

RESOLUTION NO. _____ (N.C.S.)

**RESOLUTION AUTHORIZING ADDING A LONG-TERM FISCAL AND
SUSTAINABILITY IMPACT SECTION TO THE FINANCIAL POLICIES
OF THE CITY OF SALINAS**

WHEREAS, the National Resource Network was created as a part of President Obama's "Strong Cities, Strong Communities" program, and provides technical assistance to distressed communities; and

WHEREAS, the Laura and John Arnold Foundation granted \$4 million to the National Resource Network to work with Cities to develop and implement multi-year budgeting plans in up to five jurisdictions nationwide; and

WHEREAS, the National Resource Network selected the City of Salinas as one of five cities nationally to receive this assistance; and

WHEREAS, on December 4, 2018, the National Resource Network presented the Salinas Ten-Year Plan to the City Council, providing a series of recommendations designed to allow the City to maintain long-term fiscal solvency, maintain its key services, and address the housing affordability crisis; and

WHEREAS, one recommendation within the Salinas Ten-Year Plan is to financial policy to require a minimum five-year budget forecast that shows how the current budget being considered by the City Council for approval helps maintain fiscal sustainability over a longer-term horizon.

NOW, THEREFORE, the City Council hereby authorizes the addition of a long-term fiscal and sustainability impact section to the Financial Policies of the City of Salinas as recommended by the National Resource Network in the Salinas Ten-Year Plan.

PASSED AND ADOPTED this 8th day of January 2019 by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

APPROVED:

Joe Gunter, Mayor

ATTEST:

Patricia M. Barajas, City Clerk

Exhibit A – Proposed Addition to the Financial Policy

EXHIBIT A

The following new financial policy is proposed:

IXX. LONG-TERM FISCAL AND SUSTAINABILITY IMPACT

- A. Purpose - This policy documents requirements and responsibilities for considering the long-term impact of current decisions.
- B. Annual Budgets - As part of the annual budget, the document will include a minimum five-year budget forecast that shows how the current budget being considered by the City Council for approval helps maintain fiscal sustainability over a longer-term horizon.
- C. Staff Reports - On each staff report to City Council, the report should include a section on fiscal and sustainability impact. For impacts greater than \$100,000 for one fiscal year and that continue for more than 3 years, a table showing the impact over a 10-year period should be added to the staff report in the fiscal impact and sustainability section of the staff report.