

Draft Presentation



Sunnyvale

# FY 2024/25 Recommended Budget

Arts Commission, Board of Library Trustees,  
Parks & Recreation Commission

May 15, 2024



## Legal Framework and Community Values

- 10-Year Balanced Budget Mandate (City Charter, Article 1302)
- 20-Year Resource Allocation Plan Requirement (City Council Policy 7.1.1)
- General Fund Budget Stabilization Fund Threshold requirement
  - ◆ 15% of revenues in first two years of the Financial Plan (City Council Policy 7.1.E (1.4))

## FY 2024/25 Budget Principles

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- Continues performance based long-term planning and short-term action planning
- First year of budget cycle – focused on Operating Budget
- Meets all City Charter and Policy Requirements
- Supports Council Strategic Priorities



# Budget Approval Process

- **May 23 – Budget Workshop**

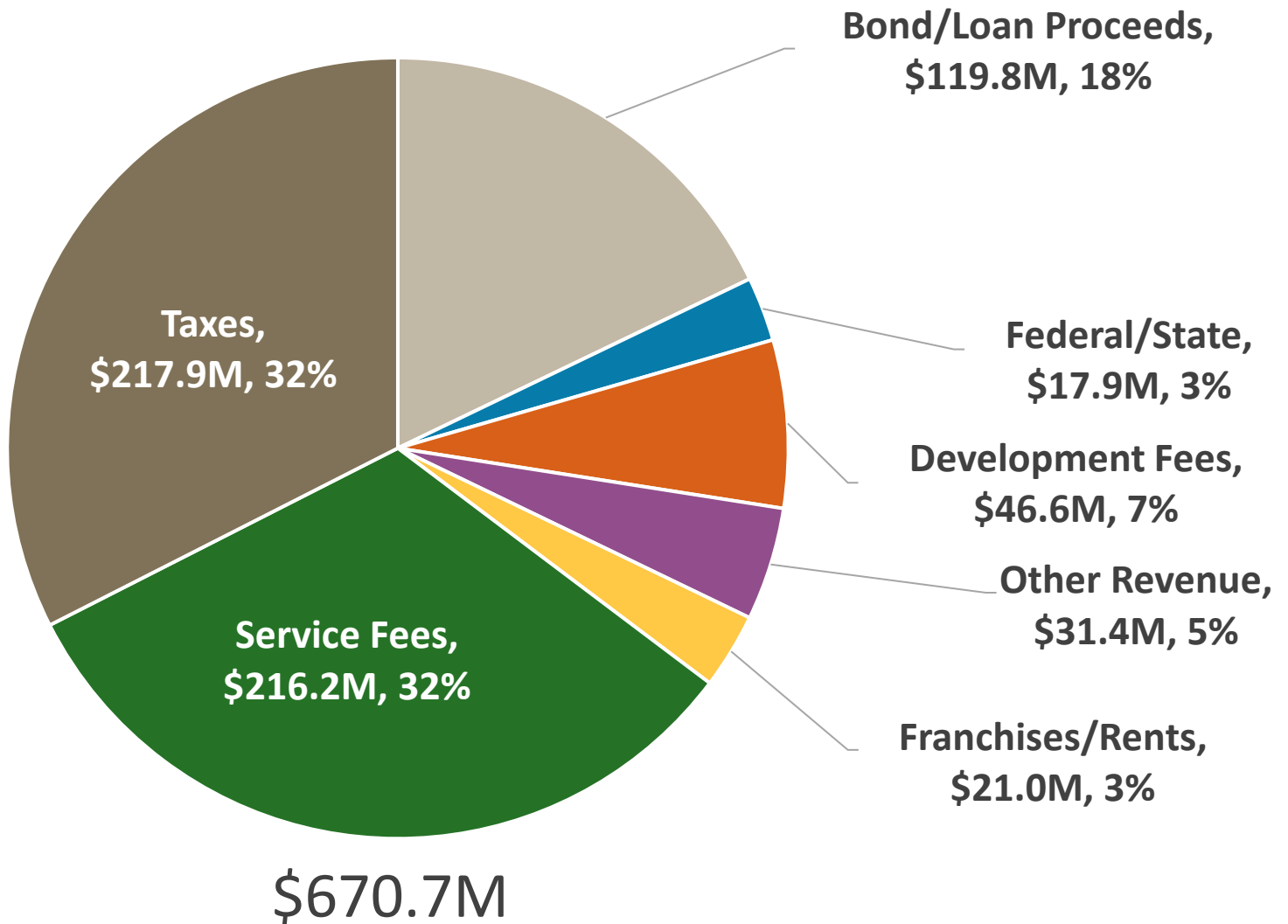
Council direction on:

- Budget Supplement 1 – *Study Issues and Budget Proposals*
- Budget Supplement 2 – *Other Additional Service or Reduction Options*
- Budget Supplement 3 through 7 – *Budget Proposals referred to the Recommended Budget by Council*
- **June 4** – Public hearing on Budget and Fee Schedule
- **June 18** – Adoption of Budget and Fee Schedule
- **June 25** – Adoption of Utility Rates

