

The background of the slide features a blurred photograph of a city building with a prominent fountain in the foreground. The fountain has a dark, rounded base and several tall, thin, leaf-like structures rising from it. The building behind it has a reddish-brown facade and large windows. The overall scene is brightly lit, suggesting a sunny day.

City of Richmond, California
FY2017-18 Proposed Budget

June 6, 2017

Schedule

Council Meeting Date	Activity
May 2 nd	Receive an overview of the first drafts of operating and capital budgets and establish the process and schedule for City Council review and final approval.
May 16 th	Receive departmental presentations (summary level) regarding revenues and expenditures.
May 23 rd	<ul style="list-style-type: none"> • Continue to receive departmental presentations (summary level) regarding revenues and expenditures (as necessary following May 16th meeting). • Receive a report and recommendations from the Council-directed budget committee of the City's bargaining units. • Initiate City Council review and discussion of draft operating and capital budgets.
May 30 th (if deemed necessary following May 23 rd discussion)	Continue City Council review and discussion of draft operating and capital budgets.
June 6 th	<ul style="list-style-type: none"> • Continue City Council review and discussion of draft operating and capital budgets. • Initiate the process to provide staff direction concerning additions and deletions from the budget.
June 20 th	Conclude the process to provide staff direction concerning additions and deletions from the budget.
June 27 th	Adopt the Fiscal Year 2017-18 Annual Operating Budget and Fiscal Years 2017-22 Five-Year Capital Improvement Budget.

City of Richmond



**Housing & Community Development
Department (HCD)**

Mission

- Collaborate with other departments in the administration of grants
- Administer remaining Community Development Block Grant (CDBG) funds
- Administer Home Improvement Loan Program
- Manage grants and other funding sources to help preserve the affordable housing stock

2017/18 Goals

- Complete phase down activities for the CDBG ADA/Public Rehabilitation Projects
- Complete phase down activities for Neighborhood Stabilization Program (NSP)
- Administer Home Improvement loan program
- Expand outreach effort with Contra Costa County to assist homeless persons and low income households
- Maximize inventory of affordable housing units for homeless clients and low income families

Housing Staff:

	FY 16-17	FY 17-18
SENIOR ADMINISTRATIVE ANALYST	1.0	1.0
DEVELOPMENT PROJECT MANAGER	1.8	1.6
SENIOR ACCOUNTANT	1.0	1.0
Total FTE	3.8	3.6

Non-General Fund Budget

		FY2016-17 BUDGET	FY2017-18 DRAFT BUDGET
Revenue	Licenses, Permits, Fees	236,988	150,000
	Other Revenue	935,721	731,827
	Grants	7,803,690	4,380,049
	Proceeds from sale Property	726,011	10,500
	Loan/Bond Proceeds	863,534	782,199
	Operating Transfers In	1,462,810	260,202
	Total Revenue	12,028,754	6,314,777
Expenditures	Salaries & Wages	389,677	311,233
	Benefits	175,303	170,915
	Professional & Admin	188,589	50,475
	Other Operating	44,054	22,720
	Utilities	5,500	620
	Cost Pool	227,614	215,728
	Asset Capital Outlay	3,798,319	2,774,319
	CDBG/Home/HSG Project	5,112,616	2,761,025
	Operating Transfer Out	1,462,810	260,202
	Total Expenditures	11,404,482	6,567,238
Net Impact		624,272	(252,461)

Capital Improvement Projects

STREETS

- Carlson Boulevard
- I-80 Central Interchange Phase II
- Street Paving
- Yellow Brick Road

PARKS

- Unity Park
- Harbour 8

Capital Improvement Projects

COMMUNITY SERVICES

- Auditorium Convention Center Upgrades
- Booker T. Anderson Replace 3 Gym Doors
- Kennedy Swim Center upgrades
- Plunge Americans with Disabilities Act (ADA) Upgrades
- Recreation Complex Gym Floor Upgrade
- Recreation Complex Roof Replacement

Capital Improvement Projects

ENTERPRISE

- **Water Resource Recovery**
 - Bio-solids and Energy Plan
 - Equipment Replacement (1-mechanical rudder, 1-forklift, 1-maintenance truck w/hoist and 2-pick-up trucks)
 - Full Trash Capture Facilities at Marina Bay Parkway and South 8th Street
 - Stormwater Master Plan
 - Tewksbury Sewer Realignment
 - Wastewater Treatment Plant Perimeter Sight Evaluation
- **Port of Richmond**
 - Electrical Meters Upgrade
 - Point Potrero Marine Terminal (PPMT) Dock Repair
 - PPMT Fire Supply Piping
 - Terminals 2 and 3 Dredging

