

City of Placentia
Fiscal Year 2013-14

PRELIMINARY BUDGET OVERVIEW

GENERAL FUND FINANCIAL POSITION

Fiscal Year 2012-13

	2011-12 Actual	2012-13 Budget	2012-13 Amended Budget	2012-13 Estimate
Revenues	\$ 32,467,408	\$ 30,305,560	\$ 30,512,560	\$ 29,462,360
Expenditures:				
Legislative	\$ 1,322,564	\$ 957,835	\$ 1,005,635	\$ 1,016,489
Administration	\$ 1,168,524	\$ 1,067,380	\$ 1,319,005	\$ 1,292,217
Finance	\$ 946,453	\$ 977,473	\$ 988,223	\$ 946,386
Development Services	\$ 516,546	\$ 587,149	\$ 591,399	\$ 475,298
Police	\$ 10,819,983	\$ 11,010,397	\$ 11,118,007	\$ 11,347,114
Fire/Animal Control	\$ 4,912,521	\$ 5,077,713	\$ 5,077,713	\$ 5,074,713
Engineering	\$ 321,984	\$ 441,190	\$ 441,190	\$ 428,631
Maintenance Services	\$ 2,345,587	\$ 2,510,380	\$ 2,503,966	\$ 2,466,521
Community Services	\$ 883,132	\$ 890,010	\$ 904,324	\$ 891,002
Debt Service	\$ 1,376,311	\$ 1,474,961	\$ 1,474,961	\$ 1,474,961
Opr Transfers-Out	\$ 7,111,522	\$ 5,300,842	\$ 5,121,721	\$ 5,181,860
Total Expenditures	\$ 31,725,127	\$ 30,295,330	\$ 30,512,560	\$ 30,595,192
Sub-total	\$ 742,281	\$ 10,230	\$ -	\$ (1,132,832)
Adjustment	\$ -	\$ -	\$ -	\$ 236,960
Net Change	\$ 742,281	\$ 10,230	\$ -	\$ (895,872)

GENERAL FUND REVENUE SUMMARY

	2012-13 Amended Budget	2012-13 Estimate	Change	%
Property Taxes	\$ 11,591,300	\$ 11,400,000	\$ (191,300)	-1.65%
Sales and Use Taxes	\$ 5,980,000	\$ 5,700,000	\$ (280,000)	-4.68%
Utility User Fees	\$ 2,710,000	\$ 2,793,800	\$ 83,800	3.09%
Charges for Services	\$ 1,915,500	\$ 1,400,000	\$ (515,500)	-26.91%
Franchise Fees	\$ 1,980,000	\$ 2,100,000	\$ 120,000	6.06%
Operating Transfers-in	\$ 1,705,200	\$ 1,705,200	\$ -	0.00%
Other	\$ 4,638,060	\$ 4,600,320	\$ (37,740)	-0.81%
			\$ -	
	\$ 30,520,060	\$ 29,699,320	\$ (820,740)	-2.69%

SIGNIFICANT CHANGES

Fiscal Year 2012-13

REVENUES

- 45% decrease in vehicle impound fees (\$490,000)
- 2% decrease in property taxes (\$191,300)
- 5% decrease in sales and use taxes (\$280,000)

ONE-TIME REVENUES

- Reimbursement for property tax administrative fees (\$236,960)

EXPENDITURES

- 1% increase in legislative (\$10,854)
- 1% increase in ISF (operating transfers-out) (\$60,139)
- 2% increase in police department expenditures due to overtime (\$266,200)

PRELIMINARY FY 2013-14 OPERATING BUDGET

	2012-13 Estimate	2013-14 Proposed	Increase (Decrease)
Revenues	\$29,462,360	\$29,183,763	\$ (278,597)
Expenditures:			
Legislative	\$ 1,016,489	\$ 956,560	\$ (59,929)
Administration	\$ 1,292,217	\$ 1,241,825	\$ (50,392)
Finance	\$ 946,386	\$ 958,775	\$ 12,389
Development Services	\$ 475,298	\$ 442,140	\$ (33,158)
Police	\$11,347,114	\$11,391,250	\$ 44,136
Fire/Animal Control	\$ 5,074,713	\$ 5,260,000	\$ 185,287
Engineering	\$ 428,631	\$ 433,560	\$ 4,929
Maintenance Services	\$ 2,466,521	\$ 2,348,814	\$ (117,707)
Community Services	\$ 891,002	\$ 878,265	\$ (12,737)
Debt Service	\$ 1,474,961	\$ 1,510,111	\$ 35,150
Opr Transfers-Out	\$ 5,181,860	\$ 5,248,225	\$ 66,365
Total Expenditures	\$30,595,192	\$30,669,525	\$ 74,333
Sub-total	\$ (1,132,832)	\$ (1,485,762)	
Adjustments	\$ 236,960	\$ -	
Net Change	\$ (895,872)	\$ (1,485,762)	

