0	0			
6250.000 Rental	0	0	0	0	0			
6255.000 Liability Insurance	0	0	0	0	0			
6260.000 Advertising	419	400	400	0	0		400	
6270.000 Transportation and Travel	0	0	0	0	0			
6275.000 Subscriptions and Training	0	0	0	0	0			

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6)	(7)	(8)
		Original Budget	Amended Budget	Actual Thru April	Estimated Total	Staff YE Est	FY 2014/2015	Adopted
Fund: 270 - CA Breeze Park Maintenance								
Expenditures								
Dept: 000								
6330.000 Public Works Overhead	0	0	0	0	0			
6530.000 Capital Outlay-Improvements	0	0	0	0	0			
6540.000 Capital Outlay-Equipment	0	0	0	0	0			
6900.000 Transfers to General Fund	3,800	3,800	3,800	0	0	3,800	3,800	
6920.000 Transfer to Cal Breeze Maint	0	0	0	0	0			
6927.000 Transfer to Street Fund [130]	0	0	0	0	0			
Dept: 000	62,316	67,609	67,609	33,785	43,406	65,720	67,515	0
Total Expenditures	62,316	67,609	67,609	33,785	43,406	65,720	67,515	0
CA Breeze Park Maintenance	20,567	14,651	14,651	43,987	10,857	13,986	13,742	0

California Breeze Benefit Assessment Districts
Budget Narrative for FY 2014-2015
Budget Funds 280, 290, and 300

DEPARTMENTAL MISSION

These Assessment Districts are administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance the quality of life of our residents and employees in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

ACCOMPLISHMENTS FOR FY 2013-2014

Provided maintenance and operation of the following improvements on public lands within said Districts 1, 2, and 3 of the California Breeze Subdivision including sweeping, street lights and lighting costs, storm drain lines (repairs and replacement only; cleaning, flushing and debris removal not included), including necessary cleaning, repairs, replacement, electric current, supervision, debris removal, and any and all other items of work necessary.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to provide services which enhance the quality of life of our residents and employees in an environment of safety, courtesy, integrity and respect
- Continue the maintenance and operation of the above described improvements on public lands within Districts 1, 2, and 3 of the California Breeze Subdivision
- Undertake street repairs and striping on Herold Parkway
- Reinstate full "Street Sweeping Services" either by expending the existing contract, or engage Tri-City Disposal to provide the services, which is included as an option in the Franchise Agreement
- Street Striping on Herold Parkway
- Street Pavement Assessment & Prioritization Project
- Complete Right of Way Mapping

FY 2014-2015 RECOMMENDED BUDGET

FUND 280

The Department's FY 2014-2015 Recommended Budget represents an increase of \$1,898 or 18% in expenditures, and a decrease of (\$237) or (1.5%) in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is increased by \$2,135.

FUND 290

The Department's FY 2014-2015 Recommended Budget represents an overall decrease of (\$186) or (.006%) in expenditures, and a decrease of (\$336) or (1.3%) in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is increased by \$150.

FUND 300

The Department's FY 2014-2015 Recommended Budget represents an overall decrease of (\$152) or (.006%) in expenditures, and an increase of \$270 or .9% in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net City Cost is increased by \$422.

Estimated Fund Balance

The estimated fund balances are \$58,000 for Fund 280; \$60,000 for Fund 290; and \$140,000 for Fund 300 as of June 30, 2014, which are sufficient to cover the Net Costs.

Revenues

Revenues, which are special assessments, have been increased by 2%.

Personnel

These budgets provide for the support of the City of Gonzales Street Sweeping Program, Herold Parkway landscape, and Meyer Park maintenance.

Services and Supplies

Refer to the Departmental Goals for FY 2014-2015 for descriptions of service provided by these three districts. In addition, funds 290 and 300 reflect a transfer to the Street Fund to offset utility and other appropriate expenditures.

Capital Projects/Fixed Assets

The capital outlay included in these budgets are for the (a) routine maintenance and dredging for the percolation pond; (b) street lights; (c) storm drain repairs; (d) street maintenance and repair of the access road; (e) a contingency set aside; (f) \$ 16,075 for

Street Striping on Herold Parkway; (g) \$5,513 for the Street Pavement Assessment & Prioritization Project; and (h) \$3,669 for Right of Way Mapping.

MAJOR POLICY CONSIDERATIONS

The property tax assessments generated by these three districts, are intended to minimize the maintenance financial obligations generated by the development of this subdivision on the City's General Fund.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 280 - CA Breeze Maintenance #1								
Revenues								
Dept: 000								
5110.000 Property Taxes-Secured	7,892	15,700	15,700	15,268	10,614	15,268	15,500	
5130.000 Property Taxes-Prior Year	7,542	200	200	104	139	200	200	
5515.000 Interest Income	91	87	87	20	26	50	50	
5821.000 Other Income - Reimbursements	0	0	0	0	0			
5920.000 Transfer from Cal Breeze Pks	0	0	0	0	0			
5922.000 Transfer from Cal Breeze #2	0	0	0	0	0			
Dept: 000	15,525	15,987	15,987	15,392	10,779	15,518	15,750	0
Total Revenues	15,525	15,987	15,987	15,392	10,779	15,518	15,750	0
Expenditures								
Dept: 000								
6110.000 Salaries-Regular Pay	0	2,160	2,160	0	0	2,160	2,075	
6111.000 Salaries-Overtime Pay	0	20	20	0	0	20	20	
6112.000 Salaries-Extra Help	0	0	0	0	0			
6113.000 Salaries-Differentials	0	0	0	0	0			
6132.000 Retirement - PERS	375	410	410	208	278	410	395	
6140.000 Life and Disability Insurance	20	35	35	20	21	40	35	
6150.000 Workers Comp Insurance	22	22	22	22	29	20	22	
6160.000 Social Security	0	170	170	0	0	170	160	
6170.000 Health and Dental Insurance	138	432	432	154	185	430	435	
6210.000 Special Departmental Expenses	0	0	0	20	27	50		
6211.000 Office Supplies	0	0	0	0	0			
6212.000 Maintenance Supplies	0	100	100	0	0	100	100	
6213.000 Oils and Lubricants	505	500	500	295	316	500	500	
6225.000 Utilities	4,601	5,000	5,000	4,006	4,260	5,000	5,000	
6230.000 Legal and Accounting	99	585	585	47	62	590	590	
6235.000 Engineering and Surveying	534	650	650	260	235	650	650	
6245.000 Other Contractual Services	2,493	0	0	876	267	200		
6248.000 Street Sweeping	0	0	0	2,000	2,667	2,000	2,000	
6250.000 Rental	0	0	0	0	0			
6255.000 Liability Insurance	0	0	0	0	0			
6260.000 Advertising	109	120	120	0	0		120	
6270.000 Transportation and Travel	0	0	0	0	0			
6275.000 Subscriptions and Training	0	0	0	0	0			
6330.000 Public Works Overhead	0	0	0	0	0			
6530.000 Capital Outlay-Improvements	0	0	0	0	0			
6544.000 Equipment-Computers	0	0	0	0	0			

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6)	(7)	(8)
		Original Budget	Amended Budget	Actual Thru April	Estimated Total	Staff YE Est	FY 2014/2015	Adopted
Fund: 280 - CA Breeze Maintenance #1								
Expenditures								
Dept: 000								
6900.000 Transfers to General Fund	400	400	400	0	0	400	400	
6905.000 Transfers Out	0	0	0	0	0			
6927.000 Transfer to Street Fund [130]	0	0	0	0	0			
Dept: 000	9,296	10,604	10,604	7,908	8,347	12,740	12,502	0
Total Expenditures	9,296	10,604	10,604	7,908	8,347	12,740	12,502	0
CA Breeze Maintenance #1	6,229	5,383	5,383	7,484	2,432	2,778	3,248	0

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year			Estimated Total	(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April				
Fund: 290 - CA Breeze Maintenance #2								
Revenues								
Dept: 000								
5110.000 Property Taxes-Secured	24,519	25,000	25,000	24,223	16,765	24,223	24,707	
5120.000 Property Taxes-Unsecured	0	0	0	0	0			
5130.000 Property Taxes-Prior Year	1,482	550	550	0	0	550	550	
5140.000 Property Taxes-Supplemental	0	0	0	0	0			
5515.000 Interest Income	97	93	93	21	28	50	50	
Dept: 000	26,098	25,643	25,643	24,244	16,793	24,823	25,307	0
Total Revenues	26,098	25,643	25,643	24,244	16,793	24,823	25,307	0
Expenditures								
Dept: 000								
6110.000 Salaries-Regular Pay	0	3,775	3,775	0	0	3,780	3,630	
6111.000 Salaries-Overtime Pay	0	35	35	0	0	40	35	
6112.000 Salaries-Extra Help	0	0	0	0	0			
6113.000 Salaries-Differentials	0	0	0	0	0			
6132.000 Retirement - PERS	656	720	720	365	486	720	690	
6140.000 Life and Disability Insurance	35	65	65	34	37	70	65	
6150.000 Workers Comp Insurance	39	39	39	39	52	40	40	
6160.000 Social Security	0	290	290	0	0	290	280	
6170.000 Health and Dental Insurance	242	756	756	270	324	760	755	
6210.000 Special Departmental Expenses	0	0	0	20	27	20		
6212.000 Maintenance Supplies	0	100	100	0	0	100	100	
6213.000 Oils and Lubricants	505	400	400	295	316	400	400	
6225.000 Utilities	4,199	4,830	4,830	3,592	3,820	4,830	4,830	
6230.000 Legal and Accounting	99	890	890	47	62	890	890	
6235.000 Engineering and Surveying	342	1,000	1,000	245	215	1,000	1,000	
6245.000 Other Contractual Services	0	100	100	0	0		100	
6248.000 Street Sweeping	0	0	0	0	0			
6250.000 Rental	0	0	0	0	0			
6255.000 Liability Insurance	0	0	0	0	0			
6260.000 Advertising	109	241	241	0	0		240	
6270.000 Transportation and Travel	0	0	0	0	0			
6330.000 Public Works Overhead	0	0	0	0	0			
6530.000 Capital Outlay-improvements	0	0	0	0	0			
6900.000 Transfers to General Fund	4,900	4,900	4,900	0	0	4,900	4,900	
6927.000 Transfer to Street Fund [130]	9,700	9,700	9,700	0	0	9,700	9,700	
Dept: 000	20,826	27,841	27,841	4,907	5,339	27,540	27,655	0

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6)	(7)	(8)
		Original Budget	Amended Budget	Actual Thru April	Estimated Total	Staff YE Est	FY 2014/2015	Adopted
Fund: 290 - CA Breeze Maintenance #2								
Total Expenditures	20,826	27,841	27,841	4,907	5,339	27,540	27,655	0
CA Breeze Maintenance #2	5,272	-2,198	-2,198	19,337	11,454	-2,717	-2,348	0

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 300 - CA Breeze Maintenance #3								
Revenues								
Dept: 000								
5110.000	26,502	26,400	26,400	26,335	18,415	26,335	26,800	
5120.000	0	0	0	0	0			
5130.000	2,028	450	450	0	0	450	450	
5140.000	0	0	0	0	0			
5515.000	287	280	280	62	83	150	150	
Dept: 000	28,817	27,130	27,130	26,397	18,498	26,935	27,400	0
Total Revenues	28,817	27,130	27,130	26,397	18,498	26,935	27,400	0
Expenditures								
Dept: 000								
6110.000	0	3,235	3,235	0	0	3,240	3,110	
6111.000	0	30	30	0	0	30	30	
6112.000	0	0	0	0	0			
6113.000	0	0	0	0	0			
6132.000	562	615	615	313	417	620	595	
6140.000	30	57	57	29	32	60	55	
6150.000	33	33	33	33	44	30	35	
6160.000	0	250	250	0	0	250	240	
6170.000	207	650	650	232	278	650	650	
6190.000	0	0	0	0	0			
6210.000	0	0	0	20	27	20		
6212.000	0	100	100	0	0	100	100	
6213.000	395	450	450	295	316	450	450	
6220.000	0	0	0	0	0			
6225.000	4,199	4,202	4,202	3,592	3,820	4,200	4,200	
6230.000	99	775	775	47	62	780	780	
6235.000	422	850	850	164	107	850	850	
6245.000	194	100	100	0	0	100	100	
6248.000	0	0	0	0	0			
6250.000	0	0	0	0	0			
6255.000	0	0	0	0	0			
6260.000	109	210	210	0	0		210	
6270.000	0	0	0	0	0			
6330.000	0	0	0	0	0			
6530.000	0	0	0	0	0			
6900.000	900	900	900	0	0	900	900	
6920.000	0	0	0	0	0			

