



City of Santa Clara

The Center of What's Possible

MONTHLY FINANCIAL STATUS REPORT

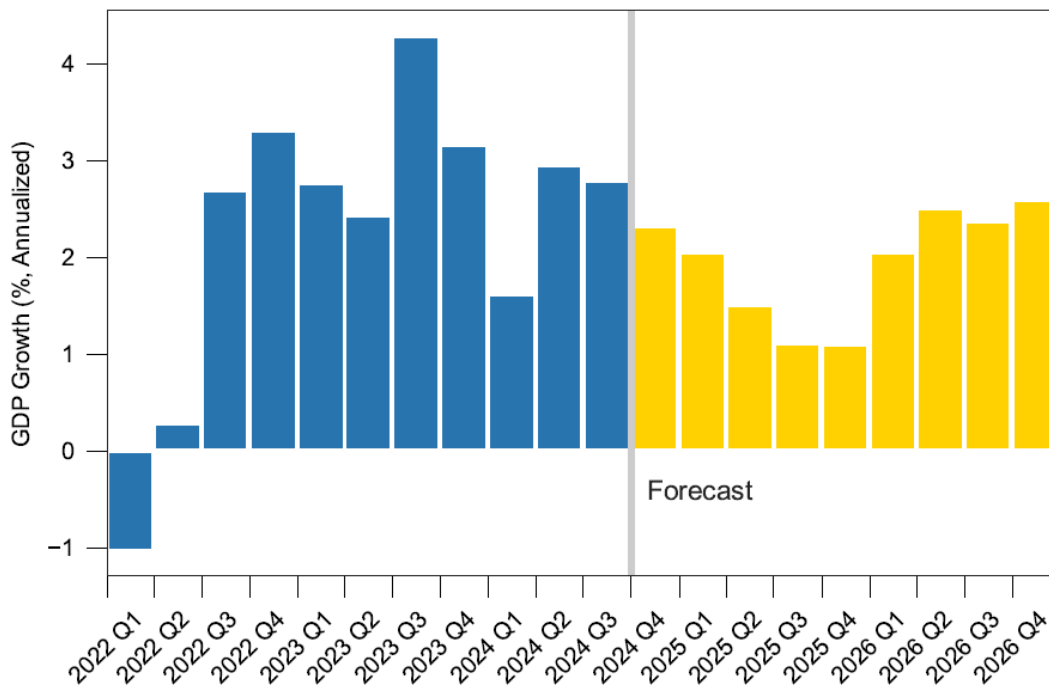
November 2024

This report summarizes the City’s financial performance for the month ended November 30, 2024. 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 Winter 2024 Forecast, the UCLA Anderson Forecast points to uncertainty regarding the U.S. economic outlook for 2025 and 2026 given the potential impacts of policies regarding tariffs and deportations. “With real GDP growth above two percent, the U.S. economy continues to outshine its global peers. The incoming tariff and deportation policies will put upward pressure on costs and downward pressure on consumption, leading to lower GDP growth, dipping below two percent (SAAR) in the second half of 2025. We expect GDP growth to partially recover by the end of 2026 as the economy adjusts to the tariffs and the changing composition and size of the labor force.”¹

U.S. Quarterly Real GDP Growth Forecast (UCLA Winter 2024 Economic Forecast)



Source: Bureau of Economic Analysis and UCLA Anderson Forecast

¹ UCLA Anderson Forecast Winter 2024 Economic Forecast, “Cloudy with a Chance of Inflation”, Clement Bohr

On a national level, the unemployment rate changed little from 4.1% in October to 4.2% in November 2024, but is up from 3.7% in November 2023. In November, the number of unemployed persons totaled 7.1 million, a slight increase from 7.0 million in October.²

