

NOTICE

The Urban Community Development Commission (UCDC) was established by Ordinance August 15, 1975 to function as the governing body of the Community Redevelopment Agency. Its purpose is to aid in planning and implementing projects in the City of Compton. Pursuant to Section 54957.5 of the California Government Code, Any writings (Except for those writings which are exempt from disclosure) which are distributed to all or a majority of the members of the City Council are available for public inspection in the lobby of the City Council Chambers and in the office of the City Clerk during regular business hours.

URBAN COMMUNITY DEVELOPMENT COMMISSION AGENDA

**Tuesday, June 23, 2009
2:50 PM**

WORKSHOP(S)

HEARING(S)

**3:15 P.M. - PUBLIC HEARING - ANNUAL COMBINED 2009/2010 FISCAL YEAR
BUDGET (Item 1)**

OPENING

ROLL CALL

APPROVAL OF MINUTES

ORAL AND WRITTEN COMMUNICATION

UNFINISHED BUSINESS

NEW BUSINESS

1. A RESOLUTION OF THE URBAN COMMUNITY DEVELOPMENT COMMISSION, ACTING AS THE COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF COMPTON, ADOPTING THE COMBINED BUDGET FOR FISCAL YEAR 2009-2010
2. A RESOLUTION OF THE URBAN COMMUNITY DEVELOPMENT COMMISSION, ACTING AS THE COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF COMPTON, REDUCING THE COMPENSATION OF THE MEMBERS
3. A RESOLUTION OF THE URBAN COMMUNITY DEVELOPMENT COMMISSION, ACTING AS THE LOCAL HOUSING AUTHORITY OF THE CITY OF COMPTON, REDUCING THE COMPENSATION OF THE MEMBERS

AUDIENCE COMMENTS

COMMISSION COMMENTS

ADJOURNMENT

June 23, 2009

TO: CHAIRMAN AND COMMISSIONERS

FROM: EXECUTIVE SECRETARY

SUBJECT: FISCAL YEAR 2009-2010 BUDGET

The 2009-2010 Fiscal Year Operating Budget for the City of Compton is hereby transmitted to the City Council for adoption. This Budget is being developed during a period of dismal economic circumstances. The City of Compton has reached a pivotal time that dictates more vigilant approaches to realistic fiscal spending. For Fiscal Year 2009-2010, the City will continue its priorities to develop long term plans to address outstanding infrastructure and public service needs within the parameters of realistic revenue projections. In addition, the City has, and will continue to address departmental account management issues that have already resulted in a reduction in expenditures.

For compliance standards, the City is also responding to audit assessments, and as a result, fiscal policies are being revised to exercise improved fiscal management, accountability and control. Nevertheless, the City of Compton will experience several budgetary challenges for Fiscal Year 2009-2010. These challenges have dictated necessary expenditure reductions in an effort to maintain continuity along with the continued goal to provide satisfactory customer, community, maintenance, public safety and redevelopment services.

OVERVIEW

The budget's primary focus is allocating resources towards the repair, maintenance and beautification of the City's infrastructure, enforcement of the City's property maintenance and parking regulations, expansion of recreation facilities and improvement of customer service and permitting services. The 2009-2010 Fiscal Year Budget outlines how \$206,660,916 in public resources will be invested in the Compton community. The Fiscal Year (FY) 2009-2010 budget is approximately 6.1% larger than the FY 2008-2009 budget of \$194,233,842. This significant increase in City expenditures was caused by increased fringe benefits, and an overall benefit adjustment for the purpose of compliance, regulation and consistency. Last fiscal year, the City utilized \$6,787,008 of Fund Balance of prior year, and \$4,130,079 from operating transfer to balance the FY 2008-09 Budget. For Fiscal Year 2009-2010, the City will utilize \$2,000,000 in prior year revenue, and \$3,817,539 of operating transfer funds.

**ANNUAL BUDGET PERCENTAGE CHANGE
2006-07 THROUGH 2009-10**

	2006-07	2007-08	2008-09	2009-10
Annual Budget	140,085,453	159,416,329	194,233,842	206,660,916
Net Change	3,345,241	13,328,004	34,817,513	12,427,074
% Change	+3.3%	+12.1%	+17.0%	+6.1%

Although there are increases to City expenditures, there are decreases in personnel, risk management liability cost, salary adjustments, State Unemployment Insurance, and fringe benefit cost adjustment reductions.

