



FY 2021/22 Budget Adoption—June 1, 2021

ARPA (HR 1319) Funds

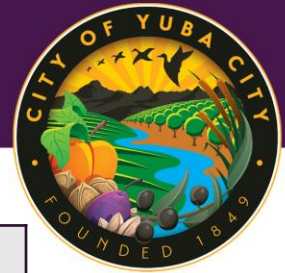


- \$15.6 million in two installments
- Must be spent to offset or recover from pandemic setbacks and boost the local economy
- These funds will be addressed separately.
- Staff will bring recommendations soon.
- All funds must be spent by 12/31/2024.

General Fund



Cash Flow Surplus - Onetime



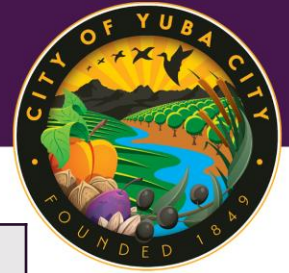
Sources:

Actual FY 19/20 Surplus	\$2,600,000	
Projected FY 20/21 Surplus	2,500,000	
Total Sources		\$5,100,000

Uses:

FY 2021/22 CIP Requests	\$1,896,500	
Pension Stabilization	500,000	
Transfers & Onetime Items	782,100	
Total Uses		\$3,178,600

Structural Surplus - Ongoing



Revenues:

FY 2020/21 Adopted Revenue	\$43,224,100	
FY 2021/22 Revenue Increase	5,487,500	
Proposed FY 2021/22 Revenues		\$48,711,600

Expenditures:

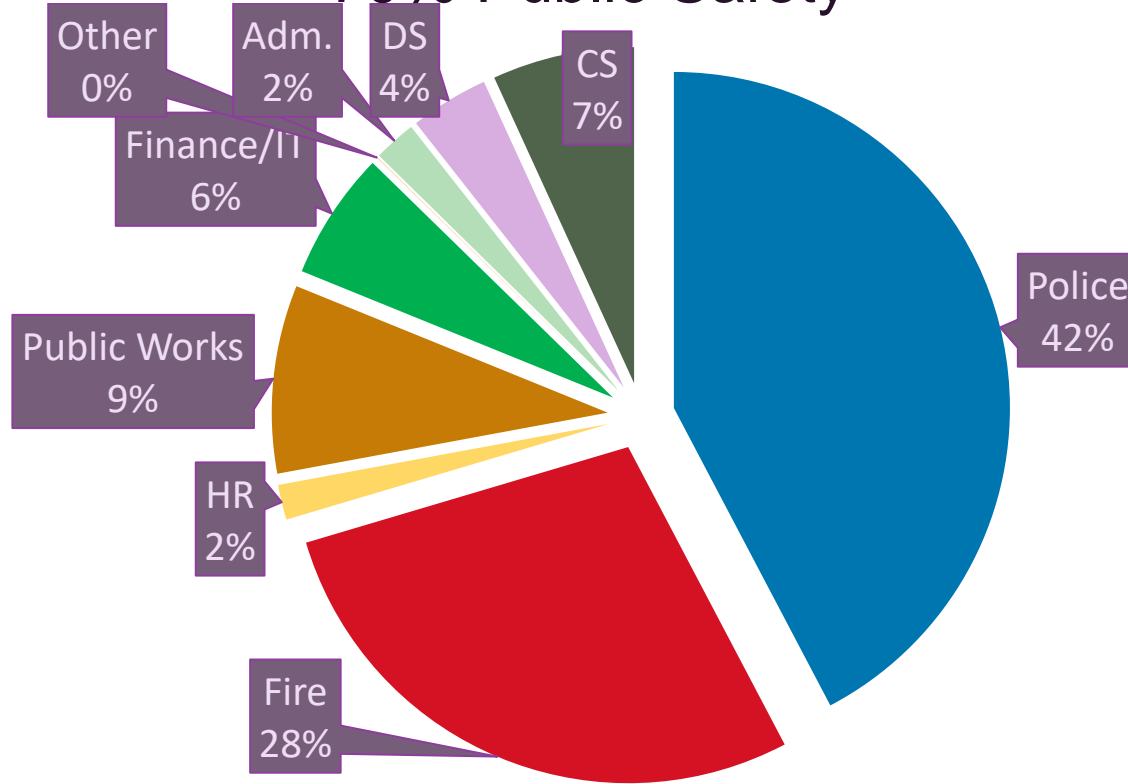
FY 20/21 Adopted Expenditures	\$45,020,000	
FY 21/22 Expenditure Increases	3,563,800	
Proposed FY 21/22 Expenditures		48,583,800
Structural Surplus		\$127,800

