

June 6, 2006

Honorable Mayor and Members of  
the Hermosa Beach City Council

City Council Meeting of  
June 13, 2006

## **ADOPTION OF 2006-2007 BUDGET**

### **RECOMMENDATION:**

It is recommended that the City Council:

1. Hear public testimony regarding the 2006-2007 Budget;
2. Appropriate \$5,000 from Prospective Expenditures in **2005-2006** for the Envelope of Life Program;
3. Appropriate \$10,000 from Prospective Expenditures in **2005-2006** for the Historical Society Expansion. Cost estimates and a timeline are required;
4. Approve contracts listed below for services budgeted in the 2006-2007 Budget;
5. Adopt Resolution 06- , approving the 2006-2007 Budget

### **BACKGROUND:**

A budget workshop was held in the Council Chambers on June 1, 2005.

### **ANALYSIS:**

#### **Budget Overview**

The Budget Message, on page 15 in the budget document, presents an overview of the budget. The charts presented at the Budget Workshop are also attached for reference.

#### **Appropriation of Funds**

It is recommended that funds for the Envelope of Life Program (\$5,000) and the Historical Society Expansion (\$10,000) be appropriated from the **2005-06** Prospective Expenditures Account instead of 2006-07 since there are unused funds remaining in that account. Appropriating the funds in the current year rather than next year leaves the \$50,000 budgeted for next year in Prospective Expenditures intact and provides funding immediately in the event either project is ready to start now.

## **Contracts for Services**

The following contracts are for services budgeted in various departments. Rather than submitting them individually on future agendas, we are submitting them en masse. The contracts are on file in the Finance Department for your review.

<u>Contractor Name</u>	<u>Service Provided</u>	<u>Term/Amount</u>
<u>Community Development</u>		
Environmental Compliance Inspection Services (ECIS)	Annual Grease Trap Inspection and Plan Check Services	7/1/06-6/30/07 \$6,500
<u>Fire Department</u>		
American La France of Los Angeles Freightliner	Apparatus Preventative Maintenance Program- Continuing Services	6/1/06 – 6/1/07 \$28,000
<u>Information Systems</u>		
Prosum Technology Consulting Group	Full-time Onsite Systems and Network Support	7/1/06 to 6/30/07 \$147,600, additional services \$125/hour
<u>Public Works</u>		
John L. Hunter & Associates	Beverage Container Recycling Program	7/1/06 – 6/30/07 \$13,327
John L. Hunter & Associates	Used Oil Recycling Program	7/1/06 – 6/30/07 \$7,230
Enfact, Inc.	Storm Water Management Program	7/1/06 – 6/30/07 \$54,270
AAE, Inc.	Traffic Engineer	7/1/06 – 6/30/07 \$20,000

Police Department

All City Management  
Services

School Crossing Guard  
Services

7/1/06 - 6/30/07  
Not to exceed \$65,981  
(with additional crossing  
guard, if approved, as  
Item 2d on this agenda,  
total would be \$73,802)

South Bay Center for  
Dispute Resolution

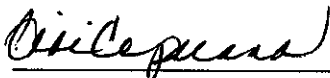
Community-based  
professional dispute  
resolution services for City  
residents and businesses.

7/1/06 - 6/30/07  
\$8,000

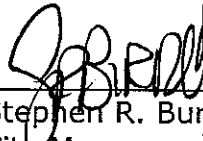
**Budget Summary**

The Budget Summary is attached to the budget resolution at the end of this packet.

Respectfully submitted,

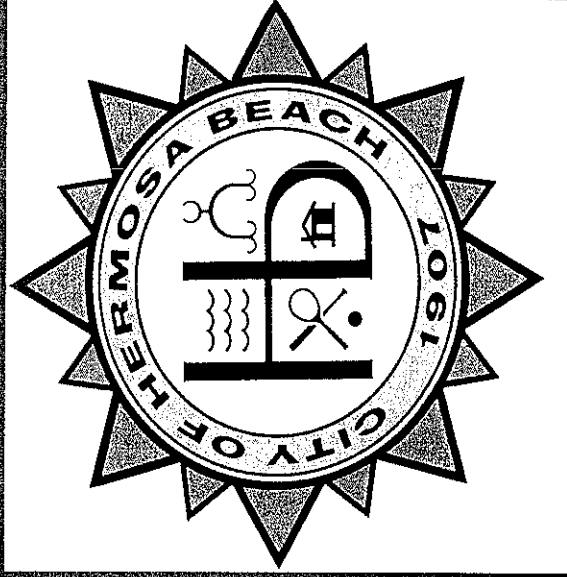


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Viki Copeland  
Finance Director



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Stephen R. Burrell  
City Manager

# City of Hermosa Beach 2006-07 Preliminary Budget





# 2006-07 GENERAL FUND "Balanced Budget"

Revenue	\$24,712,135
Transfers In	719,652
	\$25,431,787
Appropriations	24,728,755
Transfers Out	700,000
Increase Sales Tax	
In Lieu Reserve	3,032
	\$25,431,787



# GENERAL FUND REVENUE OVERVIEW

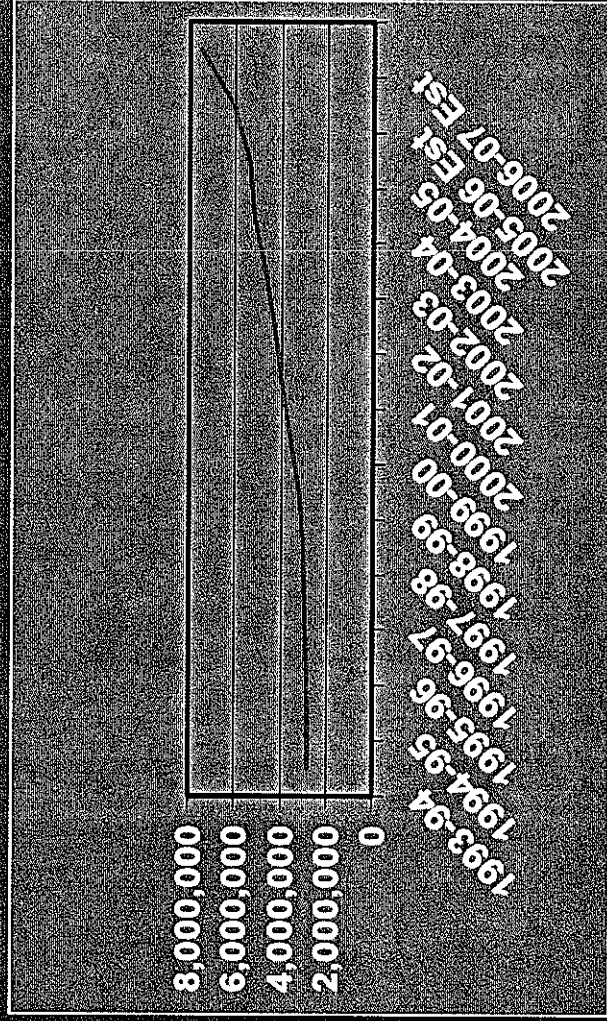
■ The Top 4		
– Secured Property Tax	\$7.5m	+ 24%
» 8% increase assumed		
» Base increased by \$326,429		
■ (end of ERAF III)		
– Sales Tax	2.3m	+ 2%
– UUT	2.6m	same
– TOT	1.5m	same
» Total	\$13.9m	
» Other Revenue	11.1m	
■ TOTAL REVENUE	\$25.0m	+ 6%





