



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: September 26, 2023
TO: Mayor and Councilmembers
FROM: Accounting Division, Finance Department
SUBJECT: Fiscal Year 2023 Fourth-Quarter Review

RECOMMENDATION: That Council:

- A. Receive a report from staff on the status of revenues and expenditures in relation to budget for the twelve months ended June 30, 2023;
- B. Accept the Fiscal Year (FY) 2023 Interim Financial Statements for the twelve months ended June 30, 2023; and
- C. Approve proposed Fourth Quarter (Q4) adjustments to FY 2023 appropriations and estimated revenues as detailed in the attached schedule of Proposed Q4 adjustments.

DISCUSSION:

Each month, staff presents interim financial statements (Attachment 1) showing the status of revenues and expenditures in relation to budget for City Funds. Each quarter, the interim financial statements are expanded to include a detailed narrative analysis of General Fund and Enterprise Funds (Attachment 2).

In addition to the Q4 budget analysis, staff bring forward recommended adjustments for City Council approval. These adjustments are result of new information and/or unanticipated events that occurred since the adoption of the budget in June 2022. A listing and description of each proposed current year adjustment is provided in Attachment 3.

Due to economic uncertainties articulated in the FY 2023 adopted budget, a required budget reduction plan of \$1.0 Million was implemented and allocated amongst all General Fund departments. Staff reviewed and consolidated Q4 revenue and expenditure adjustments into the Q4 report for City Council's approval. For General Fund, budget reduction targets have been met. These reductions help achieve a balanced budget, which mitigates risk.

The table below summarizes the General Fund revenue and expenditure budget including actuals through Q4. The total adopted revenue budget is \$184.6 Million and the total adopted expenditure budget is \$185.7 Million, resulting in an operating deficit of roughly \$1.1 Million. The revised budget includes additional expenditures from encumbrances from prior year contractual commitments, along with any City Council approved adjustments since beginning of the year. There are still several pending adjustments that will have an impact on the bottom line; however, the overall year-end result is materially correct and will only show minor changes moving forward. Q4 adjustments are also not represented in the tables below.

General Fund	FY2023 Adopted Budget	FY2023 Revised Budget	Actuals through Q4	FY2023 Projection (as of Q4)	Actuals Percent of Revised Budget
Revenues	\$184,618,453	\$185,054,308	\$194,818,045	\$194,818,046	105.3%
Expenditures	185,678,749	201,480,990	191,019,138	193,428,723	94.8%
Manual Carryforward				2,666,088	
Surplus/(Deficit)	(\$1,060,296)	(\$16,426,683)	\$3,798,907	(\$1,276,765)	

Property tax revenue actuals are 6% above revised budget and 9% when comparing FY 2022. Sales tax and TOT leveled off in FY 2023 but still surpassed budgeted expectations. Staff are projecting a \$1.3 Million deficit in the General Fund when factoring in expenditure budgets for actions taken by the City Council during FY 2023 and for commitments into FY 2024.

Staff will collaborate with the City’s auditors in the coming months to prepare and finalize the financial statements, which is scheduled to be presented to the Finance Committee by the end of the calendar year.

- ATTACHMENTS:**
1. Summary by Fund Statement of Revenues and Expenditures for Twelve Months Ended June 30, 2023
 2. Interim Financial Statements for Twelve Months Ended June 30, 2023 (Narrative Analysis)
 3. Schedule of Proposed Fourth Quarter Adjustments

PREPARED BY: Jessica Yates, Accounting Supervisor

SUBMITTED BY: Keith DeMartini, Finance Director

APPROVED BY: City Administrator's Office

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
Summary by Fund
For Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

	<u>Revised Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
GENERAL FUND (pages 3-7)						
Revenue	185,054,308	194,818,046	503	(9,763,235)	105.3%	201,662,431
Expenditures	<u>201,480,990</u>	<u>191,019,137</u>	<u>2,757,987</u>	7,703,866	96.2%	<u>174,066,784</u>
<i>Addition to / (use of) reserves</i>	<u>(16,426,683)</u>	<u>3,798,909</u>	<u>(2,758,490)</u>			<u>27,595,647</u>
SOLID WASTE FUND (page 9)						
Revenue	34,272,920	34,216,276	-	56,644	99.8%	33,930,892
Expenditures	<u>34,958,987</u>	<u>32,940,903</u>	<u>135,124</u>	1,882,959	94.6%	<u>29,816,546</u>
<i>Addition to / (use of) reserves</i>	<u>(686,067)</u>	<u>1,275,373</u>	<u>(135,124)</u>			<u>4,114,347</u>
WATER OPERATING FUND (page 10)						
Revenue	70,492,814	66,894,697	-	3,598,117	94.9%	78,582,151
Expenditures	<u>73,981,719</u>	<u>65,752,353</u>	<u>2,065,594</u>	6,163,772	91.7%	<u>66,416,925</u>
<i>Addition to / (use of) reserves</i>	<u>(3,488,905)</u>	<u>1,142,344</u>	<u>(2,065,594)</u>			<u>12,165,226</u>
WASTEWATER OPERATING FUND (page 11)						
Revenue	27,441,554	26,955,781	-	485,773	98.2%	25,910,883
Expenditures	<u>28,741,397</u>	<u>27,024,457</u>	<u>1,064,527</u>	652,413	97.7%	<u>25,201,267</u>
<i>Addition to / (use of) reserves</i>	<u>(1,299,843)</u>	<u>(68,676)</u>	<u>(1,064,527)</u>			<u>709,616</u>
DOWNTOWN PARKING FUND (page 12)						
Revenue	10,621,353	10,313,259	-	308,094	97.1%	6,992,483
Expenditures	<u>10,812,012</u>	<u>10,464,739</u>	<u>173,655</u>	173,617	98.4%	<u>8,048,166</u>
<i>Addition to / (use of) reserves</i>	<u>(190,659)</u>	<u>(151,480)</u>	<u>(173,655)</u>			<u>(1,055,683)</u>
AIRPORT OPERATING FUND (page 13)						
Revenue	27,238,151	27,372,269	-	(134,118)	100.5%	30,280,673
Expenditures	<u>32,767,740</u>	<u>29,649,278</u>	<u>740,345</u>	2,378,117	92.7%	<u>27,226,349</u>
<i>Addition to / (use of) reserves</i>	<u>(5,529,589)</u>	<u>(2,277,009)</u>	<u>(740,345)</u>			<u>3,054,324</u>
GOLF COURSE FUND (page 14)						
Revenue	4,042,489	4,253,125	-	(210,636)	105.2%	4,198,344
Expenditures	<u>3,912,057</u>	<u>3,723,059</u>	-	188,998	95.2%	<u>3,257,816</u>
<i>Addition to / (use of) reserves</i>	<u>130,432</u>	<u>530,066</u>	-			<u>940,528</u>
FACILITIES MANAGEMENT FUND (page 15)						
Revenue	7,124,899	7,029,635	-	95,264	98.7%	6,423,132
Expenditures	<u>7,277,281</u>	<u>6,950,262</u>	<u>10,100</u>	316,919	95.6%	<u>6,606,666</u>
<i>Addition to / (use of) reserves</i>	<u>(152,382)</u>	<u>79,373</u>	<u>(10,100)</u>			<u>(183,535)</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
Summary by Fund
For Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

	<u>Revised Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
FLEET REPLACEMENT FUND (page 16)						
Revenue	3,886,701	4,476,962	-	(590,261)	115.2%	3,685,318
Expenditures	<u>4,270,670</u>	<u>1,826,525</u>	<u>1,317,881</u>	1,126,264	73.6%	<u>3,402,117</u>
<i>Addition to / (use of) reserves</i>	<u>(383,968)</u>	<u>2,650,437</u>	<u>(1,317,881)</u>			<u>283,201</u>
FLEET MAINTENANCE FUND (page 17)						
Revenue	3,226,802	3,238,294	-	(11,492)	100.4%	3,019,766
Expenditures	<u>3,382,015</u>	<u>3,300,149</u>	<u>62,284</u>	19,582	99.4%	<u>3,093,671</u>
<i>Addition to / (use of) reserves</i>	<u>(155,213)</u>	<u>(61,855)</u>	<u>(62,284)</u>			<u>(73,905)</u>
SELF INSURANCE TRUST FUND (page 18)						
Revenue	17,067,765	17,189,689	-	(121,924)	100.7%	10,348,667
Expenditures	<u>15,249,467</u>	<u>14,749,786</u>	<u>762,272</u>	(262,591)	101.7%	<u>11,604,082</u>
<i>Addition to / (use of) reserves</i>	<u>1,818,298</u>	<u>2,439,903</u>	<u>(762,272)</u>			<u>(1,255,415)</u>
INFORMATION TECHNOLOGY FUND (page 19)						
Revenue	5,261,982	5,164,511	-	97,471	98.1%	4,562,222
Expenditures	<u>5,475,433</u>	<u>5,080,435</u>	<u>24,297</u>	370,701	93.2%	<u>4,445,817</u>
<i>Addition to / (use of) reserves</i>	<u>(213,451)</u>	<u>84,076</u>	<u>(24,297)</u>			<u>116,405</u>
WATERFRONT OPERATING FUND (page 20)						
Revenue	17,036,131	18,817,674	-	(1,781,542)	110.5%	17,814,379
Expenditures	<u>19,381,242</u>	<u>18,054,379</u>	<u>238,981</u>	1,087,881	94.4%	<u>15,015,686</u>
<i>Addition to / (use of) reserves</i>	<u>(2,345,110)</u>	<u>763,294</u>	<u>(238,981)</u>			<u>2,798,694</u>
SANTA BARBARA CLEAN ENERGY FUND (page 21)						
Revenue	39,500,000	43,429,010	-	(3,929,010)	109.9%	16,312,014
Expenditures	<u>38,967,298</u>	<u>37,508,237</u>	<u>606,654</u>	852,407	97.8%	<u>15,548,593</u>
<i>Addition to / (use of) reserves</i>	<u>532,702</u>	<u>5,920,774</u>	<u>(606,654)</u>			<u>763,421</u>
ENERGY AND CLIMATE MANAGEMENT FUND (page 22)						
Revenue	2,671,168	2,657,118	-	14,050	99.5%	2,550,238
Expenditures	<u>3,141,564</u>	<u>2,534,668</u>	<u>244,738</u>	362,158	88.5%	<u>2,201,540</u>
<i>Addition to / (use of) reserves</i>	<u>(470,396)</u>	<u>122,450</u>	<u>(244,738)</u>			<u>348,697</u>
TOTAL FOR ALL FUNDS						
Revenue	454,939,037	466,826,346	503	(11,886,806)	102.6%	446,273,593
Expenditures	<u>483,799,873</u>	<u>450,578,368</u>	<u>10,204,440</u>	23,017,065	95.2%	<u>395,952,025</u>
<i>Addition to / (use of) reserves</i>	<u>(28,860,836)</u>	<u>16,247,978</u>	<u>(10,204,943)</u>			<u>50,321,568</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 Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

	<u>Revised Budget</u>	<u>YTD Actual</u>	<u>Remaining Balance</u>	<u>Percent Received</u>	<u>Previous YTD</u>	<u>Change Over Prior Year</u>
TAXES						
Sales and Use	26,704,042	29,057,474	(2,353,432)	108.8%	28,503,731	1.9%
Measure C Sales Tax	28,323,342	30,732,928	(2,409,586)	108.5%	30,824,430	-0.3%
Property Taxes	43,250,489	46,006,164	(2,755,675)	106.4%	42,225,898	9.0%
Utility Users Tax	7,779,112	7,967,487	(188,375)	102.4%	7,804,880	2.1%
Transient Occupancy Tax	23,583,553	26,213,987	(2,630,434)	111.2%	26,628,111	-1.6%
Business License	2,714,006	2,679,340	34,666	98.7%	2,653,092	1.0%
Cannabis Excise Tax	1,879,977	1,388,089	491,888	73.8%	1,672,274	-17.0%
Real Property Transfer Tax	1,328,218	862,195	466,023	64.9%	1,352,652	-36.3%
<i>Total Tax Revenues</i>	<u>135,562,739</u>	<u>144,907,664</u>	<u>(9,344,925)</u>	<u>106.9%</u>	<u>141,665,065</u>	<u>2.3%</u>
LICENSES & PERMITS						
Licenses & Permits	159,858	175,475	(15,617)	109.8%	215,977	-18.8%
<i>Total</i>	<u>159,858</u>	<u>175,475</u>	<u>(15,617)</u>	<u>109.8%</u>	<u>215,977</u>	<u>-18.8%</u>
FINES & FORFEITURES						
Police	2,358,618	1,213,307	1,145,311	51.4%	2,136,649	-43.2%
Other Fines & Forfeitures	660,302	375,350	284,952	56.8%	100,822	272.3%
<i>Total</i>	<u>3,018,920</u>	<u>1,588,657</u>	<u>1,430,263</u>	<u>52.6%</u>	<u>2,237,471</u>	<u>-29.0%</u>
USE OF MONEY & PROPERTY						
Investment Income	529,185	1,492,899	(963,713)	282.1%	550,120	171.4%
Rents & Concessions	1,399,391	1,381,739	17,652	98.7%	1,064,850	29.8%
<i>Total</i>	<u>1,928,576</u>	<u>2,874,637</u>	<u>(946,061)</u>	<u>149.1%</u>	<u>1,614,970</u>	<u>78.0%</u>
INTERGOVERNMENTAL						
Library	905,598	905,598	-	100.0%	1,162,393	-22.1%
Fire	550,000	479,972	70,028	87.3%	2,328,194	-79.4%
Other Intergovernmental	817,492	703,703	113,789	86.1%	11,866,163	-94.1%
<i>Total</i>	<u>2,273,090</u>	<u>2,089,272</u>	<u>183,817</u>	<u>91.9%</u>	<u>15,356,751</u>	<u>-86.4%</u>
FEES & SERVICE CHARGES						
Community Development	6,913,279	7,339,914	(426,635)	106.2%	7,147,983	2.7%
Parks & Recreation	4,565,730	3,850,400	715,330	84.3%	3,527,320	9.2%
Other Service Charges	4,042,475	4,369,389	(326,914)	108.1%	3,495,326	25.0%
<i>Total</i>	<u>15,521,484</u>	<u>15,559,703</u>	<u>(38,219)</u>	<u>100.2%</u>	<u>14,170,629</u>	<u>9.8%</u>
OTHER REVENUES						
Interfund Charges & Reimbursement	11,944,594	11,853,711	90,883	99.2%	10,399,492	14.0%
Overhead Indirect Allocations	9,654,155	9,570,571	83,584	99.1%	8,987,059	6.5%
Interfund Transfers	692,510	651,780	40,730	94.1%	1,795,153	-63.7%
Interfund Loans	24,140	24,140	(0)	100.0%	24,140	0.0%
Miscellaneous	128,442	1,166,089	(1,037,647)	907.9%	887,988	31.3%
Donations	138,709	103,171	35,538	74.4%	131,647	-21.6%
Franchise Fees	4,007,090	4,253,175	(246,085)	106.1%	4,176,090	1.8%
<i>Total</i>	<u>26,589,640</u>	<u>27,622,637</u>	<u>(1,032,997)</u>	<u>103.9%</u>	<u>26,401,568</u>	<u>4.6%</u>
<i>Subtotal Non-Tax Revenues</i>	<u>49,491,569</u>	<u>49,910,382</u>	<u>(418,813)</u>	<u>100.8%</u>	<u>59,997,365</u>	<u>-16.8%</u>
TOTAL REVENUES	<u>185,054,308</u>	<u>194,818,046</u>	<u>(9,763,738)</u>	<u>105.3%</u>	<u>201,662,431</u>	<u>-3.4%</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

