

CITY OF BERKELEY

Fiscal Years 2023 & 2024 Proposed Biennial Budget Overview

Berkeley City Council

24 May 2022

OVERVIEW

- Overview of FY 22 Year-End
- Overview of Citywide (All Funds) FY 23 & 24 Budget
- Overview of FY 23 & 24 Baseline Staffing
- Overview of CIP
- Overview of General Fund Baseline FY 23 & 24 Budget
- Funding Requests Received and Tier Criteria
- Budget Process Timeline

FY 22 UPDATED PROJECTION

Category	FY 22 Adopted Budget	FY 22 YTD Actual (7/1/21-12/31/21)	FY 22 Revised Projection
Revenue	\$236,066,207	\$128,239,056	\$272,285,096
Expenditures- Personnel	148,035,070	73,355,772	149,898,761
Expenditures- Non-Personnel	86,719,421	40,626,797	95,762,940
Total Expenditures	234,754,491	113,982,570	245,661,701*
Projected Net Change	1,311,716	14,256,486	26,623,395

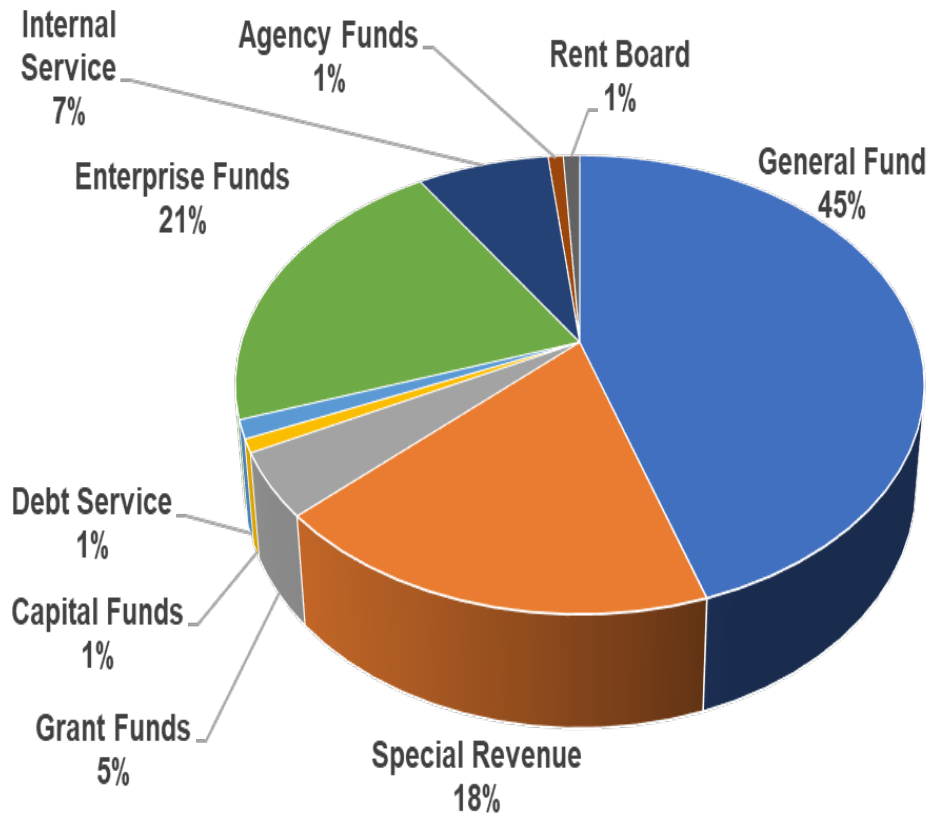
PROPOSED FY 23 & 24 SUMMARY

PROPOSED ALL FUNDS SUMMARY

Fiscal Year	Revenues	Expenditures	Staffing (FTE)
2023	\$592,431,444	\$691,022,346	1,735
2024	\$571,408,571	\$677,564,222	1,737

