



Annual City Council Goal Setting Workshop Agenda

City Council

Rich Constantine - Mayor
Gino Borgioli - Mayor Pro Tem
John McKay - Council Member
Yvonne Martinez Beltran - Council Member
Rene Spring - Council Member

Friday, January 28, 2022 1:00 PM

Virtual Meeting

Friday, January 28, 2022, 1:00 p.m.
Saturday, January 29, 2022, 9:00 a.m.

The link to join the meeting can be found below.

VIRTUAL MEETING GUIDELINES AND PUBLIC COMMENT

In accordance with Executive Order N-25-20 and guidance from the California Department of Public Health on gatherings, remote public participation is allowed. Physical meetings will not be in the City Council Chamber until further notice. City Council meetings will be live-streamed on Channel 17, on the City's website, and on the City's Facebook page. Those members of the community that would like to participate in the meetings remotely may do so by joining the virtual meeting at: <https://bit.ly/MHCityCouncilMeeting> or by calling (669) 900-9128, then enter the webinar id: 873 3200 8380#.

Public comment may be provided in the following ways:

- Join the virtual City Council meeting via the link above, when public comment is opened, raise your virtual hand and be called upon to speak for up to 3 minutes (YOU MUST BE RUNNING THE MOST CURRENT VERSION OF ZOOM TO BE UNMUTED)
- Join the virtual meeting by calling the number above, dial *9 to raise your hand, and be called upon to speak for up to 3 minutes
- Send public comments in writing to the City Clerk at ccpubliccomment@morganhill.ca.gov

- Public comment is intended for comments. Questions posed during public comment are not generally answered. If you have questions, send them to the City Clerk at ccpubliccomment@morganhill.ca.gov to receive a response.

* Please note that comments made on Facebook are not considered public comment.

CALL TO ORDER

ROLL CALL ATTENDANCE

DECLARATION OF POSTING AGENDA

PUBLIC COMMENT

This opportunity for public comment is for items that are not on the agenda. If you would like to make comments on an item that is on the agenda, please wait until we get to that item to offer your comments. Members of the public are entitled to address the City Council concerning any item within the Morgan Hill City Council's subject matter jurisdiction. Public comments are limited to no more than three minutes. Except for certain specific exceptions, the City Council is prohibited from discussing or taking action on any item not appearing on the posted agenda. (See additional noticing at the end of this agenda)

ADOPTION OF AGENDA

GOAL SETTING WORKSHOP - FRIDAY, JANUARY 28, 2022 1:00 P.M.

1. CITY COUNCIL GOAL SETTING WORKSHOP

Recommendation:

1. Review and discuss results of City Council's Myers-Briggs Type Indicator;
2. Review 2021 Accomplishments;
3. Review and discuss City Council Norms, Policies, and Protocols;
4. Review and discuss 2020-2021 Strategic Priorities Work Plan and Council Follow-up/Future Business Items;
5. Review and discuss 2022-2023 Sustainable Morgan Hill, including Vision, Ongoing Priorities, and Strategic Priorities; and
6. Receive updates on budget, development projects, and upcoming work plan items.

ADJOURNMENT TO SATURDAY, JANUARY 29, 2022 AT 9:00 A.M.

SATURDAY, JANUARY 29, 2022, 9:00 A.M.

GOAL SETTING WORKSHOP CONTINUED

NOTICE

Any documents produced by the City and distributed to the majority of the City Council less than 72 hours prior to an open meeting, will be made available for public inspection at the City Clerk's Counter at City Hall located at 17575 Peak Avenue, Morgan Hill, CA, 95037 and at the Morgan Hill Public Library located at 660 West Main Avenue, Morgan Hill, California, 95037 during normal business hours. (Pursuant to Government Code 54957.5)

PUBLIC COMMENT

Members of the Public are entitled to directly address the City Council concerning any item that is described in the notice of this meeting, before or during consideration of that item. If you wish to address the Council on any issue that is on this agenda, please complete a speaker request card located in the foyer of the Council Chambers and deliver it to the Minutes Clerk prior to discussion of the item. You are not required to give your name on the speaker card in order to speak to the Council, but it is very helpful. When you are called, proceed to the podium and the Mayor will recognize you. If you wish to address the City Council on any other item of interest to the public, you may do so during the public comment portion of the meeting following the same procedure described above. Please limit your comments to three (3) minutes or less.

Please submit written correspondence to the Minutes Clerk, who will distribute correspondence to the City Council.

Persons interested in proposing an item for the City Council agenda should contact a member of the City Council who may plan an item on the agenda for a future City Council meeting. Should your comments require Council action, your request may be placed on the next appropriate agenda. Council discussion or action may not be taken until your item appears on an agenda. This procedure is in compliance with the California Public Meeting Law (Brown Act) Government Code §54950.

City Council Policies and Procedures (CP 03-01) outlines the procedure for the conduct of public hearings. Notice is given, pursuant to Government Code Section 65009, that any challenge of Public Hearing Agenda items in court, may be limited to raising only those issues raised by you or on your behalf at the Public Hearing described in this notice, or in written correspondence delivered to the City Council at, or prior to the Public Hearing on these matters.

The time within which judicial review must be sought of the action by the City Council, which acted upon any matter appearing on this agenda is governed by the provisions of Section 1094.6 of the California Code of Civil Procedure.

For a copy of City Council Policies and Procedures CP 97-01, please contact the City Clerk's office (408) 779-7259, (408) 779-3117 (fax) or by email cityclerk@morganhill.ca.gov.

AMERICANS WITH DISABILITIES ACT (ADA)

In compliance with the Americans with Disabilities Act, if you are a disabled person and you need a disability-related modification or accommodation to participate in this meeting, please contact the City Clerk's Office at (408)779-7259, (408)779-3117 (fax) or by email cityclerk@morganhill.ca.gov. Requests must be made as early as possible and at least two-full business days before the start of the meeting.

SUSTAINABLE MORGAN HILL



VISION

To sustain a safe, equitable, inclusive, socially responsible, environmentally conscious, and economically sound community

Choose Morgan Hill

The City of Morgan Hill is the best community for people to live, work, visit, and operate their businesses.

City Council Ongoing Priorities

- Enhancing Public Safety
- Protecting the Environment and Preserving Open Space and Agricultural Land
- Maintaining Infrastructure
- Supporting our Youth, Seniors, and Entire Community
- Fostering a Positive Organizational Culture
- Preserving and Cultivating Public Trust
- Preserving our Community History
- Enhancing Equity, Diversity, and Inclusiveness
- Advancing Regional Initiatives
- Advocating for Local Control

2020-2021 Strategic Priorities

- **Fiscal Sustainability**
- Affordable Housing and Homelessness
- Community Outreach, Engagement, and Messaging
- Economic Development
- Transportation



These strategic priorities were established prior to the COVID-19 pandemic. In light of recent events, we recognize that all of these goals and priorities will be viewed through the lens of the global pandemic, and we will continue to have equity, public health, and financial responsibility in mind.



CITY OF MORGAN HILL

CITY COUNCIL STAFF REPORT

MEETING DATE: January 28, 2022

PREPARED BY:

Christina Turner, City Manager

APPROVED BY: City Manager

CITY COUNCIL GOAL SETTING WORKSHOP

RECOMMENDATION(S)

1. Review and discuss results of City Council's Myers-Briggs Type Indicator;
2. Review 2021 Accomplishments;
3. Review and discuss City Council Norms, Policies, and Protocols;
4. Review and discuss 2020-2021 Strategic Priorities Work Plan and Council Follow-up/Future Business Items;
5. Review and discuss 2022-2023 Sustainable Morgan Hill, including Vision, Ongoing Priorities, and Strategic Priorities; and
6. Receive updates on budget, development projects, and upcoming work plan items.



ACCOMPLISHMENTS

JANUARY – DECEMBER 2021

ADMINISTRATIVE SERVICES

Council Services and Records Management

- Completed the Laserfiche Upgrade.
- Phase 3 of 3 of the Civic Clerk Agenda and Streaming system transition is in process and near completion.
- Supported Communications and Engagement efforts and activities.
- Provided Zoom Meeting Management Training to cities and agencies throughout the state.
- Worked with IT to prepare the Council Chamber for hybrid meetings and events.

Finance/Budget/Utility Billing

- Successfully transitioned from telework to in-person staffing for Utility Services and Billing at City Hall.
- Worked with the Leadership Team and City Council to appropriate American Rescue Plan Act (ARPA) funds.
- Completed comprehensive Planning and Land Development Engineering fee study.

Human Resources

- Completed 17 recruitments for regular, benefitted positions, and onboarded 26 new teammates.
- Continued to administer and manage the Families First Coronavirus Response Act (FFCRA) for our City teammates.
- Continued to regularly follow and update COVID policies to follow CDC and County guidelines, rules, and regulations.
- Continued to provide COVID training to all teammates covering policies and procedures using TargetSolutions.
- Developed and implemented the City Telework Policy.
- Provided Harassment Prevention Training to elected/appointed officials and City teammates.
- Successfully negotiated 3 Memorandum of Understanding (MOU) contracts with City bargaining groups.
- Continued to work with Sedgwick to finalize Injury and Illness Prevention Program (IIPP) and will include CALOSHA COVID supplement.
- Partnered with Concern Employee Assistance Program (EAP) to provide a workshop to teammates on health and wellness.
- Launched and trained Managers on NeoGov Perform platform for teammate evaluations.
- Continued to hold virtual monthly Teammate Update and Fun events.
- Assisted and supported Community Services with new hire procedures and processes.
- Prepared and completed Open Enrollment 2022.



ACCOMPLISHMENTS

JANUARY – DECEMBER 2021

- Planned and conducted Virtual Service Awards and lunch.

CITY ATTORNEY

- Assisted in negotiations with the Morgan Hill Responsible Growth Coalition regarding compromise ordinance in lieu of proposed initiative. Drafted proposed urgency ordinance.
- Advised businesses and business organizations regarding COVID restrictions and reopening requirements.
- Advised Human Resources teammates regarding COVID reopening, and other unusual employment matters.
- With Human Resources, provided training on the prevention of harassment, discrimination, and retaliation to supervisors and public officials.
- Prosecuted fireworks and other nuisance violations in criminal courts.
- Negotiated new labor agreements with all three represented bargaining units.

CITY MANAGER

- Served as the City of Morgan Hill's Director of Emergency Services throughout COVID-19.
- Participated in meetings with County of Santa Clara, MHUSD, Santa Clara Valley Transportation Agency (VTA), Chamber of Commerce, Emergency Operational Area Council, Gilroy, and South County Regional Wastewater Authority (SCRWA).
- Appointed to and serving on LAFCO's Countywide Fire Service Review Technical Advisory Committee.
- Appointed to and serving on CalCities Audit Committee.
- Hosted Zoom Town Hall meetings with the Community, and workshop series on Housing and Broadband
- Participated in regular meetings with City Managers in the County to discuss local responses and participated in calls hosted by the County.
- Collaborated with the County, Safeway/Albertson's, Rotary, and the Community Emergency Response Team to serve as a COVID 19 vaccination site.
- Provided recommendations on American Rescue Plan Act (ARPA) funding, consistent with City Council priorities.
- Proposed and Council approved addressing unfunded needs and liabilities from the City's annual General Fund budget savings, to include pavement and rehabilitation of City streets, Trusts for OPEB and PERS Rate Stabilization Funds, and Park Maintenance.
- Worked with Human Resources, City Attorney and Departments to ensure adherence with COVID requirements and returning to in-person services.
- Executed Business Recovery Plan during COVID-19 to support recovery of the restaurant industry, retailers, and other businesses, to encourage tourism, and support new investment.



ACCOMPLISHMENTS

JANUARY – DECEMBER 2021

Communications and Engagement

- Continued monthly table at the Morgan Hill Farmers Market/Sidewalk Saturdays highlighting City services, sharing general information, and answering questions through October.
- Updated and simplified the weekly 411 formatting and styling to conform with best practices allowing for better readability and sharing of information.
- Completed draft of Citywide Communications, Outreach, and Engagement Plan.
- Continued COVID-19 messaging and updates in English and Spanish, webpages, and curated content.
- In conjunction with the Development Services team, implemented email blasts for significant projects.

PUBLIC SERVICES

Environmental Programs

- Completed Morgan Hill's first Climate Action Plan, which was adopted by City Council.
- Responded to drought emergency declaration by collaborating with the community on water savings.
- Initiated solid waste management franchise renewal discussions with Recology.
- Made revisions to the Post Construction Inspection and Stormwater Construction Inspection Programs including stormwater fee implementation and establishment of compliance schedules.

Engineering

- Completed the 2021 pavement rehabilitation project paving sections of two arterial streets, three collector streets, and five residential streets.
- Completed the CRC Expansion project, constructing a 2,500 square foot group exercise room that is now in use.
- Completed the Madrone Channel Trail Improvement Phase I extending a paved bike/pedestrian path from Cochrane to Main Avenue.
- Completed the renovation of sewer Lift Stations J and W.
- Commenced construction on the Hale Avenue Extension Project.
- Supported the commencement of Phase 2A of Valley Water's Upper Llagas Creek Flood Control Project.
- Completed thousands of feet of repair and replacement of sewer lines reducing future infiltration and inflow into the City's wastewater system.
- Completed management transition of the Stormwater Inspections to the Environmental Services Division to help strengthen the monitoring and oversight of all active private and public construction projects and all post-construction inspection activities of completed projects.
- Supported efforts to update the City's Comprehensive Fee Study of Planning and Land Development Engineering.



ACCOMPLISHMENTS

JANUARY – DECEMBER 2021

- Reviewed 24 Design Review applications, 8 Use Permit applications, 3 General Plan Amendments, 6 Tentative Maps, 2 Zoning Amendments, 3 SB 330 Preliminary applications, 187 Building Permit applications (62 residential, 79 plot plans, and 46 commercial), 6 Grading and Site Development Permit applications; and reviewed/processed 4 Tract Maps with Improvement Plans, 4 Parcel Maps with Improvement Plans, 1 Parcel Map, 5 Improvement Plans for commercial projects, 4 Certificates of Compliance/Lot Line Adjustments, and 2 Summary Vacations of Street Right-of-Way/Street Easement.
- Distributed the Annual Flood Report citywide as part of the City Floodplain Management Program's community outreach on flood risk reduction.

Maintenance

- Completed 990 work orders for street and storm drain maintenance throughout the City streets and right-of-way areas.
- Completed citywide storm preparations to ensure the City's storm drainage system works as effectively as possible.
- Supported the maintenance and ongoing use of City facilities including the public Recreation Facilities through the COVID-19 pandemic.
- Supported the Recreation Division in re-opening and relocation of programs and services for the community.
- Repaired sidewalks throughout the City that had issues and replaced 8,550 square feet of sidewalk through the annual sidewalk replacement project.
- Worked with the Rotary Club of Morgan Hill and Beautiful Day organization to help beautify Galvan Park, including the addition of a mural, benches, basketball hoop, and the rehabilitation of the bathroom picnic tables and trash cans.
- Supported a significant increase in the number of volunteer clean up events throughout the City.
- Continued to maintain parks without the use of Glyphosate.
- Coordinated maintenance of City open space supporting fire protection on City owned property.

Recreation

- Re-opened the Community and Cultural Center for events after being closed for over a year.
- Re-opened the Senior Center for programs.
- Continued to provide grab and go senior lunches to 100+ Morgan Hill residents a day.
- Hired and onboarded 85 new part-time teammates to keep the AC, CRC, and CCC operational, parks maintained, and grant programs supported.
- CRC Memberships: Provided responsive customer service on an unprecedented 4,293 membership account requests - 1,482 New Member requests, 986 Cancellation requests, 771 Reactivations, 606 Hold requests, 448 Upgrade/Downgrade/Bank Draft requests.



ACCOMPLISHMENTS

JANUARY – DECEMBER 2021

- Converted all CRC membership records from paper to electronic.
- Implemented online ticketing for the Aquatics Center, allowing the facility to open with social distancing COVID-19 protocols and improve customer service.
- Facilitated a competitive ARPA Community Funding program to distribute \$100,000 to local nonprofit agencies for community financial assistance and outreach.
- Secured Edward Boss Prado Foundation sponsorship for free passes for 232 youth and their families to attend the Aquatics Center for summer recreation swim. Community partners included Boys and Girls Clubs of Silicon Valley, Mt. Madonna YMCA, Eden Housing (Royal Court and Crest Avenue apartments), and EAH Housing (Park Place and Orchard Ranch apartments).
- Launched a new marketing campaign for CRC Memberships with videos, images, and updated targeted messaging.
- Led a spring CRC Membership referral campaign that infused \$850 into local restaurants.
- COVID-19 and employee management: promoted vaccines among workforce, communicated changing requirements, gathered employee records, managed weekly testing clearances, coordinated protocols and leaves.
- Opened a pop-up mini golf site Downtown for four months.

Utilities

- Updated and developed several planning documents including the Water System Master Plan, Urban Water Management Plan, and an assessment of the sewer trunkline from Morgan Hill through Gilroy.
- Essential workers provided a fully operational water and wastewater system to provide critical services during the COVID-19 shelter in place orders with 30% of Department's positions vacant.
- Completed hydro cleaning of 525,573 ft. of the wastewater collection system using frequencies and priorities established by the asset management program (annually).
- Inspected (CCTV) 187,131 ft. of the wastewater collection system.
- Completed the deployment of the Incode Mobile Service Order System for water meter work.
- Migrated meter testing forms from paper to electronic (Sedaru).
- Upgraded CCTV software (POSM) from MS Access to a SQL database and integrated with the City's GIS.
- Completed an internal power outage exercise to prepare for utility operations during future potential PG&E power outages.
- Completed the Diana #1 Well and Main #1 Well rehabilitation projects.
- Completed the annual Consumer Confidence Report for the City's Water System.
- Tested 299 large water meters (greater than 1½ inches) to ensure accuracy for the highest water customers.
- Completed annual Dead-End flushing program and exercised 435 system valves in the water distribution system.



ACCOMPLISHMENTS

JANUARY – DECEMBER 2021

- Marked 95.0% of requested underground utility location tickets accurately and within 48 hours.
- Added additional SmartCovers in four locations to better monitor wastewater flows within the City's system.

Geographic Information Systems (GIS)

- Completed GIS integration with utilities application Sedaru.
- Led effort to design GIS submittal standards for developers, implementing standards in partnership with the Engineering Division.
- Worked with City staff and vendor to integrate GIS with City works to support the City's future implementation of a maintenance and utility customer request and work order management system.
- Worked with City staff to identify subdivisions and RV parks in very high fire hazard severity zone for AB 2911 (fire safety).

DEVELOPMENT SERVICES

Building

- All Inspectors continue to hold Certified Combination Inspectors status in both Residential and Commercial category.
- Issued 1,695 building permits.
- Performed 8,104 inspections.
- Issued 113 new residential permits.
- Coordinated the successful update of the Trakit permit system including upgrades to Etrakit.
- Continued to successfully provide all permit, plan check, and counter services in a virtual environment.

Code Compliance

- Opened 356 code compliance cases in 2021.
- Closed 236 cases in 2021.

Economic Development

- Continued to support the Economic Development Business Recovery Plan to support recovery of the restaurant industry, retailers, and small businesses, to encourage tourism, and support new investment.
- Monitored the Morgan Hill al Fresco program to encourage restaurants to continue outdoor dining through the end of the year.
- Continued supporting the Morgan Hill Chamber of Commerce's "Buy Local Morgan Hill" campaign offering the business community a platform for increasing product awareness and educating residents of the importance of shopping local and to encourage more business-to-business transactions.



ACCOMPLISHMENTS

JANUARY – DECEMBER 2021

- Hosted the Downtown Monterey Road Visioning Summit, a conversation about creating space and destination through complete streets.
- Received direction from Council to complete a design plan for an Improved Lane Reduction Program and associated Place Branding effort for the Downtown.
- Coordinated “Sidewalk Saturdays”, an outdoor popup retail event for retailers that do not have a storefront to join an outdoor retail market opportunity in Downtown.
- Supported and coordinated reserved parking signage for curbside pick-up at Downtown restaurants.
- Partnered with the Silicon Valley Business Journal to host a panel on the “Future of Morgan Hill” and discussed the major development projects in the pipeline as well as Morgan Hill's growing tourism, business, and entertainment sectors.
- Partnered with the Morgan Hill Downtown Association, Morgan Hill Chamber of Commerce, and Visit Morgan Hill to present a free outdoor movie series on Wednesday nights at the Downtown Amphitheater and further support our local business community.
- Contracted with a professional videographer to co-direct and co-produce a Morgan Hill Tourism video with Visit Morgan Hill highlighting all the amenities Morgan Hill has to offer.
- Development Services teammates participated in a two-day UrbanPlan Workshop taught by ULI that provided hands-on training to better understand the trade-offs and risk at play in the entitlement and negotiations process associated with land use.
- Conducted Business Walk and Survey in Downtown Morgan Hill to help assess Downtown parking needs for the Downtown Traffic Calming and Monterey Road Lane Reduction and Place Branding/Beautification Project.
- Supported the Downtown Traffic Calming and Monterey Road Lane Reduction and Place Branding/Beautification Project with 4 Working Group Meetings and 4 Community Outreach/Meetings.
- Hired Economic Development Coordinator, Economic Development Fellow, and Economic Development Director.
- Conducted 14 business retention visits with key/major employers and completed corresponding follow-up action items.
- Updated, improved, and relaunched the “Buy Local Morgan Hill” website and campaign for 2021 holiday shopping season.
- Launched a new Choose Morgan Hill Economic Development eNewsletter.
- Presented Economic Development updates to Planning Commission, City Council, Chamber of Commerce, and South County Realtors Association.
- Extended Al Fresco outdoor dining program through December 2022.
- Re-activated social media accounts and blog posting on Choose Morgan Hill website.
- Compiling and building a Business Resource Toolkit, content currently includes: Manufacturing and R&D Partial Tax Credit, California Competes Tax Credit & Grant, CAEATFA, Grow MH Fund.



ACCOMPLISHMENTS

JANUARY – DECEMBER 2021

- Drafted Industrial Preservation and Optimization Policy and proposed Zoning Code amendments in advance of Feb 2022 Planning Commission and City Council Meetings.

Housing/Homelessness

- 132 unhoused Morgan Hill individuals have been interviewed and assessed to determine health, housing, and social risk factors. Of the 132 assessed (surveyed), 48 individuals (21 households) successfully enrolled in a Rapid rehousing or Permanent Housing Program.
- Partnered with Rebuilding Together to help 15 households (seniors and low-income residents) with 107 home repairs.
- The BMR portfolio has 568 owner-occupied units, the HouseKeys Program has provided 5 Resales, 5 Acquisitions, 32 Refinances, 1,973 City of Morgan Hill Registrants (1,172 Ownership & 801 Rental Registrants), provided 69 Educational (Ownership/Rental) Webinars, 12 BMR Ownership Program Opportunity Drawings, and 2 BMR Rental Program Opportunity Drawings.
- Accepted a \$450,000 grant from Destination: Home to develop and advance local implementation of the Community Plan to End Homelessness. The capacity building grant will support our full time “Unhoused Specialist” who began in December 2021.
- Council adopted the revised Inclusionary Housing Ordinance solidifying the intent of the Affordable Housing Program and accepting partial housing in-lieu fees to fund ELI and VLI homes to further the City’s RHNA goals.
- Participated in the Santa Clara County Isolation and Quarantine program that assisted 128 households in Morgan Hill with in-home support (groceries, cleaning supplies, etc.) and 69 households with financial assistance. Placed 18 households into hotel isolation and quarantine.
- Participated in the implementation of the “Great Plates Program” offering food delivery to 60 home bound senior citizens in Morgan Hill.
- Participated in the implementation of bi-weekly COVID-19 testing at the City of Morgan Hill’s City Council Chambers. 3,337 tests were administered at this site in 2021.
- Conducted “Housing Conversation’s 2021” – a series of seven workshops in both English and Spanish as a launching pad to the Housing Element Community Engagement work underway.

Planning

- Continued to implement permit processing for SB330 including utilizing objective criteria established at the end of 2019.
- Created new guidance documents for both SB330 and SB35 application processing.
- Held Workshop with the City Council regarding the City’s implementation of SB 743 and the transition from Level-of-Service (LOS) to Vehicle-Miles-Traveled (VMT) metric for transportation analysis under the California Environmental Quality Act (CEQA) for development projects. Developed RFP based on City Council feedback to pursue a Morgan Hill centric VMT standard.



ACCOMPLISHMENTS

JANUARY – DECEMBER 2021

- In coordination with the Housing team, conducted four City Council workshops on issues related to housing – 2021 Housing Conversation.
- Secured Local Early Action Planning (LEAP) grant for \$150,000 and Regional Early Action Planning (REAP) grant for approximately \$27,000 to assist in funding the preparation and adoption of the Housing Element Update of the General Plan to facilitate compliance with the sixth cycle RHNA.
- Participated in RHNA Methodology process and closely tracked process that determined the City's sixth cycle RHNA.
- Brought the second draft of a Formed Based Code for Monterey Road to Planning Commission for review.
- Updated the City's Industrial Zoning Code prohibiting fulfillment centers, defining Large Scale Projects and moving review and approval authority from City staff to Planning Commission.
- Created Urgency Ordinance 2320 regulating building type and changing definitions for Dock-High-Door, Dock-High-Door to Square Foot Ratio, Ceiling Height, and Light Manufacturing uses.
- Completed annual Zoning Code Update.
- Completed update to Development Services Fees making current fee schedule more accurate to achieve greater cost recovery and held development workshop.
- Continued to provide all planning services and functions in a virtual environment.
- Continued to create and improve resources for public information regarding development activity in the city.

FIRE

- Firefighters participated in the County Wide Fire/EMS in-home vaccine clinic.
- Outfitted our ambulance and completed the filings and inspections required to receive the licenses/permits necessary to operate an ambulance.
- Converted an existing Type VI Fire Engine into a Squad, hired and trained personnel to staff the new Squad, and placed it into service as Squad 59.
- Began design of Butterfield Fire Station and issued Request for Proposals (RFP) with Public Services.

POLICE

Administrative

- Deployment of 25 Flock Safety automated license plate reader cameras at 16 locations within the City. Since the August deployment, officers have recovered 51 vehicles and have made over 66 arrests.
- Filled five key supervisory positions in the Patrol Division and two detective positions in the Special Operations Division: Property Crimes and Street Crimes.



ACCOMPLISHMENTS

JANUARY – DECEMBER 2021

- Successfully held annual National Night Out event with over 1,500 attendees. This event is an annual community-building campaign that promotes police-community partnerships and neighborhood camaraderie.
- Implemented the inaugural Police Cadet Ambassador Program. In the summer of 2021, our Police Cadet Ambassadors provided a presence Downtown on weekend evenings to interact with patrons and answer their questions as well as deter crime and report suspicious activity.
- Officers have begun preparation to host a Community Police Academy in Spanish.
- Established a social media team comprised of members from each department division. The social media team develops social media content designed to both engage the community and provide public safety alerts and announcements as needed.

Patrol Division

- Officers continue to engage in Community Policing activities to include but not limited to Park Place, Downtown on bicycle patrol, Outdoor Movie Series, Farmer's Market, and other community events.
- The Crime Prevention Unit was a recently formed unit that is working to create open and honest dialogue with neighborhoods to improve safety by engaging residents to participate in crime prevention efforts. This is achieved by sharing information about crime issues and developing ideas and tips on how to address them. The Crime Prevention Unit holds community meetings and provides presentations on a variety of crime topics.
- Traffic and Patrol Officers were assigned Downtown as a pilot program to reduce collisions, speed, and quality of life issues.
- Traffic Division's enforcement efforts citywide along with COVID have reduced traffic collisions by an average of 43% in comparison to the previous three years.
- Planning for Psychiatric Emergency Response Team. This team will expand the Mobile Crisis Response Team by pairing a specially trained law enforcement officer with a licensed Santa Clara County Behavioral Health clinician who will be assigned to Morgan Hill 40 hours a week. Together, they will provide crisis resolution and proactive outreach to connect people to appropriate behavioral health services.
- Officers have been trained in the administration of NARCAN and carry AED's in each patrol vehicle which has resulted in no less than 7 lives saved.

