

2017-18 City-wide Proposed Budget

1

CITY OF CALEXICO
CITY COUNCIL
JUNE 21, 2017

Tonight's Objectives

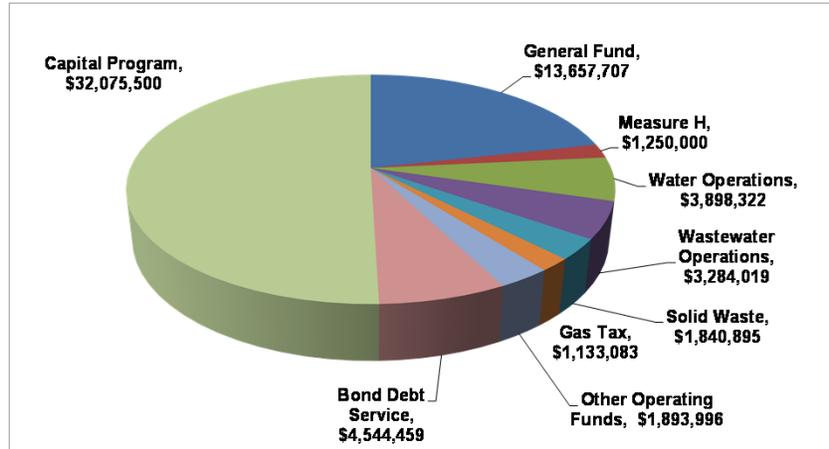
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- Introduce City-wide 2017-18 Proposed Budget
- Capital Improvement Program
- Other Operating Fund Highlights
- What is General Fund Budget Gap?
- How can it be closed?
- Next Steps: Budget Adoption

For Discussion Only, No Proposed Action

City-wide Budget: \$66 Million

3



5-Year Capital Improvement Program \$32 million

4

	<u>2017-18</u>	<u>5-Year Total</u>
Cesar Chavez Blvd. Improvements	\$ 8,050,000	\$ 8,050,000
New River Parkway	4,000,000	4,000,000
Street Overlay	2,500,000	13,500,000
Other Transportation Projects	4,937,500	4,937,500
Parks	1,076,000	1,559,744
Public Safety - Fire Station Rehab	6,100,000	6,100,000
Water Clarifier and Filter System	-	5,200,000
Other Water Projects	3,260,000	7,898,000
Wastewater Treatment Plant	1,000,000	25,500,000
Other Wastewater Projects	1,152,000	6,427,000
	<u>\$32,075,500</u>	<u>\$83,172,244</u>

