

# **NOTICE**

## **COMPTON CITY COUNCIL AGENDA Tuesday, December 27, 2011 5:45 PM**

### **OPENING**

#### **ROLL CALL**

#### **INTRODUCTION OF SPECIAL GUESTS**

#### **PUBLIC COMMENTS ON AGENDA ITEMS AND NON-AGENDA MATTERS**

### **CONSENT AGENDA**

Consent items are routine and expected to be non-controversial. They will be acted upon by the Council at one time without discussion unless a Council Member requests an item be removed or discussed.

#### **APPROVAL OF MINUTES**

1. December 13, 2011

#### **REPORTS OF OFFICERS AND COMMISSIONS**

#### **RISK MANAGEMENT**

2. A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON AUTHORIZING THE CITY MANAGER TO ISSUE A PURCHASE ORDER TO THE STATE OF CALIFORNIA DEPARTMENT OF INDUSTRIAL RELATIONS IN PAYMENT OF ANNUAL FEES FOR CONTINUED ADMINISTRATION OF THE CITY'S WORKERS' COMPENSATION SELF-INSURANCE PROGRAM

#### **WATER DEPARTMENT**

3. A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON AUTHORIZING THE CITY MANAGER TO ISSUE A PURCHASE ORDER TO THE DEPARTMENT OF WATER RESOURCES TO PAY THE ANNUAL RICHLAND FARMS ASSESSMENT FEES

**APPROVAL OF WARRANTS**

**END CONSENT AGENDA**

**REGULAR AGENDA**

**REPORTS OF OFFICERS, BOARDS, COMMISSIONS AND COMMITTEES**

**CITY MANAGER'S REPORT**

**CITY ATTORNEY'S REPORTS**

**CLOSED SESSION**

4. CONFERENCE WITH LABOR NEGOTIATOR

Agency Negotiator: P. Lamont Ewell  
Employee Organization: Compton Management Employees  
Association; SEIU Local 721 - Maintenance  
and Trades Unit; SEIU Local 721 - Public  
Safety Auxiliary; Local Union of Municipal  
Non-Supervisory Employees (LUMNSE);  
Compton Firefighters IAFF Local 2216  
Pursuant to California Government Code Section 54957

**UNFINISHED BUSINESS**

**NEW BUSINESS**

5. A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON  
DECLARING A REVENUE SHORTFALL AND WORKFORCE REDUCTION  
FOR FISCAL YEAR 2011-2012

**COUNCIL COMMENTS**

**ADJOURNMENT**

*NEXT REGULAR MEETING: Tuesday, January 03, 2012 @ 5:45 PM.*

Visit our website at <http://www.comptoncity.org>

View Meetings Live at <mms://207.105.49.220:8080>

**DECEMBER 13, 2011**

The City Council meeting was called to order at 6:41 p.m. in the Council Chambers of City Hall by Mayor Eric Perrodin.

**ROLL CALL**

**Council Members Present:** Zurita, Dobson, Arceneaux, Jones, Perrodin

**Council Members Absent:** None

**Other Officials Present:** C. Cornwell, A. Godwin, P. Ewell

**PUBLIC COMMENTS ON AGENDA ITEMS AND NON-AGENDA MATTERS**

**Charles Davis**, former City Clerk and Compton resident, encouraged the residents of Compton to sign his petition to recall Mayor Perrodin.

**Joyce Kelly**, Compton resident, contended that no one had the ability to condemn her and believed it was her duty to God to fight for the rights of others.

**Herbert Arceneaux**, Compton resident, referenced an elected official's request to audit the City's expenditures and asked to receive a copy.

**Sheila Smith**, Compton resident, asserted her opposition to the proposed time change of the meetings and recommended that Council keep the current City Manager until he absolves the City's deficit.

**Lynn Boone**, Compton resident, indicated that several different department heads were used to sign off on the purchase orders for police equipment. She noted a resolution approved by this City Council to finance the costs of security at the Gateway Towne Center, in response to Councilperson in District Three's request to partner with them.

**Leticia Medina**, Compton resident, articulated her experience in the public sector and notified the City Council that she was having issues with the City's zoning, planning and public safety.

