

**RESOLUTION NO.**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CALIFORNIA  
CITY TRANSFERRING FUNDS UNAPPROPRIATED AS OF JUNE 30, 2006, TO  
THE CITY'S CONTINGENCY RESERVE ACCOUNT, AFFIRMING  
INVESTMENT POLICY, APPROVING THE CITY'S BUDGET, AND  
ESTABLISHING THE APPROPRIATIONS LIMIT FOR THE FISCAL YEAR  
COMMENCING JULY 1, 2006**

**BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CALIFORNIA  
CITY as follows:**

**1. Contingency Reserves.**

- (a) The City Council has previously established contingency reserve accounts for each discrete fund of the City. The continued existence of such contingency reserve accounts is hereby affirmed.
- (b) All monies previously appropriated to any fund of the City which are not expended as of June 30, 2006, shall be appropriated to the contingency reserve account of each respective City fund.
- (c) Unless monies are being accumulated as a reserve, appropriations to the various contingency reserve accounts shall be expended for usual and necessary expenses chargeable to each of the respective funds.

**2. Investment Policy.**

The investment policy heretofore adopted by the City on May 6, 1997, be and the same is hereby affirmed for the fiscal year commencing July 1, 2006.

**3. Budget.**

The budget attached hereto and hereby incorporated by this reference as Exhibit "A", be and the same is hereby approved for the fiscal year commencing July 1, 2006.

**4. Appropriations Limit.**

The appropriations limit of the City under California Constitution Article XIII B for the fiscal year commencing July 1, 2006, is \$ 36,132,912.00

**PASSED, APPROVED, AND ADOPTED** on \_\_\_\_\_, 2006, by the following  
Votes:

AYES:

NOES:

ABSTAIN:

ABSENT:

\_\_\_\_\_  
Mayor

ATTEST: \_\_\_\_\_  
City Clerk

NB3.