



City of Bell Gardens

Budget Presentation

Fiscal Year 2023 – 2024

Bell Gardens Budget - Overview

1. FY 22-23 projected surplus of \$1.5M for end of year.
2. Fiscal 23-24 budget is projected to have surplus of \$734,887.
3. FY 23-24 budget incorporates recently approved 3 year labor agreements.
4. Water Fund continues to run deficits, while a treatment system is implemented.

General Fund Projection

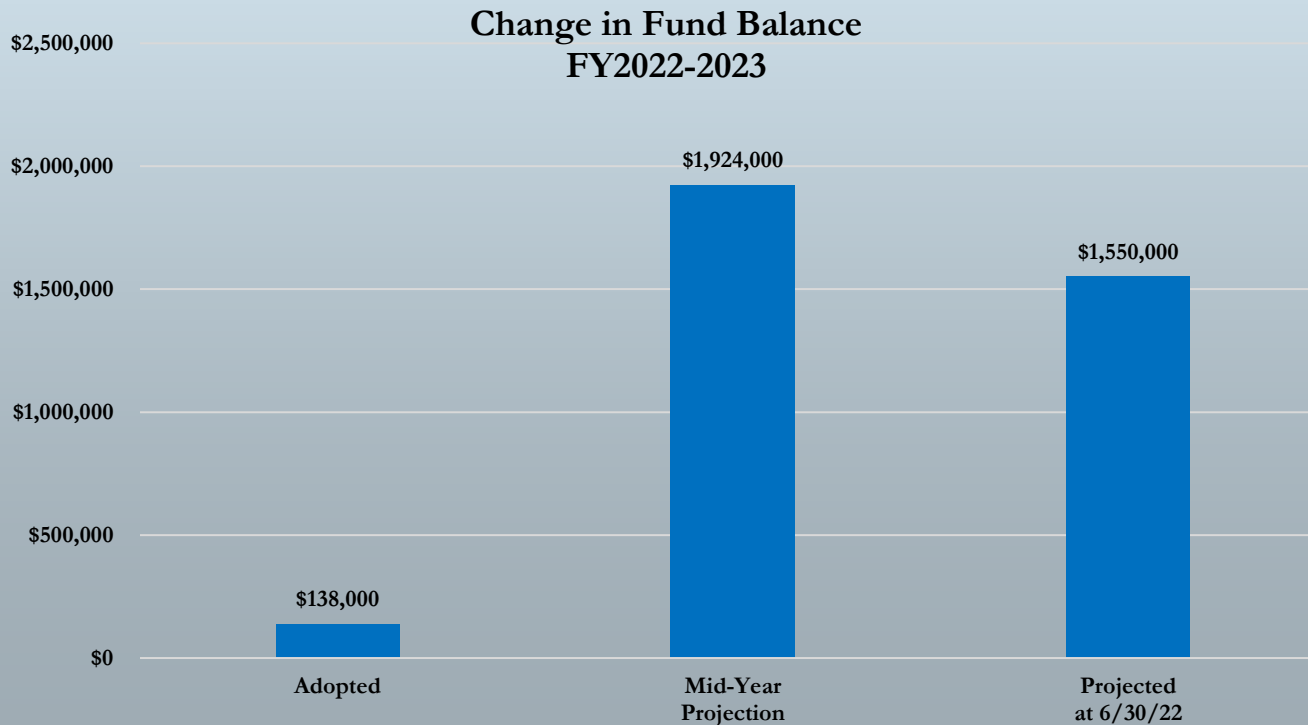
FYE June 30, 2023

(FY2022-2023)



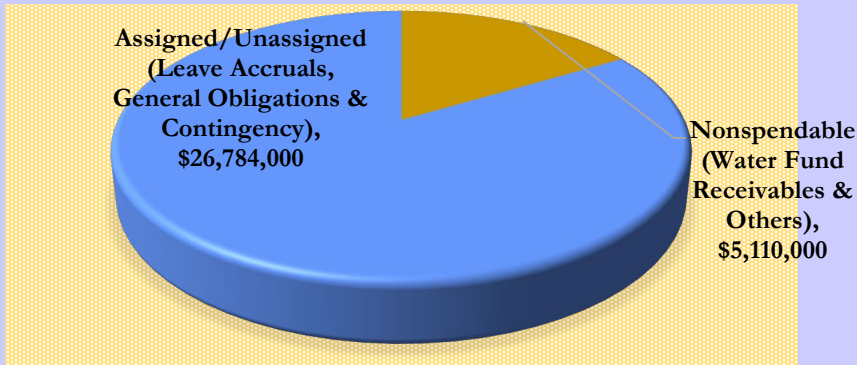
FY2022-2023 General Fund Projection

FY2022-2023	Adopted	Mid-Year	End-of-Year
Revenues	\$38,801,000	\$43,515,000	\$42,900,000
Expenditures	\$38,663,000	\$41,591,000	\$41,350,000
Surplus/ (Deficit)	\$168,000	\$1,924,000	\$1,550,000



