

**FY 2011  
Second Quarter  
Financial Report**

**For the period ended  
December 31, 2010**

# **Operating Budget Section**

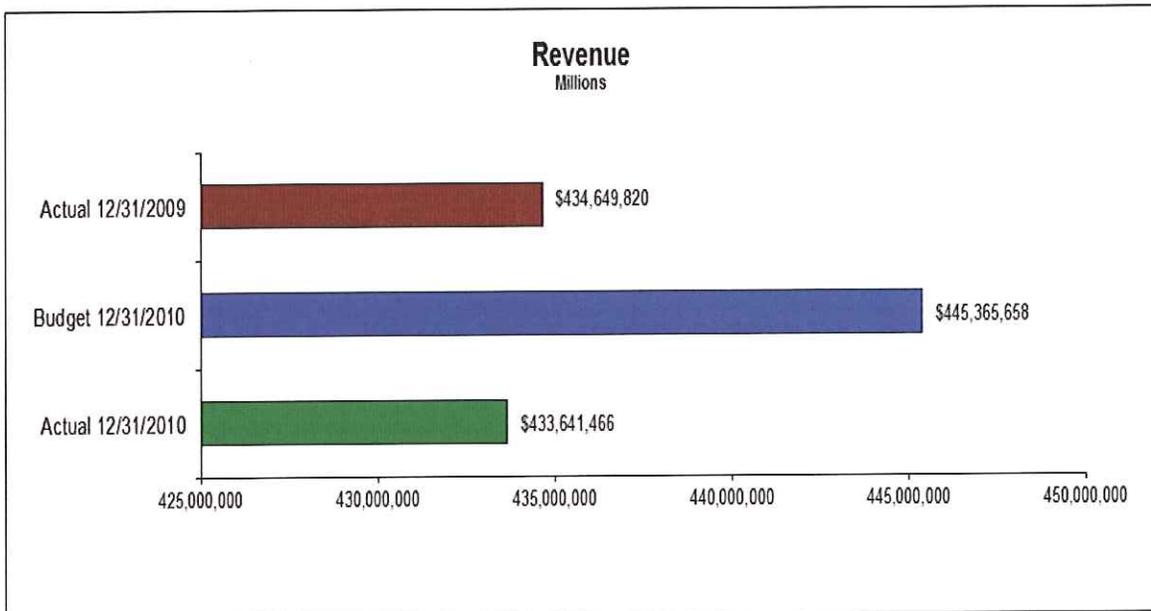
# **FY2011**

## **First Quarter Results**

- **Revenue Financial Highlights**
- **Expenditure Financial Highlights**
- **Quarter 2 FY2011 Summary of Operations**

