

City Council Recommendations for the FY 23 Budget SOURCES AND USES SUMMARY

The City Council approved the following adjustments and recommendations, including the Mayor's recommendations, Budget Oversight Committee recommendations, and City Council adjustments:

USES	
General Fund Group- One-time Uses	Amount
Preservation initiatives for the Long Beach Heritage Coalition	\$ 50,000
Establish a museum and cultural exhibit at the African American Cultural Center (AACC) highlighting the impact of Hip Hop in Long Beach and the United States for \$150,000; restore the historic VIP Records sign for \$250,000, for a total of \$400,000 joint project between AACC and VIP Records	\$ 400,000
Fund the Long Beach Economic Partnership for business attraction and citywide marketing activities to be spent over two years	\$ 300,000
Support development of an LGBTQ+ cultural center and museum	\$ 100,000
Fund pre-K tuition assistance, technology and administration by partnering with the Long Beach Early Childhood Education partnership	\$ 300,000
Develop a retention incentive for non-sworn positions/employees to be distributed in FY23	\$ 2,000,000
Provide additional support for Ethics Commission needs and improved response to Public Records requests to facilitate ethics and transparency, such as temporary staffing support or materials.	\$ 100,000
Funds for City Council Districts to be divided equally for District Priorities and in conformance with the existing guidelines for use of District Priority Funding.	\$ 450,000
Support the Priority Access Diversion program and Neighborhood Impact Prosecution.	\$ 100,000
Funds to support the efforts of the Justice Fund funded by the carryover of anticipated savings within the Justice Fund budget in FY 22. (Additional funds earmarked below as described in the "Other Changes" Section)	\$ 200,000
Subtotal General Fund Group - One-Time Uses	4,000,000
Tidelands Operating Fund Group - One-time Uses	
Funds to provide additional resources to support lifeguard and marine safety operations, particularly to address the quality of life and security issues in the Alamitos Bay area	\$ 100,000
Subtotal Tidelands Operating Fund Group - One-time Uses	100,000

**City Council Recommendations for the FY 23 Budget
SOURCES AND USES SUMMARY**

General Fund Group - Structural Uses

Fund a full-time education officer position created to be responsible for supporting the Long Beach College Promise and other education initiatives undertaken by the City (one-time in FY 23 and will need additional solutions in FY 24 and beyond)	\$ 125,000
Funding to enforce the Healthcare Workers Minimum Wage Ordinance which include materials budget and staffing support for four positions: Admin Analyst III, Admin Analyst II, Clerk Typist III, Minimum Wage Investigator/Inspector (requires the creation of a new job classification). (One-time in FY 23 and will need additional solutions in FY 24 and beyond)	\$ 900,000
Add three positions (Special Proects Officer, Communications Officer, Executive Assistant) as directed by City Council to support the Citizen Police Complaint Commission (CPCC) prior to a potential charter amendment (one-time in FY 23 and will need additional solutions in FY 24 and beyond).	\$ 440,234
Expand Library hours across the library system	\$ 1,000,000
Subtotal General Fund Group - Structural Uses	2,465,234

Tidelands Operating Fund Group - Structural Uses

Add one Marine Safety Officer position to further support marine safety operations	\$ 160,000
Subtotal Tidelands Operating Fund Group- Structural Uses	160,000
TOTAL USES (GENERAL FUND GROUP)	6,465,234
TOTAL USES (TIDELANDS OPERATING FUND GROUP)	260,000
TOTAL USES (ALL FUND GROUPS)	6,725,234

City Council Recommendations for the FY 23 Budget

SOURCES AND USES SUMMARY

SOURCES

General Fund Group- One-time Sources

Potential FY 22 Surplus from the Long Beach Recovery Act Funds under Securing our City's Future (which will be confirmed by February 2023), or a drawdown of reserves if the FY 22 improved projections does not materialize.	\$ 3,275,000
Critical Needs Reserve that was included in the Proposed FY 23 Budget to address unexpected labor and other critical needs.	\$ 1,990,234
Anticipated savings within the Justice Fund budget in FY 22 to be carried forward to FY23	\$ 200,000
Subtotal General Fund Group - One-time Sources	\$ 5,465,234

Tidelands Operating Fund Group - One-time Sources

Anticipated FY 22 year-end savings in the fund	\$ 100,000
Subtotal Tidelands Operating Fund Group - One-time Sources	\$ 100,000

General Fund Group - Structural Sources

City Manager to report back to City Council on how to fund the expanded Library Hours. Report back with short term and ongoing funding solutions.	\$ 1,000,000
Subtotal General Fund Group- One-Time Sources	1,000,000

Tidelands Operating Fund Group - Structural Sources

Tidelands Operating Fund Group Funds Available	\$ 160,000
Subtotal Tidelands Operating Fund Group- One-Time Sources	160,000

TOTAL SOURCES (ALL FUND GROUPS) 6,725,234

Other Changes

Add additional annual funding through Measure B at Tier II for the Cambodian American Cultural Center and Latino Cultural Center (providing these Cultural Centers with annual funding at the same level as the African American Cultural Center—as well as the South Coast Chorale LGBT chorus). Direct the City Manager to place a moratorium on any additional programs funded through Measure B for the next three years, at which time a review can be done to measure the effectiveness of Measure B investments.

