City of Huntington Beach
Proposed Budget
Fiscal Year 2007/08

Study Session
10/9/8

Penny Culbreth-Graft, DPA
City Administrator

Dan T. Villella, CPA
Finance Director

8/6/07
Study Session

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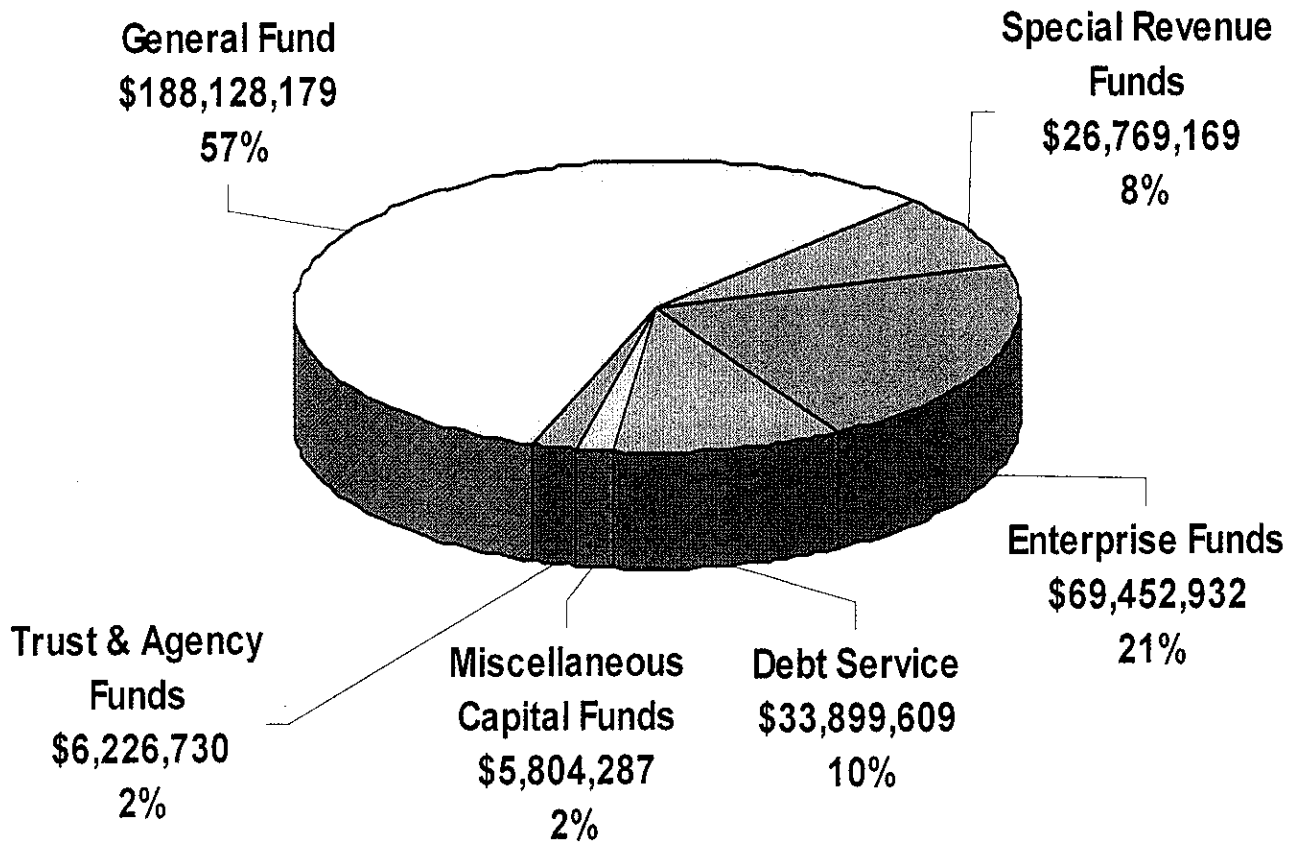
FY2007/08 Budget Presentation Overview

- Expenditure and revenue overview
- Fund balance designations
- Performance Measures
- Staffing levels, new positions
- Capital Improvement Program
- Future Budget Items

Total Appropriations
$330,280,906



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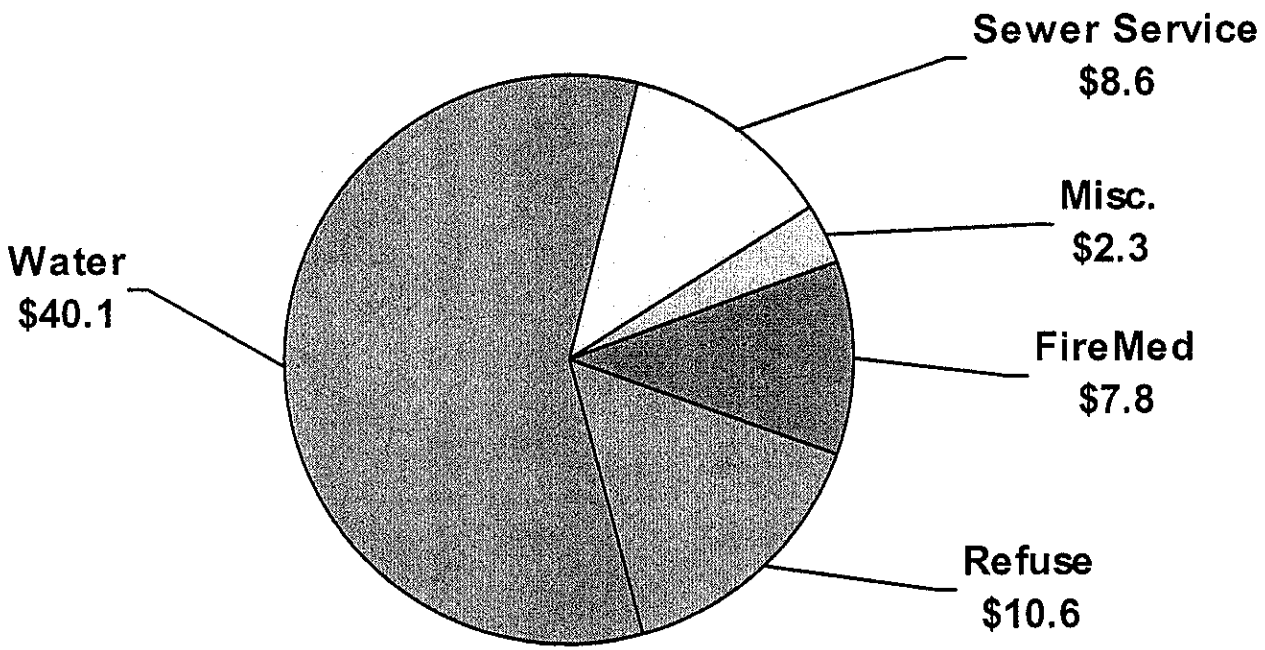
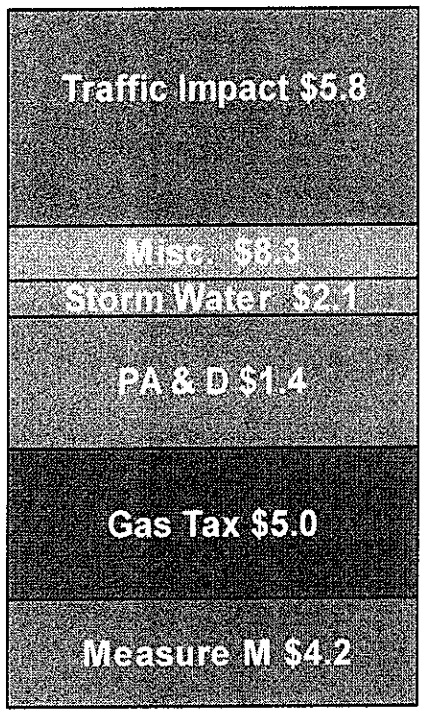
Enterprise Funds

