

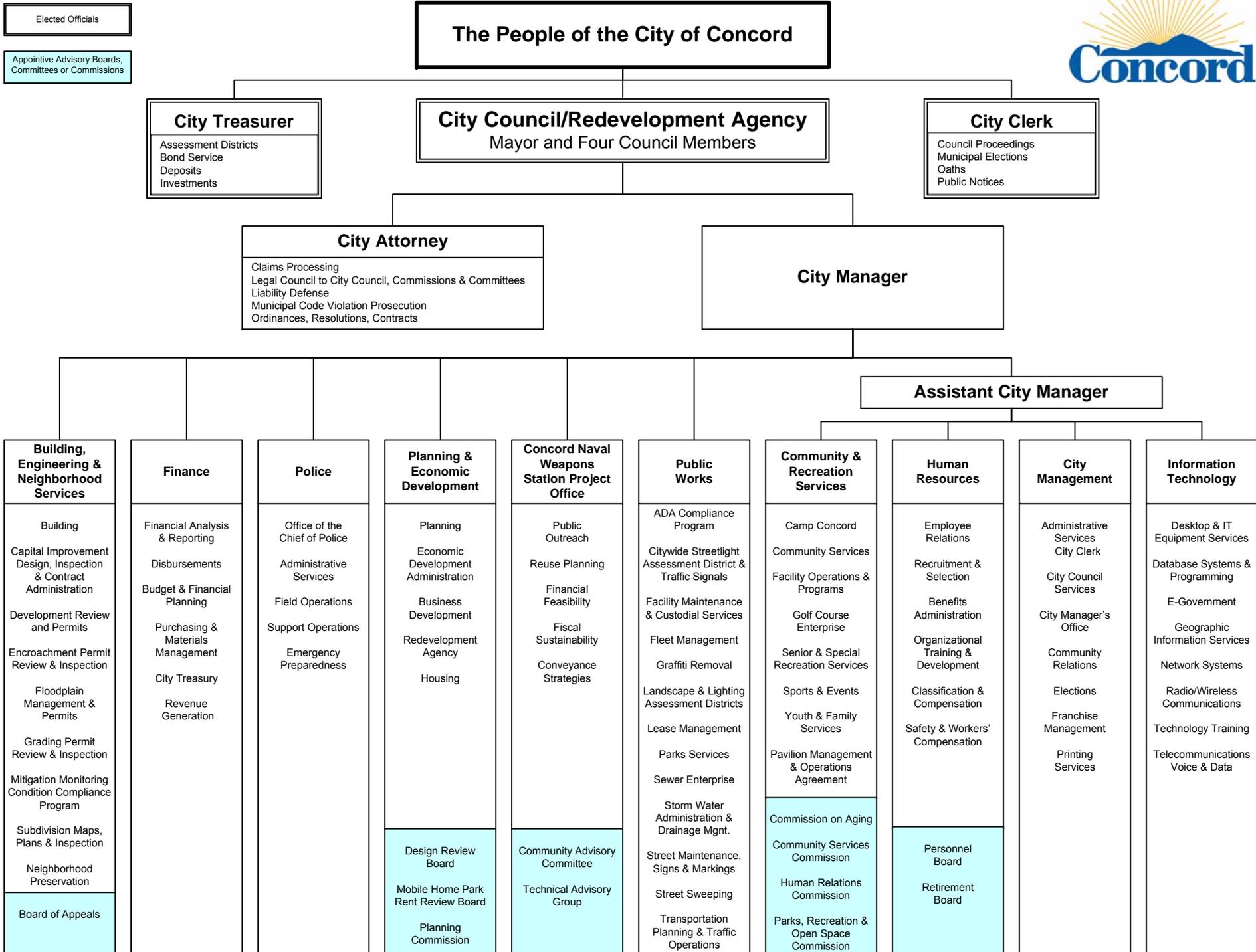
City Organization & Functions



City Organization and Programs

Our mission is to join with our community to make Concord a city of the highest quality. We do this by providing responsive, cost effective, and innovative local government services.

Adopted Budget July 1, 2008



The City of Concord has a City Council/City Manager form of government. Five Council Members, the City Clerk and the City Treasurer are elected. The Council appoints the City Manager and the City Attorney. The City Manager appoints department heads and hires employees to carry out program services. The City Council appoints qualified citizens from the community to serve on advisory boards and commissions.

Building, Engineering & Neighborhood Services
 Director of Building, Engineering & Neighborhood Services

Total Full-Time Staff - 43
 FTE Part-Time Staff - 4.65



2 Administrative Analyst
 1 Administrative Clerk II
 1 Administrative Secretary

1 City Engineer

Current Development
 1 Senior Civil Engineer

Capital Improvement Program

Citizens Disability Advisory Committee

Board of Appeals

Building

- Building Inspection
- Plan Review
- Response to Citizen Complaints

.48 Administrative Support (FTE Part-Time)
 3 Building Inspectors
 1 Building Inspector Supervisor
 1 Building Plans Engineer
 1 Chief Building Official
 2 Permit Technician III
 3 Senior Building Inspectors

Neighborhood Services

- Adopt-A Street
- Code Enforcement
- Multi-Family Housing Inspection
- Neighborhood Cleanup
- Neighborhood Partnership
- RV Parking
- Shopping Cart Retrieval

2 Building Inspectors
 .48 Craft Worker (FTE Part-Time)
 2 Permit Technician I
 4 Neighborhood Preservation Specialists
 2 Neighborhood Preservation Supervisors
 1 Neighborhood Services Manager

Permit Center

- Development Review
- Encroachment Permit Review
- Floodzone Regulations
- Grading Permit Review
- Public Improvement Plan Review
- Public Information
- Sewer Permits
- Subdivision Map Review

1 Associate Civil Engineers
 2 Permit Technician II
 2 Permit Technician III
 .65 Professional (FTE Part-Time)
 .50 Project Manager (FTE Part-Time)
 .60 Technician (FTE Part-Time)

Inspection

- Development Inspection
- Encroachment Permit Inspection
- Grading Permit Inspection
- Mitigation Monitoring

4 Construction Inspectors
 .50 Administrative Support (FTE Part-Time)
 1 Construction Inspector Supervisor

Design

- Capital Improvement Contract Administration
- Capital Improvement Project Design
- Grant Program

.96 Administrative Support (FTE Part-Time)
 2 Assistant Engineer
 .48 Technician (FTE Part-Time)

Construction

- Capital Improvement Inspection
- Capital Improvement Contract Administration

2 Associate Civil Engineers

City Council

City Attorney's Office
City Attorney

Total Full-Time Staff - 6
FTE Part-Time Staff - .05

1 Executive Legal Secretary
1 Paralegal
.05 Administrative Support
(FTE Part-Time)

Legal Services

Claims Processing

Legal Council to City Council,
Commissions, Committees

Liability Defense

Manage
Risk Management/General Liability
Internal Service Fund

Municipal Code
Violation Prosecution

Ordinance, Resolution & Contract
Preparation

Public Information

Redevelopment Agency
Representation

1 Assistant City Attorney
1 Deputy City Attorney
1 Senior Assistant City Attorney





City Council

City Management
City Manager
Assistant City Manager

Total Full-Time Staff - 14
 FTE Part-Time Staff - .90

1 Executive Assistant
 Council/City Manager

City Clerk

5

Administrative Services

Bid Openings
 Boards & Commissions Administration
 Campaign Disclosure Filing
 Citywide Records Management
 Contracts/Agreements Processing
 Council Agenda Packet/Mailings
 Council Meeting Notification
 Council Minute Preparation
 Document Imaging
 Elections
 Historical Action Tracking/Research
 Legal Notices
 Mail Services
 Oaths of Office
 Proclamations
 Public Records
 Public Information
 Resolutions & Ordinances
 Sister City Program

1 Administrative Assistant
 .98 Administrative Clerk II
 .57 Administrative Support
 (FTE Part-Time)
 1 Administrative Secretary
 1 Program Manager

Community Relations

City Publications
 City Website Content Management
 Community Relations
 Employee Communication
 Government Access Programming
 Intranet Content Management
 Media Relations
 Video Services

1 Community Relations Manager
 .06 Confidential Secretary
 1 Video Services Coordinator
 .04 Video Technician
 (FTE Part-Time)

Printing Services

Artwork Composition
 Copier Service
 Document Assembly
 Offset Printing
 Project Cost Estimates
 User Consultation

.04 Administrative Support
 (FTE Part-Time)
 1 Desktop Publishing Specialist
 1 Duplicating/Offset Printing Operator
 1 Printing Services Supervisor
 1 Senior Offset Duplicating
 Machine Operator

**City Council/
 City Manager's Office**

Budget Management
 Citizen Complaint Intervention
 Council Committee System
 Council Correspondence
 Event Coordination/Ceremonies
 Interdepartmental Coordination
 Legislative Advocacy
 Long Range Planning
 Organizational Initiatives

.02 Administrative Clerk II
 .25 Administrative Support
 (FTE Part-Time)
 .84 Confidential Secretary

Franchise Management

Cable Television
 Liaison/Customer Service
 Energy Services Management
 Franchise Administration
 Solid Waste/Recycling Management

.10 Confidential Secretary



Community & Recreation Services
 Director of Community & Recreation Services

Total Full-Time Staff - 20
 FTE Part-Time Staff - 63.73

Commission on Aging

Community Services Commission

Human Relations Commission

Parks, Recreation and Open Space Commission

1 Administrative Assistant
 1 Recreation Customer Service Coordinator

Community Services

Community Development
 Block Grant (CDBG)
 Administration

Substructure
 Human Services

1 Community Services Manager
 .48 Administrative Support
 (FTE Part-Time)

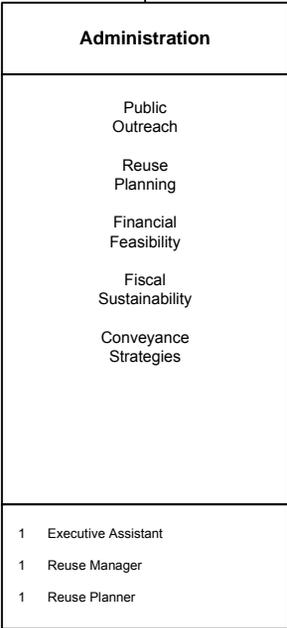
Recreation Services

Adult Sports
 Aquatics
 Camp Concord
 Centre Concord
 Community Center
 Festivals/Events
 Recreation Classes
 Recreation Facilities Planning
 Senior Center
 Youth and Family Services

