

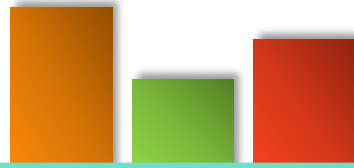
# City Council Goal Setting Session for FY 2021 Budget



## General Fund Trial Budget Overview & Financial Policies

Presented by: María Villagómez  
Deputy City Manager  
June 26, 2020

# General Fund Five-Year Financial Forecast



(\$ in Millions)	FY 2020 Budget	FY 2021 Projection	FY 2022 Projection	FY 2023 Projection	FY 2024 Projection	FY 2025 Projection
Projected Resources <sup>a</sup>	\$1,367	\$1,354	\$1,305	\$1,332	\$ 1,365	\$1,401
Projected Expenses	1,278	1,316	1,334	1,365	1,389	1,411
Two-Year Budget Reserve	89 <sup>b</sup>	58	60	64	68	71
Ending Balance/(Adjustment Needed)	\$0	\$(20)	\$(89)	\$(97)	\$(92)	\$(81)

*a: Includes Use of Reserves from Prior Fiscal Year*

*b: Includes reserve for Year 2 cost of FY 2020 budget amendments & reserve for impact of Senate Bill 2*

# General Fund Trial Budget (FY 2021 & FY 2022)

	FY 2021	FY 2022	Total
<b>Projected Deficit</b>	<b>\$(20)</b>	<b>\$(89)</b>	<b>\$(109)</b>

Trial Budget Reductions			
Personnel Expense Adjustments	\$12.8	\$0.0	<b>\$12.8</b>
Police Overtime Reduction	3.4	4.4	<b>7.8</b>
Hiring Freeze & Temporaries	10.9	6.1	<b>17.0</b>
Economic Development Incentives	5.5	5.5	<b>11.1</b>
HemisFair Park Contribution	1.7	1.7	<b>3.4</b>
Consulting Fees for SA Tomorrow	1.4	1.4	<b>2.8</b>
Management Fellow Program	0.3	0.3	<b>0.5</b>
General Fund and Fuel Contingencies	1.5	1.5	<b>3.0</b>
Street Maintenance	27.8	22.5	<b>50.3</b>
<b>Total</b>	<b>\$65.3</b>	<b>\$43.4</b>	<b>\$109</b>



# Purpose of Financial Policies

- Establish Policy Guidance on Financial Management
- Critical to Maintain Strong Financial Position
- Adapt to Changing Economic Conditions
- Allowed San Antonio to Perform Well Financially
- Cohesive Policies and Practices
- Contribute to the City's Credit Profile

# Current Financial Policies



Manage structural  
balance in  
General Fund



Maintain minimum  
ending balance of 15%  
in General Fund



Keep public safety  
spending below 66%  
of General Fund



Contingencies of  
\$1M General Fund  
& \$3M Capital Budget

# Current Financial Policies



Address Internal Fund  
Deficits within 3 to 5  
Years



Review property tax  
relief with focus on  
homeowners



Annually review impact  
of State imposed 3.5%  
Property Tax Cap



Annually review and  
periodically adjust fees  
and charges for service



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## Financial Policies

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