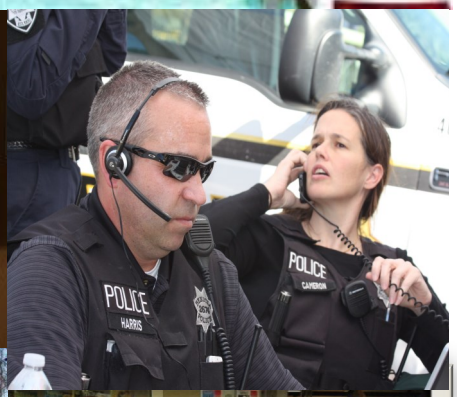
City of Benicia

Chapter 2-

Fund Level Budgets

FY 2015-2017



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CITYWIDE FUNDS

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The City of Benicia offers a full range of services to its residents and businesses. This includes police, fire, street and facilities maintenance, library, parks and community services, as well as, general administration. Although primarily funded out of the General Fund, some additional department support comes from Special Revenues, such as Gas Tax and Traffic Mitigation, which support street resurfacing and traffic calming measures. In addition, Benicia has always been active in seeking Grants and State entitlement funds. These funds help the departments maintain the City's quality of life.

As the FY 2015-2017 budget process began, staff prepared a ten-year forecast of the City's General Fund. Staff presented the report to the City Council and Finance Committee at a Special Joint City Council meeting on February 3, 2015. The forecast provided an opportunity to look at the important economic trends facing the City and how they might impact the City's resources. A long term forecast looks beyond the immediate budget needs to future needs and challenges. The General Fund has a list of unmet staffing, capital, and improvements needs. In addition, the City has had a past practice of deferring facility and equipment needs until they are critical. A ten-year forecast model allows the City to have the discussion of these future costs and their related policy and funding needs.

The forecast itself is only a part of the larger Sustainable Community Services Strategy (SCSS) process that is currently underway and, further, it underlines the need to pursue a sustainable strategy given the City's ongoing struggle with balancing resources and service levels. Although important initial steps have been made, as this is the first year since the recession that departments are not reducing budgets in order to maintain the General Fund 20% reserve levels.

The efforts to achieve this goal have not been easy or without sacrifice. Over the last six years, the City has implemented employee salary and benefit concessions, with employees agreeing to 10% reductions in compensation, including contributing considerably more toward health care and retirement costs. The City has also downsized, including employee lay-offs and freezing positions. Over the last five years, since 2010, the City has decreased employee related expenditures by approximately $11.2 million and reduced City's full time workforce by 12%.

In addition to reducing employee costs, the City has also delayed internal service needs and postponed capital improvement projects, including improvements to utilities, streets, parks, and facilities. Over the same period, the City has maximized revenue potential of City real estate, implementing park user fees and increasing lease income by 275%, generating over $65,000 per month. Notwithstanding these efforts, the City still has significant unfunded needs including over $150 million in unfunded capital needs; such as: over $50 million in utilities infrastructure maintenance and replacement costs; over $50 million in streets and transportation needs; over $20 million in storm drain improvements, and over $30 million in parks and facilities, including the library and swimming pool.

To exacerbate matters, the effect of the Great Recession was more than a temporary period of economic contraction, but an event that reshaped Benicia's fiscal landscape. While Benicia's property tax base is returning to prerecession levels, approximately $1.0 billion, representing 20% of the City's property tax base, is at risk due to outstanding appeals. Additionally, Benicia's most prominent source of sales tax, the Benicia Industrial Park, is seeing a major shift away from sales tax producing business, resulting in annual declines in sales tax revenue for the City. Compounding this loss of local revenue is reductions of State funding, in particular funds needed to maintain local streets. When considering these impacts, City's General Fund total revenues are growing at just over 1%. Conversely, Benicia, like many other California

cities, still faces escalation in operating costs outside of their control, which are outpacing the City's estimated revenue growth. This makes it a challenge to continue existing funding levels for critical services to the community. The strain of which was clearly highlighted when staff presented a ten-year forecast study of the General Fund in May 2014. The projections indicated an average annual operating loss of approximately $1.5 million over the ten-year period despite the cost reduction measures already taken and an unsustainably, low level of capital investment.

In response to the City's financial situation and the citizen's desire to maintain its quality of life, the City Council placed on the ballot Measure C, a 1-cent on the dollar sales tax increase that goes directly to the City of Benicia and cannot be appropriated by county or state government. Measure C went into effect on April 1, 2015 and is projected to generate $3.7 million annually. As part of their actions to authorize the public vote on Measure C, the City Council adopted an allocation plan to provide the community the assurance that the revenue would be used as intended. In addition to allocating sufficient revenue to sustain current service levels, the City Council dedicated more than half of the estimated revenue to be collected in the first two years ($4 million) to address badly needed infrastructure improvements such as playground equipment replacement, road maintenance, including pothole repair, sidewalk repair, equipment for Fire and Police operations and pool repairs.

Furthermore, constituents expressed concern about the fact that many of our streets and pathways have cracked or buckled sidewalks, or no sidewalks at all, potholes, and other precarious driving conditions. Additional funding is needed to fix these hazardous road conditions and maintain 94 miles of city streets and roads so motorists, pedestrians, buses, cyclists, and safety vehicles may commute safely. Providing funding to maintain the City's 31 local parks was also identified as a priority by 70% of respondents.

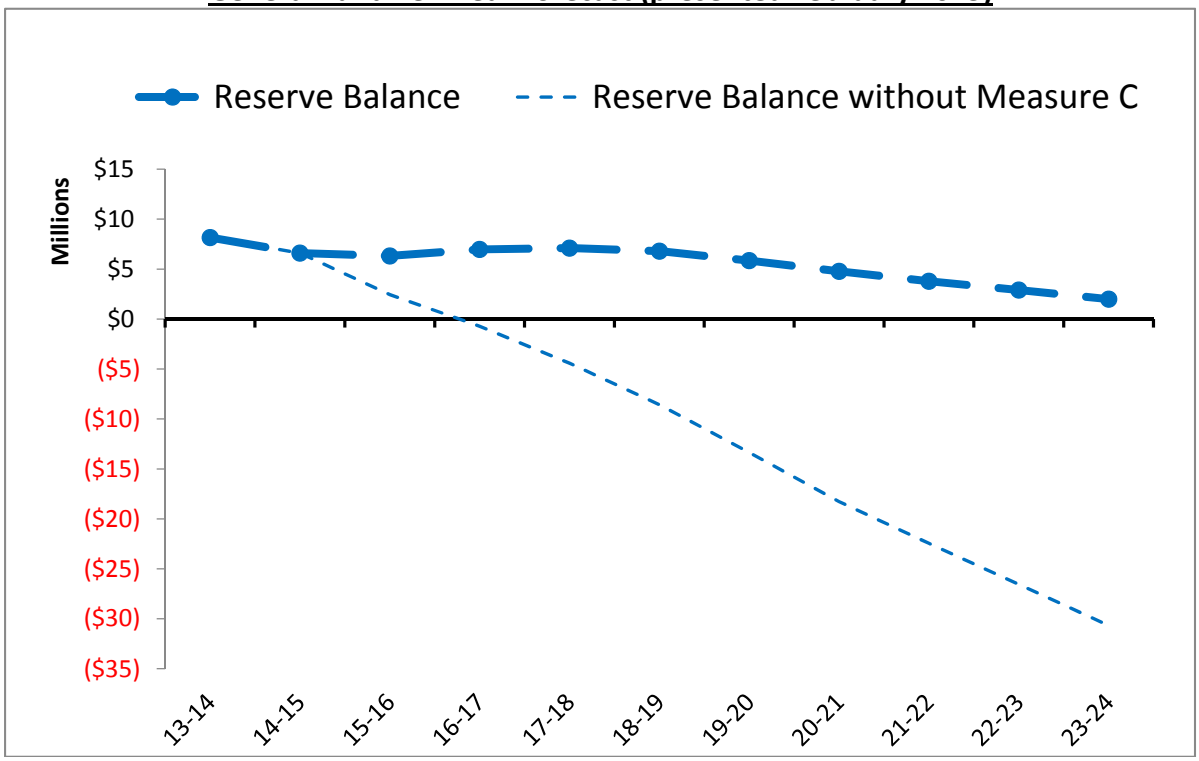
An updated General Fund ten-year forecast, presented February 2015, showed the positive impact Measure C revenues had on reversing the budget deficit. In addition, the Measure C Sales Tax had added much need capital funding for the General Fund. Given the City's constrained fiscal status and the ongoing SCSS effort, staff prepared a status quo budget, i.e., in general, no significant enhancements or reductions to existing programs and services. The static budget includes meeting existing core services and/or enhancements consistent with several of the City Council's top priorities:

- Enhancing Technology
- Efficient financial reporting and accountability
- Economic Development

The recent update to the ten-year forecast of the General Fund demonstrated that this is a prudent approach, with revenues generally remaining flat, but expenditures continuing to rise. With the addition of Measure C revenues, the City will be able to initiate a limited number of key projects during the next two budget cycle, with the remaining Measure C funds have been applied to the $1.7 million dollar structural deficit in order to maintain current services.

The graph below shows the February 2015 forecasted General Fund reserves over ten-years. For contrast, the ten-year forecast without Measure C revenues as forecasted May 2014.

General Fund Ten-Year Forecast (presented February 2015)



As shown in the graph, General Fund reserve levels will deplete in the long-term, because revenues continue to be outpaced by expenditures. In the short-term, we can maintain a status quo budget. This is defined as maintaining current service levels, i.e., departments presented their budgets so as to continue core services and only proposed changes when required by contract or when the core services would be negatively impacted without increases.

The City of Benicia is also unique in that it owns and operates two utilities, Water and Wastewater. The utilities service a customer base of approximately 9000 residential, multi-residential, and commercial that has remained relatively unchanged in more than a decade. The City is currently in year three of a five year rate increase, adopted in 2012. The rates had remained unchanged for six years prior to the current rate increase. As a result, with the moderate rate increase approved in 2012, both utilities are now only sufficient to cover operations and debt service payments. Any deferred maintenance or capital improvements to the utilities must be funded from reserves.

The Water fund has also been negatively impacted by to the statewide drought crisis and customers' conservation efforts. The Water fund costs from purchasing water have increased while conservation efforts have decreased revenues collected. The California drought has reminded everyone that water is a commodity that becomes more expensive when in short supply. The City was in the position where it had to purchase water at a higher cost than was budgeted, causing an increase in its variable costs that had no reductions offset in the utility's fixed costs. Conversely, the citywide effort to conserve water resulted in a 15-20% reduction in consumption, most of which is believed to be a permanent change in

usages; for example, many residents are reducing their water demand, because they have made significant changes to their landscaping. The second impact on rates was that majority of the residential users have reduced enough water so as to step out of the higher tiered rates. The City passed a drought surcharge to mitigate some of these losses, but the long-term effects of the water conservation will require a review of the current rate structures to ability to sustain operations, debt, and other working capital needs.

Summary of All Funds

(in thousands)					
Revenues	Estimated FYE 2015	Proposed FY 15-16	Proposed FY 16-17	Projected FY 17-18	Projected FY 18-19
GENERAL FUND	32,080	35,754	35,715	36,651	37,839
GENERAL FD ASSIGNED	66	54	54	54	55
SPECIAL REVENUE	4,763	3,780	1,885	1,877	1,893
SPECIAL REVENUE-ASSESSMENT DISTRICT	429	442	443	443	443
DEBT	680	680	680	680	680
INTERNAL SERVICES	5,826	5,868	4,818	4,908	4,998
MARINA	379	410	410	410	410
WASTEWATER	8,289	8,603	8,944	9,078	9,214
WASTEWATER CAPACITY	113	70	70	71	72
WATER	8,335	7,738	7,753	7,869	7,987
WATER CAPACITY	49	34	34	34	35
Grand Total	61,009	63,433	60,806	62,075	63,626
Expenses	Estimated FYE 2015	Proposed FY 15-16	Proposed FY 16-17	Projected FY 17-18	Projected FY 18-19
GENERAL FUND	33,510	35,168	33,975	34,445	34,880
GENERAL FD ASSIGNED	338	928	338	428	888
SPECIAL REVENUE	6,027	4,476	3,143	2,332	2,350
SPECIAL REVENUE-ASSESSMENT DISTRICT	626	608	600	606	612
DEBT	674	676	673	679	338
INTERNAL SERVICES	5,586	5,666	5,269	4,271	4,317
MARINA	588	619	619	619	619
WASTEWATER	8,440	8,448	8,571	8,455	8,514
WASTEWATER CAPACITY	1,364	428	360	-	-
WATER	9,833	8,431	8,362	8,641	7,707
WATER CAPACITY	1,794	1,307	692	-	-
Expenses Total	68,780	66,755	62,602	60,476	60,225
Net Income	(7,771)	(3,322)	(1,796)	1,599	3,401

GENERAL FUND

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The General Fund is the primary operating fund of the City. The fund accounts for all revenues, expenditures, transfers, and other activity not accounted for in other City funds.

The City continues to experience flattening or declining revenues coupled with rising employee retirement benefit and workers' compensation costs. In the past, these challenges were met through employee contract negotiations, cost-containment measures, inter-fund loans, and drawdowns of reserve balances. Despite these measures, without additional action, budgeted General Fund reserves will fall below the key levels set in the City's Reserve Policy in future budgets. As stated in the General Fund's ten-year forecast, the City reserve levels will remain at or close to the 20% reserve policy for the next five years. Past five years, as expenditures continue to outpace revenues, the City will need to address this structural deficit; by reducing expenditures and/or seeing increased revenues. City management intends to work with the Council in the ensuing months to discuss long-term budget stabilization measures to restore fund reserves, eliminate operating deficits, and deliver services efficiently and effectively to the citizens of Benicia in a sustainable manner.

It should be emphasized that despite the anticipated long-term structural deficit, balancing measures utilized thus far have achieved notable results. The General Fund FY 2015-2017 proposed budget will allow the City to continue providing existing services and is the first budget since the recession that departments were not recommending reductions in order to maintain the City's General Fund reserve policy of 20% over the course of the two-year budget cycle. The following section discusses the major General Fund revenues and expenditures. For a more detailed discussion of the General Fund revenues and expenditures, refer to the General Fund Forecast.

Summary of General Fund Revenues, Expenditures and Changes to Fund Balance (Reserves)

	Estimated FYE 2015	Proposed FY 15-16	Proposed FY 16-17
Revenue Total	32,145,536	35,808,230	35,769,190
Expenditure Total	33,847,846	36,095,575	34,312,190
Net Income	-1,702,310	-287,345	1,457,000
Net Transfers In/(Out)	-344,025	-426,435	-426,435
Change in Fund Balance (Reserves)	**-2,046,335**	**-713,780**	**1,030,565**
Beginning Fund Balance (Reserves)	9,576,004	7,529,669	6,815,889
Ending Fund Balance (Reserves)	7,529,669	6,815,889	7,846,454

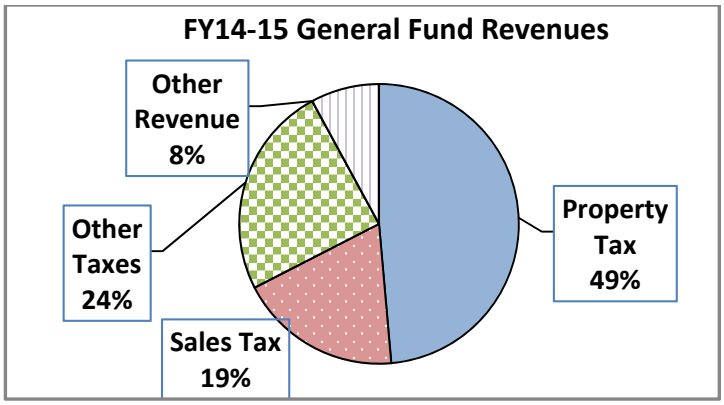
Percentage of Reserves to Operating Revenues	***23.42%***	***19.03%***	***21.94%***

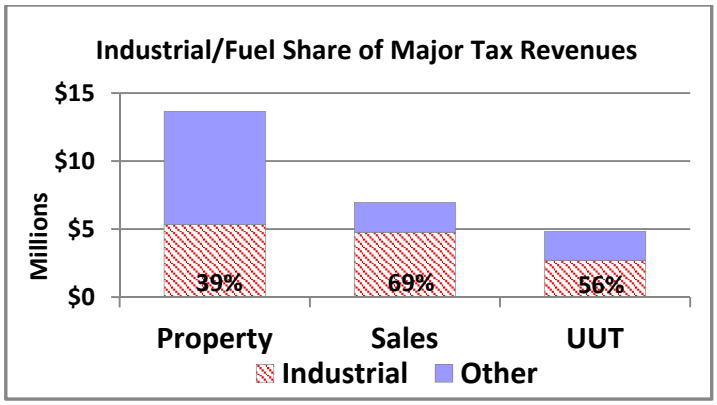
REVENUES

The City's General Fund revenues are dominated by Property Tax (along with Vehicle License Fee) at 49% and Other Taxes (Sales Tax, Utility User Tax, Business License Tax and Franchise fee) at 43%. All other revenues are less than 15% of the City's General Fund resources. Thus, the City has direct control of less than eighty-five percent of its incoming revenues. Property Tax and Vehicle License fee are capped at Proposition 13 up to 2% growth. All other Property Tax growth is market driven, meaning the City's revenue growth can only occur if a property sells above the County's assessed value. Other Taxes are also predominantly outside of the direct control of the City. Sales Tax was recently increased by the voters with the Measure C 1% sales tax, but its volatility is based on market concentration and cyclical recessions. Business License Tax is also established by the voters, but has a direct correlation to Sales tax volatility and the cyclical highs and lows. Similarly tied and similarly volatile is Utility User Tax and Franchise Fees. These two revenues are showing the most decline year-over-year as customers respond to changes in technology and consumer habits change. These compounded losses have a mounting impact on the General Fund as expenditures, most of which are outside the City's control, increase exponentially.