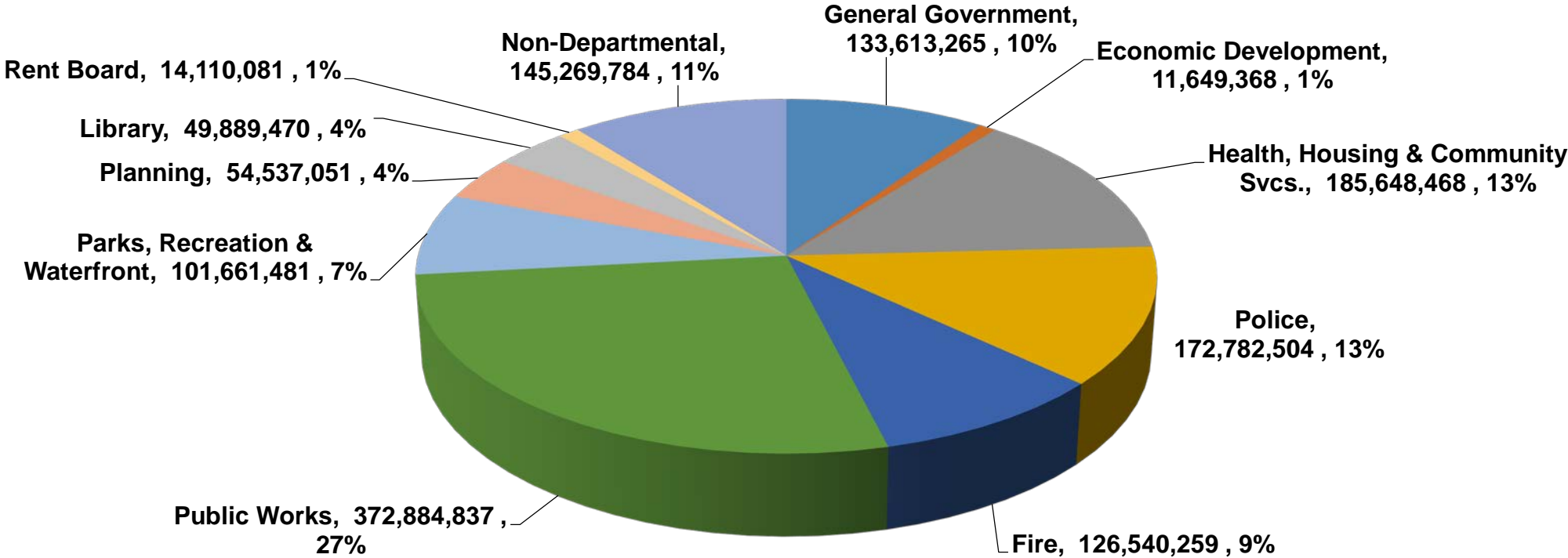
While the numbers above indicate an unbalanced budget, they do not take into account the use of fund balances to help balance the revenues with the expenditures.

PROPOSED ALL FUNDS REVENUE



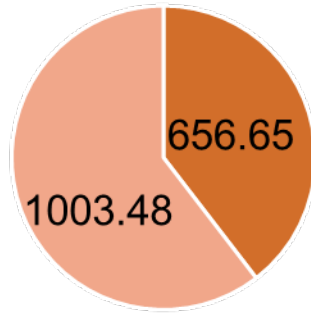
Revenue	Amount
General Fund	523,727,232
Special Revenue	209,296,328
Grant Funds	51,782,694
Capital Funds	10,801,010
Debt Service	15,075,112
Enterprise Funds	246,432,333
Internal Service	86,021,542
Agency Funds	9,923,764
Rent Board	10,780,000
Totals	1,163,840,015

