



Quarterly Budget Update

Quarter 4
FY 2025

Overview

City Management is pleased to present this quarterly update summarizing the City's overall budget activity through Quarter 4 (June 30, 2025) for Fiscal Year (FY) 2025. The City's fiscal year is July 1st through June 30th. For audited information, or to find greater detail, please refer to the City's annual financial statement, which is released by December 31st following the end of the fiscal year.

Budget Adjustments & Revenue Estimates

The revenue projections and budget expenditures presented in this update include budget adjustments approved by the City Council, continuing appropriations, and prior year encumbrances, mid-year revenue estimates, and updated revenue estimates presented at the Spring Financial Workshop on April 10, 2025.

General Fund Financial Condition

The City's General Fund is the primary source of discretionary resources that funds many of the services provided to the citizens of the City of Corona. The General Fund is made up of the General Fund, Measure X Fund, Historic Civic Center Fund, and the Pension Stabilization Trust Fund.

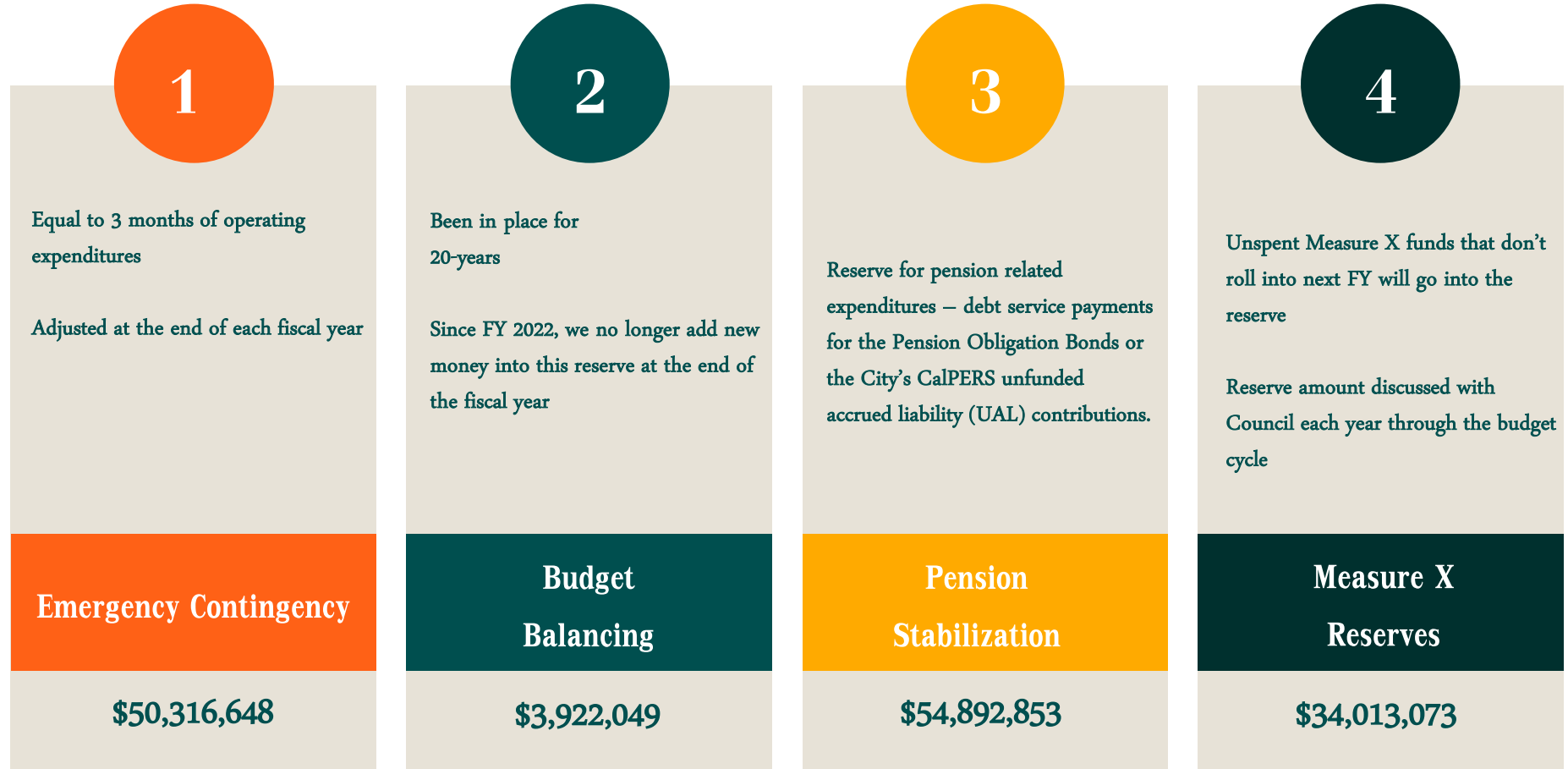
The General Fund inflows (revenue and transfers in) for FY 2025 are currently estimated at \$234.8 million. Based on FY 2025 projections, there is an estimated decrease of \$1.4 million when compared to the cumulative budget.

