

EXPENSES SUMMARY BY FUNCTION

This section analyzes the public sector expenses by jurisdiction.

NEVADA COUNTY Expenses By Category

Nevada County expenses have grown continuously over the five-year reporting period. Expenses in 2006-07 are anticipated to be 22.3% higher than they were in 2002-03 (Table 54).

Table 54
Nevada County Expenses Summary by Function
(In million \$)

	2002/03	2003/04	2004/05	2005/06	Adopted 2006/07	03-07 change
Summary by Function						
General	28.15	28.63	20.03	25.48	23.38	-16.9%
Public Protection	38.36	44.38	48.47	52.15	56.03	46.1%
Public Ways & Facilities	9.17	10.97	6.99	9.41	14.92	62.7%
Health & Sanitation	18.64	27.11	23.78	25.65	27.12	45.5%
Public Assistance	17.95	21.19	21.44	23.89	25.09	39.8%
Education	2.32	2.41	2.48	2.60	2.88	24.1%
Recreation & Cultural	1.07	0.36	11.13	0.76	0.19	-82.2%
Debt Service	2.13	2.12	2.10	2.54	1.97	-7.5%
Total Specific Financing Uses	117.84	137.16	125.31	141.80	151.57	28.6%
Provision for Contingency	0.00	0.00	0.00	0.00	0.03	-
TOTAL FINANCING REQUIREMENTS	117.84	137.16	125.31	141.80	151.60	28.6%

Source: Nevada County Administration Office, 2007

In a continuing trend, the largest percentage of the FY 06-07 Budget is allocated to *Public Protection* (37%), a greater share of the budget (by 7%) than it was in 2002-03. *Health & Sanitation* continues to be the next largest allocation at 17.9%, but this represents a decline of about 2.5% from 2002-03 levels. *Public Assistance*

expenses accounted for an increasing share of the total expenditures, rising from 15.2% in 2002-03 to 16.6% in 2006-07.

TOTAL APPROPRIATIONS FOR CONTINGENCIES

Nevada County did not budget for contingencies after the 2002-2003 Fiscal Year.

ROAD FUNDS

The road funds budgeted for road maintenance in Nevada County have fluctuated radically over the past five years, dependent to a degree on State and Federal Funds (**Table 55**). Funds for FY 03/04 were nearly 13.5% more than actual expenditures for FY 02/03, then there was a drop of 47.1%, followed by an increase of 39.6% and then a slight decline in the current year of 38.1%.

Table 55
Nevada County Department of Transportation
Road Fund Expenditures
(In Million \$)

	Actual 02/03	Actual 03/04	Actual 04/05	Actual 05/06	Budget 06/07
Expenditures	9.0	10.4	5.5	9.1	14.7
% of Prior Year		13.5	-47.1	39.6	38.1

Source: Nevada County Administration Office, 2006

CITY OF GRASS VALLEY Expenses by Category

The City of Grass Valley reports audited figures differently from Nevada County government, and data for Grass Valley are not as current as Nevada County. Grass Valley FY 03/04 Budget reflected a 4.1% increase of spending over that in 02/03, but 04/05 showed a large increase, 14.9%. Expenditures for *Community Development* showed the largest increase, a growth of 43.4% (**Table 56**).

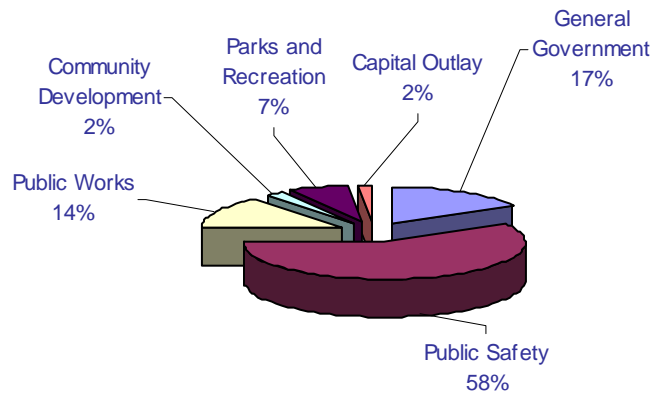
Table 56
Grass Valley Expenses Summary by Function

	FY 03/04 Audited	FY 04/05 Budgeted YTD as of 4/30/05
General Government	1,375,149	1,679,773
Public Safety	4,888,839	5,430,177
Public Works	1,177,121	1,302,394
Community Development	165,466	292,468
Parks and Recreation	579,598	669,005
Capital Outlay	138,535	408,380
TOTAL EXPENSES	8,324,708	9,782,198

Source: Grass Valley City Finance Office, 2006

Public Safety makes up 56% of the City of Grass Valley expenditures. General Government and Public Works make up another 31%.

Chart 16
Grass Valley Expense Comparison By Category



Source: Grass Valley City Finance Office, 2006

CITY OF NEVADA CITY Expenses by Category

Based on information available, Nevada City's expenses grew significantly from FY04 through FY05. General Government expenses grew by 12.3%, and total expenses grew by 6.8% (**Table 57**). The growth rate for the previous fiscal years was less than one per cent.

