



CITY OF FULLERTON LEGISLATIVE BODY MEETING PARTICIPATION

Zoom Meeting Details: www.zoom.us/join

Meeting ID: 870 2461 0601 Telephone Option: 1-669-900-9128

PUBLIC PARTICIPATION: Members of the public can attend meetings in person or access meetings streamed live online at <https://fullerton.legistar.com>, on Spectrum Cable Channel 3 and AT&T U-Verse Channel 99.

The Council Chamber will have seating available on a first-come, first-served basis for members of the public to attend the meeting in person. All persons visiting City facilities shall observe decorum and health and safety protocols.

PUBLIC COMMENTS: The public may address the legislative body in person or provide public comments remotely by following the *Instructions for Public Comment Using Zoom*.

CORRESPONDENCE: The public can send correspondence to the legislative body regarding items on the agenda by emailing ASD-Finance@cityoffullerton.com with the subject line "Fiscal Sustainability Ad Hoc Committee MEETING CORRESPONDENCE - ITEM #" (insert the item number relevant to your comment), "Fiscal Sustainability Ad Hoc Committee MEETING CORRESPONDENCE NON-AGENDA ITEM" or by clicking on the eComment link accompanying the agenda posted online at <https://fullerton.legistar.com>. Staff will forward correspondence received to the legislative body. Correspondence is not read at the meeting; however, all correspondence becomes part of the official record of the meeting. Staff posts correspondence online with the meeting's supplemental materials. Contact ASD-Finance@cityoffullerton.com or call (714)-738-6565 in Administrative Services Department with any questions.

ACCESSIBILITY: If requested, staff will make the agenda and backup materials available in appropriate alternative formats to persons with a disability, as required by Section 202 of the Americans with Disabilities Act of 1990 (42 U.S.C. Sec. 12132) and the federal rules and regulations adopted in implementation thereof. Any person who requires a disability-related modification or accommodation in order to observe and/or offer public comment may request such reasonable modification, accommodation, aid or service by contacting ASD-Finance@cityoffullerton.com or call (714)-738-6565 no later than 48 hours before the meeting.

INSTRUCTIONS FOR PUBLIC COMMENTS USING ZOOM

The public may remotely participate in the meeting to make oral public comment via computer, smart device or telephone.

Please log on or call in as early as possible to address any technical issues that may occur and ensure you do not miss the time to speak on the desired item.

Follow these steps to log into Zoom from your computer or smart device (Your device must have audio capability to participate.):

Go To: www.zoom.us/join

Enter Meeting ID: 870 2461 0601

Follow these steps to call into Zoom from your telephone:

Dial 1-669-900-9128 and press pound (#)

Enter Meeting ID: 870 2461 0601 and press pound (#)

Optional: You may enter your name when prompted, but this is not required to participate. Staff will remove anyone entering names that violate community standards.

- 1. Use the “raise hand” function to join the queue to speak on the current agenda item** when the Chair calls the item for discussion.

Computer / Smart Device Users: You can find the raise hand option under your participant name.

Telephone Users: Press star-nine (*9) on your phone to raise your hand. Press star-six (*6) to unmute when it is your turn to address City Council.

Lower your hand if you choose not to speak or after you have made your comments by unchecking the raise hand option online.

- 2.** Staff will call your name or the last four digits of your phone number when it is your time to speak.
- 3.** You may state your name and city of residence at the beginning of your remarks for the minutes.
- 4.** Speakers will have up to three minutes to make their remarks.
- 5.** You may log off or hang up after making your comments.

DISCLAIMER: Participant names and/or phone numbers may be visible to all participants. The City records all public meetings.



CITY OF FULLERTON FISCAL SUSTAINABILITY AD HOC COMMITTEE

Regular Meeting Agenda
Thursday, December 12, 2024, 5:00 p.m.
Fullerton City Hall - Council Chamber
303 West Commonwealth Avenue
Fullerton, California

Public Comment: Public comments are allowed on items on this agenda at the time each item is considered.

