



**City of Fresno**  
**Monthly Financial Report**  
**For the One Month Ended July 31, 2019**  
**Unaudited – Intended for Internal Management Purposes Only**  
**(All figures in thousands)**

**GENERAL FUND AT-A-GLANCE**

Category	Amended Budget	YTD Actual	% of Budget	Prior Year Actuals
Revenues	348,491	6,890	2%	6,645
Expenditures	(348,488)	(21,882)	6%	(20,564)
Revenues Over (Under) Expenditures	<u>3</u>	<u>(14,992)</u>		<u>(13,919)</u>

**GENERAL FUND REVENUES**

Revenues	Amended Budget	YTD Actual	% of Budget	Prior Year Actuals
Sales & Use Tax	95,171	0	0%	0
Prop. 172 Sales Tax	3,223	291	9%	227
Property Tax	140,218	0	0%	0
Business Tax	20,091	1,147	6%	838
Franchise Tax	15,423	386	3%	536
Other Local Taxes	15,792	1,483	9%	1,597
Card Room Receipts	1,070	83	8%	79
Charges for Services	18,796	1,373	7%	1,474
Development Fees	18,705	1,811	10%	1,596
Intergovernmental Revenues	9,947	238	2%	302
Intragovernmental Revenues	13,651	0	0%	0
Transfers In/Out	(24,572)	(210)	1%	(149)
All Other Revenue Sources	20,976	288	1%	145
Total General Fund Revenues	<u>348,491</u>	<u>6,890</u>	2%	<u>6,645</u>

**ANALYSIS OF GENERAL FUND REVENUES**

General Fund revenues for Fiscal Year 2020 are projected to be \$348.5 million. This estimated amount is an increase, in total, from the amount of revenues actually realized in Fiscal Year 2019, which were \$342.8 million. General Fund revenues for July 2019 were \$6.9 million. This is an increase of \$0.2 million, or 3.7%, above actual revenues during July 2018. Total revenues at the end of July 2019 are at 2.0% of the annual estimate for Fiscal Year 2020.

Business Tax revenues during July 2019 increased \$0.3 million (36.9%) from last July. Franchise Taxes during July 2019 decreased \$0.2 million (-28.0%) from July 2018 due to timely collections during Fiscal Year 2019.

Revenues other than taxes, which include Charges for Services, Development Fees, Intergovernmental and Intragovernmental Revenues, Transfers Out, and All Other Revenue Sources, will fluctuate from month to month depending upon various activity elements.

Development fees during July 2019 increased \$0.2 million (13.5%) compared to July 2018 mostly due to increased revenue from building alteration plan check and permit fees.

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For the One Month Ended July 31, 2019

(All figures in thousands)

As of July 31<sup>st</sup>, the City maintained \$34.4 million in the General Fund Emergency Reserve. The balance is up from the beginning of the fiscal year due to interest/investment revenue. The use of this Reserve is restricted until such time as a declaration of a fiscal emergency is made by the Mayor and approved by Council or for temporary year-end cash balancing purposes in accordance with provisions in the Reserve Management Act.

**GENERAL FUND EXPENDITURES BY DEPARTMENT**

Expenditure Type	Amended Budget	YTD Actual	% of Budget	Prior Year Actuals
Police Department	184,783	11,882	6%	11,188
Fire Department	68,354	4,312	6%	4,406
Parks, Recreation & Community Services	19,974	1,020	5%	775
Finance/Purchasing/Central Printing	7,104	309	4%	598
Public Works	10,402	742	7%	422
City Council Offices	4,585	196	4%	300
City Clerk's Office	969	66	7%	76
Office of the Mayor/City Manager/Budget	4,499	299	7%	287
Development and Resource Management (DARM)	22,234	1,074	5%	1,261
Personnel	3,567	233	7%	199
City Attorney's Office	16,841	1,000	6%	421
General City Purposes	12,089	749	6%	631
Attrition Savings	(6,913)	0	0%	0
Total General Fund Expenditures	<u>348,488</u>	<u>21,882</u>	6%	<u>20,564</u>

