



City of Long Beach

FY 2009 Proposed Budget

Budget Hearing
September 2, 2008



Mayor and City Council

All Funds	FY 08 Adjusted	FY 09 Proposed¹	Change	%
Expenditures	\$5,267,997	\$5,064,463	(\$203,534)	(3.9%)
Revenues	\$1,250	-	(\$1,250)	(100%)
FTE	55.00	54.50	(0.50)	(0.91%)

¹ Includes additional reductions offered by the Mayor and City Council offices after August 1, 2008

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$5,267,997	\$5,064,463	(\$203,534)	(3.9%)
Revenues	\$1,250	-	(\$1,250)	(100%)
FTE	55.00	54.50	(0.50)	(0.91%)



Mayor and City Council

Major Reductions

- 10 percent department target reduction of \$446,583
- 14.7 percent Mayor's office reduction
- 12.3 percent Administration reduction
- 7.9 percent reduction for combined City Council offices

Enhancements



City Attorney

All Funds	FY 08 Adjusted	FY 09 Proposed ¹	Change	%
Expenditures	\$10,183,908	\$9,708,745	(\$475,163)	(4.7%)
Revenues	\$142,750	\$142,750	-	-
FTE	79.75	79.75	-	-

¹ Includes \$964,067 in salary savings, \$442,167 of which was carried over from FY 08, for a total reduction of 10 percent for FY 09

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$3,646,457	\$2,989,841	(\$656,616)	(18.0%)
Revenues	\$250	\$250	-	-
FTE	27.74	27.74	-	-



City Attorney

Major Reductions

- 7 budgeted positions will not be filled in FY 09: 5 Deputy City Attorneys, 1 Legal Records Specialist, 1 Legal Office Assistant

Enhancements



City Auditor

All Funds	FY 08 Adjusted	FY 09 Proposed ¹	Change	%
Expenditures	\$2,978,157	\$2,682,333	(\$295,824)	(9.9%)
Revenues ²	-	-	-	-
FTE	20.00	20.00	-	-

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$2,582,100	\$2,282,687	(\$299,413)	(11.6%)
Revenues ²	-	-	-	-
FTE	17.60	16.60	(1.00)	(5.7%)

¹ Does not reflect \$63,513 in savings submitted after August 1, 2008, bringing department savings to 10 percent

² Revenues generated by the City Auditor are reflected in other City department budgets and funds



City Auditor

Major Reductions

- Reduction in personnel services budget via salary savings
- Elimination of technology services equipment and reduction in costs
- Reallocation of personnel costs that support other funds

Enhancements



City Clerk

All Funds	FY 08 Adjusted	FY 09 Proposed ¹	Change	%
Expenditures	\$4,569,932	\$3,911,718 ²	(\$658,214)	(14.4%)
Revenues	\$126,714	\$126,743	\$29	0.02%
FTE	23.48	19.48	(4.00)	(17.0%)

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$ 4,569,932	\$3,911,718 ²	(\$658,214)	(14.4%)
Revenues	\$ 126,714	\$126,743	\$29	0.02%
FTE	23.48	19.48	(4.00)	(17.0%)

¹ Does not include \$800,000 budgeted funding for expected FY 09 elections (November and January)

² Does not include additional \$57,978 in savings submitted after August 1, 2008, bringing department savings to 10 percent



City Clerk

Major Reductions

- Elimination of reserve for modernization of the Citywide records management system
- Combined reduction in Consulting Services, Machine Rental, Equipment Purchase and Printing Services
- Reduction in Technology Services MOU
- Align contract for translation services provided at City Council meetings to actual usage
- Reduction in the training budget for City Clerk staff

Enhancements



City Manager

All Funds	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$8,841,793	\$8,087,496	(\$754,297)	(8.5%)
Revenues	\$5,661,500	\$6,264,000	\$602,500	10.6%
FTE	26.00	23.00	(3.00)	(11.5%)

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$3,613,110	\$3,003,495	(\$609,615)	(16.9%)
Revenues	-	-	-	-
FTE	23.55	20.53	(3.02)	(12.8%)



City Manager

Major Reductions

- Reduce or eliminate contracts with outside agencies
- Eliminate senior management positions and support costs

