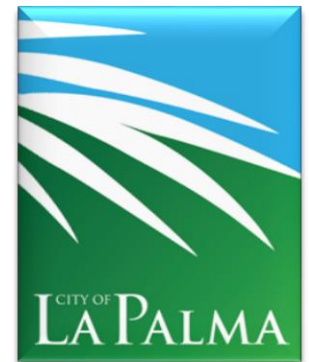

Fiscal Year 2018-19 Proposed Budget

CITY COUNCIL

JUNE 5, 2018



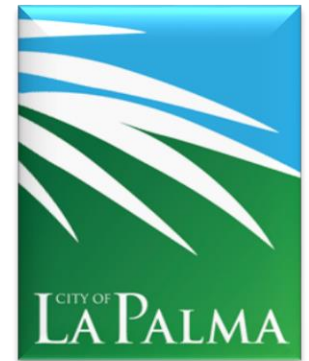


UPDATES

After May 1 Presentation:

- **No changes to General Fund**
- **Asset Seizure Fund:**
 - **17-18 - Ending Fund Balance increase to \$65,800**
 - **18-19 - \$25,000 added to replace Dispatch Center Furniture and \$12,500 carried over for Spillman GIS upgrade**
- **Capital Improvement Program (CIP): \$200,000 carried over to 18-19 for Arterial Street Thermal Striping**

GENERAL FUND OVERVIEW





FISCAL YEAR END 2017-18 ESTIMATED GENERAL FUND BALANCE

17-18 Beginning Fund Balance	\$ 10,203,300
Revenues & Transfers In	11,779,000
Expenditures & Transfers Out	(15,122,500)
17-18 Est. Ending Fund Balance	\$ 6,859,800



FISCAL YEAR END 2017-18 ESTIMATED GENERAL FUND BALANCE

Emergency Reserve	\$5,080,000
Cash Flow Reserve	250,000
Economic Development Fund	228,800
Unassigned Fund Balance	1,301,000
ESTIMATED BALANCE AS OF 6/30/2018	\$ 6,859,800



FY 2018-19 PROPOSED GENERAL FUND

PROPOSED FY 18-19 General Fund Budget

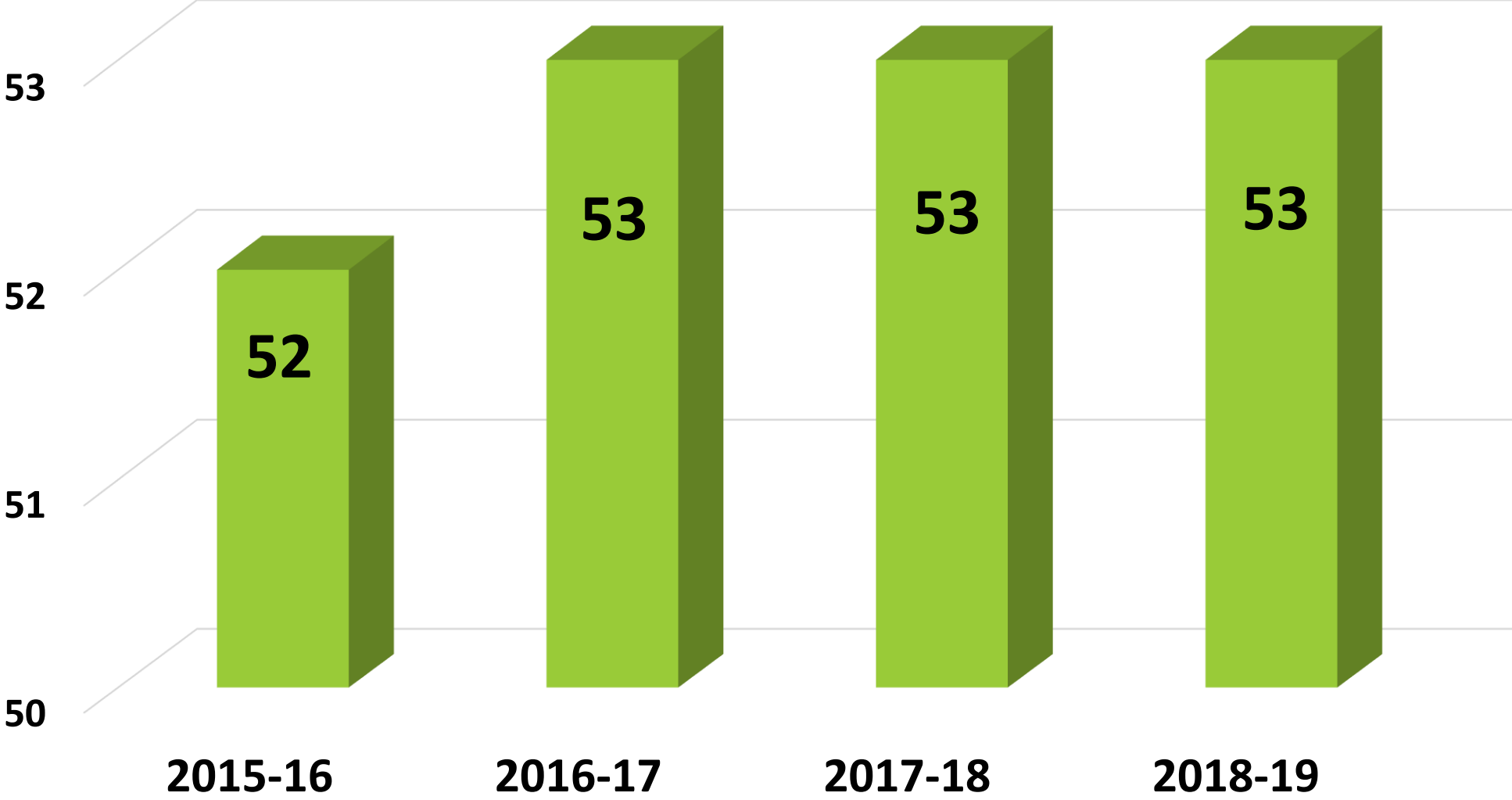
Projected Revenues	\$ 11,762,500
Estimated Expenditures	(10,569,500)
Transfers Out	(604,800)
FY 2018-19 Surplus/(Deficit)	588,200

