MEETING DATE: 2/12/07

AGENDA ITEM: Fiscal 2005-06 Year-end Budget Monitoring Report

ATTACHMENTS

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2. Fiscal 2005-06 Year-end Revenue Summary	8 - 9
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CITY OF CULVER CITY
2005-2006 Budget Monitoring Report
Final Year-End Report

Introduction:
This report includes the final revenue and expenditure analysis for Fiscal Year 2005-06. Overall, the City's fiscal outlook, especially for the General Fund, ended on a positive note, mainly due to one-time funds that were received during the last six months of the fiscal year.

General Fund Summary:
According to the final figures, total General Fund **expenditures** in 2005-06 were **$79.27 million,** while General Fund **revenues** were **$83.03 million**. The end result is approximately a **$3.7 million surplus**. On the revenue side, there were a number of <u>one-time</u> revenues that the City received this fiscal year, including **$2.62 million** in land revenue for the sale of the **Warner Lot**. Additionally, the adopted budget for fiscal year 2006-07 includes a transfer of approximately **$1.3 million** from the General Fund reserve to fund capital projects. Therefore, $1.3 million of the surplus has already been earmarked for those projects.

It should also be noted that expenditures are understated in fiscal 2005-06 as many employees worked without a labor contract for more than half of the fiscal year. As a result, no negotiated salary and benefit increases were expended. The City Council approved MOUs for three of the bargaining units in October 2006, and **Retro-active pay** of approximately **$500,000** was carried forward to fiscal 2006-07 for payroll distribution.

The final 2005-06 year-end budget review reflects an unreserved General Fund fund balance of $27.7 million, or 35% of total General Fund operating expenditures from 2005-06. The City received approximately $500,000 from the Redevelopment Agency from the past sale of the Duquesne parking lot located next to the Post Office. Thus, our estimated fund balance for the end of fiscal 2006-07, including the $1.3 million appropriated for capital projects, will be approximately $26.9 million, or 35.3% of total General Fund expenditures for 2006-07.

An important point to note is the General Fund fund balance has approximately $2 million that may need to be committed to fulfill Fund 420 Capital appropriations for the new Fire Station #3. It is anticipated that approximately $1 million will be received from the sale of the three lots on which the current Fire Station #3 sits. There are also opportunities for the City to receive grant funding for all, or a portion of, the other $1 million that was appropriated per a "loan" from the General Fund reserve. If these actions occur, the appropriated $2 million from the General Fund reserve will be released back to the reserve; otherwise, the General Fund is expected to provide the project funding needs.

Overall, it is important to remember that the recorded General Fund surplus at the end of fiscal 2005-06 is almost entirely the result of <u>one-time</u> revenues.

Revenues:

- General Fund revenue receipts through June 2006 are $83,030,355, which exceeds the adjusted budget amount by approximately $5.4 million. (Detailed information will be given in the General Fund Analysis section.)
  - Following are some of the factors: 1) $2.62 million one-time receipt for sale of the Warner Lot, 2) $1 million of Sales Tax revenue receipts over the adjusted revenue estimate; this is due in part to Sales Tax receipts coming in stronger than what was anticipated at mid-year, and the projected loss of sales tax being less than earlier expectations, 3) $276,000 increased Business Tax, of which the majority is from penalty receipts, 4) $627,000 increase in Real Property Transfer Tax from prior year payments, which were identified by auditors, 5) $317,000 increased Vehicle Code Fines, and 6) $253,000 increased fees and charges from Vet's Complex rentals and Plan Check fees from the Symantec project.

Expenditures:

- General Fund expenditures are **98%** of appropriations. This includes a $5.6 million Land Acquisition transaction executed by the City on behalf of the Redevelopment Agency. The Agency reimbursed the City for the full cost of that transaction.
  - **NOTE**: The expenditures **DO NOT** include any retroactive pay, which was made in November of 2006-07 based on adopted MOUs with the bargaining groups.

- For the most part, departments successfully adhered to the 96% spending assumption as budgeted. However, the trend suggests it is becoming increasingly difficult for some small departments to hold the line with the current budgeting practice. Overall, if personnel costs were to have been expended out of fiscal 2005-06, the expenditures in fiscal year 2005-06 would still meet the 96% appropriation projection.

- For additional detail, see the attached chart entitled, *"General Fund Expenditures by Month"* and table (Exhibit B) *"Summary of Expenditures, Preliminary Year End 2004-05 and 2005-06."*

General Fund Analysis:

Revenues:

- **Property Tax** came in above projections due in part to Prior Year taxes received by the City, which was recorded at $190,000. Increased housing prices also allowed this category to remain strong. Overall, this revenue came in approximately $370,000 above projections.
- **Real Property Transfer Tax** came in above projections due mainly from auditor recovered revenues from prior years. This amounted to approximately a $625,000 increase in revenues for fiscal 2005-06. The City will also be realizing auditor-identified additional revenue receipts for this category in fiscal 2006-07.
- **Sales Tax** came in strong with approximately a $1 million increase over adjusted mid-year projections. Although the City lost a car dealership in May 2005, other revenues

were able to help off-set this loss. The expected loss of revenue from the car dealership was much less than originally anticipated.

