



The City of San Diego

# PROPOSED BUDGET



## City Budget Process Overview

Fiscal Year

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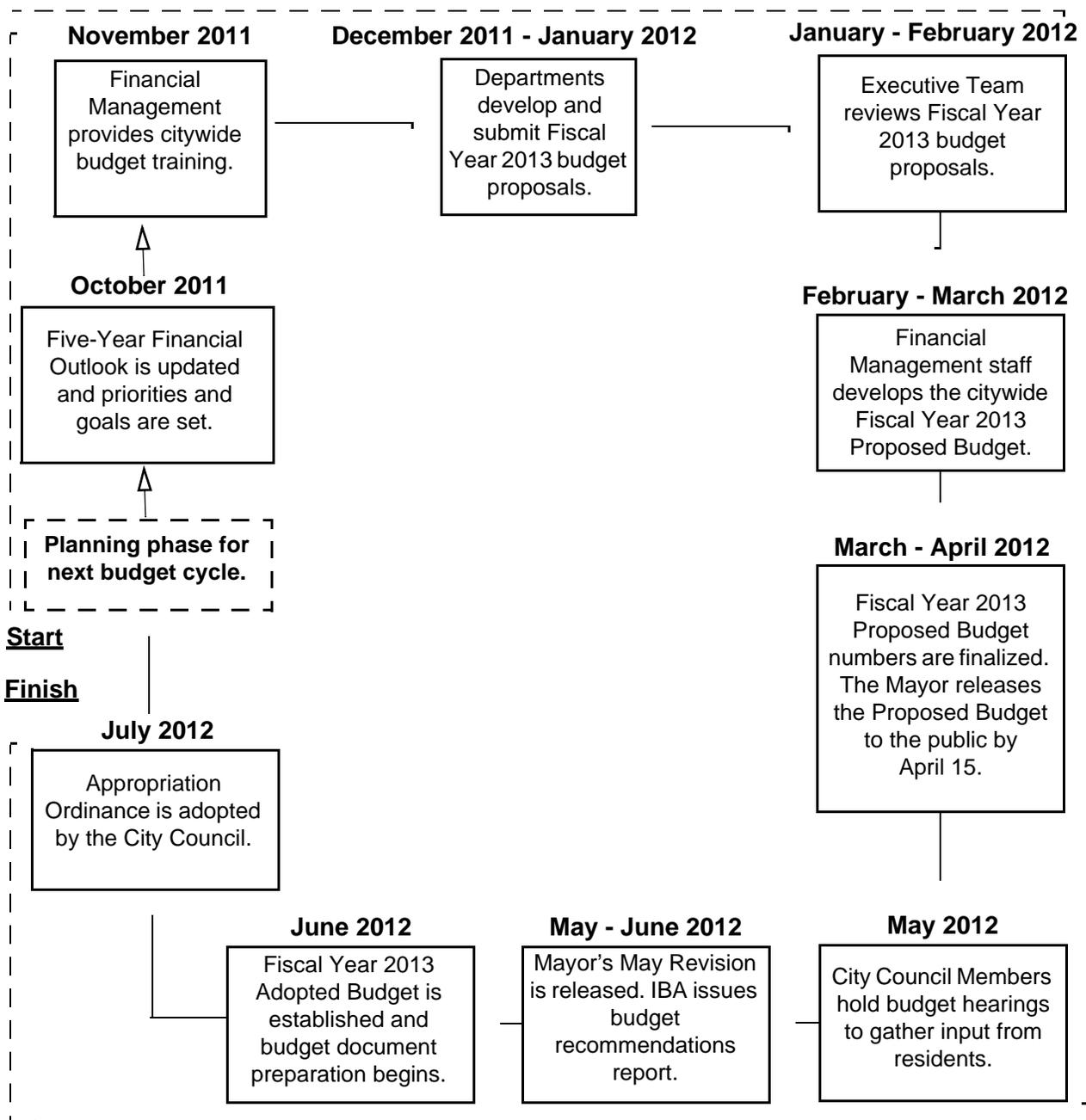
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# City Budget Process Overview

The City of San Diego's operating budget is created in conjunction with the Mayor, City Council, City departments and public input. The budget process considers the fiscal and policy goals for the upcoming fiscal year, while following a timeline for budget publication codified within the City of San Diego's Charter. This section provides an overview of the annual workflow and the specific processes that contribute to producing the City's budget for Fiscal Year 2013. The chart below summarizes the process, and more detailed descriptions of key points are listed on the following pages.



