

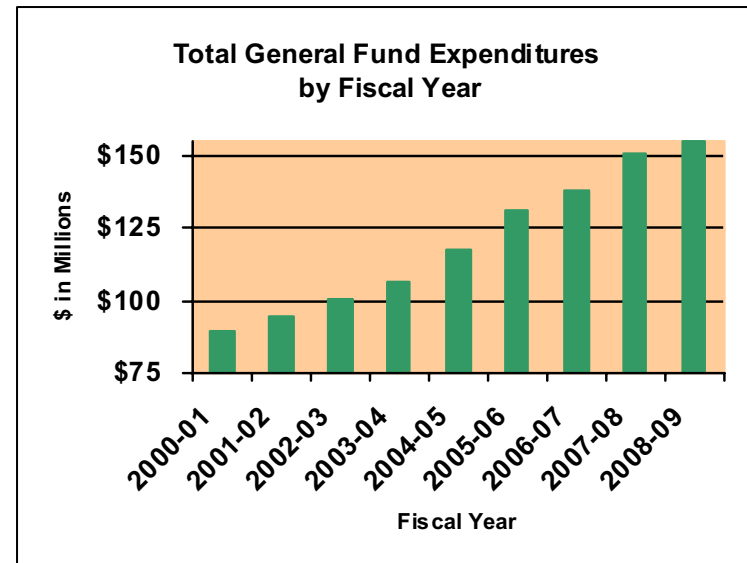
Expenditure Detail

City of Ontario

Explanation of Major Expenditure Categories

General Fund

The General Fund provides most of the services commonly associated with governmental activities such as Fire, Police, Library, Recreation and Community Services, Parks and Maintenance, and Development (Planning, Building, and Engineering). Funding sources for the General Fund include Sales Tax, Transient Occupancy Tax, Business License, Parking Fee Tax, Motor Vehicle In-Lieu Tax, Franchise Fees, and Development Related Fees. The Undesignated Fund Balance of the General Fund is the City's reserve for providing cash flow and for unforeseen contingencies such as natural disasters and significant economic contractions. Total General Fund appropriations are projected to be **\$155,071,659** for Fiscal Year 2008-09, a **2.5%** or **\$3,802,804 increase** over the General Fund appropriations amount of \$151,268,855 reflected in the FY 2007-08 Adopted Budget. This is primarily attributable to expenditure increases in Personnel Services, Operating Expenditures and Internal Services categories with a decrease in Contractual Services. Highlights of these changes are described below, by expenditure category.



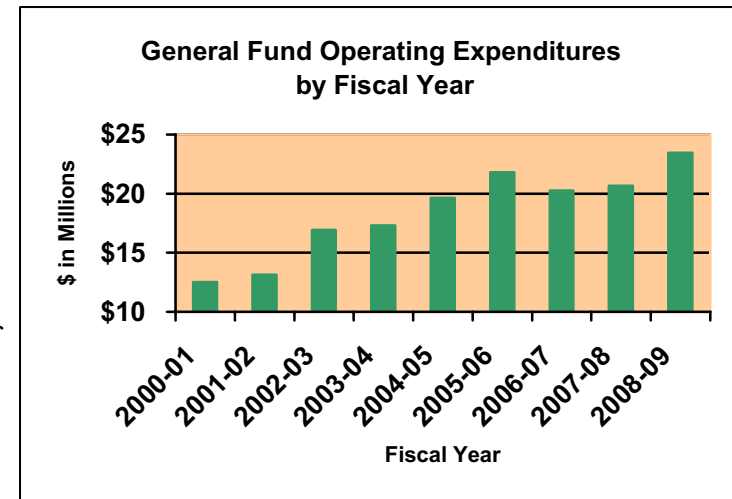
Personnel Services:

Personnel Services accounts for the largest share of General Fund dollars – **\$106,728,357 or 68.8%** of the total Adopted FY 2008-09 General Fund budget, representing a **2.4%** net increase over the prior year, when factoring out the cost for retiree medical. General salary increases account for approximately **\$1.5 million** of the increase while the amount for retiree medical accounts is just over **\$7 million**. This is the first year that retiree medical is being accounted for within the “personnel” category. This net amount also reflects the budgeted costs associated with the position eliminations. Included in the Adopted Personnel Services Budget for FY 2008-09 is a net decrease of 25 positions, 1 reclassification and 22 positions for which some or all of their salary will be charged to a non-general fund source. While these changes have impacts across multiple funds, the **General Fund savings associated with these actions total \$2,679,041**. Of the position changes, the net reductions by Agency are as follows:

- City Administration (2)
- Development Agency (12)
- Fire (2)
- Housing (1)
- Police (7)
- Public Works (1)

Operating Expenditures:

General Fund Operating Expenditures, adopted at \$23.3 million, are anticipated to increase **less than 1%** when factoring out the reclassification of the 2007 Lease Revenue Bond payment, which is categorized as an operating expense for FY 2008-09. Changes within this category include a reduction in various one-time expenditures, primarily in Equipment under \$5,000; an increase in Maintenance and Repairs mainly for the addition of the Soccer Complex; and a reduction in Advertising & Promotional. The Operating Expenditure category represents **15.1%** of the total Adopted General Fund Budget.



Contractual Services:

Contractual Services, as adopted in the amount of \$5.7 million, make up approximately **3.7%** of the total General Fund Adopted Budget for 2008-09. Included herein is a substantial **decrease of 30.2%** over the FY 2007-08 Adopted Budget, attributed mostly to the dramatic slowdown in the housing and construction markets. The City is greatly reducing the amount of work contracted out, such as plan check services. In addition, with the reduced amount of funding for Capital projects, the City is also spending less money on project related Architectural and Engineering services.

Internal Service Charges:

Internal Services Charges allocated to the General Fund, in the amount of **\$19,189,982**, are anticipated to increase a total of **3.1%** as compared to the FY 2007-08 Adopted Budget. Approximately 80% of the internal service allocation for Information Services is charged to the General Fund and supports technology advances made throughout the City such as network switch replacements; replacement of Public Safety MDC's; server replacements; upgrades of the many departmental hardware infrastructure needed for City employees to provide service to the public; and GIS/mapping related activities. Another component of the Internal Services allocation includes Equipment Services—which increases as vehicles are added to the City's fleet (such as the acquisition of 23 total

replacement vehicles, across all funds, included in this budget). Equally, if not more impactful will be the increased costs of fuel and oil associated with the usage of City vehicles. Internal Service allocations make up **15.2%** of the FY 2008-09 Adopted General Fund Budget.