PROJECTED REVENUE SUMMARY

	2012-13 Estimate	2013-14 Budget	Change	%
Property Taxes	\$11,400,000	\$11,514,000	\$ 114,000	1.00%
Sales and Use Taxes	\$ 5,700,000	\$ 5,757,000	\$ 57,000	1.00%
Utility User Fees	\$ 2,793,800	\$ 2,849,676	\$ 55,876	2.00%
Charges for Services	\$ 1,400,000	\$ 1,400,000	\$ -	0.00%
Franchise Fees	\$ 2,100,000	\$ 2,100,000	\$ -	0.00%
Operating Transfers-in	\$ 1,705,200	\$ 1,405,200	\$ (300,000)	-17.59%
Other	\$ 4,600,320	\$ 4,157,887	\$ (442,433)	-9.62%
			\$ -	
	\$29,699,320	\$29,183,763	\$ (515,557)	-1.74%

BUDGET ASSUMPTIONS

Fiscal Year 2013-14

REVENUES

- 1% increase in property taxes (\$114,000)
- 1 % increase in sales and use taxes (\$57,000)
- 2% increase in utility user fees (\$55,900)
- 71% decrease in interest earnings (\$250,000)
- no miscellaneous reimbursements (FY 2012-13 \$300,000)

EXPENDITURES

- PERS retirement rate increase of 1.150% (Miscellaneous Employees)
- PERS retirement rate increase of 2.384% (PPOA/PPMA)
- Benefits increase of 3%
- No capital projects (non-grant funded)