Chart 1. Unemployment rate, seasonally adjusted, November 2022 – November 2024

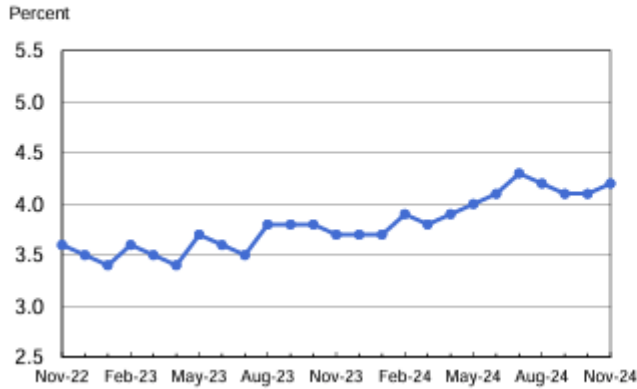
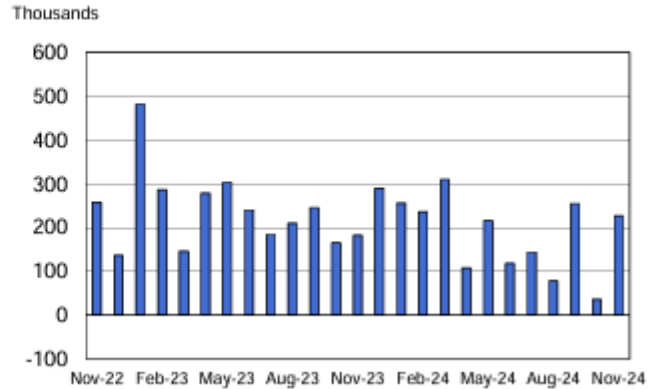
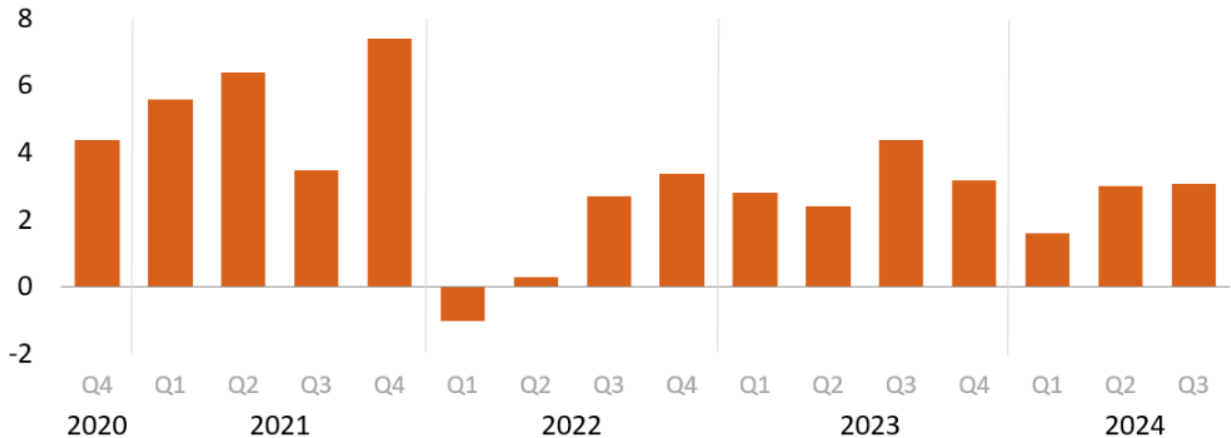


Chart 2. Nonfarm payroll employment over-the-month change, seasonally adjusted, November 2022 – November 2024



In the third quarter 2024 third estimate, the Gross Domestic Product (GDP) increased by 3.1%, following a GDP increase of 3.0% in the second quarter. The increase in real GDP primarily reflected increases in consumer spending, exports, nonresidential fixed investment, and federal government spending.³

Real GDP: Percent change from preceding quarter



U.S. Bureau of Economic Analysis

Seasonally adjusted annual rates

² <https://www.bls.gov/news.release/pdf/empsit.pdf>

³ <https://www.bea.gov/sites/default/files/2024-12/tech3q24-3rd.pdf>

At the state level, the California unemployment rate remained unchanged at 5.4% between October and November 2024. This rate is higher compared to the 5.1% rate in November 2023. Over the past year, California employers have added 167,000 nonfarm jobs.⁴