**CONSENT AGENDA**

**ITEMS REMOVED FROM THE CONSENT AGENDA** - Item Number Four was removed from the Consent Agenda.

On motion by Dobson, seconded by Arceneaux, the Consent Agenda was approved, by the following vote on roll call:

**AYES:** Council Members - Zurita, Dobson, Arceneaux, Jones, Perrodin

**NOES:** Council Members - None

**ABSENT:** Council Members - None

**APPROVAL OF MINUTES**

2. November 22, 2011

**CITY MANAGER/CITY ATTORNEY/CITY TREASURER REPORTS**

3. INVESTMENT REPORT - June, July, August, 2011 (Received/Filed)

**PUBLIC WORKS-ENGINEERING**

5. A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON AUTHORIZING THE CITY MANAGER TO ACCEPT \$60,897 FROM THE LOS ANGELES COUNTY METROPOLITAN TRANSPORTATION AUTHORITY (LACMTA) NATIONAL TRANSIT DATA (NTD) FUNDS; AMEND THE PUBLIC WORKS BUDGET AND ENTER INTO A MEMORANDUM OF UNDERSTANDING WITH THE LOS ANGELES METROPOLITAN TRANSPORTATION AUTHORITY FOR SUCCESSFULLY REPORTING TO THE NATIONAL TRANSIT DATABASE FOR FISCAL YEAR 2008-2009 (**Resolution # 23,442**)

**ITEMS REMOVED FROM THE CONSENT AGENDA**

**CITY TREASURER**

4. A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON AUTHORIZING THE CITY MANAGER TO ENTER INTO A CONTRACT WITH INGRID TSUKIYAMA TO PROVIDE PROFESSIONAL SERVICES TO THE CITY TREASURER’S OFFICE; AND TRANSFER FUNDS

**Mayor Perrodin** asked the City Attorney if this item was a budget amendment.

**Craig Cornwell**, City Attorney, replied affirmatively.

Mayor Perrodin requested that all budget amendment items be listed, as such and questioned how this item would be paid for.

**Stephen Ajobiewe**, City Controller, indicated that funds would be transferred from the City Manager’s budget into the City Treasurer’s budget to pay for professional services, citing a salary savings in the City Manager’s budget, because there is only the City Manager currently working in the department.

**P. Ewell**, City Manager, further indicated that his account was being used to expedite the paying of bills and reconciling the City's accounts and ledger balance. He indicated that there were two Assistant City Manager positions that were vacant, therefore those funds, through salary savings, could help pay for the professional services in the City Treasurer's Office.

On motion by Arceneaux, seconded by Zurita, **Resolution # 23,443** entitled "**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON AUTHORIZING THE CITY MANAGER TO ENTER INTO A CONTRACT WITH INGRID TSUKIYAMA TO PROVIDE PROFESSIONAL SERVICES TO THE CITY TREASURER’S OFFICE; AND TRANSFER FUNDS**" was approved, by the following vote on roll call:

**AYES:** Council Members - Zurita, Dobson, Arceneaux, Jones, Perrodin  
**NOES:** Council Members - None  
**ABSENT:**Council Members - None

**APPROVAL OF WARRANTS** - There were no warrants to be approved.

**END CONSENT AGENDA**

**REGULAR AGENDA**

**CITY MANAGER’S REPORTS** - There were no City Manager Reports.

**ORAL REPORT** - STATEMENT REGARDING THE TOWING ISSUES (McDonalds/Chevron Gas Station, Popeye’s Chicken Shopping Center)

**Craig Cornwell**, City Attorney, cautioned the residents not to use those areas for uses other than what is stated on their signs, due to State law. Mr. Cornwell indicated that he would bring back a report detailing the areas that the City could regulate, as it relates to towing.

6. **CLAIMS AGAINST THE CITY OF COMPTON**

**Graciela Higuera v. City of Compton (/I8466/LI0000154A)**

On motion by Arceneaux, seconded by Dobson, the above claim was denied, by the following vote on roll call:

**AYES: Council Members - Zurita, Dobson, Arceneaux, Jones, Perrodin**

**NOES: Council Members - None**

**ABSENT: Council Members - None**

**UNFINISHED BUSINESS**

7. AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF COMPTON AMENDING CHAPTER II OF THE COMPTON MUNICIPAL CODE BY AMENDING SECTION 2-1.2 (REGULAR MEETINGS; ADJOURNMENT) **(Second Reading)**  
**(REMOVED)**

**Councilperson Zurita** asked that this item be removed to obtain additional information.

**Mayor Perrodin** requested legal counsel.

**Craig Cornwell**, City Attorney, recommended that this item be brought back as a first reading, in the event that there is a material change to the ordinance. Mr. Cornwell made an additional recommendation to bring the item back as a first reading if the ordinance is not brought back in the next two weeks.

**NEW BUSINESS**

8. A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON AMENDING THE REPOGRAPHICS DEPARTMENT 2011-2012 ANNUAL BUDGET AND AUTHORIZING THE ISSUANCE OF PURCHASE ORDERS TO APPEX BUSINESS MACHINE SUPPLIES AND KELLY PAPER COMPANY FOR THE PURCHASE OF PAPER FOR DEPARTMENTAL USE

**Mayor Perrodin** asked the City Controller if this item was a budget amendment.

**Stephen Ajobiewe**, City Controller, replied affirmatively and indicated that funds would be transferred between accounts from within the department's budget to pay for professional services.

