



City of Santa Clara

The Center of What's Possible

MONTHLY FINANCIAL STATUS REPORT

August 2025

City of Santa Clara

Financial Status Report as of August 31, 2025

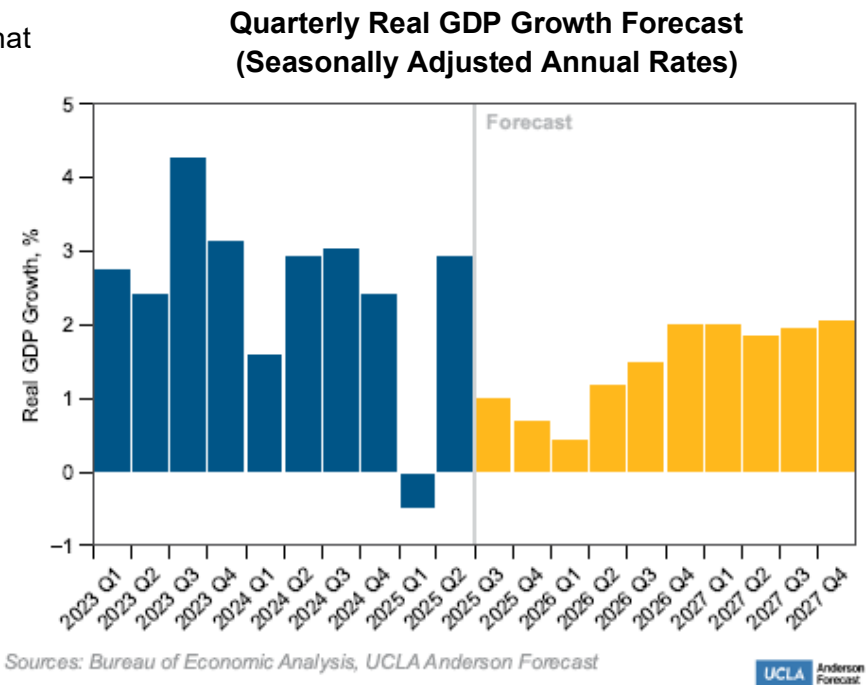
This report summarizes the City’s financial performance for the month ended August 31, 2025. Financial analysis for the report is provided for the General Fund, select Special Revenue Funds, Enterprise Operating Funds, Internal Service Funds, and Capital Improvement Funds. Financial information included in this report is unaudited.

Economic Outlook

While the October 2025 UCLA Anderson Forecast assumes no recession, it continues to identify significant risks to the forecast during this period of unprecedented change and uncertainty. These include trade uncertainty, concerns about the credibility of our central bank and government statistical agencies, the continued feasibility of the AI boom, and the potential impacts of domestic political strife.

“The summer months have brought about a series of significant inflection points for the U.S. economy. The labor market deteriorated notably, marked by an outright decline in payroll employment in June. The inflationary trend pivoted, moving away from a path of gradual normalization and onto a rising trajectory. Finally, at his last Jackson Hole symposium as chairman of the Federal Open Market Committee, Jerome Powell signaled a stark change in monetary policy. In what is referred to as the “Powell Pivot”, the Federal Reserve’s focus has shifted to place a stronger emphasis on its employment mandate relative to its inflation mandate. This forecast is being produced at a time when more extreme scenarios have become increasingly plausible, even though they do not yet represent our baseline outlook. The risk of rising layoffs leading to a recession is now a tangible possibility. Even if a recession is avoided, the current pivot toward monetary easing sets the stage for what we anticipate will be a “stagflation-lite” regime, marking a period where both inflation and unemployment remain modestly elevated. Lastly, should the current administration’s attempt to undermine the Federal Reserve’s independence succeed, a full-blown stagflation scenario becomes a more significant risk.”¹

The UCLA Forecast assumes Gross Domestic Product (GDP) growth of 1% in third quarter of 2025, followed by lower growth in the winter as the cost of tariffs fully take hold. Growth is expected to recover in mid-2026 and reach 2% by the fourth quarter of 2026.



¹ UCLA Anderson Forecast for the Nation, Fall 2025 Report: A Summer of Inflection Points

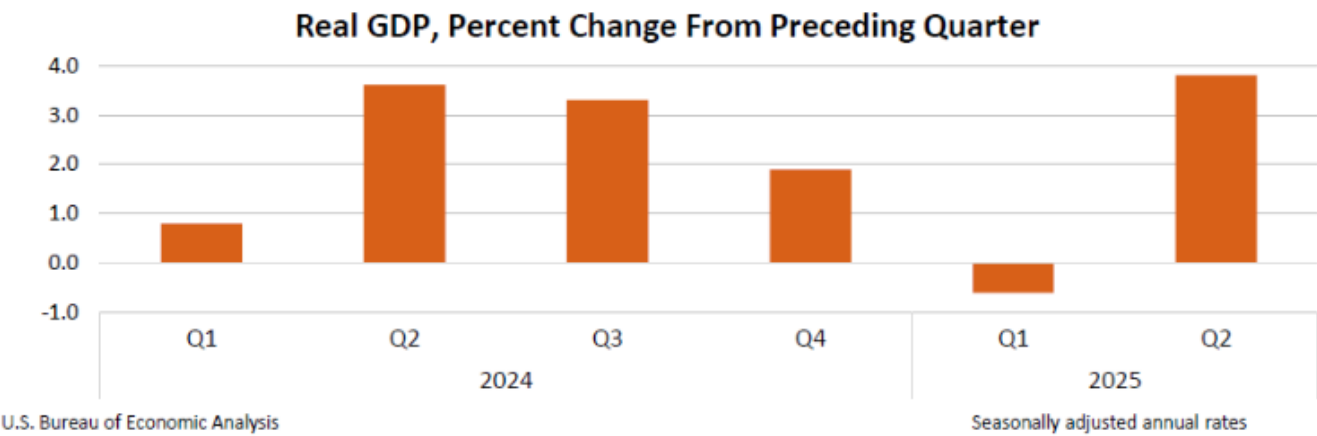
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City of Santa Clara