The winter 2024 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. "The unemployment rate for the 4th quarter of this year is expected to average 5.3%, and the average for 2025 and 2026 is expected to be 5.5% and 5.0% respectively. Our forecast for 2025 and 2026 is for total employment growth rates to be -0.7% and 1.6%. Non-farm payroll jobs are expected to grow at a 1.5% and 1.3% rate during the same two years. Real personal income is forecast to grow by 2.3% in 2025 and 2.6% in 2026. In spite of the higher interest rates, the continued demand for a limited housing stock coupled with state policies inducing new homebuilding should result in the beginning of a recovery this year followed by slow but solid growth in new home production thereafter."⁵

The unadjusted unemployment rate in the San José-Sunnyvale-Santa Clara Metropolitan Statistical Area (MSA) was 4.1% in November 2024, down slightly from a revised 4.2% in October 2024, but above the November 2023 estimate of 4.0%. Between November 2023 and November 2024, employment in this region increased by 6,100 jobs, or 0.5%. The largest increases were in private education and health services (up 12,300 jobs) and professional and business services (up 2,800 jobs). Notable employment reductions were in information (down 5,700 jobs) and manufacturing (down 5,400 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 2024/25 was \$310.7 million. The amended budget for revenues and expenditures was adjusted to \$317.9 million to reflect carryover encumbrances from fiscal year 2023/24 and various budget amendments approved by the City Council through November 2024.

General Fund revenues and expenditures are tracking within estimated levels.

⁴ https://edd.ca.gov/es/about_edd/news_releases_and_announcements/unemployment-november-2024/

⁵ UCLA Anderson Forecast Winter 2024 Economic Forecast, "California After the Election", Jerry Nickelsburg

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

General Fund Revenues

As of November 30, 2024, \$90.8 million or 30.7% of the General Fund estimated revenue (excluding transfers) was received. Collections are tracking below par through November due to the timing of payments. In some categories, such as property tax, most payments are scheduled to occur later in the fiscal year. Transfers and use of reserves of \$22.1 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 11/30/2024	Percentage Received	Actual Through 11/30/2023	Change From Prior Year	Percentage Change
TAXES							
Sales Tax	\$ 62,900,000	\$ 62,900,000	\$ 19,387,391	30.82%	\$ 15,323,471	\$ 4,063,920	26.52%
Property Tax	94,391,000	94,391,000	16,778,801	17.78%	13,496,133	3,282,668	24.32%
Transient Occupancy Tax	22,850,000	22,850,000	7,497,570	32.81%	5,717,965	1,779,605	31.12%
Other Taxes	6,950,000	6,950,000	1,708,158	24.58%	1,794,102	(85,944)	-4.79%
Total Taxes	187,091,000	187,091,000	45,371,920	24.25%	36,331,671	9,040,249	24.88%
LICENSES & PERMITS							
Business Licenses	6,000,000	6,000,000	2,970,394	49.51%	2,178,351	792,043	36.36%
Fire Operation Permits	2,010,000	2,010,000	954,340	47.48%	666,745	287,595	43.13%
Miscellaneous Permits	55,000	55,000	213,409	388.02%	2,461	210,948	8571.64%
Total Licenses & Permits	8,065,000	8,065,000	4,138,143	51.31%	2,847,557	1,290,586	45.32%
FINES & PENALTIES	1,452,000	1,452,000	549,361	37.83%	1,037,160	(487,799)	-47.03%
INTERGOVERNMENTAL	970,000	970,000	512,214	52.81%	148,252	363,962	245.50%
CHARGES FOR SERVICES	30,829,954	30,829,954	14,687,810	47.64%	12,810,495	1,877,315	14.65%
SILICON VALLEY POWER TRANSFER	34,500,000	34,500,000	14,777,125	42.83%	13,712,604	1,064,521	7.76%
USE OF MONEY & PROPERTY							
Interest	6,212,000	6,212,000	925,644	14.90%	16,106	909,538	5647.20%
Rent	13,028,187	13,028,187	5,341,057	41.00%	5,243,300	97,757	1.86%
Total Use of Money & Property	19,240,187	19,240,187	6,266,701	32.57%	5,259,406	1,007,295	19.15%
MISCELLANEOUS REVENUES	215,550	215,550	305,763	141.85%	137,475	168,288	122.41%
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	6,964,827	13,895,239	13,895,239	100.00%	8,012,113	5,883,126	73.43%
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	575,821	575,821	100.00%	746,044	(170,223)	-22.82%
Total Other Financing Sources	15,157,017	22,087,429	22,087,429	100.00%	14,971,840	7,115,589	47.53%
STADIUM OPERATION							
Charges for Services	11,705,481	12,023,104	4,114,224	34.22%	895,270	3,218,954	359.55%
Rent and Licensing	1,472,000	1,472,000	121,612	8.26%	69,313	52,299	75.45%
Total Stadium Operation	13,177,481	13,495,104	4,235,836	31.39%	964,583	3,271,253	339.14%
TOTAL GENERAL FUND	\$ 310,698,189	\$ 317,946,224	\$ 112,932,302	35.52%	\$ 88,221,042	\$ 24,711,259	28.01%

