



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: November 16, 2021
TO: Mayor and Councilmembers
FROM: Accounting Division, Finance Department
SUBJECT: Fiscal Year 2022 First-Quarter Review

RECOMMENDATION: That Council:

- A. Receive a report from staff on the status of revenues and expenditures in relation to the budget for the three months ended September 30, 2021;
- B. Accept the Fiscal Year 2022 interim financial statements for the three months ended September 30, 2021; and
- C. Approve the proposed first quarter adjustments to Fiscal Year 2022 appropriations and estimated revenues as detailed in the attached Schedule of Proposed First Quarter Adjustments.

DISCUSSION:

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

In addition to the first quarter budget analysis, staff brings forward recommended adjustments for City Council approval. These adjustments are the result of new information and/or unanticipated events that occurred since the adoption of the budget in June 2021. A listing and description of each proposed adjustment to the current year budget is provided in Attachment 3.

Due to the economic uncertainties articulated in the FY2022 adopted budget and the need to implement \$6.8 Million of budget reduction plans spread amongst all General Funded City departments, staff implemented a first quarter review process to review revenue and expenditure line items to assess any material changes that may occur during the fiscal

year. This information was reviewed and discussed with department and Finance staff and consolidated into this first quarter report for the City Council's review.

For General Funded departments, staff have reviewed their operating budget reduction targets and have identified specific plans in order to meet these targets. This approach to identify and confirm specific budget reduction line items will provide the best ability for staff to ensure required cost savings in order to achieve a balance budget by the end of the fiscal year.

The table below summarizes the General Fund revenue and expenditure budget including actuals through the first quarter. The total adopted revenue budget is \$168.5 Million, and the total adopted expenditure budget is \$169.5 Million resulting an operating deficit of \$1 Million. The revised budget includes additional expenditures from encumbrances from prior year contractual commitments.

General Fund	FY2022 Adopted Budget	FY2022 Revised Budget	Q1 Actuals	Q1 Actuals Percent of Revised Budget
Revenues	\$168,485,306	\$168,789,064	\$38,122,184	22.6%
Expenditures	169,458,760	174,332,821	43,117,047	24.7%
Surplus/(Deficit)	(\$973,454)	(\$5,543,757)	(\$4,994,863)	

Staff are anticipating continued economic recovery from the impacts of COVID that will likely result in additional sales tax and transient occupancy tax revenues compared to last fiscal year. General fund departments are projected to implement the \$6.8 Million of expenditure reduction targets included in the adopted budget.

Staff is not recommending any additional budget actions at this time in order to balance the budget by fiscal year end; furthermore, staff will continue to closely monitor revenues and expenditures each month and provide a comprehensive financial projection during the mid-year report in preparation for the upcoming FY2023 budget cycle. Also, staff will continue to monitor fund balance and reserve implications due to any additional economic changes and present potential impacts in the mid-year report.

- ATTACHMENTS:**
1. Summary by Fund Statement of Revenues and Expenditures for the Three Months Ended September 30, 2021
 2. Interim Financial Statements for the Three Months Ended September 30, 2021 (Narrative Analysis)
 3. Schedule of Proposed First Quarter Adjustments

PREPARED BY: Doug Smith, Accounting Manager

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 the Three Months Ended September 30, 2021 (25% 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	168,789,064	38,122,175	3,029	130,669,917	22.6%	28,193,429
Expenditures	<u>174,332,821</u>	<u>43,117,047</u>	<u>5,094,503</u>	126,121,271	27.7%	<u>40,106,184</u>
<i>Addition to / (use of) reserves</i>	<u>(5,543,757)</u>	<u>(4,994,872)</u>	<u>(5,097,532)</u>			<u>(11,912,755)</u>
SOLID WASTE FUND (page 9)						
Revenue	31,602,045	8,720,757	-	22,881,288	27.6%	7,482,950
Expenditures	<u>30,357,459</u>	<u>6,623,200</u>	<u>170,744</u>	23,563,515	22.4%	<u>6,520,446</u>
<i>Addition to / (use of) reserves</i>	<u>1,244,586</u>	<u>2,097,558</u>	<u>(170,744)</u>			<u>962,504</u>
WATER OPERATING FUND (page 10)						
Revenue	64,121,129	17,972,162	-	46,148,967	28.0%	16,976,674
Expenditures	<u>69,346,166</u>	<u>13,716,906</u>	<u>5,739,658</u>	49,889,602	28.1%	<u>13,064,646</u>
<i>Addition to / (use of) reserves</i>	<u>(5,225,037)</u>	<u>4,255,256</u>	<u>(5,739,658)</u>			<u>3,912,028</u>
WASTEWATER OPERATING FUND (page 11)						
Revenue	25,635,664	6,482,721	-	19,152,943	25.3%	6,005,955
Expenditures	<u>26,264,138</u>	<u>5,224,887</u>	<u>2,916,802</u>	18,122,449	31.0%	<u>4,410,803</u>
<i>Addition to / (use of) reserves</i>	<u>(628,474)</u>	<u>1,257,833</u>	<u>(2,916,802)</u>			<u>1,595,152</u>
DOWNTOWN PARKING FUND (page 12)						
Revenue	7,521,906	1,596,291	-	5,925,615	21.2%	1,120,537
Expenditures	<u>8,316,611</u>	<u>1,895,066</u>	<u>1,016,745</u>	5,404,801	35.0%	<u>2,060,360</u>
<i>Addition to / (use of) reserves</i>	<u>(794,705)</u>	<u>(298,775)</u>	<u>(1,016,745)</u>			<u>(939,823)</u>
AIRPORT OPERATING FUND (page 13)						
Revenue	27,340,535	6,179,360	-	21,161,175	22.6%	5,090,641
Expenditures	<u>28,398,780</u>	<u>6,070,352</u>	<u>3,422,173</u>	18,906,256	33.4%	<u>5,231,044</u>
<i>Addition to / (use of) reserves</i>	<u>(1,058,245)</u>	<u>109,008</u>	<u>(3,422,173)</u>			<u>(140,402)</u>
GOLF COURSE FUND (page 14)						
Revenue	3,385,220	1,094,894	-	2,290,326	32.3%	1,106,163
Expenditures	<u>3,134,073</u>	<u>603,387</u>	<u>2,134,446</u>	396,239	87.4%	<u>627,469</u>
<i>Addition to / (use of) reserves</i>	<u>251,148</u>	<u>491,507</u>	<u>(2,134,446)</u>			<u>478,694</u>
FACILITIES MANAGEMENT FUND (page 15)						
Revenue	6,647,183	1,458,556	-	5,188,627	21.9%	1,568,289
Expenditures	<u>7,173,789</u>	<u>1,474,968</u>	<u>686,574</u>	5,012,246	30.1%	<u>1,603,890</u>
<i>Addition to / (use of) reserves</i>	<u>(526,606)</u>	<u>(16,412)</u>	<u>(686,574)</u>			<u>(35,601)</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
Summary by Fund
For the Three Months Ended September 30, 2021 (25% 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	3,426,780	813,589	-	2,613,191	23.7%	890,455
Expenditures	<u>6,678,220</u>	<u>706,232</u>	<u>1,712,343</u>	4,259,645	36.2%	<u>1,366,743</u>
<i>Addition to / (use of) reserves</i>	<u>(3,251,440)</u>	<u>107,357</u>	<u>(1,712,343)</u>			<u>(476,289)</u>
FLEET MAINTENANCE FUND (page 17)						
Revenue	2,986,453	745,944	-	2,240,509	25.0%	738,705
Expenditures	<u>3,047,326</u>	<u>708,287</u>	<u>412,328</u>	1,926,711	36.8%	<u>691,116</u>
<i>Addition to / (use of) reserves</i>	<u>(60,873)</u>	<u>37,656</u>	<u>(412,328)</u>			<u>47,588</u>
SELF INSURANCE TRUST FUND (page 18)						
Revenue	8,954,279	2,232,639	-	6,721,640	24.9%	2,064,442
Expenditures	<u>10,005,039</u>	<u>2,392,971</u>	<u>279,933</u>	7,332,135	26.7%	<u>1,971,363</u>
<i>Addition to / (use of) reserves</i>	<u>(1,050,760)</u>	<u>(160,332)</u>	<u>(279,933)</u>			<u>93,078</u>
INFORMATION TECHNOLOGY FUND (page 19)						
Revenue	4,485,985	1,121,496	-	3,364,489	25.0%	970,818
Expenditures	<u>4,602,785</u>	<u>1,489,235</u>	<u>158,408</u>	2,955,141	35.8%	<u>1,174,750</u>
<i>Addition to / (use of) reserves</i>	<u>(116,800)</u>	<u>(367,739)</u>	<u>(158,408)</u>			<u>(203,932)</u>
WATERFRONT OPERATING FUND (page 20)						
Revenue	15,659,001	5,017,279	-	10,641,722	32.0%	4,111,172
Expenditures	<u>15,760,852</u>	<u>3,927,784</u>	<u>1,096,619</u>	10,736,449	31.9%	<u>4,133,737</u>
<i>Addition to / (use of) reserves</i>	<u>(101,851)</u>	<u>1,089,495</u>	<u>(1,096,619)</u>			<u>(22,565)</u>
SANTA BARBARA CLEAN ENERGY FUND (page 21)						
Revenue	12,523,116	200,140	-	12,322,975	1.6%	-
Expenditures	<u>10,222,025</u>	<u>63,851</u>	<u>54,905</u>	10,103,270	1.2%	<u>32,273</u>
<i>Addition to / (use of) reserves</i>	<u>2,301,090</u>	<u>136,290</u>	<u>(54,905)</u>			<u>(32,273)</u>
ENERGY MANAGEMENT FUND (page 22)						
Revenue	2,369,071	592,268	-	1,776,803	25.0%	477,541
Expenditures	<u>2,491,421</u>	<u>295,563</u>	<u>122,196</u>	2,073,662	16.8%	<u>361,599</u>
<i>Addition to / (use of) reserves</i>	<u>(122,350)</u>	<u>296,705</u>	<u>(122,196)</u>			<u>115,943</u>
TOTAL FOR ALL FUNDS						
Revenue	385,447,431	92,350,270	3,029	293,100,189	24.0%	76,797,769
Expenditures	<u>400,131,502</u>	<u>88,309,735</u>	<u>25,018,377</u>	286,803,391	28.3%	<u>83,356,423</u>
<i>Addition to / (use of) reserves</i>	<u>(14,684,072)</u>	<u>4,040,535</u>	<u>(25,021,405)</u>			<u>(6,558,653)</u>