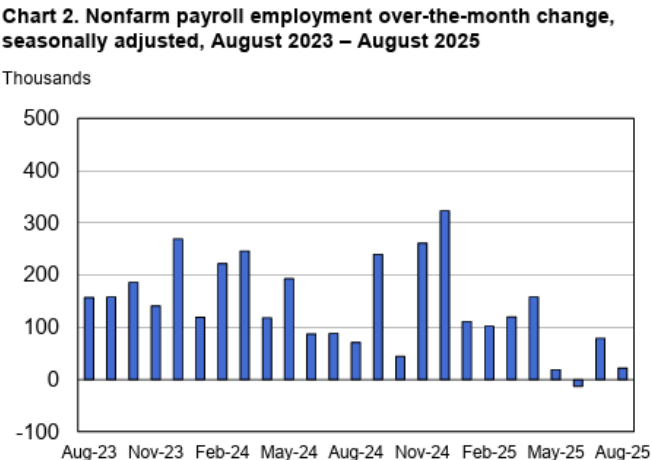
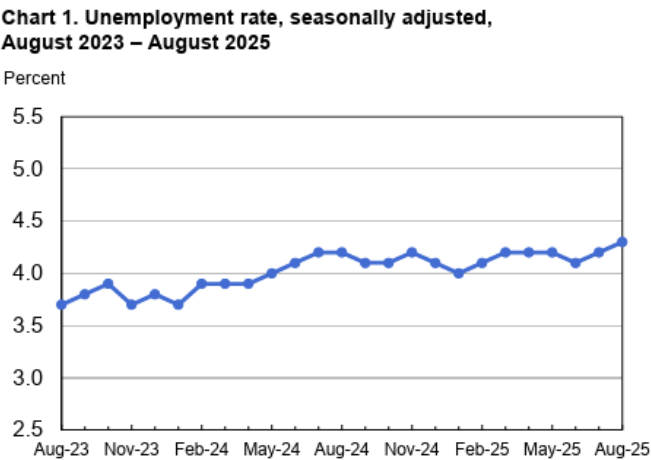
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The Conference Board (TCB) Economic Forecast for the US Economy also assumes a slowdown in GDP growth. “Higher tariffs are set to weigh on real GDP growth in H2 2025 and H1 2026 after already trimming growth in H1 2025, as consumers bear the brunt of higher prices. TCB estimates the bulk of tariff impacts will affect Q4, Q1, and Q3 of 2026. Fiscal policy is projected to only partially and modestly offset the negative impact from tariffs.²

In the second quarter 2025 third estimate, the Gross Domestic Product (GDP) increased at an annual rate of 3.8%, following a GDP decrease of 0.6% in the first quarter. The increase in real GDP primarily reflected a decrease in imports, which are a subtraction in the calculation of GDP, and an increase in consumer spending. These movements were partly offset by decreases in investments and exports.³



On a national level, the unemployment rate changed little from 4.2% to 4.3% between July and August 2025. In August, the number of unemployed persons totaled 7.4 million, an increase of 148,000 from July.⁴



² <https://www.conference-board.org/research/us-forecast>, The Conference Board Economic Forecast for the US Economy, Updated September 12, 2025

³ <https://www.bea.gov/news/2025/gross-domestic-product-2nd-quarter-2025-third-estimate-gdp-industry-corporate-profits>

⁴ <https://www.bls.gov/news.release/pdf/empst.pdf>

At the state level, the California unemployment rate remained unchanged at 5.5% between July and August 2025. This rate is slightly higher compared to the 5.4% rate in August 2024. Over the past year, California employers have added 69,500 nonfarm jobs.⁵

The unadjusted unemployment rate in the San José-Sunnyvale-Santa Clara Metropolitan Statistical Area (MSA) was 4.7% in August 2025, down slightly from a revised 4.9% in July 2025, and unchanged from the August 2024 level of 4.7%. Between August 2024 and August 2025, employment in this region decreased by 2,300 jobs, or 0.2%. The largest decreases were in professional and business services (down 8,100 jobs) and manufacturing (down 3,800 jobs). Notable employment increases were in private education and health services (up 8,600 jobs) and government (up 1,900 jobs).⁶

General Fund

The General Fund is the major operating fund for the City and includes multiple programs, services, and activities for the residents and businesses of the City. The adopted budget for operating revenues and expenditures for fiscal year 2025/26 was \$353.0 million. The amended budget for revenues and expenditures was adjusted to \$359.4 million to reflect carryover encumbrances from fiscal year 2024/25 and various budget amendments approved by the City Council through August 2025.

While it is very early in the fiscal year and limited data is available, General Fund revenues and expenditures are tracking within estimated levels.

⁵ https://edd.ca.gov/en/about_edd/news_releases_and_announcements/unemployment-august-2025/

⁶ [https://labormarketinfo.edd.ca.gov/file/lfmonth/sjos\\$pds.pdf](https://labormarketinfo.edd.ca.gov/file/lfmonth/sjos$pds.pdf)

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General Fund Revenues

As of August 31, 2025, \$24.8 million of General Fund revenue (excluding transfers) was received. This figure excludes the negative amounts reflected in the table below, which represent accruals of revenue to the previous year. In some categories, the revenues received in August account for activity that occurred in FY 2024/25 and those revenues are accrued back to that year. In other cases, such as property tax, most payments are scheduled to occur later in the fiscal year. Transfers and use of reserves of \$23.6 million have occurred as budgeted.