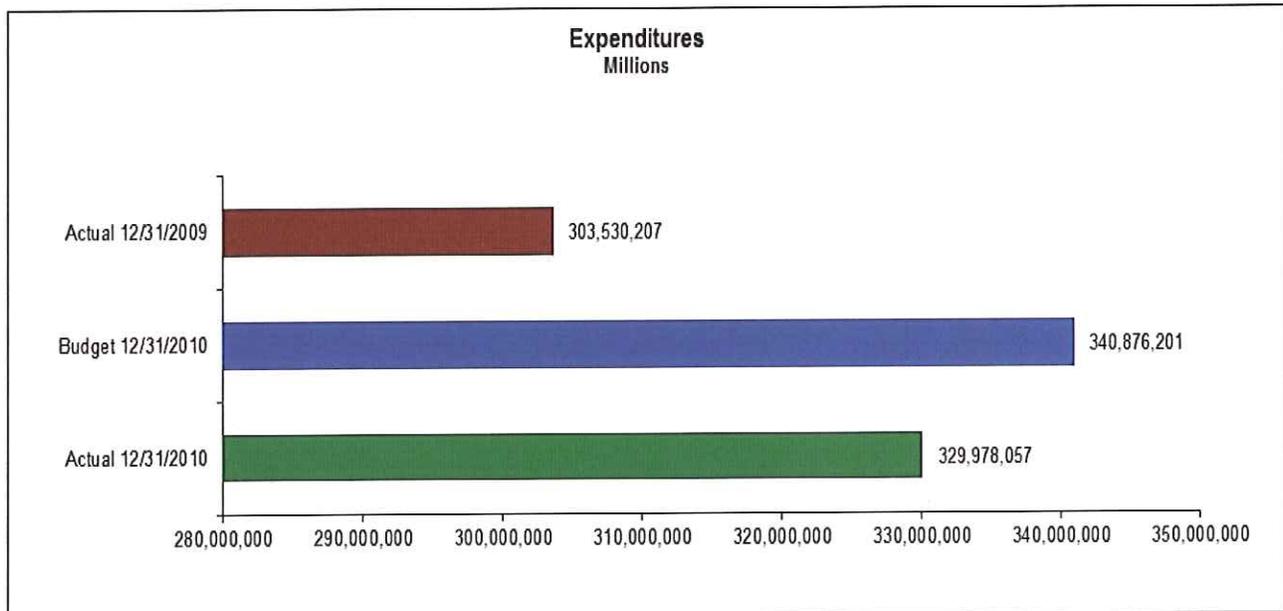
## Revenue Financial Highlights

- The current property tax collection for the quarter continued to lag projections by approximately \$6 million due to successful assessment appeals.
- Local sales tax collections absorbed some of the underperformance in local property tax collections while improved performance of state sales taxes offset the lower than expected performance in state income taxes.
- Investment earnings, recorded in the use of money category, are below budget due to a combination of low interest rates and less money being on deposit.



## Expenditure Financial Highlights

- Spending for the quarter is in line with quarter expectations.
- 2011 Quarter 2 spending which included higher public safety spending and education funding is higher than the same period last year.
- For the quarter ended December 31, spending represents 48.8% of the annual forecast and 108.7% of the prior year spending for the same period.



## Quarter 2 2011 Summary of Operations

Revenue	Actual 12/31/2010	Actual 12/31/2009	Variance	%
Local Taxes	\$ 327,635,144	\$334,139,986	(6,504,842)	-1.9%
State Taxes	24,251,835	22,860,753	1,391,082	6.1%
Licenses and Permits	5,200,291	5,687,246	(486,955)	-8.6%
Fines and Forfeitures	6,311,641	5,282,181	1,029,460	19.5%
Charges for Services	14,563,730	12,874,893	1,688,837	13.1%
Use of Money	220,383	341,580	(121,197)	-35.5%
Grants	1,013,993	768,457	245,536	32.0%
Other Revenues	5,089,489	4,524,853	564,636	12.5%
Transfers	49,354,960	48,169,871	1,185,089	2.5%
<b>Total Revenue</b>	<b>\$ 433,641,466</b>	<b>\$434,649,820</b>	<b>(\$1,008,354)</b>	<b>-0.2%</b>

