



RESOLUTION NO. 2010-87

A RESOLUTION OF THE COUNCIL OF THE CITY OF FRESNO,  
CALIFORNIA RATIFYING MAYOR SWEARENGIN'S  
DECLARATION OF FISCAL EMERGENCY DUE TO SIGNIFICANT  
DECLINE IN GENERAL FUND REVENUES

WHEREAS, consistent with Executive Order 03-01 and Council Resolution No. 2004-27, Mayor Swearingin has issued a Declaration of Fiscal Emergency, which is attached herein;  
and

WHEREAS, the Council agrees that a fiscal emergency exists due to a significant decline in General Fund revenues which in the opinion of the City Manager impairs his ability to administer the Council-adopted budget; and

WHEREAS, the Council supports the Mayor's request to expend up to \$6.354 million from the General Fund Emergency Reserve for the following purposes:

- a. Employee Retirement Incentive: The General Fund cost of the Employee Retirement Incentive (ERI) is funded at \$1.354 million. This represents \$1.050 million in incentives and \$304,000 in employee leave payout costs. Investment in this program will provide future personnel savings for the General Fund by offering an incentive to qualifying employees to leave service early. The estimated annual salary and benefits savings is expected to be \$2.1 million.
- b. Employee Leave Payoffs: The projected cost of General Fund and Internal Service Fund (ISF) employee leave payoffs related to layoffs is \$2.4 million. This expense will relieve the City's balance sheet of future liability in an equal amount and will reduce future pension retirement obligations.
- c. Unemployment Costs: The cost of unemployment associated with the FY 2011 contraction is estimated at \$2.6 million; and

Adopted 05-06-10  
Approved 05-14-10  
Effective 05-14-10

Resolution Ratifying Declaration  
of Fiscal Emergency

2010-87





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STATE OF CALIFORNIA )  
COUNTY OF FRESNO ) ss.  
CITY OF FRESNO )

I, REBECCA E. KLISCH, City Clerk of the City of Fresno, certify that the foregoing resolution was adopted by the Council of the City of Fresno, at a regular meeting held on the 6th day of May, 2010.

AYES : Borgeas, Brand, Dages, Perea, Sterling, Xiong, Westerlund  
NOES : None  
ABSENT : None  
ABSTAIN : None

Mayor Approval: May 14, 2010  
Mayor Approval/No Return: N/A, 2010  
Mayor Veto: N/A, 2010  
Council Override Vote: N/A, 2010

REBECCA E. KLISCH  
City Clerk

BY: Rebecca E. Klisch  
~~Deputy~~

APPROVED AS TO FORM:

CITY ATTORNEY'S OFFICE

BY: James C. Sanchez  
JAMES C. SANCHEZ  
City Attorney

JCS:skl [53063skl/jcs] 04/230/10

May 7, 2010

Council Adoption: 05/06/10

Mayor Approval:

Mayor Veto:

Override Request:



TO: MAYOR ASHLEY SWEARENGIN  
FROM: REBECCA E. KLISCH, CMC *REK*  
City Clerk

SUBJECT: TRANSMITTAL OF COUNCIL ACTION FOR APPROVAL OR VETO

At the Council meeting of 5/06/10, Council adopted the attached Resolution No. 2010-87 entitled **Ratifying Mayor's declaration of fiscal emergency**, Item No. **2:00 P.M. a**, by the following vote:

Ayes	:	Borgeas, Brand, Dages, Perea, Sterling, Xiong, Westerlund
Noes	:	None
Absent	:	None
Abstain	:	None

Please indicate either your formal approval or veto by completing the following sections and executing and dating your action. Please file the completed memo with the Clerk's office on or before May 17, 2010. In computing the ten day period required by Charter, the first day has been excluded and the tenth day has been included unless the 10<sup>th</sup> day is a Saturday, Sunday, or holiday, in which case it has also been excluded. Failure to file this memo with the Clerk's office within the required time limit shall constitute approval of the ordinance, resolution or action, and it shall take effect without the Mayor's signed approval.

Thank you.

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**APPROVED:**

**VETOED** for the following reasons: (Written objections are required by Charter; attach additional sheets if necessary.)

*Ashley Swearengin*  
Ashley Swearengin, Mayor

Date: 5/14/10

**COUNCIL OVERRIDE ACTION:**

Date: \_\_\_\_\_

Ayes	:	
Noes	:	
Absent	:	
Abstain	:	