



BAKERSFIELD

THE SOUND OF *Something Better*

FY 20 Mid Year Budget Update

Fiscal Update

- Part 1:
 - Overview of fiscal conditions
- Part 2:
 - Update on General Fund revenues
 - Department expenditures – General Fund and PSVS
- Part 3:
 - Update on PSVS Activities/Revenues
 - Recommended PSVS Mid-Year Allocations
- Part 4:
 - Requests for additional general fund (non-PSVS) Mid-Year Allocations

Overview

- **National/State economies are healthy**
 - National GDP growth continues - up 2.3 percent in CY 2019
 - California GDP nearly \$3 billion/5th largest economy in the world
 - Unemployment at historic lows
- **Locally...**
 - Major revenues remain on track to meet projections
 - Oil prices remain stable for now
 - Development numbers were up in CY 2019
 - SFR permits up by 344
 - Solar permitting up 17%
 - Permit values up \$87 million y-o-y
 - Hotel tax revenues steady
 - 230 rooms added since December 2019
 - 1 under construction; 4 in plan/permitting stage

Overview

- **Approaching 11 years of economic expansion**
 - Longest in modern history
 - Economic slowdown...not if, but when
- **Retail sector continue to assess expansion plans in light of consumer purchasing habits**
- **Regulatory environment causing concern among oil producers in California**

City of Bakersfield
General Fund - Mid Year Budget Review by Department FY 2019-20

	2019-20 Budget	Actual to date Jan. 31, 2020	% of Budget Collected	
		(58.2% complete)		
Property Taxes				
Current Secured	46,291,400	25,278,581	54.6%	
Current Unsecured	4,000,000	3,986,311	99.7%	a)
VLF In Lieu	33,648,900	16,853,608	50.1%	
Other	3,242,500	1,425,010	43.9%	
Sales Taxes	76,674,000	31,661,710	41.3%	b)
Franchise Fees	5,070,000	1,201,440	23.7%	c)
Business License Taxes	4,250,000	3,947,360	92.9%	d)
Licenses & Permits				
011	580,030	295,944	51.0%	
012	2,287,375	1,327,722	58.0%	

- a) Unsecured taxes are received from County in September / October of each year
b) Accounting recognition of sales tax revenues lags by a three month period
c) Majority of Franchise fees are collected in April of each year
d) Majority of Business License taxes are collected in July / August of each year

City of Bakersfield
General Fund - Mid Year Budget Review by Department FY 2019-20

	2019-20 Budget	Actual to date Jan. 31, 2020	% of Budget Collected	
		(58.2% complete)		
Intergovernmental	4,877,734	1,807,182	37.0%	e)
Charges for Services				
011 - Fire Fund Services	6,200,000	-	0.0%	f)
011 - cost allocations	4,405,000	1,381,236	31.4%	g)
011 - Parks/medians alloc	7,000,000	106,431	1.5%	h)
011 - various	2,066,538	1,045,891	50.6%	
012 - various	4,600,582	2,860,910	62.2%	
Fines & Assessments	760,000	357,607	47.1%	
Misc. Revenue	1,427,181	1,265,827	88.8%	

- e) Grant receipts are non-linear and generally follow specific grant project expenses
f) Fire fund receipts are generally received in January and May of each year (Jan pymt late)
g) Cost allocations are posted quarterly; usually about 15 days after the end of each quarter
h) Parks/median allocation is performed at the end of each fiscal year

City of Bakersfield
General Fund - Mid Year Budget Review by Department FY 2019-20

	2019-20 Budget	Actual to date Jan. 31, 2020 (58.3% complete)	Encumb.	balance	% of Budget Remaining
Mayor	150,022	81,026	3,066	65,930	
Council	272,604	116,181	-	156,423	
Admin.	422,626	197,207	3,066	222,353	52.6%
Legal Services	2,300,167	1,034,611	103,700	1,161,856	50.5%
City Mgr	1,483,836	984,486	-	499,350	
City Clerk	860,874	478,292	-	382,582	
Human Resources	1,425,143	798,083	1,031	626,029	
Technology Services	5,242,504	2,809,386	31,609	2,401,509	
Executive	9,012,357	5,070,247	32,640	3,909,470	43.4%
Finance	3,260,131	1,785,451	773	1,473,907	45.2%

