



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: November 22, 2016
TO: Mayor and Councilmembers
FROM: Accounting Division, Finance Department
SUBJECT: Fiscal Year 2017 First Quarter Review

RECOMMENDATION: That Council:

- A. Accept the Fiscal Year 2017 Interim Financial Statements for the Three Months Ended September 30, 2016; and
- B. Approve the proposed first quarter adjustments to Fiscal Year 2017 appropriations and estimated revenues as detailed in the attached Schedule of Proposed First Quarter Budget Adjustments.

DISCUSSION:

Each month, staff presents the Interim Financial Statements (Attachment 1) showing the status of revenues and expenditures in relation to budget for each of the City's Funds. The interim financial statements cover the first three months of the fiscal year. As such, it is premature to make any meaningful projections for the fiscal year. However, it appears that General Fund non-departmental revenues are tracking behind budget primarily due to weak growth in two of the City's three largest revenues categories – transient occupancy taxes and sales taxes. Due to lower than anticipated growth in the last few months of Fiscal Year 2016 and a continuation of this low growth trend into the first three months of Fiscal Year 2017, staff anticipates General Fund non-departmental revenues to be below budget by fiscal year-end by approximately \$1.1 million. Staff will continue to monitor revenues over the next three months and will provide an updated revenue analysis at the mid-year review.

In addition to the interim financial statements, staff brings forward recommended adjustments for City Council approval. These adjustments are the result of new information and/or unanticipated events that occurred since the adoption of the budget in June of 2016. A listing and description of each proposed adjustment to the current year budget is provided in Attachment 2.

ATTACHMENTS:

1. Interim Financial Statements for the Three Months Ended September 30, 2016
2. Schedule of Proposed First Quarter Budget Adjustments

PREPARED BY: Jennifer Tomaszewski, Accounting Manager

SUBMITTED BY: Robert Samario, Finance Director

APPROVED BY: City Administrator's Office

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
Summary by Fund
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>
GENERAL FUND					
Revenue	127,360,951	27,328,673	-	100,032,278	21.5%
Expenditures	<u>128,625,187</u>	<u>33,061,757</u>	<u>4,940,647</u>	90,622,783	29.5%
<i>Addition to / (use of) reserves</i>	<u>(1,264,236)</u>	<u>(5,733,083)</u>	<u>(4,940,647)</u>		
SOLID WASTE FUND					
Revenue	21,258,649	5,067,947	-	16,190,702	23.8%
Expenditures	<u>21,596,117</u>	<u>5,071,584</u>	<u>568,522</u>	15,956,012	26.1%
<i>Addition to / (use of) reserves</i>	<u>(337,468)</u>	<u>(3,637)</u>	<u>(568,522)</u>		
WATER OPERATING FUND					
Revenue	48,630,588	12,755,541	-	35,875,047	26.2%
Expenditures	<u>55,232,876</u>	<u>12,348,996</u>	<u>2,765,751</u>	40,118,129	27.4%
<i>Addition to / (use of) reserves</i>	<u>(6,602,288)</u>	<u>406,545</u>	<u>(2,765,751)</u>		
WASTEWATER OPERATING FUND					
Revenue	19,348,980	4,960,018	-	14,388,962	25.6%
Expenditures	<u>19,974,155</u>	<u>4,210,803</u>	<u>1,699,886</u>	14,063,466	29.6%
<i>Addition to / (use of) reserves</i>	<u>(625,175)</u>	<u>749,215</u>	<u>(1,699,886)</u>		
DOWNTOWN PARKING FUND					
Revenue	8,625,451	2,012,379	-	6,613,072	23.3%
Expenditures	<u>9,576,692</u>	<u>2,437,054</u>	<u>697,280</u>	6,442,359	32.7%
<i>Addition to / (use of) reserves</i>	<u>(951,241)</u>	<u>(424,675)</u>	<u>(697,280)</u>		
AIRPORT OPERATING FUND					
Revenue	17,327,481	4,941,958	-	12,385,523	28.5%
Expenditures	<u>17,507,316</u>	<u>3,931,435</u>	<u>1,558,866</u>	12,017,015	31.4%
<i>Addition to / (use of) reserves</i>	<u>(179,835)</u>	<u>1,010,523</u>	<u>(1,558,866)</u>		
GOLF COURSE FUND					
Revenue	2,971,917	742,388	-	2,229,529	25.0%
Expenditures	<u>3,146,275</u>	<u>644,336</u>	<u>1,800,713</u>	701,225	77.7%
<i>Addition to / (use of) reserves</i>	<u>(174,358)</u>	<u>98,051</u>	<u>(1,800,713)</u>		
FACILITIES MANAGEMENT FUND					
Revenue	8,029,797	1,935,231	-	6,094,566	24.1%
Expenditures	<u>8,050,342</u>	<u>1,798,095</u>	<u>715,104</u>	5,537,142	31.2%
<i>Addition to / (use of) reserves</i>	<u>(20,545)</u>	<u>137,135</u>	<u>(715,104)</u>		

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
Summary by Fund
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>
FLEET REPLACEMENT FUND					
Revenue	3,340,301	830,758	-	2,509,543	24.9%
Expenditures	4,973,810	414,402	1,238,326	3,321,082	33.2%
<i>Addition to / (use of) reserves</i>	<u>(1,633,509)</u>	<u>416,357</u>	<u>(1,238,326)</u>		
FLEET MAINTENANCE FUND					
Revenue	2,829,958	702,276	-	2,127,682	24.8%
Expenditures	2,982,033	671,637	226,084	2,084,312	30.1%
<i>Addition to / (use of) reserves</i>	<u>(152,075)</u>	<u>30,639</u>	<u>(226,084)</u>		
SELF INSURANCE TRUST FUND					
Revenue	7,595,923	1,918,953	-	5,676,970	25.3%
Expenditures	7,202,088	1,743,351	213,162	5,245,574	27.2%
<i>Addition to / (use of) reserves</i>	<u>393,836</u>	<u>175,601</u>	<u>(213,162)</u>		
INFORMATION TECHNOLOGY FUND					
Revenue	3,446,902	861,725	-	2,585,177	25.0%
Expenditures	3,600,180	947,297	59,303	2,593,580	28.0%
<i>Addition to / (use of) reserves</i>	<u>(153,278)</u>	<u>(85,571)</u>	<u>(59,303)</u>		
WATERFRONT OPERATING FUND					
Revenue	14,553,005	4,380,490	-	10,172,515	30.1%
Expenditures	14,786,793	3,681,485	1,104,861	10,000,447	32.4%
<i>Addition to / (use of) reserves</i>	<u>(233,788)</u>	<u>699,005</u>	<u>(1,104,861)</u>		
TOTAL FOR ALL FUNDS					
Revenue	285,319,903	68,438,337	-	216,881,566	24.0%
Expenditures	297,253,864	70,962,231	17,588,505	208,703,128	29.8%
<i>Addition to / (use of) reserves</i>	<u>(11,933,961)</u>	<u>(2,523,895)</u>	<u>(17,588,505)</u>		

*** It is City policy to adopt a balanced budget. In most cases, encumbrance balances exist at year-end. These encumbrance balances are obligations of each fund and must be reported at the beginning of each fiscal year. In addition, a corresponding appropriations entry must be made in order to accommodate the 'carried-over' encumbrance amount. Most differences between budgeted annual revenues and expenses are due to these encumbrance carryovers.*

