



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: May 17, 2022
TO: Mayor and Councilmembers
FROM: Accounting Division, Finance Department
SUBJECT: Fiscal Year 2022 Third 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 nine months ended March 31, 2022;
- B. Accept the Fiscal Year 2022 Interim Financial Statements for the nine months ended March 31, 2022; and
- C. Approve the proposed third quarter adjustments to Fiscal Year 2022 Appropriations and Estimated Revenues as detailed in the attached schedule of proposed Third 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 third 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.

Staff implemented a third quarter review process to review revenue and expenditure line items to assess any material changes that may occur during the fiscal year. Given the continued economic uncertainty related to impacts from COVID, staff analyzed revenue and expenditure impacts to develop a year-end projection with the best information available at the time this report is produced.

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 third 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 (in \$ Millions)	FY2022 Adopted Budget	FY2022 Revised Budget	Q3 Actuals	FY2022 Projection	Q3 Actuals Percent of Revised Budget
Revenues	\$168.5	\$170.0	\$133.7	\$180.1	78.7%
Expenditures	169.5	176.8	126.2	173.5	71.4%
Surplus/(Deficit)	(\$1.0)	(\$6.8)	\$7.5	\$6.7	

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. Department revenues are projected to be higher by \$10 Million compared to the revised budget. General fund departments are projected to implement the \$6.8 Million of expenditure reduction targets included in the adopted budget, and many departments are projected to realize additional expenditure savings primarily from additional salary and fringe savings due to additional vacant positions.

Overall, staff is projecting an operating surplus in the General Fund of \$6.7 Million. City Council Resolution 12-066 requires that 50% of the year-end surplus be transferred to the capital fund to implement priority capital projects; therefore, the revised projected surplus for the General Fund is \$3.3 Million.

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 fourth-quarter report. Also, staff will continue to monitor fund balance and reserve implications due to any additional economic changes and present potential impacts in the fourth-quarter report.