CITY OF SANTA CLARA GENERAL FUND REVENUE OVERVIEW AND COMPARISON BY TYPE

Function	FISCAL YEAR 2025/26				PY REVENUE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 8/30/2025	Percentage Received	Actual Through 8/30/2024	Change From Prior Year	Percentage Change
TAXES							
Sales Tax	\$ 65,850,000	\$ 65,850,000	\$ -	0.00%	\$ -	\$ -	N/A
Property Tax	101,181,000	101,181,000	40,400	0.04%	82,066	(41,666)	-50.77%
Transient Occupancy Tax	27,500,000	27,500,000	1,835,710	6.68%	931,003	904,707	97.18%
Other Taxes	7,200,000	7,200,000	243,406	3.38%	352,629	(109,223)	-30.97%
Total Taxes	201,731,000	201,731,000	2,119,516	1.05%	1,365,698	753,818	55.20%
LICENSES & PERMITS							
Business Licenses	6,200,000	6,200,000	1,445,756	23.32%	1,603,747	(157,991)	-9.85%
Fire Operation Permits	1,998,000	1,998,000	596,264	29.84%	382,287	213,977	55.97%
Miscellaneous Permits	26,000	26,000	242,139	931.30%	18,305	223,834	1222.80%
Total Licenses & Permits	8,224,000	8,224,000	2,284,159	27.77%	2,004,339	279,820	13.96%
FINES & PENALTIES	1,557,000	1,557,000	737,912	47.39%	142,847	595,065	416.58%
INTERGOVERNMENTAL	580,000	580,000	253	0.04%	354,605	(354,352)	-99.93%
CHARGES FOR SERVICES	35,626,474	35,626,474	8,003,906	22.47%	3,765,484	4,238,422	112.56%
SILICON VALLEY POWER TRANSFER	37,275,000	37,275,000	6,212,510	16.67%	5,910,850	301,660	5.10%
USE OF MONEY & PROPERTY							
Interest	6,247,000	6,247,000	(856,771)	-13.71%	(1,076,046)	219,275	-20.38%
Rent	13,107,611	13,107,611	2,638,243	20.13%	2,324,113	314,130	13.52%
Total Use of Money & Property	19,354,611	19,354,611	1,781,472	9.20%	1,248,067	533,405	42.74%
MISCELLANEOUS REVENUES	380,000	380,000	56,038	14.75%	170,492	(114,454)	-67.13%
LAND PROCEED	-	-	-	N/A	-	-	N/A
OTHER FINANCING SOURCES							
Operating Transfer In - Storm Drain	1,454,000	1,454,000	1,454,000	100.00%	1,454,000	-	0.00%
Operating Transfer In - Reserves	9,556,671	15,886,222	15,886,222	100.00%	13,403,241	2,482,981	18.53%
Operating Transfer In - Fund Balances ⁽¹⁾	5,816,858	5,816,858	5,816,858	100.00%	6,162,369	(345,511)	-5.61%
Operating Transfer In - Miscellaneous	405,265	405,265	405,265	100.00%	575,821	(170,556)	-29.62%
Total Other Financing Sources	17,232,794	23,562,345	23,562,345	100.00%	21,595,431	1,966,914	9.11%
STADIUM OPERATION							
Charges for Services	24,423,380	24,423,380	1,760,609	7.21%	570,405	1,190,204	208.66%
Rent and Licensing	6,640,308	6,640,308	1,000,000	15.06%	-	1,000,000	N/A
Total Stadium Operation	31,063,688	31,063,688	2,760,609	8.89%	570,405	2,190,204	383.97%
TOTAL GENERAL FUND	\$ 353,024,567	\$ 359,354,118	\$ 47,518,720	13.22%	\$ 37,128,218	\$ 10,390,502	27.99%

(1) The Operating Transfer In - Fund Balances includes the carryover encumbrances of open purchase orders as of June 30, 2024 and mid year budget amendment from reserves.

General Fund Revenues

Sales Tax: The City of Santa Clara sales tax rate is 9.125%, of which the City receives 1.0%. As of August 31, 2025, no sales tax has been recorded. Given the timing of payments, the sales tax payments received through August accounted for activity in the prior fiscal year and those funds were accrued to last year.

Property Tax: Property tax receipts totaling \$40,400 were received in August 2025. The majority of property tax revenue is collected in the second half of the fiscal year. Based on initial information from the County of Santa Clara, property tax receipts are projected to end the year at \$103.3 million, slightly above the Adopted Budget estimate of \$101.2 million.

Transient Occupancy Tax (TOT): TOT is calculated as a percentage of City hotel/motel room charges. The City's TOT rate is 13.5%. Through August 31, 2025, \$1.8 million has been collected, which reflects a 97.2% increase when compared to the collection level in the prior year.

Other Taxes: Includes franchise tax and documentary transfer tax. The City has collected \$0.2 million through August, which is slightly below last fiscal year's collection levels. Receipts primarily reflect franchise tax, with a smaller portion attributed to documentary transfer tax.

Licenses & Permits: Includes business licenses, fire operation permits, and miscellaneous permits and fees. Licenses and permits revenue collections are tracking above par with receipts totaling \$2.3 million, or 27.8% of the \$8.2 million budget. This collection level is also above the prior year collection level of \$2.0 million.

