



# **City of Santa Clara**

The Center of What's Possible

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## **MONTHLY FINANCIAL STATUS REPORT**

**April 2025**

# City of Santa Clara

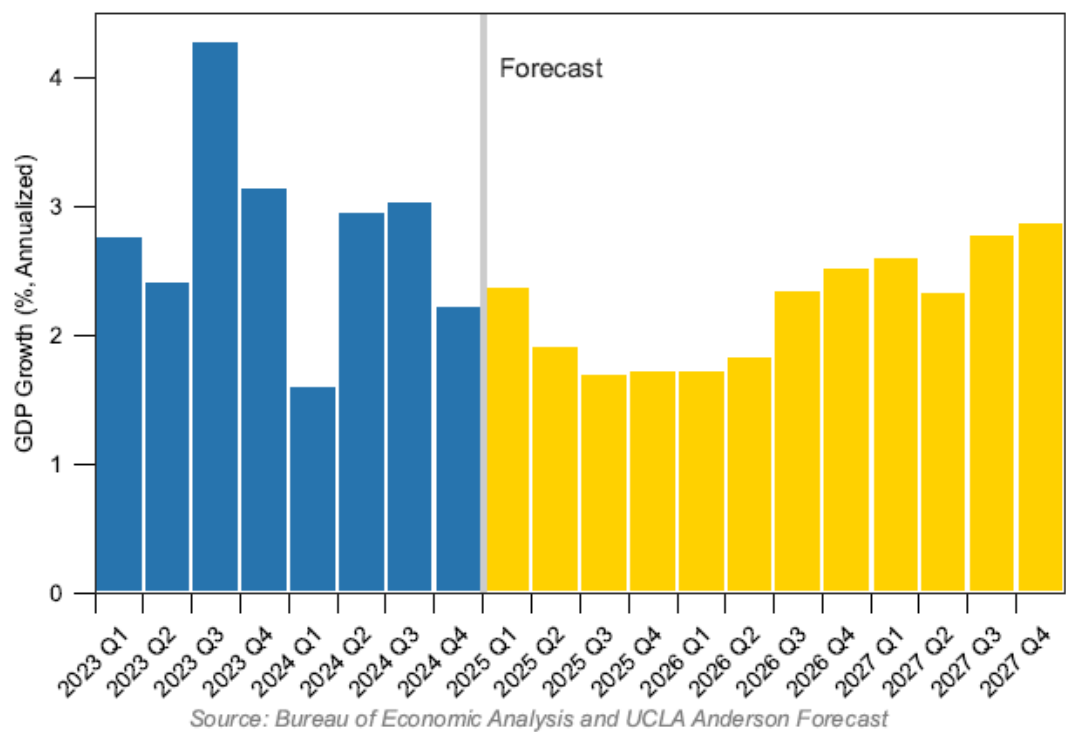
## Financial Status Report as of April 30, 2025

This report summarizes the City’s financial performance for the month ended April 30, 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.”<sup>1</sup>

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

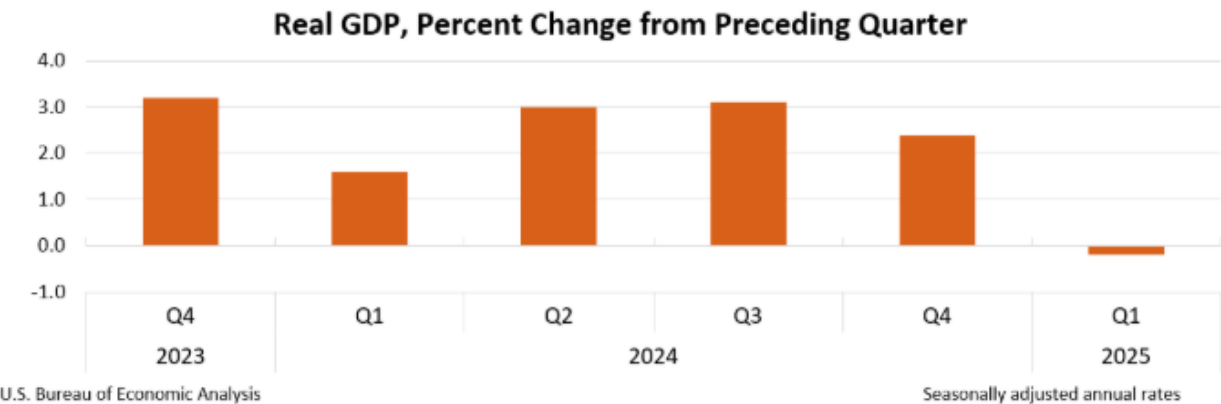


<sup>1</sup> UCLA Anderson Forecast Spring 2025 Economic Forecast, “A Tariff Amount of Uncertainty”, Clement Bohr

