

CITY OF LONG BEACH

THE CITY BY THE SEA

FISCAL YEAR 2024-2025 BUDGET DISCUSSION

Presented: May 21, 2024



What is an Errata?

- **Errata** – From Latin:*a list of corrections appended after original publication*
- What is an ERRATA and who is responsible for it at the City of Long Beach?
 - The mechanism for the City Council to change the staff’s proposed budget.
 - If the Council votes to approve an errata, it becomes part of the city budget.

Fiscal Year 2024 – 2025 Budget Proposed By City Manager



- Total Revenues - \$104,775,085
 - The budget is balanced, so revenues = expenditures
- Revenue from real property taxes - \$60,115,884
 - Real property taxes are 58% of the city's revenue
- Proposed Homestead tax increase before the errata – **1.04%**
 - This represents an average increase of \$53 per median household



What Is Being Proposed in the Errata?

- The errata will *reduce the tax levy by \$621,481* from the originally proposed amount.
- This will bring Homestead tax increase **to zero percent.**



ERRATA Changes – Revenue

- Decrease in Tax Levy \$621,481;
- Increase in State Aid Per Capita - \$366,097;
- Increase in Refuse and Garbage Charges revenue – due to new real estate development using City Sanitation - \$116,160;
- Increase in “Other Public Safety” Grant revenue - \$50,000.

ERRATA Changes – Revenue



	<u>ACCOUNT CODE</u>	<u>ACCOUNT DESCRIPTION</u>	<u>PROPOSED BUDGET \$\$</u>	<u>ADOPTED BUDGET \$\$</u>	<u>NET CHANGE \$\$</u>	<u>EXPLANATION</u>
GENERAL FUND						
Real property Tax Homestead	A0010 41000	Real property Tax Homestead	44,272,324	43,814,595	(457,729)	To Reduce Property Tax Levy to reflect updated projections
Real property Tax Non Homestead	A0010 41002	Real property Tax Non Homestead	15,838,367	15,674,615	(163,752)	To Reduce Property Tax Levy to reflect updated projections
State Aid Per Capita	A0030 43001	State Aid Per Capita	3,152,704	3,518,801	366,097	To reflect increase in State Aid Per Capita as per State Budget
Refuse and Garbage Charges	A0012 42130	Refuse and Garbage Charges	9,916,555	10,032,715	116,160	To account for additional revenue from new real estate developments
Other Public Safety	A0030 43389	Other Public Safety	-	50,000	50,000	To account for a new grant
					<u>\$ (89,224)</u>	Total Increases (Decreases) to Revenues



ERRATA Changes – Expenses

- Increase in Public Safety Machinery and Equipment Expenses - \$50,000;
- Decrease in Temporary and Overtime salary budgets in Tax assessor; Central Garage; Bus Transportation; Sanitation; Street Maintenance as well as Municipal Buildings and Beach Maintenance Departments - \$265,000;
- Increase in Regular Salary item in Central Garage department - \$65,753, with corresponding increase in health insurance budget - \$40,405;
- Decrease in Social Security and State Retirement budgets to account for a net decrease in total salary expense - \$41,543;
- Increase in Snow Removal Budget - \$59,506;
- Increase in Information Technology Telephone and Communication Budget - \$61,255.

ERRATA Changes – Expenses



Central Garage	A1640 51101	Regular Salaries	922,971	988,724	65,753	To reflect updated projection
Central Garage	A1640 51103	Overtime Salaries	92,390	67,390	(25,000)	To reflect updated projection
Information Technology	A1680 54421	Telephone and Communication	137,079	198,334	61,255	To reflect updated projection
Police	A3120 52220	Machinery and Equipment	120,000	170,000	50,000	To account for a new grant expenditures
Snow Removal	A5142 51103	Overtime Salaries	100,000	149,000	49,000	To reflect updated projection
Snow Removal	A5142 54426	Snow Removal Materials	70,000	70,506	506	To reflect updated projection
Snow Removal	A5142 54499	Vehicle Repairs	10,000	20,000	10,000	To reflect updated projection
Bus Transportation	A5630 51103	Overtime Salaries	175,000	150,000	(25,000)	To reflect updated projection
Celebrations	A7550 54440	Contracted Services	160,000	140,000	(20,000)	To reflect updated projection
Sanitation	A8160 51102	Temporary Salaries	335,000	285,000	(50,000)	To reflect updated projection
Sanitation	A8160 51103	Overtime Salaries	320,000	300,000	(20,000)	To reflect updated projection
Sanitation	A8160 54459	Waste and Rubbish Removal	2,350,000	2,300,000	(50,000)	To reflect updated projection
Street Maintenance	A8170 51102	Temporary Salaries	440,000	425,000	(15,000)	To reflect updated projection
Street Maintenance	A8170 51103	Overtime Salaries	220,000	200,000	(20,000)	To reflect updated projection
Street Maintenance	A8170 51119	Uniforms	-	10,400	10,400	To reflect updated projection
Street Maintenance	A8170 54410	Supplies and Materials	125,000	150,000	25,000	To reflect updated projection
Street Maintenance	A8170 54449	Masonry Repairs	300,000	275,000	(25,000)	To reflect updated projection
Beach Maintenance	A8172 51102	Temporary Salaries	440,000	385,500	(54,500)	To reflect updated projection
Beach Maintenance	A8172 51103	Overtime Salaries	410,000	390,000	(20,000)	To reflect updated projection
State Retirement	A9010 58010	State Retirement	2,720,725	2,690,676	(30,049)	To reflect updated projection
Social Security	A9030 58030	Social Security	3,044,583	3,033,089	(11,494)	To reflect updated projection
Hospital and Medical Insurance	A9060 58060	Hospital and Medical Insurance	14,495,643	14,536,048	40,405	To reflect updated projection

**Total Increases (Decreases) to
(89,224.30) Expenditures**