

The background of the slide features a photograph of several tall palm trees in the foreground, with a multi-story building, identified as City Hall, visible in the background. The building has a red-tiled roof and a central section with large, ornate windows. A blue rectangular box is overlaid on the upper portion of the image, containing the event title and date in white text.

# COMMUNITY BUDGET WORKSHOP & INFORMATION SESSION

March 19, 2025

CITY HALL



# FISCAL YEAR 2025-2026 BUDGET SCHEDULE

## MARCH

Departments Budget Kick-Off  
FY 25-26 Work Plan Presentations  
Community Budget Info Session and Workshops  
Commission and Committee Budget Input

## APRIL

City Manager Budget Review  
Audit, Financial Planning and Budget Subcommittee Meeting  
Council Holds Public Hearing to Adopt Updated Fee Schedule

## MAY

FY 25-26 Proposed Budget Submitted  
FY 25-26 Department Budget Presentations

## JUNE

Council Holds Public Hearing to Adopt Final Budget

## JULY

Adopted FY 25-26 Budget in Effect

Public Input is welcomed throughout the process

# BUDGET POLICY

City Manager's Proposed Budget  
is due 45 days prior to July 1

Budget shall be adopted by July 1



# BUDGET PROCESS

## DEVELOPING THE ANNUAL BUDGET

Review of Council  
Strategic Goals  
and Department  
Work Plans

Review of  
Department's  
Base Budget  
Expenditures and  
Overall Revenue  
Projections

Identify eligible  
funding sources  
in order to  
accomplish goals

Use Special Revenue  
funds whenever possible

Add/remove  
services and  
positions in  
response to City  
needs and as  
funding permits

Public input is  
gathered,  
Council provides  
direction to staff  
and adopts final  
budget

Staff recommendations are presented to the City Council and the community in the Proposed Budget  
City Council determines the City's priorities and approves the Adopted Budget

# WHAT DOES A CITY DO?

## DEVELOPING THE ANNUAL BUDGET

### PUBLIC SAFETY

Communications  
Police  
Fire  
Code Enforcement  
Building Safety

### DEVELOPMENT SERVICES

Planning  
Permitting  
Inspections  
Engineering

### PUBLIC ASSETS & RIGHT-OF-WAY

Traffic &  
Transportation  
Maintenance  
Utilities

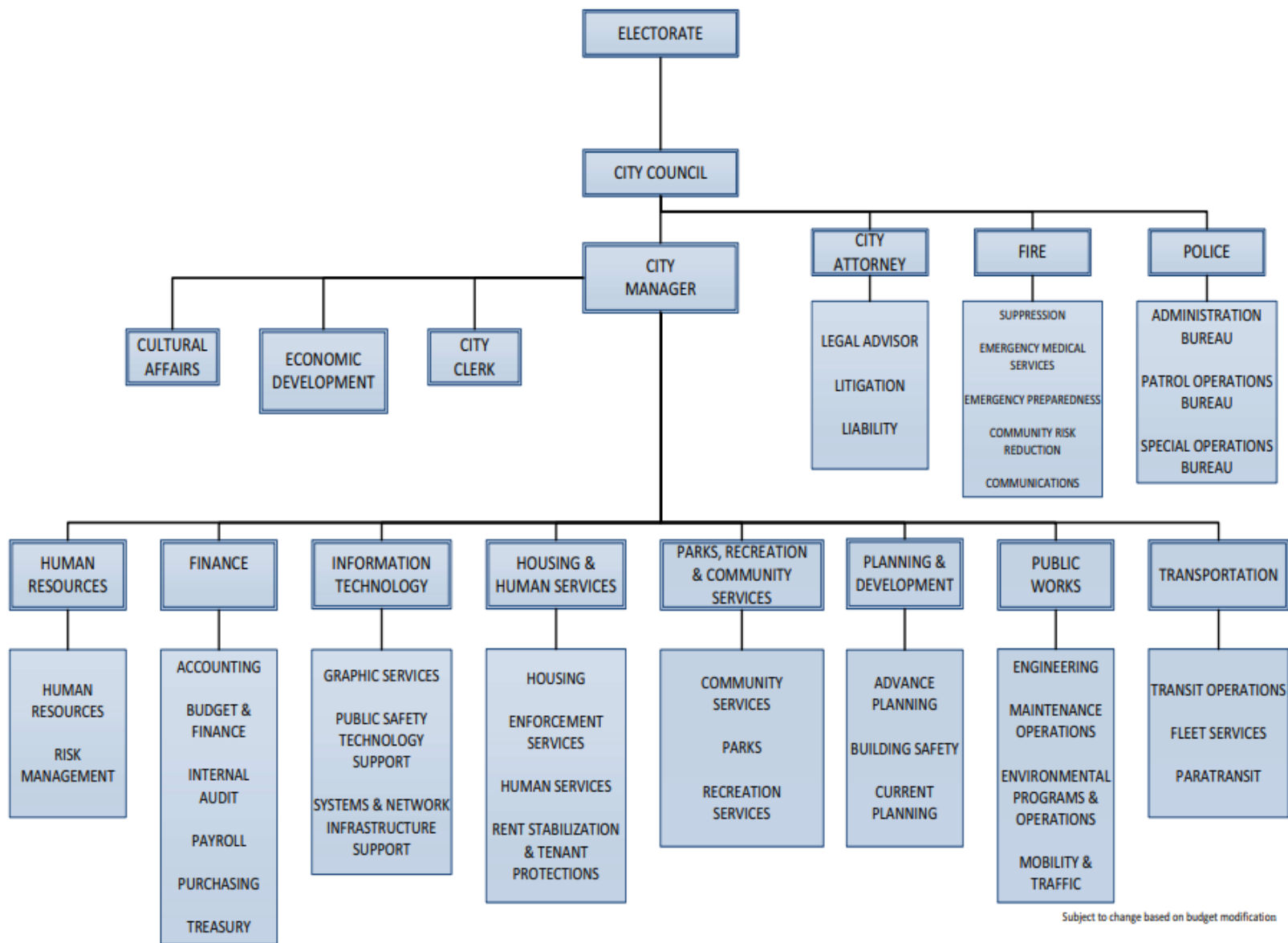
### RECREATION

Public  
Programs  
&  
Parks

### CITY ADMINISTRATION

General  
Government  
Services

# ORGANIZATIONAL CHART



Subject to change based on budget modification

# WHAT DOES A CITY NOT DO?

## K-12 EDUCATION

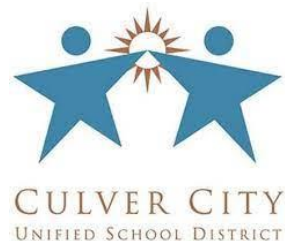
Provided by  
School Districts

## CORE SOCIAL SERVICES

Provided by  
Counties

## UTILITIES

Electricity & Gas  
Provided by  
private sectors  
and other public  
agencies





# ANNUAL CITY OPERATIONS



City Council Meetings.....	28
Commission, Boards and Committee Meetings.....	122
Resolutions Prepared.....	100
Public Records Requests Processed.....	904
GovDelivery Communications Sent.....	651
Social Media Posts.....	3,482
Contract Documents Executed.....	424
Warrants and Electronic Payments.....	46,500
Employee Recruitments Completed.....	91
Employee Desktop Workstations Supported.....	529



# ANNUAL CITY OPERATIONS



Parks.....	13
Number of Community Events.....	100
Participation in Pool and Aquatics.....	77,400
Participation in Youth & Adult Sports.....	89,815
Camp Participants.....	3,550
Performing Arts Grant Audience Attendance.....	10,700
Public Artworks.....	110
Business Stakeholder Meetings & Workshops.....	26
Project Homekey Participants.....	85
Wellness Village Participants.....	87

# ANNUAL CITY OPERATIONS



Building Safety Permits Issued.....	3,708
Building Safety Inspections.....	11,785
Administrative Non-Discretionary Planning Cases.....	943
Fire/Life Safety Inspections.....	3,439
Emergency Transports.....	3,569
Arrestees Processed.....	1,809
Parking Citations Issued.....	35,365
Temporary Refuse Bins Delivered.....	1,409
Potholes Patched.....	3,888
Signs Installed/Replaced.....	1,135
Transit Passengers.....	2,887,456

# REVENUE FUNDS

## FUND

## USES

### General Fund

Taxes, Fees, Licenses & Permits and Service Charges  
Can be used for any governmental purpose

### Enterprise Funds

Service fees & user charges  
Can be used for operations that are financed and operated in a manner similar to private businesses

### Internal Service Funds

Internal charges used to account for intra-city services  
Can be used for equipment replacement, equipment maintenance, risk management, and central stores

### Special Revenue Funds

Grants and other restricted funds  
Can only be used for specific purposes



# SPECIAL REVENUE FUNDS

FUND	USES
Gas Tax	Street Maintenance and Transportation Related Capital Improvement Projects
Proposition A, Proposition C, Measure R & Measure M	County sales taxes for Street Maintenance, Transportation Related Capital Improvements Projects
Operating Grant Funds	Federal, state and local grants for operations
Section 8 Housing Fund	Federal Section 8 Housing Choice Voucher to provide rental subsidies for qualified low-income households
Art in Public Places Fund	Art in Public Places
Community Development Fund	Street improvements



# SPECIAL REVENUE FUNDS

FUND	USES
Community Development Block Grant	Eligible service programs and improvement projects to benefit low-and-moderate income individuals
Special Assessment Funds	Landscape services for assessment districts
Park Facilities Fund	Improvements and expansion of public parks and facilities
Parking Authority Fund	Parking operations and infrastructure improvements
Measure CW	Watershed management programs and projects
Measure W	Projects, programs and studies related to protecting and improving water quality