(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 November 30, 2024, \$19.4 million has been collected, which is 26.5% higher than prior year collection levels. Given the timing of payments, the sales tax payments through November are for the months of July through September 2024. In November, the City received the true-up payment for the first quarter of FY 2024/25 (July – September activity) that brought collections to \$19.2 million for that quarter. This collection level is 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 were also up 38.6% over the first quarter of FY 2023/24 based on the City's strong sales tax performance; these collection represent approximately 20% of the City's sales tax receipts. In addition, \$0.2 million was received for the Proposition 172 Public Safety Sales Tax, which is consistent with the prior fiscal year.

Given the strong performance in the first quarter, collections can drop approximately 7% in each of the remaining three quarters of FY 2024/25 and still meet 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: \$16.8 million in property tax receipts were received through November 2024. The majority of property tax revenue is collected in February and April each year. Based on initial information from the County of Santa Clara, property tax receipts are projected to end the year at \$95.9 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 12.5% in November 2024 and increased to 13.5% effective January 1, 2025. Through November 30, 2024, approximately \$7.5 million was received, or 32.8% of the budget. This collection level was 31% above the \$5.7 million received through November of the prior fiscal year due. 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 \$1.7 million through November, including \$1.4 million in franchise taxes and \$0.3 million in documentary transfer taxes. This collection level is 4.8% below last fiscal year due to lower franchise tax receipts recorded to date.

Licenses & Permits: Includes business licenses, fire operation permits, and miscellaneous permits and fees. Revenue collections are tracking above par with receipts totaling \$4.1 million, or 51.3% of the \$8.1 million budget. This reflects strong growth in all 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 \$3.0 million, or 49.5% of the budget. This collection level is above the prior year level of \$2.2 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 November, revenue in this category totaled \$0.5 million, which was below the prior year level of \$1.0 million due primarily to lower 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 November, approximately \$0.5 million has been collected, or 52.8% of the \$1.0 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 November, collections totaled approximately \$14.7 million or 47.6% of the budget. This reflects a 14.7% increase compared to last year's collections, primarily due to higher receipts from engineering fees, planning and zoning fees, Emergency Medical Services (EMS) transport 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 November, \$6.3 million has been collected, compared to \$5.3 million last fiscal year. This increase is due to higher interest and higher rents, specifically right-of-way, collected in the current year.

Miscellaneous Revenues: Includes developer fees, donations, damage recovery, sale of surplus, and one-time miscellaneous revenues. Through November, collections totaled \$0.3 million, exceeding the budgeted estimate of \$0.2 million and the prior year collection level of \$0.1 million.

Stadium Operation: Through November, approximately \$4.2 million has been collected through charges for services and rent.

General Fund Expenditures

As of November 30, 2024, \$135.5 million or 42.6% of the General Fund operating budget had been expended, which is higher than prior year expenditure levels. Excluding transfers, expenditures totaled \$117.4 million, or 39.2% of the budget, which is slightly below par. Transfers of \$18.0 million have occurred as budgeted. Overall, expenditures in the General Fund are at budgeted levels through November.