Persons addressing the Committee shall be limited to 3 minutes unless an extension of time is granted by the Chair subject to approval of the Committee. When any group of persons wishes to address the Committee, it shall be proper for the Chair to request that a spokesman be chosen to represent the group.

Public comments are allowed on items NOT on the agenda but within the subject matter jurisdiction of the Committee. However, NO action may be taken on off-agenda items except as provided by law.

CALL TO ORDER

ROLL CALL

PUBLIC COMMENTS

Public comments will be allowed on matters not appearing on the agenda but within the Committee's jurisdiction.

ACTION OR DISCUSSION ITEMS

1. Presentation on Committee requests from 10/30/2024 Ad Hoc Committee meeting.
2. Input on future topic(s) for next and future Fiscal Sustainability Ad Hoc Committee meetings.
3. Establish and set Regular Meeting date and time for Fiscal Sustainability Ad Hoc Committee.

ADJOURNMENT

Adjourn to the next scheduled meeting at the next or established regular meeting date and time of the Fiscal Sustainability Ad Hoc Committee.



Fiscal Sustainability Ad Hoc Committee

Committee Meeting #2 ~ December 12, 2024

City of Fullerton, CA



Agenda

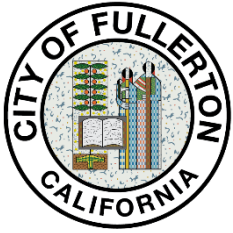
- ❖ FY 2022-23 Actuals, FY 2023-24 & FY 2024-25 Adopted Budget
- ❖ Maintenance and Facility Repair Costs' Budgets
- ❖ Sales Tax Ballot Measure Data
- ❖ Business Improvement District (BID) Information
- ❖ Other Committee Requests



FY 22-23 Actuals, FY 23-24 & FY 24-25 Adopted Budget

Expenditures by Major Program Area	Actuals FY 22-23	Adopted Budget FY 23-24	Adopted Budget FY 24-25
General Government	\$6,433,805	\$8,158,699	\$6,160,258
City Council	513,657	438,995	459,535
Administration	3,303,031	3,652,786	4,095,438
Administrative Services	2,921,263	3,347,304	3,632,811
Human Resources	627,996	717,258	731,485
General Government ¹	(932,142)	2,356	(2,759,011)
Fire	28,735,152	31,543,067	34,837,549
Police	54,830,228	54,718,263	61,551,581
Community & Economic Development	6,163,016	6,155,592	7,060,214
Public Works	9,017,558	10,260,788	11,295,211
Human & Leisure Services	9,154,702	10,048,028	11,954,505
Library	3,641,251	4,123,406	4,744,137
Parks & Recreation	5,513,451	5,924,622	7,210,368
Total General Fund Expenditures	\$114,334,461	\$120,884,437	\$132,859,319

¹ General Gov't is a non-operating (non-Department) account that houses Citywide costs such as personnel payouts (retirement payouts), Vacancy Savings & other miscellaneous costs.



FY 22-23 Actuals, FY 23-24 & FY 24-25 Revenue

Major Revenue Category	Actuals FY 22-23	Adopted Budget FY 23-24	Adopted Budget FY 24-25
Property Tax	\$53,790,177	\$54,649,098	\$58,044,816
Sales Tax	30,622,105	30,402,492	30,512,105
Transient Occupancy Tax (TOT)	2,965,371	3,460,000	3,400,000
All Other Taxes	3,505,506	3,426,110	3,426,110
Licenses & Permits	3,207,839	2,464,846	2,485,484
Charges for Services	12,363,504	11,903,311	14,344,359
Other Revenues *	12,511,781	12,517,925	13,134,192
Human & Leisure Services <i>(Library & Parks & Recreation)</i>	1,778,066	1,848,075	2,369,475
Total General Fund Revenue	\$120,744,349	\$120,671,857	\$127,716,541

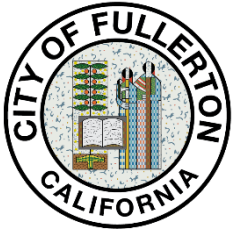
* Includes Fines & Penalties, Use of Money & Property, Intergovernmental & Other Miscellaneous Revenue.