PROPOSED ALL FUNDS EXPENSES



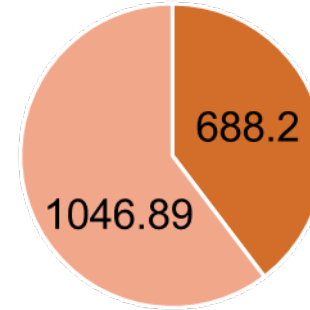
FY 23 & 24 STAFFING BY FUND

Adopted FY 22 FTE



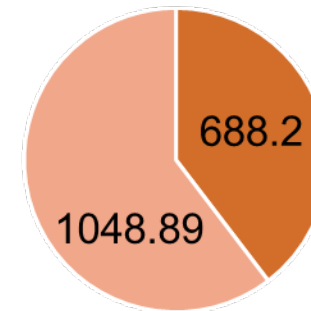
■ General Fund ■ Other Funds

Proposed FY 23 FTE



■ General Fund ■ Other Funds

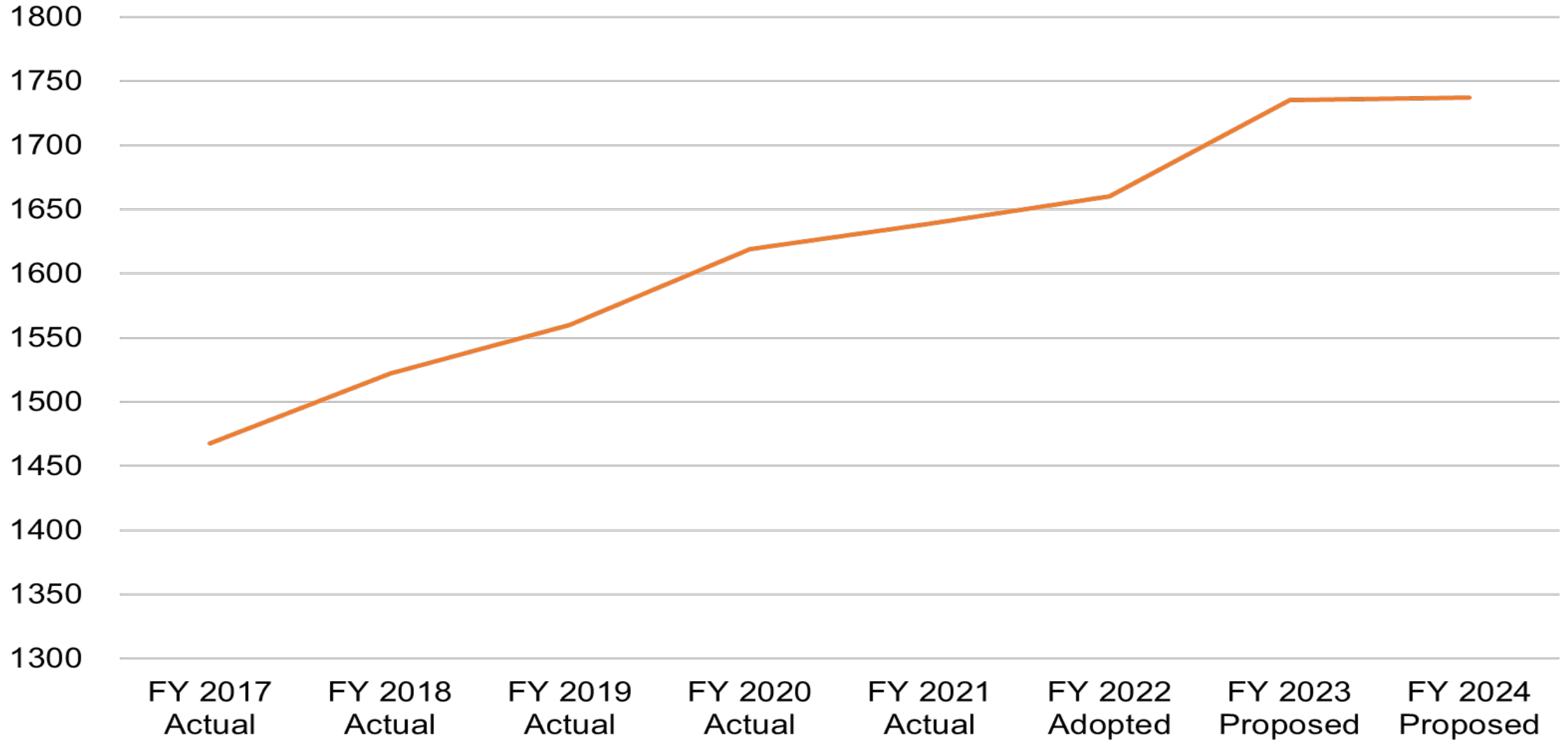
Proposed FY 24 FTE



■ General Fund ■ Other Funds

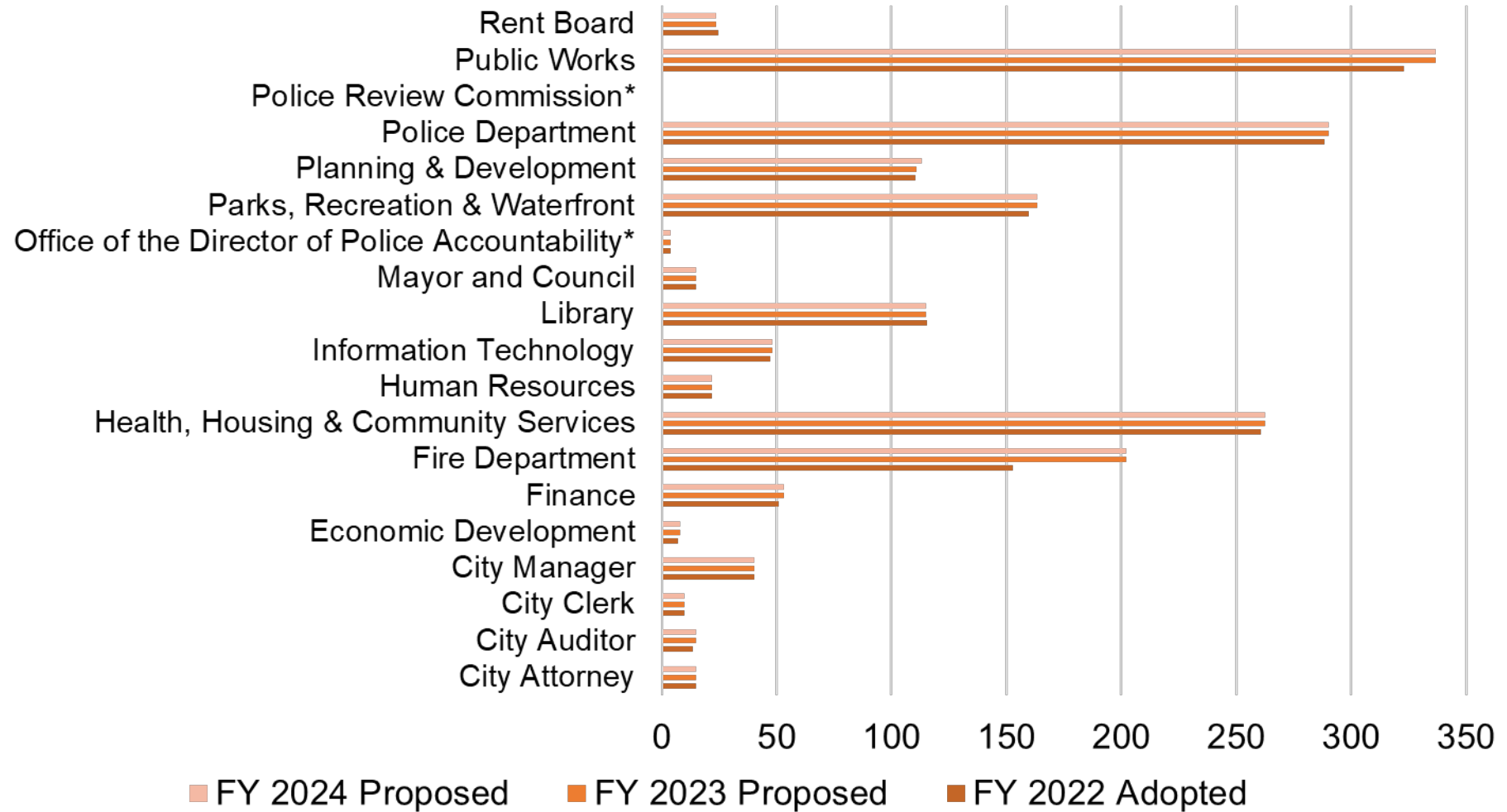
STAFFING TREND

Full Time Equivalent Employee (FTE) Total



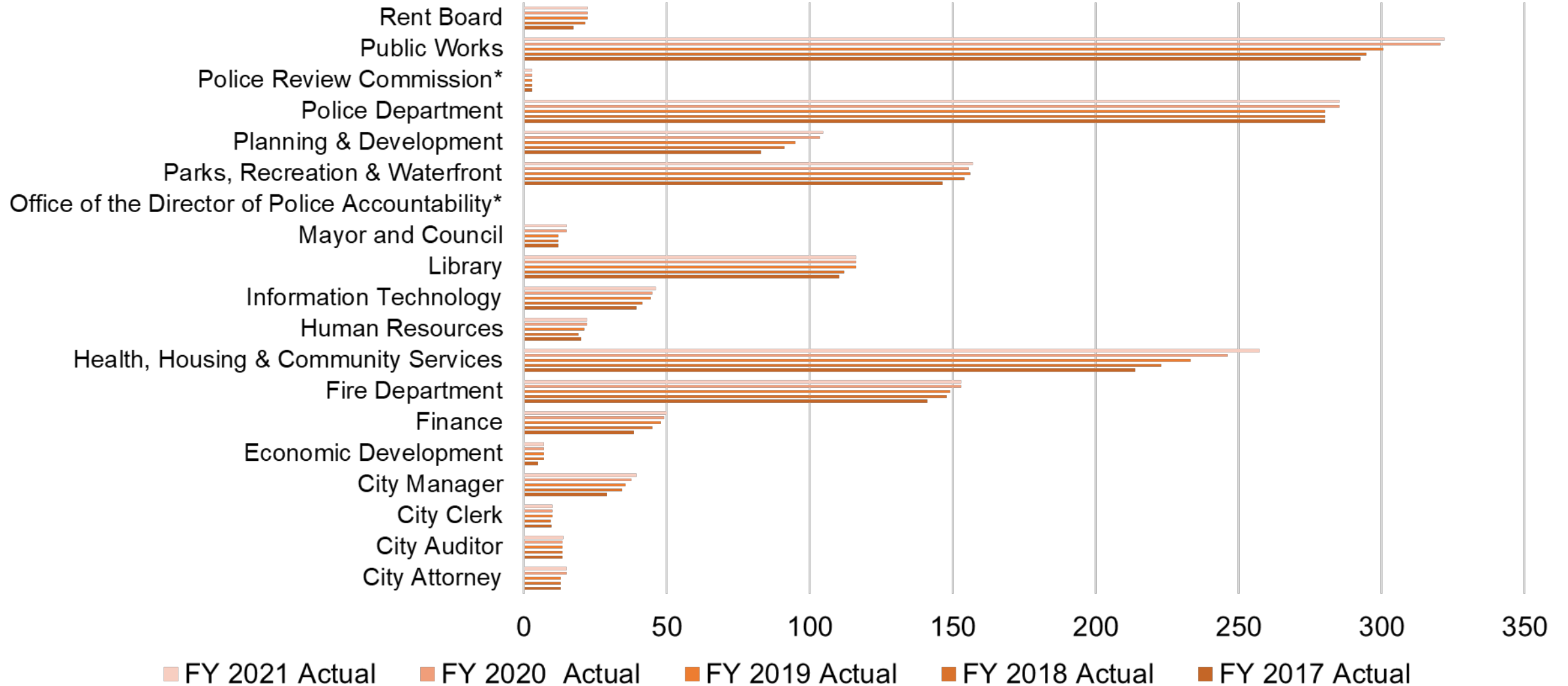