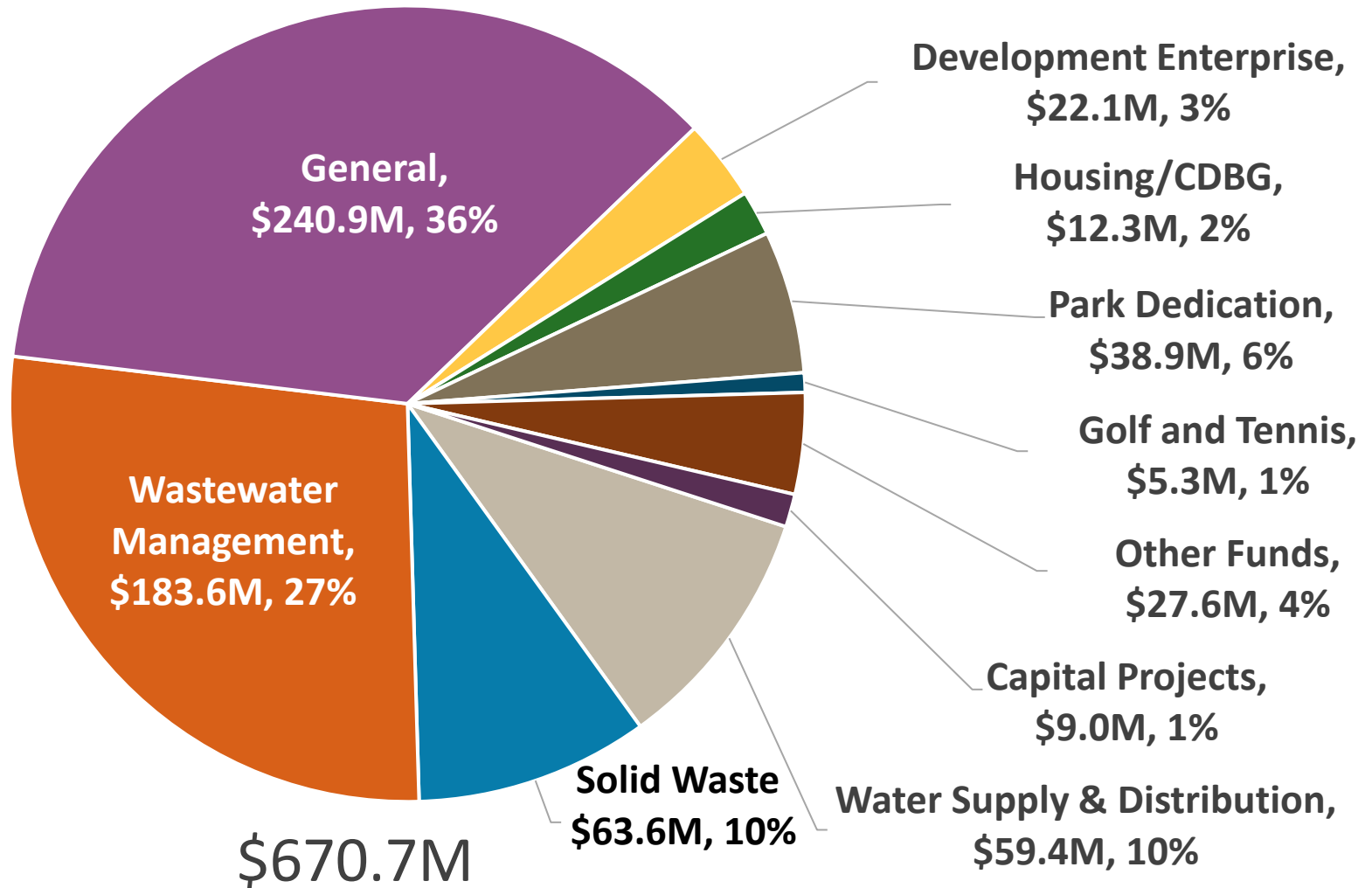
# FY 2024/25 Budget Summary

	<u>All Funds</u>
<b>Total Revenue</b>	<b>\$670.7M</b>
<u>Expenses</u>	
Operating	\$362.1M
Total Projects	296.6M
Other	<u>72.3M</u>
<b>Total Expenses</b>	<b>\$731.0M</b>
 <b>Use of Reserves</b>	 <b><u>\$60.3M</u></b>