City of Richmond



Proposed FY 2017-18 ECIA
Budget

ECIA BACKGROUND

- Approved in 2014
- Amended twice in 2015
- Invest \$90 million dollars to the Richmond community over 10-years

\$80 million in revenue to the City:

- Scholarship program - \$35 million
- Electric City and Easy Go - \$18 million
- Roof-top solar, energy retrofit, zoning ordinance update - \$6.25 million
- Job training and readiness program - \$6 million
- Competitive grant program - \$6 million
- Transportation and transit programs - \$2.75 million
- Public safety programs - \$2 million
- Urban Forestry - \$2 million
- Free internet access - \$1 million
- Climate Action Plan - \$1 million

ECIA 10-Year Projection

ENVIRONMENTAL & COMMUNITY INVESTMENT AGREEMENT 10-YEAR PROPOSED BUDGET

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10	Year 11	TOTAL
	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	
	Actual	Actual	Actual & Projected	Proposed								
BEGINNING BALANCE	\$ -	\$ 11,971,138	\$ 11,047,150	\$ 12,548,330	\$ 9,222,637	\$ 8,969,508	\$ 8,601,508	\$ 8,276,254	\$ 7,943,254	\$ 6,755,254	\$ 4,267,254	-
REVENUE SOURCES	\$ 12,000,000	\$ 9,000,000	\$ 9,000,000	\$ 9,000,000	\$ 9,000,000	\$ 8,000,000	\$ 7,000,000	\$ 7,000,000	\$ 6,000,000	\$ 4,000,000	\$ -	\$ 80,000,000
EXPENDITURES/USES												
GHG Reduction Programs Sub-Total	\$ 28,862	\$ 927,716	\$ 1,364,954	\$ 5,723,109	\$ 3,481,105	\$ 3,182,000	\$ 3,139,254	\$ 3,147,000	\$ 3,002,000	\$ 3,002,000	\$ 3,002,000	\$ 30,000,000
Community Programs Sub-Total	\$ -	\$ 8,996,272	\$ 6,133,866	\$ 6,602,584	\$ 5,772,024	\$ 5,186,000	\$ 4,186,000	\$ 4,186,000	\$ 4,186,000	\$ 3,486,000	\$ 1,265,254	\$ 50,000,000
TOTAL EXPENDITURES	\$ 28,862	\$ 9,923,988	\$ 7,498,820	\$ 12,325,693	\$ 9,253,129	\$ 8,368,000	\$ 7,325,254	\$ 7,333,000	\$ 7,188,000	\$ 6,488,000	\$ 4,267,254	\$ 80,000,000
ENDING BALANCE	\$ 11,971,138	\$ 11,047,150	\$ 12,548,330	\$ 9,222,637	\$ 8,969,508	\$ 8,601,508	\$ 8,276,254	\$ 7,943,254	\$ 6,755,254	\$ 4,267,254	\$ -	

Proposed ECIA FY 2017-18 Budget

Beginning Balance		\$12,548,330
Revenue		
	Guaranteed Payment (October 2016)	\$1,000,000
	Annual Payment (June 2017)	\$8,000,000
	Total Revenue	\$9,000,000
Expenditures		
	Greenhouse Gas Reduction Programs	\$5,723,109
	Transportation-related Projects (strategic plan, transportation-related projects and grant matches)	\$4,773,109
	Climate Action Plan	\$150,000
	Urban Forestry	\$170,000
	Zoning Update	\$45,000
	Energy Efficiency Programs	\$585,000
	Community Programs	\$6,602,584
	Richmond Promise (Revenue to Richmond Promise)	\$3,700,000
	Competitive Grant Program	\$663,000
	Job Training and Readiness	\$1,265,000
	Public Safety	\$224,584
	Free Internet Access	\$750,000
	Total Expenditures	\$12,325,693
Ending Balance		\$9,222,637

FY 17-18

GHG Reduction Programs

- **Transportation-Related Programs - \$4,773,109**
 - First Mile/Last Mile Transportation Strategic Plan - \$200,000
 - Transportation Strategic Plan Recommendations - \$1,721,535
 - Transit Projects - \$2,751,574
 - Carlson Blvd - \$1,350,000
 - Traffic Signal Interconnect - \$1,200,000
 - Parking Infrastructure - \$80,000
 - Transit Screen - \$9,000
 - Administrative Costs - \$112,574
 - Transportation-Related Grant Matches - \$100,000

