



Garden Grove Housing Authority

Fiscal Year 2016-17
Proposed Budget

June 28, 2016



Garden Grove Housing Authority

- FY 2016-17 Budget – Objectives/Highlights
 - Federally Funded Through The Department of Housing and Urban Development (HUD)
 - Rental Subsidies To 2,337 Low-Income Families
 - Outreach Activities to Tenants, Landlords, and Others
 - Conduct Initial and Planned Annual Inspections
 - Continue Family Self-Sufficiency Program
 - Monitor and Maintain Owned Civic Center Properties
 - Monitor Former Agency Affordable Housing Agreements



FY 2016-17 Proposed Budget Housing Authority

Sources	(In Thousands)
Beginning Balance	\$ 400
Civic Center Properties	764
Housing Allocation	31,613
Total Resources	\$ 32,777
Expenditures	
Voucher Program	(31,085)
Family Self Sufficiency Program	(117)
Property Management	(287)
City Administration	(411)
Total Expenditures	\$ (31,900)
Balance	877



END

QUESTIONS



GG Successor Agency

Fiscal Year 2016-17
Proposed Budget

June 28, 2016



Garden Grove Successor Agency

- FY 2016-17 Budget Objectives/Highlights
 - Balanced Budget
 - Manage and Pay Recognized Obligation Payment Schedule (ROPS) obligations as Approved
 - Complete and File Future Recognized Obligation Payment Schedules (ROPS)
 - Continue Implementation of Approved DDA Projects
 - Brookhurst Triangle
 - Great Wolf Hotel Expansion
 - Site B2
 - Site C (City Project)



FY 16-17 Proposed Budget Garden Grove Successor Agency

(In thousands)		Proposed Budget
Sources		
Beginning Balance		0
Projected Revenue		20,010
Total Funds Available		20,010
Uses		
Operations and Overhead		(477)
Recognized Obligation Payments(ROPs)		(19,533)
Total Uses of Funds		(20,010)
Balance		0



END

QUESTIONS



Garden Grove Sanitary District

Fiscal Year 2016-17
Proposed Budget

June 28, 2016



Garden Grove Sanitary District

SEWER/SOLID WASTE

- FY 2016-17 Budget Highlights
 - Balanced Budget
 - Continue Planned Sewer Capital Program (Capacity/Structural)
 - Continue Manhole Inspection and Replacement Program
 - Continue Fats, Oils, and Grease Control Education and Enforcement
 - Continue AB 939 Waste Diversion Efforts



FY 2016-17 Proposed Budget

SEWER FUNDS

	(In Thousands)	Proposed Budget
Sources		
	Beginning Balance	25,000
	Bond Proceeds	-
	Projected Revenue	9,500
	Total Funds Available	34,500
Uses		
	Operations and Maintenance	(4,435)
	Contractual Services	(1,285)
	Debt Service	(1,464)
	Capital Depr./Replacement	(1,850)
	Capital Improvements	(5,000)
	Total Uses of Funds	(14,034)
	Balance (For Future Capital Work)	20,466



FY 2016-17 Proposed Budget SOLID WASTE FUNDS

	Proposed Budget
(In Thousands)	
Sources	
Beginning Balance	\$ 134
Projected Revenue (City Collections)	2,299
Total Funds Available	2,433
Uses	
Operations and Maintenance	(1,236)
Contributions to Reserves	(200)
Contractual Services	(525)
Total Uses of Funds	(1,961)
Balance	\$ 472



END

QUESTIONS



FY 2016-17 Proposed Budget Other Funds

Grant Funds



Grant Funds

- Calhome Reuse
- Community Development Block Grant (CDBG)
- HOME Investment Partnerships (HOME)
- Emergency Solutions Grants (ESG)
- Justice Assistance Grant
- POST Reimbursements
- State Grants
- Families And Communities Together (FACT)
- Public Safety/Proposition 172
- Air Quality Improvement (AQMD AB2766)
- California Department of Conservation
- Cal Integrated Waste Management Board (CIWMB)
- Used Oil
- Federal Park Grants
- Measure M-2 and Measure M Regional



FY 2016-17 Proposed Budget

Grant Funds

(In Thousands)		Proposed Budget
Sources		
Beginning Balance		\$ 323
Projected Receipts		7,295
Total Funds Available		7,618
Uses		
Operational Grants		(4,625)
Capital Grants Projects		(2,739)
Total Uses of Funds		(7,364)
Balance		\$ 254



END

QUESTIONS



FY 2016-17 Proposed Budget

Water Supply Funds



Garden Grove

Water Supply Program

- FY 2016-17 Budget Highlights
 - Balanced Budget
 - Review and Update Water Rates, and Develop a Sustainable Water Enterprise Financial Plan
 - Continue the Implementation of the Water Master Plan
 - Execute Approved Capital Improvement and Replacement Projects



FY 2016-17 Proposed Budget Water Supply Program

Sources		(In Thousands)
	Beginning Balance	\$ 9,382
	Projected Revenue	26,800
	Total Funds Available	36,182
Uses		
	Operations & Maintenance	(11,640)
	Purchased Water	(14,290)
	Debt Service	(2,665)
	Capital Replacement	(3,150)
	Street Repair Charge	(1,550)
	Capital Improvements	(1,000)
	Total Uses of Funds	(34,295)
	Balance	\$ 1,887



END

QUESTIONS



FY 2016-17 Proposed Budget Other Funds

Special Assessment Funds



Special Assessment Funds

Special Assessment Funds Include:

- Street Lighting
- Parking District (Maintenance & Acquisition)
- Main Street Assessment District
- Garden Grove Tourism Improvement District
- Park Maintenance Assessment District



