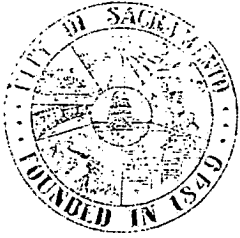


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CITY OF SACRAMENTO
CALIFORNIA

OFFICE OF THE
CITY MANAGER

June 10, 1980

CITY HALL
915 I STREET - 95814
(916) 449-5704

City Council
Sacramento, California

Honorable Members in Session:

SUBJECT: Reports Re: Proposed Restorations of Previous Budget Cuts
and Updated Fund Balance Status Report

We have attached two reports relating to revisions to the 1980-81 Preliminary Budget. The first report proposes restorations of certain preliminary budget cuts which were a part of the 1980-81 Preliminary Budget. The second report summarizes the changes to the financial assumptions which were included in the 1980-81 Preliminary Budget.

It is recommended that these two reports be referred to the Budget and Finance Committee to be heard at its special meeting scheduled for Thursday, June 12, 1980 at 4:00 p.m. in the City Council Chambers.

Respectfully submitted,

William H. Edgar

William H. Edgar
Assistant City Manager

Recommendation Approved:

Walter J. Slipe

Walter J. Slipe
City Manager

APPROVED
BY THE CITY COUNCIL

JUN 10 1980

OFFICE OF THE
CITY CLERK

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CITY OF SACRAMENTO CALIFORNIA

OFFICE OF THE
CITY MANAGER

June 10, 1980

CITY HALL
915 I STREET - 95814
(916) 449-5704

Budget and Finance Committee
City Council
Sacramento, California

Honorable Members in Session:

SUBJECT: Proposed Restorations of Previous Budget Cuts

SUMMARY

This report briefly reviews the highlights of the 1980-81 Preliminary Budget. It also summarizes the major changes to the financial assumptions and their impact upon the City's fund balances, revenues and expenditures. The report cautions against unlimited spending because of the uncertainties of the local economy, the likelihood of Federal cutbacks and the uncertainty of future State assistance. Finally, this report recommends that previous budget cuts of \$2.0 million be restored and included as part of the 1980-81 Budget.

BACKGROUND

At its meeting of February 26, 1980, the City Council took action adopting the resolution establishing budget policies and guidelines for the 1980-81 Fiscal Year. The first section of the resolution instructed the staff to prepare the 1980-81 Preliminary Budget assuming that Proposition 9 would be approved by the voters. Other sections of the resolution instructed the staff to prepare the Preliminary Budget anticipating a revenue loss of \$5 million, and to make the appropriate expenditure reductions necessary to achieve a balanced budget. This was accomplished by decreasing proposed expenditures and service levels in many of the operating departments.

The 1980-81 Preliminary Budget totaled \$143,677,427 which included all cost needs of the City. In order to absorb the General Fund loss of \$5 million which we anticipated from the passage of Proposition 9, the total budget was reduced below the 1979-80 level by \$2,190,440 or 1.5%. The budgets for the operating departments were reduced by \$951,226 below the 1979-80 level or by 1.0%. It is important to note, however, that although the 1980-81 Preliminary Budget proposed a spending level of only a little less than 1979-80 (1.0%),

cuts and service level reductions of approximately \$3 million were made in order to absorb the accelerating fixed costs of the City such as those for fuel and those associated with the City's pension system.

The 1980-81 Preliminary Budget proposed the deletion of 101 FTE (Full Time Equivalent) positions which translated into 139 jobs. These deletions would have had a significant impact upon City services, and as you recall the following highlights were examples of the recommended cutbacks:

- . Early closing of (1) fire station.
- . Elimination of over twenty-four (24) sworn officers and civilian personnel from various activities throughout the Police Department.
- . Severe cutbacks in the libraries and closing of the Central Library on Saturdays.
- . Elimination of ten (10) positions in the Parks Division which would affect the maintenance level in the City's parks system.
- . General cutback of many City recreational activities involving the deletion of 17 positions equivalent to full time positions.
- . Severe reductions in various City Engineering divisions, which will have both short and long-term consequences on public service.
- . Substantial reductions in City staff departments hardest hit during Proposition 13. This will further reduce the ability to administer the City effectively and efficiently and inhibit the ability to systematically employ newer and more innovative management tools necessary to manage today's cities.
- . Elimination of the City's centralized public information program, thereby reducing the City's direct and daily contact with the news media and certain on-going community relations activities.

For the last two months the Budget and Finance Committee has been reviewing the 1980-81 Preliminary Budget. Now that Proposition 9 has failed, the Committee has instructed the staff to prepare up-dated financial projections and, to the extent feasible and desirable, recommend restoration of previous budget cuts which are now within the financial capacity of the City to support.

CHANGES TO FINANCIAL ASSUMPTIONS

The Finance Director's report dated June 10, 1980 which immediately follows this report, details the changes to the financial assumptions and describes the impact upon City revenues and fund balances. Therefore, we will only summarize the changes below.

Although Proposition 9 has failed, the financial problems of the City are not behind us. Certain external circumstances will adversely affect City revenues. As the recession deepens, impacts of Proposition 13 and 4 become more apparent, prospects for continued State assistance become less positive, and Federal cutbacks become more severe, the financial problems of the City will become more pronounced and will require greater attention by both the City Council and the staff.

Changes to 1979-80 Financial Assumptions

With respect to this fiscal year (1979-80), the Finance Department has revised its revenue forecast downward by almost \$1.3 million in the General Fund and \$1.0 million for all funds, primarily due to the revenue shortfalls in the construction related revenue sources.

In addition, the expenditures forecast for 1979-80 has also been revised resulting in greater expenditures than originally projected in the 1980-81 Preliminary Budget by about \$.5 million. (Reference Attachment No. 1 of the Finance Director's report)

The impact of these changes upon the City's fund balances for 1979-80 is significant. As you recall, we projected in the 1980-81 Preliminary Budget a fund balance erosion of \$4.3 million in the General Fund and \$7.4 million in all funds for the period 6-30-79 to 6-30-80. The current projections of the Finance Department will mean that this erosion will increase by \$1.8 million in the General Fund to a level of \$6.1 million and by \$2.6 million in all funds to a total of \$10.0 million. Again, the staff is not concerned about the level of fund balances at this time; even with these changes the current levels of the City's fund balances are good. The trend is the concern. With this much fund balance erosion in one year, it's obvious that we are spending more than we are receiving in a single year. This trend must be stopped (or at least slowed) in order that the City's revenue growth can begin to keep pace with its expenditure growth.

Changes to 1980-81 Financial Assumption

With regard to the 1980-81 Fiscal Year the Finance Department has also revised its revenue forecasts. Here again, the current forecast shows a revenue shortfall of \$1.1 million in the General Fund and \$.5 million for all funds below what was anticipated in the 1980-81 Preliminary Budget. This shortfall is primarily due to the decline in construction-related revenues now projected to be below this years (1979-80) by 18%.

The off-set to these shortfalls is the restoration of \$5 million to the revenue side of the budget because of the failure of Proposition 9. In addition interest income will increase by 25% during the year. Obviously, this improves the revenue picture and enables the City Council to consider restoring some of previous budget cuts. It should be kept in mind that the uncertainties of the local economy, the uncertainty of continued State assistance, and possible Federal cutbacks might result in the worsening of these revenue projections during the fiscal year. At the time this occurs we will simply have to adjust. We intend to use the administrative contingency budget if adjustments are required.

As for proposed expenditures for 1980-81, we are recommending a limited restoration of previous budget cuts to allow the City's fund balances to

maintain the same approximate level that we now anticipate at the end of this year (1979-80).

Assuming that current revenue projections, including the restoration of the \$5 million are accurate, and the partial restorations of previous budget cuts are adopted the fund balance for the General Fund will maintain a level of \$6.4 million by the end of 1980-81. A level of \$17.6 million will be maintained for all funds for the same period.

These do not include expenditure estimates from the administrative contingency. If expenditures are made for this budget unit, fund balances would have to be lowered accordingly. So, for the 1979-80 Fiscal Year we are projecting expenditures of almost \$2 million from the administrative contingency for unanticipated expenditures and emergencies.

In addition, the 1980-81 fund balances will be lowered further if the City Council were to grant salary increases over and above those included in the 1980-81 Preliminary Budget.

SUMMARY

The following is a summary of the changes in financial assumptions:

- . Fund balance erosion will approximate \$6.1 million in the General Fund and \$10.0 million for all funds during 1979-80.
- . Revenue projections are now thought to be realistic although the uncertainties of the local economy, future State assistance, and Federal cutbacks could alter the forecast again.
- . Federal cutbacks seem certain and the preliminary estimate of a 21.5% reduction for C.E.T.A. has been included in our current financial forecast.
- . In order to protect the level of the City's fund balances and prevent further erosion, only a partial restoration of previous budget cuts has been recommended.
- . We have not projected any expenditures from the administrative contingency or additional salary increases over those in the 1980-81 Preliminary Budget during 1980-81 which would reduce fund balances further than we have anticipated.
- . If the revenue projections are accurate, if only a partial restoration of previous budget cuts is adopted, if no expenditures are made from the administrative contingency, and if revenue projections are correct, fund balances at the end of 1980-81 will maintain the same approximate level that we are now projecting for the end of 1979-80.

