



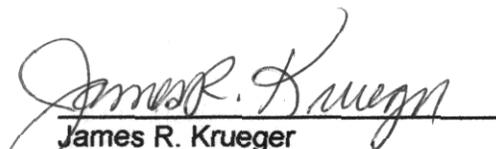
**CITY OF LODI
COUNCIL COMMUNICATION**

AGENDA TITLE: Discuss 2005-06 Budget Strategy
MEETING DATE: January 11, 2005
PREPARED BY: Finance Director

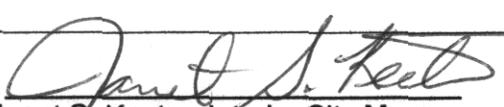
RECOMMENDED ACTION: That Council continue discussions regarding the 2005-06 Budget Strategy.

BACKGROUND INFORMATION: The City Council continued discussions of the 2005-06 budget at the Council meeting on January 5, 2005. Staff would like to continue that discussion during the Tuesday morning meetings scheduled during the remainder of January. Attached is a general outline of the points of discussion for the meeting in outline form. Additional information or handout materials will be made available as needed during the Tuesday morning meetings.

FUNDING: None


James R. Krueger
Finance Director

JRK/sl
Attachment

APPROVED: 
Janet S. Keeter, Interim City Manager

Outline for Budget Discussions at Shirtsleeve Meetings

Tuesday January 11, 2005

Discussion of Meet and Confer Issues

- A. Salary reductions
- B. PERS Contributions
- C. Employee Health Insurance Contribution
- D. Reductions in Force
- E. Outsourcing options

Discussion of Service Priorities in Conjunction with Community Survey

- A. Results of Survey
- B. Suggested weighting of priorities, cut %s and target budgets to arrive at resolution of \$2.2 M imbalance.

Discussion of Accounting policy changes

- A. Reclassification of Community Development, Parks and Recreation, and Community Square to Special Revenue Funds.
- B. Reclassification of Internal Services including Finance, Information Systems Division, Building Facilities and Equipment Maintenance divisions into Internal Services Funds.

Tuesday January 18, 2005

Discussion of Revenue Enhancements

Review Mid-year Budget Adjustments

Discussion of establishment of Internal (Operations) Audit Function to review efficiencies and effectiveness of City Operations

Gann Appropriations Limitation

Tuesday January 25, 2005

Discuss recommended strategies for development of 2005-06 budget document

Review Comprehensive Annual Financial Report for Fiscal Year ending June 30, 2004

filed 1-11-05

<u>Division</u>	<u>Baseline</u>	<u>Target</u>	<u>Cuts Proposed</u>	<u>% Reduction</u>
	428,994	407,494	21,500	5%
Admin	375,233	356,233	19,000	5%
Election	109,750		109,750	
Council	47,079	44,679	2,400	5%
Individuals	15,000	14,250	750	5%
Protocol	15,000	14,250	750	5%
Sister City	1,500	1,500	0	0%
Admin	646,893	614,393	32,500	5%
Downtown	50,000	0	50,000	
<i>Total</i>	1,689,449	1,452,799	236,650	

Preliminary Information Only.
To be used for developing Priorities for Expenditures Reductions

107013 Youth Commission	52,080			
108026 Arts Specialty Classes	61,095			
108027 Lodi Arts Commission	1,800			
108028 Arts and Culture	232,875			
108029 Arts in Public Places Board	3,100			
108041 Senior Citizen'S Commission	1,400			
108042 Senior Information & Referral	101,251			
108043 Hutchins Street Square Pool	122,140			
108403 Community Center Administratio	350,600			
108404 Performing Arts Center	177,600			
108405 Lodi Gift Boxes Program	4,000			
108525 Hutchins Street Square Mainten	405,586			
<i>Total</i>	1,513,526	1,331,026	182,500	12%

Preliminary Information Only.
To be used for developing Prioirties for Expenditures Reductions