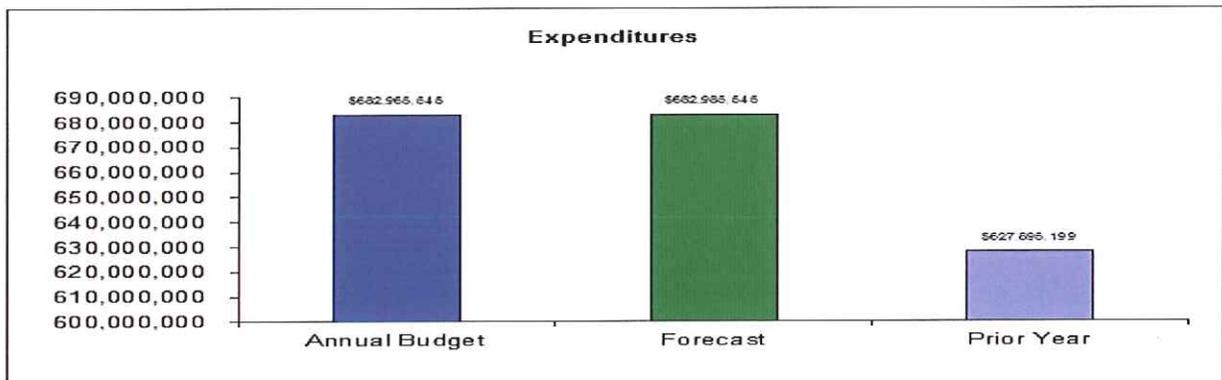
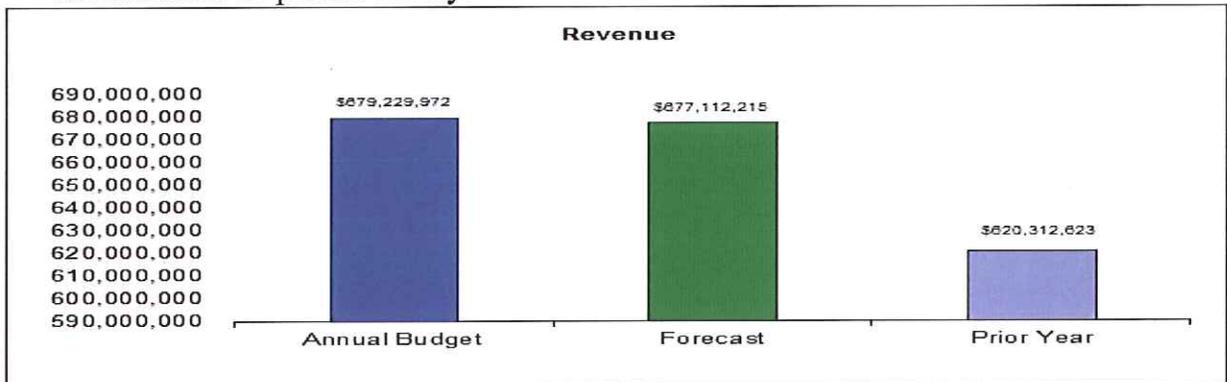
Expenditures	Actual 12/31/2010	Actual 12/31/2009	Variance	%
Police	120,181,466	\$110,610,136	9,571,330	8.7%
Fire	87,242,571	79,824,443	7,418,128	9.3%
Grants & Agencies	31,711,913	21,597,300	10,114,613	46.8%
Parks	14,522,728	14,777,123	(254,395)	-1.7%
Executive	2,900,841	3,440,631	(539,790)	-15.7%
Public Services	11,200,845	10,731,298	469,547	4.4%
Public Works	3,075,045	3,849,892	(774,847)	-20.1%
MATA	16,471,107	17,509,457	(1,038,350)	-5.9%
City Attorney	6,449,414	6,211,961	237,453	3.8%
General Services	6,255,316	6,064,951	190,365	3.1%
Engineering	5,217,045	5,038,806	178,239	3.5%
Human Resources	3,183,841	3,240,352	(56,511)	-1.7%
Community Enhancement	4,228,335	4,171,112	57,223	1.4%
Finance	2,890,516	2,460,619	429,897	17.5%
Housing and Community Developer	2,962,769	2,987,292	(24,523)	-0.8%
Information Services	8,127,122	8,408,167	(281,045)	-3.3%
City Council	762,759	744,908	17,851	2.4%
City Judges	307,798	291,251	16,547	5.7%
City Court Clerk	2,286,626	1,570,508	716,118	45.6%
<b>Total Expenditures</b>	<b>329,978,057</b>	<b>303,530,207</b>	<b>26,447,850</b>	<b>8.7%</b>
<b>Excess Revenue Over Expenses</b>	<b>\$ 103,663,409</b>	<b>\$131,119,613</b>	<b>(27,456,204)</b>	<b>-26.5%</b>

# **FY 2011**

## **Full Year Forecast**

## Financial Highlights

- The major contributors to the forecasted total revenue deficit of \$2 million continue to be property tax collections and investment earnings. Property tax collections are still being impacted by successful taxpayer appeals of assessments that are working their way through the system.
- Investment earning will be below budget due to less money being on deposit and due to extremely low interest earning rates. This trend is expected to continue through the end of the fiscal year.
- Sales taxes are exceeding budget and the higher collections are partially offsetting shortfalls in property taxes and investment income for the year.
- Program revenue related to ambulance fees is forecasted to be stronger than budget while the slow economy continues to put pressure on other key Division program revenues.
- Spending is forecasted to be over budget due to upward pressure on retiree healthcare related costs, legal claim settlements and anti-blight initiatives. Versus last year, costs are up primarily due to education funding and investments in public safety.



