



COUNCIL MINUTES

May 13, 2010

The City Council of the City of Mesa met in a Study Session in the lower level meeting room of the Council Chambers, 57 East 1st Street, on May 13, 2010 at 7:33 a.m.

COUNCIL PRESENT

Mayor Scott Smith
Alex Finter
Dina Higgins
Kyle Jones
Dave Richins
Scott Somers

COUNCIL ABSENT

Dennis Kavanaugh

OFFICERS PRESENT

Christopher Brady
Debbie Spinner
Linda Crocker

(Mayor Smith excused Councilmember Kavanaugh from the entire meeting.)

(Vice Mayor Jones arrived at the meeting at 7:37 a.m.)

1. Review items on the agenda for the May 17, 2010 Regular Council meeting.

All of the items on the agenda were reviewed among Council and staff and the following was noted:

Conflicts declared: None

Items added to the consent agenda: None

Items deleted from the consent agenda: None

Pinal County Supervisor Bryan Martyn and Michelle Fiaui, a representative of Citizens for San Tan Valley Incorporation, displayed a PowerPoint presentation (**See Attachment 1**) and discussed item 7k (Approving the municipal incorporation of an area known as San Tan Valley, Arizona) on the May 17, 2010 Regular Council Meeting agenda.

Councilmember Somers expressed support for the incorporation and commended Supervisor Martyn and Ms. Fiaui on their efforts and hard work in this regard.

Mayor Smith stated that if San Tan Valley's incorporation efforts are successful, he would encourage the leaders of the community to become active participants in the Maricopa

Association of Governments (MAG) so that they can engage in a dialogue with representatives from various metro Phoenix communities regarding issues that impact both Maricopa County and Pinal County. He wished Supervisor Martyn and Ms. Fiaui good luck in their endeavors and thanked them for their presentation.

2. Hear a presentation, discuss and provide direction on FY 10/11 Preliminary Budget.

City Manager Christopher Brady expressed appreciation to the Council for their patience and input throughout the extensive budget process. He also acknowledged staff for their hard work and diligence in developing their budget proposals during these difficult economic times.

Mr. Brady displayed a PowerPoint presentation (**See Attachment 2**) and outlined a document titled "Departmental General Fund Reductions – Totaling \$17.3 million." (See Page 2 of Attachment 2) He stated that an estimated 90 Full Time Employee (FTE) positions would be eliminated throughout the organization, including 22 FTEs impacted by a Reduction In Work Force (RIWF), 45 positions eliminated through attrition, and the remainder being vacant positions that were frozen and unfunded during FY 2009/10 and are now being eliminated.

Responding to a series of questions from Councilmember Somers, Human Resources Director Gary Manning clarified that the City's RIWF process is based on an employee's seniority (75%) and performance (25%). He explained that in order for a City department to meet its budget reduction threshold, it must first identify the number of positions within a classification that would need to be reduced. Mr. Manning advised that once Human Resources receives that information, staff performs a retention point calculation on all employees Citywide and assigns a retention score that is based upon seniority and performance. He added that if a RIWF-impacted individual has a higher retention score than someone else within the same job family (in the same department), that individual would have the opportunity to "bump" that person out of his/her position.

Mr. Brady further noted that employees who are laid off receive a severance package from the City and are also provided job placement and resume preparation assistance through Human Resources.

Mr. Manning also indicated that Human Resources creates a Reduction in Work Force list for a period of 24 months and said that if job openings become available in other departments for which the RIWF-impacted individuals qualify, staff attempts to place those individuals into those positions as soon as possible.

Mr. Brady continued with his presentation and explained that for FY 2010/11, the total estimated General Fund budget gap of \$24.5 million, less \$17.3 million in departmental budget reductions, results in a remaining budget gap of \$7.2 million.

Mr. Brady further highlighted a series of graphs illustrating FY 2009/10 sales tax revenues (based on staff's projections that receipts would be 8% less than the previous fiscal year); an upward trend between March 2008 and March 2010 relative to Allegiant Airline's departures and enplaned passengers at Phoenix-Mesa Gateway Airport; and a change in transient lodging (bed tax) revenues in Mesa. (See Pages 5, 6 and 7 of Attachment 2) He noted that March is a significant month for the City of Mesa in that the Chicago Cubs and Cactus League Spring Training generate substantial revenue for the City.

Mr. Brady reported that in an effort to fund the \$7.2 million budget gap, staff has proposed a series of General Fund budget adjustments as follows:

- Update sales tax revenue projections based on 10 months of actual receipts - **\$3.2 million**.
- Maintain the average secondary property tax bill of \$60.52 (down \$2.00 from \$62.52). The City could still collect \$1.3 million to apply against General Obligation (G.O.) Bond debt and therefore free up **\$1.3 million** in the General Fund.

In response to a question from Councilmember Somers, Mr. Brady clarified that if the secondary property tax rate remained flat, the City would collect approximately \$1.6 million, or a difference of \$300,000.

Councilmember Somers commented that on an average tax bill, \$2.00 is not a significant amount of money. He noted, however, that with many positions being eliminated in the Police and Fire Departments, it might be appropriate to keep the secondary property tax rate flat and use the additional \$300,000 that would be collected to fund positions that might otherwise be eliminated from the budget.