101011 Animal Services	263,100				
101031 Police Administration	1,276,640				
101032 Police Operations	6,431,400				
101033 Support Services	4,635,300				
101037 Cracnet	120,540				
101040 Crime Prevention	5,000				
101041 Auxiliary Police	7,500				
101051 Special Investigation	5,000				
Total	12,744,480	12,169,480	575,000		5%
102011 Fire Administration	487,865				
102012 Fire Emergency Operations	6,458,279				
102013 Fire & Life Safety	284,273				
102014 Fire-Hazardous Materials Opera					
102015 Fire Training	342,135				
102016 Emergency Medical Services	136,789				
102018 Weed Abatement	0				
Total	7,709,340	7,344,340	365,000		5%

Preliminary Information Only.
To be used for developing Priorities for Expenditures Reductions

100209 Repair & Demolition	35,000				
100451 Planning - Administration	679,772				
100452 Building Inspection	821,310				
100455 Planning-Commissions/Committee	5,633				
100456 Community Improvement	432,323				
<i>Total</i>	1,974,038	1,849,038	125,000		6%
107511 Parks Administration					
107521 Parks - Sports Facility Maintenance					
107522 Parks - Lodi Lake Park					
107523 Parks - Other Parks					
107528 Park Operation Coordinator					
107531 Parks - Equipment Maintenance					
<i>Total</i>	2,163,615	1,903,615	260,000		12%

Preliminary Information Only.
To be used for developing Priorities for Expenditures Reductions

107011 Recreation Administration	973,435			
107012 Parks & Recreation Commission	515			
107021 Recreation - Playgrounds	189,785			
107022 Youth - Teen Sports	170,102			
107023 Misc Indoor/Outdoor Activities	17,302			
107024 Aquatics	103,210			
107025 Adult Sports	54,192			
107026 Specialty Classes				
107027 Concessions	19,300			
107029 Lodi LOOK	122,685			
107034 Washington Aft School	49,126			
Total	1,699,652	1,495,652	204,000	12%

Preliminary Information Only.
To be used for developing Priorities for Expenditures Reductions

100200 Damage To Property	24,500			
100201 PW-Emergency Operations				
100243 City Wide Utilities-GF	877,990			
103011 P. W. Administration	530,615			
103021 P. W. General Engineering	1,763,913			
103511 P. W. Facility services	809,494			
105011 P. W. Street Administration	378,358			
105012 Street Work For Others	3,000			
105031 Street Maintenance	1,726,114			
105036 P. W. Tree Maintenance	169,525			
105037 P. W. Street Cleaning	458,200			
105042 P. W. Parking Lot Maintenance	21,640			
105043 P.W. Graffiti Abatement	81,000			
105561 Fleet Services	1,355,446			
<i>Total</i>	8,199,795	7,559,795	640,000	8%

Preliminary Information Only.
To be used for developing Priorities for Expenditures Reductions

100411 Information Systems	1,195,751	1,070,751	125,000	10%
100402 Human Resources	476,204		45,000	
100403 Risk Management	213,204		25,000	
100404 Training-City Wide	0			
Total	689,408	619,408	70,000	10%
100501 Finance Administration	190,686		25,000	
100502 Finance Purchasing	359,172		32,000	
100503 Finance Accounting	464,939		42,000	
100505 Finance Revenue Division	1,020,849		102,000	
Total	2,035,646	1,834,646	201,000	10%
	803,683	707,183	96,500	12%

