

**MINUTES OF THE ADJOURNED REGULAR MEETING OF THE CITY  
COUNCIL AND COMMUNITY DEVELOPMENT COMMISSION  
OF NATIONAL CITY, CALIFORNIA**

**May 26, 2009**

The Adjourned Regular Meeting of the City Council of the City of National City was called to order at 6:05 p.m. by Mayor / Chairman Ron Morrison.

**ROLL CALL**

Council members present: Morrison, Parra, Sotelo-Solis, Van Deventer, Zarate.  
Administrative Officials present: Babaki, Dalla, Deese, Duong, Eiser, Gonzales, Hodges, Juniel, Ladrido, Post, Raulston, Smith, Williams, Zapata.

**BUDGET WORKSHOP**

1. **SUBJECT:** FY 2009-10 Preliminary Budget Workshop for City and Community Development Commission. (City Manager)

City Manager Chris Zapata, Assistant City Manager Leslie Deese, CDC Executive Director Brad Raulston and Finance Director Jeanette Ladrido, using overhead slides, presented an overview of the organizational, economic and fiscal progress and condition of the city, reviewed strategic objectives and policy goals, provided a fiscal overview and financial outlook and how it all is reflected in the proposed 2009-2010 Preliminary Budget. (See attached Exhibit 'A')

At the conclusion of the presentations there were questions and comments by the Mayor and Council. Mayor Morrison congratulated the staff, citizens and business community for coming together in difficult times to help National City be in a better financial situation than many other cities.

**PUBLIC ORAL COMMUNICATION**

Geoffrey Schrock, National City, suggested that the one cent district tax be made permanent.

**ADJOURNMENT**

The meeting was adjourned to the next Regular Meeting of the City Council and Community Development Commission to be held Tuesday, June 2, 2009 at 6:00 p.m., Council Chambers, Civic Center.

The meeting closed at 7:30 p.m.

  
\_\_\_\_\_  
City Clerk / Recording Secretary

The foregoing minutes were approved at the Regular Meeting of August 18, 2009.

  
\_\_\_\_\_  
Mayor / Chairman

## City of National City Budget Workshop

May 26, 2009

### AGENDA

1. City Manager Overview
2. Strategic Plan & Planning Follow up
  - March update
  - Integrate Plans
  - Specific Projects/Activities
3. Budget – Discussion
  - Overview
  - General Fund – Projections & Trends
  - Impacts of Reducing and Balancing Budget
  - Other funds – Tax Increment and Low/Mod Funds
  - CIP
4. Community Comments
5. Council Comments

### INTRODUCTION

- Building a strategic plan has occurred over the past 2 years
- Our budget considers current and future financial trends and is premised on plans the City Council has articulated as well as:
  - Community Input
  - Business and Non-Profit Involvement
  - Department Strategic Plans
  - Department's Strength Weakness Opportunity and Threat (SWOT) Analysis

### STRATEGIC OBJECTIVES AND POLICY GOALS

#### STRATEGIC OBJECTIVES

1. Provide Quality Services with an Efficient Organization
2. Achieve Fiscal Sustainability
3. Improve Quality of Life
4. Utilize the Community's Natural, Financial, and Human Resources
5. Focus Long-Range Planning  
(Comprehensive General Plan Update)
6. Improve Housing Conditions
7. Show Measured Results in Health and Safety
8. Partner with Schools
9. Build On Success

#### PROVIDE QUALITY SERVICES WITH AN EFFICIENT ORGANIZATION

- a. Practice the 5 Cs with Our Diverse Customer Base
- b. Respond to City Council with Thorough Analysis and Support Boards & Commissions
- c. Accurately Forecast Finances and Manage Investments Wisely
- d. Consolidate Departments and Become More Efficient with Technology
- e. Partner with Community Organizations and Regional Agencies

## ACHIEVE FISCAL SUSTAINABILITY

- a. Work with Qualified Builders on Key Development Opportunities
- b. Pursue Our Legislative Platform, Build Grants Division and Aggressively Seek Funding from Local, State, & Federal Sources (Economic Stimulus)
- c. Establish Sustainable Compensation Agreements and Contain Costs
- d. Open Hotel & Marina Gateway and Execute Fair Share Agreement with the Port District
- e. Retain and Attract Businesses and Develop Community Financing Districts

## UTILIZE THE COMMUNITY'S NATURAL, FINANCIAL, AND HUMAN RESOURCES

- a. Bridge the Digital Divide and Provide Access to Information for Everyone
- b. Conserve Natural Resources and Maintain the Built Environment
- c. Recruit Volunteers and Offer Opportunities for Community Service
- d. Develop Urban Farm and Community Garden Master Plan
- e. Create Community Magnets for Information and Resources

## IMPROVE HOUSING CONDITIONS

- a. Update Housing Element and HUD Consolidated Plan as a 5-year Housing Strategy
- b. Develop and Rehabilitate Decent & Affordable Housing
- c. Work with Residents and Land Owners to Create Healthy Neighborhoods
- d. Extend Housing Inspection Programs and Eliminate Duplication
- e. Encourage Investment and Home Ownership with Programs and Competitive Fees

## IMPROVE QUALITY OF LIFE

- a. Provide Community Services/Programs and Maintain Public Facilities
- b. Complete Open Space Assessment and Create Parks Improvement Plan
- c. Build Aquatic Center, Granger Park, and Improve Public Access to Our Bayfront
- d. Preserve Historic Resources and Promote Cultural Assets
- e. Create Climate Action Plan and Adopt Realistic Green/Clean Policies

## FOCUS LONG-RANGE PLANNING (Comprehensive General Plan Update)

- a. Use Smart Growth Principles to Update General Plan, Land Use Code, and Zoning Map.
- b. Work with SANDAG on General Plan Update and Initiate Other Regional Alliances
- c. Integrate Specific Plans and Make All Long-Range Planning Documents Consistent
- d. Complete Needs Assessment, Financial Capacity Analysis, and Establish City Priorities by Adopting 5-year Capital Improvement Program
- e. Promote Community Outreach and Encourage Citizen Participation

## SHOW MEASURED RESULTS IN HEALTH AND SAFETY

- a. Implement Public Safety Long Range Strategic Plans
- b. Align Neighborhood Services and Law Enforcement
- c. Model Quality of Life Indicators and Track Performance
- d. Maintain Senior Nutrition Center and Develop Programs for Seniors
- e. Foster Safe, Clean, and Healthy Neighborhoods

## PARTNER WITH SCHOOLS

- a. Align Neighborhood Councils with School Site Councils
- b. Link Farms/Gardens Program to Schools and Promote EBT
- c. Promote Fire Prevention and Maintain School Resource Officers
- d. Utilize New Public Library and Enhance Access for Youth with W.I.N.G.S.
- e. Work with Local School Districts on Bond Program and Coordinate SR2S

## BUILD ON SUCCESS

- a. Communicate Important Information with the Community in a Transparent Manner
- b. Heighten Our Image by Preserving Cultural Assets and Supporting Community Events
- c. Continue to Improve our Infrastructure and Public Facilities
- d. Update Signage to Draw Attention to Important Gateways, Corridors and Intersections
- e. Continue to Build Our Financial Stability and Provide Quality Services

## FY 2009-2010 BUDGET

## FISCAL OVERVIEW

- Adequate fiscal condition in a challenging financial environment
  - Clean financial audits
  - Standard & Poors Rating remains = A-
  - Continuous review of operating costs & seeking revenue enhancements
  - Limited Debt
  - Reserves projected @ \$7.5 million which is 20% contingency reserve policy (25% - 50%)