PROPOSED RESTORATIONS OF PREVIOUS BUDGET CUTS

The attached program impact statement and revised Personnel Summary Chart shows the detail of the proposed restoration of previous budget cuts by budget unit. Therefore, the following is a brief summary:

ADMINISTRATION

1. City Manager - Add back the centralized public information function, but retain the cut of \$5,000 for special studies.
2. Data Processing - Add back the computer operation supervisor and some supplies.
3. Finance - Add back the emergency telephone operation and three (3) other positions, but retain certain cuts including the elimination of one accounting technician.
4. Planning - Add back all cuts plus substitution of one (1) planner position for one (1) administrative position to implement the proposed re-organization.

POLICE

Add back 22 of the 25 sworn officers retaining the substitution of a Supervising Dispatcher Clerk for a sergeant in Communications, and the elimination of 2 sworn positions previously funded by a grant.

Retain the deletion of 2 identification technicians in the Office of Administrative Services.

FIRE

Add back 15 Fire Department positions thereby eliminating the closing of Fire Station No. 3 located at 1215 - 19th Street.

Retain the deletion of one (1) fire light truck and some supply items.

PUBLIC WORKS

1. Engineering/Construction - Add back three (3) engineering positions in the City Engineer's budget for the energy conservation program. Retain the cut of three (3) general support engineering positions as well as some supplies.
2. Inspections - Retain the cut of four (4) positions related to the sign code enforcement programs and two (2) limited-term general inspection positions.

PUBLIC WORKS (Cont)

3. Traffic Engineer - Add back one (1) parking meter repair position but retain the cut of two (2) maintenance positions and some supplies.
4. Waste Removal - Reflect the City Council's decision to change the service level and budget accordingly in the Waste Removal Division.
5. Real Estate - Add back one (1) position in the Real Estate Division.

COMMUNITY SERVICES

1. Administration - Add back two (2) positions in the Administration Division to maintain the current level of service.
2. Recreation - Add back 14.3 of the 17.3 positions equivalent to full-time positions.
3. Parks - Add back ten (10) positions to retain the current level of service.
4. Crocker Art Museum - Restore the hours reduction to maintain the current level of service.

LIBRARY

Add back 6.6 positions to maintain the current level of service.

ADMINISTRATIVE CONTINGENCY

Reduce the Administrative Contingency budget to 7% of operating expenditures.

As a general comment and as can be seen from the impact chart, we have restored about \$2 million of the \$3 million cut which was included in the 1980-81 Preliminary Budget. Our goal was to reduce fund balance erosion to zero by the end of 1980-81 but at the same time restore the most critical cuts that were made in the Preliminary Budget. In our opinion this goal has been achieved.

PERSONNEL

This report proposed certain changes to the 1980-81 Preliminary Budget's staffing pattern. Although these changes are detailed on the attached chart, the following is a summary:

TABLE I
POSITION - EMPLOYEE COMPARISON

	<u>1</u> 1979-80 Current Budget		<u>2</u> 1980-81 Preliminary Budget		<u>3</u> Revised 1980-81 Preliminary Budget		<u>4</u> Increase (Decrease) Over Current Budget	
	<u>Position</u>	<u>People</u>	<u>Position</u>	<u>People</u>	<u>Position</u>	<u>People</u>	<u>Position</u>	<u>People</u>
<u>Government Activity</u>								
General Government	223.70	(237)	216.60	(223)	228.6	(239)	4.9	2
Public Safety	1,211.70	(1,284)	1,172.50	(1,244)	1,209.5	(1,281)	- 2.2	- 3
Public Works	899.90	(949)	882.40	(926)	869.9	(915)	- 30.0	- 34
Community Services	486.60	(716)	455.70	(662)	483.1	(693)	- 3.5	- 23
Library and Cultural	170.60	(225)	164.30	(217)	170.9	(226)	0.3	1
Internal Services	69.10	(69)	69.10	(69)	69.1	(69)	0	0
Sub Total	<u>3,061.60</u>	<u>(3,480)</u>	<u>2,960.60</u>	<u>(3,341)</u>	<u>3,031.1</u>	<u>(3,423)</u>	<u>- 30.5</u>	<u>- 57</u>
CETA	<u>410.00</u>	<u>(410)</u>	<u>410.00</u>	<u>(410)</u>	<u>315</u>	<u>(315)</u>	<u>- 95</u>	<u>- 95</u>
GRAND TOTAL	<u><u>3,471.60</u></u>	<u><u>(3,890)</u></u>	<u><u>3,370.60</u></u>	<u><u>(3,751)</u></u>	<u><u>3,346.1</u></u>	<u><u>(3,738)</u></u>	<u><u>-125.5</u></u>	<u><u>-152</u></u>

CONCLUSIONS AND RECOMMENDATIONS

As has been the case in the past few years, the uncertainties of the City's revenues as well as other external factors such as Federal cutbacks, the local economy, and the possibility of reduced State assistance make budget planning difficult, if not impossible.

The only recourse in these changing times is more constant and detailed review so that appropriate adjustments can be made as needed during the year.

It is recommended that the Budget and Finance Committee adopt the changes to the 1980-81 Preliminary Budget which are included on the attached impact chart.

Respectfully submitted,

William H. Edgar

William H. Edgar
Assistant City Manager

Recommendation Approved:

Walter J. Slipe

Walter J. Slipe
City Manager

PROGRAM IMPACT STATEMENT
REVISED 1980-81 PRELIMINARY BUDGET

<u>Budget Units</u>	<u>1979-80 Current Budget</u>	<u>1980-81 Projected Status Quo (No Program Change)</u>	<u>1980-81 Preliminary Budget</u>	<u>Proposed Increase (Decrease)</u>	<u>Revised 1980-81 Preliminary Budget</u>	<u>Impact</u>
Mayor/Council	\$ 141,851	\$ 148,000	\$ 194,620	\$ -0-	\$ 194,620	No change.
City Manager	507,603	527,048	484,262	37,786	522,048	Add back Public Information Officer & various supplies - delete special studies by consultant \$5,000.
City Attorney	411,043	440,329	439,598	731	440,329	Restore clerical support services - status quo budget.
City Clerk	118,351	124,642	124,642	-0-	124,642	No change.
City Treasurer	206,106	227,254	227,254	960	228,214	Restore compensation for Ann Land & Bertha Henschel Commission.
Data Processing	1,254,341	1,203,723	1,157,305	31,488	1,188,793	Add back 1 Computer Operator Supervisor - also miscellaneous supply items to support a status quo budget. Delay hiring the Systems Administrator for 6 months.
Employee Relations	146,285	147,251	147,251	-0-	147,251	No change.
Finance	2,202,440	2,311,280	2,103,916	117,513	2,221,429	Add back 4 Telephone Operators, 1 Accountant, 1 Cashier, 1 Administrative Assistant positions restoring telephone operations for nights, weekends & holidays and to maintain publications legal notifications as well as operational services - delete revenue study by the University - delete 1 Account Technician & reduced telephone costs by cutbacks in equipment & usage.
Personnel	826,573	942,467	881,976	60,491	942,467	Restore cuts in Preliminary Budget to status quo level.
Planning	996,604	1,022,954	984,800	65,000	1,049,800	Add back 1 Planner for current planning add back compensation for Commission Board Members - does not restore 1 Assistant Planner cut from status quo budget - and adds 1 Administrative Assistant per department reorganization plan.

<u>Budget Units</u>	1979-80 Current Budget	1980-81 Projected Status Quo (No Program Change)	1980-81 Preliminary Budget	Proposed Increase (Decrease)	Revised 1980-81 Preliminary Budget	<u>Impact</u>
Police - Total	\$ 24,560,491	\$ 24,655,929	\$ 23,667,792	\$ 825,500	\$ 24,493,292	
Office of Chief	1,100,429	1,437,568	1,268,258	169,310	1,437,568	Add back 2 Sergeants & 3 Police Officers - return to status quo level.
Administrative Services	6,638,823	6,087,050	5,843,438	159,810	6,003,248	Restore all equipment & supplies to support all sworn positions added back in Police Dept. - this does not add back 2 civilian positions ID Technician cut in preliminary submission.
Operations	12,865,057	13,059,867	12,764,658	216,374	12,981,032	Add back 8 sworn positions - 1 crime suppression team (1 Sergeant & 5 Police Officers) & 2 Police Officers on patrol duty. This does not restore 2 sworn positions for SPUDS.
Investigations	3,956,182	4,071,444	3,791,438	280,006	4,071,444	Add back 9 sworn positions (3 Sergeants & 6 Police Officers) return to status quo level.
Fire - Total	16,403,810	16,617,980	16,023,521	508,800	16,532,321	Add back 15 fire positions - Station No. 3 will not close early - does not include the add back of 1 fire light truck and minor miscellaneous equipment requested in status quo budget.
City Engineer	2,988,779	2,928,533	2,779,546	61,450	2,840,996	Add back 3 engineering positions for the energy conservation program & general design work & drafting supplies. Delete 3 general support engineering positions & supplies.
Street Maintenance	2,304,623	2,562,774	2,562,774	-0-	2,562,774	No change.
Inspections	1,526,145	1,586,000	1,462,244	7,845	1,470,089	Add back compensation for construction related appeals boards & various supplies. Does not add back cut of 4 positions for sign code enforcement program & 2 F.T.E. limited term positions for plan check & general inspection.
Traffic Engineer	1,587,010	1,613,975	1,528,127	35,641	1,563,768	Add back replacement parking meter purchases (\$15,000), 1 Parking Meter Repair position; does not add back 2 maintenance positions & supplies to maintain status quo level of repairs, maintenance of street marking & signs.
Parking Facilities	3,392,746	3,590,498	3,590,498	-0-	3,590,498	No change.