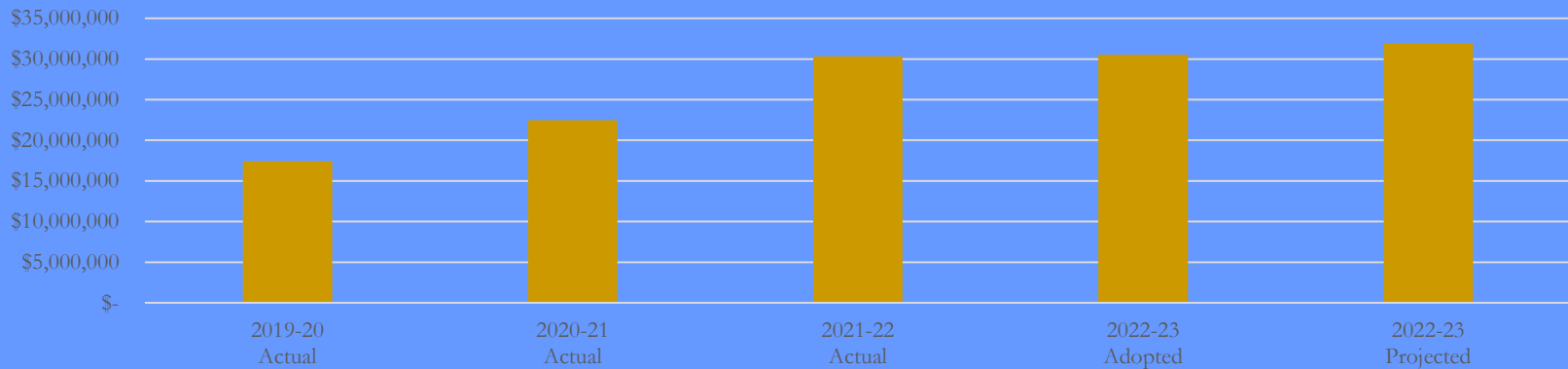
General Fund Projected Fund Balance

PROJECTED FUND BALANCE AT JUNE 30, 2023



Fund Balance at June 30, 2022	\$30,344,000
Projected Change in Fund Balance (FY2022-23)	\$1,550,000
Projected Fund Balance at June 30, 2023	\$31,894,000

Total Fund Balance FY 2019-20 to FY 2022-23



General Fund Budget

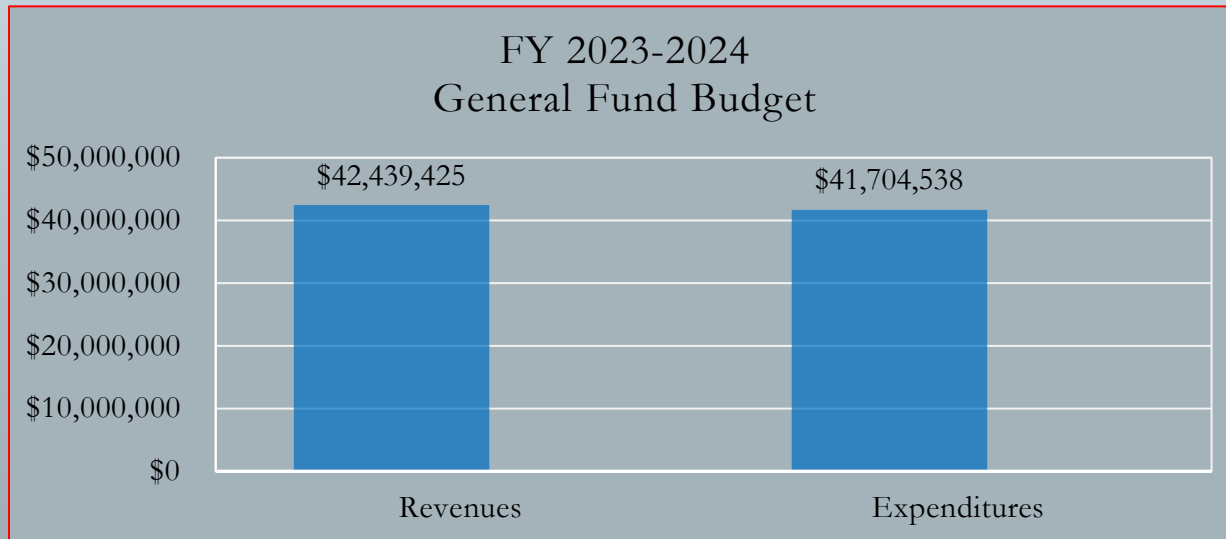
FYE June 30, 2024

(FY2023-2024)



