



City of Placentia Special Joint Study Session of The Placentia City Council and Citizens Fiscal Sustainability Task Force

Agenda
Thursday, December 10, 2015
6:30 p.m.

Placentia Library – Library Meeting Room
411 E. Chapman Avenue
Placentia, CA 92870

Procedures for Addressing the City Council or Task Force

Any person who wishes to speak regarding an item on the agenda or on a subject within the City Council or Task Force's jurisdiction during the "Oral Communications" portion of the agenda should fill out a "Speaker Request Form" and give it to the City Clerk or Task Force Secretary BEFORE that portion of the agenda is called.

The City encourages free expression of all points of view. To allow all persons the opportunity to speak, please keep your remarks brief. If others have already expressed your position, you may simply indicate that you agree with a previous speaker. If appropriate, a spokesperson may present the views of an entire group. To encourage all views, the City discourages clapping, booing or shouts of approval or disagreement from the audience.

PLEASE SILENCE CELL PHONES AND OTHER ELECTRONIC EQUIPMENT WHILE THE TASK FORCE IS IN SESSION.

Special Accommodations

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the City Clerk's Office at (714) 993-8231. Notification 48 hours prior to the meeting will generally enable City staff to make reasonable arrangements to ensure accessibility.
(28 CFR 35.102.35.104 ADA Title II)

Copies of all agenda materials are available for public review in the Office of the City Clerk, the Placentia Library Reference Desk and the internet at www.placentia.org. Persons who have questions concerning any agenda item may call the City Clerk's Office at (714) 993-8231 to make inquiry concerning the nature of the item described on the agenda.

City of Placentia
401 E Chapman Avenue
Placentia, CA 92870

Phone: (714) 993-8231
Fax: (714) 961-0283
Website: www.placentia.org

In compliance California Government Code Section 54957.5, any writings or documents provided to a majority of the Task Force regarding any item on this agenda that are not exempt from disclosure under the Public Records Act will be made available for public inspection at the City Clerk's Office at City Hall, 401 East Chapman Avenue, Placentia, during normal business hours.

CALL TO ORDER

CITY COUNCIL ROLL

Councilmember Scott W. Nelson
Councilmember Constance M. Underhill
Councilmember Chad P. Wanke
Mayor Pro Tem Craig S. Green
Mayor Jeremy B. Yamaguchi

TASK FORCE ROLL CALL

Task Force Member Phillip Batiste
Task Force Member Jeff Buchanan
Task Force Member Glenn Casterline
Task Force Member Bruce Hunt
Task Force Member Richard Lightfoot Jr.
Vice Chair Joshua Correa
Chair Robert McKinnell

PLEDGE OF ALLEGIANCE

ORAL COMMUNICATIONS

At this time the public may address the City Council or Task Force concerning any agenda item or on matters within the jurisdiction of the City. There is a five (5) minute time limit for each individual addressing the City Council or Task Force.

INTRODUCTION

STUDY SESSION

1. **Brief summary of Citizens Fiscal Sustainability Task Force solutions worksheet.**
2. **Clarification and/or questions related to Task Force conclusions and recommendations.**
3. **Additional Task Force review items.**
 - a. **New items currently under Task Force review.**
 - b. **Additional City Council direction and/or requested items.**
4. **City Council and Task Force comments/requests.**

ADJOURNMENT

CERTIFICATION OF POSTING

I, Rosanna Ramirez, hereby certify that the Agenda for the December 10, 2015 special joint meeting of the City Council and Citizens Fiscal Sustainability Task Force of the City of Placentia was posted at the City of Placentia City Hall and made available at www.placentia.org on December 8, 2015.