Budget Details



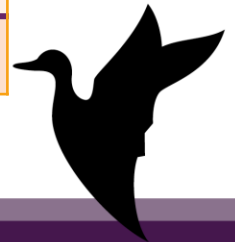
Yuba City Budget Allocations

70% Public Safety



Largest Revenue Changes

Sales Tax	\$4,335,800
Property Taxes	1,079,200
Interfund Transfers	512,900
Building Permits	200,000
Transfer Pension Stblizn.	(500,000)
Franchise Fees	(121,200)
Other Revenues	(19,200)
Net Increases in Revenues	\$5,487,500



Largest Expenditure Changes

Restore 2.5% Reductions	\$1,238,100
Personnel Changes	1,196,400
Other Payroll Changes	794,800
Reducing Vacancies Budget 50%	(1,220,700)
ISF Changes	292,200
MS&S Increase—Ongoing/Onetime	682,900
Other Expenditure Changes	580,100
Total Expenditure Changes	\$3,563,800



Capital Acquisition Requests-Technology

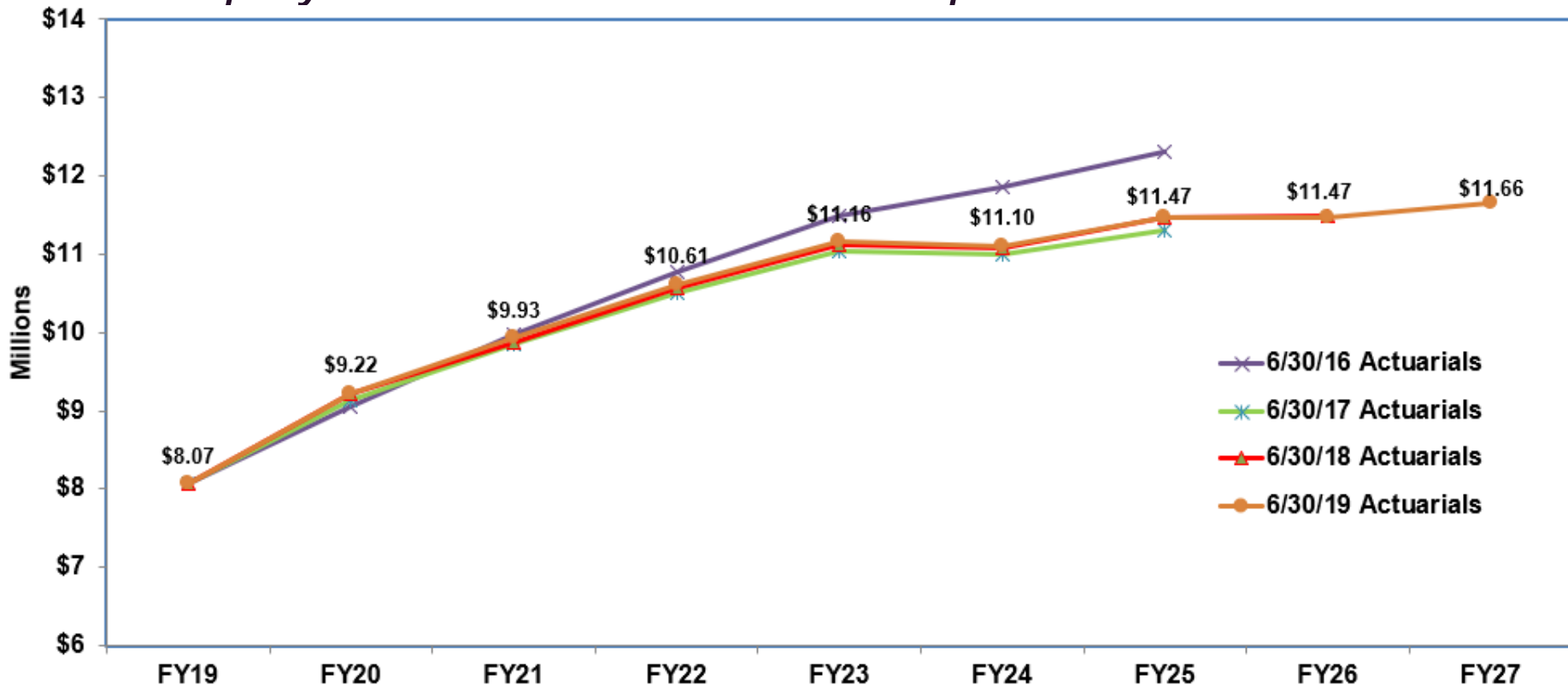
TECHNOLOGY REPLACEMENT FUND - 622

