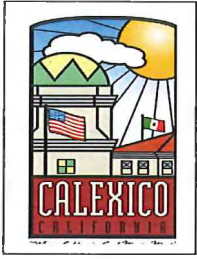


**AGENDA
ITEM**

14



AGENDA STAFF REPORT

DATE: April 20, 2023

TO: Mayor and City Council

APPROVED BY: Esperanza Colio Warren, City Manager 

PREPARED BY: Sandra L. Fonseca, Interim Finance Director 

SUBJECT: 2022-23 3rd Quarter Budget Status Report and Resolution to Amend Budget

=====

Recommendation:

It is recommended that the City Council receive a briefing on the 3rd Quarter 2022-23 Budget Status. A Budget Resolution is proposed to update the General Fund, Library Grants, and Measure D Debt Service Fund budgets. A status report on the ARPA Fund is also presented.

Background:

The City Council reaffirmed and updated the 2022-23 budget on August 10, 2022. The City Council received 1st and 2nd quarter budget status reports on November 17, 2022 and January 18, 2023 and amended the 2022-23 budget on each of those dates. A 3rd quarter budget report is provided at this time to continue monitoring budget compliance through the first nine months of the 2022-23 fiscal year. A 3rd Quarter budget amendment is proposed to update the General revenue projection to reflect current trends and to make corresponding adjustments to the General Fund expenditure plan. Additional adjustments are proposed to reflect additional State revenue in the Library Grant Fund and to reduce the Measure D debt service budget.

Discussion & Analysis:

2022-23 City-wide Year-to-Date Expenditures

The City has completed the third quarter of the 2022-23 fiscal year on track within its authorized expenditure trend. A summary of city-wide year-to-date expenditures by fund is presented in **Attachment A**.

AGENDA
ITEM

The General Fund has expended 69% of its budget through March 27, 2023, and is on track with its adopted budget. Other program expenditures outside of the General Fund are largely dependent upon the timing of capital projects. Including all funds and capital projects, the City has expended 20% of its adopted budget.

2022-23 General Fund Revenue

The City's total General Fund revenue projection has increased slightly by \$45,000 to \$19 million. Key revenue sources are discussed and updated as follows:

- Residual Property Tax Increment +\$35,000

The General Fund property tax budget was updated in the 2nd Quarter report to reflect the 2022-23 assessed property valuation and corresponding General Fund tax allocation. The Successor Agency share of the 2022-23 property tax is also now available. Tax Increment revenue in excess of the amounts needed to pay Successor Agency obligations is distributed by the County to the City's General Fund and other taxing entities as Residual Property Tax Increment. The annual revenue projection is increased by \$35,000.

- Sales Tax (-\$200,000)

The General Fund's actual six-month July to December 2022 sales tax results were 5% above the prior year comparable six-month results. However, the City's Sales Tax consultant, HDL, anticipates softening revenues for the second half of the fiscal year, from January to June 2023, and has dropped their annual projection to \$4.7 million, or approximately even with the prior fiscal year. Reductions were based upon trends in the autos & transportation, fuel & service station, restaurant, and County-wide pool sectors. However, the City anticipates some additional revenue from gasoline sales from a new retail point of sale opened in early 2023, which brings the potential that actual revenues will beat this revised budget projection. For conservative budget purposes, this midyear report adjusts the annual revenue projection downward by \$200,000 to match the HDL projection.

Separately, the Measure H year-to-date tax receipts are even with the prior year and are below the budget projection. The 2022-23 Measure H Fund budget includes a contingency reserve that will cushion the operating budget from this impact if this trend continues.

- Business License +\$30,000

The City's business license revenue is substantially received with license renewals each year in January. The current year results are \$30,000 favorable to budget.

- Cannabis Tax (-\$20,000)

Cannabis tax receipts continue to drop from prior year trends. The budget was decreased in the prior budget report by \$20,000 and is further decreased by another \$20,000 at this time, reflecting actual receipts from the 1st and 2nd quarters of the year. Only one operator is currently remitting quarterly taxes. The City Council has provided funding through the

1st Quarter budget resolution to support the City's Cannabis program monitoring and enforcement effort.

- Ambulance Fees (-100,000)

The Ambulance revenue projection was decreased by \$100,000 in the 2nd quarter budget report and is again decreased by another \$100,000 in the current report. The current \$800,000 annual revenue projection moves the program activity back to the pre-covid revenue level.

- Planning and Building Fees (+\$300,000)

The Planning and Building revenue budget is projected to increase by a significant \$300,000 due to several projects completed during the current year. These include Remington Condominiums, Hampton Inn Expansion, Dunkin Donuts, and Dairy Queen.

This discussion of individual revenue sources provides background for the City Council on the underlying risks and opportunities in the revenue budget. With these updates, the total General Fund revenue budget is increased by a net \$45,000.

2022-23 General Fund Expenditures

All General Fund departments are currently trending within an approximate nine-month/75% proration of their annual expenditure budget. The General Fund is also on track to achieve its budgeted \$500,000 vacancy allowance. The Fire Department continues to trend over budget in their salary accounts but has other operating savings sufficient to remain on track for the combined salary and operating budget. All other departments are trending within both Salary and Operating budget projections.

Two expenditure lines are proposed for adjustment in this 3rd Quarter budget report. First, the annual General Fund sales tax allocation to CFD 2013-1 (Gran Plaza) has now been calculated and is slightly less than projected. The expenditure budget is proposed to decrease by \$25,000 to capture this savings.

Second, a General Fund expenditure amendment is proposed to continue addressing the City's unfunded compensated absence liability. In the 1st Quarter budget report (November 17, 2022), the City formalized a plan to begin accumulating resources to cover the \$1.7 million of vacation and other leave balances earned by employees that would be due as vested benefits payable upon separation from the City. At that time, \$100,000 of the 2021-22 year-end savings was authorized to begin funding this liability. An additional \$100,000 reserve contribution is now proposed in the 2022-23 budget to continue an annual amortization and funding of this obligation.

