



City of Santa Fe Springs

AGENDA

FOR THE ADJOURNED MEETINGS OF THE
SANTA FE SPRINGS PUBLIC FINANCING AUTHORITY,
WATER UTILITY AUTHORITY, HOUSING SUCCESSOR,
SUCCESSOR AGENCY AND CITY COUNCIL

COUNCIL CHAMBERS
11710 E. TELEGRAPH ROAD
SANTA FE SPRINGS, CA 90670

MAY 29, 2013
6:30 P.M.

Richard J. Moore, Mayor/Chair
Juanita Trujillo, Mayor Pro Tem/Vice-Chair
Luis M. González, Councilmember/Director
Laurie M. Rios, Councilmember/Director
William K. Rounds, Councilmember/Director

Public Comment: *The public is encouraged to address the Council on any matter listed on the agenda or on any other matter within its jurisdiction. If you wish to address the Council, please complete the card that is provided at the rear entrance to the Council Chambers and hand the card to the City Clerk or a member of staff. The Council will hear public comment on items listed on the agenda during discussion of the matter and prior to a vote. The Council will hear public comment on matters not listed on the agenda during the Oral Communications period.*

Pursuant to provisions of the Brown Act, no action may be taken on a matter unless it is listed on the agenda or unless certain emergency or special circumstances exist. The Council may direct staff to investigate and/or schedule certain matters for consideration at a future Council meeting.

Americans with Disabilities Act: *In compliance with the ADA, if you need special assistance to participate in a City meeting or other services offered by this City, please contact the City Clerk's Office. Notification of at least 48 hours prior to the meeting or time when services are needed will assist the City staff in assuring that reasonable arrangements can be made to provide accessibility to the meeting or service.*

Please Note: *Staff reports, and supplemental attachments, are available for inspection at the office of the City Clerk, City Hall, 11710 E. Telegraph Road during regular business hours 7:30 a.m. - 5:30 p.m., Monday - Thursday. Telephone (562) 868-0511. City Hall is closed every other Friday.*

1. **CALL TO ORDER**
2. **ROLL CALL**
3. **INVOCATION**
4. **PLEDGE OF ALLEGIANCE**
5. **CITY BUDGET STUDY SESSION**

6. **ORAL COMMUNICATIONS**

This is the time for public comment on any City matter which is not on tonight's agenda. Anyone wishing to speak on an agenda item is asked to please comment at the time the item is considered by the City Council.

7. **ADJOURNMENT**

I hereby certify under penalty of perjury under the laws of the State of California that the foregoing agenda was posted at the following locations: Santa Fe Springs City Hall, 11710 Telegraph Road; Santa Fe Springs City Library, 11700 Telegraph Road; and Town Center Plaza (Kiosk), 11740 Telegraph Road, not less than 72 hours prior to the meeting.

Anita Jimenez
Anita Jimenez, CMC
Deputy City Clerk

May 23, 2013
Date



NEW BUSINESS

City Budget Study Session: Introduction

RECOMMENDATION

That the City Council receive a budget presentation, discuss the relevant issues, and provide direction to staff.

This is the first Budget Study Session to review the City's Budgets and provide an overview of preliminary operational revenues and expenditures. Staff will discuss highlights of the major fiscal changes for revenues and expenditures within the General Fund as well as potential costs that are on the horizon.

BACKGROUND

The slower than expected economic recovery has continued to be a challenge for the City's budgetary outlook, especially in the aftermath of the Federal Budget Sequestration, which most economists predicted would be an approximate 2% drag on economic growth throughout this calendar year. On top of that, the City is continuing to deal with the dissolution process for redevelopment, which so fundamentally altered our organization and how we do business. Having said that, there are some bright spots looking forward on into the next fiscal year; our revenues are showing, in general, a modest increase, and, the budget modifications that were made last year in response to the elimination of redevelopment have had a positive effect on beginning to reverse the structural deficit issues that the City was facing this time last year. That is not to say, however, that those structural issues are completely negated. The City will continue to deal with anticipated CalPERS increases for future years (beginning in 2015-16), which will have a significant impact on labor/benefit costs. In addition, compliance with the Federal Affordable Care Act, in particular the cost of making available medical insurance for certain part-time employees will result in higher costs to the City beginning next calendar year. Unfortunately, the implementation details of the Affordable Care Act are still being ironed out, so we are unable to estimate what those costs will be as of this writing. We do expect to have a rough estimate of the Affordable Care Act's fiscal impact for inclusion in the FY 2013-14 Budget by the June 27, 2013 City Council meeting.

Notwithstanding the above mentioned challenges, the City's budgetary outlook is far more stable than it has been in many years. Staff has been working with the various City Council Subcommittees on proposed modifications to the Budget, which are intended to provide more operational and Capital Improvement capacity in certain areas that were significantly impacted by the "post-



City of Santa Fe Springs

City Council Meeting

May 29, 2013

redevelopment budget cuts.” In addition, staff has been soliciting input from the various advisory committees and, most significantly, held a Budget Town Hall meeting on April 17 where approximately 60 residents attended and provided feedback on a variety of budgetary and operational issues.

For the May 29 Study Session, staff is prepared to make a presentation on the issues raised through the abovementioned meetings, including the results of the Budget Town Hall Survey, and receive input and direction from the City Council for inclusion in the Draft-Proposed Budget, which will be presented to the City Council at its meeting of June 13.

Please note that a separate Budget Study Session will be held subsequent to June 13, but prior to the scheduled adoption on June 27.

A handwritten signature in black ink, appearing to read "Thaddeus McCormack".

Thaddeus McCormack
City Manager