

PROPOSED BUDGET

Fiscal Year 2009/10
City of Sacramento



PROPOSED

CITY OF SACRAMENTO
FISCAL YEAR 2009/10 BUDGET

KEVIN JOHNSON
Mayor

RAYMOND L. TRETHERWAY III
Councilmember, District 1

SANDY SHEEDY
Councilmember, District 2

STEVE COHN
Councilmember, District 3

ROBERT KING FONG
Councilmember, District 4



LAUREN R. HAMMOND
Vice Mayor, District 5

KEVIN McCARTY
Councilmember, District 6

ROBBIE WATERS
Councilmember, District 7

BONNIE J. PANNELL
Councilmember, District 8

RAY KERRIDGE
City Manager

JOHN DANGBERG
Assistant City Manager

CASSANDRA JENNINGS
Assistant City Manager

MARTY HANNEMAN
Assistant City Manager

GUS VINA
Assistant City Manager

Prepared by
DEPARTMENT OF FINANCE
BUDGET, POLICY & STRATEGIC PLANNING DIVISION

Leyne Milstein Jason Bader Marian Fahy Mary Hernandez
Dawn Holm David Levine Scott Pettingell Virginia Smith

In conjunction with Department Coordinators/Staff

CITY HALL
915 I STREET, 5TH FLOOR
SACRAMENTO, CA 95814

TABLE OF CONTENTS

SECTION – 1	SECTION – 12
Budget Message..... 3	Convention, Culture & Leisure127
SECTION – 2	SECTION – 13
Proposed Budget Overview 9	Economic Development137
SECTION – 3	SECTION – 14
How to Read This Document..... 55	Finance145
SECTION – 4	SECTION – 15
Budget Schedules 61	Fire.....153
1 Current Operations – Appropriations	SECTION – 16
by Fund..... 63	General Services159
1A Current Operations – Appropriations	SECTION – 17
by Operating Unit..... 64	Human Resources167
1B Staffing by Department 65	SECTION – 18
1C Staffing by Fund..... 66	Information Technology173
2A Detail of 2009/10 Revenues,	SECTION – 19
Appropriations and Changes	Labor Relations.....179
in Fund Balance 68	SECTION – 20
2B Summary of 2009/10 Revenues,	Neighborhood Services.....185
Appropriations and Changes	SECTION – 21
in Fund Balance 69	Parks & Recreation191
3 Contributions to General Fund	SECTION – 22
Support 70	Planning201
4 Summary of Capital Funding	SECTION – 23
by Funding Source..... 71	Police205
5 Article XIIB Appropriation Limit	SECTION – 24
Calculation 73	Transportation.....211
6 2009/10 Revenue Budget 74	SECTION – 25
7 Operating Grants 80	Utilities219
8 Summary of Reclassification	SECTION – 26
Requests..... 86	Non-Department227
SECTION – 5	Debt Service229
Mayor and City Council 87	Other Program Support.....233
SECTION – 6	Reserves241
City Attorney 91	SECTION – 27
SECTION – 7	Operating Grants & Projects245
City Clerk 97	SECTION – 28
SECTION – 8	Staffing.....251
City Manager 103	SECTION – 29
SECTION – 9	Glossary.....285
City Treasurer 109	SECTION – 30
SECTION – 10	Proposed Budget Resolution291
Code Enforcement..... 115	
SECTION – 11	
Community Development 121	

1

SECTION – 1

BUDGET MESSAGE



OFFICE OF THE
CITY MANAGER

CITY OF SACRAMENTO
CALIFORNIA

CITY HALL
5th FLOOR
915 I STREET
SACRAMENTO, CA
95814-2684

May 1, 2009

PH 916-808-5704
FAX 916-808-7618

Mayor and City Council
Sacramento, California

Honorable Members in Session:

I respectfully submit the Fiscal Year 2009/10 Proposed Budget for the City of Sacramento. The Proposed Budget recognizes the significant fiscal challenges the City is facing and outlines my proposed multi-year strategy to right-size the City's expenditures for programs and services in light of continuing revenue decline. Given the multi-year nature of the current economic decline, restoring the City's fiscal stability must continue to be our top priority. Nearly every city, county and state in the nation is currently challenged with increased demand for services in the context of the most difficult financial times in recent history. These circumstances will require the most difficult decisions of any other Council in decades, and I thank you for your hard work and support to implement the changes necessary to regain fiscal sustainability.

The total budget proposed for FY2009/10 is \$875.1 million. This includes \$385.9 million for General Fund operations and \$489.2 million for the operation of the City's Enterprise Funds and other fund activities. Citywide, \$50.1 million is budgeted for capital improvement projects.

As a result of the economic downturn, the City's General Fund revenues are estimated to be down by 3.7 percent or \$14.7 million lower than the FY2008/09 Amended Budget. This important factor, combined with increasing financial obligations, required difficult decisions to be made. The Proposed Budget includes the unfunding of 387 full time equivalent (FTE) positions in the General Fund, saving \$28.9 million in personnel costs. This is in addition to the 358 FTE unfunded in the City's FY2008/09 budget. The position reductions included in this budget are part of ongoing efforts to right-size the City's workforce and reduce expenses for employee services which are approximately 85 percent of General Fund expenses.

The Proposed Budget ensures that we will continue providing core services and includes a discussion of long-term strategies reflecting the Council's adopted budget principles. However, due to the reduced levels of funding provided in the Proposed Budget, the City will have to change what we do and how we do it. In order to continue providing major programs and services citywide, we will have to look at changes in levels of service and in some cases, increased cost recovery for fee related programs and services. Even with these changes, the programs and services included in the Proposed Budget reflect the City Council's commitment to keeping Sacramento a full service City and maintain the structural framework necessary to position the City when the economy recovers.

Also included in the Proposed Budget are budget adjustments necessary to provide operation and maintenance costs related to capital improvement projects scheduled to begin opening throughout the City in the coming fiscal year. Major facilities funded through the City's Community Reinvestment Capital Improvement Program (CRCIP), state grants, development impact fees, and private development contributions include: three new library facilities, expansions to two community centers, and the Crocker Art Museum expansion.

Finally, I would like to recognize that the City has received the Government Finance Officers Association (GFOA) Distinguished Budget Presentation Award for its FY2008/09 Adopted Operating Budget. This is the first year in which the City has been bestowed this prestigious award. This award is presented to cities whose budget documents meet program criteria as a policy document, as an operations guide, as a financial plan, and as a communications device. Staff believes that the Proposed Operating Budget for FY2009/10 continues to conform to the program requirements.

I would also like to express my sincere appreciation to the Mayor and City Council for providing clear goals and direction which have been incorporated into the Proposed Operating Budget for FY2009/10 and to our hard working City employees who deliver quality programs and services to the residents of Sacramento. Their continuing dedication and commitment to our community, especially in these difficult and uncertain times, must be recognized and commended.

Respectfully Submitted,



RAY KERRIDGE
City Manager



The Government Finance Officers Association of the United States and Canada (GFOA) presented a Distinguished Budget Presentation Award to the **City of Sacramento, California** for its annual budget for the fiscal year beginning **July 1, 2008**. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communications device.

This award is valid for a period of one year only. We believe our current budget continues to conform to program requirements, and we are submitting it to GFOA to determine its eligibility for another award.

