

FY 2023-24 Year-End Budget Status Update

City Council Meeting
December 3, 2024
Agenda Item 15.4



General Fund – Revenues

(Attachment B)

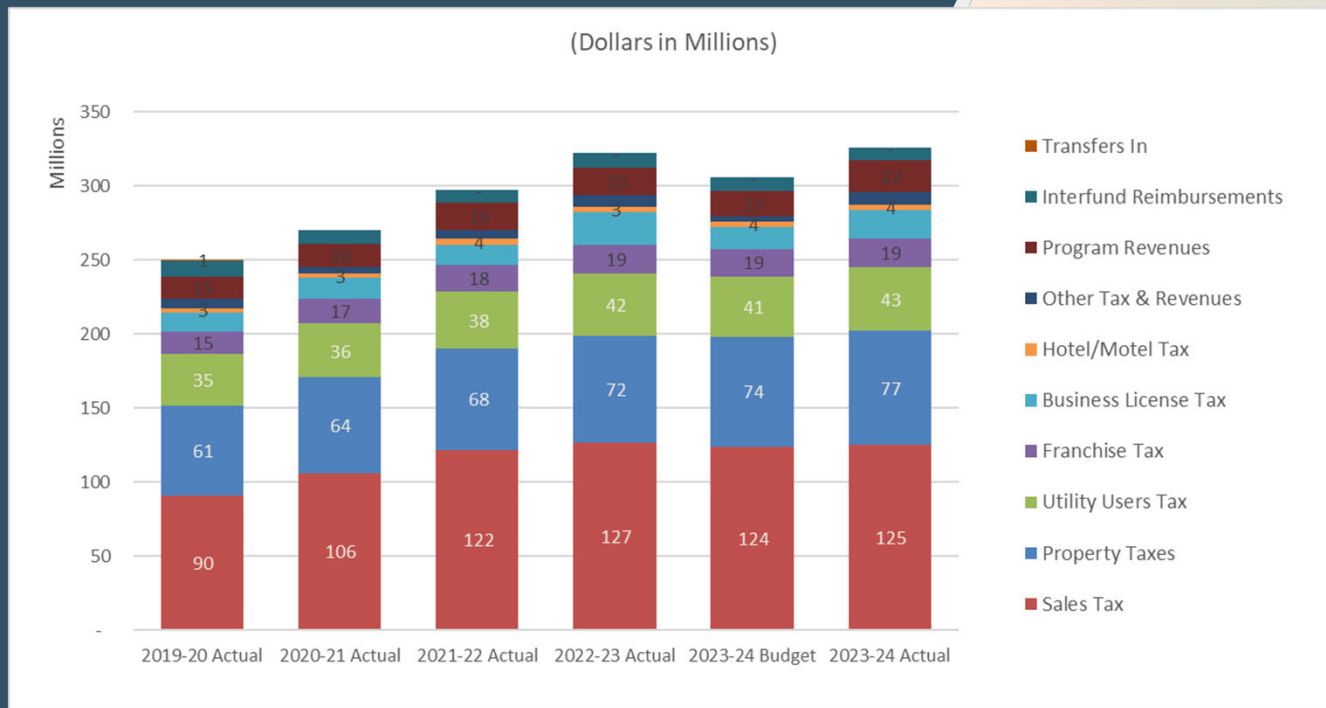
Budgeted Revenues **\$ 305.4 million**

Actual Revenues (unaudited) **\$ 325.6 million**

- ❖ Higher Investment Proceeds - \$5.1 million
- ❖ Program Revenue - \$4.3 million
- ❖ Business License Tax - \$4.1 million
- ❖ Property Tax - \$2.7 million