- **Business License Tax** came in above projections due to additional penalty charges. This category, including penalties, came in approximately $276,000 above projections.
- **Utility User's Tax** missed the projected target by approximately $170,800. Telecommunications UUT came in approximately 8.3% below projections, and was partially covered by increased Electricity UUT receipts. Total receipts were 98.7% of projections.
- **Licenses and Permits** anticipated one-time revenues in this category were realized in March, and as a result, this category is slightly over projections for fiscal 2005-06.
- The majority of **Commercial/Industrial Development Fees** and **Building Permit Fees** were received in March 2006. Overall, this category came in at approximately 92% of projections, and most of the receipts were one-time fees from major new development projects.
- The **Charges for Services** category continued to show an *increase in receipts* over last year due to Redevelopment Billings being made in a timely manner, and higher than anticipated Vet's Building revenues. Vet's Building revenues came in at approximately 135% over projections due in part to an increase in rentals from private parties and spiritual gatherings. The Vet's Complex offers free parking and enables customers to bring their own food and beverages, including alcoholic beverages. These are only a few of the benefits that have helped increase Vet's rentals. Overall, it has helped to keep this category high, which ended at 107.7% above projections.
- **Court Fines and Vehicle Code Fines** are approximately 8% above projections for fiscal 2005-06. This is mainly attributable to Vehicle Code Fines being above projections. Additional photo enforcement (red-light) cameras were installed at ten (10) approaches, which also contributed to the increase in receipts.
- For additional detail, see the attached chart entitled *"General Fund Revenues by Month,"* and table (Exhibit A) *"Summary of Revenues, Preliminary Year-End 2004-05 and 2005-06."*

Self Insurance Fund Summary:

- In 2005-06, the Self-Insurance Fund expended approximately **85%** of the adjusted budget.
- As a result, the Self Insurance fund was able to **increase** its cash balance to approximately **$3.9 million** at year end. However, it is anticipated that the City will be responsible for at least $1 million, the entire self insured retention (SIR) limit, for outstanding general liability litigation issues. Thus the cash balance will potentially be reduced to **$2.9 million**. Litigation is still pending and the end result of the financial impact is still uncertain.
- <u>**Future liability adjustments**</u> through June were as follows:
  - **Workers' Compensation** future liability **decreased** approximately **$698,750.**[1] However, an increase in future liability for the year of approximately **$6 million**

[1] As reported by Colen & Lee, the City's workers' compensation third party administrator.

was recorded to recognize **Incurred But Not Reported** (IBNR) claims per actuarial review (see note at conclusion of report for explanation of IBNR claims).

  - **General Liability** future liability **increased** approximately **$903,300.**[2] An increase in future liability of approximately **$1.4 million** was recorded to recognize **Incurred But Not Reported** (IBNR) claims per actuarial review.
  - Overall, the future liability for the Self Insurance Fund **increased** to approximately **$22.2 million** due to increased exposure to litigation and IBNR claims.

- It is common to see the fluctuations of these adjustments, and it is important for staff to analyze and understand the reasons for these changes in order to preserve the good financial condition of this fund.

Other Fund Highlights:

Revenues:

- **Refuse Fund** - The outstanding Refuse Fund Loan amount will be approximately $1.3 million at the end of fiscal 2005-06. Of this amount, $776,000 is owed the General Fund, $454,000 to the Equipment Replacement Fund, and $69,000 to the Innovation Fund.
- **Enterprise Funds** – Total receipts came in at approximately 103%. Much of this is attributable to Sewer Fund Facility Charges from a new development project. This contributed to Sewer Fund receipts coming in at approximately 110% of projections.
  - The **Refuse Fund** came in under projected revenue receipts by a minor 0.5%. Can and Bin Service billing receipts came in less than anticipated, which contributed to this minor shortfall. Non-City Waste Charges helped close the gap, and came in strong at over twice estimated projections.
  - The **Transit Fund** finished the year slightly over revenue projections, and came in at 101.5%. This was due in part to timely receipt of federal and state grant monies, and receipt and recording of Prop C monies.
  - The **Sewer Fund** came in above projections by over 10%. As mentioned above, this was attributable to Sewer Facility Charges coming in above projections from a new development project. This helped close the small shortfall in Sewer Operating Charges of approximately 3%.
- The **Parking Improvement Fund** has surpassed projections, and is currently at 127.8% of estimates. A large portion of this increase is generated by filming permit revenue. Sometimes filming or production companies need spaces to park their vehicles or trailers, and pay the City a set fee for the parking spaces, both metered and non-metered. There are also occasions where filming may require no cars to be in a scene, and thus, fees are received to keep those parking spaces empty for a required period of time.
- The **Graphics Services Fund** had an operating surplus of approximately $100,000 at fiscal year-end. The Graphics Services Fund will no longer be an Internal Service Fund in fiscal 2006-07.
- The **Improvement & Acquisition Fund** revenues were lower than the adjusted budget due almost entirely to the $1 million budgeted in Miscellaneous Revenue. This revenue

[2] As reported by Ward North America, the City's General Liability third party administrator.

was budgeted in fiscal 2005-06 in anticipation of the sale of the existing Fire Station #3 lots. To date this has not taken place.

