



LODI CITY COUNCIL

Carnegie Forum
305 West Pine Street, Lodi

"SHIRTSLEEVE" SESSION

Date: May 19, 2015

Time: 7:00 a.m.

For information regarding this Agenda please contact:

Jennifer M. Ferraiolo

City Clerk

Telephone: (209) 333-6702

Informal Informational Meeting

A. Roll Call by City Clerk

B. Topic(s)

B-1 Receive Presentation Regarding Fiscal Year 2015/16 Budget (CM)

C. Comments by Public on Non-Agenda Items

D. Adjournment

Pursuant to Section 54954.2(a) of the Government Code of the State of California, this agenda was posted at least 72 hours in advance of the scheduled meeting at a public place freely accessible to the public 24 hours a day.

Jennifer M. Ferraiolo
City Clerk

All staff reports or other written documentation relating to each item of business referred to on the agenda are on file in the Office of the City Clerk, located at 221 W. Pine Street, Lodi, and are available for public inspection. If requested, the agenda shall be made available in appropriate alternative formats to persons with a disability, as required by Section 202 of the Americans with Disabilities Act of 1990 (42 U.S.C. Sec. 12132), and the federal rules and regulations adopted in implementation thereof. To make a request for disability-related modification or accommodation contact the City Clerk's Office as soon as possible and at least 72 hours prior to the meeting date. Language interpreter requests must be received at least 72 hours in advance of the meeting to help ensure availability. Contact Jennifer M. Ferraiolo at (209) 333-6702. Solicitudes de interpretación de idiomas deben ser recibidas por lo menos con 72 horas de anticipación a la reunión para ayudar a asegurar la disponibilidad. Llame a Jennifer M. Ferraiolo (209) 333-6702.



**CITY OF LODI
COUNCIL COMMUNICATION**

TM

AGENDA TITLE: Receive Presentation Regarding Fiscal Year 2015/16 Budget
MEETING DATE: May 19, 2015
PREPARED BY: Deputy City Manager

RECOMMENDED ACTION: Receive presentation regarding Fiscal Year 2015/16 budget.

BACKGROUND INFORMATION: The Fiscal Year (FY) 2015/16 budget is built on a number of basic economic assumptions.

Staff released the draft Fiscal Year 2015/16 budget document last week. Council is scheduled to consider adoption of the budget in early June.

Staff has held a series of presentations that provided Council and the public with the basic parameters that form the foundation of the budget. The Shirtsleeve Session on May 5, 2015 focused on general economic issues the City is addressing in the budget process along with General Fund revenue projections. The Shirtsleeve Session on May 12, 2015 addressed the Electric, Water and Wastewater utilities.

Today's discussion will focus on the special revenue funds of the City; the Library Fund, the Transit Fund, the Streets Fund, the Fleet Fund, the Community Development Fund and the Parks, Recreation and Cultural Services (PRCS) Fund.

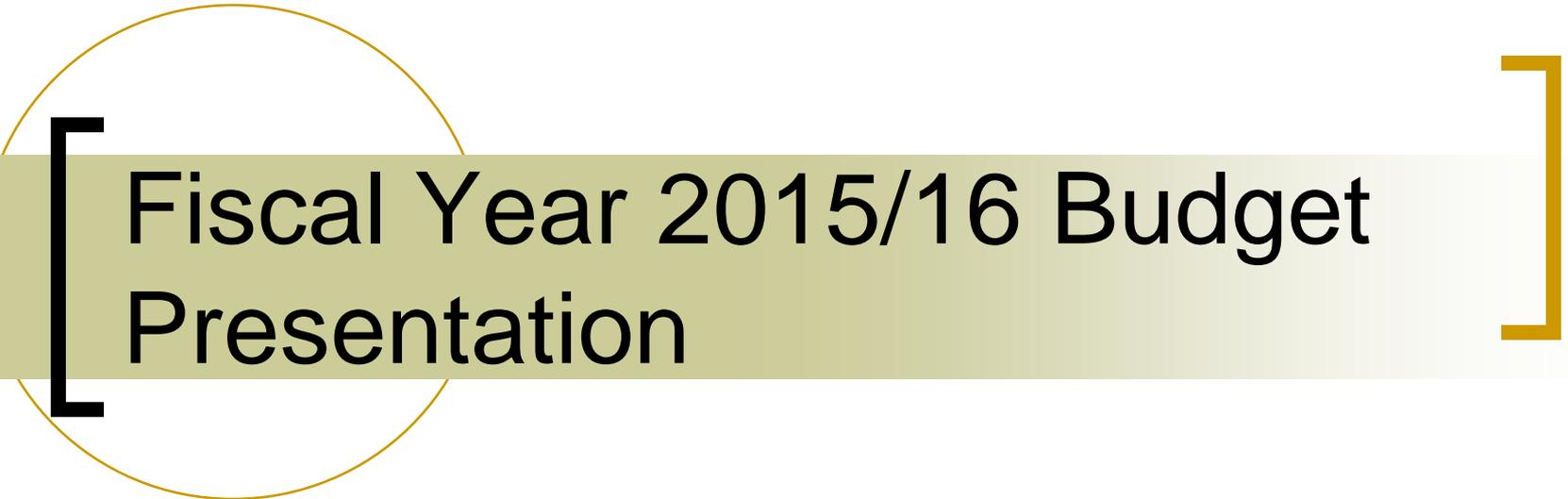
FISCAL IMPACT: Revenues, expenditures and increases/decreases to reserves are as noted below:

Fund	Revenues FY 15/16	Expenditures FY 15/16	Increase/(Decrease) to Reserves
Library	\$1,392,670	\$1,388,940	\$3,730
Transit	\$5,302,630	\$6,026,830	(\$724,200)
Streets	\$3,863,210	\$4,733,990	(\$870,780)
Fleet	\$1,897,170	\$1,897,170	\$0
Community Development	\$1,459,500	\$1,538,410	(\$78,910)
PRCS	\$5,828,320	\$5,822,480	\$5,840

 Jordan Ayers
 Deputy City Manager

JA/ja

APPROVED: _____
 Stephen Schwabauer, City Manager



Fiscal Year 2015/16 Budget Presentation

City Council Shirtsleeve Session
May 19, 2015

[Overview]

- Special Revenue Funds
 - Library
 - Transit
 - Streets
 - Fleet
 - Community Development
 - Parks, Recreation and Cultural Services

Library Overview

Library Fund

Fund Balance

	Audited 2012-13 Actuals	Audited 2013-14 Actuals	2014-15 Budget	Estimated 2014-15 Actuals	2015-16 Budget
Beginning Fund Balance Unreserved	67,774	54,577	121,248	182,490	236,590
Revenues	1,428,796	1,451,316	1,416,830	1,413,500	1,392,670
Expenditures	<u>1,441,993</u>	<u>1,323,403</u>	<u>1,391,000</u>	<u>1,359,400</u>	<u>1,388,940</u>
Net Difference (Revenues Less Expenditures)	(13,197)	127,913	25,830	54,100	3,730

Fund Balance

Ending Fund Balance Unreserved	<u>54,577</u>	<u>182,490</u>	<u>147,078</u>	<u>236,590</u>	<u>240,320</u>
--------------------------------	---------------	----------------	----------------	----------------	----------------

[Library]

- Revenues \$24,160 lower than FY 2014/15 budget
 - Fines, fees, grants, donations account for reduction
 - General Fund transfer \$1,349,180
- Expenditures \$2,060 lower than FY 2014/15 budget

[Transit Overview]

Transit Fund	Audited	Audited		Estimated	
	2012-13	2013-14	2014-15	2014-15	2015-16
	Actuals	Actuals	Budget	Actuals	Budget
<u>Fund Balance (Net Assets)</u>					
Beginning Fund Balance (Net Assets) Unreserved	3,203,015	3,318,065	3,818,812	4,039,137	5,024,857
Revenues	6,480,368	4,106,677	7,127,210	7,661,610	5,302,630
Expenditures	<u>6,365,318</u>	<u>3,385,605</u>	<u>7,238,951</u>	<u>6,675,890</u>	<u>6,026,830</u>
Net Difference (Revenues Less Expenditures)	115,050	721,072	(111,741)	985,720	(724,200)
<u>Fund Balance (Net Assets)</u>					
Ending Fund Balance (Net Assets) Unreserved	<u>3,318,065</u>	<u>4,039,137</u>	<u>3,707,071</u>	<u>5,024,857</u>	<u>4,300,657</u>

[Transit]

- Revenue \$1,824,580 lower than FY 2014/15 budget
 - \$416,000 increase in TDA funds
 - \$542,700 decrease in Prop 1B
 - \$1.7M decrease in Federal Grants

[Transit]