No.	Acct.	Division/ Program	Description of Acquisition	Replacement/ New Addition	Quantity	Cost
1	6630	Information Technology	Surveillance Video System - Corpyard	Replacement	1	60,000
2	6630	Information Technology	Surveillance Video System - Gauche Aquatic Park	Replacement	1	70,000
3	6630	Information Technology	Police Hand held/Patrol Car Radios	Replacement	8	42,800
Total Technology Replacement Fund						\$ 172,800



CalPERS Pension Expenses on the Rise

Employer Cost in total dollars—Updated for FY 20-21



Staff Recommendations

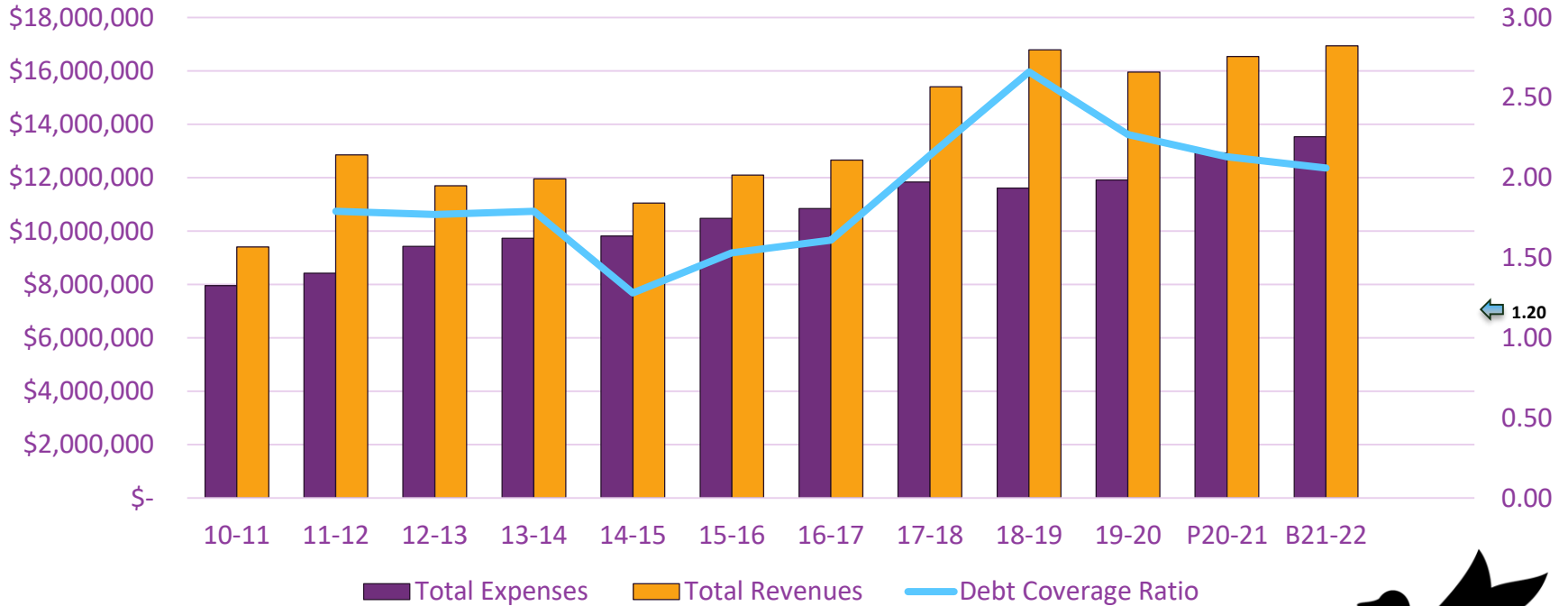
- Repay \$500k withdrawn from Pension Stabilization trust
- Make ADP to CalPERS, \$500k
- Enterprise Fleet Leasing of light vehicles
- Lease financing of heavy vehicles
- Evaluate property insurance options



