

FILED
 INTRODUCED BY COUNCILMEMBER SCHAAF
 OFFICE OF THE CITY CLERK
 OAKLAND

2013 AUG 28 PM 4: 30

OAKLAND CITY COUNCIL

RESOLUTION NO. 84264 C. M. S.

RESOLUTION AMENDING RESOLUTION NO. 81399 C.M.S. REGARDING THE CITY OF OAKLAND LONG-TERM FINANCIAL PLANNING POLICY TO CHANGE THE NAME OF THE POLICY, NAME OF THE RESULTING PRODUCT, DEADLINE FOR PRODUCTION, AND ADD SOME ADDITIONAL REQUIREMENTS.

WHEREAS, the City of Oakland adopted a Long-Term Financial Planning Policy in 2003 that it updated in 2008; and

WHEREAS, the policy directed the City Administrator to conduct a forecast by assessing future revenues and expenditures of the General Purpose Fund and other major funds over a five year forecast period; and

WHEREAS, the document required by the policy and described as a plan would more accurately be described as a forecast, in that it need not provide a plan of future action for the City; and

WHEREAS, the policy's deadline for submitting the document created a conflict with other budgeting processes that take place in the same timeframe; now, therefore, be it

RESOLVED, that the City Council of the City of Oakland hereby finds, determines, declares and resolves as follows:

Section 1. All of the recitals set forth above are true and correct.

Section 2. In order to ensure that City of Oakland decision makers have the information required to make current financial decisions in the context of forecasted future conditions, the City Council hereby adopts the financial policy, as set forth below:

CITY OF OAKLAND LONG-TERM FINANCIAL FORECASTING POLICY

I. Purpose/Definition

The Five-Year Financial Forecast ("Forecast") is a planning tool that estimates the City's likely revenues and expenditures over a future five-year period, based on appropriate financial, economic, and demographic data. The Forecast focuses on the General Purpose Fund and contains information on other major funds such as the Landscape and Lighting Assessment District. The purpose of the Forecast is to surface all major financial issues and estimate future financial conditions to support informed long-term planning and decision making regarding issues such as expenditures, labor negotiations, economic development policies, and revenue policies. Such planning

provides for greater financial stability, signals a prudent approach to financial management, and brings the City into compliance with current best practices of other governmental entities. The Forecast shall be produced and distributed no later than February 1 of every odd year. The Forecast shall contain the two-year baseline budget for the forthcoming two-year budget period, clearly reflecting existing service levels and obligations, plus an additional three-year forecast. The Forecast shall also contain information on the variance between prior forecasts and actual amounts, including the factors that influenced these variances.

II. General Responsibilities

Budget Office

The City Administrator shall be responsible for producing the Five-Year Financial Forecast.

Other Departments

Other departments shall be responsible for providing in a timely manner such information as the City Administrator requires to produce the Forecast.

The City Council and the City Administrator

The City Council and City Administrator shall make use of the information contained in the Forecast as they consider actions that would have a significant impact on the City's budget or financial position.

FURTHER RESOLVED, that this Resolution shall take effect immediately upon its passage.

In Council, Oakland, California, APR 2 2013, 2013

PASSED BY THE FOLLOWING VOTE:

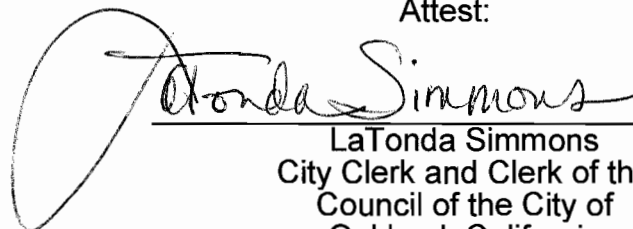
Ayes- ~~BROOKS~~, GALLO, KALB, KAPLAN, ~~MC ELHANEY~~, ~~REID~~, SCHAAF, AND
PRESIDENT KERNIGHAN - 5

Noes- 0

Absent- Brooks, McElhaney, Reid - 3

Abstention-

Attest:



LaTonda Simmons
City Clerk and Clerk of the
Council of the City of
Oakland, California