STAFF REPORT
CITY OF SOLANA BEACH

TO: Honorable Mayor and City Councilmembers
FROM: David Ott, City Manager
MEETING DATE: June 29, 2011
ORIGINATING DEPT: City Manager
SUBJECT: Consideration of a Fiscal Sustainability Ad Hoc Committee

BACKGROUND:
On June 22, 2011, Councilmember Roberts asked that Council discuss whether a Fiscal Sustainability Ad Hoc Committee should be created for the purpose of working with Staff regarding potential structural changes that may need to be considered to address the current deficit of the proposed Fiscal Year 2011-12 Budget and future. This item has been prepared for Council to consider whether to create a Fiscal Sustainability Ad Hoc Committee.

DISCUSSION:
On June 22, 2011, Council adopted Resolution 2011-098 renewing a declaration of a fiscal emergency and Resolution 2011-100 continuing the Fiscal Year 2010-2011 appropriations commencing on July 1, 2011 and ending with the adoption of the 2011-2012 Budget. Council intends to return on August 24, 2011, after the Council summer break, to review potential structural changes in order to address the deficit and adopt the Fiscal Year 2011-12 Budget.

Council will discuss whether the creation of an Ad Hoc Committee should be established at this time.

CEQA COMPLIANCE STATEMENT:
Not a project as defined by CEQA

FISCAL IMPACT:
None

OPTIONS:
- Establish the Fiscal Sustainability Ad Hoc Committee.
- Do not establish the Committee.

DEPARTMENT RECOMMENDATION:
Staff recommends the City Council:

CITY COUNCIL ACTION: ____________________________

AGENDA ITEM C.1.
1. Discuss whether a Fiscal Sustainability Ad Hoc Committee should be created.

2. If the need for an Ad Hoc Committee is determined, adopt Resolution 2011-110 establishing the Fiscal Sustainability Ad Hoc Committee until June 28, 2012 and appoint two Councilmembers.

**CITY MANAGER’S RECOMMENDATION:**
Approve Department Recommendation.

[Signature]

David Ott, City Manager

Attachments: 1. Resolution 2011-110
RESOLUTION 2011-110

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SOLANA BEACH, CALIFORNIA, ESTABLISHING THE FISCAL SUSTAINABILITY AD HOC COMMITTEE

WHEREAS, the City Council has adopted Resolution 2008-022 establishing a City Council Committee Policy No. 2 governing City Council committees; and

WHEREAS, Council adopted Resolution 2011-098 renewing a declaration of a fiscal emergency and Resolution 2011-100 continuing the Fiscal Year 2010-2011 appropriations commencing on July 1, 2011 and ending with the adoption of the 2011-2012 Budget; and

WHEREAS, the City Council has determined the need for an Ad Hoc Committee to assist in determining structural changes to be addressed by Council to reduce the deficit of the proposed 2011-12 Budget; and

WHEREAS, the Ad Hoc committee established hereunder shall have the membership listed herein.

NOW, THEREFORE, the City Council of the City of Solana Beach, California does hereby resolve as follows:

1. That the above recitations are true and correct.

2. That the City Council hereby re-establishes the Fiscal Sustainability Ad Hoc Committee as follows:

   a. Purpose: The Fiscal Sustainability Ad Hoc Committee is formed with the intent of assisting Staff, on an as-needed basis, to determine potential structural changes to be addressed by Council regarding the current deficit for Fiscal Year 2011-12 Budget.

   b. Membership: Membership of the Committee shall include two Councilmembers.
c. Term: The term of this Ad Hoc Committee shall expire on June 28, 2012, unless terminated earlier by Council action.

PASSED AND ADOPTED this ___ day of June, 2011, at a special meeting of the City Council of the City of Solana Beach, California by the following vote:

AYES: Councilmembers –
NOES: Councilmembers –
ABSTAIN: Councilmembers –
ABSENT: Councilmembers –

LESA HEEBNER, Mayor

APPROVED AS TO FORM: ATTEST:

JOHANNA N. CANLAS, City Attorney ANGELA IVEY, City Clerk