



MINUTES OF THE CITY COUNCIL

PROPOSED OPERATING BUDGET FOR FISCAL YEAR 2013-2014 PROPOSED 2013-2014 CAPITAL BUDGET AND 2014-2018 CAPITAL IMPROVEMENT PROGRAM STUDY SESSIONS

May 8, 2013 – May 10, 2013

The Council of the City of San José convened in Regular Budget Study Session on Wednesday, May 8, 2013 at 9:08 a.m. in Council Chambers, City Hall Council Wing, San José, California.

Present: Council Members - Campos, Chu, Constant (9:27), Herrera (9:25), Kalra (9:19), Khamis, Liccardo, Nguyen, Oliverio, Rocha (9:56); Reed.

Absent: Council Members - All Present.

Staff: Assistant City Attorney Ed Moran, Assistant City Manager Ed Shikada, Budget Director Jennifer Maguire; Director of Economic Development/Chief Strategist Kim Welsh, John Lang, Economic Development Business Development Team/Economist; Acting City Clerk Toni Taber, and Legislative Secretary Ruth Krantz.

Opening Comments

Mayor Reed presented opening comments and addressed San José's Fiscal Reform Plan, progress made to date, and remaining threats to fiscal stability. He further outlined the study session and public hearing schedules, and announced the final adoption of the budget would be June 18, 2013.

Overview Presentation

Budget Director Jennifer Maguire outlined the City Manager's proposed operating budget for 2013-2014, including recommended budget actions.

Access the video, the agenda and related reports for this meeting by visiting the City's website at <http://www.sanjoseca.gov/civiccentertv>. For information on any ordinance that is not hyperlinked to this document, please contact the Office of the City Clerk at (408) 535-1266.

2013-2014 Operating Budget

John Lang, Business Development Team/Economist, discussed job growth and recession recovery. Budget Director Jennifer Maguire further outlined general fund uses by category and 2013-2014 budget balancing strategy changes in general fund uses.

Extensive discussion followed regarding the proposed operating budget. Staff responded to questions from Council.

Community and Economic Development

Director of Planning, Building and Code Enforcement Joseph Horwedel, Director of Housing Leslye Corsiglia and Director of Economic Development/Chief Strategist Kim Walesh provided the overview on the Community and Economic Development CSA Operating Budget.

Council discussion followed regarding preservation of essential services.

Mayor Reed adjourned the budget study session at 11:32 a.m.

RECESS/RECONVENE

The City Council recessed at 11:32 a.m. from the budget study session on Wednesday, May 8, 2013 and reconvened on Thursday, May 9, 2013 at 9:08 a.m. in the Council Chambers, City Hall Council Wing, San José, California.

Present: Council Members - Campos, Constant (9:48), Herrera (9:42), Kalra (9:42), Khamis, Nguyen, Oliverio, Rocha; Reed.

Absent: Council Members - Chu, Liccardo.

Staff: Assistant City Attorney Ed Moran, City Manager Debra Figone, Budget Director Jennifer Maguire, Assistant City Manager Edward K. Shikada, Director of Economic Development/Chief Strategist Kim Walesh, Deputy Director of Economic Development, Nanci J. Klein; Director of Public Works David Sykes; Acting City Clerk Toni Taber, and Legislative Secretary Ruth Krantz.

Community and Economic Development (Cont'd.)

A continuation of the presentation regarding Core Services and Performance Measures followed, and Director of Economic Development/Chief Strategist Kim Walesh, Director of Planning, Building and Code Enforcement Joseph Horwedel, and Director of Housing Leslye Corsiglia responded to questions from Council.

Environmental and Utility Services CSA

Environmental Services Director Kerrie Romanow provided a brief overview of the Environmental and Utility Services. Director of Public Works David Sykes, Director of Transportation Hans Larsen, Assistant City Manager Ed Shikada, and Budget Director Jennifer Maguire responded to questions from Council.

Neighborhood Services

Deputy City Manager/Acting Director of Parks, Recreation and Neighborhood Services Norberto Dueñas and Director of Parks, Recreation and Neighborhood Services Julie Edmonds-Mares provided the Neighborhood Services CSA Core Services Operating Budget and outlined impacts of budget actions on City Service Area key services and priorities. Acting Assistant Director of Parks, Recreation and Neighborhood Services Angel Rios and Mario Marciel of the Gang Prevention Task Force responded to questions from Council, and Code Enforcement Supervisor Diane Buchanan discussed issues raised due to medical marijuana.

RECESS/RECONVENE

The City Council recessed from the budget study session at 12:03 p.m. and reconvened at 1:32 p.m. in the Council Chambers, City Hall Council Wing, San José, California.

Present: Council Members - Campos, Chu, Constant, Herrera, Kalra, Khamis, Liccardo, Nguyen, Oliverio, Rocha; Reed.

Absent: Council Members - All Present.