	<u>Revised Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>YTD Expended and Encumbered</u>	<u>Previous YTD</u>
GENERAL GOVERNMENT						
<u>Mayor & City Council</u>						
MAYOR & CITY COUNCIL	1,054,553	1,011,780	-	42,772	95.9%	885,948
ARTS AND COMMUNITY PROMOTIONS	2,315,403	2,262,031	45,911	7,461	99.7%	2,583,096
<i>Total</i>	<u>3,369,956</u>	<u>3,273,811</u>	<u>45,911</u>	<u>50,234</u>	<u>98.5%</u>	<u>3,469,044</u>
<u>City Attorney</u>						
CITY ATTORNEY-ADMINISTRATION	1,007,786	1,028,534	5,152	(25,900)	102.6%	1,164,605
CITY ATTORNEY-ADVISORY	1,545,197	1,594,772	22,100	(71,676)	104.6%	1,424,837
CITY ATTORNEY-CIVIL LITIGATION	1,430,514	1,332,649	-	97,865	93.2%	1,093,785
CITY ATTORNEY-CODE ENFORCEMENT	1,686,545	456,823	-	1,229,722	27.1%	445,103
<i>Total</i>	<u>5,670,041</u>	<u>4,412,778</u>	<u>27,252</u>	<u>1,230,011</u>	<u>78.3%</u>	<u>4,128,330</u>
<u>Administration</u>						
CITY ADMINISTRATOR	2,687,014	2,235,167	62,713	389,135	85.5%	2,381,044
CITY TV	729,923	696,793	5,618	27,511	96.2%	608,645
CITY CLERK	721,579	677,655	29,697	14,227	98.0%	1,030,931
<i>Total</i>	<u>4,138,516</u>	<u>3,609,614</u>	<u>98,028</u>	<u>430,874</u>	<u>89.6%</u>	<u>4,020,621</u>
<u>Human Resources</u>						
HUMAN RESOURCES	2,529,272	2,235,789	324,894	(31,411)	101.2%	1,910,528
EMPLOYEE RELATIONS	418,693	303,721	68,491	46,481	88.9%	241,756
EMPLOYEE DEVELOPMENT	99,948	34,687	3,621	61,640	38.3%	26,843
<i>Total</i>	<u>3,047,913</u>	<u>2,574,197</u>	<u>397,006</u>	<u>76,711</u>	<u>97.5%</u>	<u>2,179,128</u>
<u>Finance</u>						
ADMINISTRATION	317,302	328,668	483	(11,850)	103.7%	393,215
REVENUE & CASH MANAGEMENT	773,693	588,847	9,517	175,328	77.3%	535,938
CASHIERING & COLLECTION	636,968	588,446	-	48,522	92.4%	560,844
LICENSES & PERMITS	766,641	831,365	3,003	(67,727)	108.8%	459,655
BUDGET MANAGEMENT	816,288	776,033	9,401	30,854	96.2%	624,654
ACCOUNTING	1,121,000	1,131,995	30,655	(41,651)	103.7%	899,498
PAYROLL	479,984	502,726	-	(22,742)	104.7%	487,956
ACCOUNTS PAYABLE	278,278	296,264	-	(17,985)	106.5%	269,474
CITY BILLING & CUSTOMER SERVICE	833,618	776,042	-	57,577	93.1%	701,557
PURCHASING	840,556	848,692	-	(8,136)	101.0%	824,308
CENTRAL WAREHOUSE	244,738	252,725	-	(7,986)	103.3%	233,852
MAIL SERVICES	163,466	161,320	6,155	(4,009)	102.5%	148,774
<i>Total</i>	<u>7,272,532</u>	<u>7,083,122</u>	<u>59,215</u>	<u>130,195</u>	<u>98.2%</u>	<u>6,139,726</u>
TOTAL GENERAL GOVERNMENT	<u>23,498,958</u>	<u>20,953,523</u>	<u>627,411</u>	<u>1,918,024</u>	<u>91.8%</u>	<u>19,936,849</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

	<u>Revised Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>YTD Expended and Encumbered</u>	<u>Previous YTD</u>
PUBLIC SAFETY						
<u>Police</u>						
CHIEF'S STAFF	1,092,279	1,573,804	5,897	(487,422)	144.6%	1,712,628
BUSINESS OFFICE	675,625	615,275	28	60,322	91.1%	605,453
RECORDS BUREAU	1,826,855	1,642,048	10,949	173,858	90.5%	1,638,007
STRATEGIC OPERATIONS AND PERSONNEL	1,907,234	1,991,201	14,080	(98,047)	105.1%	2,030,437
PROPERTY ROOM	258,746	284,181	-	(25,435)	109.8%	240,907
TRAINING, RECRUITMENT AND WELLNESS	1,913,561	1,678,121	65,361	170,079	91.1%	1,685,310
RANGE AND EQUIPMENT	2,972,591	1,949,476	924,477	98,639	96.7%	1,509,354
COMMUNITY & MEDIA RELATIONS	149,069	148,569	-	500	99.7%	260,652
INFORMATION TECHNOLOGY/CRIME ANALYSIS	1,858,663	1,799,159	105,796	(46,293)	102.5%	1,712,309
CRIMINAL INVESTIGATIONS & INTERNAL OP'S	6,153,224	5,770,437	5,173	377,614	93.9%	5,576,253
CRIME LAB	170,298	161,921	-	8,377	95.1%	158,178
FIELD OPERATIONS DIVISION	23,353,885	21,784,955	5,080	1,563,851	93.3%	19,749,368
TRAFFIC	790,855	535,911	18,014	236,930	70.0%	1,008,697
SPECIAL EVENTS	611,143	646,056	544	(35,456)	105.8%	651,071
STREET CRIMES UNIT	2,609,601	1,516,550	(0)	1,093,051	58.1%	1,461,237
SPECIAL ENFORCEMENT TEAM	735,366	229,026	-	506,340	31.1%	740,645
PARKING AND STREET SWEEPING	390,780	383,102	-	7,677	98.0%	405,957
PARKING ENFORCEMENT	981,740	750,357	-	231,383	76.4%	838,126
COMBINED COMMUNICATIONS CENTER	3,145,437	3,662,100	-	(516,663)	116.4%	3,369,363
ANIMAL CONTROL	977,541	919,808	3,090	54,642	94.4%	847,613
<i>Total</i>	<u>52,574,493</u>	<u>48,042,058</u>	<u>1,158,489</u>	<u>3,373,947</u>	<u>93.6%</u>	<u>46,201,564</u>
<u>Fire</u>						
ADMINISTRATION	1,322,186	1,344,454	-	(22,268)	101.7%	1,121,485
EMERGENCY SERVICES AND PUBLIC ED	578,117	503,846	816	73,455	87.3%	490,278
PREVENTION	1,598,680	1,338,538	525	259,617	83.8%	1,204,179
WILDLAND FIRE MITIGATION PROGRAM	726,937	475,244	60,525	191,167	73.7%	342,197
OPERATIONS	26,699,047	26,719,287	163,161	(183,401)	100.7%	25,664,290
TRAINING AND RECRUITMENT	887,072	860,879	-	26,194	97.0%	710,947
ARFF	3,105,504	3,363,233	-	(257,729)	108.3%	3,003,490
<i>Total</i>	<u>34,917,542</u>	<u>34,605,481</u>	<u>225,027</u>	<u>87,034</u>	<u>99.8%</u>	<u>32,536,866</u>
TOTAL PUBLIC SAFETY	<u>87,492,035</u>	<u>82,647,539</u>	<u>1,383,516</u>	<u>3,460,981</u>	<u>96.0%</u>	<u>78,738,430</u>
PUBLIC WORKS						
<u>Public Works</u>						
ADMINISTRATION	1,522,713	1,280,519	14,077	228,118	85.0%	1,275,958
ENGINEERING SVCS	7,014,519	6,361,451	46,477	606,591	91.4%	5,505,791
PUBLIC RT OF WAY MGMT	2,074,976	1,780,496	25,518	268,962	87.0%	1,602,241
ENVIRONMENTAL PROGRAMS	803,356	536,741	19,399	247,216	69.2%	664,790
<i>Total</i>	<u>11,415,564</u>	<u>9,959,206</u>	<u>105,470</u>	<u>1,350,887</u>	<u>88.2%</u>	<u>9,048,780</u>
TOTAL PUBLIC WORKS	<u>11,415,564</u>	<u>9,959,206</u>	<u>105,470</u>	<u>1,350,887</u>	<u>88.2%</u>	<u>9,048,780</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

	<u>Revised Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>YTD Expended and Encumbered</u>	<u>Previous YTD</u>
COMMUNITY SERVICES						
<u>Parks & Recreation</u>						
REC PROGRAM MGMT	1,106,612	969,570	49,333	87,709	92.1%	775,785
FACILITIES & SPECIAL EVENTS	1,573,652	1,513,308	-	60,344	96.2%	1,335,692
YOUTH ACTIVITIES	1,639,830	1,324,252	449	315,129	80.8%	1,242,693
ACTIVE ADULTS	1,109,737	901,392	449	207,897	81.3%	836,584
AQUATICS	2,185,325	1,858,361	8,534	318,430	85.4%	1,822,635
SPORTS	849,009	715,496	59,165	74,348	91.2%	615,007
TENNIS	558,388	439,628	46,288	72,473	87.0%	379,024
NEIGHBORHOOD & OUTREACH SERV	1,247,226	1,151,989	-	95,237	92.4%	940,721
ADMINISTRATION	1,249,735	1,182,740	-	66,996	94.6%	1,078,808
PROJECT MANAGEMENT TEAM	752,712	725,897	20,461	6,354	99.2%	486,879
PARK OPERATIONS MANAGEMENT	1,041,411	1,056,389	-	(14,978)	101.4%	830,071
GROUND & FACILITIES MAINTENANCE	5,945,473	5,708,721	117,636	119,117	98.0%	5,439,475
FORESTRY	1,859,092	1,515,305	-	343,788	81.5%	1,367,779
BEACH MAINTENANCE	165,111	134,566	8,797	21,748	86.8%	137,086
MEDIANS PARKWAYS & CONTRACTS	582,447	525,592	3,520	53,335	90.8%	474,209
<i>Total</i>	<u>21,865,760</u>	<u>19,723,204</u>	<u>314,631</u>	<u>1,827,925</u>	<u>91.6%</u>	<u>17,762,450</u>
<u>Library</u>						
ADMINISTRATION	932,821	929,189	253	3,378	99.6%	646,921
CENTRAL LIBRARY	5,946,744	5,698,988	523	247,233	95.8%	5,112,383
EASTSIDE LIBRARY	386,328	309,321	-	77,006	80.1%	322,416
LIBRARY ON THE GO	192,691	187,921	-	4,770	97.5%	109,795
ADULT EDUCATION	212,056	77,499	-	134,557	36.5%	-
<i>Total</i>	<u>7,670,640</u>	<u>7,202,919</u>	<u>776</u>	<u>466,945</u>	<u>93.9%</u>	<u>6,191,515</u>
TOTAL COMMUNITY SERVICES	<u>29,536,399</u>	<u>26,926,123</u>	<u>315,407</u>	<u>2,294,870</u>	<u>92.2%</u>	<u>23,953,965</u>
COMMUNITY DEVELOPMENT						
<u>Community Development</u>						
ADMINISTRATION	2,890,472	2,890,016	28,123	(27,667)	101.0%	1,484,016
RENTAL HOUSING MEDIATION	321,113	316,256	-	4,858	98.5%	288,838
HUMAN SERVICES	1,162,824	855,691	50,000	257,133	77.9%	960,828
LONG RANGE PLAN & SPEC STUDY	981,328	903,790	1,314	76,223	92.2%	992,957
DEVEL & ENVIRONMENTAL REVIEW	1,700,654	1,619,674	3,670	77,311	95.5%	1,542,773
ZONING INFO & ENFORCEMENT	1,404,050	1,334,944	11,362	57,744	95.9%	1,365,834
DESIGN REV & HIST PRESERVATION	1,509,720	1,459,976	1,755	47,990	96.8%	1,409,620
BLDG INSP & CODE ENFORCEMENT	1,641,300	1,551,478	61,332	28,490	98.3%	1,802,019
RECORDS ARCHIVES & CLER SVCS	749,593	696,683	3,458	49,452	93.4%	644,834
BLDG COUNTER & PLAN REV SVCS	3,141,444	2,798,607	116,536	226,302	92.8%	2,325,328
CODE COMPLIANCE	656,758	652,449	-	4,309	99.3%	-
<i>Total</i>	<u>16,159,256</u>	<u>15,079,563</u>	<u>277,548</u>	<u>802,145</u>	<u>95.0%</u>	<u>12,817,047</u>
TOTAL COMMUNITY DEVELOPMENT	<u>16,159,256</u>	<u>15,079,563</u>	<u>277,548</u>	<u>802,145</u>	<u>95.0%</u>	<u>12,817,047</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