Debt Service:

The budget associated with the issuance of Lease Revenue Bonds during the prior fiscal year was moved into the Lease/Rental account within the Operating Expense category as previously referenced. Accordingly, the budget within the Debt Service category declined by a large amount, leaving a balance of **\$30,000** for certain reimbursement agreement(s).

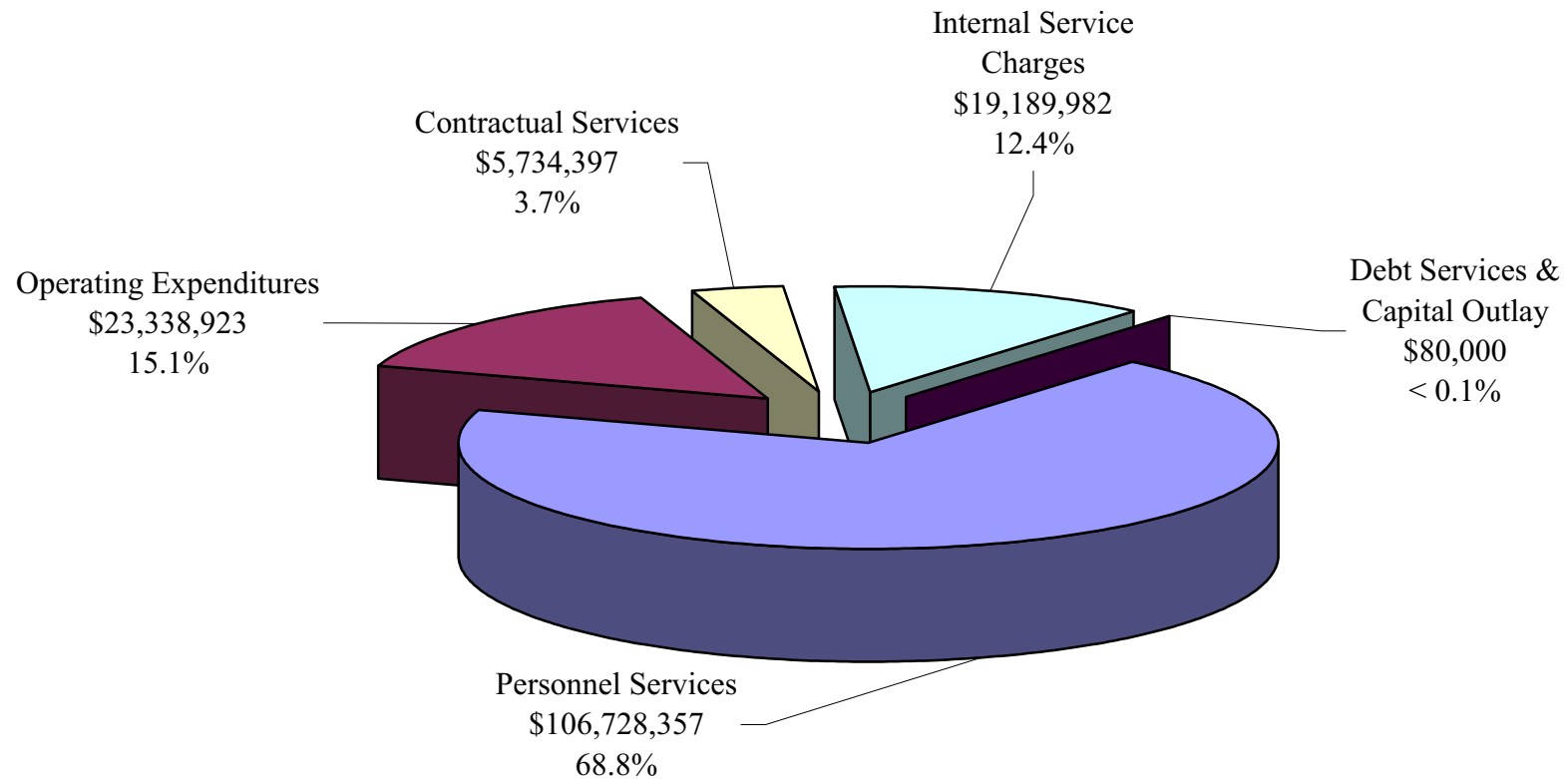
Capital Outlay:

The Capital Outlay category for the FY 2008-09 General Fund Adopted Budget **represents less than 1%** of the total General Fund Budget and includes:

- **\$50,000** (2) Lifepak defibrillators/monitors for EMS section of the Fire Department



City of Ontario
General Fund Expenditures - by Major Category
Total General Fund \$155,071,659



City of Ontario
2008-09 Total General Fund Expenditure by Major Category

		2005-06	2006-07	2007-08	2007-08	2008-09	% Change
		Actual	Actual	Adopted	Current	Adopted	to Adopted
				Budget	Budget	Budget	2007-08
<u>Personnel Services</u>							
51010	Salaries-Full Time	\$ 48,623,696	\$ 52,803,797	\$ 56,651,670	\$ 56,655,718	\$ 58,015,548	2.4%
51020	Salaries-Temporary/Part Time	1,719,720	1,668,555	1,853,927	1,861,597	1,794,625	-3.2%
51030	Salaries-Overtime	9,928,898	10,750,607	10,177,406	10,341,106	10,610,542	4.3%
51100	Fringe Benefits	22,333,558	24,504,721	28,006,225	28,078,099	35,772,481	27.7%
51210	Auto Allowance	85,647	99,060	104,751	106,751	105,401	0.6%
51310	Uniform Allowance	365,535	402,891	431,649	431,649	429,760	-0.4%
Total Personnel Services		\$ 83,057,053	\$ 90,229,631	\$ 97,225,628	\$ 97,474,920	\$ 106,728,357	9.8%
<u>Operating Expenditures</u>							
52010	Computer Supplies	\$ 95,285	\$ 106,948	\$ 115,023	\$ 114,232	\$ 112,565	-2.1%
52020	Office Supplies	219,507	207,072	215,141	210,691	212,311	-1.3%
52030	Books/Publications	37,049	38,512	60,251	64,851	59,942	-0.5%
52031	Library Books Adult	135,154	166,622	171,200	171,200	176,340	3.0%
52032	Library Books Children	62,801	71,848	71,979	71,979	74,140	3.0%
52033	Magazines/Periodicals	26,058	32,628	42,850	42,850	44,225	3.2%
52034	Videos/Cassettes	62,282	71,995	75,870	75,870	78,145	3.0%
52050	Uniforms	181,439	168,372	187,550	187,550	186,350	-0.6%
52110	Materials	1,055,024	955,601	1,576,427	1,580,352	1,545,322	-2.0%
52120	Fuel & Oil	137,960	171,611	187,630	187,630	185,538	-1.1%
52140	Chemicals	32,618	26,093	39,630	39,630	40,820	3.0%
52150	Water Purchases	3,070	-	-	-	-	0.0%
52155	Water Master Assess Fee	-	-	-	-	5,000	0.0%
52160	Equipment Under \$5,000	395,237	652,569	534,416	624,041	322,045	-39.7%
52190	Misc Materials/Supplies	836,161	873,006	1,245,190	1,303,015	1,026,381	-17.6%
52210	Maintenance & Repairs	1,286,477	1,157,657	1,297,567	1,410,679	1,809,665	39.5%
52310	Electric Services	2,011,370	2,378,723	2,398,506	2,398,506	2,481,156	3.4%

