

This Agenda contains a brief general description of each item to be considered. Copies of the Staff reports or other written documentation relating to each item of business referred to on the Agenda are on file in the Office of the City Clerk and are available for public inspection. Any person who has a question concerning any of the agenda items may call the City Manager at (310) 603-0220, ext. 200.

Procedures for Addressing the Council

IN ORDER TO EXPEDITE CITY COUNCIL BUSINESS, WE ASK THAT ALL PERSONS WISHING TO ADDRESS THE COUNCIL FILL OUT A FORM PROVIDED AT THE DOOR, AND TO TURN IT IN TO THE CITY CLERK PRIOR TO THE START OF THE MEETING. FAILURE TO FILL OUT SUCH A FORM WILL PROHIBIT YOU FROM ADDRESSING THE COUNCIL IN THE ABSENCE OF THE UNANIMOUS CONSENT OF THE COUNCIL.

AGENDA

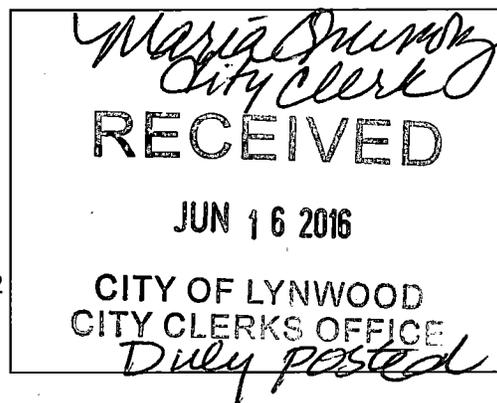
ITEMS ON FILE FOR CONSIDERATION
AT THE SPECIAL MEETING OF
THE LYNWOOD CITY COUNCIL
TO BE HELD ON

JUNE 20, 2016

COUNCIL CHAMBERS

11330 BULLIS ROAD, LYNWOOD, CA 90262
5:00 P.M.

EDWIN HERNANDEZ
MAYOR



AIDE CASTRO
MAYOR PRO-TEM

MARIA TERESA SANTILLAN-BEAS
COUNCILMEMBER

CITY MANAGER
J. ARNOLDO BELTRÁN

CITY CLERK
MARIA QUINONEZ

SALVADOR ALATORRE
COUNCILMEMBER

JOSE LUIS SOLACHE
COUNCILMEMBER

CITY ATTORNEY
DAVID A. GARCIA

CITY TREASURER
GABRIELA CAMACHO

OPENING CEREMONIES

1. CALL TO ORDER
2. CERTIFICATION OF AGENDA POSTING BY CITY CLERK
3. ROLL CALL OF COUNCIL MEMBERS

Salvador Alatorre
Maria T. Santillan-Beas
Jose Luis Solache
Aide Castro
Edwin Hernandez

4. PLEDGE OF ALLEGIANCE
5. INVOCATION

PUBLIC ORAL COMMUNICATIONS
(Regarding Agenda Items Only)

CITY COUNCIL ORAL AND WRITTEN COMMUNICATION

EDWIN HERNANDEZ, MAYOR
AIDE CASTRO, MAYOR PRO TEM
SALVADOR ALATORRE, COUNCILMEMBER
MARIA T. SANTILLAN-BEAS, COUNCILMEMBER
JOSE LUIS SOLACHE, COUNCILMEMBER

NEW/OLD BUSINESS

6. FY 2016-17 BUDGET WORKSHOP

Comments:

In preparation for the FY 2016-2017 (FY 17) Budget Hearing scheduled for June 21, 2016 the purpose of this Budget Workshop is to review the Department Proposed FY 17 Budget. The focus at the Budget Workshop is on the General Fund. Staff looks forward to Council's comments on the draft budget and proposed modifications for incorporation into the full Proposed FY 17 Budget (City, Successor Agency, Lynwood Utility Authority, Appropriations Limit, and Master Fee Schedule), which will be presented at the June 21st Budget Hearing for Council consideration. (FIN)

Recommendation:

Staff recommends that the City Council conduct a budget workshop to receive a presentation on the Fiscal Year 2016-17 (FY 17) Department Proposed Budget and provide input for staff's consideration.

ADJOURNMENT

THE NEXT REGULAR MEETING WILL BE HELD ON JUNE 21, 2016 AT 6:00 P.M. IN THE COUNCIL CHAMBERS OF THE CITY HALL, 11330 BULLIS ROAD, CITY OF LYNWOOD, CALIFORNIA.



