

Year-End Financial Report

Recommended Carryover Assignments
FY 2024-25 to FY 2025-26

Overview

- Summary
- General Fund Revenue
- General Fund Expenditure
- Fund Balance Summary
- Recommended Use of Balance
- Commission Input
- Next Steps
- Recommendations

Summary

- Report provides overview of unaudited General Fund balance at the close of the fiscal year (6/30/25)
- Presents assignments for Council consideration
- Step in FY 2024–25 audit process
- FY 2024–25 General Fund Summary (excluding transfers)
 - Revenue exceeded estimates (3%)
 - Expenditures below budget (2%)

Revenue

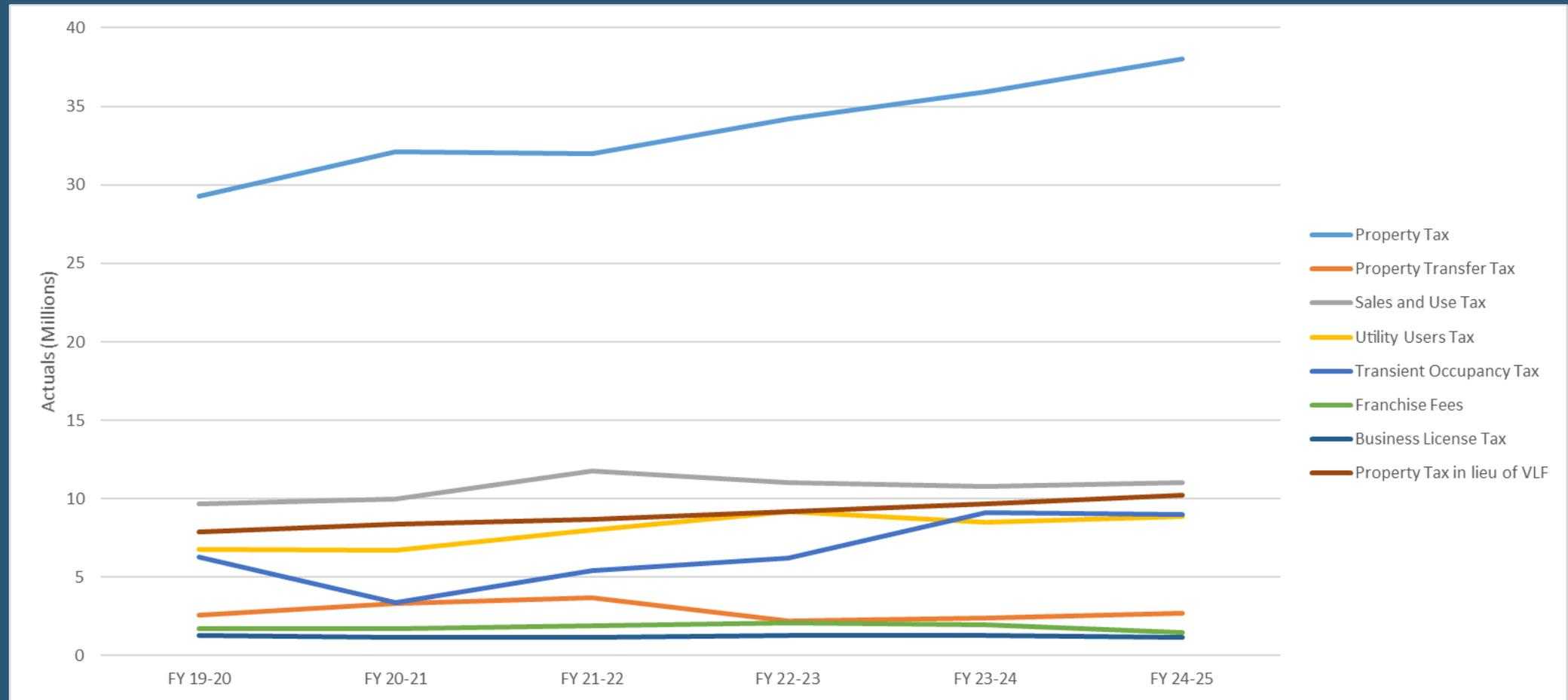
General Fund FY 2024-25 Revenue (\$ in millions)

Category	FY 24-25 Revised Budget	FY 24-25 Actuals	Over / (Under)	%
Taxes	82.2	83.6	1.4	1.7%
Licenses & Permits	2.6	3.4	0.8	31%
Intergovernmental	0.2	0.6	0.4	200%
Charges for Service	25.4	24.8	(0.6)	(2.4%)
Use of Money/ Property	3.4	5.3	1.9	56%
Fines & Forfeitures	1.5	1.7	0.2	13%
Other Revenues	2.6	2.3	(0.3)	(12%)
Total	\$117.9	\$121.7	\$3.8	3.2%
Transfers In	4.3	3.7	(0.6)	(14%)
Total with Transfers	\$122.2	\$125.4	\$3.2	2.6%

