



City of Fresno
Monthly Financial Report FY2009/2010
For the Six Months Ended December 31, 2009
Unaudited - Intended For Internal Management Purposes Only

GENERAL FUND AT-A-GLANCE

Category	Amended Budget	YTD Actual	%	% Prior Year
Revenues	226,755	52,261	23%	26%
Expenditures	(216,758)	(118,089)	54%	49%
Revenues Over Expenditures	\$9,997	(\$65,828)		

GENERAL FUND REVENUES

Revenues	Amended Budget	YTD Actual	%	% Prior Year
Sales & Use Tax	44,510	22,424	50%	36%
Prop. 172 Sales Tax	2,531	1,006	40%	50%
Property Tax	121,810	65	0%	3%
Motor Vehicle In-Lieu Fees	1,689	332	20%	2%
Business Tax	15,529	8,143	52%	54%
Franchise Tax	6,451	1,620	25%	27%
Other Local Taxes	11,312	4,205	37%	48%
Card Room Receipts	1,500	646	43%	45%
Charges For Services	18,038	5,486	30%	33%
Enterprise In-Lieu Fees	322	0	0%	0%
Intergovernmental Revenues	1,880	916	49%	37%
Intragovernmental Revenues	(9,507)	(507)	5%	29%
All Other Revenue Sources	10,690	7,925	74%	82%
Total	226,755	52,261	23%	26%

GENERAL FUND REVENUES

General Fund revenues for the six months ended December 31, 2009 were \$52.3 million. Last year, total General Fund revenues were \$65.0 million. Of the \$12.8 million decrease between years, \$5.5 million is the result of a lower carryover (\$3.8 million this year v \$9.3 million last year) and \$7.3 million from tax and other operational revenue decreases.

Revenues from the major tax sources (including, Sales Tax, Property Tax, Motor Vehicle In-Lieu, Business Tax, Franchise Tax, and Other Local Taxes) have decreased collectively \$9.6 million compared to the amounts received through this same period last year. The largest declines were as follows: Sales Taxes decreased \$4.4 million (\$22.4 million v \$26.8 million); Property Taxes decreased \$1.8 million. It should be noted, however, that only residual Property Tax receipts have been received thus far. January of 2010 will provide solid trend information when the semi-annual installment is received. Local Taxes have declined \$1.8 million (\$4.2 million v \$6.0 million). All other major tax sources, including Business Tax, Motor Vehicle In-Lieu, and Franchise Taxes, are materially comparable to the amounts received last year.

Sources of revenues other than taxes, including Charges for Services, Intragovernmental Revenue, and All Other Revenue, achieved varying results compared to the amounts received through this period in the prior year. Charges for Services are down \$2.2 million and Intragovernmental (contra) Revenues are down \$4.7 million. Both of these sources will fluctuate month to month depending on activity levels but tend to finish the year materially within budgeted levels. All Other Revenues primarily consists of the \$3.8 million carryover.

As of December 31, 2009, the City maintained \$17.0 million in the General Fund Emergency Reserve Fund. The use of this cash is restricted unless a declaration is made by the mayor and approved by council.

GENERAL FUND EXPENDITURES BY DEPARTMENT

Department	Amended Budget	YTD Actual	%	% Prior Year
Police Department	121,128	67,168	55%	50%
Fire Department	41,577	23,774	57%	50%
Parks, Recreation & Community Services	17,811	10,259	58%	51%
Administrative/General	15,041	5,871	39%	37%
Public Works	11,316	6,048	53%	53%
City Council Offices	2,954	1,499	51%	44%
City Manager's Office	0	0	0%	34%
City Clerk's Office	675	377	56%	48%
Office of the Mayor	1,994	1,046	52%	51%
Economic Development Department	1,446	572	40%	40%
General City Purpose Department	2,816	1,475	52%	31%
Total	216,758	118,089	54%	49%

GENERAL FUND EXPENDITURES BY TYPE

Expenditure Type	Amended Budget	YTD Actual	%	% Prior Year
Salaries and Benefits (excluding overtime)	151,900	86,959	57%	50%
Overtime	3,995	2,427	61%	52%
Pension Obligation Bonds	12,499	4,441	36%	36%
Operations and Maintenance	17,931	9,943	55%	55%
Interdepartmental Charges	28,436	13,471	47%	49%
Transfers, Loans and Contingencies	50	0	0%	0%
Capital	1,947	838	43%	47%
Total	216,758	118,079	54%	49%

GENERAL FUND EXPENDITURES

General Fund expenditures through December 31, 2009 were \$118.1 million, a decrease of \$6.1 million from the prior year. Last year, expenditures were \$124.2 million for the same period. For public protection departments, expenditures for the Police and Fire Departments were \$67.2 million and \$23.8 million respectively. Compared to last year, this is a decrease of \$2.1 million for the Police Department and no decrease for the Fire Department.

