

Non-Departmental

Budget Unit	Program	2020 Proposed Budget
Non-Departmental		\$ 13,371,676
100-90-001	General Fund Transfers Out	\$ 10,186,838
281-90-001	Tree Fund Transfers Out	\$ 12,000
429-90-001	Capital Reserve Transfers Out	\$ -
365-90-500	Facility Lease Debt Service	\$ 3,172,838
100-90-502	Employee Housing Assistance	\$ -
Total		\$ 13,371,676

Department Overview

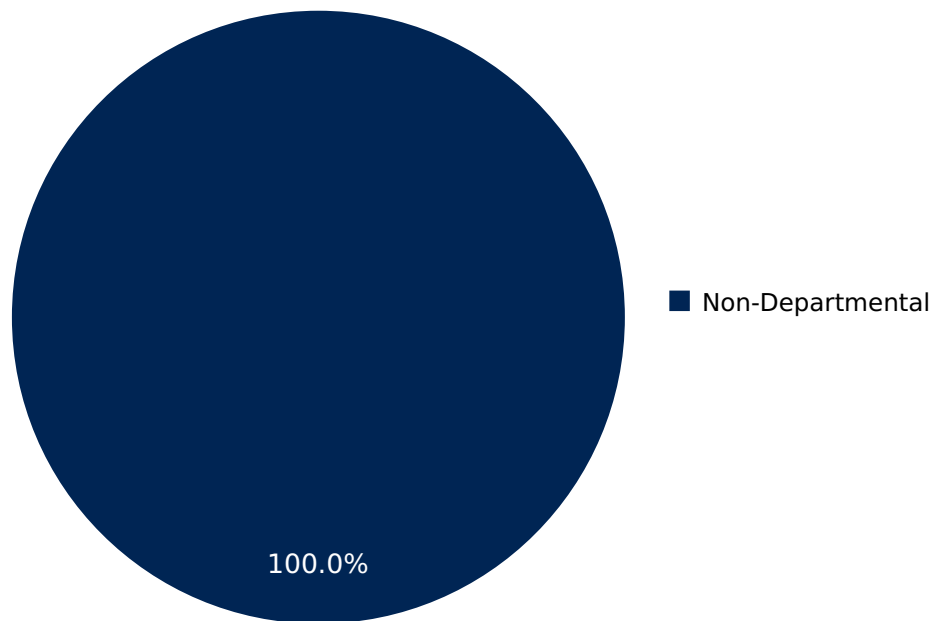
Budget at a Glance

	2020 Proposed Budget
Total Revenues	\$ 21,045
Total Expenditures	\$ 13,371,676
Fund Balance	\$ (3,163,793)
General Fund Costs	\$ 10,186,838
% Funded by General Fund	76.2%
Total Staffing	0.00 FTE