The City has received or recorded 93.9% of the estimated General Fund inflows, through the end of Quarter 4 (at the time this information was prepared). Overall, inflows are down by 7.8% when compared to the same quarter of FY 2024.

As of Quarter 4 of FY 2025, the General Fund has expended 72.1% of its cumulative budget. The current savings is primarily due to capital improvement projects which will take multiple years to complete. Comparing Quarter 4 of FY 2025 to FY 2024, expenditures are up by 13.6%, or \$27.3 million.

General Fund Reserves

The **General Fund** has multiple reserves in fund balance for various purposes. For the full list, please reference the City’s financial statements, Note 15 (for Fiscal Year Ending June 30, 2024, page 114). This quarterly update highlights four of those reserves. FY 2024 audited amounts are noted in the table. **The Pension Stabilization Trust amount has been updated to reflect the FY 2025 contribution.**



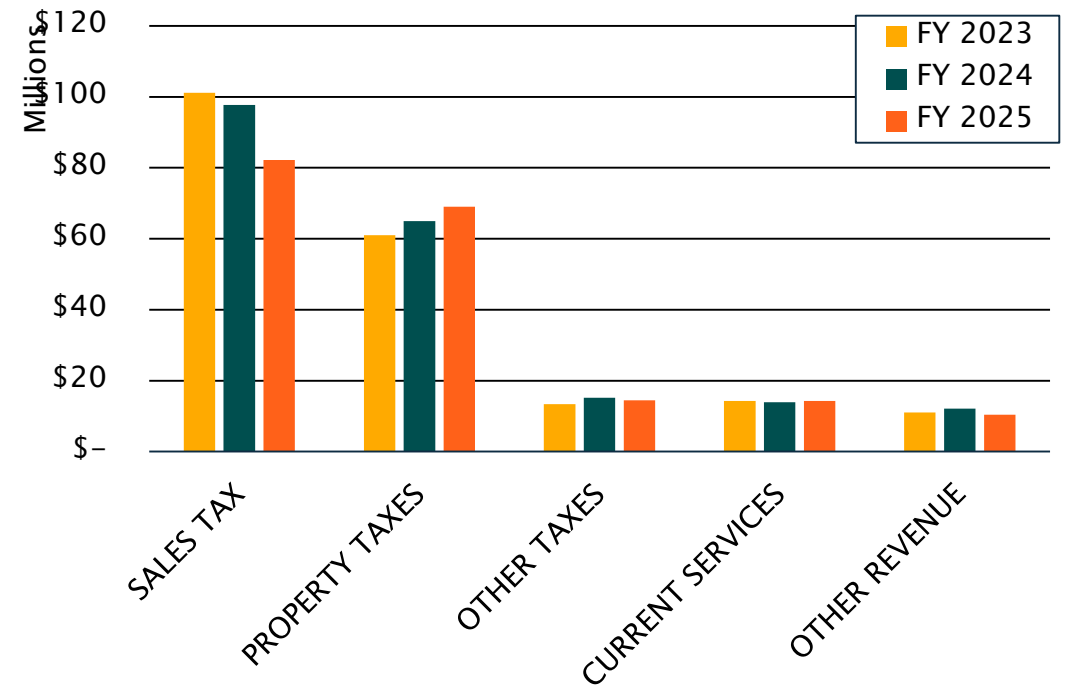
General Fund Inflows

Top Five Revenues

The City's top five General Fund revenue categories account for approximately 89.6% of the total estimated General Fund inflows for Quarter 4, Fiscal Year 2025. Focusing on these sources can provide a useful understanding of the City's income position.