<u>Budget Units</u>	<u>1979-80 Current Budget</u>	<u>1980-81 Projected Status Quo (No Program Change)</u>	<u>1980-81 Preliminary Budget</u>	<u>Proposed Increase (Decrease)</u>	<u>Revised 1980-81 Preliminary Budget</u>	<u>Impact</u>
Waste Removal	\$ 8,741,297	\$ 9,346,493	\$ 9,346,493	\$ 240,086	\$ 9,586,579*	Increased service level for garden refuse service
Real Estate	216,620	218,133	186,460	31,673	218,133	Add back 1 Real Estate Associate position to restore status quo level.
Facility Maintenance	3,022,729	3,210,038	3,210,038	-0-	3,210,038	No change.
Water/Sewer	10,896,645	10,933,175	10,933,175	-0-	10,933,175	No change.
Animal Control	372,244	389,350	389,350	-0-	389,350	No change.
Community Services:						
Administration	262,828	265,555	255,976	39,579	265,555	Add back 2 positions to maintain status quo operations.
Recreation	2,269,836	2,369,568	2,203,718	121,697	2,325,415	Add back 14.3 F.T.E. positions to restore the following programs: handicapped senior citizens, swimming pools, community centers, Fairytale Town, monitoring supervision for various field activities, Camp Sacramento staff & supplies; does not add back cuts in free snacks for Halloween & Easter programs, free cheer leading clinic, adult flag football support, or reductions in crafts, puppet & costume workshops, partial funding for films & trips, replacement of athletic supplies & awards, and staff level compensation for officials at current level.
Boat Harbor	190,131	233,553	233,553	-0-	233,553	No change.
Parks	6,123,225	6,197,642	5,946,636	209,737	6,156,373	Add back 10 positions to status quo level, necessary other services & supplies including \$15,000 for single men persons home for contractual grounds maintenance, does not restore reduction of trash trailer purchases, maintenance & repair reductions and equipment rental.
Golf	1,141,863	1,211,597	1,211,597	-0-	1,211,597	No change.
Zoo	535,215	573,725	556,951	4,319	561,270	Add back 0.5 F.T.E. limited term public service aide for grounds maintenance - does not restore 0.5 F.T.E. - P.S.A. position reductions & mechanical sweeper.
Crocker Art Museum	311,911	316,519	296,148	20,371	316,519	Restore work hours reduction for Curator & Assistant Director - restore supply reductions.

<u>Budget Units</u>	<u>1979-80 Current Budget</u>	<u>1980-81 Projected Status Quo (No Program Change)</u>	<u>1980-81 Preliminary Budget</u>	<u>Proposed Increase (Decrease)</u>	<u>Revised 1980-81 Preliminary Budget</u>	<u>Impact</u>
Community Services: (con't)						
Museum & History Comm.	\$ 270,283	\$ 256,440	\$ 256,440	\$ -0-	\$ 256,440	No change.
Metropolitan Arts	84,056	72,255	72,255	17,781	90,036*	Add to Preliminary Budget from County to support 7 CETA positions for 3 months.
Community Center	3,217,489	3,229,823	3,172,223	-0-	3,172,223	No change.
Library	2,752,534	2,842,946	2,686,125	156,821	2,842,946	Restore 6.6 positions cut to status quo level in children's services & restore to present level of hours that all library branches are open.
Mountain Valley Library	-0-	380	380	-0-	380	No change.
Bond Interest	2,882,184	2,808,334	2,808,334	-0-	2,808,334	No change.
Insurance	728,492	781,090	781,090	-0-	781,090	No change.
Elections	290,000	30,000	30,000	-0-	30,000	No change.
Retired Employees	774,224	835,170	835,170	-0-	835,170	No change.
Contributions To Other Governmental Agencies	85,128	80,928	80,928	-0-	80,928	No change.
Contributions To Other Agencies	216,513	119,072	119,072	-0-	119,072	No change.
Entertaining & Advertising	8,487	-0-	-0-	-0-	-0-	No change.
Administrative Contingency	5,782,448	7,730,083	7,730,083	(521,200)	7,208,883	Reduce General Fund Administrative Contingency to 7%
Salary Reserve	-0-	6,300,000	6,300,000	-0-	6,300,000	No change.
SRTD	879,671	879,671	879,671	-0-	879,671	No change.
Manpower	9,588,650	8,333,994	8,333,994	-0-	8,333,994	See revision below adjusted department total.
SHRA	2,498,300	2,391,500	2,391,500	-0-	2,391,500	No change.
CDBG Contingency	309,700	410,500	410,500	-0-	410,500	No change.
Utility User Rebate	218,000	218,000	218,000	-0-	218,000	No change.
Injury On Duty	250,000	250,000	250,000	-0-	250,000	No change.

<u>Budget Units</u>	<u>1979-80 Current Budget</u>	<u>1980-81 Projected Status Quo (No Program Change)</u>	<u>1980-81 Preliminary Budget</u>	<u>Proposed Increase (Decrease)</u>	<u>Revised 1980-81 Preliminary Budget</u>	<u>Impact</u>
Convention & Visitors Bureau	\$ 573,600	\$ 585,000	\$ 555,000	\$ -0-	\$ 555,000	No change.
Downtown Business Improvement Area	79,870	72,941	72,941	-0-	72,941	No change.
TOTAL	\$125,148,974	\$134,144,112	\$131,083,927	\$2,074,069	\$133,157,996*	
Manpower (included above)				(1,120,734)	(1,120,734)	
ADJUSTED TOTAL (including CETA)	\$125,148,974	\$134,144,112	\$131,083,927	\$ 953,335	\$132,037,262*	*Revised budget increase of \$240,086 for Waste Removal & \$17,781 in the Metropolitan Arts budgets are supported by increased revenue sources
(MEMO ONLY)						
City Retirement Contributions	\$ 10,281,610	\$ 12,705,479	\$ 12,705,479	\$ -0-	\$ 12,705,479	No change.
Equipment Maintenance	5,632,711	7,218,393	7,218,393	(330,000)	6,888,393	Dependent upon City Council response to City Manager's proposal.
Risk Management & Insurance	8,094,558	7,351,505	7,351,505	-0-	7,351,505	
Central Services	361,832	458,303	458,303	-0-	458,303	

SCHEDULE II
SUMMARY OF BUDGETED POSITIONS

Budget Unit	1979-80 Amended Budget				REVISED 1980-81 Preliminary Budget				Change In Total FTE (People)
	Career		Non-Career		Career		Non-Career		
	FTE	People	FTE	People	FTE	People	FTE	People	
<u>General Govt.</u>									
Mayor/Council	2	(2)			5	(5)			3 (3)
City Manager	12	(12)			12 11	(12) (11)			0 1 (-1)(0)
City Attorney	12	(12)	0.6	(6)	12	(12)	.6	(6)	0 (0)
City Clerk	4	(4)			4	(4)			0 (0)
City Treasurer	6	(6)			6	(6)			0 (0)
Data Processing	33	(33)	1.5	(3)	33.5 32.5	(34) (33)	0.5	(1)	0.5 1.5 (-2)(-1)
Finance	85	(85)	1	(5)	85 79	(85) (79)	1	(5)	0 7 (-7)(0)
Personnel	27.6	(30)			30 29	(30) (29)			2.4 1.4 (-1)(0)
Emp. Relations	4	(4)			4	(4)			0 (0)
Planning	33	(33)	2	(2)	33 31	(33) (31)	2.0	(2)	0 2 (-2)(0)
Sub Total General Govt.	218.6	(221)	5.1	(16)	213.5 224.5	(214) (225)	3.7 4.1	(9) (14)	- 7.7 (-14) 4.9 (2)
<u>Public Safety</u>									
Police	692	(692)	51.7	(124)	690 668	(690) (668)	51.5	(123)	-22 (-3) -24.2 (-25)
Fire	468	(468)			453 468	(453) (468)			-15 (-15) 0 (0)
Sub Total Public Safety	1,160	(1,160)	51.7	(124)	1158 1,121	(1158) (1,121)	51.5	(123)	-2.2 (-3) -39.2 (-40)
<u>Public Works</u>									
Engineer & Const.	68	(68)	12	(12)	72 71	(72) (71)	5.3	(5) (3)	-3 6 (-6)(-3)
Street Maint.	48	(48)			48	(48)			0 (0)
Inspections	51	(51)	3	(3)	47	(47)	1	(1)	-6 (- 6)
Traffic	59	(59)	1	(1)	57.5 56	(57) (56)	1	(1)	-2 3 (-3)(-2)
Parking	50	(50)	10	(17)	50	(50)	10	(17)	0 (0)
Waste Removal	268	(268)	31.5	(67)	263 271	(263) (271)	16.5	(48) (56)	-20 2.5 (-8)(-24)
Real Estate	6	(6)			6 5	(6) (5)			0 1 (-1)(0)
Facility Maint.	55	(55)	3.4	(10)	55	(55)	3.4	(10)	0 (0)
Water & Sewer	220	(220)			221	(221)			1 (1)
Animal Control	14	(14)			14	(14)			0 (0)
Sub Total Public Works	839	(839)	60.9	(110)	833 838	(833) (838)	36.9 44.4	(82) (88)	-30 (-34) -17.5 (-23)