City Of Gonzales

Month: 4/30/2014	Prior	Current Year			(6)	(7)	(8)	
	Year	Original	Amended	Actual Thru	Estimated	Staff YE Est	FY 2014/2015	Adopted
	Actual	Budget	Budget	April	Total			
Fund: 300 - CA Breeze Maintenance #3								
Expenditures								
Dept: 000								
6927.000 Transfer to Street Fund [130]	13,100	13,100	13,100	0	0	13,100	13,100	
Dept: 000	20,250	25,557	25,557	4,725	5,103	25,380	25,405	0
Total Expenditures	20,250	25,557	25,557	4,725	5,103	25,380	25,405	0
CA Breeze Maintenance #3	8,567	1,573	1,573	21,672	13,395	1,555	1,995	0

**Canyon Creek Parks & Open Space
Maintenance Assessment Districts
Phase I, II, & III
Budget Narrative for FY 2014-2015
Budget Fund 302**

DEPARTMENTAL MISSION

This Assessment District is administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance the quality of life of our residents and employees in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

ACCOMPLISHMENTS FOR FY 2013-2014

Provided maintenance and operation of the retention ponds and public landscaping and irrigation system including lawns, shrubs, and trees. Assisted adjacent property owner financially with maintenance costs in the removal of non-native materials along the Gonzales Slough.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to provide services which enhance the quality of life of our residents and employees in an environment of safety, courtesy, integrity and respect
- Provide a safe, clean, and aesthetically pleasing parks, and right-of-ways within this subdivision
- Reinstate full "Street Sweeping Services" either by expending the existing contract, or engage Tri-City Disposal to provide the services, which is included as an option in the Franchise Agreement
- Continue the financial assistance for maintenance costs along the Gonzales Slough

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents a decrease of (\$6,988) or (5.9%) in expenditures, and a decrease of (\$3,500) or (3.5%) in revenues,

when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is decreased by (\$3,488).

Revenues

Revenues are up as a result of actual activity over the prior two years.

Estimated Fund Balance

The estimated Fund Balance for this fund is \$300,000 as of June 30, 2014.

Personnel

This budget provides for the support of the Fanoe Road landscape, Retention ponds, Canyon Creek Tot Park maintenance, and Canyon Creek Park.

Services and Supplies

This category reflects the necessary items to provide the maintenance services to the districts.

Capital Projects/Fixed Assets

This category reflects \$20,000 to restore areas damaged by flooding, which is the main reason for the increase in expenditures.

MAJOR POLICY CONSIDERATIONS

The property tax assessments generated by these districts, are intended to minimize the maintenance financial obligations generated by the development of this subdivision on the City's General Fund.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year			Estimated Total	(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April				
Fund: 302 - Canyon Creek Park & Park Maint								
Revenues								
Dept: 000								
5110.000 Property Taxes-Secured	95,040	96,000	96,000	93,706	64,836	93,706	96,000	
5130.000 Property Taxes-Prior Year	1,958	4,000	4,000	235	314	500	500	
5515.000 Interest Income	413	400	400	262	350	400	400	
Dept: 000	97,411	100,400	100,400	94,203	65,500	94,606	96,900	0
Total Revenues	97,411	100,400	100,400	94,203	65,500	94,606	96,900	0
Expenditures								
Dept: 000								
6110.000 Salaries-Regular Pay	20,063	23,600	23,600	9,844	13,125	23,600	23,600	
6111.000 Salaries-Overtime Pay	1,666	500	500	677	902	500	500	
6112.000 Salaries-Extra Help	0	0	0	0	0			
6113.000 Salaries-Differentials	3,366	750	750	1,726	2,301	750	750	
6114.000 Workers Compensation Payment	0	0	0	0	0			
6131.000 Deferred Compensation Expense	115	125	125	93	112	130	125	
6132.000 Retirement - PERS	4,214	4,690	4,690	2,340	3,120	4,690	4,690	
6140.000 Life and Disability Insurance	234	402	402	222	243	400	410	
6150.000 Workers Comp Insurance	306	306	306	306	408	310	310	
6160.000 Social Security	1,874	1,900	1,900	915	1,220	1,900	1,900	
6170.000 Health and Dental Insurance	3,987	5,940	5,940	4,907	5,899	5,940	5,940	
6190.000 Other Payroll Tax	0	0	0	0	0			
6210.000 Special Departmental Expenses	17	0	0	0	0			
6211.000 Office Supplies	0	0	0	0	0			
6212.000 Maintenance Supplies	2,384	2,000	2,000	439	357	2,000	2,000	
6220.000 Telephone	140	100	100	0	0	100	100	
6225.000 Utilities	4,172	11,000	11,000	2,212	2,701	5,000	5,000	
6230.000 Legal and Accounting	333	6,000	6,000	35	47	6,000	6,000	
6235.000 Engineering and Surveying	2,718	6,000	6,000	583	443	6,000	6,000	
6245.000 Other Contractual Services	6,440	34,000	34,000	3,636	4,315	34,000	34,000	
6250.000 Rental	0	0	0	0	0			
6255.000 Liability Insurance	0	0	0	0	0			
6260.000 Advertising	481	1,000	1,000	0	0			
6530.000 Capital Outlay-Improvements	6,256	20,000	20,000	0	0		20,000	
6544.000 Equipment-Computers	0	0	0	0	0			
6900.000 Transfers to General Fund	0	0	0	0	0			
6927.000 Transfer to Street Fund [130]	0	0	0	0	0			
Dept: 000	58,766	118,313	118,313	27,935	35,193	91,320	111,325	0

City Of Gonzales

	Prior Year Actual	Current Year				(6)	(7)	(8)
		Original Budget	Amended Budget	Actual Thru April	Estimated Total	Staff YE Est	FY 2014/2015	Adopted
Month: 4/30/2014								
Fund: 302 - Canyon Creek Park & Park Maint								
Total Expenditures	58,766	118,313	118,313	27,935	35,193	91,320	111,325	0
Canyon Creek Park & Park Maint	38,645	-17,913	-17,913	66,268	30,307	3,286	-14,425	0

**Canyon Creek Benefit Assessment Districts
Phase I, II, & III
Budget Narrative for FY 2014-2015
Budget Funds 304, 306, and 308**

DEPARTMENTAL MISSION

These Assessment Districts are administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance the quality of life of our residents and employees in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

ACCOMPLISHMENTS FOR FY 2013-2014

Provided maintenance and operation of the following improvements on public lands within districts 1, 2, and 3 of the Canyon Creek Subdivisions including: sweeping, street lights and lighting costs, storm drain lines, including necessary cleaning, repairs, replacement, electric current, supervision, debris removal, engineering and inspection.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to provide services which enhance the quality of life of our residents and employees in an environment of safety, courtesy, integrity and respect
- Continue the maintenance and operation of the above described improvements on public lands within districts 1, 2, and 3 of the Canyon Creek Subdivisions
- Reinstate full "Street Sweeping Services" either by expending the existing contract, or engage Tri-City Disposal to provide the services, which is included as an option in the Franchise Agreement
- Street Pavement Assessment & Prioritization Project
- Complete Right of Way Mapping

FY 2014-2015 RECOMMENDED BUDGET

FUND 304

The Department's FY 2014-2015 Recommended Budget represents an increase of \$86 or .31% in expenditures, and a decrease of (\$900) or (2.4%) in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is increased by \$986.

FUND 306

The Department's FY 2014-2015 Recommended Budget represents essentially no change in expenditures and revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost remains unchanged.

FUND 308

The Department's FY 2014-2015 Recommended Budget represents a decrease of (\$138) or (.4%) in expenditures, and a decrease of (\$2,000) or (4.4%) in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is increased by \$1,862.

Estimated Fund Balance

The year-end Fund Balances estimates are \$190,000 for Fund 304; \$150,000 for Fund 306; and \$180,000 for Fund 308 as of June 30, 2014, which are more than sufficient to cover the Net Costs of these funds.

Revenues

Revenues estimates have been increased as a result of the actual property taxes coming in higher than expected the two prior years.

Personnel

These budgets reflect their share of the personnel costs for the City's Street Sweeping Program.

Services and Supplies

This category reflects the necessary items to provide the maintenance to these three districts. This includes (a) \$5,513 for Street Pavement Assessment & Prioritization Project; and (b) \$3,669 for Right of Way Mapping.

Capital Projects/Fixed Assets

These budgets reflect the continuing restoration of Burgundy Way/Gonzales Slough Bank, and Slope Maintenance Project along Canyon Creek Park, and Street maintenance.

Transfer

All three funds reflect transfers to the Street Fund to cover their share of utilities and other expenditures.

MAJOR POLICY CONSIDERATIONS

The property tax assessments generated by these three districts are intended to minimize the maintenance financial impacts generated by the development of this subdivision on the City's General Fund.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 304 - Canyon Creek Maintenance #1								
Revenues								
Dept: 000								
5110.000 Property Taxes-Secured	33,800	34,200	34,200	32,674	22,944	32,674	33,300	
5130.000 Property Taxes-Prior Year	2,072	2,000	2,000	0	0	2,000	2,000	
5515.000 Interest Income	393	250	250	85	113	250	250	
Dept: 000	36,265	36,450	36,450	32,759	23,057	34,924	35,550	0
Total Revenues	36,265	36,450	36,450	32,759	23,057	34,924	35,550	0
Expenditures								
Dept: 000								
6110.000 Salaries-Regular Pay	0	1,620	1,620	0	0	1,620	1,555	
6111.000 Salaries-Overtime Pay	0	15	15	0	0	20	15	
6112.000 Salaries-Extra Help	0	0	0	0	0			
6113.000 Salaries-Differentials	0	0	0	0	0			
6132.000 Retirement - PERS	281	310	310	156	208	310	300	
6140.000 Life and Disability Insurance	15	28	28	15	16	30	30	
6150.000 Workers Comp Insurance	17	17	17	17	23	20	20	
6160.000 Social Security	0	125	125	0	0	130	120	
6170.000 Health and Dental Insurance	104	324	324	116	139	320	325	
6190.000 Other Payroll Tax	0	0	0	0	0			
6210.000 Special Departmental Expenses	0	0	0	0	0			
6212.000 Maintenance Supplies	62	65	65	0	0			
6213.000 Oils and Lubricants	505	175	175	295	316	400	400	
6225.000 Utilities	2,277	2,373	2,373	1,752	1,811	2,370	2,370	
6230.000 Legal and Accounting	158	1,780	1,780	12	16	1,780	1,780	
6235.000 Engineering and Surveying	1,123	1,780	1,780	332	443	1,780	1,780	
6245.000 Other Contractual Services	3,678	4,000	4,000	1,513	1,004	4,000	4,000	
6248.000 Street Sweeping	0	300	300	0	0	300	300	
6250.000 Rental	0	0	0	0	0			
6255.000 Liability Insurance	0	0	0	0	0			
6260.000 Advertising	109	297	297	0	0		300	
6530.000 Capital Outlay-Improvements	0	0	0	0	0			
6900.000 Transfers to General Fund	4,400	4,400	4,400	0	0	4,400	4,400	
6927.000 Transfer to Street Fund [130]	9,400	9,400	9,400	0	0	9,400	9,400	
Dept: 000	22,129	27,009	27,009	4,208	3,976	26,880	27,095	0
Total Expenditures	22,129	27,009	27,009	4,208	3,976	26,880	27,095	0
Canyon Creek Maintenance #1	14,136	9,441	9,441	28,551	19,081	8,044	8,455	0

