

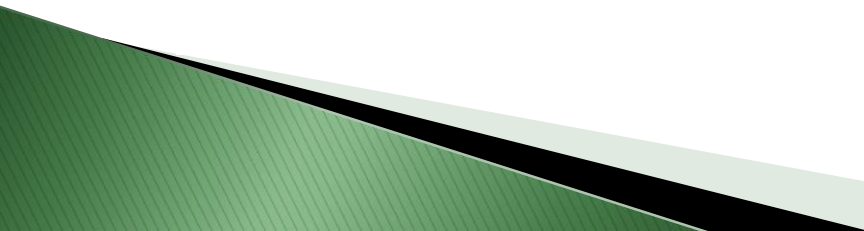


TOWN OF PARADISE

Fiscal Year 2015/16 Operating and Capital
Budget Status Update and Financial Report

May 10, 2016

2015/16 Operating and Capital Budget Update

- The 2015/16 Operating and Capital Budget was adopted June 29, 2015
 - About 75% of the 2015/16 related transactions have now been recorded
 - At mid-year, presented in February 2016, budget projections were in-line with original estimates and the budgets were balanced
- 

General Fund - 1010

\$100,000 expected to drop to unassigned cash flow reserves

\$17,500 more from Franchise Fees - PG&E 7% Increase

\$10,000 unspent for Town Hall retaining wall repair – insufficient time and resources

\$25,000 increased expenses from accelerated accrual payoffs – two lieutenant retirements

\$35,000 savings in police operations from continued vacancies

\$30,000 savings in police communications because of delayed hiring and a medical leave

\$15,000 savings from fire suppression from lower gas prices and fewer repairs

General Fund Summary

	2015/16 Mid-Year Budget	2015/16 Estimated Actual Budget
Total Revenues	\$10,154,424	\$10,188,062
Measure "C" Receipts	1,071,000	1,170,000
Transfers In	492,746	494,719
Total Resources	\$11,718,170	\$11,852,781
Total Expenditures	\$10,609,740	\$10,556,415
Measure "C" Expenditures	969,919	682,514
Transfers Out	21,066	21,066
Total Financial Uses	\$11,600,725	\$11,259,995
General Fund Net Income	\$117,445	\$592,786

General Fund Reserves

	2015/16 Mid-Year Budget	2015/16 Estimated Actual Budget
Designated Reserves		
Nonspendable (RDA and Other Loans)	\$1,983,233	\$1,983,233
Assigned to Measure "C" 2020-21	283,274	283,274
Assigned to Measure "C" Car Payments	0	86,403
Assigned to Measure "C" Pearson CIP	0	200,000
Unassigned Measure "C" Contingency	101,081	201,083
Unassigned Cash Flow	688,216	793,516
Ending Fund Balance	\$3,055,804	\$3,287,509

Building Safety and Wastewater Services - 2030

- ✓ Development continues to rebound in the community – revenues will be about \$45,000 more than expected
- ✓ Expenses are expected to be about \$10,000 more as a result
- ✓ This means that revenues will exceed expenditures by about \$45,000
 - ✓ For the 2016/17 budget, staff will evaluate the sustainability of this trend

Animal Control Services - 2070

- ✓ Revenue and expenses are about as expected at mid-year
 - ✓ Even with the \$12,000 in support from PASH and the \$31,000 in support from Measure C, the Town will transfer about \$14,000 from the Animal Control Donation fund to balance
 - ✓ The Town continues to work with local veterinarians and is looking at on-line dog licensing in order to increase the number of dogs licensed

On-line Dog Licensing

First Year Costs

\$10,000 for initial setup (funded by Measure C)

\$3,840 for annual software maintenance

\$1,150 for transaction fees

Ongoing Costs

\$3,840 for annual software maintenance

\$1,150 for transaction fees

The Town will need to license an additional 540 dogs to recoup this investment over five years, or about 108 dogs per year