Tax Revenue

	FY 24-25 Actuals	FY 23-24 Actuals	FY 22-23 Actuals	FY 21-22 Actuals	FY 20-21 Actuals	FY 19-20 Actual
Property Tax	38.0	35.9	34.2	32	32.1	29.3
Property Transfer Tax	2.7	2.4	2.2	3.7	3.3	2.6
Sales and Use Tax	11.0	10.8	11.0	11.8	10.0	9.7
Utility Users Tax	8.9	8.5	9.2	8	6.7	6.8
Transient Occupancy Tax	9.0	9.1	6.2	5.4	3.4	6.3
Franchise Fees	1.5	2.0	2.1	1.9	1.7	1.7
Business License Tax	1.2	1.3	1.3	1.2	1.2	1.3
Property Tax in lieu of VLF	10.2	9.7	9.2	8.7	8.4	7.9
Total	\$82.5	\$79.7	\$75.4	\$72.7	\$66.8	\$65.6

Tax Revenue



Expenditure

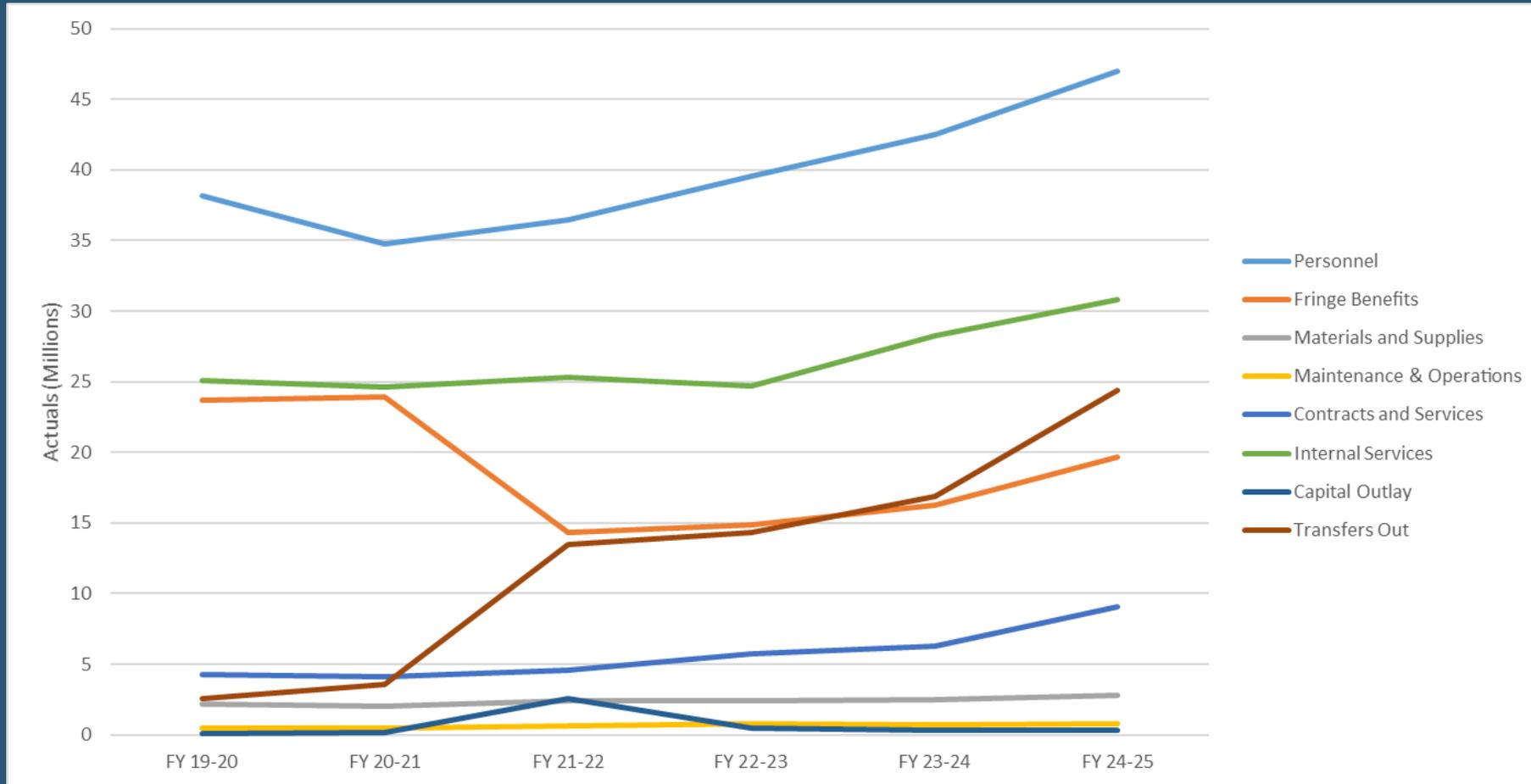
General Fund FY 2024-25 Expenditure (\$ in millions)

