

May 17, 2011



AGENDA

- * Budget Information
- * Convention Culture and Leisure
- * Community Development
- * Police (evening)

Supplemental Budget Information Log

Item	Question	Meeting	District	Status
1	List of revenue options?	5/3	6	6/2 Budget Hearing
2	Can we develop a website where community can get budget information, ask questions, and make recommendations?	5/3	5	Delivered 5/12
3	Identify the components of the \$20m labor increase?	5/3	1	5/17 Budget Hearing
4	What would the budget look like if we didn't cut public safety?	5/3	6	5/17 Budget Hearing
5	What is the break out of the \$222.1m discretionary GF by department: \$ and %?	5/3	6	5/17 Budget Hearing
6	Prior four year reductions by departments \$ and FTE?	5/3	6	5/17 Budget Hearing
7	How many of 250 FTE are vacant?	5/3	8	5/17 Budget Hearing
8	How to better describe how we get to \$222.1?	5/3	1	5/17 Budget Hearing
9	How to show value of union concession over time?	5/3	1	5/17 Budget Hearing
10	Economic development opportunities to grow our revenues?	5/3	Mayor	5/24 Budget Hearing
11	How to and how long to get to beyond a 10% reserve?	5/3	Mayor	5/17 Budget Hearing
12	Over last 4 years how much cut and how has that impacted jobs growth?	5/3	Mayor	5/24 Budget Hearing
13	What is oversight and consequences on overspending?	5/3	Mayor	6/2 Budget Hearing
14	Are there efficiencies and/or consolidations that could provide additional savings?	5/3	Mayor	6/2 Budget Hearing
15	Are there savings if we were to close the Public Safety Center on Freeport Blvd and consolidate staffing at other City facilities?	5/3	1, 6,7	TBD
16	Why can't we change cost allocation to save PS?	5/3	1	5/17 Budget Hearing

