

FY 2021/23 Biennial Budget Introduction

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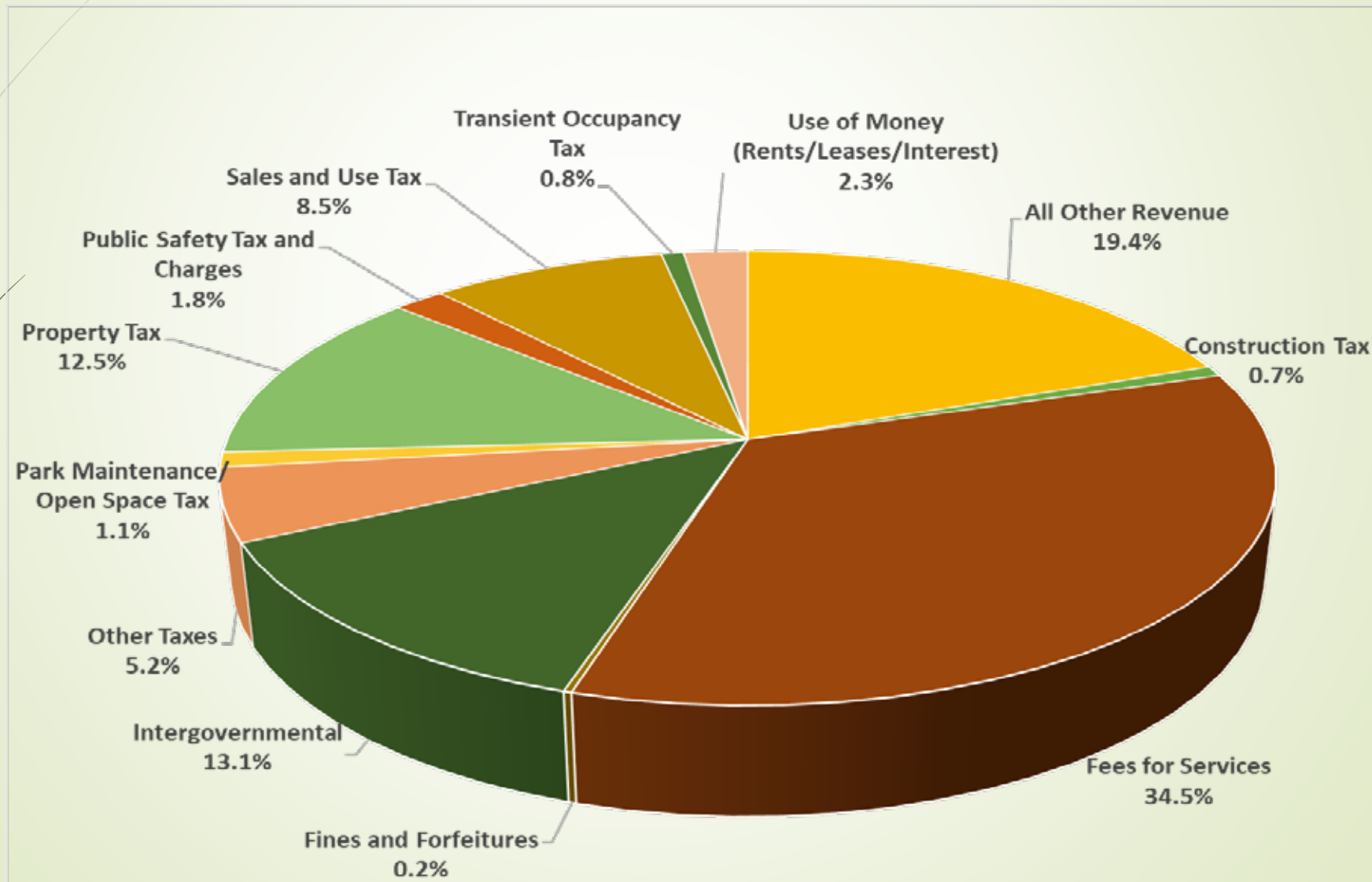
Davis City Council