Benicia finds that its market and revenue sources are concentrated in its Industrial Park. In Sales Tax last year, the City's Sales tax generators were concentrated in *Business and Industry Services*, and *Fuel and Service Stations* by nearly 70% (source HdL Fourth Quarter 2013). Almost $4.4 million of $6.3 million in Sales Tax revenue was concentrated in these two economic areas. That's nearly 15% of the City's General Fund revenues alone. When this concentration in Utility User Tax and Business Licenses are combined with Sales Tax, the revenue reaches almost $8 million, or more than 25%. A similar concentration exists in Property Tax, although not as high. The categories of *Industrial*, *Unsecured*, and *Commercial* are almost 40% of total General Fund Property Tax. (source HdL FY 2013/2014 Property Tax Assessment Report).

General Fund Revenue Sources





Property Tax

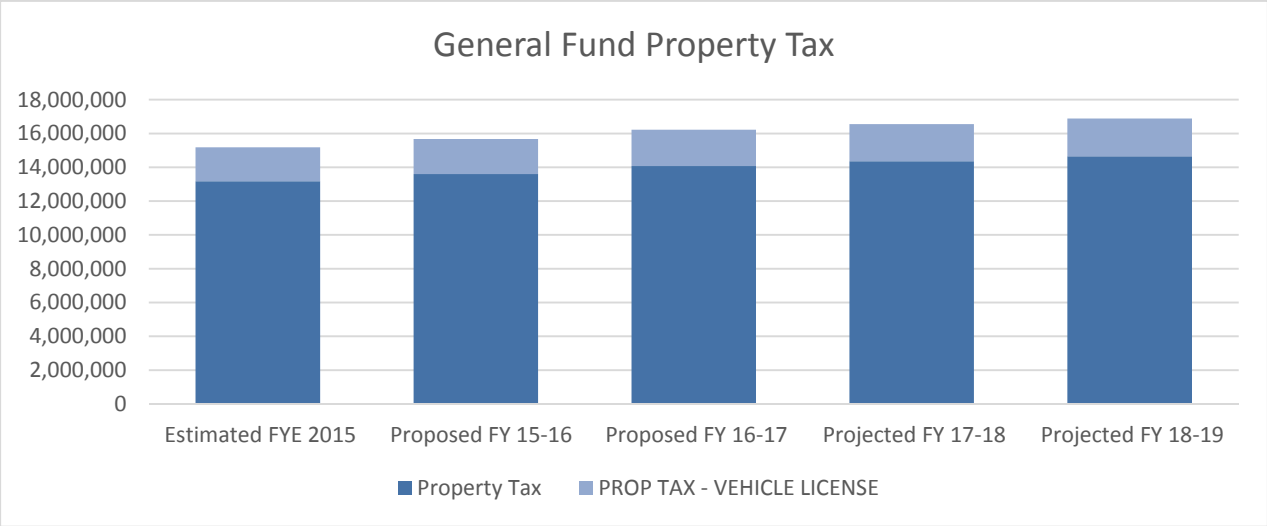
The property tax is an ad valorem tax imposed on real and tangible personal property. Beginning in 1978, Article XIIIA of the California Constitution (Proposition 13), limits the tax to 1% of assessed value, excluding certain voter-approved rates to finance general obligation bonds. In general, the assessed value of property is based upon the 1975 value with subsequent increases annually limited to the California Consumer Price Index. This annual increase is further capped at a maximum allowable limit of 2% per year. Property which changes ownership, substantial property alterations, newly-constructed property, and personal property are assessed at the full market value in the first year, and subject to the two percent cap, thereafter.

In 1978, voters approved Proposition 8, whereby a temporary reduction in assessed value is allowed a "decline-in-value". If it is agreed that the market value of a property is lower than the value on the January 01 lien date, the property is granted a temporary decline in assessment value. This decline is in effect until the County Assessor determines that the market value of the property is once again equal to the assessed value allowed under Proposition 13.

During the Great Recession, the State assessment reached the maximum 2% Proposition 13 cap only two times in the last eight years. In addition, the County and City experienced a steep increase in Proposition 8 re-assessments. Combined, this cap greatly represses property tax assessed values.

As the economy is slowly climbing out of the Great Recession, the City is beginning to see improvements in property values. Housing is still below the market high of 2005-2007; however, the values are improving enough for the City to forecast a 3.5% year-over-year increase for this budget period. Long-term it is more conservative to forecast at the Proposition 13 2% cap.

Revenues	Estimated FYE 2015	Proposed FY 15-16	Proposed FY 16-17	Projected FY 17-18	Projected FY 18-19
Property Tax	13,177,400	13,600,010	14,078,810	14,360,389	14,647,600
PROP TAX - VEHICLE LICENSE	2,006,904	2,076,690	2,148,920	2,191,834	2,235,605
Grand Total	**15,184,304**	**15,676,700**	**16,227,730**	**16,552,223**	**16,883,205**



Sales and Use Tax

The Sales Tax is an excise tax imposed on retailers upon the sale of defined tangible personal property. The Use Tax is an excise tax imposed on a person for the storage, use, or consumption of tangible personal property purchased from a retailer. Sales and use tax apply to all persons regardless of income level. Major items are exempt from the tax code, such as services, groceries, housing, and medicine. In total, the City receives 1% of eligible point-of-sale transactions within its jurisdiction.

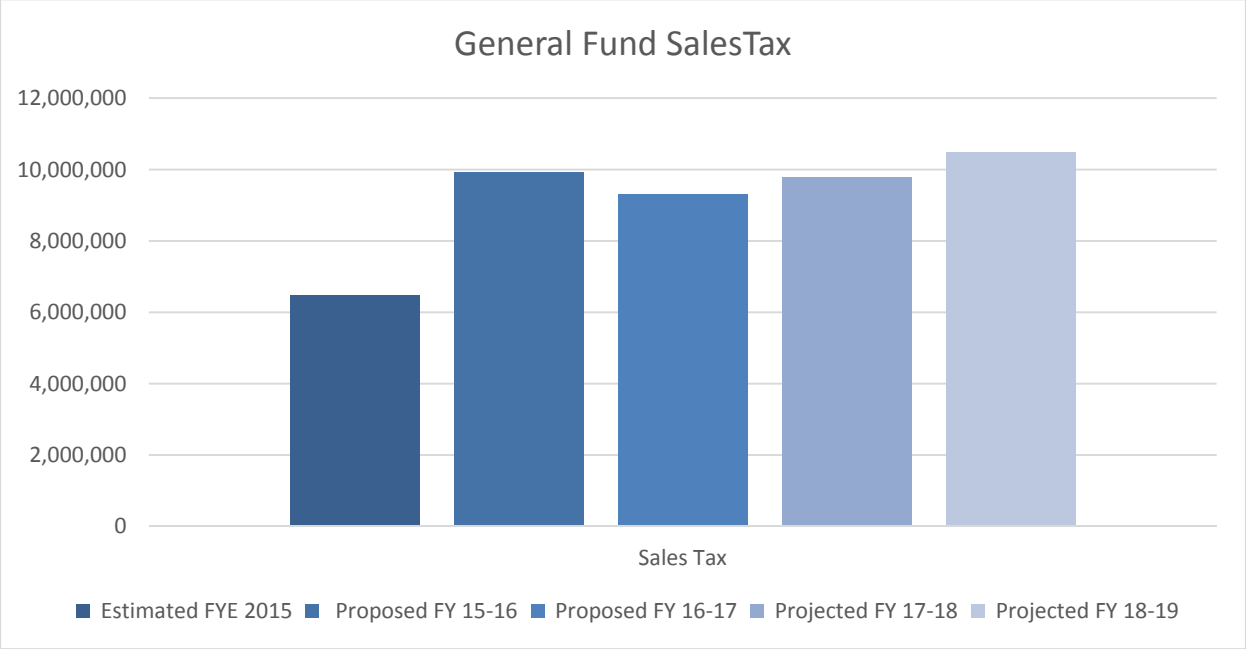
The City's historical look at Sales Tax is not unlike most cities looking back at the last recession. The City saw steep declines from 2008-2012 and the economy has slowly recovered; however, tax collection has not fully returned to prerecession levels. The City's primary sales tax producers are located in the industrial park. "The City has experienced nearly a 20% drop in business sales tax generated by the Benicia Industrial Park (BIP) from its high point, and a 14% drop quarter to quarter 2013 to 2014." (Chabin Concepts, Market Demand Study:2014) Slowly there has been a shift in the industrial park from less business to business sales to more warehousing usage. The City FY 2014-2015 Sales Tax is projected to be 3.6% lower than FY 2013-2014 (source HdL Sales Tax report Second Quarter 2014); but this is the net drop. The County pool, the shared sales tax from Solano County, is mitigating Benicia's losses. "Most receipts from use tax and some transactions where the points of sale are difficult to track are placed in a county or state allocation pool and distributed back to local jurisdictions on a pro rata basis." (HdL). As a result, the City's direct Sales Tax loss was over 8% while the Solano County collection grew 5%.

Despite the overall recession recovery, it is expected that Benicia's Sales Tax, aside from Measure C tax (as discussed below), will continue to decline. In the short term, the direct Sales Tax will continue to shrink as the shift in BIP continues to gravitate toward warehousing and away from sales tax generating businesses. The City's revenue base is too concentrated in this area to suggest a different outcome, unless the City can attract more Sales Tax generating businesses.

Sales Tax and Measure C- The voters approved an additional 1% Sales Tax initiative in November 2014. It is currently estimated that this will produce additional revenue of $3.7 million for the General Fund. The industries generating sales for this revenue are over-the-counter sales at grocery stores, general retail stores, service stations, lumber and building material stores, and restaurants. Other types of sales which usually involve sales to customers outside the City are *not* eligible for the local sales tax and are thus excluded. Conversely, with sales outside of Benicia that are expected to be used within the City, such as auto sales, the local tax is collected and will remitted to Benicia.

Unfortunately, until the tax begins to be collected and reported, the estimates cannot be accurately adjusted up or down. It is unknown how much of the Sales Tax from Measure C will change over the course of the forecast, because the data is not available today. For conservative reasons, the revenue is assumed to be flat, staying at $3.7 million each year. The impact of cyclical patterns of growth and contraction predicted to influence Sales Tax cannot be anticipated without more information as to their industry source. This item will continue to be monitored and updated in the forecast as new information is available.

Revenues	Estimated FYE 2015	Proposed FY 15-16	Proposed FY 16-17	Projected FY 17-18	Projected FY 18-19
Sales Tax	6,472,600	9,932,600	9,318,670	9,781,188	10,487,375

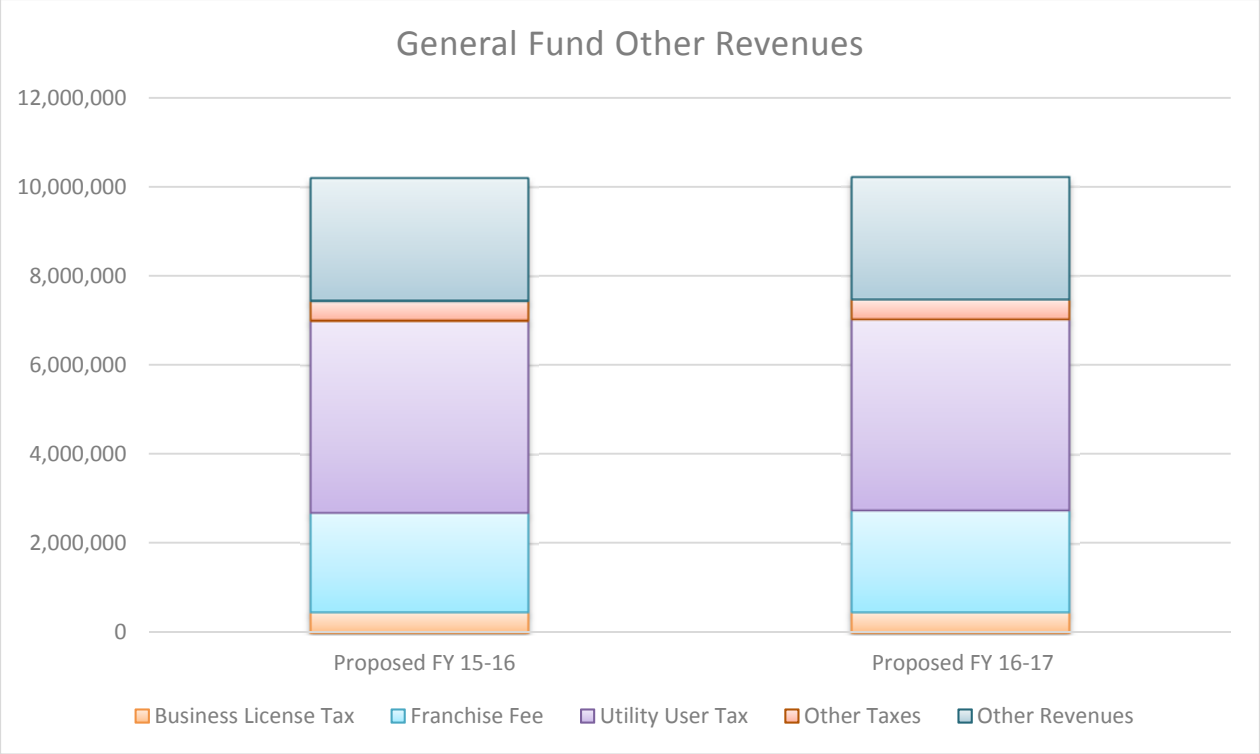


Business License, Franchise Fees, Utility User Tax, and Other Revenues-

Historically, these four revenues have constituted almost 24% of the General Fund resources. Of that total, Utility User Tax (UUT) is 15% and Franchise Fees is 5%. Business License Tax follows the same cyclical pattern of Sales Tax; but at less than 2% of the General Fund, the impacts of variations from this revenue source are minimal.

The trends in UUT and Franchise Fees are notable, because of two outside economic trends. First, legislative policies are segregating out previously taxable utilities, such as solar. Similarly, utilities' accounting of previously bundled utilities are now more distinct. The utilities' improvements in billing enable them to separate services subject to UUT, such as cell phone and internet plans. This is driving collections down in telecommunication based UUT and is unlikely to rebound. The second factor is consumer spending habits. The consumer is attracted to alternative energy options; they are moving away from land based telephone lines; and they are accessing more video options via the internet. These changes in legislation, technology advancements, and consumer preferences are driving down UUT collections. Directly correlated to UUT cost drivers is Franchise Fee cost drivers. Past this first year of the forecast, revenue is expected to hold to a historical escalation of about 1 %.