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 306 - Canyon Creek Maintenance #2								
Revenues								
Dept: 000								
5110.000 Property Taxes-Secured	32,459	33,000	33,000	32,323	21,700	32,323	33,000	
5130.000 Property Taxes-Prior Year	0	700	700	279	372	700	700	
5515.000 Interest Income	266	260	260	57	76	260	260	
5821.000 Other Income - Reimbursements	0	0	0	0	0			
Dept: 000	32,725	33,960	33,960	32,659	22,148	33,283	33,960	0
Total Revenues	32,725	33,960	33,960	32,659	22,148	33,283	33,960	0
Expenditures								
Dept: 000								
6110.000 Salaries-Regular Pay	0	1,620	1,620	0	0	1,620	1,555	
6111.000 Salaries-Overtime Pay	0	15	15	0	0	20	15	
6112.000 Salaries-Extra Help	0	0	0	0	0			
6113.000 Salaries-Differentials	0	0	0	0	0			
6132.000 Retirement - PERS	281	310	310	156	208	310	300	
6140.000 Life and Disability Insurance	15	28	28	15	16	30	30	
6150.000 Workers Comp Insurance	17	17	17	17	23	20	20	
6160.000 Social Security	0	125	125	0	0	130	120	
6170.000 Health and Dental Insurance	104	324	324	116	139	320	325	
6210.000 Special Departmental Expenses	0	0	0	0	0			
6212.000 Maintenance Supplies	0	0	0	0	0			
6213.000 Oils and Lubricants	505	400	400	295	316	400	400	
6225.000 Utilities	2,277	2,342	2,342	1,752	1,811	2,340	2,340	
6230.000 Legal and Accounting	158	1,756	1,756	12	16	1,760	1,760	
6235.000 Engineering and Surveying	1,123	1,756	1,756	0	0	1,760	1,760	
6245.000 Other Contractual Services	3,678	3,800	3,800	837	1,004	3,800	3,800	
6248.000 Street Sweeping	0	0	0	0	0			
6250.000 Rental	0	0	0	0	0			
6255.000 Liability Insurance	0	0	0	0	0			
6260.000 Advertising	109	293	293	0	0		290	
6530.000 Capital Outlay-Improvements	0	0	0	0	0			
6900.000 Transfers to General Fund	3,900	3,900	3,900	0	0	3,900	3,900	
6927.000 Transfer to Street Fund [130]	9,400	9,400	9,400	0	0	9,400	9,400	
Dept: 000	21,567	26,086	26,086	3,200	3,533	25,810	26,015	0
Total Expenditures	21,567	26,086	26,086	3,200	3,533	25,810	26,015	0
Canyon Creek Maintenance #2	11,158	7,874	7,874	29,459	18,615	7,473	7,945	0

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 308 - Canyon Creek Maintenance #3								
Revenues								
Dept: 000								
5110.000 Property Taxes-Secured	23,041	45,000	45,000	41,893	29,299	41,893	43,000	
5130.000 Property Taxes-Prior Year	21,195	400	400	0	0	400	400	
5515.000 Interest Income	269	260	260	58	77	260	260	
5821.000 Other Income - Reimbursements	0	0	0	0	0			
Dept: 000	44,505	45,660	45,660	41,951	29,376	42,553	43,660	0
Total Revenues	44,505	45,660	45,660	41,951	29,376	42,553	43,660	0
Expenditures								
Dept: 000								
6110.000 Salaries-Regular Pay	0	2,695	2,695	0	0	2,700	2,590	
6111.000 Salaries-Overtime Pay	0	25	25	0	0	30	25	
6113.000 Salaries-Differentials	0	0	0	0	0			
6132.000 Retirement - PERS	468	515	515	261	347	520	495	
6140.000 Life and Disability Insurance	25	46	46	25	27	50	45	
6150.000 Workers Comp Insurance	28	28	28	28	37	30	30	
6160.000 Social Security	0	210	210	0	0	210	200	
6170.000 Health and Dental Insurance	173	540	540	193	231	540	540	
6190.000 Other Payroll Tax	0	0	0	0	0			
6210.000 Special Departmental Expenses	0	0	0	0	0			
6212.000 Maintenance Supplies	0	1,000	1,000	0	0	1,000	1,000	
6225.000 Utilities	2,277	3,285	3,285	1,752	1,811	2,500	3,290	
6230.000 Legal and Accounting	158	2,464	2,464	12	16	2,460	2,460	
6235.000 Engineering and Surveying	1,123	2,464	2,464	251	0	2,460	2,460	
6245.000 Other Contractual Services	3,678	4,000	4,000	837	1,005	2,600	4,000	
6248.000 Street Sweeping	0	300	300	0	0	300	300	
6250.000 Rental	0	0	0	0	0			
6255.000 Liability Insurance	0	0	0	0	0			
6260.000 Advertising	109	411	411	0	0		410	
6530.000 Capital Outlay-Improvements	0	0	0	0	0			
6900.000 Transfers to General Fund	3,600	3,600	3,600	0	0	3,600	3,600	
6927.000 Transfer to Street Fund [130]	11,200	11,200	11,200	0	0	11,200	11,200	
Dept: 000	22,839	32,783	32,783	3,359	3,474	30,200	32,645	0
Total Expenditures	22,839	32,783	32,783	3,359	3,474	30,200	32,645	0
Canyon Creek Maintenance #3	21,666	12,877	12,877	38,592	25,902	12,353	11,015	0

**Cipriani Estates Parks & Open Space Maintenance
Assessment District
Budget Narrative for FY 2014-2015
Budget Fund 310**

DEPARTMENTAL MISSION

This Assessment District is administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance the quality of life of our residents and employees in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

ACCOMPLISHMENTS FOR FY 2013-2014

- Took over the subdivision
- Replaced missing Street Signs
- Replaced the lettering on the entry Monument
- Repaired damaged emergency doors
- Installed new playground for the 2 – 12 age group in the Venice Way Park

DEPARTMENTAL GOALS FOR FY 2014-2015

- Provide maintenance, operation and replacement of all public landscaping and irrigation improvements on landscape strips of land adjacent to curbs of the subdivision streets, including monument signs, planter walls, grass berms, retention ponds, parks or tot lots, boundary walls and bank protection, appurtenant irrigation systems; and ornamental plantings including lawns, shrubs, and trees
- Solicit Requests for Proposals for “Park & Landscape Maintenance Services”
- Purchase the Venice Way Park Lots from Monterey County Tax Collectors Office

FY 2014-2015 RECOMMENDED BUDGET

The Department’s FY 2014-2015 Recommended Budget represents a decrease of (\$300) or (.5%) in expenditures, and a decrease of (\$195) or (.006%) in revenues when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is decreased by (\$105).

Revenues

Revenues are up because they reflect property taxes from the actual levels of the prior two years.

Estimated Fund Balance

The year-end Fund Balance is estimated to be \$50,000 as of June 30, 2014, which is sufficient to offset the Net Cost.

Personnel

Supports the City of Gonzales General Fund administrative expenses.

Services and Supplies

Refer to the Departmental Goals for FY 2014-2015 for descriptions of services provided by the district.

Capital Projects/Fixed Assets

The budget includes \$35,000 for improvements to the park including adding ADA sidewalks to the picnic area.

MAJOR POLICY CONSIDERATIONS

The property tax assessments generated by the district are intended to minimize the maintenance financial obligations generated by the development of this subdivision on the City's General Fund.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 310 - Cipriani Estates Park Maint								
Revenues								
Dept: 000								
5110.000 Property Taxes-Secured	32,859	33,400	33,400	32,441	21,180	32,411	33,000	
5120.000 Property Taxes-Unsecured	0	0	0	0	0			
5130.000 Property Taxes-Prior Year	523	0	0	274	0	276	200	
5515.000 Interest Income	396	385	385	76	101	390	390	
Dept: 000	33,778	33,785	33,785	32,791	21,281	33,077	33,590	0
Total Revenues	33,778	33,785	33,785	32,791	21,281	33,077	33,590	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	237	0	0	460	0			
6211.000 Office Supplies	0	0	0	0	0			
6212.000 Maintenance Supplies	2,934	400	400	357	417	400	600	
6225.000 Utilities	0	0	0	0	0			
6230.000 Legal and Accounting	385	4,000	4,000	35	47	4,000	4,000	
6235.000 Engineering and Surveying	2,245	4,000	4,000	161	215	4,000	4,000	
6245.000 Other Contractual Services	29,312	15,500	15,500	8,377	9,354	15,500	15,500	
6255.000 Liability Insurance	1,082	1,000	1,000	1,000	1,333	1,000	1,000	
6260.000 Advertising	419	500	500	0	0			
6510.000 Capital Outlay-Land	0	0	0	60,000	80,000	60,000		
6530.000 Capital Outlay-Improvements	30,968	35,000	35,000	0	0	20,000	35,000	
6900.000 Transfers to General Fund	5,000	5,000	5,000	0	0	5,000	5,000	
Dept: 000	72,582	65,400	65,400	70,390	91,366	109,900	65,100	0
Total Expenditures	72,582	65,400	65,400	70,390	91,366	109,900	65,100	0
Cipriani Estates Park Maint	-38,804	-31,615	-31,615	-37,599	-70,085	-76,823	-31,510	0

**Cipriani Estates Benefit Assessment District
Budget Narrative for FY 2014-2015
Budget Fund 312**

DEPARTMENTAL MISSION

This Assessment District is administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance the quality of life of our residents and employees in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

ACCOMPLISHMENTS FOR FY 2013-2014

The City took over the maintenance of the Cipriani Estates Subdivision.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to provide services which enhance the quality of life of our residents and employees in an environment of safety, courtesy, integrity and respect
- Provide maintenance and operation of the following improvements on public lands within the Cipriani Estates Subdivision including: sweeping, street lights and lighting costs, storm drain lines, including necessary cleaning, repairs, replacement, electric current, supervision, debris removal, engineering and inspection
- Solicit Requests for Proposals for "Street Sweeping Services"
- Street Pavement Assessment & Prioritization Project
- Complete Right of Way Mapping

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents a minor decrease in expenditures, and an increase of \$2,070 or 4.4% in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is decreased by (\$2,574).

Revenues

Revenues are down to reflect the actual property taxes received over the prior two years.

Estimated Fund Balance

The year-end Fund Balance is estimated to be \$300,000 as of June 30, 2014.

Personnel

Reflected in this category is this district's share of the personnel cost of the City's Street Sweeping Program.

Services and Supplies

This category reflects the necessary items to provide the maintenance services to the district. This budget also includes (a) \$3,675 for the Street Pavement Assessment & Prioritization Project; and (b) \$3,669 for Right of Way Mapping.

Capital Projects/Fixed Assets

There are no capital projects/fixed assets for this budget.

Transfer

Reflects a transfer to the Street Fund to cover its share of utilities, the Street Sweeper, and other expenditures.