Expenditures:

- **Enterprise Funds**: The Refuse (92%), Transportation (70%), and Sewer Fund (56%) expenditures are all below 92% of the adjusted budget. Excluding Capital Projects and Debt Service payments (i.e. operational budget only), the Sewer Fund expended 86% of its budget.
  - The **Refuse Fund** finished the year at 92% of budgeted expenditures. Part of this was due to *Other Contractual Services* appropriations not being expended in fiscal 2005-06, and *Personnel Expenses* coming in slightly lower than budgeted due to a few vacancies.
  - The **Transit Fund** came in at 70% of expenditures, mainly due to capital projects funds not being expended in fiscal 2005-06. These capital projects include the SmartBus project, and upgrade of the CNG filling stations at the Transportation Facility.
  - The **Sewer Fund** expended approximately 86% of budgeted operating appropriations. Overall, the fund expended 56% of its appropriations.
  - On September 11, 2006, a CNG Refuse Vehicle was involved in an accident at the corner of Jefferson and Duquesne. The estimated repair cost for the vehicle is $11,272. Risk Management staff has filed a claim with the insurance carrier, and it is anticipated the City will receive a net amount of $6,272 after subtracting our deductible ($5,000).

Conclusion:

Final results for the General Fund in fiscal 2005-06 were very positive, mainly due to one-time revenues as mentioned above. General Fund Departments, for the most part, were able to hold expenditures within the 96% target. Overall, most funds were able to hold spending within the restraints of available revenues or reserves. Exceptions to this were the capital and operating grant funds, which are mainly reimbursable driven, and thus perpetually show a negative balance. Staff in the City Treasurer's Office, City Controller's Office, and affected Departments, are working closely to ensure the City captures all of the grant reimbursement due it. Quarterly grant status reports are submitted to the City Council, with the next one expected to be submitted in February.

END NOTE:

IBNR Claims: Accounting standards require that Incurred But Not Reported (IBNR) claims are recorded in the financial statements. IBNR claims are claims that happened in the current fiscal year, but may not be reported until several years in the future. For example, a firefighter or public works employee may contract an asbestos related disease from entering an older building; however, symptoms may not show up for decades after the exposure.

IBNR also refers to estimates made about claims already reported, but the full extent of the injury is not yet known. For example, an employee may injure their back during the course of employment. Initially, future liability is established for a routine back injury. Over time, there may be complications that result in the back injury being much worse than originally diagnosed. The future liability would then need to be increased to account for the higher cost associated with a more serious injury.