Mayor Smith suggested that Mr. Brady be given the opportunity to complete his presentation and stated that over the next few weeks, the Council would have the occasion to discuss the budget in greater detail. He also noted that regarding the additional \$300,000, he cautioned "attaching a specific idea with a specific need" because there are many needs Citywide, all of which are worthy of funding.

Mr. Brady continued with his presentation:

- Adjust impact fee revenue to reflect year-to-date activity. Although construction activity is significantly low, there is still enough activity to generate **\$1 million** per year in impact fee revenue, which would pay down outstanding G.O. Bond debt service associated with the construction of Fire stations, Police substations, parks and libraries. The City would not have to redirect sales tax revenue to cover that debt service.
- Adjust Year-End Fund balance target to fall below 10% but not less than 8.5% and maintain that level for the next three to four years. Such an adjustment would allow the City to free up **\$1 million**.
- Impose a Wastewater services sales tax of 2% (In addition to the proposed 4.5% Wastewater rate). The sales tax portion would go directly to the General Fund and the Transportation Fund - **\$700,000**.

Mr. Brady further indicated that concerning future transit services, the City's delay to initiate new bus routes would result in one-time savings during FY 2010/11. He stated that those savings were included in the above-mentioned \$17.3 million in Departmental General Fund Reductions. Mr. Brady also advised the Council that for FY 2011/12, it would be necessary for staff to identify an additional \$764,000 in order to support the first full year of service of those bus routes.

Mr. Brady briefly outlined the remaining FY 2010/11 budget adoption activities. (See Page 12 of Attachment 2)

Mayor Smith acknowledged that the budget process has been very difficult due to the downturn in the economy and said that it impacts not only City employees, but Mesa residents who might be put at risk due to a reduction in various City services. He also commended staff for taking "a more realistic approach" relative to the City's budget projections.

Mr. Brady stated, in addition, that the budget does not include any furloughs or across-the-board reductions in compensation for employees.

Councilmember Somers commented that the State has already swept Local Transportation Assistance Fund (LTAF) II monies from the City and inquired what additional funds could be swept that could potentially impact Mesa's budget.

Assistant to the City Manager Scott Butler responded that it would be dependent upon the outcome of the May 18, 2010 State sales tax election whether the State would look to sweep additional pass-through funding from cities and towns. He stated that he did not anticipate any cuts to State-Shared revenue and added that Highway User Revenue Fund (HURF) monies, which the City utilizes to pay for street maintenance, were not diverted to the extent that they have been in the past.

In response to a series of comments by Mayor Smith, Mr. Butler confirmed that State-Shared revenue enjoys voter protection and said that it would require a two-thirds vote of the Legislature in order for those monies to be diverted from cities and towns.

Councilmember Richins inquired if there would be any impact to the City if the sales tax does not pass on May 18th.

Mr. Butler responded that the budget that was passed by the Legislature contained "certain triggers" depending upon the outcome of the May 18th election, but did not include any reductions in State-Shared revenues to cities and towns. He explained that the Legislature made various cuts that should close the State's \$1 billion shortfall, but noted that if the sales tax measure fails, Governor Brewer advised that she would call a Special Session of the Legislature to further address the budget.

Discussion ensued relative to staff's initial efforts to create a Post Employment Health Account for employees currently eligible to retire; that the City would contribute to the health savings account and the individual would make withdrawals from it for medical expenses tax free after retirement; and that the matter would be brought back to the Council once staff had explored various options and conducted further research in this regard.

In response to a question from Councilmember Richins regarding the possible fiscal impact to the City if stability pay was suspended for one year, City Attorney Debbie Spinner stated that she would prefer to address that matter either through a confidential memo or in an Executive Session.

Mayor Smith stated that at the June 7, 2010 Regular Council meeting, the Council would adopt the Tentative Budget and suggested that if his fellow Councilmembers had any questions or concerns in this regard, that they address those items with staff as soon as possible.

3. Acknowledge receipt of minutes of various boards and committees.

- a. Public Safety Committee meeting held on April 22, 2010

It was moved by Councilmember Somers, seconded by Vice Mayor Jones, that the above-listed minutes be acknowledged.

Mayor Smith declared the motion carried unanimously by those present.

4. Hear reports on meetings and/or conferences attended.

Mayor Smith: Classroom Dedication for the new Sterile Processing & Distribution (SPD) Program at EVIT

Councilmember Somers: Briefing with the Police Commander of the Superstition Springs Precinct

Councilmember Finter: Mesa Public Safety Foundation Awards Breakfast

Councilmember Richins: "Sustainable Cities Network" Event

Vice Mayor Jones: One-Year Anniversary of Lombardo's Gelato

Councilmember Higgins: "Motorcycles on Main" Event

5. Scheduling of meetings and general information.

City Manager Christopher Brady stated that the meeting schedule is as follows:

Monday, May 17, 2010, 3:30 p.m. – Public Safety Committee

Monday, May 17, 2010, TBA – Study Session

Monday, May 17, 2010, 5:45 p.m. – Regular Council Meeting

Mayor Smith announced the first "Mayor's Youth Summer of Service," a series of service projects scheduled throughout the summer for which youth ages 14 to 17 can volunteer their time. He stated that registration begins May 17th and highlighted various venues for the service projects including, but not limited to, the United Food Bank, Serrine Adult Day Care Center, and the Mesa Cemetery.

