

FISCAL YEAR 2024-2025 BUDGET PUBLIC HEARING, ADOPTION & GANN APPROPRIATION LIMIT

JUNE 4, 2024



Note: This PowerPoint presentation is intended solely as a visual aid to an oral staff presentation of an agenda report topic. In the event of any differences between the presentation and the agenda report, the information in the agenda report prevails.

Tonight serves as the Public Hearing for the Fiscal Year (FY) 2024-2025 Operating Budget

- Proposed Operating Budget Overview
- Changes to the Proposed Operating Budget
 - Exhibit “A”
- Resolutions for Adoption
 - FY 2024-2025 Operating Budget
 - Gann Appropriation Limit



FISCAL OUTLOOK

- Spending plan supports City Council's priorities of public safety and maintaining essential services
- Revenues are stable and growing in key areas
 - Balanced Budget with surplus of \$508,264
 - City's AAA credit rating re-affirmed by S&P in 2021
- Overall financial position allows re-investment in service levels, maintenance and infrastructure corresponding with community priorities



BUDGET OVERVIEW

- Personnel costs include:
 - MOU Adjustments
 - Full impacts of positions approved at mid-year
 - Four new full-time positions:
 - Permits Technician (CD)
 - Office Assistant (IT – Information Technology Fund)
 - Account Specialist (FIN)
 - Water Systems Operator (PW – Water Fund)



FY 2024-2025 BUDGET ADOPTION

Projected General Fund Reserve Ending Balances in FY 2024-2025

20% of Expenditures Policy	\$ 19.5 million
Economic Uncertainty	\$ 4.0 million
Unreserved Fund Balance	\$ 5.6 million

General Fund Balance impacted by transfers out to other funds:

Transfers to support operations and one-time projects:

- CIP Fund - \$1.0 million
- Street Lighting & Landscape Fund - \$313,346

Transfers as a result of UAL Pension Policy:

- CIP Fund for projects - \$1,194,471
- Section 115 Trust Fund - \$1,791,707

Section 115 Trust Fund Balance projected to be \$4.2 million in FY 2024-2025



FY 2024-2025 BUDGET ADOPTION

- General Fund has strong revenues and balanced budget:
 - Surplus of \$508,264
 - Essential services maintained
- Significant additions and initiatives include:
 - Vehicle Replacements, including \$2.0 million Fire Engine replacement
 - Capital improvement projects supported by \$1.0 million General Fund transfer
 - Police SWAT Rescue Vehicle
 - Contract Services includes CPI adjustments and enhancements



RECOMMENDATION

- Staff recommends that the City Council:
 - Conduct a Public Hearing
 - Adopt Resolution No. 24-0067 adopting the FY 2024-2025 Operating Budget as Proposed and Amended in Exhibit “A”
 - Adopt Resolution No. 24-0068 establishing the Gann appropriation limit for FY 2024-2025
 - Remaining appropriation capacity: **\$30,200,265**
 - Available capacity as a percent of the limit: **29.33%**



QUESTIONS