Given the softening national economy and the City's substantial reliance on sales tax revenues, the City's remaining expenditure plan is status quo for now and will be revisited and updated as needed after the March 2023 quarterly sales tax results are available from the State in May. Any further updates, if needed, will be included in the 2023-24 budget development process.

2022-23 Other Fund Updates

- *Library Grant Fund*
The library has received an additional State grant allocation of \$9,938 for the Lunch at the Library program. The budget resolution authorizes the expenditure of these grant funds.
- *Measure D Debt Service Funds*
During the 2022 annual audit, City staff worked with the Imperial County Local Transportation Authority staff to update the scope of the Measure D bonds reported by the City in the City's annual financial statements. Because the Measure D bonds have been issued by the County Local Transportation Authority and not by the City, and because the City's obligation for the bonds is limited to a pledge of future Measure D tax allocations, the Measure D bond obligation has now been removed from the City's financial statements. The proposed budget resolution now also removes the annual Measure D debt service from the City's budget since the County Local Transportation Authority pays the bond debt service directly from and prior to allocation of Measure D tax revenues to the City. This update does not change any cash flow to or from the City. The City maintains its same access to its allocated Measure D bond proceeds to continue the City's street improvement capital projects.

This update will directly improve the City's risk assessment by the State Auditor. In its annual ranking of California Cities, the State Auditor has classified Calexico as high risk in the long-term debt category. This removal of the Measure D bonds from the City's financial statements eliminates \$21 million of long-term debt. This is appropriate since the debt is carried by the Local Transportation Authority and is not an obligation or burden to the City or to its General Fund. The City can anticipate an improved debt risk assessment by the State Auditor after the release of the City's 2022 annual audit.

- *ARPA Fund*
The current status of the City's American Rescue Plan Act (ARPA) fund is attached as **Attachment E**. This schedule includes the budget by project and actual expenditures through March 2023.

Source Financial Records

The State Auditor has recommended that the City Council be informed of the status of the City's financial records as it considers budget actions. At this time, the 2022 financial audit is in the final stages of the auditor's quality control review and the City's financial statements are expected to be published within the next two weeks. No further adjustments to the City's 2022 financial results are anticipated. Finance staff have analyzed the City's general ledger transactions through March 27, 2023. Cash Reconciliations for the City's operating bank accounts are current through February 2023.

Fiscal Impact:

With this budget report and updated General Fund projection, the June 30, 2023 ending General/Measure H Fund Balance projection remains at \$3 million, or 60 days of General Fund operations.

Attachments:

Resolution

- A. 2022-23 City-wide Expenditures – Summary of Year-to-Date Expenditures by Fund
- B. General Fund - Fund Balance Projection
- C. General Fund - Revenues
- D. General Fund - Expenditures by Department
- E. ARPA Fund

RESOLUTION NO. 2023-__

**RESOLUTION OF THE CITY OF CALEXICO APPROVING
A 2022-23 MIDYEAR BUDGET AMENDMENT**

WHEREAS, the City Council reaffirmed and updated the 2022-23 Annual Budget on August 10, 2022; and

WHEREAS, the City Council received a 1st Quarter budget update and amended the 2022-23 budget on November 17, 2022, and received a 2nd Quarter budget update and amended the 2022-23 budget on January 18, 2023; and

WHEREAS, the City Manager has prepared a 3rd Quarter 2022-23 budget update to brief City Council on the City’s current budget status, including 2022-23 revenue trends and year-to-date expenditures; and

WHEREAS, the City Manager has proposed a 3rd Quarter budget adjustment as listed in Exhibit 1 to this resolution; and

WHEREAS, this Resolution does not constitute a “project” for purposes of CEQA, as that term is defined by CEQA Guidelines § 15378, because this Resolution is an administrative activity that will not result in a direct or indirect physical change in the environment, per § 15378 (b) (5) of the CEQA Guidelines; and

NOW, THEREFORE, BE IT HEREBY RESOLVED, DETERMINED, AND ORDERED BY THE CITY COUNCIL OF THE CITY OF CALEXICO, AS FOLLOWS:

- Section 1.** The foregoing recitals are true and correct and are a substantive part of this Resolution.
- Section 2.** The 2022-23 budget is amended as listed in Exhibit 1 to this Resolution.
- Section 3.** The City Manager is authorized to allocate (1) the budgeted vacancy savings target between General Fund departments as needed to match the savings realized by various departments.
- Section 4.** This Resolution is not a “project” for purposes of CEQA, as that term is defined by Guidelines § 15378, because this Resolution is an administrative activity that will not result in a direct or indirect physical change in the environment, per § 15378 (b)(5) of the Guidelines.

PASSED AND ADOPTED at a meeting of the City Council of the City of Calexico this 20th day of April, 2023.

Raul Urena, Mayor

ATTEST:

Gabriela T. Garcia, City Clerk

APPROVED AS TO FORM:

Carlos Campos, City Attorney

STATE OF CALIFORNIA)
COUNTY OF IMPERIAL) SS.
CITY OF CALEXICO)

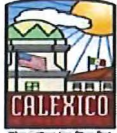
I, Gabriela T. Garcia, Deputy City Clerk of the City of Calexico do hereby certify that the foregoing Resolution No. 2023-xx was passed and adopted by the City Council on the 20th day of April 2023 by the following vote to-wit:

AYES:
NOES:
ABSTAIN:
ABSENT:

Gabriela T. Garcia, City Clerk

**City of Calexico
Proposed Midyear Budget Adjustments
April 20, 2023**

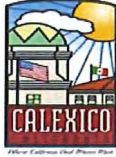
		Fund Balance Impact
<u>2022-23</u>		
111 <u>General Fund</u>		
Revenues		
To adjust revenue budget to reflect current trends		
Residual Property Tax Increment	35,000	
Sales Tax	(200,000)	
Business License	30,000	
Cannabis Tax	(20,000)	
Ambulance Fees	(100,000)	
Planning & Bulding Fees	300,000	
		45,000
Expenditures		
CFD 2013-1	25,000	
ISF Program Contribution/Employee Leave Obligations	(100,000)	
		(75,000)
Net Change in Fund Balance		(30,000)
221 <u>Library Grant Fund</u>		
Revenues	9,938	
Expenditures	(9,938)	
		-
301/2 <u>Measure D Debt Service</u>		
Revenues	(1,793,200)	
Expenditures	1,793,200	
		-
Total, All Funds		\$ (30,000)