6. Items from citizens present.

Larry Cloud, a retired Fire Battalion Chief from California, stated that when he relocated to Mesa, he volunteered with the Mesa Fire Department's Connector Program, Community Response Team and Home Safety Inspections. He commented that the volunteer programs are a valuable resource to the community and efficiently run by dedicated personnel. Mr. Cloud noted that when the Council considers the proposed budget, he urged them to take into account

the important role that these programs play in addressing the needs of the Mesa residents and saving the City thousands of dollars in Public Safety services.

7. Convene an Executive Session.

It was moved by Vice Mayor Jones, seconded by Councilmember Somers, that the Council adjourn the Study Session at 9:09 a.m. and enter into an Executive Session.

Mayor Smith declared the motion carried unanimously by those present and an Executive Session was convened at 9:10 a.m.

- a. Discussion or consultation with the City Attorney in order to consider the City's position and instruct the City Attorney regarding the City's position regarding contracts that are the subject of negotiations, in pending or contemplated litigation or in settlement discussions conducted in order to avoid or resolve litigation. (A.R.S. § 38-431.03A (4))

1. Meet and Confer

8. Adjournment.

Without objection, the Executive Session adjourned at 9:50 a.m.

SCOTT SMITH, MAYOR

ATTEST:

LINDA CROCKER, CITY CLERK

I hereby certify that the foregoing minutes are a true and correct copy of the minutes of the Study Session of the City Council of Mesa, Arizona, held on the 13th day of May 2010. I further certify that the meeting was duly called and held and that a quorum was present.

LINDA CROCKER, CITY CLERK

pag
(attachments – 2)

Citizens for San Tan Valley Incorporation



Why Incorporate Now?

San Tan Valley has grown from a small outcropping of Queen Creek in 2001, to a booming community of over 80,000 citizens; although Pinal County provides a great number of services to the community, there are a number that are only available in municipalities such as:

- Libraries
- Parks & Recreation
- Fire & Police

To get there we need to incorporate!



What are we now?

○ Unincorporated Area of Pinal County

- Limited Services

- Large Urbanized Population without a 'Local' Government
- County Standard Law Enforcement
- County Standard Roads
- No County Parks
- No County Library
- County Wide Decision Making
- Limited County Funding
- Limited Business Support



What can we become?

○ Incorporated Municipality within Pinal County

- Increased and Intensified Services

- Self-determination in level of local services
- Enhanced responsive measure to the citizens
- State Shared Revenues
- Localized focus on planning and zoning
- Localized focus on building, plumbing, mechanical and electrical codes
- Localized focus on the needs and desires of the citizens
- Local individuality for representation to County, State and Federal governments

Demographics

- 80,000+ population (largest unincorporated area in Arizona)
- Average age of 32
- Variety of ethnic backgrounds
- Young families as exemplified through school enrollment- (3 schools)

Circle Cross Ranch K-8

Total Enrollment : 888

Skyline Ranch K-8

Total Enrollment: 795

Poston Butte High School

Total Enrollment: 797

Proposed Boundaries





Political Action Committee: Citizens for San Tan Valley Incorporation

A grassroots movement of local citizens for local citizens

SanTanValleyNow.com

E-mail: info@SanTanValleyNow.com



Committee Message

○ Mission Statement

- Support municipal incorporation by educating the citizens of San Tan Valley so that a decision will be made by sanctioned vote.

○ Purpose

- The Citizens For San Tan Valley Incorporation, comprised of local residents, formed the Political Action Committee. The committee's purpose and goals are to educate the public, lobby area towns and cities, and obtain sufficient signatures from residents within the proposed San Tan Valley boundaries to bring a vote on incorporation to a successful conclusion.

○ Message

- Citizens for San Tan Valley Incorporation believe that incorporation will bring an enhanced standard to the area by having local structure. The option for the decision to incorporate, should be made by the people that live in 'San Tan Valley.'



Committee Leaders

- Randy Lockner – Chairman
- John Pardue – Treasurer



Committee Members

- Michelle Fiaui – Town/City Resolutions & Community Panel Discussions
- Rhett Homan - Canvassing
- John Adkins - Campaign

Committee Members

- Kevin Wall - Events
- Ann Motlock - Volunteers
- Tom McPeck

Meetings Held

Committee Meetings:

Weekly/Bi-Weekly @ SRP Call Center on Combs Road

Community Meeting(s):

04/24/10 Panel Discussion at Encanterra Meeting Center with John Kross, Kevin Evans, Himanshu Patel and Bryan Martyn

*****More to be scheduled***



Upcoming Community Panel Discussions

○ General Incorporation Information June 3:

Terry Doolittle- Tom Belshe- Himanshu Patel- John Kross

○ Economic Development June 24:

Tim Kanavel- Danielle Casey- Doreen Cott- Kathy Ward- State Representative

○ Transportation (Roads) July 22:

Ken Buchanan- Greg Stanley- Brent Billingsley- Tom Condit

○ Planning & Zoning July 29:

Brent Billingsley- Jerry Stabley- Mark Eckhoff- Wendy Kaseman

○ Public Safety August 15:

Paul Babeu- Jerry Monahan- Kirk Fitch- Rural Metro Representative

○ Parks and Recreation September 2:

Queen Creek Rep.- Gilbert Rep.- Florence Rep.- Maricopa Rep.



