



City of Santa Clara

The Center of What's Possible

MONTHLY FINANCIAL STATUS REPORT

January 2025

City of Santa Clara

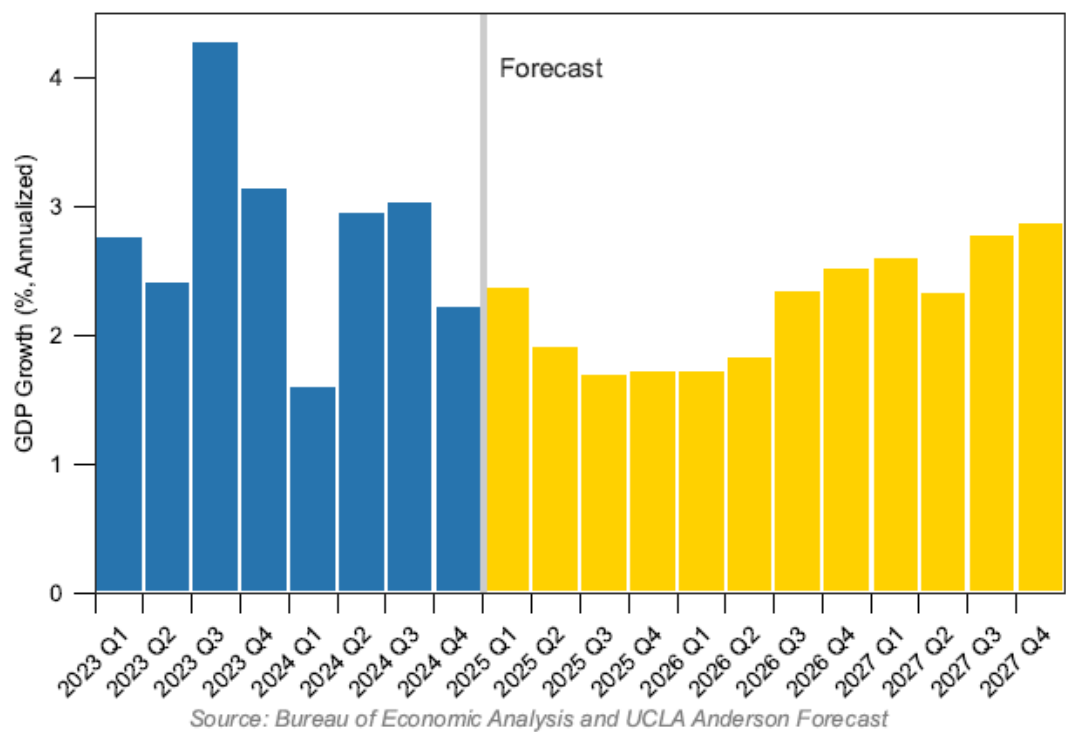
Financial Status Report as of January 31, 2025

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

Economic Outlook

In its Spring 2025 Forecast, the UCLA Anderson Forecast points to significant uncertainty related to trade, fiscal policy, and geopolitical risk with the new administration. The Forecast predicts higher unemployment and higher prices in 2025 with some potential upside in 2027 and beyond. “As a result of the combined effects of deportations and tariffs, we expect GDP and productivity growth to decline in late 2025 by about 1 percentage point and to recover by the end of 2026. (2025Q1 negative productivity growth is due to U.S. Census data adjustment to the size of the labor supply.) The unemployment rate will simultaneously rise and hit 4.5% by the first quarter of 2026 and gradually recover afterwards to 4.0% in 2027. We expect Inflation to remain elevated around 3 percent throughout 2025 and 2026. Tariffs will be the main cause of higher prices in 2025, while deportations will drive prices in 2026 via higher food and wage inflation of around 4 percent.”¹

U.S. Quarterly Real GDP Growth Forecast (UCLA Spring 2025 Economic Forecast)



¹ UCLA Anderson Forecast Spring 2025 Economic Forecast, “A Tariff Amount of Uncertainty”, Clement Bohr

City of Santa Clara

Financial Status Report as of January 31, 2025

On a national level, the unemployment rate changed little from 4.0% in January 2025 to 4.1% in February 2025. In February, the number of unemployed persons totaled 7.1 million, an increase from 6.85 million in January.²

