



CITY OF

Richmond CALIFORNIA

Final Adjustments to Fiscal Year 2021-22 Budget

Richmond City Council Meeting
February 15, 2022

Overview

- Fiscal Year 2021 ended with a excess of \$20,910,664
- Causes of the increase included
 - Unusually large real estate transactions
 - Conservative budgeting
 - 60 frozen positions (saving \$10M)
 - Continued underfunding of facilities and infrastructure
- The unanticipated monies were used to fund several important council priorities
- Investments in facilities improvements and infrastructure projects
- One-time payment to employees (total \$2.3M)

Richmond Housing Authority Liability

- Compliance with United States Housing and Urban Development Department's (HUD) Public Housing Authority Recovery and Sustainability (PHARS) Report and CVR Associates report as well as ACFR, a total of \$10.4 million went towards the write off of the Richmond Housing Authority (RHA) liability to the City
- Communication with the Housing and Urban Development (HUD)
- Consistent with advice from the City's auditors

General Fund Revenues vs Expenditures

	FY2020-21	FY2020-21	FY2020-21	FY2020-21
ACCOUNTS FOR:	MID-YEAR	PROJECTION	PROJECTION	FINAL
GENERAL FUND	BUDGET	6/29/2021	10/26/2021	BEFORE USES
TOTAL REVENUES	175,814,340	183,467,774	188,099,774	188,406,360
TOTAL EXPENDITURES	171,653,539	167,919,885	167,222,535	167,495,696
NET SURPLUS/ (DEFICIT)	4,160,801	15,547,889	20,877,239	20,910,664

Original Adopted Proposed Uses

Proposed Uses:		
Reimagining Public Safety	-1,300,000	Used in FY2021-22/Employment & Training Fund (E&T)
Community Facility Improvements	-1,700,000	Used in FY2021-22/Capital Improvement Project (CIP) Fund
Staff Compensation – One Time Payment	-2,300,000	Used in FY2021-22
Maintain 14.3% Reserve Level	-4,219,567	To be used in FY2020-21
Reduce RHA liability	-3,000,000	Set Aside to reduce Richmond Housing Authority (RHA) liability in FY2020-21
Set aside for Reserves	-3,000,000	To be used in FY2021-22
<u>Total Approved Uses:</u>	-\$15,519,567	

Additional Adopted Proposed Uses

Proposed Uses:		
Set aside for possible Measure U shortfall	-2,000,000	Set aside in FY2020-21 to be used in FY2021-22 if needed
Additional GF Expenditures	-229,000	Used in FY2021-22
Reduce RHA liability	-3,128,968	Used in FY2020-21
<u>Total Approved Uses:</u>	-\$5,357,968	

Final Uses

FY 2020-2021 GF Revenues Over Expenditures	\$20,910,664
Budgeted	
Reduced RHA Liability	-10,442,853
Appropriation Authority for Reimaging Public Safety	-1,300,000
Appropriation Authority for Community Facilities Improvements	-1,700,000
Appropriation Authority for Staff Compensation – One Time Payments	-2,300,000
FY 2021-22 Set Aside for reserves	-2,938,811
Measure U Set-Aside	-2,000,000
FY 2021-22 Additional Expenses	-229,000
Total Budget Adjustments	-\$20,910,664

Next Steps

- FY2021-22 Mid-Year Budget Update
- FY2022-23 Community Budget hearings

CITY OF RICHMOND
Community Budget Meetings

HOSTED BY THE FINANCE DEPARTMENT
 JOIN US!

March 16, 2022 - 12:00 p.m.

March 24, 2022 - 5:30 p.m.

March 31, 2022 - 5:30 p.m.

TBD RNCC Meeting - 7:00 p.m.

You will receive an overview of the City's budget process, information on the City's finances, and the American Rescue Plan. City staff is also available to answer questions.

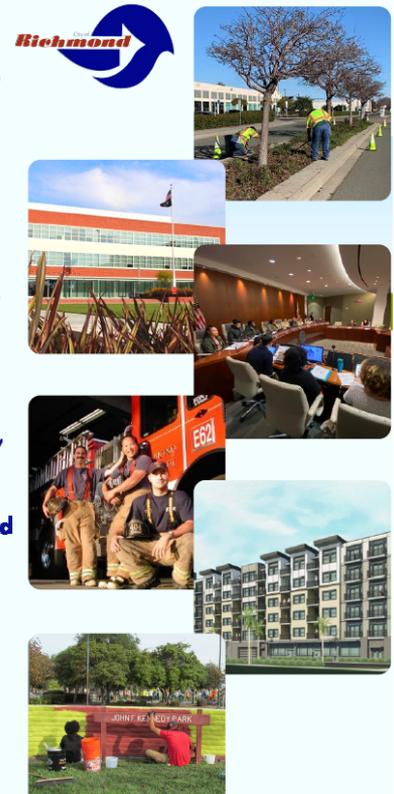
We look forward to your attendance and input!

To ask questions or for more information:

✉ community_budget@ci.richmond.ca.us

☎ 510.620.6740

🌐 <http://www.ci.richmond.ca.us/4096/Community-Budget-Meetings>



Recommended Action

RECEIVE an update on the Fiscal Year 2020-2021 budget.

Thank you

Questions/Comments?