# SPECIAL REVENUE FUNDS

## FUND

## USES

Building Surcharge Fund

Digital imaging and technology improvements to enhance customer service

Paratransit Funds

Transportation for seniors and people with disabilities

Air Quality Management  
District

Air quality planning and alternative fuel vehicles

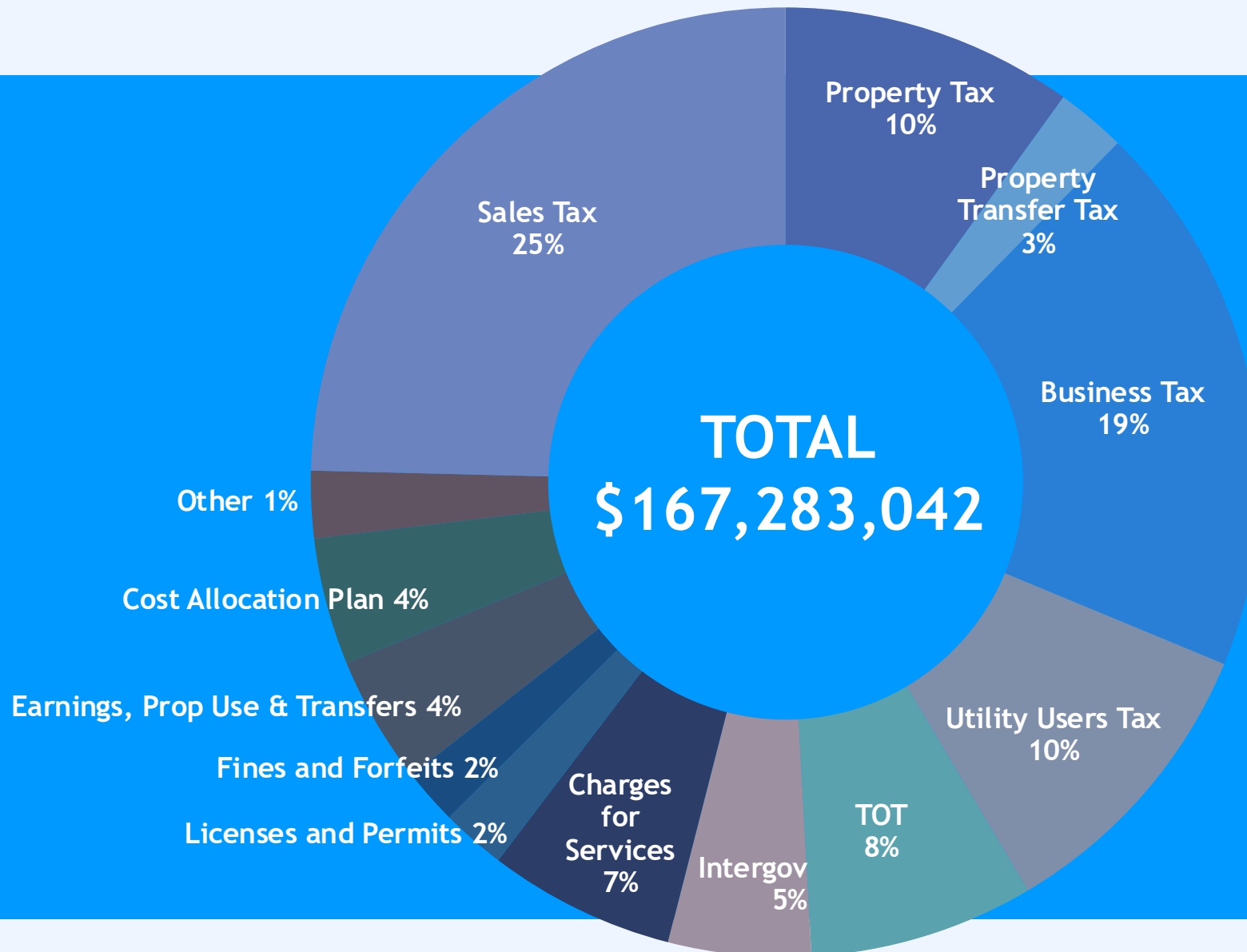
Mobility Improvement Fund

Citywide mobility projects to ameliorate the traffic impacts from new development