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 11/30/2024	Percentage Used	Actual Through 11/30/2023	\$ Change From Prior Year	Percentage Change
GENERAL GOVERNMENT							
Non-Departmental	\$ 17,622,136	\$ 17,841,022	\$ 7,005,199	39.26%	\$ 4,316,021	\$ 2,689,178	62.31%
City Council	1,196,923	1,196,923	451,401	37.71%	468,262	(16,861)	-3.60%
City Clerk	2,102,267	2,104,267	801,407	38.08%	670,951	130,456	19.44%
City Manager	8,222,051	9,030,316	1,714,688	18.99%	1,369,305	345,383	25.22%
City Attorney	3,357,661	3,440,037	1,199,668	34.87%	1,135,878	63,790	5.62%
Human Resources	4,845,256	5,034,027	1,563,500	31.06%	1,323,766	239,734	18.11%
Finance	21,008,682	21,922,775	8,523,846	38.88%	6,891,409	1,632,437	23.69%
Total General Government	58,354,976	60,569,367	21,259,709	35.10%	16,175,592	5,084,117	31.43%
PUBLIC WORKS	26,347,463	28,132,690	10,235,717	36.38%	9,699,755	535,962	5.53%
COMMUNITY DEVELOPMENT	5,575,313	5,636,381	1,990,015	35.31%	2,063,937	(73,922)	-3.58%
PARKS AND RECREATION	23,172,047	23,931,989	8,917,822	37.26%	8,954,437	(36,615)	-0.41%
PUBLIC SAFETY							
Fire	66,292,191	66,954,133	28,633,502	42.77%	27,510,759	1,122,743	4.08%
Police	92,074,298	92,973,019	36,648,595	39.42%	35,188,038	1,460,557	4.15%
Total Public Safety	158,366,489	159,927,152	65,282,097	40.82%	62,698,797	2,583,300	4.12%
LIBRARY	11,732,505	12,212,058	4,863,041	39.82%	4,155,351	707,690	17.03%
DEPARTMENTAL TOTAL	283,548,793	290,409,637	112,548,401	38.76%	103,747,869	8,800,532	8.48%
OTHER FINANCING USES							
Operating Transfer Out - Miscellaneous	626,778	626,778	626,778	100.00%	1,198,809	(572,031)	-47.72%
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	14,204,882	14,204,882	100.00%	7,305,499	6,899,383	94.44%
Total Other Financing Uses	18,038,146	18,038,146	18,038,146	100.00%	11,645,161	6,392,985	54.90%
STADIUM OPERATION	9,111,250	9,498,441	4,875,121	51.33%	4,941,465	(66,344)	-1.34%
TOTAL GENERAL FUND	\$ 310,698,189	\$ 317,946,224	\$ 135,461,668	42.61%	\$ 120,334,495	\$ 15,127,173	12.57%

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 November, expenditures totaled \$7.0 million, or 39.3% of the budget. These expenditures are slightly below par of 41.7%, but significantly higher than prior year levels. This increase is primarily due to the timing of the insurance payment; last fiscal year, these expenditures were not reflected until later in the fiscal year.

City Attorney: Actual expenditures through November totaled approximately \$1.2 million, which is 34.9% of the budget, which is below par. Spending is 5.6% 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 November, actual expenditures were tracking at \$0.8 million or approximately 38.1% of the budget. This expenditure level reflects a 19.4% increase compared to last fiscal year due to one-time Granicus costs that are paid every other year.

City Council: Through November, expenditures of \$0.5 million were at 37.7% of budget, which is below par. Compared to the same period through last fiscal year, this reflects a slight decrease in expenditures due to lower as-needed and operating supplies spend.

City Manager: The actual expenditures through November totaled \$1.7 million, or 19% of the budget, which is below par for this time of the year. Expenditures are 25.2% 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, advertising, and miscellaneous services and supplies 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 November, departmental expenditures for the Planning and Housing and Community Services divisions totaled \$2.0 million, or 35.3% of the budget, which is below par of 41.7%. This expenditure level is slightly lower than prior year spend.

Finance Department: Through November, the Department's expenditures totaled \$8.5 million, or 38.9% of the budget, which is slightly below par. This expenditure level was approximately 23.7% higher than through the same period last year. The current year spend reflects higher salaries and benefits and contractual services costs, primarily related to PeopleSoft and the Questica Budget System.