# GENERAL FUND REVENUE OVERVIEW

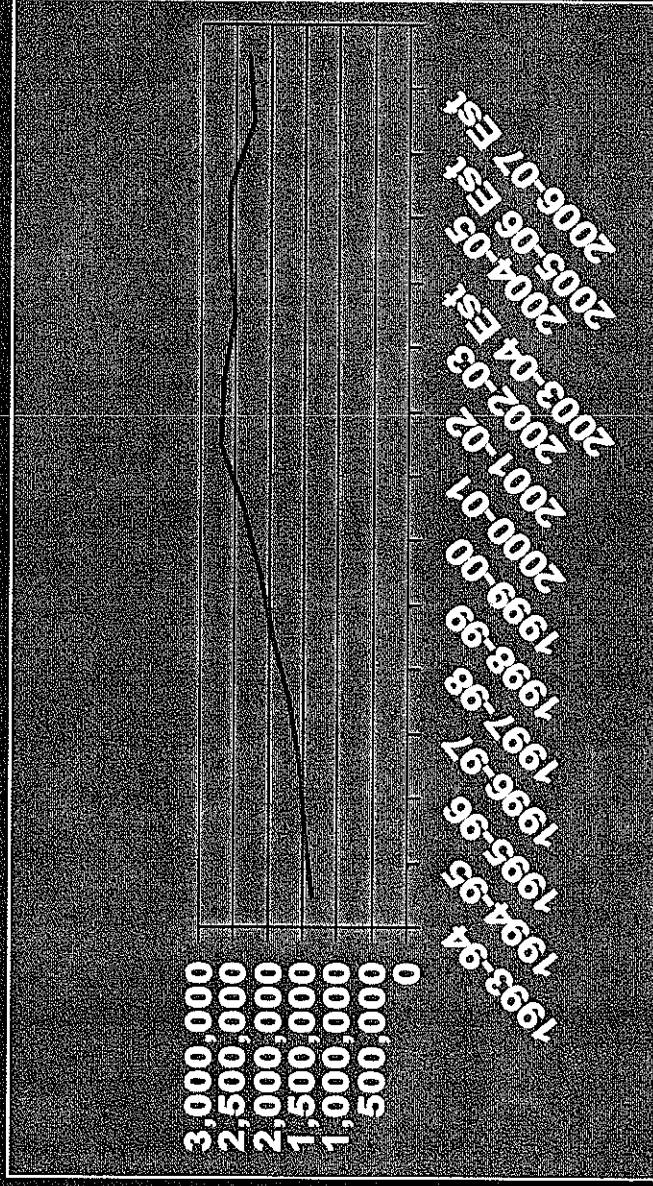
- Secured Property Tax
- Conservative increase of 8%
- Base increased by \$326,429, end of two-year ERAF III reduction





# GENERAL FUND REVENUE OVERVIEW cont'd

## ■ Sales Tax



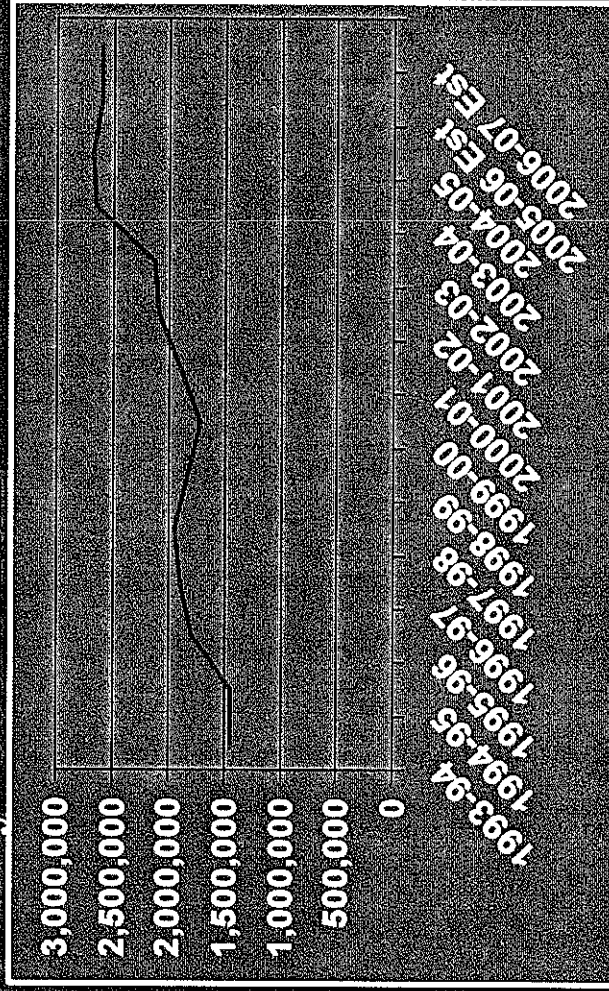
■ Slight increase of 2%, despite loss of BMW dealership





# GENERAL FUND REVENUE OVERVIEW cont'd

## ■ Utility Users Tax

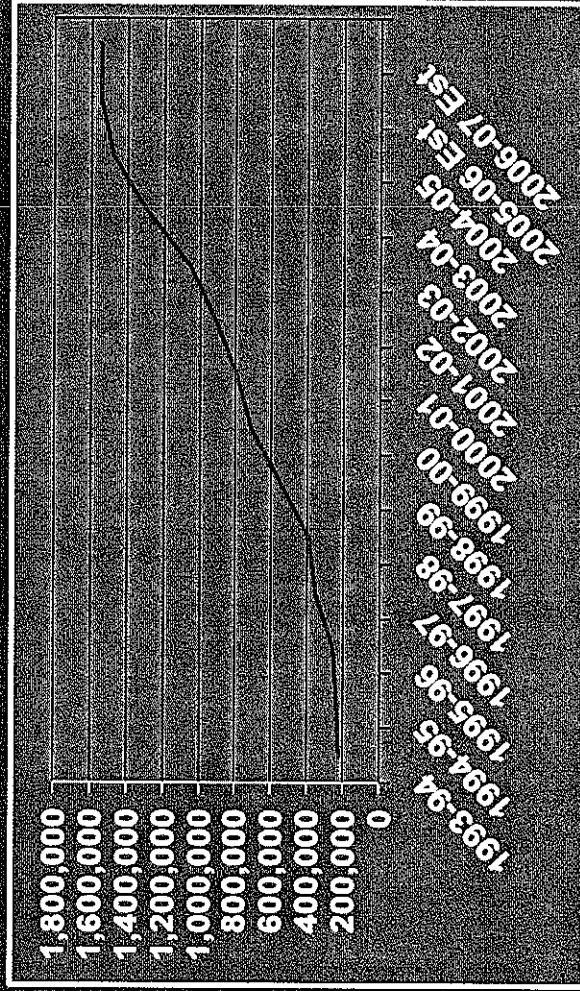


- Represents 11% of General Fund revenue, decline of 3% from 2004-05 due to lower telecommunications revenue, some funds may be at risk due to telecom legal issues



# GENERAL FUND REVENUE OVERVIEW cont'd

## ■ Transient Occupancy Tax



- Represents 6% of General Fund revenue, up 5% over 2004-05
- Increased 69% since 2001-02 with 2 new hotels and expansion of a third