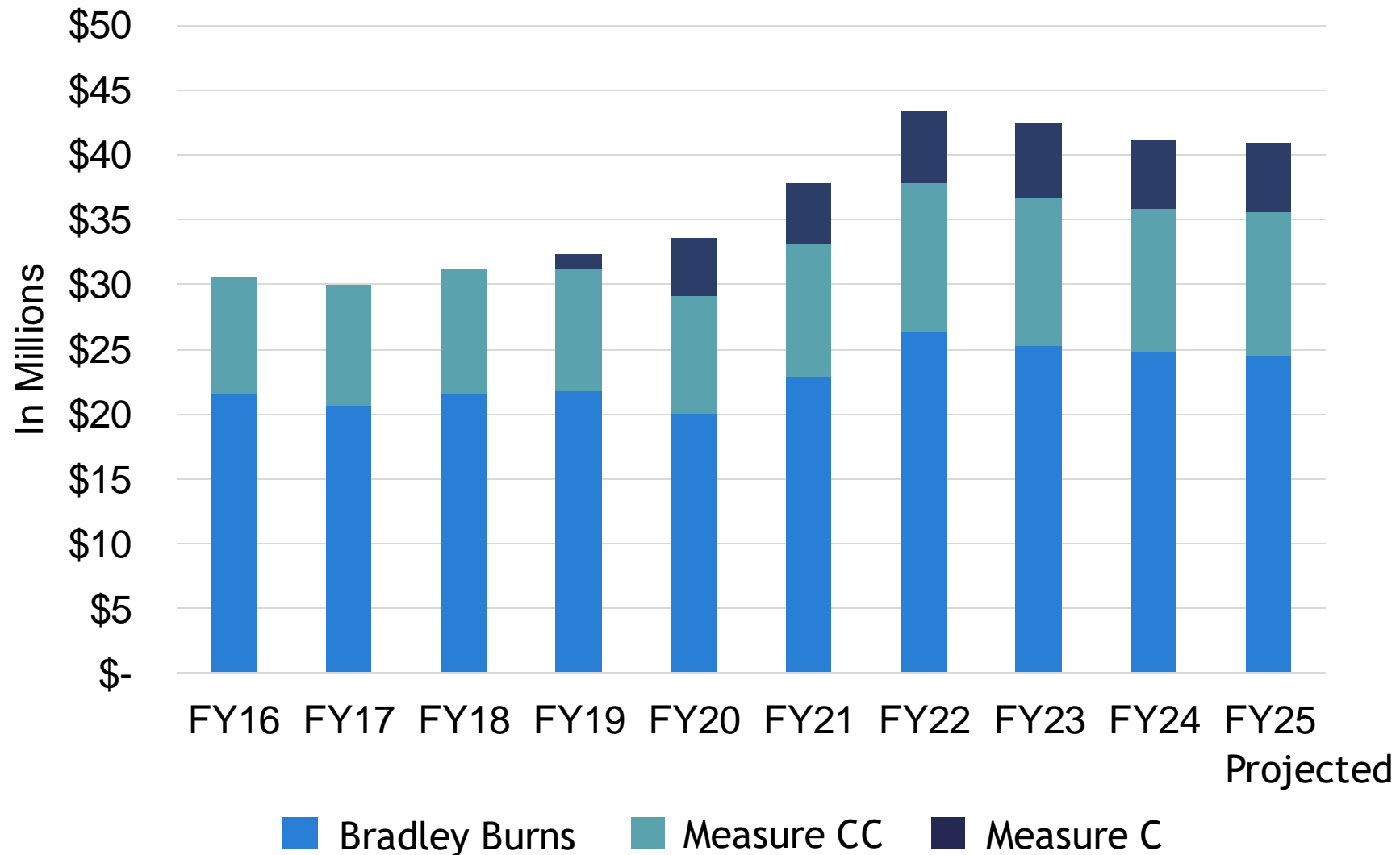
Affordable Housing Fund

Facilitate the development of affordable housing

# General Fund Revenue Overview



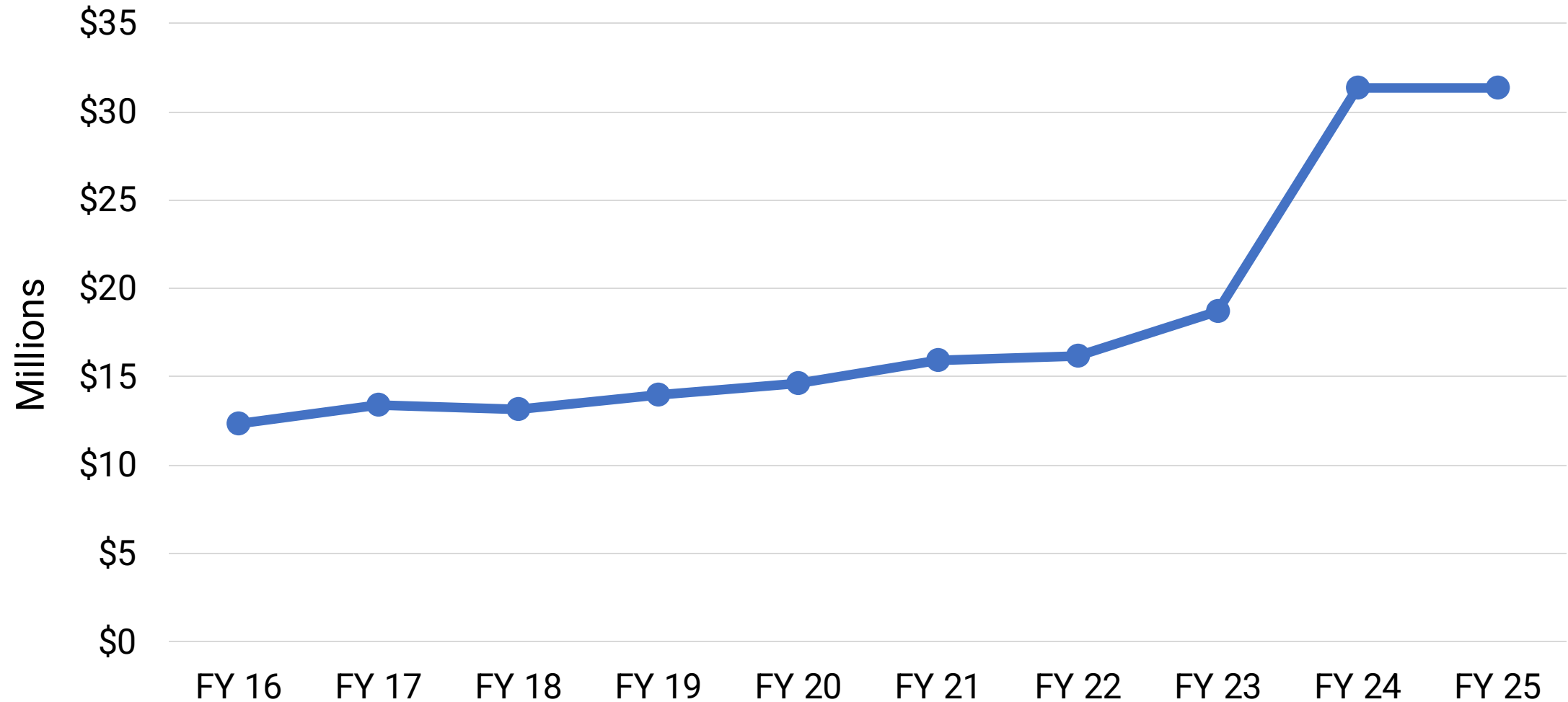
# 10-Year Trend Sales Tax



In Fiscal Year 24-25, the City is projected to receive \$41.2 million

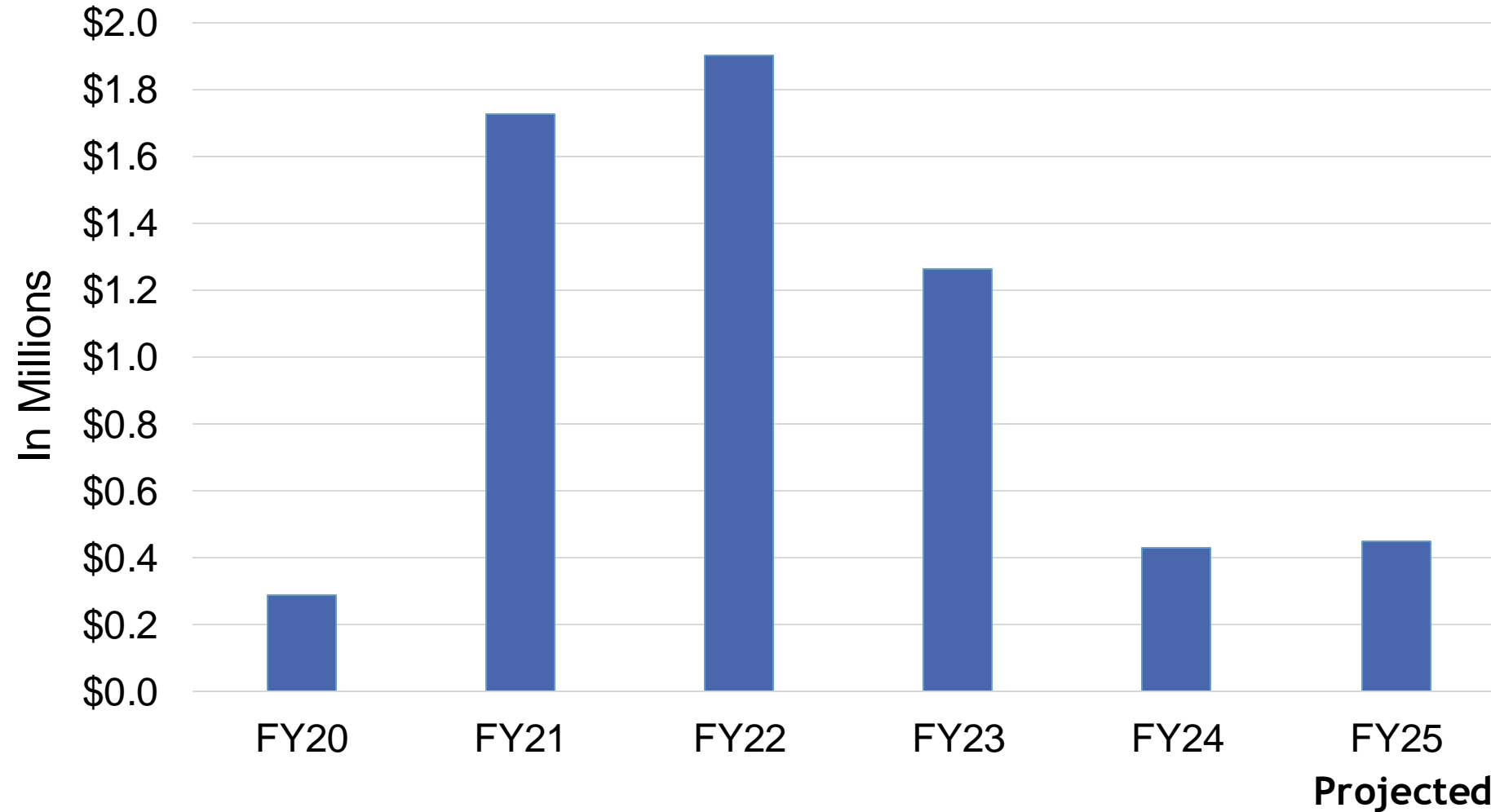


# 10-Year Trend Business Tax Revenues



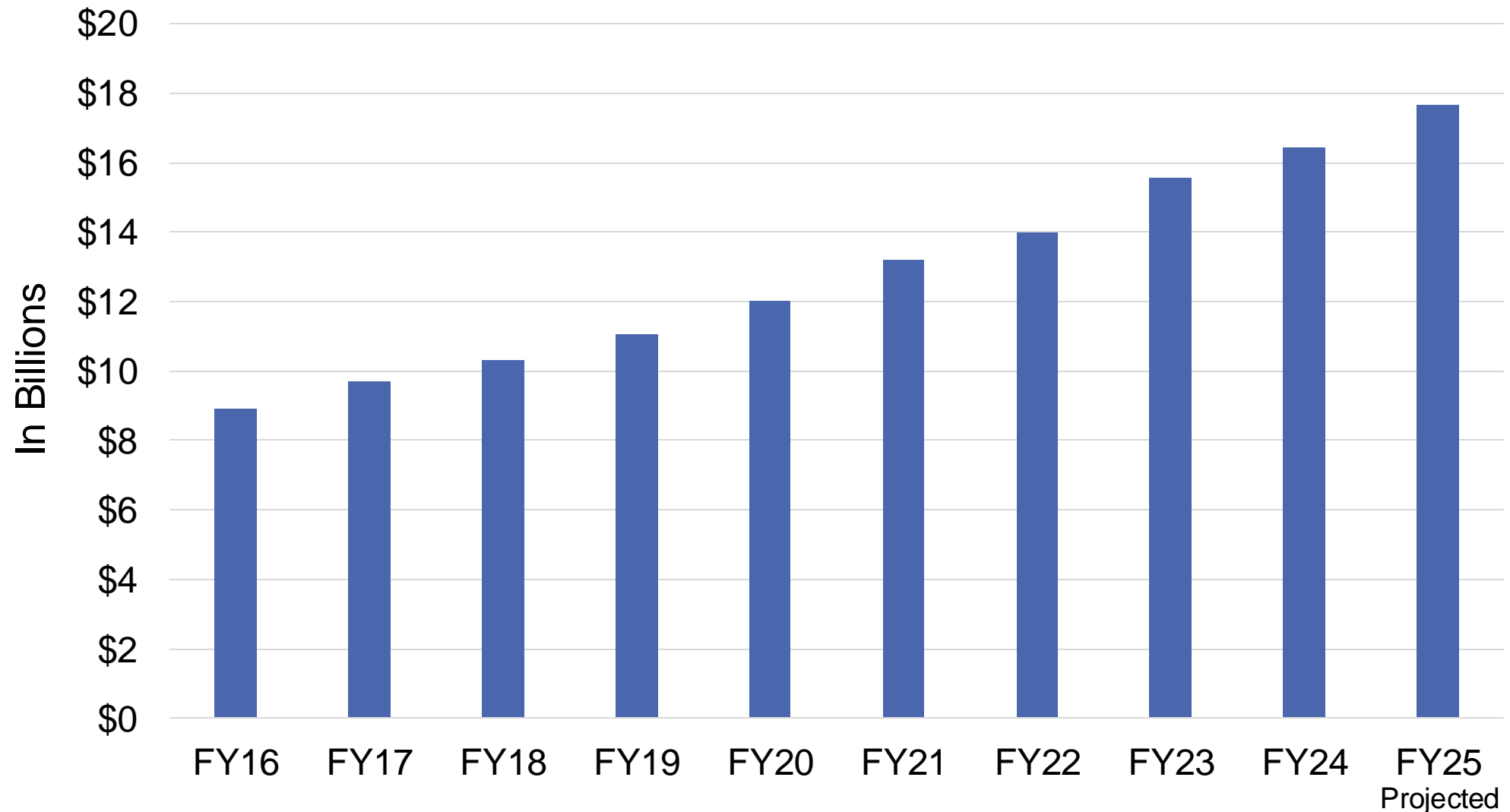
Fiscal Year 23-24 was the first full-year with the City's new tax rates in effect

