

CITY OF LONG BEACH

DEPARTMENT OF FINANCIAL MANAGEMENT

333 West Ocean Boulevard 6th Floor • Long Beach, CA 90802

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February 8, 2005

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

SUBJECT: Fiscal Year 2005 First Quarter Budget Performance Report (Citywide)

DISCUSSION

This report provides an update on the City's Fiscal Year 2005 (FY 05) budget performance through December 31, 2004. The report covers a broad spectrum of financial information for all funds and departments with multi-year comparisons, charts and graphs to provide a clearer picture of the City's financial situation. While the focus of this report is the General Fund, exceptional performance (both positive and negative) in other funds is highlighted where appropriate.

Summary

FY 05 is the second year of the Three-Year Financial Strategic Plan (Plan). As such, over \$73 million in structural budget solutions have been included in the General Fund Budget and related funds over the past two fiscal years. These solutions, which have included the reduction of programs, services and vacant positions, as well as increased revenue and cost recovery, have placed a significant strain on the organization as it downsizes and becomes more efficient. While resources required to provide public safety, maintenance, library, recreation and other general government services have been reduced significantly, demand for services continues to grow. As a result, departments' ability to remain within appropriation limits while providing high quality service will be a continued challenge as the City implements the Plan and restores equilibrium between the services it provides and the resources available to support them.

FY 05 Revenue Performance – All Funds

With only three months of the fiscal year complete, information is still insufficient to predict trends in revenue performance with any degree of confidence. At this point in the fiscal year, approximately 23.3 percent of revenue has been received with no material exceptions to report. A summary of citywide revenue by fund is included as **Attachment A**.

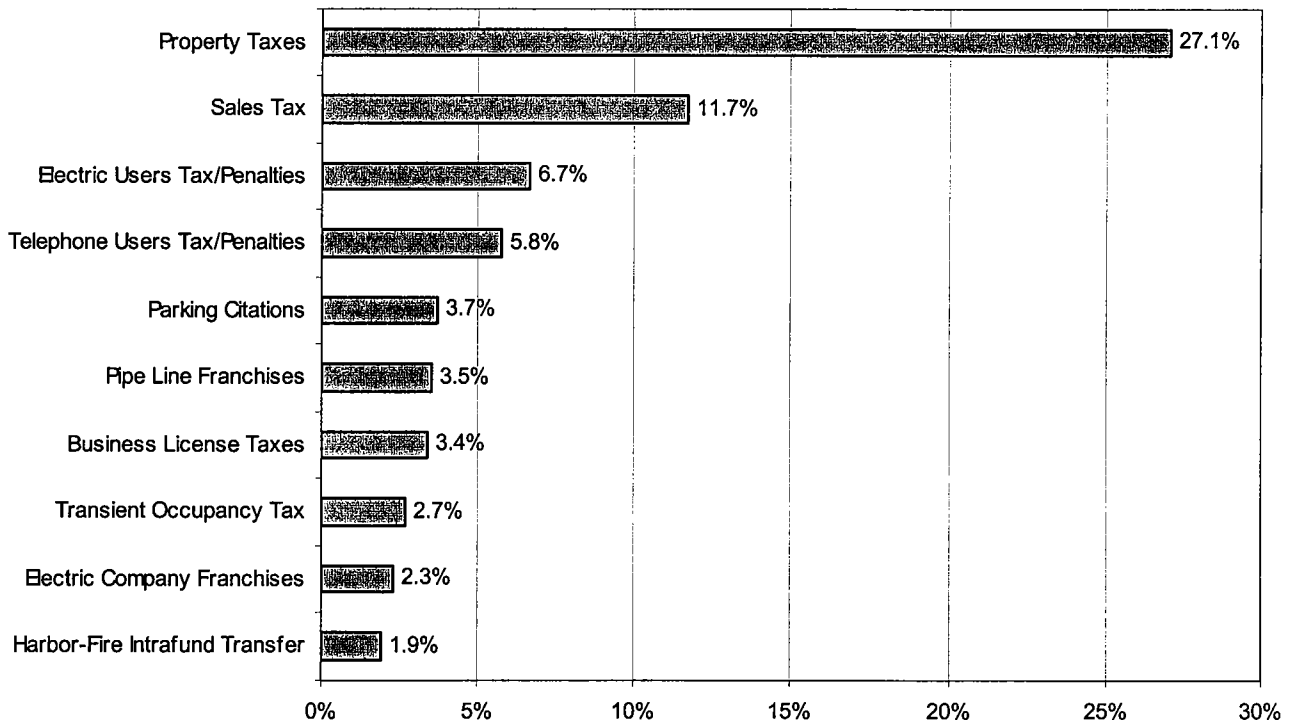
FY 05 General Fund Revenue

Overall, year-to-date revenue is \$87.6 million, or approximately 24.1 percent of total projected revenue, which is in line with the expected performance for the first quarter. General Fund revenue trends are as expected, excluding those due to the State takeaways. The first in-lieu repayments were not due to cities until January 2005. Performance from key General Fund revenue sources includes:

- The first of three secured property tax payments from the county was \$21.6 million, or approximately 38.2 percent of the anticipated total for the year, which is in-line with the 9 percent estimated growth.
- Utility Users Tax (UUT) rate has been reduced to 5 percent, the final scheduled rate reduction for this key revenue source. Year-to-date receipts are trending according to projections at \$10.7 million, or approximately 26.5 percent of the anticipated total for the year.
- Sales and Use Tax revenue through December is \$8.2 million, or approximately 25.5 percent of the anticipated total for the year.
- Transient Occupancy Tax receipts are \$1.9 million, or approximately 26.7 percent of the anticipated total for the year.
- Harbor-Fire Intrafund Transfer revenue is lower due to the timing of reimbursements from the Harbor for services.
- Emergency Ambulance Fee revenue has been temporarily delayed due to Fire Department staffing transition. The department has rectified the issue, and Financial Management staff continues to maximize collections to ensure that the City recovers all revenues associated with this service.

These and other General Fund revenues are performing according to projections, with no material exceptions to report. A summary of the top 40 General Fund revenues is included in **Attachment B**, and a year-to-year (FY 05 to FY 04) comparison of the top 15 General Fund revenues is included in **Attachment C**. **Exhibit 1** below shows the City's top 10 General Fund revenue sources in FY 05 as a percentage of total General Fund revenue. The Department of Financial Management will continue to work with departments to realize budgeted revenue targets.

