



# City Manager's Proposed Biennial Budget 2017-18 and 2018-19

City Council Meeting  
City Council Chambers  
May 15, 2017



# Overview

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# City Council 2017 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

- 11.13 full-time equivalents restored (7 temporary positions for two years)
  - Community Care Initiative
  - Streets and roads repair and maintenance
  - Library programs (extended hours at Manor branch, added programs)
  - Recreation programs (increased Adult Rec, Kiddie Kollege and Parks programs)
- \$1.5 million fire ladder truck deferred from 2016-17 to 2017-18
- \$75 million CIP for 2017-18 and 2018-19
  - \$22.3 million for streets and roads
  - \$17.2 million general fund contribution to CIP

# Budget Summary (cont.)

- \$200, 000 for public art
- General Fund Balance used for expenditures in both years of budget
- General Fund balance meets Council guideline to reserve 16.7% for each of the next two years
- OO, PP, NN revenue lag due to
  - Dispensary schedules
  - Hotel potential – Shoreline development

# Biennial Budget Calendar 2017-18 and 2018-19

- January 28, 2017 City Council Winter Planning Session
- January 30, 2017 City Council Work Session: CIP
- February 27, 2017 City Council Work Session: CIP ranking
- April 10, 2017 City Council Budget Work Session: All Funds
- May 1, 2017 City Council – Proposed Taxes & Master Fee Schedule
- May 9, 2017 Budget Binders to be Delivered to City Council
- May 15, 2017 City Council – Proposed Biennial Budget Presentation
- June 5, 2017 City Council – Public Hearing and Adoption of Proposed Biennial Budget

# Biennial Budget Considerations

- Unfunded liabilities (PULL program)
- Service level demands
- CalPERS rate change impact
- Labor agreement implementation
- Minimum wage implementation
- Community and social service programs support
- Measures OO, PP, NN impact
- Increased ACFD CalPERS and OPEB costs
- Maintain reserve levels
- Capital Improvement Program
- Community Care Initiative

# All Funds Biennial Budget Summary

(Dollars in thousands)	2016-17 Adopted	2017-18 Proposed	2018-19 Proposed
<b>Total Revenues/Resources</b>	<b>159,675</b>	<b>200,736</b>	<b>194,285</b>
Operating Expenditures	(153,095)	(188,282)	(178,819)
Transfers out	(3,695)	(10,312)	(7,881)
<b>Total Expenditures</b>	<b>(156,790)</b>	<b>(198,594)</b>	<b>(186,700)</b>
<b>Net Revenues/(Expenditures)</b>	<b>\$ 2,885</b>	<b>\$ 2,142</b>	<b>\$ 7,585</b>



