



FY 2025 Budget: Operating Expenditures and General Fund Forecast

Julie Kennicutt
Budget Manager

AGENDA

01 FY 2025 General Budget Items

02 Special Revenue Funds

03 Proprietary Funds

Enterprise Funds, Internal Service Funds

04 General Fund

General Fund Forecast

*Amounts may change through review and finalization of the budget process.

FY 2025 General Budget Items

Strategic Goals



Financial Stability

Ensure the City has adequate and sustainable financial funding to delivery high-quality services to residents.



Strong Economy

Expand the local economy by supporting local businesses, providing opportunities for new business, and ensuring there are ample opportunities for job seekers.



Sound Infrastructure

Sustain high quality service delivery by investing in public infrastructure, including parks, buildings, equipment, roads, and technology.



Safe Community

Protect our quality of life by ensuring the community is safe and clean.



Sense of Place

Build community through celebrating our rich heritage, increasing access to recreational and cultural activities, and improving the relationship between the City and residents.



High-Performing Government

Improve the efficiency and effectiveness of the City's services to bring government into the 21st century.

Budget Resource Manual

What's Included:



Information on revenue sources



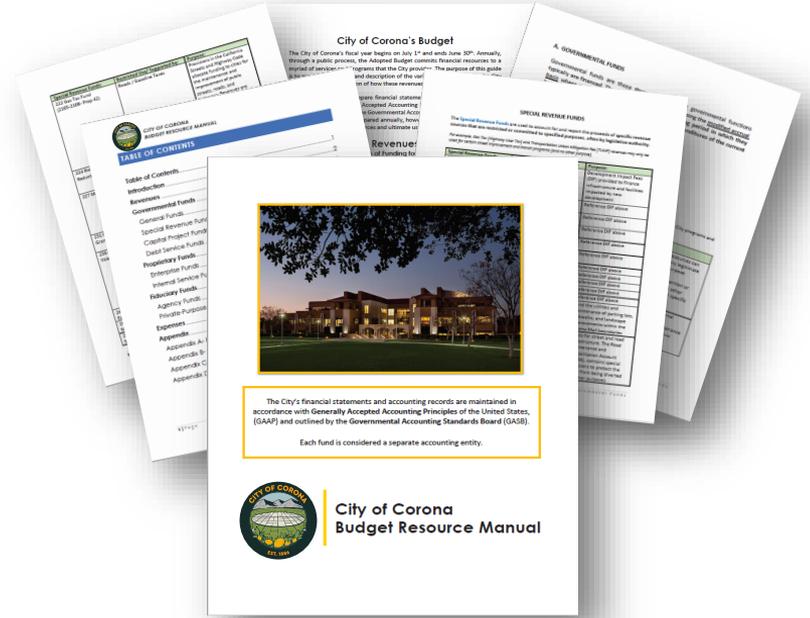
Information on expenditures



Defining Government, Proprietary, and Fiduciary Funds



Appendix with additional information



Manual can be found on the City website at www.CoronaCA.gov/Business/Finance

Operating Expenditure Development



Classifications of Expenditures

Examples of Object Codes Within Classifications

01 Personnel

Full-Time and Part-Time Salaries, Overtime, Pension Contributions (Normal Cost and Unfunded Liabilities), Medical Premiums, and Other Related Payroll Items.

02 Services - Supplies

Contractual – Professional and Contractual Services, Refuse Disposal, Credit Card Processing, SCADA Maintenance, and Special District County Administrative Charges

Materials & Supplies – Debt Service – Principal (including POBs), Raw Water & Treated Water Purchases, Interest Expense, Internal Service Charges, Rent & Lease Charges, Computer Equipment & Software, and Parts/Labor on Vehicles.

Utilities – Wholesale Energy, Electric Utility, Water Utility, Recycled Water Utility, Natural Gas Utility, CNG Fuel, Diesel Fuel, Phone Lines, and Wireless Communication.

Claims Expense, Claims Settlements, Depreciation & Amortization

Classifications of Expenditures Continued

Examples of Object Codes Within Classifications

03 Operating & Maintenance Projects

Purchase of major equipment, development of studies and plans, grant programs, and routine maintenance.

04 Capital Improvement Projects

Long-term investment of funds to improve, repair, replace, or construct an asset, facility, or public infrastructure.

Operating Expenditures All Funds

Operating Expenditures only, does not include Capital Improvement Projects, Transfers Out, or Service Change Requests. Subject to change through finalization of budget process.

FY 2025 Proposed \$444.6 Million

Governmental Funds

General Fund	\$ 204,068,396
Special Revenue	39,382,295
Capital Projects	15,306,193
Subtotal	<u>258,756,884</u>

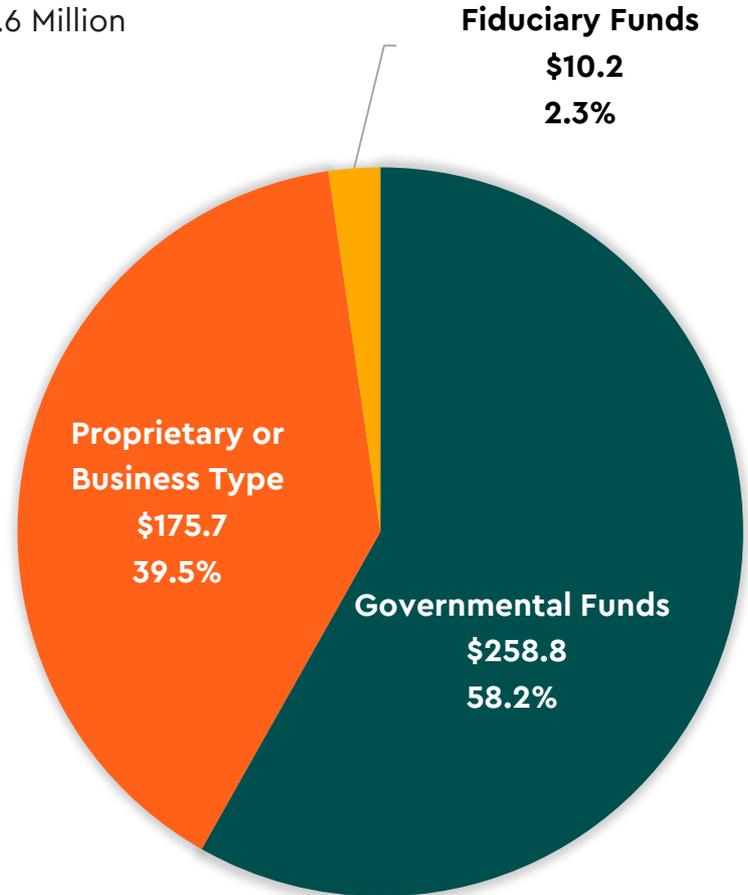
Proprietary or Business Type

Enterprise	145,266,968
Internal Service	30,393,887
Subtotal	<u>175,660,855</u>

Fiduciary Funds

Agency Funds	7,324,910
Private Purpose Trust	2,860,479
Subtotal	<u>10,185,389</u>

Total \$ 444,603,128



Special Revenue Funds



Road Related

- Gas Tax
- Road Maintenance & Rehabilitation (RMRA)
- Measure A



Special Taxing Districts (CFDs and LMDs)



Refuse / Recycling



Other

- Development (Developer Impact Funds, Park Development Fund)
- Trip Reduction
- Asset Forfeiture
- Grants/Endowments