City of Bakersfield
General Fund - Mid Year Budget Review by Department FY 2019-20

	2019-20 Budget	Actual to date Jan. 31, 2020 (58.3% complete)	Encumb.	balance	% of Budget Remaining
PD Admin	17,499,245	9,223,086	156,659	8,119,500	
Patrol/Operations	64,257,649	38,293,673	7,541	25,956,435	
Investigations	17,255,928	11,100,096	310	6,155,522	
Animal Care	2,525,560	1,360,496	433,259	731,805	
Police	101,538,382	59,977,351	597,769	40,963,262	40.3%
Fire Admin	1,687,785	998,708	-	689,077	
Prevention/Safety	1,385,672	701,840	4,704	679,128	
Suppression / Operations	38,730,772	22,972,594	45,246	15,712,932	
Fire	41,804,229	24,673,142	49,950	17,081,137	40.9%

City of Bakersfield
General Fund - Mid Year Budget Review by Department FY 2019-20

	2019-20 Budget	Actual to date Jan. 31, 2020 (58.3% complete)	Encumb.	balance	% of Budget Remaining
PW Admin	558,327	321,994	298	236,035	
Engineering (011)	4,263,240	2,395,974	1,868	1,865,398	
Engineering (012)	2,221,326	1,192,922	819	1,027,585	
General Services	10,241,714	5,817,961	121,492	4,302,261	
Streets	7,461,883	4,115,535	-	3,346,348	
Public Works	24,746,490	13,844,386	124,477	10,777,627	43.6%
Parks	18,130,517	10,172,894	87,417	7,870,126	
Recreation	3,285,043	1,722,675	10,221	1,552,147	
Admin	1,267,613	732,935	39	534,639	
Parks & Rec	22,683,173	12,628,504	97,757	9,956,912	43.9%

City of Bakersfield
PSVS - Mid Year Budget Review by Department FY 2019-20

	2019-20 Budget	Actual to date Jan. 31, 2020 (58.3% complete)	Encumb.	balance	% of Budget Remaining
Legal Services	300,000	300,000	-	-	0.0%
Human Resources	388,092	129,531	985	257,576	
Technology Services	1,023,546	199,383	23,007	801,156	
Executive	1,411,638	328,914	23,992	1,058,732	75.0%
PD Admin	2,326,712	799,135	32,241	1,495,336	
Patrol/Operations	5,346,382	2,314,234	-	3,032,148	
Investigations	925,492	554,161	-	371,331	
Animal Care	153,014	17,934	-	135,080	
Police	8,751,600	3,685,464	32,241	5,033,895	57.5%
Fire Admin	279,163	177,193	-	101,970	
Prevention/Safety	136,213	72,232	-	63,981	
Suppression / Operations	1,737,899	965,505	18,370	754,024	
Fire	2,153,275	1,214,930	18,370	919,975	42.7%

City of Bakersfield
General Fund - Mid Year Budget Review by Department FY 2019-20

	2019-20 Budget	Actual to date Jan. 31, 2020 (58.3% complete)	Encumb.	balance	% of Budget Remaining
Planning (011)	1,212,002	564,203	-	647,799	
Planning (012)	835,783	462,870	-	372,913	
Planning	2,047,785	1,027,073	-	1,020,712	49.8%
Building (011)	2,278,390	1,158,176	12,621	1,107,593	
Building (012)	3,751,407	2,122,362	25,047	1,603,998	
Building	6,029,797	3,280,538	37,668	2,711,591	45.0%
Economic Development	1,977,630	107,071	786,085	1,084,474	54.8%