Fire Department: Through November, actual expenditures totaled \$28.6 million, or 42.8% of the budget, which is slightly above par. These expenditures also reflect a 4.1% increase from last fiscal year due to higher expenditures across the salaries and benefits and non-personnel categories including contractual services and capital outlay. Overtime expenditures are tracking over budget at

217% due, in part, to overtime expenditures related to mutual aid deployment efforts. These costs are reimbursable, and budget actions will be brought forward for City Council approval to recognize the reimbursements and adjust the Department overtime budget as reimbursements are received. Excluding mutual aid-related costs, the overtime budget is 119% expended through November. 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 November, absences are down 6% (from 36,695 to 34,598 hours) when compared with the prior fiscal year but remain above historical levels. Absences are trending high in the areas of 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 November, the compensatory time payouts total \$745,854, which is above historical levels but 46.2% below the payouts of \$1,385,610 experienced through November of last fiscal year. The Department will continue to monitor expenditures throughout the fiscal year and bring forth budget recommendations, as needed.

Library Department: Through November, actual expenditures totaled \$4.9 million, or 39.8% of the budget, which is below par, and 17% higher than expenditure levels last fiscal year. The higher spending is primarily in the salaries and benefits and maintenance categories.

Parks and Recreation Department: Through November, actual expenditures totaled \$8.9 million, or 37.3% of the budget, which is below par and slightly below the prior year spend.

Police Department: Expenditures through November are tracking at expected levels at \$36.6 million, or 39.4% of the budget; this is approximately 4% higher than prior year spending. The higher spend is primarily in the salaries and benefits and as-needed 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 \$4.9 million through November, which is consistent with the prior year. The Stadium hosted four ticketed Non-NFL events and seven NFL games through November. Fewer ticketed Non-NFL events in the current year resulted in lower as needed and overtime spend for Non-NFL events, however that decrease was offset by wage increases, the timing of third-party public safety invoices, and planning costs associated with Super Bowl LX and FIFA World Cup 2026. These costs are fully reimbursed by the Bay Area Host Committee or the Stadium Authority.

Special Revenue Funds

The table below is a summary of revenues and expenditures of select Special Revenue Funds as of November 30, 2024. The amended budget reflects carryover encumbrances from fiscal year 2023/24 and budget amendments approved by the City Council through November 2024.

Revenues totaled approximately \$10.9 million, while expenditures totaled approximately \$9.2 million through the end of November. While revenue is tracking above par, expenditures are tracking below par of 41.7%. 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 11/30/2024	Percentage Received	Actual Through 11/30/2023	\$ Change From Prior Year	Percent Change
Building Development Services Fee Fund	\$ 16,164,000	\$ 16,164,000	\$ 7,735,865	47.86%	\$ 6,444,061	\$ 1,291,804	20.05%
City Affordable Housing Fund	1,168,177	1,168,177	329,099	28.17%	147,785	181,314	122.69%
Fire Development Services Fee Fund	3,277,500	3,277,500	1,891,344	57.71%	1,512,435	378,909	25.05%
Housing and Urban Development	2,532,068	3,375,068	515,314	15.27%	473,858	41,456	8.75%
Housing Authority Fund	252,496	252,496	23,770	9.41%	71,966	(48,196)	-66.97%
Housing Successor Fund	1,306,326	1,306,326	391,167	29.94%	287,450	103,717	36.08%
TOTAL	\$ 24,700,567	\$ 25,543,567	\$ 10,886,559	42.62%	\$ 8,937,555	\$ 1,949,004	21.81%

Fund Description	EXPENDITURES - FISCAL YEAR 2024/25				PRIOR YEAR EXPENDITURE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 11/30/2024	Percentage Used	Actual Through 11/30/2023	\$ Change From Prior Year	Percent Change
Building Development Services Fee Fund	\$ 15,044,148	\$ 15,852,488	\$ 6,071,677	38.30%	\$ 5,635,570	\$ 436,107	7.74%
City Affordable Housing Fund	1,593,647	7,207,792	327,610	4.55%	396,981	(69,371)	-17.47%
Fire Development Services Fee Fund	3,387,922	3,387,922	1,472,131	43.45%	1,280,439	191,692	14.97%
Housing and Urban Development	2,532,068	4,071,407	988,524	24.28%	548,622	439,902	80.18%
Housing Authority Fund	468,931	511,389	69,620	13.61%	71,294	(1,674)	-2.35%
Housing Successor Fund	902,579	1,012,590	270,536	26.72%	394,349	(123,813)	-31.40%
TOTAL	\$ 23,929,295	\$ 32,043,588	\$ 9,200,098	28.71%	\$ 8,327,255	\$ 872,843	10.48%

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 November 2024. As of November 30, 2024, the capital fund revenue totaled \$6.5 million. 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, vehicle registration fees, as well as VTA Measure B funds.

