

City of Santa Barbara
Interim Financial Statements for the Nine Months Ended March 31, 2014
Proposed Budget Adjustments

	<u>Increase (Decrease) in Appropriations</u>	<u>Increase (Decrease) in Estimated Revenues</u>	<u>Addition to (Use of) Reserves</u>
GENERAL FUND (1000)			
Police			
Transfer from Misc. Grants for Reimburs. of Bullet Proof Vest Grant Costs	\$ -	\$ 36,617	\$ 36,617
<p>The Police Department has received \$36,617 in revenues over several years in the Miscellaneous Grants Fund from the Department of Justice for the Bullet Proof Vest Partnership Grant Program. Prior to Fiscal Year 2014, the General Fund incurred all \$36,617 of the bullet proof vest costs for the program. This recommended entry reimburses the General Fund for the Bullet Proof Vest Partnership Grant costs incurred.</p>			
Total General Fund	<u>\$ -</u>	<u>\$ 36,617</u>	<u>\$ 36,617</u>
SPECIAL REVENUE FUNDS			
Disaster Recovery Initiative Fund (2890)			
Transfer to Streets Fund for Reimburs. of Sycamore Creek Channel Costs	\$ 70,760	\$ -	\$ (70,760)
<p>Public Works received reimbursement funding in the Disaster Recovery Initiative Fund prior to Fiscal Year 2014 for costs related to the Sycamore Creek Channel Improvement Project. However, the costs were recorded in the Streets Fund rather than the Disaster Recovery Initiative Fund. This recommended entry will reimburse the Streets Fund from the available reserves in the Disaster Recovery Initiative Fund for the costs incurred by the Streets Fund.</p>			
Total Disaster Recovery Initiative Fund	<u>\$ 70,760</u>	<u>\$ -</u>	<u>\$ (70,760)</u>
Streets Fund (2400)			
Transfer from Disaster Rec. Fund for Reimburs. of Sycamore Creek Channel Costs	\$ -	\$ 70,760	\$ 70,760
<p>Public Works received reimbursement funding in the Disaster Recovery Initiative Fund prior to Fiscal Year 2014 for costs related to the Sycamore Creek Channel Improvement Project. However, the costs were recorded in the Streets Fund rather than the Disaster Recovery Initiative Fund. This recommended entry will reimburse the Streets Fund from the available reserves in the Disaster Recovery Initiative Fund for the costs incurred by the Streets Fund.</p>			
Increase Appropriations for Mason St. Bridge Project - Design & Right of Way	50,000	-	(50,000)
<p>Since adoption of the Fiscal Year 2014 budget, the Public Works Department has identified \$50,000 of additional funding needs for the Mason Street Bridge project to cover non-eligible costs associated with completing the design and right of way phases of the project. This recommended entry will increase appropriations from available reserves for these additional costs.</p>			
Increase Approp. for Post Bridge Const. Monitoring/Reporting - Ortega & Haley	25,000	-	(25,000)
<p>The Public Works Department has identified additional ongoing monitoring/reporting requirements for the completed Ortega Street Bridge and Haley/De La Vina Street Bridge. Monitoring and reporting will continue for Ortega until 2017 and for Haley/De La Vina until 2016. The costs to provide this additional work effort in Fiscal Year 2014 amounts to \$25,000. This recommended entry will increase appropriations from available reserves for these additional costs.</p>			

	<u>Increase (Decrease) in Appropriations</u>	<u>Increase (Decrease) in Estimated Revenues</u>	<u>Addition to (Use of) Reserves</u>
SPECIAL REVENUE FUNDS (cont.)			
Streets Fund (2400)			
Increase Appropriations for the Sycamore/Punta Gorda Project	100,000	-	(100,000)
<p>During Fiscal Year 2014, delays by Edison on the Sycamore/Punta Gorda project forced construction to shut down and resulted in additional costs of \$100,000 for demobilization and re-mobilization. While Public Works has submitted a claim to Edison for reimbursement of these costs, the costs have already been incurred. This recommended entry will increase appropriations from available reserves for these additional costs.</p>			
Increase Appropriations for De La Vina/Figueroa Intersection Project	50,000	-	(50,000)
<p>Since adoption of the Fiscal Year 2014 budget, the Public Works Department has identified \$50,000 of additional funding needs for the De La Vina/Figueroa Intersection project to cover costs associated with managing the construction phase of the project that exceeded the available Highway Safety Improvement Program grant amount. This recommended entry will increase appropriations from available reserves for these additional costs.</p>			
Transfer Available Appropriations from Salaries and Benefits	(71,000)	-	71,000
Increase Appropriations for the Traffic Safety / Capacity Improvements Project	71,000	-	(71,000)
<p>During Fiscal Years 2012 and 2013, Public Works installed solar powered pedestrian activated flashers. Due to unreliable performance, the flashers require hard wiring to a power source which require new conduits. An additional conduit is required at the location of a pedestrian activated flasher scheduled for installation in Fiscal Year 2015. These recommended entries will transfer \$71,000 of available appropriations in salaries and benefits resulting from a long-term vacancy in the Transportation Engineering Associate position to the Traffic Safety / Capacity Improvements project to fund these additional costs.</p>			
Transfer from Streets Grant Capital Fund for Reimbursement of Prior Year Costs	-	941,511	941,511
Transfer to Streets Grant Capital Fund for Reimbursement of Prior Year Costs	519,753	-	(519,753)
<p>During Fiscal Year 2014, Finance and Public Works have performed an analysis of project costs and revenues over a multi-year period in the Streets Fund, Streets Grant Capital Fund and the Measure D Fund. Based on this analysis, it was determined that entries were necessary to properly match expenditures with revenues within these funds prior to Fiscal Year 2014. These recommended entries will transfer funds between the Streets Fund, Streets Grant Capital Fund and the Measure D Fund for reimbursement of costs incurred in the prior years and to properly match expenditures with revenues.</p>			
Total Streets Fund	<u>\$ 744,753</u>	<u>\$ 1,012,271</u>	<u>\$ 267,517</u>
Measure D Fund (2430)			
Transfer from Streets Grant Capital Fund for Reimbursement of Prior Year Costs	\$ 6,078	\$ -	\$ (6,078)
<p>During Fiscal Year 2014, Finance and Public Works have performed an analysis of project costs and revenues over a multi-year period in the Streets Fund, Streets Grant Capital Fund and the Measure D Fund. Based on this analysis, it was determined that entries were necessary to properly match expenditures with revenues within these funds prior to Fiscal Year 2014. These recommended entries will transfer funds between the Streets Fund, Streets Grant Capital Fund and the Measure D Fund for reimbursement of costs incurred in the prior years and to properly match expenditures with revenues.</p>			
Total Measure D Fund	<u>\$ 6,078</u>	<u>\$ -</u>	<u>\$ (6,078)</u>

