

City Comptroller's Year-End  
and Charter Section 39 Report  
for Period 13, Fiscal Year 2007

Department of Finance  
City Comptroller's Office  
September 26, 2007

**Purpose, Scope, and Content**

This report is intended to serve as a summary of financial activity for the City of San Diego during Fiscal Year 2007. The General Fund is the primary focus of this report, but other budgeted funds are also discussed. This report does not contain the operating results of numerous special revenue funds, debt service funds, or fiduciary funds; the results of component units; or capital project funds.

Another goal of this report is to achieve the monthly reporting objective set forth by the City's electorate in Charter Sections 39 and 89 which requires the Auditor & Comptroller to provide schedules of City's revenues and expenditures detailed as to appropriations. This report also provides additional analysis on selected topics. However, we note that the analysis of budgetary variances and the review of the achievement of departmental objectives, within appropriation limits is traditionally the role of the Financial Management division of the Department of Finance. Accordingly, we offer the following discussion of significant variances but recommend that the Budget and Finance Committee also consider the viewpoints of other officials and responsible department managers prior to making any conclusions on departmental performance.

The attached schedules contain unaudited information on actual departmental performance against appropriations. This report contains the most current information available, however, these numbers should not be considered "final" as adjustments may be made until the release of an audited Comprehensive Annual Financial Report (CAFR) for Fiscal Year 2007. The attached statements were not prepared in accordance with Generally Accepted Accounting Principals for external financial reporting and should not be relied upon for making investment decisions.

This report includes the following components: Page #

|  |    |
|--|----|
| <b>General Fund Summary</b>                                |    |
| Budget Reconciliation                                      | 4  |
| Revenues   | 5  |
| Expenditures   | 7  |
| Reserve Contribution                                       | 7  |
| Year-End Budget Adjustment Report Reconciliation           | 8  |
| <br><b>Summary of Other Budgeted Funds</b>                 |    |
| Sewer Funds  | 9  |
| Water Department Fund                                      | 10 |
| Central Stores   | 10 |
| QUALCOMM Stadium Fund                                      | 10 |
| Equipment Division   | 10 |
| Publishing Services  | 11 |
| Mission Bay Park / Regional Park Improvement Funds         | 11 |
| Other Miscellaneous Funds                                  | 11 |
| <br><b>Additional Items of Interest</b>                    |    |
| Internal Service Funds and Budgetary Control               | 12 |
| Summary of Payroll Activity                                | 13 |
| Summary of Retirement Fund Advance Payments / Expenditures | 14 |

## Supporting Schedules

|  |    |
|--|----|
| Schedule 1—General Fund Status of Revenue by Category                | 16 |
| Schedule 2—General Fund Status of Expenditures                       | 17 |
| Schedule 3—Other Budgeted Funds Status of Revenue                    | 19 |
| Schedule 4—Other Budgeted Funds Status of Expenditures               | 20 |
| Schedule 5—General Fund Year-End Inter-Departmental Transfer Summary | 21 |
| Schedule 6—General Fund Revenue Projection-to-Actual Analysis        | 23 |
| Schedule 7—General Fund Expenditures Projection-to-Actual Analysis   | 24 |
| Schedule 8—Other Budgeted Funds Projection-to-Actual Analysis        | 26 |

## **General Fund**

---

Fiscal Year 2007 was a remarkable year for the City of San Diego. In spite of many challenges, the General Fund is in a far better financial position at the conclusion of Fiscal Year 2007 than at the end of Fiscal Year 2006. The City's General Fund revenues exceeded original estimates by \$31.5 million, while expenditures and outstanding commitments totaled \$12.4 million below original estimates. These two factors create an opportunity for the General Fund to replenish reserves and improve its cash position, and while Fiscal Year 2007 marked a major improvement, a continued focus on budgetary savings is needed in order to achieve the goals set forth in the City Reserve Policy.

### **GENERAL FUND BUDGET RECONCILIATION**

The General Fund's Fiscal Year 2007 Adopted Revenue Budget was \$1,023.3 million. Three adjustments totaling \$18.0 million resulted in a Revised Revenue Budget of \$1,041.3 million. These adjustments included a \$6.0 million increase related to revenue for street maintenance related to Proposition 42, a \$10.2 million increase related to the Mid-Year Budget Adjustment Report (O-19604), and a \$1.7 million increase related to the Year-End Budget Adjustment report (O-19646).

The General Fund's Fiscal Year 2007 Adopted Expenditure Budget was \$1,023.3 million. Several actions were taken by the City Council to amend the budget, resulting in a final Revised Budget of \$1,053.0 million. The \$29.7 million of revisions were largely related to the Mid-Year Budget Adjustment Report (O-19604, \$11.4 million), Year-End Budget Adjustment Report (O-19646, \$4.4 million), street maintenance related to Proposition 42 (\$6.0 million), and various other actions. These adjustments were funded by unanticipated revenue (\$17.9 million) and General Fund Reserves (\$11.7 million). Additional details of budget adjustments for both revenues and expenditures can be found in the table on the following page.

## General Fund Budget Reconciliation

| Estimated Revenue                                       |                |                         |  |
|---|----------------|-------------------------|--|
| Action  | Authority      | Amount                  |  |
| <b>FY2007 Adopted Budget</b>                            | <b>O-19522</b> | <b>\$ 1,023,333,098</b> |  |
| Transfer of Proposition 42 funds for street maintenance | O-19580        | 6,037,844               |  |
| Mid-Year Budget Adjustments                             | O-19604        | 10,199,404              |  |
| Year-End Budget Adjustments                             | O-19646        | 1,700,585               |  |
| <b>Final FY2007 Revised Budget</b>                      |                | <b>\$ 1,041,270,931</b> |  |

| Expenditure Appropriations   |                |                         |  |
|--|----------------|-------------------------|--|
| Action   | Authority      | Amount                  |  |
| <b>FY2007 Adopted Budget</b>   | <b>O-19522</b> | <b>\$ 1,023,333,098</b> |  |
| Latham Watkins and Levine Steinberg legal services   | R-301605       | 2,000,000               |  |
| Taylor Street Slope Reconstruction   | R-301630       | 1,226,848               |  |
| Lobbying contracts for Sacramento, California and Washington D.C                             | O-19533        | 221,000                 |  |
| Macias, Gini, & O'Connell for audit services   | O-19564        | 327,325                 |  |
| Outside Counsel Services for Otay Acquisition, National Enterprise, and Border Business Park | R-302168       | 200,000                 |  |
| Former and Current City official's investigation costs                                       | R-302293       | 534,825                 |  |
| SEC Oversight Consultant   | O-19571        | 1,417,400               |  |
| Reimbursement to Water Department for reservoir concession costs                             | O-19572        | 1,498,250               |  |
| Street maintenance compliant to Proposition 42   | O-19580        | 6,037,844               |  |
| Mid-Year Budget Adjustments  | O-19604        | 11,360,817              |  |
| Actuarial Services Company   | O-19623        | 292,371                 |  |
| Property damage claim  | R-302594       | 100,000                 |  |
| Year-End Budget Adjustments  | O-19646        | 4,415,864               |  |
| <b>Final FY2007 Revised Budget</b>   |                | <b>\$ 1,052,965,642</b> |  |

Expenditure Appropriation increases were funded by:

|                       |               |
|-----------------------|---------------|
| Excess Revenue        | \$ 17,937,833 |
| General Fund Reserves | \$ 11,694,711 |

### GENERAL FUND REVENUES

General Fund revenues for Fiscal Year 2007 totaled \$1,054.8 million. This exceeded the Revised Budget of \$1,041.3 million by \$13.5 million. This favorable revenue variance is attributable to higher than expected revenues in the following categories:

- Property Tax- Total Fiscal Year 2007 Property Tax receipts totaled \$360.4 million. Despite being used to partially fund mid-year budget adjustments (see Mid-Year Budget Adjustment Report O-19604, \$10.5 million), this category ended Fiscal Year 2007 \$5.7 million over the revised budget of \$354.7 million.
- Transient Occupancy Tax- General Fund TOT revenues totaled \$80.7 million in Fiscal Year 2007. When compared to the Fiscal Year 2007 Revised Budget of \$72.9 million, a favorable variance of \$7.8 million results.
- Interest and Dividends- Revenue in this category totaled \$10.2 million in Fiscal Year 2007. This exceeded the category's \$7.2 million budget by \$3.0 million.
- Rents and Concessions- Revenue in this category totaled \$35.3 million. Fiscal Year 2007's Year-End Budget Adjustment Report (O-19646) directed a \$1.7 million increase in this category's budget which increased the year-end total revised budget to \$33.2 million, resulting in a favorable variance of \$2.1 million.
- Services and Transfers- General Fund Services and Transfers revenue totaled \$137.8 million in Fiscal Year 2007. This was \$15.8 million more than the \$122.0 million budget. This revenue includes the return of \$10.4 million from the State Route 56 project, as well

as a reimbursement of \$9.2 million for Fiscal Year 2006 General Fund Tobacco Revenue contributed to the Retirement Fund paid on behalf of all City operating funds (budgeted in Revenues from Other Agencies, see discussion below). Once these two items are taken into consideration, this category is \$3.8 million below anticipated amounts.

Underperforming revenue categories include:

- Sales Tax- Revenue in category totaled \$225.8 million in Fiscal Year 2007, falling short of its budget of \$234.9 million and resulting in a \$9.0 million unfavorable variance.
- Property Transfer Taxes- Total Property Transfer Tax revenue for Fiscal Year 2007 was \$9.3 million. An unfavorable variance of \$5.6 million results when compared to the \$14.9 million budget.
- Motor Vehicle License Fees- Revenue in this category totaled \$8.1 million. This was \$1.2 less than the \$9.3 million revised budget.
- Revenues from Other Agencies- Revenue in this category totaled \$11.6 million, which was \$6.0 million less than the \$17.6 million budget. This is attributable to budgeting of the reimbursement of Fiscal Year 2006 Tobacco Revenue (\$9.3 million) in this category, rather than in Services and Transfers where it was recorded. This event also partially explains the favorable variance in the Services and Transfers category (see above). Once this is taken into account, the result is a favorable variance of \$3.3 million, which is primarily due to unanticipated revenue.

Other revenue categories reported close to estimated amounts. A summary table of revenue by category is provided below, but additional information can be found on Schedule 1- General Fund Status of Revenue by Category (see page 16).

**Summary of General Fund Revenues by Category**

| <b>Category</b>                   | <b>Revised Budget</b>   | <b>Actual</b>           | <b>Over/ (Under)<br/>Budget</b> |
|-----------------------------------|-------------------------|-------------------------|---------------------------------|
| Property Tax                      | \$ 354,720,284          | \$ 360,400,407          | \$ 5,680,123                    |
| Safety Sales Tax                  | 8,193,840               | 7,940,313               | (253,527)                       |
| General Fund Sales Tax            | 234,876,334             | 225,841,450             | (9,034,884)                     |
| General Fund TOT                  | 72,862,596              | 80,702,830              | 7,840,234                       |
| Property Transfer Tax             | 14,872,876              | 9,307,713               | (5,565,163)                     |
| Licenses and Permits              | 30,807,479              | 31,478,210              | 670,731                         |
| Fines and Forfeitures             | 35,950,051              | 36,452,196              | 502,145                         |
| Interest and Dividends            | 7,152,875               | 10,151,728              | 2,998,853                       |
| Franchise Fee                     | 64,783,012              | 64,633,832              | (149,180)                       |
| Rents and Concessions             | 33,206,408              | 35,270,989              | 2,064,581                       |
| Motor Vehicle License Fees        | 9,255,341               | 8,101,184               | (1,154,157)                     |
| Revenues from Other Agencies      | 17,620,858              | 11,644,797              | (5,976,061)                     |
| Charges for Current Services      | 32,360,304              | 32,215,495              | (144,809)                       |
| Services and transfers            | 121,993,148             | 137,760,301             | 15,767,153                      |
| Miscellaneous Revenue             | 2,615,525               | 2,911,783               | 296,258                         |
| <b>Total General Fund Revenue</b> | <b>\$ 1,041,270,931</b> | <b>\$ 1,054,813,228</b> | <b>\$ 13,542,297</b>            |

## GENERAL FUND EXPENDITURES

General Fund expenditures and encumbrances totaled \$1,010.9 million in Fiscal Year 2007. This total is \$42.1 million less than the \$1,053.0 million Revised Budget. The table below demonstrates the impact of vacant positions with significant savings in the Personnel Services expenditure categories. These savings are the primary drivers of this favorable expenditure variance.

