



Council Workshop FY22-23 Budget Discussion

April 26, 2022





Budget Calendar

Item	Date
Workshop #1 – Budget Overview / Revenues / Five-Year Financial Forecasts	January 11, 2022
Workshop #2 – FY23-32 Capital Improvement Plan	February 1, 2022
Workshop #3 – FY23-32 Capital Improvement Plan	March 1, 2022
Workshop #4 – (All Day) FY23 Operating Budget Department Presentations	April 5, 2022
Workshop #5 – (All Day) FY23 Operating Budget Department Presentations	April 7, 2022
<i>Workshop #6 – FY23 Final Budget Workshop</i>	<i>April 26, 2022</i>
Voting Meeting – Tentative Budget Adoption	May 10, 2022
Voting Meeting – Final Budget Adoption / Property Tax Levy	June 14, 2022
Voting Meeting – Property Tax Adoption	June 28, 2022



Agenda

- Follow Up Items from April 7th Workshop
- Changes to Budget
- FY22-23 Total Budget
- FY22-23 Operating Budget
- FY22-23 Capital Improvement Plan



Follow Up Items from April 7th Workshop

- Cost of Adding Two (2) Additional Code Inspector Positions
 - Salary, Benefits, Equipment, Uniforms, etc. \$182,742
 - Vehicles \$ 55,948
 - **Total** **\$238,690**
- Four (4) Code Inspectors Total



Change to Operating Budget since April 7th Workshop

- Operating Budget Supplementals for Vehicles
 - Vehicles ordered in FY22 in Transportation, PFRSE, and Fire Department operating budgets are being carried over to FY23.
- Vehicle Replacement Fund (VRF) carryover has been updated
- Position Reclassifications
 - Positions approved at the April 12, 2022 City Council Meeting have been updated in the budget
 - Water Services – Reclassify Buyer to Material Control Specialist
 - Increase position from .75 to 1.0 FTE
 - Budget Impact: Decrease of \$11,937

