

City of Chico
Quarterly Financial Report
Q1'2010~11

Chico City Council Meeting
December 7, 2010

Q1'10-11 Quarterly Financial Report

- FY09-10 Year-End Financial Results
- Q1'10-11 Operating Expenditure Trends
- General & Park Fund Revenue & Expenditures
- Private Development Fund
- Headcount Reduction Summary

FY09~10 Year-End Results

- General & Park Fund ended FY10-11 balanced, but in a weak financial position
 - Ending Fund Balance = \$41,746
- Revenue sources exceeded budget estimates by \$170k
- Total expenditures exceeded budget estimates by \$242k

FY09~10 Year-End Results

■ General & Park Fund Revenue Sources

GENERAL & PARK FUNDS FUND SUMMARY	MODIFIED ADOPTED		VARIANCE FROM BUDGET
	BUDGET 2009-10	ACTUALS 2009-10	
<u>REVENUES</u>			
Sales Tax	14,323,598	14,910,422	586,824
Property Tax	4,783,855	4,595,826	(188,029)
Property Tax In Lieu of VLF	6,763,688	6,763,688	(0)
Utility Users Tax	6,713,621	6,690,785	(22,836)
Transient Occupancy Tax	1,715,000	1,764,598	49,598
Other Taxes	<u>1,870,399</u>	<u>1,800,834</u>	<u>(69,565)</u>
Total Tax Revenues	36,170,161	36,526,152	355,991
All Other Revenues	2,666,627	2,453,765	(212,862)
Other Financing Sources	4,172,749	4,200,135	27,386
TOTAL REVENUE SOURCES	43,009,537	43,180,052	170,515