FY 23 & 24 STAFFING BY DEPARTMENT

Adopted & Proposed

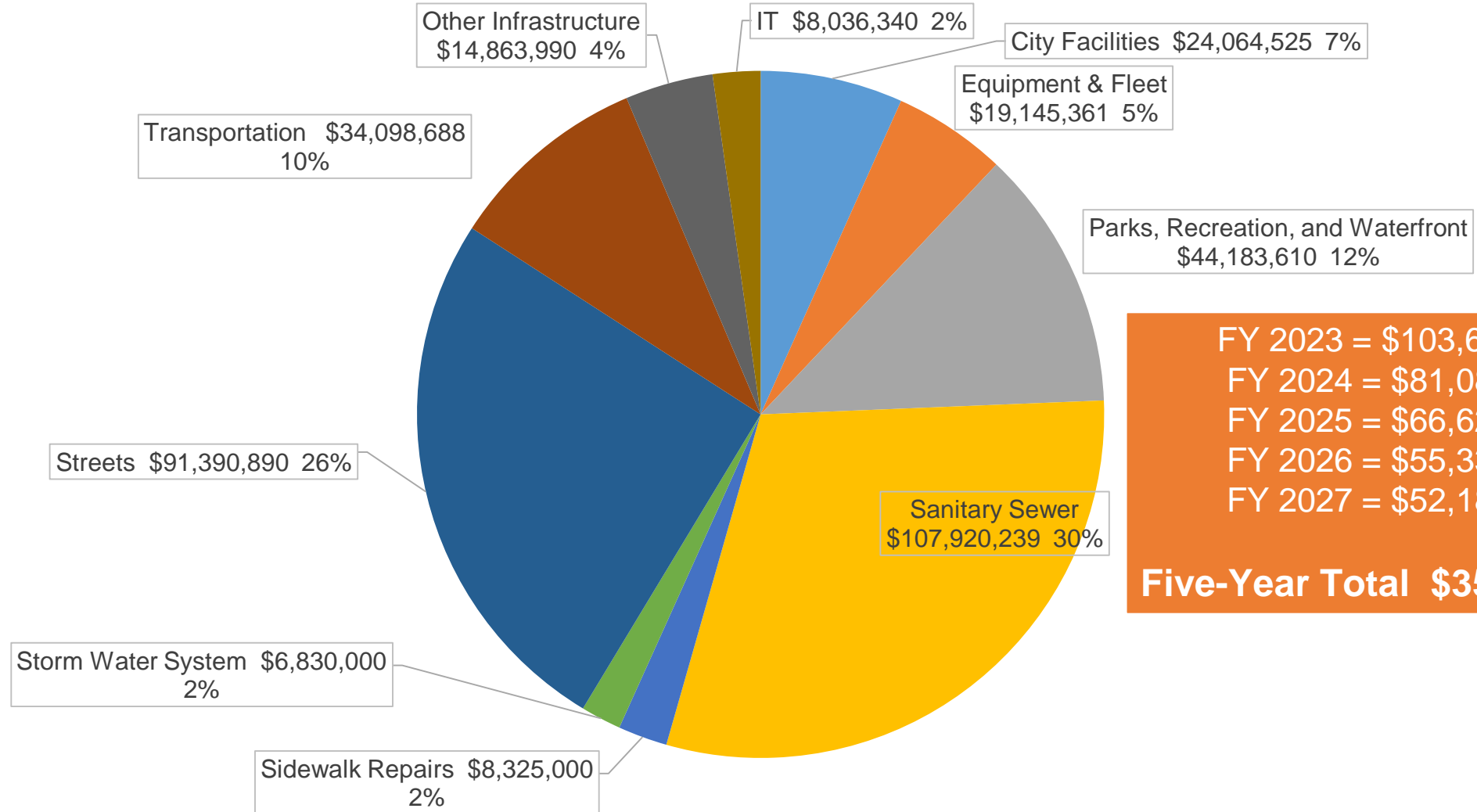


STAFFING TREND BY DEPARTMENT

Historic



FIVE-YEAR CAPITAL IMPROVEMENT PROGRAM FY 2023-FY 2027 BY PROGRAM CATEGORY-PROPOSED



FY 2023 = \$103,623,521
 FY 2024 = \$81,086,024
 FY 2025 = \$66,625,396
 FY 2026 = \$55,335,413
 FY 2027 = \$52,188,288
Five-Year Total \$358,858,643

FY2023 CAPITAL BUDGET- REQUESTED

City Facilities	Information Technology	Parks, Recreation, & Waterfront	Sanitary Sewer	Sidewalk Repairs	Storm Water System	Streets	Transportation	Other
\$5,188,925	\$2,829,074	\$16,636,943	\$19,764,924	\$2,685,000	\$3,175,000	\$21,287,178	\$21,727,339	\$5,292,798
GF/CIP Funding Request \$1,000,000	GF/CIP Funding Request \$2,382,500	GF/CIP Funding Request \$3,250,000	GF/CIP Funding Request \$0	GF/CIP Funding Request \$0	GF/CIP Funding Request \$0	GF/CIP Funding Request \$8,000,000	GF/CIP Funding Request \$0	GF/CIP Funding Request \$4,500,000