# **GENERAL FUND REVENUE OVERVIEW cont'd**

## **Recreation Program Fee Increases:**

- **Transaction Fee, add \$5, \$10 to \$15**
- **Summer Camp Fee, increase by \$30 per week**
- **Park Reservation Fee, \$20/hour rental, \$25  
– for Bounce House**
- **Youth Sports Admin Fee, \$10 per player**



# GENERAL FUND APPROPRIATIONS

## % of Total

■ Salaries and Benefits	73%
■ Contract Services	11%
■ Supplies, Maintenance, Utilities	5%
■ Equipment Purchases	<1%
■ Equip Replacement/Insurance	11%
<b>Total</b>	<b>100%</b>





# GENERAL FUND APPROPRIATIONS

Salaries	+ 8%
PERS	+ 10%
Benefits	+ 8%
OPEB	+ 23%
Contract Services	- 5%
Supplies/Materials/Utilities	+ 9%
Equipment Purchases	- 67%
Equip Replacement//Insurance	+ 1%
Total Appropriations	+ 5%



# TOP 4 REVENUE SOURCES VS. PUBLIC SAFETY COSTS

Police/Fire  
Costs

Total \$14.5m

9,670,476

4,820,076

Total \$13.95m

Top 4 Revenue  
Sources

7,503,549

2,296,879

2,601,377

1,548,250

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■ Secured Prop Tax  Sales Tax  UUT  TOT





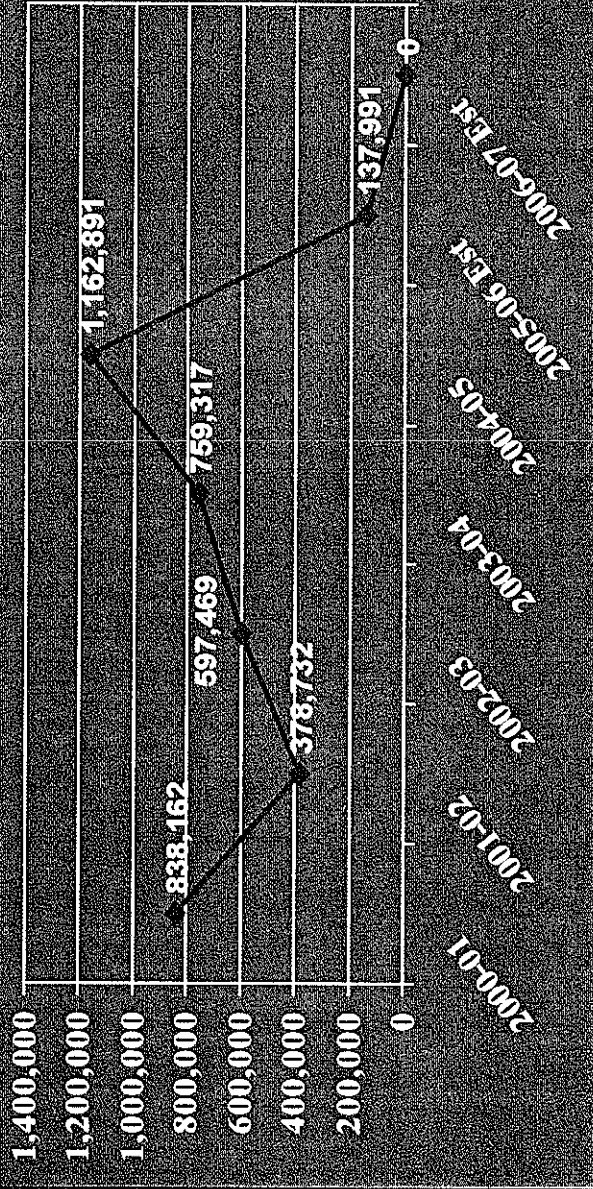
# PROGRESS ON FINANCIAL GOALS

	Goal	Balance
Compensated Absences	\$ 268,481	\$ 232,142
Contingency Fund	3,709,313	3,710,679
Insurance Fund	3,000,000	1,765,750
Equipment Replacement	1,774,578	1,670,407
Retirement Stabilization		940,350

Funds remaining in General Fund at year-end transfer to Contingency Fund, Insurance Fund, ERF and Capital Improvement Fund



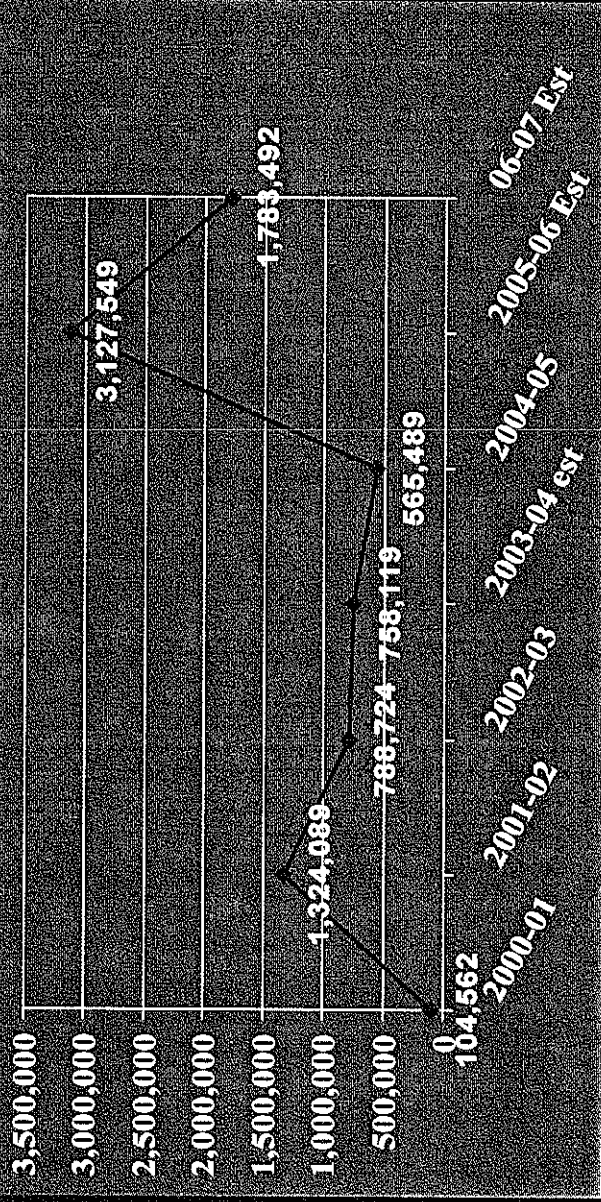
# HISTORY OF CAPITAL IMPROVEMENT FUND (Transfer of Unused Funds from General Fund)



**Total**  
**\$3,874,562**



# HISTORY OF CAPITAL IMPROVEMENT FUND EXPENDITURES



**Total**  
**\$8,452,024**



# INFRASTRUCTURE POLICY

- Consider developing a new financial policy that sets a General Fund target contribution for infrastructure or capital improvements
- Currently, funds left in the General Fund at year end transfer equally to the Insurance Fund, Equipment Replacement Fund, Contingency Fund and Capital Improvement Fund.
- Set for implementation at Midyear Budget Review





# CAPITAL IMPROVEMENT PROJECTS 2006-07

## ■ STREET AND SAFETY IMPROVEMENTS \$4,137,416

- Bay View Undergrounding Street Imp
- Beach Drive Undergrounding Street Imp
- Pier Avenue, Hermosa Avenue to PCH
- Manhattan Avenue Street Improvements
- Hermosa Avenue, 26<sup>th</sup> to 35<sup>th</sup>, Longfellow,  
Manhattan to Ingle side
- Street Improvements, Various Locations
- Street Improvements, 16<sup>th</sup> St., PCH to  
Prospect



