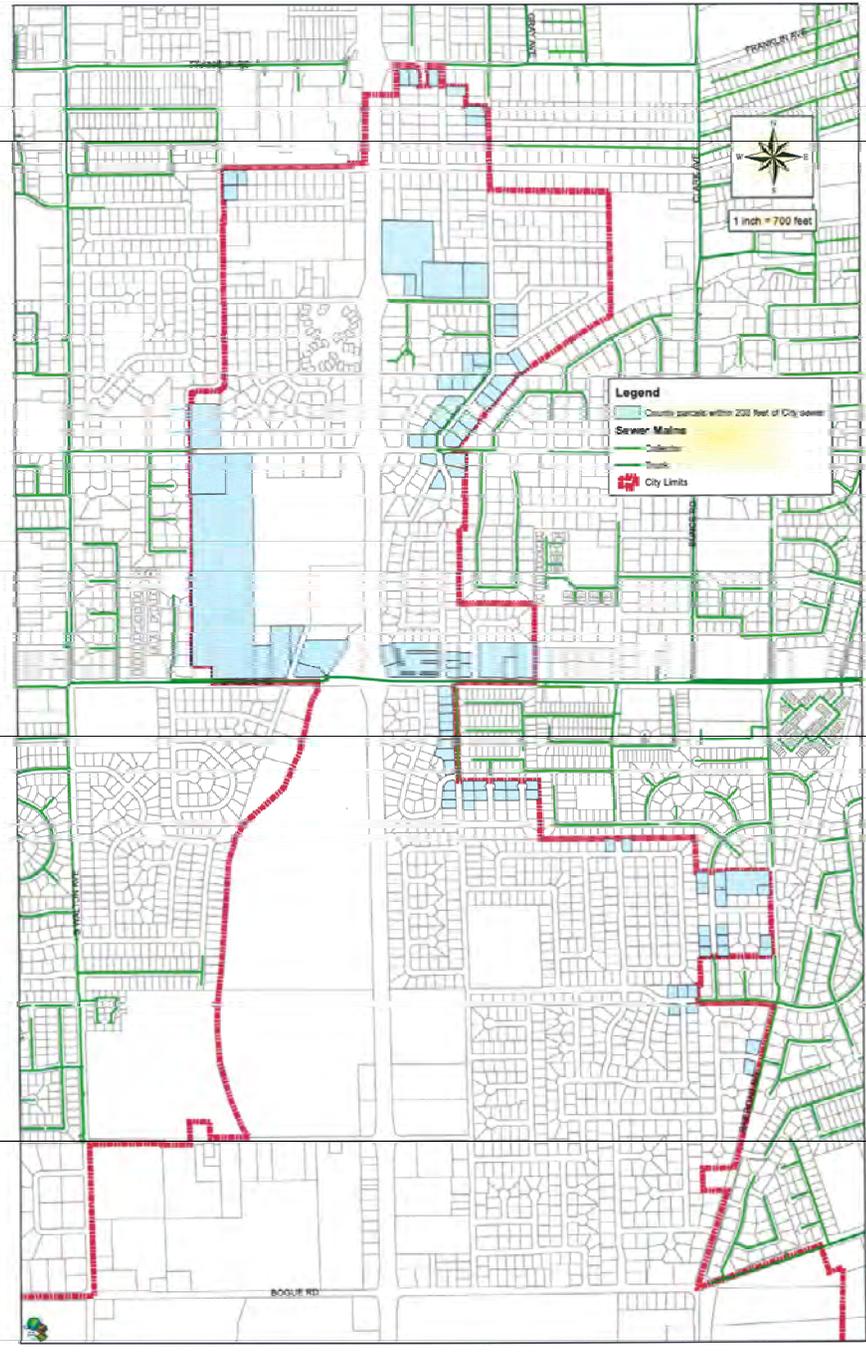




Annexation Process

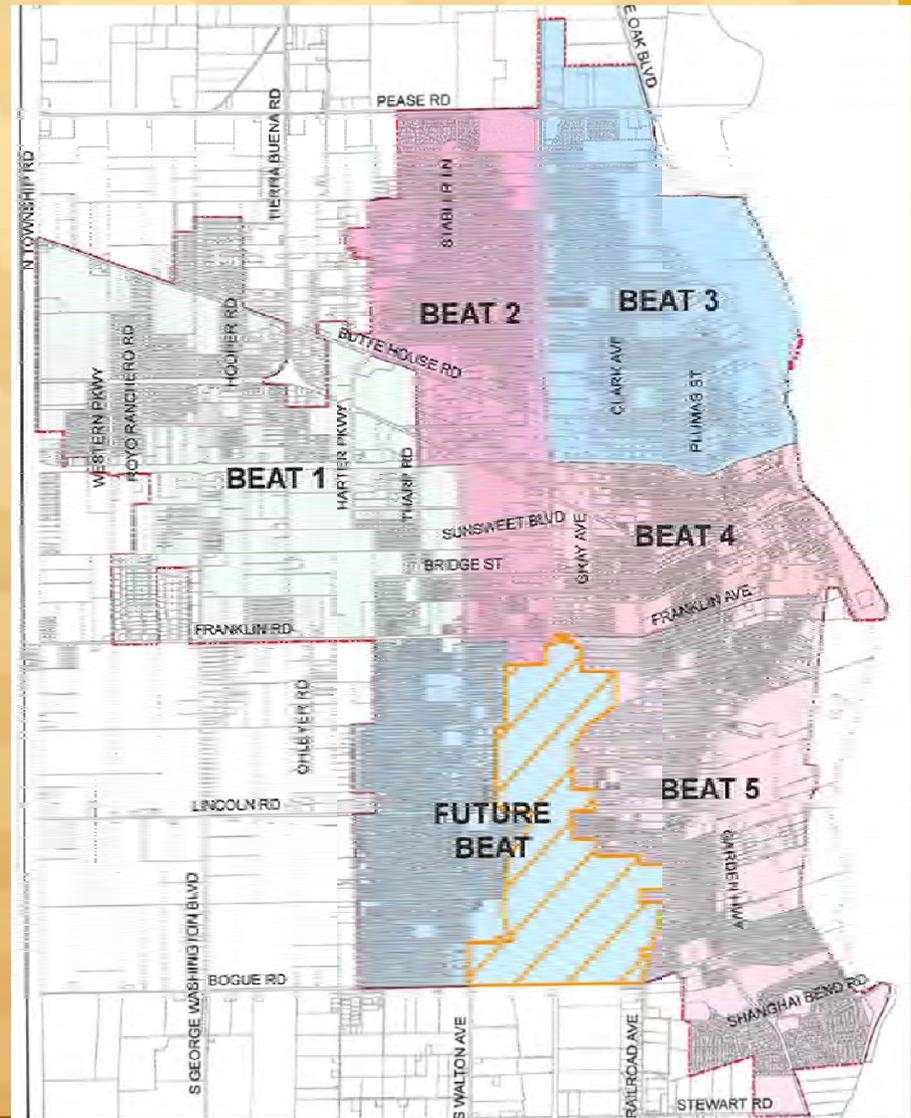
- March 23 – Pre-Annexation Zoning
- April 5th & 19th Council Consideration of Pre-Annexation Zoning
- April 19th – Resolution of Intent to Annex Area
- April/May/June – Neighborhood Meeting
- Direct Mailing to Residents
- July & August – LAFCo Public Hearings
- Sept or October – Protest Hearing