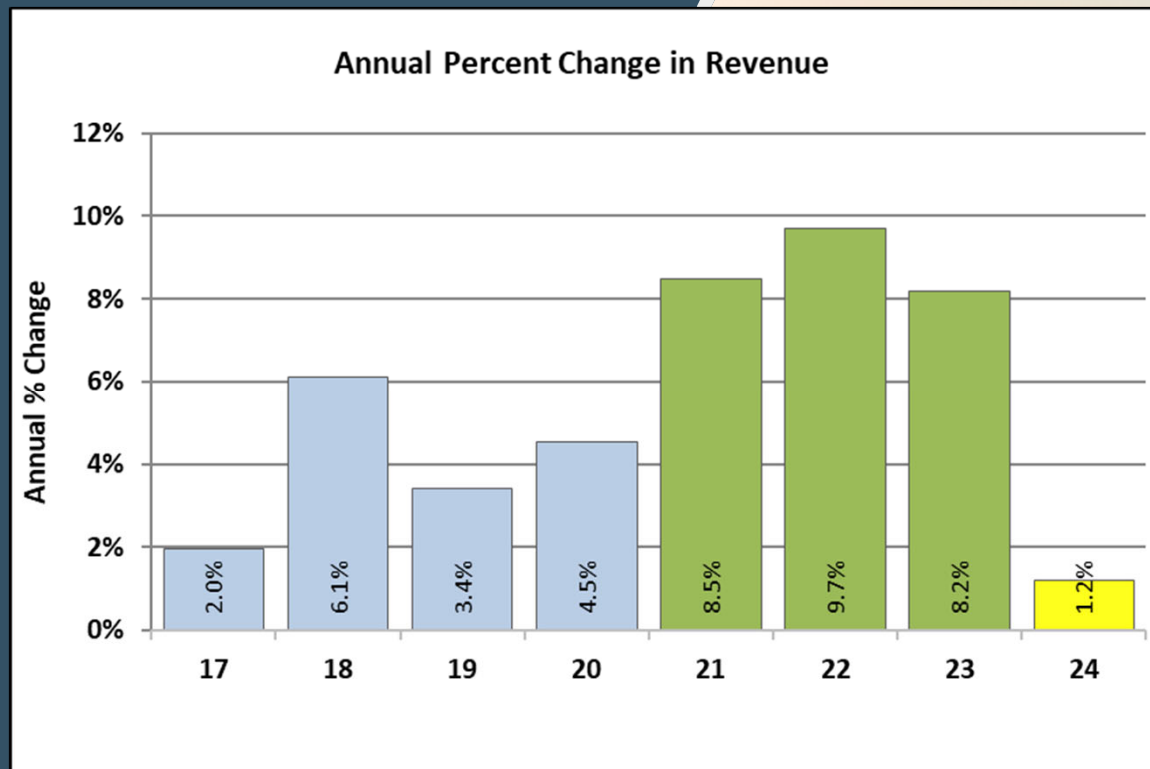
General Fund - Revenues



General Fund – Revenue Trends

Blue bars =
normal
growth

