



**CITY OF MARTINEZ**

**CITY COUNCIL AGENDA  
February 4, 2015**

**TO:** Mayor and City Council

**FROM:** Alan Shear, Acting City Manager

**SUBJECT:** Adopt a Resolution Amending the Fiscal Year 2014-15 Budget and Approving the Recommended Mid-Year Budget Adjustments

**DATE:** January 27, 2015

**RECOMMENDATION:**

Adopt a Resolution Amending the Fiscal Year 2014-15 Budget and Approving the Recommended Mid-Year Budget Adjustments.

**BACKGROUND:**

The City's Operating Budget is developed on a biennial basis and adopted by the City Council. The City Council approves any additional appropriations from the fund balance and any adjustments to the adopted biennial budget in excess of 1%. Per the budget document, these budget adjustments are presented to the City Council mid-year. All budgetary procedures conform to State regulations and Generally Accepted Accounting Principles (GAAP).

The City Council approved Resolution 062-13 adopting the 2013-15 Biennial Budget on June 19, 2013. Staff has completed a review of the first six months of the 2014-15 budget year, encompassing the General Fund, Special Revenue Funds, Internal Services Funds and Enterprise Funds. Staff presented and discussed the proposed mid-year budget adjustments with the Budget Subcommittee on January 27, 2015. The Subcommittee recommended forwarding the adjustments presented to the full Council for approval.

**General Fund**

The City began Fiscal Year 2014-15 with a balanced operating budget, with revenues equal to expenditures. On July 2, 2014, Council approved \$27,822 from Unassigned Fund Balance for a six month extension of the contract to rent 636 Ward Street. On November 5, 2014, Council approved allocating \$1,250,000 of Unassigned Fund Balance to be moved to Assigned Fund Balance, with \$250,000 to deferred maintenance and \$1,000,000 to CIP. In reviewing the year-to-date General Fund activity and projections, staff recommends amendments to both revenue and expenditures. These amendments include the following:

**Revenue Adjustments \$335,500**

Taxes: *Totaling \$215,000*

- Increase property tax by \$215,000 due to an increase in assessed valuation.

Intergovernmental: *Totaling \$75,000*

- Increase state mandate claims for reimbursements by \$75,000 as a result of funds received that were not expected in this year.

Charges for Services: *Totaling \$95,500*

- Increase public works inspection by \$50,000 based on actual fees received to date.
- Increase pool fees by \$45,500 based on usage.

Miscellaneous Revenue: *Totaling (\$50,000)*

- Decrease billboard ad revenue by \$50,000 due to trend.

These adjustments total an increase in revenue of \$335,500. Table 1 below shows these increases under the "Proposed Budget Revisions" column, along with year-to-date revenues for the first half of Fiscal Year 2014-15.

**Table 1**

	Mid-year 12/31/14	2014-15 Adopted Budget	Recommended Budget Adjustments	2014-15 Proposed Budget Revisions
<b>REVENUE</b>				
Taxes	\$ 6,435,534	\$ 16,511,001	\$ 215,000	\$ 16,726,001
Licenses, Permits & Fees	331,650	666,500		666,500
Fines & Forfeitures	144,370	365,000		365,000
Intergovernmental	312,219	505,800	75,000	580,800
Charges for Services	568,113	711,553	95,500	807,053
Use of Money & Property	38,528	146,196		146,196
Other Revenue	115,183	233,872	(50,000)	183,872
Transfers In		28,000		28,000
<b>TOTAL</b>	<b>\$ 7,945,597</b>	<b>\$ 19,167,922</b>	<b>\$ 335,500</b>	<b>\$ 19,503,422</b>

The General Fund's largest revenue source, property tax, was budgeted with an increase of 2% over what the City received in Fiscal Year 2013/14. The City's property tax consultant recently recommended increasing revenue another 3% to capture the increase in assessed valuation over Fiscal Year 2013/14. The City's second largest revenue source, sales tax and sales tax in-lieu, is expected to meet budget of \$4,100,000 for 2014/15. Sales tax was reduced in June with adjustments made to the Fiscal Year 2014/15 budget.

### ***Expenditure Adjustments \$208,500***

\$130,000 of the mid-year expenditure adjustments are for the increase in the City's liability premium due to a combination of a 7.7% increase in the insurance premium rate and costs related to the City's higher incidence of claims relative to the rest of the risk pool, and additional costs related to anticipated settlement of existing liability claims. The remaining \$78,500 is comprised of increased costs at the Rankin Aquatic Center, the library, and consultant expense for filing state mandate reimbursable claims on the City's behalf. The following lists the expenditure adjustments, by department:

#### Nondepartmental: *Totaling \$23,000*

- Increase by \$23,000 for consultant costs for state mandate reimbursable claims.

#### Administrative Services: *Totaling \$10,000*

- Increase by \$10,000 for liability insurance.