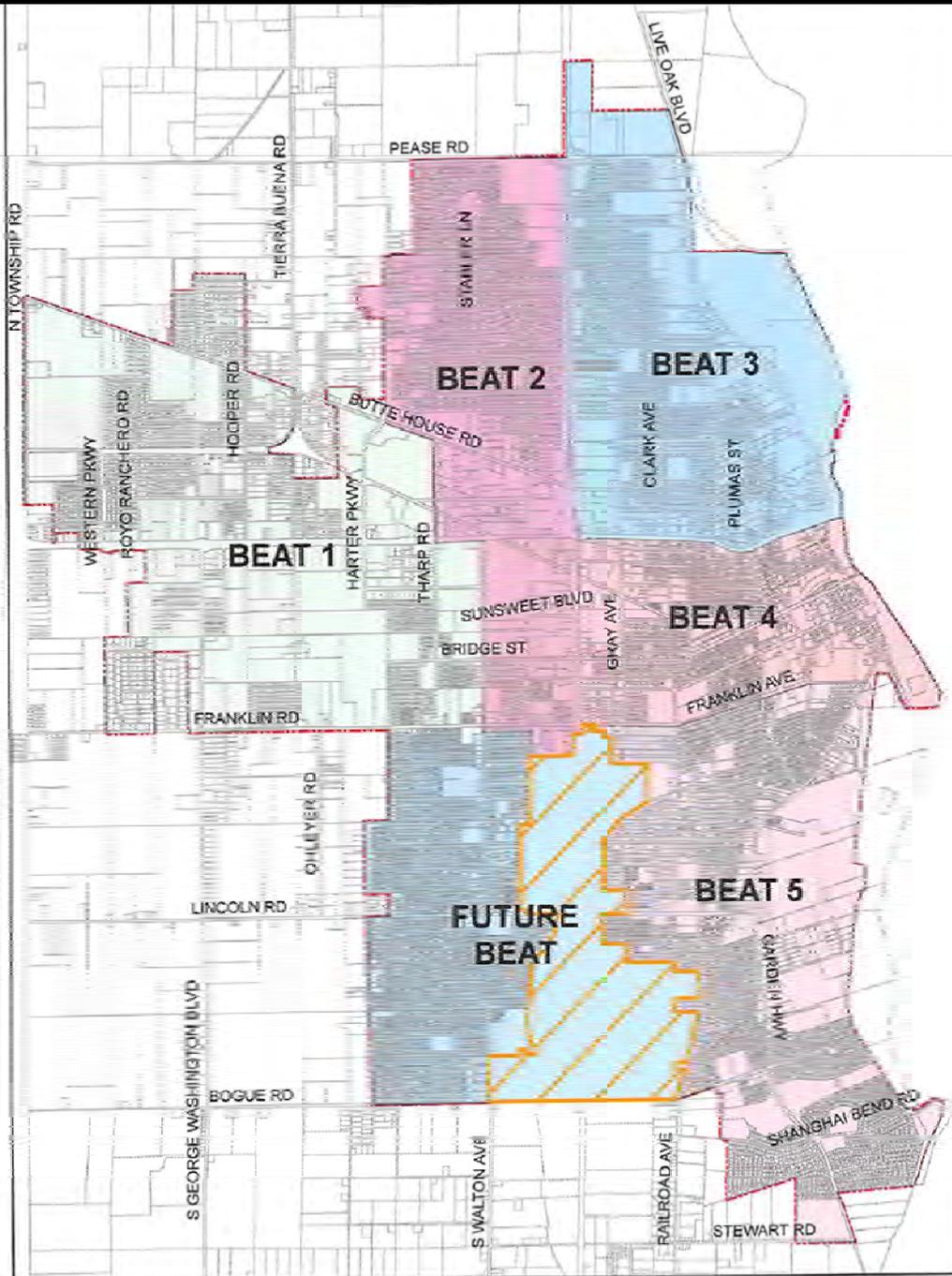




Police Department

- Background
- New Beat
- Staffing & Timeline





City Police Beats

Annexation



March 22, 2016



Community
Development Block
Grant (CDBG)
Program Overview

Background



- City of Yuba City is an entitlement jurisdiction receiving a federal formula grant from the U.S. Department of Housing and Urban Renewal (HUD)
- Intent of the program is to:
 - provide decent housing, a suitable living environment; and
 - to expand economic opportunities primarily for low and moderate income persons

5-Year Report



- Five-year plan (Consolidated Plan)
 - Planning document that outlines the City's most urgent low income needs
 - The operative Consolidated Plan was submitted to HUD in 2015 for the 2015 through 2020 Consolidated Planning Period

Annual Reports



- Action Plan (May-June) outlines planned activities for the upcoming fiscal year
- CAPER (September) highlights the City's success in using CDBG funds to meet the housing and community development goals contained in the City's five-year Consolidated Plan

Allocating Funds



- City has discretion on allocating funds
- Activities must generally include:
 - Housing activities
 - Real property investments
 - Economic development
 - Program administration (20 percent)
 - Public Services (15 percent)

HUD Funding



- City expects to receive \$580,229 for 2016-17
- City received \$566,286 for 2015-16

<i>Activity</i>	<i>Amount</i>	<i>% of Overall Amount</i>
Administration Costs	\$113,256	18%
Public Service Activities	\$84,942	14%
Facility Improvements	\$403,086	67%
TOTAL	\$601,286 ⁽¹⁾	100% ⁽²⁾

⁽¹⁾City carried forward \$35,000 from previous fiscal year.

⁽²⁾Numbers may not equal 100 percent due to rounding.

2015-16 Projects



Facility Improvement Overview (2015-2016 fiscal year)

<i>Activity</i>	<i>Allocation</i>
Sidewalk improvements	\$224,086
FREED Home Repair Program: accessibility improvements for disabled residents	\$10,000
Butchie's Pool Repair	\$15,000
Senior Handyman Program	\$4,000
City Hall improvement	\$20,000
HANDS Program	\$95,000
Salvation Army Counseling Rehab Center	\$10,000
City ADA improvements	\$20,000
Center Street	\$25,000