FY 2016-17 Proposed Budget Special Assessment Funds

(In Thousands)	Proposed Budget
Beginning Balance	\$ 70
Transfer Out	(813)
FY 2016-17 Assessments	5,439
Total Funds Available	4,696
Projected Expenses	
Operations and Maintenance	(4,641)
Balance	\$ 55



END

QUESTIONS

Community Vision Implementation



6/28/2016

Finance Department



GARDEN GROVE

Garden Grove Financial Profile

- Full Service City
 - Police, Fire, Utilities (Water, Sewer, Solid Waste) Community Services, Community Development, Housing, Support Services, Successor Agency
 - 632 Full time Employees, 231 Part Time Employees (FY 2015-16)
 - One Police Station, Seven Fire Stations

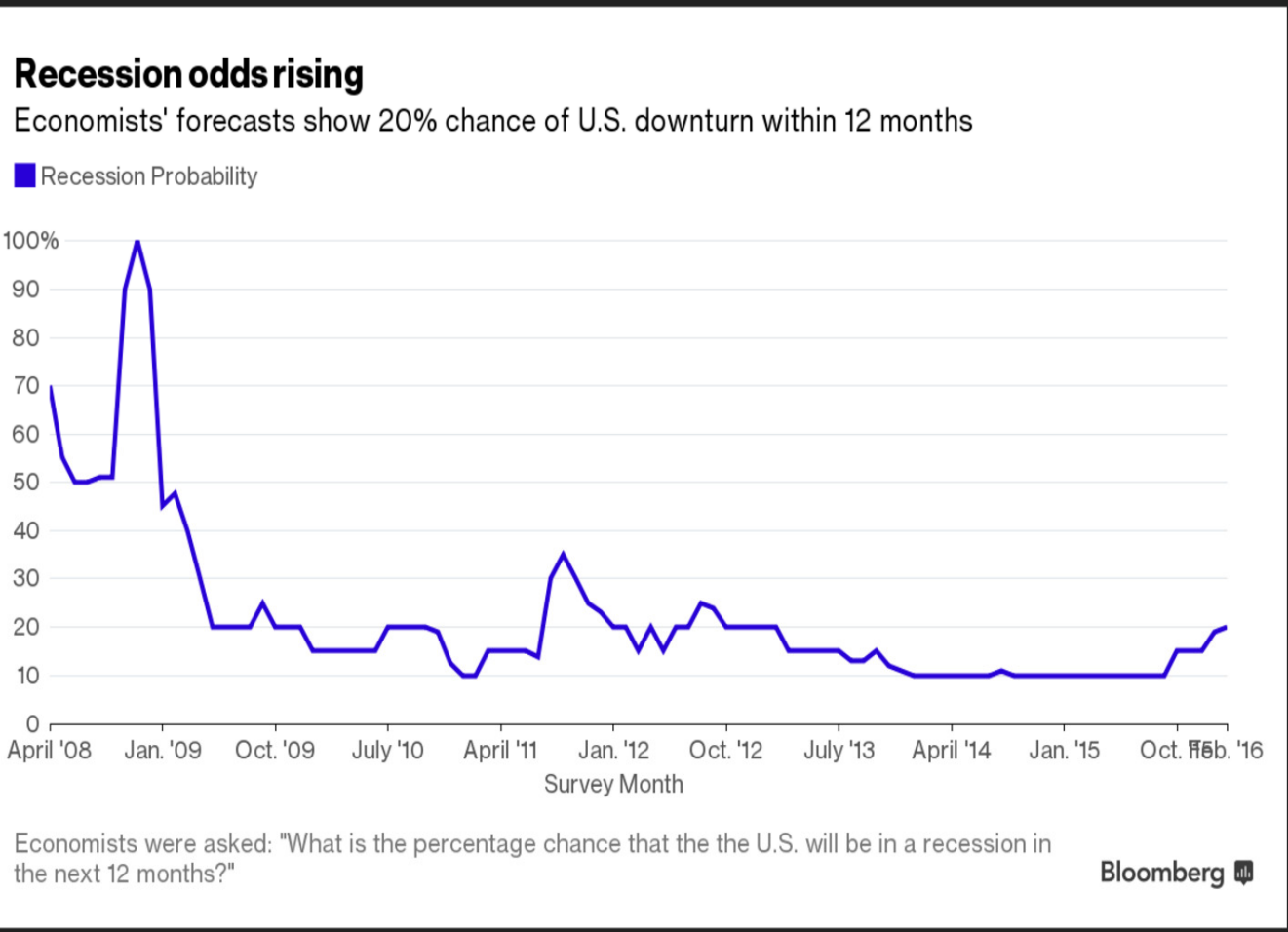
- Demographics (2015)
 - Population 174,774
 - Income Per Capita - \$28,307
 - Unemployment Rate - 4.2% (6.5% same time last year)

- Location
 - Central Orange County



City of Garden Grove

- Context
 - Current and Projected Economic Environment
 - Slowing job market (Non-Farm Payroll in May 2016 increased to 38,000 versus market expectation of 160,000)
 - Unemployment rate - 4.7%/Labor Participation Rate - 62.2%
 - Strong Dollar Versus Tourism
 - Inflation Expectation Changing
 - Sluggish but Steady Economic Growth Vs Recession Expectations
 - Federal and State Issues
 - HUD Allocation, Agency (DOF), Gas Tax, etc.
 - Legislation, Initiatives, Election
 - City Specific Issues
 - Economic Development, Districting, Community Issues, Fiscal Outlook, etc.





