
IBA

**RECOMMENDED REVISIONS
TO THE FY 2009 PROPOSED BUDGET**

IBA REPORT 08-57

MAY 30, 2008

RECOMMENDATIONS TAKE INTO ACCOUNT THE FOLLOWING:

- **City Council budget priorities memoranda**
- **Mayor's May Revise**
- **Public input at hearings**
- **IBA Preliminary Report**
- **Additional research and analysis**
- **Input from City departmental staff**



APPROACH TO FINAL REPORT

- **Preserved Mayor's goals and funding levels for eight significant areas for third year in a row:**
 - **Funding for these areas comprises \$435.3 million (12.5%) of the total FY 2009 Budget or \$235.7 million (19.8%) of the General Fund Budget.**



APPROACH TO FINAL REPORT (cont'd.)

- **Focused on maintaining current year service levels for Park and Recreation and Library activities that provide direct service to the community**
 - **Park and Rec. Budget would drop from 9.9% of City budget in FY 2004 to 7.3% in FY 2009 as currently proposed in Budget**
 - **Library budget would fall from 4.8% in FY 2004 to 3.0% in FY 2009 as currently proposed**



APPROACH TO FINAL REPORT (cont'd.)

- **Prioritized potential service restorations working with departmental staff**
- **Only direct service enhancement considered is year-round pool operations, alternative is to restore funding to current year service levels only**
- **Identified for restoration \$4.4M (13.2%) of the \$33.1M General Fund reductions proposed in Budget**



APPROACH TO FINAL REPORT (cont'd.)

- **Recommended revisions of \$4.4M equal to 0.37% of the total General Fund Budget and 0.13% of the total Budget, but address priority services**
- **To fund restorations, evaluated and identified resource options remaining after May Revise**



RESOURCE OPTIONS PRESENTED IN IBA PRELIMINARY REPORT

OPTION	IBA Prelim Report	Utilized in May Revise	IBA Final Report
1. Redevelopment Agency Repaymen¹	\$2.5-5 M	-	\$2.5 M
2. Reevaluate Reserves Allocation	\$6-11 M	\$2.3 M	-
3. Equipment Outlay	\$1 M	-	-
4. Resolution of Booking Fees Issue	\$3.1 M	-	\$1.6 M
5. Reduce Workers' Compensation	\$1 M	\$770,000	-
6. Transfer of EGF Fund Balance	\$3.5 M	\$2 M	\$1.5 M
7. Comptroller Temporary Help	\$375,000	-	-
8. Citywide Election Costs	\$1.0 M	-	-
9. Tobacco Settlement Revenues	\$300,000	\$438,000	-
10. Seized and Forfeited Assets	\$1.0 M	\$2.3 M	-
11. Savings from Annual Audits	\$150,000	-	-
12. Release of A-List Project Funds	\$1-2 M	\$1.4 M	-
13. Potential Storm Water Savings	TBD	-	-
TOTAL	\$20.9 - \$29.4 M	\$9.2 M	\$5.6 M



IBA
Office of the
Independent Budget Analyst
City of San Diego

IBA PROPOSAL - Part 1
\$2.1 M Priority Service Restorations
(Net Increase to Budget-\$1.5 M)

- **Aligns closely with the Park and Recreation and Library priority restorations discussed at PS&NS May 14th and presented in IBA Report 08-44**
- **Does not restore services to current year levels but addresses highest priorities**
- **Also adds small amount of funding for Kumeyaay Campground**



IBA Proposal - Part 1

Proposed restorations:

- 1. Restore all skate park supervision (8.8 FTE)-
\$415,000 Net**
- 2. Restore five Park Area Managers and one
Grounds Maintenance Supervisor- \$552,000**
- 3. Restore 8.5 Library Assistants, 3.0 Librarians
II's and a Custodian for Central Library-
\$980,800**
- 4. Restore overnight camping on weekends at
Kumeyaay Campground- \$83,000**



IBA Proposal - Part 1 (cont'd)

\$2.1 million Resource Recommendations:

- 1.Environmental Growth Fund Balance- \$1.5M**
- 2.Elimination of Jefferson Wells FY 2009 funds
- \$(225,000)**
- 3.Partial reduction of Grant Thornton FY 2009
consulting funds - \$(400,000)**



IBA PROPOSAL - Part 2
\$4.5 M Priority Service Restorations/Additions
(Net Increase to Budget- \$2.9 M)

- **Builds on Part 1 to fully restore Park management/oversight and Library customer services to current year levels**
- **Includes requests previously not considered in the Mayor's Budget for Fire, Clerk and IBA**
- **Increases service levels over current fiscal year for swimming pool operations**
- **Increases Library Matching Grants to generate equal amount of donations**



IBA Proposal - Part 2 (cont'd)

Proposed restorations/additions:

- 1. Add five Park Area Managers (for a total of 10) and two District Managers (for total of 5)-
\$700,000**
- 2. Restore year-round pool hours-\$1.1M Net**
 - Alternatively, restore to current year levels-
\$122,500**



IBA Proposal - Part 2 (cont'd)

- 3. Restore four Library Assistants (for a total of 12.5) to maintain current year service levels - \$308,000**
- 4. Increase library matching funds from \$1.0M to \$1.5 M to generate matching donations-\$500,000**
- 5. Provide temporary Fire staffing for Children's Pool Lifeguard Station-\$162,000**



IBA Proposal - Part 2 (cont'd)

- 6. Increase Fire Bomb Squad training hours by reducing overtime as recommended in Fire BPR- \$0**
- 7. Include 8.8 FTE's in Fire for second helicopter to match funding provided in the budget- \$0**
- 8. Restore one supervisor for the graffiti control program in Code Compliance- \$86,100**



IBA Proposal - Part 2 (cont'd)

- 9/10. Add one Administrative Aide for City Clerk - \$78,000 (overtime costs already in Budget)**
- 11. Add Fiscal/Policy Analyst, consultant costs, office remodeling for the IBA-\$210,000**
- 12. Provide for Police Technology Enhancements from Seized and Forfeited Assets Fund**
- 13. Restore four of 24.5 non-sworn positions reduced in Police- \$282,600**



IBA Proposal - Part 2 (cont'd)

- 14. Restore four of nine maintenance positions reduced in Facilities- \$331,000**
- 15. Restore four of nine maintenance positions reduced in Streets- \$346,300**
- 16. Designate \$10.0M for the Appropriated Reserve from the Unallocated Reserve consistent with the Reserve Policy-\$0**



IBA Proposal - Part 2 (cont'd)

\$4.1M in Recommended Resources:

- 1. Increase repayment from Redevelopment Agency from \$5.0M as proposed in Mayor's Budget to \$7.5M- \$2.5M**
 - Technical adjustment to budget Redevelopment repayment in the General Fund**
- 2. Reduce \$3.1M contingency in budget to \$1.5M for potential booking fee expenses- \$1.6M**



MAYOR'S MAY REVISE

- **Support the May Revise as issued on May 14th and as amended by the CFO on May 29th, 2008**
- **Concur with the proposed reductions in revenue growth rates as more reflective of economic conditions**
- **Support the proposed \$9.2M in resource options and other revisions utilized to offset reduced revenues**



IBA POLICY MATRIX

- **Each year, the Policy Matrix is derived from research and analysis during the budget process**
- **Policy Matrix is used to track progress and completion of outstanding issues throughout the year**
- **Will be developing matrix following the budget process and be prepared to present to the Budget and Finance Committee in July**



RECOMMENDATIONS

- **Recommend City Council consideration and approval of the revisions to the FY 2009 Proposed Budget as outlined in Final Report**
- **Recommend approval of the Mayor's May Revise as issued on May 14, 2008 and as amended by the CFO on May 29, 2008**



NEXT STEPS

- June 9** **City Council Final Decisions followed by Mayor's veto period**
- July 9** **Budget and Finance Committee review of FY 2009 Appropriation Ordinance (AO)**
- July 21** **City Council public hearing on the AO**
- July 28** **City Council adoption of the AO**



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