



Staff Presentation



FY 2023/24 Recommended Budget – Parks and Recreation/Art Commissions

May 17, 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 projects
- Meets all City Charter and Policy Requirements
- Supports Council Strategic Priorities



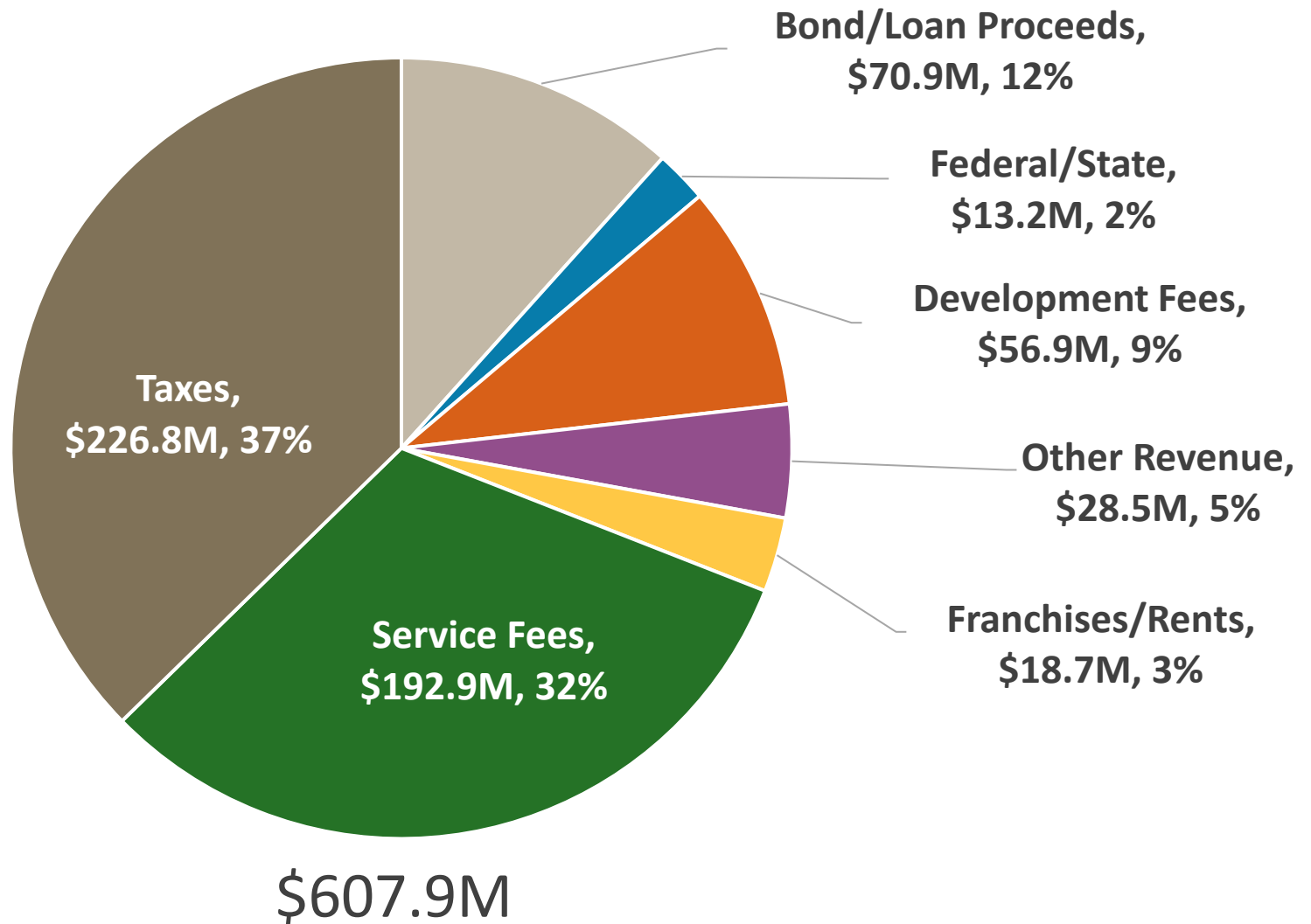
