


AGENDA STAFF REPORT

DATE: January 24, 2018

TO: Mayor and City Council

APPROVED BY: David Dale, Interim City Manager *DD*

PREPARED BY: Eduardo Gutierrez, Interim Finance Director 

SUBJECT: 2017-18 Midyear Budget Report and Proposed Budget Amendment
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Recommendation:

After receiving a 2017-18 Midyear Budget presentation, it is recommended that the City Council approve a resolution amending the 2017-18 budget.

Background:

This report presents the 2nd quarterly midyear budget report for the 2017-18 fiscal year. The 1st quarter report was received by City Council on October 3, 2017. The objective of this report is to monitor budget progress and to track the current cost to provide City services.

Attachments to this report provide six-month year-to-date revenue and expenditure trend information for all City funds. Additional detail is provided for the General Fund's fund balance, revenues, and expenditures.

Discussion & Analysis:

The City continues to navigate through a very narrow General Fund budget without the benefit of contingency or fund balance reserves. When the City Council adopted the City's 2017-18 budget on June 28, 2017, a General Fund budget shortfall of \$3,200,000 was identified. The proposed budget amendments presented with this report close the 2017-18 General Fund gap and rebalance operations through the end of the fiscal year, but with little margin for error. Proposed solutions are temporary in nature and substantially rely on deferred hiring, restructured/deferred payments due to the City's former JPIA insurance provider, another cash sweep from the City's Workers Compensation and General Liability self-insurance programs, a draw of Measure H Fund residual balances, and anticipated ambulance program support from the Heffernan Memorial District for pre-hospital care and transport.

With these temporary solutions, the City anticipates that it can manage its working capital to sustain operations and employee payroll through June 30, 2018. However, these financial solutions are temporary and not sustainable for the long-term. Further, this budget plan only works if all the elements are approved. For example, if the Heffernan Memorial District support is not available, or if the City receives claims that divert its self-insurance program

**AGENDA
ITEM**

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cash balances, the 2017-18 budget will again fall out of balance. In that case some program services would need to be suspended or cost reductions imposed to achieve comparable savings until the start of the new fiscal year. Without reserves, the City is not able to schedule services or call employees to work unless it has identified the current year resources available to pay for those services.

The City will soon commence financial planning for the 2018-19 fiscal year budget and beyond. As the City looks ahead to future fiscal cycles, a new housing development and anticipated cannabis program revenues may increase the General Fund capacity. However, the City will simultaneously be addressing increased payment obligations for legacy operating cost and benefit programs, including installments to retire the 2016 Wastewater Fund advance; an installment payment plan to repay the JPIA insurance pool for its retrospective charges, the CalPERS unfunded pension liability amortization, and increasing pay-as-go retiree medical benefit costs. The total value of these four obligations at June 2016 is \$61 million, or four times the current General Fund revenue budget. Future year financial policies and budgets will need to balance available revenues with the community interest in sustaining and improving City services while also steadily reducing these long-term operating cost obligations.

Fiscal Impact:

The proposed budget amendment identifies \$3.2 million in General Fund budget solutions to resolve a shortfall identified at the time of adoption of the 2017-18 General Fund budget. Adjustments are also proposed for a listing of other non-General Fund programs to recognize and add budget authority for new grant or other revenues. The total proposed increase to City-wide expenditures for all funds and programs is \$245,000.

Attachments:

1. Resolution 2018-xx
2. Exhibit 1 to Resolution: 2017-18 Proposed Midyear Budget Amendments
3. Midyear Budget Report: All Funds Summary
4. Midyear Budget Report: General Fund Balance Projection
5. Midyear Budget Report: General Fund Revenues
6. Midyear Budget Report: General Fund Expenditures
7. Midyear Budget Report: Long-term Operating Cost Obligations

RESOLUTION NO. 2018-xx

**RESOLUTION OF THE CITY OF CALEXICO APPROVING
A 2017-18 MIDYEAR BUDGET AMENDMENT**

WHEREAS, the City Council adopted the 2017-18 Annual Budget on June 28, 2017; and

WHEREAS, the adopted 2017-18 General Fund Annual Budget included a \$3.2 million budget gap to be resolved during the fiscal year; and

WHEREAS, on January 24, 2018, the City Council received a 6-month midyear budget report on city-wide revenue and expenditure trends, and heard recommendations on budget adjustments to close the 2017-18 General Fund budget gap; and

WHEREAS, the City Manager has proposed a 2017-18 budget amendment with revenue and expenditure adjustments as listed on Exhibit 1 to this resolution;

NOW, THEREFORE, BE IT RESOLVED, DETERMINED AND ORDERED by the City Council of the City of Calexico as follows:

1. The 2017-18 budget for the City of Calexico is amended as listed on Exhibit 1 to this resolution.

2. The City Manager is authorized to assign the budgeted General Fund expenditure reductions for employee vacancies and for self-insurance program cost reductions to specific departments based upon actual savings in each department.

PASSED AND ADOPTED at a meeting of the City Council of the City of Calexico this 24th day of January, 2018.