MAJOR POLICY CONSIDERATIONS

The property tax assessment generated is intended to minimize the maintenance financial obligations generated by the development of this subdivision on the City's General Fund.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 312 - Cipriani Estates Maintenance								
Revenues								
Dept: 000								
5110.000 Property Taxes-Secured	47,278	48,150	48,150	48,736	31,859	48,736	49,700	
5120.000 Property Taxes-Unsecured	0	0	0	0	0			
5130.000 Property Taxes-Prior Year	710	0	0	616	0	616	600	
5515.000 Interest Income	605	580	580	216	288	500	500	
Dept: 000	48,593	48,730	48,730	49,568	32,147	49,852	50,800	0
Total Revenues	48,593	48,730	48,730	49,568	32,147	49,852	50,800	0
Expenditures								
Dept: 000								
6110.000 Salaries-Regular Pay	0	2,160	2,160	0	0	2,160	2,075	
6111.000 Salaries-Overtime Pay	0	20	20	0	0	20	20	
6113.000 Salaries-Differentials	0	0	0	0	0			
6132.000 Retirement - PERS	375	410	410	208	278	410	395	
6140.000 Life and Disability Insurance	20	35	35	20	21	40	35	
6150.000 Workers Comp Insurance	22	22	22	22	29	20	25	
6160.000 Social Security	0	170	170	0	0	170	160	
6170.000 Health and Dental Insurance	138	432	432	154	185	430	435	
6210.000 Special Departmental Expenses	0	0	0	0	0			
6212.000 Maintenance Supplies	0	200	200	0	0	200	200	
6225.000 Utilities	2,387	3,000	3,000	2,000	2,171	3,000	3,000	
6230.000 Legal and Accounting	403	4,000	4,000	35	47	4,000	4,000	
6235.000 Engineering and Surveying	1,097	3,000	3,000	161	215	3,000	3,000	
6245.000 Other Contractual Services	0	4,000	4,000	676	0	4,000	4,000	
6248.000 Street Sweeping	0	3,000	3,000	0	0	3,000	3,000	
6251.000 Storm Drain Repairs	0	1,500	1,500	0	0	1,500	1,500	
6260.000 Advertising	279	500	500	0	0	100	100	
6530.000 Capital Outlay-Improvements	0	0	0	0	0			
6900.000 Transfers to General Fund	5,400	5,400	5,400	0	0	5,400	5,400	
6927.000 Transfer to Street Fund [130]	7,700	7,700	7,700	0	0	7,700	7,700	
Dept: 000	17,821	35,549	35,549	3,276	2,946	35,150	35,045	0
Total Expenditures	17,821	35,549	35,549	3,276	2,946	35,150	35,045	0
Cipriani Estates Maintenance	30,772	13,181	13,181	46,292	29,201	14,702	15,755	0

Gonzales Industrial Park Landscape District Budget Narrative for FY 2014-2015 Budget Fund 314

DEPARTMENTAL MISSION

This Assessment District is administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance the quality of life of our residents and employees in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This fund is used to reflect the expenditures necessary to maintain the Gonzales Industrial Park landscape infrastructure.

ACCOMPLISHMENTS FOR FY 2013-2014

Completed the Percolation Pond Landscaping Project.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Provide maintenance and operation of all public landscaping and irrigation improvements
- As the Industrial Park is developed, complete all the landscaping improvements required
- Solicit Requests for Proposals for "Park & Landscape Maintenance Services"
- Solicit Requests for Proposals for "Streetscape & Pond Maintenance Services"

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an increase of \$2,092 or 6.8% in expenditures, and decrease of (\$19,400) or (46%) in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is increased by \$21,492.

Revenues

Revenues are down because the actual amount received in FY 2013-2014 was less than anticipated.

Estimated Fund Balance

The year-end Fund Balance is estimated to be \$160,000 as of June 30, 2014.

Personnel

There are minimal personnel costs reflected in this budget.

Services and Supplies

The main items in this category are: (a) contractual services to out source the maintenance of the landscaping as needed; (b) legal, accounting and engineering services required for the annual reports, and calculation to adjust the assessment; (c) a transfer to the Street Fund to offset administration; and (d) the annual contribution to the reserve for the sound wall.

Capital Projects/Fixed Assets

The budget includes a small appropriation as a place holder.

MAJOR POLICY CONSIDERATIONS

The property tax assessments generated by this district are intended to minimize the maintenance financial obligations generated by development of the Industrial Park on the City's General Fund.

An Entryway Monument is being considered in the amount of \$10,000 from the reserve funds. No appropriation for this project is reflected; however, should this project become viable, a budget amendment will be brought back for approval.

City Of Gonzales

Month: 4/30/2014	Prior	Current Year				(6)	(7)	(8)
	Year	Original	Amended	Actual Thru	Estimated	(6)	(7)	(8)
	Actual	Budget	Budget	April	Total	Staff YE Est	FY 2014/2015	Adopted
Fund: 314 - Gonzales Ind Pk Landscape Main								
Revenues								
Dept: 000								
5110.000	41,614	42,400	42,400	22,116	14,744	22,116	23,000	
5515.000	315	200	200	68	90	200	200	
5954.000	0	0	0	0	0			
Dept: 000	41,929	42,600	42,600	22,184	14,834	22,316	23,200	0
Total Revenues	41,929	42,600	42,600	22,184	14,834	22,316	23,200	0
Expenditures								
Dept: 000								
6110.000	0	5,390	5,390	0	0	5,390	5,185	
6111.000	0	50	50	0	0	50	50	
6132.000	937	1,025	1,025	521	695	1,030	990	
6140.000	51	88	88	49	54	90	90	
6150.000	56	56	56	56	75	60	60	
6160.000	0	420	420	0	0	420	400	
6170.000	519	1,080	1,080	386	463	1,080	1,080	
6210.000	0	0	0	0	0			
6212.000	504	504	504	44	0	500	500	
6225.000	1,710	1,254	1,254	198	242	600	600	
6230.000	403	3,000	3,000	35	47	3,000	3,000	
6235.000	1,521	3,000	3,000	996	993	3,000	3,000	
6245.000	5,663	3,000	3,000	2,000	2,400	3,000	3,000	
6248.000	0	0	0	2,000	2,667	3,000	3,000	
6260.000	419	500	500	0	0		500	
6530.000	6,256	6,256	6,256	0	0	6,260	6,260	
6927.000	4,700	4,700	4,700	0	0	4,700	4,700	
Dept: 000	22,739	30,323	30,323	6,285	7,636	32,180	32,415	0
Total Expenditures	22,739	30,323	30,323	6,285	7,636	32,180	32,415	0
Gonzales Ind Pk Landscape Main	19,190	12,277	12,277	15,899	7,198	-9,864	-9,215	0

**Gonzales Industrial Park Benefit Assessment District
Budget Narrative for FY 2014-2015
Budget Fund 316**

DEPARTMENTAL MISSION

This Assessment District is administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance the quality of life of our residents and employees in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This fund is used to reflect the expenditures necessary to maintain the Gonzales Industrial Park road and landscape infrastructure.

ACCOMPLISHMENTS FOR FY 2013-2014

Worked with the developer and completed all the offsite improvements necessary for the Business Park.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Provide maintenance and operation of certain areas in the Gonzales Industrial Park including: sweeping, street lights and lighting costs, storm drain lines, including necessary cleaning, repairs, replacement, electric current, supervision, debris removal, engineering and inspection, and any and all other items of work necessary and incidental for the proper maintenance and operation of the district
- Reinstate full "Street Sweeping Services" either by expending the existing contract, or engage Tri-City Disposal to provide the services, which is included as an option in the Franchise Agreement
- Street Pavement Assessment & Prioritization Project
- Complete Right of Way Mapping

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents a decrease in expenditures of (\$4,000) or (8.1%), and an increase in revenues of \$18,550 or 43%, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is decreased by (\$22,550).

Revenues

Revenues are up because they are based on actual level from the previous two years.

Estimated Fund Balance

The year-end Fund Balance is estimated to be \$200,000 as of June 30, 2014.

Personnel

There are no personnel costs per say in the budget. The budget reflects a transfer to the General Fund to offset administration support.

Services and Supplies

Refer to the Departmental Goals for FY 2014-2015 for descriptions of service provided by this district. It also reflects contract services to support the districts use of the Street Sweeping Program. This budget also includes (a) \$5,513 for Street Pavement Assessment & Prioritization Project; and (b) \$3,669 for Right of Way Mapping.

Capital Projects/Fixed Assets

Not applicable.

MAJOR POLICY CONSIDERATIONS

The property tax assessments generated by this district are intended to minimize the maintenance financial obligations generated by development of this subdivision on the City's General Fund.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6)	(7)	(8)
		Original Budget	Amended Budget	Actual Thru April	Estimated Total	Staff YE Est	FY 2014/2015	Adopted
Fund: 316 - Gonzales Ind Pk Benefit Assess								
Revenues								
Dept: 000								
5110.000 Property Taxes-Secured	41,614	42,400	42,400	59,873	39,915	59,873	61,000	
5515.000 Interest Income	258	250	250	65	87	200	200	
Dept: 000	41,872	42,650	42,650	59,938	40,002	60,073	61,200	0
Total Revenues	41,872	42,650	42,650	59,938	40,002	60,073	61,200	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	0	0	0	0			
6212.000 Maintenance Supplies	0	0	0	0	0			
6225.000 Utilities	1,999	8,000	8,000	2,301	2,603	3,500	4,000	
6230.000 Legal and Accounting	403	3,000	3,000	35	47	3,000	3,000	
6235.000 Engineering and Surveying	1,380	3,000	3,000	161	215	3,000	3,000	
6245.000 Other Contractual Services	17,033	18,000	18,000	9,053	9,354	10,000	18,000	
6248.000 Street Sweeping	0	7,700	7,700	0	0	7,700	7,700	
6260.000 Advertising	279	500	500	0	0		500	
6530.000 Capital Outlay-Improvements	0	0	0	0	0			
6900.000 Transfers to General Fund	9,100	9,100	9,100	0	0	9,100	9,100	
6952.000 Transfer to Fund 314	0	0	0	0	0			
Dept: 000	30,194	49,300	49,300	11,550	12,219	36,300	45,300	0
Total Expenditures	30,194	49,300	49,300	11,550	12,219	36,300	45,300	0
Gonzales Ind Pk Benefit Assess	11,678	-6,650	-6,650	48,388	27,783	23,773	15,900	0

**Agricultural Industrial Park Federal Grant
Budget Narrative for FY 2014-2015
Budget Fund 407**

DEPARTMENTAL MISSION

This fund is administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance the quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This fund was established to track the expenditures and revenues for the construction, and development of the Gonzales Agricultural Industrial Business Park.

Since the completion of the Industrial Business Park, this fund has been used to continue to isolate expenditure to improve the Park.

ACCOMPLISHMENTS FOR FY 2013-2014

- Continued a proactive approach to the development of the Industrial Park
- The Business Park saw a major step forward in that Taylor Farms built a 150,000 square feet expansion to their operations here in Gonzales
- The City was successful in obtaining a permit from the County to construct two Wind Turbines to provide alternative energy to the Park

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to work with the developer and private sector to develop and occupy the Park
- Continue to work to extend the landscaping east back towards town, along Gonzales River Road
- Continue to work on the developing and constructing of the northern road entrance into the Industrial Park, and submit an Economic Development Grant application to acquire the funding
- Finish construction of the first Wind Turbine that will be used to provide energy to Taylor Farms

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents a decrease of (\$5,000) or (50%) in expenditures, and no revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is decreased by (\$5,000).

Estimated Fund Balance

The year-end fund balance is estimated to be \$11,000 as of June 30, 2014, which is sufficient to cover the fund's Net Cost.

Revenues

This budget reflects no revenue.

Personnel

Not applicable.

Services and Supplies

The budget includes funds for efforts to continue to enhance the Park.

Capital Projects/Fixed Assets

There are no projects reflected in the budget.

MAJOR POLICY CONSIDERATIONS

The continuing development and occupancy of the Industrial Park is a top priority of the City. To these ends, staff continues to work in a close partnership with the developers (American Cooling, Inc.), and other private interest to make this happen.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 407 - Ag Ind. Park Federal Grant								
Revenues								
Dept: 000								
5515.000 Interest Income	70	50	50	12	16	50		
5665.000 TDA Revenue	0	0	0	0	0			
5670.000 EDA Grant	0	0	0	0	0			
5821.000 Other Income - Reimbursements	0	0	0	1,625	2,167	1,625		
5900.000 Transfer from Water	0	0	0	0	0			
5905.000 Transfer from Sewer	0	0	0	0	0			
5935.000 Transfer from Gonzales SA	0	0	0	0	0			
5952.000 Transfers From 140	0	0	0	0	0			
5955.000 Transfer From Fund 230	0	0	0	0	0			
Dept: 000	70	50	50	1,637	2,183	1,675	0	0
Total Revenues	70	50	50	1,637	2,183	1,675	0	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	0	0	0	0			
6230.000 Legal and Accounting	0	0	0	0	0			
6235.000 Engineering and Surveying	0	0	0	0	0			
6245.000 Other Contractual Services	5,000	10,000	10,000	3,750	5,000	5,000	5,000	
6530.000 Capital Outlay-Improvements	0	0	0	1,119	1,492	1,200		
6953.000 Transfer to Fund 250	0	0	0	0	0			
Dept: 000	5,000	10,000	10,000	4,869	6,492	6,200	5,000	0
Total Expenditures	5,000	10,000	10,000	4,869	6,492	6,200	5,000	0
Ag Ind. Park Federal Grant	-4,930	-9,950	-9,950	-3,232	-4,309	-4,525	-5,000	0

**Shopping Center REDIP
Budget Narrative for FY 2014-2015
Budget Fund 420**

DEPARTMENTAL MISSION

This is one of the assessment districts that transfer funds to the Debt Service Fund, through the Public Financing Debt Authority to pay off some bonds.