# CAPITAL IMPROVEMENT PROJECTS 2006-07 cont'd

- **SANITARY SEWER IMPROVEMENTS** **\$307,603**
  - Sanitary Sewer Improvements – Target Areas 2 through 4
  - Sanitary Sewer Improvements – 2006
    - » Sewer Master Plan
  
- **PARK IMPROVEMENTS** **\$457,413**
  - Edith Rodaway Resurfacing
  - Clark Field Improvements





# **CAPITAL IMPROVEMENT PROJECTS 2006-07 cont'd**

- **PUBLIC BUILDINGS/GROUNDS \$1,000,924**
  - Public Works Yard Relocation
  - Fire Station Renovation
  - Clark Building Refurbishment
  - Community Center Upgrades, Phase 4
  
- **TOTAL CAPITAL IMPROVEMENTS \$5,903,356**

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**RESOLUTION NO. 06-**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF HERMOSA BEACH,  
CALIFORNIA ADOPTING THE BUDGET FOR THE FISCAL YEAR 2006-2007**

**WHEREAS**, a budget for the fiscal year 2006-2007 has been prepared by the City  
Manager, and;

**WHEREAS**, said budget incorporates expenditures for operating purposes, capital outlay  
and capital improvement projects, and;

**WHEREAS**, said final budget will include the appropriations limit and total annual  
appropriations subject to limitation as required by Section 37200 of the Government Code, and;

**WHEREAS**, the City Council has examined said budget and, after due deliberation and  
consideration, has made such amendments to the budget as it deems advisable.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF HERMOSA BEACH,  
CALIFORNIA DOES RESOLVE AS FOLLOWS:**

**SECTION 1.** That the City Council does hereby approve and adopt the revised budget  
for the 2006-2007 Fiscal Year as presented in the documents entitled "City of Hermosa Beach  
Budget Summary 2006-2007," as amended by the City Council through June 13, 2006, and  
attached as "Exhibit A."

**PASSED, APPROVED and ADOPTED** this 13th day of June 2006.

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**PRESIDENT** of the City Council and **MAYOR** of the City of Hermosa Beach, California

ATTEST:

APPROVED AS TO FORM:

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City Clerk

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City Attorney



**CITY OF HERMOSA BEACH BUDGET SUMMARY  
2006-07 BUDGET**

	GENERAL FUND 001	LIGHTING LANDSCAPING FUND 105	DOWNTOWN ENHANCEMENT FUND 109
<b>ESTIMATED REVENUE</b>			
Taxes	\$17,864,760	\$449,040	\$0
Licenses/Permits	\$768,405	\$0	\$0
Fines/Forfeitures	\$1,606,164	\$0	\$0
Use of Money/Property	\$422,438	\$3,028	\$269,950
Intergovernmental/State	\$186,548	\$0	\$0
Intergovernmental/County	\$0	\$0	\$0
Intergovernmental/Federal	\$0	\$0	\$0
Current Service Charges	\$3,796,720	\$0	\$948,562
Other Revenue	\$67,100	\$0	\$0
<b>TOTAL ESTIMATED REVENUE</b>	\$24,712,135	\$452,068	\$1,218,512
INTERFUND TRANSFERS IN	\$719,652	\$0	\$0
<b>ESTIMATED FUNDS AVAILABLE</b>	\$25,431,787	\$452,068	\$1,218,512
<b>ESTIMATED FUND BALANCE</b>			
7/1/06	\$248,165	\$117	\$8,480,619
<b>TOTAL FUNDS AVAILABLE</b>	\$25,679,952	\$452,185	\$9,699,131
<b>APPROPRIATIONS</b>			
Operating Budget	\$24,720,855	\$608,810	\$1,062,939
Capital Outlay	\$7,900	\$0	\$0
Capital Improvements	\$0	\$0	\$0
<b>TOTAL APPROPRIATIONS</b>	\$24,728,755	\$608,810	\$1,062,939
INTERFUND TRANSFERS OUT	\$700,000	\$10,176	\$3,972
<b>TOTAL APPROPRIATIONS/TRANSFERS OUT</b>	\$25,428,755	\$618,986	\$1,066,911
<b>ADJUST FUND BALANCE FOR FIXED ASSET ADDITIONS <sup>1</sup></b>			
<b>ESTIMATED FUND BALANCE 6/30/07</b>	\$251,197 (a)	(\$166,801)	\$8,632,220 (b)
<b>(a) DESIGNATIONS/RESERVES OF FUND BALANCE:</b>			
Affordable Housing	\$111,831		(b) Investment In Fixed Assets
Reserve for Capital Outlay	\$9,592		\$10,391,666
Sales Tax Receivable - Due 01/08	\$129,774		
	\$251,197		
Storage Lot Loan (reduced by lease revenue)			\$1,965,039
<b>Available Fund Balance 6/30/07</b>	\$0	(\$166,801)	\$205,593

<sup>1</sup> Reflects increase to fund balance for fixed asset purchases in Enterprise/Internal Service Funds.



**CITY OF HERMOSA BEACH BUDGET SUMMARY  
2006-07 BUDGET**

	STATE GAS TAX FUND 115	AB 939 FUND 117	COMPENSATED ABSENCES FUND 119	PROP A OPEN SPACE FUND 121	TYCO FUND 122
<b>ESTIMATED REVENUE</b>					
Taxes	\$0	\$0	\$0	\$0	\$0
Licenses/Permits	\$0	\$0	\$0	\$0	\$0
Fines/Forfeitures	\$0	\$0	\$0	\$0	\$0
Use of Money/Property	\$3,785	\$16,150	\$0	\$0	\$324,730
Intergovernmental/State	\$366,505	\$0	\$0	\$0	\$0
Intergovernmental/County	\$0	\$0	\$0	\$20,557	\$0
Intergovernmental/Federal	\$0	\$0	\$0	\$0	\$0
Current Service Charges	\$0	\$57,160	\$0	\$0	\$0
Other Revenue	\$0	\$0	\$0	\$0	\$0
<b>TOTAL ESTIMATED REVENUE</b>	<b>\$370,290</b>	<b>\$73,310</b>	<b>\$0</b>	<b>\$20,557</b>	<b>\$324,730</b>
INTERFUND TRANSFERS IN	\$0	\$0	\$0	\$0	\$0
ESTIMATED FUNDS AVAILABLE	\$370,290	\$73,310	\$0	\$20,557	\$324,730
<b>ESTIMATED FUND BALANCE</b>					
7/1/06	\$85,401	\$305,973	\$268,481	\$3	\$46,439
<b>TOTAL FUNDS AVAILABLE</b>	<b>\$455,691</b>	<b>\$379,283</b>	<b>\$268,481</b>	<b>\$20,560</b>	<b>\$371,169</b>
<b>APPROPRIATIONS</b>					
Operating Budget	\$0	\$85,883	\$0	\$0	\$0
Capital Outlay	\$0	\$0	\$0	\$0	\$0
Capital Improvements	\$70,819	\$0	\$0	\$0	\$0
<b>TOTAL APPROPRIATIONS</b>	<b>\$70,819</b>	<b>\$85,883</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
INTERFUND TRANSFERS OUT	\$355,307	\$0	\$36,339	\$20,557	\$175,000
<b>TOTAL APPROPRIATIONS/TRANSFERS OUT</b>	<b>\$426,126</b>	<b>\$85,883</b>	<b>\$36,339</b>	<b>\$20,557</b>	<b>\$175,000</b>
<b>ADJUST FUND BALANCE FOR FIXED ASSET ADDITIONS <sup>1</sup></b>					
<b>ESTIMATED FUND BALANCE 6/30/07</b>	<b>\$29,565 (d)</b>	<b>\$293,400</b>	<b>\$232,142</b>	<b>\$3</b>	<b>\$196,169</b>
(d) RESERVES:					
Transportation Development Act (TDA)					
Local	\$11,198				
<b>Available Fund Balance 6/30/07</b>	<b>\$18,367</b>	<b>\$293,400</b>	<b>\$232,142</b>	<b>\$3</b>	<b>\$196,169</b>