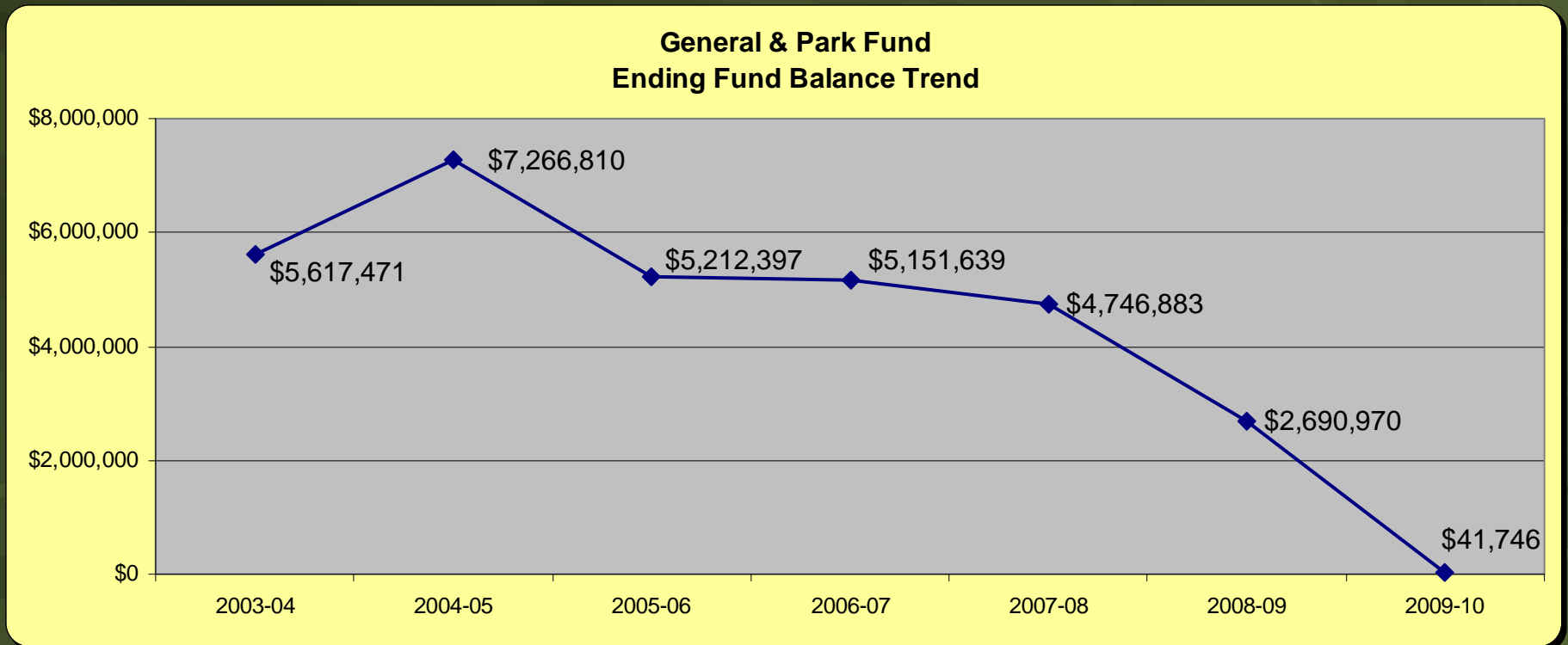
FY09~10 Year-End Results

■ General & Park Fund Total Expenditures

GENERAL & PARK FUNDS FUND SUMMARY	MODIFIED ADOPTED BUDGET 2009-10	ACTUALS 2009-10	VARIANCE FROM BUDGET
<u>EXPENDITURES</u>			
Salaries and Benefits	38,133,923	38,925,456	791,533
Materials, Services & Supplies	2,515,233	2,479,111	(36,122)
Purchased Services	1,156,911	917,525	(239,386)
Other Expenses	1,980,566	1,841,180	(139,386)
Allocations	3,766,426	3,716,569	(49,857)
Indirect Cost Allocation	<u>(3,493,631)</u>	<u>(3,493,631)</u>	<u>(0)</u>
Total Operating Expenditures	44,059,428	44,386,210	326,782
Capital Improvement Projects	347,376	291,781	(55,595)
Other Financing Uses	1,180,792	1,151,284	(29,508)
TOTAL EXPENDITURES	45,587,596	45,829,275	241,679