Where are we at in process?

○ Filed as a PAC

○ Filed petition

○ 50+ volunteers

○ Nearing 1,000 signatures (3,000 required- Goal of 5,000)

○ Setting Town/City Work Session Schedule

Timeline of Events

- PAC Filing – February 23
- Petition Filing- March 5
- Incorporation kickoff: PCSO San Tan Sub-Station Grand Opening- March 6
- March – June: collection of signatures
- Encanterra Panel Discussion- April 24
- Queen Creek Mayorship/Council member meetings- April 27-May 20
- Mesa Studysession- May 13
- Mesa Council Meeting- May 17
- Florence Worksession- May 17
- Petitiathon- May 15

Timeline of Events

- May: *Worksessions with Mesa, Queen Creek and Florence; City Council Resolution Proposal with Mesa*
- June: *Targeted month to propose resolution to all towns and cities*
- June-September: Panel Discussions
- July: Present to County Board of Supervisors
- July – October: Campaign
- November: Election

Incorporation FAQ's

- Bonds approved and implemented by Town Council?
 - No, Bonds are approved by majority election vote by the citizens.
- Primary property tax increase approved and implemented by Town Council?
 - No, Primary property tax increase is approved by majority election vote by the citizens.
- Local sales tax approved and implemented by Town Council?
 - Yes, Local sales tax increase at the time of incorporation and is a common change done by the town council early in the transition process.
- Will there be a new police service other than PCSO?
 - The future decision for law enforcement will be made by the Town Council; however, will not be transitioned until July 1st following incorporation. PCSO will likely be a contracted service.
- Will there be Fire Service?
 - The future decision for fire service will be made by the Town Council; however, is expected that Fire Service will not immediately be included as a town service.

Incorporation FAQ's cont.

- Are schools directly effected by incorporation?
 - No, school districts are a separate governmental subdivision.
- Planning and zoning change from County to Town?
 - Town Council will determine how to approach Planning and Zoning. Often, council will adopt the current plan as implemented by the county; though, may require a higher quality of subdivision development to include parks, open space, trails, etc.
- Will all roads within the proposed boundaries change from county to town?
 - Yes, after June 30th following incorporation, the roads become the responsibility of the town.
- How does incorporation process work?
 - This is done by State Law guidelines. Basic steps are:
 - Petition the Supervisors to call for an election on incorporation, which requires the signature of one-tenth of the registered voters. It is estimated that Citizens For San Tan Valley Incorporation would need to collect approximately 3000 signatures. Petitions are files with the County Recorder or County Elections Department.



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**Preliminary FY 2010/11
Budget Update
May 13, 2010**

Departmental General Fund Reductions Totaling - \$17.3M

- Arts & Culture
- Business Services
- City Attorney
- City Clerk
- City Manager
- Communications
- Development & Sustainability
- Economic Development
- Engineering
- Facilities Maintenance
- Financial Services
- Fire
- Fleet Services
- Human Resources
- Information Technology
- Library Services
- Management Performance & Accountability
- Mass Transit
- Municipal Court
- Neighborhood Services
- Parks, Recreation & Commercial Facilities
- Police
- Public Information