**P. Ewell**, City Manager, assured the Mayor that these funds were budgeted in the department and the City's current fiscal year budget.

Mr. Ewell affirmed that this action would not adjust the budget at all.

Mayor Perrodin questioned the department's need to transfer between accounts only half a year into the budget. Mr. Ewell maintained that the department had done a great job in accessing the needs of each department; however their projections are based on past trends.

**Councilperson Dobson** articulated her support for this resolution, based on the information provided in the background documentation.

On motion by Zurita, seconded by Arceneaux, **Resolution # 23,444** entitled "**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON AMENDING THE REPOGRAPHICS DEPARTMENT 2011-2012 ANNUAL BUDGET AND AUTHORIZING THE ISSUANCE OF PURCHASE ORDERS TO APPEX BUSINESS MACHINE SUPPLIES AND KELLY PAPER COMPANY FOR THE PURCHASE OF PAPER FOR DEPARTMENTAL USE**" was approved, by the following vote on roll call:

# #1.

**AYES: Council Members - Zurita, Dobson, Arceneaux, Jones, Perrodin**

**NOES: Council Members - None**

**ABSENT: Council Members - None**

9. A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON  
AMENDING THE FISCAL YEAR 2011-2012 BUDGET AND APPROPRIATING  
FUNDS FOR SEVERANCE PAYMENTS

**Mayor Perrodin** asked the City Controller how the City would subsidize the additional funds needed for the anticipated retirements.

**Stephen Ajobiewe**, City Controller, explained that the City is proposing a transfer of funds from the departments that the retirees will be leaving into the severance account. Those positions will remain vacant and the remaining salary savings will be deposited into the City's severance account to pay the entitlement to the City employees.

**P. Ewell**, City Manager, notified the Council of the City's \$8 million unfunded liability as a result of the vacation and sick leave accruals that have taken place. Mr. Ewell stated that he contacted each of the departments seeking those employees who will most likely retire by the end of the calendar year, and directed staff to keep their positions vacant, in order to fund the severance account.

Mr. Ewell reiterated that all of these actions will be performed through salary savings to help keep the City moving and paying the accruals that have never been funded.

Mayor Perrodin asked the City Manager if the City had a policy in place that mandated anticipated retirees to follow through with their plans to retire after a certain date.

Mr. Ewell stated that retirees that have reached the final step with CalPERS are mandated to proceed with their retirement.

On motion by Zurita, seconded by Arceneaux, **Resolution # 23,445** entitled "**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON AMENDING THE FISCAL YEAR 2011-2012 BUDGET AND APPROPRIATING FUNDS FOR SEVERANCE PAYMENTS**" was approved, by the following vote on roll call:

**AYES: Council Members - Zurita, Dobson, Arceneaux, Jones, Perrodin**

**NOES: Council Members - None**

**ABSENT: Council Members - None**

## COMMENDATORY RESOLUTIONS/PRESENTATIONS

1. **POWERPOINT PRESENTATION** - Public Safety Realignment Act of the State of California 2011 (Assembly Bill 109/117) Chief James Lopez, Sheriff's Department  
**(Presentation made)**

The City Council asked that a copy of the presentation be provided to them the next business day.

## COUNCIL COMMENTS

**Councilperson Dobson** stated that "Homeless Winter Shelter Beds" would be available at 7607 South Western Avenue, Los Angeles. Everyone in need will be picked up at 5 p.m. promptly at the following locations beginning December 1, 2011 to March 15, 2012: 10728 South Central Avenue, 2615 West Grand Street, and 5201 South Vermont Avenue.

Councilperson Dobson invited the residents to enjoy a "Free Christmas Day Dinner" hosted by the Saint Augustus Church located at 2646 South Mansfield Avenue, Los Angeles. Dinner will be served at 11 a.m. Christ is born among us!

Councilperson Dobson cordially invited all elected officials and City staff to attend the "VFW Post 5394 Christmas Party" to be held on Saturday, December 17, 2011 from 7 p.m. to 1 a.m.

Councilperson Dobson commended the Parks and Recreation staff for their presentation of the "Youth Talent Show" at Wilson Park.

**Councilperson Zurita** invited the residents to attend the "Christmas Tree Lighting Ceremony" sponsored by Los Angeles Board Supervisor Mark Ridley Thomas. The event will be held on Friday, December 16, 2011 at the Martin Luther King Jr. Multi-Service Ambulatory Care Center in Los Angeles beginning at 5:30 p.m.