REVENUE

The City of Compton utilizes the fund accounting method of financial reporting. The budget consists of six major fund categories: General Fund, Special Revenue, Redevelopment, Debt Service, Enterprise, and Internal Services. These categories are established to segregate specific revenue sources and activities in accordance with special regulations, restrictions or limitations. Each fund is considered a separate accounting entity with a self-balancing set of accounts.

The proposed budget totals \$206,660,916 which reflects an increase of approximately 6.1% over the City's Fiscal Year 2008-2009 adopted budget of \$194,233,842. This is a significant increase in City expenditures and was caused by both increased personnel and operational costs and an increased volume of new projects scheduled to begin in the new fiscal year. In addition, Public Safety costs, including the Sheriff's contract, have increased for FY 2009-2010. While the City is projecting revenue increases in most areas, expenses will exhaust anticipated revenues, requiring the City to appropriate prior year's fund balances.

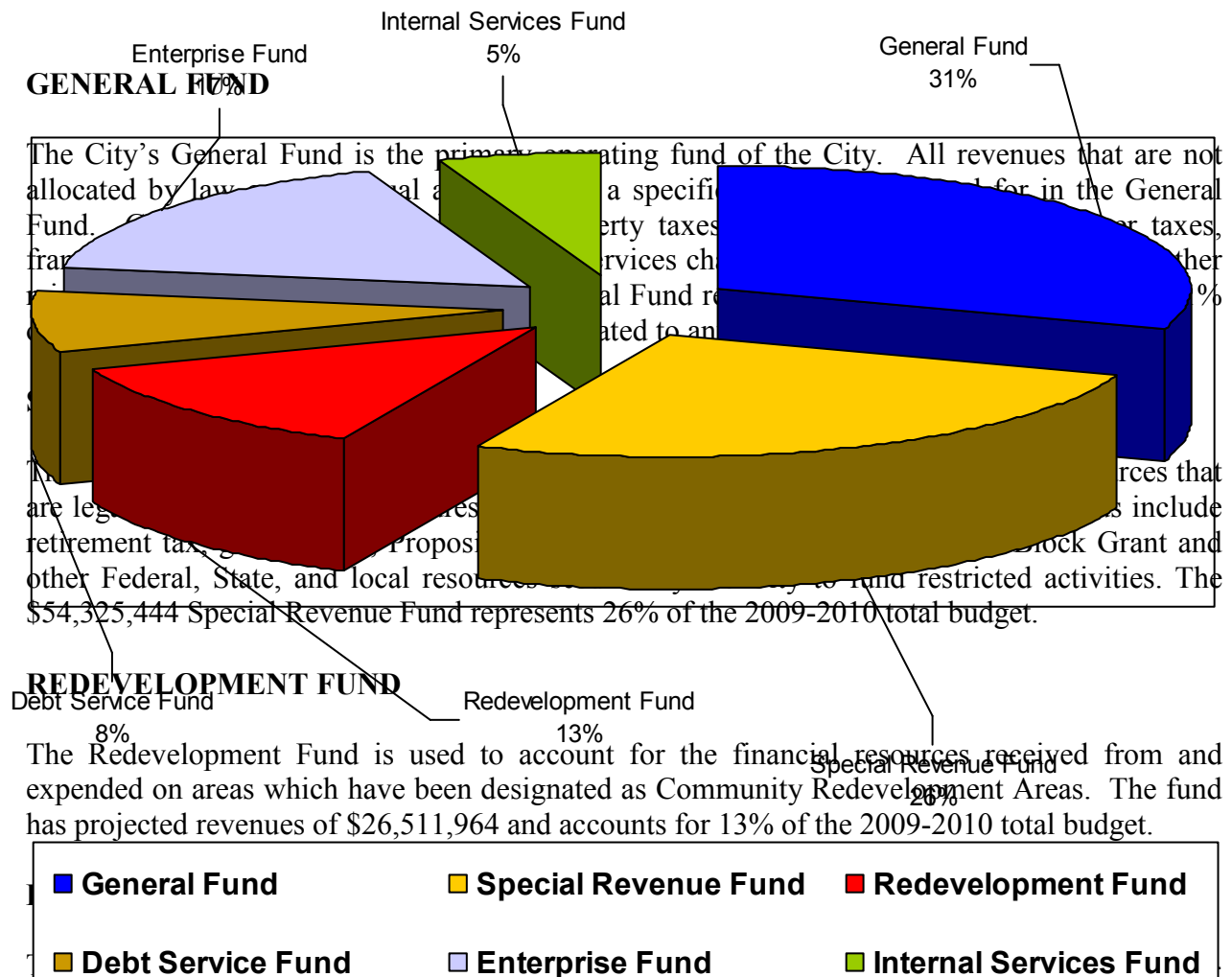
Utilization of "fund balances" (reserves) is a generally accepted method of bridging gaps between projected revenues and projected expenses. However, such "bridge" financing must be used sparingly to ensure the City can operate in a fiscally responsible manner until revenues catch up to expenses. Consequently, the City will implement the proposed budget fairly cautiously until the City has an opportunity to evaluate actual revenue versus projected revenue.

