

# City of Costa Mesa

## **FISCAL YEAR 2010-2011 PRELIMINARY BUDGET**

May 11, 2010



# ***BUDGET STUDY SESSION***

- Study Session Agenda:
  - Overview of Preliminary FY 10-11 Budget
  - Preliminary Appropriations & Revenues
  - Fund Balance Analysis
  - Questions/comments from City Council

# ***PRELIM BUDGET SUMMARY***

***All Funds*** (including transfers)

<b>FY 10-11 Estimated Revenues</b>	<b>\$ 98,450,847</b>
<b>Utilization of Fund Balance</b>	<b>18,112,605*</b>
<b>FY 10-11 Total Resources</b>	<b>116,563,452</b>
<b>FY 10-11 Appropriations</b>	<b>\$ 116,563,452</b>

**\*Preliminary Use of Fund Balance Only**

# ***TOTAL OPERATING BUDGET***

## ***All Funds***

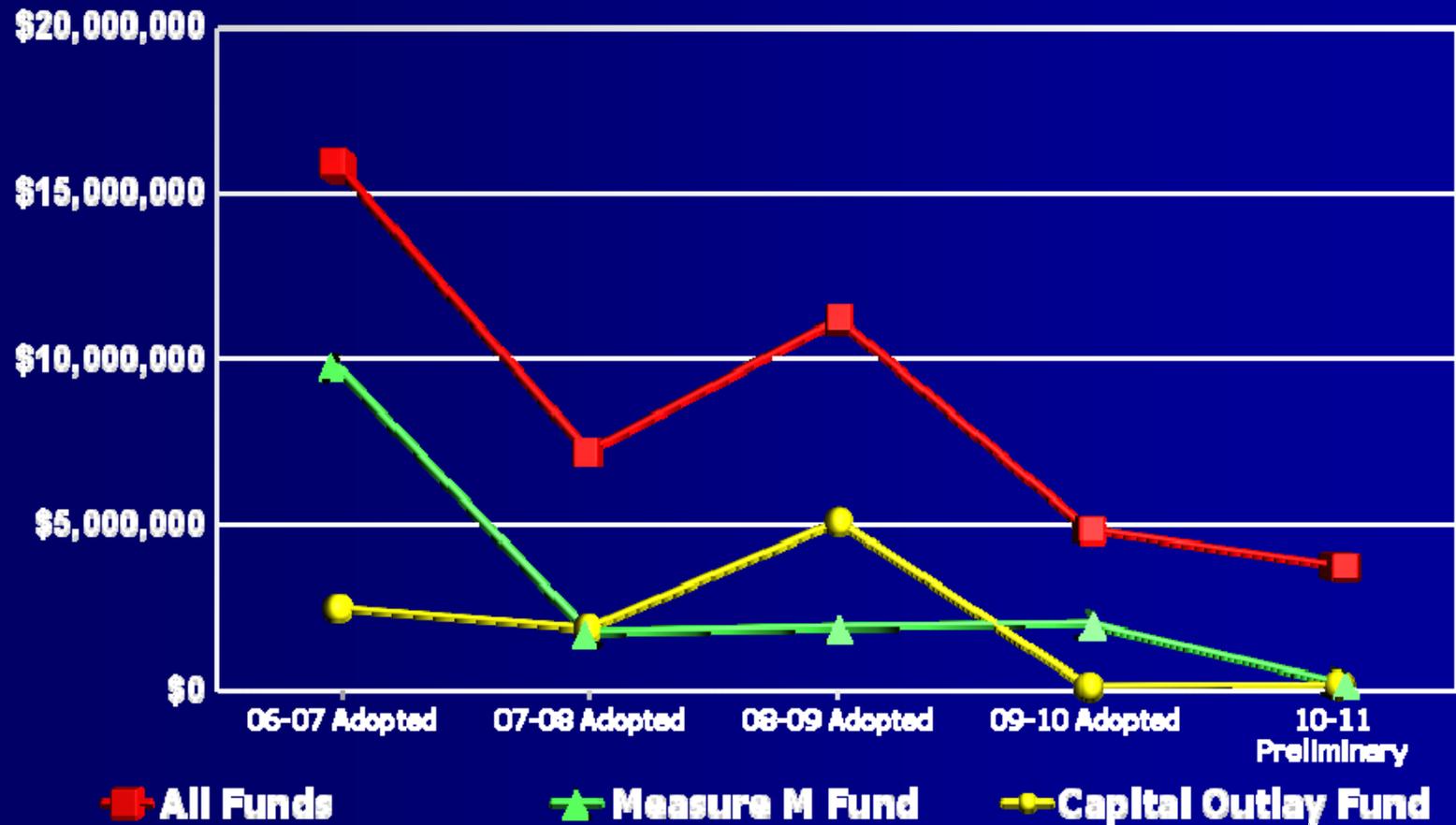
<b>Preliminary FY 10-11</b>	<b>\$ 110,715,911</b>
<b>Adopted FY 09-10</b>	<b>111,853,766</b>
	<hr/>
<b>Amount of <u>Decrease</u></b>	<b>\$ (1,137,855)</b>
	<hr/> <hr/>
<b>Percent of <u>Decrease</u></b>	<b>(1.02 %)</b>
	<hr/> <hr/>

# ***TOTAL CAPITAL IMPROVEMENT BUDGET - All Funds***

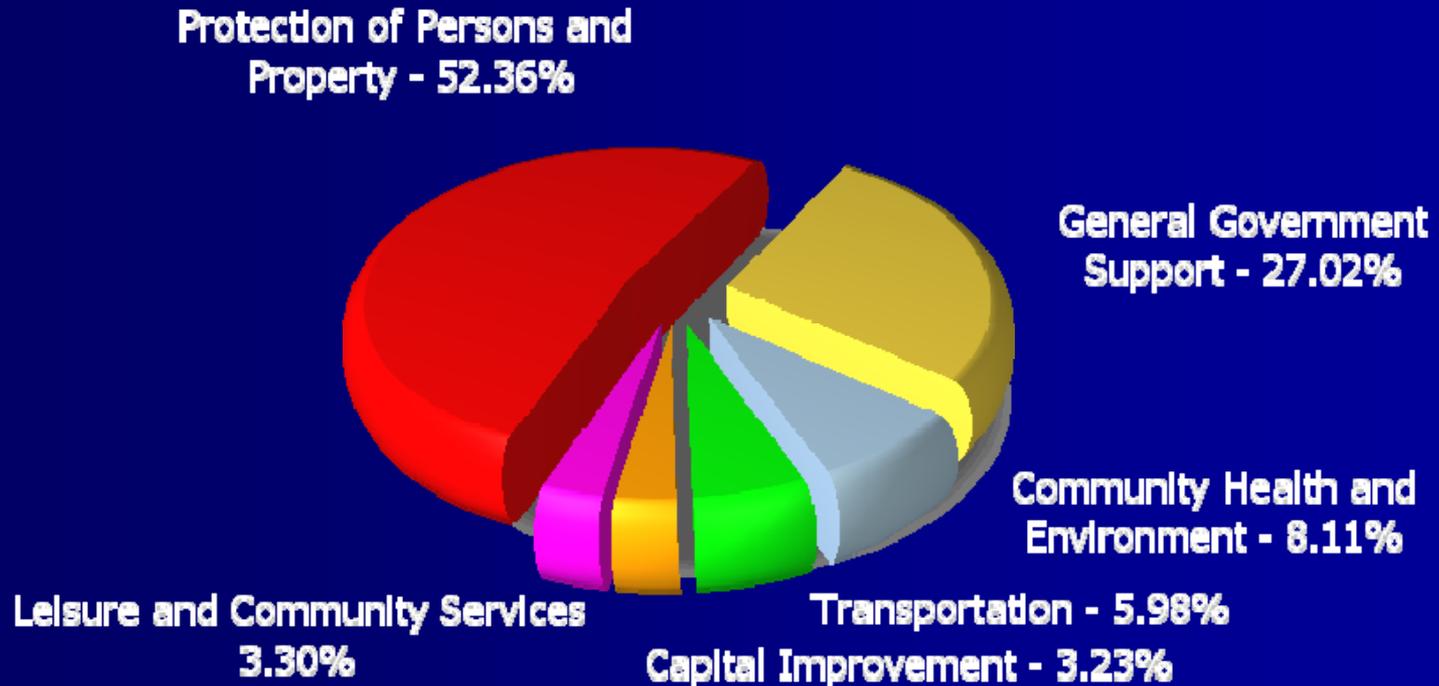
<b>Preliminary FY 10-11</b>	<b>\$ 3,771,477</b>
<b>Adopted FY 09-10</b>	<b>4,864,020</b>
	<hr/>
<b>Amount of Decrease</b>	<b>\$ (1,092,543)</b>
	<hr/> <hr/>
<b>Percent of Decrease</b>	<b>(22.46 %)</b>
	<hr/> <hr/>