Exhibit 1 – Top 10 FY 05 General Fund Revenue Sources as a Percentage of Total General Fund Revenue



FY 05 General Fund Revenue by Department

There are no material performance exceptions to report for the first quarter of the fiscal year. The following are the notable variances at the department level:

- Community Development revenues are \$560,699 or 8.9 percent of budget due to an anticipated delay in processing revenues from the Airport Boeing Lot D Parking Profit Sharing Agreement, as well as the Towne Center Ground Lease Agreement. In addition, there are no appreciable FY 05 revenues from the Signs of Support Program and the Affinity Card Program due to a delay in hiring an outside expert for the continued marketing of these programs.
- Health and Human Services revenues come from two primary sources: Police reimbursement for medical services at the jail and Animal Control licenses and charges. Revenues are \$328,048 or 15.9 percent of budget which is consistent with past revenue receipts. Both revenues are expected to meet their budget targets, based on historical trends.
- Fire Department revenue is \$4,061,439 or 19% of budget due to the timing of reimbursements from the Harbor for services.
- Police revenues are \$3,006,373 or 15.7 percent of budget due to a one-month delay in receiving vehicle fine revenue and parking citation revenue. However, based on a two-month trend, these revenues should equal budget by year-end. In addition, the Red Light Camera System did not become operational until January 2005.
- Public Works revenues are \$2,189,312 or 14.6 percent of budget as the Department's anticipated revenue includes income that will be received later in the fiscal year, such as pipeline safety fees.
- Parks, Recreation and Marine revenues are \$1,516,706 or 18.3 percent of budget as revenue from American Golf is below projections due to the delayed opening of the Skylinks golf course in November 2004. In addition, much of Parks, Recreation and Marine's fee-based activities occur in the summer.
- Technology Services revenues are \$155,983 or 15.6 percent of budget, reflecting continued lower-than-anticipated revenue from the CityPlace parking garage.

Overall, none of these departmental revenue performance exceptions in the General Fund are cause for concern and will be monitored. **Attachment D** provides General Fund revenue by department.

FY 05 Expenditure Performance – All Funds

As of December 31, 2004, the City is continuing to focus on its goal of General Fund cost reduction and streamlined service delivery established in FY 04. The City's Adopted FY 05 Budget for all funds was \$1.850 billion, with an adopted estimated carryover (multi-year grants and CIP funds) of \$266.4 million. With the addition of \$29.2, mainly due to encumbrances carried forward from FY 04 (expenses incurred but not yet paid), the total Adjusted City Budget as of December 31, 2004 was \$2.145 billion. Please see **Attachment E** for a breakdown of Citywide expenditures by fund.

While it is not expected that department or fund expenditures would occur equally throughout the fiscal year, monitoring the rate of expenditure is a helpful indicator of resource management. With 25 percent of the year complete, most funds have expended close to or below that amount. However, it is important to recognize that only 23.37 percent of pay periods have been recorded due to the timing of the last pay period of the quarter. The funds listed below have exceeded the 25 percent expenditure rate due to a variety of circumstances:

- The SERRF JPA Fund (49.5 percent) due to the timing of the annual bond payment as well as one of the two annual interest payments paid in December.
- Tideland Oil Revenue Fund (47.5 percent) due to a payment of \$37.2 million to the State as a result of higher-than-expected oil prices. A budget adjustment will likely be requested later in the fiscal year.
- The Airport Fund (29.2 percent) due to expenditures related to the Runway 12/30 CIP project. The project is entering the final completion stage and the fund's expenditures should return to a relatively level pace.
- The Special Advertising and Promotion Fund (27.8 percent) due to timing of the annual support payment to the Public Corporation for the Arts.

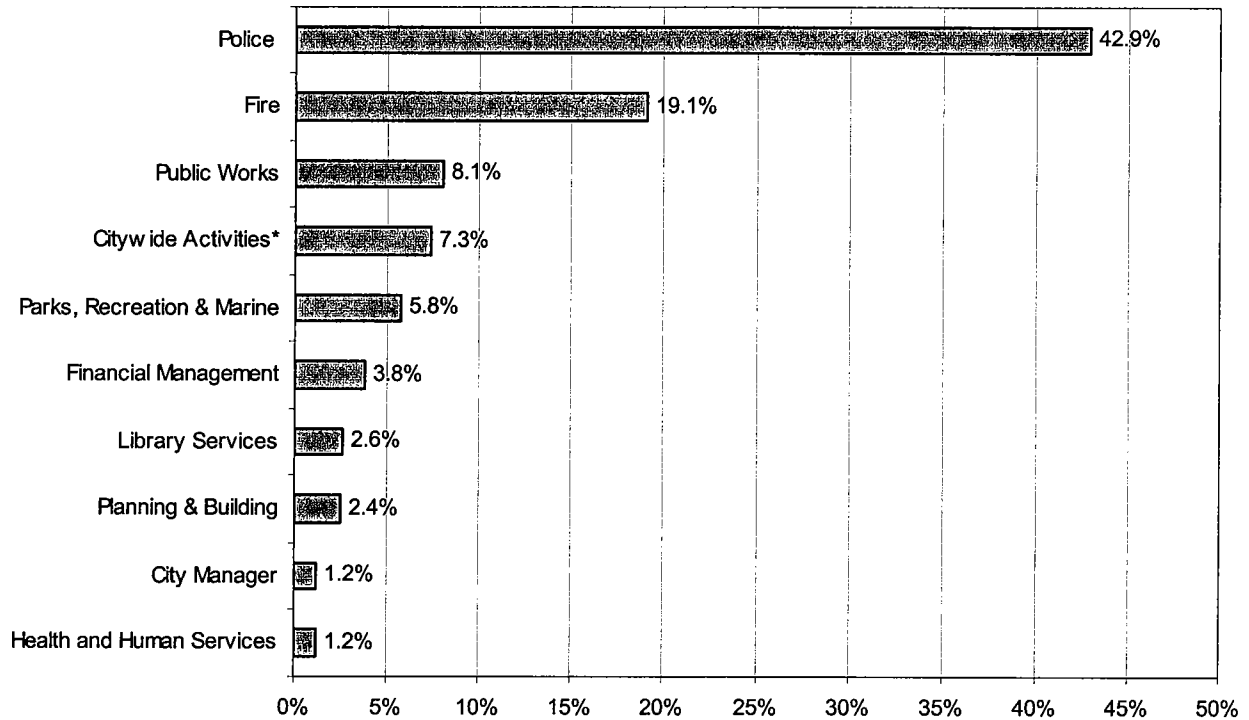
FY 05 General Fund Expenditures By Department

The Adopted General Fund budget for FY 05 was \$375 million. Amendments totaling approximately \$3 million have been added primarily for FY 04 encumbrances. As of December 31, 2004, the total adjusted General Fund budget was \$378 million.