Budget Unit	1979-80 Amended Budget				REVISED 1980-81 Preliminary Budget				Change In Total	
	Career		Non-Career		Career		Non-Career		FTE (People)	
	FTE	People	FTE	People	FTE	People	FTE	People		
<u>Community Services</u>										
Admin. Services	9	(9)			9.7	(9) (7)	104.8	(307)	0.2	(-2)(0)
Recreation	52	(52)	108.8	(331)	53	(53)	90.5	(289)	-3.17.3	(-41)(23)
Boat Harbor	2	(2)	1.3	(4)	2	(2)	1.3	(4)	- 0	(- 0)
Parks	234	(234)			234	(234) (224)			0.10	(-10)(0)
Golf	33	(33)	4	(8)	33	(33)	4	(8)	0	(0)
Zoo	21	(21)	2.5	(3)	21	(21)	21.5	(3) (2)	-0.5.7	(-7)(0)
Crocker Art Gallery	13	(13)			13	(13)			0.0.6	(0)
Museum & History	4	(4)			4	(4)			0	(0)
Metropolitan Arts	2	(2)			2	(2)			0	(0)
<u>Sub Total Community Services</u>	370	(370)	116.6	(346)	371	(371)	112.1	(322)	-3.5	(-23)
					358.4	(359)	97.3	(303)	-30.9	(-54)
<u>Library & Culture</u>										
Library	103	(103)	5.9	(10)	103	(103)	5.9	(10)	0	(0)
Community Center	35	(35)	9.6	(47)	35	(35)	1.3	(3)	- 6.6	(-9)
Convention Center	12	(12)	5.1	(18)	35	(35)	9.9	(48)	0.3	(+ 1)
					12	(12)	5.1	(18)	0	(0)
<u>Sub Total Library & Culture</u>	150	(150)	20.6	(75)	150	(150)	20.9	(76)	+0.3	(+1)
					148	(148)	16.3	(69)	-6.3	(-8)
<u>Internal Services</u>										
Equipment Maint.	67	(67)	.1	(0)	67	(67)	.1	(0)	0	(0)
Mail & Duplication	2	(2)			2	(2)			0	(0)
<u>Sub Total Internal Services</u>	69	(69)	.1	(0)	69	(69)	.1	(0)	0	(0)
<u>Total All Departments</u>	2806.6	(2,809)	255	(671)	2805.5	(2806)	225.6	(617)	-305	(-57)
					2747.9	(2,749)	212.7	(592)	-107	(-139)
<u>Special Manpower</u>			410	(410)			410	(410)	0	(0)
							315	(315)	-95	(-95)
<u>GRAND TOTAL</u>	2806.6	(2,809)	665	(1,081)	2805.5	(2806)	540.6	(932)	-125.5	(-152)
					2747.9	(2,749)	622.7	(1,002)	-107	(-139)

	All Departments		Manpower		Total	
	FTE	People	FTE	People	FTE	People
1980-81 Prel.	3,031.1	3,423	315	(315)	3,346.1	3,738
1979-80 Amended	2,960.6	3,347	410	(410)	3,370.6	3,757
Change	(30.5)	(107)	(95)	(95)	(125.8)	(119)



CITY OF SACRAMENTO

DEPARTMENT OF FINANCE

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JACK R. CRIST
DIRECTOR OF FINANCE

FRANK MUGARTEGUI
ASSISTANT DIRECTOR

June 6, 1980

Budget and Finance Committee
City Council
Sacramento, California

Honorable Members in Session:

SUBJECT: Updated Fund Balance Status Report

SUMMARY

This report and the included attachments are intended to update the fund balance estimates for both FY 1979-80 and FY 1980-81. The report is informational in nature and requires no Committee action.

BACKGROUND

The staff has previously released fund balance estimates which were included in the Preliminary FY 80-81 Budget, pages B-4 through B-7. These estimates were done in late February and early March 1980 using actual six-month data through December 31, 1979.

The attached revisions amend the B-4 through B-7 fund balance charts in the Preliminary FY 80-81 Budget utilizing actual FY 79-80 revenue and expenditure data through the end of April 1980.

FINANCIAL

Following this transmittal letter is an index detailing the specific attachments included herein. Following are summary comments on each attachment:

Attachment 1

Summary of Changes to 6-30-80 and 6-30-81 Estimated Fund Balances

This attachment depicts, in summary, the changes from the previously reported fund balance estimates for both FY 79-80 and FY 80-81. It indicates that both "Total City Funds" and the "General Fund" are estimated to be relatively unchanged during fiscal year 1980-81. The attachment also attempts to highlight the major reasons for change from the previous estimates.

Note: The previous estimates are summarized in budget followup Report #5, dated April 24, 1980, to the Budget and Finance Committee.

While Budget followup report #5 indicated that total City fund balances erode during FY 80-81 by approximately \$3.7 million, this erosion has now essentially been eliminated -- primarily because of the restoration of \$5.0 million in revenue previously assumed lost from passage of Proposition 9. It should be pointed out, however, that fiscal 79-80 fund balance erosion of \$7.3 million previously estimated, has now increased to \$10.0 million -- primarily as a result of revenue shortfalls (\$1.0 mil.) and additional expenditures and appropriations during the year (\$1.6 mil.).

The fiscal 1980-81 fund balance assumes, among other things, a recession of short duration and only an 18% overall decline in construction related revenues. Also with respect to FY 80-81, the Preliminary Budget fund balance erosion of \$3.7 million - All Funds (\$2.7 mil. - General Fund), has been presented in Attachment 1 since these amounts of fund balance were required to balance the Preliminary 1980-81 Budget and must be presented when arriving at a revised fund balance forecast for June 30, 1981.

Attachment 2

Detail of Revisions to Estimated Fund Balances

This attachment details, by fund, the estimated fund balances as of June 30, 1980 and June 30, 1981. The attachment also depicts the changes (from the previous forecast) during each of the two fiscal years broken down into the major components of change. For FY 1980-81, revenues have been amended to reflect the restoration of revenues previously assumed to be lost from the passage of Proposition 9 and revenue reductions as a result of the current recession. Also, the chart reflects City Manager recommended expenditure budget restorations of previous cuts, and amendments to the Capital Improvement Program.

Attachment 3

Footnotes to Detail of Revisions to Estimated Fund Balances: Self-explanatory.

Attachment 4

Major Assumptions for Fund Balances: Self explanatory.

Attachment 5

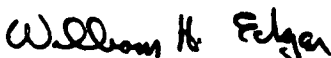
Detail of Changes to Revenue Estimates for FY 79-80 and FY 80-81: Self Explanatory.

This report is informational in nature and requires no Committee action.

Respectfully submitted,


Jack R. Crist
Director of Finance

FOR INFORMATION ONLY:



William H. Edgar
Assistant City Manager

JRC:bb
FA:80234
Attachments

June 10, 1980

INDEX

- Attachment 1 - Summary of Changes to 6-30-80 and 6-30-81 Estimated Fund Balances
- Attachment 2 - Detail of Revisions to Estimated Fund Balances
- Attachment 3 - Footnotes to Detail of Revisions to Estimated Fund Balances
- Attachment 4 - Major Assumptions for Fund Balance Projections
- Attachment 5 - Detail of Changes to Revenue Estimates for FY 79-80 and FY 80-81

SUMMARY OF CHANGES TO 6-30-80 AND 6-30-81 FUND BALANCE CHART
BETWEEN PRELIMINARY 80-81 BUDGET (Yellow Book) AND JUNE 6, 1980

	FY 79-80	
	<u>General Fund</u>	<u>All Funds</u>
Previously reported as of 6-30-80 (FY 80-81 Preliminary Budget pages B-4 and B-5) (Ref. Col. 2 of Attachment 2)	\$8.6 mil.	\$20.5 mil.
<u>Changes to FY 79-80</u>		
- Revenue shortfalls (Ref. Col. 3 of Attachment 2)	(1.3)	(1.0)
- Expenditures:		
1) Employee services reduced salary savings (Primarily Police Department (.9-.7=.2)) Reference Col. 4 of Attachment 2	(2)	(.5)
2) Additional Services & Supplies savings (Ref. to Col. 5 of Attachment 2):	1.2	.5
- Equipment \$.3		
- Utilities .2		
- Other .7		
	<u>\$1.2</u>	
3) ISF (Internal Service Fund) changes (Ref. Col. 6 of Attachment 2)	(.1)	- (Rounding)
4) Other changes (Ref. Col. 7 of Attachment 2):	(1.4)	(1.6)
- Use of General Revenue Sharing for school site (\$.1) and Waste Removal Equipment (\$.7)	\$(.8)	
- Additional expenditures from Admin. Conting.	(.6)	
- CETA Fund audit adjustment	(.4)	
- Community Center payback deferral:		
General Fund	(.4)	
Community Center Fund	.4	
- Miscellaneous Changes	.2	
	<u>\$1.6</u>	
Revised Fund Balance 6-30-80 (Ref. Col. 9 of Attachment 2)	6.8	17.9
<u>Changes to FY 80-81</u>		
- 1980-81 Preliminary Budget use of fund balance (erosion) (Ref Col. 10 of Attachment 2)	(2.5)	(3.7)
- Proposition 9 restoration (Ref. Col. 12 of Attachment 2)	5.0	5.0
- Revenue shortfall (Ref. Col. 12 of Attachment 2)	(1.1)	(.5)
- Restoration of Preliminary Budget cuts (Ref. Col. 13 of Attachment 2)	(1.8)	(2.1)
- CETA reductions (Ref. Col. 13 of Attachment 2)		1.1
- Changes to Capital Improvements Program (Ref. Col. 11 of Attachment 2)		.3
- Other changes (Ref. Col. 14 of Attachment 2)		(.4)
Revised Fund Balance 6-30-81 (Ref. Col. 18 of Attachment 2)	<u>\$6.4</u>	<u>\$17.6</u>

