

June 4, 2003

Honorable Mayor and Members of
the Hermosa Beach City Council

City Council Meeting of
June 10, 2003

ADOPTION OF 2003-2004 BUDGET

RECOMMENDATION:

It is recommended that the City Council:

1. Hear public testimony regarding the 2003-2004 Budget;
2. Review the Items from the Budget Workshop beginning on page 4;
3. Adopt Resolution 03- increasing parking meter rates, parking lot/parking structure rates and parking violation penalties, page 19;
4. Approve contracts listed below for services budgeted in the 2003-04 Budget;
5. Adopt Resolution 03- , approving the 2003-2004 Budget, page 29.

BACKGROUND:

A Budget Workshop was held in the Council Chambers on May 29, 2003.

ANALYSIS:

See Items from the Budget Workshop on separate attachment, beginning on page 4.

Increase in Parking Rates

Increases are included in the Preliminary 2003-04 Budget for parking meters, parking lot/structure rates and parking violation penalties. The resolution is attached as pages 19 and 20.

A survey of other cities' rates is included on page 21.

Parking Meters

It is recommended that meter rates be increased from \$.75 to \$1.00. Estimated revenue included in the budget is \$244,584, based on an effective date of 9/1/03. If the change can be made earlier, additional funds will be generated.

Parking Lot Structure Rates

It is recommended that rates in the parking structure and Parking Lot A be changed to \$1, consistent with on-street parking rates. Estimated revenue for the change is \$221,500.

Parking Violation Penalties (Parking Fines)

It is recommended that all municipal code violations be increased by \$5. Most of our fines are \$30. As shown in the survey on page 1, three of the four cities surveyed are already at \$35 or \$38. Estimated revenue for the change is \$157,185.

Changes/Corrections to Final Document

Page 24 in the Preliminary Budget, Schedule of Expenditures by Fund: (pages 25 and 26 in this item), An error was found in this schedule. The totals for Public Works Administration and Prospective Expenditures were incorrect.

A corrected copy is included and a final copy which includes the correction and the changes explained in the list of items from the workshop.

New Budget pages 185 and 190 are included for CIP 185, pages 27 and 28 in this item. The title and area map have been changed.

Contracts for Services

The following contracts are for services budgeted in various departments. Rather than submitting them individually on future agendas, we are submitting them en masse. The contracts are on file in the Finance Department for your review.

<u>Contractor Name</u>	<u>Service Provided</u>	<u>Term/Amount</u>
<u>Community Development</u>		
Hayer Consultants, Inc.	Building inspection, plan check New Services: (previously performed by Fire Dept.) Fire plan check and inspection	7/1/03-7/1/04/no increase, same rate: \$75/hour
Eugen Tseng	AB 939 Annual Report	7/1/03-6/30/06/no % increase Estimated \$10,000 per year, not to exceed \$30,000
<u>Informations Systems</u>		
Prosum Technology Consulting Group	Desktop/Network Support	7/1/03 to 6/30/04 20% decrease \$28,800 minimum amount

Public Works

Hunter- Kennedy Associates	NPDES Consultant, storm water management program administration, used oil recycling	7/1/03-6/30/04 3% decrease \$56,150
Hunter- Kennedy Associates	Administration of used oil recycling program	7/1/03-6/30/04/no increase \$5,419
ThyssenKrupp Elevator Corporation	Parking structure elevator maintenance	7/1/03-6/30/04 10% increase \$4,454.20

Budget Summary

The Budget Summary, which incorporates the above corrections, is attached to the budget resolution on page 29.

Five Year Capital Improvement Program

The first year of the plan is adopted within the 2003-04 Budget. The Five-year Plan will go to the Public Works Commission in September and then come back to the City Council in November.

Respectfully submitted,

CONCUR:

Viki Copeland
Finance Director

Stephen R. Burrell
City Manager

RESOLUTION NO. 03-

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF HERMOSA BEACH,
CALIFORNIA ADOPTING THE BUDGET FOR THE FISCAL YEAR 2003-2004**

WHEREAS, a budget for the fiscal year 2003-2004 has been prepared by the City Manager, and;

WHEREAS, said budget incorporates expenditures for operating purposes, capital outlay and capital improvement projects, and;

WHEREAS, said final budget will include the appropriations limit and total annual appropriations subject to limitation as required by Section 37200 of the Government Code, and;

WHEREAS, the City Council has examined said budget and, after due deliberation and consideration, has made such amendments to the budget as it deems advisable.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF HERMOSA BEACH,
CALIFORNIA DOES RESOLVE AS FOLLOWS:**

SECTION 1. That the City Council does hereby approve and adopt the revised budget for the 2003-2004 Fiscal Year as presented in the documents entitled "City of Hermosa Beach Budget Summary 2003-2004", as amended by the City Council through June 10, 2003, and attached as "Exhibit A."

PASSED, APPROVED, and ADOPTED this 10th day of June 2003.

PRESIDENT of the City Council, and MAYOR of the City of Hermosa Beach, California

ATTEST:

APPROVED AS TO FORM:

CITY CLERK

CITY ATTORNEY