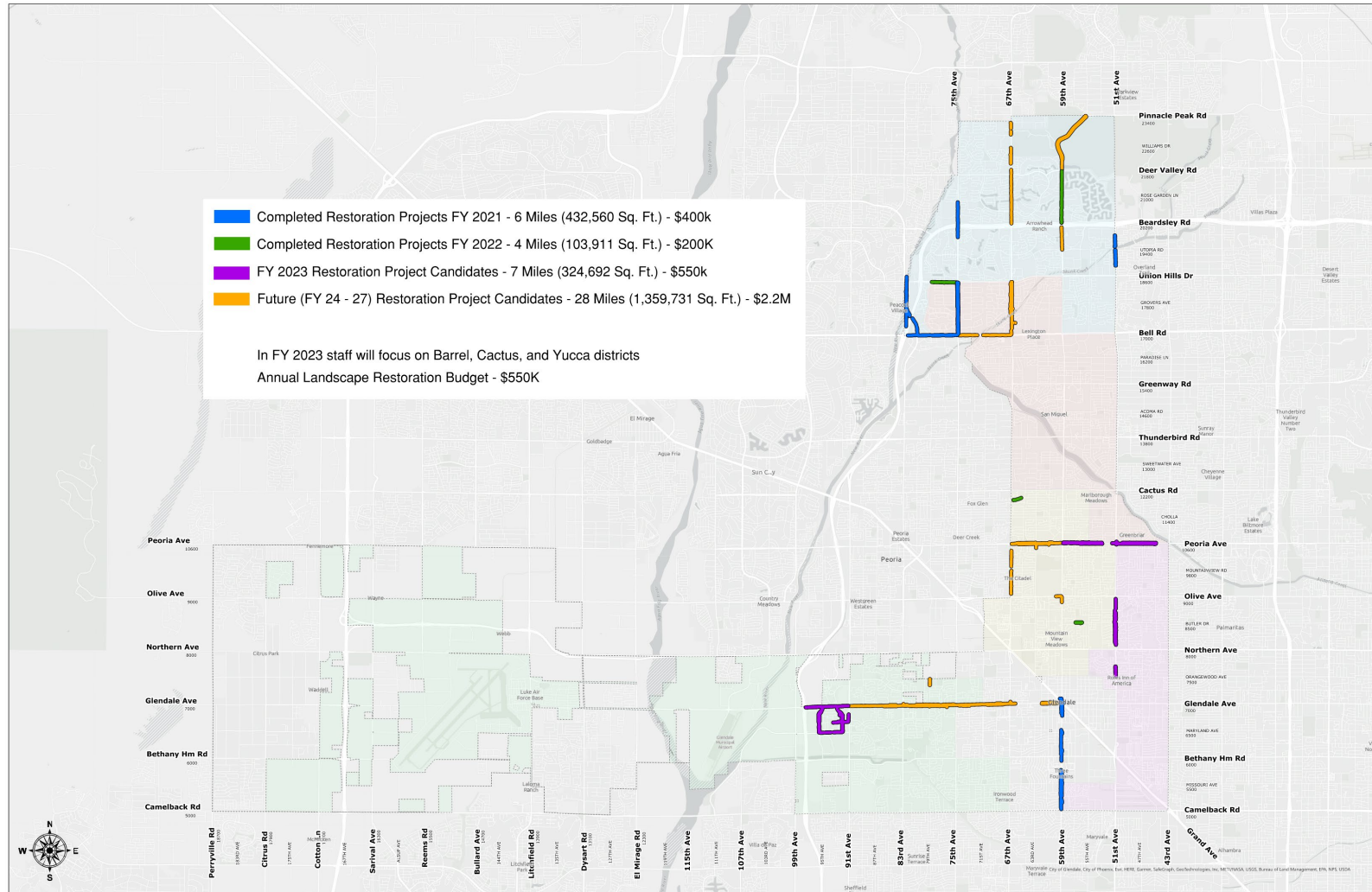


Follow Up Items from April 7th Workshop

- Addition of Feral Cat Program to Code Compliance
 - \$20k
- Move Deputy City Manager Position from Public Affairs to City Manager's Office
- Per Unit Cost – Desktop Computer to Laptop Computer
 - \$1,100 per computer
 - Includes extended warranty
- Tool Allowance
- Right of Way Maintenance