Maintenance and Facility Repair Budget

City Maintenance & Facility Capital Budget	Adopted Budget FY 2024-25
Public Works Bldg & Facility Maintenance Budget (General Fund)	1,378,550
Fire Dept -Maintenance & Repair Budget (General Fund)	427,000
Building Maintenance Fund (Fund 69)	4,157,246
Facility Capital Repair (CIP) Fund (Fund 70)	596,049
Infrastructure (CIP) Fund (Fund 11)	1,000,000
Total City Maintenance & Facility Repair Budget	\$7,558,845

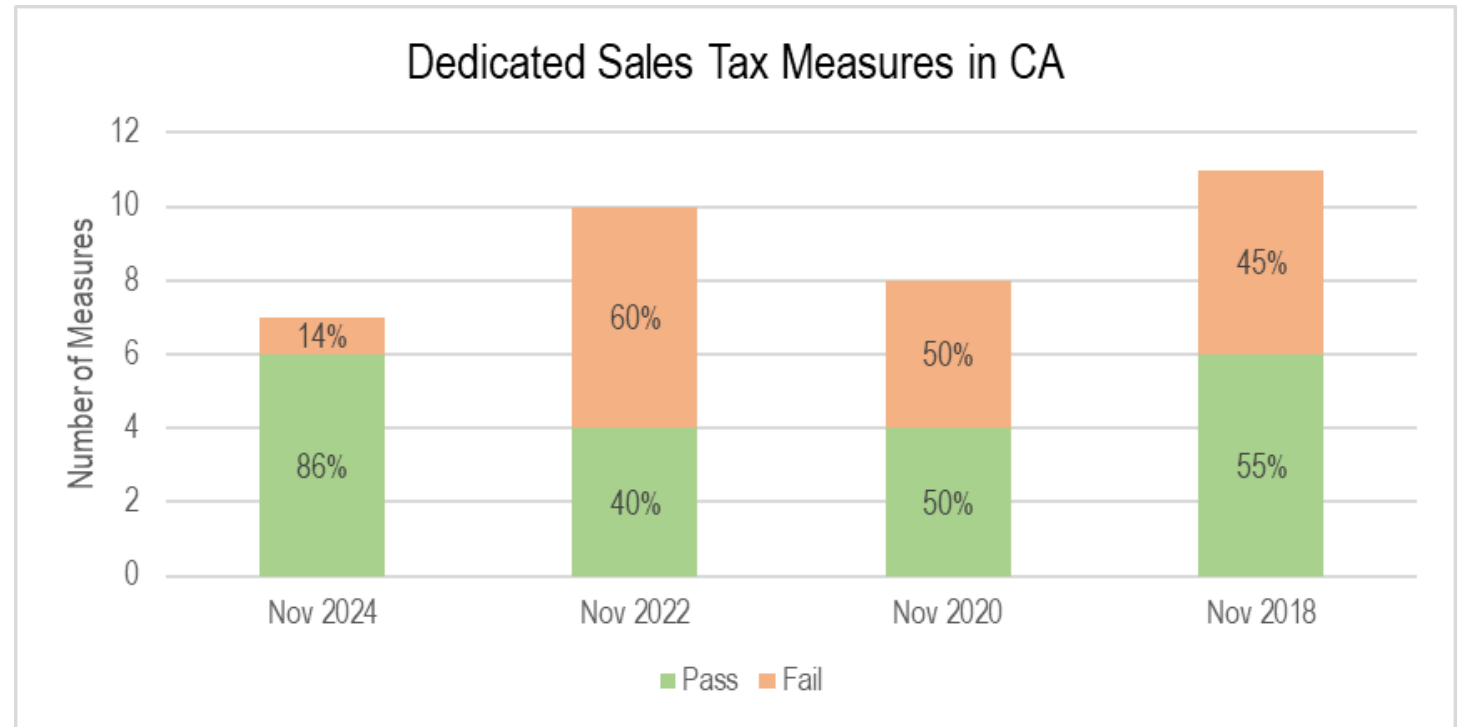
** Excludes Water and Sewer Utility, Airport & other Enterprise fund infrastructure and maintenance*