Special Operations Division

- Implementation of the Youth Diversion Program. This program is designed to provide eligible youth offenders with an alternative to entering the justice system while still holding them accountable. The Department's Youth Diversion Specialist works with the South County Deputy District Attorney to identify youth to refer to the program.



ACCOMPLISHMENTS

JANUARY – DECEMBER 2021

- Implementation of the Mobile Crisis Response Team. This team is in partnership with the County Behavioral Health Services, assigning one detective and a licensed mental health clinician to work one day a week to respond to, screen and assess individuals experiencing a mental health crisis. The team provides crisis intervention and referrals to support services and follow-up.
- A Police Sergeant was assigned to the Santa Clara County Regional Enforcement Allied Computer Task Force, a task force that provides 100% of the Sergeant's salary and overtime.
- The Morgan Hill Unified School District renewed the School Resource Officer MOU for the 2021-2022 school year. The Department and the School District will continue collaboratively to ensure the MOU follows best practices.
- Department of Justice awarded the Morgan Hill Police Department a Community Tobacco Officer position in the amount of \$400K over two years. The Officer has already begun enforcement and education activity at the retail stores and schools.
- Our Traffic Officers began using Crossroads Collision software for collision reporting. The Department is using Crossroads software for electronic citations. The process is underway for integration with our Report Management System.

Support Services Division

- The Department transitioned from FBI Uniform Crime Reporting (UCR) to National Incident Based Reporting System/ California Incident Based Reporting System (CIBRS/NIBRS). One of the highlights of CIBRS is that all crimes will be reported to the FBI. UCR operated under a hierarchy rule where only the most serious crime committed during an incident was reported. CIBRS/NIBRS will give a more accurate picture.
- Hardware was installed for the Next Generation 911 platform, a statewide effort that will move the delivery of 911 into the digital age, moving away from phone lines to Internet Protocol delivery.
- Recruited and hired a Support Services Manager.
- Explored opportunities to expand electronic transmission of records to DMV, Parking Citation.
- Morgan Hill Police Department and the Santa Clara County Court System were the first agencies in the County to transition to electronic transmission of records to the Santa Clara County District Attorney's Office.
- Established outcomes for and developed a Quality Assurance Program for dispatch call processing.
- Implemented text to 911 integration with Vesta 911 phone system. Integration into the Vesta 911 phone system was redirected when the State OES launched RapidDeploy, the preferred mechanism for text communications.
- Preparing to deploy NextGen 911, once the State has completed the infrastructure needed to support this longitudinal project and the department has improved its internal technology to be able to accommodate NextGen911 features as they are released. This will include a public education component as well as employee resiliency initiatives.



ACCOMPLISHMENTS

JANUARY – DECEMBER 2021

Office of Emergency Services

- Completed an Emergency Operations Center Management Conference Room technology enhancement project funded via Emergency Management Performance Grant (EMPG).
- Approval obtained to purchase 12 EOC dedicated laptops via Emergency Management Performance Grant.
- Secured a State Homeland Security Grant Program (SHSGP) to purchase a Long-Range Acoustical Device (LRAD) to assist with early warning and evacuation events.

Information Technology (IT)

Security

- Staff secured access to critical services such as email and documents stored in the cloud by enabling multi-factor authentication (MFA) for all users outside the City network.
- Secured VPN access with multi-factor authentication.
- Implemented Microsoft Defender to address malware attachments and phishing attempts and protect the City's data as well as its reputation.
- Completed a cloud (Office 365) security assessment, external penetration testing of the IT infrastructure and a regulatory compliance for PCI (Credit Cards), NIST 800-53 (General government IT controls) and CJIS (Law Enforcement).
- Completed a regulatory compliance security assessment for PCI, CJIS and NIST 800-53.
- Developed a Security run book that identifies relevant policies and necessary procedures for security compliance.
- Enhanced security by deploying new firewalls and integrating additional security layers to protect the City network.
- Consolidated smaller individual, unmanaged, firewalls, while deployed new switches, WiFi routers and upgraded firewall configurations at all City facilities to assist both City employees and the public in access.
- Formalized a risk mitigation process for cyber threats and an after-action reporting mechanism to document lessons learned.
- Deployed new security rules to ensure data loss prevention for sensitive data such as credit card and social security numbers.
- Deployed self-service password reset tools for all employees.
- Deployed a security add-in for all outlook users allowing users to directly report spam and phishing emails to Microsoft.
- Delivered a presentation to all City staff regarding cybersecurity and provided education material by email once a month to raise the organization's awareness of cyber security threats.



ACCOMPLISHMENTS

JANUARY – DECEMBER 2021

Projects

- Upgraded the Council Chambers to support hybrid meetings by adding a dedicated zoom station and new audio / video inputs.
- AV upgrades in City Hall conference room with new video sharing equipment, new video conferencing cameras, and dedicated PC and large screens for hybrid meetings.
- IT accelerated the deployment of mobile devices such as laptops to teammates to assist the organization in hybrid work models during COVID.
- IT managed the Wave broadband deployment to start the development of dark fiber to City facilities increasing redundancy and network/system availability.
- Upgraded POSM (Pipeline Observation System Management) software for the Corporation Yard to the Server version and hosting the data in our SQL Cluster instead of Access Database.
- Performed three version upgrades to ensure our Active Directory is operating on the most current version.
- Upgraded servers to supported versions of the operating systems where feasible based on application dependencies.
- Developed recommendations for end-of-life storage replacement and secured funding.
- Installing new wired and wireless networks to all facilities except the Aquatics Center.
- Performed an audit of user account, disabled old users, and validated existing accounts.
- Implemented a two-year email retention policy.
- Deployed approximately 40 laptops for employees to work remotely.

IT Help Desk

- The IT team averages a day and half to close HelpDesk Tickets.
- The IT team closed 2,052 HelpDesk Tickets in 2021.



City Council Norms

Established January 26, 2019

Revised January 29, 2021

- ❖ Be respectful of each other
- ❖ Address issue, not person
- ❖ Be honest and real
- ❖ “Clear air” if needed; have hard discussions
- ❖ Listen to each other
- ❖ Be aware of how we represent the City as leaders in the community
- ❖ Be accurate in statements
- ❖ Be open minded; avoid concluding on your position prior to the item being heard
- ❖ **Be flexible and willing to compromise**
- ❖ Recognize that experience comes in diverse ways
- ❖ Be mindful of time
- ❖ **Be professional;** keep decorum of meeting throughout
- ❖ No side conversations
- ❖ Come prepared
- ❖ Give enough time to discuss issues
- ❖ Ok to ask City Council to continue an item if not ready
- ❖ Don’t be repetitive on requests and comments
- ❖ Wait to be recognized before speaking
- ❖ Keep the order of the meeting (questions, public comment, and then discussion)
- ❖ Provide early notice of request for alternates to attend outside appointment meetings
- ❖ Speak into the microphone
- ❖ Cell phones silenced
- ❖ Be punctual
- ❖ Send questions in advance of meeting; let City Manager know if you plan to pull a consent item
- ❖ Be engaged
- ❖ Be concise

SUSTAINABLE MORGAN HILL



VISION

To sustain a safe, equitable, inclusive, socially responsible, environmentally conscious, and economically sound community

Choose Morgan Hill

The City of Morgan Hill is the best community for people to live, work, visit, and operate their businesses.

City Council Ongoing Priorities

- Enhancing Public Safety
- Protecting the Environment and Preserving Open Space and Agricultural Land
- Maintaining Infrastructure
- Supporting our Youth, Seniors, and Entire Community
- Fostering a Positive Organizational Culture
- Preserving and Cultivating Public Trust
- Preserving our Community History
- Enhancing Equity, Diversity, and Inclusiveness
- Advancing Regional Initiatives
- Advocating for Local Control

2020-2021 Strategic Priorities

- **Fiscal Sustainability**
- Affordable Housing and Homelessness
- Community Outreach, Engagement, and Messaging
- Economic Development
- Transportation



These strategic priorities were established prior to the COVID-19 pandemic. In light of recent events, we recognize that all of these goals and priorities will be viewed through the lens of the global pandemic, and we will continue to have equity, public health, and financial responsibility in mind.

2020 - 2021

STRATEGIC PRIORITIES:

Fiscal Sustainability

The City will continue to be financial stewards of its resources and assets to ensure longterm fiscal sustainability. Through the upcoming biennial budget development process, the City will continue to control and/or reduce costs to achieve a structurally balanced budget, while maintaining adequate fund balance reserves. The City will evaluate its existing user fee schedules to ensure reasonable costs of providing services are appropriately assessed. The City will explore new or expand existing tax revenue sources to address the City's unfunded needs and liabilities.

- Continue the Engage Morgan Hill efforts (conversation about services, funding and priorities)
- Consider a revenue measure in November 2020
- Employ a sustainable budget strategy and identify funding gap
- Define the funding plans for police and fire services, and the City's infrastructure needs

Affordable Housing and Homelessness

Morgan Hill will continue to improve, preserve, and develop new safe, quality, rental and ownership housing for residents at all income levels. To the extent possible, the City will respond to and reconcile new housing initiatives and legislative mandates. The City will explore opportunities to respond to changes that are beneficial to the community as well as compliant with the law.

The City of Morgan Hill will collaborate with Santa Clara County and the City of Gilroy to continue to build a South County homeless response system that integrates County Safety Net Services and provides rapid response to people in need. The City will continue to employ a balanced approach, offering resources and referrals to services, partnering with the faith-based community and non-profits to create appropriate local service points, while also utilizing code compliance to protect private and public property.

- 
- In preparation for the Statewide 6th Housing Cycle, update the Housing Element of the General Plan to respond to new production mandates and actively participate in the development of formula and allocations of "fair share" housing unit assignments
 - Engage the community in decisions about where to locate new housing density requirements and necessary on-going changes to objective design criteria which guide quality development
 - Continue to respond to the new and proposed housing legislative and policy matters to the benefit of the community
 - Respond to the Governor's 2020 Homelessness initiatives by advocating for direct local dollars and direct access to funding for communities of less than 50,000 population
 - Seek out partnerships with non-profit housing developers to create new housing opportunities directly aligned with the City's "fair share" Regional Housing Needs Allocation (RHNA)
 - Work with the non-profit owner of affordable units to rehabilitate and extend the life of vital housing supplies at Depot Commons, the Willows, Skeels Hotel, and Villa Ciolino

2020 - 2021

STRATEGIC PRIORITIES (*CONTINUED*):

Community Outreach, Engagement, and Messaging

The City will continue to engage the community through the Engage Morgan Hill process. Engage Morgan Hill is a conversation about services, funding, and priorities. The focus of this process is both educating and engaging the community regarding what services the City provides, how the services are provided, and the funding sources/options for the services as we look toward the future. While educating the community, the City will provide opportunities for the community to be part of the decision-making process to ensure the City's fiscal sustainability in the future. The City will continue to nurture connections with all facets of our community, finding the best ways to outreach and share important community information.

- Continue to facilitate the Engage Morgan Hill process
- Continue to inform the community about significant development projects
- Provide outreach and engagement with the community on the 2020 United States Census
- Continue to find better ways to reach members of the community that do not speak English

Economic Development

The City's Economic Development efforts will focus on implementing the Economic Blueprint strategies and actions in the areas of healthcare, innovation, retail, and tourism, to help build long-term fiscal sustainability and improve quality of life for residents. This will be achieved by attracting jobs and commercial investment which generate revenues to support general City services, improving access to fast and reliable wireless connectivity, and increasing telecommunications infrastructure.

- Complete Request for Proposal (RFP) process and select provider for telecommunications services for City facilities
- Complete an Industrial Land Preservation Policy
- Complete a Retail Concentration Strategy
- Economic Development Outreach and Education/Awareness Campaign



Transportation

The City has clearly identified traffic and transportation issues facing Morgan Hill as regional in nature. Morgan Hill will partner with the City of Gilroy to advocate for improvements and funding for the South Santa Clara County Transportation Corridor. The City will actively advocate on regional transportation planning issues. Locally, the City will prioritize funding for Vision Zero safety strategies over congestion management. The City will take actions to implement its goal to create a culture that prioritizes safety, creates livable streets, and seeks to eliminate traffic fatalities. Safety of pedestrians, bicyclists, drivers, and passengers is paramount.

- Respond to the Environmental Impact Report on the High-Speed Rail Authority's (HSRA) preferred alternative
- Continue efforts on Hale Avenue extension
- Advocacy will include:
 - Working with the Valley Transportation Authority (VTA), Caltrain, the County, the HSRA and the State to enhance service, secure funding for transportation projects and road maintenance, and protect the community from negative impacts of regional projects
 - Expansion of Highway 101 between Morgan Hill and Gilroy to reduce pass-through traffic and improve commute traffic for South County residents
 - Electrification of commuter rail from San Francisco to Gilroy
 - Funding for priority projects in South County



morganhill.ca.gov

City of Morgan Hill Strategic Priorities 2020-2021

REVISÉ 1.20.2022

		Strategic Priorities 2020-2021					COVID Workplan Item	
#	FY 2020-21 and FY 2021-22 Activity Goals		Fiscal Sustainability	Affordable Housing & Homelessness	Community Engagement & Messaging	Economic Development	Transportation	COVID
City Manager								
1	Closely monitor the economic recovery and financial impacts associated with the ongoing COVID-19 pandemic and update the City Council and the Community monthly	X		X	X			X
2	Ensure Departments maintain focus on cost containment and continue to actively pursue State and Federal funding	X						X
3	Advocate with regional partners for the clearly identified traffic and transportation issues, including the High-Speed Rail, Hale Avenue extension, expansion of Highway 101, and funding for priority projects in South Santa Clara County	X				X		
4	Represent the City's interests by regularly meeting with County of Santa Clara, MHUSD, Santa Clara Valley Transportation Agency (VTA), Chamber of Commerce, Emergency Operational Area Council, Gilroy, and South County Regional Wastewater Authority (SCRWA), and League of CA Cities	X	X		X	X		
5	Work with the City departments to implement a work plan for Diversity, Equity, and Inclusion and host a Council workshop to determine scope and timeline	X	X	X	X	X		X
Communications and Engagement								
6	Continue to monitor and communicate Federal, State, County and local guidelines regarding COVID-19 health emergency			X				X
7	Continue outreach and bilingual communication as possible with limited resources		X	X				
City Attorney								
8	Monitor and provide guidance in implementing State and County orders as they relate to COVID-19							X
9	Monitor and update City's COVID-19 emergency orders							X
10	Serve on Board of Directors for PLAN JPA	X						
11	Communicate with Council and the community regarding changes to the Housing Accountability Act and advocate for measures to mitigate potential impacts		X	X				
Human Resources								
12	Negotiate fiscally responsible labor agreements with the City's three bargaining groups, for contracts expiring in December 2021, while continuing to provide salaries and benefits that attract and retain a qualified workforce	X						
Council Services and Records Management								
13	Implement Electronic Document Management and Workflow system	X		X				X
14	Implement DocuSign Electronic Signatures	X						X
15	Implement new Agenda Management system	X		X				
Finance/Budget/Utility Billing								

Status	% Complete for In Process Activities
Ongoing	
Ongoing	
Ongoing	
Ongoing	
In Process	10%
Ongoing	
Ongoing	
Ongoing	
Ongoing	
Ongoing	
Complete	100%
Complete	100%
Complete	100%
In Process	95%

Strategic Priorities 2020-2021							COVID Workplan Item
#	FY 2020-21 and FY 2021-22 Activity Goals	Fiscal Sustainability	Affordable Housing & Homelessness	Community Engagement & Messaging	Economic Development	Transportation	COVID
16	Seek federal and state grant funding available through FEMA, CARES and others for the City resources expended in response to COVID-19	X					X
17	Evaluate existing fee schedules to ensure reasonable costs of providing services are appropriately assessed	X			X		
18	Explore new or expand existing tax revenue sources to address City's unfunded needs and economic impacts due to COVID-19	X			X		X
19	Review and adjust water utility rates to ensure water system's long-term sustainability	X					
20	Continue to promote paperless billing and electronic payment enrollment, and the City's WaterSmart feature	X		X			
Community Services							
21	Provide the City Council with options to pursue a climate action plan or alternative actions to address climate change.	x		x		x	
22	Plan and implement re-opening of the recreation facilities following the lifting of shelter in place orders related to COVID-19	X					X
23	Evaluate opportunities for renewal and enhancement of the CRC's collaborative operating model with the YMCA of Silicon Valley	X					
24	Identify and find new tenant for the former Gavilan College Building at the Community and Cultural Center	X			X		
25	Support ongoing coordination with MHOSC, the operator of the Outdoor Sports Center, and the team at the Aquatics Center to host regional sports events, while minimizing impact to the community	X			X		
26	Continue to support the Friends of the Senior Center in growing the Senior Support Endowment Fund to ensure sustainability of Senior Center operations	X					
27	Establish new solid waste management franchise agreement for Gilroy and Morgan Hill	X					
28	Continue to monitor and adjust irrigation within City owned rights-of-way and median islands	X					
29	Work with Santa Clara County and City of Gilroy on implementing all regulatory requirements as required by the State and Regional Board	X					
30	Shift agriculture preservation strategy to deal with loss of contributions to the Agriculture Preservation and Open Space Fund, by focusing on regional partnerships and potential grant opportunities	X					
		Status					
		% Complete for In Process Activities					
		Ongoing					
		Complete					
		In Process					
		In Process					
		Ongoing					
		Complete					
		Ongoing					
		Ongoing					
		Complete					
		Ongoing					
		Ongoing					
		In Process					
		Ongoing					
		Ongoing					
		Complete					

		Strategic Priorities 2020-2021						COVID Workplan Item		
#	FY 2020-21 and FY 2021-22 Activity Goals		Fiscal Sustainability	Affordable Housing & Homelessness	Community Engagement & Messaging	Economic Development	Transportation	COVID		
									Status	% Complete for In Process Activities
31	Explore alternative models to open space weed abatement and fire protection	X						In Process	50%	
Fire										
32	Explore efficiencies in Fire Marshal program, and streamline annual business fire inspections and related billing	X						Complete	100%	
33	Seek out and apply for any COVID-19 related grant funding opportunities	X					X	Ongoing		
Police & Information Technology										
34	Strengthen partnership with County mental health program and other faith-based organizations		X					Complete	100%	
35	Coordinate local response to COVID-19 emergency						X	Ongoing		
36	Upgrade Council Chamber audio/video to include social media streaming			X				Complete	100%	
37	Implement processes that enhance productivity and increase efficiencies such as helpdesk system, disaster recovery plan, remote assistance tools, and mobile device management system	X						Ongoing		
Development Services										
38	Implement COVID-19 Economic Recovery Plan to include: Morgan Hill Ready Handbook, Morgan Hill Dine al Fresco, Morgan Hill Open for Business, Parklet Pilot Program, Buy Local Campaign, EDA CARES Act Grant, and other business retention activities	X		X	X		X	Ongoing		
39	Establish a renewed PBID	X			X			In Process	15%	
40	Streamline encroachment permit and review process				X		X	Complete	100%	
41	Continue exercising discretion to ease enforcement of certain City regulations in order to encourage economic activity and to speed up recovery from the shelter in place orders				X		X	Ongoing		
42	Create retail concentration strategy	X			X			In Process	50%	
43	Create industrial preservation policy	X			X			In Process	75%	
44	Telecommunications negotiations	X			X			Complete	100%	
45	Conduct community workshop series on Broadband services in Morgan Hill			X	X			Complete	100%	
46	Support Expansion of Healthcare Facilities				X			Ongoing		
47	Advance work to streamline the housing application process due to SB330, AB1763 and other new housing laws		X					Complete	100%	
48	Update Housing Element for 2023-2031 and respond to RHNA Goals		X	X				In Process	25%	
49	Update Circulation, Infrastructure and Safety Element			X		X		Commencing Soon	0%	
50	Prepare Environmental Justice Element			X				Commencing Soon	0%	

		Strategic Priorities 2020-2021						COVID Workplan Item
#	FY 2020-21 and FY 2021-22 Activity Goals	Fiscal Sustainability	Affordable Housing & Homelessness	Community Engagement & Messaging	Economic Development	Transportation	COVID	
51	Prepare LOS-VMT Model and policy guide				X			In Process
52	Continue to pursue HCD Grant Funding	X	X					Ongoing
53	Pursue methods to reduce plan check time and increase functionality, especially due to COVID-19 challenges			X		X		Ongoing
54	Continue various housing and homelessness initiatives: Safe Park Program, Inclement Weather Shelter Program		X					Ongoing
55	Respond to Governor's 2020 Homelessness Initiatives and advocate for direct local dollars		X					Complete
56	Continue to monitor and preserve the City's Below Market Rate portfolio in partnership with HouseKeys		X					Ongoing
57	Collaborate with County, Destination Home to seek dedicated Morgan Hill case worker		X					Complete
Engineering and Utilities								
58	Continue participation in VTA activities to facilitate compliance with CMP				X			Ongoing
59	Collaborate with City of Gilroy to develop formal South County Transportation Corridor Agenda				X			In Process
60	Coordinate on Water and Wastewater Master Plans and the Transportation Element of General Plan	X			X			Commencing Soon
61	Support Elected Officials on advocacy with VTA, Caltrain, 101 expansion and electrification of commuter rail in South County				X			Ongoing
62	Coordinate and streamline the integration of engineering services for the City with the Capital Improvement and Land Development Engineering Divisions to support overall cost savings.	X						In Process
63	Update Street and Sidewalk Development code	X						Commencing Soon
64	Issuance of wastewater bonds to fund the existing and expanded wastewater infrastructure repairs and enhancements	X						Complete
65	Implement the approved Capital Improvement Program	X			X			In Process



City Council Goal Setting Workshop

January 28 & 29, 2022

ATTACHED MATERIALS:

- 1) 2021 Accomplishments
- 2) City Council Norms
- 3) 2020-2021 Sustainable Morgan Hill
- 4) 2021-2022 Strategic Workplan Update
- 5) December 2021 Financial and Investment Report and City Manager Authority Report
- 6) Significant Projects Update (January 2022)
- 7) Housing Element – Materials from Planning Commission
- 8) Legislative Advocacy (Resolution No. 20-010)

FRIDAY, JANUARY 28, 2022

Time	Topic	Presenter
1:00 PM-2:30 PM	1. Welcome	
	1.1 Welcome	Mayor Constantine & Christina Turner
	1.2 Council Introductions	Mayor Constantine
	1.3 Purpose of Goal Setting Workshop, Preview Agenda and Format	Christina Turner
	1.4 Myers-Briggs Type Indicator	Shawn Spano
	1.5 Review of 2021 Accomplishments	Leadership Team
	1.6 Public Comment	Mayor Constantine
2:30 PM-3:00 PM	2. Council Policies, Procedures, and Protocols	
	2.1 Review City Council Norms	Shawn Spano
	2.2 City Council Policy Considerations	Mayor/Turner
	2.3 Public Comment	Mayor Constantine

3:00 PM-5:00 PM	3. Sustainable Morgan Hill	
	3.1 Review of Sustainable Morgan Hill 2020-2021	Spano/Turner
	3.2 Review of 2020-2021 Strategic Priorities Workplan	
	• Fiscal Sustainability • Affordable Housing and Homelessness • Community Outreach, Engagement, and Messaging • Economic Development • Transportation	Christina Turner
	3.3 Review City Council Follow-Up and Future Business Items	Christina Turner
	3.4 Discussion of Sustainable Morgan Hill 2022-2023	Shawn Spano
	3.5 Public Comment	Mayor Constantine

SATURDAY, JANUARY 29, 2022

9:00 AM-10:30 AM	4. Review City Council's Draft Sustainable Morgan Hill 2022-2023	Spano/Turner
10:30 AM-11:30 AM	5. Fiscal Sustainability	
	5.1 Receive December 2021 Financial and Investment Report and City Manager Authority Report	Dat Nguyen
	5.2 Budget Update	Dat Nguyen
	5.3 Funding Priorities for Local Government	Turner/ Nguyen
	5.4 Public Comment	Mayor Constantine
11:30 AM-12:00 PM	6. Development Projects Update	
	6.1 Review of Development Projects	Jennifer Carman
	6.2 Public Comment	Mayor Constantine
12:00 PM-1:00 PM	Lunch Break	

1:00 PM-2:30 PM **7. On the Horizon**

7.1 Community Outreach, Engagement, and Messaging	Michelle Bigelow
7.2 Housing Element and Regional Housing Needs Allocation Implementation	Jennifer Carman
7.3 Telecommunications/Broadband	Anthony Eulo
7.4 Industrial Preservation	Matt Mahood
7.5 Legislative Advocacy	Turner/Ramirez
7.6 Other Upcoming Work Plan Items	Leadership Team
7.7 Public Comment	Mayor Constantine

2:30 PM-3:00 PM **8. Goal Setting Wrap Up**

3:00 PM-5:00 PM Hold for additional time if needed

CITY OF MORGAN HILL
Monthly Financial and Investment Reports
December 31, 2021 - 50% of Year Complete



CITY OF MORGAN HILL

Prepared by:
FINANCE DIVISION

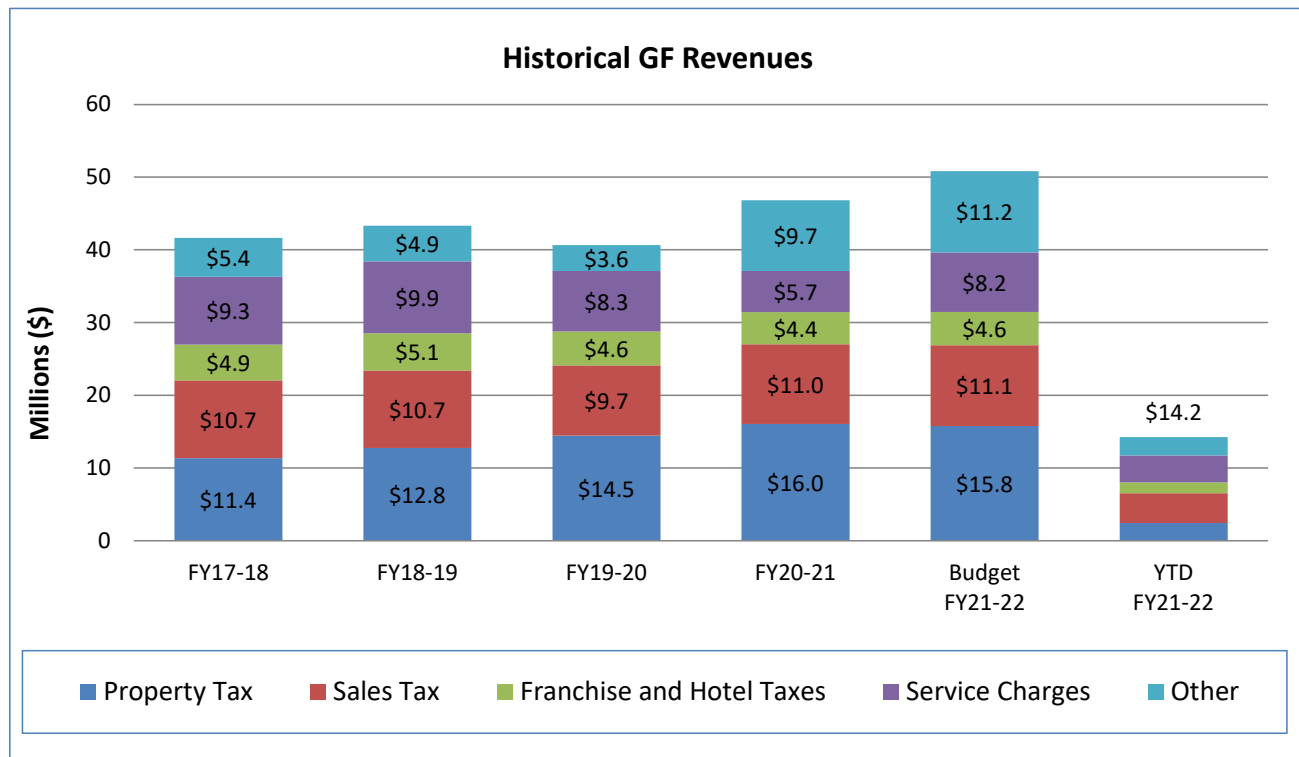


CITY OF MORGAN HILL, CALIFORNIA
FINANCIAL STATEMENT ANALYSIS - FISCAL YEAR 2021-22
FOR THE MONTH ENDED DECEMBER 2021 – 50% OF YEAR COMPLETE

- **General Fund** – Revenues through December totaled \$14.2 million, or about 28% of the budgeted revenues as some of the major revenue categories such as property tax are received later in the fiscal year. With respect to the property tax revenue forecast, on August 20, 2021, the Controller-Treasurer's Department of the County of Santa Clara notified the cities and agencies within the County that the State of California Controller's Office agreed with the County's methodology of calculating excess Educational Revenue Augmentation Fund (ERAF), therefore, set aside provision is no longer required. The City of Morgan Hill is expecting to receive an additional \$650,000 in excess ERAF for FY2021-22. However, the County cautioned cities and agencies in planning and budgeting this source of revenue as future legislation could impact the calculation methodology. The increase in excess ERAF distribution is mainly due to the growth of property tax outpacing the growth of school funding requirement and this revenue stream is becoming a large revenue category for the City in recent years. Morgan Hill began to receive excess ERAF distribution in FY2013-14 in the amount of \$13,000 and it has grown to about \$1.9 million in FY2020-21.

