

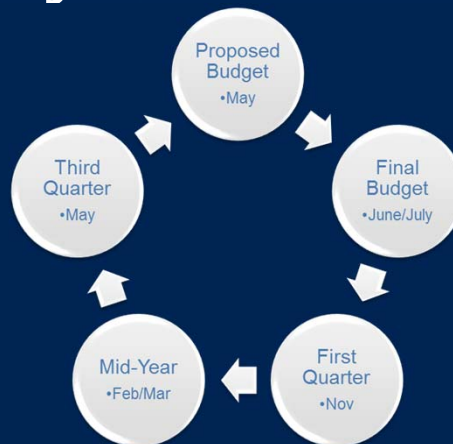
FY 2018-19 Mid-Year Financial Report

March 5, 2019

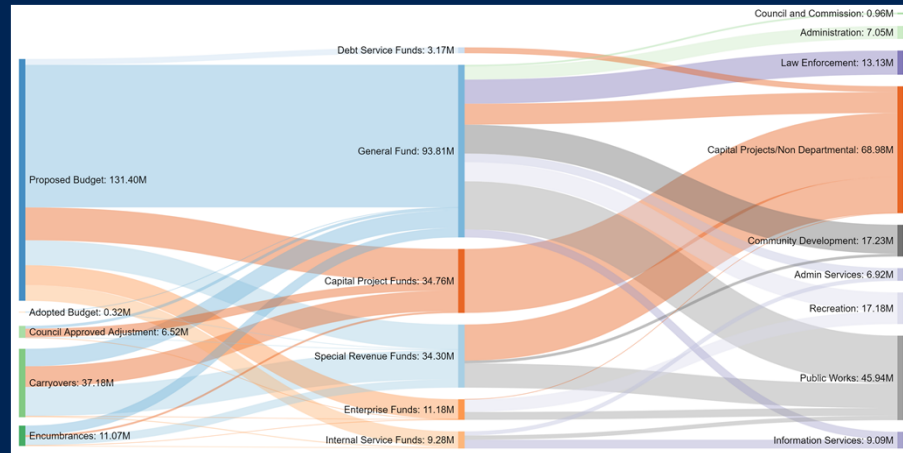


CUPERTINO

Budget Cycle



FY 2018-19 Amended Budget \$186,481,507



FY 2018-19 Budget Adjustments

Fund	FY 18-19 Adopted	Carryovers	Encumbrances	Adjustments Approved in 1st-2nd Quarter	FY 18-19 Amended Budget as of December 31, 2018
General	77,639,720	9,486,150	5,168,152	1,511,577	93,805,599
Special Revenue	13,689,297	15,827,938	4,459,499	324,411	34,301,145
Debt Service	3,169,438	-	-	-	3,169,438
Capital Projects	17,868,000	11,202,852	1,025,302	4,655,000	34,751,154
Enterprise	10,854,026	160,707	135,974	27,864	11,178,571
Internal Service	8,498,378	500,204	272,218	4,800	9,275,600
Total All Funds	131,718,859	37,177,851	11,061,145	6,523,652	186,481,507

FY 2018-19 Adjustments Approved in 1st - 2nd Quarters

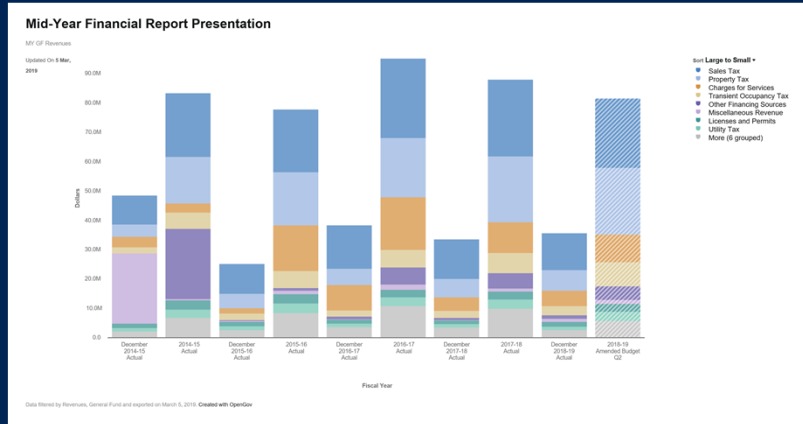
Description	CC Approved Adjustments 07/31/18 - 12/31/18
Interim and New City Hall Design	\$4,000,000
Apple Donation for Apple Park Law Enforcement	\$558,979
Regnart Creek Trail	\$380,000
CDBG Allocation	\$295,633
Don Burnett Bicycle-Pedestrian Bridge Inspection and Maintenance	\$219,945
Performing Arts Center Feasibility Study	\$200,000
Don Burnett Bridget Fencing and Repair	\$130,000
All Other Adjustments	\$739,095
Total	\$6,523,652