Rosanna Ramirez
Chief Deputy City Clerk

**Citizens Fiscal Sustainability Task Force
Solutions Worksheet
12/10/15**

ID	Item	FY15-16	FY16-17	FY17-18	FY18-19	FY19-20	FY20-21	FY21-22	FY22-23	FY23-24	FY24-25
Current General Fund Forecast											
GFR	General Fund Revenue	31,419,885	31,457,803	31,774,960	32,367,398	32,958,685	33,554,439	34,163,762	34,786,985	35,424,447	36,076,496
GFE	General Fund Expenditures	31,395,163	33,619,729	34,153,118	33,570,082	33,164,746	33,732,851	34,165,276	34,610,017	35,057,025	35,516,734
SD1	General Fund Forecasted Balance (Operational Surplus/(Deficit))	24,722	(2,161,926)	(2,378,158)	(1,202,684)	(206,061)	(178,412)	(1,514)	176,968	367,422	559,762
Postponed Maintenance/Infrastructure Expenditures (Infrastructure Deficit)											
DE2	Street Maintenance	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
DE3	Facilities Maintenance	813,000	813,000	813,000	813,000	813,000	250,000	257,500	265,225	273,182	281,377
DE4-A	Vehicle/Equipment Replacement - may be reduced - 6 new PD vehicles, 1 new sewer truck, 10 electric vehicles	216,000	216,000	216,000	216,000	216,000	222,480	229,154	236,029	243,110	250,403
SD2	Subtotal Postponed Maintenance/Infrastructure Expenditures (Infrastructure Deficit)	4,029,000	4,029,000	4,029,000	4,029,000	4,029,000	3,472,480	3,486,654	3,501,254	3,516,292	3,531,780
SD3	TOTAL STRUCTURAL DEFICIT (Operational & Maintenance/Infrastructure)	(4,004,278)	(6,190,926)	(6,407,158)	(5,231,684)	(4,235,061)	(3,650,892)	(3,488,168)	(3,324,286)	(3,148,870)	(2,972,018)
Other Items of Concern											
DE7	Rebuild City General Fund Reserves										
DE6	Rebuild City Liability Reserves (One Time Adjustment)										
DE1	3% COLA			408,910	394,340	410,600	422,910	435,600	448,670	462,130	475,990
DE8	Market Rate Compensation		720,000	720,000	720,000	720,000	720,000	720,000	720,000	720,000	720,000
Implemented Revenue/Savings Items											
R13	Outdoor Advertising Non-Residential - 2 sites	0	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
DE4-B	Vehicle/Equipment Replacement										
	Savings on Vehicle Maintenance										
	Savings on fuel due to use of electric vehicles										
Increased City Revenues - Requiring a Ballot Initiative											
R4	Restore Utility User Tax to 5%		300,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000
R5	Increase Utility User Tax to 7%		700,000	2,800,000	2,800,000	2,800,000	2,800,000	2,800,000	2,800,000	2,800,000	2,800,000
R6	Increase Landscape Maintenance Assessment			199,557	205,544	211,710	218,061	224,603	231,341	238,281	245,430
R7	Increase Street Lighting Assessment include Escalator			254,850	262,496	270,370	278,481	286,836	295,441	304,304	313,433
R8	Apply Public Safety Assessment Citywide			2,877,000	3,020,850	3,171,893	3,330,487	3,497,011	3,671,862	3,855,455	4,048,228
R9	Increase Local Transaction Tax by 1/2 Cent		376,000	2,750,000	2,850,040	2,935,541	3,023,607	3,114,316	3,207,745	3,303,977	3,403,097
R10	Increase Local Transaction Tax by 1 Cent		755,000	5,530,000	5,700,080	5,891,322	6,074,634	6,256,874	6,444,580	6,637,917	6,837,055
R11	Increase Hotel Occupancy Tax to 15%		194,000	388,000	388,000	388,000	388,000	388,000	388,000	388,000	388,000
Note: Items in red require an election.											
Increased City Revenues - Requiring Policies											
R1	Rental of City Yard House		(50,000)	14,400	14,400	14,400	14,400	14,400	14,400	14,400	14,400
R2	Attract "Mom and Pop" Businesses (2 New/Year)		3,600	6,000	9,000	12,000	15,000	18,000	21,000	24,000	27,000
R12	Packing House Redevelopment (Property Tax)				75,876	77,394	78,942	80,521	82,131	83,774	85,449
R14	Advertise on City Vehicles										
R15	Additional Outdoor Advertising - one site		-	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Increased City Revenues - Requiring Additional Evaluation											
R3	Medical Marijuana Businesses (requires additional evaluation)	780,000	780,000	780,000	780,000	780,000	780,000	780,000	780,000	780,000	780,000
Decreased City Expenditures											
E1	Police employees pay retirement	Previously Implemented		-	-	-	-	-	-	-	-
E2	Cost sharing of health benefits	Previously Implemented		-	-	-	-	-	-	-	-
E3	Cost Sharing of dental benefits	Previously Implemented		-	-	-	-	-	-	-	-
E4	Change special pay to flat rate (Partially Implemented)		16,789	17,293	17,811	18,346	18,896	19,463	20,047	20,648	21,268
E5	Follow FLSA standard to calculate overtime	Required to be negotiated		-	-	-	-	-	-	-	-
E6	Outsource police services to OC Sheriff's Department	No savings likely increases in future year over current policing model, CalPERS payout obligations of \$2M-\$6M per year over contract costs, different service model.									
E7	Maintain Current FTEs at 114 per FY15-16 Budget Proposal		979,053	996,964	927,101	934,629	953,979	963,294	972,703	982,206	991,804
E8	Car Allowance (temporarily suspend)		28,800	-	-	-	-	-	-	-	-