Fines & Penalties: Includes vehicle, parking, court fines, and miscellaneous penalty fines. The revenue collected in this category through August was \$0.7 million, which is above prior year level collections of \$0.1 million. The majority of the receipts are comprised of municipal fines and collection charges.

Intergovernmental: Includes motor vehicle fees, state homeowner tax relief, state mandated reimbursement and redistribution of land sale proceeds and ground leases from the Successor Agency. Through August 31, 2025, \$253 has been collected in this category.

Charges for Services: Includes various plan check and zoning-related fees, engineering fees, administrative fees, and community service revenue from various recreational activities. Through July, collections totaled approximately \$8.0 million or 22.5% of the budget. This reflects a 112.5% increase compared to last year's collections, primarily due to the timing of the interdepartmental charges – cost allocation monthly payments that were received this fiscal year but had not yet been booked through August of the prior fiscal year. Higher revenues were also received in other categories, including planning and zoning fees, recreational activity fees, and Emergency Medical Services (EMS) fees.

Silicon Valley Power Transfer: In accordance with the City's charter, Silicon Valley Power pays 5.0% of gross revenues to the General Fund. Transfers throughout the year are based on the budgeted estimate and will be trued up at the end of the fiscal year based on actual performance.

Use of Money & Property: Includes realized investment income and rental income. Collections in the rent category of \$2.6 million are higher than prior year levels, specifically for lease revenues. The negative amount under the interest category reflects an accrual to the prior year.

Miscellaneous Revenues: Includes developer fees, donations, damage recovery, sale of surplus, and one-time miscellaneous revenues. Through August 2025, collections are tracking below the prior year collections of \$170,492.

Stadium Operation: Through August 2025, \$2.8 million has been collected through charges for services and rent.

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General Fund Expenditures

As of August 31, 2025, \$83.0 million or 23.1% of the General Fund operating budget had been expended, which is higher than prior year expenditure levels. Excluding transfers, expenditures totaled \$54.0 million, or 16.3% of the budget, which is at par of 16.7%. Transfers of \$29.0 million have occurred as budgeted. Overall, expenditures in the General Fund are within budgeted levels through August.

CITY OF SANTA CLARA GENERAL FUND EXPENDITURES OVERVIEW AND COMPARISON BY FUNCTION

Function	FISCAL YEAR 2025/26				PY EXPENDITURES COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 8/30/2025	Percentage Used	Actual Through 8/30/2024	\$ Change From Prior Year	Percentage Change
GENERAL GOVERNMENT							
Non-Departmental	\$ 20,501,477	\$ 20,610,625	\$ 4,737,558	22.99%	\$ 4,194,289	\$ 543,269	12.95%
City Council	1,268,362	1,273,274	196,773	15.45%	204,030	(7,257)	-3.56%
City Clerk	1,761,474	1,763,949	280,374	15.89%	347,485	(67,111)	-19.31%
City Manager	5,859,758	6,642,349	883,434	13.30%	794,041	89,393	11.26%
City Attorney	4,619,355	4,760,193	573,378	12.05%	507,233	66,145	13.04%
City Auditor	1,075,554	1,167,005	119,149	10.21%	106,870	12,279	11.49%
Human Resources	5,470,869	5,734,767	691,064	12.05%	630,892	60,172	9.54%
Finance	20,897,522	21,598,708	3,217,345	14.90%	3,693,355	(476,010)	-12.89%
Total General Government	61,454,371	63,550,870	10,699,075	16.84%	10,478,195	220,880	2.11%
PUBLIC WORKS	30,216,576	31,422,593	4,695,964	14.94%	4,313,010	382,954	8.88%
COMMUNITY DEVELOPMENT	6,039,535	6,237,266	856,944	13.74%	813,488	43,456	5.34%
PARKS AND RECREATION	24,548,978	25,373,495	4,123,209	16.25%	3,854,407	268,802	6.97%
PUBLIC SAFETY							
Fire	70,335,667	70,804,167	12,151,071	17.16%	12,075,616	75,455	0.62%
Police	99,261,544	100,126,131	16,820,121	16.80%	14,738,053	2,082,068	14.13%
Total Public Safety	169,597,211	170,930,298	28,971,192	16.95%	26,813,669	2,157,523	8.05%
LIBRARY	12,178,570	12,300,254	2,072,909	16.85%	2,043,071	29,838	1.46%
DEPARTMENTAL TOTAL	304,035,241	309,814,776	51,419,293	16.60%	48,315,840	3,103,453	6.42%
OTHER FINANCING USES							
Operating Transfer Out - Miscellaneous	1,062,675	1,062,675	1,062,675	100.00%	626,778	435,897	69.55%
Operating Transfer Out - Debt Services	1,406,979	1,406,979	1,406,979	100.00%	1,405,940	1,039	0.07%
Operating Transfer Out - Maintenance Dtrct	1,079,493	1,079,493	1,079,493	100.00%	977,546	101,947	10.43%
Operating Transfer Out - Cemetery	1,078,109	1,078,109	1,078,109	100.00%	823,000	255,109	31.00%
Operating Transfer Out - CIP	6,352,233	6,772,581	6,772,581	100.00%	14,204,882	(7,432,301)	-52.32%
Operating Transfer Out - Reserves	17,649,996	17,649,996	17,649,996	100.00%	-	17,649,996	N/A
Total Other Financing Uses	28,629,485	29,049,833	29,049,833	100.00%	18,038,146	11,011,687	61.05%
STADIUM OPERATION	20,359,841	20,489,508	2,553,646	12.46%	1,741,219	812,427	46.66%
TOTAL GENERAL FUND	\$ 353,024,567	\$ 359,354,118	\$ 83,022,772	23.10%	\$ 68,095,205	\$ 14,927,567	21.92%

General Fund Expenditures

Below is an explanation of certain budget to actual expenditure variances by program.

