



City of
Los Banos
At the Crossroads of California

TO: Measure P Oversight Committee

FROM: Chet Guintini, Fire Chief
Chris Gallagher, Police Chief

DATE: June 21, 2007

RE: Measure P - 2006/2007 Budget Review

Ladies and Gentlemen:

We have enclosed a copy of the Third Quarter Budget Report for the Public Safety Augmentation Fund (Measure P) for your review along with a copy of the 2007-2008 Proposed Budget.

The next Measure P Oversight Committee meeting is scheduled for Thursday, June 28, 2007 at 6:00 p.m. at Fire Station No. 1. Your attendance at this meeting is very important to insure the voters' wishes are carried out.

Should you have any questions regarding this report, please feel free to contact Chief Guintini at (209) 827-7025.

Again, thank you for your support and continued commitment to the community.

cc: Steve Rath, City Manager
Melinda Wall, Finance Director

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Public Safety Augmentation Fund
Third Quarter Budget Report
 For the Fiscal Year 2006-2007

OVERVIEW

This overview covers the second quarter of the 2006-07 fiscal year for the City of Los Banos Public Safety Augmentation Fund.

PUBLIC SAFETY AUGMENTATION FUND

Public Safety Augmentation Fund Financial Condition. With 75% of the year complete, Public Safety revenues are at 93% of projections. Expenditures are at 43% of projections.

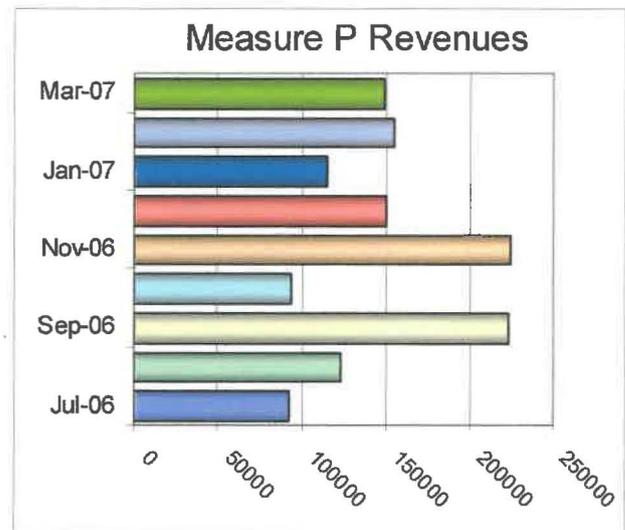
Public Safety Fund Balance	Budget	YTD Actual	Percent
Revenues	1,536,413	1,436,366	93%
Expenditures	1,623,872	702,669	43%
Net Activities	(87,459)	733,697	-

Revenues. The following revenues account for the total fund revenues. These revenues come from three sources: Measure P sales tax, Proposition 172 sales tax and interest earnings.

Overall, these key revenues are performing better than projected based on payment schedules and past trends.

Public Safety Aug. Fund	Budget	YTD Actual	% Received
Measure P	1,400,000	1,324,553	95%
Prop. 172	123,218	83,842	68%
Interest Earnings	13,195	27,971	212%
Total	1,536,413	1,436,366	93%

- **Measure P Sales Tax.** The State of California allocates sales tax revenue on a quarterly basis in arrears. The City receives estimated monthly payments from the State and at the end of the quarter reconciles to actual revenues. Revenues for the second quarter reflect lower trends than our normal sales tax revenue.



- **Proposition 172 Sales Tax** is received on a monthly basis from the County of Merced.
- **Interest Earnings** are received on a quarterly basis. Interest earnings for September and December have been recorded, interest earnings for March are received in April. Interest earnings are higher than anticipated due lower than anticipated expenditures and higher than anticipated revenues.

Expenditures. Operating costs are within range for the first and second quarter & are summarized below:

Expenditures	Budget	YTD Actual	% Expended
Police	798,107	173,730	22%
Fire	705,765	448,939	64%
Total Departmental	1,503,872	622,669	41%
Charge In (Prop 172)	120,000	80,000	67%
Total Expenditures	1,623,872	702,669	43%

Departmental operating expenditures can also on target *by type* as summarized by the following:

Fund Total:

Expenditures By Type	Budget	YTD Actual	% Expended
Staffing	711,772	540,998	76%
Supplies & Services	27,100	12,229	45%
Capital Outlay	765,000	69,442	9%
Total by type	1,503,872	622,669	41%
Charge-in (prop 172)	120,000	80,000	67%
Total	1,623,872	702,669	43%

Police:

Expenditures By Type	Budget	YTD Actual	% Expended
Staffing	220,607	167,954	76%
Supplies & Services	2,500	732	29%
Capital Outlay	575,000	5,044	1%
Total by type	798,107	173,730	22%
Charge-in (prop 172)	120,000	80,000	67%
Total	918,107	253,730	28%

Personnel. These charges reflect salaries and benefits for the police department. Two police officers and one Community Service Officer (CSO) are funded under Measure P.

