

CITY OF MORGAN HILL
Monthly Financial and Investment Reports
September 30, 2025 - 25% of Year Complete



CITY OF MORGAN HILL

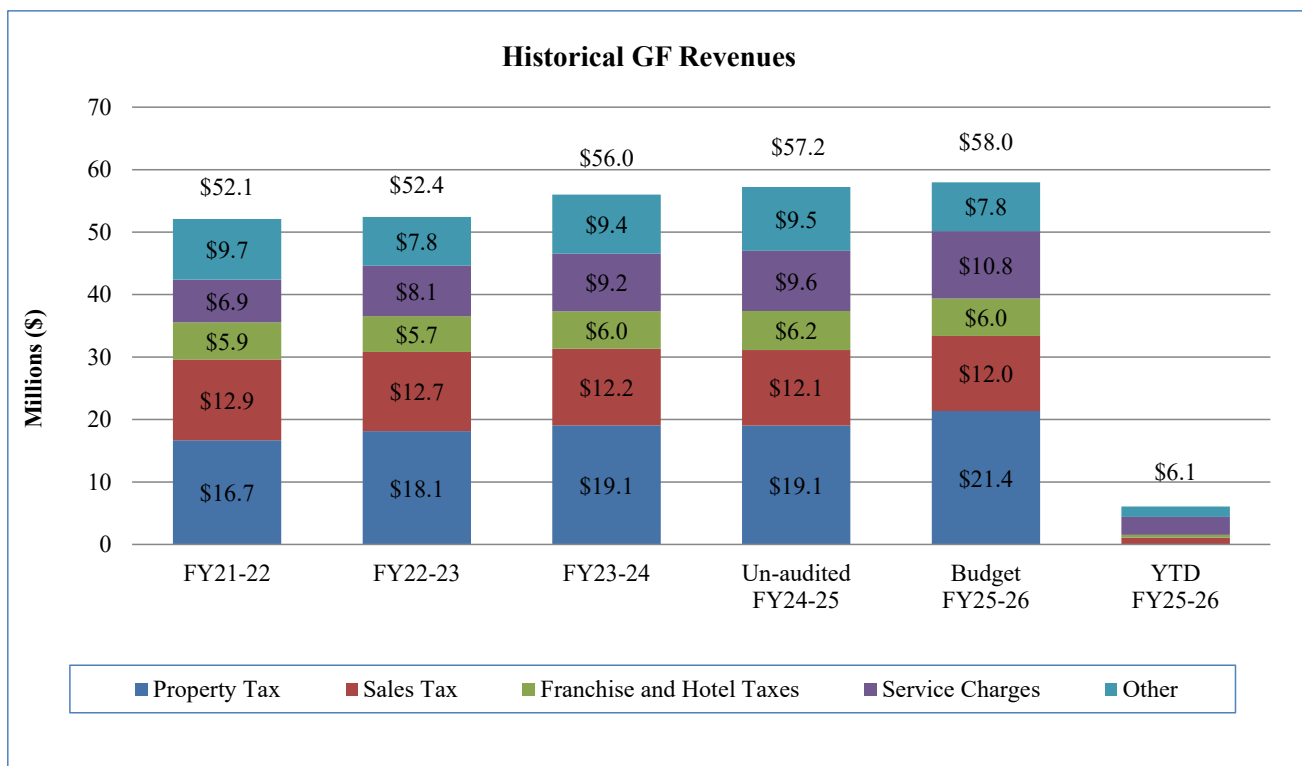
Prepared by:
FINANCE DEPARTMENT



CITY OF MORGAN HILL, CALIFORNIA
FINANCIAL STATEMENT ANALYSIS - FISCAL YEAR 2025-26
FOR THE MONTH ENDED SEPTEMBER 2025 – 25% OF YEAR COMPLETE

- **General Fund** – Revenues through September totaled \$6.1 million, or about 11% of the budgeted as some of the major revenue categories such as property tax are received later in the fiscal year. Regarding the property tax revenue forecast, the County estimates the City will receive approximately \$21.7 million in property tax revenue for the current fiscal year, slightly exceeding the budget of \$21.4 million. However, after adjusting for the excess ERAF set-aside of 20%, or \$0.6 million, the property tax revenue shows a slight decrease over the budget. As for sales tax, there's been no changes to prior forecast. The City's current fiscal year sales tax revenue estimate, before tax rebates, is \$12.1 million.

The chart below shows historical General Fund revenues by major revenue category from FY21-22 through FY23-24 Actual, Un-audited FY24-25, FY25-26 Budget, and YTD as of September 30, 2025.



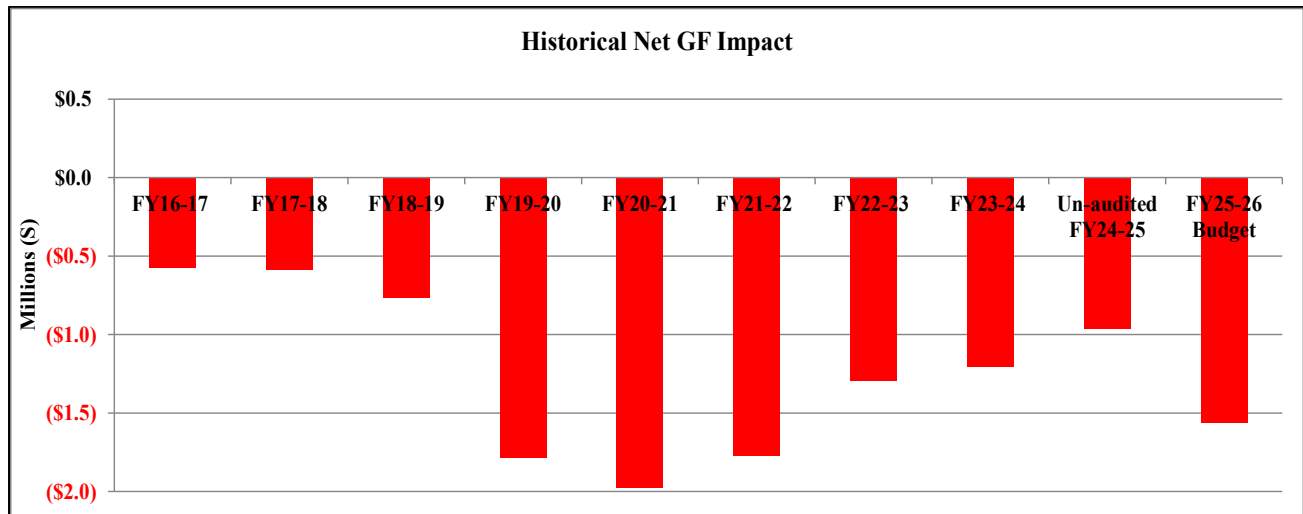
General Fund expenditures and encumbrances through September totaled \$16.4 million, of which approximately \$2.3 million is attributable to outstanding encumbrances, compared to prior year expenditures, including encumbrances, of \$15.6 million. This represents an increase of \$0.8 million, including encumbrances, compared to the prior year. Excluding the encumbrances, expenditures increased by about \$0.8 million, primarily due to negotiated salary adjustments, and overall cost increases.

- **Community Services** – The Community Services Department's recreation operations, as reflected in the schedule presented on page 7 of the Monthly Financial and Investments Reports, shows a negative impact to the General Fund of approximately \$1.7 million as of September 30, 2025. Recreation operations are expected to be on target with budget.



CITY OF MORGAN HILL, CALIFORNIA
FINANCIAL STATEMENT ANALYSIS - FISCAL YEAR 2025-26
FOR THE MONTH ENDED SEPTEMBER 2025 – 25% OF YEAR COMPLETE

The chart below shows the historical net impact of Recreation Operations to the general fund.



Due to longstanding governmental accounting and budgeting convention, the City’s recreation operations are not charged for indirect costs (known in Morgan Hill as “General Fund Administration”) from the central services departments of City Attorney, City Manager, and Administrative Services. The City’s other governmental funds, such as Development Services, and the proprietary funds, such as Water and Wastewater, and the Information Services Fund, are assessed such charges through the City’s indirect cost allocation plan, prepared in compliance with the guidelines set forth in the Code of Federal Regulations Title 2, Chapter II, Part 200 (formerly OMB Circular No. A-87), which mandates certain calculation and cost allocation practices that must be followed in order to qualify for Federal grant funding, but which also represents best practice for non-grant funded City operations like utilities and information services.

- **Development Services Fund** – Revenues through September totaled \$1.6 million compared to the prior year to date amount of approximately \$1.3 million. Expenditures, including encumbrances, totaled \$1.8 million.
- **Debt Service Funds** – Expenditures through September totaled \$2,018. The debt service for the first half of the year includes both interest and principal, while the second half will include interest only. Debt service payments were scheduled when the bonds were issued and are budgeted for the months specified in the underlying bond documents. The General Fund’s portion of the annual debt service payments is approximately \$200,000, less than one percent of the General Fund’s budgeted revenues.



CITY OF MORGAN HILL, CALIFORNIA
FINANCIAL STATEMENT ANALYSIS - FISCAL YEAR 2025-26
FOR THE MONTH ENDED SEPTEMBER 2025 – 25% OF YEAR COMPLETE

- **Wastewater Operations** – Revenues through September 30, 2025 totaled \$3.6 million. Expenditures and outstanding encumbrances totaled \$4.3 million or 23% of the budget. The table below shows historical Wastewater Operations revenues and expenditures from FY21-22 through FY23-24 Actual, Un-audited FY24-25, FY25-26 Budget, and YTD as of September 30, 2025.

(amount in millions)	FY21-22	FY22-23	FY23-24	Un-audited FY23-24	Budget FY25-26	YTD FY25-26
Revenues	14.9	15.3	15.2	18.2	18.4	3.6
Expenditures	14.8	16.0	14.9	18.1	18.5	4.3
Operating Margin	0.1	(0.7)	0.3	0.1	(0.1)	(0.7)
Operating Margin without Encumbrances	0.1	(0.7)	0.3	0.1	(0.1)	(0.6)

- **Water Operations** – Water Operations includes Utility Billing, Water Conservation, and Water Operations. Revenues through September 30, 2025 totaled \$4.7 million. Water Operations expenditures, including outstanding encumbrances, totaled \$5.1 million. Morgan Hill residents consumed about 6% more water through September compared to the prior three-year average. As such, no revenue stabilization water rate was implemented. The table below shows Water Operations revenues and expenditures from FY21-22 through FY23-24 Actual, Un-audited FY24-25, FY25-26 Budget, and YTD as of September 30, 2025.