### Summary of General Fund Expenditures by Category

| Expenditure Category                   | Revised Budget          | Actual                | Encumbrances         | (Over)/ Under        |
|--|-------------------------|-----------------------|----------------------|----------------------|
|  |                         |                       |                      | Budget               |
| Personnel Services                     | \$ 495,779,375          | \$ 461,211,470        | \$ -                 | \$ 34,567,905        |
| Fringe Benefits                        | 253,580,040             | 254,201,849           | -                    | (621,809)            |
| Supplies / Services                    | 229,006,351             | 195,208,239           | 23,574,043           | 10,224,069           |
| Data Processing                        | 32,109,858              | 29,328,720            | 3,775,026            | (993,888)            |
| Energy                                 | 27,039,191              | 29,424,459            | 284,114              | (2,669,382)          |
| Outlay                                 | 15,450,827              | 13,195,796            | 692,968              | 1,562,063            |
| <b>Total General Fund Expenditures</b> | <b>\$ 1,052,965,642</b> | <b>\$ 982,570,533</b> | <b>\$ 28,326,151</b> | <b>\$ 42,068,958</b> |

Budgetary savings were spread over every Business Center. A summary table of expenditures by Business Center is presented below, but departmental-level expenditure information can be found on Schedule 2—General Fund Status of Expenditures (see page 17).

### Summary of General Fund Expenditures by Business Center

| Business Center                        | Revised Budget          | Actual                | Encumbrances         | (Over)/ Under        |
|--|-------------------------|-----------------------|----------------------|----------------------|
|  |                         |                       |                      | Budget               |
| Business and Support Services          | \$ 88,326,006           | \$ 71,196,592         | \$ 2,542,806         | \$ 14,586,608        |
| Community and Legislative Services     | 4,478,322               | 3,986,484             | 126,587              | 365,251              |
| Department of Finance                  | 31,013,141              | 25,832,073            | 802,250              | 4,378,818            |
| Land Use and Economic Development      | 29,986,494              | 26,667,789            | 1,487,042            | 1,831,663            |
| Neighborhood and Customer Services     | 128,536,203             | 122,374,143           | 2,942,331            | 3,219,729            |
| Office of Ethics and Integrity         | 1,194,611               | 967,608               | 119,999              | 107,004              |
| Public Safety and Homeland Security    | 545,448,137             | 530,954,952           | 4,722,504            | 9,770,681            |
| Public Works                           | 162,344,795             | 140,708,540           | 14,922,224           | 6,714,031            |
| Other Mayoral Departments              | 9,368,013               | 9,271,753             | 59,345               | 36,915               |
| Non-Mayoral Departments                | 52,269,920              | 50,610,599            | 601,063              | 1,058,258            |
| <b>Total General Fund Expenditures</b> | <b>\$ 1,052,965,642</b> | <b>\$ 982,570,533</b> | <b>\$ 28,326,151</b> | <b>\$ 42,068,958</b> |

## GENERAL FUND RESERVE CONTRIBUTION

General Fund revenues exceeded expenditures and encumbrances by \$44.0 million in Fiscal Year 2007; this is the amount that will be placed in General Fund Reserves and incorporated into the updated Five-Year Financial Outlook due for release later this calendar year. The relationship between General Fund Revenues and General Fund Expenditures is illustrated in the table below.

|                                 | General Fund     |                        |                      |
|---------------------------------|------------------|------------------------|----------------------|
|                                 | Original         | Revised                | Actuals and          |
|                                 | Adopted Budget   | Budget                 | Encumbrances         |
| Total General Fund Revenues     | \$ 1,023,333,098 | \$ 1,041,270,931       | \$ 1,054,813,228     |
| Total General Fund Expenditures | 1,023,333,098    | 1,052,965,642          | 1,010,896,684        |
| <b>Net Impact</b>               | <b>\$ -</b>      | <b>\$ (11,694,711)</b> | <b>\$ 43,916,544</b> |

## YEAR-END BUDGET ADJUSTMENT REPORT RECONCILIATION

The Department of Finance's Year-End Budget Adjustment Report (Ordinance O-19646) authorized a number of adjustments based on estimates. The primary set of adjustments included an estimated \$4.9 million increase in General Fund expenditure appropriations, as well as an estimated \$1.7 million increase to the General Fund revenue budget. The actual increases in appropriations are detailed in the table below.

### Summary of General Fund Year-End Budget Adjustments

| <b>Appropriations</b>                                      |                                 |                              |                                   |
|--|---------------------------------|------------------------------|-----------------------------------|
| <b>Department</b>  | <b>Estimated<br/>Adjustment</b> | <b>Actual<br/>Adjustment</b> | <b>Over/ (Under)<br/>Estimate</b> |
| San Diego Fire - Rescue                                    | \$ 2,300,000                    | \$ 2,003,000                 | \$ (297,000)                      |
| Citywide Program Expenditures- Deferred Maintenance        | 1,700,000                       | 1,685,210                    | (14,790)                          |
| Citywide Program Expenditures- Special Consulting          | 280,000                         | 280,000                      | -                                 |
| Citywide Program Expenditures- Property Tax Administration | 2,000,000                       | 1,827,643                    | (172,357)                         |
| City Auditor & Comptroller                                 | (1,800,000)                     | (1,827,643)                  | (27,643)                          |
| Customer Services  | 165,000                         | 90,000                       | (75,000)                          |
| Land Use and Economic Development                          | 117,000                         | 111,000                      | (6,000)                           |
| Customer and Neighborhood Services                         | 117,000                         | 125,159                      | 8,159                             |
| Special Projects   | 11,000                          | 69,149                       | 58,149                            |
| Public Works   | 11,000                          | 2,638                        | (8,362)                           |
| Business & Grant Administration                            | -                               | 34,334                       | 34,334                            |
| Tax and Revenue Anticipation Notes                         | -                               | 15,375                       | 15,375                            |
| <b>Total General Fund Appropriation Adjustments</b>        | <b>\$ 4,901,000</b>             | <b>\$ 4,415,865</b>          | <b>\$ (485,135)</b>               |

| <b>Estimated Revenue</b>                            |                                 |                              |                                   |
|---|---------------------------------|------------------------------|-----------------------------------|
| <b>Category</b>                                     | <b>Estimated<br/>Adjustment</b> | <b>Actual<br/>Adjustment</b> | <b>Over/ (Under)<br/>Estimate</b> |
| Rents & Concessions- Mission Bay                    | \$ 1,700,000                    | \$ 1,685,210                 | \$ (14,790)                       |
| Tax and Revenue Anticipation Notes                  | -                               | 15,375                       | 15,375                            |
| <b>Total General Fund Appropriation Adjustments</b> | <b>\$ 1,700,000</b>             | <b>\$ 1,700,585</b>          | <b>\$ 585</b>                     |

Other adjustments authorized by the Year-End Budget Adjustment Report Ordinance (O-19646) include those adjustments "between General Fund departments as necessary where the net transfer does not result in an increase to either department's budget." These transfers are detailed on Schedule 5—General Fund Year-End Inter-Departmental Transfer Summary (see page 21).

Also authorized by this Ordinance (O-19646) are those transactions that "transfer appropriations for costs avoided in one budget unit by an agreement to incur them in another budget unit." However, the City Comptroller's Office did not receive any requests for transfers of this type.

Several requests to carry over budgetary savings into Fiscal Year 2008 were included in the Year-End Budget Adjustment Report Ordinance (O-19646). One was the transfer of available budgetary savings in the Council District offices to the Infrastructure Improvement Fund. The other request was related to Park and Recreation Department projects. The actual amounts transferred are detailed in the table on the following page.

**Summary of General Fund Requested Budget Carryovers**

| <b>Department</b>                    | <b>Estimated Carryover</b> | <b>Actual Carryover</b> | <b>Over/ (Under) Estimate</b> |
|--------------------------------------|----------------------------|-------------------------|-------------------------------|
| Council District 1                   | \$ 58,000                  | \$ 36,839               | \$ (21,161)                   |
| Council District 2                   | 128,000                    | 110,675                 | (17,325)                      |
| Council District 3                   | 28,000                     | 1,836                   | (26,164)                      |
| Council District 4                   | 69,000                     | 40,188                  | (28,812)                      |
| Council District 5                   | 139,000                    | 145,278                 | 6,278                         |
| Council District 6                   | 143,000                    | 129,659                 | (13,341)                      |
| Council District 7                   | 106,000                    | 90,953                  | (15,047)                      |
| Council District 8                   | 16,000                     | 8,297                   | (7,703)                       |
| Park and Recreation Department       | 1,105,000                  | 855,000                 | (250,000)                     |
| <b>Total General Fund Carryovers</b> | <b>\$ 1,792,000</b>        | <b>\$ 1,418,725</b>     | <b>\$ (373,275)</b>           |

***Other Budgeted Funds***

As is customary for the Comptroller's Charter Section 39 Report, a discussion is included for both of the City of San Diego's major enterprise funds: Sewer Funds and Water Department Fund. However, several additional budgeted funds were included in Fiscal Year 2007's Year-End Budget Adjustment Report (O-19646), and are also discussed here. Schedules detailing Other Budgeted Fund Revenues (Schedule 3—Other Budgeted Funds Status of Revenue, see page 19) and Expenditures (Schedule 4—Other Budgeted Funds Status of Expenditures, see page 20) are detailed in the accompanying schedules.

**SEWER FUNDS**

For Fiscal Year 2007, the City of San Diego's Sewer Funds realized revenues totaling \$369.1 million. When compared to the \$333.6 million budget, the result is a \$35.5 million favorable variance.

Sewer Fund expenses totaled \$307.6 million in Fiscal Year 2007. This is \$61.6 million less than the budgeted amount of \$369.2 million.

The Sewer Funds' adopted expense budget (\$369.4 million) exceeds the adopted revenue budget (\$333.6 million) by \$35.9 million. The Sewer Funds are required to include in its annual budget a contingency reserve to enhance its bond creditworthiness profile. This year's contingency reserve was budgeted at \$39.3 million which is the primary cause of the difference between revenue and expense budgets.

|                                 | <b>Sewer Funds</b>             |                        |                             |
|---------------------------------|--------------------------------|------------------------|-----------------------------|
|                                 | <b>Original Adopted Budget</b> | <b>Revised Budget</b>  | <b>Year-to-Date Actuals</b> |
| Total Revenues                  | \$ 333,564,516                 | \$ 333,564,516         | \$ 369,098,514              |
| Total Expenses and Encumbrances | 369,430,740                    | 369,189,314            | 307,617,529                 |
| <b>Net Impact</b>               | <b>\$ (35,866,224)</b>         | <b>\$ (35,624,798)</b> | <b>\$ 61,480,985</b>        |

## **WATER DEPARTMENT FUND**

The City of San Diego's Water Department realized total revenues of \$374.1 million in Fiscal Year 2007. When compared to the budgeted amount of \$378.3 million, the result is an unfavorable revenue variance of \$4.2 million.

Expenses and Encumbrances for the Water Department totaled \$296.6 million, which was \$31.8 million lower than the \$328.4 million expense budget.

The Water Department Fund's adopted revenue budget (\$359.8 million) exceeds the adopted expense budget (\$328.5 million) by approximately \$31.3 million. This difference is primarily due to the inclusion of \$37.3 million in the adopted revenue budget for CIP related bond proceeds. This is partially offset by \$5.2 million of contingency reserves included in the adopted appropriations.

| <b>Water Department Fund</b>    |                            |                      |                         |
|---------------------------------|----------------------------|----------------------|-------------------------|
|                                 | Original<br>Adopted Budget | Revised<br>Budget    | Year-to-Date<br>Actuals |
| Total Revenues                  | \$ 359,825,406             | \$ 378,323,656       | 374,134,432             |
| Total Expenses and Encumbrances | 328,503,930                | 328,364,797          | 296,638,144             |
| <b>Net Impact</b>               | <b>\$ 31,321,476</b>       | <b>\$ 49,958,859</b> | <b>\$ 77,496,288</b>    |

## **CENTRAL STORES INTERNAL SERVICE FUND**

Central Stores Expenditures totaled \$28.7 million in Fiscal Year 2007. This amount exceeded departmental Year-End Budget Adjustment Report (O-19646) expenditure estimates of \$26.5 million. The department's budget was increased by \$2.6 million authorized by Year-End Budget Adjustment Report (O-19646). The adjustment consisted of the specifically directed appropriation increase of \$600,000, as well as an additional \$2.0 million authorized for "unforeseen needs." After making this adjustment, expenditures exceeded the department's Revised Budget by \$400,170. This issue is explored in more detail in the Additional Items of Interest (see page 12) section of this report.