DEPARTMENTAL PROGRAMS

This loan was paid in full a few years ago by the City; as a result, the revenue generated from the car wash and McDonald's payments are revenue to the City.

ACCOMPLISHMENTS FOR FY 2013-2014

Not applicable.

DEPARTMENTAL GOALS FOR FY 2014-2015

Not Applicable.

FY 2014-2015 RECOMMENDED BUDGET

The Fund's FY 2014-2015 Recommended Budget represents no change when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost remains the same.

Personnel

Not applicable.

Services and Supplies

Not applicable.

Capital Projects/Fixed Assets

Not applicable.

MAJOR POLICY CONSIDERATIONS

Not applicable.

City Of Gonzales

Month: 4/30/2014	Prior Year	Current Year				(6)	(7)	(8)
	Actual	Original Budget	Amended Budget	Actual Thru April	Estimated Total	Staff YE Est	FY 2014/2015	Adopted
Fund: 420 - Shopping Center REDIP								
Revenues								
Dept: 000								
5110.000	7,196	7,196	7,196	7,196	4,798	7,196	7,196	
5120.000	0	0	0	0	0			
5130.000	0	0	0	0	0			
5140.000	0	0	0	0	0			
5515.000	0	0	0	0	0			
Dept: 000	7,196	7,196	7,196	7,196	4,798	7,196	7,196	0
Total Revenues	7,196	7,196	7,196	7,196	4,798	7,196	7,196	0
Expenditures								
Dept: 000								
6210.000	0	0	0	0	0			
6211.000	0	0	0	0	0			
6212.000	0	0	0	0	0			
6265.000	0	0	0	0	0			
6316.000	0	0	0	0	0			
6610.000	0	0	0	0	0			
6620.000	0	0	0	0	0			
6900.000	7,196	0	0	0	0	7,196	7,196	
Dept: 000	7,196	0	0	0	0	7,196	7,196	0
Total Expenditures	7,196	0	0	0	0	7,196	7,196	0
Shopping Center REDIP	0	7,196	7,196	7,196	4,798	0	0	0

**Gonzales Successor Agency
Budget Narrative for FY 2014-2015
Budget Fund 426**

DEPARTMENTAL MISSION

This fund was set up to track expenditures and revenues for the Gonzales Successor Agency. This is the process that was established by the State after the elimination of Redevelopment. As part of the elimination of Redevelopment, the State established a different process and organization structure to account for the tax increment. This process established a Successor Agency, Oversight Board, and a separate fund that would be used to reflect all tax increment proceeds.

ACCOMPLISHMENTS FOR FY 2013-2014

- Received approval from the California State Department of Finance (DOF) for the Agency's Property Disposition Plan (PDP), which resulted in the subsequent approval of a Lease Purchase Agreement for the downtown Windmill Restaurant property
- Continued working with DOF to resolve all remaining issues.
- Received a Certificate of Completion from DOF

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue the process to unwind the Gonzales Redevelopment Agency
- Continue to work with the DOF to have all the former obligations of the Gonzales Redevelopment recognized and approved for payment
- Continue to manage and oversee all the functions of the Gonzales Successor Agency

FY 2014-2015 RECOMMENDED BUDGET

The Fund's FY 2014-2015 Recommended Budget represents an increase of \$22,091 or 1.7% in expenditures, and \$49,427 or 3.8% in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost decreased by (\$27,336).

Revenues

The budget reflects the revenue estimates of tax increment that will be received to cover all the ROPS of the Successor Agency.

Expenditures

The budget includes the debt service expenses of the former RDA, and the administrative costs of the Successor Agency.

MAJOR POLICY CONSIDERATIONS

A Portion of the RDA Financing Plan Bailout Implemented in 2011 Continues to be Disallowed by the State Department of Finance

As has been presented over the last several to the Successor Agency Board and Council, the Department of Finance (DOF) has not approved the General Fund portion of the 2011 Financing Plan that was implemented to refinance the RDA 2006 Tax Anticipation Note (TAN). The General Fund portion was a Lease Revenue Bond financing that was done to generate the funds to lend the RDA in order to help refinance the 2006 TAN. As of the time of writing the Budget Document, DOF continues to disallow this cost as an Enforceable Obligation for the Gonzales Successor Agency. This continues to be a significant impact to the General Fund in the magnitude of \$380,000 annually. As a result, per Council direction, staff has exhausted the administrative review process with the DOF and is moving forward with the lawsuit authorized by the Agency Board against the DOF. If this issue is not resolved, this will be a significant impact to the General Fund, and will result in additional expenditure reductions, revenue increases, or a combination of both moving forward.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 426 - City Successor Agency								
Revenues								
Dept: 000								
5110.000	1,213,915	1,248,000	1,248,000	447,038	0	1,248,000	1,300,384	
5120.000	0	0	0	0	0			
5130.000	0	0	0	0	0			
5140.000	0	0	0	0	0			
5159.000	0	0	0	0	0			
5165.000	0	0	0	0	0			
5515.000	12,110	4,000	4,000	12,030	16,040	15,000	15,000	
5520.000	0	0	0	4,581	3,071	9,137	27,336	
5530.000	0	0	0	0	0	120,000		
5612.000	0	0	0	0	0			
5821.000	1,293	1,293	1,293	0	0	1,290		
5860.000	9,766	40,000	40,000	0	0	40,000		
5890.000	0	0	0	0	0			
5930.000	0	0	0	0	0			
Dept: 000	1,237,084	1,293,293	1,293,293	463,649	19,111	1,433,427	1,342,720	0
Total Revenues	1,237,084	1,293,293	1,293,293	463,649	19,111	1,433,427	1,342,720	0
Expenditures								
Dept: 000								
6110.000	87,303	92,800	92,800	43,016	57,354	92,800	84,120	
6111.000	2,858	0	0	1,510	2,014			
6111.500	0	0	0	0	0			
6112.000	0	0	0	0	0			
6113.000	1,739	1,250	1,250	870	1,160	1,250	3,099	
6114.000	0	0	0	0	0			
6120.000	0	0	0	0	0			
6130.000	0	0	0	0	0			
6131.000	2,282	3,475	3,475	1,853	2,235	3,480	3,474	
6132.000	16,572	17,400	17,400	9,010	12,013	17,400	15,950	
6140.000	781	1,265	1,265	717	783	1,270	1,145	
6150.000	775	775	775	775	1,033	780	665	
6160.000	6,557	7,290	7,290	2,988	3,984	7,290	6,675	
6170.000	12,360	12,150	12,150	13,731	16,619	12,150	9,990	
6210.000	99	10,000	10,000	64,332	85,757	65,000	10,000	
6211.000	143	5,000	5,000	0	0	5,000	5,000	
6212.000	0	0	0	12	16			
6225.000	9,459	10,000	10,000	8,867	9,699	10,000	10,000	

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6)	(7)	(8)
		Original Budget	Amended Budget	Actual Thru April	Estimated Total	Staff YE Est	FY 2014/2015	Adopted
Fund: 426 - City Successor Agency								
Expenditures								
Dept: 000								
6230.000 Legal and Accounting	25,128	28,000	28,000	17,760	19,922	28,000	28,000	
6245.000 Other Contractual Services	56,346	24,000	24,000	40,034	47,316	50,000	38,893	
6260.000 Advertising	0	5,000	5,000	0	0	5,000	5,000	
6275.000 Subscriptions and Training	233	500	500	0	0	500	500	
6315.000 County Administrative Fees	0	7,500	7,500	0	0	7,500	7,500	
6316.000 Administrative Fees	0	0	0	0	0			
6332.000 SA Debt Service Payments	0	195,000	195,000	0	0	195,000	280,000	
6333.000 SA Loan Payments	0	0	0	0	0			
6550.000 Depreciation	36,292	0	0	0	0			
6610.000 Interest Expense	821,324	821,888	821,888	458,324	611,098	821,888	805,373	
6635.000 Bond Issuance Costs	33,290	0	0	0	0			
6900.000 Transfers to General Fund	0	0	0	0	0			
6905.000 Transfers Out	50,000	50,000	50,000	0	0			
Dept: 000	1,163,541	1,293,293	1,293,293	663,799	871,003	1,324,308	1,315,384	0
Total Expenditures	1,163,541	1,293,293	1,293,293	663,799	871,003	1,324,308	1,315,384	0
City Successor Agency	73,543	0	0	-200,150	-851,892	109,119	27,336	0

Gonzales Successor Agency - Housing Budget Narrative for FY 2014-2015 Budget Fund 427

DEPARTMENTAL MISSION

This fund was set up to track expenditures and revenues for the Gonzales Successor Agency – Housing Fund. This is the process that was established by the State after the elimination of Redevelopment. As part of the elimination of Redevelopment, the State established a different process and organization structure to account for the tax increment. This process established a Successor Agency, Oversight Board, and a separate fund that would be used to reflect all housing proceeds.

ACCOMPLISHMENTS FOR FY 2013-2014

There was no real activity in this fund. At this point this fund is accumulating resources from loans to use in the future.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue the process to unwind the Gonzales Redevelopment Agency
- Continue to work with the DOF to have all the former obligations of the Gonzales Redevelopment recognized and approved for payment

FY 2014-2015 RECOMMENDED BUDGET

The Fund's FY 2014-2015 Recommended Budget represents an increase of \$200 expenditures, and \$15,800 or 718% in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost decreased by (\$15,600).

Estimated Fund Balance

The year-end Fund Balance is estimated to be \$67,000 as of June 30, 2014.

Revenues

The budget reflects the revenue estimates from housing rehabilitation loans being repaid back. In addition, over the next few ROPS cycles, this fund will begin to receive payment for the ERAF loan it provided to the RDA to cover two funding raids by the State of California.

Expenditures

This budget reflects very minor expenses.

MAJOR POLICY CONSIDERATIONS

A Portion of the RDA Financing Plan Bailout Implemented in 2011 Continues to be Disallowed by the State Department of Finance

As has been presented over the last several meetings to the Successor Agency Board and Council, the Department of Finance (DOF) has not approved the General Fund portion of the 2011 Financing Plan that was implemented to refinance the RDA 2006 Tax Anticipation Note (TAN). The General Fund portion was a Lease Revenue Bond financing that was done to generate the funds to lend the RDA in order to help refinance the 2006 TAN. As of the time of writing the Budget Document, DOF continues to disallow this cost as an Enforceable Obligation for the Gonzales Successor Agency. This continues to be a significant impact to the General Fund in the magnitude of \$380,000 annually. As a result, per Council direction, staff has exhausted the administrative review process with the DOF, and is moving forward with the lawsuit authorized by the Agency Board against the DOF. If this issue is not resolved, this will be a significant impact to the General Fund and will result in additional expenditure reductions, revenue increases, or a combination of both moving forward.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 427 - Successory Agency - Housing								
Revenues								
Dept: 000								
5515.000 Interest Income	528	200	200	2,908	3,471	3,000	3,000	
5860.000 Principal Payments Received	12,060	2,000	2,000	12,486	15,219	15,000	15,000	
5890.000 Extraordinary Gain / Los	0	0	0	0	0			
Dept: 000	12,588	2,200	2,200	15,394	18,690	18,000	18,000	0
Total Revenues	12,588	2,200	2,200	15,394	18,690	18,000	18,000	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	203	0	0	114	152	200	200	
Dept: 000	203	0	0	114	152	200	200	0
Total Expenditures	203	0	0	114	152	200	200	0
Successory Agency - Housing	12,385	2,200	2,200	15,280	18,538	17,800	17,800	0

**Gonzales River Road Assessment District
Budget Narrative for FY 2014-2015
Budget Fund 450**

DEPARTMENTAL MISSION

This is one of the assessment districts that transfer funds to the Debt Service Fund through the Public Finance Debt Authority to pay off some bonds.