1 Camp Director
 1 Camp Facility Specialist
 8.25 Camp Specialist (FTE Part-Time)
 2 Program Aides
 5 Program Coordinators
 1 Recreation Program Coordinator
 (Contractual)
 4 Recreation Program Managers
 55.00 Recreation Specialist (FTE Part-Time)
 2 Senior Program Managers

Golf Course & Pavilion Management

Administration
 Golf Course Food/Beverage
 Services Agreement
 Golf Professional
 Services Agreement
 Golf Course
 Maintenance Agreement
 Pavilion Contract
 Management

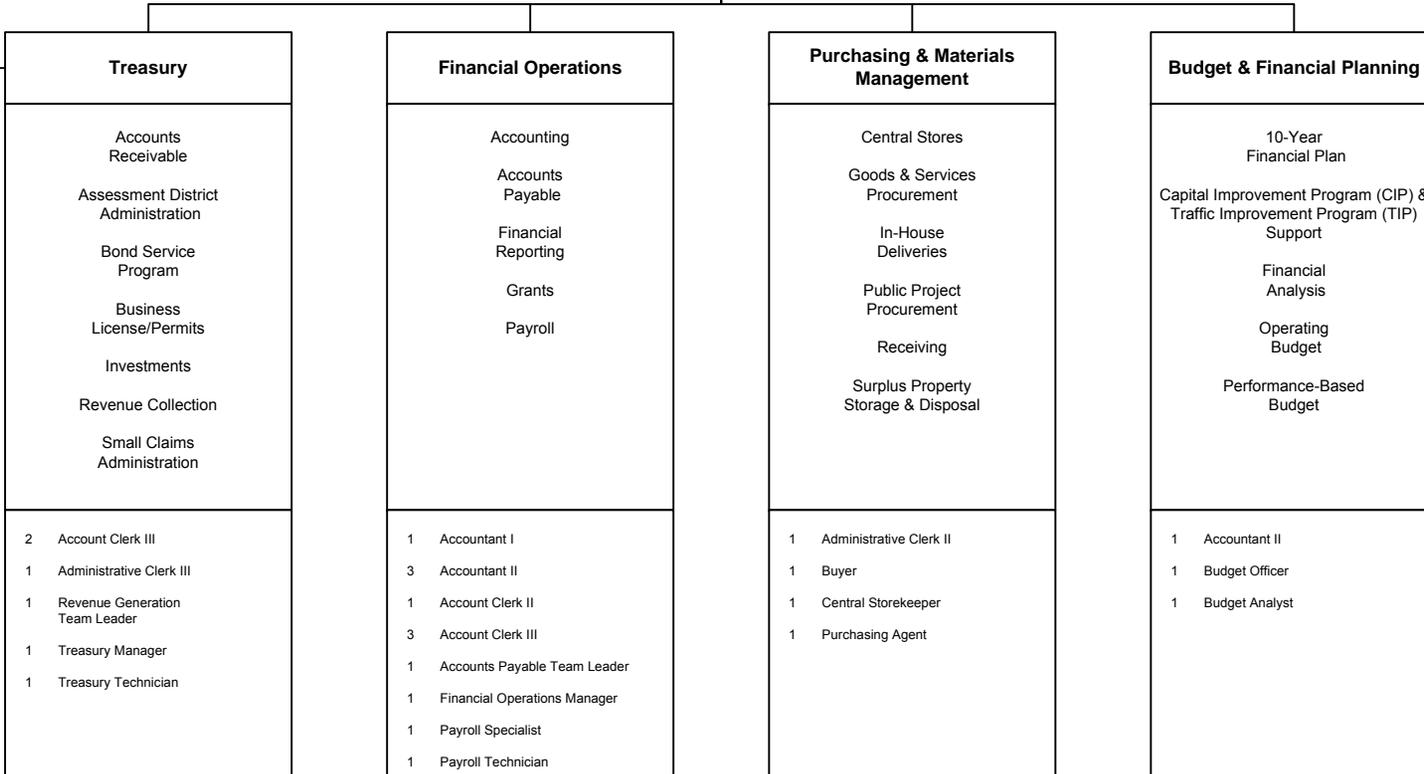


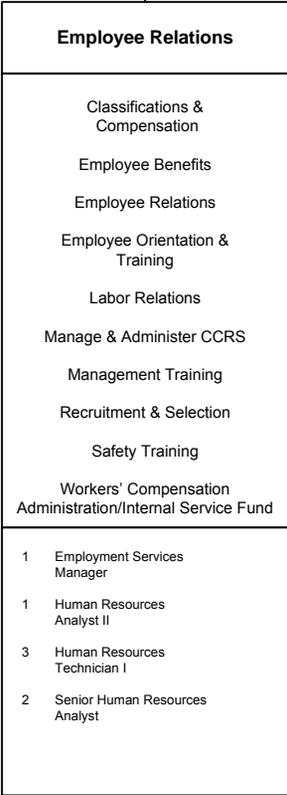


Finance
Director of Finance

Total Full-Time Staff - 27

City Treasurer

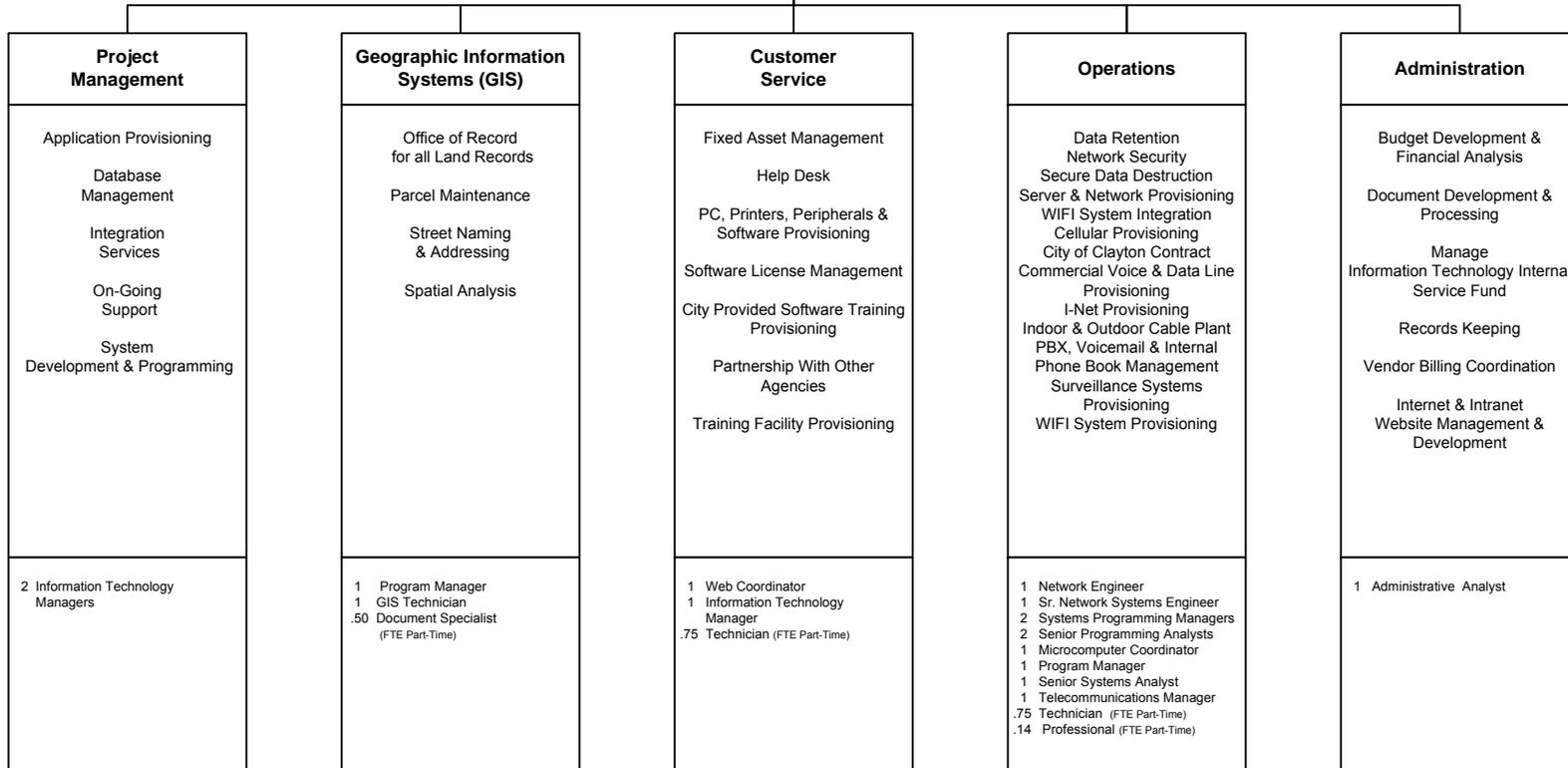


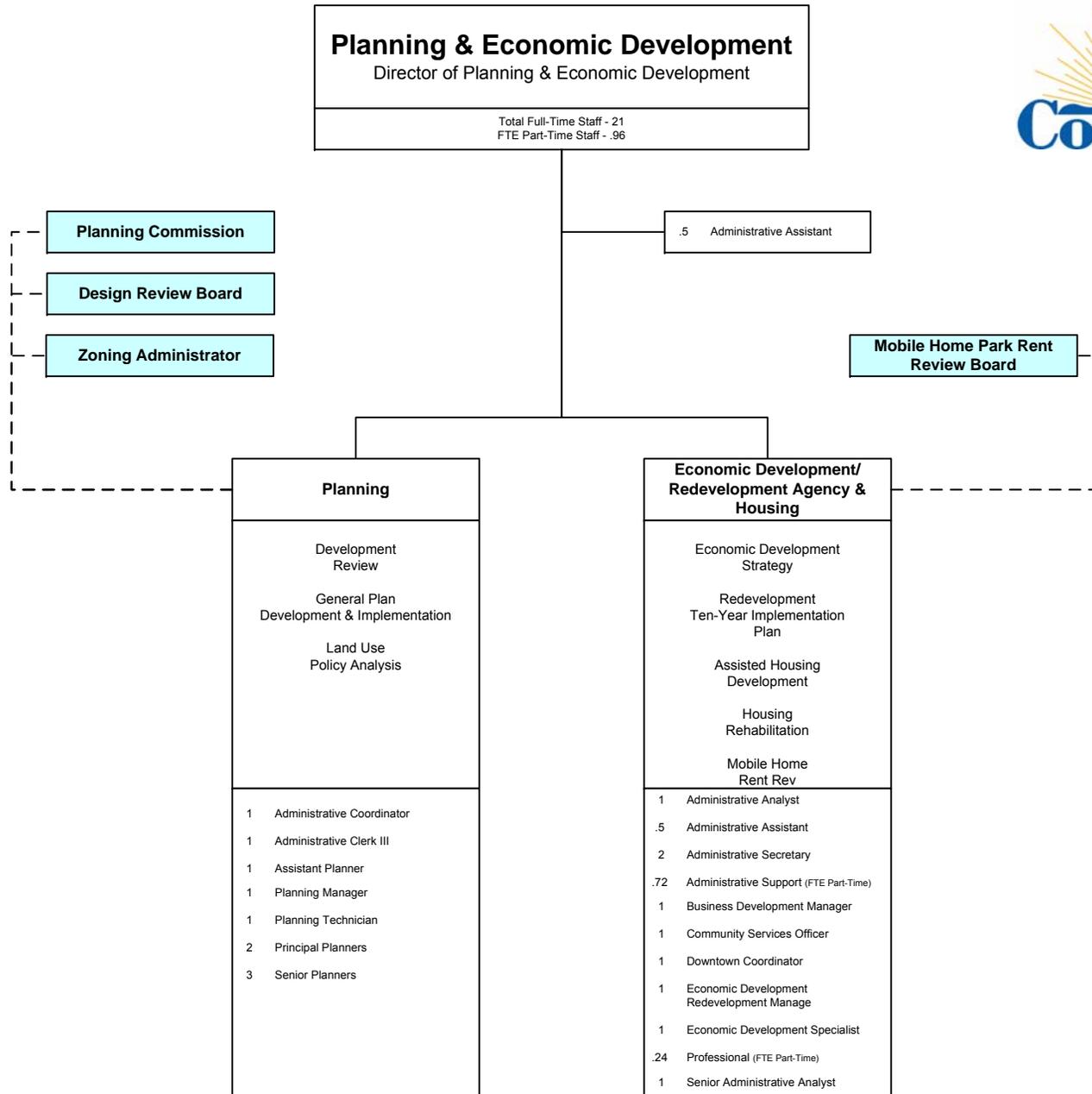




Information Technology
 Director of Information Technology

Total Full-Time Staff - 18
 FTE Part-Time Staff - 2.14







Police
Chief of Police

Total Full-Time Staff - 220
FTE Part-Time Staff - 23.40

1 Executive Secretary

Field Operations
1 Captain

Traffic Commander & Professional Standards
1 Administrative Lieutenant
1 Sergeant

Administrative Services
1 Captain

Support Operations
1 Captain

1 Administrative Secretary

1 Administrative Clerk III
1 Administrative Secretary

1 Administrative Secretary

District Command

Operations Command

Northern Command (Patrol)

1 Community Service Officer
1 Lieutenant
.84 Public Safety Assistance (FTE Part-Time)

Southern Command

1 Community Service Officer
1 Sergeant
.84 Public Safety Assistant (FTE Part-Time)

Valley Command (Patrol)

1 Community Service Officer
.84 Public Safety Assistant (FTE Part-Time)
1 Sergeant

Community Service Desk

Differential
Police Responses

Traffic

Selective Enforcement
Special Events
Parking
