

FY 2025 Quarterly Budget Review (Second Quarter)

LONG TERM FINANCIAL POLICY AUDIT
SUBCOMMITTEE

JANUARY 23, 2025

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BUDGET & FINANCIAL ANALYSIS MANAGER

General Fund Revenues

General Fund Expenditures

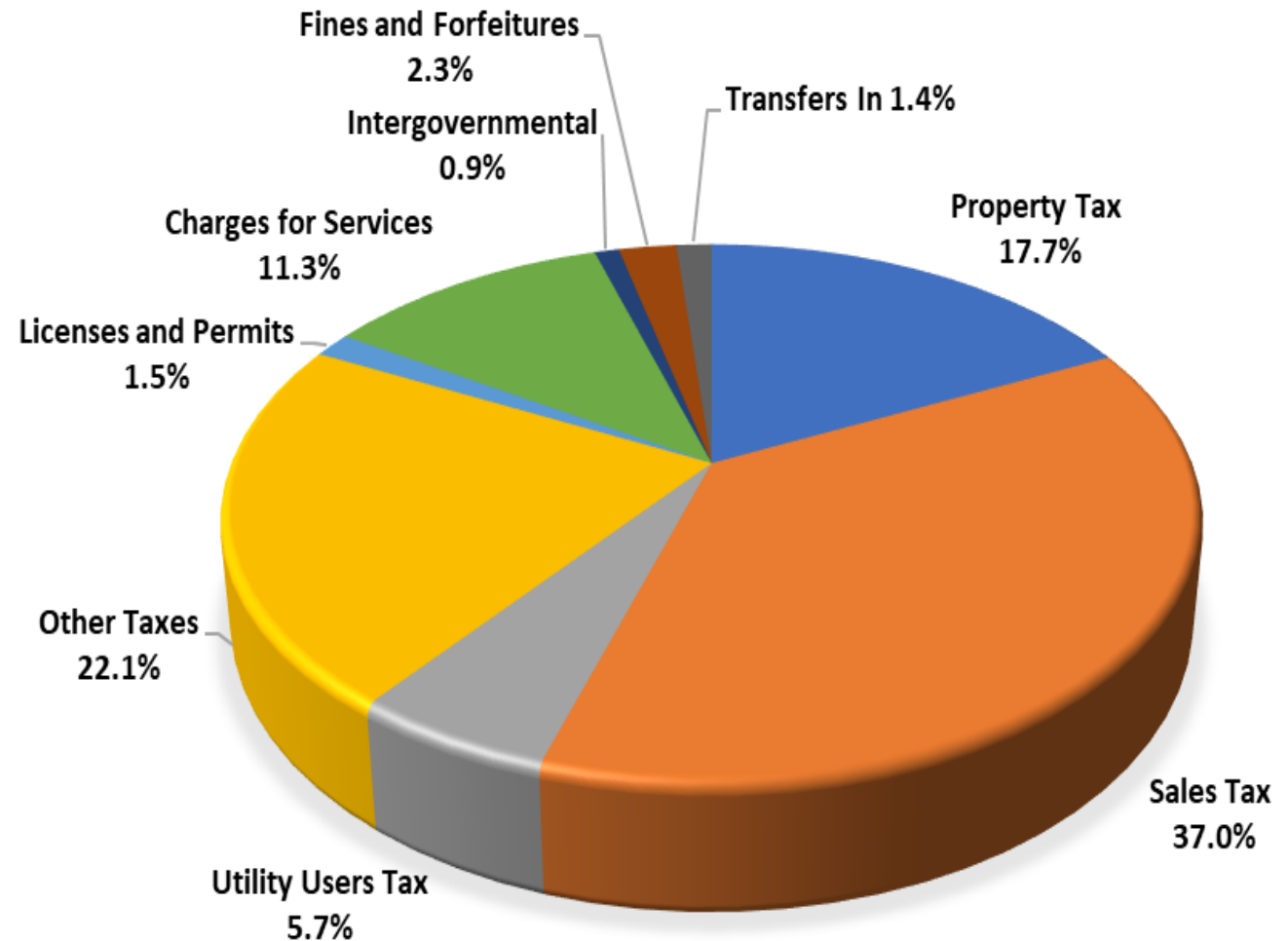
Next Steps

Questions

2nd Quarter Budget Review

FY 2024-25 Adopted Budget

- ✓ Adopted 215.3 million in Revenues + Transfers In
- ✓ Approximately \$115 million or 53% of are property and sales taxes



Q2 General Fund Operating Revenues

Operating Revenues	Budget	FY 24-25 YTD Actuals	Percent of Budget	FY 23-24 YTD Actuals	\$ Change	% change
Property taxes	39,068,300	22,040,998	56.4%	20,616,351	1,424,647	6.9%
Sales taxes	75,866,735	22,917,073	30.2%	23,529,219	(612,146)	-2.6%
Utility users tax	14,200,000	5,525,926	38.9%	4,701,943	823,983	17.5%
Other taxes	48,375,700	19,590,755	40.5%	19,009,639	581,117	3.1%
License and permits	3,181,000	1,357,071	42.7%	1,524,065	(166,994)	-11.0%
Charges for services	26,727,653	14,935,629	55.9%	12,549,254	2,386,376	19.0%
Intergovernmental - Recurring	1,903,424	1,506,203	79.1%	1,419,654	86,549	6.1%
Fines and forfeitures	1,610,900	513,162	31.9%	668,290	(155,128)	-23.2%
Other Revenues	2,521,000	2,678,090	106.2%	1,033,352	1,644,738	159.2%
Transfers	2,321,153	1,201,984	51.8%	1,676,369	(474,385)	-28.3%
Total Operating Revenues	215,775,865	92,266,892	42.8%	86,728,135	5,538,757	6.4%

