



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: March 1, 2022
TO: Mayor and Councilmembers
FROM: Accounting Division, Finance Department
SUBJECT: Fiscal Year 2022 Second 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 six months ended December 31, 2021;
- B. Accept the Fiscal Year 2022 Interim Financial Statements for the six months ended December 31, 2021; and
- C. Approve the proposed second quarter adjustments to Fiscal Year 2022 Appropriations and Estimated Revenues as detailed in the attached Schedule of Proposed Second 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 second 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 second 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-19, 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 Fund departments, staff 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 balanced budget by the end of the fiscal year.

The table below summarizes the General Fund revenue and expenditure budget, including actuals through the second quarter. The total adopted revenue budget is \$168.5 Million and the total adopted expenditure budget is \$169.5 Million, resulting in 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	Q2 Actuals	FY2022 Projection	Q2 Actuals Percent of Revised Budget
Revenues	\$168.5	\$169.6	\$89.4	\$177.2	52.7%
Expenditures	169.5	176.1	86.3	\$170.7	49.0%
Surplus/(Deficit)	(\$1.0)	(\$6.5)	\$3.1	\$6.5	

Staff is anticipating continued economic recovery from the impacts of COVID-19 that will likely result in additional sales tax and transient occupancy tax revenues compared to last fiscal year. Department revenues are projected to be lower by \$1 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 salary and fringe savings due to vacant positions.

Overall, staff is projecting an operating surplus in the General Fund of \$6.5 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 \$3.25 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 third-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 third-quarter report.

- ATTACHMENTS:**
1. Statement of Revenues and Expenditures Summary by Fund for the Six Months Ended December 31, 2021
 2. Fiscal Year 2022 Interim Financial Statements for the Six Months Ended December 31, 2021 (Narrative Analysis)
 3. Schedule of Proposed Second 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 Six Months Ended December 31, 2021 (50.0% 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	169,608,948	89,411,508	53,651	80,251,091	52.7%	71,497,660
Expenditures	<u>176,158,357</u>	<u>86,302,420</u>	<u>5,397,628</u>	84,458,309	52.1%	<u>81,189,105</u>
<i>Addition to / (use of) reserves</i>	<u>(6,549,409)</u>	<u>3,109,089</u>	<u>(5,451,279)</u>			<u>(9,691,445)</u>
SOLID WASTE FUND (page 9)						
Revenue	31,602,045	16,863,260	-	14,738,785	53.4%	14,804,720
Expenditures	<u>30,719,105</u>	<u>14,042,511</u>	<u>189,207</u>	16,487,387	46.3%	<u>13,508,149</u>
<i>Addition to / (use of) reserves</i>	<u>882,940</u>	<u>2,820,749</u>	<u>(189,207)</u>			<u>1,296,571</u>
WATER OPERATING FUND (page 10)						
Revenue	64,257,072	35,462,815	-	28,794,257	55.2%	34,003,213
Expenditures	<u>69,413,711</u>	<u>29,518,975</u>	<u>6,031,425</u>	33,863,310	51.2%	<u>29,088,492</u>
<i>Addition to / (use of) reserves</i>	<u>(5,156,639)</u>	<u>5,943,840</u>	<u>(6,031,425)</u>			<u>4,914,721</u>
WASTEWATER OPERATING FUND (page 11)						
Revenue	25,635,664	12,946,681	-	12,688,983	50.5%	12,263,681
Expenditures	<u>26,374,869</u>	<u>11,065,580</u>	<u>2,218,581</u>	13,090,709	50.4%	<u>9,261,797</u>
<i>Addition to / (use of) reserves</i>	<u>(739,205)</u>	<u>1,881,101</u>	<u>(2,218,581)</u>			<u>3,001,884</u>
DOWNTOWN PARKING FUND (page 12)						
Revenue	7,521,906	3,400,028	-	4,121,878	45.2%	2,324,815
Expenditures	<u>8,377,760</u>	<u>3,773,357</u>	<u>829,469</u>	3,774,934	54.9%	<u>4,526,929</u>
<i>Addition to / (use of) reserves</i>	<u>(855,854)</u>	<u>(373,329)</u>	<u>(829,469)</u>			<u>(2,202,114)</u>
AIRPORT OPERATING FUND (page 13)						
Revenue	27,465,652	12,447,360	-	15,018,292	45.3%	14,399,169
Expenditures	<u>28,721,445</u>	<u>12,501,998</u>	<u>2,663,720</u>	13,555,728	52.8%	<u>11,562,724</u>
<i>Addition to / (use of) reserves</i>	<u>(1,255,793)</u>	<u>(54,638)</u>	<u>(2,663,720)</u>			<u>2,836,445</u>
GOLF COURSE FUND (page 14)						
Revenue	3,385,220	1,976,789	-	1,408,431	58.4%	2,082,762
Expenditures	<u>3,107,696</u>	<u>1,390,733</u>	<u>1,423,402</u>	293,561	90.6%	<u>1,340,309</u>
<i>Addition to / (use of) reserves</i>	<u>277,524</u>	<u>586,056</u>	<u>(1,423,402)</u>			<u>742,453</u>
FACILITIES MANAGEMENT FUND (page 15)						
Revenue	6,647,183	3,050,426	-	3,596,757	45.9%	3,149,495
Expenditures	<u>7,272,791</u>	<u>3,177,251</u>	<u>481,025</u>	3,614,515	50.3%	<u>3,628,496</u>
<i>Addition to / (use of) reserves</i>	<u>(625,608)</u>	<u>(126,825)</u>	<u>(481,025)</u>			<u>(479,001)</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
Summary by Fund
For the Six Months Ended December 31, 2021 (50.0% 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	1,705,676	-	1,790,920	48.8%	1,761,739
Expenditures	<u>6,747,667</u>	<u>1,399,521</u>	<u>1,631,286</u>	3,716,860	44.9%	<u>1,517,855</u>
<i>Addition to / (use of) reserves</i>	<u>(3,251,071)</u>	<u>306,154</u>	<u>(1,631,286)</u>			<u>243,884</u>
FLEET MAINTENANCE FUND (page 17)						
Revenue	2,986,453	1,493,772	-	1,492,681	50.0%	1,471,353
Expenditures	<u>3,169,206</u>	<u>1,468,457</u>	<u>332,956</u>	1,367,792	56.8%	<u>1,356,790</u>
<i>Addition to / (use of) reserves</i>	<u>(182,753)</u>	<u>25,315</u>	<u>(332,956)</u>			<u>114,562</u>
SELF INSURANCE TRUST FUND (page 18)						
Revenue	10,404,522	4,898,261	-	5,506,261	47.1%	4,319,764
Expenditures	<u>10,438,418</u>	<u>5,533,571</u>	<u>155,407</u>	4,749,439	54.5%	<u>4,404,293</u>
<i>Addition to / (use of) reserves</i>	<u>(33,896)</u>	<u>(635,310)</u>	<u>(155,407)</u>			<u>(84,530)</u>
INFORMATION TECHNOLOGY FUND (page 19)						
Revenue	4,520,985	2,277,991	-	2,242,994	50.4%	1,930,321
Expenditures	<u>4,639,575</u>	<u>2,748,025</u>	<u>81,438</u>	1,810,112	61.0%	<u>2,265,772</u>
<i>Addition to / (use of) reserves</i>	<u>(118,590)</u>	<u>(470,033)</u>	<u>(81,438)</u>			<u>(335,451)</u>
WATERFRONT OPERATING FUND (page 20)						
Revenue	15,659,001	8,983,888	-	6,675,113	57.4%	7,814,625
Expenditures	<u>15,884,875</u>	<u>7,665,426</u>	<u>901,629</u>	7,317,819	53.9%	<u>7,985,036</u>
<i>Addition to / (use of) reserves</i>	<u>(225,874)</u>	<u>1,318,462</u>	<u>(901,629)</u>			<u>(170,411)</u>
SANTA BARBARA CLEAN ENERGY FUND (page 21)						
Revenue	12,523,116	1,428,751	-	11,094,364	11.4%	-
Expenditures	<u>10,222,025</u>	<u>1,151,872</u>	<u>55,845</u>	9,014,308	11.8%	<u>71,489</u>
<i>Addition to / (use of) reserves</i>	<u>2,301,090</u>	<u>276,879</u>	<u>(55,845)</u>			<u>(71,489)</u>
ENERGY MANAGEMENT FUND (page 22)						
Revenue	2,538,071	1,354,137	-	1,183,934	53.4%	1,205,083
Expenditures	<u>2,784,561</u>	<u>897,781</u>	<u>188,801</u>	1,697,978	39.0%	<u>721,271</u>
<i>Addition to / (use of) reserves</i>	<u>(246,490)</u>	<u>456,355</u>	<u>(188,801)</u>			<u>483,812</u>
TOTAL FOR ALL FUNDS						
Revenue	388,252,433	197,701,344	53,651	190,604,741	50.9%	173,028,400
Expenditures	<u>404,032,059</u>	<u>182,637,478</u>	<u>22,581,819</u>	198,812,762	50.8%	<u>172,428,507</u>
<i>Addition to / (use of) reserves</i>	<u>(15,779,626)</u>	<u>15,063,866</u>	<u>(22,635,470)</u>			<u>599,893</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 Six Months Ended December 31, 2021 (50.0% 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	14,591,000	8,648,045	62.8%	11,436,706	27.6%
Measure C Sales Tax	24,988,418	15,347,468	9,640,950	61.4%	12,077,308	27.1%
Property Taxes	42,347,386	14,417,238	27,930,148	34.0%	13,743,452	4.9%
Utility Users Tax	7,315,292	3,805,251	3,510,041	52.0%	3,656,786	4.1%
Transient Occupancy Tax	19,500,000	14,825,408	4,674,592	76.0%	8,041,528	84.4%
Business License	2,556,359	1,259,019	1,297,340	49.3%	1,118,171	12.6%
Cannabis Excise Tax	1,847,469	925,419	922,050	50.1%	845,317	9.5%
Real Property Transfer Tax	923,776	718,248	205,528	77.8%	539,928	33.0%
<i>Total Tax Revenues</i>	<u>122,717,745</u>	<u>65,889,050</u>	<u>56,828,695</u>	<u>53.7%</u>	<u>51,459,197</u>	<u>28.0%</u>
LICENSES & PERMITS						
Licenses & Permits	151,666	90,274	61,392	59.5%	88,608	1.9%
<i>Total</i>	<u>151,666</u>	<u>90,274</u>	<u>61,392</u>	<u>59.5%</u>	<u>88,608</u>	<u>1.9%</u>
FINES & FORFEITURES						
Police	2,468,500	1,467,804	1,000,696	59.5%	874,047	67.9%
Other Fines & Forfeitures	665,602	23,773	641,829	3.6%	25,812	-7.9%
<i>Total</i>	<u>3,134,102</u>	<u>1,491,577</u>	<u>1,642,525</u>	<u>47.6%</u>	<u>899,858</u>	<u>65.8%</u>
USE OF MONEY & PROPERTY						
Investment Income	312,661	174,488	138,173	55.8%	205,446	-15.1%
Rents & Concessions	1,008,355	391,354	617,001	38.8%	173,612	125.4%
<i>Total</i>	<u>1,321,016</u>	<u>565,842</u>	<u>755,174</u>	<u>42.8%</u>	<u>379,058</u>	<u>49.3%</u>
INTERGOVERNMENTAL						
Library	1,139,127	165,460	973,667	14.5%	681,233	-75.7%
Fire	1,528,000	625,004	902,996	40.9%	85,821	628.3%
Other Intergovernmental	1,014,487	324,509	689,978	32.0%	1,362,512	-76.2%
<i>Total</i>	<u>3,681,614</u>	<u>1,114,973</u>	<u>2,566,641</u>	<u>30.3%</u>	<u>2,129,566</u>	<u>-47.6%</u>
FEES & SERVICE CHARGES						
Community Development	5,555,380	3,878,013	1,677,367	69.8%	2,509,020	54.6%
Parks & Recreation	3,309,994	1,920,295	1,389,699	58.0%	992,409	93.5%
Other Service Charges	3,896,007	1,625,773	2,270,234	41.7%	1,427,062	13.9%
<i>Total</i>	<u>12,761,381</u>	<u>7,424,081</u>	<u>5,337,300</u>	<u>58.2%</u>	<u>4,928,491</u>	<u>50.6%</u>
OTHER REVENUES						
Interfund Charges & Reimbursement	11,001,907	4,946,606	6,055,301	45.0%	4,876,856	1.4%
Overhead Indirect Allocations	9,025,888	4,493,529	4,532,359	49.8%	4,307,645	4.3%
Interfund Transfers	1,810,258	947,058	863,200	52.3%	319,992	196.0%
Interfund Loans	24,140	12,070	12,070	50.0%	12,070	0.0%
Miscellaneous	132,692	358,286	(225,594)	270.0%	206,272	73.7%
Donations	139,709	44,789	94,920	32.1%	50,974	-12.1%
Franchise Fees	3,706,830	2,033,373	1,673,457	54.9%	1,839,072	10.6%
<i>Total</i>	<u>25,841,424</u>	<u>12,835,711</u>	<u>13,005,713</u>	<u>49.7%</u>	<u>11,612,882</u>	<u>10.5%</u>
<i>Subtotal Non-Tax Revenues</i>	<u>46,891,203</u>	<u>23,522,458</u>	<u>23,368,745</u>	<u>50.2%</u>	<u>20,038,463</u>	<u>17.4%</u>
TOTAL REVENUES	<u>169,608,948</u>	<u>89,411,508</u>	<u>80,197,440</u>	<u>52.7%</u>	<u>71,497,660</u>	<u>25.1%</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Six Months Ended December 31, 2021 (50.0% 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	456,097	-	519,878	46.7%	450,634
ARTS AND COMMUNITY PROMOTIONS	2,622,626	1,177,243	1,395,846	49,538	98.1%	1,430,984
<i>Total</i>	<u>3,598,600</u>	<u>1,633,339</u>	<u>1,395,846</u>	<u>569,415</u>	<u>84.2%</u>	<u>1,881,618</u>
<u>City Attorney</u>						
CITY ATTORNEY-ADMINISTRATION	1,550,969	501,325	556,339	493,305	68.2%	453,286
CITY ATTORNEY-ADVISORY	1,446,858	728,416	-	718,442	50.3%	668,978
CITY ATTORNEY-CIVIL LITIGATION	1,352,424	530,594	-	821,829	39.2%	652,606
CITY ATTORNEY-CODE ENFORCEMENT	460,595	245,969	-	214,625	53.4%	226,884
<i>Total</i>	<u>4,810,845</u>	<u>2,006,304</u>	<u>556,339</u>	<u>2,248,202</u>	<u>53.3%</u>	<u>2,001,754</u>
<u>Administration</u>						
CITY ADMINISTRATOR	2,567,516	992,631	128,338	1,446,547	43.7%	1,047,352
EMPLOYEE RELATIONS	344,138	115,950	81,701	146,488	57.4%	127,016
CITY TV	641,236	298,446	111,686	231,103	64.0%	259,631
CITY CLERK	1,075,004	369,597	12,626	692,782	35.6%	289,016
ELECTIONS	35,000	-	-	35,000	0.0%	7,018
<i>Total</i>	<u>4,662,894</u>	<u>1,776,624</u>	<u>334,351</u>	<u>2,551,920</u>	<u>45.3%</u>	<u>1,730,032</u>
<u>Human Resources</u>						
HUMAN RESOURCES	1,879,001	860,269	53,976	964,757	48.7%	780,265
EMPLOYEE DEVELOPMENT	44,447	2,708	-	41,739	6.1%	8,027
<i>Total</i>	<u>1,923,448</u>	<u>862,977</u>	<u>53,976</u>	<u>1,006,496</u>	<u>47.7%</u>	<u>788,292</u>
<u>Finance</u>						
ADMINISTRATION	362,842	211,069	53,321	98,453	72.9%	150,108
REVENUE & CASH MANAGEMENT	550,472	270,669	11,584	268,219	51.3%	245,240
CASHIERING & COLLECTION	618,100	291,894	-	326,206	47.2%	276,181
LICENSES & PERMITS	562,195	223,771	3,935	334,489	40.5%	221,578
BUDGET MANAGEMENT	546,104	281,030	-	265,075	51.5%	270,879
ACCOUNTING	1,032,004	486,885	56,669	488,450	52.7%	490,744
PAYROLL	472,293	248,729	-	223,563	52.7%	217,938
ACCOUNTS PAYABLE	260,466	134,828	-	125,639	51.8%	127,288
CITY BILLING & CUSTOMER SERVICE	774,094	302,157	2,548	469,389	39.4%	258,298
PURCHASING	873,018	431,921	158	440,938	49.5%	428,554
CENTRAL WAREHOUSE	234,511	118,718	-	115,793	50.6%	109,446
MAIL SERVICES	154,384	72,531	5,764	76,089	50.7%	74,347
<i>Total</i>	<u>6,440,482</u>	<u>3,074,201</u>	<u>133,980</u>	<u>3,232,301</u>	<u>49.8%</u>	<u>2,870,601</u>
TOTAL GENERAL GOVERNMENT	<u>21,436,270</u>	<u>9,353,444</u>	<u>2,474,491</u>	<u>9,608,334</u>	<u>55.2%</u>	<u>9,272,298</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Six Months Ended December 31, 2021 (50.0% of Fiscal Year)