## FY 2009-2010 = BALANCED BUDGET

Budget exercise began with a Projected Structural Deficit of \$ 4 million

Estimated Revenue/Transfers in       \$ 38 M

Less:

Estimated Expenditures/Transfer Out \$ 42 M

## COUNCIL DIRECTION @ MARCH 21, 2009 PLANNING & FINANCE WORKSHOP PER CITY MANAGER

- Maintain Service Levels/workforce
- Maintain current reserve fund @ 7.5 million
- Keep public safety as a priority
- All departments participate with cuts at 5%, 10% or 15%

## RECOMMENDATIONS TO BALANCE THE BUDGET

- Reviewed balances of Internal Service Funds and transferred Funds back to the General Fund
- Position Freezes
- Department Budget Reductions
- Program Suspensions

## FY09/10 GENERAL FUND BALANCED BUDGET

Estimated Revenue	\$36.4 million
Add: Operating Transfers In	2.4 million
<b>Total Revenue &amp; Operating Transfers In</b>	<b>\$38.8 million</b>

Estimated Expenditures	\$37.6 million
LESS: Operating Transfers Out	1.2 million
<b>Total Expenditures &amp; Operating Transfers Out</b>	<b>\$38.8 million</b>

### TRANSFERS FROM OTHER FUNDS

Transfer from the Civic Center Refurbishing Fund	\$480,000
Transfer from Office Equipment Depreciation Fund	400,000
Transfer from General Accounting Svcs Fund	230,000
Transfer from Liability Insurance Fund	200,000
Transfer from Telecommunications Revolving Fund	200,000

Total recommended transfers = \$1,510,000

### RECOMMENDED REDUCTION IN EXPENDITURES

Unfunded Positions	\$1,818,389
Boys & Girls Club	120,000
Pepper Park	15,000
International Parade	13,000
SANDAG Membership	12,000
Public Information Officer budget	53,600
Booking Fees – Police	130,000
Computer & Communications Equipment - Police	35,000
Consultant Budget – Fire	30,000
Community Services – CPRC	25,000

Total Recommended Reductions = \$2,245,989

### CITY MANAGER RECOMMENDATIONS NOT REFLECTED IN PRELIMINARY BUDGET

Description	Preliminary Budget	City Manager Recommendation
National City Community Concert Band	\$14,500	\$0
Provision for Contingency	\$193,436	\$93,436
Transfer from CDBG Fund to General Fund	\$243,124	\$201,131
Total HOME Program Admin	\$52,077	\$64,242
Police Unfunded Positions	(\$772,090)	(\$693,594)

### UNFUNDED POSITIONS

City Manager	<ul style="list-style-type: none"> <li>• Management Analyst III</li> <li>• Public Information Officer</li> <li>• Executive Assistant IV</li> <li>• Management Intern</li> </ul>
Community Services	<ul style="list-style-type: none"> <li>• Kitchen Aide (Nutrition Center)</li> </ul>
Library	<ul style="list-style-type: none"> <li>• Principal Librarian</li> </ul>
Finance	<ul style="list-style-type: none"> <li>• Senior Accounting Assistant</li> <li>• Senior Accountant</li> </ul>
Human Resources	<ul style="list-style-type: none"> <li>• HR Analyst</li> </ul>

## UNFUNDED POSITIONS

MIS	• MIS Technician II
Public Works	• Tree Trimmer
Community Development	• Lead Hazard Housing Inspect. • Senior Office Assistant
Engineering	• Management Analyst II • Associate Engineer – Civil • Management Intern
Planning	• Senior Office Assistant – P/T • Associate Planner

## UNFUNDED POSITIONS

Fire	• Battalion Chief (Admin)
Police	• Animal Control Officer • Police Dispatcher(4) • Community Services Officer • Parking Regulations Officer • Crime Scene Specialist • Police Corporal

## STATE IMPACT

- Sales Tax Increase of 1% effective April 1, 2009
- Potential Proposition 1A takeaway = \$950k
  - Police
  - Infrastructure
  - General Fund
  - Tax Increment\*

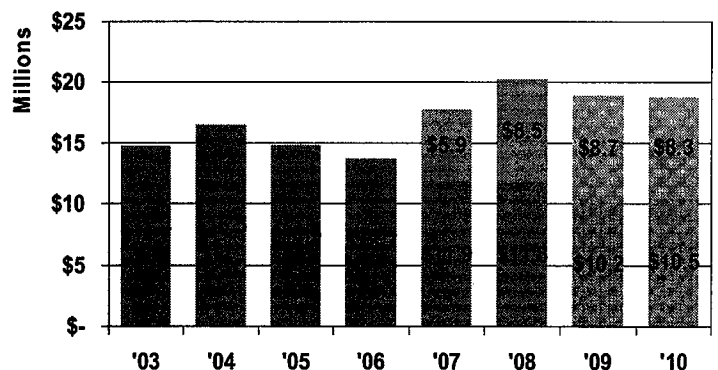
\*\$1,067,000 overturned in court. Impact is not included in FY 09-10 budget, an appeal is expected.

## FINANCIAL OUTLOOK

### 5 LARGEST REVENUE CATEGORIES

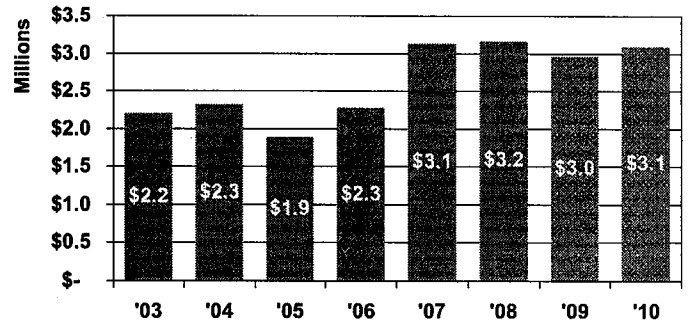
Description	FY 08/09	FY 09/10	Inc/Dec
Sales Tax	12.3 M	10.5 M	(1.8)
District Tax	8.6 M	8.3 M	(.3)
In Lieu of VLF	5.0 M	5.0 M	0
In Lieu of Sales Tax	4.1 M	3.4 M	(.7)
Property Tax	3.3 M	3.1 M	(.2)
Total	33.2 M	30.2 M	(3.0)

