



CITY COUNCIL AGENDA STATEMENT



February 27, 2018

File ID: 18-0015

TITLE

- A. QUARTERLY FINANCIAL REPORT FOR THE QUARTER ENDING DECEMBER 31, 2017
- B. RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CHULA VISTA MAKING VARIOUS AMENDMENTS TO THE FISCAL YEAR 2017/18 BUDGET TO ADJUST FOR VARIANCES AND APPROPRIATING FUNDS THEREFOR (4/5 VOTE REQUIRED)

RECOMMENDED ACTION

Council accept the report and adopt the resolution.

SUMMARY

The Finance Department, in collaboration with City departments, prepares quarterly financial reports for the General Fund that reflect budget to actual comparisons, projected revenues and expenditures, and highlight major variances that may require additional action or changes as of December 31, 2017. The quarterly financial reports are in compliance with Section 504 (f) of the City Charter, which requires that quarterly financial reports be filed by the Director of Finance through the City Manager. It also provides the opportunity to review and update Measure P funding status and the long-term financial plan.

In preparing the quarterly financial projections, staff has identified various budget changes that are needed to reflect actual revenues and expenditures or address changes in budgetary needs. For government entities, a budget creates a legal framework for spending during the fiscal year. After the budget is approved there are circumstances, which arise that could require adjustments to the approved budget. Council Policy 220-02 "Financial Reporting and Transfer Authority" was established in January of 1996 and allows for budget transfers to be completed. This report discusses budget adjustments that staff recommends in the General Fund as well as various other funds.

In addition to the Fiscal Year 2017/18 budget recommendations for City funds, this report includes: an update on Measure P actual revenues and expenditures as of December 31, 2017, and an updated to the Long Term Financial Plan (LTFP) reflecting all Council approved items since the adoption of the Fiscal Year 2017/18 budget in June.

ENVIRONMENTAL REVIEW

The Development Services Director has reviewed the proposed activity for compliance with the California Environmental Quality Act (CEQA) and has determined that filing of the quarterly financial status report is not a "Project" as defined under Section 15378 of the State CEQA Guidelines because it will not result in a physical change to the environment; therefore, pursuant to Section 15060(c)(3) of the State CEQA Guidelines the actions proposed are not subject to CEQA.

BOARD/COMMISSION/COMMITTEE RECOMMENDATION

Not applicable

DISCUSSION

The Finance Department, in collaboration with City departments, prepares quarterly financial reports for the General Fund that reflect budget to actual comparisons, projected revenues and expenditures, and highlight major variances that may require additional action or changes. The quarterly financial reports are in compliance with Section 504 (f) of the City Charter, which requires that quarterly financial reports be filed by the Director of Finance through the City Manager.

The Second Quarter Report is developed using six months of actual (July through December 2017) activity for Fiscal Year 2017/2018 as of December 31, 2017. The data included in this report is the most current data available; however, the data and projections are subject to change.

This report will provide summary information for the following areas:

- Major General Fund Revenues
- Adjustments to General Fund Expenditures
- Update to the General Fund Reserve
- Adjustments to non-General Fund funds
- Update to the Measure P Fund
- Update to the LTFP

Attachment A – Quarterly Financial Report provides additional information for the financial outlook for the General Fund for the current fiscal year including City revenues and expenditures. Additional information related to Measure P and the LTFP is also provided.

The Finance Department will continue to monitor the City's actual revenues and expenditures and will provide any significant changes in subsequent quarterly budget monitoring reports.

General Fund Overview

The City's financial outlook is primarily unchanged as overall General Fund expenditures are projected to exceed revenues by approximately \$406,000. The minor difference is a result of multiple actions within the second quarter including the undertaking of a fire academy for 16 new recruits. The overall increase in expenditure projections is mostly offset by increases in multiple revenue categories including property tax, reimbursement for general fund services (Other Revenue category) and fund transfers into the General Fund. Additional information on General Fund revenue and expenditures are provided in the following sections.

Major General Fund Revenues

The City's major General Fund revenues, which make up approximately 75% of the City's General Fund revenues, are projected to be over the Amended Budget amounts by approximately \$1.6 million primarily as a result of increased projections for Measure P Sales Tax and Property Tax in Lieu of Vehicle License Fee (previously accounted for as Motor Vehicle License fees) by \$1.5 million and \$320,000, respectively; and a decrease to the Transient Occupancy Tax and Sales Tax by \$280,000 and \$30,000, respectively. Table 1: Fiscal Year 2017/2018 Major General Fund Revenue Projections summarizes the revenue projections.