As for sales tax, the latest projection from our sales tax revenue consultant estimated this year's revenue, before sales tax rebates, to be about \$12.0 million versus about \$11.0 million budgeted. Pandemic based economic recovery contributed significantly to this upside forecast as well as the addition of a car dealership. One of the industries hit hardest across the state during the pandemic was the restaurants group which has experienced a strong rebound.

The chart below shows historical General Fund revenues by major revenue category from FY17-18 through FY20-21 Actual, FY21-22 Budget, and YTD as of December 31, 2021.

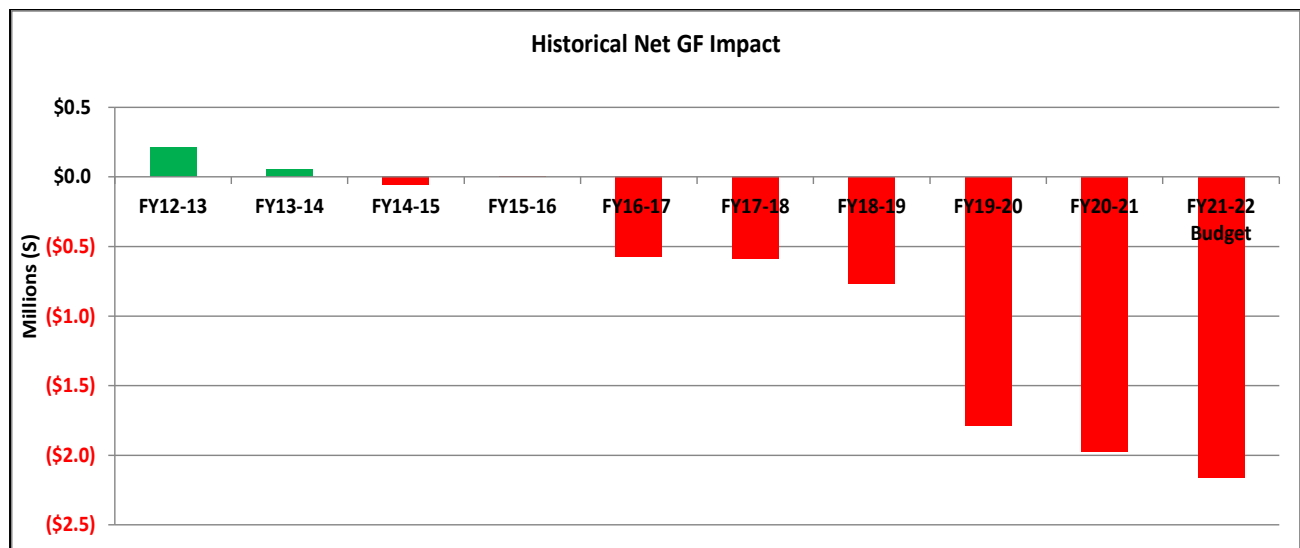




CITY OF MORGAN HILL, CALIFORNIA
FINANCIAL STATEMENT ANALYSIS - FISCAL YEAR 2021-22
FOR THE MONTH ENDED DECEMBER 2021 – 50% OF YEAR COMPLETE

General Fund expenditures and encumbrances as of December 31, 2021 totaled \$24.6 million, of which approximately \$1.9 million is attributable to outstanding encumbrances.

- **Community Services** – The Community Services Department’s recreation operations, as reflected in the schedule presented on page 7 of the Monthly Financial and Investments Reports, shows a negative impact to the General Fund of approximately \$1.7 million as of December 31, 2021. The large budgeted operating loss for recreation operations reflects the restrictions and limited opening of recreation facilities since March 2020 due to the shelter-in-place order as a result of the coronavirus pandemic and the continued indoor mask mandate which is having a negative impact to the membership drive.



Due to longstanding governmental accounting and budgeting convention, the City’s recreation operations are not charged for indirect costs (known in Morgan Hill as “General Fund Administration”) from the central services departments of City Attorney, City Manager, and Administrative Services. The City’s other governmental funds, such as Community Development, and the proprietary funds, such as Water and Wastewater, and the Information Services Fund, are assessed such charges through the City’s indirect cost allocation plan, prepared in compliance with the Federal government’s OMB Circular No. A-87, which mandates certain calculation and cost allocation practices that must be followed in order to qualify for Federal grant funding, but which also represent best practice for non-grant funded City operations like utilities and information services.

- **Development Services Fund** – Revenues through December totaled \$2.0 million. Expenditures, including encumbrances, totaled \$2.8 million. The fund is budgeted at a higher revenue at \$5.3 million compared to recent years’ actuals primarily due to the higher fees anticipated from the completion of the updated fee study.
- **Debt Service Funds** – Expenditures through December totaled \$0.5 million. The debt service for the first half of the year includes both interest and principal, while the second half of the year will include interest only. Debt service payments were all scheduled when the bonds were issued, and are budgeted for in the months delineated in the underlying bond documents. The General Fund’s portion of the annual debt service payments is approximately \$200,000, less than one percent of the General Fund’s budgeted revenues.



CITY OF MORGAN HILL, CALIFORNIA
FINANCIAL STATEMENT ANALYSIS - FISCAL YEAR 2021-22
FOR THE MONTH ENDED DECEMBER 2021 – 50% OF YEAR COMPLETE

- **Wastewater Operations** – Revenues from Sewer Operations through December totaled \$6.2 million. Expenditures and outstanding encumbrances totaled \$6.7 million or 47% of the budget. The table below shows historical Sewer Operations revenues and expenditures from FY17-18 through FY20-21 Actual, FY21-22 Budget, and YTD as of December 31, 2021.

(amount in millions)	FY17-18	FY18-19	FY19-20	FY20-21	Budget FY21-22	YTD FY21-22
Revenues	10.3	11.4	11.9	13.3	14.1	6.2
Expenditures	10.8	11.4	12.3	13.3	14.0	6.7
Operating Margin	(0.5)	-	(0.4)	-	0.1	(0.5)
Operating Margin without Encumbrances	(0.3)	0.4	(0.1)	-	0.1	(0.3)

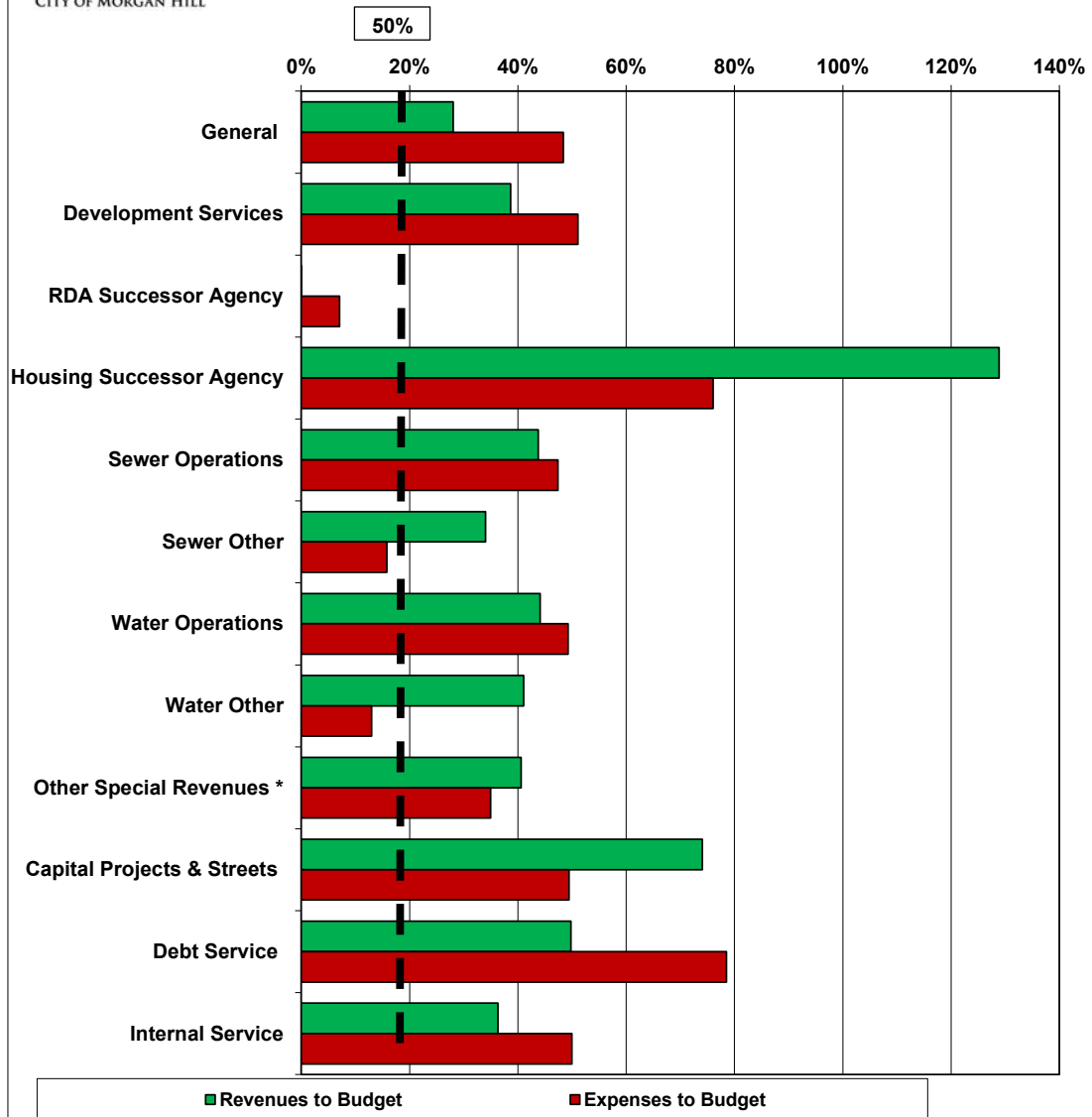
- **Water Operations** – Water Operations includes Utility Billing, Water Conservation, and Water Operations. Revenues from Water Operations through December totaled \$7.2 million. Water Operations expenditures, including outstanding encumbrances, totaled \$8.1 million through December. The table below shows Water Operations revenues and expenditures from FY17-18 through FY20-21 Actual, FY21-22 Budget, and YTD as of December 31, 2021.

(amount in millions)	FY17-18	FY18-19	FY19-20	FY20-21	Budget FY21-22	YTD FY21-22
Revenues	13.0	14.2	15.3	16.5	16.3	7.2
Expenditures	12.1	14.3	16.4	16.5	16.4	8.1
Operating Margin	0.9	(0.1)	(1.1)	-	(0.1)	(0.9)
Operating Margin without Encumbrances	1.4	0.8	(0.1)	-	(0.1)	-

- **Investments** – One security was purchased. Total interest earnings received on investments were \$36,000 during the month.



Morgan Hill YTD Revenue & Expense Summary December 31, 2021 - 50% of Year Complete



FUND NAME	REVENUES		EXPENSES	
	ACTUAL	% OF BUDGET	ACTUAL PLUS ENCUMBRANCES	% OF BUDGET
General	\$ 14,237,431	28%	\$ 24,625,123	48%
Development Services	2,045,763	39%	2,837,229	51%
RDA Successor Agency	116	0%	489,613	7%
Housing Successor Agency	277,419	129%	763,265	76%
Sewer Operations	6,174,495	44%	6,696,664	47%
Sewer Other	4,070,901	34%	7,115,799	16%
Water Operations	7,203,828	44%	8,091,743	49%
Water Other	2,887,295	41%	1,274,417	13%
Other Special Revenues *	2,198,324	41%	1,902,902	35%
Capital Projects & Streets	16,877,560	74%	33,065,652	49%
Debt Service	345,108	50%	545,213	79%
Internal Service	4,718,017	36%	6,626,171	50%
TOTAL FOR ALL FUNDS	\$ 61,036,256	39%	\$ 94,033,790	40%

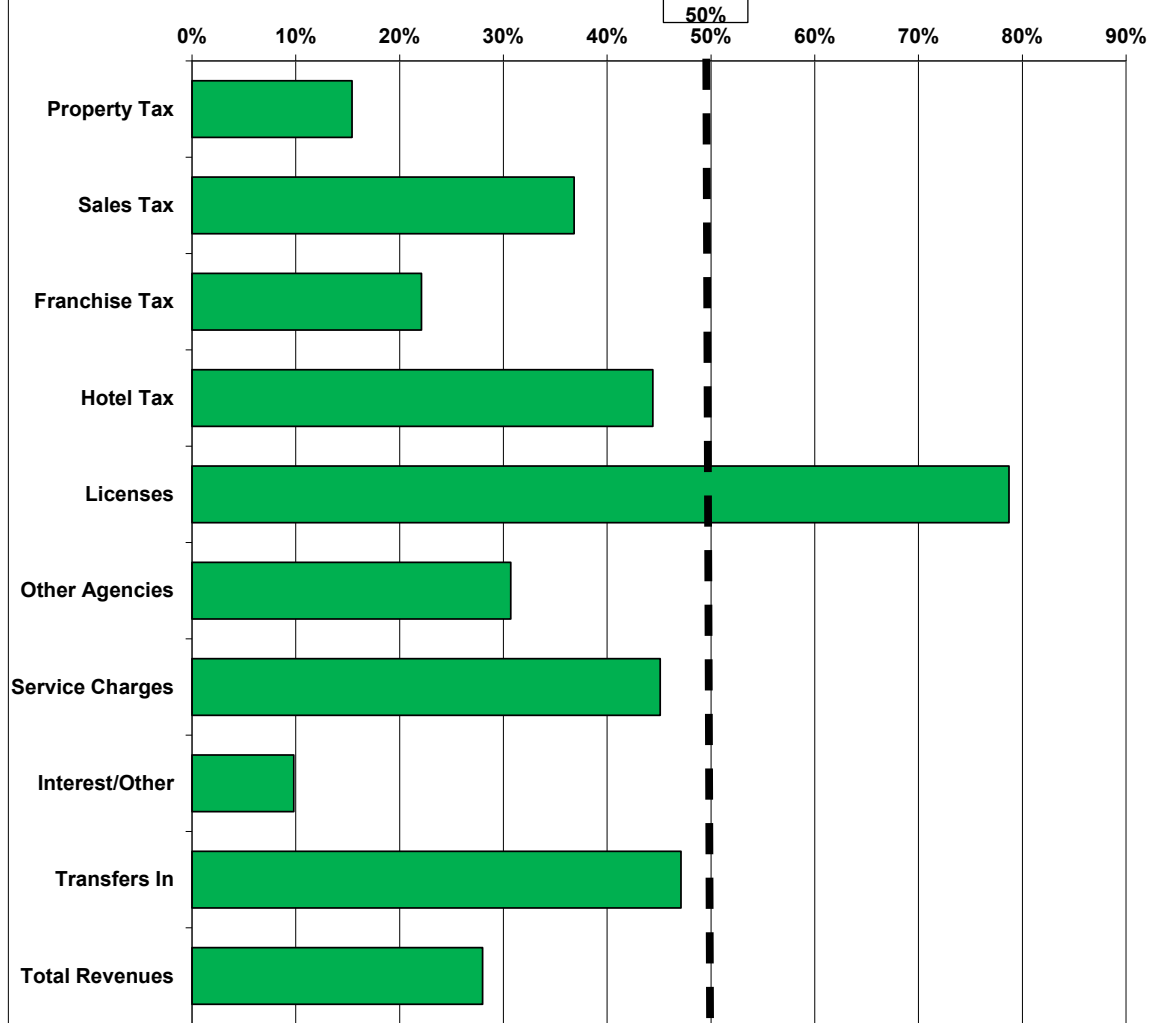
* Includes all Special Revenue Funds except Community Development, Street Funds, and RDA and Housing Successor Agencies.



Morgan Hill YTD General Fund Revenues

December 31, 2021 - 50% of Year Complete

Percent of Actual to Budget



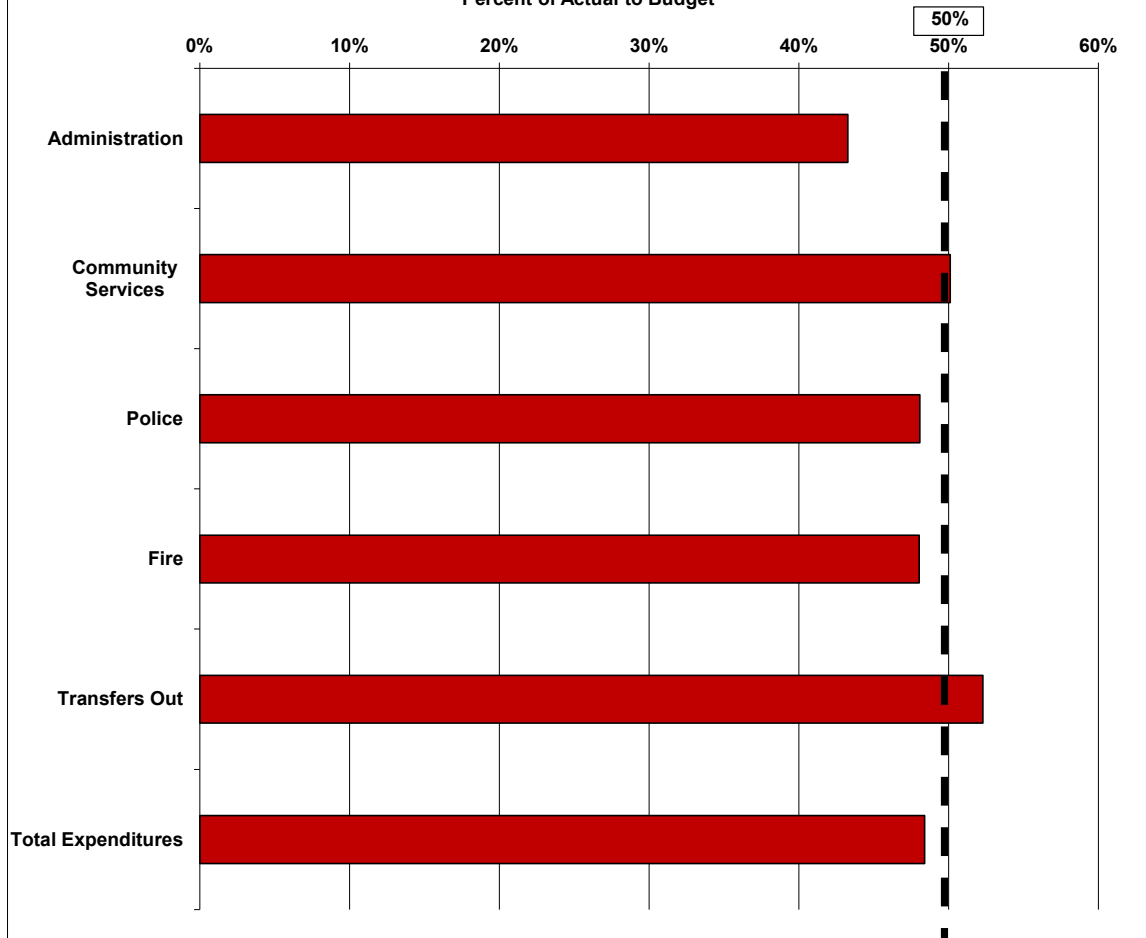
REVENUE CATEGORY	BUDGET	ACTUAL	% OF BUDGET	PRIOR YEAR TO DATE	% CHANGE FROM PRIOR YEAR
Property Tax	\$ 15,771,000	\$ 2,432,846	15%	\$ 2,417,602	1%
Sales Tax	11,098,601	4,082,934	37%	2,618,381	56%
Franchise Tax	2,375,000	524,979	22%	481,204	9%
Hotel Tax	2,235,300	991,469	44%	624,704	59%
Licenses	198,825	156,417	79%	131,084	19%
Other Agencies	653,658	200,908	31%	162,682	23%
Service Charges	8,164,851	3,683,692	45%	2,611,410	41%
Interest/Other	7,230,495	706,259	10%	786,619	-10%
Transfers In	3,093,579	1,457,928	47%	1,194,599	22%
TOTAL REVENUES	\$ 50,821,309	\$ 14,237,431	28%	\$ 11,028,285	29%



Morgan Hill YTD General Fund Expenditures

December 31, 2021 - 50% of Year Complete

Percent of Actual to Budget



EXPENDITURE CATEGORY	BUDGET	ACTUAL PLUS ENCUMBRANCES	% OF BUDGET	PRIOR YTD PLUS ENCUMBRANCES	% CHANGE FROM PRIOR YEAR
Administration	\$ 5,913,826	\$ 2,558,692	43%	\$ 2,298,530	11%
Community Services	13,952,469	6,990,215	50%	6,138,554	14%
Police	19,133,242	9,199,599	48%	8,471,609	9%
Fire	7,788,401	3,741,052	48%	3,522,870	6%
Transfers Out	4,083,681	2,135,566	52%	285,582	648%
TOTAL EXPENDITURES	\$ 50,871,618	\$ 24,625,123	48%	\$ 20,717,144	19%

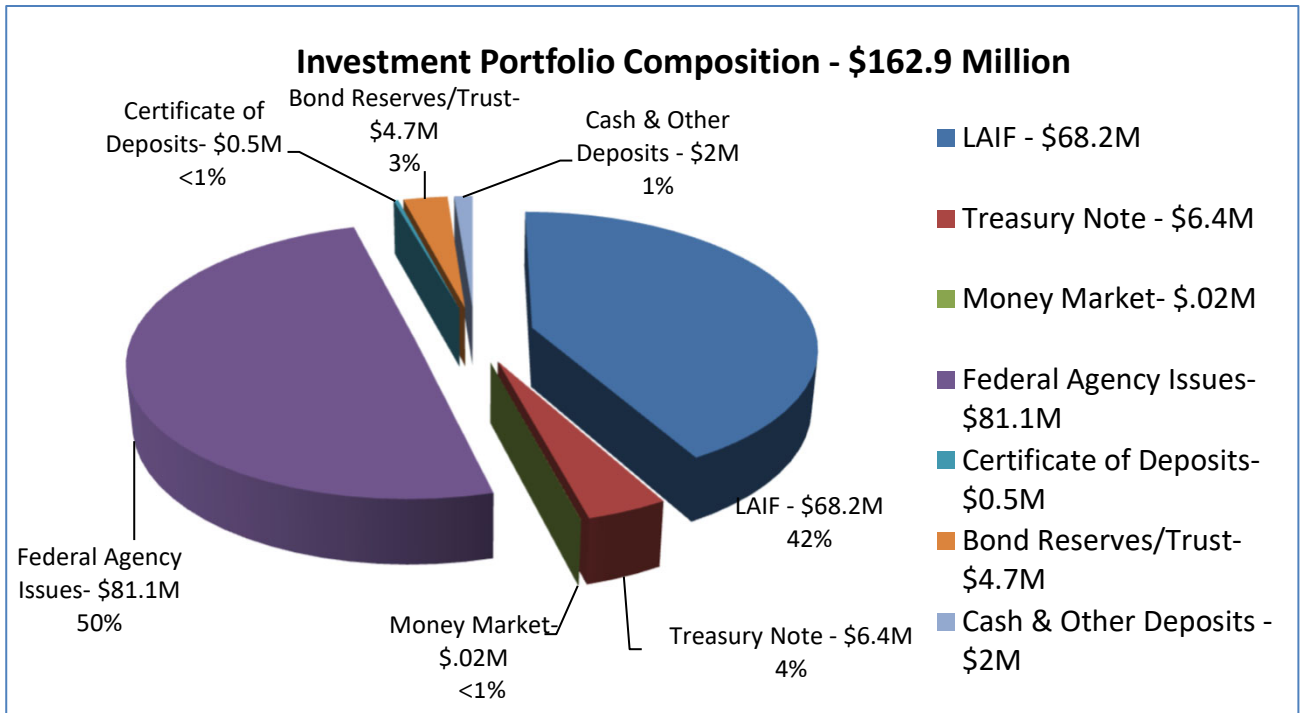


**City of Morgan Hill
Recreation Report - Fiscal Year 2021-22
For the Month and Five Months Ended December 31, 2021
50% of Year Complete**

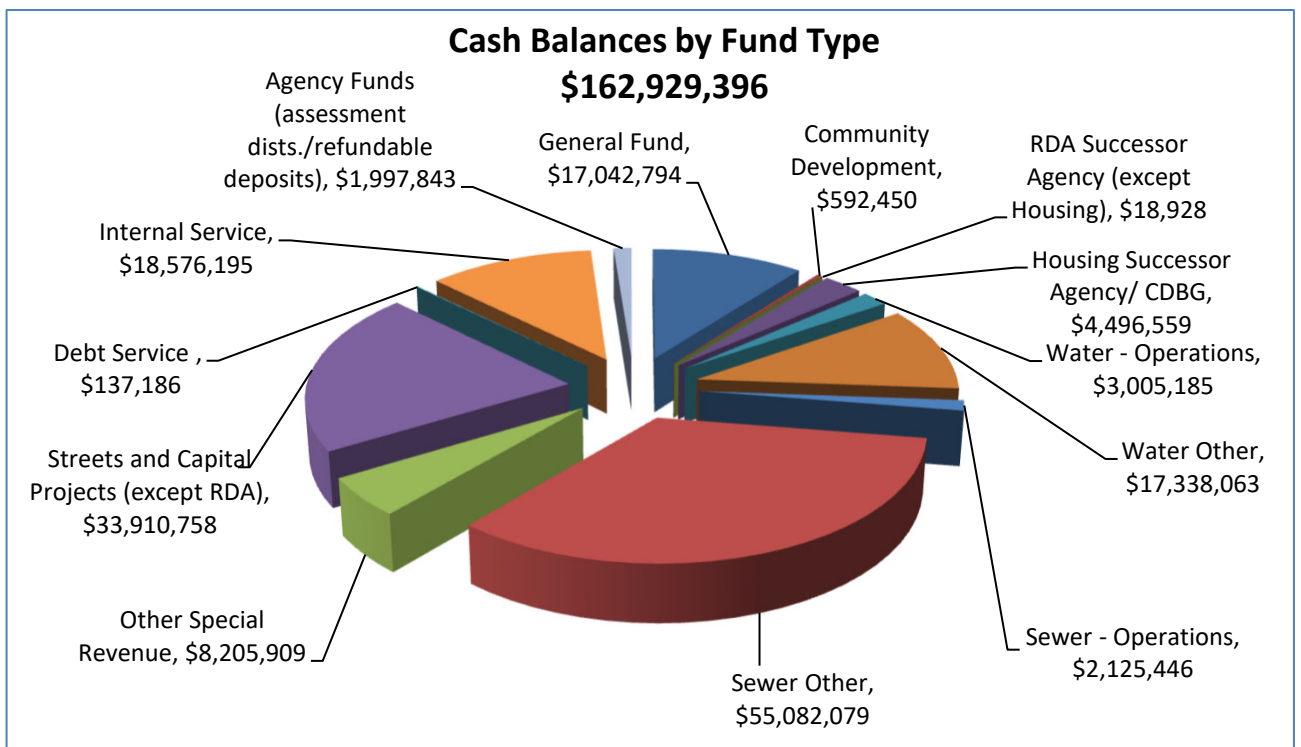
	<u>Budget</u>	<u>December 2021</u>	<u>YTD</u>	<u>% of Budget</u>
Revenues				
Membership Services & Rec Programs	\$ 4,713,801	\$ 311,220	\$ 2,093,019	
Facility Rentals	506,683	78,507	261,251	
Community Services	79,000	51,560	98,322	
Transfers in	75,000	6,250	37,500	
Total Revenues	\$ 5,374,484	\$ 447,537	\$ 2,490,092	46%
Less: Expenditures				
Membership & Program Services	\$ 5,648,211	\$ 555,627	\$ 2,582,909	
Facility Rentals	1,313,549	56,298	266,653	
Community Services	641,554	49,444	235,672	
Total Expenditures	\$ 7,603,315	\$ 661,368	\$ 3,085,234	41%
Net Impact without encumbrances	\$ (2,228,831)	\$ (213,831)	\$ (595,142)	
Encumbrances	-	-	1,083,155	
Net Impact with encumbrances	\$ (2,228,831)	\$ (213,831)	\$ (1,678,297)	