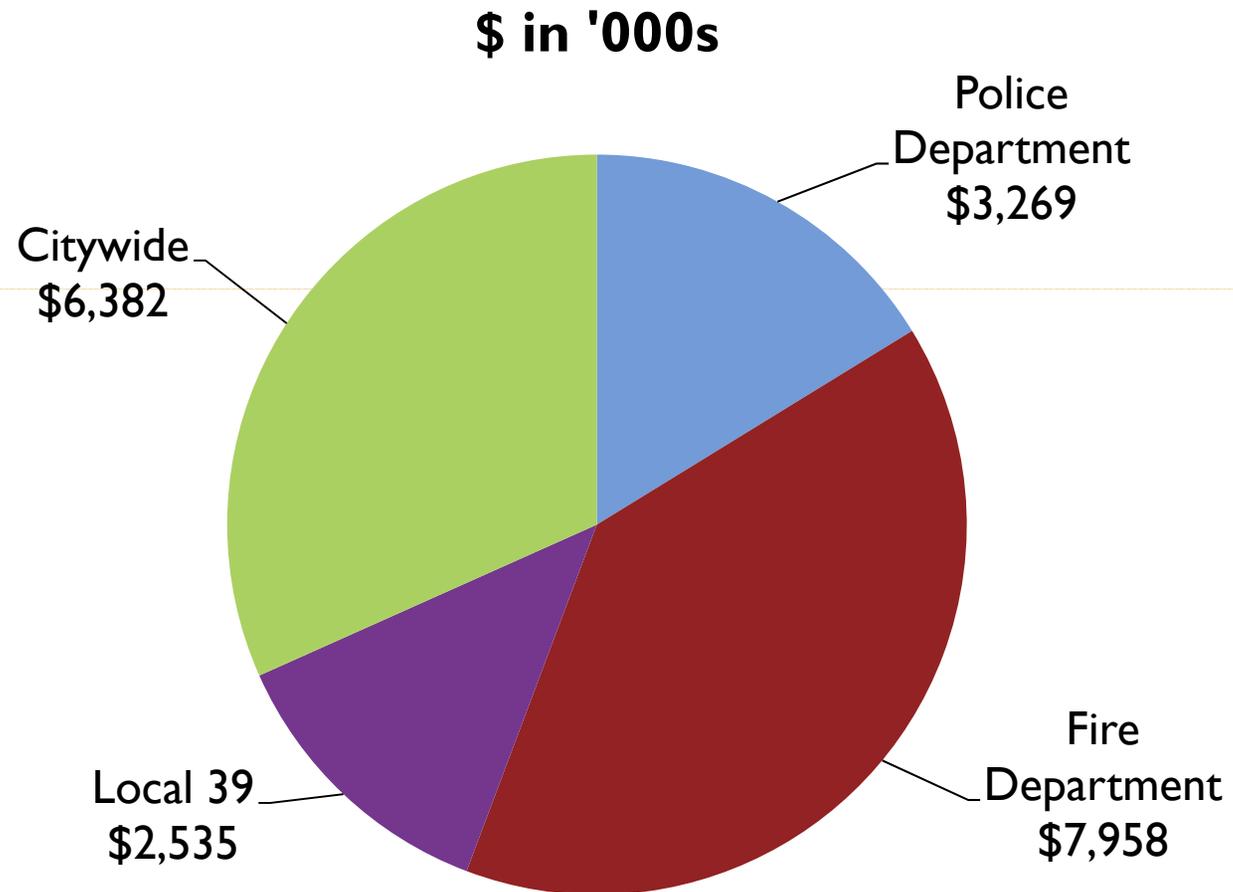
SBI 3: \$20m Increase in Labor

(\$ in 000s)	<u>FY2010/11</u>	<u>FY2011/12</u>	<u>Deficit</u>
Revenues	362,787	353,526	(9,261)
Labor	342,056	362,200	(20,144)
Service and Supplies	92,551	97,924	(5,373)
Capital Improvement Program	69	4,290	(4,221)
			(38,999)

SBI 3: \$20 M Increase in Labor

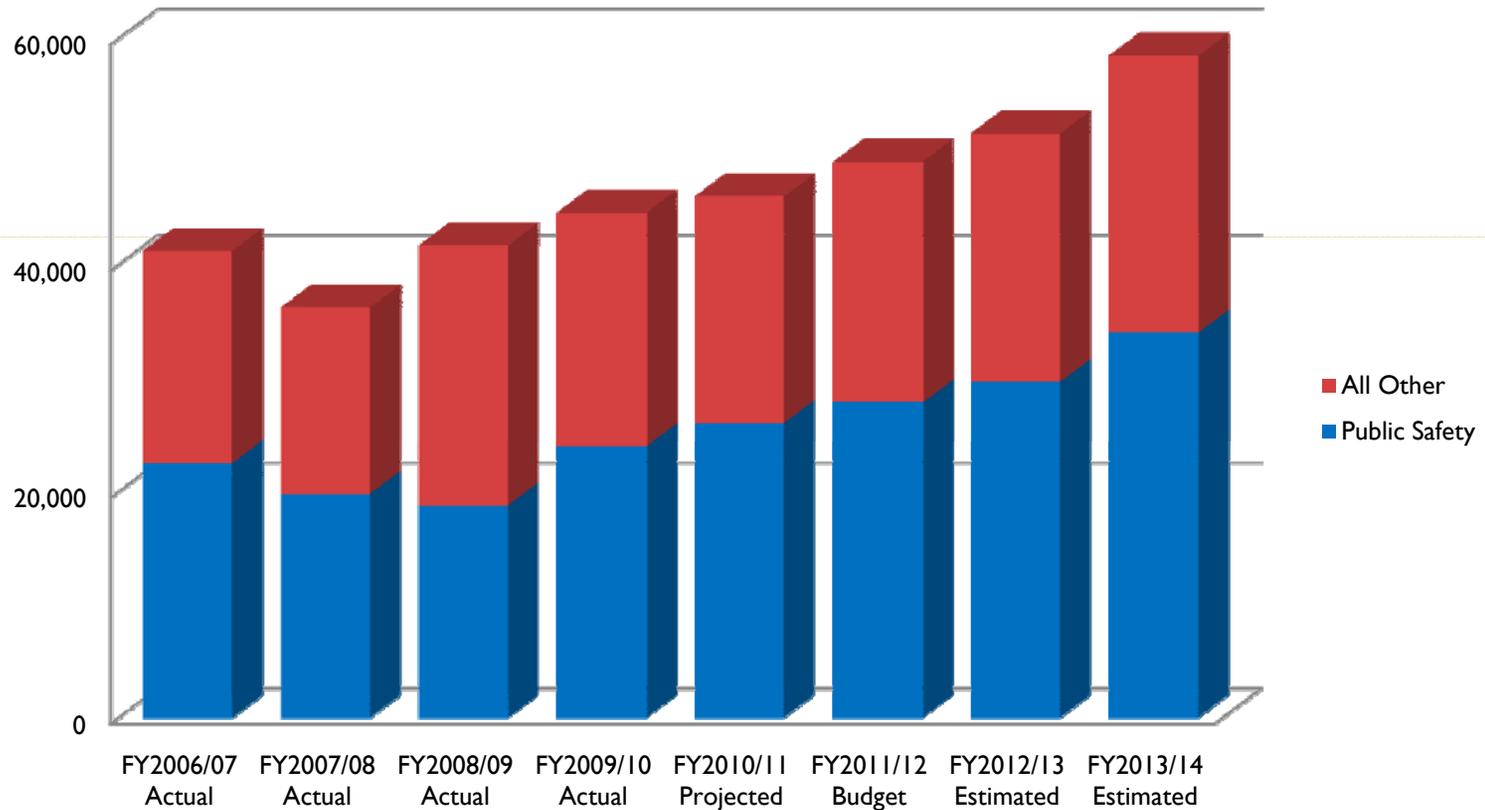
Police Department Impact (\$3,269)	(\$'s in 000's)
PD FY12 Full Cost of FY11 10 FTE	500
PD FY12 Full cost of FY11 MY Cola	810
PD FY12 .5% Cola	459
PD FY12 20 FTE (10 @ 12 mo/10 @ 6 mo)	1,500
Fire Department Impact (\$7,958)	
Fire Potential Labor Overrun	500
Fire Station 43	2,200
Fire FY12 Expired Concessions	1,898
Fire FY11 Brownout Buyback	3,200
Fire FY12 Cola on Brownout Buyback	160
Local 39 Impact (\$2,535)	
L39 FY11 Restoration of Budgeted Concessions Not Achieved	2,535
Citywide Impacts (\$6,382)	
Citywide FY12 Finance Collectors	121
Citywide FY12 CRCIP	105
Citywide Unrepresented Furlough	2,200
Citywide Other Unions FY12 Cola Growth	113
Citywide SCERS/Retiree Medical	362
Citywide Other Adjustments	218
Citywide FY12 Misc Pers 1% inc	1,050
Citywide FY11 Midyear One-time Funding	2,213
FY2011/12 General Fund Labor Growth	\$ 20,144

