

# FY 2023 City Council Budget Priorities

City Council

Item S404

February 7, 2022



Office of the Independent Budget Analyst



# Background

## Budget Priorities Resolution is Council's first step in the budget process

- Priority memoranda were submitted to our Office on January 14, 2022
- Report summarizes Council budget priorities
- Budget Priorities Resolution will be submitted to Mayor after approval by City Council

# FY 2023 Priorities Receiving Majority Support

## Operating Budget Priorities

|                                           |                                         |
|-------------------------------------------|-----------------------------------------|
| • Environment and Climate Action          | • Office of Labor Standards Enforcement |
| • Public Safety                           | • Public Banking Feasibility Study      |
| • Neighborhood Services                   | • Technical Support for IBA             |
| • Human Capital and Employee Compensation | • Office of Race and Equity             |
| • Homelessness and Housing                | • Commission on Police Practices        |
| • Youth Services                          | • Digital equity                        |
| • Accessibility                           | • Small Business and Non-Profit Relief  |
| • Arts and Culture Programs               |                                         |

## Infrastructure Budget Priorities

- Transportation and Mobility Safety
- Streets
- Sidewalks
- Stormwater
- Facilities
- Americans with Disabilities Act (ADA)

## Resource and Mitigation Priority

- Use of Excess Equity

# City Council Operating Budget Priorities

## Environment and Climate Action

- Climate Action Plan Implementation *(8 Districts)*
- Urban Forestry *(8)*
- Stormwater *(8)*
- Mobility Master Plan *(7)*
- Climate Equity Fund *(6)*
- Grant Writers *(6)*
- Climate Resilient SD *(5)*
- Public Power Feasibility Study *(5)*

# City Council Operating Budget Priorities *(cont'd)*

## Public Safety

- Lifeguards *(unanimous)*
- Fire-Rescue Personnel *(5)*

## Neighborhood Services

- Library *(unanimous)*
- Brush and Weed Abatement *(8)*
- Code Enforcement *(5)*
- Parks & Recreation *(5)*

# City Council Operating Budget Priorities *(cont'd)*

## Human Capital and Employee Compensation *(8)*

### Homelessness and Housing

- Rental Assistance
  - Housing Stability Fund *(5)*
  - Pilot Subsidy Program Supporting Older Adults *(5)*
- Homeless Shelters for LGBTQ and Senior Populations *(7)*

### Youth Services

- Office of Child & Youth Success *(7)*
- Youth Environmental/Recreation Corps Program *(5)*

# City Council Operating Budget Priorities *(cont'd)*

## **Accessibility**

- ADA Compliance and Accessibility (8)
- SDAccess4All (6)
- Language Translation Services (5)

## **Arts and Culture** (8)

## **Office of Labor Standards Enforcement** (6)

## **Public Banking Feasibility Study** (6)

## **Technical Support for IBA** (5)

# City Council Operating Budget Priorities *(cont'd)*

## Priorities Added at Budget and Government Efficiency Committee

- Office of Race and Equity
- Commission on Police Practices
- Digital Equity
- Small Business and Non-Profit Relief



# City Council Infrastructure Budget Priorities

## **Transportation and Mobility Safety** *(unanimous)*

- Pedestrian & Bicycle Safety *(unanimous)*
- Traffic Calming *(unanimous)*
- Traffic Signals (8)
- Streetlights (8)

## **Streets** *(unanimous)*

## **Sidewalks** *(unanimous)*

## **Stormwater** (8)

# City Council Infrastructure Budget Priorities *(cont'd)*

## Facilities

- Parks & Recreation (8)
- Library (8)
- Fire-Rescue (8)

## ADA (8)

# City Council Budget Resource and Mitigation Priorities

## **FY 2023 Resource with Majority Support:**

- Use of Excess Equity
  - Current estimate: \$26.7M (one-time)

## **Other Ideas for Consideration for FY 2023, Mentioned by 4 Councilmembers:**

- Federal American Rescue Plan Act
  - Current estimate: \$179M remaining for FY 23 - FY 25
- Infrastructure Investment and Jobs Act
  - Fiscal Estimate: Unavailable

## **Option for Fiscal Years After FY 2023, Majority Support:**

- Stormwater Revenue Source
  - Staff estimate ranges from \$74M to \$94M annually

## Conclusion

### Recommended City Council Action

- Review and discuss budget priorities highlighted in report, as modified by Budget and Government Efficiency Committee
- Adopt the FY 2023 Budget Priorities Resolution, with any desired modifications
- Resolution will be submitted to the Mayor for consideration in the FY 2023 Proposed Budget