HUD Visit

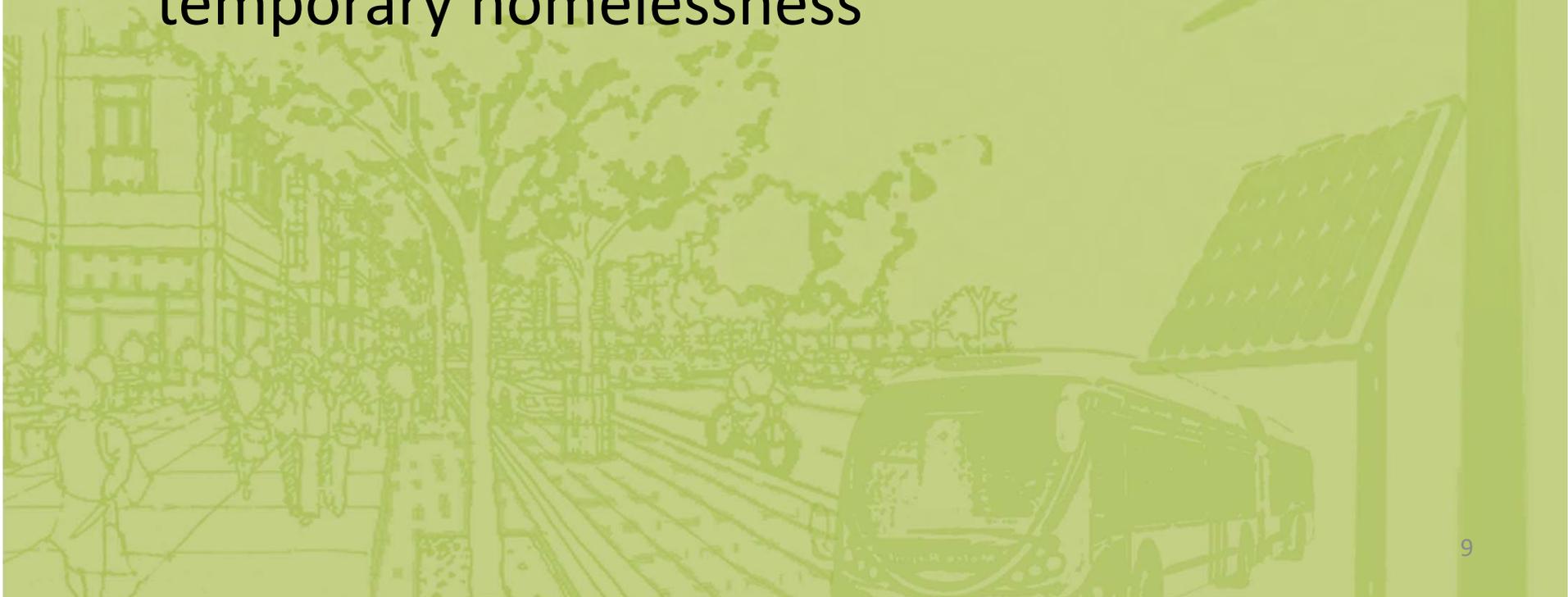


- On Feb. 23, 2016, staff met with HUD representatives
- HUD indicated that their preference is to consolidate smaller subrecipient allocations into larger programs
- Favored *Facility Improvement* projects in comparison to *Public Services Activities* and suggested exploring options for Real Property Improvements

HUD Visit



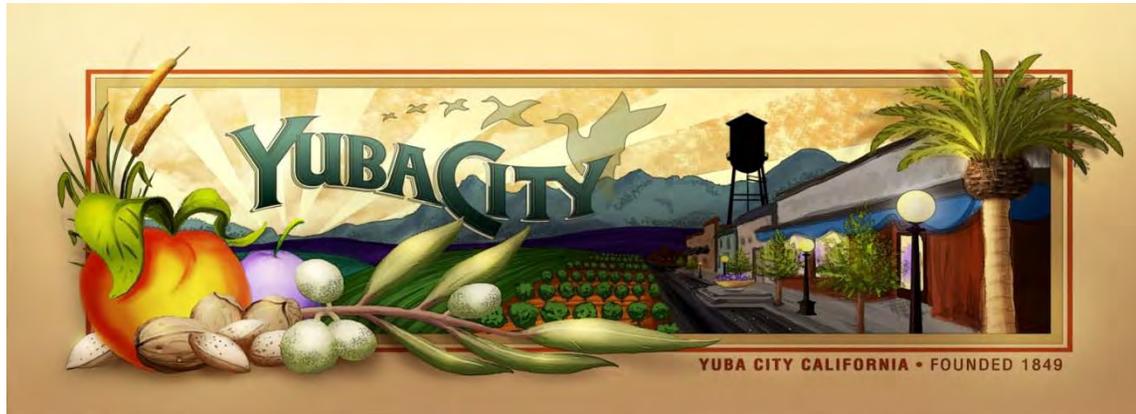
- HUD representatives expressed concern over the region's overall lack of successful grant applications targeting people experiencing temporary homelessness



Potential Activities



- Neighborhood refuse collection
- Chain link fence replacement program
- Paint/senior paint program
- Code Enforcement
- Lead-based paint hazard reduction
- Site Clearance



