



**CITY OF
FORT BRAGG**

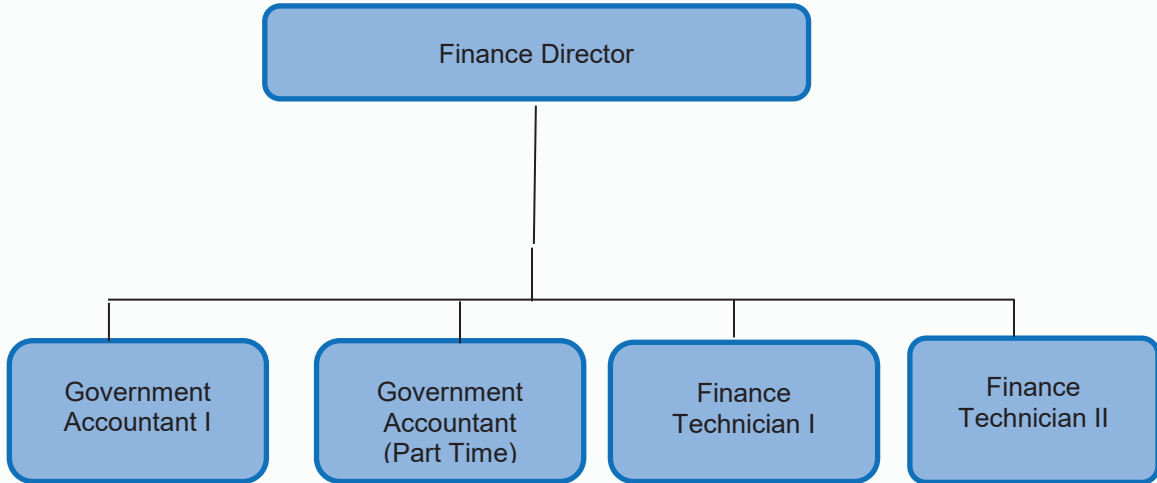
Fiscal Year 2024 Adopted Budget



**FINANCE
DEPARTMENT**

FINANCE DEPARTMENT

The Finance Department is responsible for maintaining the City's financial integrity by providing oversight to the City's fiscal management, maintaining accurate financial records and reports, and providing advice regarding fiscal policies and transactions.



AUTHORIZED FTE	FY14	FY15	FY16	FY17	FY18	FY19	FY20	FY21	FY22	FY23
Finance Department	4	4	4	4	4	4	3	4.8	4	5

SUMMARY OF SERVICES

The Finance Department is a General Government support function. In FY 2023, the Department had four full-time staff members, including: a Finance Director, one Government Accountant, two Finance Technicians. In March 2023, the department added a second part-time Government Accountant.

The Finance Department coordinates and directs all fiscal operations of the City. This includes directing, monitoring, and controlling all assets and financial operations and providing a framework for financial planning and analysis to support the operation and management of City departments. The functions of the Finance Department include utility billing, business licensing, transient occupancy tax collections, accounts payable, accounts receivable, payroll, purchase orders, financial reporting to federal, state, and other outside agencies, treasury and cash management, budget preparation, budgetary control, audit liaison and oversight of other fiscal activities of the City, CV Starr, Municipal Improvement District #1, and the Successor Agency to the Fort Bragg Redevelopment Agency.

STRATEGIC GOALS AND OBJECTIVES

- Maintain the City's fiscal health and ensure the provision of adequate resources to fund City services for the community.
- Perform financial responsibilities in accordance with statutory regulations and standards required by State and federal regulatory agencies as well as with the Government Finance Officers Association Code of Professional Ethics.
- Account for the City's fiscal activities in an accurate and timely manner within generally accepted accounting principles (GAAP) and other legal requirements.
- Ensure completion of the City's financial statements in a timely manner.
- Assist the City Manager in preparing a balanced budget and implementing fiscal and budget policies established by the City Council.
- Safeguard the City's assets and invest available cash in accordance with the City Council's adopted investment policy.
- Provide financial services such as accounts payable, payroll, cash receipts.
- Accurately bill utility customers and provide friendly and helpful customer service.