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

CITY OF SANTA BARBARA
General Fund
Interim Statement of Budgeted and Actual Revenues
For the Three Months Ended September 30, 2021 (25% 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	23,239,045	7,458,934	15,780,111	32.1%	5,583,866	33.6%
Measure C Sales Tax	24,988,418	7,647,258	17,341,160	30.6%	5,811,015	31.6%
Property Taxes	42,347,386	-	42,347,386	0.0%	-	0.0%
Utility Users Tax	7,315,292	1,926,902	5,388,390	26.3%	1,800,859	7.0%
Transient Occupancy Tax	19,500,000	8,311,110	11,188,890	42.6%	4,226,223	96.7%
Business License	2,556,359	523,132	2,033,227	20.5%	504,484	3.7%
Cannabis Excise Tax	1,847,469	484,519	1,362,950	26.2%	361,532	34.0%
Real Property Transfer Tax	923,776	321,276	602,500	34.8%	224,365	43.2%
<i>Total Tax Revenues</i>	<u>122,717,745</u>	<u>26,673,131</u>	<u>96,044,614</u>	<u>21.7%</u>	<u>18,512,343</u>	<u>44.1%</u>
LICENSES & PERMITS						
Licenses & Permits	151,666	53,137	98,529	35.0%	35,756	48.6%
<i>Total</i>	<u>151,666</u>	<u>53,137</u>	<u>98,529</u>	<u>35.0%</u>	<u>35,756</u>	<u>48.6%</u>
FINES & FORFEITURES						
Police	2,468,500	837,863	1,630,637	33.9%	466,953	79.4%
Other Fines & Forfeitures	665,602	5,729	659,873	0.9%	1,414	305.1%
<i>Total</i>	<u>3,134,102</u>	<u>843,591</u>	<u>2,290,511</u>	<u>26.9%</u>	<u>468,368</u>	<u>80.1%</u>
USE OF MONEY & PROPERTY						
Investment Income	312,661	87,090	225,571	27.9%	128,725	-32.3%
Rents & Concessions	1,008,355	192,512	815,843	19.1%	86,408	122.8%
<i>Total</i>	<u>1,321,016</u>	<u>279,602</u>	<u>1,041,414</u>	<u>21.2%</u>	<u>215,133</u>	<u>30.0%</u>
INTERGOVERNMENTAL						
Library	1,061,069	42,649	1,018,420	4.0%	41,062	3.9%
Fire	1,000,000	5,930	994,070	0.6%	(1,452)	-508.4%
Other Intergovernmental	914,487	129,275	785,212	14.1%	620,167	-79.2%
<i>Total</i>	<u>2,975,556</u>	<u>177,854</u>	<u>2,797,702</u>	<u>6.0%</u>	<u>659,777</u>	<u>-73.0%</u>
FEES & SERVICE CHARGES						
Community Development	5,555,380	1,713,878	3,841,502	30.9%	1,261,508	35.9%
Parks & Recreation	3,271,994	1,417,558	1,854,436	43.3%	753,968	88.0%
Other Service Charges	3,946,007	763,112	3,182,895	19.3%	627,971	21.5%
<i>Total</i>	<u>12,773,381</u>	<u>3,894,548</u>	<u>8,878,833</u>	<u>30.5%</u>	<u>2,643,447</u>	<u>47.3%</u>
OTHER REVENUES						
Interfund Charges & Reimbursement	11,001,907	2,522,668	8,479,239	22.9%	2,430,440	3.8%
Overhead Indirect Allocations	9,025,888	2,246,765	6,779,123	24.9%	2,153,822	4.3%
Interfund Transfers	1,684,432	412,935	1,271,497	24.5%	152,483	170.8%
Interfund Loans	24,140	6,035	18,105	25.0%	6,035	0.0%
Miscellaneous	132,692	54,957	77,735	41.4%	38,634	42.3%
Donations	139,709	1,490	138,219	1.1%	17,744	-91.6%
Franchise Fees	3,706,830	955,462	2,751,368	25.8%	859,446	11.2%
<i>Total</i>	<u>25,715,598</u>	<u>6,200,311</u>	<u>19,515,287</u>	<u>24.1%</u>	<u>5,658,605</u>	<u>9.6%</u>
<i>Subtotal Non-Tax Revenues</i>	<u>46,071,319</u>	<u>11,449,044</u>	<u>34,622,275</u>	<u>24.9%</u>	<u>9,681,086</u>	<u>18.3%</u>
TOTAL REVENUES	<u>168,789,064</u>	<u>38,122,175</u>	<u>130,666,889</u>	<u>22.6%</u>	<u>28,193,429</u>	<u>35.2%</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Three Months Ended September 30, 2021 (25% 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	973,581	228,243	-	745,338	23.4%	227,160
ARTS AND COMMUNITY PROMOTIONS	2,622,626	597,438	1,375,806	649,383	75.2%	595,969
<i>Total</i>	<u>3,596,207</u>	<u>825,680</u>	<u>1,375,806</u>	<u>1,394,721</u>	<u>61.2%</u>	<u>823,129</u>
<u>City Attorney</u>						
CITY ATTORNEY-ADMINISTRATION	1,550,432	244,417	621,306	684,709	55.8%	200,882
CITY ATTORNEY-ADVISORY	1,444,334	364,199	-	1,080,135	25.2%	347,478
CITY ATTORNEY-CIVIL LITIGATION	1,350,659	247,793	-	1,102,866	18.3%	330,872
CITY ATTORNEY-CODE ENFORCEMENT	460,236	123,249	-	336,987	26.8%	110,132
<i>Total</i>	<u>4,805,661</u>	<u>979,657</u>	<u>621,306</u>	<u>3,204,697</u>	<u>33.3%</u>	<u>989,365</u>
<u>Administration</u>						
CITY ADMINISTRATOR	2,561,019	510,702	105,094	1,945,223	24.0%	471,188
EMPLOYEE RELATIONS	343,341	54,171	56,695	232,475	32.3%	67,015
CITY TV	640,870	135,577	53,831	451,462	29.6%	124,638
CITY CLERK	1,024,402	152,795	21,923	849,684	17.1%	134,273
ELECTIONS	35,000	-	-	35,000	0.0%	7,007
<i>Total</i>	<u>4,604,631</u>	<u>853,245</u>	<u>237,543</u>	<u>3,513,843</u>	<u>23.7%</u>	<u>804,121</u>
<u>Human Resources</u>						
HUMAN RESOURCES	1,878,263	410,964	61,599	1,405,701	25.2%	390,401
EMPLOYEE DEVELOPMENT	44,447	-	-	44,447	0.0%	726
<i>Total</i>	<u>1,922,710</u>	<u>410,964</u>	<u>61,599</u>	<u>1,450,148</u>	<u>24.6%</u>	<u>391,127</u>
<u>Finance</u>						
ADMINISTRATION	364,211	87,283	50,797	226,130	37.9%	61,661
REVENUE & CASH MANAGEMENT	549,884	134,551	17,270	398,063	27.6%	118,407
CASHIERING & COLLECTION	616,829	146,716	-	470,113	23.8%	143,650
LICENSES & PERMITS	561,254	114,344	4,929	441,982	21.3%	116,745
BUDGET MANAGEMENT	546,008	135,342	11,000	399,666	26.8%	133,401
ACCOUNTING	1,014,489	235,285	42,447	736,757	27.4%	227,946
PAYROLL	471,668	115,544	12,000	344,124	27.0%	107,352
ACCOUNTS PAYABLE	260,047	66,222	-	193,825	25.5%	62,865
CITY BILLING & CUSTOMER SERVICE	773,427	133,627	3,039	636,761	17.7%	129,538
PURCHASING	871,745	227,262	200	644,283	26.1%	211,219
CENTRAL WAREHOUSE	233,121	59,727	-	173,394	25.6%	53,760
MAIL SERVICES	154,460	34,971	6,109	113,380	26.6%	34,324
<i>Total</i>	<u>6,417,142</u>	<u>1,490,874</u>	<u>147,790</u>	<u>4,778,478</u>	<u>25.5%</u>	<u>1,400,866</u>
TOTAL GENERAL GOVERNMENT	<u>21,346,351</u>	<u>4,560,421</u>	<u>2,444,044</u>	<u>14,341,886</u>	<u>32.8%</u>	<u>4,408,608</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Three Months Ended September 30, 2021 (25% 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	(1,114,911)	440,878	22,021	(1,577,809)	-41.5%	213,635
BUSINESS OFFICE	722,501	136,275	4,357	581,869	19.5%	120,236
RECORDS BUREAU	1,985,359	436,814	2,803	1,545,742	22.1%	446,897
STRATEGIC OPERATIONS AND PERSONNEL	1,737,616	498,115	241,336	998,165	42.6%	496,173
PROPERTY ROOM	262,759	51,624	-	211,135	19.6%	64,456
TRAINING, RECRUITMENT AND WELLNESS	1,821,968	392,499	94,330	1,335,139	26.7%	288,056
RANGE AND EQUIPMENT	1,468,553	356,290	33,178	1,079,085	26.5%	315,166
COMMUNITY & MEDIA RELATIONS	496,537	92,141	-	404,396	18.6%	88,884
INFORMATION TECHNOLOGY/CRIME ANALYSIS	1,680,518	580,039	61,542	1,038,937	38.2%	548,186
CRIMINAL INVESTIGATIONS & INTERNAL OP'S	6,172,060	1,426,545	-	4,745,515	23.1%	1,441,436
CRIME LAB	161,100	38,841	-	122,259	24.1%	39,376
FIELD OPERATIONS DIVISION	21,452,782	4,686,860	10,593	16,755,329	21.9%	4,793,047
TRAFFIC	686,034	269,445	-	416,589	39.3%	141,221
SPECIAL EVENTS	576,742	332,135	2,790	241,817	58.1%	92,854
STREET CRIMES UNIT	1,372,463	313,059	-	1,059,404	22.8%	348,144
SPECIAL ENFORCEMENT TEAM	814,143	241,194	-	572,949	29.6%	256,318
PARKING AND STREET SWEEPING	376,895	96,358	-	280,537	25.6%	90,989
PARKING ENFORCEMENT	1,238,502	226,427	-	1,012,075	18.3%	298,676
COMBINED COMMUNICATIONS CENTER	2,991,473	837,611	-	2,153,862	28.0%	778,959
ANIMAL CONTROL	896,014	119,808	8,033	768,173	14.3%	118,641
<i>Total</i>	<u>45,799,108</u>	<u>11,572,956</u>	<u>480,983</u>	<u>33,745,169</u>	<u>26.3%</u>	<u>10,981,351</u>
<u>Fire</u>						
ADMINISTRATION	1,159,660	281,745	-	877,915	24.3%	275,679
EMERGENCY SERVICES AND PUBLIC ED	493,686	120,991	-	372,695	24.5%	107,985
PREVENTION	1,361,511	338,042	525	1,022,944	24.9%	359,689
WILDLAND FIRE MITIGATION PROGRAM	549,538	55,849	6,183	487,506	11.3%	60,680
OPERATIONS	24,395,592	7,307,555	180,721	16,907,315	30.7%	6,889,788
TRAINING AND RECRUITMENT	821,472	135,384	7,920	678,168	17.4%	147,885
ARFF	2,845,033	775,386	-	2,069,647	27.3%	720,942
<i>Total</i>	<u>31,626,491</u>	<u>9,014,953</u>	<u>195,349</u>	<u>22,416,189</u>	<u>29.1%</u>	<u>8,562,648</u>
TOTAL PUBLIC SAFETY	<u>77,425,599</u>	<u>20,587,910</u>	<u>676,331</u>	<u>56,161,359</u>	<u>27.5%</u>	<u>19,543,998</u>
PUBLIC WORKS						
<u>Public Works</u>						
ADMINISTRATION	1,186,073	317,569	21,513	846,991	28.6%	299,063
ENGINEERING SVCS	6,372,107	1,442,028	72,612	4,857,467	23.8%	1,362,686
PUBLIC RT OF WAY MGMT	1,950,967	402,010	8,984	1,539,973	21.1%	373,476
ENVIRONMENTAL PROGRAMS	1,011,638	99,480	265,435	646,723	36.1%	93,000
<i>Total</i>	<u>10,520,784</u>	<u>2,261,088</u>	<u>368,544</u>	<u>7,891,153</u>	<u>25.0%</u>	<u>2,128,226</u>
TOTAL PUBLIC WORKS	<u>10,520,784</u>	<u>2,261,088</u>	<u>368,544</u>	<u>7,891,153</u>	<u>25.0%</u>	<u>2,128,226</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Three Months Ended September 30, 2021 (25% 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	548,469	146,711	10,296	391,461	28.6%	140,894
FACILITIES & SPECIAL EVENTS	1,310,956	275,041	215,415	820,499	37.4%	215,819
YOUTH ACTIVITIES	1,402,960	403,515	2,192	997,252	28.9%	268,375
ACTIVE ADULTS	876,008	252,003	10,555	613,449	30.0%	185,064
AQUATICS	1,873,050	689,658	65,619	1,117,773	40.3%	639,184
SPORTS	644,256	203,170	22,872	418,215	35.1%	97,602
TENNIS	370,210	112,933	2,615	254,662	31.2%	78,451
NEIGHBORHOOD & OUTREACH SERV ADMINISTRATION	1,103,562	255,500	14,135	833,927	24.4%	223,189
PROJECT MANAGEMENT TEAM	982,382	254,233	2,269	725,881	26.1%	213,329
PARK OPERATIONS MANAGEMENT	718,809	128,379	60,297	530,133	26.2%	106,458
GROUND & FACILITIES MAINTENANCE	823,090	161,553	7,219	654,317	20.5%	220,008
FORESTRY	5,536,755	1,276,254	140,531	4,119,970	25.6%	1,258,892
BEACH MAINTENANCE	1,429,858	312,008	79,158	1,038,692	27.4%	321,711
MEDIANS PARKWAYS & CONTRACTS	141,629	34,345	12,039	95,245	32.8%	21,632
<i>Total</i>	<u>18,327,448</u>	<u>4,610,828</u>	<u>786,468</u>	<u>12,930,153</u>	<u>29.4%</u>	<u>4,078,690</u>
<u>Library</u>						
ADMINISTRATION	548,659	137,209	-	411,450	25.0%	157,963
CENTRAL LIBRARY	5,414,047	1,109,099	88,964	4,215,984	22.1%	986,586
EASTSIDE LIBRARY	354,536	82,499	1,173	270,863	23.6%	56,679
LIBRARY ON THE GO	117,343	21,809	-	95,535	18.6%	-
<i>Total</i>	<u>6,434,585</u>	<u>1,350,616</u>	<u>90,137</u>	<u>4,993,832</u>	<u>22.4%</u>	<u>1,201,229</u>
TOTAL COMMUNITY SERVICES	<u>24,762,033</u>	<u>5,961,443</u>	<u>876,605</u>	<u>17,923,985</u>	<u>27.6%</u>	<u>5,279,918</u>
COMMUNITY DEVELOPMENT						
<u>Community Development</u>						
ADMINISTRATION	1,485,186	335,340	54,771	1,095,074	26.3%	289,302
RENTAL HOUSING MEDIATION	284,941	73,372	-	211,569	25.7%	67,289
HUMAN SERVICES	959,875	6,623	107,405	845,847	11.9%	4,383
LONG RANGE PLAN & SPEC STUDY	1,058,649	274,155	381	784,113	25.9%	264,729
DEVEL & ENVIRONMENTAL REVIEW	1,616,214	385,946	24,853	1,205,415	25.4%	341,312
ZONING INFO & ENFORCEMENT	1,539,363	347,210	37,684	1,154,469	25.0%	362,268
DESIGN REV & HIST PRESERVATION	1,562,184	385,062	4,069	1,173,053	24.9%	293,032
BLDG INSP & CODE ENFORCEMENT	2,126,985	443,676	77,783	1,605,525	24.5%	410,269
RECORDS ARCHIVES & CLER SVCS	769,547	166,231	59,075	544,241	29.3%	163,102
BLDG COUNTER & PLAN REV SVCS	2,479,396	527,046	281,720	1,670,630	32.6%	564,842
<i>Total</i>	<u>13,882,341</u>	<u>2,944,661</u>	<u>647,743</u>	<u>10,289,937</u>	<u>25.9%</u>	<u>2,760,527</u>
TOTAL COMMUNITY DEVELOPMENT	<u>13,882,341</u>	<u>2,944,661</u>	<u>647,743</u>	<u>10,289,937</u>	<u>25.9%</u>	<u>2,760,527</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Three Months Ended September 30, 2021 (25% 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	240,068	5,180	81,235	153,654	36.0%	2,619
<i>Total</i>	<u>240,068</u>	<u>5,180</u>	<u>81,235</u>	<u>153,654</u>	<u>36.0%</u>	<u>2,619</u>
TOTAL SUSTAINABILITY AND RESILIENCE	<u>240,068</u>	<u>5,180</u>	<u>81,235</u>	<u>153,654</u>	<u>36.0%</u>	<u>2,619</u>
NON-DEPARTMENTAL						
<u>Non-Departmental</u>						
ANTICIPATED SALARY SAVINGS	(2,100,000)	-	-	(2,100,000)	0.0%	-
TRANSFERS OUT	2,282,226	382,991	-	1,899,235	16.8%	159,850
CAPITAL OUTLAY TRANSFER	25,788,418	6,413,355	-	19,375,063	24.9%	5,822,438
APPROP. RESERVE	185,000	-	-	185,000	0.0%	-
<i>Total</i>	<u>26,155,644</u>	<u>6,796,345</u>	<u>-</u>	<u>19,359,298</u>	<u>26.0%</u>	<u>5,982,288</u>
TOTAL NON-DEPARTMENTAL	<u>26,155,644</u>	<u>6,796,345</u>	<u>-</u>	<u>19,359,298</u>	<u>26.0%</u>	<u>5,982,288</u>
TOTAL EXPENDITURES	<u>174,332,821</u>	<u>43,117,047</u>	<u>5,094,503</u>	<u>126,121,271</u>	<u>27.7%</u>	<u>40,106,184</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.