Enhancements



City Prosecutor

All Funds	FY 08 Adjusted	FY 09 Proposed ¹	Change	%
Expenditures	\$5,441,122	\$5,492,110	\$50,988	0.94%
Revenues	\$108,532	\$118,239	\$9,707	8.9%
FTE	45.40	45.90	0.50	1.1%

General Fund Only	FY 08 Adjusted	FY 09 Proposed ¹	Change	%
Expenditures	\$5,341,445	\$5,373,871	\$32,426	0.61%
Revenues	-	-	-	-
FTE	44.40	44.90	0.50	1.1%

¹ Does not reflect \$98,500 reduction in CDBG funding for FY 09



City Prosecutor

Major Reductions

- Community Development Block Grant (CDBG) redirected to Parks, Recreation & Marine Department to subsidize Day Camp Program, leaving vacant one deputy prosecutor position
- Anticipated loss of California Spouse Abuse Protection Program grant (\$40,000) that funds one Domestic Violence investigator. This loss will have to be absorbed

Enhancements



Civil Service

All Funds	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$2,227,123	\$2,224,506	(\$2,617)	(0.12%)
Revenues	-	-	-	-
FTE	25.00	16.00	(9.00)	(36.0%)

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$2,191,901	\$2,188,600	(\$3,301)	(0.15%)
Revenues	-	-	-	-
FTE	24.84	15.84	(9.00)	(36.2%)



Civil Service

Major Reductions

- Elimination of the Recruitment Officer and dedicated staffing
- Elimination of a Personnel Analyst and a clerical support staff
- Significant Reduction in Recruitment Advertising

Enhancements



Long Beach Airport

All Funds	FY 08 ¹ Adjusted	FY 09 ² Proposed	Change	%
Expenditures	\$50,481,780	\$34,184,959	\$16,296,821	32.2%
Revenues	\$50,992,952	\$32,980,474	\$18,012,478	35.3%
FTE	123.00	123.00	-	-

¹ Due to an organizational ordinance change, the Airport is budgeted as an independent department in FY 09. In order to best display year-to-year trends, the FY 08 Airport budget is shown here

² The significant decrease in FY09 is a result of FAA grants in the CIP not being appropriated until the actual amount is determined and approved later in the fiscal year

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	-	-	-	-
Revenues	-	-	-	-
FTE	-	-	-	-



Long Beach Airport

Major Reductions

- The significant decrease in FY 09 is a result of not appropriating FAA grants in the CIP until the actual amount is determined and approved later in the fiscal year
- Eliminate one vacant Traffic Painter I position
- Reduce Technology Services MOU

Enhancements

- Upgrade 4 Special Services Officer II-NC positions to FT Permanent to retain trained staff and reduce overtime
- Add 1 Maintenance Assistant III for the recycling program



Community Development

All Funds	FY 08 Adjusted ¹	FY 09 Proposed	Change	%
Expenditures	\$145,194,128	\$145,578,033	\$383,905	0.3%
Revenues ²	\$136,677,366	\$135,928,475	(\$748,891)	(0.5%)
FTE	291.97	280.99	(10.98)	(3.8%)

¹ Due to an organizational ordinance change, the Redevelopment Bureau is budgeted in Development Services in FY 09. In order to best display year-to-year trends, FY 08 Adjusted excludes Redevelopment Bureau expenditures of \$117,365,431, revenues of \$84,164,655 and 35.15 FTEs

General Fund Only	FY 08 Adjusted ¹	FY 09 Proposed	Change	%
Expenditures	\$6,758,337	\$5,562,345	(\$1,195,992)	(17.7%)
Revenues ²	\$6,744,384	\$6,134,256	(\$610,128)	(9.0%)
FTE	54.03	52.19	(1.84)	(3.4%)

¹ Due to an organizational ordinance change, the Redevelopment Bureau is budgeted in Development Services in FY 09. In order to best display year-to-year trends, FY 08 Adjusted excludes Redevelopment Bureau expenditures of \$1,096,144, revenues of \$958,556 and 0.60 FTEs

² This budget includes \$1,000,000 in proposed sponsorship and marketing revenue



Community Development

Major Reductions

- Decentralize neighborhood Economic Development Activities
- Consolidate Property Services & Project Development Bureaus
- Eliminate Project Development Bureau Manager
- Business diversity outreach shifted to Purchasing
- Two (out of four) Community Police Centers closed

