Attachment 3

Sacramento Public Library Authority

Sacramento City Council Presentation
May 27, 2008

Fiscal Year 2008/09
Proposed Budget

Strategic Directions

- READING: Provide leadership on reading for children, teens and adults
- LEARNING: Integrate the Library with the formal and informal educational process
- COMMUNITY: Participate in the life of the community to improve the quality of life

Vision and Mission

- VISION: To be the best source of knowledge and information that enriches and empowers all people of our community.
- MISSION: To provide open access to diverse resources and ideas that inspire learning, promote reading, and enhance the community and quality of life.

Overview of Library Use

- Success of the Library in the Community is represented by
  - Continuing volume of reference questions addressed
  - Increasing visits to the libraries
  - Increasing Circulation
  - Dramatically higher program use

Reference Questions

	FY 2006/07	FY 2007/08	% Diff.
SPL Total	**470,535**	**491,036**	**4.4%**
City Total	**245,973**	**243,321**	**(1.1%)**
Central	115,791	102,297	(11.7%)
Colonial Heights	23,179	12,766	(44.9%)
Belle Cooledge	28,951	32,682	12.9%
Del Paso Heights	7,046	11,362	61.3%
Martin Luther King Jr.	25,272	26,091	3.2%
McClatchy	2,535	3,042	20.0%
McKinley	8,658	11,869	37.1%
North Natomas	6,097	8,827	44.8%
North Sacramento	5,525	13,390	142.4%
South Natomas	16,445	14,235	(13.4%)
Valley Hi-N. Laguna	6,474	6,760	4.4%

Visits

	FY 2006/07	FY 2007/08	% Diff.
SPL Total	**3,026,634**	**3,049,098**	**0.7%**
City Total	**1,194,713**	**1,432,795**	**19.9%**
Central	412,789	500,656	21.3%
Colonial Heights	94,055	77,961	(17.1%)
Belle Cooledge	128,362	131,443	2.4%
Del Paso Heights	27,846 *	80,860	190.4%
Martin Luther King Jr.	195,208	176,943	(9.4%)
McClatchy	23,491	27,508	17.1%
McKinley	49,998	55,276	10.6%
North Natomas	37,817	40,417	6.9%
North Sacramento	31,473	39,637	25.9%
South Natomas	134,264	237,302	76.7%
Valley Hi-N. Laguna	59,410	64,792	9.1%

* Incomplete data for Del Paso Heights in 2006/07

Circulation

Year to Date Comparison as of April

	FY 2006/07	FY 2007/08	% Diff.
SPL Total	**5,049,572**	**5,625,404**	**11.4%**
City Total	**1,475,235**	**1,638,599**	**11.1%**
Central	270,500	325,789	20.4%
Colonial Heights	140,588	161,736	15.0%
Belle Cooledge	329,668	341,692	3.6%
Del Paso Heights	58,474	42,567	(27.2%)
Martin Luther King Jr.	120,298	127,731	6.2%
McClatchy	53,227	67,444	26.7%
McKinley	106,291	114,162	7.4%
North Natomas	63,690	81,908	28.6%
North Sacramento	46,250	44,185	(4.5%)
South Natomas	199,729	225,548	12.9%
Valley Hi-N. Laguna	86,520	105,837	22.3%

Program Attendance

Year to Date Comparison as of April

	FY 2006/07	FY 2007/08	% Diff.
SPL Total	**61,328**	**76,645**	**25.0%**
City Total	**15,227**	**30,864**	**102.7%**
Central	1,095	11,995	995.4%
Colonial Heights	473	811	71.5%
Belle Cooledge	2,804	3,627	29.4%
Del Paso Heights	360	589	63.6%
Martin Luther King Jr.	2,572	3,080	19.8%
McClatchy	1,035	1,318	27.3%
McKinley	2,654	3,483	31.2%
North Natomas	904	1,736	92.0%
North Sacramento	395	545	38.0%
South Natomas	2,595	3,390	30.6%
Valley Hi-N. Laguna	340	290	(14.7%)

FY2008/09 Budget Summary

SACRAMENTO PUBLIC LIBRARY AUTHORITY
BUDGET SUMMARY
FISCAL YEAR 2008/09

	Mid-Year Amended Budget FY 2007/08	BUDGET FY 2008-09	CHANGE	
Total Revenues, all sources	$ 36,836,016	$ 35,938,600	($897,416)	-2.4%
Salaries and Benefits	$23,467,558	$24,598,624	$1,131,066	4.8%
Services and Supplies	$8,007,266	$7,126,116	($881,150)	-11.0%
Materials/Books	$2,940,649	$2,746,506	($194,143)	-6.6%
Capital Projects	$1,816,603	$1,064,456	($752,147)	-41.4%
TOTAL	**$36,232,076**	**$35,535,702**	**($696,374)**	**-1.9%**
Net Surplus for the Year	$603,940	$402,898	($201,042)	-33.3%

