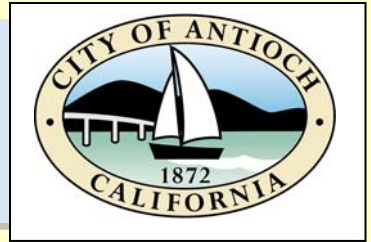


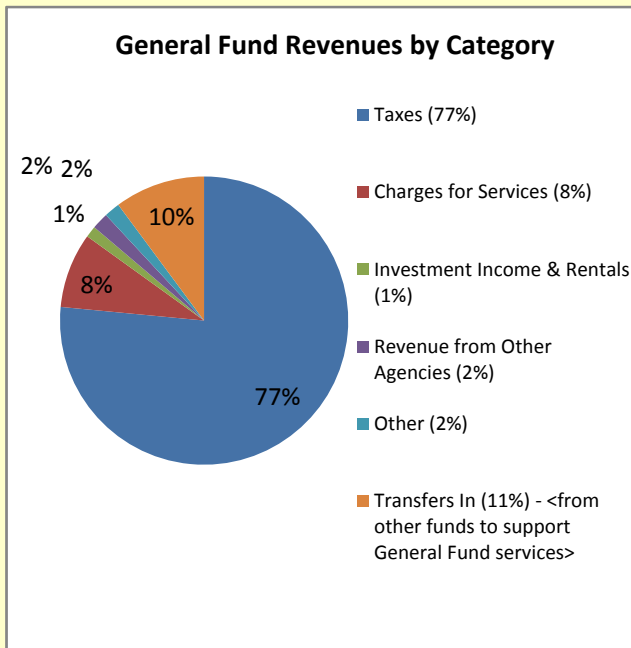
CITY OF ANTIOCH FISCAL YEAR 2014 BUDGET FACTS



Second Quarter Budget Update

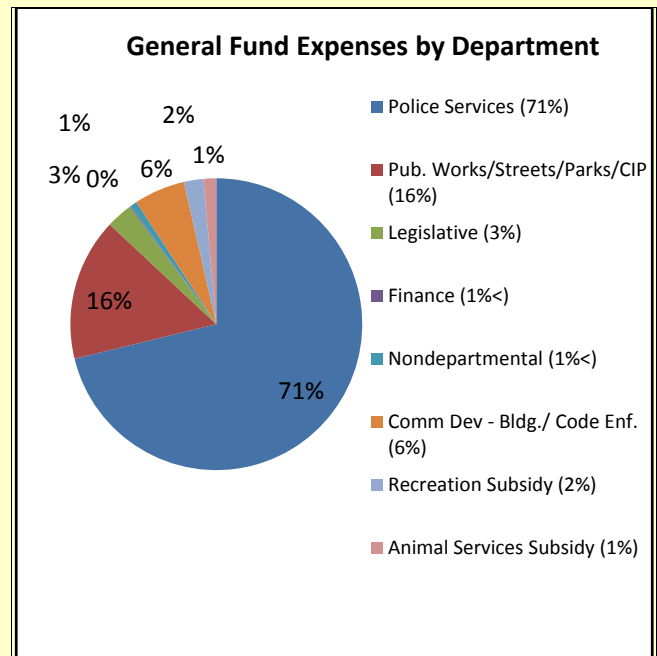
A budget is adopted annually covering all services and runs from July 1 to June 30 each fiscal year. The budget is segregated by fund type and then by individual fund based upon the legally allowable use of monies received. The complete budget adopted for fiscal year 2013-14 can be viewed on the City's website at www.ci.antioch.ca.us/CityGov/Finance.

The main operating fund of the City is the General Fund which funds most of the day-to-day services the City provides. Total budgeted General Fund revenues are \$36,751,689 broken down by category as follows:

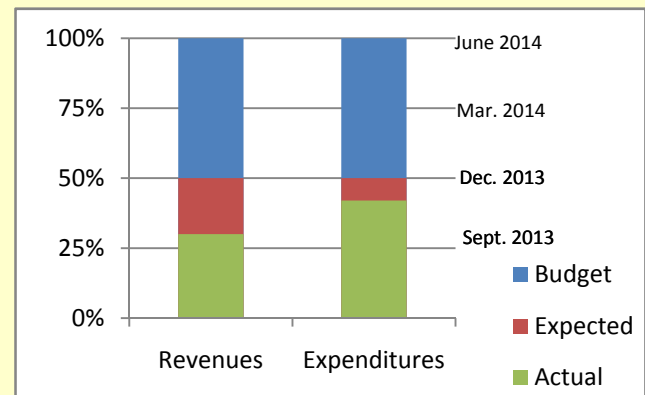


Taxes are by far the largest revenue source for the General Fund. While the City collects various types of taxes, the most significant are property and sales taxes. Property taxes represent 44% of total taxes and sales tax represents 40%.

The next chart reflects where tax dollars and other fees collected are allocated. Of the total budgeted expenditures of \$40,255,667 (including internal services cost allocation), approximately 70% are for personnel and the remaining 30% for services, supplies and transfers out to programs.



The budget is monitored continually by City staff. A helpful tool in this analysis is to compare expected budget results on a quarterly basis to actual performance and determining the cause of any significant variances. A budget to actual comparison for the period ended 12/31/13 follows:



Based on the chart above, actual revenues and expenditures as of December 31st should be at 50% of the budgeted levels. Revenues appear significantly below the target due mainly to the timing of the City's property and sales tax in lieu receipts. 50% will be received in February and the remaining 50% in June, with the total for these two items budgeted at \$8.2M. This demonstrates the need to maintain adequate reserves, or fund balance, to cover the cash flows for operating costs due to the uneven timing of receipts.

Expenditures are slightly below expectations due to the timing of expenditures. In addition, subsidies to Animal Services and Recreation Services do not occur until June when the actual amount needed to subsidize the programs is known.

Measure C

In November, voters passed Measure C "Restoring Antioch Services Sales Tax", a half cent sales tax initiative which will become effective April 1, 2014. A Citizen's Oversight Committee is in the process of being established and the City Council will deliberate the priorities and use of the funds during the upcoming budget cycle which will begin in March. The City expects to begin receiving revenues in June.