Special Revenue Funds

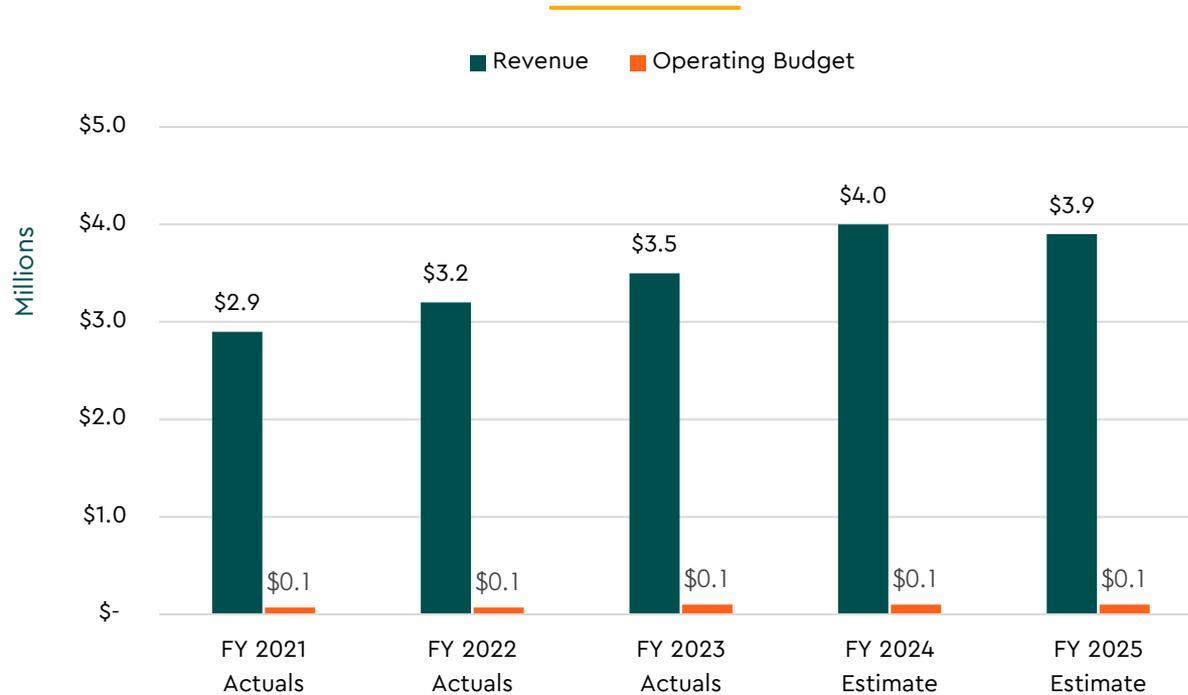
Specific revenue sources that are restricted or committed to specific purposes, often by legislative authority.

90.6%

Road Related, Special Taxing Districts (CFD and LMD), Refuse/Recycling all equal 90.6% of the Special Revenue Funds operating budget.

Road Maintenance & Rehabilitation Account (RMRA)

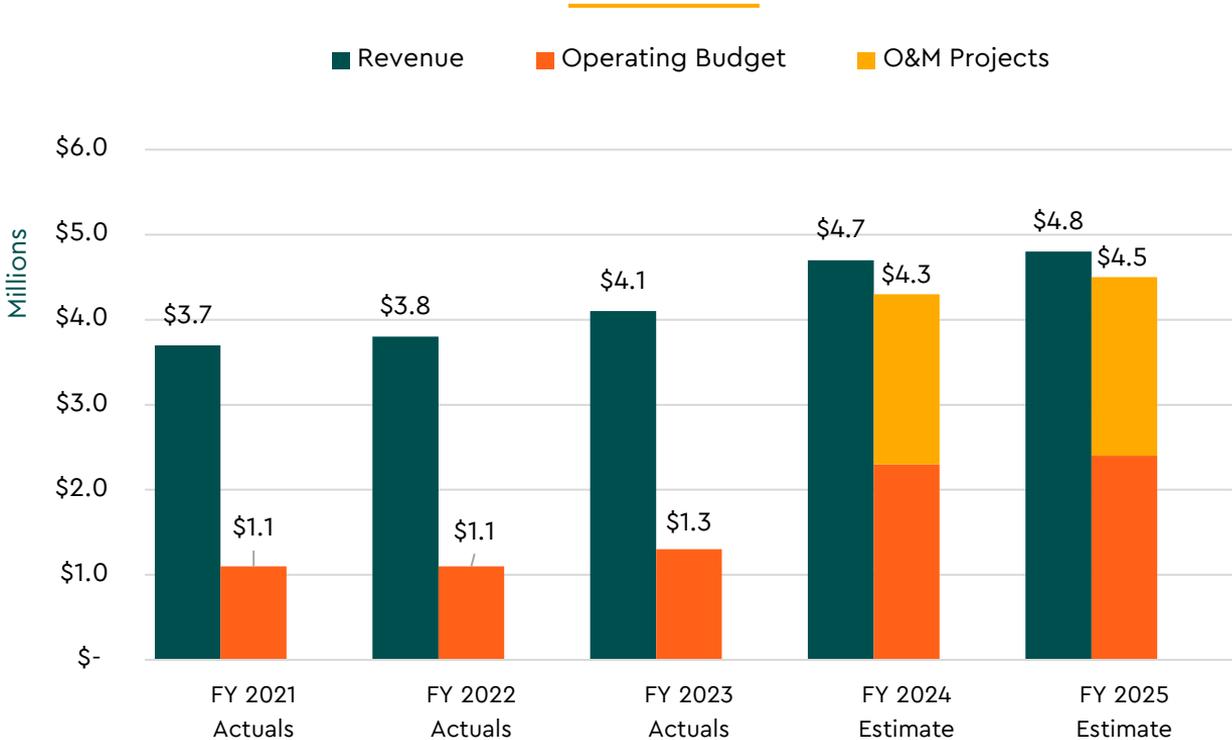
FY 2025 Estimated \$0.1 Million



- *New in 2018*
- *Collected from gasoline taxes*
- *Used for capital improvements related to roads*

Gas Tax

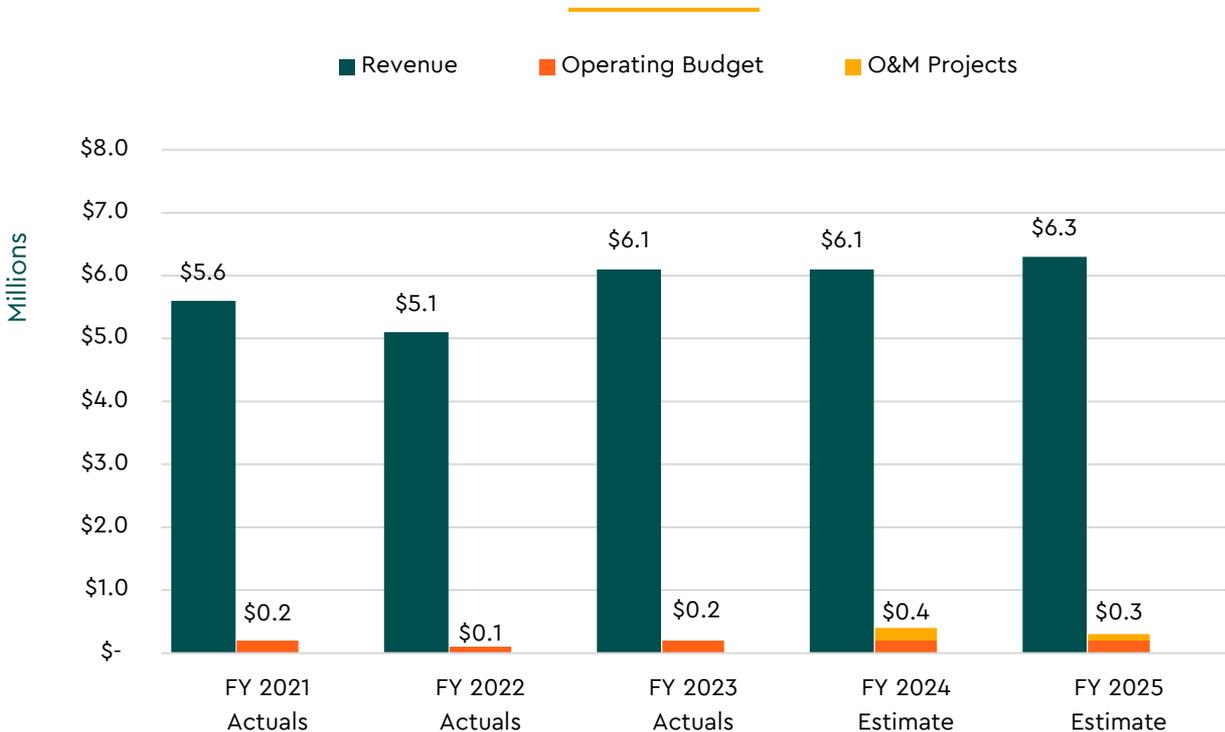
FY 2025 Estimated \$4.5 Million



- Collected from gasoline taxes
- Used for capital improvements related to roads and operating costs