City of Morgan Hill Monthly Investment Report - December 31, 2021

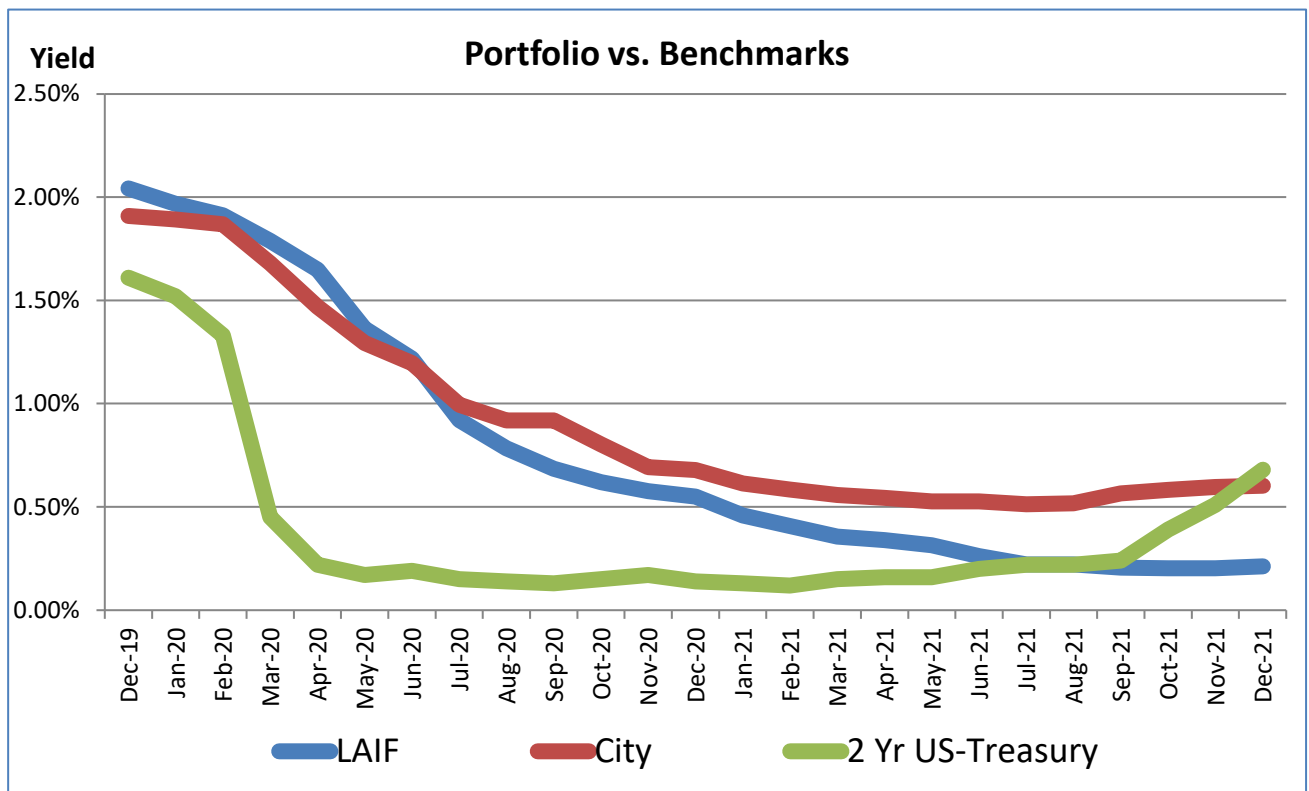
The following are the snapshots of City's investment portfolio as of December 31, 2021. The first chart shows the portfolio composition by investment type:



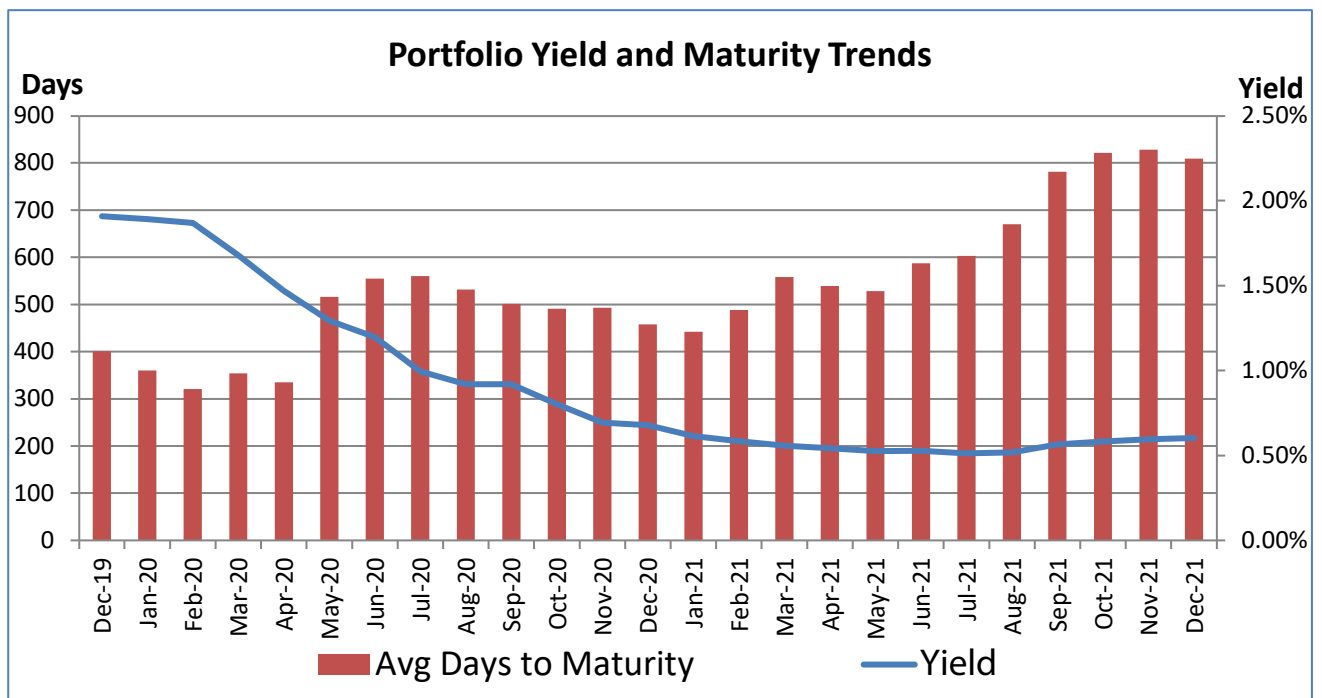
The chart below shows cash balances by fund type reconciled to City's financial system:



The following chart illustrates a yield comparison by month among the City's portfolio, LAIF and 2-Year US Treasury:



The chart below illustrates monthly average days to maturity of the City's portfolio along with the weighted average yield for the past two years:





City of Morgan Hill
Investment Portfolio Detail
As of December 31, 2021

Investment Type	Settlement Date	Book Value	% of Portfolio	Market Value	YTM at Cost	Next Call Date	Date of Maturity
L A I F		\$ 68,210,142	41.86%	\$ 68,201,524	0.21%		
City Managed							
Treasury Note	4/30/2018	4,435,873	3.28%	4,555,035	2.73%	3/31/2023	3/31/2023
Treasury Note	10/8/2021	1,988,227	1.25%	1,964,300	0.88%	9/30/2026	9/30/2026
FFCB Bond	4/8/2020	2,000,000	1.23%	1,997,680	0.88%	4/8/2022	4/8/2024
FFCB Bond	5/27/2020	2,000,000	1.23%	1,967,560	0.73%	5/27/2022	5/27/2025
FHLMC Bond	6/3/2020	2,000,000	1.23%	1,977,620	0.60%	6/3/2022	12/3/2024
FHLMC Bond	10/20/2020	2,000,000	1.23%	1,957,900	0.60%	4/20/2022	10/20/2025
FHLMC Bond	10/27/2020	2,000,000	1.23%	1,959,980	0.63%	4/27/2022	10/27/2025
FHLMC Bond	11/2/2020	2,000,000	1.23%	1,986,680	0.32%	5/2/2022	11/2/2023
FFCB Bond	11/3/2020	2,000,000	1.23%	1,949,780	0.54%	5/3/2022	11/3/2025
FNMA Bond	11/18/2020	2,000,000	1.23%	1,962,000	0.65%	5/18/2022	11/18/2025
FHLMC Bond	11/24/2020	2,000,000	1.23%	1,954,900	0.64%	5/24/2022	11/24/2025
FFCB Bond	11/24/2020	1,000,000	0.61%	975,660	0.60%	5/24/2022	11/24/2025
FHLMC Bond	11/25/2020	3,000,000	1.84%	2,950,830	0.63%	5/25/2022	11/25/2025
FHLMC Bond	11/30/2020	2,000,000	1.23%	1,967,620	0.65%	5/26/2022	11/26/2025
FFCB Bond	12/22/2020	2,000,000	1.23%	1,940,380	0.47%	6/22/2022	12/22/2025
FHLB Bond	1/22/2021	2,000,000	1.23%	1,962,760	0.63%	1/22/2022	1/22/2026
FNMA Bond	1/28/2021	2,000,000	1.23%	1,957,600	0.55%	1/28/2022	1/28/2026
FHLB Bond	1/28/2021	2,000,000	1.23%	1,964,020	0.65%	1/28/2022	1/28/2026
FHLB Bond	2/24/2021	2,000,000	1.23%	1,957,260	0.75%	2/24/2022	2/24/2026
FHLB Bond	2/25/2021	2,000,000	1.23%	1,962,960	0.66%	2/25/2022	2/25/2026
FHLB Bond	2/26/2021	2,000,000	1.23%	1,948,360	0.65%	2/26/2022	2/26/2026
FHLB Bond	3/10/2021	2,000,000	1.23%	1,970,920	0.85%	3/10/2022	3/10/2026
FHLB Bond	3/16/2021	2,000,000	1.23%	1,964,660	0.70%	3/16/2022	3/16/2026
FHLB Bond	3/16/2021	2,000,000	1.23%	1,967,620	0.80%	3/16/2022	3/16/2026
FHLB Bond	6/9/2021	2,000,000	1.23%	1,983,780	1.08%	6/9/2022	6/9/2026
FHLB Bond	6/30/2021	2,000,000	1.23%	1,977,440	1.00%	6/30/2022	6/30/2026
FHLB Bond	7/15/2021	3,000,000	1.84%	2,975,070	1.13%	1/15/2022	7/15/2026
FHLB Bond	7/15/2021	2,000,000	1.23%	1,985,160	0.85%	1/15/2022	7/15/2025
FHLB Bond	8/26/2021	2,000,000	1.23%	1,969,700	0.80%	2/26/2022	8/26/2026
FHLB Bond	8/26/2021	3,000,000	1.84%	2,968,980	1.00%	2/26/2022	8/26/2026
FHLB Bond	8/26/2021	2,000,000	1.23%	1,969,040	0.90%	2/26/2022	8/26/2026
FHLB Bond	9/13/2021	2,097,133	1.29%	2,055,220	0.82%	3/11/2022	9/11/2026
FFCB Bond	9/28/2021	1,983,849	1.22%	1,956,200	0.98%	3/10/2022	9/10/2026
FHLB Bond	9/29/2021	3,000,000	1.84%	2,962,650	1.13%	3/29/2022	9/29/2026
FHLB Bond	9/30/2021	2,000,000	1.23%	1,967,520	0.88%	3/30/2022	9/30/2026
FHLB Bond	9/30/2021	3,000,000	1.84%	2,963,970	1.05%	3/30/2022	9/30/2026
FHLB Bond	9/30/2021	3,000,000	1.84%	2,961,330	1.02%	3/30/2022	9/30/2026
FHLB Bond	10/19/2021	2,000,000	1.23%	1,969,460	1.00%	4/19/2022	10/19/2026
FHLB Bond	11/18/2021	2,000,000	1.23%	1,995,520	1.30%	11/18/2022	11/18/2026
FHLB Bond	12/29/2021	2,000,000	1.23%	1,999,540	0.75%	3/29/2022	12/29/2023
CD - Goldman Sachs Bank USA	5/13/2020	250,000	0.15%	250,230	0.50%	5/13/2022	5/13/2022
CD - American Nat'l Bank	5/20/2020	250,000	0.15%	250,145	0.40%	5/20/2022	5/20/2022
Sub Total/Average		\$ 88,005,082	54.59%	\$ 86,885,040	0.90%		
Money Market		\$ 19,214	0.01%	\$ 19,214	0.01%		
Total City Managed/Average		\$ 156,234,438	96.47%	\$ 155,105,778	0.60%		
Bond Reserve Accounts - Held By Trustees		\$ 540,945	0.33%	\$ 540,945			
Cash/Deposits		\$ 1,966,608	1.21%	\$ 1,966,608			
PARS and CALPERS CERBT Trust		\$ 4,187,404	2.57%	\$ 5,389,736			
GRAND TOTAL/AVERAGE		\$ 162,929,396	100%	\$ 163,003,068			



CITY OF MORGAN HILL CASH AND INVESTMENT REPORT
FOR THE MONTH OF DECEMBER 31, 2021
FOR THE FISCAL YEAR OF 2021-22

	Invested in Fund	Yield	Book Value End of Month	% of Total	Market Value
Investments					
State Treasurer LAIF - City	All Funds Pooled	0.21%	\$ 50,664,405	31.10%	\$ 50,658,004
2015 Wastewater Rev Bonds - CIP	Wastewater Fund	0.21%	17,545,737	10.77%	17,543,520
Federal Issues	All Funds Pooled	0.86%	81,080,982	49.76%	81,829,630
US Treasury Notes	All Funds Pooled	2.15%	6,424,100	3.94%	4,555,035
Certificate of Deposits	All Funds Pooled	0.45%	500,000	0.31%	500,375
Dreyfus Treas Cash Management Acct	All Funds Pooled	0.01%	19,214	0.01%	19,214
	SUBTOTAL		\$ 156,234,438	95.89%	\$ 155,105,778
Bond Reserve Accounts - held by trustees					
Zions Bank - Civic Center/Library Facility	Debt Service	0.01%	3	0.00%	3
Blackrock Liq Fund					
Zions Bank - MH Police Facility Lease Revenue Bonds	Debt Service	0.01%	4	0.00%	4
Blackrock Liq Fund					
BNY - RDA Bonds					
Dreyfus Cash Mgmt 521	Successor Fund	0.01%	23,240	0.01%	23,240
Zions Bank - MH Ranch 2015					
Blackrock Liq Funds Fed Fund -DI -2015	Agency Fund	0.01%	255,213	0.16%	255,213
Zions Bank - Madrone Bus Park Taxable/ Tax Exempt 2015					
Blackrock Liquidity Temp Fund-2015	Agency Fund	0.01%	262,486	0.16%	262,486
	SUBTOTAL		540,945	0.33%	540,945
Other Cash/Deposits					
General Checking	All Funds		1,929,496	1.18%	1,929,496
Workers' Comp Administrators	Workers' Comp		30,000	0.02%	30,000
Petty Cash & Emergency Cash	General Fund		7,112	0.00%	7,112
CALPERS CERBT - OPEB Trust			2,987,404	1.83%	3,844,890
PARS - PENSION Trust			1,200,000	0.74%	1,544,846 **
	SUBTOTAL		6,154,012	3.78%	7,356,344
Total Cash and Investments			\$ 162,929,396	100.00%	\$ 163,003,068

** As of 11/30/2021

CASH ACTIVITY SUMMARY
FY 2021-22

Fund Type	07/1/21 Balance	Change in Cash Balance	12/31/2021 Balance
General Fund	\$ 16,482,660	\$ 560,134	\$ 17,042,794
Community Development	972,100	(379,650)	592,450
RDA Successor Agency (except Housing)	11,666,343	(11,647,415)	18,928
Housing Successor Agency/ CDBG	4,593,710	(97,151)	4,496,559
Water - Operations	3,747,502	(742,317)	3,005,185
Water Other	8,567,976	8,770,088	17,338,063
Sewer - Operations	3,220,859	(1,095,413)	2,125,446
Sewer Other	32,031,933	23,050,146	55,082,079
Other Special Revenue	5,770,282	2,435,627	8,205,909
Streets and Capital Projects (except RDA)	40,583,676	(6,672,918)	33,910,758
Debt Service	227,953	(90,767)	137,186
Internal Service	17,977,892	998,303	18,976,195
Agency Funds (assessment dists./refundable deposits)	3,260,978	(1,263,134)	1,997,843
Total	\$ 149,103,863	\$ 13,825,533	\$ 162,929,396

Note: See Investment Portfolio Detail for maturities of "Investments." Market values are obtained from the City's investment brokers' monthly reports.

I certify the information on the investment reports on pages has been reconciled to the general ledger and bank statements and that there are sufficient funds to meet the expenditure requirements of the City for the next six months. The portfolio is in compliance with the City of Morgan Hill investment policy and all State laws and regulations.

Prepared by:

Gina Nazareno, Senior Accountant

Approved by:

Reviewed by:

Dat Nguyen, Finance Director

Caitlin Jachimowicz, Treasurer



City of Morgan Hill
Year to Date Revenues - Fiscal Year 2021-22
For The Five Months Ended December 31, 2021
50% of Year Complete

FUND REVENUE SOURCE	ADOPTED BUDGET	AMENDED BUDGET	CURRENT YTD ACTUAL	% OF BUDGET	PRIOR YTD	INCR (DECR) FROM PRIOR YTD	% CHANGE
010 GENERAL FUND							
<u>TAXES</u>							
Property Tax - Secured/Unsecured	\$ 13,485,000	13,485,000	\$ 2,392,326	18%	\$ 2,263,415	\$ 128,911	6%
Property Tax - RPTTF Residual Distribution	2,144,000	2,144,000	-	n/a	-	-	n/a
Property Tax - Supplemental Roll	142,000	142,000	40,520	29%	154,187	(113,667)	-74%
Sales Tax	10,699,601	10,699,601	3,928,016	37%	2,524,227	1,403,788	56%
Public Safety Sales Tax	399,000	399,000	154,918	39%	94,154	60,764	65%
Transient Occupancy Taxes	2,235,300	2,235,300	991,469	44%	624,704	366,765	59%
Franchise (Refuse ,Cable ,PG&E)	2,375,000	2,375,000	524,979	22%	481,204	43,775	9%
Property Transfer Tax	541,000	541,000	330,958	61%	279,304	51,654	18%
TOTAL TAXES	32,020,901	32,020,901	8,363,185	26%	6,421,195	1,941,990	30%
<u>LICENSES/PERMITS</u>							
Business License	159,135	159,135	152,787	96%	128,465	24,321	19%
Other Permits	39,690	39,690	3,630	9%	2,619	1,011	39%
TOTAL LICENSES/PERMITS	198,825	198,825	156,417	79%	131,084	25,332	19%
<u>FINES AND PENALTIES</u>							
Parking Enforcement	8,240	8,240	1,423	17%	1,728	(305)	-18%
Bails & Fines	75,854	75,854	18,542	24%	17,067	1,476	9%
Administrative Citations	10,331	10,331	-	n/a	9,803	(9,803)	-100%
TOTAL FINES AND PENALTIES	94,425	94,425	19,966	21%	28,598	(8,632)	-30%
<u>OTHER AGENCIES</u>							
Motor Vehicle in-Lieu	26,026	26,026	-	n/a	6,286	(6,286)	-100%
Other Revenue - Other Agencies	437,794	653,658	200,908	31%	162,682	38,226	23%
TOTAL OTHER AGENCIES	463,820	679,684	200,908	30%	168,968	31,940	19%
<u>CHARGES CURRENT SERVICES</u>							
Police False Alarm Charge	31,340	31,340	14,255	45%	17,598	(3,343)	-19%
Business License Application Review	38,007	38,007	21,753	57%	23,179	(1,426)	-6%
Membership Services & Rec Programs	4,238,989	4,713,801	2,093,019	44%	1,348,769	744,251	55%
Facility Rentals	945,931	506,683	261,251	52%	87,830	173,420	197%
Community Services	126,449	79,000	98,322	124%	4,082	94,240	2309%
General Administration Overhead	1,825,440	1,825,440	916,152	50%	890,436	25,716	3%
Other Charges Current Services	970,580	970,580	278,940	29%	239,516	39,424	16%
TOTAL CURRENT SERVICES	8,176,736	8,164,851	3,683,692	45%	2,611,410	1,072,282	41%
<u>OTHER REVENUE</u>							
Use of money/property	823,436	823,436	215,668	26%	187,184	28,484	15%
Other Revenues	5,961,472	5,745,608	139,667	2%	285,247	(145,580)	-51%
TOTAL OTHER REVENUE	6,784,908	6,569,044	355,335	5%	472,431	(117,096)	-25%
<u>TRANSFERS IN</u>							
One Time Transfer	180,000	180,000	52,500	29%	102,492	(49,992)	-49%
Public Safety Facilities Fund	25,000	25,000	49,992	200%	12,500	37,492	300%
Supplemental Law Enforcement Fund	100,000	100,000	50,000	50%	50,000	-	n/a
Countywide Solid Waste	324,763	649,526	325,000	50%	-	325,000	n/a
Streets	699,735	699,735	260,778	37%	312,673	(51,895)	-17%
Park Maintenance	650,000	650,000	325,002	50%	325,002	-	n/a
Sewer Operations	357,159	357,159	178,578	50%	177,216	1,362	1%
Water Operations	357,159	357,159	178,578	50%	37,500	141,078	376%
Park Development	75,000	75,000	37,500	50%	-	37,500	n/a
TOTAL TRANSFERS IN	2,768,816	3,093,579	1,457,928	47%	1,194,599	263,329	22%
TOTAL GENERAL FUND	50,508,431	50,821,309	14,237,431	28%	11,028,285	3,209,145	29%
SPECIAL REVENUE FUNDS							
<u>202 STREET MAINTENANCE</u>							
Gas Tax 2105 - 2107.5	699,735	699,735	260,523	37%	312,673	(52,149)	-17%
Interest / Other Revenue/Other Charges	-	-	255	n/a	544	(290)	-53%
202 STREET MAINTENANCE	699,735	699,735	260,778	37%	313,217	(52,439)	-17%



City of Morgan Hill
Year to Date Revenues - Fiscal Year 2021-22
For The Five Months Ended December 31, 2021
50% of Year Complete

FUND REVENUE SOURCE	ADOPTED BUDGET	AMENDED BUDGET	CURRENT YTD ACTUAL	% OF BUDGET	PRIOR YTD	INCR (DECR) FROM PRIOR YTD	% CHANGE
SPECIAL REVENUE FUNDS							
205 SUPPLEMENTAL LAW ENFORCEMENT FUND							
Interest Income	858	858	448	52%	553	(106)	-19%
Police Grant/SLEF/JAG	100,000	100,000	86,285	86%	81,727	4,558	6%
205 SUPPLEMENTAL LAW ENFORCEMENT FUND	100,858	100,858	86,732	86%	82,280	4,452	5%
206 DEVELOPMENT SERVICES							
Building Fees	3,195,787	3,195,787	1,246,143	39%	1,202,800	43,344	4%
Planning Fees	766,776	766,776	385,253	50%	754,381	(369,128)	-49%
Engineering Fees	999,810	999,810	317,780	32%	258,951	58,829	23%
Other Revenue/Current Charges	330,747	330,747	96,587	29%	65,150	31,437	48%
206 DEVELOPMENT SERVICES	5,293,120	5,293,120	2,045,763	39%	2,281,281	(235,518)	-10%
207 LONG RANGE PLANNING	869,266	869,266	317,110	36%	330,257	(13,147)	-4%
215 and 216 HCD BLOCK GRANT							
Interest Income/Other Revenue	3,173	3,173	133	4%	217	(85)	-39%
215 and 216 HCD BLOCK GRANT	3,173	3,173	133	4%	217	(85)	-39%
225 ASSET SEIZURE	1,931	1,931	290	15%	477	(187)	-39%
229 LIGHTING AND LANDSCAPE	2,573	2,573	425	17%	469	(43)	-9%
230 COMMUNITY FACILITIES DISTRICT	1,240	1,240	255	21%	256	(2)	-1%
232 ENVIRONMENTAL PROGRAMS	481,008	481,008	253,883	53%	248,069	5,814	2%
234 MOBILE HOME PARK RENT STAB.	757	757	7,946	1050%	3,632	4,314	119%
235 SENIOR HOUSING	3,869	3,869	477	12%	781	(304)	-39%
236 HOUSING MITIGATION	2,446,028	2,596,028	770,186	30%	1,285,121	(514,935)	-40%
237 BEGIN	-	-	54,018	n/a	514	53,504	10409%
238 CAL HOMES	-	-	165	n/a	80,964	(80,799)	-100%
240 EMPLOYEE ASSISTANCE	29,089	29,089	6,215	21%	7,394	(1,179)	-16%
246 COUNTYWIDE SOLID WASTE	-	1,324,763	699,112	53%	-	699,112	n/a
247 ENVIRONMENT REMEDIATION	2,448	2,448	276	11%	967	(692)	-71%
250 COMH-SUCCESSOR AGENCY-MHRDA	7,100,496	7,100,496	116	0%	2,262	(2,146)	-95%
255 HOUSING SUCCESSOR AGENCY	215,318	215,318	277,419	129%	280,817	(3,398)	-1%
260 PUBLIC ART	-	-	1,100	n/a	-	1,100	n/a
TOTAL SPECIAL REVENUE FUNDS	17,250,910	18,725,673	4,782,400	26%	4,918,976	(136,577)	-3%
CAPITAL PROJECTS FUNDS							
301 PARK DEVELOPMENT	1,748,480	7,131,498	5,834,951	82%	1,213,369	4,621,582	381%
302 PARK MAINTENANCE	360,613	360,613	407,870	113%	50,671	357,199	705%
303 LOCAL DRAINAGE	1,675,036	1,675,036	502,561	30%	711,738	(209,177)	-29%
304 LOCAL DRAINAGE/NON AB1600	80,692	80,692	86,198	107%	5,651	80,546	1425%
306 AGRICULTURE & OPEN SPACE PRESERVATION	180,385	180,385	117,445	65%	115,364	2,081	2%
308 STREET CIP	4,050,523	4,050,523	2,919,403	72%	811,727	2,107,676	260%
309 TRAFFIC IMPACT	1,468,388	1,468,388	5,923,718	403%	852,176	5,071,542	595%
315 PUBLIC SAFETY FACILITIES IMPACT	864,417	864,417	114,209	13%	28,594	85,615	299%
346 PUBLIC FACILITIES NON-AB1600	611,488	911,488	35,205	4%	417,549	(382,344)	-92%
347 PUBLIC FACILITIES IMPACT	265,536	265,536	26,025	10%	105,291	(79,267)	-75%
348 LIBRARY	1,077,617	1,077,617	118,417	11%	446,929	(328,512)	-74%
350 UNDERGROUNDING	86,073	86,073	364,969	424%	3,239	361,730	11169%
355 SCHOOL PEDESTRIAN/TRAFFIC SAFETY	591,967	591,967	29,720	5%	233,449	(203,729)	-87%
360 COMMUNITY/REC IMPACT FUND	1,730,018	1,730,018	136,091	8%	694,175	(558,084)	-80%
375 QUIMBY FEE	1,623,552	1,623,552	-	n/a	-	-	n/a
TOTAL CAPITAL PROJECTS FUNDS	16,414,785	22,097,803	16,616,782	75%	5,904,816	10,711,966	181%
DEBT SERVICE FUNDS							
420 CIVIC CENTER DEBT	307,385	307,385	152,887	50%	155,217	(2,330)	-2%
441 POLICE FACILITY BOND	385,639	385,639	192,222	50%	292,371	(100,150)	-34%
TOTAL DEBT SERVICE FUNDS	693,024	693,024	345,108	50%	447,588	(102,480)	-23%