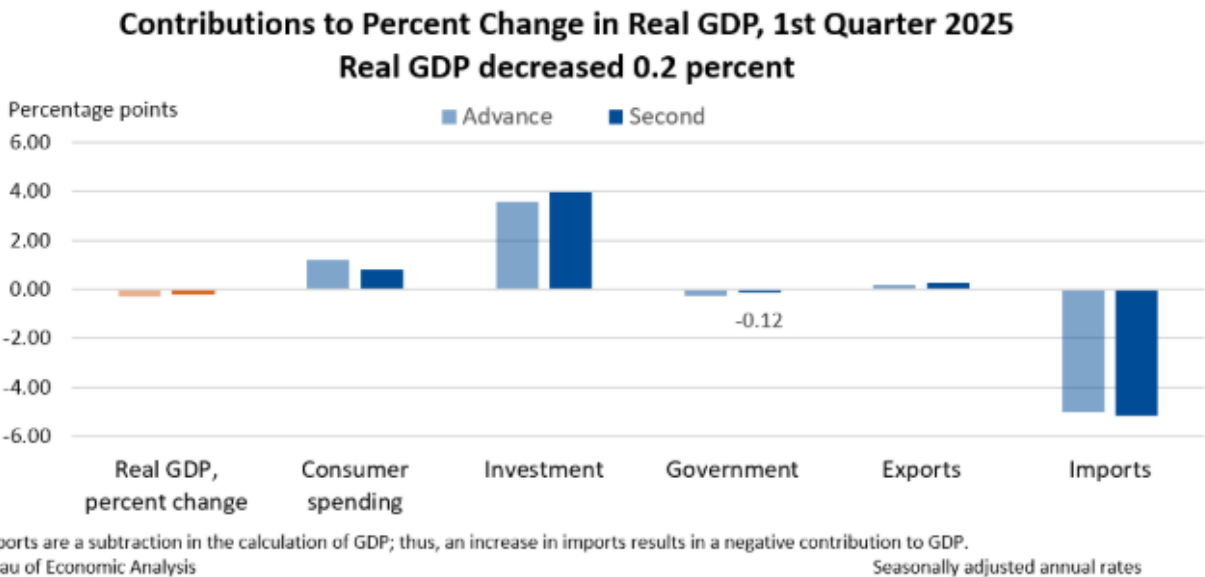
# City of Santa Clara

## Financial Status Report as of April 30, 2025

In the first quarter 2025 second estimate, the Gross Domestic Product (GDP) decreased at an annual rate of 0.2%, following a GDP increase of 2.4% in the fourth quarter.



The decrease in the real GDP is a result of an increase in imports and decrease in government spending, partially offset by increases in investment, consumer spending, and exports.<sup>2</sup>



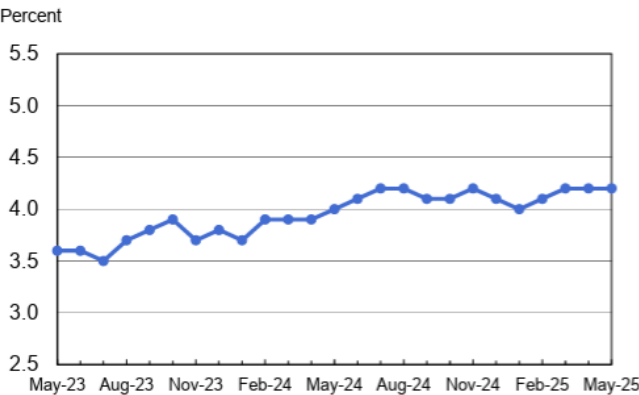
<sup>2</sup> <https://www.bea.gov/news/2025/gross-domestic-product-second-estimate-corporate-profits-preliminary-estimate-1st-quarter>

# City of Santa Clara

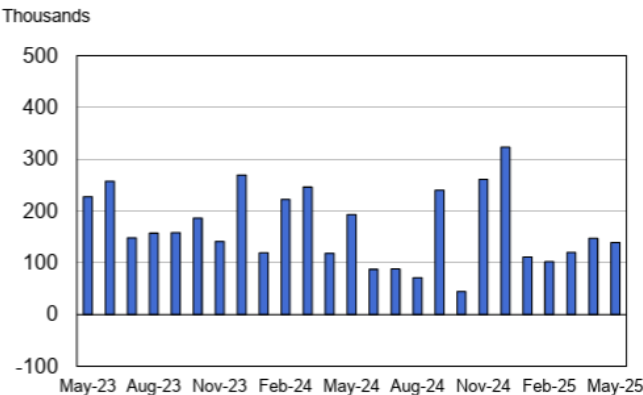
## Financial Status Report as of April 30, 2025

On a national level, the unemployment rate remained unchanged at 4.2% between April 2025 and May 2025. In May, the number of unemployed persons totaled 7.2 million, consistent with April levels.<sup>3</sup>

**Chart 1. Unemployment rate, seasonally adjusted, May 2023 – May 2025**



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



At the state level, the California unemployment rate remained unchanged at 5.3% between March and April 2025. This rate is slightly higher compared to the 5.2% rate in April 2024. Over the past year, California employers have added 68,000 nonfarm jobs.<sup>4</sup>

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.”<sup>5</sup>

The unadjusted unemployment rate in the San José-Sunnyvale-Santa Clara Metropolitan Statistical Area (MSA) was 3.9% in April 2025, down slightly from a revised 4.1% in March 2025, but slightly above the April 2024 estimate of 3.8%. Between April 2024 and April 2025, employment in this region decreased by 1,400 jobs, or 0.1%. Notable employment reductions were in professional and business services (down 4,500 jobs), manufacturing (down 3,900 jobs), and leisure and hospitality (down 2,100

<sup>3</sup> <https://www.bls.gov/news.release/pdf/empisit.pdf>

<sup>4</sup> <https://edd.ca.gov/en/about-edd/news-releases-and-announcements/unemployment-april-2025/>