May 25, 2021

FY 2021/23 Budget Introduction Agenda

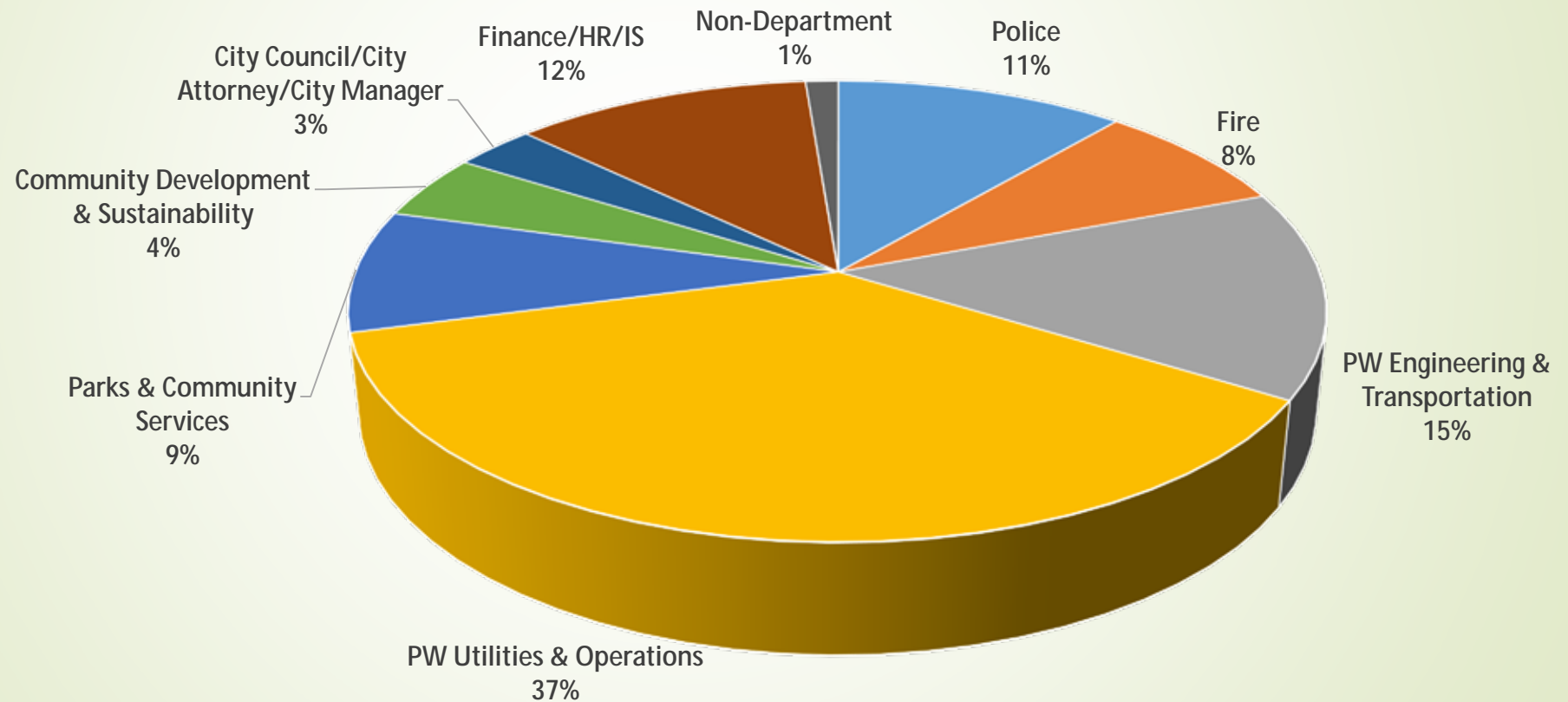
- ✓ Citywide look
 - § Revenue and Expenditures
- ✓ Funding Requests
- ✓ Organizational Changes
- ✓ General Fund
- ✓ Other Funds Highlights
- ✓ Capital Improvement Program

FY 2021/22 Citywide Budget – Revenue \$199,095,210



FY 2021/22 Citywide Budget – Expenditures

\$214,734,434



New Funding Requests

Department	FY 21/22	FY 22/23
Police:		
Professional services for RIPA	\$ 50,000	\$ -
Transparency dashboard improvements and enhanced education	55,000	5,000
Public Safety Analyst/Management Analyst to review public safety data	30,000	30,000
	\$ 135,000	\$ 35,000
Fire:		
Tools, radios, radios and PPE and training	\$ 174,000	\$ 13,300
Overtime and part-time staffing	530,000	534,000
Plan review services (offset by revenue)	25,000	-
Ladder truck equipment	300,000	-
	\$ 1,029,000	\$ 547,300