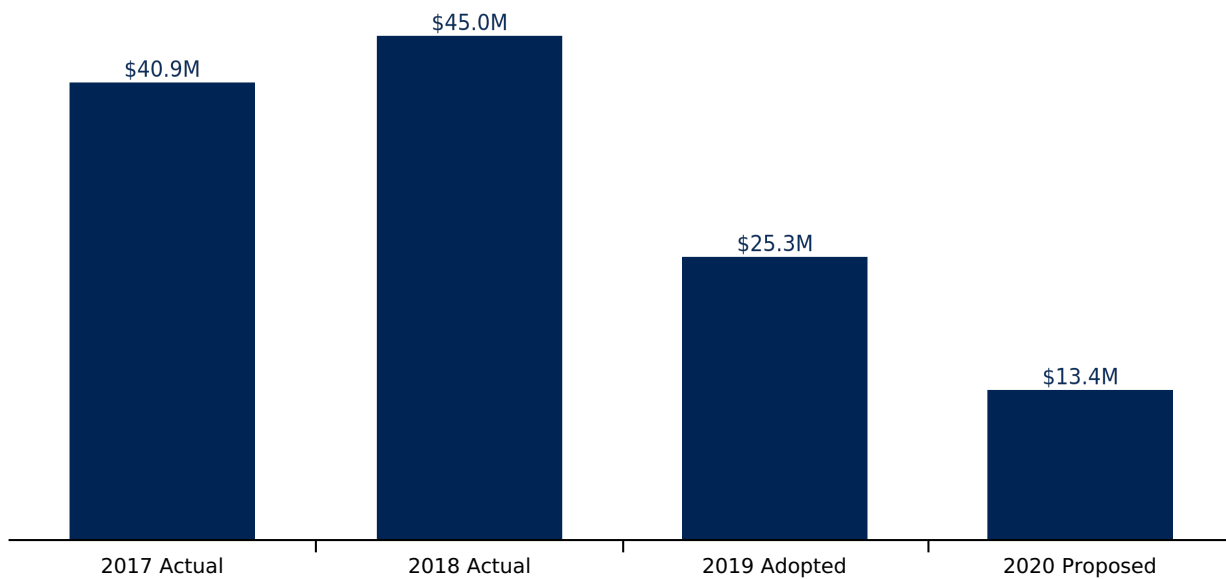
Proposed Budget

It is recommended that City Council approve a budget of \$13,371,676 for the Non-Departmental department. This represents a decrease of \$11,893,174 (-47.1%) from the FY 2019 Adopted Budget.

Proposed Expenditures by Division



Department Expenditure History



Revenues and Expenditures

The following table details revenues, expenditures, changes in fund balance and General Fund costs by category for two prior fiscal years, the Adopted Budget for the prior fiscal year, and the Proposed Budget for the current fiscal year:

Category	2017 Actual	2018 Actual	2019 Adopted Budget	2020 Proposed Budget
Revenues				
Use of Money and Property	\$ (43,531)	\$ (19,707)	\$ -	\$ -
Charges for Services	\$ 2,700	\$ 20,432	\$ -	\$ 21,045
Total Revenues	\$ (40,831)	\$ 725	\$ -	\$ 21,045
Expenditures				
Materials	\$ 7,471	\$ 5,625	\$ -	\$ -
Contract Services	\$ -	\$ 1,050	\$ -	\$ -
Cost Allocation	\$ 40,842,577	\$ 42,562,330	\$ 25,264,850	\$ 13,371,676
Capital Outlays	\$ -	\$ 2,450,108	\$ -	\$ -
Total Expenditures	\$ 40,850,048	\$ 45,019,113	\$ 25,264,850	\$ 13,371,676
Fund Balance	\$ 6,249,861	\$ (1,826,044)	\$ (10,736,500)	\$ (3,163,793)
General Fund Costs	\$ 47,140,740	\$ 43,192,343	\$ 14,528,350	\$ 10,186,838

General Fund Transfers Out

Budget Unit 100-90-001

General Fund - Non-Departmental - General Fund Transfers Out

Budget at a Glance

	2020 Proposed Budget
Total Revenues	\$ -
Total Expenditures	\$ 10,186,838
Fund Balance	\$ -
General Fund Costs	\$ 10,186,838
% Funded by General Fund	100.0%
Total Staffing	0.00 FTE

Program Overview

Transfers represent transfers of monies between various funds. These transfers provide subsidies and resources and to the receiving fund to support operating, debt service, and capital project costs. General Fund subsidies to other funds and funding of capital projects are included in transfers.

Service Objectives

Transfers out are evaluated each year to ensure funds outside of the General Fund remain with a minimum fund balance of 15% of budgeted operating expenses. These transfers are normally for Special Revenue and Enterprise funds requiring a subsidy due to revenues falling short of full program costs. In addition, the City has reoccurring transfers to fund the total budget costs associated with Annual Debt Payment, Compensated Absences, and Retiree Health.

Proposed Budget

It is recommended that City Council approve a budget of \$10,186,838 for the General Fund Transfers Out program. This represents a decrease of \$1,172,074 (-10.3%) from the FY 2019 Adopted Budget.

The General Fund transfers out for FY 2019-20 are as follows:

Transfer Out from the General Fund	Description	Amount
Special Revenue Funds	Storm Drain, Non-Point Source, Sidewalk, Curb and Gutter Maintenance	\$1,318,000
Debt Service Funds	Annual Debt Payment	\$3,172,838
Enterprise Funds	Blackberry Farm Golf Course, Sports Center Operation, Outdoor Recreation	\$2,123,000
Internal Service Funds	IT Infrastructure, General Fund Subsidy of Compensated Absences and Retiree Medical	\$3,573,000
Total General Fund Transfers Out		\$10,186,838