# City Budget Process Overview

The Budget Process consists of three main phases: Budget Development, Budget Review, and Budget Adoption.

## Budget Development

### **October 2011: Fiscal Planning**

The Five-Year Financial Outlook for Fiscal Years 2013 through 2017 was released on October 12, 2011 and served as the framework for the development of the Fiscal Year 2013 Proposed Budget by incorporating a variety of economic assumptions and newly mandated expenditure requirements into the budget document.

### **November 2011: Citywide Budget Development Training**

Budget development training on the budgeting system and the current budget process was provided to all City departments. At these trainings, guidance and expectations were provided to department representatives for developing budget requests within the goals and priorities established for the Fiscal Year 2013 Proposed Budget.

### **December 2011- January 2012: Budget Submission**

Departments developed and submitted their proposed budget requests for the coming fiscal year. In order to manage the variance between forecasted revenues and expenses, direction was given to General Fund departments and non-general funds which affect the General Fund to limit the budget requests to those that were considered mandated. Financial Management staff analyzed budget submissions and prepared a summary of changes and adjustment recommendations for discussion at the Executive Budget Reviews (EBRs).

### **January - February 2012: Budget Meetings**

The EBRs took place from the end of January through early February. In these meetings, department directors and their support staff met with the Chief Operating Officer, Chief Financial Officer, and the Financial Management Director to discuss strategic priorities. City Management reviewed the departments' budget proposals and ensured that requests were aligned with the City's fiscal policies.

### **February - March 2012: Budget Development**

Based on information provided by management, Financial Management staff began the development of the Proposed Budget. During the development of the budget, General Fund revenues were balanced with expenditures and adjustments were made to keep the budget in line with the City's fiscal policies and priorities.

# City Budget Process Overview

## **March - April 2012: Proposed Budget Finalized**

In March, General Fund expenditures and revenues were balanced, any remaining changes to the non-general funds were made, and the Fiscal Year 2013 Proposed Budget numbers were finalized. The budget document was then created during the month of March and the beginning of April. The Mayor released the Fiscal Year 2013 Proposed Budget to the public by April 15, 2012 in compliance with the City of San Diego Charter [Article XV, Section 265, Item (b) (15)]. The Mayor will present the Proposed Budget to the City Council on April 16, 2012.

## **Budget Review**

### **May 2012: City Council Budget Hearings**

During the month of May, the City Council is scheduled to hold a series of public budget hearings to obtain input from San Diego residents on spending priorities. Council members will use the information received at these hearings to develop the districts' priorities and to recommend changes to the Fiscal Year 2013 Proposed Budget.

### **May - June 2012: Mayor's/IBA Recommended Revision Reports**

On May 23, 2012, the Mayor's May Revision to the Fiscal Year 2013 Proposed Budget is scheduled to be released. In this report, the Mayor will recommend changes to the budget based on up-to-date policy-related issues and revised Fiscal Year 2012 year-end expenditure and revenue projections. In June 2012, the Office of the Independent Budget Analyst (IBA) is anticipated to issue a report of budget recommendations to the City Council based on the Fiscal Year 2013 Proposed Budget and the Mayor's May Revision report.

## **Budget Adoption**

### **May - June 2012: Adopted Budget**

On May 25, 2012, the City Council is scheduled to hold the first public hearing on the Fiscal Year 2013 Proposed Budget. The final modifications to the budget will be presented to the City Council during the second public hearing on June 11, 2012. The Mayor's veto period will begin on June 13, 2012 and end on June 19, 2012.

### **June 2012: Adopted Budget Finalized**

At the end of June, the final changes to the Fiscal Year 2013 budget will be implemented. Once these changes are made, preparation of the Fiscal Year 2013 Adopted Budget will be completed. The Change Letter will be created to summarize the May Revision and Council Action changes to the Fiscal Year 2013 Proposed Budget by department.

### **July 2012: Appropriation Ordinance**

On July 16, 2012, the Fiscal Year 2013 Appropriation Ordinance is scheduled to be presented and is anticipated to be adopted by the City Council, codifying the Fiscal Year 2013 Adopted Budget into law.



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