(amount in millions)	FY21-22	FY22-23	FY23-24	Un-audited FY24-25	Budget FY25-26	YTD FY25-26
Revenues	16.0	18.1	18.7	21.5	23.5	4.7
Expenditures	15.2	18.0	19.1	21.5	23.8	5.1
Operating Margin	0.8	0.1	(0.4)	-	(0.3)	(0.4)
Operating Margin without Encumbrances	0.8	0.1	(0.4)	-	(0.3)	0.1

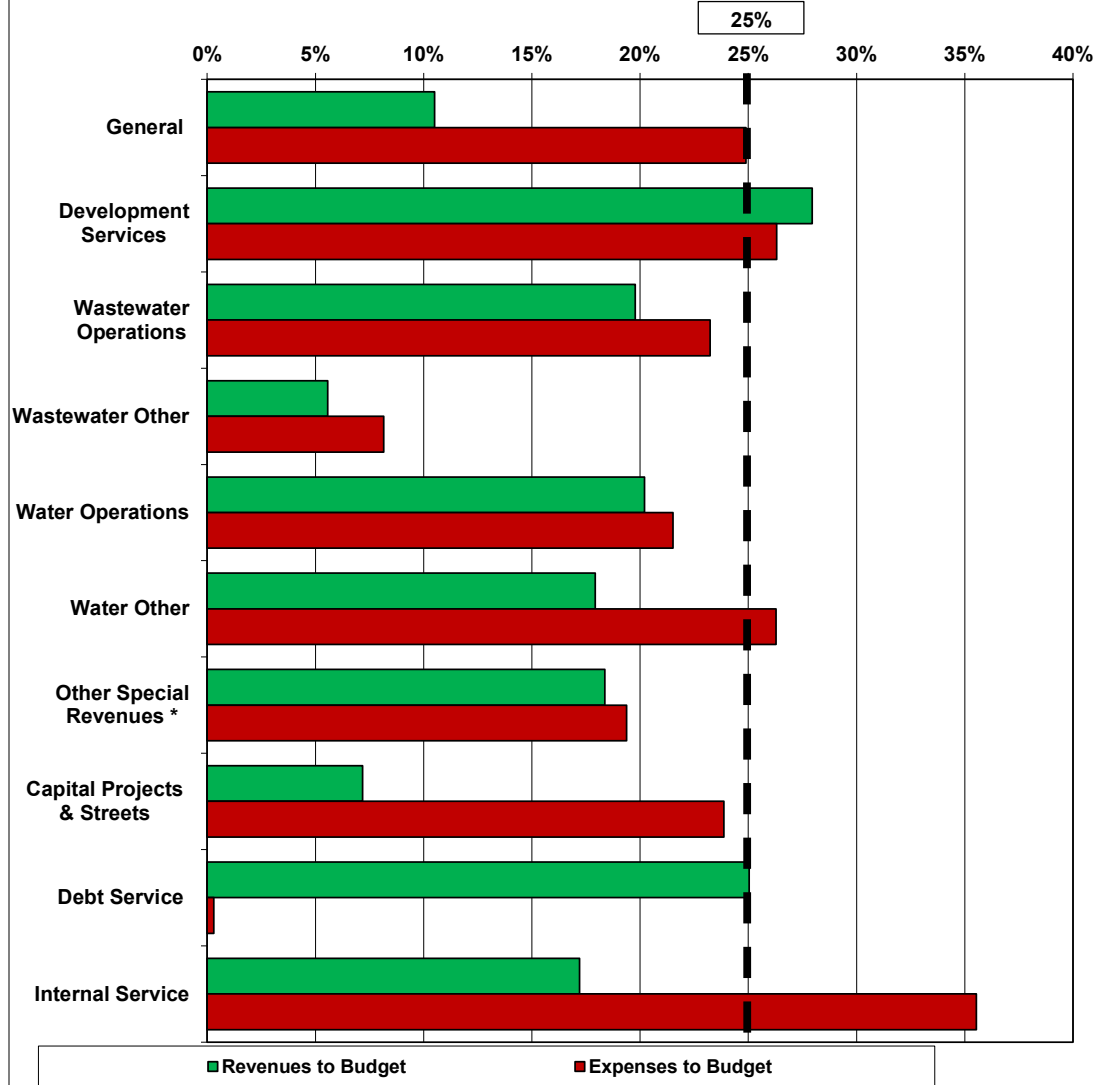
- **Investments** – Eight securities were called, and nine new securities were purchased. Total interest earnings received on investments were \$813,000 during the month.



Morgan Hill YTD Revenue & Expense Summary

September 30, 2025 - 25% of Year Complete

Percentage of Actual to Budget



FUND NAME	REVENUES		EXPENSES	
	ACTUAL	% OF BUDGET	ACTUAL PLUS ENCUMBRANCES	% OF BUDGET
General	\$ 6,092,592	11%	\$ 16,427,355	25%
Development Services	1,643,080	28%	1,816,385	26%
Wastewater Operations	3,643,027	20%	4,288,931	23%
Wastewater Other	2,547,312	6%	6,705,490	8%
Water Operations	4,737,452	20%	5,114,132	22%
Water Other	2,292,392	18%	10,388,383	26%
Other Special Revenues *	1,305,083	18%	2,733,462	19%
Capital Projects & Streets	2,363,389	7%	10,800,616	24%
Debt Service	174,458	25%	2,018	0%
Internal Service	2,811,006	17%	5,719,258	36%
TOTAL FOR ALL FUNDS	\$ 27,609,791	12%	\$ 63,996,029	21%

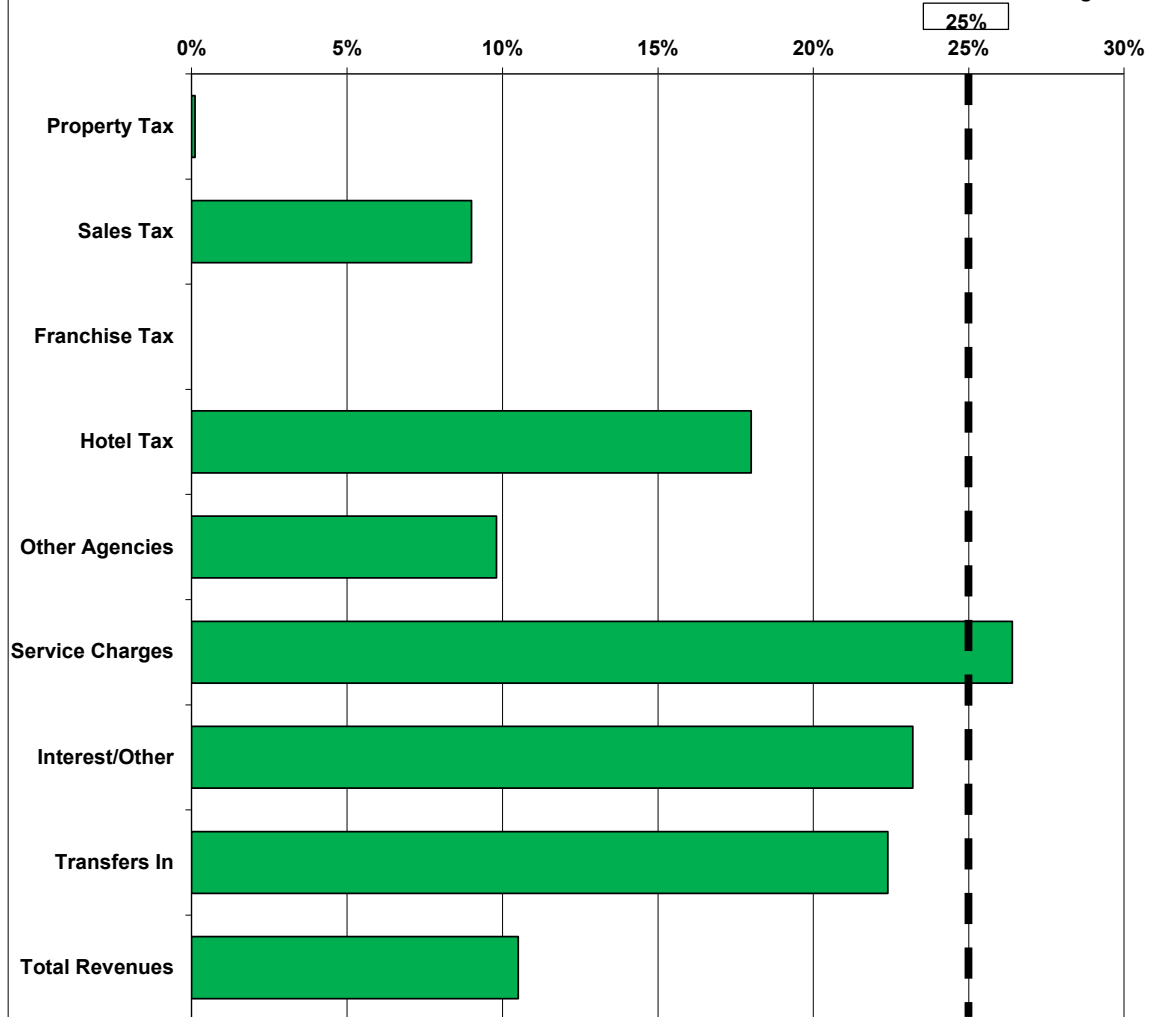
* Includes all Special Revenue Funds except Development Services Fund and Street Funds.



Morgan Hill YTD General Fund Revenues

September 30, 2025 - 25% of Year Complete

Percent of Actual to Budget

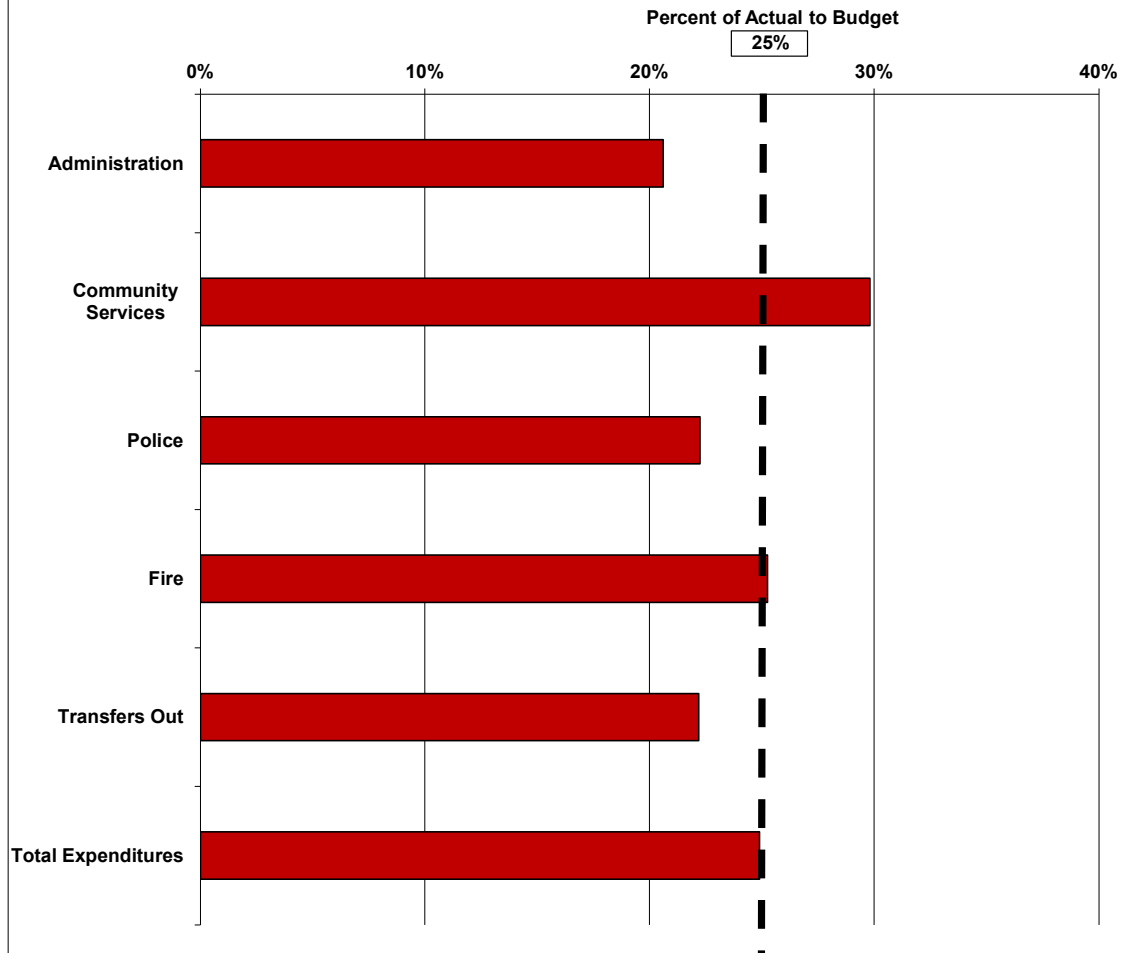


REVENUE CATEGORY	BUDGET	ACTUAL	% OF BUDGET	PRIOR YEAR TO DATE	% CHANGE FROM PRIOR YEAR
Property Tax	\$ 21,369,792	\$ 25,230	0%	\$ 25,899	-3%
Sales Tax	11,989,269	1,082,920	9%	1,025,941	6%
Franchise Tax	3,354,166	-		-	N/A
Hotel Tax	2,658,340	477,305	18%	502,529	-5%
Other Agencies	940,183	92,326	10%	210,641	-56%
Service Charges	10,794,856	2,846,867	26%	2,926,782	-3%
Interest/Other	3,468,411	804,056	23%	860,115	-7%
Transfers In	3,411,140	763,889	22%	751,546	2%
TOTAL REVENUES	\$ 57,986,156	\$ 6,092,592	11%	\$ 6,303,453	-3%