Garden Grove Financial Profile

- Budget
 - Citywide Operational Budget
 - FY2016-17 Proposed Operational Budget - \$218.1 Million
 - FY2015-16 Adopted Budget - \$209.09 Million
 - Citywide Capital Budget
 - FY2016-17 Proposed Capital Budget - \$18.7 Million
 - FY2015-16 Adopted Capital budget - \$ 17.84 Million
- Top Employers
 - (Healthcare, Industrial, Hotels, Big Box stores, etc.)
- Credit Rating
 - A with Positive Outlook (Standards & Poors)



City of Garden Grove FY 16-17 Operating Budgets

- **Enterprise Funds**
 - Housing Authority
 - Sewer
 - Solid Waste
 - Water Supply

- **Garden Grove Successor Agency**

- **Grant Funds**
 - CDBG, Home, Public Safety Grants, etc.

- **Special Assessment Funds**
 - Lighting, Parking, Main Street, Tourism, Districts, etc.

- **Basic Services Funds**
 - General Purpose Fund, Self Supporting Recreation and Operating Gas Tax Fund

Basic Services Funds

General Purpose Fund

Operational Gas Tax

Self Supporting Recreation Fund



GARDEN GROVE

Garden Grove Synopsis

- Challenges/Issues
 - Revenue Outlook
 - Expenditure Growth/Cost Containment Issues
 - Service Level Expectations Versus Affordability
- Solutions/Strategies
 - Budget Optimization/Cost Containment
 - Economic Base/Revenue Growth
 - Economic Development
 - Business Retention
 - Neighborhood Revitalization
 - Revenue Recovery
 - New Revenue Sources
 - Bridge Gap (Structural Deficit) Short Term



Garden Grove Financial Profile

GARDEN GROVE

- Sources of Funds
 - **Taxes**
 - Principal General Fund Revenue Sources
 - Hotel Tax (resort hotels)
 - TOT Rate – 17% (City – 14.5%, TID – 2.5%)
 - Sales Tax –
 - » Top Producers (Auto Dealers, Gas Stations, Bulk Stores, Fast Food)
 - » City Tax rate = 8% (City Share of Sales Tax = 1%)
 - Property Tax
 - » Property Tax – (1% plus up to 2% annual Adjustment)
 - Motor Vehicle Tax
 - » Vehicle License Fees
 - **Fees**
 - Impact Fees
 - Franchise Fees
 - User Service Fees
 - **Grants and Subventions**



Year to Date Revenue Collections

	10 MO. ACTUAL YTD FY2014-15 4/30/2015	FY 2014-15 (Budget)	Year End 2014-15 (Actual)	10 MO. ACTUAL YTD FY2015-16 4/30/2016	FY 2015-16 (Budget)	Actual to Budget FY 2015-16
BASIC CITY REVENUE FUNDS						
General Purpose Fund						
Sales Tax	\$ 11,720	\$ 20,550	\$ 19,251	\$ 11,597	\$ 20,500	56.6%
Property Tax						
-General	12,938	13,500	13,657	14,535	13,800	105.3%
-Paramedics	7,656	8,300	8,527	8,934	8,600	103.9%
Property Transfer Tax	333	400	456	458	480	95.4%
Motor Vehicle Tax	7,314	14,300	14,410	7,486	15,000	49.9%
Franchises	2,152	2,400	2,533	2,242	2,400	93.4%
Bldg. Permits & Other Fees	1,754	1,650	2,035	2,041	2,200	92.8%
Deferred Municipal Support	2,323	2,788	2,788	2,856	3,428	83.3%
Transient Occupancy Tax	12,721	16,500	17,217	15,004	19,000	79.0%
Business Tax	2,020	2,300	2,416	2,096	2,400	87.3%
Other Income	1,943	2,815	3,266	2,671	2,815	94.9%
Traffic Fines	584	1,000	781	424	1,000	42.4%
Parking Fines	911	850	994	836	1,010	82.8%
Interest	82	200	264	41	200	20.5%
Grant OH Support	44	52	38	33	39	84.6%
Street Repair/Loan Payback	1,708	2,050	2,050	1,708	2,050	83.3%
Sports Facility Income	83	100	97	77	100	77.0%
Land Sales	0	0	0	2,774	2,000	N/A
GGTID Admin	30	0	0	0	0	N/A
Total General Purpose Funds	66,316	89,755	90,780	75,813	97,022	78.1%



**Basic City Revenue Funds Estimates
FY 2013-14 Through FY 2020-21**

Assumes No Change In Revenue Authority - Adjusted June 3, 2016

	2013-14 Actual (000)	2014-15 (Actual) (000)	2015-16 (Budget) (000)	2015-16 (Revised) (000)	2016-17 (Estimate) (000)
BASIC CITY REVENUE FUNDS					
General Purpose Fund					
Sales Tax	\$ 20,285	\$ 19,251	\$ 20,500	\$ 20,500	\$ 22,000
Property Tax					
- General	12,933	13,657	13,800	14,200	14,500
- Paramedic	8,048	8,527	8,600	8,700	8,800
Property Transfer Tax	461	456	480	500	480
Motor Vehicle Tax	13,903	14,410	15,000	15,000	15,100
Franchises	2,484	2,533	2,400	2,400	2,400
Bldg. Permits & Other Fees	2,311	2,035	2,200	2,200	2,200
Deferred Municipal Support	2,841	2,788	3,428	3,428	3,728
Transient Occupancy Tax	16,443	17,217	19,000	19,500	23,500
Business Tax	2,319	2,416	2,400	2,400	2,400
Other Income	2,791	3,266	2,815	2,815	2,815
Traffic Fines	975	781	1,000	800	800
Parking Fines	900	994	1,010	1,010	1,010
Reimbursement Agreement	0	0	0	0	0
Interest	340	264	200	200	200
Grant OH Support	40	38	39	39	50
Street Repair/Loan Payback	1,850	2,050	2,050	2,050	2,050
Sports Facility Income	98	97	100	100	100
Animal Control				N/A	200
GG TID Admin	111	0	0	0	0
Total General Purpose	89,133	\$ 90,780	\$ 95,022	\$ 95,842	\$ 102,333
Gas Tax	1,673	2,030	1,700	1,700	2,000
Self-Supporting Recreation	688	785	675	500	675
Total Basic Services	\$ 91,494	\$ 93,595	\$ 97,397	\$ 98,042	\$ 105,008
Land Sales	1,307	0	2,000	1,734	0
Total Basic Funds	\$ 92,801	\$ 93,595	\$ 99,397	\$ 99,776	\$ 105,008



