

# FISCAL YEAR 2023-2024 BUDGET PUBLIC HEARING, ADOPTION & GANN APPROPRIATION LIMIT

JUNE 6, 2023



\*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) 2023-2024 Operating Budget

- Proposed Operating Budget Overview
- Changes to the Proposed Operating Budget
  - Exhibit “A”
- Resolutions for Adoption
  - FY 2023-2024 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 \$475,017
- 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
  - City Council Work Plan
- Pending FEMA reimbursement submittals total \$819,000
  - Approximately \$81,000 received



# BUDGET OVERVIEW

- Proposed Budget includes full impacts of public safety positions added in current year:
  - Eight Sworn Positions
    - Seven in Police and One in Fire
  - Five Civilian Positions
    - Three in Police and Two in Fire
- Service Delivery Investments across all funds total \$523,242:
  - Two new full-time positions totaling \$215,207
  - Added part-time positions totaling \$258,044
  - Other staffing adjustments totaling \$49,991



# FY 2023-2024 BUDGET ADOPTION

- Resolution No. 23-0067 adopts the budget as presented in the Proposed Budget with modifications as identified in Exhibit “A”:

Add Reimbursable Coordinated Integrated Monitoring Program (CIMP) administrative fees (Stormwater Fund)	\$48,567
Add one-year lease for an additional portable live-view surveillance trailer (Police Safety Grants Fund)	\$27,000
Add monthly print advertising for Older Adults programming and services (General Fund)	\$10,000



# FY 2023-2024 BUDGET ADOPTION

## Projected General Fund Reserve Ending Balances in FY 2023-2024

20% of Expenditures Policy	\$ 18.6 million
Economic Uncertainty	\$ 4.0 million
Unreserved Fund Balance	\$ 4.0 million

## General Fund Balance impacted by transfers out to other funds:

Transfers to support operations and one-time projects:

- CIP Fund - \$1.0 million for Senior and Scout Community Center
- Stormwater Fund - \$2.7 million
- Street Lighting & Landscape Fund - \$293,478

Recommended Transfers per UAL Pension Policy:

- CIP Fund - \$994,920
- Pension Stabilization Fund - \$492,380 (Reduced for SSCC)

Pension Stabilization Fund Estimated Ending Balance in FY 2023-2024: \$3.2 million



# FY 2023-2024 BUDGET ADOPTION

- General Fund has strong revenues and balanced budget:
  - Surplus of \$475,017
  - Essential services maintained
- Investments aligned with City Council Work Plan:
  - Consultant to develop comprehensive, long-term outdoor dining & business use program
  - Historic Preservation Resource Survey
  - Comprehensive Parking Management Study
  - Redesign and repurpose slab fountain in the Metlox Plaza



# RECOMMENDATION

- Staff recommends that the City Council:
  - Conduct a Public Hearing
  - Adopt Resolution No. 23-0067 adopting the FY 2023-2024 Operating Budget and authorizing the City Manager to take certain personnel-related actions as identified in the Resolution
  - Adopt Resolution No. 23-0068 establishing the Gann appropriation limit for FY 2023-2024
    - Remaining appropriation capacity: **\$26,322,110**
    - Available capacity as a percent of the limit: **26%**





# QUESTIONS