### SALES TAX 5 YEAR HISTORY AND PROJECTION



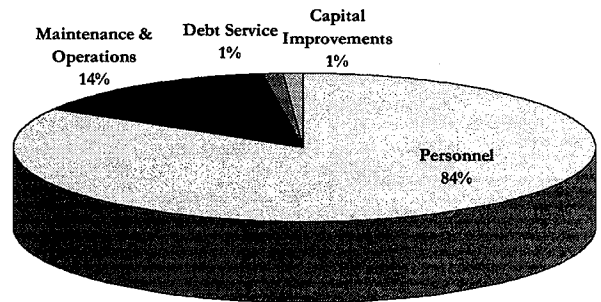
# PROPERTY TAX REVENUE

# PROPERTY TAX HISTORY & FORECAST

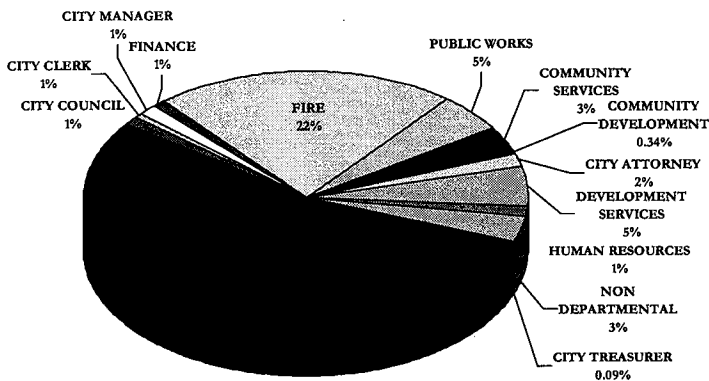


# GENERAL FUND EXPENDITURES

# GENERAL FUND EXPENDITURES BY TYPE FY 09/10 Budget



# GENERAL FUND EXPENDITURES BY DEPARTMENT



# CALPERS RETIREMENT COSTS

## BACKGROUND

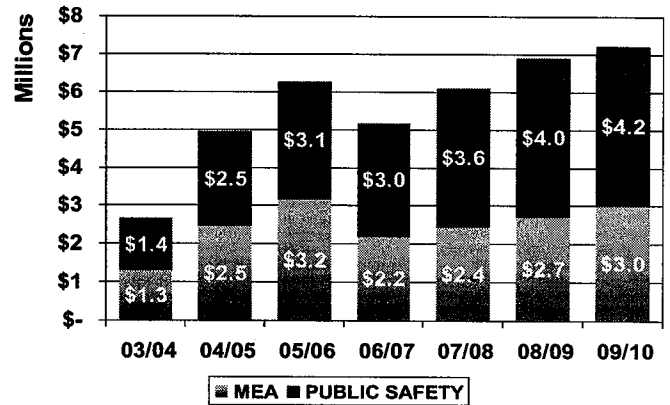
- During FY 07/08, CalPers investment returns were -5.1%
- For FY 08/09, CalPers investment returns are -20%
- Rate increase will be reflected in FY 11/12

### COST TO CITY

MINIMUM = 2% OF PAYROLL \$ 500,000

MAXIMUM = 4% OF PAYROLL \$1,000,000

## PERS EXPENDITURES



## LOCAL CITIES FUNDED RATIO \*

Employer Name	Misc Plan	Employer Name	Safety Plan
City of Oceanside	105.3%	City of Oceanside	99.9 %
City of Poway	92.7 %	City of La Mesa	93.2 %
City of National City	91.6 %	City of Chula Vista	90.9 %
City of Vista	88.3 %	City of National City	88.6 %
City of La Mesa	88.0 %	City of Carlsbad	86.6 %
City of Carlsbad	84.0 %	City of Escondido	84.8 %
City of Escondido	82.8 %	City of El Cajon	83.3 %
City of El Cajon	82.2 %		
City of Chula Vista	80.9 %		
City of Encinitas	74.8 %		
City of San Marcos	69.4 %		

\* Source: CalPers. Funded Ratio as of 6/30/06

## MOU's – CALPERS % EMPLOYEE PAYS

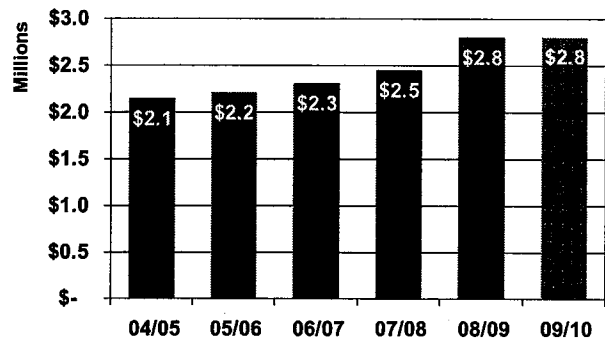
Agency	Miscellaneous Employee paid	Safety Employee Paid
Vista	8%	8%
Del Mar	8%	5%
Imperial Beach	6%	0%
Encinitas	5%	0%
Solana Beach	2%	2%
Oceanside	2%	0%
National City	2%	0%
Carlsbad	1%	1%
Escondido	1%	0%
Lemon Grove	1%	0%
Chula Vista	0%	0%
San Diego (SDCERS) <sup>1</sup>	5.78% -10.29%	7.25% -12.87%

\* Effective 1/1/09 \* Effective 1/1/09

## HEALTH & DENTAL INCREASES

Plan Year	Kaiser	Health Net	Health Net ELECT	Delta Premiere	Delta PMI
2001	12.8%	0%	12%	5.7%	4.1%
2002	10.1%	19.3%	26.7%	3.2%	3.5%
2003	12.3%	12%	12%	8.4%	4.1%
2004	16%	13%	21%	0%	0%
2005	4.6%	6.1%	7.2%	0%	1.2%
2006	13%	6.6%	5%	0%	0%
2007	4.2%	12.8% (Created HN Silver & Gold)		6.15%	0%
2008	14.4%	10.5% (HN Silver)	10.5% (HN Gold)	-4.13%	2%
2009	0%	10.0%	13.2%	0%	0%

## HEALTH CARE COSTS



## COST CONTAINMENT

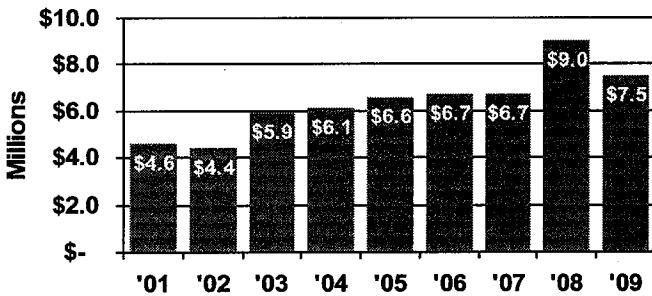
- Staff continue to closely monitor expenditures
  - Cost-reduction and Revenue Efficiency (CARE) Committee – Employee Driven
  - Position Review Committee
  - Purchasing Review Committee

## ENHANCED REVENUE

- Actively seeking Grants & Stimulus funds
- Increase in Economic Development
  - Hotel
  - Plaza Bonita Shopping Center’s continuous tenant recruitment
  - Paradise Village – Property Tax revenue

## RESERVE POLICY

- **Contingency Reserve**
  - General Fund Reserve: 25% - 50% of operating expenditures is current Policy
  - Begin FY09/10 with \$7.5, which is 20% of current policy



## GENERAL FUND FINANCIAL TRENDS

## SALES TAX REVENUE

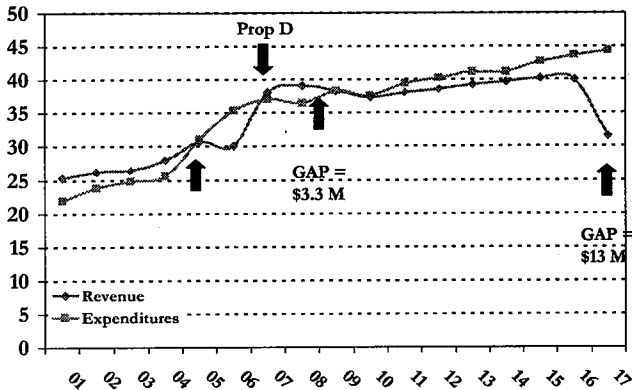
- Statewide additional 1 cent tax effective 4/1/09
  - Overall cap of 10.25
- City’s Bradley Burns Tax (1%) is declining
- District Tax revenue is stable
  - \$7 to \$9 million projection is on target
  - District tax is monitored and reported separately

