

A photograph of a garden with yellow and blue flowers in front of a house. The text is overlaid on the image.

Budget Transfer Policy & Financial and Pension Policies

February 24, 2020

Budget Transfer Policy



- Council Continues to Approve
 - Use of Contingencies
 - Adjustments of \$75,000 or more:
 - New restricted revenue/donations
 - Grants with no match requirement
 - CIP project cumulative changes, excludes carryover revisions
- All carryovers are approved via this Resolution
 - Removes \$75,000 cap on unbudgeted carryovers

PSPRS Pension Funding Policy Highlights



BACKGROUND

- Required annually by statute
- Funded status for FY2021

Fund	Assets	Accrued Liability	Unfunded Liability	Funded Ratio
Police	\$46.7M	\$64.1M	\$17.4M	72.8%
Fire	\$50.3M	\$63.0M	\$12.7M	79.8%

PSPRS Pension Funding Policy Highlights



STRATEGY TO ENHANCE FUNDED RATIO

- Prepayment in first quarter
 - 100% of city budget for PSPRS Pensions
 - Full employment based
 - Budget includes pension on positions with employees in DROP
 - 50-75% of employee contribution

Financial Policies



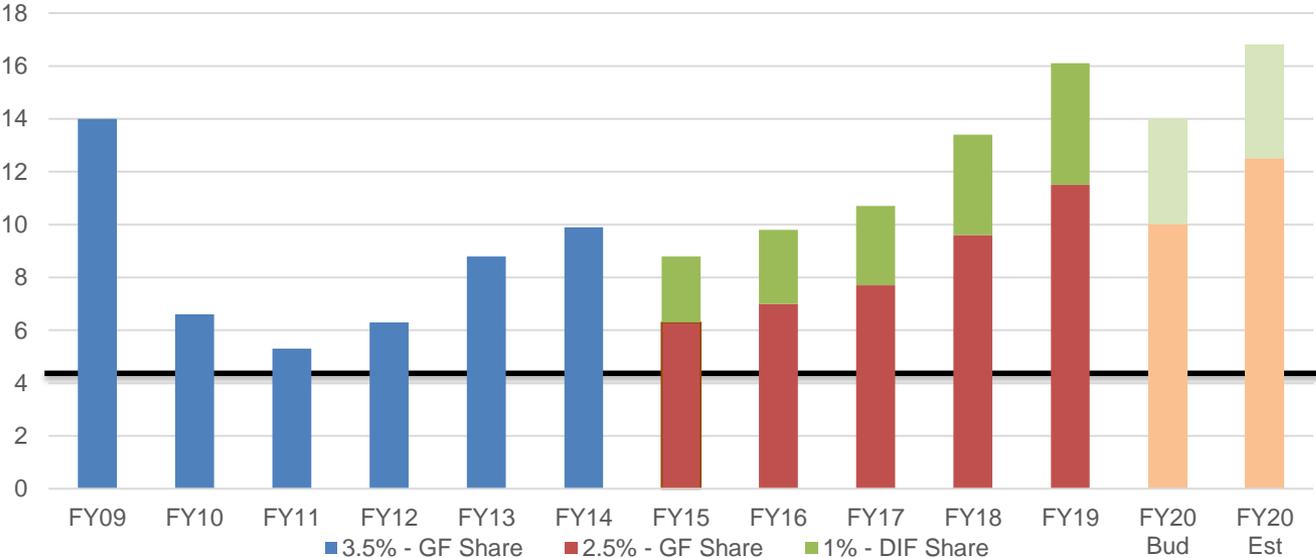
STAFF RECOMMENDATIONS

- Council approval of ongoing position count changes
- Finance to perform carryover reconciliation
 - Total Project Budget less actual Expenditures
- CST for ongoing operations at \$5.1 million

Construction Sales Tax Policy Analysis



IN MILLIONS OF DOLLARS



General Fund - 2.5% Portion Only (FY2010-2019)

5 Lowest Years Average - \$5.1M

5 Year Average - \$8.4M

10 Year Average - \$6.9M

Policy - \$4.5M Ongoing Portion

Adopt:
Resolution 2020-2039 Adopting a New
Budget Transfer Policy,
PSPRS FY2021 Pension Funding Policy,
and
Financial Policies