City of Ontario
2008-09 Total General Fund Expenditure by Major Category

		2005-06	2006-07	2007-08	2007-08	2008-09	% Change
		Actual	Actual	Adopted	Current	Adopted	to Adopted
				Budget	Budget	Budget	2007-08
52320	Natural Gas Services	102,268	97,450	111,519	111,519	113,322	1.6%
52330	Telecommunication Services	407,205	384,342	420,451	434,451	414,841	-1.3%
52341	City Utilities Service	890,961	1,124,790	1,188,941	1,191,941	1,325,237	11.5%
52410	Advertising/Promotional	387,146	346,450	423,351	389,295	293,360	-30.7%
52510	Travel/Conference/Training	625,735	584,003	616,853	628,480	611,460	-0.9%
52520	Dues and Memberships	96,126	136,714	152,923	152,923	155,911	2.0%
52530	Employee Education	7,328	5,775	12,500	12,500	12,500	0.0%
52610	Rental/Lease Expense	2,516,210	2,504,829	2,555,849	3,121,008	4,865,914	90.4%
52710	Duplicating Expense	160,828	133,318	193,908	209,477	197,977	2.1%
52720	Postage Expense	372,463	419,937	468,206	468,206	480,583	2.6%
52730	Booking Fees-Police	228,745	220,467	227,726	227,726	118,155	-48.1%
52740	Landfill Disposal	2,618	11,195	25,750	24,250	26,528	3.0%
52990	Miscellaneous Services	1,713,665	2,153,266	2,387,438	2,634,729	2,419,282	1.3%
52991	Maintenance Services	1,422,734	1,401,612	1,149,350	1,149,350	1,079,830	-6.0%
53610	Bad Debt Expense	(17)	-	-	-	-	0.0%
53725	ERAF Tax Increment Reduction	2,379,438	-	-	-	-	0.0%
53730	Property Tax Assessment	193,464	127,973	50,000	78,933	84,365	68.7%
53990	Other Expense	2,546,387	2,820,484	2,466,959	2,522,008	2,779,713	12.7%
Total Operating Expenditures		\$ 20,630,795	\$ 19,551,861	\$ 20,670,954	\$ 21,839,872	\$ 23,338,923	12.9%
<u>Contractual Services</u>							
55010	Legal Services	\$ 960,882	\$ 951,137	\$ 1,137,400	\$ 1,142,400	\$ 1,181,280	3.9%
55020	Accounting & Auditing Services	46,835	47,750	50,700	51,355	51,450	1.5%
55110	Architect & Engineer Services	16,500	-	44,000	46,236	22,660	-48.5%
55120	Construction Contracts	102,602	94,374	-	54,119	-	0.0%
55130	Improvement Costs	525,278	647,766	669,738	669,738	689,830	3.0%
55140	Environmental Remediation	30,851	45,396	72,682	72,682	74,860	3.0%

City of Ontario
2008-09 Total General Fund Expenditure by Major Category

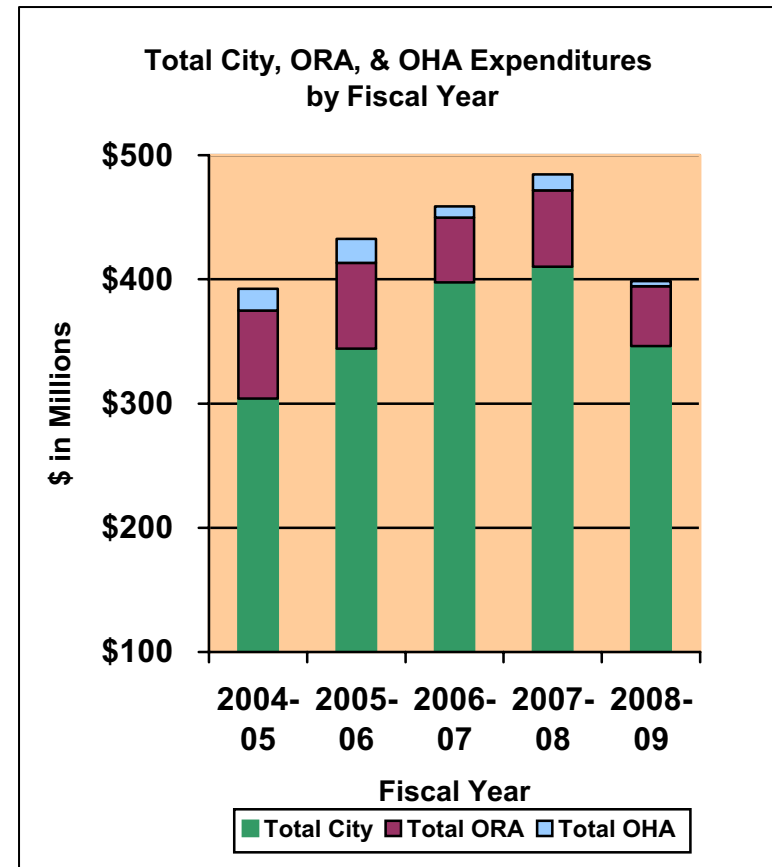
		2005-06	2006-07	2007-08	2007-08	2008-09	% Change
		Actual	Actual	Adopted	Current	Adopted	to Adopted
				Budget	Budget	Budget	2007-08
55150	Site Clearance Costs	4,658	8,446	20,000	22,694	20,600	3.0%
55310	Other Professional Services	4,204,432	7,303,131	6,180,974	11,435,603	3,652,517	-40.9%
55330	Property Management Services	141,728	59,340	40,000	40,000	41,200	3.0%
Total Contractual Services		\$ 6,033,768	\$ 9,157,340	\$ 8,215,494	\$ 13,534,827	\$ 5,734,397	-30.2%
<u>Internal Service Allocations</u>							
57010	Equipment Services-City	\$ 3,826,806	\$ 4,703,482	\$ 4,765,334	\$ 4,765,334	\$ 4,908,295	3.0%
57110	Information Services-City	5,223,967	6,536,740	6,940,533	6,940,533	7,140,641	2.9%
57210	Risk Liability-City	2,276,596	2,400,965	2,520,433	2,520,433	2,527,765	0.3%
57310	Workers Compensation	2,690,933	3,165,949	3,781,897	3,805,627	3,948,548	4.4%
57410	Disability/Unemployment	392,488	423,893	605,785	607,712	664,733	9.7%
Total Internal Service Allocations		\$ 14,410,790	\$ 17,231,029	\$ 18,613,982	\$ 18,639,639	\$ 19,189,982	3.1%
<u>Debt Service</u>							
58010	Debt - Principal	\$ -	\$ -	\$ 1,280,000	\$ -	\$ -	-100.0%
58020	Interest Expense	-	-	1,920,000	-	-	-100.0%
58110	Reimbursement Agreements	698,768	24,049	30,000	30,000	30,000	0.0%
Total Debt Service		\$ 698,768	\$ 24,049	\$ 3,230,000	\$ 30,000	\$ 30,000	-99.1%
<u>Capital Outlay</u>							
60010	Office Equipment & Furniture	\$ 16,753	\$ 64,834	\$ -	\$ 62,222	\$ -	0.0%
61010	Vehicles	34,604	186,447	3,028,007	3,083,433	-	-100.0%
62010	Other Equipment	47,825	371,999	284,790	376,953	50,000	-82.4%
Total Capital Outlay		\$ 99,182	\$ 623,280	\$ 3,312,797	\$ 3,522,608	\$ 50,000	-98.5%
TOTAL GENERAL FUND EXPENDITURE		\$ 124,930,356	\$ 136,817,189	\$ 151,268,855	\$ 155,041,866	\$ 155,071,659	2.5%

