

**DIFFERENCES BETWEEN FISCAL YEAR 2009-2010 ADOPTED REVENUE
AND FISCAL YEAR 2008-2009 REVENUE ESTIMATES**

Explanation of differences:

The following outlines the basic differences in the General Fund between the FY 2009-2010 revenues and the FY 2008-2009 estimates adopted a year ago along with a brief explanation of the differences.

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|---------------------------------|--|--------------------|--|
| 1. | Changes in Tax Revenue | (\$2,473,400) | Decrease in tax revenue associated with declining property values. |
| 2. | Utility Service & Local Business Taxes | \$595,000 | Increase in revenue due to correction in communication taxes. |
| 3. | Building & Other Licensing Permits | \$18,100 | Increase in revenue due to an increase in fees. |
| 4. | Interest Earnings | (\$550,000) | Decrease in investment revenue due to lower interest rates. |
| 5. | Shared Revenue | \$1,116,900 | Increase due to additional revenue from CRA. |
| 6. | Public Safety | \$947,100 | Increase in revenue due to an increase in the Fire Assessment fee. |
| 7. | Charges for Services | \$801,900 | Increase due to city-wide user fee increase and new programs. |
| 8. | Fund Balance and Other Misc. Revenues | \$1,247,500 | The anticipated fund balance combined with other misc. revenues within the General Fund. |
| Total Revenue Difference | | \$1,703,100 | |

**DIFFERENCES BETWEEN FISCAL YEAR 2009-2010 ADOPTED EXPENDITURES
AND FISCAL YEAR 2008-2009 ADOPTED EXPENDITURES**

Explanation of differences:

The following outlines the basic differences in the General Fund between the FY 2009-2010 expenditures and the FY 2008-2009 estimates adopted a year ago along with a brief explanation of the differences.

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|-------------------------------------|---|--------------------|---|
| 1. | Police & Fire Salary and Benefit Items | \$2,149,300 | Increases in Salary and Benefit Items to accommodate merit adjustments, step plans for police and fire union positions, increases in health insurance and increases in salary ranges. |
| 2. | Police Pension | \$928,500 | Increase in pension costs due to contract negotiations. |
| 3. | Fire Pension | (\$919,400) | Decrease in pension costs due to contract negotiations. |
| 4. | General Employees Salaries and Benefits | (\$296,800) | Increases in Salary and Benefit Items to accommodate merit adjustments, increases in health insurance and increases in salary ranges. |
| 5. | Health Insurance | \$281,800 | Increase in cost due to increased costs for insurance plans. |
| 6. | Payment to CRA | (\$284,000) | Decrease in costs related to CRA due to less growth in assessed value. |
| 7. | Motor Pool Maintenance | (\$125,200) | Decrease in costs due to routine maintenance of vehicles. |
| 8. | Property Insurance | 208,500 | Increase in costs associated with insuring City owned property. |
| 9. | Liability | \$281,800 | Increase in costs associated with legal actions. |
| 10. | Supplies & Printing | (\$89,000) | Decrease in costs due to less printing and more paperless exchange. |
| 11. | Telecommunications | (\$101,300) | Decrease in costs due to the changes in citywide networking. |
| 12. | Information Technology Charges | \$83,800 | Increase in costs due to the continued upgrade of equipment and technical support. |
| 13. | Cultural Programming | \$200,000 | Increase in costs due to City Council priority. |
| 14. | Education, training and travel | (\$40,600) | Decrease in costs due to a reduction in travel. |
| 15. | Special Events | \$75,000 | Increase in costs due to additional events. |
| 16. | Other Operating | (\$88,000) | Decrease in costs due to less equipment purchases. |
| 17. | New Programs | \$331,100 | Increase in costs due to new programming. |
| 18. | Beach Monitoring | (\$160,100) | Decrease in costs due to additional grant funding. |
| 19. | Other Professional Services | (\$599,200) | Decrease in costs due to less vendor contracts. |
| Total Expenditure Difference | | \$1,703,100 | |