Included in the FY22 adopted and revised General Fund budgets are departmental targeted savings that were loaded as negative expenditures within one program of each department. This has the impact of distorting the annual budget and variances for those programs until such time as the department reallocates the negative expenditure against other approved appropriations. This task is scheduled to be completed by January 31, 2022, and has no impact on the total appropriations by General Fund department as adopted and approved by council.

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
Special Revenue Funds
For the Three Months Ended September 30, 2021 (25% 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	233,000	57,879	-	175,121	24.8%	29,830
Expenditures	233,000	57,879	-	175,121	24.8%	29,830
<i>Revenue Less Expenditures</i>	-	-	-	-		-
CREEK RESTORATION/WATER QUALITY IMPRVMT						
Revenue	4,010,347	1,684,590	-	2,325,757	42.0%	891,939
Expenditures	4,332,307	776,360	634,006	2,921,940	32.6%	718,813
<i>Revenue Less Expenditures</i>	(321,960)	908,230	(634,006)	(596,183)		173,126
COMMUNITY DEVELOPMENT BLOCK GRANT						
Revenue	2,396,388	235,786	-	2,160,602	9.8%	12,071
Expenditures	2,406,693	359,695	561,792	1,485,207	38.3%	328,011
<i>Revenue Less Expenditures</i>	(10,305)	(123,909)	(561,792)	675,396		(315,940)
COUNTY LIBRARY						
Revenue	950,780	1,147	-	949,633	0.1%	1,100
Expenditures	994,499	206,796	18,440	769,264	22.6%	159,638
<i>Revenue Less Expenditures</i>	(43,719)	(205,649)	(18,440)	180,369		(158,538)
STREETS FUND						
Revenue	12,159,914	3,207,481	-	8,952,433	26.4%	3,058,701
Expenditures	12,225,406	2,913,451	317,156	8,994,799	26.4%	2,760,186
<i>Revenue Less Expenditures</i>	(65,492)	294,030	(317,156)	(42,366)		298,515
MEASURE A FUND						
Revenue	4,055,709	928,131	-	3,127,578	22.9%	719,836
Expenditures	4,091,750	799,852	514,763	2,777,135	32.1%	777,069
<i>Revenue Less Expenditures</i>	(36,041)	128,280	(514,763)	350,442		(57,234)

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2021 (25% 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	31,266,595	7,848,194	-	23,418,401	25.1%	7,059,600
Other Fees & Charges	30,000	875,914	-	(845,914)	2919.7%	137,402
Investment Income	23,645	6,415	-	17,230	27.1%	7,438
Grants	23,570	-	-	23,570	0.0%	23,145
Miscellaneous	258,235	(9,766)	-	268,001	-3.8%	255,364
TOTAL REVENUES	<u>31,602,045</u>	<u>8,720,757</u>	<u>-</u>	<u>22,881,288</u>	<u>27.6%</u>	<u>7,482,950</u>
EXPENSES						
Salaries & Benefits	1,524,487	371,125	-	1,153,362	24.3%	320,566
Materials, Supplies & Services	27,082,440	6,231,252	107,637	20,743,551	23.4%	6,095,628
Special Projects	1,452,286	2,909	53,107	1,396,269	3.9%	11,502
Transfers-Out	50,000	12,500	-	37,500	25.0%	12,500
Capital Outlay Transfers	1,946	487	-	1,459	25.0%	52,013
Equipment	185,000	4,927	10,000	170,073	8.1%	28,238
Other	40,000	-	-	40,000	0.0%	-
Appropriated Reserve	21,300	-	-	21,300	0.0%	-
TOTAL EXPENSES	<u>30,357,459</u>	<u>6,623,200</u>	<u>170,744</u>	<u>23,563,515</u>	<u>22.4%</u>	<u>6,520,446</u>
<i>Revenue Less Expense</i>	<u>1,244,586</u>	<u>2,097,558</u>	<u>(170,744)</u>	<u>(682,227)</u>		<u>962,504</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2021 (25% 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	57,330,939	17,042,457	-	40,288,482	29.7%	15,902,077
Service Charges	208,765	95,165	-	113,600	45.6%	54,742
Cater JPA Treatment Charges	2,359,556	(656)	-	2,360,212	0.0%	482,152
Investment Income	684,620	165,444	-	519,176	24.2%	268,984
Reimbursements	3,310,043	554,273	-	2,755,770	16.7%	4,611
Miscellaneous	227,206	115,478	-	111,728	50.8%	263,274
Operating Transfers-In	-	-	-	-	0.0%	833
TOTAL REVENUES	<u>64,121,129</u>	<u>17,972,162</u>	<u>-</u>	<u>46,148,967</u>	<u>28.0%</u>	<u>16,976,674</u>
EXPENSES						
Salaries & Benefits	12,778,749	2,992,139	-	9,786,610	23.4%	2,844,116
Materials, Supplies & Services	17,598,840	2,787,216	5,457,807	9,353,817	46.8%	3,187,226
Special Projects	735,792	112,515	77,039	546,238	25.8%	47,262
Water Purchases	9,228,839	2,202,831	-	7,026,008	23.9%	1,727,652
Debt Service	9,190,636	1,943,199	-	7,247,437	21.1%	1,893,489
Transfer-Out	-	-	-	-	0.0%	833
Capital Outlay Transfers	19,122,471	3,659,966	-	15,462,505	19.1%	3,302,305
Equipment	239,755	7,212	25,267	207,276	13.5%	33,629
Capitalized Fixed Assets	259,783	11,778	178,546	69,460	73.3%	27,528
Other	41,300	48	1,000	40,252	2.5%	605
Appropriated Reserve	150,000	-	-	150,000	0.0%	-
TOTAL EXPENSES	<u>69,346,166</u>	<u>13,716,906</u>	<u>5,739,658</u>	<u>49,889,602</u>	<u>28.1%</u>	<u>13,064,646</u>
<i>Revenue Less Expense</i>	<u>(5,225,037)</u>	<u>4,255,256</u>	<u>(5,739,658)</u>	<u>(3,740,635)</u>		<u>3,912,028</u>

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

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2021 (25% 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	24,869,491	6,330,086	-	18,539,405	25.5%	5,853,116
Fees	548,856	100,236	-	448,620	18.3%	53,233
Investment Income	151,245	32,694	-	118,551	21.6%	62,748
Rents & Concessions	61,072	15,268	-	45,804	25.0%	20,357
Miscellaneous	5,000	4,437	-	563	88.7%	16,500
TOTAL REVENUES	25,635,664	6,482,721	-	19,152,943	25.3%	6,005,955
EXPENSES						
Salaries & Benefits	7,773,931	1,904,012	-	5,869,919	24.5%	1,899,544
Materials, Supplies & Services	8,938,897	1,583,261	2,516,711	4,838,926	45.9%	1,542,093
Special Projects	680,865	115,613	373,992	191,260	71.9%	10,414
Debt Service	3,558,338	341,981	-	3,216,357	9.6%	341,981
Capital Outlay Transfers	4,939,840	1,234,960	-	3,704,880	25.0%	575,275
Equipment	106,000	18,301	4,976	82,723	22.0%	15,224
Capitalized Fixed Assets	111,767	25,275	18,124	68,369	38.8%	24,787
Other	4,500	1,485	3,000	15	99.7%	1,485
Appropriated Reserve	150,000	-	-	150,000	0.0%	-
TOTAL EXPENSES	26,264,138	5,224,887	2,916,802	18,122,449	31.0%	4,410,803
<i>Revenue Less Expense</i>	<u>(628,474)</u>	<u>1,257,833</u>	<u>(2,916,802)</u>	<u>1,030,495</u>		<u>1,595,152</u>

