



CITY OF SALINAS COUNCIL STAFF REPORT

DATE: JUNE 22, 2021
DEPARTMENT: FINANCE
FROM: MATT N. PRESSEY, CPA, FINANCE DIRECTOR
BY: JUAN C. HERNANDEZ, SENIOR ACCOUNTANT
TITLE: QUARTERLY FINANCIAL REPORT – MARCH 2021

RECOMMENDED MOTION:

A motion to accept the Quarterly Financial Report for March 2021.

RECOMMENDATION:

Staff recommends that City Council accept the Quarterly Financial Report for March 2021.

EXECUTIVE SUMMARY:

The Quarterly Financial Report for March 2021 is attached for Council's information. March'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 \$180,376,963. The General Fund totals \$21,319,355 or 11.82% of the total portfolio.

CASH BALANCES:

The Housing and Urban Development Fund has a deficit of \$980,626 and will be cleared when revenues are received from various HUD grants.

The Debt Service Fund has a deficit of \$538,581 and will be cleared at the end of the fiscal year when money is transferred from Measure E and Measure G.

Downtown Parking District Fund has a deficit of \$685,878 which will be covered by the General Fund until the Comprehensive Downtown Parking Study Plan is completed and implemented.

REVENUES:

Through the month of March (75% of the fiscal year) the General Fund collected \$74,466,643 or 73.73% of the annual estimated revenue.

OPERATING EXPENDITURES:

Through the month of March (75% of the fiscal year) the General Fund expenditures of \$77,475,339 were spent on operations and \$2,606,416 of encumbrances were recorded. The General Fund shows 74.32% of the appropriations expended or encumbered at the end of March 2021.

CAPITAL PROJECT EXPENDITURES:

The Capital Project Fund shows available appropriations of 58.20%. Various projects such as, E Boronda Rd Traffic Congestion, New Police Facility Debt Service, Slurry Seal Improvements, IW Treatment Facility Repairs, Monte Bella Subdivision Improvements, Sewer Pipe Repairs, 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 2020-2023 Council goal of Operational Efficiencies.

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 – March 2021