- ATTACHMENTS:**
1. Summary by Fund Statement of Revenues and Expenditures for the Nine Months Ended March 31, 2022
 2. Interim Financial Statements for the Nine Months Ended March 31, 2022 (Narrative Analysis)
 3. Schedule of Proposed Third 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 Nine Months Ended March 31, 2022 (75% 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	169,969,818	133,710,721	12,152	36,271,250	78.7%	106,229,324
Expenditures	<u>176,849,549</u>	<u>126,218,277</u>	<u>4,368,916</u>	46,262,356	73.8%	<u>117,420,745</u>
<i>Addition to / (use of) reserves</i>	<u>(6,879,731)</u>	<u>7,492,444</u>	<u>(4,381,068)</u>			<u>(11,191,421)</u>
SOLID WASTE FUND (page 9)						
Revenue	31,630,033	24,973,830	-	6,656,203	79.0%	22,072,929
Expenditures	<u>30,747,093</u>	<u>21,331,690</u>	<u>737,843</u>	8,677,560	71.8%	<u>20,166,717</u>
<i>Addition to / (use of) reserves</i>	<u>882,940</u>	<u>3,642,140</u>	<u>(737,843)</u>			<u>1,906,211</u>
WATER OPERATING FUND (page 10)						
Revenue	74,257,072	50,296,311	-	23,960,761	67.7%	47,558,865
Expenditures	<u>69,470,261</u>	<u>47,886,910</u>	<u>3,998,421</u>	17,584,930	74.7%	<u>41,515,928</u>
<i>Addition to / (use of) reserves</i>	<u>4,786,811</u>	<u>2,409,401</u>	<u>(3,998,421)</u>			<u>6,042,937</u>
WASTEWATER OPERATING FUND (page 11)						
Revenue	25,635,664	19,027,755	-	6,607,909	74.2%	18,212,012
Expenditures	<u>26,374,869</u>	<u>18,357,815</u>	<u>2,001,746</u>	6,015,309	77.2%	<u>15,610,558</u>
<i>Addition to / (use of) reserves</i>	<u>(739,205)</u>	<u>669,940</u>	<u>(2,001,746)</u>			<u>2,601,454</u>
DOWNTOWN PARKING FUND (page 12)						
Revenue	7,521,906	5,037,010	-	2,484,897	67.0%	3,549,663
Expenditures	<u>8,377,760</u>	<u>5,781,915</u>	<u>568,462</u>	2,027,383	75.8%	<u>6,266,090</u>
<i>Addition to / (use of) reserves</i>	<u>(855,854)</u>	<u>(744,905)</u>	<u>(568,462)</u>			<u>(2,716,427)</u>
AIRPORT OPERATING FUND (page 13)						
Revenue	27,465,652	23,641,680	-	3,823,972	86.1%	19,171,577
Expenditures	<u>28,881,445</u>	<u>18,739,152</u>	<u>2,363,468</u>	7,778,825	73.1%	<u>16,329,267</u>
<i>Addition to / (use of) reserves</i>	<u>(1,415,793)</u>	<u>4,902,529</u>	<u>(2,363,468)</u>			<u>2,842,310</u>
GOLF COURSE FUND (page 14)						
Revenue	3,413,209	2,860,096	-	553,113	83.8%	2,913,997
Expenditures	<u>3,135,685</u>	<u>2,060,587</u>	<u>862,095</u>	213,002	93.2%	<u>1,969,615</u>
<i>Addition to / (use of) reserves</i>	<u>277,524</u>	<u>799,509</u>	<u>(862,095)</u>			<u>944,382</u>
FACILITIES MANAGEMENT FUND (page 15)						
Revenue	6,647,183	4,742,640	-	1,904,543	71.3%	5,076,335
Expenditures	<u>7,272,791</u>	<u>4,781,665</u>	<u>186,091</u>	2,305,034	68.3%	<u>5,161,887</u>
<i>Addition to / (use of) reserves</i>	<u>(625,608)</u>	<u>(39,025)</u>	<u>(186,091)</u>			<u>(85,552)</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
Summary by Fund
For the Nine Months Ended March 31, 2022 (75% 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	3,496,596	2,562,132	-	934,464	73.3%	2,596,930
Expenditures	<u>6,747,667</u>	<u>2,285,649</u>	<u>1,412,256</u>	3,049,762	54.8%	<u>1,924,864</u>
<i>Addition to / (use of) reserves</i>	<u>(3,251,071)</u>	<u>276,483</u>	<u>(1,412,256)</u>			<u>672,066</u>
FLEET MAINTENANCE FUND (page 17)						
Revenue	2,986,453	2,242,442	-	744,011	75.1%	2,211,747
Expenditures	<u>3,169,206</u>	<u>2,234,715</u>	<u>245,992</u>	688,498	78.3%	<u>2,003,614</u>
<i>Addition to / (use of) reserves</i>	<u>(182,753)</u>	<u>7,726</u>	<u>(245,992)</u>			<u>208,133</u>
SELF INSURANCE TRUST FUND (page 18)						
Revenue	10,404,522	7,859,027	-	2,545,495	75.5%	6,379,319
Expenditures	<u>11,338,418</u>	<u>8,383,280</u>	<u>116,004</u>	2,839,134	75.0%	<u>6,733,251</u>
<i>Addition to / (use of) reserves</i>	<u>(933,896)</u>	<u>(524,253)</u>	<u>(116,004)</u>			<u>(353,932)</u>
INFORMATION TECHNOLOGY FUND (page 19)						
Revenue	4,520,985	3,399,487	-	1,121,498	75.2%	2,897,952
Expenditures	<u>4,639,575</u>	<u>3,541,577</u>	<u>59,069</u>	1,038,929	77.6%	<u>2,967,722</u>
<i>Addition to / (use of) reserves</i>	<u>(118,590)</u>	<u>(142,090)</u>	<u>(59,069)</u>			<u>(69,770)</u>
WATERFRONT OPERATING FUND (page 20)						
Revenue	15,659,001	13,207,764	-	2,451,237	84.3%	11,301,515
Expenditures	<u>16,212,313</u>	<u>11,571,647</u>	<u>745,077</u>	3,895,588	76.0%	<u>10,674,523</u>
<i>Addition to / (use of) reserves</i>	<u>(553,312)</u>	<u>1,636,116</u>	<u>(745,077)</u>			<u>626,992</u>
SANTA BARBARA CLEAN ENERGY FUND (page 21)						
Revenue	12,523,116	5,130,569	-	7,392,547	41.0%	349,886
Expenditures	<u>10,222,025</u>	<u>5,045,319</u>	<u>1,028,212</u>	4,148,494	59.4%	<u>102,240</u>
<i>Addition to / (use of) reserves</i>	<u>2,301,090</u>	<u>85,250</u>	<u>(1,028,212)</u>			<u>247,646</u>
ENERGY AND CLIMATE MANAGEMENT FUND (page 22)						
Revenue	2,553,071	1,946,404	-	606,667	76.2%	1,718,663
Expenditures	<u>2,799,561</u>	<u>1,367,824</u>	<u>186,447</u>	1,245,289	55.5%	<u>1,585,929</u>
<i>Addition to / (use of) reserves</i>	<u>(246,490)</u>	<u>578,580</u>	<u>(186,447)</u>			<u>132,734</u>
TOTAL FOR ALL FUNDS						
Revenue	398,684,280	300,637,867	12,152	98,058,565	75.4%	252,240,715
Expenditures	<u>406,238,217</u>	<u>279,588,021</u>	<u>18,880,100</u>	107,770,095	73.5%	<u>250,432,950</u>
<i>Addition to / (use of) reserves</i>	<u>(7,553,937)</u>	<u>21,049,846</u>	<u>(18,892,253)</u>			<u>1,807,764</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 Nine Months Ended March 31, 2022 (75% 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	21,770,112	1,468,933	93.7%	16,588,258	31.2%
Measure C Sales Tax	24,988,418	23,212,483	1,775,935	92.9%	17,679,021	31.3%
Property Taxes	42,347,386	22,881,722	19,465,664	54.0%	21,836,793	4.8%
Utility Users Tax	7,315,292	5,760,313	1,554,979	78.7%	5,477,194	5.2%
Transient Occupancy Tax	19,500,000	19,224,728	275,272	98.6%	9,545,747	101.4%
Business License	2,556,359	2,235,978	320,381	87.5%	1,958,321	14.2%
Cannabis Excise Tax	1,847,469	1,246,066	601,404	67.4%	1,192,761	4.5%
Real Property Transfer Tax	923,776	1,035,870	(112,094)	112.1%	787,058	31.6%
<i>Total Tax Revenues</i>	<u>122,717,745</u>	<u>97,367,273</u>	<u>25,350,472</u>	<u>79.3%</u>	<u>75,065,155</u>	<u>29.7%</u>
LICENSES & PERMITS						
Licenses & Permits	151,666	154,087	(2,421)	101.6%	127,444	20.9%
<i>Total</i>	<u>151,666</u>	<u>154,087</u>	<u>(2,421)</u>	<u>101.6%</u>	<u>127,444</u>	<u>20.9%</u>
FINES & FORFEITURES						
Police	2,468,500	1,964,136	504,364	79.6%	1,282,116	53.2%
Other Fines & Forfeitures	665,602	56,581	609,021	8.5%	36,193	56.3%
<i>Total</i>	<u>3,134,102</u>	<u>2,020,716</u>	<u>1,113,386</u>	<u>64.5%</u>	<u>1,318,309</u>	<u>53.3%</u>
USE OF MONEY & PROPERTY						
Investment Income	312,661	312,914	(253)	100.1%	312,504	0.1%
Rents & Concessions	1,008,355	657,180	351,175	65.2%	248,504	164.5%
<i>Total</i>	<u>1,321,016</u>	<u>970,094</u>	<u>350,922</u>	<u>73.4%</u>	<u>561,007</u>	<u>72.9%</u>
INTERGOVERNMENTAL						
Library	1,139,127	712,410	426,717	62.5%	1,175,329	-39.4%
Fire	1,628,000	2,223,308	(595,308)	136.6%	1,754,656	26.7%
Other Intergovernmental	1,057,357	584,655	472,702	55.3%	1,589,309	-63.2%
<i>Total</i>	<u>3,824,484</u>	<u>3,520,373</u>	<u>304,112</u>	<u>92.0%</u>	<u>4,519,295</u>	<u>-22.1%</u>
FEES & SERVICE CHARGES						
Community Development	5,755,380	5,576,934	178,446	96.9%	3,938,533	41.6%
Parks & Recreation	3,342,994	2,332,136	1,010,858	69.8%	1,186,380	96.6%
Other Service Charges	3,896,007	2,532,932	1,363,075	65.0%	2,151,454	17.7%
<i>Total</i>	<u>12,994,381</u>	<u>10,442,002</u>	<u>2,552,379</u>	<u>80.4%</u>	<u>7,276,368</u>	<u>43.5%</u>
OTHER REVENUES						
Interfund Charges & Reimbursement	11,001,907	7,421,223	3,580,684	67.5%	7,289,039	1.8%
Overhead Indirect Allocations	9,025,888	6,740,294	2,285,594	74.7%	6,461,467	4.3%
Interfund Transfers	1,795,258	1,338,111	457,147	74.5%	466,505	186.8%
Interfund Loans	24,140	18,105	6,035	75.0%	18,105	0.0%
Miscellaneous	132,692	606,527	(473,835)	457.1%	261,327	132.1%
Donations	139,709	63,841	75,868	45.7%	70,422	-9.3%
Franchise Fees	3,706,830	3,048,075	658,755	82.2%	2,794,881	9.1%
<i>Total</i>	<u>25,826,424</u>	<u>19,236,176</u>	<u>6,590,248</u>	<u>74.5%</u>	<u>17,361,747</u>	<u>10.8%</u>
<i>Subtotal Non-Tax Revenues</i>	<u>47,252,073</u>	<u>36,343,448</u>	<u>10,908,625</u>	<u>76.9%</u>	<u>31,164,169</u>	<u>16.6%</u>
TOTAL REVENUES	<u>169,969,818</u>	<u>133,710,721</u>	<u>36,259,097</u>	<u>78.7%</u>	<u>106,229,324</u>	<u>25.9%</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Nine Months Ended March 31, 2022 (75% 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	975,974	668,425	-	307,550	68.5%	648,501
ARTS AND COMMUNITY PROMOTIONS	2,633,806	1,762,282	871,393	132	100.0%	2,044,984
<i>Total</i>	<u>3,609,780</u>	<u>2,430,706</u>	<u>871,393</u>	<u>307,681</u>	<u>91.5%</u>	<u>2,693,485</u>
<u>City Attorney</u>						
CITY ATTORNEY-ADMINISTRATION	1,508,051	786,168	220,966	500,916	66.8%	671,681
CITY ATTORNEY-ADVISORY	1,424,419	1,058,472	-	365,948	74.3%	960,205
CITY ATTORNEY-CIVIL LITIGATION	1,233,695	793,400	-	440,295	64.3%	890,117
CITY ATTORNEY-CODE ENFORCEMENT	454,872	349,605	-	105,267	76.9%	326,198
<i>Total</i>	<u>4,621,037</u>	<u>2,987,645</u>	<u>220,966</u>	<u>1,412,426</u>	<u>69.4%</u>	<u>2,848,201</u>
<u>Administration</u>						
CITY ADMINISTRATOR	2,791,336	1,650,976	118,795	1,021,565	63.4%	1,438,017
EMPLOYEE RELATIONS	344,138	177,207	73,832	93,100	72.9%	184,458
CITY TV	641,236	476,421	40,081	124,734	80.5%	369,096
CITY CLERK	1,075,004	518,837	7,989	548,177	49.0%	416,369
