

TOTAL BUDGET: \$ 41.6 MILLION

On behalf of City staff, it is my privilege to present to the City Council and the community the Budget in Brief for Fiscal Year (FY) 2021-22. The Budget is a balanced budget that is a statement of the City's current financial position; a tool that projects future revenue and expenditures to guide service and budget-related decision-making; and a work plan for communicating, implementing, and monitoring City operations, capital expenditures and Council priorities.

A phrase used by many last year, and one that certainly appeared in many City Manager's Budget messages was, "the events of 2020 were unprecedented"! A phrase that will undoubtedly show up this year in many City Manager's Budget Messages will be, "we are cautiously optimistic." I am not cautiously optimistic, nor am I hedging; I am extremely optimistic for community and economic recovery in 2021-22 and I may never get another chance to say this in my Budget Message!

In the past six months, the City has formed two task forces: The Economic Recovery Task Force (17 members) and the Coastside Shelter Community Advisory Committee (10 members). These citizens are enthusiastic. They are committed to their community. They have been impacted by the Pandemic and want to give back and forward. Additionally, community members are having conversations among themselves and with Councilmembers about public safety, race, and mental health. These are sometimes hard conversations and deal with complex challenges that require community will, engagement, and optimism.

This level of civic engagement, a renewed desire to get involved, to volunteer time, to find the silver lining in the Pandemic, and make the community a better place, is what provides the foundation of my optimism.

- Bob Nisbet, City Manager

STRATEGIC ELEMENTS

Infrastructure
and
Environment

Healthy
Communities
and Public
Safety

Fiscal
Sustainability

Inclusive
Governance

FY 21-22 COUNCIL PRIORITIES

Affordable
Housing

Public Health,
Safety,
Emergency
Preparation

Economic
Recovery
and
Development

Community
Climate
Resilience and
Sustainability

Redistricting

* For additional information on the Strategic Plan and Council Priorities go to: <https://www.half-moon-bay.ca.us/241/City-Council-Strategic-Plan>