Vehicle Abatement

1 Administrative Clerk III
3 Community Service Officer
11 Police Officer
3.95 Public Safety Assistant (FTE Part-Time)
1 Sergeant

Patrol Operations & Response

Corporal Program
Field Training Program
SET
SWAT
K-9

4 Lieutenants
.84 Police Officers
9 Sergeants

5 Community Service Officer
Detention
Catastrophic Incident Management
Division Audit and Control
Deployment and Strategy

Special Operations

Equipment & Alarms
Budget & Purchasing
Licenses & Permits
Building Maintenance

1 Community Service Officer
1 Financial Analyst

6 Administrative Clerk II
3 Administrative Clerk III
1 Administrative Secretary
1 Police Records Manager
.48 Public Safety Assistant (FTE Part-Time)

Internal Operations

Records
Warrants
Public Information

6.55 Public Safety Assistant (FTE Part-Time)
1 Sergeant

1.0 Manager of Volunteer Services (FTE Part-Time)
1 Officer

Records

Personnel
Reserves
Emergency Preparedness

Public Information
Crime Prevention/Neighborhood Watch
Volunteers in Police Services

2 Dispatcher I
10 Dispatcher II
4 Lead Dispatchers
2.50 Public Safety Assistant (FTE Part-Time)
1 Sergeant

Community Action & Awareness

Crime Scene Investigations/Property
Crime Scene Investigation
Property and Evidence

2 Community Service Officer
4 Forensic Specialist I
1 Lead Forensic Specialist
1 Police Officers
.77 Public Safety Assistant (FTE Part-Time)

1 Administrative Clerk II
.75 Crime Analyst (FTE Part-Time)
1 Lieutenant
18 Police Officers
1 Senior Crimes Analyst
2 Sergeants
1 Violence Victim Advocate
.5 Violence Victim Advocate (FTE Part-Time)
1 Youth Violence Prevention Specialist

Detectives

Youth Services
Crime Education
School Resource
Gangs Intelligence
Persons
Crime Analysis