The FY 2008-2009 audit reflected a fairly consistent pattern of the City receiving slightly more revenue than originally projected in the budget. This indicates that changes in property values and retail sales are having a positive effect on the City's revenue streams. However, these increases have been fairly small and the City Controller estimates a similarly modest increase in revenue for the upcoming fiscal year.

Revenue projections for FY 2009-2010 used available trend information and year-to-date revenue receipts to estimate available revenue for next year's budget. However, retail revenue has shown a steady increase over the past year.

The following chart compares the estimated revenue percentage for Fiscal Year 2009-2010 by fund type. For FY 2009-10, the General Fund will increase by \$2,914,730, the Special Revenue Fund will increase by \$4,929,548, the Redevelopment Fund will increase \$9,227,925, the Debt Service Fund will increase by \$6,946,990, the Enterprise Fund will increase by \$5,988,849 and the Internal Services Fund will increase by \$864,883.

REVENUE FUNDS FISCAL YEAR 2009-2010



#1.

ENTERPRISE FUND

The Enterprise Fund is used to account for governmental accounting funds in which services are financed and operated similarly to those of a private business. There are seven Enterprise Funds which include Water, Richland Farms, Capital Improvement, Rubbish, Sewer, Golf, and Recreation. The combined total for these funds is projected to be \$35,192,694 which accounts for 17% of the total 2009-2010 budget. The fund experienced the percentage increase due primarily to increases in water costs.

INTERNAL SERVICES FUND

The Internal Services Fund is used to account for the financing of goods or services provided by one department to another on a cost reimbursement basis. The City has four Internal Services Funds which are Equipment Rental, Central Duplicating, Workers' Compensation and General Liability. These funds are projected to contribute an additional \$11,241,540 or 5% of the City's total 2009-2010 budget. The Internal Services Fund increased due to new vehicle costs.

BUDGET COMPARISON BY FUND 2006-2007 THROUGH 2009-2010

	ACTUAL REVENUES FY 2006-2007	ACTUAL REVENUES FY 2007-2008	BUDGETED REVENUES FY 2008-2009	ESTIMATED REVENUES FY 2009-2010
General Fund	41,657,846	47,812,976	59,657,161	62,571,891
Special Revenue Fund	48,424,736	44,471,169	49,395,896	54,325,444
Redevelopment Fund	16,859,778	23,438,122	35,739,889	26,511,964
Debt Service Fund	11,633,131	12,733,131	9,870,393	16,817,383
Enterprise Fund	19,798,810	22,180,855	29,193,845	35,192,694
Internal Services Fund	7,720,182	8,780,076	10,376,657	11,241,540
	140,085,453	159,416,329	194,233,842	206,660,916

The City Manager's Office submits the Fiscal Year 2009-2010 Annual Budget to the City Council as provided for in the City Charter.