New Funding Requests

Department	FY 21/22	FY 22/23
Public Works Engineering & Transportation:		
Add Traffic Engineer position	\$ 210,000	\$ 210,000
Public Works Utilities & Operations:		
Striping to new street standards	\$ 200,000	\$ 200,000
Positions reclassifications and part-time staffing	81,400	81,400
Purchase of combination cleaner truck	133,000	-
Purchase of tracked skid steer with attachments	100,000	-
Services to comply with various regulatory requirement (statewide organics, pyrethroid control, etc.)	169,000	10,000
Materials and supplies	40,000	40,000
Fire mitigation and weed abatement	50,000	50,000
	\$ 773,400	\$ 381,400

New Funding Requests

Department	FY 21/22	FY 22/23
Parks & Community Services:		
Utilities (water/solid waste)	\$ 324,000	\$ 324,000
Part-time staffing	16,100	12,000
	\$ 340,100	\$ 336,000
Community Development & Sustainability:		
General Plan Update, Housing Element	\$ 500,000	\$ 600,000
North Davis upland habitat area	45,000	10,000
Climate Action and Adaptation Plan EIR	117,000	-
Cool Davis	50,000	50,000
Downtown Parking Structure	40,000	
Building inspection/plan review services (with revenue offset) and training	326,500	260,000
Full funding for Sustainability Coordinator	168,000	172,000
	\$ 1,246,500	\$ 1,092,000

New Funding Requests

Department	FY 21/22	FY 22/23
City Manager's Office :		
Enhanced neighborhood outreach and zoom license fees	\$ 31,000	\$ 5,000
Finance:		
Cannabis audit services (with revenue offset), supplies and training	98,000	98,000
Financial system replacement	1,000,000	1,000,000
Human Resources:		
Professional services for compensation study and legal costs	128,000	68,000
Information Systems:		
PD traffic cameras replacement cost	50,000	50,000
	<u>\$ 1,307,000</u>	<u>\$ 1,221,000</u>

Organizational Changes

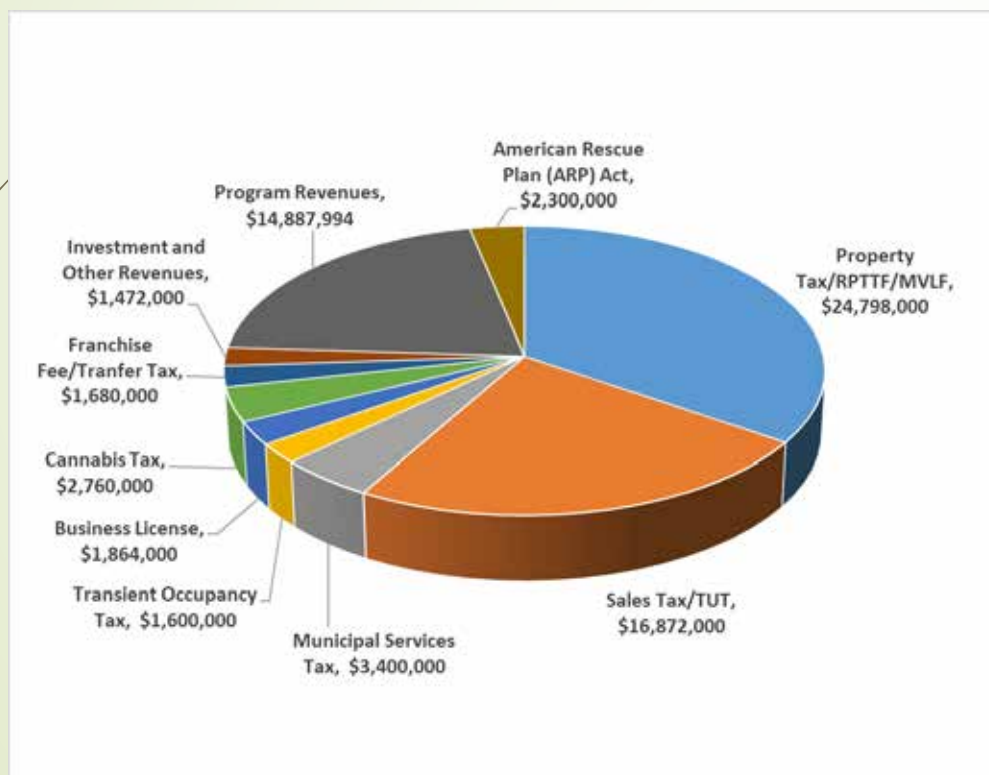
- ✓ Urban Forestry program
 - ✓ Moved from Parks and Community Services to PW Utilities & Operations
- ✓ Reimagine public safety
 - ✓ Moved the homeless outreach team from Police Department to City Manager's Office
 - ✓ Working with Council Subcommittee on other organizational changes

