



# **4<sup>TH</sup> QUARTER BUDGET REPORT FISCAL YEAR 2020-2021**



# Fiscal Year 2020-21

## Budgetary Notes

- Staff projects a *\$3.4 million General Fund surplus* for FY 2021, which represents 1.6% of the General Fund budget
  - Driven by surprisingly strong property and sales tax related revenues (Sales and Use Tax, Measure A Sales Tax, and Measure P Sales Tax)
- Actual revenues and expenditures figures are based on transactions recorded as of October 2021; figures may change based on year-end accounting adjustments to complete the Annual Comprehensive Financial Report (ACFR)

# Fiscal Year 2020-21 Summary

## General Fund (in millions)

Description	FY 2021 Revised Budget		FY 2021 Actuals*	Variance
<b>Revenues:</b>				
MAJOR DISCRETIONARY REVENUES	\$	164.7	\$ 174.9	\$ 10.2
OTHER GENERAL FUND REVENUES		50.7	50.0	\$ (0.8)
<b>TOTAL REVENUES</b>	\$	215.5	\$ 224.9	\$ 9.4
<b>Expenditures:</b>				
PERSONNEL SERVICES	\$	134.0	\$ 135.9	\$ 1.8
OTHER EXPENDITURES**		81.0	85.6	\$ 4.6
<b>TOTAL EXPENDITURES</b>	\$	215.0	\$ 221.4	\$ 6.4
<b>TOTAL GENERAL FUND SURPLUS/(DEFICIT)</b>	\$	0.5	\$ 3.4	

\* Actuals as of October 2021 including encumbrances

\*\* Includes Transfer-Out to the Measure A and P Sales Tax Funds



# Fiscal Year 2020-21

## Fourth Quarter Adjustments

### General Fund Significant Budget Adjustments

- **Various City Departments** – Transfer budget of Supplies & Services, Other Expenses, Other Capital, and Utilities categories to address budget shortfalls and overages.
- **Non-Departmental**
  - Increase expenses by \$1.9 million for Personnel Services, \$0.7 million for Utilities, and increase revenues by \$7.3 million for higher than budgeted actual revenues
    - Measure A Sales Tax: \$2.2 million revenues above budget
    - Measure P Sales Tax: \$2.2 million revenues above budget
    - Property Tax: \$2.7 million above budget
  - Increase Transfers-Out expenses by \$4.6 million
    - To Measure A Sales Tax Fund: \$2.2 million
    - To Measure P Sales Tax Fund: \$2.2 million
    - To Chula Vista Bayfront Finance Authority Fund: \$82K for RV Park actuals that exceeded budget
- Net Cost decrease for the General Fund of \$515,229



# Fiscal Year 2020-21

## Fourth Quarter Adjustments

### Other Funds Significant Budget Adjustments

- **2016 Measure P Sales Tax** - Increase Transfer-In revenues from the General Fund and grants by \$2.3 million for Measure P actual revenues that exceeded budget.
- **2018 Measure A Sales Tax** - Increase Transfer-In revenues from the General Fund and grants by \$2.2 million for Measure A actual revenues that exceeded budget.
- **Transportation Grants-Gas Tax Fund** - Decrease expenses by \$1.4 million for two capital improvement projects related to road maintenance.
- **Advanced Life Support Fund** - Decrease revenues by \$1.5 million due to termination of the service contract with AMR.
- **Transport Enterprise Fund** - Increase revenues by \$6.6 million and expenses by \$4.5 million for capital purchases of vehicles & equipment.
- **Long-Term Debt – City of Chula Vista Fund** - Increase revenues and expenses by \$350 million for issuance costs of the 2021 Taxable Pension Obligation Bonds and payment of the FY2021 Unfunded Accrued Liability (UAL) balance with CalPERS.
- Net Cost decrease for the Other Funds of \$5,236,784

# Next Steps

December 2021	<ul style="list-style-type: none"> <li>Fiscal Year 2022 First Quarter Financial Report</li> </ul>
Dec 2021/January 2022	<ul style="list-style-type: none"> <li>Presentation of the Fiscal Year 2021 Annual Comprehensive Financial Report</li> </ul>
January/February 2022	<ul style="list-style-type: none"> <li>Mid-Year Fiscal Year 2022 Budget Review (Fiscal Year 2022 Second Quarter Financial Report)</li> <li>Develop Fiscal Year 2023 Baseline Budget; include changes from Mid-Year Budget Review</li> </ul>
March 2022	<ul style="list-style-type: none"> <li>City Council Workshop: FY 2023 Budget Projection Discussion, Updated LTFFP Discussion</li> </ul>
April 2022	<ul style="list-style-type: none"> <li>Preliminary City Manager Proposed Budget Council Discussion Item</li> <li>Fiscal Year 2022 Third Quarter Financial Report</li> </ul>
May 2022	<ul style="list-style-type: none"> <li>Hold public workshop(s) to provide overview of Fiscal Year 2023 proposed budget</li> <li>City Manager Proposed Budget document submitted to Council</li> <li>City Council: Present Fiscal Year 2023 All Funds Budget and CIP Overview</li> </ul>
June 2022	<ul style="list-style-type: none"> <li>Public Hearing and Recommend Council adoption of Proposed FY 2023 Budget (All Funds)</li> </ul>



# City Council

## Comments/Feedback