Departmental Position Reductions

Total an Estimated 90 FTE's (69 filled)*

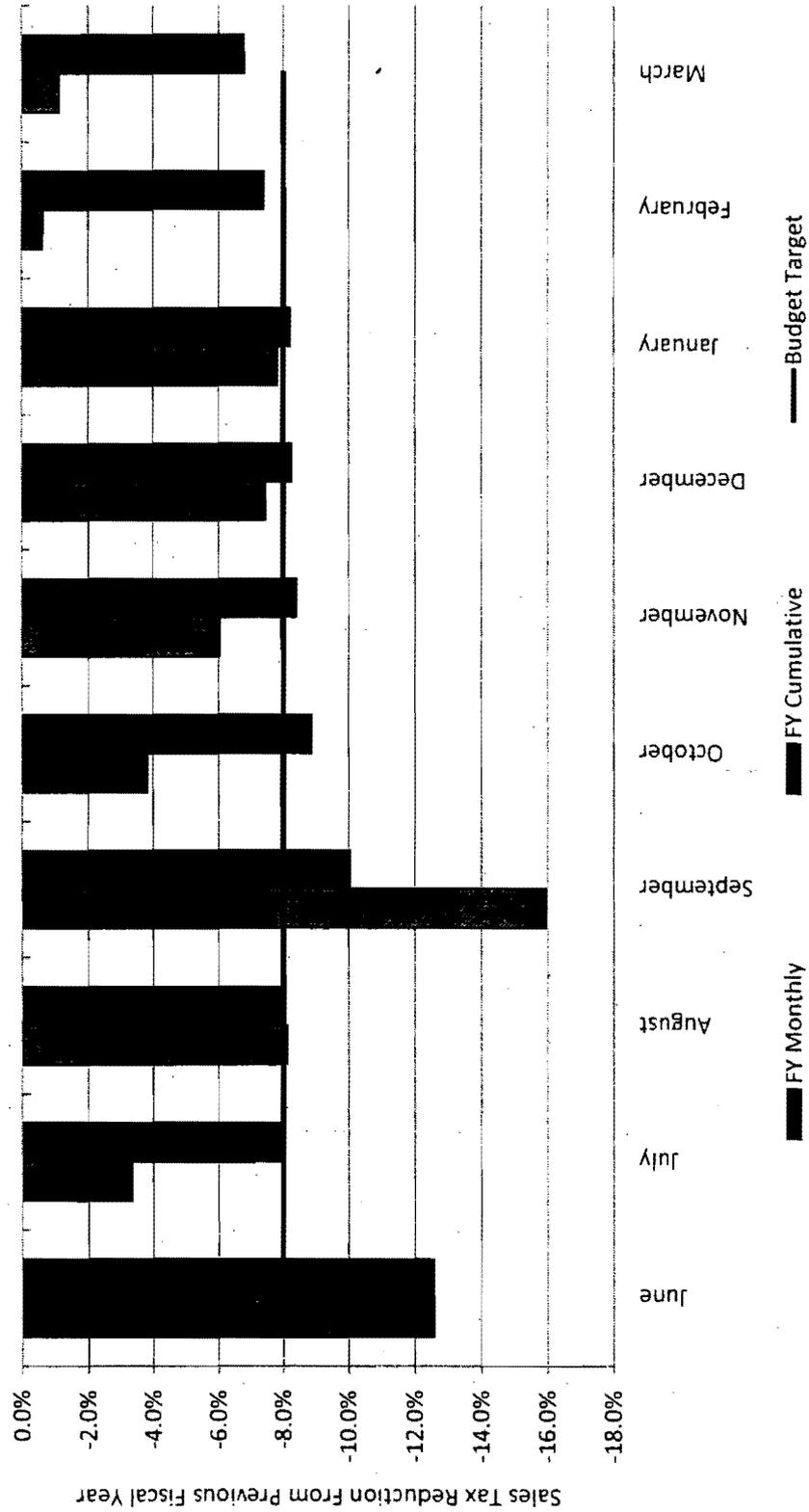
- Arts & Culture
- City Manager
- Development & Sustainability
- Financial Services
- Fire
- Fleet Services
- Human Resources
- Municipal Court
- Parks, Recreation & Commercial Facilities
- Police
- Solid Waste Management
- Streets

* Does not include 70 PD positions frozen or identified as attrition in FY'09/10 .

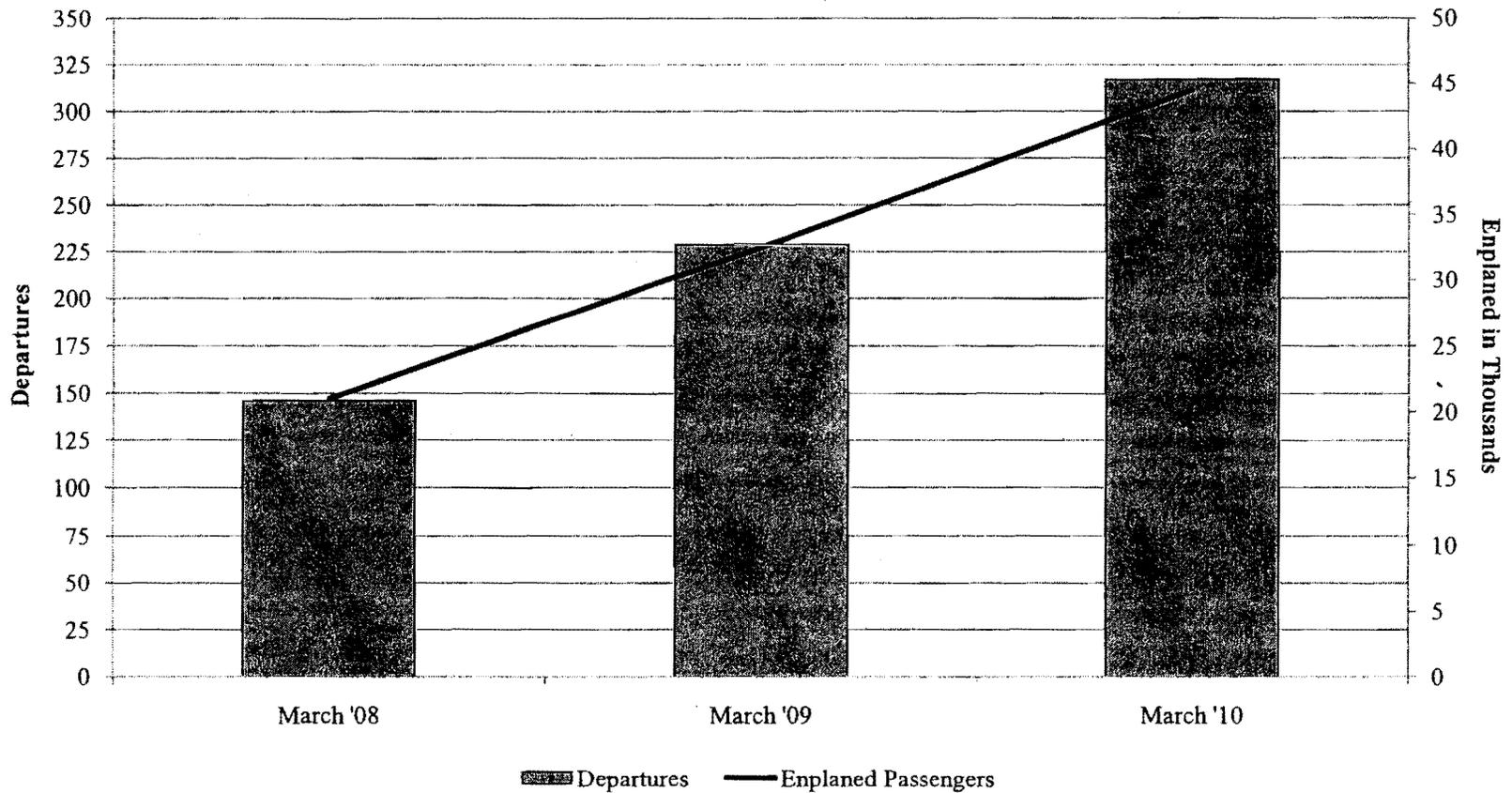
Estimated FY 2010/11 General Fund Budget Gap