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

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2021 (25% 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	750,000	208,541	-	541,459	27.8%	125,156
Parking Fees	5,541,456	1,124,815	-	4,416,641	20.3%	742,815
Other Fees & Charges	12,925	5,456	-	7,469	42.2%	2,452
Investment Income	53,545	7,579	-	45,966	14.2%	26,189
Rents & Concessions	136,820	40,940	-	95,880	29.9%	36,420
Miscellaneous	295,466	26,036	-	269,430	8.8%	42,082
Operating Transfers-In	731,694	182,924	-	548,771	25.0%	145,424
TOTAL REVENUES	<u>7,521,906</u>	<u>1,596,291</u>	<u>-</u>	<u>5,925,615</u>	<u>21.2%</u>	<u>1,120,537</u>
EXPENSES						
Salaries & Benefits	4,138,232	1,030,561	-	3,107,671	24.9%	963,591
Materials, Supplies & Services	3,389,642	630,299	756,356	2,002,988	40.9%	586,645
Special Projects	497,659	175,534	259,856	62,269	87.5%	149,712
Capital Outlay Transfers	226,425	56,606	-	169,819	25.0%	350,544
Equipment	54,653	2,066	533	52,054	4.8%	9,868
Appropriated Reserve	10,000	-	-	10,000	0.0%	-
TOTAL EXPENSES	<u>8,316,611</u>	<u>1,895,066</u>	<u>1,016,745</u>	<u>5,404,801</u>	<u>35.0%</u>	<u>2,060,360</u>
<i>Revenue Less Expense</i>	<u>(794,705)</u>	<u>(298,775)</u>	<u>(1,016,745)</u>	<u>520,815</u>		<u>(939,823)</u>

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

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2021 (25% 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	5,531,982	1,332,720	-	4,199,262	24.1%	1,261,947
Leases-Terminal	5,551,935	2,269,620	-	3,282,315	40.9%	696,538
Leases-Non-Commercial Aviation	4,562,386	1,231,016	-	3,331,370	27.0%	1,019,548
Leases-Commercial Aviation	5,121,457	1,291,234	-	3,830,223	25.2%	934,004
Investment Income	109,045	35,002	-	74,043	32.1%	41,585
Grants	6,344,534	-	-	6,344,534	0.0%	-
Service Charges	-	311	-	(311)	100.0%	-
Miscellaneous	119,196	19,457	-	99,739	16.3%	11,591
Operating Transfers-In	-	-	-	-	0.0%	1,125,428
TOTAL REVENUES	<u>27,340,535</u>	<u>6,179,360</u>	<u>-</u>	<u>21,161,175</u>	<u>22.6%</u>	<u>5,090,641</u>
EXPENSES						
Salaries & Benefits	9,134,808	2,127,771	-	7,007,037	23.3%	1,899,495
Materials, Supplies & Services	11,210,387	2,137,537	2,902,428	6,170,422	45.0%	1,856,537
Special Projects	2,241,696	54,799	439,291	1,747,607	22.0%	329
Transfer-Out	250,000	-	-	250,000	0.0%	-
Debt Service	1,555,750	388,937	-	1,166,813	25.0%	388,250
Capital Outlay Transfers	3,698,242	1,348,413	-	2,349,829	36.5%	1,025,556
Equipment	202,938	12,894	80,453	109,590	46.0%	60,877
Appropriated Reserve	104,959	-	-	104,959	0.0%	-
TOTAL EXPENSES	<u>28,398,780</u>	<u>6,070,352</u>	<u>3,422,173</u>	<u>18,906,256</u>	<u>33.4%</u>	<u>5,231,044</u>
<i>Revenue Less Expense</i>	<u>(1,058,245)</u>	<u>109,008</u>	<u>(3,422,173)</u>	<u>2,254,920</u>		<u>(140,402)</u>

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

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2021 (25% 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	3,169,264	1,049,328	-	2,119,936	33.1%	1,083,442
Investment Income	10,745	4,140	-	6,605	38.5%	3,925
Rents & Concessions	205,211	42,236	-	162,975	20.6%	18,462
Miscellaneous	-	(810)	-	810	100.0%	333
TOTAL REVENUES	<u>3,385,220</u>	<u>1,094,894</u>	<u>-</u>	<u>2,290,326</u>	<u>32.3%</u>	<u>1,106,163</u>
EXPENSES						
Salaries & Benefits	82,602	17,943	-	64,659	21.7%	15,819
Materials, Supplies & Services	2,799,405	532,784	2,134,446	132,174	95.3%	561,168
Debt Service	41,430	-	-	41,430	0.0%	-
Capital Outlay Transfers	210,636	52,659	-	157,977	25.0%	50,482
TOTAL EXPENSES	<u>3,134,073</u>	<u>603,387</u>	<u>2,134,446</u>	<u>396,239</u>	<u>87.4%</u>	<u>627,469</u>
<i>Revenue Less Expense</i>	<u>251,148</u>	<u>491,507</u>	<u>(2,134,446)</u>	<u>1,894,087</u>		<u>478,694</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 the Three Months Ended September 30, 2021 (25% 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	3,087,902	771,976	-	2,315,926	25.0%	780,727
Work Orders - Bldg Maint.	3,548,781	684,978	-	2,863,803	19.3%	787,527
Miscellaneous	10,500	1,602	-	8,898	15.3%	35
TOTAL REVENUES	<u>6,647,183</u>	<u>1,458,556</u>	<u>-</u>	<u>5,188,627</u>	<u>21.9%</u>	<u>1,568,289</u>
EXPENSES						
Salaries & Benefits	4,435,905	974,224	-	3,461,681	22.0%	1,038,810
Materials, Supplies & Services	1,886,429	353,707	492,549	1,040,173	44.9%	371,105
Special Projects	279,192	26,822	194,025	58,345	79.1%	31,232
Capital Outlay Transfers	477,198	119,300	-	357,899	25.0%	157,000
Equipment	10,000	916	-	9,084	9.2%	5,743
Appropriated Reserve	85,065	-	-	85,065	0.0%	-
TOTAL EXPENSES	<u>7,173,789</u>	<u>1,474,968</u>	<u>686,574</u>	<u>5,012,246</u>	<u>30.1%</u>	<u>1,603,890</u>
<i>Revenue Less Expense</i>	<u>(526,606)</u>	<u>(16,412)</u>	<u>(686,574)</u>	<u>176,381</u>		<u>(35,601)</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2021 (25% 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	3,023,053	752,859	-	2,270,194	24.9%	737,778
Investment Income	167,745	30,815	-	136,930	18.4%	56,003
Rents & Concessions	123,982	29,900	-	94,082	24.1%	36,794
Miscellaneous	112,000	15	-	111,985	0.0%	59,880
TOTAL REVENUES	<u>3,426,780</u>	<u>813,589</u>	<u>-</u>	<u>2,613,191</u>	<u>23.7%</u>	<u>890,455</u>
EXPENSES						
Salaries & Benefits	247,911	52,058	-	195,853	21.0%	58,685
Materials, Supplies & Services	19,182	8,117	-	11,065	42.3%	8,317
Special Projects	75,000	-	-	75,000	0.0%	-
Transfer-Out	-	-	-	-	0.0%	27,834
Capital Outlay Transfers	1,029,012	257,253	-	771,759	25.0%	23,345
Capitalized Fixed Assets	5,307,115	388,804	1,712,343	3,205,968	39.6%	1,248,563
TOTAL EXPENSES	<u>6,678,220</u>	<u>706,232</u>	<u>1,712,343</u>	<u>4,259,645</u>	<u>36.2%</u>	<u>1,366,743</u>
<i>Revenue Less Expense</i>	<u>(3,251,440)</u>	<u>107,357</u>	<u>(1,712,343)</u>	<u>(1,646,454)</u>		<u>(476,289)</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2021 (25% 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	2,921,453	727,990	-	2,193,463	24.9%	698,617
Reimbursements	5,000	1,250	-	3,750	25.0%	9,832
Miscellaneous	60,000	16,704	-	43,296	27.8%	30,255
TOTAL REVENUES	<u>2,986,453</u>	<u>745,944</u>	<u>-</u>	<u>2,240,509</u>	<u>25.0%</u>	<u>738,705</u>
EXPENSES						
Salaries & Benefits	1,545,540	370,422	-	1,175,118	24.0%	385,341
Materials, Supplies & Services	1,366,941	316,593	355,363	694,984	49.2%	296,466
Special Projects	63,277	11,573	19,443	32,261	49.0%	5,665
Debt Service	-	-	-	-	0.0%	3,645
Capital Outlay Transfers	2,934	734	-	2,201	25.0%	-
Equipment	7,147	-	-	7,147	0.0%	-
Capitalized Fixed Assets	46,488	8,966	37,522	-	100.0%	-
Appropriated Reserve	15,000	-	-	15,000	0.0%	-
TOTAL EXPENSES	<u>3,047,326</u>	<u>708,287</u>	<u>412,328</u>	<u>1,926,711</u>	<u>36.8%</u>	<u>691,116</u>
<i>Revenue Less Expense</i>	<u>(60,873)</u>	<u>37,656</u>	<u>(412,328)</u>	<u>313,799</u>		<u>47,588</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2021 (25% 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	4,093,050	1,023,263	-	3,069,787	25.0%	862,005
Workers' Compensation Premiums	4,164,100	1,041,025	-	3,123,075	25.0%	1,033,178
OSH Charges	290,230	72,558	-	217,672	25.0%	68,974
Unemployment Insurance Premium	277,529	69,382	-	208,147	25.0%	56,890
Investment Income	53,545	7,455	-	46,090	13.9%	22,498
Miscellaneous	-	-	-	-	0.0%	1,941
Operating Transfers-In	75,825	18,956	-	56,869	25.0%	18,956
TOTAL REVENUES	<u>8,954,279</u>	<u>2,232,639</u>	<u>-</u>	<u>6,721,640</u>	<u>24.9%</u>	<u>2,064,442</u>
EXPENSES						
Salaries & Benefits	744,740	197,107	-	547,633	26.5%	174,390
Materials, Supplies & Services	9,259,481	2,195,659	279,933	6,783,889	26.7%	1,796,973
Capital Outlay Transfers	818	205	-	613	25.0%	-
TOTAL EXPENSES	<u>10,005,039</u>	<u>2,392,971</u>	<u>279,933</u>	<u>7,332,135</u>	<u>26.7%</u>	<u>1,971,363</u>
<i>Revenue Less Expense</i>	<u>(1,050,760)</u>	<u>(160,332)</u>	<u>(279,933)</u>	<u>(610,495)</u>		<u>93,078</u>

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

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2021 (25% 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	4,485,985	1,121,496	-	3,364,489	25.0%	935,818
Operating Transfers-In	-	-	-	-	0.0%	35,000
TOTAL REVENUES	<u>4,485,985</u>	<u>1,121,496</u>	<u>-</u>	<u>3,364,489</u>	<u>25.0%</u>	<u>970,818</u>
EXPENSES						
Salaries & Benefits	2,927,360	600,714	-	2,326,646	20.5%	638,761
Materials, Supplies & Services	1,658,059	841,681	155,876	660,503	60.2%	466,949
Special Projects	21,091	-	273	20,818	1.3%	132
Capital Outlay Transfers	182,127	45,532	-	136,595	25.0%	67,051
Equipment	12,130	1,309	2,260	8,561	29.4%	1,857
Appropriated Reserve	(197,983)	-	-	(197,983)	0.0%	-
TOTAL EXPENSES	<u>4,602,785</u>	<u>1,489,235</u>	<u>158,408</u>	<u>2,955,141</u>	<u>35.8%</u>	<u>1,174,750</u>
<i>Revenue Less Expense</i>	<u>(116,800)</u>	<u>(367,739)</u>	<u>(158,408)</u>	<u>409,348</u>		<u>(203,932)</u>

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

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2021 (25% 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	1,850,000	763,738	-	1,086,262	41.3%	574,625
Leases - Food Service	2,795,000	1,049,961	-	1,745,039	37.6%	741,131
Slip Rental Fees	4,829,458	1,221,349	-	3,608,109	25.3%	1,185,741
Visitors Fees	649,459	240,141	-	409,318	37.0%	170,889
Slip Transfer Fees	1,200,000	466,450	-	733,550	38.9%	470,850
Parking Revenue	2,814,685	928,042	-	1,886,643	33.0%	664,745
Wharf Parking	180,000	90,593	-	89,407	50.3%	78,822
Other Fees & Charges	235,562	70,330	-	165,232	29.9%	56,574
Investment Income	89,945	23,276	-	66,669	25.9%	33,142
Rents & Concessions	385,000	106,548	-	278,452	27.7%	93,726
Miscellaneous	629,892	56,850	-	573,042	9.0%	40,926
TOTAL REVENUES	15,659,001	5,017,279	-	10,641,722	32.0%	4,111,172
EXPENSES						
Salaries & Benefits	7,707,953	1,894,545	-	5,813,408	24.6%	1,753,116
Materials, Supplies & Services	5,383,290	1,049,235	1,061,680	3,272,375	39.2%	1,005,232
Special Projects	233,348	57,166	547	175,635	24.7%	29,348
Debt Service	2,038,500	889,263	-	1,149,237	43.6%	889,263
Capital Outlay Transfers	109,414	27,353	-	82,061	25.0%	440,311
Equipment	132,428	10,221	19,545	102,662	22.5%	16,466
Capitalized Fixed Assets	53,544	-	13,847	39,697	25.9%	-
Other	2,375	-	1,000	1,375	42.1%	-
Appropriated Reserve	100,000	-	-	100,000	0.0%	-
TOTAL EXPENSES	15,760,852	3,927,784	1,096,619	10,736,449	31.9%	4,133,737
<i>Revenue Less Expense</i>	<u>(101,851)</u>	<u>1,089,495</u>	<u>(1,096,619)</u>	<u>(94,727)</u>		<u>(22,565)</u>