**CITY OF HERMOSA BEACH BUDGET SUMMARY  
2006-07 BUDGET**

	TYCO TIDELANDS FUND 123	PARK/ RECREATION FACILITY TAX FUND 125	4% UTILITY USER TAX RAILROAD RIGHT OF WAY FUND 126	BUILDING IMPROVEMENT FUND 127	BAYVIEW DRIVE DISTRICT ADMINISTRATIVE EXPENSE FUND 135
<b>ESTIMATED REVENUE</b>					
Taxes	\$0	\$7,000	\$0	\$0	\$0
Licenses/Permits	\$0	\$0	\$0	\$0	\$0
Fines/Forfeitures	\$0	\$0	\$0	\$0	\$0
Use of Money/Property	\$17,245	\$12,113	\$1,598	\$252	\$98
Intergovernmental/State	\$0	\$0	\$0	\$0	\$0
Intergovernmental/County	\$0	\$0	\$0	\$0	\$0
Intergovernmental/Federal	\$0	\$0	\$0	\$0	\$0
Current Service Charges	\$0	\$0	\$0	\$0	\$0
Other Revenue	\$0	\$85,940	\$0	\$0	\$4,146
<b>TOTAL ESTIMATED REVENUE</b>	\$17,245	\$105,053	\$1,598	\$252	\$4,244
INTERFUND TRANSFERS IN	\$0	\$0	\$0	\$0	\$0
<b>ESTIMATED FUNDS AVAILABLE</b>	\$17,245	\$105,053	\$1,598	\$252	\$4,244
<b>ESTIMATED FUND BALANCE</b>					
7/1/06	\$263,095	\$206,549	\$30,377	\$4,979	\$98
<b>TOTAL FUNDS AVAILABLE</b>	\$280,340	\$311,602	\$31,975	\$5,231	\$4,342
<b>APPROPRIATIONS</b>					
Operating Budget	\$0	\$62,547	\$0	\$0	\$1,582
Capital Outlay	\$0	\$0	\$0	\$0	\$0
Capital Improvements	\$0	\$166,754	\$31,975	\$5,231	\$0
<b>TOTAL APPROPRIATIONS</b>	\$0	\$229,301	\$31,975	\$5,231	\$1,582
INTERFUND TRANSFERS OUT	\$0	\$0	\$0	\$0	\$2,564
<b>TOTAL APPROPRIATIONS/TRANSFERS OUT</b>	\$0	\$229,301	\$31,975	\$5,231	\$4,146
ADJUST FUND BALANCE FOR FIXED ASSET ADDITIONS <sup>1</sup>					
<b>ESTIMATED FUND BALANCE 6/30/07</b>	\$280,340	\$82,301	\$0	\$0	\$196
<b>Available Fund Balance 6/30/07</b>	\$280,340	\$82,301	\$0	\$0	\$196



**CITY OF HERMOSA BEACH BUDGET SUMMARY  
2006-07 BUDGET**

	LOWER PIER ADMINISTRATIVE EXPENSE FUND 136	MYRTLE DISTRICT ADMINISTRATIVE EXPENSE FUND 137	LOMA DISTRICT ADMINISTRATIVE EXPENSE FUND 138	BEACH DRIVE ASSESSMENT DISTRICT ADMINISTRATIVE EXPENSE FUND 139
<b>ESTIMATED REVENUE</b>				
Taxes	\$0	\$0	\$0	\$0
Licenses/Permits	\$0	\$0	\$0	\$0
Fines/Forfeitures	\$0	\$0	\$0	\$0
Use of Money/Property	\$0	\$417	\$501	\$57
Intergovernmental/State	\$0	\$0	\$0	\$0
Intergovernmental/County	\$0	\$0	\$0	\$0
Intergovernmental/Federal	\$0	\$0	\$0	\$0
Current Service Charges	\$0	\$0	\$0	\$0
Other Revenue	\$2,922	\$9,131	\$9,803	\$2,589
<b>TOTAL ESTIMATED REVENUE</b>	<b>\$2,922</b>	<b>\$9,548</b>	<b>\$10,304</b>	<b>\$2,646</b>
INTERFUND TRANSFERS IN	\$0	\$0	\$0	\$0
<b>ESTIMATED FUNDS AVAILABLE</b>	<b>\$2,922</b>	<b>\$9,548</b>	<b>\$10,304</b>	<b>\$2,646</b>
<b>ESTIMATED FUND BALANCE</b>				
7/1/06	\$787	\$7,537	\$10,514	\$31
<b>TOTAL FUNDS AVAILABLE</b>	<b>\$3,709</b>	<b>\$17,085</b>	<b>\$20,818</b>	<b>\$2,677</b>
<b>APPROPRIATIONS</b>				
Operating Budget	\$1,900	\$6,000	\$6,300	\$1,550
Capital Outlay	\$0	\$0	\$0	\$0
Capital Improvements	\$0	\$0	\$0	\$0
<b>TOTAL APPROPRIATIONS</b>	<b>\$1,900</b>	<b>\$6,000</b>	<b>\$6,300</b>	<b>\$1,550</b>
INTERFUND TRANSFERS OUT	\$1,078	\$3,123	\$3,569	\$1,089
<b>TOTAL APPROPRIATIONS/TRANSFERS OUT</b>	<b>\$2,978</b>	<b>\$9,123</b>	<b>\$9,869</b>	<b>\$2,639</b>
ADJUST FUND BALANCE FOR FIXED ASSET ADDITIONS <sup>1</sup>				
<b>ESTIMATED FUND BALANCE 6/30/07</b>	<b>\$731</b>	<b>\$7,962</b>	<b>\$10,949</b>	<b>\$38</b>
<b>Available Fund Balance 6/30/07</b>	<b>\$731</b>	<b>\$7,962</b>	<b>\$10,949</b>	<b>\$38</b>