	<u>Revised Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>YTD Expended and Encumbered</u>	<u>Previous YTD</u>
PUBLIC SAFETY						
<u>Police</u>						
CHIEF'S STAFF	(1,032,776)	926,686	19,852	(1,979,314)	-91.6%	416,167
BUSINESS OFFICE	727,247	270,081	4,927	452,240	37.8%	268,900
RECORDS BUREAU	1,995,696	881,082	2,359	1,112,256	44.3%	909,312
STRATEGIC OPERATIONS AND PERSONNEL	1,699,992	965,151	168,289	566,552	66.7%	989,027
PROPERTY ROOM	263,397	102,180	-	161,217	38.8%	130,980
TRAINING, RECRUITMENT AND WELLNESS	1,803,345	819,352	135,914	848,079	53.0%	577,928
RANGE AND EQUIPMENT	1,468,880	743,329	15,653	709,898	51.7%	642,369
COMMUNITY & MEDIA RELATIONS	500,694	186,309	-	314,385	37.2%	178,691
INFORMATION TECHNOLOGY/CRIME ANALYSIS	1,682,962	1,030,268	40,234	612,459	63.6%	953,555
CRIMINAL INVESTIGATIONS & INTERNAL OP'S	6,184,585	2,705,151	1,200	3,478,234	43.8%	2,927,380
CRIME LAB	161,786	78,682	-	83,104	48.6%	84,038
FIELD OPERATIONS DIVISION	21,515,335	9,417,148	4,037	12,094,150	43.8%	9,704,952
TRAFFIC	690,535	615,608	-	74,928	89.1%	285,407
SPECIAL EVENTS	577,248	444,761	2,790	129,697	77.5%	131,177
STREET CRIMES UNIT	1,334,643	642,277	-	692,365	48.1%	678,381
SPECIAL ENFORCEMENT TEAM	816,022	478,105	-	337,917	58.6%	535,804
PARKING AND STREET SWEEPING	377,057	188,237	-	188,820	49.9%	173,970
PARKING ENFORCEMENT	1,407,378	461,618	138,656	807,104	42.7%	634,057
COMBINED COMMUNICATIONS CENTER	3,004,092	1,690,883	-	1,313,209	56.3%	1,627,445
ANIMAL CONTROL	903,665	343,012	10,176	550,477	39.1%	340,088
<i>Total</i>	<u>46,081,784</u>	<u>22,989,920</u>	<u>544,087</u>	<u>22,547,777</u>	<u>51.1%</u>	<u>22,189,629</u>
<u>Fire</u>						
ADMINISTRATION	1,167,135	567,329	-	599,806	48.6%	516,811
EMERGENCY SERVICES AND PUBLIC ED	493,941	246,896	-	247,045	50.0%	223,115
PREVENTION	1,364,541	617,737	525	746,280	45.3%	714,618
WILDLAND FIRE MITIGATION PROGRAM	549,627	122,295	11,227	416,105	24.3%	121,659
OPERATIONS	25,055,824	13,813,090	149,845	11,092,890	55.7%	13,957,597
TRAINING AND RECRUITMENT	821,690	327,476	-	494,213	39.9%	310,394
ARFF	2,847,019	1,550,785	-	1,296,234	54.5%	1,432,717
<i>Total</i>	<u>32,299,777</u>	<u>17,245,608</u>	<u>161,596</u>	<u>14,892,572</u>	<u>53.9%</u>	<u>17,276,911</u>
TOTAL PUBLIC SAFETY	<u>78,381,561</u>	<u>40,235,528</u>	<u>705,683</u>	<u>37,440,349</u>	<u>52.2%</u>	<u>39,466,540</u>
PUBLIC WORKS						
<u>Public Works</u>						
ADMINISTRATION	1,425,256	629,065	18,990	777,201	45.5%	549,064
ENGINEERING SVCS	6,342,121	2,889,821	102,141	3,350,158	47.2%	2,803,048
PUBLIC RT OF WAY MGMT	1,810,855	793,568	40,901	976,386	46.1%	731,516
ENVIRONMENTAL PROGRAMS	996,355	336,560	81,767	578,028	42.0%	205,549
<i>Total</i>	<u>10,574,587</u>	<u>4,649,015</u>	<u>243,799</u>	<u>5,681,773</u>	<u>46.3%</u>	<u>4,289,177</u>
TOTAL PUBLIC WORKS	<u>10,574,587</u>	<u>4,649,015</u>	<u>243,799</u>	<u>5,681,773</u>	<u>46.3%</u>	<u>4,289,177</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Six Months Ended December 31, 2021 (50.0% 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	530,589	304,845	4,121	221,623	58.2%	297,787
FACILITIES & SPECIAL EVENTS	1,315,871	584,173	174,906	556,792	57.7%	453,323
YOUTH ACTIVITIES	1,412,918	663,405	1,810	747,703	47.1%	429,351
ACTIVE ADULTS	876,402	426,738	9,954	439,711	49.8%	350,911
AQUATICS	1,916,866	1,003,749	144,366	768,750	59.9%	965,247
SPORTS	681,063	320,802	22,597	337,665	50.4%	193,478
TENNIS	370,714	195,748	2,615	172,351	53.5%	160,498
NEIGHBORHOOD & OUTREACH SERV	1,104,618	491,608	10,938	602,072	45.5%	452,663
ADMINISTRATION	1,001,762	521,683	6,439	473,640	52.7%	458,103
PROJECT MANAGEMENT TEAM	719,048	250,096	52,969	415,983	42.1%	244,936
PARK OPERATIONS MANAGEMENT	826,514	312,153	14,178	500,183	39.5%	433,470
GROUND & FACILITIES MAINTENANCE	5,532,539	2,611,578	145,138	2,775,822	49.8%	2,602,019
FORESTRY	1,430,817	694,105	7,846	728,866	49.1%	657,826
BEACH MAINTENANCE	141,703	72,471	7,521	61,711	56.5%	32,495
MEDIANS PARKWAYS & CONTRACTS	565,570	251,199	92,932	221,439	60.8%	173,122
<i>Total</i>	<u>18,426,993</u>	<u>8,704,353</u>	<u>698,329</u>	<u>9,024,311</u>	<u>51.0%</u>	<u>7,905,228</u>
<u>Library</u>						
ADMINISTRATION	711,247	326,484	40,548	344,215	51.6%	286,762
CENTRAL LIBRARY	5,334,044	2,244,404	136,382	2,953,258	44.6%	1,961,663
EASTSIDE LIBRARY	354,477	151,933	5,669	196,875	44.5%	115,168
LIBRARY ON THE GO	117,343	48,224	-	69,119	41.1%	-
<i>Total</i>	<u>6,517,111</u>	<u>2,771,044</u>	<u>182,599</u>	<u>3,563,468</u>	<u>45.3%</u>	<u>2,363,593</u>
TOTAL COMMUNITY SERVICES	<u>24,944,104</u>	<u>11,475,397</u>	<u>880,928</u>	<u>12,587,779</u>	<u>49.5%</u>	<u>10,268,820</u>
COMMUNITY DEVELOPMENT						
<u>Community Development</u>						
ADMINISTRATION	1,526,055	700,157	28,953	796,946	47.8%	560,662
RENTAL HOUSING MEDIATION	284,959	148,350	-	136,609	52.1%	136,825
HUMAN SERVICES	1,035,172	348,360	515,941	170,871	83.5%	351,850
LONG RANGE PLAN & SPEC STUDY	1,025,531	522,261	323	502,947	51.0%	526,161
DEVEL & ENVIRONMENTAL REVIEW	1,618,900	752,270	22,904	843,726	47.9%	707,165
ZONING INFO & ENFORCEMENT	1,542,278	685,628	36,740	819,910	46.8%	708,906
DESIGN REV & HIST PRESERVATION	1,566,419	772,165	3,717	790,537	49.5%	652,044
BLDG INSP & CODE ENFORCEMENT	2,129,213	890,496	77,631	1,161,086	45.5%	831,080
RECORDS ARCHIVES & CLER SVCS	772,449	332,495	52,689	387,265	49.9%	328,577
BLDG COUNTER & PLAN REV SVCS	2,483,649	1,045,508	282,029	1,156,112	53.5%	1,106,486
<i>Total</i>	<u>13,984,624</u>	<u>6,197,688</u>	<u>1,020,927</u>	<u>6,766,009</u>	<u>51.6%</u>	<u>5,909,755</u>
TOTAL COMMUNITY DEVELOPMENT	<u>13,984,624</u>	<u>6,197,688</u>	<u>1,020,927</u>	<u>6,766,009</u>	<u>51.6%</u>	<u>5,909,755</u>

