

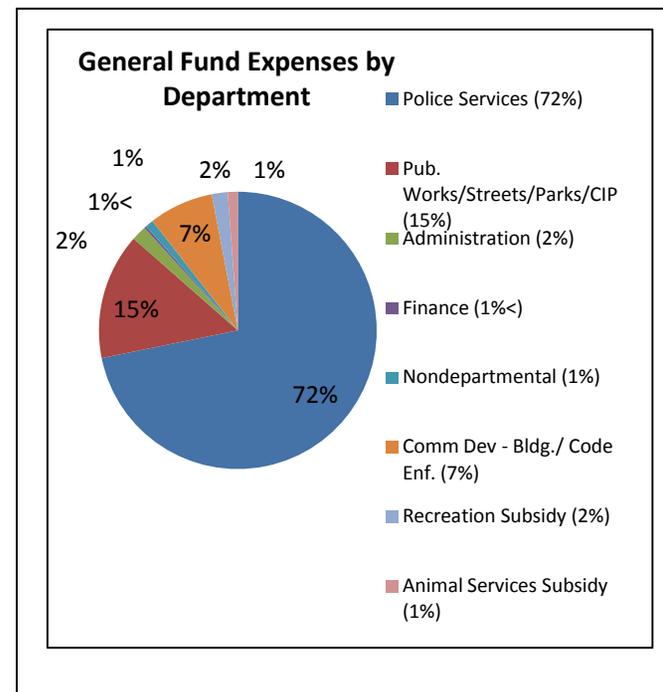
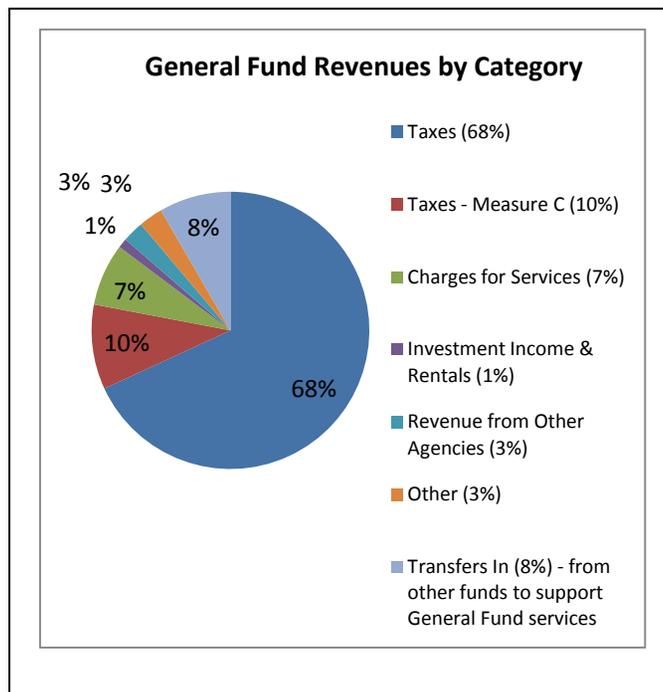
CITY OF ANTIOCH FISCAL YEAR 2015 BUDGET FACTS



SECOND QUARTER BUDGET UPDATE

A budget is adopted annually covering all services and runs from July 1 to June 30 each fiscal year. The budget is segregated by fund type and then by individual fund based upon the legally allowable use of monies received. The complete budget adopted for fiscal year 2014-15 can be viewed on the City's website at www.ci.antioch.ca.us/CityGov/Finance.

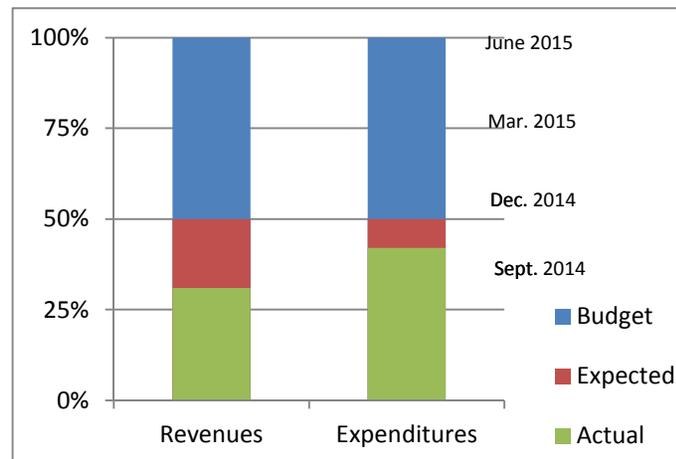
The main operating fund of the City is the General Fund which funds most of the day-to-day services the City provides with the exception of water and sewer services. For fiscal year 2014-15, total budgeted General Fund revenues are \$45,420,889 and total budgeted expenditures are \$44,755,865. The following charts break down budgeted revenue by category and budgeted expenditures by Department:



Taxes are by far the largest revenue source for the General Fund. While the City collects various types of taxes, the most significant are property and sales taxes. The City receives only approximately 10% of all property taxes collected and 1% of sales tax collected. Nonetheless, property taxes represent 41% of total taxes and sales tax (including Measure C) represents 46%. Of the total budgeted expenditures, approximately 70% are for personnel and the remaining 30% for services, supplies and transfers out to programs.

In November 2013, voters passed Measure C “Restoring Antioch Services Sales Tax”, a half cent sales tax initiative which became effective April 1, 2014. The City Council directed that 100% of these funds be allocated to enhancing Police and Code Enforcement services in the approved fiscal year 2014–15 budget. \$4,489,747 is projected to be received in the current fiscal year, with fiscal year 2014–15 collections as of December 31st amounting to \$1,977,660.

The budget is monitored continually by City staff. A helpful tool in this analysis is to compare expected budget results on a quarterly basis to actual performance and determining the cause of any significant variances. A budget to actual comparison for the period ended 12/31/14 follows:



Based on the chart on the previous page, actual revenues and expenditures as of December 31st should be at 50% of the budgeted levels. Revenues appear significantly below the target due to the timing of the City's property and sales tax receipts. A portion of the City's taxes received – 50% of Property Tax in Lieu of VLF and Sales Tax in Lieu – will not be received until late January/early February, representing just over \$4.6M in budgeted revenues not yet reflected in year to date actuals. This demonstrates the need to maintain adequate reserves, or fund balance, to cover the cash flows for operating costs due to the uneven timing of receipts. Year to date expenditures exceed the amount of revenues the City has received during the same time period and thus reserves are being used to supplement the difference.

Expenditures are slightly below expectations due to the timing of expenditures. In addition, subsidies to Animal Services and Recreation Services do not occur until June when the actual amount needed to subsidize the programs is known.