Revenues	Estimated FYE 2015	Proposed FY 15-16	Proposed FY 16-17	Projected FY 17-18	Projected FY 18-19
Business License Tax	460,000	460,000	460,000	466,900	473,904
Franchise Fee	2,190,872	2,233,600	2,288,600	2,322,929	2,357,775
Utility User Tax	4,353,278	4,308,850	4,272,710	4,336,803	4,401,856
Other Taxes	502,000	445,000	445,000	451,675	458,451
Other Revenues	2,982,482	2,751,480	2,756,480	2,793,749	2,831,599
Grand Total	**10,488,632**	**10,198,930**	**10,222,790**	**10,372,056**	**10,523,585**

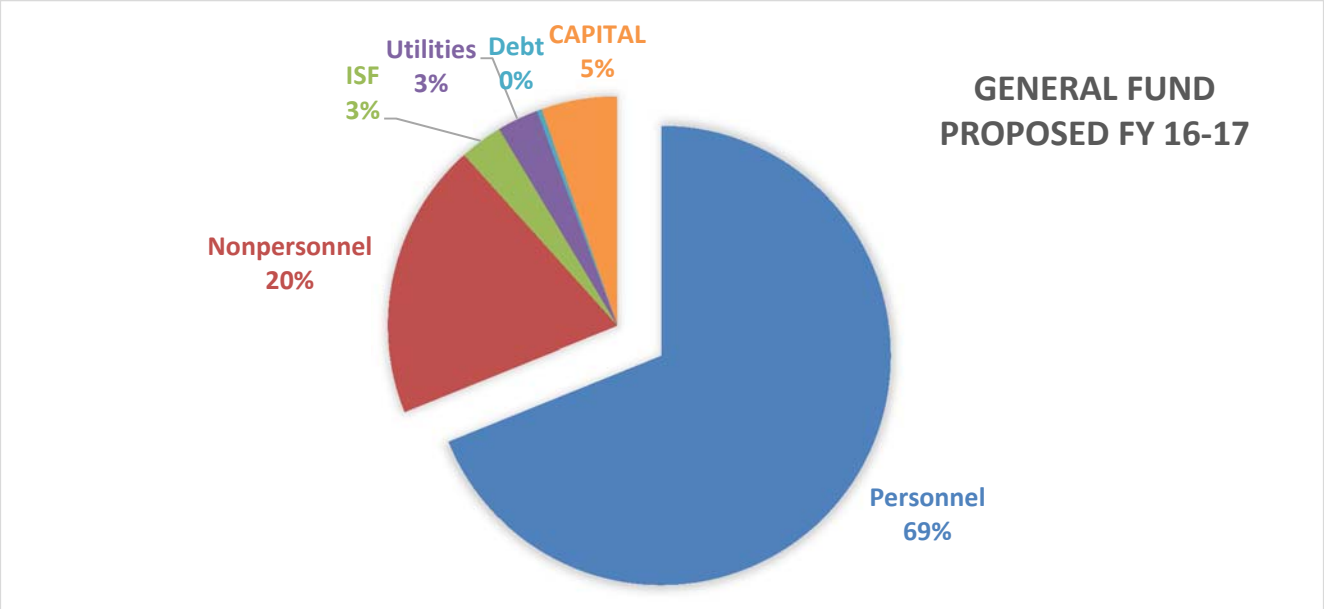


EXPENDITURES

The General Fund expenditures are presented as a "status quo" budget. This is defined as maintaining current service levels. Department's presented their expenses so as to continue core services and only proposed changes when required by contract or when the core services would be negatively impacted without increases. For example, the Information Technology department renegotiated expired service contracts for fiber and will require $50,000 to continue providing internet services to all locations. The Library must update their catalog services with Solano County and this will require $40,000 over two years. These contracts maintain the City's existing core services. The total expenditures are increasing at approximately 1.7% annually. Personnel costs (salary and benefits) comprise nearly 70% of the City's General Fund expenditures, for a total of $23.6 million in FY 2016-2017. Please refer to the Personnel section of this document for details in staffing levels and costs. Nonpersonnel costs include Purchased Supplies and Services. Debt service payments will reduce by $276,680 in FY 2016-2017, due to the repayment of the City's master lease (capital improvements to Police facilities and certain storm water improvements). The capital expenses in FY 2015-2016 and FY 2016-2017 are the projects approved for Measure C.

General Fund Expenses by Category

Expense Categories	Estimated FYE 2015	Proposed FY 15-16	Proposed FY 16-17	Projected FY 17-18	Projected FY 18-19
Personnel	23,301,011	24,157,800	23,635,850	24,041,848	24,454,975
Nonpersonnel	6,807,645	6,621,410	6,679,650	6,655,520	6,565,650
Internal Service Funds (ISF)	1,291,850	1,163,560	1,038,555	1,059,275	1,080,514
Utilities	1,001,075	1,001,815	1,001,815	1,001,815	1,001,815
Debt	396,265	390,990	114,320	114,310	114,310
Capital	1,050,000	2,760,000	1,842,000	2,000,000	2,550,000
Grand Total	**33,847,846**	**36,095,575**	**34,312,190**	**34,872,768**	**35,767,264**



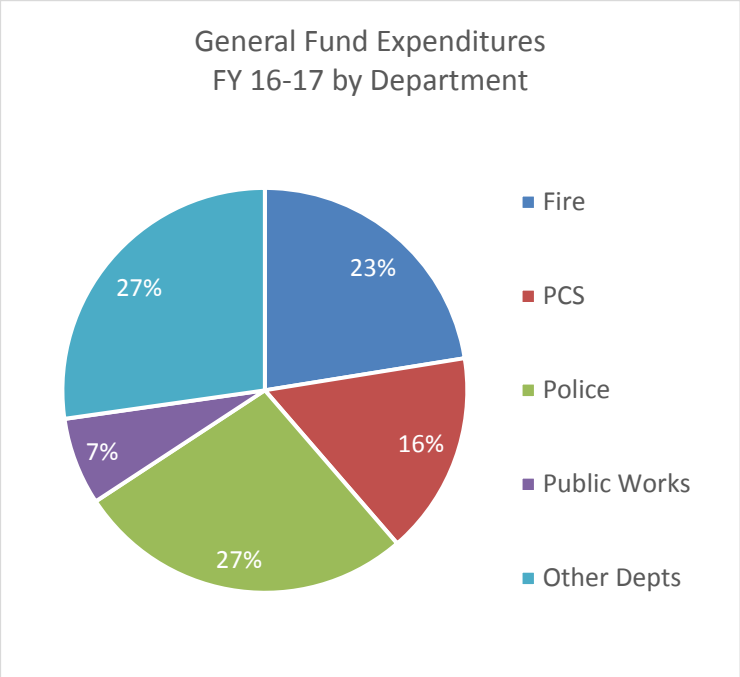
GENERAL FUND

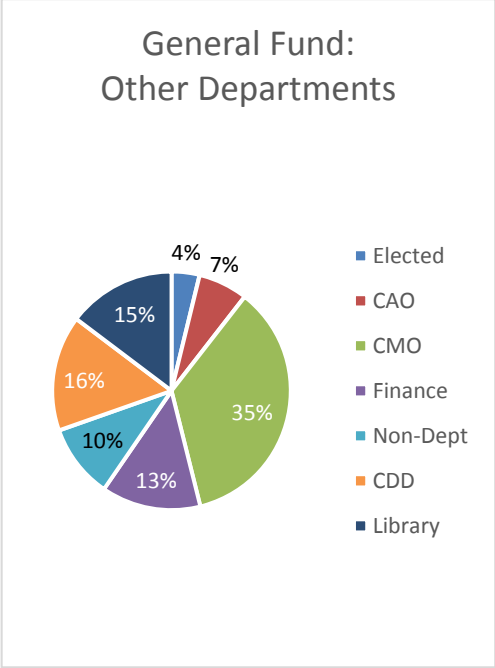
FY 2015-2017 Adopted Budget

General Fund Expenses by Department

Dept Name	Estimated FY 2014-2015	Proposed Budget 15-16	Proposed Budget 16-17
Elected	332,686	339,195	334,795
City Attorney Office	647,790	624,860	593,285
City Manager	2,852,370	3,072,725	3,137,595
Finance	1,226,410	1,262,875	1,187,605
Non-Dept	1,177,465	1,010,205	885,205
Community Dev Dept	1,272,565	1,394,355	1,383,680
Fire	7,271,060	7,344,790	7,267,105
Library	1,285,770	1,361,905	1,295,860
Parks and Community Services	5,270,680	5,282,390	5,242,725
Police	8,807,705	8,952,310	8,762,965
Public Works	2,257,080	2,298,975	2,265,050
Operating Total	**32,401,581**	**32,944,585**	**32,355,870**
DEBT	396,265	390,990	114,320
CAPITAL	1,050,000	2,760,000	1,842,000
Expenditure Total	**33,847,846**	**36,095,575**	**34,312,190**

Transfers In/Out	Estimated FY 2014-2015	Proposed Budget 15-16	Proposed Budget 16-17
TRANSFERS IN	223,395	263,070	263,070
TRANSFES OUT	-567,420	-689,505	-689,505
Net Transfers In/(Out)	**-344,025**	**-426,435**	**-426,435**





Notable changes to Total General Fund Expenditures (see department level budgets for further detail):

- Increase in Personnel: Community Development and Public Works departments include the funding of frozen positions of the Senior Planner and Assistant Public Works Director, respectively. These positions were approved by the City Council during Second Quarter FY 2014-2015.
- Increase in Retirement: CalPERs safety increased by approximately 6% and non-safety increased by approximately 2%. These cost increases are offset in FY 2016-17 as the Pension Bond Obligation payments are structured to decrease.
- Increase in City Manager's Office budget:
    - Increase of $100,000 in the Information Technology Division for contracts and equipment budget.
    - Increase of $150,000 in the Economic Development Division to implement Phase II of the Business Development Action plan. Staff is recommending that the anticipated Billboard revenues be apportioned to this department to fund this increase.
- Decrease in Non-departmental budget: Capturing the Cost Allocations from Water and Wastewater funds.
- Capital budget: The Capital budget includes the Level 1 items noted in this staff report (funded in FY 2014-15); Measure C projects approved by the City Council (funded in FY 2015-16 and FY 2016-17); and estimated costs for Benicia Industrial Park broadband (funded FY 2015-16).

These noted changes to the static budget are a result of meeting existing core services and/or are enhancements consistent with several of the City Council's top priorities:

- Enhancing Technology
- Efficient financial reporting and accountability
- Economic Development

CITY OF BENICIA
GENERAL FUND 2014-15

account type	GENERAL FUND	Arts & Culture Commission Fund	CAPITAL LICENSE	CENTURY CABLE	DEVELOPER BOOK FUND	Economic Development Activities Fund	HUMAN SERVICES	GENERAL FUND MEASURE C CAPITAL	**Grand Total**
Revenues									
Property Tax	13,177,400	-	-	-	-	-	-	-	**13,177,400**
PROP TAX - VEHICLE LICENSE	6,472,600	-	-	-	-	-	-	-	**6,472,600**
Sales Tax	4,353,278	-	-	-	-	-	-	-	**4,353,278**
UUT	460,000	-	-	-	-	-	-	-	**460,000**
BUSINESS LICENSE TAX	2,190,872	-	-	-	-	-	-	-	**2,190,872**
Franchise Fee	502,000	-	-	-	-	-	-	-	**502,000**
Other Taxes	357,000	-	20,000	-	500	-	-	-	**377,500**
Licenses and Permits	84,830	-	-	-	-	-	-	-	**84,830**
Fines and Forfeitures	34,600	-	2,000	145	-	-	-	-	**36,745**
Use of Money	2,006,904	-	-	-	-	2,500	800	-	**2,010,204**
Revenue from Other Agency	82,632	-	-	-	-	-	-	-	**82,632**
Charges for Services	2,300,326	-	-	-	-	-	-	-	**2,300,326**
Other Revenues	57,314	800	-	6,000	-	-	33,035	-	**97,149**
Revenue Total	32,079,756	800	22,000	6,145	500	2,500	33,835	-	**32,145,536**
Expenditures									
Elected	332,686	-	-	-	-	-	-	-	**332,686**
City Attorney's Office	647,790	-	-	-	-	-	-	-	**647,790**
City Manager's Office	2,580,980	-	-	24,600	-	69,455	177,335	-	**2,852,370**
Finance	1,226,410	-	-	-	-	-	-	-	**1,226,410**
NonDept	1,177,465	-	-	-	-	-	-	-	**1,177,465**
Community Development	1,272,565	-	-	-	-	-	-	-	**1,272,565**
Fire	7,271,060	-	-	-	-	-	-	-	**7,271,060**
Library	1,218,975	66,295	-	-	500	-	-	-	**1,285,770**
Parks and Community Services	5,270,680	-	-	-	-	-	-	-	**5,270,680**
Police	8,807,705	-	-	-	-	-	-	-	**8,807,705**
Public Works	2,257,080	-	-	-	-	-	-	-	**2,257,080**
Operating Total	32,063,396	66,295	-	24,600	500	69,455	177,335	-	**32,401,581**
Debt	396,265	-	-	-	-	-	-	-	**396,265**
CAPITAL	1,050,000	-	-	-	-	-	-	-	**1,050,000**
Expenditure Total	33,509,661	66,295	-	24,600	500	69,455	177,335	-	**33,847,846**
Net Income	(1,429,905)	(65,495)	22,000	(18,455)	-	(66,955)	(143,500)	-	**(1,702,310)**
Transfers In/(Out)									
TRANSFERS IN	-	61,540	-	11,855	-	-	150,000	-	**223,395**
TRANSFES OUT	(567,420)	-	-	-	-	-	-	-	**(567,420)**
Net Transfers In/(Out)	(567,420)	61,540	-	11,855	-	-	150,000	-	**(344,025)**
Change in Fund Balance	**(1,997,325)**	**(3,955)**	**22,000**	**(6,600)**	**-**	**(66,955)**	**6,500**	**-**	**(2,046,335)**
Beginning Fund Balance	8,564,536	4,034	80,138	90,993	480	814,228	176,296	-	**9,730,705**
Ending Fund Balance	6,567,211	79	102,138	84,393	480	747,273	182,796	-	**7,684,370**
									23.90%

CITY OF BENICIA
GENERAL FUND 2015-16

account type	GENERAL FUND	Arts & Culture Commission Fund	CAPITAL LICENSE	CENTURY CABLE	DEVELOPER BOOK FUND	Economic Development Activities Fund	HUMAN SERVICES	GENERAL FUND MEASURE C CAPITAL	**Grand Total**
Revenues									
Property Tax	13,600,010	-	-	-	-	-	-	-	**13,600,010**
Sales Tax	7,932,600	-	-	-	-	-	-	-	**7,932,600**
UUT	4,308,850	-	-	-	-	-	-	2,000,000	**6,308,850**
BUSINESS LICENSE TAX	460,000	-	-	-	-	-	-	-	**460,000**
Franchise Fee	2,233,600	-	-	-	-	-	-	-	**2,233,600**
Other Taxes	445,000	-	-	-	-	-	-	-	**445,000**
Licenses and Permits	360,000	-	10,000	-	500	-	-	-	**370,500**
Fines and Forfeitures	79,500	-	-	-	-	-	-	-	**79,500**
Use of Money	32,600	-	2,000	145	-	-	-	-	**34,745**
PROP TAX - VEHICLE LICENSE	2,076,690	-	-	-	-	500	800	-	**2,077,990**
Revenue from Other Agency	30,000	-	-	-	-	-	-	-	**30,000**
Charges for Services	2,132,000	-	-	-	-	-	-	-	**2,132,000**
Other Revenues	63,600	800	-	6,000	-	-	33,035	-	**103,435**
Revenue Total	33,754,450	800	12,000	6,145	500	500	33,835	2,000,000	**35,808,230**
Expenditures									
Elected	339,195	-	-	-	-	-	-	-	**339,195**
City Attorney's Office	624,860	-	-	-	-	-	-	-	**624,860**
City Manager's Office	2,784,330	-	-	24,000	-	69,455	194,940	-	**3,072,725**
Finance	1,262,875	-	-	-	-	-	-	-	**1,262,875**
NonDept	1,010,205	-	-	-	-	-	-	-	**1,010,205**
Community Development	1,394,355	-	-	-	-	-	-	-	**1,394,355**
Fire	7,344,790	-	-	-	-	-	-	-	**7,344,790**
Library	1,272,255	89,310	-	-	340	-	-	-	**1,361,905**
Parks and Community Services	5,282,390	-	-	-	-	-	-	-	**5,282,390**
Police	8,952,310	-	-	-	-	-	-	-	**8,952,310**
Public Works	2,298,975	-	-	-	-	-	-	-	**2,298,975**
Operating Total	32,566,540	89,310	-	24,000	340	69,455	194,940	-	**32,944,585**
Debt	390,990	-	-	-	-	-	-	-	**390,990**
CAPITAL	-	-	-	-	-	550,000	-	2,210,000	**2,760,000**
Expenditure Total	32,957,530	89,310	-	24,000	340	619,455	194,940	2,210,000	**36,095,575**
Net Income	796,920	(88,510)	12,000	(17,855)	160	(618,955)	(161,105)	(210,000)	**(287,345)**
Transfers In/(Out)									
TRANSFERS IN	-	88,510	-	11,855	-	-	162,705	-	**263,070**
TRANSFES OUT	(689,505)	-	-	-	-	-	-	-	**(689,505)**
Net Transfers In/(Out)	(689,505)	88,510	-	11,855	-	-	162,705	-	**(426,435)**
Change in Fund Balance	**107,415**	**-**	**12,000**	**(6,000)**	**160**	**(618,955)**	**1,600**	**(210,000)**	**(713,780)**
Beginning Fund Balance	6,567,211	79	102,138	84,393	480	747,273	182,796	-	**7,684,370**
Ending Fund Balance	6,674,626	79	114,138	78,393	640	128,318	184,396	(210,000)	**6,970,590**
									19.5%