Budget Approval Process

- **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

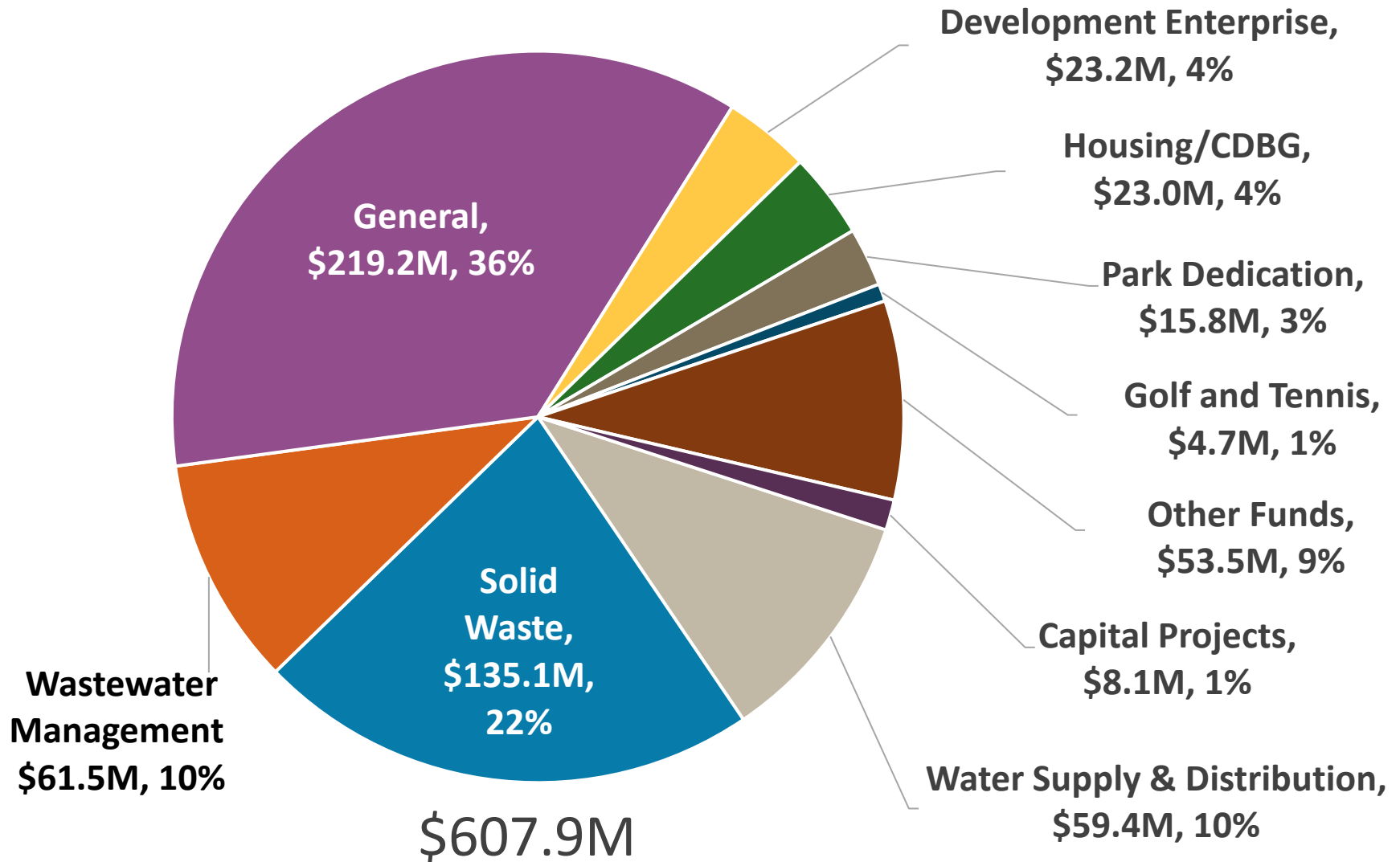
	<u>All Funds</u>
Total Revenue	\$607.9M
<u>Expenses</u>	
Operating	\$334.5M
Total Projects	170.0M
Other	<u>76.6M</u>
Total Expenses	\$581.1M
 Contribution to Reserves	 <u>\$26.8M</u>

