



City of Fresno
Monthly Financial Report FY2007/2008
Through the Eight Months Ended February 29, 2008
Unaudited - Intended For Internal Management Purposes Only

GENERAL FUND AT-A-GLANCE

Category	Amended Budget	YTD Actual	%	% Prior Year
Revenues	\$ 255,041	\$ 158,592	62%	67%
Expenditures	(255,042)	(166,522)	65%	65%
Revenues Over Expenditures	\$ (1)	\$ (7,930)		

GENERAL FUND REVENUES

Revenues	Amended Budget	YTD Actual	%	% Prior Year
Sales & Use Tax	\$ 83,671	\$ 38,670	46%	52%
Prop. 172 Sales Tax	2,890	1,697	59%	56%
Property Tax	65,859	64,446	98%	106%
Motor Vehicle In-Lieu Fees	36,565	1,546	4%	6%
Business Tax	16,462	12,177	74%	81%
Franchise Tax	6,359	2,668	42%	43%
Other Local Taxes	13,012	7,557	58%	73%
Card Room Receipts	1,399	954	68%	71%
Charges For Services	20,469	10,439	51%	62%
Enterprise In-Lieu Fees	322	322	0%	0%
Intergovernmental Revenues	2,011	876	44%	84%
Intragovernmental Revenues	(14,935)	(4,434)	30%	40%
All Other Revenue Sources	20,957	21,674	103%	89%
Total	\$ 255,041	\$ 158,592	62%	67%

GENERAL FUND REVENUES

General Fund revenues for the eight months ended February 29, 2008 were \$158.6 million. Last year at this time, revenues were \$151.8 million.

Looking at the major revenue sources, Sales Tax revenue has remained materially constant with the amount received this same period last year (\$38.7 million this year as compared to; \$39.4 million last year). However, with 4 months left in the fiscal year, the City is only at 46% of budget for Sales Tax. As indicated last month, it is not likely the estimated amount will be realized by fiscal year end. Property Taxes and Motor Vehicle In-Lieu have also remained materially constant with the amounts received last year (\$67.6 million year-to-date, \$66.2 million last year). Again, this flat revenue stream between years suggests the City will not reach its Property Tax and Motor Vehicle In-Lieu projections for fiscal year 2008. Although estimates were increased 9.9% from the prior year (\$95.8 million to \$105.3 million), actual revenues remain flat. State-level sources are projecting that the State may be facing as much as a \$14 billion budget deficit. Accordingly, Sales Tax, Property Tax, and Vehicle In-Lieu will continue to be monitored closely. The smaller revenue sources, including Business Tax, Franchise Tax, Other Local Tax, Charges for Services, and Intagovernmental Revenues) are achieving moderate results thus far.

As of February 29, 2008, the Emergency Reserve maintains in excess of \$15.9 million in cash. 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	\$ 137,195	\$ 93,288	68%	66%
Fire Department	46,391	33,167	71%	68%
Parks, Recreation & Community Services	23,311	15,909	68%	66%
Administrative/General	20,494	6,127	30%	41%
Public Works	17,192	11,992	70%	64%
City Council Offices	3,687	2,114	57%	57%
City Manager's Office	1,253	932	74%	80%
City Clerk's Office	808	518	64%	65%
Office of the Mayor	611	424	69%	69%
Economic Development Department	1,604	828	52%	44%
General City Purpose Department	2,496	1,223	49%	53%
Total	\$ 255,042	\$ 166,522	65%	65%

GENERAL FUND EXPENDITURES BY TYPE

Expenditure Type	Amended Budget	YTD Actual	%	% Prior Year
Salaries and Benefits (excluding overtime)	\$ 165,938	\$ 112,516	68%	65%
Overtime	5,216	4,471	86%	74%
Pension Obligation Bonds	12,606	4,667	37%	38%
Operations and Maintenance	22,827	16,344	72%	70%
Interdepartmental Charges	38,063	25,638	67%	67%
Transfers, Loans and Contingencies	6,085	-	0%	0%
Capital	4,307	2,886	67%	63%
Total	\$ 255,042	\$ 166,522	65%	65%

GENERAL FUND EXPENDITURES

General Fund expenditures for the eight months ended February 29, 2008 were \$166.5 million. Last year at this time, expenditures were \$145.7 million. This is a 14% increase from the 8-month period last year (July-February). Due to revenue uncertainties thus far, expenditures will need to be monitored during subsequent months. Adjustments might become necessary.

