

City of Hesperia

STAFF REPORT



DATE: May 7, 2019

TO: Mayor and City Council Members
Chair and Board Members, Hesperia Water District

FROM: Nils Bentsen, City Manager

BY: Casey Brooksher, Director of Finance

SUBJECT: FY 2019-20 Budget Workshop #1 – Operating Budget

RECOMMENDED ACTION

It is recommended that the City Council and the Hesperia Water District Board of Directors receive and file this staff report, which provides information about the current status of the City of Hesperia's proposed operating budget for FY 2019-20.

BACKGROUND

In compliance with the City Council's policy direction, staff annually develops an expenditure budget. While the budget gives the City the legal authority to secure goods and services, it is also a communication tool that provides information to the citizens about the City's programs and projects. To ensure that the budget is developed to meet the City Council's direction, a series of budget workshops have been developed. This first workshop will highlight the proposed operating budget. During the second City Council meeting in May, the second workshop will focus on use of reserves for non-operating expenditures. Finally, the proposed annual budget will be presented at the last budget workshop in June 2019.

ISSUES/ANALYSIS

As mentioned, this first budget workshop, will provide a brief overview of the City's and Water District's operating budget. The operating budget includes planned ongoing revenues and expenditures for the upcoming fiscal year, as well as revisions to the FY 2018-19 Budget. It should be noted, that the goal for developing the FY 2019-20 Budget was to minimize the use of reserves and enhance cash reserves. This goal will be highlighted during the presentation.

FISCAL IMPACT

There are no financial impacts at this time, as this is a workshop to discuss the proposed FY 2019-20 operating budget.

ALTERNATIVE(S)

1. Provide alternative direction to staff.

ATTACHMENT(S)

None.