Maritza Hurtado, Mayor

ATTEST:

Gabriela T. Garcia, Deputy 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. 2018-xx was passed and adopted by the City Council on the 24th day of January, 2018 by the following vote to-wit:

AYES:
NOES:
ABSTAIN:
ABSENT:

Gabriela T. Garcia, Deputy City Clerk

Exhibit 1 to Resolution

**City of Calexico
2017-18 Proposed Midyear Budget Adjustments
January 24, 2018**

111	<u>General Fund</u>	<u>Fund Balance Impact</u>
	<u>Beginning Fund Balance</u>	
	Catch-up prior year Sales Tax contributions to Gran Plaza CFD	(604,000)
	2016-17 Results vs. Projection	484,000
		(120,000)
	<u>Revenues</u>	
	Fire	
	Heffernan Memorial District	700,000
	Anticipated support for pre-hospital care and transport	
	Measure H	
	Draw surplus for General Fund Programs (2017 & 2018)	410,000
	Development Fees	
	Recent development activity	128,000
	Taxes	
	Property Tax trend	(100,000)
	Taxes	
	Sales Tax trend	145,000
	Taxes	
	Cannabis Anticipated 2018-19	-
	Police	
	School Resource Officer 9 Months	55,000
	Administration	
	Special District Admin Fees	16,000
		1,354,000
	<u>Expenditures</u>	
	Employee Vacancies (To be allocated by program department)	
	1st Quarter	400,000
	September to June	655,000
		1,055,000
	Self Insurance Programs (To be allocated by program department)	
	Reduce General Liability contribution for JPIA payment plan	555,000
	Reduce Workers Comp contribution for JPIA payment plan	200,000
	Reduce General Liability contribution for favorable claims trend	100,000
	Reduce Workers Comp contribution for favorable claims trend	125,000
		980,000
	Program Cost Reductions	
	Police	
	Allocate City-wide camera maintenance to grant	133,000
	Fire	
	Employee pension cost share (meet and confer)	66,000
	Fire	
	Employee medical cost share (in negotiation)	-
	Public Works	
	Allocate salaries to Airport Fund	67,000
	Housing	
	Allocate admin expenditures to Housing funds	20,000
		286,000
	Program Cost Additions	
	Non-Department	
	Sales Tax contribution to CFD 2013	(280,000)
	Fire	
	Ambulance program medical supplies	(35,000)
	Admin	
	Add back medical coverage for Elected Officials	(50,000)
	Admin	
	Technology service contract	(25,129)
		(390,129)
	Subtotal, Expenditure reductions	1,930,871
	<u>Remove Adopted Budget placeholder budget reduction target</u>	(3,200,000)
	<u>Subtotal, General Fund</u>	
	Beginning fund balance actual vs. 2017-18 budget assumption	(120,000)
	Revenue Increases listed above	1,354,000
	Expenditure decreases listed above	1,930,871
	Remove \$3.2 Million Placeholder	(3,200,000)
	Ending fund balance assumption 2017-18 budget	35,129
	Ending fund balance (working capital) projection	0

Continued

City of Calexico
2017-18: Proposed Midyear Budget Adjustments, Continued
January 24, 2018

120	<u>Measure H</u>		<u>Fund Balance Impact</u>
	Expenditures	Transfer 2016-17 surplus to General Fund	(110,000)
	Expenditures	Transfer projected 2017-18 surplus to General Fund	(300,000)
241	<u>Asset Forfeiture Funds</u>		
	Revenue	Add 2017-18 grant receipts	196,000
	Expenditures	Add body camera maintenance agreement	(60,000)
	Expenditures	Add City camera maintenance agreement	(136,000)
256/7	<u>Reimbursement Funds (Cannabis and EI Portal Project)</u>		
	Revenue	Cannabis Program	200,000
	Expenditures	Cannabis Program	(200,000)
	Revenue	EI Portal Project	80,000
	Expenditures	EI Portal Project	(80,000)
299	<u>Other Operating Grants</u>		
	Revenue	Add Fire Mutual Aid reimbursements (Strike Teams thru 12/13/17)	115,000
	Expenditures	Add Fire OT allocation from General Fund	(115,000)
477	<u>Hearthstone Improvements</u>		
	Expenditures	Remove Capital Project (Project completed in 2016-17)	1,000,000
513	<u>Water Operations</u>		
	Expenditures	Reduce General Liability contribution	20,516
	Expenditures	Reduce Workers Comp contribution	36,500
522	<u>Airport Operating</u>		
	Revenue	Add lease revenue from Wastewater Fund	58,500
	Expenditures	Add salary allocation from General Fund	(67,000)
544	<u>Wastewater Operating</u>		
	Expenditures	Add lease expense due to Airport Operating Fund	(58,500)
	Expenditures	Reduce General Liability contribution	9,484
	Expenditures	Reduce Workers Comp contribution	28,500
603	<u>Workers Compensation</u>		
	Revenue	Reduce Inter-fund charges	(390,000)
	Expenditures	Reduce JPIA payment for new payment plan	240,000
	Expenditures	Reduce budgeted claims expenditures for favorable trend	150,000
605	<u>General Liability</u>		
	Revenue	Reduce Inter-fund charges	(685,000)
	Expenditures	Reduce JPIA payment for new payment plan	555,000
	Expenditures	Reduce budgeted claims expenditures for favorable trend	130,000
847	<u>Local Housing funds</u>		
	Expenditures	Move Admin expenditures from General Fund	(20,000)
906	<u>Corsair CFD 2013-1</u>		
	Revenue	Reduce Property Tax Assessment	280,000
	Revenue	Increase General Sales Tax contribution	(280,000)
All Funds: Total Change to City-wide Expenditure Budget			<u>245,629</u>