Enhancements

- Add Municipal Cultural Affairs Division
- Increase support for the Graffiti Abatement Program using Redevelopment Agency funding
- Increase First Time Homebuyers Assistance Program



Development Services

All Funds	FY 08 Adjusted ¹	FY 09 Proposed	Change ²	%
Expenditures	\$131,311,245	\$160,342,492	\$29,031,247	22.1%
Revenues	\$99,158,733	\$115,759,033	\$16,600,300	16.7%
FTE ³	142.75	128.03	(14.72)	(10.3%)

¹ Due to an organizational ordinance change, the Redevelopment Bureau is budgeted in Development Services in FY 09. In order to best display year-to-year trends, FY 08 Adjusted includes Redevelopment Bureau expenditures of \$117,365,431, revenues of \$84,164,655 and 35.15 FTEs

² The change amount reflects deferred Capital Fund Balance

³ Does not include 26 Members of Boards and Commissions

General Fund Only	FY 08 Adjusted ¹	FY 09 Proposed	Change	%
Expenditures	\$1,554,949	\$1,885,904	\$330,955	21.3%
Revenues	\$1,117,316	\$1,023,556	(\$93,760)	(8.4%)
FTE	4.49	1.96	(2.53)	(56.3%)

¹ Due to an organizational ordinance change, the Redevelopment Bureau is budgeted in Development Services in FY 09. In order to best display year-to-year trends, FY 08 Adjusted includes Redevelopment Bureau expenditures of \$1,096,144, revenues of \$958,556 and 0.60 FTEs



Development Services

Major Reductions

- Consolidate Historic Preservation into other planning divisions
- Reduction and reallocation of positions due to decline in housing market and demand for services

Enhancements

- Begin North Library and Fire Station 12 construction
- Improved project management assistance to homeowners, developers and business owners
- Acquire new properties for open space/commercial development
- Add commuter spaces and automate City Place Garage payment system



Financial Management

All Funds	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$22,166,969	\$22,335,863	\$168,894	0.8%
Revenues	\$24,432,226	\$26,061,793	\$1,629,567	6.7%
FTE	165.55	162.56	(2.99)	(1.8%)

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$10,500,213	\$10,603,363	\$103,150	1.0%
Revenues	\$19,013,297	\$20,416,522	\$1,403,225	7.4%
FTE	142.41	141.02	(1.39)	(1.0%)



Financial Management

Major Reductions

- Eliminate three positions in Purchasing
- Reduce consulting services for Financial Systems
- Consolidate Performance Management and Budget Management Divisions

Enhancements

- Adjust business license inspector deployment for additional day of inspections



Fire Department

All Funds	FY 08 Adjusted ¹	FY 09 Proposed	Change	%
Expenditures	\$90,962,786	\$93,793,784	\$2,830,988	3.1%
Revenues	\$25,664,480	\$24,016,191	(\$1,648,289)	(6.4%)
FTE	581.28	580.28	(1.00)	(0.2%)

General Fund Only	FY 08 Adjusted ¹	FY 09 Proposed ²	Change	%
Expenditures	\$68,751,559	\$73,075,654	\$4,324,095	6.3%
Revenues	\$12,618,900	\$11,562,900	(\$1,056,000)	(8.4%)
FTE	526.93	512.93	(14.00)	(2.7%)

¹ Expenditures do not reflect pending budget adjustment for FY 08 compensation increases

² FTEs reflect Prop H supported Firefighters budgeted directly in the Police & Fire Public Safety Oil Production Act Fund in FY 09



Fire Department

Major Reductions

- Defer Fire Academy for one year
- Civilianize 2 Sworn Firefighter Inspector Positions to Combination Building Inspector Aide II
- Eliminate vacant Public Safety Dispatcher III position
- Reduce budget for equipment, materials and supplies

Enhancements

- Additional resources for negotiated compensation increases for FFA



Harbor Department

All Funds	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$640,661,936	\$1,017,640,715	\$376,978,779	58.8%
Revenues	\$501,105,000	\$795,733,000	\$294,628,000	58.8%
FTE	436.90	475.60	38.70	8.9%

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	-	-	-	-
Revenues	-	-	-	-
FTE	-	-	-	-