General Fund Budget FY2023-2024

FY2023-2024	Presented Budget
Revenues	\$42,439,425
Expenditures	\$41,704,538
Surplus/ (Deficit)	\$734,887



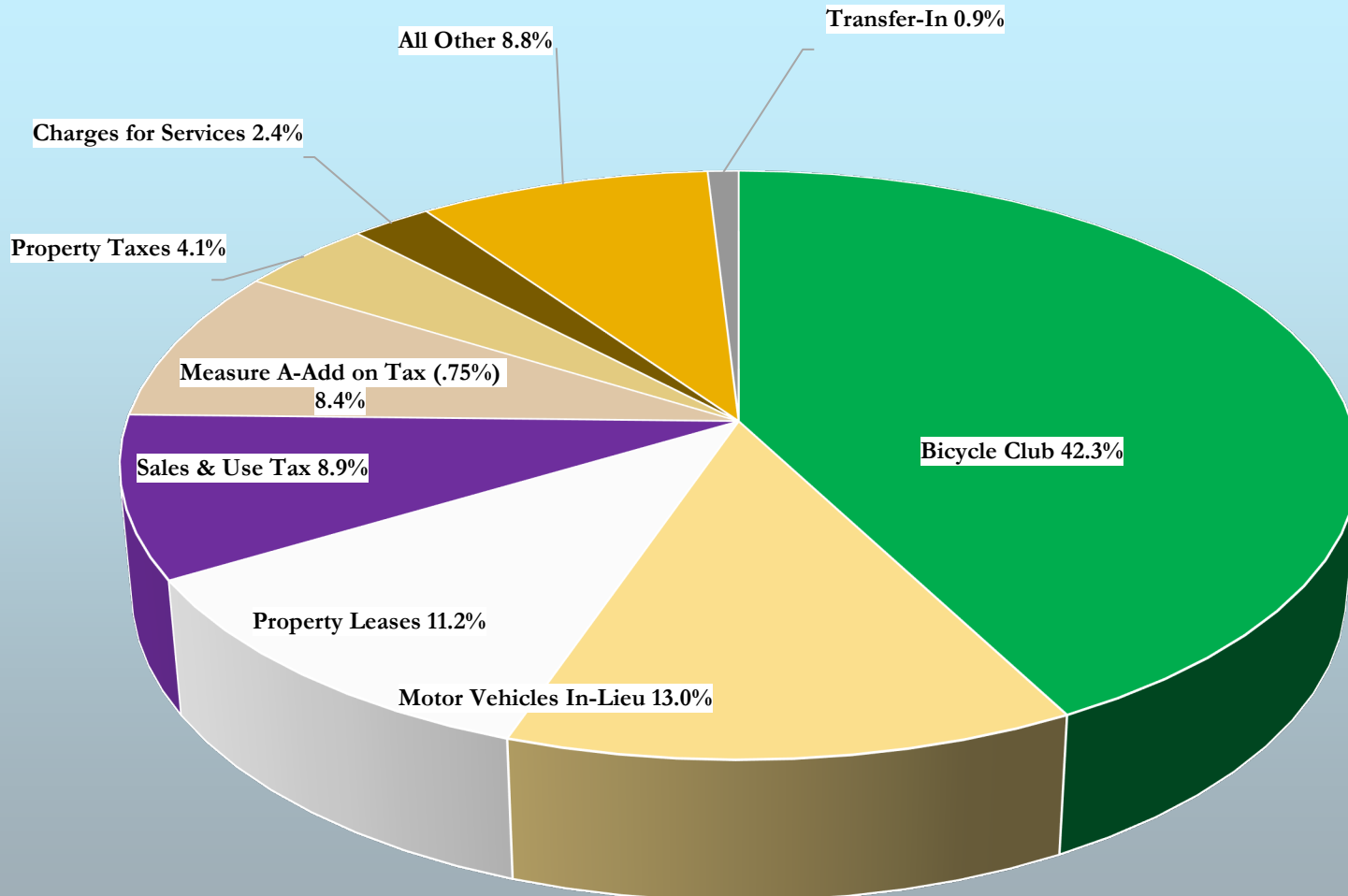
General Fund Budget

REVENUES

July 1, 2023 – June 30, 2024
(FY2023-2024)