Gas Tax/Street Maintenance - 2120

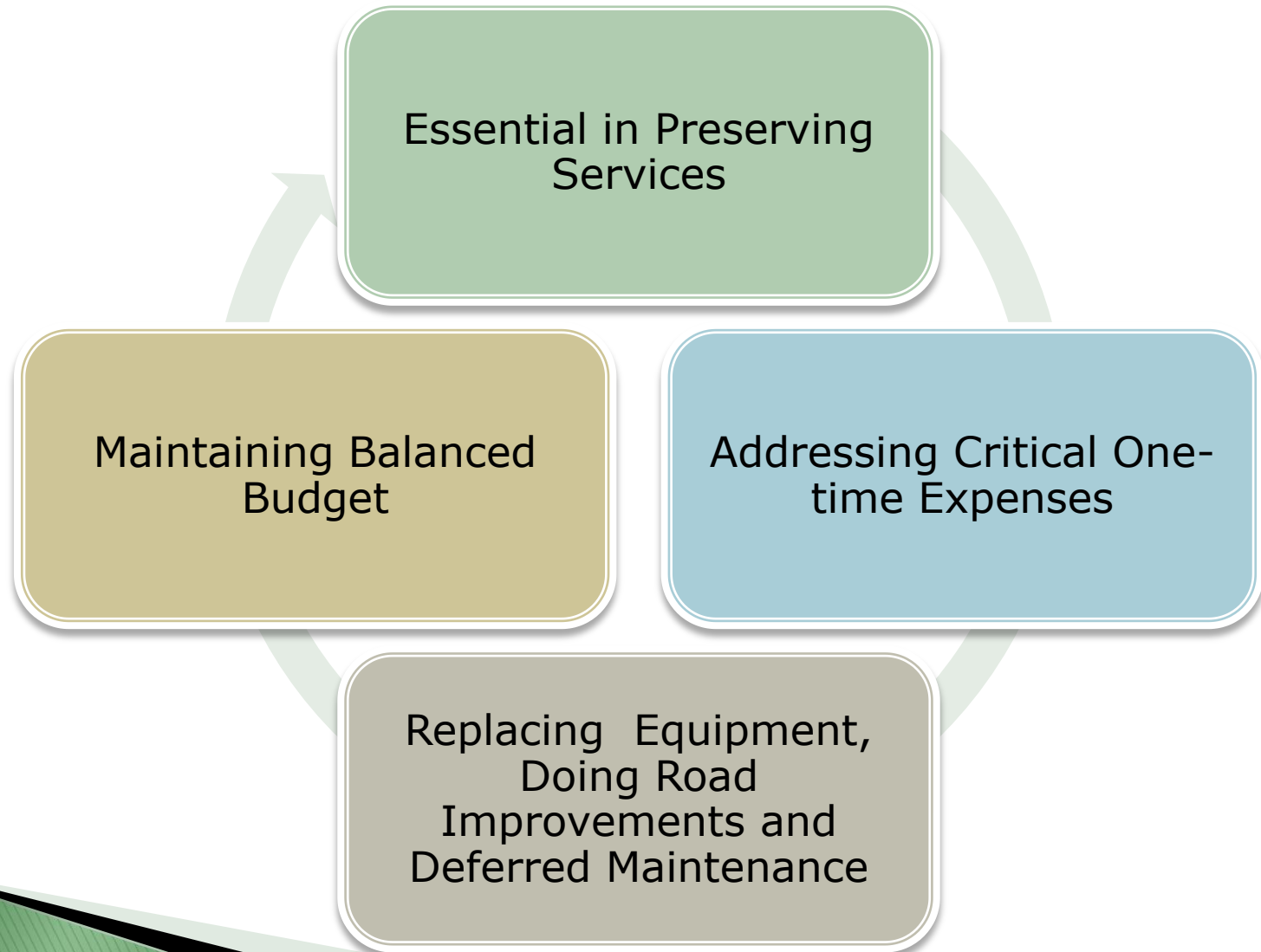
Staff is carefully monitoring State Legislation and is hopeful that additional funding will be coming from the State in order to maintain local roadways

- ✓ Revenues are about as expected at mid-year
- ✓ Expenses are expected to be about \$20,000 higher
 - ✓ 5,000 more in street sweeping
 - ✓ 15,000 in the purchase of a downtown property that has future parking and/or transit potential
- ✓ \$155,000 of fund reserves will be used this fiscal year

Measure C

- April 26, 2016 staff shared with the Citizen Oversight Committee the mid-year budget adjustments and expected uses of Measure C for 2015/16
 - Revenues are expected to come in at around \$1.17 million
 - \$200,000 budgeted for Pearson road and drainage improvements will be postponed until July 2016
 - All other expenses are at mid-year levels so there will be about \$201,000 of contingency/reserve going into 2016/17
 - The committee supported the following preliminary budget plan (understanding that modifications may still be needed before budget adoption)

Measure C



2016/17 Measure C Resources

Beginning Balance/ Reserves:			
From 1 st Q For FY2021	\$283,274		
For Police Car Payments	86,403		
Pearson Road CIP	200,000		
Contingency/Unassigned	201,083		\$770,760
Expected Revenues:			\$1,170,000

2016/17 Measure C Budget

Animal Control		
Increased Hours For AC Officer	\$30,240	
Advanced training for AC Officer	1,500	
Leadership Course for AC Supervisor	1,000	
AC System (Chameleon Training)	1,000	
Plastic Raised Beds	2,700	
Metal Dog Bowls	200	
Protective Cover for Washing Machines	1,500	
Air conditioner unit	400	
Online Dog Licensing	10,000	
Infrastructure Concrete Repair	8,000	\$57,540

2016/17 Measure C Budget

Fire Department			
Maintain current calfire staffing levels	\$150,000		
Type 1 Fire Engine	86,632		
Equipment Replacement Fund	50,000		
Matching funds for SCBA's	3,500		
Blower for Engine 82	1,500		
Tool Bracket Fabrication for Engine 82	2,000		\$293,632