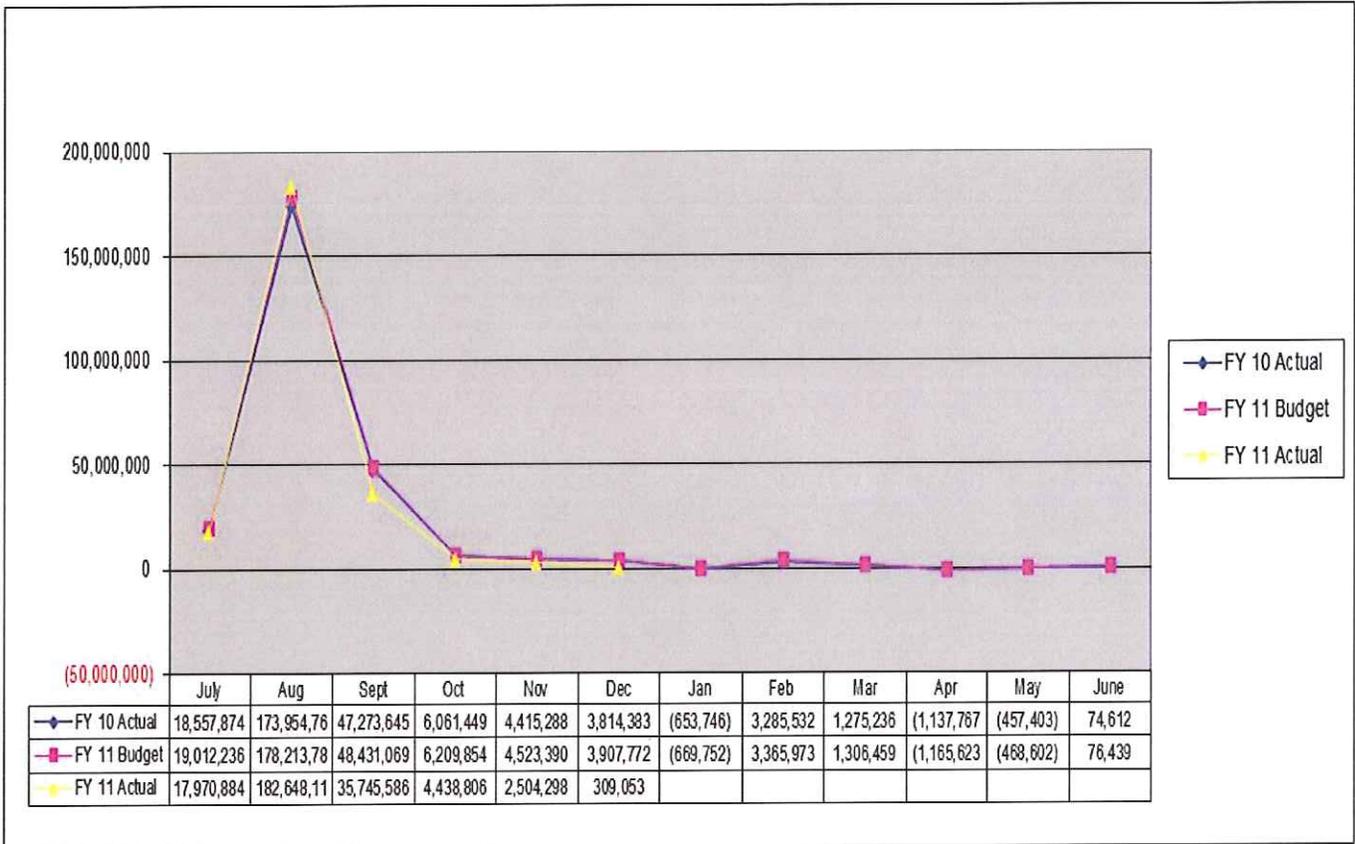
## FY 2011 Summary of Operations

Revenue	Annual Budget	Annual Forecast	Variance	%
Local Taxes	\$ 423,482,795	\$ 420,585,747	(2,897,048)	-0.7%
State Taxes	53,590,528	54,896,600	1,306,072	2.4%
Licenses and Permits	11,734,243	11,166,821	(567,422)	-4.8%
Fines and Forfeitures	13,026,396	12,593,606	(432,790)	-3.3%
Charges for Services	29,483,170	32,199,055	2,715,885	9.2%
Use of Money	2,035,679	573,151	(1,462,528)	-71.8%
Grants	1,809,836	2,207,397	397,561	22.0%
Other Revenues	16,300,428	15,403,571	(896,857)	-5.5%
Transfers	127,766,897	127,486,267	(280,630)	-0.2%
<b>Total Revenue</b>	<b>\$ 679,229,972</b>	<b>677,112,215</b>	<b>(2,117,757)</b>	<b>-0.3%</b>
<b>Expenditures</b>				
Police	229,716,454	229,716,454	-	0.0%
Fire	160,947,448	160,947,448	-	0.0%
Grants & Agencies	104,588,981	110,583,981	(5,995,000)	-5.7%
Parks	28,636,971	29,152,971	(516,000)	-1.8%
Executive	8,234,515	8,234,515	-	0.0%
Public Services	24,282,373	24,427,373	(145,000)	-0.6%