Revenues and Expenditures

The following table details revenues, expenditures, changes in fund balance and General Fund costs by category for two prior fiscal years, the Adopted Budget for the prior fiscal year, and the Proposed Budget for the current fiscal year:

Category	2017 Actual	2018 Actual	2019 Adopted Budget	2020 Proposed Budget
Revenues				
Total Revenues	\$ -	\$ -	\$ -	\$ -
Expenditures				
Materials	\$ -	\$ (2,071)	\$ -	\$ -
Cost Allocation	\$ 28,965,731	\$ 24,129,372	\$ 11,358,912	\$ 10,186,838
Capital Outlays	\$ -	\$ 2,450,108	\$ -	\$ -
Total Expenditures	\$ 28,965,731	\$ 26,577,409	\$ 11,358,912	\$ 10,186,838
Fund Balance	\$ -	\$ -	\$ -	\$ -
General Fund Costs	\$ 28,965,731	\$ 26,577,409	\$ 11,358,912	\$ 10,186,838

Staffing

Total current authorized positions - 0.00 FTE

Total recommended positions - 0.00 FTE

Tree Fund Transfers Out

Budget Unit 281-90-001

Tree Fund - Non-Departmental - Tree Fund Transfers Out

Budget at a Glance

	2020 Proposed Budget
Total Revenues	\$ 21,045
Total Expenditures	\$ 12,000
Fund Balance	\$ 9,045
General Fund Costs	\$ -
% Funded by General Fund	0.0%
Total Staffing	0.00 FTE

Program Overview

Transfers represent transfers of monies between various funds. These transfers provide subsidies and resources and to the receiving fund to support operating, debt service, and capital project costs. General Fund subsidies to other funds and funding of capital projects are included in transfers.

Service Objectives

Funds are to be used for the planting and replacement cost of trees within the Right of Way and other areas throughout the City where Public Works is responsible for planting and maintaining trees.

Proposed Budget

It is recommended that City Council approve a budget of \$12,000 for the Tree Fund Transfers Out program. This represents an increase of \$2,000 (20.0%) from the FY 2019 Adopted Budget.

Revenues and Expenditures

The following table details revenues, expenditures, changes in fund balance and General Fund costs by category for two prior fiscal years, the Adopted Budget for the prior fiscal year, and the Proposed Budget for the current fiscal year:

Category	2017 Actual	2018 Actual	2019 Adopted Budget	2020 Proposed Budget
Revenues				
Use of Money and Property	\$ 857	\$ 971	\$ -	\$ -
Charges for Services	\$ 2,700	\$ 20,432	\$ -	\$ 21,045
Total Revenues	\$ 3,557	\$ 21,403	\$ -	\$ 21,045
Expenditures				
Cost Allocation	\$ -	\$ -	\$ 10,000	\$ 12,000
Total Expenditures	\$ -	\$ -	\$ 10,000	\$ 12,000
Fund Balance	\$ 3,557	\$ 21,403	\$ (10,000)	\$ 9,045
General Fund Costs	\$ -	\$ -	\$ -	\$ -

Staffing

Total current authorized positions - 0.00 FTE

Total recommended positions - 0.00 FTE

Capital Reserve Transfers Out

Budget Unit 429-90-001

Capital Reserve - Non-Departmental - Capital Reserve Transfers Out

Budget at a Glance

	2020 Proposed Budget
Total Revenues	\$ -
Total Expenditures	\$ -
Fund Balance	\$ -
General Fund Costs	\$ -
% Funded by General Fund	0.0%
Total Staffing	0.00 FTE

Program Overview

Transfers represent transfers of monies between various funds. These transfers provide subsidies and resources and to the receiving fund to support operating, debt service, and capital project costs. General Fund subsidies to other funds and funding of capital projects are included in transfers.

Service Objectives

Transfers out from the Capital Reserve vary from year to year depending on the projects selected in the Capital Improvement Plan. In addition, funding sources for each project are reviewed and then allocated appropriately. After this review, the remaining balance of the project left to fund is then transferred from the Capital Reserve Fund.

Proposed Budget

There is no budget requested for this program.

City Council will be holding a study session on April 30, 2019. The results of that study session will update funding for capital projects. This budget will be updated as part of the final budget hearing and adoption.