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

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2021 (25% 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	10,972,584	-	-	10,972,584	0.0%	-
Investment Income	-	73	-	(73)	100.0%	-
Operating Transfers-In	1,550,532	200,067	-	1,350,464	12.9%	-
TOTAL REVENUES	12,523,116	200,140	-	12,322,975	1.6%	-
EXPENSES						
Salaries & Benefits	152,590	25,840	-	126,750	16.9%	-
Materials, Supplies & Services	9,276,308	38,010	41,778	9,196,520	0.9%	273
Special Projects	744,127	-	13,127	731,000	1.8%	32,000
Other	49,000	-	-	49,000	0.0%	-
TOTAL EXPENSES	10,222,025	63,851	54,905	10,103,270	1.2%	32,273
<i>Revenue Less Expense</i>	<u>2,301,090</u>	<u>136,290</u>	<u>(54,905)</u>	<u>2,219,706</u>		<u>(32,273)</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Three Months Ended September 30, 2021 (25% of Fiscal Year)

ENERGY 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	2,369,071	592,268	-	1,776,803	25.0%	463,115
Miscellaneous	-	1	-	(1)	100.0%	-
Operating Transfers-In	-	-	-	-	0.0%	14,426
TOTAL REVENUES	<u>2,369,071</u>	<u>592,268</u>	<u>-</u>	<u>1,776,803</u>	<u>25.0%</u>	<u>477,541</u>
EXPENSES						
Salaries & Benefits	619,869	111,936	-	507,933	18.1%	78,617
Materials, Supplies & Services	1,839,379	145,791	121,422	1,572,166	14.5%	249,098
Special Projects	145,774	6,584	774	138,416	5.0%	2,849
Debt Service	-	6,035	-	(6,035)	100.0%	6,035
Capital Outlay Transfers	870	25,217	-	(24,347)	2898.6%	25,000
Equipment	4,000	-	-	4,000	0.0%	-
Appropriated Reserve	(118,471)	-	-	(118,471)	0.0%	-
TOTAL EXPENSES	<u>2,491,421</u>	<u>295,563</u>	<u>122,196</u>	<u>2,073,662</u>	<u>16.8%</u>	<u>361,599</u>
<i>Revenue Less Expense</i>	<u>(122,350)</u>	<u>296,705</u>	<u>(122,196)</u>	<u>(296,859)</u>		<u>115,943</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 2022 Interim Financial Statements
For the Three Months Ended September 30, 2021 (25% of Year Elapsed)*

General Fund Revenues

The table below summarizes preliminary General Fund revenues for the three months ended September 30, 2021. For interim financial statement purposes, revenues are reported on a cash basis (i.e. when the funds are received). Each of these revenues below have unique cycles for collections, which may vary from other revenues, and which can cause fluctuations from previous years. This table includes the annual adopted budget as well as any budget adjustments to date, and actual collections for the first three months of Fiscal Year 2022. It is premature to make meaningful projections with only three months of activity; however, the City's largest revenues are discussed in more detail below the table.

Summary of Revenues					
For the Three Months Ended September 30, 2021 Fiscal Year 2022					
GENERAL FUND					
	<u>Current Year Analysis FY2022</u>			<u>Prior Year Analysis FY2021</u>	
	<u>Revised Budget</u>	<u>YTD Actual</u>	<u>Percent Rec'd</u>	<u>Prior Year YTD Actual</u>	<u>Change From FY21</u>
Property Tax	\$42,347,386	\$0	0%	\$0	0%
Sales & Use Tax	23,239,045	7,458,934	32%	5,583,866	34%
Measure C Sales Tax	24,988,418	7,647,258	31%	5,811,015	32%
TOT	19,500,000	8,311,110	43%	4,226,223	97%
UUT	7,315,292	1,926,902	26%	1,800,859	7%
Bus License	2,556,359	523,132	20%	504,484	4%
Cannabis Excise Tax	1,847,469	484,529	26%	361,532	34%
Prop Trans Tax	923,776	321,276	35%	224,365	43%
Total Taxes	\$122,717,745	\$26,673,142	22%	\$18,512,344	44%
License & Permits	151,666	53,137	35%	35,756	49%
Fines & Forfeitures	3,134,102	843,591	27%	468,368	80%
Franchise Fee	3,706,830	955,462	26%	859,446	11%
Use of Money & Property	1,321,016	279,602	21%	215,133	30%
Intergovernmental	2,975,556	177,854	6%	659,777	(73%)
Fee & Charges	12,773,381	3,894,548	30%	2,643,447	47%
Miscellaneous	22,008,768	5,244,849	24%	4,799,159	9%
Total Other	\$46,071,319	\$11,449,043	25%	\$9,681,086	18%
Total Before Budgeted Variances	\$168,789,064	\$38,122,184	23%	\$28,193,430	35%
Anticipated YE Var		-		-	
Total Revenues	\$168,789,064	\$38,122,184	23%	\$28,193,430	35%

Property Tax

As of September 30, no property tax revenues had been received to date. Typically the County does not start issuing property tax payments to the City until November or December each year. During the budget process, it was expected the City would see growth of approximately 5% from the prior year, however more recent information now shows lower growth of approximately 3% to 3.5%. Some of this is due to Proposition 13, in which the assessed value of properties increases each January to the lesser of 2% or CPI. In the last several years this increase was 2%, however CPI for 2021-2022 was only 1.016%. Staff now anticipate the actual property tax revenues will be slightly below budget by year end.

Sales Taxes

Sales tax revenue received to date is approximately \$7.5 Million on a cash basis. While reporting three months of sales taxes, the first two monthly collections represent amounts accrued in the prior fiscal year. As receipts are “trued up” quarterly, current revenues do not represent a full quarter of collections for the current fiscal year. While it is still early in the year, sales tax has been trending in a positive direction in recent months. While the main reasons for the recent increases are still unknown, it is likely a combination of increased consumer spending (particularly in online sales), and the results of higher than expected inflation. If current economic conditions hold, sales tax will likely be higher than budget by year end. Staff will be monitoring this revenue closely.

Measure C Sales Taxes

Voters approved a one-cent Measure C sales tax in Fiscal Year 2018, which became effective April 1, 2018. Measure C sales tax revenue received to date is approximately \$7.6 Million on a cash basis. On an economic basis, Measure C sales tax tracks very similar to the other sales taxes. Similar to sales tax, if economic conditions hold, Measure C sales tax will also likely be higher than budget by year end. Staff will be monitoring this revenue closely, as well.

Transient Occupancy Tax

Transient occupancy tax (TOT) revenue to date is \$8.3 Million, which is significantly higher than collections as of September last year, due to COVID-19. The local travel industry is now seeing increases in demand for rooms, almost back to pre-pandemic levels. However recent growth is largely the result of increases in average daily rates, which are 30%-40% higher than fiscal year 2019 pre-pandemic rates. TOT revenues will likely be higher than budget by year end if demand continues at the current rate.

*Fiscal Year 2022 Interim Financial Statements
For the Three Months Ended September 30, 2021 (25% of Year Elapsed)*

General Fund Expenditures

The table below summarizes the General Fund budget and year-to-date expenditures through September 30, 2021. The “Revised Budget” column represents the adopted budget, appropriation carryovers from the prior year, and any supplemental appropriations approved by the City Council in the current year.

The table includes actual expenditures without encumbrances. Inclusion of encumbrances can significantly distort the analysis of budgeted and actual expenditures during the year, as actual receipt of services or goods can occur in later periods. Outstanding encumbrances include certain appropriations that were carried forward from prior year and contracts or blanket purchase orders that have been executed in the current year but are expected to be used throughout the year. The following discussion of actual expenditures does not include the impact of encumbrances.

In some cases, COVID-19 caused increased expenditures as the City has quickly pivoted in response to unprecedented impacts and potential threats of the pandemic. The FY2022 adopted budget included a number of targeted reduction plans designed to reduce the City’s overall expenditures. These targeted reductions were spread over departments in the General Fund and total \$6.8 Million. The first three months of actual financial performance reflect the best efforts of staff, fiscal conservatism and an element of optimism that vaccines and continued adherence to local health measures will see steady, gradual improvements in the local economy.

The General Fund revised budget, including \$4,874,060 of carried forward appropriations and encumbrances, and any new FY2022 council approved amendments, is \$174,332,821, of which \$43,117,047 has been spent as of September 30, 2021. The table below shows performance at department level.

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SUMMARY OF EXPENDITURES						
GENERAL FUND						
For the Three Months Ended September 30, 2021 Fiscal Year 2022						
Department	Revised Budget	YTD Actual	YTD Variance Without Encumbrance	Encumbrance	Remaining Budget After Encumbrances	
Mayor & Council	\$3,596,207	\$825,680	23%	\$2,770,527	\$1,375,806	\$1,394,721
City Attorney	4,805,661	979,657	20%	3,826,004	621,306	3,204,698
City Administrator	4,604,631	853,245	19%	3,751,386	237,543	3,513,843
Human Resources	1,922,710	410,964	21%	1,511,746	61,599	1,450,148
Finance	6,417,142	1,490,874	23%	4,926,268	147,790	4,778,478
General Government	\$21,346,351	\$4,560,420	21%	\$16,785,931	\$2,444,044	\$14,341,887
Police	45,799,108	11,572,956	25%	34,226,152	480,983	33,745,169
Fire	31,626,491	9,014,953	29%	22,611,538	195,349	22,416,189
Public Safety	\$77,425,599	\$20,587,910	27%	\$56,837,690	\$676,331	\$56,161,359
Parks & Recreation	18,327,448	4,610,828	25%	13,716,621	786,468	12,930,153
Library	6,434,585	1,350,616	21%	5,083,969	90,137	4,993,832
Community Services	\$24,762,033	\$5,961,443	24%	\$18,800,590	\$876,605	\$17,923,985
Public Works	10,520,784	2,261,088	21%	8,259,696	368,544	7,891,152
Sustainability & Resilienc	240,068	5,180	2%	81,235	81,235	153,653
Community Developmen	13,882,341	2,944,661	21%	10,937,680	647,743	10,289,937
Non-Departmental	26,155,644	6,796,345	26%	19,359,299	0	19,359,299
Total	\$174,332,821	\$43,117,047	25%	\$131,062,121	\$5,094,503	\$126,121,271
% of annual budget		24.7%		75.2%	2.9%	72.3%

Expenditure Analysis by General Fund

The General Fund Expenditure Budget for FY2022 was adopted at \$169,458,760, with an additional \$4,874,060 added as a result of carried over budget from FY2021 and any other council approved adjustments. 44% of the total budget, including Non-Departmental Expenditures, is appropriated to provide public safety services through the Police and Fire Departments. Community Services combines the City's Parks and Recreation, and Library Departments, and comprises 14% of the total budget. General Government makes up 12% of the appropriations and is the total of all costs for Finance, City Administration, Mayor and Council, City Attorney, Human Resources, and City Clerk.

All departments are targeted with achieving expenditure savings that were included in the adopted budget. Most departments are on track to meet or have already met this goal as originally determined at \$6.8 Million for all departments through FY2022. With continued uncertainty in how the economic impact of the pandemic will be felt by the City of Santa Barbara, staff has confidence that expenditures will end the year below budget and meeting expenditure reduction targets.

General Fund expenditures were \$43.1 Million as of September 30, 2021, representing 24.7% of

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the revised budget, with an additional \$5.1 Million (2.9%) encumbered.