FY 2018-19 PROPOSED GENERAL FUND

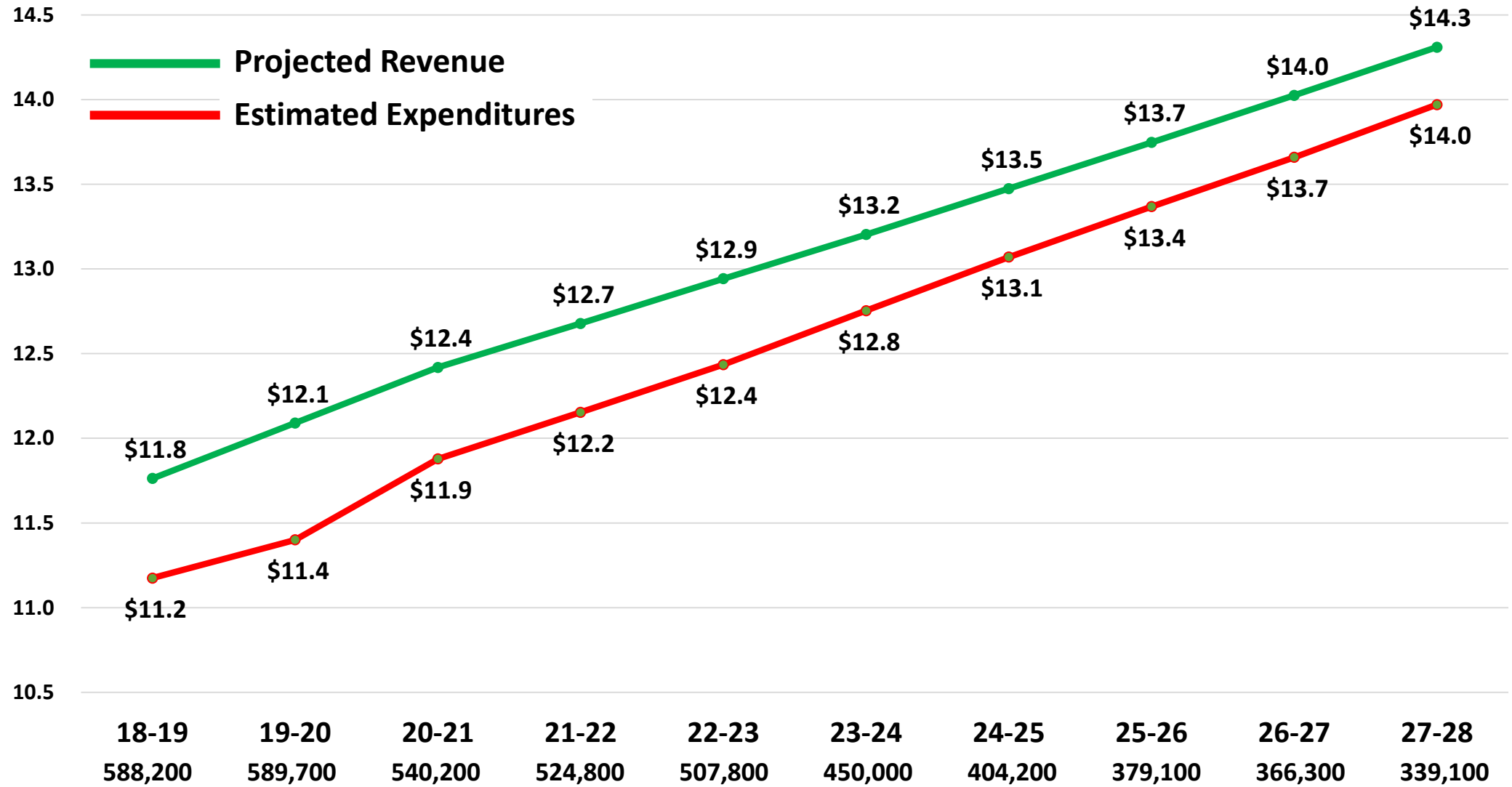
	Estimated 2017-18	Proposed 2018-19	+/-
Personnel Costs	\$6,359,500	\$6,682,300	322,800
Maintenance & Operations	2,641,500	2,584,200	(57,300)
Capital Outlay	163,200	143,700	(19,500)
Transfers to Internal Service	1,058,400	1,159,300	100,900
TOTAL EXPENDITURES	10,222,600	10,569,500	346,900