# *CIP FUNDING SOURCE*

## *Five-Year Historical Comparison*



# ***DISTRIBUTION OF APPROPRIATIONS By Major Service Category - All Funds***



**Total \$116,563,452**

# ***DISTRIBUTION OF APPROPRIATIONS By Major Service Category - All Funds***

<b>Protection of Persons and Property</b>	<b>\$ 61,035,757</b>
<b>General Government Support</b>	<b>31,491,028</b>
<b>Community Health and Environment</b>	<b>9,453,726</b>
<b>Transportation</b>	<b>6,969,244</b>
<b>Leisure and Community Services</b>	<b>3,842,220</b>
<b>Capital Improvement Projects</b>	<b>3,771,477</b>
<b>Total</b>	<b>\$ 116,563,452</b>

# ***DEFINITION – MAJOR SERVICE CATEGORIES***

- Protection of Persons and Property – Police and Fire Protection, Emergency Medical Care, Building Safety, Code Enforcement and Animal Control
- Community Health and Environment – Beautification, Sanitation, Planning, Housing and Community Development

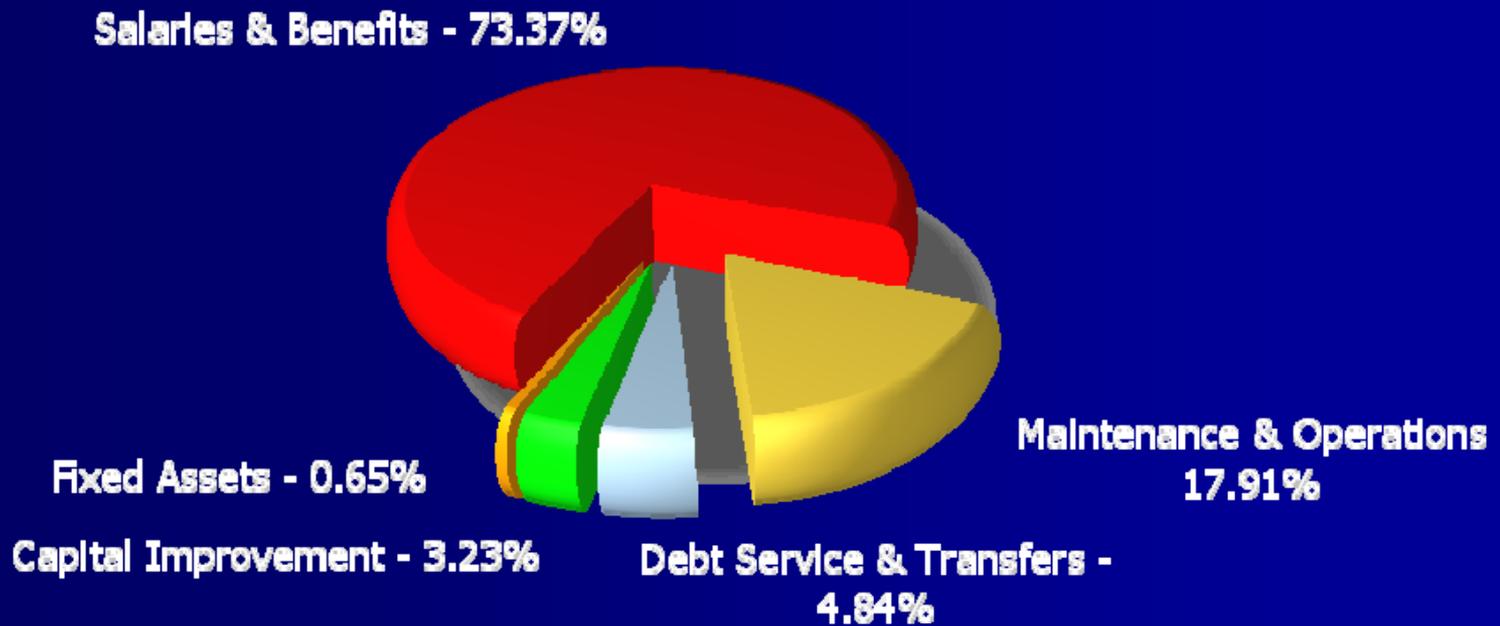
# ***DEFINITION – MAJOR SERVICE CATEGORIES***

- Transportation – Streets/Storm Drains Maintenance and Improvements, Curbs and Sidewalks, School Pedestrian Safety, Traffic Signal Improvements, Signs and Markings
- Leisure and Community Services – Recreational Activities and Programs, Facilities for Enjoyment, Health, Relaxation and Cultural Enrichment

# ***DEFINITION – MAJOR SERVICE CATEGORIES***

- General Government Support – City Council, City Manager, City Attorney, City Clerk, Central Services, Commissions and Committees, Facilities and Fleet Maintenance, Finance, Management Information Services, Human Resources, Risk Management, and Telecommunications

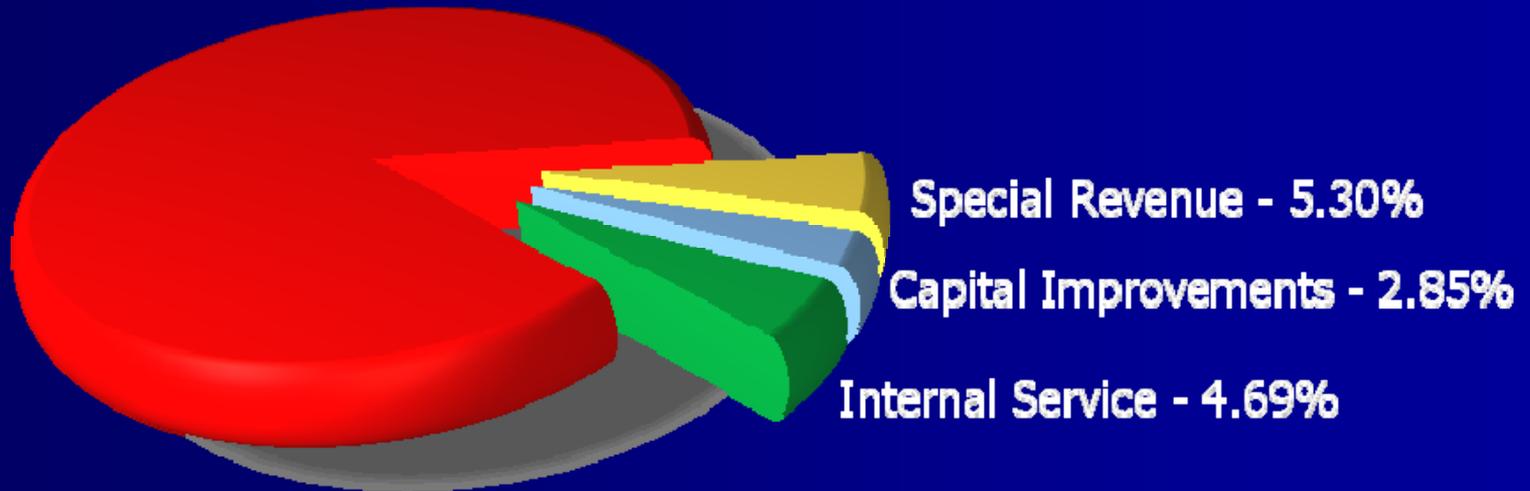
# ***SUMMARY OF APPROPRIATIONS By Major Account – All Funds***



