The Elk Grove City Council unanimously adopted a healthy, balanced budget for the 2017-18 fiscal year.

**Budget Fact Sheet**

**FY 2017-18**

**The City of Elk Grove’s Budget:**

**1) Continues to improve public services and prioritizes public safety and economic development**

Expands use of video technology thru the construction of a Real Time Information Center. Integrates a Homeless Navigator into the City’s outreach and response to homelessness concerns. Expands business recruitment, retention, and expansion programs. Enhances small business incentive programs.

**2) Prioritizes critical infrastructure projects outlined in the Council Goals and Imperatives**

Delivers New Growth Area infrastructure projects to kick start the Southeast Policy Area job center. Funds the construction of important community facilities including a state of the art aquatic center, community center with a senior center and veterans hall and animal shelter.

**3) Prudently manages current resources to best position the City for future opportunities**

Implements Transit’s Comprehensive Operational Analysis (COA) improving financial health, actively pursues City-wide opportunities for grant funding, and incorporates the transition of utility billing services to the City’s franchised residential solid waste hauler, Allied Waste (Republic Services) reducing the Integrated Waste budget by over $10 million.

**4) Engages the community to maintain quality of life**

The City continues to engage residents through in person meetings, social media, telephone polling and online surveys to determine resident priorities for maintaining the high quality of life for which Elk Grove is known. The City incorporates results of surveys and polling into the budget process to help prioritize resources in the future and to help develop initiatives to address identified needs within the community.

**Where does the money come from?**

**General Fund Revenue:** $68,187,412

Sales tax is the single largest source of revenue to the General Fund. For every dollar you spend on taxable sales in Elk Grove, 1¢ of your purchase supports critical services like public safety.

**Where does the money go?**

**General Fund Expenditures:** $67,829,554

- Compensation: 63.6%
- Operating: 23.4%
- Revenue Neutrality: 8.1%
- Internal Services: 3.7%
- Transfers Out: 1.2%

- Governance: 14.2%
- Administration: 9.2%
- Non Departmental: 1.4%
- Police: 1.7%
- Code Enforcement: 0.6%
- Special Events and Grants: 0.5%
- Revenue Neutrality: 0.3%

**5 Primary Goals to Guide Operations in the Coming Year**

1. Foster a vibrant and diverse economy in Elk Grove oriented towards growing jobs in targeted industries, while also offering an array of residential choices, civic amenities, and entertainment options that attract businesses.

2. Continue to foster and support the safest neighborhoods, promote the unique attributes of Elk Grove communities and lifestyles - both urban and rural – and connect neighborhoods internally and to the region through roads, transit, and trails.

3. Distinguish Elk Grove as a city with an array of opportunities for sports and cultural activities for residents of all ages and backgrounds, with venues and entertainment districts that also promote and leverage economic growth and attract a variety of age groups to participate in the community.

4. Serve as wise and responsive stewards of fiscal, physical and natural resources, and prepare for, adapt to, and find opportunities in changes to the natural environment.

5. Continue to elevate the City’s high operational performance using innovation to achieve new levels of organizational excellence and the highest service levels, while also providing regional leadership through collaboration.

**Fund Balance Reserve Policy**

The City Council has a policy that requires 15% to 20% of the annual General Fund operating expenditures to be kept on hand in a reserve, or rainy day, fund. The industry standard is eight percent. The current reserve is set at a very healthy 27.9%.
How are other services in the City provided?

The City has many funding sources to provide services to its residents, including property taxes. Your property tax dollars are allocated to many different agencies that also provide services within city limits.

<table>
<thead>
<tr>
<th>Sacramento County</th>
<th>City of Elk Grove</th>
<th>Cosumnes Community Services District</th>
<th>Library Authority</th>
<th>Revenue Neutrality – City of Elk Grove to Sacramento County</th>
</tr>
</thead>
<tbody>
<tr>
<td>19.2¢</td>
<td>1.5¢</td>
<td>20¢</td>
<td>2¢</td>
<td>4.3¢</td>
</tr>
<tr>
<td>*Elk Grove Unified School District</td>
<td>44.2¢</td>
<td>*Los Rios Community College 6¢</td>
<td>Other Agencies 2.8¢</td>
<td></td>
</tr>
</tbody>
</table>

*The dollar bill chart includes the Educational Revenue Augmentation Fund (ERAF) distribution.

Services Provided by the City of Elk Grove

- Animal control
- Storm water and flood control
- Annual neighborhood clean-up
- Street light maintenance
- Building permits and inspections
- Traffic sweeping and maintenance
- Business licenses
- Traffic engineering
- Code enforcement
- Transit services
- Planning services
- Trash and recycling collection
- Public safety

Services Not Provided by the City of Elk Grove

- Fire
- Schools
- Libraries
- Sewer
- Parks and Recreation
- Water
- Storm water
- Traffic engineering
- Storm water and flood control
- Street light maintenance
- Public safety
- Transit services
- Trash and recycling collection

Capital Improvement Plan Highlights

The City’s five-year Capital Improvement Plan (CIP) is a short-range plan which outlines the City’s transportation and infrastructure projects and provides a schedule and financing options. Highlights of the plan for FY 2017-18 include:

KAMMERER ROAD WIDENING AND EXTENSION

The City plans to extend and widen Kammerer Road to four lanes between SR-99 and I-5, providing an east-west connector bypassing downtown Sacramento and alleviating traffic congestion on Laguna and Elk Grove Boulevards. Environmental work is currently underway for the full project. Given funding constraints, a two-lane expansion is currently planned as the first phase. The current budget includes funding for environmental, design and right of way acquisition. Funding the construction of this two-lane phase is dependent upon securing additional State and/or Federal transportation funds.

CIVIC CENTER

Construction of the Aquatics Center is currently underway and is scheduled for completion in the Summer of 2018. Continued design of the Senior Center and Community Center is ongoing with anticipated construction beginning in Spring 2018 and completion in Summer of 2019.

NEW GROWTH AREA (NGA) INFRASTRUCTURE PROJECTS

The FY 2017-18 Budget includes the construction of the Laguna Ridge South East Policy Area Sewer Lift Station and the extension of Bilby Road and Big Horn Boulevard (along with relevant infrastructure along these corridors). These improvements will provide access and utilities to the southern areas of Laguna Ridge and much of the Southeast Policy Area, including some of the employment areas. These projects cover over $32 million in infrastructure investment by the City and serve as a catalyst for new development in the service area.

ANIMAL SHELTER

The FY 2017-18 Budget includes funding for the design and construction of an Animal Shelter at the City’s Corporation Yard. Current estimated opening would be in May 2019.

OLD TOWN PLAZA

Phase 1 improvements to the Old Town Plaza (pavement rehabilitation, bathrooms) are underway and will be completed Summer of 2017.