Measure A

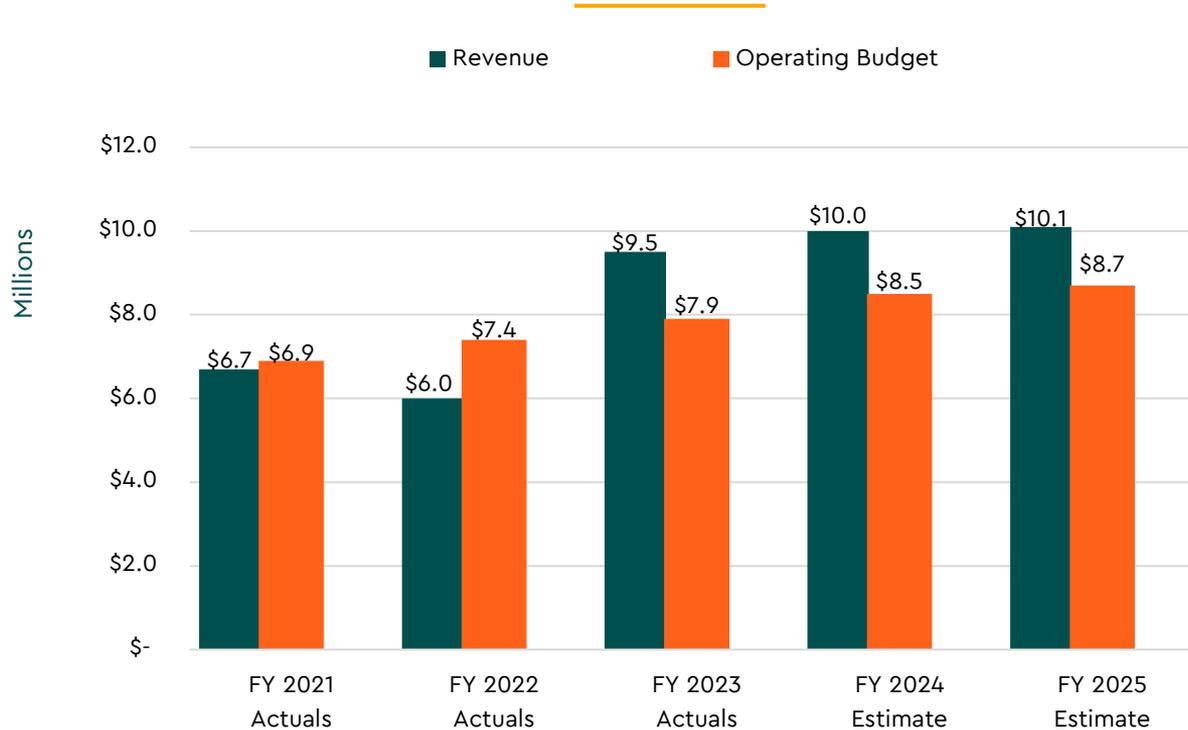
FY 2025 Estimated \$0.3 Million



- 0.5% Sales Tax in Riverside County
- Used for capital improvements related to roads

Special Taxing Districts

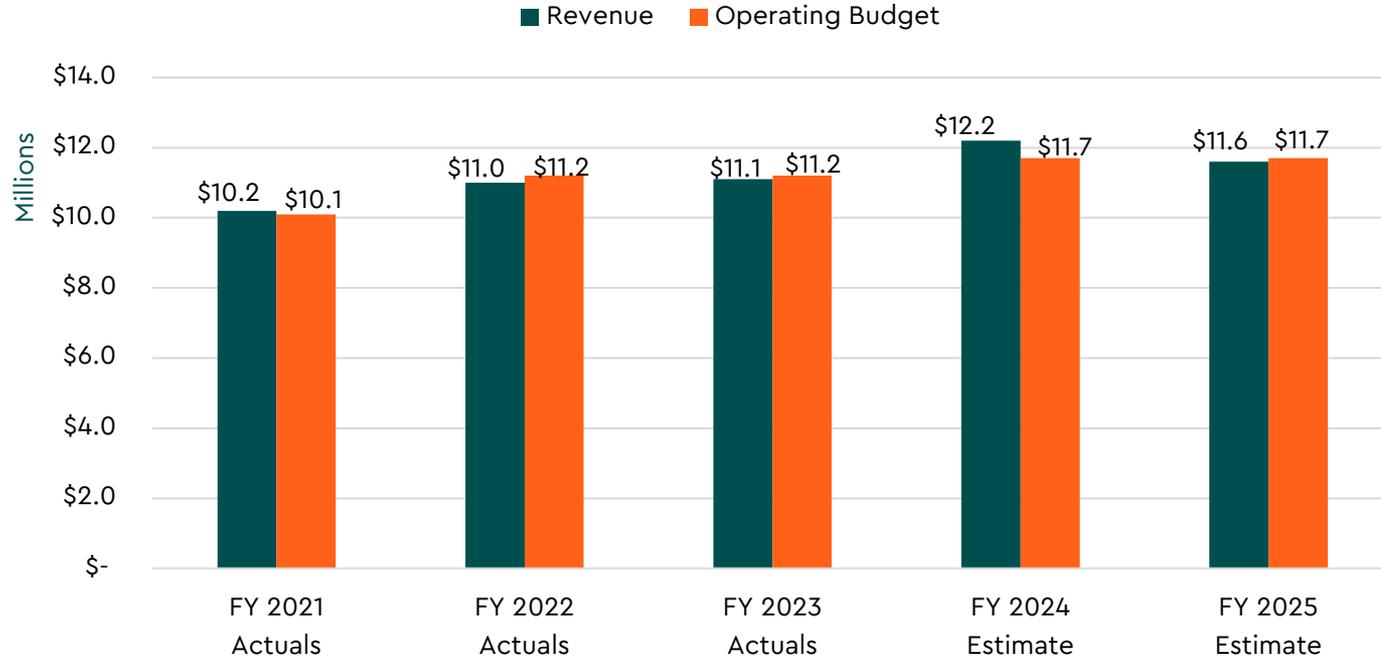
FY 2025 Estimated \$8.7 Million



- Community Facilities Districts (CFD), Lighting Maintenance District (LMD), and Landscape Maintenance Districts (LMD)
- Eagle Glen Homeowners' Association (HOA)

Refuse/Recycling

FY 2025 Estimated \$11.7 Million



- Primarily a pass through for the services with Waste Management.

Proprietary Funds

Enterprise Funds

Proprietary Funds

Enterprise Funds

- Programs or activities that are supported by rates and/or fees.
- May also include grants or reimbursements from other governmental agencies.