2016/17 Measure C Budget

Police Department			
	Sergeant Detective (salary & benefits)	\$161,687	
	3 Police Vehicles with Future Funding	100,000	
	Body Cameras & Hardware – Yr 2 of 5	5,917	
	Officer Training	15,000	
	K-9 Program (Training, food and vet)	10,000	
	Lieutenant Transition Plan	15,000	
	Sponsor 1 Trainee Through Police Academy	17,000	
	Sawmill Peak Communication Study	3,000	
	2 nd Phase of Siding Replacement	40,000	\$367,604

2016/17 Measure C Budget

Public Works		
2016 Road Rehabilitation (overlay & striping)	\$500,000	
Road & Drainage Improvements Pearson Road (2015/16 carry forward)	200,000	\$700,000



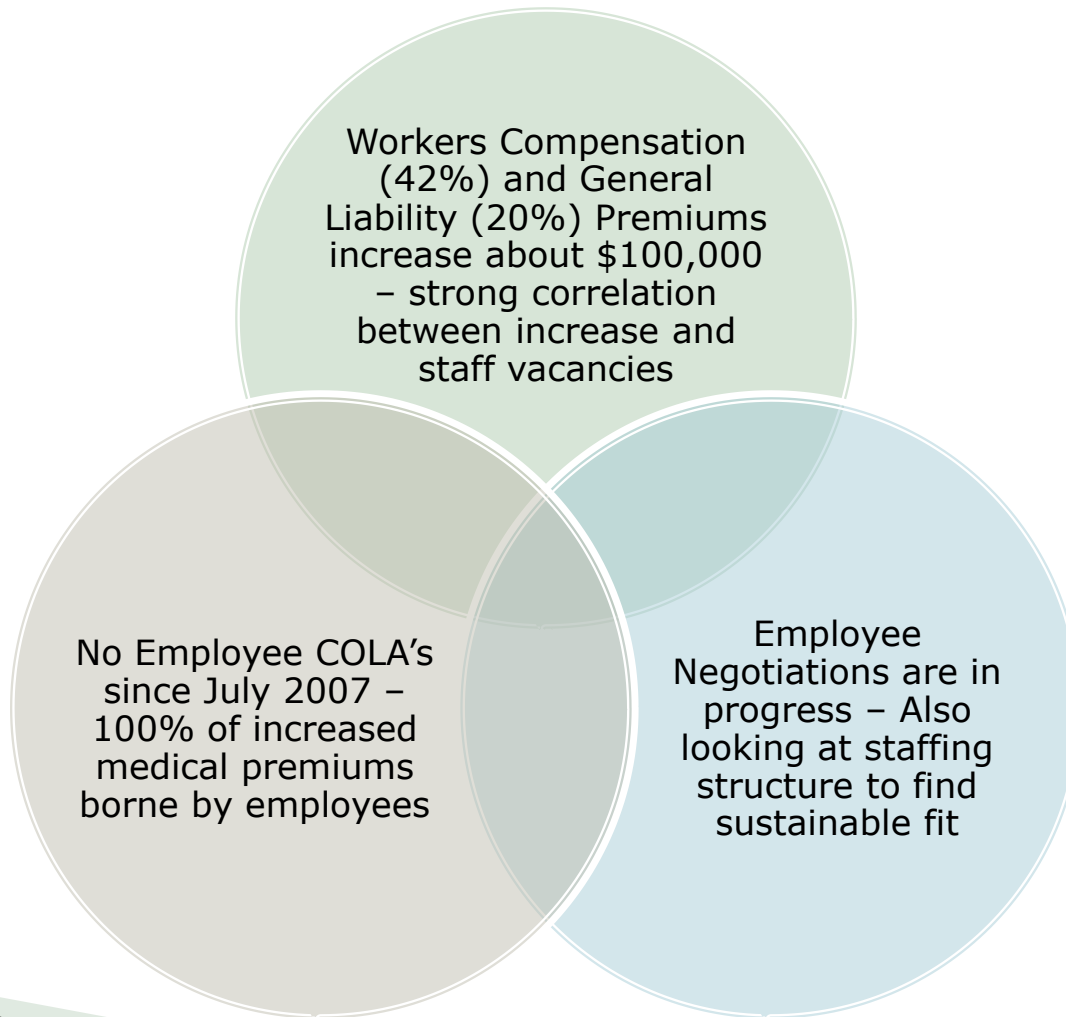
2016/17 Measure C Budget Summary

Revenues			\$1,170,000
Expenses			(1,418,776)
Net Use of Funds			(248,776)
Reserves			
	From 1st Q for 2021	\$283,274	
	Police Car Payment Funds	86,403	
	Contingency/Reserve	152,307	\$521,984



2016/17 Budget Adoption

2016/17 Budget Planning



Conclusion

About \$100,000 to drop to General Fund cash flow reserves from 2015/16

Helpful for 2016/17

- Growing expenses
- Pressure to attract and retain quality employees

May need to use a small portion of reserves in 2016/17 to create sustainable budget & organization



Questions?