

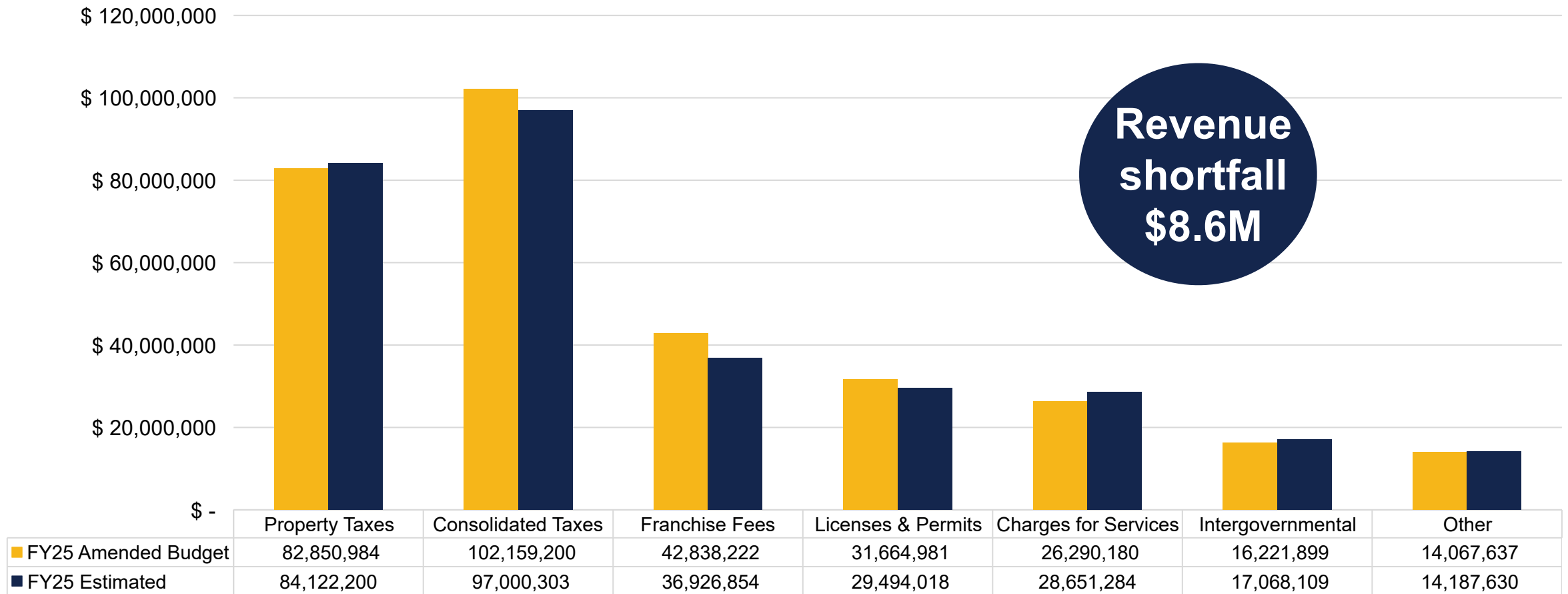
Financial Update & Augmentation

April 9, 2025

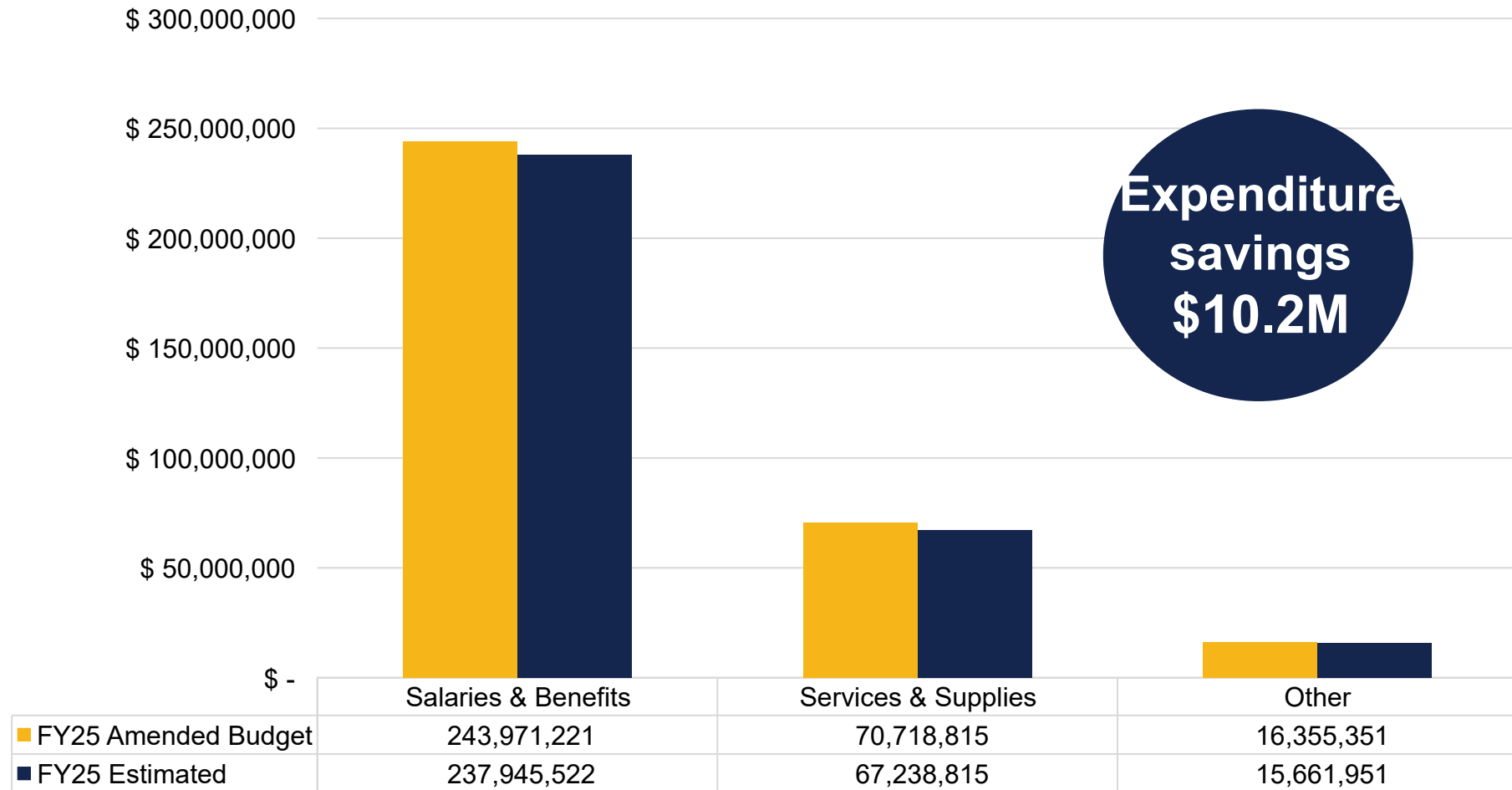


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FY25 General Fund Revenues



FY25 General Fund Expenses



FY25 General Fund Budget Status

GENERAL FUND REVENUES	FY25 Amended Budget	FY25 Estimated	Compared to Budget (\$)	Compared to Budget (%)	Notes:
Consolidated Tax	\$ 102,159,200	\$ 97,000,303	\$ (5,158,897)	-5.0%	Based on flat growth for FY25
Property Tax	\$ 82,850,984	\$ 84,122,200	\$ 1,271,216	1.5%	Trending 1.5% above budget
Franchise Fees	\$ 42,838,222	\$ 36,926,854	\$ (5,911,368)	-13.8%	Electric, Gas, Telephone, Sanitation, Cable, Sewer
Licenses & Permits	\$ 31,664,981	\$ 29,494,018	\$ (2,170,963)	-6.9%	Business Licenses, Liquor Licenses
Charges for Services	\$ 26,290,180	\$ 28,651,284	\$ 2,361,104	9.0%	Fees for services
Intergovernmental	\$ 16,221,899	\$ 17,068,109	\$ 846,210	5.2%	Includes grants and freight house district passthrough
Fines/Forfeits/SAD/Other	\$ 14,067,637	\$ 14,187,630	\$ 119,993	0.9%	
Total Sources	\$ 316,093,103	\$ 307,450,398	\$ (8,642,705)	-2.7%	Estimated Revenue Shortfall

