



## AGENDA

### SPECIAL CITY COUNCIL MEETING

### CITY OF BANNING, CALIFORNIA

June 28, 2022

4:15 p.m.

**In Chambers and via Zoom**

Council Chambers  
99 E. Ramsey Street  
Banning, CA 92220

*The following information comprises the agenda for the regular meeting of the Banning City Council, a joint meeting of the City Council and Banning Utility Authority, and the Banning City Council sitting in its capacity as the Banning Successor Agency Board.*

***This meeting is being held via Zoom so that members of the public may observe and participate in this meeting electronically. If you participate in this meeting via Zoom, you are agreeing to abide by the City's Zoom Community Standards for Public Meetings (provided in full on the last page of the agenda). Esta reunión se lleva a cabo en la Cámara y a través de Video/Teleconferencia en Zoom para que los miembros del público puedan observar y participar en esta reunión de manera electrónica. Si elige participar en esta reunión a través de Zoom, acepta cumplir con los Estándares comunitarios de Zoom para reuniones públicas de la ciudad (que se proporcionan en su totalidad en la última página de la agenda).***

To observe and participate in the online video portion of the meeting through your personal computer or device, follow this link:

<https://us02web.zoom.us/j/81007280759?pwd=d0JCK0yeGhOQk5Cek1kd3FJUmlsQT09>

**Meeting ID: 810 0728 0759  
Password: 092220**

Dial in: +1 669 900 9128 • Meeting ID: 810 0728 0759

#### 1. **CALL TO ORDER**

Roll Call

#### 2. **PUBLIC COMMENT – Agenda Items**

#### 3. **DISCUSSION ITEMS**

3.1. Discuss Potential Ballot Measure to be Placed on the November 2022 Ballot by the City Council for a Proposed Ordinance Authorizing a Transfer from the City of Banning Electric Fund to the General Fund..... **4**  
*(Staff Report: Doug Schulze, City Manager)*

**Recommendation:** (1) Discuss placement of a Ballot Measure on the November 2022 ballot by the City Council for a proposed Ordinance authorizing a transfer from

the City's electric fund to the general fund, and (2) Review the Draft Ordinance authorizing the electric fund transfer and Draft Resolution calling for the proposed Measure placed on the November 2022 ballot and submitted to the voters of the City at the general election to be held on Tuesday, November 8, 2022.

#### **4. ADJOURNMENT**

##### **Zoom Community Standards for Public Meetings**

*By participating in this meeting on Zoom, you are agreeing to abide by the City of Banning's Community Standards for Public Meetings. Zoom attendees that fail to adhere to these standards may be removed from the meeting room.*

- Your microphone must remain on mute, and you may only unmute your microphone when/if you are recognized by the Mayor.
- Your camera must be turned off unless/until you are recognized by the Mayor.
- To indicate a desire to make Public Comment, you must use the Raise Hand function. The Mayor will not recognize those who have not used the Raise Hand function.
- Public Comment from Zoom attendees will immediately follow in person comment from members of the public in Council Chambers.
- If you fail to adhere to these community guidelines, **you may be removed** for disrupting the meeting occurring in Council Chambers. You may rejoin the meeting but may be removed for each violation of these community standards.
- The chat function will be disabled for all City Council meetings on Zoom.

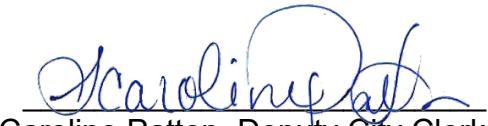
##### **Estándares comunitarios de Zoom para Reuniones Públicas**

*Al participar en esta reunión en Zoom, usted acepta cumplir con los Estándares Comunitarios para Reuniones Públicas de la ciudad de Banning. Los que atienden por Zoom que no cumplan con estos estándares pueden ser retirados de la sala de reuniones.*

- Su micrófono debe permanecer en silencio, y solo puede reactivar su micrófono cuando / si es reconocido por el alcalde.
- Su cámara debe estar apagada a menos que sea reconocido por el alcalde.
- Para indicar el deseo de hacer un Comentario Público, debe utilizar la función Levantar la mano. El alcalde no reconocerá a quienes no hayan utilizado la función Levantar la mano.
- Los comentarios públicos de lo que atienden por Zoom seguirán inmediatamente los comentarios en persona de los miembros del público en las Cámaras del Consejo.
- Si no cumple con estas pautas de la comunidad, es posible que lo destituyan por interrumpir la reunión que tiene lugar en las Cámaras del Consejo. Puede volver a unirse a la reunión, pero es posible que lo eliminen por cada violación de estos estándares de la comunidad.
- La función de chat estará deshabilitada para todas las Reuniones del Ayuntamiento en Zoom.

## **AFFIDAVIT • DECLARACIÓN JURADA**

IT IS HEREBY CERTIFIED under the laws of the State of California that the above agenda was posted on the City's website ([www.banningca.gov](http://www.banningca.gov)) as well as the Bulletin Board at Banning City Hall, located at 99 E Ramsey Street, Banning, CA 92220 by 4:15 P.M. on the 23rd of June 2022.



