

City of Pacifica Mid-Year Budget Report 2015-16



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City of Pacifica

Mid-Year Budget Report 2015-16

Background:

- 2015-16 Budget adopted on June 22, 2015
- General Fund operating budget - \$28,751,000
- Mid-Year update contains proposed adjustments to both projected revenues and expenses that reflect current information.
- The City continues to maintain a balanced budget.



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Executive Summary

- General Fund revenues are approximately \$716,000 higher (+2.5%) than projections at the original adoption.
- General Fund expenditures are projecting to increase due to legal costs totaling \$230,000.
- Resulting in a net surplus of \$486,000.



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- Revenues

- Property Taxes - trending upwards

- Revised Estimate: Increase \$369,000 (+3.75%)

- Other Taxes - Transient Occupancy Tax - trending upwards reflects sales tax growth in Pacifica's restaurant and hotels.

TOT represents the vast majority of the increase in the Other Taxes category

- Revised Estimate: Increase \$134,000 (+9.7%)

- Department/Program Revenues - trending upwards reflecting increased in the projection for vehicle license fees.

- Revised Estimate: Increase \$214,000 (+2.0%)



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➤ Expenses

- As of December 31, 2015, expenses are generally trending as projected in the adopted budget.
- However, the City has experienced an increased demand for legal services for various land use issues, litigation, and labor negotiations.
 - Revised Estimate: **Increase** \$230,000 (+0.7% of GF expense budget)



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➤ Expenses

- Through a small number of adjustments, staff expects a balanced budget for FY 2015-16 with revenues projected to exceed expenses by approximately \$486,000.
- The attached resolution includes a General Fund Budget Summary that increases the total operating budget to \$29,981,310.



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Questions?