**2017-18 Midyear Budget Report
All Fund Summary
December 31, 2017**

	Revenues				Expenditures			
	Current Budget	Midyear Proposal	Year-to-Date 12/31/2017	Remaining % Current Budget	Current Budget	Midyear Proposal	Year-to-Date 12/31/2017	Remaining % Current Budget
General Fund								
111 General Fund	13,953,000	1,354,000	3,796,718	73%	13,657,707	1,269,129	7,194,873	47%
120 Measure H	2,469,000		897,654	64%	2,250,000	410,000	839,470	63%
Special Revenue Funds								
221 Library Grants	38,800		25,500	34%	38,800		15,441	60%
222 Community Donations	70,000		29,370	58%	70,000		32,883	53%
223 Art In Public Places	1,000		-	100%	50,000		-	100%
231 HUTA/Gas Tax	897,607		380,003	58%	1,133,083		365,989	68%
233 LTA Measure D	1,210,000		68,758	94%	3,310,882		51,449	98%
234/6 TDA Article 3/8E	75,588		33,444	56%	416,000		-	100%
237 Road Maintenance Rehab	231,886		-	100%	200,000		-	100%
241 Asset Forfeiture Funds		196,000	196,842	n/a	0.00	196,000	60,512	n/a
242 Prop 172-Public Safety Sales T	118,000		-	100%	118,000		-	100%
243 AB3229/COPS State Grant	100,000		-	100%	100,000		-	100%
246 Operation Stonegarden	10,000		-	100%	10,000		-	100%
256 Cannabis Program	-	200,000	146,937	n/a	-	200,000	60,671	n/a
257 Developer Reimb/EI Portal	-	80,000	49,423	n/a	-	80,000	-	n/a
271 IVECA	93,000		914	99%	93,000		92,876	0%
281 Solid Waste	1,860,000		779,092	58%	1,840,895		637,052	65%
299 Other Operating Grants	-	115,000	-	n/a	0	115,000	115,000	n/a
712 Business Improvmtnt Dist (BID)	38,000		3,626	90%	38,000		30	100%
Debt Service and Capital Funds								
401 Measure H Bond CIP	3,000		-	100%	6,646,918		13,020	100%
402 LTA 2012B Bond CIP	25,000		28,012	-12%	2,500,000		1,331,467	47%
411/2 Capital Grants	6,072,250		-	100%	8,260,618		131,538	98%
430-6 Development Impact Fee Funds			-	n/a	479,082		-	100%
460 Gran Plaza - Phase I Reimb	-		-	n/a	-		-	n/a
461 Gran Plaza - Phase II Reimb	-		-	n/a	-		-	n/a
474/6 New River	4,000,000		-	100%	4,000,000		12,411	100%
477 Hearthstone Improvements			-	n/a	1,000,000	(1,000,000)	-	100%
301 Measure D Bond Debt Service	1,130,350		777,066	31%	1,130,350		-	100%
310 MEASURE H Debt Service	1,000,000		215,328	78%	1,000,000		217,600	78%
Enterprise Funds								
513 Water Operations	6,417,000		2,938,545	54%	3,898,320	(57,016)	1,789,705	54%
513 Transfer to Water Debt & Capital	-		-	n/a	11,237,338		11,237,338	0%
514 Water Debt Service	982,000		701,835	29%	982,000		701,110	29%
515 Water Development Impact Fees	28,000		-	100%	2,842,662		949,192	67%
516 Water Capital	13,098,000		11,485,420	12%	4,960,000		949,192	81%
522 Airport Operating	358,100	58,500	155,154	57%	358,100	67,000	139,510	61%
544 Wastewater Operating	5,437,000		2,350,090	57%	3,284,019	20,516	1,348,318	59%
544 Transfer to WW Capital Funds	-		-	n/a	17,925,446		17,925,446	0%
546 Wastewater Development Fees	-		-	n/a	76,554		76,554	0%
547 Wastewater Capital	18,002,000		18,002,000	0%	2,217,000		183,702	92%
Internal Service Funds								
601/2 Medical Benefits	2,499,329		1,182,162	53%	2,499,329		853,739	66%
603 Workers Compensation	1,480,363	(390,000)	610,745	59%	1,480,363	(390,000)	471,987	68%
604 Unemployment Insurance	97,606		44,346	55%	97,606		862	99%
605 General Liability	1,325,285	(685,000)	662,250	50%	1,324,500	(685,000)	443,283	67%
601-5 Net Internal Charges	(5,402,583)		(2,499,503)	54%	(5,401,798)		(1,769,871)	67%
Housing Funds								
802 Low/Mod Income Housing	-		-	n/a	200,000		99,789	50%
813 13-Home-9072/Tenant Assist	14,000		1,855	87%	14,000		-	100%
840 CDBG Rev. Loans	-		241,833	n/a	13,000		4,255	67%
841 Home Rev. Loans	-		62,018	n/a	15,000		190	99%
842 SRRP Rev. Loans	-		4,548	n/a	28,000		661	98%
843 Help Rev. Loans	-		5,359	n/a	-		894	n/a
846 Calhome Revolving Loans	-		12,707	n/a	0.00		-	n/a
847 Local Housing funds	-		-	n/a	-	20,000	-	n/a
Agency/District Funds								
901 Bravo Victoria/Eastside Villag	188,000		2,319	99%	500,000		26,841	95%
903 Hearthstone La Jolla Palms	760,944		17,633	98%	1,157,174		402,232	65%
906 Corsair CFD 2013-1	378,000		2,725	99%	387,031		197,065	49%
TOTAL	79,059,525	928,500	43,412,729	45%	98,438,979	245,629	47,204,274	52%
						0		