## GENERAL FUND REVENUE FORECAST

Revenue Category	Actual 07-08	Projected 08-09	Forecast		
			09/10	10/11	11/12
Sales Tax	\$11.8	\$10.2	\$10.4	\$10.6	\$10.8
District Tax	8.5	8.7	8.3	8.6	8.8
Property Tax	3.2	3.0	3.1	3.2	3.2
Franchise Fee	1.4	1.5	1.5	1.5	1.6
Transient Occupancy Tax	.9	.8	1.0	1.2	1.2
Other Revenue	14.0	14.1	13.0	13.0	13.0
<b>TOTAL REVENUE</b>	<b>\$39.8</b>	<b>\$38.3</b>	<b>\$37.3</b>	<b>\$38.1</b>	<b>\$38.6</b>

\* Assumes 2% increase in all revenue categories except for other revenue. Other revenue does not factor an increase

## GENERAL FUND REVENUE & EXPENDITURE FORECAST



## LOOKING AHEAD

- Sales Tax Revenue is anticipated to continue to decrease
- State takeaways to balance State Budget
- Continue to seek grants
- Continue to contain costs
- 5%, 10% and 15 % cuts requested by City Manager's office
- 2017

**Reserves cannot fill the Structural Gap between operating expenditures & revenues in the General Fund**

## COUNCIL DIRECTION – BUDGET REDUCTIONS

- Community Impacts
  - Boys & Girls Club
  - Parade
  - Community Concert Band
  - CPRC
- Public Safety Impacts
  - Frozen Positions
- Service Impacts
  - Frozen Positions
  - Department Budget Reductions
  - Strategic Objectives & Plans
  - Service Levels
  - Service Delivery

## COUNCIL DIRECTION – BUDGET REDUCTIONS

- Increasing Operating Costs
  - Utilities, Fuel, Water, Materials
- Technology
- Capital Projects
- State Budget Crisis
  - State Takeaways
    - Prop. 1A, ERAF, Schools
  - Mandated Legislative Costs

## OTHER SPECIAL REVENUE FUNDS

## SPECIAL REVENUE FUNDS

- |                       |  |
|-----------------------|--|
| Gas Tax Fund          | ✓ Okay, for now  |
| Proposition A Fund    | ✓ Okay   |
| Sewer Service Fund    | ✓ Okay   |
| Nutrition Center Fund | ➤ Approximately \$ 1.4 million General Fund obligation due to Tax Increment Fund                   |
| Section 8 Fund        | ➤ Housing Assistance Shortfall of \$1.2 million recommended to be filled by Low & Mod Housing Fund |

## TAX INCREMENT FUND

### NON-HOUSING TAX INCREMENT REVENUE & EXPENDITURES

DESCRIPTION	ACTUAL	EST	FORECAST		
	07/08	08/09	09/10	10/11	11/12
TI Revenue	\$11.7	\$12.0	\$12.2	\$12.8	\$13.2
Expenditures:					
Administration	2.8	5.9	4.1	4.2	4.3
TABs	3.1	3.1	4.0	4.2	4.8
AB1389/1290	.2	.2	1.9	2.0	2.1
ERAF	0	1.0	0	0	0
Pass Through	1.8	1.9	1.3	0.7	0.7
Capital Expenditures			3.7	1.7	1.3
Total Expenditures	7.9	12.1	14.8	12.8	13.2
Difference	\$3.8	(\$.1)	(\$2.6)	\$0	\$0

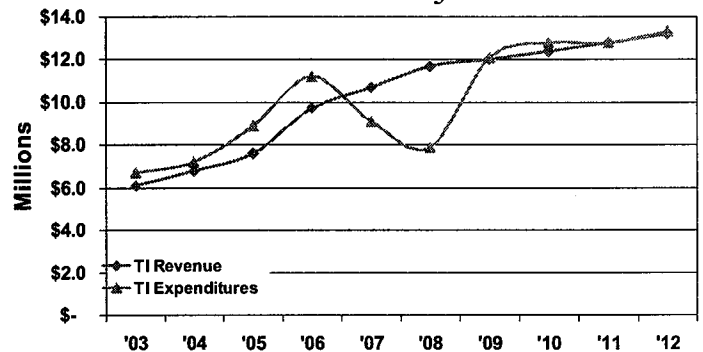
### ELIGIBLE TAXING ENTITIES

- AB1290 Pass Through Payments to following:
  - County of San Diego
  - County Office of Education
  - Southwestern Community College District
  - Sweetwater Union High School District
  - National City Elementary School District
  - City of National City
  - County Water Authority – National City
  - MWD – Debt Service for SD County Water Authority

## BACKGROUND

- Consists of 1 project area with 7 subareas
- Tax Increment Revenue is restricted for specific purposes
  - Payment of Debt Service
  - Payment of Statutory Pass Through Payments
  - Payment of Operating Expenses
  - Funding of Capital Projects
- 20% of TI is required to be set aside for housing
- Current litigation regarding state take-away (ERAF)

### TAX INCREMENT HISTORY AND PROJECTION



### TAX INCREMENT FUNDING

- Estimated TI Reserves @ 6/30/09 = \$ 9.2 M
- Current and Past Project
  - Highland Ave Street Improvements
  - Centro Infill Development
  - Marina Gateway Hotel Phase 1
  - National City Public Improvements
  - Arts Center
- Pay as you go project financing
  - Marina Gateway Phase 2
  - 8<sup>th</sup> Street Public Improvements
  - Specific Plans Implementation

## HOW DO WE FUND FUTURE PROJECTS?

- Needs assessment and capital improvement program
- Prioritization of projects
- Capacity analysis
  - “Pay as you go” financing
  - Borrow to fund projects
- Awareness of Project Area Expiration dates and ability to pay debt

## BACKGROUND

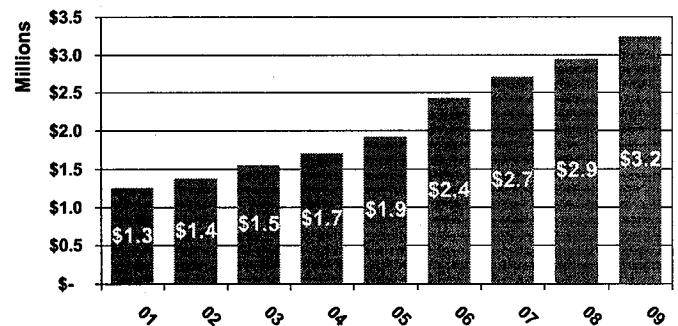
- 20% of Tax Increment Revenue must be ‘set aside’ for Housing
- Purpose is for increasing and improving the community’s supply of low and moderate income housing

## HOUSING PROJECTS

- Housing Assistance Payment Recommended subsidy for the Section 8 Program is approximately \$ 1.2 M
- Housing Projects
  - Plaza Blvd. Senior Apartments
  - Habitat for Humanity
  - Westside Infill Transit Oriented Development
  - Senior Village Expansion
  - Housing Rehabilitation Program

## LOW AND MODERATE INCOME HOUSING

### LOW & MODERATE INCOME HOUSING REVENUE



## CAPITAL IMPROVEMENT PROGRAM

# Capital Improvement Program

Next Page

## Current Projects (Approximately \$15M):

- \$ 8.0M Paving/Resurfacing program
- \$1.4M Arts Center
- \$1.2M Parks Rehabilitation and Refurbishment
- \$2.0M Marina Gateway Project
- \$ 500K SR2S Traffic Safety Improvements
- \$ 650K Pump Station Reconstruction & Rehabilitation
- \$ 300K PD facilities Safety & Rehab improvements

# Capital Improvement Program

Next Page

Of the nearly \$12M CIP, the share of General Funds is about 10% or about \$1.3 million. The remaining sources of funds are as follows:

- \$5M in regional/state/federal grants (including matching City/TIF funds)
- \$3.7M in TIF
- \$2.5M in transportation funds
- \$500K in CDBG