# 6-Year Trend Cannabis Tax

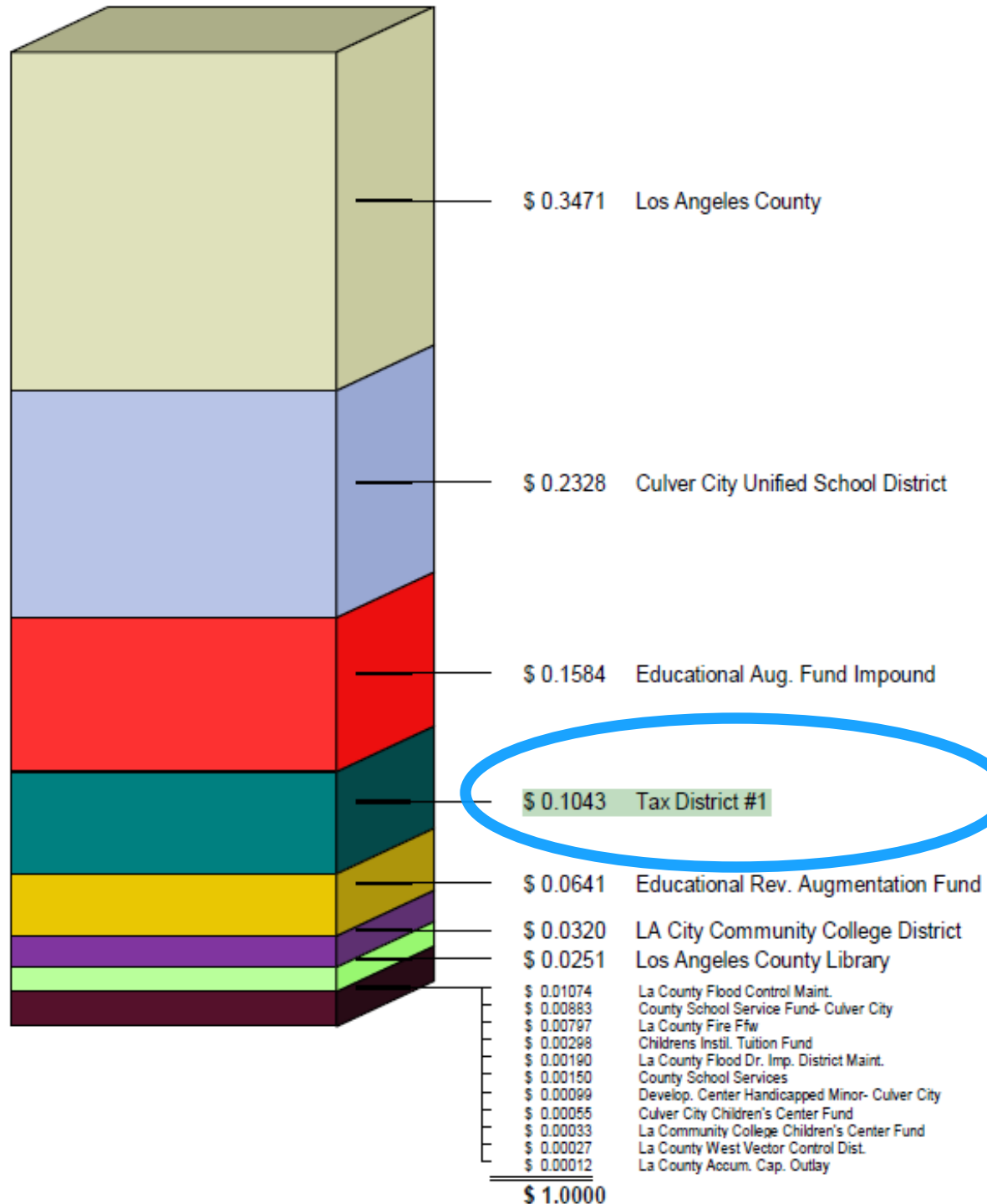


In Fiscal Year 24-25 the City is projected to receive \$450,000

# 10-YEAR TREND TOTAL ASSESSED VALUE



In Fiscal Year 24-25, the City's Total Assessed Value = \$17.7 Billion

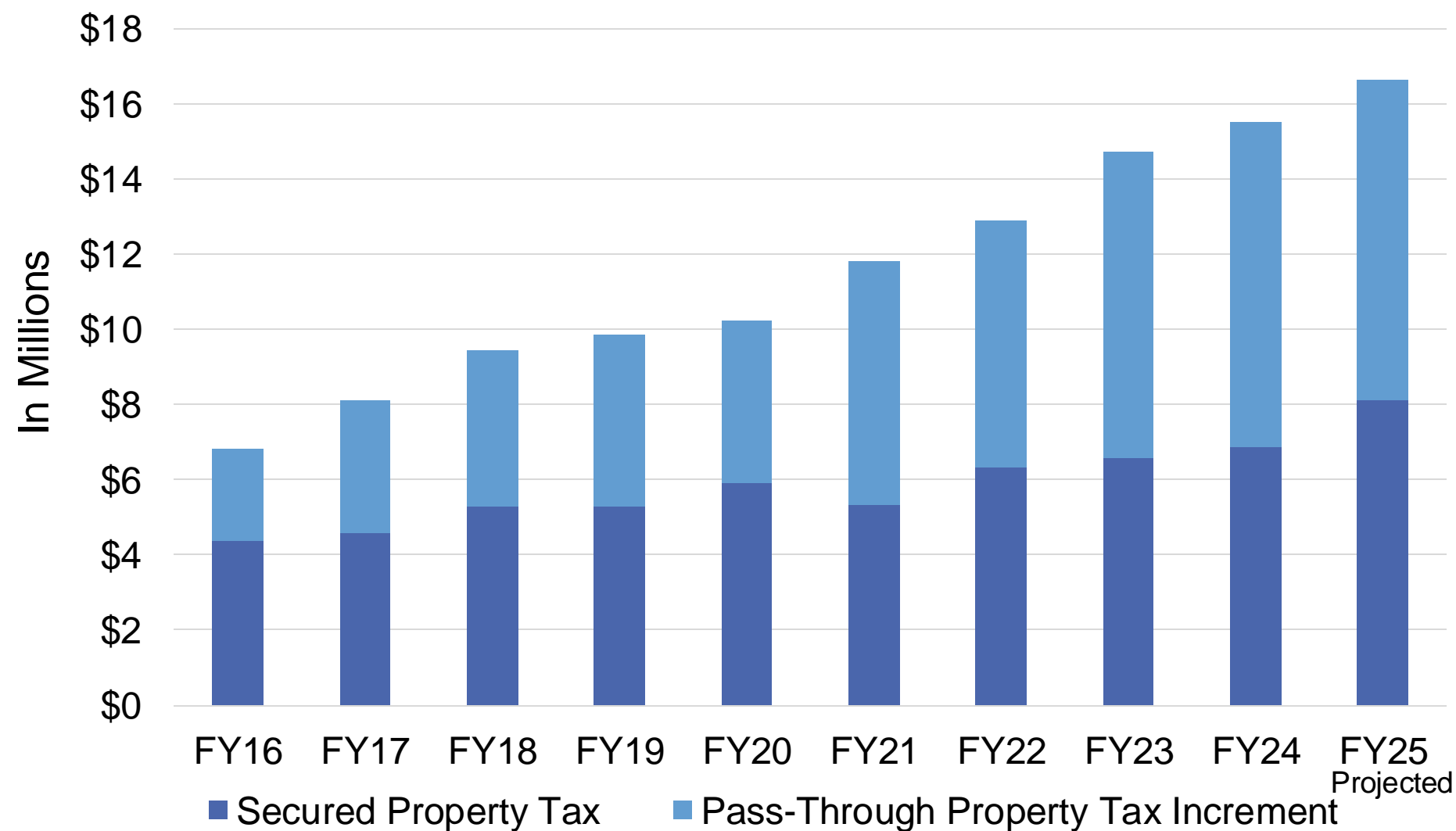


# Property Tax Allocation Dollar Breakdown

The City receives  