2 Administrative Clerk II
1 Lieutenant
11 Police Officers
.53 Public Safety Assistant (FTE Part-Time)
2 Sergeants

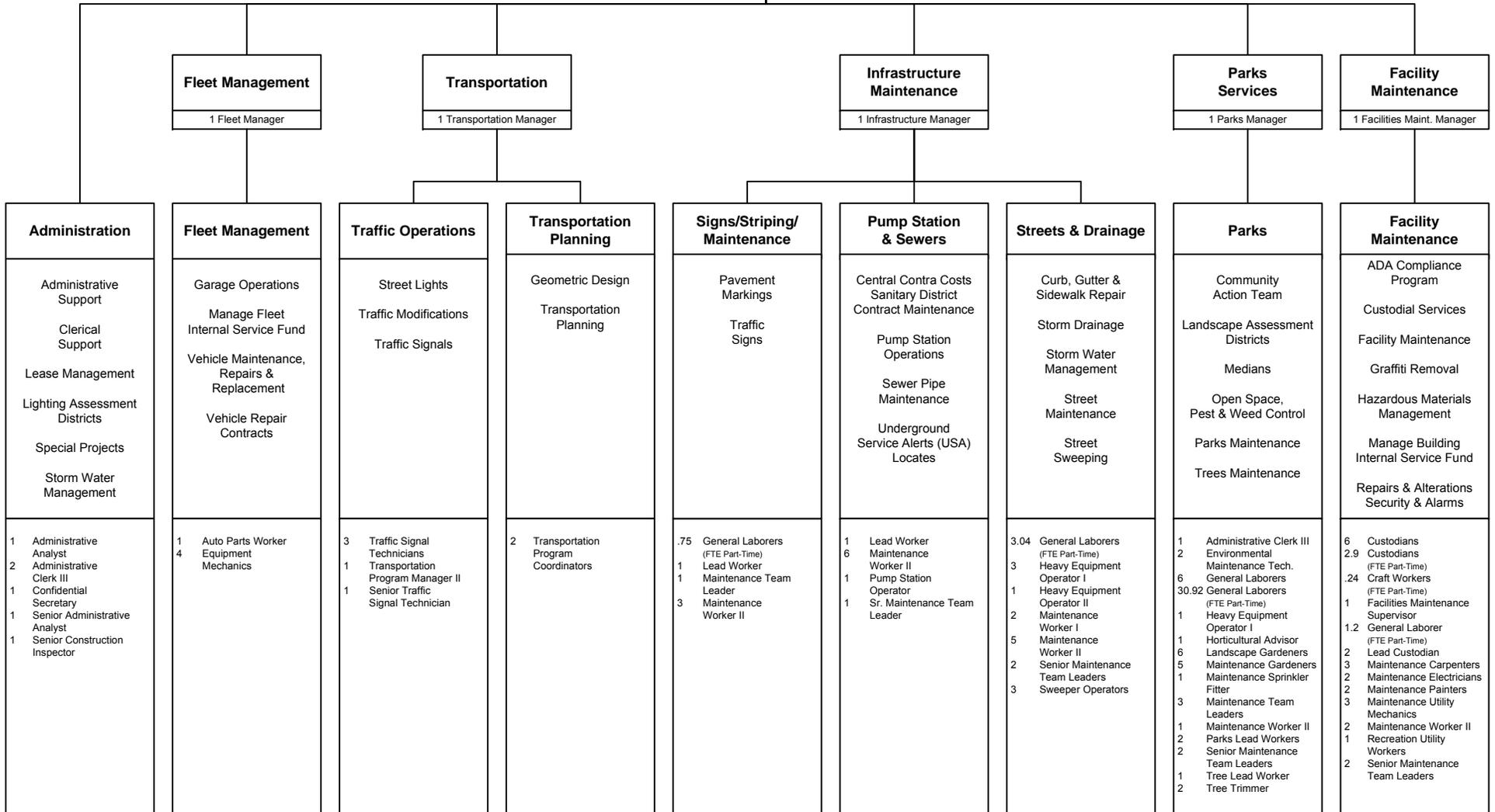
Detectives

Financial
Narcotics

2 Administrative Clerk II
1 Lieutenant
11 Police Officers
.53 Public Safety Assistant (FTE Part-Time)
2 Sergeants

Public Works
Director of Public Works

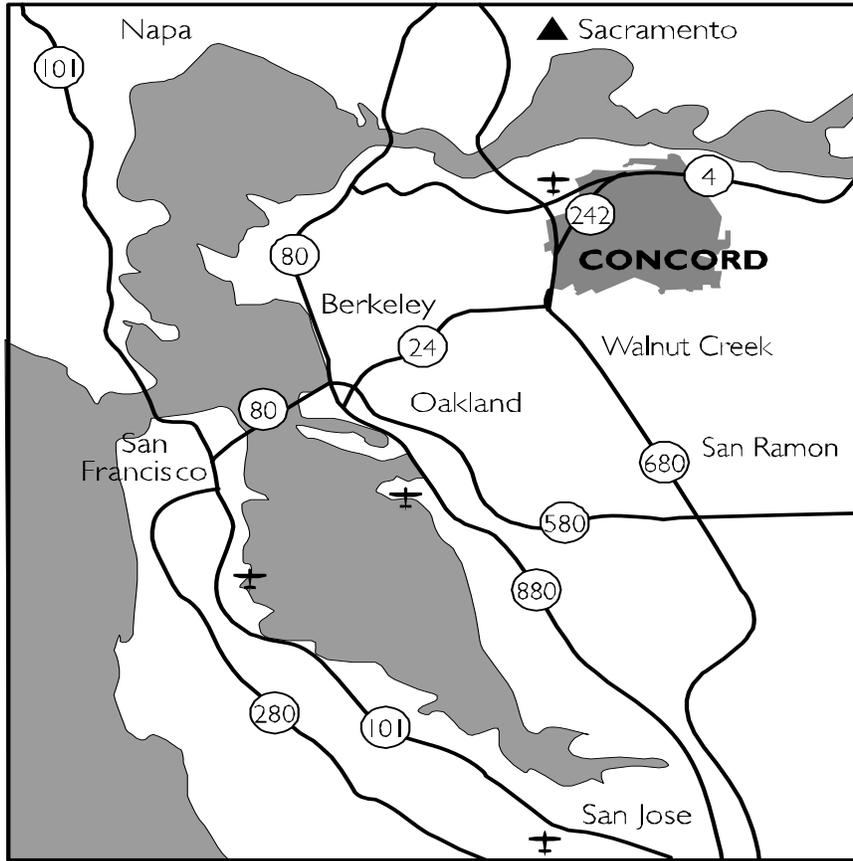
Total Full-Time Staff - 112
FTE Part-Time Staff - 39.05



**CITY OF CONCORD
COMPARATIVE SUMMARY OF
AUTHORIZED FULL-TIME POSITIONS
FOR THE YEAR ENDING JUNE 30, 2009**

	<u>2006-2007</u> <u>Budget</u> A	<u>2007-2008</u> <u>Budget</u> B	<u>2008-2009</u> <u>Budget</u> C	<u>Incr.</u> <u><Decr.></u> D = C - B
GENERAL FUND				
Building, Engineering & Neighborhood Services *	45.0	44.0	43.0	(1.0)
City Attorney	6.0	6.0	6.0	0.0
City Council	6.0	6.0	6.0	0.0
City Management	15.0	15.0	14.0	(1.0)
Community & Recreation Services	20.0	20.0	20.0	0.0
Finance *	26.0	27.0	27.0	0.0
Human Resources	9.0	9.0	8.0	(1.0)
Information Technology	14.0	18.0	18.0	0.0
Concord Community Reuse Project	0.0	3.0	4.0	1.0
Planning and Economic Development	19.0	19.0	14.0	(5.0)
Police	223.0	219.0	220.0	1.0
Public Works	99.0	99.0	99.0	0.0
Total General Fund	482.0	485.0	479.0	(6.0)
ENTERPRISE FUNDS				
Storm Water Management	4.0	4.0	4.0	0.0
Sewer	9.0	9.0	9.0	0.0
Total Enterprise Funds	13.0	13.0	13.0	0.0
GRAND TOTAL CITY AUTHORIZED POSITIONS	495.0	498.0	492.0	(6.0)
REDEVELOPMENT AGENCY	6.0	7.0	7.0	0.0
TOTAL CITY AND REDEVELOPMENT AGENCY	501.0	505.0	499.0	(6.0)

*Includes one overfilled position.



Nestled in the foothills of Mt. Diablo, Concord is the largest city in Contra Costa County with approximately 125,203 residents occupying 31.1 square miles. Its central location offers easy access to San Francisco, Oakland, the Silicon Valley, the redwoods of Northern California, the wineries of Napa Valley, the rugged coastline of Monterey, and the astonishing beauty of the the Sierra mountain range. Bay Area Rapid Transit (BART) high-speed trains, local bus services, Amtrak, ferries and international airports provide transportation options for residents, commuters and visitors.

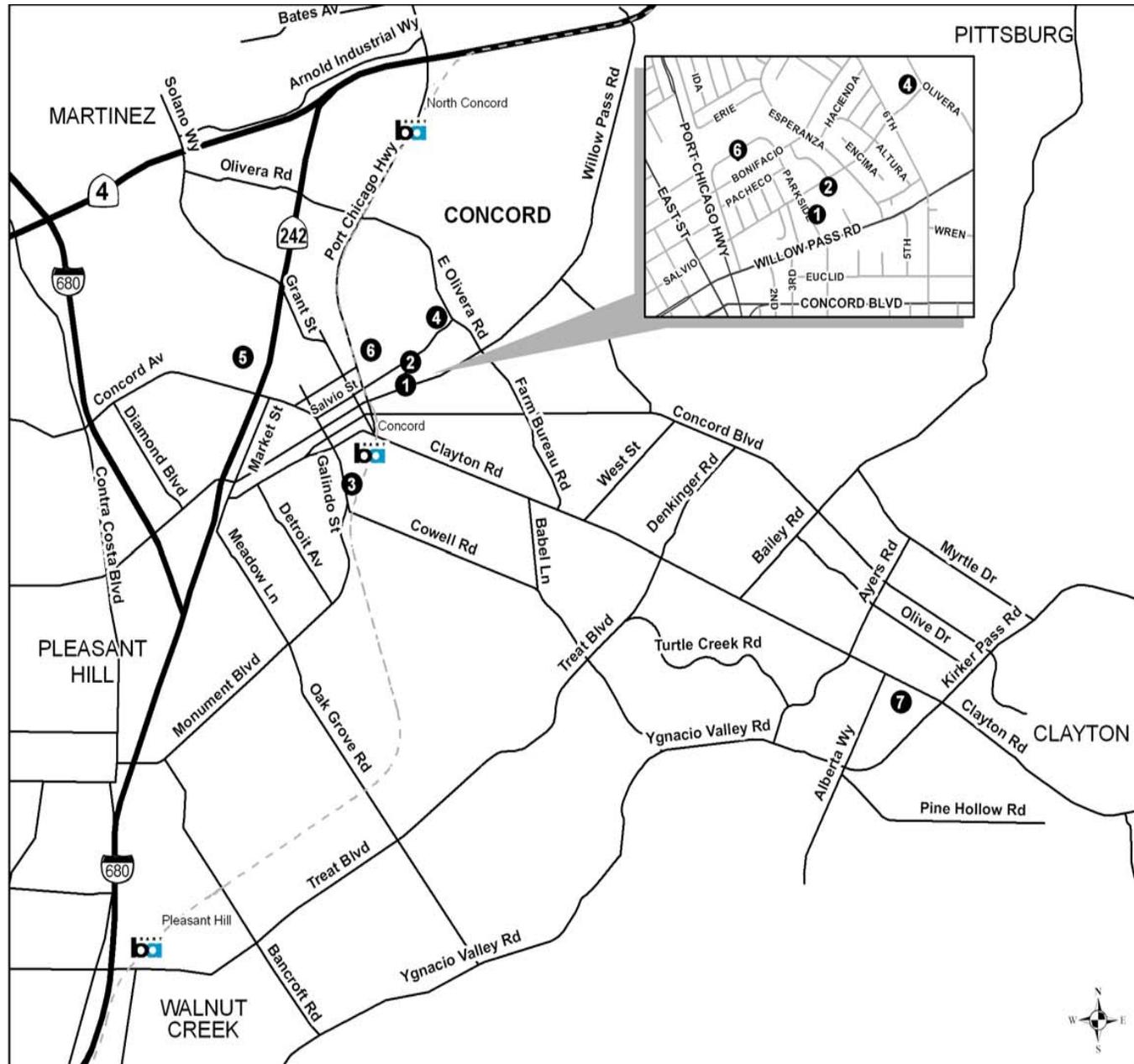
Concord has attracted some of the country's leading financial and commercial businesses. Affordability, accessibility and a proficient workforce contribute to Concord's appeal. Concord's varied housing choices include new homes, apartments, established neighborhoods and townhouses in a broad spectrum of price ranges. Eighteen City parks, a state-of-the-art hospital, a wide variety of restaurants, regional shopping centers, two community centers, a senior center and first-rate weather join the list of Concord's assets.

Concord is a General Law City and operates under the Council-Manager form of government. The five members of the City Council are elected at large for four-year staggered terms. The Council selects representatives to serve as Mayor and Vice-Mayor for what has traditionally been a one-year term. Under this system, the Council appoints the City Manager and the City Attorney. The departments that make up the city government include Building Engineering & Neighborhood Services, City Attorney, City Management, Community & Recreation Services, Finance, Human Resources, Information Technology, Planning and Economic Development, Police and Public Works.