**2017-18 Midyear Budget Report
General Fund Balance Projection**

	2017-18		
	<u>Current Budget</u>	<u>Midyear Amendment</u>	<u>Midyear Budget</u>
Annual Activity			
Revenues			
General Taxes	\$ 11,391,000	\$ 45,000	\$ 11,436,000
Program Revenues	2,562,000	899,000	3,461,000
Measure H Transfer	-	410,000	410,000
Total Revenues	13,953,000	1,354,000	15,307,000
Expenditures			
Salaries and Benefits			
Gross Salary and Benefits	11,900,341	(293,000)	11,607,341
Vacancy Assumption		(1,055,000)	(1,055,000)
Unfunded PERS liability	1,331,710	-	1,331,710
Retiree Health/Admin	383,296	-	383,296
	<u>13,615,347</u>	<u>(1,348,000)</u>	<u>12,267,347</u>
Measure H Salary Reimbursement	(1,250,000)		(1,250,000)
Grant/Other Reimbursements	(417,000)	(115,000)	(532,000)
	<u>11,948,347</u>	<u>(1,463,000)</u>	<u>10,485,347</u>
Operating/Capital Costs			
Operating Costs	3,661,903	(92,871)	3,569,032
General Liability Insurance	1,088,500	(655,000)	433,500
Capital Outlay	96,500	-	96,500
Wastewater Loan Payment	742,554		742,554
Contribution to CFD 2013		280,000	280,000
Indirect Cost Allocation	(680,098)		(680,098)
	<u>4,909,360</u>	<u>(467,871)</u>	<u>4,441,488</u>
Budget Reductions to be identified	(3,200,000)	3,200,000	-
Total Expenditures	13,657,707	1,269,129	14,926,836
Net Annual Operating Results	\$ 295,293	\$ 84,871	\$ 380,164
Fund Balance			
Beginning Working Capital	\$ (260,164)	\$ (120,000)	\$ (380,164)
Annual Operating Results	295,293	84,871	380,164
Ending Working Capital	\$ 35,129	\$ (35,129)	\$ 0
Long-term Wastewater Advance	(2,141,466)	-	(2,141,466)
Total Fund Balance	\$ (2,106,337)	\$ (35,129)	\$ (2,141,466)
% Annual Expenditures	-15%	-3%	-14%