Category	FY 24-25 Revised Budget	FY 24-25 Actuals	(Over)/ Under	%
Personnel	46.6	47.0	(0.4)	-0.9%
Fringe Benefits	19.4	19.7	(0.3)	-1.5%
Materials and Supplies	3.4	2.8	0.6	18%
Maintenance & Operations	1.0	0.8	0.2	20%
Contracts and Services	11.4	9.1	2.3	20%
Internal Services	30.8	30.8	-	0%
Capital Outlay	0.5	0.3	0.2	40%
Total	\$113.1	\$110.5	\$2.6	2.3%
Transfers Out	22.0	24.4	(2.4)	-11%
Total including Transfers	\$135.1	\$134.9	\$0.2	0.1%

Expenditure

	FY 24-25 Actuals	FY 23-24 Actuals	FY 22-23 Actuals	FY 21-22 Actuals	FY 20-21 Actuals	FY 19-20 Actual
Personnel	47	42.5	39.6	36.5	34.8	38.2
Fringe Benefits	19.7	16.3	14.9	14.3	23.9	23.7
Materials and Supplies	2.8	2.5	2.4	2.4	2.0	2.2
Maintenance & Operations	0.8	0.7	0.8	0.6	0.5	0.5
Contracts and Services	9.1	6.3	5.7	4.6	4.1	4.3
Internal Services	30.8	28.3	24.7	25.3	24.6	25.1
Capital Outlay	0.3	0.3	0.5	2.6	0.2	0.1
Total	\$110.5	\$96.9	\$88.6	\$86.3	\$90.1	\$94.1
Transfers Out	24.4	16.9	14.3	13.5	3.6	2.6
Total	\$134.9	\$113.8	\$102.9	\$99.8	\$93.7	\$96.7

Expenditures by Category



General Fund FY 2024-25 Expenditure (\$ in millions)

Department	Revised Budget	Actuals	Delta	%
Mayor & City Council	0.9	0.7	0.2	17%
City Clerk	2.1	1.9	0.2	10%
City Treasurer	0.4	0.4	0.1	18%
City Attorney	5.5	4.9	0.6	11%
City Manager	1.4	1.1	0.2	16%
Human Resources	2.6	2.3	0.2	9%
Financial Services	6.2	5.7	0.5	8%
Police	47.7	47.0	0.7	1%
Fire	20.3	22.1	(1.8)	-9%
Public Library	4.6	4.5	0.2	3%
Community Services	8.0	7.5	0.5	6%
Community Development	4.4	4.6	(0.2)	-5%
Waterfront & Economic Development	0.2	0.2	0.0	13%
Public Works	8.2	8.2	0.0	1%
Total	\$112.6	\$111.2	\$1.4	1%

Calculation of General Fund Available Balance in accordance with GASB 54

Estimated Balance before Required Exclusions		\$16,000,000
Non-spendable Items	Prepaid Costs	(292,578)
	Notes and Loans	(12,600)
Total Non-spendable		(305,178)
Committed Items	Economic Contingency Reserve	(8,599,208)
Total Committed Items		(8,599,208)
Balance after Mandatory Designations/ Transfers		\$7,844,489
Proposed Required Assignments	Encumbrances	(1,016,725)
	Petty Cash	(8,450)
	Compensated Absences	(838,736)
Total Assignments		(1,863,911)
Remaining Available Estimated Fund Balance		\$5,231,702

Recommended Use of Balance

- Limited Department Requests (\$1.1 million)
 - One-time items linked to Council priorities, donations, capital
- Harbor Uplands Fund Support (net \$1.0 million)
 - Anticipated \$2 million transfer for capital needs
 - Offset by \$1 million transfer in from Capital Projects fund
- No additional spending pending midyear review
 - Anticipated FY 2025–26 revenue adjustments and ISF needs
 - FY 2026–27 budget preparation

Calculation of General Fund Available Balance in accordance with GASB 54

General Fund Balance after initial designations/ transfers	\$5,231,702
Department General Fund Carryover	(774,063)
Donations Carryover	(179,051)
Capital Carryover	(126,910)
Proposed Carryover	(1,080,025)
Transfer in from Capital Projects Fund- Pier Parking Structure	1,000,000
Proposed Set Aside for Harbor Uplands	(2,000,000)
Additional Adjustments	(1,000,000)
Total Proposed Adjustments	(2,080,025)
Remaining Available Estimated Fund Balance	\$3,151,678

Commission Input

- Budget & Finance Commission review 02/12/26
- Recommendations
 - Limited Department carryover
 - Replenish CalPERS Reserve Fund
 - Maintain unallocated balance for future priorities, including FY 2026–27 unfunded accrued liability

Next Steps

- 1) FY 2025–26 Midyear Budget – March 17
 - Revenue, expenditure, fund balance midyear status
 - Proposed revenue and expenditure adjustments
- 2) FY 2024–25 Annual Comprehensive Financial Report (ACFR)

Recommendations

- Receive and file the report for discussion and possible action regarding assignments of General Fund Balance for the Fiscal Year ending June 30, 2025
- Adopt by 4/5ths vote and by title only Resolution No. CC 2602-009, a Resolution of the City of Redondo Beach, California, Authorizing to Re-Budget Departmental Carryover Requests and carry over unexpended balances as of June 30, 2025 for donations, grants, and capital projects

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