Non-Departmental: Includes expenditures that are not attributable to a single department, but a function of the City in general. Through August, expenditures totaled \$4.7 million, or 23% of the budget. These expenditures are above the par level of 16.7% due to insurance costs that were recorded at the beginning of the fiscal year. The insurance premiums were also higher than prior year levels as anticipated when the budget was developed. The payment recorded was for the City's property insurance premium, which came in lower than budgeted; the spending in Non-Departmental is anticipated to level out through the year.

City Attorney: Actual expenditures through August totaled approximately \$0.6 million, which is 12% of the budget, which is below par. Spending is higher than the total expenditures through the same time last fiscal year by 13% due to higher salaries and benefits costs.

City Clerk: Through August, actual expenditures were tracking below budget at \$0.3 million or approximately 16% of the budget. This expenditure level reflects a 19.3% decrease compared to last fiscal year due to the lower software subscription costs.

City Council: Through August, expenditures of \$0.2 million were at 15.5% of budget, which is below par. Compared to the same period through last fiscal year, this reflects a decrease in expenditures, resulting from lower spending for as-needed staff and operating supplies.

City Manager: The actual expenditures through August totaled \$0.9 million, or 13.3% of the budget, which is below par for this time of the year. Expenditures are approximately 11.3% higher compared with the spending level through the same period last fiscal year. This is due to higher spend in the salaries and benefits and contractual services categories.

Community Development Department: This department consists of three divisions: Planning, Building, and Housing and Community Services. The Building Division of this department is reflected in the Building Development Services Fund, which falls under the special revenue section of this report. Through August, departmental expenditures for the Planning and Housing and Community Services divisions totaled \$0.9 million, or 13.7% of the budget, which is below par of 16.7%. This expenditure level is 5% above the prior year as a result of higher salaries and benefits spend.

Finance Department: Through August, the Department's expenditures totaled \$3.2 million, or 14.9% of the budget, which is below par. This expenditure level was approximately 12.9% lower compared to the same period last year. This decrease reflects lower contractual services costs.

Fire Department: Through August, actual expenditures totaled \$12.2 million, or 17.2% of the budget, which is slightly above par. These expenditures are consistent with the spending level through the same period last fiscal year. Overtime expenditures are tracking at 36.3% of the budget, which is well above par for this time of year. Excluding reimbursable mutual aid-related overtime, which was only \$300 in August, the departmental overtime remains at approximately 36.3% of the budget. While this

overtime figure is still above par, it is important to note that overtime is used to backfill for vacant positions and the vacancy savings offset a portion of the overtime costs.

Through August, absences are up 13% (from 13,637 to 15,434 hours) when compared with the prior fiscal year and remain above historical levels. Absences are trending high in the areas of vacation usage, sick leave, and industrial injury time. It is important to note that employees can elect for compensatory time over overtime pay when backfilling shift absences, which increases the need to backfill when the compensatory time is used. Through August, the compensatory time payouts total \$451,345, which is above historical levels and 31% above the payouts of \$343,615 experienced through August of last fiscal year. The Department will continue to monitor expenditures throughout the fiscal year, and any necessary budget adjustments will be brought forward for City Council consideration.

Library Department: Through August, actual expenditures totaled \$2.1 million, or 16.9% of the budget, which is slightly above par, and 1.5% higher than expenditure levels last fiscal year. The slight increase in spending is mainly attributable to higher salaries and benefits costs.

Parks and Recreation Department: Through August, actual expenditures totaled \$4.1 million, or 16.3% of the budget, which is at par, but 7% higher than prior year actuals of \$3.9 million. This increase reflects higher spend in the salaries and benefits categories as well as maintenance costs.

Police Department: Expenditures through August are tracking at expected levels at \$16.8 million, or 16.8% of the budget; this is approximately 14.1% higher prior year spending. The increase is mainly due to higher spend in the salaries and benefits categories.

Stadium Operation: Stadium operating expenditures are incurred first and billed on a reimbursement basis creating a timing difference in revenue recognition. Stadium expenditures of \$2.6 million through August are tracking at 23.1% of the budget; this expenditure level is 46.7% above the prior fiscal year based on activity at the Stadium. Events at the Stadium through August include one soccer match, four concerts, and two preseason NFL games, and these costs are fully reimbursed by the Stadium Manager and the Stadium Authority. The Bay Area Host Committee also provides reimbursement for expenses incurred related to Super Bowl LX and FIFA World Cup 2026 planning costs.

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Special Revenue Funds

The table below is a summary of revenues and expenditures of select Special Revenue Funds as of August 31, 2025. The amended budget reflects carryover encumbrances from fiscal year 2024/25 and budget amendments approved by the City Council through August 2025.

Both revenues and expenditures totaled approximately \$4.9 million through the end of August and are tracking below par of 16.7%. Revenues in both the Building and Fire Development Services Funds are tracking above par but show a decrease when compared to last fiscal year due to lower collections in the plan check and sign fees and fire construction permit categories, respectively. The Housing and Urban Development Fund shows higher revenue collections and higher spend than last fiscal year as the Housing Division continues to spend down grant funding. In the Housing Successor Agency Fund, contractual services spend is higher than prior years.