- **Supplies & Services.** Costs include costs in uniforms of officers.
- **Capital Outlay.** Mobile display computer units were budgeted at \$475,000 for the police department. \$100,000 was budgeted for preliminary costs associated with Police facilities. No capital outlay has been spent in the first quarter.
- **Charge In.** This charge is associated with proposition 172 and reflects the charge out of police services in the General fund.

Fire:

Expenditures By Type	Budget	YTD Actual	% Expended
Staffing	491,165	373,044	76%
Supplies & Services	24,600	11,497	47%
Capital Outlay	190,000	64,398	34%
Total by type	705,765	448,939	64%
Charge-in (prop 172)	0	0	0%
Total	705,765	448,939	64%

- **Personnel.** These charges reflect salaries and benefits for the fire department. Three new firefighters were hired under Measure P for this current fiscal year.

- **Supplies & Services.** Major costs include the start up costs in uniforms of new firefighters and related cleaning costs.
- **Capital Outlay.** Includes Special Equipment costs and Computer costs.

The City of Los Banos in ordinance 1020 set forth certain distributions of revenue in section 3-12.1.080 as listed in items A through F.

- An additional hiring of 3 firefighters in year 2 with transitioning 3 firefighters to the rank of Captain. This was item was completed in the first quarter. (total: 6 firefighters)
- The hiring of 2 police officers in year 1 with uniforms and vehicles. The 2 officers have been hired and uniforms are purchased. (Next officer required to be hired in year 12.)
- The hiring of 1 community service officer in year 1. This position is currently filled. (1 crime analyst to be hired in year 3 and 1 CSO in year 18).
- Year 2 (for the collecting funds for police and fire facilities.) Police Facilities fund to be allocated at a rate of \$450,000 per year with a 2% escalator, \$100,000 budgeted for the current year; Fire facilities fund to be allocated with a 2% escalator, no funds were budgeted for Fire in the current year.
- \$90,000 in year 1 for specialty fire safety equipment including "SCBA" breathing apparatus. This item has been expended.
- Tax proceeds to be utilized for mobile display units and the upgrade of the 911/dispatch capabilities. No dollar amount was set in the ordinance but \$475,000 was budgeted in the police department and \$100,000 was budgeted in the fire department for computer equipment.

This summary is based on detailed information produced by the City's financial management system. If you would like additional information, or have any questions about the report, please call the Finance Department at 827-7000.



Public Safety Augmentation Fund
Midyear Financial Report
For the Fiscal Year 2006-2007

OVERVIEW

This overview covers the second quarter of the 2006-07 fiscal year for the City of Los Banos Public Safety Augmentation Fund.

PUBLIC SAFETY AUGMENTATION FUND

Public Safety Augmentation Fund Financial Condition. With 50% of the year complete, Public Safety revenues are at 62% of projections. Expenditures are at 30% of projections.

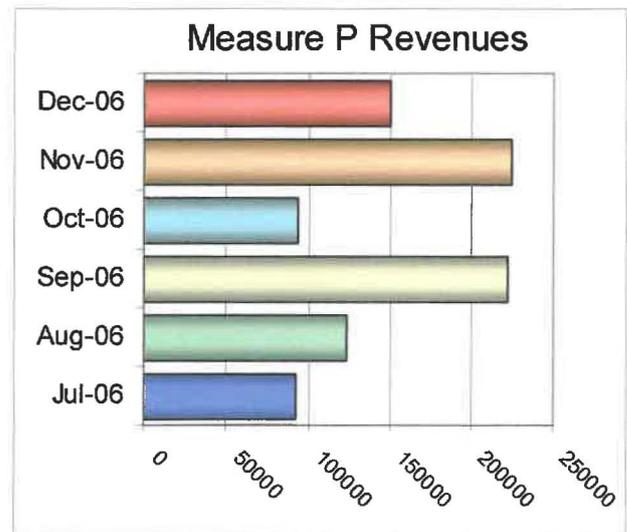
Public Safety Fund Balance	Budget	YTD Actual	Percent
Revenues	1,536,413	958,357	62%
Expenditures	1,623,872	482,051	30%
Net Activities	(87,459)	476,306	-

Revenues. The following revenues account for the total fund revenues. These revenues come from three sources: Measure P sales tax, Proposition 172 sales tax and interest earnings.

Overall, these key revenues are performing as projected based on payment schedules and past trends.

