

TO: TOWN COUNCIL  
FROM: TOWN MANAGER   
RE: SPECIAL LEGAL SERVICES FUNDING ALLOCATION

**ISSUE**

Additional money needs to be budgeted to pay for the cost of special legal services that are estimated to be needed to complete the 2010/11 fiscal year.

**RECOMMENDATION**

Authorize use of an additional \$25,000 from Town reserves for special legal services.

**CEQA**

There are no CEQA issues at this time however there could be depending on how the Council wishes to proceed.

**MONEY**

The money issues are noted in the following chart.

**DISCUSSION**

When the 2010/11 budget was prepared it was estimated that \$25,000 would be needed from Town reserves to fund special legal services for the year. It is now 7 months into the fiscal year and the term limit issue has caused that figure to be exceeded.

More legal services will be needed to address the term limit issues and the CEQA lawsuits with the City of Rocklin. It is estimated that an additional \$25,000 will be needed from Town reserves to complete the fiscal year as described in the following chart.

| <b>SPECIAL LEGAL SERVICES</b>              |  |               |  |                |
|--|--|---------------|--|----------------|
| <b>BEGINNING BUDGET 7/1/10</b>             |  |               |  | <b>25,000</b>  |
| <b>EXPENSES TO DATE</b>                    |  |               |  | <b>-27,991</b> |
| CEQA lawsuits with City of Rocklin         |  | 7,925         |  |                |
| Term limit Attorney General opinion        |  | 20,066        |  |                |
| <b>BALANCE</b>                             |  |               |  | <b>-2,991</b>  |
| <b>ESTIMATE OF ADDITIONAL EXPENSES</b>     |  |               |  |                |
| Cover negative balance of expenses to date |  | 2,991         |  |                |
| CEQA lawsuits with City of Rocklin         |  | 10,000        |  |                |
| Term limit Attorney General opinion        |  | 10,000        |  |                |
| Miscellaneous                              |  | 2,009         |  |                |
| <b>ADDITIONA RESERVE FUNDS NEEDED</b>      |  | <b>25,000</b> |  |                |