REVENUE AND EXPENDITURE CHARTS

CHART 1

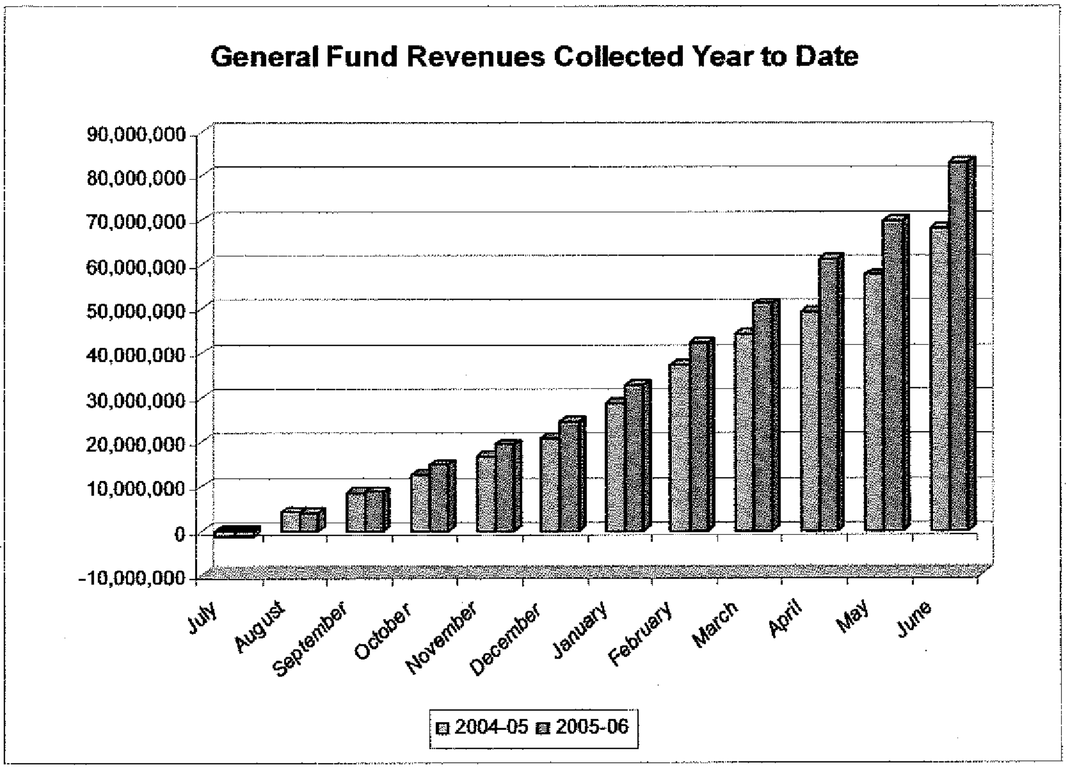

CHART 2

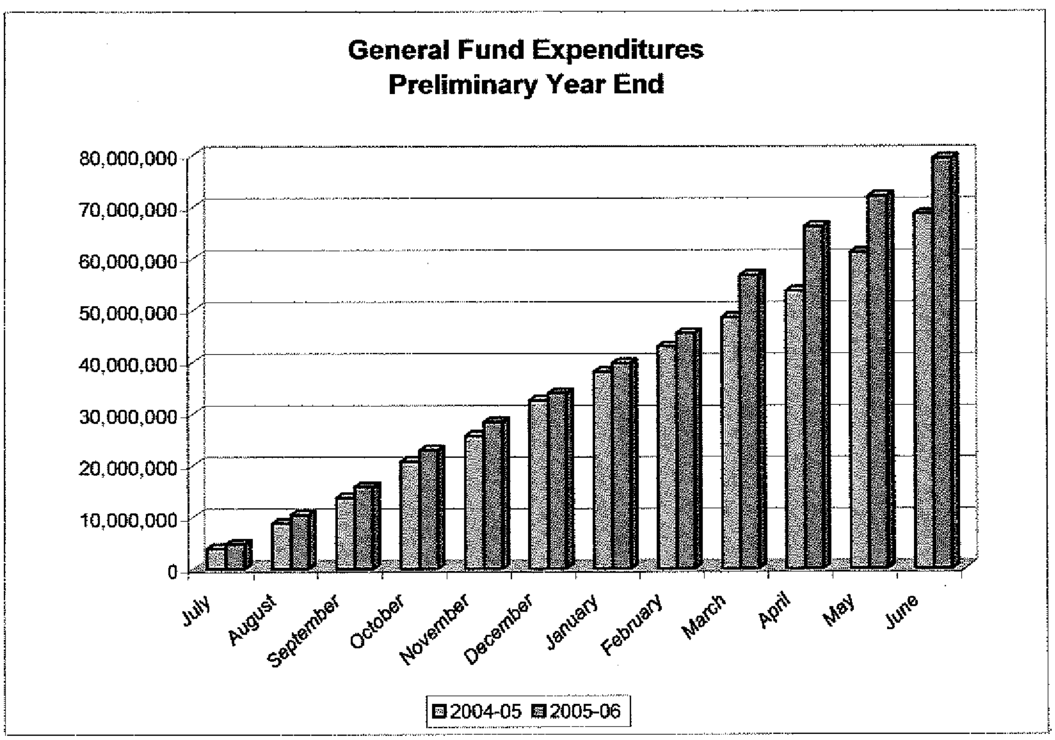

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CHART 3

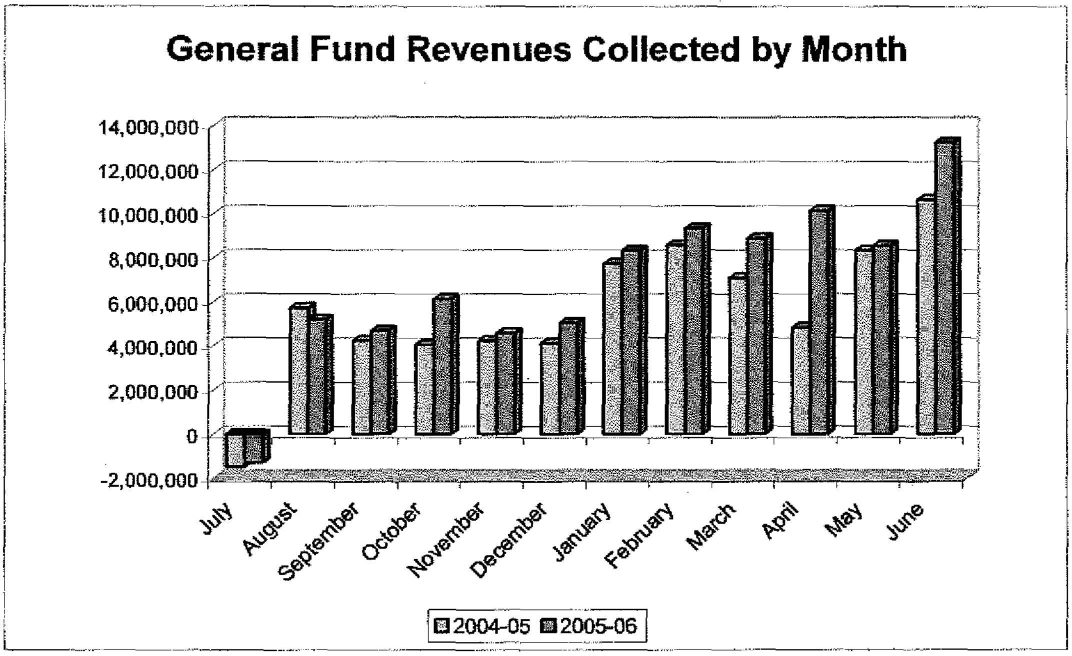

CHART 4

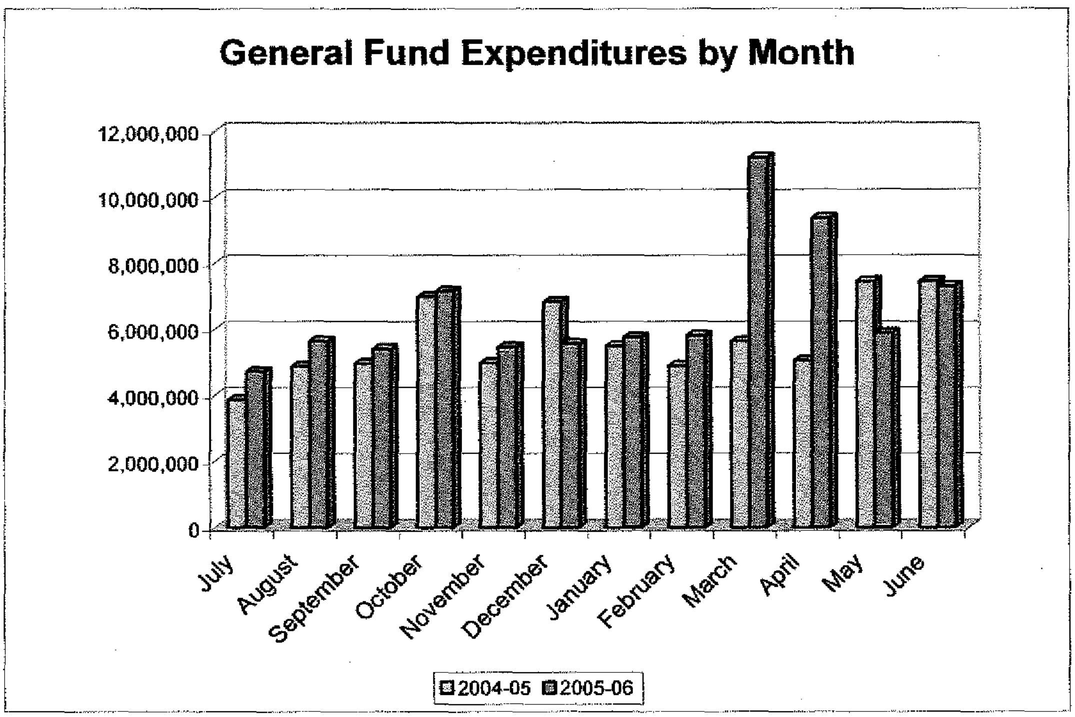

EXHIBIT A

CITY OF CULVER CITY
SUMMARY OF REVENUES
FINAL YEAR-END REPORT FISCAL 2004-05 AND 2005-06

	FISCAL 2004-05					FISCAL 2005-06			
	ADOPTED BUDGET 2004-05	ADJUSTED BUDGET 2004-05	RECEIPTS AS OF 6/30/05 2004-05	PERCENT RECEIVED AS OF DATE 2004-05	YEAR END RECEIPTS 2004-05	ADOPTED BUDGET 2005-06	ADJUSTED BUDGET 2005-06	RECEIPTS AS OF 6/30/06 2005-06	PERCENT RECEIVED AS OF DATE 2005-06
GENERAL FUND									
PROPERTY TAX	2,670,000	2,670,000	1,868,925	70.0%	1,868,925	1,804,000	1,937,000	2,307,410	119.1%
SALES TAX	15,600,000	15,600,000	16,621,143	106.5%	16,621,143	17,640,000	16,240,000	17,267,196	106.3%
PUBLIC SAFETY SALES TAX	325,000	325,000	347,193	106.8%	347,193	350,000	350,000	366,841	104.8%
BUSINESS TAX	7,650,000	7,650,000	8,190,779	107.1%	8,190,779	8,275,000	8,275,000	8,551,215	103.3%