#### Public Works: *Totaling \$62,000*

- Increase by \$10,000 for cost increase at the library for maintenance.
- Increase by \$35,000 for unmet liability costs due to claims against the City.
- Increase of \$17,000 for liability insurance.

#### Police: *Totaling \$49,300*

- Increase of \$49,300 for liability insurance.

#### Community Development: *Totaling \$64,200*

- Increase the swimming pool by \$21,200 for repairs associated with the heating and pump system. \$5,500; utilities \$6,000; staffing \$9,700;
- Additional increase in the swimming pool budget by \$24,300; safety lighting \$1,700; fiberglass doors for chemical room \$7,600; safety netting for play structure \$10,000 contractor for pool maintenance \$5,000.
- Increase of \$18,700 for liability insurance.

These adjustments total an increase of \$208,500 to expenditures, shown below in Table 2 under "Proposed Budget Revisions," along with actual expenditures for the first half of Fiscal Year 2014-15.

**Table 2**

	<b>Mid-year 12/31/14</b>	<b>2014-15 Adopted Budget</b>	<b>Recommended Budget Adjustments</b>	<b>2014-15 Proposed Budget Revisions</b>
<b>EXPENDITURES</b>				
General Government	\$ 455,259	\$ 1,184,947		\$ 1,184,947
Non-Departmental	513,340	1,213,346	23,000	1,236,346
Admin Services	427,761	899,066	10,000	909,066
Public Works	1,753,116	3,834,113	62,000	3,896,113
Police	4,727,838	9,976,785	49,300	10,026,085
Community Development	1,127,094	2,131,281	64,200	2,195,481
Transfers Out	1,270,096	1,286,000		1,286,000
<b>TOTAL</b>	<b>\$ 10,274,504</b>	<b>\$ 20,525,538</b>	<b>\$ 208,500</b>	<b>\$ 20,734,038</b>

As stated in the budget document, the City will exercise prudent fiscal management by maintaining an adequate fund balance to protect the City in times of economic uncertainty or unforeseen circumstances. If mid-year budget adjustments are approved, the General Fund Unassigned Fund Balance is estimated to be approximately \$4.5 million at June 30, 2015.

***Revenue Adjustments to non-general fund***

Mitigation/Impact Fees: *Totaling \$240,000*

- Increase for fees collected at mid-year.
  - Traffic Mitigation: \$65,000
  - Park In-lieu: \$75,000
  - Cultural Facilities: \$50,000
  - Police Facilities: \$10,000
  - Park & Recreation: \$40,000

The Budget subcommittee also recommended transferring \$55,000 from the East Bay Regional Communications System Authority (EBRCSA) project, to the City Hall CIP project for security cameras.

**FISCAL IMPACT:**

The budget amendments to the General Fund will net an increase in Unassigned Fund Balance of \$127,000. The budget amendments to the Mitigation/Impact Fund will net an increase in the total Assigned Fund Balance of \$240,000. The budget amendment to transfer \$55,000 from the EBRCSA project will decrease the Assigned Fund Balance of Public Safety’s Special Revenue Fund and increase the Capital Improvement Fund for City Hall.

**ACTION:**

Motion to adopt a resolution authorizing mid-year budget adjustments for Fiscal Year 2014-15.

Attachments:

Resolution

Mid-Year 2014/15 Summary

RESOLUTION NO. -15

APPROVING THE GENERAL FUND MID-YEAR ADJUSTMENTS TO THE ADOPTED  
BIENNIAL BUDGET FOR THE 2014-2015 FISCAL YEAR

**WHEREAS**, on June 19, 2013, the City Council adopted the Biennial Budget for the City of Martinez for Fiscal Years 2013-14 and 2014-15; and

**WHEREAS**, at mid-year, it is necessary to amend the budget to update revenue projections and expenditures; and

**WHEREAS**, at mid-year, it is necessary to amend the budget to update adjustments to the General Fund, Mitigation/Impact Fund and Police Grant Fund; and

**WHEREAS**, those changes to the 2014-15 Fiscal Year Budget have been described, including their fiscal impact, in the attached staff report; and

**WHEREAS**, staff met with the Budget Subcommittee on January 27, 2015, and the Budget Subcommittee recommended forwarding the revisions to the 2014-15 Fiscal Year Budget to the full City Council; and

**WHEREAS**, as stated in the budget document, the City will exercise prudent fiscal management by maintaining an adequate fund balance to protect the City in times of economic uncertainty or unforeseen circumstances.

**NOW, THEREFORE, BE IT RESOLVED** that the City Council of the City of Martinez adopts the revisions to the 2014-15 Fiscal Year Budget as provided for in the attached staff report.