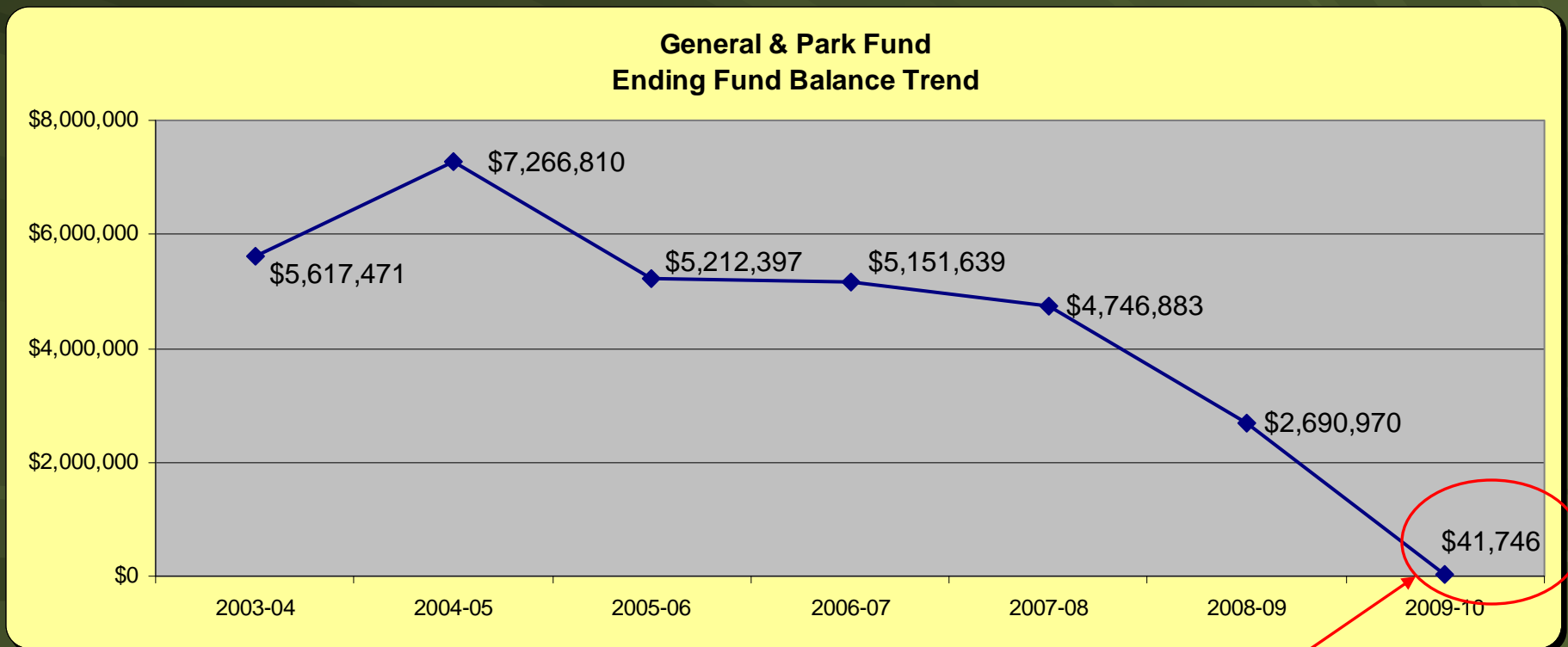
FY09~10 Year-End Results

■ General & Park Fund Balance Trend



FY09~10 Year-End Results

■ General & Park Fund Balance Trend

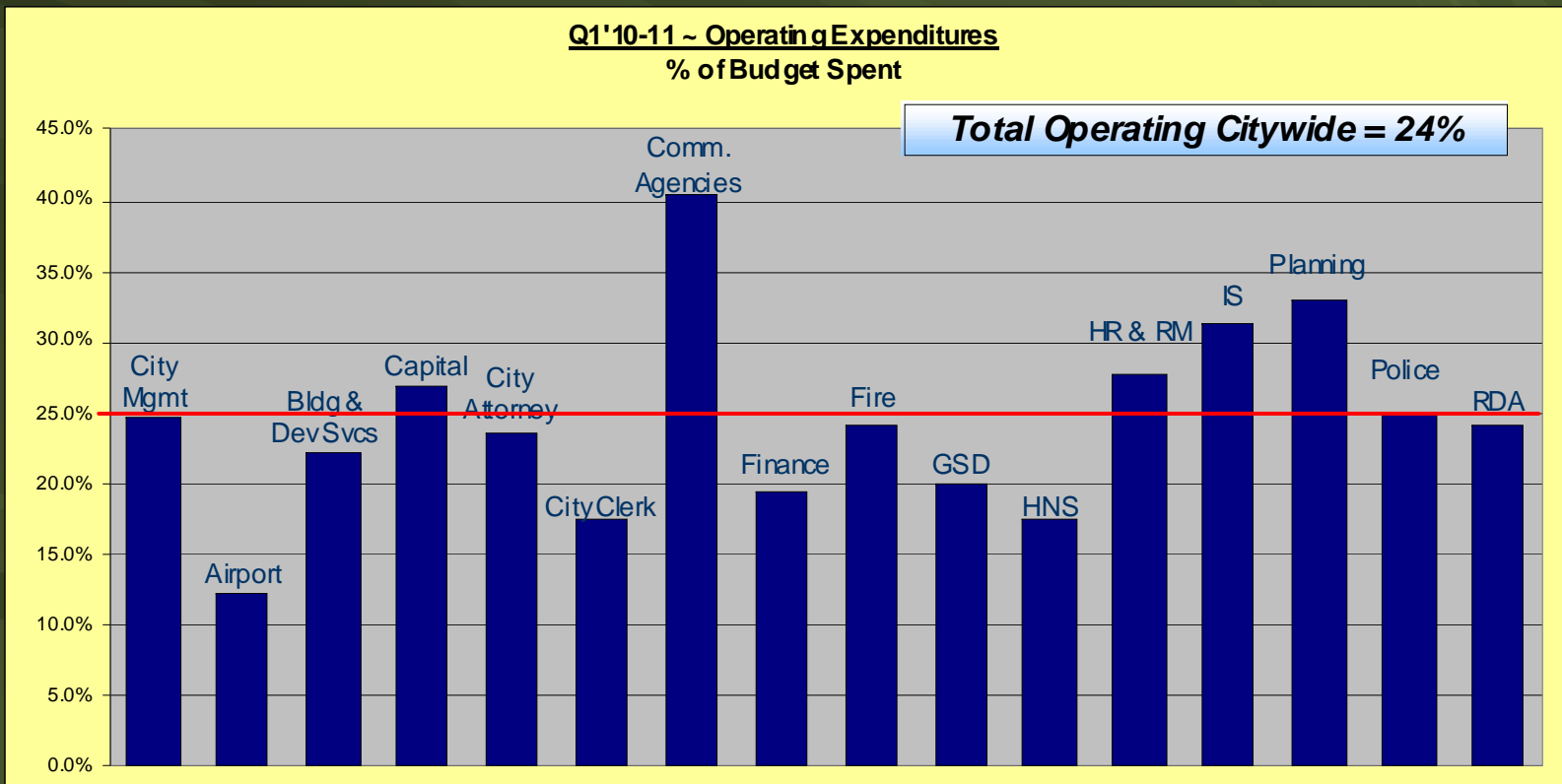


Historically low Ending Fund Balance!

Q1'2010~11
Financial Results

Q1'10~11 Operating Expenditures

- Through Sept. 30th, Citywide expenditures are tracking to Annual Budget



Q1'10~11 Operating Expenditures

- Departments over the 25% mark
 - Community Agencies (41% spent)
 - Due to increased staff time dedicated to Arts Commission work plan
 - HR & RM (28% spent)
 - Due to payment of annual insurance premiums
 - Information Systems (31% spent)
 - Due to payment of annual software maintenance agreements
 - Planning Services (33% spent)
 - Due to annual payment to LAFCO

General & Park Fund Revenue & Expenditures

General Fund Revenue

■ General & Park Fund Revenue Trends



– TOT.....+6% over prior year (through Sept)



– UUT.....-4% below prior year (through Sept)



