

ORDINANCE NO. 5270

ORDINANCE OF THE COUNCIL OF THE CITY OF PALO ALTO AMENDING THE BUDGET FOR FISCAL YEAR 2015 IN THE AIRPORT ENTERPRISE FUND, INCREASING THE ALLOCATION FOR CONTRACTUAL LEGAL SERVICES IN THE AMOUNT OF \$200,000, OFFSET BY AN INCREASE TO THE TRANSFER FROM THE GENERAL FUND. IN THE GENERAL FUND, THE TRANSFER TO THE AIRPORT ENTERPRISE FUND WILL BE INCREASED BY \$200,000, OFFSET BY A REDUCTION TO THE BUDGET STABILIZATION RESERVE.

The Council of the City of Palo Alto does ordain as follows:

SECTION 1. The Council of the City of Palo Alto finds and determines as follows:

A. Pursuant to the provisions of Section 12 of Article III of the Charter of the City of Palo Alto, the Council on June 16, 2014 did adopt a budget for Fiscal Year 2015; and

B. The Palo Alto Airport has been operated by the County of Santa Clara since 1967, on leased land from the City. In the period between Fiscal Year 2010 and Fiscal Year 2014, the General Fund has loaned the Airport Fund a cumulative total of \$1,081,804; and

C. The Fiscal Year 2015 Adopted Budget included a loan from the General Fund to the Airport Fund in the amount of \$560,000, increasing the cumulative loan amount to \$1,641,804; and

D. On August 11, 2014, the City completed the transfer of sponsorship, operation and management of the Palo Alto Airport, allowing for the City to qualify for federal funding for an urgently needed runway improvement project; and

E. As the City was involved in discussions with the County of Santa Clara, the Federal Aviation Administration, the State Lands Commission, the City has relied upon the outside legal counsel, in conjunction with in-house legal support, due to specific expertise needed for the takeover; and

F. It has been determined that an additional \$200,000 is required for legal services. This funding need, unanticipated in the development of the FY 2015 Adopted Operating Budget, will support expenses incurred in the months leading up to the August 2014 Airport takeover, and allow for some minimal level of outside counsel in the remaining months of the year; and

INTRODUCED AND PASSED: September 22, 2014
AYES: BERMAN, BURT, HOLMAN, KLEIN, KNISS, PRICE,
SCHARFF, SCHMID, SHEPHERD

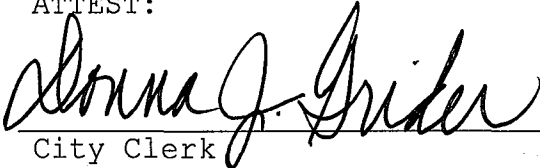
NOES:

ABSTENTIONS:

ABSENT:

ATTEST:

APPROVED:

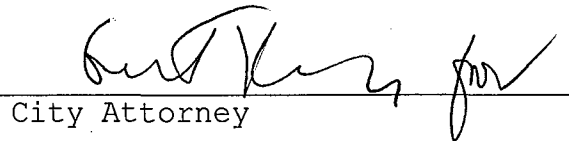


City Clerk

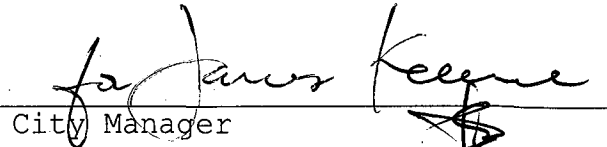


Mayor


APPROVED AS TO FORM:



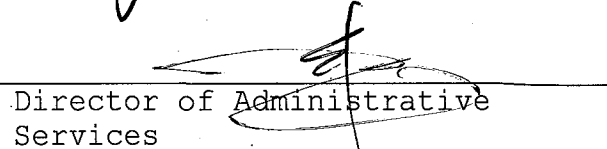
City Attorney



City Manager



Director of Public Works



Director of Administrative
Services