	<u>Revised Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>YTD Expended and Encumbered</u>	<u>Previous YTD</u>
SUSTAINABILITY AND RESILIENCE						
<u>Sustainability and Resilience</u>						
ADMINISTRATION	75,245	17,014	48,635	9,596	87.2%	113,579
<i>Total</i>	<u>75,245</u>	<u>17,014</u>	<u>48,635</u>	<u>9,596</u>	<u>87.2%</u>	<u>113,579</u>
TOTAL SUSTAINABILITY AND RESILIENCE	<u>75,245</u>	<u>17,014</u>	<u>48,635</u>	<u>9,596</u>	<u>87.2%</u>	<u>113,579</u>
NON-DEPARTMENTAL						
<u>Non-Departmental</u>						
ANTICIPATED SALARY SAVINGS	(4,420,842)	-	-	(4,420,842)	0.0%	-
TRANSFERS OUT	8,238,099	5,999,143	-	2,238,956	72.8%	3,804,716
CAPITAL OUTLAY TRANSFER	29,437,026	29,437,026	-	0	100.0%	25,653,418
APPROP. RESERVE	49,250	-	-	49,250	0.0%	-
<i>Total</i>	<u>33,303,533</u>	<u>35,436,169</u>	<u>-</u>	<u>(2,132,636)</u>	<u>106.4%</u>	<u>29,458,134</u>
TOTAL NON-DEPARTMENTAL	<u>33,303,533</u>	<u>35,436,169</u>	<u>-</u>	<u>(2,132,636)</u>	<u>106.4%</u>	<u>29,458,134</u>
TOTAL EXPENDITURES	<u>201,480,990</u>	<u>191,019,137</u>	<u>2,757,987</u>	<u>7,703,866</u>	<u>96.2%</u>	<u>174,066,784</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 Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

	<u>Revised Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
TRAFFIC SAFETY FUND						
Revenue	245,000	218,126	-	26,874	89.0%	236,596
Expenditures	<u>245,000</u>	<u>202,115</u>	<u>-</u>	<u>42,885</u>	82.5%	<u>236,596</u>
<i>Revenue Less Expenditures</i>	<u>-</u>	<u>16,011</u>	<u>-</u>	<u>(16,011)</u>		<u>-</u>
CREEK RESTORATION/WATER QUALITY IMPRVMT						
Revenue	4,845,513	5,510,315	-	(664,802)	113.7%	5,484,890
Expenditures	<u>5,257,724</u>	<u>4,463,322</u>	<u>325,856</u>	<u>468,546</u>	91.1%	<u>3,557,946</u>
<i>Revenue Less Expenditures</i>	<u>(412,211)</u>	<u>1,046,993</u>	<u>(325,856)</u>	<u>(1,133,348)</u>		<u>1,926,944</u>
COMMUNITY DEVELOPMENT BLOCK GRANT						
Revenue	1,846,634	866,101	-	980,533	46.9%	908,288
Expenditures	<u>2,448,829</u>	<u>1,577,990</u>	<u>260,637</u>	<u>610,202</u>	75.1%	<u>1,391,740</u>
<i>Revenue Less Expenditures</i>	<u>(602,195)</u>	<u>(711,889)</u>	<u>(260,637)</u>	<u>370,331</u>		<u>(483,452)</u>
COUNTY LIBRARY						
Revenue	446,729	430,881	-	15,848	96.5%	951,484
Expenditures	<u>499,544</u>	<u>510,917</u>	<u>378</u>	<u>(11,751)</u>	102.4%	<u>993,186</u>
<i>Revenue Less Expenditures</i>	<u>(52,816)</u>	<u>(80,036)</u>	<u>(378)</u>	<u>27,599</u>		<u>(41,702)</u>
STREETS FUND						
Revenue	13,178,081	13,375,663	-	(197,582)	101.5%	12,585,160
Expenditures	<u>13,324,756</u>	<u>12,500,976</u>	<u>168,923</u>	<u>654,857</u>	95.1%	<u>11,723,540</u>
<i>Revenue Less Expenditures</i>	<u>(146,675)</u>	<u>874,687</u>	<u>(168,923)</u>	<u>(852,439)</u>		<u>861,620</u>
MEASURE A FUND						
Revenue	5,045,484	5,529,462	-	(483,978)	109.6%	5,238,884
Expenditures	<u>7,052,095</u>	<u>6,366,963</u>	<u>11,285</u>	<u>673,847</u>	90.4%	<u>3,711,694</u>
<i>Revenue Less Expenditures</i>	<u>(2,006,611)</u>	<u>(837,501)</u>	<u>(11,285)</u>	<u>(1,157,826)</u>		<u>1,527,190</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

SOLID WASTE FUND

	<u>Revised 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	33,716,747	33,715,280	-	1,467	100.0%	32,523,308
Other Fees & Charges	70,000	38,710	-	31,290	55.3%	908,787
Investment Income	44,500	132,782	-	(88,282)	298.4%	42,991
Grants	155,450	26,051	-	129,399	16.8%	155,382
Miscellaneous	286,223	303,454	-	(17,231)	106.0%	280,186
TOTAL REVENUES	<u>34,272,920</u>	<u>34,216,276</u>	<u>-</u>	<u>56,644</u>	<u>99.8%</u>	<u>33,930,892</u>
EXPENSES						
Salaries & Benefits	1,813,767	1,554,151	-	259,615	85.7%	1,457,908
Materials, Supplies & Services	31,270,457	30,240,981	68,793	960,683	96.9%	27,472,307
Special Projects	1,366,410	851,793	15,850	498,767	63.5%	738,177
Transfers-Out	50,000	50,000	-	(0)	100.0%	50,000
Capital Outlay Transfers	973	973	-	0	100.0%	1,946
Equipment	394,960	243,005	50,481	101,473	74.3%	96,207
Other	40,000	-	-	40,000	0.0%	-
Appropriated Reserve	22,420	-	-	22,420	0.0%	-
TOTAL EXPENSES	<u>34,958,987</u>	<u>32,940,903</u>	<u>135,124</u>	<u>1,882,959</u>	<u>94.6%</u>	<u>29,816,546</u>
<i>Revenue Less Expense</i>	<u>(686,067)</u>	<u>1,275,373</u>	<u>(135,124)</u>	<u>(1,826,315)</u>		<u>4,114,347</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

WATER OPERATING FUND

	<u>Revised 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	60,197,486	55,591,081	-	4,606,405	92.3%	58,746,186
Service Charges	208,765	287,349	-	(78,584)	137.6%	297,823
Cater JPA Treatment Charges	2,359,556	2,217,906	-	141,650	94.0%	2,812,667
Investment Income	901,175	1,926,836	-	(1,025,661)	213.8%	788,026
Grants	-	-	-	-	0.0%	10,572,764
Reimbursements	6,759,704	6,563,115	-	196,589	97.1%	4,218,433
Miscellaneous	66,128	308,410	-	(242,282)	466.4%	806,609
Operating Transfers-In	-	-	-	-	0.0%	339,644
TOTAL REVENUES	70,492,814	66,894,697	-	3,598,117	94.9%	78,582,151
EXPENSES						
Salaries & Benefits	13,981,945	13,163,307	-	818,639	94.1%	12,013,418
Materials, Supplies & Services	20,951,183	17,884,451	1,937,966	1,128,766	94.6%	15,664,721
Special Projects	803,622	539,387	80,077	184,158	77.1%	403,124
Water Purchases	11,084,565	7,397,365	-	3,687,200	66.7%	9,119,322
Debt Service	9,221,536	9,194,429	-	27,107	99.7%	9,166,436
Capital Outlay Transfers	17,217,186	17,217,186	-	0	100.0%	19,122,471
Equipment	247,606	124,719	32,550	90,336	63.5%	112,975
Capitalized Fixed Assets	290,275	196,361	15,000	78,914	72.8%	223,123
Other	33,800	35,148	-	(1,348)	104.0%	591,335
Appropriated Reserve	150,000	-	-	150,000	0.0%	-
TOTAL EXPENSES	73,981,719	65,752,353	2,065,594	6,163,772	91.7%	66,416,925
<i>Revenue Less Expense</i>	<u>(3,488,905)</u>	<u>1,142,344</u>	<u>(2,065,594)</u>	<u>(2,565,655)</u>		<u>12,165,226</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 Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

WASTEWATER OPERATING FUND

	<u>Revised 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	26,609,956	25,746,676	-	863,280	96.8%	24,956,943
Fees	584,826	717,867	-	(133,041)	122.7%	576,057
Investment Income	180,700	370,164	-	(189,464)	204.8%	156,459
Rents & Concessions	61,072	50,214	-	10,858	82.2%	55,037
Miscellaneous	5,000	70,687	-	(65,687)	1413.7%	30,849
Operating Transfers-In	-	173	-	(173)	100.0%	135,537
TOTAL REVENUES	<u>27,441,554</u>	<u>26,955,781</u>	<u>-</u>	<u>485,773</u>	<u>98.2%</u>	<u>25,910,883</u>
EXPENSES						
Salaries & Benefits	8,562,134	8,429,006	-	133,128	98.4%	7,538,379
Materials, Supplies & Services	10,214,826	9,396,316	610,445	208,065	98.0%	8,496,879
Special Projects	915,550	276,018	415,921	223,611	75.6%	485,195
Debt Service	3,551,087	3,551,087	-	0	100.0%	3,558,337
Capital Outlay Transfers	5,243,055	5,243,055	-	0	100.0%	4,939,840
Equipment	128,500	71,653	21,661	35,185	72.6%	95,411
Capitalized Fixed Assets	122,246	55,810	15,000	51,436	57.9%	85,243
Other	4,000	1,513	1,500	988	75.3%	1,985
TOTAL EXPENSES	<u>28,741,397</u>	<u>27,024,457</u>	<u>1,064,527</u>	<u>652,413</u>	<u>97.7%</u>	<u>25,201,267</u>
<i>Revenue Less Expense</i>	<u>(1,299,843)</u>	<u>(68,676)</u>	<u>(1,064,527)</u>	<u>(166,640)</u>		<u>709,616</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 Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

DOWNTOWN PARKING FUND

	<u>Revised 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	900,000	1,034,461	-	(134,461)	114.9%	965,508
Parking Fees	8,283,728	7,697,636	-	586,092	92.9%	4,738,083
Other Fees & Charges	30,000	12,461	-	17,539	41.5%	28,994
Investment Income	37,400	84,924	-	(47,524)	227.1%	30,993
Rents & Concessions	157,760	242,221	-	(84,461)	153.5%	159,280
Miscellaneous	144,366	172,952	-	(28,586)	119.8%	251,508
Operating Transfers-In	1,068,099	1,068,606	-	(507)	100.0%	818,116
TOTAL REVENUES	10,621,353	10,313,259	-	308,094	97.1%	6,992,483
EXPENSES						
Salaries & Benefits	5,255,213	5,049,046	-	206,166	96.1%	4,077,650
Materials, Supplies & Services	4,277,069	4,326,466	29,428	(78,825)	101.8%	3,340,427
Special Projects	440,093	299,300	141,219	(426)	100.1%	393,131
Capital Outlay Transfers	782,472	782,472	-	0	100.0%	226,425
Equipment	47,165	7,455	3,008	36,702	22.2%	10,533
Appropriated Reserve	10,000	-	-	10,000	0.0%	-
TOTAL EXPENSES	10,812,012	10,464,739	173,655	173,617	98.4%	8,048,166
<i>Revenue Less Expense</i>	<u>(190,659)</u>	<u>(151,480)</u>	<u>(173,655)</u>	<u>134,477</u>		<u>(1,055,683)</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 Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

AIRPORT OPERATING FUND

	<u>Revised 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	5,607,214	5,216,252	-	390,962	93.0%	5,155,216
Leases-Terminal	9,757,487	10,687,704	-	(930,217)	109.5%	8,543,426
Leases-Non-Commercial Aviation	4,658,247	4,991,444	-	(333,197)	107.2%	5,062,706
Leases-Commercial Aviation	6,374,208	5,847,734	-	526,474	91.7%	4,990,309
Investment Income	200,500	465,348	-	(264,848)	232.1%	188,133
Grants	437,036	-	-	437,036	0.0%	5,907,498
Service Charges	-	1,548	-	(1,548)	100.0%	1,358
Miscellaneous	150,459	109,239	-	41,220	72.6%	160,468
Operating Transfers-In	53,000	53,000	-	-	100.0%	271,560
TOTAL REVENUES	<u>27,238,151</u>	<u>27,372,269</u>	<u>-</u>	<u>(134,118)</u>	<u>100.5%</u>	<u>30,280,673</u>
EXPENSES						
Salaries & Benefits	10,276,693	10,098,780	-	177,912	98.3%	8,652,543
Materials, Supplies & Services	13,393,172	12,385,032	570,196	437,944	96.7%	10,655,299
Special Projects	2,690,947	1,124,748	168,917	1,397,283	48.1%	815,622
Transfer-Out	250,000	250,000	-	0	100.0%	-
Debt Service	1,551,750	1,551,750	-	-	100.0%	1,555,750
Capital Outlay Transfers	4,136,632	4,136,632	-	(0)	100.0%	5,400,929
Equipment	283,990	102,336	1,232	180,422	36.5%	146,207
Capitalized Fixed Assets	53,000	-	-	53,000	0.0%	-
Appropriated Reserve	131,556	-	-	131,556	0.0%	-
TOTAL EXPENSES	<u>32,767,740</u>	<u>29,649,278</u>	<u>740,345</u>	<u>2,378,117</u>	<u>92.7%</u>	<u>27,226,349</u>
<i>Revenue Less Expense</i>	<u>(5,529,589)</u>	<u>(2,277,009)</u>	<u>(740,345)</u>	<u>(2,512,235)</u>		<u>3,054,324</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 Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