## Project Delivery Costs

## Capital Improvement Program Process

Next Page

### Identified Funding Sources and Reconciled Project Activity

Established CIP Committee and Adopted Ranking Criteria with City Council

City Manager, Assistant City Manager, Community Development  
Executive Director, Public Works, Planning, Finance and Engineering

Health, Safety, & Regulatory Requirements	40%
Cost and Funding Opportunities	20%
Community Support	10%
Multiple Category Benefit	10%
Maintenance Needs	10%
Readiness and Deliverability	10%

Proposed \$12M CIP Budget is one year budget for FY 2009-2010

Five-year CIP priorities will be established through General Plan Update

## Capital Improvement Project Fiscal Year 2009-2010

Next Page

### 001 – General Fund

1. 8th Street Imp. – Traffic Calming K. Ave. to Palm Ave.	\$ 230,000
2. Coolidge Ave – Safe Routes to School (Federal Grant)	\$ 100,000
	\$ 330,000

### 103 – General Capital Outlay

1. Library Flooring/guests counter at main door	\$ 10,000
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### 109 – Gas Tax Fund

1. Annual Curb, Gutter & Sidewalk Replacements	\$ 50,000
2. Traffic Monitoring and System Improvements	\$ 100,000
	\$ 150,000

### 115 – Park & Recreation Capital Outlay Fund

1. Kimball Bowl Improvements (Sod)	\$ 73,000
2. Las Palmas Pool Electrical Room (upgrade to code)	\$ 50,000
	\$ 123,000

### 189 – Civic Center Refurbish Fund

1. Civic Center Electrical (upgrade to code)	\$ 9,000
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### 301 – CDBG Funds

1. ADA Master Plan Grant	\$ 138,878
2. Curb, Gutter and Sidewalk – CDBG	\$ 99,198
3. Granger Hall Preservation & Heritage Tourism	\$ 24,800
4. Soccer Arena	\$ 78,829
5. Storm Drain Improvements – CDBG	\$ 124,494
	\$ 466,199

### 303 – Capital Facilities Fund

1. Casa de Salud Roof (replace westside of building)	\$ 15,000
2. Kimball Recreation Center Roof	\$ 20,000
	\$ 35,000

### 304 – Park Develop Fund

1. El Toyon (replace electrical monument & trash boxes)	\$ 24,000
2. Kimball Park (replace transformer box & wire feeds)	\$ 40,000
3. Las Palmas Pool Drains	\$ 30,000
	\$ 94,000

### 307 – Prop A, 346-Prop 1B & 345-Traffic Congest. Relief Funds

1. Street Resurfacing (Prop A & Prop 1B)	\$1,832,556
2. Annual Slurry Seal & Stress Maintenance Program	\$ 500,000
	\$2,332,556

### 321 – Smart Growth

1. Smart Growth Grant 8th Street Streetscape	\$2,000,000
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### 323 – Safe Routes to School

1. Coolidge Avenue – Safe Routes to Schools (Federal Grants)	\$ 730,000
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### Federal Highway Safety Improvement Program Grant

1. 8th Street Traffic Calming K Avenue to Palm Avenue	\$ 900,000
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Next Page

Next Page

**511 – Tax Increment Fund**

	Revised Budget
1. 5th Street Streetscape Smart Growth Grant	\$ 500,000
2. Campbell Art Center	\$ 250,000
3. Freeway Sign Refurbishment	\$ 250,000
4. Harbor Drive Implementation	\$ 250,000
5. Kimball House	\$ 10,000
6. Marina Gateway Streetscape	\$2,000,000
7. Westside Implementation	\$ 250,000
8. Westside Specific Plan	\$ 200,000
	\$3,710,000

**629 – Information System Maintenance Fund**

1. Civic Center Data Center – provide redundant AC	\$ 130,000
2. Fire Station #31 Fiber Optics Connection	\$ 30,000
	\$ 160,000

**630 – Office Equipment Depreciation Fund**

1. Integrated Customer Service System – GIS	\$ 400,000
2. Upgrade Servers	\$ 150,000
	\$ 550,000

**631 – Telecom Revolving Fund**

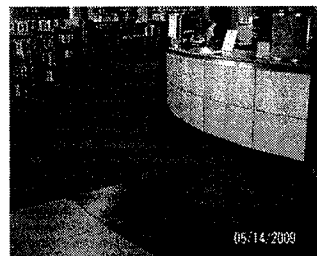
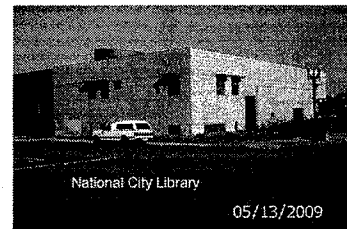
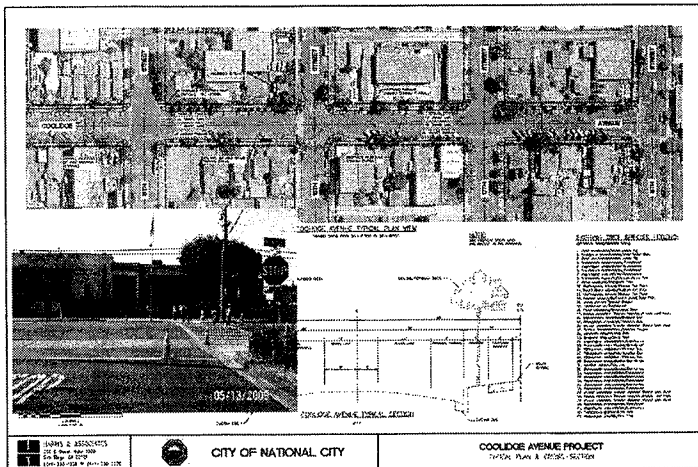
1. Unified Messaging System	\$ 200,000
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**Grand Total \$11,799,755**

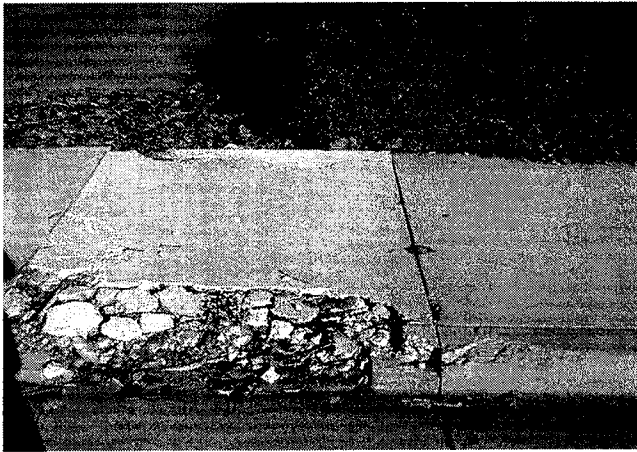
## NEXT STEPS

- Approve City Manager recommendations
- June 2, 2009 present revised Preliminary Budget
- June 16, 2009 Adopt FY 2009-10 Budget