Respectfully Submitted,

CHARLES EVANS
CITY MANAGER

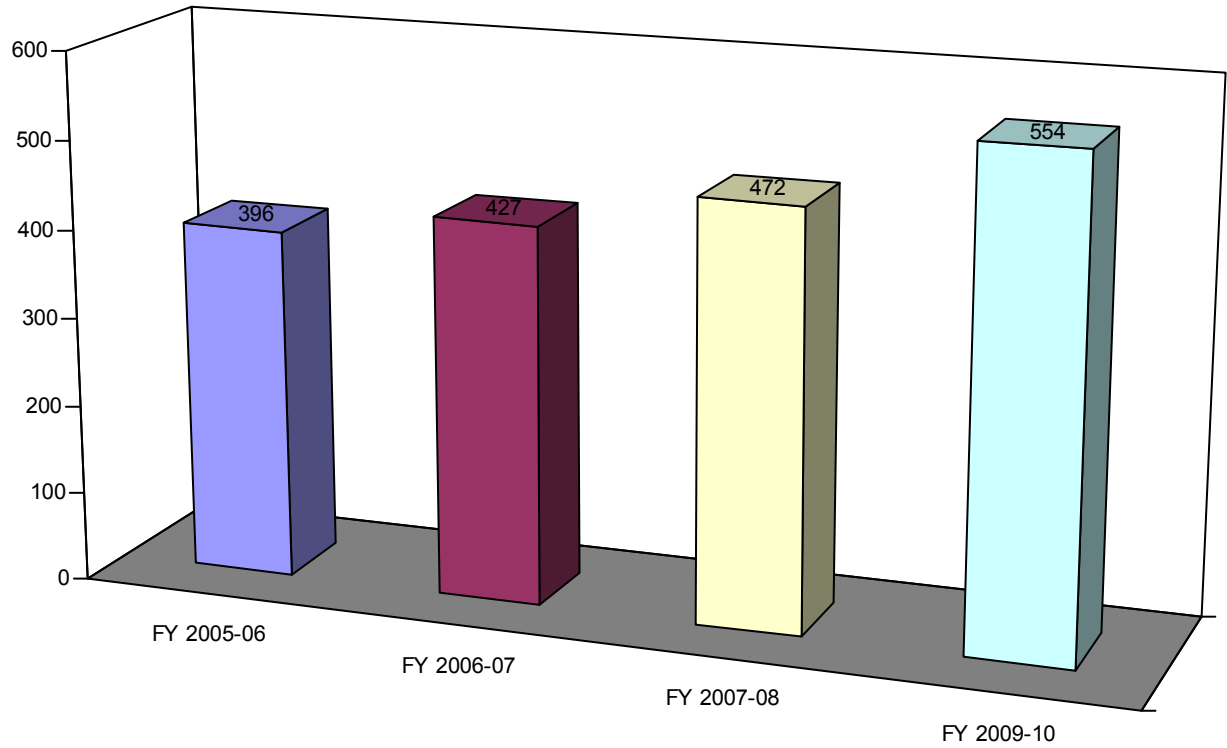
**PERSONNEL CHANGES
FISCAL YEAR 2009-2010**

DEPARTMENT	PERSONNEL	DIFFERENCE
Mayor & Council	11	No Change
City Attorney/Risk Management	17	1 Claims Technician - Deleted
City Clerk	4	1 Office Assistant III - Deleted
City Treasurer	7	1 Deputy City Treasurer - Added 1 Accounting Technician - Deleted
City Controller	19	1 Accounting Supervisor - Deleted
City Manager	28	No Change
Building & Safety	11	No Change
CareerLink	13	No Change
Community Redevelopment Agency	14	1 Sr Administrative Analyst - Added
General Services	39	1 Electrician - Deleted 1 AC Mechanic - Deleted 2 Maintenance Workers - Deleted
Fire	91	1 Fire Fighter - Deleted
Local Housing Authority	12	1 Deputy Director Of Housing – Added 1 Office Assistant I/Bilingual - Deleted
Municipal Law Enforcement	42	1 Security Officer - Deleted 3 Parking Control Officers - Deleted 2 Code Enforcement Officers I - Deleted
Non-Departmental	0	No Change
Parks/Special Services	111	No Change
Human Resources	10	No Change
Planning & Economic Development	12	No Change
Public Works & Engineering	14	No Change
Public Works & Street Maintenance	51	No Change
Water	48	No Change
TOTAL	554	

16 vacant positions deleted (total savings from salaries and benefits) = \$1,300,000

#1.