General Government actual spending of \$4.6 Million, represents 21% of the annual budget. This includes salary savings from holding several positions vacant through the first quarter of FY2022.

Public Safety has expenditures of \$20.6 Million, representing 27% of the annual budget, with savings achieved from keeping a number of positions vacant.

The Police Department (PD) continues to have vacancies yielding savings and with the impact of health and safety measures reducing large public events such as July 4th and Fiesta, the department has not incurred overtime costs at the same rate as prior years. The department continues to experience staffing challenges, with several positions open and officers on modified duties or medical leave, driving the need for increased overtime to support core operations. In addition and in line with the adopted expenditure savings targets, the department has cut hourly staffing, reducing counter operations and cutting programs like Student Neighborhood Assistance Program (SNAP), and is now performing work in house that had typically been provided by external providers. The Department is on track to meet its reduction target of \$2.0 Million.

The Fire Department (FD) expended \$9.0 Million (29%) of its budget, attributing additional expenditures beyond the original expenditure in the adopted budget to increases to mutual aid overtime in response to the significant number of fires in California. FD is required to maintain minimum staffing levels that can result in limited opportunity to hold vacancies, as is a typical strategy in other departments in order to reduce expenditures. Contributing to the higher spending and projected increase in costs compared to budget is higher overtime caused by absences due to injury. An additional, unanticipated settlement payment also contributed to increased expenditures during the First Quarter. In contrast, the department has met its planned reduction target of \$1.6 Million by eliminating or keeping open administrative positions and eliminating or deferring certain programs to FY2023.

Community Services had actual expenditures of \$6.0 Million, or 24% of budget. This performance is the result of significantly reduced operations over the first nine months of the year with many programs and services cancelled due to health orders.

The Library Department spent \$1.4 Million, or 21% of its annual budget, during First Quarter 2022. While Library is on track to meet its targeted reductions via holding two key, full-time positions open, the Department achieved full in-person services, and launched a new Library on the Go program. They continue to provide online and alternative library services to the community with many indoor activities temporarily cancelled or restricted since March 2020. Continued reduced library hours has resulted in savings in hourly staffing, security, maintenance, and custodial services though the First Quarter of FY2022.

The Parks and Recreation Department had expenditures of \$4.6 Million (25% of annual budget). The department would typically provide a full range of summer and academic year programming to thousands of participants, along with facility and park rentals that would be staffed by hourly employees or provided by third party contractors. In FY2020, many programs were cancelled resulting in lower revenues and expenditures. FY2021 continued to present challenges related to COVID, and the department successfully operated a smaller number of summer programs in extremely challenging circumstances, providing much needed recreational opportunities for youth. The department is able to deliver programs and services, and remain

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flexible, if the COVID-19 pandemic restrictions persist further into FY2022. The department's planned salary and benefit savings and other operational adjustments to meet its expenditure reduction targets are on track for FY2022.

Public Works (PW) had expenditures of \$2.2 Million (21% of annual budget) at First Quarter FY2022. Savings from holding several positions open were partially offset by increased Professional Services Agreements and Non-Contractual Services to cover vacancies. Encumbrances are expected to be fully spent in FY2022. The department administration continues to monitor and reduce costs with all divisions on track for their reduction targets. In particular, the Administration Division will rely on internal staff for outreach needs to save over half of its \$65,906 target. Additional savings will be made by staff telecommuting, resulting in expense reductions for the City Bike Program, Employee Buss Pass Program, and Rideshare Program, including pool car maintenance and replacement costs.

Sustainability and Resilience (S&R), a new department in FY2021, has achieved its targeted savings for FY2022 at the end of First Quarter, having only spend \$5,180 of its \$240,068 annual budget (2%). This was achieved by holding a director position open. All encumbered funds (\$81,235) are due to an outsourced vendor to service the CalRecycle program, and will be fully spent by the end of FY2022.

Community Development (CD) had expenditure of \$2.9 Million, or 21% of annual budget. Some positions were hired at salary levels substantially above their position control allocation; however, savings from vacancies not included in the targeted reductions plan should offset these additional costs. The department has incorporated its targeted reductions of \$643,120 into budgeted spending, spreading it amongst various accounts, and is on track to be at or below budget including these targeted reductions.

Non-Departmental expenditures include transfers from the General Fund to other funds, the majority of which includes transfers to the Measure C fund for various capital maintenance and improvement projects. In prior fiscal years, the revenue summary table included anticipated year-end budget variances. This represented approximately 1.5% of budgeted operating expenditures in the General Fund and represents staff's estimate of the favorable expenditure variances (i.e. expenditures *under* budget primarily from attrition savings from position vacancies) for the year. The anticipated year-end variance budget is now reported in non-departmental expenditures in the adopted FY2022 budget.

General Fund Reserves Projection:

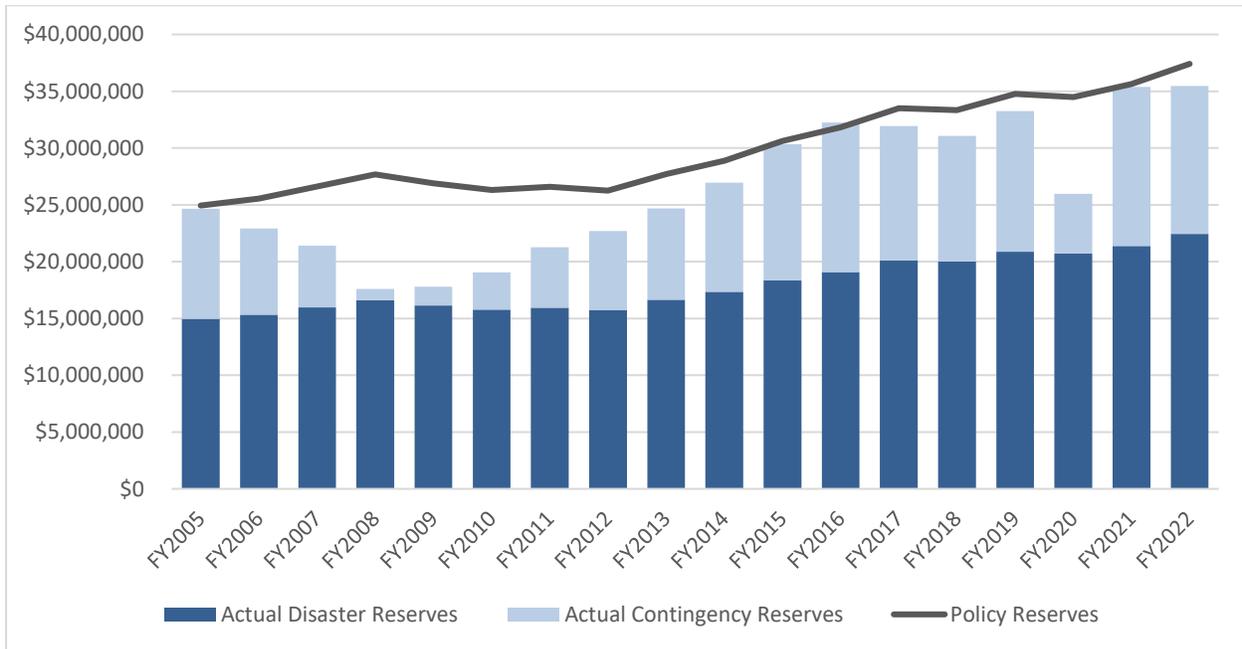
The table below summarizes the reserves projected in the General Fund by the end of FY2022, compared to the FY2022 adopted budget and prior year actual reserves. The table summarizes the General Fund reserve targets of 15% disaster and 10% contingency reserves as required by City Council resolution 12-066. During the quarterly projection processes later this year, staff will include a projection of anticipated changes to reserves based on likely revenue and expenditure projections included in future reports.

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General Fund, Fund Balance	FY2019 Actual	FY2020 Actual	FY2021 Actual	FY2022 Projected at Q1	FY22 v FY21 Projected Change in Reserve
Disaster Reserve Target 15%	\$20,866,449	\$20,699,118	\$21,383,491	\$22,447,538	\$1,064,047
Contingency Reserve Target 10%	13,910,966	13,799,412	14,255,661	14,965,025	709,364
(Below) / Above Policy	(1,513,888)	(8,526,275)	(263,326)	(1,946,144)	(1,682,818)
Total	\$33,263,527	\$25,972,255	\$35,375,826	\$35,466,419	\$90,593
Remaining Contingency Reserve	\$12,397,078	\$5,273,137	\$13,992,335	\$13,018,881	(\$973,454)

Due to the favorable revenue growth in sales tax and TOT during Q4 FY2021 and the inclusion of the ARPA rescue funds in the General Fund, along with additional operating and capital savings from departments, the General Fund reserve position changed favorably at the end of FY2021. Both disaster and contingency reserves are nearly replenished with a small balance below policy target of \$263,326. The FY2022 adopted budget required the strategic use of a small amount of reserves in order to balance the budget. It is projected that reserves in FY2022 will be \$1.9 Million below policy targets by year end, based on the adopted budget.

The graph below summarizes the General Fund Reserves since FY2005, including a projection of ending reserves at the end of FY2022.



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Enterprise Operating Fund Revenues and Expenses

Unlike the General Fund, which relies primarily on taxes to fund programs and services, Enterprise Fund operations is financed primarily from user fees and other non-tax revenues. The table below summarizes Enterprise Fund revenues and expenses through September 30, 2021, with a comparison to the current fiscal year budget and prior fiscal year expenses.

The expenses shown in the preceding table do not include outstanding encumbrances at September 30, 2021. Inclusion of encumbrances can distort the analysis of budgeted and actual expenditures. Outstanding encumbrances include appropriations that were carried forward from a prior year as part of the appropriation carryovers and contracts, or blanket purchase orders, that have been added in the current year but are expected to be spent over the coming months.

SUMMARY OF REVENUES & EXPENSES						
For the Three Months Ended September 30, 2021 Fiscal Year 2022						
ENTERPRISE FUNDS						
	Current Year Analysis FY2022			Encumbered	Prior Year FY2021	
	Annual Budget	YTD Actual	YTD Percent		YTD Actual	% Variance
Solid Waste Fund						
Revenues	\$31,602,045	\$8,720,757	27.6%	\$0	\$7,482,950	16.5%
Expenses	30,357,459	6,623,200	21.8%	170,774	6,520,446	1.6%
Add / (Use) Reserve	1,244,586	2,097,557		(170,774)	962,504	
Water Fund**						
Revenues	64,121,129	17,972,162	28.0%	0	16,976,674	5.9%
Expenses	69,346,166	13,716,906	19.8%	5,739,658	13,064,646	5.0%
Add / (Use) Reserve	(5,225,037)	4,255,256		(5,739,658)	3,912,028	
Wastewater Fund						
Revenues	25,635,664	6,482,721	25.3%	0	6,005,955	7.9%
Expenses	26,264,138	5,224,887	19.9%	2,916,802	4,410,803	18.5%
Add / (Use) Reserve	(628,474)	1,257,834		(2,916,802)	1,595,152	
Downtown Parking Fund						
Revenues	7,521,906	1,596,291	21.2%	0	1,120,537	42.5%
Expenses	8,316,611	1,895,066	22.8%	1,016,745	2,060,360	-8.0%
Add / (Use) Reserve	(794,705)	(298,775)		(1,016,745)	(939,823)	
Clean Energy Fund						
Revenues	12,523,116	200,140	1.6%	0	0	100.0%
Expenses	10,222,025	63,851	0.6%	54,905	32,273	97.8%
Add / (Use) Reserve	2,301,091	136,289		(54,905)	(32,273)	
Airport Fund						
Revenues	27,340,535	6,179,360	22.6%	0	5,090,641	21.4%
Expenses	28,398,780	6,070,352	21.4%	3,422,173	5,231,044	16.0%
Add / (Use) Reserve	(1,058,245)	109,008		(3,422,173)	(140,403)	
Golf Fund						
Revenues	3,385,220	1,094,894	32.3%	0	1,106,163	-1.0%
Expenses	3,134,073	603,387	19.3%	2,134,446	627,469	-3.8%
Add / (Use) Reserve	251,147	491,507		(2,134,446)	478,694	
Waterfront Fund						
Revenues	15,659,001	5,017,279	32.0%	0	4,111,172	22.0%
Expenses	15,760,852	3,927,784	24.9%	1,096,619	4,133,737	-5.0%
Add / (Use) Reserve	(\$101,851)	\$1,089,495		(\$1,096,619)	(\$22,565)	

Solid Waste Fund

Solid Waste Revenues are \$8.7 Million at the end of first quarter, representing 28% of budget revenues, include \$864,000 from the ReSource Center, which was generated by an excess in their Rate Stabilization Fund. According to the Master agreement, when there is excess money in the Rate Stabilization Fund, the County returns the surplus based on a percentage of material delivered by each member. Due to delays in construction, the Rate Stabilization Fund had an excess amount, of which the City of Santa Barbara received \$864,000. This disbursement is considered a one-time event and is unlikely to occur in future periods. Expenses are \$6.6 Million and 22% of the budget. Commercial service levels continue to be below budget expectations due to pandemic impacts. Delays in filling a vacant position also contributed to cost savings.