Neighborhood Services (Cont'd.)

Acting Assistant Director of Parks, Recreation and Neighborhood Services Angel Rios responded to questions regarding reintroducing park rangers into the system to restore a sense of safety to enforce all the Muni codes and all the profit regulations, and to continue supporting the efforts of the City's social service providers in dealing with homeless encampments .

Public Safety

Acting Chief of Police Larry Esquivel, Independent Police Auditor La Doris Cordell and Fire Chief William McDonald presented an overview of the Public Safety CSA Operating Budget.

Fire Chief William McDonald discussed the safety issues relating to marijuana dispensaries, and staff responded to further questions from Council including assessing operational changes necessary to resolve crime, medical and fire related crime successfully with the goal of maintaining response time objectives.

Public Comments

Amber Yohalem addressed the influx of Vietnamese coffee shops, and the social implications of unregulated gambling and prostitution.

RECESS/RECONVENE

The City Council recessed at 4:56 p.m. from the budget study session on Thursday, May 9, 2013 and reconvened on Friday, May 10, 2013 at 9:15 a.m. in the Council Chambers, City Hall Council Wing, San José, California.

Present: Council Members - Campos, Chu, Constant, Herrera, Kalra (9:40), Khamis, Liccardo, Nguyen, Oliverio (9:45), Rocha; Reed.

Absent: Council Members - All Present.

Staff: Assistant City Attorney Ed Moran, City Manager Debra Figone, Budget Director Jennifer Maguire, Assistant City Manager Edward K. Shikada, Director of Aviation William F. Sherry, Director of Transportation Hans Larsen, Director of Finance Julia H. Cooper, Assistant Director of Transportation Jim Ortbal, Acting City Clerk Toni Taber, and Legislative Secretary Ruth Krantz.

Transportation and Aviation Services

Director of Aviation William Sherry and Acting Director of Transportation Hans Larsen presented the Transportation and Aviation Services 2013-2014 Proposed Operating Budget and responded to Council questions and comments.

Council discussion followed.

Mayor, Council and Council Appointees

Assistant City Attorney Ed Moran summarized the Office of the City Attorney's proposed 2013-2014 Operating Budget.

City Auditor Sharon Erickson outlined the Office of the City Auditor's proposed 2013-2014 Operating Budget.

Acting City Clerk Toni Taber, presented the Office of the City Clerk's proposed 2013-2014 Operating Budget.

City Manager Debra Figone provided an overview of the Office of the City Manager's proposed 2013-2014 Operating Budget.

Council discussion ensued.

RECESS/RECONVENE

The City Council recessed from the budget study session at 12:00 p.m. and reconvened at 1:32 p.m. in the Council Chambers, City Hall Council Wing, San José, California.

Present: Council Members - Campos, Chu, Constant, Herrera, Kalra, Khamis, Liccardo, Nguyen, Oliverio, Rocha; Reed.

Absent: Council Members - All Present.

2013-2014 Capital Budget and 2014-2018 Capital Improvement Program

Assistant to the City Manager, Jim Shannon and Director of Public Works David Sykes provided an overview. Fire Department Deputy Director Ronald D'Acchioli responded to questions.

Mayor Reed adjourned the budget study session at 2:40 p.m.

ATTACHMENT A

Documents Filed:

- (1) Mayor Reed's presentation dated May 8, 2013 presenting the 2013-2014 Proposed Operating Budget Overview.
- (2) Staff presentation dated May 8, 2013 presenting Community & Economic Development 2013-2014 Proposed Operating Budget.
- (3) Staff presentation dated May 8, 2013 presenting the 2013-2014 Proposed Operating Budget Overview.
- (4) Staff presentation dated May 9, 2013 presenting the Public Safety 2013-2014 Proposed Operating Budget.
- (5) Staff presentation dated May 9, 2013 presenting an overview of the Office of the City Attorney Proposed Operating Budget.
- (6) Staff presentation dated May 9, 2013 presenting an overview of the Neighborhood Services 2013-2014 Proposed Operating Budget.
- (7) Staff presentation dated May 10, 2013 presenting an overview of the Environmental & Utility Services 2013-2014 Proposed Operating Budget
- (8) Staff presentation dated May 10, 2013 presenting an overview of the Office of the City Clerk's Proposed Operating Budget.
- (9) Staff presentation dated May 10, 2013 presenting an overview of the City Manager's Office role and initiatives for 2013-2014.
- (10) Staff presentation dated May 13, 2010 summarizing the Strategic Support CSA Operating Budget.
- (11) Staff presentation dated May 10, 2013 presenting an overview of the Office of the City Auditor 2013-2014 Proposed Operating Budget.
- (12) Staff presentation dated May 10, 2013 presenting an overview of Transportation and Aviation Services 2013-2014 Proposed Operating Budget.
- (13) Proposed 2013-2014 Capital Budget – 2014-2018 Capital Improvement Program.