The total revenue received in Fiscal Year 2007 for Central Stores was \$29.2 million. When compared to the \$28.3 million Revised Budget, a favorable revenue variance of \$913,765 results.

## **QUALCOMM STADIUM OPERATING FUND**

The QUALCOMM Stadium Operating Fund's revenues totaled \$15.6 million in Fiscal Year 2007. This was \$59,486 less than the \$15.7 million budgeted. Expenditures and Encumbrances for the year totaled \$13.6 million. This was \$2.4 million less than the Revised Budget of \$16.0 million. An appropriation adjustment of \$150,000 was included in the Year-End Budget Adjustment Report (O-19646); however, this was not necessary given the actual budgetary savings.

## **EQUIPMENT DIVISION OPERATING FUND**

Equipment Division revenues totaled \$31.5 million in Fiscal Year 2007. This exceeded the \$30.7 million budget by \$825,508.

Expenditures for the department totaled \$30.9 million, which exceeded departmental Year-End Budget Adjustment Report (O-19646) expenditures estimates of \$29.8 million. As a result, the Equipment Division's expenditure budget was increased by \$2.9 million consisting of the \$1.9 million specifically directed by the Year-End Budget Adjustment Report (O-19646), as well as an additional \$1.0 million for "unforeseen needs." This increased the department's budget to \$31.2

million; when compared to actuals, the result is a favorable variance of \$343,481. This issue is explored in more detail in the Additional Items of Interest (see page 12) section of this report.

#### **PUBLISHING SERVICES INTERNAL SERVICE FUND**

Total Publishing Services revenue in Fiscal Year 2007 was \$4.4 million. This was \$337,163 less than the \$4.7 million budgeted.

Expenditures totaled \$4.6 million, and a favorable variance of \$224,532 results when compared to the \$4.9 million expenditure budget. An additional \$514,679 of fund equity was appropriated administratively via the authority granted in the Year-End Budget Adjustment Report (O-19646) for “unforeseen needs.” This issue is explored in more detail in the Additional Items of Interest (see page 12) section of this report.

#### **MISSION BAY PARK / REGIONAL PARK IMPROVEMENT FUNDS**

In compliance with the Mission Bay Ordinance (O-19118) and the Year-End Budget Adjustment Report (O-19646) \$842,605 was transferred to both the Mission Bay Improvement Fund and the Regional Park Improvement Fund.

For Fiscal Year 2007, the Mission Bay Improvement Fund received revenues totaling \$2.0 million. This was \$18,168 over the budgeted amount of \$1.9 million. Expenditures and Encumbrances for the year totaled \$10,637, which was less than the budgeted amount of \$1.9 million.

The Regional Park Improvement Fund received revenues totaling \$2.0 million. This was \$11,349 more than the \$1.9 million budgeted. Expenditures and Encumbrances totaled \$195,246 which is \$1.7 million less than the \$1.9 million budgeted.

#### **OTHER MISCELLANEOUS FUNDS**

There were a few budgeted funds that required budgetary adjustments at the end of Fiscal Year 2007 beyond those already discussed in this report. All of which increased appropriations under the authority granted in the Year-End Budget Adjustment Report (O-19646) for “unforeseen needs.” Those adjustments are detailed in the table on the following page; for additional information, please see Other Budgeted Fund Revenues (Schedule 3—Other Budgeted Funds Status of Revenue, page 19) and Expenditures (Schedule 4—Other Budgeted Funds Status of Expenditures, page 20).

**Summary of Other Miscellaneous Funds Year-End Budget Adjustments**

**Appropriations**

| <b>Department</b>                      | <b>Estimated<br/>Adjustment</b> | <b>Actual<br/>Adjustment</b> | <b>Over/ (Under)<br/>Estimate</b> |
|--|---------------------------------|------------------------------|-----------------------------------|
| Transient Occupancy Tax Fund*          | \$ -                            | \$ 142,121                   | \$ 142,121                        |
| Public Art Fund**                      | -                               | 424                          | 424                               |
| Bond Interest and Redemption Fund**    | -                               | 642                          | 642                               |
| Gas Tax Fund**                         | -                               | 5,927                        | 5,927                             |
| City Airport Fund**                    | -                               | 391,963                      | 391,963                           |
| <b>Total Appropriation Adjustments</b> | <b>\$ -</b>                     | <b>\$ 541,077</b>            | <b>\$ 541,077</b>                 |

\* Appropriation increase funded by excess revenue

\*\* Appropriation increase funded by fund balance

**Estimated Revenue**

| <b>Category</b>                        | <b>Estimated<br/>Adjustment</b> | <b>Actual<br/>Adjustment</b> | <b>Over/ (Under)<br/>Estimate</b> |
|--|---------------------------------|------------------------------|-----------------------------------|
| Transient Occupancy Tax Fund           | \$ -                            | \$ 142,121                   | \$ 142,121                        |
| <b>Total Appropriation Adjustments</b> | <b>\$ -</b>                     | <b>\$ 142,121</b>            | <b>\$ 142,121</b>                 |

***Additional Items of Interest***

**INTERNAL SERVICE FUNDS AND BUDGETARY CONTROL**

The function of Internal Service Funds is described by the Government Finance Officers Association (GFOA) in their publication *Governmental Accounting, Auditing, and Financial Reporting* by the following language:

Governments often wish to centralize certain services (for instance, motor pool) and then allocate the cost of those services within the government. In certain cases, these centralized services also may be provided on a cost-reimbursement basis... (Gauthier, 2005, p.23)

Governments benefit from this centralization by the economies of scale created by negotiating as a single, large entity, rather than as smaller, individually operating units. These funds operate entirely as a conduit for their customers, in the case of City of San Diego Internal Service Funds the customers are City of San Diego operating funds. Any expenditure on the part of Internal Services Funds is purely for the benefit of other funds. Therefore, an expenditure is offset by the revenue generated by performing services on behalf of, or selling product to, other funds. This characteristic of Internal Service Funds results in duplicate budgets for these expenditures: once in the customer department and once in the Internal Service Fund.

The Fiscal Year 2007 Appropriations Ordinance (O-19522), adopted expenditure and revenue budgets for Internal Service Funds. In previous years authority was delegated to the City Auditor & Comptroller to administratively appropriate over budget revenue generated by Internal Service Funds to offset the expenditures from which it was generated. However, this authority is not present in the Fiscal Year 2007 Appropriations Ordinance. Absent this authority, any increase to the budgets set by the Ordinance requires City Council authorization. In application, this would effectively require the City Comptroller to hold additional Internal Service Funds expenditures until authorization is granted to increase appropriations.

A five year history of Central Stores is presented in the table below to demonstrate how both revenues and expenditures have both regularly exceeded budgets. One can easily see how much over budget revenue and expenditures are generated through the course of ordinary operation. In Fiscal Year 2007, this trend continued, with the only difference being the City Auditor & Comptroller was not authorized to appropriate this revenue administratively.

**Central Stores Multi-Year Analysis\***

| Revenue                  | 2002                   | 2003                   | 2004                  | 2005                  | 2006                  | 5 Year Total       |
|--------------------------|------------------------|------------------------|-----------------------|-----------------------|-----------------------|--------------------|
| Revised Budget           | \$ 18,813,747          | \$ 18,853,247          | \$ 18,853,247         | \$ 19,204,335         | \$ 19,297,359         |                    |
| Total Revenues           | <u>29,217,274</u>      | <u>29,996,090</u>      | <u>27,149,032</u>     | <u>27,308,245</u>     | <u>27,689,325</u>     | <u>141,359,966</u> |
| <b>Variance</b>          | <b>\$ 10,403,527</b>   | <b>\$ 11,142,843</b>   | <b>\$ 8,295,785</b>   | <b>\$ 8,103,910</b>   | <b>\$ 8,391,966</b>   |                    |
| <b>Expenditures</b>      |                        |                        |                       |                       |                       |                    |
| Revised Budget           | \$ 18,681,450          | \$ 18,902,493          | \$ 18,979,348         | \$ 19,177,036         | \$ 19,272,352         |                    |
| Total Expenditures       | <u>29,375,648</u>      | <u>29,162,490</u>      | <u>26,964,097</u>     | <u>28,160,542</u>     | <u>27,347,616</u>     | <u>141,010,393</u> |
| <b>Variance</b>          | <b>\$ (10,694,198)</b> | <b>\$ (10,259,997)</b> | <b>\$ (7,984,749)</b> | <b>\$ (8,983,506)</b> | <b>\$ (8,075,264)</b> |                    |
| <b>Surplus/(Deficit)</b> | <b>\$ (158,374)</b>    | <b>\$ 833,600</b>      | <b>\$ 184,935</b>     | <b>\$ (852,297)</b>   | <b>\$ 341,709</b>     | <b>\$ 349,573</b>  |

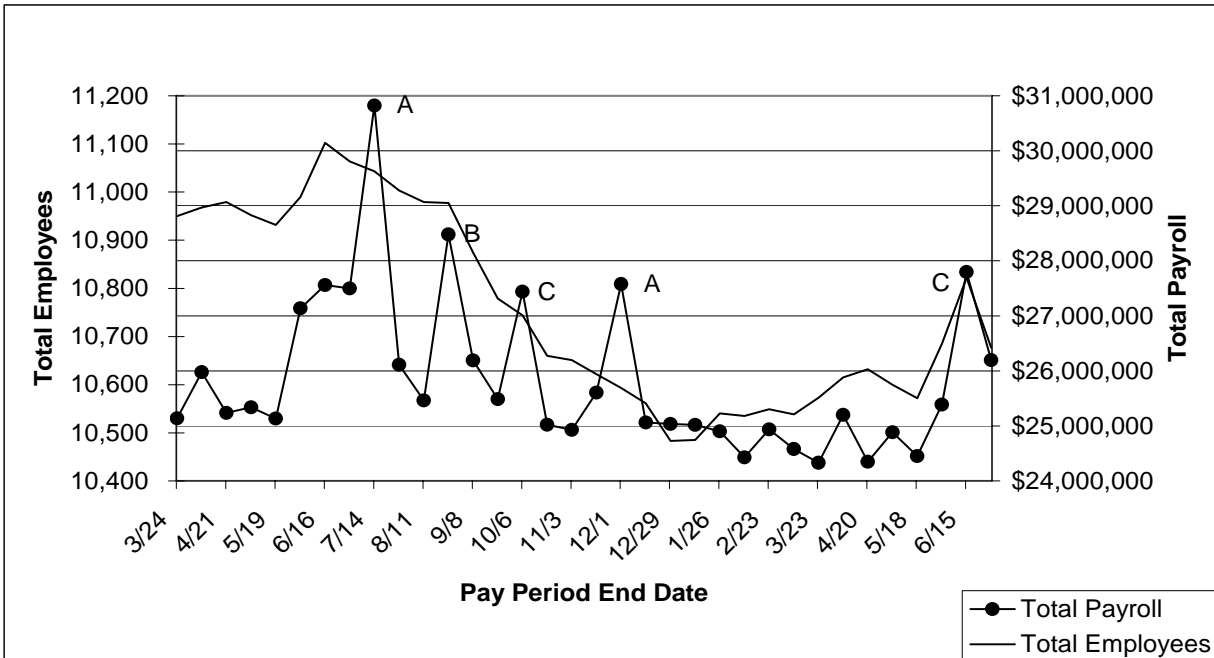
\* Not prepared in accordance with Generally Accepted Accounting Principles

While not relevant to the topic of discussion, there is another interesting point illustrated by this table. Periodically, the rates Internal Service Funds charge their customers are evaluated and changed in order to accurately cover the related expenditures. This is never a precise process, and this chart shows how the rates in effect in Fiscal Year 2003 generated revenues that exceeded expenditures by approximately \$800,000. Due to the timing of the budget process, Internal Service Fund rates are calculated using data from two fiscal years prior. For example, Fiscal Year 2004 rates were calculated using Fiscal Year 2002 actuals. In 2003 rates were set too high, which generated excess revenue. In Fiscal Year 2005 those rates were corrected, and the temporary differences were resolved. These differences only affect the short-term, and over a long period of time, revenues should equal expenditures.