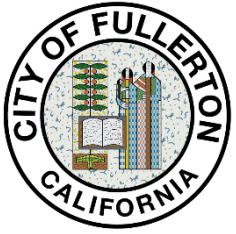
Sales Tax Ballot Measure Data – Dedicated Special Purpose Sales Tax

A Special Purpose Sales Tax Measure requires two-thirds (66.7%) of voter approval

- Cities that passed Sales Tax Measures:
 - Chula Vista 50 cent (2024) for infrastructure needs
 - Marin County 25 cents (2022) for local parks and open spaces
- Cities that did not pass Sales Tax Measures:
 - San Clemente 50 cent (2024) for beach protection and restoration
 - City of Santee 50 cent (2024) for Emergency Services and Fire Protection



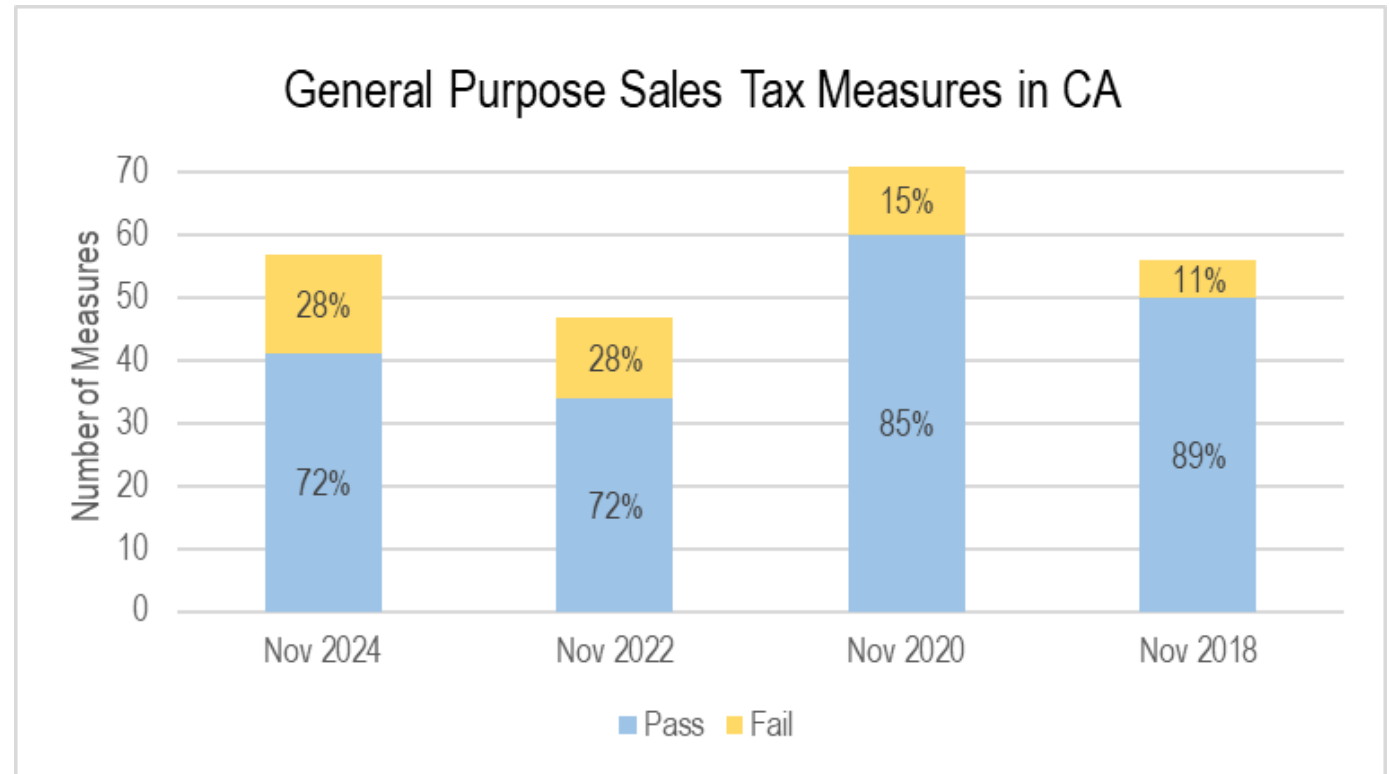
Note: November 2024 results pending certification