GENERAL FUND EXPENSES	FY25 Amended Budget	FY25 Estimated	Compared to Budget (\$)	Compared to Budget (%)	Notes:
Salaries & Benefits	\$ 243,971,221	\$ 237,945,522	\$ (6,025,699)	-2.5%	Savings from vacancies
Operating Expenses	\$ 70,718,815	\$ 67,238,815	\$ (3,480,000)	-4.9%	Savings based on current usage
Debt Service	\$ 5,861,202	\$ 5,861,202	\$ -	0.0%	Fire Apparatus, Public Safety Center, Moana Pool
Capital	\$ 9,750,749	\$ 9,750,749	\$ -	0.0%	Fire Apparatus, Building Maintenance, Parks, IT
Other/Contingency	\$ 743,400	\$ 50,000	\$ (693,400)	-93.3%	Savings from Contingency
Total Uses	\$ 331,045,387	\$ 320,846,288	\$ (10,199,099)	-3.1%	Estimated Budget Savings

Estimated Difference FY25 \$ 1,556,394



FY26 Budget Development Overview

- Baseline budget with current staffing levels and operating costs
- Revenue forecasts impacted by slowing of the economy –overall economic uncertainty
- Consolidated Tax estimated flat for FY25 and 2% growth for FY26
- Limited information on Consolidated Tax at this time due to a software change at the State level; true-up to occur in March
- Property Tax trending 1.5% above budget for FY25
 - Final FY26 Projected Property Tax from State 6% increase
(difference of -\$1.6M from original estimate)