Morgan Hill YTD General Fund Expenditures

September 30, 2025 - 25% of Year Complete



EXPENDITURE CATEGORY	BUDGET	ACTUAL PLUS ENCUMBRANCES	% OF BUDGET	PRIOR YTD PLUS ENCUMBRANCES	% CHANGE FROM PRIOR YEAR
Administration	\$ 7,097,361	\$ 1,462,785	21%	\$ 1,272,196	15%
Community Services	20,176,055	6,015,000	30%	5,759,120	4%
Police	26,079,133	5,803,081	22%	5,419,265	7%
Fire	11,212,073	2,831,719	25%	2,772,404	2%
Transfers Out	1,418,558	314,769	22%	364,558	-14%
TOTAL EXPENDITURES	\$ 65,983,180	\$ 16,427,355	25%	\$ 15,587,542	5%



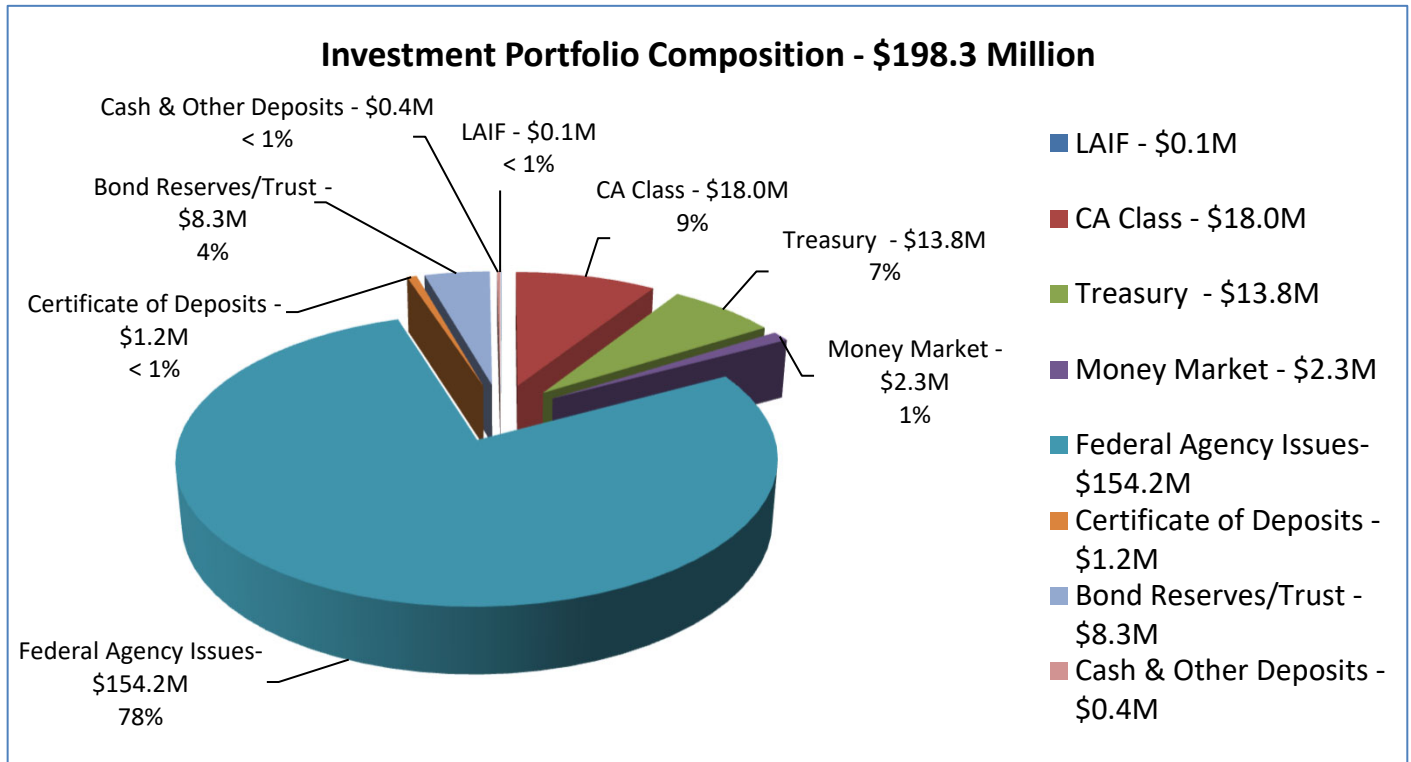
City of Morgan Hill
Recreation Report - Fiscal Year 2025-26
For the Month Ended September 30, 2025
25% of Year Complete

	<u>Budget</u>	<u>September 2025</u>	<u>YTD</u>	<u>% of Budget</u>
Revenues				
Membership Services & Rec Programs	\$ 6,830,960	\$ 453,398	\$ 1,836,975	
Facility Rentals	1,245,612	131,119	424,759	
Community Services	138,498	4,009	13,797	
Transfers in	100,000	6,250	25,000	
Total Revenues	<u>\$ 8,315,070</u>	<u>\$ 594,775</u>	<u>\$ 2,300,530</u>	28%
Less: Expenditures				
Membership & Program Services	\$ 7,541,945	\$ 347,258	\$ 1,810,931	
Facility Rentals	1,451,514	65,236	282,131	
Community Services	883,254	16,815	192,829	
Total Expenditures	<u>\$ 9,876,714</u>	<u>\$ 429,308</u>	<u>\$ 2,285,891</u>	23%
Net Impact without encumbrances	<u>\$ (1,561,644)</u>	<u>\$ 165,467</u>	<u>\$ 14,639</u>	
Encumbrances	-	-	1,739,956	
Net Impact with encumbrances	<u>\$ (1,561,644)</u>	<u>\$ 165,467</u>	<u>\$(1,725,316)</u>	

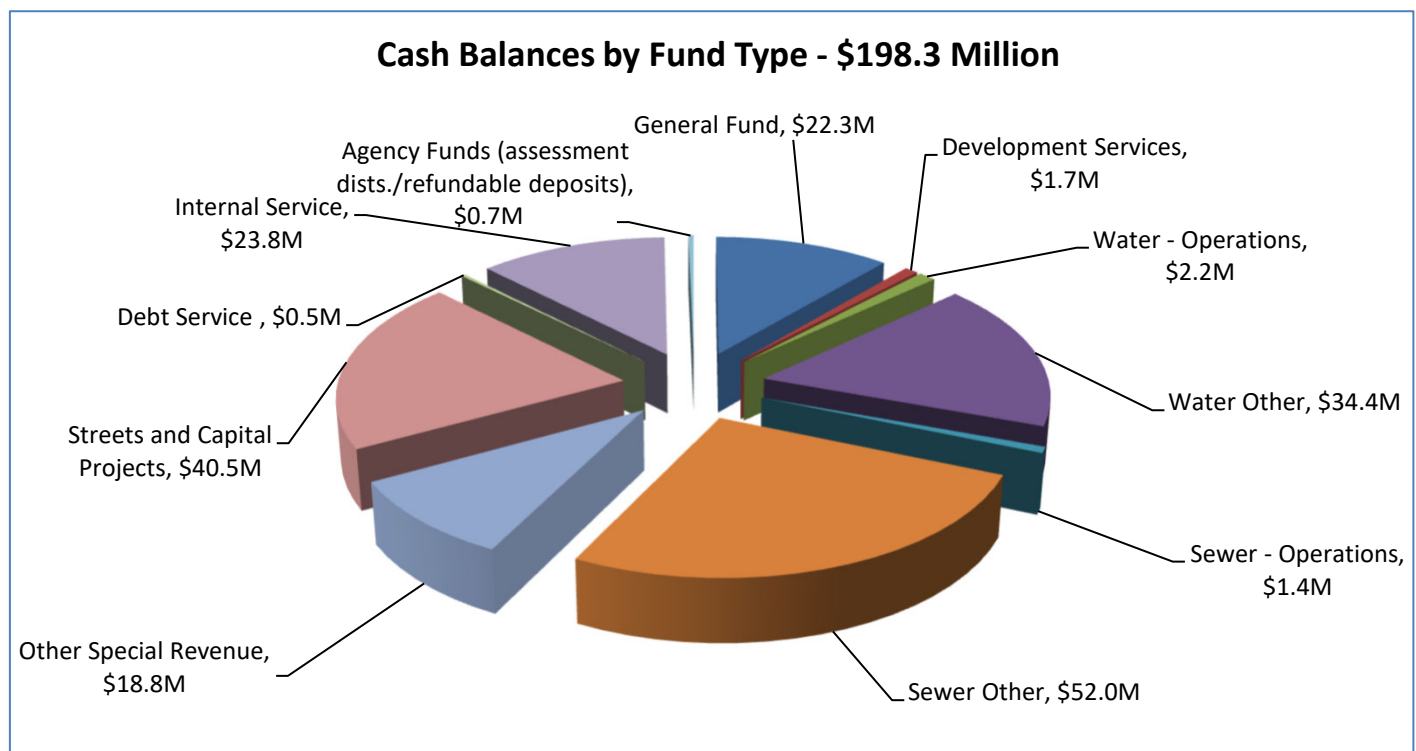
City of Morgan Hill

Monthly Investment Report - September 30, 2025

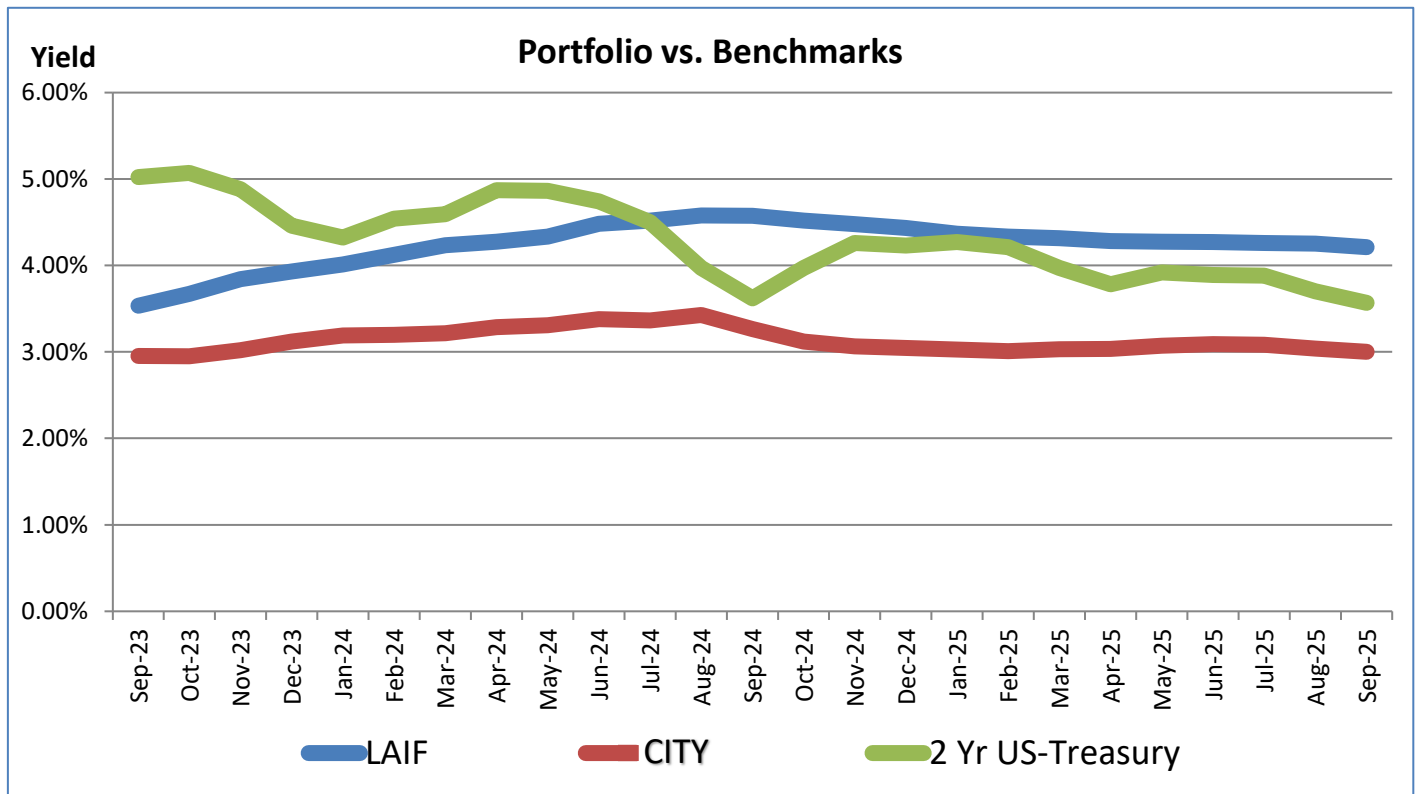
The following are the snapshots of City's investment portfolio as of September 30, 2025. The first chart shows the portfolio composition by investment type:



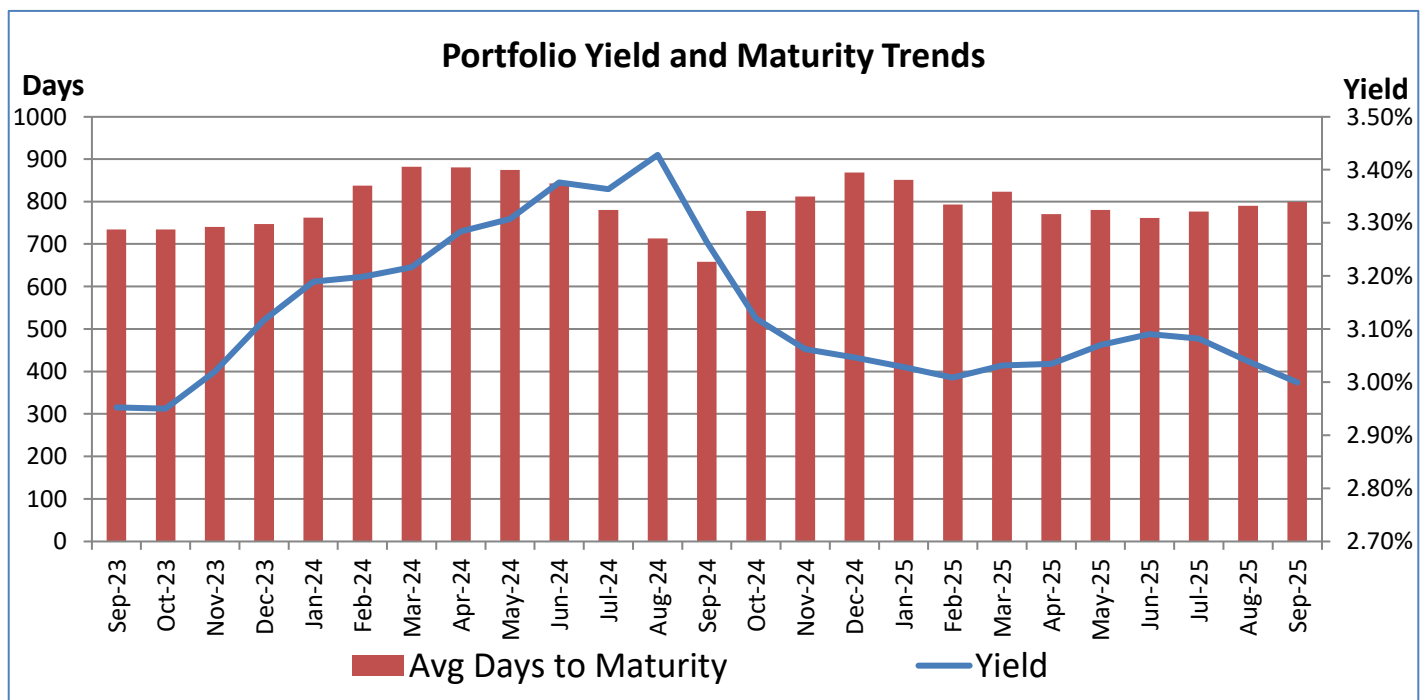
The chart below shows cash balances by fund type reconciled to the City's financial system:



The following chart illustrates a yield comparison by month among the City's portfolio, LAIF and 2-Year US Treasury:



The chart below illustrates monthly average days to maturity of the City's portfolio along with the weighted average yield for the past two years:





City of Morgan Hill
Investment Portfolio Detail
As of September 30, 2025

Investment Type	CUSIP	Settlement Date	Cost Value	Book Value	% of Portfolio	Market Value	YTM at Cost	Next Call Date	Date of Maturity
L A I F			\$ 63,918	\$ 63,918	0.0%	\$ 63,994	4.21%		
California C L A S S			17,992,961	17,992,961	9.1%	17,992,961	4.27%		
WFB Money Market			2,114,831	2,114,831	1.1%	2,114,831	4.10%		
US Bank - Portfolio of Securities									
Dreyfus Treasury Agency MM	261908107		182,626	182,626	0.1%	182,626	4.14%		
Treasury Note	91282CCZ2	10/8/2021	1,987,656	1,997,522	1.0%	1,944,740	1.00%	9/30/2026	9/30/2026
Treasury Note	912828U24	6/13/2022	1,904,688	1,975,759	1.0%	1,962,340	3.16%	11/15/2026	11/15/2026
Treasury Note	91282CFL0	9/30/2024	2,031,719	2,025,378	1.0%	2,013,680	3.53%	9/30/2029	9/30/2029
Treasury Note	91282CLL3	10/1/2024	1,994,323	1,994,261	1.0%	1,990,780	3.53%	9/15/2027	9/15/2027
Treasury Note	91282CCV1	10/4/2024	1,822,536	1,865,852	0.9%	1,862,420	3.61%	8/31/2028	8/31/2028
Treasury Note	31282CFJ5	10/7/2024	1,949,794	1,954,731	1.0%	1,959,060	3.76%	8/31/2029	8/31/2029
Treasury Note	91282CFY2	12/19/2024	1,959,077	1,962,124	1.0%	2,012,900	4.39%	11/30/2029	11/30/2029
FHLMC Bond	3134GWZG4	10/20/2020	2,000,000	2,000,000	1.0%	1,996,200	0.60%	10/20/2025	10/20/2025
FHLMC Bond	3134GW3X2	10/27/2020	2,000,000	2,000,000	1.0%	1,994,860	0.63%	10/27/2025	10/27/2025
FFCB Bond	3133EMFR8	11/3/2020	2,000,000	2,000,000	1.0%	1,993,280	0.54%	10/5/2025	11/3/2025
FNMA Bond	3135GA4P3	11/18/2020	2,000,000	2,000,000	1.0%	1,990,680	0.65%	11/18/2025	11/18/2025
FHLMC Bond	3134GXEJ9	11/24/2020	2,000,000	2,000,000	1.0%	1,989,800	0.64%	11/24/2025	11/24/2025
FFCB Bond	3133EMHF2	11/24/2020	1,000,000	1,000,000	0.5%	994,810	0.60%	10/5/2025	11/24/2025
FHLMC Bond	3134GXCS1	11/25/2020	3,000,000	3,000,000	1.5%	2,984,040	0.63%	11/25/2025	11/25/2025
FHLMC Bond	3134GXFA7	11/30/2020	2,000,000	2,000,000	1.0%	1,989,400	0.65%	11/26/2025	11/26/2025
FFCB Bond	3133EMLC4	12/22/2020	2,000,000	2,000,000	1.0%	1,983,900	0.47%	10/5/2025	12/22/2025
FHLB Bond	3130AKQ74	1/22/2021	2,000,000	2,000,000	1.0%	1,979,260	0.63%	11/22/2025	1/22/2026
FNMA Bond	3135G06R9	1/28/2021	2,000,000	2,000,000	1.0%	1,978,160	0.55%	11/28/2025	1/28/2026
FHLB Bond	3130AKRN8	1/28/2021	2,000,000	2,000,000	1.0%	1,978,280	0.65%	11/28/2025	1/28/2026
FHLB Bond	3130ALCV4	2/24/2021	2,000,000	2,000,000	1.0%	1,974,660	0.75%	11/24/2025	2/24/2026
FHLB Bond	3130ALDB7	2/25/2021	2,000,000	2,000,000	1.0%	1,974,280	0.66%	11/25/2025	2/25/2026
FHLB Bond	3130AKZ25	2/26/2021	2,000,000	2,000,000	1.0%	1,973,300	0.65%	11/26/2025	2/26/2026
FHLB Bond	3130ALGS7	3/10/2021	2,000,000	2,000,000	1.0%	1,973,180	0.85%	12/10/2025	3/10/2026
FHLB Bond	3130ALEP5	3/16/2021	2,000,000	2,000,000	1.0%	1,970,880	0.70%	12/16/2025	3/16/2026
FHLB Bond	3130ALDN1	3/16/2021	2,000,000	2,000,000	1.0%	1,971,780	0.80%	12/16/2025	3/16/2026
FHLB Bond	3130AMNH1	6/9/2021	2,000,000	2,000,000	1.0%	1,964,280	1.08%	10/5/2025	6/9/2026
FHLB Bond	3130AMYJ5	6/30/2021	2,000,000	2,000,000	1.0%	1,958,980	1.00%	12/30/2025	6/30/2026
FHLB Bond	3130AMYP1	7/15/2021	3,000,000	3,000,000	1.5%	2,939,430	1.13%	10/15/2025	7/15/2026
FHLB Bond	3130ANJC5	8/26/2021	2,000,000	2,000,000	1.0%	1,948,900	0.80%	8/26/2026	8/26/2026
FHLB Bond	3130ANLW8	8/26/2021	3,000,000	3,000,000	1.5%	2,928,750	1.00%	11/26/2025	8/26/2026
FHLB Bond	3130ANLZ1	8/26/2021	2,000,000	2,000,000	1.0%	1,949,440	0.90%	8/26/2026	8/26/2026
FHLB Bond	3130A8XY4	9/13/2021	2,103,340	2,019,599	1.0%	1,965,880	0.82%	9/11/2026	9/11/2026
FFCB Bond	3133EM4X7	9/28/2021	1,982,960	1,996,749	1.0%	1,946,760	0.98%	9/10/2026	9/10/2026
FHLB Bond	3130APCH6	9/29/2021	3,000,000	3,000,000	1.5%	2,924,310	1.13%	10/5/2025	9/29/2026
FHLB Bond	3130ANZE3	9/30/2021	2,000,000	2,000,000	1.0%	1,945,200	0.88%	9/30/2026	9/30/2026
FHLB Bond	3130AP6N0	9/30/2021	3,000,000	3,000,000	1.5%	2,923,800	1.05%	12/30/2025	9/30/2026
FHLB Bond	3130AP6M2	9/30/2021	3,000,000	3,000,000	1.5%	2,922,240	1.02%	12/30/2025	9/30/2026
FHLB Bond	3130APCG8	10/19/2021	2,000,000	2,000,000	1.0%	1,944,520	1.00%	10/19/2025	10/19/2026
FHLB Bond	3130APNX9	11/18/2021	2,000,000	2,000,000	1.0%	1,946,860	1.30%	11/18/2025	11/18/2026
FHLB Bond	3130AQHU0	1/19/2022	2,000,000	2,000,000	1.0%	1,962,960	1.74%	1/19/2027	1/19/2027
FHLMC Bond	3134GXUZ5	6/15/2022	2,000,000	2,000,000	1.0%	1,997,600	3.28%	12/15/2025	12/15/2025
FHLB Bond	3130ASPE3	7/28/2022	2,000,000	2,000,000	1.0%	1,998,260	4.30%	10/28/2025	7/28/2027
FHLMCMTN Bond	3134HAKY8	9/13/2024	2,985,210	2,988,308	1.5%	2,994,030	4.11%	12/13/2025	9/13/2029
FHLB Bond	3130B2P58	9/26/2024	2,003,014	2,000,000	1.0%	1,996,120	3.87%	9/10/2026	9/10/2029
FHLB Bond	3130B35N9	10/8/2024	2,000,000	2,000,000	1.0%	2,000,000	4.50%	10/1/2025	10/1/2029
FHLMCMTN Bond	3134HARE5	10/11/2024	2,000,000	2,000,000	1.0%	1,995,020	4.75%	10/11/2025	10/11/2029
FHLB Bond	3130B36N8	10/15/2024	1,944,000	1,995,150	1.0%	1,992,100	4.32%	4/15/2026	10/15/2029
FHLMCMTN Bond	3134HAC92	11/19/2024	3,000,000	3,000,000	1.5%	3,003,990	5.00%	11/19/2025	11/19/2029
FFCB Bond	3133ERF48	12/4/2024	2,000,000	2,000,000	1.0%	2,002,720	4.77%	12/4/2025	12/4/2028
FHLB Bond	3130B5A73	2/26/2025	2,000,000	2,000,000	1.0%	2,011,320	4.75%	8/26/2026	2/26/2030
FHLMCMTN Bond	3134HBBE0	3/11/2025	2,000,000	2,000,000	1.0%	1,995,120	4.88%	12/11/2025	3/11/2030
FNMA Bond	3136GABW8	3/12/2025	2,000,000	2,000,000	1.0%	1,999,080	5.00%	12/12/2025	3/12/2030