City of Morgan Hill
Year to Date Revenues - Fiscal Year 2021-22
For The Five Months Ended December 31, 2021
50% of Year Complete

FUND REVENUE SOURCE	ADOPTED BUDGET	AMENDED BUDGET	CURRENT YTD ACTUAL	% OF BUDGET	PRIOR YTD	INCR (DECR) FROM PRIOR YTD	% CHANGE
ENTERPRISE FUNDS							
640 SEWER OPERATION							
Sewer Service Fees	13,812,501	13,812,501	6,001,164	43%	5,438,561	562,603	10%
Interest Income/Transfers	37,425	37,425	4,391	12%	13,049	(8,658)	-66%
Other Revenue/Current Charges	268,241	268,241	168,940	63%	123,068	45,872	37%
640 SEWER OPERATION	14,118,167	14,118,167	6,174,495	44%	5,574,678	599,817	11%
641 SEWER EXPANSION							
Interest Income	220,194	220,194	48,389	22%	75,690	(27,301)	-36%
Development Impact Fee	6,845,919	6,845,919	1,589,692	23%	2,240,390	(650,698)	-29%
641 SEWER EXPANSION	7,066,113	7,066,113	1,638,081	23%	2,316,080	(677,999)	-29%
642 SEWER RATE STABILIZATION	195,311	195,311	80,536	41%	8,966	71,570	798%
643 SEWER-CAPITAL PROJECT	4,707,648	4,707,648	2,352,284	50%	2,228,959	123,325	6%
TOTAL SEWER FUNDS	26,087,239	26,087,239	10,245,396	39%	10,128,684	116,712	1%
650 WATER OPERATION							
Water Sales	15,179,148	15,179,148	6,476,259	43%	7,055,740	(579,481)	-8%
Meter Install & Service	25,215	25,215	33,199	132%	52,054	(18,855)	-36%
Transfers-In / Interest Income	546,952	546,952	58,712	11%	231,864	(173,152)	-75%
Other Revenue/Current Charges	585,381	585,381	635,658	109%	434,546	201,113	46%
650 WATER OPERATION	16,336,696	16,336,696	7,203,828	44%	7,774,204	(570,375)	-7%
651 WATER EXPANSION							
Interest Income/Other Revenue/Transfer	64,003	64,003	6,990	11%	10,737	(3,747)	-35%
Development Impact Fee	1,782,143	1,782,143	276,467	16%	783,540	(507,073)	-65%
651 WATER EXPANSION	1,846,146	1,846,146	283,457	15%	794,277	(510,820)	-64%
652 Water Rate Stabilization	141,222	141,222	68,983	49%	31,051	37,932	122%
653 Water Capital Project	5,047,350	5,047,350	2,534,854	50%	2,438,977	95,877	4%
TOTAL WATER FUNDS	23,371,414	23,371,414	10,091,123	43%	11,038,509	(947,386)	-9%
TOTAL ENTERPRISE FUNDS	49,458,653	49,458,653	20,336,519	41%	21,167,193	(830,674)	-4%
INTERNAL SERVICE FUNDS							
730 INFORMATION SYSTEMS	1,952,577	2,247,577	1,125,157	50%	942,451	182,706	19%
740 BUILDING MAINTENANCE	3,409,334	3,409,334	565,385	17%	1,713,817	(1,148,432)	-67%
741 BUILDING REPLACEMENT	745,508	755,508	350,842	46%	339,794	11,048	3%
745 CIP ADMINISTRATION	1,798,889	1,798,889	562,733	31%	461,263	101,470	22%
760 UNEMPLOYMENT INSURANCE	2,513	2,513	669	27%	50,310	(49,642)	-99%
770 WORKERS COMPENSATION	913,504	913,504	382,530	42%	364,034	18,496	5%
790 EQUIPMENT REPLACEMENT	1,086,223	1,086,223	566,651	52%	692,451	(125,801)	-18%
791 EMPLOYEE BENEFITS	1,043,858	1,043,858	304,391	29%	299,292	5,099	2%
795 GENERAL LIABILITY INSURANCE	1,504,188	1,737,188	859,660	49%	431,573	428,086	99%
TOTAL INTERNAL SERVICE FUNDS	12,456,594	12,994,594	4,718,017	36%	5,294,986	(576,969)	-11%
TOTAL FOR ALL FUNDS	\$ 146,782,397	\$ 154,791,056	\$ 61,036,256	39%	\$ 48,761,844	\$ 12,274,412	25%



City of Morgan Hill
Year to Date Expenses - Fiscal Year 2021-22
For the Month and Five Months Ended December 31, 2021
50% of Year Complete

FUND NO.	FUND/ACTIVITY	CURRENT MONTH ACTUAL EXPENSES	AMENDED BUDGET	YTD EXPENSES	OUTSTANDING ENCUMBRANCE	TOTAL ALLOCATED	PERCENT OF TOTAL TO BUDGET	PRIOR YTD
010 GENERAL FUND								
I. ADMINISTRATION								
	CITY COUNCIL	\$ 36,381	\$ 468,850	\$ 181,975	\$ 99,332	\$ 281,307	60%	\$ 178,599
	CITY ATTORNEY	84,371	802,889	348,170	91,691	439,861	55%	328,363
	CITY MANAGER	74,437	638,262	314,532	16,250	330,782	52%	248,650
	HUMAN RESOURCES	73,693	830,904	343,327	-	343,327	41%	316,870
	COUNCIL SVCS & RECORDS MGMT							
	Council Svcs & Records Mgmt	57,936	672,320	310,192	3,200	313,392	47%	282,387
	Elections	2,576	28,180	11,904	-	11,904	42%	99,568
	COUNCIL SVCS & RECORDS MGMT	60,512	700,500	322,095	3,200	325,295	46%	381,955
	FINANCE	158,643	2,472,421	784,283	53,836	838,119	34%	706,480
	TOTAL ADMINISTRATION	488,036	5,913,826	2,294,383	264,309	2,558,692	43%	2,160,918
II. COMMUNITY SERVICES								
	Membership Services & Rec. Programs	555,627	5,648,211	2,582,909	985,192	3,568,101	63%	2,283,125
	Recreation Facility Rentals	56,298	1,313,549	266,653	18,978	285,631	22%	478,485
	Community Services	49,444	641,554	235,672	78,985	314,657	49%	216,174
	Park Maintenance	119,911	1,179,250	528,018	57,552	585,569	50%	501,476
	Environmental Services	22,496	349,129	104,637	2,240	106,877	31%	97,082
	Countywide Solid Waste Program	22,705	303,550	79,614	-	79,614	26%	
	Street Maintenance	246,878	2,662,248	1,062,124	140,793	1,202,917	45%	1,015,428
	Downtown Maintenance	18,631	318,869	139,329	36,077	175,406	55%	86,597
	Cable Television	3,285	34,272	16,435	-	16,435	48%	10,881
	COMMUNITY SERVICES	1,095,275	12,450,632	5,015,391	1,319,817	6,335,208	51%	4,689,247
	CODE COMPLIANCE	18,780	174,873	87,007	-	87,007	50%	78,344
	INFRASTRUCTURE PLANNING & CONGESTION MGMT	32,931	356,583	147,923	-	147,923	41%	149,764
	ECONOMIC DEVELOPMENT PROGRAMS	167,112	970,380	370,513	49,564	420,077	43%	326,864
	TOTAL COMMUNITY SERVICES	1,314,099	13,952,469	5,620,834	1,369,381	6,990,215	50%	5,244,218
III. PUBLIC SAFETY								
	POLICE							
	PD Administration	173,196	1,421,383	844,585	39,091	883,676	62%	813,858
	Field Operations	933,780	9,314,988	4,494,855	165,372	4,660,227	50%	4,037,292
	Support Services	246,634	2,596,110	1,296,148	-	1,296,148	50%	1,093,101
	Emergency Services/Haz Mat	20,806	202,072	96,279	-	96,279	48%	88,057
	Special Operations	257,481	3,700,816	1,365,639	15,671	1,381,311	37%	1,469,162
	Dispatch Services	187,394	1,897,873	881,958	-	881,958	46%	790,506
	POLICE	1,819,291	19,133,242	8,979,464	220,134	9,199,599	48%	8,291,976
	FIRE	775,253	7,788,401	3,739,327	1,725	3,741,052	48%	3,493,997
	TOTAL PUBLIC SAFETY	2,594,544	26,921,643	12,718,791	221,859	12,940,650	48%	11,785,973
IV. TRANSFERS								
	Other	382,771	4,083,681	2,135,566	-	2,135,566	52%	285,582
	TOTAL TRANSFERS	382,771	4,083,681	2,135,566	-	2,135,566	52%	285,582
	TOTAL GENERAL FUND	4,779,449	50,871,618	22,769,574	1,855,549	24,625,123	48%	19,476,690



City of Morgan Hill
Year to Date Expenses - Fiscal Year 2021-22
For the Month and Five Months Ended December 31, 2021
50% of Year Complete

FUND NO.	FUND/ACTIVITY	CURRENT MONTH ACTUAL EXPENSES	AMENDED BUDGET	YTD EXPENSES	OUTSTANDING ENCUMBRANCE	TOTAL ALLOCATED	PERCENT OF TOTAL TO BUDGET	PRIOR YTD
SPECIAL REVENUE FUNDS								
202	STREET MAINTENANCE	361	704,068	262,944	-	262,944	37%	314,785
205	PUBLIC SAFETY/SUPP.LAW	604	107,245	53,624	-	53,624	50%	3,534
206	DEVELOPMENT SERVICES FUND							
	Planning	218,368	1,956,314	999,022	30,101	1,029,123	53%	763,941
	Building	238,001	2,233,914	1,054,611	1,745	1,056,356	47%	982,284
	Engineering	150,721	1,366,129	742,429	9,321	751,750	55%	595,887
206	DEVELOPMENT SERVICES FUND	607,090	5,556,357	2,796,062	41,167	2,837,229	51%	2,342,111
207	LONG RANGE PLANNING	59,850	861,202	305,220	61,183	366,402	43%	491,615
215/216	CDBG	458	5,499	2,748	-	2,748	50%	2,682
225	ASSET SEIZURE	14,232	54,232	14,232	-	14,232	26%	-
229	LIGHTING AND LANDSCAPE	19,435	168,130	74,665	15,404	90,068	54%	71,584
230	COMMUNITY FACILITIES DISTRICT	3,126	42,093	12,064	-	12,064	29%	13,100
232	ENVIRONMENT PROGRAMS	59,723	508,715	196,590	6,017	202,606	40%	195,342
234	MOBILE HOME PARK	37	449	222	-	222	49%	222
236	HOUSING MITIGATION	82,123	1,495,875	338,637	55,631	394,268	26%	190,400
240	EMPLOYEE ASSISTANCE	2,086	28,531	8,016	-	8,016	28%	8,048
246	COUNTYWIDE SOLID WASTE PROGRAM	21,663	1,324,763	509,751	244,906	754,658	57%	-
250	COMH-SUCCESSOR AGENCY-MHRDA	2,327	6,939,408	489,613	-	489,613	7%	4,161,708
255	HOUSING SUCCESSOR AGENCY	100,884	1,003,785	559,099	204,167	763,265	76%	529,659
260	PUBLIC ART	-	23,500	3,993	-	3,993	17%	-
TOTAL SPECIAL REVENUE FUNDS		973,999	18,823,852	5,627,480	628,473	6,255,953	33%	8,324,791
CAPITAL PROJECT FUNDS								
301	PARK DEVELOPMENT	24,489	9,738,856	3,793,933	2,820,111	6,614,044	68%	2,601,182
302	PARK MAINTENANCE	54,263	745,776	338,919	-	338,919	45%	325,002
303	LOCAL DRAINAGE	3,253	6,997,265	30,100	42,558	72,658	1%	239,118
304	LOCAL DRAIN. NON-AB1600	240	833,046	1,440	48,585	50,025	6%	142,676
306	AGRICULTURE & OPEN SPACE PRESERVATION	2,249	5,480,009	5,398,012	-	5,398,012	99%	13,368
308	STREET CIP	21,773	6,587,142	2,852,947	131,769	2,984,716	45%	2,563,803
309	TRAFFIC IMPACT	649,840	30,480,782	6,208,028	9,096,204	15,304,232	50%	1,153,575
315	PUBLIC SAFETY FACILITIES IMPACT	21,198	565,180	119,188	-	119,188	21%	117,150
346	PUBLIC FAC.NON AB1600	16,525	1,127,968	85,563	35,822	121,385	11%	142,860
347	PUBLIC FACILITIES IMPACT	2,277	27,331	13,662	-	13,662	50%	30,623
348	LIBRARY IMPACT	18,059	216,704	109,854	-	109,854	51%	569,022
350	UNDERGROUNDING	95	139,398	570	-	570	0%	552
355	SCHOOL PEDESTRIAN & TRAFFIC SAFETY	5,259	1,160,466	1,117,430	40,652	1,158,081	100%	948,873
360	COMM/REC CENTER IMPACT	85,977	1,454,834	192,787	324,470	517,256	36%	1,263,383
375	QUIMBY FEE	-	600,000	105	-	105	0%	-
TOTAL CAPITAL PROJECTS FUNDS		905,497	66,154,756	20,262,538	12,540,170	32,802,708	50%	10,111,187
DEBT SERVICE FUNDS								
420	CIVIC CENTER DEBT	228,512	304,947	232,942	-	232,942	76%	231,304
441	POLICE FACILITY BOND DEBT	310,581	389,497	312,271	-	312,271	80%	304,854
TOTAL DEBT SERVICE FUNDS		539,093	694,444	545,213	-	545,213	79%	536,158



City of Morgan Hill
Year to Date Expenses - Fiscal Year 2021-22
For the Month and Five Months Ended December 31, 2021
50% of Year Complete

FUND NO.	FUND/ACTIVITY	CURRENT MONTH ACTUAL EXPENSES	AMENDED BUDGET	YTD EXPENSES	OUTSTANDING ENCUMBRANCE	TOTAL ALLOCATED	PERCENT OF TOTAL TO BUDGET	PRIOR YTD
ENTERPRISE FUNDS								
SEWER								
640	SEWER OPERATIONS	863,556	14,126,884	6,501,653	195,010	6,696,664	47%	6,344,487
641	SEWER CAPITAL EXPANSION	29,674	22,987,165	257,477	524,838	782,315	3%	324,264
642	SEWER RATE STABILIZATION	95	1,138	570	-	570	50%	558
643	SEWER-CAPITAL PROJECTS	465,879	22,004,075	4,735,312	1,597,602	6,332,914	29%	2,109,414
TOTAL SEWER FUND(S)		1,359,204	59,119,262	11,495,013	2,317,450	13,812,463	23%	8,778,723
WATER								
	Water Operations	1,459,439	15,292,037	6,692,394	820,385	7,512,778	49%	6,689,516
	Utility Billing	90,258	985,735	438,687	35,313	474,000	48%	408,705
	Water Conservation	9,203	157,768	55,911	49,054	104,965	67%	32,703
650	WATER OPERATIONS	1,558,900	16,435,540	7,186,991	904,752	8,091,743	49%	7,130,924
651	WATER CAPITAL EXPANSION	60,997	2,281,063	402,470	19,783	422,253	19%	310,545
652	WATER RATE STABILIZATION	31	371	186	-	186	50%	180
653	WATER-CAPITAL PROJECTS	398,268	7,534,033	519,627	332,352	851,979	11%	121,998
TOTAL WATER FUND(S)		2,018,196	26,251,006	8,109,273	1,256,887	9,366,161	36%	7,563,647
TOTAL ENTERPRISE FUNDS		3,377,399	85,370,268	19,604,286	3,574,337	23,178,623	27%	16,342,370
INTERNAL SERVICE FUNDS								
730	INFORMATION SYSTEMS	152,186	2,612,628	882,780	952,301	1,835,081	70%	888,320
740	BUILDING MAINTENANCE	103,595	3,507,595	517,777	88,154	605,931	17%	1,146,870
741	BUILDING REPLACEMENT	-	610,000	56,043	150,209	206,251	34%	45,239
745	CIP ADMINISTRATION	188,763	1,735,361	840,983	6,828	847,811	49%	788,644
760	UNEMPLOYMENT	-	20,000	3,846	-	3,846	19%	-
770	WORKERS COMPENSATION	29,616	876,877	672,350	-	672,350	77%	482,358
790	EQUIPMENT REPLACEMENT	76,577	1,546,014	160,115	453,280	613,395	40%	682,663
791	EMPLOYEE BENEFITS FUND	238,642	625,000	358,434	-	358,434	57%	295,244
795	GEN. LIABILITY INSURANCE	14,414	1,724,061	1,483,072	-	1,483,072	86%	1,192,755
TOTAL INTERNAL SERVICE FUNDS		803,794	13,257,537	4,975,399	1,650,772	6,626,171	50%	5,522,093
REPORT TOTAL		\$ 11,379,231	\$ 235,172,476	\$ 73,784,489	\$ 20,249,301	\$ 94,033,790	40%	\$ 60,313,289



City of Morgan Hill
Fund Activity Summary - Fiscal Year 2021-22
For The Five Months Ended December 31, 2021
50% of Year Complete

Fund No.	Fund	Fund Balance 06-30-21	Revenues		Expenses		Year to-Date Deficit or Carryover	Ending Fund Balance	
			YTD Actual	% of Budget	YTD Actual	% of Budget		Reserved ¹	Unreserved
010	GENERAL FUND	\$ 24,896,179	\$ 14,237,431	28%	\$ 22,769,574	45%	\$ (8,532,143)	\$ 1,855,549	\$ 14,508,487
TOTAL GENERAL FUND		\$ 24,896,179	\$ 14,237,431	28%	\$ 22,769,574	45%	\$ (8,532,143)	\$ 1,855,549	\$ 14,508,487
202	STREET MAINTENANCE	6,241	\$ 260,778	37%	\$ 262,944	47%	\$ (2,166)	\$ -	\$ 4,075
205	PUBLIC SAFETY/SUPPL. LAW	195,819	86,732	86%	53,624	54%	33,108	-	228,927
206	DEVELOPMENT SERVICES	(484,553)	2,045,763	39%	2,796,062	50%	(750,300)	41,167	(1,276,019)
207	LONG RANGE PLANNING	1,250,193	317,110	36%	305,220	35%	11,890	61,183	1,200,901
215 / 216	CDBG	34,893	133	4%	2,748	50%	(2,615)	-	32,278
225	ASSET SEIZURE	143,259	290	15%	14,232	n/a	(13,942)	-	129,317
229	LIGHTING AND LANDSCAPE	172,706	425	17%	74,665	44%	(74,239)	15,404	83,063
230	COMMUNITY FACILITIES DISTRICT	137,840	255	21%	12,064	29%	(11,809)	-	126,031
232	ENVIRONMENTAL PROGRAMS	213,442	253,883	53%	196,590	39%	57,294	6,017	264,719
234	MOBILE HOME PK RENT STAB.	58,766	7,946	1050%	222	49%	7,724	-	66,490
235	SENIOR HOUSING	234,588	477	12%	-	n/a	477	-	235,065
236	HOUSING MITIGATION	5,407,291	770,186	30%	338,637	23%	431,549	55,631	5,783,209
237	BEGIN	320,727	54,018	n/a	-	n/a	54,018	-	374,745
238	CAL HOMES	276	165	n/a	-	n/a	165	-	441
240	EMPLOYEE ASSISTANCE	62,190	6,215	21%	8,016	28%	(1,801)	-	60,389
246	COUNTYWIDE SOLID WASTE	-	699,112	11%	509,751	38%	189,360	244,906	(55,546)
247	ENVIRONMENT REMEDIATION	135,927	276	11%	-	n/a	276	-	136,203
250	COMH-SUCCESSOR AGENCY-MHRDA	(493,066)	116	0%	489,613	7%	(489,497)	23,240	(1,005,803)
255	HOUSING SUCCESSOR AGENCY	4,287,939	277,419	129%	559,099	56%	(281,679)	204,167	3,802,093
260	PUBLIC ART	70,772	1,100	n/a	3,993	-	(2,893)	-	67,879
TOTAL SPECIAL REVENUE FUNDS		\$ 11,755,250	\$ 4,782,400	26%	\$ 5,627,480	30%	\$ (845,080)	\$ 651,713	\$ 10,258,457
301	PARK DEV. IMPACT FUND	\$ 270,918	\$ 5,834,951	82%	\$ 3,793,933	39%	\$ 2,041,017	\$ 2,820,111	\$ (508,176)
302	PARK MAINTENANCE	2,815,081	407,870	113%	338,919	45%	68,951	-	2,884,032
303	LOCAL DRAINAGE	10,947,520	502,561	30%	30,100	0%	472,461	42,558	11,377,423
304	LOCAL DRAINAGE/NON-AB1600	1,268,597	86,198	107%	1,440	0%	84,758	48,585	1,304,770
306	AGRICULTURE AND OPEN SPACE PRESERV	6,011,689	117,445	65%	5,398,012	99%	(5,280,567)	-	731,122
308	STREET CIP	3,538,596	2,919,403	72%	2,852,947	43%	66,457	131,769	3,473,284
309	TRAFFIC IMPACT FUND	2,217,293	5,923,718	403%	6,208,028	20%	(284,310)	9,096,204	(7,163,221)
315	PUBLIC SAFETY FACILITIES IMPACT	3,650,943	114,209	13%	119,188	21%	(4,979)	-	3,645,964
346	PUBLIC FACILITIES NON-AB1600	1,100,016	35,205	4%	85,563	8%	(50,358)	35,822	1,013,836
347	PUBLIC FACILITIES IMPACT FUND	1,034,272	26,025	10%	13,662	50%	12,363	-	1,046,635
348	LIBRARY IMPACT FUND	1,487,275	118,417	11%	109,854	51%	8,563	-	1,495,838
350	UNDERGROUNDING	1,073,838	364,969	424%	570	0%	364,399	-	1,438,237
355	SCHOOL PEDESTRIAN/TRAFFIC SFTY	181,922	29,720	5%	1,117,430	96%	(1,087,710)	40,652	(946,439)
360	COMM/REC CTR IMPACT FUND	1,353,501	136,091	8%	192,787	13%	(56,696)	324,470	972,335
375	QUIMBY FEE	-	-	n/a	105	0%	(105)	-	(105)
TOTAL CAPITAL PROJECT FUNDS		\$ 36,951,461	\$ 16,616,782	75%	\$ 20,262,538	31%	\$ (3,645,756)	\$ 12,540,170	\$ 20,765,535
420	CIVIC CENTER DEBT	\$ 165,528	\$ 152,887	50%	\$ 232,942	76%	\$ (80,055)	\$ 3	\$ 85,470
441	POLICE FACILITY BOND DEBT	171,762	192,222	50%	312,271	80%	(120,049)	4	51,709
TOTAL DEBT SERVICE FUNDS		\$ 337,290	\$ 345,108	50%	\$ 545,213	79%	\$ (200,104)	\$ 6	\$ 137,179



City of Morgan Hill
Fund Activity Summary - Fiscal Year 2021-22
For The Five Months Ended December 31, 2021
50% of Year Complete

Fund No.	Fund	Fund Balance 06-30-21	Revenues		Expenses		Year to-Date Deficit or Carryover	Ending Fund Balance	
			YTD Actual	% of Budget	YTD Actual	% of Budget		Reserved ¹	Unreserved
640	SEWER OPERATIONS	\$ 3,602,581	\$ 6,174,495	44%	\$ 6,501,653	46%	\$ (327,159)	195,010	3,080,412
641	SEWER IMPACT FUND*	22,121,700	1,638,081	23%	257,477	1%	1,380,604	524,838	22,977,466
642	SEWER RATE STABILIZATION	2,692,314	80,536	41%	570	50%	79,966	-	2,772,280
643	SEWER-CAPITAL PROJECTS	29,354,687	2,352,284	50%	4,735,312	22%	(2,383,028)	1,597,602	25,374,057
650	WATER OPERATIONS	3,580,575	7,203,828	44%	7,186,991	44%	16,837	904,752	2,692,660
651	WATER IMPACT FUND*	2,979,950	283,457	15%	402,470	18%	(119,012)	19,783	2,841,155
652	WATER RATE STABILIZATION	3,162,416	68,983	49%	186	50%	68,797	-	3,231,213
653	WATER -CAPITAL PROJECT	8,134,534	2,534,854	50%	519,627	7%	2,015,227	332,352	9,817,409
TOTAL ENTERPRISE FUNDS		\$ 75,628,757	\$ 20,336,519	41%	\$ 19,604,286	23%	\$ 732,232	\$ 3,574,337	\$ 72,786,653
730	INFORMATION SERVICES	\$ 849,651	\$ 1,125,157	50%	\$ 882,780	34%	\$ 242,377	\$ 952,301	\$ 139,727
740	BUILDING MAINTENANCE	6,945	565,385	17%	517,777	15%	47,608	88,154	(33,601)
741	BUILDING REPLACEMENT	3,561,339	350,842	46%	56,043	9%	294,799	150,209	3,705,929
745	CIP ENGINEERING	55,476	562,733	31%	840,983	48%	(278,250)	6,828	(229,602)
760	UNEMPLOYMENT	328,958	669	27%	3,846	19%	(3,177)	-	325,781
770	WORKERS COMPENSATION	2,115,661	382,530	42%	672,350	77%	(289,820)	30,000	1,795,841
790	EQUIPMENT REPLACEMENT	5,996,455	566,651	52%	160,115	10%	406,536	453,280	5,949,711
791	EMPLOYEE BENEFITS FUNDS	(28,785)	304,391	29%	358,434	57%	(54,043)	-	(82,828)
795	GEN. LIABILITY INSURANCE	1,236,516	859,660	49%	1,483,072	86%	(623,412)	-	613,104
TOTAL INTERNAL SERVICE FUNDS		\$ 14,122,216	\$ 4,718,017	36%	\$ 4,975,399	38%	\$ (257,383)	\$ 1,680,772	\$ 12,184,062
SUMMARY BY FUND TYPE									
GENERAL FUND GROUP		\$ 24,896,179	\$ 14,237,431	28%	\$ 22,769,574	45%	\$ (8,532,143)	\$ 1,855,549	\$ 14,508,487
SPECIAL REVENUE GROUP		11,755,250	4,782,400	26%	5,627,480	30%	(845,080)	651,713	10,258,457
DEBT SERVICE GROUP		337,290	345,108	50%	545,213	79%	(200,104)	6	137,179
CAPITAL PROJECTS GROUP		36,951,461	16,616,782	75%	20,262,538	31%	(3,645,756)	12,540,170	20,765,535
ENTERPRISE GROUP		75,628,757	20,336,519	41%	19,604,286	23%	732,232	3,574,337	72,786,653
INTERNAL SERVICE GROUP		14,122,216	4,718,017	36%	4,975,399	38%	(257,383)	1,680,772	12,184,062
TOTAL ALL GROUPS		\$ 163,691,153	\$ 61,036,256	39%	\$ 73,784,489	31%	\$ (12,748,233)	\$ 20,302,547	\$ 130,640,372

For Enterprise Funds: Unrestricted fund balance = Fund balance net of fixed assets and long-term liabilities.