Location of City of Concord Offices

- 1. Civic Center**
1950 Parkside Dr.
(925) 671-3300
- 2. Human Resources**
2974 Salvio St.
(925) 671-3308
- 3. Police Headquarters**
1350 Galindo St.
(925) 671-3200
- 4. Willow Pass Center**
2748 East Olivera Rd
(925) 671-3423
- 5. Corporation Yard**
1455 Gasoline Alley
(925) 671-3448
- 6. Senior Center**
2727 Parkside Dr.
(925) 671-3320
- 7. Centre Concord**
5298 Clayton Rd
(925) 671-3466





An Early History of Concord, California

Once the Town of Todos Santos on the Land Grant of Monte Del Diablo

- A small tribelet of Chupcan (Bay Miwok) Indians were the first known inhabitants of the valley. Dominated by a great mountain to their south, the Chupcan lived along the valley's streams, which flowed north to the wide tule marshes on the edge of the Bay. They shared the valley and the oak-covered hills with tremendous herds of elk, deer and antelope. Salmon filled the streams; grizzly bears roamed foothills.
- In 1772, Spanish explorers, led by Captain Pedro Fages and Father Juan Crespi, became the first Europeans to cross this area. For the next 50 to 60 years, the Spanish would explore, but not settle in our valley.
- In 1828, Don Salvio Pacheco petitioned the Mexican government for lands in the valley and received the "Monte del Diablo" land grant in 1834. The 17,921-acre grant covered our valley from the Walnut Creek channel east to the hills and generally from the Mt. Diablo foothills north to Suisun Bay.
- The name "Monte del Diablo" originally had been used by Spanish soldiers to describe a dense thicket (monte) of willows at the north end of our valley. The soldiers believed the thicket was possessed by evil, devilish Man spirits, hence the name "Monte del Diablo," thicket of the devil.
- Don Salvio's son, Fernando Pacheco, was sent immediately to occupy the grant and begin cattle operations on the Pacheco family's new Rancho that he managed from an adobe still standing in Hillcrest Park. The family joined him in 1846. Don Salvio's grand adobe, which is still located in downtown Concord, became the business, social and cultural center of the region.
- Don Francisco Galindo married Don Salvio's daughter, Maria Dolores Manuela. The Galindo's wood frame home, also on the national register, stands today near the Clayton Road extension and Galindo Street.
- A new town called Pacheco, adjacent to the Rancho, prospered as an industrial and shipping center. Its prosperity, though, was short lived due to fires, flooding and the 1868 earthquake.
- In 1868, Don Salvio Pacheco, his son Fernando, and his son-in-law Francisco Galindo created a new town at the center of their Rancho. They called their new town Todos Santos (All Saints), and, in 1869, offered lots free to the merchants and residents of Pacheco. Bonifacio Street marked its perimeter on the northwest, East Street on the northeast, Contra Costa Street on the southeast, and Galindo Street on the southwest.

- The name Todos Santos would not identify the new town for long. Within months after Todos Santos had been recorded as the official name of the subdivision, Concord was heralded by the Contra Costa Gazette as the actual name of the town. In an article dated April 17, 1869, the paper congratulated the residents of Concord for adopting such a meaningful name for their new village. They highlighted the harmonious spirit and euphony of this fine name. Despite later published reminders and protests by Fernando Pacheco, Concord became the name of our new town.
- By 1879, a population of 300 was reported. It would double by February 1905, when incorporation of the "Town of Concord" was approved by a local eight vote margin.
- It would take 35 years for the population to double again. At the beginning of World War II, small town Concord had an extraordinary high school, a modern hospital, five churches, two railroads, a fine library, a central plaza, two cinemas, a full-service downtown commercial area, tree-lined streets, comfortable homes, and a population of only 1,400. The war years brought exposure; the postwar years began a population boom. By 1948, the population had grown to 6,500.
- Today, the farms, orchards, and the old Rancho are neighborhoods; the classic old downtown has a multistory skyline. Concord has a diverse population approaching 130,000 and is the largest city in Contra Costa County. Confident of its future, Concord is especially proud of its rich history.

On the Cover

Clockwise from top left: Concord unfolds at the foot of Mt. Diablo; art work located at heavily used off-ramp; the Concord Senior Center hosts hundreds of visitors every day; Concord's Centennial Clock located in Todos Santos Plaza; Salvio Pacheco Square has recently undergone a renovation; Mateo's Dream, a park specifically designed as a space where children who cannot walk, hear or see can play alongside those who can.



MISCELLANEOUS STATISTICS
June 30, 2009

Population			
Population	127,195	Date of incorporation	February 9, 1905
Registered voters	52,237	Form of government	Council-City Manager (General Law)
		Area	31.13

Police Protection	
Number of stations	4
Number of sworn personnel	159

Fire Protection	
The City of Concord is part of Contra Costa County Consolidated Fire District	
Number of stations	5
Number of firefighters	45

Sewer Services	
Sewer system in miles	502
Number of households	38,518
Average daily pumping in gallons	12.36 Million

Education	
Number of public schools (Elementary/Jr. High)	23
Number of public schools (High School)	5
Number of Universities/Colleges(California State East Bay,Chapman&Heald)	3
Number of students in public schools	17,942

Culture and Leisure	
Number of theaters	2
Number of performing arts centers	1
Number of libraries	1
Number of City parks	18
Number of art galleries	1
Number of swimming pools	2
Golf Course	1

City Employees	
Full-time	499
Part-time (varies seasonally)	166-399

SOURCE: VARIOUS CITY, STATE AND MT. DIABLO UNIFIED SCHOOL DISTRICTS RECORDS



Demographic Characteristics for Concord FY2008-2009

What is the total population of...?

Concord?	127,195
Contra Costa County?	1,051,674
California?	38,049,462

What percentage of the total population in Concord is under 18?

24.4% (30,562)

What is the total number of people age 55 and older?

27,895 people (22.3%)

What is the total number of people age 65 and older?

13,985 people (11.2%)

What is the median age in the City of Concord?

36.64 years

What percentage of the total population is Hispanic or Latino?

27.8% (35,297)

What is the breakdown of males and females for the total population of Concord?

63,101 male (49.6%)/ 64,094 female (50.4%)

What is the total number of...?

Households?	45,448
Families?	30,997
Families with Children?	15,556

What is the average...?

Household size?	2.75
Family size?	3.30

What is the total number of housing units?

45,789

What is the breakdown of owner occupied vs. renter occupied?

Owner	27,276	61.6%
Renter	16,968	38.4%

Sources: 2000 Census and 2007 Claritas Inc. Site Report.



City of Concord Labor Force

Labor Force Participation

There is above average labor force participation in the Concord trade area.

	1 mile ring	3 mile ring	5 mile ring
Percent of population 16+ Years in Labor Force	47.5%	50.1%	51.8%

Percent of Total Workers by Occupation

Over two-thirds of the Concord trade area labor force is white collar.

White Collar:	1 mile ring	3 mile ring	5 mile ring	Blue Collar:	1 mile ring	3 mile ring	5 mile ring
Managerial/Executive	11.5%	16.2%	19.4%	Craftsmen	11.9%	10.9%	9.0%
Professional	12.1%	18.7%	22.4%	Services	27.0%	17.5%	13.7%
Sales	25.9%	28.9%	28.2%	Other Blue Collar	11.3%	8.8%	7.3%
Percent White Collar	49.5%	62.8%	69.8%	Percent Blue Collar	50.5%	37.2%	30.2%

Education

Over half of Concord's trade area residents have a college education.

	1 mile ring	3 mile ring	5 mile ring
Percent of Population with college education	49.6%	61.2%	69.0%

Tenure

The stability of Concord's trade area labor force is evidenced in high rates of home ownership.

	1 mile ring	3 mile ring	5 mile ring
Percentage of total homes owner-occupied	35.0%	58.8%	64.7%
Percentage of total homes renter-occupied	64.9%	41.2%	35.3%

City of Concord Age Distribution - 2007

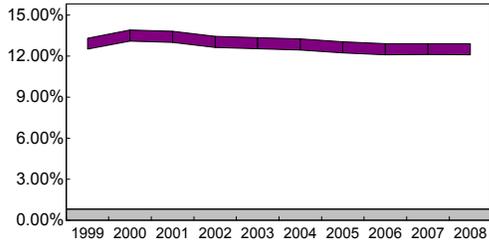
The majority of Concord residents are in the prime employment age between 25 and 54 years.

	Number	Percent
Under 5 Years	8,238	6.58%
6 to 17 Years	22,324	17.83%
18 to 24 years	11,081	8.85%
25 to 34 years	17,741	14.17%
35 to 44 years	19,544	15.61%
45 to 54 years	18,380	14.68%
55 to 64 years	13,910	11.11%
65 years and above	13,985	11.17%
Total Population	125,203	100.00%

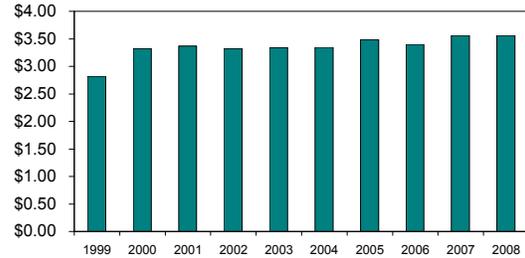
*All statistics except for age distribution are based on 3, 5, and 10 mile rings from the intersection of Concord Avenue and Salvio Streets. Age distribution counts residents within the city boundary. Sources: 2000 Census and 2007 Claritas Inc. Site Report.



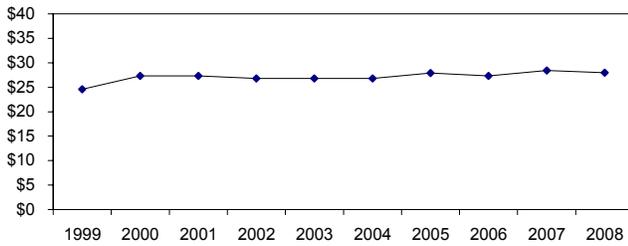
**CITY OF CONCORD
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**



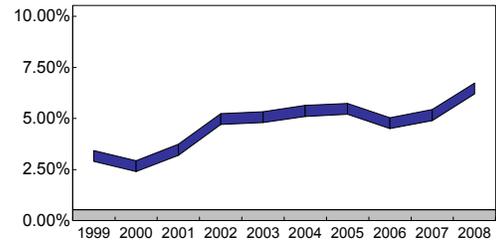
■ City Population % of County



■ Total Personal Income



◆ Per Capita Personal Income



■ Unemployment Rate (%)

Fiscal Year	City Population	Total Personal Income	Per Capita Personal Income	Unemployment Rate (%)	Contra Costa County Population	City Population % of County
1999	114,500	2,818,649,401	24,617	2.9%	916,400	12.49%
2000	121,780	3,325,153,206	27,305	2.4%	930,025	13.09%
2001	123,272	3,367,555,656	27,318	3.2%	948,816	12.99%
2002	123,935	3,324,533,759	26,825	4.7%	981,600	12.63%
2003	124,655	3,343,847,628	26,825	4.8%	994,900	12.53%
2004	124,856	3,349,239,416	26,825	5.1%	1,003,800	12.44%
2005	124,798	3,484,323,723	27,920	5.2%	1,020,898	12.22%
2006	124,436	3,400,903,754	27,331	4.5%	1,029,377	12.09%
2007	125,203	3,559,134,392	28,427	4.9%	1,034,874	12.10%
2008	127,195 (E)	3,559,134,392 (E)	27,982 (E)	6.2%	1,051,674	12.09%

Source: California State Department of Finance. 2008 is estimated.



