



**City of Fresno**  
**Monthly Financial Report FY2015/2016**  
**For the Five Months Ended November 30, 2015**  
**Unaudited - Intended For Internal Management Purposes Only**

**GENERAL FUND AT-A-GLANCE**

(in millions) Category	Amended Budget	YTD Actual	% of Budget	Prior Year Actuals
Revenues	274,993	55,046	20%	64,540
Expenditures	(272,367)	(111,784)	41%	(106,551)
<b>Revenues Over Expenditures</b>	<b>2,626</b>	<b>(56,738)</b>		

**GENERAL FUND REVENUES**

Revenues	Amended Budget	YTD Actual	% of Budget	Prior Year Actuals
Sales & Use Tax	82,233	20,756	25%	20,214
Prop. 172 Sales Tax	2,730	898	33%	1,112
Property Tax	112,636	1,287	1%	1,744
Business Tax	17,880	9,947	56%	9,649
Franchise Tax	12,225	2,966	24%	2,810
Other Local Taxes	11,612	5,242	45%	4,857
Card Room Receipts	1,010	390	39%	410
Charges For Services	16,420	6,359	39%	6,493
Parking & Community Development	13,734	6,143	45%	5,740
Intergovernmental Revenues	4,846	2,237	46%	3,064
Intragovernmental Revenues	11,522	4,009	35%	4,906
Transfers In/Out	(26,979)	(5,874)	22%	(16,579)
All Other Revenue Sources	15,124	686	5%	20,120
<b>Total</b>	<b>274,993</b>	<b>55,046</b>	<b>20%</b>	<b>64,540</b>

**GENERAL FUND REVENUES**

General Fund revenues for the five months ended November 30, 2015 were \$55 million and do not include General Fund carryover from Fiscal Year 2015 into Fiscal Year 2016. Revenues for the first five months of the prior fiscal year were \$64.5 million including \$18.9 million carryover from Fiscal Year 2014 (included in All Other Revenue Sources) and transfer out of \$8.2 million to repay monies previously advanced to it by Water and Solid Waste. If the carryover and loan repayment are excluded from total revenues during the first five months of Fiscal Year 2015, the adjusted total is \$53.8 million; resulting in an adjusted increase of \$1.2 million over total revenues through the first five months of last fiscal year. The majority of the \$1.2 million increase between years is outlined below. The City does not utilize TRANS (Tax and Revenue Anticipation Notes) advances. Therefore, it is common for expenditures to exceed its revenues by a substantial amount early in the year.

Sales Tax revenues, including those from the Sales Tax Swap were \$20.8 million through November 2015. Sales Tax revenues were \$20.2 million for the same period last fiscal year; a 2.7% increase. Property Tax received through November 30, 2015 decreased \$0.5 million (-26.2%) from the same period last year primarily due to fewer delinquent taxes received this year. Business Taxes collected were \$9.9 million for the first five months of Fiscal Year 2015, an increase of \$0.3 million (3.1%) over the same period last fiscal year.

Franchise Taxes received during the first five months were \$3.0 million, an increase of \$0.2 million (5.6%) over the first five months last fiscal year mostly due to increased revenue from Roll off Bin Franchise fees. Other Local Taxes received through November were \$5.2 million; an increase of \$0.4 million (7.9%) over the same period last year due to increased revenues from Real Estate Transfer Taxes and Room Tax.

## GENERAL FUND REVENUES – continued

Revenues other than taxes, which include Charges for Services, Parking & Community Development, Intergovernmental and Intragovernmental Revenues, Transfers Out, and All Other Revenue Sources, will fluctuate from month to month depending upon various activity elements. Charges for Services decreased \$0.1 million (-2.1%) from the first five months of last fiscal year due to decreased subdivision inspection fees. Intergovernmental Revenues decreased \$0.3 million (-13.3%) compared to the first five months of last year due to lower federal grant receipts. Intragovernmental Revenues decreased \$0.8 million (-27.0%) compared to the same period last fiscal year due to lower equipment and overhead reimbursements from capital.

