City of Pacifica 2014-15 General Fund Budget



Lorie Tinfow

City Manager

and

Steven Carmichael

Interim Administrative
Services Director

May 12, 2014

2014-15 General Fund Budget

- Recommended budget of \$27.3 million
 - Increased revenues
 - Decreased / increased / adjusted expenditures
- Slightly less than revised 2013-14 Budget adopted in March
- Bridged \$1 million shortfall to balance
- General Fund Budget Summary

2014-15 General Fund Budget Summary (Attachment 1)

CITY OF PACIFICA	ATTACHMENT 1
PROPOSED 2014-15 General Fund Budget Summary	
By Consolidated Revenue Source and Department	

	2013-14	2013-14	2014-15
	ADOPTED	REVISED	PROPOSED
	BUDGET	BUDGET	BUDGET
REVENUES			
PROPERTY TAXES	\$10,445,000	\$10,786,380	\$9,335,000
SALES TAX*	\$1,483,000	\$1,483,000	\$1,976,500
OTHER TAXES*	\$5,708,000	\$5,708,000	\$5,260,000
DEPARTMENT/PROGRAM REVENUES	\$9,355,000	\$9,765,000	\$9,843,500
OTHER REVENUES	\$144,000	\$144,000	\$160,500
TRANSFERS IN	\$0	\$0	\$751,686
TOTAL GENERAL FUND SOURCE OF FUNDS	\$27,135,000	\$27,886,380	\$27,327,186
EXPENDITURES**			
GENERAL GOVT***	\$2,780,271	\$3,137,271	\$3,250,263
POLICE DEPARTMENT	\$8,753,890	\$8,883,890	\$8,907,873
FIRE DEPARTMENT	\$5,451,486	\$5,451,486	\$5,712,626
PLANNING & BUILDING	\$1,297,479	\$1,297,479	\$1,163,807
PUBLIC WORKS	\$2,444,454	\$2,444,454	\$2,410,862
PARKS, BEACHES & RECREATION	\$3,829,375	\$3,870,575	\$3,970,305
NON-DEPARTMENTAL	\$998,317	\$998,317	\$637,450
OTHER	\$1,257,000	\$1,257,000	\$1,274,000
TOTAL GENERAL FUND USE OF FUNDS	\$26,812,272	\$27,340,472	\$27,327,186
NET SURPLUS (DEFICIT)	\$322,728	\$545,908	\$0
Net surplus (deficit) as a percentage of			
General Fund expenditures:	1.20%	2.00%	

^{*}reflects movement of one revenue source from "other taxes" into "sales tax" to align with industry standards

^{**}no rounding used

^{***}includes City Council, City Manager/City Clerk, City Attorney, Finance, Human Resources, and Information Technology

Themes used in budget development

- Cost Recovery
 - Cost Allocation Plan & Fee Study
- Annual expenses < or = annual revenues</p>
 - Live within our means
- One-time money for one-time expenses
- Increase financial transparency
 - Long Term Financial Plan Assumptions
 - Final 2014-15 Budget document

General Fund Revenues

- Property tax reduced "Excess ERAF"
 - Segregate revenues outside of GF
- Fees & charges increased
 - 3% that reflects increased S&B
- Parking rates increased
- Vehicle replacement funds redirected
- Transfer in Pension Obligation Bond restructuring
- Leases

Pension Obligation Bond Restructuring (Attachment 2)

PAYMENTS - ALL FL	JNDS								
		_	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
Now									
Police			\$879,548	\$908,133	\$987,593	\$0	\$0	\$0	\$0
Fire			\$667,108	\$688,789	\$711,175	\$734,288	\$758,153	\$0	\$0
Misc		_	\$956,507	\$987,593	\$1,019,690	\$1,052,830	\$1,087,047	\$1,122,376	\$1,158,853
_	Total Annual Payments		\$2,503,163	\$2,584,515	\$2,718,458	\$1,787,118	\$1,845,200	\$1,122,376	\$1,158,853
Restructured									
Police			\$396,468	\$396,468	\$396,468	\$396,468	\$396,468	\$396,468	\$396,468
Fire			\$508,502	\$508,502	\$508,502	\$508,502	\$508,502	\$508,502	\$508,502
Misc		_	\$956,507	\$987,593	\$1,019,690	\$1,052,830	\$1,087,047	\$1,122,376	\$1,158,853
_	Total	Annual Payments	\$1,861,477	\$1,892,563	\$1,924,660	\$1,957,800	\$1,992,017	\$2,027,346	\$2,063,823
	Annual Loan/Repayment		\$641,686	\$691,952	\$793,798	(\$170,682)	(\$146,817)	(\$904,970)	(\$904,970)
Total loan/Repayment Principal				\$2,127,437				-\$2,127,437	
Total Loan	\$2,127,437	Loan Amount	\$641,686	\$1,333,639	\$2,127,437	\$1,956,756	\$1,809,939	\$904,970	\$0
Total Interest	\$87,744	1% interest	\$6,417	\$13,336	\$21,274	\$19,568	\$18,099	\$9,050	0

General Fund Expenses

- Salary & Benefits position restructuring
 - 3 position changes; 1 added (grant-funded)
- Non-departmental NGO funding
 - Library hours @ \$75k
 - Pacifica Resource Ctr @ \$83k
 - Chamber of Commerce @ \$10k
 - Pacifica Beach Coalition @ \$3k
- Various accounts one-time expenses
 - Roof repair @\$40k
 - Legal reserve @ \$100k
 - Other (Palmetto, meetings, ADA plan) @ \$90k

Budget Timeline

- Monday, May 12
 - Presentation of recommended 2014-15General Fund Budget
- Tuesday, May 27:
 - Dept. Budgets; Capital Projects
- Monday, June 9:
 - Other Funds (inc Waste Water, Parking Enterprise); reserves; fee schedule
- Monday, June 23: Adoption

City of Pacifica 2014-15 Budget Development



QUESTIONS