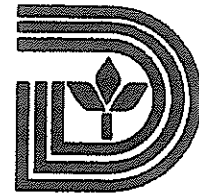


Memorandum




CITY OF DALLAS

DATE January 29, 2010
TO The Honorable Mayor and Members of the City Council
SUBJECT Financial Forecast Report

For your information, attached is the financial forecast for FY2009-10, based on information through November. General Fund revenues are projected to be \$2,387,000 below budget and expenditures are projected to be \$2,537,000 below budget.

Sales Tax revenues are projected to be \$3,798,000 below budget. The overall financial forecast anticipates savings from a continued restrictive hiring freeze and lower than budgeted fuel costs which are not allocated to department forecasts at this time.

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


Mary K. Suhm *for*
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
David Cook, Chief Financial Officer
Jeanne Chipperfield, Director – Office of Financial Services

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**GENERAL FUND
COMPARISON OF 2009-10 REVENUES AND EXPENDITURES
AS OF NOVEMBER 30, 2009
(000s)**

<u>ITEM</u>	<u>BUDGET</u>	<u>YEAR TO DATE</u>	<u>YEAR-END FORECAST</u>	<u>BUDGET VS FORECAST VARIANCE</u>
Revenues	\$998,628	\$75,419	\$996,241	(\$2,387)
Expenditures	\$1,020,323	\$189,086	\$1,017,786	(\$2,537)
Sub Total	(\$21,695)	(\$113,667)	(\$21,545)	\$150
Use of one time resources	21,695		21,695	
Net Excess/(Deficiency) of Revenues Over Expenditures and Transfers to Reserves	<u>\$0</u>		<u>\$150</u>	

**FINANCIAL FORECAST REPORT
FY 2009-10
AS OF NOVEMBER 30, 2009**

GENERAL FUND

Revenues

- Total General Fund revenues are estimated to be \$2,387,000 below budget.
 - Vehicle Towing and Storage revenues are projected to be \$1,300,000 above budget primarily due to towing of vehicles lacking proof of auto insurance.
 - Private Disposal revenues are projected to be \$1,398,000 below budget primarily due to the weak economy.
 - Vital Statistics revenues are projected to be \$297,000 below budget due to a decrease in the number of requests for birth and death certificates.
 - Miscellaneous revenues are projected to be \$2,049,000 above budget primarily due to unbudgeted revenue anticipated as a result of the utility audit.

Expenditures

- Total General Fund expenditures are estimated to be \$2,537,000 below budget.
 - The expenses for termination payments are included in the departments' estimates. The appropriations from the Salary and Benefit Reserve have been allocated to those departments.
 - City Secretary's Office is projected to be \$100,000 above budget primarily due to higher than budgeted expenses for records management.

**GENERAL FUND
FORECAST OF FY 2009-10 REVENUES
AS OF NOVEMBER 30, 2009
(000s)**

	BUDGET	REVENUES YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
TAXES				
Ad Valorem Tax	\$420,799	\$18,861	\$420,799	\$0
Sales Tax	206,574	0	202,776	(3,798)
FRANCHISE REVENUES				
Oncor Electric	48,658	14,575	48,658	0
AT&T	21,000	5,207	21,000	0
Atmos Energy	10,600	1,515	10,600	0
Time Warner Cable	5,800	1,683	5,800	0
Other	11,097	3,237	11,097	0
TOTAL TAXES & FRANCHISE REVENUES	724,528	45,078	720,730	(3,798)
LICENSES AND PERMITS	7,970	1,038	7,933	(37)
INTEREST EARNED	3,077	0	3,077	0
INTERGOVERNMENTAL	7,312	0	7,434	122
FINES AND FORFEITURES				
Municipal Court	19,382	1,820	18,838	(543)
Vehicle Towing & Storage	6,786	1,370	8,086	1,300
Parking Fines	8,788	1,475	8,788	0
Red Light Camera Fines	8,484	0	8,484	0
Public Library	611	89	611	0
TOTAL FINES	44,050	4,754	44,807	757
CHARGES FOR SERVICE				
Sanitation Service	60,545	10,204	61,312	767
Parks	7,602	385	7,602	0
Private Disposal Fees	23,552	3,522	22,155	(1,398)
Emergency Ambulance	19,250	2,963	19,250	0
Security Alarm	4,650	507	4,650	0
Street Lighting	1,392	91	1,392	0
Vital Statistics	2,390	267	2,093	(297)
Other	16,257	2,144	16,035	(221)
TOTAL CHARGES	135,638	20,083	134,490	(1,149)
INTERFUND REVENUE	66,440	3,410	65,692	(748)
MISCELLANEOUS	9,612	1,442	12,077	2,466
TOTAL REVENUE	998,628	75,804	996,241	(2,387)
USE OF ONE-TIME RESOURCES	21,695	0	21,695	0
TOTAL RESOURCES	\$1,020,323	\$75,804	\$1,017,936	(\$2,387)