**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 11/30/2024	Percentage Used	
City Affordable Housing Capital Fund	\$ -	\$ -	\$ -	\$ 816,847	NA	
Parks & Recreation	-	3,349,489	3,349,489	678,261	20.25%	
Related Santa Clara Developer	795,344	-	795,344	145,344	18.27%	
Storm Drain	1,454,000	3,000,000	4,454,000	617,306	13.86%	
Streets & Highways	6,098,308	22,490,903	28,589,211	4,120,916	14.41%	
Tasman East Specific Infrastructure Improvement Fund	3,734,932	-	3,734,932	85,854	2.30%	
TOTAL	\$ 12,082,584	\$ 28,840,392	\$ 40,922,976	\$ 6,464,528	15.80%	

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 November 2024. As of November 30, 2024, capital fund expenditures totaled \$13.6 million, or 8.1% 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 will be reflected in a future monthly financial report.

**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 11/30/2024	Percentage Used	
Fire	\$ 1,473,700	1,247,874	\$ 2,721,574	\$ 340,472	12.51%	
General Govt - Other	2,390,820	9,127,697	11,518,517	667,708	5.80%	
Library	471,848	248,407	720,255	9,344	1.30%	
Parks & Recreation	7,654,966	25,525,570	33,180,536	1,732,442	5.22%	
Public Buildings	1,792,207	5,442,248	7,234,455	538,336	7.44%	
Related Santa Clara Developer	795,344	393,992	1,189,336	133,118	11.19%	
Storm Drain	2,161,450	7,135,999	9,297,449	705,658	7.59%	
Streets & Highways	21,441,923	77,468,474	98,910,397	9,446,306	9.55%	
Tasman East Specific Infrastructure Improvement Fund	1,432,193	1,433,994	2,866,187	7,787	0.27%	
TOTAL	\$ 39,614,451	\$ 128,024,255	\$ 167,638,706	\$ 13,581,171	8.10%	

Enterprise Funds

The table below is a summary of revenues and expenses for the Enterprise Operating Funds as of November 30, 2024. 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 11/30/2024	Percentage Received	Actual Through 11/30/2023	\$ Change From Prior Year	Percent Change
Cemetery Fund	\$ 750,000	\$ 750,000	\$ 282,102	37.61%	\$ 190,860	\$ 91,242	47.81%
Electric Utility Fund	893,397,959	893,397,959	413,634,462	46.30%	265,710,082	147,924,380	55.67%
Sewer Utility Fund	46,989,803	46,989,803	21,045,043	44.79%	30,732,634	(9,687,591)	-31.52%
Solid Waste Utility Fund	41,561,372	41,561,372	15,028,904	36.16%	14,272,756	756,148	5.30%
Water Recycling Fund	8,507,338	8,507,338	4,836,711	56.85%	3,484,523	1,352,188	38.81%
Water Utility Fund	64,096,935	64,096,935	28,157,410	43.93%	23,734,164	4,423,246	18.64%
TOTAL REVENUE	\$ 1,055,303,407	\$ 1,055,303,407	\$ 482,984,632	45.77%	\$ 338,125,019	\$ 144,859,613	42.84%

Fund Description	EXPENSES - FISCAL YEAR 2024/25				PRIOR YEAR EXPENSE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 11/30/2024	Percentage Used	Actual Through 11/30/2023	\$ Change From Prior Year	Percent Change
Cemetery Fund	\$ 1,628,800	\$ 1,628,800	\$ 496,312	30.47%	\$ 450,224	\$ 46,088	10.24%
Electric Utility Fund	649,513,582	667,335,619	223,427,201	33.48%	232,110,390	(8,683,189)	-3.74%
Sewer Utility Fund	38,762,083	39,278,049	17,965,330	45.74%	16,615,937	1,349,393	8.12%
Solid Waste Utility Fund	40,775,942	43,928,485	15,556,606	35.41%	13,002,913	2,553,693	19.64%
Water Recycling Fund	9,307,289	9,332,389	4,986,756	53.43%	588,187	4,398,569	747.82%
Water Utility Fund	57,614,177	58,830,207	21,354,808	36.30%	17,788,870	3,565,938	20.05%
TOTAL - Operating Appropriations	\$ 797,601,873	\$ 820,333,549	\$ 283,787,013	34.59%	\$ 280,556,521	\$ 3,230,492	1.15%

