

City Manager's FY 2014/15 Final Budget Adoption



City Council Presentation
June 24, 2014

FY2014/15 Proposed/Final Budget

All Funds Summary

(\$ millions)

Fund Type	Proposed Budget Revenues	Final Budget Revenues	Difference	Proposed Budget Expenditures	Final Budget Expenditures	Difference
General Fund	\$48.13	\$48.13	-	\$48.13	\$48.13	-
Special Revenue eg. Gas Tax, Parks Maint. Tax	19.82	19.82	-	20.32	20.32	-
Debt Service eg. Mello Roos Bonds	2.66	2.66	-	2.82	2.82	-
Capital Project Funds	3.73	3.73	-	4.62	4.62	-
Public Transit and Non-TDA Funds	5.11	5.11	-	5.11	5.11	-
Water Funds	71.86	71.86	-	67.20	67.20	-
Sanitation Fund	10.59	10.59	-	10.39	10.39	-
Sewer Funds	15.31	100.31	85.00	9.84	74.85	(65.01)
Drainage Funds	1.80	1.80	-	1.96	2.06	(0.10)
Internal Service Funds	21.69	21.69	-	22.09	22.09	-
RDA Successor Agency Funds	3.71	3.71	-	3.72	3.72	-
All Funds	\$204.41	\$289.41	\$85.00	\$196.20	\$261.31	(\$65.11)

FY 14–15 Budget Changes

- ◆ **Carryover Funding Requests (All Funds)**

- ◆ Training for new Police K9

\$4,036

- ◆ Repair work Storm Drain Station #5

\$12,000

- ◆ Rebuild pump engines at H street Drainage Station

\$95,000

- ◆ Wastewater treatment plant construction costs

\$65 million

FY 14–15 Budget Changes

◆ Budget Additions

◆ Cable Franchise Support

\$27,010

◆ Cable Capital Fund– Davis School District Equipment Pass-through

\$25,000

◆ Measure O Revenue

\$2.7 Million

FY2014/15 General Fund Five-year Forecast

(\$ millions) **Final Budget** with Measure O Tax revenue
 (\$1.164 M in reductions and w/Measure O revenue)

CM FY 14-15 Final Bud With Measure "O" Revenues & 1.164 M in Reductions	Final		Forecast for Fiscal Year			
	Budget 2014/15	2015/16	2016/17	2017/18	2018/19	
Begin Fund Balance	\$ 5.23	\$ 3.78	\$ 3.30	\$ 2.57	\$ 1.56	
Revenues	\$ 46.68	\$ 48.77	\$ 50.08	\$ 51.44	\$ 52.83	
Expenditures	\$ (48.13)	\$ (49.25)	\$ (50.81)	\$ (52.45)	\$ (53.70)	
Ending Fund Balance	\$ 3.78	\$ 3.30	\$ 2.57	\$ 1.56	\$ 0.69	
Structural Imbalance	\$ (1.45)	\$ (0.48)	\$ (0.73)	\$ (1.01)	\$ (0.87)	

FY 14–15 Budget Follow-up

- ◆ CITY HALL - Space modifications.
 - ◆ Address adequacy of public spaces in the building
 - Recommend Council ad hoc subcommittee to work with staff to identify issues
- ◆ SUSTAINABILITY PROGRAM – Increased effectiveness.
 - ◆ Consideration of internal program re-organization to increase effectiveness
 - Follow-up staff report after summer recess

FY 14–15 Budget Follow-up

- ◆ **PARKS & COMMUNITY SERVICES DEPARTMENT**
 - ◆ **Currently a division within the Administrative Services Department**
 - **Recommend moving the nearly \$18 Million budget and 117 FTE's to a separate department**
- ◆ **USER FEE STUDY**
 - ◆ **Fee study typically 7 or more month process, efforts will be made to expedite to extent reasonable**
 - **Feedback from groups affected by fee changes will be sought prior to Council consideration**

Next Steps

- ◆ Questions?

- ◆ **Adoption of FY 2014–15 Budget**

1. Adopt FY 14–15 Budget by approving urgency ordinance, providing for the post-auditing paid certified or approved as conforming to such approved Budget, and determining the appropriations limit pursuant to Article XII–B of the State of California
2. Confirm Council direction to staff implement to restore up to \$750k to the GF reserve by the end of the fiscal year
3. Appoint an ad hoc CC subcommittee to recommend a course of action concerning the deficiencies of the city hall building.

Next Steps (cont.)

- ▶ Adoption of the FY 14–15 Budget cont.
 - 4. Approve changing Parks and Community Services to a department
 - 5. Authorize carryover requests and budget changes