FULL TIME STAFFING



10 Year General Fund Financial Forecast

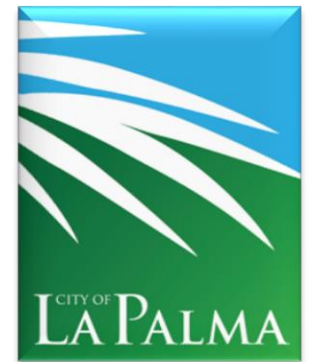




Appropriations Limit (GANN)

- California Constitution requires local governments to establish an annual appropriations limit
- *Gann Initiative* places limits on the growth of expenditures for publicly funded programs
- The Appropriations Limit applies only to those revenues defined as “proceeds of taxes”
- Annual adjustment derived using population and per-capita personal income inflation factors
- La Palma FY 2018-19 - \$17,366,878

Capital Improvement Program



CIP Summary by Project & Funding

Total CIP Budget \$6,307,000

Arterial Street Rehabilitation	
Capital Outlay Reserve (COR)	\$ 926,500
Measure M	520,500
Measure M Grant	375,000
SB1	358,000
TOTAL	\$ 2,180,000

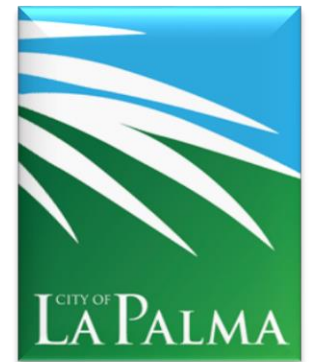
CIP Summary by Project & Funding

Residential Street Rehabilitation	
COR	\$ 227,300
Gas Tax	75,000
Measure M	72,700
TOTAL	\$ 375,000
Intersection Improvements	
CDBG Grant	\$ 270,000
COR	75,000
TOTAL	\$ 345,000

CIP Summary by Project & Funding

Facility Improvements	
COR	\$ 1,541,800
Water System Improvements	
Water Capital Reserve	\$ 1,529,500
Sewer System Improvements	
Sewer Capital Reserve	\$ 335,700

Fund Balances





PROJECT FUNDS

FUND	FY 2018-19 Beginning Balance	FY 2018-19 Est. Ending Balance
Capital Outlay Reserve	\$ 5,194,300	\$ 2,793,700
One-Time Projects	118,800	118,800
Economic Development	203,800	153,800
Civic Center Replacement	300,000	350,000
TOTAL	\$ 5,816,900	\$ 3,416,300

ENTERPRISE FUNDS

FUND	FY 2017-18 Beginning Fund Balance	FY 2017-18 Est. Ending Fund Balance
Water Fund	\$299,500	\$178,800
Water Capital Reserve	3,834,400	2,369,900
TOTAL WATER (\$1.98 M TARGET)	4,133,900	2,548,700
Sewer Fund	1,172,600	1,274,400
Sewer Capital Reserve	2,016,900	1,754,900
TOTAL SEWER (\$2.6 M TARGET)	3,189,500	3,029,300

INTERNAL SERVICE FUNDS

FUND	Target Balance	FY 2017-18 Beginning Fund Balance	FY 2017-18 Est. Ending Fund Balance
Risk Management	<i>\$1,000,000</i>	\$ 1,001,700	1,003,800
Employee Benefits	<i>239,300</i>	297,400	298,400
Facility Maintenance	<i>50,000</i>	52,500	52,700
Vehicle Replacement	<i>765,000</i>	871,600	803,400
Technology	<i>621,600</i>	708,800	630,300
TOTAL		2,932,000	2,788,600



Recommended Council Actions

- **Adopt Resolution approving FY 2018-19 Operating & Capital Budget**
- **Adopt Resolution approving Annual Appropriations Limit for FY 2018-19**



Updates to Proposed Budget

GENERAL FUND: REMOVED BUDGET

DEPARTMENT	ITEM	AMOUNT
General Government	Community Survey	30,000
General Government	Americana Awards	2,750
Police Services	VIP Breakfast	800
Community Services	Patriots Day	11,700
Community Development	CD Staffing Changes	65,800
	TOTAL	\$ 111,050



Updates to Proposed Budget

CAPITAL IMPROVEMENT PROGRAM: REMOVED BUDGET

PROJECT	FUNDING SOURCE	AMOUNT
Central Park Fire Lane Rehab	Capital Outlay Reserve	35,000
Street Banners	Capital Outlay Reserve	45,000
Dog Park	Park Development Fund	50,000
Exercise Par Course	Park Development Fund	40,000
	TOTAL	\$ 170,000