- Expenses \$1.2M lower than FY 2014/15 budget
 - Equipment and vehicles - \$1.4M lower
 - Capital projects - \$147k higher

[Transit Capital Projects]

- Bus shelter/stop improvements (\$350k)
- Equipment lifts (\$170k)
- Facility upgrades (\$600k)
- Automatic vehicle locator (\$500k)
- Bus purchases (\$1.1M)

[Streets]

Street Fund	Audited	Audited		Estimated	
	2012-13	2013-14	2014-15	2014-15	2015-16
	Actuals	Actuals	Budget	Actuals	Budget
<u>Fund Balance</u>					
Beginning Fund Balance	6,513,011	4,964,236	2,005,131	3,987,299	2,968,959
Revenues	3,707,564	5,402,639	5,066,252	4,526,810	3,863,210
Expenditures	<u>5,256,339</u>	<u>6,379,576</u>	<u>5,937,562</u>	<u>5,545,150</u>	<u>4,733,990</u>
Net Difference (Revenues Less Expenditures)	(1,548,775)	(976,937)	(871,310)	(1,018,340)	(870,780)
<u>Fund Balance</u>					
Ending Fund Balance	<u>4,964,236</u>	<u>3,987,299</u>	<u>1,133,821</u>	<u>2,968,959</u>	<u>2,098,179</u>

[Streets]

- Revenues \$1.2M lower than FY 2014/15 budget
 - Measure K - \$1.6M lower
 - Gas tax - \$245k lower
 - TDA - \$400k higher
 - Development fees - \$272k higher

[Streets]

- Expenditures \$1.2M lower than FY 2014/15
 - Addition of Maintenance Worker I/II (\$85k)
 - Succession planning
 - Salaries & benefits - \$223k higher
 - Supplies/materials - \$114k higher
 - Capital Projects - \$1.6M lower

Street Capital Projects

- Signals (\$505,000)
- Sealing/striping (\$1.13M)
- Sidewalk repairs (\$56,000)
- Pavement maintenance (\$200,000)
- Frontage wall repair/maintenance (\$50,000)
- Street improvements (\$400,000)
- Vehicles (\$20,000)

[Fleet]

Fleet Services Internal Services Fund

Fund Balance (Net Assets)

	Audited 2012-13 Actuals	Audited 2013-14 Actuals	2014-15 Budget	Estimated 2014-15 Actuals	2015-16 Budget
Beginning Fund Balance (Net Assets) Unreserved	45,566	1,949	1,949	48,971	50,971
Revenues	1,576,123	1,775,836	1,820,120	1,796,240	1,897,170
Expenditures	<u>1,619,740</u>	<u>1,728,814</u>	<u>1,820,120</u>	<u>1,794,240</u>	<u>1,897,170</u>
Net Difference (Revenues Less Expenditures)	(43,617)	47,022	-	2,000	-

Fund Balance (Net Assets)

Ending Fund Balance (Net Assets) Unreserved	<u>1,949</u>	<u>48,971</u>	<u>1,949</u>	<u>50,971</u>	<u>50,971</u>
--	---------------------	----------------------	---------------------	----------------------	----------------------

[Fleet]

- Revenues and expenses \$77k higher than FY 2014/15 budget
- Position recommended
 - Service Writer
 - Eliminate Heavy Equipment Mechanic
 - No net cost

[Community Development]

Community Development Fund

Fund Balance

	Audited 2012-13 Actuals	Audited 2013-14 Actuals	2014-15 Budget	Estimated 2014-15 Actuals	2015-16 Budget
Beginning Fund Balance Unreserved	293,173	875,801	792,117	1,108,043	1,270,313
Revenues	1,674,188	1,403,928	1,210,900	1,399,790	1,459,500
Expenditures	<u>1,091,560</u>	<u>1,171,686</u>	<u>1,238,440</u>	<u>1,237,520</u>	<u>1,538,410</u>
Net Difference (Revenues Less Expenditures)	582,628	232,242	(27,540)	162,270	(78,910)

Fund Balance

Ending Fund Balance Unreserved	<u>875,801</u>	<u>1,108,043</u>	<u>764,577</u>	<u>1,270,313</u>	<u>1,191,403</u>
--------------------------------	----------------	------------------	----------------	------------------	------------------

[Community Development]

- Revenues \$248,600 higher than FY 2014/15 budget
 - Permit fees - \$127,460 increase
 - Plan check fees - \$51,200 increase
 - Operating Transfers In - \$65,000 increase

