



City of Colusa California

STAFF REPORT

DATE: July 18, 2023

TO: Mayor and Members of the City Council

FROM: Ishrat Aziz-Khan, through Jesse Cain, City Manager

AGENDA ITEM:

Consideration of Resolutions approving the Proposed budget as recommended by City Manager and City Staff.

- Resolution 23-__ Proposed Budget for Fiscal Year 2023-2024
- Resolution 23-__ Establishing the Proposed Budget Appropriation Limit for the fiscal year 2023-2024.

Recommendation:

Council to approve the proposed budget for the Fiscal Year 2023-2024, the appropriation (GANN) limit for the Fiscal Year 2023-2024.

The Budget was prepared before the closing of the fiscal year 2022-2023 and the annual audit. The City policy allows sixty days to post the revenue and expenditures pertaining to the prior year. Therefore, the beginning fund balance contained the budgeted numbers, not the audit numbers. The Mid-year budget will have audited fund balances and the updated operational cost for each department.

BUDGET IMPACT:

The general fund revenue increased by \$2,532,687 including \$1.55m measure B (TT), \$570,290 ARPA, and \$301,415 Prop 64 monies. The real increase in the general fund is only \$110,982. The expenditure increased by \$1,286,542 from Mid-Year budget updates. The true increase after the deduction of Prop 64 and ARPA fund is \$414,837. The deficit increased by \$303,855.

The budget is projected to have a (\$443, 401) deficit without applying additional requests from the Fire Department.

The Fire Department's request will increase the personnel cost by \$319,848 and equipment maintenance by \$30,000 which will increase the expenditure amount to \$6,468,765 and the deficit amount to (\$793,249).

Water fund revenue increased by 8.5K but expenditure increased by 391k from the Mid-Year budget. The budget also included 120K for the Water Management Program and 223 for Scada Program. The budgeted fund balance is \$6,011,41.

Sewer Fund revenue increased by \$201,325 with the assumption that the sewer rate will be increased by 6% as suggested in the Sewer and Water Report. The expenditure decreased by \$439,678 from the Mid-year budget. The budget includes \$1,136,015 payments on long-term debt.

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