Attachment F provides a listing of all departments' year-to-date General Fund expenditures performance. The overall year-to-date General Fund spending is 24.8 percent of budget. Variances include Citywide activities, which has spent 82.1 percent year-to-date, primarily due to budgeted one-time transfers that occur in the beginning of the year, such as the transfer from the General Fund to the Capital Projects Fund for the sidewalk repair program and other projects.

The majority of General Fund expenditures are directed toward public safety. Of the \$93.9 million expended to date, the Police Department (42.9 percent) and Fire Department (19.1 percent) comprised 62 percent of the total General Fund year-to-date expenditures. Including City Prosecutor expenditures and old police/fire pension plan outlays (included in Citywide activities) brings the total year-to-date public safety expenditures to 70.4 percent of the total year-to-date expenditures. **Exhibit 2** below shows the largest departments by General Fund year-to-date expenditures. Police Department expenditures are higher than expected due to high overtime usage for the initiation of approximately 17 task forces citywide. These task forces are used to combat violent crime throughout the City and for more focused enforcement toward specific illegal activity at the neighborhood level. Overtime estimates-to-close (ETCs) for the remainder of the year could rise to approximately \$11 million which will be offset by department vacancy savings or absorbed in current appropriation. This higher-than-expected usage of overtime will be monitored closely, to ensure the department does not exceed its total appropriations for FY 05.

Exhibit 2 – Largest FY 05 General Fund Expenditures Year-to-Date by Department, as a Percentage of Total Expenditures.



* Citywide Activities include debt payments, pass through transactions, old Police and Fire pension plan, General Fund project funding, etc.

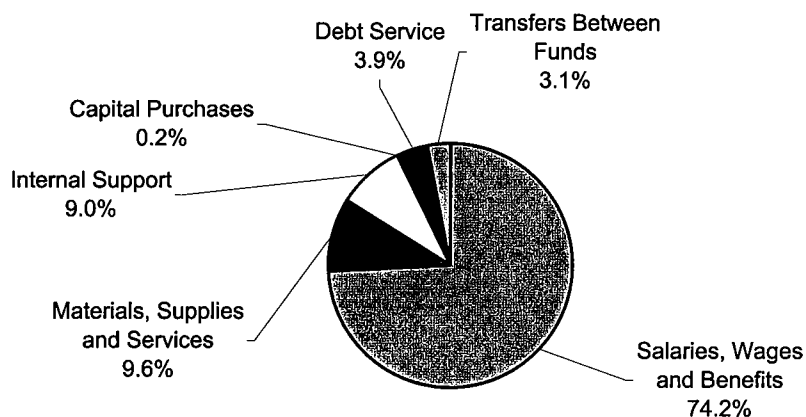
Attachment G displays General Fund spending at the department level as compared to the departments' adjusted budget, including an FY 05 to FY 04 comparison. FY 05 General Fund spending is up 3.6 percent as compared to FY 04 due to:

- PERS contribution and increased costs for health benefits in all departments.
- Public Works is experiencing higher expenditures in the following areas, but the Department does not expect this trend to continue as the fiscal year progresses:
 - Increased power costs;
 - Higher non-personal expenses in Construction Management for professional consultants to perform survey and inspection services;
 - Higher non-personal expenses in Traffic for replenishing inventory of signs, sign parts, signal parts, batteries for parking meters and traffic striping pump maintenance.
- The Police and Fire Departments incurred one-time expenditures for public safety equipment during November.

FY 05 General Fund Expenditure Performance by Category of Expense

Salaries, Wages and Benefits continue to be the largest portion of actual expense in the General Fund at 74.2 percent. Materials, Supplies and Services was the second largest category, totaling 9.6 percent of expenditures. Typical expenditures in this area include utilities, contracts, office supplies, etc. All remaining expense categories, including Internal Support (9 percent), Transfers Between Funds (3.1 percent), Debt Service (3.9 percent), and Capital Purchases (0.2 percent) totaled 16.2 percent of the General Fund expenses. **Exhibit 3** provides a graphic representation of General Fund expenditures by category of expense.

Exhibit 3 – General Fund Expenditure Performance FY 05 year-to-date by category, as a percentage of total expenditures.



As of the first quarter, expenditure performance in the General Fund is in line with budgeted levels. The Department of Financial Management will continue to work with departments to ensure that the City Manager's expenditure policies are implemented and a maximum amount of savings is generated to help the City achieve its Plan targets.

Other Related Issues

State Issues

The Governor presented his proposed FY 06 Budget to the Legislature on January 10, 2005. Consistent with the Proposition 1A agreement, local governments will contribute \$1.3 billion in property tax shifts, which include contributions by the City of \$5.1 million and the Redevelopment Agency of \$2.9 million. In addition, Public Library Foundation funding, as proposed, will be reduced by \$29,024. Unfortunately, details regarding the impact of these and other proposals, if adopted, on Long Beach are unavailable. Staff will continue to closely monitor the budget situation through the Governor's May Revised Budget and the State's budget adoption process. As information becomes available it will be shared with the City Council and the community.

Storm Effects

The heavy storm activity has required extensive overtime usage and its effects will be felt in the General Fund for the remainder of the fiscal year. Public Works spent 25 percent of its annual overtime budget for storm-related emergencies and clean-up response. Year-to-date, the department has spent approximately 40 percent of its annual overtime budget. In addition, the 32 stormwater pumps' energy costs could cause expenses to exceed the \$1 million budgeted for citywide storm drain maintenance. Due to the fact that the Governor has declared a State of Emergency for the County of Los Angeles, the possibility exists for reimbursement for storm-related expenditures. Staff is exploring all opportunities to recover expenses related to this exceptional event.