FRANCHISE TAX	1,230,000	1,230,000	1,114,433	90.6%	1,114,433	1,375,000	1,375,000	1,212,771	88.2%
REAL PROP.TRANS TAX	1,500,000	1,500,000	2,277,768	151.9%	2,277,766	2,025,000	2,025,000	2,652,073	131.0%
UTILITY TAXES	12,950,000	12,950,000	12,617,273	97.4%	12,617,273	13,340,000	13,340,000	13,169,207	98.7%
TRANS OCC TAX	2,350,000	2,350,000	1,991,981	84.8%	1,991,981	2,250,000	2,250,000	2,310,813	102.7%
COM/IND DEV TAX	75,000	75,000	225,140	300.2%	225,140	1,663,750	1,663,750	1,528,241	91.9%
LICENSES AND PERMITS	988,300	988,300	1,171,893	118.6%	1,171,893	1,751,800	1,759,300	1,846,849	105.0%
INTERGOVERNMENTAL	1,895,452	1,895,452	3,375,574	178.1%	3,375,574	2,540,000	2,907,000	2,954,680	101.6%
CHARGES FOR SERVICES	7,764,055	7,894,559	6,770,230	85.8%	6,770,229	7,592,620	7,592,620	8,176,162	107.7%
FINES AND FORFEITS	3,310,000	3,423,000	4,064,953	118.8%	4,064,953	3,925,000	3,925,000	4,242,405	108.1%
USE OF MONEY & PROPERTY	805,000	805,000	834,081	103.6%	834,081	905,500	905,500	855,273	94.5%
INTER FUND/DEPARTMENTAL	5,333,708	5,333,708	5,327,058	99.9%	5,327,058	5,862,097	5,862,097	5,653,910	96.4%
