



Staff Report

TO: City Council
FROM: Jennifer Ustation, Interim Finance Director
DATE: June 1, 2021
SUBJECT: **FY2022 City-Wide Budget Review and Approval**

Background and Analysis:

The City Council met on January 5, 2021, to review and give input to City staff on the budget timeline. On May 4, 2021, City Council reviewed the first draft of the City-wide budget and had no recommended changes.

City staff reviewed the budget and only made one change, which is now presented to the City Council for possible adoption.

Budget Overview

The City has three major operating funds (General Fund, Wastewater Fund and Transit Fund). Revenues and expenditures for FY2022 for these three funds are as follows.

Operating Fund	Revenues	Expenditures
General Fund	\$39,452,812	\$38,678,061
Wastewater	\$11,781,500	\$11,781,500
Transit	\$2,745,964	\$2,535,849

The Transit Fund budget was previously approved by the City Council on April 20, 2021. It is incorporated into the overall budget and is subject to approval by the Riverside County Transit Commission.

General Fund Highlights

- Revenues have increased from the FY2021 budget by \$2.25 million or 6.1%,
- Expenses have increased from the FY2021 budget by \$2.9 million or 8.4% before enhancements,
- Eight new positions were added and four position upgrades totaling \$1,092,376,
- Operating cost enhancements totaling \$549,641, and

- Revenues exceed expenses by \$774,751 for Council appropriation throughout FY2022.

A summary for the General Fund revenues is included as Attachment A. A summary of General Fund expenses by department is included as Attachment B.

Wastewater Fund Highlights

- Revenues have increased from the FY2021 budget by \$888,700 or 8.2%,
- Expenses have increased from the FY2021 budget by \$395,251 or 3.6% before enhancements,
- One new position was added totaling \$288,344, and
- Operating cost enhancements totaling \$205,000.

A summary for the Wastewater Fund is included as Attachment C.

All Funds

In addition to the major operating funds, there are many funds that are used to support operations and segregated funds must be used for specific purposes. These other funds include development impact fees, community facilities district fees, grants funds and state/county pass through funds.

All Funds	Revenues	Expenditures
TOTAL	\$92,077,159	\$87,017,780

A summary for All Funds is included as Attachment D.

Fiscal Impact:

This item sets the City-wide budget for FY2022 and provides expenditures authority for operations.

Recommended Action:

Adopt the City-Wide Budget for FY2022.

Attachments:

- A. FY 2021-22 General Fund Revenues
- B. FY 2021-22 General Fund Expenditures by Department
- C. FY 2021-22 Wastewater Fund
- D. FY 2021-22 All Funds