City of Yuba City

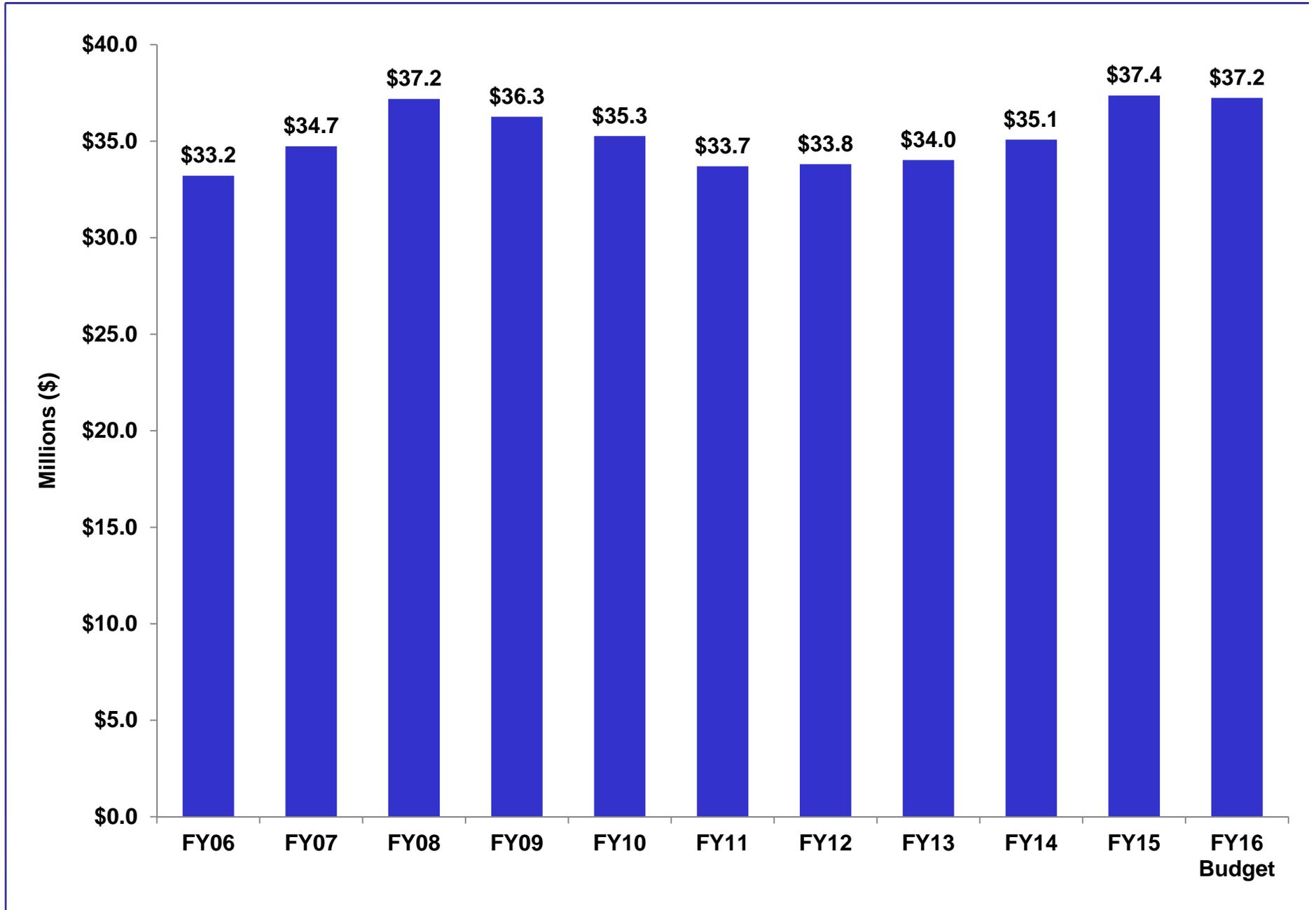
Financial Analysis

March 22, 2016



Revenues

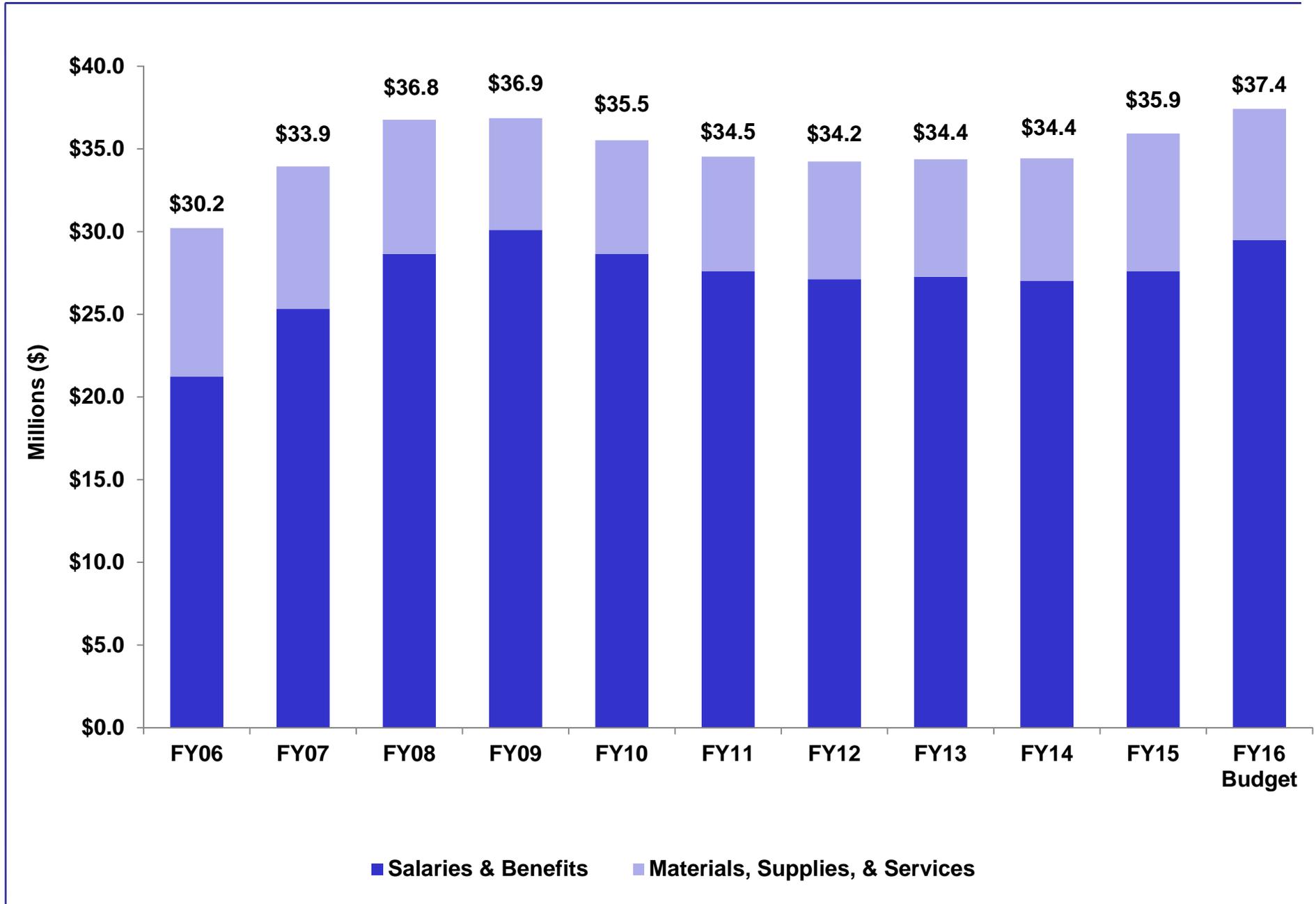
General Fund FY 2006 – FY 2016





Expenses

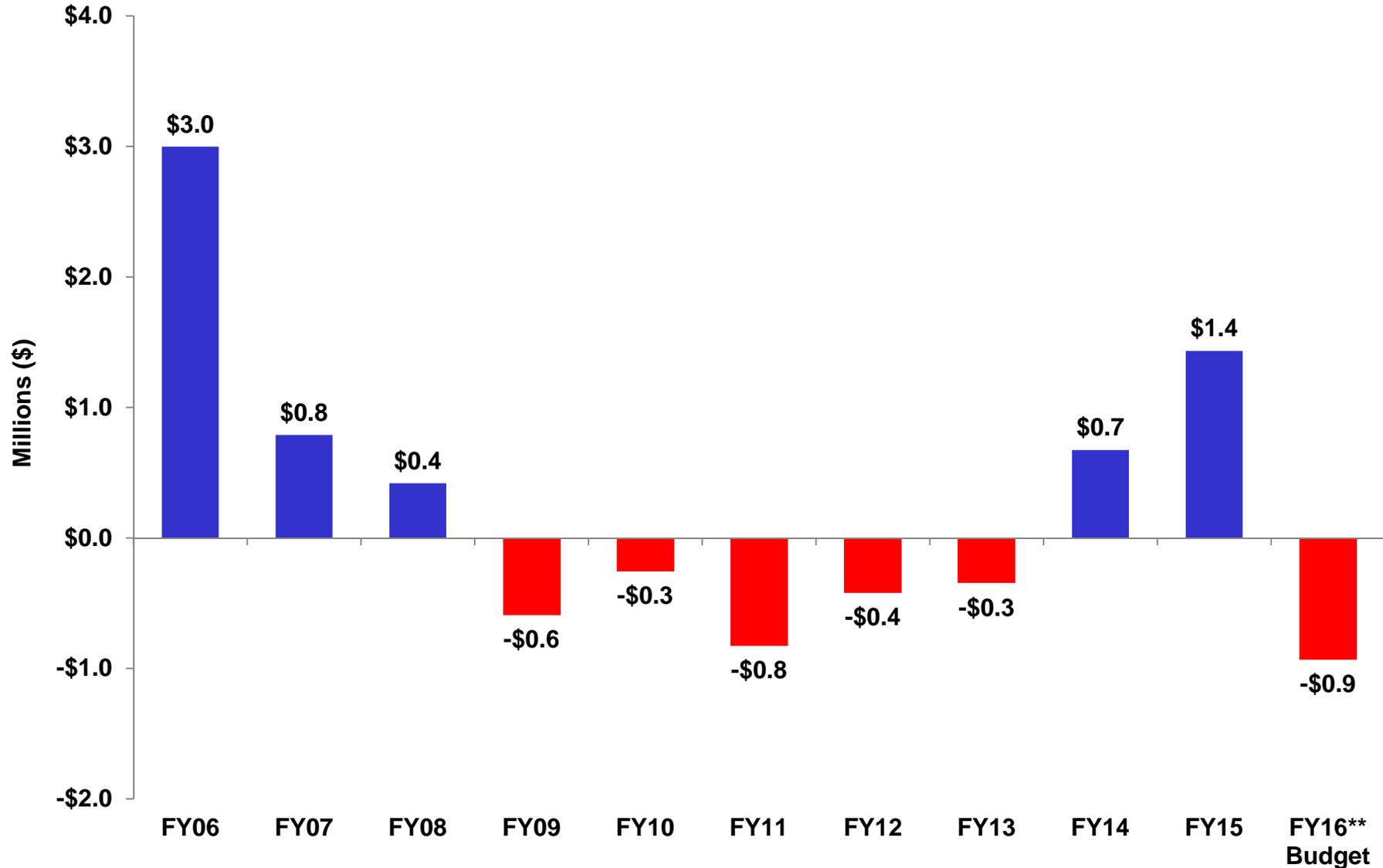
General Fund FY 2006 – FY 2016





General Fund Net Operating Revenues

Excluding one-time reserve fund infusions & one-time sales tax



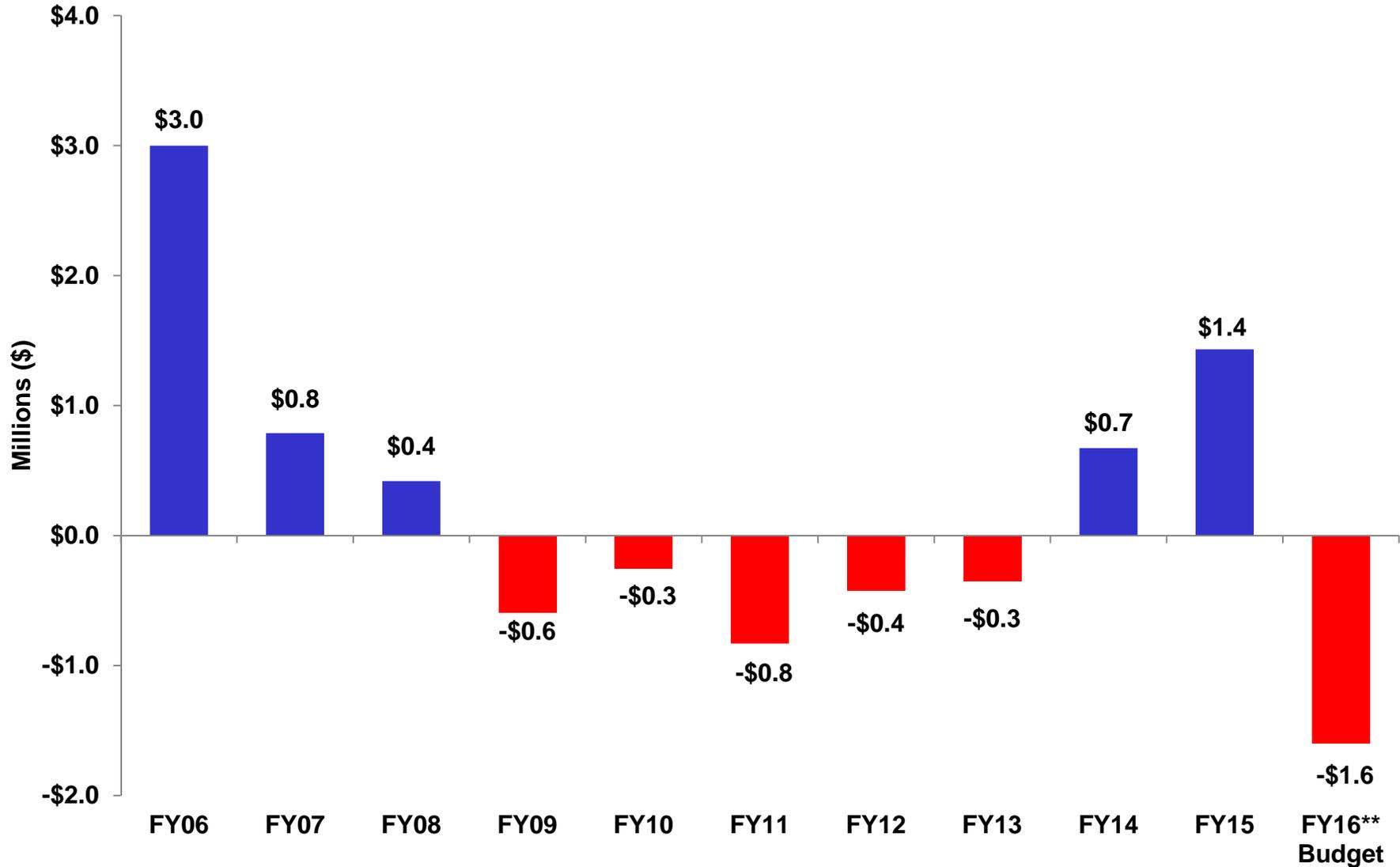
* FY14 and FY15 surpluses are due to vacant positions, this does not represent on-going savings as recruitments to fill positions are in progress.

**The FY16 Budget is as Adopted less the one-time revenues from the end of the Sales Tax Triple-Flip.



General Fund Net Operating Revenues

*Excluding one-time reserve fund infusions & one-time sales tax
FY 2016 as amended with MOU Changes*



* FY14 and FY15 surpluses are due to vacant positions, this does not represent on-going savings as recruitments to fill positions are in progress.

