



City of Colusa California

STAFF REPORT

DATE: June 18th, 2024
TO: Mayor and Members of the City Council
FROM: Ishrat Aziz-Khan, through Jesse Cain, City Manager

AGENDA ITEM:

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

- Resolution 24- Proposed Budget for Fiscal Year 2024-2025
- Resolution 24- Establishing the Proposed Budget Appropriation Limit for the fiscal year 2024-2025.

Recommendation:

Council to approve the proposed budget for the Fiscal Year 2024-2025, the appropriation (GANN) limit for the Fiscal Year 2024-2025.

The Budget was prepared before the fiscal year 2023-2024 closing and the annual audit. The City policy allows sixty days to post the revenue and expenditures of 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 decreased by \$ 672,902 mainly the reduction in measure B fund from \$1.55m to 1.116m measure, franchise fees and the building permits. The Perilli building purchase was also included in the Mid-Year revenue and expenditures which is removed from the FY 2024-25 budget.

The Perilli building's (Incubator Farm), purchasing cost was removed and the Street Asphalt project was added for 1.2m. The funding source for the Asphalt project is 700k from measure B, 300k from Cannabis, and 200k from SB1 funds. The Perilli building's 1.5m cost was reimbursed by the HCD(CDBG) Grant. The vacant positions from the prior year's budget are removed from the FY 2024-25 budget.

The City has a surplus budget with Measure B funds by \$236,544 and a deficit of \$223,456 with the exclusion of Measure B funds.

The budget has all positions budgeted with the increase rates approved by the council in FY 2023-24. The Police budget lost two officers. One position is budgeted and other is removed

from the proposed budget. The police department also has three Cadets budgeted for six months.

The Fire department has six employees and one Per-Diem position budgeted for 2,900 hours.

The water budget has a Walnut Ranch Project Grant for \$3,855,851 and 500K to redrill the Well, Scada, and Water Management Plan.

The Walnut Ranch Sewer project is included in the FY 2024-25 budget for \$4,180,604. The total revenue increased by 25K with the assumption of no increase in the Sewer rate. The budget includes \$1,135,671 payments on long-term debt.

ATTACHMENTS:

Resolution 24- Proposed Budget for the fiscal year 2024-2025

Resolution 24- Establish the Proposed Budget Appropriation Limit for the 2024-25 fiscal year.