10.43 cents per dollar

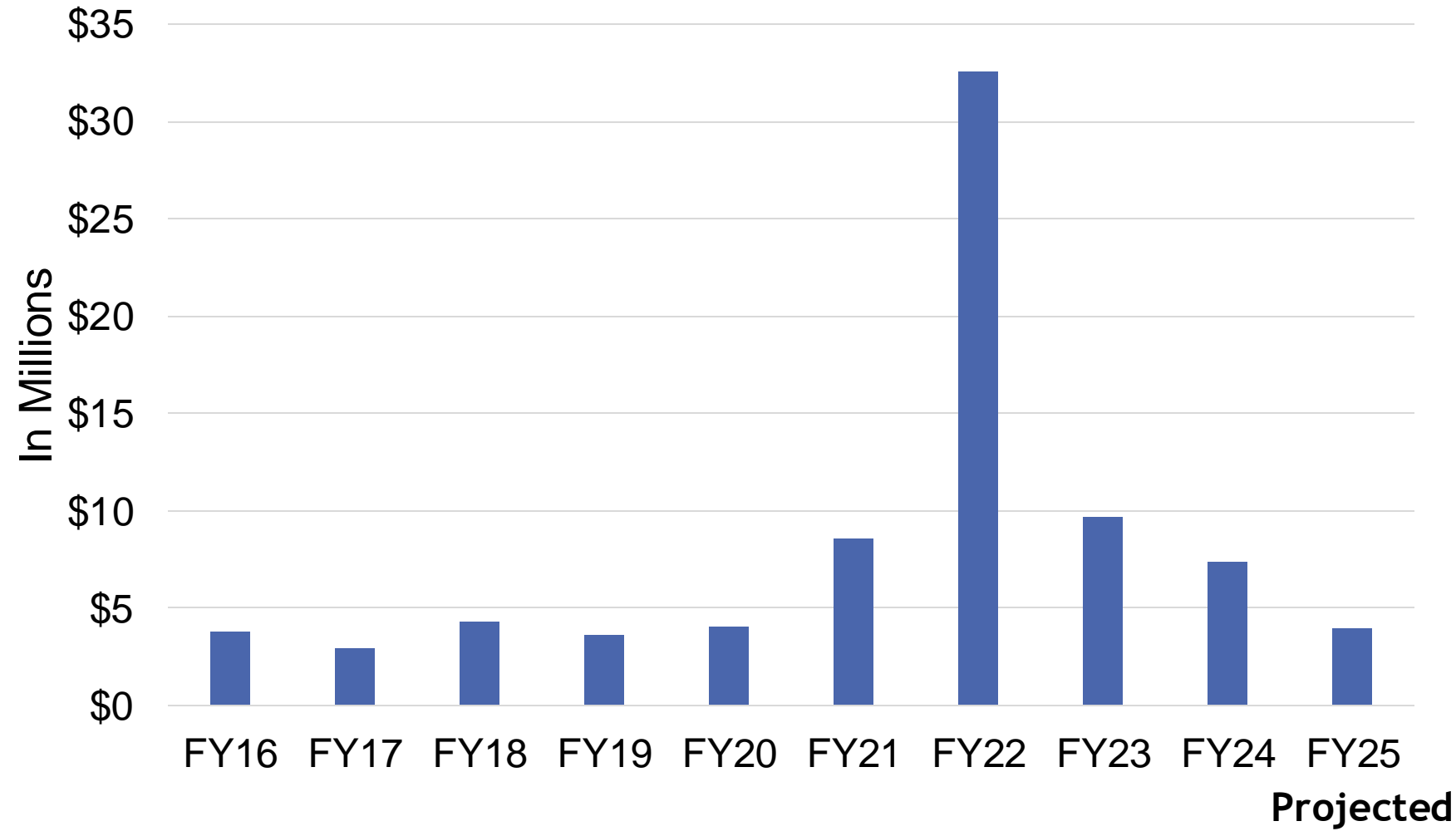


# 10-YEAR TREND PROPERTY TAX



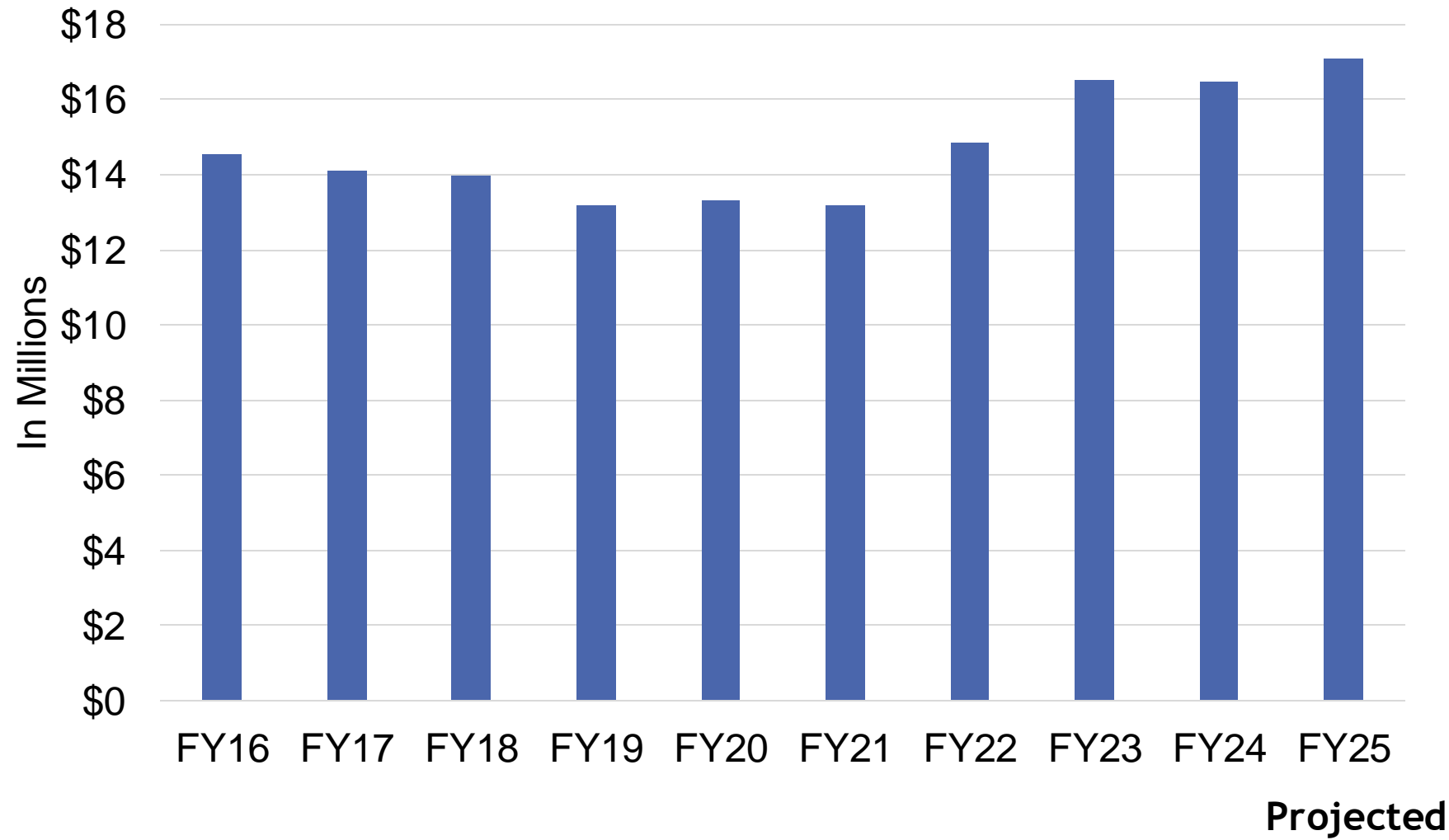
In Fiscal Year 24-25, the City is projected to receive \$16.6 million

# 10-Year Trend Real Property Transfer Tax



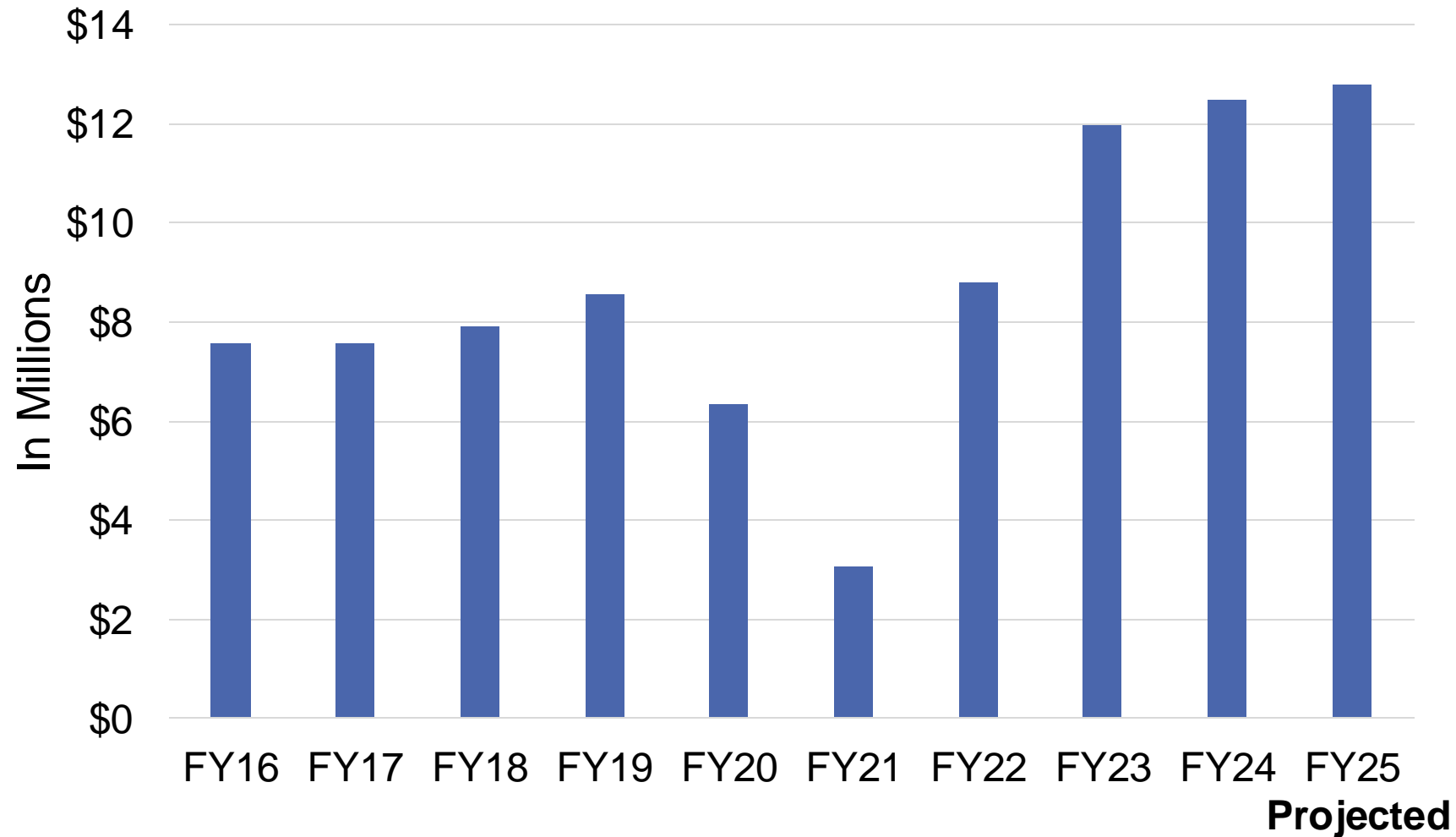
In Fiscal Year 24-25, the City is projected to receive \$4 million

