

City Council Goal Setting Session for FY 2021 Budget



General Fund Trial Budget Overview & Financial Policies

Presented by: María Villagómez
Deputy City Manager
June 26, 2020

General Fund Five-Year Financial Forecast



(\$ in Millions)	FY 2020 Budget	FY 2021 Projection	FY 2022 Projection	FY 2023 Projection	FY 2024 Projection	FY 2025 Projection
Projected Resources ^a	\$1,367	\$1,354	\$1,305	\$1,332	\$ 1,365	\$1,401
Projected Expenses	1,278	1,316	1,334	1,365	1,389	1,411
Two-Year Budget Reserve	89 ^b	58	60	64	68	71
Ending Balance/(Adjustment Needed)	\$0	\$(20)	\$(89)	\$(97)	\$(92)	\$(81)

a: Includes Use of Reserves from Prior Fiscal Year

b: Includes reserve for Year 2 cost of FY 2020 budget amendments & reserve for impact of Senate Bill 2

General Fund Trial Budget (FY 2021 & FY 2022)

	FY 2021	FY 2022	Total
Projected Deficit	\$(20)	\$(89)	\$(109)
Trial Budget Reductions			
Personnel Expense Adjustments	\$12.8	\$0.0	\$12.8
Police Overtime Reduction	3.4	4.4	7.8
Hiring Freeze & Temporaries	10.9	6.1	17.0
Economic Development Incentives	5.5	5.5	11.1
HemisFair Park Contribution	1.7	1.7	3.4
Consulting Fees for SA Tomorrow	1.4	1.4	2.8
Management Fellow Program	0.3	0.3	0.5
General Fund and Fuel Contingencies	1.5	1.5	3.0
Street Maintenance	27.8	22.5	50.3
Total	\$65.3	\$43.4	\$109

Purpose of Financial Policies

- Establish Policy Guidance on Financial Management
- Critical to Maintain Strong Financial Position
- Adapt to Changing Economic Conditions
- Allowed San Antonio to Perform Well Financially
- Cohesive Policies and Practices
- Contribute to the City's Credit Profile

Current Financial Policies



Manage structural balance in General Fund



Maintain minimum ending balance of 15% in General Fund



Keep public safety spending below 66% of General Fund



Contingencies of \$1M General Fund & \$3M Capital Budget

Current Financial Policies



Address Internal Fund
Deficits within 3 to 5
Years



Review property tax
relief with focus on
homeowners



Annually review impact
of State imposed 3.5%
Property Tax Cap



Annually review and
periodically adjust fees
and charges for service

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Financial Policies

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