GOLF COURSE FUND

	<u>Revised 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	3,857,737	3,937,799	-	(80,062)	102.1%	3,967,444
Investment Income	22,500	59,641	-	(37,141)	265.1%	20,512
Rents & Concessions	162,252	232,483	-	(70,231)	143.3%	209,500
Miscellaneous	-	23,202	-	(23,202)	100.0%	887
TOTAL REVENUES	<u>4,042,489</u>	<u>4,253,125</u>	<u>-</u>	<u>(210,636)</u>	<u>105.2%</u>	<u>4,198,344</u>
EXPENSES						
Salaries & Benefits	87,333	86,647	-	686	99.2%	77,744
Materials, Supplies & Services	3,142,645	2,954,421	-	188,224	94.0%	2,928,005
Debt Service	453,829	453,829	-	0	100.0%	41,430
Capital Outlay Transfers	228,000	228,000	-	-	100.0%	210,636
Equipment	250	163	-	87	65.3%	-
TOTAL EXPENSES	<u>3,912,057</u>	<u>3,723,059</u>	<u>-</u>	<u>188,998</u>	<u>95.2%</u>	<u>3,257,816</u>
<i>Revenue Less Expense</i>	<u>130,432</u>	<u>530,066</u>	<u>-</u>	<u>(399,634)</u>		<u>940,528</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 Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

FACILITIES MANAGEMENT FUND

	<u>Revised 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	3,355,887	3,355,887	-	(0)	100.0%	3,087,909
Work Orders - Bldg Maint.	3,608,512	3,531,684	-	76,828	97.9%	3,251,642
Miscellaneous	10,500	134	-	10,366	1.3%	3,055
Operating Transfers-In	150,000	141,930	-	8,070	94.6%	80,526
TOTAL REVENUES	<u>7,124,899</u>	<u>7,029,635</u>	<u>-</u>	<u>95,264</u>	<u>98.7%</u>	<u>6,423,132</u>
EXPENSES						
Salaries & Benefits	4,474,735	4,358,800	-	115,935	97.4%	3,866,430
Materials, Supplies & Services	2,245,993	2,044,214	-	201,779	91.0%	1,902,222
Special Projects	352,955	346,057	10,100	(3,202)	100.9%	355,097
Capital Outlay Transfers	193,598	193,598	-	0	100.0%	477,198
Equipment	10,000	7,593	-	2,407	75.9%	5,719
TOTAL EXPENSES	<u>7,277,281</u>	<u>6,950,262</u>	<u>10,100</u>	<u>316,919</u>	<u>95.6%</u>	<u>6,606,666</u>
<i>Revenue Less Expense</i>	<u>(152,382)</u>	<u>79,373</u>	<u>(10,100)</u>	<u>(221,656)</u>		<u>(183,535)</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

FLEET REPLACEMENT FUND

	<u>Revised 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	3,284,251	3,066,806	-	217,445	93.4%	3,171,963
Investment Income	204,248	363,272	-	(159,024)	177.9%	179,604
Rents & Concessions	107,553	103,173	-	4,380	95.9%	119,602
Miscellaneous	68,000	721,061	-	(653,061)	1060.4%	155,150
Operating Transfers-In	222,649	222,649	-	-	100.0%	59,000
TOTAL REVENUES	<u>3,886,701</u>	<u>4,476,962</u>	<u>-</u>	<u>(590,261)</u>	<u>115.2%</u>	<u>3,685,318</u>
EXPENSES						
Salaries & Benefits	231,260	183,671	-	47,589	79.4%	172,508
Materials, Supplies & Services	21,038	19,264	-	1,774	91.6%	18,308
Debt Service	606,371	606,371	-	(0)	100.0%	104,408
Capital Outlay Transfers	-	-	-	-	0.0%	1,054,838
Capitalized Fixed Assets	3,412,000	1,017,219	1,317,881	1,076,901	68.4%	2,052,055
TOTAL EXPENSES	<u>4,270,670</u>	<u>1,826,525</u>	<u>1,317,881</u>	<u>1,126,264</u>	<u>73.6%</u>	<u>3,402,117</u>
<i>Revenue Less Expense</i>	<u>(383,968)</u>	<u>2,650,437</u>	<u>(1,317,881)</u>	<u>(1,716,525)</u>		<u>283,201</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

FLEET MAINTENANCE FUND

	<u>Revised 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	3,161,802	3,137,762	-	24,040	99.2%	2,913,716
Reimbursements	5,000	5,000	-	(0)	100.0%	5,000
Miscellaneous	60,000	95,531	-	(35,531)	159.2%	69,854
Operating Transfers-In	-	-	-	-	0.0%	31,196
TOTAL REVENUES	<u>3,226,802</u>	<u>3,238,294</u>	<u>-</u>	<u>(11,492)</u>	<u>100.4%</u>	<u>3,019,766</u>
EXPENSES						
Salaries & Benefits	1,598,636	1,578,229	-	20,406	98.7%	1,424,094
Materials, Supplies & Services	1,688,788	1,669,694	11,509	7,585	99.6%	1,465,043
Special Projects	54,965	46,181	20,500	(11,716)	121.3%	109,174
Capital Outlay Transfers	1,467	1,467	-	-	100.0%	61,934
Equipment	7,884	4,577	-	3,307	58.1%	17,214
Capitalized Fixed Assets	30,275	-	30,275	-	100.0%	16,213
TOTAL EXPENSES	<u>3,382,015</u>	<u>3,300,149</u>	<u>62,284</u>	<u>19,582</u>	<u>99.4%</u>	<u>3,093,671</u>
<i>Revenue Less Expense</i>	<u>(155,213)</u>	<u>(61,855)</u>	<u>(62,284)</u>	<u>(31,074)</u>		<u>(73,905)</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

SELF INSURANCE TRUST FUND

	<u>Revised 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	7,658,599	7,658,599	-	0	100.0%	5,056,794
Workers' Compensation Premiums	4,572,008	4,569,258	-	2,750	99.9%	4,164,100
OSH Charges	292,974	292,974	-	-	100.0%	290,230
Unemployment Insurance Premium	427,559	410,265	-	17,294	96.0%	277,529
Investment Income	40,800	67,562	-	(26,762)	165.6%	41,123
Miscellaneous	-	115,206	-	(115,206)	100.0%	-
Operating Transfers-In	4,075,825	4,075,825	-	-	100.0%	518,890
TOTAL REVENUES	<u>17,067,765</u>	<u>17,189,689</u>	<u>-</u>	<u>(121,924)</u>	<u>100.7%</u>	<u>10,348,667</u>
EXPENSES						
Salaries & Benefits	928,263	847,276	-	80,987	91.3%	776,573
Materials, Supplies & Services	14,320,796	13,901,621	762,272	(343,098)	102.4%	10,826,691
Capital Outlay Transfers	409	409	-	0	100.0%	818
Equipment	-	479	-	(479)	100.0%	-
TOTAL EXPENSES	<u>15,249,467</u>	<u>14,749,786</u>	<u>762,272</u>	<u>(262,591)</u>	<u>101.7%</u>	<u>11,604,082</u>
<i>Revenue Less Expense</i>	<u>1,818,298</u>	<u>2,439,903</u>	<u>(762,272)</u>	<u>140,667</u>		<u>(1,255,415)</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 Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

INFORMATION TECHNOLOGY FUND

	<u>Revised 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	5,261,982	5,164,511	-	97,471	98.1%	4,485,982
Operating Transfers-In	-	-	-	-	0.0%	76,240
TOTAL REVENUES	<u>5,261,982</u>	<u>5,164,511</u>	<u>-</u>	<u>97,471</u>	<u>98.1%</u>	<u>4,562,222</u>
EXPENSES						
Salaries & Benefits	3,420,556	3,123,742	-	296,814	91.3%	2,588,446
Materials, Supplies & Services	1,910,360	1,806,661	24,297	79,401	95.8%	1,599,080
Special Projects	200	632	-	(432)	316.0%	14,195
Capital Outlay Transfers	131,677	131,677	-	(0)	100.0%	232,127
Equipment	12,640	17,722	-	(5,082)	140.2%	11,969
TOTAL EXPENSES	<u>5,475,433</u>	<u>5,080,435</u>	<u>24,297</u>	<u>370,701</u>	<u>93.2%</u>	<u>4,445,817</u>
<i>Revenue Less Expense</i>	<u>(213,451)</u>	<u>84,076</u>	<u>(24,297)</u>	<u>(273,230)</u>		<u>116,405</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 Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

WATERFRONT OPERATING FUND

	<u>Revised 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	2,000,000	2,311,428	-	(311,428)	115.6%	2,257,613
Leases - Food Service	3,100,000	3,603,250	-	(503,250)	116.2%	3,400,627
Slip Rental Fees	5,070,940	5,162,804	-	(91,864)	101.8%	4,894,155
Visitors Fees	750,000	763,761	-	(13,761)	101.8%	817,254
Slip Transfer Fees	1,100,000	1,129,675	-	(29,675)	102.7%	1,380,950
Parking Revenue	3,254,325	3,641,418	-	(387,093)	111.9%	3,377,751
Wharf Parking	220,000	296,913	-	(76,913)	135.0%	292,108
Grants	-	26,127	-	(26,127)	100.0%	12,752
Other Fees & Charges	252,630	244,342	-	8,289	96.7%	246,707
Investment Income	112,700	258,379	-	(145,679)	229.3%	116,260
Rents & Concessions	392,316	458,844	-	(66,528)	117.0%	431,378
Miscellaneous	783,220	920,733	-	(137,513)	117.6%	458,220
Operating Transfers-In	-	-	-	-	0.0%	128,603
TOTAL REVENUES	<u>17,036,131</u>	<u>18,817,674</u>	<u>-</u>	<u>(1,781,542)</u>	<u>110.5%</u>	<u>17,814,379</u>
EXPENSES						
Salaries & Benefits	8,297,772	7,868,299	-	429,472	94.8%	7,461,657
Materials, Supplies & Services	6,066,341	5,513,985	195,735	356,622	94.1%	4,848,929
Special Projects	296,875	207,014	28,875	60,986	79.5%	175,392
Debt Service	2,036,965	2,036,965	-	(0)	100.0%	2,038,500
Capital Outlay Transfers	2,350,000	2,350,000	-	0	100.0%	436,852
Equipment	147,075	52,808	525	93,742	36.3%	51,843
Capitalized Fixed Assets	83,840	22,796	13,847	47,197	43.7%	-
Other	2,375	2,513	-	(138)	105.8%	2,513
Appropriated Reserve	100,000	-	-	100,000	0.0%	-
TOTAL EXPENSES	<u>19,381,242</u>	<u>18,054,379</u>	<u>238,981</u>	<u>1,087,881</u>	<u>94.4%</u>	<u>15,015,686</u>
<i>Revenue Less Expense</i>	<u>(2,345,110)</u>	<u>763,294</u>	<u>(238,981)</u>	<u>(2,869,424)</u>		<u>2,798,694</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 Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

SANTA BARBARA CLEAN ENERGY FUND

	<u>Revised 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	39,500,000	43,429,010	-	(3,929,010)	109.9%	14,718,475
Investment Income	-	-	-	-	0.0%	73
Operating Transfers-In	-	-	-	-	0.0%	1,593,466
TOTAL REVENUES	39,500,000	43,429,010	-	(3,929,010)	109.9%	16,312,014
EXPENSES						
Salaries & Benefits	177,610	177,301	-	309	99.8%	163,292
Materials, Supplies & Services	37,380,601	35,481,789	582,063	1,316,750	96.5%	14,579,031
Special Projects	1,097,719	1,127,724	24,591	(54,596)	105.0%	786,612
Debt Service	-	34,039	-	(34,039)	100.0%	19,658
Other	311,368	687,384	-	(376,016)	220.8%	-
TOTAL EXPENSES	38,967,298	37,508,237	606,654	852,407	97.8%	15,548,593
<i>Revenue Less Expense</i>	<u>532,702</u>	<u>5,920,774</u>	<u>(606,654)</u>	<u>(4,781,418)</u>		<u>763,421</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For Twelve Months Ended June 30, 2023 (100% of Fiscal Year)

ENERGY AND CLIMATE MANAGEMENT FUND

	<u>Revised 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	2,577,568	2,554,631	-	22,938	99.1%	2,369,071
Grants	93,600	91,994	-	1,606	98.3%	169,601
Miscellaneous	-	10,493	-	(10,493)	100.0%	1
Operating Transfers-In	-	-	-	-	0.0%	11,565
TOTAL REVENUES	2,671,168	2,657,118	-	14,050	99.5%	2,550,238
EXPENSES						
Salaries & Benefits	812,036	698,438	-	113,598	86.0%	483,931
Materials, Supplies & Services	2,024,878	1,710,605	136,416	177,857	91.2%	1,489,550
Special Projects	192,004	9,545	108,322	74,137	61.4%	11,402
Debt Service	24,140	24,140	-	(0)	100.0%	24,140
Capital Outlay Transfers	435	435	-	-	100.0%	100,870
Equipment	9,471	12,905	-	(3,434)	136.3%	646
Capitalized Fixed Assets	78,600	78,600	-	-	100.0%	91,000
TOTAL EXPENSES	3,141,564	2,534,668	244,738	362,158	88.5%	2,201,540
<i>Revenue Less Expense</i>	<u>(470,396)</u>	<u>122,450</u>	<u>(244,738)</u>	<u>(348,108)</u>		<u>348,697</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.