Public Works	18,489,446	18,798,023	(308,577)	-1.7%
MATA	16,930,000	16,930,000	-	0.0%
City Attorney	14,555,007	15,055,007	(500,000)	-3.4%
General Services	12,872,967	12,844,510	28,457	0.2%
Engineering	8,768,457	9,131,025	(362,568)	-4.1%
Human Resources	7,989,180	7,621,718	367,462	4.6%
Community Enhancement	8,980,307	9,180,307	(200,000)	-2.2%
Finance	5,900,215	5,890,215	10,000	0.2%
Housing and Community Development	4,935,268	4,779,908	155,360	3.1%
Information Services	19,713,902	19,364,941	348,961	1.8%
City Council	1,694,981	1,653,951	41,030	2.4%
City Judges	643,754	643,754	-	0.0%
City Court Clerk	5,133,452	5,009,444	124,008	2.4%
<b>Total Expenditures</b>	<b>683,013,678</b>	<b>689,965,545</b>	<b>(6,951,866)</b>	<b>-1.0%</b>
Less Reserve for Encumbrances	(7,000,000)	(7,000,000)	-	
<b>Total Expenditures Less Encumbrances</b>	<b>676,013,678</b>	<b>682,965,545</b>	<b>(6,951,866)</b>	
<b>Excess Revenue Over Expenses</b>	<b>3,216,294</b>	<b>(5,853,330)</b>	<b>(9,069,623)</b>	