Chart 1. Unemployment rate, seasonally adjusted, February 2023 – February 2025

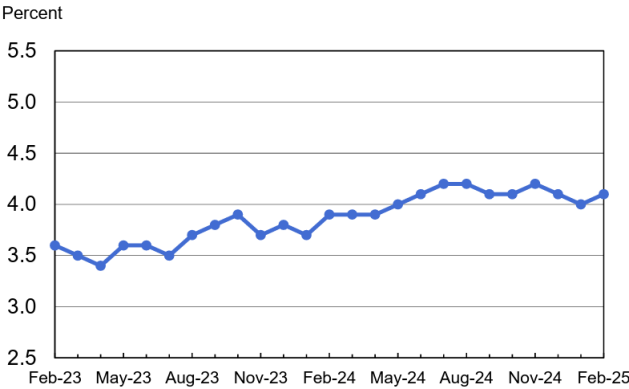
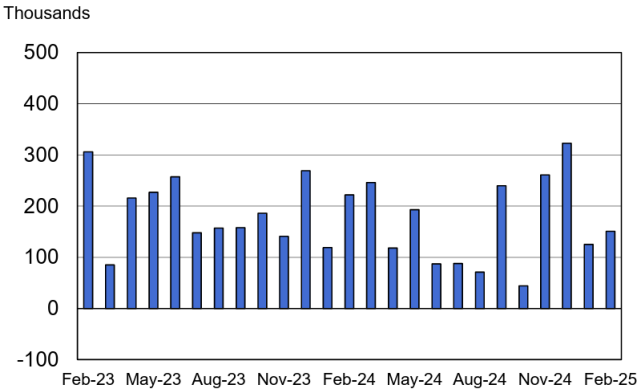
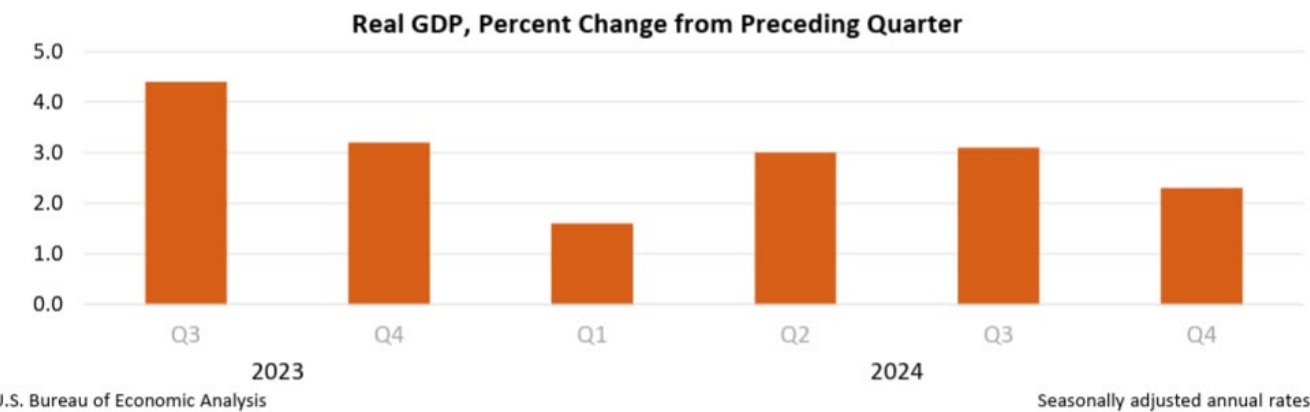


Chart 2. Nonfarm payroll employment over-the-month change, seasonally adjusted, February 2023 – February 2025



In the fourth quarter 2024 second estimate, the Gross Domestic Product (GDP) increased by 2.3%, following a GDP increase of 3.1% in the third quarter. The increase in real GDP primarily reflected increases in consumer spending and government spending.³



At the state level, the California unemployment rate decreased slightly from 5.5% in December 2024 to 5.4% in January 2025. This rate is higher compared to the 5.1% rate in January 2024. Over the past year, California employers have added 22,400 nonfarm jobs.⁴

² <https://www.bls.gov/news.release/pdf/empst.pdf>
³ <https://www.bea.gov/sites/default/files/2025-02/gdp4q24-2nd.pdf>
⁴ https://edd.ca.gov/en/about_edd/news_releases_and_announcements/unemployment-january-2025/

