

CITY OF SOLANA BEACH
SOLANA BEACH CITY COUNCIL, SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY, PUBLIC FINANCING AUTHORITY, & HOUSING AUTHORITY

MINUTES

JOINT **SPECIAL** MEETING

Wednesday, May 15, 2013

5:30 P.M.

City Hall Council Chambers, 635 S. Highway 101, Solana Beach, California
Minutes contain a summary of the discussions and actions taken by the City Council during a meeting. City Council meetings are video recorded and archived as a permanent record. The video recordings capture the complete proceedings of the meeting and are available for viewing on the City's website.

CALL TO ORDER AND ROLL CALL:

Present: Nichols, Campbell, Heebner, David Zito, and Peter Zahn.

Absent: None.

Also Present: David Ott, City Manager
Johanna Canlas, City Attorney
Angela Ivey, City Clerk
Wende Protzman, Community Development Director
Mo Sammak, City Engineer/Public Works Director
Marie Berkuti, Finance Manager
Dan King, Sr. Managment Analyst
Craig Miller, Marine Safety Captain
Scott Henry, Fire Captain

Mayor Nichols called the meeting to order at 5:30 p.m.

FLAG SALUTE:

APPROVAL OF AGENDA:

MOTION: Moved by Heebner and seconded by Peter Zahn. **Motion carried unanimously.**

C. STAFF REPORTS: (C.1.)
Submit speaker slips to the City Clerk

C.1. Review of the Proposed Fiscal Year 2013-14 Budget. (File 0330-30)

Recommendation: That the City Council

1. Review the Proposed Fiscal Year 2013-14 Budget and provide Staff with direction to formulate the budget for adoption on June 26, 2013.

David Ott, City Manager, introduced the item.

Marie Berkuti, Finance Manager, presented a powerpoint (on file) reviewing the proposed Fiscal Year 2013-2014 Budget.

Council and Staff discussed that typical municipal accounting reviewed the ratio of public safety costs compared to property taxes and fire benefit fee revenues, and that the goal was to keep public safety costs from exceeding beyond 50% of the budget.

David Ott, City Manager, continued the powerpoint (on file) reviewing the Capital Improvement Project (CIP) proposed budget.

Council and Staff discussed the projected half million dollars for legal fees that was based on the current years' fees, and that two temporary employees had already been provided healthcare benefits received by full time employees due to the Healthcare Reform Act. Discussion continued regarding the unpredictability of retirement costs, even after the City had completed it's pension reform, that unfunded liability would be paid off, and that CalPers fees would begin increasing in a few years for a 5 year period, with increases roughly estimated to be, Miscellaneous group increasing from current 14% (employee and employee totaled) to 20% and then to 27%, Public Safety increasing from current 28% to 39% and then to 50%.

Council and Staff discussion continued regarding the Chamber of Commerce annual request of Fiesta del Sol funding was not requested this year but that the funds would remain in the budget for next year. Discussion continued regarding anticipated park maintenance fees, the City's red light program cost approximately \$100,000 to administer and received revenues of approximately \$200,000, that one of the cameras had been removed during the Highway 101 project and would be reinstalled. Discussion continued regarding the funding for the Holiday Tree Lighting not easily qualifying for TOT funds, the City had an aggressive sanitation plan to replace aging sewer pipes, that \$500,000 a year would be placed into the pavement management budget, of which some fund may come from gas tax, and that the pavement management contract would be awarded in July. Discussion continued regarding three new Capital Improvement Projects (CIP) for the new year with eleven carryover projects from last year, that Transnet II funds would be anticipated, whether the Transnet 228 fund was expected to go down during the new year, and that the budget would be amended once the Highway 101 was completed.

Allen Moffson, Chairman of the Public Arts Advisory Commission, stated that he wanted to request that the City purchase the "Yoga Tree" temporary art, that here had not been any negative comments received regarding the art piece, the artwork had been created by Hubble, that the approximate purchase cost was \$8,000, and that he felt it would be a good piece of art to add to the City's permanent collection.

Council, Mr. Moffson, and Staff discussed that Public Art funds could be used for the purchase, that the Commission had never formally voted on whether to purchase the art but that they had discussed the issue during a Public Art meeting, that the art piece could be rotated around the City rather than having a permanent location, that Council wanted a formal recommendation from the Commission for the purchase and the location, there was \$90,000 in the Public Art fund, the City had a policy on purchasing permanent art but did not determine location requirements, and the issue of location should not delay the purchase of the art piece.

David Ott, City Manager, stated that the budget would continue to be refined and then would return to Council in June for final approval.

WORKPLAN COMMENTS:

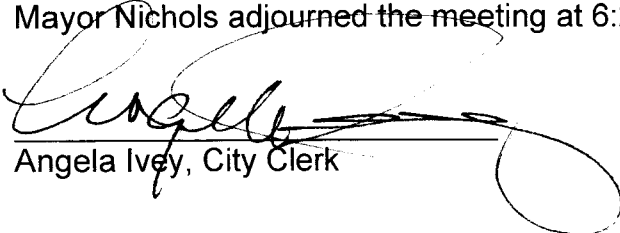
(Adopted June 27, 2012)

COMPENSATION & REIMBURSEMENT DISCLOSURE:

GC: Article 2.3. Compensation: 53232.3. (a) Reimbursable expenses shall include, but not be limited to, meals, lodging, and travel. 53232.3 (d) Members of a legislative body shall provide brief reports on meetings attended at the expense of the local agency at the next regular meeting of the legislative body.

ADJOURN:

Mayor Nichols adjourned the meeting at 6:22 p.m.


Angela Ivey, City Clerk

Approved: June 12, 2013