**Jurisdictional Comparison
Fiscal Year 2009**

	City of Concord	City of Walnut Creek	City of Pleasant Hill
<i>Year Incorporated</i>	1905	1914	1961
<i>Form of Government</i>	Council/Manager General Law City	Council/Manager General Law City	Council/Manager General Law City
<i>Physical Area</i>	31.13 square miles	19.5 square miles	8.2 square miles
<i>Population</i>	127,195	65,306	33,377
Full Time Employees	499	384	124
Population per Employee	255	170	269
Sworn Personnel	159	80	47
Population per Sworn Personnel	800	816	710
<i>Ethnic Make-up of Population</i>			
White	66,447	52,637	25,253
Hispanic or Latino (of any race)	35,297	3,918	2,804
Asian and Native Hawaiian and Pacific Islander	14,627	6,139	3,388
Black or African American	3,956	653	534
American Indian and Alaska Native	611	131	87
Some Other Race	6,257	1,828	1,311
<i>Registered Voters</i>	52,237	39,393	17,952
<i>Party Affiliation</i>			
Democrat	24,834	17,096	8,499
Republican	15,118	14,033	5,097
Other	12,285	8,264	4,356
<i>Number of Housing Units</i>	45,789	32,343	14,497
<i>Mean Household Income</i>	\$77,578	\$85,685	\$84,199
<i>Persons per Household</i>	2.75	2.06	2.32



Number: 91
Authority: City Manager
Effective: 01-02-73
Revised: 03-22-07
Reviewed: 2007
Initiating Dept.: FI

BUDGET PREPARATION

1. PURPOSE

To establish procedures for the development and computation of budget data, including the formulation and updates of work programs and standards of service for the following fiscal year and ten-year financial plan.

2. GENERAL

The budget adopted by the City Council is the financial plan of the city government of Concord. As such, it is a significant document, and its preparation is one of the most important duties performed by City personnel. Time schedules and deadlines indicated in the budget calendar for submission and review of the various phases of the budget are extremely critical and shall be adhered to by all personnel.

Departmental requests for appropriations must be realistic and based on work programs, analysis of needs, and past experience. Each year a comprehensive review of each department's programs and proposals for enhancements is performed. The approved annual budget is an operating plan that establishes expenditure allocations for each program and projections of expenditure allocations for the next nine years. The City of Concord prepares a ten-year financial plan for all City services.

3. PROCEDURE

The budget process is presented in separate stages to permit specialized analysis in each particular area. Preparers must keep in mind the final product as they prepare each phase, so that all phases, although they are prepared independently, can be coordinated into a final budget.

3.1 Budget Kickoff

3.11 This meeting is held early in November to present the budget calendar, distribute information on preparation for both the Operating and Capital Improvement Projects budgets, and position allocation listings for all currently authorized full-time positions.

3.2 Personnel Services

3.21 The Finance Department will calculate full-time personnel salaries and related benefits in accordance with current memoranda of understanding. Requests for new positions or classification change of a vacant position will be included in the projection if they are approved by the City Manager. Any capital outlay required in conjunction with a new position must be submitted in accordance

with section 3.32 below. Requests to exchange or upgrade filled positions must be done in accordance with the procedure outlined by the Human Resources Department.

- 3.22 Position allocations for full-time employees must be submitted to the Finance Department by mid-November. Position allocations shall be in accordance with the tasks in the Performance Based Budget (PBB) system.
- 3.23 Limited service and overtime requests must be completed and include job classification, hours or dollars requested, and position allocations. These requests are then submitted to the Finance Department by mid-November. Finance will include these requests for salary and benefits in projections of personnel costs for all ten-years in the financial plan. Position allocations shall be in accordance with the tasks in the PBB system.

3.3 Operating Expenditures and Capital Equipment Requests

- 3.31 The Finance Department will provide a report to assist each department in completing this phase of budget preparation. The report will contain last year's projection for this budget year by account unit (or task) and account.

Each department will make necessary changes on an exception basis and notify Finance of changes made. Finance will adjust the next nine years with the appropriate inflation factor. Each department will review and update their performance indicators and tasks in the PBB system prior to their budget meeting.

- 3.32 Requests for capital equipment cost or any equipment impacting internal service funds must be justified on a special "Capital Request" form to be forwarded to the Finance Department by September 15 each year. Budget for capital equipment should be recorded with the correct account code in the "1Z" task, unless the equipment is so specialized as to apply to a single performance task.

3.4 Internal Service Funds

- 3.41 Capital equipment requests which impact any of the internal service funds shall be submitted to the Finance Department with copies to the appropriate fund manager so those requests can be included in the internal service fund manager's proposal to the City Manager. Such requests must be submitted by September 15th of each year.
- 3.42 The internal service fund managers will prepare and submit their proposed ten-year replacement and operation plans to the City Manager no later than October 31st of each year for the following fiscal year budget. Any required changes for service charges will be reflected in departmental budgets and reviewed as part of the budget process.

3.5 Departmental Meetings

- 3.51 Prior to the departmental meetings, the City Manager and the appointed budget review committee will meet to discuss the preliminary ten-year financial forecast. The Finance Director will present and explain assumptions and forecasts for the City's major revenue sources.
- 3.52 Meetings with departments will begin early in January. At this time, the City Manager and the budget review committee will review each department's revenue projections (if applicable), expenditure requests, Performance Based Budgeting (PBB) performance measures (indicators and tasks), service level changes, new program requests and ten-year financial forecasts (if applicable).
- 3.53 Departments will make required changes and schedule a revisit meeting if necessary. Departments will update the section in the PBB system describing services performed during the current year, initiatives for the next fiscal year, and any significant changes proposed before the first of March.

3.6 Budget Presentation

- 3.61 The proposed budget will be presented to the City Council for preliminary review no later than the middle of May. The public is invited to the preliminary review, however, this review is intended to be a formal presentation by the City Manager and Department Heads highlighting accomplishments, proposed program enhancements, and significant changes. In June, the City Council will hold two public hearings at which they will review budgets, budget policies and changes. The budget is scheduled for adoption at the second public hearing council meeting in June.
- 3.62 The proposed budget will be available for public review at three locations: City Clerk's Office, Finance Department, and the public library. The proposed budget will be posted to the City's website. A taped two-hour presentation of the proposed budget will be shown on the City's public access station several times before adoption. The City solicits and welcomes all public comments.

CITY OF CONCORD BUDGET CALENDAR 2008-2009

DATE	DESCRIPTION
October 31, 2007	Budget Kick-Off Meeting: 1:00 to 2:30 meeting to provide guidance and instructions on the operating and PBB budget preparation process
November 16, 2007	Information to be completed/submitted: 1. Updated Position Control Listing spreadsheet to Finance (Signed by Department Head) 2. Limited Service and Overtime requests with supporting backup to Finance
November 19, 2007	Finalize Internal Service Funds: 1:30 to 3:30 meeting with Internal Service Fund Managers finalizing 10-Year Replacement Plans
November 20, 2007	Information to be completed/submitted: 1. PBB Structural & Program Changes (Approved by City Manager) 2. Proposed Fee Adjustments with supporting backup to Finance
December 3, 2007	Information to be completed/submitted: 1. Updated expenditure request spreadsheet for FY2008-09 and other 10-Year planning years with supporting backup submitted to Finance 2. Updated revenue estimates spreadsheet for FY2008-09 and other 10-Year planning years with supporting backup submitted to Finance
December 17, 2007	Information to be completed/submitted: Enter proposed PBB unit and performance indicator outcomes anticipated for FY2008-09
January 9, 2008	Budget Committee Meeting (10:00-12:00) to discuss preliminary 10-Year Financial forecast and Non-Departmental Revenues
January 9, - February 20, 2008	Department Meetings <u>(see attached table for exact times)</u> Items to review with Budget Committee: 1. 10-Year Financial Forecasts updated continuously 2. FY2008-09 Revenue Projections 3. FY2008-09 Department Budget Requests 4. Updated Department Initiatives and Significant Changes 5. Updates to Fee Schedule 6. Mid-year Budget Review including your Standard Collection Procedures to support PBB numbers

CITY OF CONCORD BUDGET CALENDAR 2008-2009

DATE	DESCRIPTION
February 28, 2008	Information to be completed/submitted: 1. Finalize Department Accomplishments, Initiatives and Significant Changes 2. Record Changes to Proposed Indicators and Tasks as requested during the budget review
March 11, 2008	Preliminary Budget Memo to Council.
March 14, 2008	Performance Measure Indicators and Task Measurements in PBB updated to include February data
March 28, 2008	Draft Budget Document Complete
March 31-April 4, 2008	Draft Budget Document Reviewed and Edited
April 7, 2008	Proposed Budget Volumes I & II to Printing
April 18, 2008	Proposed Budget to Council
April 21, – May 2, 2008	City Manager reviews budget with individual council members
May 5, 2008	Budget Workshop I – Department Heads and Managers City Council Study Session for Preliminary Review
May 6, 2008	Budget Workshop II – Department Heads and Managers City Council Study Session for Continuing Review
June 2, & June 23, 2008	Public Hearings - City Council reviews budgets and budget policies: 1. City Budget 2. Redevelopment Agency Budget 3. Capital Improvement Program 4. Assessment Districts 5. Proposed Fee Increases 6. Review City policies
June 23, 2008	1. City Council hearing/adoption of: a. Capital Improvement Program 2. City Council adopts: a. Budgets and Budget Policies b. Appropriation limit c. Redevelopment administration support agreement d. Fee Increases

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**BEFORE THE CITY COUNCIL OF THE CITY OF CONCORD
COUNTY OF CONTRA COSTA, STATE OF CALIFORNIA**

**A Resolution Adopting the Municipal Budget,
Including a Ten-Year Financial Plan and the 2008-
2009 Capital Improvement Program, Including a
Ten-Year Capital Improvement Plan, for Fiscal Year
2008-2009 and Reconfirming Authorization to Use
Redevelopment Agency Set-Aside Funds for Housing-
Related Activities Under the City's Neighborhood
Improvement Program**

Resolution No. 08-39

WHEREAS, the City Manager has recommended a Municipal Budget for Fiscal Year 2008-2009 and a Ten-Year Financial Plan; and