OTHER REVENUES	204,470	214,307	173,336	80.9%	173,336	105,700	136,100	2,899,504	2130.4%
OTHER	1,177,000	1,292,700	1,292,700	100.0%	1,292,700	1,391,500	7,062,301	7,035,805 *	99.6%
TOTAL GENERAL FUND	65,827,985	66,197,026	68,264,460	103.1%	68,264,458	72,796,967	77,605,668	83,030,355	107.0%
BUILDING SURCHARGE FUND	0	0	0	0.0%	0	50,000	52,708	86,741	164.6%
GRANTS OPERATING FUND	1,014,210	1,373,898	1,322,669	96.3%	1,322,669	1,095,525	2,280,088	1,324,460	58.1%
CDBG - OPERATING GRANT FUN	0	0	0	0.0%	0	0	87,994	98,484	111.9%
CDBG - CAPITAL GRANT FUND	0	0	0	0.0%	0	0	0	230,298	0.0%
PROP A LOCAL RETURN FUND	569,910	569,910	1,283,401	225.2%	1,283,401	590,390	590,390	666,857	113.0%
PROP C LOCAL RETURN FUND	472,704	472,704	2,182,643	461.7%	2,182,643	489,698	489,698	594,869	121.5%
ASSET SEIZURES FUND	0	0	94,763	0.0%	94,763	0	0	99,407	0.0%
SECTION 8 HOUSING	3,563,512	3,563,512	2,574,685	72.3%	2,574,685	2,846,104	2,846,104	2,046,839	71.9%

** Of this amount, $5,636,805 is from a transfer of funds from the RDA for land acquisition transactions. This funding is not available for use, and in the CAFR is listed in the catgory "Reserved for land held for resale."*