**SUMMARY OF PAYROLL ACTIVITY**

One of the significant functions of the Auditor & Comptroller's Office is the distribution of the City of San Diego's bi-weekly payroll. The graph below represents the trend of total number of employees and total dollar amount of bi-weekly pay over the past several months. While non-recurring activity, such as larger terminal payouts and the cashing out of accumulated annual leave, may distort individual distributions, the trends described below are a reasonable indicator of City staffing levels and payroll obligations. Following the graph is an assortment of relevant payroll statistics including accrued balances owed to employees.

## Payroll Trend Analysis



- A) These spikes in payroll related expenditures are from the cash pay out of unused flexible benefits.
- B) This spike in payroll related expenditures represents the payment of annual uniform allowances.
- C) This spike in payroll related expenditures is from Bid-to-Goal expenses for Sewer Funds and/or Water Department. This affects the total payroll amount, as well as number of employees because former City employees may be eligible for Bid-to-Goal payments.

### Summary of Significant Payroll Statistics

|                        | PPE 07/14/06  | PPE 06/29/07  | Increase / (Decrease) |
|------------------------|---------------|---------------|-----------------------|
| Total Payroll          | \$ 30,822,432 | \$ 26,197,230 | \$ (4,625,202)        |
| Accrued Comp Time      | \$ 3,743,473  | \$ 4,127,026  | \$ 383,553            |
| Accrued Annual Leave   | \$ 82,399,604 | \$ 83,181,517 | \$ 781,913            |
| Accrued Old Sick Leave | \$ 1,033,150  | \$ 751,654    | \$ (281,496)          |
| Total Employees        | 11,043        | 10,677        | (366)                 |

### SUMMARY OF RETIREMENT FUND ADVANCE PAYMENTS / EXPENDITURES

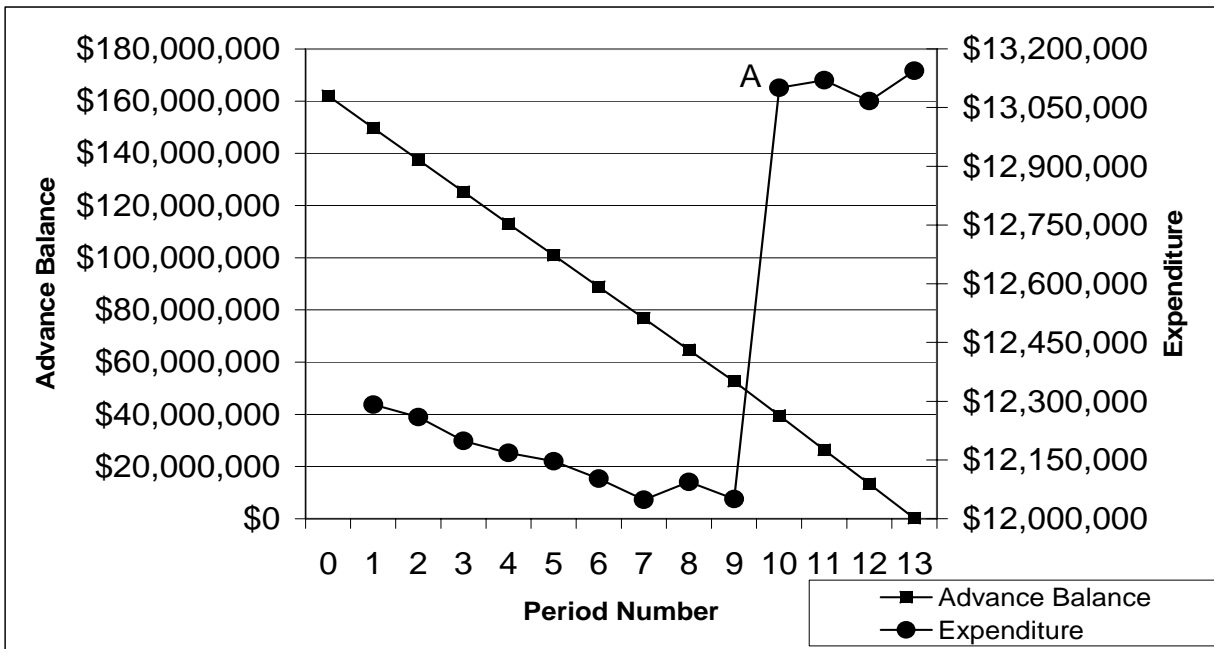
Each fiscal year the City of San Diego is required to make a contribution to the San Diego City Employee Retirement System. For Fiscal Year 2007, the City's required contribution was \$162.0 million which includes the Actuarially Required Contribution as calculated by Cheiron, Inc., as well as an additional budgeted amount. This amount was advanced to the retirement system at the beginning of the fiscal year, so the retirement system could invest the full amount for the entire year. This practice lowers the City's pension related costs by allowing a full year's of investment gains to impact the pension liability. At this time the transaction is booked in the accounting records as a cash advance.

The actuarially required contribution to the retirement system is made each pay period throughout the year based on a predetermined rate. This rate is determined by dividing the year's required contribution by an estimate of pensionable salaries of the current employees of the City of San Diego. Since pensionable salaries are the underlying driver of this expenditure,

the amount contributed varies between pay periods. Occasionally, such as during Period 10 of Fiscal Year 2007 (Point A on the graph on the following page) this rate is evaluated to determine whether the contribution obligation will be met, and the rates adjusted accordingly.

As each pay period's contribution is made, the cash advance balance is decreased by that amount. The relationship between these two events is detailed in the chart below. By year's end the advance is fully offset by total expenditures.

Retirement Contribution Analysis



A) This rapid increase in expenditures was due to the adjustment of retirement contribution rates in Period 10

# City of San Diego Auditor & Comptroller

## General Fund Fiscal Year 2007 Revenue Status Report by Category (Unaudited) For the Period Ending June 30, 2007

|   | Original<br>Adopted Budget | Revised<br>Budget       | Year-to-Date<br>Revenue | Over/(Under)<br>Revised<br>Budget | Variance  |
|---|----------------------------|-------------------------|-------------------------|-----------------------------------|-----------|
| <b>Property Taxes</b>                           | \$ 344,196,284             | \$ 354,720,284          | \$ 360,400,407          | \$ 5,680,123                      | 2%        |
| <b>Safety Sales Taxes</b>                       | 8,193,840                  | 8,193,840               | 7,940,313               | (253,527)                         | -3%       |
| <b>General Fund Sales Taxes</b>                 | 234,876,334                | 234,876,334             | 225,841,450             | (9,034,884)                       | -4%       |
| <b>General Fund TOT<sup>1</sup></b>             | 72,862,596                 | 72,862,596              | 80,702,830              | 7,840,234                         | 11%       |
| <b>Property Transfer Taxes</b>                  | 14,872,876                 | 14,872,876              | 9,307,713               | (5,565,163)                       | -37%      |
| <b>Licenses &amp; Permits</b>                   |                            |                         |                         |                                   |           |
| Business Taxes                                  | 7,312,000                  | 7,312,000               | 7,207,123               | (104,877)                         | -1%       |
| Rental Unit Taxes                               | 6,730,000                  | 6,730,000               | 6,741,769               | 11,769                            | -         |
| Parking Meters                                  | 6,504,315                  | 6,504,315               | 6,661,363               | 157,048                           | 2%        |
| Refuse Collector Business Taxes                 | 1,700,000                  | 1,700,000               | 2,040,560               | 340,560                           | 20%       |
| Other Misc Licenses & Permits                   | 8,561,164                  | 8,561,164               | 8,827,395               | 266,231                           | 3%        |
| <b>Total Licenses &amp; Permits</b>             | 30,807,479                 | 30,807,479              | 31,478,210              | 670,731                           | 2%        |
| <b>Fines &amp; Forfeitures</b>                  |                            |                         |                         |                                   |           |
| Parking Citations                               | 19,453,901                 | 19,453,901              | 18,057,615              | (1,396,286)                       | -7%       |
| Municipal Court                                 | 7,613,809                  | 7,613,809               | 9,178,326               | 1,564,517                         | 21%       |
| Negligent Impound                               | 2,850,000                  | 2,850,000               | 2,983,193               | 133,193                           | 5%        |
| Other Misc Fines & Forfeitures                  | 4,630,256                  | 6,032,341               | 6,233,062               | 200,721                           | 3%        |
| <b>Total Fines &amp; Forfeitures</b>            | 34,547,966                 | 35,950,051              | 36,452,196              | 502,145                           | 1%        |
| <b>Interest &amp; Dividends</b>                 | 3,130,000                  | 7,152,875               | 10,151,728              | 2,998,853                         | 42%       |
| <b>Franchises</b>                               |                            |                         |                         |                                   |           |
| SDG&E   | 38,089,183                 | 38,089,183              | 39,234,525              | 1,145,342                         | 3%        |
| CATV  | 15,844,750                 | 15,844,750              | 15,594,331              | (250,419)                         | -2%       |
| Refuse Collection                               | 10,600,000                 | 10,600,000              | 9,524,293               | (1,075,707)                       | -10%      |
| Other Franchises                                | 249,079                    | 249,079                 | 280,683                 | 31,604                            | 13%       |
| <b>Total Franchises</b>                         | 64,783,012                 | 64,783,012              | 64,633,832              | (149,180)                         | -         |
| <b>Rents and Concessions</b>                    |                            |                         |                         |                                   |           |
| Mission Bay                                     | 24,390,379                 | 26,075,589              | 27,760,799              | 1,685,210                         | 6%        |
| Pueblo Lands                                    | 3,331,758                  | 3,331,758               | 3,295,725               | (36,033)                          | -1%       |
| Other Rents and Concessions                     | 3,799,061                  | 3,799,061               | 4,214,465               | 415,404                           | 11%       |
| <b>Total Rents and Concessions</b>              | 31,521,198                 | 33,206,408              | 35,270,989              | 2,064,581                         | 6%        |
| <b>Motor Vehicle License Fees</b>               | 9,255,341                  | 9,255,341               | 8,101,184               | (1,154,157)                       | -12%      |
| <b>Revenues from Other Agencies</b>             | 17,621,283                 | 17,620,858              | 11,644,797              | (5,976,061)                       | -34%      |
| <b>Charges for Current Services<sup>3</sup></b> | 34,869,261                 | 32,360,304              | 32,215,495              | (144,809)                         | -         |
| <b>Services and Transfers<sup>2</sup></b>       | 119,180,103                | 121,993,148             | 137,760,301             | 15,767,153                        | 13%       |
| <b>Miscellaneous Revenues<sup>2</sup></b>       | 2,615,525                  | 2,615,525               | 2,911,783               | 296,258                           | 11%       |
| <b>Total General Fund Revenues</b>              | <u>\$ 1,023,333,098</u>    | <u>\$ 1,041,270,931</u> | <u>\$ 1,054,813,228</u> | <u>\$ 13,542,297</u>              | <u>1%</u> |

<sup>1</sup> Total City Transient Occupancy Tax budget for Fiscal Year 2007 is \$139 million. The balance is budgeted in the Transient Occupancy Tax Fund.

<sup>2</sup> Actuals revised to reflect revenue deposited into Streets Fund which is no longer in use due to the FY2007 budget restructuring.

<sup>3</sup> Actuals revised to reflect revenue deposited into Diversity Fund and Special Training Fund, which is no longer in use due to the FY2007 budget restructuring.