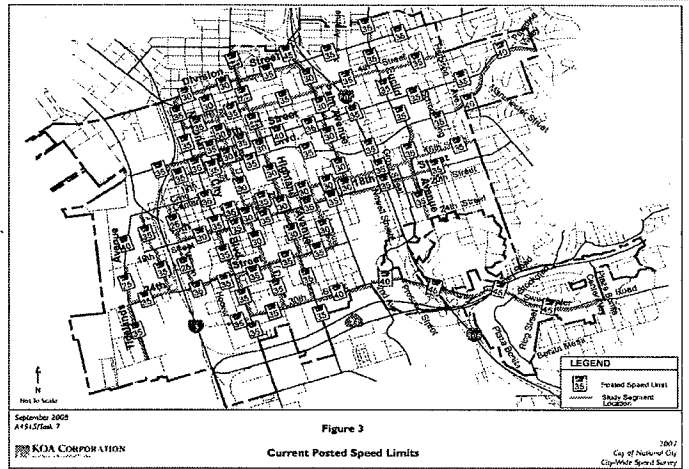
## CONCLUSION



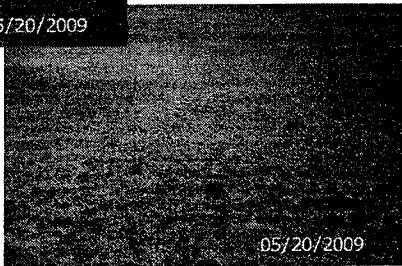
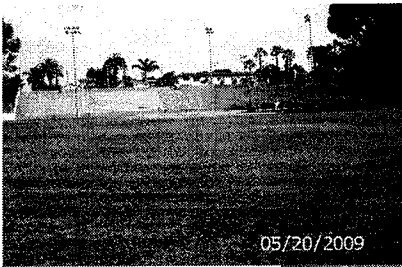
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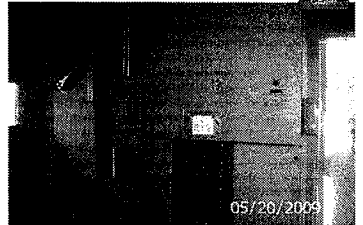
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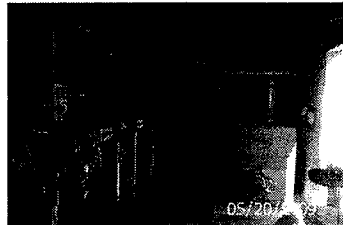
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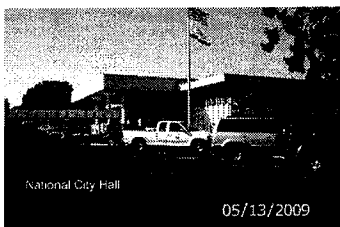
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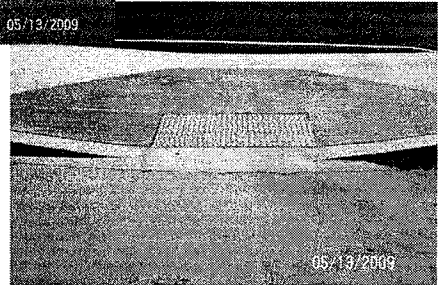
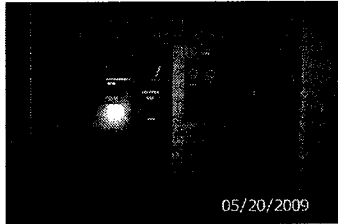
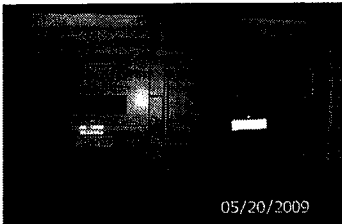
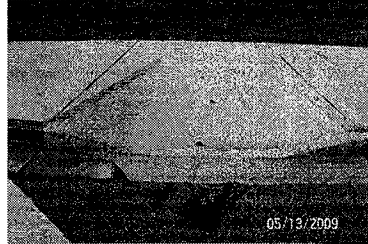
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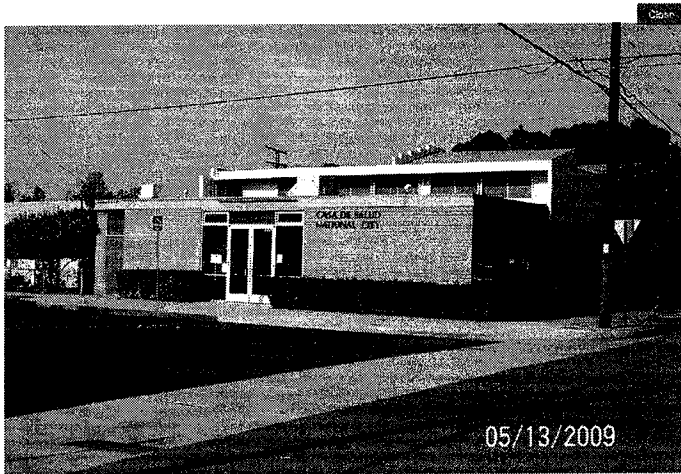
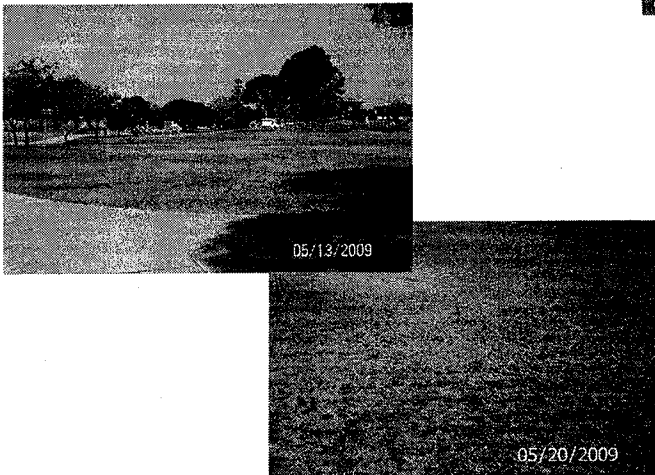
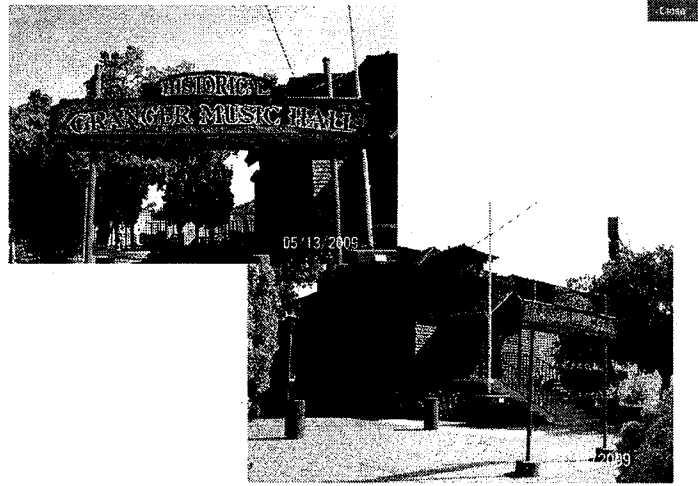
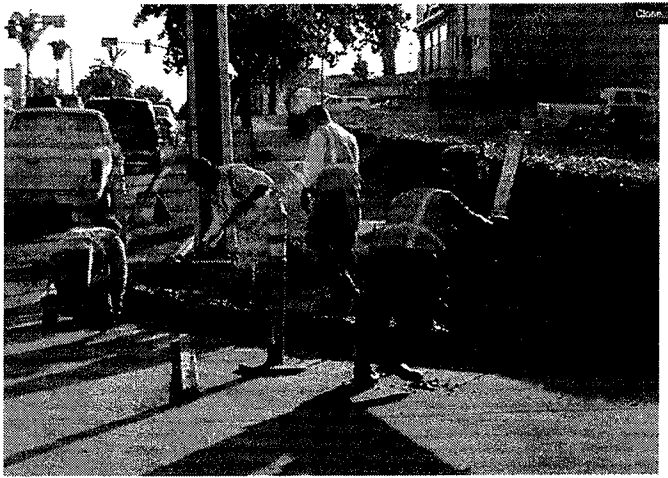