General Fund Summary

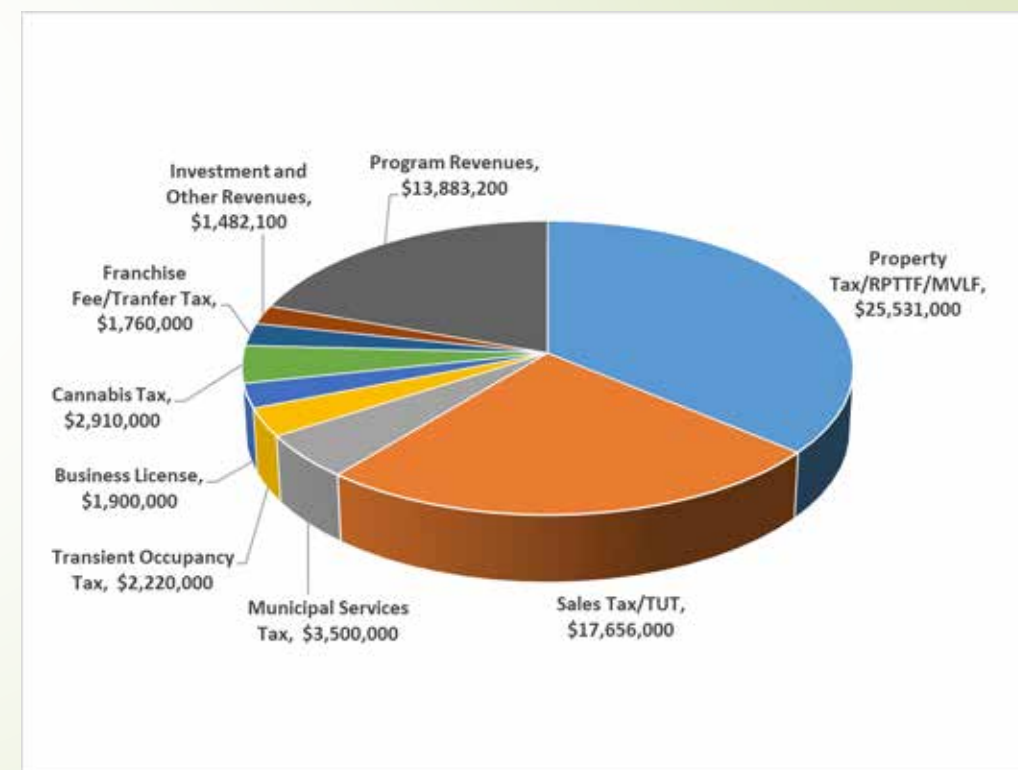
	FY 2018/19 Actual	FY 2019/20 Actual	FY 2020/21		FY 2021/22 Proposed	FY 2022/23 Proposed
			Revised Budget	Projected		
Revenue	\$ 62.70	\$ 62.58	\$ 64.24	\$ 61.58	\$ 71.63	\$ 70.84
Expenditures	(57.64)	(59.40)	(61.22)	(59.47)	(67.18)	(69.77)
Transfers, Net	(6.79)	(7.29)	(6.04)	(6.04)	(4.32)	(3.15)
Net Annual Activity	(1.73)	(4.11)	(3.02)	(3.93)	0.13	(2.08)
Beginning Fund Balance	22.39	20.70	10.23	10.23	6.30	9.58
Release/(use) of Fund Bal.	0.04	(6.36)	1.64	-	3.15	1.55
Ending Fund Balance	<u>\$ 20.70</u>	<u>\$ 10.23</u>	<u>\$ 8.85</u>	<u>\$ 6.30</u>	<u>\$ 9.58</u>	<u>\$ 9.05</u>
	32.1%	15.3%	13.2%	9.6%	13.4%	12.4%