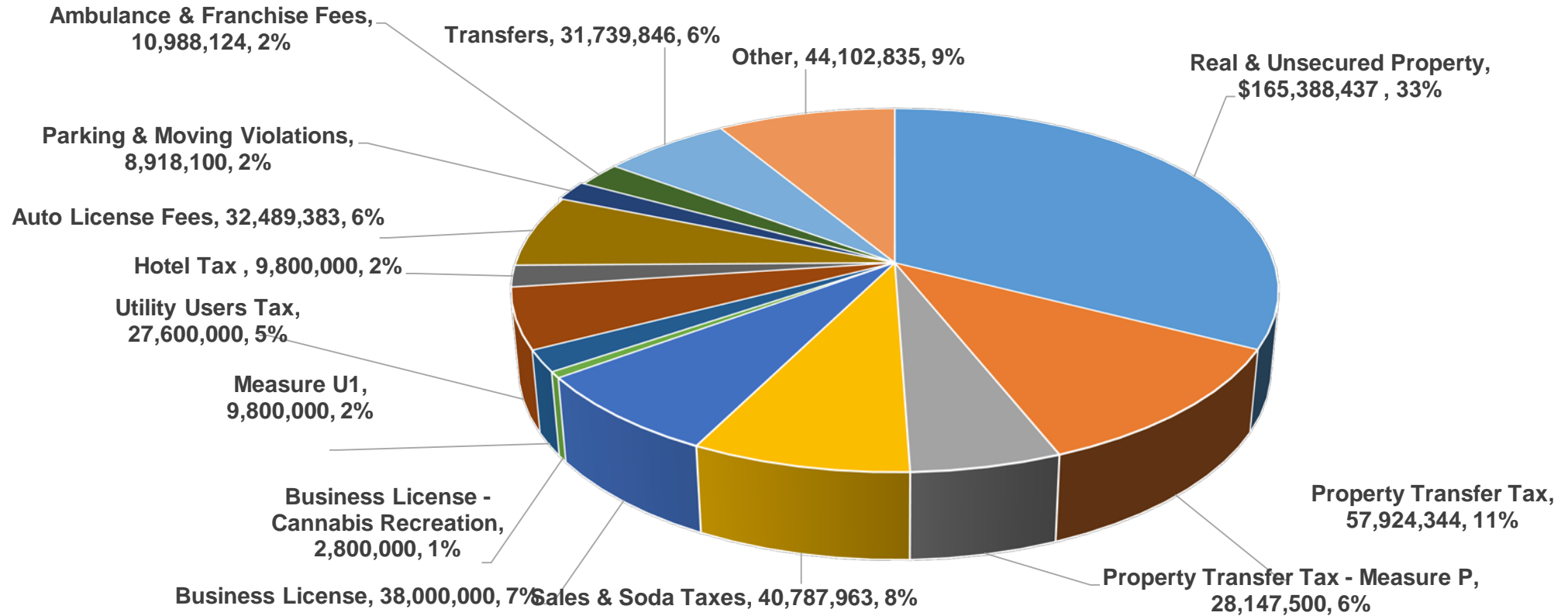
49 Equipment and Fleet
\$2,829,074

106 Proposed Capital Projects

FY 2023 Total General Fund Request \$19.13 million

TOTAL FY 2023 PROPOSED CAPITAL BUDGET
\$103,623,521

PROPOSED GENERAL FUND REVENUE

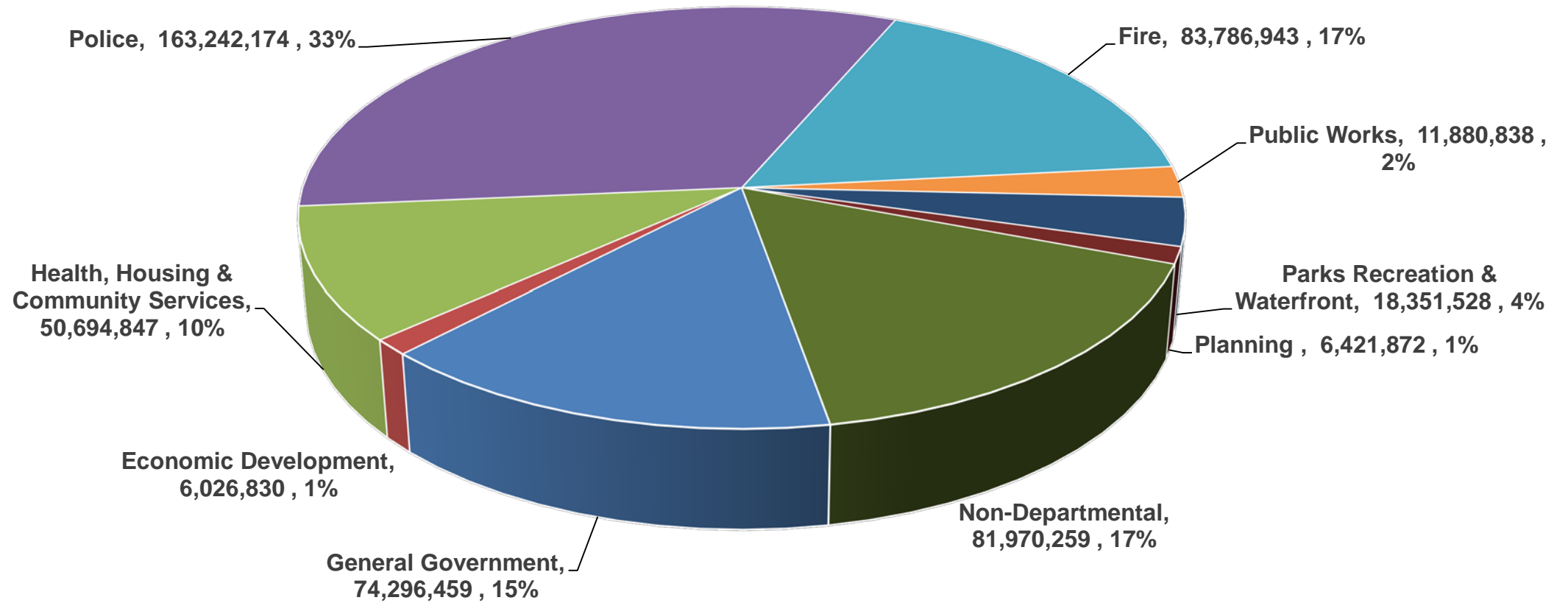


GENERAL FUND REVENUE FORECAST

5 YEARS PROJECTED GENERAL FUND REVENUES

	FY 2022 Adopted	FY 2022 Projected	FY 2023 Projected	FY 2024 Projected	FY 2025 Projected	FY 2026 Projected
Undesignated Revenues						
Secured Property Taxes	71,382,000	71,382,000	75,664,920	78,691,517	83,019,550	87,585,625
Supplemental Taxes	2,000,000	2,000,000	2,000,000	2,000,000	2,110,000	2,226,050
Unsecured Property Taxes	2,625,000	3,637,247	3,516,000	3,516,000	3,709,380	3,913,396
Property Transfer Taxes	12,500,000	12,500,000	12,500,000	12,500,000	12,500,000	12,500,000
Property Transfer Tax – Measure P	8,500,000	20,054,687	14,073,750	14,073,750	14,355,225	14,642,329
Sales Tax	18,287,215	17,686,255	19,016,546	19,790,997	20,186,817	20,590,553
Soda Tax	990,210	990,210	990,210	990,210	1,010,014	1,030,214
Utility Users Taxes	13,000,000	13,800,000	13,800,000	13,800,000	14,076,000	14,357,520
Transient Occupancy Taxes (TOT)	2,173,5004	4,200,000	5,000,000	5,200,000	5,304,000	5,410,080
Short-term Rentals	630,000	1,000,000	1,000,000	1,000,000	1,020,000	1,040,000
Business License Taxes	18,498,146	19,000,000	19,000,000	19,000,000	19,380,000	19,767,600