CITY OF SANTA CLARA SPECIAL REVENUE FUNDS REVENUE AND EXPENDITURES - OVERVIEW AND COMPARISON BY FUND

Fund Description	REVENUE - FISCAL YEAR 2025/26				PRIOR YEAR REVENUE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 8/31/2025	Percentage Received	Actual Through 8/31/2024	\$ Change From Prior Year	Percent Change
Building Development Services Fee Fund	\$ 16,736,000	\$ 16,736,000	\$ 3,118,553	18.63%	\$ 3,284,465	\$ (165,912)	-5.05%
City Affordable Housing Fund	1,253,326	1,253,326	131,217	10.47%	130,925	292	0.22%
Fire CUPA Fund	2,019,000	2,019,000	126,651	6.27%	0	126,651	N/A
Fire Development Services Fee Fund	3,429,000	3,429,000	749,973	21.87%	1,011,355	(261,382)	-25.84%
Housing and Urban Development	5,427,794	5,427,794	613,315	11.30%	71,219	542,096	761.17%
Housing Authority Fund	281,088	281,088	8,946	3.18%	9,980	(1,034)	-10.36%
Housing Successor Fund	1,302,573	1,302,573	152,178	11.68%	178,501	(26,323)	-14.75%
TOTAL	\$ 30,448,781	\$ 30,448,781	\$ 4,900,833	16.10%	\$ 4,686,445	\$ 214,388	4.57%

Fund Description	EXPENDITURES - FISCAL YEAR 2025/26				PRIOR YEAR EXPENDITURE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 8/31/2025	Percentage Used	Actual Through 8/31/2024	\$ Change From Prior Year	Percent Change
Building Development Services Fee Fund	\$ 17,307,319	\$ 18,457,334	\$ 2,892,752	15.67%	\$ 2,643,001	\$ 249,751	9.45%
City Affordable Housing Fund	6,984,995	7,292,572	236,512	3.24%	125,449	111,063	88.53%
Fire CUPA Fund	1,779,867	1,779,867	181,975	10.22%	0	181,975	N/A
Fire Development Services Fee Fund	3,904,315	3,906,214	604,178	15.47%	580,151	24,027	4.14%
Housing and Urban Development	5,427,794	7,126,175	718,517	10.08%	263,154	455,363	173.04%
Housing Authority Fund	459,878	501,371	29,582	5.90%	33,244	(3,662)	-11.02%
Housing Successor Fund	1,127,973	1,347,976	194,838	14.45%	46,654	148,184	317.62%
TOTAL	\$ 36,992,141	\$ 40,411,509	\$ 4,858,354	12.02%	\$ 3,691,653	\$ 1,166,701	31.60%

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Internal Service Funds

The table below displays the expenditures in the internal service funds across the City. The amended budget reflects current year appropriations, prior year carryover, and budget amendments approved through August 2025. As of August 31, 2025, the internal service fund expenditures totaled \$10.5 million, or 18.1% of the amended budget. The change in spend in the Special Liability Fund is due to higher insurance premium costs that were assumed in the development of the budget.

CITY OF SANTA CLARA INTERNAL SERVICE FUNDS EXPENDITURES - OVERVIEW AND COMPARISON BY FUND

Fund Description	EXPENDITURES - FISCAL YEAR 2025/26				PRIOR YEAR EXPENDITURE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 8/31/2025	Percentage Used	Actual Through 8/31/2024	\$ Change From Prior Year	Percent Change
Communication Acquisitions Fund	\$ 1,064,336	\$ 1,642,638	\$ 130,274	7.93%	\$ -	\$ 130,274	N/A
Fleet Maintenance and Operations Fund	6,757,227	7,116,065	1,067,035	14.99%	916,770	150,265	16.39%
Information Technology Services Fund	18,755,875	21,088,465	1,381,006	6.55%	1,459,986	(78,980)	-5.41%
Public Works Capital Projects Management Fund	4,991,087	5,863,020	694,109	11.84%	699,573	(5,464)	-0.78%
Special Liability Fund	9,152,000	9,209,062	4,712,989	51.18%	3,231,128	1,481,861	45.86%
Unemployment Insurance Fund	100,000	100,000	0	0.00%	24,637	(24,637)	-100.00%
Vehicle Replacement Fund	3,994,000	6,223,153	434,796	6.99%	623,068	(188,272)	-30.22%
Workers' Compensation Fund	6,858,000	6,858,000	2,114,868	30.84%	1,891,353	223,515	11.82%
TOTAL	\$ 51,672,525	\$ 58,100,403	\$ 10,535,077	18.13%	\$ 8,846,515	\$ 1,688,562	19.09%

Governmental Capital Improvement Funds

The table below lists the revenue for selected capital improvement funds. The amended budget reflects current year appropriations, prior year carryover, and budget amendments approved through August 2025. As of August 31, 2025, the capital fund revenue totaled approximately \$1.3 million. In the Parks and Recreation Capital Fund, \$0.4 million represents Quimby Act fees received, with interest earnings accounting for the remaining collections. The revenue collected in the Related Santa Clara Fund represents developer contributions. The revenue shown in the Storm Drain Capital Fund are customer service charges. The amount collected in the Tasman East Specific Infrastructure Fund is interest earnings, while the collections in the Streets and Highways Capital Fund are comprised of interest earnings, fees, and VTA Measure B proceeds.