Budget Summary FY 08/09

	COUNTY/ CITIES	SAC CITY GENERAL	SAC CITY SPECIAL TAX	TOTAL
Revenue	$21,148,954	9,560,746	4,372,900	$35,082,600
COSTS				
Salaries & Benefits	8,429,199	5,238,473	1,513,156	15,180,828
Services & Supplies	1,591,266	1,306,837	370,724	3,268,827
Materials/Books	1,823,945	218,347	687,054	2,729,346
Capital Projects	439,273	167,965	49,763	657,001
Shared Cost Distribution	8,285,159	2,886,078	1,672,464	12,843,701
TOTAL	$20,568,842	9,817,700	4,293,161	$34,679,703
Net Change	$580,112	(256,954)	79,739	$402,898

Revenue Summary

FUND	FY 2007/08	FY 2008/09	DIFFERENCE
Sac City General	$10,339,521	$9,560,746	$(778,775)
Sac City Special Tax	$4,272,900	$4,372,900	$100,000
TOTAL	$14,612,421	$13,933,646	$(678,775)

Sac City General Contributions – FY 08/09

FY 03/04	FY 04/05	FY 05/06	FY 06/07	FY 07/08	FY 08/09
$7,437,490	$7,997,100	$8,086,100	$8,868,100	$9,365,600	$8,644,831
	7.52%	1.11%	9.67%	5.61%	-7.70%

Summary of General Fund Contribution Determination

FY 2007/08 Contribution	$	9,481,100
Calculated Reduction FY 2008/09		(836,269)
Increase for New Valley Hi N. Laguna		59,754
Net Change in Contribution		(776,515)
Total Contribution FY 2008/09		8,704,585

Note: SPLA will recognize the Valley Hi North Laguna revenue and expense in SPLA's September Final Budget

Total Funding Issue
SPLA City General Fund

Calculated Reduction FY 2008/09	$	836,269
Calculated Increase - Salaries & Benefits		400,000
Total amount to reduce expenses	$	1,236,269

Strategy to Reduce Expenses

- Freeze 15 positions (13.0 FTE's)
  - Estimated savings - $940,000
- Reduce service by 1 day per week at 5 City of Sacramento branches
  - Colonial Heights
  - Cooledge
  - Martin Luther King, Jr.
  - North Natomas
  - South Natomas

Positions by Branch Location

Frozen Position Titles	Colonial Heights	Cooledge	Martin Luther King	North Natomas	South Natomas	City Central
Supervisor Lib 3						1
Librarian Full-time	2	1	1	1	2	1
Librarian Part-time						1
Library Service Assistant FT		2				
Library Service Assistant PT		1	1		1	
Total Positions	2	4	2	1	3	3
Grand Total						**15**

Service Reduction Perspective

	Planned Service (Days)	Reduction (Days)	Revised Service (Days)	Reduction %
System-wide	7,747	(240)	7,507	-3.1%
City Branches Only	3,219	(240)	2,979	-7.5%

Staffing – FTE's

FUND	Approved FY 07/08 FTE	Proposed FY 08/09 FTE	Prop. FY 08/09 w/o Frozen Positions
Shared Cost	107.0	109.5	104.5
County	104.5	105.0	105.0
City	69.75	69.75	56.75
City Special Tax	24.0	24.0	24.0
TOTAL	305.25	308.25	**290.25**

Note: Shared Fund includes 5 FTE's and City Fund includes 13.0 FTE's approved, but unfunded. These are the positions "frozen" in the FY 08/09 Proposed Budget.