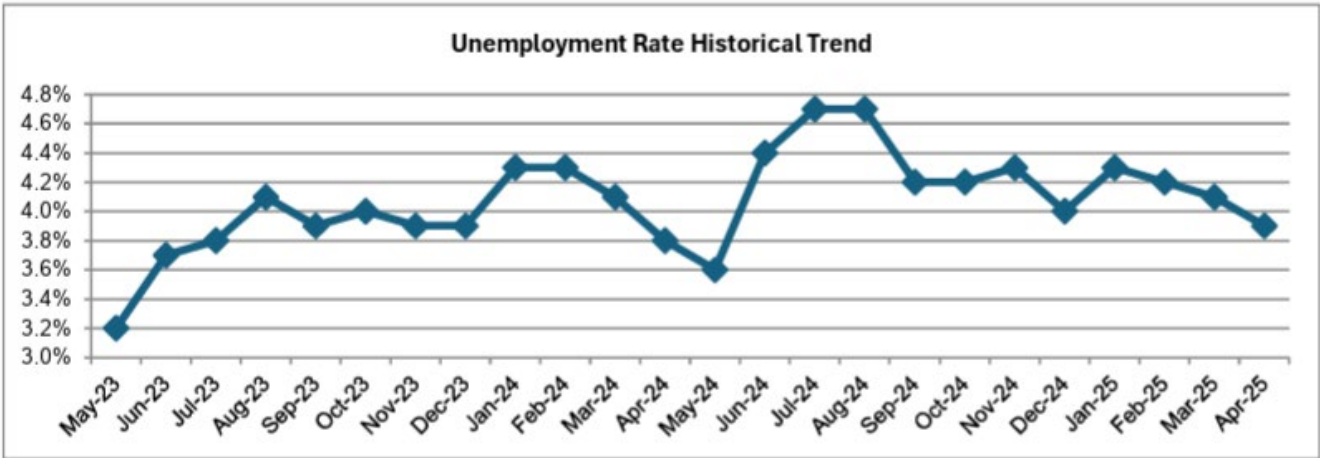
<sup>5</sup> UCLA Anderson Forecast Spring 2025 Economic Forecast, “California After the Election: Part Duex”, Jerry Nickelsburg

# City of Santa Clara

## Financial Status Report as of April 30, 2025

jobs). The largest increases were in health care and social assistance (up 8,200 jobs) and government (up 2,700 jobs).<sup>6</sup>

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 \$328.4 million to reflect carryover encumbrances from fiscal year 2023/24 and various budget amendments approved by the City Council through April 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 are tracking to exceed the budget and expenditures are tracking to end the year with savings.

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

## Financial Status Report as of April 30, 2025

### General Fund Revenues

As of April 30, 2025, \$256.4 million or 84.2% of the General Fund estimated revenue (excluding transfers) was received. Transfers and use of reserves of \$23.8 million have occurred as budgeted. Overall, revenues are projected to exceed the budget due to strong performance in several categories as discussed below.

#### 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 04/30/2025	Percentage Received	Actual Through 04/30/2024	\$ Change From Prior Year	Percentage Change
<b>TAXES</b>							
Sales Tax	\$ 62,900,000	\$ 62,900,000	\$ 48,959,932	77.84%	\$ 39,772,451	\$ 9,187,481	23.10%
Property Tax	94,391,000	94,391,000	71,802,154	76.07%	78,272,203	(6,470,049)	-8.27%
Transient Occupancy Tax	22,850,000	22,850,000	18,970,550	83.02%	16,169,243	2,801,307	17.32%
Other Taxes	6,950,000	6,950,000	4,720,691	67.92%	4,636,976	83,715	1.81%
<b>Total Taxes</b>	<b>187,091,000</b>	<b>187,091,000</b>	<b>144,453,327</b>	<b>77.21%</b>	<b>138,850,873</b>	<b>5,602,454</b>	<b>4.03%</b>
<b>LICENSES &amp; PERMITS</b>							
Business Licenses	6,000,000	6,000,000	5,021,923	83.70%	3,918,700	1,103,223	28.15%
Fire Operation Permits	2,010,000	2,010,000	1,798,701	89.49%	1,482,991	315,710	21.29%
Miscellaneous Permits	55,000	55,000	74,227	134.96%	18,210	56,018	307.63%
<b>Total Licenses &amp; Permits</b>	<b>8,065,000</b>	<b>8,065,000</b>	<b>6,894,851</b>	<b>85.49%</b>	<b>5,419,901</b>	<b>1,474,951</b>	<b>27.21%</b>
<b>FINES &amp; PENALTIES</b>	<b>1,452,000</b>	<b>1,452,000</b>	<b>1,860,183</b>	<b>128.11%</b>	<b>2,101,618</b>	<b>(241,435)</b>	<b>-11.49%</b>
<b>INTERGOVERNMENTAL</b>	<b>970,000</b>	<b>2,086,333</b>	<b>4,582,816</b>	<b>219.66%</b>	<b>597,356</b>	<b>3,985,460</b>	<b>667.18%</b>
<b>CHARGES FOR SERVICES</b>	<b>30,829,954</b>	<b>31,136,862</b>	<b>28,700,639</b>	<b>92.18%</b>	<b>27,302,279</b>	<b>1,398,360</b>	<b>5.12%</b>
<b>SILICON VALLEY POWER TRANSFER</b>	<b>34,500,000</b>	<b>34,500,000</b>	<b>29,554,249</b>	<b>85.66%</b>	<b>27,425,209</b>	<b>2,129,040</b>	<b>7.76%</b>
<b>USE OF MONEY &amp; PROPERTY</b>							
Interest	6,212,000	6,212,000	4,503,122	72.49%	2,195,628	2,307,494	105.09%
Rent	13,028,187	13,028,187	10,209,880	78.37%	10,216,907	(7,027)	-0.07%
<b>Total Use of Money &amp; Property</b>	<b>19,240,187</b>	<b>19,240,187</b>	<b>14,713,002</b>	<b>76.47%</b>	<b>12,412,535</b>	<b>2,300,467</b>	<b>18.53%</b>
<b>MISCELLANEOUS REVENUES</b>	<b>215,550</b>	<b>215,550</b>	<b>486,354</b>	<b>225.63%</b>	<b>530,923</b>	<b>(44,569)</b>	<b>-8.39%</b>
<b>OTHER FINANCING SOURCES</b>							
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 <sup>(1)</sup>	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%
<b>Total Other Financing Sources</b>	<b>15,157,017</b>	<b>23,768,452</b>	<b>23,768,452</b>	<b>100.00%</b>	<b>15,056,859</b>	<b>8,711,593</b>	<b>57.86%</b>
<b>STADIUM OPERATION</b>							
Charges for Services	11,705,481	12,023,104	17,523,231	145.75%	11,410,102	6,113,129	53.58%
Rent and Licensing	1,472,000	8,796,722	7,612,194	86.53%	250,000	7,362,194	2944.88%
<b>Total Stadium Operation</b>	<b>13,177,481</b>	<b>20,819,826</b>	<b>25,135,425</b>	<b>120.73%</b>	<b>11,660,102</b>	<b>13,475,323</b>	<b>115.57%</b>
<b>TOTAL GENERAL FUND</b>	<b>\$ 310,698,189</b>	<b>\$ 328,375,210</b>	<b>\$ 280,149,298</b>	<b>85.31%</b>	<b>\$ 241,357,655</b>	<b>\$ 38,791,644</b>	<b>16.07%</b>