In Millions

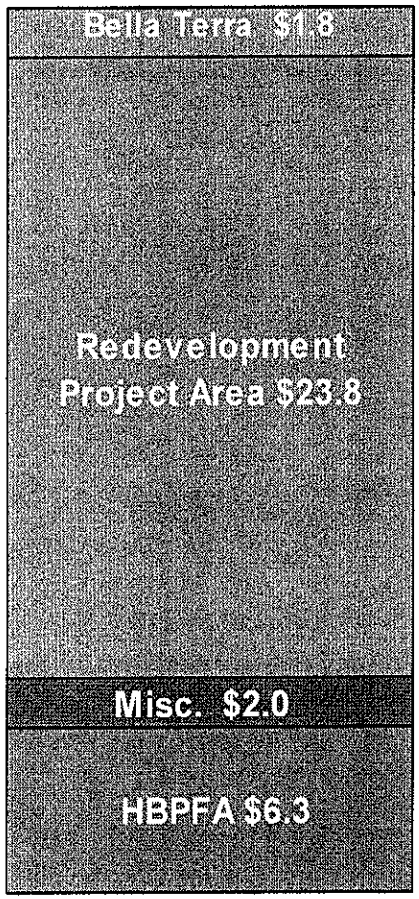


Other Funds

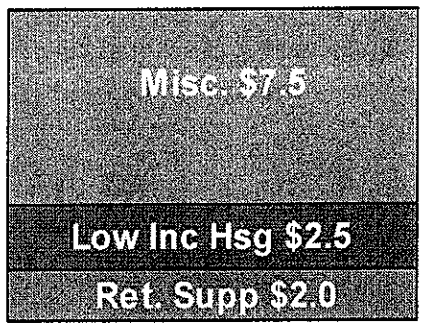
In Millions



Special Revenue Funds



Debt Service



Trust & Agency Funds and Misc. Capital Funds

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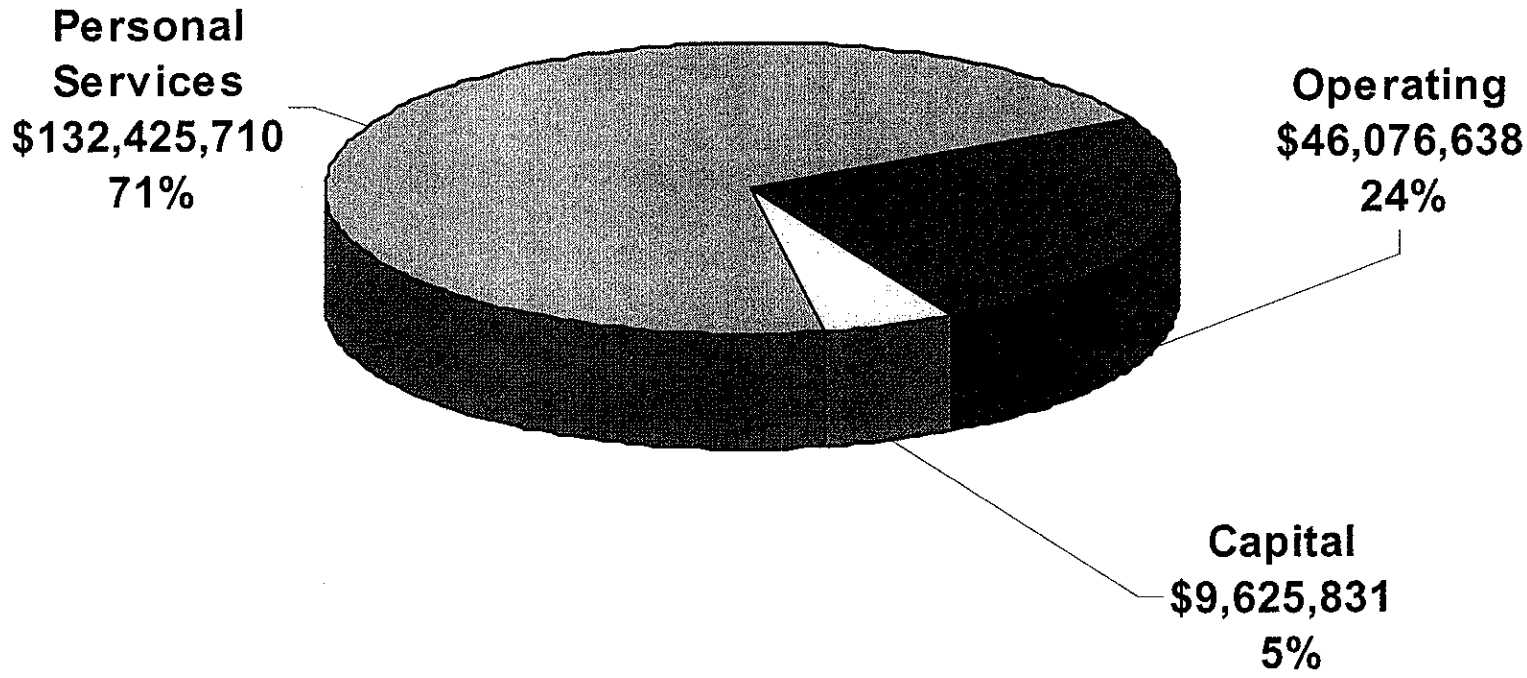
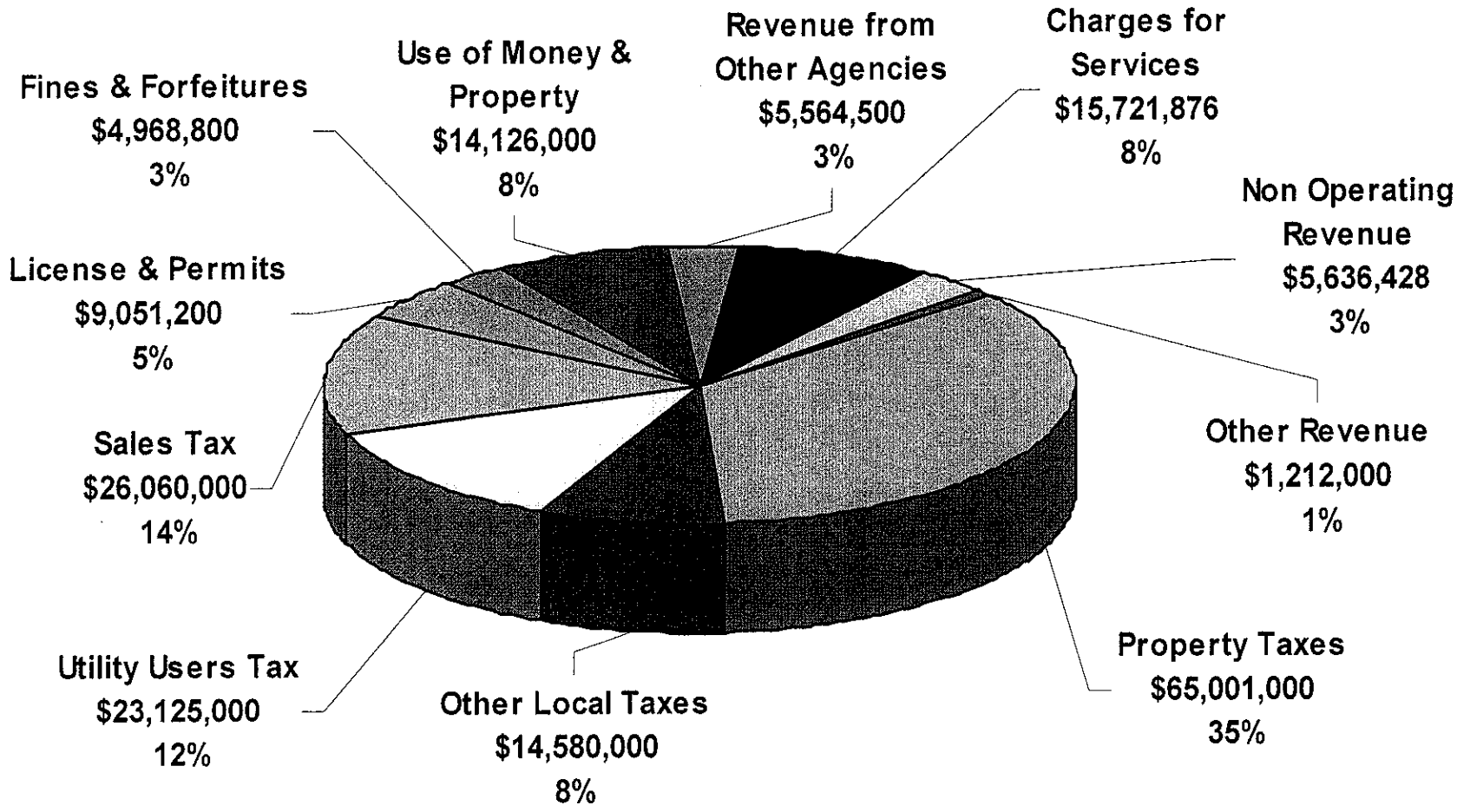
General Fund Appropriations
$188,128,179