SBI 3: \$20 M Increase in Labor



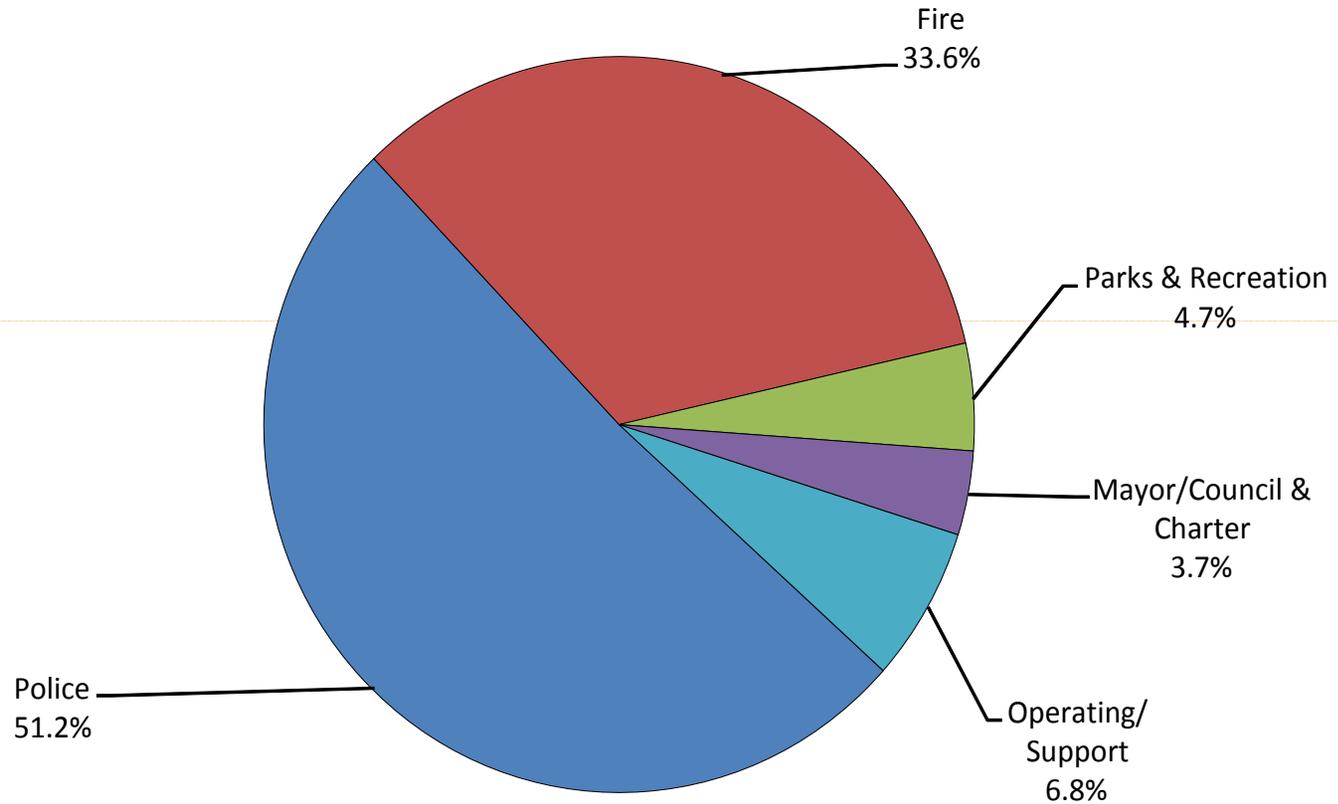
City PERS Contributions FY07-FY14

Annual Employer Paid PERS Contribution
(\$ in 000)



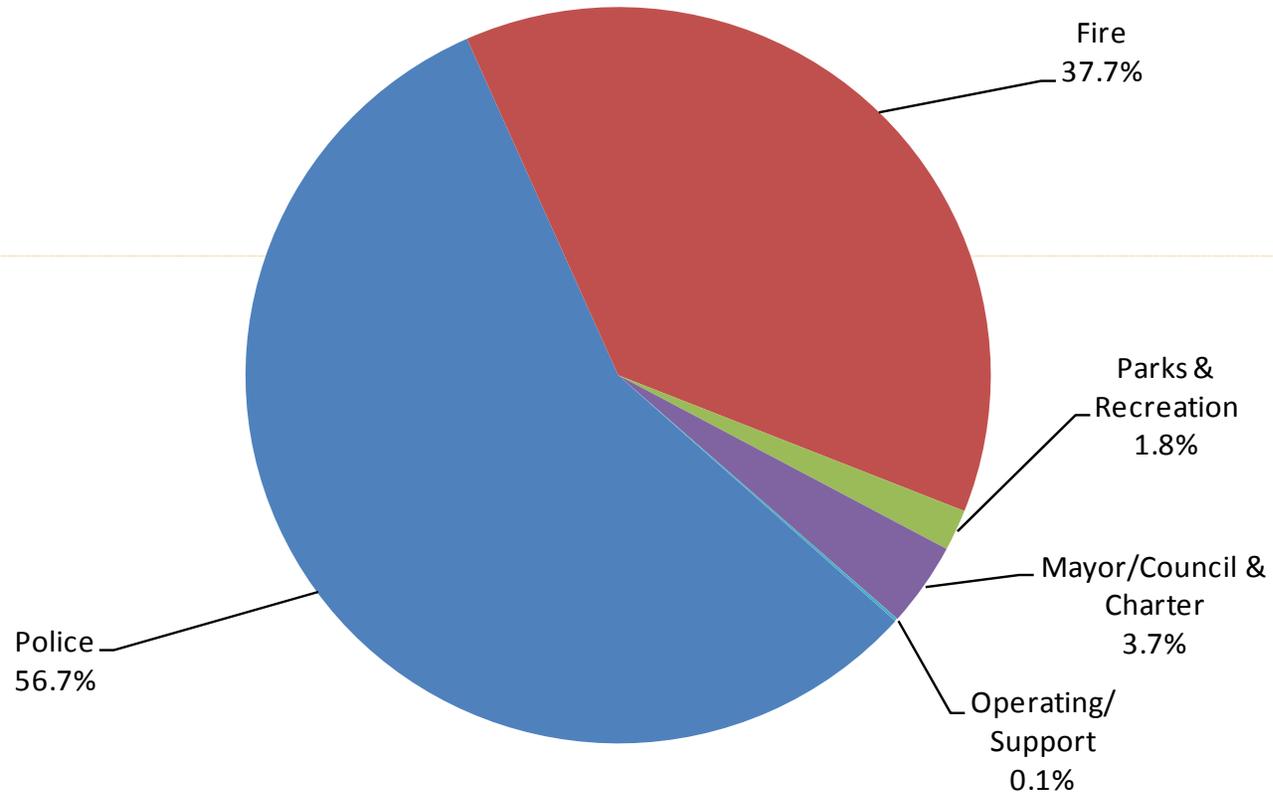
Note: These figures do not include the Employer Paid Member Contribution (EPMC) amounts.