# City of San Diego Auditor & Comptroller

## General Fund

Fiscal Year 2007 Expenditure Status Report (Unaudited)  
For the Period Ending June 30, 2007

|  | Original<br>Adopted Budget | Revised<br>Budget | Year-to-Date<br>Expenditures | Year-to-Date<br>Encumbrances | (Over)/Under<br>Revised<br>Budget | Variance   |
|--|----------------------------|-------------------|------------------------------|------------------------------|-----------------------------------|------------|
| <b>Business and Support Services</b>       |                            |                   |                              |                              |                                   |            |
| Business and Grant Administration          | \$ 946,237                 | \$ 761,634        | \$ 761,630                   | \$ 4                         | \$ -                              | -          |
| Business Office                            | 1,068,414                  | 1,066,739         | 784,599                      | 147,349                      | 134,791                           | 13%        |
| <b>Citywide Program Expenditures</b>       |                            |                   |                              |                              |                                   |            |
| Assessments to Public Property             | 480,837                    | 521,590           | 521,590                      | -                            | -                                 | -          |
| Deferred Maintenance                       | 12,788,412                 | 14,505,028        | 12,992,031                   | 1,512,997                    | -                                 | -          |
| Elections                                  | 731,636                    | 512,290           | 508,503                      | 3,787                        | -                                 | -          |
| Employee Personal Prop Claims              | -                          | 5,000             | 4,627                        | -                            | 373                               | 7%         |
| Financial Services                         | 115,112                    | 83,181            | 75,533                       | 7,626                        | 22                                | -          |
| Health <sup>3</sup>                        | 16,273                     | 40,262            | 40,262                       | -                            | -                                 | -          |
| Insurance                                  | 2,028,000                  | 1,082,153         | 1,082,152                    | 1                            | -                                 | -          |
| Memberships                                | 705,268                    | 607,000           | 604,573                      | -                            | 2,427                             | -          |
| Office Space                               | 6,983,769                  | 7,036,804         | 6,915,706                    | 121,061                      | 37                                | -          |
| Property Tax Administration                | -                          | 3,027,643         | 3,017,371                    | -                            | 10,272                            | -          |
| Public Liability Claims                    | 10,000,000                 | 19,379,550        | 19,379,550                   | -                            | -                                 | -          |
| Reimbursement to Capital Outlay            | -                          | 14,629            | 14,629                       | -                            | -                                 | -          |
| Reserve Contribution                       | 7,200,097                  | 7,200,097         | -                            | -                            | 7,200,097                         | 100%       |
| Salary Reserve                             | -                          | 3,679,000         | -                            | -                            | 3,679,000                         | 100%       |
| Special Consulting                         | 324,950                    | 1,443,081         | 772,813                      | 215,350                      | 454,918                           | 32%        |
| Special Promotional Programs               | 4,731,181                  | -                 | -                            | -                            | -                                 | -          |
| Transportation Subsidy                     | 278,077                    | 278,077           | 278,000                      | -                            | 77                                | -          |
| Miscellaneous                              | -                          | -                 | -                            | -                            | -                                 | -          |
| <b>Total Citywide Program Expenditures</b> | <b>46,383,612</b>          | <b>59,415,385</b> | <b>46,207,340</b>            | <b>1,860,822</b>             | <b>11,347,223</b>                 | <b>19%</b> |
| Human Resources <sup>2</sup>               | 4,519,030                  | 1,557,605         | 1,379,603                    | 942                          | 177,060                           | 11%        |
| Office of the Chief Information Officer    | 12,594,392                 | 12,333,686        | 11,057,637                   | 155,730                      | 1,120,319                         | 9%         |
| Personnel                                  | 6,991,385                  | 6,991,385         | 6,083,422                    | 247,643                      | 660,320                           | 9%         |
| Purchasing and Contracting                 | 6,057,017                  | 6,199,572         | 4,922,361                    | 130,316                      | 1,146,895                         | 18%        |
| <b>Community and Legislative Services</b>  |                            |                   |                              |                              |                                   |            |
| Community and Legislative Services         | 3,804,389                  | 4,478,322         | 3,986,484                    | 126,587                      | 365,251                           | 8%         |
| <b>Department of Finance</b>               |                            |                   |                              |                              |                                   |            |
| City Auditor and Comptroller               | 13,259,804                 | 11,127,520        | 9,611,303                    | 113,034                      | 1,403,183                         | 13%        |
| City Treasurer                             | 10,089,069                 | 13,929,417        | 11,460,708                   | 674,618                      | 1,794,091                         | 13%        |
| Debt Management                            | 1,775,697                  | 1,775,656         | 1,271,022                    | 14,582                       | 490,052                           | 28%        |
| Department of Finance                      | 201,356                    | 370,979           | 261,924                      | -                            | 109,055                           | 29%        |
| Financial Management                       | 4,052,574                  | 3,809,569         | 3,227,116                    | 16                           | 582,437                           | 15%        |
| <b>Land Use and Economic Development</b>   |                            |                   |                              |                              |                                   |            |
| City Planning and Community Investment     | 6,846,724                  | 7,041,172         | 6,778,848                    | 82,448                       | 179,876                           | 3%         |
| Community and Economic Development         | 10,948,786                 | 11,221,727        | 10,363,143                   | 798,562                      | 60,022                            | 1%         |
| Neighborhood Code Compliance               | 6,708,037                  | 6,702,177         | 5,940,380                    | 92,201                       | 669,596                           | 10%        |
| Real Estate Assets                         | 4,786,795                  | 4,783,360         | 3,348,270                    | 513,831                      | 921,259                           | 19%        |
| Land Use and Economic Development          | -                          | 238,058           | 237,148                      | -                            | 910                               | -          |
| <b>Neighborhood and Customer Services</b>  |                            |                   |                              |                              |                                   |            |
| Customer Services                          | 2,060,780                  | 1,944,820         | 1,885,442                    | 58,531                       | 847                               | -          |
| Neighborhood and Customer Services         | -                          | 379,276           | 379,276                      | -                            | -                                 | -          |
| Library                                    | 38,743,686                 | 38,665,727        | 36,749,216                   | 479,029                      | 1,437,482                         | 4%         |
| Park and Recreation                        | 84,140,359                 | 86,810,979        | 82,655,909                   | 2,373,670                    | 1,781,400                         | 2%         |
| Special Projects                           | 1,142,888                  | 735,401           | 704,300                      | 31,101                       | -                                 | -          |
| <b>Office of Ethics and Integrity</b>      |                            |                   |                              |                              |                                   |            |
| Office of Ethics and Integrity             | 1,194,683                  | 1,194,611         | 967,608                      | 119,999                      | 107,004                           | 9%         |
| <b>Public Safety and Homeland Security</b> |                            |                   |                              |                              |                                   |            |
| Family Justice Center                      | 670,728                    | 670,534           | 617,368                      | 17,298                       | 35,868                            | 5%         |
| Office of Homeland Security                | 1,562,766                  | 1,562,609         | 1,075,606                    | 182                          | 486,820                           | 31%        |
| Police                                     | 360,134,725                | 365,851,392       | 353,354,294                  | 3,572,538                    | 8,924,561                         | 2%         |
| Public Safety                              | 2,227,970                  | 2,334,807         | 1,943,494                    | 17,146                       | 374,167                           | 16%        |
| San Diego Fire-Rescue                      | 169,509,660                | 175,028,795       | 173,964,190                  | 1,115,340                    | (50,735)                          | -          |

# City of San Diego Auditor & Comptroller

## General Fund Fiscal Year 2007 Expenditure Status Report (Unaudited) For the Period Ending June 30, 2007

|   | Original<br>Adopted Budget | Revised<br>Budget       | Year-to-Date<br>Expenditures | Year-to-Date<br>Encumbrances | (Over)/Under<br>Revised<br>Budget | Variance  |
|---|----------------------------|-------------------------|------------------------------|------------------------------|-----------------------------------|-----------|
| <b>Public Works</b>                           |                            |                         |                              |                              |                                   |           |
| Engineering and Capital Projects              | 35,241,744                 | 35,079,318              | 30,498,230                   | 762,170                      | 3,818,918                         | 11%       |
| Environmental Services                        | 38,222,681                 | 39,870,393              | 37,943,355                   | 404,088                      | 1,522,950                         | 4%        |
| General Services <sup>1</sup>                 | 76,266,775                 | 73,378,136              | 64,123,952                   | 8,113,418                    | 1,140,766                         | 2%        |
| Storm Water Pollution Prevention <sup>4</sup> | 13,561,608                 | 13,569,673              | 7,695,728                    | 5,642,548                    | 231,397                           | 2%        |
| Total General Services                        | <u>89,828,383</u>          | <u>86,947,809</u>       | <u>71,819,680</u>            | <u>13,755,966</u>            | <u>1,372,163</u>                  | <u>2%</u> |
| Public Works                                  | 190,520                    | 447,275                 | 447,275                      | -                            | -                                 | -         |
| <b>Other</b>                                  |                            |                         |                              |                              |                                   |           |
| Chief Operating Officer                       | 2,982,629                  | 2,980,116               | 2,955,085                    | 15                           | 25,016                            | 1%        |
| Mayor   | 228,658                    | 242,522                 | 230,620                      | 2                            | 11,900                            | 5%        |
| Tax and Revenue Anticipation Notes            | 2,130,000                  | 6,145,375               | 6,086,048                    | 59,328                       | (1)                               | -         |
| <b>Non-Mayoral</b>                            |                            |                         |                              |                              |                                   |           |
| City Attorney                                 | 36,205,158                 | 36,388,158              | 35,521,900                   | 445,455                      | 420,803                           | 1%        |
| City Clerk                                    | 4,124,544                  | 4,124,544               | 3,909,795                    | 34,831                       | 179,918                           | 4%        |
| City Council - District 1                     | 990,000                    | 990,000                 | 978,013                      | 11,987                       | -                                 | -         |
| City Council - District 2                     | 990,000                    | 990,000                 | 990,000                      | -                            | -                                 | -         |
| City Council - District 3                     | 990,000                    | 990,000                 | 990,000                      | -                            | -                                 | -         |
| City Council - District 4                     | 990,000                    | 990,000                 | 990,000                      | -                            | -                                 | -         |
| City Council - District 5                     | 990,000                    | 990,000                 | 989,662                      | 338                          | -                                 | -         |
| City Council - District 6                     | 990,000                    | 990,000                 | 990,000                      | -                            | -                                 | -         |
| City Council - District 7                     | 990,000                    | 990,000                 | 989,113                      | 887                          | -                                 | -         |
| City Council - District 8                     | 990,000                    | 990,000                 | 990,000                      | -                            | -                                 | -         |
| Council Administration                        | 2,828,833                  | 2,828,833               | 2,640,968                    | 97,254                       | 90,611                            | 3%        |
| Ethics Commission                             | 1,008,385                  | 1,008,385               | 631,148                      | 10,311                       | 366,926                           | 36%       |
| Miscellaneous                                 | -                          | -                       | -                            | -                            | -                                 | -         |
| <b>Total General Fund Expenditures</b>        | <u>\$ 1,023,333,098</u>    | <u>\$ 1,052,965,642</u> | <u>\$ 982,570,533</u>        | <u>\$ 28,326,151</u>         | <u>\$ 42,068,958</u>              | <u>4%</u> |

<sup>1</sup> Actuals revised to reflect expenditures charged to Streets Fund which is no longer in use due to the FY2007 budget restructuring.

<sup>2</sup> Actuals revised to reflect expenditures charged to Diversity and Special Training Funds which is no longer in use due to the FY2007 budget restructuring.

<sup>3</sup> Expenditures in this Citywide Program are for un-allocable public health costs such as beach monitoring and vector control.

<sup>4</sup> Stormwater Department was transferred from MWWD to General Services as directed by Mid-Year Report (O-19604).