CITY OF SACRAMENTO
REVISION TO ESTIMATED FUND BALANCES
BASED ON CHANGES TO ESTIMATED 79-80 AND 80-81 REVENUES AND EXPENDITURES
Using Information Available as of June 5, 1980

Columns	1	2	3	FISCAL YEAR 1979-80				8	9	10	FISCAL YEAR 1980-81				17	18		
	Estimated Available Fund Balance Per Final 1979-80 Budget	Previously Estimated 6-30-80 Available Fund Balance	Increase (Decrease) in Estimated 1979-80 FY Revenue	(Increase) Decrease in Estimated 79-80 Expenditures				Total Impact on Estimated Fund Balance Changes	Revised Estimated 6-30-80 Fund Balance	Previously Reported Increase (Decrease) in Fund Balance	Increase (Decrease) to Estimated FY 80-81				Revised Estimated Fund Equity 6-30-81			
				Employee Services	Services & Supplies	ISF Transfers	Other Changes			Capital Improvement Program	Revenues	Restoration of Budget	Other Changes	Reserved	Administrative Contingency	Available	Total	
General	\$ 6,504,701 ⁽¹⁾	\$ 8,571,484	\$(1,316,000)	\$(262,701)	\$1,243,064	\$(128,548)	\$(1,351,316) ^b	\$(1,815,501)	\$ 6,755,983	\$(2,413,254)	\$3,922,000	\$(1,833,983)		\$ 793,696	\$5,636,900		\$ 6,430,696	
Special Revenue:																		
Supplemental Retirement	2,000,000	2,271,766	100,000					100,000	2,371,766	235,000	180,000			2,749,766			2,749,766	
Bridge Construction	247,511	288,052	20,000		(110)			19,890	308,842	\$ 150,000	20,000			478,842			478,842	
State Park Grants	-	-	300,000		(300,000)			-	-							\$ 61,848	61,848	
CETA	-	-	(300,000)		300,000			-	-	61,848	(1,041,000)	1,041,000		464,038			464,038	
Gas Tax 2106	388,120	402,001	-				118,403 ^d	118,403	520,404	25,000	10,000			239,411			239,411	
Gas Tax 2107	289,238	184,995	-					-	184,995		10,000			11,000			11,000	
Gas Tax 2107.5	(285)	625	-					-	625							270,352	270,352	
Community Development	751,450 ⁽¹⁾	285,155	410,000	31,147	(461,090)	2,300		(17,643)	268,512							93,434	93,434	
Traffic Safety	58,124	46,650	45,000	(17,953)		(1,623)		25,424	72,074	(38,640)	60,000					648,471	648,471	
Revenue Sharing	466,891	950,071	-	(141,761)	950	2,376	(780,008) ^c	(918,443)	31,628	(792,657)	1,254,500						246,101	
Bikeway	(47,469)	101	-					-	101	131,000	115,000			246,101			246,101	
Park Development	382,200	689,606	(100,000)		(18,000)		(75,231) ^d	(193,231)	496,375	(192,400)	50,000			910,663			910,663	
Pocket Area Trunk Sewer Maint.	651,476	745,658	-					-	745,658	145,000	20,000			910,663			910,663	
Pocket Area Trunk Sewer Constr.	-	-	-					-	-	940						940	940	
Sacramento Housing & Redevelop.	-	-	-					-	-								-	
PWEA - Antirecession	-	-	4,000		(4,000)			-	-								-	
PWEA - EDA	-	-	-					-	-								-	
Major Street Construction	2,566,734	2,516,337	(100,000)					(100,000)	2,416,337	420,000	75,000	50,000		2,961,337			2,961,337	
Urban Development Action Grant	-	-	-					-	-	750,000				750,000			750,000	
Capital Projects:																		
1965 Flood & Drainage	1,676,119	1,778,369	-					-	1,778,369	172,000	80,000			2,030,369			2,030,369	
Enterprise:																		
Water	2,122,945	1,944,080	-	(29,316)	(33)	(16,239)	45,588 ^e	1,944,080	1,944,080	(1,944,080)	150,000						-	
Sewer	770,100	1,257,639	-	(6,297)	4,868	(3,702)	5,131 ^f	1,257,639	(1,257,639)	(100,000)	175,000					(142,119)	-	
Waste Removal	779,711	318,507	-	23,541	(32,541)	(152)	(7,018) ^g	(16,170)	302,537	(224,570)	20,000	(240,086)					(642,119)	
Golf	52,688	241,822	-	4,490	-15,636			20,126	63,948	49,367	5,000			118,315			118,315	
Parking	194,036	-	-	19,358	(19,097)	1,226		1,487	1,487	58,936	25,000			85,423			85,423	
Community Center	208,275	37,862	(437,000)	25,316	125,986	22,843	351,316 ^h	88,461	126,323	1,253,421	(1,290,000)			89,744		(120,571)	89,744	
Lawn and Garden	10,000	24,762	-	(93,395)	(2,962)	(24,214)		(120,571)	(95,839)	(24,732)							(120,571)	
Boat Harbor	58,634	76,097	-	(9,000)		(100)		(9,100)	66,997	(22,852)							44,145	
Internal Service:																		
Fleet Management	241,837	286,033	6,000	(7,900)	(15,000)	35,787		18,887	304,920	286,604	35,000			626,524			626,524	
Risk Management	330,808	1,166,982	10,000		(186,282)	(51)		(176,333)	990,629	(505,702)	250,000			607,161		127,766	734,927	
Central Services	-	37,899	-	556	(34,159)	(476)	95,425 ⁱ	61,346	99,245	600				99,845			99,845	
Parking Authority	(3,389,800)	(3,389,800)	265,000					265,000	(3,074,800)	338,000	100,000				(2,636,800)		(2,636,800)	
Convention Bureau	-	-	80,000		(80,000)			-	-								-	
Totals	\$ 6,571,214	\$ 20,544,758	\$(1,013,000)	\$(468,405)	\$ 526,084	\$(94,937)	\$(1,597,710)	\$(2,647,968)	\$17,895,790	\$(3,658,545)	\$ 314,500	\$4,501,000	\$(1,033,069)	\$(425,000)	\$12,073,942	\$7,218,393	\$(1,696,679)	\$17,595,676

See attached footnotes.

FOOTNOTES TO DETAIL OF REVISIONS TO ESTIMATED FUND BALANCES

- (1) Includes Administrative Contingency appropriation;
General Fund of \$2,306,604;
AB-8 of \$3,120,144; and
CDBG of \$355,700.
- (2) Agrees to Column 19, page B-5 of 1980-81 Preliminary Budget.
- (3) Excludes assets restricted by revenue bond covenants, self-insurance reserves,
and \$1.0 million General Fund cash basis reserve.

^a General Fund:	
1. Additional expenditure of Administrative Contingency	\$ (600,000)
2. Increase in reserve for contingency for possible disallowances of CETA Administrative recoveries	(400,000)
3. Deferral of payback due from Community Center	<u>(351,316)</u>
	<u><u>\$ (1,351,316)</u></u>
^b Gas Tax 2106 —	
Closure of Capital Improvement Projects - released funds	<u>\$118,403</u>
^c Revenue Sharing:	
1. Appropriation for Redding School Site acquisition	\$ (80,008)
2. Transfer to purchase additional equipment	<u>(700,000)</u>
	<u><u>\$ (780,008)</u></u>
^d Park Development —	
Closure of Capital Improvement Projects - Additional appropriations	<u><u>\$(75,321)</u></u>
^e Water —	
Change in restricted asset reserves	<u>\$ 45,588</u>
^f Sewer —	
Change in restricted asset reserves	<u>\$5,131</u>
^g Waste Removal —	
Change in restricted asset reserves	<u><u>\$(7,018)</u></u>
^h Community Center —	
Deferral of payback due the General Fund	<u><u>\$351,316</u></u>
ⁱ Central Services —	
Increase in Internal Service Fund collections from other City organizations	<u><u>\$95,425</u></u>

Major Assumptions as of June 5, 1980 for Fund Balance Projections

1. Local Economic Factors:
 - (A) Recovery from current recession will occur late 1980 or early 1981.
 - (B) Inflation for FY 80/81 will approximate 11%.
 - (C) Real economic growth for FY 80/81 will be 0%.
 - (D) Construction will recover in late 1980 or early 1981 after the current large volume of existing houses for sale (12%) diminishes.
2. The Fund Balance Chart assumes no expenditures will occur during the year from administrative contingency.
3. No additional amendments to Capital Improvement Programs will occur and overruns will be offset by underruns for the projects in total.
4. The Fund Balance Chart makes no assumption about the ultimate source of funds for the Old Sacramento Garage project although the appropriation amount is subtracted from the fund balance total.
5. Salary increases for employees will approximate 9%.
6. City Manager's recommendations for Budget Expenditure restorations from "Prop 9 cuts" will be accepted.
7. Major Revenue Sources:
 - (A) Property taxes will increase at a 10% rate from FY 79/80 levels.
 - (B) Sales taxes will increase by the inflation rate (11%) with zero real growth expected.
 - (C) Interest income will exceed the original \$6.2 million projected by at least 25%.
 - (D) State Motor Vehicle In Lieu Tax will be \$400 thousand less than original \$5.3 million per League of Cities projections of 03/31/80.
 - (E) Construction related revenues will be at least \$430 thousand less than original projections due to the extended period of decline now predicted. This is an overall decline from FY 79/80, 12/31/79 estimate of 18%.
 - (F) CETA funding will decrease by \$1.041 million from the \$8.254 million originally budgeted due to Federal program reductions.
8. The City will prevail in current outstanding litigation, thus incurring no additional costs.
9. Preliminary Budget (yellow book) assumptions other than those detailed above remain operative.