AGENDA STAFF REPORT

DATE: June 20, 2016

TO: Honorable Mayor and Members of the City Council

APPROVED BY: J. Arnoldo Beltrán, City Manager *JAB*

PREPARED BY: Amanda Hall, Finance Director *AH*
Delania G. Whitaker, Financial Analyst *DGW*

SUBJECT: FY 2016-17 Budget Workshop

Recommendation:

Staff recommends that the City Council conduct a budget workshop to receive a presentation on the Fiscal Year 2016-17 (FY 17) Department Proposed Budget and provide input for staff's consideration.

Background:

In preparation for the FY 2016-2017 (FY 17) Budget Hearing scheduled for June 21, 2016 the purpose of this Budget Workshop is to review the Department Proposed FY 17 Budget. The focus at the Budget Workshop is on the General Fund. Staff looks forward to Council's comments on the draft budget and proposed modifications for incorporation into the full Proposed FY 17 Budget (City, Successor Agency, Lynwood Utility Authority, Appropriations Limit, and Master Fee Schedule), which will be presented at the June 21st Budget Hearing for Council consideration.



Discussion & Analysis:

FY 16 General Fund Year-End Performance

On May 25, 2016, staff presented an update on the FY 16 General Fund year-end performance. On June 1, 2016, the City received a total of \$623,799 from Los Angeles County for return of Pension Tax Override (\$506,073), RDA Asset Distribution (\$74,593) and City Pass Through Payments (\$43,132). In addition, on June 15, 2016, the City received \$42,582 from LA County for the Other Funds and Accounts Distribution (Asset Sale/Encumbered Money Fund Allocation & Distribution). This will reduce the projected deficit (\$1,078,454) to \$412,073 and increase the General Fund ending balance to \$3,638,130. See table below.

TABLE 1		
FY 16 GENERAL FUND YEAR-END PERFORMANCE		
	FY 16 Year-End Results as of May 25, 2016	FY 16 Year-End Results as of June 20, 2016
Revenue	\$27,565,512	\$28,231,893
Expenditures	(\$28,643,966)	(\$28,643,966)
Projected Deficit	(\$1,078,454)	(\$412,073)
Beginning Balance	\$4,050,203	\$4,050,203
Ending Balance	\$2,971,479	\$3,638,130
Fund Balance Needed to Meet Reserve Policy	\$2,864,396	\$2,864,396

FY 17 Proposed Budget Overview

On May 25, 2016, staff presented an overview of the FY 17 Department Proposed budget. See table below.

TABLE 2 FY 17 DEPARTMENT PROPOSED GENERAL FUND BUDGET	
	FY 17 Department Proposed Budget
Revenue	\$27,888,625
Expenditures	\$30,775,784
Projected Deficit	(\$2,887,159)
Beginning Balance	\$3,595,548
Ending Balance	\$708,389
Fund Balance Needed to Meet Reserve Policy	\$3,077,578

For FY 17, staff projects operating deficits in the Gas Tax Fund, Street Lighting Maintenance Assessment District Fund, Landscape Maintenance Assessment District Fund, and the Litter Abatement Fund. The operating deficit in the Gas Tax Fund is due to transfers out the Traffic Safety Fund for operational expenses. Finance staff is working with Public Works staff to identify alternative funding sources. The operating deficit in the Street Lighting Maintenance Assessment District Fund and Landscape Maintenance Assessment District Fund is due to the fact that proposed expenditures exceed revenue. The operating deficit in the Litter Abatement Fund is due to loss of Livable Environmental Services Fee revenue for commercial waste hauler accounts billed by WRI, NES Street Sweeping contract CPI increase, and increase in salaries and benefits.

If alternative funding sources are not identified, the General Fund will have to cover the deficit amounts. This is not reflected in the \$2.9 million deficit.

To reduce the projected \$2.9 million deficit and to meet the 10% General Fund Reserve Policy, staff is making several budget recommendations which include the following:

- Staffing/Classification Changes Including Layoffs, Elimination of Vacant Positions, Addition of Positions, and Transfers
- Reduce L.A. County Sheriff Contract
- Shift of Salaries and Benefits to Redevelopment Property Tax Trust Fund

- Defer Hiring of Certain Vacant Positions
- Unclaimed Refundable Deposits from 2000 through 2009
- Cut Legislative Advocacy Contract
- Eliminate Lifetime Medical Benefits

Fiscal Impact:

The fiscal impact will be based on Council decisions made at the hearing scheduled for June 21, 2016.

Coordinated With:

All Departments