Total Estimated Budget Gap	\$(24.5M)
<u>Less: Departmental Budget Reductions</u>	<u>17.3M</u>
Estimated Budget Gap	\$(7.2M)

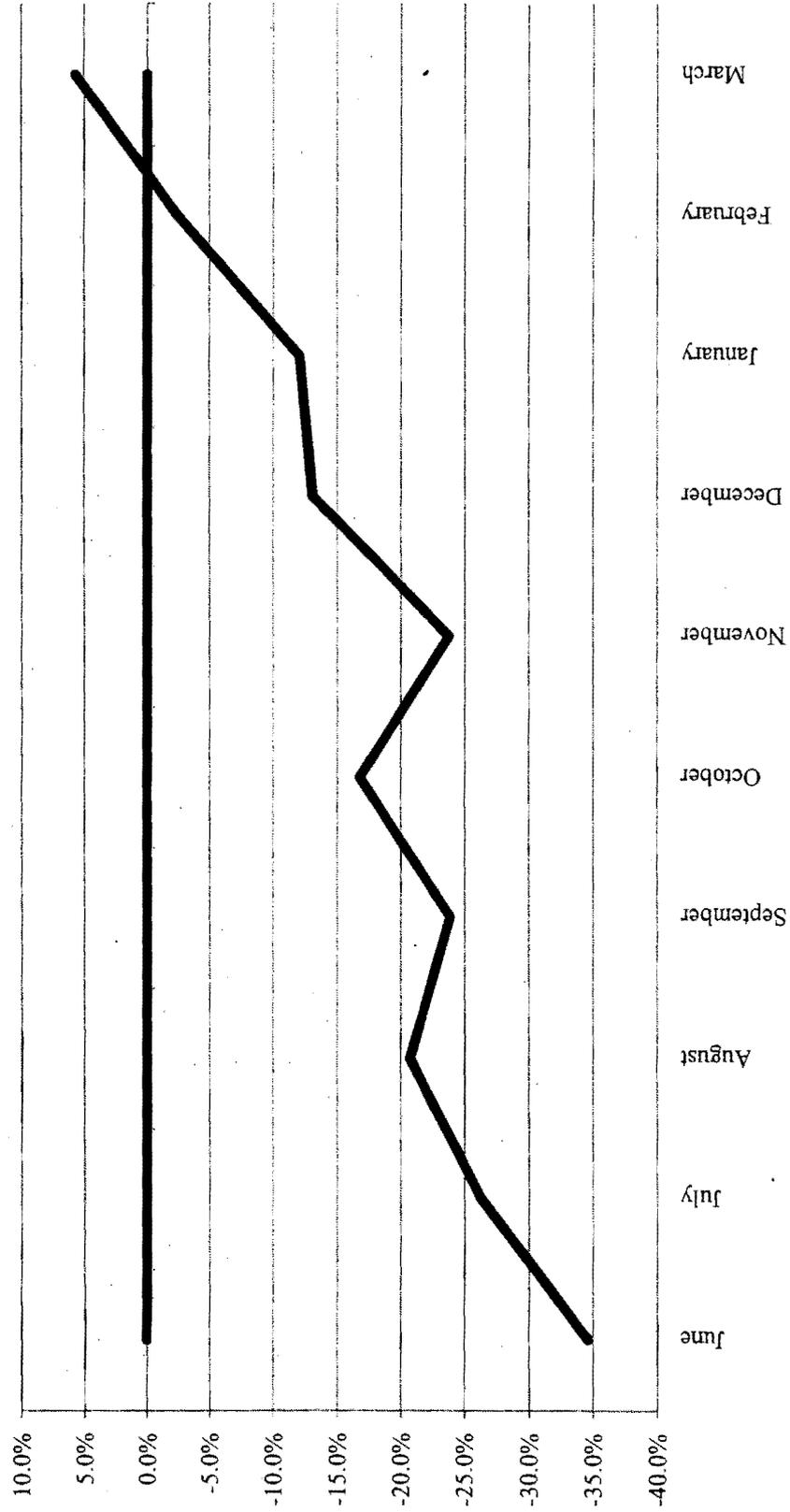
Local Economic Status – FY 2009/10 Sales Tax Revenues