The bar graph to the right illustrates the performance of the top five revenues as compared to the same quarter of the prior two fiscal years.

General Fund Revenues
Top 5 Revenues Compared
Quarter 4



General Fund Inflows **Top Five Revenues**

01 Sales Tax

At the end of Quarter 4, Sales Tax is the largest General Fund revenue category. This category includes the City's portion of sales tax, Measure X, Prop. 172 sales tax, and allowance for sales tax agreements.

As of Quarter 4, the total received is \$82.2 million. At the time this information was prepared, the revenues are down by 15.9%, or \$15.5 million as compared to the prior year.

02 Property Tax

The second largest General Fund revenue category at the end of Quarter 4 is Property Tax. The total for property tax is \$69.0 million, an increase of \$4.0 million, or 6.2%, over the prior fiscal year. The increase is primarily in secured property taxes. The majority of property tax revenues are recorded as revenue and booked as a receivable, once the annual report is received from the County of Riverside (generally November/December). Year-end adjustments "true-up" the amounts to the actual cash received.

03 Other Taxes

As of Quarter 4, FY 2025, Other Taxes ranks the third largest. This category includes revenues from Transient Occupancy Tax, Franchise Fees, Business License Tax, and Cannabis Tax. At the end of Quarter 4, the total received is \$14.4 million. Overall, the Other Taxes category is down by 4.9%, or \$0.7 million, as compared to the same quarter in FY 2024.

General Fund Inflows **Top Five Revenues**

04 Current Services

At the end of Quarter 4, a total of \$14.3 million has been received in the Current Services category. Items in this revenue group include plan check fees, engineering and inspection fees, recreation revenues, and the Emergency Medical Services Program. Current Services are up 3.1%, or \$0.4 million as compared to Quarter 4 of FY 2024. When comparing to the prior fiscal year, there is a decrease in engineering and inspection related revenues, EMS subscription, as well as reimbursements for legal fees. In addition, there are increases in plan checks, passport processing fees, police false alarm fees, after school recreation program, kids camp, facility rentals, and AMR system enhanced fees.

05 Other Revenue

The Other Revenue category is the fifth largest category at the end of Quarter 4. Activity in this revenue group includes Rental/Lease Income, Development Agreements, Telecommunication Site Rentals, and Billboard Revenues. At the end of Quarter 4, the total received is \$10.4 million. Overall, the Other Revenues category is down by 14.0%, or \$1.7 million, as compared to the same quarter in FY 2024. This is due to decreases in Peg Fees, Misc Rental/Lease Income, Billboard Revenue, Special District Admin Reimbursements, and Bad Debt Recovery.

General Fund Inflows

General Fund Revenues
Revenue + Transfers In
Quarter 4, FY 2024 to FY 2025

General Fund Revenue Category	Through Q4 FY 2024	Through Q4 FY 2025	\$ Change	% Change
Sales Tax	\$ 56,622,374	\$ 47,975,090	(8,647,284)	-15.3%
Measure X	41,086,694	34,204,191	(6,882,503)	-16.8%
Property Tax	64,969,085	68,994,680	4,025,595	6.2%
Other Revenue	12,115,644	10,415,191	(1,700,452)	-14.0%
Current Services	13,884,166	14,313,320	429,154	3.1%
Other Taxes	15,166,752	14,430,970	(735,781)	-4.9%
Payments in Lieu of Services	6,336,890	5,799,196	(537,694)	-8.5%
Intergovernmental Revenues	3,899,069	6,872,320	2,973,251	76.3%
Licenses, Fees & Permits	2,273,820	2,616,622	342,801	15.1%
Utility Service Charges	13,839	11,109	(2,730)	-19.7%
Special Assessments	777,314	982,168	204,855	26.4%
Fines, Penalties & Forfeitures	1,420,858	917,453	(503,404)	-35.4%
Investment Earnings	5,681,380	7,373,017	1,691,637	29.8%
<i>GASB31 Gain/ Loss on Investment</i>	<i>13,443,620</i>	<i>(2,582,639)</i>	<i>(16,026,259)</i>	<i>-119.2%</i>
Total Revenues	\$ 237,691,504	\$ 212,322,688	\$ (25,368,816)	-10.7%
Transfers In	1,289,243	8,076,222	6,786,979	526.4%
Total Inflows	\$ 238,980,746	\$ 220,398,910	\$ (18,581,837)	-7.8%
<i>Total Inflows (w/ o GASB31)</i>	<i>\$ 225,537,127</i>	<i>\$ 222,981,549</i>	<i>\$ (2,555,578)</i>	<i>-1.1%</i>