Revenues and Expenditures

The following table details revenues, expenditures, changes in fund balance and General Fund costs by category for two prior fiscal years, the Adopted Budget for the prior fiscal year, and the Proposed Budget for the current fiscal year:

Category	2017 Actual	2018 Actual	2019 Adopted Budget	2020 Proposed Budget
Revenues				
Use of Money and Property	\$ (44,388)	\$ (20,678)	\$ -	\$ -
Total Revenues	\$ (44,388)	\$ (20,678)	\$ -	\$ -
Expenditures				
Cost Allocation	\$ 8,704,608	\$ 15,259,920	\$ 10,726,500	\$ -
Total Expenditures	\$ 8,704,608	\$ 15,259,920	\$ 10,726,500	\$ -
Fund Balance	\$ 6,251,004	\$ (1,841,953)	\$ (10,726,500)	\$ -
General Fund Costs	\$ 15,000,000	\$ 13,438,644	\$ -	\$ -

Staffing

Total current authorized positions - 0.00 FTE

Total recommended positions - 0.00 FTE

Facility Lease Debt Service

Budget Unit 365-90-500

Public Facilities Corp - Non-Departmental - Facility Lease Debt Service

Budget at a Glance

	2020 Proposed Budget
Total Revenues	\$ -
Total Expenditures	\$ 3,172,838
Fund Balance	\$ (3,172,838)
General Fund Costs	\$ -
% Funded by General Fund	0.0%
Total Staffing	0.00 FTE

Program Overview

The Debt Service Program provides for the payment of principal and interest and associated administrative costs incurred with the issuance of debt instruments for the City's Public Facilities Corporation. The budget funds the Corporation's annual payment of principal and interest on the City Hall/Library, Wilson/Memorial Open Space and Library Certificates of Participation (COP) that will be paid off by the year 2030.

Service Objectives

The majority of the borrowings occurred in early 1990 to acquire additional park real estate and expand community facilities. A breakdown of the capital acquisitions follows:

- Increased 90 acres of park real estate to 190 acres, a 111% increase
- Increased 26,031 sq ft of recreation building space to 84,460 sq ft, a 224% increase

Specific purchases included:

- Blackberry Farm - \$18 million, voter-approved debt;
- Creekside Park - \$12 million voter-approved debt;
- Sports Center - \$8 million;
- Quinlan Community Center, including park real estate - \$6.1 million;
- Wilson Park and improvements - \$5.6 million;
- Jollyman Park development - \$1 million;
- City Hall renovation/improvements - \$1.7 million;
- Library renovation/improvements - \$1.7 million;
- New library/community center - \$10 million.

In May 2012, the Corporation refinanced its \$44 million in outstanding debt to lower the interest rate and save approximately \$350,000 per year in debt payments.

Schedule of Lease Payments

Payment Date	Principal Component	Interest Component	Total Lease Payment	Annual Lease Payment
12/15/12		687,643.15	687,643.15	
6/15/13	1,920,000.00	567,778.75	2,487,778.75	3,175,421.90
12/15/13		564,418.75	564,418.75	
6/15/14	2,040,000.00	564,418.75	2,604,418.75	3,168,837.50
12/15/14		559,318.75	559,318.75	
6/15/15	2,055,000.00	559,318.75	2,614,318.75	3,173,637.50
12/15/15		538,768.75	538,768.75	
6/15/16	2,090,000.00	538,768.75	2,628,768.75	3,167,537.50
12/15/16		517,868.75	517,868.75	
6/15/17	2,135,000.00	517,868.75	2,652,868.75	3,170,737.50
12/15/17		496,518.75	496,518.75	
6/15/18	2,180,000.00	496,518.75	2,676,518.75	3,173,037.50
12/15/18		474,718.75	474,718.75	
6/15/19	2,220,000.00	474,718.75	2,694,718.75	3,169,437.50
12/15/19		441,418.75	441,418.75	
6/15/20	2,290,000.00	441,418.75	2,731,418.75	3,172,837.50
12/15/20		407,068.75	407,068.75	
6/15/21	2,355,000.00	407,068.75	2,762,068.75	3,169,137.50
12/15/21		371,743.75	371,743.75	
6/15/22	2,425,000.00	371,743.75	2,796,743.75	3,168,487.50
12/15/22		335,368.75	335,368.75	
6/15/23	2,500,000.00	335,368.75	2,835,368.75	3,170,737.50
12/15/23		297,868.75	297,868.75	
6/15/24	2,575,000.00	297,868.75	2,872,868.75	3,170,737.50
12/15/24		259,243.75	259,243.75	
6/15/25	2,655,000.00	259,243.75	2,914,243.75	3,173,487.50
12/15/25		219,418.75	219,418.75	
6/15/26	2,730,000.00	219,418.75	2,949,418.75	3,168,837.50
12/15/26		178,468.75	178,468.75	
6/15/27	2,815,000.00	178,468.75	2,993,468.75	3,171,937.50
12/15/27		136,243.75	136,243.75	