(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 April 30, 2025, \$49 million has been collected, which is 23.1% higher than prior year collection levels. Given the timing of payments, the sales tax payments through April account for actual activity from July through December (\$39.4 million) and advance payments for January (\$4.4 million) and February (\$4.6 million). In addition, \$0.6 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, which was well above the prior year receipts of \$15.1 million for the first quarter of FY 2023/24. Receipts of \$20.2 million in the second quarter of FY 2024/25 (October – December 2024 activity) also significantly exceeded the \$14.5 million collected in the same quarter last fiscal year. While not reflected in the data through April, the City received the true-up payment for the third quarter of FY 2024/25 (January – March 2025) in May. General sales tax receipts in the third quarter totaled \$20.5 million and were up 40% from the same quarter in the prior fiscal year. Overall, through the first three quarters of the fiscal year, collections were up an unprecedented 35% from the prior fiscal year. To better understand this performance, staff has been working with the City's sales tax consultant, Avenu Insights/MuniServices and also contacted the California Department of Tax and Fee Administration for feedback. This growth reflects large one-time transactions from multiple taxpayers in each of the three quarters. In addition, there are a few top taxpayers that had significantly increased revenues in those quarters. The City also received larger proportional shares from the countywide pool as a result the increased allocations.

Given the very strong performance to date, collections are tracking to significantly exceed the budget estimate of \$62.9 million by \$15 million - \$18 million. A portion of this excess revenue was assumed for use in the development of the FY 2025/26 and FY 2026/27 Adopted Operating Budget. Additional funding is also recommended to support current year budget needs as brought forward in the budget amendments included in this report.

**Property Tax:** \$71.8 million in property tax receipts were received through April 2025, or 76.1% 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 \$96.9 million, which is above the Adopted Budget estimate of \$94.4 million. The revenue from the Successor Agency sale of the Hyatt Hotel parcel that generated approximately \$2.3 million for the City of Santa Clara is reflected in the Intergovernmental category below.

**Transient Occupancy Tax (TOT):** TOT is calculated as a percentage of City hotel/motel room charges. On January 1, 2025, the City's TOT rate was increased from 12.5% to 13.5%. Through April 30, 2025, approximately \$18.9 million was received, or 83% of the budget. This collection level was 17.3% above the \$16.2 million received through April of the prior fiscal year. Growth of 2.2% is needed to meet the budgeted estimate of \$22.9 million. Receipts are tracking to exceed the budget estimate by approximately \$3 million.

**Other Taxes:** Includes franchise tax and documentary transfer tax. The City has collected approximately \$4.7 million through April, including \$3.8 million in franchise taxes and \$0.9 million in documentary transfer taxes. This collection level is consistent with last fiscal year levels and is tracking close to the budget estimate.

**Licenses & Permits:** Includes business licenses, fire operation permits, and miscellaneous permits and fees. Revenue collections are tracking above par with receipts totaling \$6.9 million, or 85.5% 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 \$5.0 million, or 83.7% of the budget. Business license tax receipts are expected to end the year close to the estimate of \$6.0 million.

**Fines & Penalties:** Includes vehicle, parking, court fines, and miscellaneous penalty fines. Through April, revenue in this category totaled \$1.9 million which is lower than prior year collection levels of \$2.1 million but above 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 April, approximately \$4.6 million has been collected, exceeding the \$2.1 million budget. The significant increase in collections in this category is due to the sale of the Hyatt land, accounting for \$2.3 million. The proceeds from the sale are recommended to be allocated to the Land Sale Reserve as part of this report. Additionally, a portion of the revenue in this category is attributed to Fire wildland deployment reimbursements. As part of this report, \$593,000 of additional reimbursements are being recognized and allocated to the Fire Department.

**Charges for Services:** Includes various plan check and zoning-related fees, engineering fees, administrative fees, and community service revenue from various recreational activities. Through April, collections totaled approximately \$28.7 million or 92.2% of the budget. This reflects a 5.1% 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 April, \$14.7 million has been collected, or 76.5% of the budget. This collection level is 18.5% above the \$12.4 million received last fiscal year primarily due to higher right-of-way and interest earnings collected in the current year.



**Miscellaneous Revenues:** Includes developer fees, donations, damage recovery, sale of surplus, and one-time miscellaneous revenues. Through April, collections total \$0.5 million, which is slightly lower than prior year collection levels but above the budget estimate of \$0.2 million.