Mid-Year Changes to General Fund Revenues

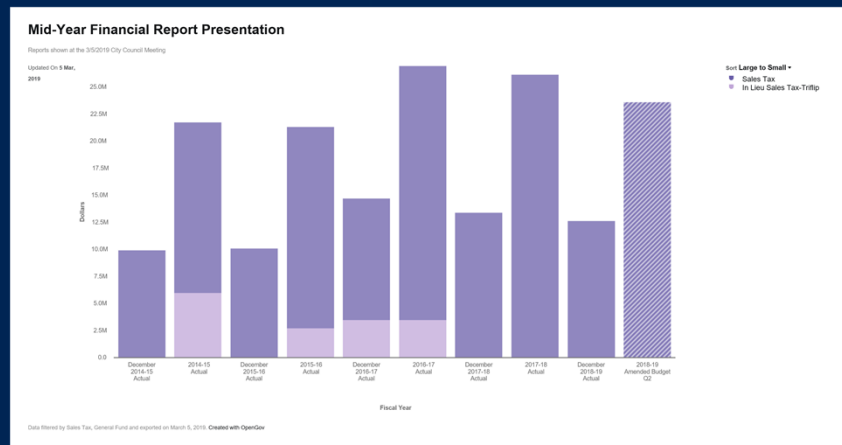
Revenue – \$2,715,000

Sales Tax	\$ 900,000
Property Tax	\$1,000,000
Charges for Services	\$ 815,000

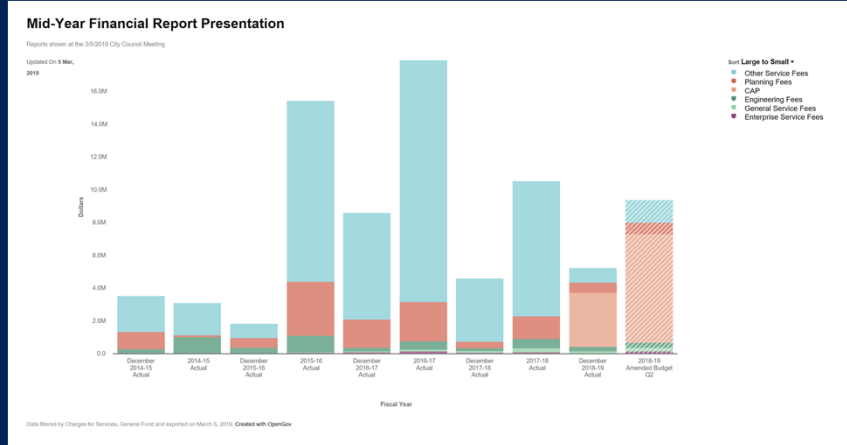
5 Year History – General Fund Revenues



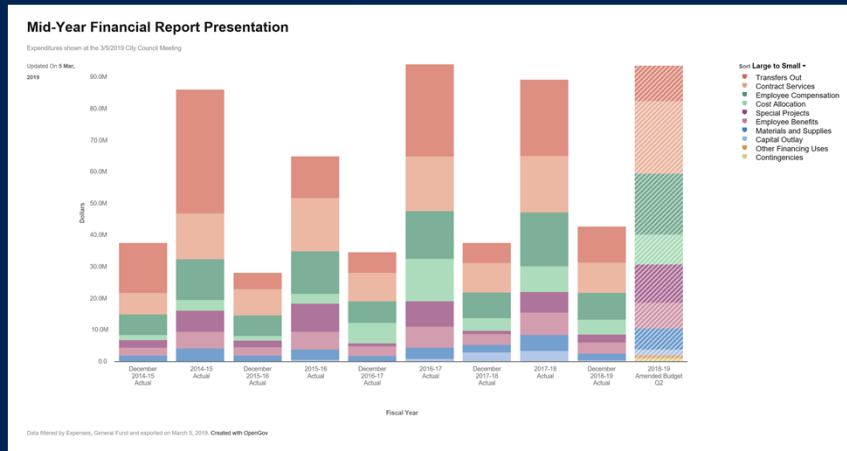
Sales Tax



Charges for Services



5 Year History – General Fund Expenditures



General Fund - Fund Balance

CLASSIFICATION	Actuals 2016-17	Year End Projection 2017-18	Adopted Budget 2018-19	1st Quarter	Mid-Year End
				Year End Projection 2018-19	Projection 2018-19
Non Spendable	0.88	0.47	0.47	0.47	0.46
Restricted	1.02	1.25	0.84	1.25	9.24
Committed	19.00	23.92	27.08	27.08	19.12
Assigned	4.64	5.17	7.93	7.93	7.59
Unassigned	28.06	21.62	8.89	12.23	5.84
TOTAL FUND BALANCE	53.59	52.42	45.21	48.96	42.25

Fund Balance = (Estimated Revenue) - (Appropriations)
 +/- (Proposed Adjustments) + (Encumbrances)

