

# City Manager's Proposed Biennial Budget Fiscal Years 2016 - 2017

CITY OF SAN LEANDRO, CALIFORNIA



City Council Meeting  
City Council Chambers  
May 18, 2015



# Overview

- City Council Goals
- Budget Summary
- Biennial Budget Process and Challenges
- All Funds Biennial Budget
- General Fund Biennial Budget
- Biennial Budget Calendar
- Public Outreach

# City Council 2015 Goals

- Place San Leandro on a firm foundation for long-term fiscal sustainability
- Advance projects and programs promoting sustainable economic development, including transforming San Leandro into a center for innovation
- Provide quality public safety service and grow our partnership with the community to keep San Leandro safe
- Maintain and enhance San Leandro's infrastructure
- Support and implement programs, activities and strengthen communication that enhances the quality of life and wellness, celebrates the arts and diversity and promotes civic pride
- Maintain and support a strong positive relationship between the City, schools and the educational community

# Budget Summary

- Three additional police officers
- A fire engine and fire ladder truck
- \$3 million new dollars for neighborhood streets and maintenance of right of way
- Library and Casa Peralta improvements
- \$674,000 new additional money to meet and exceed our annual required contributions for post employment benefits

# Biennial Budget Process

- Public process
  - Began in November
  - City Council planning session in January
  - City Council work session in March and City Council meeting in April
  - City Council meetings in May and June
  - Mid-cycle budget updates in 2016 and 2017

# Biennial Budget Challenges

- Continuing increases in:
  - Unfunded liabilities
  - Service level demands
  - Facility and maintenance needs
  - Community and Social Services programs financial support
  - Fire contract services and equipment
- Maintain reserve levels
- Labor negotiations

# All Funds Biennial Budget Summary

| <i>(Dollars in thousands)</i>   | <b>2014-15<br/>Adopted</b> | <b>2015-16<br/>Proposed</b> | <b>2016-17<br/>Proposed</b> |
|---------------------------------|----------------------------|-----------------------------|-----------------------------|
| Operating Revenues              | \$ 131,930                 | \$ 145,905                  | \$ 149,718                  |
| Expenditures:                   |                            |                             |                             |
| Operating Expenses              | (130,128)                  | (137,871)                   | (144,652)                   |
| Transfers                       | (1,271)                    | (3,940)                     | (3,696)                     |
| Total Expenditures              | (131,399)                  | (141,811)                   | (148,348)                   |
| Net Revenues/<br>(Expenditures) | \$ 531                     | \$ 4,094                    | \$ 1,370                    |