Recreational Cannabis	1,643,739	1,400,000	1,400,000	1,400,000	1,428,000	1,456,560
Measure U1	5,120,350	4,900,000	4,900,000	4,900,000	4,998,000	5,097,960
Other Taxes	2,593,155	2,631,441	2,631,441	2,631,441	2,684,070	2,737,751
Vehicle In Lieu Taxes	14,959,837	15,024,697	15,926,168	16,563,215	17,474,192	18,435,272
Parking Fines – Regular Collections	3,726,450	4,326,450	4,326,450	4,326,450	4,412,979	4,501,239
Parking Fines – Booting Collections	-	-	-	-	-	-
Moving Violations	132,600	132,600	132,600	132,600	135,252	137,957
Ambulance Fees	3,154,002	3,268,275	3,880,779	3,880,779	3,958,395	4,037,562
Interest Income	4,462,320	5,766,586	6,000,000	6,000,000	6,120,000	6,242,400
Franchise Fees	1,613,283	1,613,283	1,613,283	1,613,283	1,645,549	1,678,460
Other Revenues	6,729,977	6,729,977	6,729,977	6,729,977	6,864,577	7,001,868
Indirect cost reimbursements	5,490,000	5,490,000	5,490,000	5,490,000	5,599,800	5,711,796
Transfers	27,354,923	27,354,923	27,354,923	4,384,923	4,472,621	4,562,074
Total Undesignated Revenues	227,566,707	244,888,631	246,947,047	228,615,141	236,464,420	244,664,667
Designated Revenues						
Prop. Transfer Taxes for capital improvements	8,500,000	27,396,465	16,462,172	16,462,172	17,041,415	17,632,244
Total Designated Revenues	8,500,000	27,396,465	16,462,172	16,462,172	17,041,415	17,632,244
TOTAL REVENUES & TRANSFERS	236,066,707	272,285,096	263,409,219	245,077,313	253,505,835	262,296,911

