

REPORT TO CITY COUNCIL AND REDEVELOPMENT AGENCY

DATE: JUNE 22, 2011

TO: HONORABLE MAYOR/CHAIR AND MEMBERS OF THE CITY COUNCIL/REDEVELOPMENT AGENCY

FROM: GREG RAMIREZ, CITY MANAGER/EXECUTIVE DIRECTOR

BY: NATHAN HAMBURGER, ASSISTANT CITY MANAGER
CHRISTY PINUELAS, DIRECTOR OF FINANCE

SUBJECT: APPROVAL OF RESOLUTION NO. 11-1633; ESTABLISHING FISCAL YEAR 2011-12 APPROPRIATIONS LIMITATIONS, RESOLUTION NO. 11-1634; ADOPTING THE ANNUAL BUDGET FOR FISCAL YEAR 2011-12, AND REDEVELOPMENT AGENCY RESOLUTION NO. 11-58; ADOPTING THE ANNUAL BUDGET FOR FISCAL YEAR 2011-12

On June 1, 2011, the City Council held a budget workshop extensively covering all budget matters, and direction by the City Council has been incorporated into the final budget. The Fiscal Year 2011-12 Budget for the City of Agoura Hills and the Agoura Hills Redevelopment Agency of \$20.9 million includes approximately \$18.0 million in day-to-day operational/service costs, with an additional \$2.9 million in Capital Improvement Projects. The Capital Improvement Projects include \$2.3 million in Measure R for several transportation related projects, which include the Palo Comado Interchange and Agoura Road Widening Projects.

The General Fund operational budget is balanced, with revenues of \$11.5 million, and operating expenditures and transfers of \$11.4 million. The debt service transfer out is to pay for debt service on the 2007 bond refunding. This bond covers the Agoura Hills Civic Center (City Hall/Library), a portion of the Kanan Bridge Widening Project and is set-aside for the purchase of a recreation center. The recreation center operating transfer is to pay for utilities, maintenance, and design services. Public Safety continues to be a high priority at 34% of the General Fund budget to fund various safety programs. These include patrol and traffic personnel, a juvenile intervention team, school crossing guards, youth drug awareness education programs, and animal control services. In addition to the Palo Comado Interchange and Agoura Road Widening Projects, the 2011-12 Budget includes funding for several capital improvement projects, including beautification through trash and weed abatement along the US 101 corridor, the annual street overlay program, sidewalk repairs, traffic signal lighting change outs, and other traffic improvement projects.

The budget for Proposition A includes a recommendation to increase Dial-A-Ride fares from \$1.00 to \$1.50 each way for travel within the City limits (Agoura Hills) and from \$2.00 to \$3.00 each way for out of town travel. It should be noted that the out of town rate is a return to the

original rate that was in place prior to 2008. The rate increase is to address increased costs to operate the Dial-a-Ride service and for rate consistency with other neighboring jurisdictions.

Since the date of the budget workshop, staff has made two changes to the Budget. A recommendation has been made to reduce the General Fund community grants line item from \$10,000 to \$9,600 and to add \$9,600 to the Parks Maintenance budget – rents and leases for facility use throughout the Las Virgenes Unified School District (LVUSD), totaling \$25,000. In addition, at the June 8, 2011, Council meeting it was recommended that the Agoura Hills Redevelopment Housing Fund add \$150,000 for a three-year option agreement to lease approximately an acre of land from LVUSD to further explore the option of placing affordable workforce housing.

As previously mentioned, the City will be entering into a one-year facility use agreement with LVUSD in the amount of \$24,600. This is a slight increase from the past year, as it is anticipated that the various City programs will need to utilize LVUSD facilities for community programs and meetings. The proposed agreement has been reviewed and approved, as to form, by the City Attorney.

Article XIII-b of the California State Constitution, known as Proposition 4, the Gann Initiative, was passed by the citizens of California on November 6, 1979. Proposition 4 placed limitations on the amount of annual appropriations for state and local governments. The legislation also provided a method to calculate the annual appropriation limit, using a growth factor comprised of the Consumer Price Index (CPI) for California per capital income and the percentage change in population. The City of Agoura Hills appropriation limit for fiscal year 2011-12 is in the amount of \$13,541,010.