**2017-18 Midyear Budget Report
General Fund Revenues
December 31, 2017**

	2015-16	2016-17	2017-18			
	Actual	Actual	Original Budget	Year-to-Date 12-31-17	Midyear Update	Midyear Projection
General Revenues						
Property Tax						
Property tax	\$ 1,904,293	\$ 1,867,109	\$ 1,920,000	\$ 1,088,638	\$ (100,000)	\$ 1,820,000
Property Tax in lieu of MVLF	2,769,478	2,814,247	2,900,000	-	-	2,900,000
Residual Tax Increment	495,658	316,876	350,000	103,307	-	350,000
Residual Tax Increment - Land Sale	-	202,000	-	-	-	-
	<u>5,169,429</u>	<u>5,200,231</u>	<u>5,170,000</u>	<u>1,191,945</u>	<u>(100,000)</u>	<u>5,070,000</u>
Sales Tax						
SALES & USE TAX	3,919,032	4,244,621	4,175,000	1,370,272	145,000	4,320,000
Triple Flip Unwind	597,710	-	-	-	-	-
	<u>4,516,742</u>	<u>4,244,621</u>	<u>4,175,000</u>	<u>1,370,272</u>	<u>145,000</u>	<u>4,320,000</u>
Business License						
BUS LIC FEES, Admin, Late Fees	480,892	804,632	780,000	37,513	-	780,000
Franchise Fees						
PGE/Cable/Other	324,828	312,131	351,000	29,050	-	351,000
Solid Waste	432,146	417,990	420,000	135,263	-	420,000
	<u>756,974</u>	<u>730,120</u>	<u>771,000</u>	<u>164,313</u>	<u>-</u>	<u>771,000</u>
Other Taxes						
TRANSIENT TAX	272,608	290,428	290,000	85,891	-	290,000
30% to IVECA Fund	(82,267)	(87,129)	(87,000)	(19,821)	-	(87,000)
RL PROP TRNS TX	44,528	40,526	35,000	12,686	-	35,000
HSG ATH IN LIEU	61,649	62,125	22,000	2,846	-	22,000
	<u>296,518</u>	<u>305,950</u>	<u>260,000</u>	<u>81,602</u>	<u>-</u>	<u>260,000</u>
Money and Property						
INVEST EARNINGS	(9,569)	(12,022)	(10,000)	-	-	(10,000)
RENTS AND CONCESSIONS	218,239	218,659	240,000	139,862	-	240,000
	<u>208,670</u>	<u>206,637</u>	<u>230,000</u>	<u>139,862</u>	<u>-</u>	<u>230,000</u>
Other Miscellaneous Revenue						
SB90 ST.MANDATE	49,801	-	-	-	-	-
CONTRIBUTIONS/DONATIONS	3,202	-	-	-	-	-
MISC INCOME	955	74,440	5,000	140	-	5,000
	<u>53,958</u>	<u>74,440</u>	<u>5,000</u>	<u>140</u>	<u>-</u>	<u>5,000</u>
Subtotal, General Revenues	<u>11,483,182</u>	<u>11,566,633</u>	<u>11,391,000</u>	<u>2,985,647</u>	<u>45,000</u>	<u>11,436,000</u>
Program Revenues						
Police						
AB 109	10,000	22,644	10,000	-	-	10,000
VEHICLE CODE FINES AND PARKING CITATIONS	304,410	196,131	335,000	86,248	-	335,000
ALARM PERMITS	2,000	1,346	2,000	1,376	-	2,000
SRO PROGRAM	-	-	-	-	55,000	55,000
SPECIAL SERVICE /Misc Revenue	67,832	73,280	46,000	48,523	-	46,000
TOWING FEES	40,168	37,143	40,000	31,294	-	40,000
LIVESCAN	32,775	34,844	35,000	17,577	-	35,000
PRKG MTRS/LOTS	233,035	337,801	280,000	157,213	-	280,000
TRAFFIC CONTROL GRANT	-	150,000	150,000	-	-	150,000
ANIMAL LICENSES	4,828	2,520	3,000	-	-	3,000
ANIMAL CONTROL	8,242	7,233	8,000	5,539	-	8,000
	<u>703,289</u>	<u>862,942</u>	<u>909,000</u>	<u>347,770</u>	<u>55,000</u>	<u>964,000</u>

Continued

**2017-18 Midyear Budget Report
General Fund Revenues, Continued
December 31, 2017**

	2015-16	2016-17	2017-18			
	<u>Actual</u>	<u>Actual</u>	<u>Original Budget</u>	<u>Year-to-Date 12-31-17</u>	<u>Midyear Update</u>	<u>Midyear Projection</u>
Fire						
AMBULANCE FEES	489,481	506,291	500,000	146,517		500,000
AMBULANCE FEES -One time	120,377		-			-
FIRE PREVENTION	216,843	287,094	275,000	31,085		275,000
FIRE LATE AND OTHER FEES	9,147	15,726	12,000	6,733		12,000
GRANT	-	557,092	-		700,000	700,000
	<u>835,848</u>	<u>1,366,203</u>	<u>787,000</u>	<u>184,334</u>	<u>700,000</u>	<u>1,487,000</u>
Engineering and Development Services						
BUILDING PRMTS	219,134	210,558	210,000	50,062	77,000	287,000
MECHANICAL PRMT	35,001	43,586	35,000	13,301	3,000	38,000
PLUMBING PRMTS	15,828	16,505	18,000	3,901	10,000	28,000
ELEC PERMITS	108,230	97,221	100,000	24,503	6,000	106,000
OTHER CONSTRUCTION PERMITS	2,259	4,779	2,000	7,796	-	2,000
ENCROACH PERMIT	34,635	58,023	50,000	17,617	5,000	55,000
PLAN CHECK FEES	148,846	117,469	100,000	90,617	25,000	125,000
PLANNING ADMIN	6,787	-	-	-	-	-
ENGINEERING FEES	10,796	50,495	20,000	31,031	-	20,000
SALE OF MAPS	165	50	-	420	-	-
CODE ENFORCEMENT	14,890	11,782	10,000	4,150	2,000	12,000
	<u>596,571</u>	<u>610,469</u>	<u>545,000</u>	<u>243,397</u>	<u>128,000</u>	<u>673,000</u>
Public Works						
MAINT STATE HWY	53,018	42,414	42,000	-		42,000
REIMBURSEMENTS	-	-	45,000	-		45,000
	<u>53,018</u>	<u>42,414</u>	<u>87,000</u>	<u>-</u>	<u>-</u>	<u>87,000</u>
Parks, Recreation, and Library						
Recreation program fees	35,773	40,044	35,000	17,095		35,000
Library fines and penalties	4,878	3,751	5,000	2,386		5,000
Community Center activities	28,870	22,362	20,000	14,375		20,000
Parks activities and events	1,837	1,565	2,000	615		2,000
Leases	12,600	10,500	12,000	1,100		12,000
	<u>83,958</u>	<u>78,221</u>	<u>74,000</u>	<u>35,571</u>	<u>-</u>	<u>74,000</u>
Administration/Other						
Successor Agency Admin Fee	164,897	133,199	160,000	-		160,000
Special District Admin Fee	-	16,000	-	-	16,000	16,000
	<u>164,897</u>	<u>149,199</u>	<u>160,000</u>	<u>-</u>	<u>16,000</u>	<u>176,000</u>
Subtotal, Program Revenues	<u>2,437,581</u>	<u>3,109,449</u>	<u>2,562,000</u>	<u>811,072</u>	<u>899,000</u>	<u>3,461,000</u>
Total, External Sources	<u>13,920,763</u>	<u>14,676,082</u>	<u>13,953,000</u>	<u>3,796,718</u>	<u>944,000</u>	<u>14,897,000</u>
Interfund Transfers						
Measure H	-	-	-	-	410,000	410,000
Other Transfers	158,694	4,859	-	-	-	-
	<u>158,694</u>	<u>4,859</u>	<u>-</u>	<u>-</u>	<u>410,000</u>	<u>410,000</u>
Total General Fund Revenues	<u>14,079,457</u>	<u>14,680,941</u>	<u>13,953,000</u>	<u>3,796,718</u>	<u>1,354,000</u>	<u>15,307,000</u>

