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 20, 2017

# Schedule

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

# Budget Overview

- Budget is balanced with a nominal surplus
- Budget provides a stable baseline for coming years despite challenges:
  - Average annual growth in the City's top three revenue sources averaged less than 1.5%
  - Property taxes remained below pre-recession levels until FY2016-17
  - Revenue growth has not kept pace with rising costs, especially pension-related costs

# 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%
<b>Total Revenue</b>	<b>152,298,334</b>	<b>160,346,136</b>	<b>5.3%</b>

# General Fund Expenditures

	FY2016-17 Revised Budget	FY2017-18 Proposed Budget	% change
Salaries	69,848,556	70,856,333	1.4%
Benefits	44,962,522	49,762,965	10.7%
Professional & Admin Services	9,631,370	8,692,899	-9.7%
Other Operating	6,933,230	7,990,888	15.3%
Utilities	3,278,878	3,377,559	3.0%
Cost Pool	15,857,586	16,249,385	2.5%
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	6,599,286	5.1%
<b>Total Expenditures</b>	<b>152,107,084</b>	<b>160,345,694</b>	<b>5.4%</b>

# General Fund Adjustments

## *Draft Budget – May 2, 2017:*

Total Revenues	159,059,209
Total Expenses	159,924,737
<i>Net Surplus/(Deficit)</i>	(865,528)
<b><i>Revenue Adjustments:</i></b>	
Library	23,800
Police	(191,000)
Non-Departmental	1,454,127
<b>Total Revenue Adjustments</b>	<b>1,286,927</b>
<b><i>Expenditure Adjustments:</i></b>	
Capital Improvement	75,000
City Attorney	43,065
City Manager	239,300
Community Services	30,000
Fire	(494,257)
Human Resources	5,629
Library	250,000
Police	(197,578)
Non-Departmental	500,000
<b>Total Expenditure Adjustments</b>	<b>451,159</b>
<b>Net Surplus/(Deficit)</b>	<b>(29,671)</b>