Citywide Revenues by Source – All Funds





Citywide Revenues by Fund – All Funds

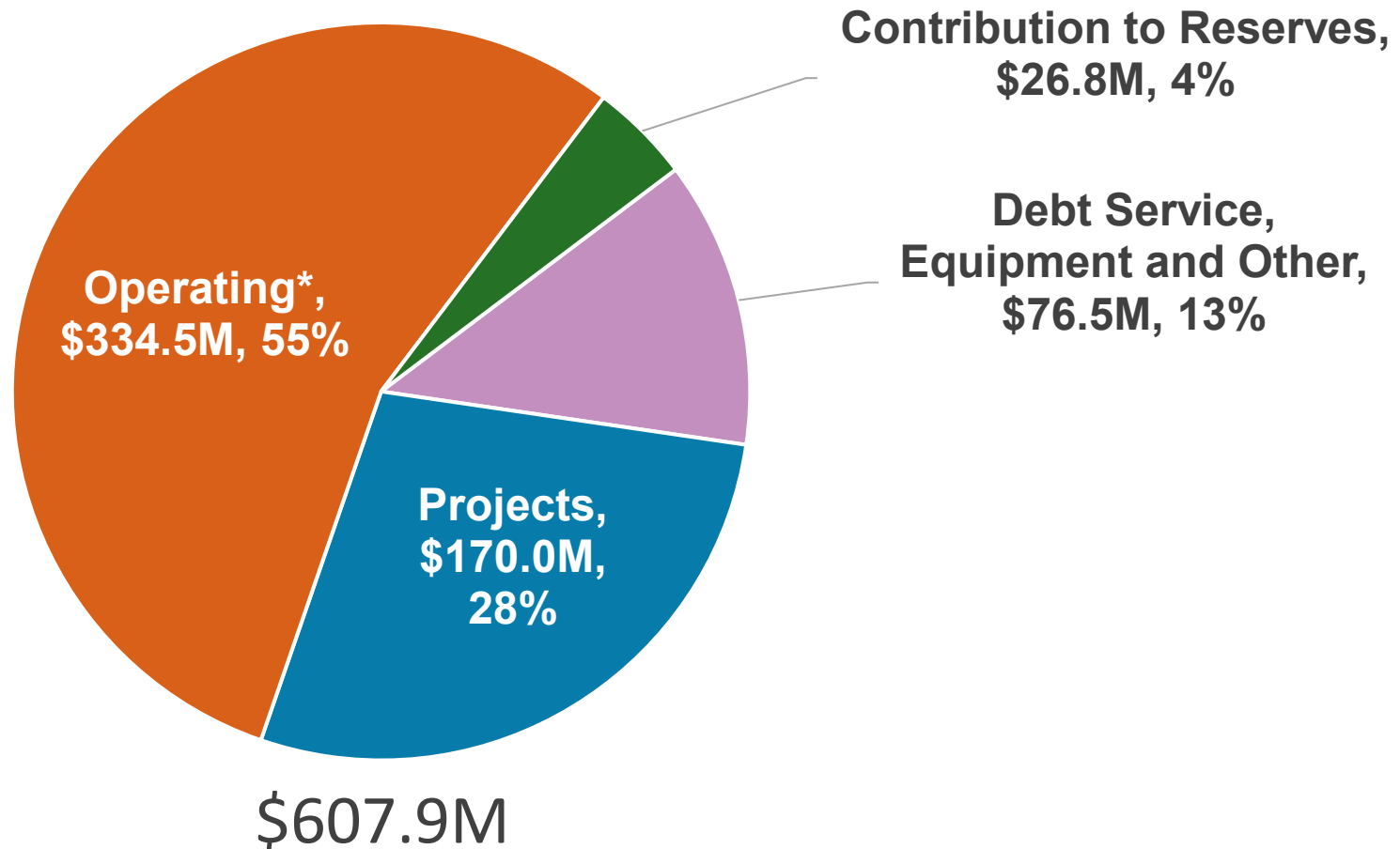


Top Tax Revenues

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	3.5	3.5
Construction Tax	2.4	5.5	4.1	4.1	4.3
Total Top Tax Revenues	\$152.2	\$182.6	\$176.5	\$187.8	\$194.6