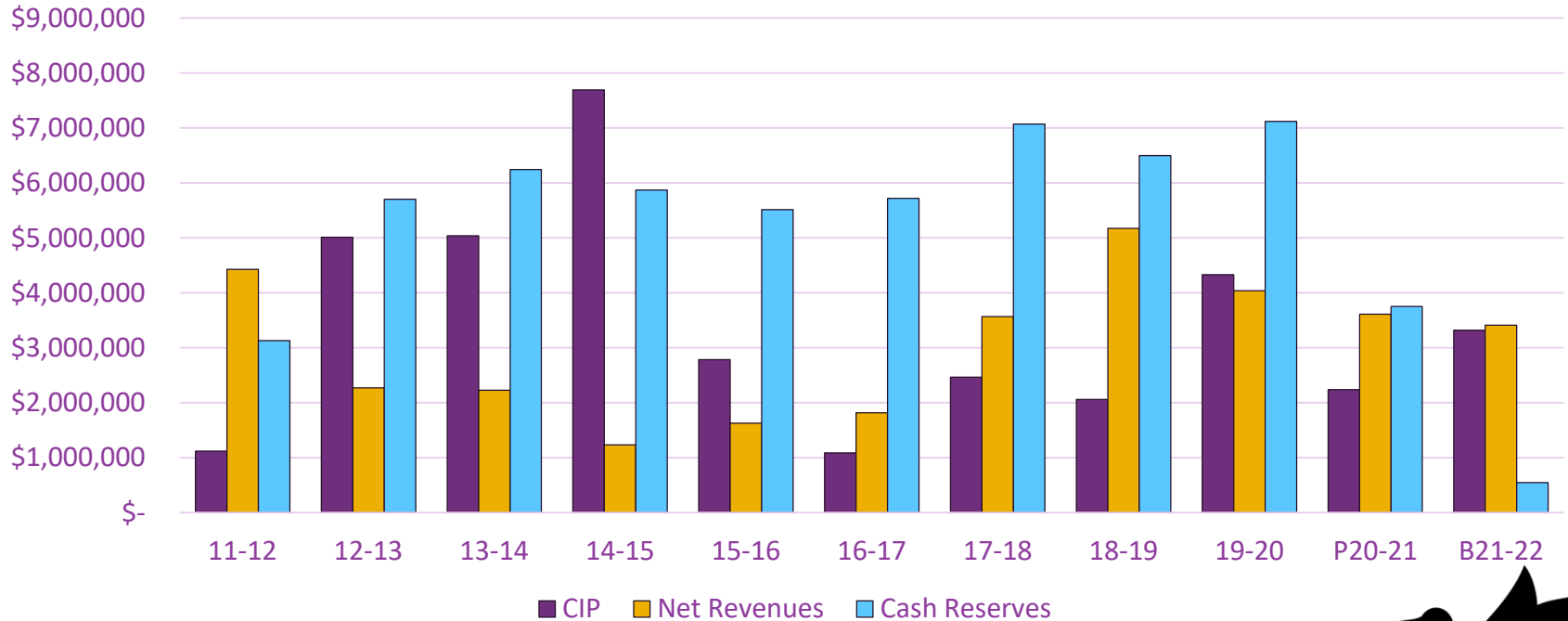
Enterprise Funds