# City of San Diego Auditor & Comptroller

## Other Budgeted Funds Fiscal Year 2007 Revenue Status Report (Unaudited) For the Period Ending June 30, 2007

|  | Original<br>Adopted Budget | Revised<br>Budget | Year-to-Date<br>Revenue | Over/(Under)<br>Revised<br>Budget | Variance |
|--|----------------------------|-------------------|-------------------------|-----------------------------------|----------|
| <b>Business and Support Services</b>       |                            |                   |                         |                                   |          |
| Information Technology Fund                | \$ 10,202,940              | \$ 10,202,940     | \$ 10,084,688           | \$ (118,252)                      | -1%      |
| Risk Management Administration Fund        | 12,138,162                 | 12,138,162        | 11,765,590              | (372,572)                         | -3%      |
| <b>Department of Finance</b>               |                            |                   |                         |                                   |          |
| Central Stores Internal Service Fund       | 19,297,359                 | 28,297,359        | 29,211,124              | 913,765                           | 3%       |
| Special Districts Fund                     | 912,279                    | 912,279           | 645,269                 | (267,010)                         | -29%     |
| <b>Land Use and Economic Development</b>   |                            |                   |                         |                                   |          |
| City Airport Fund                          | 4,101,195                  | 4,101,195         | 5,725,950               | 1,624,755                         | 40%      |
| Development Services Enterprise Fund       | 62,540,157                 | 62,540,157        | 50,437,555              | (12,102,602)                      | -19%     |
| Facilities Financing Fund                  | 2,291,978                  | 2,291,978         | 2,163,549               | (128,429)                         | -6%      |
| Municipal Parking Garages Fund             | 3,187,248                  | 3,187,248         | 3,220,519               | 33,271                            | 1%       |
| PETCO Park Fund                            | 20,670,999                 | 20,670,999        | 20,570,753              | (100,246)                         | -        |
| QUALCOMM Stadium Operating Fund            | 15,681,009                 | 15,681,009        | 15,621,523              | (59,486)                          | -        |
| Redevelopment Fund                         | 3,196,637                  | 3,196,637         | 2,329,182               | (867,455)                         | -27%     |
| Solid Waste Local Enforcement Agency Fund  | 846,028                    | 846,028           | 711,358                 | (134,670)                         | -16%     |
| <b>Neighborhood and Customer Services</b>  |                            |                   |                         |                                   |          |
| Environmental Growth Fund 1/3              | 3,868,801                  | 3,868,801         | 4,482,375               | 613,574                           | 16%      |
| Environmental Growth Fund 2/3              | 7,684,103                  | 7,684,103         | 8,980,917               | 1,296,814                         | 17%      |
| Golf Course Enterprise Fund                | 12,167,000                 | 12,567,000        | 17,158,719              | 4,591,719                         | 37%      |
| Library Grants Fund                        | 514,346                    | 514,346           | 762,574                 | 248,228                           | 48%      |
| Los Penasquitos Canyon Preserve Fund       | 176,000                    | 176,000           | 200,978                 | 24,978                            | 14%      |
| Open Space Park Facilities Fund            | 491,800                    | 491,800           | 728,612                 | 236,812                           | 48%      |
| Public Art Fund                            | 30,000                     | 30,000            | 30,000                  | -                                 | -        |
| <b>Public Safety and Homeland Security</b> |                            |                   |                         |                                   |          |
| Emergency Medical Services Fund            | 8,138,153                  | 8,138,153         | 7,452,745               | (685,408)                         | -8%      |
| Fire and Lifeguard Facilities Fund         | 1,629,458                  | 1,629,458         | 1,643,033               | 13,575                            | 1%       |
| Police Decentralization Fund               | 9,060,507                  | 9,060,507         | 9,060,507               | -                                 | -        |
| Seized and Forfeited Assets Funds          | 2,540,000                  | 2,540,000         | 3,891,384               | 1,351,384                         | 53%      |
| Unlicensed Driver Vehicle Impound Fees     | 1,200,000                  | 1,200,000         | 1,166,153               | (33,847)                          | -3%      |
| <b>Public Works</b>                        |                            |                   |                         |                                   |          |
| E&CP-Water/Wastewater Fund                 | 25,429,887                 | 25,490,431        | 18,079,853              | (7,410,578)                       | -29%     |
| Energy Conservation Program Fund           | 2,010,985                  | 2,010,985         | 2,193,514               | 182,529                           | 9%       |
| Equipment Operating Fund                   | 28,795,587                 | 30,695,587        | 31,521,095              | 825,508                           | 3%       |
| Equipment Replacement Fund                 | 21,060,429                 | 22,870,184        | 28,640,572              | 5,770,388                         | 25%      |
| Publishing Services Internal Fund          | 4,749,298                  | 4,749,298         | 4,412,135               | (337,163)                         | -7%      |
| Recycling Fund                             | 19,511,503                 | 19,511,503        | 21,226,666              | 1,715,163                         | 9%       |
| Refuse Disposal Funds                      | 37,303,649                 | 37,303,649        | 41,217,257              | 3,913,608                         | 10%      |
| Sewer Funds                                | 333,564,516                | 333,564,516       | 369,098,514             | 35,533,998                        | 11%      |
| Utilities Undergrounding Program Fund      | 42,347,124                 | 1,625,765         | 1,062,274               | (563,491)                         | -35%     |
| Water Department Fund                      | 359,825,406                | 378,323,656       | 374,134,432             | (4,189,224)                       | -1%      |
| <b>Other</b>                               |                            |                   |                         |                                   |          |
| AB 2928 - Transportation Relief Fund       | 5,000,000                  | 5,000,000         | 948,992                 | (4,051,008)                       | -81%     |
| Balboa Park/Mission Bay Park Imprv Funds   | 6,948,990                  | 6,948,990         | 6,948,990               | -                                 | -        |
| Bond Interest and Redemption Fund          | 2,408,931                  | 2,408,931         | 2,356,434               | (52,497)                          | -2%      |
| Convention Center Complex Funds            | 14,148,836                 | 14,148,836        | 14,317,975              | 169,139                           | 1%       |
| Gas Tax Fund                               | 24,117,687                 | 24,117,687        | 22,632,384              | (1,485,303)                       | -6%      |
| Mission Bay Improvements Fund              | 1,097,595                  | 1,940,200         | 1,958,368               | 18,168                            | 1%       |
| Regional Park Improvements Fund            | 1,097,595                  | 1,940,200         | 1,951,549               | 11,349                            | 1%       |
| Storm Drain Fund                           | 6,046,746                  | 6,046,746         | 5,857,403               | (189,343)                         | -3%      |
| TOT - Convention Center Fund               | 4,339,198                  | 4,339,198         | 4,312,816               | (26,382)                          | -1%      |
| Transient Occupancy Tax Fund               | 71,082,902                 | 71,225,023        | 72,943,800              | 1,718,777                         | 2%       |
| TransNet (1/2% Sales Tax) Fund             | 42,327,539                 | 35,146,105        | 34,196,202              | (949,903)                         | -3%      |
| Trolley Extension Reserve Fund             | 4,079,172                  | 4,079,172         | 4,207,506               | 128,334                           | 3%       |
| Zoological Exhibits Fund                   | 7,676,765                  | 8,423,463         | 8,479,043               | 55,580                            | 1%       |

# City of San Diego Auditor & Comptroller

## Other Budgeted Funds Fiscal Year 2007 Expenditure Status Report (Unaudited) For the Period Ending June 30, 2007

|  | Original<br>Adopted Budget | Revised<br>Budget | Year-to-Date<br>Expense/<br>Expenditure | Encumbrances | (Over)/Under<br>Revised<br>Budget | Variance |
|--|----------------------------|-------------------|---|--------------|-----------------------------------|----------|
| <b>Business and Support Services</b>               |                            |                   |   |              |                                   |          |
| Information Technology Fund                        | \$ 9,903,308               | \$ 10,132,752     | \$ 9,010,398                            | \$ 134,098   | \$ 988,256                        | 10%      |
| Risk Management Administration Fund                | 9,968,285                  | 13,062,848        | 7,877,123                               | 246,605      | 4,939,120                         | 38%      |
| <b>Department of Finance</b>                       |                            |                   |   |              |                                   |          |
| Central Stores Internal Service Fund               | 18,697,055                 | 28,297,055        | 28,697,225                              | -            | (400,170)                         | -1%      |
| Special Districts Fund                             | 874,126                    | 874,126           | 674,785                                 | -            | 199,341                           | 23%      |
| <b>Land Use and Economic Development</b>           |                            |                   |   |              |                                   |          |
| City Airport Fund                                  | 3,140,032                  | 3,140,032         | 2,409,450                               | 334,095      | 396,487                           | 13%      |
| Development Services Enterprise Fund               | 61,329,364                 | 61,209,050        | 53,250,408                              | 397,398      | 7,561,244                         | 12%      |
| Facilities Financing Fund                          | 2,574,898                  | 2,574,898         | 2,257,012                               | 736          | 317,150                           | 12%      |
| Municipal Parking Garages Fund                     | 2,817,033                  | 2,817,033         | 1,878,557                               | 268,066      | 670,410                           | 24%      |
| PETCO Park Fund                                    | 21,346,751                 | 21,346,751        | 18,578,868                              | 162,752      | 2,605,131                         | 12%      |
| QUALCOMM Stadium Operating Fund                    | 15,993,008                 | 15,999,008        | 13,162,379                              | 450,590      | 2,386,039                         | 15%      |
| Redevelopment Fund                                 | 3,191,965                  | 3,191,965         | 3,033,362                               | 9,681        | 148,922                           | 5%       |
| Solid Waste Local Enforcement Agency Fund          | 900,574                    | 900,574           | 581,016                                 | 76,621       | 242,937                           | 27%      |
| <b>Neighborhood and Customer Services</b>          |                            |                   |   |              |                                   |          |
| Environmental Growth Fund 1/3                      | 4,153,319                  | 4,153,319         | 3,964,758                               | 27,806       | 160,755                           | 4%       |
| Environmental Growth Fund 2/3                      | 10,317,191                 | 10,315,000        | 8,545,012                               | 199,363      | 1,570,625                         | 15%      |
| Golf Course Enterprise Fund                        | 11,690,024                 | 12,481,987        | 12,014,164                              | 149,413      | 318,410                           | 3%       |
| Library Grants Fund                                | 681,048                    | 681,048           | 547,183                                 | 1,000        | 132,865                           | 20%      |
| Los Penasquitos Canyon Preserve Fund               | 213,866                    | 213,866           | 191,626                                 | -            | 22,240                            | 10%      |
| Open Space Park Facilities Fund                    | 438,300                    | 438,300           | 438,300                                 | -            | -                                 | -        |
| Public Art Fund                                    | 30,000                     | 30,424            | 25,224                                  | 5,200        | -                                 | -        |
| <b>Public Safety and Homeland Security</b>         |                            |                   |   |              |                                   |          |
| Emergency Medical Services Fund                    | 8,400,188                  | 8,400,188         | 6,551,429                               | 130,828      | 1,717,931                         | 20%      |
| Fire and Lifeguard Facilities Fund                 | 1,703,135                  | 1,703,135         | 1,642,315                               | -            | 60,820                            | 4%       |
| Police Decentralization Fund                       | 9,110,663                  | 9,110,663         | 7,986,899                               | -            | 1,123,764                         | 12%      |
| Seized and Forfeited Assets Funds                  | 3,088,282                  | 3,088,282         | 2,497,709                               | 137,917      | 452,656                           | 15%      |
| Unlicensed Driver Vehicle Impound Fees             | 1,387,904                  | 1,387,904         | 936,221                                 | 1,427        | 450,256                           | 32%      |
| <b>Public Works</b>                                |                            |                   |   |              |                                   |          |
| E&CP-Water/Wastewater Fund                         | 25,429,887                 | 25,490,431        | 19,885,358                              | 404,851      | 5,200,222                         | 20%      |
| Energy Conservation Program Fund                   | 2,010,985                  | 2,010,985         | 1,430,947                               | 149,852      | 430,186                           | 21%      |
| Equipment Operating Fund                           | 28,281,481                 | 31,199,937        | 30,856,456                              | -            | 343,481                           | 1%       |
| Equipment Replacement Fund                         | 23,406,065                 | 29,903,814        | 12,635,351                              | 7,848,578    | 9,419,885                         | 32%      |
| Publishing Services Internal Fund                  | 4,355,101                  | 4,869,780         | 4,645,248                               | -            | 224,532                           | 5%       |
| Recycling Fund                                     | 24,452,777                 | 24,452,777        | 20,573,537                              | 546,757      | 3,332,483                         | 14%      |
| Refuse Disposal Funds                              | 36,466,880                 | 35,477,508        | 26,559,487                              | 3,239,001    | 5,679,020                         | 16%      |
| Sewer Funds  | 369,430,740                | 369,189,314       | 279,122,936                             | 28,494,593   | 61,571,784                        | 17%      |
| Utilities Undergrounding Program Fund <sup>1</sup> | 1,536,964                  | 3,536,964         | 3,241,541                               | 114          | 295,309                           | 8%       |
| Water Department Fund                              | 328,503,930                | 328,364,797       | 275,552,054                             | 21,086,090   | 31,726,653                        | 10%      |
| <b>Other</b>                                       |                            |                   |   |              |                                   |          |
| AB 2928 - Transportation Relief Fund               | 5,000,000                  | 15,341,895        | 11,885,852                              | 3,109,782    | 346,261                           | 2%       |
| Balboa Park/Mission Bay Park Imprv Funds           | 6,948,990                  | 6,948,990         | 6,865,312                               | 24,238       | 59,440                            | 1%       |
| Bond Interest and Redemption Fund                  | 2,329,935                  | 2,330,577         | 2,330,577                               | -            | -                                 | -        |
| Convention Center Complex Funds                    | 14,357,394                 | 14,357,394        | 13,953,674                              | 46,827       | 356,893                           | 2%       |
| Gas Tax Fund                                       | 24,117,687                 | 24,123,614        | 24,123,614                              | -            | -                                 | -        |
| Mission Bay Improvements Fund                      | 1,097,595                  | 1,940,200         | 8,082                                   | 2,555        | 1,929,563                         | 99%      |
| Regional Park Improvements Fund                    | 1,097,595                  | 1,940,200         | 195,246                                 | -            | 1,744,954                         | 90%      |
| Storm Drain Fund                                   | 6,046,746                  | 6,046,746         | 5,935,808                               | -            | 110,938                           | 2%       |
| TOT - Convention Center Fund                       | 9,393,644                  | 9,393,644         | 4,339,837                               | 999,285      | 4,054,522                         | 43%      |
| Transient Occupancy Tax Fund                       | 71,092,554                 | 71,234,675        | 68,201,590                              | 3,033,085    | -                                 | -        |
| TransNet (1/2% Sales Tax) Fund                     | 58,942,099                 | 51,710,665        | 20,958,058                              | 6,371,786    | 24,380,821                        | 47%      |
| Trolley Extension Reserve Fund                     | 4,113,932                  | 4,113,932         | 3,678,590                               | -            | 435,342                           | 11%      |
| Zoological Exhibits Fund                           | 7,676,765                  | 8,423,463         | 8,400,000                               | -            | 23,463                            | -        |