CITY OF SANTA BARBARA
General Fund
Interim Statement of Budgeted and Actual Revenues
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Remaining Balance</u>	<u>Percent Received</u>	<u>Previous YTD</u>
TAXES					
Sales and Use	22,810,515	8,375,154	14,435,361	36.7%	4,208,507
Property Taxes	30,839,600	-	30,839,600	0.0%	-
Utility Users Tax	7,072,200	1,742,185	5,330,015	24.6%	1,753,599
Transient Occupancy Tax	19,766,200	6,456,579	13,309,621	32.7%	6,377,876
Business License	2,488,900	499,272	1,989,628	20.1%	494,258
Real Property Transfer Tax	778,600	202,371	576,229	26.0%	245,769
<i>Total</i>	<u>83,756,015</u>	<u>17,275,561</u>	<u>66,480,454</u>	20.6%	<u>13,080,009</u>
LICENSES & PERMITS					
Licenses & Permits	206,100	45,865	160,235	22.3%	36,642
<i>Total</i>	<u>206,100</u>	<u>45,865</u>	<u>160,235</u>	22.3%	<u>36,642</u>
FINES & FORFEITURES					
Parking Violations	2,850,400	871,219	1,979,181	30.6%	731,662
Library Fines	67,000	10,645	56,355	15.9%	17,380
Municipal Court Fines	90,000	45,493	44,507	50.5%	16,709
Other Fines & Forfeitures	310,000	76,491	233,509	24.7%	85,301
<i>Total</i>	<u>3,317,400</u>	<u>1,003,847</u>	<u>2,313,553</u>	30.3%	<u>851,052</u>
USE OF MONEY & PROPERTY					
Investment Income	590,887	107,955	482,932	18.3%	158,541
Rents & Concessions	462,329	98,423	363,906	21.3%	90,831
<i>Total</i>	<u>1,053,216</u>	<u>206,378</u>	<u>846,838</u>	19.6%	<u>249,372</u>
INTERGOVERNMENTAL					
Grants	288,775	14,235	274,540	4.9%	44,948
Vehicle License Fees	35,000	-	35,000	0.0%	-
Reimbursements	614,900	138,179	476,721	22.5%	53,838
<i>Total</i>	<u>938,675</u>	<u>152,414</u>	<u>786,261</u>	16.2%	<u>98,786</u>
FEES & SERVICE CHARGES					
Finance	975,366	245,909	729,457	25.2%	243,874
Community Development	5,352,593	1,322,844	4,029,749	24.7%	1,513,899
Recreation	3,357,608	1,275,512	2,082,096	38.0%	1,309,553
Public Safety	527,533	95,101	432,432	18.0%	123,901
Public Works	6,140,678	1,545,941	4,594,737	25.2%	1,615,741
Library	922,486	2,478	920,008	0.3%	1,433
Reimbursements	4,584,913	1,066,100	3,518,813	23.3%	1,048,069
<i>Total</i>	<u>21,861,177</u>	<u>5,553,886</u>	<u>16,307,291</u>	25.4%	<u>5,856,470</u>
OTHER REVENUES					
Miscellaneous	1,713,799	167,593	1,546,206	9.8%	456,435
Franchise Fees	3,002,500	684,955	2,317,545	22.8%	891,991
Indirect Allocations	7,506,376	1,876,594	5,629,782	25.0%	1,797,722
Operating Transfers-In	1,705,693	361,581	1,344,112	21.2%	351,687
Anticipated Year-End Variance	2,300,000	-	2,300,000	0.0%	-
<i>Total</i>	<u>16,228,368</u>	<u>3,090,723</u>	<u>13,137,645</u>	19.0%	<u>3,497,835</u>
TOTAL REVENUES	<u>127,360,951</u>	<u>27,328,673</u>	<u>100,032,278</u>	21.5%	<u>23,670,166</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

	Annual Budget	YTD Actual	Encum- brances	Remaining Balance	YTD Expended and Encumbered	Previous YTD
GENERAL GOVERNMENT						
<u>Mayor & City Council</u>						
MAYOR & CITY COUNCIL	843,688	206,662	1,732	635,294	24.7%	
ARTS AND COMMUNITY PROMOTIONS	2,680,550	753,714	1,421,066	505,770	81.1%	
<i>Total</i>	<u>3,524,238</u>	<u>960,376</u>	<u>1,422,798</u>	<u>1,141,064</u>	67.6%	<u>1,187,452</u>
<u>City Attorney</u>						
CITY ATTORNEY-ADMINISTRATION	598,092	145,644.80	53,347	399,100	33.3%	
CITY ATTORNEY-ADVISORY	994,396	243,649	31,552	719,195	27.7%	
CITY ATTORNEY-CIVIL LITIGATION	768,157	195,038	-	573,119	25.4%	
CITY ATTORNEY-CODE ENFORCEMENT	304,816	57,551	49,930	197,336	35.3%	
<i>Total</i>	<u>2,665,461</u>	<u>641,882</u>	<u>134,828</u>	<u>1,888,750</u>	29.1%	<u>546,976</u>
<u>Administration</u>						
CITY ADMINISTRATOR	1,705,822	411,360	23,327	1,271,134	25.5%	
CITY TV	606,455	150,165	38,638	417,652	31.1%	
<i>Total</i>	<u>2,312,276</u>	<u>561,525</u>	<u>61,964</u>	<u>1,688,786</u>	27.0%	<u>436,049</u>
<u>Administrative Services</u>						
ADMINISTRATION	396,164	105,646	19,773	270,745	31.7%	
CITY CLERK	555,926	122,848	9,790	423,288	23.9%	
ELECTIONS	89,480	194	89,480	(194)	100.2%	
HUMAN RESOURCES	1,530,307	353,943	25,725	1,150,639	24.8%	
EMPLOYEE DEVELOPMENT	49,447	2,530	-	46,917	5.1%	
<i>Total</i>	<u>2,621,324</u>	<u>585,161</u>	<u>144,768</u>	<u>1,891,396</u>	27.8%	<u>508,226</u>
<u>Finance</u>						
ADMINISTRATION	268,677	54,459	33,005	181,213	32.6%	
REVENUE & CASH MANAGEMENT	532,023	121,217	31,261	379,545	28.7%	
CASHIERING & COLLECTION	533,483	111,323	-	422,160	20.9%	
LICENSES & PERMITS	544,538	140,214	18,425	385,899	29.1%	
BUDGET MANAGEMENT	531,175	116,707	28,525	385,943	27.3%	
ACCOUNTING	895,138	209,541	2,552	683,045	23.7%	
PAYROLL	378,552	88,383	-	290,169	23.3%	
ACCOUNTS PAYABLE	295,394	71,235	-	224,159	24.1%	
CITY BILLING & CUSTOMER SERVICE	728,051	142,362	160,447	425,242	41.6%	
PURCHASING	733,264	187,588	3,830	541,845	26.1%	
CENTRAL WAREHOUSE	215,633	55,889	49	159,695	25.9%	
MAIL SERVICES	127,328	28,765	13,395	85,168	33.1%	
<i>Total</i>	<u>5,783,256</u>	<u>1,327,685</u>	<u>291,489</u>	<u>4,164,082</u>	28.0%	<u>1,179,659</u>
TOTAL GENERAL GOVERNMENT	<u>16,906,555</u>	<u>4,076,630</u>	<u>2,055,847</u>	<u>10,774,078</u>	36.3%	<u>3,858,362</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