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

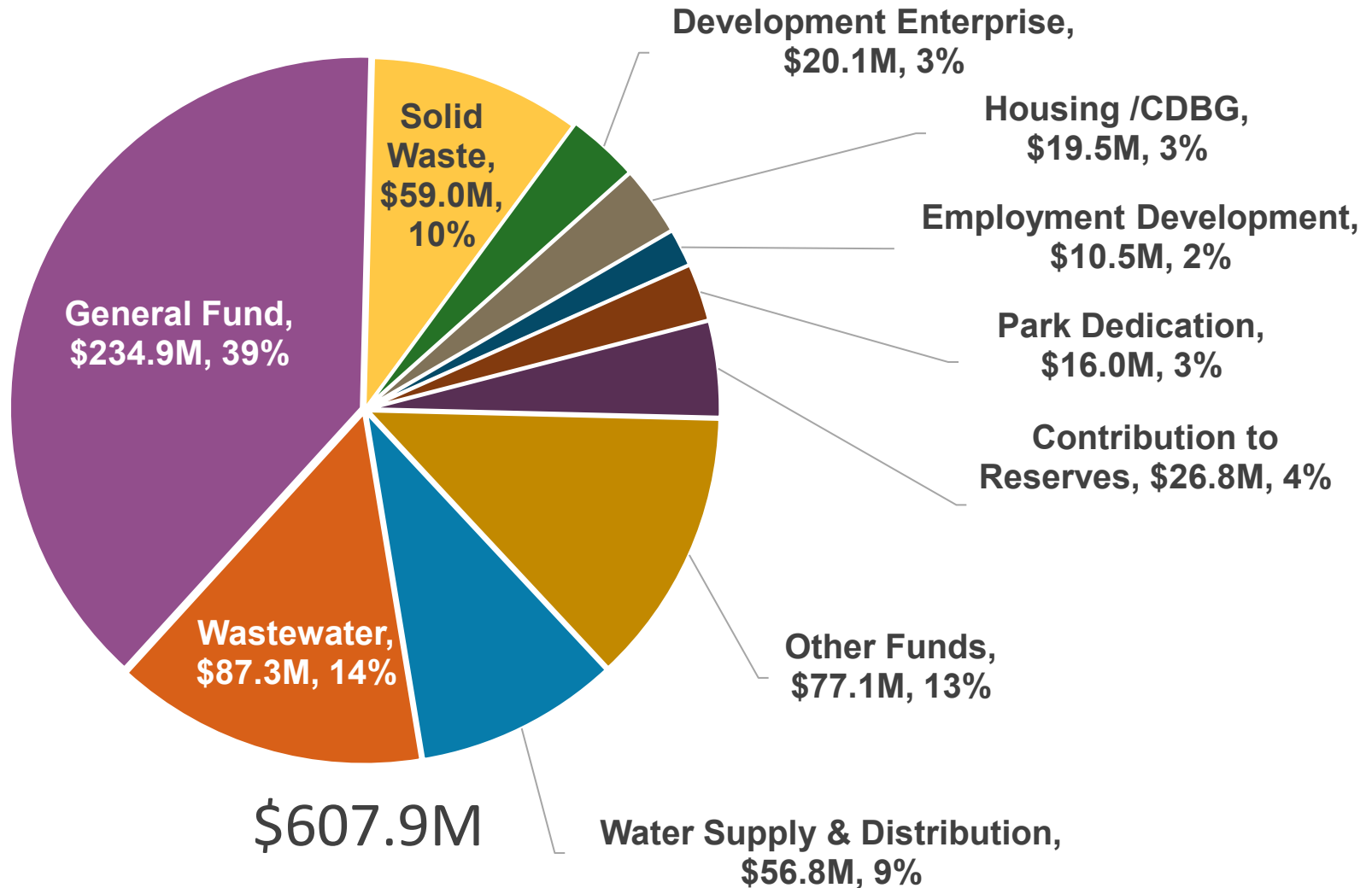
Expenditures by Type – All Funds



*Excludes internal service funds.