General Fund Revenues
Revenue + Transfers In
FY 2025, Projected Revenues to Quarter 4 Actuals

General Fund Revenue Category	Projected FY 2025	Through Q4 FY 2025	% Received
Sales Tax	\$ 57,032,920	\$ 47,975,090	84.1%
Measure X	41,017,251	34,204,191	83.4%
Property Tax	65,736,729	68,994,680	105.0%
Other Revenue	11,134,068	10,415,191	93.5%
Current Services	12,503,437	14,313,320	114.5%
Other Taxes	15,585,589	14,430,970	92.6%
Payments in Lieu of Services	7,773,943	5,799,196	74.6%
Intergovernmental Revenues	4,695,466	6,872,320	146.4%
Licenses, Fees & Permits	2,361,580	2,616,622	110.8%
Utility Service Charges	10,000	11,109	111.1%
Special Assessments	779,667	982,168	126.0%
Fines, Penalties & Forfeitures	1,170,137	917,453	78.4%
Investment Earnings	6,484,027	7,373,017	113.7%
<i>GASB31 Gain/ Loss on Investment</i>	<i>-</i>	<i>(2,582,639)</i>	<i>N/ A</i>
Total Revenues	\$ 226,284,813	\$ 212,322,688	93.8%
Transfers In	8,511,453	8,076,222	94.9%
Total Inflows	\$ 234,796,266	\$ 220,398,910	93.9%
<i>Total Inflows (w/ o GASB31)</i>	<i>\$ 234,796,266</i>	<i>\$ 222,981,549</i>	<i>95.0%</i>

General Fund Expenditures

The FY 2025 budget was adopted with \$221.7 million in General Fund expenditures. With continuing appropriations of \$28.5 million, and encumbrances (committed purchase orders) of \$18.9 million, the beginning outflow budget was \$269.2 million. Through Council Actions and other authorized adjustments, total outflows are currently \$316.5 million.

Through Quarter 4, the City has spent \$228.2 million, or 72.1% of the cumulative budget. At this point in the fiscal year, expenditures should be approximately 100% of budget. When comparing the same quarter in FY 2024, outflows are up by 13.6%, or \$27.3 million.

Personnel Services, the largest budget category, has an increase of \$13.0 million as compared to the same quarter last fiscal year. The changes are primarily based on the new Memorandum of Understanding (MOU) contracts that went into effect December 28, 2024, and are good through December 2027.

Materials and Supplies is up by \$6.7 million when compared to Quarter 4 of FY 2024. There are multiple increases and decreases in this category. The primary driver for change is property acquisitions in the current fiscal year.

General Fund Outflows Expenditures + Transfers Out Quarter 4, FY 2024 to FY 2025

General Fund Expenditures By Category	Through Q4 2024	Through Q4 2025	% Change
Contractual	20,858,982	28,479,798	36.5%
Materials and Supplies	64,374,183	71,099,964	10.4%
Claims Expense	-	37	N/A
Personnel Services	111,232,532	124,263,524	11.7%
Utilities	4,440,990	4,358,921	-1.8%
Total Expenditures	\$ 200,906,688	\$ 228,202,245	13.6%
Transfers Out	-	13,083	N/A
Total Outflows	\$ 200,906,688	\$ 228,215,328	13.6%

General Fund Outflows Expenditures + Transfers Out Budget to Actuals, Quarter 4, FY 2025

General Fund Expenditures By Department	Cumulative Budget FY 2025	Through Q4 FY 2025	% Spent
CIP/ O&M Projects	\$ 91,621,656	\$ 36,298,545	39.6%
City Manager's Office	15,574,073	10,416,660	66.9%
Community Services	20,752,019	18,631,966	89.8%
Debt Service	23,459,197	23,344,128	99.5%
Economic Development	1,634,883	1,023,901	62.6%
Elected Officials	175,694	159,637	90.9%
Finance	5,111,535	4,793,848	93.8%
Fire	38,132,764	36,139,430	94.8%
General Government	34,138,633	23,222,134	68.0%
Human Resources	3,137,124	2,689,067	85.7%
Information Technology	1,123,948	735,879	65.5%
Legal & Risk Management	2,201,895	2,040,752	92.7%
Planning & Development	10,068,646	8,124,725	80.7%
Police	63,022,910	55,861,632	88.6%
Public Works	6,354,204	4,719,940	74.3%
Total Expenditures	\$ 316,509,182	\$ 228,202,245	72.1%
Transfers Out	13,083	13,083	100.0%
Total Outflows	\$ 316,522,265	\$ 228,215,328	72.1%

