

**SPECIAL MEETING
CALIFORNIA CITY CITY COUNCIL
TUESDAY, July 31, 2007, 5:30 p.m.
Council Chambers, 21000 Hacienda Blvd.
MINUTES**

OPENING CEREMONIES: Mayor Evans opened the meeting at 5: 30 p.m. Following the Pledge of Allegiance, the clerk called the roll:

PRESENT: Council members Edmiston, Schafer, Strong, Mayor Evans

ABSENT: Mayor Pro Tem Lessenevitch

ADOPTION OF AGENDA:

Motion by Councilmember Edmiston, second by Councilmember Schafer to adopt the agenda. Motion carried.

CONSENT CALENDAR:

CC1. Check register dated 7/25/07 and 7/26/07

Motion by Councilmember Schafer, second by Councilmember Edmiston to approve the consent calendar. Roll call vote as follows:

AYES: Edmiston, Schafer, Strong, Evans

NAYS: None

ABSENT: Lessenevitch

ABSTAIN: None

A short recess was taken at which time Mayor Pro Tem Lessenevitch arrived.

CONTINUED BUSINESS 1:

Proposed 07/08 Budget

Mr. Way reported that he and the Mayor had recently had discussions regarding the city's financial policies. Prior to the next council meeting he will be submitting back to the council those policies discussed. He stressed the importance of the city's need to develop a capital improvement program and that it should be a top priority. This program will set where the city is going long term. A document regarding the program will be brought back to the council at the next meeting.

Mr. Way provided the council with a revised combined summary of revenue and expenditures for review. He pointed out that there is a \$12,000 net increase in expenditures in the revision. Those expenditures come from a variety of activities which have come to light since the last

budget was presented. This includes various membership dues and additional funding of the approved negotiator. Also noted was that dues for LAFCO for \$4,000. will have to be added to the \$12,000 net increase. With those increases staff has gone back and done some fine tuning to the budget including removal of \$20,000 for proposed ambulance service within the fire department.

The next document presented to the council was generated by the city's new software and gave a breakout of personnel cost by departments. This document shows a savings of 4.71% in actual expenditures from what was originally budgeted for year ending June 07'.

Mr. Way also provided a detailed summary sheet which had been requested by council.

Mr. Way, in responding to previous questions and requests asked by council, cited that all adjustments had been made within the budget documents.

Items, pertaining to multiple departments, that were of concern of Councilmember Edmiston were addressed and explained that there were already incorporated in the proposed budget, or being reevaluated. He added that other items would be addressed in the city's capital improvement program.

Mr. Way emphasized that the department heads contributed to this proposed budget, he feels it is a balanced one and requests that the council approve.

Councilmember Schafer asked questions regarding the setting aside of monies to complete the new sports arena. Mr. Way reminded the council that it was never the intention that the new arena would be a 100% complete building, that there was going to be services provided in it, but that some aspects of the building would be improved over time.

Mr. Way provided clarification on numerous aspects of the budget documents.

Councilmember Lessenevitch inquired how close we came to estimated revenue for year 06'-07' and how each department came to meeting their budget expenditures. Mr. Way assured him that all expenditures occurring during the final two months of the year would stay within the amounts budgeted. Also discussed was the fact that if there are additional revenues received, each department must still stay within their original budgets. It was also clarified that certain newer positions were able to be funded due to some original funded positions that have been left vacated but not refilled.

Public comment was received on this item.

Motion by Councilmember Schafer, second by Councilmember Edmiston to approve proposed budget. Roll call vote as follows:

AYES: Edmiston, Schafer, Strong, Evans

NAYS: Lessenevitch

ABSENT: None

ABSTAIN: None

ADJOURNMENT:

Motion by Councilmember second by Councilmember Edmiston to adjourn at 7:29 p.m. Carried.

Respectfully submitted by:

Denise Hilliker, City Clerk