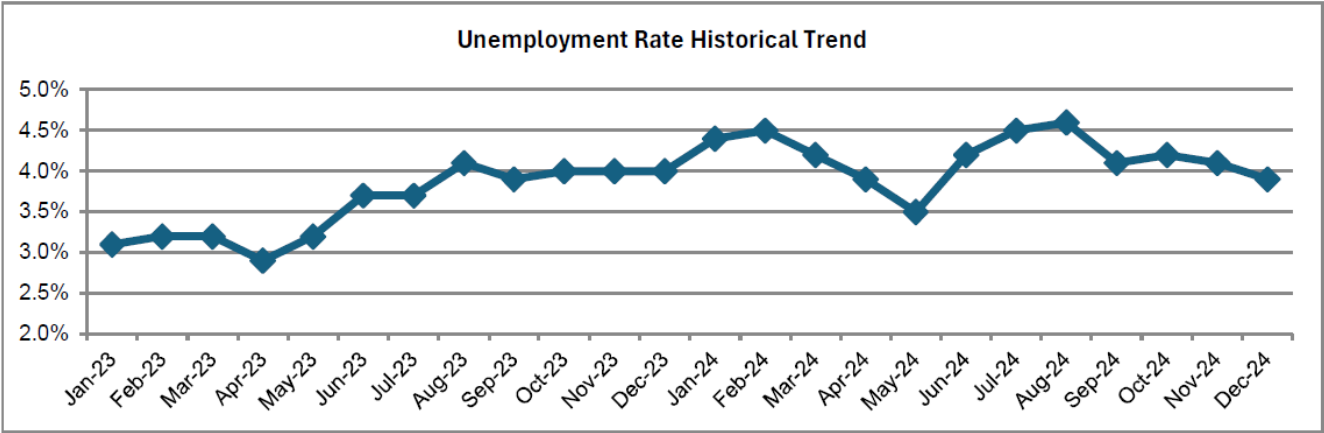
City of Santa Clara

Financial Status Report as of January 31, 2025

The Spring 2025 UCLA Anderson Forecast for California assumes the state’s economy will grow at about the same rate as the U.S. in 2025 and 2026 and slightly faster in 2027. “The unemployment rate for the 1st quarter of this year is expected to average 5.5%, and the average for 2025, 2026 and 2027 is expected to be 5.7%, 5.2% and 4.8% respectively. Our forecast for 2025, 2026, and 2027 is for total employment growth rates to be 0.5%, 1.2%, and 1.1%. Non-farm payroll jobs are expected to grow at a 1.1%, 0.9%, and 1.7% rate during the same three years. Real personal income is forecast to grow by 2.5% in 2025, 2.4% in 2026 and 2.9% in 2027. Higher interest rates, shortages of construction labor, and the rebuilding of damaged and destroyed homes lowered our residential construction forecast from December. Our expectation is for permitted new units to be 102K this year and grow to 127K by the end of 2027. Needless to say, this level of home building means that the prospect of the private sector building out of the housing affordability problem over the next three years is nil.”⁵

The unadjusted unemployment rate in the San José-Sunnyvale-Santa Clara Metropolitan Statistical Area (MSA) was 3.9% in December 2024, down slightly from a revised 4.1% in November 2024, and below the December 2023 estimate of 4.0%. Between December 2023 and December 2024, employment in this region increased by 3,000 jobs, or 0.3%. The largest increases were in private education and health services (up 9,500 jobs), leisure and hospitality (up 3,300 jobs), and professional and business services (up 2,800 jobs). Notable employment reductions were in manufacturing (down 6,200 jobs) and information (down 5,300 jobs).⁶

San Jose-Sunnyvale-Santa Clara Metropolitan Statistical Area



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 2024/25 was \$310.7 million. The amended budget for revenues and expenditures was adjusted to \$327.9 million to reflect carryover encumbrances from fiscal year 2023/24

⁵ UCLA Anderson Forecast Spring 2025 Economic Forecast, “California After the Election: Part Duex”, Jerry Nickelsburg

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

Financial Status Report as of January 31, 2025

and various budget amendments approved by the City Council through January 2025. Amendments approved by the City Council as part of the FY 2023/24 Budget Year-End Report are also reflected in the tables of this report.

General Fund revenues and expenditures are tracking within estimated levels.

General Fund Revenues

As of January 31, 2025, \$167.5 million or 55.1% of the General Fund estimated revenue (excluding transfers) was received. Transfers and use of reserves of \$23.8 million have occurred as budgeted.

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

Function	FISCAL YEAR 2024/25				PY REVENUE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 01/31/2025	Percentage Received	Actual Through 01/31/2024	\$ Change From Prior Year	Percentage Change
TAXES							
Sales Tax	\$ 62,900,000	\$ 62,900,000	\$ 28,553,922	45.40%	\$ 23,977,120	\$ 4,576,802	19.09%
Property Tax	94,391,000	94,391,000	48,696,434	51.59%	46,395,913	2,300,521	4.96%
Transient Occupancy Tax	22,850,000	22,850,000	11,640,020	50.94%	9,254,910	2,385,110	25.77%
Other Taxes	6,950,000	6,950,000	2,604,025	37.47%	2,761,514	(157,489)	-5.70%
Total Taxes	187,091,000	187,091,000	91,494,401	48.90%	82,389,457	9,104,944	11.05%
LICENSES & PERMITS							
Business Licenses	6,000,000	6,000,000	4,042,863	67.38%	2,795,372	1,247,491	44.63%
Fire Operation Permits	2,010,000	2,010,000	1,323,470	65.84%	1,079,590	243,880	22.59%
Miscellaneous Permits	55,000	55,000	11,304	20.55%	16,984	(5,679)	-33.44%
Total Licenses & Permits	8,065,000	8,065,000	5,377,637	66.68%	3,891,946	1,485,692	38.17%
FINES & PENALTIES	1,452,000	1,452,000	1,403,631	96.67%	1,411,482	(7,851)	-0.56%
INTERGOVERNMENTAL	970,000	1,698,209	1,189,353	70.04%	266,208	923,145	346.78%
CHARGES FOR SERVICES	30,829,954	31,086,862	20,216,539	65.03%	18,515,226	1,701,314	9.19%
SILICON VALLEY POWER TRANSFER	34,500,000	34,500,000	20,687,975	59.97%	19,197,646	1,490,329	7.76%
USE OF MONEY & PROPERTY							
Interest	6,212,000	6,212,000	2,197,241	35.37%	883,249	1,313,992	148.77%
Rent	13,028,187	13,028,187	7,478,037	57.40%	7,259,234	218,803	3.01%
Total Use of Money & Property	19,240,187	19,240,187	9,675,278	50.29%	8,142,483	1,532,795	18.82%
MISCELLANEOUS REVENUES	215,550	215,550	356,453	165.37%	219,366	137,087	62.49%
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	6,964,827	13,950,549	13,950,549	100.00%	8,097,132	5,853,417	72.29%
Operating Transfer In - Fund Balances ⁽¹⁾	6,162,369	6,162,369	6,162,369	100.00%	4,759,683	1,402,686	29.47%
Operating Transfer In - Miscellaneous	575,821	2,201,534	2,201,534	100.00%	746,044	1,455,490	195.09%
Total Other Financing Sources	15,157,017	23,768,452	23,768,452	100.00%	15,056,859	8,711,593	57.86%
STADIUM OPERATION							
Charges for Services	11,705,481	12,023,104	9,587,056	79.74%	1,475,701	8,111,355	549.66%
Rent and Licensing	1,472,000	8,796,722	7,504,101	85.31%	216,108	7,287,993	3372.38%
Total Stadium Operation	13,177,481	20,819,826	17,091,157	82.09%	1,691,809	15,399,348	910.23%
TOTAL GENERAL FUND	\$ 310,698,189	\$ 327,937,086	\$ 191,260,877	58.32%	\$ 150,782,481	\$ 40,478,396	26.85%