ONGOING FISCAL CHALLENGES

Fiscal Year 2013-14

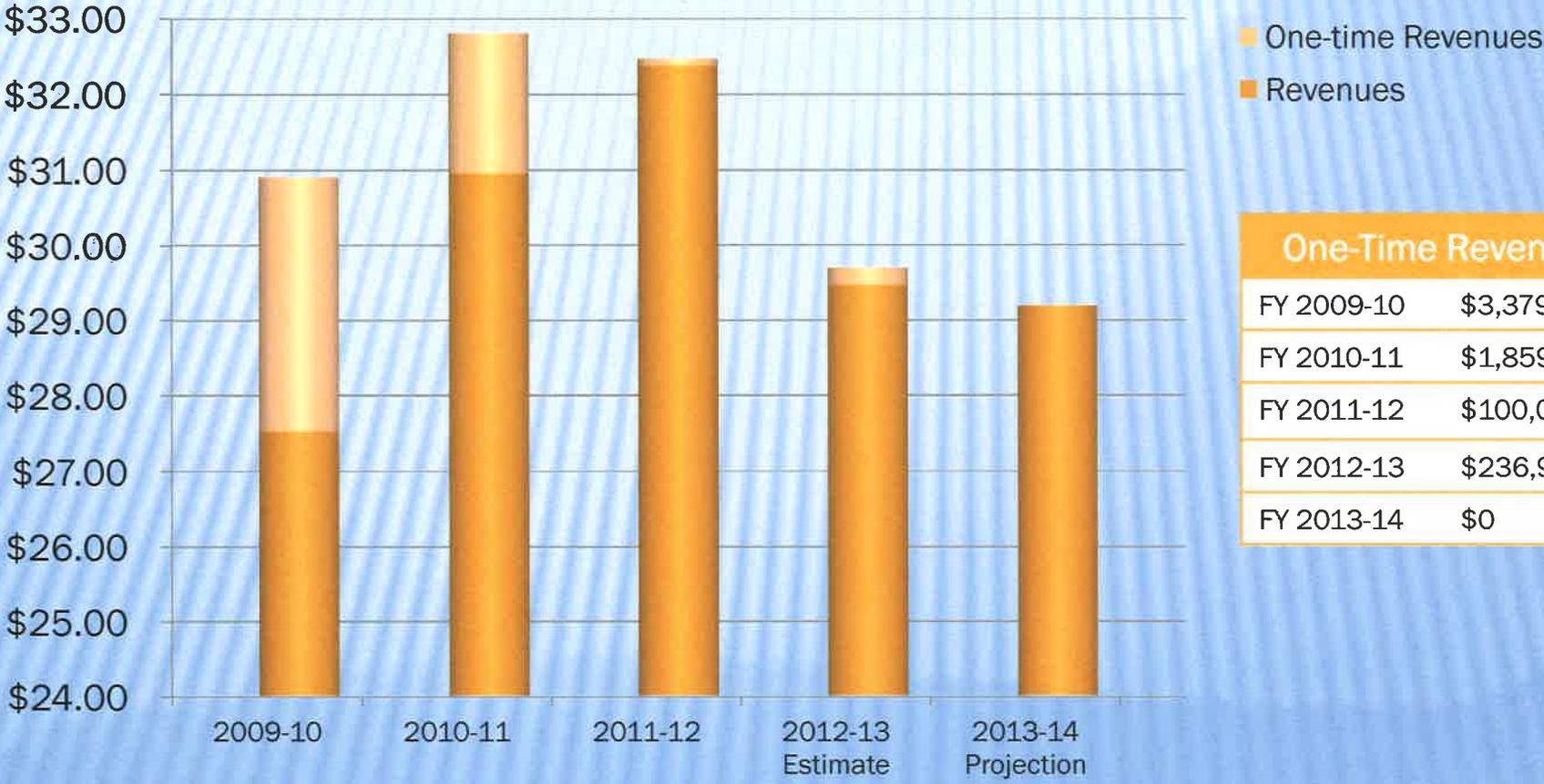
REVENUES

- Expect very little residual property tax income from dissolution of redevelopment
- Sales tax growth has been healthy but growing from a fairly low base, little potential to expand retail base
- Property tax increases minimal due to Proposition 13 and lack of developable land

EXPENDITURES

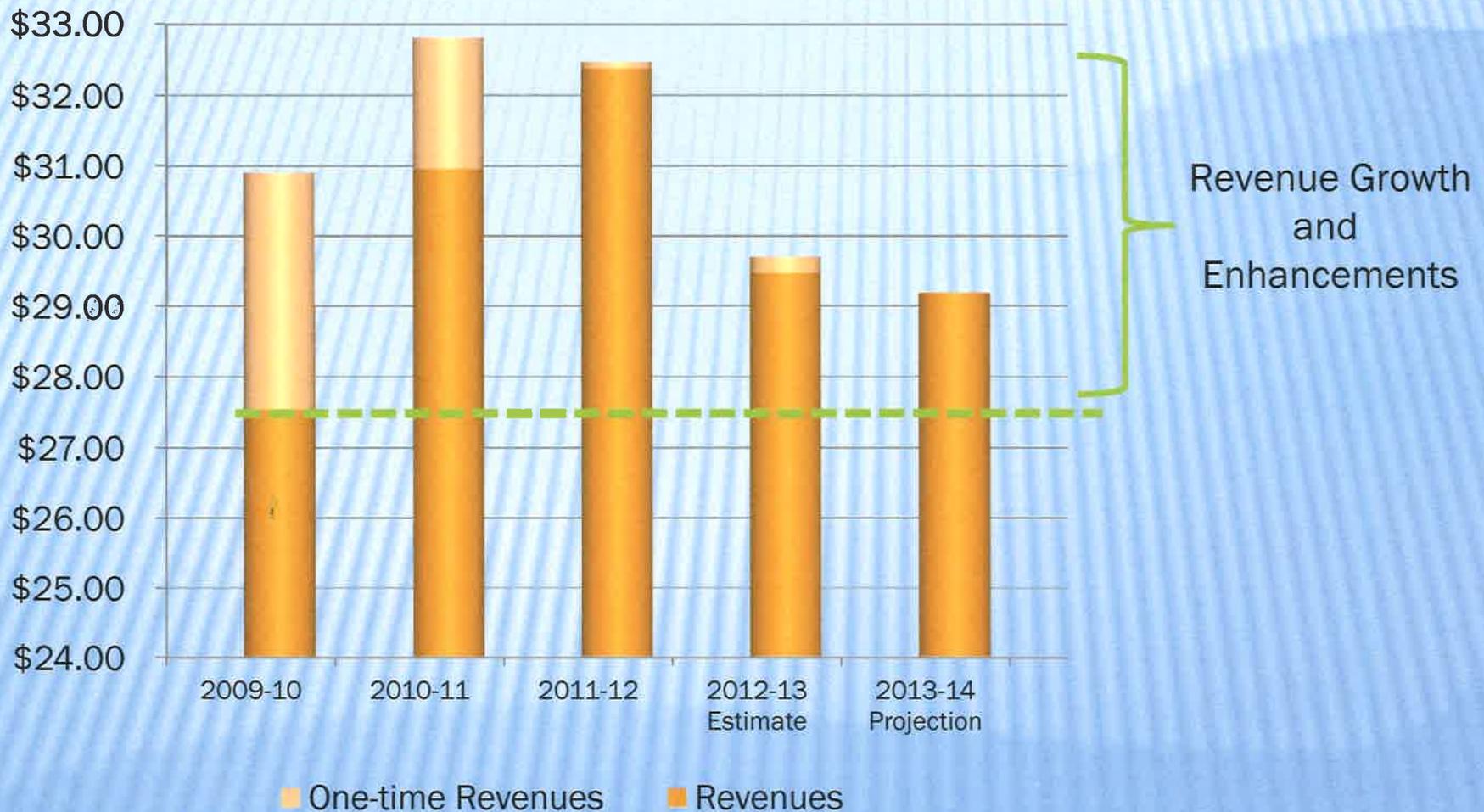
- PERS projects as much as a 50% increase in employer contribution rates in fiscal year 2015-16
- Impacts of the Affordable Care Act
- Continued escalation in utility rates
- Increasing level of General Fund subsidy of landscape maintenance district and lighting district

