



3RD QUARTER BUDGET REPORT

FISCAL YEAR 2019



Fiscal Year 2019

Third Quarter Monitoring Report

Fiscal Year 2019 General Fund Budget

Description	Revised Budget FY 2019*	Projected FY 2019**
Revenues:		
MAJOR DISCRETIONARY REVENUES	\$ 143.8	\$ 145.4
OTHER GENERAL FUND REVENUES	47.1	48.4
TOTAL REVENUES	\$ 190.9	\$ 193.8
Expenditures:		
PERSONNEL SERVICES	\$ 129.2	\$ 128.6
OTHER EXPENDITURES	64.2	62.6
TOTAL EXPENDITURES	\$ 193.4	\$ 191.2
TOTAL GENERAL FUND SURPLUS/(DEFICIT)	\$ (2.5)	\$ 2.6

* Adopted Budget plus budget amendments & capital project appropriations carried forward from previous fiscal year.

** Difference due to rounding.

*** Anticipate using \$2.5M to balance the FY 2020 Budget.



Fiscal Year 2019 General Fund Revenue Projections

(in thousands)

Revenue Category	FY 2019 Revised Budget	FY 2019 Projected Budget	Variance
Property Taxes	\$ 35,302	\$ 35,453	\$ 151
Sales Tax	33,698	34,668	970
Measure P Sales Tax	18,085	18,085	-
Measure A Sales Tax	13,430	13,430	-
PT in lieu of Motor Vehicle License Fee (VLF)	21,886	22,334	447
Franchise Fees	11,692	11,692	-
Utility Users Tax	5,605	5,605	-
Transient Occupancy Taxes	4,103	4,103	-
Development Revenue	1,250	1,380	130
License and Permits	1,988	2,065	77
Fines, Forfeitures, Penalties	1,241	1,244	2
Use of Money & Property	2,953	3,057	104
Other Local Taxes	2,598	2,601	3
Police Grants	837	837	-
Revenue from Other Agencies	1,347	1,392	45
Charges for Services	7,922	8,830	908
Interfund Reimbursements	11,495	12,570	1,075
Other Revenue	2,002	2,146	144
Transfers In	13,478	12,266	(1,212)
TOTAL REVENUES	\$ 190,914	\$ 193,758	\$ 2,844



Fiscal Year 2019 General Fund Expense Projections

(in thousands)

Department	FY 2019 Revised Budget	FY 2019 Projected Budget	Variance
City Council	\$ 1,627	\$ 1,517	\$ (110)
Boards & Commissions	28	10	(17)
City Clerk	1,049	1,053	5
City Attorney	3,208	3,056	(152)
Administration	2,216	2,175	(41)
Information Technology	3,840	3,647	(193)
Human Resources	2,900	2,566	(334)
Finance	4,106	3,891	(215)
Non-Departmental	41,111	42,701	1,590
Animal Care Facility	2,976	2,969	(7)
Economic Development	2,137	2,169	33
Development Services	2,900	2,674	(226)
Engineering/Capital Project	9,120	8,621	(499)
Police	56,698	56,334	(364)
Fire	32,453	31,386	(1,067)
Public Works	11,917	11,620	(297)
Parks and Recreation	11,008	11,067	58
Library	4,127	3,781	(346)
TOTAL EXPENDITURE BUDGET	\$ 193,422	\$ 191,237	\$ (2,185)



Fiscal Year 2019 Budget Projections

Projected Year-End revenue surplus of approximately \$2.5 million for General Fund

- \$1.0 million of delayed FY 2018 Sales Tax received in FY 2019 (one-time)
- \$0.7 million in Fire Strike team revenues
- \$0.4 million in Property Tax in lieu of Motor Vehicle License Fees
- \$0.2 million increase in Property Tax revenue
- \$0.2 million in projected transfer-in revenues from the SAFER Grant activities



Fiscal Year 2019 Budget Projections

Projected Year-End expenditure savings of approximately \$2.2 million for General Fund

- \$0.6 million of Personnel Services savings
- \$1.7 million of Supplies & Services savings
- (\$0.3) million in Other Capital overages



Fiscal Year 2019 General Fund Third Quarter Adjustments

DEPARTMENT	PERSONNEL SERVICES	SUPPLIES & SERVICES	TOTAL EXPENSE	TOTAL REVENUE	NET COST
GENERAL FUND					
Non-Departmental	(222,395)	20,930	(201,465)	(255,930)	(457,395)
Police	-	225,000	225,000	-	225,000
Fire	-	36,000	36,000	(36,000)	-
Public Works	-	75,000	75,000	(75,000)	-
Parks and Recreation	232,395	-	232,395	-	232,395
Library	-	54,724	54,724	(54,724)	-
TOTAL GENERAL FUNDS	\$ 10,000	\$ 411,654	\$ 421,654	\$ (421,654)	\$ -



Fiscal Year 2019 General Fund Third Quarter Adjustments

General Fund Significant Budget Adjustments

Non-Departmental

- Appropriate \$225,000 in excess revenues for the Property Tax in Lieu of VLF revenues, which would be used to offset the purchase of Police Body worn cameras.
- Transfer of (\$232,395) in appropriations for Ongoing Salary Savings from Parks and Recreation Department to Non-Departmental. Correction related to the FY 2019 Parks Division restructuring from Public Works to the Parks and Recreation Department.

Police - Appropriate \$225,000 in the Police Department in Supplies and Services for body worn police cameras from excess revenues in Non-Departmental.

Parks and Recreation Department – Transfer \$232,395 in Ongoing Salary Savings from the Parks Division to Non-Departmental, which incorrectly posted One time salary savings in Parks and Recreation Budget.



Fiscal Year 2019 Other Funds Third Quarter Adjustments

Other Funds Significant Budget Adjustments

- Transportation Grants-Gas Tax - Appropriate \$320,000 in expenses to purchase a street sweeper and equipment from fund balance.
- Environmental Services - Appropriate \$154,520 in both revenue and expenses from CalRecycle program for Other Expenses, Supplies and Services, and Utilities.
- Transit Capital Projects – Transfer of \$165,827 in expense appropriations from Other Capital to Supplies and Services.
- Development Services Fund - Appropriate \$176,000 in revenue and expenses to Other Expenses.
- Transfer \$107,415 in appropriations from the Other Transportation Program Fund to the Transportation DIFs Fund.
- Transfer of \$181,473 in expense appropriation in the Measure P Fund from Org Key 220350 to 220368 (CIP Expenditure) for Staff time reimbursements.



Next Steps

June 4	<ul style="list-style-type: none">• Public Hearing and Recommend Council adoption of Proposed FY 2019-20 Budget (All Funds)
September – TBD	<ul style="list-style-type: none">• Fourth Quarter FY 2019 Financial Report



City Council

Comments/Feedback