



CITY OF SALINAS COUNCIL STAFF REPORT

DATE: **JANUARY 7, 2020**

DEPARTMENT: **FINANCE**

FROM: **MATT N. PRESSEY, CPA, FINANCE DIRECTOR**

BY: **JUAN C. HERNANDEZ, SENIOR ACCOUNTANT**

TITLE: **QUARTERLY FINANCIAL REPORT – SEPTEMBER 2019**

RECOMMENDED MOTION:

A motion to accept the Quarterly Financial Report for September 2019.

RECOMMENDATION:

Staff recommends that City Council accept the Quarterly Financial Report for September 2019.

EXECUTIVE SUMMARY:

The Quarterly Financial Report for September 2019 is attached for Council's information. September's Quarterly Financial Report reflects the current cash balances, year-to-date revenue and expenditures. It shows that the City has sufficient liquid funds to meet its cash requirements for at least the next six months. The Financial Report includes all investment detail required by SB564 (Johnston) and is presented to Council in compliance with the City's investment policy.

BACKGROUND:

INVESTMENT ACTIVITY:

Cash and Investments total \$170,486,081. The General Fund totals \$16,681,749 or 9.78% of the total portfolio.

CASH BALANCES:

The Housing and Urban Development Fund has a deficit of \$112,084 and will be cleared when revenues are received from various HUD grants.

Downtown Parking District Fund has a deficit of \$518,161 which will be covered by the General Fund until the Comprehensive Downtown Parking Study Plan is completed and implemented.

REVENUES:

Through the month of September (25% of the fiscal year) the General Fund collected \$17,897,137 or 17.74% of the annual estimated revenue.

OPERATING EXPENDITURES:

Through the month of September (25% of the fiscal year) the General Fund expenditures of \$25,816,051 were spent on operations and \$7,637,369 of encumbrances were recorded. The General Fund shows 32.49% of the appropriations expended or encumbered at the end of September 2019.

CAPITAL PROJECT EXPENDITURES:

The Capital Project Fund shows available appropriations of 86.17%. Various projects such as Vibrancy Plan Infrastructure, E Boronda Rd Traffic Congestion, Downtown Complete Streets, Bardin Rd Safe Route to School, New Police Facility, and various street improvements have yet to get fully underway.

CEQA CONSIDERATION:

Not a Project. The City of Salinas has determined that the proposed action is not a project as defined by the California Environmental Quality Act (CEQA) (CEQA Guidelines Section 15378).

STRATEGIC PLAN INITIATIVE:

This financial report aligns with the Council goal of Effective, Sustainable Government.

DEPARTMENTAL COORDINATION:

All departments are watching their budgets closely and working to ensure the financial sustainability plan is being implemented.

FISCAL AND SUSTAINABILITY IMPACT:

No fiscal impact.

ATTACHMENTS:

Quarterly Financial Report – September 2019