**Stadium Operation:** Through April 30, 2025, approximately \$25.1 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 and \$6.2 million represents the Stadium Authority's year-end excess revenue distribution to the City's General Fund. The use of the excess revenue was assumed in the development of the FY 2025/26 and FY 2026/27 Adopted Operating Budget and an associated budget action is recommended in this report to recognize those funds. A budget action is also included to recognize and appropriate reimbursements from the Bay Area Host Committee for costs incurred and remaining costs anticipated for Super Bowl LX and FIFA World Cup 2026 events planning and training.

## Financial Status Report as of April 30, 2025

### General Fund Expenditures

As of April 30, 2025, \$261.3 million or 79.6% of the General Fund operating budget had been expended, which is higher than prior year expenditure levels. Excluding transfers, expenditures totaled \$234.6 million, or 77.8% of the budget, which is below par (83.3% through April). Transfers of \$26.7 million have occurred as budgeted. Overall, expenditures in the General Fund are tracking to end the year with savings.

#### 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 04/30/2025	Percentage Used	Actual Through 04/30/2024	\$ Change From Prior Year	Percentage Change
<b>GENERAL GOVERNMENT</b>							
Non-Departmental	\$ 17,622,136	\$ 18,852,222	\$ 11,758,804	62.37%	\$ 10,416,504	\$ 1,342,300	12.89%
City Council	1,196,923	1,196,923	917,110	76.62%	937,748	(20,638)	-2.20%
City Clerk	2,102,267	2,186,267	1,932,238	88.38%	1,235,820	696,418	56.35%
City Manager	8,222,051	8,080,316	3,652,413	45.20%	3,573,767	78,646	2.20%
City Attorney	3,357,661	3,440,037	2,463,586	71.62%	2,365,821	97,765	4.13%
Human Resources	4,845,256	5,377,027	3,462,219	64.39%	2,808,608	653,611	23.27%
Finance	21,008,682	21,875,123	17,769,764	81.23%	14,601,981	3,167,783	21.69%
<b>Total General Government</b>	<b>58,354,976</b>	<b>61,007,915</b>	<b>41,956,134</b>	<b>68.77%</b>	<b>35,940,249</b>	<b>6,015,885</b>	<b>16.74%</b>
<b>PUBLIC WORKS</b>	<b>26,347,463</b>	<b>28,226,582</b>	<b>21,052,776</b>	<b>74.58%</b>	<b>20,038,010</b>	<b>1,014,767</b>	<b>5.06%</b>
<b>COMMUNITY DEVELOPMENT</b>	<b>5,575,313</b>	<b>5,636,381</b>	<b>4,001,716</b>	<b>71.00%</b>	<b>4,086,107</b>	<b>(84,391)</b>	<b>-2.07%</b>
<b>PARKS AND RECREATION</b>	<b>23,172,047</b>	<b>23,956,989</b>	<b>17,641,269</b>	<b>73.64%</b>	<b>17,354,552</b>	<b>286,717</b>	<b>1.65%</b>
<b>PUBLIC SAFETY</b>							
Fire	66,292,191	68,331,887	57,595,704	84.29%	53,820,617	3,775,087	7.01%
Police	92,074,298	92,776,102	75,242,730	81.10%	70,136,982	5,105,748	7.28%
<b>Total Public Safety</b>	<b>158,366,489</b>	<b>161,107,989</b>	<b>132,838,434</b>	<b>82.45%</b>	<b>123,957,599</b>	<b>8,880,835</b>	<b>7.16%</b>
<b>LIBRARY</b>	<b>11,732,505</b>	<b>12,230,197</b>	<b>9,803,534</b>	<b>80.16%</b>	<b>8,451,127</b>	<b>1,352,407</b>	<b>16.00%</b>
<b>DEPARTMENTAL TOTAL</b>	<b>283,548,793</b>	<b>292,166,053</b>	<b>227,293,863</b>	<b>77.80%</b>	<b>209,827,643</b>	<b>17,466,220</b>	<b>8.32%</b>
<b>OTHER FINANCING USES</b>							
Operating Transfer Out - Miscellaneous	626,778	1,742,520	1,742,520	100.00%	1,353,809	388,711	28.71%
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%	-	7,324,722	N/A
<b>Total Other Financing Uses</b>	<b>18,038,146</b>	<b>26,710,716</b>	<b>26,710,716</b>	<b>100.00%</b>	<b>11,800,161</b>	<b>14,910,555</b>	<b>126.36%</b>
<b>STADIUM OPERATION</b>	<b>9,111,250</b>	<b>9,498,441</b>	<b>7,320,181</b>	<b>77.07%</b>	<b>8,425,751</b>	<b>(1,105,570)</b>	<b>-13.12%</b>
<b>TOTAL GENERAL FUND</b>	<b>\$ 310,698,189</b>	<b>\$ 328,375,210</b>	<b>\$ 261,324,760</b>	<b>79.58%</b>	<b>\$ 230,053,555</b>	<b>\$ 31,271,205</b>	<b>13.59%</b>

### 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 April, expenditures totaled \$11.8 million, or 62.4% of the budget. These expenditures are below par of 83.3%, 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 April totaled approximately \$2.5 million, which is 71.6% of the budget, which is below par. Spending is 4% higher than the total expenditures through the same time last fiscal year.

**City Clerk:** Through April, actual expenditures were tracking at \$1.9 million or approximately 88.4% of the budget. This expenditure level reflects a 56.4% increase compared to last fiscal year due to costs that are incurred every other year, such as election costs. A budget amendment to increase the elections budget by \$29,000 (from \$502,000 to \$531,000) is recommended in this report to account for the higher actual costs.