General Fund Revenues

FY2023-2024
Estimated Revenues \$42,439,000



General Fund Revenue Summary

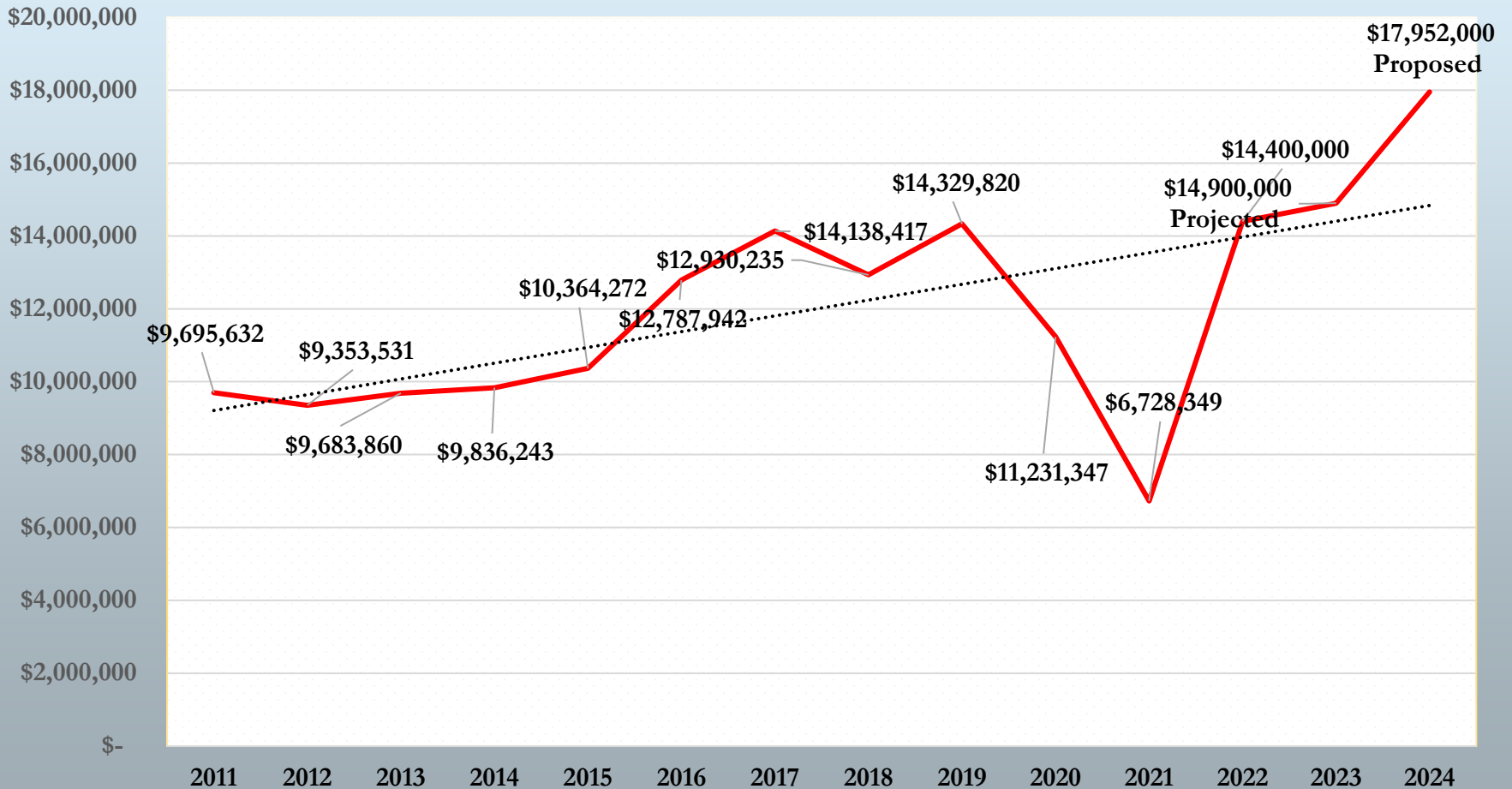
Revenue Source	FY 22-23 Adopted (\$)	FY 23-24 Proposed (\$)	Increase/ (Decrease) (\$)
Bicycle Casino	14,900,000	17,952,000	3,052,000
In Lieu Motor Vehicle	5,582,000	5,500,000	(82,000)
Property Leases	4,672,000	4,752,000	80,000
Sales & Use Tax	3,657,000	3,778,000	121,000
Measure A-Add on Tax (.75%)	3,200,000	3,582,000	382,000
Property Taxes	1,772,000	1,722,000	(50,000)
Charges for Services	1,114,000	1,030,000	(84,000)
Franchise Fees	904,000	910,000	6,000
Hotel Visitor Tax	745,000	650,000	(95,000)
Loan Repayments (ROPS)	721,000	748,000	27,000
Fines and Forfeitures	455,000	480,000	25,000
Transfer – In	396,000	396,000	-
COPS Hiring/Measure H/Tobacco Grant/Post Reimb/LA Impact	272,000	214,000	(58,000)
Interest Income	125,000	375,000	250,000
JPIA Insurance Reimbursement	110,000	110,000	-
Other Revenues	85,000	85,000	-
Passport & Photo Fees	75,000	75,000	-
Food Program	16,000	80,000	64,000
Total Revenue	\$38,801,000	\$42,439,000	\$3,638,000

