

Presentation to the Board of Library Trustees 20230511



FY 2023/24 Recommended Budget – Board of Library Trustees

May 11, 2023



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 2023/24 Budget Principles

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

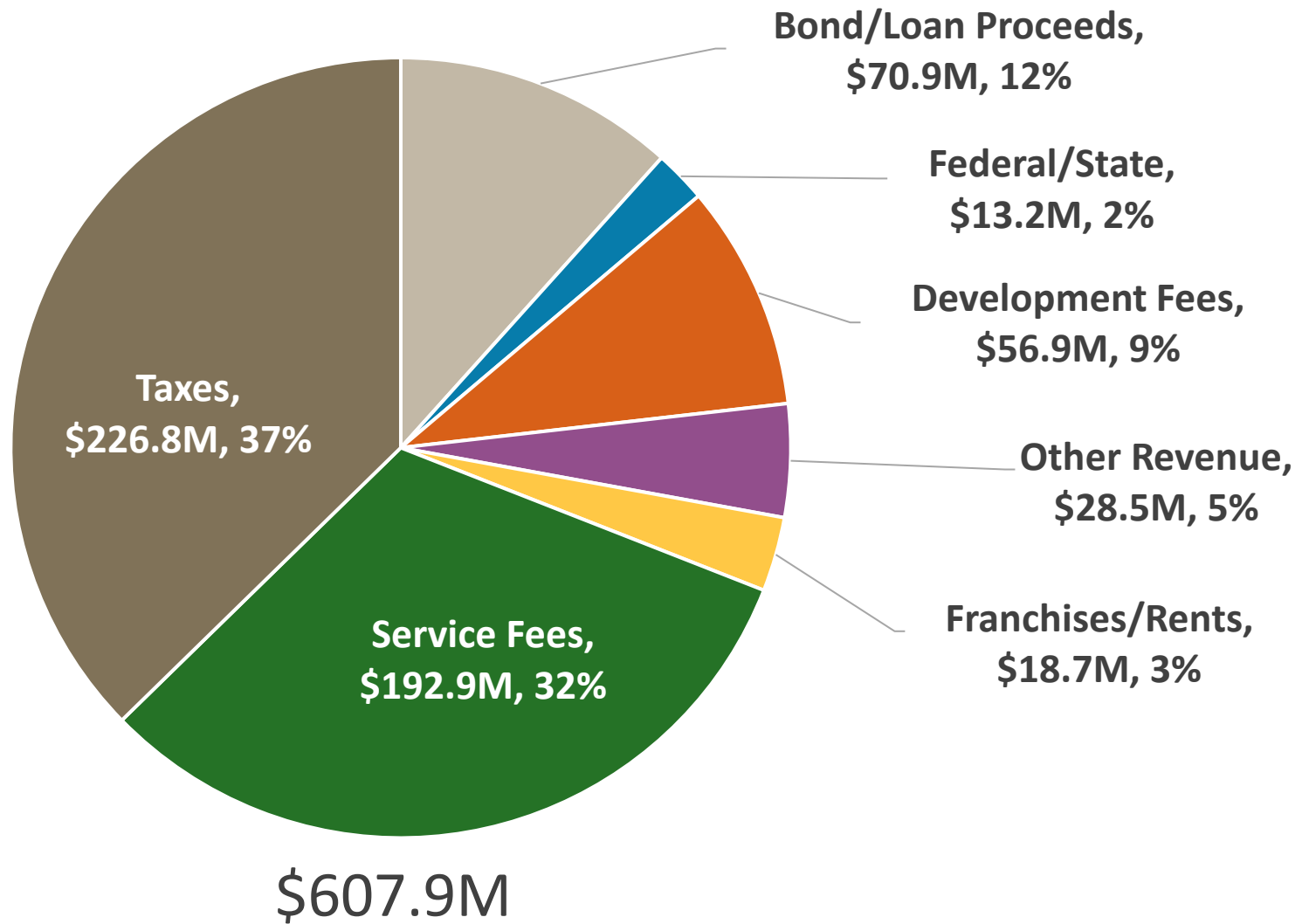
Budget Approval Process

- **May 18** – Council direction on:
 - Budget Supplement 1 – *Study Issues and Budget Proposals*
 - Budget Supplement 2 – *Other Additional Service or Reduction Options*
 - Budget Supplement 3, 4, 5 – *Budget Proposals referred to the Recommended Budget by Council*
- **June 6** – Public hearing on Budget and Fee Schedule
- **June 20** – Adoption of Budget and Fee Schedule
- **June 27** – Adoption of Utility Rates