ELECTIONS	-	-	-	-	0.0%	9,473
<i>Total</i>	<u>4,851,714</u>	<u>2,823,440</u>	<u>240,697</u>	<u>1,787,576</u>	<u>63.2%</u>	<u>2,417,414</u>
<u>Human Resources</u>						
HUMAN RESOURCES	2,315,001	1,396,264	181,889	736,849	68.2%	1,162,173
EMPLOYEE DEVELOPMENT	43,447	4,000	-	39,447	9.2%	14,651
<i>Total</i>	<u>2,358,448</u>	<u>1,400,264</u>	<u>181,889</u>	<u>776,296</u>	<u>67.1%</u>	<u>1,176,824</u>
<u>Finance</u>						
ADMINISTRATION	471,842	289,442	47,769	134,631	71.5%	211,814
REVENUE & CASH MANAGEMENT	543,260	396,418	6,380	140,463	74.1%	373,867
CASHIERING & COLLECTION	617,850	431,760	-	186,090	69.9%	388,598
LICENSES & PERMITS	562,195	332,227	3,935	226,032	59.8%	325,473
BUDGET MANAGEMENT	502,295	519,009	-	(16,714)	103.3%	375,773
ACCOUNTING	1,031,524	685,474	49,844	296,206	71.3%	722,956
PAYROLL	470,993	360,207	-	110,786	76.5%	314,084
ACCOUNTS PAYABLE	260,466	199,185	-	61,282	76.5%	184,627
CITY BILLING & CUSTOMER SERVICE	774,094	507,119	930	266,044	65.6%	463,894
PURCHASING	872,971	625,389	132	247,449	71.7%	622,794
CENTRAL WAREHOUSE	234,111	175,373	-	58,737	74.9%	157,365
MAIL SERVICES	147,358	109,059	11,631	26,668	81.9%	109,098
<i>Total</i>	<u>6,488,958</u>	<u>4,630,663</u>	<u>120,622</u>	<u>1,737,674</u>	<u>73.2%</u>	<u>4,250,344</u>
TOTAL GENERAL GOVERNMENT	<u>21,929,938</u>	<u>14,272,718</u>	<u>1,635,567</u>	<u>6,021,653</u>	<u>72.5%</u>	<u>13,386,268</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Nine Months Ended March 31, 2022 (75% 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	978,733	1,321,356	20,038	(362,661)	137.1%	686,920
BUSINESS OFFICE	727,247	425,535	4,380	297,332	59.1%	399,601
RECORDS BUREAU	1,958,461	1,241,929	1,437	715,095	63.5%	1,298,550
STRATEGIC OPERATIONS AND PERSONNEL	1,705,992	1,451,509	97,298	157,185	90.8%	1,495,506
PROPERTY ROOM	263,397	160,277	-	103,121	60.8%	188,472
TRAINING, RECRUITMENT AND WELLNESS	1,655,477	1,144,162	104,633	406,682	75.4%	864,961
RANGE AND EQUIPMENT	1,479,880	1,143,330	30,313	306,237	79.3%	990,730
COMMUNITY & MEDIA RELATIONS	342,196	242,915	-	99,280	71.0%	256,119
INFORMATION TECHNOLOGY/CRIME ANALYSIS	1,682,962	1,351,488	65,069	266,405	84.2%	1,239,677
CRIMINAL INVESTIGATIONS & INTERNAL OP'S	5,271,403	3,920,393	-	1,351,011	74.4%	4,409,462
CRIME LAB	161,786	114,027	-	47,759	70.5%	120,908
FIELD OPERATIONS DIVISION	20,780,941	13,950,653	80,680	6,749,609	67.5%	13,709,510
TRAFFIC	690,535	837,445	-	(146,910)	121.3%	428,413
SPECIAL EVENTS	491,248	523,060	544	(32,355)	106.6%	161,077
STREET CRIMES UNIT	1,334,643	1,005,150	-	329,492	75.3%	947,566
SPECIAL ENFORCEMENT TEAM	816,022	631,669	-	184,352	77.4%	800,324
PARKING AND STREET SWEEPING	377,057	280,513	-	96,544	74.4%	248,871
PARKING ENFORCEMENT	1,407,378	633,321	138,656	635,401	54.9%	903,994
COMBINED COMMUNICATIONS CENTER	3,004,092	2,368,773	-	635,319	78.9%	2,361,555
ANIMAL CONTROL	901,029	541,997	202,120	156,913	82.6%	547,207
<i>Total</i>	<u>46,030,479</u>	<u>33,289,502</u>	<u>745,167</u>	<u>11,995,811</u>	<u>73.9%</u>	<u>32,059,423</u>
<u>Fire</u>						
ADMINISTRATION	1,167,135	843,407	1,375	322,353	72.4%	697,936
EMERGENCY SERVICES AND PUBLIC ED	493,941	363,258	-	130,682	73.5%	330,870
PREVENTION	1,364,541	902,159	525	461,857	66.2%	1,117,421
WILDLAND FIRE MITIGATION PROGRAM	549,627	209,470	10,092	330,065	39.9%	178,807
OPERATIONS	25,153,063	19,429,062	139,132	5,584,869	77.8%	19,246,541
TRAINING AND RECRUITMENT	821,690	476,851	-	344,839	58.0%	509,386
ARFF	2,847,019	2,241,661	-	605,358	78.7%	2,037,598
<i>Total</i>	<u>32,397,015</u>	<u>24,465,870</u>	<u>151,124</u>	<u>7,780,022</u>	<u>76.0%</u>	<u>24,118,559</u>
TOTAL PUBLIC SAFETY	<u>78,427,495</u>	<u>57,755,371</u>	<u>896,291</u>	<u>19,775,833</u>	<u>74.8%</u>	<u>56,177,982</u>
PUBLIC WORKS						
<u>Public Works</u>						
ADMINISTRATION	1,425,256	931,175	19,072	475,009	66.7%	704,702
ENGINEERING SVCS	6,342,121	4,142,325	105,899	2,093,897	67.0%	4,046,280
PUBLIC RT OF WAY MGMT	1,810,855	1,143,773	40,094	626,988	65.4%	1,050,739
ENVIRONMENTAL PROGRAMS	996,355	477,112	48,330	470,912	52.7%	310,283
<i>Total</i>	<u>10,574,587</u>	<u>6,694,384</u>	<u>213,396</u>	<u>3,666,806</u>	<u>65.3%</u>	<u>6,112,005</u>
TOTAL PUBLIC WORKS	<u>10,574,587</u>	<u>6,694,384</u>	<u>213,396</u>	<u>3,666,806</u>	<u>65.3%</u>	<u>6,112,005</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Nine Months Ended March 31, 2022 (75% 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	835,811	490,191	19,285	326,335	61.0%	425,025
FACILITIES & SPECIAL EVENTS	1,315,871	905,000	122,530	288,341	78.1%	655,303
YOUTH ACTIVITIES	1,351,818	841,629	29,380	480,810	64.4%	577,835
ACTIVE ADULTS	868,202	587,260	10,074	270,868	68.8%	506,725
AQUATICS	1,797,866	1,338,781	81,574	377,511	79.0%	1,218,334
SPORTS	644,825	435,926	4,770	204,129	68.3%	263,871
TENNIS	366,021	268,807	2,615	94,599	74.2%	225,772
NEIGHBORHOOD & OUTREACH SERV ADMINISTRATION	1,000,818	700,963	14,606	285,249	71.5%	669,890
PROJECT MANAGEMENT TEAM	1,119,272	780,794	33,912	304,566	72.8%	675,102
PARK OPERATIONS MANAGEMENT	601,538	360,963	44,478	196,098	67.4%	373,890
GROUND & FACILITIES MAINTENANCE	853,255	491,175	12,979	349,101	59.1%	636,919
FORESTRY	5,534,798	3,800,688	123,374	1,610,736	70.9%	3,729,389
BEACH MAINTENANCE	1,430,817	991,565	49,102	390,149	72.7%	967,109
MEDIANS PARKWAYS & CONTRACTS	141,703	100,159	3,777	37,767	73.3%	63,909
<i>Total</i>	<u>18,428,184</u>	<u>12,453,602</u>	<u>609,144</u>	<u>5,365,437</u>	<u>70.9%</u>	<u>11,293,944</u>
<u>Library</u>						
ADMINISTRATION	711,247	475,590	56,900	178,757	74.9%	402,832
CENTRAL LIBRARY	5,334,044	3,431,378	106,758	1,795,908	66.3%	2,935,057
EASTSIDE LIBRARY	354,477	231,354	3,137	119,986	66.2%	180,014
LIBRARY ON THE GO	117,343	78,112	-	39,231	66.6%	-
<i>Total</i>	<u>6,517,111</u>	<u>4,216,434</u>	<u>166,795</u>	<u>2,133,883</u>	<u>67.3%</u>	<u>3,517,904</u>
TOTAL COMMUNITY SERVICES	<u>24,945,295</u>	<u>16,670,036</u>	<u>775,939</u>	<u>7,499,320</u>	<u>69.9%</u>	<u>14,811,848</u>
COMMUNITY DEVELOPMENT						
<u>Community Development</u>						
ADMINISTRATION	1,552,741	1,056,265	36,307	460,170	70.4%	895,895
RENTAL HOUSING MEDIATION	284,959	215,068	-	69,891	75.5%	196,838
HUMAN SERVICES	1,035,172	540,344	328,873	165,954	84.0%	607,553
LONG RANGE PLAN & SPEC STUDY	1,025,531	728,835	279	296,417	71.1%	764,813
DEVEL & ENVIRONMENTAL REVIEW	1,618,900	1,130,404	15,257	473,239	70.8%	1,038,538
ZONING INFO & ENFORCEMENT	1,510,992	1,009,914	24,129	476,950	68.4%	1,056,733
DESIGN REV & HIST PRESERVATION	1,566,419	1,072,245	4,261	489,913	68.7%	978,371
BLDG INSP & CODE ENFORCEMENT	2,129,213	1,272,160	43,981	813,071	61.8%	1,189,652
RECORDS ARCHIVES & CLER SVCS	772,449	485,807	42,518	244,124	68.4%	470,304
BLDG COUNTER & PLAN REV SVCS	2,683,649	1,489,736	281,316	912,597	66.0%	1,541,929
<i>Total</i>	<u>14,180,024</u>	<u>9,000,778</u>	<u>776,921</u>	<u>4,402,325</u>	<u>69.0%</u>	<u>8,740,626</u>
TOTAL COMMUNITY DEVELOPMENT	<u>14,180,024</u>	<u>9,000,778</u>	<u>776,921</u>	<u>4,402,325</u>	<u>69.0%</u>	<u>8,740,626</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Nine Months Ended March 31, 2022 (75% 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	250,068	54,125	70,803	125,141	50.0%	25,174
<i>Total</i>	<u>250,068</u>	<u>54,125</u>	<u>70,803</u>	<u>125,141</u>	<u>50.0%</u>	<u>25,174</u>
TOTAL SUSTAINABILITY AND RESILIENCE	<u>250,068</u>	<u>54,125</u>	<u>70,803</u>	<u>125,141</u>	<u>50.0%</u>	<u>25,174</u>
NON-DEPARTMENTAL						
<u>Non-Departmental</u>						
ANTICIPATED SALARY SAVINGS	(2,100,000)	-	-	(2,100,000)	0.0%	-
TRANSFERS OUT	2,713,725	2,530,802	-	182,924	93.3%	699,528
CAPITAL OUTLAY TRANSFER	25,788,418	19,240,064	-	6,548,354	74.6%	17,467,315
APPROP. RESERVE	140,000	-	-	140,000	0.0%	-
<i>Total</i>	<u>26,542,143</u>	<u>21,770,865</u>	<u>-</u>	<u>4,771,278</u>	<u>82.0%</u>	<u>18,166,842</u>
TOTAL NON-DEPARTMENTAL	<u>26,542,143</u>	<u>21,770,865</u>	<u>-</u>	<u>4,771,278</u>	<u>82.0%</u>	<u>18,166,842</u>
TOTAL EXPENDITURES	<u>176,849,549</u>	<u>126,218,277</u>	<u>4,368,916</u>	<u>46,262,356</u>	<u>73.8%</u>	<u>117,420,745</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 Nine Months Ended March 31, 2022 (75% 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	147,815	-	85,185	63.4%	102,780
Expenditures	233,000	147,815	-	85,185	63.4%	102,780
<i>Revenue Less Expenditures</i>	-	-	-	-		-
CREEK RESTORATION/WATER QUALITY IMPRVMT						
Revenue	4,010,347	3,942,244	-	68,103	98.3%	3,606,004
Expenditures	4,335,949	2,605,071	381,552	1,349,327	68.9%	2,417,899
<i>Revenue Less Expenditures</i>	(325,602)	1,337,173	(381,552)	(1,281,224)		1,188,105
COMMUNITY DEVELOPMENT BLOCK GRANT						
Revenue	2,014,181	733,954	-	1,280,227	36.4%	953,835
Expenditures	2,514,258	880,273	862,240	771,745	69.3%	1,881,836
<i>Revenue Less Expenditures</i>	(500,077)	(146,320)	(862,240)	508,483		(928,001)
COUNTY LIBRARY						
Revenue	1,073,708	392,869	-	680,839	36.6%	868,181
Expenditures	1,068,933	674,453	15,773	378,708	64.6%	532,563
<i>Revenue Less Expenditures</i>	4,775	(281,584)	(15,773)	302,132		335,619
STREETS FUND						
Revenue	12,243,914	9,226,428	-	3,017,486	75.4%	9,264,030
Expenditures	12,400,631	8,708,219	255,089	3,437,323	72.3%	8,191,572
<i>Revenue Less Expenditures</i>	(156,717)	518,209	(255,089)	(419,836)		1,072,458
MEASURE A FUND						
Revenue	4,055,709	3,564,377	-	491,332	87.9%	2,912,263
Expenditures	4,180,416	2,795,205	236,850	1,148,360	72.5%	2,409,430
<i>Revenue Less Expenditures</i>	(124,707)	769,172	(236,850)	(657,028)		502,833