GENERAL FUND REVENUES

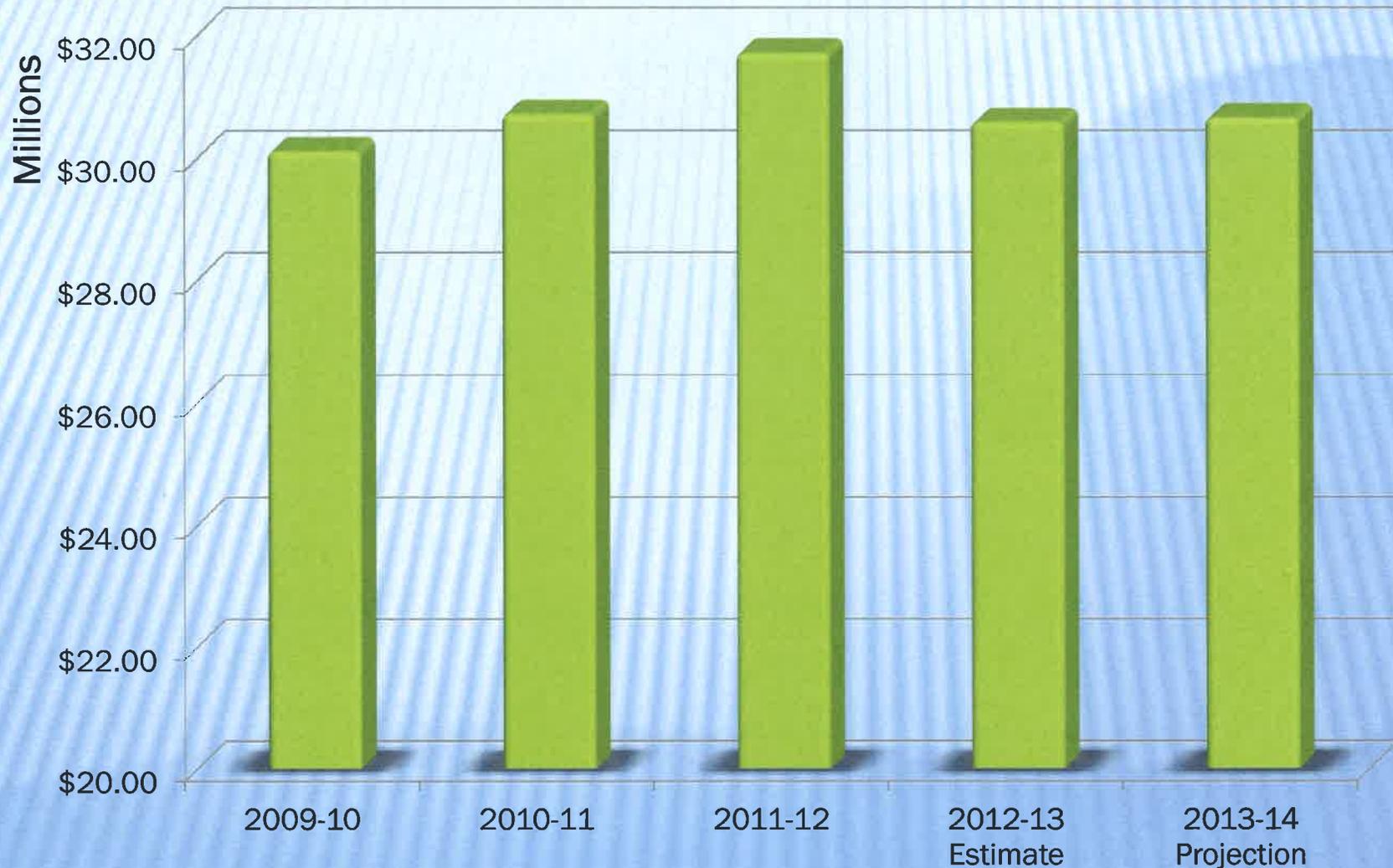


One-Time Revenues	
FY 2009-10	\$3,379,000
FY 2010-11	\$1,859,000
FY 2011-12	\$100,000
FY 2012-13	\$236,960
FY 2013-14	\$0