CITY OF SANTA BARBARA
General Fund
Interim Statement of Appropriations, Expenditures and Encumbrances
For the Six Months Ended December 31, 2021 (50.0% 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	28,425	71,800	149,843	40.1%	17,938
<i>Total</i>	<u>250,068</u>	<u>28,425</u>	<u>71,800</u>	<u>149,843</u>	<u>40.1%</u>	<u>17,938</u>
TOTAL SUSTAINABILITY AND RESILIENCE	<u>250,068</u>	<u>28,425</u>	<u>71,800</u>	<u>149,843</u>	<u>40.1%</u>	<u>17,938</u>
NON-DEPARTMENTAL						
<u>Non-Departmental</u>						
ANTICIPATED SALARY SAVINGS	(2,100,000)	-	-	(2,100,000)	0.0%	-
TRANSFERS OUT	2,713,725	1,536,214	-	1,177,512	56.6%	319,700
CAPITAL OUTLAY TRANSFER	25,788,418	12,826,709	-	12,961,709	49.7%	11,644,877
APPROP. RESERVE	185,000	-	-	185,000	0.0%	-
<i>Total</i>	<u>26,587,143</u>	<u>14,362,923</u>	<u>-</u>	<u>12,224,221</u>	<u>54.0%</u>	<u>11,964,576</u>
TOTAL NON-DEPARTMENTAL	<u>26,587,143</u>	<u>14,362,923</u>	<u>-</u>	<u>12,224,221</u>	<u>54.0%</u>	<u>11,964,576</u>
TOTAL EXPENDITURES	<u>176,158,357</u>	<u>86,302,420</u>	<u>5,397,628</u>	<u>84,458,309</u>	<u>52.1%</u>	<u>81,189,105</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 Six Months Ended December 31, 2021 (50.0% 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	112,029	-	120,971	48.1%	75,840
Expenditures	233,000	112,029	-	120,971	48.1%	75,840
<i>Revenue Less Expenditures</i>	-	-	-	-		-
CREEK RESTORATION/WATER QUALITY IMPRVMT						
Revenue	4,010,347	3,023,889	-	986,458	75.4%	3,265,440
Expenditures	4,335,949	1,726,044	524,688	2,085,217	51.9%	1,561,192
<i>Revenue Less Expenditures</i>	(325,602)	1,297,845	(524,688)	(1,098,759)		1,704,247
COMMUNITY DEVELOPMENT BLOCK GRANT						
Revenue	2,014,181	313,621	-	1,700,560	15.6%	756,245
Expenditures	2,514,258	576,220	1,026,367	911,671	63.7%	961,186
<i>Revenue Less Expenditures</i>	(500,077)	(262,600)	(1,026,367)	788,889		(204,941)
COUNTY LIBRARY						
Revenue	1,073,708	2,310	-	1,071,398	0.2%	258,289
Expenditures	1,068,933	386,801	18,281	663,851	37.9%	369,528
<i>Revenue Less Expenditures</i>	4,775	(384,491)	(18,281)	407,547		(111,239)
STREETS FUND						
Revenue	12,243,914	6,327,106	-	5,916,808	51.7%	6,259,176
Expenditures	12,400,631	5,864,931	194,850	6,340,851	48.9%	5,606,471
<i>Revenue Less Expenditures</i>	(156,717)	462,176	(194,850)	(424,043)		652,705
MEASURE A FUND						
Revenue	4,055,709	2,190,455	-	1,865,254	54.0%	1,813,404
Expenditures	4,180,416	1,899,564	315,518	1,965,333	53.0%	1,584,763
<i>Revenue Less Expenditures</i>	(124,707)	290,891	(315,518)	(100,080)		228,640