***Fiscal Year 2023 Interim Financial Statements
for the Twelve Months Ended June 30, 2023 (100% of Year Elapsed)***

General Fund Revenues

The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The *Summary of Revenues, General Fund* table below reports preliminary General Fund revenues for the month ending June 30, 2023, in Fiscal Year (FY) 2023. For interim financial statement purposes, revenues are reported on a cash basis (i.e., when funds are received). All revenues below have unique collection cycles, therefore may vary from other revenues and result in fluctuations when comparing historical actuals. This table highlights the annual revised budget and actual collections for general tax revenues, franchise fees, and other fees/charges. There are still several pending adjustments that will have an impact on the bottom line; however, the overall year-end result is materially correct and will only show minor changes moving forward. Q4 adjustments are also not represented in the tables below.

SUMMARY OF REVENUES					
For the Twelve Months Ended June 30, 2023 Fiscal Year 2023					
GENERAL FUND					
	Current Year Analysis FY2023			Prior Year Analysis FY2022	
	Revised Budget	YTD Actual	Percent Rec'd	Prior Year YTD Actual	Change From FY22
Property Tax	\$43,250,489	\$46,006,164	106%	\$42,225,898	9%
Sales & Use Tax	26,704,042	29,057,474	109%	28,503,731	2%
Measure C Sales Tax	28,323,342	30,732,928	109%	30,824,430	(0%)
Transient Occupancy Tax	23,583,553	26,213,987	111%	26,628,111	(2%)
Utility Users Tax	7,779,112	7,967,487	102%	7,804,880	2%
Business License	2,714,006	2,679,340	99%	2,653,092	1%
Cannabis Excise Tax	1,879,977	1,388,089	74%	1,672,274	(17%)
Property Transfer tax	1,328,218	862,195	65%	1,352,652	(36%)
Total Taxes	\$135,562,739	\$144,907,663	107%	\$141,665,065	2%
License & Permits	159,858	175,475	110%	215,977	(19%)
Fines & Forfeitures	3,018,920	1,588,657	53%	2,237,471	(29%)
Franchise Fee	4,007,090	4,253,175	106%	4,176,090	2%
Use of Money & Property	1,928,576	2,874,637	149%	1,614,970	78%
Intergovernmental	2,273,090	2,089,272	92%	15,356,751	(86%)
Fee & Charges	15,521,484	15,559,703	100%	14,170,629	10%
Miscellaneous	22,582,550	23,369,461	103%	22,225,478	5%
Total Other	\$49,491,569	\$49,910,382	101%	\$59,997,365	(17%)
Total Revenues	\$185,054,308	\$194,818,045	105%	\$201,662,431	(3%)

Summary of Revenues, General Fund

*Fiscal Year 2023 Interim Financial Statements
for the Twelve Months Ended June 30, 2023 (100% of Year Elapsed)*

Property Tax

In 1978, a State constitutional amendment (Article XIII A) provided that the ad valorem real property tax rate be limited to 1% of market value and be levied only by the county and shared with all other jurisdictions. The County of Santa Barbara collects the property taxes and distributes them to taxing jurisdictions because of the taxing jurisdictions' assessed valuations, subject to adjustments for voter approved debt. Property taxes are formally due on November 1 and February 1 and become delinquent as of December 10 and April 10, respectively. Taxes become a lien on a property effective March 1 of the preceding year.

As of June 30, 2023, approximately \$46.0 Million in property tax revenues were received. During the budget setting process, 2.5% growth was anticipated in FY 2023 when comparing the previous year's actuals. Actual revenues for this year are now trending to be \$2.8 Million above budget. To note, Proposition 13 impacts the amount of property tax collected as it limits how much taxable value of a property can increase every year. This property assessment occurs in January for the subsequent year at a restricted rate of 2% or Consumer Price Index (CPI), whichever is lessor. Prior to FY 2022, this increase was 2% for several years. CPI in FY 2022 was 1.016% but returned to 2% in FY 2023.

Sales Taxes

Sales and use tax revenue, collected on a cash basis through June 30, 2023, is approximately \$29.0 Million. Positive sales tax trends have been observed, likely due to a combination of increased consumer spending (particularly in online and auto sales) and higher than expected inflation. Sales tax, currently received, is 8.8% higher than forecasted for FY 2023.

Measure C Sales Tax

On November 7, 2017, a 1% general sales tax measure (Measure C) was approved, with significant community support for infrastructure needs, which will generate the necessary funds required to improve the citywide PCI rating. Measure C sales tax revenue received at the end of Fourth Quarter (Q4) is approximately \$30.7 Million on a cash basis, which is 8.5% higher than expected for FY 2023. The additional Measure C revenue will be programmed to support capital projects in the FY 2025 budget cycle.

Transient Occupancy Tax

Transient Occupancy Tax (TOT) revenue at Q4 is approximately \$26.2 Million. There is a higher demand for rooms now that travel has picked up, however, the main cause of the growth is related to increases in average daily rates, which are 30%-40% higher than FY 2019 (pre-pandemic rates). TOT revenues are 11.2% higher than FY 2023 revised budget.

Department and Other Revenues

Cannabis tax revenues have seen a decline (26.2%) primarily attributable to one Cannabis business, due to consolidation of operations and reduced sales in FY 2023 compared to FY 2022.

Various General Fund departments throughout the City generate revenue. These revenue sources combined generated \$32.3 Million in FY 2023. Revenues from departments are comprised of various categories in the *Summary of Revenues, General Fund* table above, but for transparency purposes these variances are broken out by department in the *Summary of Departmental Revenues, General Fund* table below.

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SUMMARY OF DEPARTMENTAL REVENUES			
GENERAL FUND			
For the Twelve Months Ended June 30, 2023 Fiscal Year 2023			
<u>Department</u>	<u>Revised Budget</u>	<u>YTD Actual</u>	
Mayor & Council	\$120,000	\$76,086	63.4%
City Attorney	311,302	270,000	86.7%
City Administrator	227,548	132,926	58.4%
Human Resources	35,000	7,987	22.8%
Finance	535,631	250,349	46.7%
General Government	\$1,229,481	\$737,348	60.0%
Police	4,096,976	2,843,396	69.4%
Fire	4,531,442	4,773,768	105.3%
Public Safety	\$8,628,418	\$7,617,164	88.3%
Parks & Recreation	7,721,467	6,995,746	90.6%
Library	1,006,298	964,397	95.8%
Community Services	\$8,727,765	\$7,960,144	91.2%
Public Works	7,764,604	7,934,913	102.2%
Sustainability & Resiliency	100,000	39,518	100.0%
Community Development	7,662,134	8,046,538	105.0%
Total	\$34,112,402	\$32,335,624	94.8%
% of Annual Budget		94.8%	

Summary of Departmental Revenues, General Fund

General Fund Expenditures

The *Summary of Departmental Expenditures, General Fund* table below summarizes General Fund expenditures through June 30, 2023, compared to Revised Budget. The Revised Budget column represents the adopted budget, appropriation carryovers from the prior year, and all supplemental appropriations approved by the City Council in the current year. Encumbrances as of June 30, 2023, are shown separately from expense actuals as the inclusion of encumbrances within actuals can distort trends. The City uses encumbrances to control expenditure commitments for the year and to enhance cash management. Encumbrances represent commitments related to contracts not yet performed and purchase orders not yet filled (executory contracts and open purchase orders). Commitments for such expenditure of monies are encumbered to reserve a portion of applicable appropriations. Encumbrances still open at year-end are not accounted for as expenditures and liabilities but rather, as restricted or committed governmental fund balance.

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The FY 2023 adopted budget included several targeted reduction plans to assist with lowering City expenditures. A balancing strategy of roughly \$1.0 Million was allocated across General Fund departments, including general reductions and salary-saving measures. Most departments have met or exceeded their goal.

**SUMMARY OF DEPARTMENTAL EXPENDITURES
GENERAL FUND
For the Twelve Months Ended June 30, 2023 Fiscal Year 2023**

Department	Revised Budget	YTD Actual		Projected Full Year	YTD Variance Without Encumbrance	Encumbrance	Remaining Budget After Encumbrances
Mayor & Council	\$3,369,956	\$3,273,811	97%	\$3,273,811	\$96,145	\$45,911	\$50,234
City Attorney	5,670,041	4,412,778	78%	\$4,412,778	1,257,263	27,252	1,230,010
City Administrator	4,138,516	3,609,614	87%	\$3,609,614	528,901	98,028	430,873
Human Resources	3,047,913	2,574,197	84%	\$2,574,197	473,716	397,006	76,712
Finance	7,272,532	7,083,122	97%	\$7,083,122	189,409	59,215	130,195
General Government	\$23,498,959	\$20,953,523	89%	\$20,953,523	\$2,545,435	\$627,412	\$1,918,024
Police	52,574,493	48,042,058	91%	\$48,042,058	4,532,436	1,158,489	3,373,948
Fire	34,917,542	34,605,481	99%	\$34,605,481	312,061	225,027	87,034
Public Safety	\$87,492,035	\$82,647,540	94%	\$82,647,539	\$4,844,496	\$1,383,515	\$3,460,981
Parks & Recreation	21,865,760	19,723,204	90%	\$19,723,204	2,142,556	314,631	1,827,925
Library	7,670,640	7,202,919	94%	\$7,202,919	467,721	776	466,944
Community Services	\$29,536,399	\$26,926,123	91%	\$26,926,123	\$2,610,277	\$315,407	\$2,294,868
Public Works	11,415,564	9,959,206	87%	\$9,959,206	1,456,358	105,470	1,350,887
Sustainability & Resiliency	75,245	17,014	23%	\$17,014	58,231	48,635	9,596
Community Development	16,159,256	15,079,563	93%	\$15,079,563	1,079,693	277,548	802,145
Non-Departmental	33,303,533	35,436,169	106%	\$37,845,755	(2,132,636)	0	(2,132,636)
Total	\$201,480,990	\$191,019,138	95%	193,428,723	\$10,461,853	\$2,757,988	\$7,703,864
	% of Annual Budget	94.8%			5.2%	1.4%	3.8%

Summary of Departmental Expenditures, General Fund

*Fiscal Year 2023 Interim Financial Statements
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SUMMARY OF EXPENDITURES BY TYPE				
GENERAL FUND				
For the Twelve Months Ended June 30, 2023 Fiscal Year 2023				
Character Type	Revised Budget	YTD Actual		Projected Full Year
Salaries	\$77,705,877	\$75,432,824	97%	\$75,432,824
Benefits	48,389,219	46,075,525	95%	\$46,075,525
Attrition Savings	(4,420,842)	\$-	0%	\$-
Salaries & Benefits	\$121,674,254	\$121,508,349	100%	\$121,508,349
Supplies & Services	15,946,090	11,335,102	71%	\$11,335,102
Allocated Costs	15,495,102	15,277,640	99%	\$15,277,640
Special Projects	6,125,659	4,164,132	68%	\$4,164,132
Other	145,599	143,061	98%	\$143,061
Supplies & Other	\$37,712,450	\$30,919,935	82%	\$30,919,935
Equipment	3,124,315	1,900,971	61%	\$1,900,971
Transfers	38,911,466	36,680,286	94%	\$39,089,872
Debt Service	58,505	9,596	16%	\$9,596
Equipment & Capital	\$42,094,286	\$38,590,853	92%	\$41,000,438
Total	\$201,480,990	\$191,019,137	95%	\$193,428,723
% of Annual Budget		94.8%		

Summary of Departmental Expenditures by Character Code, General Fund

Expenditure Analysis by General Fund

The General Fund revised budget of \$201.5 Million, which includes \$7.9 Million in carried forward appropriations and encumbrances and any FY 2023 council approved amendments, is 95% exhausted (\$191.0 Million) as of June 30, 2023. The *Summary of Departmental Expenditures, General Fund* table above shows performance at department level. 43% of the total budget, including Non-Departmental Expenditures, is appropriated to provide public safety services through the Police and Fire Departments. Community Services comprises 14.7% of the total budget, which includes the City’s Parks and Recreation and Library Departments. General Government makes up 11.7% of appropriations which includes Finance, City Administration, Mayor & Council, City Attorney, Human Resources, and City Clerk departments.

General Government actual spending of approximately \$20.9 Million, represents 89% of its associated annual budget. It is a combination of variances; City Attorney actual is 78% of its budget. The predominant variance is related to the \$1.1 Million approved Short-Term Rental Enforcement Pilot program that will not take effect until FY 2024; therefore, this appropriation will

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be carried forward.

Public Safety actual spending is approximately \$82.6 Million or 94% of the associated annual budget. Lower expense trends are mainly related to staffing shortages through FY 2023.

The Police Department (PD) expended \$48.0 Million (91%) of its budget in the fourth quarter. Overall salaries, which includes overtime, came in at 4.7% under budget (\$1.2 Million). Overtime expenditure was 135% of its budget due to ongoing staffing challenges and workloads. Staff continue to manage scheduling and staffing needs to ensure appropriate law enforcement coverage for the City. The Department remains challenged by staffing shortage and long-term Injuries on Duty (IOD). The department currently has 28 sworn positions and 20 professional service positions vacant. Due to these challenges, some programs have been suspended and some staff reassigned to Patrol. Recruitment continues and there are five people in the April 2023 academy who will graduate in October 2023, which will provide additional support. In addition to the \$1.2 Million in salary savings at yearend the department used \$1.3 Million in salary and benefit savings to purchase new body worn cameras and tasers. The Department will continue to evaluate the staffing needs and make appropriate changes.

Revenue is 69.4% of its budget. This shortfall is mainly due to parking revenue decline related to the limited volume of citations issued because of staffing shortages. The target for parking citation revenue in FY 2023 was adjusted down to \$2,128,618, anticipating that the pandemic parking enforcement suspensions would continue to have some impact on future revenue as well as the ongoing staffing challenges. The actual staffing shortage was greater than anticipated. A year-end budget adjustment funded by salary savings is being requested to replenish a negative fund balance within the Public Works Department's Street Sweeping fund due to additional residential street sweeping expenditures incurred.

The Fire Department (FD) spent \$34.6 Million, using 99% of its budget. Combination of staffing shortages, increased overtime, and the carryforward of Vegetation Management for \$265K in FY 2024 brings expenditures in line with budget.