# 10-Year Trend Utility Users Tax



In Fiscal Year 24-25, the City is projected to receive \$17.1 million

# 10-YEAR TREND TRANSIENT OCCUPANCY TAX



In Fiscal Year 24-25, the City is projected to receive \$12.8 million

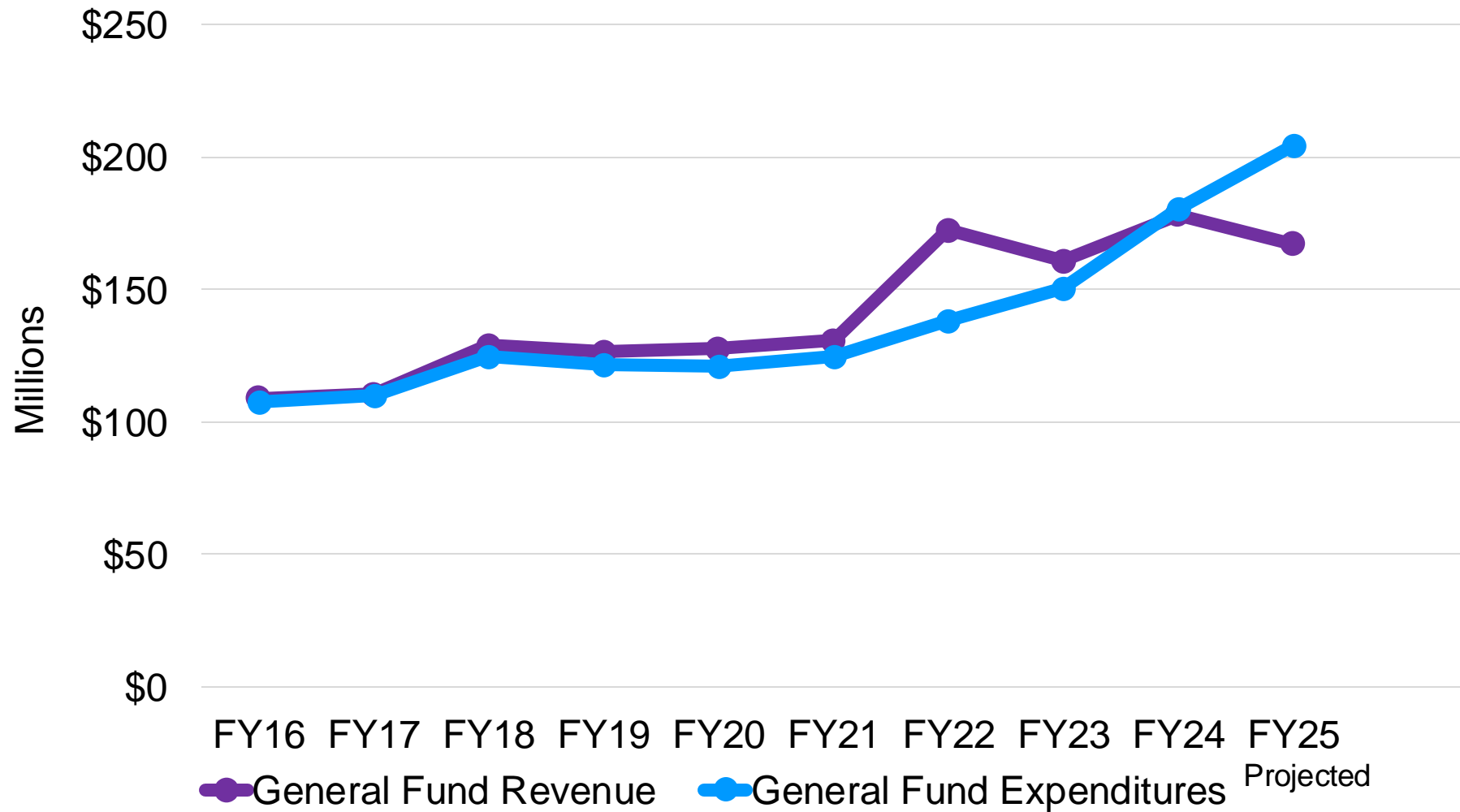




## **BALANCED BUDGET**

A balanced budget is achieved when annual General Fund expenses do not exceed the annual General Fund revenue

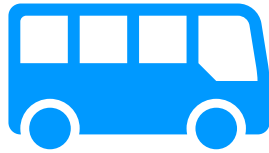
# 10-YEAR TREND GF REVENUE & EXPENDITURES



# CITY COUNCIL ADOPTED STRATEGIC GOALS



**Ensure Long-Term  
Financial Stability**



**Enhance Mobility  
and Transportation**



**Improve  
Housing and  
Homeless  
Services**



**Promote Diversity,  
Equity and  
Inclusion**



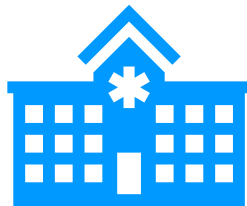
**Improve and  
Maintain Public  
Infrastructure and  
Community Spaces**



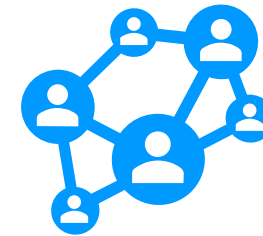
**Advance  
Environmental  
Sustainability and  
Climate Action**



