

City of Santa Barbara
Interim Financial Statements for the Year Ended June 30, 2016
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)			
General Government			
Transfer from City Administrator Cal Grip Grants Fund for Overpayment of Cal Grip Grant	\$ -	\$ 17,991	\$ 17,991
<p>The Cal Grip Grant received an overpayment from the granting agency in FY 10, of \$17,991. In the years since, the department has made several attempts to contact the State and return the funds, unsuccessfully. As the Grant has been closed for 5 years and no other resolution is available, the recommended entries will transfer the balance to the General Fund.</p>			
Transfer from Police Grants Fund for Selective Traffic Enforcement Grant	-	2,291	2,291
Transfer from Police Grants Fund for AVOID Grant	-	2,517	2,517
<p>The City received reimbursements in prior years for Selective Traffic Enforcement and AVOID Grants from the granting agencies for expenses that were incurred in the General Fund. The recommended entries will transfer the funds to the General Fund where the costs were incurred.</p>			
Mayor & Council			
Increase Appropriations for Mayor & Council Activities	10,000		(10,000)
<p>Benefits for group insurance were budgeted based on FY 15 elections. Due to changes to the elections for insurance benefits in FY 16, the budget was understated. The recommended entry will increase appropriations to cover the group insurance costs for FY 16.</p>			
Fire Department			
Increase Estimated Revenues and Appropriations for Mutual Aid Activities	898,848	898,848	-
<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 the appropriations and estimated revenues for the additional overtime costs incurred responding to these calls, which are partially reimbursable per mutual aid agreements.</p>			
Total General Fund	<u>\$ 908,848</u>	<u>\$ 921,648</u>	<u>\$ 12,800</u>
SPECIAL REVENUE FUNDS			
Streets Capital Fund (3400)			
Transfer from Streets Grants Capital Fund for Bridge Preventative Maintenance Project Phase 2	\$ -	\$ 10,000	\$ 10,000
Increase Appropriations for Bridge Preventative Maintenance Phase 2 Project	10,000	-	(10,000)
<p>The Bridge Preventative Maintenance Phase 2 Project is a federally funded grant project in the final design stage and will be constructed in FY 2017. The Bridge Preventative Maintenance Grant Program provides funding for routine bridge maintenance and repairs and also provides city match to federally funded projects. These recommended entries will transfer the \$10,000 city match to the Bridge Preventative Maintenance Phase 2 Project.</p>			
Adjust Capital Project Budgets:			
Decrease Appropriations - Overlays - Pavement Maintenance	(50,000)	-	50,000
Increase Appropriations - Gutierrez St Bridge Replacement Project	50,000	-	(50,000)
<p>The Gutierrez St Bridge Replacement Project is over budget due to increased consultant costs. Scoping for the project took longer than originally estimated due to creeks requirements, also increasing the cost for staff time. Staff recommend temporarily funding the increases from Overlays-Pavement Maintenance until the property located at 20 West Mason is sold. At that time, it is anticipated there will be surplus on this sale, which will be used to reimburse Overlays-Pavement Maintenance.</p>			
Total Streets Capital Fund	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ -</u>