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Six Months Ended December 31, 2021 (50.0% 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	15,939,442	-	15,327,153	51.0%	14,366,607
Other Fees & Charges	30,000	892,109	-	(862,109)	2973.7%	144,440
Investment Income	23,645	15,215	-	8,430	64.3%	15,725
Grants	23,570	23,211	-	359	98.5%	23,145
Miscellaneous	258,235	(6,718)	-	264,953	-2.6%	254,804
TOTAL REVENUES	<u>31,602,045</u>	<u>16,863,260</u>	<u>-</u>	<u>14,738,785</u>	<u>53.4%</u>	<u>14,804,720</u>
EXPENSES						
Salaries & Benefits	1,524,648	747,405	-	777,243	49.0%	642,909
Materials, Supplies & Services	27,443,925	13,205,772	167,301	14,070,853	48.7%	12,663,590
Special Projects	1,452,286	51,901	9,670	1,390,715	4.2%	23,260
Transfers-Out	50,000	25,000	-	25,000	50.0%	25,000
Capital Outlay Transfers	1,946	973	-	973	50.0%	104,025
Equipment	185,000	11,459	12,237	161,304	12.8%	49,366
Other	40,000	-	-	40,000	0.0%	-
Appropriated Reserve	21,300	-	-	21,300	0.0%	-
TOTAL EXPENSES	<u>30,719,105</u>	<u>14,042,511</u>	<u>189,207</u>	<u>16,487,387</u>	<u>46.3%</u>	<u>13,508,149</u>
<i>Revenue Less Expense</i>	<u>882,940</u>	<u>2,820,749</u>	<u>(189,207)</u>	<u>(1,748,602)</u>		<u>1,296,571</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Six Months Ended December 31, 2021 (50.0% 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	32,232,158	-	25,098,781	56.2%	31,116,849
Service Charges	208,765	164,140	-	44,625	78.6%	131,825
Cater JPA Treatment Charges	2,359,556	943,641	-	1,415,915	40.0%	1,314,089
Investment Income	684,620	336,994	-	347,626	49.2%	500,530
Reimbursements	3,310,043	1,195,543	-	2,114,500	36.1%	393,101
Miscellaneous	227,206	454,396	-	(227,190)	200.0%	266,876
Operating Transfers-In	135,943	135,943	-	-	100.0%	279,943
TOTAL REVENUES	<u>64,257,072</u>	<u>35,462,815</u>	<u>-</u>	<u>28,794,257</u>	<u>55.2%</u>	<u>34,003,213</u>
EXPENSES						
Salaries & Benefits	12,755,762	6,018,326	-	6,737,436	47.2%	5,745,135
Materials, Supplies & Services	17,729,372	6,186,857	5,617,708	5,924,806	66.6%	7,143,893
Special Projects	695,792	170,411	284,546	240,836	65.4%	105,642
Water Purchases	9,228,839	4,415,664	-	4,813,175	47.8%	3,931,878
Debt Service	9,190,636	5,469,967	-	3,720,669	59.5%	5,420,258
Capital Outlay Transfers	19,122,471	7,114,135	-	12,008,336	37.2%	6,604,611
Equipment	239,755	32,848	17,981	188,926	21.2%	36,781
Capitalized Fixed Assets	259,783	79,292	111,190	69,301	73.3%	70,136
Other	41,300	31,475	-	9,825	76.2%	30,159
Appropriated Reserve	150,000	-	-	150,000	0.0%	-
TOTAL EXPENSES	<u>69,413,711</u>	<u>29,518,975</u>	<u>6,031,425</u>	<u>33,863,310</u>	<u>51.2%</u>	<u>29,088,492</u>
<i>Revenue Less Expense</i>	<u>(5,156,639)</u>	<u>5,943,840</u>	<u>(6,031,425)</u>	<u>(5,069,054)</u>		<u>4,914,721</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 Six Months Ended December 31, 2021 (50.0% 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	12,619,422	-	12,250,069	50.7%	11,808,836
Fees	548,856	225,194	-	323,662	41.0%	143,773
Investment Income	151,245	67,093	-	84,152	44.4%	112,529
Rents & Concessions	61,072	30,536	-	30,536	50.0%	30,536
Miscellaneous	5,000	4,437	-	563	88.7%	16,500
Operating Transfers-In	-	-	-	-	0.0%	151,507
TOTAL REVENUES	<u>25,635,664</u>	<u>12,946,681</u>	<u>-</u>	<u>12,688,983</u>	<u>50.5%</u>	<u>12,263,681</u>
EXPENSES						
Salaries & Benefits	7,776,281	3,768,220	-	4,008,061	48.5%	3,800,373
Materials, Supplies & Services	9,047,278	3,894,436	1,924,169	3,228,673	64.3%	3,433,741
Special Projects	680,865	243,411	289,101	148,353	78.2%	175,875
Debt Service	3,558,338	600,166	-	2,958,172	16.9%	620,292
Capital Outlay Transfers	4,939,840	2,469,920	-	2,469,920	50.0%	1,150,549
Equipment	106,000	45,042	1,653	59,304	44.1%	29,175
Capitalized Fixed Assets	111,767	42,899	658	68,210	39.0%	50,307
Other	4,500	1,485	3,000	15	99.7%	1,485
Appropriated Reserve	150,000	-	-	150,000	0.0%	-
TOTAL EXPENSES	<u>26,374,869</u>	<u>11,065,580</u>	<u>2,218,581</u>	<u>13,090,709</u>	<u>50.4%</u>	<u>9,261,797</u>
<i>Revenue Less Expense</i>	<u>(739,205)</u>	<u>1,881,101</u>	<u>(2,218,581)</u>	<u>(401,726)</u>		<u>3,001,884</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 Six Months Ended December 31, 2021 (50.0% 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	470,564	-	279,436	62.7%	296,280
Parking Fees	5,541,456	2,241,326	-	3,300,130	40.4%	1,473,657
Other Fees & Charges	12,925	17,078	-	(4,153)	132.1%	7,618
Investment Income	53,545	14,220	-	39,325	26.6%	42,906
Rents & Concessions	136,820	81,880	-	54,940	59.8%	69,880
Miscellaneous	295,466	209,113	-	86,353	70.8%	143,627
Operating Transfers-In	731,694	365,847	-	365,847	50.0%	290,847
TOTAL REVENUES	7,521,906	3,400,028	-	4,121,878	45.2%	2,324,815
EXPENSES						
Salaries & Benefits	4,139,845	2,008,178	-	2,131,667	48.5%	1,973,315
Materials, Supplies & Services	3,449,178	1,458,835	534,346	1,455,997	57.8%	1,149,338
Special Projects	497,659	190,210	288,680	18,769	96.2%	281,981
Capital Outlay Transfers	226,425	113,213	-	113,213	50.0%	1,108,223
Equipment	54,653	2,921	6,444	45,289	17.1%	14,073
Appropriated Reserve	10,000	-	-	10,000	0.0%	-
TOTAL EXPENSES	8,377,760	3,773,357	829,469	3,774,934	54.9%	4,526,929
<i>Revenue Less Expense</i>	<u>(855,854)</u>	<u>(373,329)</u>	<u>(829,469)</u>	<u>346,944</u>		<u>(2,202,114)</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 Six Months Ended December 31, 2021 (50.0% 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	2,628,032	-	2,903,950	47.5%	2,534,968
Leases-Terminal	5,551,935	4,568,012	-	983,923	82.3%	1,601,098
Leases-Non-Commercial Aviation	4,562,386	2,482,837	-	2,079,549	54.4%	2,128,876
Leases-Commercial Aviation	5,121,457	2,524,375	-	2,597,082	49.3%	1,885,318
Investment Income	109,045	70,594	-	38,451	64.7%	73,377
Grants	6,344,534	-	-	6,344,534	0.0%	5,003,428
Service Charges	-	637	-	(637)	100.0%	-
Miscellaneous	119,196	47,755	-	71,441	40.1%	46,675
Operating Transfers-In	125,117	125,117	-	-	100.0%	1,125,428
TOTAL REVENUES	<u>27,465,652</u>	<u>12,447,360</u>	<u>-</u>	<u>15,018,292</u>	<u>45.3%</u>	<u>14,399,169</u>
EXPENSES						
Salaries & Benefits	9,136,921	4,357,947	-	4,778,975	47.7%	3,838,905
Materials, Supplies & Services	11,506,016	4,914,905	2,172,007	4,419,104	61.6%	4,102,846
Special Projects	2,241,696	252,889	449,171	1,539,636	31.3%	485
Transfer-Out	250,000	-	-	250,000	0.0%	289,350
Debt Service	1,555,750	777,875	-	777,875	50.0%	776,500
Capital Outlay Transfers	3,698,242	2,131,689	-	1,566,553	57.6%	2,486,648
Equipment	227,860	66,692	42,541	118,627	47.9%	67,990
Appropriated Reserve	104,959	-	-	104,959	0.0%	-
TOTAL EXPENSES	<u>28,721,445</u>	<u>12,501,998</u>	<u>2,663,720</u>	<u>13,555,728</u>	<u>52.8%</u>	<u>11,562,724</u>
<i>Revenue Less Expense</i>	<u>(1,255,793)</u>	<u>(54,638)</u>	<u>(2,663,720)</u>	<u>1,462,564</u>		<u>2,836,445</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 Six Months Ended December 31, 2021 (50.0% of Fiscal Year)

