

## June 5, 2019 Minutes City Council Special Meeting

### CALL TO ORDER:

*At 5:30 p.m., the meeting was called to order.*

ROLL CALL: Mayor: NEAL  
 Mayor Pro Tem: BILLINGSLEY  
 Council Members: BROWN, LYONS  
 Absent: BLAIR

City Staff and contract employees present: City Manager Olson; Assistant City Manager Speer; City Attorney Lerner; Public Works Director Rivera; Community Development Directory Holwell; Police Chief Smith; Parks and Recreation Director Glick; Deputy City Clerk Venegas; Finance Manager Beyersdorf.

### PUBLIC COMMENT

*City Attorney Lerner stated Council is aware of the arrest of a Council Member. It is an active investigation and Council is confident in the process. There is no further comment at this time.*

### NEW BUSINESS – Section 1

#### 1-1 Information Only - Review of Fiscal Year 2019-2020 Draft Proposed Budget

*Assistant City Manager/Administrative Services Director Speer provide a power point on the 2019-2020 proposed budget. The power point included the following:*

- *FY 2019 Revenue Projections General Fund*
  - *Revenues initially overestimated*
  - *Overall revenue projection in FY 2019 - \$11,762,000*
  - *Projected Expenses in FY 2019 - \$13,444,748*
- *FY 2020 General Fund Reserve Balance*
  - *FY 2018 audited general fund beginning balance - \$9,019,784*
  - *FY 2019 projected general fund reserve contribution - \$1,683,464*
  - *FY 2020 projected general fund beginning fund balance - \$7,336,320*
- *FY 2020 Proposed General Fund*
  - *Proposed revenues - \$11,336,606*
- *Revenue Comparison for FY 2019 to FY 2020*
- *Schedule 2 – Summary of Expenditures*
- *Contributing Factors for Increased Expenditures*
  - *General Fund Risk Management Expense*
  - *Salaries and Benefits*
- *FY 2020 General Fund Reserve Balance*
  - *FY 2020 projected General Fund beginning balance - \$7,336,320*
  - *FY 2020 General Fund operating deficit - \$(3,980,250)*
  - *FY 2020 projected General Fund ending fund balance - \$3,356,070*
- *Enterprise and Special Funds – Fund Balances*
- *Landscape & Lighting Maintenance Districts (LLMD) Fund Balance*

- *Public Facilities Maintenance District (PFMD) – Fund Balance*
- *Schedule 4 – Position Allocation*
- *Summary of Requested Changes in Position Allocation*
  - *Net changes – Increase of 2 positions*
- *Options for Reducing the FY 2020 General Fund Deficit*
  - *Postpone all asset replacement and capital projects*
  - *Postpone all capital projects for FY 2020*
  - *Postpone Public Safety Dispatch project and re-evaluate in FY 2021*
  - *Allow construction of Public Safety Dispatch Center, postpone installation of all owner furnished fixtures, furniture and equipment*
  - *Freeze merit increases for all employees for FY 2020*
  - *Reject addition of new positions in FY 2020*
  - *Consider offering the CalPERS Two-Year Service Credit Option to Miscellaneous Employees*
- *Long-Term Fiscal Solutions*
  - *Increase revenues*
  - *Assess budget impact of the Lemoore Golf Course*
  - *Assess budget impact of the Fleet Department*
  - *Development and Implementation of City programs*

*Tom Reed asked the status of staff in the Finance Department and if there will be changes. City Manager Olson stated there will be no changes.*

*Tom Reed also asked for the balance of the reserves for current year as well as past three and five years.*

*Kristin Curio is disturbed with the “I” presentation and says need to move forward. Acknowledge the pay raise (for all staff) and take responsibility. Accept mistakes that were made, stop making excuses and move forward.*

*Consensus was received to allow construction of the Dispatch center but postpone the installation of fixtures.*

*Consensus was also received to have a study session for the CalPERS Two-Year service credit option to miscellaneous employees.*

1-2 Report and Recommendation – Discussion for/and Approval of Contract for Financial Consulting Services with Price Paige and Company for Fiscal Year 2018-2019

*Motion by Council Member Brown, seconded by Council Member Billingsley, to approve the agreement with Price Paige and Company for financial consulting services, and authorize the City Manager to execute contract documents.*

*Ayes: Brown, Billingsley, Lyons, Neal  
Absent: Blair*

## CITY COUNCIL REPORTS AND REQUESTS – Section 2

2-1 City Council Reports / Requests

*Council Member Brown thanked City Manager, department heads and staff.*

*Council Member Lyons said good job on the proposed budget. Budget not a recent problem and like that takings steps to fix.*

*Mayor Pro Tem Billingsley with problems see solutions. Challenge everyone to come up with solutions. Thanks to Michelle and Linda for preparing the budget.*

*Mayor Neal thanked all for doing a good job. Suggest make some information, such as TOT, more plain and simple to understand.*

ADJOURNMENT

*At 7:05 p.m., Council adjourned.*

*Approved the 18<sup>th</sup> day of June 2019.*

APPROVED:

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Edward Neal, Mayor

ATTEST:

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Mary J. Venegas, Deputy City Clerk