CITY OF SANTA CLARA GOVERNMENTAL CAPITAL IMPROVEMENT FUNDS REVENUE - OVERVIEW AND COMPARISON BY SELECTED FUND

Fund Description	REVENUE - FISCAL YEAR 2025/26				
	Current Year Appropriation	Prior Year Carryforward	Total Amended Budget	Actual Through 8/31/2025	Percentage Used
Parks & Recreation	\$ 500,000	\$ 284,469	\$ 784,469	\$ 658,941	84.00%
Related Santa Clara Developer	803,406	-	803,406	235,000	29.25%
Storm Drain	1,454,000	3,154,100	4,608,100	248,492	5.39%
Streets & Highways	7,308,458	21,158,544	28,467,002	77,018	0.27%
Tasman East Specific Infrastructure Improvement Fund	-	3,734,932	3,734,932	35,309	0.95%
TOTAL	\$ 10,065,864	\$ 28,332,045	\$ 38,397,909	\$ 1,254,760	3.27%

The table below lists the total amended budgeted amounts for expenditures in the Capital Improvement Funds. Similar to the revenue table, the amended expenditure budgets consist of current year appropriations, prior year carryover encumbrance balances in Governmental Capital Improvement Funds, and budget amendments approved through August 2025. As of August 31, 2025, capital fund expenditures totaled \$5.0 million, or 2.9% of the amended budget, well below par of 16.7%.

As part of the adoption of the FY 2025/26 and FY 2026/27 biennial operating budget, capital funds were carried over for projects that were not anticipated to be completed by June 30, 2025. Necessary additional adjustments to the capital carryover amounts will be included as part of the Budgetary Year-End Report for FY 2024/25, anticipated to be brought forward for City Council approval in December 2025.

CITY OF SANTA CLARA GOVERNMENTAL CAPITAL IMPROVEMENT FUNDS SUMMARY OF EXPENDITURES

	EXPENDITURES - FISCAL YEAR 2025/26				
Fund Description	Current Year Appropriation	Prior Year Carryforward	Total Amended Budget	Actual Through 8/31/2025	Percentage Used
Fire	\$ 528,065	1,843,700	\$ 2,371,765	\$ 58,308	2.46%
General Gov't - Other	776,902	13,044,393	13,821,295	70,733	0.51%
Library	21,804	650,322	672,126	3,634	0.54%
Parks & Recreation	8,182,875	36,311,156	44,494,031	891,524	2.00%
Public Buildings	497,511	7,897,509	8,395,020	1,201,036	14.31%
Related Santa Clara Developer	803,406	263,001	1,066,407	104,092	9.76%
Storm Drain	660,357	8,743,063	9,403,420	238,549	2.54%
Streets & Highways	18,310,538	72,157,339	90,467,877	2,456,556	2.72%
Tasman East Specific Infrastructure Improvement Fund	1,433,038	2,827,188	4,260,226	3,130	0.07%
TOTAL	\$ 31,214,496	\$ 143,737,671	\$ 174,952,167	\$ 5,027,562	2.87%

Financial Status Report as of August 31, 2025

Enterprise Funds

The table below is a summary of revenues and expenses for the Enterprise Operating Funds as of August 31, 2025. Overall, revenues and expenditures are tracking below budgeted levels.

CITY OF SANTA CLARA ENTERPRISE OPERATING FUNDS REVENUE AND EXPENSES - OVERVIEW AND COMPARISON BY FUND

Fund Description	REVENUE - FISCAL YEAR 2025/26				PRIOR YEAR REVENUE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 8/31/2025	Percentage received	Actual Through 8/31/2024	\$ Change From Prior Year	Percent Change
Cemetery Fund	\$ 600,000	\$ 600,000	\$ 102,310	17.05%	\$ 87,644	\$ 14,666	16.73%
Electric Utility Fund	1,128,195,241	1,128,195,241	88,675,000	7.86%	83,438,035	5,236,965	6.28%
Sewer Utility Fund	52,407,375	52,407,375	6,260,081	11.95%	5,892,801	367,280	6.23%
Solid Waste Utility Fund	42,287,613	42,287,613	5,024,907	11.88%	4,722,647	302,260	6.40%
Water Recycling Fund	9,651,409	9,651,409	1,536,857	15.92%	1,487,367	49,490	3.33%
Water Utility Fund	76,402,644	76,402,644	9,753,338	12.77%	9,200,104	553,234	6.01%
TOTAL REVENUE	\$ 1,309,544,282	\$1,309,544,282	\$ 111,352,493	8.50%	\$ 104,828,598	\$ 6,523,895	6.22%

Fund Description	EXPENDITURES - FISCAL YEAR 2025/26				PRIOR YEAR EXPENSE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 8/31/2025	Percentage Used	Actual Through 8/31/2024	\$ Change From Prior Year	Percent Change
Cemetery Fund	\$ 1,757,102	\$ 1,774,177	\$ 200,178	11.28%	\$ 181,850	\$ 18,328	10.08%
Electric Utility Fund	712,617,141	723,672,626	110,632,290	15.29%	80,621,289	30,011,001	37.22%
Sewer Utility Fund	43,738,253	44,110,349	10,191,475	23.10%	8,984,089	1,207,386	13.44%
Solid Waste Utility Fund	42,061,065	46,374,375	5,613,481	12.10%	6,032,051	(418,570)	-6.94%
Water Recycling Fund	10,890,055	10,927,484	2,180,932	19.96%	258,109	1,922,823	744.97%
Water Utility Fund	66,793,248	67,909,402	7,135,003	10.51%	6,607,417	527,586	7.98%
TOTAL - Operating Appropriations	\$ 877,856,864	\$ 894,768,413	\$ 135,953,359	15.19%	\$ 102,684,805	\$ 33,268,554	32.40%

Both revenue and expenditures are tracking higher than prior year levels.