# Citywide Revenues by Source – All Funds



# Citywide Revenues by Fund – All Funds



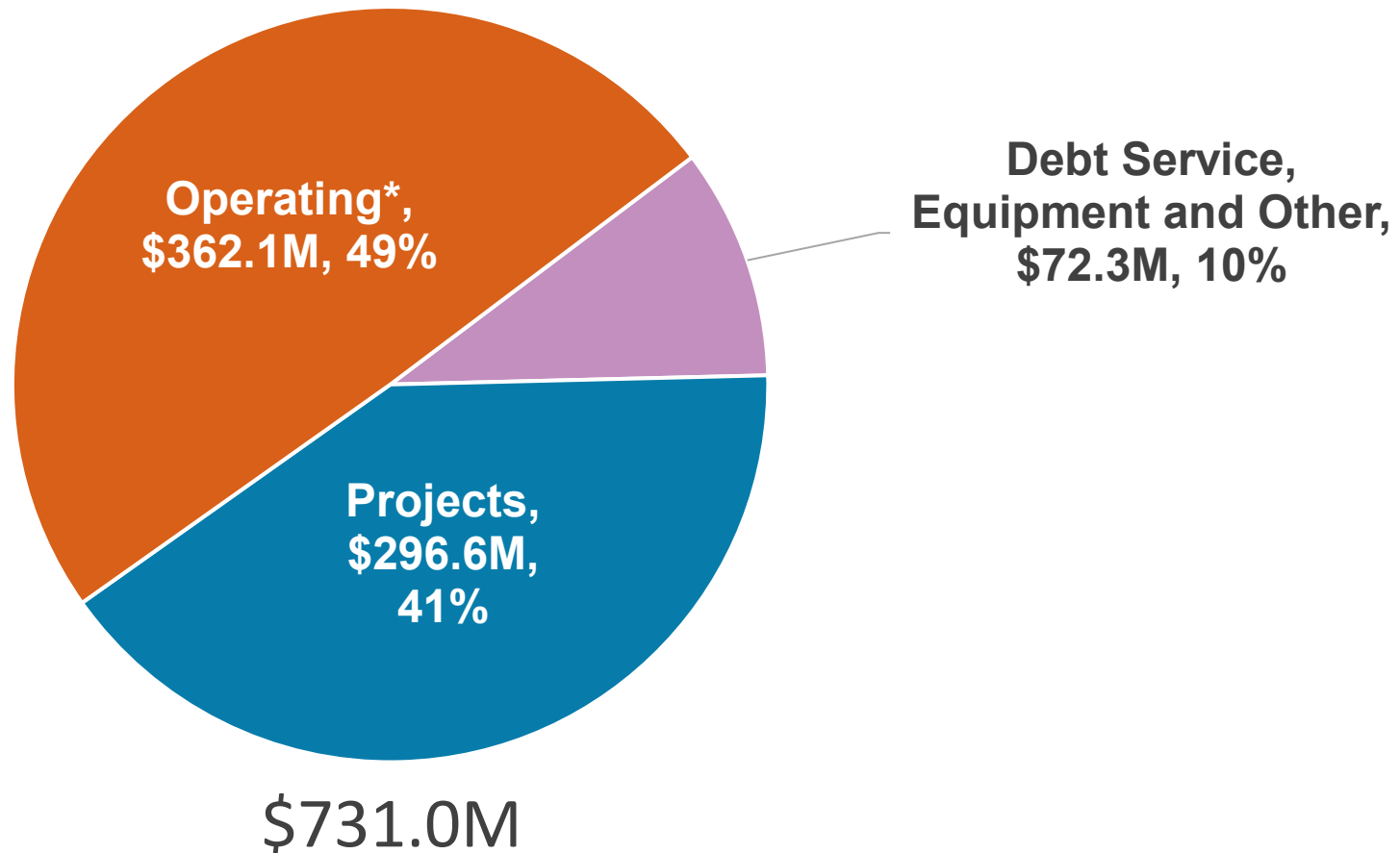
# Top Tax Revenues

Revenue Source	2021/22 Actual	2022/23 Actual	2023/24 Budget	2023/24 Revised Projection	2024/25 Proposed Projection
Property Tax	\$113.3M	\$120.1M	\$117.6M	\$128.2M	\$131.8M
Sales Tax	35.8	38.4	34.3	36.9	37.4
Transient Occupancy Tax	10.6	17.0	17.4	17.4	17.4
Utility Users Tax	8.6	10.4	9.7	11.0	11.7
Gas Tax	3.6	3.9	4.0	4.2	4.2
RMRA Funds <sup>(1)</sup>	3.1	3.5	3.8	3.8	3.9
Measure B Funds <sup>(2)</sup>	1.9	2.7	3.5	4.0	4.2
Construction Tax	5.5	3.8	4.3	3.0	3.0
<b>Total Top Tax Revenues</b>	<b>\$182.6</b>	<b>\$199.7</b>	<b>\$194.6</b>	<b>\$208.5</b>	<b>\$213.5</b>

1. Road Maintenance and Rehabilitation Funds (Senate Bill 1)
2. Measure B half cent County-Wide sales tax for transportation funding

