



2014-2015 Mid-Year Operating & CIP Budget Review

JANUARY 27, 2015

CITY OF PALOS VERDES ESTATES



Presentation Topics

How is the fiscal plan performing compared to original budget estimates?

Are projected fund balances better or worse than expected?

What adjustments, if any, require attention to keep estimates up-to-date?

Capital project update

Fiscal Health Report (next agenda item)

Mid-Year Highlights

- On course and steady – “Rainy Day Funds” Maintained
- All Departments remain within budget projections
- Department expenses under budget – margin 6.4%
- Surplus projected – better than budget but tightening
- Overall general revenues trending at:
 - 4% year-to-year growth
 - 1 to 2% over budget estimates
- Property Tax – Strong

Mid-Year Highlights

- Some revenues are down - Building – Safety Fees
- Proposed transfer of \$273K to Insurance Fund
- Capital Projects Progressing - \$1.3 Million
- Fire Parcel Tax – On Budget
- No Concerns with other funds
- Net \$57K in adjustments being requested
 - Intended to align to mid-year trends
- Economic challenges remain in sight

Departments Within Budget

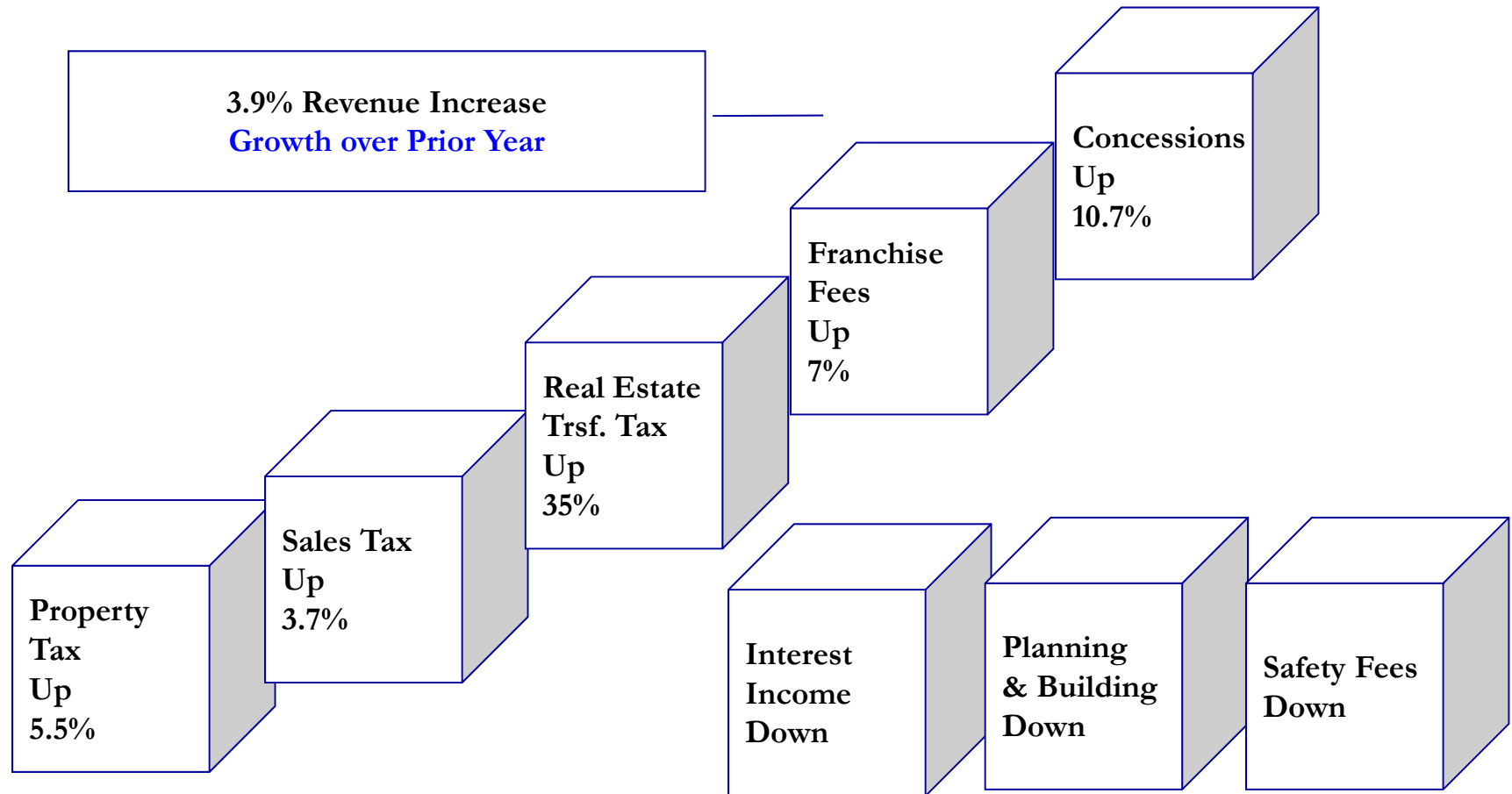
How is the fiscal plan performing compared to original budget estimates?