General Fund Revenue
$185,046,804



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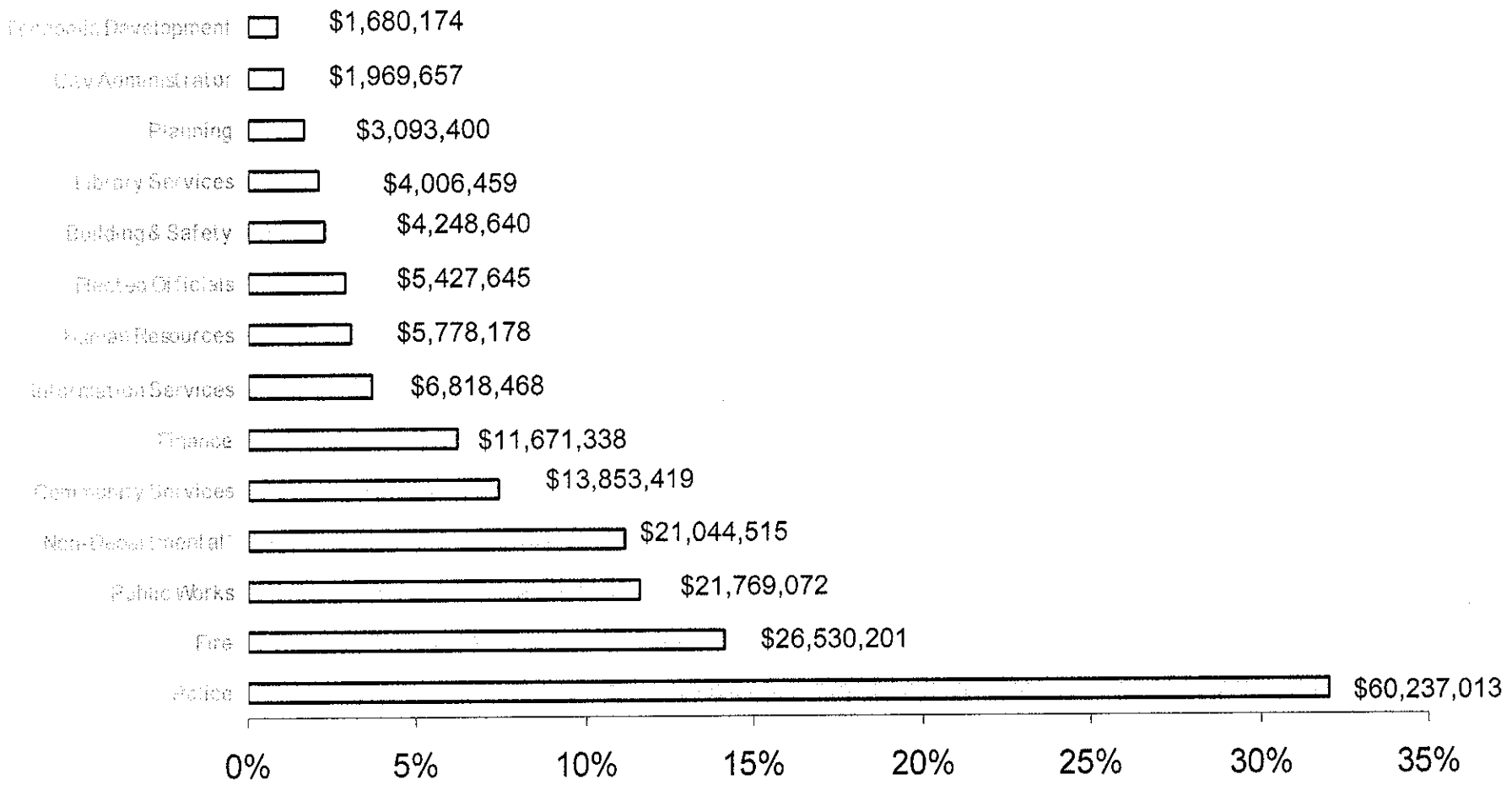
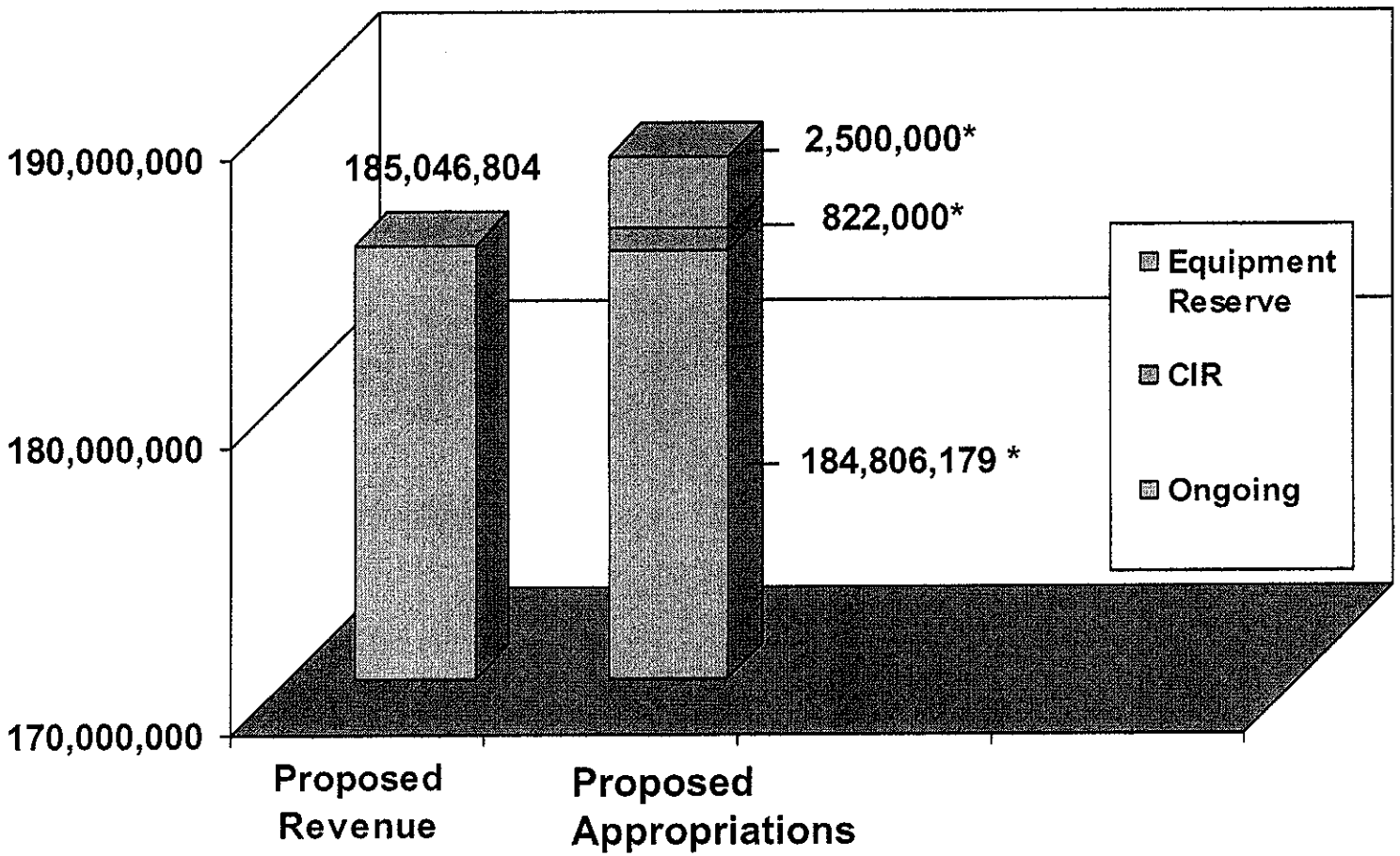
General Fund Appropriations by Department