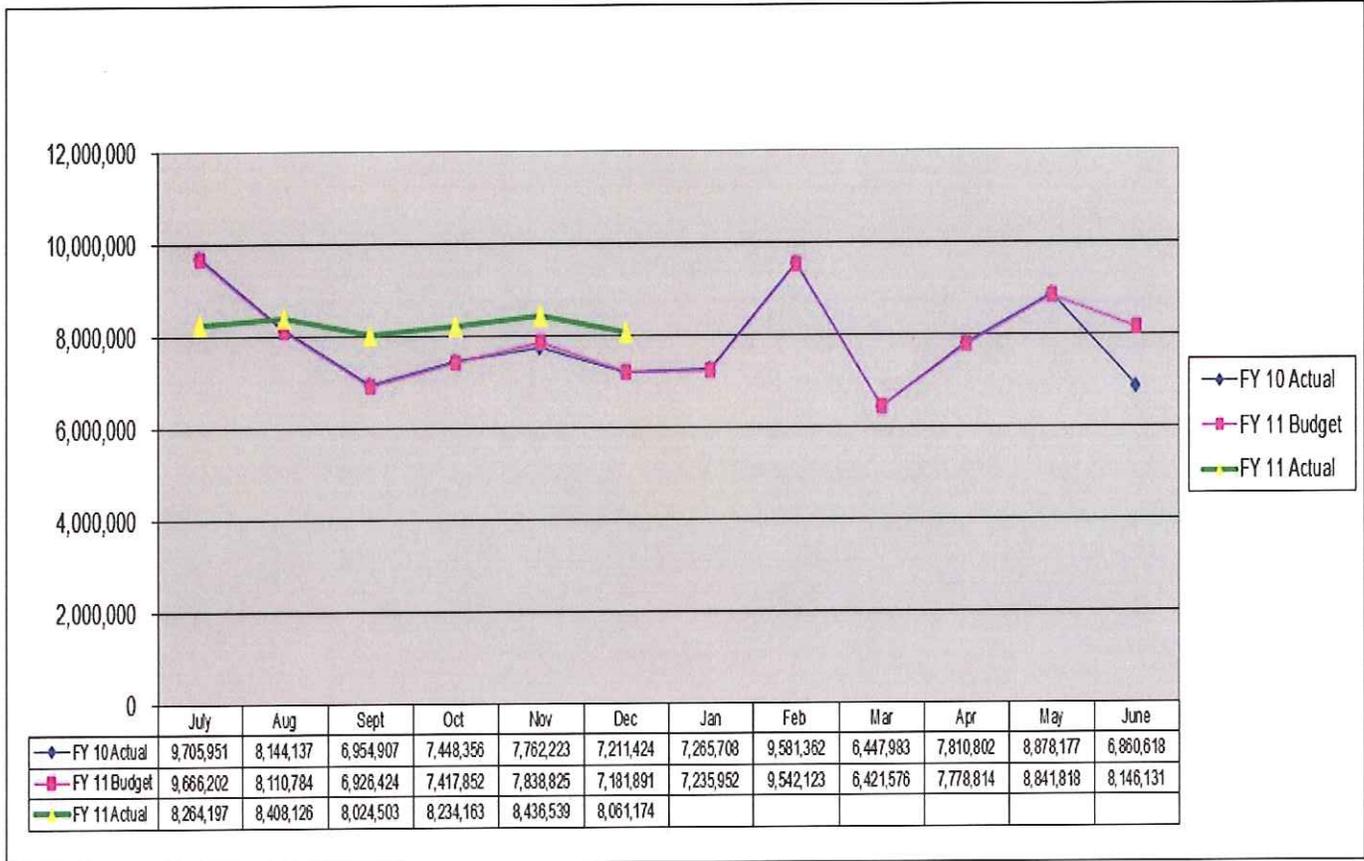
# **Three Revenues to Watch**

- **Property Tax**
- **Local Sales Tax**
- **State Sales Tax**

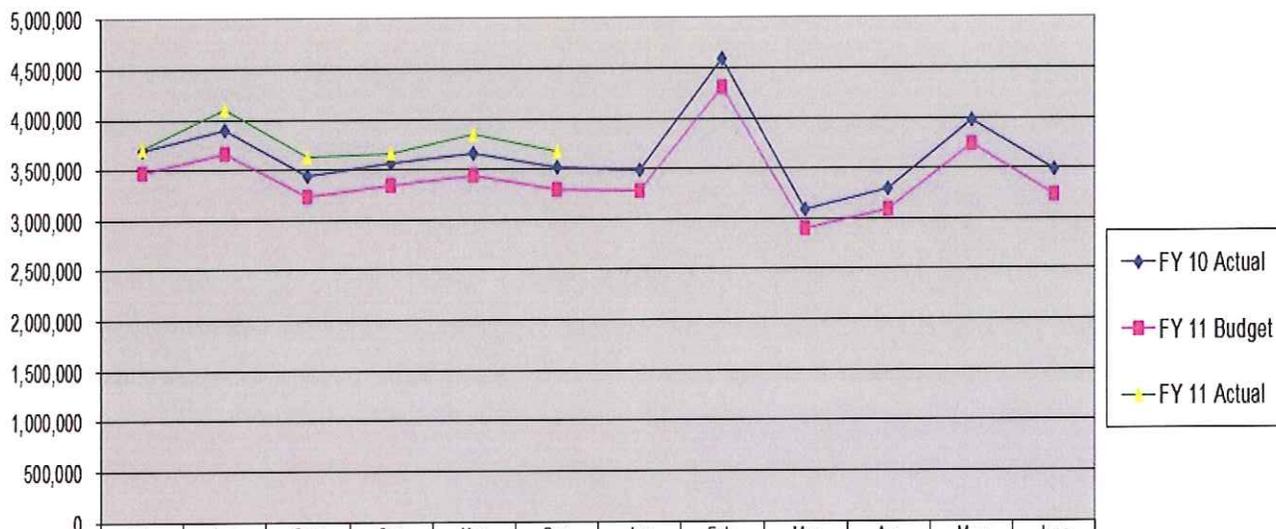
# Property Tax



# Local Sales Tax



# State Sales Tax



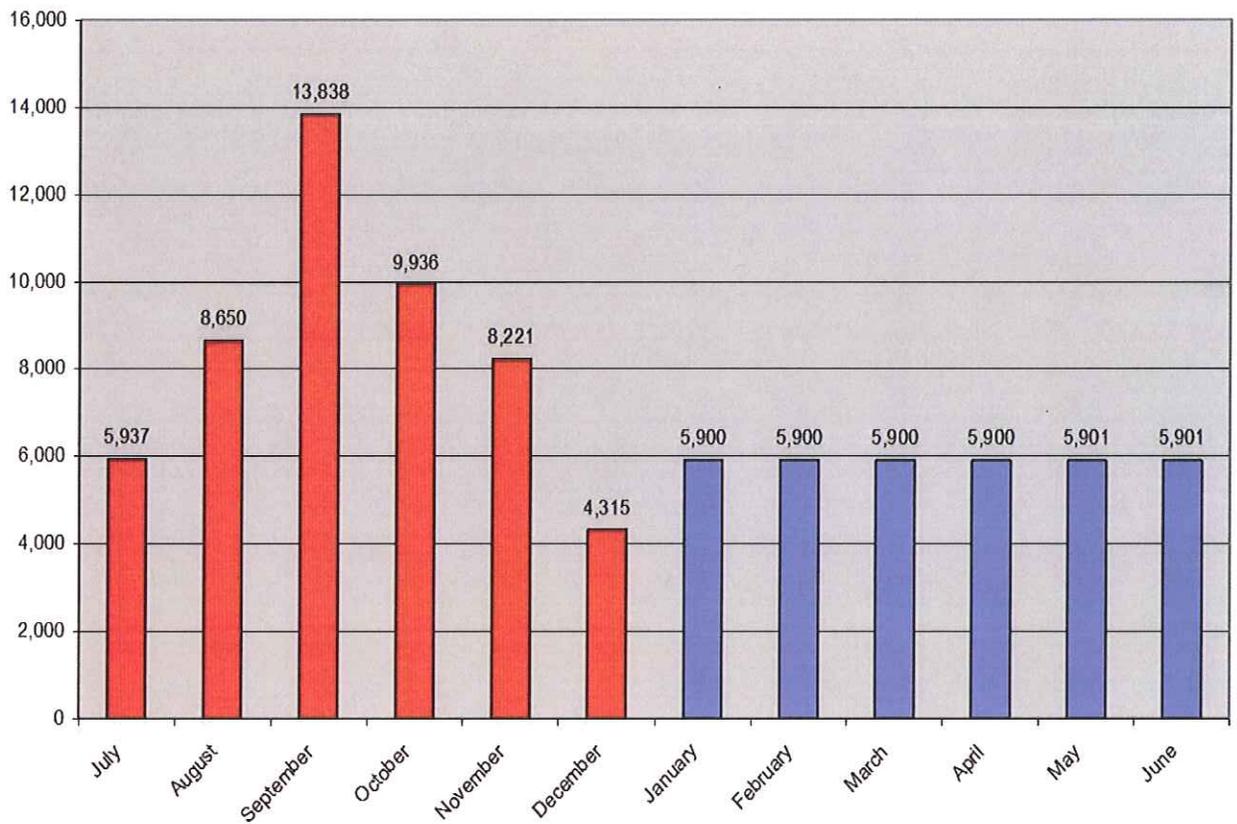
	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June
◆ FY 10 Actual	3,699,239	3,898,344	3,445,441	3,562,962	3,667,219	3,516,651	3,492,140	4,595,493	3,091,707	3,290,433	3,975,854	3,485,714
■ FY 11 Budget	3,472,007	3,658,882	3,233,799	3,344,101	3,441,954	3,300,634	3,277,629	4,313,207	2,901,794	3,088,313	3,731,630	3,236,050
▲ FY 11 Actual	3,710,743	4,108,822	3,625,095	3,653,462	3,854,843	3,682,020						

# **Capital Improvement Budget Section**

- Spending on CIP programs averaged \$7.8 million during the first half of FY 2011.
- Through the first half of FY 2010, spending on CIP programs averaged \$7.4 million.
- The full year spending forecast for CIP programs is forecasted just over \$86.0 million for FY 2011
- No projects have been identified in 2011 Quarter 2 with unused allocations.

**Actual**  
**\$86,299**  
**Dec '10 - June '11**

**CIP Spending (000's) FY 11**



	July	August	September	October	November	December	January	February	March	April	May	June
<b>Current</b>	5,937	8,650	13,838	9,936	8,221	4,315	5,900	5,900	5,900	5,900	5,901	5,901
<b>Cumulative</b>	5,937	14,587	28,425	38,361	46,582	50,897	56,797	62,697	68,597	74,497	80,398	86,299