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. In the Water Recycling Fund, a payment for the 4th quarter of last fiscal year was recorded in the current fiscal year due to the timing of receipt of the invoice. A budget adjustment to carryover the budget from FY 2023/24 to FY 2024/25 was included in the FY 2023/24 Budgetary Year-End Report for that payment, which will be reflected in a future monthly financial report.

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. The lower the revenue from customer service charges, the lower the expenditures in the resource and production category.

A summary of revenue and expenses in the Enterprise Capital Improvement Funds is detailed in the table below. Actual revenue through November 30, 2024, totaled \$6.2 million, consisting primarily of developer contributions and load development fees in the Electric Utility Fund and sewer fees in the Sewer Utility Fund. Enterprise capital fund expenses totaled \$24.8 million, or 5.0% 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 will be reflected in a future monthly financial report.

**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 11/30/2024	Percentage Used
Convention Center Capital Fund	\$ 550,000	\$ -	\$ 550,000	\$ -	0.00%
Electric Utility Fund	25,299,629	26,213,951	51,513,580	5,467,348	10.61%
Sewer Utility Fund	-	-	-	681,867	N/A
Solid Waste Utility Fund	258,000	-	258,000	5,356	2.08%
Street Lighting ⁽¹⁾	-	-	-	837	N/A
Water Recycling Fund	-	-	-	-	N/A
Water Utility Fund	-	-	-	30,684	N/A
TOTAL - Revenue	\$ 26,107,629	\$ 26,213,951	\$ 52,321,580	\$ 6,186,092	11.82%

EXPENDITURES - FISCAL YEAR 2024/25					
Fund Description	Current Year Appropriation	Prior Year Carryforward	Total Amended Budget	Actual Through 11/30/2024	Percentage Used
Cemetery Fund	\$ 4,689	\$ 17,835	\$ 22,524	\$ 1,953	8.67%
Convention Center Capital Fund	2,700,000	1,726,973	4,426,973	314,228	7.10%
Electric Utility Fund	220,973,144	198,533,383	419,506,527	17,111,284	4.08%
Sewer Utility Fund	20,325,410	28,269,938	48,595,348	4,602,035	9.47%
Solid Waste Utility Fund	788,000	119,873	907,873	376,228	41.44%
Street Lighting ⁽¹⁾	5,365,000	3,405,462	8,770,462	46,599	0.53%
Water Recycling Fund	400,000	-	400,000	-	0.00%
Water Utility Fund	5,795,000	6,127,745	11,922,745	2,358,957	19.79%
TOTAL - CIP Appropriations	\$ 256,351,242	\$ 238,201,210	\$ 494,552,452	\$ 24,811,284	5.02%

(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
RESERVE BALANCES
November 30, 2024**

DETAIL OF SELECTED FUND RESERVE BALANCES:			
	GENERAL FUND	ELECTRIC	WATER
Budget Stabilization Reserve	\$ 53,131,576		
Capital Projects Reserve	7,769,117		
Land Sale Reserve	18,481,036		
Technology Fee Reserve	2,488,729		
Electric Rate Stabilization Fund Reserve		\$ 66,000,000	
Electric Operations and Maintenance Reserve		195,000,000	
Replacement & Improvement			\$ 303,090
TOTALS	\$ 81,870,458	\$ 261,000,000	\$ 303,090

Donations to the City of Santa Clara

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

Department	Fiscal Year 2024/25		Designated Use
	Nov-24	Year To Date	
City Manager's Office	-	2	Help Your Neighbor
Parks & Recreation	-	2,500	Case Management
Parks & Recreation	-	632	Reed/Grant Park Soccer Equipment
Parks & Recreation	933	3,715	Roberta Jones Jr. Theatre
Parks & Recreation	-	19,375	Wade Brummal
TOTALS	\$ 933	\$ 26,224	