(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 January 31, 2025, \$28.6 million has been collected, which is 19.1% higher than prior year collection levels. Given the timing of payments, the sales tax payments through January account for actual activity from July through September 2024, totaling \$19.2 million, and advance payments for November and December 2024 totaling \$9.0 million. In addition, \$0.3 million has been received for the Proposition 172 Public Safety Sales Tax, which is consistent with the prior fiscal year.

In the first quarter of FY 2024/25 (July – September activity) receipts totaled \$19.2 million. This collection level was well above prior year receipts of \$15.1 million for the first quarter of FY 2023/24. This increase was primarily the result of a 44% increase in the Business-to-Business category, much of which is one time in nature. Growth was also realized in the construction (up 7.5%) and food products (up 1.3%) categories, partially offset by reductions in the general retail (down 4.9%) and transportation (down 9.8%) categories. The County pool receipts in the first quarter of FY 2024/25 were also up 38.6% over the first quarter of FY 2023/24 based on the City's strong sales tax performance; these collections represent approximately 20% of the City's sales tax receipts.

While not reflected in the figures through January, the City has received data for the second quarter 2024 (October – December 2024 activity). Collections in that quarter totaled \$20.2 million and were well above \$14.5 million collected in the same quarter last fiscal year. The City does not yet have any information on the drivers of that growth and how much can be attributed to one-time activities. Given the strong performance to date, collections are tracking to exceed the budget estimate of \$62.0 million. It is important to note that sales tax receipts can vary significantly from quarter to quarter.

Property Tax: \$48.7 million in property tax receipts were received through January 2025, or 51.6% of the budget. The majority of property tax revenue is collected in the second half of the fiscal year. Based on latest information from the County of Santa Clara, property tax receipts are projected to end the year at \$96.6 million, slightly above the Adopted Budget estimate of \$94.4 million.

Transient Occupancy Tax (TOT): TOT is calculated as a percentage of City hotel/motel room charges. The City's TOT rate was 13.5% in January 2025, reflective of an increase of 1% from the previous rate in December of 12.5%. Through January 31, 2025, approximately \$11.6 million was received, or 50.9% of the budget. This collection level was 25.8% above the \$9.3 million received through January of the prior fiscal year. Receipts are currently tracking to exceed the budget estimate of \$22.9 million.

Other Taxes: Includes franchise tax and documentary transfer tax. The City has collected approximately \$2.6 million through January, including \$1.9 million in franchise taxes and \$0.7 million in documentary transfer taxes. This collection level is 5.7% lower than last fiscal year levels due to lower franchise tax receipts.

Licenses & Permits: Includes business licenses, fire operation permits, and miscellaneous permits and fees. Revenue collections are tracking above par with receipts totaling \$5.4 million, or 66.7% of the

\$8.1 million budget. This reflects strong growth in the majority of the categories with the largest collections in the business license tax category. Effective FY 2023/24, the City implemented a new business license tax methodology which is reflected in the receipts recorded this fiscal year totaling \$4.0 million, or 67.4% of the budget. This collection level is above the prior year level of \$2.8 million due, in part, to the timing of payments; last year, collections at the beginning of the year were delayed with the implementation of the new tax structure.

Fines & Penalties: Includes vehicle, parking, court fines, and miscellaneous penalty fines. Through January, revenue in this category totaled \$1.4 million which is consistent with prior year collection levels. The collections primarily reflect municipal fines and collection charges. Collections in this category have almost met the annual budget of \$1.5 million.

Intergovernmental: Includes motor vehicle fees, state homeowner tax relief, state mandated reimbursement, fire-related grants and reimbursements, and redistribution of land sale proceeds and ground leases from the Successor Agency. Through January, approximately \$1.2 million has been collected, or 70% of the \$1.7 million budget.

Charges for Services: Includes various plan check and zoning-related fees, engineering fees, administrative fees, and community service revenue from various recreational activities. Through January, collections totaled approximately \$20.2 million or 65% of the budget. This reflects a 9.2% increase compared to last year's collections, primarily due to higher receipts from miscellaneous fees and interdepartmental charges.

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. Through January, \$9.7 million has been collected, or 50.3% of the budget. This collection level is 18.8% above the \$8.1 million received last fiscal year primarily due to higher interest earnings collected in the current year.

Miscellaneous Revenues: Includes developer fees, donations, damage recovery, sale of surplus, and one-time miscellaneous revenues. Through January, collections total \$0.3 million, compared to \$0.2 million collected in the prior year.

Stadium Operation: Through January, approximately \$17.1 million has been collected through charges for services and rent. Of this amount, \$7.3 million represents settlement funds related to performance-based rent from FY 2022/23 and FY 2023/24.