Historical data may reflect fluctuations due to organizational restructuring.

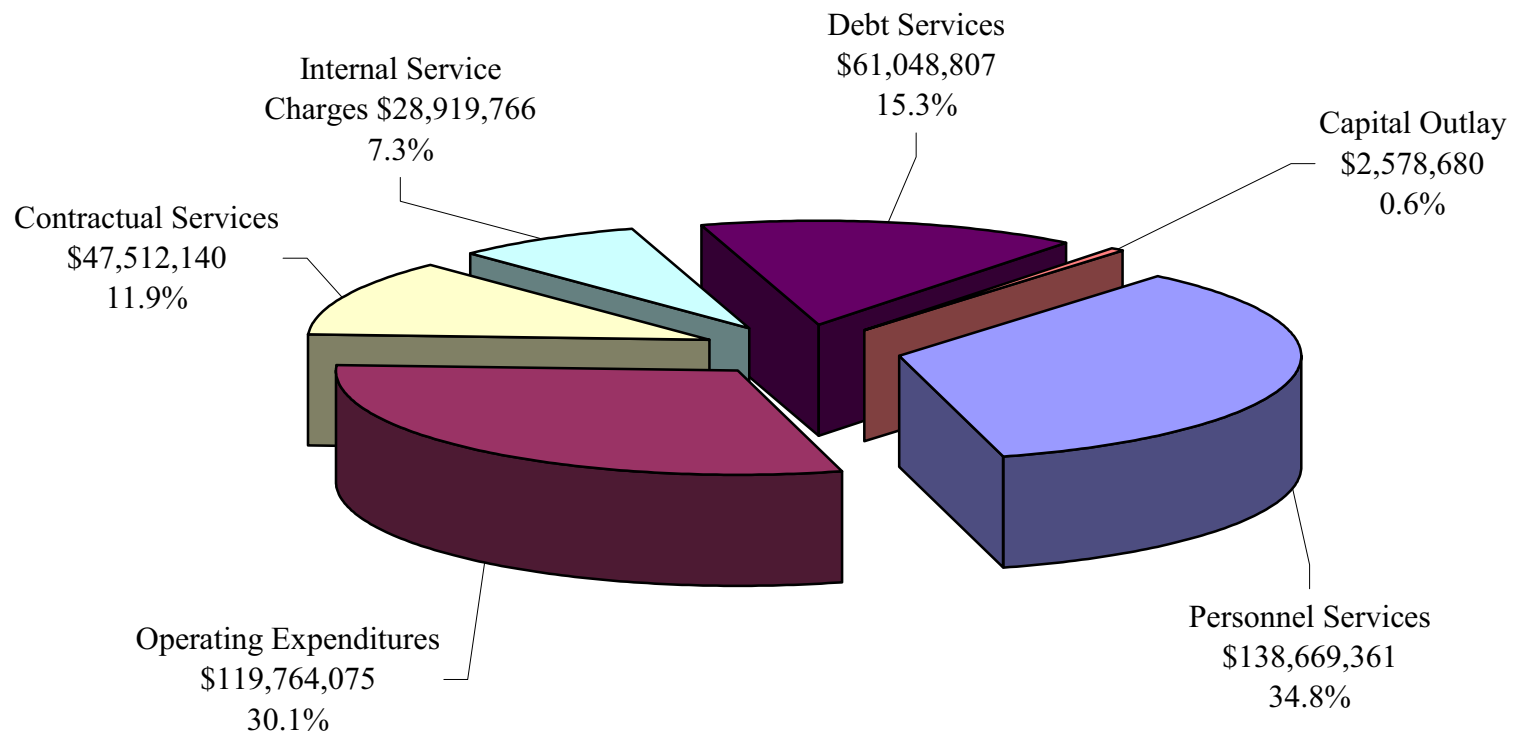
Total Expenditures – All Funds

Total Expenditures for the City, Ontario Redevelopment Agency (ORA), and Ontario Housing Authority (OHA) included in the Fiscal Year 2008-09 Adopted Budget are \$398,492,829, which is a decrease of **17.8%** or approximately **\$86.1 million** (attributed to the economy's impact on General Fund revenues) over the FY 2007-08 Adopted Budget amount of \$484,581,213. Highlights of the major budgeted items include:

- \$11.2 mill. City Sports and Soccer complex
- \$6.9 mill. Labor agreements, including retiree medical costs
- \$5.8 mill. Sound insulation construction for homes in the noise impacted areas surround LA/ONT
- \$5.1 mill. Funding for the Ontario Town Square Project
- \$2.7 mill. Prop 1B funded Street rehabilitation projects
- \$2.0 mill. Ontario CARES Program investment
- \$1.7 mill. Veteran's Memorial Park improvements
- \$1.0 mill. South Bon View Park improvements
- \$648,000 Renovation of Fire Station No. 4
- \$185,000 Homeless Transitional Housing Shelter project (Mercy House)
- \$150,000 Hazardous Materials Vehicle acquisition
- \$130,000 Senior Transportation Program



City of Ontario
Total Expenditure by Major Category
Total City, ORA & OHA Expenditures \$398,492,829



City of Ontario
2008-09 Total Expenditure by Major Category

		2005-06	2006-07	2007-08	2007-08	2008-09	% Change
		Actual	Actual	Adopted	Current	Adopted	to Adopted
				Budget	Budget	Budget	Budget
							2007-08
<u>Personnel Services</u>							
51010	Salaries-Full Time	\$ 62,282,934	\$ 68,216,861	\$ 74,769,757	\$ 75,020,835	\$ 77,002,439	3.0%
51020	Salaries-Temporary/Part Time	1,768,133	1,721,432	1,963,812	2,014,038	1,952,142	-0.6%
51030	Salaries-Overtime	11,235,183	12,166,173	11,639,761	12,247,490	12,392,094	6.5%
51050	Compensated Absence	113,946	99,398	-	-	-	0.0%
51100	Fringe Benefits	26,939,273	30,033,546	35,245,690	35,424,529	44,335,107	25.8%
51140	Disability Benefits Payments	112,969	160,487	110,000	110,000	110,000	0.0%
51160	Retired Employee Group Ins	1,749,895	1,951,206	2,300,000	2,300,000	2,300,000	0.0%
51210	Auto Allowance	123,361	138,668	148,887	150,887	143,879	-3.4%
51310	Uniform Allowance	368,350	406,950	435,701	436,101	433,700	-0.5%
Total Personnel Services		\$ 104,694,044	\$ 114,894,722	\$ 126,613,608	\$ 127,703,880	\$ 138,669,361	9.5%
<u>Operating Expenditures</u>							
52010	Computer Supplies	\$ 218,386	\$ 210,731	\$ 288,813	\$ 413,831	\$ 254,070	-12.0%
52020	Office Supplies	276,425	283,119	342,101	337,742	318,051	-7.0%
52030	Books/Publications	51,824	57,245	87,851	92,801	83,532	-4.9%
52031	Library Books Adult	135,154	166,622	173,200	175,700	189,340	9.3%
52032	Library Books Children	62,801	71,848	74,479	74,479	89,140	19.7%
52033	Magazines/Periodicals	26,058	33,028	43,250	43,250	44,625	3.2%
52034	Videos/Cassettes	62,454	73,477	82,370	82,370	94,145	14.3%
52050	Uniforms	181,439	172,667	187,550	187,550	186,350	-0.6%
52110	Materials	3,828,163	3,326,033	5,313,887	5,572,689	4,970,862	-6.5%
52120	Fuel & Oil	1,410,550	1,478,731	1,730,630	1,730,630	2,021,538	16.8%
52130	Tires	261,895	296,320	310,000	310,000	375,000	21.0%
52140	Chemicals	51,398	45,004	137,630	137,630	174,820	27.0%
52150	Water Purchases	10,039,693	10,889,955	12,505,000	12,505,600	14,255,700	14.0%
52155	Water Master Assess Fee	-	-	-	-	5,000	0.0%

City of Ontario
2008-09 Total Expenditure by Major Category

		2005-06	2006-07	2007-08	2007-08	2008-09	% Change
		Actual	Actual	Adopted	Current	Adopted	to Adopted
				Budget	Budget	Budget	2007-08
52160	Equipment Under \$5,000	2,756,260	3,851,461	4,848,167	5,798,442	1,741,420	-64.1%
52190	Misc Materials/Supplies	1,380,637	1,529,679	2,381,378	2,444,009	2,185,917	-8.2%
52210	Maintenance & Repairs	2,948,373	3,826,822	4,984,551	5,594,083	6,126,760	22.9%
52310	Electric Services	4,526,482	5,163,129	6,189,306	6,339,806	6,313,656	2.0%
52320	Natural Gas Services	601,590	577,196	734,819	735,319	758,322	3.2%
52330	Telecommunication Services	974,274	939,651	1,058,526	1,098,838	1,051,246	-0.7%
52340	Sewage Treatment Services	5,237,303	5,932,076	6,800,000	6,800,000	7,200,000	5.9%
52341	City Utilities Service	1,066,635	1,408,004	1,439,941	1,524,166	1,592,137	10.6%
52410	Advertising/Promotional	1,154,151	1,179,730	1,501,361	1,415,598	1,176,166	-21.7%
52510	Travel/Conference/Training	912,117	808,511	1,076,820	1,121,900	985,968	-8.4%
52520	Dues and Memberships	133,078	180,604	207,998	206,702	211,129	1.5%
52530	Employee Education	7,328	5,775	12,500	12,500	12,500	0.0%
52610	Rental/Lease Expense	3,394,120	3,349,021	3,465,472	4,072,804	5,447,348	57.2%
52620	Insurance Premium	1,242,191	1,784,079	1,990,000	1,950,000	1,800,000	-9.5%
52630	Settlement Claims Expense	4,896,512	3,738,122	3,922,645	3,939,430	3,825,000	-2.5%
52710	Duplicating Expense	194,873	391,839	411,113	400,227	298,352	-27.4%
52720	Postage Expense	426,050	489,064	550,286	548,716	552,083	0.3%
52730	Booking Fees-Police	228,745	220,467	227,726	227,726	118,155	-48.1%
52740	Landfill Disposal	9,125,914	9,460,876	11,071,250	11,039,750	11,513,028	4.0%
52750	S.B. County Household Hazard	162,309	149,554	180,000	205,000	240,000	33.3%
52990	Miscellaneous Services	4,085,253	4,441,077	5,205,926	5,682,969	5,014,807	-3.7%
52991	Maintenance Services	2,010,231	2,123,665	2,863,326	2,874,067	2,850,720	-0.4%
53010	Property Acquisition Exp	15,330,976	61,610,540	4,113,414	13,992,634	11,261,886	173.8%
53020	Relocation Services Costs	458,367	237,457	286,825	251,796	192,338	-32.9%
53030	Relocation Payments	2,781,198	2,345,468	1,902,688	2,468,688	1,525,142	-19.8%
53120	Loss on Sale of Assets	1,535,515	-	-	-	-	0.0%
53210	Loans	-	168,469	128,054	128,054	132,983	3.8%