Green bars
= Pandemic
growth



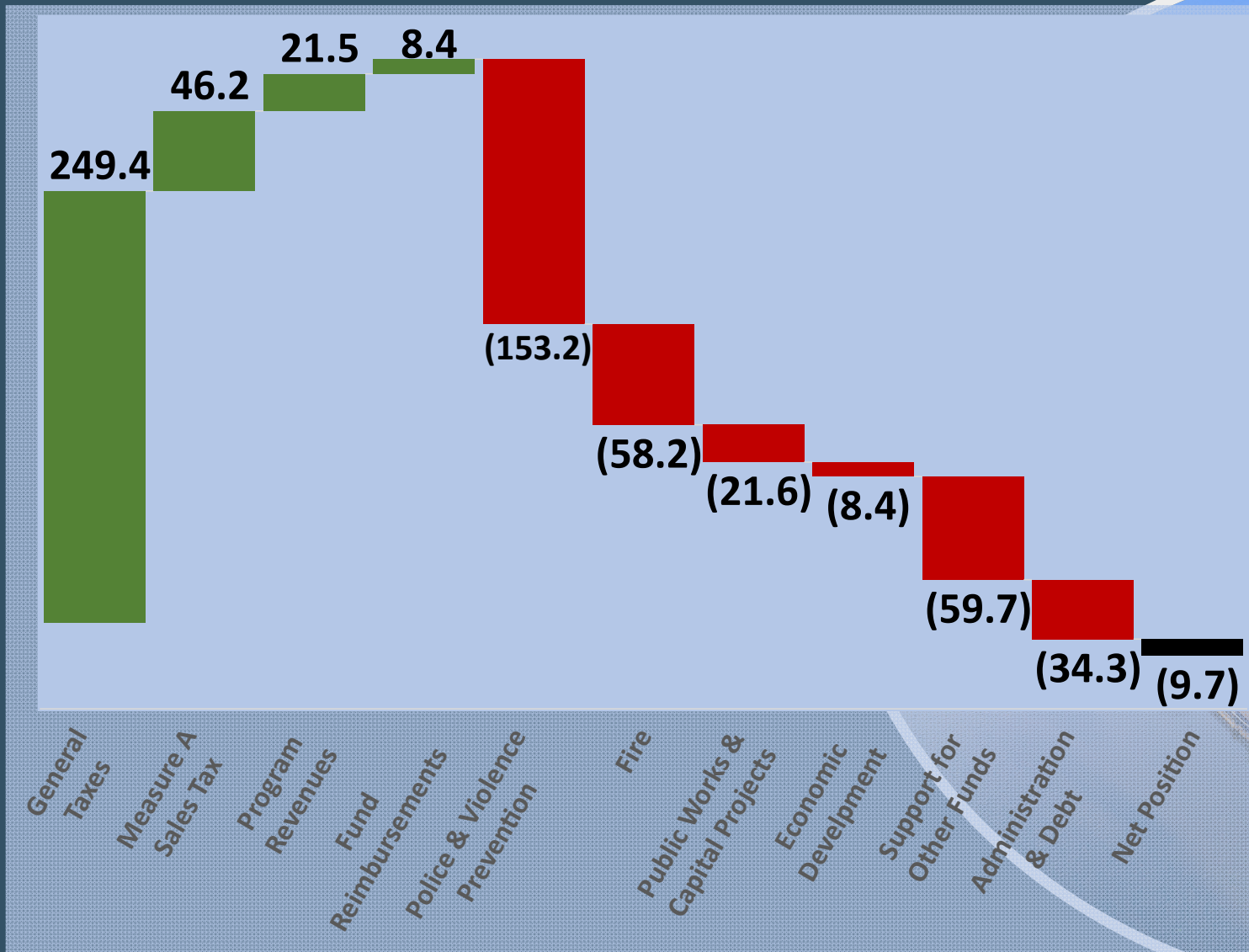
General Fund – Expenditures *(Attachment A)*