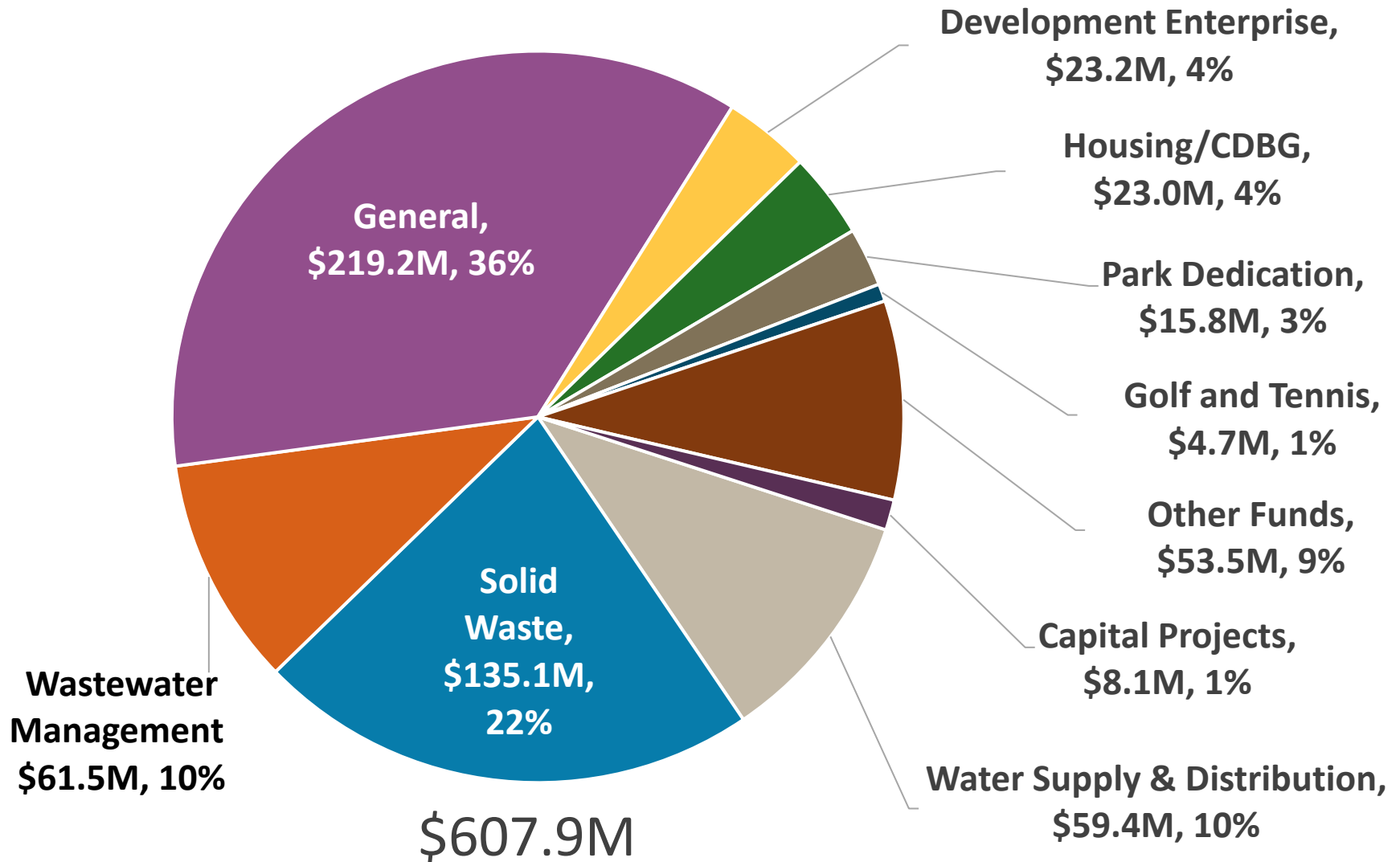
FY 2023/24 Budget Summary

	<u>All Funds</u>
Total Revenue	\$607.9M
<u>Expenses</u>	
Operating	\$334.5M
Total Projects	170.0M
Other	<u>76.6M</u>
Total Expenses	\$581.1M
Contribution to Reserves	<u>\$26.8M</u>