*Unreserved fund balance includes bond proceeds reserved for projects listed in bond documents.

¹ Amount restricted for encumbrances, fixed asset replacement, long-term receivables, and bond reserves.

² Amount restricted for debt service payments and AB1600 capital expansion projects as detailed in the City's five year CIP Plan and bond agreements.

City Manager's Signature Authority**Contracts and Agreements Between \$25,000 to \$60,000 Entered Since 10/8/2021 to 1/12/2022**

Vendor Name	Description of Service	Begin Date	End Date	Department	Amount
Schaaf and Wheeler Consulting Civil Engineers	Lift Station K&F	10/11/2021	12/31/2022	E&U	\$59,300
HydroScience Engineers, Inc.	Requirements, Cost and Evaluation of Producing Purified Water	10/8/2021	12/31/2022	E&U	\$27,000
The St. Catherine Conference of St. Vincent De Paul	MOU for ARPA Community Funding	11/9/2021	10/19/2022	CSD	\$27,518

Significant Project Updates January 2022

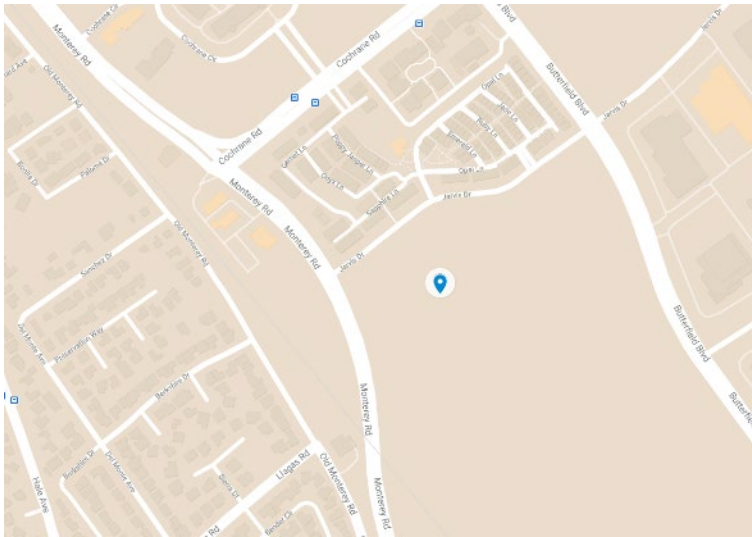


Housing Projects Underway



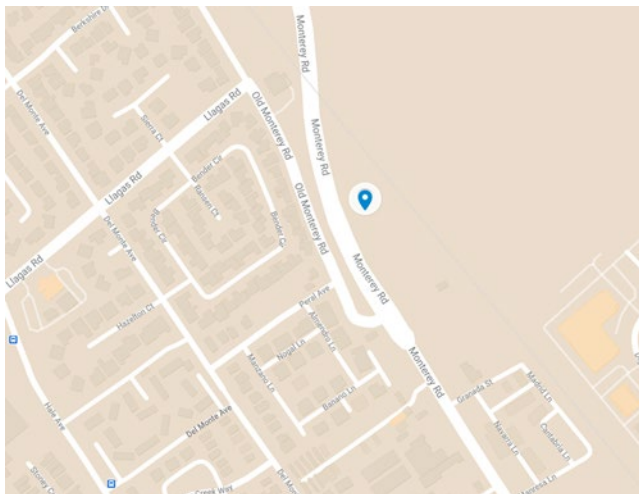
Morgan Hill Apartments (MBK)

- 389 Apartments, including 78 very low-income
- Design Permit approved, grading underway
- <http://www.morgan-hill.ca.gov/1959/Morgan-Hill-Apartments>



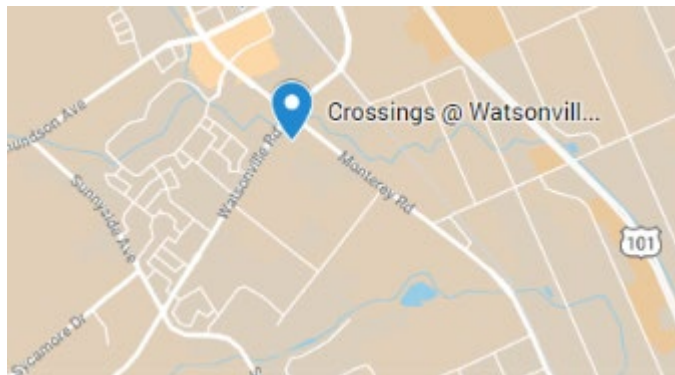
Jasper (Monterey Gateway) (Trumark)

- 101 Townhomes
- Design Permit and Building Permits approved
- Construction underway
- <http://www.morgan-hill.ca.gov/1978/Monterey---City-Ventures>



Crossings at Watsonville Road (UHC)

- 73 units - 100% Affordable
- Approved August 2021
- Construction underway
- <http://www.morgan-hill.ca.gov/2082/Watsonville-Hordness-Crossings-at-Monter>



Housing Projects Submitted or Pending



Monterey-Madrone (Jemcor)

- 249 units - 100% Affordable – Density Bonus & SB330
- Approved October 2021
- <http://www.morgan-hill.ca.gov/2096/Monterey-Madrone-Affordable-Housing-Deve>



The Magnolias (First Community Housing)

- 66 units - 100% Affordable – Density Bonus and SB330
- Approved November 2021
- <http://www.morgan-hill.ca.gov/2142/Monterey---First-Community-Housing-Magno>



Monterey-Manzanita Park (Dividend)

- 67 units
- Environmental review underway
- <http://www.morgan-hill.ca.gov/2074/Manzanita-Park>



Monterey-Kerley (Denova Homes)

- 93 units
- Application submitted
- <http://www.morgan-hill.ca.gov/2263/Monterey-Kerley-DeNova-Homes>



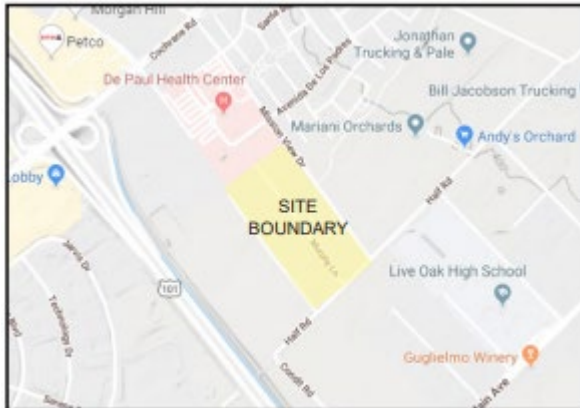
Morgan Hill Senior Housing (Beacon)

- 82 units – 100% affordable - low-income senior apartments
- Design Permit Approved
- Demolition completed
- <http://www.morgan-hill.ca.gov/2016/Morgan-Hill-Senior-Housing>



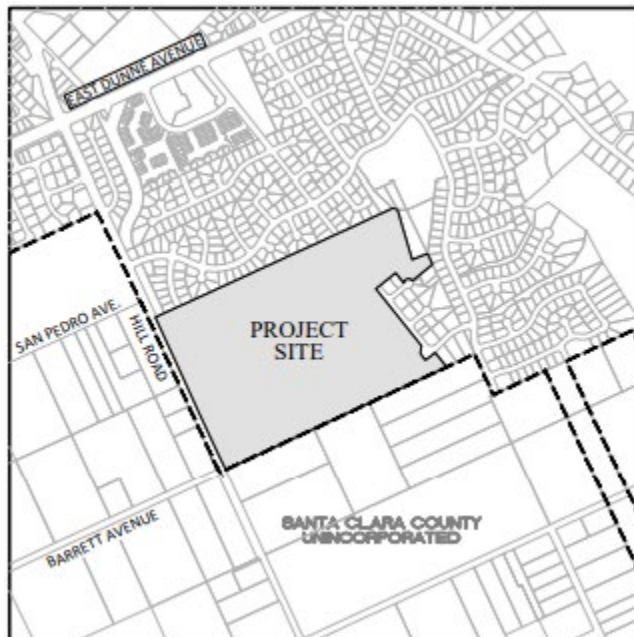
Crosswinds (Dividend)

- 269 units
- Environmental review underway
- <http://www.morgan-hill.ca.gov/2042/Half-Dividend-Crosswinds-Residential-Dev>



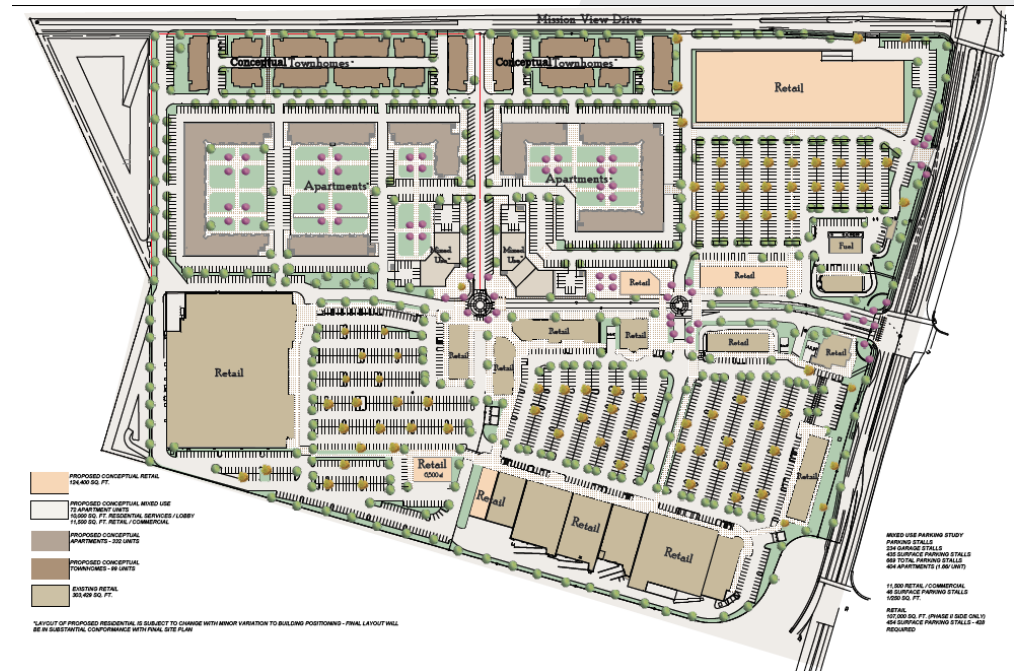
New Horizons (Morgan Hill Devco)

- Proposed General Plan & Zoning amendments
- 337 units
- Environmental review underway
- <http://www.morgan-hill.ca.gov/2041/Hill---Morgan-Hill-Devco-LLC>



Cochrane Commons Shopping Center Phase II

- Proposed General Plan amendment and maximum of 498 units as part of Planned Development Amendment
- Environmental Review underway



• <http://www.morgan-hill.ca.gov/2069/Cochrane-Commons>

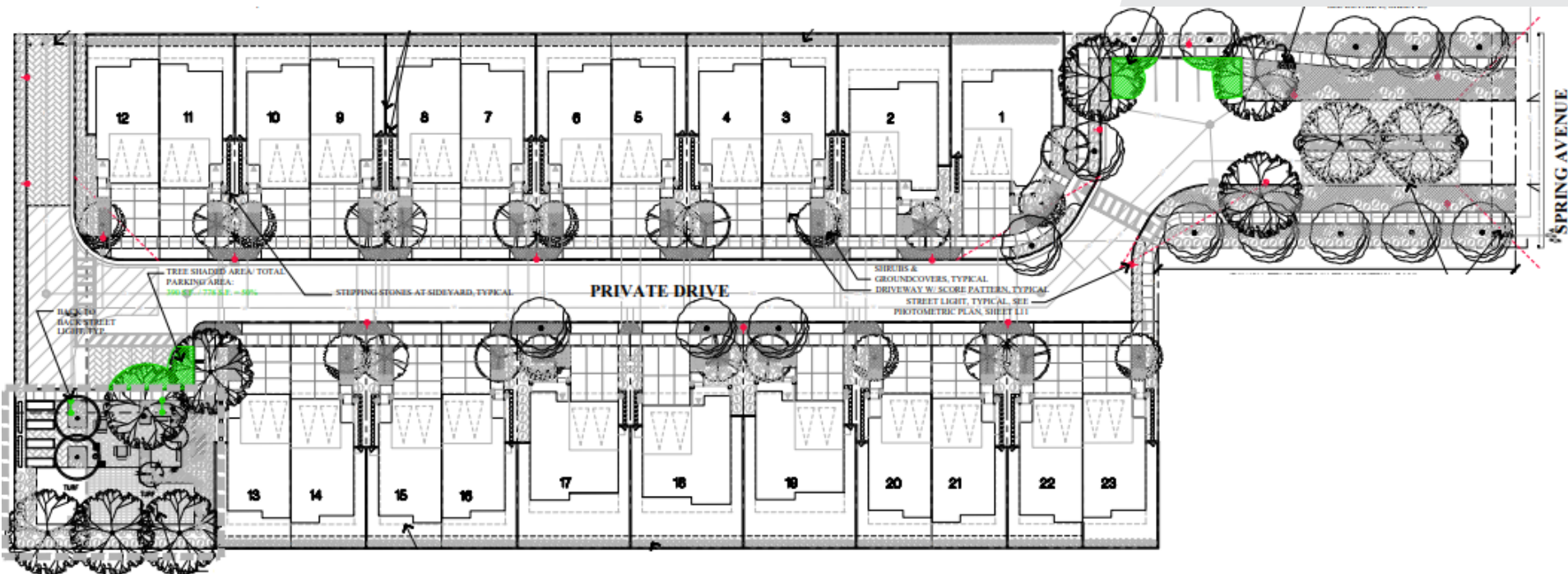
Rosewood (Brookfield)

- 120 units
- Application submitted
- City Council approved Planned Development December 2020
- <http://www.morgan-hill.ca.gov/1961/Lillian-Commons>



Spring - Giancola

- 23 units
- Environmental review complete
- Approved November 2021



Tennant - Osito

- 16 units
- Approved April 2021

<http://www.morgan-hill.ca.gov/2066/Tenant-Osito>



Projects Currently Processing



Voices Charter School

- Approved Conditional Use Permit
- Approved Design Permit
- Building Permit issued
- Modular Construction
- <http://www.morgan-hill.ca.gov/1962/Voices-Charter-School>



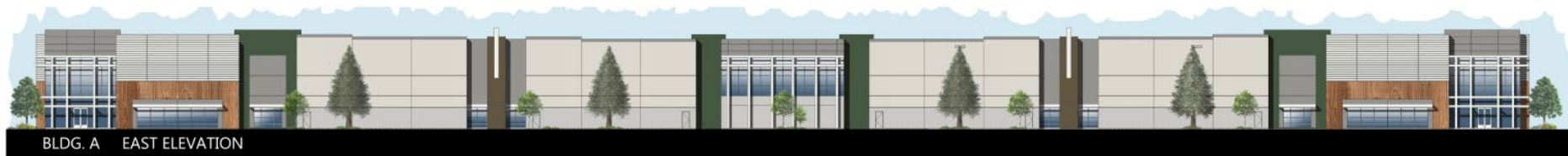
DePaul Health Center

De Paul Health Center opened December 2020 to treat non-acute step-down patients during the initial Covid-19 surge. Renovations will eventually transform De Paul into a certified “subacute care” facility.



Redwood Tech 101

- Five (5) industrial buildings totaling 501,000 SF on 29 acres
- Approved June 2021
- Proposal conforms to what is allowed in Zoning Code
- <http://www.morgan-hill.ca.gov/2128/Redwood-Tech-at-101>



Techcon

- 45,000 SF R&D, manufacturing and office facility
- Design Permit approved
- Building permit processing
- <http://www.morgan-hill.ca.gov/1963/Cochrane-Monument-Land-Co-Techcon>



Lillian Commons (Rosewood)

- Planned Development includes 55-bed hospital, a 10,000 SF medical office building, a 4,000 SF urgent care facility, 10,000 SF of retail space, open space and up to 150 multifamily units
- City Council approved December 2020
- <http://www.morgan-hill.ca.gov/1961/Lillian-Commons>



Railroad - Goyal

- 22,400 SF
- 2 Industrial buildings
- Conditional Use Permit and Design Permit approved
- Building permit nearing completion
- <http://www.morgan-hill.ca.gov/2018/Railroad---Goyal>



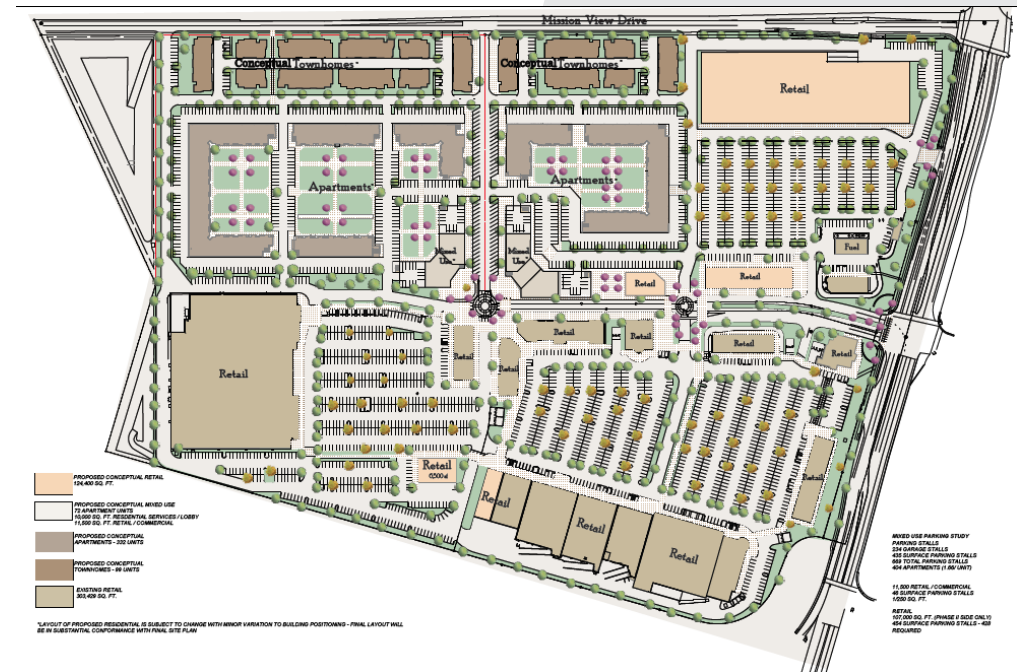
Downtown Gallery – W. 2nd St.

- Design Permit approved
- 2-story Gallery



Cochrane Commons Shopping Center Phase II

- Re-positioning as “lifestyle” center to include housing (formerly approved for 500,000 sq ft retail/multi-screen theater)
- General Plan amendment to expand Mixed Use Flex designation submitted as part of updated application for Planned Development Amendment



• <http://www.morgan-hill.ca.gov/2069/Cochrane-Commons>

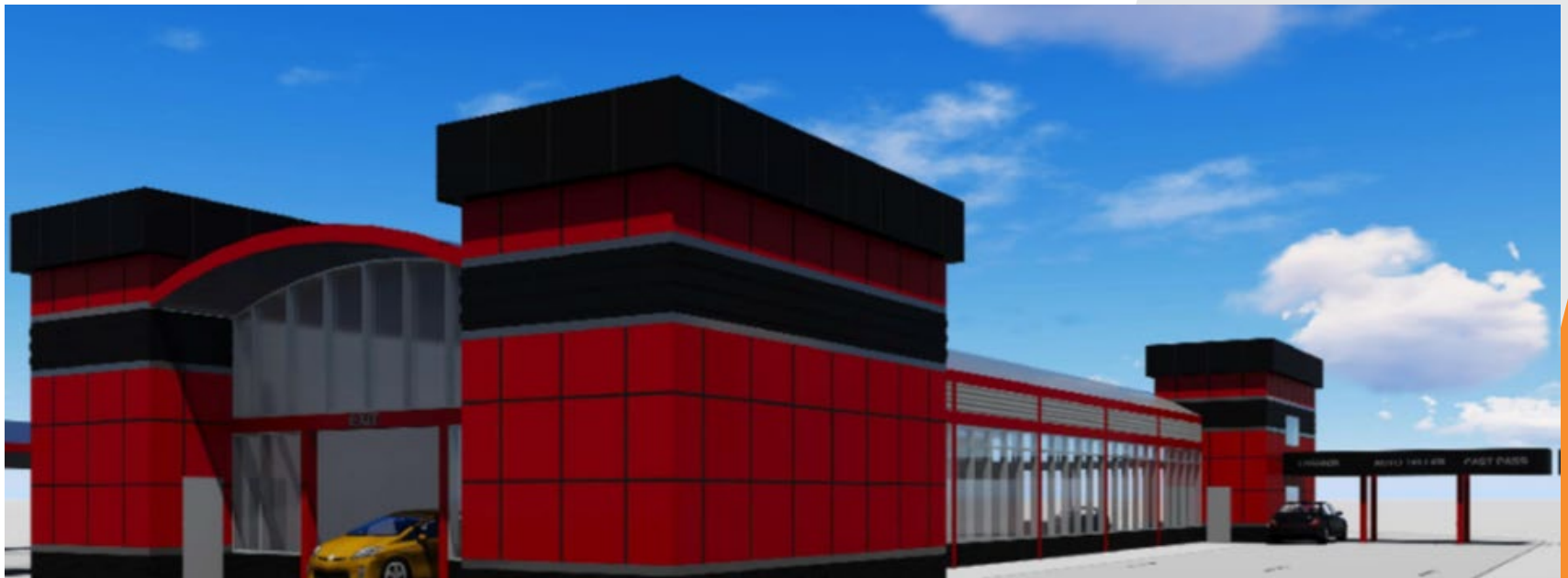
Depot-Latala/The Lumber Yard

- Approved Design permit
- Demo permit processing



Zip Thru Car Wash

- Approved Design permit
- Approved Conditional Use Permit
- Building permit processing



Coming Soon...



- Redeveloped World Oil site at Monterey and San Pedro
- 965 San Pedro – Business park with 8 single story buildings

Projects Under Construction



Butterfield Technology Park

- Five (5) buildings totaling 410,000 SF
- Design Permit approved
- Construction underway
- <http://www.morgan-hill.ca.gov/2087/Butterfield-Technology-Park>



Cardinale Automotive

- 36,000 SF
- Automobile Sales and Service facility
- Construction underway



Golden State Assembly Expansion

- 40,000 SF
- Manufacturing, warehouse, and distribution
- Construction underway



Level 10 Construction

- 79,000 SF Office and Warehouse building
- Construction underway
- <http://www.morgan-hill.ca.gov/2055/Railroad-Level-10-Construction>



Shoe Palace Expansion

- 503,000 SF
- Shoe Palace Headquarters
- Shell construction complete, landscaping complete, tenant improvements underway
- <http://www.morgan-hill.ca.gov/1960/Shoe-Palace>



Granada Hotel and Market Hall

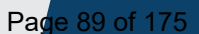


- 60-Room Boutique Hotel, Market Hall, Spa
- Phase I concrete construction complete
- Phase II framing last 2 floors of construction delayed by COVID 19



CITY OF MORGAN HILL

- <http://www.morgan-hill.ca.gov/2068/Evergreen-Village>



Recently Completed Projects



Carpenters Training Center

- 55,000 SF Training facility
- Construction complete



Applied Motion Products

- 24,000 SF Phase I
- Office, R&D, Manufacturing and Assembly
- Construction complete



Silicon Valley Glass Relocation

- 31,000 SF new industrial building



Sunsweet Mixed-Use Project

- 83-market rate apartments
- 8,000 SF of retail
- Construction complete, leasing underway



Depot Station Mixed-Use Project



- 29 Housing Units and 8,000 SF of Retail Condominiums
- Construction complete



Granary Expansion

- 5,000 SF Retail space
- Construction complete



Ceballos Construction

- 17,000 SF Industrial Building
- Construction complete



Housing Element Update Information

<http://www.morgan-hill.ca.gov/2063/Housing-Element-Update>

RESOLUTION NO. 20-010

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MORGAN HILL AUTHORIZING THE MAYOR OR CITY MANAGER TO PREPARE, EXECUTE AND TRANSMIT COMMUNICATIONS INDICATING A POSITION ON PROPOSED STATE, COUNTY, OR OTHER REGIONAL BOARDS' LEGISLATION OR ACTION ON CERTAIN MATTERS THAT MAY HAVE IMPACTS UPON THE CITY IN CERTAIN CIRCUMSTANCES AND DIRECTING A REPORT BACK TO CITY COUNCIL ON ANY SUCH COMMUNICATIONS TRANSMITTED. (THIS RESOLUTION RESCINDS RESOLUTION NO. 6851)

WHEREAS, the City of Morgan Hill, a municipal corporation and general law city duly organized and existing under and pursuant to the Constitution and laws of the State of California ("City"), is authorized to indicate City's position on proposed legislation of the State of California and is sometimes requested to so indicate City's position on such legislation for the benefit of the City; and

WHEREAS, the reasons supporting the adoption of this Resolution are set forth in detail in that certain City Council Staff Report submitted for City Council consideration at its meeting of February 5, 2020, submitted to the City Council by the City Manager (the "Staff Report"), the contents of which Staff Report are incorporated herein by this reference; and

WHEREAS, the consideration by City Council of the adoption of this Resolution has been duly noticed pursuant to applicable laws and has been placed upon the City Council Meeting Agenda on the date set forth in the Staff Report, or to such date that the City Council may have continued or deferred consideration of this Resolution, and on such date the City Council conducted a duly noticed public meeting at which meeting the City Council provided members of the public an opportunity to comment and be heard and considered any and all testimony and other evidence provided in connection with the adoption of this Resolution; and

WHEREAS, the activities allowed under this Resolution do not constitute a project under the provisions of California Environmental Quality Act of 1970; and

WHEREAS, the City Council determines that adoption of this Resolution is in the public interest.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF MORGAN HILL DOES HEREBY FIND, DETERMINE, RESOLVE AND ORDER AS FOLLOWS:

Section 1. Recitals. The City Council does hereby find, determine and resolve that all of the foregoing recitals are true and correct.