Councilperson Zurita invited the Compton community to participate in Assemblyman Isadore Hall III "52nd District Grand Opening Event" to be held on Saturday, December 17, 2011 from 10 a.m. to 1 p.m. at 2200 West Artesia Suite 210, Compton.

Councilperson Zurita requested an update on the City's deficit from the City Manager's Office.

**P. Ewell**, City Manager, indicated that he would be presenting two items for Council's approval at the next meeting, along with an update on all of the City's efforts.

Councilperson Zurita requested that the meeting be adjourned in the memory of Daphne McKinley.

**Councilperson Arceneaux** announced that the Compton Chamber of Commerce would be hosting their "Annual Holiday Business Mixer" to be held on Thursday, December 22, 2011 from 5:30 p.m. to 8 p.m. at 600 North Alameda Street. Food, entertainment and prizes will be provided. All members are free, non-members are \$10.

Councilperson Arceneaux reported that she had the opportunity to attend the Compton Initiative's "Annual Christmas Banquet" held at Emmanuel Church in Paramount.

Councilperson Arceneaux requested that the meeting be adjourned in the memory of her husband's aunt Elma Spooner, and Olivia Bazil's son Gregory Bazil.

**Mayor Perrodin** requested that the meeting be adjourned in the memory of long-time resident, Joseph Spraggins.

## ADJOURNMENT

On motion by Zurita, seconded by Arceneaux, the meeting was adjourned at 8:22 p.m. in the memory of **Daphne McKinley** and **Elma Spooner**, **Gregory Bazil** and **Joseph Spraggins**, by the following vote on roll call:

**AYES: Council Members - Zurita, Dobson, Arceneaux, Jones, Perrodin**

**NOES: Council Members - None**

**ABSENT: Council Members - None**

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Clerk of the City of Compton

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Mayor of the City of Compton





December 27, 2011

**TO: MAYOR AND MEMBERS OF THE CITY COUNCIL**

**FROM: CITY ATTORNEY**

**SUBJECT: A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON  
AUTHORIZING THE CITY MANAGER TO ISSUE A PURCHASE  
ORDER TO THE STATE OF CALIFORNIA DEPART OF INDUSTRIAL  
RELATIONS IN PAYMENT OF THE ANNUAL FEES FOR CONTINUED  
ADMINISTRATION OF THE CITY'S WORKERS' COMPENSATION  
SELF-INSURANCE PROGRAM**

**SUMMARY:**

The City Council will consider adopting a Resolution authorizing the City Manager to authorize payment of the annual fees to the State of California Department of Industrial Relations for continued administration of the City's Workers' Compensation Self-Insurance Program.

**BACKGROUND:**

The City of Compton is self-insured/administered for provision of workers' compensation benefits to City employees who are injured on the job up to \$1,000,000.00.

**STATEMENT OF ISSUE:**

As an employer who is permissibly self-insured for workers' compensation liabilities in California, the City is required to pay certain assessments. This consists of the following: Workers' Compensation Administration Revolving Fund Assessment, Uninsured Employers Benefits Trust Fund Assessment, Subsequent Injuries Benefits Trust Fund Assessment, Occupational Safety and Health Fund Assessment, Workers' Compensation Fraud Account Assessment and Labor Enforcement and Compliance Fund. These fees are required by the state to legally administer a workers' compensation program at the City. The City of Compton's assessment was received December 5, 2011 and is due and payable.

Staff Report re Issue Purchase Order to State  
Department of Industrial Relations For  
Administration of Workers' Compensation Self-Insurance  
December 27, 2011, page 2

**FINANCIAL IMPACT:**

The City of Compton's fees for fiscal year July 1, 2011 through June 30, 2012 have been assessed at \$24,898.20, based on the State 2010/2011 Annual Report as submitted by the Risk Management Division of the City Attorney's Office.

Funds for this payment have been allocated in the 2011-2012 Fiscal Year Budget of the City Attorney's Office budget in Account No. 6300-420000- 4262.

**RECOMMENDATION:**

It is recommended that the City Council adopt the attached Resolution authorizing the City Manager to issue a purchase order to the State Department of Industrial Relations for the continued administration of the City's Workers' Compensation Self-Insurance Program.