Table 1 - Fiscal Year 2017/2018 Major General Fund Revenue Projections

Revenue Category	Amended Budget	Projected Budget	Variance
Property Tax	\$ 33,620,932	\$ 33,691,992	\$ 71,060
Sales Tax	\$ 33,767,466	\$ 33,737,411	\$ (30,055)
Measure P Sales Tax	\$ 16,320,000	\$ 17,796,000	\$ 1,476,000
PT in lieu of Motor Vehicle License Fee (VLF) ¹	\$ 20,844,039	\$ 21,164,029	\$ 319,990
Franchise Fees	\$ 11,968,646	\$ 11,968,646	\$ -
Utility Users Taxes	\$ 5,860,328	\$ 5,860,328	\$ -
Transient Occupancy Tax	\$ 4,316,267	\$ 4,036,267	\$ (280,000)
Total	\$ 126,697,678	\$ 128,254,673	\$ 1,556,995

¹Property Tax in Lieu of Vehicle License Fees was previously accounted for as Motor Vehicle License fees (VLF) in the State Revenue category. VLF was replaced by a backfill from property taxes following the permanent reduction of the VLF rate from 2% to 0.65% in 2004.

The remaining General Fund revenues (not represented in Table 1) are anticipated to exceed the Amended Budget by approximately \$1.8 million. The primary contributors to the increase in revenue are reimbursements from other funds within the Other Revenue category (\$930,000) and an increase in transfers into the General Fund from other funds (\$490,000). All the General Fund revenues are summarized in Attachment A. The overall General Fund revenues are projected to exceed the Amended Budget by approximately \$3.3 million.

General Fund Expenditure Adjustments

The majority of the proposed adjustments for the second quarter are inter- or intra-Department transfers, and new expenditure appropriations with partially offsetting revenue. Table 2: Fiscal Year 2017/2018 General Fund Expenditure Adjustments illustrates all the proposed adjustments for the General Fund.

Table 2 - Budget Amendment Summary - 2nd Quarter Fiscal Year 2017-18

DEPARTMENT/FUND	PERSONNEL SERVICES	SUPPLIES & SERVICES	TOTAL EXPENSE	TOTAL REVENUE	NET COST
GENERAL FUND					
Fire Academy	751,861	246,086	\$ 997,947	\$ -	\$ 997,947
Fire Grants	(1,648)	(2,500)	\$ (4,148)	\$ 459,014	\$ (463,162)
Public Works	(219,179)	136,000	\$ (83,179)	\$ (287,844)	\$ 204,665
TOTAL GENERAL FUND	\$ 531,034	\$ 379,586	\$ 910,620	\$ 171,170	\$ 739,450

Budget Transfers Summary - 2nd Quarter Fiscal Year 2017-18

DEPARTMENT	PERSONNEL SERVICES	SUPPLIES & SERVICES	OTHER EXPENSES	OTHER CAPITAL	CIP BUDGET	NON-CIP BUDGET	TRANSFERS OUT	TOTAL EXPENSE	TOTAL REVENUE	NET COST
GENERAL FUND										
Boards & Commissions		6,061						\$ 6,061	\$ -	\$ 6,061
City Clerk		8,480						\$ 8,480	\$ -	\$ 8,480
Finance Department	(100,170)	155,000						\$ 54,830	\$ -	\$ 54,830
Fire Department	1,145,170							\$ 1,145,170	\$ (1,200,000)	\$ (54,830)
Library Department	4,875	35,314						\$ 40,189	\$ (40,189)	\$ -
Non-Departmental		(721,403)				288,000	9,885	\$ (423,518)	\$ -	\$ (423,518)
Non-Departmental - State Revenues								\$ -	\$ (20,739,945)	\$ 20,739,945
Non-Departmental - Taxes								\$ -	\$ 20,739,945	\$ (20,739,945)
Police Department	52,500	346,362		125,000				\$ 523,862	\$ (105,000)	\$ 418,862
Public Works Department	(136,000)	136,000	(9,885)					\$ (9,885)	\$ -	\$ (9,885)
TOTAL OTHER FUNDS	\$ 966,375	\$ (34,186)	\$ (9,885)	\$125,000	\$ -	\$288,000	\$ 9,885	\$ 1,345,189	\$ (1,345,189)	\$ -

The major adjustments to the General Fund Expenditures are described below.