General Fund Expenditures By Department

Through June 30, 2025, approximately 100% of the fiscal year is complete. Departments with a variance of 10% or more are explained in the following section.

CIP / O&M Projects (39.6%)

This budget does not follow the normal trends as these are multi-year projects. Any unspent encumbrances (purchase orders) or remaining balance carries forward to the next fiscal year to continue the project activities.

City Manager's Office (66.9%)

Current savings are related to the contractual services budget. The contractual services are primarily related to the Homeless Program.

Community Services (89.8%)

Current savings is due to personnel, materials and supplies and contractual services.

Economic Development (62.6%)

Current savings is due to personnel services, materials and supplies and contractual services.

General Government (68.0%)

Quarter 4 is trending low due to materials and supplies. Insurance premiums are reconciled and recorded at year-end.

Human Resources (85.7%)

Current savings is due to personnel services, materials and supplies and contractual services.

Information Technology (65.5%)

Related to Measure X. Current savings due to contractual services.

Planning & Development (80.7%)

Current savings is due to personnel services, materials and supplies and contractual services.

Police (88.6%)

Current savings is due to personnel, materials and supplies and contractual services.

Public Works (74.3%)

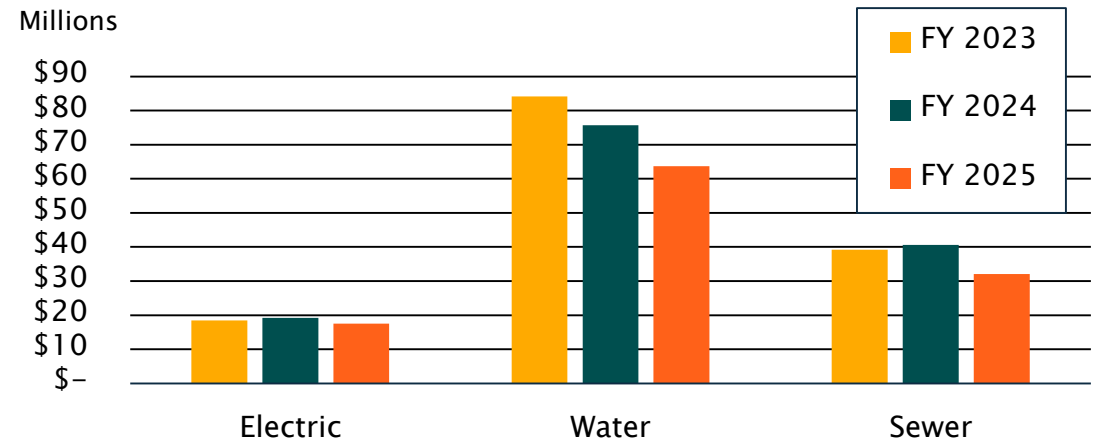
Current savings is due to personnel, materials and supplies and contractual services.