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Nine Months Ended March 31, 2022 (75% 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	24,026,111	-	7,240,484	76.8%	21,617,296
Other Fees & Charges	30,000	901,639	-	(871,639)	3005.5%	151,911
Investment Income	23,645	26,905	-	(3,260)	113.8%	25,715
Grants	23,570	23,211	-	359	98.5%	23,145
Miscellaneous	286,223	(4,036)	-	290,259	-1.4%	254,862
TOTAL REVENUES	<u>31,630,033</u>	<u>24,973,830</u>	<u>-</u>	<u>6,656,203</u>	<u>79.0%</u>	<u>22,072,929</u>
EXPENSES						
Salaries & Benefits	1,524,648	1,064,365	-	460,283	69.8%	928,534
Materials, Supplies & Services	27,753,925	20,117,445	549,178	7,087,301	74.5%	18,932,895
Special Projects	1,170,274	93,714	71,157	1,005,403	14.1%	61,828
Transfers-Out	50,000	37,500	-	12,500	75.0%	37,500
Capital Outlay Transfers	1,946	1,460	-	486	75.0%	156,038
Equipment	185,000	17,206	117,508	50,286	72.8%	49,923
Other	40,000	-	-	40,000	0.0%	-
Appropriated Reserve	21,300	-	-	21,300	0.0%	-
TOTAL EXPENSES	<u>30,747,093</u>	<u>21,331,690</u>	<u>737,843</u>	<u>8,677,560</u>	<u>71.8%</u>	<u>20,166,717</u>
<i>Revenue Less Expense</i>	<u>882,940</u>	<u>3,642,140</u>	<u>(737,843)</u>	<u>(2,021,357)</u>		<u>1,906,211</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Nine Months Ended March 31, 2022 (75% 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	43,744,943	-	13,585,996	76.3%	43,308,957
Service Charges	208,765	221,799	-	(13,034)	106.2%	199,336
Cater JPA Treatment Charges	2,359,556	1,485,554	-	874,002	63.0%	1,504,225
Investment Income	684,620	535,396	-	149,224	78.2%	739,597
Grants	-	710,798	-	(710,798)	100.0%	-
Reimbursements	3,310,043	2,699,609	-	610,434	81.6%	918,133
Miscellaneous	10,227,206	762,269	-	9,464,937	7.5%	608,673
Operating Transfers-In	135,943	135,943	-	-	100.0%	279,943
TOTAL REVENUES	<u>74,257,072</u>	<u>50,296,311</u>	<u>-</u>	<u>23,960,761</u>	<u>67.7%</u>	<u>47,558,865</u>
EXPENSES						
Salaries & Benefits	12,755,762	8,751,023	-	4,004,739	68.6%	8,258,129
Materials, Supplies & Services	17,785,922	10,495,704	3,738,077	3,552,141	80.0%	11,003,450
Special Projects	695,792	272,923	205,718	217,151	68.8%	324,043
Water Purchases	9,228,839	6,808,946	-	2,419,893	73.8%	6,183,745
Debt Service	9,190,636	5,639,668	-	3,550,968	61.4%	5,636,284
Capital Outlay Transfers	19,122,471	15,668,303	-	3,454,168	81.9%	9,906,916
Equipment	239,755	79,681	2,726	157,348	34.4%	71,421
Capitalized Fixed Assets	259,783	138,583	51,899	69,301	73.3%	101,176
Other	41,300	32,080	-	9,220	77.7%	30,764
Appropriated Reserve	150,000	-	-	150,000	0.0%	-
TOTAL EXPENSES	<u>69,470,261</u>	<u>47,886,910</u>	<u>3,998,421</u>	<u>17,584,930</u>	<u>74.7%</u>	<u>41,515,928</u>
<i>Revenue Less Expense</i>	<u>4,786,811</u>	<u>2,409,401</u>	<u>(3,998,421)</u>	<u>6,375,831</u>		<u>6,042,937</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 Nine Months Ended March 31, 2022 (75% 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	18,502,808	-	6,366,683	74.4%	17,495,076
Fees	548,856	348,581	-	200,275	63.5%	293,610
Investment Income	151,245	107,143	-	44,102	70.8%	163,575
Rents & Concessions	61,072	42,786	-	18,286	70.1%	45,804
Miscellaneous	5,000	26,437	-	(21,437)	528.7%	24,361
Operating Transfers-In	-	-	-	-	0.0%	189,586
TOTAL REVENUES	<u>25,635,664</u>	<u>19,027,755</u>	<u>-</u>	<u>6,607,909</u>	<u>74.2%</u>	<u>18,212,012</u>
EXPENSES						
Salaries & Benefits	7,776,281	5,499,388	-	2,276,893	70.7%	5,425,102
Materials, Supplies & Services	9,047,278	6,205,265	1,641,378	1,200,635	86.7%	5,189,613
Special Projects	680,865	244,224	353,568	83,073	87.8%	454,534
Debt Service	3,558,338	2,553,312	-	1,005,026	71.8%	2,573,437
Capital Outlay Transfers	4,939,840	3,704,880	-	1,234,960	75.0%	1,725,824
Equipment	106,000	76,911	3,642	25,447	76.0%	41,341
Capitalized Fixed Assets	111,767	71,849	658	39,260	64.9%	199,222
Other	4,500	1,985	2,500	15	99.7%	1,485
Appropriated Reserve	150,000	-	-	150,000	0.0%	-
TOTAL EXPENSES	<u>26,374,869</u>	<u>18,357,815</u>	<u>2,001,746</u>	<u>6,015,309</u>	<u>77.2%</u>	<u>15,610,558</u>
<i>Revenue Less Expense</i>	<u>(739,205)</u>	<u>669,940</u>	<u>(2,001,746)</u>	<u>592,600</u>		<u>2,601,454</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 Nine Months Ended March 31, 2022 (75% 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	730,834	-	19,166	97.4%	470,382
Parking Fees	5,541,456	3,366,721	-	2,174,735	60.8%	2,158,859
Other Fees & Charges	12,925	24,108	-	(11,183)	186.5%	11,099
Investment Income	53,545	22,015	-	31,530	41.1%	58,087
Rents & Concessions	136,820	118,340	-	18,480	86.5%	113,820
Miscellaneous	295,466	226,221	-	69,245	76.6%	166,984
Operating Transfers-In	731,694	548,771	-	182,924	75.0%	570,433
TOTAL REVENUES	<u>7,521,906</u>	<u>5,037,010</u>	<u>-</u>	<u>2,484,897</u>	<u>67.0%</u>	<u>3,549,663</u>
EXPENSES						
Salaries & Benefits	4,139,845	2,941,395	-	1,198,450	71.1%	2,848,270
Materials, Supplies & Services	3,449,178	2,368,059	382,850	698,269	79.8%	1,758,426
Special Projects	497,659	299,721	179,168	18,769	96.2%	470,657
Capital Outlay Transfers	226,425	169,819	-	56,606	75.0%	1,165,901
Equipment	54,653	2,921	6,444	45,289	17.1%	22,836
Appropriated Reserve	10,000	-	-	10,000	0.0%	-
TOTAL EXPENSES	<u>8,377,760</u>	<u>5,781,915</u>	<u>568,462</u>	<u>2,027,383</u>	<u>75.8%</u>	<u>6,266,090</u>
<i>Revenue Less Expense</i>	<u>(855,854)</u>	<u>(744,905)</u>	<u>(568,462)</u>	<u>457,513</u>		<u>(2,716,427)</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 Nine Months Ended March 31, 2022 (75% 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	3,867,391	-	1,664,591	69.9%	3,791,533
Leases-Terminal	5,551,935	6,132,478	-	(580,543)	110.5%	2,318,454
Leases-Non-Commercial Aviation	4,562,386	3,682,971	-	879,415	80.7%	3,166,217
Leases-Commercial Aviation	5,121,457	3,696,983	-	1,424,474	72.2%	2,835,095
Investment Income	109,045	123,140	-	(14,095)	112.9%	113,971
Grants	6,344,534	5,907,498	-	437,036	93.1%	5,003,428
Service Charges	-	960	-	(960)	100.0%	-
Miscellaneous	119,196	105,143	-	14,053	88.2%	93,475
Operating Transfers-In	125,117	125,117	-	-	100.0%	1,849,403
TOTAL REVENUES	<u>27,465,652</u>	<u>23,641,680</u>	<u>-</u>	<u>3,823,972</u>	<u>86.1%</u>	<u>19,171,577</u>
EXPENSES						
Salaries & Benefits	9,136,921	6,362,269	-	2,774,653	69.6%	5,612,545
Materials, Supplies & Services	11,863,486	7,314,271	2,006,962	2,542,253	78.6%	6,149,487
Special Projects	1,741,696	579,080	331,092	831,524	52.3%	19,954
Transfer-Out	250,000	-	-	250,000	0.0%	82,843
Debt Service	1,555,750	1,166,812	-	388,938	75.0%	1,164,750
Capital Outlay Transfers	3,998,242	3,214,966	-	783,276	80.4%	3,214,779
Equipment	230,390	101,754	25,414	103,223	55.2%	84,910
Appropriated Reserve	104,959	-	-	104,959	0.0%	-
TOTAL EXPENSES	<u>28,881,445</u>	<u>18,739,152</u>	<u>2,363,468</u>	<u>7,778,825</u>	<u>73.1%</u>	<u>16,329,267</u>
<i>Revenue Less Expense</i>	<u>(1,415,793)</u>	<u>4,902,529</u>	<u>(2,363,468)</u>	<u>(3,954,853)</u>		<u>2,842,310</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 Nine Months Ended March 31, 2022 (75% 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	3,197,253	2,713,879	-	483,374	84.9%	2,793,703
Investment Income	10,745	13,559	-	(2,814)	126.2%	11,750
Rents & Concessions	205,211	133,520	-	71,691	65.1%	101,280
Miscellaneous	-	(862)	-	862	100.0%	7,263
TOTAL REVENUES	<u>3,413,209</u>	<u>2,860,096</u>	<u>-</u>	<u>553,113</u>	<u>83.8%</u>	<u>2,913,997</u>
EXPENSES						
Salaries & Benefits	82,612	58,187	-	24,425	70.4%	43,350
Materials, Supplies & Services	2,801,007	1,844,423	862,095	94,488	96.6%	1,774,820
Debt Service	41,430	-	-	41,430	0.0%	-
Capital Outlay Transfers	210,636	157,977	-	52,659	75.0%	151,445
TOTAL EXPENSES	<u>3,135,685</u>	<u>2,060,587</u>	<u>862,095</u>	<u>213,002</u>	<u>93.2%</u>	<u>1,969,615</u>
<i>Revenue Less Expense</i>	<u>277,524</u>	<u>799,509</u>	<u>(862,095)</u>	<u>340,111</u>		<u>944,382</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 Nine Months Ended March 31, 2022 (75% 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	2,315,932	-	771,970	75.0%	2,342,180
Work Orders - Bldg Maint.	3,548,781	2,425,107	-	1,123,674	68.3%	2,368,464
Miscellaneous	10,500	1,602	-	8,898	15.3%	1,409
Operating Transfers-In	-	-	-	-	0.0%	364,281
TOTAL REVENUES	<u>6,647,183</u>	<u>4,742,640</u>	<u>-</u>	<u>1,904,543</u>	<u>71.3%</u>	<u>5,076,335</u>
EXPENSES						
Salaries & Benefits	4,438,079	2,850,404	-	1,587,674	64.2%	2,952,600
Materials, Supplies & Services	1,899,329	1,373,849	68,883	456,597	76.0%	1,177,786
Special Projects	363,120	195,512	117,208	50,400	86.1%	136,577
Capital Outlay Transfers	477,198	357,899	-	119,300	75.0%	888,981
Equipment	10,000	4,001	-	5,999	40.0%	5,943
Appropriated Reserve	85,065	-	-	85,065	0.0%	-
TOTAL EXPENSES	<u>7,272,791</u>	<u>4,781,665</u>	<u>186,091</u>	<u>2,305,034</u>	<u>68.3%</u>	<u>5,161,887</u>
<i>Revenue Less Expense</i>	<u>(625,608)</u>	<u>(39,025)</u>	<u>(186,091)</u>	<u>(400,492)</u>		<u>(85,552)</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Nine Months Ended March 31, 2022 (75% 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	3,063,053	2,265,358	-	797,695	74.0%	2,220,779
Investment Income	168,561	95,841	-	72,720	56.9%	138,889
Rents & Concessions	123,982	89,701	-	34,281	72.4%	114,761
Miscellaneous	112,000	82,232	-	29,768	73.4%	122,501
Operating Transfers-In	29,000	29,000	-	-	100.0%	-
TOTAL REVENUES	<u>3,496,596</u>	<u>2,562,132</u>	<u>-</u>	<u>934,464</u>	<u>73.3%</u>	<u>2,596,930</u>
EXPENSES						
Salaries & Benefits	247,988	136,663	-	111,324	55.1%	167,827
Materials, Supplies & Services	19,553	17,590	-	1,962	90.0%	17,486
Special Projects	75,000	-	-	75,000	0.0%	-
Transfer-Out	-	-	-	-	0.0%	83,502
Capital Outlay Transfers	1,054,838	797,585	-	257,253	75.6%	70,035
Capitalized Fixed Assets	5,350,289	1,333,811	1,412,256	2,604,223	51.3%	1,586,015
TOTAL EXPENSES	<u>6,747,667</u>	<u>2,285,649</u>	<u>1,412,256</u>	<u>3,049,762</u>	<u>54.8%</u>	<u>1,924,864</u>
<i>Revenue Less Expense</i>	<u>(3,251,071)</u>	<u>276,483</u>	<u>(1,412,256)</u>	<u>(2,115,299)</u>		<u>672,066</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Nine Months Ended March 31, 2022 (75% 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	2,183,841	-	737,612	74.8%	2,108,982
Reimbursements	5,000	3,750	-	1,250	75.0%	28,654
Miscellaneous	60,000	54,851	-	5,149	91.4%	74,110
TOTAL REVENUES	<u>2,986,453</u>	<u>2,242,442</u>	<u>-</u>	<u>744,011</u>	<u>75.1%</u>	<u>2,211,747</u>
EXPENSES						
Salaries & Benefits	1,546,176	1,078,644	-	467,532	69.8%	1,082,687
Materials, Supplies & Services	1,375,257	1,044,053	162,362	168,841	87.7%	888,421
Special Projects	147,205	57,159	53,356	36,690	75.1%	19,515
Debt Service	-	-	-	-	0.0%	10,934
Capital Outlay Transfers	31,934	31,201	-	734	97.7%	-
Equipment	7,147	7,446	-	(299)	104.2%	2,057
Capitalized Fixed Assets	46,488	16,213	30,275	-	100.0%	-
Appropriated Reserve	15,000	-	-	15,000	0.0%	-
TOTAL EXPENSES	<u>3,169,206</u>	<u>2,234,715</u>	<u>245,992</u>	<u>688,498</u>	<u>78.3%</u>	<u>2,003,614</u>
<i>Revenue Less Expense</i>	<u>(182,753)</u>	<u>7,726</u>	<u>(245,992)</u>	<u>55,513</u>		<u>208,133</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Nine Months Ended March 31, 2022 (75% 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	5,056,793	3,792,596	-	1,264,197	75.0%	2,586,014
Workers' Compensation Premiums	4,219,100	3,123,075	-	1,096,025	74.0%	3,099,533
OSH Charges	290,230	217,673	-	72,557	75.0%	206,922
Unemployment Insurance Premium	277,529	208,147	-	69,382	75.0%	170,669
Investment Income	53,545	25,309	-	28,236	47.3%	58,471
Miscellaneous	-	3,859	-	(3,859)	100.0%	200,841
Operating Transfers-In	507,325	488,369	-	18,956	96.3%	56,869
TOTAL REVENUES	<u>10,404,522</u>	<u>7,859,027</u>	<u>-</u>	<u>2,545,495</u>	<u>75.5%</u>	<u>6,379,319</u>
EXPENSES						
Salaries & Benefits	744,822	575,171	-	169,652	77.2%	525,710
Materials, Supplies & Services	10,592,777	7,807,496	116,004	2,669,278	74.8%	6,207,541
Capital Outlay Transfers	818	614	-	204	75.0%	-
TOTAL EXPENSES	<u>11,338,418</u>	<u>8,383,280</u>	<u>116,004</u>	<u>2,839,134</u>	<u>75.0%</u>	<u>6,733,251</u>
<i>Revenue Less Expense</i>	<u>(933,896)</u>	<u>(524,253)</u>	<u>(116,004)</u>	<u>(293,639)</u>		<u>(353,932)</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 Nine Months Ended March 31, 2022 (75% 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	3,364,487	-	1,121,498	75.0%	2,801,081
Operating Transfers-In	35,000	35,000	-	-	100.0%	96,871
TOTAL REVENUES	<u>4,520,985</u>	<u>3,399,487</u>	<u>-</u>	<u>1,121,498</u>	<u>75.2%</u>	<u>2,897,952</u>
EXPENSES						
Salaries & Benefits	2,679,487	1,860,048	-	819,439	69.4%	1,831,266
Materials, Supplies & Services	1,694,740	1,479,803	44,771	170,166	90.0%	931,759
Special Projects	21,091	9,382	14,116	(2,407)	111.4%	194
Capital Outlay Transfers	232,127	186,595	-	45,532	80.4%	201,154
Equipment	12,130	5,749	182	6,199	48.9%	3,350
TOTAL EXPENSES	<u>4,639,575</u>	<u>3,541,577</u>	<u>59,069</u>	<u>1,038,929</u>	<u>77.6%</u>	<u>2,967,722</u>
<i>Revenue Less Expense</i>	<u>(118,590)</u>	<u>(142,090)</u>	<u>(59,069)</u>	<u>82,570</u>		<u>(69,770)</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 Nine Months Ended March 31, 2022 (75% 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	1,674,117	-	175,883	90.5%	1,383,758
Leases - Food Service	2,795,000	2,606,723	-	188,277	93.3%	1,991,865
Slip Rental Fees	4,829,458	3,676,273	-	1,153,185	76.1%	3,551,244
Visitors Fees	649,459	606,162	-	43,297	93.3%	508,043
Slip Transfer Fees	1,200,000	1,168,300	-	31,700	97.4%	1,245,675
Parking Revenue	2,814,685	2,422,180	-	392,505	86.1%	1,755,245
Wharf Parking	180,000	203,524	-	(23,524)	113.1%	155,039
Grants	-	12,752	-	(12,752)	100.0%	-
Other Fees & Charges	235,562	188,731	-	46,831	80.1%	167,273
Investment Income	89,945	78,550	-	11,395	87.3%	86,895
Rents & Concessions	385,000	320,631	-	64,369	83.3%	299,221
Miscellaneous	629,892	249,821	-	380,071	39.7%	157,256
TOTAL REVENUES	<u>15,659,001</u>	<u>13,207,764</u>	<u>-</u>	<u>2,451,237</u>	<u>84.3%</u>	<u>11,301,515</u>
EXPENSES						
Salaries & Benefits	7,710,675	5,522,466	-	2,188,209	71.6%	5,031,785
Materials, Supplies & Services	5,479,592	3,451,735	711,241	1,316,616	76.0%	3,250,103
Special Projects	233,348	116,851	195	116,302	50.2%	87,642
Debt Service	2,038,500	2,038,500	-	(0)	100.0%	1,469,709
Capital Outlay Transfers	436,852	409,498	-	27,354	93.7%	780,932
Equipment	132,428	30,084	19,795	82,548	37.7%	52,839
Capitalized Fixed Assets	78,544	-	13,847	64,697	17.6%	-
Other	2,375	2,513	-	(138)	105.8%	1,513
Appropriated Reserve	100,000	-	-	100,000	0.0%	-
TOTAL EXPENSES	<u>16,212,313</u>	<u>11,571,647</u>	<u>745,077</u>	<u>3,895,588</u>	<u>76.0%</u>	<u>10,674,523</u>
<i>Revenue Less Expense</i>	<u>(553,312)</u>	<u>1,636,116</u>	<u>(745,077)</u>	<u>(1,444,351)</u>		<u>626,992</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 Nine Months Ended March 31, 2022 (75% 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	3,580,111	-	7,392,473	32.6%	-
Investment Income	-	(74)	-	74	100.0%	117
Operating Transfers-In	1,550,532	1,550,532	-	-	100.0%	349,769
TOTAL REVENUES	12,523,116	5,130,569	-	7,392,547	41.0%	349,886
EXPENSES						
Salaries & Benefits	152,590	105,529	-	47,061	69.2%	-
Materials, Supplies & Services	9,276,308	4,457,839	1,015,085	3,803,384	59.0%	22,240
Special Projects	744,127	481,951	13,127	249,049	66.5%	80,000
Other	49,000	-	-	49,000	0.0%	-
TOTAL EXPENSES	10,222,025	5,045,319	1,028,212	4,148,494	59.4%	102,240
<i>Revenue Less Expense</i>	<u>2,301,090</u>	<u>85,250</u>	<u>(1,028,212)</u>	<u>3,244,052</u>		<u>247,646</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Nine Months Ended March 31, 2022 (75% of Fiscal Year)