Business License Amnesty Program

On December 7, 2004, the City Council approved an amnesty program for Long Beach businesses. The Business License Amnesty Program waives all previous business license tax and penalties owed by any business that voluntarily applies for a business license by February 28, 2005 or within 30 days of receiving a notice from the City that they might require a business license any time during the next year. The purpose of the amnesty program is to facilitate voluntary compliance with the City business license requirement, by giving the newly discovered businesses 30 days to apply for a business license and not be subject to three-years back taxes and penalties. Over the next year Business License Staff will be sending letters to several thousand businesses that identified themselves as business entities with a Long Beach zip code when filing their income tax return with the Franchise Tax Board. Through January 28, 2005, 48 businesses have been granted amnesty under the program. Conservative estimates show a \$50,000 increase in revenues from this program per the December 7, 2004 council letter.

TIMING CONSIDERATIONS

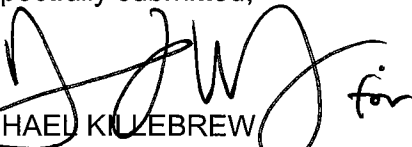
City Council action on this matter is not time critical.

FISCAL IMPACT

There is no fiscal impact associated with the recommended action.
IT IS RECOMMENDED THAT THE CITY COUNCIL:

Refer this report to the Budget Oversight Committee.

Respectfully submitted,


MICHAEL KILLEBREW *for*
ACTING DIRECTOR OF FINANCIAL MANAGEMENT

MK:DW:GS:tl
Attachments

APPROVED:


for GERALD R. MILLER
CITY MANAGER

December 2004
Revenue Analysis by Fund
Fiscal Year 2005
(25% of Year Completed)

Attachment A

Fund	FY 05 New Allocation	Estimated All-Years Carryover ¹	FY 05 Adopted Appropriation	Amendments ²	Adjusted Budget	Year-to-Date Actuals	Remaining	% Received
Funds with All Years Carryover								
Airport	\$ 28,294,466	\$ 18,520,091	\$ 46,814,557	\$ 173,248	\$ 46,987,805	\$ 14,672,463	\$ 32,315,342	31.2%
Capital Projects	10,734,387	49,091,728	59,826,115	1,194,659	61,020,774	7,629,956	53,390,818	12.5%
Civic Center	1,302,000	913,656	2,215,656	-	2,215,656	259,818	1,955,838	11.7%
Community Development Grants	26,758,252	31,819,636	58,577,888	-	58,577,888	3,190,732	55,387,157	5.4%
Fleet Services	22,795,035	2,085,257	24,880,292	-	24,880,292	5,949,430	18,930,862	23.9%
Gas	91,578,414	(874,000)	90,704,414	-	90,704,414	24,510,291	66,194,123	27.0%
Gasoline Tax Street Improvement	10,849,972	8,637,330	19,487,302	750,000	20,237,302	2,141,083	18,096,219	10.6%
General Grants	3,951,986	5,745,144	9,697,130	12,356,072	22,053,202	188,790	21,864,412	0.9%
Harbor	336,621,000	-	336,621,000	-	336,621,000	104,491,646	232,129,354	31.0%
Health	36,059,102	22,066,239	58,125,341	3,748,172	61,873,513	7,311,130	54,562,383	11.8%
Housing Authority	61,606,001	904,159	62,510,160	-	62,510,160	15,741,104	46,769,056	25.2%
Housing Development	11,424,905	5,525,364	16,950,269	-	16,950,269	6,313,163	10,637,106	37.2%
Insurance	35,460,968	-	35,460,968	-	35,460,968	8,640,589	26,820,379	24.4%
Parking Authority	578,830	-	578,830	-	578,830	76,314	502,516	13.2%
Redevelopment	48,886,953	16,020,544	64,907,497	-	64,907,497	23,471,827	41,435,670	36.2%
Sewer	9,468,900	-	9,468,900	-	9,468,900	2,287,753	7,181,147	24.2%
Tidelands Operating	79,898,260	30,220,451	110,118,711	-	110,118,711	13,499,834	96,618,877	12.3%
Transportation	13,474,330	333,845	13,808,175	-	13,808,175	3,303,582	10,504,593	23.9%
Water	75,206,800	-	75,206,800	-	75,206,800	16,932,658	58,274,142	22.5%
SUBTOTAL	\$ 904,950,561	\$ 191,009,446	\$ 1,095,960,007	\$ 18,222,151	\$ 1,114,182,157	\$ 260,612,163	\$ 853,569,994	23.4%
Funds Without All Years Carryover								
General	\$ 363,475,254	-	\$ 363,475,254	\$ 212,720	\$ 363,687,974	\$ 87,609,075	\$ 276,078,899	24.1%
Belmont Shore Parking Meter	445,500	-	445,500	-	445,500	102,446	343,054	23.0%
Business Assistance	3,300,000	-	3,300,000	-	3,300,000	615,262	2,684,738	18.6%
Certified Unified Program Agency (CUPA)	839,515	-	839,515	-	839,515	784,142	55,373	93.4%
Employee Benefits	177,645,689	-	177,645,689	-	177,645,689	36,988,618	140,657,071	20.8%
General Services	30,355,248	-	30,355,248	717,048	31,072,296	5,599,318	25,472,978	18.0%
Park Development	1,715,000	-	1,715,000	-	1,715,000	1,183,401	531,599	69.0%
Parking & Business Area Improvement	2,517,517	-	2,517,517	-	2,517,517	701,508	1,816,009	27.9%
Refuse/Recycling	32,080,281	(343,369.00)	31,736,912	-	31,736,912	8,104,344	23,632,568	25.5%
SERRF	41,781,000	-	41,781,000	-	41,781,000	9,570,415	32,210,585	22.9%
SERRF JPA	10,703,982	-	10,703,982	-	10,703,982	6,749,592	3,954,390	63.1%
Special Advertising & Promotion	5,119,737	-	5,119,737	-	5,119,737	1,223,405	3,896,332	23.9%
Tideland Oil Revenue	85,436,703	-	85,436,703	-	85,436,703	14,393,213	71,043,490	16.8%
Tidelands-Reserve for Subsidence	4,001,826	-	4,001,826	-	4,001,826	1,060,625	2,941,201	26.5%
Towing	6,416,838	-	6,416,838	-	6,416,838	1,903,149	4,513,689	29.7%
Upland Oil	11,080,786	-	11,080,786	-	11,080,786	2,729,574	8,351,212	24.6%
SUBTOTAL	\$ 776,914,876	(343,369.00)	\$ 776,571,507	\$ 929,768	\$ 777,501,275	\$ 179,318,087	\$ 598,183,188	23.1%
TOTAL - All Funds	\$ 1,681,865,438	\$ 190,666,077	\$ 1,872,531,515	\$ 19,151,919	\$ 1,891,683,431	\$ 439,930,250	\$ 1,451,753,181	23.3%