Casino Revenues

2011 - 2024

Historical Casino Revenues

2011 - 2024



General Fund Budget

EXPENDITURES

July 1, 2023 – June 30, 2024
(FY2023-2024)

General Fund Expenditures

Expenditure Type	FY 22-23 Adopted	FY 23-24 Proposed	FY 23-24 Change
Personnel Services	\$25,185,686	\$27,185,400	\$1,998,714
Contractual Services	9,400,656	10,011,891	611,235
Department Supplies	841,350	1,036,350	195,000
Capital Outlay	1,193,300	1,362,500	169,200
Debt Service	596,277	610,464	14,187
Transfer to other Funds	2,113,451	2,263,121	149,670
Transfer to Reserves	200,000	200,000	-
Vacancy Savings Rate	(898,105)	(965,188)	(67,083)
Total Expenditures	\$38,633,615	\$41,704,538	\$3,070,923

➤ Personnel Services and Contractual Services make up 89% of budget

General Fund Expenditures

Personnel Services (65.2% of Total)

Personnel Services Expenditure	FY2022-23 Proposed	FY2023-24 Proposed	Increase/ (Decrease)
Salaries	\$11,622,000	\$13,131,600	\$1,509,600
CalPERS Retirement	5,352,000	5,710,000	358,000
Health Insurance	2,766,000	2,805,000	39,000
Part Time	1,790,000	1,841,000	51,000
Overtime	909,000	997,000	88,000
Worker's Compensation	666,000	670,000	4,000
Vac/Sick Leave Cash-Outs	422,000	411,000	11,000
Holiday Pay	342,000	361,000	19,000
Other Benefits	949,000	979,000	30,000
Other Taxes	234,000	278,000	44,000
Total Personnel Services	\$25,052,000	\$27,183,600	\$2,131,600

History of Funded Full-Time Positions By Department

	Fiscal 15-16	Fiscal 16-17	Fiscal 17-18	Fiscal 18-19	Fiscal 19-20	Fiscal 20-21	Fiscal 21-22	Fiscal 22-23	Fiscal 23-24
Council	1	1	1	1	1	1	1	1	1
City Manager	4	4	4	4	4	3	3	3	3
City Clerk	2	2	2	3	3	3	4	5	5
Community Development	9	9	9	9	9	10	11	11	13
Finance and Administration	10	10	10	9	9	9	10	10	10
Police	73	73	74	74	74	71	73	74	77
Public Works	27	27	28	28	28	28	28	28	30
Recreation and Community Services	12	12	12	12	12	11	15	15	15
Total	138	138	140	140	140	136	145	147	154

Proposed Position Salary Adjustments & Reclassifications

FY 2023-2024

Salaries

Position	Department	Current (Salary)	Proposed (Salary)
Director of Public Works/Facilities (Salary Adjustment)	Public Works	M2-81 Step E \$13,916/Month	M2-86 Step E \$15,374/Month
Director of Recreation and Community Svcs (Salary Adjustment)	Recreation and Community Services	M1-75 Step E \$13,916/Month	M2-86 Step E \$15,374/Month
Accounting/HR Manager (2 Positions) (Salary Adjustment)	Administration	M2-82 Step E \$9,880/Month	G2-76 Step E \$12,321/Month
Secretary to Chief of Police (Salary Adjustment)	Police	P1-54 Step E: \$5,846/Month	G2-51 Step E: \$6,418/Month
Account Technician (2 Positions) (Salary Adjustment)	Administration	G2-47 Step E \$5,072/Month	G2-49 Step E: \$5,576/Month
Payroll Analyst (Salary Adjustment)	Administration	G1-62 Step E \$6784/Month	C1-58 Step E: \$7,416/Month
Account Clerk I (Salary Adjustment)	Administration	G2-42 Step E: 4,566/Month	G2-47 Step E: \$5,072/Month
Office Assistant/Clerk Typist (Part-Time to Full Time Role)	Community Development	Current Part-Time Salary	G2-42 Step C: \$4,566/Month
Assistant Planner to Associate Planner	Community Development	G2-54 Step E: \$7,003/Month	G2-59 Step E: \$7,955/Month
		Total Estimated Personnel Costs	\$216,600

General Fund Expenditures

Contractual Services

July 1, 2023 – June 30, 2024

Contractual Services include: liability insurance, tree and landscape services, warranties and subscriptions, professional services, IT and VOIP services, utilities, animal control, and others.