FY 2022/23 TOP ACCOMPLISHMENTS

- Took charge of CV Starr financial activities, including setting up of Cash Receipts, Accounts Payable, and Budgeting and Payroll systems in our software system (Springbrook).
- Implement Paypad Credit Card machine to accept payments for services other than Utility Billing.
- Continued cross training of staff to ensure coverage.
- Took charge of operation for Mendo Recycle.
- Processed New Business Licenses:
 - Processed 102 new business licenses and/or business transfers in 2022
 - Mailed 836 business license renewals in 2023, most of which have been processed.
- Restructure Finance Department to make room for new employee. (Major move in coordination with IT and Public Works.)
- Invoice Mendocino County for Emergency Winter Shelter reimbursable costs.
- Resumed water shut-offs for non-payment after two years, ensuring compliance with SB 998. Implemented door hangers to ensure customers are notified.
- Water meters change-out project, ensuring that meters are correctly entered into software system.
- Leak Letters to notify customers of leaks (60/month)
- Coordinate with Public Works to promote Water Conservation awareness.
- Launch WaterSmart Customer Interface in March 2023.
- Promote Financial Hardship Water Assistance Programs.

- Developed procedure for property owners/managers to have utilities automatically transferred when a tenant closes an account.
- Successfully set-up Section 115 Trust.
- Move to a 4/10 works schedule to promote a work/life balance for employees.
- Launched Calm App encouraging Employee Wellness.

PERFORMANCE / WORKLOAD MEASURES

INDICATORS	FY 2020/21	FY 2021/22	FY 2022/23
BUDGET/CAFR/AUDIT			
Receive GFOA Distinguished Budget award	Yes	Yes	Yes
Receive GFOA Award for Excellence in Financial Reporting	Yes	Yes	Yes
Audit Findings	Nil	Nil	Nil
REVENUE COLLECTION & UTILITY BILLING			
Ave.number open Water/Sewer Accounts	2859 / 2786	2871 / 2792	2868
Total Amount Billed(Water/Sewer)	\$3.2 m/\$3.6m	\$3.0m/\$3.5m	\$2.8m/ \$3.3m
% of payments processed through external automated/electronic process (Ebox,lockbox,ACH/CC)	75.7%	72.7%	64.2%
Business licenses renewals notices mailed	866	890	895
% of business licenses processed within 30 days of receipt	100%	100%	100%
Avg. number monthly pmts processed internally	630	725	956
Avg. number monthly water delinq. notices mailed	404	424	433
Avg. Monthly Number of Turn Offs – Non Payment	0	0	9
ACCOUNTS PAYABLE/PAYROLL			
Average days for Invoices to be Paid (turned into Finance)	2 days	2 days	14 days
% of Staff cross-trained in Payroll process	100%	60%	60%
% of Staff cross-trained in AP process	100%	100%	80%
% of employees signed up for direct deposit	98.5%	98.5%	98.5%



FY 2023/24 TOP PRIORITIES

Utility Billing

- Water Smart: Continue with city-wide launch. Promote software to customers
- Continue Meter Change of ¾ inch meters. Over 2,700 Meters remaining.
- Utility Rate Study.

Financial Operating, Budgeting, and Reporting

- Open local bank account for CV Starr
- Launch Municipal Payment interface
- Cost Allocation & Indirect cost Study
- Complete Request for Proposal and selection of external Auditor
- Assist City Manager and City Council in the establishment of new or enhanced revenue sources
- Assist City Manager to address Long-term Financial challengers for the City
- Implement Budgeting Software

Financial Transparency & Reporting

- Increase the number and variety of published financial reports on the City's website to increase financial transparency
- Continue developing annual long-term planning and forecasting document and presentation

Training & Mentorship

- Provide ongoing training to new Government Accountant.
- Maintain continuing education plan for Finance staff
- Train and mentor staff to support professional advancement.
- Increase departmental meetings and team-building activities to encourage a “team” culture.



BUDGET OVERVIEW

The Finance Department Adopted budget is \$635K, an increase of 13% from the prior year. Besides MOU increases of 2% and merit increases, the most significant change is the addition of one part-time Government Accountant in the fourth quarter of the prior fiscal year. The Proposed Budget includes funds to transition the Part-time position to full-time.

Moreover, non-personnel costs are expected to increase by \$10K, due to increase in Courier services costs and bank fees by 5% and an increase of \$3k for training for newer employees.