GOLF COURSE FUND

	<u>Revised Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Fees & Card Sales	3,169,264	1,882,013	-	1,287,251	59.4%	1,982,906
Investment Income	10,745	8,289	-	2,456	77.1%	7,587
Rents & Concessions	205,211	87,676	-	117,535	42.7%	84,011
Miscellaneous	-	(1,189)	-	1,189	100.0%	8,258
TOTAL REVENUES	<u>3,385,220</u>	<u>1,976,789</u>	<u>-</u>	<u>1,408,431</u>	<u>58.4%</u>	<u>2,082,762</u>
EXPENSES						
Salaries & Benefits	82,612	39,320	-	43,292	47.6%	33,518
Materials, Supplies & Services	2,773,018	1,246,095	1,423,402	103,522	96.3%	1,205,828
Debt Service	41,430	-	-	41,430	0.0%	-
Capital Outlay Transfers	210,636	105,318	-	105,318	50.0%	100,963
TOTAL EXPENSES	<u>3,107,696</u>	<u>1,390,733</u>	<u>1,423,402</u>	<u>293,561</u>	<u>90.6%</u>	<u>1,340,309</u>
<i>Revenue Less Expense</i>	<u>277,524</u>	<u>586,056</u>	<u>(1,423,402)</u>	<u>1,114,870</u>		<u>742,453</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 Six Months Ended December 31, 2021 (50.0% 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	1,543,952	-	1,543,950	50.0%	1,561,454
Work Orders - Bldg Maint.	3,548,781	1,504,872	-	2,043,909	42.4%	1,586,632
Miscellaneous	10,500	1,602	-	8,898	15.3%	1,409
TOTAL REVENUES	<u>6,647,183</u>	<u>3,050,426</u>	<u>-</u>	<u>3,596,757</u>	<u>45.9%</u>	<u>3,149,495</u>
EXPENSES						
Salaries & Benefits	4,438,079	1,968,874	-	2,469,204	44.4%	2,086,509
Materials, Supplies & Services	1,899,329	871,951	271,720	755,658	60.2%	776,857
Special Projects	363,120	95,516	209,305	58,299	83.9%	80,907
Capital Outlay Transfers	477,198	238,599	-	238,599	50.0%	678,281
Equipment	10,000	2,311	-	7,689	23.1%	5,943
Appropriated Reserve	85,065	-	-	85,065	0.0%	-
TOTAL EXPENSES	<u>7,272,791</u>	<u>3,177,251</u>	<u>481,025</u>	<u>3,614,515</u>	<u>50.3%</u>	<u>3,628,496</u>
<i>Revenue Less Expense</i>	<u>(625,608)</u>	<u>(126,825)</u>	<u>(481,025)</u>	<u>(17,758)</u>		<u>(479,001)</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Six Months Ended December 31, 2021 (50.0% 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	1,504,400	-	1,558,653	49.1%	1,480,931
Investment Income	168,561	61,138	-	107,423	36.3%	96,082
Rents & Concessions	123,982	59,801	-	64,181	48.2%	77,967
Miscellaneous	112,000	51,336	-	60,664	45.8%	106,758
Operating Transfers-In	29,000	29,000	-	-	100.0%	-
TOTAL REVENUES	<u>3,496,596</u>	<u>1,705,676</u>	<u>-</u>	<u>1,790,920</u>	<u>48.8%</u>	<u>1,761,739</u>
EXPENSES						
Salaries & Benefits	247,988	97,373	-	150,614	39.3%	116,134
Materials, Supplies & Services	19,553	8,742	-	10,811	44.7%	9,465
Special Projects	75,000	-	-	75,000	0.0%	-
Transfer-Out	-	-	-	-	0.0%	55,668
Capital Outlay Transfers	1,054,838	540,332	-	514,506	51.2%	46,690
Capitalized Fixed Assets	5,350,289	753,074	1,631,286	2,965,929	44.6%	1,289,899
TOTAL EXPENSES	<u>6,747,667</u>	<u>1,399,521</u>	<u>1,631,286</u>	<u>3,716,860</u>	<u>44.9%</u>	<u>1,517,855</u>
<i>Revenue Less Expense</i>	<u>(3,251,071)</u>	<u>306,154</u>	<u>(1,631,286)</u>	<u>(1,925,939)</u>		<u>243,884</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Six Months Ended December 31, 2021 (50.0% 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	1,454,004	-	1,467,449	49.8%	1,403,421
Reimbursements	5,000	2,500	-	2,500	50.0%	26,155
Miscellaneous	60,000	37,268	-	22,732	62.1%	41,777
TOTAL REVENUES	<u>2,986,453</u>	<u>1,493,772</u>	<u>-</u>	<u>1,492,681</u>	<u>50.0%</u>	<u>1,471,353</u>
EXPENSES						
Salaries & Benefits	1,646,976	748,627	-	898,349	45.5%	752,796
Materials, Supplies & Services	1,375,257	638,758	228,501	507,997	63.1%	584,332
Special Projects	147,205	36,850	70,958	39,397	73.2%	10,979
Debt Service	-	-	-	-	0.0%	7,290
Capital Outlay Transfers	31,934	30,467	-	1,467	95.4%	-
Equipment	7,147	764	-	6,383	10.7%	970
Capitalized Fixed Assets	46,488	12,991	33,497	-	100.0%	424
Appropriated Reserve	(85,800)	-	-	(85,800)	0.0%	-
TOTAL EXPENSES	<u>3,169,206</u>	<u>1,468,457</u>	<u>332,956</u>	<u>1,367,792</u>	<u>56.8%</u>	<u>1,356,790</u>
<i>Revenue Less Expense</i>	<u>(182,753)</u>	<u>25,315</u>	<u>(332,956)</u>	<u>124,889</u>		<u>114,562</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Six Months Ended December 31, 2021 (50.0% 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	2,046,526	-	3,010,267	40.5%	1,724,009
Workers' Compensation Premiums	4,219,100	2,082,050	-	2,137,050	49.3%	2,066,356
OSH Charges	290,230	145,115	-	145,115	50.0%	137,948
Unemployment Insurance Premium	277,529	138,765	-	138,764	50.0%	113,780
Investment Income	53,545	14,464	-	39,081	27.0%	39,217
Miscellaneous	-	1,930	-	(1,930)	100.0%	200,541
Operating Transfers-In	507,325	469,412	-	37,913	92.5%	37,913
TOTAL REVENUES	<u>10,404,522</u>	<u>4,898,261</u>	<u>-</u>	<u>5,506,261</u>	<u>47.1%</u>	<u>4,319,764</u>
EXPENSES						
Salaries & Benefits	744,822	392,395	-	352,427	52.7%	360,746
Materials, Supplies & Services	9,692,777	5,140,767	155,407	4,396,603	54.6%	4,043,547
Capital Outlay Transfers	818	409	-	409	50.0%	-
TOTAL EXPENSES	<u>10,438,418</u>	<u>5,533,571</u>	<u>155,407</u>	<u>4,749,439</u>	<u>54.5%</u>	<u>4,404,293</u>
<i>Revenue Less Expense</i>	<u>(33,896)</u>	<u>(635,310)</u>	<u>(155,407)</u>	<u>756,821</u>		<u>(84,530)</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 Six Months Ended December 31, 2021 (50.0% 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	2,242,991	-	2,242,994	50.0%	1,868,450
Operating Transfers-In	35,000	35,000	-	-	100.0%	61,871
TOTAL REVENUES	<u>4,520,985</u>	<u>2,277,991</u>	<u>-</u>	<u>2,242,994</u>	<u>50.4%</u>	<u>1,930,321</u>
EXPENSES						
Salaries & Benefits	2,877,470	1,254,176	-	1,623,294	43.6%	1,293,829
Materials, Supplies & Services	1,694,740	1,338,825	67,140	288,775	83.0%	834,177
Special Projects	21,091	9,382	14,116	(2,407)	111.4%	194
Capital Outlay Transfers	232,127	141,064	-	91,064	60.8%	134,103
Equipment	12,130	4,579	182	7,369	39.2%	3,469
Appropriated Reserve	(197,983)	-	-	(197,983)	0.0%	-
TOTAL EXPENSES	<u>4,639,575</u>	<u>2,748,025</u>	<u>81,438</u>	<u>1,810,112</u>	<u>61.0%</u>	<u>2,265,772</u>
<i>Revenue Less Expense</i>	<u>(118,590)</u>	<u>(470,033)</u>	<u>(81,438)</u>	<u>432,882</u>		<u>(335,451)</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 Six Months Ended December 31, 2021 (50.0% 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	1,246,856	-	603,144	67.4%	1,024,594
Leases - Food Service	2,795,000	1,840,009	-	954,991	65.8%	1,391,909
Slip Rental Fees	4,829,458	2,449,561	-	2,379,897	50.7%	2,368,215
Visitors Fees	649,459	467,340	-	182,119	72.0%	348,134
Slip Transfer Fees	1,200,000	722,100	-	477,900	60.2%	869,075
Parking Revenue	2,814,685	1,585,314	-	1,229,371	56.3%	1,235,546
Wharf Parking	180,000	143,135	-	36,865	79.5%	122,492
Other Fees & Charges	235,562	133,302	-	102,260	56.6%	117,166
Investment Income	89,945	48,396	-	41,549	53.8%	59,507
Rents & Concessions	385,000	207,947	-	177,053	54.0%	193,622
Miscellaneous	629,892	139,927	-	489,965	22.2%	84,366
TOTAL REVENUES	15,659,001	8,983,888	-	6,675,113	57.4%	7,814,625
EXPENSES						
Salaries & Benefits	7,710,675	3,825,270	-	3,885,405	49.6%	3,475,602
Materials, Supplies & Services	5,504,592	2,211,262	867,171	2,426,158	55.9%	2,064,845
Special Projects	233,348	87,185	195	145,969	37.4%	58,557
Debt Service	2,038,500	1,467,989	-	570,511	72.0%	1,469,709
Capital Outlay Transfers	109,414	54,707	-	54,707	50.0%	880,621
Equipment	132,428	17,501	19,416	95,511	27.9%	34,189
Capitalized Fixed Assets	53,544	-	13,847	39,697	25.9%	-
Other	2,375	1,513	1,000	(138)	105.8%	1,513
Appropriated Reserve	100,000	-	-	100,000	0.0%	-
TOTAL EXPENSES	15,884,875	7,665,426	901,629	7,317,819	53.9%	7,985,036
<i>Revenue Less Expense</i>	<u>(225,874)</u>	<u>1,318,462</u>	<u>(901,629)</u>	<u>(642,707)</u>		<u>(170,411)</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 Six Months Ended December 31, 2021 (50.0% 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	689,812	-	10,282,772	6.3%	-
Investment Income	-	73	-	(73)	100.0%	-
Operating Transfers-In	1,550,532	738,867	-	811,665	47.7%	-
TOTAL REVENUES	12,523,116	1,428,751	-	11,094,364	11.4%	-
EXPENSES						
Salaries & Benefits	152,590	64,388	-	88,202	42.2%	-
Materials, Supplies & Services	9,276,308	924,485	42,718	8,309,105	10.4%	7,489
Special Projects	744,127	162,999	13,127	568,001	23.7%	64,000
Other	49,000	-	-	49,000	0.0%	-
TOTAL EXPENSES	10,222,025	1,151,872	55,845	9,014,308	11.8%	71,489
<i>Revenue Less Expense</i>	<u>2,301,090</u>	<u>276,879</u>	<u>(55,845)</u>	<u>2,080,056</u>		<u>(71,489)</u>

CITY OF SANTA BARBARA
Interim Statement of Revenues and Expenditures
For the Six Months Ended December 31, 2021 (50.0% of Fiscal Year)

ENERGY MANAGEMENT FUND

	<u>Revised Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
REVENUES						
Service charges	2,369,071	1,184,535	-	1,184,536	50.0%	926,230
Grants	169,000	169,601	-	(601)	100.4%	-
Miscellaneous	-	1	-	(1)	100.0%	-
Operating Transfers-In	-	-	-	-	0.0%	278,853
TOTAL REVENUES	<u>2,538,071</u>	<u>1,354,137</u>	<u>-</u>	<u>1,183,934</u>	<u>53.4%</u>	<u>1,205,083</u>
EXPENSES						
Salaries & Benefits	619,869	252,943	-	366,926	40.8%	166,818
Materials, Supplies & Services	1,839,379	575,669	137,058	1,126,652	38.7%	484,643
Special Projects	145,774	6,665	51,744	87,365	40.1%	7,740
Debt Service	24,140	12,070	-	12,070	50.0%	12,070
Capital Outlay Transfers	100,870	50,435	-	50,435	50.0%	50,000
Equipment	4,000	-	-	4,000	0.0%	-
Capitalized Fixed Assets	169,000	-	-	169,000	0.0%	-
Appropriated Reserve	(118,471)	-	-	(118,471)	0.0%	-
TOTAL EXPENSES	<u>2,784,561</u>	<u>897,781</u>	<u>188,801</u>	<u>1,697,978</u>	<u>39.0%</u>	<u>721,271</u>
<i>Revenue Less Expense</i>	<u>(246,490)</u>	<u>456,355</u>	<u>(188,801)</u>	<u>(514,044)</u>		<u>483,812</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 Six Months Ended December 31, 2021 (50% of Year Elapsed)***

General Fund Revenues

The table below summarizes preliminary General Fund revenues for the six months ended December 31, 2021. For interim financial statement purposes, revenues are reported on a cash basis (i.e. when the funds are received). Each of these revenues below have unique cycles for collections, which may vary from other revenues, and which can cause fluctuations from previous years.