CITY OF BENICIA
GENERAL FUND 2016-17

account type	GENERAL FUND	Arts & Culture Commission Fund	CAPITAL LICENSE	CENTURY CABLE	DEVELOPER BOOK FUND	Economic Development Activities Fund	HUMAN SERVICES	GENERAL FUND MEASURE C CAPITAL	Grand Total
Revenues									
Property Tax	14,078,810	-	-	-	-	-	-	-	**14,078,810**
Sales Tax	7,318,670	-	-	-	-	-	-	-	**7,318,670**
UUT	4,272,710	-	-	-	-	-	-	2,000,000	**6,272,710**
BUSINESS LICENSE TAX	460,000	-	-	-	-	-	-	-	**460,000**
Franchise Fee	2,288,600	-	-	-	-	-	-	-	**2,288,600**
Other Taxes	445,000	-	-	-	-	-	-	-	**445,000**
Licenses and Permits	360,000	-	10,000	-	500	-	-	-	**370,500**
Fines and Forfeitures	79,500	-	-	-	-	-	-	-	**79,500**
Use of Money	32,600	-	2,000	145	-	-	-	-	**34,745**
PROP TAX - VEHICLE LICENSE	2,148,920	-	-	-	-	500	800	-	**2,150,220**
Revenue from Other Agency	30,000	-	-	-	-	-	-	-	**30,000**
Charges for Services	2,137,000	-	-	-	-	-	-	-	**2,137,000**
Other Revenues	63,600	800	-	6,000	-	-	33,035	-	**103,435**
Revenue Total	33,715,410	800	12,000	6,145	500	500	33,835	2,000,000	**35,769,190**
Expenditures									
Elected	334,795	-	-	-	-	-	-	-	**334,795**
City Attorney's Office	593,285	-	-	-	-	-	-	-	**593,285**
City Manager's Office	2,889,580	-	-	24,000	-	29,075	194,940	-	**3,137,595**
Finance	1,187,605	-	-	-	-	-	-	-	**1,187,605**
NonDept	885,205	-	-	-	-	-	-	-	**885,205**
Community Development	1,383,680	-	-	-	-	-	-	-	**1,383,680**
Fire	7,267,105	-	-	-	-	-	-	-	**7,267,105**
Library	1,206,210	89,310	-	-	340	-	-	-	**1,295,860**
Parks and Community Services	5,242,725	-	-	-	-	-	-	-	**5,242,725**
Police	8,762,965	-	-	-	-	-	-	-	**8,762,965**
Public Works	2,265,050	-	-	-	-	-	-	-	**2,265,050**
Operating Total	32,018,205	89,310	-	24,000	340	29,075	194,940	-	**32,355,870**
Debt	114,320	-	-	-	-	-	-	-	**114,320**
CAPITAL	-	-	-	-	-	-	-	1,842,000	**1,842,000**
Expenditure Total	32,132,525	89,310	-	24,000	340	29,075	194,940	1,842,000	**34,312,190**
Net Income	1,582,885	(88,510)	12,000	(17,855)	160	(28,575)	(161,105)	158,000	**1,457,000**
Transfers In/(Out)									
TRANSFERS IN	-	88,510	-	11,855	-	-	162,705	-	**263,070**
TRANSFES OUT	(689,505)	-	-	-	-	-	-	-	**(689,505)**
Net Transfers In/(Out)	(689,505)	88,510	-	11,855	-	-	162,705	-	**(426,435)**
Change in Fund Balance	**893,380**	**-**	**12,000**	**(6,000)**	**160**	**(28,575)**	**1,600**	**158,000**	**1,030,565**
Beginning Fund Balance	6,674,626	79	114,138	78,393	640	128,318	184,396	(210,000)	**6,970,590**
Ending Fund Balance	7,568,006	79	126,138	72,393	800	99,743	185,996	(52,000)	**8,001,155**
									22.4%

SPECIAL REVENUE FUNDS

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Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes, other than major capital projects or debt service. GASB 54 clarifies that the *proceeds of specific a revenue source*, whether legal or administrative, is the foundation for classification of a Special Revenue Fund.

Community Services Program

The Community Services Program Fund accounts for two sub-fund activities:

> Tree Maintenance Program - This program is funded through Valero Good Neighbor Steering Committee (Valero GNSC) Fund, and tree fees and fines utilized to provide funding for maintenance of existing trees and planting new trees.
>
> Cemetery Improvements Program – This program is funded through cemetery burial fees utilized for cemetery road and landscape improvements, and burial vault purchases.

Local Grants

The Local Grants Funds account for all other local grant activity not accounted for in separate funds. This includes activity for the California Integrated Waste Management programs for waste oil and beverage container recycling.

Gas Tax

The State Gas Tax Fund is required by State law to account for California State gasoline taxes. This tax is primarily distributed to cities based on population and proportion of registered vehicles. Gas tax funds must be spent on public street-related maintenance and capital expenditures. Beginning in 2010, the State combined the Excise Tax Rate (Proposition 42) and Gas Sales and Use Tax, known as the "fuel tax swap". During 2014, the Board of Equalization was completing its "true-up" process and recalculated the Proposition 42 revenues. (See excerpt taken for Board of Equalization below.) This resulted in a 30-35% reduction Statewide in Gas Tax revenues, or about $200,000 loss in Benicia.

It is unknown if this revenue reduction is permanent or temporary. At present, the City is assuming that this reduction would be in place for the next five years. To maintain the current programs funded by Gas Tax, the City will be using the reserve levels in the fund. By the end of FY 2015-2017 budget, the Gas Tax will have used $830,000 in reserves. After two years, however, the City street resurfacing program will need to be reduced by $300,000 in order to match expenditures to projected revenues.

> *The fuel tax swap annually requires Board of Equalization (BOE) to set an excise tax rate per gallon of gasoline that provides the same amount of revenue as would the state sales and use tax, which was eliminated and replaced by the excise tax under the fuel tax swap legislation enacted in 2010. The Legislature intended that the revenues collected under the fuel tax swap stay at the same level as they would have been had the Sales and Use Tax on fuel stayed in place. In other words, the legislation was intended to ensure revenue neutrality over time.*

To accomplish revenue neutrality, the BOE is required to adjust the excise tax rate annually. As part of this adjustment, the BOE compares the difference between the revenues it forecasted the sales and use tax would have yielded in Fiscal Year 2012-13 without the excise tax, and the actual excise tax revenues generated ("true-up"). The difference between the two must be neutralized to remain even by adjusting the excise tax rate up or down. The BOE, in cooperation with the Department of Finance, forecasts the amount of revenue that would have been received under the sales and use tax law for fiscal year (2014-15). The BOE adjusts the excise tax rate up or down to ensure revenues collected in this year are consistent with this forecast

*The excise tax rate is imposed as a flat rate per gallon, while the sales and use tax rate is imposed as a percentage of the gasoline price. Thus, calculating the true-up for Fiscal Year 2012-13 and generating the forecast for Fiscal Year 2014-15, requires analyzing the amount that taxpayers actually consumed, as well as the amount they are predicted to consume and multiplying that number by the average price for each relevant time period. (*Coleman, Michael. *CaliforniaCityFinance.com.* HUTAupdate150225.pdf*)*

The following link provides more information:

http://www.boe.ca.gov/meetings/pdf/022514_P1_1_Fuel_Tax_Swap_Memo.pdf

Rehabilitation Program (Community Development Block Grant)

The Community Development Block Grant Fund (CDBG) accounts for revolving loans from Federal housing rehabilitation grants. The loan program is regulated by Federal and State agencies. The City is currently drafting a program and seeking concurrence with Federal and State agencies. Once approved, the City will begin to draw down on existing reserves and may qualify for additional funding.

Southern Pacific Depot

The SP (Southern Pacific) Depot fund accounts for activity related to the Southern Pacific Depot building. The revenue earned from building lease and rental activity is committed for on-going repair and maintenance costs related to this historic transportation treasure.

Streets and Transportation Grants

The Benicia Industrial Park Bus Hub Project is a one acre park and ride lot west of Industrial Way and south of Park Road. This Project is served by the Fairfield - Suisun Transit Route 40 and includes 46 parking spaces, bus pull outs, bus shelters, food vendor areas, restrooms, landscaping and lighting. The planning, property acquisition, design and construction are funded with $1.25 million in Regional Measure 2 funds and $860,000 in Regional Traffic Impact Fees. There is a financing plan with various funding sources, and construction is scheduled for the summer and fall of 2015.

Traffic Impact Mitigation Funds

Traffic mitigation fund is comprised of revenues collected from Traffic Impact Fees (TIF), State grants, development fees, investment earnings and interfund transfers for transportation improvements identified in the adopted 2014 Citywide Traffic Impact Fee Update. The TIF Update identifies citywide traffic improvements necessitated from future development in Benicia. There are 8 roadway improvements and 7 intersection improvements identified in the 2014 Update. In FY 2015-2016, the design of Columbus Parkway street-widening for a right turn lane to eastbound Rose Drive will be completed with improvements beginning in the summer 2016. In 2016-2017, Rose Drive sidewalk and ADA ramps near Columbus Parkway will be completed as identified in the TIF.

The City has had moderate development in the last decade, especially since the Great Recession. The majority of the working capital reserves are from earlier developments. The balances in these funds are finite as the City is essentially built out. The proposed projects are exhausting the current reserves in this fund and future projects listed in the 2014 TIF update will need to be deferred until reserves are built up sufficiently to fund these projects.

Tourtelot Mitigation

The Tourtelot Mitigation Fund accounts for developer fees received from the Tourtelot project site. These funds are restricted for mitigation of various costs through 2025, including clean-up costs incurred through the State Department of Toxic Substances.

Valero GNSC

The Valero GNSC Fund accounts for proceeds from the Valero Good Neighbor Steering Committee Agreement, whereby a total of $14 million in settlement proceeds are allocated for various water and energy conservation programs and projects ($10.6 million), and also other projects identified under the Agreement ($3.4 million).

Library Programs

Library Programs consist of the following funds:

County Sales Tax Measure

The Library County Sales Tax Fund accounts for a Solano countywide retail Transactions and Use Tax at the rate of 1/8 of one percent. This 1998 voter-approved tax is restricted for supplementing, continuing, and expanding local library services in Solano County. This tax was set to expire in 2014; however, in June of 2012 the voters in Solano County overwhelmingly passed a new measure extending the tax for an additional sixteen years through 2030.

The program is used to provide additional staffing and library support.

Donations and Bequests: Library Programs

The Library Programs Funds account for programs funded through the Friends of the Benicia Public Library.

Interlibrary Loans:

The funds also include program activity related to funds remaining from the State Interlibrary Loan program, and also restricted fund raising and grant monies.

Literacy Programs

The Literacy Programs fund accounts for activity related to the Families for Literacy grant program, English as a Second Language (ESL), and Adult Literacy programs.

Landscape and Lighting Assessment Districts (LLAD)

The City maintains the five LLAD zones. Assessments collected account for salary and benefits costs, utility costs, and minor landscape improvement costs incurred in the maintenance of the Districts. The five assessment zones consist of: 1) Residential; 2) Fleetside Industrial Park; 3) Goodyear Road; 4) East 2nd Street; and, 5) Columbus Parkway. Over the years, the expenses of the LLAD programs have begun to outpace assessment revenues. The Residential District is at risk of utilizing all fund reserves during the two-year budget period. Once fund reserves are fully utilized, the General Fund must transfer funds to cover any future operating deficits.

Public Safety Programs

Public Safety Programs consist of the following funds:

Drug Preventions (Asset Forfeiture)

The Asset Forfeiture Fund accounts for assets seized and allocated to local jurisdictions following successful drug-related convictions. Such funds are restricted to law enforcement expenditures. Of the funds received, 15% are legally mandated for set-aside and programming at the County coalition level.

State Law Enforcement Grants (COPS)

The State Law Enforcement Grants Fund primarily accounts for the State Citizens Option for Public Safety (COPS) Supplemental Law Enforcement Services grants. Grants received from this program are restricted to fund frontline municipal police services and may not be used to supplant any existing funding for law enforcement services. The fund also accounts for the Vest Program and other minor grants.

Restricted Grants Non-Federal

The County Programs Fund accounts for Family Resource Center program, which provides information and referral services and oversees funding for basic emergency needs to families through the Solano Youth Connection Fund.

Restricted Grants Federal

The Restricted Grants Fund accounts for two programs:

Alcohol, Tobacco, Other Drugs – Provides restricted program funds for a Youth Action Coalition Coordinator, Second Step program, compliancy checks, and parent education.