As of November 30, 2015, the City maintained nearly \$11.7 million in the General Fund Emergency Reserve. \$2.7 million of those funds are associated with the repayment of loans made by the City to the former RDA which were received in September 2015. 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	149,128	60,145	40%	58,037
Fire Department	51,965	23,574	45%	21,819
Parks, Recreation & Community Services	15,433	6,132	40%	5,266
Finance/Budget/Purchasing/Central Printing	8,245	3,276	40%	3,027
Public Works	7,278	2,387	33%	3,446
City Council Offices	3,296	1,181	36%	1,118
City Clerk's Office	709	341	48%	320
Office of the Mayor/City Manager	2,414	1,036	43%	872
Parking and Community Development	21,894	9,304	42%	8,510
Personnel	2,933	1,360	46%	1,297
CAO	4,165	1,761	42%	1,660
General City Purposes	6,880	1,287	19%	1,179
Pending Concessions	(1,973)	0	0%	0
<b>Total</b>	<b>272,367</b>	<b>111,784</b>	<b>41%</b>	<b>106,551</b>

**GENERAL FUND EXPENDITURES BY TYPE**

Expenditure Type	Amended Budget	YTD Actual	% of Budget	Prior Year Actuals
Salaries and Benefits Public Protection	156,911	64,069	41%	62,534
Salaries and Benefits Others	34,777	14,642	42%	13,811
Overtime Public Protection	3,800	3,216	85%	2,253
Overtime Others	53	30	57%	42
Pension Obligation Bonds	12,740	3,734	29%	3,889
Operations and Maintenance	30,570	12,040	39%	10,978
Interdepartmental Charges	30,441	12,937	42%	12,019
Capital	3,075	1,116	36%	1,025
<b>Total</b>	<b>272,367</b>	<b>111,784</b>	<b>41%</b>	<b>106,551</b>

**GENERAL FUND EXPENDITURES**

General Fund expenditures for the five months ended November 30, 2015 were \$111.8 million. This is an increase of \$5.2 million (4.9%) over the same period last fiscal year.

Expenditures for departments significantly funded by the General Fund (Police, Fire, Parking & Community Development, and PARCS) were at acceptable levels for the five months ended November 30, 2015. Comparing the first five months this year with last year, the Police and Fire Departments experienced \$2.1 million (3.6%) and \$1.8 million (8.0%) increases respectively, due primarily to both overtime expenditures and costs associated with the addition of new staff that was added as part of the Fiscal Year 2016 budget plus additional costs for personal supplies, ammunition, equipment purchases and leases. Parking & Community Development experienced a \$0.8 million (9.3%) increase for the five months ended November 30, 2015 compared to the same period last year primarily due to increased costs for outside legal and consulting fees. PARCS experienced a \$0.9 million (16.5%) increase compared to the same period last year mainly due to increased personnel costs associated with the transfer of five staff to PARCS from Public Works and the addition of fourteen new permanent positions.

Savings for personnel costs related to the transfer of the employees to PARCS plus lower costs for utilities and rocks & mineral products, and lower ID charges all contributed to the decrease of \$1.1 million (-30.7%) in Public Works expenditures compared to the same period last year.

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 thus far in accordance with current year budget estimates.

**GENERAL FUND EXPENDITURES – continued**

By category, salaries are at reasonable levels and are consistent with the prior year. Overtime spiked at the beginning of Fiscal Year 2016, which is normal for summer months and during fire season. Operations and Maintenance costs for the first five months were up \$1.1 million (9.7%) over the same period last year due to costs for personal supplies, ammunition, landscaping, outside legal and consulting fees. Expenditures related to Pension Obligation Bonds are recognized when paid.

Expenditures will be 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.

Enterprise Fund	Budget	YTD Actual	% of Budget	Prior Year
<b>Community Sanitation</b>				
Revenues	12,121	9,178	76%	8,893
Expenditures	(8,137)	(2,814)	35%	(2,951)
Total	3,984	6,364		5,942
<b>Transportation/FAX</b>				
Revenues	41,676	13,215	32%	21,495
Expenditures	(30,638)	(10,719)	35%	(10,572)
Total	11,038	2,496		10,923
<b>Airport Operating</b>				
Revenues	28,136	23,348	83%	17,712
Expenditures	(14,487)	(5,886)	41%	(5,610)
Total	13,649	17,462		12,102
<b>Sewer System</b>				
Revenues	156,183	122,105	78%	77,200
Expenditures	(96,473)	(18,544)	19%	(15,865)
Total	59,710	103,561		61,335
<b>Solid Waste System</b>				
Revenues	31,146	16,355	53%	14,325
Expenditures	(29,965)	(10,902)	36%	(12,036)
Total	1,181	5,453		2,289
<b>Water System</b>				
Revenues	127,202	82,233	65%	82,464
Expenditures	(99,676)	(25,882)	26%	(30,558)
Total	27,526	56,351		51,906