Direct the City Manager to formalize and expand the City's program to waive or offset parking citations for people experiencing homelessness in order to help reduce barriers to housing and services.

Direct the City Manager to develop an approach for the retention incentive funds to be distributed in FY 23. The impact on other funds is estimated at approximately \$3.8 million (plus \$2 million in the General Fund as mentioned above under Uses), bringing the total All Funds impact to \$5.8 million.

City Council Recommendations for the FY 23 Budget
SOURCES AND USES SUMMARY

Reduce the adult-use and medical cannabis cultivation and retail taxes for equity businesses, and direct City Manager to come back to City Council with a report on how a potential rebate program would work where any revenues above \$12 million would be rebated back to businesses who paid taxes with a prioritization on rebating back to cultivation businesses, along with an updated projection report to City Council on the status of cannabis revenues. This action will promote equity goals while not resulting in revenue loss from the current budget.

Utilize \$250,000 of Long Beach Recovery Act funds, originally allocated to Library Services to waive library fines, to go towards a temporary increase in library hours in FY 23. These funds can add five Monday hours at two branches (Michelle Obama and El Dorado) through overtime with existing staff. This will result in two locations increasing service to six days, with service hours at these locations increasing from 34 to 39 hours. Note that the elimination of fines has already been implemented and incorporated as a policy change within the FY 23 budget and thus this reallocation of Long Beach Recovery Act funds do not impact the waiving of library fines.

Add structural funds in the amount of \$2,975,570 in the Insurance Fund Group in Human Resources Department, offset by a reduction of \$2,975,570 from the Insurance Fund in the City Attorney's Office. This change reflects the transfer of the Workers' Compensation Claims Division from the City Attorney's Office to the Human Resources Department under the Risk Management Bureau. A total of 18 positions will be transferred. The merge will allow for opportunities to improve operations, streamline processes, and increase overall services to our City employees. This action has no bottom-line change to the Insurance Fund.

Motion to direct the City Manager to develop, finalize, and implement plans for a new Talent Acquisition Division in the Human Resources Department with potentially five to seven Human Resources employees with a projected annual cost ranging from \$695,000 to \$965,000. Costs in FY 23 can be funded out of the City's Employee Benefits Fund, which will recoup its cost in future years with increased department charges citywide. Staff should evaluate and finalize the best approach and return to City Council in a Budget Adjustment Letter with request for increased appropriation.

Direct the City Manager to report back in 6 months on the Park Rangers Program and implementation of the Park Ambassador Program.

City Council Recommendations for the FY 23 Budget

SOURCES AND USES SUMMARY

Motion to direct the City Manager to include the following items as high priority projects to be considered for funding using any year-end surplus resources from the Long Beach Recovery Act, General Fund, Measure A, and/or any other sources as relevant if available. The City Manager should include the status of funding these projects as part of the FY 22 Year-End Performance Report and in the context of available surplus funds and other priority needs and projects. The following list is not in any priority order and approximate dollar figures and potential funds included for some items but actual funding source and amount presented in the year-end report may vary higher or lower depending on the situation at that time:

- 1) One-time funds of \$800,000 in the General Fund Group in the Library Department to provide further support for materials.
- 2) One-time funds of \$200,000 in the General Fund Group in the City Manager Department to further support the Language Access Program needs.
- 3) One-time funds of \$100,000 in the General Fund Group in the City Manager's Department to support the Fireworks Enforcement Team working to mitigate the illegal use of fireworks and explosives in Long Beach.
- 4) One-time funds of \$150,000 in the General Fund Group in the Health and Human Services Department for any necessary feasibility studies or pilot programs to support increased access to reproductive health in response to the overturning of Roe v. Wade.
- 5) One-time funds of \$150,000 in the General Fund Group in the City Manager's Department to supplement the Measure B (TOT) revenues that are then allocated to the Convention Center, arts organization, and cultural centers.
- 6) One-time funds of \$50,000 in the General Fund Group in the City Manager's Department to support the Pacific Corridor activation that takes into consideration prior activations and successes including investments such as event signage.
- 7) One-time Measure A funds of \$400,000 in the General Fund Group in the Citywide Activities Department to transfer to the Capital Projects Fund Group in the Public Works Department to support the Bluff Park Historic Lamps project.
- 8) One-time Measure A funds of \$1,000,000 to further support alley repairs through pavement sealing, asphalt overlays, and full reconstruction throughout the City.
- 9) One-time Measure A funds of \$200,000 for additional funding to improve the Hudson Park Playground, bringing the total funding to \$800,000 with \$600,000 already included as part of the 5-year infrastructure plan.
- 10) One-time funds of \$300,000 in the General Fund Group in the City Manager's Department to provide additional support for the Justice Fund.
- 11) One-time Measure A funds of \$500,000 to provide additional support for an all-inclusive all-abilities