\* \* \* \* \*

**I HEREBY CERTIFY** that the foregoing is a true and correct copy of a resolution duly adopted by the City Council of the City of Martinez at a Regular Meeting of said Council held on the 4<sup>th</sup> day of February, 2015, by the following vote:

AYES:

NOES:

ABSENT:

RICHARD G. HERNANDEZ, CITY CLERK  
CITY OF MARTINEZ

## FISCAL YEAR 2014/15: ALL FUNDS SUMMARY

	Beginning Fund Balance 06-30-14	Budgeted Revenues & Transfers In 2014-15	Budgeted Expenditures & Transfers Out 2014-15	Ending Fund Balance 06-30-15
<b>General Fund - Unassigned</b>	\$ 5,720,878	\$ 19,211,604	\$ 20,525,538	\$ 4,406,944
<b>Enterprise Funds</b>				
Water System	17,960,943	10,620,900	14,642,346	13,939,497
Marina Services	(4,329,513)	197,664	330,118	(4,461,967)
Parking Services	1,363,728	422,000	461,005	1,324,723
Sub-total of Enterprise Funds	<u>14,995,158</u>	<u>11,240,564</u>	<u>15,433,469</u>	<u>10,802,253</u>
<b>Special Revenue Funds</b>				
Public Safety Grants	237,410	301,326	438,338	100,398
NPDES-Stormwater	544,843	492,800	466,871	570,772
Measure J - Local	897,896	437,000	975,752	359,144
Gas Tax	1,760,730	1,077,400	1,897,267	940,863
Housing Fund	350,361			350,361
Recycle Fund	370,138	41,153	284,491	126,800
PEG Access Fund	438,060	55,000	65,000	428,060
Lighting & Landscape	226,673	137,118	155,670	208,121
Mitigation/Impact Fees	2,171,418	44,700	449,530	1,766,588
Sub-total of Special Revenue	<u>6,997,529</u>	<u>2,586,497</u>	<u>4,732,919</u>	<u>4,851,107</u>
<b>Internal Service Funds</b>				
Equipment Replacement	956,585	916,472	1,128,586	744,471
Information Systems	579,745	455,255	508,906	526,094
Sub-total of Internal Service	<u>1,536,330</u>	<u>1,371,727</u>	<u>1,637,492</u>	<u>1,270,565</u>
<b>Debt Service Funds</b>				
2008 General Obligation Bond	1,127,736	1,468,326	1,444,763	1,151,299
Sub-total of Debt Service	<u>1,127,736</u>	<u>1,468,326</u>	<u>1,444,763</u>	<u>1,151,299</u>
<b>Capital Improvement Programs</b>	8,731,251	6,704,442	13,373,375	2,062,317
<b>Total - All Funds</b>	<u>\$ 39,108,882</u>	<u>\$ 42,583,160</u>	<u>\$ 57,147,556</u>	<u>\$ 24,544,485</u>

## MID-YEAR FY 2014/15: SUMMARY BY FUND TYPE

<b>REVENUE - By Fund Type</b>	<b>2014-15 Budget</b>	<b>Actual at 9/30/2014</b>	<b>Variance</b>	<b>% of Budget Realized</b>
General Fund	\$ 19,211,604	\$ 7,945,597	\$ 11,266,007	41.4%
Enterprise Funds	11,240,564	7,110,159	4,130,405	63.3%
Special Revenue Funds	2,586,497	1,829,406	757,091	70.7%
Internal Service Funds	1,371,727	660,967	710,760	48.2%
Debt Service Fund	1,468,326	953,804	514,522	65.0%
Capital Improvement Program	6,704,442	202,616	6,501,826	3.0%
<b>Total Revenues</b>	<b>\$ 42,583,160</b>	<b>\$ 18,702,549</b>	<b>\$ 23,880,611</b>	<b>43.9%</b>

<b>EXPENDITURES - By Fund Type</b>	<b>2014-15 Budget</b>	<b>Actual at 12/31/2014</b>	<b>Variance</b>	<b>% of Budget Realized</b>
General Fund	\$ 20,525,538	\$ 10,274,501	\$ 10,251,037	50.1%
Enterprise Funds	15,433,469	8,329,395	7,104,074	54.0%
Special Revenue Funds	4,732,919	716,407	4,016,512	15.1%
Internal Service Funds	1,637,492	733,755	903,737	44.8%
Debt Service Fund	1,444,763	880,481	564,282	60.9%
Capital Improvement Program	13,373,375	641,207	12,732,169	4.8%
<b>Total Expenditures</b>	<b>\$ 57,147,556</b>	<b>\$ 21,575,746</b>	<b>\$ 35,571,811</b>	<b>37.8%</b>