**2017-18 Midyear Budget Report
General Fund Expenditures
December 31, 2017**

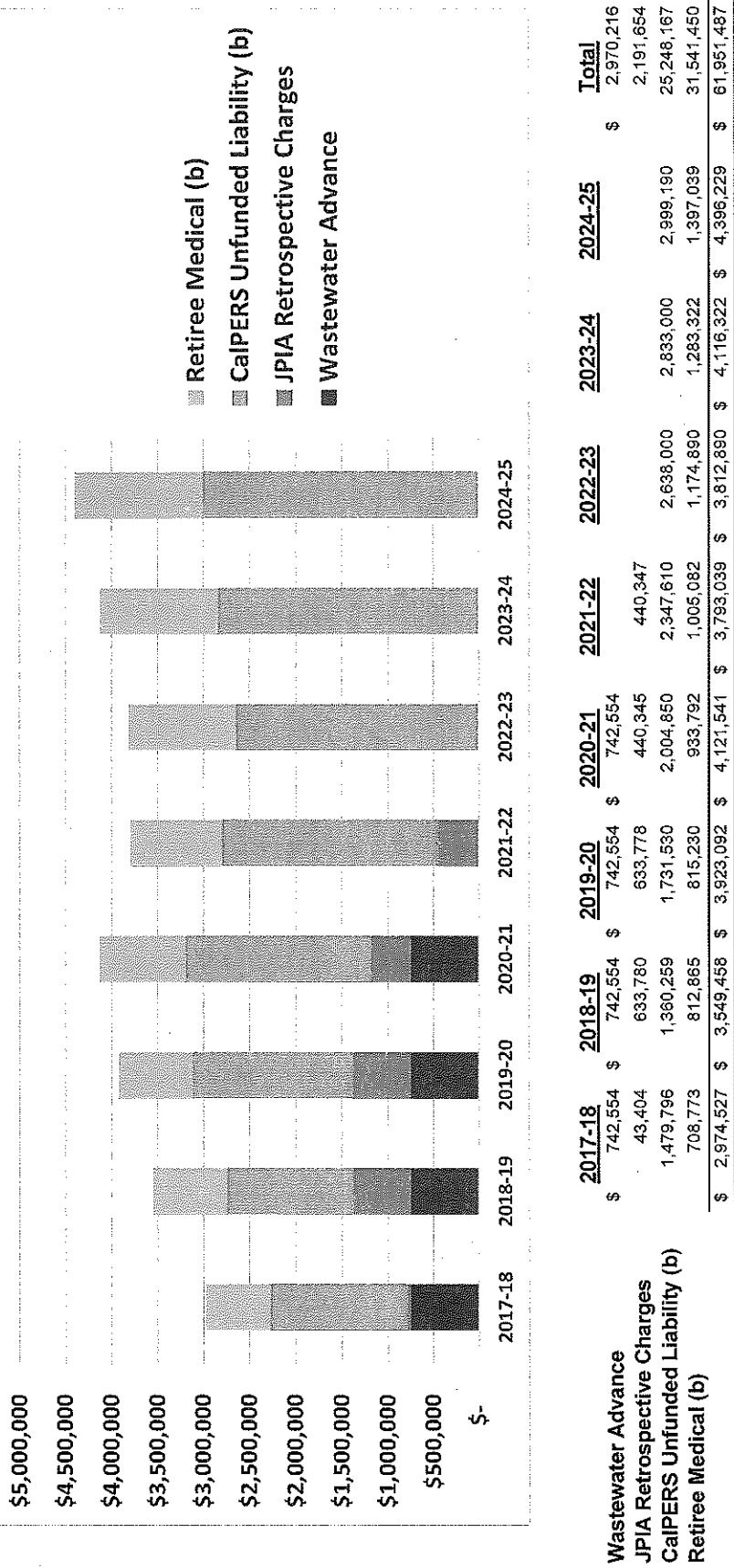
	Budget			Actual	Remaining Balance	
	Current Budget	Midyear Adjustments	Midyear Projection	Year-to-Date Dec 31, 2017	Projection vs. Actual \$	%
General Fund Totals						
<u>Salaries and Benefits</u>						
Full Cost	\$ 13,571,858	\$ (293,000)	\$ 13,278,858	\$ 6,006,346	\$ 7,272,512	55%
Vacancy Savings	-	(1,055,000)	(1,055,000)	-	(1,055,000)	100%
Salary Reimbursement - Measure H	(1,250,000)	-	(1,250,000)	(625,000)	(625,000)	50%
Salary Reimbursement - Grant Funds	(417,000)	(115,000)	(532,000)	(214,500)	(317,500)	60%
	<u>11,904,858</u>	<u>(1,463,000)</u>	<u>10,441,858</u>	<u>5,166,847</u>	<u>5,275,011</u>	<u>51%</u>
<u>Operating Costs</u>						
Administration/Office Costs	398,158	(20,000)	378,158	174,697	203,461	54%
Materials/Supplies	709,901	35,000	744,901	294,235	450,666	61%
Contracts/Professional Services	2,231,972	-	2,231,972	1,048,928	1,183,044	53%
General Liability Insurance	1,067,850	(655,000)	412,850	256,425	156,425	38%
Repairs/Maintenance	399,340	(107,871)	291,469	118,455	173,014	59%
Capital Outlay and Truck Lease	77,171	-	77,171	26,286	50,885	66%
	<u>4,884,392</u>	<u>(747,871)</u>	<u>4,136,521</u>	<u>1,919,026</u>	<u>2,217,494</u>	<u>54%</u>
Debt Service - Wastewater Loan	742,554	-	742,554	371,277	371,277	50%
Interfund	(674,097)	280,000	(394,097)	(340,049)	(54,048)	14%
Budget Reduction Placeholder	(3,200,000)	3,200,000	-	-	-	-
	<u>\$ 13,657,707</u>	<u>\$ 1,269,129</u>	<u>\$ 14,926,836</u>	<u>\$ 7,117,101</u>	<u>\$ 7,809,734</u>	<u>52%</u>
Summary by Department						
<u>Police</u>						