ACCOMPLISHMENTS FOR FY 2013-2014

Not applicable.

DEPARTMENTAL GOALS FOR FY 2014-2015

Not applicable.

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents a decrease of (\$49,498) or (48%) in expenditures, and an increase of \$4,084 or 7.5% in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is decreased by (\$53,582).

Estimated Fund Balance

The year-end Fund Balance is estimated to be \$50,000 as of June 30, 2014.

Revenues

Revenues are up slightly to reflect an expected increase in Property Taxes.

Personnel

Not applicable.

Services and Supplies

Not applicable.

Capital Projects/Fixed Assets

Not applicable.

Debt Service

The combined payments for interest and principal are down per the debt service schedule.

Transfers

Unlike the prior year, transfers are not reflected for the General Fund to reimburse for financing and administrative services rendered over the life of this debt. However, it is available to transfer in the future if needed.

MAJOR POLICY CONSIDERATIONS

Not applicable.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 450 - Gonzales River Rd. Assess Dist								
Revenues								
Dept: 000								
5110.000 Property Taxes-Secured	54,010	53,916	53,916	56,893	37,929	56,893	58,000	
5130.000 Property Taxes-Prior Year	0	0	0	0	0			
5140.000 Property Taxes-Supplemental	0	0	0	0	0			
5515.000 Interest Income	303	200	200	21	29	200	200	
5820.000 Other Income - Misc Payments	0	0	0	0	0			
5925.000 Transfer from Public Safety	0	0	0	0	0			
Dept: 000	54,313	54,116	54,116	56,914	37,958	57,093	58,200	0
Total Revenues	54,313	54,116	54,116	56,914	37,958	57,093	58,200	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	0	0	0	0			
6211.000 Office Supplies	0	0	0	0	0			
6240.000 Construction Services	0	0	0	0	0			
6315.000 County Administrative Fees	0	0	0	0	0			
6316.000 Administrative Fees	605	700	700	0	0	700	700	
6610.000 Interest Expense	16,478	16,478	16,478	14,320	19,093	14,320	11,980	
6620.000 Principal Reduction	35,000	35,000	35,000	40,000	53,333	40,000	40,000	
6900.000 Transfers to General Fund	100,000	50,000	50,000	0	0	50,000		
Dept: 000	152,083	102,178	102,178	54,320	72,426	105,020	52,680	0
Total Expenditures	152,083	102,178	102,178	54,320	72,426	105,020	52,680	0
Gonzales River Rd. Assess Dist	-97,770	-48,062	-48,062	2,594	-34,468	-47,927	5,520	0

**Capital Infrastructure Fund
Budget Narrative for FY 2014-2015
Budget Fund 460**

DEPARTMENTAL MISSION

This fund is administered by the City Manager's Office whose Mission is to support the Vision and Mission of the City by providing professional leadership, develop innovative approaches, and creative partnerships in the management of the City and execution of City Council policies. This will be done by always holding to the highest ideals of public service and ethics.

DEPARTMENTAL PROGRAMS

This fund is used to pool resources from which the City may draw to finance local public capital improvements.

ACCOMPLISHMENTS FOR FY 2013-2014

- Provided the funding necessary to complete the City's new Economic Development Website
- Provided a loan to the Monterey Business Council to complete the Regional Economic Development website, and as one of the founding members of the Monterey Bay Economic Partnership, is overseeing the completion of the website.

DEPARTMENTAL GOALS FOR FY 2014-2015

- Continue to search for funding for critical infrastructure projects
- Continue to identify, develop, expand, and promote economic business and grant opportunities
- Complete both the City's new Economic Development Website, and the Regional Economic Development Website

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an increase of \$50,000 or 142% in expenditures, and \$15,500 or 106% in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is increased by \$34,500.

Estimated Fund Balance

The year-end Fund Balance is estimated to be \$250,000 as of June 30, 2014, which is sufficient to cover the Net Cost of \$55,000.

Revenues

The budget reflects revenue from principal payments from a few business loans, and the loan provided to the Housing Authority of Monterey County for the construction of the Fanoe Apartments.

Personnel

There are no personnel costs allocated in this fund.

Services and Supplies

There are no services and supplies reflected in this budget at this time. However, this budget reflects \$30,000 for enhancing the website, and to cover the loan to the Monterey County Business Council for the Regional Website; \$25,000 as a place holder for possible consultants to provide service to enhance the City's revenue base, economic development and/or infrastructure; and \$30,000 to update the City's Housing Element as required by the State.

Capital Projects/Fixed Assets

In order to preserve the remaining resources in this fund, no capital projects are recommended in the budget. However, staff will continue to search for funding for critical infrastructure, and hopes to use a portion of the funds to leverage or match grant opportunities.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations reflected in this budget.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 460 - Infrastructure Improvement Fun								
Revenues								
Dept: 000								
5515.000 Interest Income	51,142	2,500	2,500	304	406	22,500	22,500	
5821.000 Other Income - Reimbursements	7,944	5,000	5,000	2,443	3,258	3,000	5,000	
5860.000 Principal Payments Received	2,464	7,000	7,000	0	0	2,500	2,500	
5955.000 Transfer From Fund 230	0	0	0	0	0			
5956.000 Transfers From Fund 240	0	0	0	0	0			
5965.000 Transfer from Fund 590	0	0	0	0	0			
Dept: 000	61,550	14,500	14,500	2,747	3,664	28,000	30,000	0
Total Revenues	61,550	14,500	14,500	2,747	3,664	28,000	30,000	0
Expenditures								
Dept: 000								
6210.000 Special Departmental Expenses	0	5,000	5,000	2,500	3,333	4,000	5,000	
6211.000 Office Supplies	0	0	0	0	0			
6235.000 Engineering and Surveying	0	0	0	0	0			
6245.000 Other Contractual Services	27,112	30,000	25,000	31,861	33,068	50,000	80,000	
6250.000 Rental	0	0	0	0	0			
6325.000 Contingency Account	0	0	0	0	0			
6328.000 Loan Advances	0	0	0	0	0			
6530.000 Capital Outlay-Improvements	0	0	0	0	0			
6905.000 Transfers Out	0	0	0	0	0			
6930.000 Transfer to Water	0	0	0	0	0			
6932.000 Transfers to Sewer	0	0	0	0	0			
6940.000 Transfer to RDA Capital Proj's	0	0	0	0	0			
Dept: 000	27,112	35,000	30,000	34,361	36,401	54,000	85,000	0
Total Expenditures	27,112	35,000	30,000	34,361	36,401	54,000	85,000	0
Infrastructure Improvement Fun	34,438	-20,500	-15,500	-31,614	-32,737	-26,000	-55,000	0

Water Enterprise Fund Budget Narrative for FY 2014-2015 Budget Fund 520

DEPARTMENTAL MISSION

This Water Enterprise Fund and Program is administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This budget is used to track all the expenditures and revenues for the management, maintenance, and operations of the City's Water System.

ACCOMPLISHMENTS FOR FY 2013-2014

- Complied with all Regulatory Water Quality Sampling Requirements
- Distributed Consumer Confidence Reports for 2011 per SDHS & EPA requirements
- Managed and maintained the City Municipal Water & Distribution System, which delivered 1,282 acre-feet or 417 million gallons of potable water to its residents and businesses from the four active City water wells
- Provided and maintained security features at City wells and storage tank
- Maintained the City's Cross-Connection Control Program
- Assisted consumers with leak detection
- Provided Fire Flow Data upon request
- Provided water sampling testing information and data to various agricultural businesses in the City
- Replaced inactive water meters at various locations throughout the year
- Installed Solar Panel at Well #4, including a Supervisory Control Access and Data Acquisition (SCADA) System
- Completed the 1 Million Gallon Reservoir Seismic Connection and Valve Project

DEPARTMENTAL GOALS FOR FY 2014-2015

The Department Goals are to strive and meet the spirit of the Public Works Department's "Mission Statement." The following are some of the Department's Goals:

- Endeavor to meet all Regulatory Sampling Requirements
- Endeavor to provide day to day operational services to all of the residents of the City of safe potable water without any interruptions
- Endeavor to keep Consumer Confidence
- Continue the replacement of water meters at various locations
- Train for Water Treatment and Distribution Operators, and administrative support staff
- Replace the ACP Water Mains on Del Monte and Rincon Road (Fifth South)
- Maintenance on 1 Million Gallon Tank (interior coating)
- Water Main extension on South Alta Street
- Install a emergency generator at the water tank sites

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an overall decrease of (\$1,083,936) or (29%) in expenditures, and a decrease of (\$54,273) or (3.3%) in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is decreased by (\$1,029,663).

Estimated Fund Balance

The year-end Fund Balance is estimated to be \$2.7 million as of June 30, 2014, which is more than sufficient to cover the Net Cost of \$1,009,870.

Revenues

Revenues are down as a result of an expected decrease in water usage.

Personnel

The Public Works Department provides the personnel requirements for the Water Enterprise program. For example, some of the costs associated with the salaries and benefits for Public Work employees are apportioned to this fund. The Public Works Department provides the personnel requirements for the Water Enterprise program. For example, some of the costs associated with the salaries and benefits for Public Work employees, are apportioned to this fund. Also, included in this fund, is the 50% of the authorized Public Works Maintenance Supervisor and Public Works Technician Positions.

Services and Supplies

This category includes the entire spectrum of office and operational supplies such as billing forms, chlorine, and water repair clamps, etc. It also reflects: (a) costs for utilities for Wells 3, 4, 5, and 6; (b) variety of contract services for water monitoring and testing; and (c) the debt service contract for the three Water Tanks.

Capital Projects/Fixed Assets

This budget reflects a \$1,087,487 in capital outlay improvements to the water systems including: (a) \$647,487 for Phase II of ACP Water Main Replacement Project on Rincon; (b) \$240,000 for to extend the water main on South Alta; (c) \$75,000 ACP Water Main Replacement Project on

Del Monte Circle; (d) \$60,000 for emergency work at City Wells; (e) \$30,000 for Fire Hydrants Replacements ; (f) \$25,000 to add an emergency generator at the water tank site; and (g) \$10,000 for valve replacements . In addition, the budget reflects \$126,517 in Capital Outlay – Equipment for the system, including: (a) \$700 for front office work station; (b) \$90,000 for radio read water meters; (c) \$4,500 for replacement compaction equipment (wacker); (d) \$1,800 for a replacement trash pump; (e) \$17,617 for replacement dump truck; and (f) \$3,400 for two new mobile radios; and (g) \$8,500 for various water meter replacements.