Public Safety Aug. Fund	Budget	YTD Actual	% Received
Measure P	1,400,000	906,531	65%
Prop. 172	123,218	51,826	42%
Interest Earnings	13,195	-	0%
Total	1,536,413	958,357	62%

- **Measure P Sales Tax.** The State of California allocates sales tax revenue on a quarterly basis in arrears. The City receives estimated monthly payments from the State and at the end of the quarter reconciles to actual revenues. Revenues for the second quarter reflect the past trends for our normal sales tax revenue.



- **Proposition 172 Sales Tax** is received on a monthly basis from the County of Merced.
- **Interest Earnings** are received on a quarterly basis. Interest earnings for September have not yet been calculated. December interest earnings are received in January.

Expenditures. Operating costs are within range for the first and second quarter & are summarized below:

Expenditures	Budget	YTD Actual	% Expended
Police	798,107	112,105	14%
Fire	705,765	319,946	45%
Total Departmental	1,503,872	432,051	29%
Charge In (Prop 172)	120,000	50,000	42%
Total Expenditures	1,623,872	482,051	30%

Departmental operating expenditures can also on target *by type* as summarized by the following:

Fund Total:

Expenditures By Type	Budget	YTD Actual	% Expended
Staffing	711,772	362,207	51%
Supplies & Services	27,100	10,941	40%
Capital Outlay	765,000	58,903	8%
Total by type	1,503,872	432,051	29%
Charge-in (prop 172)	120,000	50,000	42%
Total	1,623,872	482,051	30%

Police:

Expenditures By Type	Budget	YTD Actual	% Expended
Staffing	220,607	111,504	51%
Supplies & Services	2,500	600	0%
Capital Outlay	575,000	-	0%
Total by type	798,107	112,104	14%
Charge-in (prop 172)	120,000	50,000	42%
Total	918,107	162,104	18%

Personnel. These charges reflect salaries and benefits for the police department. Two police officers and one Community Service Officer (CSO) are funded under Measure P.

- **Supplies & Services.** Costs include costs in uniforms of officers.
- **Capital Outlay.** Mobile display computer units were budgeted at \$475,000 for the police department. \$100,000 was budgeted for preliminary costs associated with Police facilities. No capital outlay has been spent in the first quarter.
- **Charge In.** This charge is associated with proposition 172 and reflects the charge out of police services in the General fund.

Fire:

Expenditures By Type	Budget	YTD Actual	% Expended
Staffing	491,165	250,703	51%
Supplies & Services	24,600	10,341	42%
Capital Outlay	190,000	58,903	31%
Total by type	705,765	319,947	45%
Charge-in (prop 172)	0	0	0%
Total	705,765	319,947	45%

• **Personnel.** These charges reflect salaries and benefits for the fire department. Three new firefighters were hired under Measure P for this current fiscal year.

- **Supplies & Services.** Major costs include the start up costs in uniforms of new firefighters and related cleaning costs.
- **Capital Outlay.** Includes Special Equipment costs and Computer costs.

The City of Los Banos in ordinance 1020 set forth certain distributions of revenue in section 3-12.1.080 as listed in items A through F.

- An additional hiring of 3 firefighters in year 2 with transitioning 3 firefighters to the rank of Captain. This was item was completed in the first quarter. (total: 6 firefighters)
- The hiring of 2 police officers in year 1 with uniforms and vehicles. The 2 officers have been hired and uniforms are purchased. (Next officer required to be hired in year 12.)
- The hiring of 1 community service officer in year 1. This position is currently filled. (1 crime analyst to be hired in year 3 and 1 CSO in year 18).
- Year 2 (for the collecting funds for police and fire facilities.) Police Facilities fund to be allocated at a rate of \$450,000 per year with a 2% escalator, \$100,000 budgeted for the current year; Fire facilities fund to be allocated with a 2% escalator, no funds were budgeted for Fire in the current year.
- \$90,000 in year 1 for specialty fire safety equipment including "SCBA" breathing apparatus. This item has been expended.
- Tax proceeds to be utilized for mobile display units and the upgrade of the 911/dispatch capabilities. No dollar amount was set in the ordinance but \$475,000 was budgeted in the police department and \$100,000 was budgeted in the fire department for computer equipment.

This summary is based on detailed information produced by the City's financial management system. If you would like additional information, or have any questions about the report, please call the Finance Department at 827-7000.



City of
Los Banos
At the Crossroads of California

First Quarter Financial Report
For the Fiscal Year 2006-2007

OVERVIEW

This overview covers the first quarter of the 2006-07 fiscal year for the City of Los Banos Public Safety Augmentation Fund

PUBLIC SAFETY AUGMENTATION FUND

Public Safety Augmentation Fund Financial Condition. With 25% of the year complete, Public Safety revenues are at 30% of projections. Expenditures are at 14% of projections.