**CITY OF HERMOSA BEACH BUDGET SUMMARY  
2006-07 BUDGET**

	<b>COMMUNITY DEVELOPMENT BLOCK GRANT FUND 140</b>	<b>PROPOSITION A FUND 145</b>	<b>PROPOSITION C FUND 146</b>	<b>GRANTS FUND 150</b>
<b>ESTIMATED REVENUE</b>				
Taxes	\$0	\$303,376	\$252,020	\$0
Licenses/Permits	\$0	\$0	\$0	\$0
Fines/Forfeitures	\$0	\$0	\$0	\$0
Use of Money/Property	\$0	\$16,486	\$66,706	\$0
Intergovernmental/State	\$0	\$0	\$0	\$5,200
Intergovernmental/County	\$0	\$0	\$0	\$75,000
Intergovernmental/Federal	\$234,324	\$0	\$0	\$762,000
Current Service Charges	\$0	\$6,500	\$0	\$0
Other Revenue	\$0	\$0	\$0	\$0
<b>TOTAL ESTIMATED REVENUE</b>	<b>\$234,324</b>	<b>\$326,362</b>	<b>\$318,726</b>	<b>\$842,200</b>
<b>INTERFUND TRANSFERS IN</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>ESTIMATED FUNDS AVAILABLE</b>	<b>\$234,324</b>	<b>\$326,362</b>	<b>\$318,726</b>	<b>\$842,200</b>
<b>ESTIMATED FUND BALANCE</b>				
7/1/06	\$2	\$429,669	\$1,430,878	\$8,205
<b>TOTAL FUNDS AVAILABLE</b>	<b>\$234,326</b>	<b>\$756,031</b>	<b>\$1,749,604</b>	<b>\$850,405</b>
<b>APPROPRIATIONS</b>				
Operating Budget	\$9,900	\$177,979	\$0	\$13,405
Capital Outlay	\$0	\$0	\$0	\$75,000
Capital Improvements	\$224,424	\$0	\$1,749,604	\$762,000
<b>TOTAL APPROPRIATIONS</b>	<b>\$234,324</b>	<b>\$177,979</b>	<b>\$1,749,604</b>	<b>\$850,405</b>
<b>INTERFUND TRANSFERS OUT</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>TOTAL APPROPRIATIONS/TRANSFERS OUT</b>	<b>\$234,324</b>	<b>\$177,979</b>	<b>\$1,749,604</b>	<b>\$850,405</b>
<b>ADJUST FUND BALANCE FOR FIXED ASSET ADDITIONS <sup>1</sup></b>				
<b>ESTIMATED FUND BALANCE 6/30/07</b>	<b>\$2</b>	<b>\$578,052</b>	<b>\$0</b>	<b>\$0</b>
<b>Available Fund Balance 6/30/07</b>	<b>\$2</b>	<b>\$578,052</b>	<b>\$0</b>	<b>\$0</b>



**CITY OF HERMOSA BEACH BUDGET SUMMARY  
2006-07 BUDGET**

	AIR QUALITY IMPROVEMENT FUND 152	SUPPLEMENTAL LAW ENFORCEMENT SERVICES FUND 153	CALIFORNIA LAW ENFORCEMENT EQUIPMENT PROGRAM FUND 154
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**ESTIMATED REVENUE**

Taxes	\$0	\$100,000	\$0
Licenses/Permits	\$0	\$0	\$0
Fines/Forfeitures	\$0	\$0	\$0
Use of Money/Property	\$2,441	\$7,823	\$505
Intergovernmental/State	\$23,254	\$0	\$0
Intergovernmental/County	\$0	\$0	\$0
Intergovernmental/Federal	\$0	\$0	\$0
Current Service Charges	\$0	\$0	\$0
Other Revenue	\$0	\$0	\$0

**TOTAL ESTIMATED REVENUE** \$25,695 \$107,823 \$505

**INTERFUND TRANSFERS IN** \$0 \$0 \$0

**ESTIMATED FUNDS AVAILABLE** \$25,695 \$107,823 \$505

**ESTIMATED FUND BALANCE**

**7/1/06** \$71,818 \$63,821 \$1,734

**TOTAL FUNDS AVAILABLE** \$97,513 \$171,644 \$2,239

**APPROPRIATIONS**

Operating Budget	\$1,000	\$31,300	\$0
Capital Outlay	\$0	\$59,000	\$0
Capital Improvements	\$0	\$0	\$0

**TOTAL APPROPRIATIONS** \$1,000 \$90,300 \$0

**INTERFUND TRANSFERS OUT** \$0 \$0 \$0

**TOTAL APPROPRIATIONS/TRANSFERS OUT** \$1,000 \$90,300 \$0

**ADJUST FUND BALANCE FOR  
FIXED ASSET ADDITIONS <sup>1</sup>**

<b>ESTIMATED FUND BALANCE 6/30/07</b>	<b>\$96,513</b>	<b>\$81,344</b>	<b>\$2,239</b>
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<b>Available Fund Balance 6/30/07</b>	<b>\$96,513</b>	<b>\$81,344</b>	<b>\$2,239</b>
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**CITY OF HERMOSA BEACH BUDGET SUMMARY  
2006-07 BUDGET**

	<b>TASKFORCE FOR REG AUTO THEFT PREVENTION FUND 156</b>	<b>SEWER FUND 160</b>	<b>ASSET SEIZURE/ FORFEITURE FUND 170</b>	<b>FIRE PROTECTION FUND 180</b>
<b>ESTIMATED REVENUE</b>				
Taxes	\$0	\$0	\$0	\$0
Licenses/Permits	\$0	\$0	\$0	\$0
Fines/Forfeitures	\$0	\$0	\$10,750	\$0
Use of Money/Property	\$0	\$53,836	\$1,429	\$11,020
Intergovernmental/State	\$0	\$5,310	\$0	\$0
Intergovernmental/County	\$144,035	\$8,000	\$0	\$0
Intergovernmental/Federal	\$0	\$0	\$0	\$0
Current Service Charges	\$0	\$43,352	\$0	\$0
Other Revenue	\$0	\$6,750	\$0	\$104,650
<b>TOTAL ESTIMATED REVENUE</b>	<b>\$144,035</b>	<b>\$117,248</b>	<b>\$12,179</b>	<b>\$115,670</b>
INTERFUND TRANSFERS IN	\$0	\$700,000	\$0	\$0
<b>ESTIMATED FUNDS AVAILABLE</b>	<b>\$144,035</b>	<b>\$817,248</b>	<b>\$12,179</b>	<b>\$115,670</b>
<b>ESTIMATED FUND BALANCE</b>				
7/1/06	\$0	\$170,906	\$17,728	\$100,851
<b>TOTAL FUNDS AVAILABLE</b>	<b>\$144,035</b>	<b>\$988,154</b>	<b>\$29,907</b>	<b>\$216,521</b>
<b>APPROPRIATIONS</b>				
Operating Budget	\$144,035	\$720,189	\$0	\$0
Capital Outlay	\$0	\$23,000	\$0	\$0
Capital Improvements	\$0	\$239,603	\$0	\$91,500
<b>TOTAL APPROPRIATIONS</b>	<b>\$144,035</b>	<b>\$982,792</b>	<b>\$0</b>	<b>\$91,500</b>
INTERFUND TRANSFERS OUT	\$0	\$0	\$0	\$95,021
<b>TOTAL APPROPRIATIONS/TRANSFERS OUT</b>	<b>\$144,035</b>	<b>\$982,792</b>	<b>\$0</b>	<b>\$186,521</b>
ADJUST FUND BALANCE FOR FIXED ASSET ADDITIONS <sup>1</sup>				
<b>ESTIMATED FUND BALANCE 6/30/07</b>	<b>\$0</b>	<b>\$5,362</b>	<b>\$29,907</b>	<b>\$30,000</b>
<b>Available Fund Balance 6/30/07</b>	<b>\$0</b>	<b>\$5,362</b>	<b>\$29,907</b>	<b>\$30,000</b>



