

BUDGET UPDATE

Presented by *María Villagómez*, Assistant City Manager



FY 2016 City Budget: \$2.5 Billion

Restricted Funds:

Airport Funds

Development Services

Hotel Occupancy Tax

Solid Waste

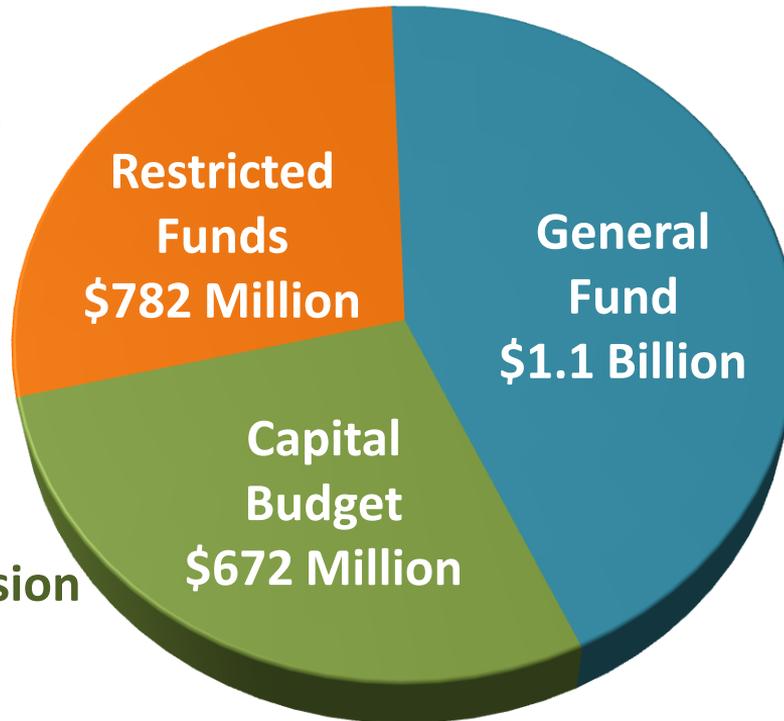
Storm Water

Capital Programs:

2012 Bond Program

Airport Projects

Convention Center Expansion



General Fund:

Supports most basic

City Services:

Police

Fire

Streets

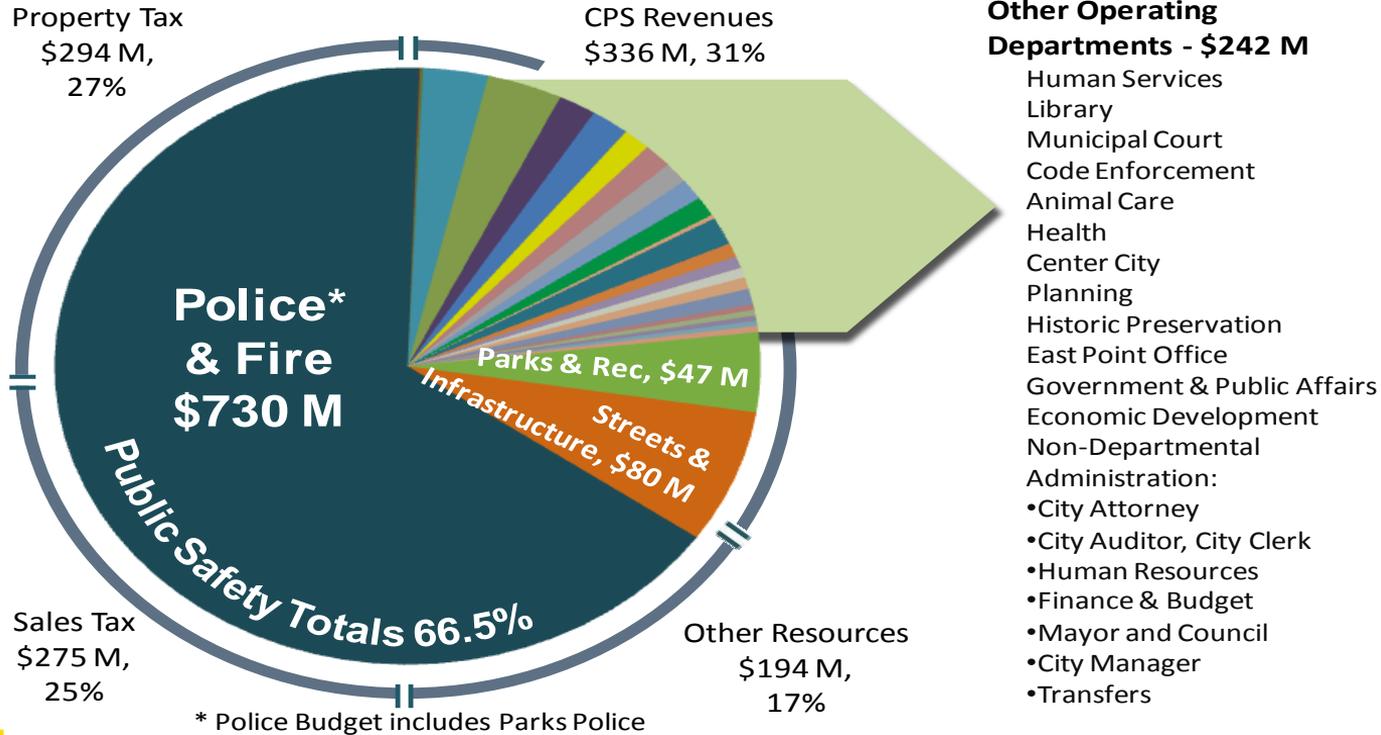
Parks

Library

Code Enforcement



FY 2016 General Fund Budget: \$1.1 Billion



* Police Budget includes Parks Police



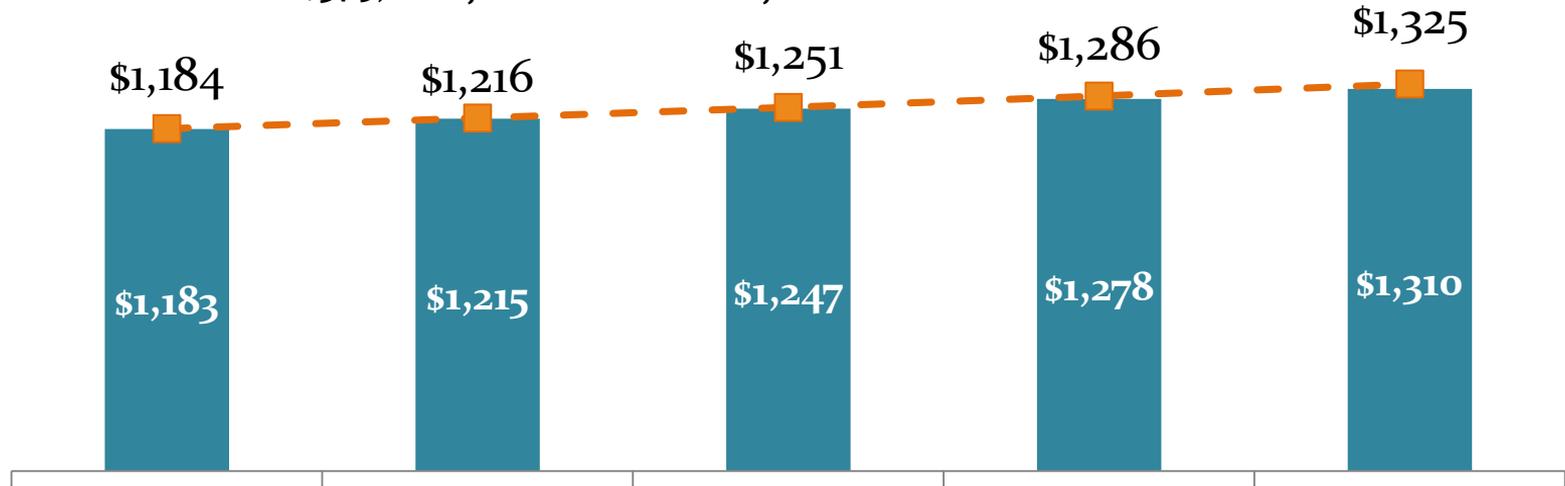
FY 2016 General Fund Update

- Six plus Six presented on May 11th
- Budget is balanced today and will be balanced on September 30th
- Since March, mild weather has impacted CPS revenue
- Recommendations to keep the General Fund balanced will be presented in August