ENERGY AND CLIMATE MANAGEMENT FUND

	<u>Revised Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Service charges	2,369,071	1,776,803	-	592,268	75.0%	1,389,346
Grants	184,000	169,601	-	14,399	92.2%	5,961
Miscellaneous	-	1	-	(1)	100.0%	18,828
Operating Transfers-In	-	-	-	-	0.0%	304,529
TOTAL REVENUES	<u>2,553,071</u>	<u>1,946,404</u>	<u>-</u>	<u>606,667</u>	<u>76.2%</u>	<u>1,718,663</u>
EXPENSES						
Salaries & Benefits	501,398	373,264	-	128,134	74.4%	254,822
Materials, Supplies & Services	1,839,379	891,400	134,704	813,275	55.8%	843,263
Special Projects	160,774	9,402	51,744	99,628	38.0%	14,948
Transfer-Out	-	-	-	-	0.0%	250,000
Debt Service	24,140	18,105	-	6,035	75.0%	18,105
Capital Outlay Transfers	100,870	75,652	-	25,218	75.0%	204,791
Equipment	4,000	-	-	4,000	0.0%	-
Capitalized Fixed Assets	169,000	-	-	169,000	0.0%	-
TOTAL EXPENSES	<u>2,799,561</u>	<u>1,367,824</u>	<u>186,447</u>	<u>1,245,289</u>	<u>55.5%</u>	<u>1,585,929</u>
<i>Revenue Less Expense</i>	<u>(246,490)</u>	<u>578,580</u>	<u>(186,447)</u>	<u>(638,623)</u>		<u>132,734</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 Nine Months Ended March 31, 2022 (75% of Year Elapsed)*

General Fund Revenues

The table below summarizes preliminary General Fund revenues for the nine months ended March 31, 2022. 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.

Summary of Revenues For the Nine Months Ended March 31, 2022 Fiscal Year 2022 GENERAL FUND							
	Current Year Analysis FY2022					Prior Year Analysis FY2021	
	Revised Budget	YTD Actual	**Projected Full-Year	Variance Projection to Budget	Percent Rec'd	Prior Year YTD Actual	Change From FY21
Property Tax	\$42,347,386	\$22,881,722	\$ 41,587,997	\$ (759,389)	54%	\$21,836,793	5%
Sales & Use Tax	23,239,045	21,770,112	26,558,990	3,319,945	94%	16,588,258	31%
Measure C Sales Tax	24,988,418	23,212,483	27,981,162	2,992,744	93%	17,679,021	31%
TOT	19,500,000	19,224,728	22,676,493	3,176,493	99%	9,545,747	101%
UUT	7,315,292	5,760,313	7,610,033	294,741	79%	5,477,194	5%
Bus License	2,556,359	2,235,978	2,612,311	55,952	87%	1,958,321	14%
Cannabis Excise Tax	1,847,469	1,246,066	1,843,798	(3,671)	67%	1,192,761	4%
Prop Trans Tax	923,776	1,035,870	1,289,532	365,756	112%	787,058	32%
Total Taxes	\$122,717,745	\$97,367,271	132,160,316	9,442,571	79%	\$75,065,153	30%
License & Permits	151,666	154,087	161,666	10,000	102%	127,444	21%
Fines & Forfeitures	3,134,102	2,020,716	3,134,102	-	64%	1,318,309	53%
Franchise Fee	3,706,830	3,048,075	3,962,740	255,910	82%	2,794,881	9%
Use of Money & Property	1,321,016	970,094	1,321,016	-	73%	561,007	73%
Intergovernmental	3,824,484	3,520,373	4,871,596	1,047,112	92%	4,519,295	(22%)
Fee & Charges	12,994,381	10,442,002	13,002,911	8,530	80%	7,276,368	44%
Miscellaneous	22,119,594	16,188,101	21,519,594	(600,000)	73%	14,566,866	11%
Total Other	\$47,252,073	\$36,343,448	47,973,625	721,552	77%	\$31,164,170	17%
Total Before Budgeted Variances	\$169,969,818	\$133,710,719	180,133,941	10,164,123	79%	\$106,229,324	26%
Anticipated YE Var		-		-		-	
Total Revenues	\$169,969,818	\$133,710,719	\$180,133,941	\$ 10,164,123	79%	\$106,229,324	26%

****Projected Full-Year column projects only the general non-departmental revenues and Franchise Fees. All other revenues assume the same as budget for this table. Departments will be presenting more detailed projections during the Budget presentations in the upcoming months, and staff will provide more complete projections of all General Fund Revenues, as well.**

This table includes the annual adopted budget as well as any budget adjustments to date, and actual collections for the first nine months of Fiscal Year 2022. The City's general tax revenues, Franchise Fees, and Fees & Charges are projected in the table above, all other revenues assume the revised budget for the yearend projections. The largest general tax revenues are discussed in more detail below.

Property Tax

As of March 31, 2022, \$22.9 Million in property tax revenues had been received to date. 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%.

*Fiscal Year 2022 Interim Financial Statements
For The Nine Months Ended March 31, 2022 (75% of Year Elapsed)*

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 anticipates the actual property tax revenues will below budget by approximately \$760,000 at yearend.

Sales Taxes

Sales tax revenue received to date is approximately \$21.8 Million. While representing nine months of sales tax payments collected through March 31, 2022, on a cash basis; \$5.4 million of this represents sales prior to FY2022, and will be accrued back to the prior year.

Sales tax has been trending in a positive direction for several months, likely due to a combination of increased consumer spending (particularly in online sales and auto sales), and the results of higher than expected inflation. If current economic conditions hold, sales tax will likely be higher than budget by yearend by over \$3.3 Million. Staff will continue to monitor this revenue closely and may consider adjusting the projection in the coming weeks and evaluate whether adjusting the FY2023 budget projection is warranted as well.

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 \$23.2 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 \$3.0 Million by yearend. Staff will continue to monitor this revenue closely and may consider adjusting the projection in the coming weeks and evaluate whether adjusting the FY2023 budget projection is warranted as well.

Transient Occupancy Tax

Transient occupancy tax (TOT) revenue to date is \$19.2 Million, which is significantly higher than collections as of March last year, due to COVID-19. The local travel industry is seeing increases in demand for rooms, now higher than pre-pandemic levels. However, the main cause of the growth is largely the result of increases in average daily rates, which are 30%-40% higher than FY2019 pre-pandemic rates. TOT revenues are projected to be higher than budget by \$3.2 Million by yearend. Staff will continue to monitor this revenue closely and may consider adjusting the projection in the coming weeks and evaluate whether adjusting the FY2023 budget projection is warranted as well.

Department and Other Revenues

On March 8, 2022, the City Council approved of appropriating \$1,047,112 of the American Rescue Plan Act (APRA) funds that are scheduled to be received in May 2022 into the General Fund to partially offset some of the revenue that has been lost in the General Fund directly related to economic impacts from COVID-19. These funds will be used to continue to provide services to the community. These funds are included in the FY2022 projection in intergovernmental revenues.

Departmental revenues comprise approximately \$32.9 Million of the General Fund budgeted revenues. They span various revenue categories listed in the table above, however, for simplicity of reporting, the variance is shown in the Fees & Charges category. Departments will be presenting more detailed projections during the Budget hearing process, and staff will provide more complete projections of all General Fund Revenues, as well.

*Fiscal Year 2022 Interim Financial Statements
For The Nine Months Ended March 31, 2022 (75% of Year Elapsed)*

Overall, departmental revenues are projected to end the year approximately \$8,530 above budget. The table below provides variances by department.

SUMMARY OF DEPARTMENTAL REVENUES GENERAL FUND For the Nine Months Ended March 31, 2022 Fiscal Year 2022					
Department	Revised Budget	YTD Actual		Projected Full Year	Projected vs. Budget
Mayor & Council	\$120,000	\$92,757	77%	120,000	0
City Attorney	331,302	489,514	148%	490,000	158,698
City Administrator	251,972	136,999	54%	240,697	(11,275)
Human Resources	-	-	-	-	0
Finance	527,931	145,807	28%	172,853	(355,078)
General Government	\$1,231,205	\$865,077	70%	1,023,550	(207,655)
Police	4,324,220	3,184,204	74%	3,740,556	(583,664)
Fire	6,275,064	5,566,672	89%	6,841,168	566,104
Public Safety	\$10,599,284	\$8,750,876	83%	10,581,724	(17,560)
Parks & Recreation	5,992,779	4,151,636	69%	6,265,283	272,504
Library	1,246,127	756,491	61%	1,217,854	(28,273)
Community Services	\$7,238,906	\$4,908,127	68%	7,483,137	244,231
Public Works	7,426,180	4,908,885	66%	6,651,951	(774,229)
Sustainability & Resiliency	100,000	-	0%	100,000	0
Community Development	6,264,728	5,843,722	93%	7,028,471	763,743
Total	\$32,860,303	\$25,276,687	77%	\$ 32,868,833	8,530
% of annual budget		76.9%		0.0%	

*Fiscal Year 2022 Interim Financial Statements
For The Nine Months Ended March 31, 2022 (75% of Year Elapsed)*

General Fund Expenditures

The table below summarizes the General Fund budget and year-to-date expenditures through March 31, 2022. 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 six 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 \$6,699,596 of carried forward appropriations and encumbrances, and any new FY2022 council approved amendments, is \$176.8 Million, of which \$126.2 Million has been spent as of March 31, 2022. The table below shows performance at department level.