	Annual Budget	YTD Actual	Encum- brances	Remaining Balance	YTD Expended and Encumbered	Previous YTD
PUBLIC SAFETY						
<u>Police</u>						
CHIEF'S STAFF	1,281,300	212,913	7,886	1,060,501	17.2%	
SUPPORT SERVICES	689,487	169,365	6,074	514,048	25.4%	
RECORDS BUREAU	1,573,988	425,785	12,463	1,135,740	27.8%	
ADMIN SERVICES	1,153,307	272,864	14,323	866,120	24.9%	
PROPERTY ROOM	233,978	51,926	505	181,547	22.4%	
TRAINING/RECRUITMENT	538,474	160,224	70,040	308,210	42.8%	
RANGE	1,496,061	346,439	93,167	1,056,455	29.4%	
COMMUNITY & MEDIA RELATIONS	913,628	164,465	-	749,163	18.0%	
INFORMATION TECHNOLOGY	1,410,118	572,816	4,792	832,509	41.0%	
INVESTIGATIVE DIVISION	5,237,586	1,160,270	12,987	4,064,329	22.4%	
CRIME LAB	174,382	38,752	5,895	129,736	25.6%	
PATROL DIVISION	16,868,770	4,187,520	179,643	12,501,607	25.9%	
TRAFFIC	1,429,391	292,768	-	1,136,623	20.5%	
SPECIAL EVENTS	915,957	498,104	200	417,653	54.4%	
TACTICAL PATROL FORCE	1,773,756	460,136	-	1,313,621	25.9%	
STREET SWEEPING ENFORCEMENT	360,610	93,313	-	267,297	25.9%	
NIGHT LIFE ENFORCEMENT	341,218	88,209	-	253,009	25.9%	
PARKING ENFORCEMENT	1,047,668	208,619	-	839,049	19.9%	
COMBINED COMMAND CENTER	2,888,937	530,853	70	2,358,014	18.4%	
ANIMAL CONTROL	815,388	163,900	6,782	644,706	20.9%	
<i>Total</i>	<u>41,144,005</u>	<u>10,099,241</u>	<u>414,829</u>	<u>30,629,935</u>	25.6%	<u>9,007,680</u>
<u>Fire</u>						
ADMINISTRATION	976,158	269,448	-	706,710	27.6%	
EMERGENCY SERVICES AND PUBLIC ED	335,084	84,239	-	250,845	25.1%	
PREVENTION	1,328,452	403,700	-	924,752	30.4%	
WILDLAND FIRE MITIGATION PROGRAM	218,983	89,771	69	129,143	41.0%	
OPERATIONS	19,706,203	6,006,702	62,135	13,637,366	30.8%	
TRAINING AND RECRUITMENT	661,885	137,457	-	524,428	20.8%	
ARFF	2,117,969	628,498	-	1,489,471	29.7%	
<i>Total</i>	<u>25,344,734</u>	<u>7,619,815</u>	<u>62,204</u>	<u>17,662,715</u>	30.3%	<u>6,667,899</u>
TOTAL PUBLIC SAFETY	<u>66,488,739</u>	<u>17,719,056</u>	<u>477,033</u>	<u>48,292,650</u>	27.4%	<u>15,675,579</u>
PUBLIC WORKS						
<u>Public Works</u>						
ADMINISTRATION	1,200,396	283,455	6,839	910,101	24.2%	
ENGINEERING SVCS	5,472,401	1,215,127	54,197	4,203,078	23.2%	
PUBLIC RT OF WAY MGMT	1,366,456	353,961	53,932	958,563	29.9%	
ENVIRONMENTAL PROGRAMS	588,439	101,631	125,194	361,614	38.5%	
<i>Total</i>	<u>8,627,692</u>	<u>1,954,174</u>	<u>240,162</u>	<u>6,433,357</u>	25.4%	<u>1,827,999</u>
TOTAL PUBLIC WORKS	<u>8,627,692</u>	<u>1,954,174</u>	<u>240,162</u>	<u>6,433,357</u>	25.4%	<u>1,827,999</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

	Annual Budget	YTD Actual	Encum- brances	Remaining Balance	YTD Expended and Encumbered	Previous YTD
COMMUNITY SERVICES						
<u>Parks & Recreation</u>						
REC PROGRAM MGMT	841,753	136,674	25,180	679,898	19.2%	
FACILITIES & SPECIAL EVENTS	832,506	214,299	37,425	580,782	30.2%	
YOUTH ACTIVITIES	1,182,782	471,178	40,499	671,105	43.3%	
ACTIVE ADULTS	808,441	224,947	1,486	582,008	28.0%	
AQUATICS	1,463,430	639,712	36,537	787,181	46.2%	
SPORTS	598,525	154,518	10,772	433,235	27.6%	
TENNIS	272,051	65,358	-	206,693	24.0%	
NEIGHBORHOOD & OUTREACH SERV	1,369,977	375,913	6,288	987,776	27.9%	
ADMINISTRATION	935,436	219,804	9,790	705,842	24.5%	
PROJECT MANAGEMENT TEAM	564,020	145,180	551	418,289	25.8%	
PARK OPERATIONS MANAGEMENT	753,159	231,855	4,291	517,013	31.4%	
GROUND & FACILITIES MAINTENANCE	5,303,208	1,259,927	114,085	3,929,195	25.9%	
FORESTRY	1,288,076	286,064	66,491	935,522	27.4%	
BEACH MAINTENANCE	142,921	29,944	1,120	111,857	21.7%	
MEDIANS PARKWAYS & CONTRACTS	1,172,180	332,890	556,907	282,383	75.9%	
<i>Total</i>	<u>17,528,465</u>	<u>4,788,263</u>	<u>911,422</u>	<u>11,828,780</u>	32.5%	<u>4,215,269</u>
<u>Library</u>						
ADMINISTRATION	558,531	122,791	-	435,740	22.0%	
CENTRAL LIBRARY	4,629,654	1,056,030	442,194	3,131,430	32.4%	
EASTSIDE LIBRARY	326,627	71,805	43,502	211,321	35.3%	
<i>Total</i>	<u>5,514,812</u>	<u>1,250,625</u>	<u>485,696</u>	<u>3,778,491</u>	31.5%	<u>1,165,663</u>
TOTAL COMMUNITY SERVICES	<u>23,043,277</u>	<u>6,038,888</u>	<u>1,397,118</u>	<u>15,607,271</u>	32.3%	<u>5,380,932</u>
COMMUNITY DEVELOPMENT						
<u>Community Development</u>						
ADMINISTRATION	978,961	249,347	41,188	688,426	29.7%	
RENTAL HOUSING MEDIATION	241,513	63,542	-	177,971	26.3%	
HUMAN SERVICES	1,101,365	179,842	509,800	411,723	62.6%	
HOUSING PRESERVATION AND DEV	16,710	-	16,710	-	100.0%	
LONG RANGE PLAN & SPEC STUDY	924,795	217,004	1,408	706,383	23.6%	
DEVEL & ENVIRONMENTAL REVIEW	1,550,372	357,684	38,531	1,154,156	25.6%	
ZONING INFO & ENFORCEMENT	1,645,634	382,395	23,438	1,239,800	24.7%	
DESIGN REV & HIST PRESERVATION	1,350,451	293,511	25,504	1,031,436	23.6%	
BLDG INSP & CODE ENFORCEMENT	1,448,443	335,854	11,106	1,101,483	24.0%	
RECORDS ARCHIVES & CLER SVCS	643,057	130,590	14,641	497,826	22.6%	
BLDG COUNTER & PLAN REV SVCS	1,865,760	408,954	88,161	1,368,644	26.6%	
<i>Total</i>	<u>11,767,061</u>	<u>2,618,725</u>	<u>770,488</u>	<u>8,377,848</u>	28.8%	<u>2,116,210</u>
TOTAL COMMUNITY DEVELOPMENT	<u>11,767,061</u>	<u>2,618,725</u>	<u>770,488</u>	<u>8,377,848</u>	28.8%	<u>2,116,210</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