Contractual Services (\$10 million or 24%)

Increased by \$611,235

Increases in Contractual Expenditures

1. PD contractual services are up by **\$210K** due to psychological services (CCW), vehicle maintenance and fuel costs, operational warranties & subscription, professional services - training coordinator.
2. Public Works' Administration division contractual services are up by **\$117K** due to higher cost for industrial waste permits, engineering services and crossing guard services.
3. Public Works' Park and Facility Maintenance division contractual services are up by **\$75K** due to higher cost for Tree and Landscape services, facility maintenance and repair, equipment rental, contractual services such as Pump Man, Amtech Elevator and plumbing.
4. City Clerk Department contractual services are down by **\$43K** due to no elections in FY 2023-24.

General Fund Expenditures

Department Supplies

July 1, 2023 – June 30, 2024

Department Supplies: Supplies each respective department needs to run operation and activities for the City. Park supplies, custodial supplies, street supplies, office supplies and recreation supplies.

Department Supplies (\$1,036,350 or 2%)

Increased by \$195K

Expenditures

1. Departmental Supplies increase and decrease among the various departments, including copier leases increases and range supplies, overall net increase is **\$195K.**

General Fund Expenditures

Capital Outlay

July 1, 2023 – June 30, 2024

Capital Outlay: (One-time purchases) Expenditures to acquire or improve long-term assets.

Examples include: Vehicles, Equipment, Furniture, IT Hardware and Software, and Facility Improvements

- Total budget is \$1.3M or 3%
- Increase of \$169K

General Fund Capital Outlay Major Increases and Decreases:

1. **\$85K Public Works Administration Vehicles**
2. **\$88K Police Administration Facility Improvements**
3. **\$50K Police IT Hardware and Software Infrastructure investments**
4. **\$50K Police Field/Patrol services vehicle investments.**
5. **Overall Capital Outlays increase is offset by reductions from other departments.**

General Fund Expenditures

Transfers to Other Funds

July 1, 2023 – June 30, 2024

Transfers Out – General Fund transfers funds to other City funds.

- Total Transfer Out to other funds is \$2.2 million or 5%
- Increase of \$149K

Transfers Out Increases consist of:

1. Ford Park Operation Subsidy **\$5K increase from previous year**
2. Golf Course Operation Subsidy **\$18K increase from previous year**
3. Capital Replacement Fund Increase from loan repayment received from Successor Agency to City programmed for Capital Replacement additional **\$20K from previous year**
4. Retiree Health Cost **\$100K increase from previous year.**

General Fund Expenditures

Debt Service

July 1, 2023 – June 30, 2024

Debt Service – Principal and interest payments for bonds and loans received by the City.

- ❖ Total debt service budget is \$610K or 2%
- ❖ 2015 Lease Debt Payment \$410,000
- ❖ Energy savings lease purchase agreement \$186,000

The City's total debt as of June 30, 2022

Issue	Balance
2015 Lease Bonds (Principal)	\$4,645,000
Compensated Leave	3,610,130
2004 Water Bond (Principal)	1,085,000 ^c
Net Pension Liability	28,522,872
Retiree Health Liability	63,023,337
Energy Savings Lease Purchase Agreement (Loan Pymt)	2,119,140
Total City Debt	\$103,005,749