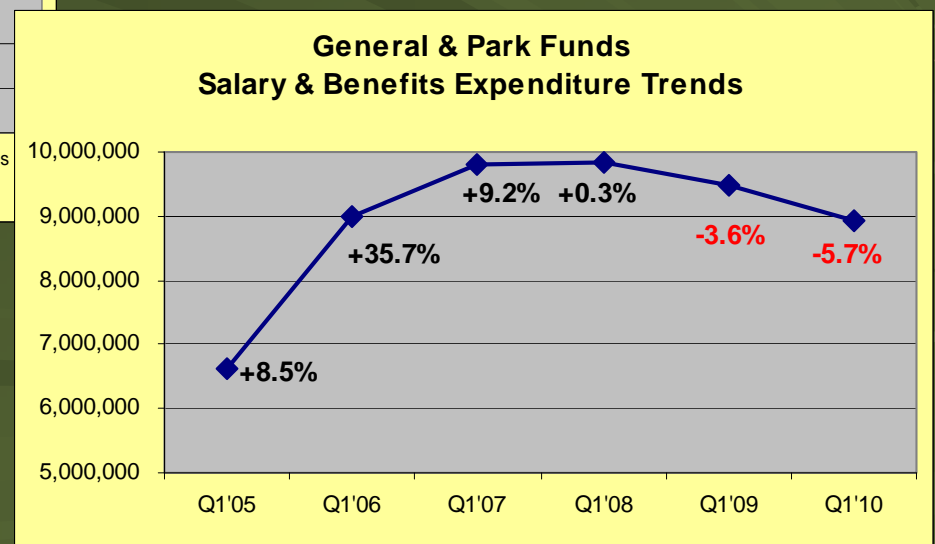
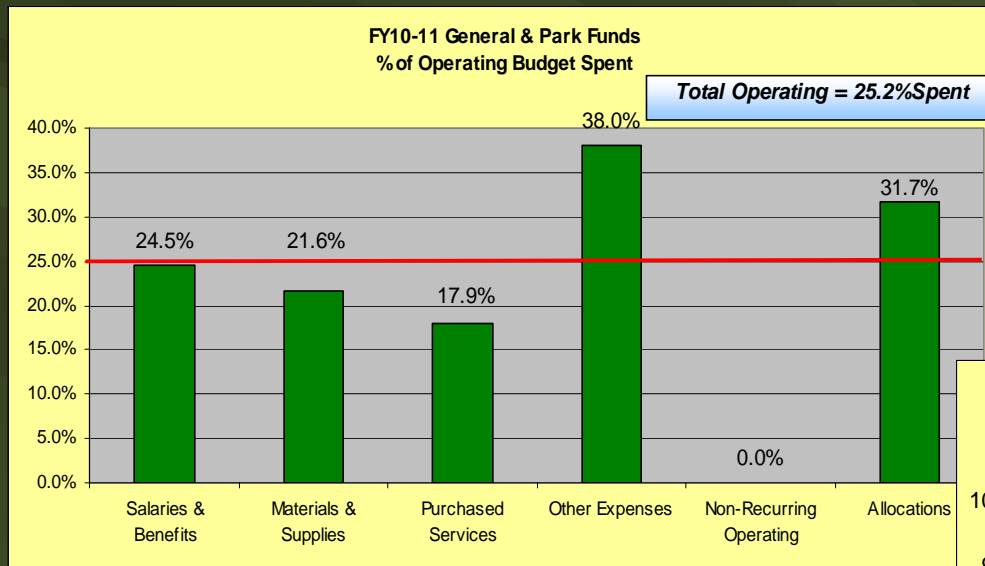
– Property Tax.....-3.2% (FY10-11 Assessed Value)



– Sales Tax.....+6% over prior year (Q4' 09-10)