	Annual Budget	YTD Actual	Encum- brances	Remaining Balance	YTD Expended and Encumbered	Previous YTD
NON-DEPARTMENTAL						
<u>Non-Departmental</u>						
OTHER	1,749	1,749	-	-	100.0%	
TRANSFERS OUT	223,500	10,875	-	212,625	4.9%	
DEBT SERVICE TRANSFERS	346,559	368,153	-	(21,594)	106.2%	
CAPITAL OUTLAY TRANSFER	1,094,025	273,506	-	820,519	25.0%	
APPROP.RESERVE	126,030	-	-	126,030	0.0%	
<i>Total</i>	<u>1,791,863</u>	<u>654,283</u>	<u>-</u>	<u>1,137,580</u>	36.5%	<u>581,772</u>
TOTAL NON-DEPARTMENTAL	<u>1,791,863</u>	<u>654,283</u>	<u>-</u>	<u>1,137,580</u>	36.5%	<u>581,772</u>
 TOTAL EXPENDITURES	 <u>128,625,187</u>	 <u>33,061,757</u>	 <u>4,940,647</u>	 <u>90,622,783</u>	 29.5%	 <u>29,440,854</u>

*** The legal level of budgetary control is at the department level for the General Fund. Therefore, as long as the department as a whole is within budget, budgetary compliance has been achieved. The City actively monitors the budget status of each department and takes measures to address potential over budget situations before they occur.*

For Enterprise and Internal Service Funds, the level of budgetary control is at the fund level. The City also monitors and addresses these fund types for potential over budget situations.

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
Special Revenue Funds
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>
TRAFFIC SAFETY FUND					
Revenue	525,000	74,468	-	450,532	14.2%
Expenditures	<u>525,000</u>	<u>74,468</u>	-	<u>450,532</u>	14.2%
<i>Revenue Less Expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
CREEK RESTORATION/WATER QUALITY IMPRVMT					
Revenue	4,100,672	1,322,390	-	2,778,282	32.2%
Expenditures	<u>4,521,323</u>	<u>1,129,927</u>	<u>550,275</u>	<u>2,841,120</u>	37.2%
<i>Revenue Less Expenditures</i>	<u>(420,651)</u>	<u>192,463</u>	<u>(550,275)</u>	<u>(62,839)</u>	
COMMUNITY DEVELOPMENT BLOCK GRANT					
Revenue	2,046,548	28,579	-	2,017,969	1.4%
Expenditures	<u>2,510,834</u>	<u>91,415</u>	<u>812,518</u>	<u>1,606,901</u>	36.0%
<i>Revenue Less Expenditures</i>	<u>(464,287)</u>	<u>(62,836)</u>	<u>(812,518)</u>	<u>411,068</u>	
COUNTY LIBRARY					
Revenue	2,057,798	413,574	-	1,644,224	20.1%
Expenditures	<u>2,463,564</u>	<u>471,083</u>	<u>406,875</u>	<u>1,585,607</u>	35.6%
<i>Revenue Less Expenditures</i>	<u>(405,766)</u>	<u>(57,508)</u>	<u>(406,875)</u>	<u>58,617</u>	
STREETS FUND					
Revenue	9,505,399	2,355,794	-	7,149,605	24.8%
Expenditures	<u>9,283,793</u>	<u>2,139,747</u>	<u>301,835</u>	<u>6,842,211</u>	26.3%
<i>Revenue Less Expenditures</i>	<u>221,606</u>	<u>216,047</u>	<u>(301,835)</u>	<u>307,394</u>	
MEASURE A FUND					
Revenue	3,658,545	663,606	-	2,994,939	18.1%
Expenditures	<u>3,564,119</u>	<u>921,477</u>	<u>723,032</u>	<u>1,919,611</u>	46.1%
<i>Revenue Less Expenditures</i>	<u>94,426</u>	<u>(257,871)</u>	<u>(723,032)</u>	<u>1,075,328</u>	

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

SOLID WASTE FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Service charges	20,794,268	5,059,229	-	15,735,039	24.3%	5,086,966
Other Fees & Charges	178,706	-	-	178,706	0.0%	-
Investment Income	22,300	5,850	-	16,450	26.2%	5,482
Grants	23,979	-	-	23,979	0.0%	-
Miscellaneous	239,396	2,868	-	236,528	1.2%	994
TOTAL REVENUES	<u>21,258,649</u>	<u>5,067,947</u>	<u>-</u>	<u>16,190,702</u>	23.8%	<u>5,093,442</u>
EXPENSES						
Salaries & Benefits	1,025,756	264,056	-	761,700	25.7%	203,051
Materials, Supplies & Services	19,438,660	4,779,280	212,831	14,446,550	25.7%	4,735,805
Special Projects	864,540	-	327,793	536,747	37.9%	8,653
Transfers-Out	50,000	12,500	-	37,500	25.0%	12,500
Capital Outlay Transfers	1,481	370	-	1,111	25.0%	-
Equipment	154,380	15,378	27,898	111,105	28.0%	14,102
Other	40,000	-	-	40,000	0.0%	-
Appropriated Reserve	21,300	-	-	21,300	0.0%	-
TOTAL EXPENSES	<u>21,596,117</u>	<u>5,071,584</u>	<u>568,522</u>	<u>15,956,012</u>	26.1%	<u>4,974,111</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

WATER OPERATING FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Water Sales- Metered	45,047,359	12,242,723	-	32,804,636	27.2%	10,032,717
Service Charges	875,294	439,254	-	436,041	50.2%	223,541
Cater JPA Treatment Charges	1,680,000	-	-	1,680,000	0.0%	-
Investment Income	212,350	54,492	-	157,858	25.7%	58,515
Rents & Concessions	-	-	-	-	0.0%	5,718
Reimbursements	785,285	-	-	785,285	0.0%	-
Miscellaneous	30,300	19,072	-	11,228	62.9%	(2,343)
TOTAL REVENUES	<u>48,630,588</u>	<u>12,755,541</u>	<u>-</u>	<u>35,875,047</u>	26.2%	<u>10,318,148</u>
EXPENSES						
Salaries & Benefits	9,884,774	2,306,630	-	7,578,144	23.3%	1,946,839
Materials, Supplies & Services	17,258,056	2,085,857	2,542,194	12,630,005	26.8%	2,052,468
Special Projects	1,015,145	87,970	140,298	786,878	22.5%	66,848
Water Purchases	9,065,677	2,068,732	30,046	6,966,899	23.2%	1,650,294
Debt Service	5,781,571	2,625,582	-	3,155,989	45.4%	2,088,963
Transfer-Out	3,592,616	898,154	-	2,694,462	25.0%	2,396,525
Capital Outlay Transfers	8,007,915	2,237,872	-	5,770,043	27.9%	1,946,045
Equipment	200,706	37,396	11,915	151,395	24.6%	3,918
Capitalized Fixed Assets	247,051	222	39,298	207,531	16.0%	9,166
Other	29,365	582	2,000	26,783	8.8%	1,581
Appropriated Reserve	150,000	-	-	150,000	0.0%	-
TOTAL EXPENSES	<u>55,232,876</u>	<u>12,348,996</u>	<u>2,765,751</u>	<u>40,118,129</u>	27.4%	<u>12,162,647</u>

NOTE-These figures reflect the operating fund only. Though the capital fund is excluded, the current year contribution from the operating fund is shown in the Capital Transfers.