**Total \$116,563,452**

# ***TOTAL APPROPRIATIONS By Fund Type***

**General Fund - 87.16%**



**Total \$116,563,452**



# ***GENERAL FUND SUMMARY***

<b>FY 10-11 Est. Revenues</b>	<b>\$ 83,187,650</b>
<b>Transfers In</b>	<b>1,976,064</b>
<b>Total Resources</b>	<b>85,163,714</b>
<b>FY 10-11 Preliminary Budget</b>	<b>(101,599,592)</b>
<b>* Preliminary Budget Deficit</b>	<b>\$ (16,435,878)</b>

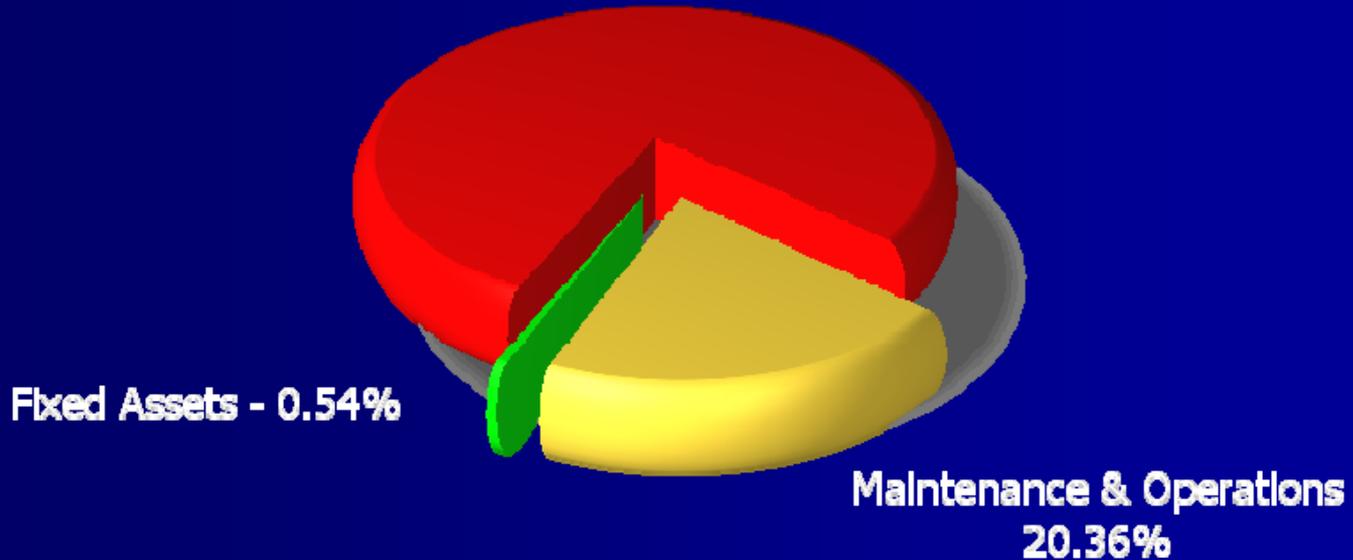
\* Includes Transfers Out

# ***GENERAL FUND APPROPRIATIONS***

<b>FY 10-11 Preliminary</b>	<b>\$101,599,592</b>
<b>FY 09-10 Adopted</b>	<b><u>102,408,217</u></b>
<b>Amount Decrease</b>	<b><u><u>\$ (808,625)</u></u></b>
<b>Percent Decrease</b>	<b><u><u>(0.79 %)</u></u></b>

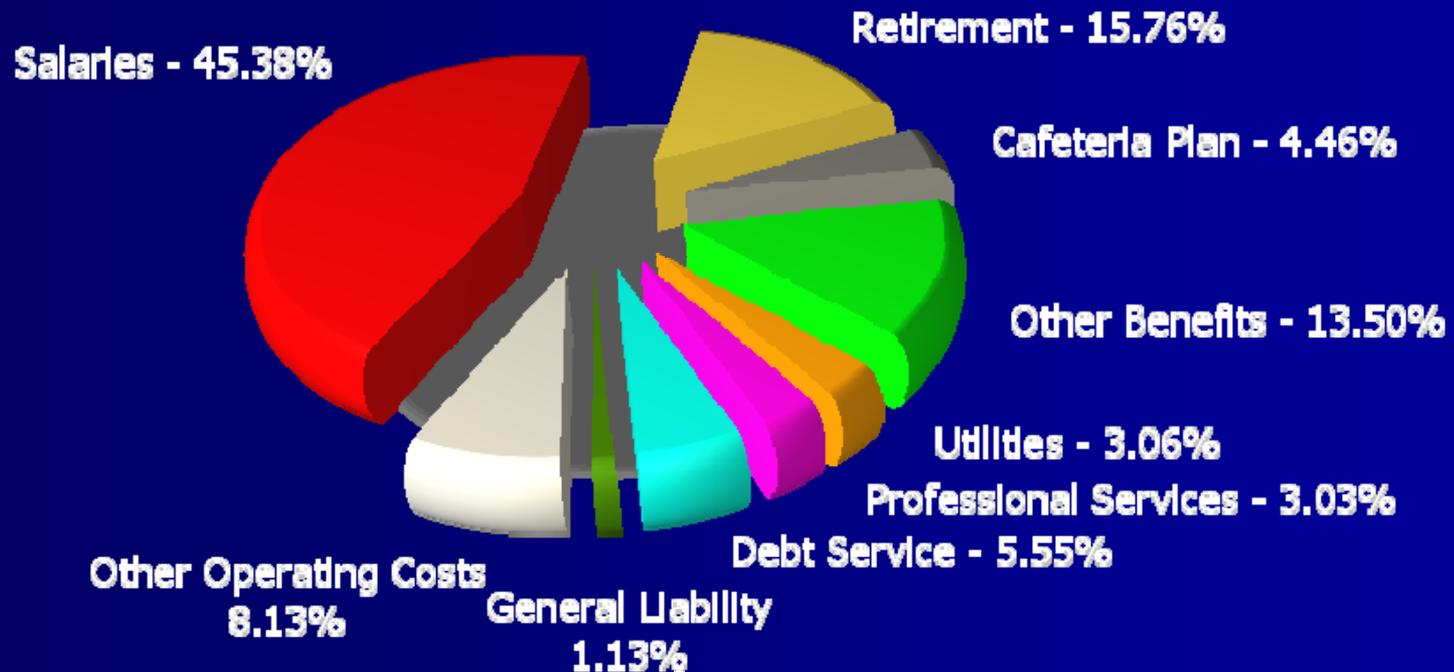
# ***SUMMARY OF APPROPRIATIONS By Major Account – General Fund***