EXHIBIT A

CITY OF CULVER CITY
SUMMARY OF REVENUES
FINAL YEAR-END REPORT FISCAL 2004-05 AND 2005-06

	FISCAL 2004-05					FISCAL 2005-06			
	ADOPTED BUDGET 2004-05	ADJUSTED BUDGET 2004-05	RECEIPTS AS OF 6/30/05 2004-05	PERCENT RECEIVED AS OF DATE 2004-05	YEAR END RECEIPTS 2004-05	ADOPTED BUDGET 2005-06	ADJUSTED BUDGET 2005-06	RECEIPTS AS OF 6/30/06 2005-06	PERCENT RECEIVED AS OF DATE 2005-06
ENTERPRISE FUNDS									
REFUSE FUNDS	8,953,913	8,954,413	9,119,948	101.8%	9,119,947	9,879,387	9,909,387	9,853,766	99.4%
MUNICIPAL BUS	14,981,753	14,981,753	17,736,580	118.4%	17,736,579	15,431,787	15,431,787	15,662,503	101.5%
SEWER FUND	6,145,000	6,145,000	7,691,331	125.2%	7,691,331	8,270,000	8,270,000	9,143,807	110.6%
LANDSCAPE MAINT. DIST	47,000	47,000	46,770	99.5%	46,770	47,000	47,000	52,785	112.3%
TOTAL ENTERPRISE FUNDS	30,127,666	30,128,166	34,594,629	114.8%	34,594,627	33,628,174	33,658,174	34,712,861	103.1%
CAPITAL IMPROVEMENT FUNDS									
ARTS IN PUBLIC PLACES	104,896	121,896	125,551	103.0%	125,551	112,000	129,000	71,561	55.5%
NEW DEV. IMPACT FEE FUND	25,000	85,000	7,912	9.3%	7,912	3,000	3,000	2,917	97.2%
SPECIAL GAS TAX FUND	767,000	767,000	643,695	83.9%	643,694	750,000	750,000	935,401	124.7%
PARK FACILITIES FUND	5,000	5,000	54,587	1091.7%	54,587	5,000	5,000	12,052	241.0%
CAPITAL IMPV/ACQ FUND	3,768,520	3,810,827	1,589,047	41.7%	1,589,047	2,615,000	2,693,016	1,704,678	63.3%
PARKING IMPROVEMENT FUND	743,200	743,200	867,445	116.7%	867,444	782,800	782,800	1,000,473	127.8%
GRANTS CAPITAL FUND	583,320	4,063,131	2,658,702	65.4%	2,658,703	949,660	1,615,387	1,579,193	97.8%
TOTAL CAPITAL IMPROVEMENT FUNDS	5,996,936	9,596,054	5,946,939	62.0%	5,946,938	5,217,460	5,978,203	5,306,275	88.8%
INTERNAL SERVICE FUNDS									
GRAPHIC SERVICES	548,552	548,552	447,567	81.6%	447,567	564,283	564,283	530,736	94.1%
EQUIPMENT REPLACEMENT	1,688,444	1,688,444	1,718,137	101.8%	1,718,137	1,881,311	1,881,311	1,832,414	97.4%
CITY GARAGE	5,200,217	5,200,217	4,854,102	93.3%	4,854,101	5,527,574	5,727,574	5,828,468	101.8%
RISK MANAGEMENT FUND	4,667,362	4,769,486	5,295,027	111.0%	5,295,027	8,586,040	8,586,040	9,073,695	105.7%
STORES	1,390,000	1,390,000	1,052,828	75.7%	1,052,828	1,422,250	1,422,250	1,327,361	93.3%
INNOVATION FUND	5,351	5,351	15,994	298.9%	15,994	5,351	11,903	90,643	761.5%
TOTAL INTERNAL SERVICE FUNDS	13,499,926	13,602,050	13,383,655	98.4%	13,383,654	17,986,809	18,193,361	18,683,317	102.7%
TOTAL OPERATING AND CIP FUNDS	121,072,849	125,503,320	129,647,844	103.3%	129,647,838	134,701,127	141,782,388	146,880,763	103.6%
LESS: INTERNAL SERVICE FUNDS	13,499,926	13,602,050	13,383,655	98.4%	13,383,654	17,986,809	18,193,361	18,683,317	102.7%
TOTAL BUDGET	107,572,923	111,901,270	116,264,189	103.9%	116,264,184	116,714,318	123,589,027	128,197,446	103.7%

