



Fiscal Year 2024-25 Mid-Year Budget Update

March 4, 2025



Reasons for Mid-Year Adjustments

- Corrections
- Emergencies
- Capital Needs
- Emerging Opportunities
- Unforeseen economic changes
- Shifts in priorities requiring reallocation of funding



Mid-Year Summary



Revenue

Increasing by 3.8 million



Expense

Increasing by 4 million



Net Impact

(217,346)

Mid-Year Adjustments Summary

All Funds			
CATEGORY	CURRENT BUDGET	PROPOSED CHANGES	TOTAL PROPOSED BUDGET
<i>Total Revenues</i>	272,663,215	3,809,901	276,473,116
Salaries & Benefits	91,677,359	1,036,649	92,714,008
Operating Expenditures	108,086,940	2,003,690	110,090,630
Capital Expenditures	171,366,575	80,000	171,446,575
Debt Service	5,267,441		5,267,441
Transfers	1,281,770	906,908	2,188,678
<i>Total Expenditures</i>	377,680,085	4,027,247	381,707,332
NET IMPACT	(105,016,870)	(217,346)	(105,234,216)

**NOTE: Unspent capital funds from prior years (carryovers) are captured in the current budget. The majority of the city's funds have sufficient fund balance to absorb the net impact.*

Revenue increases:

- Strong development and growth
- One-time sales tax allocation correction
- Capital project funding clean-up (transfer in)

Expenditure increases:

- Retiree health benefits and retirement payouts
- Significant increase for fuel, utilities, and bank fees
- Furniture and workstations for Engineering Department
- Capital project funding clean-up (transfer out)

General Fund Revenues

	Current Amended Budget	Year-to-Date Transactions through 2/10/25	Mid-Year Requests:	Proposed Budget	% Change
REVENUES					
Sales Tax	\$ 18,967,207	\$ 8,359,666	\$ 516,727	\$ 19,483,934	3%
Property Tax	\$ 28,427,500	\$ 8,289,638	\$ (101,814)	\$ 28,325,686	0%
Transient Occupancy Tax	\$ 7,700,000	\$ 1,869,104	\$ -	\$ 7,700,000	0%
Overhead Allocation Transfer In	\$ 8,017,000	\$ -	\$ -	\$ 8,017,000	0%
Franchise Fees	\$ 2,150,000	\$ -	\$ -	\$ 2,150,000	0%
Property Transfer Tax	\$ 640,000	\$ 509,187	\$ -	\$ 640,000	0%
Licenses and Permits	\$ 1,935,000	\$ 718,668	\$ 120,000	\$ 2,055,000	6%
Other Taxes	\$ 810,000	\$ 816,950	\$ -	\$ 810,000	0%
Investment Earnings	\$ 1,000,000	\$ (884,337)	\$ -	\$ 1,000,000	0%
Public Safety Programs	\$ 2,955,000	\$ 1,302,979	\$ -	\$ 2,955,000	0%
Public Works Programs	\$ 146,800	\$ 66,527	\$ -	\$ 146,800	0%
Recreation Programs	\$ 40,000	\$ 34,656	\$ -	\$ 40,000	0%
Rental Property	\$ 492,000	\$ 474,356	\$ 42,000	\$ 534,000	9%
State/County Grants	\$ 365,000	\$ 279,992	\$ -	\$ 365,000	0%
Federal Grants	\$ -	\$ -	\$ -	\$ -	0%
Other Revenue	\$ 141,500	\$ 324,021	\$ 69,500	\$ 211,000	49%
Transfers	\$ -	\$ -	\$ 24,640	\$ 24,640	0%
Total Revenues	\$ 73,787,007	\$ 22,161,407	\$ 671,053	\$ 74,458,060	1%

Revenue commentary:

- Sales taxes decreasing; one-time correction from County
- Property taxes flat, but still expected to come in 4% higher than last fiscal year
- Additional small adjustments for economic conditions

1%
increase

General Fund Expenditures

	Current Amended Budget	Year-to-Date Transactions through 2/10/25	Mid-Year Requests:	Proposed Budget	% Change
EXPENDITURES					
Salaries and Benefits	\$ 45,131,487	\$ 23,878,943	\$ 874,850	\$ 46,006,337	2%
Administrative Expense	\$ 11,428,121	\$ 3,902,608	\$ -	\$ 11,428,121	0%
Supplies	\$ 3,234,086	\$ 893,452	\$ 253,500	\$ 3,487,586	8%
Professional Services	\$ 5,171,925	\$ 2,167,462	\$ -	\$ 5,171,925	0%
Capital Improvements	\$ 3,170,597	\$ 416,083	\$ -	\$ 3,170,597	0%
Capital Outlay	\$ 880,488	\$ 124,355	\$ -	\$ 880,488	0%
Claims and Insurance	\$ 3,355,195	\$ -	\$ -	\$ 3,355,195	0%
Dues and Subscriptions	\$ 170,425	\$ 71,104	\$ -	\$ 170,425	0%
Economic Development Programs	\$ 112,487	\$ 77,864	\$ 320,000	\$ 432,487	284%
Legal Services	\$ 402,200	\$ 174,217	\$ -	\$ 402,200	0%
Maintenance Agreements & Licenses	\$ 473,800	\$ 362,006	\$ -	\$ 473,800	0%
Operating Fees	\$ 98,100	\$ 63,500	\$ -	\$ 98,100	0%
Recreation Programs	\$ 115,000	\$ 98,457	\$ -	\$ 115,000	0%
Repairs & Maintenance	\$ 1,148,646	\$ 421,653	\$ -	\$ 1,148,646	0%
Service Programs	\$ 34,705	\$ 13,115	\$ -	\$ 34,705	0%
Transfers Out From	\$ 1,281,500	\$ -	\$ -	\$ 1,281,500	0%
Utilities	\$ 1,324,150	\$ 779,634	\$ 188,600	\$ 1,512,750	14%
Total Expenditures	\$ 77,532,912	\$ 33,444,453	\$ 1,636,950	\$ 79,169,862	2%

Expenditure commentary:

- Retiree health benefits (OPEB) and retiree payouts
- Significant increases to fuel
- Small business grant programs moved from Development Services to General Fund
- Significant increases to electricity

2%
increase



Questions?

FinanceBudget@manteca.gov