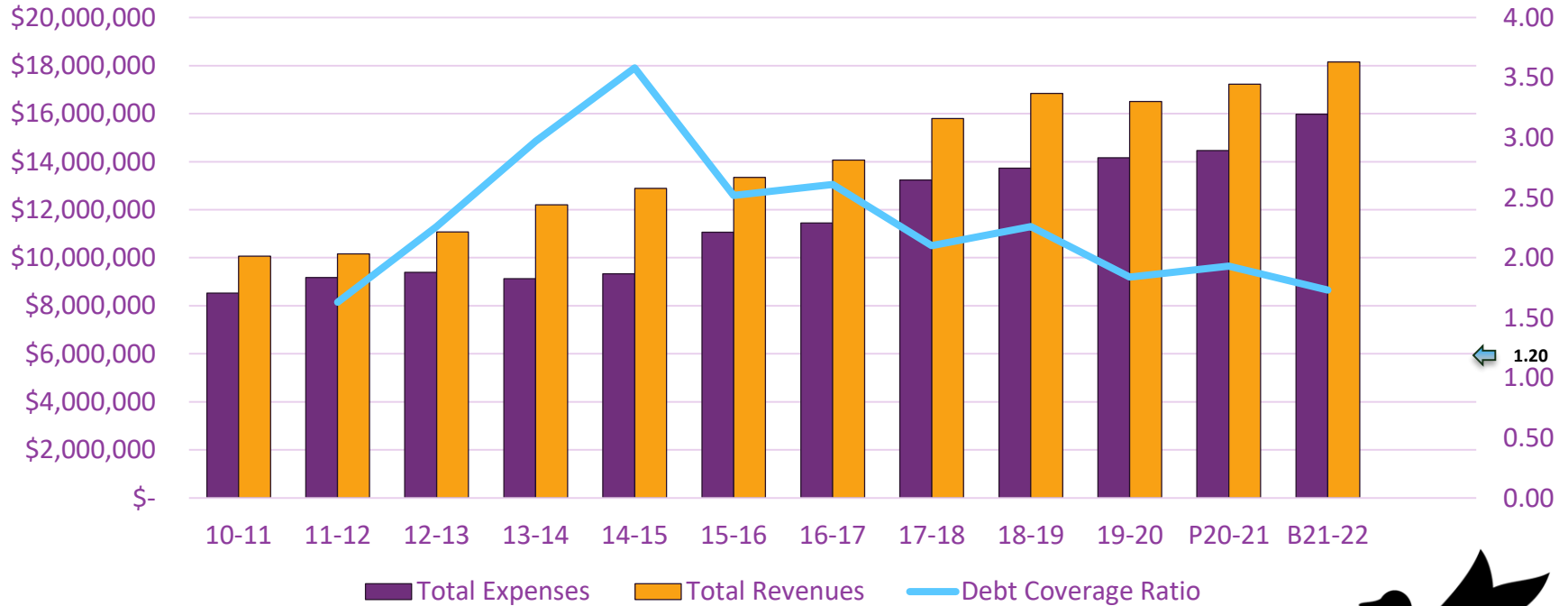
Water Revenues, Expenses & Debt Coverage