Revenue projections were reduced at mid-year and Q3 to reflect a slower than anticipated Mutual Aid season. However, revenue exceeded forecast attributed mainly to higher than anticipated airport reimbursement related to Aircraft Rescue and Fire Fighting (ARFF) services.

Community Services has actual expenditures of \$26.9 Million, or 92% of associated budget for FY 2023.

The Library Department spent \$7.2 Million, or 94% of its annual budget for FY 2023. Savings in the General Fund at yearend are due to unexpected vacancies and grant funding coverage of salaries. Revenue shortfall is largely due to the continued impact of Central Library construction projects taking longer than expected.

Parks and Recreation (P&R) Department had Q4 expenditures of \$19.7 Million (90% of its annual budget). Due to several permanent positions held vacant in Q1 and the mandated hiring freeze implemented in Q4, P&R achieved FY 2023 required budget reduction targets (1% of expenditure budget). Additionally, a large portion of savings is due to the reduction in non-contractual services and supplies related to the Trapeze Camp and other programs. An important thing to note is that most Recreation programs are contracted out and expenditures are offset by the revenue they generate. The Department continues to provide essential services, such as park

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maintenance to ensure that the community has access to safe and clean open spaces, food distribution and senior meal programs, recreation programming, camps, and affordable activities for youth and adults. Aside from core functions, the P&R Department continues to advance key capital infrastructure planning, design, and construction to ensure safe and accessible conditions.

The Public Works Department (PWD) had expenditures of \$9.96 Million, or 87% of its annual budget for FY 2023. Salary and benefit savings for administrative support throughout the department contributed to the savings. These positions have now been filled. Environmental programs were 69% of budget primarily due to underground tank abatement and remediation. The savings for the remediation projects will be carried forward to FY 2024 for upcoming remediation projects that were pushed due to prior budget constraints.

The Sustainability & Resilience (S&R) Department had expenditures of \$17K related to the CalRecycle program that is solely grant funded. Approximately \$57K of this grant will be encumbered and fully spent by the end of FY 2024. The CalRecycle program's mission is to protect California's environment and climate for the health and prosperity of future generations through the reduction, reuse and recycling of California resources, environmental education, disaster recovery, and the transition from a disposable to a fully circular economy.

The Community Development Department (CDD) had expenditures of \$15.1 Million or 93% of its annual budget. There was high demand this year for development services/permits which drove the revenue budget exceedance. As for expenditure shortfall, the main driver of savings was related to recruiting challenges that resulted in sustained rates of high vacancies.

Non-Departmental expenditure includes transfers from the General Fund to other funds. Most transfers occurring are to the Measure C fund which supports various capital maintenance and improvement projects. Anticipated year-end attrition savings are also recorded here, which helps balance variances achieved. Prior quarter, a transfer of \$4.0 Million from the General Fund into the Self-Insurance fund (SIF) was adopted to address the growing underfunded reserves in the SIF. The actuarial recommended reserve level in the SIF grew from \$18.3 Million in FY 2022 to \$24.4 Million in FY 2023 – a \$6.1 Million increase. The allocations into the SIF in FY 2023 and planned for FY 2024 and beyond are not adequate to bring reserves up to the actuarial recommended level; therefore, staff will consider transferring additional General Fund resources, as available, into the SIF which is in line with Council's prior direction to allocate additional resources to address the underfunded position, in future budget cycles.

General Fund Reserves Projection

The *General Fund, Fund Balance* table below summarizes reserve projections for FY 2023, compared to actual reserves from prior years. General Fund has two reserve targets, Disaster Reserves and Contingency Reserves.

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General Fund, Fund Balance	FY2019 Actual	FY2020 Actual	FY2021 Actual	FY2022 Actual	FY2023 Projected at Q4	FY23 v FY22 Projected Change in Reserve
Contingency Reserve Target 10%	\$13,910,966	\$13,799,412	\$14,255,661	\$15,650,447	\$16,862,261	\$1,211,814
Disaster Reserve Target 15%	20,866,449	20,699,118	21,383,491	23,475,670	25,293,392	1,817,722
Total Policy Reserve Target	\$34,777,415	\$34,498,530	\$35,639,152	\$39,126,117	\$42,155,653	\$3,029,536
(Below) / Above Policy	(1,513,888)	(8,526,275)	(1,419,589)	464,613	(3,841,688)	(4,306,301)
Actual Reserves	\$33,263,527	\$25,972,255	\$34,219,563	\$39,590,730	\$38,313,965	(\$1,276,765)
Self-Insurance Fund Under- Reserve*	(2,109,073)	(4,580,532)	(4,758,252)	(5,889,878)	(\$5,793,359)	96,519
Remaining Contingency Reserve	\$10,288,005	\$692,605	\$8,077,820	\$10,225,182	\$7,227,214	(\$2,997,968)
*SIF Note: The SIF under-reserve assumes that 48% of the \$10.9 Million lower reserve position is the responsibility of the General Fund.						

General Fund Reserves, Balance Summary

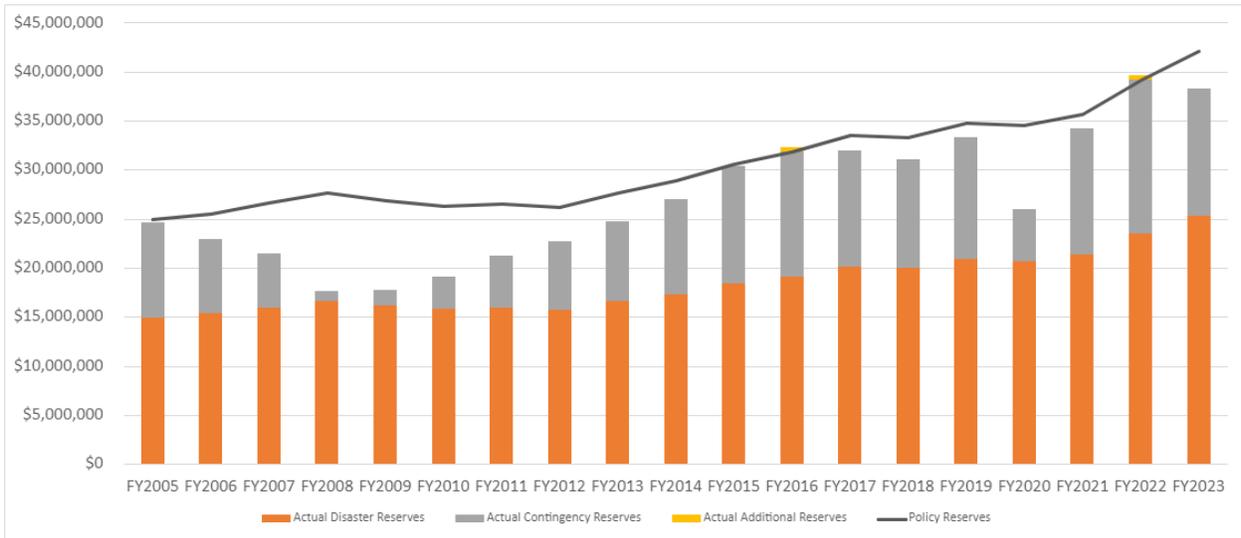
The Disaster Reserve is restricted to use in addressing the financial impacts of natural disasters, such as storms, floods, wildfires, droughts, tsunamis, earthquakes, and any other event that results in significant damage to City facilities and infrastructure or a significant reduction of normal operating revenues. The amount of the required Disaster Reserve is calculated based on 15% of the most recently adopted fiscal year operating expenditure budget.

The purpose of the Contingency Reserve is to allow for the orderly implementation of a balancing strategy to address the fiscal impacts of unexpected events to minimize the impacts to the organization and community. The most common of these events would be an economic recession that results in a significant impact on key revenues such as sales, transient occupancy, or property taxes. The Contingency Reserve is calculated based on 10% of the most recently adopted fiscal year operating expenditure budget. This table summarizes General Fund reserve targets of 15% Disaster and 10% Contingency as required by City Council Resolution No. 22-126, which amended Resolution No. 12-066 and rescinded Resolution No. 18-056. Any use of the Disaster or Contingency reserves requires a majority vote of approval by the City Council. Staff will continue to address anticipated changes to reserves based on projections in future quarterly reports to City Council.

The FY 2023 adopted budget required strategic use of a small amount of reserves to balance the budget. Reserves were largely replenished in FY 2022; however, they are projected to decline slightly in FY 2023. The SIF is still underfunded based on the actuarial recommended level, which continues to present a burden on the General Fund.

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The graph below summarizes the General Fund Reserves since FY 2005, including a projection of ending reserves at the end of FY 2023. The FY 2023 adopted budget appropriated use of \$1.0 Million of reserves to balance the budget. FY 2023 also includes the use of carryforward appropriation from FY 2022, which is included in the revised budget. Per the City Council revised reserve policy, a proportional share of surpluses in City funds would be allocated to address the ongoing pension costs and liabilities, and the remaining reserves would stay in General Fund reserves to address future budget challenges.



*General Fund Reserves, Summary
(FY 2023 are projections, whereas other years are actuals)*

Enterprise Operating Fund Revenues and Expenses

Unlike the General Fund, that relies primarily on taxes to fund programs and services, Enterprise Funds, also known as Proprietary Funds, are financed primarily from user fees and other non-tax revenues. The *Summary of Revenues & Expenses, Enterprise Funds* table below reports Enterprise Fund revenues and expenses through June 30, 2023, associated Annual Budget, projected end-of-year actuals and prior year actuals for this same twelve-month period. Encumbrances as of June 30, 2023, are shown separately from expense actuals as the inclusion of encumbrances within actuals can distort trends. Proprietary funds of the City include the Water Fund, Wastewater Fund, Airport Fund, Waterfront Fund, Solid Waste Fund, Downtown Parking Fund, Clean Energy Fund, and Golf Fund.

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SUMMARY OF REVENUES & EXPENSES						
For the Twelve Months Ended June 30, 2023 Fiscal Year 2023						
ENTERPRISE FUNDS						
Current Year Analysis FY2023						
	Revised Budget	YTD Actual	YTD Percent	Encumbered	Prior Year YTD Actual	FY2022 %Variance
Solid Waste Fund						
Revenues	\$34,272,920	\$34,216,276	99.8%	\$0	\$33,930,892	0.8%
Expenses	34,958,987	32,940,903	94.2%	135,124	29,816,546	10.5%
Add / (Use)						
Reserves	(\$686,067)	\$1,275,372		(\$135,124)	\$4,114,347	
Water Fund						
Revenues	70,492,814	66,894,697	94.9%	0	78,582,151	-14.9%
Expenses	73,981,719	65,752,353	88.9%	2,065,594	66,416,925	-1.0%
Add / (Use)						
Reserves	(\$3,488,905)	\$1,142,344		(\$2,065,594)	\$12,165,226	
Wastewater Fund						
Revenues	27,441,554	26,955,781	98.2%	0	25,910,883	4.0%
Expenses	28,741,397	27,024,457	94.0%	1,064,527	25,201,267	7.2%
Add / (Use)						
Reserves	(\$1,299,843)	(\$68,677)		(\$1,064,527)	\$709,616	
Downtown Parking Fund						
Revenues	10,621,353	10,313,259	97.1%	0	6,992,483	47.5%
Expenses	10,812,012	10,464,739	96.8%	173,655	8,048,166	30.0%
Add / (Use)						
Reserves	(\$190,659)	(\$151,480)		(\$173,655)	(\$1,055,683)	
Clean Energy Fund						
Revenues	39,500,000	43,429,010	109.9%	0	16,312,014	100.0%
Expenses	38,967,298	37,508,237	96.3%	606,654	15,548,593	141.2%
Add / (Use)						
Reserves	\$532,702	\$5,920,774		(\$606,654)	\$763,421	
Airport Fund						
Revenues	27,238,151	27,372,269	100.5%	0	30,280,673	-9.6%
Expenses	32,767,740	29,649,278	90.5%	740,345	27,226,349	8.9%
Add / (Use)						
Reserves	(\$5,529,589)	(\$2,277,009)		(\$740,345)	\$3,054,324	
Golf Fund						
Revenues	4,042,489	4,253,125	105.2%		4,198,344	1.3%
Expenses	3,912,057	3,723,059	95.2%		3,257,816	14.3%
Add / (Use)						
Reserves	\$130,432	\$530,066		\$0	\$940,528	
Waterfront Fund						
Revenues	17,036,131	18,817,674	110.5%	0	17,814,379	5.6%
Expenses	19,381,242	18,054,379	93.2%	238,981	15,015,686	20.2%
Add / (Use)						
Reserves	(\$2,345,109)	\$763,294		(\$238,981)	\$2,798,694	

Summary of Revenues & Expenses, Enterprise Funds

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Solid Waste Fund

The Solid Waste Fund accounts for trash and recycling services and related programs. Solid Waste Revenues are \$34.2 Million for FY 2023, which aligns with budget. A large majority of this revenue (\$33.7 Million) comprises of trash & recycling service charged to customers. The main costs of the fund are for hauling service (provided by the City's franchise hauler MarBorg Industries), for processing and disposal services through the ReSource Center at the Tajiguas Landfill (administered by the County of Santa Barbara), and other trash and recycling programs managed by City staff. Actual expenditures are \$32.9 Million (94.2% of budget) and is below budget largely due to slightly lower MarBorg compensation, salaries/benefits savings due to vacancies, and some savings related to professional services.

Water Fund

The Water Fund accounts for the provision of water services to the residents of the City and some residents of the County. At the end of FY 2023, Water Fund revenues have totaled \$66.8 Million, or 94.9% of its adopted budget, which includes anticipated seasonal variance in revenues related to higher water demand in summer months. Due to recent storm events, there was a slight shift in water use for FY 2023, resulting in a decrease in revenue of 7.7% when compared to budget.

Expenditures ended Q4 at \$65.7 Million or 91.7% of its annual budget (including encumbrances). Largely due to vacancies and Special Projects (water purchases/delivery), expenditures are under budget by \$6.1 Million. Given the plentiful rainfall this year there was no need to purchase additional water this year.