**City Council:** Through April, expenditures of \$0.9 million were at 76.6% of budget, which is below par. Expenditures are slightly below spend when compared to prior fiscal year levels due to lower operating supplies and as-needed spend.

**City Manager:** The actual expenditures through April totaled \$3.7 million, or 45.2% of the budget, which is below par for this time of the year. Expenditures are slightly above the spending level through the same period last fiscal year.

**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 April, departmental expenditures for the Planning and Housing and Community Services divisions totaled \$4.0 million, or 71% of the budget, which is below par of 83.3%. This expenditure level is slightly below the prior year spend levels.

**Finance Department:** Through April 30, 2025, the Department's expenditures totaled \$17.8 million, or 81.2% of the budget, which is slightly below par. This expenditure level was approximately 21.7% 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 Qwestica Budget System. A budget adjustment of \$550,000 is recommended for one-time licensing costs for Peoplesoft that are tied to the City's budget size; this adjustment accounts for true-up assessments related to prior fiscal years.

**Fire Department:** Through April, actual expenditures totaled \$57.6 million, or 84.3% of the budget, which is slightly above par. These expenditures also reflect a 7% increase from last fiscal year due to

higher expenditures across the overtime and non-personnel categories including operating supplies, contractual services, and capital outlay. Overtime expenditures are tracking over budget at 230% due, in part, to overtime expenditures related to mutual aid deployment efforts. These costs are reimbursable, and budget actions have been approved by City Council as part of the FY 2023/24 Budget Year-End Report and Monthly Financial Reports to recognize and appropriate these reimbursements. A budget action is also recommended in this report to recognize and appropriate additional revenue received. Excluding mutual aid-related costs, the overtime budget is 150% expended through April. Overtime is used to backfill for shift absences and vacant shift positions to maintain daily minimum staffing. Overtime expenditures have exceeded the overtime budget as the current absence rate exceeds the estimate used in the development of the budget.

Through April, absences are down 5% (from 71,001 to 67,551 hours) when compared with the prior fiscal year but remain above historical levels. Absences are trending high in the areas of injury, 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 April, the compensatory time payouts total \$1.47 million, which is above historical levels but 25% below the payouts of \$1.96 million experienced through April of last fiscal year.

Expenditures are currently tracking to end the year approximately \$2.1 million to \$2.7 million above budget. A portion of this overage can be offset by additional ambulance transport revenue of \$952,000 and a budget amendment is recommended in this report to recognize and appropriate those funds. After this adjustment, a remaining shortfall of \$1.1 million to \$1.7 million is projected. A budget amendment totaling \$1.7 million is included to conservatively address the projected year-end overage.

**Library Department:** Through April, actual expenditures totaled \$9.8 million, or 80.2% of the budget, which is slightly below par, but 16% 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 April, actual expenditures totaled \$17.6 million, or 73.6% of the budget, which is below par, and consistent with last fiscal year spend.

**Police Department:** Expenditures through April are tracking at expected levels at \$75.2 million, or 81% of the budget; this is approximately 7.3% higher than prior year spending. The higher spend is primarily in the salaries and benefits and contractual 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 \$7.3 million through April, which is 13% 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 March, 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. An action is included in this report to recognize and

appropriate costs already incurred and anticipated through the end of the fiscal year for the planning and training costs associated with the 2026 major events.

### Special Revenue Funds

The table below is a summary of revenues and expenditures of select Special Revenue Funds as of April 30, 2025. The amended budget reflects carryover encumbrances from fiscal year 2023/24 and budget amendments approved by the City Council through April 2025.

Revenues totaled approximately \$22.8 million, while expenditures totaled approximately \$20.1 million through the end of April. Both revenue and expenditures are tracking below par of 83.3%. 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, the lower spend compared to the prior year is due to a loan disbursement that occurred in FY 2023/24. Revenue in the housing funds reflects higher interest collections than the previous year. Higher grant receipts and spend have 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 4/30/2025	Percentage Received	Actual Through 4/30/2024	\$ Change From Prior Year	Percent Change
Building Development Services Fee Fund	\$ 16,164,000	\$ 16,164,000	\$ 14,927,205	92.35%	\$ 13,346,362	\$ 1,580,843	11.84%
City Affordable Housing Fund	1,168,177	1,168,177	1,077,543	92.24%	551,399	526,144	95.42%
Fire CUPA Fund	0	0	180,159	N/A	0	180,159	N/A
Fire Development Services Fee Fund	3,277,500	3,277,500	3,455,887	105.44%	3,016,329	439,558	14.57%
Housing and Urban Development	2,532,068	7,023,563	2,230,706	31.76%	846,589	1,384,117	163.49%
Housing Authority Fund	252,496	252,496	46,320	18.34%	394,757	(348,437)	-88.27%
Housing Successor Fund	1,306,326	1,306,326	930,095	71.20%	385,983	544,112	140.97%
<b>TOTAL</b>	<b>\$ 24,700,567</b>	<b>\$ 29,192,062</b>	<b>\$ 22,847,915</b>	<b>78.27%</b>	<b>\$ 18,541,419</b>	<b>\$ 4,306,496</b>	<b>23.23%</b>