Investment Type	CUSIP	Settlement Date	Cost Value	Book Value	% of Portfolio	Market Value	YTM at Cost	Next Call Date	Date of Maturity
FFCB Bond	3133ETDL8	4/17/2025	2,000,000	2,000,000	1.0%	1,999,680	4.87%	10/17/2025	10/17/2029
FHLB Bond	3130B64X1	4/30/2025	2,000,000	2,000,000	1.0%	1,998,320	4.50%	10/17/2025	4/17/2028
FAMCMTN Bond	31424WZC9	5/7/2025	3,000,000	3,000,000	1.5%	2,988,360	4.55%	5/7/2026	5/7/2030
FHLMCMTN Bond	3134HBQZ7	5/19/2025	2,000,000	2,000,000	1.0%	2,001,000	4.50%	11/19/2025	5/19/2027
FHLB Bond	3130B6FS0	5/28/2025	2,000,000	2,000,000	1.0%	2,005,540	4.75%	5/14/2026	5/14/2030
FAMCMTN Bond	31424WB50	5/28/2025	2,000,000	2,000,000	1.0%	1,998,200	4.74%	5/28/2026	5/28/2030
FFCB Bond	3133ER3L3	6/6/2025	2,029,443	2,000,000	1.0%	2,002,700	4.69%	2/13/2026	2/13/2029
FAMCMTN Bond	31424WG30	6/26/2025	1,200,000	1,200,000	0.6%	1,207,200	4.33%	6/26/2026	6/26/2028
FFCB Bond	3133ETMB0	6/27/2025	2,000,775	2,000,000	1.0%	2,004,800	4.65%	6/24/2026	6/24/2030
FAMCMTN Bond	31424WG55	7/1/2025	2,000,000	2,000,000	1.0%	2,006,860	4.60%	7/1/2026	7/1/2030
FFCB Bond	3133ETNA1	7/2/2025	2,000,000	2,000,000	1.0%	2,004,280	4.50%	7/2/2026	1/2/2030
FHLMCMTN Bond	3134HBYC9	7/15/2025	2,000,000	2,000,000	1.0%	2,002,760	4.75%	1/15/2026	7/15/2030
FHLMCMTN Bond	3134HBZA2	7/15/2025	2,000,000	2,000,000	1.0%	2,000,820	4.50%	1/15/2026	7/14/2028
FHLMCMTN Bond	3134HBA35	7/22/2025	2,000,000	2,000,000	1.0%	1,999,460	4.60%	10/21/2025	7/21/2028
FHLMCMTN Bond	3134HBB59	7/30/2025	2,000,000	2,000,000	1.0%	2,004,700	4.64%	4/30/2026	7/30/2030
FNMA Bond	3136GAM22	8/12/2025	2,988,270	2,998,316	1.5%	2,992,470	4.14%	2/12/2026	8/12/2030
FAMCMTN Bond	31424WN81	8/12/2025	2,000,000	2,000,000	1.0%	2,000,180	4.39%	8/12/2026	8/12/2030
FFCB Bond	3133ETUP0	8/20/2025	2,000,000	2,000,000	1.0%	1,996,720	4.49%	2/20/2026	5/20/2030
FFCB Bond	3133ETUN5	8/25/2025	2,000,000	2,000,000	1.0%	1,998,340	4.45%	2/25/2026	2/25/2030
FHLB Bond	3130B7KG8	8/25/2025	2,000,000	2,000,000	1.0%	1,995,420	4.38%	11/25/2025	8/25/2028
FFCB Bond	3133ETWC7	9/2/2025	2,000,000	2,000,000	1.0%	2,000,300	4.35%	12/2/2025	3/2/2029
FNMA Bond	3136GAQF9	9/3/2025	2,000,000	2,000,000	1.0%	1,991,220	4.25%	6/3/2026	6/3/2030
FFCB Bond	3133ETWB9	9/5/2025	2,000,000	2,000,000	1.0%	1,998,920	4.31%	12/5/2025	9/5/2028
FFCB Bond	3133ETXY8	9/16/2025	2,000,000	2,000,000	1.0%	1,997,480	4.00%	9/16/2026	9/16/2030
FHLB Bond	3130B7SF2	9/18/2025	2,000,222	2,000,000	1.0%	1,997,460	4.00%	9/17/2026	9/17/2030
FNMA Bond	3136GAUR8	9/25/2025	2,000,000	2,000,000	1.0%	1,999,540	4.20%	3/18/2026	9/18/2030
FNMA Bond	3136GAVD8	9/26/2025	2,000,000	2,000,000	1.0%	1,996,200	4.13%	6/26/2026	9/26/2030
FNMA Bond	3136GAVW6	9/30/2025	2,000,000	2,000,000	1.0%	1,997,140	4.45%	12/30/2025	9/30/2030
CD - Morgan Stanley Bank	61690DGT9	11/8/2023	250,000	250,000	0.1%	259,965	5.05%	11/8/2028	11/8/2028
CD - Morgan Stanley Private Bank	61768EE82	11/8/2023	250,000	250,000	0.1%	259,965	5.05%	11/8/2028	11/8/2028
CD - American Express	02589AF98	11/8/2023	250,000	250,000	0.1%	259,603	5.00%	11/8/2028	11/8/2028
CD - State Bank India	8562834U7	11/24/2023	250,000	250,000	0.1%	262,000	5.00%	11/24/2028	11/24/2028
CK - JPMorgan Chase	46659CLN8	9/30/2025	250,000	250,000	0.1%	250,448	4.13%	9/30/2030	9/30/2030
Sub Total/Average			\$ 169,319,654	\$ 169,406,376	85.4%	\$ 168,255,016	2.85%		
Total City Managed/Average			\$ 189,491,364	\$ 189,578,086	95.6%	\$ 188,426,803	3.00%		
Bond Reserve Accounts - Held By Trustees			\$ 460,619	\$ 460,619	0.2%	\$ 460,619			
Cash/Deposits			\$ 403,811	\$ 403,811	0.2%	\$ 403,811			
PARS and CALPERS CERBT Trust			\$ 7,887,404	\$ 7,887,404	4.0%	\$ 10,694,389			
GRAND TOTAL/AVERAGE			\$ 198,243,198	\$ 198,329,920	100.0%	\$ 199,985,622			



CITY OF MORGAN HILL CASH AND INVESTMENT REPORT
FOR THE MONTH OF SEPTEMBER 30, 2025
FOR THE FISCAL YEAR OF 2025-26

	Invested in Fund	Yield	Book Value End of Month	% of Total	Market Value
Investments					
State Treasurer LAIF - City	All Funds Pooled	4.21%	\$ 63,918	0.0%	\$ 63,994
California CLASS	All Funds Pooled	4.27%	17,992,961	9.1%	17,992,961
US Bank - Portfolio of Securities	All Funds Pooled	2.85%	169,406,376	85.4%	168,255,016
WFB MMA	All Funds Pooled	4.10%	2,114,831	1.1%	2,114,831
	SUBTOTAL		\$ 189,578,086	95.6%	\$ 188,426,803
Bond Reserve Accounts - held by trustees					
Zions Bank - Civic Center/Library Facility					
Blackrock Liq Fund	Debt Service	3.78%	83	0.0%	83
Zions Bank - MH Police Facility Lease Revenue Bonds					
Blackrock Liq Fund	Debt Service	3.78%	109	0.0%	109
BNY - RDA Bonds					
Dreyfus Cash Mgmt 521	Agency Fund	3.70%	460,428	0.2%	460,428
	SUBTOTAL		460,619	0.2%	460,619
Other Cash/Deposits					
General Checking	All Funds		357,961	0.2%	357,961
Workers' Comp Administrators	Workers' Comp		30,000	0.0%	30,000
Petty Cash & Emergency Cash	General Fund		15,850	0.0%	15,850
CALPERS CERBT - OPEB Trust			5,237,404	2.6%	7,079,011
PARS - PENSION Trust			2,650,000	1.3%	3,615,379
	SUBTOTAL		8,291,215	4.2%	11,098,200
Total Cash and Investments			\$ 198,329,920	100.0%	\$ 199,985,622


CASH ACTIVITY SUMMARY
FY 2025-26

Fund Type	Unaudited 07/01/2025 Balance	Change in Cash Balance	9/30/2025 Balance
General Fund	\$ 28,702,713	\$ (6,445,993)	\$ 22,256,720
Development Services	1,246,457	482,628	1,729,085
Water - Operations	2,679,551	(466,935)	2,212,615
Water Other	32,583,151	1,820,352	34,403,503
Sewer - Operations	2,580,060	(1,163,281)	1,416,779
Sewer Other	49,922,041	2,035,073	51,957,115
Other Special Revenue	18,977,650	(135,489)	18,842,161
Streets and Capital Projects	40,999,603	(490,817)	40,508,787
Debt Service	355,257	172,172	527,429
Internal Service	27,988,139	(4,170,296)	23,817,843
Agency Funds (assessment dists./refundable deposits)	6,701,471	(6,043,588)	657,883
Total	\$ 212,736,093	\$ (14,406,173)	\$ 198,329,920


Note: See Investment Portfolio Detail for maturities of "Investments." Market values are obtained from the City's investment brokers' monthly reports.

I certify that information on the investment report has been reconciled to the general ledger and bank statements and that there are sufficient funds to meet the expenditure requirements of the City for the next six months. The portfolio is in compliance with the City of Morgan Hill Investment Policy and all State laws and regulations.

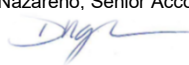
Prepared by:


 Gina Nazareno, Senior Accountant

Approved by:


 Cindy Murphy, Treasurer

Reviewed by:


 Dat Nguyen, Finance Director



City of Morgan Hill
Year to Date Revenues - Fiscal Year 2025-26
For the Month Ended September 30, 2025
25% of Year Complete