^c – paid for by the Water Utility Fund

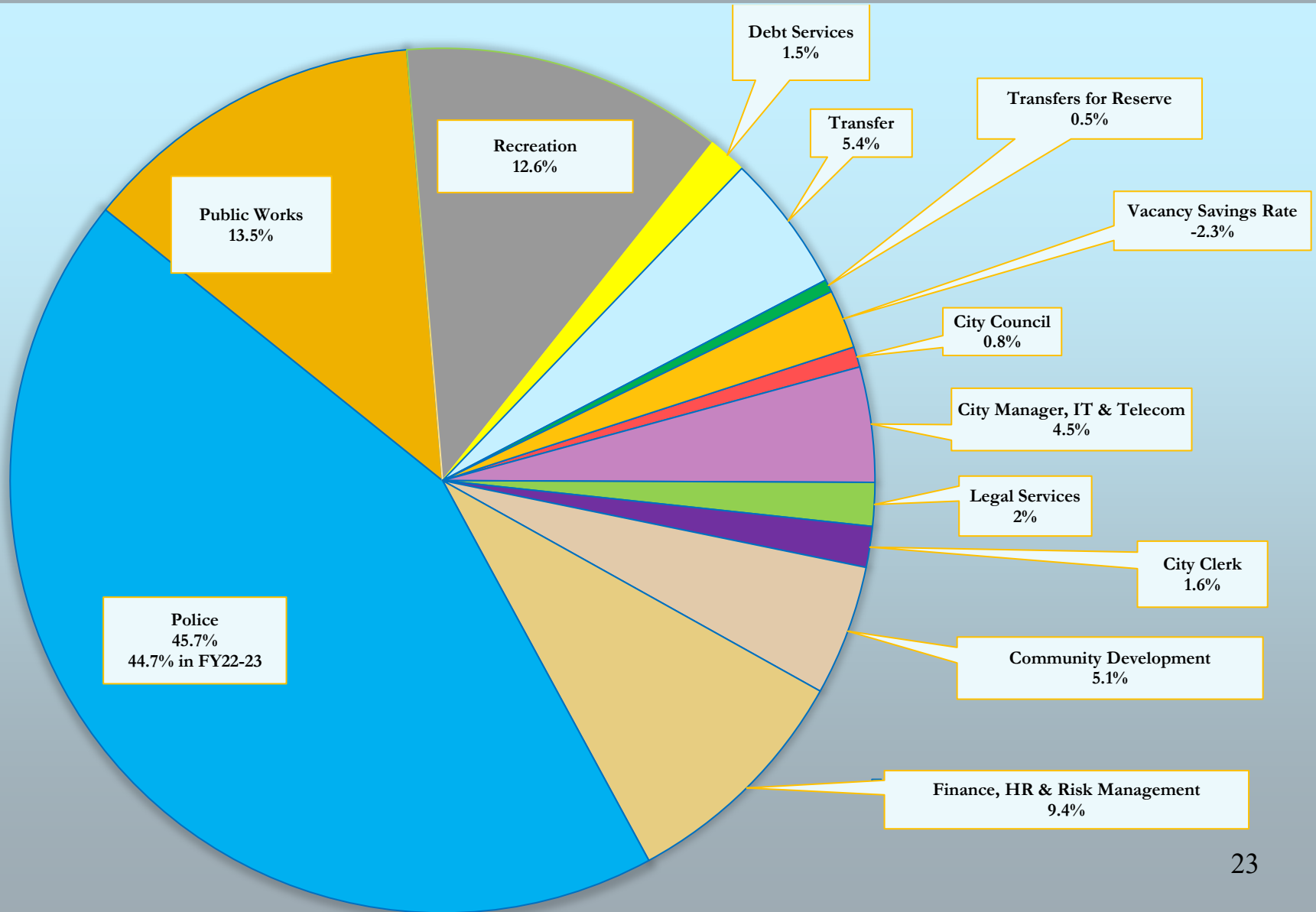
General Fund Expenditures

By Department

July 1, 2023 – June 30, 2024

(FY2023-24)

General Fund Expenditures by Department FY 2023-2024



General Fund Expenditures by Department

Department	Percent Of Total	FY 22-23 Adopted	FY 23-24 Proposed	Increase/ (Decrease)	Increase/ (Decrease) Explanation
City Council	0.8%	\$334,000	\$344,000	\$10,000	Increase mainly in Personnel Costs per MOU, CALPERS, Health Care and conference, meeting & travel cost.
City Manager, IT & Telecom	4.5%	1,537,000	1,883,000	346,000	Increase mainly in Personnel Costs per MOU, CALPERS, Health Care and IT projects.
Legal Services	1.7%	725,000	725,000	-	
City Clerk	1.6%	563,000	667,000	104,000	Increase mainly in Personnel Costs per MOU, CALPERS, Health Care and up coming election cost.
Community Development	5.1%	1,762,000	2,137,615	375,615	Increase mainly in Personnel Costs per MOU, CALPERS, Health Care and Permit Software,
Finance, HR & Risk Mgmt.	9.4%	3,719,000	3,911,532	192,532	Increase mainly in Personnel Costs per MOU, CALPERS, Health Care and JPIA Liability Insurance
Police	45.7%	15,853,000	19,041,063	3,188,063	Increase in personnel costs per MOU, CALPERS and Health Care. Other increases Maint & Supply, increased contractual Srvs costs.
Public Works	13.5%	5,235,000	5,629,695	394,695	Increase in personnel costs per MOU, CALPERS and Health Care. Other increases Maint & Supply, increased contractual Srvs costs. Software in Capital Outlays
Recreation	12.6%	4,770,000	5,257,695	487,695	Increase in personnel costs per MOU, CALPERS and Health Care. Offset by decreases in Maint & Supply, Contact Srvs & Capitol Outlays
Debt Service	1.5%	604,000	610,000	6,000	Increase maturity of the loan payment
Transfers	5.4%	2,113,000	2,263,000	150,000	Increase in Subsidy to Ford Park and Golf Course. Higher Payment From Successor Agency to City resulting in higher transfer to Fund (181) Equipment Replacement Fund;
Transfers for Reserve	0.5%	200,000	200,000	-	Yearly Transfer for Contingency
Vacancy Savings Rate	-2.3%	(894,000)	(965,000)	(71,000)	Applied 4% savings in FY23-24, 3 Vacancies noted.
Total Expenditures	100%	\$36,521,000	\$41,704,600	\$5,183,600	