Fund Description	EXPENDITURES - FISCAL YEAR 2024/25				PRIOR YEAR EXPENDITURE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 4/30/2025	Percentage Used	Actual Through 4/30/2024	\$ Change From Prior Year	Percent Change
Building Development Services Fee Fund	\$ 15,044,148	\$ 17,302,488	\$ 13,328,766	77.03%	\$ 11,896,804	\$ 1,431,962	12.04%
City Affordable Housing Fund	1,593,647	12,242,276	777,904	6.35%	3,150,331	(2,372,427)	-75.31%
Fire CUPA Fund	0	535,696	60,596	11.31%	0	60,596	N/A
Fire Development Services Fee Fund	3,387,922	3,387,922	2,944,004	86.90%	2,567,182	376,822	14.68%
Housing and Urban Development	2,532,068	7,968,912	2,395,664	30.06%	1,020,466	1,375,198	134.76%
Housing Authority Fund	468,931	511,389	134,323	26.27%	140,684	(6,361)	-4.52%
Housing Successor Fund	902,579	1,012,590	500,773	49.45%	648,689	(147,916)	-22.80%
<b>TOTAL</b>	<b>\$ 23,929,295</b>	<b>\$ 42,961,273</b>	<b>\$ 20,142,030</b>	<b>46.88%</b>	<b>\$ 19,424,156</b>	<b>\$ 717,874</b>	<b>3.70%</b>

City of Santa Clara

Financial Status Report as of April 30, 2025

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 April 2025. As of April 30, 2025, the internal service fund expenditures totaled \$45.8 million, or 71.2% of the amended budget. The significant increase in spend in the Communication Acquisitions Fund is due to the purchase of new public safety radios to replace the inventory that had reached the end of its useful life. The Vehicle Replacement Fund’s increase in expenditures reflect additional vehicle replacements in the City’s fleet. In the Special Liability Insurance Fund, a large settlement paid by the City was incurred in March.

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

Fund Description	EXPENDITURES - FISCAL YEAR 2024/25				PRIOR YEAR EXPENDITURE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 4/30/2025	Percentage Used	Actual Through 4/30/2024	\$ Change From Prior Year	Percent Change
Communication Acquisitions Fund	\$ 1,067,904	\$ 7,126,624	\$ 5,926,859	83.17%	\$ 311,831	\$ 5,615,028	1800.66%
Fleet Maintenance and Operations Fund	5,939,015	6,172,901	4,872,742	78.94%	4,745,221	127,521	2.69%
Information Technology Services Fund	15,439,338	17,045,167	10,201,056	59.85%	9,671,144	529,912	5.48%
Public Works Capital Projects Management Fund	4,373,674	5,157,651	3,385,039	65.63%	3,179,725	205,314	6.46%
Special Liability Fund	6,530,000	12,230,306	10,362,647	84.73%	4,911,411	5,451,236	110.99%
Unemployment Insurance Fund	110,000	135,000	74,713	55.34%	37,987	36,726	96.68%
Vehicle Replacement Fund	5,827,284	10,028,956	6,245,655	62.28%	4,508,927	1,736,728	38.52%
Workers' Compensation Fund	6,437,000	6,437,000	4,725,992	73.42%	4,925,485	(199,493)	-4.05%
TOTAL	\$ 45,724,215	\$ 64,333,605	\$ 45,794,703	71.18%	\$ 32,291,731	\$ 13,502,972	41.82%

City of Santa Clara

Financial Status Report as of April 30, 2025

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 April 2025. As of April 30, 2025, the capital fund revenue totaled \$19 million, or 48.8% 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 \$2.9 million collected in Quimby Fee Act revenue, \$1.5 million collected in Mitigation Fee Act revenue as well as \$1.3 million interest earnings. The remaining \$2.6 million reflects grant funding received for the Central Park Magical Bridge project.

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

Fund Description	REVENUE - FISCAL YEAR 2024/25				
	Current Year Appropriation	Prior Year Carryforward	Total Amended Budget	Actual Through 4/30/2025	Percentage Used
City Affordable Housing Capital Fund	\$ -	\$ -	\$ -	\$ 2,968,732	NA
Parks & Recreation	-	3,349,489	3,349,489	8,305,963	247.98%
Related Santa Clara Developer	795,344	-	795,344	500,344	62.91%
Storm Drain	1,786,902	3,000,000	4,786,902	1,415,015	29.56%
Streets & Highways	6,683,849	19,534,183	26,218,032	5,602,086	21.37%
Tasman East Specific Infrastructure Improvement Fund	3,734,932	-	3,734,932	171,027	4.58%
TOTAL	\$ 13,001,027	\$ 25,883,672	\$ 38,884,699	\$ 18,963,167	48.77%

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 April 2025. As of April 30, 2025, capital fund expenditures totaled \$27.9 million, or 15.3% 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 4/30/2025	Percentage Used
Fire	\$ 2,360,137	\$ 550,295	\$ 2,910,432	\$ 588,363	20.22%
General Gov't - Other	5,013,009	9,675,140	14,688,149	1,511,415	10.29%
Library	475,929	261,190	737,119	17,447	2.37%
Parks & Recreation	21,061,911	22,186,879	43,248,790	2,985,499	6.90%
Public Buildings	5,805,328	3,933,806	9,739,134	1,657,353	17.02%
Related Santa Clara Developer	1,189,335	19,828	1,209,163	688,734	56.96%
Storm Drain	3,794,643	6,658,409	10,453,052	1,299,839	12.44%
Streets & Highways	49,684,528	46,415,359	96,099,887	19,086,730	19.86%
Tasman East Specific Infrastructure Improvement Fund	1,432,193	1,424,215	2,856,408	19,681	0.69%
TOTAL	\$ 90,817,013	\$ 91,125,121	\$ 181,942,134	\$ 27,855,061	15.31%