Citywide Revenues by Source – All Funds



Citywide Revenues by Fund – All Funds

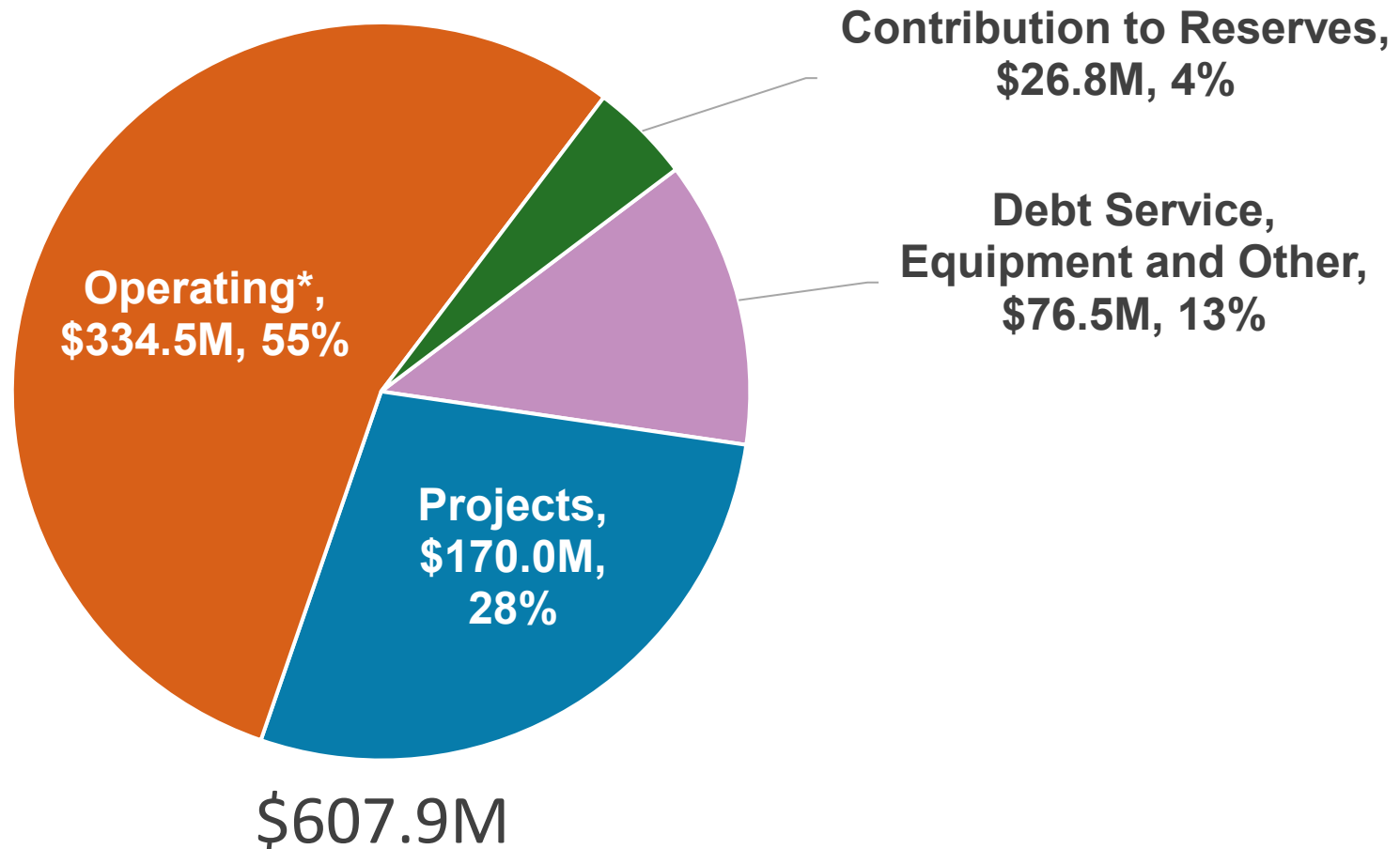


Top Tax Revenues

Revenue Source	2020/21 Actual	2021/22 Actual	2022/23 Budget	2022/23 Revised Projection	2023/24 Proposed Projection
Property Tax	\$101.3M	\$113.5M	\$110.2M	\$114.3M	\$117.6M
Sales Tax	26.1	35.8	29.9	34.9	34.3
Transient Occupancy Tax	5.2	10.6	11.9	14.1	17.4
Utility Users Tax	8.6	8.6	9.0	9.5	9.7
Gas Tax	3.4	3.6	4.4	4.0	4.0
RMRA Funds ⁽¹⁾	2.9	3.1	3.5	3.4	3.8
Measure B Funds ⁽²⁾	2.3	1.9	3.5	13.2	3.5
Construction Tax	2.4	5.5	4.1	4.1	4.3
Total Top Tax Revenues	\$152.2	\$182.6	\$176.5	\$197.5	\$194.6