- Fire Department - New Fire Academy**
 The Fire Department will initiate a fire academy for 16 new fire recruits in January 2018. The Department calculates approximately \$752,000 in personnel costs and \$246,000 in supply costs to train and outfit the new recruits in Fiscal Year 2017/2018. The total cost for the fire academy and bringing the new recruits into service is approximately \$1.0 million. The Department has been awarded a Federal Staffing for Adequate Fire & Emergency Response (SAFER) Grant, which the grant award was accepted by the City Council on August 8, 2017 (City Council Resolution No. 2017-153). The SAFER Grant will partially offset the cost for 12 of the 16 new recruits. The SAFER Grant will pay for 75% (approximately \$459,000) of the base personnel costs (established in the first year of service) for the recruits for Fiscal Year 2017/2018. It does not fund overtime costs (except overtime costs to comply with the Fair Labor Standards Act [FLSA]), and salaries and benefits of firefighters who are current employees or were hired prior to the grant award date. Additional benefits of the SAFER Grant are discussed in the LTFP section of this report. The academy began in January 2018 and will conclude in May 2018.
- Fire Department – Strike Team Deployment**
 As part of providing mutual fire aid to other regions, the Fire Department’s Strike Team has been deployed to support other agencies efforts in fighting wild fires and helping relief efforts. The Department anticipates costs for providing the support to other agencies at \$1.2 million, with reimbursement revenues of \$1.2 million completely offsetting the costs.
- Police Department – Support for supplies and equipment**
 The Police Department requested an increase in budget and intra-department transfers of funds to support existing software maintenance agreements and the purchase of additional field equipment. The Department is projecting additional revenue from services provided to the U.S. Marshal services to partially offset expenses.
- Public Works – Transfer of 1.0 Sr. Landscape Inspector**
 The second quarter proposed actions include the transfer of 1.0 Sr. Landscape Inspector from the Public Works Department (General Fund) to the Development Services Department (Development Services Fund). The General Fund impact of this transfer will result in a decrease of personnel expenses by \$83,000 and a decrease of revenues by \$288,000. The decrease in revenues mainly reflects a budgetary correction in the current fiscal year.

- **Library Department – Allocation of Grant and Donation Funds**

The Library Department is appropriating approximately \$37,000 in grants, and approximately \$3,000 in donations that will be used to purchase books and other services that will benefit library patrons.

Other adjustments include intra-department transfers of existing budget between expense categories.

The proposed second quarter expenditure adjustments total approximately \$2.3 million. However, these costs are offset by an increase of approximately \$1.5 million in department revenues. The net impact of the proposed adjustments to the General Fund is anticipated to be approximately \$0.7 million. This impact is projected to be mostly mitigated by growth in general revenues and use of fund balance.

Staff is currently monitoring City-wide utility costs as these expenses are trending higher than anticipated at the midpoint of the fiscal year. Should these costs continue to exceed previous expectations, staff will provide revised expenditure projections to address these expenses as part of the third quarter monitoring report.

General Fund Reserves

Based upon the previously highlighted projection adjustments in revenues and expenditures for the General Fund, Table 3 – Summary of General Fund Reserve reflects the audited General Fund reserves as of June 30, 2017 (beginning reserve balance) as well as the projected General Fund reserves for June 30, 2018 (projected ending reserve balance).

Table 3 - Summary of General Fund Reserve

General Fund Reserve	Amended Budget (millions)	Projected Budget (millions)
Reserves - July 1, 2017	\$ 20.02	\$ 20.02
Revenues & Transfers In ⁽¹⁾⁽²⁾	\$ 150.85	\$ 152.69
Expenditures & Transfers Out ⁽³⁾⁽⁴⁾⁽⁵⁾	\$ 150.85	\$ 153.10
Projected Surplus/(Deficit)	\$ -	\$ (0.41)
Projected Fund Balance for June 30, 2018	\$ 20.02	\$ 19.61
Reserve as a Percentage of Operating Budget	13.27%	12.84%

¹Amended Budget figure excludes \$18.7 million in bond proceeds and \$17.8 million in pass-through revenues generated from Measure P sales tax. Measure P revenues accounted for in separate Measure P Fund.

²Projected Budget figure excludes \$17.8 million in pass-through revenues generated from Measure P sales tax. Measure P revenues accounted for in separate Measure P Fund.