**Salaries & Benefits - 79.10%**



**Total \$101,599,592**

# ***GENERAL FUND APPROPRIATIONS***



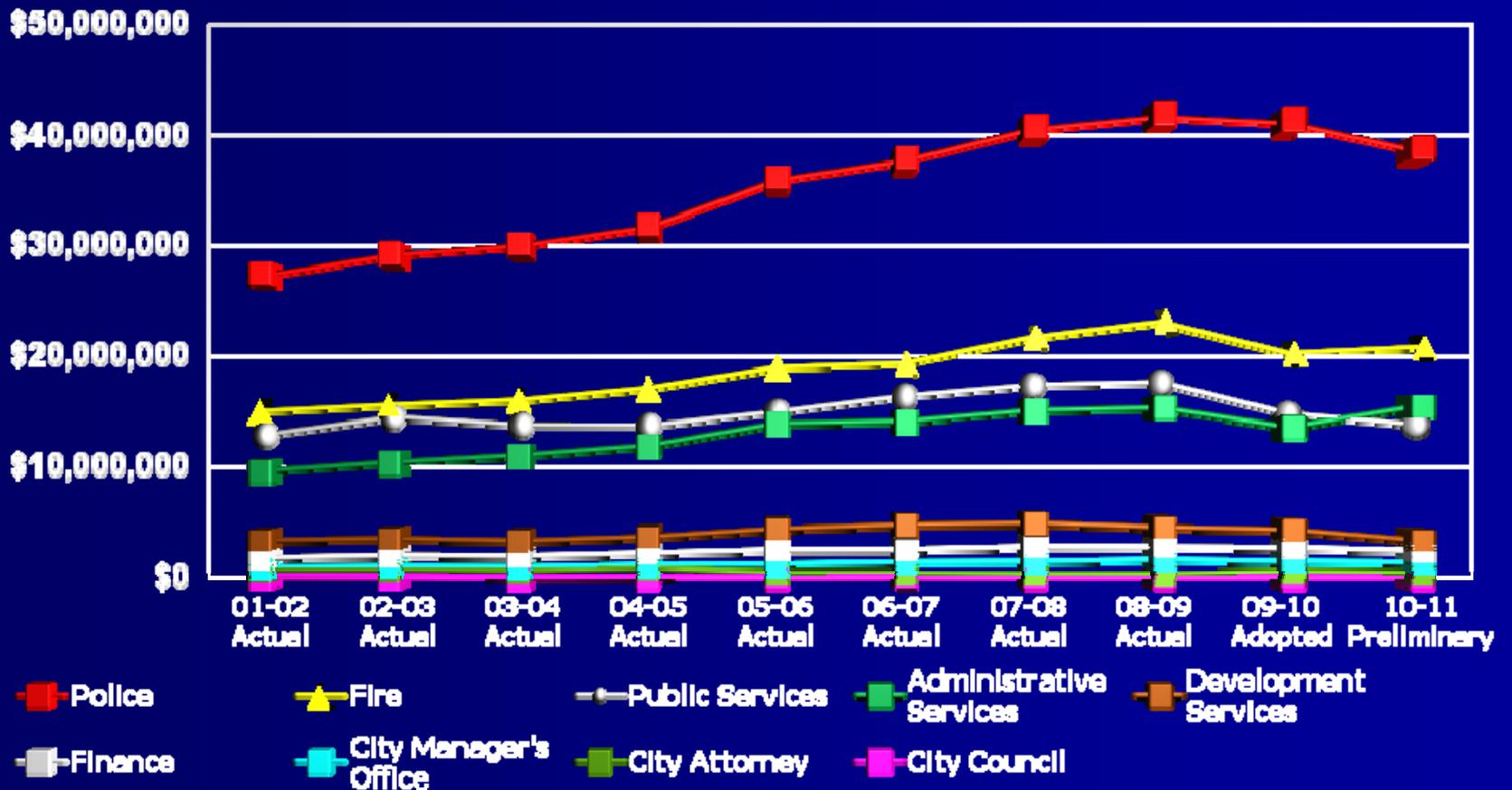
**Total \$101,599,592**

# ***GENERAL FUND***

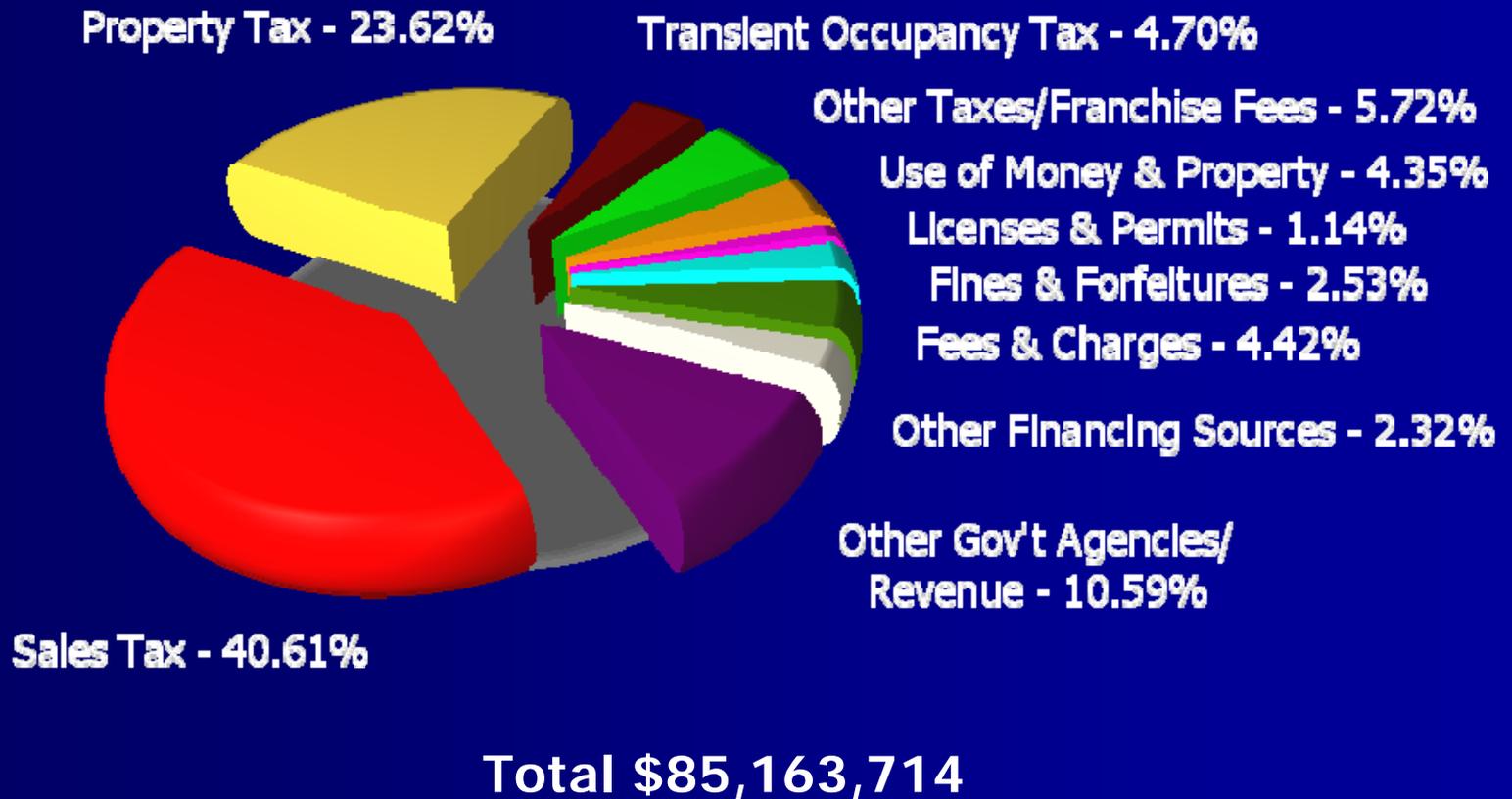
*What does the decrease consist of?*

<u>Appropriations</u>	<u>FY 09-10 Adopted</u>	<u>FY 10-11 Preliminary</u>	<u>Decrease</u>
Salaries	\$47.4M	\$46.1M	(\$1.3M)
Overtime	3.4M	4.9M	1.5M
Retirement	15.1M	16.0M	0.9M
Debt Service	3.4M	5.6M	2.2M
Internal Rent	2.1M	0.0M	(2.1M)
Subtotal	<u>71.4M</u>	<u>72.6M</u>	<u>1.2M</u>
Other Accounts	<u>31.0M</u>	<u>29.0M</u>	<u>(2.0M)</u>
Total	<u><u>\$102.4M</u></u>	<u><u>\$101.6M</u></u>	<u><u>(\$0.8M)</u></u>