GENERAL FUND REVENUES



GENERAL FUND EXPENDITURES



GENERAL FUND ACTIVITY

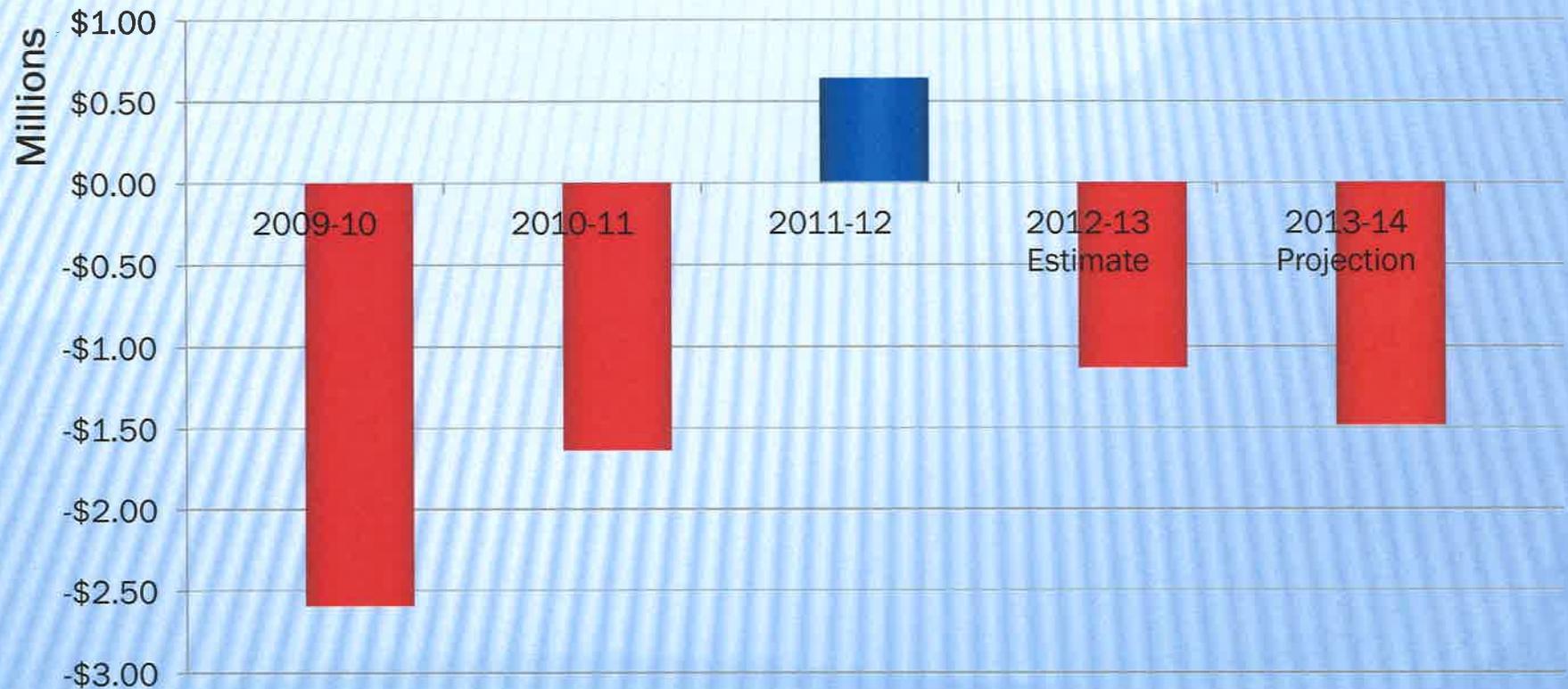
Surplus (Deficit)



GENERAL FUND ACTIVITY

Excludes One-time Revenues

Surplus (Deficit)



NEXT STEPS

- ✘ May 28th Study Session
 - + Review Department Budgets
 - + Review Preliminary FY 2013-14 Capital Improvement Program Budget
 - + Review and Receive Direction on Potential Budget Reduction/Budget Balancing Measures
- ✘ June 11th Public Hearing to Adopt Operating and Capital Budgets for FY 2013-14