

Schedule Options for Completion and Adoption of SPU 2015-2020 Strategic Business Plan (“SBP”)

| | Schedule Option 1. SBP to Council early July; Council action before 2015-16 budget | Schedule Option 2. SBP to Council with Mayor’s Budget in September; Council action with budget (SPU PREFERRED) | Schedule Option 3. SBP to Council with Mayor’s Budget in September; Council action in Q1 2015 |
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| Water Rates | Water Rates are currently adopted through 2014 only. However, with excess cash on hand in the Water Fund, a 2015 rate increase can be deferred until September 2015. Therefore, Council action on new water rates is not necessary until mid-2015, allowing water rates to follow adoption of the SBP under any of the SBP schedule options noted here. | | |
| SPU | No margin for error Not confident of having a quality report by early July | Schedule still aggressive, but more doable Confident of having a quality report by August | Schedule still aggressive, but more doable Confident of having a quality report by August Seek budget appropriation via a quarterly supplemental in order to begin implementing actions later in 2015 rather than waiting until the 2016 mid-biennium budget process |
| Panel | 12 meetings scheduled for January-June; work done in June; may require more than 12 Panel meetings to complete work. Chair and Vice Chair involved in Council briefings throughout the summer | 14-16 meetings between January-August; work done in August Chair and Vice Chair involved in Council briefings through the fall | 14-16 meetings January-August; work done in August. 5-6 month gap between Panel finishing work and Plan approval. Chair and Vice Chair involved in Council briefings in 2015 – Panel dissolves at the end of 2014, would need to address. |
| Mayor/Council | <u>Interim briefings.</u> In each option, plan to keep Mayor/Council up to speed with briefings throughout 2014 <u>2015-16 budget process.</u> Will need to closely coordinate with CBO to ensure the SBP and 2015 budget deliverables are aligned <u>Final Council review.</u> More in line with recent Council past practice of reviewing rate studies & strategic plans outside the budget process | <u>Interim briefings.</u> In each option, plan to keep Mayor/Council up to speed with briefings throughout 2014 <u>2015-16 budget process.</u> Will need to closely coordinate with CBO to ensure the SBP and 2015 budget deliverables are aligned <u>Final Council review.</u> Need to confirm whether Council willing to review & adopt as part of budget process | <u>Interim briefings.</u> In each option, plan to keep Mayor/Council up to speed with briefings throughout 2014 <u>2015-16 budget process.</u> SBP may be inconsistent with 2015-16 budget <u>Final Council review.</u> Not clear if Council would be adopting a 2015-2020 SBP, or a 2016-2020 SBP? Will further SBP updates be needed before adoption? In 2015, City will also need to adopt new water rates, and new DWW rates. |

Immediate Next Steps:

- Request time at January 13 City Council Briefing Meeting to describe SPU Strategic Business Plan Interim Outreach and Baseline (done)
- By end of January, secure consensus on Strategic Business Plan Approval schedule and process for interim briefings of Mayor’s Office and Council