Notes:

¹All-Years Carryover is composed of multi-year grants and Capital Improvement Program (CIP) funds; unspent amounts are carried over to future years.

²Amendments reflect budget adjustments approved by the City Council during the fiscal year including All-Years Carryover Budget Adjustments.

December 2004
General Fund Revenue (Top 40)
Fiscal Year 2005
(25% of Year Completed)

Attachment B

TOP 40 GENERAL FUND REVENUES	FY 04 Year-End Actuals	FY 04 December YTD	FY 05 December YTD	FY 05 Dec YTD Over/(Under) FY 04 Dec YTD	% of FY 05 Adj Budget	FY 05 Adjusted Budget
SECURED REAL PROPERTY TAXES	52,254,309	20,339,386	21,662,442	1,323,056	38.2%	56,700,000
CITY SALES AND USE TAX	39,784,896	9,804,749	8,246,220	(1,558,530)	25.5%	32,325,000
PROPERTY TAX IN-LIEU OF VLF ¹	-	-	(2,545,756)	(2,545,756)	-14.1%	18,100,000
TELEPHONE USERS TAX & PENALTIES	18,121,146	4,695,612	4,077,059	(618,553)	24.4%	16,731,000
ELECTRIC USERS TAX & PENALTIES	18,574,083	4,766,708	4,711,839	(54,868)	29.2%	16,153,000
PARKING CITATIONS	9,565,616	2,133,556	2,641,512	507,957	26.7%	9,885,790
BUSINESS LICENSE TAXES	9,028,473	2,314,402	2,399,709	85,307	25.7%	9,350,000
VLF GAP BACKFILL LOAN	-	-	-	-	0.0%	8,600,000
HARBOR-FIRE	7,483,792	1,870,951	1,369,624	(501,327)	16.7%	8,217,744
IN-LIEU SALES AND USE TAX	-	-	-	-	0.0%	8,064,680
PIPE LINE FRANCHISES	6,389,949	2,636,808	2,469,148	(167,661)	33.7%	7,325,000
TRANSIENT OCCUPANCY TAX	7,044,122	1,623,760	1,919,332	295,571	26.7%	7,200,000
GAS TAX-MAINTENANCE CHARGES	6,308,973	-	6,308,973	6,308,973	100.0%	6,308,973
ELECTRIC COMPANY FRANCHISES	5,569,740	1,787,692	1,609,600	(178,092)	28.7%	5,600,000
EMERGENCY AMBULANCE FEES	4,354,236	1,132,348	950,385	(181,964)	17.1%	5,546,000
GAS USERS TAX & PENALTIES	5,360,400	1,257,061	1,202,528	(54,533)	26.0%	4,618,000
AMERICAN GOLF LEASE	2,942,627	763,825	749,784	(14,041)	17.3%	4,344,465
PROP 172 FUNDS (SB509)	3,873,447	940,018	1,001,932	61,914	26.4%	3,793,000
MOTOR VEHICLE IN LIEU TAX	20,963,264	2,804,041	718,177	(2,085,863)	19.4%	3,700,000
CIP-ENGINEERING CHARGES	3,368,016	530,725	415,367	(115,357)	11.3%	3,689,371
AIRPORT-FIRE	3,331,826	832,958	902,285	69,327	25.0%	3,609,142
GAS-BILLING & COLLECTION SERVICES	3,945,157	986,289	900,794	(85,496)	25.0%	3,603,174
PIPELINE FEE - WATER	2,499,184	624,796	836,374	211,578	25.0%	3,345,494
VEHICLE CODE FINES	3,663,079	882,235	414,663	(467,572)	12.6%	3,300,000
LAND,BLDG,R/W,EASEMENT,APT RENTALS	3,527,760	673,751	408,005	(265,746)	12.7%	3,214,873
INTEREST-POOLED CASH	3,387,228	815,147	638,331	(176,817)	20.1%	3,175,220
LOAN REPAYMENT	1,000,000	249,999	458,223	208,224	14.6%	3,132,891
WATER USERS TAX & PENALTIES	3,358,451	838,172	729,067	(109,105)	24.4%	2,993,000
CHARGES FOR SPECIAL SERVICES	2,834,020	291,615	298,558	6,943	10.0%	2,974,840
UNSECURED PERSONAL PROPERTY TAXES	2,428,310	756,545	511,716	(244,829)	17.6%	2,900,000
OTHER DEPT SVCS TO PROPRIETARY FUNDS	2,271,391	392,667	225,358	(167,309)	9.1%	2,488,127
OIL PRODUCTION TAX	2,247,267	544,528	538,715	(5,814)	24.0%	2,240,000
WATER-BILLING & COLLECTION	2,423,128	605,782	553,903	(51,879)	25.0%	2,215,610
OTHER DEPT CHGS TO GOVTL FUNDS	2,136,529	224,288	299,497	75,209	14.0%	2,136,201
REAL PROPERTY TRANSFER TAX	2,288,974	492,020	557,812	65,792	27.9%	2,000,000
PIPELINE SAFETY FEES	1,961,994	(126,041)	45,871	171,912	2.4%	1,880,000
MISC REFUNDS & REIMB	1,953,254	331,117	636,947	305,829	35.0%	1,820,017
BUILDING PLAN CHECK FEES	2,089,003	463,615	448,953	(14,663)	25.4%	1,765,000
HARBOR-POLICE	1,393,522	142,072	203,623	61,551	11.8%	1,729,256
REFUSE-BILLING & COLLECTION SERVICES	1,648,534	412,133	425,540	13,407	25.0%	1,702,161
BUILDING PERMITS	1,441,111	368,913	278,149	(90,764)	16.9%	1,650,000
TRANSFERS FROM OTHER FUNDS	56,927,290	5,100,000	10,690,712	5,590,712	27.5%	38,869,491
	-	-	-	-	0.0%	-
SUBTOTAL TO 40 GENERAL FUND REVENUES	329,744,101	75,304,245	80,910,969	5,606,724	24.6%	328,996,520
	-	-	-	-	0.0%	-
SUBTOTAL ALL OTHER REVENUES	37,236,603	6,153,619	6,698,106	544,487	19.3%	34,691,453
TOTAL	\$ 366,980,703	\$ 81,457,864	\$ 87,609,075	\$ 6,151,211	24.1%	\$ 363,687,974