Payment Date	Principal Component	Interest Component	Total Lease Payment	Annual Lease Payment
6/15/28	2,900,000.00	136,243.75	3,036,243.75	3,172,487.50
12/15/28		92,743.75	92,743.75	
6/15/29	2,985,000.00	92,743.75	3,077,743.75	3,170,487.50
12/15/29		47,968.75	47,968.75	
6/15/30	3,070,000.00	47,968.75	3,117,968.75	3,165,937.50
Total	43,940,000.00	13,133,759.40	57,073,759.40	57,073,759.40

Proposed Budget

It is recommended that City Council approve a budget of \$3,172,838 for the Facility Lease Debt Service program. This represents an increase of \$3,400 (0.1%) from the FY 2019 Adopted Budget.

Revenues and Expenditures

The following table details revenues, expenditures, changes in fund balance and General Fund costs by category for two prior fiscal years, the Adopted Budget for the prior fiscal year, and the Proposed Budget for the current fiscal year:

Category	2017 Actual	2018 Actual	2019 Adopted Budget	2020 Proposed Budget
Revenues				
Total Revenues	\$ -	\$ -	\$ -	\$ -
Expenditures				
Cost Allocation	\$ 3,172,238	\$ 3,173,038	\$ 3,169,438	\$ 3,172,838
Total Expenditures	\$ 3,172,238	\$ 3,173,038	\$ 3,169,438	\$ 3,172,838
Fund Balance	\$ (4,700)	\$ (5,494)	\$ -	\$ (3,172,838)
General Fund Costs	\$ 3,167,538	\$ 3,167,544	\$ 3,169,438	\$ -

Staffing

Total current authorized positions - 0.00 FTE

Total recommended positions - 0.00 FTE

Employee Housing Assistance

Budget Unit 100-90-502

General Fund - Non-Departmental - Employee Housing Assistance

Budget at a Glance

2020 Proposed Budget	
Total Revenues	\$ -
Total Expenditures	\$ -
Fund Balance	\$ -
General Fund Costs	\$ -
% Funded by General Fund	0.0%
Total Staffing	0.00 FTE

Program Overview

The recruitment and hiring of top quality department heads are essential to the efficient operation of the City. Housing costs in Silicon Valley tend to act as a disincentive to persons relocating to the area, and therefore, as an obstacle to the recruitment, hiring, and retention of such top quality personnel. To assist in this end, the Council adopted the housing assistance program for department heads.

Service Objectives

The housing assistance program for department heads provides housing loans for their primary residence at interest rates indexed with the 11th District cost of funds with an optional deferred interest feature for the first five years. There is assistance with half of the closing costs. The City may assist in the purchase by acquiring up to thirty percent of the equity share in the residence.

Proposed Budget

There is no budget requested for this program.

Revenues and Expenditures

The following table details revenues, expenditures, changes in fund balance and General Fund costs by category for two prior fiscal years, the Adopted Budget for the prior fiscal year, and the Proposed Budget for the current fiscal year:

Category	2017 Actual	2018 Actual	2019 Adopted Budget	2020 Proposed Budget
Revenues				
Total Revenues	\$ -	\$ -	\$ -	\$ -
Expenditures				
Materials	\$ 7,471	\$ 7,696	\$ -	\$ -
Contract Services	\$ -	\$ 1,050	\$ -	\$ -
Total Expenditures	\$ 7,471	\$ 8,746	\$ -	\$ -
Fund Balance	\$ -	\$ -	\$ -	\$ -
General Fund Costs	\$ 7,471	\$ 8,746	\$ -	\$ -

Staffing

Total current authorized positions - 0.00 FTE

Total recommended positions - 0.00 FTE