Summary of Revenues For the Six Months Ended December 31, 2021 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	\$14,417,238	\$ 41,587,997	\$ (759,389)	34%	\$13,743,452	5%
Sales & Use Tax	23,239,045	14,591,000	26,058,990	2,819,945	63%	11,436,706	28%
Measure C Sales Tax	24,988,418	15,347,468	27,381,162	2,392,744	61%	12,077,308	27%
TOT	19,500,000	14,825,408	22,676,493	3,176,493	76%	8,041,528	84%
UUT	7,315,292	3,805,251	7,610,033	294,741	52%	3,656,786	4%
Bus License	2,556,359	1,259,019	2,612,311	55,952	49%	1,118,171	13%
Cannabis Excise Tax	1,847,469	925,419	1,843,798	(3,671)	50%	845,317	9%
Prop Trans Tax	923,776	718,248	1,289,532	365,756	78%	539,928	33%
Total Taxes	\$122,717,745	\$65,889,050	131,060,316	8,342,571	54%	\$51,459,196	28%
License & Permits	151,666	90,274	151,666	-	60%	88,608	2%
Fines & Forfeitures	3,134,102	1,491,577	3,134,102	-	48%	899,858	66%
Franchise Fee	3,706,830	2,033,373	3,962,740	255,910	55%	1,839,072	11%
Use of Money & Property	1,321,016	565,842	1,321,016	-	43%	379,058	49%
Intergovernmental	3,681,614	1,114,973	3,681,614	-	30%	2,129,566	(48%)
Fee & Charges	12,761,381	7,424,081	11,727,979	(1,033,402)	58%	4,928,491	51%
Miscellaneous	22,134,594	10,802,338	22,134,594	-	49%	9,773,810	11%
Total Other	\$46,891,203	\$23,522,458	46,113,711	(777,492)	50%	\$20,038,463	17%
Total Before Budgeted Variances	\$169,608,948	\$89,411,508	177,174,027	7,565,079	53%	\$71,497,660	25%
Anticipated YE Var		-		-		-	
Total Revenues	\$169,608,948	\$89,411,508	\$ 177,174,027	\$ 7,565,079	53%	\$71,497,660	25%

**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 six 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.

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Property Tax

As of December 31, 2021, \$14.4 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%. 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 be below budget by approximately \$760,000 at yearend.

Sales Taxes

Sales tax revenue received to date is approximately \$14.6 Million. While representing six months of sales tax payments collected through December 31, 2021, on a cash basis; \$5.4 million of this represents sales prior to Fiscal Year 2022, 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 year end by over \$2.8 Million. Staff will continue to monitor this revenue closely.

Measure C Sales Taxes

Voters approved a one-cent Measure C sales tax in Fiscal Year 2018, which became effective April 1, 2018. Measure C sales tax revenue received to date is approximately \$15.3 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 \$2.4 Million by year end. Staff will be monitoring this revenue closely, as well.

Transient Occupancy Tax

Transient occupancy tax (TOT) revenue to date is \$14.8 Million, which is significantly higher than collections as of December last year, due to COVID-19. The local travel industry is now 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 Fiscal Year 2019 pre-pandemic rates. TOT revenues will likely be higher than budget by \$3.2 Million by yearend if demand continues to hold at the current rate.

Department Revenues

Departmental revenues comprise approximately \$32.8 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 in upcoming months and staff will provide more complete projections of all General Fund Revenues, as well.

Overall, departmental revenues are projected to end the year approximately \$1 Million below budget. The table below provides variances by department.

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SUMMARY OF DEPARTMENTAL REVENUES					
GENERAL FUND					
For the Six Months Ended December 31, 2021 Fiscal Year 2022					
Department	Revised Budget	YTD Actual		Projected Full Year	Projected vs. Budget
Mayor & Council	\$120,000	\$61,362	51%	120,000	0
City Attorney	331,302	86,115	26%	290,000	(41,302)
City Administrator	224,102	35,609	16%	215,072	(9,030)
Human Resources	-	-		-	0
Finance	527,931	94,372	18%	272,853	(255,078)
General Government	\$1,203,335	\$277,458	23%	897,925	(305,410)
Police	4,384,220	2,312,679	53%	3,822,351	(561,869)
Fire	6,175,064	1,805,958	29%	6,618,860	443,796
Public Safety	\$10,559,284	\$4,118,637	39%	10,441,211	(118,073)
Parks & Recreation	5,992,779	3,092,293	52%	6,033,552	40,773
Library	1,246,127	195,493	16%	1,190,048	(56,079)
Community Services	\$7,238,906	\$3,287,786	45%	7,223,600	(15,306)
Public Works	7,426,180	3,282,308	44%	6,651,951	(774,229)
Sustainability & Resiliency	100,000	-	0%	100,000	0
Community Development	6,264,728	4,044,562	65%	6,444,344	179,616
Total	\$32,792,433	\$15,010,751	46%	\$ 31,759,031	(1,033,402)
% of annual budget		45.8%		-3.2%	

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General Fund Expenditures

The table below summarizes the General Fund budget and year-to-date expenditures through December 31, 2021. The “Revised Budget” column represents the adopted budget, appropriation carryovers from the prior year, and any supplemental appropriations approved by the City Council in the current year.

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

In some cases, COVID-19 caused increased expenditures as the City has quickly pivoted in response to unprecedented impacts and potential threats of the pandemic. The FY2022 adopted budget included a number of targeted reduction plans designed to reduce the City’s overall expenditures. These targeted reductions were spread over departments in the General Fund and total \$6.8 Million. The first 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 \$176,158,356, of which \$86,302,421 has been spent as of December 31, 2021. The table below shows performance at department level.

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SUMMARY OF EXPENDITURES GENERAL FUND For the Six Months Ended December 31, 2021 Fiscal Year 2022							
Department	Revised Budget	YTD Actual	45%	Projected Full Year	YTD Variance Without Encumbrance	Encum- brance	Remaining Budget After Encumbrances
Mayor & Council	\$3,598,600	\$1,633,339	45%	3,511,748	\$1,965,261	\$1,395,846	\$569,415
City Attorney	4,810,845	2,006,304	42%	4,819,741	2,804,541	556,339	2,248,202
City Administrator	4,662,894	1,776,624	38%	4,332,050	2,886,270	334,351	2,551,919
Human Resources	1,923,448	862,977	45%	2,198,548	1,060,471	53,976	1,006,495
Finance	6,440,482	3,074,201	48%	6,176,587	3,366,281	133,980	3,232,301
General Government	\$21,436,269	\$9,353,445	44%	21,038,674	\$12,082,824	\$2,474,492	\$9,608,332
Police	46,081,784	22,989,920	50%	45,349,763	23,091,864	544,087	22,547,777
Fire	32,299,777	17,245,608	53%	32,370,536	15,054,169	161,596	14,892,573
Public Safety	\$78,381,561	\$40,235,528	51%	77,720,299	\$38,146,033	\$705,683	\$37,440,350
Parks & Recreation	18,426,993	8,704,353	47%	17,908,285	9,722,640	698,329	9,024,311
Library	6,517,111	2,771,044	43%	4,773,457	3,746,067	182,599	3,563,468
Community Services	\$24,944,104	\$11,475,397	46%	22,681,742	\$13,468,707	\$880,928	\$12,587,779
Public Works	10,574,587	4,649,015	44%	9,445,735	5,925,572	243,799	5,681,773
Sustainability & Resiliency	250,068	28,425	11%	179,586	81,235	71,800	149,843
Community Development	13,984,624	6,197,688	44%	13,027,123	7,786,936	1,020,927	6,766,009
Non-Departmental	26,587,143	14,362,923	54%	26,587,143	12,224,220	0	12,224,220
Total	\$176,158,356	\$86,302,421	49%	\$170,680,302	\$89,715,527	\$5,397,629	\$84,458,306
% of annual budget		49.0%			50.9%	3.1%	47.9%

Expenditure Analysis by General Fund

The General Fund Expenditure Budget for FY2022 was adopted at \$169,458,760, with an additional \$6,699,596 added as a result of carried over budget from FY2021 and any other council approved adjustments. 44% of the total budget, including Non-Departmental Expenditures, is appropriated to provide public safety services through the Police and Fire Departments. Community Services combines the City's Parks and Recreation and Library Departments, and comprises 14% of the total budget. General Government makes up 12% of the appropriations and is the total of all costs for Finance, City Administration, Mayor and Council, City Attorney, Human Resources, and City Clerk.

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

General Fund expenditures were \$86.3 Million as at December 31, 2021, representing 49.0% of the revised budget, with an additional \$5.4 Million (3.1%) encumbered.

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General Government actual spending of \$9.4 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 51% of the annual budget, with savings achieved from keeping a number of positions vacant.

The Police Department (PD) expended \$23.0 Million (50%) of its budget. Reduced staffing has resulted in increased overtime to cover staffing needs. The Department expects overtime costs to increase due to impacts of COVID-19 on staffing levels, necessitating implementation of an emergency schedule to meet minimum staffing requirements starting on January 8, 2022. Even with increased overtime expenditure, the department is saving in salary and benefits through continued vacancies, projecting salary savings of \$2.2 Million by the end of FY2022.

The ongoing officer staffing shortage has necessitated staffing reassignments and suspension of some programs until minimum staffing levels can be met. PD currently has 19 officer positions and 16 professional service positions open. 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 \$17.2 Million (53%) 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 \$11.5 Million, or 46% 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.