Because the Water System, along with the Sewer System are so critical to the City, it is important to maintain the systems and acquire the necessary equipment as necessary. However, due to the current State budget uncertainty and economic environment, these expenditures are going to be carefully monitored and only undertaken if necessary.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations reflected in this budget at this time.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 520 - Water Enterprise								
Revenues								
Dept: 000								
5515.000 Interest Income	7,477	4,000	4,000	2,822	3,763	5,000	5,000	
5701.000 Charges for Current Services	1,396,677	1,582,275	1,582,275	1,087,389	1,310,055	1,473,811	1,509,952	
5702.000 Late charges	20,815	20,000	20,000	18,915	22,570	20,000	20,000	
5780.000 K&B-Meter Set Fee	0	0	0	94	125	94	100	
5781.000 K&B-Meter Sales	0	0	0	0	0			
5787.000 Other Dev.-Meter Sales	0	0	0	0	0			
5820.000 Other Income - Misc Payments	12,913	50	50	38,623	51,497	40,000	17,000	
5831.000 LTD Proceeds	0	0	0	0	0			
5905.000 Transfer from Sewer	60,000	60,000	60,000	0	0	60,000	60,000	
5930.000 Transfer from General Fund	0	0	0	0	0			
5958.000 Transfer from Fund 460	0	0	0	0	0			
Dept: 000	1,497,882	1,666,325	1,666,325	1,147,843	1,388,010	1,598,905	1,612,052	0
Total Revenues	1,497,882	1,666,325	1,666,325	1,147,843	1,388,010	1,598,905	1,612,052	0
Expenditures								
Dept: 000								
6110.000 Salaries-Regular Pay	127,385	141,100	141,100	61,550	82,066	141,100	144,920	
6111.000 Salaries-Overtime Pay	5,111	1,000	1,000	2,691	3,588	3,000	1,000	
6112.000 Salaries-Extra Help	17,391	14,000	14,000	8,377	9,354	14,000	14,000	
6113.000 Salaries-Differentials	3,426	3,960	3,960	1,644	2,192	3,960	4,145	
6131.000 Deferred Compensation Expense	2,063	2,120	2,120	2,029	2,410	2,120	2,120	
6132.000 Retirement - PERS	20,876	27,540	27,540	11,668	15,557	27,540	28,300	
6140.000 Life and Disability Insurance	1,035	2,761	2,761	1,028	1,095	2,760	2,280	
6150.000 Workers Comp Insurance	1,646	1,646	1,646	1,646	2,195	1,650	1,650	
6160.000 Social Security	9,718	11,170	11,170	4,411	5,882	11,170	11,480	
6170.000 Health and Dental Insurance	21,720	27,162	27,162	25,482	30,661	27,160	25,500	
6190.000 Other Payroll Tax	0	0	0	0	0			
6210.000 Special Departmental Expenses	32,973	22,640	22,640	46,321	61,433	50,000	26,410	
6211.000 Office Supplies	391	1,200	1,200	646	723	1,200	1,200	
6212.000 Maintenance Supplies	35,058	22,900	22,900	18,805	23,764	22,900	22,900	
6213.000 Oils and Lubricants	8,763	8,500	8,500	5,707	6,116	7,500	8,500	
6220.000 Telephone	3,095	5,000	5,000	3,258	3,446	5,000	5,000	
6225.000 Utilities	110,366	78,000	78,000	77,049	76,168	100,000	103,000	
6230.000 Legal and Accounting	12,354	21,000	21,000	9,578	12,771	19,210	21,000	
6235.000 Engineering and Surveying	56,214	221,500	221,500	83,741	110,794	100,000	150,500	
6245.000 Other Contractual Services	177,628	145,000	145,000	106,977	116,949	145,000	365,396	
6250.000 Rental	0	5,200	5,200	0	0	2,500	5,200	

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 520 - Water Enterprise								
Expenditures								
Dept: 000								
6255.000 Liability Insurance	3,571	6,255	6,255	6,255	8,340	6,255	6,800	
6260.000 Advertising	3,965	6,000	6,000	48	64	200	200	
6265.000 Printing	0	0	0	0	0			
6270.000 Transportation and Travel	1,793	3,000	3,000	1,038	983	1,500	3,200	
6275.000 Subscriptions and Training	1,020	3,000	3,000	656	380	3,000	4,950	
6301.000 Bank Charges	2,585	2,500	2,500	1,198	1,597	1,600	1,500	
6305.000 Uncollectible Accounts	0	0	0	0	0			
6310.000 Other Taxes	62,551	66,653	66,653	0	0			
6316.000 Administrative Fees	0	700	700	0	0	700	700	
6330.000 Public Works Overhead	0	0	0	0	0			
6331.000 Administrative Overhead	0	0	0	0	0	40,000	35,000	
6510.000 Capital Outlay-Land	-174,977	0	0	0	0			
6530.000 Capital Outlay-Improvements	203,089	2,204,457	2,204,457	457,741	584,636	694,477	1,087,487	
6540.000 Capital Outlay-Equipment	0	138,900	138,900	0	0	90,000	126,517	
6542.000 Equipment-Vehicles	0	0	0	0	0			
6544.000 Equipment-Computers	0	0	0	0	0			
6550.000 Depreciation	194,049	220,000	220,000	0	0	220,000	160,000	
6610.000 Interest Expense	81,686	107,825	107,825	38,982	51,976	76,695	71,537	
6620.000 Principal Reduction	0	0	0	0	0			
6635.000 Bond Issuance Costs	-64,703	0	0	0	0			
6640.000 Amortization Expense	10,738	0	0	0	0			
6900.000 Transfers to General Fund	0	0	0	0	0			
6901.000 Transfers to GF - PW Overhead	0	0	0	0	0			
6902.000 Transfers to GF - Admin Overhd	0	0	0	0	0			
6905.000 Transfers Out	146,309	183,169	183,169	0	0	168,172	179,530	
6930.000 Transfer to Water	0	0	0	0	0			
6932.000 Transfers to Sewer	0	0	0	0	0			
6955.000 Transfer to 407	0	0	0	0	0			
6956.000 Transfer To Fund 200	0	0	0	0	0			
Dept: 000	1,118,889	3,705,858	3,705,858	978,526	1,215,140	1,990,369	2,621,922	0
Total Expenditures	1,118,889	3,705,858	3,705,858	978,526	1,215,140	1,990,369	2,621,922	0
Water Enterprise	378,993	-2,039,533	-2,039,533	169,317	172,870	-391,464	-1,009,870	0

Sewer Enterprise Fund Budget Narrative for FY 2014-2015 Budget Fund 530

DEPARTMENTAL MISSION

This Sewer Enterprise Fund and Program is administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This budget is used to track all the expenditures and revenues for the management, maintenance, and operations of the City's Sewer System.

ACCOMPLISHMENTS FOR FY 2013-2014

- The City Municipal Sewer System collected and provided treatment to over 215,972,066 gallons
- The City Municipal Sewer System operations were in full compliance with all of its permit requirements
- Managed and maintained the City's (6) Sewer Lift Stations
- Completed Phase II & III of the Sewer Management Plan

DEPARTMENTAL GOALS FOR FY 2014-2015

- Meet all Regulatory Sampling Requirements
- Endeavor to maintain consumer confidence
- Install a Supervisory Control Access and Data Acquisition (SCADA) System at all sewer lift stations
- Continue to provide Training for Sewer Treatment & Collection System Operators
- Continue with Contractual Data Processing Support Services
- Update the Operations & Maintenance Manual
- Develop Interim/Long Term Wastewater Management Plan

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an overall increase of \$66,144 or 4.6% in expenditures, and a decrease of (\$26,753) or (2.8%) in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is increased by \$92,897.

Estimated Fund Balance

The year-end Fund Balance is estimated to be \$1.4 million as of June 30, 2014, which is sufficient to cover the Net Cost of \$574,647.

Revenues

Revenues are down slightly because of the expected level of activity.

Personnel

The Public Works Department provides the personnel requirements for the Sewer Enterprise program. For example, some of the costs associated with the salaries and benefits for Public Work employees are apportioned to this fund. Also, included in this fund, is the 50% of the authorized, Public Works Maintenance Supervisor and Public Works Technician Positions.

Services and Supplies

This area of the budget is essentially status quo, and it includes the entire spectrum of supplies and services to meet the operational necessities and requirements. In addition, the budget reflects an appropriation for emergency repairs, and the sewer fund share of the payment for the private placement financing used for the construction of the water tanks and Sewer Expansion Project.

Capital Projects/Fixed Assets

This budget reflects a \$537,100 in capital outlay improvements to the Sewer Systems including, \$70,000 for road levee repairs at the sewer treatment plant; \$452,100 for sewer main extension on South Alta; and \$15,000 for fence and tree.

This budget reflects \$50,000 in capital outlay equipment, including (a) \$30,000 for replacement Aerator & DO probes; (b) \$3,400 for two new mobile radios; and (c) \$16,600 for this fund's share of a new replacement dump truck.

Because the Sewer System, along with the Water System is critical to the City, it is important to maintain the systems and acquire the necessary equipment as necessary. However, because of the current State Budget uncertainty and economic environment, these expenditures are going to be carefully monitored and only undertaken if necessary.

MAJOR POLICY CONSIDERATIONS

A future consideration is for the City to develop a separate Industrial Sewage System to serve the Industrial Business Park that will be critical and necessary to increase the permitted capacity, and help the park to be a more appealing place to operate a business.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 530 - Sewer Enterprise								
Revenues								
Dept: 000								
5515.000 Interest Income	2,346	1,200	1,200	558	744	1,000	1,000	
5701.000 Charges for Current Services	853,018	947,309	947,309	670,627	799,065	899,000	920,756	
5702.000 Late charges	12,590	12,000	12,000	11,024	12,710	12,000	12,000	
5770.000 Sewer Inspection	0	0	0	0	0			
5820.000 Other Income - Misc Payments	0	0	0	0	0			
5831.000 LTD Proceeds	0	0	0	0	0			
5900.000 Transfer from Water	0	0	0	0	0			
5905.000 Transfer from Sewer	0	0	0	0	0			
5930.000 Transfer from General Fund	0	0	0	0	0			
5958.000 Transfer from Fund 460	0	0	0	0	0			
Dept: 000	867,954	960,509	960,509	682,209	812,519	912,000	933,756	0
Total Revenues	867,954	960,509	960,509	682,209	812,519	912,000	933,756	0
Expenditures								
Dept: 000								
6110.000 Salaries-Regular Pay	127,385	141,100	141,100	61,550	82,066	141,100	144,920	
6111.000 Salaries-Overtime Pay	3,534	1,000	1,000	1,902	2,537	3,000	1,000	
6112.000 Salaries-Extra Help	17,391	14,000	14,000	8,377	9,354	14,000	14,000	
6113.000 Salaries-Differentials	5,003	3,960	3,960	2,433	3,244	3,960	4,145	
6131.000 Deferred Compensation Expense	2,063	2,120	2,120	2,029	2,410	2,120	2,120	
6132.000 Retirement - PERS	20,486	27,540	27,540	11,450	15,267	27,540	28,300	
6140.000 Life and Disability Insurance	1,014	3,267	3,267	1,008	1,073	3,270	2,280	
6150.000 Workers Comp Insurance	1,645	1,645	1,645	1,645	2,193	1,650	1,650	
6160.000 Social Security	9,718	11,170	11,170	4,411	5,882	11,170	11,480	
6170.000 Health and Dental Insurance	21,781	27,162	27,162	25,449	30,620	27,160	25,500	
6190.000 Other Payroll Tax	0	0	0	0	0			
6210.000 Special Departmental Expenses	19,362	5,375	5,375	4,453	5,619	5,380	6,875	
6211.000 Office Supplies	196	1,000	1,000	542	723	1,000	1,000	
6212.000 Maintenance Supplies	7,757	12,000	12,000	9,986	10,917	12,000	12,000	
6213.000 Oils and Lubricants	5,197	6,000	6,000	3,314	3,551	6,000	6,000	
6220.000 Telephone	1,931	4,000	4,000	1,750	2,210	3,000	4,000	
6225.000 Utilities	30,657	25,500	25,500	34,868	44,730	49,000	37,000	
6230.000 Legal and Accounting	12,354	25,000	25,000	9,578	12,771	20,000	20,000	
6235.000 Engineering and Surveying	21,675	110,633	110,633	46,834	54,402	60,000	60,000	
6240.000 Construction Services	0	0	0	0	0			
6245.000 Other Contractual Services	98,410	124,882	124,882	76,118	90,801	100,000	199,778	
6250.000 Rental	0	0	0	0	0			

