

FY 2023 City Council Budget Priorities

City Council

Item S404

February 7, 2022



Office of the Independent Budget Analyst



Background

Budget Priorities Resolution is Council's first step in the budget process

- Priority memoranda were submitted to our Office on January 14, 2022
- Report summarizes Council budget priorities
- Budget Priorities Resolution will be submitted to Mayor after approval by City Council



FY 2023 Priorities Receiving Majority Support

Operating Budget Priorities

- | | |
|---|---|
| • Environment and Climate Action | • Office of Labor Standards Enforcement |
| • Public Safety | • Public Banking Feasibility Study |
| • Neighborhood Services | • Technical Support for IBA |
| • Human Capital and Employee Compensation | • Office of Race and Equity |
| • Homelessness and Housing | • Commission on Police Practices |
| • Youth Services | • Digital equity |
| • Accessibility | • Small Business and Non-Profit Relief |
| • Arts and Culture Programs | |

Infrastructure Budget Priorities

- Transportation and Mobility Safety
- Streets
- Sidewalks
- Stormwater
- Facilities
- Americans with Disabilities Act (ADA)

Resource and Mitigation Priority

- Use of Excess Equity

City Council Operating Budget Priorities

Environment and Climate Action

- Climate Action Plan Implementation *(8 Districts)*
- Urban Forestry *(8)*
- Stormwater *(8)*
- Mobility Master Plan *(7)*
- Climate Equity Fund *(6)*
- Grant Writers *(6)*
- Climate Resilient SD *(5)*
- Public Power Feasibility Study *(5)*

City Council Operating Budget Priorities *(cont'd)*

Public Safety

- Lifeguards *(unanimous)*
- Fire-Rescue Personnel *(5)*

Neighborhood Services

- Library *(unanimous)*
- Brush and Weed Abatement *(8)*
- Code Enforcement *(5)*
- Parks & Recreation *(5)*

City Council Operating Budget Priorities *(cont'd)*

Human Capital and Employee Compensation *(8)*

Homelessness and Housing

- Rental Assistance
 - Housing Stability Fund *(5)*
 - Pilot Subsidy Program Supporting Older Adults *(5)*
- Homeless Shelters for LGBTQ and Senior Populations *(7)*

Youth Services

- Office of Child & Youth Success *(7)*
- Youth Environmental/Recreation Corps Program *(5)*

City Council Operating Budget Priorities *(cont'd)*

Accessibility

- ADA Compliance and Accessibility (8)
- SDAccess4All (6)
- Language Translation Services (5)

Arts and Culture (8)

Office of Labor Standards Enforcement (6)

Public Banking Feasibility Study (6)

Technical Support for IBA (5)

City Council Operating Budget Priorities *(cont'd)*

Priorities Added at Budget and Government Efficiency Committee

- Office of Race and Equity
- Commission on Police Practices
- Digital Equity
- Small Business and Non-Profit Relief

City Council Infrastructure Budget Priorities

Transportation and Mobility Safety *(unanimous)*

- Pedestrian & Bicycle Safety *(unanimous)*
- Traffic Calming *(unanimous)*
- Traffic Signals (8)
- Streetlights (8)

Streets *(unanimous)*

Sidewalks *(unanimous)*

Stormwater (8)

City Council Infrastructure Budget Priorities *(cont'd)*

Facilities

- Parks & Recreation (8)
- Library (8)
- Fire-Rescue (8)

ADA (8)

City Council Budget Resource and Mitigation Priorities

FY 2023 Resource with Majority Support:

- Use of Excess Equity
 - Current estimate: \$26.7M (one-time)

Other Ideas for Consideration for FY 2023, Mentioned by 4 Councilmembers:

- Federal American Rescue Plan Act
 - Current estimate: \$179M remaining for FY 23 - FY 25
- Infrastructure Investment and Jobs Act
 - Fiscal Estimate: Unavailable

Option for Fiscal Years After FY 2023, Majority Support:

- Stormwater Revenue Source
 - Staff estimate ranges from \$74M to \$94M annually

Conclusion

Recommended City Council Action

- Review and discuss budget priorities highlighted in report, as modified by Budget and Government Efficiency Committee
- Adopt the FY 2023 Budget Priorities Resolution, with any desired modifications
- Resolution will be submitted to the Mayor for consideration in the FY 2023 Proposed Budget