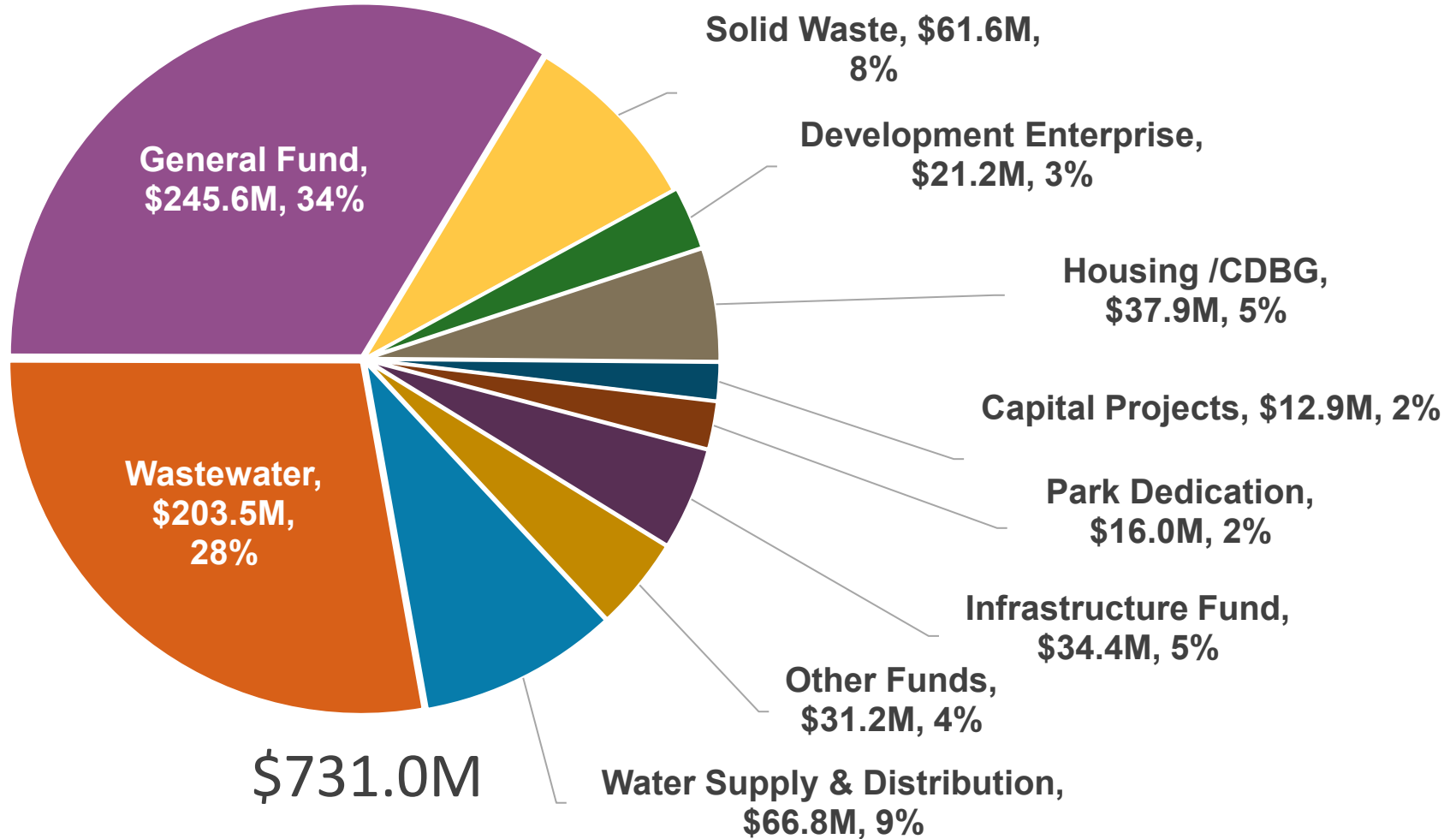


# Expenditures by Type – All Funds



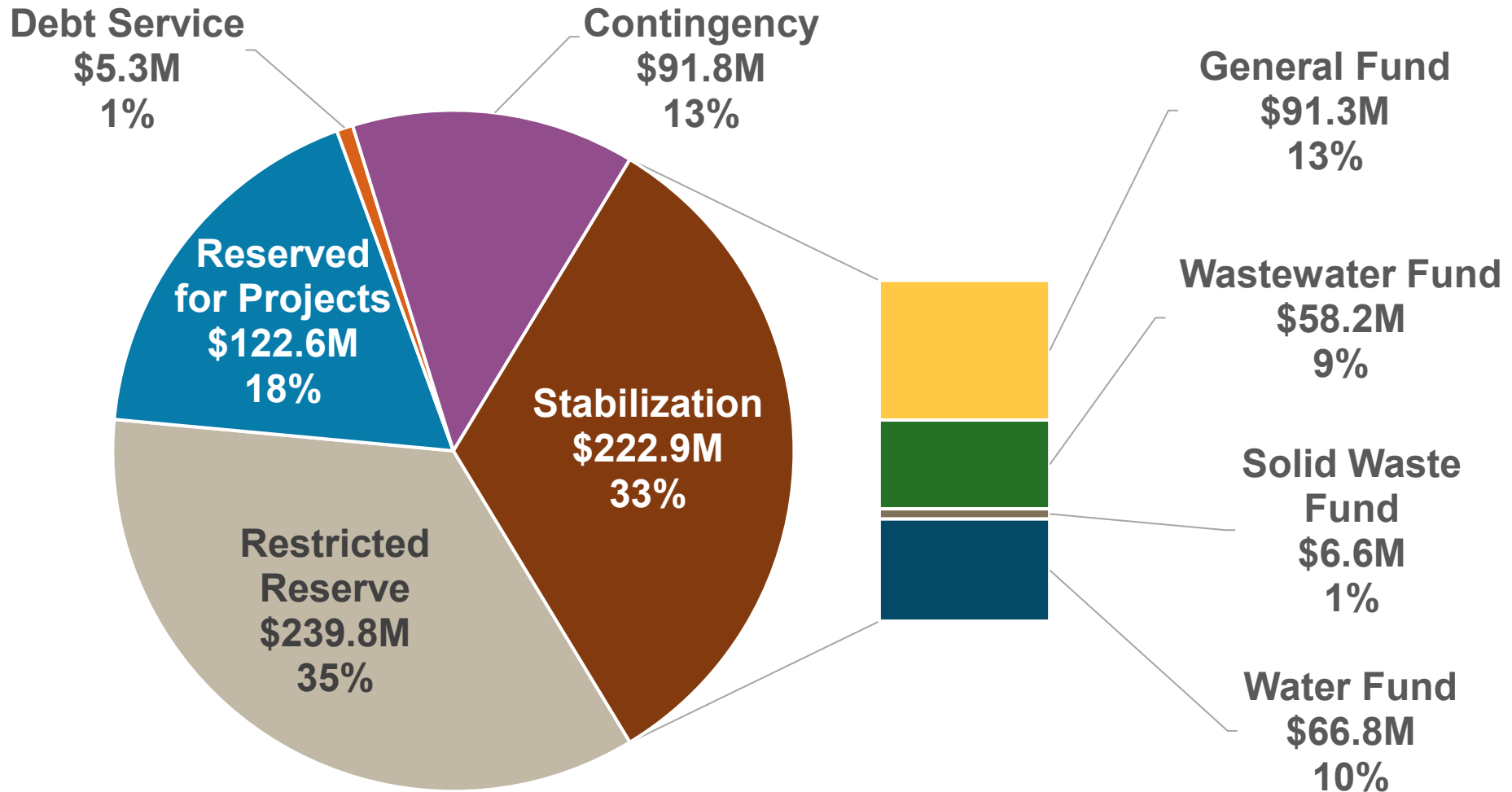
\*Excludes internal service funds.

# Expenditures by Fund



\*Excludes internal service funds.