EXHIBIT B

CITY OF CULVER CITY
SUMMARY OF EXPENDITURES
FINAL YEAR-END COMPARISON FISCAL 2004-05 AND 2005-06

	FISCAL 2004-05					FISCAL 2005-06			
	ADOPTED BUDGET 2004-05	ADJUSTED BUDGET 2004-05	ACTUAL EXPENDED AS OF 6/30/05 2004-05	PERCENT EXPENDED AS OF DATE 2004-05	YEAR END EXPENDED 2004-05	ADOPTED BUDGET 2005-06	ADJUSTED BUDGET 2005-06	ACTUAL EXPENDED AS OF 6/30/06 2005-06	PERCENT EXPENDED TO DATE 2005-06
GENERAL GOVERNMENT									
CITY COUNCIL	252,908	266,463	195,652	73%	195,652	231,903	300,404	217,979	73%
CHIEF ADMIN. OFFICER	875,279	943,454	849,212	90%	849,212	976,118	1,021,456	977,106	96%
CITY CLERK	300,058	305,058	290,737	95%	290,737	371,350	383,750	378,014	99%
CITY TREASURY	2,554,160	2,654,935	2,325,893	88%	2,325,893	2,766,083	2,840,202	2,530,472	89%
CITY ATTORNEY	1,521,694	1,923,465	1,859,323	97%	1,859,323	1,937,816	2,219,355	2,128,686	96%
ADMIN/BUDGET & FINANCE	993,424	997,387	1,030,196	103%	1,030,196	1,041,531	1,059,482	939,608	89%
PERSONNEL	984,374	1,046,529	1,013,763	97%	1,013,763	1,057,776	1,131,404	1,175,477	104%
INFORMATION TECH.	2,105,049	2,143,343	2,122,151	99%	2,073,295	2,216,651	2,271,725	2,159,971	95%
TOTAL GENERAL GOVERNMENT	9,586,946	10,280,634	9,686,927	94%	9,638,071	10,598,228	11,227,778	10,507,313	94%
PARKS, REC. & COMMUNITY SVCS	5,781,096	5,980,844	5,570,664	93%	5,570,664	5,967,440	5,993,926	5,781,614	96%
POLICE DEPARTMENT	24,524,286	24,791,193	24,402,050	98%	24,402,050	26,900,407	27,382,775	26,402,914	96%
FIRE DEPARTMENT	12,943,134	13,098,710	13,218,799	101%	13,218,799	13,980,400	14,412,650	13,893,958	96%
COMMUNITY DEVELOPMENT	5,091,515	5,428,441	4,776,738	88%	4,776,738	5,667,766	11,589,002	11,168,304 *	96%
PUBLIC WORKS	7,499,784	7,688,384	7,137,196	93%	7,137,196	8,092,917	8,344,436	7,930,412	95%
NON-DEPARTMENTAL	2,866,075	2,167,708	2,426,002	112%	2,426,002	3,896,880	2,809,518	1,678,936	60%
Transfers	1,381,638	1,490,902	1,374,893	92%	1,374,893	1,903,940	1,907,271	1,911,548	100%
Projected excess appropriations	(2,793,721)	(2,793,721)	0	0%	0	(3,000,000)	(3,000,000)		0%
TOTAL GENERAL FUND	66,880,753	68,133,095	68,593,269	101%	68,544,413	74,007,978	80,667,356	79,274,999	98%
BUILDING SURCHARGE FUND	N/A	N/A	0	0%	0	50,000	52,708	3,334	6%
TOTAL GRANTS	1,014,210	1,434,794	1,161,955	81%	1,161,955	1,095,525	2,375,518	1,818,461	77%
CDBG OPERATING FUND	N/A	N/A	0	0%	0	0	87,994	87,994	100%
CDBG CAPITAL FUND	N/A	N/A	0	0%	0	0	67,300	212,136	315%
TOTAL SEC. 8 FUND	3,068,313	3,072,694	2,600,226	85%	2,600,226	2,560,548	2,583,995	1,704,954	66%
TOTAL PROP A FUND	569,910	569,910	569,910	100%	569,910	590,390	590,390	590,399	100%
TOTAL PROP C FUND	689,327	689,327	508,621	74%	508,621	545,927	545,927	870,709	159%
TOTAL ASSET SEIZURE FUND	641,900	735,815	146,047	20%	146,047	0	987,958	61,296	6%
TOTAL OPERATING	72,864,413	74,635,635	73,580,028	99%	73,531,172	78,850,368	87,959,146	84,624,282	96%

** Of this amount, $5,634,132 is land acquisition costs, which were capitalized and shown as reversed in the finance system per GAAP. Comparison to the CAFR will show this amount not included in Charges to Appropriations. Off-setting revenue is shown in category "Reserved for land held for resale."*

EXHIBIT B

CITY OF CULVER CITY
SUMMARY OF EXPENDITURES
FINAL YEAR-END COMPARISON FISCAL 2004-05 AND 2005-06

	FISCAL 2004-05					FISCAL 2005-06			
	ADOPTED BUDGET 2004-05	ADJUSTED BUDGET 2004-05	ACTUAL EXPENDED AS OF 6/30/05 2004-05	PERCENT EXPENDED AS OF DATE 2004-05	YEAR END EXPENDED 2004-05	ADOPTED BUDGET 2005-06	ADJUSTED BUDGET 2005-06	ACTUAL EXPENDED AS OF 6/30/06 2005-06	PERCENT EXPENDED TO DATE 2005-06
ENTERPRISE AND USER FEE FUNDS **									
TOTAL REFUSE	9,779,146	9,834,835	8,762,585	89%	8,762,585	10,054,058	10,292,756	9,462,812	92%
TOTAL TRANSIT	17,085,253	25,898,010	15,656,337	60%	15,656,337	17,279,529	23,534,247	16,545,860	70%
TOTAL SEWER	9,214,157	11,292,413	6,773,277	60%	6,773,277	9,762,601	12,162,948	6,859,834	56%
TOTAL LANDSCAPE	47,000	47,000	47,000	100%	47,000	47,000	47,000	47,000	100%
TOTAL ENTERPRISE	36,125,556	47,072,258	31,239,199	66%	31,239,199	37,143,188	46,036,951	32,915,506	71%
CAPITAL IMPROVEMENT FUND	5,795,887	12,339,866	4,596,676	37%	4,587,024	5,610,565	12,334,168	4,567,744	37%
INTERNAL SERVICE FUND	17,074,701	17,533,986	16,669,618	95%	16,669,617	18,213,584	20,138,894	20,940,651	104%
TOTAL BUDGET BEFORE ADJ.	131,860,557	151,581,745	126,085,521	83%	126,027,012	139,817,705	166,469,159	143,048,183	86%
LESS INTERNAL SERVICE FUND	17,074,701	17,533,986	16,669,618	95%	16,669,617	18,213,584	20,138,894	20,940,651	104%
TOTAL BUDGET	114,785,856	134,047,759	109,415,903	82%	109,357,395	121,604,121	146,330,265	122,107,532	83%

** Includes appropriations for capital improvement projects only funded by Enterprise funds.