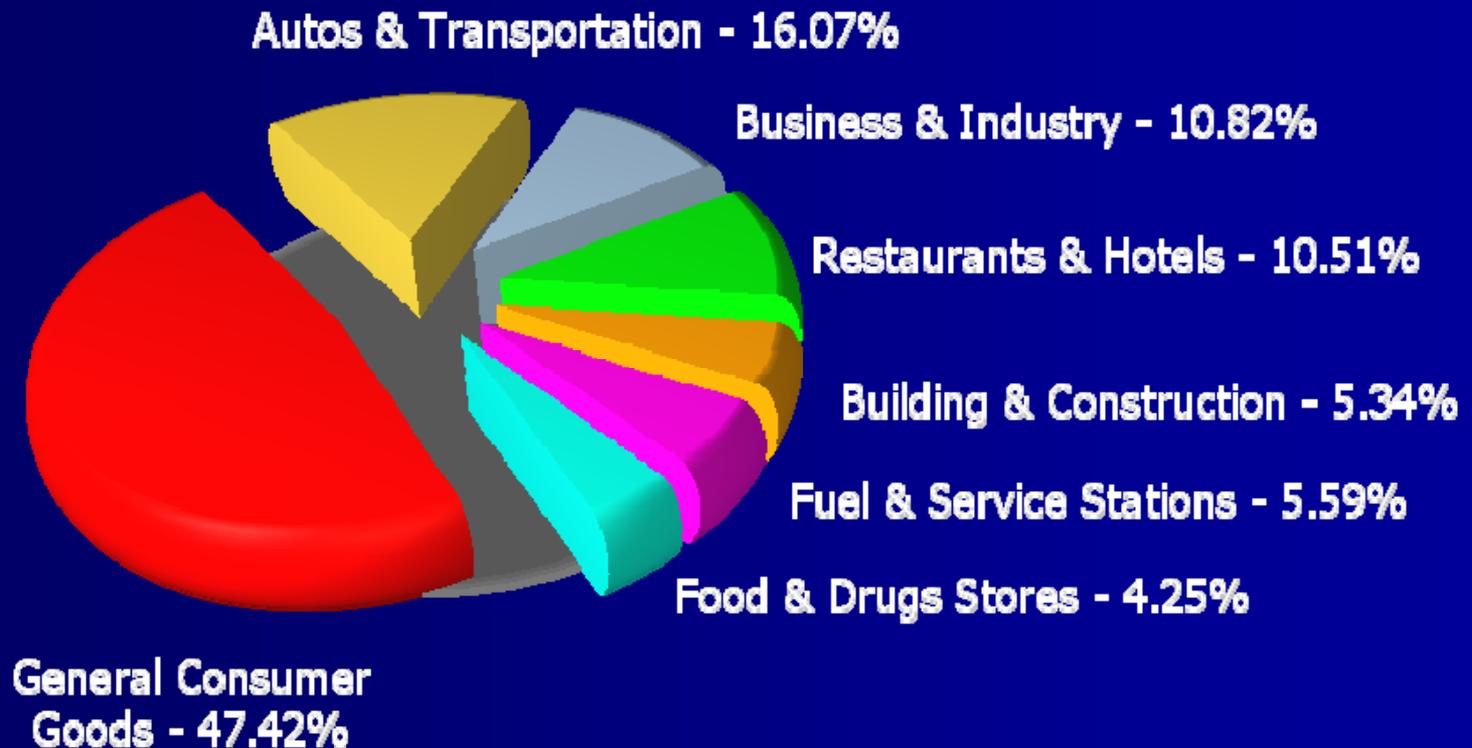
# TEN YEAR HISTORICAL EXPENDITURES – By Department



# ***GENERAL FUND RESOURCES*** ***Including Transfers In***



# ***SALES TAX COLLECTIONS*** ***By Business Categories – CY 2009***



# ***SALES & USE TAX***

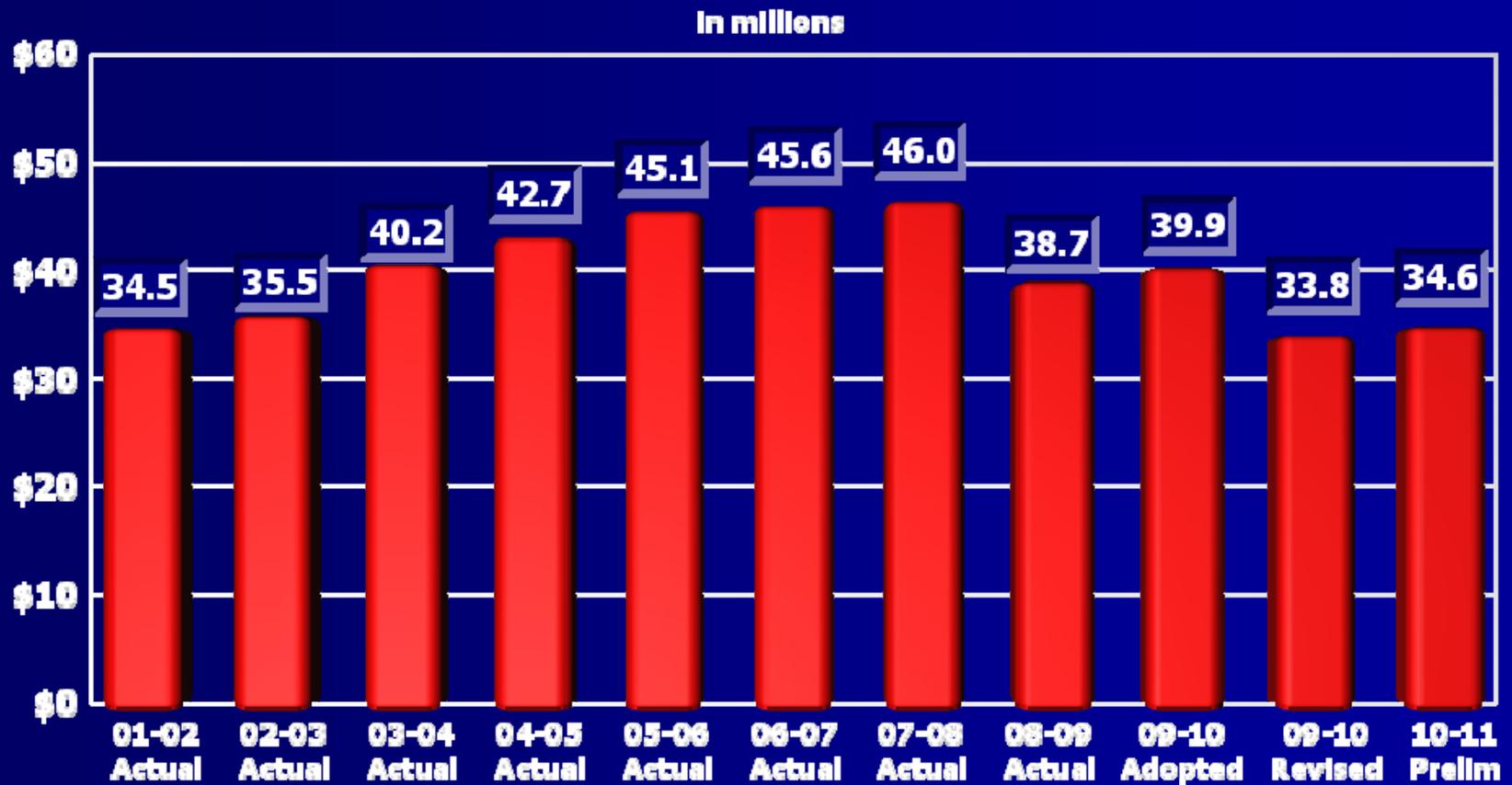
***General Fund – includes Sales Tax In-Lieu***