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

WASTEWATER OPERATING FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Service Charges	18,889,130	4,720,540	-	14,168,590	25.0%	4,439,665
Fees	254,000	197,834	-	56,166	77.9%	331,165
Investment Income	164,600	32,317	-	132,283	19.6%	39,638
Rents & Concessions	35,000	9,246	-	25,754	26.4%	8,751
Miscellaneous	6,250	81	-	6,169	1.3%	153
TOTAL REVENUES	<u>19,348,980</u>	<u>4,960,018</u>	<u>-</u>	<u>14,388,962</u>	<u>25.6%</u>	<u>4,819,372</u>
EXPENSES						
Salaries & Benefits	6,040,867	1,484,484	-	4,556,383	24.6%	1,277,231
Materials, Supplies & Services	7,338,285	1,323,437	1,322,668	4,692,180	36.1%	1,317,565
Special Projects	690,923	107,843	366,528	216,551	68.7%	15,026
Debt Service	1,823,402	342,452	-	1,480,950	18.8%	342,452
Capital Outlay Transfers	3,787,075	946,769	-	2,840,306	25.0%	1,037,500
Equipment	84,047	2,651	6,384	75,013	10.7%	4,326
Capitalized Fixed Assets	56,806	463	4,306	52,037	8.4%	455
Other	2,750	2,705	-	45	98.4%	2,720
Appropriated Reserve	150,000	-	-	150,000	0.0%	-
TOTAL EXPENSES	<u>19,974,155</u>	<u>4,210,803</u>	<u>1,699,886</u>	<u>14,063,466</u>	<u>29.6%</u>	<u>3,997,275</u>

NOTE-These figures reflect the operating fund only. Though the capital fund is excluded, the current year contribution from the operating fund is shown in the Capital Transfers.

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

DOWNTOWN PARKING FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Improvement Tax	1,004,000	245,677	-	758,323	24.5%	251,272
Parking Fees	7,331,575	1,698,182	-	5,633,393	23.2%	1,741,213
Other Fees & Charges	11,416	3,738	-	7,678	32.7%	2,141
Investment Income	118,200	28,828	-	89,372	24.4%	29,827
Rents & Concessions	107,960	26,750	-	81,210	24.8%	30,750
Miscellaneous	8,800	(1,671)	-	10,471	-19.0%	(846)
Operating Transfers-In	43,500	10,875	-	32,625	25.0%	10,875
TOTAL REVENUES	<u>8,625,451</u>	<u>2,012,379</u>	<u>-</u>	<u>6,613,072</u>	<u>23.3%</u>	<u>2,065,232</u>
EXPENSES						
Salaries & Benefits	4,517,916	1,122,586	-	3,395,330	24.8%	979,529
Materials, Supplies & Services	2,505,184	548,145	340,142	1,616,897	35.5%	537,680
Special Projects	491,712	94,992	356,077	40,642	91.7%	7,250
Transfer-Out	361,651	90,413	-	271,238	25.0%	79,600
Capital Outlay Transfers	1,615,967	570,752	-	1,045,215	35.3%	326,250
Equipment	31,683	10,166	-	21,517	32.1%	79
Capitalized Fixed Assets	1,061	-	1,061	-	100.0%	-
Appropriated Reserve	51,519	-	-	51,519	0.0%	-
TOTAL EXPENSES	<u>9,576,692</u>	<u>2,437,054</u>	<u>697,280</u>	<u>6,442,359</u>	<u>32.7%</u>	<u>1,930,388</u>

NOTE-These figures reflect the operating fund only. Though the capital fund is excluded, the current year contribution from the operating fund is shown in the Capital Transfers.

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

AIRPORT OPERATING FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Leases-Commercial/Industrial	4,472,463	1,111,138	-	3,361,325	24.8%	1,089,030
Leases-Terminal	5,219,696	1,371,184	-	3,848,512	26.3%	1,259,826
Leases-Non-Commercial Aviation	2,170,905	545,699	-	1,625,206	25.1%	512,413
Leases-Commercial Aviation	4,555,412	1,190,257	-	3,365,155	26.1%	1,149,999
Investment Income	112,200	22,438	-	89,762	20.0%	28,302
Miscellaneous	105,300	9,737	-	95,563	9.2%	(6,642)
Operating Transfers-In	691,505	691,505	-	-	100.0%	-
TOTAL REVENUES	<u>17,327,481</u>	<u>4,941,958</u>	<u>-</u>	<u>12,385,523</u>	28.5%	<u>4,032,928</u>
EXPENSES						
Salaries & Benefits	6,309,638	1,507,666	-	4,801,972	23.9%	1,264,587
Materials, Supplies & Services	8,867,422	1,843,559	1,557,418	5,466,446	38.4%	1,657,691
Special Projects	6,451	1,468	1,448	3,536	45.2%	625
Transfer-Out	780	195	-	585	25.0%	3,166
Debt Service	1,819,014	454,754	-	1,364,261	25.0%	454,147
Capital Outlay Transfers	354,686	116,014	-	238,672	32.7%	250,484
Equipment	63,100	7,780	-	55,320	12.3%	9,388
Appropriated Reserve	86,225	-	-	86,225	0.0%	-
TOTAL EXPENSES	<u>17,507,316</u>	<u>3,931,435</u>	<u>1,558,866</u>	<u>12,017,015</u>	31.4%	<u>3,640,088</u>

NOTE-These figures reflect the operating fund only. Though the capital fund is excluded, the current year contribution from the operating fund is shown in the Capital Transfers.

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

GOLF COURSE FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Fees & Card Sales	2,623,062	695,422	-	1,927,640	26.5%	447,687
Investment Income	8,800	1,527	-	7,273	17.4%	2,375
Rents & Concessions	158,555	42,336	-	116,219	26.7%	74,580
Miscellaneous	1,500	3,102	-	(1,602)	206.8%	587
Operating Transfers-In	180,000	-	-	180,000	0.0%	45,000
TOTAL REVENUES	<u>2,971,917</u>	<u>742,388</u>	<u>-</u>	<u>2,229,529</u>	<u>25.0%</u>	<u>570,229</u>
EXPENSES						
Salaries & Benefits	102,808	14,969	-	87,839	14.6%	238,741
Materials, Supplies & Services	2,219,035	318,701	1,786,479	113,854	94.9%	111,201
Special Projects	363	-	362	1	99.8%	-
Transfer-Out	343,432	71,323	-	272,109	20.8%	-
Debt Service	263,890	174,481	-	89,409	66.1%	169,538
Capital Outlay Transfers	165,846	63,962	-	101,885	38.6%	66,262
Equipment	13,872	-	13,872	-	100.0%	-
Other	901	901	-	-	100.0%	901
Appropriated Reserve	36,128	-	-	36,128	0.0%	-
TOTAL EXPENSES	<u>3,146,275</u>	<u>644,336</u>	<u>1,800,713</u>	<u>701,225</u>	<u>77.7%</u>	<u>586,643</u>

NOTE-These figures reflect the operating fund only. Though the capital fund is excluded, the current year contribution from the operating fund is shown in the Capital Transfers.