SUMMARY OF EXPENDITURES GENERAL FUND For the Nine Months Ended March 31, 2022 Fiscal Year 2022							
Department	Revised Budget	YTD Actual	Projected Full Year	YTD Variance Without Encumbrance	Encumbrance	Remaining Budget After Encumbrances	
Mayor & Council	\$3,609,780	\$2,430,706	67%	3,509,386	\$1,179,074	\$871,393	\$307,681
City Attorney	4,621,037	2,987,645	65%	4,552,174	1,633,392	220,966	1,412,426
City Administrator	4,851,714	2,823,440	58%	4,278,213	2,028,274	240,697	1,787,577
Human Resources	2,358,448	1,400,264	59%	2,161,056	958,184	181,889	776,295
Finance	6,488,958	4,630,663	71%	6,176,587	1,858,295	120,622	1,737,673
General Government	\$21,929,937	\$14,272,718	65%	20,677,416	\$7,657,219	\$1,635,567	\$6,021,652
Police	46,030,479	33,289,502	72%	43,847,180	12,740,977	745,167	11,995,810
Fire	32,397,015	24,465,870	76%	32,432,216	7,931,145	151,124	7,780,021
Public Safety	\$78,427,494	\$57,755,372	74%	76,279,396	\$20,672,122	\$896,291	\$19,775,831
Parks & Recreation	18,428,184	12,453,602	68%	17,894,972	5,974,582	609,144	5,365,438
Library	6,517,111	4,216,434	65%	6,112,432	2,300,677	166,795	2,133,882
Community Services	\$24,945,295	\$16,670,036	67%	24,007,404	\$8,275,259	\$775,939	\$7,499,320
Public Works	10,574,587	6,694,384	63%	9,418,481	3,880,203	213,396	3,666,807
Sustainability & Resiliency	250,068	54,125	22%	174,717	195,943	70,803	125,140
Community Development	14,180,024	9,000,778	63%	13,381,321	5,179,246	776,921	4,402,325
Non-Departmental	26,542,143	21,770,865	82%	29,534,887	4,771,278	0	4,771,278
Total	\$176,849,548	\$126,218,278	71%	\$ 173,473,622	\$50,631,270	\$4,368,917	\$46,262,353
% of annual budget		71.4%		28.6%	2.5%	26.2%	

*Fiscal Year 2022 Interim Financial Statements
For The Nine Months Ended March 31, 2022 (75% of Year Elapsed)*

Expenditure Analysis by General Fund

The General Fund Expenditure Budget for FY2022 was adopted at \$169.5 Million, with an additional \$6.7 Million 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 & 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 & 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, staff has confidence that expenditures will end the year below budget and meet expenditure reduction targets.

General Fund expenditures were \$126.2 Million as at March 31, 2022, representing 71.4% of the revised budget, with an additional \$4.4 Million (2.5%) encumbered.

General Government actual spending of \$14.3 Million, represents 44% of the annual budget. This includes salary savings from holding several positions vacant through the second quarter of FY2022.

Public Safety has expenditures of \$40.2 Million, representing 65% of the annual budget, with savings achieved from keeping a number of positions vacant.

The Police Department (PD) expended \$33.3 Million (72%) of its budget. Reduced staffing has resulted in increased overtime to cover staffing needs. The department continues to incur overtime costs due to impacts of COVID-19 on staffing levels, and has returned to 10 plan 12 plan shifts. Even with increased overtime expenditure, the department is saving in salary and benefits through continued vacancies, projecting salary and benefits savings of \$2.1 Million by the end of FY2022, and an overall savings of \$1.5 Million for the Department.

The ongoing officer staffing shortage has necessitated staffing reassignments and suspension of some programs until minimum staffing levels can be met. To meet the COVID-19 reduction target, several positions will be held open through the end of FY2022. Discussions regarding staffing needs continue between the Police Chief and the City Administrator, and levels with adjustments to be made accordingly.

The Fire Department (FD) expended \$24.5 Million (76%) of its budget, attributing additional expenditures beyond budgeted amounts to overtime needed to meet required minimum staffing levels and mutual aid. 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 keeping open administrative positions and eliminating or deferring certain programs to FY2023. Fire deployed personnel and equipment to fourteen emergency incidents including the largest fire in California history (the Dixie Fire). This mutual aid accounted for \$1.2 Million in overtime, but also generated 20 invoices totaling \$2 Million, creating additional revenue for the department.

Community Services had actual expenditures of \$16.7 Million, or 67% of budget. This performance is the result of significantly reduced operations over the first half of the year with many programs and services cancelled due to health orders.

*Fiscal Year 2022 Interim Financial Statements
For The Nine Months Ended March 31, 2022 (75% of Year Elapsed)*

The Library Department spent \$4.2 Million, or 65% of its annual budget, during third quarter 2022. Library has reopened for full in-person services, but currently operates with reduced hours, capacity restrictions, and time limits on visits. Despite a reduction of 19 open hours to the public and continued significant short staffing, the Library has continued to deliver materials and robust services in-person, virtually, and through offsite outreach using the new Library on the Go Van, with over 100 site visits to date. The Library has held two full-time positions vacant as well as hourly positions vacant. The Library achieved its targeted reduction of \$265,726 at the end of first quarter through the salary and benefits savings from these vacancies.

The Parks & Recreation Department had expenditures of \$12.5 Million (68% of annual budget). The Department continues to provide essential services, such as park maintenance to ensure community access to safe and clean open spaces, food distribution and senior meal programs to provide nutrition for the community, and recreation programming, camps, and affordable activities both for youth and adults, while complying with required safety protocols to be open during COVID-19. At the same time, they continue to advance key capital infrastructure planning, design, and construction in anticipation of operations post pandemic. By holding open most currently vacant permanent staff and hourly positions, delaying recruitments, and reducing non-essential operating expenditure, the department expects to meet its expenditure reduction targets for FY2022.

The Public Works Department (PW) had expenditures of \$6.7 Million (63% of annual budget) at third quarter FY2022. Savings from holding several positions open were partially offset by increased Professional Services Agreements, Non-Contractual Services, and increased hourly staff expenses 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.

The Sustainability & Resilience Department (S&R) had expenditures of \$54,125 (22% of annual budget). A new department in FY2021, S&R achieved its targeted savings for FY2022 by holding a director position open. All encumbered funds (\$70.803) are due to an outsourced vendor to service the CalRecycle program and will be fully spent by the end of FY2022. The department expects to end FY2022 below budget.

The Community Development Department (CD) had expenditures of \$9.0 Million or 63% of annual budget. Other than salaries and benefits, expenditures are generally tracking as expected. The department has experienced very high employee attrition during the first half of FY2022, with a peak vacancy rate of 20%. While many have been filled, there continues to be a higher than normal attrition rate. The vacancies are naturally contributing to significant salary and benefit savings. The department is on track to meet its 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.

*Fiscal Year 2022 Interim Financial Statements
For The Nine Months Ended March 31, 2022 (75% of Year Elapsed)*

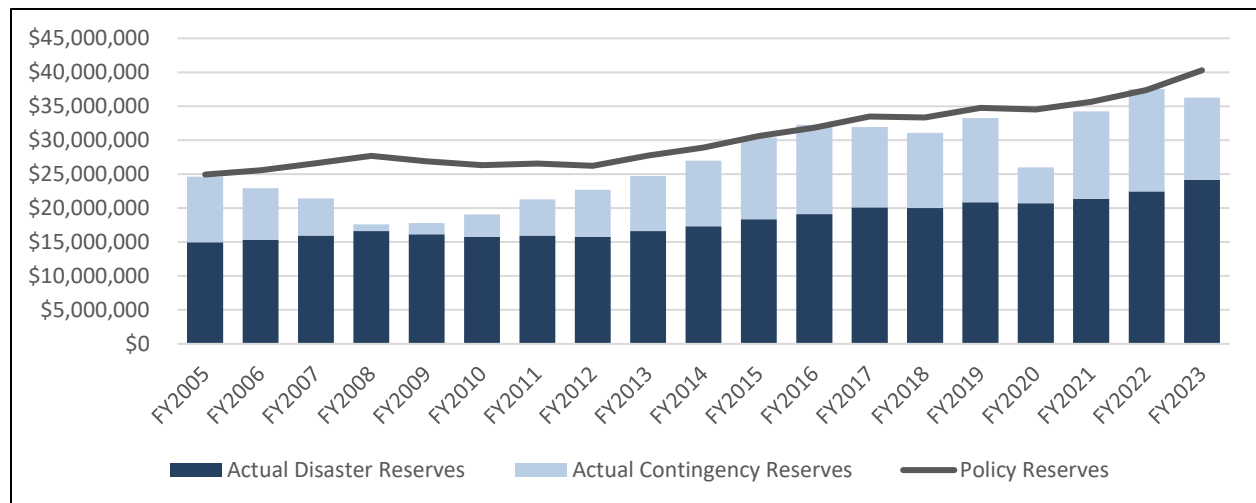
General Fund Reserves Projection:

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. Staff will continue to include a projection of anticipated changes to reserves based on likely revenue and expenditure projections included in future reports during quarterly reports to the City Council.

General Fund: Fund Balance	FY2019 Actual	FY2020 Actual	FY2021 Actual	FY2022 Projected at Q3	FY2022 vs FY2021 Projected Change in Reserve
Contingency Reserve Target 10%	13,910,966	13,799,412	14,255,661	\$14,965,025	\$709,364
Disaster Reserve Target 15%	\$20,866,449	\$20,699,118	\$21,383,491	22,447,538	1,064,047
Total Policy Reserve Target	\$34,777,415	\$34,498,530	\$35,639,152	\$37,412,563	\$1,773,411
(Below) / Above Policy	(1,513,888)	(8,526,275)	(1,419,589)	137,160	1,556,749
Actual Reserves	\$33,263,527	\$25,972,255	\$34,219,563	\$37,549,723	\$3,330,160
Self-Insurance Fund Under-Reserve*	(2,109,073)	(4,580,532)	(4,758,252)	(5,889,878)	(1,131,626)
Remaining Contingency Reserve	\$10,288,005	\$692,605	\$8,077,820	\$9,212,307	\$1,134,487

The FY2022 adopted budget required the strategic use of a small amount of reserves in order to balance the budget. Due to the favorable revenue growth in sales tax and TOT during most of FY2022, along with additional operating and capital savings from departments, the General Fund reserve position is projected to grow by the end of FY2022. Both disaster and contingency reserves are projected to be replenished by the end of FY2022.

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



*Fiscal Year 2022 Interim Financial Statements
For The Nine Months Ended March 31, 2022 (75% of Year Elapsed)*

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 March 31, 2022, with a comparison to the current fiscal year budget and prior fiscal year expenses.

SUMMARY OF REVENUES & EXPENSES							
For the Nine Months Ended March 31, 2022 Fiscal Year 2022							
ENTERPRISE FUNDS							
	Current Year Analysis FY2022				Encumbered	Prior Year FY2021	
	Annual Budget	YTD Actual	Projected Year End	YTD Percent		YTD Actual	% Variance
Solid Waste Fund							
Revenues	\$31,630,033	\$24,973,830	33,904,188	79.0%	\$0	\$22,072,929	13.1%
Expenses	30,747,093	21,331,690	30,881,112	69.4%	737,843	20,166,717	5.8%
Add / (Use) Reserve	882,940	3,642,140	3,023,076		(737,843)	1,906,212	
Water Fund**							
Revenues	74,257,072	50,296,311	76,454,197	67.7%	0	47,558,865	5.8%
Expenses	69,470,261	47,886,910	67,764,794	68.9%	3,998,421	41,515,928	15.3%
Add / (Use) Reserve	4,786,811	2,409,401	8,689,403		(3,998,421)	6,042,937	
Wastewater Fund							
Revenues	25,635,664	19,027,755	25,657,608	74.2%	0	18,212,012	4.5%
Expenses	26,374,869	18,357,815	25,860,697	69.6%	2,001,746	15,610,558	17.6%
Add / (Use) Reserve	(739,205)	669,940	(203,089)		(2,001,746)	2,601,454	
Downtown Parking Fund							
Revenues	7,521,906	5,037,010	7,014,261	67.0%	0	3,549,663	41.9%
Expenses	8,377,760	5,781,915	8,002,064	69.0%	568,462	6,266,090	-7.7%
Add / (Use) Reserve	(855,854)	(744,905)	(987,803)		(568,462)	(2,716,427)	
Clean Energy Fund							
Revenues	12,523,116	5,130,569	14,459,144	41.0%	0	349,886	100.0%
Expenses	10,222,025	5,045,319	13,974,253	49.4%	1,028,212	102,240	4834.8%
Add / (Use) Reserve	2,301,091	85,250	484,891		(1,028,212)	247,646	
Airport Fund							
Revenues	27,465,652	23,641,680	30,459,302	86.1%	0	19,171,577	23.3%
Expenses	28,881,445	18,739,152	27,817,588	64.9%	2,363,468	16,329,267	14.8%
Add / (Use) Reserve	(1,415,793)	4,902,528	2,641,714		(2,363,468)	2,842,310	
Golf Fund							
Revenues	3,413,209	2,860,096	3,999,827	83.8%	0	2,913,997	-1.8%
Expenses	3,135,685	2,060,587	3,208,820	65.7%	862,095	1,969,615	4.6%
Add / (Use) Reserve	277,524	799,509	791,007		(862,095)	944,382	
Waterfront Fund							
Revenues	15,659,001	13,207,764	16,445,000	84.3%	0	11,301,515	16.9%
Expenses	16,212,313	11,571,647	15,405,000	71.4%	745,077	10,674,523	8.4%
Add / (Use) Reserve	(553,312)	1,636,117	1,040,000		(745,077)	626,992	

* The YTD Budget column has been calculated based on a 3-year average of collections for revenues, and of payments made for expenses through Mar 31, which has been applied to the annual budget.

