Date: August 21, 2018

To: Patrick H. West, City Manager

From: John Gross, Director of Financial Management

For: Mayor and Members of the City Council

Subject: Mayor's FY 19 Budget Recommendation and the FY 19 Proposed Budget

Attached for your information is additional information about the Mayor's budget recommendations - how they are incorporated into the FY 19 Proposed Budget, and what would need to be added to the Proposed Budget to fund the recommendations.

Many of the items recommended by the Mayor are already in the Proposed Budget. For those that are not, the Mayor has proposed using $630,000 in newly-identified healthcare cost savings and $150,000 in Special Advertising and Promotion (SAP) funds available. Only $50,000 of the three-year funding for Partners of Parks is not incorporated in this solution but could be funded from the FY 21 Budget.

Some of the funding the Mayor described for homelessness programs is new funding and is not yet incorporated into the FY 19 budget.

The Mayor has requested that the City Manager work to strengthen the Proactive Rental Housing Inspection Program (PRHIP).

The Mayor has requested that the City Manager identify new revenue to fund the restoration, sometime in FY 19, of Engine 17 and the 6 sworn positions associated with the bike patrol. As requested, the City Manager expects to return to the City Council with proposals during FY 19.

Please do not hesitate to contact me at (562) 570-6427 or Interim Budget Bureau Manager Grace Yoon at (562) 570-6408, should you have any questions.

ATTACHMENT

CC: Tom Modica, Assistant City Manager
    Kevin J. Jackson, Deputy City Manager
    Charles Parkin, City Attorney
    Laura L. Doud, City Auditor
    Rebecca G. Garner, Assistant to the City Manager
    Department Heads
## SUMMARY OF MAYOR’S RECOMMENDATIONS AND INTEGRATION WITH THE FY 19 PROPOSED BUDGET

### Recommended by Mayor and Not in Proposed FY 19 Budget

<table>
<thead>
<tr>
<th>One-Times</th>
<th>Mayor's Total Recommended Amount</th>
<th>Currently from FY 18 or in Proposed FY 19 Budget</th>
<th>Potential New Funding</th>
<th>Notes</th>
</tr>
</thead>
<tbody>
<tr>
<td>Justice Fund</td>
<td>250,000</td>
<td>100,000</td>
<td>150,000</td>
<td>$100,000 potentially set aside in FY 18</td>
</tr>
<tr>
<td>Expungement Fund (marijuana misdemeanors)</td>
<td>200,000</td>
<td>200,000</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Training and Education re LGBTQ and Bullying</td>
<td>100,000</td>
<td>100,000</td>
<td>100,000</td>
<td>$50,000 additional proposed from FY 23 budget</td>
</tr>
<tr>
<td>Partners of Parks Management Support</td>
<td>150,000</td>
<td>150,000</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Additional support for Language Access Plan</td>
<td>160,000</td>
<td>80,000</td>
<td>80,000</td>
<td>$80,000 already in proposed FY 19 budget</td>
</tr>
<tr>
<td>MOLAA’s facilities master-plan efforts</td>
<td>150,000</td>
<td></td>
<td>150,000</td>
<td></td>
</tr>
<tr>
<td>Healthcare cost savings</td>
<td>(630,000)</td>
<td>(150,000)</td>
<td></td>
<td>Uses newly estimated health care savings from SAP funds available</td>
</tr>
<tr>
<td>Special Advertising and Promotions Fund Funds available</td>
<td>150,000</td>
<td></td>
<td>(150,000)</td>
<td></td>
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<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>1,010,000</td>
</tr>
</tbody>
</table>

### Structural

- Combat Poor Living Conditions - The City Manager should work with our property owners and community and strengthen our Proactive Rental Housing Inspection Program, preventing properties from falling into disrepair and fixing slum properties.
- Restore Engine 17 and Bike Team - The City Manager to identify new revenue sources to restore Engine 17 and to restore a Community Rapid Response Bike Team of six new police officer positions this year.

### Mentioned by Mayor and in Proposed FY 19 Budget

<table>
<thead>
<tr>
<th>One-Times</th>
<th>Notes</th>
</tr>
</thead>
<tbody>
<tr>
<td>New Youth Fund through Participatory Budgeting</td>
<td>$200,000 in General Fund one-times</td>
</tr>
<tr>
<td>City Prosecutor funding for code enforcement efforts</td>
<td>$150,000 in General Fund one-times</td>
</tr>
<tr>
<td>Animal Coordinator</td>
<td>$120,000 in General Fund one-times, Mayor's message says $100,000</td>
</tr>
<tr>
<td>Arts Council</td>
<td>$50,000 in Special Advertising and Promotions Fund one-times</td>
</tr>
</tbody>
</table>

### Structural

- Four new Quality of Life Police Officers
- Two Firefighters for a Heart Team
- 7-day access to Libraries
- 1 Percent for Arts Program
- Long Beach Museum of Art
- Arts Council

### Mentioned by Mayor and Already a Part of the Measure A Plan in the Proposed FY 19 Budget

- $41 million in funding to rebuild the Police and Fire academies, for body worn cameras, and for public safety communication technologies
- $13.4 million in additional street, sidewalk, park,
- $21.5 million to rebuild Police and Fire Academies
- $15.5 million to upgrade communication technologies for Fire and Police Departments
- Funding for additional academies

### Mentioned by Mayor for Homelessness Related Services

- $12.3 million in one-time funds from the State
- $3.4 m in capital funding for year-round home shelter
- $2.6 m annually from LA county measure H

### Mayor's Comments in Recommendation Letter

- New funding from the State, not in budget
- Expected from County for tenant improvements, not in budget
- Annual funding to benefit City from 0.5 cent sales tax, included in the budget

Above funding intended by Mayor for support and implementations of recommendations from the Everyone Home Long Beach taskforce. New programs will include Everyone Home Innovation Grants, a new fund for community organizations and neighborhood groups to assist in the goal of reducing street homelessness, and funding a new Clean Team, that will employ people experiencing homelessness to clean our communities. It will also create new efforts to engage the public in preventing homelessness through parking meter donations and related efforts.*