Youth Action Coalition – Provides General Fund program funds for crises intervention, Second Step, and other prevention programs aimed at reducing the rate of alcohol, tobacco, and drug use

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SPECIAL REVENUE FUNDS

FY 2015-2017 Adopted Budget

Summary of All Special Revenue Funds (in thousands)

Revenues	Estimated FYE 2015	Proposed FY 15-16	Proposed FY 16-17	Projected FY 17-18	Projected FY 18-19
COMMUNITY SERVICE PROGRAMS	45	45	45	45	46
COPS SUPP LAW ENF GRANT	100	100	100	102	103
DRUG PREVENTION	2	2	2	2	2
LOCAL GRANT	16	8	8	8	8
GAS TAX	813	604	604	613	623
STREET AND TRANSPORTATION	1,656	1,457	-	-	-
L&L - COLUMBUS PKWY	16	16	16	16	16
L&L - EAST 2ND ST	28	28	28	28	28
L&L - FLEETSIDE	80	84	84	84	84
L&L - GOODYEAR ROAD	4	4	4	4	4
L&L - RESIDENTIAL	300	310	310	310	310
LIBRARY - DONATIONS & BEQUESTS	98	78	78	80	81
LIBRARY - INTERLIBRARY LOAN	5	-	-	-	-
LIBRARY - LITERACY FUND	21	24	25	26	26
LIBRARY-CNTY SALES TAX MEASURE	702	747	747	722	723
MISC GRANT	269	-	-	-	-
PARK DEDICATION	91	5	5	5	5
POLICE GRANTS - FEDERAL	83	96	96	98	99
REHABILITATION PROGRAM (CDBG)	18	18	18	18	19
RESTRICTED POLICE- NON-FEDERAL	60	78	78	80	81
SP DEPOT	3	3	3	3	3
TOURTELOT MITIGATION FUND	2	2	2	2	2
TRAFFIC MITIGATION	33	20	20	20	21
Valero - GNSC	748	493	54	54	54
Revenue Total	5,193	4,222	2,327	2,320	2,338
Expenses					
COMMUNITY SERVICE PROGRAMS	101	12	82	82	82
COPS SUPP LAW ENF GRANT	138	100	100	100	100
DRUG PREVENTION	8	8	8	8	8
LOCAL GRANT	23	15	15	15	15
GAS TAX	916	966	970	610	610
STREET AND TRANSPORTATION	1,653	1,457	-	-	-
L&L - COLUMBUS PKWY	29	24	22	22	23
L&L - EAST 2ND ST	40	40	39	40	40
L&L - FLEETSIDE	133	127	125	126	128
L&L - GOODYEAR ROAD	9	7	7	8	8
L&L - RESIDENTIAL	416	410	406	410	414
LIBRARY - DONATIONS & BEQUESTS	172	138	126	127	127
LIBRARY - INTERLIBRARY LOAN	10	10	10	10	10
LIBRARY - LITERACY FUND	62	81	81	82	83
LIBRARY-CNTY SALES TAX MEASURE	901	919	905	919	933
MISC GRANT	269	-	-	-	-
PARK DEDICATION	39	5	5	5	5
POLICE GRANTS - FEDERAL	85	96	96	99	100
REHABILITATION PROGRAM (CDBG)	-	-	-	-	-
RESTRICTED POLICE- NON-FEDERAL	153	152	152	128	128
SP DEPOT	25	25	25	25	25
TOURTELOT MITIGATION FUND	20	20	20	20	20
TRAFFIC MITIGATION	142	404	503	59	59
Valero - GNSC	1,313	68	45	45	45
Expenses Total	6,657	5,084	3,742	2,940	2,963
Net Income	**(1,464)**	**(862)**	**(1,415)**	**(620)**	**(625)**

CITY OF BENICIA
SPECIAL REVENUE 2014-15

Revenues	COMMUNITY SERVICE PROGRAMS	COPS SUPP LAW ENF GRANT	DRUG PREVENTION	LOCAL GRANT	GAS TAX	STREET AND TRANSPORTATION	MISC GRANT	PARK DEDICATION
Property Tax	-	-	-	-	-	-	-	-
Sales Tax	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	16,747
Use of Money	1,200	125	50	462	3,670	700	-	534
Revenue from Other Agency	-	100,000	-	15,265	809,295	1,654,973	268,973	73,226
Charges for Services	43,000	-	1,550	-	-	-	-	-
Other Revenues	500	-	-	-	-	-	-	-
Revenue Total	44,700	100,125	1,600	15,727	812,965	1,655,673	268,973	90,507
Expenditures								
City Attorney's Office	-	-	-	-	-	-	-	-
City Manager's Office	-	-	-	22,765	-	-	-	-
NonDept	-	-	-	-	-	-	-	-
Community Development	-	-	-	-	-	-	149,875	-
Fire	-	-	-	-	-	-	119,098	-
Library	-	-	-	-	-	-	-	-
Parks and Community Services	100,640	-	-	-	-	-	-	38,745
Police	-	137,550	7,500	-	-	-	-	-
Public Works	-	-	-	-	624,495	-	-	-
Operating Total	100,640	137,550	7,500	22,765	624,495	-	268,973	38,745
CAPITAL	-	-	-	-	291,090	1,653,245	-	-
Expenditure Total	100,640	137,550	7,500	22,765	915,585	1,653,245	268,973	38,745
Net Income	(55,940)	(37,425)	(5,900)	(7,038)	(102,620)	2,428	-	51,762
Transfers In/(Out)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Net Transfers In/(Out)	-	-	-	-	-	-	-	-
Change in Fund Balance	**(55,940)**	**(37,425)**	**(5,900)**	**(7,038)**	**(102,620)**	**2,428**	**-**	**51,762**
Beginning Fund Balance	268,759	85,124	27,292	22,568	929,013	23,477	565	(805)
Ending Fund Balance	212,819	47,699	21,392	15,530	826,393	25,905	565	50,957

CITY OF BENICIA
SPECIAL REVENUE 2014-15

Revenues	POLICE GRANTS - FEDERAL	RESTRICTED POLICE- NON-FEDERAL	SP DEPOT	TOURTELOT MITIGATION FUND	TRAFFIC MITIGATION	Valero - GNSC	REHABILITATION PROGRAM (CDBG)	L&L - RESIDENTIAL
Property Tax	-	-	-	-	-	-	-	299,885
Sales Tax	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	25,000	-	-	-
Use of Money	50	175	675	2,240	8,000	1,060	18,035	-
Revenue from Other Agency	82,845	25,000	-	-	-	-	-	-
Charges for Services	-	35,000	1,825	-	-	-	-	-
Other Revenues	-	-	-	-	-	746,481	-	-
Revenue Total	82,895	60,175	2,500	2,240	33,000	747,541	18,035	299,885
Expenditures								
City Attorney's Office	-	-	-	20,000	-	-	-	-
City Manager's Office	-	-	-	-	-	300,000	-	-
NonDept	-	-	-	-	-	503,840	-	-
Community Development	-	-	-	-	-	276,765	-	-
Fire	-	-	-	-	-	-	-	-
Library	-	-	-	-	-	-	-	-
Parks and Community Services	-	-	25,000	-	-	232,600	-	415,605
Police	84,515	153,425	-	-	-	-	-	-
Public Works	-	-	-	-	98,730	-	-	-
Operating Total	84,515	153,425	25,000	20,000	98,730	1,313,205	-	415,605
CAPITAL	-	-	-	-	43,000	-	-	-
Expenditure Total	84,515	153,425	25,000	20,000	141,730	1,313,205	-	415,605
Net Income	(1,620)	(93,250)	(22,500)	(17,760)	(108,730)	(565,664)	18,035	(115,720)
Transfers In/(Out)								
Transfers In	-	48,105	-	-	-	-	-	86,645
Transfers Out	-	-	-	-	-	-	-	-
Net Transfers In/(Out)	-	48,105	-	-	-	-	-	86,645
Change in Fund Balance	**(1,620)**	**(45,145)**	**(22,500)**	**(17,760)**	**(108,730)**	**(565,664)**	**18,035**	**(29,075)**
Beginning Fund Balance	30,010	61,111	127,546	476,840	999,076	320,488	440,865	47,568
Ending Fund Balance	28,390	15,966	105,046	459,080	890,346	(245,176)	458,900	18,493

CITY OF BENICIA
SPECIAL REVENUE 2014-15

Revenues	L&L - FLEETSIDE	L&L - COLUMBUS PKWY	L&L - EAST 2ND ST	L&L - GOODYEAR ROAD	LIBRARY-CNTY SALES TAX MEASURE	LIBRARY - DONATIONS & BEQUESTS	LIBRARY - INTERLIBRARY LOAN	LIBRARY - LITERACY FUND	**TOTAL SPECIAL REVENUE FUNDS**
Property Tax	79,975	15,800	28,000	4,000	-	-	-	-	**427,660**
Sales Tax	-	-	-	-	700,000	-	-	-	**700,000**
Licenses and Permits	-	-	-	-	-	-	-	-	**41,747**
Use of Money	475	510	40	25	2,460	1,245	100	450	**42,281**
Revenue from Other Agency	-	-	-	-	-	6,635	-	20,220	**3,056,432**
Charges for Services	-	-	-	-	-	-	5,027	-	**86,402**
Other Revenues	-	-	-	-	-	90,000	-	-	**836,981**
Revenue Total	80,450	16,310	28,040	4,025	702,460	97,880	5,127	20,670	**5,191,503**
Expenditures									
City Attorney's Office	-	-	-	-	-	-	-	-	**20,000**
City Manager's Office	-	-	-	-	-	-	-	-	**322,765**
NonDept	-	-	-	-	-	-	-	-	**503,840**
Community Development	-	-	-	-	-	-	-	-	**426,640**
Fire	-	-	-	-	-	-	-	-	**119,098**
Library	-	-	-	-	901,240	171,555	10,000	61,730	**1,144,525**
Parks and Community Services	132,650	28,775	39,715	8,875	-	-	-	-	**1,022,605**
Police	-	-	-	-	-	-	-	-	**382,990**
Public Works	-	-	-	-	-	-	-	-	**723,225**
Operating Total	132,650	28,775	39,715	8,875	901,240	171,555	10,000	61,730	**4,665,688**
CAPITAL	-	-	-	-	-	-	-	-	**1,987,335**
Expenditure Total	132,650	28,775	39,715	8,875	901,240	171,555	10,000	61,730	**6,653,023**
Net Income	(52,200)	(12,465)	(11,675)	(4,850)	(198,780)	(73,675)	(4,873)	(41,060)	**(1,461,520)**
Transfers In/(Out)									
Transfers In	-	-	-	-	-	-	-	-	**134,750**
Transfers Out	-	-	-	-	-	-	-	-	**-**
Net Transfers In/(Out)	-	-	-	-	-	-	-	-	**134,750**
Change in Fund Balance	**(52,200)**	**(12,465)**	**(11,675)**	**(4,850)**	**(198,780)**	**(73,675)**	**(4,873)**	**(41,060)**	**(1,326,770)**
Beginning Fund Balance	136,762	111,279	46,062	40,648	652,431	181,971	32,528	112,170	**5,173,348**
Ending Fund Balance	84,562	98,814	34,387	35,798	453,651	108,296	27,655	71,110	**3,846,578**

CITY OF BENICIA
SPECIAL REVENUE 2015-16

Revenues	COMMUNITY SERVICE PROGRAMS	COPS SUPP LAW ENF GRANT	DRUG PREVENTION	LOCAL GRANT	GAS TAX	STREET AND TRANSPORTATION	MISC GRANT	PARK DEDICATION
Property Tax	-	-	-	-	-	-	-	-
Sales Tax	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	5,000
Use of Money	1,200	125	50	25	3,670	-	-	-
Revenue from Other Agency	-	100,000	-	7,500	600,590	1,456,700	-	-
Charges for Services	43,000	-	1,550	-	-	-	-	-
Other Revenues	500	-	-	-	-	-	-	-
Revenue Total	44,700	100,125	1,600	7,525	604,260	1,456,700	-	5,000
Expenditures								
City Attorney's Office	-	-	-	-	-	-	-	-
City Manager's Office	-	-	-	15,290	-	-	-	-
NonDept	-	-	-	-	-	-	-	-
Community Development	-	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-	-
Library	-	-	-	-	-	-	-	-
Parks and Community Services	11,500	-	-	-	-	-	-	4,835
Police	-	100,000	7,500	-	-	-	-	-
Public Works	-	-	-	-	573,095	-	-	-
Operating Total	11,500	100,000	7,500	15,290	573,095	-	-	4,835
CAPITAL	-	-	-	-	393,300	1,456,700	-	-
Expenditure Total	11,500	100,000	7,500	15,290	966,395	1,456,700	-	4,835
Net Income	33,200	125	(5,900)	(7,765)	(362,135)	-	-	165
Transfers In/(Out)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Net Transfers In/(Out)	-	-	-	-	-	-	-	-
Change in Fund Balance	**33,200**	**125**	**(5,900)**	**(7,765)**	**(362,135)**	**-**	**-**	**165**
Beginning Fund Balance	212,819	47,699	21,392	15,530	826,393	25,905	565	50,957
Ending Fund Balance	246,019	47,824	15,492	7,765	464,258	25,905	565	51,122

CITY OF BENICIA
SPECIAL REVENUE 2015-16

Revenues	POLICE GRANTS - FEDERAL	RESTRICTED POLICE- NON-FEDERAL	SP DEPOT	TOURTELOT MITIGATION FUND	TRAFFIC MITIGATION	Valero - GNSC	REHABILITATION PROGRAM (CDBG)	L&L - RESIDENTIAL
Property Tax	-	-	-	-	-	-	-	309,885
Sales Tax	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	12,000	-	-	-
Use of Money	50	-	675	2,240	8,000	3,600	18,035	-
Revenue from Other Agency	96,070	25,000	-	-	-	-	-	-
Charges for Services	-	53,400	1,825	-	-	-	-	-
Other Revenues	-	-	-	-	-	489,390	-	-
Revenue Total	96,120	78,400	2,500	2,240	20,000	492,990	18,035	309,885
Expenditures								
City Attorney's Office	-	-	-	20,000	-	-	-	-
City Manager's Office	-	-	-	-	-	-	-	-
NonDept	-	-	-	-	-	-	-	-
Community Development	-	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-	-
Library	-	-	-	-	-	-	-	-
Parks and Community Services	-	-	25,000	-	-	67,790	-	409,995
Police	96,070	152,400	-	-	-	-	-	-
Public Works	-	-	-	-	104,375	-	-	-
Operating Total	96,070	152,400	25,000	20,000	104,375	67,790	-	409,995
CAPITAL	-	-	-	-	300,000	-	-	-
Expenditure Total	96,070	152,400	25,000	20,000	404,375	67,790	-	409,995
Net Income	50	(74,000)	(22,500)	(17,760)	(384,375)	425,200	18,035	(100,110)
Transfers In/(Out)								
Transfers In	-	74,000	-	-	-	-	-	96,645
Transfers Out	-	-	-	-	-	-	-	-
Net Transfers In/(Out)	-	74,000	-	-	-	-	-	96,645
Change in Fund Balance	**50**	**-**	**(22,500)**	**(17,760)**	**(384,375)**	**425,200**	**18,035**	**(3,465)**
Beginning Fund Balance	28,390	15,966	105,046	459,080	890,346	(245,176)	458,900	18,493
Ending Fund Balance	28,440	15,966	82,546	441,320	505,971	180,024	476,935	15,028

CITY OF BENICIA
SPECIAL REVENUE 2015-16

Revenues	L&L - FLEETSIDE	L&L - COLUMBUS PKWY	L&L - EAST 2ND ST	L&L - GOODYEAR ROAD	LIBRARY-CNTY SALES TAX MEASURE	LIBRARY - DONATIONS & BEQUESTS	LIBRARY - INTERLIBRARY LOAN	LIBRARY - LITERACY FUND	TOTAL SPECIAL REVENUE FUNDS
Property Tax	83,475	15,800	28,000	4,000	-	-	-	-	**441,160**
Sales Tax	-	-	-	-	745,000	-	-	-	**745,000**
Licenses and Permits	-	-	-	-	-	-	-	-	**17,000**
Use of Money	475	510	40	25	2,460	990	-	670	**42,840**
Revenue from Other Agency	-	-	-	-	-	-	-	15,000	**2,300,860**
Charges for Services	-	-	-	-	-	-	-	-	**99,775**
Other Revenues	-	-	-	-	-	77,500	-	8,000	**575,390**
Revenue Total	83,950	16,310	28,040	4,025	747,460	78,490	-	23,670	**4,222,025**
Expenditures									
City Attorney's Office	-	-	-	-	-	-	-	-	**20,000**
City Manager's Office	-	-	-	-	-	-	-	-	**15,290**
NonDept	-	-	-	-	-	-	-	-	**-**
Community Development	-	-	-	-	-	-	-	-	**-**
Fire	-	-	-	-	-	-	-	-	**-**
Library	-	-	-	-	919,295	138,350	10,000	80,980	**1,148,625**
Parks and Community Services	127,490	23,900	39,645	7,395	-	-	-	-	**717,550**
Police	-	-	-	-	-	-	-	-	**355,970**
Public Works	-	-	-	-	-	-	-	-	**677,470**
Operating Total	127,490	23,900	39,645	7,395	919,295	138,350	10,000	80,980	**2,934,905**
CAPITAL	-	-	-	-	-	-	-	-	**2,150,000**
Expenditure Total	127,490	23,900	39,645	7,395	919,295	138,350	10,000	80,980	**5,084,905**
Net Income	(43,540)	(7,590)	(11,605)	(3,370)	(171,835)	(59,860)	(10,000)	(57,310)	**(862,880)**
Transfers In/(Out)									
Transfers In	-	-	-	-	-	-	-	-	**170,645**
Transfers Out	-	-	-	-	-	-	-	-	**-**
Net Transfers In/(Out)	-	-	-	-	-	-	-	-	**170,645**
Change in Fund Balance	**(43,540)**	**(7,590)**	**(11,605)**	**(3,370)**	**(171,835)**	**(59,860)**	**(10,000)**	**(57,310)**	**(692,235)**
Beginning Fund Balance	84,562	98,814	34,387	35,798	453,651	108,296	27,655	71,110	3,846,578
Ending Fund Balance	41,022	91,224	22,782	32,428	281,816	48,436	17,655	13,800	3,154,343

