

RESOLUTION NO. 2024-027

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CORONA, CALIFORNIA, ADOPTING SAID CITY'S BUDGET FOR FISCAL YEAR 2025, REVISED BUDGET ITEMS AND BUDGET POLICIES

WHEREAS, the City Manager has prepared the City's budget for the fiscal year ending June 30, 2025; and

WHEREAS, the City Council has conferred with the City Manager and appropriate staff in public meetings, and has deliberated and considered the proposed budget.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Corona, California, as follows:

SECTION 1: Adoption of Budget.

The City of Corona Proposed Annual Budget for Fiscal Year 2025, on file with the office of the City Clerk, is hereby adopted as the budget for the City of Corona, or as so directed by minute action, for July 1, 2024 through June 30, 2025. Included in the budget adoption is the approval for all identified estimated revenues, expenditure appropriations, transfers between funds, lease payments for the Corona Utility Authority, interfund charges, debt service, and estimated continuing appropriations. Appropriation of the budget may also occur as related to prior City Council agreements or minute actions.

SECTION 2: Approval of Revised Budget Items.

The Summary of Revised Budget Items, as included in Attachment A, if any, for the Fiscal Year 2025, are hereby adopted as the part of the budget for the City of Corona, or as so directed by minute action, for Fiscal Year 2025.

SECTION 3: To Increase, Add or Delete Appropriations; Administrative Authority.

Throughout the fiscal year, the City Council of the City of Corona may, by the affirming vote of three members, as so directed by minute action, amend the budget to increase, add or delete appropriations. Notwithstanding the foregoing, the City Manager may exercise his or her powers and duties under Corona Municipal Code Section 2.04.060, including, without limitation, the ability to transfer employees from one department to another and to consolidate or combine offices, positions, departments, divisions or units under his or her direction, without additional City Council approved budget action, so long as the funding necessary for such actions is already provided for in the budget and can be implemented using staff's administrative funding authority provided for in this Resolution, such as Section 4 (Transfer of Funds Within an Appropriation), or elsewhere in applicable City law or policy. All approved labor related changes,

including, but not limited to, employee bargaining unit negotiated Memoranda of Understanding (MOU) items, other related employee resolutions or contracts, benefit premium changes, Other Post Retirement Benefit actuarial requirements, leave calculations, and “side letter” changes will be authorized for appropriations for the said fiscal year, either through City Council approved budget action or using staff’s administrative funding authority provided for in this Resolution or elsewhere in applicable City law or policy. Funds appropriated by the City Council are authorized to be expended as necessary and proper for municipal purposes.

In addition, authorize the City Manager (or his/her designee) to approve budget increases to revenue and expenditures for grant awards that total \$25,000 or less. Grant awards will be reported to the City Council with the quarterly budget update reports. If additional grant funding is awarded that brings the total of the grant to more than \$25,000, staff will seek City Council approval prior to making budget adjustments.

SECTION 4: Transfer of Funds Within an Appropriation.

At the request of a Department Director (or his/her designee), and with the concurrence of the Finance Director (or his/her designee) transfer of funds/appropriations may occur between object classifications and/or divisional sections as needed, within a departmental appropriation, occurring within the same fund and spending category. These actions may include transfer requests isolating or combining a specific activity from an existing approved project, both capital improvements and operating & maintenance; transfer requests isolating or combining specific activity from a divisional section, within a departmental appropriation, to an existing or new project, both capital improvements and operating & maintenance; and/or transfers between similar projects having the same funding source and in the same project category, as long as these transfers are cumulatively equal to or less than ten percent (10%) of the transferring project or divisional section in the current fiscal year’s authorized budget. The City Manager may transfer operational funds between departments occurring within the same fund as long as the total authorized appropriations in the fund are not increased by the action. Transfers between spending categories, such as personnel to non-personnel, shall require the approval of the City Council.

At the end of each fiscal year, unused funds allocated for projects may be reallocated to other projects as long as the projects have the same funding source. The City Manager (or his/her designee) will prepare a proposal for the reallocation of unspent funds between projects, including a justification for the reallocation. The proposal will be presented to the City Council for review and approval.

SECTION 5: Errors, Omissions and Accounting Changes.

Upon review and approval of the Finance Director, (or his/her designee) minor accounting errors and omissions may be corrected for revenues, appropriations, transfers, interfund charges, debt service, and continuing appropriations for the said fiscal year, as well as accounting changes, including but not limited to, the consolidation and segregation of funds and activities for reporting purposes and minor project title changes.

SECTION 6: City Budget Policies.

