

## **NB-36**

May 18, 2021

HONORABLE MAYOR AND CITY COUNCIL

City of Long Beach

California

### RECOMMENDATION:

Approve the restoration of departmental and fund budget appropriation adjustments related to the elimination of employee furloughs for the remainder of Fiscal Year 2021 (FY 21) in accordance with existing City Council policy. (Citywide)

### DISCUSSION

On September 8, 2020, the City Council adopted the FY 21 Budget and approved a one-time budget-balancing solution through the implementation of employee furloughs, estimated to generate \$11 million of savings in the General Fund Group and approximately \$24 million across All Funds.

On March 9, 2021, the City Council approved the FY 21 first departmental and fund budget appropriation adjustments, including the reductions to departments' budgets for the approved one-time furlough savings from most employee groups. On March 16, 2021, the City Council approved the proposed Long Beach Recovery Act (LBRA), which includes the utilization of federal American Rescue Plan Act funds to eliminate furloughs for the remainder of FY 21. This action allows for the restoration of services impacted by the furloughs for the entire organization, including non-General Fund funds.

This matter was reviewed by Principal Deputy City Attorney Gary J. Anderson and Budget Manager Grace H. Yoon on May 11, 2021.

### TIMING CONSIDERATIONS

City Council action is requested on May 18, 2021, to enable timely budget adjustments.

### FISCAL IMPACT

The recommended action is to increase appropriations in relevant departments and funds as shown in Attachment A. On March 9, 2021, the City Council approved reductions to most departments and fund appropriations due to savings from up to 26 days of employee furloughs for most employee groups. As part of the LBRA, federal funds will enable eliminating furloughs for the remainder of FY 21. As employees will now be working instead of being on furlough, departmental and fund appropriations will need to be increased to fund the increased labor costs. The increase to the General Fund Group will

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be offset from federal funds to be received. Increases to the other funds will be offset using budgetary funds available within those funds. If there are any changes regarding the allowed uses of the federal funds due to additional federal guidance, staff will return with any alternative actions as needed. Attachment A shows all budget changes required for the affected departments and funds. It is unnecessary to revise the Harbor and Water Departments' budgets; therefore, their respective budgets are not being increased. This recommendation has no staffing impact beyond the normal budgeted scope of duties and is consistent with existing City Council priorities. There is no local job impact associated with this recommendation.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



JOHN GROSS

INTERIM DIRECTOR OF FINANCIAL MANAGEMENT

ATTACHMENT A: FY 21 FURLOUGH ELIMINATION BUDGET RESTORATIONS

APPROVED:



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THOMAS B. MODICA  
CITY MANAGER