CITY OF SACRAMENTO
June 1980 Revisions
Revenue Detail by Fund and Source
FY 1979/80 and FY 1980/81

ATTACHMENT 5

	FY 79/80			FY 80/81		
	Final Budget (Revised 12/79)	Increase (Decrease) (6/80)	Adjusted Budget	Preliminary Budget Yellow Book	Increase (Decrease) (6/80)	Adjusted Budget
GENERAL FUND						
Property Taxes(A)						
Secured	\$ 13,400,000	\$ 800,000	\$ 14,200,000	\$ 15,400,000	\$ 200,000	\$ 15,600,000
Non-Secured	2,050,000		2,050,000	2,140,000	100,000	2,240,000
TOTAL	<u>15,450,000</u>	<u>800,000</u>	<u>16,250,000</u>	<u>17,540,000</u>	<u>300,000</u>	<u>17,840,000</u>
Taxes Other Than Current Property						
Sales & Use Tax	19,600,000		19,600,000	22,300,000	(500,000)	21,800,000
Franchise Tax	280,000	100,000	380,000	280,000	120,000	400,000
Business License Tax	1,640,000	10,000	1,650,000	1,700,000		1,700,000
Real Property Transfer Tax	2,300,000	(400,000)	1,900,000	2,000,000		2,000,000
Utility Users Tax	5,345,000	100,000	5,445,000	6,200,000		6,200,000
City-Wide Admission Tax	188,000	(78,000)	110,000	150,000	(50,000)	100,000
TOTAL	<u>29,353,000</u>	<u>(268,000)</u>	<u>29,085,000</u>	<u>32,630,000</u>	<u>(430,000)</u>	<u>32,200,000</u>
Licenses and Permits						
Animal Licenses	150,000	(40,000)	110,000	130,000	(30,000)	100,000
Construction Permits	2,200,000	(400,000)	1,800,000	2,000,000		2,000,000
Miscellaneous Licenses/Permits	127,000		127,000	127,000	33,000	160,000
TOTAL	<u>2,477,000</u>	<u>(440,000)</u>	<u>2,037,000</u>	<u>2,257,000</u>	<u>3,000</u>	<u>2,260,000</u>
Parking Meters	1,000,000		1,000,000	1,000,000		1,000,000
Fines, Forfeits and Penalties	600,000		600,000	900,000	(100,000)	800,000
TOTAL	<u>1,600,000</u>	<u>-0-</u>	<u>1,600,000</u>	<u>1,900,000</u>	<u>(100,000)</u>	<u>1,800,000</u>
Use of Money and Property						
Interest on Investments	1,400,000	300,000	1,700,000	1,400,000	300,000	1,700,000
Rental of Property/Equipment	100,000	10,000	110,000	100,000	10,000	110,000
Concessions	80,000		80,000	80,000		80,000
Miscellaneous	-0-		-0-	-0-	-0-	-0-
TOTAL	<u>1,580,000</u>	<u>310,000</u>	<u>1,890,000</u>	<u>1,580,000</u>	<u>310,000</u>	<u>1,890,000</u>
Revenue From Other Agencies						
State Liquor License Fees	210,000		210,000	220,000		220,000
State Homeowner's Exempt. Reimb.	1,300,000	(100,000)	1,200,000	1,500,000		1,500,000
State Business Invent. Exempt. Reimb.	500,000	(350,000)	150,000	575,000	(400,000)	175,000
State Motor Vehicle In Lieu Tax	5,000,000	(330,000)	4,670,000	5,300,000	(400,000)	4,900,000
State Trailer Coach In Lieu Tax	87,000		87,000	100,000		100,000
State Cigarette Tax	1,000,000		1,000,000	1,000,000	50,000	1,050,000
State Grant	100,000		100,000	100,000		100,000
Federal Grant	375,000		375,000	375,000		375,000
County Support - Library	280,000		280,000	282,000		282,000

	FY 79/80			FY 80/81		
	Final Budget (Revised 12/79)	Increase (Decrease) (6/80)	Adjusted Budget	Preliminary Budget Yellow Book	Increase (Decrease) (6/80)	Adjusted Budget
Revenue From Other Agencies (Continued)						
County Support - Museum & History Comm.	\$ 58,000	\$	\$ 58,000	\$ 60,000	\$	\$ 60,000
County Support - Metro Arts Commission	50,000		50,000	30,000		30,000
County Support - Oak Park Multi, Serv. Ctr.	650,000		650,000	300,000		300,000
Redevelopment Agency Support	1,000	10,000	11,000	-0-		-0-
POST Police Training Reimb.	289,000		289,000	290,000		290,000
Other Agency Police Training Reimb.	-0-		-0-	-0-		-0-
Other State Revenue	1,169,000		1,169,000	50,000		50,000
Miscellaneous Revenue	500,000		500,000	400,000		400,000
TOTAL	11,569,000	(770,000)	10,799,000	10,582,000	(750,000)	9,832,000
Charges For Current Services						
Subdivision Map Processing Fees	73,000	(33,000)	40,000	66,000	(16,000)	50,000
Plan Check Fees	350,000	(80,000)	270,000	320,000	(40,000)	280,000
Street, Sidewalk and Curb Repair	250,000	(50,000)	200,000	270,000	(50,000)	220,000
Weed Abatement and Lot Cleaning	110,000		110,000	110,000		110,000
Tree Planting Fees	150,000	(35,000)	115,000	140,000	(20,000)	120,000
Special Assessment Districts	3,100,000	(1,100,000)	2,000,000	2,500,000	(300,000)	2,200,000
Community Services Recreation/Parks	236,000		236,000	250,000		250,000
Camp Sacramento	164,000		164,000	197,000		197,000
Zoo	320,000	(40,000)	280,000	350,000	(40,000)	310,000
Miscellaneous Services	520,000	(40,000)	480,000	400,000		400,000
TOTAL	5,273,000	(1,378,000)	3,895,000	4,603,000	(466,000)	4,137,000
Other Revenue						
Sales of Real or Personal Property	100,000		100,000	100,000		100,000
Salvage	35,000		35,000	50,000		50,000
1915 P.I. Bonds, Penalties, and Interest	-0-	150,000	150,000	-0-	150,000	150,000
Third Party Recovery - Property Damage	150,000	(60,000)	90,000	175,000	(75,000)	100,000
Recovery of Overencumbered Purchase Orders	-0-	80,000	80,000	-0-	80,000	80,000
Central Support/Department Service Charges(B)	2,800,000	400,000	3,200,000	2,600,000		2,600,000
Miscellaneous	512,375	(140,000)	372,375	500,000	(100,000)	400,000
TOTAL	3,597,375	430,000	4,027,375	3,425,000	55,000	3,480,000
TOTAL GENERAL FUND	70,899,375	(1,316,000)	69,583,375	74,517,000	(1,078,000)	73,439,000
ESTIMATED FINANCIAL IMPACT OF PROPOSITION 9	-0-	-0-	-0-	(5,000,000)	5,000,000	-0-
ADJUSTED TOTAL GENERAL FUND	\$ 70,899,375	\$ (1,316,000)	\$ 69,583,375	\$ 69,517,000	\$ 3,922,000	\$ 73,439,000
GAS TAX (2106) FUND						
State Gas Tax	\$ 1,488,000	\$	\$ 1,488,000	\$ 1,512,000	\$	\$ 1,512,000
Interest on Investments	453,600		453,600	453,000	120,000	573,000
Other State Revenue	-0-		-0-	-0-		-0-
Sale of Property	25,000		25,000	-0-		-0-
Miscellaneous	-0-		-0-	-0-		-0-
TOTAL GAS TAX (2106) FUND	\$ 1,966,600	\$ -0-	\$ 1,966,600	\$ 1,965,000	\$ 120,000	\$ 2,085,000