Water Fund

At first quarter, total revenue of \$18 Million (28% of annual budget) is ahead of budget due in part to customer rate revenue, the Water Fund's primary revenue source, exceeding budget, which is a common trend at first quarter due to typically higher water demands in the summer months. Also notable, inter-agency water supply agreements are providing new revenue to the Water Fund, further improving the first quarter financial position. Offsetting this positive variance are several other revenue sources which, due to the timing of payments, are behind budget. Expenditures are below budget through three months of the fiscal year, with \$13.7 Million (20% of annual budget), but many of the largest positive variances are due to the timing of invoice payments, items that will correct by mid-year and year end. When encumbrances are considered, expenditures are at 28% of annual budget. Although the Water Fund does typically have budgetary savings at year end, staff anticipates final numbers will be closer to budget.

Wastewater Fund

Overall, at first quarter, revenues are right on target at 25% of the annual budget (\$6.5 Million). Leading this trend is customer rate revenue, which makes up the majority of revenue for the Wastewater Fund. Other less significant revenue sources are trailing budget. Expenditures are below budget at \$5.2 Million (20% of annual budget) at first quarter, mainly due to the timing of vendor and debt service payments in the supplies and services, transfers, and debt service categories. Staff continues to cautiously spend financial resources as the City emerges from the pandemic and resumes more normal operations.

Downtown Parking Fund

At first quarter, revenues are at 21% of budget, or \$1.6 Million. This is expected due to the impacts of the pandemic. Although demand for employee parking permits is beginning to recover, it remains well below pre-COVID levels because many offices continue to ask their employees to work from home. Demand for hourly parking has returned to pre-pandemic levels on weekends, but remains lower than normal on weekdays. Despite this recovery, hourly revenues remain well below pre-pandemic levels because Downtown Parking is having difficulty hiring and retaining enough hourly lot operators to return to normal hours of operation. Hours of revenue collection remain limited. Expenditures came in at \$1.9 Million (22.8% of annual budget). A considerable amount of savings at first quarter is mainly due to large encumbrances in supplies and services for maintenance of the plaza and lots, as well as savings in Special Project lines for the PBIA

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assessment study, downtown maintenance contract, and Safe Parking Program that are expected to be fully spent by year end.

Clean Energy Fund

The City's Clean Energy program launched to all residents in October of 2021. Citizens have been automatically enrolled in one of the three service options based on their current billing status with Edison. Santa Barbara Clean Energy will purchase sustainable electricity, and Southern California Edison will continue to deliver the power, maintain the poles and wires, and provide one single bill for customers. Revenues and expenditures in the fund represent a small portion of the start-up activities of this new enterprise, and additional activities are anticipated later in FY2022.

Airport Fund

The first two months of FY2022 began with record high commercial activities with over 100,000 monthly passenger counts, and terminal lease revenue coming in far ahead of expectation. As travel lessened in September, revenues declined slightly, but lease and terminal revenues were still far ahead of budgeted levels for first quarter FY2022 (as much as 41% for terminal leases). The Airport has yet to receive any portion of an anticipated \$6.3 Million in ARPA Grant funds included in the budget for FY2022. This lack of ARPA receipts brings overall revenues for first quarter FY2022 down to 23% of annual budget, or \$6.1 Million.

Expenditures were \$6.1 Million, or 23% of the annual budget. This includes savings due to unfilled vacancies and other related operating expenses across most programs. As vacancies persist and possibly increase with planned retirements and difficulties in the labor market, overtime costs have risen and may increase further to back fill these positions.

Golf Fund

Golf Fund revenues were \$1.1 Million, or 32% of annual budget. This was driven largely by green fees, carts, and lessons, as golf continues to grow in popularity as an outdoor activity. Expenditures were \$0.6 Million, or 19% of annual budget. Golf expects to meet its reduction targets by the end of FY2022.

Waterfront Fund

Revenues for the first quarter of FY2022 were \$5.0 Million, or 32% of annual budget. This is an increase of 22% (\$906,107) from FY2021 at the same time, and a positive sign of recovery. Expenditures were \$3.9 Million, or 25% of annual budget. Cost savings were achieved by maintaining numerous position vacancies and reducing supplies and services costs across Waterfront Divisions. The department continues to monitor costs and anticipates nearly \$473,000 in savings for FY2022.

Enterprise Operating Funds: Year-End Projected Reserves.

The table below summarizes the anticipated impact on reserves in each of the major enterprise funds at the end of FY2022 compared to policy reserve targets.

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Enterprise Operating Funds	FY2021 Policy Reserves	FY2021 Available Reserves	FY2022 Projected Add (Use) of Reserves	FY2022 Projected Fund Balance	FY2022 Projected Available Reserves
Solid Waste	3,783,353	1,518,987	1,244,586	4,842,830	2,763,573
Water	31,423,570	5,522,101	(5,225,037)	179,735,107	297,064
Wastewater	10,008,561	1,757,295	(628,474)	79,761,207	1,128,821
Downtown Parking	2,391,028	632,731	(794,705)	34,307,441	(161,974)
Airport	6,729,550	5,527,254	(1,058,245)	156,398,332	4,469,009
Golf	932,147	751,399	251,147	2,592,627	1,002,546
Waterfront	3,535,456	1,375,577	(101,851)	9,590,876	1,273,726

Current staff projections for the Downtown Parking would result in the use of Contingency Reserves in FY2022. Staff developed and presented balancing strategies as part of the FY2022 budget process to minimize the use of reserves and a plan for replenishment, as per Resolution 12-066.

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, 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.

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 pays for the program's annual renewals for insurance coverage, claims that may need to be paid during the fiscal year, and the staff administering the programs.

The SIF has experienced financial challenges in recent years. The annual allocations coming in to the SIF from departments has remained relatively flat because of the budgetary challenges facing the City's General Fund and other funds. The cost to the City to retain the 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 recent large losses from law enforcement and other claims. And property coverage has become more expensive due to insurance companies factoring in increased costs due to recent droughts and wildfires in the Western United States and California, in particular.

The most recent actuarial report recommended that the City have an \$18.3 Million reserve balance in the SIF to be able to continue to fund the City's existing insurance program and cover reasonably anticipated claim activities. The FY2022 budget assumed an ending fund balance of \$7.5 Million in the SIF, and preliminary estimates for year end do not show any significant changes from this assumption. Staff will continue to monitor the fund closely and discuss additional funding options during the FY2023 budget process.

City of Santa Barbara
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Proposed Budget Adjustments

	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
GENERAL FUND (Fund number 1000)			
Increase appropriation of \$49,000 from General Fund Reserves to cover the cost of a new Zoom Webinar subscription.	\$ 49,000	\$ -	\$ (49,000)
Increase appropriations for costs resulting from a litigation settlement that Council previously authorized in Closed Session as an appropriation from General Fund Reserves (1000) in the Fire Department.	\$ 150,000	\$ -	\$ (150,000)
Increase appropriations for costs resulting from a litigation settlement that Council previously authorized in Closed Session as an appropriation from General Fund Reserves (1000) to the Self Insurance Fund (6100).	\$ 431,500	\$ -	\$ (431,500)
Increase appropriations in the General Fund as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 380,562	\$ -	\$ (380,562)
Increase estimated revenue and appropriations for Mutual Aid activity that exceeded budgetary expectations.	\$ 478,000	\$ 478,000	\$ -
Appropriate \$35,000 from SB1186 Disability Access Reserves to cover the contract for the Certified Access Specialist (CASP) to provide on-call CASp services related to accessibility requirements and enforcement for permitted and non-permitted private outdoor business operations within the City of Santa Barbara, primarily on State Street. These reserves are accumulated from a \$4 fee collected from every business license issued and are dedicated to accessibility and ADA	\$ 35,000	\$ -	\$ (35,000)
Increase estimated revenue with the increase in salary and benefit expenditures at the Carpinteria and Montecito Libraries, the County of Santa Barbara will pay an increased fee for the administration of the County Libraries.	\$ -	\$ 12,850	\$ 12,850
The California State Library awarded the Central Library a grant of \$42,860 and an additional amount of \$14,505 of grant funds totalling \$57,365 for Adult Literacy Services. The Library requests to appropriate the full grant amount and	\$ 57,365	\$ 14,505	\$ (42,860)
Total General Fund (1000)	\$ 1,581,427	\$ 505,355	\$ (1,076,072)
SPECIAL REVENUE FUNDS			
City Affordable Housing Fund (2120)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 1,058	\$ -	\$ (1,058)
Total City Affordable Housing Fund (2120)	\$ 1,058	\$ -	\$ (1,058)
Comm.Development Block Grant Fund (2130)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 290	\$ -	\$ (290)
After the FY22 budget was submitted, HUD provided updated guidance on the CDBG award for FY22 that increased the funding allocation by \$13,207. This budget adjustment increases revenue to the revised award amount and increases expenditures appropriations by the same amount.	\$ 13,207	\$ 13,207	\$ -
Total Comm.Development Block Grant Fund (2130)	\$ 13,497	\$ 13,207	\$ (290)
Federal Home Loan Program Fund (2140)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 48	\$ -	\$ (48)
Increase estimated revenues and appropriations by \$17,573 in the HOME Fund. Each year there is a requirement to award the program income received during the prior fiscal year. This adjustment is necessary to have sufficient appropriations to fund the required award.	\$ 17,573	\$ 17,573	\$ -
Total Federal Home Loan Program Fund (2140)	\$ 17,621	\$ 17,573	\$ (48)
Wildland Fire Suppress Assesmt Fund (2200)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 669	\$ -	\$ (669)
Total Wildland Fire Suppress Assesmt Fund (2200)	\$ 669	\$ -	\$ (669)