¹ 1st quarter in-lieu property tax payment represents half of the City's scheduled contribution to the State's General Fund for the Governor's support of Prop 1A.

December 2004
General Fund Revenue (Top 15)
FY 05 Compared to FY 04
(25% of Year Completed)

Attachment C

Ranking	General Fund Revenue Source	FY 04 Adopted Budget	FY 04 Actuals YTD	% Received FY 04	FY 05 Adopted Budget	FY 05 Actuals YTD	% Received FY 05	\$ Variance FY 04 to FY 05	% Variance FY 04 to FY 05
1	Property Taxes	\$ 52,043,000	\$ 20,339,386	39.1%	\$ 56,700,000	\$ 21,662,442	38.2%	\$ 1,323,056	-0.9%
2	Sales Tax	41,287,000	9,804,749	23.7%	32,325,000	8,246,220	25.5%	(1,558,530)	1.8%
3	Property Tax in Lieu of Vehicle License Fees ¹	-	-	0.0%	18,100,000	(2,545,756)	-14.1%	(2,545,756)	-14.1%
4	Telephone Users Tax/Penalties	18,562,000	4,695,612	25.3%	16,731,000	4,077,059	24.4%	(618,553)	-0.9%
5	Electric Users Tax/Penalties	18,272,000	4,766,708	26.1%	16,153,000	4,711,839	29.2%	(54,868)	3.1%
6	Parking Citations	8,480,050	2,133,556	25.2%	9,885,790	2,641,512	26.7%	507,957	1.6%
7	Business License Taxes	8,899,600	2,314,402	26.0%	9,350,000	2,399,709	25.7%	85,307	-0.3%
8	VLF Gap Backfill Loan	-	-	0.0%	8,600,000	-	0.0%	-	0.0%
9	Harbor-Fire Intrafund Transfer	7,483,792	1,870,951	25.0%	8,217,744	1,369,624	16.7%	(501,327)	-8.3%
10	In-Lieu Sales and Use Tax	-	-	0.0%	8,064,680	-	0.0%	-	0.0%
11	Pipe Line Franchises	5,500,000	2,636,808	47.9%	7,325,000	2,469,148	33.7%	(167,661)	-14.2%
12	Transient Occupancy Tax	6,829,000	1,623,760	23.8%	7,200,000	1,919,332	26.7%	295,571	2.9%
13	Gas Tax - Maintenance Charges	6,308,973	-	0.0%	6,308,973	6,308,973	100.0%	6,308,973	100.0%
14	Electric Company Franchises	5,997,000	1,787,692	29.8%	5,600,000	1,609,600	28.7%	(178,092)	-1.1%
15	Emergency Ambulance Fees	4,350,000	1,132,348	26.0%	5,546,000	950,385	17.1%	(181,964)	-8.9%
TOTAL		\$ 184,012,415	\$ 53,105,973	28.9%	\$ 216,107,187	\$ 55,820,087	25.8%	\$ 2,714,114	-3.0%
TOTAL (With YTD Receipts)		\$ 125,660,442	\$ 32,766,587	26.1%	\$ 118,333,534	\$ 30,394,428	25.7%	\$ (1,525,079)	-0.4%

¹ 1st quarter in-lieu property tax payment represents half of the City's scheduled contribution to the State's General Fund for the Governor's support of Prop 1A.

December 2004
Revenue Analysis by Department
General Fund - Fiscal Year 2005
(25% of Year Completed)

Attachment D

Department	FY 05 Adopted Budget	Amendments ¹	Adjusted Budget	Year-to-Date Actuals	Remaining	% Received
Mayor and City Council	\$ 1,250	\$ -	\$ 1,250	\$ -	\$ 1,250	0.0%
City Attorney	5,000	-	5,000	14	4,986	0.3%
City Auditor	-	-	-	-	-	0.0%
City Clerk	126,425	-	126,425	291	126,134	0.2%
City Manager	-	-	-	-	-	0.0%
City Prosecutor	-	-	-	-	-	0.0%
Civil Service	-	-	-	-	-	0.0%
Community Development	6,212,682	104,500	6,317,182	560,699	5,756,483	8.9%
Financial Management	24,182,531	-	24,182,531	7,245,762	16,936,769	30.0%
Citywide Activities ²	255,289,103	-	255,289,103	66,004,206	189,284,898	25.9%
Fire	21,375,332	-	21,375,332	4,061,439	17,313,893	19.0%
Harbor	-	-	-	-	-	0.0%
Health and Human Services	1,955,528	108,000	2,063,528	328,048	1,735,480	15.9%
Human Resources	-	-	-	230	(230)	0.0%
Library Services	1,194,659	-	1,194,659	235,294	959,365	19.7%
Long Beach Energy	-	-	-	-	-	0.0%
Oil Properties	-	-	-	-	-	0.0%
Parks, Recreation & Marine	8,273,829	-	8,273,829	1,516,706	6,757,123	18.3%
Planning & Building	9,807,304	-	9,807,304	2,304,716	7,502,588	23.5%
Police	19,104,156	220	19,104,376	3,006,373	16,098,003	15.7%
Public Works	14,947,454	-	14,947,454	2,189,312	12,758,142	14.6%
Technology Services	1,000,000	-	1,000,000	155,983	844,017	15.6%
Water	-	-	-	-	-	0.0%
TOTAL	\$ 363,475,254	\$ 212,720.00	\$ 363,687,974	\$ 87,609,076	\$ 276,078,898	24.1%

Notes:

¹Amendments reflect budget adjustments approved by the City Council during the fiscal year including All-Years Carryover Budget

²Citywide Activities include tax revenues, pass through transactions, debt service payments, as well as interdepartmental transfers made at the beginning of the fiscal year, including transfers to the Capital Improvement Fund for sidewalk repairs and Parks and Recreation capital projects.