Updated General Fund Five Year Financial Forecast

Includes \$375,000 for SA Pets Alive from Mid-Year Amendment



(\$ in Millions)

FY 2017

FY 2018

FY 2019

FY 2020

FY 2021

Ending Balance

\$0.5

\$1.1

\$4.0

\$8.4

\$14.7

Public Safety %

66.4%

66.6%

66.5%

66.4%

66.2%



Revenues - Includes Beginning Balance



Expenditures (Includes Set Aside of Reserves for Following Fiscal year)

New Overtime Regulations

2004

Current threshold established by Department of Labor

\$23,660

May 18, 2016

Department of Labor announces increase

Dec. 1, 2016

New regulations take effect

Jan. 1, 2020

Future updates every 3 years

Overtime Eligibility



\$47,476

**4.2 million US Workers
1,300 City Workers**



Potential Impact

Overtime updates will extend protections to 4.2 million U.S. workers



1,300 COSA workers could earn up to \$3 million in overtime in FY 2017

Entry Wage History

917 City employees paid below living wage

City increased minimum hourly rate from \$8.75 to **\$9.75 (living wage)**

City adopts **\$13.00 entry wage policy**

2005
\$8.75

2006
\$9.75

2008
\$9.93

2009
\$10.19

2011
\$10.60

2012
\$10.75

2013
\$11.08

2015
\$11.47

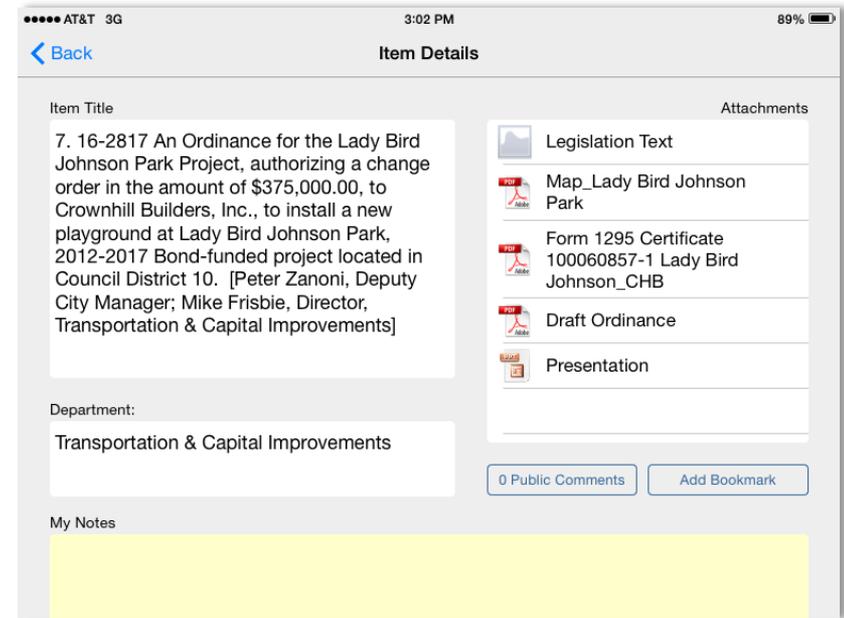
2016
\$13.00

- Current Federal poverty guideline is currently \$11.68 (family of four)
 - At historical growth rate would exceed \$13.00 in 2022 and \$15.00 in 2029



Paper Saving Initiative

- Digitized alternative
- Each year use 70,000 sheets of paper for City Council and Subcommittee meetings
- Potential solution
 - iPad app



Next Steps in the Budget Process



August 18
City Manager
Presents Proposed
Budget

**August 24 to
September 14**
Five City Council
Worksessions &
Community Input

September 15
City Council
Adopts the
Budget