Sales Tax Ballot Measure Data – General Purpose Sales Tax

A General-Purpose Sales Tax Measure requires 50% + 1 voter approval

- Cities that passed Sales Tax Measures:
 - Buena Park 1 cent (2024)
 - Seal Beach ½ cent (2024)
 - La Habra 1 cent continuation (2024)
 - Westminster 1 cent (2022)
- Cities that did not pass Sales Tax Measures:
 - City of Orange ½ cent (2024)
 - Hermosa Beach ¾ cent (2024)
 - Upland 1 cent (2022)



Note: November 2024 results pending certification



Business Improvement Districts (BIDs)

- A **Business Improvement District (BID)** is a public-private partnership in which a special benefit assessment district is formed to raise funds to benefit assessed businesses within a specific geographic area, typically a downtown or business area.
 - Tool to revitalize and improve commercial areas of businesses, economic development purposes, services within a business area, and/or services above and beyond those provided by local government.
 - Financed and funding generated through special assessment on real property, businesses, or a combination of both.
- **How is a BID Formed?** A city must adopt a Resolution of Intent with appropriate public noticing and public hearings held.
 - Subject to Prop 218 Process and BID will be formed if less than 50% **Written Protests** are received.



Other Committee Requests



FY 2022-23 Audit Findings

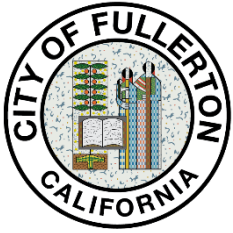
None.



CalPERS Retirement Pension Formulas

Miscellaneous Plan Members	Pension Formula
Classic Member	2% @ 55
PEPRA Member	2% @ 62

Safety Plan Members	Pension Formula
Safety Classic Member (hired on or before 12/22/12)	3% @ 50
Safety Classic Member (hired on or after 12/22/12)	3% @ 55
PEPRA Safety Member	2.7% @ 57



Measure M2 Maintenance of Effort (MOE)

- **\$3.7 million in Measure M2 Local Fair Share funds**
 - Provides funding to pay for the escalating cost of restoring our aging street system, traffic system improvements, pedestrian safety improvements, etc. and is intended to augment, rather than replace, existing City budget.
- **Measure M2 Maintenance of Effort (MOE)**
 - In order to receive Local Fair Share funds, the City must expend a minimum amount of discretionary (primarily General Fund revenue) on local street maintenance and improvements each fiscal year.
- **City's MOE ~ \$5.0 million for FY 24-25**
 - Supported by General Fund Street Maintenance ongoing costs (\$2.0 M), Infrastructure capital funds (\$2.0 M), and "One-Time" General Fund (\$1.0 M) capital contribution.
 - **MOE Benchmark increases every 3 years based on Caltrans' Construction Cost Index for preceding three calendar years not to exceed General Fund revenue growth.**



Ad Hoc Committee Action Items

- Input on future topic(s) for next and future Fiscal Sustainability Ad Hoc Committee meetings.
- Establish next or recurring meeting date and time for the Fiscal Sustainability Ad Hoc Committee:
 - *4th Mondays of the Month; or*
 - *1st or 2nd Thursdays of the Month (based on City Council Chambers availability)*