Financial Status Report as of January 31, 2025

General Fund Expenditures

As of January 31, 2025, \$192.2 million or 58.6% of the General Fund operating budget had been expended, which is higher than prior year expenditure levels. Excluding transfers, expenditures totaled \$165.5 million, or 54.9% of the budget, which is slightly below par. Transfers of \$26.7 million have occurred as budgeted. Overall, expenditures in the General Fund are at budgeted levels, with par at 58.3%, through January.

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

Function	FISCAL YEAR 2024/25				PY EXPENDITURES COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 01/31/2025	Percentage Used	Actual Through 01/31/2024	\$ Change From Prior Year	Percentage Change
GENERAL GOVERNMENT							
Non-Departmental	\$ 17,622,136	\$ 18,852,222	\$ 8,911,702	47.27%	\$ 8,079,172	\$ 832,530	10.30%
City Council	1,196,923	1,196,923	626,182	52.32%	649,351	(23,169)	-3.57%
City Clerk	2,102,267	2,186,267	1,048,079	47.94%	901,053	147,026	16.32%
City Manager	8,222,051	8,030,316	2,487,962	30.98%	2,238,739	249,223	11.13%
City Attorney	3,357,661	3,440,037	1,699,821	49.41%	1,630,008	69,813	4.28%
Human Resources	4,845,256	5,377,027	2,338,018	43.48%	1,946,140	391,878	20.14%
Finance	21,008,682	21,922,775	12,115,327	55.26%	9,847,823	2,267,504	23.03%
Total General Government	58,354,976	61,005,567	29,227,091	47.91%	25,292,286	3,934,805	15.56%
PUBLIC WORKS	26,347,463	28,226,582	14,698,520	52.07%	14,164,636	533,884	3.77%
COMMUNITY DEVELOPMENT	5,575,313	5,636,381	2,783,343	49.38%	2,896,015	(112,672)	-3.89%
PARKS AND RECREATION	23,172,047	23,931,989	12,459,226	52.06%	12,457,614	1,612	0.01%
PUBLIC SAFETY							
Fire	66,292,191	67,939,250	40,260,646	59.26%	38,227,026	2,033,620	5.32%
Police	92,074,298	92,776,102	52,808,481	56.92%	49,209,876	3,598,605	7.31%
Total Public Safety	158,366,489	160,715,352	93,069,127	57.91%	87,436,902	5,632,225	6.44%
LIBRARY	11,732,505	12,212,058	6,939,745	56.83%	5,937,396	1,002,349	16.88%
DEPARTMENTAL TOTAL	283,548,793	291,727,929	159,177,052	54.56%	148,184,849	10,992,203	7.42%
OTHER FINANCING USES							
Operating Transfer Out - Miscellaneous	626,778	1,742,520	1,742,520	100.00%	1,198,809	543,711	45.35%
Operating Transfer Out - Debt Services	1,405,940	1,405,940	1,405,940	100.00%	1,402,440	3,500	0.25%
Operating Transfer Out - Maintenance Dtrct	977,546	977,546	977,546	100.00%	942,413	35,133	3.73%
Operating Transfer Out - Cemetery	823,000	823,000	823,000	100.00%	796,000	27,000	3.39%
Operating Transfer Out - CIP	14,204,882	14,436,988	14,436,988	100.00%	7,305,499	7,131,489	97.62%
Operating Transfer Out - Reserves	-	7,324,722	7,324,722	100.00%	-	-	-
Total Other Financing Uses	18,038,146	26,710,716	26,710,716	100.00%	11,645,161	7,740,833	66.47%
STADIUM OPERATION	9,111,250	9,498,441	6,288,928	66.21%	7,426,868	(1,137,940)	-15.32%
TOTAL GENERAL FUND	\$ 310,698,189	\$ 327,937,086	\$ 192,176,696	58.60%	\$ 167,256,878	\$ 17,595,096	10.52%

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 January, expenditures totaled \$8.9 million, or 47.3% of the budget. These expenditures are below par of 58.3%, but higher than prior year levels. This increase is primarily due to higher spend in the salaries and benefits categories, miscellaneous services and supplies, and citywide insurance payments.

City Attorney: Actual expenditures through January totaled approximately \$1.7 million, which is 49.4% of the budget, which is below par. Spending is 4.3% higher than the total expenditures through the same time last fiscal year due primarily to increases in the salaries and benefits categories and the outside legal services category.

City Clerk: Through January, actual expenditures were tracking at \$1.0 million or approximately 47.9% of the budget. This expenditure level reflects a 16.3% increase compared to last fiscal year due to one-time Granicus costs that are paid every other year.

City Council: Through January, expenditures of \$0.6 million were at 52.3% of budget, which is below par. Expenditures are slightly below spend when compared to prior fiscal year levels.

City Manager: The actual expenditures through January totaled \$2.5 million, or 31% of the budget, which is below par for this time of the year. Expenditures are 11.1% higher compared with the spending level through the same period last fiscal year. The increase is attributable 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 January, departmental expenditures for the Planning and Housing and Community Services divisions totaled \$2.8 million, or 49.4% of the budget, which is below par of 58.3%. This expenditure level is slightly lower than prior year spend.

Finance Department: Through January 31, 2025, the Department's expenditures totaled \$12.1 million, or 55.3% of the budget, which is slightly below par. This expenditure level was approximately 23% higher than through the same period last year. The current year spend reflects higher salaries and benefits, operating supplies, and contractual services costs, primarily related to PeopleSoft and the Questica Budget System.