All Other Funds – Revenue

Revenue Category	Mid-Year 2018	Mid-Year 2019	Variance	% Change
30 - Other taxes	\$ 386,066	\$ 423,241	\$ 37,175	10%
40 - Use of money and property	359,303	499,622	140,319	39%
45 - Intergovernmental revenue	952,187	1,336,028	383,841	40%
50 - Charges for services	5,862,292	5,485,478	(376,815)	-6%
55 - Fines and forfeitures	4,289	2,767	(1,522)	-35%
60 - Miscellaneous	2,062,933	54,743	(2,008,190)	-97%
65 - Transfers in	13,816,562	28,511,162	14,694,600	106%
70 - Other financing sources	360,859	249,143	(111,716)	-31%
Grand Total	\$ 23,804,490	\$ 36,562,183	\$ 12,757,693	54%

All Other Funds – Expenditures

Expenditure Category	Mid-Year 2018	Mid-Year 2019	Variance	% Change
05 - Employee compensation	\$ 1,848,959	\$ 2,005,689	\$ 156,730	8%
10 - Employee benefits	1,252,726	1,317,747	65,021	5%
15 - Materials	777,966	741,559	(36,407)	-5%
20 - Contract services	2,797,681	2,975,516	177,834	6%
25 - Cost allocation	877,504	1,029,449	151,945	17%
30 - Capital outlays	3,162,713	2,036,118	(1,126,594)	-36%
31 - Special projects	10,705,465	3,589,972	(7,115,493)	-66%
40 - Debt services	-	45,604	45,604	N/A
45 - Transfer out	8,451,878	17,162,250	8,710,372	103%
Grand Total	\$ 29,874,892	\$ 30,903,904	\$ 1,029,012	3%

Mid-Year Requests by Fund

Fund	Amended Budget as of December 31, 2018	Requested Mid- Year Adjustments	Year-End Projections
General	\$ 93,805,599	\$ 8,355,542	\$ 102,161,141
Special Revenue	34,301,145	(761,762)	33,539,383
Debt Service	3,169,438	-	3,169,438
Capital Projects	34,751,154	65,000	34,816,154
Enterprise	11,178,571	63,808	11,242,379
Internal Service	9,275,600	-	9,275,600
Total All Funds	\$ 186,481,507	\$ 7,722,588	\$ 194,204,095

Mid-Year Adjustments by Department

Department	Expenditure	Revenue	Fund Balance
Community Development	\$118,000	\$815,000	\$697,000
Innovation and Technology	28,750	-	(28,750)
Public Works	182,998	-	(182,998)
Recreation and Community Services	107,602	-	(107,602)
Non-Departmental	7,285,238	9,900,000	2,614,762
Total All Funds	\$7,722,588	\$10,715,000	\$2,992,412

Mid-Year Adjustments by Department

Community Development - \$118,000*

- On-call Arborist \$20,000
- Construction Plan Check Contract Services \$80,000
- Moving Expenses Program at Aviare \$18,000

* This request is fully funded by pass-through revenue

Mid-Year Adjustments by Department

Innovation and Technology - \$28,750

- Labor Costing Software \$28,750

Mid-Year Adjustments by Department

Public Works - \$182,998

- Annual Park Fee Appraisal \$12,600
- Conduit Repair \$28,000
- Street Lighting Overtime \$13,350
- Compressor \$29,729
- Emergency Roof \$25,000
- Minimum Wage Increase \$53,319
- Blackberry Farm Ticket Kiosk Sun Shade \$6,000
- Blackberry Farm Café Air Curtains \$15,000

Mid-Year Adjustments by Department

Recreation and Community Services - \$107,602

- Lawson Teen Center \$25,520
- Hidden Treasures \$11,900
- Senior Center Part-time Staffing \$25,624
- Bank Charges \$44,558

Mid-Year Adjustments by Department

Non-Departmental \$7,285,238

- Transfer out fund balance to Capital Reserve \$8,000,000
- McClellan Ranch West Parking Lot \$65,000
- Defunding of Bicycle Pedestrian Facility Improvement CIP (\$779,762)

Mid-Year Staffing

- Full-time Budgeted Positions as of Dec 31, 2018 – 198.75

Next Steps

- FY 2018-19
 - 3rd Quarter Report to Council May 21, 2019
- FY 2019-20
 - Community Budget Workshop Mid-April 2019 (TBD)
 - CIP Study Session April 30, 2019
 - Proposed Budget Available May 1, 2019
 - Proposed Budget Study Session May 13, 2019
 - Final Budget Hearing & Adoption June 4, 2019

Recommendations

1. Accept the City Manager's Mid-Year Financial Report for FY 2018-19
2. Approve Budget Modification 1819-043 for Mid-Year adjustments as described in the Mid-Year Financial Report
3. Adopt Resolution 19-021 approving Mid-Year Budget adjustments

Questions?



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