**City of San Diego**  
**Auditor & Comptroller**  
 General Fund Inter-Departmental Transfer Summary  
 For the Period Ending June 30, 2007

| FROM DEPARTMENT                | AMOUNT    | TO DEPARTMENT                  | AMOUNT    | CATEGORY            |
|--------------------------------|-----------|--------------------------------|-----------|---------------------|
| Council District 1             | \$ 47,594 | Citywide                       | \$ 47,594 | Salaries & Wages    |
| Citywide                       | 47,594    | Council District 1             | 47,594    | Supplies & Services |
| Council District 1             | 486       | Library Department             | 486       | Salaries & Wages    |
| Library Department             | 486       | Council District 1             | 486       | Supplies & Services |
| Council District 3             | 6,601     | Citywide                       | 6,601     | Salaries & Wages    |
| Citywide                       | 6,601     | Council District 3             | 6,601     | Supplies & Services |
| Council District 3             | 120       | Auditor & Comptroller          | 120       | Salaries & Wages    |
| Auditor & Comptroller          | 120       | Council District 3             | 120       | Supplies & Services |
| Council District 4             | 19,834    | Citywide                       | 19,834    | Salaries & Wages    |
| Citywide                       | 19,834    | Council District 4             | 19,834    | Supplies & Services |
| Council District 5             | 70,517    | Citywide                       | 70,517    | Salaries & Wages    |
| Citywide                       | 70,517    | Council District 5             | 70,517    | Supplies & Services |
| Council District 6             | 17,756    | Citywide                       | 17,756    | Salaries & Wages    |
| Citywide                       | 17,756    | Council District 6             | 17,756    | Supplies & Services |
| Council District 7             | 39,692    | Citywide                       | 39,692    | Salaries & Wages    |
| Citywide                       | 39,692    | Council District 7             | 39,692    | Supplies & Services |
| Chief Operating Officer        | 58,861    | Citywide                       | 58,861    | Salaries & Wages    |
| Citywide                       | 58,861    | Chief Operating Officer        | 58,861    | Supplies & Services |
| City Attorney                  | 249,501   | Citywide                       | 249,501   | Salaries & Wages    |
| Citywide                       | 249,501   | City Attorney                  | 249,501   | Supplies & Services |
| Planning                       | 27,160    | Citywide                       | 27,160    | Salaries & Wages    |
| Citywide                       | 27,160    | Planning                       | 27,160    | Supplies & Services |
| Police Department              | 2,655,784 | Citywide                       | 2,655,784 | Salaries & Wages    |
| Citywide                       | 2,655,784 | Police Department              | 2,655,784 | Supplies & Services |
| Library Department             | 5,212     | Citywide                       | 5,212     | Salaries & Wages    |
| Citywide                       | 5,212     | Library Department             | 5,212     | Supplies & Services |
| Library Department             | 1,006,534 | Refuse Collection              | 1,006,534 | Salaries & Wages    |
| Refuse Collection              | 1,006,534 | Library Department             | 1,006,534 | Supplies & Services |
| Library Department             | 426,070   | Engineering & Capital Projects | 426,070   | Salaries & Wages    |
| Engineering & Capital Projects | 426,070   | Library Department             | 426,070   | Supplies & Services |
| Library Department             | 11,456    | Comm. & Legislative Serv.      | 11,456    | Salaries & Wages    |
| Comm. & Legislative Serv.      | 11,456    | Library Department             | 11,456    | Supplies & Services |
| Parks & Recreation             | 1,359,778 | Citywide                       | 1,359,778 | Salaries & Wages    |
| Citywide                       | 1,359,778 | Parks & Recreation             | 1,359,778 | Supplies & Services |
| General Services               | 1,679,115 | Citywide                       | 1,679,115 | Salaries & Wages    |
| Citywide                       | 1,679,115 | General Services               | 1,939,820 | Supplies & Services |
| Office of CIO                  | 260,706   |                                |           |                     |
| General Services               | 1,192,856 | Citywide                       | 1,192,856 | Salaries & Wages    |
| Citywide                       | 1,192,856 | General Services               | 1,192,856 | Supplies & Services |
| Citywide                       | 1,334,344 | City Treasurer                 | 1,334,344 | Salaries & Wages    |
| City Treasurer                 | 1,334,344 | Citywide                       | 1,334,344 | Supplies & Services |
| Fire & Life Safety Dept.       | 351,026   | Public Safety                  | 351,026   | Salaries & Wages    |
| Public Safety                  | 351,026   | Fire & Life Safety Dept.       | 351,026   | Supplies & Services |

| FROM DEPARTMENT                | AMOUNT     | TO DEPARTMENT                  | AMOUNT     | CATEGORY            |
|--------------------------------|------------|--------------------------------|------------|---------------------|
| Fire & Life Safety Dept.       | \$ 508,108 | Engineering & Capital Projects | \$ 508,108 | Salaries & Wages    |
| Engineering & Capital Projects | 508,108    | Fire & Life Safety Dept.       | 508,108    | Supplies & Services |
| Citywide                       | 104,000    | Human Resources                | 104,000    | Salaries & Wages    |
| Human Resources                | 104,000    | Citywide                       | 104,000    | Supplies & Services |
| Citywide                       | 412,000    | Real Estate Assets             | 412,000    | Salaries & Wages    |
| Real Estate Assets             | 412,000    | Citywide                       | 412,000    | Supplies & Services |
| Citywide                       | 134,000    | Office of Homeland Security    | 134,000    | Salaries & Wages    |
| Office of Homeland Security    | 134,000    | Citywide                       | 134,000    | Supplies & Services |
| Chief Operating Officer        | 598        | Library Department             | 598        | Salaries & Wages    |
| Library Department             | 598        | Chief Operating Officer        | 598        | Supplies & Services |
| Economic Development           | 419,849    | Library Department             | 419,849    | Salaries & Wages    |
| Library Department             | 419,849    | Economic Development           | 419,849    | Supplies & Services |
| City Attorney                  | 186,475    | Library Department             | 186,475    | Salaries & Wages    |
| Library Department             | 186,475    | City Attorney                  | 186,475    | Supplies & Services |
| City Treasurer                 | 95,539     | Library Department             | 95,539     | Salaries & Wages    |
| Library Department             | 95,539     | City Treasurer                 | 95,539     | Supplies & Services |
| Human Resources                | 821        | Library Department             | 821        | Salaries & Wages    |
| Library Department             | 821        | Human Resources                | 821        | Supplies & Services |
| Planning Department            | 1,619      | Library Department             | 1,619      | Salaries & Wages    |
| Library Department             | 1,619      | Planning Department            | 1,619      | Supplies & Services |
| Real Estate Assets             | 1,526      | Library Department             | 1,526      | Salaries & Wages    |
| Library Department             | 1,526      | Real Estate Assets             | 1,526      | Supplies & Services |
| Police Department              | 64,900     | Library Department             | 64,900     | Salaries & Wages    |
| Library Department             | 64,900     | Police Department              | 64,900     | Supplies & Services |
| Fire & Life Safety Dept.       | 35,350     | Library Department             | 35,350     | Salaries & Wages    |
| Library Department             | 35,350     | Fire & Life Safety Dept.       | 35,350     | Supplies & Services |
| Public Works                   | 174        | Library Department             | 174        | Salaries & Wages    |
| Library Department             | 174        | Public Works                   | 174        | Supplies & Services |
| Public Safety                  | 6          | Library Department             | 6          | Salaries & Wages    |
| Library Department             | 6          | Public Safety                  | 6          | Supplies & Services |
| General Services               | 1,365      | Library Department             | 1,365      | Salaries & Wages    |
| Library Department             | 1,365      | General Services               | 1,365      | Supplies & Services |

# City of San Diego Auditor & Comptroller

## General Fund

Fiscal Year 2007 Projected Versus Actual Revenue (Unaudited)  
For the Period Ending June 30, 2007

|                                      | Projected<br>Revenues   | Actual Revenues         | Over/(Under)<br>Projection | Variance  |
|--------------------------------------|-------------------------|-------------------------|----------------------------|-----------|
| <b>Property Taxes</b>                | \$ 363,590,651          | \$ 360,400,407          | \$ (3,190,244)             | -1%       |
| <b>Safety Sales Taxes</b>            | 8,089,171               | 7,940,313               | (148,858)                  | -2%       |
| <b>General Fund Sales Taxes</b>      | 227,928,436             | 225,841,450             | (2,086,986)                | -1%       |
| <b>General Fund TOT</b>              | 78,854,889              | 80,702,830              | 1,847,941                  | 2%        |
| <b>Property Transfer Taxes</b>       | 8,425,023               | 9,307,713               | 882,690                    | 10%       |
| <b>Licenses &amp; Permits</b>        |                         |                         |                            |           |
| Business Taxes                       | 6,896,000               | 7,207,123               | 311,123                    | 5%        |
| Rental Unit Taxes                    | 7,461,000               | 6,741,769               | (719,231)                  | -10%      |
| Parking Meters                       | 6,430,315               | 6,661,363               | 231,048                    | 4%        |
| Refuse Collector Business Taxes      | 1,982,000               | 2,040,560               | 58,560                     | 3%        |
| Other Misc Licenses & Permits        | 8,587,164               | 8,827,395               | 240,231                    | 3%        |
| <b>Total Licenses &amp; Permits</b>  | 31,356,479              | 31,478,210              | 121,731                    | -         |
| <b>Fines &amp; Forfeitures</b>       |                         |                         |                            |           |
| Parking Citations                    | 17,953,901              | 18,057,615              | 103,714                    | 1%        |
| Municipal Court                      | 7,986,809               | 9,178,326               | 1,191,517                  | 15%       |
| Negligent Impound                    | 2,903,000               | 2,983,193               | 80,193                     | 3%        |
| Other Misc Fines & Forfeitures       | 7,397,341               | 6,233,062               | (1,164,279)                | -16%      |
| <b>Total Fines &amp; Forfeitures</b> | 36,241,051              | 36,452,196              | 211,145                    | 1%        |
| <b>Interest &amp; Dividends</b>      | 8,130,000               | 10,151,728              | 2,021,728                  | 25%       |
| <b>Franchises</b>                    |                         |                         |                            |           |
| SDG&E                                | 39,204,564              | 39,234,525              | 29,961                     | -         |
| CATV                                 | 15,630,712              | 15,594,331              | (36,381)                   | -         |
| Refuse Collection                    | 10,000,000              | 9,524,293               | (475,707)                  | -5%       |
| Other Franchises                     | 254,079                 | 280,683                 | 26,604                     | 10%       |
| <b>Total Franchises</b>              | 65,089,355              | 64,633,832              | (455,523)                  | -1%       |
| <b>Rents and Concessions</b>         |                         |                         |                            |           |
| Mission Bay                          | 27,707,738              | 27,760,799              | 53,061                     | -         |
| Pueblo Lands                         | 2,827,758               | 3,295,725               | 467,967                    | 17%       |
| Other Rents and Concessions          | 4,034,061               | 4,214,465               | 180,404                    | 4%        |
| <b>Total Rents and Concessions</b>   | 34,569,557              | 35,270,989              | 701,432                    | 2%        |
| <b>Motor Vehicle License Fees</b>    | 8,571,229               | 8,101,184               | (470,045)                  | -5%       |
| <b>Revenues from Other Agencies</b>  | 11,092,858              | 11,644,797              | 551,939                    | 5%        |
| <b>Charges for Current Services</b>  | 30,436,504              | 32,215,495              | 1,778,991                  | 6%        |
| <b>Services and Transfers</b>        | 133,877,261             | 137,760,301             | 3,883,040                  | 3%        |
| <b>Miscellaneous Revenues</b>        | 2,293,525               | 2,911,783               | 618,258                    | 27%       |
| <b>Total General Fund Revenues</b>   | <u>\$ 1,048,545,989</u> | <u>\$ 1,054,813,228</u> | <u>\$ 6,267,239</u>        | <u>1%</u> |