	<u>Increase (Decrease) in Appropriations</u>	<u>Increase (Decrease) in Estimated Revenues</u>	<u>Addition to (Use of) Reserves</u>
SPECIAL REVENUE FUNDS (cont.)			
Streets Grant Capital Fund (3410)			
Transfer from Streets Fund for Reimbursement of Prior Year Costs	\$ -	\$ 519,753	\$ 519,753
Transfer to Streets Fund for Reimbursement of Prior Year Costs	941,511	-	(941,511)
Transfer to Measure D Fund for Reimbursement of Prior Year Costs	6,078	-	(6,078)
<p>During Fiscal Year 2014, Finance and Public Works have performed an analysis of project costs and revenues over a multi-year period in the Streets Fund, Streets Grant Capital Fund and the Measure D Fund. Based on this analysis, it was determined that entries were necessary to properly match expenditures with revenues within these funds prior to Fiscal Year 2014. These recommended entries will transfer funds between the Streets Fund, Streets Grant Capital Fund and the Measure D Fund for reimbursement of costs incurred in the prior years and to properly match expenditures with revenues.</p>			
Total Streets Grant Capital Fund	<u>\$ 947,588</u>	<u>\$ 519,753</u>	<u>\$ (427,835)</u>
County Library Fund (2500)			
Goleta Library - Professional Services for Public Survey Costs	\$ 20,000	\$ -	\$ (20,000)
<p>On April 1, 2014, the Library Department received notice from the County of Santa Barbara to expend \$20,000 from the Goleta Library reserve account to partially fund a public survey to explore the feasibility of developing a library special tax ballot measure for the November 2014 election. This ballot measure would establish a special tax for library services and operations, as recommended by the Library Advisory Committee. This recommended entry will appropriate available Goleta Library reserves in the amount of \$20,000 for costs related to the public survey.</p>			
Friends of the Santa Ynez Valley Libraries Donation - Solvang Branch	-	6,500	6,500
Book Acquisitions and Materials - Solvang Branch	6,500	-	(6,500)
<p>During Fiscal Year 2014, the Friends of the Santa Ynez Valley Libraries have provided an additional donation of \$6,500 to be used for the purchase of books and materials for the Los Olivos Branch Library. This recommended entry will increase estimated revenues and appropriations for donations and book acquisitions and materials for the Solvang Branch.</p>			
Friends of the Carpinteria Library Donation - Carpinteria Branch	-	2,500	2,500
Book Acquisitions and Materials - Carpinteria Branch	2,500	-	(2,500)
<p>During Fiscal Year 2014, the Friends of the Santa Ynez Valley Libraries have provided an additional donation of \$6,500 to be used for the purchase of books and materials for the Los Olivos Branch Library. This recommended entry will increase estimated revenues and appropriations for donations and book acquisitions and materials for the Solvang Branch.</p>			
Total County Library Fund	<u>\$ 29,000</u>	<u>\$ 9,000</u>	<u>\$ (20,000)</u>
Miscellaneous Grants Fund (2800)			
Transfer to General Fund for Reimburs. of Bullet Proof Vest Grant Costs	\$ 36,617	\$ -	\$ (36,617)
<p>The Police Department has received \$36,617 in revenues over several years in the Miscellaneous Grants Fund from the Department of Justice for the Bullet Proof Vest Partnership Grant Program. Prior to Fiscal Year 2014, the General Fund incurred all \$36,617 of the bullet proof vest costs for the program. This recommended entry reimburses the General Fund for the Bullet Proof Vest Partnership Grant costs incurred.</p>			
Total Miscellaneous Grants Fund	<u>\$ 36,617</u>	<u>\$ -</u>	<u>\$ (36,617)</u>