Enterprise Funds

Utilities Inflows

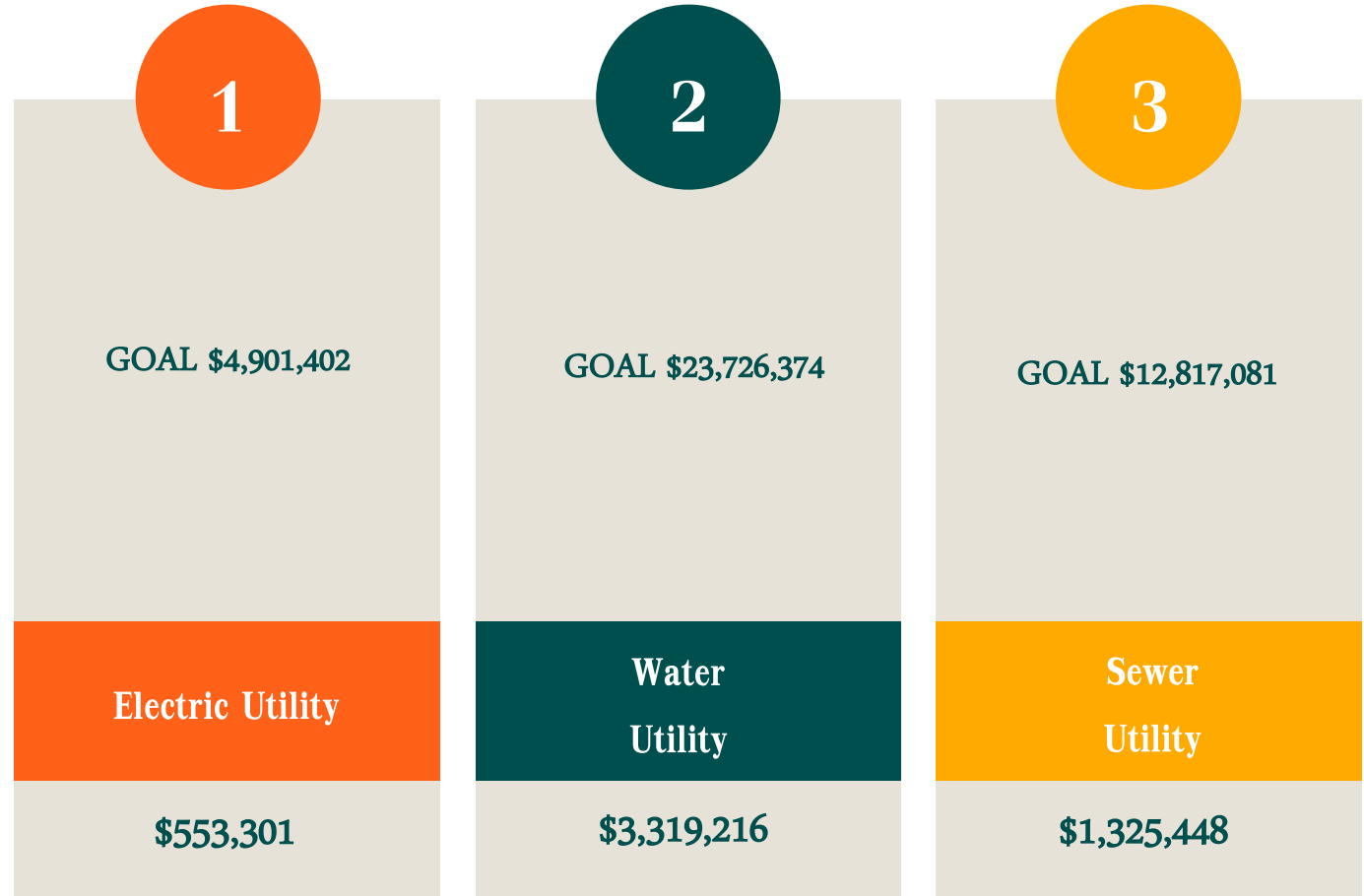
The City operates three utility services through the Utilities Department: electric, water, and sewer. Through the collection of fees and charges, these funds should collect revenues sufficient to finance the costs associated with administration, operations, capital improvement projects (CIP), and debt service.

Enterprise Funds – Utilities
Revenues Compared, Quarter 4
FY 2023 – FY 2024 – FY 2025



Utilities Funds Reserves

The **Utilities Funds** target reserve amount for each of the operating funds shall be set at ninety (90) days. To build the target reserve amount, the Utilities Department shall annually contribute ten percent (10%) of the difference between actual operating revenues and actual operating expenses for each of the Utilities Department Operating Funds at the beginning of each fiscal year until the target reserve is met. Depending on the fund, it will take time to hit the target reserve amount. If the reserve amount exceeds the target reserve amount, the additional funds shall remain in reserves. The reserve process occurs annually, once the audit and financials are finalized.



Utilities Funds Inflows

Utilities Revenues - Through Quarter 4 FY 2025, revenues received have decreased 16.4%, or \$22.2 million, as compared to the same quarter in Fiscal Year 2024.