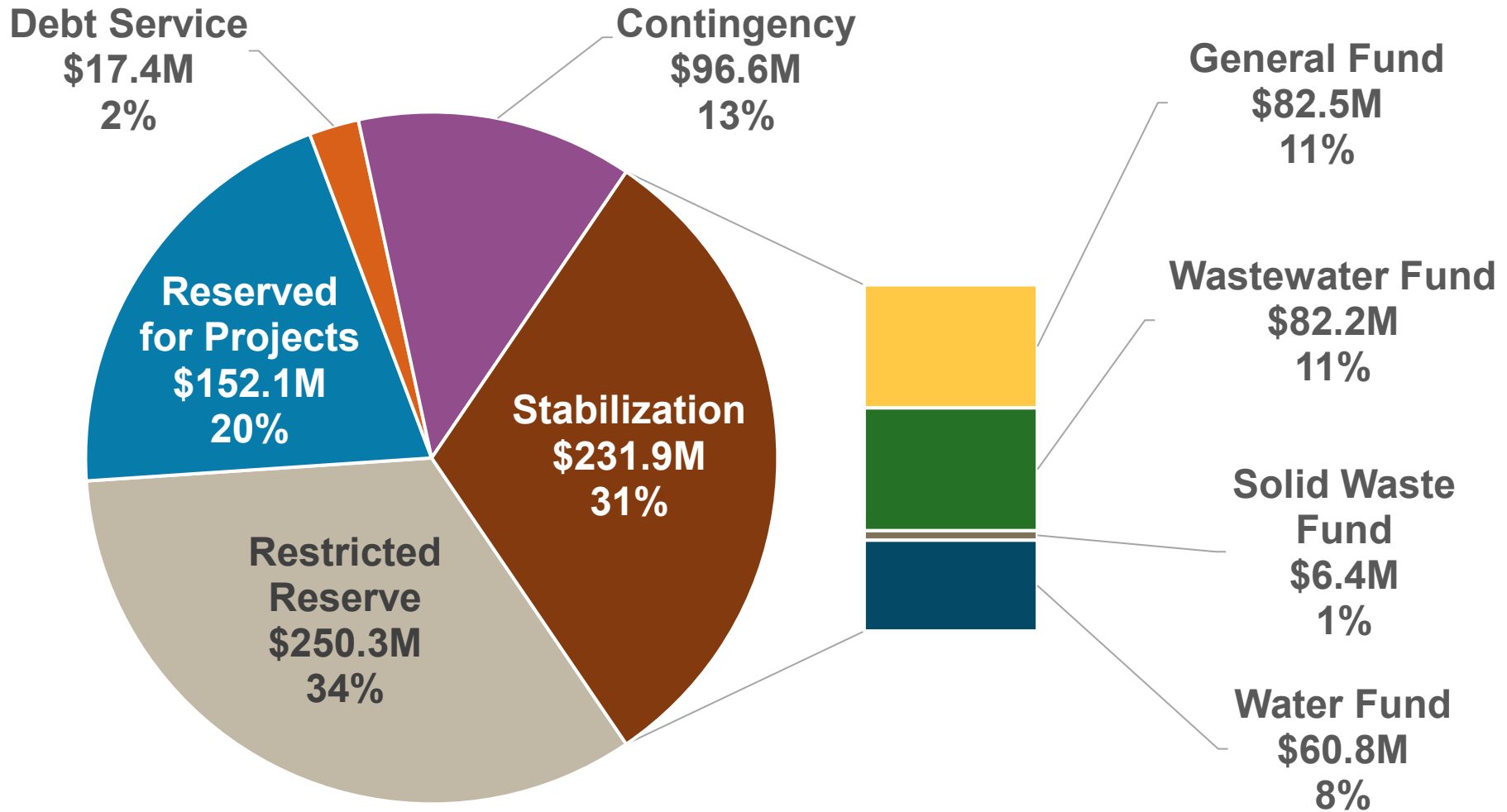
Expenditures by Fund



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