



SUMMARY OF KEY POINTS IN THE FY 2011-12 PROPOSED BUDGET

MAJOR BUDGET TRENDS:

- The proposed budget represents stability – although at strained staffing and service levels due to the economic recession.
- Budget impacted by increased PERS costs, SEIU two (2%) percent COLA and previously deferred equipment and vehicle replacement
- No change to personnel complement – though there is some shifting of positions to Sworn Police positions and Recreation and Parks from other areas
- The budget is proposed absent state intervention, however...
- Another raid on City funds is possible due to continuing State budget crisis
- Proposal to eliminate redevelopment could have dramatic impact on the City if passed by State Legislature
- Congress has reduced funding for the Housing and Community Development and HOME Programs after this budget was prepared.
- Funding for the 17 ARRA-funded sworn police officers secured through General Fund monies
- A return to some normal conditions of equipment, facility maintenance and vehicle replacement will occur

POSITIVES TO OCCUR IN 2011-12:

- Full funding for the 17 ARRA-funded sworn officers has been identified in the General Fund so when the grant monies expire the employees will be in the General Fund.
- Four (4) sworn Police positions are recommended to be added to the staff through fund transfer from other departments and non-sworn positions.
- Funds are provided in the amount of \$4.5 million to cover anticipated PERS costs increases for the next two fiscal years from one-time sources.
- \$3 million is proposed to help pay off a portion of the \$9.6 million the City is behind in making its payments to cover unfunded retiree medical care obligations.
- The CIP Budget focuses on highway, street and building maintenance projects
- Thomas Roads Improvement Program (TRIP) work will continue
- The City is undertaking an accelerated sump maintenance program to address drainage issues in sumps identified as 'priority' by the Water Resources Department.
- City in the Hills Park is expected to open to the public.
- Redevelopment projects continue to move forward despite potential threat of the State.
- Water and refuse rates will not increase.
- A return to a normal schedule of replacement for vehicles and equipment
- The Fire Department's Self-Contained Breathing Apparatus units are scheduled for replacement as well as some needed station repairs being funded.

PROPOSED RATE/FEE CHANGES:

- **Domestic Water quantity rate:** No proposed increase
- **Sewer fee:** Proposed 2.5% increase for residential and commercial rates
- **Sewer connection fee:** No proposed increase
- **Refuse fee:** No proposed increase

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OPERATING AND CAPITAL IMPROVEMENT PROGRAM BUDGET SUMMARY:

Budget	Adopted FY 2010-11	Proposed FY 2011-12	Percent Change
Operating			
City	\$ 340,606,191	\$ 361,215,123	6.1%
Redevelopment	18,486,190	17,429,895	-5.7%
Total Operating	\$ 359,092,381	\$ 378,645,018	5.4%
Capital Improvements			
City	78,036,585	57,699,982	-26.1%
Total Capital Improvements	\$ 78,036,585	\$ 57,699,982	-26.1%
Total Budget	\$ 437,128,966	\$ 436,345,000	-0.18%

GENERAL FUND RESOURCES AND APPROPRIATIONS:

General Fund Resources total \$176,361,500, which reflects an increase of \$19,747,236 or 12.6 percent, as compared to the FY 2010-11 Adopted Budget. General Fund revenue sources are derived from taxes include: \$60,117,200 in property taxes, \$54,246,000 in sales and use taxes, and \$14,975,000 in other taxes. The remainder of the resources for the General Fund is comprised of \$21,648,300 in other revenue sources, \$23,875,000 in beginning fund balance, and \$1,500,000 in transfers.

General Fund Appropriations total \$176,361,500, which reflects an increase of \$19,747,236 or 12.6 percent, as compared to the FY 2010-11 Adopted Budget.

Department	Adopted FY 2010-11	Proposed FY 2011-12	Percent Change
Legislative	\$428,429	\$400,133	-6.6%
Executive	\$6,150,680	\$6,053,288	-1.6%
Financial Services	\$2,504,701	\$2,646,679	5.7%
City Attorney	\$1,731,000	\$1,780,251	2.8%
Police Services	\$63,613,676	\$67,270,119	5.7%
Fire Services	\$29,636,132	\$30,764,044	3.8%
Public Works	\$18,414,538	\$18,877,795	2.5%
Recreation and Parks	\$15,672,953	\$16,493,712	5.2%
Development Services	\$7,137,096	\$6,929,229	-2.9%
Non-Departmental	\$5,965,059	\$18,240,250	205.8%
Council Contingency	\$10,000	\$50,000	400.0%
Transfers	\$5,350,000	\$6,856,000	28.1%
Total	\$ 156,614,264	\$ 176,361,500	12.6%