**PERSONNEL CHANGES
FISCAL YEAR 2005-2010**



82 personnel increase from FY 2007-08

RESOLUTION NO. _____**A RESOLUTION OF THE URBAN COMMUNITY DEVELOPMENT COMMISSION, ACTING AS THE COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF COMPTON, ADOPTING THE COMBINED BUDGET FOR FISCAL YEAR 2009-2010**

WHEREAS, the Community Redevelopment Agency of the City of Compton (the "Agency") is carrying out the Redevelopment Plan for the Compton Redevelopment Project Area, as merged and amended by Ordinance No. 2,114 adopted by the City Council on November 16, 2004; and

WHEREAS, the proposed budget for the combined programs of the Community Redevelopment Agency of the City of Compton has been considered by the City of Compton; and

WHEREAS, the Urban Community Development Commission ("the Commission") has hereto fixed the time and place for holding public hearings on said budget and has caused notice of said hearings to be published as required by the Charter of the City of Compton; and

WHEREAS, said public hearings were conducted on June 23, 2009 and continued to June 30, 2009; and

WHEREAS, it is both cost-effective and administratively efficient, in some specific instances, to fill positions set out in the adopted budget at a lower position in the same or a similar occupational family grouping.

NOW, THEREFORE, THE URBAN COMMUNITY DEVELOPMENT COMMISSION, ACTING AS THE COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF COMPTON, DOES HEREBY RESOLVE AS FOLLOWS:

SECTION 1. That the combined Agency Budget for Fiscal Year 2009-2010, as set forth in the proposed Annual Budget document, including the various changes discussed by the Commission, is hereby adopted; provided however, that this does not and shall not be deemed to affect in any way previous actions of the Commission under and by virtue of Subsections 5-3.5, 5-3.6 or 5-3.7 of the Compton Municipal Code, and all classifications or positions in the City's employment; that all such previous actions shall remain in full force and effect until the effective date of any resolution of the Commission which may hereafter be adopted under the provisions of Subsection 5-3.7 of the Compton Municipal Code changing the existing salary range or ranges for any or all of the classifications or positions in the City employment.

SECTION 2. That the Fiscal Year 2009-2010 Budget is a projection and shall be appropriated on July 1, 2009.

SECTION 3. That the Executive Secretary may transfer appropriations from the proposed General Fund contingency within the departments with the adopted budget. A quarterly report shall be made by the Executive Secretary describing each transfer and the reason thereof.

SECTION 4. That the Executive Secretary may transfer funds within, but not between, each of the budgeted departments as required to achieve the purpose of said departments. A quarterly report shall be made by the Executive Secretary describing each transfer and the reason therefore.

SECTION 5. That a certified copy of this resolution shall be attached to the annual Budget document upon completion of the Executive Secretary, and the same shall be filed with the City Controller, and that a copy of said resolution and Annual Budget shall be placed and shall remain on file in the office of the Clerk.

SECTION 6. That the Chairman shall sign and the Clerk shall attest to the adoption of this resolution.

#1.

RESOLUTION NO. _____
PAGE TWO

ADOPTED this ____ day of June_____, 2009.

CHAIRMAN OF THE URBAN COMMUNITY
DEVELOPMENT COMMISSION

ATTEST:

CLERK OF THE URBAN COMMUNITY
DEVELOPMENT COMMISSION

STATE OF CALIFORNIA
COUNTY OF LOS ANGELES
CITY OF COMPTON

I, Alita Godwin, Clerk of the City of Compton, hereby certify that the foregoing resolution was adopted by the Commission, signed by the Chairman, and attested by the Clerk at a regular meeting thereof held on the ____ day of _____, 2009.

That said resolution was adopted by the following vote, to wit:

AYES: COMMISSION –
NOES: COMMISSION –
ABSENT: COMMISSION –
ABSTAINS: COMMISSION –

CLERK OF THE URBAN COMMUNITY
DEVELOPMENT COMMISSION

June 23, 2009

TO: HONORABLE CHAIRMAN AND COMMISSIONERS

FROM: EXECUTIVE SECRETARY

**RE: A RESOLUTION OF THE URBAN COMMUNITY
DEVELOPMENT COMMISSION, ACTING AS THE
COMMUNITY REDEVELOPMENT AGENCY OF THE
CITY OF COMPTON, REDUCING THE COMPENSATION
OF THE MEMBERS.**

SUMMARY:

The Urban Community Development Commission, acting as the Community Redevelopment Agency, will consider adopting a Resolution that will reduce the compensation for the Chairman and each Commissioner.