Water



Electric



Reclaimed Water



Airport



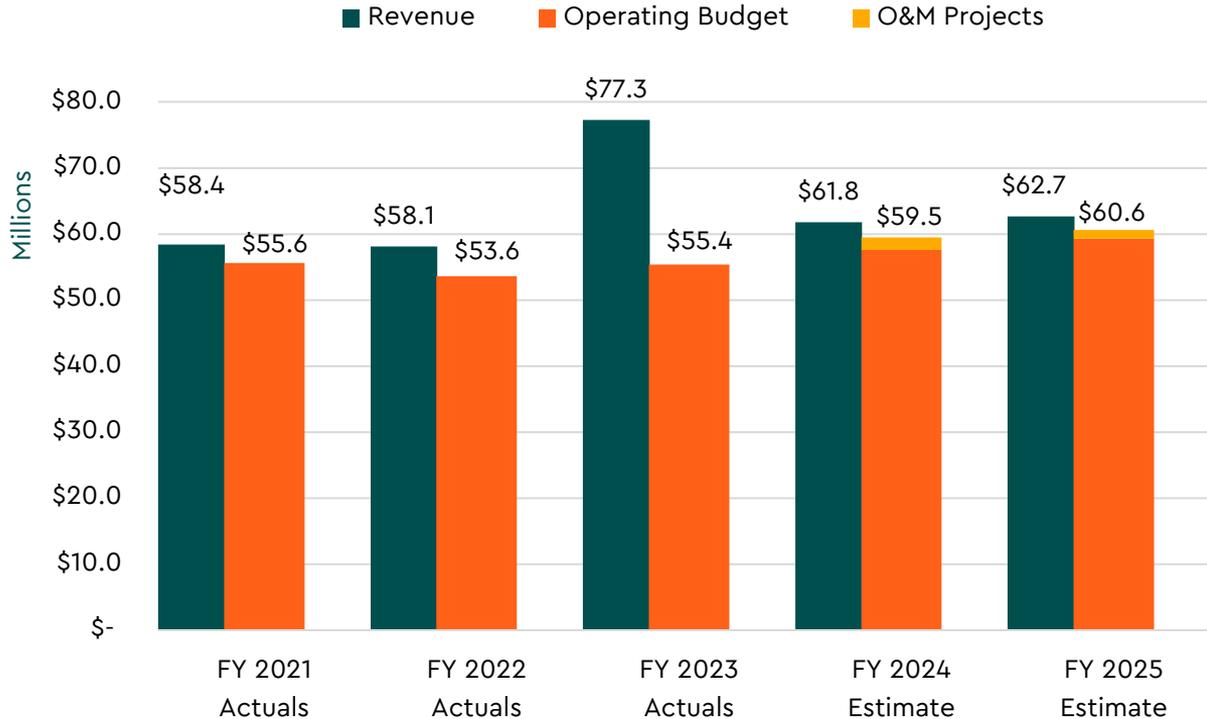
Sewer



Transit Services

Water Utility

FY 2025 Estimated \$60.6 Million

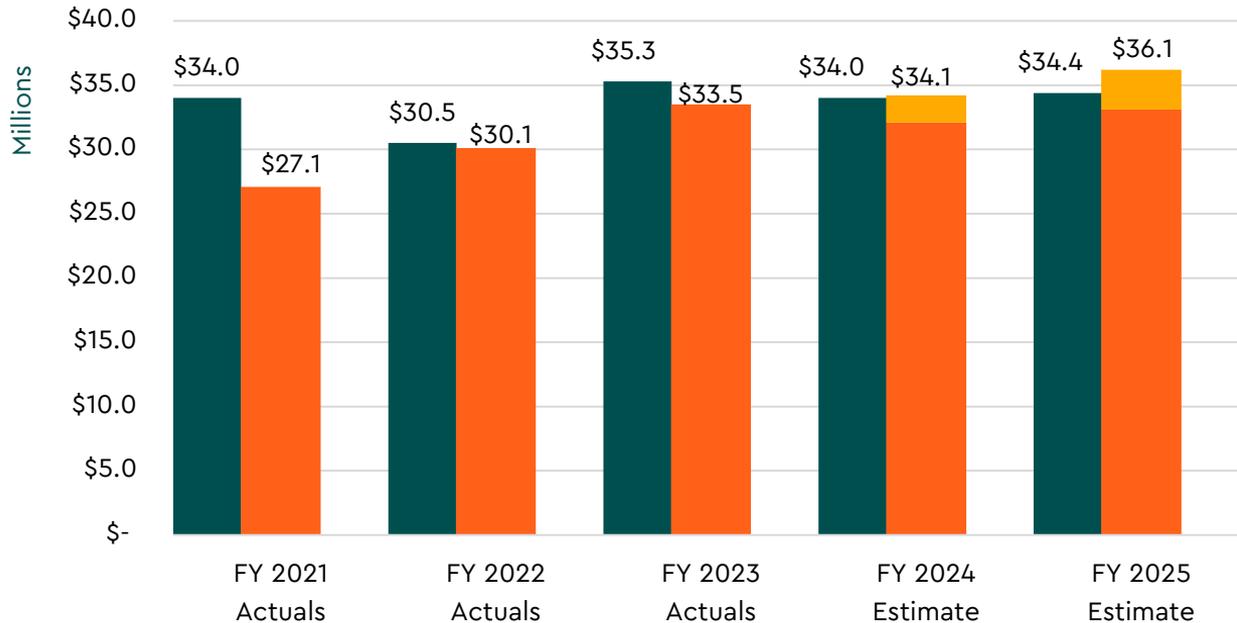


- Operating budget – 82.3% is in services and supplies, 15.5% in personnel services, and 2.2% in O&M Projects.
- FY 2025 information represents an increase of \$1.1M or 1.9% when compared to the current fiscal year budget.
- The O&M projects are \$1.3M in FY 2025. Some examples include \$1.2M for Waterline Infrastructure and \$150K for Water Tank Mixer installations.
- As a reminder, the spike you see in FY 2023 revenues is for a one-time \$19.0M settlement payment.

Sewer Utility

FY 2025 Estimated \$36.1 Million

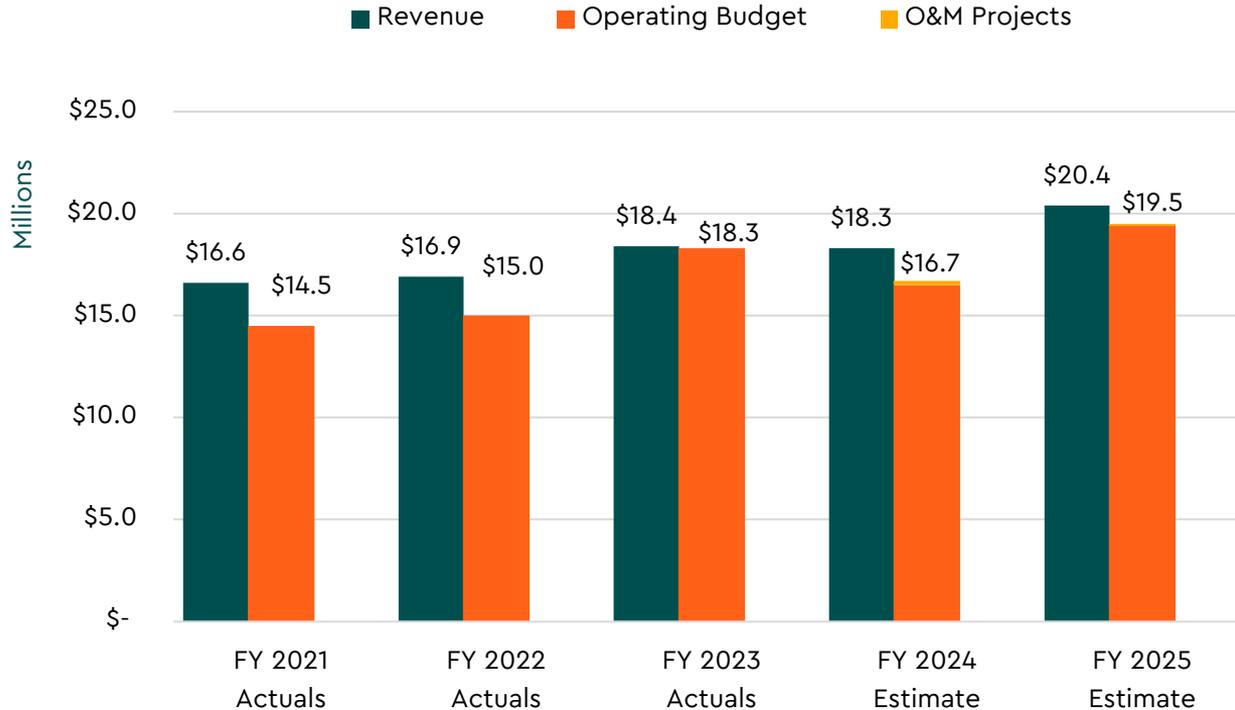
■ Revenue ■ Operating Budget ■ O&M Projects



- Operating budget – 69.1% is in services and supplies, 22.0% in personnel services, and 8.9% in O&M Projects.
- This is an increase of 6.0% or \$2.0M when compared to the current fiscal year budget.
- The O&M projects are \$3.1M in FY 2025. Some examples include \$2.0M for Water Reclamation Facility No. 1 Lease and \$500K for Sewer Inflow and Infiltration study.