	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
SPECIAL REVENUE FUNDS (cont'd)			
Affordable Housing Fund (2120)			
Increase Appropriations for Forgiveness of Loan Receivable	\$ 300,000	\$ -	\$ (300,000)
<p>The Affordable Housing Fund lent \$300,000 to the Coalition for the Homeless Shelter with terms providing that they operate a shelter for 15 years at which time the loan would be forgiven. The terms of the loan were met. This recommended entry increases the appropriation to book the forgiveness of the loan.</p>			
Total Affordable Housing Fund	\$ 300,000	\$ -	\$ (300,000)
Streets Grants Capital Fund (3410)			
Increase Estimated Revenues and Appropriations - Local Surface Transportation Program	\$ 2,368	\$ 2,368	\$ -
<p>Local Surface Transportation Program provides funding for local street and road maintenance projects. Staff prepared the annual budget based on estimates. The actual amount received over the years for the program is \$2,368 more than was budgeted. This adjustment increases the estimated revenues and appropriations, allowing the department the ability to receive and utilize the additional funding.</p>			
Adjust Capital Project Budgets:			
Decrease Appropriations - Mason St Bridge Replacement Project	(50,000)	-	50,000
Decrease Appropriations - Cota St Bridge Replacement Project	(50,000)	-	50,000
Increase Appropriations - HSIP Crosswalk Enhancements	100,000	-	(100,000)
<p>The HSIP Crosswalk Enhancements Project bids came in higher than budgeted. In addition, Cal Trans funding was less than original estimates. Two bridge projects, Mason St and Cota St Bridge Replacement Projects have completed the construction phases under budget. These recommended entries will transfer the available appropriations from the two bridge projects to the HSIP Crosswalk Enhancements Project.</p>			
Transfer to Streets Capital Fund for Bridge Preventative Maintenance Project Phase 2	10,000	-	(10,000)
Decrease Appropriations for Bridge Preventative Maintenance Program	(10,000)	-	10,000
<p>The Bridge Preventative Maintenance Phase 2 Project is a federally funded grant project in the final design stage and will be constructed in FY 2017. Costs were higher than estimated due to some environmental issues, which took more time for both the consultant and staff. The Bridge Preventative Maintenance Program provides funding for routine bridge maintenance and repairs and also provides city match to federally funded projects. These recommended entries will provide the \$10,000 needed city match to the Bridge Preventative Maintenance Phase 2 Project.</p>			
Total Streets Grants Capital Fund	\$ 2,368	\$ 2,368	\$ -
Police SLESF Fund (2320)			
Increase Estimated Revenues and Appropriations to Supplemental Law Enforcement Fund COPS Program	\$ 16,500	\$ 16,500	\$ -
<p>The Police Department receives federal revenue to pay for expenses related to an officer position. In FY 16 additional revenue was received. The revenues will be used to pay for the expenses relating to a police officer position. The recommended entries increase estimated revenues and expenditures allowing the department the ability to utilize the additional funding.</p>			
Total Police SLESF Fund	\$ 16,500	\$ 16,500	\$ -
City Administrator Cal Grip Grants Fund (2805)			
Transfer to General Fund for Overpayment of Cal Grip Grant	\$ 17,991	\$ -	\$ (17,991)
<p>The Cal Grip Grant received an overpayment from the granting agency in FY 10, of \$17,991. In the years since, the department has made several attempts to contact the State and return the funds, unsuccessfully. As the Grant has been closed for 5 years and no other resolution is available, the recommended entries will transfer the balance to the General Fund.</p>			
Total City Administrator Cal Grip Grants Fund	\$ 17,991	\$ -	\$ (17,991)

	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
SPECIAL REVENUE FUNDS cont'd			
Police Grants Fund (2830)			
Transfer to General Fund for Overpayment of Selective Traffic Enforcement Grant	\$ 2,291	\$ -	\$ (2,291)
Transfer to General Fund for Overpayment of AVOID Grant	2,517	-	(2,517)
<p>The City received reimbursements in prior years for Selective Traffic Enforcement and AVOID Grants from the granting agencies for expenses that were incurred in the General Fund. The recommended entries will transfer the funds to the General Fund where the costs were incurred.</p>			
Total Police Grants Fund	\$ 4,809	\$ -	\$ (4,809)
Parks and Recreation Grants Fund (2860)			
Increase Estimated Revenues and Appropriations for Family Health & Nutrition Program	\$ 1,546	\$ 1,546	\$ -
<p>Family Health & Nutrition Project provides culinary education to participants. The program incurred additional costs of \$1,546 which will be offset by reimbursement from the PARC Foundation. These recommended entries will increase estimated revenues and appropriations in the Family Health & Nutrition Program by \$1,546.</p>			
Increase Estimated Revenues and Appropriations for Rose Garden Improvements Project	5,000	5,000	-
<p>Rose Garden Improvements Project received additional donations of \$5,000 from a private trust to provide funding for costs such as specific fertilizers and quality composts that benefit the growth of roses. These recommended entries will increase estimated revenues and appropriations in the Project by \$5,000, allowing the department the ability to utilize the funds towards this project.</p>			
Total Parks and Recreation Grants Fund	\$ 6,546	\$ 6,546	\$ -
ENTERPRISE FUNDS			
Water Drought Fund (5011)			
Transfer from Water SRF Loan Fund for Desalination Project		\$ 1,899,152	\$ 1,899,152
<p>In FY 14 & 15, before the Water SRF Loan Fund was established, the Drought Fund incurred \$1,899,152 in reimburseable costs related to the Desalination Project. The reimbursement for these costs were subsequently received into the Water SRF Loan Fund. This transfer will align all the reimburseable costs for the Desalination Project with the SRF funding, within the same Fund.</p>			
Total Water Drought Fund	\$ -	\$ 1,899,152	\$ 1,899,152
Water SRF Loan Fund (5030)			
Transfer to Water Drought Fund for Desalination Project	\$ 1,899,152		\$ (1,899,152)
Decrease Appropriation for Desalination Project	\$ (1,899,152)		\$ 1,899,152
<p>In FY 14 & 15, before the Water SRF Loan Fund was established, the Drought Fund incurred \$1,899,152 in reimburseable costs related to the Desalination Project. The reimbursement for these costs were subsequently received into the Water SRF Loan Fund. This transfer will align all the reimburseable costs for the Desalination Project with the SRF funding, within the same Fund.</p>			
Total Water SRF Loan Fund	\$ -	\$ -	\$ -