*** Includes reserves for capital improvements and equipment replacement**

General Fund
Revenue vs. Appropriations



*Proposed appropriations total $188,128,179

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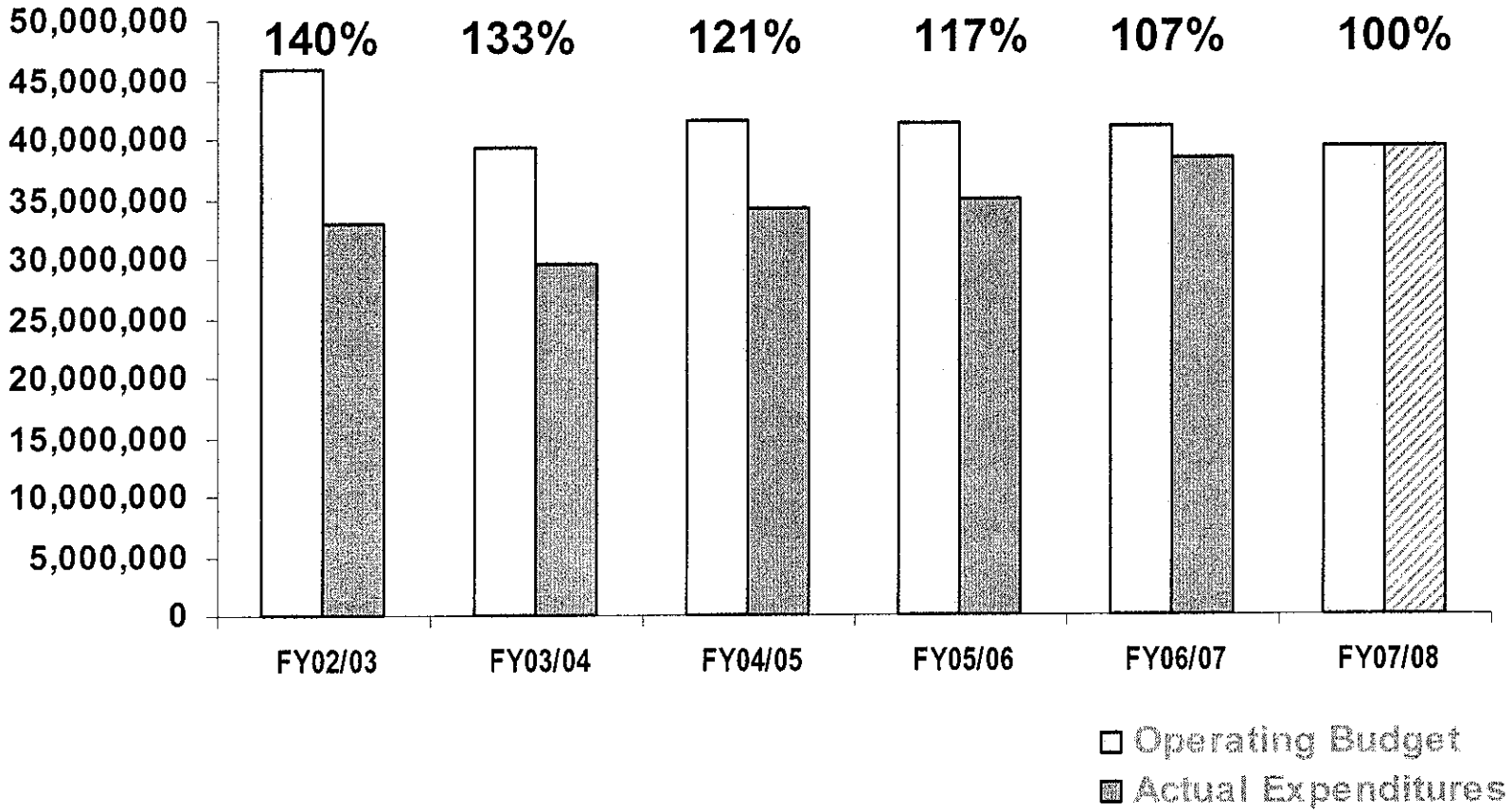
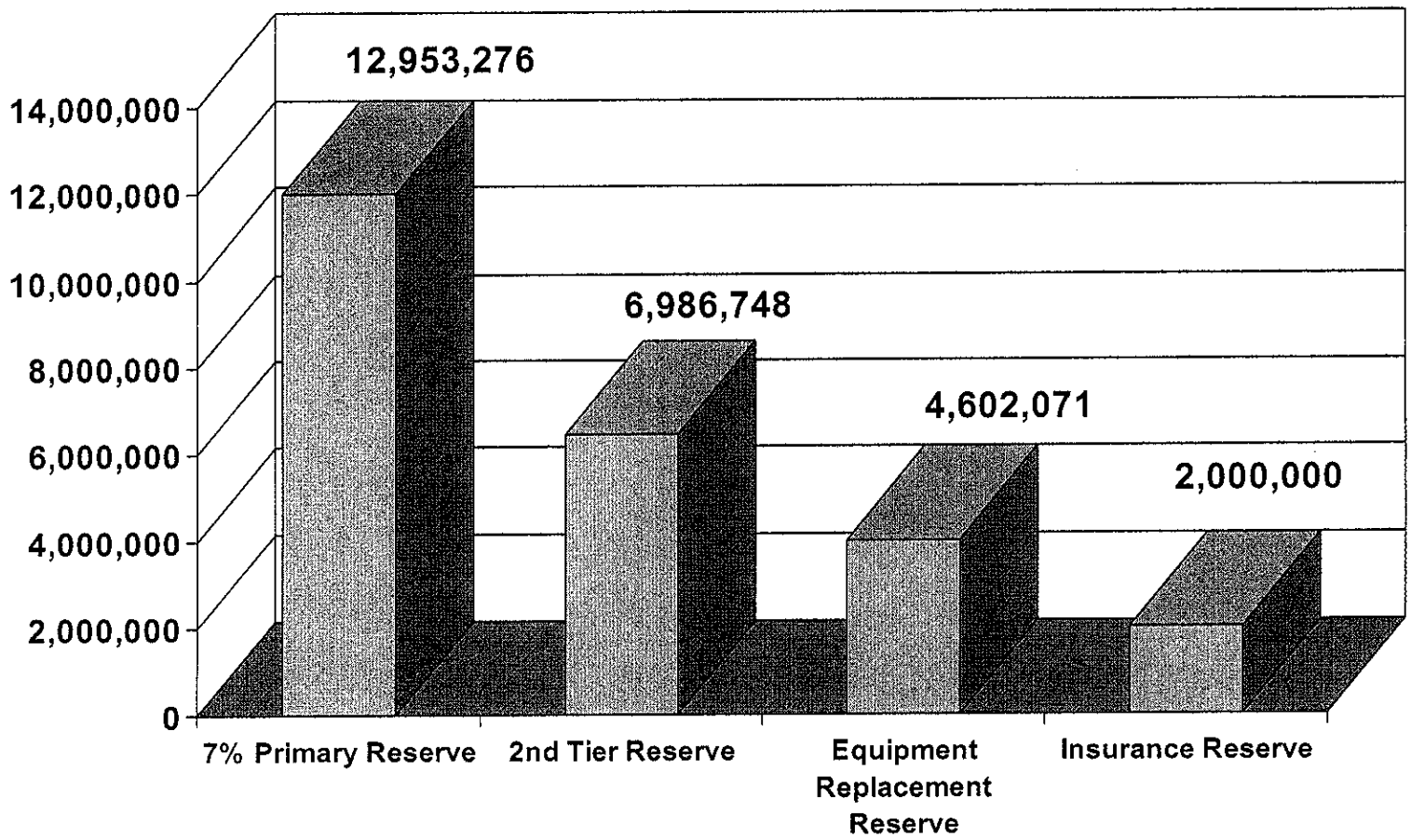
General Fund Operating Budget vs. Operating Expenditures