Revenues in the electric (which also includes the Electric Debt Service Fund), water, sewer (which also includes the Sewer Debt Service Fund) and water recycling funds are primarily from customer service charges. The activity levels for these customer service charges also impact the resource and production costs on the expenditure side for these funds. In the Water Recycling Fund, higher customer service charges have been collected, with higher spend in the resource/production category due to timing of payments. In the Electric Utility Fund, the significant increase in spend is attributable to the salaries and benefits and resource/production categories, with revenue also tracking higher than prior years.

Financial Status Report as of August 31, 2025

A summary of revenue and expenses in the Enterprise Capital Improvement Funds is detailed in the table below. Actual revenue through August 31, 2025, totaled \$2.3 million, consisting primarily of developer contributions in the Electric Utility Fund and sewer fees in the Sewer Utility Fund. Enterprise capital fund expenses totaled \$11.3 million, or 1.4% of the amended budget. Similar to the general government capital funds, capital funds were carried over from FY 2024/25 as part of the FY 2025/26 and FY 2026/27 budget adoption process for those projects that were not expected to be completed by June 30, 2025. Additional necessary adjustments to the capital carryover amounts based on actual year-end expenditures will be brought forward for City Council approval in December 2025, as part of the budgetary year-end report for FY 2024/25.

CITY OF SANTA CLARA ENTERPRISE CAPITAL IMPROVEMENT FUNDS REVENUE - OVERVIEW AND COMPARISON BY SELECTED FUND

REVENUE - FISCAL YEAR 2025/26					
Fund Description	Current Year Appropriation	Prior Year Carryforward	Total Amended Budget	Actual Through 8/31/2025	Percentage Used
Electric Utility Fund	\$ 25,505,075	\$ 24,039,903	\$ 49,544,978	\$ 1,697,562	3.43%
Sewer Utility Fund	-	-	-	636,694	N/A
Solid Waste Utility Fund	258,000	246,500	504,500	-	0.00%
TOTAL - Revenue	\$ 25,763,075	\$ 24,286,403	\$ 50,049,478	\$ 2,337,685	4.67%

CITY OF SANTA CLARA ENTERPRISE CAPITAL IMPROVEMENT FUNDS SUMMARY OF EXPENDITURES

EXPENSES - FISCAL YEAR 2025/26					
Fund Description	Current Year Appropriation	Prior Year Carryforward	Total Amended Budget	Actual Through 8/31/2025	Percentage Used
Cemetery Fund	\$ -	\$ 270,489	\$ 270,489	\$ -	0.00%
Convention Center Capital Fund	-	2,509,218	2,509,218	-	0.00%
Electric Utility Fund	369,266,575	351,029,528	720,296,103	8,286,061	1.15%
Sewer Utility Fund	18,147,399	35,573,235	53,720,634	2,107,873	3.92%
Solid Waste Utility Fund	812,000	131,477	943,477	196,435	20.82%
Street Lighting ⁽¹⁾	125,000	7,161,945	7,286,945	350,514	4.81%
Water Recycling Fund	50,000	-	50,000	-	0.00%
Water Utility Fund	8,539,100	7,255,804	15,794,904	369,668	2.34%
TOTAL - CIP Appropriations	\$ 396,940,075	\$ 403,931,695	\$ 800,871,770	\$ 11,310,551	1.41%

(1) Street Lighting fund is part of Electric Capital Improvement Funds

Fund Reserves

By policy, City Council established the City's General Contingency Reserve, under which reserves for Budget Stabilization and Capital Projects were established.

- Budget Stabilization Reserve is set aside for weathering economic downturns, emergency financial crisis, or disaster situations. The reserve target is equal to the expenditures of the City's General Fund operations for three months (90-day or 25% General Fund Adopted Operating Budget).
- Capital Projects Reserve earmarks funds for the Capital Improvement Program.

Other General Reserves and Enterprise Fund Reserves included in this report are highlighted as follows:

- Technology Fee Reserve is set aside to update and/or replace the City's aging technology and to ensure internal controls are in compliance with current business standard and legal requirements.
- Land Sale Reserve is net proceeds from the sale of City-owned land, with interest earned on these funds available to be appropriated for General Fund operating expenditures. This reserve is available for appropriation by City Council action.
- The Electric Utility Rate Stabilization Reserve and Operations and Maintenance Reserve ensures sufficient operating cash is available to cover day-to-day expenses, address unforeseen cost increases or revenue shortfalls, and ensure debt service coverage.
- The Replacement and Improvement Reserve in the Water and Sewer Utility Funds is for future capital improvement.

The table below summarizes select reserve balances.

City of Santa Clara

Financial Status Report as of August 31, 2025

CITY OF SANTA CLARA
RESERVE BALANCES
August 31, 2025

DETAIL OF SELECTED FUND RESERVE BALANCES:			
	GENERAL FUND	ELECTRIC	WATER
Budget Stabilization Reserve	\$ 80,900,000		
Capital Projects Reserve	8,834,572		
Land Sale Reserve	10,343,105		
Technology Fee Reserve	2,355,271		
Electric Rate Stabilization Fund Reserve		\$ 78,000,000	
Electric Operations and Maintenance Reserve		377,000,000	
Replacement & Improvement			\$ 303,090
TOTALS	\$ 102,432,948	\$ 455,000,000	\$ 303,090

Donations to the City of Santa Clara

Donations received by department during the month of August 2025 and for fiscal year 2025/26 are shown in the table below.

Department	Aug-25	Fiscal Year 2025/26 Year To Date	Designated Use
City Manager's Office	50	50	Help Your Neighbor
Parks & Recreation	0	20,000	Case Management
Parks & Recreation	1,463	1,467	Roberta Jones Jr. Theatre
Parks & Recreation	775	1,100	Wade Brummal
TOTALS	\$ 2,288	\$ 22,617	