

CITY OF SAN CLEMENTE

City Council Minutes

Adjourned Regular Meeting - August 26, 1991

An Adjourned Regular Meeting of the City Council of the City of San Clemente, conducted in the Council Chambers, located at 100 Avenida Presidio, San Clemente, California, was called to order by Mayor Diehl at 6:35 p.m.

PRESENT ANDERSON, BENEDICT, HAGGARD, MAYOR DIEHL

ABSENT LORCH

STAFF PRESENT Michael Parness, City Manager; Myrna Erway, City Clerk.

1. **City's Unfunded Needs Analysis and Budget Impact**

City Manager Parness reviewed the City's financial status, citing certain circumstances which have contributed to the current limited resources; reviewed the unfunded program needs and the resulting impacts on programs and the residents; reviewed possible alternative revenue sources, including assessment districts, general obligation bonds and the establishment of a utility excise tax. The presentation, as reviewed by the City Manager, is on file in the City Clerk's Department.

During the ensuing discussion, Councilmembers commented as follows:

Councilmember Benedict expressed his opinion that general obligation bonds represent the fairest method of financing long-term capital outlay projects; suggested that this option be explored.

Mayor Pro Tem Anderson spoke in support of ensuring that all available sources of revenue are maximized before addressing alternative revenue sources; urged that the potential for economic development be evaluated.

Councilmember Haggard noted the importance of educating the public on the City's financial situation to facilitate input and feedback.

Mayor Diehl opined that a utility excise tax represents the most equitable option available; noted the tax would cost \$70.20 per year for the average homeowner; spoke on the need to educate the public in this matter.

In response to Council inquiry, City Manager Parness noted that assessments to fund capital improvements would require voter approval; explained that approximately \$750,000 in Measure M monies will be received by the City to fund road improvements.

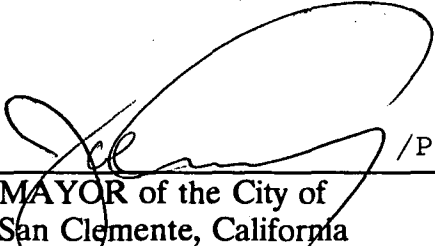
Finance Director Porter reviewed the FY 1991/92 revenue projections and the sources of that revenue; noted that a more accurate projection can be provided at the conclusion of the first quarter of FY 1991; relayed that economists are projecting a moderate recovery in the recession; stated the General Fund ending balance for FY 1990-91 was approximately \$680,000.

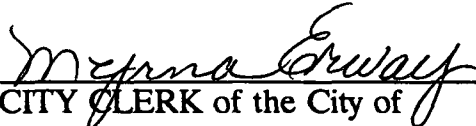
MOTION BY MAYOR PRO TEM ANDERSON, SECOND BY COUNCILMEMBER HAGGARD, CARRIED 4-0, to authorize the City Manager to conduct an educational program, via public appearances throughout the community, relative to the City's financial status and funding alternatives.

Council will review this matter in October or November, upon completion of the educational program and receipt of the First Quarter Report.

2. **Adjournment**

There being no further business, Council adjourned at 8:15 p.m. to Wednesday, August 28, 1991 at 7:00 p.m. in the Community Center (Ole Hanson Room), located at 100 North Seville, San Clemente, for the purpose of conducting a Joint Council/Planning Commission/Community Design Commission meeting relative to the City's Urban Design Guidelines.


/Pro Tem
MAYOR of the City of
San Clemente, California


CITY CLERK of the City of
San Clemente, California

CITY OF SAN CLEMENTE
AFFIDAVIT OF POSTING NOTICE
OF ADJOURNMENT

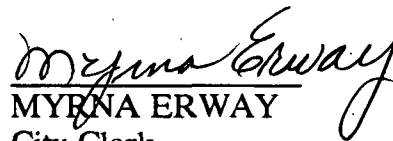
STATE OF CALIFORNIA)
COUNTY OF ORANGE) SS
CITY OF SAN CLEMENTE)

I, MYRNA ERWAY, declare as follows:

That I am the City Clerk of the City of San Clemente that at an adjourned regular City Council meeting held on August 26, 1991, said meeting was adjourned to the time and place specified in the **NOTICE OF ADJOURNMENT** attached hereto; and that on August 27, 1991 at the hour of 10:00 a.m. a copy of said order was posted on the City Bulletin Board located at 100 Avenida Presidio.

I declare under penalty of perjury that the foregoing is true and correct.

Executed on August 27, 1991 at San Clemente, California.


MYRNA ERWAY
City Clerk