# General Fund Biennial Budget Summary

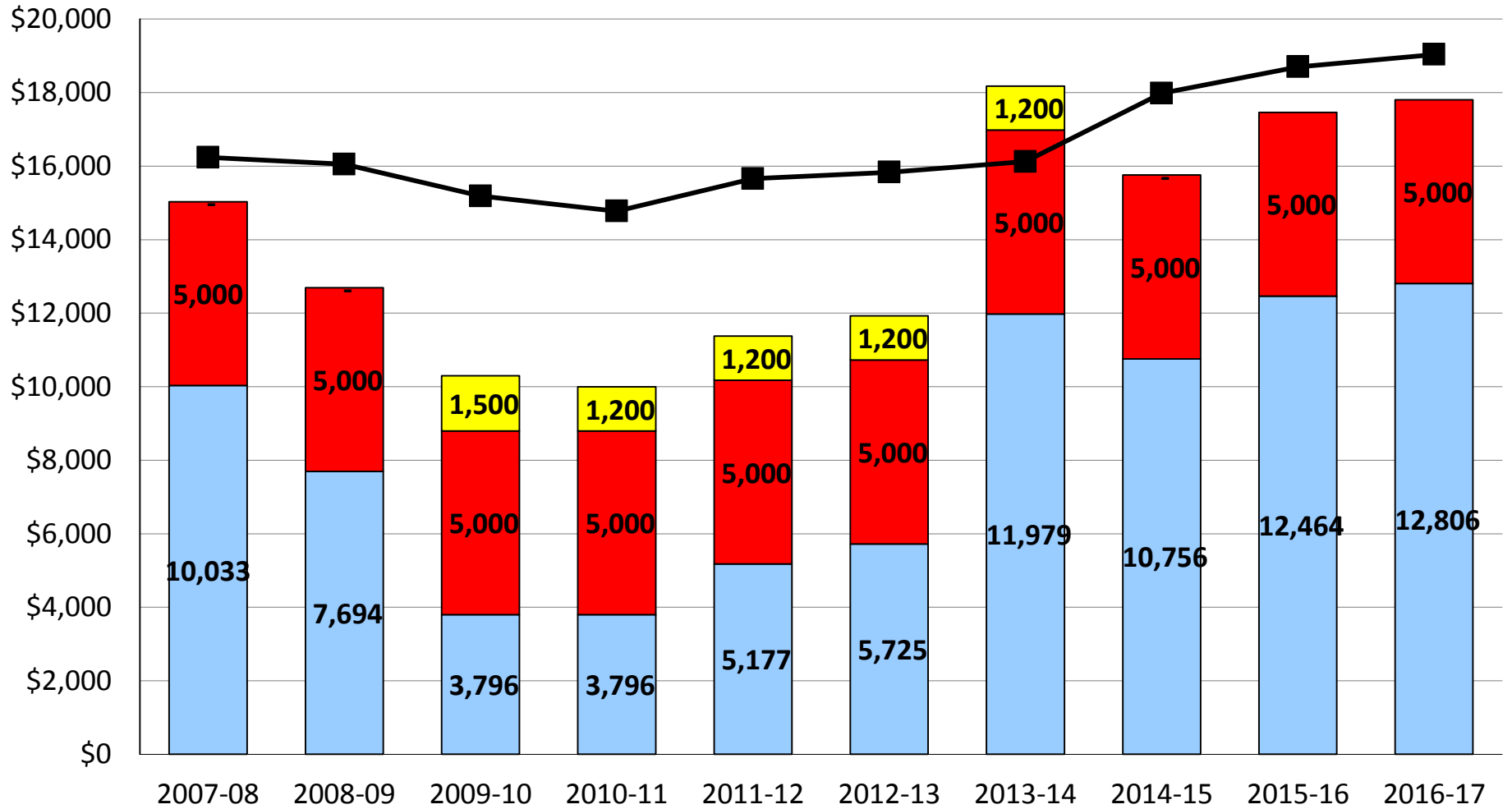
| <i>(Dollars in thousands)</i> | 2014-15<br>Adopted | 2014-15<br>Projected | 2015-16<br>Proposed | 2016-17<br>Proposed |
|-------------------------------|--------------------|----------------------|---------------------|---------------------|
| Revenues                      | \$ 84,291          | \$ 87,474            | \$ 95,207           | \$ 95,510           |
| Expenditures:                 |                    |                      |                     |                     |
| Operating Expenses            | (85,178)           | (87,313)             | (89,692)            | (91,605)            |
| Transfers                     | (1,138)            | (2,584)              | (3,807)             | (3,563)             |
| Total Expenditures            | (86,316)           | (89,897)             | (93,499)            | (95,168)            |
| Revenue/(Expenditures)        | \$ (2,025)         | \$ (2,423)           | \$ 1,708            | \$ 342              |
| Use of Fund Balance           | 2,025              | 2,423                | 0                   | 0                   |
| Net Revenue/(Expenditures)    | \$ 0               | \$ 0                 | \$ 0                | \$ 0                |