	<u>Increase (Decrease) in Appropriations</u>	<u>Increase (Decrease) in Estimated Revenues</u>	<u>Addition to (Use of) Reserves</u>
ENTERPRISE FUNDS			
Downtown Parking Fund (5300)			
Transfer to Downtown Parking Capital Fund to Cover Prior Year Costs	\$ 25,844	\$ -	\$ (25,844)
<p>Prior to Fiscal Year 2009, Downtown Parking capital and operating activities were combined into one fund. A separate capital fund was established in 2009, at which time certain costs were incorrectly charged to the capital fund resulting in a negative fund balance of \$25,844. This recommended entry will transfer available reserves from the Downtown Parking Fund to the Downtown Parking Capital Fund to cover these prior year costs.</p>			
Total Downtown Parking Fund	<u>\$ 25,844</u>	<u>\$ -</u>	<u>\$ (25,844)</u>
Downtown Parking Capital Fund (5310)			
Transfer from Downtown Parking Fund to Cover Prior Year Costs	\$ -	\$ 25,844	\$ 25,844
<p>Prior to Fiscal Year 2009, Downtown Parking capital and operating activities were combined into one fund. A separate capital fund was established in 2009, at which time certain costs were incorrectly charged to the capital fund resulting in a negative fund balance of \$25,844. This recommended entry will transfer available reserves from the Downtown Parking Fund to the Downtown Parking Capital Fund to cover these prior year costs.</p>			
Total Downtown Parking Capital Fund	<u>\$ -</u>	<u>\$ 25,844</u>	<u>\$ 25,844</u>
Solid Waste Fund (5400)			
Solid Waste Fee Revenues	\$ -	\$ 200,000	\$ 200,000
Hauler Payment Costs	200,000	-	(200,000)
<p>As of March 31, 2014, billings for trash and recycling services have exceeded expectations resulting in revenues exceeding budget by more than \$400,000. As payments to the City's trash hauler are directly tied to customer billings, the increase in revenues results in a corresponding increase to hauler payment expenses. Due to salary savings and reduced costs for the operation and maintenance of the closed Las Positas Landfill at Elings Park, Environmental Services is estimating total fund expenses will exceed budget for Fiscal Year 2014 by \$200,000. These recommended entries will increase estimated revenues for solid waste fees and appropriations for hauler payments in the amount of \$200,000.</p>			
Total Solid Waste Fund	<u>\$ 200,000</u>	<u>\$ 200,000</u>	<u>\$ -</u>
Golf Operating Fund (5600)			
Transfer to Golf Capital for New Golf Course Irrigation Infrastructure Upgrade	\$ 30,000	\$ -	\$ (30,000)
<p>Upon analyzing the Golf Course's current irrigation system design, the Parks and Recreation Department has identified the need for an irrigation infrastructure system upgrade. The improved irrigation system will reduce the use of potable water in favor of recycled water, thus lessening the demand on already scarce resources and decreasing costs to the Golf Course Operating Fund. These recommended entries will allocate \$70,000 of available appropriations from existing projects in the Golf Capital Fund that have either been completed under budget or delayed into future years and \$30,000 from available reserves in the Golf Operating Fund.</p>			
Total Golf Operating Fund	<u>\$ 30,000</u>	<u>\$ -</u>	<u>\$ (30,000)</u>

	<u>Increase (Decrease) in Appropriations</u>	<u>Increase (Decrease) in Estimated Revenues</u>	<u>Addition to (Use of) Reserves</u>
ENTERPRISE FUNDS (cont.)			
Golf Capital Fund (5610)			
Transfer from Golf Operating for New Golf Course Irrigation Infrastructure Upgrade	\$ -	\$ 30,000	\$ 30,000
Adjust Capital Project Budgets:			
Transfer Available Appropriations from Golf Course Improv. Plan Project	(30,000)	-	30,000
Transfer Available Appropriations from Golf Course Irrigation Controllers Project	(11,986)	-	11,986
Transfer Available Appropriations from Power Turf Equipment Project	(8,200)	-	8,200
Transfer Available Appropriations from Golf Club Infrastructure Renewal Project	(19,814)	-	19,814
New Golf Course Irrigation Infrastructure Upgrade Project	100,000	-	(100,000)
<p>Upon analyzing the Golf Course's current irrigation system design, the Parks and Recreation Department has identified the need for an irrigation infrastructure system upgrade. The improved irrigation system will reduce the use of potable water in favor of recycled water, thus lessening the demand on already scarce resources and decreasing costs to the Golf Course Operating Fund. These recommended entries will allocate \$70,000 of available appropriations from existing projects in the Golf Capital Fund that have either been completed under budget or delayed into future years and \$30,000 from available reserves in the Golf Operating Fund.</p>			
Total Golf Capital Fund	<u>\$ 30,000</u>	<u>\$ 30,000</u>	<u>\$ -</u>