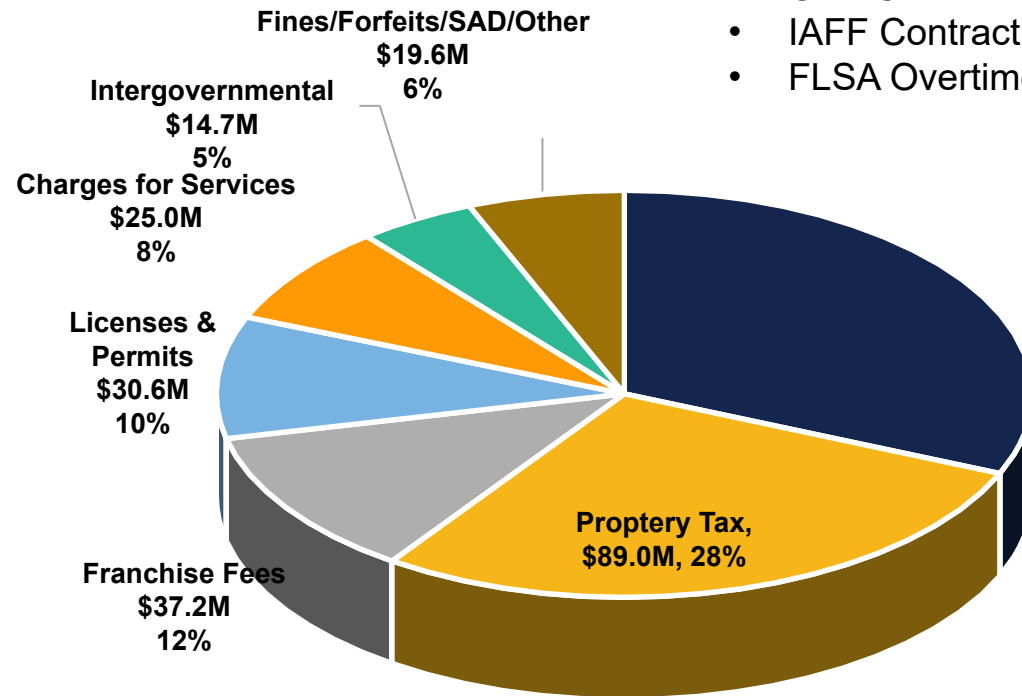


FY26 Projected General Fund Budget Gap

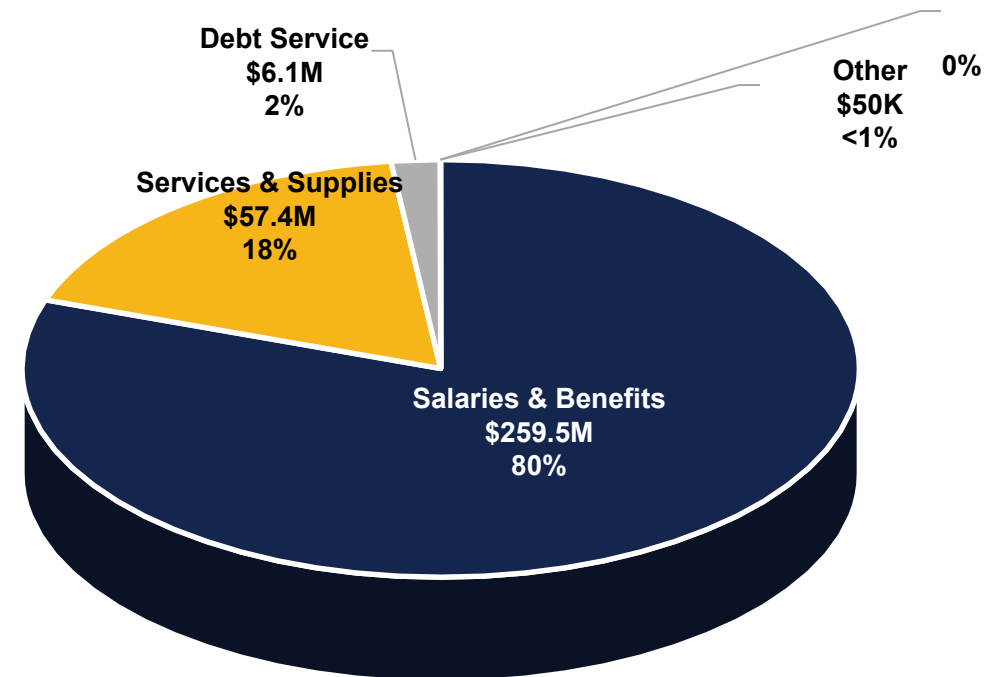
Projected Budget Gap ~ \$25.6M

Impacts not addressed yet:

- CBA Contract Reopeners (\$ unknown)
- IAFF Contract (\$ unknown)
- FLSA Overtime (\$ unknown)



Projected Revenues
\$315.1 M



Projected Expenses
\$340.7 M

*Including Transfers
Excluding Fund Balance

How do we address the projected FY26 funding gap?