SBI 5: Discretionary General Fund



FY 2011/12 Net Discretionary General Fund: \$222.1 million

SBI 4: Impact of No Public Safety Cuts



FY2011/12 Net General Fund with No Reductions to Public Safety

SBI 6: Prior Year Reductions

Fiscal Year	Department Reduction		Deficit
2007/08	\$	-	\$ 29,000,000
2008/09	\$	32,103,455	\$ 58,000,000
2009/10	\$	39,410,467	\$ 50,000,000
2010/11	\$	20,790,752	\$ 43,000,000
2011/12	\$	29,053,817	\$ 39,000,000
Total	\$	121,358,491	\$ 219,000,000

SBI 6: Prior Year Reductions

FY2007/08 - FY2011/12 Net General Fund \$ Change				
Department	3 Year Cumulative \$ Change	FY2011/12 Proposed \$ Reductions	Total \$ Reductions	% Reduction in \$
Mayor/Council & Charter:	(4,448,706)	(125,000)	(4,573,706)	-38%
Parks & Recreation:	(16,426,585)	(1,786,800)	(18,213,385)	-61%
Fire	(10,640,433)	(9,108,000)	(19,748,433)	-27%
Police	(23,399,349)	(12,197,000)	(35,596,349)	-28%
Public Safety:	(34,039,782)	(21,305,000)	(55,344,782)	-28%
Community Development	(10,149,341)	(1,329,117)	(11,478,458)	-87%
Convention, Culture & Leisure	(2,654,860)	(293,565)	(2,948,425)	-69%
Economic Development ²	(1,227,290)	(707,406)	(1,934,696)	
Finance	(3,523,712)	(592,000)	(4,115,712)	-66%
General Services	(8,963,069)	(1,547,471)	(10,510,540)	-73%
Human Resources	(2,096,965)	(240,000)	(2,336,965)	-57%
Information Technology	(3,333,969)	(647,000)	(3,980,969)	-44%
Transportation ²	(5,440,396)	(480,458)	(5,920,854)	
Operating/Support:	(37,389,602)	(5,837,017)	(43,226,619)	-66%
Totals:	(92,304,675)	(29,053,817)	(121,358,492)	

¹ Mayor/Council, CAO, CTO and Clerk reductions TBD. Placeholder reduction of -\$830,500 included in Non-Department.

² Treasurer, Economic Development and Transportation are Positive to the GF and % Reductions skew overall reductions.

SBI 6: Prior Year Reductions

Department	Change in Budget	% Change
	(000's)	
Mayor/Council	(\$125)	-4%
Charter Offices	(\$3,607)	-24%
General Govt	(\$15,976)	-50%
Dev/Ec Dev	(\$10,849)	-86%
CC&L	(\$1,128)	-26%
Parks	(\$19,325)	-65%
Transportation	(\$8,377)	670%
Police	(\$12,701)	-10%
Fire	\$1,634	2%
Total	(\$70,454)	-24%