December 2004
Expenditure Analysis by Fund
Fiscal Year 2005
(25% of Year Completed)

Attachment E

Fund	FY 05 New Allocation	Estimated All-Years Carryover ¹	FY 05 Adopted Appropriation	Amendments ²	Adjusted Budget	Year-to-Date Actuals	Remaining	% Spent
Funds with All Years Carryover								
Airport	\$ 28,091,581	\$ 24,248,800	\$ 52,340,381	\$ 173,304	\$ 52,513,685	\$ 15,330,372	\$ 37,183,313	29.2%
Capital Projects	13,935,125	74,418,907	88,354,032	1,168,603	89,522,635	6,430,062	83,092,573	7.2%
Civic Center	1,373,158	13,633,828	15,006,986	(38,529)	14,968,457	1,187,973	13,780,483	7.9%
Community Development Grants	26,238,190	31,289,995	57,528,185	(0)	57,528,185	3,821,727	53,706,459	6.6%
Fleet Services	25,228,211	1,695,460	26,923,671	4,103,716	31,027,388	6,437,763	24,589,625	20.7%
Gas	94,471,671	3,837,097	98,308,768	462,001	98,770,769	25,766,897	73,003,873	26.1%
Gasoline Tax Street Improvement	10,849,973	13,929,578	24,779,551	750,000	25,529,551	6,070,037	19,459,514	23.8%
General Grants	3,951,985	5,809,427	9,761,412	12,356,982	22,118,394	1,549,838	20,568,556	7.0%
Harbor	450,784,616	-	450,784,616	-	450,784,616	57,155,322	393,629,295	12.7%
Health	37,105,595	22,674,475	59,780,070	3,788,715	63,568,785	7,903,851	55,664,933	12.4%
Housing Authority	62,396,214	887,746	63,283,960	-	63,283,960	16,103,963	47,179,997	25.4%
Housing Development	15,173,715	10,939,532	26,113,247	238	26,113,485	1,704,419	24,409,066	6.5%
Insurance	36,191,300	-	36,191,300	999,677	37,190,977	8,353,702	28,837,275	22.5%
Parking Authority	505,368	-	505,368	-	505,368	62,662	442,706	12.4%
Redevelopment	60,513,004	8,380,393	68,893,397	478,244	69,371,641	16,027,281	53,344,360	23.1%
Sewer	10,630,995	-	10,630,995	-	10,630,995	1,752,304	8,878,691	16.5%
Tidelands Operating	82,032,794	36,962,828	118,995,622	510,733	119,506,355	19,404,813	100,101,543	16.2%
Transportation	13,261,366	17,692,479	30,953,845	587,174	31,541,019	2,130,716	29,410,303	6.8%
Water	75,437,962	-	75,437,962	-	75,437,962	16,583,325	58,854,637	22.0%
SUBTOTAL	\$ 1,048,172,824	\$ 266,400,547	\$ 1,314,573,371	\$ 25,340,858	\$ 1,339,914,227	\$ 213,777,027	\$ 1,126,137,200	16.0%
Funds Without All Years Carryover								
General	\$ 375,009,055	-	\$ 375,009,055	\$ 2,983,219	\$ 377,992,274	\$ 93,902,877	\$ 284,089,398	24.8%
Belmont Shore Parking Meter	576,662	-	576,662	2,664	579,326	59,167	520,159	10.2%
Business Assistance	3,645,966	-	3,645,966	1	3,645,967	406,169	3,239,797	11.1%
Certified Unified Program Agency (CUPA)	875,433	-	875,433	2,500	877,933	164,603	713,330	18.7%
Employee Benefits	179,025,326	-	179,025,326	14,369	179,039,695	38,762,536	140,277,158	21.7%
General Services	36,197,718	-	36,197,718	881,609	37,079,326	5,692,443	31,386,883	15.4%
Park Development	1,748,600	-	1,748,600	-	1,748,600	1,534	1,747,066	0.1%
Parking & Business Area Improvement	2,480,000	-	2,480,000	-	2,480,000	116,463	2,363,537	4.7%
Refuse/Recycling	30,767,841	-	30,767,841	705	30,768,546	4,991,931	25,776,615	16.2%
SERRF	47,299,140	-	47,299,140	-	47,299,140	12,852,151	34,446,990	27.2%
SERRF JPA	14,433,982	-	14,433,982	-	14,433,982	7,148,027	7,285,955	49.5%
Special Advertising & Promotion	5,066,720	-	5,066,720	13,556	5,080,276	1,411,635	3,668,641	27.8%
Tideland Oil Revenue	83,108,551	-	83,108,551	-	83,108,551	39,445,932	43,662,619	47.5%
Tidelands-Reserve for Subsidence	4,000,000	-	4,000,000	-	4,000,000	4,000,000	-	100.0%
Towing	6,381,892	-	6,381,892	5,545	6,387,436	2,193,786	4,193,650	34.3%
Upland Oil	11,001,246	-	11,001,246	-	11,001,246	1,032,798	9,968,448	9.4%
SUBTOTAL	\$ 801,618,132	-	\$ 801,618,132	\$ 3,904,167	\$ 805,522,299	\$ 212,182,053	\$ 593,340,246	26.3%
TOTAL - All Funds	\$ 1,849,790,957	\$ 266,400,547	\$ 2,116,191,504	\$ 29,245,025	\$ 2,145,436,525	\$ 425,959,080	\$ 1,719,477,445	19.9%

Notes:

¹All-Years Carryover is composed of multi-year grants and Capital Improvement Program (CIP) funds; unspent amounts are carried over to future years.

²Amendments reflect budget adjustments approved by the City Council during the fiscal year including All-Years Carryover Budget Adjustments.