\$4M Reduction to Operating Expenses

- \$3M - Reduce department services & supply budgets by 5%
- \$1M - Eliminate Contingency

\$16.4M in One-time funds

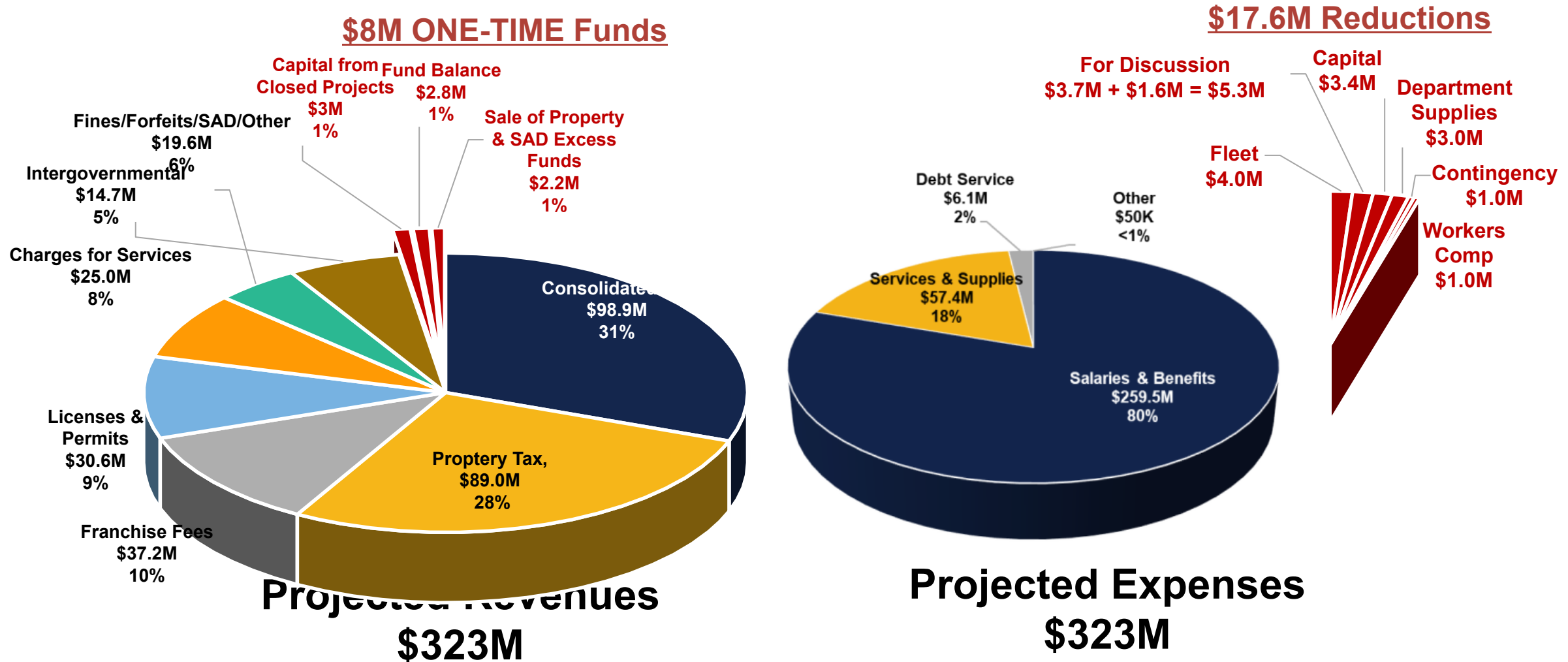
- \$1.5M - Use SAD Excess Funds
- \$735K - Use Property Sales
- \$3M - Use One-time Capital Funds
- \$3.4M - Eliminate Annual Capital Funds
- \$4M - Reduce Fleet Replacement Funds
- \$1M - Reduce Workers' Comp Funding
- \$2.8M - Use Fund Balance