Electric Utility

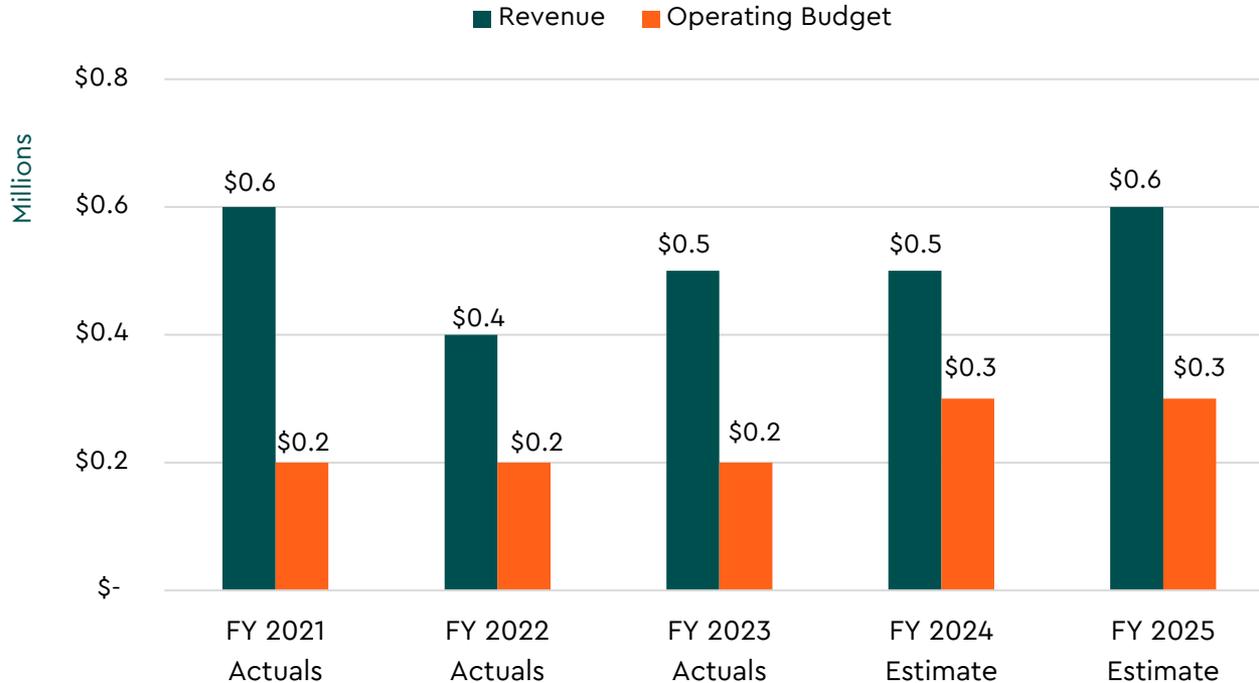
FY 2025 Estimated \$19.5 Million



- Operating budget – 95.9% is in services and supplies, 3.7% in personnel services, and 0.4% in O&M Projects.
- This is an increase of 16.4% or \$2.7M when compared to the current fiscal year budget.
- The O&M projects are \$72K in FY 2025. Some examples include \$50K for Pad Mounted Enclosure Switches upgrade and \$22K for Citywide Meter Replacement.

Airport

FY 2025 Estimated \$0.3 Million

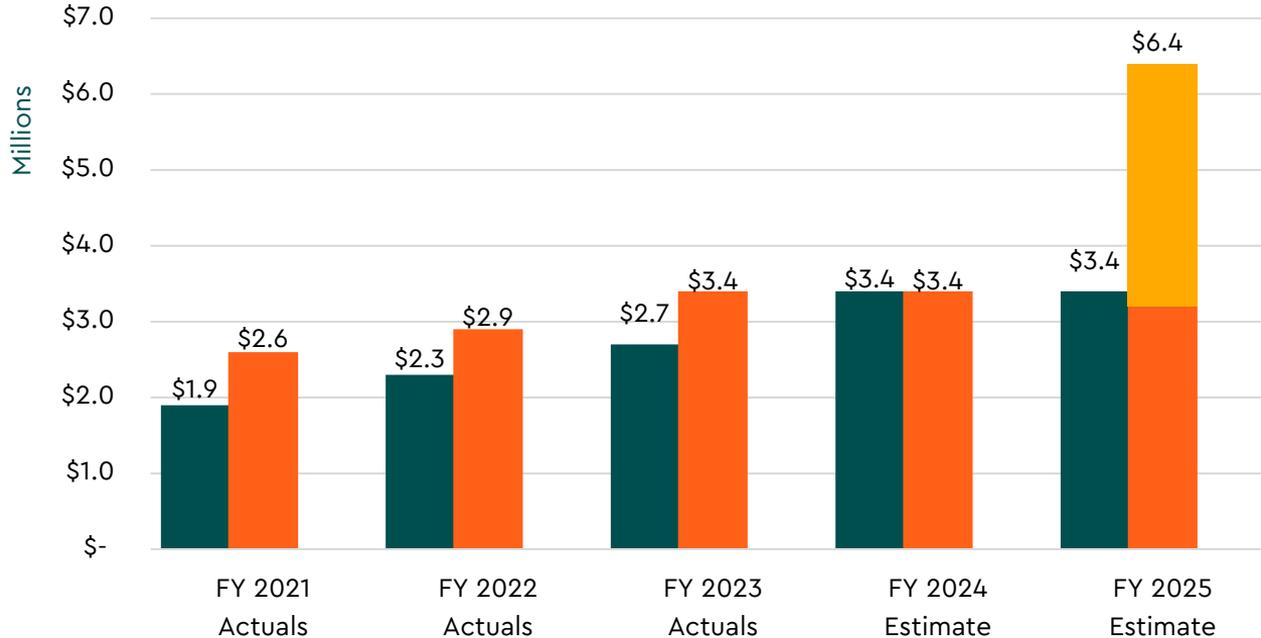


- Operating budget – 64.8% is in services and supplies and 35.2% in personnel services.
- This is a decrease of 6.3% or \$19,236 when compared to the current fiscal year budget.

Transit Services

FY 2025 Estimated \$6.4 Million

■ Revenue ■ Operating Budget ■ O&M Projects



- Operating budget – 46.9% is in services and supplies, 2.9% in personnel services, and 50.3% in O&M Projects.
- This is an increase of \$3.0M or 89.0% when compared to the current fiscal year budget.
- Increase is due to the \$3.2M O&M Projects which includes COA replacement of buses and implementation.

Proprietary Funds

Internal Service Funds

Proprietary Funds

Internal Service Funds

- Funds to account for departments or functions that provide services to other City departments.