Fire Department: Through January, actual expenditures totaled \$40.3 million, or 59.3% of the budget, which is slightly above par. These expenditures also reflect a 5.3% increase from last fiscal year due to higher expenditures across the salaries and benefits and non-personnel categories including operating supplies and capital outlay. Overtime expenditures are tracking over budget at 200% due, in part, to overtime expenditures related to mutual aid deployment efforts. These costs are reimbursable, and a

budget action were approved by the City Council on December 3, 2024, to recognize reimbursements received to date and increase the Department's overtime budget. Further actions will be brought forward for City Council approval to recognize reimbursements and adjust the Department overtime budget as additional reimbursements are received. Excluding mutual aid-related costs, the overtime budget is 114% expended through January. Overtime is used to backfill for shift absences and vacant shift positions to maintain daily minimum staffing. It is anticipated that overtime expenditures will exceed the overtime budget as the current absence rate exceeds the estimate used in the development of the budget.

Through January, absences are down 8% (from 52,297 to 48,062 hours) when compared with the prior fiscal year but remain above historical levels. Absences are trending high in the areas of injury, family sick leave, sick leave, and vacation usage. 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 January, the compensatory time payouts total \$1.03 million, which is above historical levels but 36% below the payouts of \$1.61 million experienced through January 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 January, actual expenditures totaled \$6.9 million, or 56.8% of the budget, which is slightly below par, but 16.9% higher than expenditure levels last fiscal year. The higher spending is primarily in the salaries and benefits, contractual services, and maintenance categories.

Parks and Recreation Department: Through January, actual expenditures totaled \$12.5 million, or 52.1% of the budget, which is below par, and consistent with last fiscal year spend.

Police Department: Expenditures through January are tracking at expected levels at \$52.8 million, or 56.9% of the budget; this is approximately 7.3% higher than prior year spending. The higher spend is primarily in the salaries and benefits, as-needed and IT subscription services categories.

Stadium Operation: Stadium operating expenditures are incurred first and billed on a reimbursement basis creating a timing difference in revenue recognition. Stadium expenditures totaled \$6.3 million through January, which is 15% lower when compared to prior year levels. This is primarily due to fewer ticketed Non-NFL events and NFL games being held in the current year, resulting in lower as needed and overtime spend. The Stadium hosted four ticketed Non-NFL events and ten NFL games through January, 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.

Financial Status Report as of January 31, 2025

Special Revenue Funds

The table below is a summary of revenues and expenditures of select Special Revenue Funds as of January 31, 2025. The amended budget reflects carryover encumbrances from fiscal year 2023/24 and budget amendments approved by the City Council through January 2025.

Revenues totaled approximately \$14.3 million, while expenditures totaled approximately \$13.6 million through the end of January. Both revenue and expenditures are tracking below par of 58.3%. In the Building Development Services Fee Fund and Fire Development Services Fee Fund, development-related fees and expenditures are tracking above prior year levels. In the City Affordable Housing Fund and Housing Successor Agency Fund, higher interest earnings have been collected when compared to prior year levels. However, there have been lower interest collections in the Housing Authority Fund. Higher spend has been recorded in the Housing and Urban Development Fund, which reflects activity in CDBG and HOME grant funded projects.

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

Fund Description	REVENUE - FISCAL YEAR 2024/25				PRIOR YEAR REVENUE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 1/31/2025	Percentage Received	Actual Through 1/31/2024	\$ Change From Prior Year	Percent Change
Building Development Services Fee Fund	\$16,164,000	\$ 16,164,000	\$ 10,176,321	62.96%	\$ 8,770,319	\$ 1,406,002	16.03%
City Affordable Housing Fund	1,168,177	1,168,177	488,611	41.83%	248,660	239,951	96.50%
Fire CUPA Fund	0	0	17,800	N/A	0	17,800	N/A
Fire Development Services Fee Fund	3,277,500	3,277,500	2,564,177	78.24%	2,220,155	344,022	15.50%
Housing and Urban Development	2,532,068	7,023,563	573,706	8.17%	610,756	(37,050)	-6.07%
Housing Authority Fund	252,496	252,496	32,251	12.77%	79,698	(47,447)	-59.53%
Housing Successor Fund	1,306,326	1,306,326	466,358	35.70%	328,571	137,787	41.94%
TOTAL	\$24,700,567	\$ 29,192,062	\$ 14,319,224	49.05%	\$ 12,258,159	\$ 2,061,065	16.81%

Fund Description	EXPENDITURES - FISCAL YEAR 2024/25				PRIOR YEAR EXPENDITURE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 1/31/2025	Percentage Used	Actual Through 1/31/2024	\$ Change From Prior Year	Percent Change
Building Development Services Fee Fund	\$15,044,148	\$ 17,302,488	\$ 8,975,451	51.87%	\$ 8,437,444	\$ 538,007	6.38%
City Affordable Housing Fund	1,593,647	12,242,276	510,037	4.17%	2,884,227	(2,374,190)	-82.32%
Fire CUPA Fund	0	535,696	0	0.00%	0	0	N/A
Fire Development Services Fee Fund	3,387,922	3,387,922	2,078,975	61.36%	1,785,789	293,186	16.42%
Housing and Urban Development	2,532,068	7,968,912	1,529,961	19.20%	727,719	802,242	110.24%
Housing Authority Fund	468,931	511,389	98,974	19.35%	95,729	3,245	3.39%
Housing Successor Fund	902,579	1,012,590	382,821	37.81%	513,807	(130,986)	-25.49%
TOTAL	\$23,929,295	\$ 42,961,273	\$ 13,576,219	31.60%	\$ 14,444,715	\$ (868,496)	-6.01%

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 January 2025. As of January 31, 2025, the capital fund revenue totaled \$11.9 million, or 31% of the amended budget. In the City Affordable Housing Capital Fund, revenue collected reflects housing impact fees. In the Streets and Highways Capital Fund, the majority of the revenue collected reflects revenue from other agencies, grant funding, as well as VTA Measure B funds. The Parks and Recreation Capital Fund total reflects \$1.5 million collected in Mitigation Fee Act revenue as well as interest earnings.