City of Ontario
2008-09 Total Expenditure by Major Category

		2005-06	2006-07	2007-08	2007-08	2008-09	% Change
		Actual	Actual	Adopted	Current	Adopted	to Adopted
				Budget	Budget	Budget	2007-08
53211	H.O.M.E. Loan	-	-	143,648	143,648	139,033	-3.2%
53212	Rehabilitation Loan M/F	-	-	6,304,958	6,304,958	3,699,293	-41.3%
53213	Rehabilitation Loan S/F	361,505	(967)	352,521	352,521	352,521	0.0%
53220	Rehabilitation Grants	1,782,607	1,532,194	2,118,000	2,139,819	2,130,000	0.6%
53310	Debt Issuance Expense	-	23,965	-	857,247	-	0.0%
53410	Administrative Expense	4,286,911	3,081,129	3,362,848	3,333,565	1,262,416	-62.5%
53510	Depreciation	7,083,017	5,364,906	6,105,000	6,105,000	440,840	-92.8%
53610	Bad Debt Expense	107,752	136,028	200,000	200,000	200,000	0.0%
53710	County Tax Collection Fee	735,387	495,282	802,762	802,762	952,089	18.6%
53720	RDA Pass-Thru Expense	3,360,363	4,386,299	3,601,006	3,601,006	4,345,276	20.7%
53725	ERAF Tax Increment Reduction	5,240,965	-	-	-	-	0.0%
53730	Property Tax Assessment	274,677	154,248	125,000	153,933	102,365	-18.1%
53990	Other Expense	13,972,856	7,277,977	16,912,738	17,725,612	8,951,006	-47.1%
Total Operating Expenditures		\$ 121,382,762	\$ 155,468,177	\$ 128,859,334	\$ 144,257,567	\$ 119,764,075	-7.1%
<u>Contractual Services</u>							
55010	Legal Services	\$ 1,724,606	\$ 1,855,906	\$ 2,087,320	\$ 2,313,158	\$ 1,997,859	-4.3%
55020	Accounting & Auditing Services	72,817	64,660	87,458	88,113	88,308	1.0%
55110	Architect & Engineer Services	8,953,556	7,789,858	13,575,514	27,671,008	4,232,179	-68.8%
55120	Construction Contracts	22,966,978	42,690,979	108,691,042	218,252,513	29,710,729	-72.7%
55130	Improvement Costs	559,151	780,887	2,106,738	10,647,851	1,113,787	-47.1%
55140	Environmental Remediation	71,188	70,259	209,182	214,182	217,410	3.9%
55150	Site Clearance Costs	738,474	833,235	740,445	773,413	762,893	3.0%
55310	Other Professional Services	9,465,192	16,944,597	20,269,889	38,932,845	9,028,566	-55.5%
55320	Property Acquisition Services	355,427	331,656	221,219	284,529	246,000	11.2%
55330	Property Management Services	497,852	204,998	230,793	269,883	114,409	-50.4%
Total Contractual Services		\$ 45,405,241	\$ 71,567,035	\$ 148,219,600	\$ 299,447,495	\$ 47,512,140	-67.9%

City of Ontario
2008-09 Total Expenditure by Major Category

		2005-06	2006-07	2007-08	2007-08	2008-09	% Change
		Actual	Actual	Adopted	Current	Adopted	to Adopted
				Budget	Budget	Budget	2007-08
<u>Internal Service Allocations</u>							
57010	Equipment Services-City	\$ 8,455,092	\$ 9,971,717	\$ 10,694,278	\$ 10,691,778	\$ 10,994,815	2.8%
57110	Information Services-City	6,863,466	8,169,102	8,706,855	8,706,855	8,946,543	2.8%
57210	Risk Liability-City	2,886,515	3,051,076	3,210,466	3,210,467	3,237,815	0.9%
57310	Workers Compensation	3,057,503	3,781,758	4,492,859	4,532,105	4,766,039	6.1%
57410	Disability/Unemployment	500,286	547,022	860,529	871,874	974,554	13.3%
Total Internal Service Allocations		\$ 21,762,861	\$ 25,520,675	\$ 27,964,987	\$ 28,013,079	\$ 28,919,766	3.4%
<u>Debt Service</u>							
58010	Debt - Principal	\$ 4,409,741	\$ 15,055,270	\$ 5,514,553	\$ 4,234,553	\$ 8,887,764	61.2%
58020	Interest Expense	14,113,100	17,815,075	14,547,270	12,627,270	13,276,947	-8.7%
58110	Reimbursement Agreements	9,991,282	11,347,922	21,011,072	29,279,295	38,884,096	85.1%
Total Debt Service		\$ 28,514,123	\$ 44,218,267	\$ 41,072,895	\$ 46,141,118	\$ 61,048,807	48.6%
<u>Capital Outlay</u>							
60010	Office Equipment & Furniture	\$ 1,186,126	\$ 118,154	\$ 65,000	\$ 147,522	\$ 54,680	-15.9%
61010	Vehicles	5,169,049	5,195,448	6,324,407	11,087,208	1,743,000	-72.4%
62010	Other Equipment	1,396,784	1,469,359	5,461,382	1,778,480	781,000	-85.7%
63010	Building & Structures	-	95,881	-	-	-	0.0%
Total Capital Outlay		\$ 7,751,959	\$ 6,878,842	\$ 11,850,789	\$ 13,013,210	\$ 2,578,680	-78.2%
TOTAL EXPENDITURE		\$ 329,510,991	\$ 418,547,718	\$ 484,581,213	\$ 658,576,349	\$ 398,492,829	-17.8%

Historical data may reflect fluctuations due to organizational restructuring.