City of Bakersfield
PSVS - Mid Year Budget Review by Department FY 2019-20

	2019-20 Budget	Actual to date Jan. 31, 2020 (58.3% complete)	Encumb.	balance	% of Budget Remaining
General Services	447,997	228,655	-	219,342	
Streets	372,000	-	-	372,000	
Public Works	819,997	228,655	-	591,342	72.1%
Parks	738,454	346,433	-	392,021	
Parks & Rec	738,454	346,433	-	392,021	53.1%
Planning	82,924	8,384	-	74,540	89.9%
Building	1,498,235	589,504	22,855	885,876	59.1%
Economic Development	3,990,313	377,280	91,923	3,521,110	88.2%
Non-Departmental	42,781,564	-	-	42,781,564	100.0%

Public Safety/Vital Services – FY 20

- PSVS Measure effective April 2019
- City Council adopted budget in June 2019
 - \$61.8 million in PSVS allocations
- 2.5 quarters of PSVS revenue realized
- Revenues exceeding budget projections

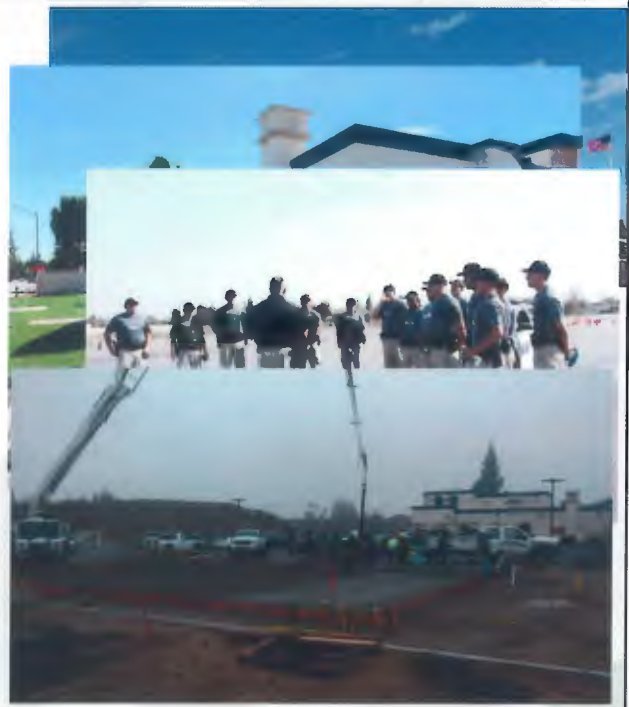
Recruitment Update

- 126 PSVS positions
- All positions filled or in final stages of recruitment
- Enhanced social media and outreach efforts to generate interest



Police Department

- Academy and Advanced Training Center/**completed in August**
- Equipment acquired
- 25 officers/**graduated January 2020**
- 18 trainees in academy/**summer 2020 graduation**
- Summer 2020 academy/**testing underway**
- Most civilian positions filled/**remainder in recruitment**



Fire Department

- 11 positions/**100% filled**
- Two light engines/**in service**
- Class 2 ISO/**maintained**
- Asphalt repairs/**completed**
- Plymovent Replacement/**completed**
- Roofing and space rehab/**design/bidding underway**



Recreation & Parks Department

- 6 positions/100% filled
- Rapid Response Team/deployed
- Additional private security/
under contract and deployed
- Reforestation Project/underway;
3,500 trees/32,000 plants
- Kaiser Permanente Sports
Village & Mesa Marin Sports
Complex/in progress



Development Services

- Code Rapid Response Teams/deployed
 - 10 employees/seven days per week
 - Bakersfield Mobile
 - Over 1,100 calls for service
 - 875 cubic yards of trash

✕ Create a Request

✓ Select a Report Type:

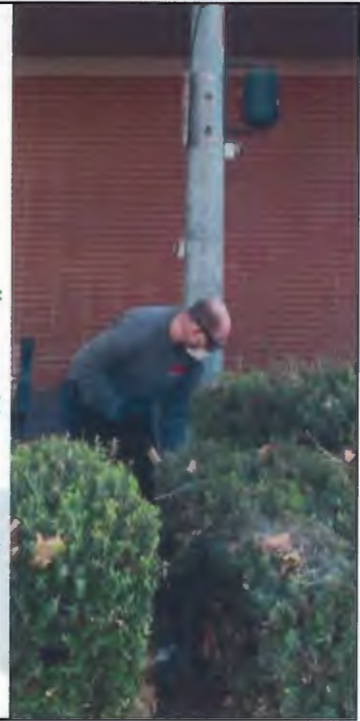
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📍 Where is the problem?