Local Economic Status – Allegiant's Departures & Enplaned Passengers



Local Economic Status – Change in Transient Lodging (Bed Tax) Revenues



General Fund Budget Adjustments Totaling \$7.2M

- Updated Revenue Projections Based on 10 Months of Actual Receipts
- Average Tax Bill of \$60.52 (Down \$2.00 or -3.2% from \$62.52)
- Impact Fee Revenue Adjusted to Reflect Year-to-Date Activity
- Adjustment to Year-end Fund Balance Target
- Wastewater Service

Adjustment Summary

Updated Revenue Projections	\$3,200,000
Average Tax Bill Down -\$2.00	1,300,000
Impact Fee Revenue Adjustment	1,000,000
Adjust Year-end Fund Balance	1,000,000
<u>Wastewater Service</u>	<u>700,000</u>
Total	\$7,200,000

Reconciliation of the FY 2010/11 General Fund Budget Gap

Estimated Budget Gap	\$(7.2M)
<u>Adjustments</u>	<u>7.2M</u>
Balance	\$ 0.0M

Notes on Future Transit Services

- Delaying the initiation of new bus routes will result in one-time savings during FY 2010/11.
- The first full year of service for FY 2011/12 will require an additional \$764,000.

Remaining FY 2010/11 Budget Adoption Activities

May 13	Receive Preliminary Budget
June 7	Adopt Tentative Budget
June 21	Adopt Budget & Utility Rates
July 1	New 2010/11 Fiscal Year Begins
July 8	Secondary Property Tax Levy (rate) Adopted

Questions?

MARCH 2010 - PRIVILEGE (SALES) AND USE TAX REVENUES

Study Session
May 13, 2010
Attachment 2
Page 14 of 16

SUMMARY OF CITY OF MESA TRANSACTION PRIVILEGE LICENSE AND USE TAX REVENUES INCLUDING PENALTIES AND INTEREST

AS REPORTED IN APRIL 2010

MARCH CATEGORIES	2010			2009	Change in Total Revenues From Prior Fiscal Year	
	1.75% Total Revenues	1.45% General Fund	0.3% Street Maintenance	1.75% Total Revenues	Amount	Percentage
Utilities	\$645,501.72	\$534,862.73	\$110,638.99	\$606,369.94	\$39,131.78	6.5%
Communications	293,604.16	243,294.29	50,309.87	330,023.14	(36,418.98)	-11.0%
Publishing	68,317.67	56,638.60	11,679.07	99,069.24	(30,751.57)	-31.0%
Printing & Advertising	10,116.36	8,382.42	1,733.94	18,837.47	(8,721.11)	-46.3%
Contracting	958,129.31	797,377.95	160,751.37	1,066,821.42	(108,692.11)	-10.2%
Retail Sales	5,875,591.15	4,865,700.42	1,009,890.73	5,664,131.34	211,459.81	3.7%
Restaurants & Bars	1,102,020.39	913,134.10	188,886.29	1,117,557.77	(15,537.38)	-1.4%
Amusements	107,634.16	89,185.66	18,448.50	116,842.14	(9,207.98)	-7.9%
Rentals	1,795,707.54	1,489,560.64	306,146.90	1,959,956.49	(164,248.95)	-8.4%
Miscellaneous	7,838.54	6,495.02	1,343.51	10,582.19	(2,743.65)	-25.9%
TOTALS	\$10,864,461.00	\$9,004,631.83	\$1,859,829.17	\$10,990,191.14	(\$125,730.14)	-1.1%
Budgeted Sales Tax Revenue	11,169,000.00	9,277,000.00	1,892,000.00			
Above or (Below) Budget	(\$304,539.00)	(\$272,368.17)	(\$32,170.83)			

FY TO DATE-10 MONTHS CATEGORIES	FY 09/10			FY 08/09	Change in Total Revenues From Prior Fiscal Year	
	1.75% Total Revenues	1.45% General Fund	0.3% Street Maintenance	1.75% Total Revenues	Amount	Percentage
Utilities	\$8,482,250.12	7,028,670.17	1,453,579.95	\$8,557,438.05	(\$75,187.93)	-0.9%
Communications	3,287,715.23	2,804,031.87	483,683.35	3,375,873.32	(88,158.09)	-2.6%
Publishing	944,889.44	785,017.60	159,871.84	1,255,209.72	(310,320.28)	-24.7%
Printing & Advertising	157,139.79	130,234.59	26,905.20	255,247.99	(98,108.20)	-38.4%
Contracting	9,579,142.12	8,044,392.80	1,534,749.32	13,845,345.53	(4,266,203.41)	-30.8%
Retail Sales	53,347,551.42	44,304,993.27	9,042,558.15	54,943,770.42	(1,596,219.00)	-2.9%
Restaurants & Bars	9,170,865.45	7,600,065.39	1,570,800.05	9,447,159.24	(276,293.79)	-2.9%
Amusements	977,979.95	810,354.18	167,625.76	1,195,485.09	(217,505.14)	-18.2%
Rentals	17,138,423.12	14,239,807.37	2,898,615.75	17,692,810.32	(554,387.20)	-3.1%
Miscellaneous	74,391.64	61,640.92	12,750.75	100,362.62	(25,970.98)	-25.9%
TOTALS	\$103,160,348.28	\$85,809,208.16	\$17,351,140.12	\$110,668,702.30	(\$7,508,354.02)	-6.8%
Budgeted Sales Tax Revenue	111,188,000.00	92,334,000.00	18,854,000.00			
Above or (Below) Budget	(\$8,027,651.72)	(\$6,524,791.84)	(\$1,502,859.88)			