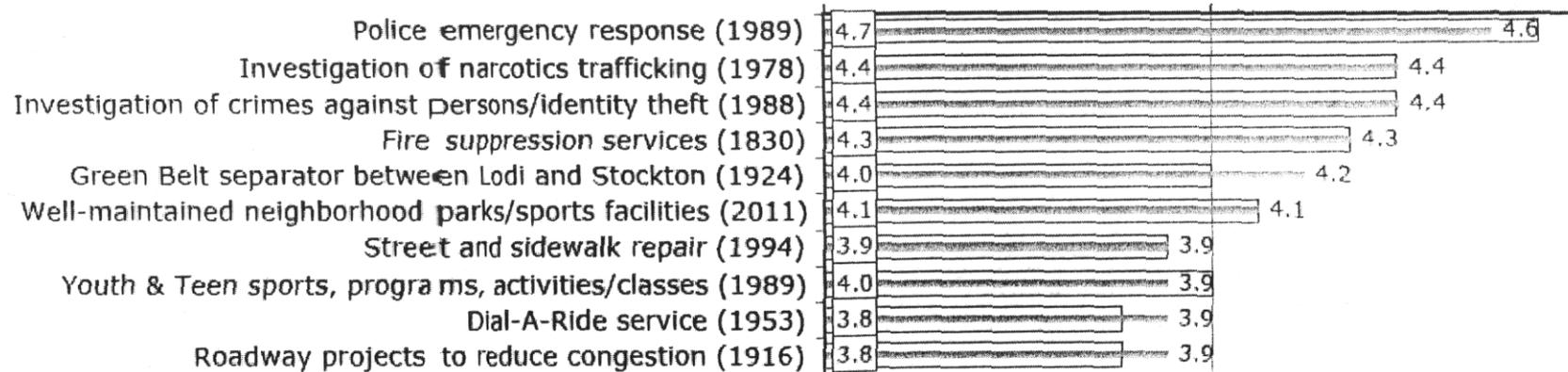
		<u>High Option</u>		<u>Lower Option</u>	
		<u>\$ Cuts</u>	<u>%</u>		
20,453,819	19,513,819	940,000	5%	671,287	3%
8,199,795	7,559,795	640,000	8%	457,046	6%
1,689,449	1,452,799	76,900	5%	54,917	3%
30,343,063	28,526,413	1,656,900	5%		
3,863,267	3,399,267	464,000	12%	331,359	9%
1,513,526	1,495,652	182,500	12%	130,330	9%
4,724,487	4,231,987	492,500	10%	351,711	7%
1,974,038	1,849,038	125,000		89,267	5%
42,418,381	39,502,356	2,920,900	7%		
		2,200,000	5%		
		Difference	2%		

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filed 1-11-05



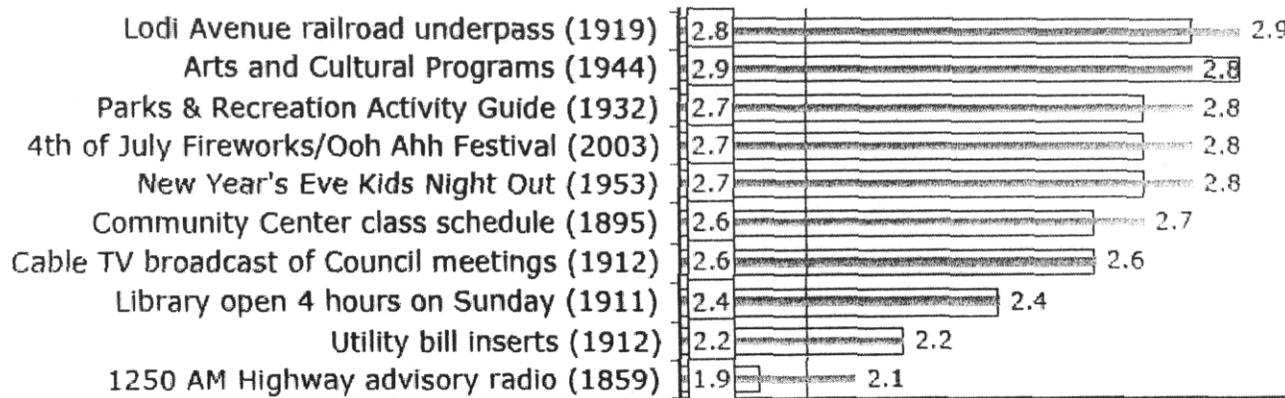
Top 10 Services (Ranked by Importance)



Utility Customers
 Voter Registration Panel



Bottom 10 Services (Ranked by Importance)



□ Utility Customers

■ Voter Registration Panel



Top 20 Services mentioned to "Decrease" Funds ("Passion Index")