**APPROVED FOR FORWARDING**

**MONICA TURNER**  
**RISK MANAGER**

**P. LAMONT EWELL**  
**CITY MANAGER**

**CRAIG CORNWELL**  
**CITY ATTORNEY**

Attachment: Proposed Resolution

RESOLUTION NO. \_\_\_\_\_

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON AUTHORIZING THE CITY MANAGER TO ISSUE A PURCHASE ORDER TO THE STATE OF CALIFORNIA DEPARTMENT OF INDUSTRIAL RELATIONS IN PAYMENT OF ANNUAL FEES FOR CONTINUED ADMINISTRATION OF THE CITY’S WORKERS’ COMPENSATION SELF-INSURANCE PROGRAM**

**WHEREAS**, the City of Compton is self-insured and administered for provision of workers’ compensation benefits to City employees who are injured on the job up to \$1,000,000.00; and

**WHEREAS**, the City is required to pay certain assessments as required by the State of California, pursuant to the City’s self-insured/administered status for Workers’ Compensation; and

**WHEREAS**, the City of Compton’s fees for fiscal year July 1, 2011 through June 30, 2012 have been assessed at \$24,898.20 based on the 2010/2011 Annual Report as presented to the State by the Risk Management Division of the City Attorney’s Office; and

**WHEREAS**, staff recommends the annual fees to the State of California for continued administration of the City’s self-insured workers’ compensation program be authorized for payment.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF COMPTON DOES HEREBY RESOLVE AS FOLLOWS:**

**SECTION 1.** That the City Manager is hereby authorized to issue a purchase order to the State of California to pay annual fees for the continued administration of the City’s self-insured workers’ compensation program.

**SECTION 2.** That the funds for these services are allocated in account fund number 6300-420-000-4262 for the Fiscal Year 2011-2012 in the City Attorney’s budget.

**SECTION 3.** That a certified copy of this resolution will be filed in the offices of the City Manager, City Attorney, City Controller and the City Clerk.

**SECTION 4.** That the Mayor shall sign and the City Clerk shall attest to this resolution.

**ADOPTED** this \_\_\_\_\_ day of \_\_\_\_\_, 2011.

\_\_\_\_\_  
**MAYOR OF THE CITY OF COMPTON**

**ATTEST:**

\_\_\_\_\_  
**CITY CLERK OF THE CITY OF COMPTON**

STATE OF CALIFORNIA  
COUNTY OF LOS ANGELES  
CITY OF COMPTON

RESOLUTION NO. \_\_\_\_\_  
Page 2

I, Alita Godwin, City Clerk of the City of Compton, hereby certify that the foregoing resolution was adopted by the City Council, signed by the Mayor, and attested by the City Clerk at a regular meeting thereof held on the \_\_\_\_\_day of \_\_\_\_\_, 2011.

That said resolution was adopted by the following vote:

|                  |                         |
|------------------|-------------------------|
| <b>AYES:</b>     | <b>COUNCIL MEMBERS—</b> |
| <b>NOES:</b>     | <b>COUNCIL MEMBERS—</b> |
| <b>ABSENT:</b>   | <b>COUNCIL MEMBERS—</b> |
| <b>ABSTAINS:</b> | <b>COUNCIL MEMBERS—</b> |

\_\_\_\_\_  
CITY CLERK OF THE CITY OF COMPTON

RESOLUTION SIGN-OFF FORM

DEPARTMENT: City Attorney

RESOLUTION TITLE: A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON AUTHORIZING THE CITY MANAGER TO ISSUE A PURCHASE ORDER TO THE STATE OF CALIFORNIA DEPARTMENT OF INDUSTRIAL RELATIONS IN PAYMENT OF ANNUAL FEES FOR CONTINUED ADMINISTRATION OF THE CITY’S WORKERS’ COMPENSATION SELF-INSURANCE PROGRAM

Ruth Rugley  
DEPARTMENT MANAGER’S SIGNATURE

12/21/2011 12:59:40 PM  
DATE

REVIEW / APPROVAL

Ruth Rugley  
CITY ATTORNEY

12/21/2011 7:55:04 PM  
DATE

Stephen Ajobiewe  
CITY CONTROLLER

12/22/2011 8:27:40 AM  
DATE

P. Lamont Ewell  
CITY MANAGER

12/21/2011 4:45:07 PM  
DATE

|                            |                                                                                                                                    |
|----------------------------|------------------------------------------------------------------------------------------------------------------------------------|
| Use when:                  |                                                                                                                                    |
| Public Works:              | When contracting for Engineering Services.                                                                                         |
| City Attorney:             | When contracting for legal services; contracts that require City Attorney’s review.                                                |
| Controller/Budget Officer: | Amending Budget; appropriating and/or transferring funds; adding and/or deleting positions; any resolution having account numbers. |
| Asst. City Manager/OAS:    | All personnel actions.                                                                                                             |



December 27, 2011

TO: MAYOR AND COUNCIL MEMBERS

FROM: GENERAL MANAGER, WATER DEPARTMENT

SUBJECT: A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON AUTHORIZING THE CITY MANAGER TO ISSUE A PURCHASE ORDER TO THE DEPARTMENT OF WATER RESOURCES TO PAY THE ANNUAL RICHLAND FARMS ASSESSMENT FEES

### **SUMMARY**

This resolution authorizes the City Manager to issue a purchase order to the Department of Water Resources in the amount of \$42,383.31 (Forty-two Thousand, Three Hundred Eighty-three Dollars and Thirty-one Cents) for the annual assessment fees.