Salaries and Benefits	\$ 4,489,006	-	\$ 4,489,006	\$ 1,829,282	\$ 2,659,724	59%
Salary Reimbursement - Measure H	(850,000)	-	(850,000)	(425,000)	(425,000)	50%
Salary Reimbursement - Grant Funds	(159,000)	-	(159,000)	0	(159,000)	100%
Administration/Office Costs	108,875	-	108,875	42,071	66,804	61%
Materials/Supplies	152,450	-	152,450	59,897	92,553	61%
Contracts/Professional Services	387,023	-	387,023	298,654	88,369	23%
General Liability Insurance	696,150	(555,000)	141,150	70,575	70,575	50%
Repairs/Maintenance	218,740	(133,000)	85,740	41,813	43,927	51%
Capital Outlay	26,286	-	26,286	26,286	-	0%
	<u>5,069,530</u>	<u>(688,000)</u>	<u>4,381,530</u>	<u>1,943,579</u>	<u>2,437,951</u>	<u>56%</u>
<u>Parking</u>						
Salaries and Benefits	233,071	-	233,071	83,486	149,585	64%
Administration/Office Costs	8,600	-	8,600	2,574	6,026	70%
Materials/Supplies	51,990	-	51,990	16,184	35,806	69%
Contracts/Professional Services	217,959	-	217,959	156,602	61,357	28%
General Liability Insurance	5,900	-	5,900	2,950	2,950	50%
Repairs/Maintenance	10,350	-	10,350	1,686	8,664	84%
Capital Outlay	10,000	-	10,000	-	10,000	100%
	<u>537,870</u>	<u>-</u>	<u>537,870</u>	<u>263,482</u>	<u>274,388</u>	<u>51%</u>
<u>Animal Control</u>						
Salaries and Benefits	137,670	-	137,670	61,374	76,296	55%
Administration/Office Costs	604	-	604	133	471	78%
Materials/Supplies	23,509	-	23,509	3,303	20,206	86%
Contracts/Professional Services	10,660	-	10,660	4,381	6,279	59%
General Liability Insurance	5,900	-	5,900	2,950	2,950	50%
Repairs/Maintenance	6,566	-	6,566	22	6,544	100%
Capital Outlay	25,000	-	25,000	-	25,000	100%
	<u>209,909</u>	<u>-</u>	<u>209,909</u>	<u>72,163</u>	<u>137,746</u>	<u>66%</u>