# Reserve Balances by Type – All Funds

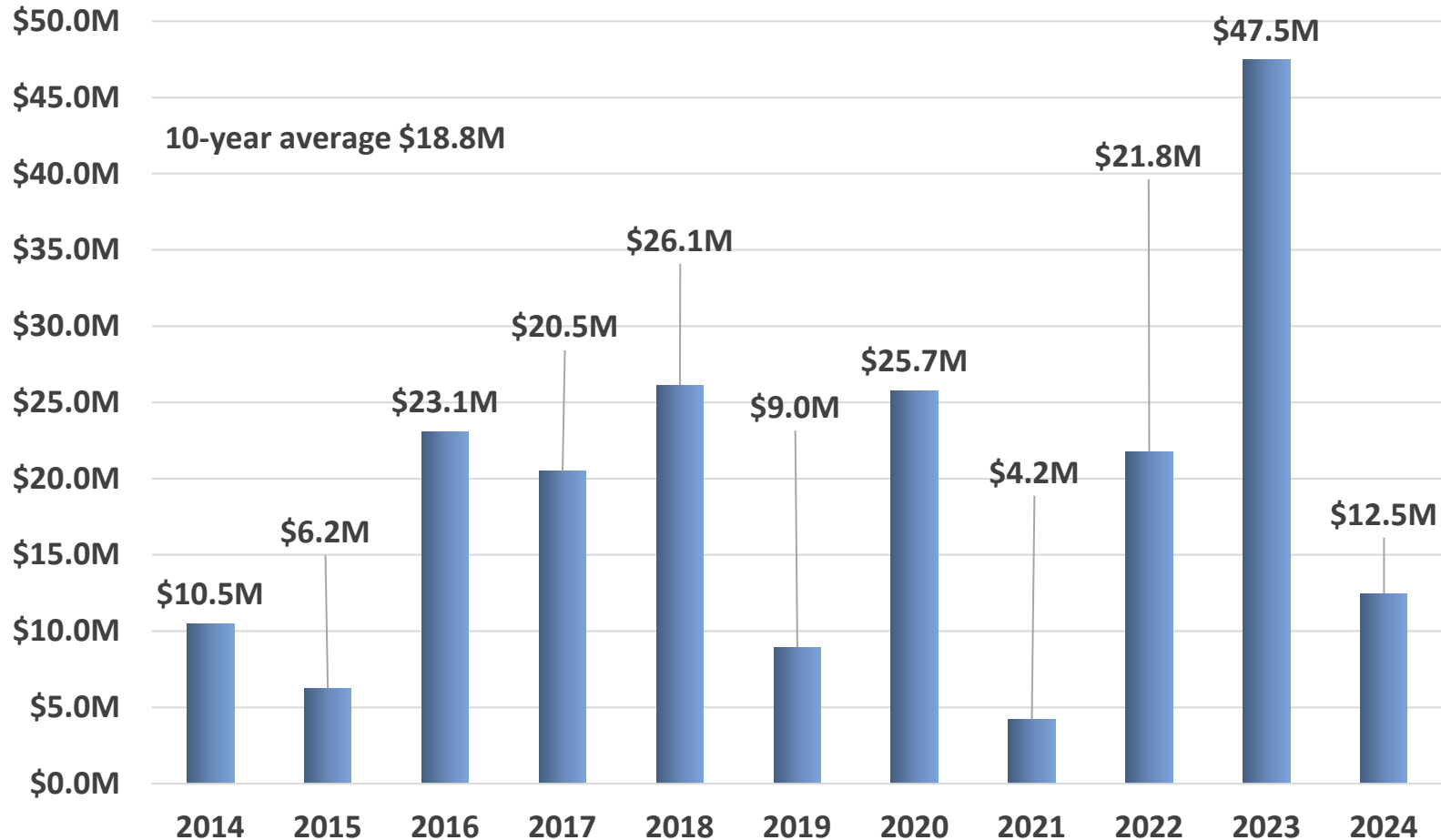


## Park Dedication Fund

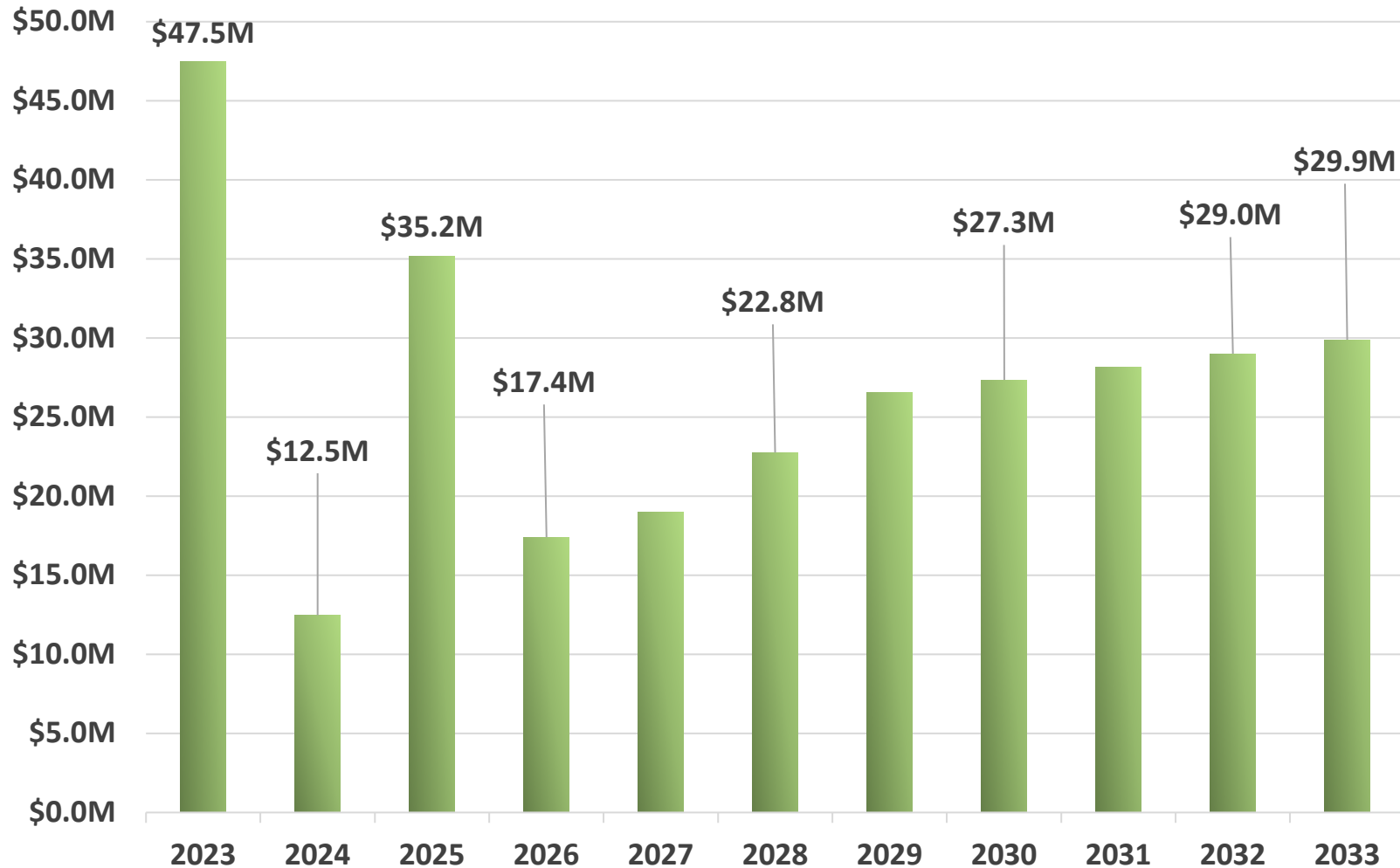
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- Accounts for impact fee revenue collected from housing projects for parks and recreation infrastructure
- During the 20-year plan:
  - \$258.7M for Projects and Project Administration
  - \$288.2M for Land Acquisition
  - \$121.2M for Future Park Construction
  - \$121.5M for Future Golf Infrastructure