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

FACILITIES MANAGEMENT FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Service Charges	4,465,366	1,116,342	-	3,349,024	25.0%	946,951
Work Orders - Bldg Maint.	3,546,931	818,889	-	2,728,042	23.1%	887,309
Miscellaneous	17,500	-	-	17,500	0.0%	1,197
TOTAL REVENUES	<u>8,029,797</u>	<u>1,935,231</u>	<u>-</u>	<u>6,094,566</u>	<u>24.1%</u>	<u>1,835,457</u>
EXPENSES						
Salaries & Benefits	3,991,373	964,568	-	3,026,805	24.2%	865,353
Materials, Supplies & Services	3,041,710	651,314	380,586	2,009,811	33.9%	450,917
Special Projects	452,300	66,909	333,458	51,933	88.5%	120,595
Capital Outlay Transfers	437,833	110,208	-	327,625	25.2%	-
Equipment	36,000	4,617	-	31,383	12.8%	145
Capitalized Fixed Assets	6,061	478	1,061	4,522	25.4%	555
Appropriated Reserve	85,065	-	-	85,065	0.0%	-
TOTAL EXPENSES	<u>8,050,342</u>	<u>1,798,095</u>	<u>715,104</u>	<u>5,537,142</u>	<u>31.2%</u>	<u>1,437,565</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

FLEET REPLACEMENT FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Vehicle Rental Charges	2,934,129	729,454	-	2,204,675	24.9%	737,950
Investment Income	127,200	31,023	-	96,177	24.4%	32,024
Rents & Concessions	145,902	36,476	-	109,426	25.0%	36,521
Miscellaneous	133,070	33,806	-	99,264	25.4%	30,618
TOTAL REVENUES	<u>3,340,301</u>	<u>830,758</u>	<u>-</u>	<u>2,509,543</u>	24.9%	<u>837,113</u>
EXPENSES						
Salaries & Benefits	215,186	53,561	-	161,625	24.9%	44,753
Materials, Supplies & Services	2,378	407	-	1,971	17.1%	311
Special Projects	678,313	9,148	17,271	651,894	3.9%	12,605
Capitalized Fixed Assets	4,077,932	351,285	1,221,055	2,505,592	38.6%	902,578
TOTAL EXPENSES	<u>4,973,810</u>	<u>414,402</u>	<u>1,238,326</u>	<u>3,321,082</u>	33.2%	<u>960,247</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

FLEET MAINTENANCE FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Vehicle Maintenance Charges	2,716,888	670,654	-	2,046,234	24.7%	659,223
Reimbursements	10,000	2,500	-	7,500	25.0%	2,500
Miscellaneous	103,070	29,122	-	73,948	28.3%	25,972
TOTAL REVENUES	<u>2,829,958</u>	<u>702,276</u>	<u>-</u>	<u>2,127,682</u>	24.8%	<u>687,695</u>
EXPENSES						
Salaries & Benefits	1,413,903	344,278	-	1,069,625	24.3%	302,619
Materials, Supplies & Services	1,329,928	290,195	218,368	821,364	38.2%	301,366
Special Projects	144,006	23,043	7,716	113,247	21.4%	5,232
Debt Service	43,070	10,768	-	32,302	25.0%	10,768
Capital Outlay Transfers	3,127	782	-	2,345	25.0%	-
Equipment	34,000	2,571	-	31,429	7.6%	40,053
Capitalized Fixed Assets	-	-	-	-	0.0%	29,457
Appropriated Reserve	14,000	-	-	14,000	0.0%	-
TOTAL EXPENSES	<u>2,982,033</u>	<u>671,637</u>	<u>226,084</u>	<u>2,084,312</u>	30.1%	<u>689,495</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

SELF INSURANCE TRUST FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Insurance Premiums	3,497,901	874,475	-	2,623,426	25.0%	789,156
Workers' Compensation Premiums	3,507,209	876,802	-	2,630,407	25.0%	836,028
OSH Charges	251,864	62,966	-	188,898	25.0%	57,764
Unemployment Insurance Premium	221,324	55,331	-	165,993	25.0%	-
Investment Income	41,800	8,874	-	32,926	21.2%	9,696
Miscellaneous	-	21,548	-	(21,548)	100.0%	1,500
Operating Transfers-In	75,825	18,956	-	56,869	25.0%	18,956
TOTAL REVENUES	<u>7,595,923</u>	<u>1,918,953</u>	<u>-</u>	<u>5,676,970</u>	25.3%	<u>1,713,100</u>
EXPENSES						
Salaries & Benefits	627,679	153,042	-	474,637	24.4%	127,682
Materials, Supplies & Services	6,573,793	1,590,185	213,041	4,770,566	27.4%	1,240,087
Special Projects	121	-	121	0	99.8%	-
Capital Outlay Transfers	495	124	-	371	25.0%	-
TOTAL EXPENSES	<u>7,202,088</u>	<u>1,743,351</u>	<u>213,162</u>	<u>5,245,574</u>	27.2%	<u>1,367,769</u>

The Self Insurance Trust Fund is an internal service fund of the City, which accounts for the cost of providing workers' compensation, property and liability insurance as well as unemployment insurance and certain self-insured employee benefits on a city-wide basis. Internal Service Funds charge other funds for the cost of providing their specific services.

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

INFORMATION TECHNOLOGY FUND

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Service charges	3,446,902	861,725	-	2,585,177	25.0%	801,255
TOTAL REVENUES	<u>3,446,902</u>	<u>861,725</u>	<u>-</u>	<u>2,585,177</u>	25.0%	<u>801,255</u>
EXPENSES						
Salaries & Benefits	2,102,968	507,941	-	1,595,027	24.2%	419,950
Materials, Supplies & Services	1,024,130	326,522	58,820	638,788	37.6%	309,431
Special Projects	17,284	3,297	483	13,504	21.9%	2,315
Capital Outlay Transfers	430,500	107,625	-	322,875	25.0%	151,000
Equipment	8,250	1,912	-	6,338	23.2%	3,600
Appropriated Reserve	17,048	-	-	17,048	0.0%	-
TOTAL EXPENSES	<u>3,600,180</u>	<u>947,297</u>	<u>59,303</u>	<u>2,593,580</u>	28.0%	<u>886,296</u>

NOTE-These figures reflect the operating fund only. Though the capital fund is excluded, the current year contribution from the operating fund is shown in the Capital Transfers.