RECOMMENDATION

Staff respectfully recommends the City Council:

1. Approve the recommended adjustment to the community services grants budget and the proposed distribution to the grant recipients.
2. Approve the facility use agreement with LVUSD.
3. Adopt Resolution 11-1633 Establishing the Appropriations Limit for Fiscal Year 2011-12, and
4. Resolution No. 11-1634 and Agoura Hills Redevelopment Agency Resolution No. 11-58; adopting the Annual Budgets for Fiscal Year 2011-12.

Attachments: City Council and Redevelopment Agency Resolutions

RESOLUTION NO. 11-1633

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY
OF AGOURA HILLS, CALIFORNIA, ESTABLISHING
FISCAL YEAR 2011-12 APPROPRIATIONS LIMITATIONS**

WHEREAS, Article 13b of the California Constitution refers to a government entity's requirement for the establishment of an appropriations limit; and

WHEREAS, Senate Bill 1352, Chapter 1205, 1980, statutes adds Revenue and Taxation Code, Section 7910 which requires each local government to establish it's appropriation limits by resolution each year at a regularly scheduled meeting.

NOW, THEREFORE, BE IT RESOLVED, that the City of Agoura Hills' appropriation limitation for Fiscal Year 2011-12 shall be \$13,541,011.

BE IT FURTHER RESOLVED, that any challenge to the appropriations limits as per the above mentioned government codes must be brought to the City of Agoura Hills' attention within sixty (60) days of the effective date of this resolution.

PASSED, APPROVED, AND ADOPTED, this 22nd day of June, 2011, by the following vote to wit;

AYES: ()
NOES: ()
ABSENT: ()
ABSTAIN: ()

Harry Schwarz, Mayor

ATTEST:

Kimberly Rodrigues, City Clerk

GANN APPROPRIATION LIMIT
Fiscal Year 2011-12

Appropriation Limitation Calculation					Schedule 1	Appropriation Subject to Limit			
					Appropriation Limit by Fiscal Year	NON			
					Growth Factor	ESTIMATED REVENUES	PROCEEDS OF TAX	PROCEEDS OF TAX	
% Change in Personal Income	% Change in Consumer Price Index (CPI)	% Change in Population per DOF	% Change in Growth Factor						
Fiscal Year 1981-82 Base Year Appropriations Subject to Limit:					\$2,200,000	Unrestricted:			
Allowed Growth Rate:									
Fiscal Year 1992-93	0.9936		1.0133	1.0068149	5,920,556	Taxes	\$9,888,732	\$9,110,732	\$778,000
Fiscal Year 1993-94	1.0272		1.0080	1.0354176	6,130,248	License and Permits	297,000		297,000
Fiscal Year 1994-95	1.0071		1.0028	1.0099199	6,191,060	Intergovernmental	87,000	87,000	0
Fiscal Year 1995-96	1.0472		0.9969	1.0439537	6,463,180	Charges for Services	656,450		656,450
Fiscal Year 1996-97	1.0467		1.0034	1.0502588	6,788,011	Fines and Forfeitures	115,500		115,500
Fiscal Year 1997-98	1.0467		1.0104	1.0575857	7,178,904	Interest Earnings	155,000	129,998	25,002
Fiscal Year 1998-99	1.0415		1.0120	1.0539980	7,566,550	Miscellaneous	284,974		284,974
Fiscal Year 1999-2000	1.0453		1.0158	1.0618157	8,034,282	Total Unrestricted	11,484,656	9,327,730	2,156,926
Fiscal Year 2000-2001	1.0491		1.0148	1.0646267	8,553,511	Restricted:			
Fiscal Year 2001-2002	1.0782		1.0137	1.0929713	9,348,742	Taxes	4,317,200		4,317,200
Fiscal Year 2002-2003	0.9873		1.0400	1.0267920	9,599,213	License and Permits	3,000		3,000
Fiscal Year 2003-2004	1.0231		1.0157	1.0391627	9,975,145	Intergovernmental	4,000,143		4,000,143
Fiscal Year 2004-2005	1.0328		1.0102	1.0433346	10,407,413	Charges for Services	325,500		325,500
Fiscal Year 2005-2006	1.0526		1.0540	1.1094404	11,546,405	Fines and Forfeitures	150,000		150,000
Fiscal Year 2006-2007	1.0396		1.0017	1.0413673	12,024,049	Interest Earnings	242,300		242,300
Fiscal Year 2007-2008	1.0442		1.0034	1.0477503	12,598,200	Miscellaneous	68,350		68,350
* Fiscal Year 2008-2009	1.0429		1.0056	1.0487402	13,212,239	Total Restricted	9,106,493	0	9,106,493
* Fiscal Year 2009-10	1.0062		1.0058	1.0120360	13,371,262	Total Source of Funds	\$20,591,149	\$9,327,730	\$11,263,419
Fiscal Year 2010-11	0.9746		1.0059	0.9803501	13,108,518				
Fiscal Year 2011-12	1.0251		1.0077	1.0329933	13,541,011				
Fiscal Year 2011-12 Appropriation Limit					\$13,541,011				
Less Appropriations Subject to Limitation (Schedule 2)					9,327,730				
Fiscal Year 2011-12 Appropriations Under Allowed Limit					\$4,213,281				