Warehouse Services



Information Technology



Fleet Operations



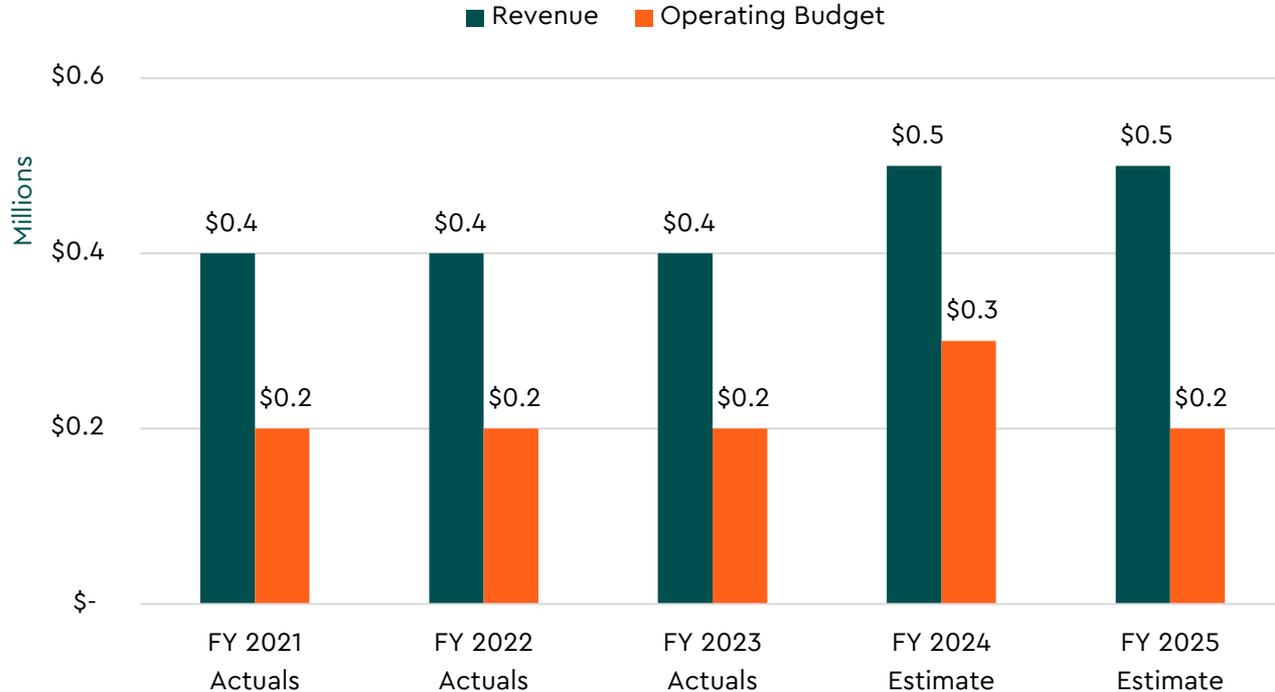
Workers' Compensation



Liability Risk Retention

Warehouse Services

FY 2025 Estimated \$0.2 Million



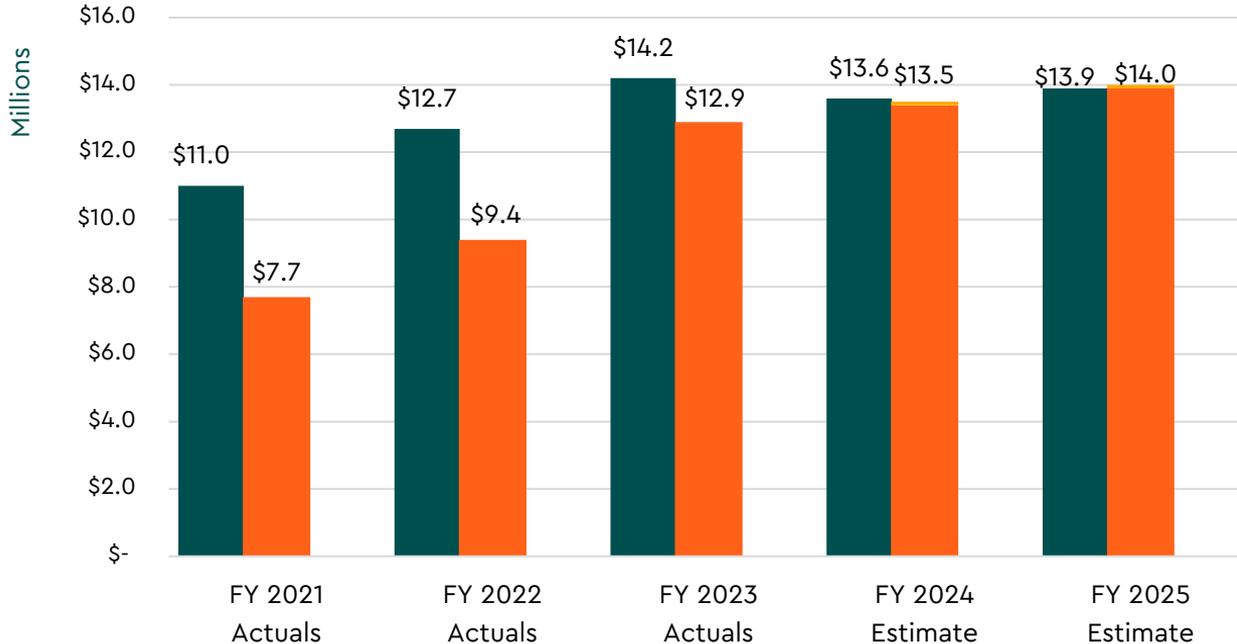
Warehouse services has estimates of \$500K revenue and \$200K in the operating budget.

- Operating budget – 85.1% is in personnel services, 14.90% in services and supplies.
- There is a decrease of \$25,921 due to an accounting change in contractual service costs for software costs now reported under IT.

Information Technology

FY 2025 Estimated \$14.0 Million

■ Revenue ■ Operating Budget ■ O&M Projects

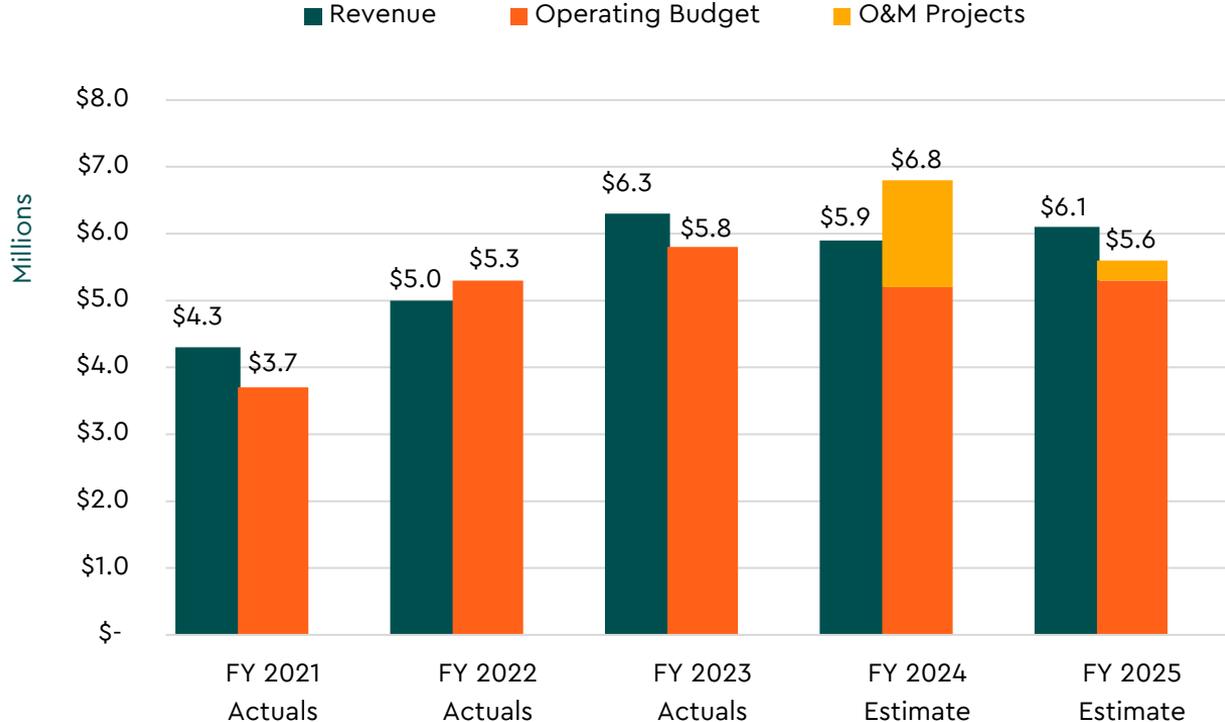


Information Technology has estimates of \$13.9M in revenue and \$14.0M in the operating budget.

- Operating budget – 66.5% is in services and supplies (mainly contract services), 32.6% in personnel costs, and 0.9% in O&M Projects.
- Increase of \$0.5M, or 3.6%, as compared to current FY 2024 budget.
- As projects move out of development/implementation stage, they move to maintenance stage and become contractual service costs.