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2016 (25% of Fiscal Year)

WATERFRONT OPERATING FUND

	Annual Budget	YTD Actual	Encum- brances	Remaining Balance	Percent of Budget	Previous YTD
REVENUES						
Leases - Commercial	1,567,000	610,252	-	956,748	38.9%	533,913
Leases - Food Service	3,205,000	1,005,778	-	2,199,222	31.4%	1,042,214
Slip Rental Fees	4,374,610	1,112,680	-	3,261,930	25.4%	1,081,452
Visitors Fees	510,000	153,858	-	356,142	30.2%	148,968
Slip Transfer Fees	685,000	302,575	-	382,425	44.2%	128,375
Parking Revenue	2,712,500	909,002	-	1,803,498	33.5%	914,153
Wharf Parking	170,000	59,330	-	110,670	34.9%	51,069
Other Fees & Charges	276,595	74,915	-	201,680	27.1%	72,832
Investment Income	100,800	25,369	-	75,431	25.2%	35,845
Rents & Concessions	331,500	90,755	-	240,745	27.4%	86,172
Reimbursements	-	-	-	-	0.0%	1,777
Miscellaneous	620,000	35,976	-	584,024	5.8%	46,250
TOTAL REVENUES	14,553,005	4,380,490	-	10,172,515	30.1%	4,143,020
EXPENSES						
Salaries & Benefits	6,530,053	1,647,671	-	4,882,382	25.2%	1,338,685
Materials, Supplies & Services	4,344,286	951,497	919,976	2,472,813	43.1%	952,944
Special Projects	280,526	67,492	66,920	146,114	47.9%	50,334
Debt Service	1,741,168	486,622	-	1,254,546	27.9%	512,529
Capital Outlay Transfers	1,498,619	386,191	72,244	1,040,184	30.6%	363,286
Equipment	233,200	142,012	9,814	81,374	65.1%	9,598
Capital Fixed Assets	17,104	-	34,907	(17,803)	204.1%	-
Other	2,375	-	1,000	1,375	42.1%	-
Appropriated Reserve	139,463	-	-	139,463	0.0%	-
TOTAL EXPENSES	14,786,793	3,681,485	1,104,861	10,000,447	32.4%	3,227,376

NOTE - These figures reflect the operating fund only. Though the capital fund is excluded, the current year contribution from the operating fund is shown in the Capital Transfers.

City of Santa Barbara
Interim Financial Statements for the Year Ended June 30, 2017
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 25% of Estimated Surplus to Capital Outlay Fund	\$ 603,709	\$ -	\$ (603,709)
<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. However, in order to close the gap in reserves relative to city policy, Council direction was to reduce this to 25% for Fiscal Years 2015 through 2017. These recommended entries transfer 25% of the Fiscal Year 2016 year-end surplus, amounting to \$603,709, to the Capital Outlay Fund.</p>			
Transfer to Mayor and Council for Arts and Community Promotion Activities	12,603	-	(12,603)
<p>Each year the City incurs costs associated with the clean up of Fiesta confetti (inserts in storm drains) and for City staff time for Fiesta costs (work orders for support at De la Guerra Plaza, etc.). This was missed when the Fiscal Year 2017 budget was being developed. The recommended entry will increase the appropriations associated with these costs, funded from an allocation of appropriated reserves.</p>			
Fire Department			
Transfer to Fleet Replacement reserves for Fire	160,133	-	(160,133)
<p>Due to the increased cost to replace several Fire vehicles, the Fire Department has a deficit in the Fleet Replacement Fund reserves. In order to cover the deficit, the department recommends using a portion of the excess mutual aid revenues received in Fiscal Year 2016.</p>			
Library			
Increase Estimated Revenues and Appropriations for County Per Capita (CPC) Enhancements	41,626	41,626	-
<p>The County of Santa Barbara funds all Libraries in Santa Barbara County based on population to provide library services throughout the County through CPC Enhancement contributions. These contributions were increased after the budget was adopted by \$41,626 for the City Libraries. The recommended entries increase the estimated revenues and appropriations allowing the department to utilize the additional funding.</p>			
Increase Estimated Revenues and Appropriations for Central Library - Digitization Project	12,500	12,500	-
<p>The Digitization Project is a grant from the Santa Barbara Public Library Foundation from a private donor that will allow the Library to digitize the Edson Smith and historic Santa Barbara Library photographs. The recommended entries increase donation revenues and appropriations by \$12,500 allowing the department to utilize the grant funding.</p>			

	<u>Increase (Decrease) in Appropriations</u>	<u>Increase (Decrease) in Estimated Revenues</u>	<u>Addition to (Use of) Reserves</u>
GENERAL FUND (cont'd)			
Transfer from Goleta Library for Fiscal Year 2016 Administrative Fees	-	19,779	19,779
<p>The Goleta Library pays 9% of annual budgeted expenditures to the City Library for Administration fees. For Fiscal Year 2016 the fee was \$128,884. The Goleta Library was under charged in Fiscal Year 2016 by \$19,779. The recommended entries transfer the remaining fees to the City Library Department (General Fund).</p>			
Public Works			
Increase Estimated Revenues and Appropriations for Land Development Program	9,000	9,000	-
<p>Last fiscal year new fees were established pursuant to the adoption of a new ordinance regulating new racks. Staff now has a good estimate of the revenue expected. This revenue is to be used for the maintenance of city owned newsrack cabinets, mostly located on State St. Thus at this time Staff requests to appropriate the revenues and expenditures.</p>			
Mayor and Council			
Transfer from General Fund Appropriated Reserves for Arts and Community Promotion Activities		12,603	12,603
Increase Estimated Appropriations for Arts and Community Promotion Activities	12,603		(12,603)
<p>Each year the City incurs costs associated with the clean up of Fiesta confetti (inserts in storm drains) and for City staff time for Fiesta costs (work orders for support at De la Guerra Plaza, etc.). This was missed when the Fiscal Year 2017 budget was being developed. The recommended entry will increase the appropriations associated with these costs, funded from an allocation of appropriated reserves.</p>			
Total General Fund	<u>\$ 852,174</u>	<u>\$ 95,508</u>	<u>\$ (756,666)</u>
CAPITAL OUTLAY FUND (3000)			
Transfer 25% of Estimated Surplus from the General Fund	\$ -	\$ 603,709	\$ 603,709
<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. However, in order to close the gap in reserves relative to city policy, Council direction was to reduce this to 25% for Fiscal Years 2015 through 2017. These recommended entries transfer 25% of the Fiscal Year 2016 year-end surplus, amounting to \$603,709, to the Capital Outlay Fund.</p>			
Total Capital Fund	<u>\$ -</u>	<u>\$ 603,709</u>	<u>\$ 603,709</u>