FINANCE DEPARTMENTAL BUDGET SUMMARY

FUND 110

DEPARTMENT: 4150

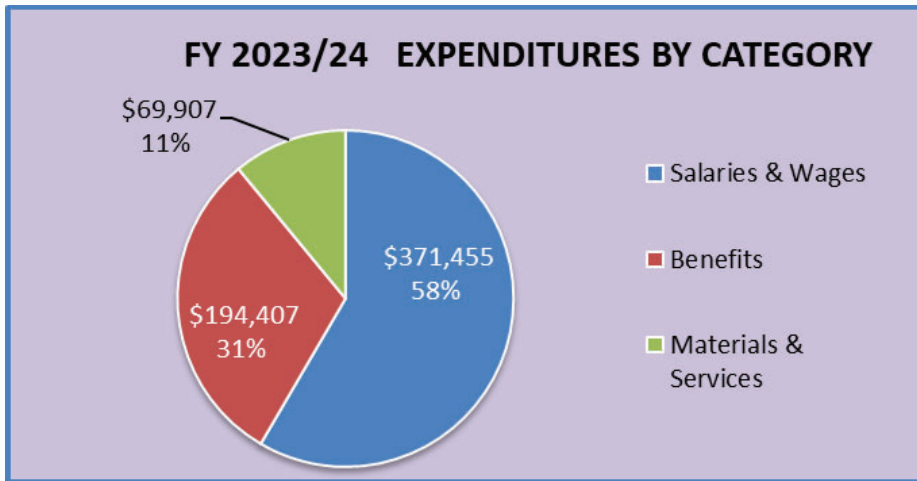
Description	FY 2021/22 Audited	FY 2022/23 Amended Budget	22/23 FYE Projected	FY 2023/24 Adopted Budget	% + /-
Expenditure Summary					
Personnel Services	\$ 459,496	\$ 557,124	\$ 502,500	\$ 565,863	13%
Non-Personnel Services	77,638	60,347	60,519	69,907	16%
Total Departmental Expenditure	537,133	617,471	563,019	635,770	13%
Revenue Summary					
Charges for services	37,818	8,046	4,960	34,828	602%
Reimbursements	344,305	342,832	342,832	342,832	0%
Licenses & Permits	60,704	66,213	60,000	61,800	3%
Fines & Forfeitures	5,104	1,500	17,975	10,000	-44%
Total Departmental Revenue	447,931	418,591	425,767	449,460	6%
Net Rev/Exp	(89,203)	(198,879)	(137,251)	(186,309)	36%
Cost Allocation Summary					
Expense - Cost Allocations	132,717	(66,607)	(66,607)	(66,425)	100%
Revenue - Personnel Allocations	(344,305)	(342,832)	(342,832)	(342,832)	0%
Net Cost Allocation	(211,588)	(409,439)	(409,439)	(409,257)	0%
Net Expenditure	\$ 122,386	\$ 210,560	\$ 272,188	\$ 222,947	-18%

BUDGET REVENUE DETAIL:

Fund #110

Department: 4150

Object	Description	FY 2022/23			FY 2023/24		% + /-
		FY 2021/22 Audited	Amended Budget	22/23 FYE Projected	Adopted Budget		
Charges for Services							
3415	City Exp-Reimb	\$ 1,607	\$ 1,500	\$ 1,500	\$ 2,000	33%	
3318	Grant Staff Time Reimb	34,300	5,000	2,200	31,528	1333%	
3711	Return Check Fee	1,911	1,546	1,260	1,300	3%	
Total Charges for Services		37,818	8,046	4,960	34,828	602%	
Reimbursements							
3499	Overhead/Admin Cost Recovery	344,305	342,832	342,832	342,832	100%	
Total Reimbursements		344,305	342,832	342,832	342,832	100%	
Licenses & Permits							
3701	Business License Fee	60,704	66,213	60,000	61,800	3%	
Total Licenses & Permits		60,704	66,213	60,000	61,800	3%	
Fines & Forfeitures							
3519	Miscellaneous Fines	5,104	1,500	17,975	10,000	-44%	
Total Fines & Forfeitures		5,104	1,500	17,975	10,000	-44%	
Total Finance Revenue		\$ 447,931	\$ 418,591	\$ 425,767	\$ 449,460	6%	



Line Item Detail

Fund #110 Department: 4150	Account Detail	Category Detail	FY 2023/24 Adopted Budget
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Personnel Costs

Salaries & Wages	\$	371,455	
Employee Benefits		194,407	
Total Personnel Costs		<u>565,863</u>	\$ 565,863

Materials & Services

110-4150-0312	Auditing & Accounting		26,000	
110-4150-0319	Professional Services		30,592	
	Armored Car Service	\$ 12,292		
	Banking Fees	10,000		
	Sales Tax Audit and Analysis	2,000		
	Statistics for CAFR (MuniServices)	3,100		
	State Controllers Office - Street Rpt	2,000		
	SB90 Claims Consultant	<u>1,200</u>		
110-4150-0320	Dues & Memberships		315	
	GFOA	157		
	CSMFO	<u>158</u>		
110-4150-0366	Training/Travel Reimbursement		12,000	
110-4150-0381	Small Tools & Equipment		<u>1,000</u>	
	Total Material & Services			69,907

Total - Finance Department \$ 635,770