### **BACKGROUND**

The Department of Water Resources (DWR) awarded loans to local water agencies to make specified improvements under the Safe Drinking Water Bond Law of 1976 as required by the Department of Health Services.

On December 29, 1983 the City Council passed Resolution #13,796 creating the Richland Farms Special Assessment District. This assessment was formed to allow residents of Richland Farms the opportunity to borrow money from DWR to be used to construct a water system for their area.

### **STATEMENT OF THE ISSUE**

The Municipal Water Department bills each resident a yearly assessment fee to repay this debt. The DWR invoices the Municipal Water Department a yearly assessment fee that is due no later than January 1, 2012.

### **ALTERNATIVE**

There is no alternative, this is a yearly obligation.

### **FISCAL IMPACT**

Funds are available in the 2011-12 fiscal year budget in account 5100-850-000-4297.

**#3.**

Staff Report for DWR  
Page 2

**RECOMMENDATIONS**

It is recommended that the Mayor and City Council authorize the City Manager to execute a purchase order to the Department of Water Resources in the amount of 42,383.31(Forty-two Thousand, Three Hundred Eighty-three Dollars and Thirty-one Cents).

**APPROVED FOR FORWARDING**

**KAMBIZ SHOGLI  
GENERAL MANAGER**

**P. LAMONT EWELL  
CITY MANAGER**



**RESOLUTION NO. \_\_\_\_\_**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON  
AUTHORIZING THE CITY MANAGER TO ISSUE A PURCHASE ORDER  
TO THE DEPARTMENT OF WATER RESOURCES TO PAY THE ANNUAL  
RICHLAND FARMS ASSESSMENT FEES**

**WHEREAS**, the State of California Department of Water Resources (WRD) awarded loans to local water agencies to make specified improvements under the Safe Drinking Water Bond Law of 1976; and

**WHEREAS**, on December 29, 1983 the City Council passed Resolution #13,796 creating the Richland Farms Special Assessment District; and

**WHEREAS**, this assessment was formed to allow the residents of Richland Farms the opportunity to borrow money from DWR to construct a water system for their area; and

**WHEREAS**, each year the Water Department receives a list from the County Recorder’s Office outlining each residents assessment fee and in turn the Department sends each resident a statement indicating the amount of their assessment fee for the year; and

**WHEREAS**, funds for these expenditures are available in the 2011-12 fiscal year budget in account 5100-850-000-4297 (Richland Farms Assessment).

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF COMPTON  
DOES HEREBY RESOLVE AS FOLLOWS:**

**SECTION 1.** That the City Manager is authorized to issue a purchase order in the amount of \$42,383.31 (Forty-two Thousand, Three Hundred Eighty-three Dollars and Thirty-one Cents) to the State of California Department of Water Resources for the Richland Farms Assessment fees.

**SECTION 2.** That a copy of this resolution shall be filed in the offices of the City Manager, City Controller, City Clerk and Municipal Water Department.

**SECTION 3.** That the Mayor shall sign and the City Clerk shall attest to the adoption of this resolution.

**ADOPTED** this \_\_\_\_\_ day of \_\_\_\_\_, 2011.

\_\_\_\_\_  
**MAYOR OF THE CITY OF COMPTON**

**ATTEST:**

\_\_\_\_\_  
**CITY CLERK OF THE CITY OF COMPTON**

**STATE OF CALIFORNIA  
COUNTY OF LOS ANGELES  
CITY OF COMPTON**

RESOLUTION NO. \_\_\_\_\_  
PAGE 2

I, Alita Godwin, City Clerk of the City of Compton, hereby certify that the foregoing resolution was adopted by the City Council, signed by the Mayor and attested by the City Clerk at a regular meeting thereof held on the \_\_\_\_\_ day of \_\_\_\_\_ 2011.