**ATTACHMENT A
2022-23 3rd Quarter Budget Report**

**City-wide Expenditures
Summary of Expenditures by Fund**

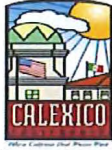
		Budget			YTD Actual 3-27-23	Remaining Budget	% Used	Notes
		Current	3rd Q Update	Adjusted				
General Fund								
111	General Fund	\$ 18,937,815	\$ 75,000	\$ 19,012,815	\$ 13,052,020	\$ 5,960,795	69%	
120	Measure H Sales Tax	3,448,000		3,448,000	2,770,091	677,909	80%	
Operating Grant Funds								
221	Library Grants	53,874	9,938	63,812	31,205	32,607	49%	
222	Community Donations	62,662		62,662	4,658	58,005	7%	
231	Gas Tax	1,103,495		1,103,495	725,235	378,259	66%	
242	Prop 172/Public Safety Tax	260,000		260,000	195,000	65,000	75%	
243	COPS State Grant Program	200,000		200,000	150,000	50,000	75%	
255	ARPA	8,496,487		8,496,487	444,575	8,051,912	5%	
256	Cannabis/Applicant Reimburse	10,000		10,000	1,218	8,782	12%	
281	Solid Waste	2,570,735		2,570,735	1,374,907	1,195,828	53%	
299	Operating Grants	225,573		225,573	24,405	201,168	11%	
712	Business Imp District	-		-	-	-		
Housing Funds								
802	Successor Housing	2,163,500		2,163,500	955	2,162,545	0%	
840	Fed CDBG - Program Income	6,000		6,000	4,554	1,446	76%	
841	Fed Home - Program Income	5,000		5,000	4,549	451	91%	
842/3	Local Funds	1,500		1,500	828	672	55%	
846	CalHome - Program Income	1,000		1,000	693	307	69%	
Capital Project and Debt Service Funds								
223	Art in Public Places	103,000		103,000	321	102,679	0%	
233	LT/Measure D	10,766,532		10,766,532	216,939	10,549,593	2%	
234/6	Transportation Development	226,165		226,165	22,243	203,922	10%	
237	Road Maintenance Rehab	2,086,700		2,086,700	300,147	1,786,553	14%	
402	Measure D Bond Proceeds	2,171,273		2,171,273	-	2,171,273	0%	
411	Local Capital Projects	2,118,618		2,118,618	672,863	1,445,755	32%	
412	Capital Grants	9,766,323		9,766,323	303,851	9,462,472	3%	
430-6	Development Impact Fees	2,788,082		2,788,082	16,853	2,771,229	1%	
452-64	Development Projects	2,963,457		2,963,457	-	2,963,457	0%	
474-6	New River Projects	28,000,000		28,000,000	211,127	27,788,873	1%	
301-10	Debt Service	2,791,200	(1,793,200)	998,000	994,000	4,000	100%	
Enterprise Funds								
513	Water Operations	8,660,000		8,660,000	4,276,882	4,383,118	49%	
514	Water Debt Service	873,326		873,326	600,900	272,425	69%	
515	Water Development Fees	-		-	-	-		
516	Water Capital Program	14,657,000		14,657,000	46,988	14,610,012	0%	
522	Airport Operations	392,964		392,964	272,199	120,766	69%	
525	Airport Capital	4,212,565		4,212,565	1,190,058	3,022,507	28%	
544	Wastewater Operations	6,099,000		6,099,000	3,347,810	2,751,190	55%	
545	Wastewater Debt Service	1,184,411		1,184,411	811,833	372,578	69%	
546	Wastewater Impact Fees	-		-	-	-		
547	Wastewater Capital	29,968,002		29,968,002	270,173	29,697,829	1%	
CFD/Special Districts								
261	Bravo Victoria	885,000		885,000	42,166	842,834	5%	
903	Hearthstone	1,216,617		1,216,617	496,456	720,161	41%	
906	Gran Plaza	684,406		684,406	493,129	191,277	72%	
Internal Service Funds								
601/2	Active and Retire Medical	5,514,152		5,514,152	2,126,378	3,387,774	39%	
603	Workers Compensation	1,278,000		1,278,000	908,155	369,845	71%	
604	Unemployment Insurance	62,271		62,271	8,819	53,452	14%	
605	General Liability Insurance	1,020,200		1,020,200	1,206,976	(186,776)	118%	
601-5	Net Internal Charges	(7,874,623)		(7,874,623)	(4,250,329)	(3,624,294)	54%	
		<u>\$ 170,160,282</u>	<u>\$ (1,708,262)</u>	<u>\$ 168,452,020</u>	<u>\$ 33,371,830</u>	<u>\$ 135,080,190</u>	<u>20%</u>	



