



568
City of Las Cruces[®]
 PEOPLE HELPING PEOPLE

Council Action and Executive Summary

Item # 14 Ordinance/Resolution# 11-193 Council District: All

For Meeting of March 7, 2011
 (Adoption Date)

TITLE: A RESOLUTION ADOPTING A CONTINUED THREE YEAR FUNDING STRATEGY FOR EXPENDITURE OF FUNDS FROM THE TELSHOR FACILITY FUND OR OTHER APPROPRIATE FUNDING SOURCES FOR HEALTH-RELATED PUBLIC SERVICES FOR THE BENEFIT OF CITY RESIDENTS.

PURPOSE(S) OF ACTION: Allow the continued funding of health-related public services programs operated by non-profit agencies for Fiscal Years 2012, 2013 and 2014.

Drafter and Staff Contact: Jean Barnhouse-Garcia <i>JBG</i>		Department: Community Development <i>KOR</i>		Phone: 528-3048	
Department	Signature	Phone	Department	Signature	Phone
Department Director	<i>DW</i>	541-3066	Budget	<i>Richard Y. Johnson</i>	541-2107
			Assistant City Manager	<i>R. Smith</i>	541-2271
Legal	<i>A. Kennedy</i>	541-2128	City Manager	<i>John Man</i>	541-2076

BACKGROUND / KEY ISSUES / CONTRIBUTING FACTORS: Action is needed by City Council to continue and preserve the Health-Related Public Services Fund that awards competitive contracts to local non-profit organizations which provide essential services to improve the lives of sick, indigent and low-income people of the City of Las Cruces.

City Council Resolution 05-128, adopted on October 18, 2004, created the Telshor Facility Fund (TFF) from proceeds of the pre-paid lease of Memorial Medical Center (MMC) to Province Healthcare Company (PHC).

The City Council adopted Resolution 08-112 on October 15, 2007, that authorized the commitment of \$300,000 annually for each fiscal year from 2009 to 2011 to fund health-related public services. After consulting with staff from the Financial Services Department (i.e. Director, Budget Office and Treasurer), the Community Development Department is recommending that the City Council continue health-related public services from the TFF and other sources.

The proposed Resolution provides a continuation of Resolution 08-112 and proposes:

- (1) A continued three year funding strategy for Fiscal Years 2012, 2013 and 2014 for expenditure of funds from the TFF or other funding sources for health-related public services for the benefit of city residents in the amount of \$300,000 per fiscal year;

- (2) A continued definition of Health Care Services that is eligible for funding from the Health- Related Public Service Fund: "The proceeds from a transfer from the Telshor Facility Fund, or other monies, shall be dedicated to the Health-Related Public Service Fund, which shall be used to support the continued physical, mental, developmental, emotional and social well-being, safety, and housing needs of City of Las Cruces residents; and to improve the lives of sick, indigent or low-income people of the City of Las Cruces;" and
- (3) A competitive selection process, conducted by the Health and Human Services Advisory Committee (HHSAC) with assistance from City staff, to determine which non-profit agency's health-related public services programs will be funded on an annual basis. The HHSAC makes a recommendation to the City Council on the annual award of health-related public services as part of the City's budget adoption process. The ultimate decision to award funding resides with and will remain with the City Council.

In the past three fiscal years, the City received an average of 25 applications per year from local non-profit organizations for Health-Related Public Services funding. The City funded an average of 14 grants annually at approximately \$22,500 per grant for homeless prevention for adults and children, emergency food distribution, school and community based mentoring for children, court-supervised family reunification, hospice care, family crisis intervention, medication for indigent persons, wellness programs for youth and adults with disabilities, transitional housing for domestic violence victims and HIV/AIDS patients, and a host of other essential services that benefit our City's low-moderate income people.

In a continuation of Resolution 08-112, City Council will maintain a strategy starting in Fiscal Year 2012 whereby a maximum of \$300,000 will be transferred from the Telshor Facility Fund, which is approximately one percent (1%) of the fund, for the Health Care Fund to fund Health-Related Public Services. Other sources of funding, not yet identified, may also be available to augment the Health Care fund. Assuming that these funds will be available, a \$300,000 annual allocation will be earmarked each year for the next three years for Health-Related Public Services. The actual transfer and expenditure of monies will be authorized through the adoption of the budget, subject to the availability of funds for each fiscal year, beginning with Fiscal Year 2012 (July 1, 2011 to June 30, 2012). During the latter part of Fiscal Year 2014 (before June 30, 2014), City staff will review and advise City Council on the performance of the Telshor Facility Fund and, if appropriate, recommend a revised funding strategy for continued Health-Related Public Services.