	ADOPTED BUDGET	AMENDED BUDGET	CURRENT YTD ACTUAL	% OF BUDGET	PRIOR YTD	INCR (DECR) FROM PRIOR YTD	% CHANGE
010 GENERAL FUND							
TAXES							
Property Tax - Secured/Unsecured	\$ 17,345,642	17,945,642	\$ -	n/a	\$ -	\$ -	n/a
Property Tax - RPTTF Residual Distribution	3,098,634	3,098,634	-	n/a	-	-	n/a
Property Tax - Supplemental Roll	325,515	325,515	25,230	8%	25,899	(669)	-3%
Sales Tax	12,711,087	11,511,087	1,046,452	9%	991,800	54,652	6%
Public Safety Sales Tax	478,182	478,182	36,468	8%	34,141	2,326	7%
Transient Occupancy Taxes	2,958,340	2,658,340	477,305	18%	502,529	(25,224)	-5%
Franchise (Refuse ,Cable ,PG&E)	3,354,166	3,354,166	-	n/a	-	-	n/a
Property Transfer Tax	642,000	642,000	106,531	17%	80,805	25,726	32%
TOTAL TAXES	40,913,566	40,013,566	1,691,985	4%	1,635,174	56,811	3%
LICENSES/PERMITS							
Business License	200,000	200,000	61,688	31%	61,879	(191)	0%
Other Permits	82,750	82,750	100,930	122%	100,509	421	0%
TOTAL LICENSES/PERMITS	282,750	282,750	162,618	58%	162,388	229	0%
FINES AND PENALTIES							
Parking Enforcement	9,800	9,800	862	9%	2,573	(1,711)	-66%
Bails & Fines	55,000	55,000	5,753	10%	4,774	979	21%
Administrative Citations	20,000	20,000	6,500	33%	11,150	(4,650)	-42%
TOTAL FINES AND PENALTIES	84,800	84,800	13,116	15%	18,497	(5,382)	-29%
OTHER AGENCIES							
Motor Vehicle In-Lieu	63,654	63,654	70,915	111%	-	70,915	n/a
Other Revenue - Other Agencies	434,545	940,183	92,326	10%	210,641	(118,315)	-56%
TOTAL OTHER AGENCIES	498,199	1,003,837	163,241	16%	210,641	(47,399)	-23%
CHARGES CURRENT SERVICES							
Police False Alarm Charge	33,500	33,500	3,805	11%	6,037	(2,232)	-37%
Business License Application Review	84,872	84,872	11,873	14%	13,649	(1,776)	-13%
Membership Services & Rec Programs	6,830,960	6,830,960	1,836,975	27%	1,752,626	84,348	5%
Facility Rentals	1,245,612	1,245,612	424,759	34%	442,161	(17,402)	-4%
Community Services	138,498	138,498	13,797	10%	25,488	(11,691)	-46%
General Administration Overhead	1,727,037	1,727,037	454,119	26%	439,028	15,091	3%
Other Charges Current Services	734,377	734,377	101,540	14%	247,793	(146,253)	-59%
TOTAL CURRENT SERVICES	10,794,856	10,794,856	2,846,867	26%	2,926,782	(79,915)	-3%
OTHER REVENUE							
Use of money/property	1,283,417	1,583,417	368,917	23%	543,239	(174,322)	-32%
Other Revenues	548,648	811,790	81,959	10%	55,186	26,774	49%
TOTAL OTHER REVENUE	1,832,065	2,395,207	450,876	19%	598,425	(147,548)	-25%
TRANSFERS IN							
One Time Transfer	165,000	165,000	41,250	25%	41,250	-	0%
Public Safety Facilities Fund	50,000	50,000	12,500	25%	12,500	-	0%
Supplemental Law Enforcement Fund	100,000	100,000	-	n/a	-	-	n/a
Countywide Solid Waste	563,961	544,328	140,990	26%	135,082	5,908	4%
Streets	851,932	851,932	144,179	17%	148,089	(3,910)	-3%
Park Maintenance	650,000	650,000	162,500	25%	162,500	-	n/a
Sewer Operations	434,390	434,390	108,598	25%	103,425	5,173	5%
Water Operations	434,390	434,390	108,598	25%	103,425	5,173	5%
Open Space	81,100	81,100	20,275	25%	20,275	-	n/a
Park Development	100,000	100,000	25,000	25%	25,000	-	n/a
TOTAL TRANSFERS IN	3,430,773	3,411,140	763,889	22%	751,546	12,343	2%
TOTAL GENERAL FUND	57,837,009	57,986,156	6,092,592	11%	6,303,453	(210,861)	-3%
SPECIAL REVENUE FUNDS							
202 STREET MAINTENANCE							
Gas Tax 2105 - 2107.5	851,932	851,932	142,339	17%	146,404	(4,065)	-3%
Interest / Other Revenue/Other Charges	1,665	1,665	1,840	111%	1,685	155	9%
202 STREET MAINTENANCE	853,597	853,597	144,179	17%	148,089	(3,910)	-3%



City of Morgan Hill
Year to Date Revenues - Fiscal Year 2025-26
For the Month Ended September 30, 2025
25% of Year Complete

	ADOPTED BUDGET	AMENDED BUDGET	CURRENT YTD ACTUAL	% OF BUDGET	PRIOR YTD	INCR (DECR) FROM PRIOR YTD	% CHANGE
SPECIAL REVENUE FUNDS							
205 SUPPLEMENTAL LAW ENFORCEMENT FUND							
Interest Income	11,065	11,065	4,541	41%	5,034	(492)	-10%
Police Grant/SLEF/JAG	100,000	100,000	-	n/a	-	-	n/a
205 SUPPLEMENTAL LAW ENFORCEMENT FUND	111,065	111,065	4,541	4%	5,034	(492)	-10%
206 DEVELOPMENT SERVICES							
Building Fees	3,655,850	3,578,850	866,765	24%	844,214	22,551	3%
Planning Fees	954,276	1,059,276	311,007	29%	198,319	112,688	57%
Engineering Fees	723,341	723,341	377,285	52%	241,371	135,914	56%
Other Revenue/Current Charges	544,851	516,851	88,023	17%	61,321	26,702	44%
206 DEVELOPMENT SERVICES	5,878,318	5,878,318	1,643,080	28%	1,345,226	297,854	22%
207 LONG RANGE PLANNING	827,760	827,760	242,881	29%	186,108	56,773	31%
215 and 216 HCD BLOCK GRANT							
Interest Income/Other Revenue	994	994	615	62%	880	(265)	-30%
215 and 216 HCD BLOCK GRANT	994	994	615	62%	880	(265)	-30%
225 ASSET SEIZURE	1,631	1,631	929	57%	1,343	(414)	-31%
229 LIGHTING AND LANDSCAPE	207,135	207,135	1,665	1%	2,605	(940)	-36%
230 COMMUNITY FACILITIES DISTRICT	28,314	28,314	1,432	5%	2,017	(584)	-29%
232 ENVIRONMENTAL PROGRAMS	525,286	525,286	123,788	24%	119,265	4,524	4%
234 MOBILE HOME PARK RENT STAB.	2,447	2,447	757	31%	4,183	(3,426)	-82%
236 HOUSING MITIGATION	3,061,720	3,478,220	333,528	10%	454,230	(120,702)	-27%
240 EMPLOYEE ASSISTANCE	481	481	2,158	449%	1,839	319	17%
246 COUNTYWIDE SOLID WASTE	2,393,478	1,716,866	554,839	32%	432,896	121,943	28%
255 HOUSING SUCCESSOR AGENCY	418,260	418,260	37,627	9%	266,243	(228,615)	-86%
260 PUBLIC ART	869	869	323	37%	-	323	n/a
TOTAL SPECIAL REVENUE FUNDS	14,311,356	14,051,244	3,092,343	22%	2,969,957	122,386	4%
CAPITAL PROJECTS FUNDS							
301 PARK DEVELOPMENT	2,324,852	2,324,852	142,266	6%	1,652,734	(1,510,468)	-91%
302 PARK MAINTENANCE	1,008,792	1,008,792	16,423	2%	37,028	(20,605)	-56%
303 LOCAL DRAINAGE	3,672,294	3,672,294	32,639	1%	358,199	(325,560)	-91%
304 LOCAL DRAINAGE/NON AB1600	28,357	187,838	31,830	17%	69,667	(37,837)	-54%
306 AGRICULTURE & OPEN SPACE PRESERVATION	10,461	10,461	54,685	523%	44,221	10,464	24%
308 STREET CIP	7,777,340	7,777,340	595,709	8%	619,781	(24,073)	-4%
309 TRAFFIC IMPACT	3,584,714	3,584,714	160,189	4%	1,162,573	(1,002,384)	-86%
315 PUBLIC SAFETY FACILITIES IMPACT	2,217,137	2,217,137	602,711	27%	1,294,174	(691,463)	-53%
346 PUBLIC FACILITIES NON-AB1600	26,226	26,226	16,733	64%	33,350	(16,616)	-50%
347 PUBLIC FACILITIES IMPACT	994,483	994,483	39,529	4%	289,455	(249,926)	-86%
348 LIBRARY	2,180,740	2,180,740	220,121	10%	1,186,079	(965,958)	-81%
350 UNDERGROUNDING	47,258	47,258	15,511	33%	23,179	(7,668)	-33%
360 COMMUNITY/REC IMPACT FUND	3,802,095	3,802,095	232,061	6%	1,962,035	(1,729,973)	-88%
375 QUIMBY FEE	4,268,487	4,268,487	58,803	1%	1,221,556	(1,162,753)	-95%
TOTAL CAPITAL PROJECTS FUNDS	31,943,236	32,102,717	2,219,210	7%	9,954,030	(7,734,820)	-78%
DEBT SERVICE FUNDS							
420 CIVIC CENTER DEBT	302,376	302,376	76,155	25%	76,167	(12)	0%
441 POLICE FACILITY BOND	394,304	394,304	98,303	25%	97,239	1,064	1%
TOTAL DEBT SERVICE FUNDS	696,680	696,680	174,458	25%	173,406	1,053	1%



City of Morgan Hill
Year to Date Revenues - Fiscal Year 2025-26
For the Month Ended September 30, 2025
25% of Year Complete

	ADOPTED BUDGET	AMENDED BUDGET	CURRENT YTD ACTUAL	% OF BUDGET	PRIOR YTD	INCR (DECR) FROM PRIOR YTD	% CHANGE
ENTERPRISE FUNDS							
640 WASTEWATER OPERATION							
Sewer Service Fees	17,871,000	17,871,000	3,565,870	20%	2,571,130	994,740	39%
Interest Income/Transfers	121,041	121,041	12,858	11%	26,809	(13,951)	-52%
Other Revenue/Current Charges	428,860	428,860	64,300	15%	61,381	2,919	5%
640 WASTEWATER OPERATION	18,420,901	18,420,901	3,643,027	20%	2,659,320	983,708	37%
641 WASTEWATER EXPANSION							
Interest Income	164,788	164,788	195,967	119%	276,018	(80,051)	-29%
Development Impact Fee	30,415,728	30,415,728	630,869	2%	7,580,710	(6,949,842)	-92%
641 WASTEWATER EXPANSION	30,580,516	30,580,516	826,836	3%	7,856,728	(7,029,892)	-89%
642 WASTEWATER RATE STABILIZATION	93,037	93,037	28,897	31%	40,736	(11,838)	-29%
643 WASTEWATER CAPITAL PROJECT	15,076,739	15,076,739	1,691,579	11%	1,962,726	(271,148)	-14%
TOTAL SEWER FUNDS	64,171,193	64,171,193	6,190,339	10%	12,519,510	(6,329,170)	-51%
650 WATER OPERATION							
Water Sales	21,385,800	21,385,800	4,249,968	20%	3,918,873	331,095	8%
Meter Install & Service	110,000	110,000	6,176	6%	42,665	(36,489)	-86%
Transfers-In / Interest Income	911,184	911,184	208,331	23%	219,601	(11,270)	-5%
Other Revenue/Current Charges	1,044,838	1,044,838	272,977	26%	383,585	(110,609)	-29%
650 WATER OPERATION	23,451,822	23,451,822	4,737,452	20%	4,564,725	172,727	4%
651 WATER EXPANSION							
Interest Income/Other Revenue/Transfer	40,273	40,273	51,300	127%	55,431	(4,131)	-7%
Development Impact Fee	4,833,886	4,833,886	239,523	5%	2,151,320	(1,911,797)	-89%
651 WATER EXPANSION	4,874,159	4,874,159	290,822	6%	2,206,751	(1,915,929)	-87%
652 WATER RATE STABILIZATION	99,247	99,247	30,908	31%	44,251	(13,343)	-30%
653 WATER CAPITAL PROJECT	7,809,380	7,809,380	1,970,662	25%	1,741,725	228,937	13%
TOTAL WATER FUNDS	36,234,608	36,234,608	7,029,844	19%	8,557,451	(1,527,608)	-18%
TOTAL ENTERPRISE FUNDS	100,405,801	100,405,801	13,220,183	13%	21,076,961	(7,856,778)	-37%
INTERNAL SERVICE FUNDS							
730 INFORMATION SYSTEMS	3,038,971	3,038,971	758,663	25%	723,784	34,879	5%
740 BUILDING MAINTENANCE	1,270,189	1,270,189	320,543	25%	356,696	(36,153)	-10%
741 BUILDING REPLACEMENT	1,049,288	2,299,288	274,792	12%	285,709	(10,917)	-4%
745 CIP ADMINISTRATION	2,880,028	2,880,028	-	n/a	-	-	n/a
760 UNEMPLOYMENT INSURANCE	8,298	8,298	2,398	29%	3,627	(1,228)	-34%
770 WORKERS COMPENSATION	1,211,610	1,211,610	53,386	4%	238,932	(185,547)	-78%
790 EQUIPMENT REPLACEMENT	1,615,158	1,615,158	416,617	26%	490,125	(73,508)	-15%
791 EMPLOYEE BENEFITS	1,251,963	1,251,963	295,390	24%	288,680	6,710	2%
795 GENERAL LIABILITY INSURANCE	2,769,881	2,769,881	689,217	25%	629,026	60,191	10%
TOTAL INTERNAL SERVICE FUNDS	15,095,386	16,345,386	2,811,006	17%	3,016,580	(205,574)	-7%
TOTAL FOR ALL FUNDS	\$ 220,289,468	\$ 221,587,983	\$ 27,609,791	12%	\$ 43,494,386	\$ (15,884,595)	-37%