**Totals Include Transfers In and Transfers Out.**

## MID-YEAR FY 2014/15: REVENUES BY FUND

	2014-15 Budget	Actual at 12/31/2014	Variance	% of Budget Realized
<b>GENERAL FUND</b>				
Taxes	\$ 16,511,001	\$ 6,435,534	\$ 10,075,467	39.0%
License, permits & fees	666,500	331,650	334,850	49.8%
Fines & forfeitures	365,000	144,370	220,630	39.6%
Intergovernmental	505,800	312,219	193,581	61.7%
Charge for services	813,913	568,113	245,800	69.8%
Use of money & property	107,070	38,528	68,542	36.0%
Other revenue	214,320	115,183	99,137	53.7%
Transfers	28,000		28,000	0.0%
<b>TOTAL GENERAL FUND REVENUE</b>	<b>19,211,604</b>	<b>7,945,597</b>	<b>11,266,007</b>	<b>41.4%</b>
<b>ENTERPRISE FUNDS</b>				
<b>Water System</b>				
Use of money & property	80,000	34,914	45,086	43.6%
Water sales & service	10,220,400	6,227,580	3,992,820	60.9%
Charges for services	278,500	508,981	(230,481)	182.8%
Other revenue	16,000	10,167	5,833	63.5%
Transfers	26,000	10,096	15,904	38.8%
<b>Total Water System Fund</b>	<b>10,620,900</b>	<b>6,791,738</b>	<b>3,829,162</b>	<b>63.9%</b>
<b>Marina</b>				
Taxes	10,800	6,154	4,646	57.0%
Use of money & property	186,864	51,087	135,777	27.3%
Other revenue		5	(5)	
<b>Total Marina Fund</b>	<b>197,664</b>	<b>57,246</b>	<b>140,418</b>	<b>29.0%</b>
<b>Parking Services</b>				
Taxes	53,000	29,122	23,878	54.9%
Charge for services	365,000	231,348	133,652	63.4%
Use of money & property	4,000	706	3,294	17.6%
Other revenue	0		0	
<b>Total Parking Services</b>	<b>422,000</b>	<b>261,176</b>	<b>160,824</b>	<b>61.9%</b>
<b>TOTAL ENTERPRISE FUND REVENUE</b>	<b>\$ 11,240,564</b>	<b>\$ 7,110,159</b>	<b>\$ 4,130,405</b>	<b>63.3%</b>
<b>SPECIAL REVENUE FUNDS</b>				
<b>Public Safety Grants</b>				
Fines, forfeits & penalties		435	(435)	
Intergovernmental	301,326	36,236	265,090	12.0%
Use of money & property		50	(50)	
Other Revenue		1,068	(1,068)	
<b>Total Police Grants</b>	<b>301,326</b>	<b>37,789</b>	<b>263,537</b>	<b>12.5%</b>

	<b>2014-15 Budget</b>	<b>Actual at 12/31/2014</b>	<b>Variance</b>	<b>% of Budget Realized</b>
<b>NPDES</b>				
Special Assessments	492,000	14,021	477,979	2.8%
Charges for Services		369	(369)	
Use of money & property	800	276	524	34.5%
Miscellaneous Revenue		248	(248)	
<b>Total NPDES</b>	<b>492,800</b>	<b>14,914</b>	<b>477,886</b>	<b>3.0%</b>
<b>Measure J - Local</b>				
Intergovernmental	415,000	937,746	(522,746)	226.0%
Charges for Services	20,000		20,000	0.0%
Use of money & property	2,000	479	1,521	23.9%
<b>Total Measure J - Local</b>	<b>437,000</b>	<b>938,225</b>	<b>(501,225)</b>	<b>214.7%</b>
<b>Gas Tax</b>				
Intergovernmental	1,076,300	452,279	624,021	42.0%
Use of money & property	1,100	926	174	84.2%
<b>Total Gas Tax</b>	<b>1,077,400</b>	<b>453,204</b>	<b>624,196</b>	<b>42.1%</b>
<b>Recycle</b>				
License, permits & fees	10,153	33	10,120	0.3%
Intergovernmental		9,853	(9,853)	
Charge for services	5,000	591	4,409	11.8%
Other Revenue	26,000	30,060	(4,060)	115.6%
<b>Total Recycle</b>	<b>41,153</b>	<b>40,537</b>	<b>616</b>	<b>98.5%</b>
<b>Lighting &amp; Landscape</b>				
Special Assessments	118,618	67,310	51,308	56.7%
Use of money & property	800	122	679	15.2%
Transfers In	17,700	17,700	0	100.0%
<b>Total Lightening &amp; Landscape</b>	<b>137,118</b>	<b>85,132</b>	<b>51,986</b>	<b>62.1%</b>
<b>Impact/ Mitigation Fees</b>				
Traffic Mitigation Fees	11,000	75,052	(64,052)	682.3%
Park In-Lieu Fees	6,000	64,477	(58,477)	1074.6%
Child Care Impact Fees	2,000	3,484	(1,484)	174.2%
Drainage Fees Zone 5	2,000	2,261	(261)	113.1%
Cultural Facilities Impact Fees	10,800	50,562	(39,762)	468.2%
Police Facilities Impact Fees	500	8,582	(8,082)	1716.3%
Park & Recreation Impact Fees	8,300	39,372	(31,072)	474.4%
Use of money & property	4,100	1,182	2,918	28.8%
<b>Total Impact/Mitigation Fees</b>	<b>44,700</b>	<b>244,972</b>	<b>(200,272)</b>	<b>548.0%</b>
<b>PEG Access</b>				
Other revenue	55,000	14,633	40,367	26.6%
<b>Total PEG Access</b>	<b>55,000</b>	<b>14,633</b>	<b>40,367</b>	<b>26.6%</b>
<b>TOTAL SPECIAL REVENUE FUND REVENUE</b>	<b>\$ 2,586,497</b>	<b>\$ 1,829,406</b>	<b>\$ 757,091</b>	<b>70.7%</b>

