

DRAFT

RESOLUTION 20xx-xxx

RESOLUTION APPROVING THE TRANSFER OF FUNDS WITHIN THE FY2019-2023 CAPITAL IMPROVEMENT PROGRAM BUDGET APPROPRIATION FROM CIP RESERVE AND CONTINGENCY TO CIP CAPITAL LABOR IN THE AMOUNT OF \$1,500,000 PURSUANT TO BPC POLICIES NO. 90 AND NO. 120

WHEREAS, the San Diego Unified Port District (District) is a public corporation created by the legislature in 1962 pursuant to Harbors and Navigation Code Appendix 1, (Port Act); and

WHEREAS, the Capital Improvement Program (CIP) was established for the orderly development or improvement of the capital assets of the District pursuant to BPC Policy No. 120; and

WHEREAS, the internal costs of staff (capital labor) for each project are completely funded by the CIP and are deducted from the personnel expense budget for this investment; and

WHEREAS, the FY2019-2023 CIP budget included an estimate of \$1,850,000 for capital labor which was forecast in January 2018 to be remaining at the end of FY2017/18; and

WHEREAS, during the second half of FY2017/18, the Chula Vista Bayfront project achieved major milestones which necessitated the deployment of additional staff in order to meet District obligations; and

WHEREAS, these additional resources accelerated the use of capital labor and the actual remaining balance at the beginning of FY2018/19 was 1,088,437; and

WHEREAS, the Board has transferred funds to capital labor as needed over the past 3 years to fund the cost of internal labor pursuant to BPC No. 120; and

WHEREAS, staff anticipates the balance of capital labor will be depleted in January 2019 and recommends transferring \$236,700 from CIP Contingency and \$1,263,300 from CIP Reserve, for a total of \$1,500,000, to CIP Capital Labor; and

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WHEREAS, this is expected to provide the required capital labor through the remainder of FY2018/19; and

WHEREAS, at the 2019 budget workshop, staff will recommend funding additional capital labor to support the CIP program through FY2019/20.

NOW, THEREFORE, BE IT RESOLVED that the Board of Port Commissioners of the San Diego Unified Port District approves the transfer of funds within the FY2019-23 Capital Improvement Program budget appropriation as follows: \$236,700 from CIP Contingency and \$1,263,300 from CIP Reserve, for a total of \$1,500,000, to CIP Capital Labor pursuant to BPC Policies No. 90 and No. 120.

APPROVED AS TO FORM AND LEGALITY:
GENERAL COUNSEL

By: Assistant/Deputy

PASSED AND ADOPTED by the Board of Port Commissioners of the San Diego Unified Port District, this 11th day of December, 2018, by the following vote: