



CITY OF HAYWARD
AGENDA REPORT

AGENDA DATE 06/13/06

AGENDA ITEM 6

WORK SESSION ITEM _____

TO: Mayor and City Council

FROM: City Manager

SUBJECT: Operating Budget for the City of Hayward and Redevelopment Agency for Fiscal Years 2006-07 and 2007-08, the 2006-07 Master Fee Schedule, the 2006-07 Community Promotion Program the 2006-07 Gann Appropriation Limit, and the Five Year Capital Improvement Program 2006-07 through 2010-11.

RECOMMENDATION:

It is recommended that, following public testimony, the City Council direct staff to prepare the necessary resolutions pertaining to the budget.

BACKGROUND:

Several years ago, Council considered a two year operating budget. This process yielded several benefits including the ability to develop priorities over two years versus a single year and considerable savings in staff time with respect to preparation of a budget in the second year. I am equally optimistic that this two-year budget, 2006-08, will be as useful and successful for Council as our efforts of previous years. Although the Recommended Budget pertains to two fiscal years, consistent with Charter provisions, approval is recommended only for the first year. The second year of the Recommended Budget, then, is considered a spending plan that will serve as the frame work for the budget that will be presented next year for formal action.

For FY 2006-07, the operating budget represents a balanced spending plan which totals \$181.1 million for all funds. Of this total, \$104.1 million is for the General Fund; \$52.9 million for Enterprise Funds; \$12.8 million is for Internal Service Funds, \$3.8 million is for Special Revenue Funds and \$7.5 million is for Debt Service Funds.

The 2006-08 budget, which includes the Redevelopment Agency, was provided to the City Council in early May and has been available for public review since that time. By way of providing a summary of the overall direction of the recommended budget, the budget message presented to you in the budget document is attached for reference (Attachment A).

Operating Budget

As noted above the Council held work sessions in May to review and discuss the operating budget. As a result of comments voiced at the work sessions, certain editorial revisions will be made to the budget document for clarity. For example, in the Department Description for the Mayor and City Council and City Manager Departments, reference to the promotion of the City and the Downtown will be incorporated in the final budget. Additional recommended narrative changes that would be reflected in the final budget are presented for Council's reference on Attachment B.

The Council indicated concurrence with the Mayor's recommendation that Hayward become a member of ICLEI—Local Governments for Sustainability. Membership in this organization entails payment of \$1,750 in dues, and this will be incorporated into the budget resolution.

Finally, in reviewing the Operating Budget, Council indicated it would provide direction to staff regarding a request to fund a 2-1-1 service.

Five Year Capital Improvement Program

In addition to the Operating Budget, the Council has reviewed the Five Year Capital Improvement Program (CIP) Budget. As previously noted, the Planning Commission has also reviewed the CIP and confirmed that it is consistent with the general plan. The CIP message and working assumptions presented to you in the budget document are attached for your reference (Attachment C).

Master Fee Schedule

At the May 30 work session, Council reviewed the Recommended Master Fee Schedule and expressed concurrence with staff recommendations. For reference, the staff report presented at the work session appears as Attachment D. Any changes that Council may wish to make as a result of the public hearing will be incorporated into the Master Fee Schedule and reflected in the June 20 agenda report.

Community Promotion Program

At the May 30 work session, Council reviewed the Community Promotion Program. Based on earlier direction from the Council, staff proposed recommendations using the \$150,000 prescribed during the May 30 work session. For reference, the staff report presented at the work session appears as Attachment E.

Gann Limit

As the Council will recall, the Gann Limit, or State Proposition 4 approved by California voters in November 1979, places limits on the amount of revenue that can be spent by government agencies. The limit is based on actual appropriations during the 1978-79 fiscal year (the "base" year) and is increased each year using population and inflation growth factors. The City's recommended annual budget has been far below the limit each year, which is the case again for 2006-07.

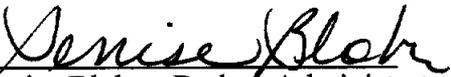
Liability Insurance Fund

At the May 30, 2006 Budget Work session staff reported to Council that it might be necessary to increase the insurance premium budget in the Liability Insurance Fund over the amount contained in the recommended budget. Staff noted that at the time the recommended budget is developed only estimated premium information is available, with insurance quotes becoming known in June. Staff now has updated information and is recommending that the insurance premium budget be increased by \$150,000 for 2006-07. This higher cost will be reflected in the 2006-07 operating budgets upon Council approval.

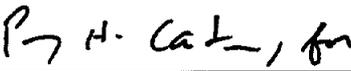
Public Hearing and Adoption of Budget

Following public testimony the Council is requested to provide direction to staff so that the necessary implementing budget resolutions can be prepared and presented for formal action on June 20, 2006.

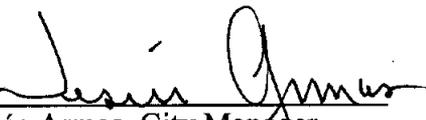
Prepared by:


Denise Blohm, Budget Administrator

Reviewed by:

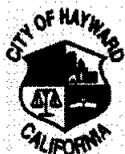

Diane Lewis, Finance Director, Acting

Approved by:


Jesús Armas, City Manager

Attachments:

- A – Budget Message
- B – FY 2006-08 Operating Budget Narrative Changes
- C – CIP Message and Working Assumptions
- D – Master Fee Schedule
- E – Community Promotion Program Funding Schedule
- F – Gann Limit Information



CITY OF HAYWARD
OFFICE OF THE CITY MANAGER
 May 12, 2006

Honorable Mayor and City Council:

As discussed at the mid-year budget review, a two-year operating budget yields a number of benefits, including the ability to both develop priorities over two years rather than a single-year, and also save substantial staff time in the preparation of a budget in the second year. These two factors, alone, have made the two-year operating budget a success for Hayward in the past and I believe will do so in the future. I applaud the Council for returning to a two-year format and I am pleased to submit a recommended budget for fiscal years 2006-07 and 2007-08.

One of the factors that made multi-year budgeting problematic in the past was uncertainty surrounding the State's budget. Each year, local agencies cast a wary eye towards the State capital to see if another diversion of local revenues is in the offing. For the moment, it appears that we will not have to contend with such a problem this year. The national and California economies are steady and as long as that continues local agencies may not have to deal with yet another raid on local revenues.

As we look at economic activity, consumer spending remains strong, real estate values in the Bay Area remain healthy and unemployment remains relatively low. Most importantly, inflation, in general, remains under control. Many economists believe that we will see continued and sustainable growth in the Bay Area. For the most part, the budget presented herewith is predicated on this latter assumption. City revenues are assumed to continue to grow, overall at a modest rate, and in some cases a more optimistic view is taken. The recommended personnel enhancements contained in this budget

rely on the assumption of continued revenue growth. Further, this recommended budget continues to adhere to the Council's policy of matching current year expenditures with current year income. Most of the augmentations are to the City's General Fund, although other funds, such as the Water and Wastewater Funds, are affected as well. These changes are more fully discussed later in this budget message. The augmentations and changes reflected herein respond to the Council's direction regarding priorities for the upcoming budget cycle.

TWO YEAR PRESENTATION FORMAT

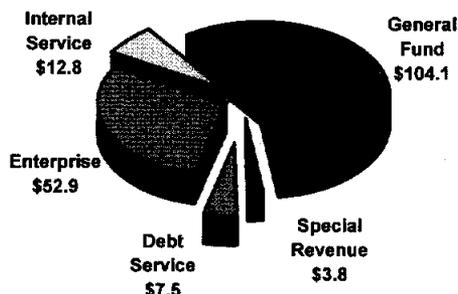
Although the recommended budget pertains to two fiscal years, in keeping with the Charter provision for an annual budget, the budget ultimately approved by the Council applies only to fiscal year 2006-07, with the second year considered a spending plan. However, it is this spending plan that will serve as the framework for the budget that will be presented to you next spring for formal action. As noted at the mid-year budget work session, it is anticipated that the Council will consider very few changes to the fiscal year 2007-08 budget. Indeed, it is expected that the only changes to be entertained by the Council will be those that are due to unforeseen events or which concern significant new initiatives that cannot await consideration until the next two-year cycle. To do otherwise, (that is, to revisit second-year spending priorities) will defeat the purpose and efficiencies realized from the preparation of a two-year budget.

BUDGET OVERVIEW—2006-07

The recommended 2006-07 operating budget is a balanced spending plan which totals \$181.1 million for all funds. Of this amount, \$104.1 million is for the General

Fund, \$52.9 million is for Enterprise Funds, \$12.8 million is for Internal Service Funds, \$3.8 million is for Special Revenue Funds, and \$7.5 million is for Debt Service Funds. The following chart illustrates the composition of the City's operating budget by fund type.

City of Hayward Operating Budget—All Funds (\$ In Millions)



This message focuses primarily on the General Fund, as this is where most City services are budgeted. By way of summary, the following table provides an overview of the total General Fund revenues and expenditures as recommended for 2006-07.

2006-07 General Fund Revenues and Expenditures (\$000's)

Revenues	\$ 99,675
Expenditures	98,651
Transfers In	5,059
Transfers Out	5,448
Beginning Fund Balance	20,937
Ending Fund Balance	\$21,572

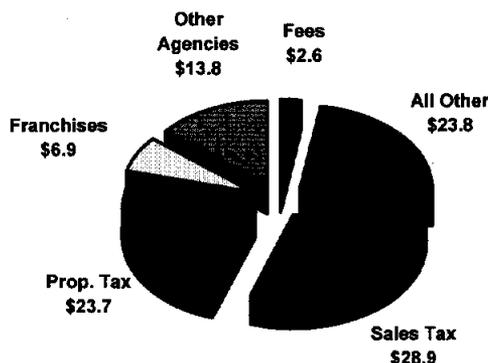
Not only are recurring General Fund expenditures in line with recurring revenues, but if estimated revenues are realized, the budget forecasts a modest surplus as well for 2006-07. Further, General Fund reserves have been

maintained at the level as provided by Council policy. The purpose of the reserves is to provide the General Fund with additional resources during periods of economic uncertainty and to meet necessary liquidity requirements.

Revenue Estimates – Sources of Funds

General Fund revenues come from several sources, the most significant of which are Sales Tax and Property Tax. However, there are other important revenue sources for the General Fund, such as the Real Property Transfer Tax and the Vehicle In-Lieu Tax. The chart below provides a quick overview of General Fund revenue sources.

General Fund Operating Revenues (\$ in Millions)



Sales Tax

Sales tax revenue is estimated at about \$28.9 million for 2006-07. This represents an increase of approximately \$1.6 million (or 6%) over the most recent estimate for 2005-06. This growth rate is optimistic, but reasonable given the City's sales tax base and the continuing strong local and national economies. In addition, the overall growth rate for the State (at June 30, 2005) was 6.2% and for Northern California 6%, which further supports this level of projected growth. However, it will be important, as it

is in any year, to carefully monitor this revenue source to determine if there are any signs of weakening. Should that become the case, staff will return to Council with recommendations at the budget work session early next year.

Property Tax

This revenue source continues to reflect both an active real estate market in terms of the number of sales and a market where values outpace inflation. In addition, new homes continue to enter the Hayward market as various housing developments are completed. As we all know, the real estate market, particularly the housing market, can change rapidly. However, as long as inflation in general and mortgage rates in particular, remain under control, staff sees continued revenue growth. Also, it is important to note that the assessed value of Alameda County and Hayward, for the 2005-06 fiscal year, has reached a significant size, with Hayward's assessed valuation exceeding \$13 billion. As a consequence, there is stability to property tax revenue that dampens short-term market activity, positive or negative. A final caveat of course is that this budget assumes the State will not tinker with the current property tax base. Staff believes that property tax will continue to show strong growth through 2006-07 and has used a growth factor of 6% to estimate property tax revenue for the upcoming year. Staff believes that this growth rate is "cautiously optimistic" and that careful monitoring of the factors mentioned will be important in the upcoming year. Staff would also note that the 2006-07 revenue estimate reflects not only the growth rate noted above, but the restoration of \$1.9 million of State property tax "take away" resulting from the passage of Proposition 1A.

Real Property Transfer Tax

Over the years this revenue has become a major contributor to the City's revenue

base and exceeds \$9 million annually. Given the strong growth of this revenue, it is certainly tempting to budget for continue growth at an accelerated rate. However, there are signs of a slowing real estate market. As opposed to property tax, which reacts slowly to market changes, this revenue is volatile and the effect of such changes is experienced quickly. Consequently, a downturn in the market will be reflected in the City's revenues relatively soon, meaning in a period of months as opposed to years. Even though it may seem contradictory to the earlier discussion regarding property tax revenue, staff is recommending greater caution with respect to this revenue source due to the volatility aspect. Accordingly, staff is recommending a growth factor of 3% for 2006-07.

Vehicle License Fee (VLF)

In past years the basis for this revenue was the number of vehicle registrations and a city's population growth. Following his inauguration in November of 2003, the Governor effectively reduced the VLF from 2% to .65% and subsequently established "backfill" funding which replaced the revenue lost by local agencies. As a result of these actions and additional legislation the VLF is now comprised for the most part of the backfill payments. The backfill payments are funded by property taxes and are dependent on assessed valuation. Consequently, to budget for this revenue it is necessary to look at the "true" VLF component and the assessed valuation of the City. Taking these factors into account and based on information from the County regarding current year payments, staff is estimating 5% growth for 2006-07.

Other Sources

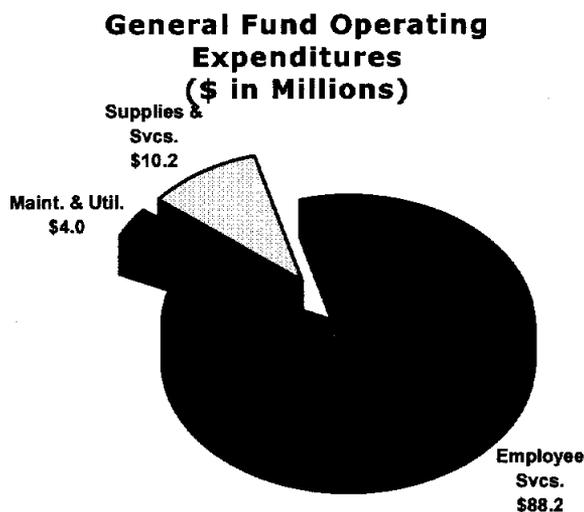
All other revenue categories are estimated to see minor increases for 2006-07.

Expenditure Projections – Use of Funds

The overall effect of continued but moderate revenue growth allows the City to maintain reserves, fulfill contractual

obligations with bargaining units, and address other operating requirements.

The largest expenditure category for the General Fund is, of course, Employee Services. Given the fact that local government, including the City of Hayward, is a service provider, this is no surprise. Other expenditure categories include Maintenance and Utilities, Services and Supplies and Capital Expense. The pie chart, which follows, provides a quick overview of the relationship of these expenditure categories.



Employee Related Costs

Personnel salary and benefit expenses comprise approximately 86% of the City's General Fund operating costs, as shown above. For 2006-07, all negotiated salary and benefit increases are factored into the expenditure assumptions. In addition, staff is able to recommend to Council the restoration of several positions, most notably in the Police and Community and Economic Development departments for 2006-07. These recommendations are discussed in greater detail later in this report.

Non-Personnel Expenditures

The other primary expenditure categories, Maintenance and Utilities

and Supplies and Services and Capital have been increased where necessary to meet contractual, mandated or otherwise unavoidable costs and where the maintenance of service levels requires the acquisition of specific goods or services. In addition, the budget provides funds in selected departments for efficiency improvements and to support efforts directed toward meeting the Council's programmatic priorities for the next year.

Budget Highlights and Council Priorities for 2006-07

This section presents an overview of the significant changes contained in the recommended budget for 2006-07. The items noted below reflect the Council's discussion and guidance provided to staff earlier this year as part of the mid-year budget work session. As this is a summary presentation, supplemental information has been provided to Council under separate cover.

Unfortunately, over the past several years it has been necessary to freeze several positions in the City's General Fund, including public safety positions. In the current year, some of the frozen positions in the Fire Department were restored, enabling Station No. 9 to resume operations. At the mid-year budget review, staff reported that some stability was returning to the City's budget, thereby creating an opportunity to increase funding to targeted departments to restore frozen positions. In particular, staff recommended restorations might be made in the Police Department and the Community and Economic Development Department. Below is a summary of the positions that staff is recommending for restoration, beginning with Police and then continuing onto Community and Economic Development.

Police Department

For the Police Department staff is recommending the restoration of several frozen positions, including police officers, technical staff and support staff.

- **Five police officer positions.**

While the ultimate deployment of any restored positions will be dependent on a range of factors including injuries, vacancies, and the needs of the community, staff is recommending the restoration of five patrol officer positions, to be deployed to the Special Duty Teams, the Street Narcotics Team and the Traffic and Patrol Bureaus. The supplemental memorandum submitted by the Police Chief amplifies on the deployment of the new personnel.

- **One Administrative Analyst II Position, one Police Records Clerk.**

Restoration of the first position, which will function in a crime analyst capacity, and one Police Records Clerk will restore the department's ability to analyze crime patterns or trends and to deploy personnel accordingly.

- **One Communications Operator.**

Currently, all wireless 911 calls are routed to CHP dispatch centers. However, the State is in the process of implementing the technology that will allow local agencies, including Hayward, to receive and locate calls originating from within the City's jurisdiction. This project is expected to be implemented by the fall of 2006. At that time call volume to Hayward is expected to increase by 20%.

- **One Community Service Officer.**

Community Service Officers handle lower priority police reports, abandoned vehicle issues, traffic control and parking enforcement. By performing various support duties for officers, CSO's free up police officer time for higher priority duties. In addition, having an additional

CSO will assist in reducing the need for police officer overtime.

The cost of adding the positions noted above is approximately \$1 million in 2006-07.

Community and Economic Development

For the CED department, staff is recommending the restoration of two frozen positions, Senior Planner and Community Preservation Inspector. In addition, staff is recommending the addition of one new position designed to positively impact the timeliness of the building permit process.

- **One Senior Planner.** In 2001 the position of Senior Planner was frozen after the retirement of the incumbent. Since that time the duties of the Senior Planner have been shared by the department's Principal Planner and Planning Manger. However, given the significant increase in large developments underway and on the horizon staff will be sorely pressed to maintain satisfactory response times. To address this critical need staff is recommending the restoration of Senior Planner position.

- **One Community Preservation Inspector.** The CED department currently has 6 authorized Community Preservation Inspectors of which two are frozen. Prior to the positions being frozen staff handled approximately 1,600 cases on an annual basis. Presently, staff can address approximately 1,100 cases per year. Restoring one Inspector position will significantly improve service levels to the community by allowing staff to address issues of zoning, signage, weed abatement, graffiti and community preservation ordinance violations on a timelier basis.

- **Building Permit Specialist.** Staff is recommending the creation of a new position, Building Permit

Specialist. The primary responsibility of this position would be to ensure the timely flow of building permits through the multi-departmental review process. Some of the duties would include the timely distribution of plans to reviewing divisions, departments, outside agencies and consultants, assuring that response deadlines are met, creating, maintaining and updating permit types and routing information in the Eden System permit tracking system and providing various reports and statistical information. Centralizing these important administrative and processing functions in one position will greatly enhance the efficiency and accuracy of the permitting process.

The cost to restore the positions of Senior Planner, Community Preservation Inspector and the Building Permit Specialist is approximately \$300,000.

Public Works Department

For the Public Works department, staff is recommending the addition of one Engineering Technician and one Utility Maintenance Mechanic, along with staff reorganization in Water Pollution Control Facility.

- **Reorganization--Water Pollution Control Facility (WPCF).** In 2003-04, the WPCF began a reorganization to provide for more efficient organizational structure and to better allocate resources. In terms of position changes the plan called for the elimination of the Senior Plant Operator and Senior Utilities Maintenance Mechanic positions. The plan also called for the establishment of a Lead Operator position and a Utilities Maintenance Mechanic position.

Implementation of these personnel changes in 2006-07 will result in a savings of approximately \$4,000.

- **One Utilities Maintenance Mechanic.** Scheduled to come on line in the next six months is the Regional Emergency Water Intertie, which will be owned by the East Bay Municipal Utility District (EBMUD) and San Francisco Public Utilities Commission (SFPUC) but operated and maintained by the City. The operation and maintenance of the Intertie requires a dedicated Utilities Maintenance Mechanic. Consequently, staff is recommending the addition of a Utilities Maintenance Mechanic in 2006-07, the cost of which is to be borne by EBMED and SFPUC. There will be no direct cost to the City.
- **One Engineering Technician.** Currently, there is a work backlog in terms of staff addressing the concerns of residents, primarily with respect to speed related issues. The addition of one engineering technician will significantly improve the City's ability to respond to residents concerns in a more cost effective manner. For example, duties that could more efficiently be assigned to this position include: traffic control device inventory, speed hump program, field data collection, streetlight inventory and traffic signal timing. Staff is recommending that this position be funded with Gas Tax Funds, which would result in no additional net cost to the General Fund.

Social Services Funding

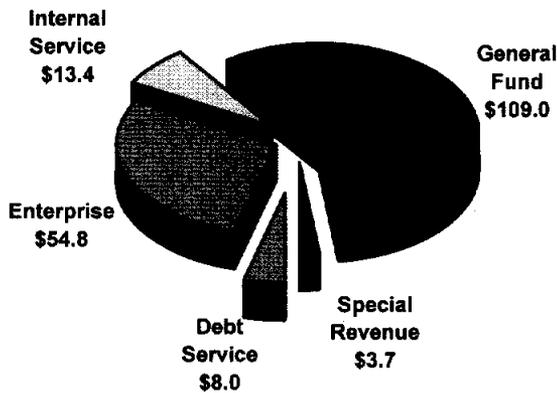
Another funding priority that Council addressed during the mid-year budget review was Social Services funding. For some time funding for social services programs has been set at \$350,000. During the mid-year budget review Council indicated that this level of funding could be raised to \$400,000 for 2006-07 and to

\$450,000 for 2007-08. The recommended budget reflects these increased amounts.

BUDGET OVERVIEW—2007-08

The recommended 2007-08 operating budget is a balanced spending plan which totals \$188.9 million for all funds. Of this amount, \$109 million is for the General Fund, \$54.8 million is for Enterprise Funds, \$13.4 million is for Internal Service Funds, \$3.7 million is for Special Revenue Funds, and \$8 million is for Debt Service Funds.

City of Hayward Operating Budget—All Funds (\$ In Millions)



By way of summary the following table provides an overview of the total General Fund revenues and expenditures as recommended for 2007-08.

General Fund Revenues and Expenditures (\$000's)

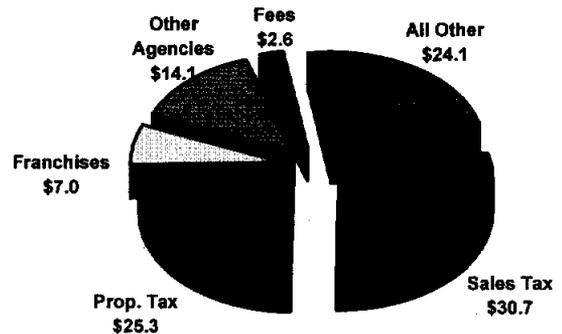
Revenues	\$ 103,832
Expenditures	103,585
Transfers In	5,168
Transfers Out	5,444
Beginning Fund Balance	21,572
Ending Fund Balance	\$21,543

As is the case for 2006-07, recurring General Fund expenditures are in line with recurring revenues. However, unlike 2006-07, there is insufficient revenue growth to permit the addition of any new positions. Still, General Fund reserves have been maintained at levels consistent with Council policy.

Revenue Estimates - Sources of Funds

The chart below provides a quick overview of projected General Fund revenue sources for 2007-08.

General Fund Operating Revenues (\$ in Millions)



Sales Tax

Sales tax revenue is estimated at \$30.7 million for 2007-08. This represents an increase of approximately \$1.7 million (6%) over the estimate for 2006-07. This growth rate is consistent with the rate used for 2006-07 and reflects staff's assumption that the economy will continue to show steady growth in excess of inflation, which is about 3%. As previously stated, it will be

important to carefully monitor this revenue source to determine if there are any signs of weakening.

Property Tax

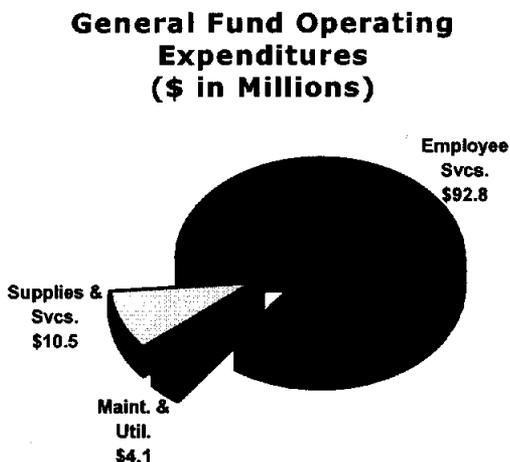
It is anticipated that property tax will continue to show strong growth in 2007-08. The revenue estimate for 2007-08 is up over 2006-07 by approximately \$1.7 million, or 7%. The key assumptions for 2007-08 are that the Bay Area real estate market will continue to be active resulting in upward pressure on real estate values and real estate developments in process will continue to positively impact Hayward’s property tax base.

Other Sources

With respect to other revenue sources it is estimated that there will be maintenance of existing revenues with some growth in a few revenue categories.

Expenditure Projections – Use of Funds

Just as is the case in 2006-07, the largest expenditure category for the General Fund for 2007-08 is Employee Services. The pie chart, which follows, provides a quick overview of the relationship of all expenditure categories.



Employee Related Costs

Personnel salary and benefit expenses comprise approximately 86% of the City’s General Fund operating costs, as shown above. For 2007-08, all negotiated salary and benefit increases are included in the Employees Services budget. Otherwise staff has used estimated increases for 2007-08. Finally, there are no new positions budgeted for 2007-08.

Non-Personnel Expenditures

The other primary expenditure categories, Maintenance and Utilities and Supplies and Services and Capital have been increased where necessary to meet contractual, mandated or otherwise unavoidable costs and where the maintenance of service levels requires the acquisition of specific goods or services. In addition, the budget provides funds in selected departments for efficiency improvements and to support efforts directed toward meeting the Council’s programmatic priorities.

NEW INITIATIVES FOR 2006-08

I am pleased to report that there are several important objectives contained in the recommended budget. In some cases the City will be able to begin work starting with the 2006-07 year, in other cases important projects will be initiated in the second year. For Council’s reference, listed below are a few of the new initiatives.

- **Free Wi-Fi Service to Hayward Residents.** This is a project that has been discussed with the Council Technology Application Committee. In the upcoming year staff will present a recommendation to provide free Wi-Fi service to the City.
- **Address Long-term Objectives of Public Safety Radio Replacement Project.** The City is currently implementing the short-term goals of the Project. However, the long-term goals must be addressed and this important project is planned

for 2007-08. A key element of the long-term plan will be to secure adequate financing. Staff will be working closely with the CTAC as work begins on this project in 2007-08.

- **New Main Library Project.**

Using contributed funds, an effort to focus on a new main library will be initiated. The primary objective of the initial work will be to kick off the project, obtain community input and develop a design. A completed new Library design will allow Hayward to compete for any new Library Bond funds that might become available.

- **New Conference Center Project.**

One of the more exciting projects for 2006-08 will be to complete a study for a new Conference Center. The new center would replace an aging Centennial Hall. Council has set aside \$1.25 million in effort to attract a hotel/conference center facility. The first order is to focus on providing a replacement for Centennial Hall. Staff will return to Council in 2006-07 with a defined project and a funding plan.

- **Police Department Space Needs.**

The Hayward Police Department currently operates out of its facility located on Winton Avenue. The Police Department building was constructed in 1975 and houses all department activities including a jail. The only activity of any size not located in the Winton Avenue facility is Animal Control. A key objective for this upcoming budget will be to study how best to meet long-term space needs of the Department.

- **Fire Station No. 7.** Station No. 7, located on Huntwood near Tennyson, was opened in 1997, and consists primarily of temporary facilities. The current modular units were relocated to this site following their use as the interim downtown station while the new one was under construction. Due to the high call volume associated with this station, the modular units have experienced a considerable amount of "wear and tear." While the station remains functional, its age also suggests it is time to begin thinking about how and when to replace it with a new, permanent station. Consequently, a budget objective to address this is included for 2006-07.

- **The Cannery Project and South Hayward BART/Mission Plan.**

The Cannery Area Project continues to meet milestones for the construction of the new Burbank School, Cannery Park and Public Improvements. Completing this important project will be a key objective for 2006-08. Similarly, implementation of the South Hayward BART/Mission Plan will address the needs of a major area of the City and is an important objective for 2006-08.

- **Downtown Retail Attraction Initiative.**

This program will assist with the filling of vacant spaces in the Downtown area by developing incentives for certain categories of retailers to lease space in the Downtown. The incentives would include such elements as grants or loans for tenant improvement costs, rent offsets, partial payment of brokerage commissions and payment of certain City processing fees. Approximately \$550,000 has been set aside for this purpose.

CLOSING REMARKS

I believe that 2006-08 will be a good period for the City. This next two-year budget contains many exciting projects and goals for the City. Several critical areas of the City's operations and service needs are addressed with additional funding, while, at the same time keeping expenditures in check. The result is a budget, which I believe has the necessary flexibility to respond to an economic downturn, should one occur. It is also a budget that recognizes the objectives that Council has identified. We all look forward to working with Council to implement the many important projects contained in the budget and to continue to provide excellent customer service to Hayward residents.

I would be remiss if I did not acknowledge and thank all of the individuals who are instrumental in developing and producing this budget. The City of Hayward is fortunate to have a competent and dedicated staff and I extend my sincere thanks to those responsible for their efforts toward the completion of this budget.

Respectfully submitted,



Jesús Armas
City Manager

MODIFICATIONS TO OPERATING BUDGET

Mayor and City Council:

FY 2006-07 Objectives

1. Continue to provide policy direction on the South Hayward BART/ Mission Boulevard Concept Plan.
2. Provide policy direction regarding a new conference facility.
3. Provide policy direction regarding Phase Two, Mt. Eden Annexation.
4. Provide leadership regarding planning for new library facilities.

FY 2007-08 Objectives

1. Continue to provide policy direction on the South Hayward BART/ Mission Boulevard Concept Plan.
2. Provide leadership regarding Disaster Preparedness community outreach effort.
3. Provide leadership regarding the Public Safety Radio System upgrade.
4. Complete performance evaluations of City Council appointees.

City Manager:

FY 2005-06 Accomplishments

1. Successfully coordinated with Hayward Unified School District and Hayward Area Recreation District on Cannery Area Project.

City Clerk:

FY 2007-08 Objectives

1. Continue to process agendas and packets for City Council, City Boards, Commissions, and Committees for website.
2. Continue ongoing registration drive efforts with local voter outreach groups, including Alameda County Registrar, League of Women Voters, and high school seniors throughout the Hayward Unified School District.

Police:

FY 2006-07 Objective

1. Evaluate the financial feasibility of implementing a Spay and Neuter Clinic at the Animal Shelter by June 2007.

Community and Economic Development:

FY 2006-07 Objective

1. Expand Community Preservation cases addressed by 15-20%.



CITY OF
HAYWARD
HEART OF THE BAY

May 4, 2006

Honorable Mayor and City Council:

This letter serves to transmit the Five-Year Capital Improvement Program (CIP) for your consideration. The City Council will review this document during a work session later this month. Beforehand, the Planning Commission will have reviewed the document for conformance with the General Plan.

The draft before you contains description sheets for each current project, as well as identified future projects. In addition, an overview of program changes is offered in the "Project Changes and Modifications" section beginning on page 10.

Given the Council's decision relative to developing a two-year operating budget, this CIP budget has been developed in accordance with this policy direction. Although the CIP still presents a five-year planning document, it was developed with the expectation that next year – the second year of the two-year budget process – there will be an abbreviated review by the City Council and, except for unusual circumstances, no new projects will be added.

The CIP submitted for your consideration responds to direction noted by the Council. The listed projects represent a significant investment in the City's infrastructure.

I am pleased to note that, as a result of a \$1,000,000 contribution from DUC Housing Partners, the CIP recommends that the City begin the process to develop a new main library. With this first step, and with the planned donation of \$10,000,000 from Calpine, the City should be in a good position to establish a funding foundation from which to pursue bond or alternate funding.

As has been the case for the past several years, the CIP directly relates to the Council's goals and objectives related to livable streets and maintaining public infrastructure. The City's sidewalk rehabilitation program continues its successful efforts to repair sidewalk throughout the City; \$4 million has been programmed for such work over the next five years. On a similar note, the installation of new sidewalks near schools and other heavily traveled areas has been a positive addition, and staff has tried to coordinate the new sidewalk projects with needed street reconstruction work. In total, approximately \$3.7 million has been allocated through FY 2010-11 for projects related to pedestrian and bicyclist needs. Additionally, in the context of updating the Bicycle Master Plan, staff proposes to begin looking at the possible reuse of inactive Union Pacific right-of-way for bicycle and pedestrian pathways, as suggested in the South Hayward BART plan. ADA-accessible sidewalk ramps also continue to be a point of emphasis, as additional projects totaling over \$600,000 are included in the CIP. These and other expenditures designed to benefit and encourage pedestrian and other non-vehicular activity are highlighted in the Livable Streets section of the CIP.

OFFICE OF THE CITY MANAGER

777 B STREET, HAYWARD, CA 94541-5007

TEL: 510/583-4300 • FAX: 510/583-3601 • TDD: 510/247-3340

Projects related to upgrades of the City's system of streets and roadways are well-represented within the CIP; much of the funding towards this effort is derived from federal and local sources, such as Gas Tax and Measure B. Both the reconstruction and rehabilitation of the City's streets continues to be a major priority, as approximately \$20.4 million are scheduled to be spent within the next 5 years.

An important and significant transportation project is the Route 238 Corridor Improvement Project. In 2005-06, preparation of the Environmental Impact Report (EIR) was initiated. The draft and final EIR is scheduled to be submitted to you in FY 2006-07. Another important roadway project currently underway and scheduled for completion later this year is the West A Street Realignment. This project will realign West A Street from Hesperian to Golf Course Road, thereby improving access to the airport, as well as providing proper ingress and egress for the new retail center at Hesperian Boulevard and A Street.

As noted previously, a strong emphasis on public infrastructure improvements continues to be addressed in the CIP. The most notable projects scheduled for next year in the water system funds include the initiation of design work on four new reservoirs, a 1.5 million gallon replacement of two smaller tanks at the Highland 250 pump station, one and possibly two new 3 million gallon replacements for the High School Reservoir above City Center Drive, and replacement of the 1 million gallon Highland 1000 Reservoir off of La Mesa Drive with a new 2 million gallon reservoir. These new reservoirs address both seismic concerns and storage needs identified in previous studies. Funding for these and other projects in the water system funds come from water facilities fees and approximately \$6.5 million in borrowing.

The City's sewer system funds also continue to include significant dollars to upgrade this portion of Hayward's infrastructure. Work continues on one of the largest projects in the City's history, the \$55.4 million improvements to the Water Pollution Control Facility (WPCF). Scheduled to be completed by FY 2007-08 and funded through connection fees and borrowing from the State Revolving Fund loan program, this project will ensure that the WPCF can accommodate City discharges, while meeting NPDES standards through 2020. Other key projects related to the City's sewer system include a new primary clarifier and sewer improvements in West Tennyson Road.

As in past years, the 2006-07 CIP continues to address improvements to the Hayward Executive Airport, which are based on the Airport Master Plan. For fiscal years 2006-07 through 2010-11, expenditures at the Airport are projected to exceed \$13 million dollars. Much of the funding for these projects will come from projected Federal Aviation Administration (FAA) grants under the Airport Improvement Program, as well as transfers from the Airport operating fund. Two of the larger projects scheduled for completion in FY 2006-07 are the construction of a north side helipad and the construction of a new exit taxiway.

In conclusion, attached to this letter is a summary of the key assumptions that were used in preparing the Five-Year CIP. The staff and I look forward to discussing projects and issues embodied in this capital plan.

Respectfully submitted,


Jesús Armas
City Manager

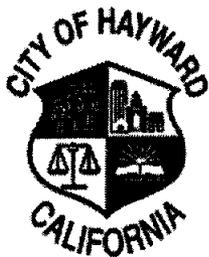
ATTACHMENT A

2006-2007 Five-Year Capital Improvement Program
Working Assumptions

1. Interest Rates: Rate of return on existing fund balances - 4% per year.
Projected interest rate on City borrowing - based on current market information - 5.0% per year.
2. Construction Inflation Rate: 5% per year.
3. Monies received from Gas Tax have been escalated at about one percent per year through 2010-11, and transfers to the General Fund from the Gas Tax Fund to support eligible expenditures have been projected to increase at one percent per year.
4. Revenues received from Proposition 111 (Gas Tax) have also been escalated at one percent per year through 2010-11.
5. Transfers of Gas Tax Fund monies to the General Fund are assumed in the amount of \$1,370,000 in 2006-07, increasing to \$1,422,000 in 2010-11.
6. Based on projections provided by the Alameda County Transportation Improvement Authority, anticipated revenue from a portion of the Measure B program dedicated to local transportation is assumed to be \$1,846,000 in 2006-07, \$1,901,000 in 2007-08 (an increase of 3 percent), and to increase at an estimated 3 percent per year to \$2,077,000 in 2010-11.
7. Monies received from the portion of Measure B funding dedicated to pedestrian and bicycle improvements are assumed to be \$392,000 in 2006-07 and \$404,000 in 2007-08 (an increase of 3 percent), and to increase at an estimated 3 percent per year to \$442,000 in 2010-11.
8. Transfers of \$240,000 per year from the Route 238 Trust Fund to the Street System Improvements Fund in 2006-07 through 2010-11 are assumed to continue support for the New Sidewalk Program.
9. Re-establishment of the \$350,000 per year transfer from the General Fund to the Transportation System Improvement Fund in 2006-07 through 2010-11 is assumed to provide funding for transportation projects.
10. The Governor's Traffic Congestion Relief Program (TCRP) established under Proposition 42 was re-instituted during FY 2005-06 and the Governor's proposed budget would fill the 2006-07 Proposition 42 gap resulting in approximately \$550,000 in revenue to the City during FY 2006-07; funds received under this program will be applied towards street maintenance projects. The budget assumes this amount of funding will continue in 2007-08 and beyond.
11. Although not shown as a specific project since PG&E will do the work, use of an estimated \$9,600,000 in Rule 20A monies allotted to the City will allow for completion of the undergrounding of utilities on Mission Boulevard from Sycamore Avenue to Arrowhead Way.

Based on Rule 20A allocations to date, it is projected that this will use our allocation through the year 2009.

12. A transfer from the General Fund to the Street Lighting fund in the amount of \$320,000 for 2006-07 (and each year thereafter) is projected to continue at this level through 2010-11. The transfers will fund debt service through fiscal year 2008-09 and fund street lighting associated with undergrounding of utilities on Mission Boulevard as well as the continuing need to purchase new and replacement lights when required for safety and security.
13. Planned transfers from the sewer and water operating funds to the capital funds, \$45,000,000 in borrowing for the Sewer System and \$6,500,000 in borrowing for the Water System, allows for critical capital projects identified in the Sewer and Water System Master Plan Updates, as well as the Water and Sewer Seismic Study, to be accomplished.
14. Continued transfers from the Airport Operations Fund provide funding for Airport Capital Improvement Projects identified in the Airport Master Plan.
15. The Program reflects expected cash flow in future program years and Council appropriations carried forward in the current year.



CITY OF HAYWARD
AGENDA REPORT

AGENDA DATE 05/23/06
 AGENDA ITEM _____
 WORK SESSION ITEM _____

TO: Mayor and City Council
FROM: Acting Finance Director
SUBJECT: Master Fee Schedule for 2006-2007

RECOMMENDATION:

It is recommended that City Council review and comment on this report regarding proposed changes to the Master Fee for fiscal year 2006-2007.

DISCUSSION:

Each year, staff reviews the Master Fee Schedule to ensure that the various fees and service charges are appropriate and within State Guidelines. A review was conducted for the fiscal year 2006-2007 and based on that review several changes are recommended for Council's consideration.

The proposed changes contained in this report have been developed pursuant to applicable Government Codes, and the City's principal of full cost reimbursement. Changes to the Master Fee Schedule are explained in detail under departmental narratives, which follow. The summary tables in Exhibit A give a brief description of the current fee, proposed fee and the reason for the increase.

The current fees represent the amounts adopted by Council. The proposed fee is staff's recommendation.

A complete copy of the current Master Fee Schedule is on file in the City Clerk's Office. The current Master Fee Schedule has all changes adopted by the Council during the current fiscal year.

ALL DEPARTMENTS

Some very low-income customers are offered exemptions for certain services based on their income levels. The Alameda County income limit is annually updated and is used to update the Master Fee Schedule to the 2006 very low-income limits.

Finance Department

There are three fees charged to assessment districts for the administration services performed by the City. The Master Fee Schedule provides for an annual adjustment of those fees to reflect changes in the San Francisco Bay Area Consumer Price Index. The December 2006 change is 2.0 percent. The summary of proposed changes, in Exhibit A, indicates the recommended changes.

Centennial Hall

The last Centennial Hall rate increase was in 1999. The costs associated with running the facility have increased yearly. These costs would include, but are not limited to, utility costs, building maintenance and repairs, and the repair/replacement of nonfunctioning equipment. We recommend a modest cost of living adjustment (COLA) increase of 5% for all rooms.

Office of the City Clerk

The City Clerks fees have not been changed for ten years. The requested rate increase will bring these fees to current levels.

The Municipal Code and the Zoning Ordinance have been on our website for a couple of years and we have had no requests for hard copies. Therefore, we propose to remove the following from our department list:

5. a. Complete Code
5. d. Zoning Ordinance (Chapter 10, Article 1)
5. e. Zoning Maps
6. General Policies Plan
7. Service Charge for Amendments to General Policies Plan.

Library Department

The Library proposes to change the overdue fine for video cassette from \$1.00 to \$0.25 per day. The video cassette format is no longer a high demand format. Changing the fee to \$.25 per day will be consistent with other collection formats of similar demand.

Police Department

The City's Animal Services program plays a vital role in the health and safety of our community overall. At the same time, it provides a wide range of unique services to Hayward's animal and pet owners. The Animal Services fee schedule addresses only those services benefiting individual animal owners. While it is based on the City's principal of full cost recovery, it is tempered by our goals of promoting responsible pet ownership and maximizing adoptions/redemptions from the Shelter.

In addition, the Police Department provides services ranging from the provision of public documents, to the administration of regulated businesses (taxi, massage establishments, card clubs), to traffic control and security services, to abandoned vehicle abatement and more. While these services are both essential and legally mandated, they benefit individuals or various interest groups at the expense of the community at large. For that reason, this section of the fee schedule is built upon the principal of full cost reimbursement.

Fire Department

Fire Prevention

The Fire Prevention Office would like to make the changes shown in Exhibit A to the City's Master Fee Schedule for fiscal year 2006-2007. These changes affect Section VI Fire Department; subsection A. Fire Prevention Fees of the published Master Fee Schedule. The changes are being made to reflect the current fire prevention inspection hourly rate of \$133.00 and to accurately reflect the time spent for each activity. The changes have been reflected in **bold**. The justification for the fee modifications and text changes vary. These changes reflect a comparison study of outlying cities with similarities to the City of Hayward Fire Prevention Bureau and other criterion.

Department of Public Works

Utilities Division

The Utilities Division proposes certain fee increases and new fees in 2006-2007 to reimburse the City costs incurred for providing services related to water, wastewater, stormwater and solid waste/recycling. Existing fees have been updated to reflect current salary and overhead rates, which have been adjusted since the fees were implemented or last updated. Some newly proposed fees are for staff time allocated to processing, reviewing, and evaluating development plans. Following are brief discussions of the proposed fee adjustments.

Water Fees

Various miscellaneous water fees have been updated to reflect current salary and overhead rates, and levels of efforts needed to provide services. Specifically, adjustments are proposed to the following:

Construction Meter Service Fees. Construction meters are issued to contractors to allow for the use of water temporarily at construction sites. Service fees are charged to recover the costs to the City for providing this service. These fees were last adjusted on July 1, 2004.

Water Installation Fees. Installation fees are charged for field work performed by City crews to install new water service lines. Fixed amounts are charged for services up to 2 inches; actual time and materials charges are applied to larger sizes. These fees were last adjusted in the mid 1990s. A comprehensive review of current costs indicates that increases ranging from 50 to 60 percent would be appropriate. In order to alleviate the impact, it is proposed that adjustments be capped at below 50 percent this year. With this approach, the fee for installation of a standard 5/8 inch meter would be \$2,510. In comparison, the neighboring agencies of Alameda County Water District and East Bay Municipal Utility District charge \$3,400 and \$4,085 respectively for this same service. Staff will review installation fees more regularly in the future and recommend increases that more fully recover actual costs.

Miscellaneous Water Fees. These fees cover a range of services to set up utility accounts and respond to payment delinquencies. The fees were last adjusted on July 1, 2004.

Wastewater Fees

Wastewater fees that are recommended for adjustment pertain to discharge permitting, monitoring and compliance follow-up services provided by the Water Pollution Source Control (WPSC) program. The fees have been updated to reflect current employee service and overhead costs, as well as more realistic levels of service. Adjustments are proposed to the following fees:

Wastewater Discharge Permit Fees. Permits are issued to industrial wastewater system customers who have potential to significantly impact the system due to the volume and/or nature of their discharge. Permits are categorized by the nature of the discharge, and two new categories—non-significant categorical and non-sewered credit permits—are included in 2006-2007 to more appropriately classify some industries. As with water installation fees, it is recommended that increases be capped at below 50 percent, resulting in less than full cost recovery for some of the permit categories. However, the fees will be reviewed regularly in the future. Permits generally have terms of one to five years before renewal. About 100 industries are permitted in Hayward.

Other WPSC Fees. WPSC staff responds to violations of the Wastewater Discharge Regulations through follow-up sampling, inspections, and in some cases, development and oversight of a compliance schedule. Because such services are outside of normal monitoring, fees are assessed for these activities.

Stormwater Fees

Stormwater treatment measure inspection fees are recommended to be adjusted in 2006-2007 to reflect increased salary and overhead rates, while new fees for stormwater facility inspections are proposed to be added to the Master Fee Schedule. Following is a brief description of the affected fees:

Stormwater Treatment Measure Inspection Fee. This fee was implemented on July 1, 2004 to recover the cost of inspections of stormwater treatment measures in development projects, as required by the City's Stormwater permit.

Stormwater Facility Inspections. These new fees are proposed to recover the cost of performing inspections of industrial and commercial facilities with potential for non-stormwater discharges. To ensure that the fees are commensurate with the level of staff effort allocated, the stormwater facility inspections fees are categorized according to complexity and potential for illicit discharge.

Development Plan Check Fees

New fees are proposed to recover the cost of development plan review by WPSC staff and Solid Waste/Recycling staff. The fees were developed based on a comprehensive review of time spent in processing, reviewing, and commenting on plans, and are categorized by development type to more appropriately charge customers. Past experience suggests that the basic fee will cover the costs of most basic plan checks; however, in that large and complex projects may require additional staff time, the recommended fee structure allows for hourly charges above the basic rate when warranted.

Non-Sewered Credit. Issued to businesses that wish to subtract a certain percentage of water consumption from their sewer bill to account for water use in product or some other process-related loss; in other words, water that is purchased but not discharged to the sanitary sewer.

As with water installation fees, it is recommended that permit fee increases be capped at below 50 percent, resulting in less than full cost recovery for some of the permit categories. However, the fees will be reviewed regularly in the future. Permits generally have terms of one to five years before renewal. About 100 industries are permitted in Hayward.

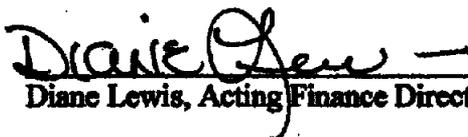
Stormwater Fees

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The Stormwater Treatment Measure Inspection fee was implemented on July 1, 2004 to recover the cost of inspections of stormwater treatment measures in development projects, as required by the City's Stormwater permit.

New Stormwater Facility Inspections fees are proposed to recover the cost of performing inspections of industrial and commercial facilities with potential for non-stormwater discharges. Stormwater regulations have become increasingly complex and facility inspections more time-intensive; thus, it is appropriate to assess a fee to the businesses that benefit from staff assistance in reviewing stormwater management practices and ensuring compliance with regulations. To ensure that the fees are commensurate with the level of staff effort allocated, the stormwater facility inspections fees are categorized according to complexity and potential for illicit discharge. For example, restaurants tend to require more time than other general commercial businesses because of issues with grease removal and cleaning practices; thus, a separate fee for such facilities is proposed.

Recommended by:


 Diane Lewis, Acting Finance Director

Approved by:


 Jesús Armas, City Manager

Attachment: Exhibit A - Schedule of Master Fee Recommended Changes

**EXHIBIT A
SCHEDULE OF MASTER FEE RECOMMENDED CHANGES**

All Departments

Family Size	Current Income Levels Not to Exceed	Proposed Income Levels Not to Exceed
1 Member	\$29,000	\$29,350
2 Members	\$33,100	\$33,500
3 Members	\$37,250	\$37,700
4 Members	\$41,400	\$41,900
5 members	\$44,700	\$45,250
6 Members	\$48,000	\$48,600
7 Members	\$51,350	\$51,950
8 Members or More	\$54,650	\$55,300

City Manager

GIS Maps	Current Fee	Proposed Fee	Reason for Increase
Heavyweight Coated Paper			
24" x 30"	---	\$ 4.05	Page 2 of Report
36" x 48"	---	\$ 8.09	Page 2 of Report
42" x 60"	---	\$ 28.13	Page 2 of Report
60" x 100"	---	\$ 28.13	Page 2 of Report
Semi-gloss Photo Paper			
24" x 30"	---	\$ 4.77	Page 2 of Report
36" x 48"	---	\$ 9.53	Page 2 of Report
42" x 60"	---	\$ 13.90	Page 2 of Report
60" x 100"	---	\$ 33.12	Page 2 of Report

Finance Department

Service Type	Current Fee	Proposed Fee	Reason for Increase
Assessment District Fees			
Establishment Fee	\$2,850.00	\$2,907.00	Per Bond Terms
Annual Administration Fee	\$2,712.00	\$2,766.00	Per Bond Terms
Bond Call Fee	\$ 278.00	\$ 284.00	Per Bond Terms

Centennial Hall

	Non-Food/Beverage Event - Commercial		
	Current	Proposed	Reason for Increase
MAIN HALL	1,940	2,134	Page 2 of Report
HALF HALL (section A or B)	1,210	1,331	Page 2 of Report
ROOM 1	125	138	Page 2 of Report
ROOM 2	125	138	Page 2 of Report
ROOM 3	125	138	Page 2 of Report
ROOM 4	390	429	Page 2 of Report
ROOM 5	80	88	Page 2 of Report
ROOM 6	280	308	Page 2 of Report

	Non-Food/Beverage Event - Commercial		
	Current	Proposed	Reason for Increase
ROOM 7	200	220	Page 2 of Report
ROOM 8	160	176	Page 2 of Report
PATIO	190	209	Page 2 of Report
MEZZAZINE -both sides	165	182	Page 2 of Report
MEZZAZINE -(section A or B)	130	143	Page 2 of Report
ROOM 7, 8 & Patio	310	341	Page 2 of Report
ROOM 7 & Patio	275	303	Page 2 of Report
ROOM 8 & Patio	430	473	Page 2 of Report
Portable Dance floor	120	132	Page 2 of Report
Dressing Rooms	60	66	Page 2 of Report
Refreshment Bar	120	132	Page 2 of Report

	Non-Food/Beverage Event - Non-Commercial		
	Current	Proposed	Reason for Increase
MAIN HALL	1,165	1,282	Page 2 of Report
HALF HALL (section A or B)	805	886	Page 2 of Report
ROOM 1	115	127	Page 2 of Report
ROOM 2	115	127	Page 2 of Report
ROOM 3	115	127	Page 2 of Report
ROOM 4	375	413	Page 2 of Report
ROOM 5	75	83	Page 2 of Report
ROOM 6	260	286	Page 2 of Report
ROOM 7	195	215	Page 2 of Report
ROOM 8	150	165	Page 2 of Report
PATIO	165	182	Page 2 of Report
MEZZAZINE -both sides	160	176	Page 2 of Report
MEZZAZINE -(section A or B)	115	127	Page 2 of Report
ROOM 7, 8 & Patio	295	325	Page 2 of Report
ROOM 7 & Patio	260	286	Page 2 of Report
ROOM 8 & Patio	405	446	Page 2 of Report
Portable Dance floor	120	132	Page 2 of Report
Dressing Rooms	60	66	Page 2 of Report
Refreshment Bar	120	132	Page 2 of Report

	Food/Beverage Event - Commercial		
	Current	Proposed	Reason for Increase
MAIN HALL	2,005	2,206	Page 2 of Report
HALF HALL (section A or B)	1,360	1,496	Page 2 of Report
ROOM 1	145	160	Page 2 of Report
ROOM 2	145	160	Page 2 of Report

	Food/Beverage Event - Commercial		
	Current	Proposed	Reason for Increase
ROOM 3	145	160	Page 2 of Report
ROOM 4	570	627	Page 2 of Report
ROOM 5	95	105	Page 2 of Report
ROOM 6	365	402	Page 2 of Report
ROOM 7	275	303	Page 2 of Report
ROOM 8	195	215	Page 2 of Report
PATIO	240	264	Page 2 of Report
MEZZAZINE -both sides	215	237	Page 2 of Report
MEZZAZINE -(section A or B)	155	171	Page 2 of Report
ROOM 7, 8 & Patio	380	418	Page 2 of Report
ROOM 7 & Patio	345	380	Page 2 of Report
ROOM 8 & Patio	590	649	Page 2 of Report
Portable Dance floor	120	132	Page 2 of Report
Dressing Rooms	60	66	Page 2 of Report
Refreshment Bar	120	132	Page 2 of Report

	Food/Beverage Event - Non-Commercial		
	Current	Proposed	Reason for Increase
MAIN HALL	1,360	1,496	Page 2 of Report
HALF HALL (section A or B)	1,030	1,133	Page 2 of Report
ROOM 1	140	154	Page 2 of Report
ROOM 2	140	154	Page 2 of Report
ROOM 3	140	154	Page 2 of Report
ROOM 4	515	567	Page 2 of Report
ROOM 5	90	99	Page 2 of Report
ROOM 6	350	385	Page 2 of Report
ROOM 7	260	286	Page 2 of Report
ROOM 8	190	209	Page 2 of Report
PATIO	220	242	Page 2 of Report
MEZZAZINE -both sides	200	220	Page 2 of Report
MEZZAZINE -(section A or B)	200	220	Page 2 of Report
ROOM 7, 8 & Patio	365	402	Page 2 of Report
ROOM 7 & Patio	325	358	Page 2 of Report
ROOM 8 & Patio	560	616	Page 2 of Report
Portable Dance floor	120	132	Page 2 of Report
Dressing Rooms	60	66	Page 2 of Report
Refreshment Bar	120	132	Page 2 of Report

Office of the City Clerk

Service Type	Current Fee	Proposed Fee	Reason for Increase
Photocopying of Public Records	\$.21 per page for the first ten pages; \$.10 per page thereafter	\$.50 per page for the first ten (10) pages; \$.10 per page thereafter of same document.	Page 2 of Report
Single Articles from HMC	Up to \$3.00/article	\$.50 per page for the first ten (10) pages; \$.10 per page thereafter of same document.	Page 2 of Report
Municipal Code Fees			
Service Charge for Amendments	\$20.00/year	\$25.00/year	Page 2 of Report
Zoning Ordinance Fees			
Service Charge for Amendments	\$20.00/year	\$25.00/year	Page 2 of Report

Library Department

Overdue Fines	Current Fee	Proposed Fee	Reason for the Change
Video cassette tapes	\$1.00/day (maximum cost of item)	\$0.25/day (maximum cost of item)	Decrease – high inventory/lower demand

Police Department

Fee Description	Current Fee	Proposed Fee	Reason for Increase
ANIMAL CONTROL			
IMPOUNDING			
- for each dog			
1st impoundment - licensed	\$25	\$35	Modified full cost recovery
1st impoundment - unlicensed	\$40	\$50	Modified full cost recovery
2nd impoundment within one year	\$60	\$75	Modified full cost recovery
3rd impoundment within one year	\$100	\$150	Modified full cost recovery
4th impoundment or vicious animal	\$150	\$200	Modified full cost recovery
- for each cat			
1st impoundment	\$25	\$35	Modified full cost recovery
2nd impoundment within one year	\$40	\$50	Modified full cost recovery
3rd impoundment within one year	\$60	\$75	Modified full cost recovery
FEEDING & BOARDING CHARGES PER DAY			
For each dog, cat or small domestic pet	\$10	\$15	Modified full cost recovery
OWNER SURRENDER			
- Owner surrender of live licensed animals for euthanasia	\$15/grown single	discontinued	service discontinued

Fee Description	Current Fee	Proposed Fee	Reason for Increase
DEAD ANIMAL DISPOSAL			
- owner delivers dead animal			
Under 75 lbs.	\$20/animal	\$30/animal	Modified full cost recovery
75 to 200 lbs.	\$30/animal	\$40/animal	Modified full cost recovery
Disposal of currently licensed animals	\$10/animal	\$15/animal	Modified full cost recovery
Private Cremation	\$6 + cremation fees	\$15 + cremation fees	Modified full cost recovery
RABIES VACCINATION CERTIFICATE	\$9	Actual Vet Costs	Full cost recovery
PARA-INFLUENZA TYPE VACCINE	\$8	Actual Vet Costs	Full cost recovery
ANIMAL TRAP RENTAL (small animal)	\$2/day	discontinued	service discontinued
- Refundable trap deposit (The deposit will be subject to forfeiture if The trap is damaged or if The trap is not returned on schedule.)	\$75/trap	discontinued	service discontinued
MICROCHIP INSERTION	\$10	---	Modified full cost recovery with a new rate for walk-in customers
- Animal adopted from the Shelter	---	\$15	
- other animals	---	\$25	

Fee Description	Current Fee	Proposed Fee	Reason for Increase
ANIMAL LICENSE AND PERMIT FEES			
- Dog or cat			
Decreed vicious animal license fee	\$30 plus license	\$50 plus license (see footnote)	Modified full cost recovery
- Fancier's Permit	\$60	\$250	Modified full cost recovery
PICKUP & DISPOSAL OF DEAD ANIMALS FROM VET			
- For 1 to 5 animals	\$36	\$50	Modified full cost recovery
- For each additional	\$6	\$10	Modified full cost recovery
- For no limit, monthly charge	\$75	discontinued	service discontinued
- Monthly fee for animals transported by vets	\$15/month	discontinued	service discontinued
OBSERVATION FEES			
- Home quarantine inspections for licensed animals	\$10/inspection	\$20/inspection	Modified full cost recovery
- Home quarantine inspection for unlicensed animals	\$20/inspection	\$40/inspection	Modified full cost recovery
BARK COLLARS			
- Rental	\$2/day	\$5/day	Modified full cost recovery
HEARING FEE: Hearing and inspection of property of owners of animals declared vicious.	\$60	\$100	Modified full cost recovery
RABIES TESTING	---	Actual Vet Costs	Full cost recovery
POLICE ADMINISTRATION			
- Taxi Drivers			
Initial permit	\$71	\$140	Full cost recovery
Annual renewals	\$50	\$100	Full cost recovery
Replacement of lost permit	---	\$30	New fee at full cost recovery rate
- Massage establishment/technician permit			
Establishment permit – one owner	---	\$325	New fee at full cost recovery rate

Fee Description	Current Fee	Proposed Fee	Reason for Increase
Establishment permit – two owners	---	\$445	New fee at full cost recovery rate
Establishment permit – three owners	---	\$565	New fee at full cost recovery rate
Initial technician permit	---	\$125	New fee at full cost recovery rate
Annual technician permit renewals	---	\$50	New fee at full cost recovery rate
Replacement of lost permit	---	\$30	New fee at full cost recovery rate
- Card club employee permit			
Initial permit	---	\$90	New fee at full cost recovery rate
Annual renewals	---	\$90	New fee at full cost recovery rate
Replacement of lost permit	---	\$30	New fee at full cost recovery rate