	<u>2014-15 Budget</u>	<u>Actual at 12/31/2014</u>	<u>Variance</u>	<u>% of Budget Realized</u>
<b>INTERNAL SERVICE FUNDS</b>				
<b>Equipment Replacement</b>				
Charge for services	894,472	425,789	468,683	47.6%
Use of money & property	21,500	5,117	16,383	23.8%
Other revenue	500	912	(412)	182.4%
<b>Total Equipment Replacement</b>	<u>916,472</u>	<u>431,818</u>	<u>484,654</u>	<u>47.1%</u>
<b>Information Systems</b>				
Charge for services	432,855	218,170	214,685	50.4%
Technology Fee	19,400	10,022	9,378	51.7%
Use of money & property	2,500	320	2,180	12.8%
Other revenue	500	637	(137)	127.4%
<b>Total Information Systems</b>	<u>455,255</u>	<u>229,149</u>	<u>226,106</u>	<u>50.3%</u>
<b>TOTAL INTERNAL SERVICE REVENUE</b>	<u>\$ 1,371,727</u>	<u>\$ 660,967</u>	<u>\$ 710,760</u>	<u>48.2%</u>
<b>DEBT SERVICE FUNDS</b>				
<b>General Debt Service</b>				
Special Assessments	1,467,326	953,636	513,690	65.0%
Use of money & property	1,000	169	831	16.9%
<b>TOTAL DEBT SERVICE REVENUE</b>	<u>\$ 1,468,326</u>	<u>\$ 953,804</u>	<u>\$ 514,522</u>	<u>65.0%</u>
<b>CAPITAL IMPROVEMENT PROGRAM</b>				
Intergovernmental	4,080,442	67,828	4,012,614	1.7%
Use of money & property	5,000	138	4,862	2.8%
Other revenue	42,000	45,650	(3,650)	108.7%
Transfers In	2,577,000	89,000	2,488,000	3.5%
<b>TOTAL CIP REVENUE</b>	<u>6,704,442</u>	<u>202,616</u>	<u>6,501,826</u>	<u>3.0%</u>
<b>TOTAL REVENUES ALL FUNDS</b>	<u>\$ 42,583,160</u>	<u>\$ 18,702,549</u>	<u>\$ 23,880,611</u>	<u>43.9%</u>

## MID-YEAR FY 2014/15: EXPENDITURES BY FUND

	2014-15 Budget	Actual at 12/31/2014	Variance	% of Budget Realized
<b>GENERAL FUND</b>				
City Council	\$ 294,277	\$ 133,053	\$ 161,224	45.2%
City Clerk	209,235	80,266	128,969	38.4%
City Treasurer	18,889	8,924	9,965	47.2%
City Manager	458,046	155,926	302,120	34.0%
City Attorney	204,500	77,090	127,410	37.7%
<b>Total General Government Expenditures</b>	<b>1,184,947</b>	<b>455,259</b>	<b>729,688</b>	<b>38.4%</b>
General Services	136,316	58,883	77,433	43.2%
Franchise	15,600	80	15,520	0.5%
Contingencies	27,027	0	27,027	0.0%
Retiree Benefits	1,034,403	454,376	580,027	43.9%
<b>Total Non-departmental Expenditures</b>	<b>1,213,346</b>	<b>513,340</b>	<b>700,006</b>	<b>42.3%</b>
Administration	236,717	117,296	119,421	49.6%
Personnel	175,234	77,896	97,338	44.5%
Finance	487,115	232,569	254,546	47.7%
<b>Total Administrative Services Expenditures</b>	<b>899,066</b>	<b>427,761</b>	<b>471,305</b>	<b>47.6%</b>
Inspection	746,402	403,919	342,483	54.1%
Traffic Control Maintenance	141,285	43,462	97,823	30.8%
Street Lighting	335,531	104,707	230,824	31.2%
Parks/Grounds Maintenance	1,448,521	756,008	692,513	52.2%
Cemetery Maintenance	3,450	664	2,786	19.3%
Open Space Maintenance	142,838	57,178	85,660	40.0%
Public Facilities Maintenance	205,144	107,250	97,894	52.3%
Maintenance Services	810,942	279,926	531,016	34.5%
<b>Total Public Works Expenditures</b>	<b>3,834,113</b>	<b>1,753,116</b>	<b>2,080,997</b>	<b>45.7%</b>
Police Administration	1,363,756	582,289	781,467	42.7%
Investigative Services	1,062,811	656,732	406,079	61.8%
Support Services	1,470,875	746,967	723,908	50.8%
Traffic Enforcement	170,517	104,832	65,685	61.5%
Patrol Bureau	5,884,576	2,625,998	3,258,578	44.6%
Emergency Services	24,250	11,020	13,230	45.4%
<b>Total Police Department Expenditures</b>	<b>9,976,785</b>	<b>4,727,838</b>	<b>5,248,947</b>	<b>47.4%</b>
Community Development	2,350	1,117	1,233	47.5%
Economic Development	296,250	91,771	204,479	31.0%
Planning	442,612	220,837	221,775	49.9%
Engineering	282,200	209,577	72,623	74.3%
Community Services Administration	368,858	186,685	182,173	50.6%
Cultural & Arts	65,123	35,650	29,473	54.7%
General Recreation	40,761	22,187	18,574	54.4%
Municipal Swimming Pool	235,689	174,695	60,994	74.1%
Amphitheatre	16,130	5,872	10,258	36.4%
Day Care	12,688	12,414	274	97.8%
Sports Programs	53,610	10,683	42,927	19.9%
Senior Center Programs	303,497	150,208	153,289	49.5%
Alzheimer Respite	11,513	5,398	6,115	46.9%
<b>Total Community Development</b>	<b>2,131,281</b>	<b>1,127,094</b>	<b>1,004,187</b>	<b>52.9%</b>
<b>Total General Fund Operating</b>	<b>19,239,538</b>	<b>9,004,406</b>	<b>10,235,132</b>	<b>46.8%</b>
Transfers Out	1,286,000	1,270,096	15,904	98.8%
<b>EXPENDITURES</b>	<b>\$ 20,525,538</b>	<b>\$ 10,274,501</b>	<b>\$ 10,251,037</b>	<b>50.1%</b>

