

Redding City Council, Special Meeting
 10-Year Budget Workshop
 Civic Center Council Chambers
 777 Cypress Avenue
 Redding, CA 96001
 May 8, 2019, 2:00 PM

The meeting was called to order by Mayor Julie Winter with the following Council Members present: Michael Dacquisto, Adam McElvain, Erin Resner, and Kristen Schreder.

Also present were: City Manager Barry Tippin, Assistant City Manager Sheri DeMaagd, Assistant City Attorney Jake Baldwin, Finance Director/City Treasurer Allyn Van Hooser, City Clerk Pamela Mize, and Executive Assistant Anette Cates.

Presentation regarding the City of Redding's 10-Year Plan.

City Manager Tippin highlighted the Report to the City Council (staff report), and provided a PowerPoint presentation, both incorporated herein by reference.

According to Mr. Tippin, historically the 10-Year Plan has been reviewed by the City Council (Council) along with the biennial budget. This workshop was designed to provide Council an opportunity to provide input earlier in the process.

Mr. Tippin noted that Council Policy 412 requires the City to maintain five percent of the projected expenditures unreserved cash balance at the end of each year for all major funds. He advised that, although this policy has served the City well, events such as the Great Recession has demonstrated that changes should be discussed.

City Manager Tippin asked the Council to provide direction regarding the following four changes recommended by staff:

- (1) 10% Reserve versus Contingency Fund: Staff recommended that, rather than establishing a Contingency Fund, the City begin to slowly grow the permanent reserve to 10 percent of projected expenditures;
- (2) Six-Year Plan Focus versus 10-Year Plan: Staff recommended that, although a 10-year Plan (Plan) would continue to be developed, the focus would shift to the first six years of the Plan;
- (3) Roll Property Revenue into Unrestricted Cash: Staff recommended that revenue from the sale of property be moved to the unrestricted cash fund; and
- (4) Utilize a volatility value for out-years: Staff recommended that when preparing the Plan, a volatility value factor be incorporated in the later years.

Following discussion, by unanimous consensus, the City Council directed staff to implement the four changes as recommended.

ADJOURNMENT

There being no further business, Mayor Winter declared the meeting adjourned at the hour of 3:15 p.m.

APPROVED:

 Julie Winter, Mayor

ATTEST:

 Pamela Mize, City Clerk