**CITY OF HERMOSA BEACH BUDGET SUMMARY  
2006-07 BUDGET**

	RETIREMENT STABILIZATION FUND 198	CONTINGENCY FUND 199	CAPITAL IMPROVEMENT FUND 301	ARTESIA BLVD RELINQUISHMENT FUND 302
<b>ESTIMATED REVENUE</b>				
Taxes	\$0	\$0	\$0	\$0
Licenses/Permits	\$0	\$0	\$0	\$0
Fines/Forfeitures	\$0	\$0	\$0	\$0
Use of Money/Property	\$78,820	\$103,381	\$201,715	\$20,778
Intergovernmental/State	\$0	\$0	\$0	\$0
Intergovernmental/County	\$0	\$0	\$0	\$0
Intergovernmental/Federal	\$0	\$0	\$0	\$0
Current Service Charges	\$0	\$0	\$0	\$0
Other Revenue	\$0	\$0	\$0	\$0
<b>TOTAL ESTIMATED REVENUE</b>	\$78,820	\$103,381	\$201,715	\$20,778
INTERFUND TRANSFERS IN	\$0	\$0	\$175,000	\$0
<b>ESTIMATED FUNDS AVAILABLE</b>	\$78,820	\$103,381	\$376,715	\$20,778
<b>ESTIMATED FUND BALANCE</b>				
7/1/06	\$1,048,387	\$3,607,298	\$1,770,240	\$119,640
<b>TOTAL FUNDS AVAILABLE</b>	\$1,127,207	\$3,710,679	\$2,146,955	\$140,418
<b>APPROPRIATIONS</b>				
Operating Budget	\$0	\$0	\$0	\$16,000
Capital Outlay	\$0	\$0	\$0	\$0
Capital Improvements	\$0	\$0	\$1,783,492	\$117,954
<b>TOTAL APPROPRIATIONS</b>	\$0	\$0	\$1,783,492	\$133,954
INTERFUND TRANSFERS OUT	\$186,857	\$0	\$0	\$0
<b>TOTAL APPROPRIATIONS/TRANSFERS OUT</b>	\$186,857	\$0	\$1,783,492	\$133,954
<b>ADJUST FUND BALANCE FOR FIXED ASSET ADDITIONS <sup>1</sup></b>				
<b>ESTIMATED FUND BALANCE 6/30/07</b>	\$940,350	\$3,710,679 (e)	\$363,463 (e)	\$6,464
(e) RESERVES:				
Advance to Utility Districts				
\$200,000				
Storage Lot Loan (reduced by lease revenue)		(\$486,347)		
<b>Available Fund Balance 6/30/07</b>	\$940,350	\$3,224,332	\$163,463	\$6,464



**CITY OF HERMOSA BEACH BUDGET SUMMARY  
2006-07 BUDGET**

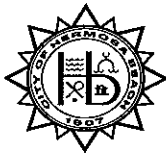
	<b>BEACH DRIVE 2 UNDERGROUNDING DISTRICT IMPROVEMENT FUND 303</b>	<b>MYRTLE UTILITY UNDERGROUND IMPROVEMENT FUND 307</b>	<b>BAYVIEW DRIVE UTILITY UNDERGROUNDING DISTRICT IMPROVEMENT FUND 309</b>
<b>ESTIMATED REVENUE</b>			
Taxes	\$0	\$0	\$0
Licenses/Permits	\$0	\$0	\$0
Fines/Forfeitures	\$0	\$0	\$0
Use of Money/Property	\$0	\$421	\$10,936
Intergovernmental/State	\$0	\$0	\$0
Intergovernmental/County	\$0	\$0	\$0
Intergovernmental/Federal	\$0	\$0	\$0
Current Service Charges	\$0	\$0	\$0
Other Revenue	\$0	\$0	\$0
<b>TOTAL ESTIMATED REVENUE</b>	<b>\$0</b>	<b>\$421</b>	<b>\$10,936</b>
INTERFUND TRANSFERS IN	\$0	\$0	\$0
<b>ESTIMATED FUNDS AVAILABLE</b>	<b>\$0</b>	<b>\$421</b>	<b>\$10,936</b>
<b>ESTIMATED FUND BALANCE</b>			
7/1/06	(\$65,520)	\$8,336	\$14,311
<b>TOTAL FUNDS AVAILABLE</b>	<b>(\$65,520)</b>	<b>\$8,757</b>	<b>\$25,247</b>
<b>APPROPRIATIONS</b>			
Operating Budget	\$0	\$0	\$0
Capital Outlay	\$0	\$0	\$0
Capital Improvements	\$0	\$0	\$0
<b>TOTAL APPROPRIATIONS</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
INTERFUND TRANSFERS OUT	\$0	\$0	\$0
<b>TOTAL APPROPRIATIONS/TRANSFERS OUT</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>ADJUST FUND BALANCE FOR FIXED ASSET ADDITIONS <sup>1</sup></b>			
<b>ESTIMATED FUND BALANCE 6/30/07</b>	<b>(\$65,520)</b>	<b>\$8,757</b>	<b>\$25,247</b>
<b>Available Fund Balance 6/30/07</b>	<b>(\$65,520)</b>	<b>\$8,757</b>	<b>\$25,247</b>



**CITY OF HERMOSA BEACH BUDGET SUMMARY  
2006-07 BUDGET**

	BEACH DRIVE UTILITY UNDERGROUNDING DISTRICT IMPROVEMENT FUND 311	PROSPECT UNDERGROUNDING DISTRICT IMPROVEMENT FUND 312	BAYVIEW DRIVE ASSESSMENT DISTRICT REDEMPTION FUND 609
<b>ESTIMATED REVENUE</b>			
Taxes	\$0	\$0	\$0
Licenses/Permits	\$0	\$0	\$0
Fines/Forfeitures	\$0	\$0	\$0
Use of Money/Property	\$4,038	\$0	\$918
Intergovernmental/State	\$0	\$0	\$0
Intergovernmental/County	\$0	\$0	\$0
Intergovernmental/Federal	\$0	\$0	\$0
Current Service Charges	\$0	\$0	\$0
Other Revenue	\$0	\$0	\$0
<b>TOTAL ESTIMATED REVENUE</b>	<b>\$4,038</b>	<b>\$0</b>	<b>\$918</b>
INTERFUND TRANSFERS IN	\$0	\$0	\$0
ESTIMATED FUNDS AVAILABLE	\$4,038	\$0	\$918
<b>ESTIMATED FUND BALANCE</b>			
7/1/06	\$75,799	(\$200,000)	\$1,278
TOTAL FUNDS AVAILABLE	\$79,837	(\$200,000)	\$2,196
<b>APPROPRIATIONS</b>			
Operating Budget	\$0	\$0	\$0
Capital Outlay	\$0	\$0	\$0
Capital Improvements	\$0	\$0	\$0
<b>TOTAL APPROPRIATIONS</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
INTERFUND TRANSFERS OUT	\$0	\$0	\$0
TOTAL APPROPRIATIONS/TRANSFERS OUT	\$0	\$0	\$0
ADJUST FUND BALANCE FOR FIXED ASSET ADDITIONS <sup>1</sup>			
<b>ESTIMATED FUND BALANCE 6/30/07</b>	<b>\$79,837</b>	<b>(\$200,000)</b>	<b>\$2,196</b>
<b>Available Fund Balance 6/30/07</b>	<b>\$79,837</b>	<b>(\$200,000)</b>	<b>\$2,196</b>





