

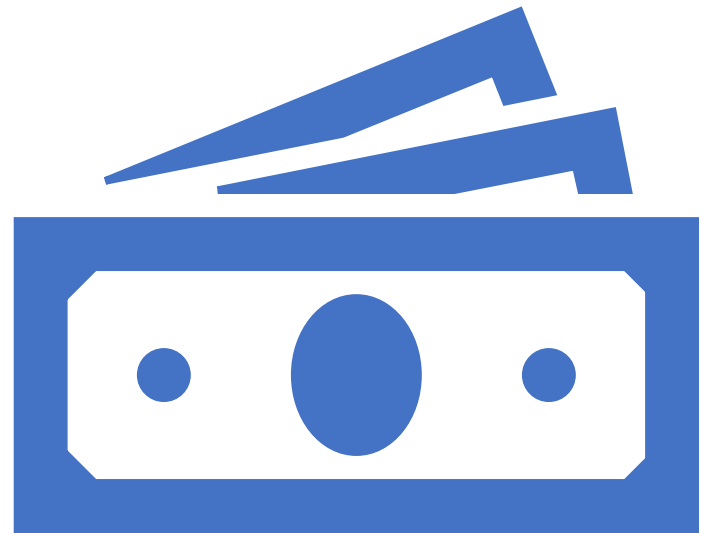


FY 2023/24 Budgetary Year-End Financial Report, Annual Comprehensive Financial Report and other Year-end Financial Reporting

Dennis Jaw, Interim Director of Finance

FY 2023/24 Budgetary Year End Report

- Budgetary Year-End Report
 - Budgetary Basis, looking at current resources
 - Cash flow – Cash available for spending
- Accounting Basis – Recorded when revenues earned and expenditures incurred, regardless of when cash is received or paid



Major General Fund Revenues

Major Revenue Category	Budget	Actuals	Variance
Property Tax	\$ 128.2 M	\$ 129.1 M	0.7%
Sales Tax	37.0	40.7	10.2%
Other Taxes	6.2	6.5	4.9%
Transient Occupancy Tax	17.3	18.9	9.2%
Service Fees	7.9	7.5	(4.8%)
Utility Users Tax & Franchise Fees	19.0	18.7	(2.1%)
Rents & Concessions	13.1	13.1	0.7%
Other Revenue*	31.2	32.4	3.8%
Total Revenue**	\$ 259.8 M	\$ 266.8 M	2.7%
Net Revenue		\$ 7.0 M	2.7%

*Other Revenue = interfund, transfers in, fines and penalties, interest, grants, intergovernmental, etc.; excludes Sale of Property

**May not total exactly due to rounding

FY 2023/24 General Fund Expenditures and Transfers Out Final Budget vs. Actual

Description	Final Budget *	Actual Expenditures	Percent Variance
Equipment	\$1.3M	\$0.5M	63.3 %
Operations	\$173.6M	\$174.6M	(0.6)%
Projects	\$55.8M	\$14.8M	73.4 %
Transfers	\$71.4M	\$66.4M	7.0 %
Total Expenditures	\$302.2M	\$256.4M	15.1 %
Total Budget Carryovers		\$46.3M	
Grand Total	\$302.2M	\$302.7M	(0.2)%

** Final Budget includes budget modifications that occurred after adoption of the FY 2024/25 Budget*

Budget Modification No. 12 – Clean up items

Public Safety Mutual Aid Response

- \$44K to Project 835150 – DPS Reimbursable Mutual Aid (Out of County)
- \$56K to Project 835160 – DPS Police Services Contract Overtime

Re-appropriation of Grant Funds

- \$101K to Project 835710 – 2023 Housing Element Update
 - \$65K from Project 835850 – REAP Housing Strategy Implementation
 - \$36K from Project 835690 – Creation of Objective Citywide and Specific Area Plan/Citywide Landscape Design Guidelines

Budget Modification No. 12 – Remaining Amount to be Allocated

General Fund Net Surplus:

\$6.0M Unrestricted by Policy (after Clean-up Items)

\$0.4M One-Time* (Excess ERAF and Sale of Property)

\$6.4M Total to be Allocated

*by policy, to be used towards one-time costs

Budget Modification No. 12 – Pension Liabilities

Recommendation: \$4M to Address Pension Liabilities – Authorize staff to choose one of the following options:

1. Funding the Section 115 Pension Trust,
 2. Making a payment directly to CalPERS to reduce the City's unfunded liability, or
 3. A combination of the two options.
- Pending the completion of an actuarial valuation to determine the most favorable option

Budget Modification No. 12 – Contribution to BSF

Remaining \$2.3M to Budget Stabilization Fund

- Staff is mid-process in preparing the FY 2025/26 Recommended Budget
- Additional “right-sizing” of the organization is needed to address increasing demands for services
 - Unhoused Services
 - Lakewood Library Branch Staffing

Annual Comprehensive Financial Report

- Independently audited by Maze and Associates
- Prepared based on the format prescribed by the Governmental Accounting Standard Board (GASB)
- Received an unmodified (“clean”) opinion which is the ideal result from the independent audit
- Management’s Discussion & Analysis (MD&A) provides a narrative introduction, overview and analysis of the basic financial statements
- Prior Year ACFR received the Certificate of Achievement for Excellence in Financial Reporting



ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2024



CITY OF SUNNYVA
CALIFORNIA

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Presented to

City of Sunnyvale
California

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morrell

Executive Director/CEO

Other Items

- FY 2023/24 Sunnyvale Financing Authority Financial Report
- Agreed Upon Procedure (AUP) Reports (FY 2023/24):
 - Investment Policy
 - Below Market Rate Housing
 - Fire and Hazmat Fees





Grace Zheng, Partner
Maze and Associates

Recommendation

City Council

- Receive and File the FY 2023/24 Budgetary Year-End Financial Report, Annual Comprehensive Financial Report (ACFR), the Sunnyvale Financing Authority Financial Report, Agreed Upon Procedure Reports, and the Report to the City Council Issued by the Independent Auditors and Approve Budget Modification No. 12 in the Amount of \$6,525,613

Sunnyvale Financing Authority

- Receive and file the FY 2023/24 Sunnyvale Financing Authority Financial Report