

City of Manhattan Beach

Biennial Budget – Year 2 FY 2017-2018 Amendments May 30, 2017



Agenda

- ▶ Recap May 4, 2017 Study Session
- ▶ Requested information
 - All Departments
 - Expenditure Reductions
 - Revenue Enhancements
 - City Council Retreat Initiatives
 - Parks and Recreation Department program funding models, ROI for equipment purchases, revenue potential
 - Community Development Department staffing model
- ▶ Q&A



Important Dates

- ▶ May 4 Budget Study Session
- ▶ May 30 Budget Study Session
- ▶ June 20 Public Hearing and Adoption
- ▶ July 1 Effective date of budget

Directed changes will be incorporated by Resolution
at time of adoption



Reference Materials

▶ Attachments

- #1 – Expenditure Reductions
- #2 – Revenue Enhancements
- #3 – City Council Work Plan Priorities
- #4 – Proposed Changes to Approved Budget
- #5 – Parks & Rec Profit and Loss Estimates for FY17-18
- #6 – Field Rental Rate Comparison



Expenditure Reductions

- ▶ City Council requested staff to identify budget reductions with least amount of community impact in increments of \$500,000 to \$1.5 million
 - **Tier 1** Moderate impact to community or organization
 - Also includes efficiencies and savings already identified
 - **Tier 2** Moderate to significant impact to City operations and community service levels
 - **Tier 3** Significant and sustained impacts to community or organization
 - Over time these will deteriorate services, programs or facilities



Expenditure Reductions

Category	Amount	Tier 1	Tier 2	Tier 3
Communications/Advertising	\$67,500	\$10,500	\$57,000	-
Community Engagement/Events	66,670	15,000	31,670	20,000
Computer Contract Services	11,000	-	11,000	-
Contract Services	155,947	38,648	105,299	12,000
Internal Efficiencies/Savings	79,945	79,945	-	-
Programs	632,443	101,580	250,550	280,313
Public Safety	439,342	90,850	50,800	297,692
General Fund Expenditures	\$1,452,847	\$336,523	\$506,319	\$610,005
Other Funds	110,000	20,000	90,000	-
All Funds Expenditures	\$1,562,847	\$356,523	\$596,319	\$610,005



Expenditure Reductions

Programs	Amount	Tier 1	Tier 2	Tier 3
Arts	\$15,500	-	\$9,500	\$6,000
Aquatics	4,000	4,000	-	-
Seniors	37,000	-	-	37,000
Youth	2,000	2,000	-	-
Employee Development	53,740	17,780	15,960	20,000
Community Police Academy	12,500	-	-	12,500
Economic Development	34,800	2,800	32,000	-
Historic Preservation	261,250	75,000	186,250	-
Environmental*	211,653	-	6,840	204,813
Total Programs	\$632,443	\$101,580	\$250,550	\$280,313

**Reduction with staffing impact*



Revenue Enhancements

General Fund by Category	Amount
Taxes & Assessments	\$4,020,000
Charges for Services	225,600
Fees and Permits	172,000
Fines	130,000
Total General Fund	\$4,547,600
Stormwater Assessments	\$2,055,000
Parking Revenues	1,568,000
Street Lighting/Landscape Assessments	275,000
Public Arts Trust	100,000
Total Other Funds	\$3,998,000
Total All Funds	\$8,545,600



City Council Work Plan Priorities

- ▶ Attachment #3 includes preliminary cost estimates and potential funding sources where appropriate
 - Total Funding Identified \$2,107,977
- ▶ Resource allocations will be discussed at later dates



Parks and Recreation

- ▶ Review General fund supported activities and staffing from art exhibitions and special events
- ▶ Discuss staffing for revenue-generating programs, classes and camps
- ▶ Discuss revenue potential and return on investment with the ceramic classes relative to the purchase of replacement kiln
- ▶ Review opportunities for more P&R revenue
 - Field rental fees comparison



Community Development

- ▶ Review the staffing model to potentially merge and consolidate some part-time to full-time personnel
 - Net cost roughly \$139,000 to add one Building Supervisor (new position) and add two full-time Administrative Clerks in lieu of three part-time Administrative Clerks



Budget Q & A