Parks/Recreation decreased \$2.0 million compared to last year's spending (\$10.3 million this year, \$12.3 million last year). Public Work's expenditures also decreased \$2.7 million from the prior year (\$6.0 million this year, \$8.7 million last year). Expenditures for the smaller departments materially approximated the amounts spent in the prior fiscal year.

By expenditure category, Salaries and Benefits decreased by \$1.6 million (\$89.4 million vs. \$87.8 million) from the same period last year. Expenditures for Pension Obligation Debt are expected to approximate the prior year results. Expenditures for Operations, Maintenance and Interdepartmental Charges, and Capital decreased collectively from this period last year by \$7.0 million. The decrease is, in part, in reaction to revenue uncertainties.

Note: For comparison purposes, it should be noted that the results for the 6 months ended December 31, 2009 includes portions of one additional payroll cycle (due to timing) than do the results for the 6 months ended for the prior year. The impact is about \$3.6 million. Without this timing factor, Salaries and benefits would have shown a decrease of approximately \$2.0 million.

Operating results for December 2009 were also impacted by a large portion of city staff being furloughed the week between Christmas and New Year's. This had two major impacts to operations in December: Revenues received during this period were not posted until January 2010 and some expenditures were recognized early due to payments being made in advance so as not to be delayed until after the furlough.

ENTERPRISE OPERATING FUNDS

Department	Budget	YTD Actual	%
Community Sanitation			
Revenues	10,673	6,084	57%
Expenditures	(10,156)	(4,343)	43%
Total	517	1,741	
Convention Center			
Revenues	5,841	(940)	-16%
Expenditures	(6,638)	(1,913)	29%
Total	(797)	(2,853)	
Planning and Development Department			
Revenues	6,762	1,950	29%
Expenditures	(9,693)	(4,901)	51%
Total	(2,931)	(2,951)	
FAX/Transit			
Revenues	26,830	10,593	39%
Expenditures	(26,830)	(12,389)	46%
Total	0	(1,796)	
Airports			
Revenues	13,462	5,789	43%
Expenditures	(13,462)	(6,606)	49%
Total	0	(817)	
Housing/Neighborhood Revitalization			
Revenues	1,296	(4,080)	-315%
Expenditures	(5,345)	(414)	8%
Total	(4,049)	(4,494)	
Sewer System			
Revenues	92,440	30,362	33%
Expenditures	(63,183)	(14,384)	23%
Total	29,257	15,978	
Solid Waste System			
Revenues	50,874	27,344	54%
Expenditures	(49,713)	(20,820)	42%
Total	1,161	6,524	
Water System			
Revenues	96,089	58,806	61%
Expenditures	(80,031)	(26,681)	33%
Total	16,058	32,125	

ENTERPRISE OPERATING FUNDS

The enterprise operating funds are achieving varying revenue and expenditure levels thus far, though it is simply too early in the fiscal year to determine any trends.

Improvements continue in the area of grant management and for those funds relying on grant revenues (Airports, FAX/ Transit and Housing/Neighborhood Revitalization). As stated above, results above do not reflect trends or patterns in operations since revenues and expenditures are recognized on a cash basis for interim reporting. This can result in material timing differences. Thus far, it appears FAX/Transit is experiencing success with their grant draw-downs. It is normal at this time of year for Housing to show a deficit in revenue due to negative carryover and other timing factors (the revenue amounts above reflect the Carryover amount from 2009, see below). Major sources of revenues, including grants, are recorded as revenues when the cash is actually received. Interim fluctuations for revenues and expenditures tend to level out towards the end of the fiscal year.

Carryover from 2009 to 2010 was as follows (in millions; [-]denotes negative): Community Sanitation: \$1.1m; Convention Center: -\$0.9m; Development: \$1.6m; FAX/Transit: -\$7.1m; FYI Airport: \$0.5m; Housing/Neighborhood Revitalization: -\$4.1m; Sewer: \$7.1m; Solid Waste: \$5.2m; Water: \$22.2m.

DEBT SUMMARY

Debt Source	Principal Outstanding
Tax Supported	
Pension Obligation Bonds	\$ 178,350
Various Capital Projects	39,950
Stadium Project	41,005
City Hall Refinancing	29,670
Exhibit Hall Expansion Project	25,552
No Neighborhood Left Behind	38,300
Convention Center Improvements	29,040
Conference Center Refinancing	3,725
Street Light Acquisition Project	3,950
Street Improvement Project	1,780
Judgment Obligation Bonds	3,620
Park Impact Fees	34,720
Public Safety Impact Fee Projects	43,385
Water	38,850
Sewer	243,155
Airport	59,320
Solid Waste	9,050
Park and Recreation	2,440
Total \$	825,862

SUMMARY

This report is based on detailed information produced by the City's Finance Department/Accounting Division. If you would like additional information, or have any questions about this report, please call 621-7001.