ANNUAL BUDGET PROCESS

December

Mid-Year Budget
review and adjustments

January - March

Community Workshops
&
Council Strategic
Planning & Priority
Setting

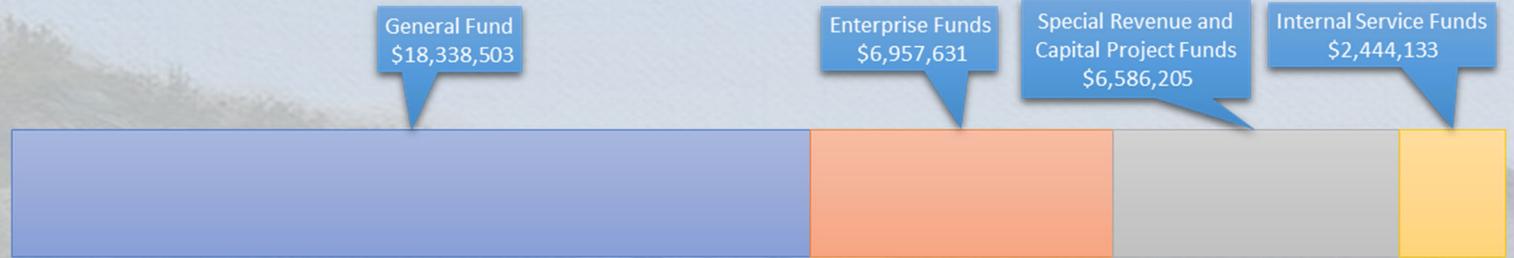
April

Council & Sub
Committee meetings

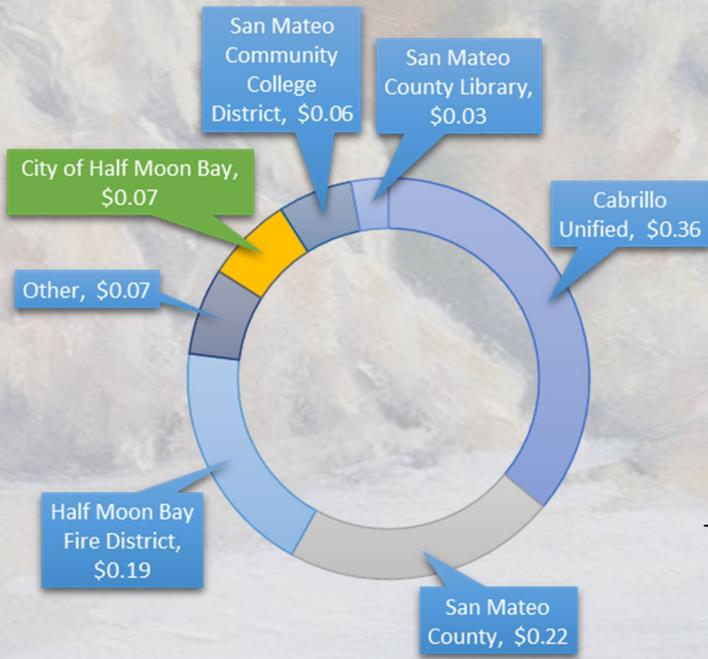
June

Budget Adoption

Revenues: 34.3 Million



PROPERTY TAX DISTRIBUTION



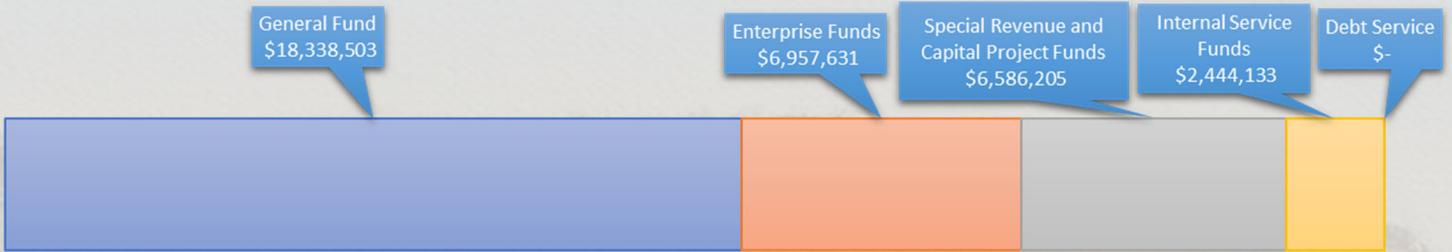
SALES TAX DISTRIBUTION 9.375%



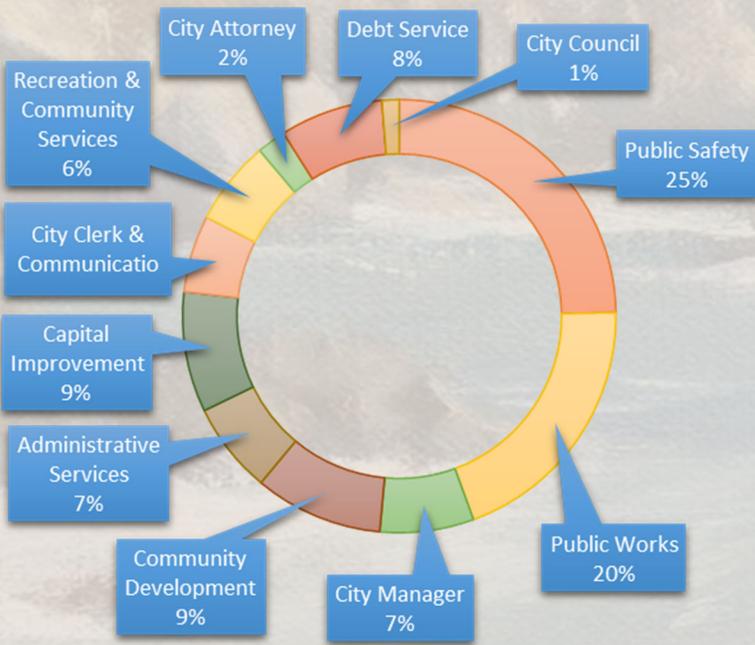
GENERAL FUND REVENUE TYPES



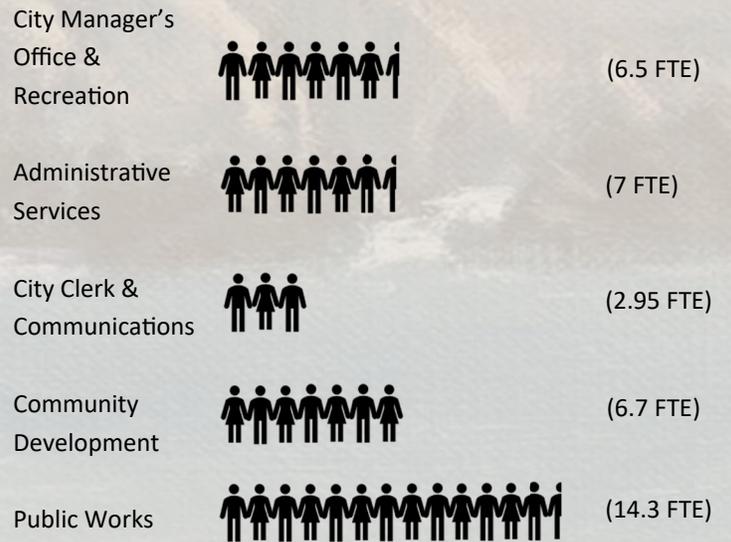
Expenditures: \$41.6 Million



EXPENDITURES BY DEPARTMENT



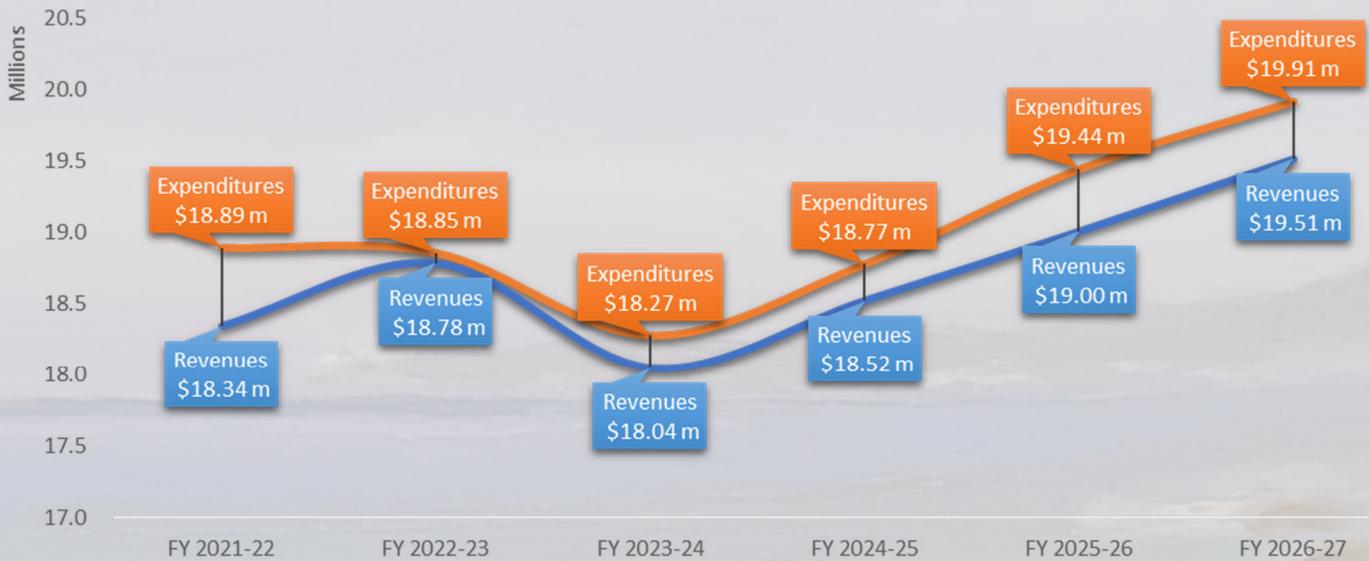
CITY STAFFING LEVELS



GENERAL FUND EXPENDITURE TYPES



5-YEAR FORECAST



* In deficit years reserve balances may be used to balance the budget.

HERE TO SERVE

Council:

Mayor Robert Brownstone
Vice Mayor Debbie Ruddock
Councilmember Deborah Penrose
Councilmember Harvey Rarback
Councilmember Joaquin Jimenez

Finance Subcommittee:

Mayor Robert Brownstone
Councilmember Debbie Ruddock

City Contact Information:

Main: 650.726.8270
Email: finance@hmbcity.com

FREQUENTLY ASKED QUESTIONS

What is a Fiscal Year and when does it begin and end?

The fiscal year is a 12-month period used to measure revenues and expenditures. The fiscal year begins every July 1st and ends June 30th of the following calendar year.

What are General Fund reserves & how much kept in the reserves?

Half Moon Bay has two General Fund reserves for the purpose of smoothing out reductions to City revenues during economic downturns or emergencies.

The General Fund Reserve is the City's primary reserve and holds a balance equal to 30% of General Fund expenditures for the current fiscal year.

The Economic Uncertainty Reserve is a secondary reserve and holds a balance equal to 20% of the General Fund expenditures for the current fiscal year.

What are restricted funds & why can't we use them to pay for services?

Restricted funds such as special revenue, grants, assessment funds, etc., often have legal restrictions and mandate collection and expenditure of these funds for specific purposes.

**ADDITIONAL BUDGET AND OTHER
FINANCIAL DOCUMENTS CAN BE FOUND
ON THE CITY FINANCE WEBSITE**

[HTTPS://WWW.HALF-MOON-BAY.CA.US/201/FINANCE](https://www.half-moon-bay.ca.us/201/finance)

