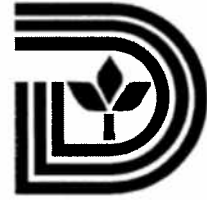


Memorandum



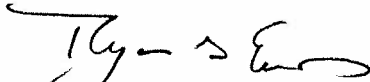
CITY OF DALLAS

DATE January 21, 2011
TO The Honorable Mayor and Members of the City Council
SUBJECT Financial Forecast Report

For your information, attached is the financial forecast for FY 2010-11, based on information through November. General Fund revenues are projected to be \$674,000 above budget and expenditures are projected to be \$564,000 above budget.

The General Fund is above budget as a result of higher than anticipated prices for fuel. The per gallon cost of fuel may continue to rise requiring future adjustments to the fuel forecast. This expense will be monitored closely as we proceed further into the fiscal year.

We will continue to closely monitor revenues and expenditures and keep you informed.


Mary K. Suhm
City Manager

Attachment

c: Ryan S. Evans, First Assistant City Manager
A.C. Gonzales, Assistant City Manager
Jill A. Jordan, P.E., Assistant City Manager
Forest Turner, Assistant City Manager
Jeanne Chipperfield, Chief Financial Officer

**GENERAL FUND
COMPARISON OF 2010-11 REVENUES AND EXPENDITURES
AS OF NOVEMBER 30, 2010
(000s)**

<u>ITEM</u>	<u>BUDGET</u>	<u>YEAR TO DATE</u>	<u>YEAR-END FORECAST</u>	<u>BUDGET VS FORECAST VARIANCE</u>
Revenues	\$998,492	\$71,109	\$999,167	\$674
Expenditures	\$1,006,047	\$167,725	\$1,006,611	\$564
Sub Total	(\$7,555)	(\$96,616)	(\$7,444)	\$110
Use of one time resources	\$7,555		\$7,555	
Net Excess/(Deficiency) of Revenues Over Expenditures and Transfers to Reserves	<u>(\$0)</u>		<u>\$110</u>	

**FINANCIAL FORECAST REPORT
FY 2010-11
AS OF NOVEMBER 30, 2010**

GENERAL FUND

Revenues

- Total General Fund revenues are estimated to be \$674,000 above budget.
 - Parking Fine revenues are projected to be \$463,000 below budget due to reduced violations and elimination of meters around new green space and parks in the downtown area.
 - Private Disposal revenues are projected to be \$1,687,000 below budget primarily due to the delayed improvement to the general economy, and to the construction industry in particular, resulting in lower-than-projected landfill revenues.
 - Miscellaneous revenues are projected to be \$948,000 above budget primarily due to a reimbursement from Atmos Energy for rate case expenses previously incurred by the City and the re-sale of recyclable paper and cardboard.

Expenditures

- Total General Fund expenditures are estimated to be \$564,000 above budget.
 - Fuel expenses are projected to be \$926,000 above budget due to increase cost per gallon for both unleaded and diesel grades.

**GENERAL FUND
FORECAST OF FY 2010-11 REVENUES
AS OF NOVEMBER 30, 2010
(000s)**

	<u>BUDGET</u>	<u>REVENUES YEAR TO DATE</u>	<u>YEAR-END FORECAST</u>	<u>BUDGET VS FORECAST VARIANCE</u>
TAXES				
Ad Valorem Tax	\$435,785	\$21,537	\$435,785	\$0
Sales Tax	204,810	0	206,043	1,233
FRANCHISE REVENUES				
Oncor Electric	46,641	15,309	46,641	0
AT&T	19,668	0	19,668	0
Atmos Energy	11,355	0	11,355	0
Time Warner Cable	6,000	834	6,000	0
Other	13,486	181	13,486	0
TOTAL TAXES & FRANCHISE REVENUES	737,745	37,861	738,978	1,233
LICENSES AND PERMITS	9,893	1,201	9,895	2
INTEREST EARNED	2,413	35	2,413	0
INTERGOVERNMENTAL	6,312	234	6,292	(20)
FINES AND FORFEITURES				
Municipal Court	16,560	2,263	16,915	354
Vehicle Towing & Storage	7,774	1,247	7,976	202
Parking Fines	5,988	1,569	5,525	(463)
Red Light Camera Fines	8,344	0	8,344	0
Public Library	670	88	670	0
TOTAL FINES	39,337	5,166	39,430	93
CHARGES FOR SERVICE				
Sanitation Service	59,883	10,041	59,890	6
Parks	7,488	1,082	7,481	(8)
Private Disposal Fees	23,396	2,837	21,709	(1,687)
Emergency Ambulance	19,274	1,628	19,274	0
Security Alarm	4,650	674	4,650	0
Street Lighting	1,493	99	1,493	0
Vital Statistics	1,853	229	1,853	0
Other	19,344	2,962	19,451	107
TOTAL CHARGES	137,381	19,552	135,800	(1,581)
INTERFUND REVENUE	52,662	5,087	52,662	0
MISCELLANEOUS	12,750	1,971	13,698	948
TOTAL REVENUE	998,493	71,109	999,167	674
USE OF ONE-TIME RESOURCES	7,555	0	7,555	0
TOTAL RESOURCES	\$1,006,047	\$71,109	\$1,006,722	\$674