**The FY16 Budget is as Adopted less the one-time revenues from the end of the Sales Tax Triple-Flip.

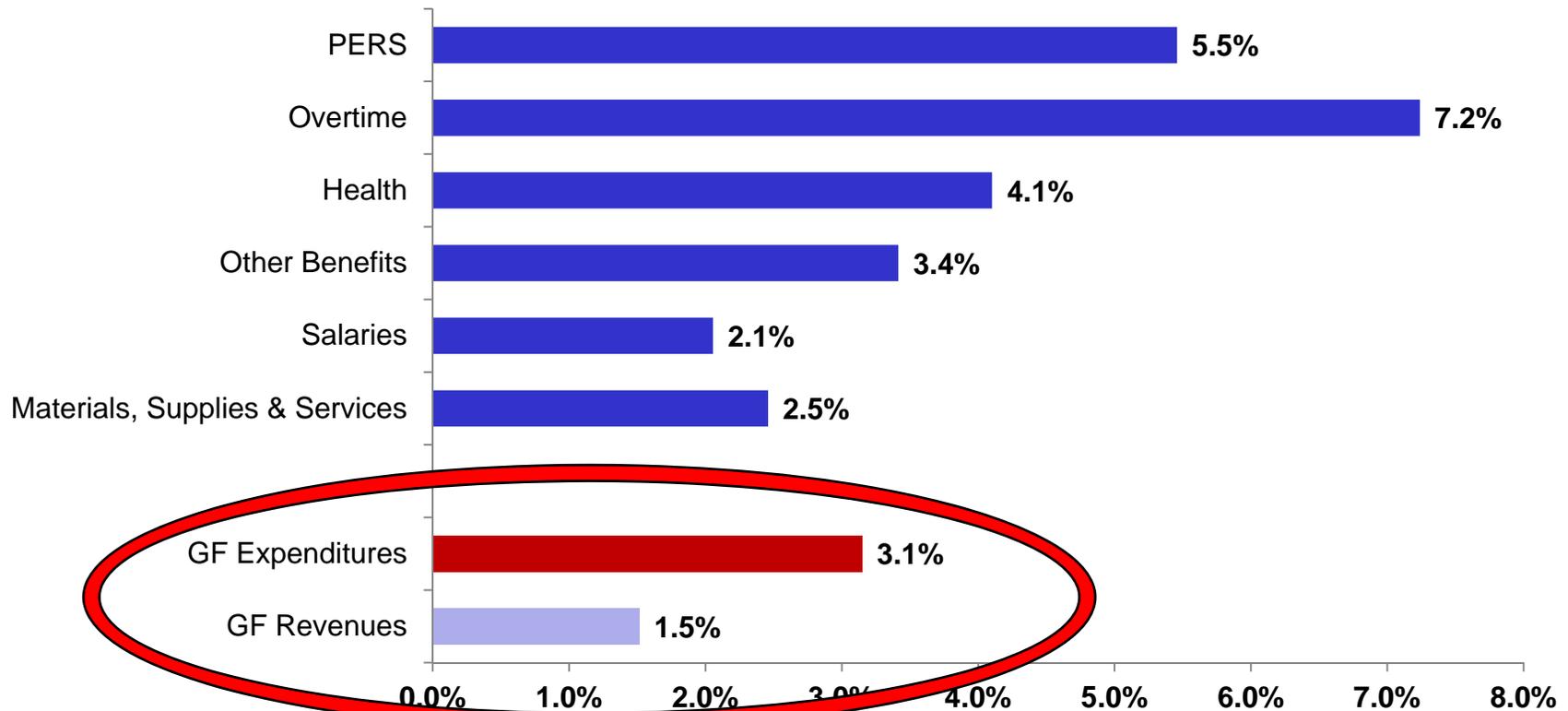


10-Year Expense Growth Rate by Category

Pension & Overtime as Key Drivers

- Pension and overtime costs are key drivers of General Fund expenditure growth over the last 10 years measured from FY05 to FY15 actual.
- Over this same time period, expenses grew 3.1% while revenues grew just 1.5%, highlighting the structural budget imbalance.

Annual Growth Rate of Major Expense Categories
FY2005 - FY2015 (Actual)

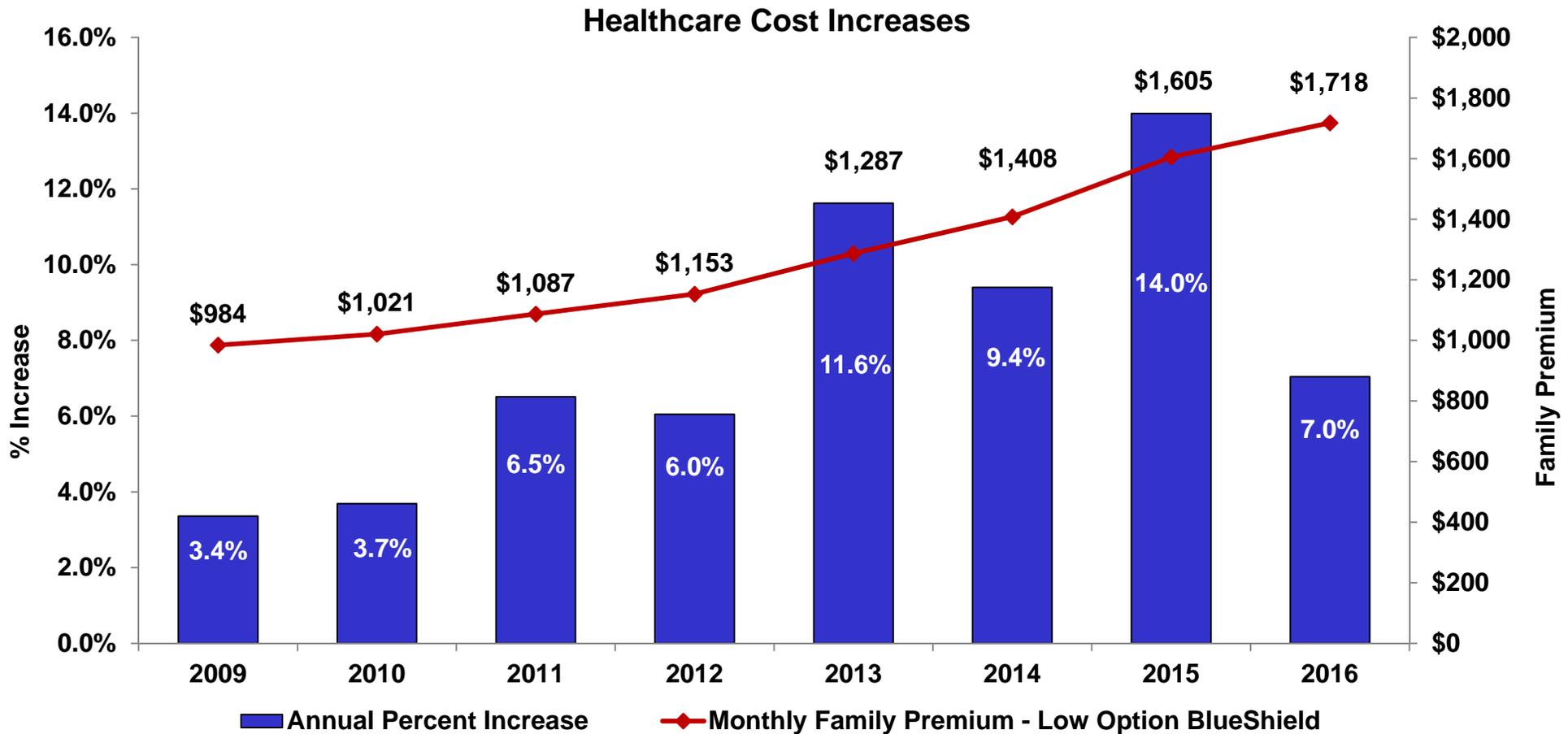




Health Expenses on the Rise

Annual Expense Growth

- **Health premiums** continue to pressure Yuba City's budget, growing faster than inflation. Premiums forecast to grow an additional \$1.5 million by FY21.