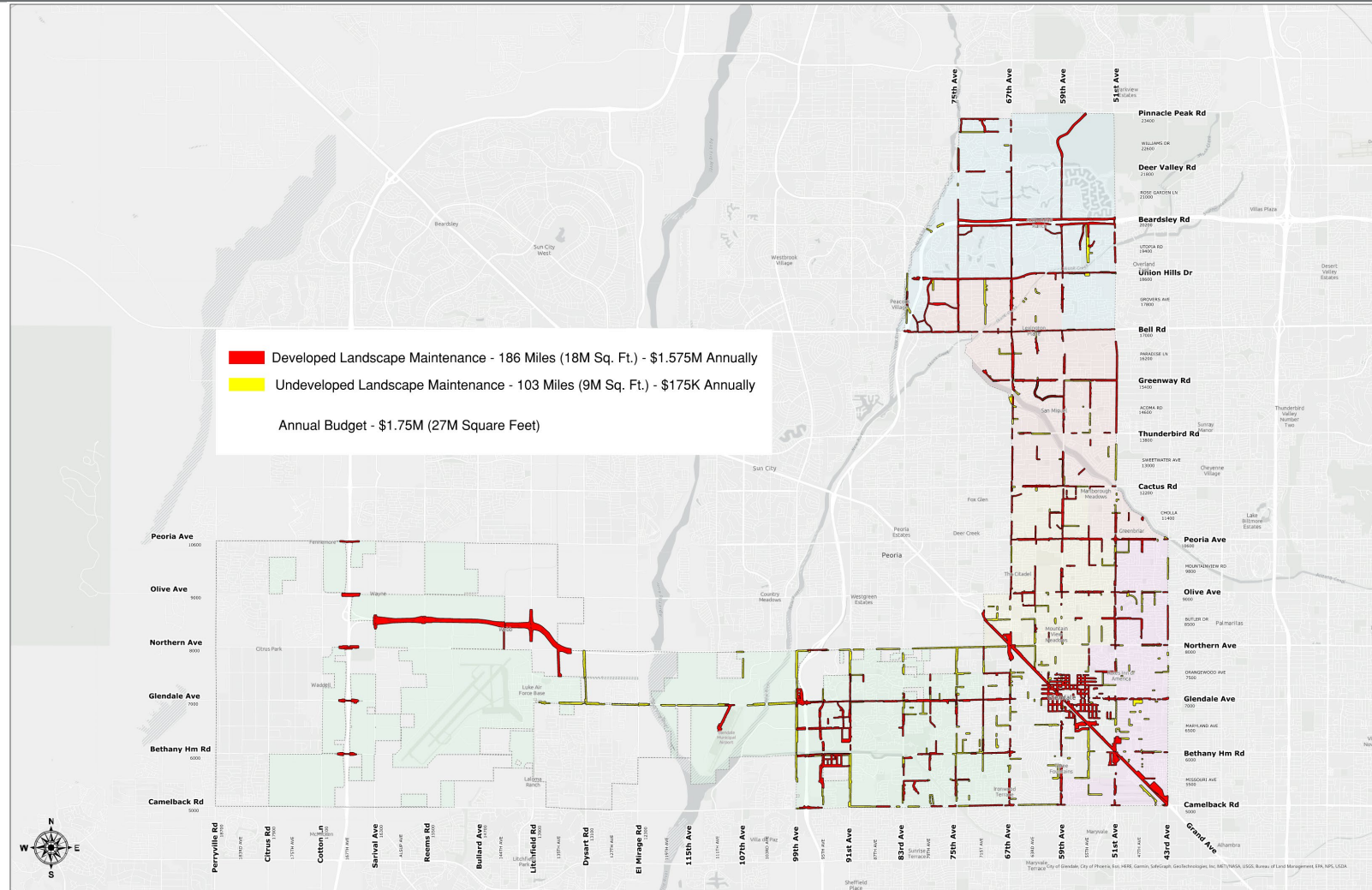


CITYWIDE LANDSCAPE RESTORATION





CITYWIDE RIGHT-OF-WAY MAINTENANCE





Change to Capital Improvement Plan since March 1st Workshop

- Transportation Department reduced inflationary factors for airport and transit
 - Budget Reduction of approximately \$2.3M
- Facility Maintenance – Exterior Building Maintenance/Repair
 - Council consensus from April 12, 2022 Workshop
 - \$1.3M Annually
- New Projects
 - Streets – 95th Ave/Montebello Intersection Improvements (\$130k)
 - Water – Water Meter Data Collection (\$70k)
 - Wastewater – Vision 2 Lift Station (\$6.2M)
- CIP Carryover Updated



FY22-23 Budget Priorities

- Sustainability
- Public Safety
- Project Delivery
- Economic Development
- Neighborhoods
- Strategic Planning
- Deferred Maintenance



FY22-23 Budget Recap

- Balanced budget
- Increases in risk management, worker's compensation, and benefit premiums and claims
- Funding for inflationary increases
- Operating and maintenance for Heroes Park Lake and splash pads at Sunset Palms and O'Neil
- Investment in technology infrastructure and cybersecurity
- Funding for critical positions for improved service and project delivery, support growth, and enhance IT security