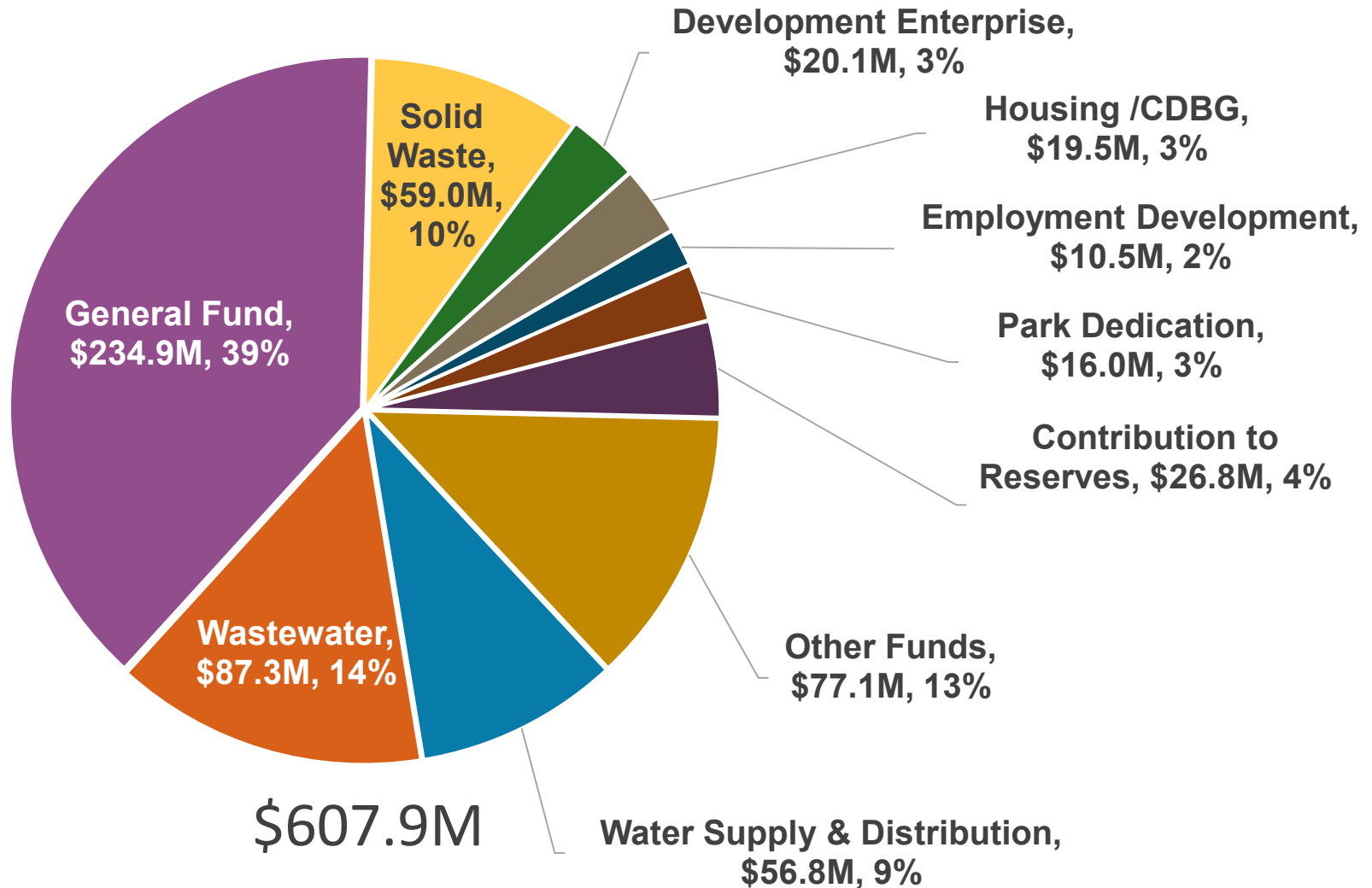
1. Road Maintenance and Rehabilitation Funds (Senate Bill 1)
2. Measure B half cent County-Wide sales tax for transportation funding