The following policies are to be used for the administration of the City's Budget:

1. In the event that projected total revenues, as estimated by the Finance Director, are insufficient to support the current year level of appropriations, the City Manager may recommend adjustments to the City's estimated revenues and/or appropriation levels for approval by the City Council. Furthermore, as long as there are no significant decreases in existing levels of service as indicated in Section 3 and the total appropriations are not increased by such actions, the City Manager may also transfer budget allocations between departments for the sole purpose of meeting departmental operational needs and/or strategic goals and objectives as identified by the City Council. Furthermore, the City Manager may initiate transfer requests isolating or combining a specific activity from an existing approved project (both capital improvements and operating & maintenance) and/or transfers between similar projects having the same funding source and in the same project category, as long as the transfers are cumulatively equal to or less than ten percent (10%) of the transferring project in the current fiscal year's authorized budget.
2. Operating budget appropriations expire at the end of the fiscal year. No unexpended funds shall be carried forward to the following fiscal year, except as necessary for grant reporting requirements, encumbered purchase order activity that crosses fiscal years, or as expressly authorized by the City Council as a continuing appropriation.
3. Project budgets, both capital improvements and operating and maintenance, may be carried forward to the following fiscal year if the project is not completed within the current fiscal year. Project budgets carried forward must be documented and reported in the annual budget document.

SECTION 7: General Fund Designated Department Specific Revenue.

The City Council of the City of Corona may, by the affirming vote of three members, as so directed by minute action, designate committed fund balance from a department specific revenue stream in the General Fund. At the request of a Department Director (or his/her designee) and with the concurrence of the Finance Director (or his/her designee) an appropriation of budget may occur upon receipt of funds, not to exceed \$50,000 per project. An appropriation exceeding \$50,000 shall be made by the City Council of the City of Corona, by the affirming vote of three members, as so directed by minute action.

PASSED, APPROVED, AND ADOPTED this 5th day of June, 2024.

Mayor of the City of Corona, California

ATTEST:

City Clerk of the City of Corona, California

CERTIFICATION

I, Sylvia Edwards, City Clerk of the City of Corona, California, do hereby certify that the foregoing Resolution was regularly introduced and adopted by the City Council of the City of Corona, California, at a regular meeting thereof held on the 5th day of June, 2024, by the following vote of the Council:

AYES:

NOES:

ABSENT:

ABSTAINED:

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the official seal of the City of Corona, California, this 5th day of June, 2024.

City Clerk of the City of Corona, California

(SEAL)

**Summary of Revised Budget Items - June 5, 2024
Increase / (Decrease or Savings)**

| <u>City/Agency</u> | <u>FY 2025</u> |
|---|----------------|
| <u>EXPENDITURES</u> | |
| CHA <u>Low Moderate Income Housing Asset Fund 291</u> | |
| Finance Department - Custodian, Administration, and Redemption Services for City Bonds | 2 |
| Subtotal | <u>2</u> |
| CITY <u>General Fund 110</u> | |
| Community Services Department - Community Events Co-Sponsorship (previously approved by City Council on May 1, 2024) | 42,800 |
| Finance Department - Custodian, Administration, and Redemption Services for City Bonds | 9,592 |
| General Government - Police Succession Planning | 621,450 |
| Police Department - Training Rooms Upgrade and Records Supervisor Office Expansion Operating & Maintenance Projects Reduction | (120,179) |
| Subtotal | <u>553,663</u> |
| CITY <u>Measure X Fund 120</u> | |
| Finance Department - Custodian, Administration, and Redemption Services for City Bonds | 241 |
| Fire Department - Executive Team Vehicle | 52,000 |
| Subtotal | <u>52,241</u> |
| CITY <u>County Service Area 152 (NPDES) Fund 245</u> | |
| Finance Department - Custodian, Administration, and Redemption Services for City Bonds | 7 |
| Subtotal | <u>7</u> |
| CITY <u>Residential Refuse/Recycling Fund 260</u> | |
| Finance Department - Custodian, Administration, and Redemption Services for City Bonds | 2 |
| Subtotal | <u>2</u> |
| CITY <u>CFD 97-2 (Eagle Glen I) Fund 371</u> | |
| Finance Department - Custodian, Administration, and Redemption Services for City Bonds | 1,400 |
| Subtotal | <u>1,400</u> |