**ENTERPRISE OPERATING FUNDS**

Actual revenues and expenditures for Enterprise Operations are recorded on the cash basis of accounting for monthly financial reporting purposes which means revenues are recognized when the cash is receipted 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 2016 were established to support the ongoing operations and anticipated capital improvements for each enterprise during Fiscal Year 2016. The budgeted revenue figures include estimated carryover from the prior year. Actual carryover amounts from Fiscal Year 2015 to Fiscal Year 2016 are noted below, and are reflected in the revenue figures presented above. Because carryover is posted in August, early fiscal year Revenue results may appear high.

Transportation/FAX carryover dropped between fiscal years largely due to State funding, normally received during the month of June, which was received after fiscal year end and deposited on July 6, 2015. Excluding carryover, Airport Operating and Sewer System YTD Revenues for the first five months of Fiscal Year 2016 increased \$0.5 million (7.4%) and \$1.0 million (1.3%) respectively compared to the same period last year.

Community Sanitation had about \$1.9 million more in carryover compared to the budget estimate. The carryover represents 63% of the total revenue received through November 30, 2015. Carryover this year is about \$0.7 million (12.6%) over last year's carryover. Water had slightly less carryover than estimated; but, the carryover of \$47 million is 56.7% of total revenues received through November 30, 2015. Water's carryover this year is up \$5.4 million (13.1%) over last year's carryover.

Sewer expenditures are up \$2.7 million (16.9%) over the same period last year, primarily due to an increase in the property category because of contract construction. Water expenditures are down \$4.6 million (-15.3%). Items contributing to that decrease include utilities (down \$0.8 million), supplies (down \$0.8 million because of reductions in specialty chemical costs), water purchases (down \$1.7 million), professional and technical services (down \$0.8 million), and property (down \$0.3 million because of lower land acquisition).

**ENTERPRISE OPERATING FUNDS – continued**

Fiscal Year 2016 Enterprise Operating Carryover Amounts:

Community Sanitation - \$5.8 million  
Transportation/FAX - \$0.1 million  
Airports - \$15.5 million  
Sewer System - \$101.2 million  
Solid Waste System - \$2.8 million  
Water System - \$46.7 million

Debt Source (in thousands)	Governmental	Business-Type	Principal Outstanding
Lease Revenue Bonds:			
Various Capital Projects	\$28,955		\$28,955
No Neighborhood Left Behind/Selland	22,790		22,790
Parks Impact Fee Projects	30,455	\$2,145	32,600
City Hall Chiller/Conv Center Improvements	3,405	19,175	22,580
Public Safety Impact Fee Projects	37,870		37,870
City Hall Refinancing/Bee Bldg/Granite Park	34,405		34,405
Exhibit Hall Expansion Project		18,668	18,668
Stadium Project		34,425	34,425
Judgment Bonds:			
Pension Obligation Bonds	145,675		145,675
Judgment Obligation Bonds	1,025		1,025
Enterprise Bonds:			
Water		146,405	146,405
Sewer		195,615	195,615
Airport		52,630	52,630
<b>Total Bonds</b>	<b>\$304,580</b>	<b>\$469,063</b>	<b>\$773,643</b>
Notes and Loans			
CEC - MSC Solar System	\$545		\$545
HUD - Regional Medical Center	525		525
HUD - FMAAA	470		470
HUD - Neighborhood Streets/Parks	754		754
CIEDB - Roeding Business Park	1,787		1,787
SMG - Employee Benefits Cost Reimbursement		\$377	377
State Water Resources Control Board Loans		50,243	50,243
<b>Total Notes and Loans</b>	<b>\$4,081</b>	<b>\$50,620</b>	<b>\$54,701</b>
Capital Leases	\$16,580		\$16,580
<b>Total City Debt</b>	<b>\$325,241</b>	<b>\$519,683</b>	<b>\$844,924</b>

**SUMMARY**

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.