

FY 2021-22 Proposed Budget Revised Information



Finance Committee Meeting

May 13, 2021



Revised Tiered Budget Balancing Framework

- Removed \$1.5 million that relates to projects that were not ever funded in FY 2020-21
 - Permanent Supportive Housing
 - General Plan
- Increases the “Restoration Not Required” amount by \$1.5 million to \$5.6 million

	Tier 1 Operating Cuts	Tier 2 Temporary Hiring Freeze	Tier 3 Deferred Capital	Tier 4 ISF Charge Reductions	Tier 5 Contingency Reserve	Tier 6 Service Level Cuts	Total
Professional and Contract Svcs.	\$ 1,621,760	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,621,760
Other Non-Personnel Budgets	1,136,807	-	-	-	-	-	1,136,807
Personnel Services	-	2,000,000	-	-	-	-	2,000,000
Transfers Out	-	-	18,477,137	500,000	-	-	18,977,137
Capital Budgets	-	-	2,500,000	-	-	-	2,500,000
Insurance	-	-	-	2,000,000	-	-	2,000,000
Equipment Replacement	-	-	-	2,500,000	-	-	2,500,000
Contingency Reserve Draw	-	-	-	-	2,304,399	-	2,304,399
Total	\$ 2,758,567	\$ 2,000,000	\$ 20,977,137	\$ 5,000,000	\$ 2,304,399	\$ -	\$ 33,040,103
Cuts Restored in First Quarter	-	-	-	(500,000)	(2,304,399)	-	(2,804,399)
Cuts To be Restored							
Transfer to FFP	-	-	(8,500,000)	-	-	-	(8,500,000)
Transfer to Harbor Capital	-	-	(4,500,000)	-	-	-	(4,500,000)
General Fund CIP	-	-	(1,537,060)	-	-	-	(1,537,060)
Neighborhood Enhancement	-	-	(2,339,014)	-	-	-	(2,339,014)
Restoration Not Required	(2,758,567)	(2,000,000)	(4,101,063)	(4,500,000)	-	-	(13,359,630)
Remaining Cuts in Place	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -



Revised General Fund Sources and Uses

- Updated with FY 2020-21 third quarter budget projections
- Same \$1.5 million amount remains in “Appropriations from Excess Operating Reserves” line in FY 2020-21
- Funds would be set aside in FY2020-21 for these projects along with the \$251,847 needed to offset the business license wavier program
- Full \$10.8 million projected FY 2020-21 surplus now available for year-end use consistent with City Council Policy F-5

	FY 20 Actual	FY 21 Q3 Projection	FY 21 Adjusted	FY 22 Proposed
BEGINNING UNRESTRICTED FUND BALANCE	\$ 23,119,513	\$ 24,081,225	\$ 24,081,225	\$ 10,754,961
SOURCES:				
Operating Revenues	229,953,017	220,207,798	220,207,798	233,731,142
Less: Restricted Revenues	(2,785,622)	(815,145)	(815,145)	(1,128,513)
Prior Year Resources Carried Forward	1,744,227	2,075,632	2,075,632	251,847
Release of Restricted Funds	2,492,301	3,645,023	3,645,023	1,220,000
Transfers In from Other Funds	12,970,571	18,574,821	18,574,821	11,977,157
TOTAL SOURCES	244,374,494	243,688,129	243,688,129	246,051,633
USES:				
Operating Expenditures	211,066,539	226,794,867	226,794,867	225,851,633
Transfers Out	32,346,243	10,422,340	10,422,340	20,200,000
Appropriations from Excess Operating Reserves	-	-	17,127,920 ¹	-
Addition to 25% Contingency Reserve	-	-	2,669,266 ²	-
TOTAL USES	243,412,782	237,217,207	257,014,393	246,051,633
ENDING UNRESTRICTED FUND BALANCE	\$ 24,081,225	\$ 30,552,147	\$ 10,754,961	\$ 10,754,961
¹ a Previously discussed restoration of budget reductions of \$15,366,000 less Neighborhood Enhancements fund balance on hand of \$26,986. ¹ b \$1,650,000 for Permanent Supportive Housing Project (\$1,000,000) and General Plan (\$650,000), less CIP fund balance of \$112,941. ¹ c \$251,847 to offset revenue reduction due to Business Tax Waiver Program. ² Required increase to 25% Contingency Reserve due to growth in FY 2021-22 budget.				