ATTACHMENT B
2022-23 3rd Quarter Budget Report

General Fund
Fund Balance Projection

	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	
	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Proposed Budget Updates</u>	<u>Proposed 3rd Quarter Budget</u>
Annual Activity					
Revenues					
Property Tax	\$ 5,835,809	\$ 6,059,538	\$ 6,185,124	\$ 35,000	\$ 6,536,474
Sales Tax	4,162,826	3,938,933	4,783,443	(200,000)	4,780,000
Other General Revenues	2,521,667	2,862,458	3,014,981	10,000	3,003,975
Program Revenues	3,446,027	2,986,059	3,314,836	200,000	3,619,366
Measure H Transfer	503,706	873,388	1,073,000	-	1,100,000
One-time Revenues	103,504	-	-	-	-
	16,573,538	16,720,375	18,371,383	45,000	19,039,815
Expenditures					
Salaries and Benefits					
Gross salary and benefits	10,464,337	11,290,095	12,262,789	-	13,887,529
Vacancy Assumption	-	-	-	-	(500,000)
Measure H Reimbursement	(1,250,000)	(1,250,000)	(1,250,000)	-	(1,250,000)
Grant/Other Reimbursements	(457,442)	(619,723)	(544,179)	-	(471,159)
	8,756,895	9,420,372	10,468,610	-	11,666,371
Operating Costs					
Operating Costs	4,004,262	3,741,069	4,145,675	-	4,465,065
General Liability Insurance	443,427	713,838	522,929	-	670,181
Contribution to CFD 2013	381,281	-	142,052	(25,000)	225,000
Cost Allocation	(1,004,721)	(1,231,285)	(980,831)	-	(1,154,706)
	3,824,249	3,223,621	3,829,824	(25,000)	4,205,540
Capital and Debt Service					
Capital	53,976	194,433	77,184	-	-
Transfer to Capital Fund	-	450,000	517,500	-	-
Debt Service - Wastewater Loan	1,470,549	-	-	-	-
Debt Service - JPIA Retrospective	633,778	-	-	-	-
Debt Service - Leases	44,356	44,356	115,493	-	44,356
Debt Service - County	-	-	46,000	-	-
Employee Leave Obligation	-	-	100,000	100,000	100,000
CalPERS - Unfunded Liability	1,363,248	1,573,657	1,841,209	-	2,098,541
Retiree Medical - Benefit Payments	598,715	720,730	417,300	-	719,292
Retiree Medical - Amortize Liability	-	100,000	100,000	-	178,715
	4,164,621	3,083,177	3,214,686	100,000	3,140,904
Total Expenditures	16,745,766	15,727,170	17,513,120	75,000	19,012,815
	-	-	0	-	(0)
Net Annual Operating Results	\$ (172,227)	\$ 993,205	\$ 858,263	\$ (30,000)	\$ 27,000
Fund Balance					
Beginning Fund Balance	\$ (263,724)	1,005,763	1,998,968	22,794	2,857,231
Annual Operating Results	(172,227)	993,205	858,263	(30,000)	27,000
Long-term Wastewater Advance	1,441,715	-	-	-	-
Ending General Fund Balance	1,005,763	1,998,968	2,857,231	(7,206)	2,884,231
Measure H Reserve Fund	-	-	79,294	-	231,294
Combined General/Measure H Reserve	\$ 1,005,763	\$ 1,998,968	\$ 2,936,525	\$ (7,206)	\$ 3,115,525
% Annual Expenditures	6%	13%	17%	-	16%
Days of Operations	-	46	61	-	60



ATTACHMENT C
2022-23 3rd Quarter Budget Report

General Fund
Revenues

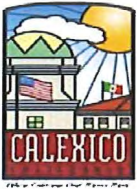
	2019-20	2020-21	2021-22	2022-23		
	Actual	Actual	Actual	Proposed Updates	3rd Quarter Budget	% vs PY
General Revenues						
Property Tax						
Property tax	\$ 2,078,613	\$ 2,128,675	\$ 2,148,740	-	\$ 2,278,700	6%
Property Tax in lieu of MVLF	3,110,247	3,200,348	3,252,615	-	3,417,484	5%
Residual Tax Increment	606,079	730,515	783,769	35,000	840,290	7%
Residual - Land Sale	40,870	-	-	-	-	-
	5,835,809	6,059,538	6,185,124	35,000	6,536,474	6%
Sales Tax						
	4,162,826	3,938,933	4,783,443	(200,000)	4,780,000	0%
Business License						
Business License	752,490	763,386	788,593	30,000	825,502	5%
Cannabis	46,628	290,317	202,759	(20,000)	164,000	-19%
	799,118	1,053,704	991,351	10,000	989,502	0%
Franchise Fees						
PGE/Cable/Other	293,760	211,504	226,865	-	229,100	1%
Solid Waste	452,976	462,871	487,343	-	505,400	4%
	746,736	674,375	714,207	-	734,500	3%
Other Taxes						
Transient Tax	310,914	341,221	529,017	-	559,400	6%
30% to IVECA Fund	(93,274)	-	-	-	-	-
RI Prop Trns Tx	29,070	38,296	69,157	-	69,200	0%
Hsg Ath In Lieu	128,077	151,821	81,211	-	81,460	0%
	374,787	531,337	679,386	-	710,060	5%
Money and Property						
Investment Earnings	5,255	(2,551)	10,222	-	12,000	17%
Rents And Concessions	239,559	248,174	252,222	-	246,000	-2%
Water/Wastewater Leases	306,000	312,120	318,362	-	266,913	-16%
	550,813	557,743	580,806	-	524,913	-10%
Other Miscellaneous Revenue						
State VLF	33,398	29,995	46,771	-	45,000	-4%
Misc Income	16,815	14,887	2,460	-	-	-100%
Sale of Assets	103,504	417	-	-	-	-
	153,717	45,299	49,230	-	45,000	-9%
Subtotal, General Revenues	12,623,806	12,860,929	13,983,547	(155,000)	14,320,449	2%
Program Revenues						
Police						
Vehicle Code Fines	17,429	18,903	18,612	-	20,000	7%
Alarm Permits	1,161	825	800	-	1,000	25%
SRO Program	49,224	-	-	-	-	-
Special Service /Misc Revenue	36,036	26,199	34,138	-	34,000	0%
Towing Fees	53,417	52,122	40,906	-	50,000	22%
Livescan	26,856	1,194	32,946	-	33,000	0%
POST	20,285	-	12,825	-	5,000	-61%
Federal Grant/Bulletproof Vest	-	-	8,476	-	-	-
Assessment District 2005-01	118,647	131,753	133,952	-	141,616	6%
Prkg Mtrs/Lots	265,254	204,727	273,196	-	295,000	8%
Traffic Control Grant	150,000	150,000	150,000	-	150,000	0%
Parking Citations	202,724	109,814	192,766	-	200,000	4%
Misc Fees/Services	5,315	263	450	-	5,000	-
Animal Licenses/Control	6,672	5,926	6,823	-	7,000	3%
	953,020	701,727	905,891	-	941,616	4%