BACKGROUND:

California state law authorizes local legislative bodies to establish by ordinance declaring the need to establish a Commission to function within the community as a redevelopment agency. Pursuant thereto, on July 15, 1975, the City Council of the City of Compton adopted Ordinance No. 1,479 (codified at Section 2-13 of the Compton Municipal Code), which created and established the Urban Community Development Commission to act as the Community Redevelopment Agency of the City of Compton, in accordance with the authority of California Health and Safety Code Sections 34000.

STATEMENT OF ISSUE:

In 2006, California Assembly Bill 11 (AB 11) was passed by the State legislature and signed into law by the Governor. This legislation amended California Health and Safety Code Sections 34130.5 so as to limit the compensation of the members of the Commission, when functioning as the Community Redevelopment Agency, to Seventy-Five Dollars for each meeting attended by each Commissioner, up to a maximum of two meetings in any calendar month.

#2.

Staff Report Re Resolution Reducing Compensation of
Members of UCDC/CRA, June 23, 2009

RECOMMENDATION:

Since the Urban Community Development Commission was formed under the authority of California Health and Safety Code, and not the local charter authority, the compensation paid to its members is limited by the provisions of State law.

It is the recommendation of staff that the Commission adopt the attached Resolution, which will reduce the compensation for the Chairman and Commissioner.

**CHARLES EVANS
EXECUTIVE SECRETARY**

RESOLUTION NO. _____

A RESOLUTION OF THE URBAN COMMUNITY DEVELOPMENT COMMISSION, ACTING AS THE COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF COMPTON, REDUCING THE COMPENSATION OF THE MEMBERS

WHEREAS, pursuant to California state law, on July 15, 1975, the City Council of the City of Compton adopted Ordinance No. 1,479 (codified at Section 2-13 of the Compton Municipal Code), which created and established the Urban Community Development Commission, and authorized it to function as the governing body of the Community Redevelopment Agency, in accordance with the authority of California Health and Safety Code Sections 34000 *et seq.*; and

WHEREAS, in 2006 California Assembly Bill 11 (AB 11) was passed by the State legislature and signed into law by the Governor, which amended California Health and Safety Code Sections 34130.5 so as to limit the compensation of the members of the Commission, when functioning as the Community Redevelopment Agency of the City of Compton, to Seventy-Five Dollars for each meeting attended by each Commissioner, up to a maximum of two meetings in any calendar month.

NOW, THEREFORE, THE URBAN COMMUNITY DEVELOPMENT COMMISSION, ACTING AS THE COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF COMPTON, DOES HEREBY RESOLVE AS FOLLOWS:

Section 1. That Chairman and Commission members of the Urban Community Development Commission, acting as the Community Redevelopment Agency of the City of Compton, shall be paid Seventy-Five Dollars (\$75.00) a meeting, not to exceed One Hundred Fifty Dollars (\$150.00) in any calendar month.

Section 2. That a certified copy of this Resolution shall be filed in the offices of the Commission Clerk, Commission Executive Secretary, Commission Counsel, Commission Treasurer and the City Controller.

Section 3. That the Commission Chairman shall sign and the Commission Clerk shall attest to the adoption of this Resolution.

ADOPTED this _____ day of _____, 2009.

CHAIRMAN OF THE URBAN COMMUNITY DEVELOPMENT COMMISSION

ATTEST:

**CLERK OF THE URBAN COMMUNITY
DEVELOPMENT COMMISSION**

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) ss
CITY OF COMPTON)

I, Alita Godwin, Commission Clerk of the Urban Community Development Commission, hereby certify that the foregoing Resolution was adopted by the Commission, signed by the Commission Chairman and attested by the Commission Clerk at a regular meeting thereof held on the _____ day of _____, 2009.

That said Resolution was adopted by the following vote, to wit:

AYES: **COMMISSIONERS -**
NOES: **COMMISSIONERS –**
ABSTAIN: **COMMISSIONERS –**
ABSENT: **COMMISSIONERS –**

**CLERK OF THE URBAN COMMUNITY
DEVELOPMENT COMMISSION**

June 23, 2009

TO: HONORABLE CHAIRMAN AND COMMISSIONERS

FROM: EXECUTIVE SECRETARY

RE: A RESOLUTION OF THE URBAN COMMUNITY DEVELOPMENT COMMISSION, ACTING AS THE LOCAL HOUSING AUTHORITY OF THE CITY OF COMPTON, REDUCING THE COMPENSATION OF THE MEMBERS.