# Park Dedication Fund Revenue - Historical



# Park Dedication Fund Revenue - Projected





# Golf and Tennis Operations Fund

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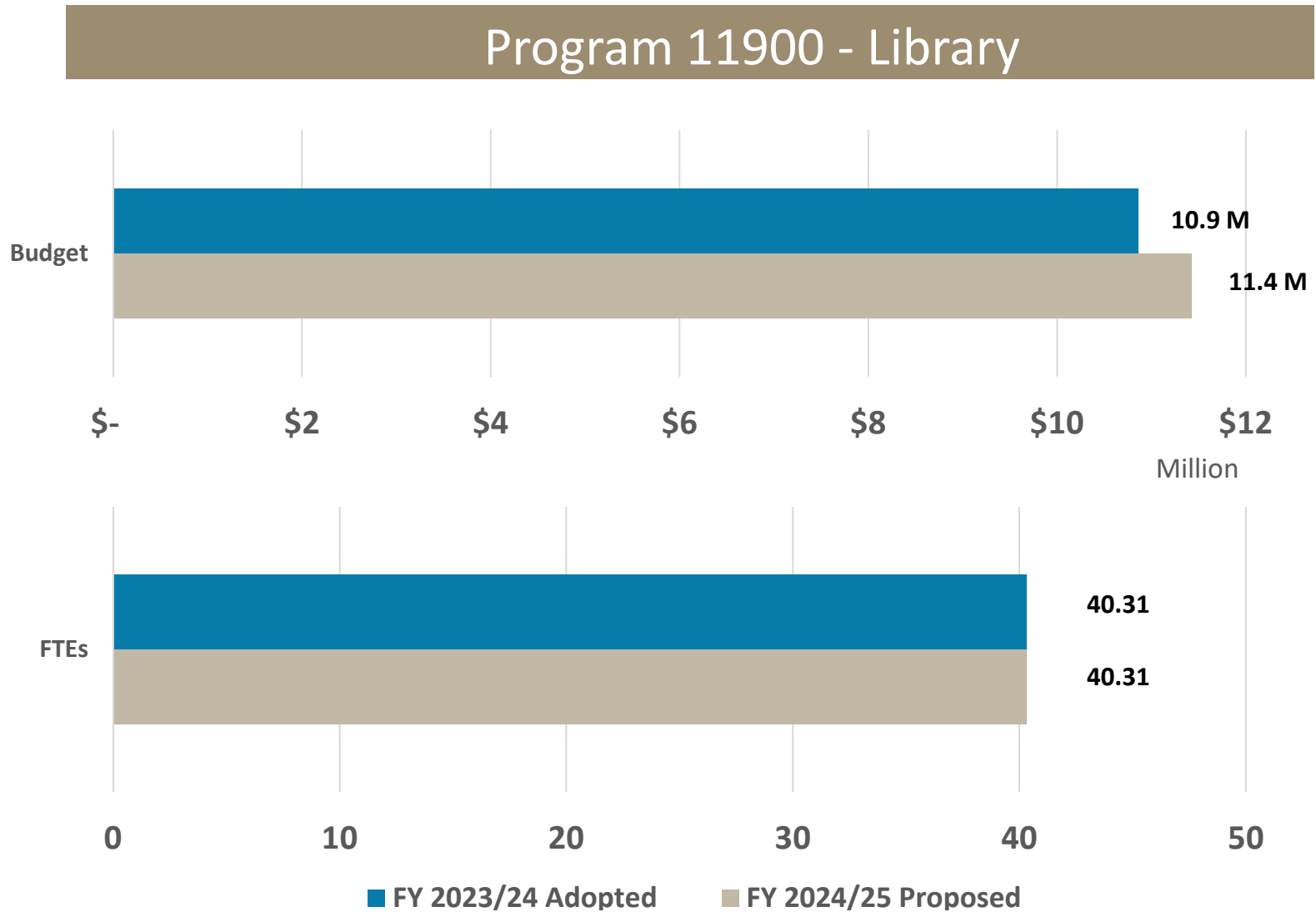
- **Short-Term**

- Golf revenues expected to be flat in FY 2024/25 and FY 2025/26
- FY 2023/24 was the final year of General Fund transfer
- Currently, a self-supporting fund until FY 2028/29

