

# BUDGET OVERVIEW

This budget document is divided into three major sections. The first section is the Budget Overview; the second section is the Fund Summaries; and third is the Division Budgets.

The total City Budget as adopted this year in comparison to last year's budget is summarized below:

	2001-2002 Appropriation	2002-2003 Appropriation	\$ Change	% Change
Governmental Budgets	\$ 195,376,469	\$ 215,160,310	\$ 19,783,841	10.1 %
Enterprise Budgets	360,138,689	345,646,026	(14,492,663)	(4.0 %)
Miscellaneous Funds	19,679,897	21,777,918	2,098,021	10.7 %
TOTAL	<u>\$ 575,195,055</u>	<u>\$ 582,584,254</u>	<u>\$ 7,389,199</u>	<u>1.3 %</u>

The 2002-2003 budget of approximately \$583 million represents a \$7.4 million or 1.3% increase when compared to the 2001-2002 budget. This summary nets out a number of significant changes, which are incorporated into these budgets. The net increase in Governmental budgets is a combination of increases in the General and Special Revenue Funds and an increase in the Capital Improvement Fund as detailed in the next section. The primary decrease in Enterprise budgets is attributable to the decline in electricity sales on the wholesale market reflected in the Electric Fund.

## Governmental Budgets:

The governmental portion of the City Budget is divided into four major sections. These consist of the General, the Special Revenue Funds, the Debt Service Funds, and the Capital Improvement Funds. The detail of these four fund groupings are summarized below:

	2001-2002 Appropriation	2002-2003 Appropriation	\$ Change	% Change
General Fund	\$ 104,273,389	\$ 110,556,886	\$ 6,283,497	6.0 %
Special Revenue Funds	58,304,795	66,286,759	7,981,964	13.7 %
Debt Service Funds	6,825,285	10,396,665	3,571,380	52.3 %
Capital Improvement Funds	25,973,000	27,920,000	1,947,000	7.5 %
TOTAL	<u>\$ 195,376,469</u>	<u>\$ 215,160,310</u>	<u>\$ 19,783,841</u>	<u>10.1 %</u>

The preceding summary provides detail to the approximate \$20 million increase in the governmental budgets. The General Fund increase is due to \$3.5 million in urgent needs plus an estimate of \$1.3 million for the cost of living adjustment and \$1.9 million for GFFA overtime costs and insurance increases following the September 11<sup>th</sup> terrorist attacks. The increase in the Special Revenue Fund is due to increased capital spending in the Glendale Redevelopment Agency and the Low and Moderate Housing Fund. The increase in Capital Improvement Funds is due to a variety of new capital projects.

Enterprise Budgets:

The Enterprise Operations of the City consist of Recreation, Hazardous Disposal, Fire Paramedic, Parking, Sewer, Refuse Disposal, Electric and Water as summarized below:

	<u>2001-2002</u>	<u>2002-2003</u>	<u>\$ Change</u>	<u>% Change</u>
	<u>Appropriation</u>	<u>Appropriation</u>		
Recreation	1,992,671	2,168,942	176,271	8.8 %
Hazardous Disposal	1,468,899	1,553,761	84,862	5.8 %
Fire Paramedic	3,027,176	6,016,625	2,989,449	98.8 %
Parking	7,552,168	7,767,938	215,770	2.9 %
Sewer	26,047,307	34,003,290	7,955,983	30.5 %
Refuse Disposal	13,054,668	14,064,870	1,010,202	7.7 %
Electric	276,487,400	247,240,800	(29,246,600)	(10.6 %)
Water	30,508,400	32,829,800	2,321,400	7.6 %
TOTAL	<u>\$ 360,138,689</u>	<u>\$ 345,646,026</u>	<u>(\$ 14,492,663)</u>	<u>(4.0 %)</u>

The 2002-2003 Enterprise Budgets show an approximate \$14.5 million dollar decrease when compared to the 2001-2002 budget or an overall 4.0% decrease.

This decrease as stated above is most attributable to the decrease of sales of electricity on the wholesale market. Water shows an increase due to increased maintenance and operations and capital expenditures.

The Sewer Fund increase reflects a capital payment to Los Angeles estimated at \$23.7 million.

The Fire Paramedic Fund shows an increase due to increased maintenance and operations and capital expenditures.

Numerous other less significant changes are occurring in the adopted Enterprise budgets. This detailed information can be found in that division budget sections of the budget.