WHEREAS, the City Manager has recommended a Capital Improvement Program Budget for Fiscal Year 2008-2009 and a Ten-Year Capital Improvement Plan; and

WHEREAS, the City Manager has recommended modifying funding in FY 2008-09 to zero and in FY 2009-10 to \$150,000 and in FY 2011-18 to \$775,000 to reflect project delays due to lack of matching funds until projects can be successfully coordinated with the utilities involved for Capital Improvement Program Project No. 1228, Utility Undergrounding Project; reducing Capital Improvement Program Project No. 1951, Citywide Traffic/Street Improvements Programs by \$1,100,000; adding \$41,000 of Off-site Street Improvement Program funds for Capital Improvement Program Project No. 2015, Treat Boulevard/Oak Grove Plaza Signal; and adding \$40,000 to the Capital Improvement Program Project No. 1073, California Symphony

WHEREAS, the expenditures provided in said Budget, together with any revisions to it, are within the expenditure limitations imposed by Article XIII B of the California Constitution; and

WHEREAS, the City Council at its regular meetings on June 2, 2008 and June 23, 2008, held public hearings on the Fiscal Year 2008-2009 City of Concord Budget, Ten-Year Financial Plan, Capital Improvement Program, and Ten-Year Capital Improvement Plan at which time any and all members of the public were afforded an opportunity to express their views; and

WHEREAS, the City Manager has recommended reaffirmation of Policy & Procedures Nos. 129 and 163, Budget and Fiscal Policies, and Management Performance Policy, respectively, which provide the concepts and processes that help protect City resources and long-term fiscal health; and

Res. No. 08-39

1 **WHEREAS**, the City Council, pursuant to Resolution 92-28, authorized the use of
2 Redevelopment Agency Set-Aside Funds for housing-related activities under the City's Neighborhood
3 Improvement Program.

4 **NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF CONCORD DOES**
5 **RESOLVE AS FOLLOWS:**

6 **Section 1.** The City Council approves the Municipal Budget for Fiscal Year 2008-2009 and a
7 Ten-Year Financial Plan as submitted by the City Manager.

8 **Section 2.** The City Council accepts the Planning Commission's determination that the 2008-
9 2009 Capital Improvement Program Budget complies with the goals and objectives of the General
10 Plan.

11 **Section 3.** The City Council approves the FY 2008-2009 City Capital Improvement Program
12 Budget and Ten-Year Capital Improvement Plan including modifying funding in FY 2008-09 to zero
13 and in FY 2009-10 to \$150,000 and in FY 2011-18 to \$775,000 to reflect project delays due to lack of
14 matching funds until projects can be successfully coordinated with the utilities involved for Capital
15 Improvement Program Project No. 1228, Utility Undergrounding Project; reducing Capital
16 Improvement Program Project No. 1951, Citywide Traffic/Street Improvements Programs by
17 \$1,100,000; adding \$41,000 of Off-site Street Improvement Program funds for Capital Improvement
18 Program Project No. 2015, Treat Boulevard/Oak Grove Plaza Signal, and adding \$40,000 to the
19 Capital Improvement Program Project No. 1073, California Symphony as submitted by the City
20 Manager.

21 **Section 4.** A copy of the Municipal Budget and Ten-Year Financial Plan and a copy of the
22 Capital Improvement Program Budget and Ten-Year Capital Improvement Plan for Fiscal Year 2008-
23 2009 are on file with the City Clerk.

24 **Section 5.** Reaffirms Policy & Procedure No. 129, Budget and Fiscal Policies, and Policy and
25 Procedure No. 163, Management Performance Policy.

26 **Section 6.** Reconfirms the authorization pursuant to Resolution 92-28 to use Redevelopment
27 Agency Housing Set-Aside Funds for housing-related activities under the City's Neighborhood
28 Improvement Program.



BUDGET APPROPRIATION TRANSFER CONTROLS

1. PURPOSE

To provide a procedure allowing for efficient and cost effective transfers of budgeted funds between City programs, capital projects and line item accounts.

2. POLICY

The City Council recognizes the benefit of adopting a policy for the processing of budget transfers that not only provides for strong internal financial controls, but also encourages improved accountability and budgetary estimates from Department Heads. An integral part of the process should be increased responsiveness, cost effectiveness and elimination of redundant tasks.

3. BUDGET TRANSFER CATEGORIES

3.1 Department Groups

Budget amounts which are assigned to a specific organizational function consisting of programs related in nature or purpose.

3.11 Examples: Departments covered by this section include such functions as City Management, City Attorney, Human Resources, Finance, Information Technology, Community & Recreation Services, Public Works – Maintenance Services, Public Works-Engineering Services, Planning & Economic Development, Building & Neighborhood Services and Police Services.

3.2 Program Groups

Budget amounts which are assigned to a specific organizational function within a department directed to attaining specific purposes or objectives.

3.21 Examples: Programs covered by this section include such functions as City Council, Recruitment and Selection, Network Systems, Finance Administration, Sports and Events, Traffic Operations, Design, Police Operations, Planning, Housing, etc.

3.3 Projects

Budget amounts assigned to projects approved by the City Council. Projects are classified into two general categories; Capital Projects and Other Projects. Capital Projects are projects related to City infrastructure assets. Other Projects are projects not related to City infrastructure assets.

3.31 Capital Projects consist of Specific Projects and Master Projects.

3.311 Specific Projects are one-time projects. An example is the construction of a new police facility which becomes a City asset.

3.312 Master Projects are related to programs that receive annual funding for a particular purpose, such as street rehabilitation or building maintenance. The programs are implemented through specific projects. The schedule for implementing specific projects is based on the prioritization criteria established by the appropriate department. An example of a Master Project is "Arterial/collector Street Overlay/Pavement Management System". An example of a specific project is "Willow Pass Pavement Rehabilitation.

3.32 Other Projects are not related to infrastructure asset. An example would be the California Symphony production.

3.4 Group Appropriation and Accounts

Budgeted amounts within programs which are categorized by nature or purpose within four groups:

Personnel Services (Wages & Benefits)

Materials and Supplies

Fixed Expenses

Capital Outlay

3.41 Examples: Line item accounts addressed in this section include but are not limited to Overtime, Office Supplies, Meetings and Conferences, Small Equipment, etc.

3.5 Appropriations of Money Received for Specific Purposes

Money received for specific purposes requires the establishment of an appropriation and revenue account of equal value. Purposes include a study for a possible or pending improvement or to construct a possible or pending improvement or other designated purposes.

3.51 Example: A developer payment to fund a traffic study.

4. PROCEDURE – LEVEL AND TYPES OF BUDGET TRANSFERS

4.1 General

4.11 All transfers of appropriations are to be processed through the Finance Director for certification as to availability of the budget appropriation, for transfer and account correctness and to ensure that the new use of funds remains consistent with underlying authority.

4.12 Department Heads shall ensure that Performance Based Budgeting (PBB) objectives are maintained on all transfers of appropriations.

4.13 All transfers of appropriations affecting Personnel Services type accounts require the approval of the Human Resources Director.

4.14 The City Manager may add requirements that may abrogate any or all of the authority delegated to Department Heads under this policy.

4.2 Program Group Appropriation Transfers (Accounts)

- 4.21 These transfers are between the groups defined in Paragraph 3.2. In addition to the requirements stated in Section 4.1, the following approvals are required:
- 4.22 City Council approval is not required for program group transfers.
- 4.23 Program group transfers of Personnel services type accounts within the same fund and department require Department Head and City Manager approval.
- 4.24 Program group transfers of Personnel services type accounts between funds within the same department require Department Head and City Manager approval.
- 4.25 Program group transfers of Materials and Supplies type accounts within the same fund and department require Department Head approval.
- 4.26 Program group transfers of Materials and Supplies type accounts between funds within the same department require Department Head and City Manager approval.
- 4.27 Department Heads may approve requests within their department's budget to convert operating line item accounts into project accounts provided no addition is made to the original appropriation approved by the City Council and no changes are made to the funding source or purpose for which the appropriation was originally made.
- 4.28 Department Heads may spend more than is budgeted in a line item account provided the budget for the entire program is not exceeded in total.
- 4.29 Department Heads may substitute the purchase of a capital equipment item for another originally approved during the budget process provided the cost of the substitute item is less than or equal to the amount approved by the City Council. Items greater than that amount require the approval of the City Manager.

4.3 Department Appropriation Transfers

These transfers are between the departments defined in Paragraph 3.1. In addition to the requirements stated in Section 4.1, the following approvals are required:

- 4.31 Department Heads may transfer budget appropriations between departments. The approval of all Department Heads involved in the transfer is required.
- 4.32 Department budget appropriation transfers between departments require the approval of the City Manager.

4.4 Appropriations of Money Received for Specific Purpose

These offsetting budget adjustments are defined in Paragraph 3.5

- 4.41 Offsetting budget appropriation adjustments required as a result of the receipt of money for specific purposes require Department Head approval.
- 4.42 Budget appropriation adjustments greater than the money received for specific purposes require City Manager and City Council approval.

4.5 Project Appropriation Transfers

Paragraph 3.3 describes these transfers.

- 4.51 All Project appropriation transfers require City Manager approval.
- 4.52 Additional appropriations of \$20,000 or more for projects require City Council approval.
- 4.53 Transfer of savings on a project of \$20,000 or more to another project requires City Council approval.
- 4.54 Any unspent funds on a completed Project will be returned to reserves at year-end.

4.6 Special Revenue Appropriation

- 4.61 Budget appropriations based on funds provided by donations, contributions or special grants.
- 4.62 The special revenue appropriation is limited to the exact amount received or to be received.
- 4.63 The City Manager must approve special revenue budget appropriations.
- 4.64 Budget appropriations engendered by grants, donations or contributions require City Council approval.



BUDGET AND FISCAL POLICIES

1. PURPOSE

To guide City budget decisions toward maintaining long-term financial stability, to ensure that basic City services are delivered, and to protect past and future investments in the City's infrastructure and facilities.

2. ADOPTION AND REVIEW

A set of policies were originally adopted in 1995 with the initiation of long-term financial planning for the City. The policies set a course to achieve financial stability. With implementation of the original policies, financial stability for the City has been attained and this document revised to establish a more comprehensive approach to budget and fiscal policies to ensure that the City maintains its financial stability long into the future. Each year at the time the City budget is considered, the City Council shall review the Budget and Fiscal Policies and conduct a review of the proposed budget for consistency with these Budget and Fiscal Policies.