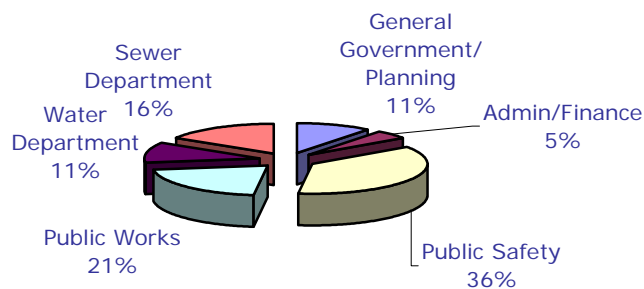
Table 57
Nevada City Expenses Summary by Function

EXPENSE	2004	2005
General Government/Planning	666,842	759,938
Admin/Finance	41,948	38,196
Public Safety	1,670,765	1,795,485
Public Works	740,809	691,136
Water Department	407,985	411,774
Sewer Department	1,075,832	1,242,519
TOTAL EXPENSES	4,604,181	4,939,048

Source: Nevada City Administration Office, 2006

As was the case for the County and Grass Valley, Nevada City's largest expense has been for *Public Safety* with 36% of the entire Budget allocated to this category. Enterprise Fund categories of *Water* and *Sewer* make up another 33.5% of the overall expenses, offsetting nearly all the revenues from those operations.

Chart 17
Nevada City Expense Comparison By Category



Source: Nevada City Administration Office, 2006

TOWN OF TRUCKEE

Expenses by Category

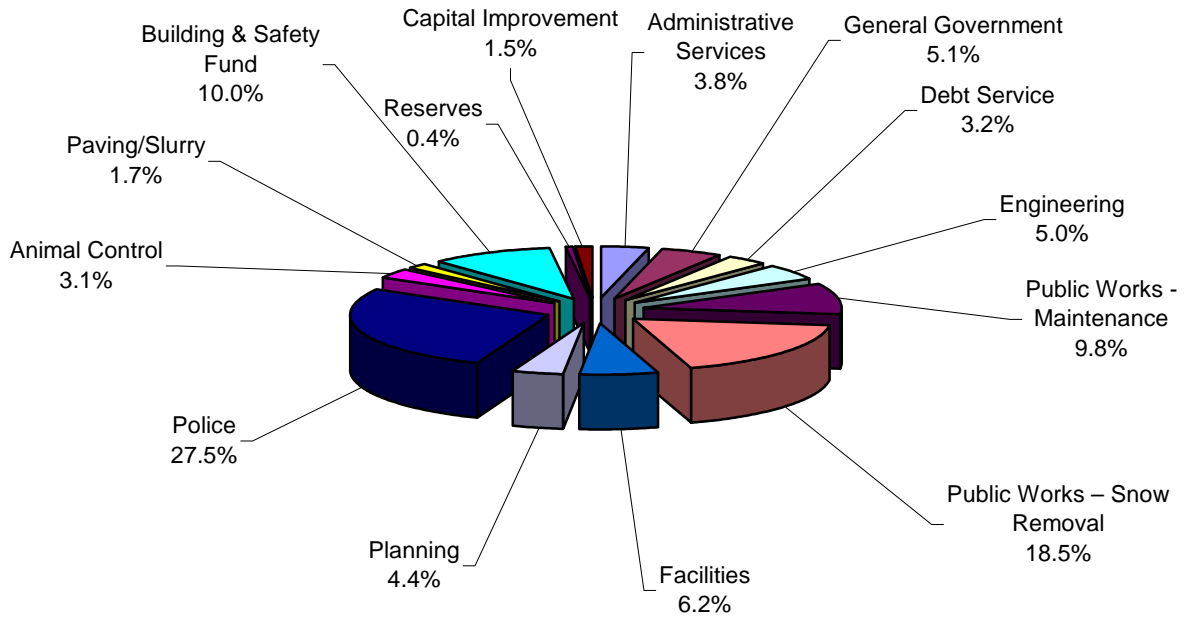
The Town of Truckee anticipates expenses to be 14.2% for FY07 compared to the previous year (**Table 58**). This is primarily due to substantial increases in *Capital Improvements* and *Reserves*. If *Capital Improvement* and *Reserves* are excluded from expenditures, *Police* (27%) and *Public Works – Snow Removal* (17%) make up the largest portion of the Town of Truckee’s Expenses by Category. *Police* expenditures grew from 22% of the budget in 2003 to 27% of the budget in 2006.

Table 58
Town of Truckee Expenses Summary by Function

	04/05 Actual	05/06 Estimated Actual	Proposed Budget 06/07
Town Council	131,447	89,825	102,125
Town Manager	270,345	248,975	270,999
Town Attorney	41,783	70,650	105,758
Town Clerk	174,965	257,139	296,933
Administrative Services	563,153	641,146	769,270
General Government	754,213	874,702	893,018
Debt Service	472,143	475,000	410,000
Engineering	734,910	884,588	992,599
Public Works - Maintenance	1,442,640	1,168,932	1,608,173
Public Works – Snow Removal	2,720,535	2,521,847	3,037,308
Facilities	909,650	987,319	1,142,643
Planning	641,697	810,013	942,561
Police	4,050,923	4,341,068	4,941,277
Animal Control	456,728	497,016	603,399
Paving/Slurry	244,475	793,313	663,962
Solid Waste	0	0	0
Building & Safety Fund	1,470,670	1,426,285	1,670,039
Redevelopment	N/A	N/A	N/A
Reserves	59,998	2,343,000	1,345,000
Capital Improvement	217,427	458,013	2,416,880
TOTAL EXPENSES	13,669,604	18,888,831	22,011,944

Source: Town of Truckee Administration Office, 2006

Chart 18
Town of Truckee Expense Comparison By Category



Sources and Uses of Data

Data for this review were collected from a wide variety of public and private sources. Every effort was applied to collecting the most current data available. However, the publication cycles for some sources are such that the most current data for some subject may be as much as eighteen months old, as of the date of this review. Each data source is listed, and readers interested in more recent data or greater detail are encouraged to contact the sources directly. In analyzing the data, the authors of this review have diligently pursued accuracy in every calculation. Notification of any error will be deeply appreciated.