

City Council Adjourned Regular Meeting

(Continued From June 7, 2016 City Council Meeting)

Thursday, June 9, 2016

6:00 PM

City Council Chambers



Mayor Tony D'Errico
Mayor Pro Tem David J. Lesser
Councilmember Amy Howorth
Councilmember Wayne Powell
Councilmember Mark Burton

Executive Team

Mark Danaj, City Manager
Quinn Barrow, City Attorney

Robert Espinosa, Fire Chief
Teresia Zadroga-Haase, Human Resources Director
Eve R. Irvine, Police Chief
Mark Leyman, Parks & Recreation Director
Bruce Moe, Finance Director
Sanford Taylor, Information Technology Director

Nadine Nader, Assistant City Manager
Tony Olmos, Public Works Director
Liza Tamura, City Clerk
Marisa Lundstedt, Community
Development Director

MISSION STATEMENT:

The City of Manhattan Beach is recognized for providing exemplary municipal services and contributing to the exceptional quality of life afforded to residents, businesses and visitors who enjoy living in and visiting California's safest beach community

MANHATTAN BEACH'S CITY COUNCIL WELCOMES YOU!

Your presence and participation contribute to good city government.

By your presence in the City Council Chambers, you are participating in the process of representative government. To encourage that participation, this agenda provides an early opportunity for public comments under "Public Comments," at which time speakers may comment on any item of interest to the public that is within the subject matter jurisdiction of the City Council, including items on the agenda. In addition, speakers may comment during any public hearing after the public hearing on that item has been opened.

Copies of staff reports or other written documentation relating to each item of business referred to on this agenda are available for review on the City's website at www.citymb.info, the Police Department located at 420 15th Street, and are also on file in the Office of the City Clerk for public inspection. Any person who has any question concerning any agenda item may call the City Clerk's office at (310) 802 5056.

In compliance with the Americans With Disabilities Act, if you need special assistance to participate in this meeting, you should contact the Office of the City Clerk at (310) 802 5056 (voice) or (310) 546 3501 (TDD). Notification 36 hours prior to the meeting will enable the City to make reasonable arrangements to assure accessibility to this meeting. The City also provides closed captioning of all its Regular City Council Meetings for the hearing impaired.

BELOW ARE THE AGENDA ITEMS TO BE CONSIDERED.**A. CALL MEETING TO ORDER****B. PLEDGE TO THE FLAG****C. ROLL CALL****D. CERTIFICATION OF MEETING NOTICE AND AGENDA POSTING**

I, Liza Tamura, City Clerk of the City of Manhattan Beach, California, state under penalty of perjury that this notice/agenda was posted on Tuesday, June 7, 2016, on the City's Website and on the bulletin boards of City Hall, Joslyn Community Center and Manhattan Heights.

E. PUBLIC COMMENTS (2 MINUTES PER PERSON PER ITEM, A MAXIMUM OF 5 MINUTES IF A SPEAKER WANTS TO COMMENT ON MORE THAN ONE ITEM)

THIS IS YOUR OPPORTUNITY TO COMMENT ON ANY ITEM ON THE AGENDA THAT IS NOT A PUBLIC HEARING, AS WELL AS ANY ITEM THAT IS WITHIN THE SUBJECT MATTER JURISDICTION OF THE CITY COUNCIL. The Mayor may determine whether an item is within the subject matter jurisdiction of the City Council. While all comments are welcome, the Brown Act does not allow City Council to take action on any item not on the Agenda. Please complete the "Request to Address the City Council" card by filling out your name, city of residence, the item(s) you would like to offer public comment, and returning it to the City Clerk.

F. NEW BUSINESS

None.

G. OLD BUSINESS

Fiscal Year 2016-2017/2017-2018 Operating Budget and FY 2017-2021
Five Year Capital Improvement Plan: Final Direction in Advance of Public
Hearing and Adoption on June 21, 2016 (Finance Director Moe/Public
Works Director Olmos).

[16-0265](#)

**DISCUSS AND PROVIDE DIRECTION (CONTINUED FROM JUNE 7,
2016 REGULAR CITY COUNCIL MEETING)**

H. ADJOURNMENT

Agenda Date: 6/9/2016

TO:

Honorable Mayor and Members of the City Council

THROUGH:

Mark Danaj, City Manager

FROM:

Bruce Moe, Finance Director
Tony Olmos, Public Works Director
Henry Mitzner, Controller
Libby Bretthauer, Financial Analyst

SUBJECT:

Fiscal Year 2016-2017/2017-2018 Operating Budget and FY 2017-2021 Five Year Capital Improvement Plan: Final Direction in Advance of Public Hearing and Adoption on June 21, 2016 (Finance Director Moe/Public Works Director Olmos).

