



Date: July 22, 2016

To: Patrick H. West, City Manager *West*

From: John Gross, Director of Financial Management *JG*

For: Mayor and Members of the City Council

Subject: **Budget Update and Schedule for Fiscal Year 2017 City Council Budget Meetings**

On August 1, 2016, the Mayor plans to release the Fiscal Year 2017 (FY 17) Proposed Budget. It will be presented to the City Council in a Budget Hearing on August 2, 2016 at 3:30 p.m. The Fiscal Outlook presented in March indicated that the City was facing a shortfall of \$5.9 million in FY 17. Since that time, the residents of Long Beach passed Measure A, which will go into effect on January 1, 2017, and is estimated to generate \$35.6 million in FY 17. Outside of Measure A, the City's other sources of revenue are also improving. As a result, the previously projected shortfall of \$5.9 million for FY 17 decreased to \$4.8 million, which is a \$1.1 million improvement. The City Manager's Proposed Budget is structurally balanced and will include details on how the budget shortfall has been addressed.

The City Charter, as modified on May 1, 2007, requires that the City Manager submit the Proposed Budget for FY 17 to the Mayor not later than 90 days prior to the beginning of each fiscal year (July 3, 2016). The City Charter also requires that the Mayor transmit the proposed budget to the City Council not later than 60 days prior to the beginning of the fiscal year (August 2, 2016). The City Council must adopt the budget not later than 15 days prior to the end of the current fiscal year (September 15, 2016), at which time the Mayor will have an additional five days to review the Adopted Budget. The Mayor, at that time, may concur or exercise a line-item veto of any expenditure. The City Council has until the end of the fiscal year to concur with the Mayor's changes, or override the veto.

Please find below a schedule of budget meetings that have been held to date, as well as a proposed schedule of workshops and hearings for the upcoming weeks, on the Fiscal Year 2017 Budget. These workshops and hearings provide opportunities for review and discussion of the specific recommendations contained in the City Manager's Proposed Budget, the Mayor's Budget Recommendations and the Budget Oversight Committee's recommendations. As part of the process, the following departmental presentations are planned for Water, Harbor, Police, Fire, Disaster Preparedness and Emergency Communications, Development Services (Code Enforcement and Neighborhood Relations), Health, Library, Public Works, and Parks, Recreation and Marine.

Budget Update and Schedule of FY 17 City Council Budget Meetings

July 22, 2016

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DATE	SUBJECT
March 8 Budget Meeting 4:00 p.m.	<ul style="list-style-type: none"> • Fiscal Outlook
August 2 Budget Hearing 3:30 p.m.	<ul style="list-style-type: none"> • Budget Presentations <ul style="list-style-type: none"> ○ City Manager Proposed Budget ○ Mayor Budget Recommendations ○ Proposed Capital Improvement Plan
August 9 4:00 p.m.	<ul style="list-style-type: none"> • Budget Oversight Committee
August 9 Budget Hearing 5:00 p.m.	<ul style="list-style-type: none"> • Budget Presentations (TBD)
August 16 4:00 p.m.	<ul style="list-style-type: none"> • Budget Oversight Committee
August 16 Budget Hearing 5:00 p.m.	<ul style="list-style-type: none"> • Budget Presentations (TBD)
August 23 4:00 p.m.	<ul style="list-style-type: none"> • Budget Oversight Committee
August 23 Budget Hearing 5:00 p.m.	<ul style="list-style-type: none"> • Budget Presentations (TBD)
September 6 4:00 p.m.	<ul style="list-style-type: none"> • Budget Oversight Committee
September 6 Budget Hearing 5:00 p.m.	<ul style="list-style-type: none"> • Budget Presentations (TBD) • Budget Adoption
September 13 4:00 p.m. (if needed)	<ul style="list-style-type: none"> • Budget Oversight Committee
September 13 Budget Hearing 5:00 p.m. (If needed)	<ul style="list-style-type: none"> • Budget Presentations (TBD) • Budget Adoption

If the City Council would like additional presentations made as part of the budget process or if you have any questions, please contact Assistant Finance Director Lea Eriksen at (562) 570-6533.

JG:LE:RJ

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