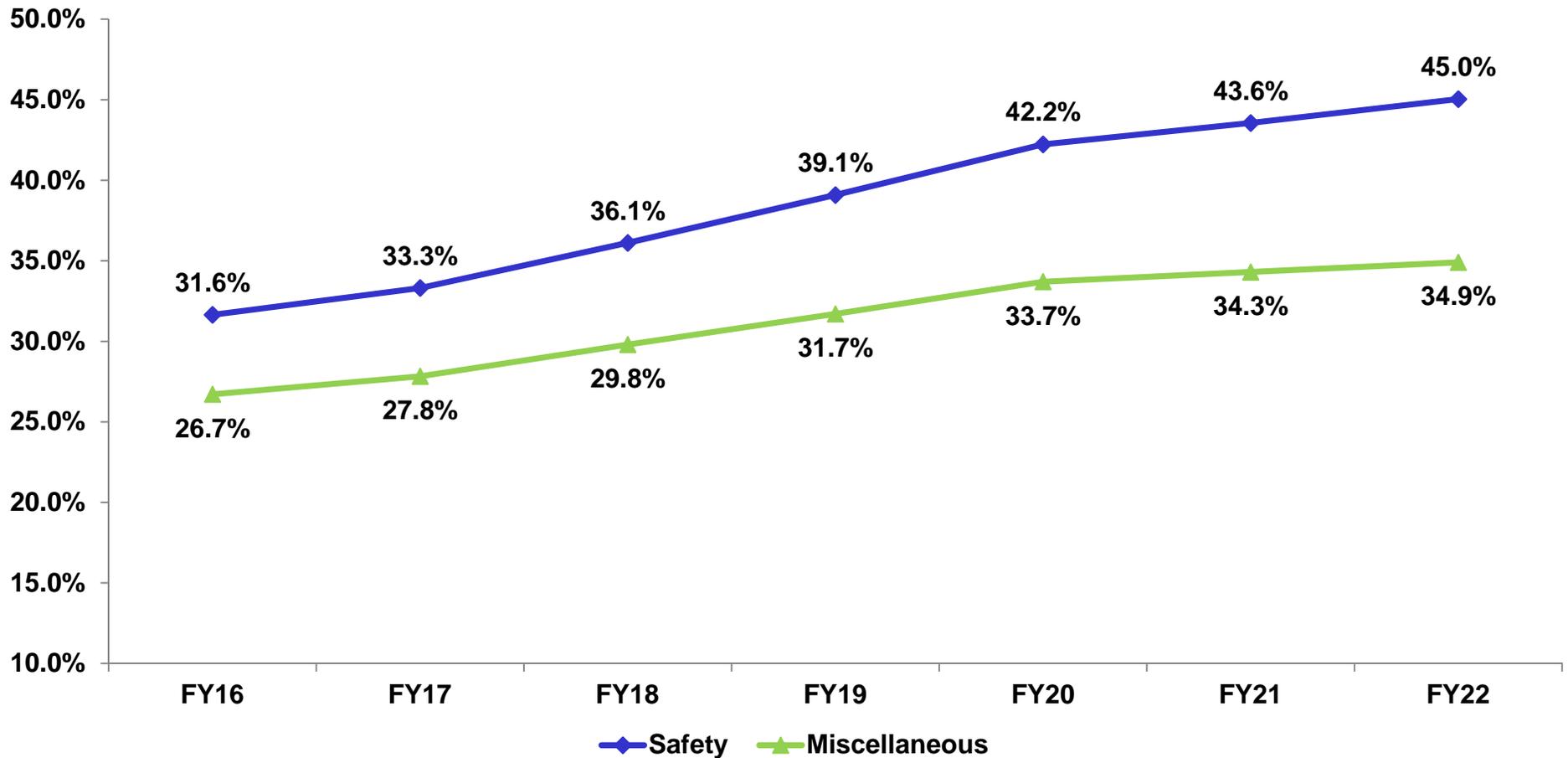
Source: Yuba City, Human Resources Department



CalPERS Pension Expenses on the Rise

Employer Cost as a Percentage of Payroll

- The CalPERS employer contribution rate for Yuba City is projected to increase significantly through FY22.



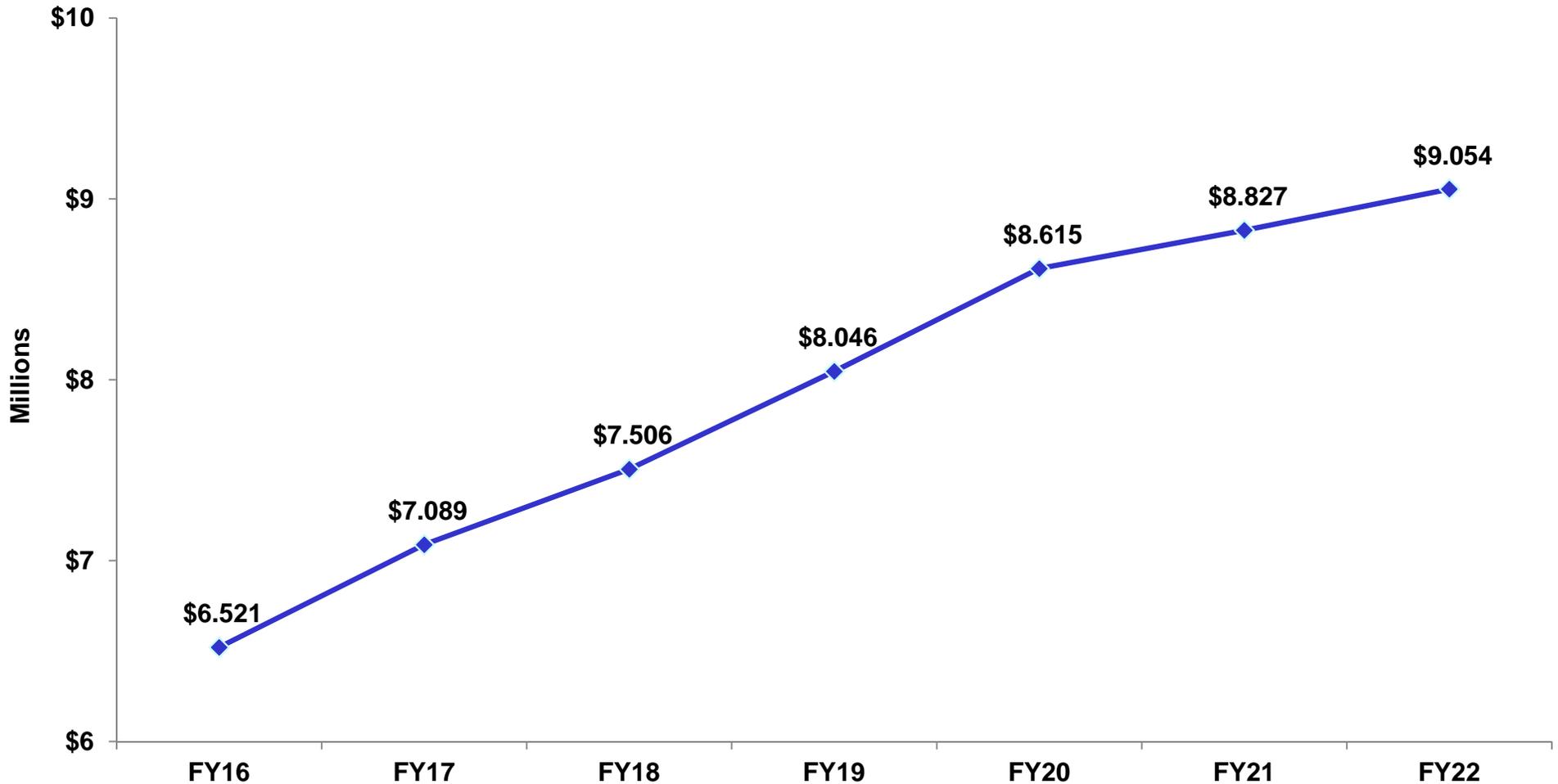
Sources: CalPERS, Miscellaneous Actuarial Valuation Reports, June 30, 2014; CalPERS, Safety Tier 1, 2, 3 & PEPR, Actuarial Valuation Reports, June 30, 2014. The Safety estimated rate is based on a composite rate of all tiers. Safety rate does not include Pension Obligation Bond payment rate of 12.19% of payroll in addition to CalPERS rates.



CalPERS Pension Expenses on the Rise

Employer Cost in total dollars

- The CalPERS employer contribution for Yuba City is projected to increase significantly (\$2.5 million) through FY22 in total dollars as well.