Caroline Patton, Deputy City Clerk  
Secretario adjunto de la ciudad

## **PUBLIC NOTICE • NOTICIA PÚBLICA**

### **Meeting Agendas and Notices**

Interested in receiving email and/or text notifications of upcoming City Council meetings? Sign up for meeting notifications through Notify Me (<https://banningca.gov/list.aspx>). Pursuant to amended Government Code §54957.5(b), staff reports and other public records related to open session agenda items are available on the City's website ([www.banningca.gov/archive](http://www.banningca.gov/archive)).

### **Public Comment**

#### *Agenda Items*

Any member of the public may address this meeting of the City Council on any item appearing on the agenda. A five-minute limitation shall apply to each member of the public and no member of the public shall be permitted to share their time with any other person. *Special meetings do not have public comment periods for non-agenda items.*

### **Special Assistance/Accessibility Requests**

In compliance with the Americans with Disabilities Act, any member of the public may request that the agenda and agenda packet be mailed to them. If you need special assistance to participate in this meeting (such as translation services), please contact the Office of the City Clerk. Advanced notification of at least 48 hours prior to the meeting will allow the city to make arrangements to ensure your accessibility.

**¿Necesita servicios de traducción para participar?** Contacto Oficina del Secretario de la Ciudad.

## **CONTACT • CONTACTO**

Office of the City Clerk • 951-922-3102 • [CityClerks@banningca.gov](mailto:CityClerks@banningca.gov)  
99 East Ramsey Street, Banning, California 92220



## CITY OF BANNING STAFF REPORT

**TO:** CITY COUNCIL

**FROM:** Douglas Schulze, City Manager

**MEETING DATE:** June 28, 2022

**SUBJECT:** **Discuss Potential Ballot Measure to be Placed on the November 2022 Ballot by the City Council for a Proposed Ordinance Authorizing a Transfer from the City of Banning Electric Fund to the General Fund**

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### **RECOMMENDATION:**

1. Discuss placement of a Ballot Measure on the November 2022 ballot by the City Council for a proposed Ordinance authorizing a transfer from the City's electric fund to the general fund.
2. Review the Draft Ordinance authorizing the electric fund transfer and Draft Resolution calling for the proposed Measure placed on the November 2022 ballot and submitted to the voters of the City at the general election to be held on Tuesday, November 8, 2022.

### **BACKGROUND:**

The City's general fund budget was significantly impacted in fiscal year 2017 to fiscal year 2018 and stagnant economic growth for the past two decades has resulted in a lack of resources for basic City services, such as: park maintenance and improvements, street maintenance, law enforcement staffing and facility maintenance. Balancing the budget has required the use of reserve funds, which is not a sustainable practice. Multiple factors that contributed to the 2017/2018 FY and each fiscal year since, include:

1. The City's agreement with Cal Fire for fire protection services increased \$400,000 in 2018 and an additional \$200,000 in 2019.
2. The sunset of the approximate \$500,000 annual payments received from Riverside County to pay the salaries of four (4) police officers as indicated in the Memorandum of Understanding (MOU) with respect to the expansion of the Smith Correctional Facility at 1627 S. Hargrave Avenue in Banning. To keep the same level of police services, this budget impact was absorbed by the general fund.
3. The increase from the California Public Employees' Retirement System (CalPERS) of approximately \$500,000 each year prospectively to cover the unfunded liability of pensions.

The 2018 City Council placed Measure P on the November 6, 2018, ballot along with Measure N and Measure O. Measure N and Measure O were both approved by voters

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and related to cannabis taxation. Measure P failed by less than 200 votes (48.82/51.18), but the City did very little to provide information to voters regarding Measure P. In fact, the first community meeting regarding the ballot measures occurred in early October; less than one month before the date of the election. Revenue anticipated from Measure N and Measure O have not been achieved and the COVID 19 pandemic has created delays to several projects.

The General Fund budget has been limited to growth of less than 2% annually since FY 2018-19. During this same time period, the rate of inflation was 18.3% or over 3% annually. The biggest impact from lack of resources has been street maintenance, park maintenance and facilities maintenance. Community members have expressed substantial dissatisfaction recently regarding the condition of City parks and the lack of improvements to parks. While City staff have pursued grant funding for park improvements, but grant funding is highly competitive and frequently requires matching funds.

If the City Council desires placement of a ballot measure on the November 2022 general municipal election, a resolution must be adopted at the July 12, 2022 meeting.

**JUSTIFICATION:**

An additional revenue source will be required to keep the same level of Police and Fire services, as well as enhancement of services to the community, including streets, parks, and community center services. The proposed general fund transfer from the electric utility is an option that will provide a guaranteed and consistent source of funding that can be dedicated to funding parks, streets and facilities or folded into the general fund without a specific designation.

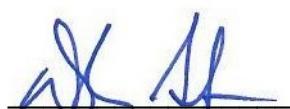
**FISCAL IMPACT:**

To be determined based on Council direction.

**ATTACHMENTS:**

1. Draft Resolution 2022-XX  
<https://banningca.gov/DocumentCenter/View/10869/Att-1-DRAFT-Reso-2022-xx-Calling-Election-on-GFT>
2. Draft Ordinance XXXX  
<https://banningca.gov/DocumentCenter/View/10870/Att-2-DRAFT-Ord-for-Voters-to-approve-GFT-v8>

Approved by:



Douglas Schulze  
City Manager