CITY OF BENICIA
SPECIAL REVENUE 2016-17

Revenues	COMMUNITY SERVICE PROGRAMS	COPS SUPP LAW ENF GRANT	DRUG PREVENTION	LOCAL GRANT	GAS TAX	STREET AND TRANSPORTATION	MISC GRANT	PARK DEDICATION
Property Tax	-	-	-	-	-	-	-	-
Sales Tax	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	5,000
Use of Money	1,200	125	50	25	3,670	-	-	-
Revenue from Other Agency	-	100,000	-	7,500	600,590	-	-	-
Charges for Services	43,000	-	1,550	-	-	-	-	-
Other Revenues	500	-	-	-	-	-	-	-
Revenue Total	44,700	100,125	1,600	7,525	604,260	-	-	5,000
Expenditures		-	-	-	-			
City Attorney's Office	-	-	-	-	-	-	-	-
City Manager's Office	-	-	-	15,290	-	-	-	-
NonDept	-	-	-	-	-	-	-	-
Community Development	-	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-	-
Library	-	-	-	-	-	-	-	-
Parks and Community Services	81,500	-	-	-	-	-	-	4,835
Police	-	100,000	7,500	-	-	-	-	-
Public Works	-	-	-	-	577,030	-	-	-
Operating Total	81,500	100,000	7,500	15,290	577,030	-	-	4,835
CAPITAL	-	-	-	-	393,300	-	-	-
Expenditure Total	81,500	100,000	7,500	15,290	970,330	-	-	4,835
Net Income	(36,800)	(100,000)	(7,500)	(15,290)	(970,330)	-	-	165
Transfers In/(Out)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Net Transfers In/(Out)	-	-	-	-	-	-	-	-
Change in Fund Balance	**(36,800)**	**(100,000)**	**(7,500)**	**(15,290)**	**(970,330)**	**-**	**-**	**165**
Beginning Fund Balance	246,019	47,824	15,492	7,765	464,258	25,905	565	51,122
Ending Fund Balance	209,219	(52,176)	7,992	(7,525)	(506,072)	25,905	565	51,287

CITY OF BENICIA
SPECIAL REVENUE 2016-17

Revenues	POLICE GRANTS - FEDERAL	RESTRICTED POLICE- NON-FEDERAL	SP DEPOT	TOURTELOT MITIGATION FUND	TRAFFIC MITIGATION	Valero - GNSC	REHABILITATION PROGRAM (CDBG)	L&L - RESIDENTIAL
Property Tax	-	-	-	-	-	-	-	309,885
Sales Tax	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	12,000	-	-	-
Use of Money	50	-	675	2,240	8,000	3,600	18,035	-
Revenue from Other Agency	96,070	25,000	-	-	-	-	-	-
Charges for Services	-	53,400	1,825	-	-	-	-	-
Other Revenues	-	-	-	-	-	50,000	-	-
Revenue Total	96,120	78,400	2,500	2,240	20,000	53,600	18,035	309,885
Expenditures								
City Attorney's Office	-	-	-	20,000	-	-	-	-
City Manager's Office	-	-	-	-	-	-	-	-
NonDept	-	-	-	-	-	-	-	-
Community Development	-	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-	-
Library	-	-	-	-	-	-	-	-
Parks and Community Services	-	-	25,000	-	-	45,000	-	405,875
Police	96,070	152,400	-	-	-	-	-	-
Public Works	-	-	-	-	303,080	-	-	-
Operating Total	96,070	152,400	25,000	20,000	303,080	45,000	-	405,875
CAPITAL	-	-	-	-	200,000	-	-	-
Expenditure Total	96,070	152,400	25,000	20,000	503,080	45,000	-	405,875
Net Income	50	(74,000)	(22,500)	(17,760)	(483,080)	8,600	18,035	(95,990)
Transfers In/(Out)								
Transfers In	-	74,000	-	-	-	-	-	96,645
Transfers Out	-	-	-	-	-	-	-	-
Net Transfers In/(Out)	-	74,000	-	-	-	-	-	96,645
Change in Fund Balance	**50**	**-**	**(22,500)**	**(17,760)**	**(483,080)**	**8,600**	**18,035**	**655**
Beginning Fund Balance	28,440	15,966	82,546	441,320	505,971	180,024	476,935	15,028
Ending Fund Balance	28,490	15,966	60,046	423,560	22,891	188,624	494,970	15,683

CITY OF BENICIA
SPECIAL REVENUE 2016-17

Revenues	L&L - FLEETSIDE	L&L - COLUMBUS PKWY	L&L - EAST 2ND ST	L&L - GOODYEAR ROAD	LIBRARY-CNTY SALES TAX MEASURE	LIBRARY - DONATIONS & BEQUESTS	LIBRARY - INTERLIBRARY LOAN	LIBRARY - LITERACY FUND	TOTAL SPECIAL REVENUE FUNDS
Property Tax	83,715	15,800	28,000	4,110	-	-	-	-	**441,510**
Sales Tax	-	-	-	-	745,000	-	-	-	**745,000**
Licenses and Permits	-	-	-	-	-	-	-	-	**17,000**
Use of Money	475	510	40	25	2,460	990	-	670	**42,840**
Revenue from Other Agency	-	-	-	-	-	-	-	15,000	**844,160**
Charges for Services	-	-	-	-	-	-	-	-	**99,775**
Other Revenues	-	-	-	-	-	77,500	-	9,550	**137,550**
Revenue Total	84,190	16,310	28,040	4,135	747,460	78,490	-	25,220	**2,327,835**
Expenditures									
City Attorney's Office	-	-	-	-	-	-	-	-	**20,000**
City Manager's Office	-	-	-	-	-	-	-	-	**15,290**
NonDept	-	-	-	-	-	-	-	-	**-**
Community Development	-	-	-	-	-	-	-	-	**-**
Fire	-	-	-	-	-	-	-	-	**-**
Library	-	-	-	-	904,640	126,350	10,000	80,980	**1,121,970**
Parks and Community Services	125,210	22,200	39,395	7,435	-	-	-	-	**756,450**
Police	-	-	-	-	-	-	-	-	**355,970**
Public Works	-	-	-	-	-	-	-	-	**880,110**
Operating Total	125,210	22,200	39,395	7,435	904,640	126,350	10,000	80,980	**3,149,790**
CAPITAL	-	-	-	-	-	-	-	-	**593,300**
Expenditure Total	125,210	22,200	39,395	7,435	904,640	126,350	10,000	80,980	**3,743,090**
Net Income	(41,020)	(5,890)	(11,355)	(3,300)	(157,180)	(47,860)	(10,000)	(55,760)	**(1,415,255)**
Transfers In/(Out)									
Transfers In	-	-	-	-	-	-	-	-	**170,645**
Transfers Out	-	-	-	-	-	-	-	-	**-**
Net Transfers In/(Out)	-	-	-	-	-	-	-	-	**170,645**
Change in Fund Balance	**(41,020)**	**(5,890)**	**(11,355)**	**(3,300)**	**(157,180)**	**(47,860)**	**(10,000)**	**(55,760)**	**(1,244,610)**
Beginning Fund Balance	41,022	91,224	22,782	32,428	281,816	48,436	17,655	13,800	3,154,343
Ending Fund Balance	2	85,334	11,427	29,128	124,636	576	7,655	(41,960)	1,909,733

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ENTERPRISE FUNDS

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Enterprise Funds account for City operations financed and operated in a manner similar to a private business enterprise. Government-run enterprises often charge user-fees to support the service or product provided. These activities are typically self-supporting; as in the case of the City's two utilities or it may rely on general government subsidies to fully fund operations, such as the Marina Fund.

Marina Fund

The Marina property was obtained by the City in 1975 via a land swap for property in the Arsenal, including the port. The balance of the land acquired by the City at that time included the current residential properties south of East E Street between East Second and East Fifth Streets, as well as the First Street Green and Peninsula Pier. To develop the property, in 1976 Benicia entered into a loan agreement with what is now the Division of Boating and Waterways (Cal Boating) of the California Department of Parks and Recreation. This agreement was amended four times between 1977 and 1979, increasing the total size of the loan to $5.2 million, through 2027.

Since 1990, the City has had lease agreements with Benicia Harbor Corporation and Marina condominiums (Butterfield and Portside). The lease payments are used to pay the debt service payments and City costs related to maintenance and dredging of the Marina. In FY 2000-2001, the City's dredging costs had more than doubled without any supporting increase in revenues. As a result, the City's Marina fund reserves were depleted. By FY 2003-2004, the City had begun covering the Marina fund's cash shortfall with General Fund transfers beginning at $184,000. The General Fund annual subsidy to the Marina fund is $209,275 during FY 2015-2017.

Wastewater Funds

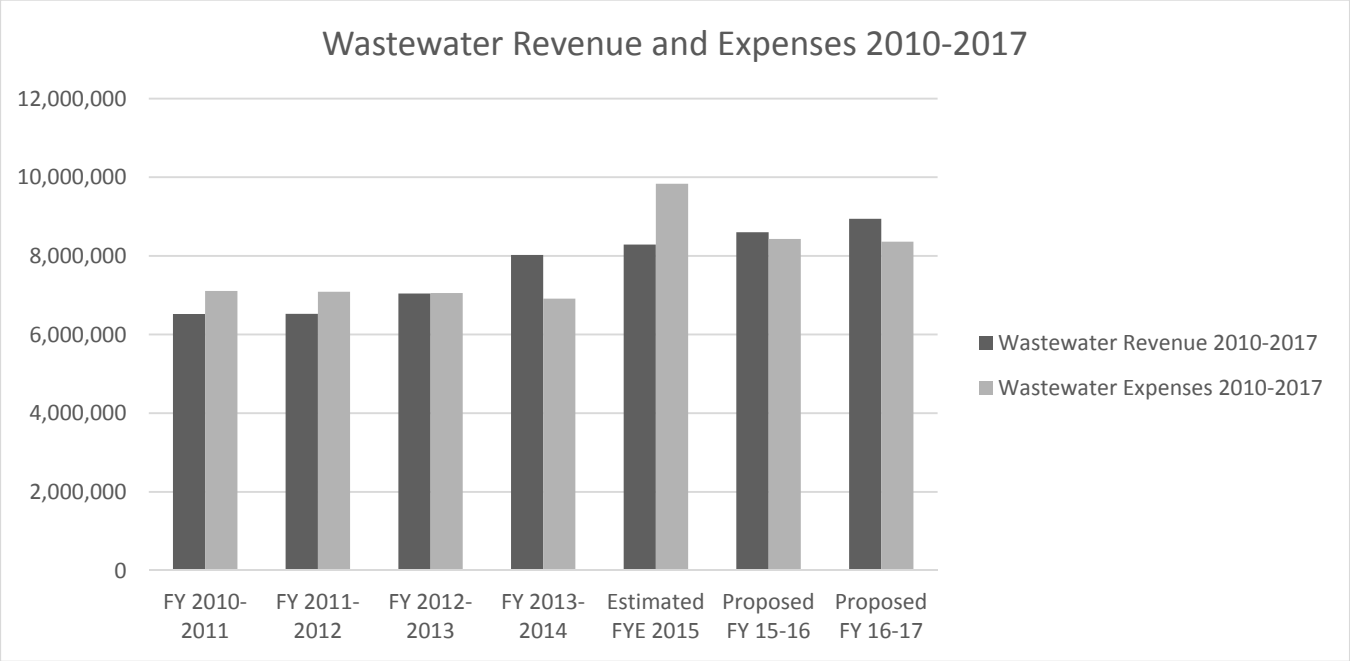
The Wastewater System collects sewer discharges from homes and businesses from within Benicia through the City owned treatment plant at the bottom of East 5th Street. The Wastewater treatment plant collects and treats sewer waste which is discharged to the Carquinez Strait while ensuring public health, public safety, and the natural environment of the strait are protected. The Wastewater Funds account for the operating revenues, expenses, debt service, and capital improvement costs related to providing the safe and reliable removal of wastewater generated within the City. Wastewater rates also pay for some non-point source pollution prevention and other Federal and State environmental programs related to water discharge treatment systems.

In 2012, the City Council adopted rate increases for the utility operations and debt service payments. The fees in the Wastewater utility are a fixed bimonthly services charge for residential and a mix of flat service charge and per unit charge (based upon water consumption usage) on the commercial customers. The Wastewater revenues will increase two more times under the existing rate increases, 4% on July 1, 2015 and 4% on July 1, 2016.

Prior to the current rates, the Wastewater fees had not been increased since 2006 and expenses had exceeded revenues. In order to keep rates down, the City chose to defer all but the most critically needed capital maintenance and replacement costs during the five year rate period. In addition, whenever

possible, the department has soft-frozen positions (meaning to leave position vacancies unfilled for extended periods to achieve department savings) in order to maintain working capital reserves.

The FY 2015-2017 Wastewater budget also has a minimal capital maintenance budget of $75,000 which is equal to only 4% of annual depreciation. During FY 2014-2015, the City conducted a needs assessment based upon the Sewer Master Plan adopted 2010 for capital improvements. It is estimated that the Wastewater fund capital needs are $19.1 million ($12.4 million for the Wastewater Treatment Plant and $6.7 million for the Wastewater Collection System) over the next 10 years and will grow to $37.5 million ($26.5 million for the Wastewater Treatment Plant and $11 million for the Wastewater Collection System) over the next 20 years, at which time the current rates are not sufficient to fund any portion of these costs. The City will need to consider another rate increase in order to add any of these costs into the budget. Otherwise revenues will remain only sufficient to cover operations and debt service payments.



Wastewater Capacity Fund:

The Wastewater Capacity fund is used to increase the capacity needs of the City utilities as defined by demand growth from development. The fee is expected to pay for all or a portion of the costs of providing public services to the new development. The City has had moderate development in the last decade, especially since the Great Recession. The majority of the working capital reserves are from earlier developments. The balances in these funds are finite as the City is essentially built out. Several key Wastewater capital improvements were identified as eligible for improved capacity at the treatment plant or supporting infrastructure. FY 2015-2017 has $662,500 in capital improvements; dropping reserves to $7.6 million by the close of FY 2016-2017. Selection of these projects was done with great care based upon the Sewer Master Plan.

Water Funds

The Water Treatment System treats raw water from three sources and distributes that drinking water to the homes and businesses in Benicia. The Water Funds account for the operating revenues, expenses, debt service, and capital improvement costs related to the utility. Operating activity includes costs for water supply contracts, storage, and the negotiation and management of untreated water supply to Valero Refining Company, and costs related to Federal and State water quality and environmental mandates.

In 2012, the City Council adopted rate increases for the utility operations, debt service, and capital improvements. Like Wastewater, six years had passed since the prior rate increases leaving the revenues lagging behind expenses. Also, like the Wastewater fund, only the most critical capital had been included in the budget in order to keep rates low. The rates are structured with a fixed service charge (varies by meter size) and per unit (748 gallons) consumption charge. In addition, the consumption rates are tiered so that the higher demand users pay a higher per unit charge than lower consumption users. The costs of the fund were covered under the assumption of 60% fixed revenue and 40% variable revenues. In comparison, the Water fund costs including operations and debt service charges are more than 90% fixed, meaning they cannot be reduced without negatively impacting Water treatment and distribution operations or other contractual obligations. The Water fund estimates include two more increases from the existing rate increases, 7% on January 1, 2016 and 4% on January 1, 2017.