LAST 12 MONTHS CATEGORIES	4/09-3/10			4/08-3/09	Change in Total Revenues From Prior Fiscal Year	
	1.75% Total Revenues	1.45% General Fund	0.3% Street Maintenance	1.75% Total Revenues	Amount	Percentage
Utilities	\$9,910,016.16	\$8,211,728.55	1,698,287.60	\$9,980,236.31	(\$70,220.15)	-0.7%
Communications	3,789,223.42	3,219,589.00	569,634.44	4,088,492.42	(299,269.00)	-7.3%
Publishing	1,140,186.90	946,898.17	193,288.72	1,553,332.01	(413,145.11)	-26.6%
Printing & Advertising	191,845.00	158,991.35	32,853.69	309,501.49	(117,656.49)	-38.0%
Contracting	11,519,882.45	9,654,804.86	1,865,077.62	16,927,559.48	(5,407,677.03)	-31.9%
Retail Sales	63,799,928.95	52,983,220.02	10,816,708.44	66,816,072.50	(3,016,143.55)	-4.5%
Restaurants & Bars	11,055,027.58	9,161,628.45	1,893,399.17	11,474,837.10	(419,809.52)	-3.7%
Amusements	1,192,113.22	987,784.98	204,328.22	1,422,653.70	(230,540.48)	-16.2%
Rentals	20,662,331.37	17,177,968.18	3,484,363.24	21,272,082.85	(609,751.48)	-2.9%
Miscellaneous	84,747.41	70,221.69	14,526.07	113,927.81	(29,180.40)	-25.6%
TOTALS	\$123,345,302.46	\$102,572,835.25	\$20,772,467.21	\$133,958,695.67	(\$10,613,393.21)	-7.9%

NUMBER OF ACTIVE LICENSES	Change in Active Licenses From Prior Year			
	2010	2009	Number	Percentage
Total Licenses as of April 30	23,936	24,083	(147)	-0.6%

Budget Update - May 13, 2010
2010/11 General Fund Budget Shortfall

\$ (21,600,000)	Budget Shortfall
\$ (2,900,000)	Employee Benefit Trust Fund
\$ (24,500,000)	Revised Budget Shortfall
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	Department
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\$ 695,000	Arts & Culture
\$ 52,000	Business Services
\$ 106,000	City Attorney
\$ 65,000	City Clerk
\$ 79,000	City Manager
\$ 147,000	Communications
\$ 380,000	Development & Sustainability
\$ 108,000	Economic Development
\$ 407,000	Engineering
\$ 1,225,000	Facilities Maintenance
\$ 174,000	Financial Services
\$ 1,031,000	Fire
\$ 1,100,000	Fleet Services
\$ 193,000	Human Resources
\$ 1,331,000	Information Technology
\$ 361,000	Library Services
\$ 19,000	Management Performance & Accountability
\$ 2,461,000	Mass Transit
\$ 199,000	Municipal Court
\$ 83,000	Neighborhood Services
\$ 633,000	Parks, Recreation & Commercial Facilities
\$ 6,424,000	Police
\$ 27,000	Public Information Office
\$ 17,300,000	Total Dept General Fund Reductions
	<hr/>
\$ (7,200,000)	General Fund Remaining Shortfall
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Budget Update - May 13, 2010
2010/11 Personnel Full-Time Equivalent (FTE) Reductions

	FTE	Department
	(5.5)	Arts & Culture
	(2.5)	City Attorney
	(1.0)	City Manager
	(1.0)	Development & Sustainability
	(2.0)	Financial Services
	(27.5)	Fire
	(3.0)	Fleet Services
	(3.5)	Human Resources
	(4.0)	Information Technology
	(3.0)	Municipal Court
	1.0	Neighborhood Services
	5.5	Parks, Recreation & Commercial Facilities
1, 2	(36.5)	Police
	(4.0)	Solid Waste Management
	(3.0)	Streets
	(90.0)	Total Dept FTE Changes
1	(29.0)	29 vacant civilian FTEs that were frozen and unfunded during the 09/10 budget reductions are now being eliminated.
2	(41.0)	41 of the 54 attrition positions identified during the 09/10 budget reductions. 13 unfunded sworn FTE remain in the department.
	(160.00)	Total Department FTE Changes