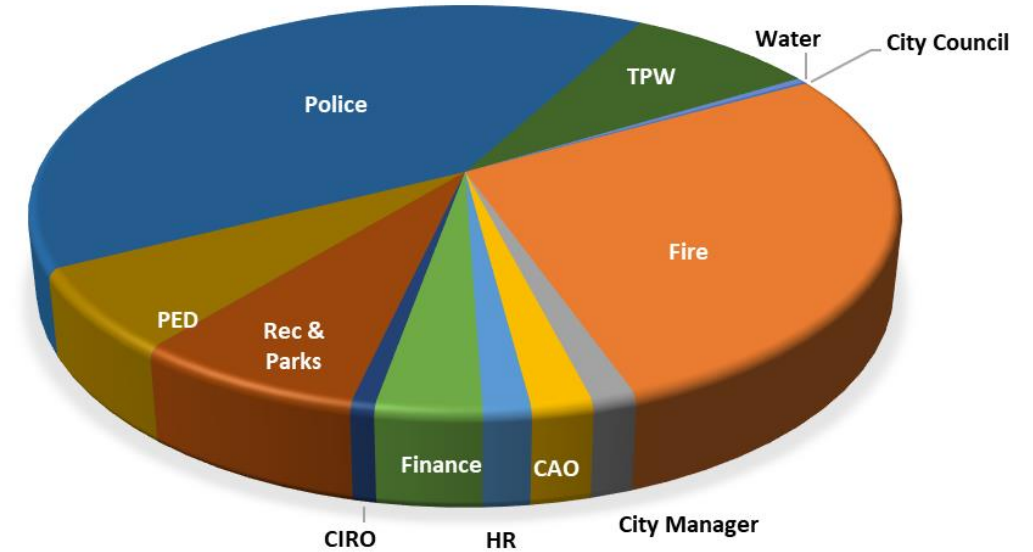
Other Taxes	Budget	YTD Actuals	Percent of Budget
VLF Swap	18,295,000	9,433,347	51.6%
Franchise Fees	12,230,700	4,076,648	33.3%
Motor Vehicle License Fees	200,000	-	0.0%
Cannabis Industry Tax	1,900,000	1,053,835	55.5%
Business Tax	4,750,000	221,809	4.7%
Real Property Transfer Tax	4,000,000	1,512,666	37.8%
Occupancy Tax	7,000,000	3,292,451	47.0%
Total Other Taxes	48,375,700	19,590,755	40.5%

2nd Quarter Other Taxes

Q2 General Fund Operating Expenditures

Operating Expenditures	Budget	FY 24-25 YTD Actuals	Percent of Budget	FY 23-24 YTD Actuals	\$ Change	% Change
City Council	1,557,693	585,503	37.59%	566,160	19,343	3.4%
City Manager	3,390,185	1,402,719	41.38%	1,185,642	217,077	18.3%
City Attorney	4,868,229	2,030,691	41.71%	1,818,890	211,801	11.6%
Human Resources	4,716,153	1,754,410	37.20%	1,830,387	(75,977)	-4.2%
Finance	7,703,289	3,529,918	45.82%	3,588,204	(58,286)	-1.6%
Comms & Intergovt Relations	1,964,064	751,698	38.27%	697,071	54,627	7.8%
Planning, Economic Development	19,186,096	8,656,867	45.12%	8,397,620	259,247	3.1%
Housing & Community Services	111,000	19,986	18.01%	11,742	8,244	70.2%
Recreation & Parks	18,946,617	9,868,538	52.09%	8,259,951	1,608,587	19.5%
Fire	58,146,296	30,293,428	52.10%	27,805,351	2,488,077	8.9%
Police	79,299,200	40,706,079	51.33%	36,206,635	4,499,443	12.4%
Public Works	26,854,861	13,143,287	48.94%	11,851,740	1,291,547	10.9%
Water	798,969	375,267	46.97%	418,394	(43,127)	-10.3%
Non Departmental	(8,461,454)	(5,303,731)	62.68%	(5,399,001)	95,270	-1.8%
Transfers	8,187,515	4,847,809	59.21%	4,758,992	88,817	1.9%
Total Operating Expenditures	227,268,713	112,662,469	49.57%	101,997,778	10,664,692	10.5%

YTD Salaries and Benefits



YTD Salaries & Benefits	Budget	YTD Actuals	Percent of Budget
Salaries	100,671,532	48,562,023	48.2%
Benefits	68,798,539	33,940,302	49.3%
Total	169,470,071	82,502,325	48.7%

Conclusion

- General Fund is materially in line with Adopted Budget
 - Held vacancies may reduce deficit
 - Sales Tax may have positive growth in calendar year 2025
- \$13.3M Structural Deficit is ongoing
 - City Council will have the opportunity to make reductions on January 28, 2025
 - Sales Tax Budget moving downward, even with positive growth
 - FY 2025/26 Budget will be focused on further reducing General Fund operations

Next Steps

- Staff will continue to refine revenue estimates and the General Fund Long-Range Financial Forecast
- FY 2025-26 Budget Season officially open; Departments enter budget data January 21 - February 14
- Q3 update in April 2025 will show where the General Fund may land by year end
- Budget Study session is scheduled for April 15, 2025 to discuss budget reductions and May 6&7 for Budget Review

Questions?