**CITY OF HERMOSA BEACH BUDGET SUMMARY  
2006-07 BUDGET**

	LOWER PIER DISTRICT REDEMPTION FUND 610	BEACH DRIVE ASSESSMENT DISTRICT REDEMPTION FUND 611	BEACH DRIVE ASSESSMENT DISTRICT RESERVE FUND 612
<b>ESTIMATED REVENUE</b>			
Taxes	\$0	\$0	\$0
Licenses/Permits	\$0	\$0	\$0
Fines/Forfeitures	\$0	\$0	\$0
Use of Money/Property	\$668	\$501	\$167
Intergovernmental/State	\$0	\$0	\$0
Intergovernmental/County	\$0	\$0	\$0
Intergovernmental/Federal	\$0	\$0	\$0
Current Service Charges	\$0	\$0	\$0
Other Revenue	\$0	\$0	\$0
<b>TOTAL ESTIMATED REVENUE</b>	\$668	\$501	\$167
INTERFUND TRANSFERS IN	\$0	\$0	\$0
<b>ESTIMATED FUNDS AVAILABLE</b>	\$668	\$501	\$167
<b>ESTIMATED FUND BALANCE</b>			
7/1/06	\$5,839	\$696	\$247
<b>TOTAL FUNDS AVAILABLE</b>	\$6,507	\$1,197	\$414
<b>APPROPRIATIONS</b>			
Operating Budget	\$0	\$0	\$0
Capital Outlay	\$0	\$0	\$0
Capital Improvements	\$0	\$0	\$0
<b>TOTAL APPROPRIATIONS</b>	\$0	\$0	\$0
INTERFUND TRANSFERS OUT	\$0	\$0	\$0
<b>TOTAL APPROPRIATIONS/TRANSFERS OUT</b>	\$0	\$0	\$0
ADJUST FUND BALANCE FOR FIXED ASSET ADDITIONS <sup>1</sup>			
<b>ESTIMATED FUND BALANCE 6/30/07</b>	<b>\$6,507</b>	<b>\$1,197</b>	<b>\$414</b>
<b>Available Fund Balance 6/30/07</b>	<b>\$6,507</b>	<b>\$1,197</b>	<b>\$414</b>



**CITY OF HERMOSA BEACH BUDGET SUMMARY  
2006-07 BUDGET**

	<b>MYRTLE AVENUE ASSESSMENT FUND 617</b>	<b>LOMA DRIVE ASSESSMENT FUND 618</b>	<b>BAYVIEW DRIVE RESERVE FUND 619</b>	<b>OTHER POST EMPLOYMENT BENEFITS FUND 625</b>
<b>ESTIMATED REVENUE</b>				
Taxes	\$0	\$0	\$0	\$0
Licenses/Permits	\$0	\$0	\$0	\$0
Fines/Forfeitures	\$0	\$0	\$0	\$0
Use of Money/Property	\$1,418	\$5,257	\$501	\$0
Intergovernmental/State	\$0	\$0	\$0	\$0
Intergovernmental/County	\$0	\$0	\$0	\$0
Intergovernmental/Federal	\$0	\$0	\$0	\$0
Current Service Charges	\$0	\$0	\$0	\$0
Other Revenue	\$0	\$0	\$0	\$0
<b>TOTAL ESTIMATED REVENUE</b>	\$1,418	\$5,257	\$501	\$0
INTERFUND TRANSFERS IN	\$0	\$0	\$0	\$0
<b>ESTIMATED FUNDS AVAILABLE</b>	\$1,418	\$5,257	\$501	\$0
<b>ESTIMATED FUND BALANCE</b>				
7/1/06	\$19,332	\$91,821	\$629	\$777,883
<b>TOTAL FUNDS AVAILABLE</b>	\$20,750	\$97,078	\$1,130	\$777,883
<b>APPROPRIATIONS</b>				
Operating Budget	\$0	\$0	\$0	\$0
Capital Outlay	\$0	\$0	\$0	\$0
Capital Improvements	\$0	\$0	\$0	\$0
<b>TOTAL APPROPRIATIONS</b>	\$0	\$0	\$0	\$0
INTERFUND TRANSFERS OUT	\$0	\$0	\$0	\$0
<b>TOTAL APPROPRIATIONS/TRANSFERS OUT</b>	\$0	\$0	\$0	\$0
<b>ADJUST FUND BALANCE FOR FIXED ASSET ADDITIONS <sup>1</sup></b>				
<b>ESTIMATED FUND BALANCE 6/30/07</b>	<b>\$20,750</b>	<b>\$97,078</b>	<b>\$1,130</b>	<b>\$1,414,159 (f)</b>
(f) Includes contributions from all other funds for Retiree medical (shown as expenditure in other funds)				
Storage Lot Loan (reduced by lease revenue)				
<b>Available Fund Balance 6/30/07</b>	<b>\$20,750</b>	<b>\$97,078</b>	<b>\$1,130</b>	<b>\$1,414,159</b>



**CITY OF HERMOSA BEACH BUDGET SUMMARY  
2006-07 BUDGET**

	INSURANCE FUND 705	EQUIPMENT REPLACEMENT FUND 715	TOTAL (MEMORANDUM ONLY)
<b>ESTIMATED REVENUE</b>			
Taxes	\$0	\$0	\$18,976,196
Licenses/Permits	\$0	\$0	\$768,405
Fines/Forfeitures	\$0	\$0	\$1,616,914
Use of Money/Property	\$0	\$0	\$1,662,127
Intergovernmental/State	\$0	\$0	\$586,817
Intergovernmental/County	\$0	\$0	\$247,592
Intergovernmental/Federal	\$0	\$0	\$996,324
Current Service Charges	\$1,698,417	\$1,260,857	\$7,811,568
Other Revenue	\$0	\$23,000	\$316,031
<b>TOTAL ESTIMATED REVENUE</b>	\$1,698,417	\$1,283,857	\$32,981,974
INTERFUND TRANSFERS IN	\$0	\$0	\$1,594,652
<b>ESTIMATED FUNDS AVAILABLE</b>	\$1,698,417	\$1,283,857	\$34,576,626
<b>ESTIMATED FUND BALANCE</b>			
7/1/06	\$2,208,213	\$4,601,203	\$26,340,406
<b>TOTAL FUNDS AVAILABLE</b>	\$3,906,630	\$5,885,060	\$60,917,035
<b>APPROPRIATIONS</b>			
Operating Budget	\$2,140,880	\$1,215,152	\$31,028,206
Capital Outlay	\$0	\$357,633	\$522,533
Capital Improvements	\$0	\$660,000	\$5,903,356
<b>TOTAL APPROPRIATIONS</b>	\$2,140,880	\$2,232,785	\$37,454,095
INTERFUND TRANSFERS OUT	\$0	\$0	\$1,594,652
<b>TOTAL APPROPRIATIONS/TRANSFERS OUT</b>	\$2,140,880	\$2,232,785	\$39,048,747
ADJUST FUND BALANCE FOR FIXED ASSET ADDITIONS <sup>1</sup>		\$1,017,633	\$1,017,633
<b>ESTIMATED FUND BALANCE 6/30/07</b>	\$1,765,750 (g)	\$4,669,908	\$23,522,197
		(g) Investment In Fixed Assets \$2,999,501	
Storage Lot Loan (reduced by lease revenue)	(\$739,345)	(\$739,347)	
<b>Available Fund Balance 6/30/07</b>	\$1,026,405	\$931,060	\$9,668,634