DISCUSS AND PROVIDE DIRECTION (CONTINUED FROM JUNE 7, 2016 REGULAR CITY COUNCIL MEETING)

RECOMMENDATION:

Staff recommends that the City Council provide final direction on the FY 16-17/17-18 Operating Budget and FY 2017-2021 Capital Improvement Plan in advance of the Public Hearing on June 21, 2016.

FISCAL IMPLICATIONS:

The City's fiscal year 2016-2017 Proposed Budget includes expenditures across all funds totaling \$114,280,733. The General Fund is balanced with revenues of \$67,822,465 and expenditures of \$67,250,989 resulting in a projected surplus of \$571,476. These funds are available for further allocation (one-time and on-going) by City Council.

The Proposed fiscal year 2017-2018 Budget includes expenditures across all funds totaling \$133,108,379. The General Fund is balanced with revenues of \$70,233,976 and expenditures of \$69,607,107 resulting in a projected surplus of \$626,869. These funds are also available for further allocation (one-time and on-going) by City Council.

BACKGROUND:

City Council has held three Budget Study Sessions to date (May 5, 23 and 31). Through those meetings, staff provided answers to the Community's and City Council's questions,

and provided supplemental information as requested.

Tonight's meeting is designed for City Council to direct final changes to the proposed budget and Capital Improvement Plan. Those changes will be reflected in the resolutions which will be presented for Council adoption at the June 21st public hearing during the regular City Council meeting.

DISCUSSION:

The City's Proposed Budget is available on the City's website at:

www.citymb.info/ProposedFY17BiennialBudget

Budget presentations and other documents are also available on the City's website at:

www.citymb.info/city-services/finance/budget-and-accounting/2016-2018-budgetdevelopment
<<http://www.citymb.info/city-services/finance/budget-and-accounting/2016-2018-budgetdevelopment>>

Information on the following items was requested at the May 31st Budget Study Session:

Q: How much Manhattan Beach property tax revenue does Beach Cities Health District receive annually?

BCHD receives \$.00888 of every property tax dollar. For FY 2015-2016, this equates to approximately \$1.36 million (this amount is gross and excludes any delinquencies from non-payment of property taxes).

Q: How much money has been allocated to Management/Confidential salary adjustments for FY16/17 and FY17/18?

The Management/Confidential merit pool for FY16/17 is based on the same 2.23% cost of living adjustment (COLA) in the Teamsters Memorandum of Understanding (MOU). This equates to \$210,694. The FY17/18 amount for Management/Confidential, also based on the Teamsters MOU COLA of 3%, totals \$291,012. These amounts are included in the annualized total cost of salary adjustments across all groups of \$747,420 in FY16/17 and \$1,006,614 in FY17/18. It is important to note that these costs include base wages, plus any costs directly related to salary increases such as pension contributions (adjusted by projected rate changes), Medicare, etc.

Q: How does the City of Manhattan Beach compare with other cities in the Stanford University Pension Report?

Staff has obtained the Stanford database utilized to create the report, which includes Manhattan Beach data. Staff will provide a comparison report as soon as possible in advance of the June 7 City Council meeting.

Other requests for which staff will report back to City Council as soon as answers are obtained include:

1. Explore possible grant funding opportunities for the Sepulveda Boulevard Specific Plan
2. Determine if Beach Cities Health District provides funding of similar Older Adults Coordinator positions in other cities
3. Return to City Council at a future date with an update on the Information Systems Master Plan, including expenditures

Tonight's meeting is designed for City Council to direct final changes to the proposed budget and Capital Improvement Plan. Staff will memorialize all changes and incorporate such modifications in the resolutions presented for Council adoption at the June 21st public hearing.

PUBLIC OUTREACH/INTEREST:

Further questions and comments may be sent to Budget@citymb.info <<mailto:Budget@citymb.info>>.

ENVIRONMENTAL REVIEW:

Not Applicable.

LEGAL REVIEW:

Not Applicable.