Harbor Department

Major Reductions

- Acceleration of Pier A West environmental remediation to maximize reimbursement

Enhancements

- Additional grant revenue for clean trucks and infrastructure
- Clean Trucks Program container fee effective October 1, 2008
- Infrastructure container fee effective January 1, 2009



Health and Human Services

All Funds	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$53,209,288	\$50,832,388	(\$2,376,900)	(4.5%)
Revenues	\$48,482,539	\$46,579,692	(\$1,902,847)	(3.9%)
FTE	424.30	412.07	(12.23)	(2.9%)

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$5,403,563	\$5,302,028	(\$101,535)	(1.9%)
Revenues	\$1,710,376	\$1,741,193	\$30,817	1.80%
FTE	54.84	53.53	(1.31)	(2.39%)



Health and Human Services

Major Reductions

- Eliminate various public health, clinical, and environmental health positions due to lack of grant, fee or State funding reductions
- Eliminate General Fund subsidy of Health Fund operations
- Consolidate the Public Health Bureau with the Human & Social Services Bureau

Enhancements

- Increase animal control and care services
- Add program coordinators (grant funded) to the Drug and Alcohol and Weed and Seed programs
- Fee increases in Environmental Health and Animal Care Services for full cost recovery



Human Resources

All Funds	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$7,982,943	\$8,123,010	\$140,067	1.8%
Revenues	\$1,884,101	\$1,884,101	-	-
FTE	27.62	31.50	3.88	14.05%

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$1,706	-	(\$1,706)	(100%)
Revenues	-	-	-	-
FTE	-	-	-	-



Human Resources

Major Reductions

- Explore basic sick leave conversion for retiree health care on value as it was earned, not value at time of retirement
- Provide workforce diversity training with in-house resources; cancel remaining two years of CCEJ contract
- Implement employee health care plan design changes to generate additional savings
- Implement PERS/PARS retirement option for new non-Safety employees

Enhancements

- Implement citywide hiring process improvements to reduce the time it takes to fill vacant positions



Library Services

All Funds	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$16,074,855	\$13,271,115	(\$2,803,740)	(17.4%)
Revenues	\$1,505,417	\$980,940	(\$524,477)	(34.8%)
FTE	186.48	186.17	.31	(.17%)

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$15,122,537	\$12,711,186	(\$2,411,351)	(15.9%)
Revenues	\$760,665	\$581,617	(\$179,048)	(23.5%)
FTE ¹	169.60	169.60	-	-

¹ FTEs do not reflect potential reductions from the proposed closure of the Main Library in FY 09



Library Services

Major Reductions

- Rebuild or relocate Main Library

Enhancements

- Expand services in all remaining 11 neighborhood libraries



Long Beach Gas & Oil

All Funds	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$626,119,826	\$579,572,123	(\$46,547,703)	(7.4%)
Revenues	\$620,816,706	\$580,764,043	(\$40,052,663)	(6.5%)
FTE	240.25	240.25	-	-

General Fund Only

Expenditures	-	-	-	-
Revenues	-	-	-	-
FTE	-	-	-	-



Long Beach Gas & Oil

Major Reductions

- Projected barrel price of oil reflects a fiscally prudent market forecast which is slightly lower than the record high prices realized in FY 08

Enhancements

- Increased natural gas commodity prices are reflected in the Gas Purchase and Sales budget
- SERRF Operation's budget is slightly increased to capture contracted cost increases
- One-time acquisition cost for AVL (Automated Vehicle Locator) system for improved dispatch capabilities for responding to gas leak emergency calls as well as day-to-day operations in addition to increased employee safety



Parks, Recreation & Marine

All Funds	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$55,979,861	\$57,997,862	\$2,018,001	3.6%
Revenues	\$37,139,693	\$35,962,125	(\$1,177,568)	(3.2%)
FTE	497.43	462.15	(35.28)	(7.1%)

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$27,540,254	\$25,646,046	(\$1,894,208)	(6.9%)
Revenues	\$8,699,533	\$9,224,259	\$524,726	6.0%
FTE	303.30	270.80	(32.50)	(10.7%)



Parks, Recreation & Marine

Major Reductions

- Eliminate management and clerical positions
- Reduce the Citywide Park Ranger program
- Eliminate funding for PAL
- Shift open gym hours to programmed recreation
- Eliminate Mobile Recreation in non-summer months
- Eliminate Mobile Skate program