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

REVENUE - FISCAL YEAR 2024/25					
Fund Description	Current Year Appropriation	Prior Year Carryforward	Total Amended Budget	Actual Through 1/31/2025	Percentage Used
City Affordable Housing Capital Fund	\$ -	\$ -	\$ -	\$ 2,968,732	NA
Parks & Recreation	-	3,349,489	3,349,489	2,439,276	72.83%
Related Santa Clara Developer	795,344	-	795,344	166,544	20.94%
Storm Drain	1,786,902	3,000,000	4,786,902	1,008,119	21.06%
Streets & Highways	6,098,308	19,534,183	25,632,491	5,161,113	20.14%
Tasman East Specific Infrastructure Improvement Fund	3,734,932	-	3,734,932	117,301	3.14%
TOTAL	\$ 12,415,486	\$ 25,883,672	\$ 38,299,158	\$ 11,861,085	30.97%

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 January 2025. As of January 31, 2025, capital fund expenditures totaled \$19.8 million, or 11.4% of the amended budget.

As part of the adoption of the FY 2024/25 and FY 2025/26 biennial capital improvement program budget, some capital funds were carried over for projects that were not anticipated to be completed by June 30, 2024. Necessary additional adjustments to the capital carryover amounts were included as part of the FY 2023/24 Budget Year End Report approved on December 3, 2024 and are reflected in the tables below.

CITY OF SANTA CLARA GOVERNMENTAL CAPITAL IMPROVEMENT FUNDS SUMMARY OF EXPENDITURES

EXPENDITURES - FISCAL YEAR 2024/25						
Fund Description	Current Year Appropriation	Prior Year Carryforward	Total Amended Budget	Actual Through 1/31/2025	Percentage Used	
Fire	\$ 2,360,137	\$ 550,295	\$ 2,910,432	\$ 480,072	16.49%	
General Gov't - Other	5,013,009	9,675,140	14,688,149	854,419	5.82%	
Library	475,929	261,190	737,119	12,585	1.71%	
Parks & Recreation	12,423,980	22,186,879	34,610,859	2,351,132	6.79%	
Patrick Henry Drive Infrastructure Improvement Fund	-	-	-	-	NA	
Public Buildings	5,805,328	3,933,806	9,739,134	776,463	7.97%	
Related Santa Clara Developer	1,189,335	19,828	1,209,163	338,360	27.98%	
Storm Drain	3,794,643	6,658,409	10,453,052	975,889	9.34%	
Streets & Highways	49,114,819	46,415,359	95,530,178	13,948,498	14.60%	
Tasman East Specific Infrastructure Improvement Fund	1,432,193	1,424,215	2,856,408	14,904	0.52%	
TOTAL	\$ 81,609,373	\$ 91,125,121	\$ 172,734,494	\$ 19,752,322	11.44%	

Financial Status Report as of January 31, 2025

Enterprise Funds

The table below is a summary of revenues and expenses for the Enterprise Operating Funds as of January 31, 2025. Overall, revenues are tracking above budgeted estimates, while 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 2024/25				PRIOR YEAR REVENUE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 1/31/2025	Percentage Received	Actual Through 1/31/2024	\$ Change From Prior Year	Percent Change
Cemetery Fund	\$ 750,000	\$ 750,000	\$ 370,775	49.44%	\$ 250,163	\$ 120,612	48.21%
Electric Utility Fund	893,397,959	893,397,959	556,078,817	62.24%	384,549,074	171,529,743	44.61%
Sewer Utility Fund	46,989,803	46,989,803	34,057,191	72.48%	43,110,804	(9,053,613)	-21.00%
Solid Waste Utility Fund	41,561,372	41,561,372	21,842,753	52.56%	20,754,554	1,088,199	5.24%
Water Recycling Fund	8,507,338	8,507,338	6,606,658	77.66%	4,483,130	2,123,528	47.37%
Water Utility Fund	64,096,935	64,096,935	37,530,246	58.55%	32,179,896	5,350,350	16.63%
TOTAL REVENUE	\$ 1,055,303,407	\$ 1,055,303,407	\$ 656,486,440	62.21%	\$ 485,327,621	\$ 171,158,819	35.27%