% refers to relationship between budget and actual expenditures

Key Fund Balance Reserves (Designations)



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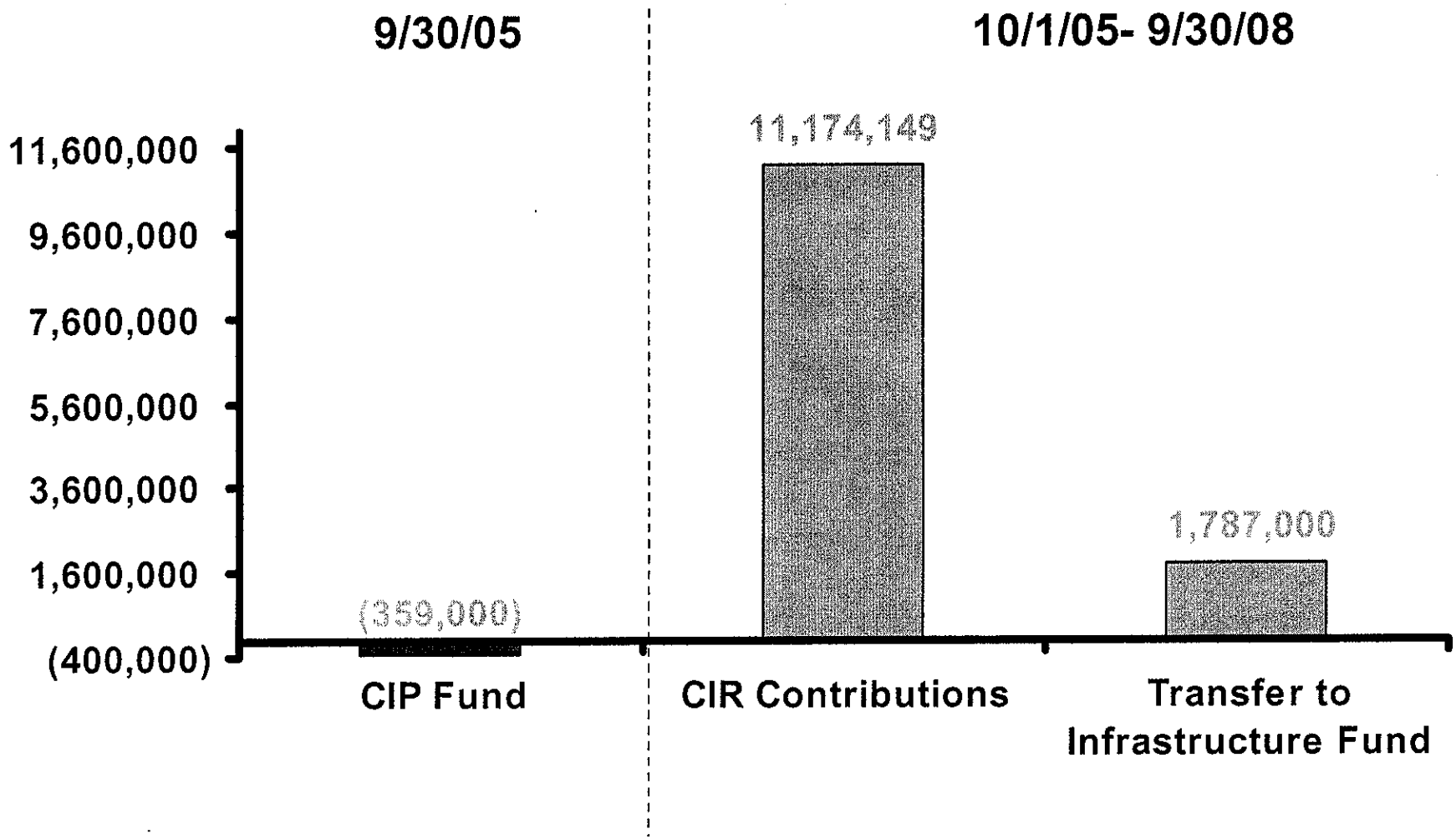
General Fund
Capital Improvement