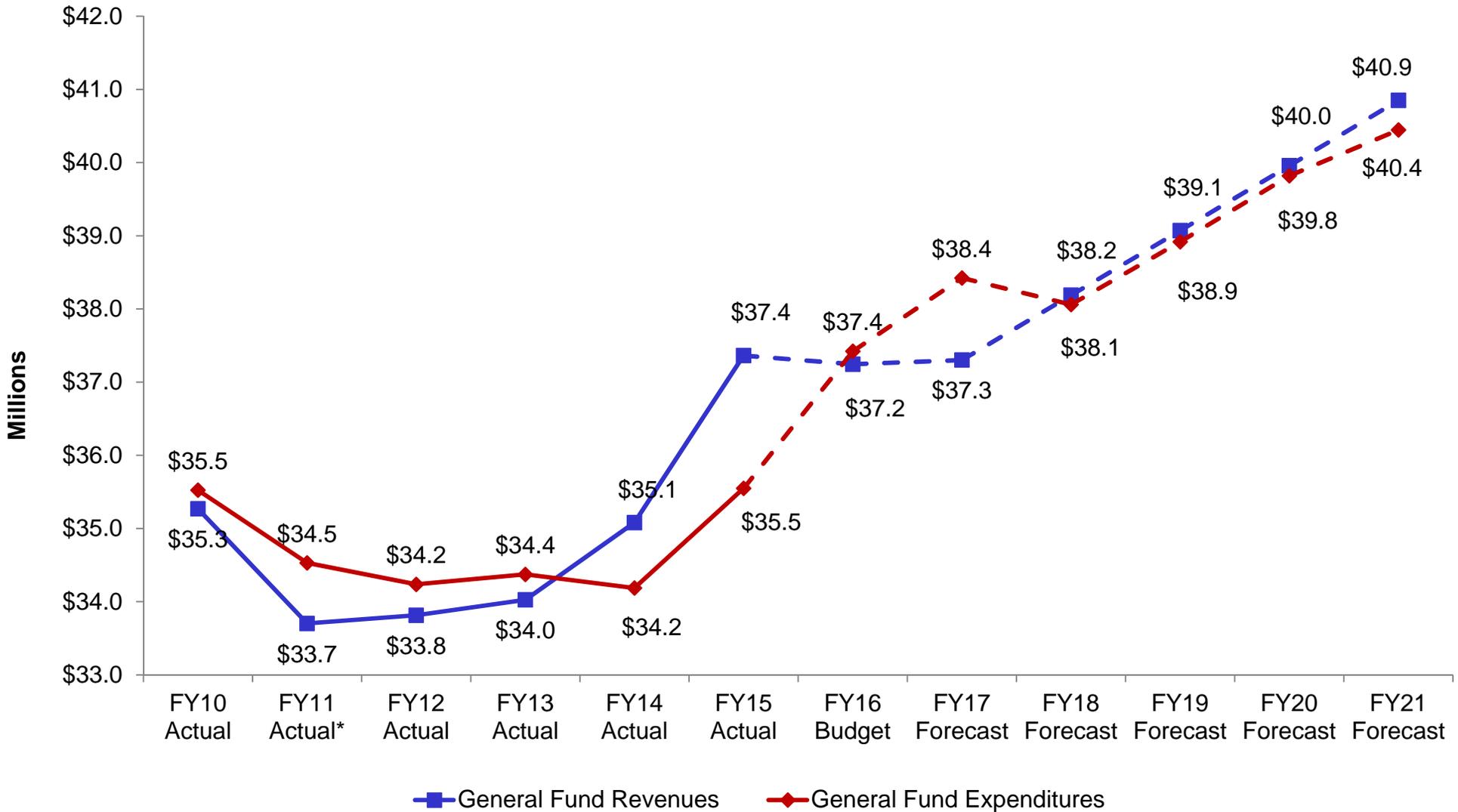


Sources: CalPERS, Miscellaneous Actuarial Valuation Reports, June 30, 2014; CalPERS, Safety Tier 1, 2, 3 & PEPRAs, Actuarial Valuation Reports, June 30, 2014. The total cost does not include the Pension Obligation Bond payment of approximately \$1.2 million (final payment occurs in FY 16-17).



Budget Imbalance Remains through FY 16/17

- Assuming robust revenue growth in sales and property taxes, expenses are projected to outpace revenues until pension bonds are paid off in FY17.





Bottom Line

- PERS costs will rise over the next 5 years consuming 55% of our largest revenue increases. However, this is seen as necessary in order to properly fund retirement costs.
- We anticipate a balanced budget in FY18 as planned.
- This fiscal model doesn't include one-time annexation costs. These, and other unmet funding needs, were provided in a staff report to City Council last November. I will go over these again next.
- Our ESR has not been fully utilized due to vacancy savings. This leaves one-time money to fund one-time expenses.



Unmet Funding Needs

- PERS unfunded liability of \$49.4 million
- Deferred infrastructure maintenance and replacement
- Beat 6 Start up costs for police services
- Construction of park facilities in the Tierra Buena area
- Economic development initiatives



Discuss Benefits of Establishing a Pension Trust Fund

- Local control over assets
- Pension rate stabilization
- Investment flexibility
- Lower net pension liability
- Improved credit ratings

Website Redesign



PROJECT SUMMARY:

Redesign and enhance the speed and function of our current website in order to better serve our residents and best represent Yuba City as a thriving community and agricultural hub.

Objectives:

- Improve communication and citizen engagement
- Highlight City services and community events
- Attract new residents and businesses to our area

Tech Requirements



- SPEED!
- Responsive design
- Citizen Request System
- News by topic
- Event calendars
- Online forms
- Social media integration
- Streaming video
- Employee intranet
- User friendly CMS



Features

- Quicklinks
- yc311 – Citizen Request Portal
- Upcoming Events
- eAlerts
- Newsroom
- Language Translation
- Activity Guide
- Online Bill Pay
- Open Counter
- Municipal Code

The screenshot displays the Yuba City website homepage with the following elements:

- Navigation Bar:** Includes links for 'How Do I?', 'Community', 'Doing Business', 'City Hall', 'Online Services', and utility icons for home, search, and language.
- Quicklinks:** A vertical sidebar on the left contains icons for 'Activity Guide', 'Pay Bill', '311 Requests', 'Jobs', 'Conserve', and 'eAlerts'.
- Main Banner:** Features the 'YUBA CITY' logo and the heading 'At Your Service'. Below the heading is a paragraph: 'The City of Yuba City is dedicated to providing excellent service to the citizens of Yuba City and our community. We are proud that you have chosen Yuba City as your home. Please let us know how we can assist you!' with a 'yc311' button.
- Upcoming Events:** A purple sidebar lists events:
 - 22 MAR: City Council Priorities and Goals Workshop (Senior Center 777 Anasay Ave Yuba City)
 - 23 MAR: Planning Commission Meeting
 - 26 MAR: March Madness 3-on-3 Tournament (River Valley High School)
 - 06 APR: Yuba City Senior Commission (Senior Center)
- Report An Issue:** A section for 'yc311 AT YOUR SERVICE' with a 'New!' badge and a 'Report An Issue' button.
- Welcome to Yuba City!:** A section with a welcome message and a 'New to the Area?' button.
- Sign Up for eAlerts:** A button with an envelope icon.
- Newsroom:** Two news items:
 - 'City of Yuba City Ranked a "Best-Performing Small City"' with a 'Read More' button.
 - 'Recology, Student-Athletes Partner For Park Planting Day' with a 'Read More' button.
- Local Snap Shot:** A section with a photo of children and a 'Submit your pictures' button.
- Footer:** Contains a grid of quicklinks (About Yuba City, City Council, yc311: Create a Request, Online Services, ADA Compliance, Adopt-A-Pet, Job Opportunities, Water Conservation, Records Request, eAlerts Sign-Up, Departments, Contact Us), social media icons, the Yuba City logo, and the address: 1201 Civic Center Boulevard, Yuba City, CA 95993.