* Revised

RESOLUTION NO. 11-1634

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF AGOURA HILLS, CALIFORNIA, ADOPTING THE ANNUAL BUDGET FOR FISCAL YEAR 2011-12

WHEREAS, the City Council has reviewed the City Manager's preliminary budget for Fiscal Year 2011-12, and

WHEREAS, a budget workshop concerning the Fiscal Year 2011-12 proposed budget was held Wednesday, June 1, 2011,

NOW, THEREFORE, BE IT RESOLVED, by the City Council of the City of Agoura Hills, as follows:

1. That the Fiscal Year 2011-12 Budget be approved pursuant to Chapter 6, Section 2603 (Ordinance No. 22) of the City of Agoura Hills Municipal Code and that the proposed amendments to the Fiscal Year 2010-11 Budget be approved.
2. Any unused appropriations from the Fiscal Year 2010-11 Adopted Budget at the end of Fiscal Year 2010-11 may be re-appropriated by the City Manager for continued use in Fiscal Year 2011-12.

PASSED, APPROVED, AND ADOPTED, this 22nd day of June, 2011, by the following vote to wit;

AYES: ()
NOES: ()
ABSENT: ()
ABSTAIN: ()

Harry Schwarz, Mayor

ATTEST:

Kimberly Rodrigues, City Clerk

**AGOURA HILLS REDEVELOPMENT AGENCY
AGOURA HILLS, CALIFORNIA**

RESOLUTION NO. 11-58

**A RESOLUTION OF THE AGOURA HILLS
REDEVELOPMENT AGENCY ADOPTING THE ANNUAL
BUDGET FOR FISCAL YEAR 2011-12**

WHEREAS, the Agoura Hills Redevelopment Agency has reviewed the Executive Director's preliminary budget for Fiscal Year 2011-12, and

WHEREAS, a budget workshop was held to review the Fiscal Year 2011-12 proposed budget and on proposed amendments to the Fiscal Year 2010-11 budget on Wednesday, June 1, 2011,

NOW, THEREFORE, BE IT RESOLVED, by the Executive Board of the Agoura Hills Redevelopment Agency, as follows:

1. That the Fiscal Year 2011-12 budget and the proposed amendments to the Fiscal Year 2010-11 budget be approved.
2. Any unused appropriations from the Fiscal Year 2010-11 Adopted Budget at the end of Fiscal Year 2010-11 may be re-appropriated by the Executive Director for continued use in Fiscal Year 2011-12.

PASSED, APPROVED, AND ADOPTED, this 22nd day of June, 2011, by the following vote to wit:

AYES: ()
NOES: ()
ABSENT: ()
ABSTAIN: ()

Dan Kuperberg, Agency Chair

ATTEST:

Kimberly Rodrigues, Agency Secretary