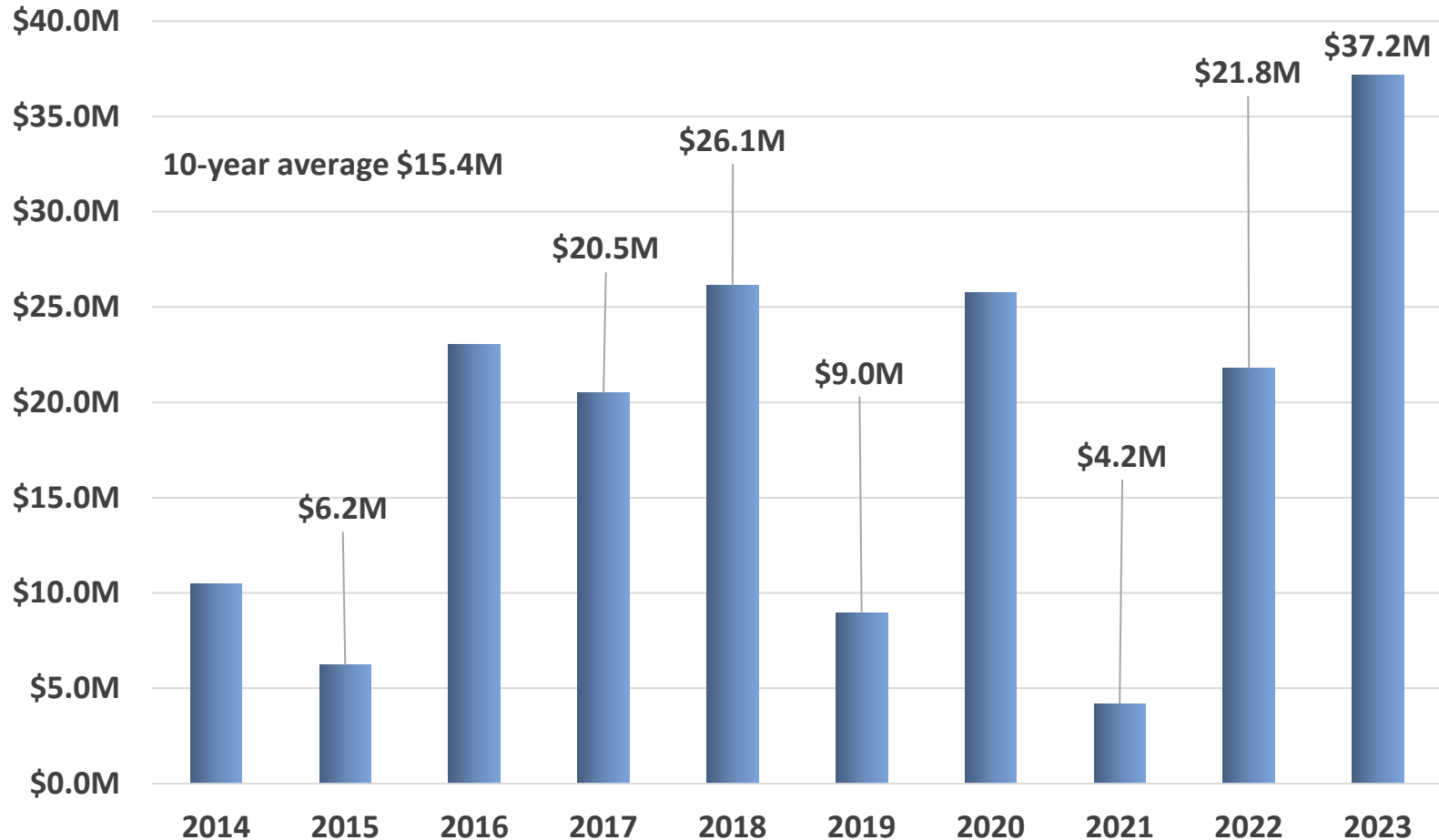
Reserve Balances by Type – All Funds



