

SUPPLEMENTAL REPORTS & COMMUNICATIONS II
Office of the City Clerk

City Council of the City of Napa
Special Meeting

June 8, 2020

FOR THE CITY COUNCIL OF THE CITY OF NAPA:

EVENING SESSION:

3. PUBLIC HEARINGS/APPEALS:

3.A. Proposed Budget for FY 2020/21

- Email from Lisa Cody received on June 8, 2020. *

****EMAIL OR HANDWRITTEN COMMENTS WILL BE READ INTO THE RECORD BY CITY STAFF
DURING THE MEETING.***

From: [Lisa Cody](#)
To: [Clerk](#)
Subject: Please read for in comments for budget item now being presented
Date: Monday, June 8, 2020 7:13:44 PM

[EXTERNAL]

Please explain how the following policy (below) affects the use of emergency reserves prior to using contingency and operating reserves, the ongoing transfer of cip reserve in the budget, and not using the general fund dollars in reserve in special funds which the city staff told us would not be used because they did feel it was necessary.

The city's policy is:

“After all other General Fund (non-restricted) and discretionary reserve contingency funds are exhausted and it becomes necessary for the City to use funds from its Emergency Reserves (as defined by City fiscal policy adopted in Fiscal Year Budget 2011-2013, which is 12% of the General Fund budgeted operating expenditures) for non-emergency, operational purposes, or in the event of an unanticipated event causing a fiscal crisis,”

How can emergency reserves be used before exhausting all other general fund reserve money no matter where it is stored in other special fund?

Please clarify why the finance director stating there would be a 4 to 5 million dollar deficit for this fiscal year when just days ago the City finance staff and city manager told us directly that the deficit would likely be about 2.5 million.

Finance staff also reported that emergency reserves were not even being considered for filling any deficits for fiscal year 21 at this point and that the nonrecurring fund and capital projects would first be considered. It was mentioned that there will be nonrecurring money in the amount of 1.2 million to help fill the deficit in FY 21.

You have a 3.8 million deficit forecast for fy 21. Please state this in your opening comments as was presented by the finance analyst. Please stop continuing to repeat a narrative of a 20 or 29 million dollar deficit for fy 21 when that is a shortfall in revenue only.

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Sent from my iPhone