# City of San Diego Auditor & Comptroller

## General Fund

Fiscal Year 2007 Projected Versus Actual Expenditure (Unaudited)  
For the Period Ending June 30, 2007

|  | Projected<br>Expenditures | Actual<br>Expenditures and<br>Encumbrances | (Over)/Under<br>Projection | Variance   |
|--|---------------------------|--|----------------------------|------------|
| <b>Business and Support Services</b>       |                           |  |                            |            |
| Business and Grant Administration          | \$ 613,405                | \$ 761,634                                 | \$ (148,229)               | -24%       |
| Business Office                            | 926,516                   | 931,948                                    | (5,432)                    | -1%        |
| <b>Citywide Program Expenditures</b>       |                           |  |                            |            |
| Assessments to Public Property             | 335,837                   | 521,590                                    | (185,753)                  | -55%       |
| Deferred Maintenance                       | 14,447,092                | 14,505,028                                 | (57,936)                   | -          |
| Elections                                  | 512,290                   | 512,290                                    | (0)                        | -          |
| Employee Personal Prop Claims              | 5,000                     | 4,627                                      | 373                        | 7%         |
| Financial Services                         | -                         | 83,159                                     | (83,159)                   | 100%       |
| Health                                     | 40,262                    | 40,262                                     | (0)                        | -          |
| Insurance                                  | 1,080,000                 | 1,082,153                                  | (2,153)                    | -          |
| Memberships                                | 600,650                   | 604,573                                    | (3,923)                    | -1%        |
| Office Space                               | 7,071,769                 | 7,036,767                                  | 35,002                     | -          |
| Property Tax Administration                | -                         | 3,017,371                                  | (3,017,371)                | 10000%     |
| Public Liability Claims                    | 20,855,944                | 19,379,550                                 | 1,476,394                  | 7%         |
| Reimbursement to Capital Outlay            | -                         | 14,629                                     | (14,629)                   | 10000%     |
| Reserve Contribution                       | -                         | -  | -                          | -          |
| Salary Reserve                             | -                         | -  | -                          | -          |
| Special Consulting                         | 1,335,218                 | 988,163                                    | 347,055                    | 26%        |
| Special Promotional Programs               | -                         | -  | -                          | -          |
| Transportation Subsidy                     | 278,077                   | 278,000                                    | 77                         | -          |
| Miscellaneous                              | -                         | -  | -                          | -          |
| <b>Total Citywide Program Expenditures</b> | <b>46,562,139</b>         | <b>48,068,162</b>                          | <b>(1,506,023)</b>         | <b>-3%</b> |
| Human Resources                            | 1,464,931                 | 1,380,545                                  | 84,386                     | 6%         |
| Office of the Chief Information Officer    | 12,594,392                | 11,213,367                                 | 1,381,025                  | 11%        |
| Personnel                                  | 6,932,816                 | 6,331,065                                  | 601,751                    | 9%         |
| Purchasing and Contracting                 | 5,068,087                 | 5,052,677                                  | 15,410                     | -          |
| <b>Community and Legislative Services</b>  |                           |  |                            |            |
| Community and Legislative Services         | 4,411,924                 | 4,113,071                                  | 298,853                    | 7%         |
| <b>Department of Finance</b>               |                           |  |                            |            |
| City Auditor and Comptroller               | 13,469,100                | 9,724,337                                  | 3,744,763                  | 28%        |
| City Treasurer                             | 11,651,232                | 12,135,326                                 | (484,094)                  | -4%        |
| Debt Management                            | 1,370,523                 | 1,285,604                                  | 84,919                     | 6%         |
| Department of Finance                      | 276,373                   | 261,924                                    | 14,449                     | 5%         |
| Financial Management                       | 3,411,417                 | 3,227,132                                  | 184,285                    | 5%         |
| <b>Land Use and Economic Development</b>   |                           |  |                            |            |
| City Planning and Community Investment     | 6,817,695                 | 6,861,296                                  | (43,601)                   | -1%        |
| Community and Economic Development         | 10,240,365                | 11,161,705                                 | (921,340)                  | -9%        |
| Neighborhood Code Compliance               | 5,845,486                 | 6,032,581                                  | (187,095)                  | -3%        |
| Real Estate Assets                         | 3,859,358                 | 3,862,101                                  | (2,743)                    | -          |
| Land Use and Economic Development          | 241,996                   | 237,148                                    | 4,848                      | 2%         |
| <b>Neighborhood and Customer Services</b>  |                           |  |                            |            |
| Customer Services                          | 2,014,802                 | 1,943,973                                  | 70,829                     | 4%         |
| Neighborhood and Customer Services         | 367,976                   | 379,276                                    | (11,300)                   | -3%        |
| Library                                    | 37,213,787                | 37,228,245                                 | (14,458)                   | -          |
| Park and Recreation                        | 83,535,943                | 85,029,579                                 | (1,493,636)                | -2%        |
| Special Projects                           | 676,430                   | 735,401                                    | (58,971)                   | -9%        |
| <b>Office of Ethics and Integrity</b>      |                           |  |                            |            |
| Office of Ethics and Integrity             | 1,123,413                 | 1,087,607                                  | 35,806                     | 3%         |
| <b>Public Safety and Homeland Security</b> |                           |  |                            |            |
| Family Justice Center                      | 629,778                   | 634,666                                    | (4,888)                    | -1%        |
| Office of Homeland Security                | 1,139,423                 | 1,075,788                                  | 63,635                     | 6%         |
| Police                                     | 355,578,639               | 356,926,832                                | (1,348,193)                | -          |
| Public Safety                              | 2,232,485                 | 1,960,640                                  | 271,845                    | 12%        |
| San Diego Fire-Rescue                      | 175,176,585               | 175,079,530                                | 97,055                     | -          |

# City of San Diego Auditor & Comptroller

## General Fund

Fiscal Year 2007 Projected Versus Actual Expenditure (Unaudited)  
For the Period Ending June 30, 2007

|  | Projected<br>Expenditures | Actual<br>Expenditures and<br>Encumbrances | (Over)/Under<br>Projection | Variance   |
|--|---------------------------|--|----------------------------|------------|
| <b>Public Works</b>                      |                           |  |                            |            |
| Engineering and Capital Projects         | 30,997,525                | 31,260,400                                 | (262,875)                  | -1%        |
| Environmental Services                   | 38,620,248                | 38,347,443                                 | 272,805                    | 1%         |
| General Services                         | 71,127,109                | 72,237,370                                 | (1,110,261)                | -2%        |
| Storm Water Pollution Prevention         | 13,348,781                | 13,338,276                                 | 10,505                     | -          |
| Total General Services                   | <u>84,475,890</u>         | <u>85,575,646</u>                          | <u>(1,099,756)</u>         | <u>-1%</u> |
| Public Works                             | 453,244                   | 447,275                                    | 5,969                      | 1%         |
| <b>Other and Independent Departments</b> |                           |  |                            |            |
| Chief Operating Officer                  | 2,956,267                 | 2,955,100                                  | 1,167                      | -          |
| Mayor                                    | 242,297                   | 230,622                                    | 11,675                     | 5%         |
| Tax and Revenue Anticipation Notes       | 5,829,428                 | 6,145,376                                  | (315,948)                  | -5%        |
| City Attorney                            | 36,367,029                | 35,967,355                                 | 399,674                    | 1%         |
| City Clerk                               | 3,945,711                 | 3,944,626                                  | 1,085                      | -          |
| City Council - District 1                | 990,000                   | 990,000                                    | -                          | -          |
| City Council - District 2                | 990,000                   | 990,000                                    | -                          | -          |
| City Council - District 3                | 990,000                   | 990,000                                    | -                          | -          |
| City Council - District 4                | 990,000                   | 990,000                                    | -                          | -          |
| City Council - District 5                | 990,000                   | 990,000                                    | -                          | -          |
| City Council - District 6                | 990,000                   | 990,000                                    | -                          | -          |
| City Council - District 7                | 990,000                   | 990,000                                    | -                          | -          |
| City Council - District 8                | 990,000                   | 990,000                                    | -                          | -          |
| Council Administration                   | 2,628,416                 | 2,738,222                                  | (109,806)                  | -4%        |
| Ethics Commission                        | 633,720                   | 641,459                                    | (7,739)                    | -1%        |
| <b>Miscellaneous</b>                     |                           |  |                            |            |
|  | -                         | -  | -                          | -          |
| <b>Total General Fund Expenditures</b>   | <u>\$ 1,010,516,791</u>   | <u>\$ 1,010,896,684</u>                    | <u>\$ (379,893)</u>        | <u>-</u>   |

**City of San Diego**  
**Auditor & Comptroller**  
**Selected Other Budgeted Funds**  
Fiscal Year 2007 Projected Versus Actual Analysis (Unaudited)  
For the Period Ending June 30, 2007

| <b>Revenue</b>                           | Projected<br>Revenues | Actual<br>Revenues | Over/(Under)<br>Projection | Variance |
|--|-----------------------|--------------------|----------------------------|----------|
| <b>Business and Support Services</b>     |                       |                    |                            |          |
| Central Stores Internal Service Fund     | \$ 26,515,620         | \$ 29,211,124      | \$ 2,695,504               | 10%      |
| <b>Land Use and Economic Development</b> |                       |                    |                            |          |
| QUALCOMM Stadium Operating Fund          | 15,793,208            | 15,621,523         | (171,685)                  | -1%      |
| <b>Public Works</b>                      |                       |                    |                            |          |
| Equipment Operating Fund                 | 29,793,893            | 31,521,095         | 1,727,202                  | 6%       |
| Publishing Services Internal Fund        | 4,263,125             | 4,412,135          | 149,010                    | 3%       |

| <b>Expenditures</b>                      | Projected<br>Expenditures | Actual<br>Expenditures and<br>Encumbrances | Over/(Under)<br>Projection | Variance |
|--|---------------------------|--|----------------------------|----------|
| <b>Business and Support Services</b>     |                           |  |                            |          |
| Central Stores Internal Service Fund     | \$ 26,293,416             | \$ 28,697,225                              | \$ 2,403,809               | 9%       |
| <b>Land Use and Economic Development</b> |                           |  |                            |          |
| QUALCOMM Stadium Operating Fund          | 15,881,840                | 13,612,969                                 | (2,268,871)                | -14%     |
| <b>Public Works</b>                      |                           |  |                            |          |
| Equipment Operating Fund                 | 29,746,144                | 30,856,456                                 | 1,110,312                  | 4%       |
| Publishing Services Internal Fund        | 4,259,107                 | 4,645,248                                  | 386,141                    | 9%       |