Basic City Revenue Funds Estimates

FY 2013-14 Through FY 2020-21

Assumes No Change In Revenue Authority - Adjusted June 3, 2016

	2013-14	2014-15	2015-16	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
	Actual	(Actual)	(Budget)	(Revised)	(Estimate)	(Estimate)	(Estimate)	(Estimate)	(Estimate)
BASIC CITY REVENUE FUNDS	(000)	(000)	(000)	(000)	(000)	(000)	(000)	(000)	(000)
General Purpose Fund									
Sales Tax	\$ 20,285	\$ 19,251	\$ 20,500	\$ 20,500	\$ 22,000	\$ 22,500	\$ 23,063	\$ 23,639	\$ 24,230
Property Tax									
- General	12,933	13,657	13,800	14,200	14,500	14,800	15,096	15,398	15,706
- Paramedic	8,048	8,527	8,600	8,700	8,800	8,976	9,156	9,339	9,525
Property Transfer Tax	461	456	480	500	480	480	500	500	500
Motor Vehicle Tax	13,903	14,410	15,000	15,000	15,100	15,200	15,580	15,970	16,369
Franchises	2,484	2,533	2,400	2,400	2,400	2,500	2,500	2,500	2,500
Bldg. Permits & Other Fees	2,311	2,035	2,200	2,200	2,200	2,200	2,200	2,200	2,200
Deferred Municipal Support	2,841	2,788	3,428	3,428	3,728	3,728	3,728	3,660	3,660
Transient Occupancy Tax	16,443	17,217	19,000	19,500	23,500	25,000	27,000	28,080	29,203
Business Tax	2,319	2,416	2,400	2,400	2,400	2,400	2,400	2,400	2,400
Other Income	2,791	3,266	2,815	2,815	2,815	2,815	3,000	3,000	3,000
Traffic Fines	975	781	1,000	800	800	800	800	800	800
Parking Fines	900	994	1,010	1,010	1,010	1,010	1,000	1,000	1,000
Reimbursement Agreement	0	0	0	0	0	0	0	0	0
Interest	340	264	200	200	200	300	300	300	500
Grant OH Support	40	38	39	39	50	50	50	40	40
Street Repair/Loan Payback	1,850	2,050	2,050	2,050	2,050	2,050	2,050	2,050	2,050
Sports Facility Income	98	97	100	100	100	100	100	100	100
Animal Control				N/A	200	400	400		
GGTID Admin	111	0	0	0	0	0	0	0	0
Total General Purpose	89,133	\$ 90,780	\$ 95,022	\$ 95,842	\$ 102,333	\$ 105,309	\$ 108,922	\$ 110,975	\$ 113,783
Gas Tax	1,673	2,030	1,700	1,700	2,000	2,000	2,000	2,000	2,000
Self-Supporting Recreation	688	785	675	500	675	675	675	675	675
Total Basic Services	\$ 91,494	\$ 93,595	\$ 97,397	\$ 98,042	\$ 105,008	\$ 107,984	\$ 111,597	\$ 113,650	\$ 116,458
Land Sales	1,307	0	2,000	1,734	0	0	0	0	0
Total Basic Funds	\$ 92,801	\$ 93,595	\$ 99,397	\$ 99,776	\$ 105,008	\$ 107,984	\$ 111,597	\$ 113,650	\$ 116,458



Garden Grove Financial Profile

GARDEN GROVE

- **Uses of Funds**

- **Public Safety**

- Police
- Fire Protection and Paramedic Response

- **Public Works**

- Streets – Traffic Safety/Public Right of Way
- Community Buildings/Infrastructure
- Parks/Greenbelts

- **Community Services**

- Parks and Recreation Services

- **Community Planning and Development**

- **Municipal Support Operations**



FY16-17 Basic Proposed Budget

- FY16-17 Proposed Budget Includes:
 - Base Load Budget Includes:
 - Contractual COLA/Inflation Adjustments
 - PERS Contribution Adjustment
 - Adjustment For Negotiation Labor Contracts
 - Catch Up Budget
 - Continue to Restore Service Capacity
 - Supplemental Requests
 - Mandates
 - Changes (Service Augmentation)
 - Structural Deficit Persists – (Short Term ???)