* License is \$50 for unsterilized and \$15 for sterilized dog or cat; and is valid for the duration of the rabies vaccination period up to three years

Fee Description	Current Fee	Proposed Fee	Reason for Increase
- Carry concealed weapons	\$3	\$100	Fee set by State Penal Code
- Range qualification fee, for each qualification	\$35	---	per State Penal Code, included in the Carry Concealed Weapons fee

VEHICLE RELEASE FEE	\$96	\$100	Full cost recovery
VEHICLE VERIFICATION OR ADMINISTRATION FEE	\$17	\$20	Full cost recovery rate
- Vehicle verification – offsite	---	\$60	New fee at full cost recovery rate
- Sign off of citation not issued by HPD	---	\$20	New fee at full cost recovery rate
CLEARANCE LETTERS	\$7/letter	\$10/letter	Full cost recovery rate
VEHICLE ABATEMENT	\$36/vehicle	\$170/vehicle	Full cost recovery rate
BICYCLE HELMETS	\$10 ea.	discontinued	Service discontinued
FINGER PRINTING	\$20 ea.	---	Eliminates duplicate fee

Fire Department

Service Type	Current Fee	Proposed Fee	Reason for Increase/Changes
New Fire Sprinkler System Installation	\$399.00 per application +\$0.95/per head	\$532.00 per application +\$0.95/per head	Fee increase is based on updated time analysis which shows 1 additional hour is needed to review applications.
Fire Sprinkler System Alteration	Less than 20 heads \$133.00 + \$0.95/per head * Plus building permit fee 20 heads or more \$266.00 + \$0.95/per head * Plus building permit fee *Building permit fees are based on valuation of sprinkler work	Less than 20 heads \$266.00 plus \$0.95/head per application * Plus building permit fee 20 heads or more \$399.00 plus \$0.95/head per application * Plus building permit fees *Building permit fees are based on valuation of sprinkler work	Fee increase is based on updated time analysis which shows 1 additional hour is needed to review applications
Underground Fire Service Line	\$399.00 per application	\$532.00 plus \$133.00 per Fire Hydrant per application	Fee increase is based on updated time analysis which shows 1 additional hour is needed to review application and 1 hour is required to review each hydrant per application
Emergency Underground Repair	\$266.00 per application	\$399.00 plus \$133.00 per Fire Hydrant per application	Fee increase is based on updated time analysis which shows 1 additional hour is needed to review application and 1 hour is required to review each hydrant per application
Wet, Dry or Combination Standpipe Systems	\$399.00 per application	\$399.00 per standpipe	Fee increase is based on updated time analysis which shows that 3 hours is needed to review each stand pipe submitted with the application
Fire Hose Racks		Less than 5 fire hose racks \$399.00 per application *Plus building permit fees 6 or more fire hose racks \$133.00 for each additional fire hose rack *Plus building permit fees	New fee for fire hose rack applications that are submitted without sprinkler installation

Service Type	Current Fee	Proposed Fee	Reason for Increase/Changes
Fire Alarm/Detection Waterflow Monitoring Systems (Evacuation, Fire, Heat, Smoke)	Less than 8 devices \$133.00 8 - 24 devices \$266.00 25 - 49 devices \$399.00 50 or more devices \$532.00 Plus \$133 per additional story	Less than 8 devices \$399.00 8 - 24 devices \$532.00 25 - 49 devices \$665.00 50 or more devices \$798.00 Plus \$133 per additional floor (Multi-story buildings)	Fee increase is based on updated time analysis which shows two additional hours are needed
Specialized Detection Systems Hazardous Gas, Refrigeration Leak, etc)		Less than 8 devices \$399.00 8 - 24 devices \$532.00 25 - 49 devices \$665.00 50 or more devices \$798.00 Plus \$133 per additional floor (Multi-story buildings)	This new fee (based on estimated staff time) recognizes specialized systems

Department of Public Works

Utilities Division

Water Fees

Service Type	Current Fee	Proposed Fee	Reason for Increase
Construction Meters			
5/8" meter	\$3	\$4	Page 3 of Report
3/4" meter	\$5	\$6	Page 3 of Report
1" meter	\$8	\$10	Page 3 of Report
1 1/2" meter	\$16	\$19	Page 3 of Report
2" meter	\$26	\$31	Page 3 of Report
3" meter	\$52	\$62	Page 3 of Report
4" meter	\$82	\$97	Page 3 of Report
6" meter	\$164	\$194	Page 3 of Report
8" meter	\$262	\$310	Page 3 of Report
10" meter	\$377	\$446	Page 3 of Report

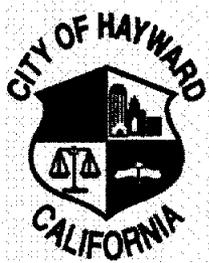
Service Type	Current Fee	Proposed Fee	Reason for Increase
Installation Fees (Meter x Service Line Size)			
5/8" x 3/4"	\$1,680	\$2,510	Page 3 of Report
3/4" x 3/4"	\$1,680	\$2,510	Page 3 of Report
3/4" x 1"	\$1,810	\$2,710	Page 3 of Report
1" x 1"	\$1,810	\$2,710	Page 3 of Report
1" x 1 1/2"	\$2,150	\$3,220	Page 3 of Report
1 1/2" x 1 1/2"	\$2,150	\$3,220	Page 3 of Report
1 1/2" x 2"	\$2,480	\$3,610	Page 3 of Report
2" x 2"	\$2,480	\$3,610	Page 3 of Report
U Branch Installation	New	\$3,100	Page 3 of Report

Wastewater Fees

Fee Description	Current Fee	Proposed Fee	Reason for Increase
Wastewater Discharge Permits			
New Permits			
Categorical	\$965	\$1,440	Page 4 of Report
Non-Significant Categorical	New	\$1,140	Page 4 of Report
Non-Categorical	\$680	\$1,010	Page 4 of Report
Groundwater	\$470	\$550	Page 4 of Report
Special Purpose	\$225	\$290	Page 5 of Report
Non-Sewered Credit	New	\$300	Page 5 of Report
Renewed Permits			
Categorical	\$650	\$960	Page 4 of Report
Non-Significant Categorical	New	\$810	Page 4 of Report
Non-Categorical	\$420	\$610	Page 4 of Report
Groundwater	\$285	\$335	Page 4 of Report
Non-Sewered Credit	New	\$300	Page 5 of Report
Amended Permits			
Categorical	\$305	\$420	Page 4 of Report
Non-Significant Categorical	New	\$370	Page 4 of Report
Non-Categorical	\$245	\$305	Page 4 of Report
Groundwater	\$190	\$200	Page 4 of Report

Stormwater Fees

Fee Description	Current Fee	Proposed Fee	Reason for Increase
Stormwater Treatment Measure Inspection Fee			
Treatment Measure Inspection	\$150	\$190	Page 5 of Report
Stormwater Facility Inspection Fees			
Industrial (under State Permit)	New	\$125	Page 5 of Report
Industrial (not under State Permit)	New	\$95	Page 5 of Report
Restaurant	New	\$85	Page 5 of Report
Commercial	New	\$70	Page 5 of Report



CITY OF HAYWARD
AGENDA REPORT

AGENDA DATE 05/30/06
 AGENDA ITEM _____
 WORK SESSION ITEM _____

TO: Mayor and City Council
FROM: Acting Director of Finance and Internal Services
SUBJECT: Review of Community Promotion Program

The Community Promotion Program provides grant funding for events and activities that benefit Hayward residents. Over the past several years, the Council has allocated between \$112,000 and \$180,000 annually to local groups. Grants have been provided in amounts from \$200 to \$47,750 to fund various organizations and activities.

The following Council approved categories were used to establish eligibility:

1. Celebrate cultural diversity
2. Promote the arts
3. Recognize the history of Hayward and its future

For this two-year funding period, fourteen organizations submitted an application; all of which met the eligibility criteria established by Council.

Exhibit A provides a listing of applicant funding requests. In comparing the 2005-06 awards to the 2006-07 request - eight returning organizations requested the same funding level, while six returning applicants requested an increase in funding. In addition, the Hayward Municipal Band made a one-time additional request for new uniforms. The total amount requested for FY 2006-07 is \$45,640 above the available funding of \$150,000. The total amount requested for FY 2007-08 is \$31,121 above the available funding of \$150,000.

During the FY 2005-06 hearing for Community Promotion Program funding, Council members requested additional information regarding event attendance, fundraising efforts, and percentage of City funding in relationship to the events overall budget. In response to this request, staff has attached Exhibit B and C, which summarizes this information for each of the two budget years. Staff is reporting the information provided by the applicants, and has not independently verified information pertaining to, for example, attendance. Additionally, a summary of FY 2005-06 grant awards is provided on Exhibit D.

Representatives of each of the organizations requesting Community Promotions Program funds will be notified of the time and location of the May 30 work session and will be invited to attend.

Additionally, they will be notified of the public hearing, which will be held on Tuesday, June 13, 2006.

During the mid-year budget review, the Council indicated to staff to maintain the FY 2005-06 funding level of \$150,000 for FY 2006-07 and FY 2007-08. In light of this information, staff is recommending no change from the FY 2005-06 level of funding. However, Council may wish to consider different levels of funding, and if so, direct staff to present the changes at the June 13, 2006 public hearing.