³Figure excludes \$18.7 million in bond proceeds and \$17.8 million in transfers out related to funds generated Measure P sales tax. Measure P revenues accounted for in separate Measure P Fund.

⁴Figure excludes \$17.8 million in transfers out of the General Fund to separate Measure P Fund. Measure P expenditures accounted for in separate Measure P Fund.

⁵The Original Budget and projections reflected in this table do not include prior year appropriations for capital improvement projects and other encumbrances totaling \$5.7 million that were carried forward into the fiscal year 2017/18 budget. These expenditure impacts are already reflected in the estimated fund balance as of July 1, 2017 and are therefore not included in the above table.

City Council Policy No. 220-03 establishes a General Fund Operating Reserve Fund for the City. The General Fund Operating Reserve represents unrestricted resources available for appropriations by the City Council to address extraordinary needs. The policy sets the long-term goal of building a General Fund reserve of no

less than 15% of the City’s operating expenditures. Based on current projections and the proposed actions with this report, the General Fund reserve as of June 30, 2018, is anticipated to be approximately 13% of the General Fund operating budget.

Other Funds Adjustments

The following recommended adjustments are for funds outside of the General Fund. The proposed adjustments, displayed in Table 4, have a net cost of approximately \$3.6 million, which are entirely funded with fund balances or current year available revenues. A brief discussion follows the table on the major proposed adjustments.

Table 4 - Budget Amendment Summary - 2nd Quarter Fiscal Year 2017-18

FUND	PERSONNEL SERVICES	SUPPLIES & SERVICES	OTHER EXPENSES	OTHER CAPITAL	CIP BUDGET	NON-CIP BUDGET	TRANSFERS OUT	TOTAL EXPENSE	TOTAL REVENUE	NET COST
OTHER FUNDS										
2018 CREBS (New Fund)	-	-	489,926	-	-	-	12,903,918	\$ 13,393,844	\$ 13,415,019	\$ (21,175)
Renewable Energy Upgrades (New Fund)	-	-	-	-	12,903,918	-	-	\$ 12,903,918	\$ 12,903,918	\$ -
Other Grants Fund	1,648	11,400	-	-	-	-	-	\$ 13,048	-	\$ 13,048
Advanced Life Support Program Fund	188,946	(23,088)	-	-	-	-	-	\$ 165,858	\$ 165,858	\$ -
Federal Grants Fund	7,833	53,393	-	51,000	-	-	459,014	\$ 571,240	\$ 558,792	\$ 12,448
State Grants Fund	18,000	-	-	-	-	-	30,611	\$ 48,611	\$ 48,611	\$ -
Measure P Sales Tax Fund	-	5,000	-	-	-	-	-	\$ 5,000	\$ -	\$ 5,000
Eastlake Maintenance District 1 Fund	-	9,200	-	-	-	-	-	\$ 9,200	\$ -	\$ 9,200
Open Space District #1 Fund	-	4,900	-	-	-	-	-	\$ 4,900	\$ -	\$ 4,900
Open Space District #8 Fund	-	5,100	-	-	-	-	-	\$ 5,100	\$ -	\$ 5,100
Open Space District #9 Fund	-	4,300	-	-	-	-	-	\$ 4,300	\$ -	\$ 4,300
Open Space District #10 Fund	-	3,700	-	-	-	-	-	\$ 3,700	\$ -	\$ 3,700
Open Space District #11 Fund	-	3,200	-	-	-	-	-	\$ 3,200	\$ -	\$ 3,200
Open Space District #14 Fund	-	1,800	-	-	-	-	-	\$ 1,800	\$ -	\$ 1,800
Open Space District #20 Fund	-	10,100	-	-	-	-	-	\$ 10,100	\$ -	\$ 10,100
Traffic Safety Fund	-	(25,000)	-	25,000	-	-	-	\$ -	\$ -	\$ -
Public Educational & Government Fee Fund	-	100,000	-	(100,000)	-	-	-	\$ -	\$ -	\$ -
Parkland Acquisition & Dev Fees Fund	-	-	3,182,357	-	-	-	-	\$ 3,182,357	\$ -	\$ 3,182,357
Otay Ranch Village 1,2,6,7,12 Fund	-	224,160	-	-	-	-	-	\$ 224,160	\$ -	\$ 224,160
Otay Ranch Preserve Fund	-	1,618	-	-	-	-	-	\$ 1,618	\$ -	\$ 1,618
Development Services Fund	79,957	3,222	-	-	-	26,500	-	\$ 109,679	\$ 79,957	\$ 29,722
Utility Tax Settlement Fund	-	12,487	1,000	46,726	-	-	-	\$ 60,213	\$ -	\$ 60,213
Environment Services Fund	-	-	-	-	-	4,500	-	\$ 4,500	\$ -	\$ 4,500
Sewer Service Revenue Fund	-	-	-	-	-	60,000	-	\$ 60,000	\$ -	\$ 60,000
TOTAL OTHER FUNDS	\$ 296,384	\$ 505,492	\$ 3,673,283	\$ (77,274)	\$ 12,903,918	\$ 91,000	\$ 13,393,543	\$ 30,786,346	\$ 27,172,155	\$ 3,614,191