FY 2023-2024 Budget

Capital Improvement Projects



Capital Improvement Projects

FY2023-2024

No.	Project Description	Project Budget	Project Program FY2023-24	Expended as of 06/15/2023	Remaining Budget	Funding Source(s)
1	Eastern/Florence Intersection Improvements	\$3,384,895		\$771,620	\$ 2,613,275	Metro Prop C & Measure R
2	Upgrades Water Well #1 & Reservoir	471,000		647,930	(176,930)	Federal Grant/TDA -City Match
3	Florence Ave Ira & Jaboneria Intersection Improvement	1,389,472		195,572	1,307,900	Local MTA Grant
4	Ford Park Infiltration Cistern	10,500,000		8,803,239	1,696,761	State Grant
5	Veterans Park City Yard compliance Upgrade*	350,000		39,642	310,358	Measure W
6	Intersection Improvements Garfield and Eastern	4,635,000		639,797	3,995,203	Metro Grant & Measure R
7	Ford Park Aquatic Center (Design/Eng)	17,524,650		1,757,438	15,767,212	CDBG & Grants, LWCF Grant
8	ATP Cycle 5 Complete Street Improvement Phase I (Matching)	7,000,000		751,633	6,248,367	Federal grant funding/Prop C Measure R
9	Urban Green Grant	366,800		306,463	60,337	Federal Grant /GF \$20,400
10	Water Quality-PFAS/PFOA	225,585		331,595	(106,010)	Water Fund
11	Complete Meter Repl 1300 Meters	53,895			53,895	Water Fund
12	Interconnet W/Neighbor System	106,165			106,165	Water Fund
13	Replace 4" Fire Hydrants (25 Hydrants)	35,535			35,535	Water Fund
14	Alleys	613,447		21,573	591,874	Measure R
15	Eastern Ave Arterial Street Improvement	2,506,484		175,186	2,331,298	STPL & Toll Credit Prop C, Measure R & M Local Return
16	Various Residential Street Improvement	814,678		119,919	694,759	TDA, Measure R & Measure M
17	Citywide striping	158,858		15,555	143,303	TDA and Measure R

Capital Improvement Projects

FY2023-2024

No.	Project Description	Project Budget	Project Program FY2023-24	Expended as of 06/15/2023	Remaining Budget	Funding Source(s)
18	Slurry Seal Zone 4	200,000		19,388	180,612	Measure M
19	BG Keep Parks Clean Beautification Project Hannon & Asmus Park - Playground & Cleanup	587,567		49,709	537,858	Caltrans Clean CA Grant &
20	Marlow Park Renovation	893,000		-	893,000	RPOSD Measure A
21	Veterans Park Refurbishment	3,977,339		-	3,977,339	RPOSD Measure A
22	Ford Park Playground and Restroom Replacement	1,429,194		-	1,429,194	Prop 68 Per Capita RPOSD Measure/Prop A
23	Ford Park Maintenance Yard Access	500,000		48,776	451,224	General Fund
24	Zone 5 Residential Slurry Seal	-	200,000		200,000	Measure M & R:\$200,000
25	Florence Ave Pavement Repair-Garfield to Granger		250,000		250,000	Prop C:\$250,000
26	Alley Rehab		300,000		300,000	Measure M& R : \$300,000
Total FY 2022-23 CIP		\$57,723,564	\$750,000	\$14,695,033	\$43,664,531	

**- accordance with the City's purchasing policy, each project over \$10,000 will be brought before the City Council for approval*

FY 2023-2024 Budget

All City Funds



All City Funds

For fiscal 2023-2024, the proposed expenditures for all thirty-five (35) City funds is \$60,632,987.

Fund Type (Number of Funds)	FY2023-2024 Proposed Expenditures
General Fund (1)	\$41,704,538
Equipment Replacement Funds – General Fund in ACFR (1)	85,000
Special Revenue Funds (23)	13,320,550
Enterprise Funds (Water and Golf)	2,630,119
Successor Agency Funds (6)	2,892,780
Total All City Funds	\$60,632,987

Water Utility Fund

By the end of FY 2022-2023, the Water Utility's deficit is projected to increase by \$1,353,000. In FY 2023-24, the Water Utility is projected to lose another \$1,105,000. To cover the cash deficit, the Water Utility borrows funds from the General Fund. By the end of FY 2023-24, the Water Utility is projected to owe the General Fund \$8,240,000.

Water Utility Fund	FY2023-2024 Projected
Estimated Revenues	\$1,642,000
Proposed Expenditures	\$2,747,000
Budget Surplus/(Deficit)	(\$1,105,000)

Bell Gardens Budget - Summary

1. FY 22-23 projected surplus of \$1.5M for end of year.
2. Fiscal 23-24 budget is projected to have surplus of \$734,887.
3. FY 23-24 budget incorporates recently approved 3 year labor agreements.
4. Water Fund continues to run deficits, while a treatment system is implemented.



City of Bell Gardens

Q & A