<b>FY 09-10 Revised Estimate</b>	<b>\$ 33,815,000*</b>
<b>FY 10-11 Preliminary Estimate</b>	<b>34,584,000</b>
<b>Amount Increase</b>	<b>\$ 769,000</b>
<b>Percent Increase</b>	<b>2.27 %</b>

**\* As revised at Mid Year**

# ***SALES & USE TAX HISTORY***

## ***General Fund***



# ***PROPERTY TAX***

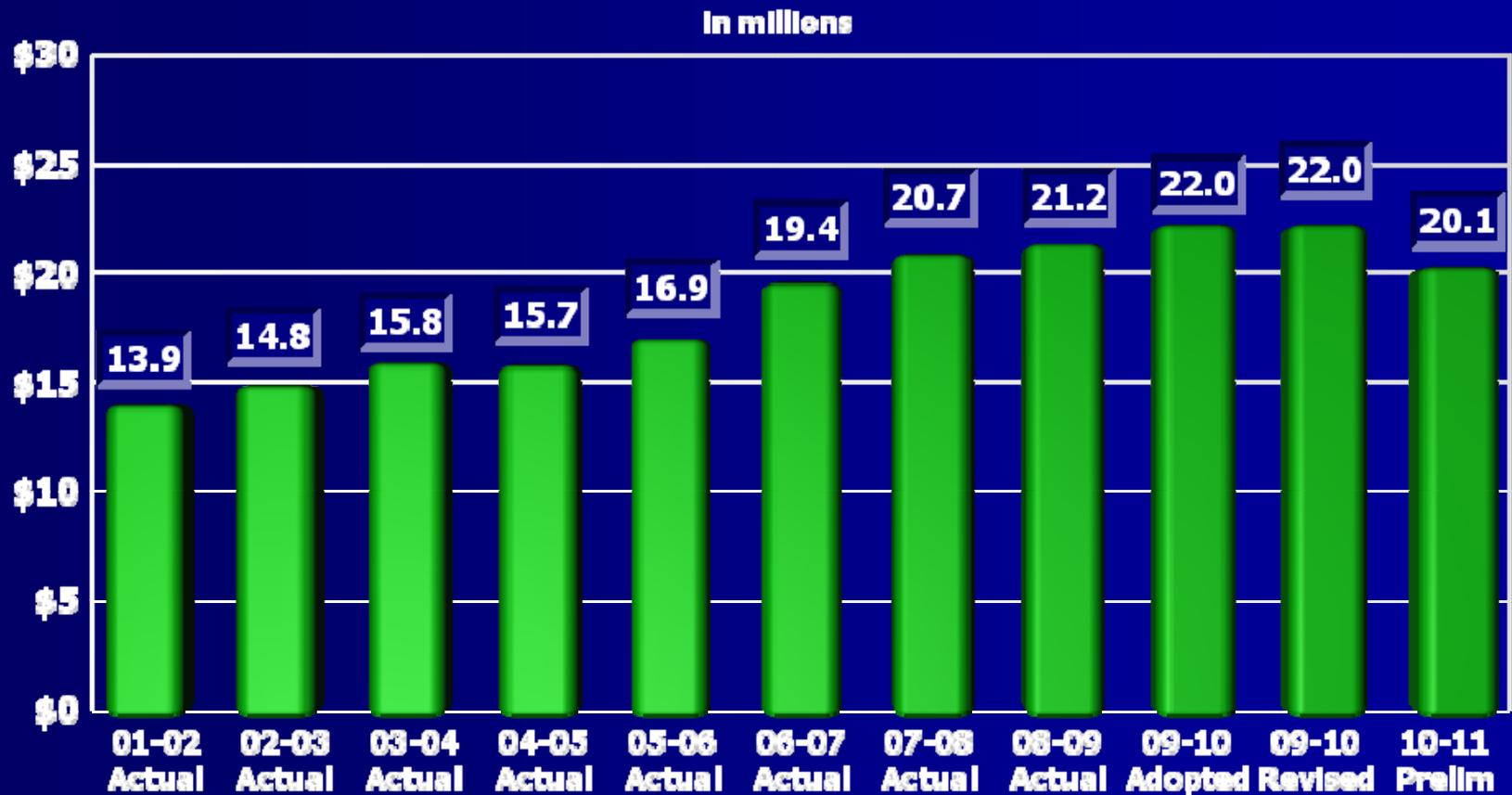
## ***General Fund***

<b>FY 09-10 Revised Estimate</b>	<b>\$ 22,045,000*</b>
<b>FY 10-11 Preliminary Estimate</b>	<b>20,120,000</b>
	<hr/>
<b>Amount Decrease</b>	<b>\$ (1,925,000)</b>
	<hr/> <hr/>
<b>Percent Decrease</b>	<b>(8.73 %)</b>
	<hr/> <hr/>

