

EXHIBIT A
MODIFICATIONS TO THE 2014-15
ADOPTED BUDGET
AS ADOPTED BY THE CITY COUNCIL ON JUNE 17, 2014

1. Increase the FY 2014-15 General Fund revenue estimates in total by \$1,271,600 for expected revenue increases in property tax, transient occupancy tax (Hotel Tax), building and zoning fees, CDBG grant revenue, Business Improvement District Revenue (BID), and other revenue changes. A decrease in the sales tax revenue estimate is also reflected in the changes. Detailed line item changes are shown on Exhibit B.
2. Decrease ongoing appropriations in the General Fund by \$23,000 to reflect changes due to employee turnover in the Police Department, a higher salary grade for the Deputy City Manager/Director of Community Services and Personnel Services Manager, increases in ongoing maintenance and operations costs, and changes to Business Improvement District appropriations. Detailed changes are shown on Exhibit C.
3. Appropriate \$100,000 in ongoing funds in the General Fund to continue the contract building inspector program in order to keep up with the increasing volume of building inspections..
4. Appropriate \$110,000 in ongoing funds in the General Fund to continue the contract plan review service in the Building Division. These contract services keep up with the increasing number of plan check submittals and help meet the goal of a two-week turn around for each plan submittal.
5. Appropriate \$50,000 in ongoing funds in the General Fund for the increase in billing rate for the City Attorney. The City Attorney monthly retainer for general matters will increase from \$7,100 to \$8,500 and the hourly rate for general matters in excess of the 60 hours per month and for specialized transactional matters from \$225 to \$235.
6. Appropriate \$200,000 in one-time funds in the General Fund to supplement funding for the Burn Dump Restoration Project. This will bring the total project funding to \$2.3 million which includes a \$750,000 grant from CalRecycle.
7. Appropriate \$1 million in ongoing funds in the General Fund to further address the City's unfunded pension liability and future CalPERS rate increase for the Miscellaneous pension plan. This additional funding would help stabilize the expected CalPERS rate increases and pay down the pension plan unfunded liability. This amount is still \$400,000 less than the recommended \$1.4 million of funding needed for this plan.
8. Appropriate \$28,100 in ongoing funds in the General Fund to increase the monthly stipend for members of the Arts Commission to \$113, Planning Commissioners to \$324, Design Review Board members to \$324, effective July 1, 2014, and City Councilmembers to \$749, effective December 1, 2014. In addition, provide one free Shoppers Permit for life to councilmembers that complete one full four-year term on the Laguna Beach City Council.
9. Appropriate \$30,000 in ongoing funds in the General Fund for a contract Part-time Public Information Coordinator. This contract position will update the City website, City Facebook Page, and other social media/ news outlets as necessary to engage and inform residents of City news, events, and upcoming meetings.

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10. Appropriate \$15,000 in ongoing funds in the General Fund for a helicopter program in Laguna Canyon. This program will be scheduled quarterly, or as needed based on community complaints, for flyovers of Laguna Canyon to locate illegal encampments and remove them. This will also improve public safety related to fire hazards.
11. Appropriate \$112,000 in ongoing funds in the General Fund for a full-time Associate Planner for the Zoning Division. The additional full-time associate planner will help to keep up with the increase in special projects and other development projects due the resurgence in the economy.
12. Appropriate \$120,000 in ongoing funds in the General Fund and \$10,000 one-time in the General Fund for a full-time police officer position.
13. Appropriate \$50,000 to supplement funding for the tree trimming. This additional funding will allow for trimming of most City trees annually and others no less frequently than every two years rather than every three years.
14. Appropriate \$20,000 in ongoing funds in the General Fund for the Police K-9 program. Additional funding for this program is noted in tem #19 below.
15. Appropriate \$800 in ongoing funds in the General Fund to increase the City Treasurer training, travel and dues account.
16. Appropriate \$50,000 in ongoing funds in the General Fund to increase the Marine Protection Officer to full-time.
17. Transfer \$79,000 to the General Fund Reserve.
18. Decrease the appropriation for capital equipment by \$100,000.
19. Appropriate \$25,200 in police Asset Forfeiture Funds and \$48,000 in DARE funding for the Police K-9 program for a total of \$93,200.
20. Appropriate \$15,000 from police Asset Forfeiture Funds for equipment to sleep, feed, bed and water first responders; a smart board for the Emergency Operations Center (EOC); and other EOC improvements.
21. Appropriate \$13,000 in available DARE Funding toward the KX 93.5 FM emergency preparedness program. This program will include backup power equipment, wireless link to City Hall, satellite internet, and thirty minute to one hour radio program on emergency preparedness.

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Capital Improvement, Parking Authority, Transit, Gas Tax, and Vehicle Replacement Fund.

22. Increase the FY 2014-15 Capital Improvement Fund revenue estimates in total by \$130,000 related to increases in transient occupancy tax and real property report, and an expected decrease in parking citation revenue. Line item changes are shown on Exhibit B.
23. Appropriate \$500,000 in one-time in the Capital Improvement Fund to supplement funding for the Alta Laguna and Top of the World Park renovation projects.
24. Increase the Parking Fund revenue estimates in total by \$436,000 for expected increases in parking meter revenue (\$118,000) and new revenue related to the implementation of the Parking Management Plan (\$318,000). Detailed changes are shown on Exhibit B.
25. Appropriate \$50,000 in ongoing funds in the Parking Fund to secure additional private parking lots for the summer parking management plan pilot parking program,
26. Appropriate \$100,000 in ongoing funds in the Parking Fund for the design of the Laguna Canyon Median in coordination with the Village Entrance project.
27. Appropriate \$40,000 in one-time funds in the Parking Fund to implement the Parking Traffic and Circulation Committee recommendations regarding expanding the existing Police Traffic Control Program to add three additional intersections (Coast Highway and Ocean Avenue, Coast Highway and Forest Avenue, and Coast Highway and Broadway) to reduce traffic congestions and poor circulation during high volume traffic days.
28. Appropriate \$70,000 in ongoing funds in the Parking Fund for costs associated with credit card and other services fees related to on-street parking meters and parking lots.
29. Decrease the Gas Tax Fund revenue estimates in total by \$68,000 due to a lower estimate from the State of California and lower the repayment of the internal gas tax loan by the same amount. Revenue line item changes are shown on Exhibit B.
30. Appropriate \$560,000 in the Transit Fund for the purchase of three trolleys and increase estimated revenue in Project V grant funding \$472,500 along with an increase in the transfer from the Parking fund of \$87,500 to reflect the required City match for the program.
31. Appropriate \$450,000 in the Transit Fund to fund the increase in off-season shuttle services and increase the estimated revenue in Project V grant funding by \$360,000 along with an increase in the transfer from the Parking Fund of \$90,000 to reflect the City match with a City match.
32. Appropriate \$165,000 in the Vehicle Replacement Fund for the purchase of a Sewer Rodder Truck.

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33. Appropriate \$60,000 in the Vehicle Replacement Fund to add supplemental funding to the Fire Truck purchase to allow for the purchase of a multi-purpose Fire Truck.

34. Reserve \$251,252 in the Park In-Lieu Fund for a period of three years for a Community Park in South Laguna. The funds will remain in the Park In Lieu Fund for three years until, and if, the South Laguna Civic Association raises the remainder of the amount necessary to purchase the parcel for the South Laguna Community Garden Park. At the end of the third year, the reserve will be rescinded and the balance will be returned to the available fund balance in the Park In-Lieu Fund.