

APPROVED MINUTES*
SUNNYVALE CITY COUNCIL SPECIAL MEETING
BUDGET WORKSHOP
MAY 23, 2013 - 8:30 A.M.

CALL TO ORDER

Mayor Spitaleri called the meeting to order in the Council Chambers.

SALUTE TO THE FLAG

Mayor Spitaleri led the salute to the flag.

ROLL CALL

PRESENT:

Mayor Anthony (Tony) Spitaleri
Vice Mayor Jim Griffith
Councilmember Christopher Moylan (arrived at 10:53 a.m.)
Councilmember David Whittum
Councilmember Patrick Meyering
Councilmember Tara Martin-Milius
Councilmember Jim Davis

ABSENT:

None

STAFF PRESENT:

City Manager Gary Luebbers
City Attorney Joan Borger
Assistant City Manager Robert Walker
Director of Finance Grace Leung
Assistant Director of Finance Drew Corbett
Director of Community Development Hanson Hom
Director of Public Safety Frank Grgurina
Director of Public Works Kent Steffens
Director of Environmental Services John Stufflebean
Director of Libraries and Community Services Lisa Rosenblum
Director of Human Resources Teri Silva
Director of NOVA Workforce Services Kris Stadelman
Director of Information Technology David Jensen
City Clerk Kathleen Franco Simmons

PUBLIC COMMENTS

Andy Frazer spoke regarding the general fund tax revenue projected annual compound rate of growth over next 20 years in relation to the annual compound projected rate of growth for salaries for general fund employees. Frazer recommended a sustainable growth path for employee compensation.

Mike Sabin presented a PowerPoint presentation regarding unfunded liabilities based on the previous year's 20-year plan using CalPERS' actuarial assumptions and the updated plan for the next 20 years. Sabin recommended keeping in mind that CalPERS' assumptions haven't historically worked out and that this is an optimistic forecast.

REVIEW OF THE RECOMMENDED FY 2013/2014 BUDGET AND TWENTY-YEAR FINANCIAL PLAN

City Manager Luebbers provided an introduction to the recommended FY 2013/2014 budget and twenty-year financial plan.

Director of Finance Grace Leung provided the budget overview report of citywide and operating expenditures, general fund and enterprise fund expenditures, and an update on pensions and RDA.

Assistant Director of Finance Drew Corbett provided a report of the revenue overview and the budget stabilization fund report.

Director of Finance Grace Leung provided an overview of utility rates increases.

Mayor Spitaleri called a recess for lunch at 11:49 a.m.

Mayor Spitaleri reconvened the meeting at 12:33 p.m. with all Councilmembers present.

Directors provided reports summarizing major projects and other projects:

- Director of Environmental Services John Stufflebean provided information regarding utilities projects
- Director of Public Works Kent Steffens provided information regarding park dedication projects, Seven Seas Neighborhood Park, other major projects, and the branch library
- Director of Public Safety Frank Grgurina provided information regarding Public Safety recruitment and dog license fees
- Director of Finance Grace Leung provided information regarding the budget supplements, the Council set aside fund, and outside group funding.

MOTION: Vice Mayor Griffith moved and Councilmember Whittum seconded the motion of support for elimination of funding for new Councilmember diamond pins.

VOTE: 7 - 0

MOTION: Councilmember Moylan moved and Councilmember Whittum seconded the motion to change Council Policy relating to Council travel expenses to adjust the 50-50 split of the travel budget when there is a change of Council during a fiscal year to proportion the split between three conferences.

VOTE: 7 - 0

**Approved by Council 6/11/2013*

MOTION: Councilmember Whittum moved and Councilmember Meyering seconded the motion to place on a future agenda withdrawal from ABAG.

VOTE: 4 - 3 (Mayor Spitaleri, Councilmembers Moylan and Martin-Milius dissented)

MOTION: Councilmember Meyering moved and Councilmember Whittum seconded the motion to place on an item on the agenda for next Council meeting to discuss and identify steps that would lead to a possible design, in collaboration with the private sector, of a shuttle bus system in Sunnyvale.

FRIENDLY AMENDMENT: Councilmember Davis offered a friendly amendment asking the maker of the motion if he would be amendable to holding this item as a study session or series of study sessions.

Councilmember Meyering declined to accept the friendly amendment.

AMENDMENT: Councilmember Whittum moved an amendment and Councilmember Davis seconded the amendment to make it a study session.

VOTE on AMENDMENT: 6 - 1 (Councilmember Meyering dissented)

VOTE on MAIN MOTION: 5 - 2 (Vice Mayor Griffith and Mayor Spitaleri dissented)

SUMMARY AND CONCLUDING REMARKS

Mayor Spitaleri and City Manager Luebbers provided concluding remarks.

ADJOURNMENT

Mayor Spitaleri adjourned the meeting at 2:51 p.m.

Kathleen Franco Simmons
City Clerk