Summary of Revised Budget Items - June 5, 2024
Increase / (Decrease or Savings)

| <u>City/Agency</u> | <u>FY 2025</u> |
|--|----------------|
| CITY <u>AD 96-1, 99 A (Centex) Fund 373</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 1,700 |
| Subtotal | 1,700 |
| CITY <u>CFD 2000-1 (Eagle Glen II) Fund 374</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 1,400 |
| Subtotal | 1,400 |
| CITY <u>CFD 2001-2 (Cresta-Grande) Fund 377</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 1,400 |
| Subtotal | 1,400 |
| CITY <u>CFD 2002-1 (Dos Lagos) Fund 378</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 1,400 |
| Subtotal | 1,400 |
| CITY <u>CFD 2002-4 (Corona Crossings) Fund 381</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 1,400 |
| Subtotal | 1,400 |
| CITY <u>CFD 2004-1 (Buchanan Street) Fund 382</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 1,400 |
| Subtotal | 1,400 |
| CITY <u>CFD 2003-2 (Highlands Collection) Fund 383</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 1,400 |
| Subtotal | 1,400 |
| CITY <u>CFD 2018-1 Bedford Fund 384</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 2,800 |
| Subtotal | 2,800 |

Summary of Revised Budget Items - June 5, 2024
Increase / (Decrease or Savings)

| <u>City/Agency</u> | <u>FY 2025</u> |
|--|----------------|
| CITY <u>CFD 2018-2 Sierra Bella Debt Service Fund 386</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 1,400 |
| Subtotal | 1,400 |
| CITY <u>CFD 2002-1 (Improvement Area) Fund 387</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 1,400 |
| Subtotal | 1,400 |
| CITY <u>CFD 2016-2 (Terrassa Special Tax A) Fund 390</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 1,400 |
| Subtotal | 1,400 |
| CITY <u>CFD 2017-2 (Valencia Special Tax A) Fund 392</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 1,400 |
| Subtotal | 1,400 |
| CITY <u>RDA Successor Agency Fund 417</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 3,400 |
| Subtotal | 3,400 |
| CITY <u>Community Development Block Grant (CDBG) Fund 431</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 1 |
| Subtotal | 1 |
| CITY <u>Successor Agency Administration Fund 475</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 1 |
| Subtotal | 1 |
| CITY <u>LMD 84-2, Zone 20 Fund 470</u> <i>Community Services Department - Increase in Water and Recycled Water Utility Costs</i> | 245,370 |
| Subtotal | 245,370 |

Summary of Revised Budget Items - June 5, 2024
Increase / (Decrease or Savings)

| <u>City/Agency</u> | <u>FY 2025</u> |
|--|----------------|
| CITY <u>Transit Services Fund 577</u> | |
| Finance Department - Custodian, Administration, and Redemption Services for City Bonds | 6 |
| Subtotal | 6 |
| CITY <u>Warehouse Services Fund 680</u> | |
| Finance Department - Custodian, Administration, and Redemption Services for City Bonds | 2 |
| Subtotal | 2 |
| CITY <u>Information Technology Fund 681</u> | |
| Finance Department - Custodian, Administration, and Redemption Services for City Bonds | 40 |
| Subtotal | 40 |
| CITY <u>Fleet Operations Fund 682</u> | |
| Finance Department - Custodian, Administration, and Redemption Services for City Bonds | 13 |
| Subtotal | 13 |
| CUA <u>Water Capacity Fund 507</u> | |
| Finance Department - Custodian, Administration, and Redemption Services for City Bonds | 574 |
| Subtotal | 574 |
| CUA <u>Reclaimed Water Utility Fund 567</u> | |
| Finance Department - Custodian, Administration, and Redemption Services for City Bonds | 203 |
| Utilities Department - Citywide AMI Replacement Capital Improvement Project No. UT-2022-03 | 225,000 |
| Subtotal | 225,203 |
| CUA <u>Water Utility Fund 570</u> | |
| Finance Department - Custodian, Administration, and Redemption Services for City Bonds | 735 |
| Subtotal | 735 |
| CUA <u>Sewer Utility Fund 572</u> | |
| Finance Department - Custodian, Administration, and Redemption Services for City Bonds | 1,163 |
| Subtotal | 1,163 |

Summary of Revised Budget Items - June 5, 2024
Increase / (Decrease or Savings)

| <u>City/Agency</u> | <u>FY 2025</u> |
|---|----------------------------|
| CUA <u>Direct Access Electric Utility Fund 576</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 10 |
| Subtotal | <u>10</u> |
| CUA <u>Greenfield Electric Utility Fund 578</u> <i>Finance Department - Custodian, Administration, and Redemption Services for City Bonds</i> | 16 |
| Subtotal | <u>16</u> |
| Total Expenditures | <u><u>\$ 1,102,349</u></u> |

CPFA **No Items**