

City of Santa Barbara
Fiscal Year 2013 Year-End Results
Proposed Budget Adjustments

	<u>Increase (Decrease) in Appropriations</u>	<u>Increase (Decrease) in Estimated Revenues</u>	<u>Addition to (Use of) Fund Balance</u>
GENERAL FUND			
City Attorney			
Successor Agency Reimbursement Revenues	\$ -	\$ 6,744	\$ 6,744
Supplies and Services - Office Remodel	6,744	-	(6,744)
<p>During Fiscal Year 2013, City Attorney's office remodel exceeded budget; however, City Attorney Reimbursement Revenues from the Successor Agency also exceeded budget as of June 30, 2013. These recommended entries increase appropriations and estimated revenues to cover the additional office remodel costs.</p>			
Fire Department			
Mutual Aid Revenues	-	12,029	12,029
Mutual Aid Overtime Salary Costs	12,029	-	(12,029)
<p>Due to a high fire season, the Fire Department experienced higher than anticipated mutual aid expenditures related to the cost of providing assistance to other locations in the state. These recommended entries increase appropriations and estimated revenues for the additional mutual aid activities.</p>			
Parks and Recreation			
Recreation Program Revenues	-	136,223	136,223
Recreation Programs - Hourly Salaries/Non-Contractual Services	136,223	-	(136,223)
<p>During Fiscal Year 2013, new and expanded recreation programs resulted in additional recreation revenues and increased costs for hourly salaries and other recreation program costs. These recommended entries increase appropriations and estimated revenues for the new and expanded recreation programs.</p>			
General Government			
Transfer 20 S. Milpas St. Sale Revenues to Capital Outlay Fund	\$ 534,207	\$ 534,207	\$ -
<p>During Fiscal Year 2013, the City sold surplus property at 20 South Milpas Street for \$570,000, resulting in unbudgeted net proceeds of \$534,207. This recommended entry will increase estimated revenues for the one-time sale and transfer the funds to the Capital Outlay Fund to be appropriated by Council at a future date. Recommendations on the use of these funds will be made by staff to Council in Fiscal Year 2014.</p>			
Transfer Flores Insurance Settlement Revenues to Capital Outlay Fund	602,453	602,453	-
<p>During Fiscal Year 2013, the City received the final insurance settlement for the Flores case amounting to \$677,453, of which \$602,453 are General Fund revenues. This recommended entry will increase estimated revenues for the one-time settlement and transfer the funds to the Capital Outlay Fund to be appropriated by Council at a future date. Recommendations on the use of these funds will be made by staff to Council in Fiscal Year 2014.</p>			
Transfer 50% of FY 2013 Year-End Surplus to Capital Outlay Fund	1,628,717	-	(1,628,717)
<p>Per City reserve policies, 50% of each year-end surplus will be transferred to the Capital Outlay Fund to provide additional funding for capital projects. This recommended entry transfers 50% of the Fiscal Year 2013 year-end surplus, amounting to \$1,628,717, to the Capital Outlay Fund.</p>			
Total General Fund	<u>\$ 2,765,377</u>	<u>\$ 1,136,660</u>	<u>\$ (1,628,717)</u>

	<u>Increase (Decrease) in Appropriations</u>	<u>Increase (Decrease) in Estimated Revenues</u>	<u>Addition to (Use of) Fund Balance</u>
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CAPITAL OUTLAY FUND

Transfer 20 S. Milpas St. Revenue from General Fund	\$ -	\$ 534,207	\$ 534,207
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During Fiscal Year 2013, the City sold surplus property at 20 South Milpas Street for \$570,000, resulting in unbudgeted net proceeds of \$534,207. This recommended entry transfers the funds from the General Fund to the Capital Outlay Fund to be appropriated by Council at a future date.

Transfer Flores Settlement Revenues from General Fund	-	602,453	602,453
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During Fiscal Year 2013, the City received the final insurance settlement for the Flores case amounting to \$677,453, of which \$602,453 are General Fund revenues. This recommended entry will transfer the funds from the General Fund to the Capital Outlay Fund to be appropriated by Council at a future date.

Transfer 50% of FY 2013 Year-End Surplus from General Fund	-	1,628,717	1,628,717
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Per City reserve policies, 50% of each year-end surplus in the General Fund will be transferred to the Capital Outlay Fund to provide additional funding for capital projects. This recommended entry transfers 50% of the Fiscal Year 2013 year-end surplus, amounting to \$1,628,717, from the General Fund to the Capital Outlay Fund.