	<u>2014-15 Budget</u>	<u>Actual at 12/31/2014</u>	<u>Variance</u>	<u>% of Budget Realized</u>
<b>ENTERPRISE FUNDS</b>				
<b>Water System</b>				
Water Administration	\$ 1,905,950	\$ 1,097,854	\$ 808,096	57.6%
Water Treatment	5,239,081	2,309,860	2,929,221	44.1%
Water Distribution	1,999,031	952,250	1,046,781	47.6%
Capital Improvement Program	4,346,300	2,846,300	1,500,000	65.5%
Debt Service	1,151,984	997,264	154,720	86.6%
<b>Total Water System</b>	<u>14,642,346</u>	<u>8,203,528</u>	<u>6,438,818</u>	<u>56.0%</u>
<b>Marina</b>				
Administration	53,877	4,842	49,035	9.0%
Operations	31,423	12,183	19,240	38.8%
Capital Improvement Program	177,471		177,471	0.0%
Debt Service	67,347	67,347	0	100.0%
<b>Total Marina</b>	<u>330,118</u>	<u>84,371</u>	<u>245,747</u>	<u>25.6%</u>
<b>Parking Services</b>				
Parking Services	334,571	41,496	293,075	12.4%
Capital Projects	126,434		126,434	0.0%
<b>Total Parking Services</b>	<u>461,005</u>	<u>41,496</u>	<u>419,509</u>	<u>9.0%</u>
<b>TOTAL ENTERPRISE FUND EXPENDITURES</b>	<u><u>\$ 15,433,469</u></u>	<u><u>\$ 8,329,395</u></u>	<u><u>\$ 7,104,074</u></u>	<u><u>54.0%</u></u>

**SPECIAL REVENUE FUNDS**

**Public Safety Grants**

Police	\$ 167,997	\$ 51,813	\$ 116,184	30.8%
Capital Outlay	270,341	280	270,061	0.1%
<b>Total Public Safety</b>	<u>438,338</u>	<u>52,093</u>	<u>386,245</u>	<u>11.9%</u>

**NPDES**

Municipal Maintenance	251,439	103,686	147,754	41.2%
Agency Administration	189,732	73,841	115,891	38.9%
Transfers Out	25,700	700	25,000	2.7%
<b>Total NPDES</b>	<u>466,871</u>	<u>178,226</u>	<u>288,645</u>	<u>38.2%</u>

**Measure J**

Measure J - Local	217,752	55,491	162,261	25.5%
Transfers Out	758,000	0	758,000	0.0%
<b>Total Measure C</b>	<u>975,752</u>	<u>55,491</u>	<u>920,261</u>	<u>5.7%</u>

**Gas Tax**

Street Maintenance	273,804	80,414	193,390	29.4%
Arterial Maintenance	236,463	114,063	122,400	48.2%
Transfers Out	1,387,000	7,000	1,380,000	0.5%
<b>Total Gas Tax</b>	<u>1,897,267</u>	<u>201,477</u>	<u>1,695,790</u>	<u>10.6%</u>