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 530 - Sewer Enterprise								
Expenditures								
Dept: 000								
6255.000 Liability Insurance	3,571	3,300	3,300	3,300	4,400	3,300	3,800	
6260.000 Advertising	1,594	6,000	6,000	48	64	48	6,000	
6265.000 Printing	4,000	0	0	0	0			
6270.000 Transportation and Travel	907	1,250	1,250	1,149	1,377	1,250	2,550	
6275.000 Subscriptions and Training	511	2,525	2,525	1,259	553	2,530	3,425	
6301.000 Bank Charges	2,585	2,000	2,000	1,434	1,911	2,000	2,000	
6305.000 Uncollectible Accounts	0	0	0	0	0			
6310.000 Other Taxes	34,800	38,420	38,420	0	0			
6316.000 Administrative Fees	0	0	0	0	0	38,420	37,000	
6330.000 Public Works Overhead	0	0	0	0	0			
6331.000 Administrative Overhead	0	0	0	0	0			
6510.000 Capital Outlay-Land	0	0	0	0	0			
6520.000 Capital Outlay-Buildings	0	0	0	0	0			
6530.000 Capital Outlay-Improvements	2,180	522,100	522,100	105,605	136,883	160,000	537,100	
6540.000 Capital Outlay-Equipment	0	33,114	33,114	0	0	33,114	50,000	
6542.000 Equipment-Vehicles	0	0	0	0	0			
6543.000 Equipment-Furniture	0	0	0	0	0			
6544.000 Equipment-Computers	0	0	0	0	0			
6550.000 Depreciation	103,580	140,000	140,000	0	0	140,000	140,000	
6610.000 Interest Expense	0	0	0	0	0			
6620.000 Principal Reduction	0	0	0	0	0			
6640.000 Amortization Expense	10,125	0	0	0	0			
6900.000 Transfers to General Fund	0	0	0	0	0			
6901.000 Transfers to GF - PW Overhead	0	0	0	0	0			
6902.000 Transfers to GF - Admin Overhd	0	0	0	0	0			
6905.000 Transfers Out	97,540	86,196	86,196	0	0	79,140	84,480	
6930.000 Transfer to Water	60,000	60,000	60,000	0	0	60,000	60,000	
6955.000 Transfer to 407	0	0	0	0	0			
6956.000 Transfer To Fund 200	0	0	0	0	0			
Dept: 000	728,952	1,442,259	1,442,259	420,492	525,558	1,011,152	1,508,403	0
Total Expenditures	728,952	1,442,259	1,442,259	420,492	525,558	1,011,152	1,508,403	0
Sewer Enterprise	139,002	-481,750	-481,750	261,717	286,961	-99,152	-574,647	0

**Garbage Enterprise Funds
Budget Narrative for FY 2014-2015
Budget Fund 540**

DEPARTMENTAL MISSION

This Garbage Enterprise Fund and Program is administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This budget is used to track all the expenditures and revenues for the management, maintenance, and operations of the Garbage collection program including the contracts with Tri-Cities Disposal and Recycling Services, Inc., and the Salinas Valley Solid Waste Authority.

ACCOMPLISHMENTS FOR FY 2013-2014

- Met the City's AB 939 source reduction, reuse, and recycling requirements
- Managed approximately 1,700 garbage customers accounts
- Worked with the SVSWA to improve the collection of garbage, and obtain better collection data and information
- Conducted two cleanup events

DEPARTMENTAL GOALS FOR FY 2014-2015

The Department Goals for FY 2014-2015 are to strive and meet the spirit of the Public Works Department's "Mission Statement." The following are some of the Department's Goals:

- Endeavor to meet all Regulatory Requirements
- Endeavor to provide weekly collection services to the citizens of the City of Gonzales
- Conduct an Annual Cleanup Week
- Establish a Customer Complaint Tracking Program

- Complete the Countywide Study of the Solid Waste System
- Seek contract compliance from Tri-Cities to implement a Recycling Education Program
- Renegotiate an extension of the Garbage Franchise Agreement with Tri-Cities

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an overall increase of \$49,804 or 4.8% in expenditures, and a decrease of (\$23,675) or (2%) in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Requested Net Cost is increased by \$73,479.

Revenues

The projected increase is based on activity levels in FY 2013-2014.

Personnel

This budget reflects the allocation of salaries for Administrative staff that support these functions.

Services and Supplies

This budget includes office and operational supplies.

In addition, it includes funding to meet the City's new contractual agreements with Tri-Cities Disposal and Recycling Services, Inc., and SVSWA during FY 2014-2015, as well as the contract with the Gonzales Grows Green Consultant.

Capital Projects/Fixed Assets

Because this is a public service that is contracted out, it has no obligations to fund any capital projects or fund any assets.

Transfers

Transfers are projected to be decreased based on the level of activity.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations reflected in this fund.

The City of Gonzales, as the Lead Agency, is responsible for completing the Countywide Study of the Solid Waste. Based on the recommendations presented by the consultant, it is conceivable that there will be changes to the system that impact this budget.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6) Staff YE Est	(7) FY 2014/2015	(8) Adopted
		Original Budget	Amended Budget	Actual Thru April	Estimated Total			
Fund: 540 - Garbage Enterprise								
Revenues								
Dept: 000								
5233.000 Enterprise Franchise Tax-Garba	0	0	0	0	0			
5236.000 Drop Box Franchise Fees	53,710	58,446	58,446	51,938	69,251	60,000	60,000	
5510.000 Investment Income	0	0	0	0	0			
5515.000 Interest Income	0	0	0	0	0			
5629.000 Tri Cities Mini Grant	0	0	0	0	0			
5701.000 Charges for Current Services	512,765	585,202	585,202	396,278	469,358	528,028	540,964	
5702.000 Late charges	17,004	21,456	21,456	16,182	18,904	21,460	21,460	
5760.000 Tipping Fee Charges	392,786	441,415	441,415	336,800	398,933	441,420	441,420	
5821.000 Other Income - Reimbursements	51,187	31,000	31,000	43,073	50,273	50,000	50,000	
Dept: 000	1,027,452	1,137,519	1,137,519	844,271	1,006,719	1,100,908	1,113,844	0
Total Revenues	1,027,452	1,137,519	1,137,519	844,271	1,006,719	1,100,908	1,113,844	0
Expenditures								
Dept: 000								
6110.000 Salaries-Regular Pay	53,168	57,600	57,600	25,752	34,336	57,600	61,340	
6111.000 Salaries-Overtime Pay	720	0	0	360	480	400		
6113.000 Salaries-Differentials	1,120	2,330	2,330	560	747	2,330	2,515	
6131.000 Deferred Compensation Expense	1,512	1,570	1,570	1,221	1,473	1,570	1,570	
6132.000 Retirement - PERS	9,012	11,310	11,310	4,938	6,584	11,310	12,045	
6140.000 Life and Disability Insurance	409	585	585	375	409	590	865	
6150.000 Workers Comp Insurance	582	582	582	582	776	580	660	
6160.000 Social Security	3,781	4,590	4,590	1,574	2,099	4,590	4,885	
6170.000 Health and Dental Insurance	4,244	8,937	8,937	4,402	5,255	8,940	10,380	
6190.000 Other Payroll Tax	0	0	0	0	0			
6210.000 Special Departmental Expenses	4,185	4,500	4,500	4,662	5,898	5,441	5,450	
6211.000 Office Supplies	224	2,000	2,000	232	240	800	1,200	
6230.000 Legal and Accounting	1,020	5,000	5,000	5,960	7,947	8,000	8,000	
6235.000 Engineering and Surveying	0	0	0	0	0		10,000	
6244.000 Community Events Disposal Cost	0	0	0	0	0			
6245.000 Other Contractual Services	83,371	73,131	73,131	58,802	65,873	73,130	73,130	
6246.000 Contract Svcs- Tri Cities	450,651	453,081	453,081	391,480	419,390	453,080	453,080	
6247.000 Contract Svcs - SVSWA	221,978	230,000	230,000	192,704	203,602	230,000	230,000	
6255.000 Liability Insurance	433	400	400	400	533	400	400	
6260.000 Advertising	0	0	0	0	0			
6265.000 Printing	0	0	0	0	0			
6275.000 Subscriptions and Training	0	200	200	0	0		200	
6295.000 Franchise Fees	0	0	0	0	0			

City Of Gonzales

Month: 4/30/2014	Prior	Current Year			(6)	(7)	(8)	
	Year Actual	Original Budget	Amended Budget	Actual Thru April	Estimated Total	Staff YE Est	FY 2014/2015	Adopted
Fund: 540 - Garbage Enterprise								
Expenditures								
Dept: 000								
6301.000 Bank Charges	2,585	2,000	2,000	1,434	1,911	2,000	1,900	
6310.000 Other Taxes	0	0	0	0	0			
6540.000 Capital Outlay-Equipment	0	0	0	0	0			
6542.000 Equipment-Vehicles	0	0	0	0	0			
6900.000 Transfers to General Fund	185,000	200,000	200,000	0	0	240,000	230,000	
Dept: 000	1,023,995	1,057,816	1,057,816	695,438	757,553	1,100,761	1,107,620	0
Total Expenditures	1,023,995	1,057,816	1,057,816	695,438	757,553	1,100,761	1,107,620	0
Garbage Enterprise	3,457	79,703	79,703	148,833	249,166	147	6,224	0

**Solar Project Fund
Budget Narrative for FY 2014-2015
Budget Fund 550**

DEPARTMENTAL MISSION

This fund is administered by the Public Works Department whose Mission supports the Vision of the City by working to enhance the quality of life of our residents in an environment of safety, courtesy, integrity, and respect. In order to do so, the Department: 1) recognizes quality service to our customers, and the residents of this community are our number one priority; 2) recognizes that a "can-do" attitude is our most valuable resource; 3) provides all services in an ethical, honest, and equitable manner; 4) demonstrates pride and commitment to the work being done by being enthusiastic and professional; 5) is committed to providing services that are responsive, innovative, and fiscally sound; and 6) recognizes the critical importance of working in partnership with the business community in developing a diverse, economically stable City.

DEPARTMENTAL PROGRAMS

This fund was established to keep track of the revenues and expenditures for the Solar Project funded by the sewer and water systems, which benefit by lowered utility costs.

ACCOMPLISHMENTS FOR FY 2013-2014

Monitored funds used for the Solar Project and SCADA system ensuring the funds were properly accounted for.

DEPARTMENTAL GOALS FOR FY 2014-2015

Continue to monitor funds used for the Solar Project and SCADA system ensuring the funds are properly accounted for.

FY 2014-2015 RECOMMENDED BUDGET

The Department's FY 2014-2015 Recommended Budget represents an overall decrease of (\$22,054) or (8.2%) in expenditures, and an increase of \$44,645 or 16% in revenues, when compared to the FY 2013-2014 Approved Budget. As a result, the Net Cost is decreased by (\$66,699).

Revenues

The revenues to this budget are transfers from the Sewer and Water Enterprise derived from energy savings within those two budgets. There is additional revenue from an incentive program that defrays utility costs.

Personnel

Not applicable.

Services and Supplies

Not applicable.

Capital Projects/Fixed Assets

There are no Capital Outlay Improvements in this fund.

MAJOR POLICY CONSIDERATIONS

There are no major policy considerations reflected in this budget.

City Of Gonzales

Month: 4/30/2014	Prior Year Actual	Current Year				(6)	(7)	(8)
		Original Budget	Amended Budget	Actual Thru April	Estimated Total	Staff YE Est	FY 2014/2015	Adopted
Fund: 550 - Solar Project Fund								
Revenues								
Dept: 000								
5515.000 Interest Income	69	0	0	0	0			
5821.000 Other Income - Reimbursements	17,693	0	0	55,498	63,835	50,000	50,000	
5831.000 LTD Proceeds	0	0	0	0	0			
5900.000 Transfer from Water	146,309	183,169	183,169	0	0	183,170	179,530	
5905.000 Transfer from Sewer	97,540	86,196	86,196	0	0	86,200	84,480	
Dept: 000	261,611	269,365	269,365	55,498	63,835	319,370	314,010	0
Total Revenues	261,611	269,365	269,365	55,498	63,835	319,370	314,010	0
Expenditures								
Dept: 000								
6225.000 Utilities	144,305	0	0	228,144	276,329			
6245.000 Other Contractual Services	10,000	0	0	18,742	24,989	18,742		
6530.000 Capital Outlay-Improvements	0	0	0	0	0			
6610.000 Interest Expense	0	269,365	269,365	0	0	247,311	247,311	
6620.000 Principal Reduction	0	0	0	0	0			
Dept: 000	154,305	269,365	269,365	246,886	301,318	266,053	247,311	0
Total Expenditures	154,305	269,365	269,365	246,886	301,318	266,053	247,311	0
Solar Project Fund	107,306	0	0	-191,388	-237,483	53,317	66,699	0