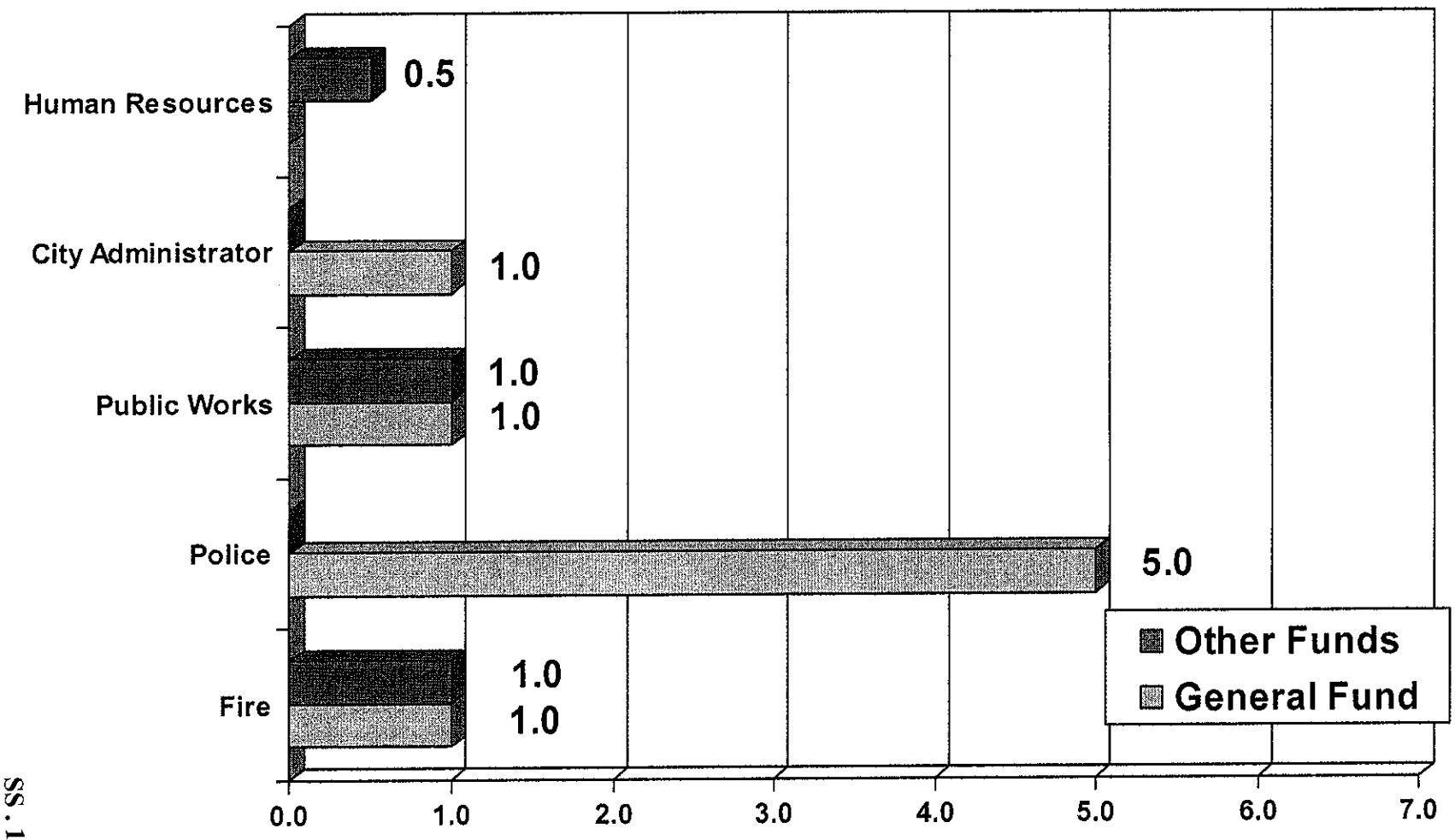
Performance Measures

- FY2007/08 is the second year of the Performance Measures program
- Built into budget process
- Each department developed performance measures, modified ineffective measures and identified FY2006/07 achievements

Staffing Levels
New Positions

- For FY2007/08, 10.5 new positions added
  - 8.0 FTE funded in General Fund
  - 2.5 FTE funded by the FireMed Fund, Air Quality Management District (AQMD) Fund, and the Water Fund