Gas Tax Funds

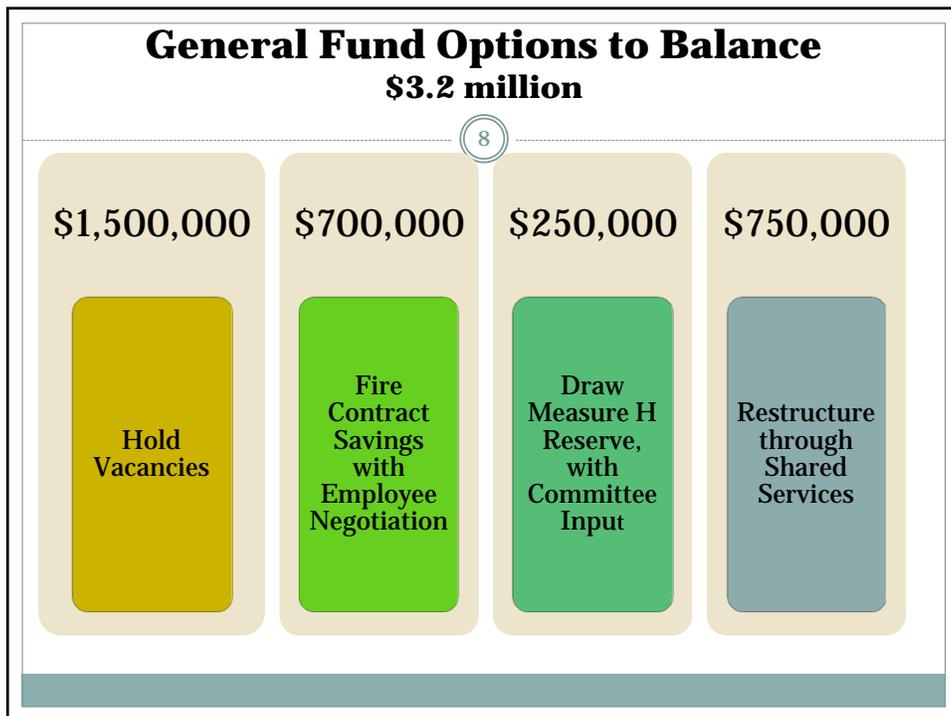
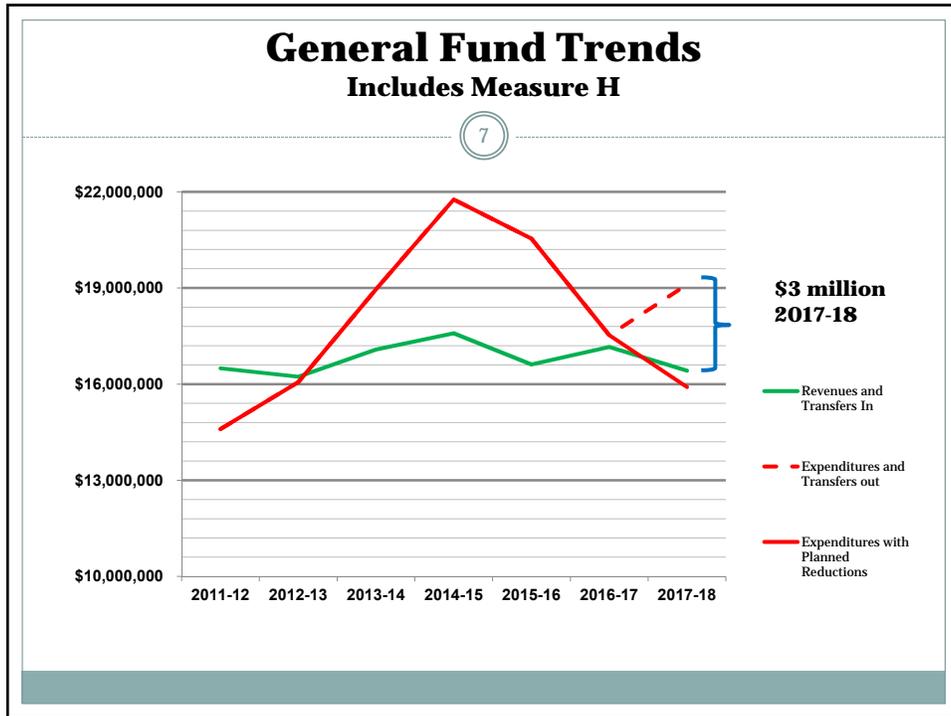
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- **New \$400,000 Street Rehabilitation Program**
 - Street Signs
 - Street Lights
 - Street Striping
- **Sources:**
 - \$200,000 - Gas Tax Fund - Accumulated Fund Balance
 - \$200,000 - New State Gas Tax Allocation

Water and Wastewater Reserves

6

- **5-Year CIP: First step in Utility Financial Plans**
- **Budget sets aside cash for 5-year CIP Program**
 - \$ 9.8 million Water Capital Reserve
 - \$15.8 million Wastewater Capital Reserve(short by \$14 Million)
- **Water/Wastewater Operating Reserves**
 - 67% annual operating budget
 - \$3 million Water, \$2 million Wastewater
 - Revisit as financial plan for these funds is developed



Why Does Budget Need to Balance?

9

- City has fully drawn and overspent its General Fund balance reserve in prior years and is now in a repayment mode
- Emergency Wastewater Loan on June 30, 2016
 - Sale, lease back of City Hall as security
- Open for business July 1 and pay bills only with adopted budget that demonstrates intent and ability to pay for service

2017-18 Budget - Next Steps

10

Completed

- May 9 – Capital Improvement Program
- June 7 – General Fund Budget
- June 21 – Citywide Proposed Budget

Next Steps

- June 28 – Consider Resolution to Adopt Budget
- July- Dec: Implement \$3.2 million reductions