**ATTACHMENT C, Continued
2022-23 3rd Quarter Budget Report**

**General Fund
Revenues**

	2019-20	2020-21	1/0/1900	2022-23		
	Actual	Actual		Proposed Updates	3rd Quarter Budget	% vs PY
Continued						
Fire						
Ambulance Fees	990,752	944,999	927,550	(100,000)	800,000	-14%
Fire Prevention	284,941	263,192	282,298	-	255,000	-10%
Fire Late and Other Fees	13,051	5,999	1,846	-	10,200	453%
	<u>1,288,743</u>	<u>1,214,190</u>	<u>1,211,693</u>	<u>(100,000)</u>	<u>1,065,200</u>	<u>-12%</u>
Planning & Building						
Building						
Building permits	389,513	340,175	409,750	300,000	650,000	59%
Mechanical permits	38,180	49,480	45,685	-	40,000	-12%
Plumbing permits	26,827	34,444	39,059	-	35,000	-10%
Electrical permits	80,805	79,569	71,526	-	130,000	82%
Other permits	(3,890)	2,265	4,738	-	3,500	-26%
Plan Check Fees	83,482	68,043	100,009	-	150,000	50%
Code Enforcement	3,450	600	607	-	1,500	147%
Books, Maps and Publications	-	-	651	-	1,000	54%
Engineering						
Grading permits	-	-	-	-	1,000	-
Encroachment Permits	95,979	81,580	68,339	-	80,000	17%
Plan Check Fees-Engineering	-	-	49,254	-	1,000	-98%
Engineering/Inspection Fees	-	-	45,089	-	1,500	-97%
Books, Maps and Publications	-	-	2,210	-	3,000	36%
Planning						
Plan Check Fees	68,787	75,515	-	-	70,000	-
Inspection Fees	56,142	10,006	600	-	70,000	-
Books, Maps, Publications	110	296	19	-	50	165%
Year-to-Date Trend	-	-	-	-	-	-
	<u>839,384</u>	<u>741,972</u>	<u>837,536</u>	<u>300,000</u>	<u>1,237,550</u>	<u>48%</u>
Public Works						
State Highway Maintenance Fees	42,414	42,414	36,749	-	39,000	6%
	-	5,390	-	-	-	-
	<u>42,414</u>	<u>47,804</u>	<u>36,749</u>	<u>-</u>	<u>39,000</u>	<u>6%</u>
Parks, Recreation, and Library						
Recreation program fees	28,258	801	33,446	-	33,500	0%
Library fines and penalties	4,168	922	2,389	-	2,800	17%
Community Center activities	20,504	-	27,560	-	27,500	0%
Parks activities and events	13,230	470	4,839	-	5,000	3%
Leases	11,000	13,200	13,200	-	13,200	0%
CDCAC	2,858	300	-	-	-	-
	<u>80,017</u>	<u>15,693</u>	<u>81,434</u>	<u>-</u>	<u>82,000</u>	<u>1%</u>
Administration/Other						
Successor Agency Admin Fee	200,426	173,457	199,853	-	210,000	5%
Special District Admin Fee	17,022	40,528	41,680	-	44,000	6%
Other	25,000	50,688	-	-	-	-
Subtotal, Program Revenues	<u>3,446,027</u>	<u>2,986,059</u>	<u>3,314,836</u>	<u>200,000</u>	<u>3,619,366</u>	<u>9%</u>
Interfund Transfers						
Measure H	503,706	873,388	1,073,000	-	1,100,000	3%
Solid Waste	-	-	-	-	-	-
Federal Covid Relief	-	-	-	-	-	-
Other	-	-	-	-	-	-
	<u>503,706</u>	<u>873,388</u>	<u>1,073,000</u>	<u>-</u>	<u>1,100,000</u>	<u>3%</u>
Total General Fund Revenues	<u>\$ 16,573,538</u>	<u>\$ 16,720,375</u>	<u>\$ 18,371,383</u>	<u>\$ 45,000</u>	<u>\$ 19,039,815</u>	<u>4%</u>
% Increase vs Prior Year	-2%	1%	10%		4%	



ATTACHMENT D
2022-23 3rd Quarter Budget Report

General Fund
Expenditure Summary

	2019-20	2020-21	2021-22	2022-23			
				Proposed Budget Updates	Proposed 3rd Quarter Budget	Year-to-Date Actual 3-27-23	% of Budget
	Actual	Actual	Actual				
General Fund in Total							
Salaries and Benefits							
Salary and Benefits	\$ 10,464,337	\$ 11,289,966	\$ 12,262,789	\$ -	\$ 13,887,529	\$ 9,635,231	69%
Vacancy Assumption	-	-	-	-	(500,000)	-	
Reimbursement - Measure H	(1,250,000)	(1,250,000)	(1,250,000)	-	(1,250,000)	(937,500)	75%
Reimbursement - Other Funds	(457,442)	(619,723)	(544,179)	-	(471,159)	(348,068)	74%
	8,756,895	9,420,243	10,468,610	-	11,666,371	8,349,663	72%
Operating Costs							
Materials/Supplies	761,727	663,594	790,975	-	865,604	536,712	62%
Repairs/Maintenance	263,129	301,889	283,761	-	407,854	160,923	39%
Contracts/Professional Services	2,377,736	2,519,681	2,752,134	-	2,819,201	1,638,477	58%
General Liability Insurance	443,427	713,838	522,929	-	670,181	502,636	75%
Administration/Office Costs	317,753	256,034	318,805	-	372,406	173,418	47%
Contribution to CFD 2013-1	381,281	-	142,052	(25,000)	225,000	225,000	100%
Transfers Out to Other Funds	283,918	-	-	-	-	-	
Cost Allocation	(1,004,721)	(1,231,285)	(980,831)	-	(1,154,706)	(791,030)	69%
	3,824,249	3,223,751	3,829,824	(25,000)	4,205,540	2,446,136	58%
Capital and Debt Service							
Capital	53,976	644,433	77,184	-	-	-	
Transfer to Capital Fund	-	-	517,500	-	-	-	
Debt Service - Advance	1,470,549	-	-	-	-	-	
Debt Service - JPIA	633,778	-	-	-	-	-	
Debt Service - Vehicle Leases	44,356	44,356	115,493	-	44,356	8,809	20%
Debt Service - County (CFD)	-	-	46,000	-	-	-	
Employee Leave Obligation	-	-	100,000	100,000	100,000	-	0%
Pension - Unfunded Liability	1,363,248	1,573,657	1,841,209	-	2,098,541	1,573,906	75%
Retiree Medical - Benefit Payments	598,715	720,730	417,300	-	719,292	539,469	75%
Retiree Medical - Amortize Liability	-	100,000	100,000	-	178,715	134,036	75%
	4,164,621	3,083,177	3,214,686	100,000	3,140,904	2,256,220	72%
	\$ 16,745,766	\$ 15,727,170	\$ 17,513,120	\$ 75,000	\$ 19,012,815	\$ 13,052,020	69%