	FY 79/80			FY 80/81		
	Final Budget (Revised 12/79)	Increase (Decrease) (6/80)	Adjusted Budget	Preliminary Budget Yellow Book	Increase (Decrease) (6/80)	Adjusted Budget
<u>GAS TAX (2107) FUND</u>						
State Gas Tax	\$ 1,197,000	\$	\$ 1,197,000	\$ 1,206,000	\$	\$ 1,206,000
Interest on Investments	38,697		38,697	39,000	10,000	49,000
TOTAL GAS TAX (2107) FUND	\$ 1,235,697	\$ -0-	\$ 1,235,697	\$ 1,245,000	\$ 10,000	\$ 1,255,000
<u>GAS TAX (2107.5) FUND</u>						
State Gas Tax	\$ 10,000	\$	\$ 10,000	\$ 10,000	\$	\$ 10,000
Interest on Investments	910		910	1,000		1,000
TOTAL GAS TAX (2107.5) FUND	\$ 10,910	\$ -0-	\$ 10,910	\$ 11,000	\$ -0-	\$ 11,000
<u>TRAFFIC SAFETY FUND</u>						
Fines, Forfeits, Penalties	\$ 800,000	\$ 40,000	\$ 840,000	\$ 800,000	\$ 50,000	\$ 850,000
Interest on Investments	10,601	5,000	15,601	11,000	10,000	21,000
TOTAL TRAFFIC SAFETY FUND	\$ 810,601	\$ 45,000	\$ 855,601	\$ 811,000	\$ 60,000	\$ 871,000
<u>WATER FUND</u>						
Utility Service Fees and Charges	\$ 7,672,000	\$	\$ 7,672,000	\$ 7,700,000	\$	\$ 7,700,000
Use of Money and Property:						
Interest on Investments	937,000		937,000	600,000	150,000	750,000
Rental Real Property	1,000		1,000	-0-		-0-
Liens	47,000		47,000	100,000		100,000
Water Development Collection Fee	N/A		N/A	200,000		200,000
Miscellaneous	133,272		133,272	-0-		-0-
TOTAL WATER FUND	\$ 8,790,272	\$ -0-	\$ 8,790,272	\$ 8,600,000	\$ 150,000	\$ 8,750,000
<u>STATE AND FEDERAL PARK FUND</u>						
State Grants - Parks	\$ 638,500	\$ 300,000	\$ 938,500	\$ 609,000	\$	\$ 609,000
Federal Grant - Parks	-0-		-0-	183,600		183,600
TOTAL STATE AND FEDERAL PARK FUND	\$ 638,500	\$ 300,000	\$ 938,500	\$ 792,600	\$ -0-	\$ 792,600
<u>SEWER FUND</u>						
Utility Service Fees and Charges	\$ 2,696,000	\$	\$ 2,696,000	\$ 2,800,000	\$	\$ 2,800,000
Use of Money and Property:						
Interest on Investments	704,000		704,000	700,000	175,000	875,000
Interest on Receivables	214,000		214,000	250,000		250,000
Revenue From Other Agencies:						
Regional Sanitation - Operating Costs	2,267,000		2,267,000	1,516,000		1,516,000
Liens	40,000		40,000	40,000		40,000
Miscellaneous - Other Agencies Than State	315,000		315,000	60,000		60,000
Miscellaneous	19,276		19,276	-0-		-0-
TOTAL SEWER FUND	\$ 6,255,276	\$ -0-	\$ 6,255,276	\$ 5,366,000	\$ 175,000	\$ 5,541,000

	FY 79/80			FY 80/81		
	Final Budget (Revised 12/79)	Increase (Decrease) (6/80)	Adjusted Budget	Preliminary Budget Yellow Book	Increase (Decrease) (6/80)	Adjusted Budget
<u>WASTE REMOVAL FUND</u>						
Utility Services Fees and Charges	\$ 5,491,000		\$ 5,491,000	\$ 7,369,000		\$ 7,369,000
Interest on Investments	89,000		89,000	83,000	\$ 20,000	103,000
Revenue From Other Agencies	24,000		24,000	- 0 -		- 0 -
Liens	80,000		80,000	17,000		17,000
Salvage	4,000		4,000	6,000		6,000
State Grant - Solid Waste Program	54,000		54,000	- 0 -		- 0 -
Miscellaneous	8,631		8,631	- 0 -		- 0 -
TOTAL WASTE REMOVAL FUND	\$ 5,750,631	\$ - 0 -	\$ 5,750,631	\$ 7,475,000	\$ 20,000	\$ 7,495,000
<u>LAWN AND GARDEN REFUSE</u>						
Utility Services Fees and Charges	\$ 2,031,000		\$ 2,031,000	\$ 2,142,000		\$ 2,142,000
Interest on Investments	- 0 -		- 0 -	- 0 -		- 0 -
Miscellaneous	2,563		2,563	- 0 -		- 0 -
TOTAL LAWN AND GARDEN REFUSE	\$ 2,033,563	- 0 -	\$ 2,033,563	\$ 2,142,000	- 0 -	\$ 2,142,000
<u>PARKING FUND</u>						
Parking Fees	\$ 3,069,000		\$ 3,069,000	\$ 3,226,000		\$ 3,226,000
Use of Money and Property:						
Interest on Investments	98,000		98,000	100,000	\$ 25,000	125,000
Rental of Real Property	192,000		192,000	220,000		220,000
Redevelopment Agency	193,000		193,000	194,000		194,000
Miscellaneous	1,198		1,198	1,000		1,000
TOTAL PARKING FUND	\$ 3,553,198	\$ - 0 -	\$ 3,553,198	\$ 3,741,000	\$ 25,000	\$ 3,766,000
<u>GOLF FUND</u>						
Fees and Charges	\$ 1,000,000		\$ 1,000,000	\$ 1,200,000		\$ 1,200,000
Concessions	140,000		140,000	135,000		135,000
Interests on Investments	15,570		15,570	20,000	\$ 5,000	25,000
Miscellaneous	- 0 -		- 0 -	- 0 -		- 0 -
TOTAL GOLF FUND	\$ 1,155,570	\$ - 0 -	\$ 1,155,570	\$ 1,355,000	\$ 5,000	\$ 1,360,000
<u>COMMUNITY CENTER FUND</u>						
Transient Occupancy Tax - City (9%)	\$ 2,390,000	\$(437,000)	\$ 1,953,000	\$ 3,510,000		\$ 3,510,000
Admissions Tax	71,000		71,000	71,000		71,000
Use of Money and Property:						
Interest on Investments	3,000		3,000	10,000		10,000
Rental of Real Property	525,000		525,000	616,000		616,000
Rental of Equipment	24,000		24,000	27,000		27,000
Concessions	107,000		107,000	107,000		107,000
Box Office Fees	90,000		90,000	90,000		90,000
Catering Fees	47,000		47,000	47,000		47,000
Community Center Service Fees	13,000		13,000	20,000		20,000

	FY 79/80			FY 80/81		
	Final Budget (Revised 12/79)	Increase (Decrease) (6/80)	Adjusted Budget	Preliminary Budget Yellow Book	Increase (Decrease) (6/80)	Adjusted Budget
<u>COMMUNITY CENTER FUND (Continued)</u>						
Miscellaneous	\$ 22,345		\$ 22,345	\$ 13,000		\$ 13,000
TOTAL COMMUNITY CENTER FUND	\$ 3,292,345(C)	\$ (437,000)	\$ 2,855,345(C)	\$ 4,511,000	\$ -0-	\$ 4,511,000
<u>PARK DEVELOPMENT TAX FUND</u>						
Residential Park Development Tax	\$ 1,410,525	\$ (100,000)	\$ 1,310,525	\$ 1,280,000		\$ 1,280,000
Interest on Investments	200,000		200,000	200,000	\$ 50,000	250,000
TOTAL PARK DEVELOPMENT TAX	\$ 1,610,525	\$ (100,000)	\$ 1,510,525	\$ 1,480,000	\$ 50,000	\$ 1,530,000
<u>BIKEWAY FUND</u>						
Gasoline Sales Tax	\$ 89,000		\$ 89,000	\$ 90,000	\$ 100,000	\$ 190,000
Bicycle Licenses	10,000		10,000	20,000		20,000
Interest on Investments	50,000		50,000	50,000	15,000	65,000
Miscellaneous	170		170	-0-		-0-
TOTAL BIKEWAY FUND	\$ 149,170	\$ -0-	\$ 149,170	\$ 160,000	\$ 115,000	\$ 275,000
<u>REVENUE SHARING FUND</u>						
Federal Grant	\$ 4,184,000		\$ 4,184,000	\$ 4,200,000		\$ 4,200,000
Interest on Investments	618,000		618,000	620,000	\$ 155,000	775,000
Miscellaneous	5,268		5,268	-0-		-0-
TOTAL REVENUE SHARING FUND	\$ 4,807,268	\$ -0-	\$ 4,807,268	\$ 4,820,000	\$ 155,000	\$ 4,975,000
<u>COMMUNITY DEVELOPMENT REVENUE SHARING FUND</u>						
Federal Grant	\$ 3,711,460(D)	\$ 200,000	\$ 3,911,460(D)	\$ 5,089,000(D)		\$ 5,089,000(D)
Miscellaneous	-0-	210,000	210,000	-0-		-0-
TOTAL COMMUNITY DEVELOPMENT REVENUE SHARING FUND	\$ 3,711,460	\$ 410,000	\$ 4,121,460	\$ 5,089,000	\$ -0-	\$ 5,089,000
<u>SHRA FUND</u>						
Redevelopment Agency	\$ 918,994		\$ 918,994	\$ 270,000		\$ 270,000
TOTAL SHRA FUND	\$ 918,994	\$ -0-	\$ 918,994	\$ 270,000	\$ -0-	\$ 270,000
<u>BOAT HARBOR FUND</u>						
Berth Rentals	\$ 177,000		\$ 177,000	\$ 233,000		\$ 233,000
Oil and Gas Sales	56,000		56,000	108,000		108,000
Interest on Investments	9,000		9,000	4,000		4,000
Miscellaneous	1,000		1,000	2,000		2,000
TOTAL BOAT HARBOR FUND	\$ 243,000	\$ -0-	\$ 243,000	\$ 347,000	\$ -0-	\$ 347,000