- **Long-Term**

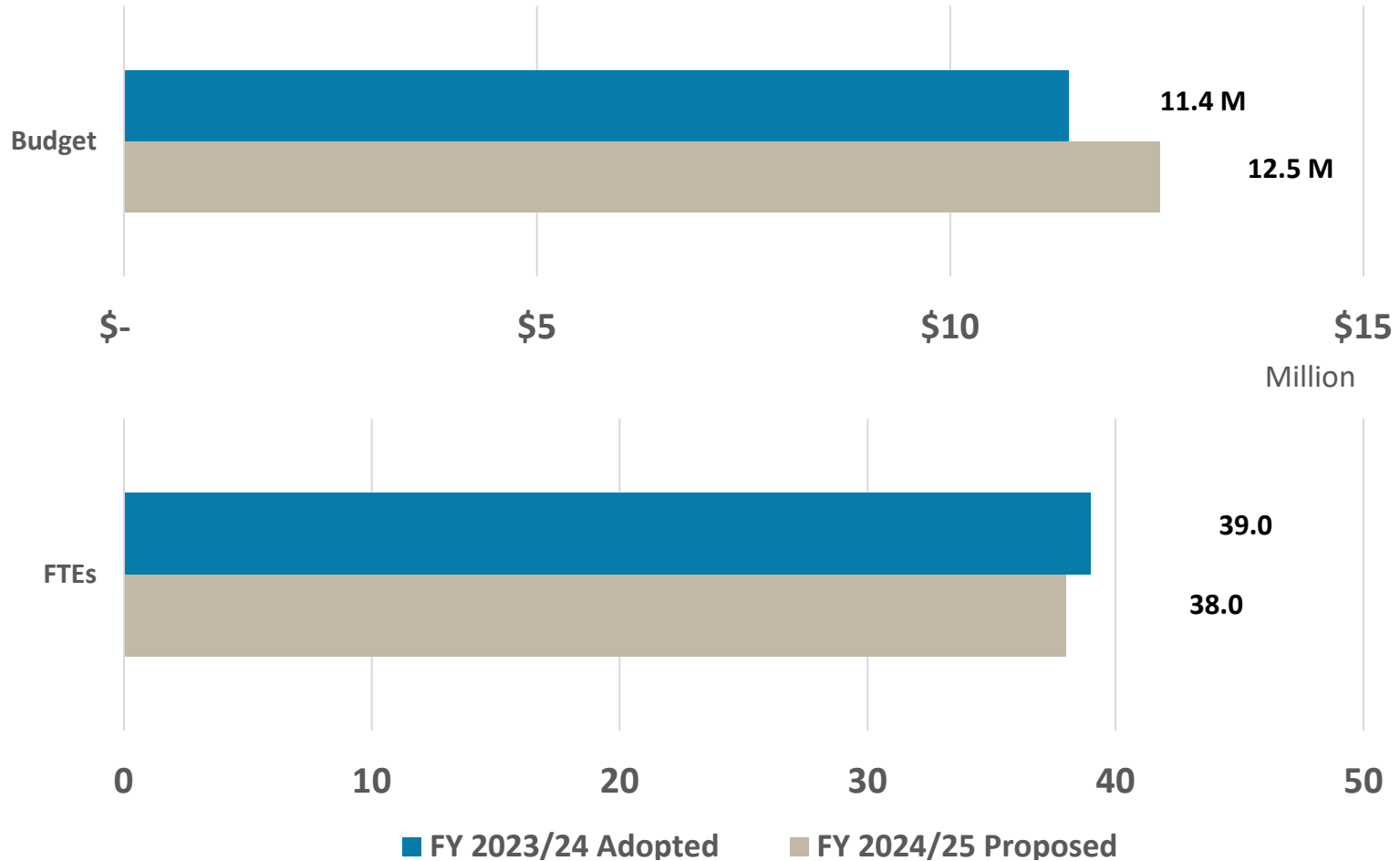
- Fiscal Strategies have been resolved through a transfer from the General Fund.