Fund Description	EXPENSES - FISCAL YEAR 2024/25				PRIOR YEAR EXPENSE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 1/31/2025	Percentage Used	Actual Through 1/31/2024	\$ Change From Prior Year	Percent Change
Cemetery Fund	\$ 1,628,800	\$ 1,628,800	\$ 665,862	40.88%	\$ 589,227	\$ 76,635	13.01%
Electric Utility Fund	649,513,582	672,335,619	323,319,870	48.09%	326,809,842	(3,489,972)	-1.07%
Sewer Utility Fund	38,762,083	39,278,049	21,714,503	55.28%	24,469,972	(2,755,469)	-11.26%
Solid Waste Utility Fund	40,775,942	43,928,485	21,643,221	49.27%	19,510,141	2,133,080	10.93%
Water Recycling Fund	9,307,289	10,982,389	5,226,171	47.59%	3,245,325	1,980,846	61.04%
Water Utility Fund	57,614,177	58,830,207	33,706,437	57.29%	30,534,988	3,171,449	10.39%
TOTAL - Operating Appropriations	\$ 797,601,873	\$ 826,983,549	\$ 406,276,064	49.13%	\$ 405,159,495	\$ 1,116,569	0.28%

While revenues are tracking slightly higher than prior years, expenditures are consistent with prior year levels. Revenue in the Electric Utility Fund is tracking above the prior year due primarily to bond proceeds of \$130.6 million received in FY 2024/25. In the Sewer Utility Fund, revenue is tracking below the prior year due to the issuance of debt in FY 2023/24.

Revenues in the electric (which also includes the Electric Debt Service Fund), water, and sewer utility (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.

A summary of revenue and expenses in the Enterprise Capital Improvement Funds is detailed in the table below. Actual revenue through January 31, 2025, totaled \$25.9 million, consisting primarily of developer contributions and load development fees in the Electric Utility Fund and sewer fees and

reimbursements from the City of San Jose for the Regional Wastewater Facility in the Sewer Utility Fund. Enterprise capital fund expenses totaled \$39.5 million, or 7.6% of the amended budget. Similar to the general government capital funds, capital funds were carried over from FY 2023/24 as part of the FY 2024/25 and FY 2025/26 budget adoption process for those projects that were not expected to be completed by June 30, 2024. Necessary additional adjustments to the capital carryover amounts were included as part of the FY 2023/24 Budget Year End Report approved on December 3, 2024 and are reflected below.

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

REVENUE - FISCAL YEAR 2024/25					
Fund Description	Current Year Appropriation	Prior Year Carryforward	Total Amended Budget	Actual Through 1/31/2025	Percentage Used
Convention Center Capital Fund	\$ 550,000	\$ -	\$ 550,000	\$ 550,000	100.00%
Electric Utility Fund	25,282,233	26,030,596	51,312,829	22,461,996	43.77%
Sewer Utility Fund	-	-	-	2,300,324	N/A
Solid Waste Utility Fund	258,000	-	258,000	6,556	2.54%
Street Lighting ⁽¹⁾	-	-	-	837	N/A
Water Utility Fund	-	-	-	30,684	N/A
TOTAL - Revenue	\$ 26,090,233	\$ 26,030,596	\$ 52,120,829	\$ 25,350,397	48.64%

EXPENDITURES - FISCAL YEAR 2024/25					
Fund Description	Current Year Appropriation	Prior Year Carryforward	Total Amended Budget	Actual Through 1/31/2025	Percentage Used
Cemetery Fund	\$ 22,524	\$ 252,644	\$ 275,168	\$ 2,735	0.99%
Convention Center Capital Fund	2,699,999	1,723,150	4,423,149	330,362	7.47%
Electric Utility Fund	259,249,754	184,117,774	443,367,528	30,710,504	6.93%
Sewer Utility Fund	24,421,888	24,213,217	48,635,105	4,944,847	10.17%
Solid Waste Utility Fund	907,874	24,569	932,443	482,693	51.77%
Street Lighting ⁽¹⁾	5,374,952	3,524,758	8,899,710	165,727	1.86%
Water Recycling Fund	400,000	-	400,000	1,053	0.26%
Water Utility Fund	8,731,864	2,692,753	11,424,617	2,823,223	24.71%
TOTAL - CIP Appropriations	\$ 301,808,855	\$ 216,548,865	\$ 518,357,720	\$ 39,461,144	7.61%

(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). In FY 2024/25, the City Council approved an exception to the policy to allow the Reserve to drop to a minimum of 15% of expenditures.
- 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 January 31, 2025

CITY OF SANTA CLARA

RESERVE BALANCES

January 31, 2025

DETAIL OF SELECTED FUND RESERVE BALANCES:			
	GENERAL FUND	ELECTRIC	WATER
Budget Stabilization Reserve	\$ 69,337,874		
Capital Projects Reserve	7,834,572		
Land Sale Reserve	18,481,036		
Technology Fee Reserve	2,477,529		
Electric Rate Stabilization Fund Reserve		\$ 70,000,000	
Electric Operations and Maintenance Reserve		257,000,000	
Replacement & Improvement			\$ 303,090
TOTALS	\$ 98,131,011	\$ 327,000,000	\$ 303,090

Donations to the City of Santa Clara

Donations received by department during the month of January 2025 and for fiscal year 2024/25 are shown in the table below.

Department	Jan-25	Fiscal Year 2024/25	
		Year To Date	Designated Use
City Manager's Office	-	2	Help Your Neighbor
Parks & Recreation	1,500	4,000	Case Management
Parks & Recreation	-	632	Reed/Grant Park Soccer Equipment
Parks & Recreation	-	3,915	Roberta Jones Jr. Theatre
Parks & Recreation	-	19,375	Wade Brummal
TOTALS	\$ 1,500	\$ 27,924	