



PROPOSED FY 2018-19 BUDGET

1. Public Comment
2. Budget Guidelines and Fiscal Policies
3. Budget Summary – Big Picture
4. Operating Budget Detail (including Enterprise Funds and Special Revenues)
5. Capital Improvement Program (CIP)
6. Wrap-up/Review Council Direction

Today's Agenda

1. Adopt a balanced budget for the first time in over ten years
2. Maintain a General Fund operating reserve and litigation reserve
3. Maintain long-term funding plans in the City's three internal service funds
4. Continue budgeting conservatively but more realistic
5. Maintain current level of service (no staff layoffs, no program cuts)
6. Provide for additional contributions to CalPERS in order to pay the unfunded liability off earlier than 30 years
7. Provide cost of living adjustments for staff in years to come
8. Provide funding for emergency reserves
9. Continue to make additional contributions to the OPEB trust

Financial Goals – In Order of Priority

1. WM Fee Revisions
2. Investment Changes
3. Cost Allocation Plan
4. Coastal Trail Maintenance
5. Hiring Freeze/Staff Reductions
6. Priority-Based Approach to Funding Services and Programs
7. What Else?

Balancing The Budget

Description	General Fund Impact	Other Fund Impact
Current Deficit	(\$70,479)	
WM Fee Revision	34,000	
Cost Allocation Plan	6,200	\$3,800
Cash Management	4,800	15,200
Staff Freeze AND/OR	31,000	19,000
Additional Coastal Trail Maintenance	34,000	
Net Total	\$39,521	\$38,000

Budget Balance

Estimated Unfunded Liability 06-30- 18	Savings if Amortized for 15- Years vs. 30- Years	Plan Name
\$ 4,519,851	\$ 1,488,379	Safety Police Plan of the City of Fort Bragg
\$ 93,055	\$ 39,943	Safety Fire Plan of the City of Fort Bragg
\$ 21,880	\$ 13,662	PEPRA Safety Police Plan of the City of Fort Bragg
\$ 25,092	\$ 17,174	PEPRA Miscellaneous Plan of the City of Fort Bragg
\$ 4,775,625	\$ 2,582,564	Miscellaneous Plan of the City of Fort Bragg
<u>\$ 9,435,503</u>	<u>\$ 4,141,722</u>	

CalPERS Unfunded Liability

Estimated Sales Tax Source	Sales Tax**	Estimated Population	%
Portion of 3/8ths attributed to Tourism*	\$ 250,000	1,967	40%
Portion of 3/8ths attributed to City Population	\$ 168,000	7,200	27%
Portion of 3/8ths attributed to Regional Population	\$ 205,000	8,785	33%
	<u>\$ 623,000</u>	<u>17,952</u>	<u>100%</u>

Estimated Sales Tax Uses (2018-19)	Expenditure
15-year vs. 30-year Amortization CalPERS	\$ 296,000
Restore Police Officer Position	\$ 102,000
OPEB Trust Payment	\$ 82,000
CIP fund	\$ 143,000
	<u>\$ 623,000</u>

**Tourism is derived from dividing the annual 717,802 visitor per year by 365 days to get an average.*

***Sales tax is estimated on average visitor spending.*

Proposed 3/8th of a Cent Sales Tax

Wrap-Up and Feedback