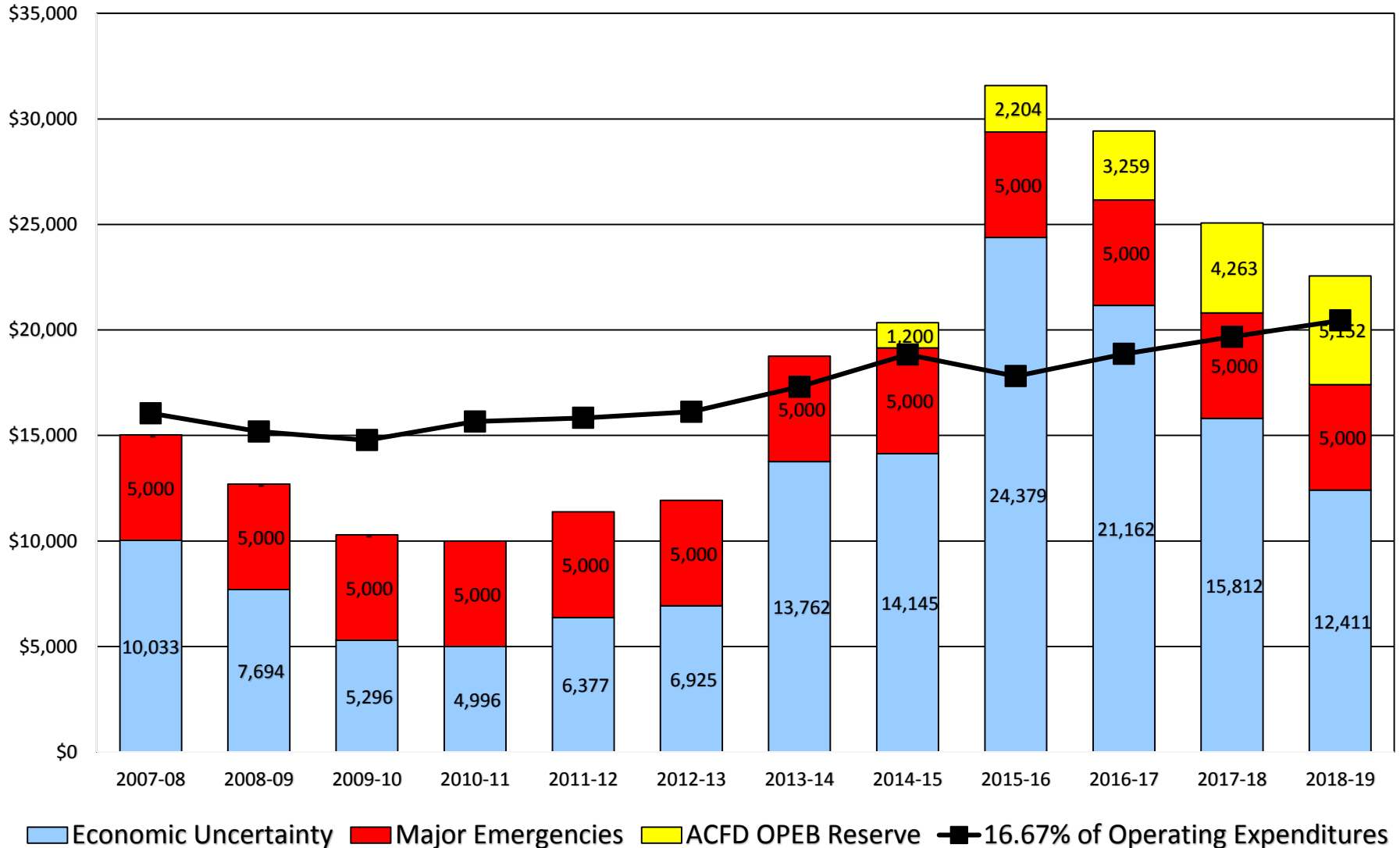
# General Fund Biennial Budget Summary

(Dollars in thousands)	2015-16 Actual	2016-17 Projected	2017-18 Proposed	2018-19 Proposed
Operating Revenues	\$ 106,350	\$ 103,552	\$ 109,026	\$ 111,700
Use of fund balance	0	6,360	5,415	3,402
<b>Total Revenues/Resources</b>	<b>106,350</b>	<b>109,912</b>	<b>114,441</b>	<b>115,102</b>
Operating Expenses	(88,528)	(97,006)	(104,197)	(107,353)
Transfers out	(5,627)	(9,763)	(10,179)	(7,748)
<b>Total Expenditures</b>	<b>(94,155)</b>	<b>(106,769)</b>	<b>(114,376)</b>	<b>(115,101)</b>
<b>Net Revenue/(Expenditures)</b>	<b>\$ 12,195</b>	<b>\$ 3,143</b>	<b>\$ 65</b>	<b>\$ 1</b>