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

|          |                  |
|----------|------------------|
| AYES:    | COUNCIL MEMBERS- |
| NOES:    | COUNCIL MEMBERS- |
| ABSENT:  | COUNCIL MEMBERS- |
| ABSTAIN: | COUNCIL MEMBERS- |

\_\_\_\_\_  
CITY CLERK OF THE CITY OF COMPTON

RESOLUTION SIGN-OFF FORM

DEPARTMENT: Water Department

RESOLUTION TITLE: A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON AUTHORIZING THE CITY MANAGER TO ISSUE A PURCHASE ORDER TO THE DEPARTMENT OF WATER RESOURCES TO PAY THE ANNUAL RICHLAND FARMS ASSESSMENT FEES

Kambiz Shoghi  
DEPARTMENT MANAGER’S SIGNATURE

12/14/2011 11:58:40 AM  
DATE

REVIEW / APPROVAL

Ruth Rugley  
CITY ATTORNEY

12/21/2011 7:54:28 PM  
DATE

Stephen Ajobiewe  
CITY CONTROLLER

12/22/2011 8:30:23 AM  
DATE

P. Lamont Ewell  
CITY MANAGER

12/21/2011 4:43:41 PM  
DATE

|                            |                                                                                                                                    |
|----------------------------|------------------------------------------------------------------------------------------------------------------------------------|
| Use when:                  |                                                                                                                                    |
| Public Works:              | When contracting for Engineering Services.                                                                                         |
| City Attorney:             | When contracting for legal services; contracts that require City Attorney’s review.                                                |
| Controller/Budget Officer: | Amending Budget; appropriating and/or transferring funds; adding and/or deleting positions; any resolution having account numbers. |
| Asst. City Manager/OAS:    | All personnel actions.                                                                                                             |



December 27, 2011

TO: HONORABLE MAYOR AND CITY COUNCIL MEMBERS

FROM: CITY MANAGER

**SUBJECT: A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF  
COMPTON DECLARING A REVENUE SHORTFALL AND  
WORKFORCE REDUCTION FOR FISCAL YEAR 2011-2012**

### **SUMMARY**

This Resolution is declaring a Revenue Shortfall and Workforce Reduction for Fiscal Year 2011-2012.

### **BACKGROUND**

On April 25, 2011, the City Controller's report to the City Council indicated a current year (i.e. FY 2010-2011) General Fund shortfall of approximately \$9 million. It was also anticipated that the City could expect to face a General Fund revenue shortfall for the upcoming 2011-2012 Fiscal Year. In order to provide flexibility in responding to this crisis, on May 24, 2011, the City Council adopted Resolution No. 23,329, which authorized the City Manager to declare a Workforce Reduction for Fiscal Year 2011-2012.

Since the adoption of Resolution No. 23,329 and subsequent adoption of the City's 2011-2012 Fiscal Year budget in July 2011, review of records and financial reports have revealed that even with the workforce reduction and drastic cuts to the City's operations and maintenance programs, the budget deficit remains at more than \$3 million dollars.

### **STATEMENT OF THE ISSUE**

In addition to the 2011-2012 Fiscal Year General Fund budget deficit of \$3.497 million dollars, the City has a General Fund budget deficit of approximately \$41.9 million dollars that represents monies borrowed – which must be repaid with interest -- over the years from various other funds, a weakened cash flow and no reserves. Additionally, the City currently owes Los Angeles County approximately \$8.4 million for services rendered by the Sheriff's Department in missed payments and late penalties. The City's bond rating has been lowered to "BBB negative."

In order to balance the 2011-2012 Fiscal Year budget, the City will be utilizing 2 one-time revenue sources -- \$1.150 million from Lease Revenue Bond proceeds and \$1.0 million from a settlement obtained by the City Attorney's Office. Additionally, the City is

**Staff Report – Resolution Declaring Revenue  
Shortfall and Workforce Reduction for FY 2011-2012  
December 27, 2011, page 2**

in the process of canceling or modifying a number outside source contracts which should save the City approximately \$244,000 dollars.

The City has been engaged in negotiations with the 5 employee bargaining units in efforts to close the remaining approximate \$1.1 million budget deficit gap, and while some general agreements were reached, the parties have not been able to reach a final accord. Therefore, in order to balance the current year budget the City is essentially left with no other option but to make further reductions to the workforce.

## **ALTERNATIVE**

Without authority to declare a workforce reduction the City will not have the ability to manage its current General Fund fiscal crisis.

## **FINANCIAL IMPACT**

A workforce reduction could result in balancing the General Fund budget for Fiscal Year 2011-2012 by reducing approximately \$1.1 to \$2.0 million dollars in expenses.

## **RECOMMENDATIONS**

It is recommended that the City Council of the City of Compton adopt the attached Resolution declaring a Revenue Shortfall and Workforce Reduction for Fiscal Year 2011-2012.