Enhancements

- Reallocate funding from PAL to bolster recreation services at neighboring park sites
- Increase Alamitos Bay water quality activities
- Enhance Animal Control services within Tidelands
- Fund street lighting, storm drain and sand nourishment projects³⁷



Police Department

All Funds	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$199,273,070	\$207,431,124	\$8,158,054	4.1%
Revenues	\$ 33,440,019	\$ 25,095,253	(\$8,344,786)	(25.9 %)
FTE	1,517.95	1,485.95	(32.00)	(2.1%)

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$182,207,816	\$193,371,235	\$11,163,419	6.1%
Revenues	\$22,644,138	\$17,431,367	(\$5,212,771)	(23.0%)
FTE	1,460.15	1,430.65	(29.50)	(2.0%)



Police Department

Major Reductions

- Transfer of Parking Enforcement to Public Works
- Streamline Public Relations and Community Outreach
- Align fleet expenses with actuals
- Reallocate sworn and civilian Police Athletic League (PAL) Program Personnel to Crime Suppression
- Elimination of Nuisance Abatement Officer in Police Department

Enhancements

- Provide full operations for front desks at substations using Senior Police Partners
- Redeploy sworn and civilian Police Athletic League (PAL) Program Personnel to Crime Suppression
- Fully fund requested overtime
- Add three bureau Budget Analysts
- Full Cost Recovery from Outside Services (LBT, LBCC, LBUUSD)



Public Works

All Funds	FY 08 Adjusted ¹	FY 09 Proposed ¹	Change	%
Expenditures	\$167,438,354	\$177,774,235	(10,335,881)	6.2%
Revenues	\$115,564,299	\$121,096,021	5,531,722	4.8%
FTE	618.06	626.97	8.91	1.4%

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$31,419,928	\$31,182,654	(\$237,274)	(0.7%)
Revenues	\$17,813,702	\$25,220,027	\$7,406,325	41.6%
FTE	235.49	241.04	5.55	2.4%

¹ Due to an organizational ordinance change, the Airport Department is no longer budgeted in Public Works in FY 09. In order to best display year-to-year trends, FY 08 Adjusted values excludes Airport Department's expenditures and revenues



Public Works

Major Reductions

- Reduce City-staffed Street Tree Services by eliminating a total of 12 staff positions
- Eliminate two Bureau Managers and one Bureau as a result of reorganization

Enhancements

- Consolidate parking enforcement function from Police Department including 19 Special Services Officers positions
- Reallocate costs related to street sweeping, storm drain maintenance, water quality management and certain staff to reduce support by General Fund



Technology Services

All Funds	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$38,834,759	\$35,441,901	(\$3,392,858)	(8.7%)
Revenues	\$38,649,037	\$35,361,747	(\$3,287,290)	(8.5%)
FTE	148.00	147.00	(1.00)	(0.7%)

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	-	-	-	-
Revenues	-	-	-	-
FTE	-	-	-	-



Technology Services

Major Reductions

- Elimination of three positions: two Office Services Assistants and one Offset Printer Operator
- Reduction in contract costs for hardware, software, and services
- Alignment of budgeted positions to actual utilization levels, and reduction in overtime

Enhancements

- Transfer of two positions from Fire Department for provision of technology support services



Water Department

All Funds	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	\$96,226,129	\$104,317,162	\$8,091,033	8.4%
Revenues	\$93,995,058	\$103,569,267	\$9,574,209	10.2%
FTE	223.58	223.58	-	-

General Fund Only	FY 08 Adjusted	FY 09 Proposed	Change	%
Expenditures	-	-	-	-
Revenues	-	-	-	-
FTE	-	-	-	-



Water Department

Major Reductions

- Water CIP: Target activity for Cast Iron Main Replacement Program reduced from 55,000 linear feet annually to 32,000 linear feet annually

Enhancements

- Sewer CIP: FY 09 expenditures of \$5 million, start of 5-year \$20 million CIP rehabilitation and replacement program to meet increasing regulatory guidelines
- Establishment of a Water Conservation Specialist position to enhance development and implementation of Water Conservation programs



City of Long Beach

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September 2, 2008