Total Capital Outlay Fund	<u>\$ -</u>	<u>\$ 2,765,377</u>	<u>\$ 2,765,377</u>
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SPECIAL REVENUE FUNDS

Federal Home Loan Program Fund (162)

Housing and Urban Development Home Loan Grant & Program Revenue	\$ -	\$ 211,465	\$ 211,465
Housing Development Loan for Salsipuedes and Haley	177,847	-	(177,847)
Appropriations Available for Housing Development Loans	33,618	-	(33,618)

The Federal Department of Housing and Urban Development allocates home loan grant funding to the City on an annual basis. This entry will increase estimated revenues to match the total grant fund allocation and program income through Fiscal Year 2013. This entry also increases appropriations for the Salsipuedes and Haley loan per the loan agreement approved by Council and provides budgeted funds to be allocated in future years.

Total Federal Home Loan Program Fund	<u>\$ 211,465</u>	<u>\$ 211,465</u>	<u>\$ -</u>
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ENTERPRISE FUNDS

Water Operating Fund (411)

Transfer Surplus Revenues to Rate Stabilization in Capital Fund	\$ 1,995,596	\$ 1,995,596	\$ -
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In Fiscal Year 2013, the City refinanced Water Fund bond debt and developed a Rate Stabilization Reserve to add assurance to potential lenders of the City's ability to meet debt coverage requirements in future years. In a year when water rates revenues fall below projections, the Rate Stabilization Reserve funds may be counted as revenues to meet debt coverage. This recommended entry will increase estimated revenues for surplus water revenues in Fiscal Year 2013 and transfer \$2 million to the Rate Stabilization Reserve in the Water Capital Fund, resulting in a total Rate Stabilization Reserve balance of \$5 million.

Total Water Operating Fund	<u>\$ 1,995,596</u>	<u>\$ 1,995,596</u>	<u>\$ -</u>
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	<u>Increase (Decrease) in Appropriations</u>	<u>Increase (Decrease) in Estimated Revenues</u>	<u>Addition to (Use of) Fund Balance</u>
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ENTERPRISE FUNDS (cont.)

Water Capital Fund (412)

Transfer Surplus Water Fund Revenues to Rate Stabilization Reserve	\$ -	\$ 1,995,596	\$ 1,995,596
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In Fiscal Year 2013, the City refinanced Water Fund bond debt and developed a Rate Stabilization Reserve to add assurance to potential lenders of the City's ability to meet debt coverage requirements in future years. In a year when water rates revenues fall below projections, the Rate Stabilization Reserve funds may be counted as revenues to meet debt coverage. This recommended entry will transfer \$2 million in surplus Water Fund revenues to the Rate Stabilization Reserve in the Water Capital Fund, resulting in a total Rate Stabilization Reserve balance of \$5 million.

Total Water Capital Fund

\$ -	\$ 1,995,596	\$ 1,995,596
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Airport Capital Fund (442)

Adjust Capital Project Budgets:

Close Building 255 West Wind Remodel	\$ (311,736)	\$ -	\$ 311,736
Goleta Slough Tidal Restoration Feasibility	71,613	-	(71,613)
Building Demolition	28,050	-	(28,050)
Airport Sewer System	210,576	-	(210,576)
Rehab if Taxiways C, H and J	1,497	-	(1,497)

During Fiscal Year 2013, four Airport capital projects incurred additional project costs above budget and the 255 West Wind Remodel project was completed with remaining available appropriations of \$311,736. These recommended entries will close the 255 West Wind project, transfer the appropriations to cover the overspending in the other four projects and provide \$61,648 of additional appropriations to the Airport Sewer System to cover the remaining cost of the project.

Total Airport Capital Fund

\$ -	\$ -	\$ -
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INTERNAL SERVICE FUNDS

Self Insurance Trust Fund (531)

Inverse Condemnation - Barajas Judgment	\$ 636,547	\$ -	\$ (636,547)
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In late Fiscal Year 2013, the City received a jury verdict relating to an inverse condemnation case, resulting in a judgment of \$636,547. This type of award is not typically covered by the City's self-insurance program or by the City's excess insurance for liability claims. This recommended entry will increase appropriations for the judgment in the Self Insurance Trust Fund. Recommendations on funding this judgment along with capital and other one-time projects will be submitted to Council in Fiscal Year 2014 when staff comes to Council regarding the unbudgeted, one-time revenues received in Fiscal Year 2013.

Total Self Insurance Trust Fund

\$ 636,547	\$ -	\$ (636,547)
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