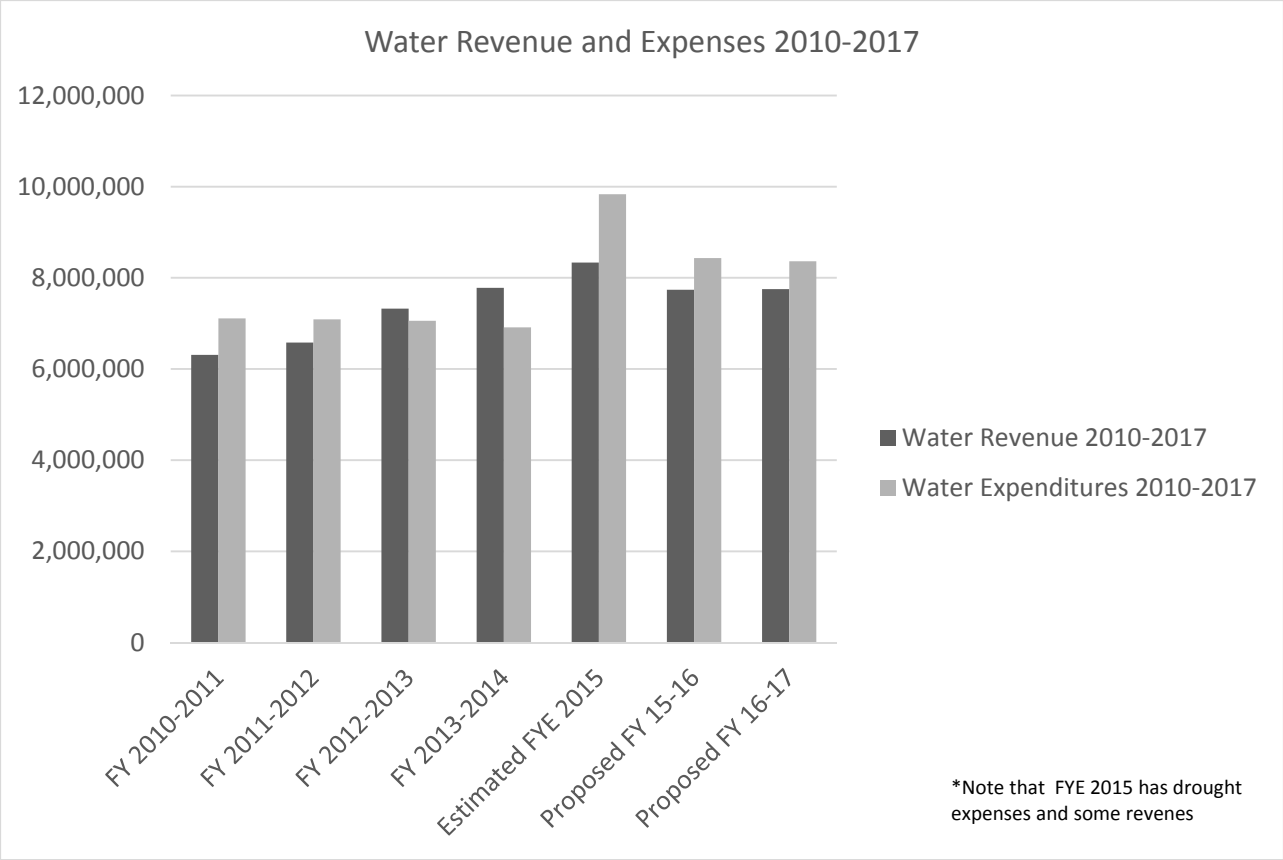
The California drought and related citywide conservation efforts have therefore had a significant impact on both costs increases and revenue decreases in the Water fund. The California drought has reminded everyone that water is a commodity that becomes more expensive when in short supply. The City was in the position where it had to purchase water in 2014 at a higher cost than was budgeted causing an increase in its variable costs that had no reductions offset in the utility's fixed costs. The Citywide effort to conserve water resulted in a 15-20% reduction in consumption, most of which is believed to be a permanent change in usages; for example, many residents are reducing their water demand, because they have made significant changes to their landscaping. The second impact on rates was that majority of the residential users have reduced enough water so as to step out of the higher tiered rates. While the consumption is equal to 15-20% reduction, the revenue impact is greater by 5% or more with revenues down 20-25%.

In October 2014, the City adopted a drought surcharge to offset both the increased costs related to the drought and the anticipated loss in revenues due to conservation efforts. The surcharge was meant to be a temporary, assuming that the drought would end and revenues would rebound, as users returned to past consumption patterns. However, as the 2014 winter did not improve drought conditions and more residents are becoming accustomed to their current usage patterns, it is unlikely that Water revenues will be sufficient going forward, even with the existing surcharge.

Over the next two years, the Water fund is exhausting its reserves at a rate of approximately 6-8% per year. At the end of FY 2014-2015, working capital reserves are 30% of revenues, FY 2015-2016 this drops to 24% and FY 2016-2017 the reserves drop below 16%. Staff is currently working on factoring in a

proposed rate increase for the City Council to consider. It is expected to be presented after the budget is adopted. Efforts have been made to reduce the operational and capital costs in the Water fund in FY 2015-2016 and FY 2016-2017 by deferring equipment replacement and system improvements. During FY 2013-2015 budget, in an effort to reduce operational costs, the Water fund has eliminated a Field, Utilities and Streets Worker and delayed filling vacancies when possible. The City also continues to participate in the North Bay Agency Chemical Pool for the joint purchase of chemicals which is at a significantly lower rate.

The FY 2015-2017 Water budget also has a minimal capital maintenance budget of $79,000 which is equal to only 6% of annual depreciation. During FY 2014-2015, the City conducted an assessment based upon the Water Master Plan from 2012 for capital improvements. It is estimated that the Wastewater fund capital needs are $7.8 million over the next 10 years and will grow to $17.5 million over the next 20 years, at which time the current rates are not sufficient to fund any portion of these costs. The City will need to consider another rate increase in order to add any of these costs into the budget. Otherwise revenues will remain insufficient to cover operations and debt service payments.



Water Capacity Fund:

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The reserve balances in these funds are finite as the City is essentially built out. Several key Water capital improvements were identified as eligible for improved capacity at the treatment plant or supporting infrastructure. At the end of FY 2014-2015, the working capital reserves will be $2.8 million. FY 2015-2017 has $1.9 million in capital improvements; dropping reserves below $1 million by the close of FY 2016-2017. Selection of these projects was done with great care based upon the Water Master Plan.

CITY OF BENICIA
WATER ESTIMATED FY 2014-15

Revenues	WATER CAPACITY	WATER OPERATIONS	Water Equipment/Vehicle Replacement	Water Filter Replacement	Water System Replacement	Major Water Capital	TOTAL WATER
Use of Money	18,800	14,000	1,509	400	1,500	1,600	**19,009**
Revenue from Other Agency	-	91,780	-	-	-	-	**91,780**
Charges for Services	30,000	8,215,242	-	-	-	-	**8,215,242**
Other Revenues	-	9,200	-	-	-	-	**9,200**
Revenue Total	48,800	8,330,222	1,509	400	1,500	1,600	**8,335,231**
Expenditures							
Personnel	-	2,478,180	-	-	-	-	**2,478,180**
Nonpersonnel	-	3,459,450	-	96,200	159,425	350,000	**4,065,075**
ISF	-	1,015,435	-	-	-	-	**1,015,435**
Utilities	-	564,700	-	-	-	-	**564,700**
Operating Total	-	7,517,765	-	96,200	159,425	350,000	**8,123,390**
Debt	-	1,709,270	-	-	-	-	**1,709,270**
CAPITAL	1,794,155	-	-	-	-	-	**-**
Expenditure Total	1,794,155	9,227,035	-	96,200	159,425	350,000	**9,832,660**
Net Income	(1,745,355)	(896,813)	1,509	(95,800)	(157,925)	(348,400)	**(1,497,429)**
Transfers In/(Out)							
Transfers In	-	-	80,000	85,000	50,000	175,000	**390,000**
Transfers Out	-	(390,000)	-	-	-	-	**(390,000)**
Net Transfers In/(Out)	-	(390,000)	80,000	85,000	50,000	175,000	**-**
Change in Fund Balance	**1,794,155**	**(1,286,813)**	**81,509**	**(10,800)**	**(107,925)**	**(173,400)**	**(1,497,429)**
Beginning Fund Balance	4,622,307	2,474,086	445,076	162,602	448,800	544,022	**4,074,586**
Ending Fund Balance	6,416,462	1,187,273	526,585	151,802	340,875	370,622	2,577,157
							30.9%

CITY OF BENICIA
WATER CAPACITY AND WATER FUNDS
WATER PROPOSED FY 2015-16

Revenues	WATER CAPACITY	WATER OPERATIONS	Water Equipment/Vehicle Replacement	Water Filter Replacement	Water System Replacement	Major Water Capital	TOTAL WATER
Use of Money	18,800	5,400	-	-	-	-	**5,400**
Revenue from Other Agency	-	-	-	-	-	-	**-**
Charges for Services	15,000	7,725,805	-	-	-	-	**7,725,805**
Other Revenues	-	7,000	-	-	-	-	**7,000**
Revenue Total	33,800	7,738,205	-	-	-	-	7,738,205
Expenditures							
Personnel	-	2,601,325	-	-	-	-	**2,601,325**
Nonpersonnel	-	2,268,960	-	-	100,000	-	**2,368,960**
ISF	-	1,111,600	-	-	-	-	**1,111,600**
Utilities	-	564,700	-	-	-	-	**564,700**
Operating Total	-	6,546,585	-	-	100,000	-	**6,646,585**
Debt	-	1,705,790	-	-	-	-	**1,705,790**
CAPITAL	1,307,000	79,000	-	-	-	-	**79,000**
Expenditure Total	1,307,000	8,331,375	-	-	100,000	-	**8,431,375**
Net Income	(1,273,200)	(593,170)	-	-	(100,000)	-	**(693,170)**
Transfers In/(Out)							
Transfers In	-	-	-	-	-	-	**-**
Transfers Out	-	-	-	-	-	-	**-**
Net Transfers In/(Out)	-	-	-	-	-	-	**-**
Change in Fund Balance	**(1,273,200)**	**(593,170)**	**-**	**-**	**(100,000)**	**-**	**(693,170)**
Beginning Fund Balance	6,416,462	1,187,273	526,585	151,802	340,875	370,622	**2,577,157**
Ending Fund Balance	5,143,262	594,103	526,585	151,802	240,875	370,622	**1,883,987**
							24.3%

CITY OF BENICIA
WATER PROPOSED FY 2016-17

Revenues	WATER CAPACITY	WATER OPERATIONS	Water Equipment/Vehicle Replacement	Water Filter Replacement	Water System Replacement	Major Water Capital	TOTAL WATER
Use of Money	18,800	5,400	-	-	-	-	**5,400**
Revenue from Other Agency	-	-	-	-	-	-	**-**
Charges for Services	15,000	7,740,255	-	-	-	-	**7,740,255**
Other Revenues	-	7,000	-	-	-	-	**7,000**
Revenue Total	33,800	7,752,655	-	-	-	-	**7,752,655**
Expenditures							
Personnel	-	2,559,045	-	-	-	-	**2,559,045**
Nonpersonnel	-	2,257,840	-	-	100,000	-	**2,357,840**
ISF	-	1,194,100	-	-	-	-	**1,194,100**
Utilities	-	564,860	-	-	-	-	**564,860**
Operating Total	-	6,575,845	-	-	100,000	-	**6,675,845**
Debt	-	1,685,925	-	-	-	-	**1,685,925**
CAPITAL	691,635	-	-	-	-	-	**-**
Expenditure Total	691,635	8,261,770	-	-	100,000	-	**8,361,770**
Net Income	(657,835)	(509,115)	-	-	(100,000)	-	**(609,115)**
Transfers In/(Out)							
Transfers In	-	-	-	-	-	-	**-**
Transfers Out	-	-	-	-	-	-	**-**
Net Transfers In/(Out)	-	-	-	-	-	-	**-**
Change in Fund Balance	**(657,835)**	**(509,115)**	**-**	**-**	**(100,000)**	**-**	**(609,115)**
Beginning Fund Balance	5,143,262	594,103	526,585	151,802	240,875	370,622	**1,883,987**
Ending Fund Balance	4,485,427	84,988	526,585	151,802	140,875	370,622	**1,274,872**
							16.4%

CITY OF BENICIA
WASTEWATER FUNDS 2014-15

Revenues	WASTEWATER CAPACITY	WASTEWATER OPERATIONS	Wastewater Equipment/Vehicle Replacement	Wastewater System Replacement	Major Wastewater Capital Project	**TOTAL WASTEWATER**
Use of Money	47,500	9,000	750	200	800	**10,750**
Charges for Services	65,000	8,273,373	-	-	-	**8,273,373**
Other Revenues	-	4,965	-	-	-	**4,965**
Revenue Total	112,500	8,287,338	750	200	800	**8,289,088**
Expenditures						
Personnel	-	2,445,085	-	-	-	**2,445,085**
Nonpersonnel	-	1,816,535	-	75,000	1,690	**1,893,225**
ISF	-	1,061,945	-	-	-	**1,061,945**
Utilities	-	483,500	-	-	-	**483,500**
Operating Total	-	5,807,065	-	75,000	1,690	**5,883,755**
Debt	-	2,359,581	-	-	-	**2,359,581**
CAPITAL	1,364,000	196,675	-	-	-	**196,675**
Expenditure Total	1,364,000	8,363,321	-	75,000	1,690	**8,440,011**
Net Income	(1,251,500)	(75,983)	750	(74,800)	(890)	**(150,923)**
Transfers In/(Out)						
Transfers In	-	-	-	-	75,000	**75,000**
Transfers Out	-	(75,000)	-	-	-	**(75,000)**
Net Transfers In/(Out)	-	(75,000)	-	-	75,000	**-**
Change in Fund Balance	**(1,251,500)**	**(150,983)**	**750**	**(74,800)**	**74,110**	**(150,923)**
Beginning Fund Balance	9,508,435	1,630,082	237,510	716,159	183,096	**2,766,847**
Ending Fund Balance	8,256,935	1,479,099	238,260	641,359	257,206	**2,615,924**
						32%

CITY OF BENICIA
WASTEWATER FUNDS 2015-16

Revenues	WASTEWATER CAPACITY	WASTEWATER OPERATIONS	Wastewater Equipment/Vehicle Replacement	Wastewater System Replacement	Major Wastewater Capital Project	**TOTAL WASTEWATER**
Use of Money	40,300	9,000	-	-	-	**9,000**
Charges for Services	30,000	8,594,470	-	-	-	**8,594,470**
Other Revenues	-	-	-	-	-	**-**
Revenue Total	70,300	8,603,470	-	-	-	**8,603,470**
Expenditures						
Personnel	-	2,550,985	-	-	-	**2,550,985**
Nonpersonnel	40,000	1,785,155	21,000	75,000	20,000	**1,901,155**
ISF	-	1,133,175	-	-	-	**1,133,175**
Utilities	-	505,380	-	-	-	**505,380**
Operating Total	40,000	5,974,695	21,000	75,000	20,000	**6,090,695**
Debt	-	2,357,340	-	-	-	**2,357,340**
CAPITAL	387,500	-	-	-	-	**-**
Expenditure Total	427,500	8,332,035	21,000	75,000	20,000	**8,448,035**
Net Income	(357,200)	271,435	(21,000)	(75,000)	(20,000)	**155,435**
Transfers In/(Out)						
Transfers In	-	-	-	-	-	**-**
Transfers Out	-	-	-	-	-	**-**
Net Transfers In/(Out)	-	-	-	-	-	**-**
Change in Fund Balance	**(357,200)**	**271,435**	**(21,000)**	**(75,000)**	**(20,000)**	**155,435**
Beginning Fund Balance	8,256,935	1,479,099	238,260	641,359	257,206	**2,615,924**
Ending Fund Balance	7,899,735	1,750,534	217,260	566,359	237,206	2,771,359
						32%

CITY OF BENICIA
WASTEWATER FUNDS 2016-17

Revenues	WASTEWATER CAPACITY	WASTEWATER OPERATIONS	Wastewater Equipment/Vehicle Replacement	Wastewater System Replacement	Major Wastewater Capital Project	**TOTAL WASTEWATER**
Use of Money	40,300	9,000	-	-	-	**9,000**
Charges for Services	30,000	8,934,650	-	-	-	**8,934,650**
Other Revenues	-	-	-	-	-	**-**
Revenue Total	70,300	8,943,650	-	-	-	**8,943,650**
Expenditures						
Personnel	-	2,507,700	-	-		**2,507,700**
Nonpersonnel	85,000	1,726,375	23,000	75,000	-	**1,824,375**
ISF	-	1,190,675	-	-	170,000	**1,360,675**
Utilities	-	519,030	-	-	-	**519,030**
Operating Total	85,000	5,943,780	23,000	75,000	170,000	**6,211,780**
Debt	-	2,359,415	-	-	-	**2,359,415**
CAPITAL	275,000	-	-	-	-	**-**
Expenditure Total	360,000	8,303,195	23,000	75,000	170,000	**8,571,195**
Net Income	(289,700)	640,455	(23,000)	(75,000)	(170,000)	**(8,571,195)**
Transfers In/(Out)						
Transfers In	-	-	-	-	-	**-**
Transfers Out	-	-	-	-	-	**-**
Net Transfers In/(Out)	-	-	-	-	-	**-**
Change in Fund Balance	**(289,700)**	**640,455**	**(23,000)**	**(75,000)**	**(170,000)**	**372,455**
Beginning Fund Balance	7,899,735	1,750,534	217,260	566,359	237,206	**2,771,359**
Ending Fund Balance	7,610,035	2,390,989	194,260	491,359	67,206	**3,143,814**
						35%

CITY OF BENICIA
Marina Funds

	Estimated FYE 2015	Proposed FY 15-16	Proposed FY 16-17	Projected FY 17-18	Projected FY 18-19
Revenues					
Property Tax	64,000	64,000	64,000	64,000	64,000
Other Taxes	6,960	38,000	38,000	38,000	38,000
Charges for Services	307,720	307,720	307,720	307,720	307,720
Revenue Total	378,680	409,720	409,720	409,720	409,720
Expenditures					
Purchased Services	43,960	40,000	40,000	40,000	40,000
Purchased Supplies	216,620	251,620	251,620	251,620	251,620
ISF	16,075	16,075	16,075	16,075	16,075
Operating Total	276,655	307,695	307,695	307,695	307,695
Debt	311,300	311,300	311,300	311,300	311,300
Expenditure Total	587,955	618,995	618,995	618,995	618,995
Transfers In/(Out)					
Transfers In	209,275	209,275	209,275	209,275	209,275
Transfers Out	-	-	-	-	-
Net Transfers In/(Out)	209,275	209,275	209,275	209,275	209,275
Change in Fund Balance	**-**	**-**	**-**	**-**	**-**
Beginning Fund Balance	-	-	-	-	-
Ending Fund Balance	-	-	-	-	-

INTERNAL SERVICE FUNDS

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INTERNAL SERVICES FUNDS

FY 2015-2017 Adopted Budget

Internal Service Funds are utilized to account for financing goods, services, and costs within the City organization. These funds typically operate on a cost-reimbursement basis and such funds have an integral role in accumulating and managing City resources for fund-related activity.