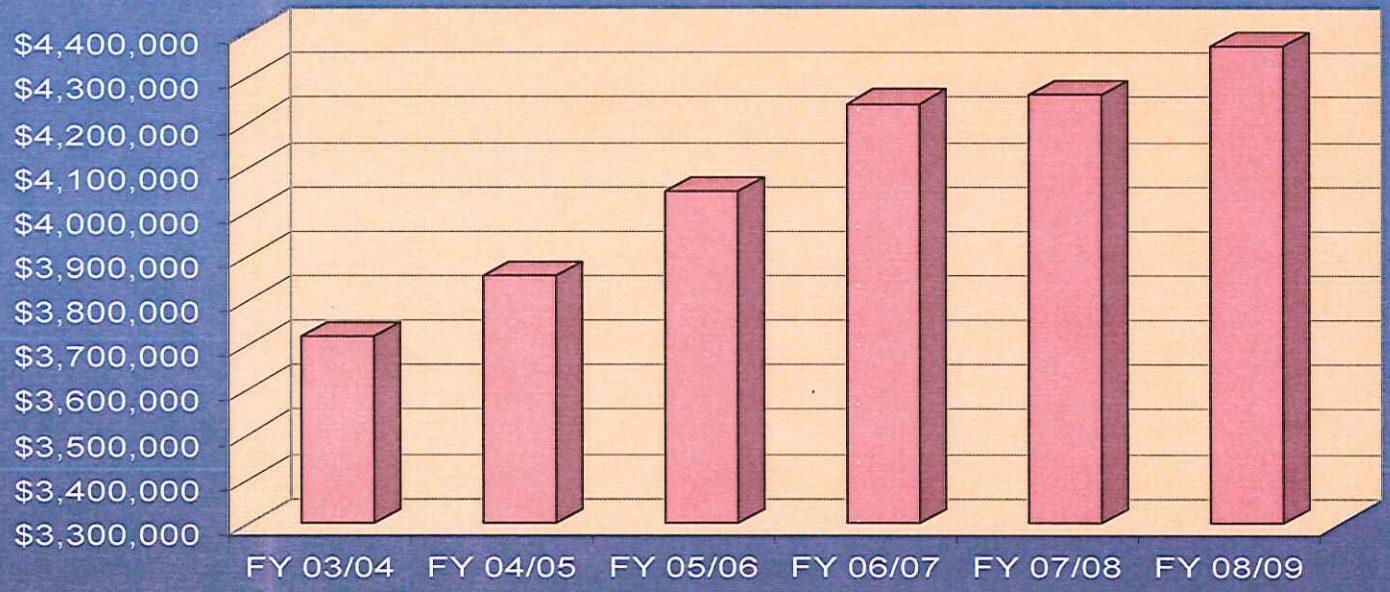
Additional Budget Reduction Actions

- Freezing 5 FTE's in the Shared Fund
- Reducing Discretionary Expenditures
  - Reduced Consultants/Outside Services
  - Reduced Advertising
  - Reduced Conference Attendance/ Travel/Training

SAC CITY SPECIAL TAX - FY 08/09

- $4,370,400 FY 08/09 Budget Estimate
- Increase of $107,500 over FY 07/08 ($4.263M)
- +2.5% increase from FY 07/08 Budget

Sac City Special Tax – FY 08/09



FY 03/04	FY 04/05	FY 05/06	FY 06/07	FY 07/08	FY 08/09
$3,721,636	$3,858,042	$4,046,535	$4,242,636	$4,203,900	$4,370,400
	3.67%	4.89%	4.85%	-0.91%	3.96%

STATE FUNDS

- PLF: $450,000
  - -10% decrease from FY 07/08 Budget ($501,000)
- TBR: $180,300
  - -14.1% decrease for FY 08 Budget (210,000)

Budget Summary FY 08/09

	SAC CITY GENERAL	SAC CITY SPECIAL TAX	TOTAL
Revenue	9,560,746	4,372,900	$13,933,646
COSTS			
Salaries & Benefits	5,238,473	1,513,156	6,751,629
Services & Supplies	1,306,837	370,724	1,677,561
Materials/Books	218,347	687,054	905,401
Capital Projects	167,965	49,763	217,728
Shared Cost Distribution	2,886,078	1,672,464	4,558,542
TOTAL	9,817,700	4,293,161	$14,110,861
Net Change	(256,954)	79,739	($177,215)

Reserved for Economic Uncertainty

FUND	Reserved FY 2007/08	Revenues FY 2008/09	5% of Revenue Budget	10% of Revenue Budget	Over (Under) Reserved
Shared Cost	$0	$0	$0	$0	$0
County/Cities	$1,049,141	$21,148,954	$1,057,448	$2,114,895	$0
Sac City General	$527,938	$9,560,746	$478,037	$956,075	$0
Sac City Special Tax	$210,695	$4,372,900	$218,645	$437,290	$0
Total	**$1,787,774**	**$35,082,600**	**$1,754,130**	**$3,508,260**	**$0**

Estimated Undesignated Fund Balance (not including reserves)

SACRAMENTO PUBLIC LIBRARY AUTHORITY
UNDESIGNATED FUND BALANCE CHANGES
FOR FISCAL YEAR 2008/09

	Shared Fund	County/ Cities Fund	Sac City Fund	Sac City Special Tax Fund	Total
Estimated Beginning Fund Balance: Undesignated	$0	11,342,553	1,497,962	1,981,355	$14,821,870
Net Change to Undesignated Fund Balance	$0	$502,587	($256,954)	$79,739	$325,372
Estimated Ending Fund Balance: Undesignated	**$0**	**$11,845,140**	**$1,241,008**	**$2,061,094**	**$15,147,242**

Per Capita Funding

COUNTY/CITIES Per Capita Funding	FY 2000	FY 2007/08	FY 2008/09	% Change
Population	760,300	867,930	876,082	15.2%
Property Tax Revenues	$10,903,000	$20,099,958	$20,450,000	87.6%
Revenue Per Capita	**$14.34**	**$23.16**	**$23.34**	**62.8%**

CITY OF SACRAMENTO Per Capita Funding	FY 2000	FY 2007/08	FY 2008/09	% Change
Population	405,963	466,981	475,743	17.2%
Sac City General Fund Revenues	$6,500,000	$9,365,600	$8,644,600	33.0%
Sac City General Fund Revenue per Capita	**$16.01**	**$20.06**	**$18.17**	**13.5%**
Sac City Special Tax Revenues	$3,268,499	$4,262,900	$4,370,400	33.7%
Sac City Special Tax Revenue per Capita	**$8.05**	**$9.13**	**$9.19**	**14.1%**
Total Revenues	**$9,768,499**	**$13,628,500**	**$13,015,000**	**33.2%**
TOTAL Revenue per Capita	$24.06	$29.18	$27.36	13.7%