**Recycle**

Administrative Services	135,116	45,472	89,644	33.7%
Capital Outlay	149,375	23,928	125,447	16.0%
<b>Total Recycle</b>	<u>284,491</u>	<u>69,400</u>	<u>215,091</u>	<u>24.4%</u>

	<u>2014-15 Budget</u>	<u>Actual at 12/31/2014</u>	<u>Variance</u>	<u>% of Budget Realized</u>
<b>Mitigation Fees</b>				
Community Development	35,530	11,125	24,405	31.3%
Transfer Out	414,000	89,000	325,000	21.5%
<b>Total Mitigation Fees</b>	<b>449,530</b>	<b>100,125</b>	<b>349,405</b>	<b>22.3%</b>
<b>Lighting &amp; Landscape</b>				
Community Development	155,670	57,495	98,175	36.9%
<b>Total Lighting &amp; Landscape</b>	<b>155,670</b>	<b>57,495</b>	<b>98,175</b>	<b>36.9%</b>
<b>PEG Access</b>				
Administrative Services	65,000	2,100	62,900	3.2%
<b>Total PEG Access</b>	<b>65,000</b>	<b>2,100</b>	<b>62,900</b>	<b>3.2%</b>
<b>TOTAL SPECIAL REVENUE EXPENDITURES</b>	<b>\$ 4,732,919</b>	<b>\$ 716,407</b>	<b>\$ 4,016,512</b>	<b>15.1%</b>

#### INTERNAL SERVICE FUNDS

<b>Equipment Replacement</b>				
Equipment Replacement	801,625	371,304	430,321	46.3%
Capital Outlay	326,961	132,650	194,311	40.6%
<b>Total Equipment Replacement</b>	<b>1,128,586</b>	<b>503,954</b>	<b>624,632</b>	<b>44.7%</b>
<b>Information Systems</b>				
Information Systems	463,606	225,744	237,862	48.7%
Capital Outlay	45,300	4,057	41,243	9.0%
<b>Total Information Systems</b>	<b>508,906</b>	<b>229,801</b>	<b>279,105</b>	<b>45.2%</b>
<b>TOTAL INTERNAL SERVICE EXPENDITURES</b>	<b>\$ 1,637,492</b>	<b>\$ 733,755</b>	<b>\$ 903,737</b>	<b>44.8%</b>

#### DEBT SERVICE

Debt Service 2008 GO	1,444,763	880,481	564,282	60.9%
<b>TOTAL DEBT SERVICE FUND EXPENDITURES</b>	<b>\$ 1,444,763</b>	<b>\$ 880,481</b>	<b>\$ 564,282</b>	<b>60.9%</b>

#### CAPITAL IMPROVEMENT PROGRAM

##### Drainage

Annual Storm Drain Project (C3008)	\$ 175,000		\$ 175,000	0.0%
Creek Channel Maintenance (3002)	140,482		140,482	0.0%
<b>Total Drainage</b>	<b>315,482</b>	<b>0</b>	<b>315,482</b>	<b>0.0%</b>

##### Public Buildings

Boys & Girls Club Bldg (C4009)	4,577		4,577	0.0%
Senior Center Improvements (C4008)	5,153	5,153	0	100.0%
City Hall (C4014)	91,994		91,994	0.0%
Old Train Depot (4007)	48,282		48,282	0.0%
<b>Total Public Buildings</b>	<b>150,006</b>	<b>5,153</b>	<b>144,853</b>	<b>3.4%</b>