PROPOSED GENERAL FUND EXPENSES



FY23&24 GENERAL FUND DEPARTMENTAL EXPENDITURES

General Fund Baseline Budget	2021 ACTUAL	2022 ADOPTED	2022 REVISED	2023 BASELINE	2024 BASELINE
MAYOR AND COUNCIL	2,701,344	3,096,559	3,820,624	4,025,131	4,074,793
CITY AUDITOR	2,467,028	2,705,379	2,755,379	3,006,058	3,026,481
POLICE ACCOUNTABILITY	3,251	1,114,235	1,149,235	166,136	1,174,826
CITY MANAGER'S OFFICE	11,102,637	10,912,354	13,129,814	11,911,007	12,116,500
CITY ATTORNEY	2,760,048	3,434,164	3,710,164	4,010,250	4,065,279
CITY CLERK	2,832,552	2,396,737	2,521,925	2,684,842	2,747,927
FINANCE	6,682,935	7,041,962	7,907,522	8,431,482	8,550,063
HUMAN RESOURCES	2,318,029	2,407,724	2,829,615	3,112,412	3,166,581
INFORMATION TECHNOLOGY	1,330,730	1,526,760	2,515,071	1,526,760	1,526,760
HEALTH, HSG & COMMUNITY SERVICES	25,567,324	23,455,690	31,003,038	25,265,310	25,429,537
PARKS, RECREATION & WATERFRONT	7,304,226	7,675,564	9,896,204	9,061,484	9,290,044
PLANNING & DEVELOPMENT	2,567,473	2,325,367	2,926,332	3,209,174	3,212,698
PUBLIC WORKS	5,499,277	4,742,625	10,913,809	5,993,903	5,886,935
POLICE	77,270,053	73,228,172	73,982,832	80,870,183	82,371,991
FIRE & EMERGENCY SERVICES	38,988,843	37,021,939	40,220,081	41,626,945	42,159,998
NON DEPARTMENTAL	46,189,064	51,669,260	42,855,878	41,230,901	40,739,358
TOTAL EXPENDITURES	235,584,812	234,754,491	252,137,523	246,131,978	249,539,771

FY23 & 24 GENERAL FUND BUDGET EXPENDITURES BY TYPE

Expenditure Category	FY 22 Adopted	FY 23 Proposed	FY 24 Proposed
Salaries and Benefits	148,035,070	165,854,727	168,991,692
Professional and Technical Services	5,997,456	9,665,402	9,661,680
Community Grants	14,159,041	14,270,032	14,270,032
Supplies	1,827,531	1,970,359	1,970,142
Insurance	1,212,651	1,209,688	1,209,688
Utilities	1,256,876	1,268,371	1,268,371
Other	19,043,917	9,611,669	8,886,437
Internal Services	16,418,011	16,477,792	16,477,792
Transfers— ARPA \$23M, \$2M Section 115 Trust	26,803,938	26,803,938	26,803,938
Total Expenditures	234,754,491	247,131,978	249,539,772

FY 23 & 24 GENERAL FUND BASELINE BUDGET SUMMARY

	FY 22 Adopted	FY 2023 Proposed	FY 2024 Proposed
Adopted/Projected Revenues	236,066,707	263,409,219	245,077,313
Less: Excesss Property Transfer Taxes Over \$12.5M Baseline	(8,500,000)	(16,462,172)	(16,462,172)
Less: Measure P Revenues	(8,500,000)	(13,040,382)	(14,073,750)
Less: Measure U1 Revenues	(5,120,350)	(4,900,000)	(4,900,000)
Baseline Revenues	213,946,357	229,006,665	209,641,391
Adopted/Projected Expenditures	234,754,491	247,131,978	249,539,772
Less: Measure P Expenditures	(15,688,170)	(13,040,382)	(12,835,757)
Less: Measure U1 Expenditures	5,125,350	(4,900,000)	(4,900,000)
Baseline Expenditures	213,945,971	229,191,596	231,804,015
Projected Surplus/(Deficit)	1,312,216	34,217,623	13,273,298
Projected Surplus/(Deficit) Baseline	386	(184,931)	(22,162,624)

FUNDING REQUESTS AND CRITERIA

Tier	Criteria
Tier 1	Legislative Mandates Public Safety Items Critical Operational Needs Critical Infrastructure Council Approved Items Revenue Generating, Grant, Cost Share Climate
Tier 2	Non-Critical Operational Needs on hold or have existing funding
Tier 3	Non-Urgent Operational Needs

\$74M in funding enhancements for Reimagining Public Safety, departmental staffing, operations and one-time project assistance, community enhancements and \$48M in capital-related needs

BUDGET-RELATED MEETINGS

Budget and Finance Policy Committee	May 26 June 9 June 23
Council	May 31 June 14 June 28