SBI 6: Prior Year Reductions

Department	Change in FTE	% Change
Mayor/Council	6.50	21.7%
Charter Offices	(23.00)	-22.8%
General Govt	(143.50)	-32.5%
Dev/Ec Dev	(206.50)	-48.4%
CC&L	(19.43)	-16.5%
Parks	(299.03)	-50.7%
Transportation	(28.45)	-8.0%
Police	(371.90)	-29.2%
Fire	(91.00)	-13.9%
Total	(1,176.31)	-28.9%

Updated FY2011/12 FTE Reductions

FY2011/12 FTE Reductions

General Fund	
\$39 million reductions	-250.9
PD grant funded positions (COPS Grant)	-35.00
Additional FTE Fire (Station 43)	15.00
Additional FTE Finance (Delinquent Collections)	2.00
Additional FTE Count (Position Reallocations)	3.00
Parks FY11 one-time positions	-26.82
DGS GF to Fleet	-2.00
Total Proposed Budget General Fund	-294.72
Other Funds	
Fleet (Contract paint/body, PD ready line)	-13.00
Total Proposed Budget All Funds	-307.72
Additional Reductions	
Golf Maintenance ¹	-58.36
Parks Additional Program Reductions ²	-25.95
Total Reductions All Funds with Midyear	-392.03

¹ FTE will be adjusted at midyear if/when contract terms are finalized.

² START, 4th R, Cover the Kids and Recreation fee revenue shortfall.

SBI 8: How to Calculate Net General Fund

Calculation of FY2011/12 Discretionary General Funds

\$ in millions

Citywide Proposed Budget All Funds	812.1
Enterprise/All Other Funds CIP	(50.7)
Enterprise/All Other Funds Operating	(399.3)
Operating Budget General Fund	362.1
Debt Service/Non-Department	(70.2)
Department Revenue	(66.5)
General Fund CIP	(3.3)
FY2011/12 Discretionary General Fund	222.1

SBI 8: Net General Fund – Non Departmental Deduction

FY2011/12 Proposed General Fund Non-Department Budget

\$ in 000s

General & Auto Liability Insurance	9,732	21.19%
Contribution to SCERS	7,671	16.70%
OPEB (Retiree Medical)	7,343	15.99%
Sacramento Public Library	7,130	15.52%
County Charges	5,260	11.45%
Base Labor Adjustments	2,855	6.22%
TOT Partner Contributions	1,076	2.34%
Administrative Contingency	1,000	2.18%
Language Line Service/Detox	780	1.70%
Other Program Support/Miscellaneous	667	1.45%
Muni Services (Sales Tax Consultant)	650	1.42%
Council Discretionary Accts	495	1.08%
Bank Fees	345	0.75%
Campaign Finance Reform	300	0.65%
League of Cities/LAFCO/US Conf. of Mayors	280	0.61%
Facility Leases	225	0.49%
UUT Rebate	125	0.27%
	45,934	100%

SBI 9: Value of Labor Concessions

Savings / Costs by Union¹

FY2008/09 (earliest labor savings) - FY2015/16 (end of GF 5 year model)

Unions	FY09	FY10	FY11	FY12	FY13	FY14	FY15	FY16	Agreement Savings/ Costs ²
Auto Marine & Spec. Painters	-	150	(150)	(134)	(90)	152	152	152	233
Intl Assoc Machinist&Aerospce	-	(626)	(565)	(407)	(142)	642	642	642	185
Plumbers & Pipefitters	-	1,850	(1,850)	(1,850)	(1,850)	1,850	1,850	1,850	1,850
SAC Fire Fighters	-	(4,300)	(4,300)	(691)	4,322	4,344	4,344	4,344	8,062
SAC Police Officers Association ³	-	(6,734)	(4,966)	(3,616)	4,932	6,835	6,835	6,835	10,121
SAC-Sierra Bldg Trades & Counc	-	(799)	(707)	(507)	(236)	819	819	819	208
Stationary Engineers Local 39	-	3,800	(3,800)	(3,800)	3,800	3,800	3,800	3,800	11,400
Western Council of Engineers	-	(646)	(580)	(435)	(106)	662	662	662	219
Subtotal Represented Groups:	-	(7,305)	(16,918)	(11,440)	10,630	19,104	19,104	19,104	32,278
Subtotal Unrepresented Groups:	(1,500)	(3,000)	(2,924)	-	-	-	-	-	(7,424)
Total Savings / Costs:	(1,500)	(10,305)	(22,766)	(14,353)	10,630	19,104	19,104	19,104	24,854

1 - Assumes no future COLA's outside of the term of the existing agreements

2 - Cost savings for represented groups based on savings calculations included in adoption reports from each labor agreement.
Adjustments for FTE changes have not been included

3 - Includes adjustment to reflect 7/15/09 MOU change from the original agreement approved by Council resulting in an additional 1.5% cost on 6/30/12.