**FY 21 Impact By Department and Fund  
Furlough Elimination Budget Restorations**

<b>DEPARTMENT, Fund Group</b>	<b>AMOUNT</b>	<b>DEPARTMENT, Fund Group</b>	<b>AMOUNT</b>
AIRPORT	<b>394,874</b>	FINANCIAL MANAGEMENT	<b>862,071</b>
AIRPORT GROUP	353,879	COMMUNITY DEVELOPMENT GRANTS GROUP	1,316
CAPITAL PROJECTS GROUP	40,995	EMPLOYEE BENEFITS GROUP	47,511
CITY ATTORNEY	<b>442,755</b>	FLEET SERVICES GROUP	189,337
EMPLOYEE BENEFITS GROUP	15,933	GENERAL FUND GROUP	522,435
GENERAL FUND GROUP	163,397	GENERAL SERVICES GROUP	17,221
INSURANCE GROUP	263,425	HEALTH GROUP	365
CITY AUDITOR	<b>97,997</b>	HOUSING AUTHORITY GROUP	535
EMPLOYEE BENEFITS GROUP	5,149	INSURANCE GROUP	1,605
GENERAL FUND GROUP	77,935	TIDELANDS AREA GROUP	1,533
TIDELANDS OPERATING GROUP	14,913	TIDELANDS OPERATING GROUP	12,972
CITY CLERK	<b>76,721</b>	TOWING GROUP	67,242
GENERAL FUND GROUP	76,721	FIRE	<b>244,626</b>
CITY MANAGER	<b>269,855</b>	CUPA GROUP	36,616
GENERAL FUND GROUP	174,077	GENERAL FUND GROUP	203,309
SPECIAL ADVERTISING & PROMOTION GROUP	94,048	TIDELANDS OPERATING GROUP	4,700
TIDELANDS OPERATING GROUP	1,730	HEALTH & HUMAN SERVICES	<b>1,487,780</b>
CITY PROSECUTOR	<b>202,885</b>	CUPA GROUP	28,192
GENERAL FUND GROUP	200,473	GENERAL FUND GROUP	53,523
GENERAL GRANTS GROUP	2,411	HEALTH GROUP	1,165,781
CIVIL SERVICE	<b>92,849</b>	HOUSING AUTHORITY GROUP	240,283
EMPLOYEE BENEFITS GROUP	1,209	HUMAN RESOURCES	<b>271,342</b>
GENERAL FUND GROUP	91,640	EMPLOYEE BENEFITS GROUP	156,298
DEVELOPMENT SERVICES	<b>859,372</b>	GENERAL SERVICES GROUP	6,701
BUSINESS ASSISTANCE GROUP	428	INSURANCE GROUP	108,343
DEVELOPMENT SERVICES GROUP	655,092	LEGISLATIVE	<b>154,541</b>
GENERAL FUND GROUP	128,272	GENERAL FUND GROUP	154,541
HOUSING DEVELOPMENT GROUP	56,179	LIBRARY SERVICES	<b>359,423</b>
SUCCESSOR AGENCY OPERATIONS GROUP	19,401	GENERAL FUND GROUP	340,713
DISASTER PREP & EMERGENCY COMM	<b>224,879</b>	GENERAL GRANTS GROUP	18,711
GENERAL FUND GROUP	224,879	PARKS, RECREATION AND MARINE	<b>663,023</b>
ECONOMIC DEVELOPMENT	<b>109,249</b>	GENERAL FUND GROUP	398,949
CIVIC CENTER GROUP	1,202	GENERAL GRANTS GROUP	2,511
GENERAL FUND GROUP	65,010	SPECIAL ADVERTISING & PROMOTION GROUP	2,036
TIDELANDS AREA GROUP	7,400	TIDELANDS AREA GROUP	149,068
TIDELANDS OPERATING GROUP	35,637	TIDELANDS OPERATING GROUP	110,459
ENERGY RESOURCES	<b>773,382</b>	POLICE	<b>1,073,260</b>
GAS GROUP	600,564	GENERAL FUND GROUP	1,028,191
SERRF GROUP	22,833	TIDELANDS AREA GROUP	41,987
TIDELANDS OIL REVENUE GROUP	149,986	TIDELANDS OPERATING GROUP	3,083
		PUBLIC WORKS	<b>1,027,684</b>
		CAPITAL PROJECTS GROUP	33,180
		CIVIC CENTER GROUP	14,023
		GENERAL FUND GROUP	638,808
		REFUSE/RECYCLING GROUP	313,524
		TIDELANDS OPERATING GROUP	28,150
		TECHNOLOGY & INNOVATION	<b>965,266</b>
		GENERAL SERVICES GROUP	959,923
		SPECIAL ADVERTISING & PROMOTION GROUP	5,344
<b>GRAND TOTAL</b>			<b>10,653,835</b>
General Fund Group total is \$4,542,872, net impact \$0 as appropriation increases are offset by federal funds.			

## **REQUEST TO ADD AGENDA ITEM**

**Date:** May 12, 2021

**To:** Monique De La Garza, City Clerk

**From:** Thomas B. Modica, City Manager 

**Subject:** Request to Add Agenda Item to Council Agenda of May 18, 2021

Pursuant to Municipal Code Section 2.03.070 [B], the City Councilmembers signing below request that the attached agenda item (due in the City Clerk Department by Friday, 12:00 Noon) be placed on the City Council agenda via the supplemental agenda.

The agenda title/recommendation for this item reads as follows:

**Approve the restoration of departmental and fund budget appropriation adjustments related to the elimination of employee furloughs for the remainder of Fiscal Year 2021 (FY 21) in accordance with existing City Council policy. (Citywide)**

<b>Council District</b>	<b>Authorizing Councilmember</b>	<b>Signed by</b>
4	Daryl Supernaw	(Digital – attached email)
1	Mary Zendejas	(Digital – attached email)
7	Roberto Uranga	(Digital – attached email)

Attachment: Staff Report dated May 18, 2021