[Community Development]

- Expenditures \$299,970 higher than FY 2014/15
 - Salary & benefits - \$ 252k increase
 - Impact of Youth Outreach Worker
 - Position Recommended
 - Building Inspector (\$100,200)
 - Additional workload/activity
 - Transfer out – \$32,500 increase

[Parks, Rec & Cultural Services]

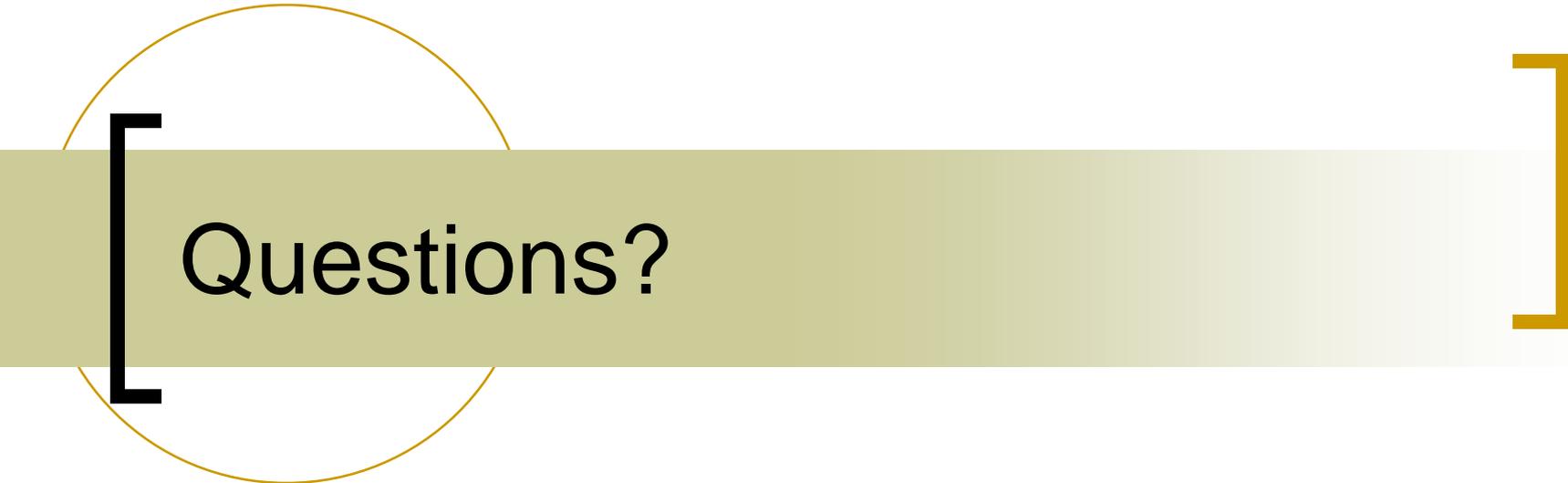
Parks, Recreation & Cultural Svcs Fund	Audited	Audited		Estimated	
	2012-13	2013-14	2014-15	2014-15	2015-16
	Actuals	Actuals	Budget	Actuals	Budget
<u>Fund Balance</u>					
Beginning Fund Balance Unreserved	(861,843)	(508,866)	(481,858)	(94,785)	(95)
Revenues	5,579,622	5,781,633	5,855,840	5,653,690	5,828,320
Expenditures	<u>5,226,645</u>	<u>5,367,552</u>	<u>5,801,370</u>	<u>5,559,000</u>	<u>5,822,480</u>
Net Difference (Revenues Less Expenditures)	352,977	414,081	54,470	94,690	5,840
<u>Fund Balance</u>					
Ending Fund Balance Unreserved	<u>(508,866)</u>	<u>(94,785)</u>	<u>(427,388)</u>	<u>(95)</u>	<u>5,745</u>

[Parks, Rec & Cultural Services]

- Revenues \$27,520 lower than FY 2014/15 budget
 - General Fund transfer of \$3,655,620
 - \$100,140 higher than prior year
 - 63% of total funding
 - Other programs showing net decrease in revenue streams (\$72,620)
 - LUSD After School Program - \$102,060 lower
 - Playgrounds – \$16,600 higher

[Parks, Rec & Cultural Services]

- Expenditures \$21,110 higher than FY 2014/15 budget
 - Salary & benefits - \$211k lower
 - Service/supply/utility accounts - \$33k higher
 - Transfer out - \$180k higher



Questions?