# General Fund Adjustments

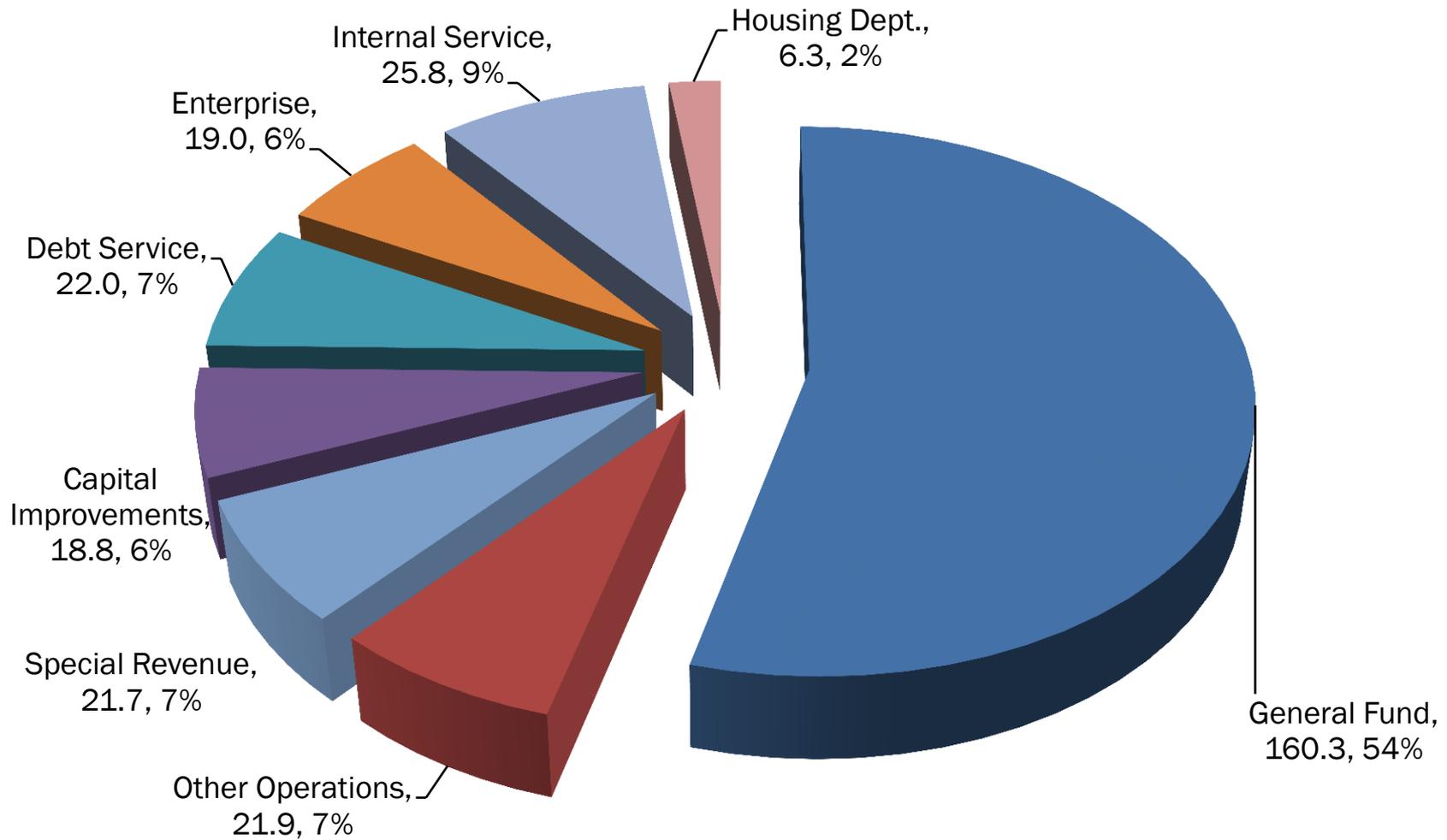
## *Draft Budget – June 6, 2017:*

Total Revenues	160,346,136
Total Expenses	160,375,896
<i>Net Surplus/(Deficit)</i>	(29,760)
<b><i>Revenue Adjustments:</i></b>	
Total Revenue Adjustments	-
<b><i>Expenditure Adjustments:</i></b>	
Infrastructure Maintenance & Operations	100,000
Office of Neighborhood Safety	(31,756)
Police	(109,347)
Non-Departmental	10,900
Total Expenditure Adjustments	(30,203)
<b>Net Surplus/(Deficit)</b>	<b>442</b>

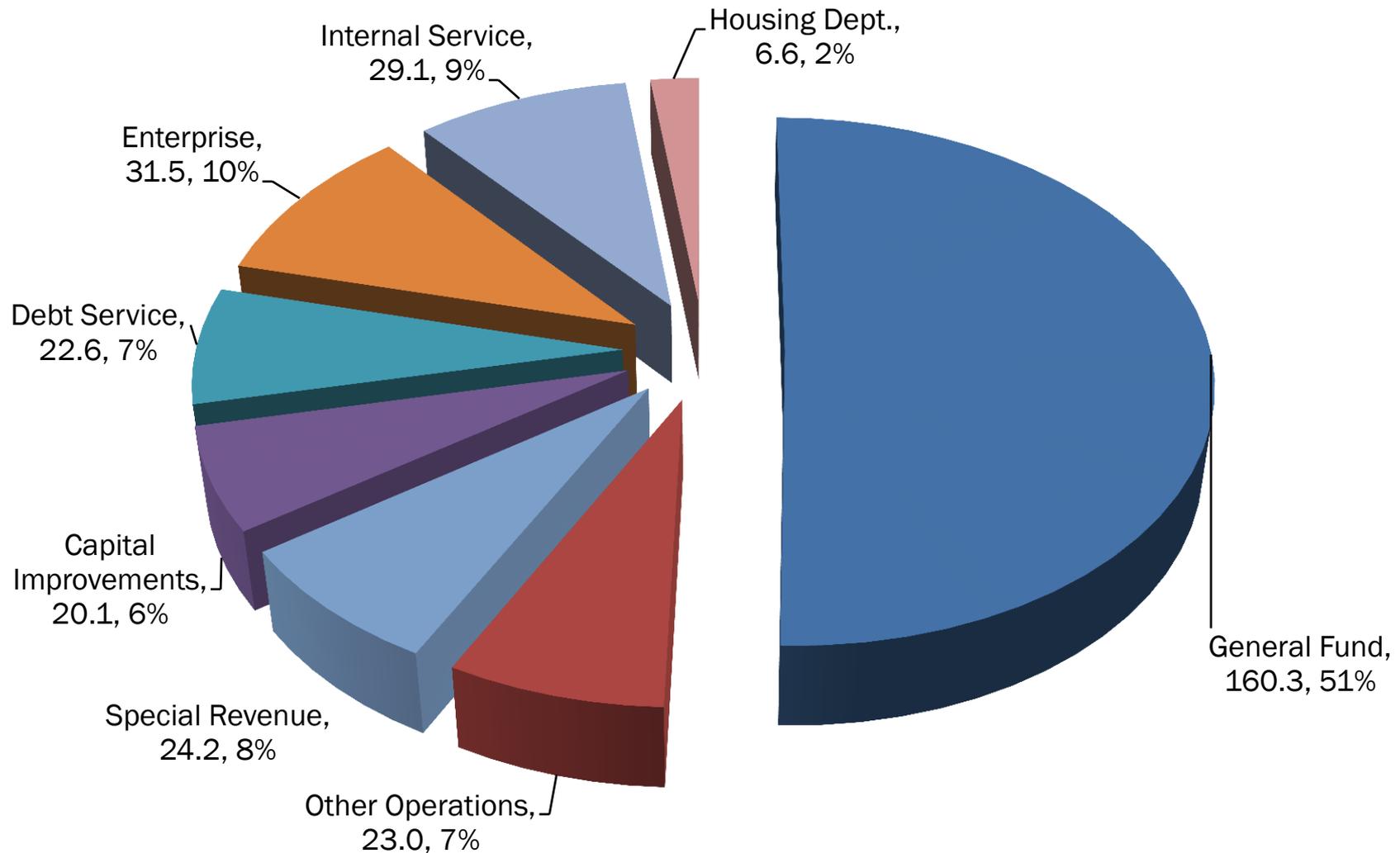
# General Fund Summary

	FY2016-17 Revised Budget	FY2017-18 Proposed Budget	% change
Total Revenue	152,298,334	160,346,136	5.3%
Total Expenditures	152,107,084	160,345,694	5.4%
Surplus/(Deficit)	191,250	442	

# Total Revenue Budget: \$ 295.8 million



# Total Expenditure Budget: \$317.4 million



# Staffing Summary

	Adopted FY2014-15	Adopted FY2015-16	Adopted FY2016-17	Proposed FY2017-18
Non-Sworn	467.2	463.2	453.2	453.2
Sworn	290.0	275.5	272.0	268.5
Total FTEs	757.2	738.7	725.2	721.7