Summary by Department

Police							
Salaries and Benefits	\$ 3,434,020	3,935,950	\$ 4,182,174	4,484,422	\$ 3,363,087		75%
Vacancy Assumption	-	-	-	-	-	-	
Reimbursement - Measure H	(850,000)	(850,000)	(850,000)	(850,000)	(637,500)		75%
Reimbursement - Grant Funds	(297,739)	(367,910)	(323,356)	(280,000)	(210,000)		75%
Reimbursement - Dispatch (50% Fire)	(213,612)	(245,466)	(257,868)	(336,484)	(241,627)		72%
Pension - Unfunded Liability	467,986	597,409	702,537	819,371	614,528		75%
Materials/Supplies	178,664	167,178	176,739	174,173	115,124		66%
Repairs/Maintenance	136,411	131,244	90,683	145,717	56,984		39%
Contracts/Professional Services	607,243	357,642	531,887	728,443	407,896		56%
General Liability Insurance	92,466	87,673	100,421	129,865	97,399		75%
Administration/Office Costs	87,442	59,298	86,998	91,546	49,932		55%
Capital Outlay	-	75,521	35,158	-	-		
Debt Service - Equipment Leases	-	-	73,732	-	-		
	3,642,881	3,948,541	4,549,104	-	5,107,053	3,615,824	71%

Continued

ATTACHMENT D, Continued

	2019-20	2020-21	2021-22	2022-23			
			Actual	Proposed	Proposed	Year-to-Date	
	Actual	Actual	3-27-23	Budget	3rd Quarter	Actual	
				Updates	Budget	3-27-23	% of Budget
Traffic Control/Parking							
Salaries and Benefits	231,155	278,722	284,050		304,748	224,600	74%
Pension - Unfunded Liability	30,390	24,223	28,276		31,005	23,254	75%
Materials/Supplies	37,706	45,608	53,018		59,711	25,466	43%
Repairs/Maintenance	1,649	893	5,222		8,950	6,440	72%
Contracts/Professional Services	236,352	418,461	390,089		301,658	231,544	77%
General Liability Insurance	7,706	7,529	8,368		10,253	7,689	75%
Administration/Office Costs	10,686	3,327	8,970		18,160	5,932	33%
Capital Outlay	-	-	-		-	-	
Debt Service - Vehicle Leases	44,356	44,356	41,761		44,356	8,809	20%
	<u>600,000</u>	<u>823,119</u>	<u>819,753</u>	<u>-</u>	<u>778,841</u>	<u>533,735</u>	<u>69%</u>
Animal Control							
Salaries and Benefits	135,714	154,239	141,269		177,452	118,747	67%
Pension - Unfunded Liability	15,195	16,149	18,850		20,670	15,503	75%
Materials/Supplies	16,528	7,232	11,480		18,025	8,611	48%
Repairs/Maintenance	119	-	53		14,238	510	4%
Contracts/Professional Services	3,008	6,979	19,010		9,401	8,578	91%
General Liability Insurance	5,137	4,857	5,579		6,835	5,126	75%
Administration/Office Costs	425	828	613		1,700	408	24%
Capital Outlay	-	-	-		-	-	
	<u>176,126</u>	<u>190,283</u>	<u>196,854</u>	<u>-</u>	<u>248,321</u>	<u>157,482</u>	<u>63%</u>
Fire							
Salaries and Benefits	3,375,613	3,530,457	4,011,130		4,409,238	3,419,982	78%
Reimbursement - Measure H	(400,000)	(400,000)	(400,000)		(400,000)	(300,000)	75%
Reimbursement - Grant Funds	(111,983)	(118,049)	(132,500)		(130,000)	(97,500)	75%
Reimbursement - Dispatch (50%)	213,612	245,466	257,868		336,484	241,627	72%
Pension - Unfunded Liability	536,813	557,353	656,194		750,151	562,613	75%
Materials/Supplies	260,562	191,082	224,955		232,850	156,890	67%
Repairs/Maintenance	39,762	52,853	57,332		58,000	28,069	48%
Contracts/Professional Services	188,807	209,747	202,368		321,235	143,456	45%
General Liability Insurance	71,919	68,730	78,105		95,690	71,768	75%
Administration/Office Costs	17,617	17,940	17,085		38,350	10,554	28%
Capital Outlay	-	111,415	15,377		-	-	
	<u>4,192,721</u>	<u>4,466,993</u>	<u>4,987,913</u>	<u>-</u>	<u>5,711,999</u>	<u>4,237,457</u>	<u>74%</u>
Planning & Building							
Salaries and Benefits	340,190.58	356,341	604,054.71		836,986	453,158	68%
Vacancy Assumption	-	-	-		(175,000)	-	
Pension - Unfunded Liability	30,389.88	56,520	65,976.72		82,681	62,010	75%
Materials/Supplies	24,806.16	25,223	36,390.31		36,309	22,686	62%
Repairs/Maintenance	3,484.27	2,867	6,009.05		9,200	3,110	34%
Contracts/Professional Services	188,024.18	204,256	314,926.03		125,525	68,357	54%
General Liability Insurance	10,274.00	17,000	19,526.05		27,340	20,505	75%
Administration/Office Costs	21,617.34	14,953	27,446.12		35,600	14,470	41%
	<u>618,786</u>	<u>677,159</u>	<u>1,074,329</u>	<u>-</u>	<u>978,640</u>	<u>644,296</u>	<u>66%</u>
Public Works							
Salaries and Benefits	537,081	607,698	579,026		856,895	452,838	66%
Vacancy Assumption	-	-	-		(175,000)	-	
Reimbursement - Grant Funds	(47,719)	(66,863)	(89,788)		(61,159)	(40,568)	66%
Pension - Unfunded Liability	68,351	63,626	72,480		79,444	59,583	75%
Materials/Supplies	112,711	105,272	155,978		162,618	106,426	65%
Repairs/Maintenance	13,824	30,555	65,819		98,855	17,383	18%
Contracts/Professional Services	71,077	68,943	67,674		113,339	56,887	50%
General Liability Insurance	44,436	42,962	46,556		54,304	40,728	75%
Administration/Office Costs	35,806	37,057	37,816		42,342	22,059	52%
	<u>835,568</u>	<u>889,249</u>	<u>935,561</u>	<u>-</u>	<u>1,171,638</u>	<u>715,335</u>	<u>61%</u>