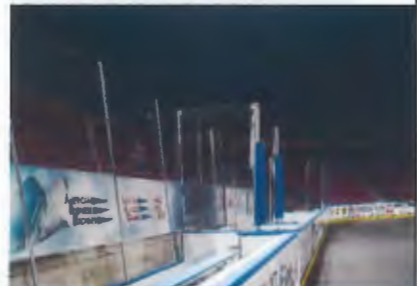
Development Services

- Service Enhancements/\$450,000+
 - Support for Downtown/Old Town Kern Clean Teams
 - Contract awarded to ADR/90 day pilot program + rest of FY
 - Expansion of Homeless Center Jobs Program/Rest of FY
 - Private security
 - Contract awarded to Trans-West Security/90 day pilot program + rest of FY
 - Bakersfield-Kern Regional Homeless Collaborative



Mechanics Bank Arena/Convention Center & Spectrum Amphitheatre

- Work on going on several projects
 - Dasher boards, real ice, scoreboard upgrades, theater lighting/complete
- Remaining projects in planning/design phases
 - LED conversion
 - HVAC upgrades
 - Convention Center Floor
 - Meeting Room Upgrades
 - Concourse Painting
 - Pedestrian Bridge Painting
 - Amphitheatre Seating
- Dependent on event calendar



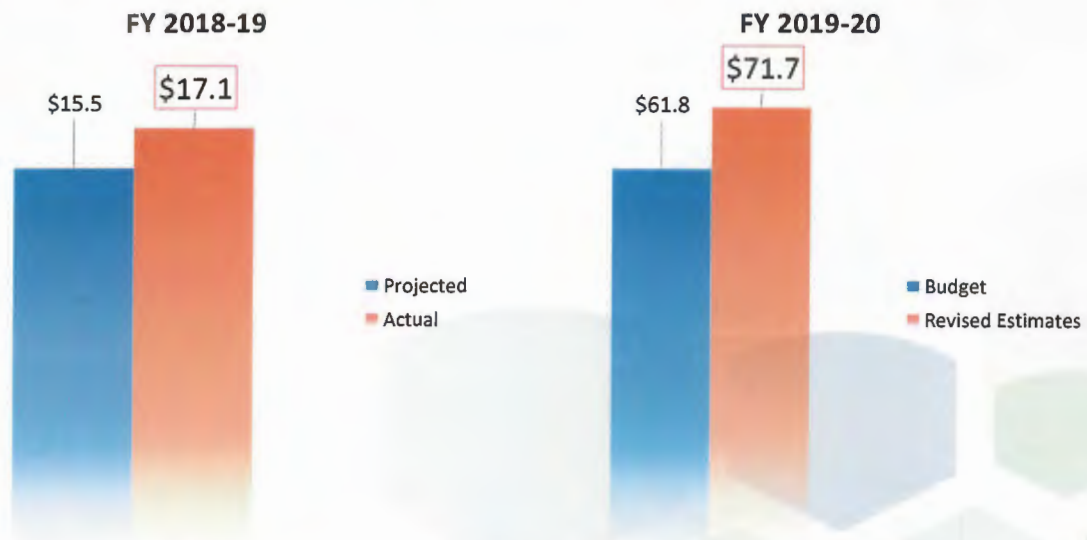
Other Projects/Programs

- Energy Savings Project/Pending City Council action tonight
- Street Light Study/consultant interviews scheduled; award in April 2020
- Community Prosecution Program/City Council approved funding for District Attorney's Office
- Cash Basis Reserve/60 day reserve plan adopted

Public Safety/Vital Services – FY 20

- Now projecting \$9.9 million over original estimates
- Based on trending, staff is recommending mid-year allocations totaling approximately \$5.4 million
- Additional quarters will allow for additional information to be received and analyzed prior to any further adjustments

