



CITY OF AZUSA
MINUTES OF THE SPECIAL MEETING OF
THE CITY COUNCIL
MONDAY, FEBRUARY 26, 2018 – 6:30 P.M.

The City Council of the City of Azusa, met in Special Session at the above date and time in the Azusa Light & Water Conference Room, located at 729 N. Azusa Avenue, Azusa, CA 91702.

Mayor Rocha called the meeting to order at 7:00 P.M.

ROLL CALL: Roll call was taken by City Clerk Cornejo.

PRESENT: COUNCILMEMBERS: GONZALES, CARRILLO, ALVAREZ, ROCHA
ABSENT: COUNCILMEMBERS: MACIAS

ALSO PRESENT

Elected Officials: City Clerk Cornejo.

Staff Members: Interim City Manager Penman, City Attorney Ferre, Director of Finance Johnson, Director of Human Resources and Risk Management Bragg, Director of Public Works/City Engineer Bobadilla, Acting Utilities Director Lehr, Police Chief Hunt, Director of Information Technology and Library Services Graf, Director of Recreation and Family Services Carpenter, Senior Management Analyst Lacasella, Chief Deputy City Clerk Garcia.

PUBLIC COMMENT

None Given.

FISCAL YEAR 2017-18 GENERAL FUND MID-YEAR BUDGET REVIEW AND ADJUSTMENTS

Director of Finance Johnson presented the mid-year budget review stating that the Fiscal Year 2017-18 Adopted Budget is balanced with a \$1.5 million projected change in fund which included one-time revenues, one-time operating expenditures, and an operating deficiency of \$145,141; 5.2% property tax growth; 3% sales tax decline; budgeting for attrition/vacant position savings; proposed personnel changes; impact of minimum wage increases; 7% increase of LA County Fire contract; and increased CalPERS costs of \$250,665. A mid-year \$1,118,735 revenue decrease and \$2,014,665 expenditure increase were proposed. An amended financial forecast was presented, which included increasing pension costs and increased property sales resulting in a FY 2017-18 projected budget deficit of \$2.8 million. The projected ending cash balance for FY 2017-18 is \$10.6 million which is a 24.2% reserve level. An overview of the FLSA Retro was provided, which included a total payroll amount of \$1.44 million.

Director of Human Resources and Risk Management Bragg presented the Reclassification, Salary Range Adjustments and Classification Specification Additions/Revisions which were a result of the Classification and Compensation Study that was conducted in 2016.

Director of Finance Johnson presented the potential significant budget impacts for the upcoming Fiscal Year which included rising PERS costs, labor contract negotiations, unfunded pension and OPEB liabilities, underfunded Worker's Compensation reserves, and infrastructure and facility needs.

Councilmember Carrillo offered Resolution No. 2018-C16

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF AZUSA APPROVING AND ADOPTING THE MID-YEAR BUDGET ADJUSTMENTS FOR THE CITY OF AZUSA

Moved by Councilmember Carrillo, seconded by Councilmember Alvarez, and carried by the following vote of the Council to adopt Resolution 2018-C16; receive and file the FLSA retroactive payroll cost by fund; approve the proposed Reclassifications, Salary Range Adjustments and Classification Specification Changes in accordance with the City Of Azusa Civil Services Rules Sections 3.8, 4.3 and 3.5; and approve the proposed position revisions to the budget and Classification Specification Revisions in accordance with the City of Azusa Civil Service Rules Section 3.5.

AYES: COUNCILMEMBERS: GONZALES, CARRILLO, ALVAREZ, ROCHA
NOES: COUNCILMEMBERS: NONE
ABSENT: COUNCILMEMBERS: MACIAS

Councilmember Gonzales abstained from Recommended Action No. 3 – Approval of the proposed Salary Range Adjustments in accordance with the City of Azusa Civil Service Rules Section 4.3 due to his familial relationship with individuals affected.

Moved by Councilmember Carrillo, seconded by Councilmember Alvarez, and carried by the following vote of the Council to approve the proposed Salary Range Adjustments in accordance with the City of Azusa Civil Service Rules Section 4.3.

AYES: COUNCILMEMBERS: CARRILLO, ALVAREZ, ROCHA
NOES: COUNCILMEMBERS: NONE
ABSTAIN: COUNCILMEMBERS: GONZALES
ABSENT: COUNCILMEMBERS: MACIAS

ADJOURNMENT

The meeting was adjourned by consensus of the City Council.

TIME OF ADJOURNMENT: 7:48 P.M.



CITY CLERK