DEPARTMENT EXPENDITURES	ADJUSTED BUDGET	Y-T-D ACTUAL	PRIOR YR		BALANCE		Five Year Average
			Y-T-D ACTUAL	% USED	AVAILABLE	% AVAILABLE	
ADMINISTRATION	1,154,474	528,670		45.79%	625,804	54.21%	
FINANCE	611,469	269,388		44.06%	342,081	55.94%	
POLICE	6,418,685	2,943,434		45.86%	3,475,251	54.14%	
PLANNING & BUILDING	1,417,355	528,392		37.28%	888,963	62.72%	
MAINTENANCE	1,795,636	698,001		38.87%	1,097,635	61.13%	
GENERAL FUND	11,397,619	4,967,885	4,920,833	43.59%	6,429,734	56.41%	53.78%

6.4% Under At Mid Year

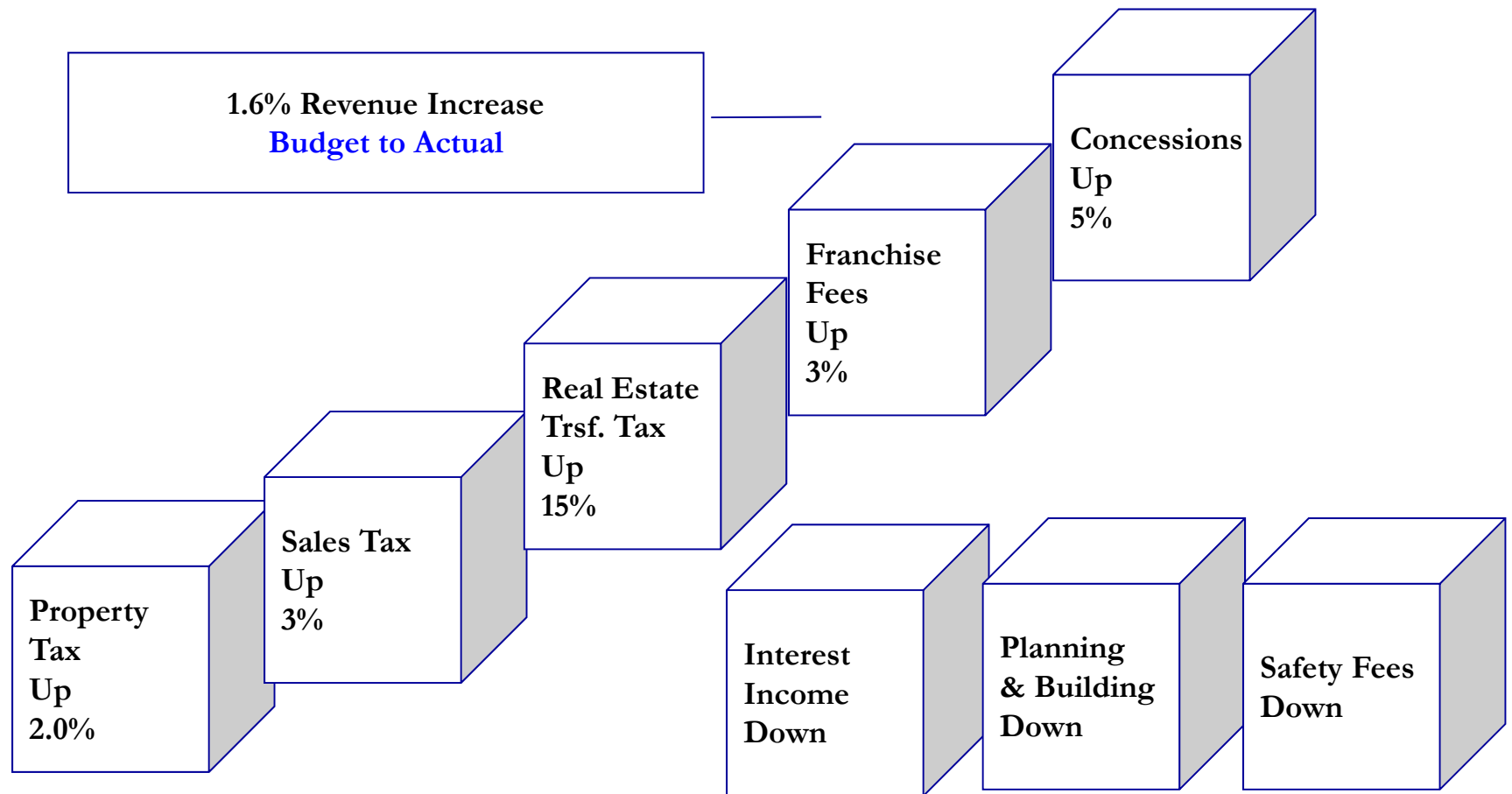
Operating Revenues

How is the fiscal plan performing compared to original budget estimates?



Operating Revenues

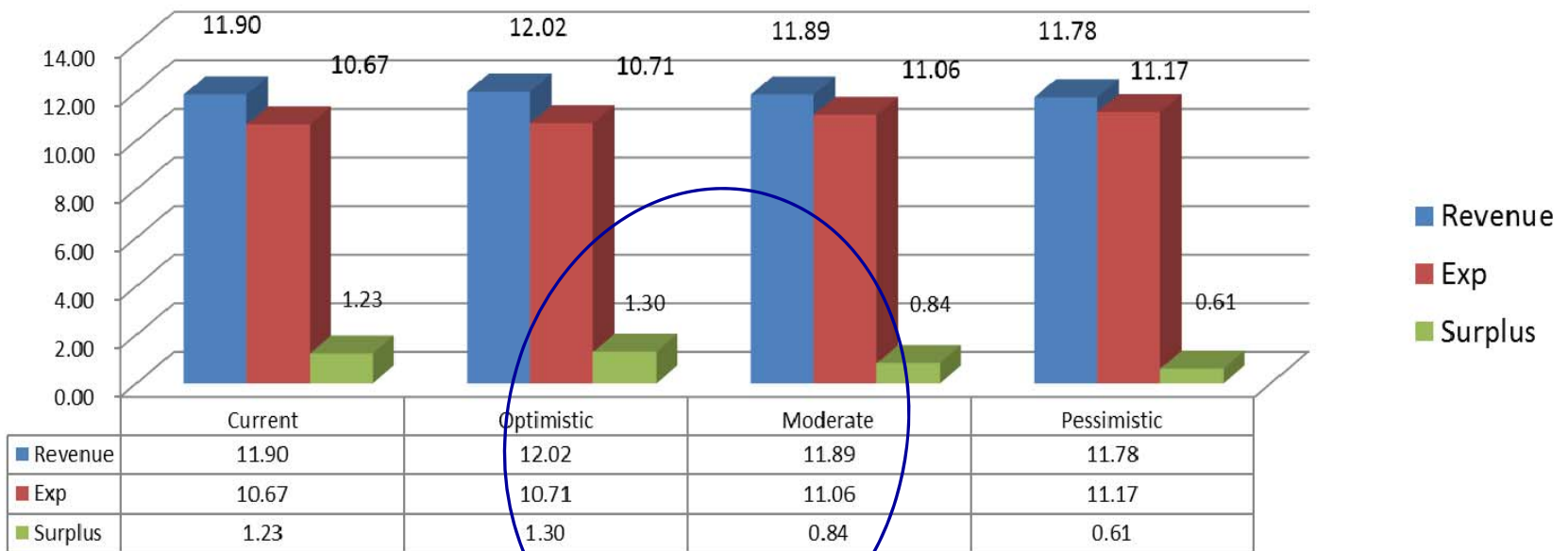
How is the fiscal plan performing compared to original budget estimates?