** Includes Fund 5011 Drought (closed at end of FY20 and consolidated into Water Fund 5000)

The expenses shown in the preceding table do not include outstanding encumbrances at March 31, 2022. Inclusion of encumbrances can distort the analysis of budgeted and actual expenditures. Outstanding encumbrances include appropriations that were carried forward from 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.

*Fiscal Year 2022 Interim Financial Statements
For The Nine Months Ended March 31, 2022 (75% of Year Elapsed)*

Solid Waste Fund

Solid Waste Revenues are \$25.0 Million at the end of the third quarter, representing 79% 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 received \$864,000. This disbursement is considered a one-time event and is unlikely to occur in future periods. In addition, the City expects to generate about \$1.4 Million in additional solid waste rate revenues due in part to stable residential and commercial card usage, and higher than expected adopted rates.

Expenditures are \$21.3 Million (69% of the budget), and staff expects to spend about \$31 Million by yearend, which translates to about \$195,000 over budget. Most of the increase in expenditure is due to higher than expected rate revenue and the associated payments to MarBorg for hauling service.

Staff turnover, specifically vacancies in Code Enforcement Officer and an Environmental Services Specialist, is expected to generate about \$165,000 in compensation savings by yearend. The City expects to see an additional savings over multiple line items.

Water Fund

Through the first nine months of the fiscal year, Water Fund revenues have totaled approximately \$50.3 Million, or 68% of the adopted budget, which is in line with expectations. Customer rate revenue, the Water Fund's primary revenue source, is exceeding budget but \$747K at third quarter. In December, the City applied for funding via the California Water Arrearage Payment Program and was approved for \$711K for unpaid water billings. In addition, sale of surplus water has exceeded expectation by \$684K.

Expenditures are below budget through the first nine months of the fiscal year, with \$47.9 Million (69% of annual budget), but many of the largest positive variances are due to the timing of invoice payments, items that will correct by yearend. When encumbrances are considered, expenditures are at 75% of budget, and staff anticipates budgetary savings at yearend.

Wastewater Fund

Overall, at third quarter, revenues are at 74% of the annual budget (\$19 Million), which is \$44K above midyear projections. 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 \$25.9 Million (70% of annual budget) at third 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, and anticipates ending the year with negligible savings.

Downtown Parking Fund

At third quarter, revenues are at 67% of budget, or \$5.0 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-19 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

*Fiscal Year 2022 Interim Financial Statements
For The Nine Months Ended March 31, 2022 (75% of Year Elapsed)*

remain limited, but are expected to finish the year \$622K higher than anticipated at midyear, but still short of budget by approximately \$500K.

Expenditures came in at \$5.8 Million (69% of annual budget). A considerable amount of savings at third 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 assessment study, downtown maintenance contract, and Safe Parking Program that are expected to be fully spent by yearend. The Downtown Parking Fund reserves have gradually declined over the past 4 years and the impacts of COVID-19 have further deteriorated the reserve position. The fund is projected to be below the policy reserve target by the end of FY2022.

Clean Energy Fund

The City's Clean Energy program launched to all residents in October of 2021, and started receiving revenue in second quarter FY2022, with a total of \$5.1 Million (41% of annual budget) by March 31, 2022. Because of better than expected participation from rate payers, staff expects revenues of \$12.9 Million, about \$1.9 Million above budget, by yearend. In addition, a \$2 Million General Fund loan has been available to cover startup costs. Because of timing differences of cash flows and a slightly higher number of customers taking longer to pay their bills, staff anticipate requesting a higher loan amount at yearend. The loan is disbursed on an as-needed basis as costs occur. The full amount was disbursed from the loan to cover costs in the first nine months of the year.

Expenditures for the Fund were \$5.0 Million (49% of annual budget) for the first nine months of the year, predominantly due to the program's launch in the second quarter. As the year progresses and the second phase of the program launches (bringing in commercial customers), staff expects costs to accelerate accordingly. Recent estimates suggest program expenditures to reach approximately \$14.0 Million by yearend. This increase is due to better than expected customer participation as well as significant increases in power costs due to the recent run up in energy markets.

Airport Fund

Santa Barbara Airport Department continues to see a rapid recovery of operations following the easing of COVID-19 restrictions. Commercial passenger counts will far exceed initial FY2022 expectations. This rapid recovery coupled with \$5.9 Million of American Rescue Plan Act (ARPA) funds are the primary drivers for a budget surplus in Operating Fund 5700, the largest and most sensitive Airport fund to economic conditions. Total revenue collected through third quarter is \$23.6 Million, or 86% of annual budget.

Expenditures were \$18.7 Million, or 65% 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. Airport anticipated ending the fiscal year at 97% of budgeted expenditures.

Golf Fund

Golf Fund Revenues are above budget at \$2.9 Million, or 84% of annual budget. Golf continues to maintain its popularity this year as a safe recreational activity during the ongoing COVID-19 pandemic. Santa Barbara experienced unseasonably good weather during the months of January, February, and March. As a result, paid rounds are projected to achieve budget fiscal year with total rounds played at the Golf Course expected to exceed 70,000 this year, more than 10,000 above budget projection.

*Fiscal Year 2022 Interim Financial Statements
For The Nine Months Ended March 31, 2022 (75% of Year Elapsed)*

Expenditures were \$2.1 Million, or 66% of annual budget. Due to continued high use of the Golf Course, the City anticipated the operator achieve a higher incentive fee than projected at midyear. Additionally, corresponding operational expenses are slightly higher than forecast at midyear. Even with the increase in expenditure, Golf anticipates revenues to exceed expenditures by \$513,483 in FY2022.

Waterfront Fund

The COVID-19 pandemic continues to negatively impact Waterfront Department revenues through second quarter FY2022; however, the Department has seen improvements in parking revenues as well as commercial and restaurant revenues over the first two quarters, indicating a return to pre-COVID-19 revenues may be on the horizon. Waterfront Revenues were \$13.2 Million (84% of annual budget) at midyear. Slip permit transfer fees remain relatively strong, although down nearly 6.2% versus last year at the same time. Commercial leases at both Stearns Wharf and the Harbor are up 21%, food service leases are up 31%, and parking revenues up 38% over the same time last year. The Fund currently expects to meet or exceed FY2022 budgeted revenues by yearend.

Expenditures were \$11.6 Million, or 71% of annual budget. Cost savings were achieved by maintaining numerous position vacancies and reducing supplies and services costs across Waterfront Divisions. Additionally, Capital Outlay has been drastically reduced as COVID-19 delayed many capital projects, with planning and activities for future projects continuing at lower than initial costs. The department continues to monitor costs and anticipates over \$800,000 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.

Enterprise Operating Funds	FY2021 Policy Reserves	FY2021 Available Reserves	FY2022 Projected Add (Use) of Reserves	FY2022 Projected Available Reserves
Solid Waste	3,891,700	(195,791)	3,023,076	2,827,285
Water	31,423,570	4,220,266	8,689,403	12,909,669
Wastewater	10,203,876	1,125,749	(203,089)	922,660
Downtown Parking	2,391,028	503,670	(987,803)	(484,133)
Airport	6,729,550	3,664,829	2,641,714	6,306,543
Golf	932,147	619,710	791,007	1,410,717
Waterfront	3,586,785	1,375,070	1,040,000	2,415,070
Clean Energy	TBD	(2,789,132)	484,891	(2,304,241)

Current staff projections for Downtown Parking would result in using \$987,803 of reserves in FY2022. The Clean Energy fund will propose a reserve policy target during the upcoming FY2023 budget process, as a formal policy has yet to be established being the enterprise is in its infancy stage. 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, but the revised projection for yearend indicates the ending reserve will be lower by \$1 Million resulting in an ending fund balance of \$6.5 Million.

On November 16, 2021, staff presented an overview to the Finance Committee regarding major changes anticipated in the insurance industry, budget considerations for FY2022 and FY2023, and substantial increases to operating department allocations into the SIF to ensure ongoing premium and claim payment costs can be met and adequate reserves can be achieved. The Finance Committee unanimously supported implementing a plan to gradually increase allocations into the SIF over the next nine fiscal years to target achieving reserves at or near the actuarial recommended level. Staff built in these allocation increases into the FY2023 recommended budget.

City of Santa Barbara
Fiscal Year 2022 Financial Statements for the Nine Months Ending March 31, 2022
Proposed Budget Adjustments

	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
GENERAL FUND (Fund 1000)			
Appropriate \$19,500 from General Fund Reserves. As part of negotiations to the 2019-2020 Memorandum of Understanding for the Supervisors Association, the City agreed to update the 2017 Koff and Associates Salary Survey by June 30, 2022. There are currently more than 50 different job classifications within the Supervisor's Association. The workload of current HR staff does not allow for in house completion of this survey update. This technical and time consuming process requires a compensation professional to perform. The amount of the salary survey update is estimated to be \$19,500.00 which will ensure that it be completed accurately and timely.	\$ 19,500	\$ -	\$ (19,500)
Reduce appropriations by \$5,839. With the addition of the Library On the Go Van, the Library Department is now paying vehicle maintenance and vehicle replacement costs. The Library requests a percentage of those expenditures be paid by the County Branch Libraries, based on service populaton, as the LOTG van services those locations as well.	\$ (5,839)	\$ -	\$ 5,839
Increased demand for the Aquatics isurf camp necessitates an increase in estimated revenues and appropriations to meet community demand.	\$ 8,800	\$ 8,800	\$ -
Total General Fund (1000)	\$ 22,461	\$ 8,800	\$ (13,661)
SPECIAL REVENUE FUNDS			
Comm.Development Block Grant Fund (2130)			
Increase appropriations in the Community Development Block Grant (CDBG) Housing Rehabilitation Loan Program (HRLP) by \$184,500 to fund four loans that were recently approved by the HHS Loan Committee. Funding for the requested appropriations will come from CDBG HRLP reserves.	\$ 184,500	\$ -	\$ (184,500)
Total Comm.Development Block Grant Fund (2130)	\$ 184,500	\$ -	\$ (184,500)
Federal Home Loan Program Fund (2140)			
Increase revenue and expenditure appropriations in the HOME ARP program by \$93,109. This amount represents the approved portion of HOME ARP Administration that has been made available to the City. Community Development will go to Council once full grant funding is approved to increase appropriations and approved realted contracts.	\$ 93,109	\$ 93,109	\$ -
Total Federal Home Loan Program Fund (2140)	\$ 93,109	\$ 93,109	\$ -
Streets Operating Fund (2400)			
Increase estimated revenue to transfer in unused project funds from the Streets Capital Fund (3400).	\$ -	\$ 63,827	\$ 63,827
Increase appropriations for additional Streets Fund contributions to the Parks & Recreation medians program by \$2,905 and forestry program by \$16,241 to align the Streets Fund budget with the adopted Parks & Recreation budget.	\$ 19,146	\$ -	\$ (19,146)
Total Streets Operating Fund (2400)	\$ 19,146	\$ 63,827	\$ 44,681
Transportation Development Fund (2420)			
Increase estimated revenues and appropriations for an additional FY22 Local Transportation Fund (LTF) allocation in the amount of \$15,232. SBCAG provided the revised apportionment for the FY22 allocation in the amount of \$93,977, which is higher than originally estimate of \$78,745.	\$ 15,232	\$ 15,232	\$ -
Total Transportation Development Fund (2420)	\$ 15,232	\$ 15,232	\$ -
County Library Fund (2500)			
Increase appropriations by \$5,839. With the addition of the Library On the Go Van, the Library Department is now paying vehicle maintenance and vehicle replacement costs. The Library requests a percentage of those expenditures be paid by the County Branch Libraries, based on service populaton, as the LOTG van services those locations as well.	\$ 5,839	\$ -	\$ (5,839)
Total County Library Fund (2500)	\$ 5,839	\$ -	\$ (5,839)
FEMA Disaster Fund (2707)			
Increase estimated revenue and appropriations for additional FEMA grant funding for staff time for the Westmont Road Storm Drain Rehabilitation Project.	\$ 5,330	\$ 5,330	\$ -
Total FEMA Disaster Fund (2707)	\$ 5,330	\$ 5,330	\$ -

