

## **BLUE FOLDER ITEM**

*Blue folder items are additional back up material to administrative reports and/or public comments received after the printing and distribution of the agenda packet for receive and file.*

### **CITY COUNCIL MEETING MAY 18, 2021**

N.3 DISCUSSION AND POSSIBLE ACTION  
REGARDING THE FISCAL YEAR 2021-2022  
CITY MANAGER'S PROPOSED BUDGET AND  
FISCAL YEAR 2021-2026 CITY MANAGER'S  
PROPOSED FIVE-YEAR CAPITAL  
IMPROVEMENT PROGRAM

SET JUNE 1, 2021 AS THE DATE TO CONDUCT A  
PUBLIC HEARING ON THE BUDGET

CONTACT: MARNI RUHLAND, FINANCE DIRECTOR

PowerPoint Presentation



# Budget Overview

May 18, 2021

Proposed FY 2021-22 City Budget

Proposed FY 2021-26 CIP Budget

# **Budget Process – Establishing Funding Priorities in Accordance with the City's Core Values and Adopted Financial Principles and Strategic Plan**

## **City Council's Adopted Core Values...**

Fiscal Responsibility

Openness and Honesty

Integrity, Ethics, and Accountability

Outstanding Customer Service

Teamwork

Environmental Responsibility

Excellence



# Proposed FY 2021-22 Budget

## City Manager's Budget Message

### *Core Budget*

Personnel, Maintenance & Operations, Internal Service Funds, Capital Outlay

### *Decision Packages*

57 Decision Packages Recommended  
Represent Modifications to Core Budget

### *Budget Response Reports*

Determined by City Council Questions and Desire for Supplemental Information



# A Proposed Balanced Budget FY 2021-22

\$ 96.9	Million Core General Fund Budget (Before DPs)
\$ 58.0	Million CIP Budget
\$ 8.1	Million General Fund Reserve
423	Full Time Employees (Before DPs)
422	Full Time Employees (After DPs)
\$ 5.5	Million Deficit (Before DPs)
\$ 0	Deficit = Balanced Budget (After DPs)

# Proposed FY 2021-22 Budget Decision Packages

- 57 Recommended Decision Packages

Examples Include:

*Enhanced Response to Homelessness*

*Code Enforcement Personnel Transfer to Police Department*

*Staffing Needs*

*Equipment Purchases*

*Legal Services for Powerplant Property Matters*

*King Harbor Amenities Plan Preparation and Seaside Lagoon Concept Plan*

*Use of Federal COVID Recovery Funds*

*Use of Bond Proceeds for Reimbursement of 2021 CalPERS UAL Payment*

*Harbor Reductions*



# Proposed FY 2021-22 Budget

## Budget Response Reports

- Coming Budget Response Reports

Examples Include:

*Budget Detail*

*Commission Feedback*

*Street Improvements*

*Park Improvements*

*Vehicle and IT Equipment Replacements*

*5-Year Financial Scenarios*

- Others Desired by Mayor and City Council?



# Budget Calendar



Jan. 19 <sup>th</sup>	Budget Calendar Approved
Feb. 16 <sup>th</sup>	FY 20-21 Midyear Budget Report
May 16 <sup>th</sup>	Proposed Operating and CIP Budgets Released
May 18 <sup>th</sup>	City Council Set Public Hearing
May 27 <sup>th</sup>	Review by Budget & Finance Commission
June 1 <sup>st</sup>	FY 20-21 Budget Update
June 1 <sup>st</sup>	Public Hearing / City Council Budget Review
June 8 <sup>th</sup>	Public Hearing / City Council CIP Workshop
June 10 <sup>th</sup>	Review by Budget & Finance Commission
June 14 <sup>th</sup>	Review by Harbor Commission
June 15 <sup>th</sup>	Public Hearing / City Council Action on FY 21-22 City Annual Budget and Capital Budget



# Proposed FY 2020-21 City Budget

## Recommendation:

- Receive and File FY 2021-22 Proposed Budget and Five-Year CIP
- Set June 1<sup>st</sup> as the Date of the Public Hearing
- Provide Appropriate Direction