By department, the Police and Fire departments have expended \$93.3 million and \$33.2 million, increases of \$11.6 million and \$4.3 million respectively over this same period in the prior year. The increases for these two departments can be attributed primarily to personnel/salary costs. Parks and Public works have expended \$15.9 million and \$12.0 million, increases of \$1.5 million and \$2.9 million. These increases are attributable to timing of various projects and some increases in personnel costs.

By expenditure type, overall salaries, including overtime have increased \$19.1 million from the prior year due to MOU salary increases and additional personnel. The substantial portion of the salary increases is from Police \$12.6 million, and Fire \$4.2 million. Overtime will be monitored as it is already at 86% of budget with 5 months still remaining in the fiscal year. Operations and Maintenance expenditures decreased slightly, \$16.3 million this year vs. \$16.9 million last year, likely resulting from timing issues related to work on various projects. Interdepartmental Charges, which reflect charges by General Fund departments to other departments, has increased \$2.7 million compared to the prior year.

ENTERPRISE OPERATING FUNDS

Department	Budget	YTD Actual	%
Community Sanitation			
Revenues	\$ 10,751	\$ 7,329	68%
Expenditures	\$ (10,751)	\$ (6,163)	57%
Total	-	1,166	
Convention Center			
Revenues	\$ 5,982	\$ (1,151)	-19%
Expenditures	\$ (6,902)	\$ (1,399)	20%
Total	(920)	(2,550)	
Planning and Development Department			
Revenues	\$ 15,353	\$ 14,512	95%
Expenditures	\$ (17,603)	\$ (10,995)	62%
Total	(2,250)	3,517	
FAX/Transit			
Revenues	\$ 46,702	\$ 851	2%
Expenditures	\$ (45,711)	\$ (28,711)	63%
Total	991	(27,860)	
Airports			
Revenues	\$ 12,841	\$ 6,305	49%
Expenditures	\$ (12,840)	\$ (7,205)	56%
Total	1	(900)	
Housing/Neighborhood Revitalization			
Revenues	\$ 12,742	\$ (5,330)	-42%
Expenditures	\$ (15,010)	\$ (11,510)	77%
Total	(2,268)	(16,840)	
Sewer System			
Revenues	\$ 71,467	\$ (7,896)	-11%
Expenditures	\$ (64,618)	\$ (37,698)	58%
Total	6,849	(45,594)	
Solid Waste System			
Revenues	\$ 53,941	\$ 32,151	60%
Expenditures	\$ (49,275)	\$ (32,283)	66%
Total	4,666	(132)	
Water System			
Revenues	\$ 62,385	\$ 42,139	68%
Expenditures	\$ (58,081)	\$ (30,450)	52%
Total	\$ 4,304	\$ 11,689	

ENTERPRISE OPERATING FUNDS

Except for FAX/Transit, the financial results for the above enterprise operating funds are within acceptable levels for the eight months ended February 29, 2008. These results do not reflect trends or patterns in operations. Revenues and expenditures are recognized on a cash basis for interim reporting. Accordingly, timing differences are inherent for these funds. For instance, major sources of revenues, including grants, are recorded as revenues when received. This causes revenue "spikes" in some months and flat revenues in others. The above figures reflect the carryover from fiscal year 2007. Carryover amounts have been budgeted already and will be used for current/future operations for both ongoing expenditures and major capital projects. FAX/Transit department, as well as Housing/Neighborhood Revitalization should be coordinating grant draw downs in the coming months. Sewer, as explained in an earlier report, had over \$100 million in encumbrances, resulting in negative carryover and negative revenue. This is a timing issue only for Sewer.

DEBT SUMMARY

Debt Source	Principal Outstanding
Tax Supported	
Pension Obligation Bonds	\$ 186,990
Various Capital Projects	43,315
Stadium Project	42,770
City Hall Refinancing	30,150
Exhibit Hall Expansion Project	27,786
No Neighborhood Left Behind	39,650
Convention Center Improvements	17,435
Conference Center Refinancing	5,335
Street Light Acquisition Project	5,035
Street Improvement Project	3,350
Judgment Obligation Bonds	4,355
Water	42,265
Sewer	204,050
Airport	60,970
Solid Waste	11,530
Total \$	724,986

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.