2014-2015 Projections

How is the fiscal plan performing compared to original budget estimates?

June 30, 2015 General Fund Projections



Fund Balances- Where Are We

Are projected fund balances better or worse than expected?

Fund	Original Budget	June 30, 2015 Projection
Fiscal Policy Reserve	8,572,149	8,572,149
Undesignated	675,688	1,702,338
Total General Fund Balance	9,247,837	10,274,486
Paramedic/Fire Parcel Tax Fund Balance	511,779	552,018
Capital Improvement Fund	5,523,601	5,567,356
Insurance Fund	1,034,014	1,093,417



Proposed Adjustments - Transfers

What adjustments, if any, require attention to keep estimates up-to-date?

HR/ADMIN	PROFESSIONAL SERVICES	+ 7,500
FINANCE/HR	TRAINING & SPECIAL PROJECTS	+ 16,500
CITY ATTORNEY	OTHER LEGAL SERVICES	+ 18,000
CITYWIDE	HEALTH BENEFITS BUDGET	+ 23,710
PUBLIC WORKS	SAFETY AND SECURITY SHELVING	+ 18,750
CITY CLERK	RECLASS ELECTION SAVINGS	(30,000)
NON DEPT	USE OF GENERAL FUND CONTINGENCY	(5,000)
TOTAL GENERAL FUND IMPACT		+49,460

Fund	Transfers	Fund Increase (Decrease)
General Fund	(273,000)	(273,000)
Insurance Fund	273,000	273,000

Capital Project Update

80046	PVDW/VIA CORTA	Evaluation
80047	TRAFFIC CALMING	In Process
80050	SLURRY SEAL	Complete
80100	REPAIR STORM DRAINS	Evaluation
80102	CATCH BASIN REPLACEMENT	Complete
80103	CROSS GUTTER	Design
80107	VIA DEL MONTE MONITOR	Not Started
80123	PLAZA ENHANCEMENT	Evaluation
80800	STREET CONST. & MT.	Complete
80815	MALAGA BEAUTIFY	Not Started
80849	CITY HALL SAFETY PROJECT	Evaluation
80851	CITY HALL SEISMIC	Not Started
80855	CITY HALL ADA IMPROVEMENT	Not Started
80857	GREEN WASTE STORAGE CAMP	Evaluation
80876	BLUFF COVE DECONST	Design
81105	DEL SOL - FIRE TURNOUT	Design
81300	CURB & GUTTERS	In Process
81310	GUARDRAIL PROJECT	Not Started
81315	REFLECTIVE ROAD REGULATORY SIGNS	Evaluation
81495	ENHANCED WEED ABATEMENT	Evaluation
81497	CITYWIDE IRRIGATION UPGRADES	In Process
81501	CITYWIDE PARKLAND ENHANCEMENTS	In Process
80155	SEWER - VIA CORONEL/ZURITA UPGRADE	Evaluation
87000	SEWER FORCE MAIN	Evaluation

Future Challenges

- Increasing pension costs
- Unfunded liabilities - Post Ret. Emp. Benefits (OPEB)
- Aging facilities/technology updates/
- American Disability Act (ADA)
- Affordable Care Act (ACA) implementation
- Storm water mandates
- No dedicated capital project funding source



Questions and Comments