							Proposed Budget	
							In Thousands	
Projected Fund Balance FY 2015-16								\$ -
General Purpose Revenue							\$ 102,333	
Gas Tax							2,000	
Self-Supporting Recreation							675	
Basic Services Revenues								105,008
Transfers (Risk Management)								100
Total Resources								105,108
Base Expenditure Budget							(106,329)	(106,329)
Balance/(Structural Deficit)								\$ (1,221)



**FISCAL YEAR 2016-17
PROPOSED BASIC BUDGET
(Funds 111, 060, 118)**

		In Thousands	
Balance/(Structural Deficit)			\$ (1,221)
FY 16-17 Budget Requests			
Add Operating Factors			
	Equipment/Automation	(10)	
	GG Cable Support	(438)	(448)
Add Supplemental Opr.			
	Street Lighting Subsidy	(413)	
	CDBG Subsidy	(123)	
	Park Maintenance	(198)	
	Concrete Replacement	(234)	
	Economic Development	(250)	
	Mandates	(253)	
	Other Budget Requests/Changes	(1,138)	(2,609)
Updated Balance/(Deficit)			(4,279)



FISCAL YEAR 2016-17									
PROPOSED BASIC BUDGET									
(Funds 111, 060, 118)									
6/08/2016									
Proposed Budget									
In Thousands									
Updated Balance/(Deficit)									
(4,279)									
<u>BALANCING MEASURES</u>									
Land Sale									
900									
Exp. Reduction (Public Safety 3% PERS Offset)									
900									
Development Agreement Fee Fund									
640									
Property Tax Lawsuit Reserve									
500									
Draw From Workers Comp Fund									
1,400									
Projected Year End BALANCE(DEFICIT)									
\$ 61									



FY 2016-17 PROPOSED BASIC BUDGET (\$000's)

		Proposed Budget	
		In Thousands	
Projected Fund Balance FY 2015-16		\$	-
Total Resources Revenues and Transfers)			105,108
Base Expenditure Budget		(106,329)	(106,329)
Balance/(Structural Deficit)			\$ (1,221)
FY 16-17 Budget Approved Requests			
Add Operating Factors			
	Equipment/Automation	(10)	
	GG Cable Support	(438)	(448)
Add Supplemental Opr.			
	Street Lighting Subsidy	(413)	
	CDBG Subsidy	(123)	
	Park Maintenance	(198)	
	Concrete Replacement	(234)	
	Economic Development	(250)	
	Mandates	(253)	
	Other Budget Requests/Changes	(1,138)	(2,609)
Updated Balance/(Deficit)			(4,279)
<u>BALANCING MEASURES</u>			
	Land Sale		900
	Exp. Reduction (Public Safety 3% PERS Offset)		900
	Development Agreement Fee Fund		640
	Property Tax Lawsuit Reserve		500
	Draw From Workers Comp Fund		1,400
Projected Year End BALANCE(DEFICIT)		\$	61

\$3,057

One time Sources
\$4,340



FY16-17 Proposed Basic Budget

FISCAL YEAR 2016-17	
MANDATES	
General Fund	
ITEM	COST
Funding for Two Additional Council Members	\$ 26,984 ▼
2016 Elections	133,900 ▼
Credit Card and E-payment Merchant Fees Increase	26,400 ▼
Affordable Care Act Reporting Contract	16,350 ▼
Increase in Metro Net Fire Dispatch Services	35,409
Increase North Net Fire Training	13,982
Total Mandates	\$ 253,025



FY16-17 Proposed Basic Budget

GARDEN GROVE

	FISCAL YEAR 2016-17	
	<u>Changes</u>	
City Manager Office		
Delete Public Safety Administrative Officer	\$ (183,951)	
Add Administrative Analyst	86,000	(97,951)
Information Technology		
Increase Internet bandwidth	34,092	
ITIL and CISSP Training	5,539	39,631
Community Services		
Translation and Bilingual Services	7,500	
Garden Grove Open Street	60,000	
Parks Master Plan	50,000	117,500
Fire Department		
Upgrade 3 Firefighters to Firefighter/Paramedic	34,622	
Delete 6 Part Time Interns	(24,906)	
Add Part Time Fire Prevention Technician (936 HRs)	25,249	34,965
Police Department		
40 Tablets - CAD/RMS System	28,000	
CAD/RMS Tablet Deployment Software Ongoing Annual Cost	55,000	
Add 5 Police Officer Positions	904,427	
Tuition and Training	20,000	1,007,427
Community Development		
SCAG Annual Membership Fee	17,000	
Delete Building Inspector (R264)	(113,681)	
Add Permit Technician	87,875	
Add Senior Building Inspector	137,400	
Delete Building Inspector (R038)	(132,267)	
Add Contractual Services RE: Lighting/Electrical Civic CTR	40,000	36,327
Total Changes	\$ 1,137,899	1,137,899



GARDEN GROVE

FY16-17 Proposed Basic Budget

Description	Funds 060, 111, 118			FY15/16 Vs FY16/17 Difference (+ -)
	FY 2014-15 Budget	FY 2015-16 Budget	FY 2016-17 Proposed Budget	
Salaries/Benefits	66,810,666	67,690,096	72,262,605	4,572,509
Part Time	2,794,627	2,789,586	2,840,382	50,796
Temp/Seasonal	749,228	861,660	870,302	8,642
Overtime-E	5,415,557	5,372,651	5,670,450	297,799
Other Payments	63,126	187,726	50,754	(136,972)
Salaries and benefits	75,833,204	76,901,719	81,694,493	4,792,774
Contractual Services	10,736,666	10,962,542	10,986,702	24,160
Dues/membership	92,662	108,562	126,506	17,944
Registration Fees	41,252	46,492	48,512	2,020
Tuition/Training	107,185	112,185	147,814	35,629
Contractual/Admin Exp	10,977,765	11,229,781	11,309,534	79,753
Commodities	2,020,507	2,130,487	2,198,959	68,472
Books/Subs/Casset	155,681	158,281	149,238	(9,043)
Monitored Minor Equipment	7,719	139,586	50,770	(88,816)
BDGT Monitored Equipment	-	79,000	30,945	(48,055)
Materials/Supplies	2,183,907	2,507,354	2,429,912	(77,442)
Telephone	502,949	507,203	511,020	3,817
Equipment Pool Rental	6,049,680	6,087,806	6,454,461	366,655
Eq Pool Maint	10,000	10,000	10,000	-
Stores Non-Stock	39,918	43,482	41,698	(1,784)
Info Systems	1,687,452	1,723,002	1,880,345	157,343
Insur-Liab/Prop	1,062,686	1,062,686	1,059,655	(3,031)
Interest Costs	974,540	946,166	1,108,989	162,823
Tax Rebate	32,000	32,000	135,000	103,000
Long Term Debt	830,676	866,934	550,055	(316,879)
Other Loans/Bond Fees	-	-	773,240	773,240
Admin Service Charge	62,800	77,100	79,400	2,300
Graffiti Reward	5,000	5,000	5,000	-
IS Funds/Debt Service	11,257,701	11,361,379	12,608,863	1,247,484
Furn/Mach/Equip Repl	-	10,000	40,000	30,000
Capital Outlay	674,400	903,468	614,300	(289,168)
Equip/Capital Outlay	674,400	913,468	654,300	(259,168)
Transfers	-	761,000	688,000	(73,000)
Total Basic Budget	100,926,977	103,674,701	109,385,102	5,710,401