# FY 2024/25 Recommended Budget



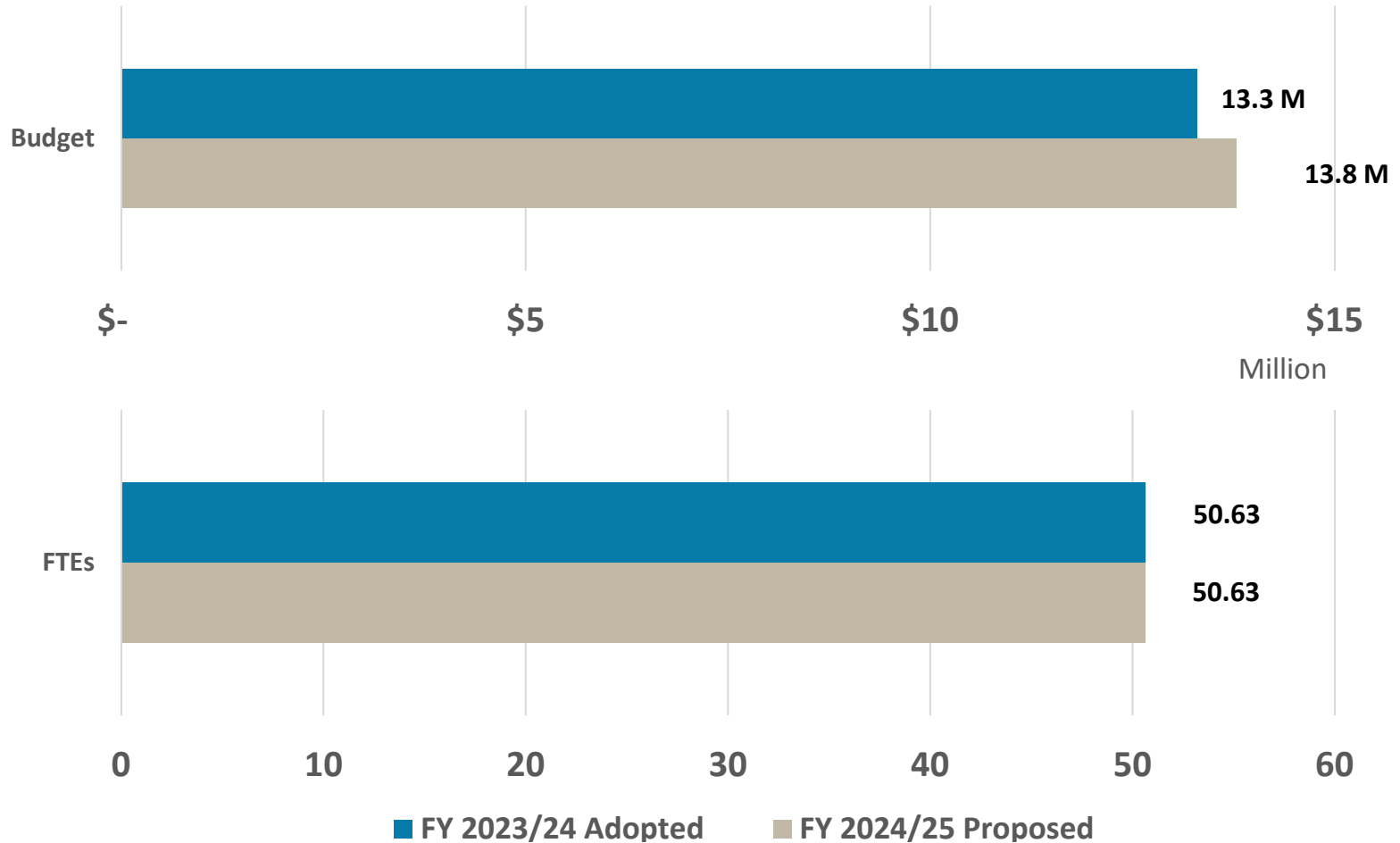
# FY 2024/25 Recommended Budget

## Program 12000 - Recreation



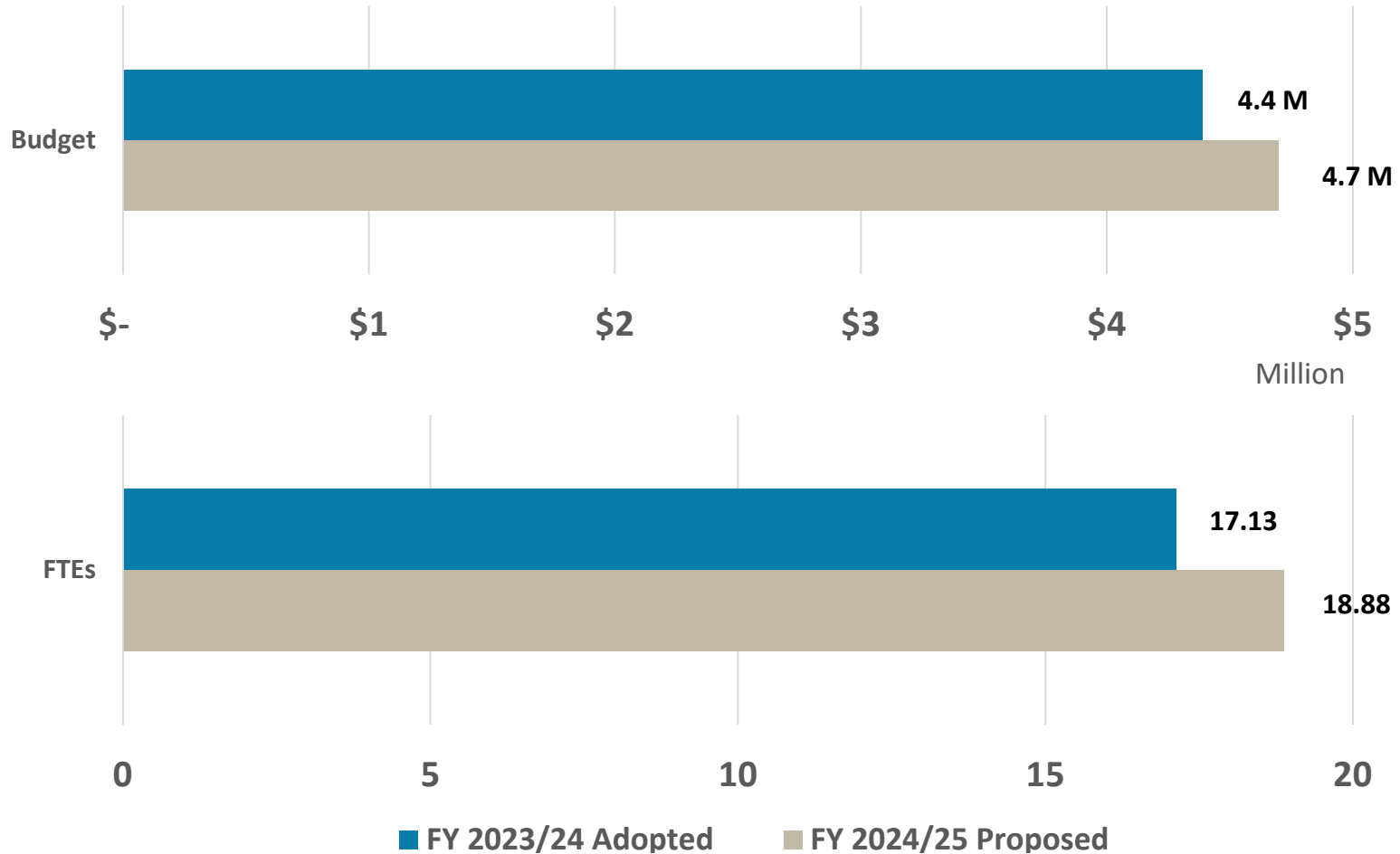
# FY 2024/25 Recommended Budget

## Program 13600 – Parks/Open Space Management



# FY 2024/25 Recommended Budget

## Program 14000 – Golf Course Operations



# Service Level Adjustments



## Golf Course Operations

Additional staffing to support increased activity and course usage

- 1.0 FTE Utility Worker (\$129,113)
- 0.75 FTE Part-Time Gold Service Assistant (\$43,571)



## Library Services

\$68,000 increased funding to ensure Library collection materials can meet a variety of demands



## Art Funds

- Sunnyvale Municipal Code 19.52.080
- The city council authorizes the establishment of two funds for the deposit of all fees paid under this chapter.
  - ◆ Public Arts Fund. This fund uses one percent of the construction valuation for the acquisition and installation of the art and administration of the public art program, including, but not limited to, improvements, site preparation, lighting and landscaping.
  - ◆ Art Maintenance Fund. The 0.1 percent of the construction valuations shall be set aside in the art maintenance fund for repairing and maintaining art purchased by the in-lieu fee.
- Current balance between both funds: \$742.7K

# Upcoming

- **May 21**
  - Main Library Update Study Session
  - Lakewood Library contract award



# Questions