Park Dedication Fund

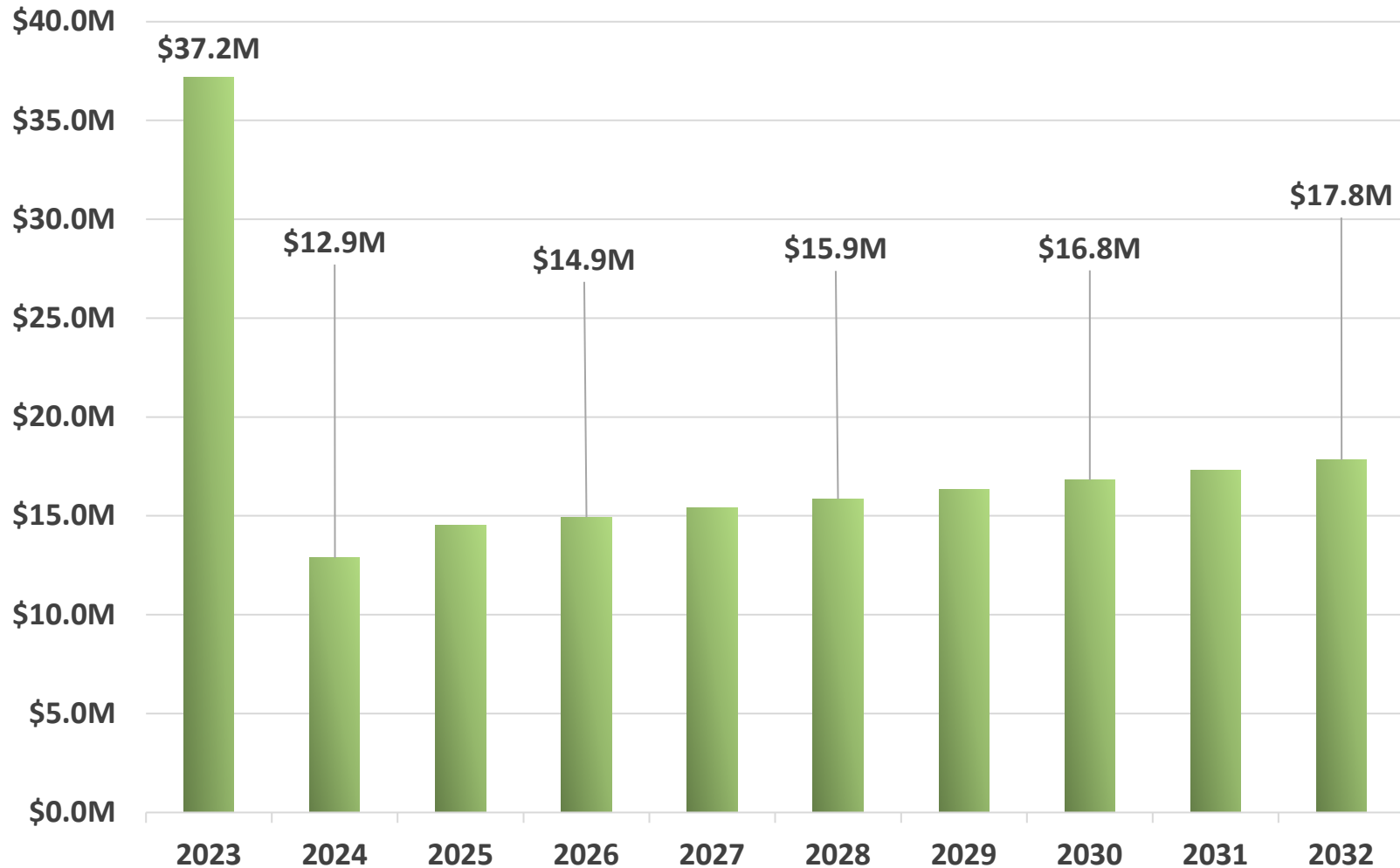
- Accounts for impact fee revenue collected from housing projects for parks and recreation infrastructure
- Funds the renovation of all city parks through the twenty-year plan
- Currently \$161.0M in projects budgeted from FY 2023/24 to FY 2042/43