### Enterprise Funds

The table below is a summary of revenues and expenses for the Enterprise Operating Funds as of April 30, 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 4/30/2025	Percentage Received	Actual Through 4/30/2024	\$ Change From Prior Year	Percent Change
Cemetery Fund	\$ 750,000	\$ 750,000	\$ 511,207	68.16%	\$ 480,836	\$ 30,371	6.32%
Electric Utility Fund	893,397,959	893,397,959	773,530,280	86.58%	575,009,435	198,520,845	34.52%
Sewer Utility Fund	46,989,803	46,989,803	46,575,664	99.12%	74,681,145	(28,105,481)	-37.63%
Solid Waste Utility Fund	41,561,372	41,561,372	32,200,137	77.48%	30,390,912	1,809,225	5.95%
Water Recycling Fund	8,507,338	8,507,338	8,462,758	99.48%	5,731,530	2,731,228	47.65%
Water Utility Fund	64,096,935	64,096,935	51,449,218	80.27%	44,195,305	7,253,913	16.41%
<b>TOTAL REVENUE</b>	<b>\$ 1,055,303,407</b>	<b>\$ 1,055,303,407</b>	<b>\$ 912,729,264</b>	<b>86.49%</b>	<b>\$ 730,489,163</b>	<b>\$ 182,240,101</b>	<b>24.95%</b>

Fund Description	EXPENSES - FISCAL YEAR 2024/25				PRIOR YEAR EXPENSE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 4/30/2025	Percentage Used	Actual Through 4/30/2024	\$ Change From Prior Year	Percent Change
Cemetery Fund	\$ 1,628,800	\$ 1,628,800	\$ 953,033	58.51%	\$ 801,770	\$ 151,263	18.87%
Electric Utility Fund	649,513,582	672,335,619	472,748,978	70.31%	449,695,751	23,053,227	5.13%
Sewer Utility Fund	38,762,083	39,278,049	30,794,517	78.40%	47,490,411	(16,695,894)	-35.16%
Solid Waste Utility Fund	40,775,942	43,928,485	30,850,806	70.23%	27,948,742	2,902,064	10.38%
Water Recycling Fund	9,307,289	10,982,389	8,121,958	73.95%	5,722,377	2,399,581	41.93%
Water Utility Fund	57,614,177	58,830,207	47,018,443	79.92%	43,331,121	3,687,322	8.51%
<b>TOTAL - Operating Appropriations</b>	<b>\$ 797,601,873</b>	<b>\$ 826,983,549</b>	<b>\$ 590,487,735</b>	<b>71.40%</b>	<b>\$ 574,990,172</b>	<b>\$ 15,497,563</b>	<b>2.70%</b>

While revenues are tracking 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 April 30, 2025, totaled \$30.9 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 José for the Regional Wastewater Facility in the Sewer Utility Fund. Enterprise capital fund expenses totaled \$56.5 million, or 10.7% 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 4/30/2025	Percentage Used
Convention Center Capital Fund	\$ 550,000	\$ -	\$ 550,000	\$ 550,000	100.00%
Electric Utility Fund	26,660,625	26,030,596	52,691,221	27,568,373	52.32%
Sewer Utility Fund	-	-	-	2,778,736	N/A
Solid Waste Utility Fund	258,000	-	258,000	9,195	3.56%
Street Lighting <sup>(1)</sup>	-	-	-	837	N/A
Water Utility Fund	-	-	-	30,684	N/A
<b>TOTAL - Revenue</b>	<b>\$ 27,468,625</b>	<b>\$ 26,030,596</b>	<b>\$ 53,499,221</b>	<b>\$ 30,937,825</b>	<b>57.83%</b>

EXPENDITURES - FISCAL YEAR 2024/25					
Fund Description	Current Year Appropriation	Prior Year Carryforward	Total Amended Budget	Actual Through 4/30/2025	Percentage Used
Cemetery Fund	\$ 22,524	\$ 252,644	\$ 275,168	\$ 3,907	1.42%
Convention Center Capital Fund	2,699,999	1,723,150	4,423,149	1,866,520	42.20%
Electric Utility Fund	264,128,146	184,117,774	448,245,920	42,736,682	9.53%
Sewer Utility Fund	24,421,888	24,213,217	48,635,105	6,495,949	13.36%
Solid Waste Utility Fund	907,874	24,569	932,443	635,515	68.16%
Street Lighting <sup>(1)</sup>	10,374,952	3,524,758	13,899,710	752,934	5.42%
Water Recycling Fund	400,000	-	400,000	3,015	0.75%
Water Utility Fund	8,731,864	2,692,753	11,424,617	3,992,554	34.95%
<b>TOTAL - CIP Appropriations</b>	<b>\$ 311,687,247</b>	<b>\$ 216,548,865</b>	<b>\$ 528,236,112</b>	<b>\$ 56,487,076</b>	<b>10.69%</b>

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

City of Santa Clara

Financial Status Report as of April 30, 2025

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 April 30, 2025

CITY OF SANTA CLARA

RESERVE BALANCES

April 30, 2025

DETAIL OF SELECTED FUND RESERVE BALANCES:			
	GENERAL FUND	ELECTRIC	WATER
Budget Stabilization Reserve	\$ 69,138,768		
Capital Projects Reserve	7,834,572		
Land Sale Reserve	10,343,105		
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	\$ 89,793,974	\$ 327,000,000	\$ 303,090

Donations to the City of Santa Clara

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

Department	Fiscal Year 2024/25		Designated Use
	Apr-25	Year To Date	
City Manager's Office	40	122	Help Your Neighbor
Parks & Recreation	1,470	5,470	Case Management
Parks & Recreation	20	20	Community Garden
Parks & Recreation	-	632	Reed/Grant Park Soccer Equipment
Parks & Recreation	1,772	5,687	Roberta Jones Jr. Theatre
Parks & Recreation	-	19,925	Wade Brummal
TOTALS	\$ 3,302	\$ 31,856	