Adjustments of note for non-General Funds are as follows:

- Establish appropriations to a new debt service fund related to the Clean Renewable Energy Bonds for approximately \$13.4 million (approved by City Council Resolution No. 2017-215), and a corresponding Capital Improvement Program appropriation for the Renewable Energy Upgrades CIP for approximately \$13.0 million.
- Establish appropriations in the Federal Grants Fund for the FEMA SAFER Grant for approximately (acceptance of grant approved by City Council Resolution No. 2017-153) for the receipt and transfer-out of \$459,000 to reimburse the City for costs related to hiring and training of 12 new Firefighters.
- Increase of funding for the Fire Department ALS program, to appropriate approximately \$165,000 in additional revenues and corresponding expenses.
- Establish appropriations of \$3.2 million from fund balance for the Parkland Acquisition and Developer Fees, which is a carryforward from FY 2017.
- Establish appropriations from fund balance due to higher than anticipated expenses for Open Space Districts identified in Table 4.
- Establish an appropriation for Tyler Munis annual Licensing Fees to the Environmental Service Fund, Development Services Fund, and Enterprise Fund for approximately \$91,000.

Measure P Fund Overview

In November 2016, Chula Vista voters approved Measure P, authorizing a ½ cent sales tax increase on retail sales within the City for ten years. The funding from the sales tax measure is to allow the City to make progress toward replacing and repairing failing City assets. In December 2016, the City Council adopted the expenditure plan for the Measure P funding. The expenditure plan identified critical deferred maintenance and infrastructure projects for which the Measure P funding was to be allocated toward.

The following table provides an update on the allocation and expenditures (unaudited) for the Measure P funds.

Table 5
Measure P
Citywide Infrastructure, Facilities and Equipment Expenditure Plan
1/2 cent Sales Tax Revenues over 10 year period
Summary Table

Total by Major Category	10-Year Timeframe	Expend As Of 12/31/2017	Remaining Balance
<u>Fire Services</u>			
Fire Stations Repairs/Replacement	\$ 22,839,549	\$ 10,911	\$ 22,828,638
Fire Response Vehicles	\$ 19,847,580	\$ 763,016	\$ 19,084,564
Fire Safety Equipment	\$ 5,197,913	\$ 188,356	\$ 5,009,557
Total Fire Services	\$ 47,885,042	\$ 962,283	\$ 46,922,759
<u>Police Services</u>			
Police Response Vehicles	\$ 12,951,470	\$ 1,083,702	\$ 11,867,768
Public Safety Communication Systems	\$ 8,624,832	\$ 1,648,764	\$ 6,976,068
Police Facility Repairs	\$ 1,509,000	\$ 53,088	\$ 1,455,912
Total Police Services	\$ 23,085,302	\$ 2,785,554	\$ 20,299,748
<u>Infrastructure</u>			
Streets	\$ 24,474,861	\$ 340,555	\$ 24,134,306
Other Public Infrastructure	\$ 14,154,295	\$ -	\$ 14,154,295
Sports Fields and Courts	\$ 16,966,595	\$ 73,718	\$ 16,892,877
Non-Safety Vehicles	\$ 11,195,100	\$ 56,070	\$ 11,139,030
Public Facilities	\$ 13,100,000	\$ 239,908	\$ 12,860,092
Traffic Signal Systems	\$ 7,000,000	\$ -	\$ 7,000,000
Park Infrastructure	\$ 7,682,740	\$ -	\$ 7,682,740
Citywide Network Replacement	\$ 2,045,000	\$ -	\$ 2,045,000
Citywide Telecommunications	\$ 2,000,000	\$ -	\$ 2,000,000
Total Infrastructure	\$ 98,618,591	\$ 710,251	\$ 97,908,340
Total Proposed Allocations	\$ 169,588,935	\$ 4,458,088	\$ 165,130,847

DECISION-MAKER CONFLICT

Staff has reviewed the property holdings of the City Council of the City of Chula Vista members and has found no property holdings within 500 feet of the boundaries of the property which is the subject of this action. Consequently, this item does not present a disqualifying real property-related financial conflict of interest under California Code of Regulations Title 2, section 18702.2(a)(11), for purposes of the Political Reform Act (Cal. Gov't Code §87100, et seq.).