**GENERAL FUND EXPENDITURES BY TYPE**

Expenditure Type	Amended Budget	YTD Actual	% of Budget	Prior Year Actuals
Salaries and Benefits Public Protection	196,290	13,828	7%	12,704
Salaries and Benefits Others	45,000	3,888	9%	3,374
Overtime Public Protection	4,410	413	9%	603
Overtime Others	152	16	11%	19
Pension Obligation Bonds	12,674	0	0%	0
Operations and Maintenance	38,669	3,145	8%	3,068
Interdepartmental Charges	41,794	398	1%	634
Capital	9,499	194	2%	162
Total General Fund Expenditures	<u>348,488</u>	<u>21,882</u>	6%	<u>20,564</u>

### **ANALYSIS OF GENERAL FUND EXPENDITURES**

Total General Fund expenditures are budgeted to be \$348.5 million for Fiscal Year 2020. This is an increase of \$31.2 million (9.8%) over actual General Fund expenditures during Fiscal Year 2019, which totaled \$317.3 million.

Comparing July 2019 with July 2018, the Police and Fire Departments experienced an increase of \$0.7 million (6.2%) and a decrease of \$0.1 million (-2.1%) respectively. The changes in those two departments' expenditures are primarily due to increased Police personnel costs and decreased demand for Fire personnel overtime fighting fires partially offset by increased fuel costs.

Expenditures for Council Offices, the Clerk's Office, the Mayor/City Manager's Offices, Finance, City Attorney, and Personnel Departments were materially consistent with the amounts expended in the prior year, and are at acceptable levels in accordance with current year budget estimates. City Attorney's Office expenditures increased \$0.6 million (137.5%) during July 2019 compared to July 2018 mostly due to increased personnel costs associated with the assumption of Code Enforcement personnel.

By category, Salaries/Benefits for Public Protection and Others increased \$1.1 million (8.8%) and \$0.5 million (15.2%) respectively during July 2019 compared to last July. Overtime for Public Protection during July 2019 decreased \$0.2 million (-31.5%) compared to last year. Interdepartmental Charges for July 2019 decreased \$0.2 million (-37.2%) primarily due to lower Fleet charges.

Expenditures are monitored and appropriations possibly adjusted throughout the year in accordance with economic conditions and the inflow of General Fund revenues.

**ENTERPRISE OPERATING FUNDS**

The following summarizes year-to-date revenues and expenditures for major City enterprises.

<b>Enterprise Fund</b>	<b>Budget</b>	<b>YTD Actual</b>	<b>% of Budget</b>	<b>Prior Year</b>
<b>Community Sanitation</b>				
Revenues	9,510	840	9%	778
Carryover	874	0	0%	0
Available Resources	10,384	840	8%	778
Expenditures	(10,384)	(652)	6%	(613)
Available Resources Over/(Under) Expenditures		188		165
<b>Transportation/FAX</b>				
Revenues	31,556	467	1%	1,235
Carryover	(1,260)	0	0%	0
Available Resources	30,296	467	2%	1,235
Expenditures	(29,581)	(1,136)	4%	(2,181)
Available Resources Over/(Under) Expenditures	715	(669)		(946)
<b>Airport Operating</b>				
Revenues	11,712	1,622	14%	2,497
Carryover	28,092	0	0%	0
Available Resources	39,804	1,622	4%	2,497
Expenditures	(18,906)	(1,893)	10%	(1,701)
Available Resources Over/(Under) Expenditures	20,898	(271)		796
<b>Sewer System</b>				
Revenues	49,529	6,849	14%	6,972
Carryover	56,335	0	0%	0
Available Resources	105,864	6,849	6%	6,972
Expenditures	(86,617)	(3,706)	4%	(3,245)
Available Resources Over/(Under) Expenditures	19,247	3,143		3,727
<b>Solid Waste System</b>				
Revenues	34,010	2,766	8%	2,573
Carryover	4,989	0	0%	0
Available Resources	38,999	2,766	7%	2,573
Expenditures	(35,885)	(2,158)	6%	(1,834)
Available Resources Over/(Under) Expenditures	3,114	608		739
<b>Water System</b>				
Revenues	117,344	11,367	10%	10,249
Carryover	108,256	0	0%	0
Available Resources	225,600	11,367	5%	10,249
Expenditures	(133,046)	(9,830)	7%	(5,362)
Available Resources Over/(Under) Expenditures	92,554	1,537		4,887