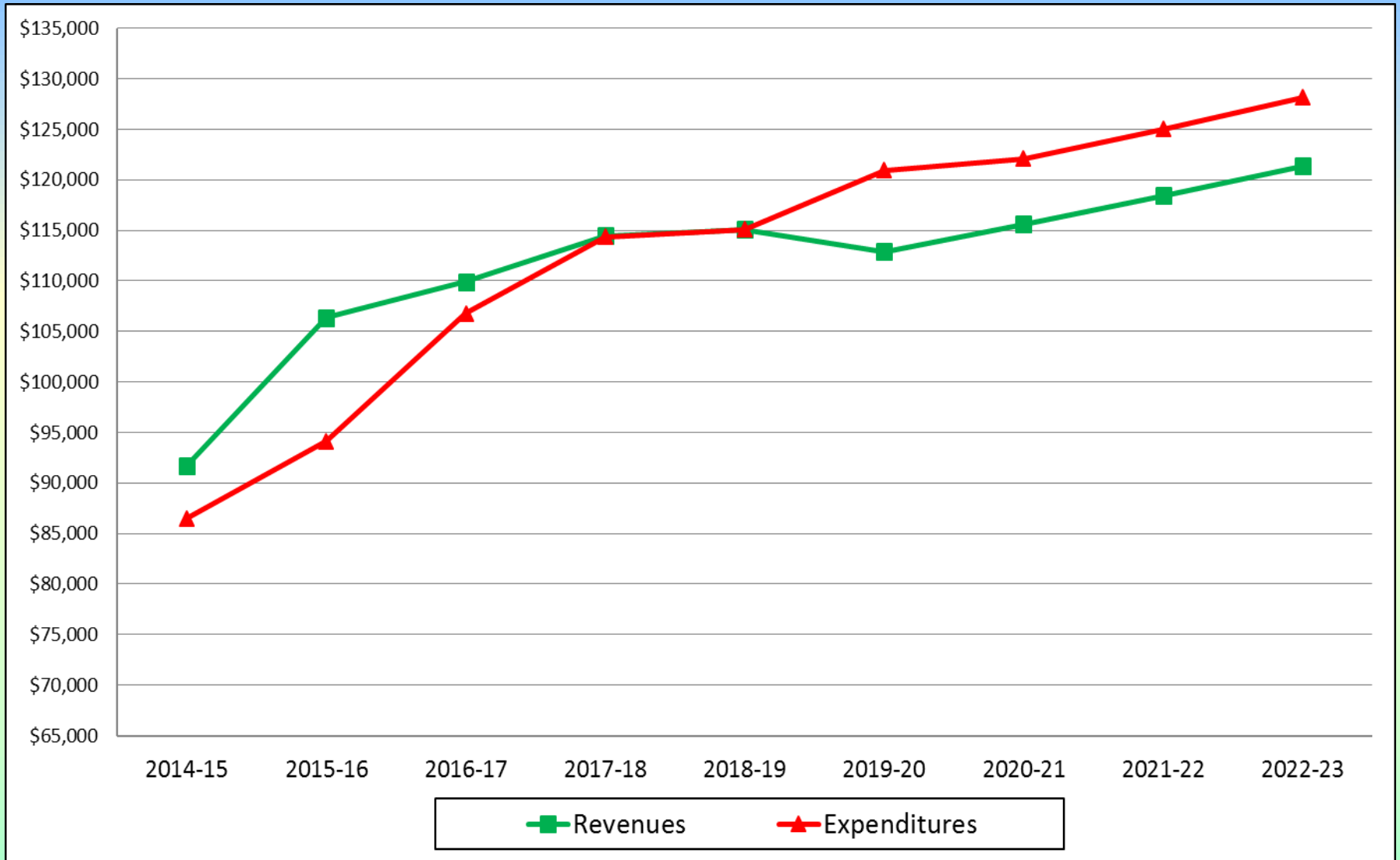
# General Fund Statement of Fund Balance

(Dollars in thousands)	2016-17 Projected	2017-18 Proposed	2018-19 Proposed
Major Emergencies	\$ 5,000	\$ 5,000	\$ 5,000
Economic Uncertainty	21,162	15,812	12,411
Sub-total	\$ 26,162	\$ 20,812	\$ 17,411
ACFD OPEB Reserve	3,259	4,263	5,152
Total Fund Balance	\$ 29,421	\$ 25,075	\$ 22,563

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



# General Fund Actuals and Forecast Revenues & Expenditures



# 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