Electric

Comparing Quarter 4 FY 2025 revenues to FY 2024, there is a decrease of \$1.7 million, or 8.7%. There were decreases in categories: Fees & Permits, Intergovernmental Revenues, Other Revenue, Payments in Lieu of Services, and Utility Service Charges. There were increases in categories: Current Services and Fines Penalties and Forfeitures. The change in the Investment Earnings category is due to how the City must report the unrealized gains/losses from investments. These are book entries and not actual cash. Adjusting for GASB31 book entries, Quarter 4 revenues are a net decrease of \$1.6 million, or 8.6%

Water

Through the fourth quarter of FY 2025, there is a decrease of 15.8%, or \$12.0 million, as compared to FY 2024. There were decreases in categories: Current Services, Fees & Permits, Intergovernmental Revenues, Investment Earnings, Other Revenue, Payments in Lieu of Services, Proceeds from Long Term Obligations, and Utility Service Charges. There were increases in categories: Fines, Penalties & Forfeitures and Licenses, Fees & Permits. If GASB31 book entries are excluded, Quarter 4 revenues are a net decrease of \$11.5 million, or 15.4%.

Sewer

Through Quarter 4, there is a decrease of 21.2%, when compared to FY 2024. There were decreases in categories: Fees & Permits, Intergovernmental Revenues, Investment Earnings, Licenses, Fees & Permits, Other Revenue, Payments in Lieu of Services, Proceeds from Long Term Obligations, and Utility Service Charges. There were increases in categories: Current Services and Fines, Penalties & Forfeitures. The change in the Investment Earnings category is due to how the City must report the unrealized gains/losses from investments. These are book entries and not actual cash. Excluding GASB31 book entries, Quarter 4 revenues are a net decrease of \$7.9 million, or 20.4%.

Utilities Funds Inflows

Utilities Funds Revenues
Revenue + Transfers In
Quarter 4, FY 2024 to FY 2025

Enterprise Funds Fund Type	Through Q4 FY 2024	Through Q4 FY 2025	% Change
Electric	\$ 18,812,372	\$ 17,194,565	-8.6%
<i>GASB31 Gain/ Loss on Investment</i>	391,428	342,410	-12.5%
Water	74,483,351	63,033,001	-15.4%
<i>GASB31 Gain/ Loss on Investment</i>	1,175,525	663,420	-43.6%
Sewer	38,954,523	31,023,566	-20.4%
<i>GASB31 Gain/ Loss on Investment</i>	1,665,329	994,269	-40.3%
Total Revenues	\$ 135,482,529	\$ 113,251,231	-16.4%
Transfers In - Electric	-	-	N/A
Transfers In - Water	-	-	N/A
Transfers In - Sewer	-	-	N/A
Total Inflows	\$ 135,482,529	\$ 113,251,231	-16.4%
Total Inflows (w/ o GASB31)	\$ 132,250,247	\$ 111,251,132	-15.9%

Utilities Funds Revenues
Revenue + Transfers In
FY 2025, Projected Revenues to Quarter 4 Actuals

Enterprise Funds Fund Type	Projected FY 2025	Through Q4 FY 2025	% Received
Electric	\$ 19,044,472	\$ 17,194,565	90.3%
<i>GASB31 Gain/ Loss on Investment</i>	-	342,410	N/A
Water	79,735,087	63,033,001	79.1%
<i>GASB31 Gain/ Loss on Investment</i>	-	663,420	N/A
Sewer	40,148,276	31,023,566	77.3%
<i>GASB31 Gain/ Loss on Investment</i>	-	994,269	N/A
Total Revenues	\$ 138,927,835	\$ 113,251,231	81.5%
Transfers In - Electric	-	-	N/A
Transfers In - Water	-	-	N/A
Transfers In - Sewer	-	-	N/A
Total Inflows	\$ 138,927,835	\$ 113,251,231	81.5%
Total Inflows (w/ o GASB31)	\$ 138,927,835	\$ 111,251,132	80.1%

Utilities Funds Outflows

When comparing the total of utility outflows, Quarter 4 of FY 2025 to FY 2024, outflows are lower by 1.7%, or \$2.1 million.

Electric

Overall, the Electric utility expenditures through Quarter 4 are down by 25.5% when compared to last fiscal year. There is an increase in contractual and materials and supplies and there are decreases in depreciation, personnel services and utilities.

At Quarter 4, project expenditures are 25.9% of the current expenditure budget. The operating budget expenditures total 51.7% of the current FY 2025 budget.