SUPPORT INFORMATION:

1. Resolution

SOURCE OF FUNDING:

<p>Is this action already budgeted?</p> <p>N/A, future budgets subject to Council approval and appropriation.</p>			
	Yes	<input type="checkbox"/>	See fund summary below
	No	<input type="checkbox"/>	If No, then check one below:
	<p><i>Budget Adjustment Attached</i></p>	<input type="checkbox"/>	Expense reallocated from: _____
		<input type="checkbox"/>	Proposed funding is from a new revenue source (i.e. grant; see details below)
		<input type="checkbox"/>	Proposed funding is from fund balance in the _____ Fund.
	Yes	<input checked="" type="checkbox"/>	Funds will be deposited into this fund: 2700 in the amount of \$300,000 for FY 2012.
No	<input type="checkbox"/>	There is no new revenue generated by this action.	

FUND EXPENDITURE SUMMARY:

Fund Name(s)	Account Number(s)	Expenditure Proposed	Available Budgeted Funds in Current FY	Remaining Funds	Purpose for Remaining Funds
N/A	N/A	N/A	N/A	N/A	N/A

OPTIONS / ALTERNATIVES:

1. Vote "Yes"; this will authorize the continuation of \$300,000 per year, if available, for Fiscal Years 2012, 2013 and 2014 from the Telshor Facility Fund for Health-Related Public Services funding to non-profit organizations providing services to low- and moderate-income persons in Las Cruces.
2. Vote "No"; this will implement a moratorium on the Telshor Facility Fund for Health-Related Public Services funding. The development of an alternative funding strategy or discontinuance of funding for health-related public service organizations will require further direction from City Council.
3. Vote to "Amend"; this could modify the Resolution at Council's discretion, then vote "Yes" on the amended Resolution. Council may change funding sources and amounts, or place conditions or restrictions on the use of funds. Modification would be based on the Council's direction.
4. Vote to "Table"; this could postpone the Resolution. Council would need to provide direction to staff.

REFERENCE INFORMATION

The resolutions listed below are only for reference and are not included as attachments or exhibits.

1. Resolution 08-112
2. Resolution 05-128

RESOLUTION NO. 11-193**A RESOLUTION ADOPTING A CONTINUED THREE YEAR FUNDING STRATEGY FOR EXPENDITURE OF FUNDS FROM THE TELSHOR FACILITY FUND OR OTHER APPROPRIATE FUNDING SOURCES FOR HEALTH-RELATED PUBLIC SERVICES FOR THE BENEFIT OF CITY RESIDENTS.**

The City Council is informed that:

WHEREAS, City Council Resolution 05-128 created the Telshor Facility Fund with funds distributed from the lease of Memorial Medical Center hospital facilities located at 2450 South Telshor Boulevard for the purpose of funding health-related initiatives within the City of Las Cruces; and

WHEREAS, City Council desires to allocate an amount not to exceed \$300,000 annually from a combination of the Telshor Facility Fund and any other appropriate funding sources for Fiscal Years 2012, 2013 and 2014 for funding of health-related public services; and

WHEREAS, City Council agrees to continue the definition of Health Care Services, which are eligible for funding from the Health-Related Public Services Fund: "The proceeds from a transfer from the Telshor Facility Fund or other monies, shall be dedicated to the Health-Related Public Service Fund, which shall be used to support the continued physical, mental, developmental, emotional and social well-being, safety, and housing needs of City of Las Cruces residents; and to improve the lives of sick, indigent or low-income people of the City of Las Cruces."

NOW, THEREFORE, Be it resolved by the governing body of the City of Las Cruces:

(I)

THAT a portion of the investment earnings from the Telshor Facility Fund shall be used to fund health-related public services for the benefit of low- and moderate-income City residents.

(II)

THAT City Council will work to adopt budgets, subject to the availability of funds, that provide for the transfer and allocation of amounts not to exceed \$300,000 annually in each Fiscal Year for 2012, 2013 and 2014 from the Telshor Facility Fund or other

appropriate funding sources for funding of health-related public services to be provided by non-profit organizations located in Las Cruces.

(III)

THAT City Council continues to utilize the following definition of "Health Care Services" for use in the Health-Related Public Service Fund as:

"The proceeds from a transfer from the Telshor Facility Fund or other monies, shall be dedicated to the Health-Related Public Service Fund, which shall be used to support the continued physical, mental, developmental, emotional and social well-being, safety, and housing needs of City of Las Cruces residents; and to improve the lives of sick, indigent, or low-income people of the City of Las Cruces."

(IV)

THAT the use of Health-Related Public Services for Fiscal Years 2012, 2013 and 2014 remains prohibited for the use of funding for any animal-related activities.

(V)

THAT City staff is hereby authorized to do all deeds necessary in the accomplishment of the herein above.

DONE and APPROVED this _____ day of _____, 2011.

(SEAL)

APPROVED:

Mayor

ATTEST:

City Clerk

Moved by: _____

Seconded by: _____

VOTE:

Mayor Miyagishima: _____
Councillor Silva: _____
Councillor Connor: _____
Councillor Pedroza: _____
Councillor Small: _____
Councillor Sorg: _____
Councillor Thomas: _____

APPROVED AS TO FORM:



City Attorney