# General Fund Statement of Fund Balance

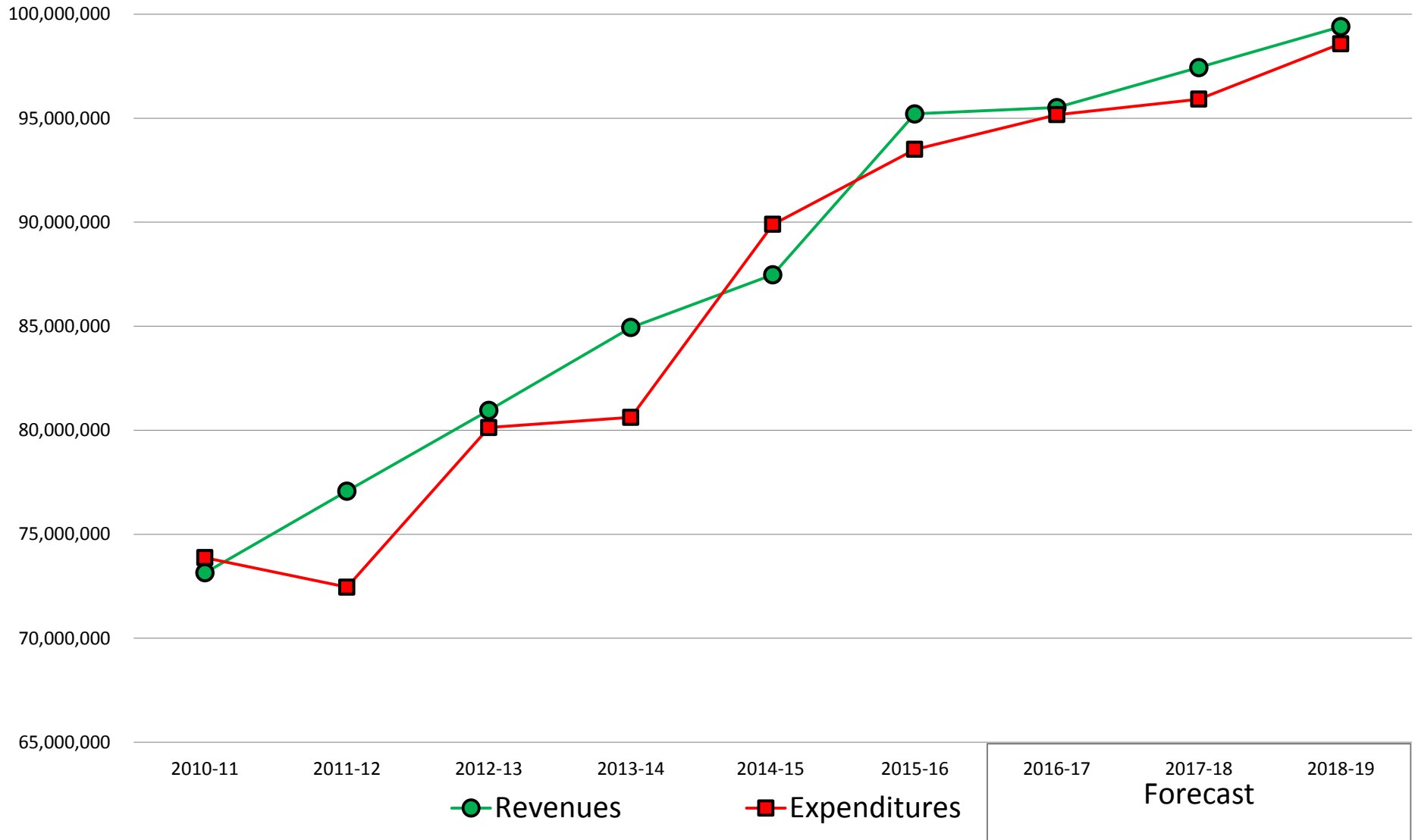
| <i>(Dollars in thousands)</i> | <b>2014-15<br/>Projected</b> | <b>2015-16<br/>Proposed</b> | <b>2016-17<br/>Proposed</b> |
|-------------------------------|------------------------------|-----------------------------|-----------------------------|
| Major Emergencies             | \$ 5,000                     | \$ 5,000                    | \$ 5,000                    |
| Economic Uncertainty          | 10,756                       | 12,464                      | 12,806                      |
| Total Fund Balance            | \$ 15,756                    | \$ 17,464                   | \$ 17,806                   |

## City of San Leandro - General Fund Reserves (Dollars in Thousands)



■ Economic Uncertainty   
 ■ Major Emergencies   
 ■ Community Impact Fee   
 ■ 20% of Operating Expenditures

# General Fund Actuals and Forecast Revenues & Expenditures



# Biennial Budget Calendar 2015-16 and 2016-17

- January 31, 2015 City Council Winter Planning Session
- March 23, 2015 City Council Budget Work Session: General Fund & CIP
- April 20, 2015 City Council Budget Work Session: All Other Funds
- May 4, 2015 City Council – Proposed Master Fee Schedule
- May 11, 2015 Budget Binders to be Delivered to City Council
- May 13, 2015 Proposed Biennial Budget available on City's website
- May 18, 2015 City Council – Proposed Biennial Budget Presentation
- May 29, 2015 Employee briefing
- June 1, 2015 City Council – Public Hearing and Adoption of Proposed Biennial Budget
- July, 2015 Adopted Biennial Budget and Biennial Budget in Brief

# Public Outreach

The Adopted Biennial Budget and the “Biennial Budget in Brief” will be available at:

- City Hall
- City’s website: <https://www.sanleandro.org/>
- City libraries
- Senior Community Center
- Marina Community Center