Administrative Services Fund

The Administrative Services Fund accounts for expenses related to direct Finance division costs incurred to support of the City's Wastewater and Water utility billing operations. Expenses include salary and benefits costs for employees that are responsible for the billing and collections of utility accounts, as well as other direct supplies and services for this division. Beginning in FY 2014-2015 all indirect costs of Finance, Human Resources and Information Technology are now billed through the General Fund cost allocations per the Cost Allocation Plan adopted in May 2014. These expenses were previously captured in the Administrative Services Fund.

Energy Conservation Fund

The Energy Conservation fund accounts for the solar assets constructed with the proceeds of the 2011 Certificates of Participation (COPs) issued through the City's Public Municipal Financing Corporation. Construction of the solar assets was completed in FY2012-13. The fund operates as an internal electricity-provider to various sites within the City where the solar arrays were constructed. Under the intention of the financing, the City charges user-funds a utility rate, plus an annual energy inflation index. These charges, along with project energy rebates, are collected and used to transfer funds to the Public Municipal Financing Corporation for obligations related to the COPs debt lease payments. Funds remaining in excess of the debt lease payments will be utilized to pay for asset repair and maintenance and provide funds for future asset replacement or new energy conservation assets.

Equipment Replacement Fund

The Equipment Replacement Fund accounts for the accumulation of resources to replace identified operating equipment within the General Fund departments. Currently, Water and Wastewater fund separate vehicle and equipment replacement funds. Funding for equipment replacement is achieved through charging rates intended to recover the cost of equipment utilized in government operations. Since the recession, the City has deferred all but only the most critical equipment and has deferred the replacement of several assets. Over the next budget cycle, the City will be considering a comprehensive, long-term policy and funding for all of its major assets, including key areas of technology, generators, and infrastructure support.

Facility Maintenance Fund

The Facility Maintenance Fund accounts for maintenance and remodeling of City-owned or leased buildings and facilities including City Hall, Community and Parks Facilities, Fire and Police Facilities, the Library and Water and Wastewater Administration Facilities. Historically, the City has not accumulated a

significant balance to fund major repair and maintenance costs, but rather, has utilized the fund as a relatively short-term mechanism for limited scope projects, such as building siding, heating-ventilation-air conditioning (HVAC) systems, and roof repairs. At the end of FY 2014-2015, working capital is equal to 5% of annual depreciation. Over the next budget cycle, the City will be considering a comprehensive, long-term policy and funding for all of its major assets, including key areas of deferred maintenance planning as well as appropriate reserve levels to meet future capital needs.

Fleet and Equipment Services Fund

The Fleet and Equipment Services Fund accounts for expenses related to the preparation, maintenance, and repair of mechanical equipment and vehicles for other City departments. Costs are fully reimbursed annually by charges to the General Fund, and the Wastewater and Water Funds.

Retirement Stabilization Fund

The Retirement Stabilization Fund accounts for activity related to the issuance of the 2006 Pension Obligation Bonds (POBs), including rate surcharges on employee pension costs to provide a fund for annual debt payment related to the bonds. The bond proceeds were used to fund the unfunded actuarial accrued liability of the Miscellaneous and Safety pension plans through the California Public Employees' Retirement System (CalPERS).

Annual debt service on the POBs varies dramatically over the repayment period, from approximately $1.6 million in FY 2016-2017 to $0.53 million in FY 2017-2018. The dramatic decrease in debt service payments will allow the City to absorb additional CalPERS rate increases and provides for some fiscal relief during the second year of the budget cycle, particularly in the City's General Fund.

Vehicle Replacement Fund

The Vehicle Replacement Fund accounts for the City's vehicle fleet. Funding for vehicle replacement is achieved through charge rates intended to recover the cost of the replacement vehicles utilized in governmental operations including Fire trucks, Police patrol vehicles, and Parks maintenance vehicles. Currently, Water and Wastewater fund separate vehicle and equipment replacement funds.

Since inception, the City has not implemented rates adequate to fund the cost recovery of asset replacement. It is recognized these amounts are not sufficient to fully fund asset replacement costs long-term. Over the next budget cycle, the City will be considering a comprehensive, long-term policy and funding for all of its major assets, including key areas of vehicle replacement, department allocations, and establishing appropriate reserve levels to meet future capital needs.

Workers' Compensation Fund

The Workers' Compensation Fund accounts for the expenses related to management of the workers' compensation program. Such costs include program employee salary and benefits, insurance premiums,

medical and disability claims, claims administration, and certain employee health and prevention programs. This program is funded through a rate calculated by determining the amount of benefit to be accrued and dividing that amount by salaries within Industrial Class code. City experience modification is applied equally to all industrial classes.

Summary of Internal Services Funds (in thousands)

Revenues	Estimated FYE 2015	Proposed FY 15-16	Proposed FY 16-17	Projected FY 17-18	Projected FY 18-19
ADMINSTRATIVE SERVICES	465	510	525	550	575
ENERGY CONSERVATION	1,297	1,297	1,297	1,317	1,336
EQUIPMENT REPLACEMENT	195	195	195	198	201
EQUIPMENT SERVICE	540	537	537	545	553
FACILITY MAINTENANCE	291	291	291	295	299
INSURANCE	1,002	1,002	1,002	1,017	1,033
RETIREMENT STABLIZATION	1,612	1,612	547	555	563
VEHICLE REPLACEMENT	424	424	424	431	437
Revenue Total	5,826	5,868	4,818	4,908	4,997
Expenses					
ADMINSTRATIVE SERVICES	465	509	506	510	514
ENERGY CONSERVATION	1,256	1,331	898	928	962
EQUIPMENT REPLACEMENT	307	211	211	214	216
EQUIPMENT SERVICE	540	537	533	537	542
FACILITY MAINTENANCE	351	351	351	351	351
INSURANCE	1,003	1,007	1,006	1,029	1,053
RETIREMENT STABLIZATION	1,490	1,545	1,590	525	545
VEHICLE REPLACEMENT	175	175	175	177	134
Expenses Total	5,587	5,666	5,270	4,271	4,317
Net Income	239	202	(452)	637	680

CITY OF BENICIA
INTERNAL SERVICES 2014-15

Revenues	ADMINSTRATIVE SERVICES	Energy Conservation	EQUIPMENT REPLACEMENT	EQUIPMENT SERVICE	FACILITY MAINTENANCE	INSURANCE	RETIREMENT STABLIZATION	VEHICLE REPLACEMENT	**TOTAL INTERNAL SERVICES FUNDS**
Use of Money	-	3,900	3,800	-	5,500	2,400	1,800	-	**17,400**
Revenue from Other Agency	-	-	-	-	-	-	-	-	**-**
Charges for Services	464,600	843,155	191,510	539,825	285,005	999,020	1,610,000	423,825	**5,356,940**
Other Revenues	-	450,000	-	-	-	980	-	500	**451,480**
Operating Revenue Total	464,600	1,297,055	195,310	539,825	290,505	1,002,400	1,611,800	424,325	**5,825,820**
Expenditures									
City Manager's Office	-	-	-	-	-	-	-	-	**-**
Finance	464,600	-	-	-	-	-	-	-	**464,600**
NonDept	-	109,985	73,655	-	-	1,003,230	-	-	**1,186,870**
Community Development	-	-	-	-	-	-	-	-	**-**
Fire	-	-	80,455	-	-	-	-	-	**80,455**
Parks and Community Services	-	-	64,000	-	350,930	-	-	20,560	**435,490**
Police	-	-	45,740	-	-	-	-	109,725	**155,465**
Public Works	-	-	42,810	539,825	-	-	-	-	**582,635**
Operating Expenditures Total	464,600	109,985	306,660	539,825	350,930	1,003,230	-	130,285	**2,905,515**
Debt	-	1,146,065	-	-	-	-	1,489,915	44,395	**2,680,375**
Expenditure Total	464,600	1,256,050	306,660	539,825	350,930	1,003,230	1,489,915	174,680	**5,585,890**
Net Income	-	41,005	(111,350)	-	(60,425)	(830)	121,885	249,645	**239,930**
Transfers In/(Out)									
Transfers In	-	-	-	-	46,515	-	-	-	**46,515**
Transfers Out	-	-	-	-	-	-	-	-	**-**
Net Transfers In/(Out)	-	-	-	-	46,515	-	-	-	**46,515**
Change in Fund Balance	**-**	**41,005**	**(111,350)**	**-**	**(13,910)**	**(830)**	**121,885**	**249,645**	**286,445**
Beginning Fund Balance	15,928	2,610	835,989	-	225,582	1,281,016	1,494,358	759,106	**4,614,589**
Ending Fund Balance	15,928	43,615	724,639	-	211,672	1,280,186	1,616,243	1,008,751	**4,901,034**

CITY OF BENICIA
INTERNAL SERVICES 2015-16

Revenues	ADMINSTRATIVE SERVICES	Energy Conservation	EQUIPMENT REPLACEMENT	EQUIPMENT SERVICE	FACILITY MAINTENANCE	INSURANCE	RETIREMENT STABLIZATION	VEHICLE REPLACEMENT	**TOTAL INTERNAL SERVICES FUNDS**
Use of Money	-	3,900	3,800	-	5,500	2,400	1,800	-	**17,400**
Revenue from Other Agency	-	-	-	-	-	-	-	-	**-**
Charges for Services	510,000	843,155	191,510	536,710	285,005	999,020	1,610,000	423,825	**5,399,225**
Other Revenues	-	450,000	-	-	-	980	-	500	**451,480**
Operating Revenues Total	510,000	1,297,055	195,310	536,710	290,505	1,002,400	1,611,800	424,325	**5,868,105**
Expenditures									
City Manager's Office	-	-	-	-	-	-	-	-	**-**
Finance	508,730	-	-	-	-	-	-	-	**508,730**
Community Development	-	-	-	-	-	-	-	-	**-**
Fire	-	-	37,340	-	-	-	-	-	**37,340**
Parks and Community Services	-	-	39,725	-	350,930	-	-	20,560	**411,215**
Police	-	-	37,345	-	-	-	-	109,725	**147,070**
Public Works	-	-	42,810	536,710	-	-	-	-	**579,520**
NonDept	-	129,985	54,000	-	-	1,007,180	-	-	**1,191,165**
Operating Expenditures Total	508,730	129,985	211,220	536,710	350,930	1,007,180	-	130,285	**2,875,040**
Debt	-	1,201,420	-	-	-	-	1,544,915	44,395	**2,790,730**
Expenditure Total	508,730	1,331,405	211,220	536,710	350,930	1,007,180	1,544,915	174,680	**5,665,770**
Net Income	1,270	(34,350)	(15,910)	-	(60,425)	(4,780)	66,885	249,645	**202,335**
Transfers In/(Out)									
Transfers In	-	-	-	-	46,515	-	-	-	**-**
Transfers Out	-	-	-	-	-	-	-	-	**46,515**
Net Transfers In/(Out)	-	-	-	-	46,515	-	-	-	**46,515**
Change in Fund Balance	**1,270**	**(34,350)**	**(15,910)**	**-**	**(13,910)**	**(4,780)**	**66,885**	**249,645**	**248,850**
Beginning Fund Balance	15,928	43,615	724,639	-	211,672	1,280,186	1,616,243	1,008,751	**4,901,034**
Ending Fund Balance	17,198	9,265	708,729	-	197,762	1,275,406	1,683,128	1,258,396	**5,149,884**

CITY OF BENICIA
INTERNAL SERVICES 2016-17

Revenues	ADMINSTRATIVE SERVICES	Energy Conservation	EQUIPMENT REPLACEMENT	EQUIPMENT SERVICE	FACILITY MAINTENANCE	INSURANCE	RETIREMENT STABLIZATION	VEHICLE REPLACEMENT	**TOTAL INTERNAL SERVICES FUNDS**
Use of Money	-	3,900	3,800	-	5,500	2,400	1,800	-	**17,400**
Revenue from Other Agency	-	-	-	-	-	-	-	-	**-**
Charges for Services	525,000	843,155	191,510	536,710	285,005	999,020	545,000	423,825	**4,349,225**
Other Revenues	-	450,000	-	-	-	980	-	500	**451,480**
Operating Revenues Total	525,000	1,297,055	195,310	536,710	290,505	1,002,400	546,800	424,325	**4,818,105**
Expenditures									
City Manager's Office	506,185	-	-	-	-	-	-	-	**506,185**
Finance	-	-	-	-	-	-	-	-	**-**
Community Development	-	-	37,340	-	-	-	-	-	**37,340**
Fire	-	-	39,725	-	350,930	-	-	20,560	**411,215**
Parks and Community Services	-	-	37,345	-	-	-	-	109,725	**147,070**
Police	-	-	42,810	532,710	-	-	-	-	**575,520**
Public Works	-	129,985	54,000	-	-	1,005,670	-	-	**1,189,655**
NonDept	506,185	129,985	211,220	532,710	350,930	1,005,670	-	130,285	**2,866,985**
Operating Expenditures Total									
Debt	-	767,695	-	-	-	-	1,590,310	44,395	**2,402,400**
Expenditure Total	506,185	897,680	211,220	532,710	350,930	1,005,670	1,590,310	174,680	**5,269,385**
Net Income	18,815	399,375	(15,910)	4,000	(60,425)	(3,270)	(1,043,510)	249,645	**(451,280)**
Transfers In/(Out)									
Transfers In	-	-	-	-	46,515	-	-	-	**-**
Transfers Out	-	-	-	-	-	-	-	-	**46,515**
Net Transfers In/(Out)	-	-	-	-	46,515	-	-	-	**46,515**
Change in Fund Balance	**18,815**	**399,375**	**(15,910)**	**4,000**	**(13,910)**	**(3,270)**	**(1,043,510)**	**249,645**	**(404,765)**
Beginning Fund Balance	17,198	9,265	708,729	-	197,762	1,275,406	1,683,128	1,258,396	**5,149,884**
Ending Fund Balance	36,013	408,640	692,819	4,000	183,852	1,272,136	639,618	1,508,041	**4,745,119**