SBI II: Economic Uncertainty Reserve (EUR)

General Fund (GF) Economic Uncertainty Reserve (EUR) \$ in 000's

Description	FY2001/02	FY2002/03	FY2003/04	FY2004/05	FY2005/06	FY2006/07	FY2007/08	FY2008/09	FY2009/10	FY2010/11
GF EUR Balance	\$ 19,000	\$ 19,100	\$ 22,000	\$ 25,500	\$ 29,150	\$ 30,000	\$ 25,500	\$ 10,500	\$ 10,500	\$ 14,300
EUR % to GF Revenues	6.91%	7.25%	7.63%	8.11%	8.21%	7.79%	6.37%	2.65%	2.75%	3.94%

Budget Hearing Schedule

As of 5/5/11 (Subject to Change)

- Tuesday, May 24th (Aft)
 - Transportation, Utilities, Support, Ec. Dev, Gen Svcs, Charter Offices
- Tuesday, May 24th (Eve)
 - Fire
- Tuesday, May 31st
 - Library, Partner Agencies
 - Fees & Charges
- Thursday, June 2nd
 - Options
- Tuesday, June 7th
 - CIP
- Tuesday, June 14th
 - Finalize Reductions
- Tuesday, June 21st
 - Adopt Budget

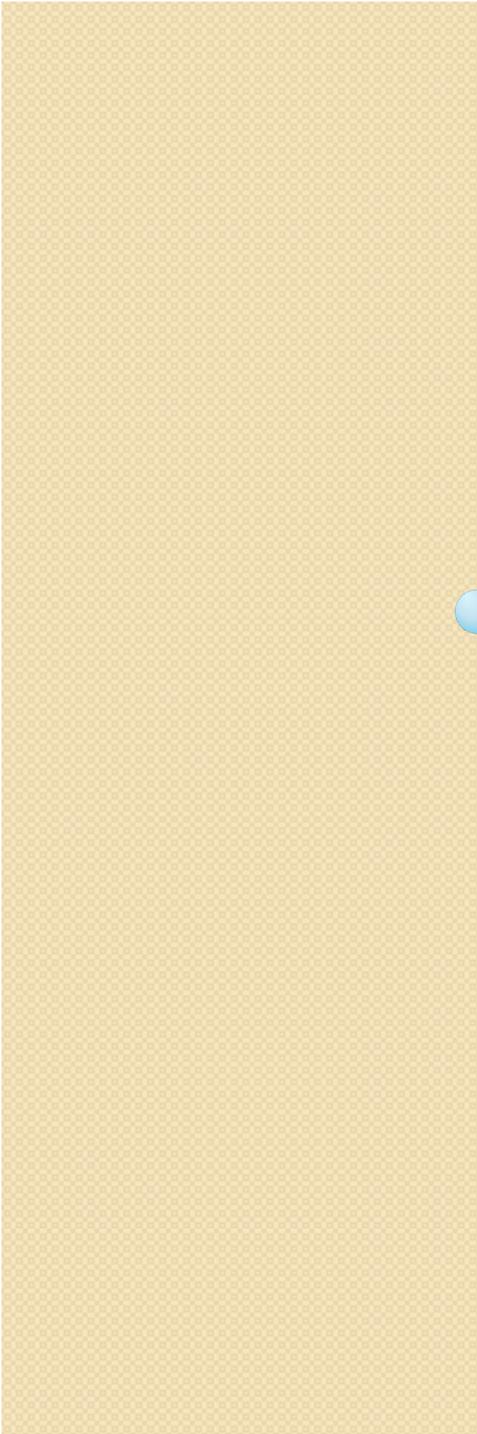
FY2011/12 Proposed Budget



**CONVENTION, CULTURE &
LEISURE DEPARTMENT**

* Marina Fees

* FY2011/12 Operating Budget



FY2011/12 Proposed Budget



**COMMUNITY DEVELOPMENT
DEPARTMENT**