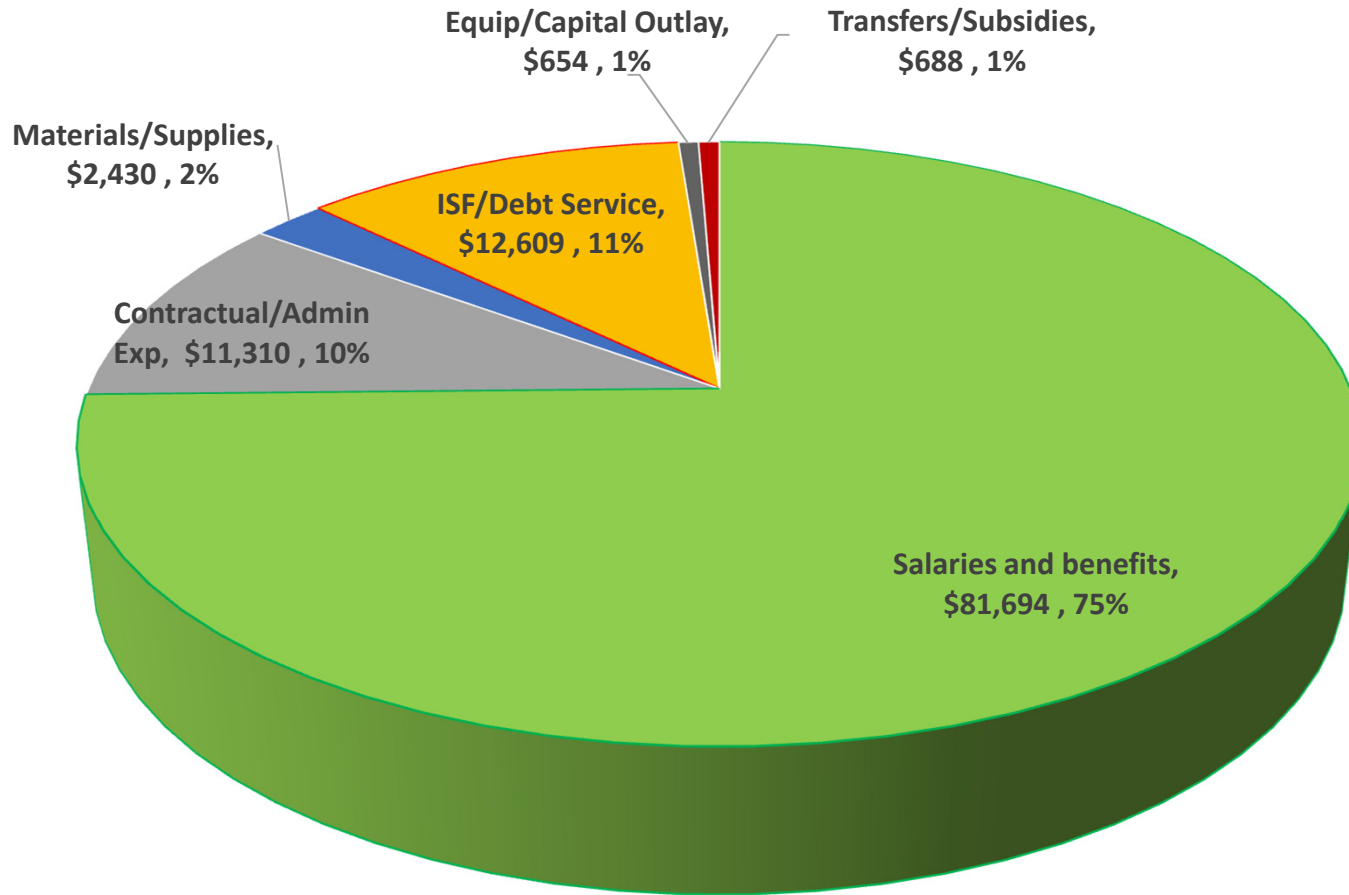


Basic Services Budget By Object Chart

	Funds 060, 111, 118						
	FY 2014-15		FY 2015-16		FY 2016-17		FY15-16 Vs FY16-17
<u>Description</u>	<u>Budget</u>	<u>%</u>	<u>Budget</u>	<u>%</u>	<u>Proposed Budget</u>	<u>%</u>	<u>Difference</u>
							<u>(+ -)</u>
Salaries and benefits	75,833,204	75.14%	\$ 76,901,719	74.18%	\$ 81,694,493	74.69%	\$ 4,792,774
							-
Contractual/Admin Exp	10,977,765	10.88%	11,229,781	10.83%	11,309,534	10.34%	79,753
							-
Materials/Supplies	2,183,907	2.16%	2,507,354	2.42%	2,429,912	2.22%	(77,442)
							-
Debt Service/IS Funds	11,257,701	11.15%	11,361,379	10.96%	12,608,863	11.53%	1,247,484
							-
Equip/Capital Outlay	674,400	0.67%	913,468	0.88%	654,300	0.60%	(259,168)
Transfers	-		761,000	0.73%	688,000	0.63%	(73,000)
Total Basic Services	100,926,977	100%	\$ 103,674,701	100%	\$ 109,385,102	100%	\$ 5,710,401