Fleet Operations

FY 2025 Estimated \$6.3 Million



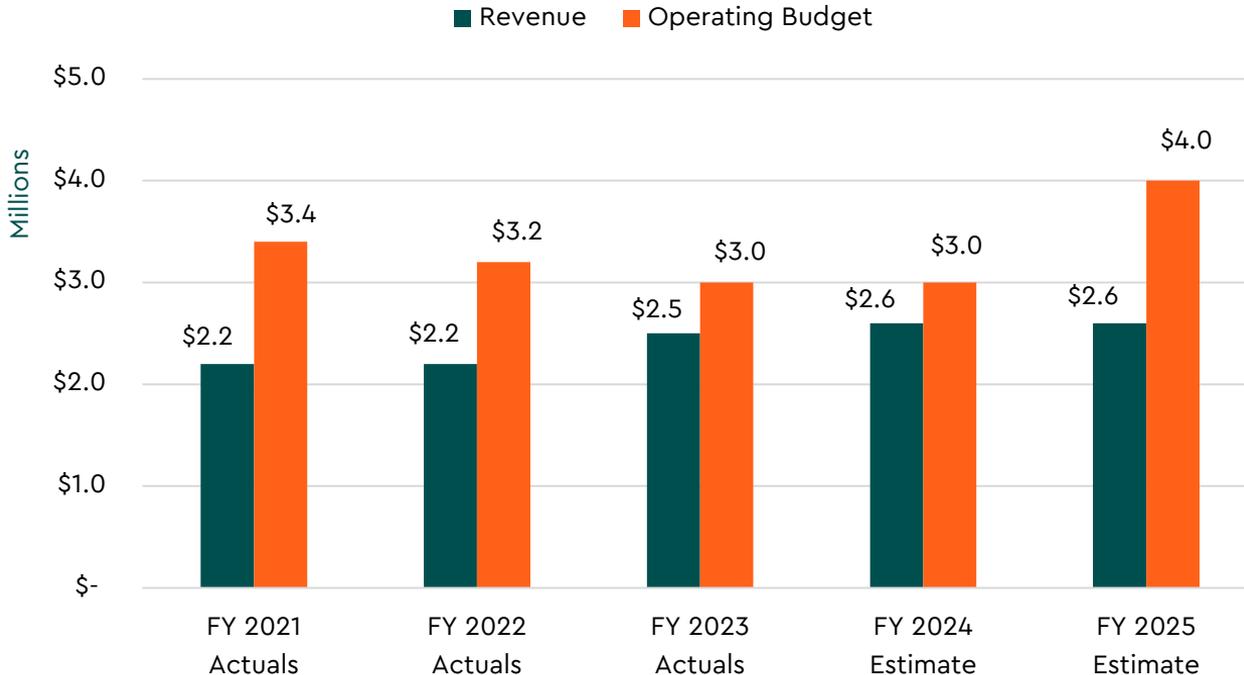
Fleet Operations has estimates of \$6.1M in revenue and \$5.3M in the operating budget and \$300K in O&M Projects.

- Operating budget – 74.8% is in services and supplies, 20.0% in personnel services, and 5.2% in O&M Projects.
- Decrease of 17.3%, or \$1.2M, when compared to current FY 2024 budget.

Workers' Compensation

FY 2025 Estimated \$4.0 Million

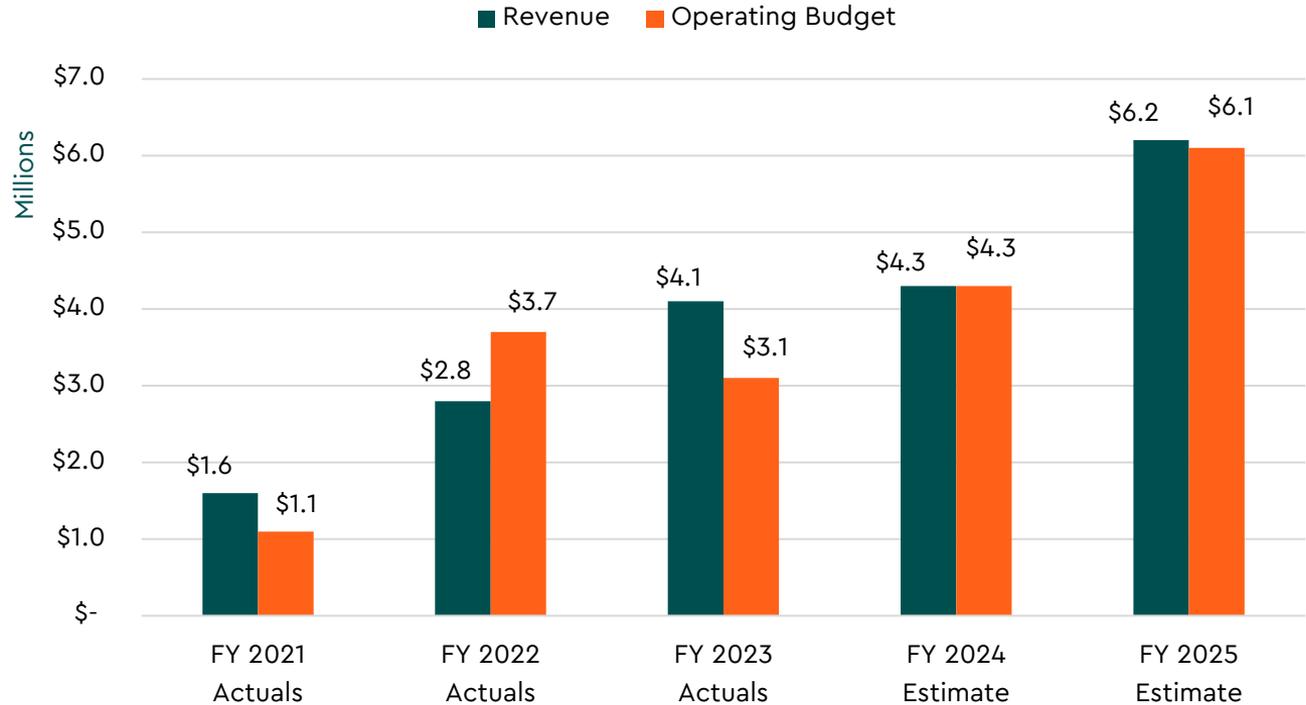
Workers' Compensation Fund accounts for claims related to work related injuries and has estimates of \$2.6M in revenue and \$4M in the operating budget. You may notice that expenditures exceed revenues in this fund, the picture only reflects each individual year revenue and expense and doesn't include the fund balance we maintain for workers' compensation losses.



- Operating budget – 56.8% is claims related expenses and 22.0% is insurance premiums.
- Increase of \$1.0M, or 35.5%, when compared to current FY 2024 budget.
- Increase for Workers' Comp medical claims expense.

Liability Risk Retention

FY 2025 Estimated \$6.1 Million



Liability Risk Retention Fund accounts for claims against the City but are non-work related. There are estimates of \$6.2M in revenue and \$6.1M in the operating budget.

- Operating budget – 81.8% is insurance premiums.
- Increase of \$1.9M, or 44.3%, as compared to FY 2024, primarily for insurance premiums.