**GENERAL FUND
FORECAST OF FY 2010-11 EXPENDITURES
AS OF NOVEMBER 30, 2010
(000s)**

DEPARTMENT	BUDGET	EXPENDITURES YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
Building Services	\$20,838	\$4,539	\$20,838	\$0
Business Dev/Procurement Svcs	\$2,029	\$596	\$2,029	\$0
City Attorney's Office	\$9,944	\$1,579	\$9,897	(\$47)
City Auditor's Office	\$2,075	\$317	\$2,073	(\$2)
City Controller's Office	\$3,558	\$675	\$3,558	\$0
City Manager's Office	\$1,496	\$302	\$1,489	(\$7)
City Secretary's Office	\$1,470	\$259	\$1,470	\$0
Civil Service	\$1,012	\$178	\$1,014	\$2
Code Compliance	\$26,846	\$4,001	\$26,846	\$0
Court Services	\$10,849	\$1,559	\$10,763	(\$86)
Elections	\$1,092	\$96	\$1,092	\$0
Fire	\$195,132	\$25,604	\$195,132	\$0
Housing / Community Services	\$7,438	\$4,443	\$7,485	\$48
Human Resources	\$3,053	\$729	\$3,054	\$1
Independent Audit	\$772	\$0	\$772	\$0
Judiciary	\$2,964	\$589	\$2,918	(\$46)
Library	\$19,591	\$3,766	\$19,591	\$0
Management Services	\$2,524	\$1,107	\$2,524	\$0
Mayor and Council	\$3,618	\$532	\$3,567	(\$51)
Non-Departmental	\$30,666	\$1,715	\$30,666	\$0
Office of Cultural Affairs	\$12,530	\$1,254	\$12,490	(\$40)
Office of Economic Development	\$492	\$469	\$492	\$0
Office of Financial Services	\$1,532	\$216	\$1,532	\$0
Park and Recreation	\$63,700	\$12,017	\$63,860	\$160
Police	\$403,070	\$50,851	\$402,820	(\$250)
Public Works and Transportation	\$11,875	\$3,040	\$11,870	(\$5)
Sanitation Services	\$72,748	\$14,078	\$72,748	\$0
Street Lighting	\$17,338	\$17,278	\$17,340	\$3
Street Services	\$48,912	\$4,419	\$48,912	\$0
Sustainable Dev/Construction	\$915	\$442	\$874	(\$41)
Trinity Watershed Management	\$105	\$0	\$105	\$0
<u>OTHER</u>				
Appraisal Districts	\$3,258	\$2,959	\$3,258	\$0
Dallas County Tax Collection	\$576	\$0	\$576	\$0
Jail Contract - Lew Sterrett	\$8,116	\$8,116	\$8,116	\$0
Fuel (to be allocated)	\$0	\$0	\$926	\$926
<u>RESERVES AND TRANSFERS</u>				
Salary and Benefit Reserve	\$3,700	\$0	\$3,700	\$0
Contingency Reserve	\$3,646	\$0	\$3,646	\$0
Liability/Claims Fund	\$6,569	\$0	\$6,569	\$0
EXPENDITURES	\$1,006,047	\$167,725	\$1,006,611	\$564