December 2004
Expenditure Analysis by Department
General Fund - Fiscal Year 2005
(25% of Year Completed)

Attachment F

Department	FY 05 Adopted Budget	Amendments ¹	Adjusted Budget	Year-to-Date Actuals	Remaining	% Spent
Mayor and City Council	\$ 4,312,710	\$ 9,120	\$ 4,321,830	\$ 972,337	\$ 3,349,493	22.5%
City Attorney	3,266,774	91,228	3,358,002	911,200	2,446,802	27.1%
City Auditor	2,328,700	50,294	2,378,994	467,861	1,911,133	19.7%
City Clerk	2,677,630	850	2,678,480	493,657	2,184,823	18.4%
City Manager	3,800,950	88,347	3,889,298	1,153,144	2,736,154	29.6%
City Prosecutor	4,067,586	26,059	4,093,645	948,587	3,145,058	23.2%
Civil Service	2,481,445	65,522	2,546,967	557,479	1,989,488	21.9%
Community Development	3,353,600	124,471	3,478,072	752,605	2,725,467	21.6%
Financial Management	15,815,008	152,325	15,967,332	3,572,640	12,394,692	22.4%
Citywide Activities ²	8,387,590	4,250	8,391,840	6,885,926	1,505,913	82.1%
Fire	71,188,849	417,208	71,606,056	17,913,857	53,692,199	25.0%
Harbor	-	-	-	-	-	0.0%
Health and Human Services	4,599,774	120,344	4,720,118	1,108,111	3,612,007	23.5%
Human Resources	319,482	388	319,870	57,574	262,295	18.0%
Library Services	12,662,984	351,256	13,014,241	2,441,449	10,572,792	18.8%
Long Beach Energy	-	-	-	-	-	0.0%
Oil Properties	-	-	-	-	-	0.0%
Parks, Recreation & Marine	25,502,274	407,521	25,909,795	5,446,612	20,463,183	21.0%
Planning & Building	12,590,717	294,864	12,885,580	2,300,433	10,585,148	17.9%
Police	162,265,854	627,627	162,893,482	40,323,475	122,570,006	24.8%
Public Works	34,505,412	151,449	34,656,861	7,562,255	27,094,606	21.8%
Technology Services	881,719	95	881,814	33,675	848,139	3.8%
Water	-	-	-	-	-	0.0%
TOTAL	\$ 375,009,055	\$ 2,983,219	\$377,992,274	\$ 93,902,877	\$ 284,089,398	24.8%

Notes:

¹Amendments reflect budget adjustments approved by the City Council during the fiscal year including All-Years Carryover Budget Adjustments.

²Citywide Activities include tax revenues, pass through transactions, debt service payments, as well as interdepartmental transfers made at the beginning of the fiscal year, including transfers to the Capital Improvement Fund for sidewalk repairs and Parks and Recreation capital projects.

December 2004

Attachment G

**Year to Date Expenditure Analysis by Department
General Fund - FY 05 compared to FY 04
(25% of Year Completed)**

Department	FY 04 Adjusted Budget	FY 04 Actuals YTD	% of FY 04 Adj Budget	FY 05 Adjusted Budget	FY 05 YTD Actuals	% of FY 05 Adj Budget	Difference from 04 to 05	% Variance
Mayor and City Council	\$ 4,053,366	\$ 783,666	19.3%	\$ 4,321,830	\$ 972,337	22.5%	\$ 188,671	3.2%
City Attorney	2,944,604	620,794	21.1%	3,358,002	911,200	27.1%	290,406	6.1%
City Auditor	2,136,523	407,400	19.1%	2,378,994	467,861	19.7%	60,461	0.6%
City Clerk	3,092,043	364,365	11.8%	2,678,480	493,657	18.4%	129,292	6.6%
City Manager	3,923,374	1,043,176	26.6%	3,889,298	1,153,144	29.6%	109,967	3.1%
City Prosecutor	3,900,766	764,169	19.6%	4,093,645	948,587	23.2%	184,418	3.6%
Civil Service	2,465,560	456,441	18.5%	2,546,967	557,479	21.9%	101,038	3.4%
Community Development	3,089,179	459,117	14.9%	3,478,072	752,605	21.6%	293,488	6.8%
Financial Management	15,495,457	3,134,944	20.2%	15,967,332	3,572,640	22.4%	437,697	2.1%
Citywide Activities ¹	17,060,374	7,590,422	44.5%	8,391,840	6,885,926	82.1%	(704,496)	37.6%
Fire	64,519,361	13,995,634	21.7%	71,606,056	17,913,857	25.0%	3,918,223	3.3%
Harbor	-	-	0.0%	-	-	0.0%	-	0.0%
Health and Human Services	4,841,951	1,041,680	21.5%	4,720,118	1,108,111	23.5%	66,431	2.0%
Human Resources	378,280	54,632	14.4%	319,870	57,574	18.0%	2,942	3.6%
Library Services	11,449,542	2,181,637	19.1%	13,014,241	2,441,449	18.8%	259,812	-0.3%
Long Beach Energy	5,714,438	1,070,802	18.7%	-	-	0.0%	(1,070,802)	-18.7%
Oil Properties	-	-	0.0%	-	-	0.0%	-	0.0%
Parks, Recreation & Marine	28,878,634	5,648,379	19.6%	25,909,795	5,446,612	21.0%	(201,767)	1.5%
Planning & Building	11,769,120	2,259,166	19.2%	12,885,580	2,300,433	17.9%	41,266	-1.3%
Police	147,545,165	30,221,189	20.5%	162,893,482	40,323,475	24.8%	10,102,286	4.3%
Public Works ²	28,692,044	4,977,941	17.3%	34,656,861	7,562,255	21.8%	2,584,314	4.5%
Technology Services	1,002,745	64,857	6.5%	881,814	33,675	3.8%	(31,182)	-2.6%
Water	-	-	0.0%	-	-	0.0%	-	0.0%
TOTAL	\$362,952,526	\$ 77,140,413	21.3%	\$ 377,992,274	\$ 93,902,877	24.8%	\$ 16,762,464	3.6%

Notes:

¹ Citywide Activities include tax revenues, pass through transactions, debt service payments, as well as interdepartmental transfers made at the beginning of the fiscal year, including transfers to the Capital Improvement Fund for sidewalk repairs and Parks and Recreation capital projects.

² Environmental Services/Street Sweeping functions were transferred to Public Works from Long Beach Energy in FY 05.