Prepared by:


Denise Blohm, Budget Administrator

Recommended by:


Diane Lewis, Acting Finance Director

Approved by:


Jesús Armas, City Manager

Attachments: Exhibit A – 2006-08 Community Promotion Program – Overview Comparison with FY 2005-06 Grant Award
Exhibit B – 2006-08 Community Promotion Program – Overview of Requests, Year 1
Exhibit C – 2006-08 Community Promotion Program – Overview of Requests, Year 2
Exhibit D – 2006-08 Community Promotion Program – Summary of FY 2005-06 Grant Awards

FY 2006-08 Community Promotion Program
Overview Comparison with FY 2005-06 Grant Awards

Program Name	Sponsor	FY 2005-06	FY 2006-07	Difference	FY 2007-08	Difference
		Adopted	Requested	FY 05-06	Requested	FY 05-06
Requesting equal funds						
1 Art Education and Exhibition Facility	Hayward Forum of the Arts / Sun Gallery	\$37,000	\$37,000	\$0	\$37,000	\$0
2 Hayward-Russell City Blues Festival	Bay Area Blues Society	\$30,000	\$30,000	\$0	\$30,000	\$0
3 Hayward Concert Series	Hayward Municipal Band	\$18,509	\$18,509	\$0	\$18,509	\$0
4 Music Education	Pacific Chamber Symphony	\$10,191	\$10,191	\$0	\$10,191	\$0
5 Dr. Martin Luther King, Jr. Birthday Celebration	Dr. Martin Luther King, Jr. Celebration Committee	\$2,000	\$2,000	\$0	\$2,000	\$0
6 Memorial Day Celebration	Allied Veterans Memorial Day Committee	\$800	\$800	\$0	\$800	\$0
7 Veteran's Day Observance	Allied Veterans Parade Committee	\$300	\$300	\$0	\$300	\$0
8 Admission Day Celebration	Native Daughters and Sons of the Golden West	\$200	\$200	\$0	\$200	\$0
		\$99,000	\$99,000	\$0	\$99,000	\$0
Requesting additional funds						
9 Art Promotion	Hayward Arts Council and Honor Band	\$31,678	\$43,390	\$11,712	\$39,871	\$8,193
10 Fourth of July	South Hayward Lions Club	\$6,464	\$8,250	\$1,786	\$8,250	\$1,786
11 Music Program	The Youth Orchestras of Southern of Alameda County	\$5,901	\$7,000	\$1,099	\$7,000	\$1,099
12 Cinco de Mayo / Mexican Independence Program	La Alianza de Hayward	\$3,111	\$4,000	\$889	\$4,000	\$889
13 Hayward Volunteer Recog and Awards Dinner	Hayward Volunteer Recog and Awards Dinner	\$2,000	\$3,000	\$1,000	\$3,000	\$1,000
14 Hayward Zucchini Festival	Hayward Zucchini Festival	\$1,846	\$20,000	\$18,154	\$20,000	\$18,154
		\$51,000	\$85,640	\$34,640	\$82,121	\$31,121
Requesting new funds						
15 New Uniforms	Hayward Municipal Band	\$0	\$11,000	\$11,000	\$0	\$0
	Subtotal	\$150,000	\$195,640	\$45,640	\$181,121	\$31,121
	Amount Available	\$150,000	\$150,000		\$150,000	
	Difference	\$0	(\$45,640)		(\$31,121)	

FY 2006-07 Community Promotion Program

Overview of Requests - Year 1

Program Name	Grant Category	Attendance	Fundraising / Fees/Donations	Grant amount requested	Program Budget	Recommended City Funding	% of City Support (Using recommended funding)
1 Admission Day Celebration Committee Admission Day Celebration	Cultural Diversity	100	Yes	\$200	\$2,337	\$200	9%
2 Bay Area Blues Society Hayward-Russell City Blues Festival	Cultural Diversity	3,000	Yes	\$30,000	\$97,863	\$30,000	31%
3 Dr. Martin Luther King, Jr. Birthday Committee Dr. Martin Luther King, Jr. Birthday Celebration	Cultural Diversity	1,700	Yes	\$2,000	\$2,000	\$2,000	100%
4 Hayward Arts Council Art Promotion	Promote Arts	14,000	Yes	\$43,390	\$76,330	\$31,678	42%
5 Hayward Forum of the Arts / Sun Gallery Art Education and Exhibition Facility	Promote Arts	11,500	Yes	\$37,000	\$61,440	\$37,000	60%
6 Hayward Municipal Band Hayward Concert Series	Promote Arts	2,100	No	\$18,509	\$18,509	\$18,509	100%
7 Hayward Volunteer Recog and Awards Dinner Steering Committee Hayward Volunteer Recog and Awards Dinner	Recognize Hayward	350	Yes	\$3,000	\$12,650	\$2,000	16%
8 Hayward Zucchini Festival Hayward Zucchini Festival	Recognize Hayward	20,000	Yes	\$20,000	\$160,653	\$1,846	1%
9 La Alianza de Hayward Cinco de Mayo / Mexican Independence Program	Cultural Diversity	2,500	Yes	\$4,000	\$9,974	\$3,111	31%
10 Memorial Day Celebration Committee Memorial Day Celebration	Cultural Diversity	1,000	Yes	\$800	\$2,400	\$800	33%
11 Pacific Chamber Symphony Music Program	Promote Arts	4,500	Yes	\$10,191	\$18,191	\$10,191	56%
12 South Hayward Lion's Club Fourth of July	Cultural Diversity	2,500	Yes	\$8,250	\$11,272	\$6,464	57%
13 Veteran's Day Observance Committee Veteran's Day Observance	Cultural Diversity	2,000	Yes	\$300	\$2,400	\$300	13%
14 Youth Orchestra of Southern Alameda County Signature Concert Series	Promote Arts	500	Yes	\$7,000	\$63,990	\$5,901	9%
					Total	\$150,000	

FY 2007-08 Community Promotion Program

Overview of Requests - Year 2

Program Name	Grant Category	Attendance	Fundraising / Fees/Donations	Grant amount Requested	Program Budget	Recommended City Funding	% of City Support (Using recommended funding)
1 Admission Day Celebration Committee Admission Day Celebration	Cultural Diversity	100	Yes	\$200	\$2,337	\$200	9%
2 Bay Area Blues Society Hayward-Russell City Blues Festival	Cultural Diversity	3,000	Yes	\$30,000	\$97,863	\$30,000	31%
3 Dr. Martin Luther King, Jr. Birthday Committee Dr. Martin Luther King, Jr. Birthday Celebration	Cultural Diversity	1,700	Yes	\$2,000	\$2,000	\$2,000	100%
4 Hayward Arts Council Art Promotion	Promote Arts	14,000	Yes	\$39,871	\$76,330	\$31,678	42%
5 Hayward Forum of the Arts / Sun Gallery Art Education and Exhibition Facility	Promote Arts	11,500	Yes	\$37,000	\$61,440	\$37,000	60%
6 Hayward Municipal Band Hayward Concert Series	Promote Arts	2,100	No	\$18,509	\$18,509	\$18,509	100%
7 Hayward Volunteer Recog and Awards Dinner Steering Committee Hayward Volunteer Recog and Awards Dinner	Recognize Hayward	350	Yes	\$3,000	\$12,650	\$2,000	16%
8 Hayward Zucchini Festival Hayward Zucchini Festival	Recognize Hayward	20,000	Yes	\$20,000	\$160,653	\$1,846	1%
9 La Alianza de Hayward Cinco de Mayo / Mexican Independence Program	Cultural Diversity	2,500	Yes	\$4,000	\$9,974	\$3,111	31%
10 Memorial Day Celebration Committee Memorial Day Celebration	Cultural Diversity	1,000	Yes	\$800	\$2,400	\$800	33%
11 Pacific Chamber Symphony Music Program	Promote Arts	4,500	Yes	\$10,191	\$18,191	\$10,191	56%
12 South Hayward Lion's Club Fourth of July	Cultural Diversity	2,500	Yes	\$8,250	\$11,272	\$6,464	57%
13 Veteran's Day Observance Committee Veteran's Day Observance	Cultural Diversity	2,000	Yes	\$300	\$2,400	\$300	13%
14 Youth Orchestra of Southern Alameda County Signature Concert Series	Promote Arts	500	Yes	\$7,000	\$63,990	\$5,901	9%
Total						\$150,000	

FY 2006-08 Community Promotion Program

Summary of FY 2005-06 Grant Awards

		FY 2005-06				
Program Name	Sponsor	Grant Category	Percentage of total grant funds	Grant \$ awarded	Total Category \$	Total Category %
1	Hayward-Russell City Blues Festival	Bay Area Blues Society	Cultural Diversity	20%	\$30,000	
2	Fourth of July	South Hayward Lions Club	Cultural Diversity	4%	\$6,464	
3	Cinco de Mayo / Mexican Independence Program	La Alianza de Hayward	Cultural Diversity	2%	\$3,111	
4	Dr. Martin Luther King, Jr. Birthday Celebration	Dr. Martin Luther King, Jr. Celebration Committee	Cultural Diversity	1%	\$2,000	
5	Memorial Day Celebration	Allied Veterans Memorial Day Committee	Cultural Diversity	1%	\$800	
6	Veteran's Day Observance	Allied Veterans Parade Committee	Cultural Diversity	0%	\$300	
7	Admission Day Celebration	Native Daughters and Sons of the Golden West	Cultural Diversity	0%	\$200	\$42,875 29%
8	Art Education and Exhibition Facility	Hayward Forum of the Arts / Sun Gallery	Promote Arts	25%	\$37,000	
9	Art Promotion	Hayward Arts Council and Honor Band	Promote Arts	21%	\$31,678	
10	Hayward Concert Series	Hayward Municipal Band	Promote Arts	12%	\$18,509	
11	Music Education	Pacific Chamber Symphony	Promote Arts	7%	\$10,191	
12	Music Program	The Youth Orchestras of Southern of Alameda County	Promote Arts	4%	\$5,901	\$103,279 69%
13	Hayward Volunteer Recog and Awards Dinner	Hayward Volunteer Recog and Awards Dinner	Recognize Hayward	1%	\$2,000	
14	Hayward Zucchinni Festival	Hayward Zucchinni Festival	Recognize Hayward	1%	\$1,846	\$3,846 3%
Total FY 2005-06 Funding				100%	\$150,000	\$150,000

CITY OF HAYWARD
FY 2006-07 GANN APPROPRIATION LIMIT

The following is provided as the result of calculations performed based on applicable state law and information provided in the FY 2006-07 Recommended Operating and Capital Improvement budget documents.

FY 2006-07 Gann Appropriation Limit is:	\$196,510,921
Appropriations subject to the Gann Limit:	(\$79,681,904)
Over / (Under) the Gann Appropriation Limit by:	\$116,829,017

NOTE: The Appropriation Limit calculation detail is available from the Director of Finance and Internal Services.