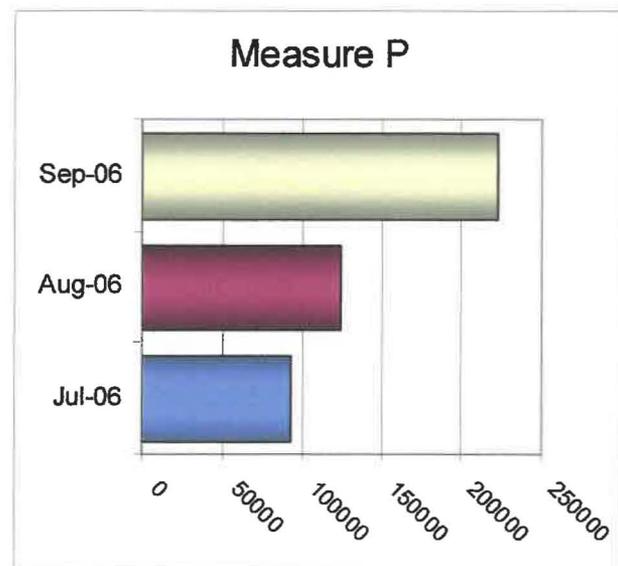
Public Safety Fund Balance	Budget	YTD Actual	Percent
Revenues	1,536,413	459,578	30%
Expenditures	1,623,872	231,403	14%
Net Activities	(87,459)	228,175	-

Revenues. The following revenues account for the total fund revenues. These revenues come from three sources: Measure P sales tax, Proposition 172 sales tax and interest earnings.

Overall, these key revenues are performing as projected based on payment schedules and past trends.

Public Safety Aug. Fund	Budget	YTD Actual	% Received
Measure P	1,400,000	438,636	31%
Prop. 172	123,218	20,942	17%
Interest Earnings	13,195	-	0%
Total	1,536,413	459,578	30%

- **Measure P Sales Tax.** The State of California allocates sales tax revenue on a quarterly basis in arrears. The City receives estimated monthly payments from the State and at the end of the quarter reconciles to actual revenues. Revenues for the first quarter reflect the past trends for our normal sales tax revenue.



- **Proposition 172 Sales Tax** is received on a monthly basis from the County of Merced.
- **Interest Earnings** are received on a quarterly basis and interest earnings for September will be shown in the City October monthly report.

Expenditures. Operating costs are within range for the quarter & are summarized below:

Expenditures	Budget	YTD Actual	% Expended
Police	798,107	60,193	8%
Fire	705,765	141,210	20%
Total Departmental	1,503,872	201,403	13%
Charge In (Prop 172)	120,000	30,000	25%
Total Expenditures	1,623,872	231,403	14%

Departmental operating expenditures can also on target *by type* as summarized by the following:

Fund Total:

Expenditures By Type	Budget	YTD Actual	% Expended
Staffing	711,772	192,743	27%
Supplies & Services	27,100	6,260	23%
Capital Outlay	765,000	2,400	0%
Total by type	1,503,872	201,403	13%
Charge-in (prop 172)	120,000	30,000	25%
Total	1,623,872	231,403	14%

Police:

Expenditures By Type	Budget	YTD Actual	% Expended
Staffing	220,607	59,593	27%
Supplies & Services	2,500	600	0%
Capital Outlay	575,000	-	0%
Total by type	798,107	60,193	8%
Charge-in (prop 172)	120,000	30,000	25%
Total	918,107	90,193	10%

Personnel. These charges reflect salaries and benefits for the police department. Two police officers and one Community Service Officer (CSO) are funded under Measure P.

- **Supplies & Services.** Costs include costs in uniforms of officers.
- **Capital Outlay.** Mobile display computer units were budgeted at \$475,000 for the police department. \$100,000 was budgeted for preliminary costs associated with Police facilities. No capital outlay has been spent in the first quarter.
- **Charge In.** This charge is associated with proposition 172 and reflects the charge out of police services in the General fund.

Fire:

Expenditures By Type	Budget	YTD Actual	% Expended
Staffing	491,165	133,150	27%
Supplies & Services	24,600	5,660	23%
Capital Outlay	190,000	2,400	1%
Total by type	705,765	141,210	20%
Charge-in (prop 172)	0	0	0%
Total	705,765	141,210	20%

- **Personnel.** These charges reflect salaries and benefits for the fire department. Three new firefighters were hired under Measure P for these current fiscal year.

- **Supplies & Services.** Major costs include the start up costs in uniforms of new firefighters and related cleaning costs.

- **Capital Outlay.** Includes Special Equipment costs and Computer costs.

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- \$90,000 in year 1 for specialty fire safety equipment including "SCBA" breathing apparatus. This item has been expended.
- Tax proceeds to be utilized for mobile display units and the upgrade of the 911/dispatch capabilities. No dollar amount was set in the ordinance but \$475,000 was budgeted in the police department and \$25,000 was budgeted in the fire department.

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