**\* As revised at Mid Year**

# *PROPERTY TAX HISTORY*

## *General Fund*



# ***TRANSIENT OCCUPANCY TAX***

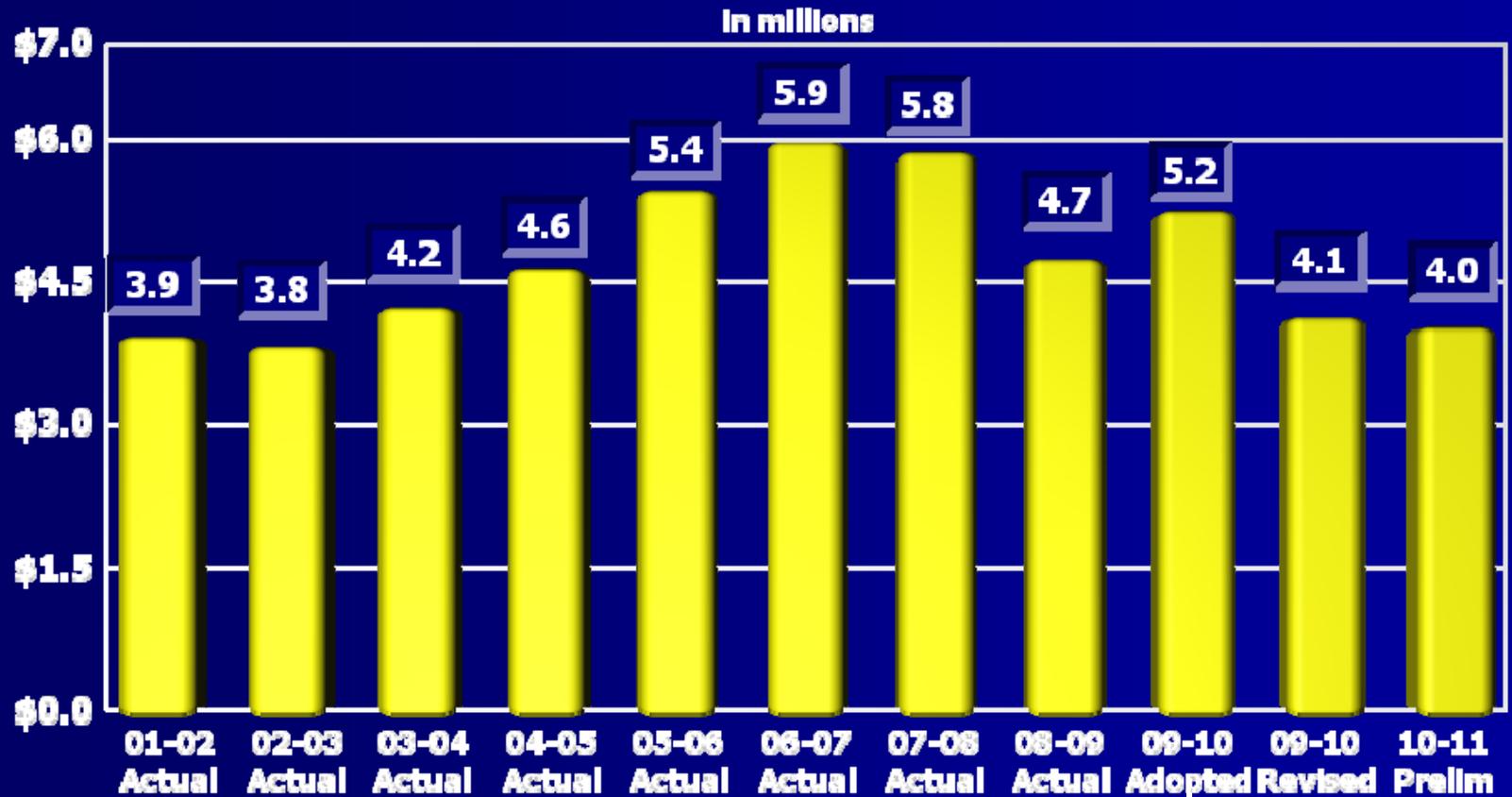
## ***General Fund***

<b>FY 09-10 Revised Estimate</b>	<b>\$ 4,060,000*</b>
<b>FY 10-11 Preliminary Estimate</b>	<b>4,000,000</b>
	<hr/>
<b>Amount Decrease</b>	<b>\$ (60,000)</b>
	<hr/> <hr/>
<b>Percent Decrease</b>	<b>(1.50%)</b>
	<hr/> <hr/>

