

South Bay Cities Council of Governments

August 25, 2022

TO: SBCCOG Board of Directors
FROM: Jacki Bacharach, SBCCOG Executive Director
SUBJECT: FY 2022-23 Proposed Budget Revision

Adherence to Strategic Plan:

Goal D: Organizational Stability. Be a high performing organization with a clear path to long-term financial health, staffing continuity and sustained board commitment.

BACKGROUND:

Since the adoption of the FY 2022-23 budget, necessary revisions have come to light. Those revisions were approved by the Steering Committee on July 11, and the Board of Directors considered them on July 28. With a question still outstanding, the Board chose to delay adoption of the revised budget until its August meeting. It should be noted that the discussion at the July meeting focused on comparing the recommended revisions to the Mid-Year Budget from last year whereas it is correct to compare it to the 22-23 Adopted Budget as shown below.

DISCUSSION:

Changes to the FY 2022-23 adopted budget are recommended resulting in the reduction of unreserved fund balance use from \$403,228 to \$20,628.

The following are recommended revisions to the adopted FY 2022-23 budget:

- Decrease the Metro / Shared Mobility revenue from \$50,000 to zero. The likelihood of receiving this revenue has decreased significantly since the budget adoption. Therefore, it has been removed from the revised budget and placed in the listing of potential grant revenue for 2022-2023.
- Correct the amount of contractual services expenditures by removing \$432,600 in management services expenditures which were inadvertently included on both its own line and on the contractual services line.

	Adopted 22-23	Proposed Revised 22-23	Amount Change
Estimated Revenues	\$4,841,532	\$4,791,532	\$(50,000)
Estimated Expenditures	5,244,760	4,812,160	(432,600)
Revenues less Expenditures	\$(403,228)	\$(20,628)	\$382,600
From General Fund	403,228	20,628	(382,600)
Estimated Revenues Less Expenditures	\$ 0	\$0	

RECOMMENDATION

Recommend for approval the revised FY 2022-23 budget.

Prepared by Marni Ruhland