Wastewater Fund

The Wastewater Fund accounts for the provision of sewer services to the residents of the City and some residents of the County. FY 2023 revenues are on target at \$26.9 Million (98.2% of its annual budget). Only a portion of Wastewater rates depend on water usage, which explains why there is less variability in Wastewater rate revenue when compared to Water rate revenue. Various other revenue sources such as interest income, sewer tap fees, pre-treatment analysis, and Fats-Oils-Grease (FOG) disposal fees experienced small variances that contributed to the overall balance of revenues.

Expenditures are below budget at \$27.0 Million (94% of budget). Encumbrance for \$1.0 Million brings total expenditures to 97.7% of its annual budget. Special Projects ended the year at \$767K or \$148K (16%) below budget due to a shift of CCTV costs to the capital program. To receive the best pricing for the CCTV project, it was determined to encumber the entire three-year contract in FY 2023. The special projects fund was developed to address only one year of the CCTV; therefore, the entire CCTV contract was encumbered in the CIP SSO fund and not the special project fund.

Downtown Parking Fund

Downtown Parking Fund accounts for the provision of parking services in the downtown area of the City. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration, operations, maintenance, billing and collection of fees, capital acquisition, construction, and financing and related debt service. At Q4, actual revenues for Downtown Parking are approximately \$10.3 Million or 97.1% of its annual budget. When most of the revenues exceeded budget expectations, service charges were down slightly, mainly due to difficulty staffing hourly lots for self-service in the mornings and decreased demand. Other revenue factors include the Parking and Business Improvement Area (PBIA) assessment exceeding projected budget by nearly \$134.4K, due to stronger business activity Downtown.

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Overall expenditures for Q4 are \$10.4 Million, or 96.8% of its annual budget. Shortfall is related to salary and benefit savings of \$206K with an offset of \$80K from supplies and services.

Clean Energy Fund

The Clean Energy Fund accounts for the cost to procure clean and renewable electric energy on behalf of the Santa Barbara Community. The Santa Barbara Clean Energy Fund began operation in October 2021 and started receiving revenue in Q2 FY 2022. Through yearend, revenues are \$43.4 Million or 9.9% over budget. The energy rates that SBCE charges customers are tied to the rates that Southern California Edison (SCE) charges customers (a slight 1.6 cent per kilowatt-hour premium above the SCE rate). SCE's rates can change throughout the year, and in February 2023, SCE instituted a substantial rate increase and instituted a second rate increase that went into effect in June 2023. These increases resulted in SBCE's revenues to be \$4.0 Million above budget.

Expenditure for the SBCE Fund through Q4 are approximately \$37.5 Million or 96.3% of the budget. There has been significant volatility in the cost of energy in the open market, which led to large one-time increases in September and December. The combined effect of the increases in revenue and expenditure means that SBCE achieved a significant \$5.9 Million positive variance at yearend which will not only boost reserves but will fund customer programs for FY 2024.

Airport Fund

The Airport Fund accounts for the operation of the municipal airport and the administration of leases of airport property. The Airport Department continues to see a strong level of commercial airline passenger activity since the beginning of summer 2022. For this fourth quarter (April to June 2023) commercial airline passenger activity reached 100,000 passengers during the month of April, putting us closely on track towards the unprecedented achievement in October 2022, when we reached over 120,000 passengers in one month for the first time in Santa Barbara Airport history. Total Airport revenues of \$27.3 Million encompass 100.1% of the annual budget. Revenues exceeding budget are Parking, Ground transportation, rental cars, and Concessions which largely offset Commercial/Industrial lease shortfall of 93.03% of its FY 2023 budget.

Total Airport expenses of \$29.6 Million and \$740K in encumbrances encompass 92.7% of its annual budget. Salaries and benefits ended at 98.3% of its forecast. The airport is actively recruiting to fill vacancies to ensure operational needs are met. The Airport is seeking additional appropriations to support the Parking Program, which has grown into a significant revenue source. As a strong domestic leisure market, the Santa Barbara Airport is continuing to see sustained recovery in commercial airline activities despite higher than usual weather cancelations, airline staffing shortages, and airline technological issues. The Airport continues to right size operations to meet what is likely sustained growth in customer demand.

Golf Fund

The Golf Course Fund accounts for the operation of the municipal golf course. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration, operations, maintenance, capital acquisition and construction, financing and related debt service, and billing and collection of fees. At Q4, actual golf revenues are \$4.3 Million or 5.2% over its annual budget. Paid rounds and concession performance exceeded budget. After the rainy weather experienced in Q3, golfers returned to the course in full force and the golf course experienced high use of the facility throughout Q4. At yearend, the golf course achieved 65,647 paid rounds of golf which is 5% (3,032 rounds) ahead of budget. As a result of the strong revenues earned, the course operator received an incentive fee for a third consecutive year as projected.

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In addition, Mulligans, the golf course restaurant concessionaire performed well; \$232K or 43% above FY 2023 budget.

Expenditure at Q4 ended at \$3.7 Million (95.2% of annual budget), which is consistent with projected levels. All expenditures aligned with FY 2023 forecast aside from materials, supplies, and services which provided budget savings.

Waterfront Fund

The Waterfront Fund accounts for the operation of the City managed waterfront that includes a public wharf, a small craft harbor, and parking facilities. Actual revenues for FY 2023 are \$18.8 Million or 10.5% over its annual budget. Commercial and Food Service leases were over FY 2023 projections by 15.6 % and 16.2% respectively or a total of \$811K. Budgeted revenues were very conservative due to significant COVID related economic uncertainty and poor weather.

Actual expenditures for Q4 are \$18.0 Million (93.2% of annual budget) and encumbrances are \$238,981 collectively representing 94.4% of the Waterfront’s total annual budget. Salaries and Benefits finished slightly below budget for FY 2023. The savings are the result of numerous positions being held vacant. Supplies and services ended the year 9.7% below budget due to careful planning and cutting costs.

The January 2023 storms and swell events resulted in an Emergency Declaration at the Federal, State, and Local levels. It is the intent of the Waterfront and all other impacted departments to go after all available reimbursement funding options.

Enterprise Operating Funds: Year-End Projected Reserves

The *Enterprise Operating Funds, Reserves* table below summarizes the anticipated impact on reserves in each major enterprise fund at the end of FY 2023 compared to policy reserve targets.

Enterprise Operating Funds	FY2022 Policy Reserves	FY2022 Available Reserves	FY2023 Projected Add (Use) of Reserves	FY2023 Projected Available Reserves
Solid Waste	5,174,504	2,441,640	1,275,373	3,717,013
Water	32,648,426	15,106,164	1,142,344	16,248,508
Wastewater	11,112,046	658,121	(68,676)	589,445
Downtown Parking	2,784,756	58,443	(151,480)	(93,037)
Clean Energy	8,306,226	(9,694,992)	5,920,774	(3,774,219)
Airport	7,632,879	5,403,913	(2,277,009)	3,126,904
Golf	969,828	1,546,063	530,066	2,076,129
Waterfront	3,932,918	4,207,206	763,294	4,970,500

Enterprise Operating Funds, Reserves

For FY 2023, all enterprises aside from Clean Energy and Downtown Parking, are anticipated to have a funded position. It was mentioned Q2 that the Clean Energy fund would propose a reserve policy, this occurred and was adopted December 8, 2022, by Resolution No. 22-126. This policy

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noted that the Solid Waste and Clean Energy Enterprise Operating Funds shall utilize the contingency reserve to buffer a significant loss in revenue or the impacts of significant rate increases, and the use of these reserves should be considered one-time revenue as future rates will need to be adjusted to address any ongoing expense increases.

Interdepartmental Services Operating Fund Revenues and Expenses

The City has established internal service funds for centralized services that provide support across most or all funds and departments. These functions primarily include Fleet, Facilities, Risk Management, Creeks, and Information Technology. The interim quarterly reports would typically not discuss in detail major changes in the City's internal services departments and funds, as major changes typically do not occur during the year. For additional information, please see attachment 1, *Interim Statement of Revenues and Expenditures* for additional details.

Self-Insurance Fund (SIF)

The City purchases insurance policies to cap its exposure to loss for specific hazards. The SIF accumulates revenues through an annual allocation from departments as an expenditure to each department. The SIF then funds the program's annual renewals for insurance coverage for claims that may arise and to cover salaries/benefits of staff administering the program.

The SIF has had and is projected to have challenges in receiving adequate annual allocations to the fund from operating departments and not having adequate reserves in the fund to pay future claims. The cost to the City to retain existing property, excess general liability, and other insurance programs has increased substantially over the years. Liability coverage has become more expensive across the nation due to various substantial claims; notable claims related to law enforcement and droughts and wildfires in the Western United States and California included.

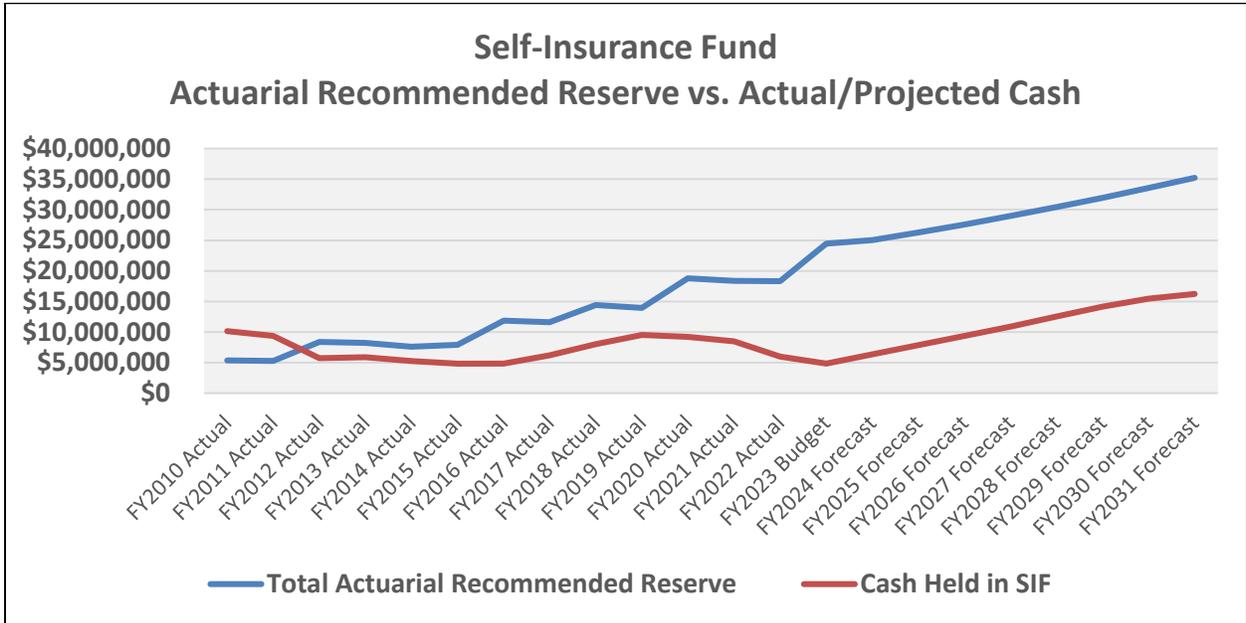
The adopted budget included additional allocations into the SIF to begin to increase reserves to achieve the actuarial recommended level over the next nine years. Expenditures of \$14.7 Million represent 101.7% of total budgeted expenditures through Q4. The most current actuarial report recommended a SIF balance of \$24.1 Million by the end of FY 2023, a \$5.8 Million increase from the prior fiscal year.

On November 16, 2021, staff presented an overview to the Finance Committee of major changes anticipated in the insurance industry, budget considerations for FY 2022 and FY 2023, and substantial increases to operating department allocations into the SIF to ensure ongoing premium and claim payments costs can be met, and adequate reserves are achieved. The Finance Committee unanimously supported implementing a plan to gradually increase allocations into the SIF over the next nine fiscal years to achieve target reserves at or near the actuarial recommended level. Staff built these allocation increases into the FY 2023 budget.

Staff proposed a \$4.0 Million transfer from the General Fund into the SIF by the end of FY 2023. This action was adopted during Q2 and will help stabilize the SIF reserves further to fund the City's insurance programs and reduce future funding challenges.

The graph below, *Self-Insurance Fund, Actuarial Recommendation*, shows the actuarial recommended reserve, the actual/projected cash in the SIF over the past 12 years, and the gradual/substantial reduced reserve levels in recent years.