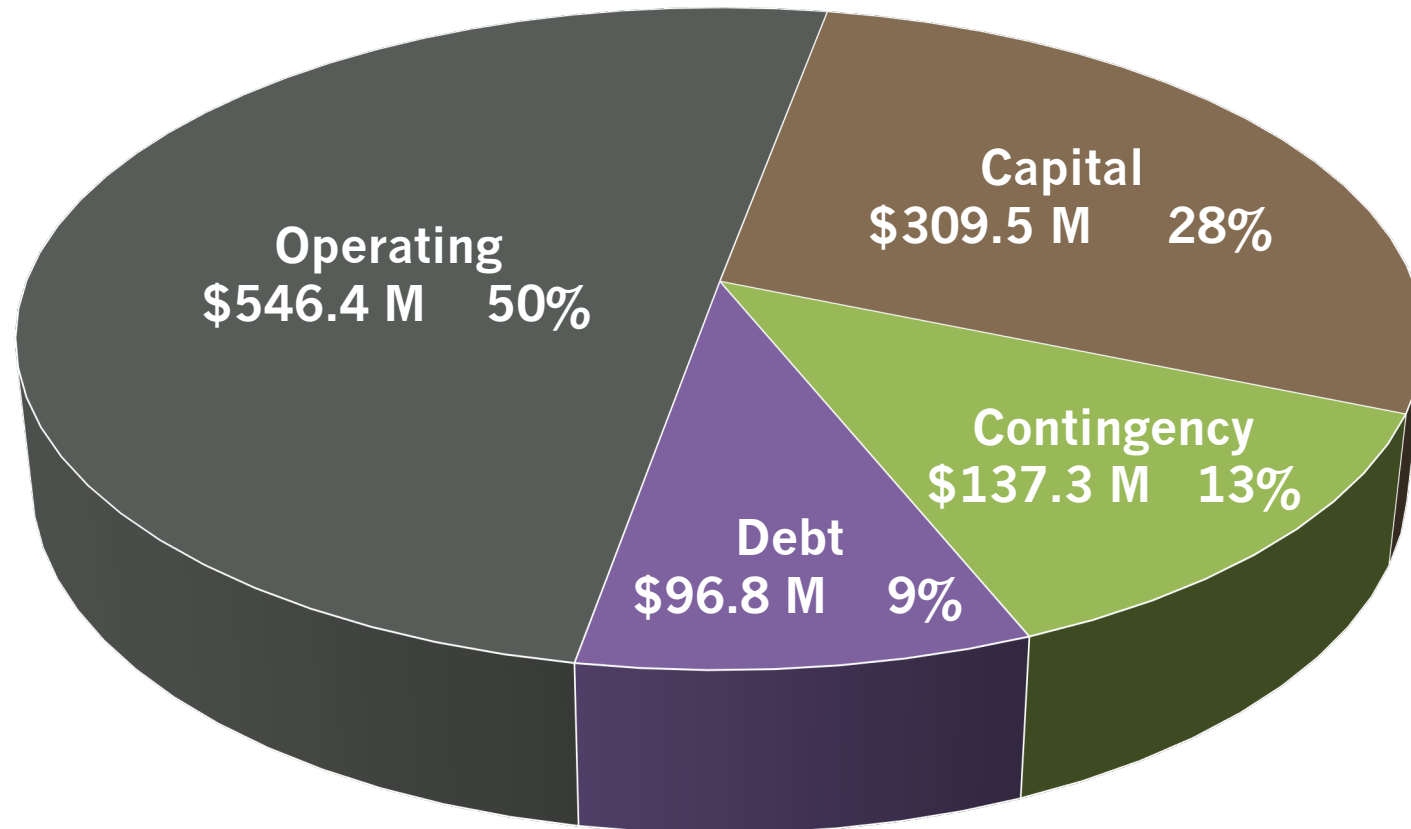
FY22-23 Budget Highlights

- Salary increases in accordance with current Memorandums of Understanding (MOUs) for represented employees
- Focus on employee retention
 - 5% cost of living adjustment for non-MOU employees
 - 10% movement in some ranges
 - Up to 2% performance pay
 - Continued funding for Innovation and Excellence in Service incentives