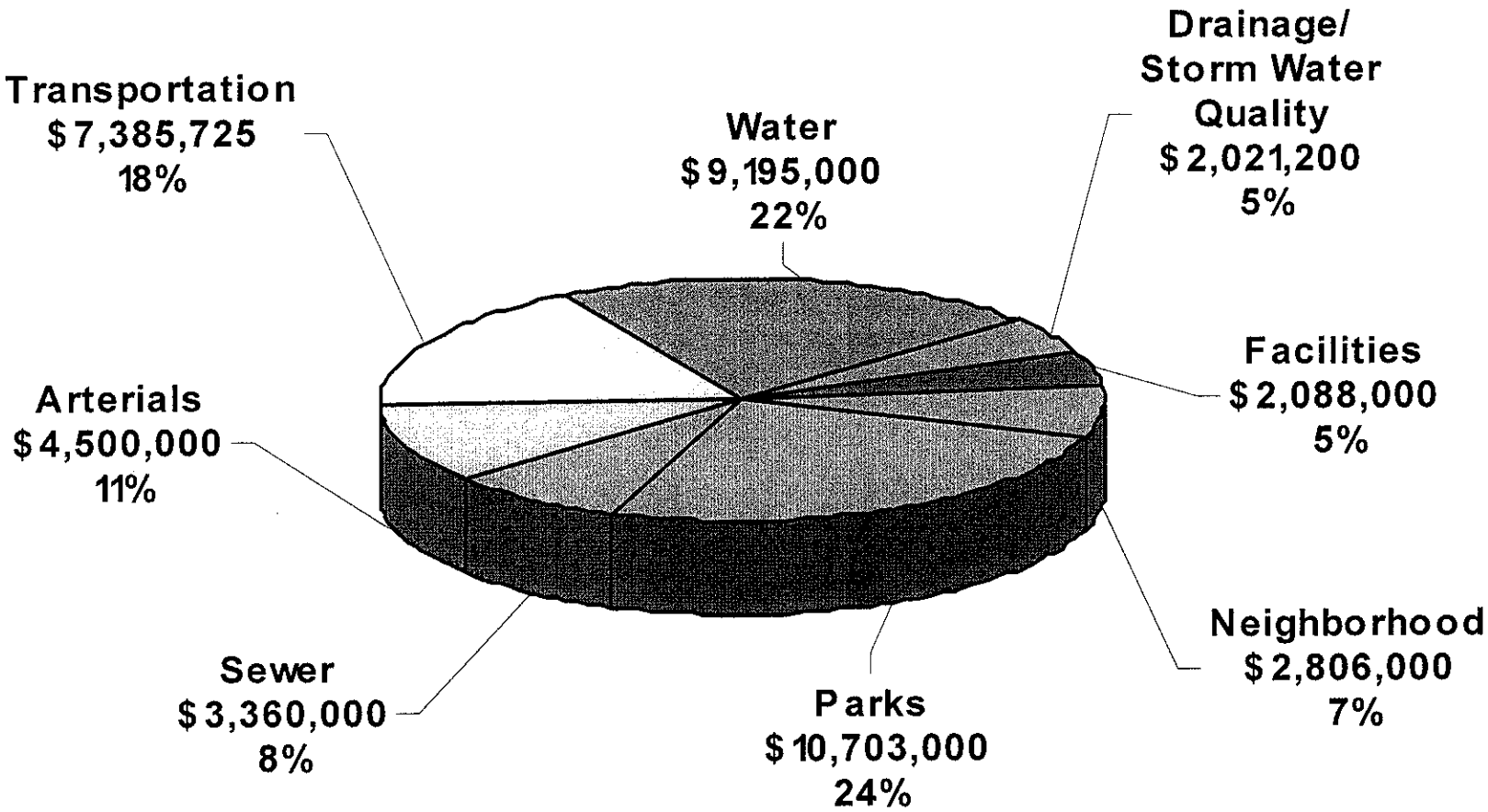
Staffing Levels
New Positions



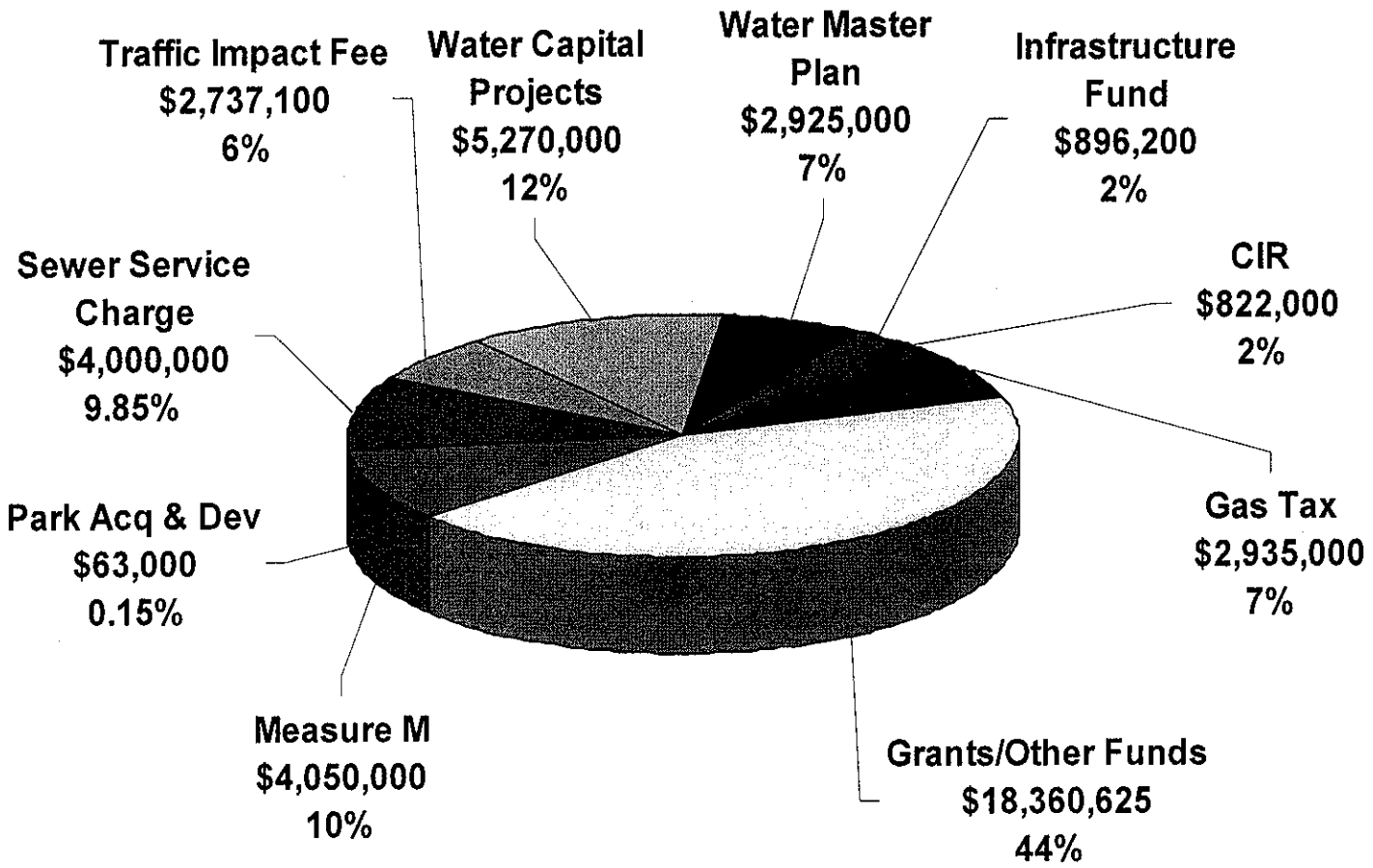
Capital Improvement Program (CIP)

- Total CIP $42,058,925
- Funding sources include:
  - General Fund Capital Improvement Reserve
  - Infrastructure Fund
  - Enterprise Funds
  - Special Revenue Funds

CIP Projects by Category FY2007/08



CIP Projects by Funding Source



Future Budget Items

- Considerations:
  - Growth in assessed value (e.g., housing prices) projected to slow
  - Rising energy costs
  - Unknown effect of recent telecommunications excise tax court ruling
- Opportunities:
  - Increased sales tax revenue from Bella Terra, Pacific City, The Strand, and similar projects
  - Potential increase in revenue from Convention and Visitors Bureau marketing efforts

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Extraordinary Items General Fund

- Appropriation of approximately $2,500,000 in reserves to support the equipment replacement policy
  - Creates a funding mechanism to support and prepare for future equipment needs
  - Decreases the potential for future budget cuts to negatively impact the city's equipment assets
- Appropriation of $5,658,590 for replacement of equipment in addition to reserve funding

Budget Timeline of Proposed Budget for 2007/08

- Budget reviewed by City Administrator in June
- Final budget adjustments made in July
- Budget submitted to City Council on August 1st
- Budget added to city website on August 1st
- Budget workshop held with City Council on August 6th
- Budget Public Hearing to be held on September 4th
- Budget can be deliberated and voted on September 4th

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