Expenditures by Type – All Funds



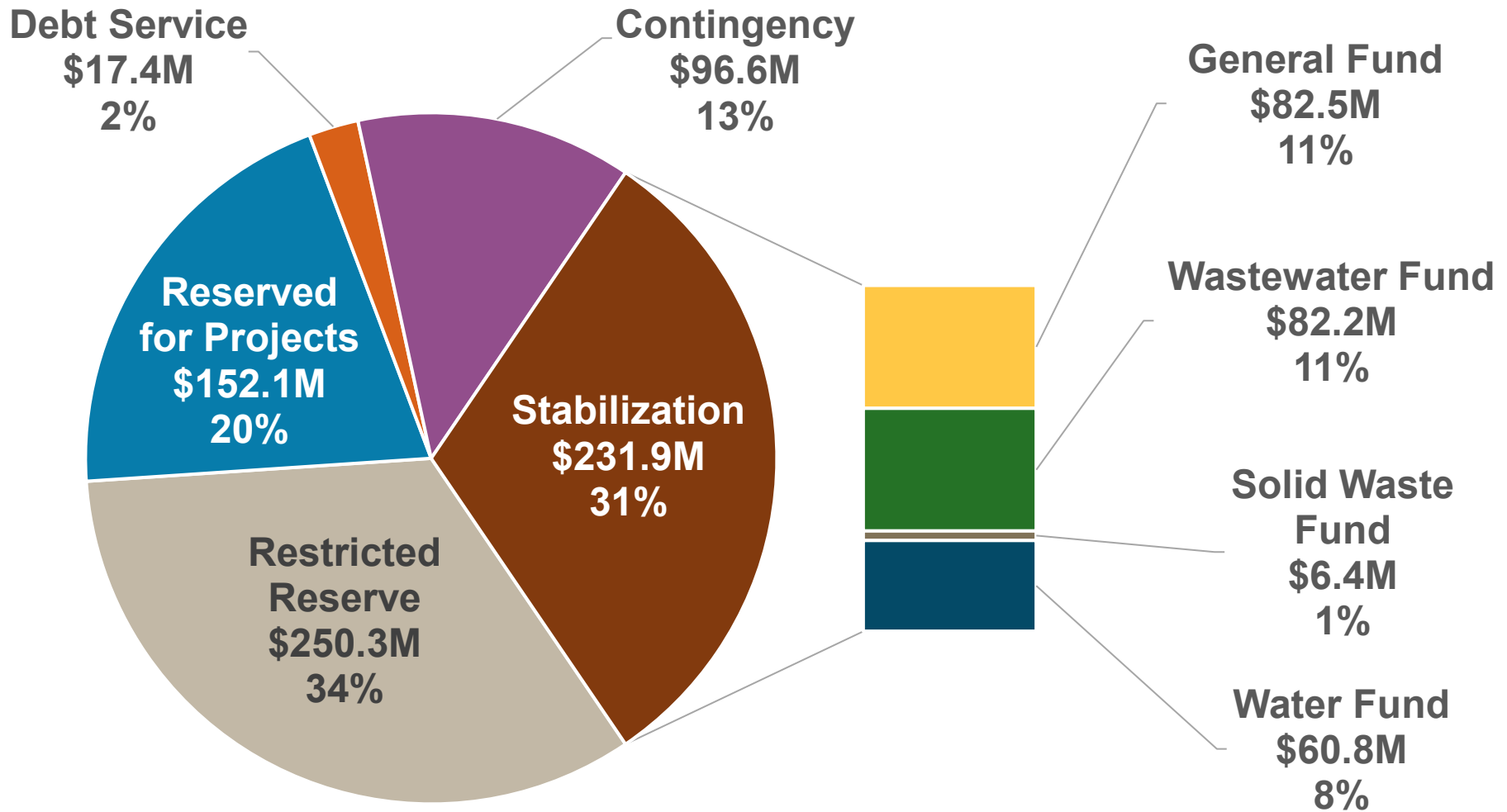
*Excludes internal service funds.