### **ANALYSIS OF ENTERPRISE OPERATING FUNDS**

Actual revenues and expenditures for Enterprise Operations are recorded on the cash basis of accounting for monthly financial reporting purposes: meaning, revenues are recognized when the cash is received and expenses are recognized when the cash is paid. This can result in material timing differences, particularly when grants are involved. Most grants require the City to incur the expenditure before obtaining reimbursement from the granting agency. Transportation/FAX has significant grant-related revenue sources and will accordingly see the greatest impact as a result of these timing differences.

The budgeted figures for Fiscal Year 2020 were established to support the ongoing operations and anticipated capital improvements for each enterprise. The budgeted revenue figures include estimated carryover from the prior year. Actual carryover amounts from Fiscal Year 2019 to Fiscal Year 2020 will be posted in August and reflected in next month's report.

Transportation/FAX Revenues during July 2019 decreased \$0.8 million (-62.2%) from last July mostly due to receipt of State of Good Repair tax allocation in July 2018 for which no similar revenue was received this July. Airport YTD Revenues for July 2019 decreased \$0.9 million (-35.0%) from last July primarily due to decreased rentals and concessions, and landing fees. Water System Revenues for July 2019 increased \$1.1 million (10.9%) compared to July 2018 primarily due to increased customer charges.

Transportation/FAX expenditures during July 2019 decreased \$1.0 million (-47.9%) compared to last July mainly due to lower personnel expenses and savings for professional and technical services. Water System expenditures during July 2019 increased \$4.5 million (83.3%) compared to July 2018 mostly due to interest payments on loans for which there were no similar payments last July and higher costs for specialty chemicals.

**CITY DEBT**

<b>Debt Source (in thousands)</b>	<b>Governmental</b>	<b>Business-Type</b>	<b>Principal Outstanding</b>
<b>Lease Revenue Bonds:</b>			
Various Capital Projects	\$24,255		\$24,255
No Neighborhood Left Behind/Selland Arena	10,580		10,580
Parks Impact Fee Projects	22,270	\$1,565	23,835
City Hall Chiller/Convention Center Improvements	2,710	11,160	13,870
Public Safety Impact Fee Projects	31,050		31,050
City Hall Refinancing/Bee Building/Granite Park	25,985		25,985
Exhibit Hall Expansion Project		12,912	12,912
Stadium Project		26,545	26,545
<b>Judgment Bonds:</b>			
Pension Obligation Bonds	116,160		116,160
<b>Enterprise Bonds:</b>			
Water		124,995	124,995
Sewer*		34,285	34,285
Airport**		80,865	80,865
<b>Total Bonds</b>	<b>\$233,010</b>	<b>\$292,327</b>	<b>\$525,337</b>
<b>Notes and Loans:</b>			
HUD – Neighborhood Streets and Parks	\$472		\$472
CIEDB – Roeding Business Park	1,561		1,561
State Water Resources Control Board Loans		\$325,322	325,322
Clean Water – Southwest Quadrant		33,426	33,426
Safe Drinking Water Loans		39,432	39,432
<b>Total Notes and Loans</b>	<b>\$2,033</b>	<b>\$398,180</b>	<b>\$400,213</b>
<b>Capital Leases</b>	<b>39,608</b>		<b>39,608</b>
<b>Total City Debt</b>	<b>\$274,651</b>	<b>\$690,507</b>	<b>\$965,158</b>

\* Partial defeasance of Sewer 2008 Bonds during September 2018 reduced principal by \$132.5 million.

\*\* Issuance of Airport Parking Garage Bonds during May 2019 increased principal by \$35 million.

**SUMMARY AND CONTACT INFORMATION**

This report is based on detailed information produced by the City's Finance Department/Accounting Division. If you would like additional information, or have any questions about this report, please call 621-7001.