Park Dedication Fund Revenue - Historical



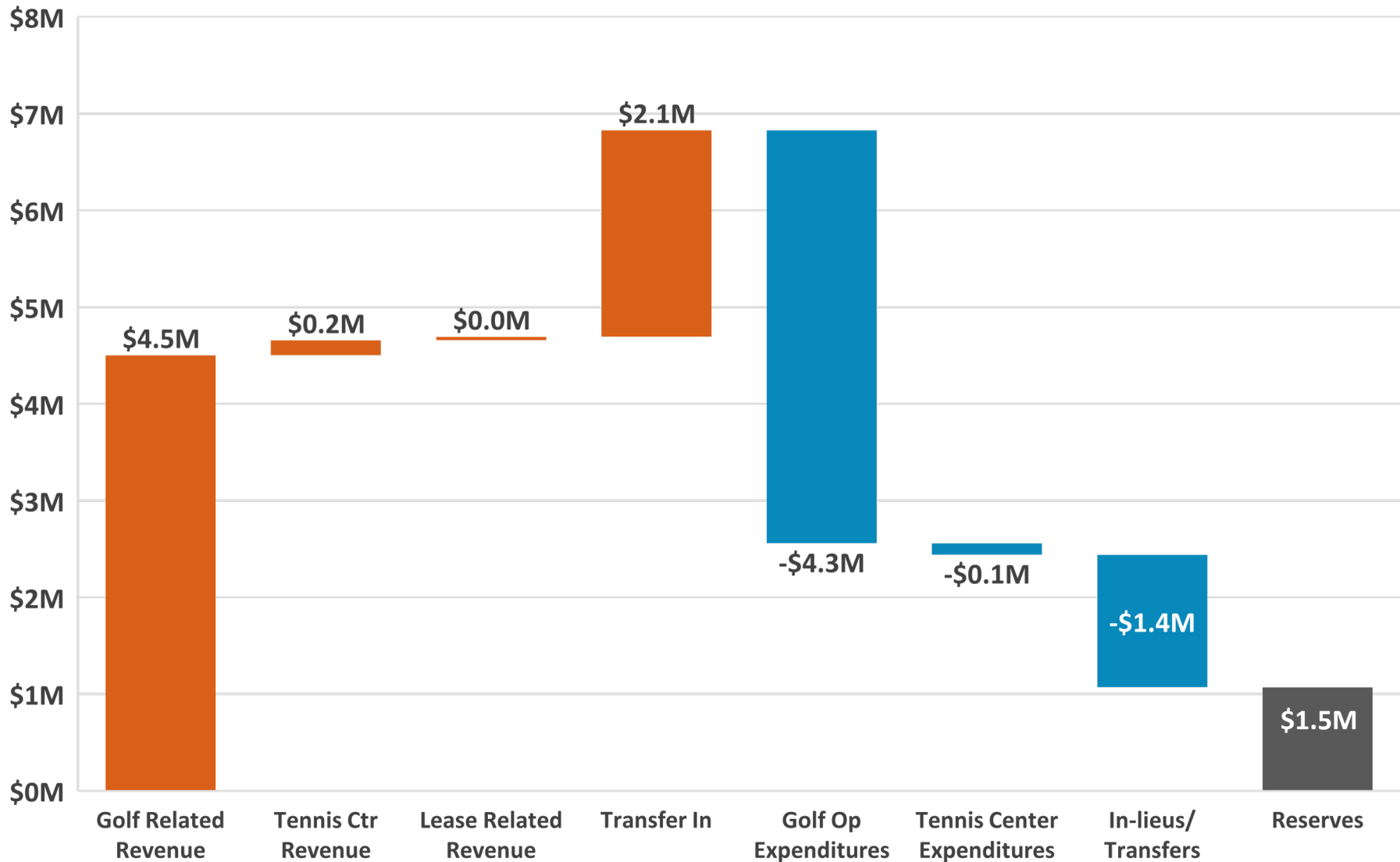


Park Dedication Fund Revenue - Projected





Golf and Tennis Operations Fund - FY 2023/24



Golf and Tennis Operations Fund

- **Short-Term**

- Slight slow down in Golf revenues in FY 2022/23
- FY 2023/24 is the final year of General Fund transfer
- Currently, a self-supporting fund until FY 2026/27

- **Long-Term**

- In FY 2027/28 \$1.5M in Fiscal Strategies are needed to keep a positive fund balance



Sunnyvale

Parks and Recreation Projects



Community Center Grounds Renovation

- **Project Status:** In Design and Permitting Phase
- **Project Budget:**
 - ◆ Design \$1.3M
 - ◆ Construction: \$11.9M
 - ◆ Working to include Wi-Fi recently approved by City Council
- **Project Completion:** fall 2025



Golf Project Updates

Golf Course Irrigation System Replacement

- **Project Status:**
 - Design FY 2024/24
 - Construction FY 2025/26
- **Project Budget:** \$5.5M
- Designed for potential connection to recycled water
- **Irrigation Replacement:**
 - FY 2039/2040
 - Cost - \$850K





Park Enhancement Projects/Corn Palace Park Update

Staff Presentation

Enhancement Projects



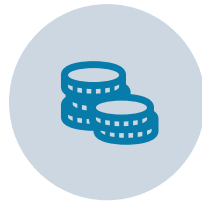
PROJECT STATUS:
ONGOING



**93 PARK
RENOVATION
PROJECTS**



**FUNDED BY THE
PARK DEDICATION
FUND**



**PROJECT BUDGETS:
\$163.3 MILLION**

Corn Palace Park

- **Project Budgets: \$5.75M**
- **Project Status: Scoping Design 2023**
- **Project Complete: December 2024**