\$5.3 Remaining Gap (\$3.7M + \$1.6M)

- Next Slides



FY26 General Fund with Proposed Solutions



How do we address the remaining projected gap?

\$5.3 Remaining Gap (\$3.7M + \$1.6M)

- \$3.2M - 20 Positions identified to freeze
- \$700K - Memberships, Council discretionary funds, Boards & Commissions, and changes in funding sources
- \$1.4M - Roll forward FY25 savings

FY26 Additional Proposed Solutions

\$5.3 Remaining Gap (\$3.7M +\$1.6M)

From Funding Source	To Funding Source	Transaction Type	Amount	Solution
Room Tax	General Fund	Transfer	150,900	Increase Special Events Support From Room Tax
General Fund	RDA Fund	Transfer	100,000	Cover EDAWN Payment with RDA Funds
General Fund	--	Reduction	3,200,000	Defund Frozen Positions
General Fund	--	Reduction	1,400,000	Roll Over FY25 Potential Expenditure Savings
General Fund	--	Reduction	175,000	Reduce Council Discretionary Funds by \$25,000 Each
General Fund	--	Reduction	69,855	Cancel NV & National League of Cities
General Fund	--	Reduction	64,000	Discontinue Arts & Culture Community Grants
General Fund	--	Reduction	44,733	Reduce Economic Development Funds
General Fund	--	Reduction	40,000	Reduce Senior Citizen Advisory Board Committee Funding

FY26 Frozen/Unfunded Positions

\$3.2M
Savings from
unfunded
positions

Department	<input type="checkbox"/> Position
City Clerk	Management Assistant
City Clerk	Records Systems Manager
HR	Director of Human Resources
HR	Human Resources Business Partner
HR	Human Resources Technician
Code Enforcement	Code Enforcement Officer II
Police	Police Officer
Police	Police Officer
Police	Police Officer
Police	Police Officer
Police	Police Officer
Police	Police Officer
Public Works	City Surveyor
Parks & Recreation	Office Assistant II
Parks & Recreation	Recreation Manager
Parks & Recreation	Recreation Leader
Council Relations	Community Liaison
Development Services	Management Analyst
Development Services	Associate Planner Specialist
Development Services	Management Assistant

Room Tax

— \$3.2M

Expenses

Revenues
split 50/50

**Room Tax –
Council**

50.0%

**Room Tax –
Parks & Rec**

50.0%

Arts, Parks, and Historical Resources

\$1.7M Parks Parks
\$300K Council Maintenance
Support

\$753K Special Events
Support

\$610K Arts & Culture
Support

\$125K Lear Theater
Debt Payment

\$20K Keep Truckee
Meadows Beautiful

Infrastructure, Climate
Change, & Environmental
Sustainability

\$115K –Downtown Street
lighting Sternberg Replacement

Governance & Organizational
Effectiveness

\$6K – Risk Premiums
\$18K – Indirect Costs



* Does not include carry forward from FY25

FY25 Q3 Update

- Grants & reimbursements
 - Police, Fire, Parks & Recreation
- Police Department reclassification
 - Two Police Assistant positions to one Background Investigations Unit Supervisor
- Freight House/Tessera Districts clean up
- RTAA Fire positions reconciliation to March hire date