The Library Department spent \$2.8 Million, or 43% of its annual budget, during Second 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. 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 and Recreation Department had expenditures of \$8.7 Million (47% of annual budget). The Department continues to provide essential services, such as park maintenance to ensure community access to save 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

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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 \$4.6 Million (44% of annual budget) at Second 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 and Resilience Department (S&R) had expenditures of \$28,425 (11% 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 (\$71,800) 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 \$6.2 Million or 44% 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 current vacancy rate of approximately 20%. 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.

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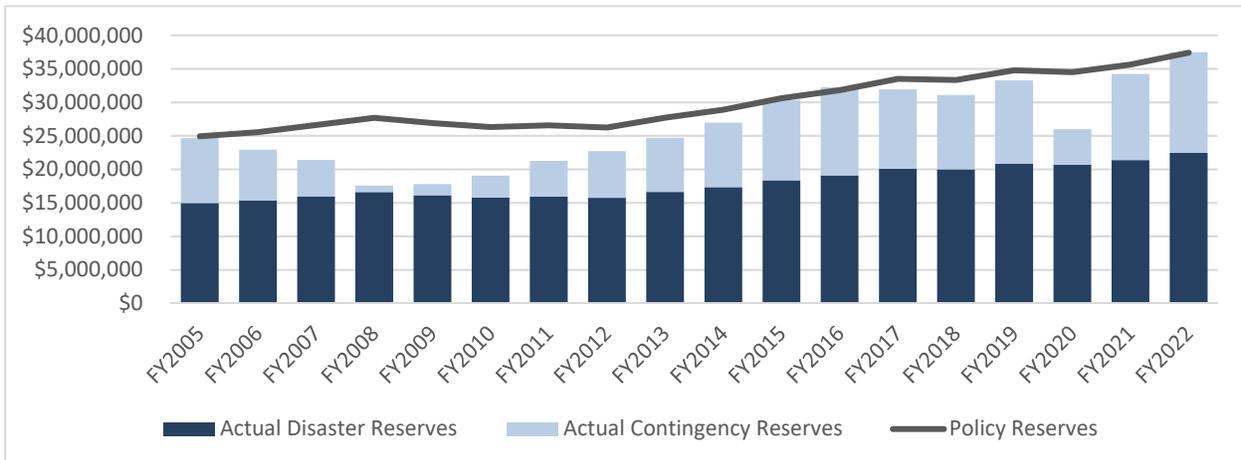
General Fund Reserves Projection:

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	FY2020	FY2021	FY2022	FY2022 vs FY2021
	Actual	Actual	Actual	Projected at Q2	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)	53,863	1,473,452
Actual Reserves	\$33,263,527	\$25,972,255	\$34,219,563	\$37,466,426	\$3,246,863
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	\$15,018,888	\$6,941,068

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 the first half 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.



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Enterprise Operating Fund Revenues and Expenses

Unlike the General Fund, which relies primarily on taxes to fund programs and services, Enterprise Fund operations is financed primarily from user fees and other non-tax revenues. The table below summarizes Enterprise Fund revenues and expenses through December 31, 2021, with a comparison to the current fiscal year budget and prior fiscal year expenses.

SUMMARY OF REVENUES & EXPENSES							
For the Six Months Ended December 31, 2021 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	\$31,602,045	\$16,863,260	33,666,320	53.4%	\$0	\$14,804,720	13.9%
Expenses	30,719,105	14,042,511	30,616,846	46%	189,207	13,508,149	4.0%
Add / (Use) Reserve	882,940	2,820,749	3,049,474		(189,207)	1,296,571	
Water Fund**							
Revenues	64,257,072	35,462,815	75,469,422	55%	0	34,003,213	4.3%
Expenses	69,413,711	29,518,975	67,272,562	43%	6,031,425	29,088,492	1.5%
Add / (Use) Reserve	(5,156,639)	5,943,840	8,196,860		(6,031,425)	4,914,721	
Wastewater Fund							
Revenues	25,635,664	12,946,681	25,613,694	51%	0	12,263,681	5.6%
Expenses	26,374,869	11,065,580	25,678,227	42%	2,218,581	9,261,797	19.5%
Add / (Use) Reserve	(739,205)	1,881,101	(64,533)		(2,218,581)	3,001,884	
Downtown Parking Fund							
Revenues	7,521,906	3,400,028	6,388,538	45%	0	2,324,815	46.2%
Expenses	8,377,760	3,773,357	7,862,680	45%	829,469	4,526,929	-16.6%
Add / (Use) Reserve	(855,854)	(373,329)	(1,474,142)		(829,469)	(2,202,114)	
Clean Energy Fund							
Revenues	12,523,116	1,428,751	14,459,144	11%	0	0	100.0%
Expenses	10,222,025	1,151,872	13,982,535	11%	55,845	71,489	1511.3%
Add / (Use) Reserve	2,301,091	276,879	476,609		(55,845)	(71,489)	
Airport Fund							
Revenues	27,465,652	12,447,360	30,459,302	45%	0	14,399,169	-13.6%
Expenses	28,721,445	12,501,998	27,827,880	44%	2,663,720	11,562,724	8.1%
Add / (Use) Reserve	(1,255,793)	(54,638)	2,631,422		(2,663,720)	2,836,445	
Golf Fund							
Revenues	3,385,220	1,976,789	3,531,891	58%	0	2,082,762	-5.1%
Expenses	3,107,696	1,390,733	3,107,696	45%	1,423,402	1,340,309	3.8%
Add / (Use) Reserve	277,524	586,056	424,195		(1,423,402)	742,453	
Waterfront Fund							
Revenues	15,659,001	8,983,888	15,770,000	57%	0	7,814,625	15.0%
Expenses	15,884,875	7,665,426	15,249,480	48%	901,629	7,985,036	-4.0%
Add / (Use) Reserve	(225,874)	1,318,462	520,520		(901,629)	(170,411)	

* The YTD Budget column has been calculated based on a 3-year average of collections for revenues, and of payments made for expenses through Dec 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 December 31, 2021. 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.

Solid Waste Fund

Solid Waste Revenues are \$16.9 Million at the end of Second Quarter, representing 53.4% of budget. Revenues include \$864,000 from the ReSource Center, which was generated by an excess in their Rate Stabilization Fund. According to the Master agreement, when there is excess money in the Rate Stabilization Fund, the County returns the surplus based on a percentage of material delivered by each member. Due to delays in construction, the Rate Stabilization Fund had an excess amount, of which the City of Santa Barbara received \$864,000. This disbursement is considered a one-time event and is unlikely to occur in future periods. In addition, the City expects to generate about \$1.2 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 \$14.0 Million and 46% of the budget. Staff turnover, specifically vacancies in Code Enforcement Officer and an Environmental Services Specialist, is expected to generate about \$51,000 in compensation savings by year end. The City expects to see an additional savings of \$42,000 over multiple line items, resulting in approximately \$102,000 savings by the end of FY2022.

Water Fund

Through the first six months of the fiscal year, Water Fund revenues have totaled approximately \$35.5 Million, or 55% of the adopted budget, which is on target with staff expectations. At mid-year, total revenue is ahead of budget as customer rate revenue, the Water Fund's primary Revenue source, is exceeding budget, which is a common trend at mid-year due to typically higher water demands in the summer months. In addition, the \$10 Million grant reimbursement is expected this year, and inter-agency water supply agreements are providing new revenue to the Water Fund, further improving the mid-year financial position.

Expenditures are below budget through the first half of the fiscal year, with \$29.5 Million (43% of annual budget), but many of the largest positive variances are due to the timing of invoice payments, items that will correct by year-end. When encumbrances are considered, expenditures are at 51% of budget, and staff anticipates budgetary savings at year-end.

Wastewater Fund

Overall, at mid-year, revenues are right on target at 51% of the annual budget (\$12.9 Million). Leading this trend is customer rate revenue, which makes up the majority of revenue for the Wastewater Fund. Other less significant revenue sources are trailing budget.

Expenditures are below budget at \$11.1 Million (42% of annual budget) at mid-year, mainly due to the timing of vendor and debt service payments in the supplies and services, transfers, debt service categories. Staff continues to cautiously spend financial resources as the City emerges from the pandemic and resumes more normal operations.

Downtown Parking Fund

At mid-year, revenues are at 45% of budget, or \$3.4 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 remain limited.

Expenditures came in at \$3.8 Million (45% of annual budget). A considerable amount of savings at first quarter is mainly due to large encumbrances in supplies and services for maintenance of the plaza and lots, as well as savings in Special Project lines for the PBIA assessment study, downtown maintenance contract, and Safe Parking Program that are expected to be fully spent by year end. 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 the second quarter of FY2022, with a total of \$1.4 Million (11% of annual budget) by December 31, 2021. Because of better than expected participation from rate payers, staff expects revenues of \$14.5 Million, about \$1.9 above budget, by year end. In addition, a \$2 Million General Fund loan has been available to cover startup costs. The loan is disbursed on an as-needed basis as costs occur. \$738,000 was disbursed from the loan to cover costs in the first six months of the year.

Expenditures for the Fund were \$1.2 Million at mid-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 year end. 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 remained open and operating 24/7 throughout the pandemic; although with significantly reduced activity at times. The Airport's mid-year FY2022 results reflected a better than anticipated recovery of service, with revenues coming in at \$12.4 Million (45% of annual budget). SBA's recovery, which is attributed to a strong leisure market, is leading a better than anticipated recovery and not experienced by all airports across the nation. In other lines of business, the Airport remained stable. None of SBA's commercial-industrial tenants have requested a deferral of rent, and private/corporate aviation remains consistently active.

Fortunately, Congress recognized early the devastating effects that the pandemic would have on most of the aviation industry. Santa Barbara Airport has been awarded \$19.3 Million in grant funding to support its revenue shortfalls; \$9.5 Million was received in Congress' first CARES Act relief package, another \$3.5 Million was approved on December 27, 2021 for the remainder of

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FY2021 from the CRRSAA Act. Approximately \$6.3 Million in ARPA grant was awarded to support the recovery in FY2022 and is expected to be reflected in airport revenues in the next quarter.

Expenditures were \$27.8 Million, or 44% of the annual budget. This includes savings due to unfilled vacancies and other related operating expenses across most programs. As vacancies persist and possibly increase with planned retirements and difficulties in the labor market, overtime costs have risen and may increase further to back fill these positions.