FY 17-18

GHG Reduction Programs

- **Climate Action Plan Implementation - \$150,000**
- **Urban Forestry - \$170,000**
 - Contract with Groundwork Richmond - \$88,000
 - COR Maintenance Aide Position - \$33,400
 - Materials and Equipment - \$48,600
- **Zoning Ordinance Update Implementation - \$45,000**
- **Energy Efficiency Programs - \$585,000**
 - Homeowner Subsidies (GRID Alternatives) - \$175,000
 - Multi-Family Energy Efficiency - \$175,000
 - Commercial Energy Efficiency - \$100,000
 - Zero Net Energy Pilot Program - \$85,000
 - Rising Sun Energy Center - \$25,000
 - Administrative Costs - \$25,000

COMMUNITY BASED PROGRAMS



TOTAL ALLOCATION (10-YEARS): \$50,000,000

PROPOSED FY 2017-18 ALLOCATION: \$6,602,584

Community Based Programs

- **Richmond Promise - \$3,700,000**
 - Payment to Richmond Promise, Inc.
- **Competitive Grant Program (2nd Cycle) - \$663,000**
 - Awards to Organizations - \$613,000
 - Capacity Building Trainings - \$25,000
 - Administrative Costs - \$25,000
- **Free Internet Access - \$750,000**
 - Bridge digital divide in underserved areas

Community Based Programs

- **Skills, Job Training and Readiness, and Job Transition Training - \$1,265,000**
 - Summer Youth Program (Support 150 Youth) - \$300,000
 - RichmondBUILD (Refinery-specific job training) - \$650,000
 - Literacy for Every Adult Program (LEAP) Positions - \$215,000
 - Small Business/Entrepreneurship Program (Co-Biz Richmond) - \$50,000
 - Park Rangers - \$50,000
- **Public Safety - \$224,584**
 - Richmond Police Department (Explorers and CCTV Cameras) - \$58,000
 - Office of Neighborhood Safety (Peace Keeper or Change Agent) - \$58,000
 - Fire (Diesel Apparatus System) - \$58,584
 - Emergency Notification System - \$50,000

Tracking & Reporting



FY 2015-2016 ENVIRONMENTAL & COMMUNITY INVESTMENT AGREEMENT (ECIA) ANNUAL REPORT

- Annual reports on greenhouse gas (GHG) reduction programs and community programs
- Reports include:
 - Project descriptions
 - Project progress updates and outcomes
 - Performance measures including ,when applicable, GHG reductions metrics
 - Financial report

General Fund Revenue

	FY2016-17 Revised Budget	FY2017-18 Proposed Budget	% change
Property Taxes	37,296,608	38,782,023	4.0%
Sales & Use Tax	40,906,608	42,299,235	3.4%
Utility Users Tax	44,657,538	45,916,543	2.8%
Other Taxes	10,802,864	11,593,174	7.3%
Licenses, Permits & Fees	5,663,753	8,414,290	48.6%
Charges for Services	3,345,295	3,627,454	8.4%
Grants	3,214,918	1,392,476	-56.7%
Other Revenue	2,342,245	2,108,861	-10.0%
Transfers In	4,068,506	6,212,080	52.7%
Total Revenue	152,298,334	160,346,136	5.3%

General Fund Expenditures

	FY2016-17 Revised Budget	FY2017-18 Proposed Budget	% change
Salaries	69,859,418	70,856,333	1.4%
Benefits	44,969,222	49,762,965	10.7%
Professional & Admin Services	9,635,148	8,724,655	-9.4%
Other Operating	6,912,390	7,771,888	12.4%
Utilities	3,278,378	3,277,559	0.0%
Cost Pool	15,857,586	16,358,732	3.2%
Debt Service Expenditures	1,213,080	1,249,533	3.0%
A87 Cost Plan Reimbursement	-5,895,770	-4,433,155	-24.8%
Transfers Out	6,277,632	6,807,386	8.4%
Total Expenditures	152,107,084	160,375,896	5.4%

General Fund Budget Adjustments

	Revenue Adjustments	Expenditure Adjustments	Net Adjustments
Capital Improvement		75,000	(75,000)
City Attorney		43,065	(43,065)
City Manager		239,300	(239,300)
Community Services		30,000	(30,000)
Fire		(494,257)	494,257
Human Resources		5,629	(5,629)
Library	23,800	250,000	(226,200)
Police	(191,000)	(197,578)	6,578
Non-Departmental	1,454,127	500,000	954,127
Total	1,286,927	451,159	835,768

- Draft budget on May 2, 2017 indicated gap of \$865,529
- Budget gap reduced by \$835,768 down to \$29,671

**THANK YOU
&
QUESTIONS**