Staff is not independently aware, and has not been informed by any City of Chula Vista City Council member, of any other fact that may constitute a basis for a decision maker conflict of interest in this matter.

LINK TO STRATEGIC GOALS

The City's Strategic Plan has five major goals: Operational Excellence, Economic Vitality, Healthy Community, Strong and Secure Neighborhoods and a Connected Community. This action supports the Operational Excellence goal by communicating the City's projected financial position for the current fiscal year in an open and transparent manner. This transparency supports City Initiative 1.3.1. - "Foster public trust through an open and ethical government."

CURRENT-YEAR FISCAL IMPACT

The second quarter report highlights multiple proposed actions impacting the General Fund. As a result of the revised projected revenues and expenditures within this report, the overall General Fund expenditures are projected to exceed projected revenues by approximately \$406,000. While overall revenues are projected to increase by \$3.3 million, approximately \$1.8 million are related to an increase of funding generated by the Measure P Sales tax, which will be transferred to the Measure P Fund, and has no impact to the General Fund operating budget. The remaining projected increase in revenue is primarily related to increases in property tax and other non-major revenue categories. Projected increases to expenditures are driven by costs related to the implementation of a fire academy (\$1.0 million) and additional field and technology support for the Police Department. As the projected revenue and expenditure difference is relatively small, staff will continue to monitor actual revenue receipts and expenditures to determine if any budget adjustments will be needed in the future. Across the non-General Fund funds, multiple actions are recommended for the second quarter, leading to a net cost of approximately \$3.6 million to non-General Fund accounts. These costs are to be addressed with fund balances or revenues from current year services.

ONGOING FISCAL IMPACT

There is no ongoing fiscal impact related to this action for the General Fund.

The 2017 Measure P Revenue Bonds will have ongoing debt service costs of \$8.4 million per year, which is approximately half of the annual projected revenue.

The impacts related to actions approved by Council since the adoption of the budget in June 2017 are reflected in the Long Term Financial Plan section of the attached quarterly report.

Description	Proposed FY 2018	Forecast FY 2019	Forecast FY 2020	Forecast FY 2021	Forecast FY 2022	Forecast FY 2023
Revenues:						
MAJOR DISCRETIONARY REVENUES	\$ 127.42	\$ 128.88	\$ 132.31	\$ 134.64	\$ 136.99	\$ 139.50
OTHER REVENUES	\$ 61.76	\$ 40.67	\$ 40.94	\$ 41.20	\$ 41.03	\$ 41.30
NEW DEVELOPMENT REVENUES	\$ -	\$ 3.25	\$ 2.96	\$ 4.07	\$ 5.05	\$ 6.03
TOTAL REVENUES	\$ 189.18	\$ 172.80	\$ 176.20	\$ 179.92	\$ 183.07	\$ 186.84
Expenditures:						
PERSONNEL SERVICES EXPENDITURES	\$ 125.74	\$ 130.32	\$ 135.82	\$ 141.52	\$ 147.29	\$ 152.94
OTHER EXPENDITURES	\$ 63.85	\$ 46.98	\$ 48.22	\$ 49.88	\$ 51.50	\$ 52.43
NEW DEVELOPMENT EXPENDITURES	\$ -	\$ 1.55	\$ 5.04	\$ 6.70	\$ 10.72	\$ 12.18
TOTAL EXPENDITURES	\$ 189.59	\$ 178.84	\$ 189.08	\$ 198.10	\$ 209.52	\$ 217.56
TOTAL GENERAL FUND SURPLUS/(DEFICIT)	\$ (0.41)	\$ (6.04)	\$ (12.88)	\$ (18.18)	\$ (26.45)	\$ (30.72)
SURPLUS/(DEFICIT) AS % OF BUDGET	0%	-3%	-7%	-9%	-13%	-14%

ATTACHMENTS

1. FY2018 Second Quarter Financial Report

Staff Contact: David Bilby, Finance Department