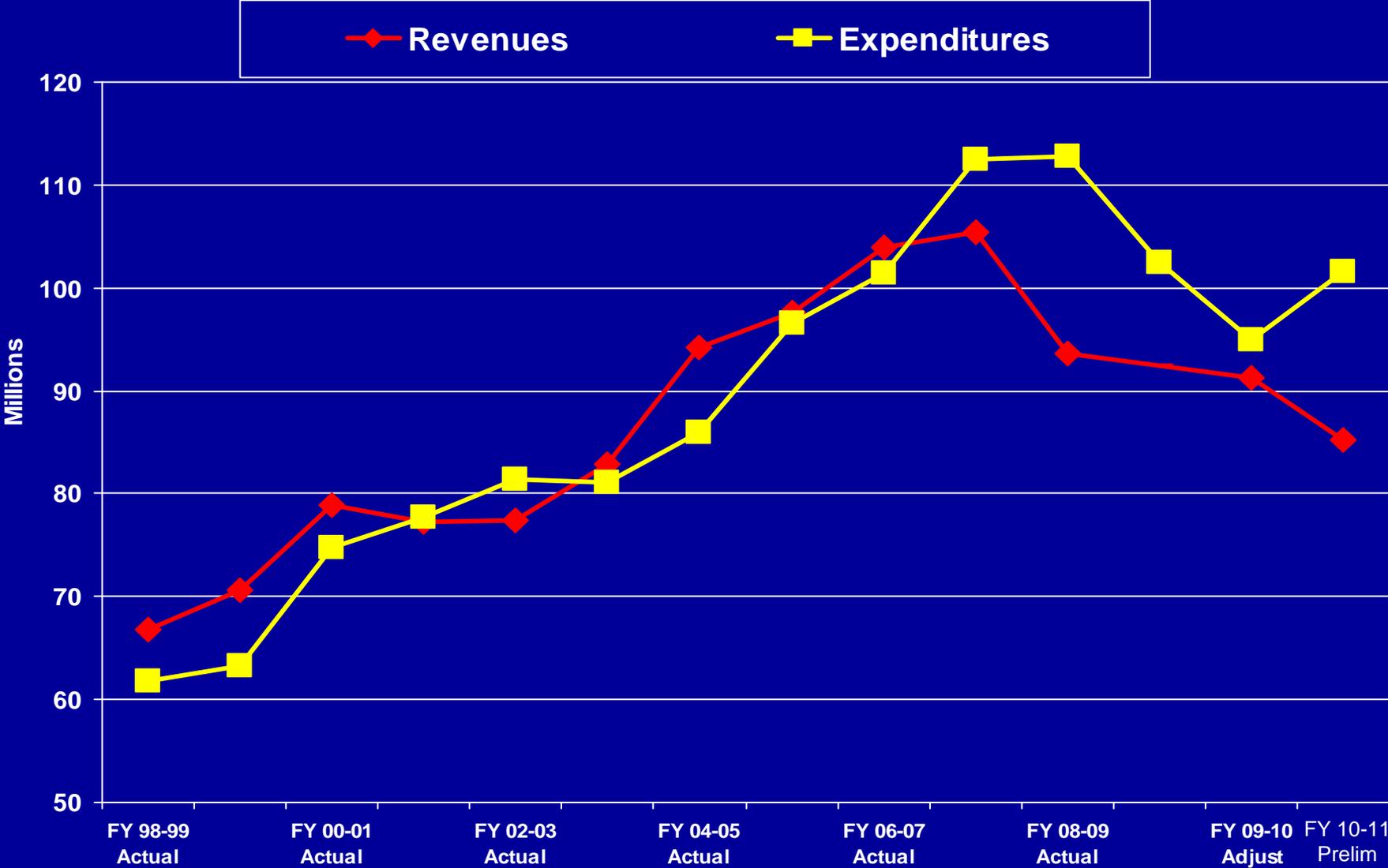
**\* As revised at Mid Year**

# *TRANSIENT OCCUPANCY TAX*

## *General Fund*



# 13 Year Historical – Revenues vs. Expenditures

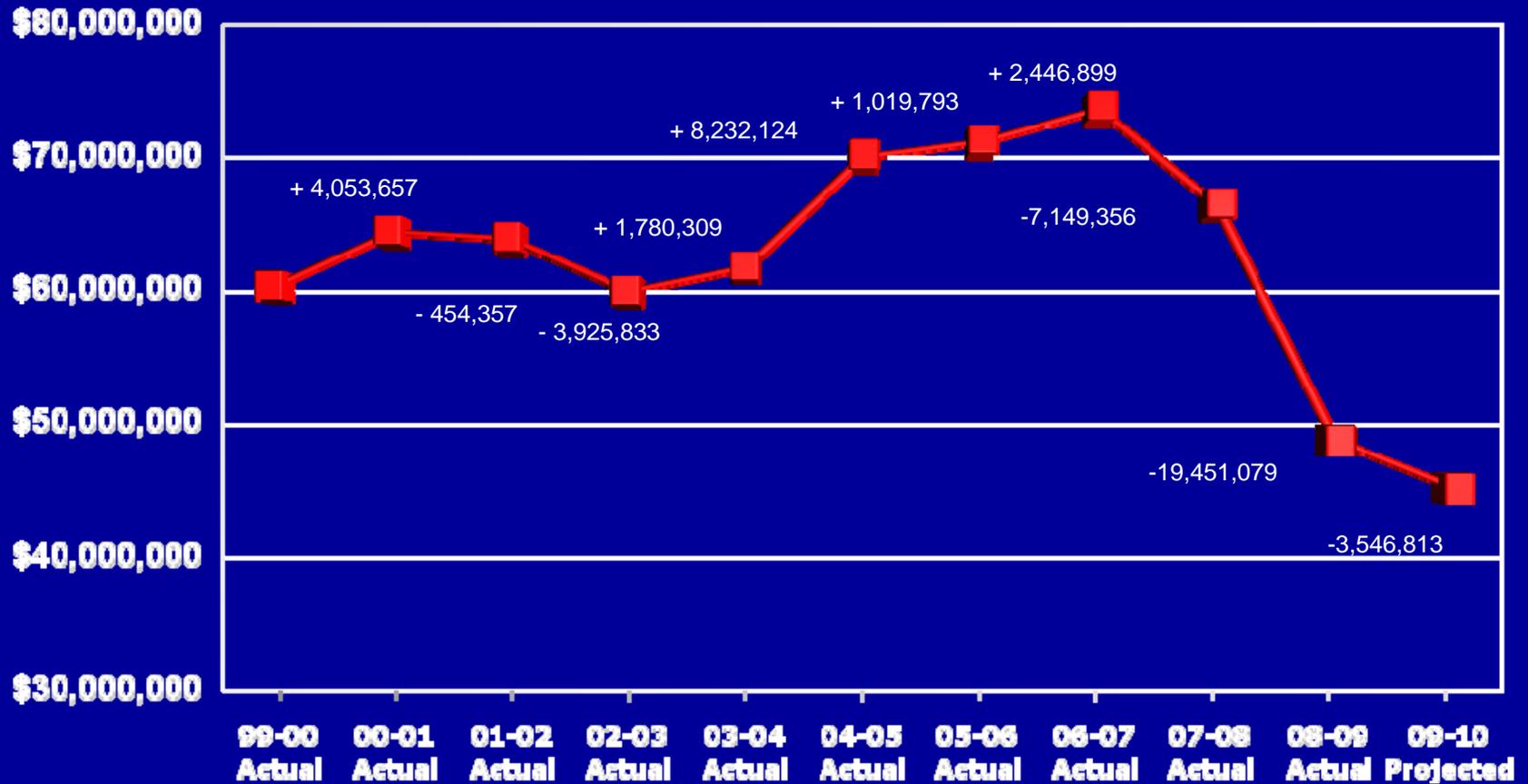


# ***Fund Balance Analysis***

<b>FY 09-10 Projected Ending Fund Balance</b>	<b><u><u>\$45.3 million</u></u></b>
<b>Reserved</b>	<b>\$15.4 million</b>
<b>Unreserved but designated</b>	<b>\$29.9 million</b>
<b>Unreserved undesignated</b>	<b>\$ 0.0 million</b>

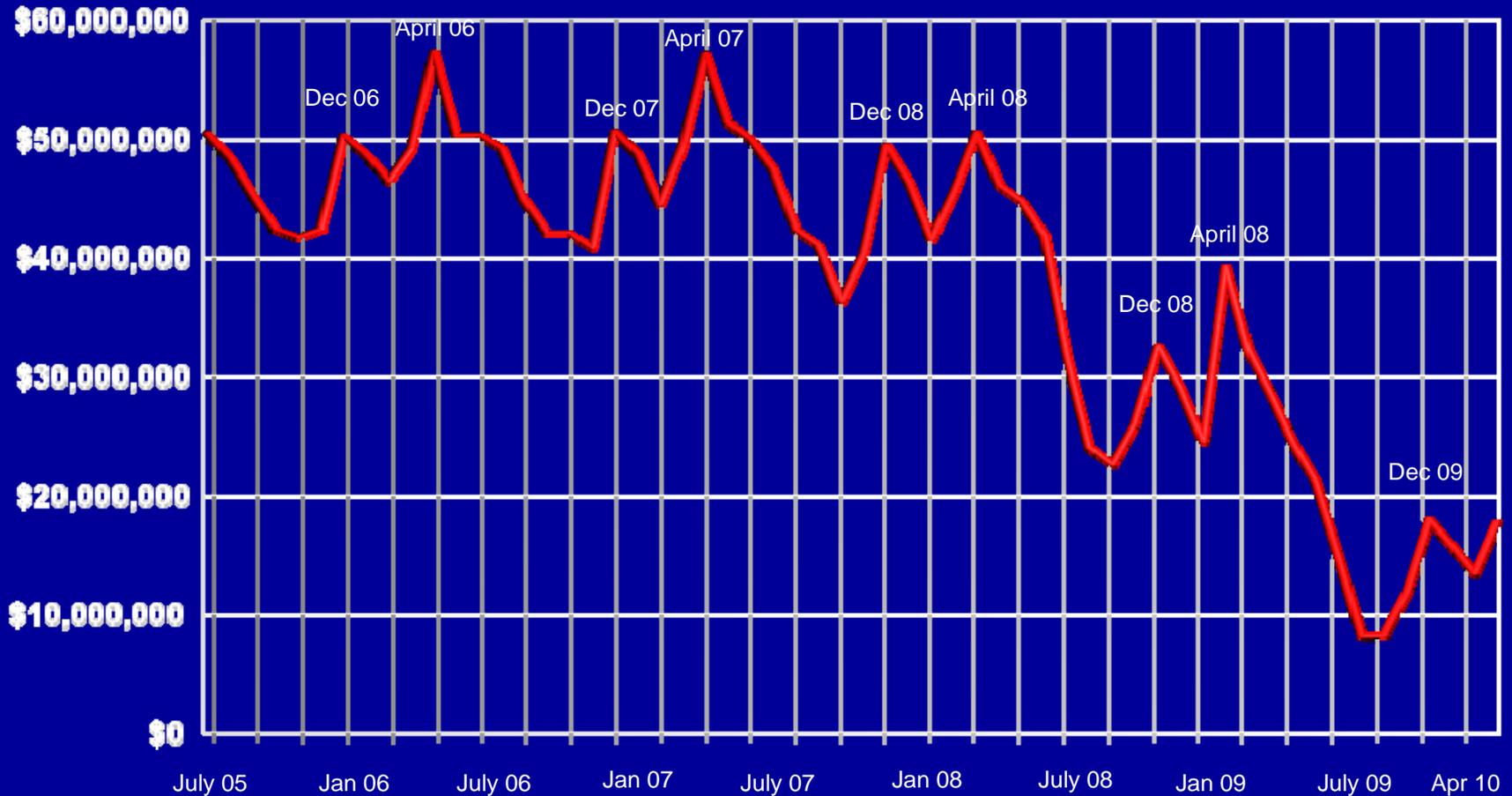
# GENERAL FUND - FUND BALANCE

## ELEVEN YEAR HISTORICAL



# GENERAL FUND - CASH BALANCE

## FIVE YEAR HISTORICAL





# ***GENERAL FUND SUMMARY***

<b>FY 10-11 Total Resources</b>	<b>\$ 85,163,714</b>
<b>FY 10-11 Preliminary Approp.</b>	<b>(101,599,592)</b>
	<hr/>
<b>Preliminary Budget Deficit</b>	<b>\$ (16,435,878)</b>
	<hr/> <hr/>

# ***FISCAL YEAR 2010-2011 PRELIMINARY BUDGET***

- Copies available for Public Viewing at:  
City Clerk's Office at 77 Fair Drive  
(City Hall – 1<sup>st</sup> Floor)
- Public Libraries at:  
Costa Mesa Branch, 1855 Park Avenue  
Mesa Verde Branch, 2969 Mesa Verde Drive
- City's Website: [www.ci.costa-mesa.ca.us](http://www.ci.costa-mesa.ca.us)
- Additional information contact 714-754-5243

# ***FISCAL YEAR 2010-2011 PROPOSED BUDGET***

- **COMMUNITY BUDGET BRIEFING**  
Thursday, June 10, 2010 at 6:00 in  
Conference Room 1A
- **PUBLIC HEARING AND ADOPTION**  
Tuesday, June 15, 2010

# City of Costa Mesa

## **FISCAL YEAR 2010-2011 PRELIMINARY BUDGET**