	<u>Increase (Decrease) in Appropriations</u>	<u>Increase (Decrease) in Estimated Revenues</u>	<u>Addition to (Use of) Reserves</u>
SPECIAL REVENUE FUNDS			
Streets Fund (2400)			
Increase Appropriations for Street Signs	\$ 75,000	\$ -	\$ (75,000)
<p>A new ordinance was adopted on November 15, 2016 regarding Oversized Vehicles, as discussed at the October 18th City Council meeting. Appropriations are needed for the purchase and installation of signs for posting of "No Oversized Vehicle Parking" in support the new ordinance.</p>			
Total Streets Fund	<u>\$ 75,000</u>	<u>\$ -</u>	<u>\$ (75,000)</u>
Streets Sweeping Fund (2405)			
Increase Appropriations for Street Sweeping for Commercial Program	\$ 38,161	\$ -	\$ (38,161)
Increase Appropriations for Street Sweeping for Residential Program	1,000	-	(1,000)
<p>Staff received only one bid for each contract. The bid came in higher than previous years due to the vendor matching rates for the same work they do in other cities. Even though Staff increased the estimated budget for each contract in the current fiscal year, these increases are not enough to cover the cost of the contracts.</p>			
Total Streets Sweeping Fund	<u>\$ 39,161</u>	<u>\$ -</u>	<u>\$ (39,161)</u>
County Library Fund (2500)			
Transfer to General Fund - City Library for Administrative fees for Goleta Library	\$ 19,779	\$ -	\$ (19,779)
<p>The Goleta Library pays 9% of annual budgeted expenditures to the City Library for Administration fees. For Fiscal Year 2016 the fee was \$128,884. The Goleta Library was under charged in Fiscal Year 2016 by \$19,779. The recommended entries transfer the remaining fees to the City Library Department (General Fund).</p>			
Total County Library Fund	<u>\$ 19,779</u>	<u>\$ -</u>	<u>\$ (19,779)</u>
Streets Grants Capital Fund (3410)			
Increase Estimated Revenues and Appropriations - Safe Routes to School (SRTS) Carpinteria/Voluntario Pedestrian Improvements	\$ 110,000	\$ 110,000	\$ -
<p>The City was awarded an Active Transportation Program grant to design and construct curb extensions at the intersection of Carpinteria and Voluntario Streets and install pedestrian-scale lighting along Voluntario from Cacique to Mason Streets. The total grant amount of \$643,315 includes both design and construction. On May 19, 2016, the California Transportation Commission (CTC) allocated \$50,000 for the initial design phase of the project. An additional \$60,000 of grant funds have been awarded to complete design and are anticipated to be allocated by the CTC later this fiscal year. These entries will provide the appropriation authority for the design 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'd)			
Increase Estimated Revenues and Appropriations - Highway Safety Improvement Program (HSIP) Crosswalk Enhancements Phase II	69,100	69,100	-
<p>Caltrans awarded the City an HSIP grant to design and construct pedestrian crossings with rapid flashing beacons at Alamar Ave and Puesta Del Sol and La Cumbre Road and Calle Cita. The total grant amount of \$386,800 includes design and construction. On August 22, 2016 Federal Highway Administration (FHWA) authorized \$69,000 for the design phase. A nominal amount of \$100 was programmed for the right of way phase to enable the programming of additional funds for this phase in the event of unforeseen right of way expenses. The balance of the grant is for construction and will be appropriated at time of construction contract award.</p>			
Increase Estimated Revenues and Appropriations - HSIP Traffic Signal Upgrades Phase II	28,000	28,000	-
<p>Caltrans awarded the City an HSIP grant to design and upgrade the head size of vehicular indications from 8" to 12" at 23 signalized intersections throughout the City. The total grant amount of \$215,900 includes both design and construction. On July 26, 2016, FHWA authorized \$28,000 for the design phase. The balance of the grant is for construction and will be appropriated at time of construction contract award.</p>			
Total Streets Grants Capital Fund	<u>\$ 207,100</u>	<u>\$ 207,100</u>	<u>\$ -</u>
Parks and Recreation Grants Fund (2860)			
Increase Estimated Revenues and Appropriations for Russ Morrison Jr Golf Program	\$ 13,994	\$ 13,994	\$ -
<p>The Russ Morrison Jr Golf Program is operated at Santa Barbara Golf Club, under the policies determined by the Parks and Recreation Director and the PARC Foundation. The program has been accounted for by a combination of PARC Foundation and City accounting systems. The following entries will formalize the accounting for the program to better track program activity.</p>			
Increase Estimated Revenues and Appropriations for Family Economic Success Program	5,000	5,000	-
<p>The Neighborhood Outreach Services Program administers a grant funded program, called Family Economic Success Program, to provide free tax preparation advice for people in Santa Barbara. It was uncertain as to whether the grant funding would be available during the budget process, therefore the program was not budgeted. The grant funding has now been received. These recommended entries will increase estimated revenues and appropriations in the Program by \$5,000, allowing the Department the ability to utilize the funds.</p>			
Total Parks and Recreation Grants Fund	<u>\$ 18,994</u>	<u>\$ 18,994</u>	<u>\$ -</u>

	<u>Increase (Decrease) in Appropriations</u>	<u>Increase (Decrease) in Estimated Revenues</u>	<u>Addition to (Use of) Reserves</u>
ENTERPRISE FUNDS			
Water Capital Fund (5010)			
Transfer from Water Drought Fund to Water Capital Fund for Cabrillo Ballfield Monitoring Well Destruction Project	\$ -	\$ 30,000	\$ 30,000
Increase Appropriation for Cabrillo Ballfield Monitoring Well Destruction	30,000	-	(30,000)
<p>Parks and Recreation is doing a project in the Cabrillo Ballfield and requested Water Resources staff to remove the monitoring well and it's equipment as these are no longer beneficial to the City. This project was on the list of projects to be completed, but not a high priority item. It makes sense to remove the Water Fund owned well at the same time as the P&R project, thus Staff agreed to fund the removal of the well. This is not a drought project, but funds are available in that Fund in the Groundwater Development project line item, thus we are requesting a transfer from the Water Drought Fund to the Water Capital Fund.</p>			
Total Water Capital Fund	<u>\$ 30,000</u>	<u>\$ 30,000</u>	<u>\$ -</u>
Water Drought Fund (5011)			
Decrease Appropriations for the Groundwater Development Project	\$ (30,000)	\$ -	\$ 30,000
Transfer to Water Capital Fund for the Cabrillo Ballfield Monitoring Well Destruction Project	30,000	-	(30,000)
<p>Parks and Recreation is doing a project in the Cabrillo Ballfield and requested Water Resources staff to remove the monitoring well and it's equipment as these are no longer beneficial to the City. This project was on the list of projects to be completed, but not a high priority item. It makes sense to remove the Water Fund owned well at the same time as the P&R project, thus Staff agreed to fund the removal of the well. This is not a drought project, but funds are available in that Fund in the Groundwater Development project line item, thus we are requesting a transfer from the Water Drought Fund to the Water Capital Fund.</p>			
Decrease Appropriations for the Groundwater Development Project	(89,900)	-	89,900
Increase Appropriations for Professional Services	89,900	-	(89,900)
<p>On Oct 11, 2016 Staff requested approval for a professional services contract for a Distribution Water Quality Assessment due to the drought. Water Resources staff believe it is prudent to perform a water quality assessment of the various water supply sources to determine any effects each water supply might have on the water distribution system; and if necessary, create an action plan for managing the changing water quality in the water distribution system. This budget adjustment should have been, but was not requested at that time. Thus the recommendation is to use available funds from the Groundwater Development project line item.</p>			
Total Water Drought Fund	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

INTERNAL SERVICE FUNDS

Fleet Replacement Fund (6410)

Transfer from Fire Department for Fire Department Reserve

<u>Increase (Decrease) in Appropriations</u>	<u>Increase (Decrease) in Estimated Revenues</u>	<u>Addition to (Use of) Reserves</u>
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\$ -	\$ 160,133	\$ 160,133
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Due to the increased cost to replace several Fire vehicles, the Fire Department has a deficit in the Fleet Replacement Fund reserves. In order to cover the deficit, the department recommends using a portion of the excess mutual aid revenues received in Fiscal Year 2016.

Total Fleet Replacement Fund

<u>\$ -</u>	<u>\$ 160,133</u>	<u>\$ 160,133</u>
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