**P. LAMONT EWELL  
CITY MANAGER**

PLE:CJC;RAR:rar

**RESOLUTION NO. \_\_\_\_\_**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON  
DECLARING A REVENUE SHORTFALL AND WORKFORCE  
REDUCTION FOR FISCAL YEAR 2011-2012**

**WHEREAS**, in April 2011, the City Controller reported to the City Council that It was anticipated that the City could expect to face a General Fund revenue shortfall for the upcoming 2011-2012 Fiscal Year; and

**WHEREAS**, in order to provide flexibility in responding to this financial crisis, on May 24, 2011, the City Council adopted Resolution No. 23,329, which authorized the City Manager to declare a Workforce Reduction for Fiscal Year 2011-2012; and

**WHEREAS**, since the adoption of Resolution No. 23,329 and subsequent adoption of the City's 2011-2012 Fiscal Year budget in July 2011, review of records and financial reports have revealed that even with the workforce reduction and drastic cuts to the City's operations and maintenance programs, the budget deficit remains at more than \$3 million dollars; and

**WHEREAS**, in addition to the 2011-2012 Fiscal Year General Fund budget deficit of \$3.497 million dollars, the City has a General Fund budget deficit of approximately \$41.9 million dollars that represents monies borrowed over the years from various other funds, a weaken cash flow and no reserves. Additionally, the City currently owes Los Angeles County approximately \$8.4 million for services rendered by the Sheriff's Department in missed payments and late penalties; and

**WHEREAS**, the City will be utilizing 2 one-time revenue sources -- \$1.150 million from Lease Revenue Bond proceeds and \$1.0 million from a settlement obtained by the City Attorney's Office and the City is in the process of canceling or modifying a number outside source contracts which should save the City approximately \$244,000 dollars; and

**WHEREAS**, the City has been engaged in negotiations with the various employee bargaining units in efforts to close the remaining approximate \$1.1 million budget deficit gap, and while some general agreements were reached, the parties have not been able to reach a final accord; and

**WHEREAS**, a reduction in the workforce could result in an approximate \$1.1 to \$2.0 million dollar deficit reduction this fiscal year.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF COMPTON  
DOES HEREBY RESOLVE AS FOLLOWS:**

**Section 1.** That it is the opinion of the City Council of the City of Compton that a reduction in staff is necessary to keep the City solvent.

**Section 2.** That the City Manager is hereby authorized to declare a workforce reduction due to the projected revenue shortfall and General Fund deficit in accordance with the Personnel Rule 8 and City Charter Section 1107.

**Section 3.** That the City Manager is authorized to abolish positions and/or reduce the number of employees in a given class in the Classified Service.

**Section 4.** That a copy of this Resolution shall be filed in the offices of the City Clerk, City Attorney, City Manager and the City Controller.

**Section 5.** That the Mayor shall sign and the City Clerk shall attest to the adoption of this Resolution.

**ADOPTED** this \_\_\_\_\_ day of \_\_\_\_\_, 2011.

\_\_\_\_\_  
**MAYOR OF THE CITY OF COMPTON**

**ATTEST:**

\_\_\_\_\_  
**CITY CLERK OF THE CITY OF COMPTON**

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

I, Alita Godwin, City Clerk of the City of Compton, hereby certify that the foregoing Resolution was adopted by the City Council of the City of Compton, signed by the Mayor and attested by the City Clerk at a regular meeting thereof held on this \_\_\_\_\_ day of \_\_\_\_\_, 2011.

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

**AYES:           COUNCILMEMBERS-**  
**NOES:          COUNCILMEMBERS-**  
**ABSTAIN:       COUNCILMEMBERS-**  
**ABSENT:        COUNCILMEMBERS-**

\_\_\_\_\_  
**CITY CLERK OF THE CITY OF COMPTON**



RESOLUTION SIGN-OFF FORM

DEPARTMENT: City Attorney

RESOLUTION TITLE: A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON DECLARING A REVENUE SHORTFALL AND WORKFORCE REDUCTION FOR FISCAL YEAR 2011-2012

Ruth Rugley  
DEPARTMENT MANAGER’S SIGNATURE

12/22/2011 1:46:27 PM  
DATE

REVIEW / APPROVAL

Ruth Rugley  
CITY ATTORNEY

12/22/2011 4:21:44 PM  
DATE

Stephen Ajobiewe  
CITY CONTROLLER

12/22/2011 4:15:02 PM  
DATE

P. Lamont Ewell  
CITY MANAGER

12/22/2011 2:36:40 PM  
DATE

|                            |                                                                                                                                    |
|----------------------------|------------------------------------------------------------------------------------------------------------------------------------|
| Use when:                  |                                                                                                                                    |
| Public Works:              | When contracting for Engineering Services.                                                                                         |
| City Attorney:             | When contracting for legal services; contracts that require City Attorney’s review.                                                |
| Controller/Budget Officer: | Amending Budget; appropriating and/or transferring funds; adding and/or deleting positions; any resolution having account numbers. |
| Asst. City Manager/OAS:    | All personnel actions.                                                                                                             |

