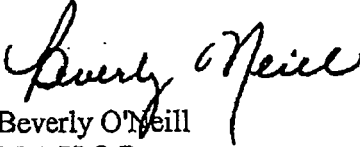


**ACTION REQUESTED**

It is respectfully requested that the City Council:

- **Approve the 2005-2006 Proposed Budget, with the proposed amendments and recommendations:**
1. Recommend the Council support the extension to a fourth year in the Updated Financial Strategic Plan.
  2. Recommend support for the City Manager's proposed enhancements, which have been identified as critical funding needs, community priorities and/or as Mayor & City Council priorities.
  3. Recommend support of the fee increases proposed by the City Manager and Board of Water Commissioners.
  4. Strongly support the efforts of the Police Chief and the City Manager to define mechanisms and a potential implementation schedule to increase the size of the police force, and recommend any further steps needed to bring the necessary resources to bear to implement the City Manager and Police Chief's recommendations.
  5. Recommend the continued support and reinstatement of the following programs and services:
    - a) Municipal Band - Recommend concerts be returned to an eight-week schedule, to possibly include performances in districts currently not represented, and encourage the pursuit of private sponsorships for these popular events, as well as recommend that the City Manager pursue funding from non-General Fund sources.
    - b) 4<sup>th</sup> of July Fireworks - Recommend the reinstatement of the City's support for an annual 4<sup>th</sup> of July fireworks show, displayed off our coastline at a location to be determined by the City Manager, to be funded from non-General Fund sources.
    - c) Library Services - Recommend that the reduction be rescinded in educational programming and services to youth that is included in the Updated Financial Strategic Plan.

  
Beverly O'Neill  
MAYOR