Proposed FY 16-17 Basic Services Operations Budget By Expenditure Object



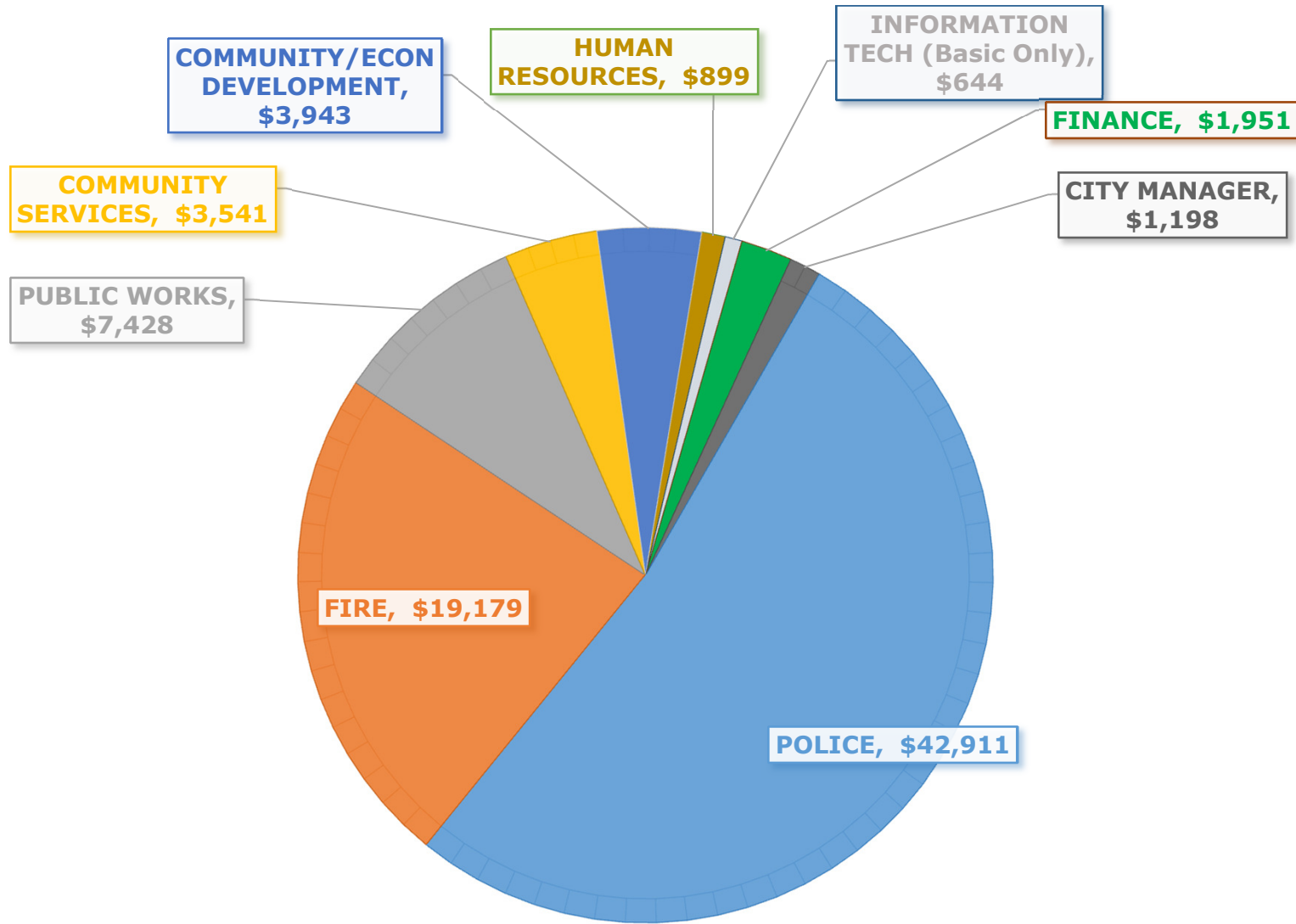


Basic Services Budget

Salary and Benefits By Department		
	Proposed Budget	
Department	FY2016-17	%
POLICE	\$ 42,911	53%
FIRE	19,179	23%
PUBLIC WORKS	7,428	9%
COMMUNITY SERVICES	3,541	4%
COMMUNITY/ECON DEVELOPMENT	3,943	5%
HUMAN RESOURCES	899	1%
INFORMATION TECH (Basic Only)	644	1%
FINANCE	1,951	2%
CITY MANAGER	1,198	1%
Total Salary and Benefits (Basic Serv)	\$ 81,694	100%