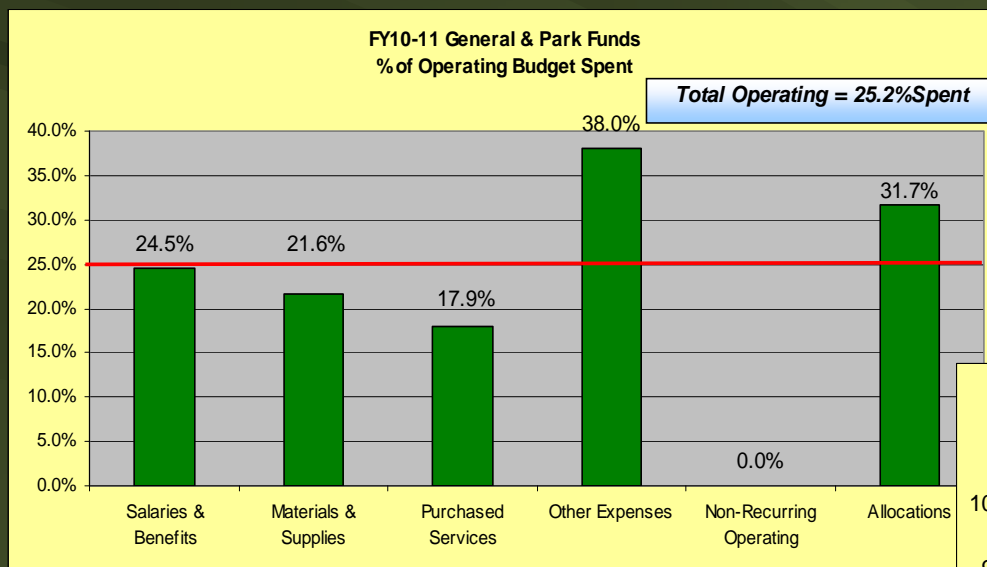
General Fund Expenditures

■ General & Park Fund Expenditures

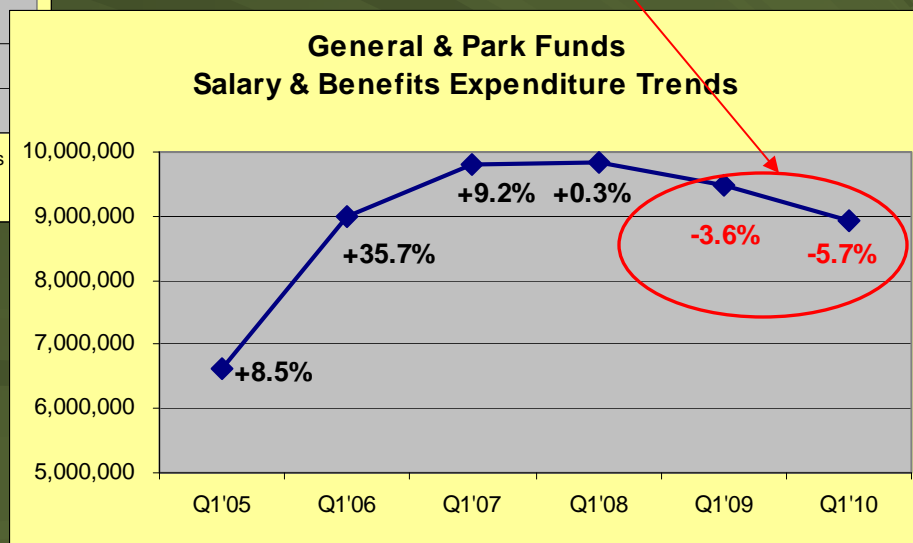


General Fund Expenditures