SUMMARY:

The Urban Community Development Commission, acting as the Local Housing Authority, will consider adopting a Resolution that will reduce the compensation for the Chairman and each Commission member.

BACKGROUND:

California state law authorizes local legislative bodies to establish by ordinance declaring the need to establish a Commission to function within the community as a local housing authority. Pursuant thereto, on July 15, 1975, the City Council of the City of Compton adopted Ordinance No. 1,479 (codified at Section 2-13 of the Compton Municipal Code), which created and established the Urban Community Development Commission to act as the Compton Local Housing Authority of the City of Compton, in accordance with the authority of California Health and Safety Code Sections 34000.

STATEMENT OF ISSUE:

In 2006, California Assembly Bill 11 (AB 11) was passed by the State legislature and signed into law by the Governor. This legislation amended California Health and Safety Code Sections 34130.5 so as to limit the compensation of the members of the Commission, when functioning as the Local Housing Authority, to Seventy-Five Dollars for each meeting attended by each Commissioner, up to a maximum of two meetings in any calendar month.

RECOMMENDATION:

Since the Urban Community Development Commission was formed under the authority of California Health and Safety Code, and not the local charter authority, the compensation paid to its members is limited by the provisions of State law.

#3.

**Staff Report Re Resolution Reducing Compensation of
Member of UCDC/Local Housing Authority
June 23, 2009**

It is the recommendation of staff that the Commission adopt the attached Resolution, which will reduce the compensation for the Chairman and Commissioner.

**CHARLES EVANS
EXECUTIVE SECRETARY**

RESOLUTION NO. _____

A RESOLUTION OF THE URBAN COMMUNITY
DEVELOPMENT COMMISSION, ACTING AS THE LOCAL
HOUSING AUTHORITY OF THE CITY OF COMPTON,
REDUCING THE COMPENSATION OF THE MEMBERS

WHEREAS, pursuant to California state law, on July 15, 1975, the City Council of the City of Compton adopted Ordinance No. 1,479 (codified at Section 2-13 of the Compton Municipal Code), which created and established the Urban Community Development Commission, and authorized it to function as the governing body of the Local Housing Authority, in accordance with the authority of California Health and Safety Code Sections 34000 *et seq.*; and

WHEREAS, in 2006 California Assembly Bill 11 (AB 11) was passed by the State legislature and signed into law by the Governor, which amended California Health and Safety Code Sections 34130.5 so as to limit the compensation of the members of the Commission, when functioning as the Local Housing Authority of the City of Compton, to Seventy-Five Dollars for each meeting attended by each Commissioner, up to a maximum of two meetings in any calendar month.

NOW, THEREFORE, THE URBAN COMMUNITY DEVELOPMENT COMMISSION, ACTING AS THE LOCAL HOUSING AUTHORITY OF THE CITY OF COMPTON, DOES HEREBY RESOLVE AS FOLLOWS:

Section 1. That Chairman and Commission members of the Urban Community Development Commission, acting as the Local Housing Authority of the City of Compton, shall be paid Seventy-Five Dollars (\$75.00) a meeting, not to exceed One Hundred Fifty Dollars (\$150.00) in any calendar month.

Section 2. That a certified copy of this Resolution shall be filed in the offices of the Commission Clerk, Commission Executive Secretary, Commission Counsel, Commission Treasurer and the City Controller.

Section 3. That the Commission Chairman shall sign and the Commission Clerk shall attest to the adoption of this Resolution.

ADOPTED this _____ day of _____, 2009.

CHAIRMAN OF THE URBAN COMMUNITY
DEVELOPMENT COMMISSION

ATTEST:

**CLERK OF THE URBAN COMMUNITY
DEVELOPMENT COMMISSION**

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) ss
CITY OF COMPTON)

I, Alita Godwin, Commission Clerk of the Urban Community Development Commission, hereby certify that the foregoing Resolution was adopted by the Commission, signed by the Commission Chairman and attested by the Commission Clerk at a regular meeting thereof held on the _____ day of _____, 2009.

That said Resolution was adopted by the following vote, to wit:

AYES: **COMMISSIONERS -**
NOES: **COMMISSIONERS –**
ABSTAIN: **COMMISSIONERS –**
ABSENT: **COMMISSIONERS –**

**CLERK OF THE URBAN COMMUNITY
DEVELOPMENT COMMISSION**