City of Ontario
2008-09 Total Expenditure by Fund

		2005-06	2006-07	2007-08	2007-08	2008-09	% Change to
		Actual	Actual	Adopted	Current	Adopted	Adopted
				Budget	Budget	Budget	Budget 2007-08
CITY OF ONTARIO							
<u>General</u>							
001	General Fund	\$ 124,930,356	\$ 136,817,189	\$ 151,268,855	\$ 155,041,866	\$ 155,071,659	2.5%
Total General		\$ 124,930,356	\$ 136,817,189	\$ 151,268,855	\$ 155,041,866	\$ 155,071,659	2.5%
<u>Special Revenue</u>							
002	Quiet Home Program	\$ 8,533,043	\$ 20,880,177	\$ 8,103,788	\$ 19,079,656	\$ 19,041,205	135.0%
003	Gas Tax	2,651,883	3,376,354	6,685,070	6,789,707	4,818,368	-27.9%
004	Measure I	1,883,508	3,322,349	7,100,556	7,127,245	2,832,767	-60.1%
005	Measure I Valley Major Project	-	-	-	1,800,000	-	0.0%
007	Park Development	943,803	314,236	275,500	729,940	3,140,058	1039.8%
008	C.D.B.G	3,025,420	3,582,047	5,776,684	5,619,464	3,010,846	-47.9%
009	HOME Grants	262,137	227,053	5,018,958	5,018,958	3,991,619	-20.5%
010	Asset Seizure	297,460	317,249	376,239	376,539	417,325	10.9%
013	A.D. Administration	162,344	161,148	210,931	210,931	198,535	-5.9%
014	Mobile Source Air	78,619	32,015	142,000	142,000	42,267	-70.2%
015	General Fund Grants	1,872,395	1,196,369	3,462,409	5,305,469	3,465,103	0.1%
018	Dangerous Buildings	39,674	41,939	79,000	79,000	81,370	3.0%
019	Parkway Maintenance	534,660	622,751	625,833	625,833	666,547	6.5%
070	Street Light Maintenance	220,071	234,443	289,904	292,980	303,223	4.6%
076	Facility Maintenance	632,182	958,619	1,584,190	1,658,335	658,070	-58.5%
077	Storm Drain Maintenance	934,739	1,265,722	1,714,880	1,872,702	1,393,875	-18.7%
114	Historic Preservation	-	100,000	-	-	-	0.0%
Total Special Revenue		\$ 22,071,939	\$ 36,632,470	\$ 41,445,942	\$ 56,728,759	\$ 44,061,178	6.3%
<u>Capital Project</u>							
016	Ground Access	\$ 973,160	\$ 655,862	\$ 3,678,081	\$ 6,779,958	\$ 2,015,606	-45.2%
017	Capital Projects	11,879,967	2,687,453	25,703,765	28,919,071	-	-100.0%
051	CFD #5 Freeway Interchange	5,442	-	-	-	-	0.0%
101	Law Enforcement Impact	245,698	218	180,000	188,100	210,000	16.7%
102	Fire Impact	30,855	430,145	7,172,373	9,234,826	150,000	-97.9%
103	OMC Street Impact	-	28,740	1,499,780	2,773,666	538,247	-64.1%
104	OMC Water Impact	-	96,935	10,000	84,855	-	-100.0%

City of Ontario
2008-09 Total Expenditure by Fund

		2005-06	2006-07	2007-08	2007-08		% Change to
		Actual	Actual	Adopted	Current	2008-09 Adopted	Adopted
				Budget	Budget	Budget	Budget
							2007-08
106	Solid Waste Impact	-	395,276	-	40,954	-	0.0%
108	Library Impact	-	-	-	15,000	-	0.0%
111	OMC Storm Drainage Impact	-	-	-	275,000	-	0.0%
112	Species Habitat Impact	-	72,354	-	34,506	-	0.0%
113	Fiber Impact	1,349,131	1,862,685	3,838,389	6,207,741	-	-100.0%
115	NMC Street Impact	-	212,103	3,600,000	6,510,179	153,000	-95.8%
116	NMC Water Impact	8,577,557	16,270,122	10,283,831	20,631,953	-	-100.0%
117	NMC Sewer Impact	-	-	-	3,000,521	-	0.0%
118	NMC Storm Drainage Impact	-	1,297,444	-	-	-	0.0%
121	Community Events Center	-	20,489,126	16,362,686	123,831,955	-	-100.0%
501	CFD No.9-Edenglen	2,545	56,185	100,000	100,000	17,873	-82.1%
502	CFD No.10-OAT	-	46,841	100,000	100,000	-	-100.0%
503	CFD No.11-Armada	-	4,750	100,000	100,000	-	-100.0%
504	CFD No.12-Ontario Festival	-	-	100,000	100,000	-	-100.0%
505	CFD No.13-Commerce Center	-	-	100,000	100,000	334,910	234.9%
Total Capital Project		\$ 23,064,355	\$ 44,606,241	\$ 72,828,905	\$ 209,028,285	\$ 3,419,636	-95.3%
<u>Enterprise</u>							
024	Water Operating	\$ 19,449,416	\$ 20,631,063	\$ 28,066,219	\$ 28,958,215	\$ 29,000,307	3.3%
025	Water Capital	12,178,447	14,171,935	36,888,395	40,641,850	44,393,043	20.3%
026	Sewer Operating	8,130,366	8,338,352	10,858,656	10,946,364	10,611,163	-2.3%
027	Sewer Capital	5,557,753	3,495,128	7,622,973	11,205,564	2,902,267	-61.9%
029	Solid Waste	23,642,829	24,204,387	31,158,081	31,963,262	30,854,131	-1.0%
031	Solid Waste Facilities	8,811	-	260,000	260,000	-	-100.0%
Total Enterprise		\$ 68,967,622	\$ 70,840,865	\$ 114,854,324	\$ 123,975,255	\$ 117,760,911	2.5%
<u>Internal Service</u>							
032	Equipment Services	\$ 12,576,363	\$ 12,812,018	\$ 13,605,110	\$ 15,950,649	\$ 9,766,282	-28.2%
033	Self Insurance	6,873,954	5,842,875	6,745,005	6,763,930	6,487,843	-3.8%
034	Information Technology	6,152,077	6,175,480	7,136,556	7,547,647	7,339,494	2.8%
Total Internal Service		\$ 25,602,394	\$ 24,830,373	\$ 27,486,671	\$ 30,262,226	\$ 23,593,619	-14.2%