Golf Fund

Golf Fund Revenues are above budget at \$2.0 Million, or 58% of annual budget. Golf continues to maintain its popularity this year as a safe recreational activity during the ongoing COVID-19 pandemic. As a result, paid rounds are projected to achieve budget fiscal year with total rounds played at the Golf Course expected to exceed 63,000 this year, more than 3,000 above budget projection. Additionally, eased health restrictions have allowed for concessions revenues, which at mid-year totaled \$100,971, a 32% increase over pre-pandemic performance.

Expenditures were \$1.4 Million, or 45% of annual budget. Due to continued high use of the Course, the City anticipated the operator achieve its incentive fee for the second consecutive year, thus increasing overall expenditures for FY2022. Golf expects to meet its reduction targets by the end of FY2022 and end within budget.

Waterfront Fund

The COVID-19 pandemic continues to negatively impact Waterfront Department revenues through the second quarter of 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 \$9.0 Million (57.4% of annual budget) at mid-year. Slip permit transfer fees remain relatively strong, although down nearly 17% versus last year at the same time. Commercial leases at both Stearns Warf and the Harbor are up 22%, food service leases are up 32%, and parking revenues up 27% over the same time last year. The Fund currently expects to meet or exceed FY2022 budgeted revenues by year end.

Expenditures were \$7.7 Million, or 46% 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 \$635,000 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.

***Fiscal Year 2022 Interim Financial Statements
For the Six Months Ended December 31, 2021 (50% of Year Elapsed)***

Enterprise Operating Funds	FY2021 Policy Reserves	FY2021 Available Reserves	FY2022 Projected Add (Use) of Reserves	FY2022 Projected Available Reserves
Solid Waste	3,783,353	(195,791)	3,049,474	2,853,683
Water	31,423,570	4,220,266	8,196,860	12,417,126
Wastewater	10,008,561	1,125,749	(64,533)	1,061,216
Downtown Parking	2,391,028	503,670	(1,474,142)	(970,472)
Airport	6,729,550	3,664,829	2,631,422	6,296,251
Golf	932,147	619,710	424,195	1,043,905
Waterfront	3,535,456	1,375,070	520,520	1,895,590
Clean Energy	TBD	(2,789,132)	476,609	(2,312,523)

Current staff projections for Downtown Parking would result in using \$970,472 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 year-end 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 will build in these allocation increases into the FY2023 recommended budget and beyond.

City of Santa Barbara
Fiscal Year 2022 Financial Statements for the Six Months Ending December 31, 2021
Proposed Budget Adjustments

	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
GENERAL FUND (Fund 1000)			
Increase appropriation of \$39,000 from General Fund Reserves to cover the cost of City Hall security services through June 30, 2022.	\$ 39,000	\$ -	\$ (39,000)
Increase estimated revenue and appropriations for Mutual Aid activity that exceeded budgetary expectations.	\$ 100,000	\$ 100,000	\$ -
Total General Fund (1000)	\$ 139,000	\$ 100,000	\$ (39,000)
SPECIAL REVENUE FUNDS			
Library Miscellaneous Grants Fund (2850)			
Increase estimated revenue and appropriations as the Science Fiction and Fantasy Writers of America (SFWA) awarded the Library a \$2,735 grant to support book clubs and collections. The Library requests to appropriate the full grant amount and additional revenue.	\$ 2,735	\$ 2,735	\$ -
The Friends of the Library contribute funds annually to support Library programs, materials, and services. The Friends of the Library contribution in FY22 will be \$65,000 and the Library would like to request to appropriate the full amount.	\$ 65,000	\$ -	\$ (65,000)
Increase estimated revenue and appropriations as the American Library Association awarded the Library an additional award of \$3,000 for another round of the Libraries Transforming Communities grant to support community connection and engagement. The Library requests to appropriate the funds. Funds will be used to purchase books and supplies for the program.	\$ 3,000	\$ 3,000	\$ -
Total Library Miscellaneous Grants Fund (2850)	\$ 70,735	\$ 5,735	\$ (65,000)
Parks and Recreation Miscellaneous Grants Fund (2860)			
Increase estimated revenue and appropriations to receive a grant from the Parma Park Trust.	\$ 103,087	\$ 103,087	\$ -
Total Parks and Recreation Miscellaneous Grants Fund (2860)	\$ 103,087	\$ 103,087	\$ -
ENTERPRISE FUNDS			
Solid Waste Fund (5400)			
Increase estimated revenue and appropriations as the City and Union Pacific have a standing MOU in which Union Pacific reimburses the City for work performed in the Union Pacific Right of Way. The reimbursements include specific homeless camp abatement related costs that have not been previously claimed by the City. This budget adjustment will increase appropriations for homeless camp abatement costs, to be funded from reimbursements from Union Pacific.	\$ 27,988	\$ 27,988	\$ -
Total Solid Waste Fund (5400)	\$ 27,988	\$ 27,988	\$ -
Golf Course Fund (5600)			
Increase estimated revenue and appropriations as the golf course anticipates higher revenues and performance incentive costs.	\$ 27,989	\$ 27,989	\$ -
Total Golf Course Fund (5600)	\$ 27,989	\$ 27,989	\$ -
Airport Operating Fund (5700)			
Increase appropriations to transfer \$300,000 from the Airport Operating Fund to Airport Capital Fund.	\$ 300,000	\$ -	\$ (300,000)
Reduce Appropriations from Airport Operating Fund for the 495 Fairview Hangar project.	\$ (300,000)	\$ -	\$ 300,000
Total Airport Operating Fund (5700)	\$ -	\$ -	\$ -

ENTERPRISE FUNDS (Continued)	Increase (Decrease) in Appropriations	Increase (Decrease) in Estimated Revenues	Addition to (Use of) Reserves
Airport Capital Fund (5710)			
Increase estimated revenue to transfer in \$300,000 from the Airport Operating Fund to Airport Capital Fund.	\$ -	\$ 300,000	\$ 300,000
Reduce appropriations from Airport Capital Fund for the General Western Aero Hangar Restoration project.	\$ (15,000)	\$ -	\$ 15,000
Increase appropriations to complete the 6190 Botello Remodel project.	\$ 100,000	\$ -	\$ (100,000)
Increase appropriations as the Airport seeks to create tenant signage guidelines that will create a more unified campus around the Airport, while also providing connection to the City's downtown sign standards.	\$ 20,000	\$ -	\$ (20,000)
Increase appropriations as additional funds needed for Parking Structure, Terminal Expansion bid project.	\$ 166,000	\$ -	\$ (166,000)
Increase appropriations for the 495 Fairview Roof Replacement project.	\$ 575,446	\$ -	\$ (575,446)
Increase appropriations for the Terminal Boiler and Air Conditioning System Replacement project.	\$ 100,000	\$ -	\$ (100,000)
Reduce appropriations for the Airline Lavatory Pretreatment Facility project.	\$ (596,297)	\$ -	\$ 596,297
Increase appropriations for the South Airfield Development project.	\$ 322,611	\$ -	\$ (322,611)
Increase appropriations for the Parking Revenue Control project.	\$ 500,000	\$ -	\$ (500,000)
Increase appropriations for LED upgrade of exterior lighting at the Santa Barbara Airport. Includes fixture replacement on the terminal, hangars, and parking lots and pole lights in the parking lots.	\$ 55,000	\$ -	\$ (55,000)
Increase appropriations of \$30K for Nursing Station & \$30K for Animal Relief Area.	\$ 60,000	\$ -	\$ (60,000)
Reduce appropriations for the Terminal Modular Building project due to excessive cost.	\$ (987,760)	\$ -	\$ 987,760
Total Airport Capital Fund (5710)	\$ 300,000	\$ 300,000	\$ -
Waterfront Operating Fund (5800)			
Increase appropriations to transfer \$312,031 from the Waterfront Operating Fund to Waterfront Capital Fund in an effort to true up the capital fund.	\$ 312,031	\$ -	\$ (312,031)
Increase appropriations to transfer \$15,407 from the Waterfront Operating Fund to the Harbor Preservation Fund in order to maintain \$2,000,000 in the Harbor Preservation Fund.	\$ 15,407	\$ -	\$ (15,407)
Total Waterfront Operating Fund (5800)	\$ 327,438	\$ -	\$ (327,438)
Waterfront Capital Fund (5810)			
Increase estimated revenues to receive \$312,031 from the Waterfront Operating Fund to Waterfront Capital Fund in an effort to true up the capital fund.	\$ -	\$ 312,031	\$ 312,031
Total Waterfront Capital Fund (5810)	\$ -	\$ 312,031	\$ 312,031
Waterfront Harbor Preservation Fund (5820)			
Increase estimated revenues to receive \$15,407 from the Waterfront Operating Fund to the Harbor Preservation Fund in order to maintain \$2,000,000 in the Harbor Preservation Fund.	\$ -	\$ 15,407	\$ 15,407
Total Waterfront Harbor Preservation Fund (5820)	\$ -	\$ 15,407	\$ 15,407

INTERNAL SERVICE FUNDS

Self Insurance Trust Fund (6100)

	<u>Increase (Decrease) in Appropriations</u>	<u>Increase (Decrease) in Estimated Revenues</u>	<u>Addition to (Use of) Reserves</u>
Increase appropriations for additional workers' compensation claim payments in FY2022 compared to the adopted budget.	\$ 500,000	\$ -	\$ (500,000)
Increase appropriations for additional general liability claim payments in FY2022 compared to the adopted budget.	\$ 400,000	\$ -	\$ (400,000)

Total Self Insurance Trust Fund (6100)

	<u>\$ 900,000</u>	<u>\$ -</u>	<u>\$ (900,000)</u>
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Energy Management Fund (6500)

Increase estimated revenue and appropriations as the California State Energy Commission recently awarded a grant to Santa Barbara MTD to create a planning and strategy document that eventually electrify medium-duty and heavy-duty MTD equipment. The City has entered into agreement with MTD to provide certain outreach and community engagement services as part of the grant project. Staff has found that the project is consistent with the City's Strategic Energy Plan. The budget adjustment request will add appropriations to cover outreach and engagement costs, to be funded from MTD's CEC grant.

	\$ 15,000	\$ 15,000	\$ -
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Total Energy Management Fund (6500)

	<u>\$ 15,000</u>	<u>\$ 15,000</u>	<u>\$ -</u>
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