



CITY COUNCIL AGENDA REPORT

MEETING DATE: June 05, 2023

TO: City Council Members

FROM: Melissa Eads, City Administrator
Chris Gorsky, Administrative Services Director

SUBJECT: FY23/24 Proposed Operating and Capital Improvement Budget

RECOMMENDATION

- Approve the FY23/24 Proposed Operating and Capital Improvement Budgets as presented.

DISCUSSION

- Presented is the Fiscal Year (FY) 23/24 Proposed Operating and Capital Improvement Budget for the City of Sonora.
 - The FY23/24 Budget includes total City revenues of \$19.2 million.
 - Includes General Fund Revenues of \$13.4 million, an increase of \$3.2 (32.4%) as Measure Y, the 1% Essential Services Tax became effective providing the City with an estimated \$3.8 million in new revenues, and the City no longer will be receiving the State and Local Fiscal Recovery Funds (SLFRL) in FY23/24.
 - The FY23/24 Budget includes total City expenditures of \$17 million.
 - Includes General Fund Expenditures of \$10.3 million, an increase \$463,650, as the City started this budget development with a status-quo budget and a list of “supplementary requests” that can be funded as determined by the City Council.
 - In FY22/23 the City signed a lease agreement with Enterprise Fleet Management to provide leased vehicles and equipment, as such, in FY23/24 the City has determined that the Fleet department was redundant and it was in the City’s best interest to end those operations. This required the elimination of one (1) employee, but the savings will allow the City to update its entire fleet of police vehicles and other equipment and includes an integrated maintenance component.
 - The only Capital Projects that are currently budgeted are the Stockton-Washington Transit and Accessibility Project that began construction in FY22/23 and will be completed in FY23/24. Additional projects will be approved by Council as the City completes its Organizational Review.
- **Supplemental Requests**
 - The Budget, as presented, has revenues exceeding budgeted expenditures by \$3,118,200, included with this budget is a listing of supplemental requests that include items that were not included in the status-quo budgets. The highlighted items are staff recommended budget additions of \$328,500, and will be included in the budget if approved by the City Council.

- **Budget Book**

- For Fiscal Year 2023/24 The City of Sonora has made a digital version of the Budget Book available on the City's Website.
 - <https://city-sonora-ca-budget-book.cleargov.com/8945>

ATTACHED

- **FY22/23 Proposed Operating and Capital Improvement Budget**
- **Supplementary Budget Requests**