City of Ontario
2008-09 Total Expenditure by Fund

		2005-06 Actual	2006-07 Actual	2007-08 Adopted Budget	2007-08 Current Budget	2008-09 Adopted Budget	% Change to Adopted Budget 2007-08
<u>Pension Trust</u>							
099	Other Post Employment Benefits	\$ 1,755,349	\$ 1,951,206	\$ 2,300,000	\$ 2,300,000	\$ 2,300,000	0.0%
Total Pension Trust		\$ 1,755,349	\$ 1,951,206	\$ 2,300,000	\$ 2,300,000	\$ 2,300,000	0.0%
TOTAL CITY FUNDS		\$ 266,392,015	\$ 315,678,344	\$ 410,184,697	\$ 577,336,391	\$ 346,207,003	-15.6%
<u>ONTARIO REDEVELOPMENT AGENCY</u>							
<u>Debt Service</u>							
054	RDA Project 2 Debt Service	\$ 3,340,287	\$ 1,355,618	\$ 977,539	\$ 977,539	\$ 1,591,679	62.8%
059	RDA Guasti Debt Service	37,969	22,743	55,292	55,292	190,766	245.0%
062	RDA Ctr City Debt Service	950,518	1,085,420	931,459	931,459	1,651,893	77.3%
063	RDA Project 1 Debt Service	17,841,084	32,725,815	17,109,082	17,361,357	20,668,417	20.8%
064	RDA Cimarron Debt Service	1,034,682	656,197	660,398	660,398	920,216	39.3%
Total Debt Service		\$ 23,204,540	\$ 35,845,793	\$ 19,733,770	\$ 19,986,045	\$ 25,022,971	26.8%
<u>Capital Project</u>							
039	Redevelopment Agency	\$ 2,754,879	\$ 3,190,327	\$ 3,701,439	\$ 3,936,237	\$ 3,361,610	-9.2%
040	RDA Project Area No. 2	454,980	1,449,788	678,968	802,842	941,750	17.3%
041	RDA Guasti Project Area	4,704	5	64,204	64,204	35,000	-45.5%
043	RDA Project Area No. 1	6,971,948	42,040,279	6,779,727	10,467,351	4,023,201	-61.6%
044	RDA Cimarron Project Area	260,512	229,203	195,845	222,195	160,750	-17.9%
061	RDA Center City	644,791	888,600	7,954,853	8,334,353	3,744,263	-52.9%
066	Housing Set Aside	17,816,469	12,055,084	22,339,327	24,319,569	10,924,427	-51.1%
Total Capital Project		\$ 28,908,282	\$ 59,853,287	\$ 41,714,363	\$ 48,146,751	\$ 23,191,001	-44.4%
TOTAL ONTARIO REDEVELOPMENT AGENCY		\$ 52,112,822	\$ 95,699,080	\$ 61,448,133	\$ 68,132,796	\$ 48,213,972	-21.5%
<u>ONTARIO HOUSING AUTHORITY</u>							
048	Ontario Housing Authority	11,006,154	7,170,294	12,948,383	13,107,162	4,071,854	-68.6%
TOTAL ONTARIO HOUSING AUTHORITY		\$ 11,006,154	\$ 7,170,294	\$ 12,948,383	\$ 13,107,162	\$ 4,071,854	-68.6%
GRAND TOTAL ALL FUNDS		\$ 329,510,991	\$ 418,547,718	\$ 484,581,213	\$ 658,576,349	\$ 398,492,829	-17.8%

City of Ontario
Internal Service Charges
Fiscal Year 2008-09

Equipment Services

The City of Ontario maintains a separate fund to account for the accumulation and expenditure of monies related to the ongoing maintenance and replacement of the City's fleet, with the exception of Police helicopters. A separate Public Safety Equipment Replacement Fund reserve was established in Fiscal Year 2001-02 to accumulate replacement costs for the helicopters and certain fire apparatus. \$1.0 million has been allocated to the reserve fund each fiscal year thereafter, including Fiscal Year 2008-09.

The City maintains its vehicles and equipment in a comprehensive fleet maintenance system, FleetAnywhere. Vehicle and equipment maintenance and overhead costs are tracked in the system, and depreciation is calculated for each vehicle. Each year, an equipment replacement rate is calculated for each vehicle based on its class (type of the vehicle), annual maintenance costs, and depreciation amount. The rate is then adjusted by inflation, replacement contingency rate, and a Citywide full-cost general and administrative overhead rate to arrive at a Class Average. The Class Average amount is totaled by the agency or department to which the vehicles belong, then allocated based on the number of full-time employees of that agency or department for inclusion in the Annual Operating Budget. Equipment Services expenditures for annual operating and maintenance costs are recorded as internal service charges in their respective funds. These internal service charges then become a source of monies for the Equipment Services Fund.

Depreciation schedules used for the Equipment Services Fund coincide with the City's depreciation policy. Over time, depreciation expenses accumulate within this fund to provide for equipment replacement. Replacement vehicles are purchased from the Equipment Services Fund in accordance with established replacement schedules. Police vehicles scheduled for replacement that are still in serviceable condition may be rotated into the City's fleet vehicle inventory for use by City staff. Vehicles and rolling stock which are beyond economical repair are sold at public auction. New vehicle and rolling stock purchases that are non-replacement items are budgeted for by the departments when submitting their annual operating budgets.

Information Technology

The Information Technology Department is responsible for all maintenance and support of the City's information technology resources as well as providing support services for Public Safety computer aided dispatch and records systems. Specifically, the Information Technology Department supports computer systems, software, telecommunications, computer networks, and provides technology consulting resources for all other City agencies and departments.

Information Technology department expenditures for annual operating and maintenance costs are recorded as internal service charges in their respective funds. These charges then become a source of monies for the Information Technology Fund. Each year, Information Technology internal services charges are calculated by agency or department based on the agency or department's prior year usage of IT resources, allocated by the number of full-time employees for that department. The allocation is then included in the respective department's annual operating budget.

Self Insurance (Liability, Workers' Compensation and Safety Program)

Liability

Each department is charged for liability expenses for property insurance coverage, automobile liability, general liability, and excess liability. Charges are determined by review of the department's five-year loss summary maintained by Ward North America, the City's third-party liability administrator. The number of employees and facilities utilized are factors that are taken into consideration for those departments that have little or no loss history.

Workers' Compensation

The City utilizes five workers compensation job codes to determine cost allocations. The classifications are: Police, Fire, Clerical, Non-manual Labor, and Manual Labor. When the allocations are made, there is a cross-check made with the pure premium rates published by the Workers' Compensation Insurance Rate Bureau of California. Payroll dollars and percentage of total payroll are factors used in the allocations to agencies and departments.

Safety Program

Safety allocations are made by analysis of which departments historically utilize the Risk Management Department's resources regarding education, instruction, and monitoring of communicable disease exposures, equipment training, and accident history.