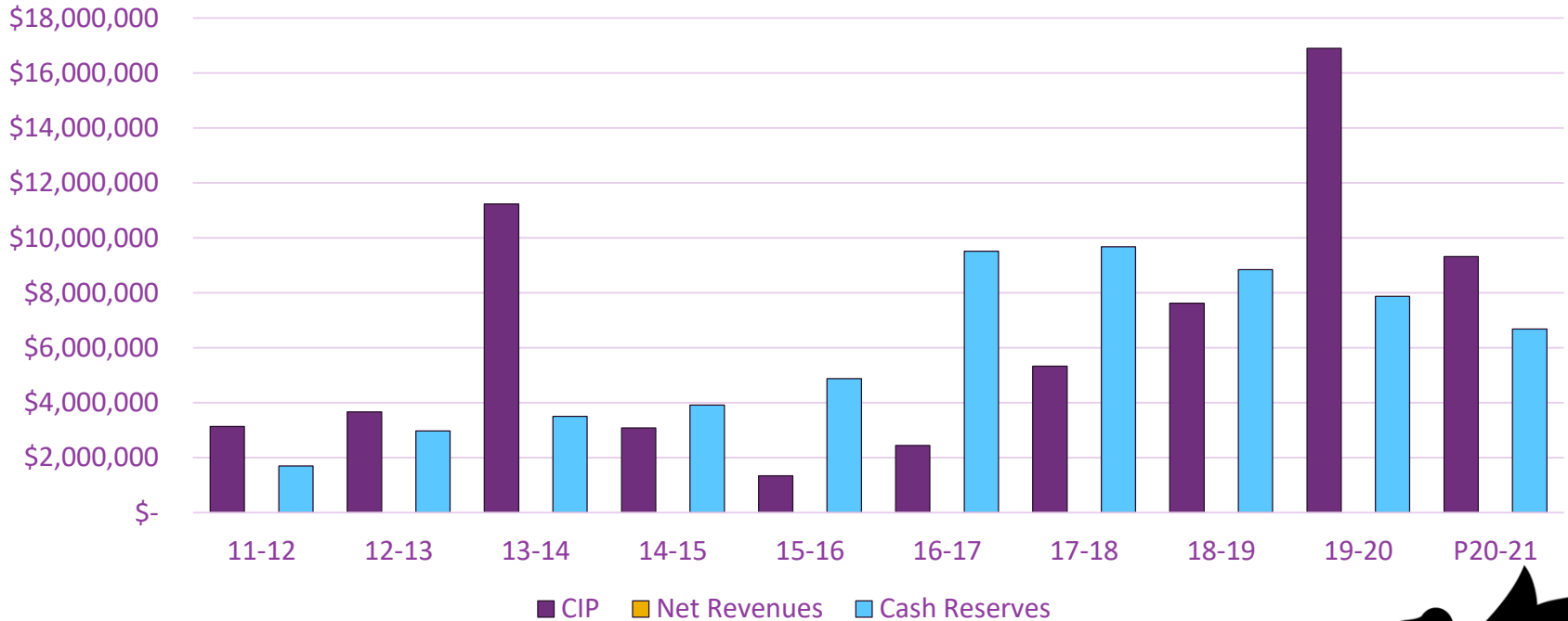
Water CIP, Cash Reserves & Net Revenues



Wastewater Revenues, Expenses & Debt Coverage



Wastewater CIP, Cash Reserves & Net Revenues



Capital Acquisition Requests-Maint./Vehicles

VEHICLE MAINTENANCE FUND - 619

No.	Acct.	Division/ Program	Description of Acquisition	Replacement/ New Addition	Quantity	Cost
1	6605	Fleet Maintenance	Vehicle Heavy Lift (DC MP-800-018)	Replacement	1	69,000
Total Vehicle Maintenance Fund						\$ 69,000

VEHICLE REPLACEMENT FUND - 620

No.	Acct.	Division/ Program	Description of Acquisition	Replacement/ New Addition	Quantity	Cost
1	7110	Water Distribution	1/2 Ton pick up (extended cab)	Replacement	1	30,000
2	7110	Water Distribution	F350 Utility Truck	Replacement	1	48,500
3	8110	Sewer Collection	Vac Con Sewer Jet	Replacement	1	500,000
4	8110	Sewer Collection	Freightliner 10-yard Dump Truck	Replacement	1	165,000
5	8120	Wastewater Treatment	F250 3/4 Ton pickup (4x4)	Replacement	1	37,000
6	8140	Wastewater Lab	1/2 Ton pick up (4x4 extended cab)	Replacement	1	30,000
Total Vehicle Replacement Fund						\$ 808,500



Capital Acquisition Requests-Equipment

WASTEWATER FUND - 518						
No.	Acct.	Division/ Program	Description of Acquisition	Replacement/ New Addition	Quantity	Cost
1	8140	Wastewater Lab	HACH Spectrophotometer	Replacement	1	7,500
2	8140	Wastewater Lab	Analytical Balance	Replacement	1	10,000
		Total Wastewater Fund				\$ 17,500



Capital Improvement Projects



CIP – Major Projects

- General Plan Update - \$500k
- Impr. to Bldgs./Grnds. - \$200k
- Harter Pkwy. Park - \$733k
- Fire Sta. Repair - \$220k
- Drainage Impr. - \$400k
- Bridge St. Widening - \$5.36MM
- Road Maint./Rehab. - \$1.11MM
- Sutter Bike Path - \$2.24MM



CIP – Major Projects, Cont'd

- 2nd Groundwater Well - \$1.5MM
- WTP Electrical/Instr. - \$500k
- Recurring WTP Imp. - \$500k
- Barry School Trans. - \$1.0MM
- Membrane Repl. – \$800k
- New Outfall Diffuser - \$550k
- Capitalization Fund - \$1.0MM
- Harter-Bridge Swr. - \$1.65MM