	FY 79/80			FY 80/81		
	Final Budget (Revised 12/79)	Increase (Decrease) (6/80)	Adjusted Budget	Preliminary Budget Yellow Book	Increase (Decrease) (6/80)	Adjusted Budget
<u>CETA FUND</u>						
Federal Grant	\$ 8,722,808	\$(300,000)	\$ 8,422,808	\$ 8,254,000	\$(1,041,000)	\$ 7,213,000
Micellaneous	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
TOTAL CETA FUND	<u>\$ 8,722,808</u>	<u>\$(300,000)</u>	<u>\$ 8,422,808</u>	<u>\$ 8,254,000</u>	<u>\$(1,041,000)</u>	<u>\$ 7,213,000</u>
<u>DRAINAGE BONDS</u>						
Interest	\$ 322,250		\$ 322,250	\$ 322,000	\$ 80,000	\$ 402,000
Miscellaneous	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
TOTAL DRAINAGE BONDS	<u>\$ 322,250</u>	<u>\$ -0-</u>	<u>\$ 322,250</u>	<u>\$ 322,000</u>	<u>\$ 80,000</u>	<u>\$ 402,000</u>
<u>PUBLIC WORKS EMPLOYMENT ACT TITLE I</u>						
Federal Grant	\$ -0-	\$ 4,000	\$ 4,000	\$ -0-		\$ -0-
TOTAL PUBLIC WORKS EMPLOYMENT ACT TITLE I	<u>\$ -0-</u>	<u>\$ 4,000</u>	<u>\$ 4,000</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
<u>BRIDGE CONSTRUCTION FUND</u>						
Bridge Construction Fees	\$ 150,000	\$ 20,000	\$ 170,000	\$ 100,000		\$ 100,000
Interest on Investments	<u>46,441</u>	<u>-0-</u>	<u>46,441</u>	<u>50,000</u>	\$ 20,000	<u>70,000</u>
TOTAL BRIDGE CONSTRUCTION FUND	<u>\$ 196,441</u>	<u>\$ 20,000</u>	<u>\$ 216,441</u>	<u>\$ 150,000</u>	<u>\$ 20,000</u>	<u>\$ 170,000</u>
<u>FLEET MANAGEMENT</u>						
Interest on Investments	\$ 145,000		\$ 145,000	\$ 145,000	\$ 35,000	\$ 180,000
Sales of Real or Personal Property	60,000		60,000	60,000		60,000
Third Party Recovery - Vehicle	40,000		40,000	40,000		40,000
Miscellaneous	<u>36,000</u>	\$ 6,000	<u>42,000</u>	<u>36,000</u>	<u>-0-</u>	<u>36,000</u>
TOTAL FLEET MANAGEMENT	<u>\$ 281,000</u>	<u>\$ 6,000</u>	<u>\$ 287,000</u>	<u>\$ 281,000</u>	<u>\$ 35,000</u>	<u>\$ 316,000</u>
<u>RISK MANAGEMENT</u>						
Interest on Investments	\$ 790,000		\$ 790,000	\$ 900,000	\$ 250,000	\$ 1,150,000
Third Party Recovery - Workers' Comp.	10,000	\$ 10,000	20,000	10,000		10,000
Other State Revenue	<u>7,103</u>	<u>-0-</u>	<u>7,103</u>	<u>100,000</u>	<u>-0-</u>	<u>100,000</u>
TOTAL RISK MANAGEMENT	<u>\$ 807,103</u>	<u>\$ 10,000</u>	<u>\$ 817,103</u>	<u>\$ 1,010,000</u>	<u>\$ 250,000</u>	<u>\$ 1,260,000</u>
<u>MAJOR STREET CONSTRUCTION FUND</u>						
Street Construction Excise Tax	\$ 1,825,000	\$(100,000)	\$ 1,725,000	\$ 1,660,000		\$ 1,660,000
Interest on Investments	<u>175,000</u>	<u>-0-</u>	<u>175,000</u>	<u>200,000</u>	\$ 50,000	<u>250,000</u>
TOTAL MAJOR STREET CONSTRUCTION FUND	<u>\$ 2,000,000</u>	<u>\$(100,000)</u>	<u>\$ 1,900,000</u>	<u>\$ 1,860,000</u>	<u>\$ 50,000</u>	<u>\$ 1,910,000</u>

	FY 79/80			FY 80/81		
	Final Budget (Revised 12/79)	Increase (Decrease) (6/80)	Adjusted Budget	Preliminary Budget Yellow Book	Increase (Decrease) (6/80)	Adjusted Budget
<u>POCKET AREA TRUNK SEWER MAINTENANCE FUND</u>						
Interest on Investments	\$ 74,000		\$ 74,000	\$ 74,000	\$ 20,000	\$ 94,000
Miscellaneous Revenue	80,187		80,187	80,000		80,000
TOTAL POCKET AREA TRUNK SEWER MAINTENANCE FUND	\$ 154,187	\$ -0-	\$ 154,187	\$ 154,000	\$ 20,000	\$ 174,000
<u>URBAN DEVELOPMENT ACTION GRANT (UDAG)</u>						
Federal Grant	\$ 750,000		\$ 750,000	\$ 750,000		\$ 750,000
TOTAL URBAN DEVELOPMENT ACTION GRANT	\$ 750,000	\$ -0-	\$ 750,000	\$ 750,000	\$ -0-	\$ 750,000
<u>SUPPLEMENTAL RETIREMENT CONTRIBUTION FUND</u>						
Interest on Investments	\$ 234,776	\$ 100,000	\$ 334,776	\$ 235,000	\$ 180,000	\$ 415,000
TOTAL SUPPLEMENTAL RETIREMENT CONTRIBUTION FUND	\$ 234,776	\$ 100,000	\$ 334,776	\$ 235,000	\$ 180,000	\$ 415,000
ADJUSTED TOTAL CITY FUNDS	\$131,301,502	\$(1,358,000)	\$129,943,520	\$132,713,600	\$ 4,401,000	\$137,114,600
<u>NON-CITY REVENUE</u>						
Convention Bureau						
Transient Occupancy Tax	\$ 265,000(D)	\$(50,000)	\$ 215,000(C)	\$ 390,000		\$ 390,000
Subscriptions/Memberships	-0-	130,000	130,000	165,000		165,000
TOTAL	265,000	80,000	345,000(C)	555,000	\$ -0-	555,000
Parking Authority						
Surplus Sale - Lot L	1,000,000	165,000	1,165,000	-0-		-0-
Interest on Investments	-0-	100,000	100,000	338,000	100,000	438,000
TOTAL	1,000,000	265,000	1,265,000	338,000	100,000	438,000
Downtown Business Improvement Assoc. Fund	80,000		80,000	80,000		80,000
TOTAL	80,000	-0-	80,000	80,000	-0-	80,000
TOTAL NON-CITY REVENUE	\$ 1,345,000	\$ 345,000	\$ 1,690,000	\$ 973,000	\$ 100,000	\$ 1,073,000
TOTAL ALL FUNDS	\$132,646,520	\$(1,013,000)	\$131,633,520	\$133,686,600	\$ 4,501,000	\$138,187,600

NOTES:

- (A) State Surplus Fund (SB 154)/State Assistance Fund (AB-8) closed to General Fund, Property Taxes classification during fiscal year 1979-80.
- (B) General Fund, Central Support/Department Service Charges continued in various other classifications during fiscal year 1978-79.
- (C) \$265,000 of Non-City Revenue shown separately on Schedule V, shown as total on Fund Balance Schedule III.
- (D) Fiscal year 1978-79 and 1979-80 columns represent actual "draw downs" on the Federal government. Fiscal year 1980-81 column represents total estimated grant entitlement.



CITY OF SACRAMENTO

OFFICE OF THE CITY CLERK

915 I STREET

CITY HALL ROOM 203

SACRAMENTO, CALIFORNIA 95814

TELEPHONE (916) 449-5426

LORRAINE MAGANA
CITY CLERK

MEMORANDUM

TO: BUDGET AND FINANCE COMMITTEE

FROM: ANNE MASON, DEPUTY CITY CLERK

SUBJECT: REFERRAL OF ITEM 60, COUNCIL AGENDA OF JUNE 10, 1980

DATE: JUNE 11, 1980

Pursuant to Council action the following matter was referred to your committee for hearing, report and recommendation:

Proposed restorations of previous Budget cuts and updated Fund Balance Status Report

cc: Connelly, Chr., Hoeber, Pope, Thompson