Continued

ATTACHMENT D, Continued

	2019-20	2020-21	2021-22	2022-23			
	Actual	Actual	Actual	Proposed Budget Updates	Proposed 3rd Quarter Budget	Year-to-Date Actual 3-27-23	% of Budget
Library							
Salaries and Benefits	278,964	221,052	226,750		333,090	189,709	67%
Vacancy Assumption	-	-	-		(50,000)	-	
Pension - Unfunded Liability	30,390	32,297	37,701		41,340	31,005	75%
Materials/Supplies	51,838	41,728	42,166		51,286	31,755	62%
Repairs/Maintenance	7,012	13,814	8,511		12,645	6,974	55%
Contracts/Professional Services	104,929	51,705	64,425		86,159	65,910	76%
General Liability Insurance	12,843	10,127	11,157		13,670	10,253	75%
Administration/Office Costs	15,957	14,142	11,832		20,373	9,194	45%
Capital Outlay	-	-	-		-	-	
	<u>501,933</u>	<u>384,866</u>	<u>402,542</u>	<u>-</u>	<u>508,563</u>	<u>344,800</u>	<u>68%</u>
Recreation							
Salaries and Benefits	197,409	324,638	373,014		429,145	289,752	74%
Vacancy Assumption	-	-	-		(35,000)	-	
Pension - Unfunded Liability	22,792	40,372	42,414		46,508	34,881	75%
Materials/Supplies	33,309	23,947	40,559		59,300	35,616	60%
Repairs/Maintenance	7,760	10,537	7,261		12,050	3,415	28%
Contracts/Professional Services	62,877	16,903	34,904		68,710	46,932	68%
General Liability Insurance	7,706	10,929	12,552		15,379	11,534	75%
Administration/Office Costs	3,804	3,652	3,815		4,555	2,600	57%
Capital Outlay	34,503	-	-		-	-	
	<u>370,161</u>	<u>430,978</u>	<u>514,519</u>	<u>-</u>	<u>600,646</u>	<u>424,731</u>	<u>71%</u>
Housing							
Salaries and Benefits	270,509	135,461	104,106		204,236	82,068	40%
Vacancy Assumption	-	-	-		-	-	
Pension - Unfunded Liability	18,994	20,186	23,563		20,670	15,503	75%
Materials/Supplies	1,423	520	808		650	287	44%
Repairs/Maintenance	339	21	-		-	-	0%
Contracts/Professional Services	22,450	24,413	25,238		15,450	753	5%
Administration/Office Costs	2,440	2,114	1,076		8,894	772	9%
Cost Allocation to Housing Funds	-	(96,297)	-		(100,000)	-	0%
	<u>316,155</u>	<u>86,417</u>	<u>154,790</u>	<u>-</u>	<u>149,900</u>	<u>99,382</u>	<u>66%</u>
Administration, Finance, Non-Dept							
Salaries and Benefits	1,663,682	1,745,408	1,757,216		1,851,318	1,041,290	58%
Vacancy Assumption	-	-	-		(65,000)	-	
Reimbursement - Other Funds	-	(66,900)	1,465		-	-	
Employee Leave Obligations	-	-	100,000	100,000	100,000	-	
Pension - Unfunded Liability	141,947	165,522	193,217		206,701	155,026	75%
Retiree Medical - Benefits	598,715	720,730	417,300		719,292	539,469	75%
Retiree Medical - Unfunded	-	100,000	100,000		178,715	134,036	75%
Materials/Supplies	44,179	55,804	48,882		70,682	33,850	48%
Repairs/Maintenance	52,768	59,105	42,871		48,200	38,039	79%
Contracts/Professional Services	892,968	1,160,634	1,101,614		1,049,280	608,165	58%
General Liability Insurance	190,941	464,029	240,664		316,845	237,633	75%
Administration/Office Costs	121,957	102,723	123,155		110,887	57,498	52%
Contribution to CFD 2013-1	381,281	-	142,052	(25,000)	225,000	225,000	100%
Transfer Out to IVECA Fund	40,421	-	-		-	-	
Transfer Out to Developer Fund	243,497	-	-		-	-	
Transfer Out to Capital Fund	-	450,000	517,500	-	-	-	
Cost Allocation	(1,004,721)	(1,134,988)	(980,831)		(1,054,706)	(791,030)	75%
Capital Outlay	19,473	7,497	26,649		-	-	
Debt Service - Advance	1,470,549	-	-		-	-	
Debt Service - JPIA	633,778	-	-		-	-	
Debt Service - County	-	-	46,000		-	-	
	<u>5,491,435</u>	<u>3,829,565</u>	<u>3,877,755</u>	<u>75,000</u>	<u>3,757,214</u>	<u>2,278,977</u>	<u>61%</u>
Total General Fund Expenditures	<u>\$ 16,745,766</u>	<u>\$ 15,727,170</u>	<u>\$ 17,513,120</u>	<u>\$ 75,000</u>	<u>\$ 19,012,815</u>	<u>\$ 13,052,020</u>	<u>69%</u>