3. POLICIES

3.1 10-Year Financial Planning

- 3.11 City Manager will present a budget (Capital and Operating) that is balanced over the 10-year planning period for all funds.
- 3.12 Utilize the 10-Year Plan as the basis for making long-range financial planning decisions.
- 3.13 Maintain contingency reserves equal to 10% of designated operating expenses for the General Fund and the Enterprise funds.
- 3.14 Maintain a capital and operational fund to address unforecasted needs.
- 3.15 Develop and maintain a revenue monitoring and forecasting system to assist in trend analysis and revenue forecasting for the 10-year planning period.
- 3.16 Document all assumptions for revenue and expenditure forecasts each year.
- 3.17 Establish a financial plan for the Redevelopment Agency that ensures a positive cash balance at the end of the life of the Agency.
- 3.18 Seek reimbursement for State and Federal mandated programs and projects.
- 3.19 Conduct periodic audits for sales tax (point-of-sale), franchises and concessions, and transient occupancy tax (TOT).
- 3.110 Carefully review and discourage grants that may expand or add services without reliable replacement revenue after the grant period ends.
- 3.111 Maintain an aggressive collection system for all accounts receivable.
- 3.112 Be alert to potential development of new revenue sources.

3.2 Performance-Based Budgeting (PBB)

- 3.21 Establish the PBB as the City Council's service delivery policy document.
- 3.22 Establish a PBB that measures service levels, efficiency and effectiveness.
- 3.23 Follow the principles of outcome management in utilizing the PBB.
- 3.24 Ensure all costs (direct and indirect) are charged against each program budget.
- 3.25 Measure work efficiency and effectiveness to ensure an optimal allocation of human and fiscal resources to budget approved services and programs.
- 3.26 Ensure all operating programs have measurable performance objectives which identify the service and level of service, and the resources required to accomplish the objectives.
- 3.27 Complete year-end reports and audits to measure the work accomplished against what was planned at the beginning of the fiscal year and evaluate future service levels.

3.3 Capital Improvement Program (CIP)

- 3.31 Develop a 10-year plan for CIP.
- 3.32 Seek grants for needed capital projects which can offset use of other City funds, which can then be utilized for other needed projects.
- 3.33 Maintain capital improvements to the level required to adequately protect the City's capital investment and to minimize future maintenance and replacement costs.
- 3.34 Include resources required to maintain and operate new capital improvements commencing the year the project is completed and continuing through the balance of the 10-Year Plan.
- 3.35 Ensure capital budgets contain all costs to complete the project (design, right-of-way, construction, inspection, contract management, contingency).
- 3.36 Ensure all proposed projects in the 10-Year Plan have a viable source of funding for both construction and maintenance.
- 3.37 Fund projects proposed for Enterprise programs by revenues derived from user fees.
- 3.37 Encourage pay-as-you-go financing of capital improvements where feasible.

3.4 Internal Service Funds

- 3.41 Maintain Internal Service Funds for Workers' Compensation, Risk Management, Storm Water, Fleet Maintenance and Replacement, Technology Maintenance and Replacement (including all computer/software and communications equipment), Building Maintenance and Replacement and Miscellaneous/Office Equipment Maintenance and Replacement.
- 3.42 Maintain a 10-year financial plan for all Internal Service Funds.
- 3.43 Include cost of operation, maintenance and replacement in the 10-year financial plans.

- 3.44 All costs (operation, maintenance and replacement) associated with each Internal Service Fund will be charged to the appropriate user department.
 - 3.45 Maintain equipment and facilities to the level required to adequately protect the City's investment and to minimize future maintenance and replacement costs.
- 3.5 Enterprise Funds
- 3.51 Maintain a 10-year financial plan for all Enterprise Funds.
 - 3.52 All costs associated with providing administrative support (finance, personnel, legal, etc.) shall be charged to the appropriate Enterprise Fund.
 - 3.53 Periodically review market driven enterprise operations for partnerships, sponsorships and other mutually beneficial business development opportunities.
 - 3.54 The cost of each enterprise shall be completely offset by user charges and fees derived from the enterprise activity. Costs shall include operating, maintenance, capital, debt service, contingency and administrative costs.
 - 3.55 Periodically review and adjust user fees in order to avoid large one-time fee increases. For Golf the review should include the market established for similar services.
 - 3.56 Periodically review concession agreements, lease agreements and all other revenue generating agreements in order to determine if the City is receiving a return that reflects the market for similar agreements.
- 3.6 Investment Policies/Financial Practices
- 3.61 Maintain an Investment Policy consistent with established regulations and guidelines. Said policy is to be reviewed each year by the City Council.
 - 3.62 The Investment Policy shall address safety, liquidity and yield.
 - 3.63 Limit use of debt to minimize future commitment of the fiscal resources of the City and its taxpayers.
 - 3.64 Debt payment should not exceed the anticipated useful life of an improvement, and in no case should it exceed 30 years.
 - 3.65 Maintain accounting systems and financial management practices in accordance with generally accepted accounting principles, so as to result in an unqualified opinion from the City's independent auditor.
- 3.7 Review and Adopt a Performance Based Budget
- 3.71 The budget will be adopted as shown in the operating and Performance Based Budget document annually.
 - 3.72 Full review of revenue and expenditures assumptions and preparation of the Capital Improvement Program and Ten-Year Plans on all funds will be done annually.
 - 3.73 The City Council will hold public hearings and formally approve a budget for the City annually.

3.8 Reserve Funds

- 3.81 An aggregate reserve, in addition to the 10% operating contingency, will be established and maintained at a level not less than equal to 20% of the General Fund total operating budget. The reserve shall be determined to be fully funded when 20% of the General Fund operating budget can be maintained as the reserve projected balance at the end of each fiscal year and funded within the approved General Fund Ten-Year Plan.
- 3.82 Reserve funds will have four sub-accounts: the Economic Contingency Reserve, the Unforecasted Reserve, the Capital/Maintenance Reserve, and the Benefits Reserve.
- 3.83 Reserve funds will be built and replenished as necessary to maintain full funding of the minimum reserve through regular annual contributions at least equal to 4% of the General Fund operating budget. The City Council will annually review and approve the distribution of reserve contributions among the four sub-accounts as part of the budget process.
- 3.84 The City Council may act to override the individual purposes of some or all of the four sub-account reserves in the face of a major economic crisis of calamitous dimensions and draw on reserves to maintain the City's fiscal stability. In such a case the Council will take formal action determining that multiple adverse factors exist that warrant this exceptional use of one or more of the sub-account reserve funds.
- 3.85 The Economic Contingency Reserve is to be made available by Council appropriation to meet unanticipated needs caused by State or Federal redirection of City resources, general economic downturns, or reductions in operating revenues.
- 3.86 The Unforecasted Reserve is to be made available by Council appropriation to continue services if State, Federal or other grant funding sources are lost, and to offset the costs of unanticipated, unfunded governmental mandates.
- 3.87 The Capital/Maintenance Reserve is to be made available by Council appropriation to meet unanticipated, unscheduled and or unprogrammed capital and maintenance needs of City infrastructure and facilities. This reserve is intended to be used for major capital repair where facility failure, unexpected hazards, or destruction of City property has occurred and where repair or replacement is not planned within the established capital, operations or internal replacement funds. The threshold for work meeting this intent will be the same dollar amount as the threshold set for inclusion of projects in the City Capital Improvement Program.

In exceptional circumstances and where adequate funding sources are not available, the City Council may consider appropriation of Capital/Maintenance Reserve funds for a new capital improvement. When making such an appropriation, the City Council will first determine that the maintenance and operating costs of the new project can be fully supported in the Ten-Year Plan in accordance with Policy 3.33.

- 3.88 The Benefits Reserve Fund is available to support unplanned costs and obligations of existing employment benefits. The Benefits Reserve is not intended for use to enhance benefits negotiated through the collective bargaining process that require City Council approval.



Concord
Annual Appropriation Limit

Article XIII B of the State Constitution and subsequent implementation legislation imposes that the City of Concord limit each fiscal year's appropriations of the proceeds of taxes to the amount of such appropriations in Fiscal Year 1978-79 as adjusted per California Per Capita Income and the County of Contra Costa's annual population growth. Government Code Section 37200 requires that the appropriation limit and the total appropriations subject to limitation be published in the annual budget. The City's limitation is calculated every year and it is established by a resolution of the City Council as a part of the Annual Operating Budget. Resolution No. 08-38 was approved on June 23, 2008 establishing the City of Concord's appropriation limit.

Accordingly:

City of Concord Spending Limit Calculation Fiscal Year 2008-2009		
Appropriations subject to limit		
Fiscal Year 2008-2009 Revenues (all funds)	\$	89,745,476
Less: Non proceeds of tax		(23,081,292)
Less: Exclusions		(3,175,170)
Plus User Fees in excess of costs		-
Total appropriations subject to limit	\$	63,489,014
Appropriation limit		
Fiscal Year 2007-2008 appropriation limit	\$	120,237,423
A = Cost of living adjustment - CPI	1.0429	
(Based on change in California per capita income)		
B = Population adjustment	1.0136	
(Based on Contra Costa County's population growth change)		
Change Factor = (A multiplied by B)	1.05708344	
Increase in appropriation limit		6,863,566
Fiscal Year 2008-2009 appropriation limit	\$	127,100,989
Remaining appropriation capacity (deficit)	\$	63,611,975
Available capacity as a percent of appropriation limit		50.05%

Computation of Legal Debt Margin
June 30, 2008
(amounts expressed in thousands)

Assessed Valuation:	
Assessed Value:	\$ 13,394,577
Add: Exempt real property	608,213
Total Assessed Value	<u>\$ 14,002,790</u>
Debt Applicable to Limitation	
Total Bonded Debt	\$ -
Less amount available for repayment of General Obligation Debt	-
Total Debt Applicable to Limitation	<u>\$ -</u>
Legal Debt Margin:	
Debt Limitation - 15% of total assessed value	\$ 2,100,419
Less total debt applicable to limitation	-
Legal Debt Margin	<u>\$ 2,100,419</u>