



CITY OF BANNING STAFF REPORT

TO: CITY COUNCIL

FROM: Lincoln Bogard, Administrative Services Director

PREPARED BY: Lincoln Bogard, Administrative Services Director

MEETING DATE: February 27, 2024

SUBJECT: Consideration of Resolutions 2024-38, 2024-03 UA, and 2024-03 SA, Approving and Adopting the Mid-Year 2023-24 Budget for Fiscal Period July 1, 2023 through June 30, 2024, for the City, Utility Authority and Successor Agency

RECOMMENDATION:

Adopt Resolutions 2024-38, 2024-03 UA, and 2024-03 SA.

BACKGROUND:

FY 2023-24 Recommended Mid-Year Budget

See the saved views in the budget report attached. Click on any segment in any view to drill into that section of results. Below the graphical charts at the top of each view is the numerical data from the dataset shown. Those groupings can also be expanded by clicking on the carats on the left hand side of the rows until the individual line item data is shown.

See attachments for budgeted totals and details.

The General Fund is now expecting a net income of approximately \$309 thousand. Staff identified close to \$2 million in Community Development fees from previous years that were calculated incorrectly and are being billed at this time. Most developers have been receptive to the billing of fees according to the fee schedules in place at the time. Any fees challenged by the developers will be taken to the consulting firm that performed the original calculations in error. Staff also reappropriated \$700 thousand in American Rescue Plan Act funds from a Public Works capital project to Public Safety salaries due to the fact that the project is not expected to achieve appropriation by the deadline of December 31, 2024.

Salaries and Benefits for the General Fund comprise 58.07% of all expenditures due to the fact that activities are primarily service based and labor intensive. Citywide Salaries and Benefits only comprise 21.73% of overall expenses.

JUSTIFICATION:

Not applicable.

FISCAL IMPACT:

No fiscal impact at this time. Current expectations are slightly below than the adopted budget. Current estimated net income for the fiscal year after mid-year adjustments is \$309 thousand, down from an adopted budget estimated net income of \$621 thousand and up from the current budgeted net loss after Council appropriations this year of (\$1.29 million).

ALTERNATIVES:

1. Adopt Resolutions 2024-38, 2024-03 UA, and 2024-03 SA.
2. Do not adopt Resolutions 2024-38, 2024-03 UA, and 2024-03 SA, and provide direction to staff.

ATTACHMENTS:

1. [Resolution 2024-38, Mid-Year Budget Adjustments.docx](#)
2. [Exhibit A - FY 2023-24 Mid-Year Budget Reports](#)
3. [Exhibit B - Classification and Compensation](#)
4. [Exhibit C - City of Banning Full Cost Allocation Plan FY 23-24](#)
5. [Resolution 2024-03 SA, Mid Year Budget Adjustments.docx](#)
6. [Resolution 2024-03 UA, Mid Year Budget Adjustments.docx](#)