FY 2021/23 General Fund Revenue by Source

FY 21/22 - \$71,633,994



FY 22/23 - \$70,842,300



FY 2021/23 General Fund Expenditures by Department

	FY 18/19	FY 19/20	FY 20/21	FY 21/22	FY 22/23
	Actual	Actual	Projected	Proposed	Proposed
Expenditures					
City Council	\$ 186,874	\$ 187,826	\$ 185,915	\$ 172,856	\$ 175,029
City Attorney	164,759	446,722	260,000	128,352	127,514
City Manager's Office	3,445,721	3,885,286	3,933,180	3,726,506	4,133,037
Finance	1,976,947	1,750,607	1,972,153	1,398,987	1,532,097
Human Resources	914,193	825,049	668,668	663,510	693,747
Information Services	201,699	270,614	514,012	96,917	98,855
Community Dev & Sustainability	3,390,245	3,138,497	2,759,610	3,882,357	3,711,764
Parks & Community Services	11,238,969	12,015,381	11,816,366	13,203,267	13,794,598
Fire	10,789,115	12,966,982	12,346,789	14,807,816	15,219,876
Police	18,786,113	19,130,097	19,684,200	21,687,641	22,678,417
Public Works - Engineering/Transp	1,520,992	1,886,426	2,057,890	3,422,821	3,604,978
Public Works - Utilities & Ops	5,026,820	2,900,981	3,270,558	4,492,484	4,499,514
Non Departmental	-	-	-	(500,000)	(500,000)
	57,642,447	59,404,468	59,469,341	67,183,514	69,769,426
Transfers Out - Capital Projects	6,789,224	7,292,438	6,041,493	4,319,700	3,145,000
Total Expenditures	\$ 64,431,671	\$ 66,696,906	\$ 65,510,834	\$ 71,503,214	\$ 72,914,426

Other Funds Budget Highlights

Park Maintenance Tax Fund:

- Fund is being consolidated with the General Fund. Revenues are account for as Parks and Community Services Department program revenues.

Public Safety Fund:

- Fund is being consolidated with the General Fund. Public Safety Tax (Prop172) and Public Safety Charges split equally among the Police and Fire Departments and are presented as program revenues.
- Remaining activity accounts for Police Grants.

Other Funds Budget Highlights

Payroll Liabilities and Risk Management Funds:

- Fund is being split up to account for the Workers' Compensation and General Liability insurances separately from various payroll liabilities

Cable TV Fund:

- The Fund is projected to use up all accumulated resources by the end of FY 2021/22

Other Funds Budget Highlights

Development Impact Fees – General Facilities Fund:

- ✓ All available funds are expected to be committed to projects during the two-year period.

Facility Replacement Fund:

- ✓ Most of available funds are expected to be committed to projects during the two-year period.

