

# BUDGET OVERVIEW

This budget document is divided into three major sections. The first section is the Budget Overview; the second section is the Fund Summaries; and third is the Division Budgets.

The total City Budget as proposed this year in comparison to last year's budget is summarized below:

	2003-2004	2004-2005		
	<u>Appropriation</u>	<u>Appropriation</u>	<u>\$ Change</u>	<u>% Change</u>
Governmental Budgets	\$ 245,442,048	\$ 241,891,476	(\$ 3,550,572)	(1.5 %)
Enterprise Budgets	313,627,774	335,022,499	\$ 21,394,725	6.4 %
Miscellaneous Funds	19,466,500	25,568,927	\$ 6,102,427	23.9 %
TOTAL	<u>\$ 578,536,322</u>	<u>\$ 602,482,902</u>	<u>\$ 23,946,580</u>	<u>4.0 %</u>

The 2004-2005 budget of approximately \$602 million represents a \$24 million or 4% increase when compared to the 2003-2004 budget. This summary nets out a number of significant changes, which are incorporated into these budgets. The net decrease in Governmental budgets is a combination of an increase in the General Fund and a decrease in the Special Revenue and Capital Improvement Funds as detailed in the next section. The increase in Enterprise budgets is attributable primarily to a one-time transfer from the Sewer Fund to fund the new Police Staffing Augmentation Fund, increased transfers from the Electric and Water Funds to help balance the General Fund, and increased operating expenses in the Electric Fund.

## Governmental Budgets:

The governmental portion of the City Budget is divided into four major sections. These consist of the General, the Special Revenue Funds, the Debt Service Funds, and the Capital Improvement Funds. The detail of these four fund groupings are summarized below:

	2003-2004	2004-2005		
	<u>Appropriation</u>	<u>Appropriation</u>	<u>\$ Change</u>	<u>% Change</u>
General Fund	\$ 111,784,016	\$ 130,317,359	\$ 18,533,343	14.2 %
Special Revenue Funds	94,417,831	79,187,410	(\$ 15,230,421)	(19.2 %)
Debt Service Funds	12,625,201	11,956,707	(\$ 668,494)	(5.6 %)
Capital Improvement Funds	26,615,000	20,430,000	(\$ 6,185,000)	(30.3 %)
TOTAL	<u>\$ 245,442,048</u>	<u>\$ 241,891,476</u>	<u>(\$ 3,550,572)</u>	<u>(1.5 %)</u>

The preceding summary provides detail to the approximate \$3.6 million decrease in the governmental budgets. The General Fund increase is due to cost of living adjustments for GFFA, GCEA, GPOA, and GMA, increased retirement costs, and a shift of over \$4 million in maintenance costs from the CIP fund to the General Fund. The decrease in the Special Revenue Funds is due to decreased operational funding in the Housing Assistance Fund and decreased capital spending in the Glendale Redevelopment Agency. The decrease in Capital Improvement Funds is due to the adjustment of the 50/50 Sales tax split between the CIP Fund and the General Fund. Sales Tax revenue and maintenance

costs were shifted from the CIP Fund to the General Fund to eliminate the transfer from the CIP fund to the General Fund and to properly fund maintenance costs in the General Fund.

Enterprise Budgets:

The Enterprise Operations of the City consist of Recreation, Hazardous Disposal, Fire Paramedic, Parking, Sewer, Refuse Disposal, Electric and Water as summarized below:

	<u>2003-2004</u> <u>Appropriation</u>	<u>2004-2005</u> <u>Appropriation</u>	<u>\$ Change</u>	<u>% Change</u>
Recreation	\$ 2,330,366	\$ 2,380,398	\$ 50,032	2.1 %
Hazardous Disposal	1,730,757	1,649,861	(80,896)	(4.9 %)
Fire Paramedic	6,906,269	7,849,440	943,171	12.0 %
Parking	8,300,990	8,787,951	486,961	5.5 %
Sewer	36,156,244	43,185,066	7,028,822	16.3 %
Refuse Disposal	14,255,248	14,850,283	595,035	4.0 %
Electric	208,504,800	216,027,800	7,523,000	3.5 %
Water	35,443,100	40,291,700	4,848,600	12.0 %
TOTAL	<u>\$ 313,627,774</u>	<u>\$ 335,022,499</u>	<u>\$ 21,394,725</u>	<u>6.4 %</u>

The 2004-2005 Enterprise Budgets show an approximate \$21 million dollar increase when compared to the 2003-2004 budget or an overall 6.4% increase.

This increase as stated above is most attributable to the one-time transfer from the Sewer Fund to fund the new Police Staffing Augmentation Fund, increased transfers from the Electric and Water Funds to help balance the General Fund, and increased operating expenses in the Electric Fund.

Numerous other less significant changes are occurring in the proposed Enterprise budgets. This detailed information can be found in the division budget sections of the budget.