Public Safety/Vital Services – FY 20



Proposed PSVS Mid-Year Allocations

Department	Item/Project	Amount
Police	Balance of Body Worn Camera Project	\$ 800,000
Fire	Early Acquisition of Phase II Equipment	\$ 320,000
Dev. Services	E-Permitting Software	\$ 500,000
Dev Services/CIP	Homeless Services/Shelter Operations	\$ 822,000
Non-Departmental	Allocation to PSVS Reserve	\$ 3,000,000

Citizens Oversight Committee met, reviewed and recommended all mid-year allocations as presented by staff

Body Worn Cameras

- \$800,000 proposed allocation
- Outfit remaining sworn officers with body cameras
- 215 additional cameras to be deployed by spring 2020
- Two Police Property and Equipment Specialist positions
 - Policy compliance – including verifying tagging of incidents by officers
 - Preparing data for supervisor review, inspections, etc.
 - Facilitating the identification, processing, and transfer of camera-related evidence to District Attorney's Office and other law enforcement agencies

Fire Department Equipment Acquisition

- \$320,000
- 12 new positions in Phase II (July 2020)
- Lead time to acquire units
- Ensures additional services are available after fiscal year begins

E-Permitting Software

- \$500,000
- Accelerate the permitting process
- Provides individuals and developers paperless method to submit/revise plans
- Eliminates the significant amount of paper movement and storage
- Staff pursuing grant from air district - \$150,000

Homeless Services/Shelter Operations

- \$500,000
- City Council direction on 1/22
- Support expenses related to the operation the County of Kern low barrier shelter project at 2900 M St.
- Agreement includes expectations for use of funds/reporting outcomes
- \$322,000
- City shelter project for contingency purposes

PSVS Reserve

- \$3,000,000
- City Council adopted reserve policy in June 2019
- 60 day reserve by FY 2024-25
- Requires ongoing deposits to meet plan targets
- Mitigates against natural disasters, significant unforeseen events, provides a buffer against cuts to staffing levels, programs or services in response to economic downturns and State revenue takeaways

General Fund (Non-PSVS)

- \$35,000
- Security enhancements at City Hall North
 - Upgraded entry point access keypads
 - Private security staffing first floor entrance area

- Appropriate and Transfer \$737,000 in additional sales tax revenue to Police Department capital improvement budget in the Public Safety and Vital Services Capital Fund for Purchase of Body Worn Cameras.
- Appropriate \$63,000 in additional sales tax revenue to Police Department operating budget in the Public Safety and Vital Services Operating Fund for the addition of two Police Property and Equipment Specialist Positions.
- Appropriate and Transfer \$320,000 in additional sales tax revenue to the Fire Department capital improvement budget in the Public Safety and Vital Services Capital Fund for Purchase of Two Fire Rescue Vehicles.
- Appropriate and Transfer \$500,000 in additional sales tax revenue to the Development Services Department capital improvement budget in the Public Safety and Vital Services Capital Fund for Purchase of Electronic Permitting Software and Related Equipment.
- Agreement with Avolve Software Corporation (not to exceed \$800,000 over three years) to Implement the Electronic Plan Review System and Associated Web-Based Customer Portal.
- Appropriate and Transfer \$322,000 in additional sales tax revenue to the Development Services capital improvement budget in the Public Safety and Vital Services Capital Fund for contingency needs for the City's Low Barrier Shelter Project at 1900 East Brundage Ln.
- Appropriate \$500,000 in additional sales tax revenue to the Development Services Department operating budget in the Public Safety and Vital Services Operating Fund for the Contribution to the County of Kern Low Barrier Shelter Project.
- Contribution Agreement with the County of Kern (\$500,000) to Support Expenses Related to the Operation the County of Kern Low Barrier Shelter Project at 2900 M St.
- Appropriate \$3,000,000 in additional sales tax revenue to the Cash Basis Reserve in the Public Safety and Vital Services Operating Fund.
- Appropriate \$35,000 in additional sales tax revenue to the Non-Departmental operating budget in the General Fund for Security Upgrades at City Hall North.