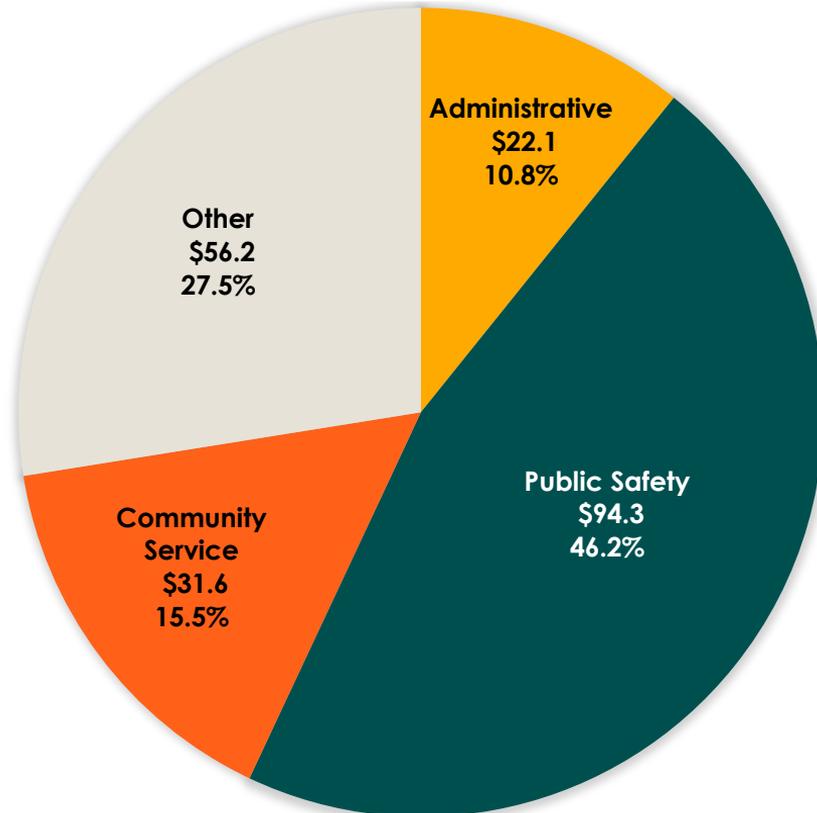
General Fund

General Fund Operating Budget

FY 2025 Proposed \$204.1 Million

General Fund

City Manager's Office	\$ 10,018,240
Economic Development	1,517,601
Elected Officials	134,932
Finance	4,574,089
Human Resources	2,992,742
Information Technology	736,222
Legal & Risk Management	2,099,380
Administrative Departments	<u>22,073,207</u>
Fire	35,007,348
Police	59,244,799
Public Safety Departments	<u>94,252,147</u>
Community Services	17,660,404
Planning & Development	8,967,295
Public Works	4,961,839
Community Service Departments	<u>31,589,537</u>
Debt Service	23,348,093
General Government	32,655,233
O&M Projects	150,179
Other	<u>56,153,505</u>
Total Operating Budget	<u>\$ 204,068,396</u>



General Fund Operating Budget

FY 2025

Department	Personnel	Contractual	Materials and Supplies	Utilities	Projects	Grand Total	% of Total
City Manager's Office	\$ 3,543,840	\$ 6,121,180	\$ 343,372	\$ 9,848	\$ -	\$ 10,018,240	
Economic Development	1,000,589	369,000	144,512	3,500	-	1,517,601	
Elected Officials - City Council	90,354	-	25,500	4,058	-	119,912	
Elected Officials - City Treasurer	15,020	-	-	-	-	15,020	
Finance	3,705,084	831,515	37,490	-	-	4,574,089	
Human Resources	2,130,322	434,500	426,420	1,500	-	2,992,742	
Information Technology	148,622	587,000	600	-	-	736,222	
Legal & Risk Management	1,844,990	233,050	19,120	2,220	-	2,099,380	
Subtotal Administrative Departments	12,478,822	8,576,245	997,014	21,126	-	22,073,207	10.8%
Fire	32,138,163	442,300	2,378,320	48,565	-	35,007,348	
Police	51,416,951	1,619,428	6,039,876	168,544	-	59,244,799	
Subtotal Public Safety	83,555,114	2,061,728	8,418,196	217,109	-	94,252,147	46.2%
Community Services	8,591,699	3,773,091	5,175,682	119,932	-	17,660,404	
Planning & Development	6,385,761	1,986,000	594,834	700	-	8,967,295	
Public Works	3,036,093	935,000	976,846	13,900	-	4,961,839	
Subtotal Community Service Departments	18,013,553	6,694,091	6,747,361	134,532	-	31,589,537	15.5%
Debt Service	-	-	23,348,093	-	-	23,348,093	
General Government	10,593,346	1,551,856	16,040,627	4,469,404	-	32,655,233	
O&M Projects	-	-	-	-	150,179	150,179	
Subtotal Other	10,593,346	1,551,856	39,388,720	4,469,404	150,179	56,153,505	27.5%
Grand Total	\$ 124,640,835	\$ 18,883,920	\$ 55,551,291	\$ 4,842,171	\$ 150,179	\$ 204,068,396	
% of Total	61.1%	9.3%	27.2%	2.4%	0.1%		

General Fund Operating Budget

FY 2025

GENERAL FUND OPERATING BUDGET	Adopted FY 2024	Proposed FY 2025	\$ Year Over Year Change	% Year Over Year Change
Personnel	\$ 115,015,281	\$ 124,640,835	\$ 9,625,554	8.4%
Contractual	19,175,202	18,883,920	(291,282)	-1.5%
Materials and Supplies	55,306,607	55,551,291	244,684	0.4%
Utilities	4,761,585	4,842,171	80,586	1.7%
O&M Projects	1,134,760	150,179	(984,581)	N/A
Grand Total	\$ 195,393,435	\$ 204,068,396	\$ 8,674,961	4.4%

General Fund Financial Forecast

FY 2025

	Actuals FY 2023	Adopted FY 2024	Projected FY 2024	Proposed FY 2025	Forecast FY 2026	Forecast FY 2027	Forecast FY 2028	Forecast FY 2029	
Revenues	\$220,619,844	\$212,511,735	\$220,385,420	\$225,092,739	\$230,656,931	\$235,224,252	\$240,039,547	\$244,820,556	
Transfers In	1,108,821	1,235,696	1,235,696	1,248,100	1,260,600	1,273,200	1,285,900	1,298,800	
Inflows	221,728,664	213,747,431	221,621,116	226,340,839	231,917,531	236,497,452	241,325,447	246,119,356	
Personnel Expenditures	(101,539,818)	(115,015,280)	(115,368,650)	(124,640,835)	(127,417,977)	(129,784,165)	(132,187,666)	(134,626,409)	
Operating Expenditures	(48,266,112)	(56,885,379)	(59,281,827)	(55,929,290)	(56,133,100)	(56,951,800)	(56,746,000)	(57,060,700)	
Debt Service / Principal Payments	(21,716,865)	(22,595,308)	(22,595,308)	(23,348,093)	(24,081,001)	(23,807,499)	(21,868,212)	(22,063,460)	
Capital Improvement Projects	(5,558,313)	(6,196,000)	(21,204,682)	(12,000,000)	(12,227,000)	(10,379,000)	(8,270,000)	(6,787,000)	Spring Fin Wksp
O&M Projects	-	(1,134,760)	(4,777,386)	(150,179)	(650,000)	-	-	-	Spring Fin Wksp
Service Changes	-	-	-	(3,604,605)	(1,577,465)	(1,624,789)	(1,673,532)	(1,723,738)	Spring Fin Wksp
Transfers Out	(427,304)	(125,039)	(421,683)	(125,039)	-	-	-	-	
Estimated Savings at Fiscal Year End	-	-	5,714,884	-	-	-	-	-	
Debt Service - New Bond Issuance	-	-	-	-	(4,666,364)	(4,806,355)	(7,046,907)	(7,046,907)	Upcoming
Operational Costs City Park	-	-	-	-	-	(670,000)	(2,000,000)	(2,060,000)	Upcoming
Outflows	(177,508,413)	(201,951,766)	(217,934,652)	(219,798,041)	(226,752,907)	(228,023,608)	(229,792,318)	(231,368,214)	
Inflows Over Outflows	\$ 44,220,251	\$ 11,795,665	\$ 3,686,464	\$ 6,542,798	\$ 5,164,624	\$ 8,473,844	\$ 11,533,129	\$ 14,751,142	
Less Measure X Reserves	(20,012,558)	(10,901,567)	7,152,481	(7,116,156)	(3,140,447)	(4,296,420)	(4,002,659)	(5,406,752)	
From Park Bond Reserve Funding - Skyline Project		600,000	600,000						
From Park Bond Reserve Funding - Border Park*				350,000					
Fund Balance - Donations and PEG Fees				613,847					
Remaining Inflows Over Outflows	\$ 24,207,693	\$ 1,494,098	\$ 11,438,945	\$ 390,489	\$ 2,024,178	\$ 4,177,424	\$ 7,530,470	\$ 9,344,391	

*Pending discussion at the Parks & Recreation Commission Meeting

What's next?

Fiscal Year 2025 Proposed Budget

Study Session (tentatively May 15th)

Fiscal Year 2025 Budget Adoption

June 5, 2024



Questions?



(951) 739-4988



Julie.Kennicutt@CoronaCA.gov



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