**Promote Public  
Safety**



**Provide High  
Quality Public  
Services**

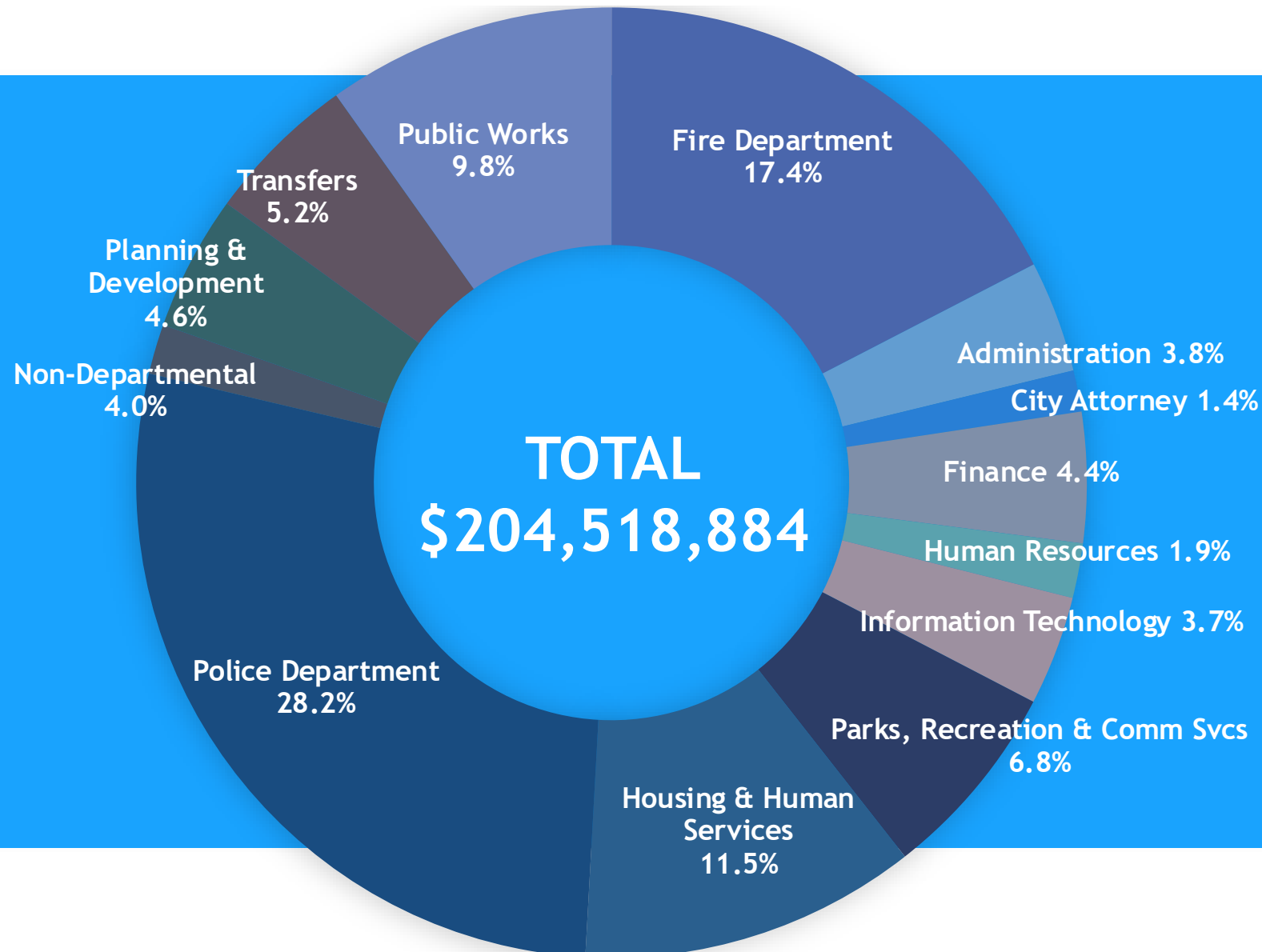


**Increase  
Community  
Engagement**

# GENERAL FUND ADOPTED V. REVISED BUDGET

DEPARTMENT	2024-2025 ADOPTED BUDGET	2024-2025 REVISED BUDGET
Administration	7,265,657	7,766,991
City Attorney	2,912,042	2,974,316
Finance	8,269,955	9,073,459
Human Resources	3,441,432	3,794,926
Information Technology	7,133,402	7,618,692
Parks Recreation & Comm Svs	13,089,067	13,868,177
Housing & Human Services Dept	16,839,349	23,439,012
Police	56,451,188	56,841,569
Fire	35,204,047	35,578,257
Planning & Development Svcs	6,813,310	9,412,833
Public Works	19,130,671	20,100,796
Non-Departmental Inc Transfers	11,969,683	14,049,857
<b>Total</b>	<b>188,519,802</b>	<b>204,518,884</b>

# GENERAL FUND EXPENDITURE OVERVIEW



# GENERAL FUND OPERATING COST DETAIL

Fiscal Year 2025 General Fund Adopted Budget Expenses by Department									
Department	Total	Personnel		O & M		Capital		Transfers	
	Adopted Budget	Adopted Budget	%	Adopted Budget	%	Adopted Budget	%	Adopted Budget	%
10 - Administration	6,024,314	4,486,058	74.47%	1,536,756	25.51%	1,500	0.02%	-	
11 - City Clerk	1,241,343	885,768	71.36%	339,075	27.32%	16,500	1.33%	-	
13 - City Attorney	2,912,042	2,023,159	69.48%	886,023	30.43%	2,860	0.10%	-	
14 - Finance	8,269,955	7,130,783	86.23%	1,139,172	13.77%	-	0.00%	-	
16 - Non-Departmental	17,269,683	-	0.00%	5,131,879	29.72%	-	0.00%	12,137,804	70.28%
22 - Human Resources	3,441,432	2,910,143	84.56%	531,289	15.44%	-	0.00%	-	
24 - Information Technology	7,133,402	4,417,330	61.92%	2,716,072	38.08%	-	0.00%	-	
30 - Parks Recreation & Comm Svs	13,089,067	8,327,347	63.62%	4,757,520	36.35%	4,200	0.03%	-	
35 - Housing & Human Services Dept	16,839,349	4,196,254	24.92%	12,571,095	74.65%	72,000	0.43%	-	
40 - Police	56,451,188	47,068,462	83.38%	8,905,651	15.78%	477,075	0.85%	-	
45 - Fire	35,204,047	31,616,858	89.81%	3,504,589	9.96%	82,600	0.23%	-	
53 - Planning & Development Svcs	6,813,310	5,795,163	85.06%	1,018,147	14.94%	-	0.00%	-	
60 - Public Works	19,130,671	12,268,003	64.13%	6,741,052	35.24%	121,616	0.64%	-	
Excesss Appropriation	(5,300,000)	-	0.00%	-	0.00%	-	0.00%	(5,300,000)	100%
Grand Total	\$ 188,519,802	\$ 131,125,328	69.56%	\$ 49,778,319	26.40%	\$ 778,351	0.41%	\$ 6,837,804	3.63%



# RETIREMENT COST INPUTS



**California Public Employees Retirement System (CalPERS)**



**California Public Employees Pension Reform Act (PEPRA)**



**Culver City Memoranda of Understanding with Labor Unions**

# RETIREMENT COSTS

There are two components in the City's CalPERS annual contributions



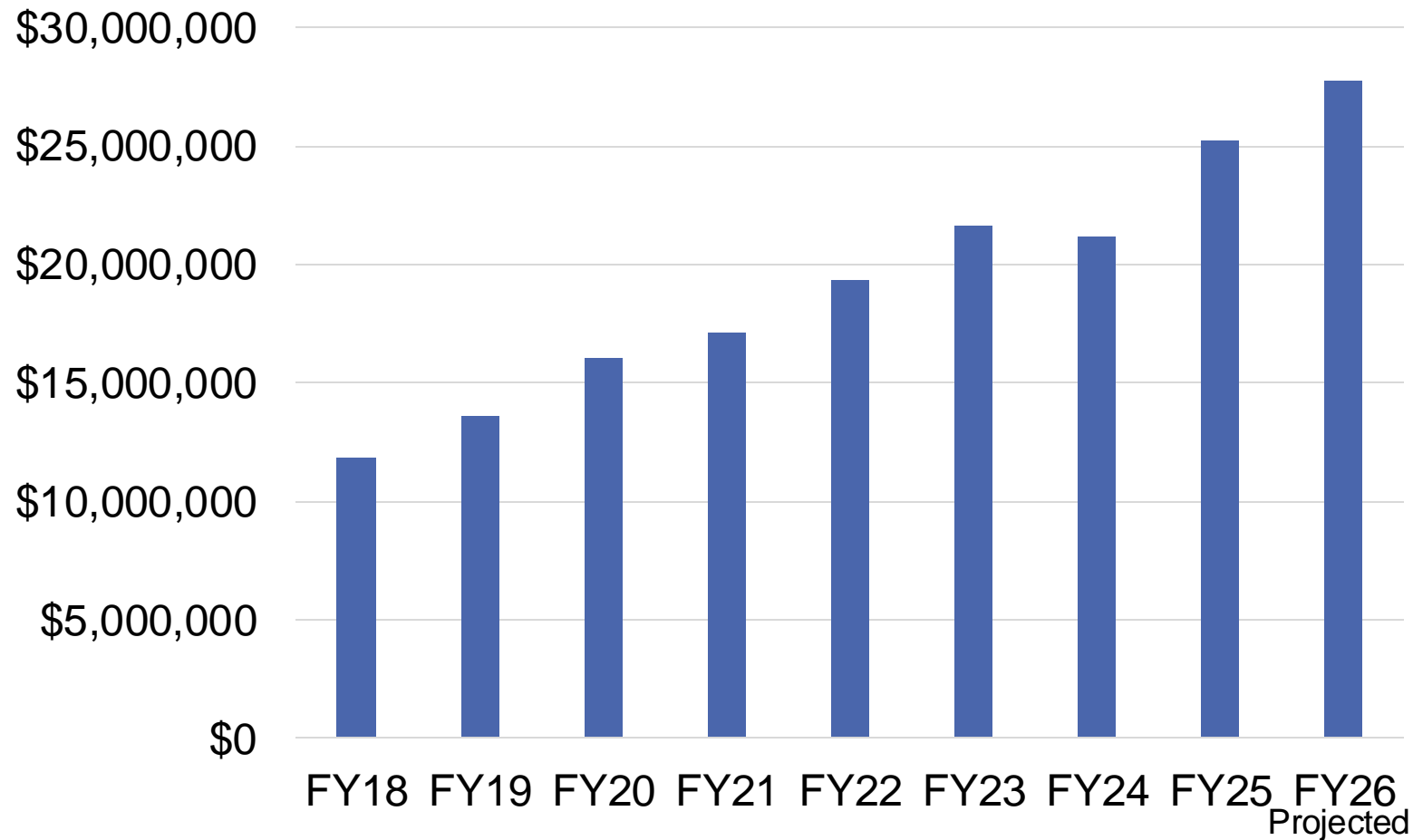
"Normal cost" is the calculated cost of the current year of service for active employees (**10.55%** for Miscellaneous and **20.81%** for Safety in FY 24-25)



"Unfunded Accrued Liability" (UAL) payment

In Fiscal Year 24-25, the City's annual UAL payment = **\$25.24 million**

# 8-YEAR TREND UNFUNDED ACCRUED LIABILITY PAYMENTS



The amount the City owes each year fluctuates based on market performance in prior years.