Expenditures by Fund

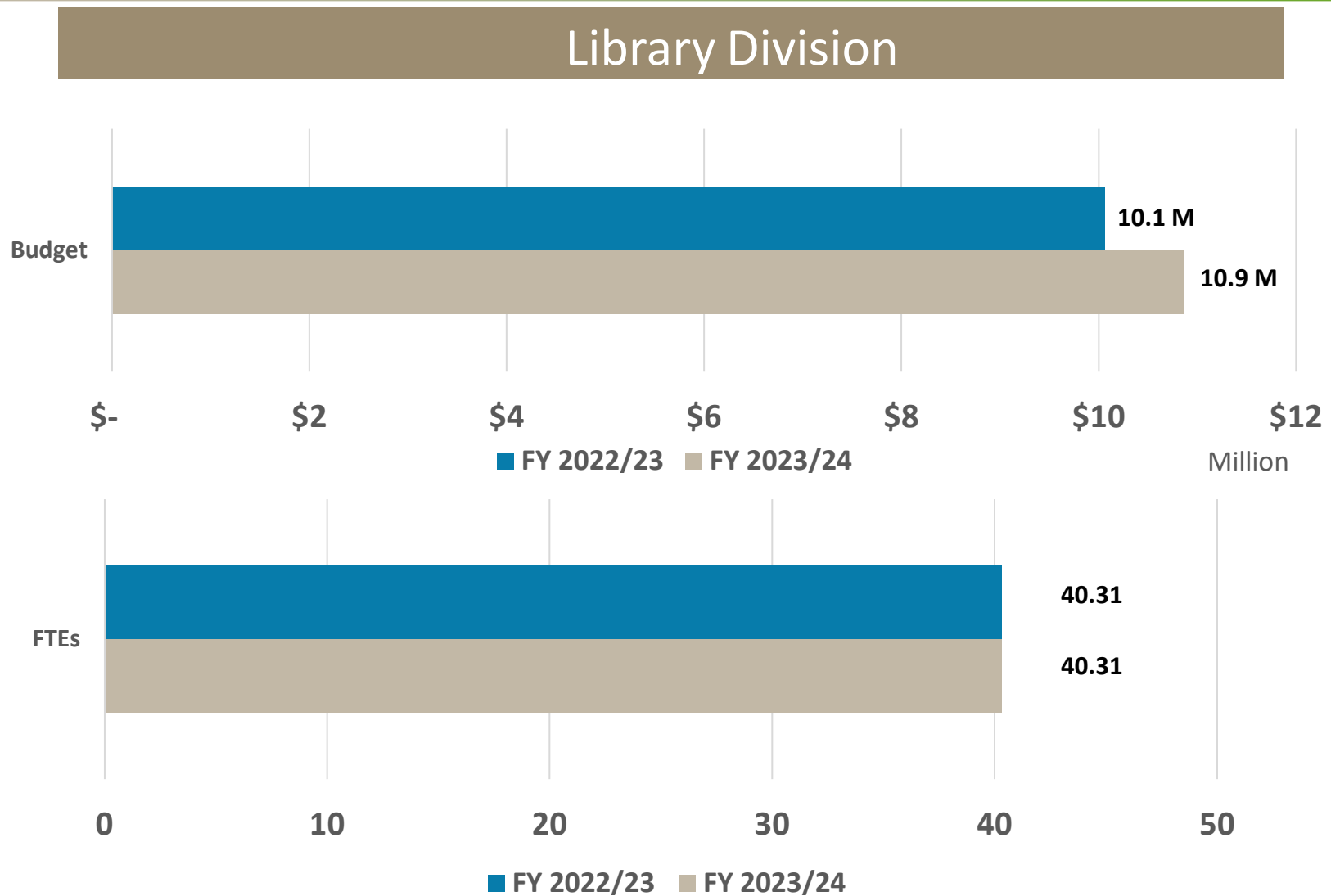


*Excludes internal service funds.

Reserve Balances by Type – All Funds



FY 2023/24 Recommended Budget



Lakewood Branch Library & Learning Center

- **Project Status:** Permitting, followed by construction bidding
- **Project Budget: \$28.4M**
 - ◆ Includes \$3M Contributions each from Fremont Union High School District & Sunnyvale Elementary School District
- **Project Completion:** End of 2024
- **Size:** 20,068 sq. ft.



Civic Center Phase II Planning

- **Project Scope:** Includes a new or expanded Main Library, playground, and site improvements
 - ◆ Analyze concepts laid out by Master Plan
 - ◆ Determine scope, schedule and budget for project
- **Project Budget:** \$1M
- **Project Completion:** FY 2023/24
- \$15 million added in FY 2024/25 to serve as City's initial investment for project