	Budget				Actual		Available Budget
	Original 3-16-22	Prior Actions	11-17-22 Action	Budget	Actual 3/27/2023	Committed	
Authorized 10-6-21							
91-907 Fire Vehicle Replacements							
(2) Fire Rescue Ambulances	374,000			374,000		374,000	-
(3) Utility Vehicles	300,000			300,000			300,000
91-907 Police Vehicle Replacements							
(6) Ford Explorer Patrol Vehicles	438,000			438,000			438,000
(2) Pickup Truck Patrol Vehicles	166,000			166,000			166,000
	1,278,000	-		1,278,000		374,000	904,000
Authorized 11-3-21							
Employee payments - General Fund	\$ -	\$ -		\$ -	\$ 773,819		
Employee payments - Enterprise Funds					255,773		
	1,030,000	-		1,030,000	1,029,592	-	408
Authorized 3-16-22 (Plan B)							
91-908 Downtown Rehabilitation:	3,000,000	(291,630)					
Shade structures and plants							
Seating/lounging/eating structures							
Additional Restrooms							
Water Stations, Drinking Fountain/Bottle Refill							
Min. 1 Public Cooling Station							
Establishment of Sanctioned Homeless Encampment and Safe							
Parking Lot							
001 10-5-22 Pressure Washer		15,130				15,130	
002 Jan 2023 - Local Assessment Center Asylum Seekers		200,000			5,707	194,293	
March 2023 - Electrical Upgrades for Vehicle Charging Stations							
003		38,000				38,000	
004 December 2022 - Downtown light Fixing		35,000				35,000	
005 11/17/2022 - Christmas Tree		3,500				3,500	
11/17/2022 - Reallocation to City Facilities			(604,000)				
				2,396,000			2,104,370
91-909 Essential Worker Relief Program	1,000,000			1,000,000			1,000,000
Direct Payment to essential workers : grocery, pharmacy, farmworkers, etc. (as defined by council)							
91-910 Outreach Specialist	180,000						
(1) Full-time for 3 years							
Helps individuals and businesses							
navigate relief programs at all levels							
Works with SBDC to promote new post-							
pandemic business opportunities							
Reallocation to Emergency Park Infrastructure		(138,088)					
June 2022 - Reallocation to Swimming Pool		(41,912)					
91-911 Emergency Response/Public Safety	1,000,000				200,000		
#90-916 Authorized May 2022 Fire Station Improvements					210,000		
8-10-22 2021 Police Vehicle Contract						9,000	
8-10-22 Fire Hose						5,952	
12-21-22 - Narcotics Program (Pending reso to authorize source)				1,000,000			575,048
91-912 Public Facilities/IT Upgrades	1,000,000						
11/17/2022 - Reallocation to City Facilities			(1,000,000)				
Include a Downtown free Wi-Fi zone as							
priority for commercial/social growth							
Free Wi-Fi areas from public facilities as allowed by allotted funds							
91-913 City Broadband Infrastructure	450,000		(450,000)				
Capacity to support IT and public Wifi							
91-914 Emergency Park Infrastructure/Park Restroom and Water Access	500,000		(317,000)				
Reallocation from Outreach Specialist		138,088					
Reallocation from Contingency		24,487					
9-14-22 - Cordova, Heber, and Crummett Park Improvements			272,000		50,719	221,281	
10-5-22 - Alex Rivera and Amerian Legion Baseball Fields			45,000	662,575	38,309	6,691	345,575
Authorized June 2022							
50-520 June 2022 - Summer Swimming Program		41,912		41,912	35,761	6,151	
Authorized November 3, 2022							
91-923 City Facilities							
1.1 Fire Station #2/Mold Mitigation			500,000		15,447		
1.2 Fire Station #2/Roof Repair							
2 Enrique Camarena Memorial Library/Restrooms, Roof			400,000				
3 Police Conference Room & Dispatch/Roof Repair			90,000				
4 Community Senior Hall/Roof Repair			75,000				
5 Fire Station No. 1 (Old Court House)/Roof Repair			50,000				
6 Water Distribution Break Room/Roof			65,000				
7 Calexico International Airport/Roof			50,000				
8 City Hall/Council Chambers/Roof Repair			75,000				
9 City Hall/Carpet Replacement			85,000				
10 Carnegie Technology Center/3 AC Units Mini Split			35,000				
11 Senior Hall Air Conditioning			15,000		240		
12 Restrooms/Various Water Heaters			10,000				
13 827 E. 7th Street/United Families (Lease Building)/Roof			65,000				
14 827 E. 7th Street/United Families (Lease Building)/New AC			20,000		335		
15 Community Center Lighting (Moved from Measure H)			32,000		30,643		
16 Fire Radios (Increase from #411 budget of \$105,000)			37,000		37,000		
17 Technology (Laptops, City Council Chamber Projection)			100,000		19,856		
				1,704,000			1,600,479
91-924 One-time Planning & Building Operating Contracts							
1 Development Fee Study			100,000				
2 Update Housing Element			150,000				
3 Operations/Process Update: Consultants, Cannabis			100,000				
				350,000			350,000
Contingency							
91-915 Contingency	88,487						
11/17/2022 - Drainage Basin Valves						64,000	
Reallocation to Emergency Park Infrastructure		(24,487)		64,000			
	\$ 9,526,487	\$ -	\$ -	\$ 9,526,487	\$ 1,673,610	\$ 972,997	\$ 6,879,880