

**CITY OF BEVERLY HILLS
MINUTES – BUDGET STUDY SESSION
May 14, 2013
Council Chambers
6:30 P.M.**

PRESENT: Mayor Mirisch
Vice Mayor Bosse
Councilmember Brien
Councilmember Gold
Councilmember Krasne
Treasurer Finkel
Jeff Kolin, City Manager
Larry Wiener, City Attorney
Noel Marquis, Assistant Director of Administrative Services/Finance
Don Rhoads, Director of Administrative Services/CFO
Chad Lynn, Director of Parking Operations
Christian Di Renzo, Senior Management Analyst

A - DIRECTION

1. Review of Proposed Fiscal Year 2013/2014 Budget Review and discussion of proposed Fiscal Year 2013/2014 budget, including overview of revenues and expenditures, operating budgets, Capital Improvement Projects, and review of Parking Operations and Parking Authority:

- a) Budget Overview and Financial Analysis by City Manager, Jeff Kolin and Acting Chief Financial Officer Noel Marquis

Item not discussed.

- b) Presentation of Budget Enhancement Requests and Recommendations

Item not discussed.

- c) City Council Discussion and Prioritization of Proposed Enhancements

Item not discussed.

- d) Budget Review Committee Presentation

City Treasurer Eliot Finkel gave a brief presentation of an article that he forwarded to the Council from "The Economist".

Mr. Finkel responded to questions from Council.

Mayor Mirisch reviewed the Budget Review Committee's recommendations.

e) Review of Parking Authority and Parking Enterprise Operations and Issues

Assistant Director of Administrative Services/Finance Noel Marquis reviewed the Parking Authority as well as the Parking Enterprise funds operations and issues.

Director of Administrative Services/CFO Don Rhoads discussed the proposed Parking Enterprise fund budget.

Director of Parking Operations Chad Lynn answered questions regarding the parking structures and the enterprise fund. He also responded to questions about handicap placard abuse. In addition, he reviewed the accomplishments, changes from last fiscal year, and work plan highlights. The Traffic and Parking Ad Hoc Committee proposals were reviewed for consideration.

City Manager Kolin reported on solutions that staff is working on to assist the Parking Enterprise fund with revenue offsets.

The Traffic and Parking Ad Hoc Committee revenue generating proposal was reviewed and each Councilmember indicated which options they considered favorable to move forward with.

f) Review of Clean Water Fund (Fund 85) Operations and Fiscal Issues

Budget and Revenue Officer Don Harrison provided an overview of the financial status and the future of the Clean Water fund. He reviewed the purpose of the fund and indicated that the fund is currently at a deficit. A subsidy from the General Fund year-end surplus will be utilized to make-up the fund deficit.

Mr. Harrison replied to questions posed by Council.

City Attorney Wiener explained the prohibition of using fees collected for one purpose be used for another use such as Clean Water fund. He commented on state mandated costs and reimbursements.

Senior Management Analyst Christian Di Renzo commented on the escalating costs of the fund.

City Manager Kolin discussed lobbying with the League of California Cities regarding the rising costs of clean water.

The Mayor directed staff to continue this item so that it could be discussed at a Formal City Council meeting where the public would have the opportunity to comment. He also

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directed staff to add the agenda item "Council Initiated Priorities" to the Budget Study Session #4 agenda scheduled for May 23, 2013.

g) Internal Service Fund Charges

Item not discussed.

h) Water Utility Rates for Fiscal Year 2013/14 - This item transmits back the Water Ad Hoc Committee recommended water utility rates for FY 2013/14.

Item not discussed.

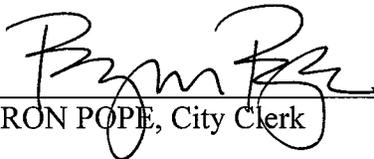
i) Review of Department Budgets (date and order of presentation subject to change)

Item not discussed.

- i)** Fire
- ii)** Police
- iii)** Policy & Management
- iv)** City Attorney
- v)** City Clerk
- vi)** Administrative Services
- vii)** Community Development
- viii)** Information Technology
- ix)** Public Works
- x)** Community Services
- xi)** Non-Department
- j)** Capital Improvement Program Budget
- k)** City Council Discussion and Prioritization of Capital Improvement Projects .

The Special Study Session adjourned at 9:37 p.m.

PASSED, Approved and Adopted
This 4th day of June, 2013


BYRON POPE, City Clerk

JOHN A. MIRISCH, MAYOR

This meeting was televised on City of Beverly Hills Municipal Government Television Access, BHN/10, Time Warner Cable.