General & Park Fund Expenditures



Salary & Benefits declined
9.3% since 2008

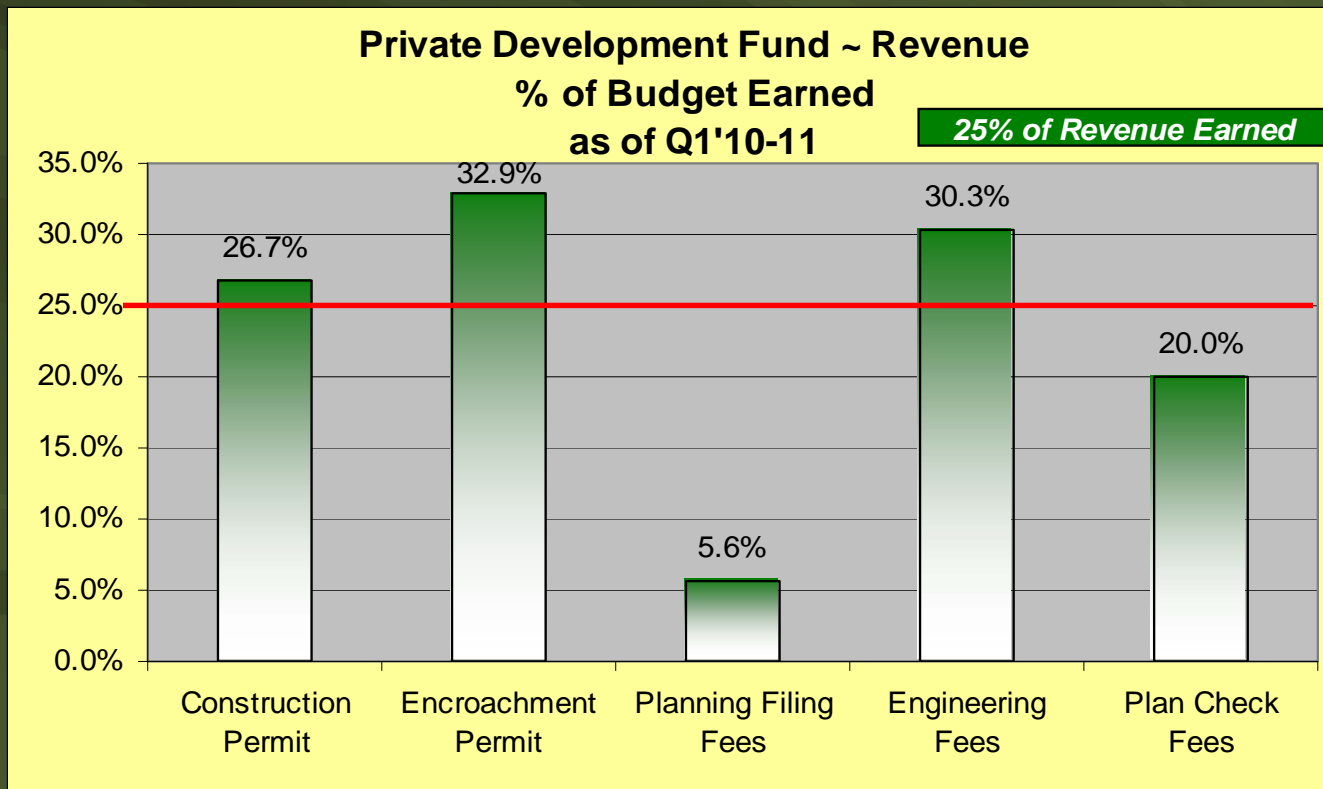


Deficit Reduction Strategy has successfully reduced Salary & Benefit expenditures.