In Fiscal Year 25-26, the City's UAL payment will increase \$2.5 million to **\$27.77 million**

# RETIREMENT COSTS

As of June 2023, the City's total UAL obligation  
over the long-term = **\$340 million\***

\*This amount fluctuates every year depending on the market

# OTHER RETIREMENT-RELATED COSTS



The City currently pays \$470,000 per month in post-retiree health reimbursements



# CHANGES TO THE RETIREMENT COST STRUCTURE

257



CLASSIC EMPLOYEES

433



PEPRA EMPLOYEES

# INTERNAL SERVICE FUNDS

Equipment Replacement Fund	Annual equipment and vehicle replacement payment	\$13.1 million
Equipment Maintenance & Fleet Services	Central equipment maintenance operations	\$10.9 million
Self-Insurance Fund	Funds public liability, workers' compensation, employee disability	\$13.2 million
Central Stores	Purchase of materials, supplies and auto parts	\$3.0 million

Fiscal Year 24-25 Internal Service Funds Expenditures Total = \$40.2 million

# CAPITAL IMPROVEMENT PROJECTS



Transportation	\$23.8 million
Facilities	\$5.6 million
Equipment	\$5.1 million
Streets & Alleys	\$5.1 million
Urban Runoff Management	\$3.1 million
Parks and Recreation	\$2.5 million
Sewer	\$2.1 million
Cultural Arts	\$1.3 million
Technology	\$840,000
Street Lights & Traffic Signals	\$827,000
Parking Improvements	\$610,000
Misc. Improvements	\$940,000

Fiscal Year 24-25 CIP Budget Appropriations = \$51.8 million

# REFUSE DISPOSAL FUND



The Fiscal Year 24-25 Budget = \$26.4 million



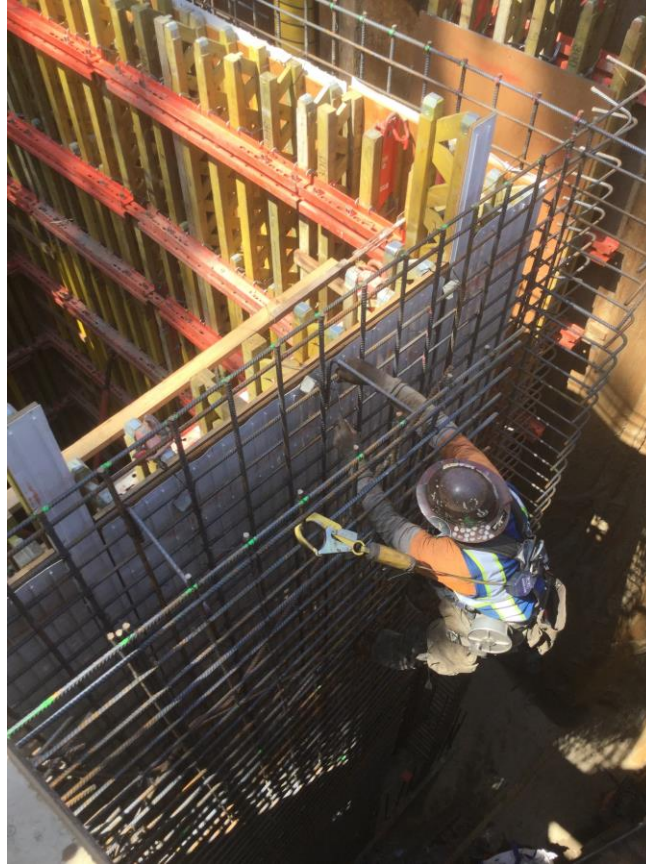
# MUNICIPAL BUS LINES



The Fiscal Year 24-25 Budget = \$82.3 million



# SEWER ENTERPRISE FUNDS



The Fiscal Year 24-25 Budget = \$22.2 million



# MUNICIPAL FIBER NETWORK FUND



The Fiscal Year 24-25 Budget = \$2.2 million

# EST. FY 24-25 GENERAL FUND ENDING BALANCE

## General Fund - Fund Balance ending FY 2024-25

Beginning Fund Balance		\$	151,383,193
FY 2024-2025 Revenues	167,283,042		
FY 2024-2025 Use of Pension Trust Funds	1,400,000		
FY 2024-2025 Expenditures	<u>(204,518,884)</u>		
Budget Surplus/(Shortfall)	(35,835,842)		
Net Increase/(Decrease) to Fund Balance			(35,835,842)
<b>Est. Ending Fund Balance</b>		<b>\$</b>	<b>115,545,351</b>

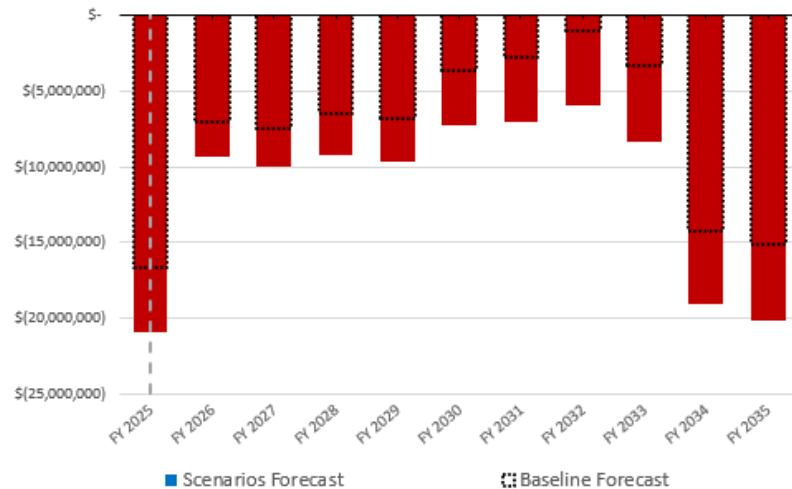
# GENERAL FUND – FUND BALANCE

Non-Spendable	\$16,107,945
Restricted: Pension Trust Funds	\$30,156,000
Committed: 30% Contingency Reserve	\$53,442,599
Committed: Facilities Planning Reserve	\$11,778,778
Committed: Recreation Facilities Reserve	\$1,600,005
Committed: Public Safety Equipment Reserve	\$117,140
Assigned	-
Unassigned	<u>\$2,342,884</u>
Total	<b>\$115,545,351</b>

# 10-YEAR FORECAST AS OF FY 24-25 MIDYEAR REPORT

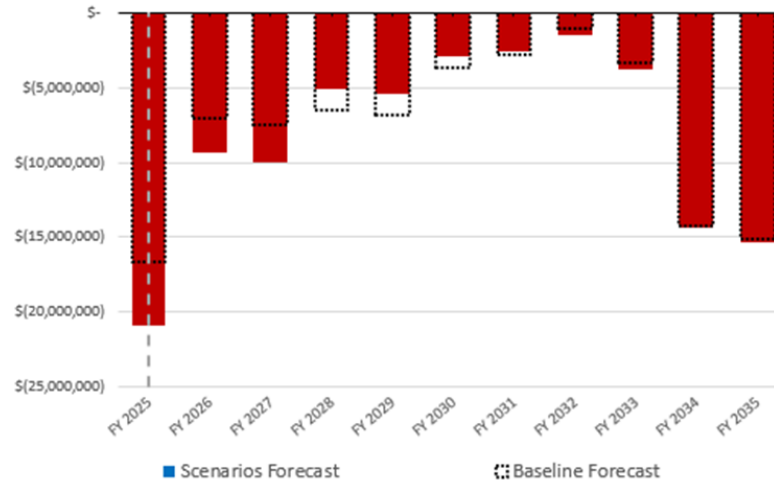
## Scenario 1

Annual Operating Surplus/(Deficit)  
Scenario vs. Baseline Forecast



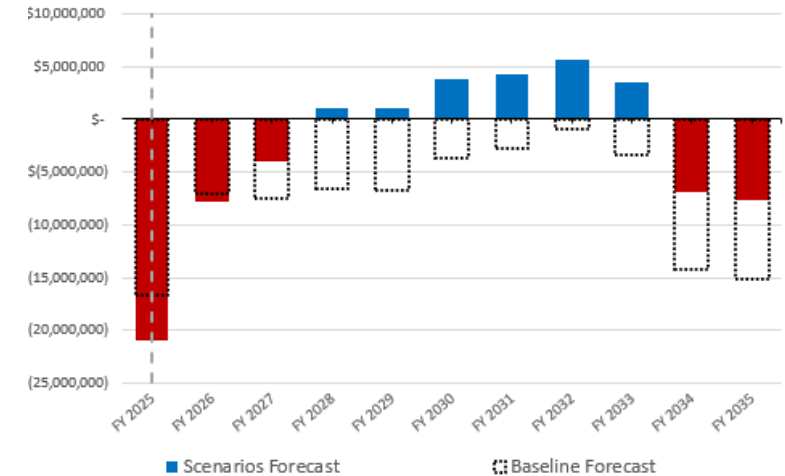
## Scenario 2

Annual Operating Surplus/(Deficit)  
Scenario vs. Baseline Forecast



## Scenario 3

Annual Operating Surplus/(Deficit)  
Scenario vs. Baseline Forecast



# FISCAL YEAR 2025-2026 BUDGET SCHEDULE

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	FY 25-26 Department Budget Presentations
JUNE	Council Holds Public Hearing to Adopt Final Budget
JULY	Adopted FY 25-26 Budget in Effect

Public Input is welcomed throughout the process

# PUBLIC INPUT OPPORTUNITIES

- Attend an upcoming public meeting
- Submit suggestions online in the City's Budget Input Box at:  
[www.culvercity.org/Services/Applications-Forms/Budget-Input-Box](http://www.culvercity.org/Services/Applications-Forms/Budget-Input-Box)
- Email [budget.priorities@culvercity.org](mailto:budget.priorities@culvercity.org)





**Questions?**