Water

Overall, the Water utility expenditures are down by 3.0% or \$2.0 million when compared to Quarter 4 in FY 2024. There are increases in categories: materials and supplies and utilities, and there are decreases in contractual, depreciation, and personnel services.

Through Quarter 4, project expenditures are 18.4% of the current expenditure budget. The operating budget transactions total 85.2% of the current FY 2025 budget.

Sewer

The Sewer utility expenditures are up by 10.9%, or \$4.0 million, when compared to Quarter 4 of FY 2024. There are increases in categories: contractual, materials and supplies, and utilities. There are decreases in categories: depreciation and personnel services.

At the end of Quarter 4, project expenditures total 21.0% of the cumulative budget. The operating budget expenditures total 79.0% of the current FY 2025 budget.

Utilities Funds Outflows

Utilities Funds Outflows
Expenditures + Transfers Out
Quarter 4, FY 2024 to FY 2025

Enterprise Funds Expenditures By Category	Through Q4 FY 2024	Through Q4 FY 2025	% Change
Electric			
Contractual	\$ 469,071	\$ 1,262,176	169.1%
Depreciation	518,406	-	-100.0%
Materials and Supplies	1,738,871	2,020,762	16.2%
Personnel Services	846,458	558,919	-34.0%
Utilities	12,135,621	7,859,505	-35.2%
Electric Total	15,708,426	11,701,362	-25.5%
Water			
Contractual	\$ 14,174,321	\$ 11,633,542	-17.9%
Depreciation	10,391,714	-	-100.0%
Materials and Supplies	27,976,508	38,718,929	38.4%
Personnel Services	10,016,032	9,550,204	-4.7%
Utilities	5,967,962	6,595,053	10.5%
Water Total	68,526,537	66,497,727	-3.0%
Sewer			
Contractual	\$ 9,402,505	\$ 13,268,342	41.1%
Depreciation	5,078,031	-	-100.0%
Materials and Supplies	12,436,490	17,678,234	42.1%
Personnel Services	8,040,616	7,256,730	-9.7%
Utilities	1,434,469	2,172,813	51.5%
Sewer Total	36,392,110	40,376,118	10.9%
Transfers Out - Electric	-	-	N/A
Transfers Out - Water	-	-	N/A
Transfers Out - Sewer	-	-	N/A
Grand Total	\$ 120,627,074	\$ 118,575,208	-1.7%

Utilities Funds Outflows
Expenditures + Transfers Out
Budget to Actuals, Quarter 4, FY 2025

Enterprise Funds Expenditures By Department	Cumulative Budget FY 2025	Through Q4 FY 2025	% Spent
Electric			
CIP/ O&M Projects	\$ 2,267,695	\$ 586,913	25.9%
Debt Service	341,558	318,822	93.3%
Planning & Development	192	192	100.0%
Public Works	91,926	33,811	36.8%
Utilities Department	21,057,556	10,761,623	51.1%
Electric Total	23,758,927	11,701,362	49.3%
Water			
CIP/ O&M Projects	\$ 62,976,419	\$ 11,593,040	18.4%
Debt Service	1,842,999	1,781,548	96.7%
Planning & Development	54,307	50,913	93.8%
Public Works	470,861	448,844	95.3%
Utilities Department	62,073,066	52,623,382	84.8%
Water Total	127,417,652	66,497,727	52.2%
Sewer			
CIP/ O&M Projects	\$ 58,694,591	\$ 12,314,696	21.0%
City Manager's Office	-	(18)	N/A
Debt Service	1,033,264	998,767	96.7%
Planning & Development	38,834	37,896	97.6%
Public Works	351,333	325,337	92.6%
Utilities Department	34,075,143	26,699,440	78.4%
Sewer Total	94,193,165	40,376,118	42.9%
Transfers Out - Electric	-	-	N/A
Transfers Out - Water	-	-	N/A
Transfers Out - Sewer	-	-	N/A
Grand Total	\$ 245,369,744	\$ 118,575,208	48.3%

Live Work Corona

LiveWork.CoronaCA.gov

**What do you think?
We value your opinion.**

Is there anything additional you'd like to see in future reports? This will be an evolving process to capture the areas that are of most interest to the City Council and the community. Please let us know. We appreciate the feedback! Please share your ideas at BudgetPrep@CoronaCA.gov, or contact budget staff at (951) 279-3500.