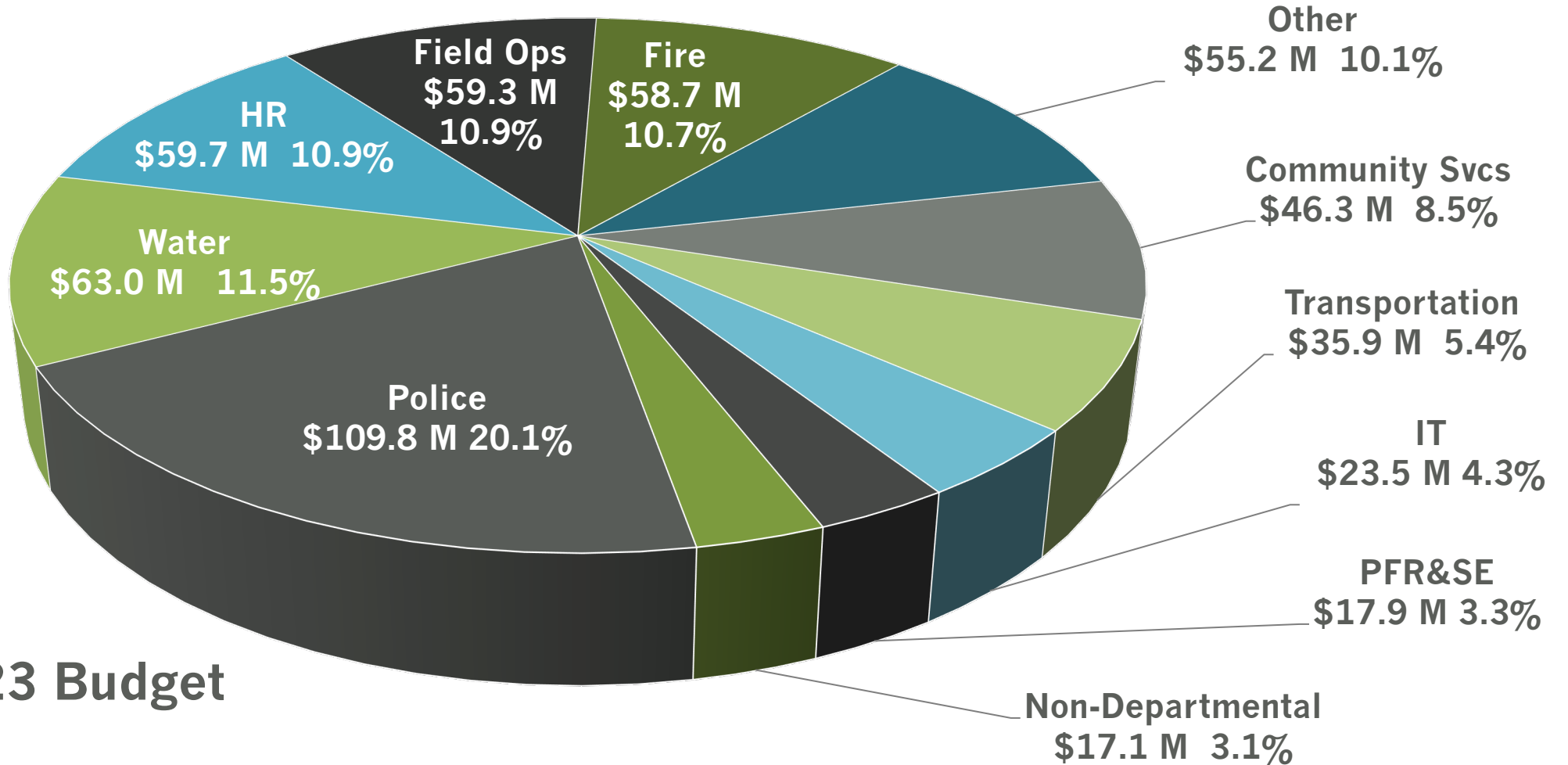
FY22-23 Total Budget Appropriation

FY22-23 Total Budget
\$1.09B





FY22-23 Operating Budget

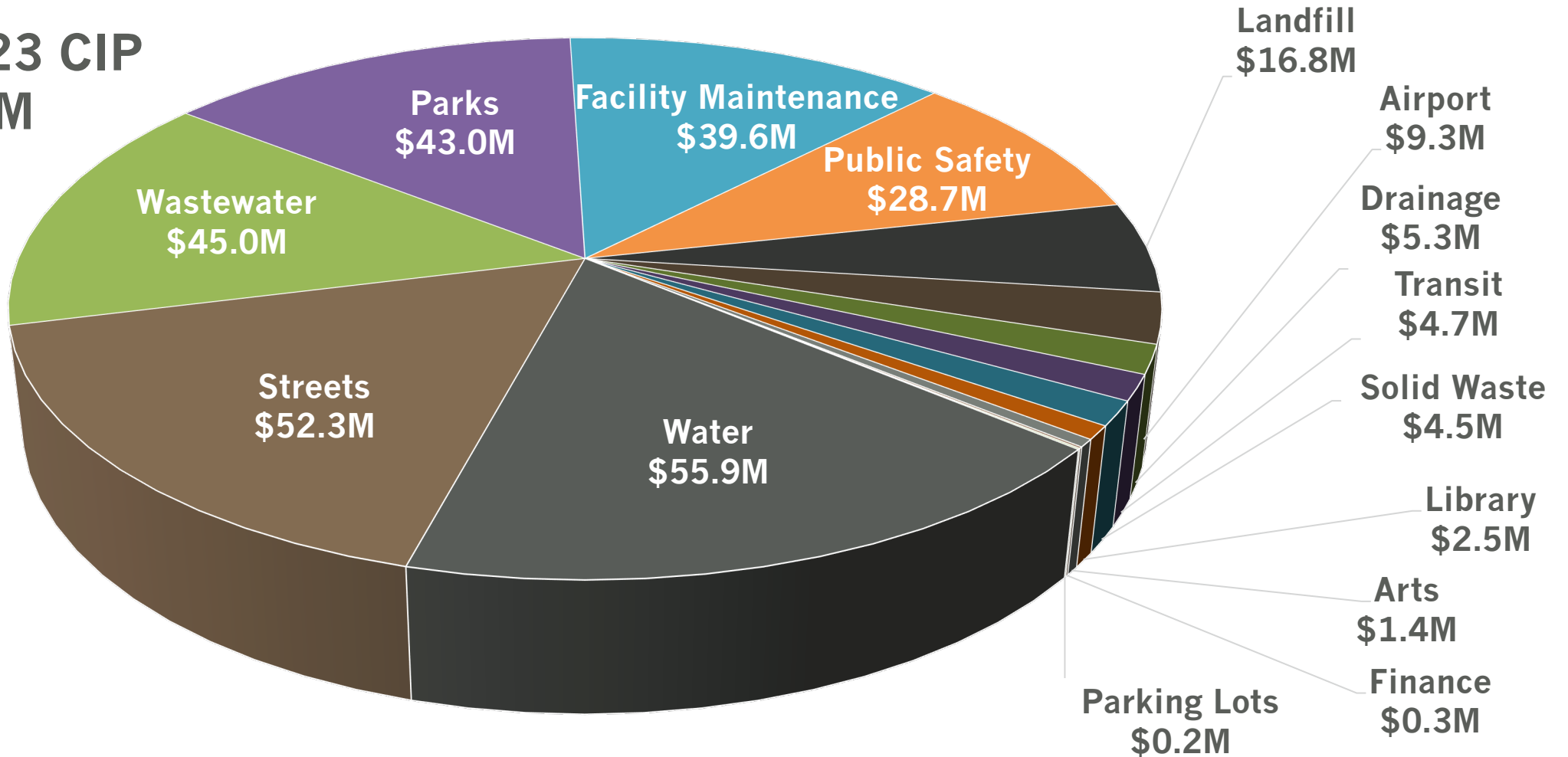


Total FY22-23 Budget
\$546.4M



FY22-23 Capital Improvement Plan

**Total FY22-23 CIP
\$309.5M**





Summary of Personnel Changes

General Fund	# of Positions
Budget and Finance	4
City Attorney's Office	2
Code Compliance*	5
Community Services	1
Development Services	6
Economic Development	1
Engineering	5
Field Operations	1
Fire Services	1
Human Resources	2
Organizational Performance	1
Police Services	9
Public Facilities, Rec & Events	6
Total General Fund	44

*2 Code Inspectors Added to Code Compliance

** Water Position Reclassified from .75 to 1.0 FTE

Enterprise Funds	# of Positions
Field Operations	3
Water Services**	.25
Total Enterprise Funds	3.25
Special Revenue Funds	# of Positions
Highway User Revenue Fund	2
Transportation Sales Tax	5
Total Special Revenue	7
Internal Service Funds	# of Positions
Innovation and Technology	5