Section 2. Approval and Authorization. The City Council prefers, whenever possible, that determinations on whether to take a position on pending State, County, or other regional boards' legislation or action be brought before the City Council as a whole for consideration and action. However, the City Council recognizes that occasional, limited situations arise where communications indicating support or opposition on pending State, County, or other regional boards' legislation or action that could be important to City are requested from cities within timeframes that have deadlines occurring prior to the next scheduled meeting of the City Council as a whole at which the City Council could consider and determine City's position on such pending legislation. For these reasons, the City Council does further resolve, order and/or direct as follows:

- a. That the Mayor and/or the City Manager is delegated authority to and is authorized to prepare, execute and transmit written or verbal communications indicating a City position on proposed pending State, County or other regional boards' legislation or action that may have impacts upon City when any of the following criteria are met:
 - i. The League of California Cities, or a successor or similar organization, has requested City comment or position on a piece of pending legislation or action, or the City has otherwise become aware of such pending legislation or action;
 - ii. A public hearing and an opportunity for City to comment or take a position upon such pending legislation or action is occurring in a timeframe and with a deadline to comment or express a position that occurs prior to the next scheduled meeting of the City Council at which the City Council could consider and determine City's comment or position on such pending legislation or action; or
 - iii. The pending legislation or action clearly supports or clearly hinders the implementation or fulfillment of an adopted City Council Priority, Goal or Strategy in a substantial manner such that it is in the best interests of City to indicate its comment or position on such pending legislation or action.
- b. That the Mayor and/or City Manager is hereby directed to provide a written report to the City Council for the Council's comment and acceptance at the City Council's next possible meeting whenever the Mayor or City Manager prepares, executes and transmits a communication indicating a comment or position on pending legislation or action pursuant to the authority delegated under this Resolution, which report shall include a copy of such pending legislation or action, and the comment or position transmitted.

Section 3. This Resolution shall take effect immediately upon adoption.

PASSED AND ADOPTED by the City Council of the City of Morgan Hill at its meeting held on this 5th day of February 2020 by the following vote:

AYES:	COUNCIL MEMBERS:	Yvonne Martinez Beltran, Rene Spring, John McKay, Larry Carr, Rich Constantine
NOES:	COUNCIL MEMBERS:	None
ABSTAIN:	COUNCIL MEMBERS:	None
ABSENT:	COUNCIL MEMBERS:	None

APPROVED:



RICH CONSTANTINE, Mayor

ATTEST:



IRMA TORREZ, City Clerk

∞ CERTIFICATION ∞

I, Irma Torrez, City Clerk of the City of Morgan Hill, California, do hereby certify that the foregoing is a true and correct copy of Resolution No. 20-010, adopted by the City Council at the meeting held on the 5th day of February 2020.

WITNESS MY HAND AND THE SEAL OF THE CITY OF MORGAN HILL.

DATE: 3/3/2020



Irma Torrez, CITY CLERK



City Council Follow-up/Future Business Items

<u>January 19, 2022</u>		
<u>Future Business Items</u>		<u>Teammate</u>
	McKay requested that staff return to Council to discuss the community parklet.	Mahood March 2022
<u>December 15, 2021</u>		
<u>Future Business Items</u>		<u>Teammate</u>
	Martinez Beltran requested discussion on service and professional contract process and selection criteria. Prior items: discussion regarding RFP criteria specific to women owned and minority owned businesses; review opportunity to include local preference and other criteria in RFP scoring	Larkin/Nguyen Spring 2022
	Borgioli suggested that we talk about a supplemental documentation submission deadline and a discussion around a policy limiting the number of times a meeting can be extended.	Bigelow/Turner Goal Setting
	McKay asked for a discussion on legal cases under the current City Attorney.	Larkin Memo
<u>December 1, 2021</u>		
<u>Future Business Items</u>		<u>Teammate</u>
	Spring requested that staff bring forward a resolution to a proposed initiative regarding zoning. Brought forward on 1/19/22 and continued to a future meeting.	Carman TBD
	McKay Asked that staff bring back a discussion about how we use the Council's budget.	Turner Goal Setting
	IHO follow up items, including middle income housing opportunities and IHO implementation	Ramirez Memo February 2022
<u>November 17, 2021</u>		
<u>Future Business Items</u>		<u>Teammate</u>
	McKay- Asked for information on how City Council conferences are funded	Turner Goal Setting
<u>October 20, 2021</u>		
<u>Future Business Items</u>		<u>Teammate</u>
	Martinez Beltran requested that the Parklet policy return to Council	Ghione/Ramirez March 2022
	McKay- Look into what it would take to complete the bicycle trails network in the short term	Ghione 3/16
<u>October 6, 2021</u>		
<u>Future Business Items</u>		<u>Teammate</u>
	McKay- elevate discussion around how we complete bicycle path connections	Ghione 3/16
<u>June 23, 2021</u>		
<u>Future Business Items</u>		<u>Teammate</u>
Policy Intent Review	Spring asked that staff review policies to ensure that they are written as intended. Reiterated by Borgioli and Martinez Beltran; McKay reiterated Spring's request, however he asked that this work be deferred until staff can complete some of the current projects they are working on.	Larkin/Ramirez March 2022
<u>May 19, 2021</u>		
<u>Future Business Items</u>		<u>Teammate</u>
Legislation	Borgioli requested that we ask one or both of the senators for SB 330, SB35, and SB 9 attend a town hall to answer questions and provide information to our community.	Ramirez Summer 2022
<u>May 5, 2021</u>		
<u>Future Business Items</u>		<u>Teammate</u>
Identity Theft	Spring asked for a discussion/workshop on identity theft.	Info provided on mail theft; more info to come in 411

<u>April 21, 2021</u>		
Future Business Items		Teammate
Landscaping Requirements	McKay asked for a review of landscaping requirements on developments along freeways and major arteries to include more trees.	Carman Spring 2022
<u>April 7, 2021</u>		
Future Business Items		Teammate
Business Recovery	Martinez Beltran requested a City campaign to buy on-line or locally to create sales tax revenue (email and social media posts)	Ramirez Winter 2022
<u>December 16, 2020</u>		
Future Business Items		Teammate
Spring requested a conversation on Downtown parking (paused until end of COVID)		Ramirez
<u>December 2, 2020</u>		
Future Business Items		Teammate
Carr – Report back annually on the acceptance of public improvements by the City Engineer		Ghione February 2022
<u>June 17, 2020</u>		
Follow up items		Teammate
8. Fee Freeze Agreement	Annual review of Fee Freeze Program Guidelines	Ramirez Summer 2022
<u>October 23, 2019</u>		
Future Business Items		Teammate
Spring asked for a conversation about how our City will look in the future as a "Smart City"		Ramirez March 2022
Martinez Beltran asked staff to look into Mobile Cancer Screenings (paused until COVID ends; memo)		Larkin
<u>October 2, 2019</u>		
Follow up items		Teammate
4. Flavored Tobacco	Follow up on CCC Parking Enforcement (will coordinate with Lumber Yard Development Project)	Ghione Memo
<u>September 18, 2019</u>		
Follow up items		Teammate
11. Citywide Traffic	Traffic workshop/Vision Zero	Ghione Spring 2022
<u>March 6, 2019</u>		
Follow up items		Teammate
5. Downtown Special Events Update	Bring this item back to Council as the residential projects on 3rd street near completion (paused until COVID ends and events resume)	Martin Memo 2022



2022 City Council Annual Goal Setting Workshop



January 28-29, 2022

Workshop Agenda



Friday, January 28th

- Myers-Briggs Type Indicator
- 2021 Accomplishments
- City Council Norms, Policies, Procedures, and Protocols
- Review of Sustainable Morgan Hill 2020-2021
- Review of Strategic Priorities Workplan
- Review of City Council Follow-Up and Future Business Items
- Discuss Sustainable Morgan Hill 2022-2023

Saturday, January 29th

- Review Draft Sustainable Morgan Hill 2022-2023
- Fiscal Sustainability
- Development Projects Update
- On the Horizon

City Council MBTI



2021 Accomplishments



City Council Norms



City Council Norms

Established January 26, 2019

Revised January 29, 2021



- ❖ Be respectful of each other
- ❖ Address issue, not person
- ❖ Be honest and real
- ❖ “Clear air” if needed; have hard discussions
- ❖ Listen to each other
- ❖ Be aware of how we represent the City as leaders in the community
- ❖ Be accurate in statements
- ❖ Be open minded; avoid concluding on your position prior to the item being heard
- ❖ **Be flexible and willing to compromise**
- ❖ Recognize that experience comes in diverse ways
- ❖ Be mindful of time
- ❖ **Be professional;** keep decorum of meeting throughout
- ❖ No side conversations
- ❖ Come prepared
- ❖ Give enough time to discuss issues
- ❖ Ok to ask City Council to continue an item if not ready
- ❖ Don’t be repetitive on requests and comments
- ❖ Wait to be recognized before speaking
- ❖ Keep the order of the meeting (questions, public comment, and then discussion)
- ❖ Provide early notice of request for alternates to attend outside appointment meetings
- ❖ Speak into the microphone
- ❖ Cell phones silenced
- ❖ Be punctual
- ❖ Send questions in advance of meeting; let City Manager know if you plan to pull a consent item
- ❖ Be engaged
- ❖ Be concise

City Council Policies, Procedures, and Protocols



SUSTAINABLE MORGAN HILL



VISION

To sustain a safe, equitable, inclusive, socially responsible, environmentally conscious, and economically sound community

Choose Morgan Hill

The City of Morgan Hill is the best community for people to live, work, visit, and operate their businesses.

City Council Ongoing Priorities

- Enhancing Public Safety
- Protecting the Environment and Preserving Open Space and Agricultural Land
- Maintaining Infrastructure
- Supporting our Youth, Seniors, and Entire Community
- Fostering a Positive Organizational Culture
- Preserving and Cultivating Public Trust
- Preserving our Community History
- Enhancing Equity, Diversity, and Inclusiveness
- Advancing Regional Initiatives
- Advocating for Local Control

2020-2021 Strategic Priorities

- **Fiscal Sustainability**
- Affordable Housing and Homelessness
- Community Outreach, Engagement, and Messaging
- Economic Development
- Transportation



These strategic priorities were established prior to the COVID-19 pandemic. In light of recent events, we recognize that all of these goals and priorities will be viewed through the lens of the global pandemic, and we will continue to have equity, public health, and financial responsibility in mind.



Sustainable Morgan Hill



City Council Ongoing Priorities

- Enhancing Public Safety
- Protecting the Environment and Preserving Open Space and Agricultural Land
- Maintaining Infrastructure
- Supporting our Youth, Seniors, and Entire Community
- Fostering a Positive Organizational Culture
- Preserving and Cultivating Public Trust
- Preserving our Community History
- Enhancing Equity, Diversity, and Inclusiveness
- Advancing Regional Initiatives
- Advocating for Local Control

Sustainable Morgan Hill (Cont'd)



2020-2021 Strategic Priorities

- **Fiscal Sustainability**
- Affordable Housing and Homelessness
- Community Outreach, Engagement, and Messaging
- Economic Development
- Transportation

All priorities viewed through the lens of global pandemic, while keeping equity, public health, and financial responsibility in mind.

Review of 2020-2021 Strategic Priorities Workplan



City of Morgan Hill Strategic Priorities 2020-2021

2020-2021 Strategic Priorities Workplan

		Strategic Priorities 2020-2021						COVID Workplan Item
#	FY 2020-21 and FY 2021-22 Activity Goals	Fiscal Sustainability	Affordable Housing & Homelessness	Community Engagement & Messaging	Economic Development	Transportation	COVID	Status
City Manager								
1	Closely monitor the economic recovery and financial impacts associated with the ongoing COVID-19 pandemic and update the City Council and the Community monthly	X		X	X		X	Ongoing
2	Ensure Departments maintain focus on cost containment and continue to actively pursue State and Federal funding	X					X	Ongoing
3	Advocate with regional partners for the clearly identified traffic and transportation issues, including the High-Speed Rail, Hale Avenue extension, expansion of Highway 101, and funding for priority projects in South Santa Clara County	X				X		Ongoing
4	Represent the City's interests by regularly meeting with County of Santa Clara, MHUSD, Santa Clara Valley Transportation Agency (VTA), Chamber of Commerce, Emergency Operational Area Council, Gilroy, and South County Regional Wastewater Authority (SCRWA), and League of CA Cities	X	X		X	X		Ongoing
5	Work with the City departments to implement a work plan for Diversity, Equity, and Inclusion and host a Council workshop to determine scope and timeline	X	X	X	X	X	X	In Process
Communications and Engagement								
6	Continue to monitor and communicate Federal, State, County and local guidelines regarding COVID-19 health emergency			X			X	Ongoing
7	Continue outreach and bilingual communication as possible with limited resources		X	X				Ongoing

Council Follow-Up and Future Business Items



Discussion of Sustainable Morgan Hill 2022-2023



Priorities and Initiatives for Partners 2022



1. Secure funding to increase the supply and affordability of housing and reform state housing laws to retain local authority.
2. Attain investments to strengthen and sustain critical infrastructure.
3. Secure increased funding and resources to prevent homelessness and assist individuals experiencing homelessness.
4. Strengthen disaster preparedness, resiliency, and recovery from climate change impacts through improved collaboration and resources.

Priorities and Initiatives for Partners 2022 (Cont'd)



1. Local Control Items of Interest
2. Racial Justice
3. Board Member Development
4. Climate Change

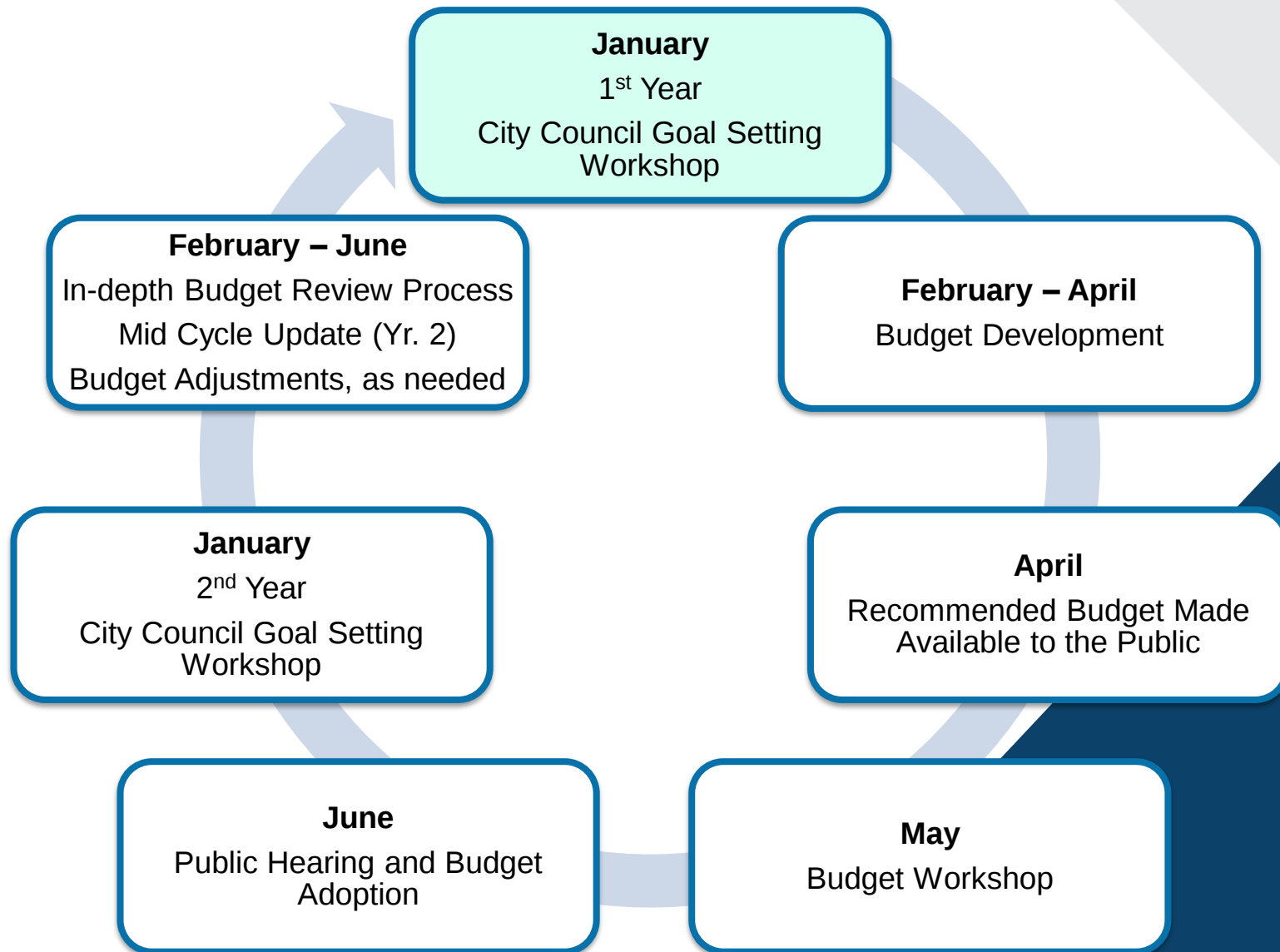
Review City Council's Draft Sustainable Morgan Hill 2022-2023



Fiscal Sustainability

**December 2021
Financial and Investment/
City Manager Authority Report
and
Budget Update**

2 Year Budget Process



Key Budget Dates



- City Council Goal Setting – January 28 and 29
- Budget Community Townhall – March 24
- Parks and Recreation Commission Meeting – Review of CIP – April 19
- Planning Commission Meeting – Review of CIP – conformance with General Plan – April 26
- Recommended Budget to City Council and Community – April 29
- Recommended Budget Presented to City Council – May 4
- Budget Community Townhall – May 7 or 14
- City Council Budget Workshop – May 25
- City Council Budget Public Hearing – June 15

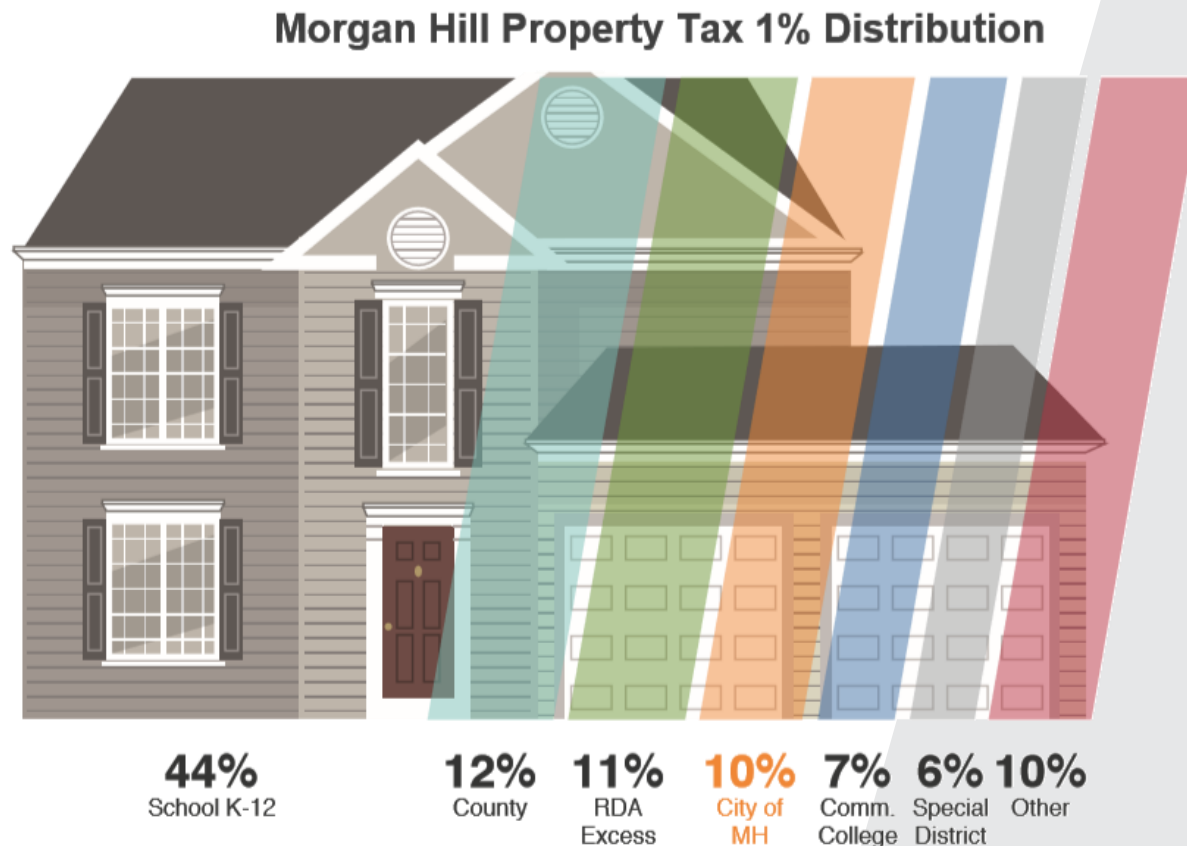
General Fund Budget – Big Picture



- Tax revenue increasing
- Recreation revenue gradually restoring to pre-COVID levels
- Expenses increasing due to inflation and contractual increases
- Continued conservative spending

General Fund – Property Tax

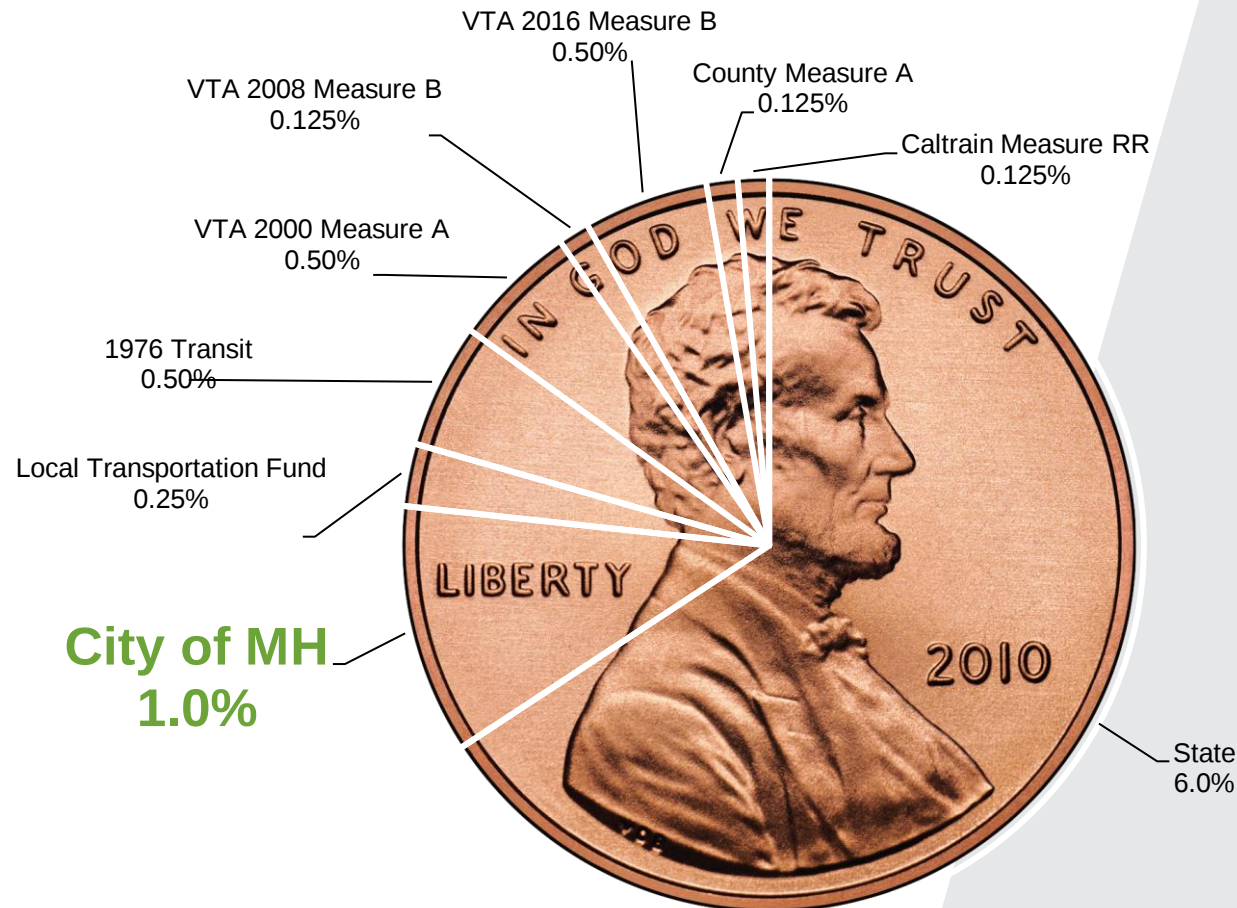
FY 2021-22 = ~~\$15.8M~~ **\$16.4M**, ~~31%~~ **32%** of GF



General Fund – Sales Tax

FY 2021-22 = ~~\$10.7M~~ **\$11.6M**, ~~21%~~ **23%** of GF

Allocation of Sales Tax Rate (Current Sales Tax Rate 9.125%)



General Fund – Recreation Services

FY 2021-22 = ~~\$5.4M~~ **\$4.6M**, ~~10%~~ **9%** of GF

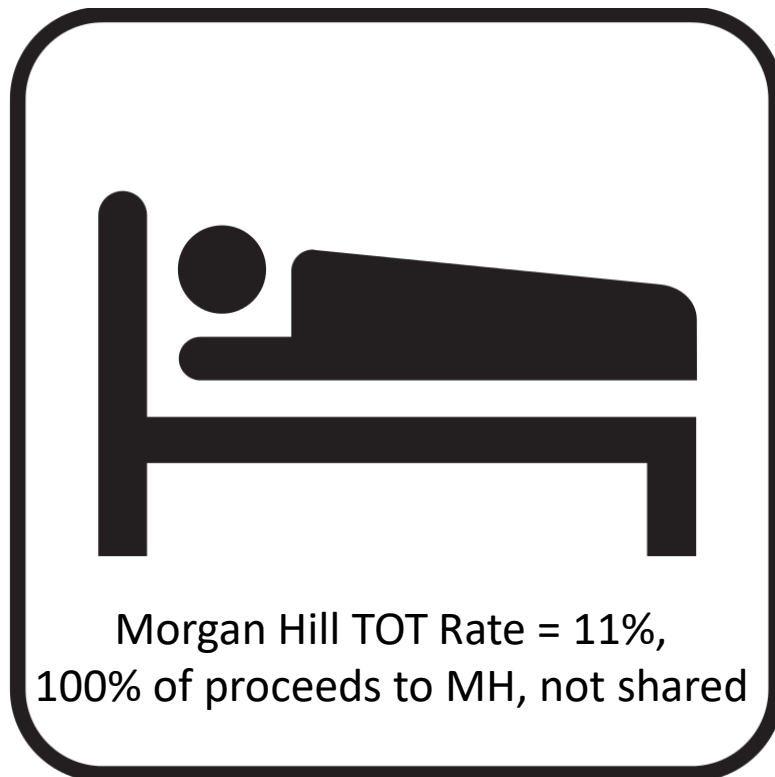
Recreation

- Facility Rental Fees
- Recreation Membership Fees
- Classes



General Fund – Transient Occupancy Tax

FY 2021-22 = \$2.2M, 4% of GF



Enterprise Funds Update



- Sewer operations revenue is tracking slightly higher than budget
- Water sales revenue is slightly below budget due to drought measures
- Finalizing water rate study

Enterprise Funds Update – (Cont'd)

