



City of Stockton
Measure W - Safe Neighborhood Initiative
FY 2017-18 Budget Update - Unaudited
For the Year Ended June 30, 2018

	Approved Annual Budget ^(a)	As of 6-30-2018	% of Budget	Budget Remaining	
Revenue					
Police					
Tax Revenue	\$ 5,144,000	\$ 5,311,128	103%	\$ (167,128)	-3%
Investment income	6,793	(116)	-2%	6,909	102%
Police revenue	5,150,793	5,311,012	103%	(160,218)	-3%
Fire					
Tax Revenue	5,144,000	5,311,128	103%	(167,128)	-3%
Investment income	8,207	(87)	-1%	8,294	101%
Fire revenue	5,152,207	5,311,041	103%	(158,834)	-3%
Total Revenue	\$ 10,303,000	\$ 10,622,052	103%	\$ (319,052)	-3%
Expenditures					
Police					
Salary	\$ 2,400,730	\$ 2,381,526	99%	\$ 19,204	1%
Benefits	2,061,138	2,039,647	99%	21,491	1%
Automotive and Radio Fees	343,559	343,559	100%	-	0%
Services & Supplies	109,790	32,838	30%	76,952	70%
Administrative Costs					
Tax Administration Fee	118,000	109,130	92%	8,870	8%
Audit Services	6,436	2,707	42%	3,729	58%
Liability Insurance	108,674	107,684	99%	990	1%
Police Expenditures	5,148,327	5,017,091	97%	131,236	3%
Fire					
Salary	2,448,482	2,448,482	100%	-	0%
Benefits	2,129,241	2,128,978	100%	263	0%
Automotive and Radio Fees	214,967	214,959	100%	8	0%
Equipment	241,790	182,889	76%	58,901	24%
Services & Supplies	15,854	11,692	74%	4,162	26%
Administrative Costs					
Tax Administration Fee	118,000	109,130	92%	8,870	8%
Audit Services	6,436	2,707	42%	3,729	58%
Liability Insurance	113,134	113,134	100%	-	0%
Fire Expenditures	5,287,904	5,211,971	99%	75,933	1%
Total Expenditures	\$ 10,436,231	\$ 10,229,062	98%	\$ 207,169	2%

Notes

(a) Approved budget is adopted budget plus encumbrances rolled over from prior year

(b) Police expenditures include costs for 24 officers.

(c) Fire expenditures include costs for 25 firefighters.



Measure W Police & Fire Protection Services Budget Update Glossary

FY 2017-18

This Glossary is provided to Members of the City of Stockton Measure W *Independent Citizen's Oversight Committee* to assist them in carrying out the duties assigned by the City Council, to "review revenues and expenditures, providing a second independent verification that all expenditures are being made as promised to Stockton residents. The terms are listed in the order they appear on the financial reports

Approved Budget

The approved budget presented on financial reports is the budget adopted by City Council, increased by encumbrances from the prior year.

Tax Revenue

Includes proceeds from the special sales and transaction tax collected by the State of California and forwarded to the City. Time needed for sellers to calculate and remit their taxes and for the State to receive and distribute tax to Stockton lead to a 60 to 90 day interval between earning and receipt of tax.

Quarterly reports present only revenue received through the report date, while annual reports include revenue to be received related to taxes collected on sales of the fiscal year.

Investment Income

Interest earned and gain or loss on investments of the Measure W cash on hand, including reserves that are invested with all other City pooled cash and liquid investments.

Expenditures

Council adopted a policy to split Measure W resources evenly between the Fire and Police departments. The respective Chiefs decide what public safety activities to spend revenues on.

Salaries

Rates are based on compensation levels agreed to in collective bargaining, and are available to view on the City website. No administrative staff costs are charged to the fund. In FY 2017-18, the tax paid for twenty-five sworn staff in the Fire Department and 24 sworn staff in the Police Department.

Benefits

Benefits are based on collective bargaining agreements that are available for inspection on the City website, and insurances are based on premium and program costs, and include retirement, Medicare, worker's compensation, health, life and disability insurance.



Automotive Internal Service Fee

Costs of vehicles, maintenance and repairs (excluding fuel) assigned to the program using cost recovery criteria applied to all other City departments.

Radio Internal Service Fee

Cost of equipment, maintenance and services assigned to the program using the cost recovery criteria applied to all other City departments.

Fuel

Cost of fuel for vehicles or equipment that are assigned to the program by the Chiefs.

Equipment & vehicle purchase/replacement

Periodic cost to purchase assets for public safety, dependent upon to resources available in the Fund.



Supplies

Supplies include personal protective equipment, and emergency medical materials.

Tax Administration

The cost paid to the State of California to collect Measure W tax, audit sellers, and remit to the City.

Tax Revenue Review

Because of the complexity of how the tax is applied, the City contracts with a consultant to forecast revenues, and review and further audit what has been remitted by State. Advisory services are paid as a flat fee and audit fees are charged as a percentage of recoveries.

General Liability Insurance

Insurance is based on the City-wide program costs and includes indemnity, claims and settlement costs for general, automobile, errors and omissions, public officials, employment practices, and inverse condemnation liabilities.

Net Annual Activity

The government sector terminology for the difference between revenue and expenses.

Fund Balance

The accumulation of revenues and expenses over the life of a fund, which includes reserves as well as spendable resources.

Available Fund Balance

The spendable portion of resources in the fund. The available fund balance is the difference between liquid assets, less short-term liabilities, reserves and encumbrances.

Fund

The government sector term for a self balancing set of accounts that make up a fiscal entity.

Encumbrances

An encumbrance functions as a virtual expenditure, with the purpose of reserving appropriations for contracts or commitments until the obligation to pay is created. During the year, encumbrances help the government track its available, uncommitted appropriation balances. At the end of a fiscal year, the City of Stockton generally rolls encumbrances to a subsequent fiscal year.