SPECIAL REVENUE FUNDS (Continued)	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
Community Development Miscellaneous Grants Fund (2810)			
Increase revenue and expenditure appropriations in the Community Development Miscellaneous Grants Fund by \$542,517. The County of SB recently awarded the City a \$542,517 ESG-CV grant to help offset a portion of the cost of operating the Bridge Housing program. This is a Federal pass-through grant with revenue and expenditure to be realized in FY22.	\$ 542,517	\$ 542,517	\$ -
Total Community Development Miscellaneous Grants Fund (2810)	\$ 542,517	\$ 542,517	\$ -
Library Miscellaneous Grants Fund (2850)			
Increase estimated revenue and appropriations as the California State Library awarded the Library \$5,250 in grant funding to support the Book to Action program to encourage reading, discussion, and action on issues facing the community. The Library would like to request to appropriate the funds.	\$ 5,250	\$ 5,250	\$ -
The Library has been awarded \$1,500 by First 5 Santa Barbara County for early literacy work completed through Storywalks. The Library would like to request to appropriate the funds.	\$ 1,500	\$ 1,500	\$ -
The California State Library awarded the Library \$9,000 for the Zipbooks program to support additional access to material. The Library would like to request to appropriate the funds.	\$ 9,000	\$ 9,000	\$ -
The Library was awarded \$2,500 in LSTA grant funds to participate in Dia De Los Ninos, an initiative to support literacy for children of all backgrounds.	\$ 2,500	\$ 2,500	\$ -
The California State Library awarded the Library \$9,850 in grant funding to support lunch distribution and summer programming at the Library. The Library would like to request to appropriate the funds.	\$ 9,850	\$ 9,850	\$ -
Total Library Miscellaneous Grants Fund (2850)	\$ 28,100	\$ 28,100	\$ -
Parks and Recreation Miscellaneous Grants Fund (2860)			
Increase estimated revenue and appropriations to receive a miscellaneous grant for Rose Garden Improvements.	\$ 5,000	\$ 5,000	\$ -
Total Parks and Recreation Miscellaneous Grants Fund (2860)	\$ 5,000	\$ 5,000	\$ -
Streets Capital Fund (3400)			
Increase appropriations to transfer funds to the Streets Operating Fund (2400). This is needed to reimburse the Streets Operating Fund for unused project funds.	\$ 63,827	\$ -	\$ (63,827)
Increase appropriations to transfer out a combined total of \$11,371 from the Mission Creek Flood Control and Post Bridge Construction Monitoring projects in the Streets Capital Fund (3400) to the Anapamu Bridge Replacement project in the Measure A Capital Fund (3440) to cover approved contract services for the project. Reduce appropriations for each project as the two Streets Capital projects are now complete.	\$ 11,371	\$ -	\$ (11,371)
	\$ (11,371)	\$ -	\$ 11,371
Increase appropriations to transfer out \$10,000 from the Mission Creek Flood Control project in the Streets Capital Fund (3400) to the Gutierrez Street Bridge Replacement project in the Measure A Capital Fund (3440) to cover the approved contract services. Reduce appropriations as the Streets Capital account has available funds as the project is close to completion and has scope of work savings.	\$ 10,000	\$ -	\$ (10,000)
	\$ (10,000)	\$ -	\$ 10,000
Increase appropriations to transfer out \$4,262 from the Mission Creek Flood Control project in the Streets Capital Fund (3400) to the Montecito/Yanonali Bridge project in the Measure A Capital Fund (3440) to cover the approved contract services. Reduce appropriations as the Streets Capital account has available funds as the project is close to completion and has scope of work savings.	\$ 4,262	\$ -	\$ (4,262)
	\$ (4,262)	\$ -	\$ 4,262
Total Streets Capital Fund (3400)	\$ 63,827	\$ -	\$ (63,827)
Streets Grant Capital Fund (3410)			
Increase estimated revenues and appropriations by \$115,089 for federal grant funding for the environmental mitigation & monitoring of the De La Guerra bridge replacement project.	\$ 115,089	\$ 115,089	\$ -
Increase estimated revenues and appropriations to transfer in \$2,000 from the Mission Creek Flood Control project in the Measure A Capital Fund (3440) to the Habitat Restoration Mitigation project in the Streets Grant Capital Fund (3410) to cover additional monitoring and mitigation expenses that were previously approved.	\$ 2,000	\$ 2,000	\$ -
Total Streets Grant Capital Fund (3410)	\$ 117,089	\$ 117,089	\$ -

SPECIAL REVENUE FUNDS (Continued)	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
Measure A Capital Fund (3440)			
Increase estimated revenues and appropriations to transfer in \$11,371 from the Mission Creek Flood Control and Post Bridge Construction Monitoring projects in the Streets Capital Fund (3400) to the Anapamu Bridge Replacement project in the Measure A Capital Fund (3440) to cover approved contract services for the project.	\$ 11,371	\$ 11,371	\$ -
Increase estimated revenues and appropriations to transfer in \$10,000 from the Mission Creek Flood Control project in the Streets Capital Fund (3400) to the Gutierrez Street Bridge Replacement project in the Measure A Capital Fund (3440) to cover the approved contract services.	\$ 10,000	\$ 10,000	\$ -
Increase estimated revenues and appropriations to transfer in \$4,262 from the Mission Creek Flood Control project in the Streets Capital Fund (3400) to the Montecito/Yanonali Bridge project in the Measure A Capital Fund (3440) to cover approved contract costs for monitoring and mitigation.	\$ 4,262	\$ 4,262	\$ -
Increase appropriations to transfer out \$2,000 from the Mission Creek Flood Control project in the Measure A Capital Fund (3440) to the Habitat Restoration Mitigation project in the Streets Grant Capital Fund (3410) to cover additional monitoring and mitigation expenses that were previously approved. Reduce appropriations as the project in the Measure A Capital Fund has available funds as the project is close to completion and has scope of work savings.	\$ 2,000	\$ -	\$ (2,000)
	\$ (2,000)	\$ -	\$ 2,000
Total Measure A Capital Fund (3440)	\$ 25,633	\$ 25,633	\$ -
ENTERPRISE FUNDS			
Water Operating Fund (5000)			
Increase appropriations for an additional allocation to transfer \$98,056 from Water Distribution to the Fleet Replacement Fund (6410) to purchase two hybrid Ford F-150s for positions that were created in the recent Water re-organization. Vehicle purchases will be funded from reduced appropriations from salary savings in Water Distribution.	\$ 98,056	\$ -	\$ (98,056)
	\$ (98,056)	\$ -	\$ 98,056
Increase estimated revenue and appropriations for \$710,798 of State grant funding for unpaid water billings. Staff applied for funding via the California Water Arrearage Payment Program. The program is being applied to unpaid water charges on 1,107 accounts in arrears as of June 15, 2021.	\$ 710,798	\$ 710,798	\$ -
Total Water Operating Fund (5000)	\$ 710,798	\$ 710,798	\$ -
Downtown Parking Capital Fund (5310)			
Increase appropriations to transfer funds to the Downtown Parking Operating Fund (5300). This is needed to reimburse the Operating Fund for unused project funds.	\$ 656	\$ -	\$ (656)
Total Downtown Parking Capital Fund (5310)	\$ 656	\$ -	\$ (656)
Solid Waste Fund (5400)			
Payments to MarBorg Industries for waste hauling services is based on a percentage of solid waste rate revenue received. This year, because rate revenue is projected to be well above budget, the amount projected to be paid to MarBorg is currently projected to be above budget. This budget adjustment request increases the appropriation to pay MarBorg industries their contractual compensation, to be funded by increased estimated rate revenue.	\$ 1,000,000	\$ 1,000,000	\$ -
Total Solid Waste Fund (5400)	\$ 1,000,000	\$ 1,000,000	\$ -
Golf Course Fund (5600)			
Increase estimated revenue and appropriations as the golf course anticipates higher revenues and performance incentive costs.	\$ 230,000	\$ 230,000	\$ -
Total Golf Course Fund (5600)	\$ 230,000	\$ 230,000	\$ -
Airport Operating Fund (5700)			
Increase appropriations for a contract to perform all required inspections, testing, certification, preventative maintenance and repair on the fire suppression, monitoring and alarm systems as required by NFPA in six Airport building complexes.	\$ 125,000	\$ -	\$ (125,000)
Increase appropriations for contract security services inside terminal (non-badged) to monitor and control TSA security	\$ 60,000	\$ -	\$ (60,000)
Increase appropriations for unanticipated expenses related to recruitment, a law enforcement audit, and administrative support	\$ 135,000	\$ -	\$ (135,000)
Total Airport Operating Fund (5700)	\$ 320,000	\$ -	\$ (320,000)

ENTERPRISE FUNDS (Continued)	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
Airport Capital Fund (5710)			
Increase appropriations for the replacement of old 2-way radios at the Airport as part of a citywide replacement program	\$ 95,855	\$ -	\$ (95,855)
Total Airport Capital Fund (5710)	<u>\$ 95,855</u>	<u>\$ -</u>	<u>\$ (95,855)</u>
INTERNAL SERVICE FUNDS			
Fleet Maintenance Fund (6400)			
Appropriate \$30,000 to transfer from Fleet Maintenance Fund Reserves (6400) to the Fleet Replacement Fund (6410) to assist the Fire Department in purchasing their first electric truck, a Ford Lightning, to replace an existing Ford F-150 with high mileage. In order to achieve the 2035 net zero emissions goal, Fleet is encouraging electric vehicle purchases.	\$ 30,000	\$ -	\$ (30,000)
Total Fleet Maintenance Fund (6400)	<u>\$ 30,000</u>	<u>\$ -</u>	<u>\$ (30,000)</u>
Fleet Replacement Fund (6410)			
Increase estimated revenues and appropriations by \$30,000 from a transfer from Fleet Maintenance Fund Reserves (6400) to the Fleet Replacement Fund (6410) to assist the Fire Department in purchasing their first electric truck, a Ford Lightning, to replace an existing Ford F-150 with high mileage. In order to achieve the 2035 net zero emissions goal, Fleet is encouraging electric vehicle purchases.	\$ 30,000	\$ 30,000	\$ -
Increase estimated revenues and appropriations by \$98,056 from a transfer from Water Fund Reserves (5000) to the Fleet Replacement Fund (6410) to purchase two hybrid Ford F-150s for positions that were created in the recent Water re-organization. Vehicle purchases will be funded from salary savings in Water Distribution.	\$ 98,056	\$ 98,056	\$ -
Total Fleet Replacement Fund (6410)	<u>\$ 128,056</u>	<u>\$ 128,056</u>	<u>\$ -</u>
Energy Management Fund (6500)			
In December 2021, Council accepted a grant from the Governor's Office of Emergency Services for Power Resiliency Programs in the amount of \$169,000. The Final award amount was actually \$169,600.02. This adjustment request adjusts both the associated revenue and expenditure account by \$600.02.	\$ 600	\$ 600	\$ -
Total Energy Management Fund (6500)	<u>\$ 600</u>	<u>\$ 600</u>	<u>\$ -</u>