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Self-Insurance Fund, Actuarial Recommendation

City of Santa Barbara
Fiscal Year 2023 Financial Statements for the Twelve Months Ended Jun 30, 2023
Schedule of Proposed Fourth Quarter Budget Adjustments

	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
GENERAL FUND (Fund 1000)			
Increase appropriations to reimburse for pandemic pay	\$ 680		\$ (680)
Technology Fees received in excess of technology related costs for the year are transferred to the Capital Fund to support future technology needs and upgrades. The FY23 Technology Fees Capital Fund transfer exceeds the budgeted amount. This entry increases the expenditure appropriations for transfer out, increases expenditure appropriations for unbudgeted purchase of additional Accela licenses, increases estimated revenue for transfer in to Fund 3000, and balances the entry in the General Fund by increasing estimated revenues for Technology Fees to offset the increase in appropriations for the transfer out and unbudgeted Accela expenditures.	\$ 43,810	\$ 34,008 \$ 11,705	\$ 34,008 \$ 11,705 \$ (1,903) \$ (43,810)
Decrease Salary appropriation to increase appropriation to transfer out to cover negative reserve balance in the Residential Street Sweeping Fund by increasing estimated revenue.	\$ (230,837) \$ 230,837	\$ - \$ -	\$ 230,837 \$ (230,837)
Decrease appropriation in Motor Vehicle Expenses in General Fund and increase appropriation in Vehicle Replacement by \$66,000 to reclass vehicle and equipment purchase (already budgeted in 10003425 for additional department expenses)	\$ (66,600) \$ 66,600	\$ - \$ -	\$ 66,600 \$ (66,600)
Increase appropriation for the surplus Public Works Technology Fee revenues received in Fiscal Year 2023 that exceeded related costs (the technology fee revenue less the Public Works Accela project backfill and operational costs) At year end this fee revenue was sufficient to cover the operational costs related to the technology fee so the surplus is transferred to the Capital Outlay Fund to fund the eventual replacement of the Accela system.	\$ 95,039		\$ (95,039)
Increase estimated revenue to transfer in the anonymous donation received in the Misc Grants fund and increase appropriations to spend in special supplies for the Central Library, Eastside Library, and Library on the Go Program respectively.	\$ 3,969 \$ 955 \$ 11,250	\$ 3,969 \$ 955 \$ 11,250	\$ - \$ - \$ -
Decrease appropriations in Permanent Salaries and Hourly Salaries due to salary savings in FY2023 and increase appropriation in Digital Collections in FY2024.	\$ (163,601) \$ (36,399) \$ 200,000	\$ - \$ - \$ -	\$ 163,601 \$ 36,399 \$ (200,000)
Increase estimated revenue for the new Ice N Paradise camp, introduced in Q4 FY24. \$3,249.71 is percentage of revenue retained by City for program.	\$ -	\$ 12,877	\$ 12,877
Increase appropriations for the new Ice N Paradise camp, introduced in Q4 FY24. Adjustment will balance to actual expenditure incurred.	\$ 9,627	\$ -	\$ (9,627)
Total General Fund (1000)	\$ 167,233	\$ 74,764	\$ (92,469)
SPECIAL REVENUE FUNDS			
Police Asset Fund (2310)			
Decrease appropriations for Reserve for Drug/Gang Asset Forfeiture and Increase appropriations to balance SIF/Buy Money account.	\$ (1,449) \$ 1,449	\$ - \$ -	\$ 1,449 \$ (1,449)
Total Police Asset (2310)	\$ -	\$ -	\$ -
Street Sweeping Fund (2405)			
Increase estimated revenue to fund the year-end shortfall in the Residential Street Sweeping Program and the negative Reserve balance in the Street Sweeping Fund.	\$ -	\$ 230,837	\$ 230,837
Total Street Sweeping Fund (2405)	\$ -	\$ 230,837	\$ 230,837

SPECIAL REVENUE FUNDS (Continued)	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
Community Development Miscellaneous Grants Fund (2810)			
Increase estimated revenue and appropriation of \$40,000.00 in REAP Grant Funds. The City received a REAP Grant in the amount of \$499K with a period of activity from 1/1/21 through 12/31/23. The grant has been programmed as needed and this budget request adds necessary funding for consultant services related to the General Plan Subsequent Program Environmental Impact Report.	\$ 40,000	\$ 40,000	\$ -
Total Community Development Miscellaneous Grants Fund (2810)	\$ 40,000	\$ 40,000	\$ -
Police Miscellaneous Grants Fund (2830)			
Increase appropriation and estimated revenue for National Opioid Abatement Trust II Settlement funds.	\$ 11,013	\$ 11,013	\$ -
Total Police Miscellaneous Grants Fund (2830)	\$ 11,013	\$ 11,013	\$ -
Library Miscellaneous Grants Fund (2850)			
Increase estimated revenue for an anonymous donation received in Fiscal Year 2023 and Increase appropriation in transfer-out to cover special supplies for the Central Library, Eastside Library, and Library on the Go Program respectively.	\$ 3,969	\$ 3,969	\$ -
	\$ 955	\$ 955	\$ -
	\$ 11,250	\$ 11,250	\$ -
Increase estimated revenue and appropriation for a donation for SB Reads in FY2024 from The Santa Barbara Public Library Foundation.	\$ 25,000	\$ 25,000	\$ -
Increase estimated revenue and appropriation for revenue earned for teen initiatives from funds raised by the Teen Advisory Board vending machine at the Eastside Library in FY2023.	\$ 402	\$ 402	\$ -
Increase estimated revenue and appropriation for additional revenue received in FY2023 from funds raised by The Friends of the Central Library.	\$ 971	\$ 971	\$ -
Increase estimated revenue and appropriation for a donation from The Santa Barbara Public Library Foundation for the Library on the Go Program.	\$ 25,000	\$ 25,000	\$ -
Increase estimated revenue and appropriation for an anonymous donation received in FY2023 to support the Orton-Gillingham Tutor Program.	\$ 5,000	\$ 5,000	\$ -
	\$ 72,547	\$ 72,547	\$ -
Parks and Recreation Miscellaneous Grants Fund (2860)			
Increase estimated revenue in line with contributions towards the Russ Morrison Junior Golf Program	\$ -	\$ 12,758	\$ 12,758
Total Parks and Recreation Miscellaneous Grants Fund (2860)	\$ -	\$ 12,758	\$ 12,758

SPECIAL REVENUE FUNDS (Continued)

Capital Outlay Fund (3000)

Technology Fees received in excess of technology related costs for the year are transferred to the Capital Fund to support future technology needs and upgrades. The FY23 Technology Fees Capital Fund transfer exceeds the budgeted amount. This entry increases the expenditure appropriations for transfer out, increases expenditure appropriations for unbudgeted purchase of additional Accela licenses, increases estimated revenue for transfer in to Fund 3000, and balances the entry in the General Fund by increasing estimated revenues for Technology Fees to offset the increase in appropriations for the transfer out and unbudgeted Accela expenditures.

	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
	\$ -	\$ 43,810	\$ 43,810

Increase estimated revenue in Capital Outlay Funds for the surplus Public Works Technology Fee revenues received in Fiscal Year 2023 that exceeded related costs (the technology fee revenue less the Public Works Accela project backfill and operational costs). At year end this fee revenue was sufficient to cover the operational costs related to the technology fee so the surplus is transferred to the Capital Outlay Fund to fund the eventual replacement of the Accela system.

		\$ 95,039	\$ 95,039
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Total Capital Outlay Fund (3000)

	<u>\$ -</u>	<u>\$ 138,849</u>	<u>\$ 138,849</u>
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Measure C Capital Fund (3010)

Increasing appropriation in Measure C Las Positas Multiuse Path by decreasing appropriation in Measure C Overlays for extra work completed by C.A. Rasmussen in FY23. Council has approved appropriation authority in FY24 for the contract increase with C.A. Rasmussen, therefore the duplicate appropriation will be reversed in quarter 1 in FY24.

	\$ 161,100	\$ -	\$ (161,100)
	\$ (161,100)	\$ -	\$ 161,100

Total Measure C Capital Fund (3010)

	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
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Streets Grant Capital Fund (3410)

Increase estimated revenue and appropriation for estimated additional grant revenue to be received from Caltrans for additional construction costs.

	\$ 52,000	\$ 52,000	\$ -
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Increase estimated revenue and appropriation for estimated additional grant revenue to be received from Caltrans for additional construction costs.

	\$ 18,000	\$ 18,000	\$ -
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Increase estimated revenue and appropriation for additional grant revenue to be received from Caltrans for additional preliminary engineering costs.

	\$ 1,600	\$ 1,600	\$ -
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Increase estimated revenue and appropriation for additional grant revenue to be received from Caltrans for additional preliminary engineering costs.

	\$ 12,000	\$ 12,000	\$ -
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Total Streets Grant Capital Fund (3410)

	<u>\$ 83,600</u>	<u>\$ 83,600</u>	<u>\$ -</u>
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ENTERPRISE FUNDS	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
Water Operating Fund (5000)			
Increase estimated revenues to transfer UB System Upgrade funds to Water, Wastewater, and Solid Waste from IT.	\$ -	\$ 67,791	\$ 67,791
Increase appropriations in the amount of \$10,628 to transfer from the Water Fund reserves to fund additional costs in the Distribution Reservoir Maintenance project due to immediate needs at Gibraltar Reservoir from winter storm damage.	\$ 10,628	\$ -	\$ (10,628)
Total Water Operating Fund (5000)	\$ 10,628	\$ 67,791	\$ 57,163
Water Capital Fund (5010)			
Decrease appropriations from the Main Replacement program in the amount of \$300,000 and increase appropriations for a contract change order for the Desal Conveyance main contractor to cover additional water main replacement work outside of the original contract.	\$ (300,000)	\$ -	\$ 300,000
	\$ 300,000	\$ -	\$ (300,000)
Increase appropriation and estimated revenue in the amount of \$10,628 to fund additional costs in the Distribution Reservoir Maintenance project due to immediate needs at Gibraltar Reservoir from winter storm damage from the Water Fund Reserves.	\$ 10,628	\$ 10,628	\$ -
		\$ -	\$ -
Total Water Capital Fund (5010)	\$ 10,628	\$ 10,628	\$ -
Wastewater Operating Fund (5100)			
Increase estimated revenue to reimburse for pandemic pay	\$ -	\$ 173	\$ 173
Increase estimated revenues to transfer UB System Upgrade funds to Water, Wastewater, and Solid Waste from IT.	\$ -	\$ 67,791	\$ 67,791
Increase appropriations in the amount of \$1,106,163, to transfer from Wastewater Fund reserves to temporarily fund project construction costs for the Braemar Lift Station project in anticipation of additional SRF loan funds to reimburse reserves once the SRF funds are received in the coming months.	\$ 1,106,163	\$ -	\$ (1,106,163)
Total Wastewater Operating Fund (5100)	\$ 1,106,163	\$ 67,964	\$ (1,038,199)
Wastewater SRF Fund (5130)			
Increase appropriation and estimated revenue to temporarily fund project construction costs for the Braemar Lift Station project in anticipation of additional SRF loan funds to reimburse reserves once the SRF funds are received in the coming months.	\$ 1,106,163	\$ 1,106,163	\$ -
Total Wastewater SRF Fund (5130)	\$ 1,106,163	\$ 1,106,163	\$ -
Downtown Parking Operating Fund (5300)			
Increase estimated revenue to reimburse for pandemic pay	\$ -	\$ 507	\$ 507
Total Downtown Parking Operating Fund (5300)	\$ -	\$ 507	\$ 507
Solid Waste Fund (5400)			
Increase estimated revenues to transfer UB System Upgrade funds to Water, Wastewater, and Solid Waste from IT.	\$ -	\$ 67,791	\$ 67,791
Total Solid Waste Fund (5400)	\$ -	\$ 67,791	\$ 67,791
Golf Course Fund (5600)			
Increase estimated revenue and appropriation; Player Course Improvement Golf Fund Operating Transfer to Capital	\$ 1,978	\$ 1,978	\$ -
Total Golf Course Fund (5600)	\$ 1,978	\$ 1,978	\$ -
Golf Course Capital Fund (5610)			
Increase estimated revenue and appropriation; Player Course Improvement Increase Capital Revenue and Expense	\$ 1,978	\$ 1,978	
Total Golf Course Capital Fund (5610)	\$ 1,978	\$ 1,978	\$ -

	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
ENTERPRISE FUNDS (Continued)			
Airport Operating Fund (5700)			
Increase estimated revenue by \$56,620 for revenues received for Customer Facility Charge (CFC) Funded Capital	\$ -	\$ 56,620	\$ 56,620
Total Airport Operating Fund (5700)	\$ -	\$ 56,620	\$ 56,620
Airport Capital Fund (5710)			
Decrease appropriations for Lessee Building Maintenance by \$140,908.72 and increase appropriations in various over budgeted capital items to adjust for year-end.	\$ 27,585	\$ -	\$ (27,585)
	\$ 9,834	\$ -	\$ (9,834)
	\$ 609	\$ -	\$ (609)
	\$ (140,909)	\$ -	\$ 140,909
	\$ 928	\$ -	\$ (928)
	\$ 78,052	\$ -	\$ (78,052)
	\$ 23,871	\$ -	\$ (23,871)
Increase/Decrease appropriations to correct a 3rd quarter adjustment.	\$ 466,029	\$ -	\$ (466,029)
	\$ (466,000)	\$ -	\$ 466,000
Decrease estimated revenue to reduce CFC revenue estimated \$1,000,000.	\$ -	\$ (1,000,000)	\$ (1,000,000)
Total Airport Capital Fund (5710)	\$ -	\$ (1,000,000)	\$ (1,000,000)
Airport Customer Facility Charge Fund (5740)			
Decrease estimated revenue for Customer Facility Charge (CFC) and decrease appropriation by \$943,380 to true-up reduced CFC revenues.	\$ (943,380)	\$ (943,380)	\$ -
Total Airport Customer Facility Charge Fund (5740)	\$ (943,380)	\$ (943,380)	\$ -
INTERNAL SERVICE FUNDS			
Self Insurance Fund (6100)			
Increase expenditure appropriations for additional claim expenditures in FY2023	\$ 222,204	\$ -	\$ (222,204)
Total Self Insurance Fund (6100)	\$ 222,204	\$ -	\$ (222,204)
Information Technology Capital Fund (6210)			
Decrease appropriations for UB System Upgrade and increase appropriations to transfer funds to Water, Wastewater, and Solid Waste by increasing estimated revenue.	\$ 203,373	\$ -	\$ (203,373)
	\$ (203,373)	\$ -	\$ 203,373
Total Information Technology Capital Fund (6210)	\$ -	\$ -	\$ -
Fleet Maintenance Fund (6400)			
Increase expenditure appropriations funded from reserves to cover unanticipated motor vehicle expenses this fiscal year.	\$ 90,418	\$ -	\$ (90,418)
Total Fleet Maintenance Fund (6400)	\$ 90,418	\$ -	\$ (90,418)
Fleet Replacement Fund (6410)			
Increase estimated revenue and appropriation by \$66,000 to reclass vehicle and equipment purchase (already budgeted in 10003425 for additional department expenses) from the general fund.	\$ 66,000	\$ 66,000	\$ 66,000
	\$ -	\$ -	\$ (66,000)
Total Fleet Replacement Fund (6410)	\$ 66,000	\$ 66,000	\$ -