

## FINANCE

The mission of the Finance Department is to manage, protect and report on the City of San José's financial resources to enhance the City's financial condition for our residents, businesses, and investors.

## FINANCE

The Finance Department manages the City's debt, investments, disbursements, financial reporting, purchasing, insurance, and revenue collection. In 2016-17 the department had 117 authorized positions, and its operating budget totaled \$18.7 million.\*

The Accounting Division is responsible for timely payments to vendors and employees, and for providing relevant financial information to the public.

Purchasing is responsible for ensuring cost-effective procurement of quality products and services, and ensuring adequate insurance coverage for the City's assets. In 2016-17, the department procured \$149.9 million dollars of products and services.

Revenue Management is responsible for the processes that support timely billing and revenue collection efforts.\*\*

Treasury manages the City's cash and investment portfolio; the three goals of the investment program are safety, liquidity, and yield. In 2016-17, investment funds earned an average of 1.15 percent; the total portfolio was \$1.54 billion. Treasury also issues debt and administers a debt portfolio totaling \$4.6 billion at the end of 2016-17. Debt issuance in 2016-17 totaled \$793 million, including \$624 million in Airport Revenue Refunding Bonds.

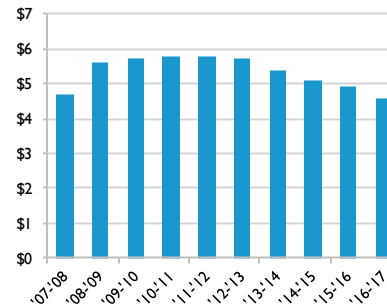
\* In addition to expenditures from its operating budget, Finance was responsible for \$138.6 million in Citywide expenses, including \$104.8 million in debt service, \$15.3 million in Convention Center lease payments, \$4.1 million in retirement sick leave, and \$3.0 million in human resources/payroll/budget systems upgrades.

\*\* See the December 2014 Audit Report [Accounts Receivable: The City Can Enhance Revenue Collections by Improving Its Billing and Collection Practices](#)

### KEY FACTS (2016-17)

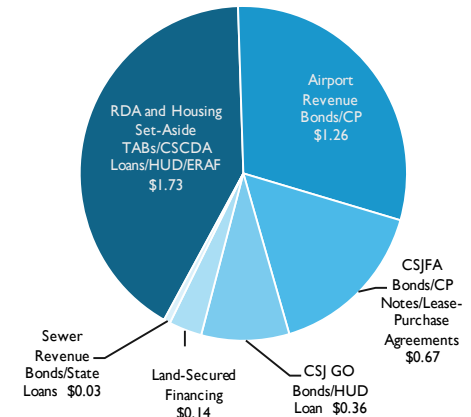
Total investment portfolio	\$1.54 Billion
Total debt managed	\$4.6 Billion
Total dollars procured	\$149.9 Million
San José credit ratings:	Moody's Aa1
	S&P AA+
	Fitch AA+

**Total Debt Managed (\$billions)**

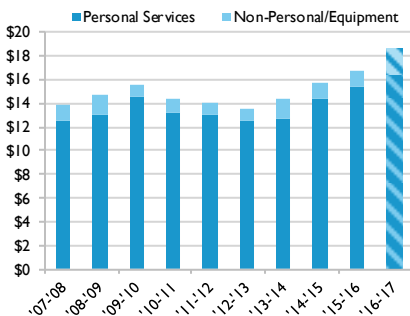


Note: Total Debt Managed chart above includes conduit debt outstanding (multifamily housing revenue bonds). Pie chart to the right does not include conduit debt. For more information, see the City's [Comprehensive Annual Debt Reports](#).

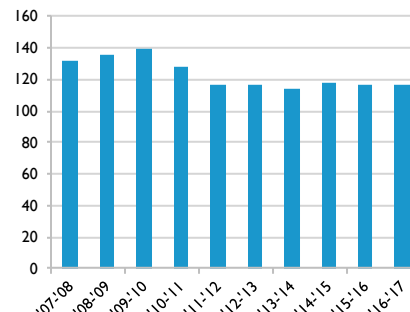
**Outstanding Debt Issued by All Agencies, June 30, 2017 (\$billions)**



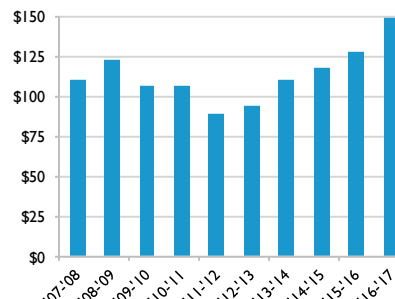
**Finance Operating Expenditures (\$millions)**



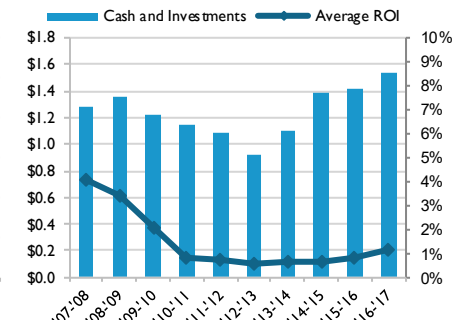
**Finance Authorized Positions**



**Total Dollars Procured (\$millions)**



**City Cash and Investments (\$billions)**



Note: 2016-17 is adopted budget data. All other years are actual expenses