

CITY OF FAIRFIELD

RESOLUTION NO. 2022-212

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF FAIRFIELD AUTHORIZING A LOAN AND BUDGET TRANSFER FROM THE INTERGOVERNMENTAL LOAN FUND TO LANDSCAPING AND LIGHTING MAINTENANCE DISTRICT NO. 6 – PEPPERTREE FOR LANDSCAPE MAINTENANCE SERVICES THROUGH THE FISCAL YEAR 2022-2023 AND AUTHORIZING AN UPDATE TO THE FISCAL YEAR 2022-2023 BUDGET

WHEREAS, on April 19, 2022, City staff informed the City Council that fiscal year (FY) 2022-2023 assessment revenue for Landscaping and Lighting Maintenance District (LLMD) No. 6 – Peppertree is insufficient to provide a level of landscape maintenance services comparable to the level of services provided in FY 2021-2022; and

WHEREAS, the council may approve intergovernmental fund loans in accordance with the Interfund Loan Policy; and

WHEREAS, the council may set the interest rate at 0% in accordance with Resolution 1991-213B; and

WHEREAS, the projected shortfall was initially calculated at \$40,000; and

WHEREAS, the council authorized staff to offer a \$40,000 loan from the Intergovernmental Loan Fund to LLMD No. 6 – Peppertree, which would be repayable over five years in equal annual installments beginning in FY 2023-2024 with 0% interest to provide landscape maintenance services at the FY 2021-2022 levels through FY 2022-2023; and

WHEREAS, the shortfall was recalculated to be \$28,000; and

WHEREAS, a community survey was conducted from May 27, 2022, to July 22, 2022, to ascertain property owners' level of support for, or opposition to, receiving a loan and paying a greater assessment rate for five years to repay the loan; and

WHEREAS, providing for the loan to bear 0% interest will not pose a financial hardship to the General Fund; and

WHEREAS, funding was not allocated in the City's approved FY 2022-2023 Budget, thus requiring an adjustment in the amount of \$28,000 to cover the loan amount; and

WHEREAS, the revised appropriation constitutes an update to the FY 2022-2023 Budget approved pursuant to Resolution No. 2022-122.

NOW, THEREFORE, THE COUNCIL OF THE CITY OF FAIRFIELD HEREBY RESOLVES:

Section 1. The council hereby approves a budget adjustment and transfer of \$28,000 from the General Fund (Fund 011) to the Intergovernmental Loan Fund (Fund 551).

Section 2. The council hereby approves a loan, budget adjustment, and transfer of \$28,000 from the Intergovernmental Loan Fund (Fund 551) to LLMD No. 6 – Peppertree (Fund 076).

Section 3. The loan shall be issued with a 0% interest rate and shall be repayable over five years in equal annual installments beginning in FY 2023-2024.

Section 4. The loan repayment will occur from assessment revenues available either as a result of increased assessments approved pursuant to a Proposition 218 proceeding or a reduction in services.

Section 5. The director of public works is hereby authorized to do all things necessary to implement this resolution.

PASSED AND ADOPTED this 16th day of August, 2022, by the following vote:

AYES: COUNCILMEMBERS: PRICE / BERTANI / MOY / PANDURO / TIMM / TONNESEN / VACCARO

NOES: COUNCILMEMBERS: None

ABSENT: COUNCILMEMBERS: None

ABSTAIN: COUNCILMEMBERS: None

Wang T. Price
MAYOR

ATTEST:

Karen L. Rees
CITY CLERK