	<u>2014-15 Budget</u>	<u>Actual at 12/31/2014</u>	<u>Variance</u>	<u>% of Budget Realized</u>
<b><u>Parks and Trails</u></b>				
Pier Improvements (C4010)	506		506	0.0%
Waterfront Road Open Space (C5002)	26,261		26,261	0.0%
Downtown Bicycle Project (C2006)	18,902		18,902	0.0%
Marina Vista Bicycle Project (C2009)	253,014	1,744	251,270	0.7%
Shell Ave Pedestrian/Bicycle Project (C2008)	274,168	54,488	219,680	19.9%
Mt. View Park (C5025)	200,000		200,000	0.0%
Alhambra Creek Plaza Improvements (C4006)	11,026		11,026	0.0%
<b>Total Parks and Trails</b>	<u>783,877</u>	<u>56,232</u>	<u>727,645</u>	<u>7.2%</u>
<b><u>Streets</u></b>				
Paving (C1044 & C1052)	2,540,514	38,976	2,501,538	1.5%
Beautification Projects (C1003)	32,065	24,680	7,385	77.0%
Downtown PDA Pavement (C1047)	1,268,765	54,012	1,214,753	4.3%
Alhambra Valley Road Sidewalk (C2007)	115,950	(17,428)	133,378	-15.0%
Energy Efficiency Lighting (LED)	63,167	2,185	60,982	3.5%
Handicap Access Program (C1010)	151,662	69,328	82,334	45.7%
Sidewalk Repair Project (C1040)	63,850		63,850	0.0%
Main Street Improvements (C1034)	56,846	2,142	54,704	3.8%
Downtown Tree Lighting (C1035)	17,752		17,752	0.0%
Court Street Overcrossing (C1045)	72,505		72,505	0.0%
Intermodal Phase III (C6006)	682,703	58,746	623,957	8.6%
Pacheco Transit Hub (C6009)	458,127	179,998	278,129	39.3%
Bus Stop Improvements (C6010)	4,628	5,393	(765)	116.5%
<b>Total Streets</b>	<u>5,528,535</u>	<u>418,033</u>	<u>5,110,502</u>	<u>7.6%</u>
<b><u>Traffic Signals</u></b>				
Alhambra Ave/C Street Signal (C1049)	275,000		275,000	0.0%
Pacheco/Arnold Dr Signal (1048)	400,000	10,349	389,651	2.6%
Muir/Center Signal Modification (C1050)	50,000		50,000	0.0%
<b>Total Traffic Signals</b>	<u>725,000</u>	<u>10,349</u>	<u>714,651</u>	<u>1.4%</u>
<b><u>Community Programs</u></b>				
General Plan (C4000)	73,418	12,849	60,569	17.5%
<b>Total Community Programs</b>	<u>73,418</u>	<u>12,849</u>	<u>60,569</u>	<u>17.5%</u>
<b><u>Measure H</u></b>				
Waterfront Park	3,448,353	19,049	3,429,304	0.6%
Hidden Lakes Park	1,800,000		1,800,000	0.0%
Cappy Rick/Nancy Boyd/Hidden Valley	1,642	19,049	(17,407)	1159.8%
Susana & Mt. View Parks	547,062	100,493	446,569	
<b>Total Measure H</b>	<u>5,797,057</u>	<u>138,591</u>	<u>5,658,467</u>	<u>2.4%</u>
<b>TOTAL CIP EXPENDITURES</b>	<u>\$ 13,373,375</u>	<u>\$ 641,207</u>	<u>\$ 12,732,169</u>	<u>4.8%</u>
<b>TOTAL EXPENDITURES ALL FUNDS</b>	<u>\$ 57,147,556</u>	<u>\$ 21,575,746</u>	<u>\$ 35,571,811</u>	<u>37.8%</u>

**MID-YEAR FY 2014/15:  
CHANGES OF FINANCIAL POSITION ALL FUNDS**

<b>Revenue</b>	<b>2014/15 Budget</b>	<b>Actual at 12/31/2014</b>	<b>Variance</b>	<b>% of Budget Realized</b>
Taxes	\$ 16,574,801	\$ 6,470,810	\$ 10,103,991	39.0%
Special Assessments	2,077,944	1,034,967	1,042,977	49.8%
Licenses & permits	676,653	331,683	344,970	49.0%
Fines, forfeits & penalties	365,000	144,805	220,195	39.7%
Intergovernmental	6,378,868	1,816,160	4,562,708	28.5%
Charges for services	2,829,140	1,963,383	865,757	69.4%
Developer Impact Fees	40,600	243,790	(203,190)	600.5%
Use of money & property	416,734	134,012	282,722	32.2%
Water Sales & Service	10,220,400	6,227,580	3,992,820	60.9%
Other Revenue	354,320	218,564	135,756	61.7%
Total Revenues	<u>39,934,460</u>	<u>18,585,753</u>	<u>21,348,707</u>	46.5%
<b>Expenditures</b>				
General Government	1,184,947	455,259	729,688	38.4%
Nondepartmental Services	1,213,346	513,340	700,006	42.3%
Administrative Services	1,757,463	729,062	1,028,401	41.5%
Public Works	4,962,699	2,257,070	2,705,629	45.5%
Police	10,415,123	4,779,931	5,635,192	45.9%
Community Development	3,491,671	1,623,207	1,868,464	46.5%
Water System	14,642,346	8,203,528	6,438,818	56.0%
Marina	330,118	84,371	245,747	25.6%
Parking Services	461,005	41,496	419,509	9.0%
Capital Improvement Program	13,373,375	641,207	12,732,169	4.8%
Debt Service	1,444,763	880,481	564,282	60.9%
Total Expenditures	<u>53,276,856</u>	<u>20,208,950</u>	<u>33,067,906</u>	37.9%
<b>Other Sources (Uses)</b>				
Operating Transfers In	2,648,700	116,796	2,531,904	4.4%
Operating Transfers Out	<u>(3,870,700)</u>	<u>(1,366,796)</u>	<u>(2,503,904)</u>	35.3%
Total Other Sources (Uses)	<u>(1,222,000)</u>	<u>(1,250,000)</u>	<u>28,000</u>	
Net	(14,564,396)	(2,873,197)	(11,691,199)	19.7%
Fund Balance Beginning of Year	<u>39,108,882</u>			
Fund Balance End of Year	<u><u>\$ 24,544,485</u></u>			