



Office of the Mayor

SUPPLEMENTAL AGENDA MATERIAL for Supplemental Packet 1

Meeting Date: November 27, 2018

Item Number: 44

Item Description: FY 2018 Year-End Results and FY 2019 First Quarter Budget Update

Submitted by: Mayor Jesse Arreguín

Mayor's Recommendations on the Proposed Allocation of Unassigned Excess Equity

This supplemental material provides a report from Mayor Arreguin on his proposal for the allocation of FY2018 unassigned excess equity.



Office of the Mayor

ACTION CALENDAR

November 27, 2018

To: Members of the City Council
From: Mayor Jesse Arreguin
Subject: Mayor's Recommendations for Allocation of Unassigned General Fund Excess Equity

RECOMMENDATION

Approve the following allocations of FY 2018 General Fund Excess Equity:

1. Pursuant to the adopted General Fund Reserve Policy, allocate \$10,180,000 to the General Fund Reserves as follows (\$5.60 Million to the Stability Reserve Fund and \$4.58 Million to the Catastrophic Reserve Fund);
2. Allocate \$1,500,000 to be reserved for Negotiated COLAs in Bargaining Unit Memoranda Agreements;
3. Allocate \$4,000,000 to the CALPERS Section 115 Supplemental Trust to address Unfunded Liabilities;
4. Allocate the remaining \$5.67 Million in Unassigned Excess Equity as follows (and reflected in Attachment 1):
 - \$200,000 for a Temporary Staff Position to support the Undergrounding Project
 - \$100,000 for Secure Storage at an additional location
 - \$1,500,000 to fully fund the Enterprise Resource Software Project
 - \$117,737.50 (half from GF, remainder from Permit Fund) for a 2-year Senior Planner for the LRDP project and other Land Use Planning work
 - \$400,000 for Traffic Calming at the California and Dwight Intersection (Districts 3 and 4)
 - \$100,000 for a Pedestrian Activated Crosswalk at Cedar/Rose Park (District 1)
 - \$100,000 for a Pedestrian Activated Crosswalk at Grant and University (Districts 4 and 1)
 - \$50,000 for a Rectangular Rapid Flashing Beacons (RRFB) at Eton and Claremont (Partially Funded, District 8)

- \$50,000 for a RRFB at Claremont and Russell (Partially Funded, District 8)
- \$200,000 for the Hopkins Corridor Study (District 5)
- \$575,000 set aside for implementation of Fire Safety, Education, Prevention and Disaster Preparedness Recommendations
- \$50,000 for RFP to address gaps for marginalized youth in Berkeley
- \$25,000 to extend the hours that the Frances Albrier Community Center is open
- \$86,924 to pay full city Minimum Wage to YouthWorks employees for FY 2019
- \$250,000 to fully fund Environmental Impact Report for Southside area land use changes (implementing the More Student Housing Now Resolution).
- \$1,865,338.50 to repay the Workers Compensation Fund for payment of part of the outstanding principal for the purchase of the 1001, 1007, 1011 University and 1925 Ninth Street properties

Refer the following proposals to the June 2019 Biennial Budget Process:

- Develop Plan for San Pablo Avenue (Recommended that staff compete for regional planning grants)
- Police Foot Patrol Downtown, \$343,532. Address with overtime due to current staffing shortage.
- 2nd Year Funding for Pathways STAIR Center (proposed to be funded with State HEAP funding or Measure P funds)
- California/Ashby Traffic Calming, \$400,000 (Current backlog of traffic calming studies and projects, should be considered as part of June budget process)
- Pedestrian Activated Crosswalk at Peralta/Gilman, \$100,000 (Should be considered in June due to current staff workload and other priority projects in District 1)
- Ohlone Greenway Improved Lighting through Cedar Rose Park, \$50,000 (Look at Parks Tax Funding)
- Enhanced Lighting Along Ohlone Park, \$120,000 (Look at Parks Tax Funding)
- RRFB Light at San Pablo and Addison, \$100,000 (Should be considered in June due to current staff workload)
- City-Sponsored Emergency Preparedness Training, \$382,994

- Small Sites Loan Program, \$1,000,000 (Should consider funding in context of Measure O bond funds and Measure U1 funds)
- Gun Buy Back and Art of Peace Program, \$60,000
- Full payment of city Minimum Wage for YouthWorks employees for FY 2020, \$150,000

FINANCIAL IMPLICATIONS

\$21,350,000 in General Fund Excess Equity.

BACKGROUND

The Fiscal Year 2018 General Fund Year-end balance was \$45.48 million. Amounts restricted, committed, or assigned totaled \$24.13 million. Excess equity beyond this amount was allocated as follows: \$10.18 million as required by the General Fund Reserve Policy, and \$11.18 million in Unassigned Excess Equity.

Included in this item are my recommendations for the allocation of Fiscal Year 2018 Excess Equity. These recommendations include items referred from the June budget process as well as new priorities identified by the City Council.

CONTACT PERSON

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