Basic Services Budget Salary and Benefits By Department



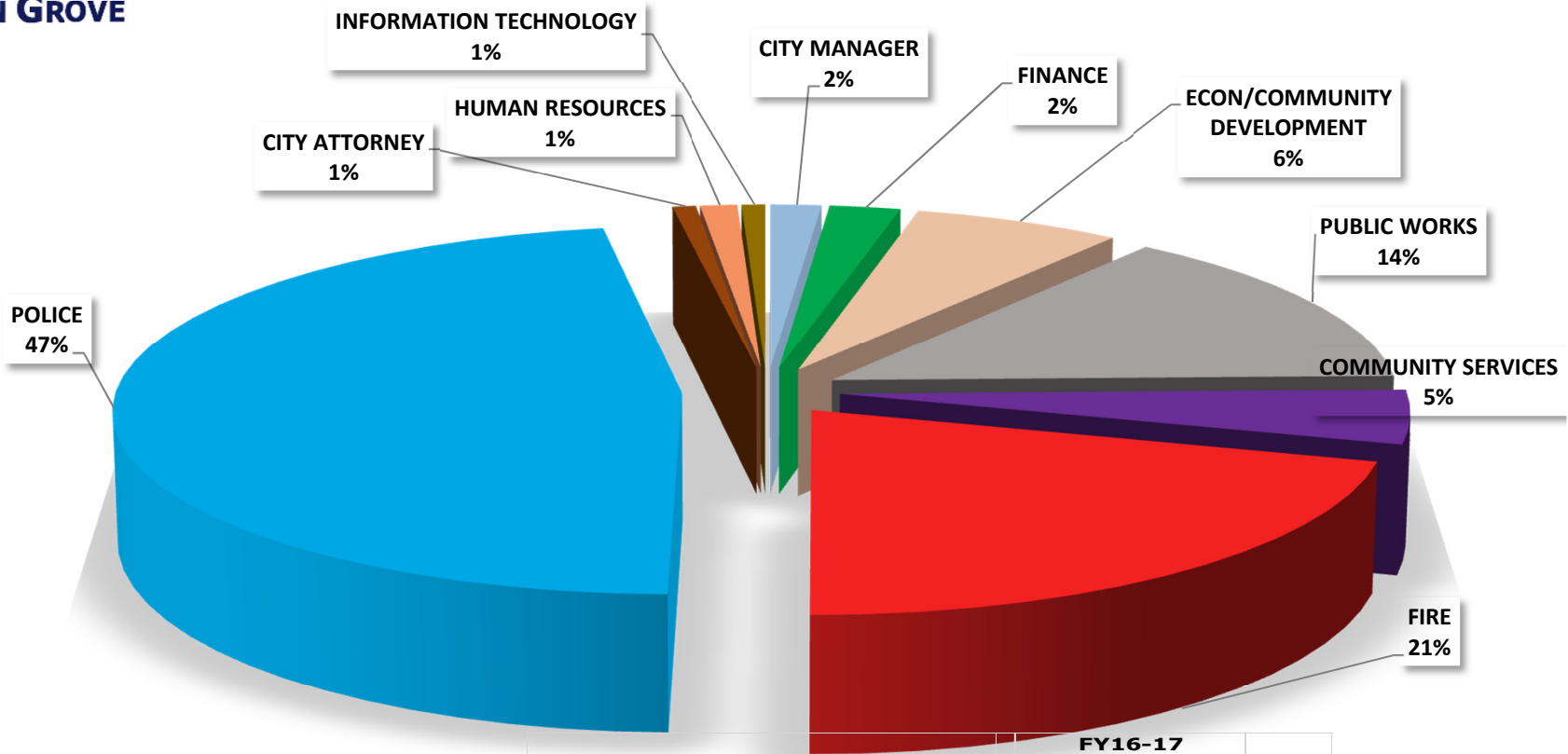


Basic Services Budget By Department

	FY15-16	FY16-17
Department	Adopted Budget	Proposed Budget
POLICE	\$ 49,736	\$ 51,830
FIRE	21,242	22,664
PUBLIC WORKS	13,926	15,549
COMMUNITY SERVICES	5,145	5,165
COMMUNITY/ECON DEVELOPMENT	4,696	7,131
HUMAN RESOURCES	1,318	1,271
INFORMATION TECH (Basic Only)	773	805
FINANCE/ECON DEVELOPMENT	4,193	2,422
CITY MANAGER	1,860	1,746
CITY ATTORNEY	786	802
Total Basic Services	\$ 103,675	\$ 109,385



Basic Services Budget By Department



Department	FY16-17	
	Proposed Budget	
POLICE	\$ 51,830	47%
FIRE	22,664	21%
PUBLIC WORKS	15,549	14%
COMMUNITY SERVICES	5,165	5%
COMMUNITY/ECON DEVELOPMENT	7,131	7%
HUMAN RESOURCES	1,271	1%
INFORMATION TECH (Basic Only)	805	1%
FINANCE	2,422	2%
CITY MANAGER	1,746	2%
CITY ATTORNEY	802	1%
Total Basic Services	\$ 109,385	100%



Summary Remarks

- FY 16-17 – Restrained/Catch-Up Budget
 - Includes Impact of Negotiated Salary Adjustments
 - Enhances Service Capacity (Public Safety)
 - Use of One-time Funds to Balance
 - Projected Year-End Basic Fund Balance > \$61 Thousand

- Other Expenditures/Commitments (~ > \$12 Million)
 - New Fire Station/Police Building Renovations
 - Police/Fire Hot Red radios/Backbone

 - **PERS** Issues and Future Impact

- Outlook for the City's Revenues:
 - Economic Recovery Continuing but Some Concerns
 - Sales Tax, Property Tax, Hotel Tax

 - Continue to Explore Revenue Growth Opportunities
 - Harbor Blvd Redevelopment Expectations – Positive
 - Major Revenue Generating Projects in the Works

- Looking Ahead
 - Eliminate Structural Deficit



END

QUESTIONS

Community Vision Implementation



6/28/2016

Finance Department