Recommendations

- A. Adopt a resolution approving the proposed FY 2021-2022 Operating Budget
- B. Adopt a resolution approving the FY 2021-2022 Capital Improvement Program.
- C. Adopt a resolution approving the City's Appropriations Limit for Fiscal Year 2021-2022



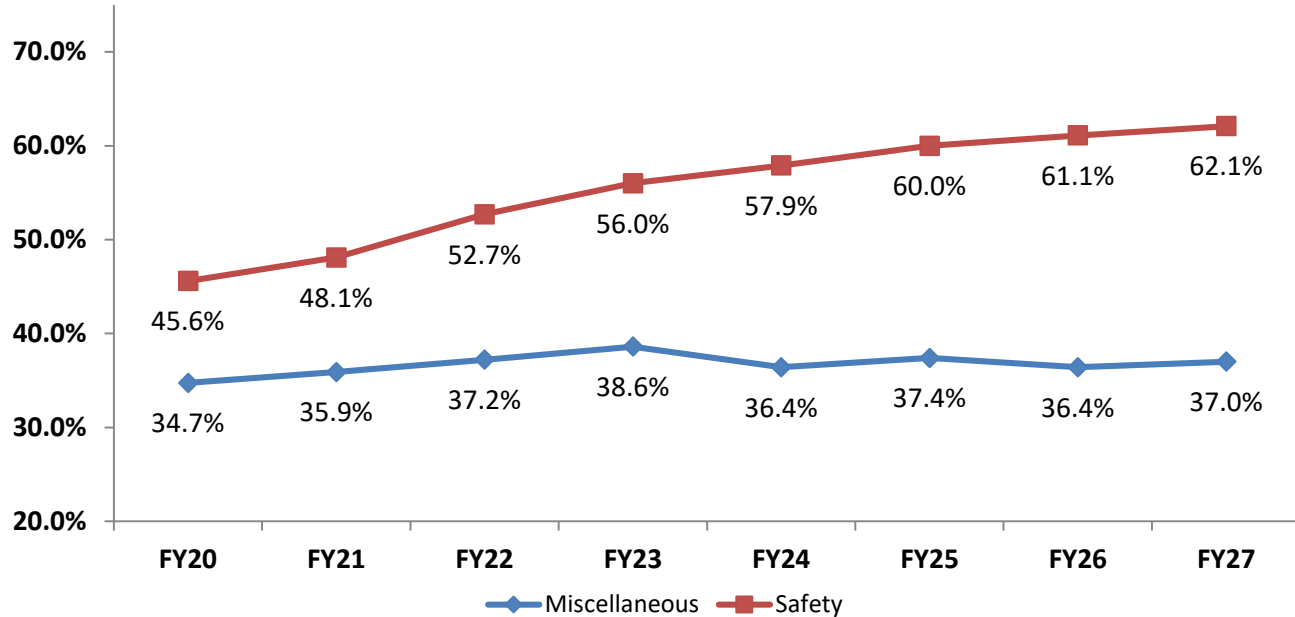
Questions?



CalPERS Pension Expenses on the Rise

Employer Cost as a Percentage of Payroll

The CalPERS employer contribution rate for Yuba City is projected to increase significantly through FY 2027.



Sources: CalPERS Miscellaneous, Safety Tier 1, 2, 3 & PEPRA Actuarial Valuation Reports dated June 30, 2019.
The Safety estimated rate is based on a composite rate of all tiers.



Ad Hoc Recommendations

- Reallocate pooled Prof. Development
- Set travel budgets for CM & Council
- Restore Fly the Mission budget for 1 yr.
- Create equipment replacement fund
- Restore Stroll contribution
- Clean up use of Prof. Services accounts
- Use internal service charges consistently



General Fund Reserves



Reserves & Discretionary Funds

Healthy Cities – 15% Required, FY 20-21	\$6,752,997
Healthy Cities – 15% Required, FY 21-22	\$7,287,570
Other Discretionary General Funds:	
Vehicle Replacement Fund, Projected	\$9,296,000
Pension Stabilization Fund, 3/31/21	2,806,500
Development Impact Fee Loans	1,592,000
General Fund CIP	3,817,000
Total	\$24,799,000