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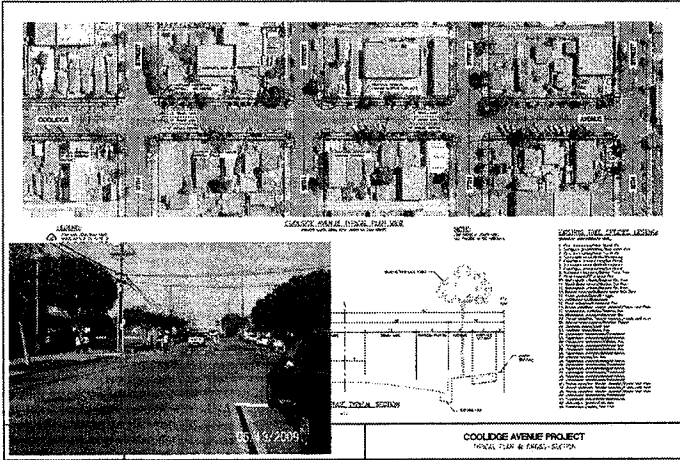
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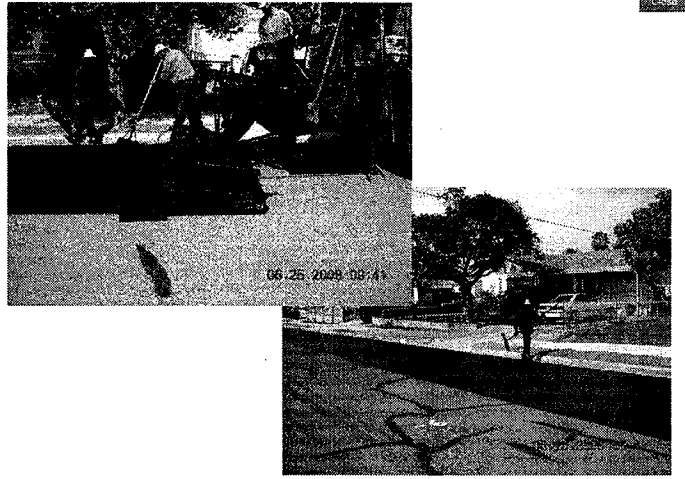




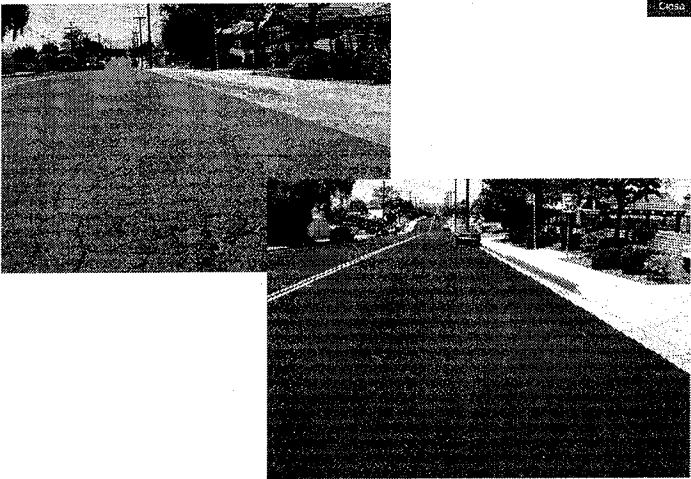
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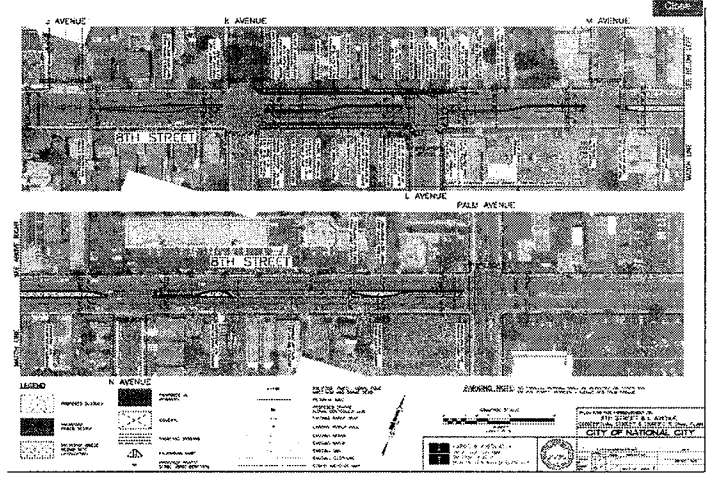
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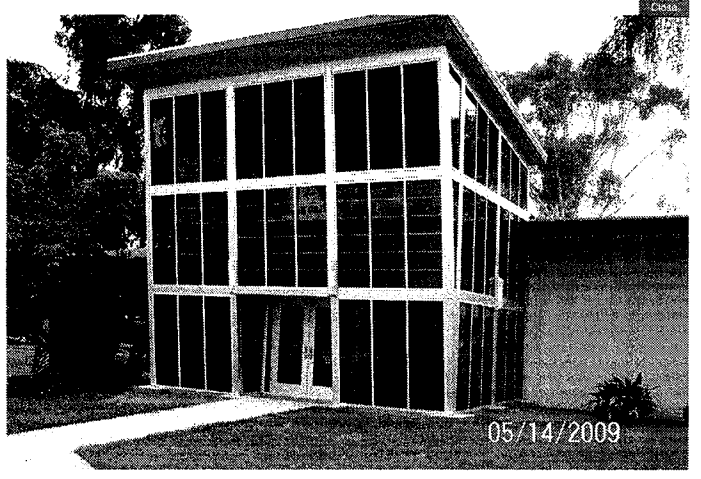
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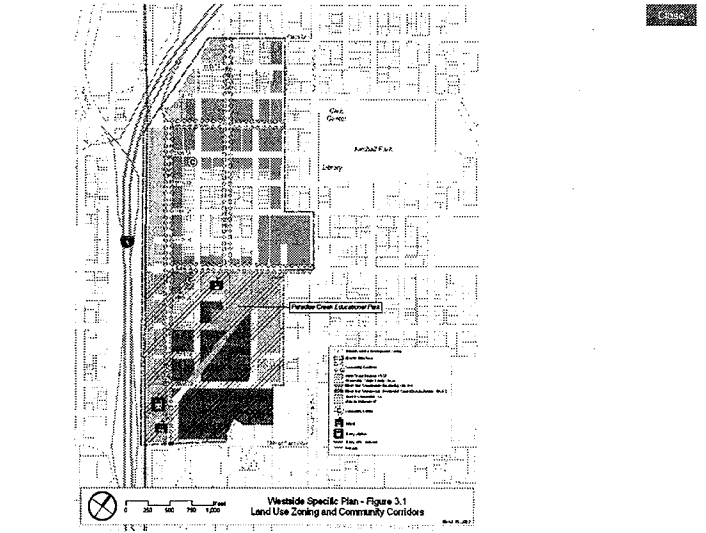
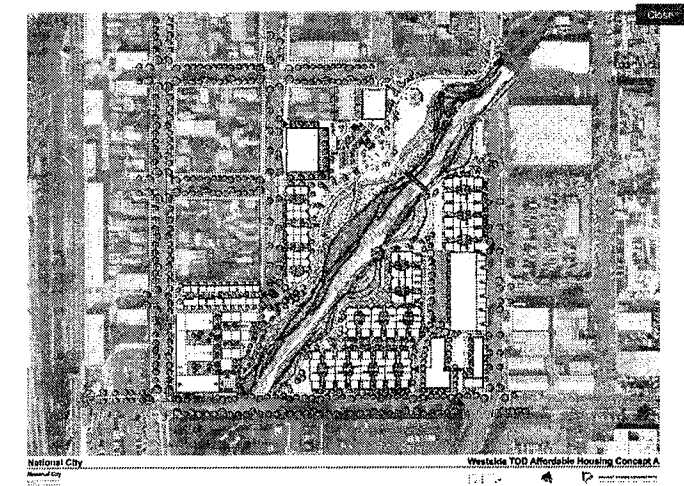
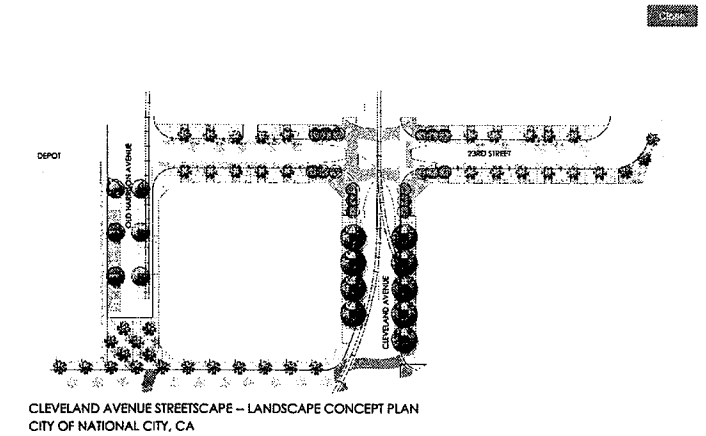
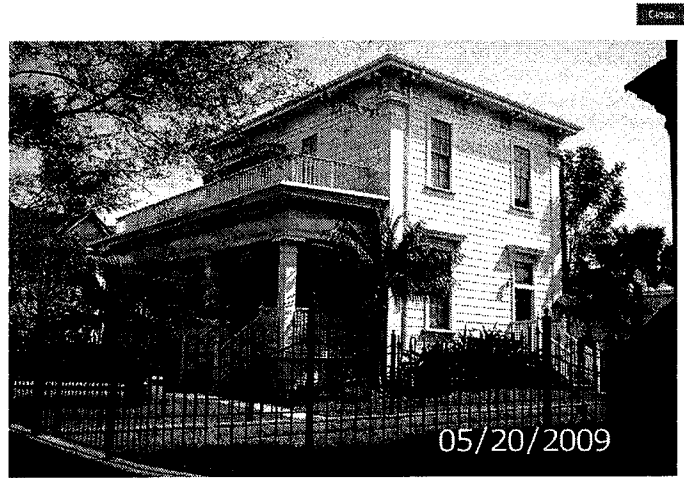
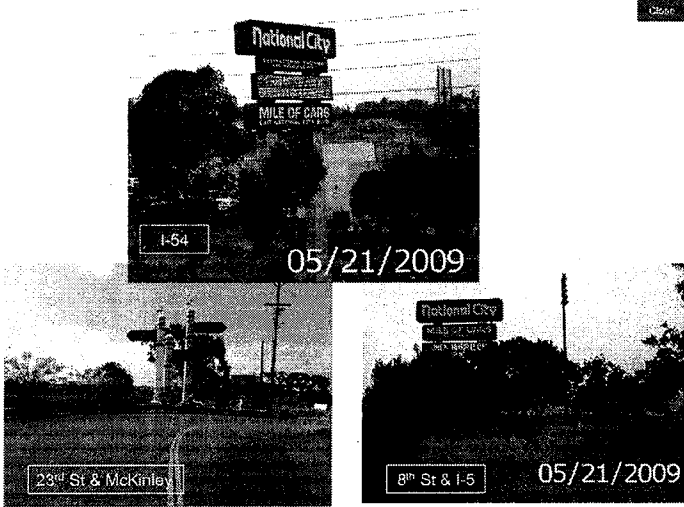