Continued

**2017-18 Midyear Budget Report
General Fund Expenditures, Continued
December 31, 2017**

	Budget			Actual	Remaining Balance	
	Current	Midyear	Midyear	Year-to-Date Dec 31, 2017	Projection vs. Actual	
	Budget	Adjustments	Projection		\$	%
Fire						
Salaries and Benefits	4,291,094	49,000	4,340,094	2,203,302	2,136,792	49%
Measure H Reimbursements	(400,000)	-	(400,000)	(200,000)	(200,000)	50%
Grant Reimbursements	(59,000)	-	(59,000)	0	(59,000)	100%
Mutual Aid Reimbursements	-	(115,000)	(115,000)	(115,000)	-	n/a
Administration/Office Costs	30,700	-	30,700	14,640	16,060	52%
Materials/Supplies	127,820	35,000	162,820	59,182	103,638	64%
Contracts/Professional Services	89,850	-	89,850	23,817	66,033	73%
General Liability Insurance	82,600	-	82,600	41,300	41,300	50%
Repairs/Maintenance	79,800	-	79,800	18,319	61,481	77%
	<u>4,242,864</u>	<u>(31,000)</u>	<u>4,211,864</u>	<u>2,045,559</u>	<u>2,166,305</u>	<u>51%</u>
Community Development						
Salaries and Benefits	713,254	-	713,254	300,183	413,071	58%
Administration/Office Costs	21,950	-	21,950	10,240	11,710	53%
Materials/Supplies	36,100	-	36,100	12,912	23,188	64%
Contracts/Professional Services	115,900	-	115,900	9,765	106,135	92%
General Liability Insurance	23,600	-	23,600	11,800	11,800	50%
Repairs/Maintenance	6,600	-	6,600	1,437	5,163	78%
Capital Outlay	11,000	-	11,000	-	11,000	100%
	<u>928,404</u>	<u>-</u>	<u>928,404</u>	<u>346,337</u>	<u>582,067</u>	<u>63%</u>
Public Works						
Salaries and Benefits	701,743	(67,000)	634,743	213,890	420,853	66%
Administration/Office Costs	27,389	-	27,389	19,201	8,188	30%
Materials/Supplies	123,703	-	123,703	51,148	72,555	59%
Contracts/Professional Services	183,277	-	183,277	47,310	135,967	74%
General Liability Insurance	41,300	-	41,300	20,650	20,650	50%
Repairs/Maintenance	49,584	-	49,584	45,470	4,114	8%
Capital Outlay	1,385	-	1,385	-	1,385	100%
	<u>1,128,381</u>	<u>(67,000)</u>	<u>1,061,381</u>	<u>397,668</u>	<u>663,713</u>	<u>63%</u>
Community Services						
Salaries and Benefits	761,283	-	761,283	328,223	433,060	57%
Administration/Office Costs	32,340	-	32,340	13,051	19,289	60%
Materials/Supplies	128,462	-	128,462	63,651	64,811	50%
Contracts/Professional Services	218,190	-	218,190	123,150	95,040	44%
General Liability Insurance	11,800	-	11,800	5,900	5,900	50%
Repairs/Maintenance	12,500	-	12,500	4,974	7,526	60%
Capital Outlay	3,500	-	3,500	-	3,500	100%
	<u>1,168,075</u>	<u>-</u>	<u>1,168,075</u>	<u>538,949</u>	<u>629,125</u>	<u>54%</u>
Housing						
Salaries and Benefits	310,724	-	310,724	131,650	179,074	58%
Successor Housing Reimbursement	(199,000)	-	(199,000)	(99,500)	(99,500)	50%
Administration/Office Costs	57,000	(20,000)	37,000	30,797	6,203	17%
	<u>168,724</u>	<u>(20,000)</u>	<u>148,724</u>	<u>62,946</u>	<u>85,778</u>	<u>58%</u>
Administration, Finance, Non-Department						
Salaries and Benefits	1,934,013	(275,000)	1,659,013	854,956	804,057	48%
Vacancy Allowance	-	(1,055,000)	(1,055,000)	-	(1,055,000)	100%
Administration/Office Costs	110,700	-	110,700	41,990	68,710	62%
Materials/Supplies	65,867	-	65,867	27,959	37,908	58%
Contracts/Professional Services	1,009,113	-	1,009,113	385,248	623,865	62%
General Liability Insurance	200,600	(100,000)	100,600	100,300	300	0%
Repairs/Maintenance	15,200	25,129	40,329	4,734	35,595	88%
Debt Service - Wastewater Loan	742,554	-	742,554	371,277	371,277	50%
Interfund	(674,097)	280,000	(394,097)	(340,049)	(54,048)	14%
Budget Reduction Placeholder	(3,200,000)	3,200,000	-	-	-	0%
	<u>203,950</u>	<u>2,075,129</u>	<u>2,279,079</u>	<u>1,446,416</u>	<u>832,663</u>	<u>37%</u>
Total General Fund Expenditures	\$ 13,657,707	\$ 1,269,129	\$ 14,926,836	\$ 7,117,101	\$ 7,809,734	52%

**City of Calexico
Long-term Operating Cost Obligations (a)
June 30, 2017**



(a) Includes obligations for past operating service costs; excludes payments on capital project bonds (Measure H, Measure D, and Water)
(b) Source: June 2016 Actuary reports