Private Development Fund
Revenue & Expenditures

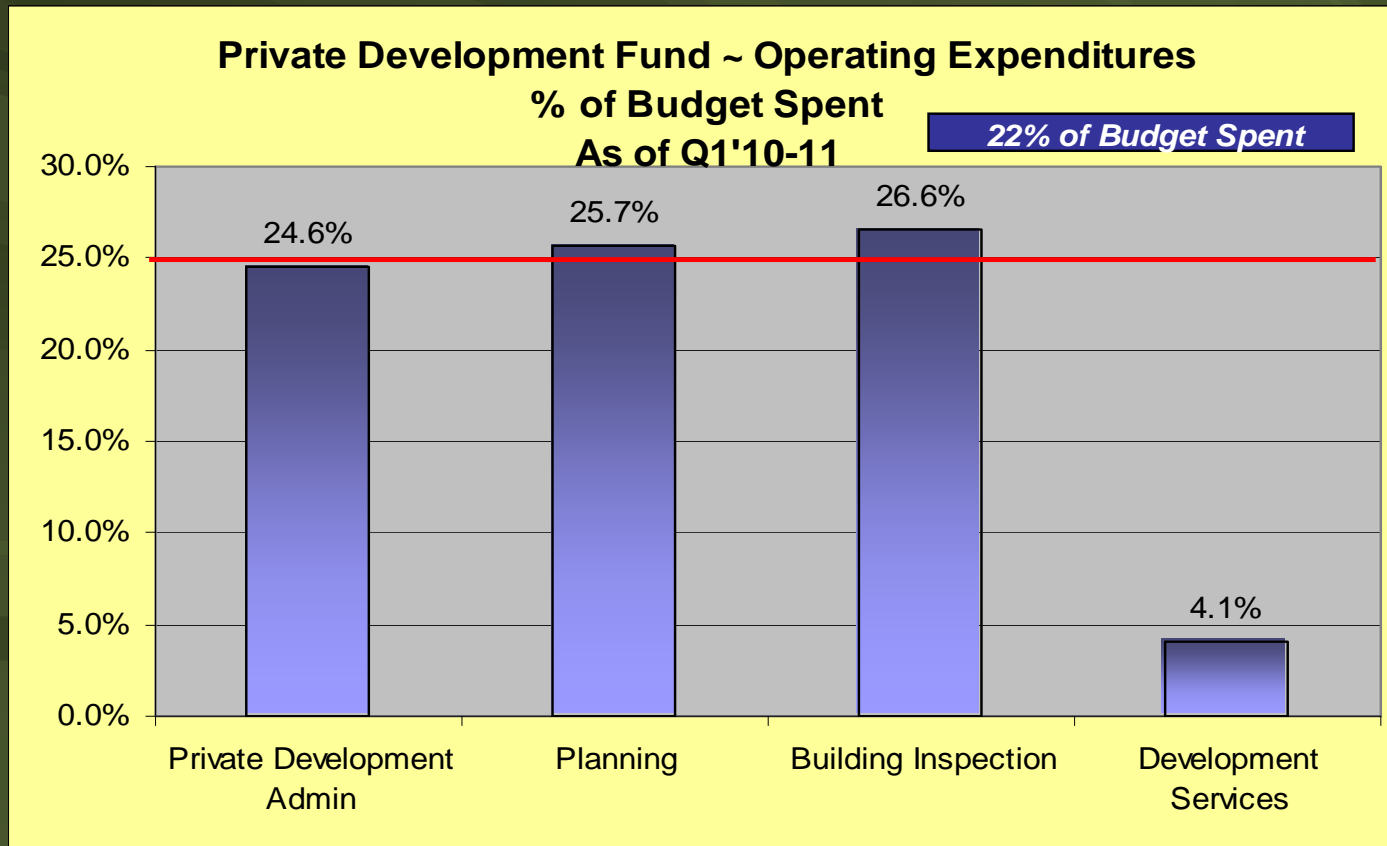
Private Development Fund

- Private Development Fund Revenue is on track to meet budget projections



Private Development Fund

- Private Development Fund Operating Expenditures tracking below budget



City of Chico
Headcount Reduction
Summary

City Headcount

■ Citywide headcount down 60 positions since inception of Deficit Reduction Strategy

Department	Actual	FY08-09 Deficit		FY10-11 Proposed	Early	Projected	Total	Total
	Headcount	Reduction Strategy		Reductions	Retirement	Headcount		
	FY07-08	FY08-09	FY09-10	FY10-11	FY10-11	FY10-11		
Building & Development Svcs	36.0	(1.0)	(2.0)	(4.0)	(5.0)	24.0	(12)	-33%
Capital Project Svcs	17.0	(2.0)	(1.0)	(1.0)	(1.0)	12.0	(5)	-29%
City Attorney	6.0	(1.0)	0.0	0.0	(1.0)	4.0	(2)	-33%
City Clerk	3.0	0.0	0.0	0.0	0.0	3.0	0	0%
City Manager	11.0	(1.0)	0.0	(2.0)	(1.0)	7.0	(4)	-36%
Finance	17.0	(0.4)	(1.0)	(1.0)	0.0	14.6	(2)	-14%
Fire	74.0	0.5	0.0	(3.0)	0.0	71.5	(3)	-3%
General Services	90.4	(1.3)	(1.0)	(2.7)	(4.0)	81.4	(9)	-10%
Housing & Neighborhood Svcs	11.0	1.0	0.0	0.0	(1.0)	11.0	0	0%
Human Resources & Risk Mgmt	7.0	0.0	(1.0)	0.0	(1.0)	5.0	(2)	-29%
Information Systems	9.0	0.0	0.0	0.0	(1.0)	8.0	(1)	-11%
Planning Services	15.0	(1.0)	0.0	(2.0)	0.0	12.0	(3)	-20%
Police**								
City-Funded	155.0	(7.5)	(4.0)*	(4.0)	(2.0)	137.5	(18)	-11%
Total Citywide Positions	451.4	(13.7)	(10.0)	(19.7)	(17.0)	391.0	(60)	-13%

* only 1 position has attrited as of 6/30/10

** Total Police Dept headcount, including grant-funded positions = 148.5 (89 City-funded Sworn, 5 grant-funded Sworn & 54.5 Non-Sworn Personnel)

Any Questions?