Budgeted Expenditures \$ 352.2 million

Actual Expenditures \$ 335.3 million

❖ Unanticipated Vacancy Savings - \$13.4 million





General Fund Budget Variance *(Attachment A)*

Revenues

- 6.6% more than budget

↑ \$20.17 Million

Expenditures

- 4.8% less than budget

↓ \$16.87 Million

Variance from Budget ↑ \$37.04 Million



Uses of \$37 Million Budget Variance

(Dollars in Millions)

Commitments		New \$	Cumulative
Contingent Payment	(result of higher revenues)	0.5	3.0
Health Premium	Address Increase Impact	2.0	
Formula Reserves	Working Capital 16.67%	6.4	54.7
	Known Contingency	4.8	73.5
Total		13.8	
Net Budget Variance		(37.0)	
Balance for Council Discussion		\$ 23.2	

General Fund Reserve Policy and Targets

- ❖ Reserve & Fund Balance Policy – General Fund
- ❖ Targets set in June 2024

Reserve Categories	Reserve Targets	Recommended Funding
Working Capital (16.67%)	\$54.7 million	\$54.7 million
Known Contingency	\$93.3 million	\$73.5 million
Risk-Based	\$89.0 million	\$10.8 million
Total	\$237.0 million	\$139.0 million



Recommendations for \$23.2 Million

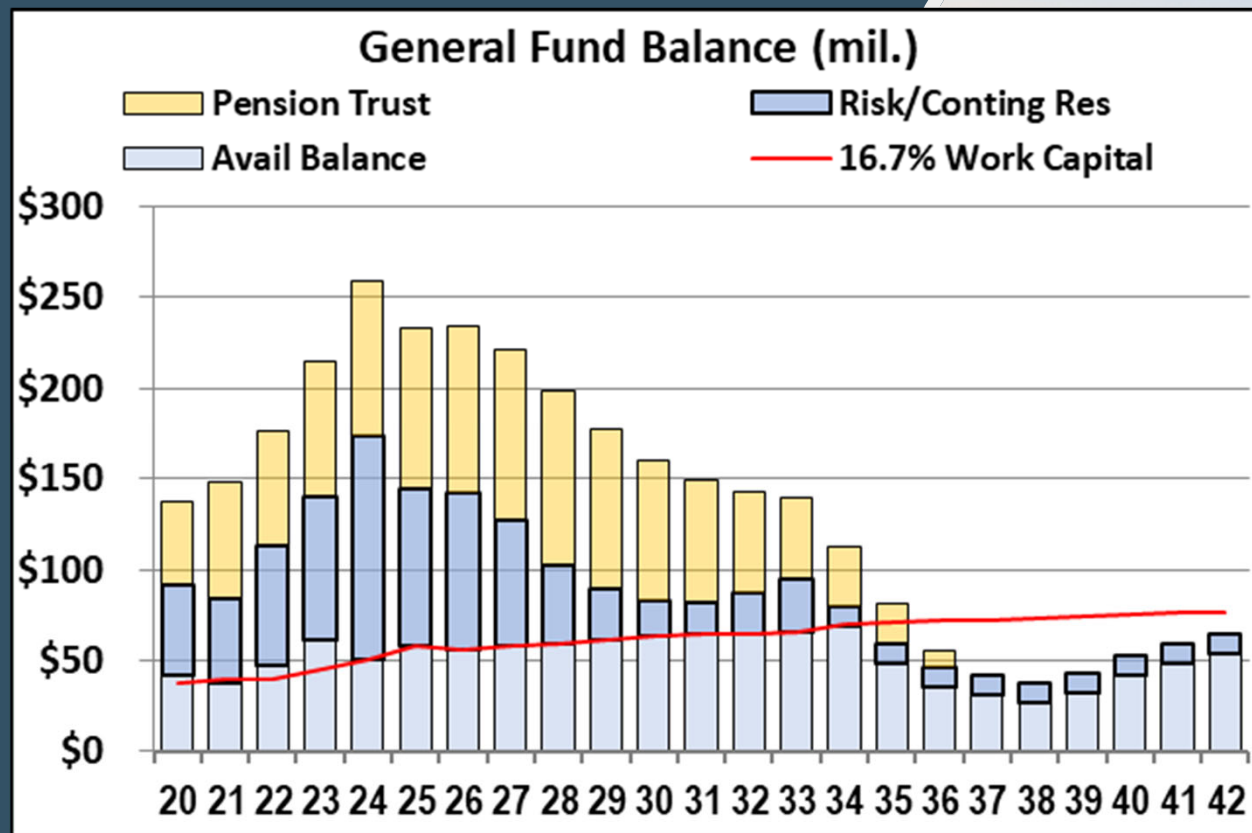
(Dollars in thousands)

New City Hall	11,700
Stockton YESS Program	125
Class/Comp Study	100
West Lakes Fire Station Property	1,000
Redevelopment Fund	2,000
Satellite Animal Shelter and Veterinary Clinic Facility	2,800
Banner Island Ballpark Renovation- MLB Required	2,500
Subtotal	\$ 20,225
Council Priority Project Funds	3,000
Total	\$ 23,225



Long-Range Financial Plan

(Updated with Year-End)



Recommended Budget Actions

- Allocate \$365,500 in vacancy savings from other administration (\$320.4K) and OVP Measure A (\$45.1K) to:
 - City Clerk \$ 5,700
 - City Manager \$ 147,100
 - Office of Violence Prevention \$ 6,900
 - City Attorney \$ 99,400
 - Economic Development \$ 106,400
- Authorize Budget Amendment to cover overages:
 - Downtown Marina Fund by \$25,310
 - Federal Housing Grant Fund CDBG – Revolving Loan by \$59,410



Recommended Budget Actions (cont.)

- Authorize the continuation of up to \$404,681 in FY 2023-24 budget appropriations to FY 2024-25 for:
 - Data Warehouse Cloud Services Software \$ 18,000
 - Chamber of Commerce STAART Program \$ 20,000
 - Fire Truck No. 7 One-Time Equipment \$116,681
 - El Concilio Community Center Repairs \$250,000
- Authorize the addition of one (1) full-time Fire Prevention Inspector I/II position to the FY 2024-25 Fire Prevention Development Services Fund, effective January 1, 2025.



FY 2023-24 4th Quarter Report Recommendation Summary

- Accept FY 2023-24 budget status report
- Authorize two FY 2023-24 Budget Amendments:
 - Downtown Marina Fund
 - Federal Housing Grant Fund CDBG – Revolving Loan
- Authorize reserve for Contingent payment
- Authorize continuation from FY 2023-24 to FY 2024-25
- Authorize FY 2023-24 General Fund appropriation of \$23.2 million for council priority projects
- Allocate General Fund Balance to reserves \$139.0 million
- Authorize one (1) full-time Fire Prevention Inspector I/II position