SPECIAL REVENUE FUNDS (Continued)	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
Police Asset Forf and Grants Fund (2310)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 238	\$ -	\$ (238)
Increase estimated revenues and appropriations for Officer in Auto Anti-Theft position from 17% to 22%.	\$ 10,700	\$ 10,700	\$ -
Total Police Asset Forf and Grants Fund (2310)	\$ 10,938	\$ 10,700	\$ (238)
Police SLESF Fund (2320)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 246	\$ -	\$ (246)
Total Police SLESF Fund (2320)	\$ 246	\$ -	\$ (246)
Streets Operating Fund (2400)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 62,473	\$ -	\$ (62,473)
Increase appropriations to reallocate position from the Water Fund (5000) to the Streets Fund (2400).	\$ 27,403	\$ -	\$ (27,403)
Appropriate a total of \$84,000 from Measure A reserves to fund two important, but unbudgeted and unplanned projects: 1) Rent and deploy K-rail barriers on Loma Alta Drive below the Loma fire burn scar during the rainy season of FY22 to contain debris flows from rain saturating the steep burned hillside above Loma Alta Drive. 2) Unanticipated costs to remove a leaking bitumen tank in the Annex Yard to remain in regulatory compliance.	\$ 84,000	\$ 84,000	\$ -
Appropriation of \$1,350 from the Traffic Analysis Reserves in the Streets Fund from additional traffic analysis revenue received last year. These funds will be used in FY22 for the traffic model contract.	\$ 1,350	\$ -	\$ (1,350)
Total Streets Operating Fund (2400)	\$ 175,226	\$ 84,000	\$ (91,226)
Street Sweeping Fund (2405)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 729	\$ -	\$ (729)
Total Street Sweeping Fund (2405)	\$ 729	\$ -	\$ (729)
Transportation Development Fund (2420)			
Appropriate additional FY21 Local Transportation Fund (LTF) allocation in the amount of \$8,837 for the Bicycle Improvements Project. Of this amount, \$3,870 will be received in FY22 per the revised apportionments received by SBCAG. The remainder was already received in FY21 and fell to reserves.	\$ 8,837	\$ 3,870	\$ (4,967)
Total Transportation Development Fund (2420)	\$ 8,837	\$ 3,870	\$ (4,967)
Measure A Fund (2440)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 4,665	\$ -	\$ (4,665)
Appropriate a total of \$84,000 from Measure A reserves to fund two important, but unbudgeted and unplanned projects: 1) Rent and deploy K-rail barriers on Loma Alta Drive below the Loma fire burn scar during the rainy season of FY22 to contain debris flows from rain saturating the steep burned hillside above Loma Alta Drive. 2) Unanticipated costs to remove a leaking bitumen tank in the Annex Yard to remain in regulatory compliance.	\$ 84,000	\$ -	\$ (84,000)
Total Measure A Fund (2440)	\$ 88,665	\$ -	\$ (88,665)
County Library Fund (2500)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 52	\$ -	\$ (52)
Increase estimated revenue as the County of Santa Barbara is providing additional revenue to the Montecito Library to help cover costs for additional staff needed to open the Montecito Branch Library to pre-pandemic hours.	\$ 20,614	\$ 20,614	\$ -
Increase estimated revenue as the County of Santa Barbara is providing additional revenue to the Carpinteria Library to help cover costs for additional staff needed to open the Carpinteria Branch Library to pre-pandemic hours. \$3,386 will fall	\$ 53,928	\$ 57,314	\$ 3,386
Increase estimated revenue as the Friends of the Carpinteria Library are increasing their FY22 contribution.	\$ -	\$ 45,000	\$ 45,000
Total County Library Fund (2500)	\$ 74,594	\$ 122,928	\$ 48,334

	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
SPECIAL REVENUE FUNDS (Continued)			
Creek Restor/Water Quality Imp Fund (2640)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 3,642	\$ -	\$ (3,642)
Total Creek Restor/Water Quality Imp Fund (2640)	<u>\$ 3,642</u>	<u>\$ -</u>	<u>\$ (3,642)</u>
Library Miscellaneous Grants Fund (2850)			
The Library received an additional award for a Digitization grant for the purchase of technology and would like to request to appropriate the funds.	\$ 3,612	\$ -	\$ (3,612)
Increase estimated revenue and appropriations as the Library received a grant from the Santa Barbara Unified School District to provide staffing support for summer programs.	\$ 3,000	\$ 3,000	\$ -
Total Library Miscellaneous Grants Fund (2850)	<u>\$ 6,612</u>	<u>\$ 3,000</u>	<u>\$ (3,612)</u>
Measure C Fund (3010)			
Increase appropriations to correct the payback amount on the loan from Measure C Fund (3010) to the Fleet Replacement Fund (6410).	\$ 816		\$ (816)
Allocate existing appropriations of \$250,446 from Measure C Overlays for the Modoc Multiuse Path Extension. These funds are primarily from savings of the completed Wayfinding Signage project that were transferred to Overlays at Q4, and will cover the design costs for the Modoc Multiuse Path Extension Project.	\$ 250,446		\$ (250,446)
	\$ (250,446)		\$ 250,446
Total Measure C Fund (3010)	<u>\$ 816</u>	<u>\$ -</u>	<u>\$ (816)</u>
ENTERPRISE FUNDS			
Water Operating Fund (5000)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 135,099	\$ -	\$ (135,099)
Decrease appropriations to reallocate position from the Water Fund (5000) to the Streets Fund (2400)	\$ (27,403)	\$ -	\$ 27,403
Increase appropriations to transfer funds to the Water Operating Fund. This adjustment is necessary to facilitate the return of remaining project funds previously transferred by the Water Operating Fund with the completion of the SRF loan	\$ -	\$ 135,943	\$ 135,943
Total Water Operating Fund (5000)	<u>\$ 107,696</u>	<u>\$ 135,943</u>	<u>\$ 28,247</u>
Water State Revolving Loan Fund (5030)			
Increase appropriations to transfer funds to the Water Operating Fund. This adjustment is necessary to facilitate the return of remaining project funds previously transferred by the Water Operating Fund with the completion of the SRF loan	\$ 135,943	\$ -	\$ (135,943)
Total Water State Revolving Loan Fund (5030)	<u>\$ 135,943</u>	<u>\$ -</u>	<u>\$ (135,943)</u>
Wastewater Operating Fund (5100)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 110,731	\$ -	\$ (110,731)
Total Wastewater Operating Fund (5100)	<u>\$ 110,731</u>	<u>\$ -</u>	<u>\$ (110,731)</u>
Downtown Parking Operating Fund (5300)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 61,149	\$ -	\$ (61,149)
Total Downtown Parking Operating Fund (5300)	<u>\$ 61,149</u>	<u>\$ -</u>	<u>\$ (61,149)</u>
Solid Waste Fund (5400)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 2,802	\$ -	\$ (2,802)
Total Solid Waste Fund (5400)	<u>\$ 2,802</u>	<u>\$ -</u>	<u>\$ (2,802)</u>

ENTERPRISE FUNDS (Continued)	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
Golf Course Fund (5600)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 5,174	\$ -	\$ (5,174)
Total Golf Course Fund (5600)	<u>\$ 5,174</u>	<u>\$ -</u>	<u>\$ (5,174)</u>
Airport Operating Fund (5700)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 113,615	\$ -	\$ (113,615)
Appropriate \$33,750.00 in the Airport Operating Fund from Reserves to fund an increase to an existing contract for Minimum Standards Review and Revision.	\$ 33,750	\$ -	\$ (33,750)
Appropriate \$5,243.47 in the Airport Operating Fund from Reserves to fund Granicus Website Hosting Renewal.	\$ 5,243	\$ -	\$ (5,243)
Appropriate \$25,000.00 in the Airport Operating Fund from Reserves to fund equipment and software purchases in replacing all tenant water sub-meters within the Airport Property.	\$ 25,000	\$ -	\$ (25,000)
An adjustment is required to reallocate \$125,116.76 in remaining appropriations from the North East Apron rehab project, Security Systems Upgrade and Equipment purchases in the Airport Capital Fund back to the Airport Operating Fund	\$ -	\$ 125,117	\$ 125,117
Total Airport Operating Fund (5700)	<u>\$ 177,608</u>	<u>\$ 125,117</u>	<u>\$ (52,492)</u>
Airport Capital Fund (5710)			
An adjustment is required to reallocate \$125,116.76 in remaining appropriations from the North East Apron rehab project, Security Systems Upgrade and Equipment purchases in the Airport Capital Fund back to the Airport Operating Fund	\$ 125,117	\$ -	\$ (125,117)
	\$ (125,117)	\$ -	\$ 125,117
Total Airport Capital Fund (5710)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Airport Development Fund (5711)			
Appropriate \$8,000.00 in the Airport Development Fund from Reserves to fund communication equipment necessary for operating solar panels on the roof of the 6100 Hollister Buildings.	\$ 8,000		\$ (8,000)
Total Airport Development Fund (5711)	<u>\$ 8,000</u>	<u>\$ -</u>	<u>\$ (8,000)</u>
Waterfront Operating Fund (5800)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 103,727	\$ -	\$ (103,727)
Total Waterfront Operating Fund (5800)	<u>\$ 103,727</u>	<u>\$ -</u>	<u>\$ (103,727)</u>
INTERNAL SERVICE FUNDS			
Self Insurance Trust Fund (6100)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 1,879	\$ -	\$ (1,879)
Increase revenues in the Self Insurance Fund as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ -	\$ 1,018,743	\$ 1,018,743
This adjustment is required to address costs resulting from a litigation settlement. The adjustment transfers \$431,499.84 that City Council previously authorized in Closed Session as an appropriation from General Fund Reserves (1000) to the Self Insurance Fund (6100).	\$ 431,500	\$ 431,500	\$ -
Total Self Insurance Trust Fund (6100)	<u>\$ 433,379</u>	<u>\$ 1,450,243</u>	<u>\$ 1,016,864</u>

INTERNAL SERVICE FUNDS (Continued)	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
Information Technology Fund (6200)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 5,422	\$ -	\$ (5,422)
City Council awarded a contract to Electric Citizen, LLC to design and implement a new website platform/content management system for the City. However, an additional \$50,000 in change order authority is encumbered but not funded. Therefore, we are requesting a budget adjustment of \$50,000 to this project funded by salary savings in the operating	\$ 50,000 \$ (50,000)	\$ - \$ -	\$ (50,000) \$ 50,000
The City maintains an Enterprise Agreement with Microsoft. This agreement ends October 31st, 2021. In alignment with the approved Office365 project, I.T. is transitioning the Microsoft Enterprise Agreement to Office365 licensing. I.T. wants to transfer capital funds originally earmarked to improve on-premise infrastructure related to email to the operating budget to support initial subscription and implementation costs.	\$ 35,000	\$ 35,000	\$ -
Total Information Technology Fund (6200)	<u>\$ 40,422</u>	<u>\$ 35,000</u>	<u>\$ (5,422)</u>
Information Technology Capital Fund (6210)			
City Council awarded a contract to Electric Citizen, LLC to design and implement a new website platform/content management system for the City. However, an additional \$50,000 in change order authority is encumbered but not funded. Therefore, we are requesting a budget adjustment of \$50,000 to this project funded by salary savings in the operating	\$ 50,000	\$ 50,000	\$ -
The City maintains an Enterprise Agreement with Microsoft. This agreement ends October 31st, 2021. In alignment with the approved Office365 project, I.T. is transitioning the Microsoft Enterprise Agreement to Office365 licensing. I.T. wants to transfer capital funds originally earmarked to improve on-premise infrastructure related to email to the operating budget to support initial subscription and implementation costs.	\$ 35,000 \$ (35,000)	\$ - \$ -	\$ (35,000) \$ 35,000
Total Information Technology Capital Fund (6210)	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>\$ -</u>
Facilities Management Fund (6300)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 15,074	\$ -	\$ (15,074)
Total Facilities Management Fund (6300)	<u>\$ 15,074</u>	<u>\$ -</u>	<u>\$ (15,074)</u>
Fleet Maintenance Fund (6400)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 8,952	\$ -	\$ (8,952)
Appropriate \$29,000 from Fleet Maintenance Fund Reserves to assist the Police Department (PD) in purchasing their first electric vehicle, a Ford Mach-E, to replace an existing Ford Taurus sedan that has reached the end of its useful life. In order to achieve the 2035 net zero emissions goal, Fleet is encouraging electric vehicle purchases.	\$ 29,000	\$ -	\$ (29,000)
Total Fleet Maintenance Fund (6400)	<u>\$ 37,952</u>	<u>\$ -</u>	<u>\$ (37,952)</u>
Fleet Replacement Fund (6410)			
Increase appropriations as a result of premium increases to Liability Insurance, Property Insurance, and Workers' Compensation.	\$ 447	\$ -	\$ (447)
Increase estimated revenues to the Fleet Replacement Fund (6410) to correct the payback amount on the loan from Measure C Fund (3010) .	\$ -	\$ 816	\$ 816
Appropriate \$29,000 from Fleet Maintenance Fund Reserves to assist the Police Department (PD) in purchasing their first electric vehicle, a Ford Mach-E, to replace an existing Ford Taurus sedan that has reached the end of its useful life. In order to achieve the 2035 net zero emissions goal, Fleet is encouraging electric vehicle purchases.	\$ 29,000	\$ 29,000	\$ -
Appropriate \$40,000 of Office of Traffic Safety (OTS) grant funds to purchase a new Police motorcycle.	\$ 40,000	\$ 40,000	\$ -
Total Fleet Replacement Fund (6410)	<u>\$ 69,447</u>	<u>\$ 69,816</u>	<u>\$ 369</u>
Energy Management Fund (6500)			
Increase appropriations from Energy Management Fund to the General Fund to include the payback of loan.	\$ 24,140	\$ -	\$ (24,140)
Increase appropriations to include the transfer to the Energy Management Capital Fund for projects with energy savings .	\$ 100,000	\$ -	\$ (100,000)
	<u>\$ 124,140</u>	<u>\$ -</u>	<u>\$ (124,140)</u>