



City of San Antonio

Agenda Memorandum

File Number:

Agenda Item Number: 1

Agenda Date: April 17, 2024

In Control: City Council B Session

DEPARTMENT: Office of Management & Budget

DEPARTMENT HEAD: Justina Tate

COUNCIL DISTRICTS IMPACTED: Citywide

SUBJECT:

FY 2024 Six Plus Six Financial Report, Mid-Year Budget Adjustment, FY 2025 to FY 2029 Five-Year Financial Forecast, and Recovery/Resiliency & ARPA Programs

SUMMARY:

City Council will be provided with an informational briefing on the FY 2024 Six Plus Six Financial Report, Mid-Year Budget Adjustment, FY 2025 to FY 2029 Five-Year Financial Forecast, and Recovery/Resiliency & ARPA Programs.

The City Council will be provided with an informational briefing on the City's FY 2024 Budget status through the second quarter (October through March) of the fiscal year and projections on revenues and expenditures for the remaining six months of the fiscal year (April through September). The City Council also will be presented with the City's Five-Year Financial Forecast covering Fiscal Year 2025 through Fiscal Year 2029. The Forecast will focus on the City's General Fund, Development Services Fund, Solid Waste Fund, and the Hotel Occupancy Tax (HOT) Related Funds.

The City Council will also be provided with an information briefing on an update on the COVID-19 Recovery and Resiliency Plan and American Rescue Plan Act (ARPA) Programs.

BACKGROUND INFORMATION:

FY 2024 Six Plus Six Financial Report (2nd Quarter Actuals with Annualized Projections) and FY 2024 Mid-Year Budget Adjustment Recommendations.

On September 14, 2023, the City Council approved the FY 2024 Operating and Capital Budget. As part of the City's financial management practices, the City Council will be provided an update on the City's FY 2024 Budget. The FY 2024 Six Plus Six Financial Report will focus on the financial and operational performance through the Second Quarter (October through March) of the fiscal year and will provide projections for the remaining six months of the fiscal year (April through September).

Additionally, the FY 2024 Proposed Mid-Year Budget adjustment will be presented to the City Council. This will recommend adjustments based on revenue and expense actual activity seen in the first six months of the fiscal year along with revenue and expense projections for the remainder of the fiscal year. The recommended FY 2024 Mid-year Budget Adjustment Ordinance will be considered at the May 2nd City Council "A" Session.

FY 2025 to FY 2029 Five-Year Financial Forecast

The Five-Year Financial Forecast provides a current and long-range financial assessment addressing revenues, City services and programs, and financial reserves. The Forecast will focus on the City's General Fund, Development Services Fund, Solid Waste Fund, and the HOT Related Funds. The Financial Forecast is a projection of revenues and expenses for the next five fiscal years based on a set of assumptions as of March 2024. The Financial Forecast is not a budget. It is intended to provide the City Council and the community with an early financial outlook for the City as the budget development process begins for FY 2025. The Five-Year Forecast is the base for the FY 2025 Trial Budget. The FY 2025 Trial Budget will be presented to City Council on Wednesday, May 8th.

ISSUE:

The FY 2024 Six Plus Six Financial Report (2nd Quarter Actuals with Annualized Projections) will be presented along with the FY 2024 Mid-Year Budget Adjustment Recommendations to the operating and capital budgets. The recommended FY 2024 Mid-year Budget Adjustment Ordinance will be considered at the May 2nd City Council "A" Session.

City Council will be presented with the City's Five-Year Financial Forecast for FY 2025 to FY 2029. This will provide the City Council with financial projections and help identify significant issues that need to be addressed in the upcoming FY 2025 Budget Development Process. The Forecast will focus on the City's General Fund, Development Services Fund, Solid Waste Fund, and the Hotel Occupancy Tax (HOT) Related Funds.

Additionally, City Council will be provided an update on the American Rescue Plan Act (ARPA) Funded Programs.

ALTERNATIVES:

This is an informational briefing only.

FISCAL IMPACT:

This is an informational briefing only. The FY 2023 Mid-Year Adjustment recommendations will be considered at the May 2, 2024 City Council “A” session.

RECOMMENDATION:

This is an informational briefing only.