**PROPRIETARY FUNDS
FORECAST OF FY 2010-11 REVENUES AND EXPENDITURES
AS OF NOVEMBER 30, 2010
(000s)**

DEPARTMENT	BUDGET	REVENUES AND EXPENDITURES YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
<u>Aviation</u>				
Revenues	\$47,007	\$7,800	\$47,014	\$7
Expenses	\$47,007	\$4,849	\$46,984	(\$23)
Net Excess of Revenues				
Over Expenses/Transfer	\$0	\$2,951	\$30	\$30
<u>Convention Center</u>				
Revenues	\$58,636	\$5,136	\$58,636	\$0
Expenses	\$58,636	\$7,981	\$58,512	(\$123)
Net Excess of Revenues				
Over Expenses/Transfer	\$0	(\$2,845)	\$123	\$123
<u>Municipal Radio Fund</u>				
Revenues	\$2,717	\$540	\$2,717	\$0
Expenses	\$2,717	\$557	\$2,717	\$0
Net Excess of Revenues				
Over Expenses/Transfer	\$0	(\$17)	\$0	\$0
<u>Sustainable Dev/ Construction</u>				
Revenues	\$17,298	\$2,290	\$16,758	(\$540)
Expenses	\$16,791	\$1,612	\$16,683	(\$108)
Net Excess of Revenues				
Over Expenses/Transfer	\$507	\$678	\$75	(\$432)
<u>Water Utilities</u>				
Revenues	\$531,240	\$79,318	\$529,590	(\$1,651)
Expenses	\$531,240	\$53,699	\$529,590	(\$1,651)
Net Excess of Revenues				
Over Expenses/Transfer	\$0	\$25,619	\$0	\$0
<u>Communication & Information Svcs</u>				
Revenues	\$48,019	\$6,790	\$48,019	\$0
Expenses	\$48,155	\$5,679	\$48,155	\$0
Net Excess of Revenues				
Over Expenses/Transfer	(\$136)	\$1,111	(\$136)	\$0

**PROPRIETARY FUNDS
FORECAST OF FY 2010-11 REVENUES AND EXPENDITURES
AS OF NOVEMBER 30, 2010
(000s)**

DEPARTMENT	BUDGET	REVENUES AND EXPENDITURES YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
<u>Equipment Services</u>				
Revenues	\$44,933	(\$635)	\$46,012	\$1,079
Expenses	\$44,933	\$4,201	\$45,992	\$1,059
Net Excess of Revenues Over Expenses/Transfer	\$0	(\$4,836)	\$20	\$20
<u>Express Business Center</u>				
Revenues	\$3,901	\$630	\$3,905	\$4
Expenses	\$4,049	\$930	\$4,049	\$0
Net Excess of Revenues Over Expenses/Transfer	(\$148)	(\$300)	(\$144)	\$4

**OTHER FUNDS
FORECAST OF FY 2010-11 REVENUES AND EXPENDITURES
AS OF NOVEMBER 30, 2010
(000s)**

DEPARTMENT	BUDGET	REVENUES AND EXPENDITURES YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
<u>Employee Benefits</u>	\$512	\$57	\$512	\$0
<u>Risk Management</u>	\$1,268	\$205	\$1,268	\$0
<u>9-1-1 System Operations</u>				
Revenues	\$13,457	\$2,303	\$13,457	\$0
Expenses	<u>\$13,912</u>	<u>\$128</u>	<u>\$13,912</u>	<u>\$0</u>
Net Excess of Revenues				
Over Expenses/Transfer	<u>(\$454)</u>	<u>\$2,175</u>	<u>(\$454)</u>	<u>\$0</u>
<u>Storm Water Drainage</u>				
Revenues	\$48,234	\$8,232	\$48,234	\$0
Expenses	<u>\$50,119</u>	<u>\$3,379</u>	<u>\$49,942</u>	<u>(\$177)</u>
Net Excess of Revenues				
Over Expenses/Transfer	<u>(\$1,885)</u>	<u>\$4,853</u>	<u>(\$1,708)</u>	<u>\$177</u>

**DEBT SERVICE FUND
FORECAST OF 2010-11 REVENUES AND EXPENDITURES
AS OF NOVEMBER 30, 2010
(000s)**

<u>DEBT SERVICE</u>	<u>BUDGET</u>	<u>EXPENDITURES AND REVENUES YEAR TO DATE</u>	<u>YEAR-END FORECAST</u>	<u>BUDGET VS FORECAST VARIANCE</u>
Beginning Balance	\$3,632	\$0	\$3,632	\$0
Revenues	\$259,660	\$10,679	\$253,073	(\$6,587)
Expenses	\$260,685	\$0	\$253,922	(\$6,763)
Ending Balance	<u>\$2,607</u>	<u>\$10,679</u>	<u>\$2,783</u>	<u>\$176</u>

CONTINGENCY RESERVE STATUS

Beginning Balance October 1, 2010	\$5,013,005
No uses of Contingency Reserve	\$0
Balance as of November 30, 2010	<u><u>\$5,013,005</u></u>

LIABILITY/CLAIMS FUND

Beginning Balance October 1, 2010	\$8,574,065
Paid October 2010	(\$28,115)
Paid November 2010	(\$93,596)
Balance as of November 30, 2010	<u><u>\$8,452,354</u></u>