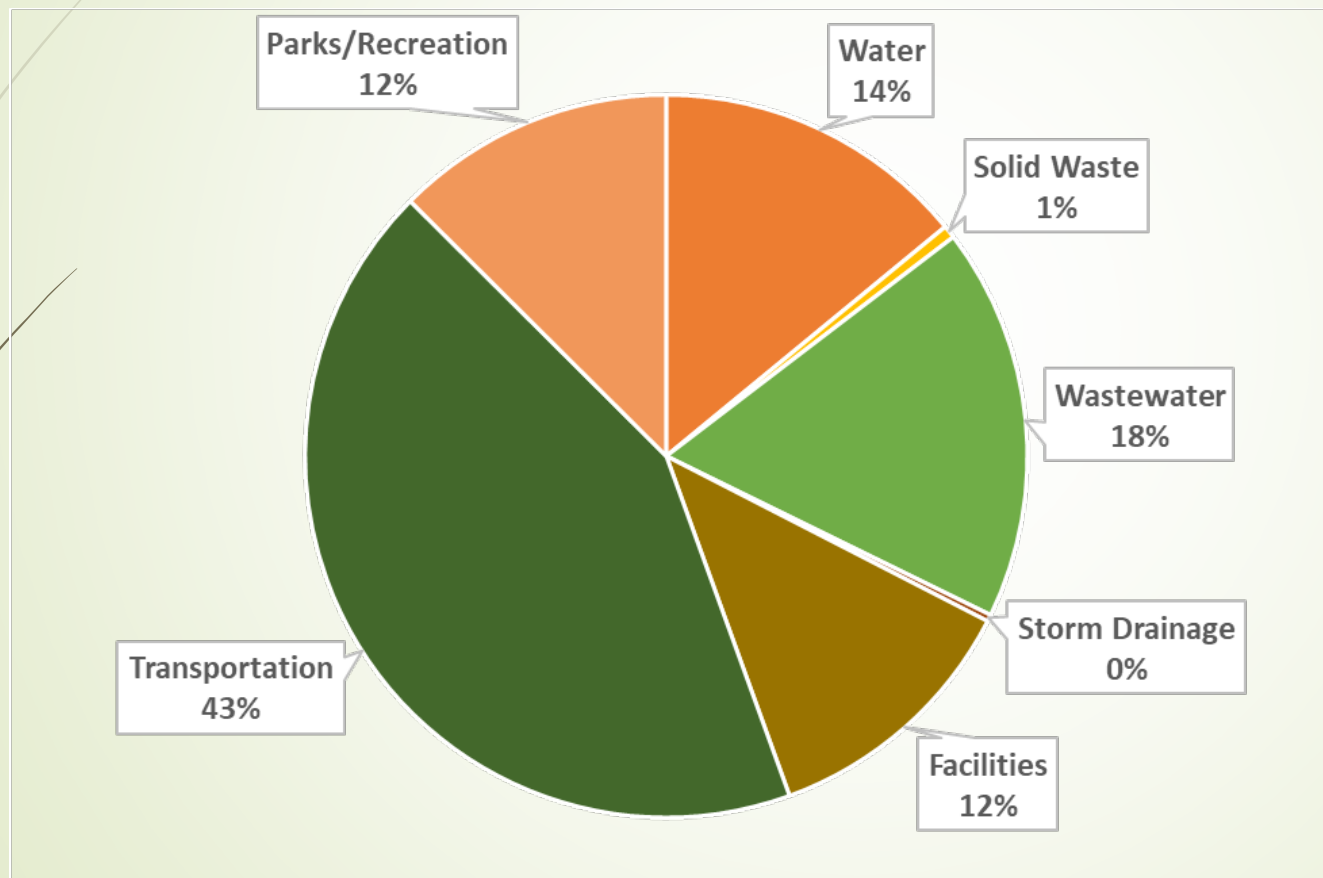
Other Funds Budget Highlights

Enterprise Funds project revenue increase:

- ✓ Water Fund – \$2.3 million and \$1.3 million
- ✓ Wastewater Fund - \$0.1 million and \$0.7 million
- ✓ Solid Waste Fund* - \$1.2 million and \$1.5 million
- ✓ Storm Drainage – No increases budgeted (awaiting outcome of the ballot process)

Note: Solid Waste Fund rate increase scheduled for July 1, 2020 was postponed to alleviate the impact on residents and businesses affected by the pandemic.

FY 2021/23 Capital Improvement Program (\$54.2 million in new funding)



Water	\$	7,612,900
Solid Waste		312,000
Wastewater		9,544,300
Storm Drainage		165,200
Facilities		6,450,246
Transportation		23,300,800
Parks/Recreation		6,793,100
	\$	<u>54,178,546</u>

FY 2021/23 Capital Improvement Projects

- ✓ \$11,691,000 Transportation Infrastructure Rehabilitation
- ✓ \$4,154,300 Anderson Road Improvements
- ✓ \$2,391,800 H Street at Davis Little League
- ✓ \$2,139,700 City Facilities Roofing & HVAC
- ✓ \$1,658,900 Mace Blvd. Corridor
- ✓ \$1,635,400 WWTP Access Road Repair
- ✓ \$4,306,800 Replacement of 8th Street Water Tank
- ✓ \$3,000,000 Sanitary Sewer Line Rehabilitation
- ✓ \$2,000,000 Water Main Rehabilitation
- ✓ \$2,183,400 WWTP Biofilter Installation

Next Steps

- ✓ May 27th - Presentation to Finance and Budget Commission
- ✓ June 1ST – City Council Budget Workshop
- ✓ June 22nd – City Council Budget Adoption

Follow Up from Reimaging Public Safety – Funded

Recommendation	Budget Status
Engage professional researcher(s) to undertake RIPA analysis	\$50,000 included (contract and scope TBD)
Funding for education reimbursement	\$30,000 included
Funding for City Manager to complete community survey	\$40,000 (shift of existing funding)
Shift homeless services from Police Department to City Manager's Office	Cost neutral but shift included in budget (reporting relationships under review with org structure)
Public Safety Analyst/Management Analyst to review public safety data	\$30,000 included in budget to upgrade existing vacant position (reporting relationship under review with org structure)
Transparency portal (from April 6 Council discussion)	\$25,000 included

Follow Up from Reimagining Public Safety – Under Review

Recommendation	Budget Status
Fund new management level position and expand services related to housing, homelessness and youth diversion	Under review by Council subcommittee
Determine whether City services currently assigned to Police Department should be assigned to other City departments	Under review by Council Subcommittee
Engage professional consultant to create plan to engage community and marginalized communities to build trust	Costs to be determined
Support Crisis Now model	Under review by Council & Subcommittee (presentation to Council on 5/18). Costs to be determined