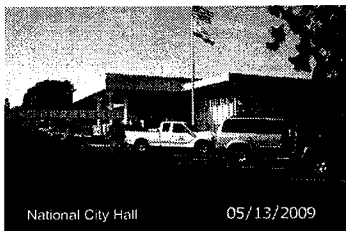
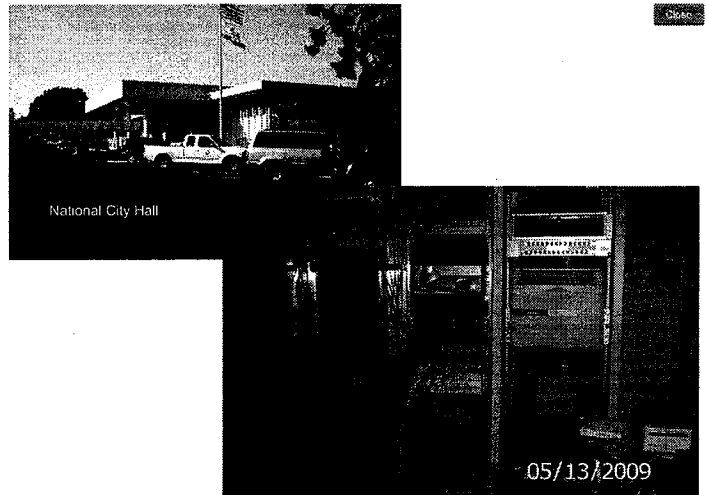
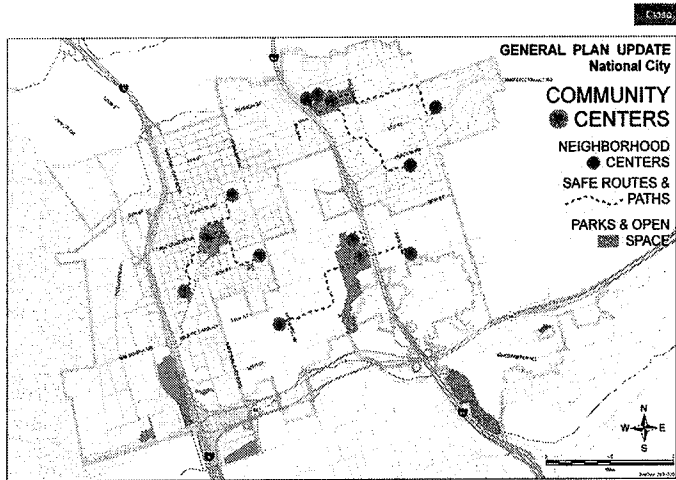
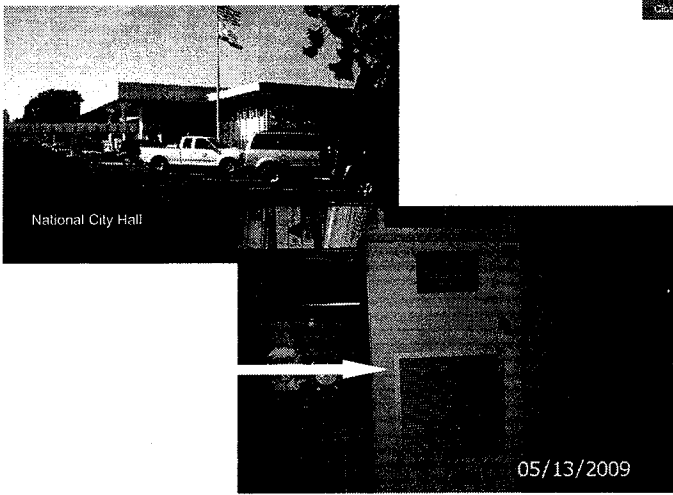
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## Conclusion