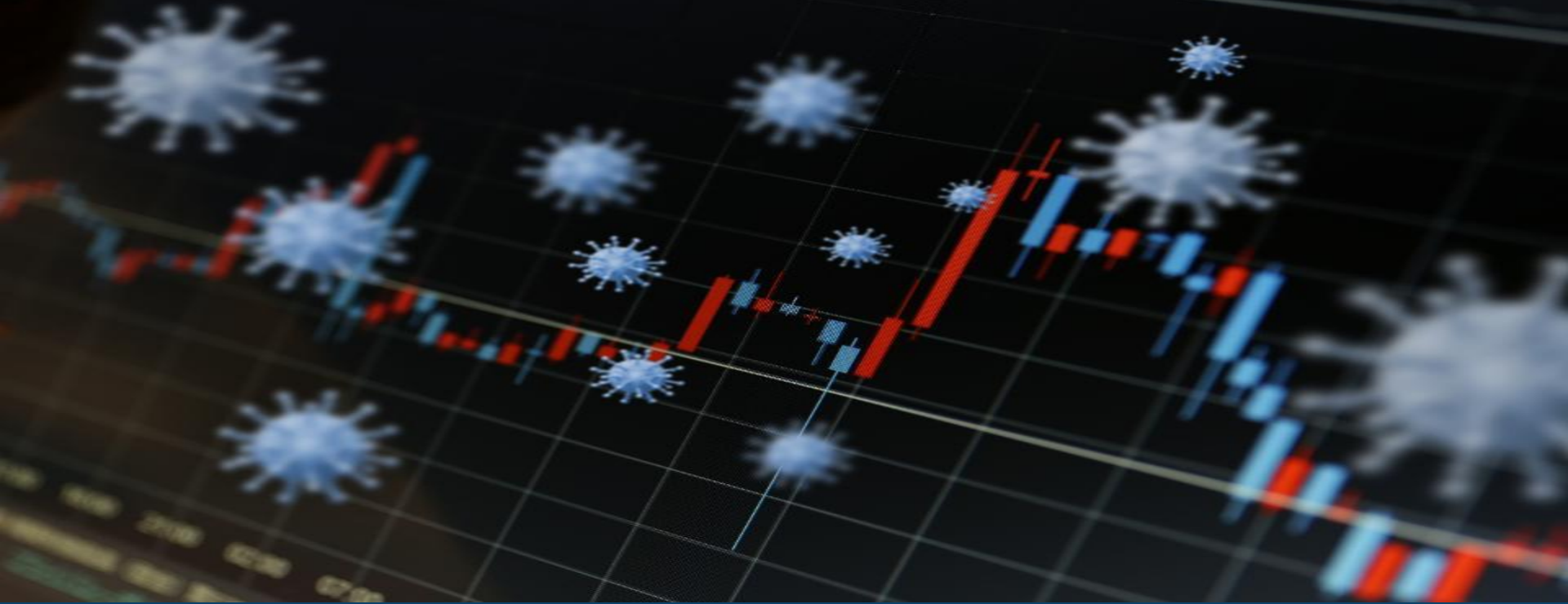


- 2+ months past dues higher than normal - \$635K
- Received \$155K from State Water Resources Board for water arrearages – Between March 4, 2020 and June 15, 2021
- Working on wastewater arrearages – program prioritizes water

Enterprise Funds Update – (Cont'd)



- Community Assistance -
 - [Low Income Household Water Assistance Program](#), administered by California Department of Community Services and Development
 - [California Arrearage Payment Program](#), administered by California Department of Community Services and Development
 - [Low Income Home Energy Assistance Program](#), administered by California Department of Community Services and Development
 - [California COVID-19 Rent Relief](#), administered by Consumer Services and Housing Agency



COVID-19 Fiscal Impacts



CITY OF MORGAN HILL

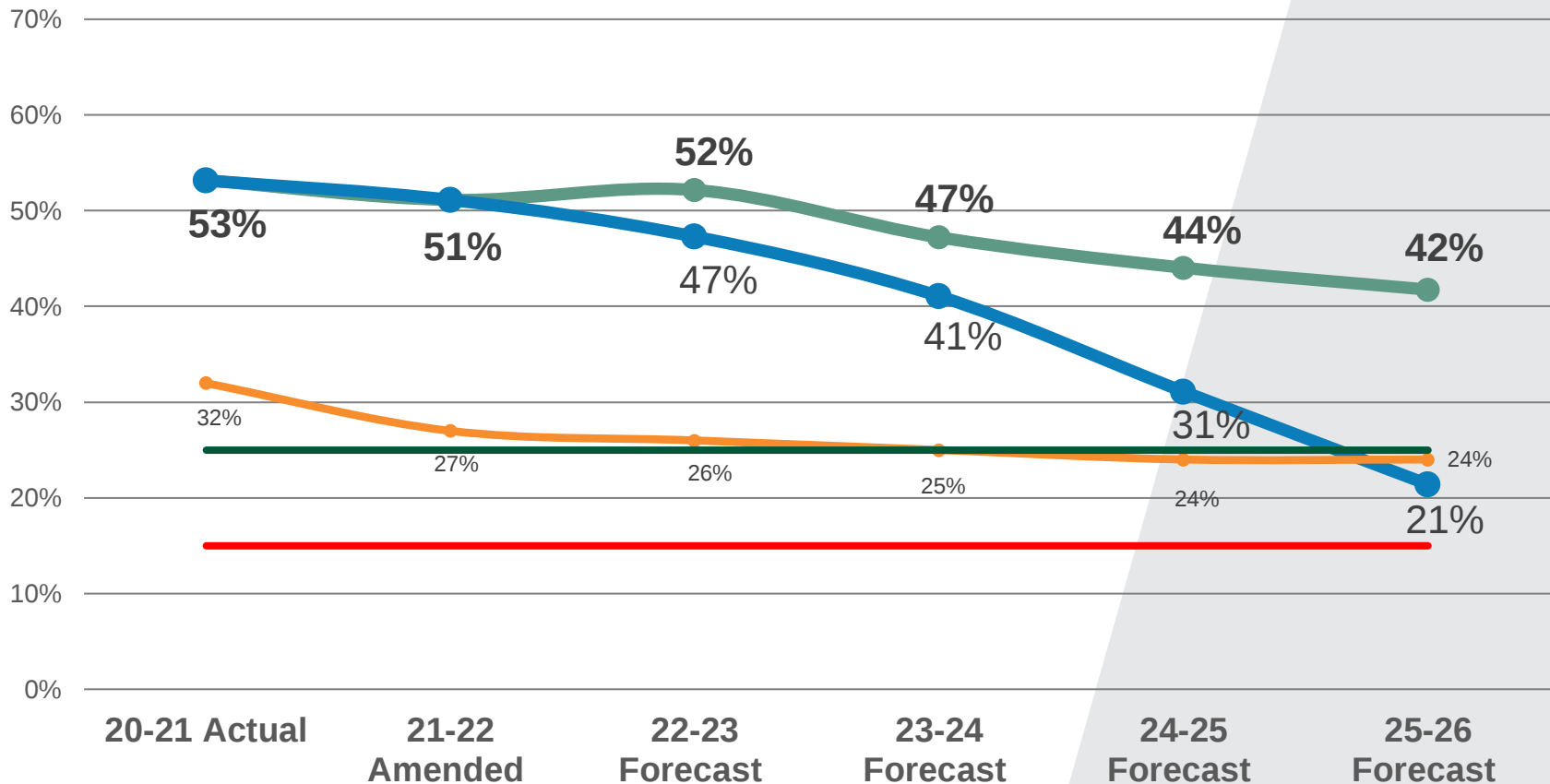
Morgan Hill Revenue Loss



Current Forecast (as of 1/28/22)

Revenue Type (Amount in Millions)	Actual FY 19-20	Actual FY 20-21	Estimated FY 21-22	Total
Property Tax	\$ (0.1)	\$ -	\$ -	\$ (0.1)
Sales tax	(0.6)	-	-	(0.6)
Recreation	(2.0)	(4.6)	(4.2)	(10.8)
Hotel Tax (TOT)	(0.8)	(1.8)	(1.3)	(3.9)
Development Services (Fund 206)	(0.9)	(0.9)	(0.5)	(2.3)
Total	\$ (4.4)	\$ (7.3)	\$ (6.0)	\$ (17.7)

Updated General Fund Forecast



GF Six Year Forecast January 28, 2022
 GF Six Year Forecast June 17, 2020
 Fund Balance Goal 25% of Revenues

GF Six Year Forecast with Unfunded Needs
 Fund Balance Minimum Level 15% of Revenues

Discretionary Revenues



Definition: Discretionary Revenues



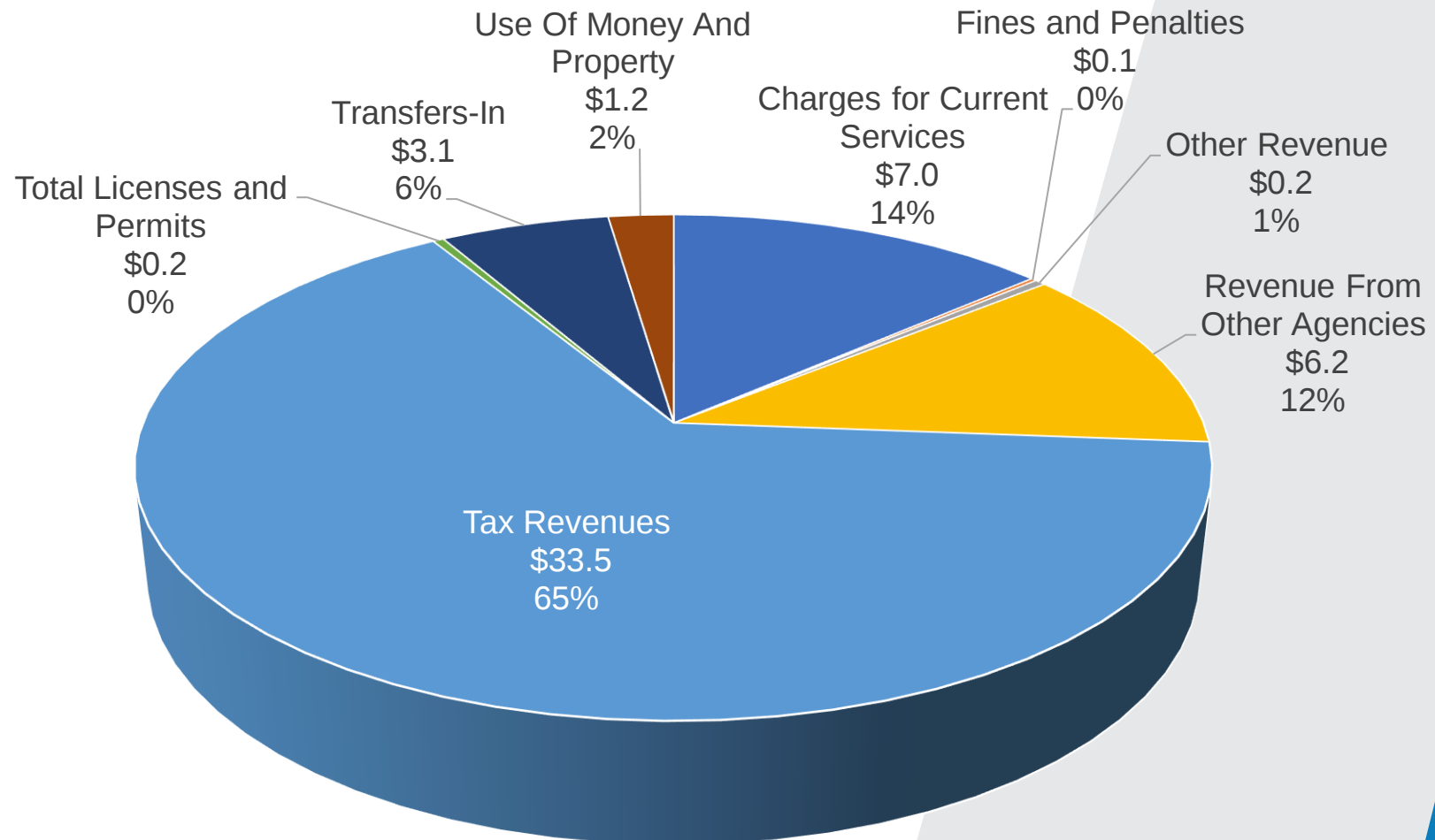
Resources that are not legally restricted for certain uses and can be allocated based on City Council priorities. This generally includes tax revenue such as property, sales, hotel, and business license, and the General Fund's unrestricted fund balance.

This is revenue that the City Council can allocate as it wishes to fund local priorities.

General Fund: Discretionary Revenues



FY 2021-22 Amended Budget: \$51.5M



Fiscal Sustainability

Funding Priorities for Local Government

Local Government Priorities



City

- Municipal Services: police, fire, animal control, parks, public works, water, wastewater, solid waste, community services and general governance.
- Regulations: Land use, building, codes, etc.

County

- Welfare & Social Services
- Courts and Criminal Justice System
- Municipal Services & Regulations for the unincorporated areas

Funding for Municipal Services



Primary Funding Sources:

- Police – City General Fund (Taxes)
- Fire – City General Fund (Taxes)
- Pavement Rehab – Statewide Gas Tax, Regional Sales Tax, City General Fund (Taxes)
- Street Maintenance – Statewide Gas Tax, City General Fund (Taxes)
- Park Maintenance – City General Fund (Taxes)
- Downtown Maintenance – City General Fund (Taxes)
- Water/Wastewater – (Fees)
- Solid Waste – Franchise (Fees)

Unfunded General Fund Needs



Total Annual Unfunded General Fund Needs = **\$4.6M**

- Fire \$2.3M
- Police \$1.3M
- Operational loss due to RDCS Suspension \$1.0M

Total Unfunded Liabilities = **\$61.1M**

- Public Employees Retirement System (PERS) - \$57.3M
- Other Postemployment Benefits (OPEB) - \$3.8M

General Fund Share = 67% or \$40.9M

Unfunded General Fund Needs (Cont'd)



RDCS Funding Losses

- **Park Maintenance Funding**
Must be replaced by General Fund in near future.
- **Storm Drain System Repairs**
Must be replaced by General Fund in near future unless alternative found.
- **Pedestrian Safety and Infrastructure Repair/Replacement Funding**
Programs will eventually go away.
- **Agricultural and Open Space Preservation**
Programs have been halted due to exhausting funding.

Funding for Municipal Services



Other Services Funded from the General Fund

- Economic Development
- Recreation – Non-Cost Recovery (Senior Center and Teen Center)
- Environmental Services
- Community Promotions/Partner Organizations

Policy Questions



- Should funding for Public Safety unfunded needs, including staffing for the 3rd fire station and additional police officers and equipment be the **top priority** prior to new services being considered during the FY2022-23 and 2023-24 Budget process?
- Should new services be considered when ongoing funding for basic municipal services is not yet adequate?

Development Projects Update January 2022



On the Horizon



Community Outreach, Engagement, and Messaging



Communications



Where we are:

- Developing Communications, Outreach, and Engagement Plan
- Evaluating current staffing and resources with recommendations to come to Council in February/March and through the budget process
- Monitoring social media and sharing factual information in response to mis- and dis-information

Communications (Cont'd)



Working with consultant to:

- Evaluate our current social media practices
- Review website
- Develop social media policies and best practices
- Review Communications, Outreach, and Engagement Plan
- Develop “Morgan Hill Together,” a trust and community building campaign
- Reach and engage diverse community members

Communications (Cont'd)



Where we are going:

Implement Communications, Outreach, and Engagement Plan (Plan)

- Evaluate current use of social media
- Measure impacts and effectiveness of Plan

Implement Morgan Hill Together

- A campaign to build trust and community
 - Morgan Hill Together Logo and tag line
 - Morgan Hill Together Video – What Makes Morgan Hill Special
 - Spring Community Event in conjunction with Earth Day
 - Listening Tours
 - Surveys

Housing Element and Regional Housing Needs Allocation Implementation



What is the Housing Element?



- California has required a plan to meet housing needs of everyone in each city/county since 1969
- One of the required Elements (or Chapter) of a General Plan
- Includes the goals, policies, and programs relating to housing in Morgan Hill
- The California Department of Housing and Community Development (HCD) reviews and certifies the Housing Element to determine compliance with state law

What is the Housing Element? (Cont'd)



- Housing cycles are now 8 years long for communities with certified Housing Elements
- Failure to adopt a certified Housing Element will result in a number of penalties, including a requirement to update on a much shorter timeline (4 years) and disqualification from funding opportunities

What is RHNA (Regional Housing Needs Allocation)?



Morgan Hill Final RHNA 2023-2031

Income Group	Morgan Hill Units	Santa Clara County Units	Bay Area Units	Morgan Hill Percent	Santa Clara County Percent	Bay Area Percent
Very Low Income (<50% of AMI)	262	32,316	114,442	25.3%	24.9%	25.9%
Low Income (50%-80% of AMI)	151	18,607	65,892	14.6%	14.4%	14.9%
Moderate Income (80%-120% of AMI)	174	21,926	72,712	16.8%	16.9%	16.5%
Above Moderate Income (>120% of AMI)	450	56,728	188,130	43.4%	43.8%	42.6%
Total	1,037	129,577	441,176	100.0%	100.0%	100.0%

California Housing and Community Development (HCD) Income Limits



**HCD Income Table
(Effective April 26, 2021)**

Household size	1	2	3	4	5	6	7	8
Extremely Low 0-30%	\$34,800	\$39,800	\$44,750	\$49,700	\$53,700	\$57,700	\$61,650	\$65,650
Very Low 30-50%	\$58,000	\$66,300	\$74,600	\$82,850	\$89,500	\$96,150	\$102,750	\$109,400
Lower 50-80%	\$82,450	\$94,200	\$106,000	\$117,750	\$127,200	\$136,600	\$146,050	\$155,450
Median	\$105,900	\$121,050	\$136,150	\$151,300	\$163,400	\$175,500	\$187,600	\$199,700
Moderate 80-120%	\$127,100	\$145,250	\$163,400	\$181,550	\$196,050	\$210,600	\$225,100	\$239,650

RHNA Capacity Planning

	Very Low Income		Low Income	Moderate Income	Above Moderate Income
RHNA	131	131	151	174	450
Pipeline	85	146	271	196	1261
Need to Plan for	46	0	0	0	0

Note: The Very Low Income RHNA assignment is required to be split 50/50 between very-low and extremely-low income units. There are 46 extremely-low income units that need sites.

1. Identify Sites
2. Calculate Affordability
3. Analyze Capacity

Housing Element Public Outreach



27 Dedicated Housing Meetings held or planned to date:

- City Council Workshops
 - Meetings with non-profits, school district, advocacy groups, public interface opportunities
 - Planning Commission workshops and meetings
 - Online (City and County Collaborative)
- ...many more outreach and engagement opportunities planned

Information Resources



- Morgan Hill Housing Element Website:
<http://www.morgan-hill.ca.gov/2063/Housing-ElementUpdate>
- Let's Talk Housing Santa Clara County:
<https://www.letstalkhousingscc.org/>

What's Next?

Next Steps

- Complete “Housing Needs Assessment”
- Prepare draft Inventory of Available Sites, or “Sites Inventory”
- Additional Community Outreach and Engagement to come (Townhall February 10, 2022)
- Review prior Housing Element
- Housing Element Survey:
<https://www.surveymonkey.com/r/JDZYJ65>

Leader in Housing



- Affordable Housing
- Regional Housing Needs Allocation (RHNA)
- Design Guidelines to meet SB 330
- RHNA-Responsive Inclusionary Housing Ordinance
- Complete Housing Element and without need for land use changes
- Unhoused Coordinator

Telecommunications/ Broadband



Telecommunications/Broadband



Community suffered significant loss of broadband connectivity on February 3, 2021.

What did we learn?

- Charter's system was susceptible to complete outages from one incident on the single connection between Gilroy and Morgan Hill
- Verizon Wireless was dependent on Charter's system for much of its connectivity
- Many residents rely only on Charter and Verizon Wireless and lost all ability to communicate from their homes and businesses
- Many residents erroneously believed that their poor service problems were solely a Charter network problem

Telecommunications/Broadband (Cont'd)



What's different today?

- Charter reports that they have completed construction of a separate connection between Gilroy and Morgan Hill
- Verizon Wireless has nearly completed establishing redundant connections serving approximately 80% of the community
- Frontier Communications is now permitting a completely-separate fiber-based broadband system to serve the majority of the community
- Starlink offering satellite-based services that are more practical and affordable than traditional satellite services
- Community has a better understanding of community resources
- Many community members have improved home networks – social media reports of poor wifi seem to be less frequent
- 5G deployment by cell companies expanded

Telecommunications/Broadband (Cont'd)



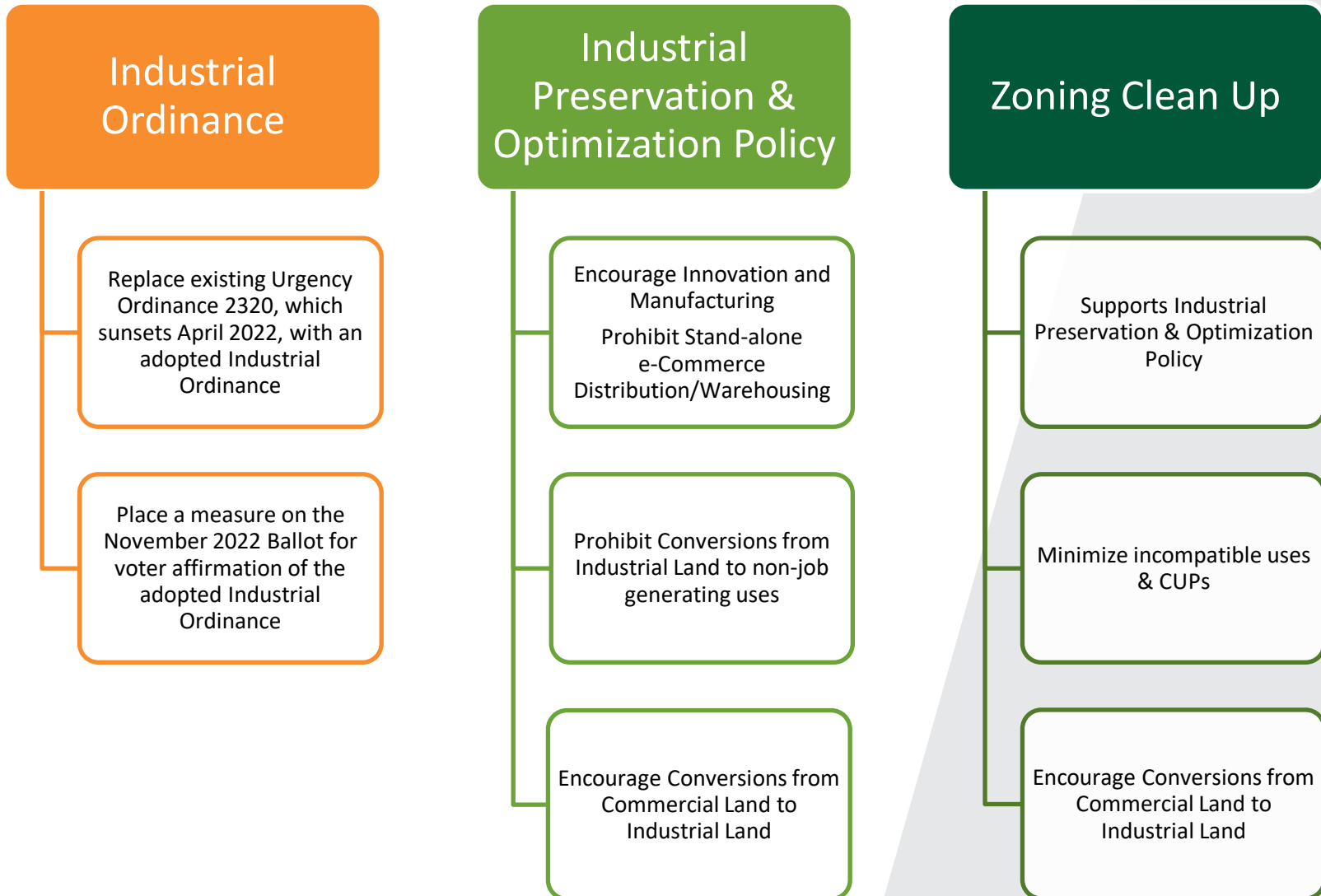
What will be different tomorrow?

- Once constructed, Frontier's system will offer robust service in direct competition to Charter. The net effect will be better service with competition that should contain prices
- Wireless systems continue to blossom to serve less-dense surrounding areas
- Starlink will further deploy
- 5G will be ubiquitous and 6G will come

Industrial Preservation



Industrial Preservation Workplan



Industrial
Preservation
Policy

Industrial Preservation & Optimization Policy

STRATEGY	ACTIONS
Encourage the attraction and expansion of R&D, Office, and Advanced Manufacturing uses.	Marketing, Messaging & Outreach Development of Incentive Programs
Prohibit stand-alone e-commerce Warehouse and Distribution uses.	Industrial Ordinance – Nov 2022 Election Zoning Code amendments
Prohibit General Plan conversions of Industrial lands that cause a net loss of industrial employment lands.	General Plan Update
Protect existing Industrial lands and business parks by prohibiting non-compatible uses such as community assembly and recreational uses, while expanding compatible uses.	Zoning Code amendments
Encourage conversion of Commercial Lands to Industrial Lands where appropriate.	Marketing, Messaging & Outreach City-initiated GP Conversions

Legislative Advocacy



Legislative Advocacy



- City staff tracks significant litigation
 - Professional organizations
 - CalCities
- Resolution
 - Bring support/opposition recommendations to City Council for consideration
 - Mayor or CM sign letters, if conditions are met:
 - ✓ League requests City takes position
 - ✓ Time sensitive
 - ✓ Consistent with Council's strategic priorities
 - ✓ Report out to City Council
- Legislative Roundtable

Other Upcoming Work Plan Items



Other Upcoming Work Plan Items



- Diversity, Equity, and Inclusion
- High Speed Rail
- Downtown
- Transportation Master Plan
- Condit Road Sports Facilities Master Plan

Goal Setting Wrap Up



From: [D. Muirhead](#)
To: [CC Public Comment](#)
Subject: [EXTERNAL] comment Strategic Priorities Council Goals Workshop 1/28
Date: Wednesday, January 26, 2022 9:50:38 AM

Hello City Council, City Staff, and City Residents,

This comment addresses 2020-2021 Strategic Priorities
Affordable Housing and Homelessness
...while also utilizing code compliance to protect
private and public property

I would like City Administration to be much clearer on how
our residents can contribute to the identification and
cleanup of homeless encampments. As the original message below
illustrates, I wanted to know if we had priority to prevent
reestablishment of occupation after a site had been removed.
Now I also want to know if an apparently abandoned camp
(person gone, much trash remains) can be cleaned up. Neither
are mentioned in Accomplishments nor Strategic Work Plan.

Thank you for your consideration, Doug Muirhead, Morgan Hill

-----+-----+-----+-----+-----+-----+-----+-----+

I am looking for City guidance on reporting a homeless encampment
and what to expect after that. There is no entry under HowDoIReport
on the City web page nor on your City web page for Housing/Homeless.
The MHPD Policy Manual (December 2020) has a detailed chapter on
Illegal Encampment Clean-Up (Policy 461) which mention the Police
Department and City Manager as recipients of resident complaints.
The MHPD Policy Manual also has a chapter on Homeless Persons
(Policy 462) which mentions a Homeless Liaison Officer.

An anonymous response to one of my questions on the December 1
Police status update to Council said this:

With the hiring of the new Housing Specialist, our Housing Services
Division will be monitoring the encampments and providing resources
to the unhoused community. The only role the police department will
have moving forward will be to investigate any criminal matters.
All other matters from clean up to re-occupation will be the
responsibility of the Housing Services Division.

In the decade that I have been paying attention to how our local
government functions, I have never heard of any Encampment Clean-Ups.
I have heard of Housing Services efforts to obtain resources to provide
services to the unhoused. My frustration is with City employees who do
not make an effort to tell us how we can help. I do not know if this
bothers anyone else.

Background: Several weeks ago the City executed a cleanup of a shelter

and piles of trash at the Butterfield underpass area between the UPRR tracks and the overpass embankment. Within a week a new tent and collection of items appeared. The City has not responded to my question on how much effort was required to clear the large amount of material in the old camp (which had been growing since April). I had also asked if the City should not prohibit use of that area rather than waiting until a large cleanup effort would be needed following re-occupation. Chris responded that I should contact Rebecca or the Chief if I wanted more detail since it was outside his area of expertise to reply to my questions. This was later followed by the Police status update quoted above. Thus this inquiry to Housing Services.
[which unfortunately had started the year-end hiatus early]

WARNING: This message is from an external user. Confidential information such as social security numbers, credit card numbers, bank routing numbers, gift card numbers, wire transfer information and other personally identifiable information should not be transmitted to this user. For question, please contact the Morgan Hill IT Department by opening a new helpdesk request online or call 408-909-0055.