Total Internal Service Funds	5
Total All Funds	# of Positions
General Fund	42
Enterprise Funds	3
Internal Service Funds	5
Special Revenue Funds	7
Total	59.25



General Fund Five-Year Financial Forecast

	FY22-23	FY23-24	FY24-25	FY25-26	FY26-27
Beginning Fund Balance	146,141,585	171,536,572	143,247,706	122,250,773	97,221,977
Operating Revenue	314,292,668	313,488,109	314,850,499	317,663,703	325,934,356
Operating Expenditures	(247,436,644)	(282,816,207)	(294,813,634)	(304,883,109)	(317,481,888)
Net Transfers	(36,461,037)	(53,960,768)	(36,033,799)	(32,809,390)	(32,941,631)
Contingency	(5,000,000)	(5,000,000)	(5,000,000)	(5,000,000)	(5,000,000)
Total Surplus/(Deficit)	25,394,987	(28,288,866)	(20,996,934)	(25,028,796)	(29,489,162)
Ending Unassigned Fund Balance	122,215,481	83,114,855	80,077,208	73,993,680	45,632,814
Assigned Fund Balance	49,321,091	60,132,851	42,173,565	23,228,297	22,100,000
Ending Fund Balance	171,536,572	143,247,706	122,250,773	97,221,977	67,732,814



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