City of Morgan Hill
Year to Date Expenses - Fiscal Year 2025-26
For the Month Ended September 30, 2025
25% of Year Complete

FUND NO.	FUND/ACTIVITY	CURRENT MONTH ACTUAL EXPENSES	AMENDED BUDGET	YTD EXPENSES	OUTSTANDING ENCUMBRANCE	TOTAL ALLOCATED	PERCENT OF TOTAL TO BUDGET	PRIOR YTD
010 GENERAL FUND								
I. ADMINISTRATION								
	CITY COUNCIL	\$ 54,717	\$ 631,504	\$ 224,309	\$ -	\$ 224,309	36%	\$ 153,255
	CITY ATTORNEY	(26,691)	1,151,353	178,556	58,877	237,433	21%	219,853
	CITY MANAGER	(31,123)	1,041,692	153,275	-	153,275	15%	107,144
	HUMAN RESOURCES	(3,218)	1,032,289	227,706	-	227,706	22%	258,475
	COUNCIL SVCS & RECORDS MGMT							
	Council Svcs & Records Mgmt	(11,198)	627,757	120,429	-	120,429	19%	119,556
	Elections	(204)	38,516	8,087	-	8,087	21%	(369)
	COUNCIL SVCS & RECORDS MGMT	(11,402)	666,273	128,516	-	128,516	19%	119,186
	FINANCE	(7,763)	2,574,249	415,562	75,983	491,545	19%	430,007
	TOTAL ADMINISTRATION	(25,480)	7,097,361	1,327,925	134,860	1,462,785	21%	1,287,920
II. COMMUNITY SERVICES								
	Membership Services & Rec. Programs	347,258	7,541,945	1,810,931	1,560,462	3,371,394	45%	1,970,500
	Recreation Facility Rentals	65,236	1,451,514	282,131	92,222	374,353	26%	123,315
	Innovative Transit	-	-	-	-	-	n/a	141,491
	Community Services	16,815	883,254	192,829	87,271	280,100	32%	137,648
	Park Maintenance	71,543	1,563,784	252,905	16,314	269,219	17%	235,122
	Environmental Services	37,504	885,890	175,797	-	175,797	20%	136,888
	Countywide Solid Waste Program	(841)	546,317	107,583	-	107,583	20%	103,674
	Street Maintenance	161,070	3,600,422	688,957	1,674	690,631	19%	601,965
	Downtown Maintenance	27,741	398,326	65,438	16,478	81,916	21%	46,171
	PD Building Maintenance	35,876	729,167	134,691	72,196	206,888	28%	96,184
	Cable Television	6,670	91,406	22,551	-	22,551	25%	22,400
	COMMUNITY SERVICES	768,871	17,692,025	3,733,814	1,846,618	5,580,432	32%	3,615,358
	CODE COMPLIANCE	(513)	420,943	92,475	-	92,475	22%	84,614
	INFRASTRUCTURE PLANNING & CONGESTION MGMT	17,188	644,253	106,267	-	106,267	16%	86,116
	ECONOMIC DEVELOPMENT PROGRAMS	(1,011)	1,418,834	215,422	20,404	235,826	17%	183,839
	TOTAL COMMUNITY SERVICES	784,536	20,176,055	4,147,978	1,867,022	6,015,000	30%	3,969,927
III. PUBLIC SAFETY								
	POLICE							
	PD Administration	(64,260)	1,964,769	418,756	26,003	444,759	23%	408,684
	Field Operations	(541,527)	14,237,974	2,939,280	240,213	3,179,493	22%	2,396,048
	Support Services	163,411	2,766,134	666,794	-	666,794	24%	604,744
	Emergency Services/Haz Mat	(4,902)	278,548	53,013	-	53,013	19%	53,026
	Special Operations	(239,025)	4,405,650	933,335	-	933,335	21%	992,227
	Dispatch Services	(13,830)	2,426,058	525,689	-	525,689	22%	495,038
	POLICE	(700,133)	26,079,133	5,536,866	266,216	5,803,081	22%	4,949,767
	FIRE	834,207	11,212,073	2,831,719	-	2,831,719	25%	2,749,307
	TOTAL PUBLIC SAFETY	134,074	37,291,206	8,368,585	266,216	8,634,801	23%	7,699,074
IV. TRANSFERS								
	Other	104,923	1,418,558	314,769	-	314,769	22%	364,558
	TOTAL TRANSFERS	104,923	1,418,558	314,769	-	314,769	22%	364,558
	TOTAL GENERAL FUND	998,053	65,983,180	14,159,258	2,268,097	16,427,355	25%	13,321,478



City of Morgan Hill
Year to Date Expenses - Fiscal Year 2025-26
For the Month Ended September 30, 2025
25% of Year Complete

FUND NO.	FUND/ACTIVITY	CURRENT MONTH ACTUAL EXPENSES	AMENDED BUDGET	YTD EXPENSES	OUTSTANDING ENCUMBRANCE	TOTAL ALLOCATED	PERCENT OF TOTAL TO BUDGET	PRIOR YTD
SPECIAL REVENUE FUNDS								
202	STREET MAINTENANCE	463	857,492	145,569	-	145,569	17%	148,089
205	PUBLIC SAFETY/SUPP.LAW	115	101,380	345	-	345	0%	338
206	DEVELOPMENT SERVICES FUND							
	Planning	16,669	1,734,431	369,968	-	369,968	21%	348,550
	Building	43,066	3,331,894	638,463	142,350	780,813	23%	575,328
	Engineering	33,632	1,837,532	348,917	316,688	665,605	36%	331,026
206	DEVELOPMENT SERVICES FUND	93,367	6,903,857	1,357,348	459,037	1,816,385	26%	1,254,904
207	LONG RANGE PLANNING	92,792	2,201,195	311,215	406,782	717,997	33%	197,307
215/216	CDBG	8	90	23	-	23	25%	22
225	ASSET SEIZURE	70	840	210	-	210	25%	205
229	LIGHTING AND LANDSCAPE	11,783	221,603	29,534	21,663	51,197	23%	37,507
230	COMMUNITY FACILITIES DISTRICT	1,287	24,377	6,842	-	6,842	28%	6,347
232	ENVIRONMENTAL PROGRAMS	5,580	470,920	82,985	9,900	92,885	20%	86,923
234	MOBILE HOME PARK	81	970	242	-	242	25%	238
236	HOUSING MITIGATION	4,554	2,488,831	199,933	-	199,933	8%	179,829
240	EMPLOYEE ASSISTANCE	1,764	21,010	1,933	-	1,933	9%	248
246	COUNTYWIDE SOLID WASTE PROGRAM	46,997	1,927,635	140,990	758,844	899,834	47%	232,214
255	HOUSING SUCCESSOR AGENCY	(3,501)	1,375,331	395,632	364,781	760,413	55%	379,409
260	PUBLIC ART	536	6,430	1,607	-	1,607	25%	1,576
TOTAL SPECIAL REVENUE FUNDS		255,894	16,601,960	2,674,409	2,021,008	4,695,417	28%	2,525,156
CAPITAL PROJECT FUNDS								
301	PARK DEVELOPMENT	166,611	4,134,937	249,328	1,099,524	1,348,852	33%	263,971
302	PARK MAINTENANCE	54,167	650,000	163,850	-	163,850	25%	164,091
303	LOCAL DRAINAGE	20,167	2,618,694	929,382	32,628	962,010	37%	9,597
304	LOCAL DRAIN. NON-AB1600	47,159	556,459	47,698	143,500	191,198	34%	8,561
306	AGRICULTURE & OPEN SPACE PRESERVATI	10,731	128,770	32,192	-	32,192	25%	32,039
308	STREET CIP	115,555	7,569,224	139,683	46,508	186,191	2%	1,986,194
309	TRAFFIC IMPACT	43,384	4,050,898	125,782	256,621	382,403	9%	263,159
315	PUBLIC SAFETY FACILITIES IMPACT	51,519	4,651,282	168,120	1,004,933	1,173,053	25%	1,034,539
346	PUBLIC FAC.NON AB1600	117,917	291,774	125,414	105,789	231,203	79%	19,529
347	PUBLIC FACILITIES IMPACT	2,465	2,838,513	7,395	1,010,368	1,017,763	36%	323,226
348	LIBRARY IMPACT	17,957	215,486	53,871	-	53,871	25%	678,404
350	UNDERGROUNDING	105	1,050,456	315	-	315	0%	309
360	COMM/REC CENTER IMPACT	9,573	4,438,720	54,878	141,524	196,402	4%	211,210
375	QUIMBY FEE	301,348	11,203,793	551,742	4,164,002	4,715,744	42%	957,666
TOTAL CAPITAL PROJECTS FUNDS		958,657	44,399,006	2,649,649	8,005,397	10,655,047	24%	5,952,494
DEBT SERVICE FUNDS								
420	CIVIC CENTER DEBT	289	294,598	868	-	868	0%	851
441	POLICE FACILITY BOND DEBT	383	389,293	1,150	-	1,150	0%	1,126
TOTAL DEBT SERVICE FUNDS		673	683,891	2,018	-	2,018	0%	1,977



City of Morgan Hill
Year to Date Expenses - Fiscal Year 2025-26
For the Month Ended September 30, 2025
25% of Year Complete

FUND NO.	FUND/ACTIVITY	CURRENT MONTH ACTUAL EXPENSES	AMENDED BUDGET	YTD EXPENSES	OUTSTANDING ENCUMBRANCE	TOTAL ALLOCATED	PERCENT OF TOTAL TO BUDGET	PRIOR YTD
ENTERPRISE FUNDS								
SEWER								
640	WASTEWATER OPERATIONS	1,128,293	18,456,050	4,237,521	51,410	4,288,931	23%	2,682,362
641	WASTEWATER CAPITAL EXPANSION	94,346	49,012,211	297,325	292,987	590,311	1%	1,812,474
642	WASTEWATER RATE STABILIZATION	168	2,010	503	-	503	25%	491
643	WASTEWATER CAPITAL PROJECTS	945,308	33,236,798	1,010,834	5,103,842	6,114,676	18%	1,455,782
TOTAL SEWER FUND(S)		2,168,114	100,707,069	5,546,183	5,448,239	10,994,421	11%	5,951,110
WATER								
	Water Operations	1,238,862	21,768,518	4,202,205	487,019	4,689,224	22%	3,707,846
	Utility Billing	18,513	1,547,081	292,118	-	292,118	19%	266,742
	Water Conservation	(1,054)	451,335	59,703	73,087	132,790	29%	60,447
650	WATER OPERATIONS	1,256,320	23,766,933	4,554,026	560,106	5,114,132	22%	4,035,035
651	WATER CAPITAL EXPANSION	206,476	11,503,055	336,894	2,086,996	2,423,890	21%	186,970
652	WATER RATE STABILIZATION	125	1,500	375	-	375	25%	368
653	WATER-CAPITAL PROJECTS	626,402	28,017,341	699,900	7,264,218	7,964,118	28%	483,613
TOTAL WATER FUND(S)		2,089,323	63,288,829	5,591,194	9,911,321	15,502,515	24%	4,705,986
TOTAL ENTERPRISE FUNDS		4,257,438	163,995,898	11,137,377	15,359,559	26,496,936	16%	10,657,095
INTERNAL SERVICE FUNDS								
730	INFORMATION SYSTEMS	(10,450)	3,072,099	708,349	18,440	726,789	24%	683,825
740	BUILDING MAINTENANCE	46,942	1,332,278	233,772	17,235	251,007	19%	322,519
741	BUILDING REPLACEMENT	75,412	3,696,301	148,740	463,882	612,621	17%	393,810
745	CIP ADMINISTRATION	3,917	2,746,811	596,819	-	596,819	22%	511,910
760	UNEMPLOYMENT	-	15,000	2,937	-	2,937	20%	3,922
770	WORKERS COMPENSATION	18,663	1,007,970	712,017	-	712,017	71%	646,194
790	EQUIPMENT REPLACEMENT	11,011	599,178	256,650	35,528	292,179	49%	528,047
791	EMPLOYEE BENEFITS FUND	42,361	1,000,000	135,910	-	135,910	14%	130,414
795	GEN. LIABILITY INSURANCE	25,917	2,623,909	2,388,978	-	2,388,978	91%	2,034,731
TOTAL INTERNAL SERVICE FUNDS		213,773	16,093,546	5,184,173	535,085	5,719,258	36%	5,255,372
REPORT TOTAL		\$ 6,684,487	\$ 307,757,481	\$ 35,806,883	\$ 28,189,146	\$ 63,996,029	21%	\$ 37,713,573



City of Morgan Hill
Fund Activity Summary - Fiscal Year 2024-25
For the Month Ended September 30, 2025
25% of Year Complete

Fund No.	Fund Description	Unaudited Beg Fund Balance 07-01-25	Revenues		Expenses		Year to-Date Deficit or Carryover	Preliminary Ending Fund Balance	
			YTD Actual	% of Budget	YTD Actual	% of Budget		Reserved ¹	Unreserved
010	GENERAL FUND	\$ 26,948,255	\$ 6,092,592	11%	\$ 14,159,258	21%	\$ (8,066,666)	\$ 2,268,097	\$ 16,613,493
TOTAL GENERAL FUND		\$ 26,948,255	\$ 6,092,592	11%	\$ 14,159,258	21%	\$ (8,066,666)	\$ 2,268,097	\$ 16,613,493
202	STREET MAINTENANCE	75,854	\$ 144,179	17%	\$ 145,569	19%	\$ (1,390)	\$ -	\$ 74,464
205	PUBLIC SAFETY/SUPPL. LAW	523,410	4,541	4%	345	19%	4,196	-	527,606
206	DEVELOPMENT SERVICES	(1,031,227)	1,643,080	28%	1,357,348	20%	285,732	459,037	(1,204,533)
207	LONG RANGE PLANNING	1,219,462	242,881	29%	311,215	14%	(68,334)	406,782	744,346
215 / 216	CDBG	34,690	615	62%	23	25%	592	-	35,282
225	ASSET SEIZURE	107,136	929	57%	210	25%	719	-	107,855
229	LIGHTING AND LANDSCAPE	214,107	1,665	1%	29,534	13%	(27,869)	21,663	164,575
230	COMMUNITY FACILITIES DISTRICT	169,530	1,432	5%	6,842	28%	(5,410)	-	164,120
232	ENVIRONMENTAL PROGRAMS	576,223	123,788	24%	82,985	18%	40,803	9,900	607,126
234	MOBILE HOME PK RENT STAB.	86,775	757	31%	242	25%	514	-	87,289
235	SENIOR HOUSING	245,426	-	n/a	-	n/a	-	-	245,426
236	HOUSING MITIGATION	9,109,270	333,528	10%	199,933	8%	133,595	-	9,242,865
240	EMPLOYEE ASSISTANCE	60,337	2,158	449%	1,933	9%	226	-	60,563
246	COUNTYWIDE SOLID WASTE	360,737	554,839	32%	140,990	7%	413,848	758,844	15,741
255	HOUSING SUCCESSOR AGENCY	3,230,526	37,627	9%	395,632	29%	(358,005)	364,781	2,507,740
260	PUBLIC ART	37,920	323	37%	1,607	25%	(1,284)	-	36,636
TOTAL SPECIAL REVENUE FUNDS		\$ 15,020,176	\$ 3,092,343	22%	\$ 2,674,409	16%	\$ 417,934	\$ 2,021,008	\$ 13,417,102
301	PARK DEV. IMPACT FUND	\$ 3,298,774	\$ 142,266	6%	\$ 249,328	6%	\$ (107,062)	\$ 1,099,524	\$ 2,092,188
302	PARK MAINTENANCE	2,054,152	16,423	2%	163,850	25%	(147,427)	-	1,906,725
303	LOCAL DRAINAGE	4,518,059	32,639	1%	929,382	35%	(896,743)	32,628	3,588,688
304	LOCAL DRAINAGE/NON-AB1600	1,344,145	31,830	17%	47,698	9%	(15,867)	143,500	1,184,778
306	AG. AND OPEN SPACE PRESERVATION	1,600,469	54,685	523%	32,192	25%	22,492	-	1,622,961
308	STREET CIP	4,518,484	595,709	8%	139,683	2%	456,025	46,508	4,928,001
309	TRAFFIC IMPACT FUND	2,629,914	160,189	4%	125,782	3%	34,408	256,621	2,407,700
315	PUBLIC SAFETY FACILITIES IMPACT	(6,894,240)	602,711	27%	168,120	4%	434,590	1,004,933	(7,464,582)
346	PUBLIC FACILITIES NON-AB1600	1,880,148	16,733	64%	125,414	43%	(108,680)	105,789	1,665,679
347	PUBLIC FACILITIES IMPACT FUND	1,302,131	39,529	4%	7,395	0%	32,134	1,010,368	323,897
348	LIBRARY IMPACT FUND	3,502,406	220,121	10%	53,871	25%	166,250	-	3,668,656
350	UNDERGROUNDING	1,731,031	15,511	33%	315	0%	15,196	-	1,746,227
360	COMM/REC CTR IMPACT FUND	4,530,347	232,061	6%	54,878	1%	177,184	141,524	4,566,007
375	QUIMBY FEE	6,736,104	58,803	1%	551,742	5%	(492,939)	4,164,002	2,079,163
TOTAL CAPITAL PROJECT FUNDS		\$ 32,751,924	\$ 2,219,210	7%	\$ 2,649,649	6%	\$ (430,440)	\$ 8,005,397	\$ 24,316,087
420	CIVIC CENTER DEBT	\$ 192,703	\$ 76,155	25%	\$ 868	0%	\$ 75,288	\$ 83	\$ 267,908
441	POLICE FACILITY BOND DEBT	162,556	98,303	25%	1,150	0%	97,153	109	259,600
TOTAL DEBT SERVICE FUNDS		\$ 355,259	\$ 174,458	25%	\$ 2,018	0%	\$ 172,441	\$ 191	\$ 527,509
640	WASTEWATER OPERATIONS	\$ 4,071,098	\$ 3,643,027	20%	\$ 4,237,521	23%	\$ (594,494)	51,410	3,425,194
641	WASTEWATER IMPACT FUND*	22,641,769	826,836	3%	297,325	1%	529,511	292,987	22,878,293
642	WASTEWATER RATE STABILIZATION	3,226,384	28,897	31%	503	25%	28,395	-	3,254,779
643	WASTEWATER CAPITAL PROJECTS	23,988,360	1,691,579	11%	1,010,834	3%	680,745	5,103,842	19,565,263
650	WATER OPERATIONS	4,405,083	4,737,452	20%	4,554,026	19%	183,426	560,106	4,028,403
651	WATER IMPACT FUND*	5,747,243	290,822	6%	336,894	3%	(46,071)	2,086,996	3,614,176
652	WATER RATE STABILIZATION	3,450,823	30,908	31%	375	25%	30,533	-	3,481,356
653	WATER -CAPITAL PROJECT	22,898,194	1,970,662	25%	699,900	2%	1,270,762	7,264,218	16,904,738
TOTAL ENTERPRISE FUNDS		\$ 90,428,954	\$ 13,220,183	13%	\$ 11,137,377	7%	\$ 2,082,806	\$ 15,359,559	\$ 77,152,201
730	INFORMATION SERVICES	\$ 880,494	\$ 758,663	25%	\$ 708,349	23%	\$ 50,314	\$ 18,440	\$ 912,368
740	BUILDING MAINTENANCE	355,211	320,543	25%	233,772	18%	86,771	17,235	424,746
741	BUILDING REPLACEMENT	4,392,689	274,792	12%	148,740	4%	126,053	463,882	4,054,860
745	CIP ENGINEERING	7,113	-	n/a	596,819	22%	(596,819)	-	(589,706)
760	UNEMPLOYMENT	287,174	2,398	29%	2,937	20%	(539)	-	286,635
770	WORKERS COMPENSATION	1,978,237	53,386	4%	712,017	71%	(658,632)	30,000	1,289,605
790	EQUIPMENT REPLACEMENT	9,979,994	416,617	26%	256,650	43%	159,966	35,528	10,104,432
791	EMPLOYEE BENEFITS FUNDS	383,874	295,390	24%	135,910	14%	159,480	-	543,354
795	GEN. LIABILITY INSURANCE	1,139,856	689,217	25%	2,388,978	91%	(1,699,761)	-	(559,905)
TOTAL INTERNAL SERVICE FUNDS		\$ 19,404,642	\$ 2,811,006	17%	\$ 5,184,173	32%	\$ (2,373,167)	\$ 565,085	\$ 16,466,390



City of Morgan Hill
Fund Activity Summary - Fiscal Year 2024-25
For the Month Ended September 30, 2025
25% of Year Complete

Fund No.	Fund Description	Unaudited Beg Fund Balance 07-01-25	Revenues		Expenses		Year to-Date Deficit or Carryover	Preliminary Ending Fund Balance	
			YTD Actual	% of Budget	YTD Actual	% of Budget		Reserved ¹	Unreserved

SUMMARY BY FUND TYPE

GENERAL FUND GROUP	\$ 26,948,255	\$ 6,092,592	11%	\$ 14,159,258	21%	\$ (8,066,666)	\$ 2,268,097	\$ 16,613,493
SPECIAL REVENUE GROUP	15,020,176	3,092,343	22%	2,674,409	16%	417,934	2,021,008	13,417,102
DEBT SERVICE GROUP	355,259	174,458	25%	2,018	0%	172,441	191	527,509
CAPITAL PROJECTS GROUP	32,751,924	2,219,210	7%	2,649,649	6%	(430,440)	8,005,397	24,316,087
ENTERPRISE GROUP	90,428,954	13,220,183	13%	11,137,377	7%	2,082,806	15,359,559	77,152,201
INTERNAL SERVICE GROUP	19,404,642	2,811,006	17%	5,184,173	32%	(2,373,167)	565,085	16,466,390
TOTAL ALL GROUPS	\$ 184,909,210	\$ 27,609,791	12%	\$ 35,806,883	12%	\$ (8,197,092)	\$ 28,219,337	\$ 148,492,781

For Enterprise Funds: Unrestricted fund balance = Fund balance net of fixed assets and long-term liabilities.

*Unreserved fund balance includes bond proceeds reserved for projects listed in bond documents.

¹ Amount restricted for encumbrances, fixed asset replacement, long-term receivables, and bond reserves.

City Manager's Signature Authority**Contracts and Agreements Between \$25,000 to \$75,000 Entered From 8/4/2025 to 10/31/2025**

Vendor Name	Description of Service	Begin Date	End Date	Department	Amount
Morgan Hill Historical Society	MOU - funding of Support Maintenance of Villa Mira Monte	8/5/2025	6/30/2026	PS	\$35,000
Morgan Hill Kiwanis Club	MOU - Funding for Holiday Lights Parade	8/5/2025	6/30/2026	PS	\$41,000
North American Youth Activites LLC, DBA Kidz Love Soccer	Provide youth soccer classes and/or camps	8/29/2025	6/30/2026	PS	\$40,000
Silicon Valley Synergy	Ad-hoc real estate and financial analysis for housing division	9/3/2025	6/30/2026	DS	\$25,000
South County Community Services	Case management services for MH Safe "Focus" program	9/26/2025	6/30/2026	DS	\$68,346
Healthier Kids Foundation	MOU - Funding for Health Screenings for children	10/1/2025	6/30/2025	PS	\$26,000
Tesco Controls, LLC	On-Call Technical Services and Software for SCADA	10/15/2025	4/30/2028	E&U	\$40,000