**GENERAL FUND
FORECAST OF FY 2009-10 EXPENDITURES
AS OF NOVEMBER 30, 2009
(000s)**

DEPARTMENT	BUDGET	EXPENDITURES YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
Building Services	\$27,789	\$8,065	\$27,779	(\$10)
Business Dev/Procurement Svcs	\$3,304	\$397	\$3,307	\$3
City Attorney's Office	\$10,332	\$1,475	\$10,331	\$0
City Auditor's Office	\$2,254	\$293	\$2,253	(\$1)
City Controller's Office	\$7,210	\$920	\$7,240	\$31
City Manager's Office	\$1,872	\$286	\$1,847	(\$25)
City Secretary's Office	\$1,516	\$184	\$1,616	\$100
Civil Service	\$1,223	\$189	\$1,261	\$38
Code Compliance	\$28,399	\$3,527	\$28,349	(\$50)
Court Services	\$11,065	\$1,213	\$11,052	(\$14)
Elections	\$83	\$12	\$83	\$0
Fire	\$201,252	\$34,713	\$201,189	(\$63)
Housing / Community Services	\$7,703	\$4,396	\$7,990	\$287
Human Resources	\$3,304	\$569	\$3,304	\$0
Independent Audit	\$1,253	\$0	\$1,253	\$0
Judiciary	\$2,856	\$390	\$2,956	\$100
Library	\$22,116	\$3,335	\$22,169	\$53
Management Services	\$3,250	\$1,196	\$3,204	(\$46)
Mayor and Council	\$3,718	\$424	\$3,718	\$0
Non-Departmental	\$23,798	\$1,490	\$23,135	(\$663)
Office of Cultural Affairs	\$12,145	\$885	\$12,137	(\$7)
Office of Economic Development	\$2,633	\$496	\$2,633	(\$1)
Office of Financial Services	\$1,525	\$201	\$1,525	\$0
Park and Recreation	\$65,328	\$12,446	\$65,305	(\$23)
Police	\$412,955	\$64,678	\$415,717	\$2,762
Public Works and Transportation	\$18,428	\$4,664	\$18,453	\$25
Sanitation Services	\$74,461	\$11,471	\$73,322	(\$1,139)
Street Lighting	\$16,977	\$15,439	\$16,977	\$0
Street Services	\$28,110	\$3,763	\$27,741	(\$370)
Sustainable Dev/Construction	\$1,535	\$397	\$1,511	(\$24)
Trinity Watershed Management	\$1,645	\$1,299	\$1,638	(\$7)
<u>OTHER</u>				
Appraisal District	\$3,355	\$3,052	\$3,355	\$0
Dallas County Tax Collection	\$554	\$0	\$554	\$0
Jail Contract - Lew Sterrett	\$7,222	\$7,222	\$7,222	\$0
Fuel Savings (to be allocated)	\$0	\$0	(\$2,041)	(\$2,041)
Savings from Restrictive Hiring Freeze	\$0	\$0	(\$1,452)	(\$1,452)
<u>RESERVES AND TRANSFERS</u>				
Contingency Reserve	\$200	\$0	\$200	\$0
Liability/Claims Fund	\$8,305	\$0	\$8,305	\$0
Salary and Benefit Reserve	\$647	\$0	\$647	\$0
EXPENDITURES	\$1,020,323	\$189,086	\$1,017,786	(\$2,537)

**PROPRIETARY FUNDS
FORECAST OF FY 2009-10 REVENUES AND EXPENDITURES
AS OF NOVEMBER 30, 2009
(000s)**

DEPARTMENT	BUDGET	REVENUES AND EXPENDITURES YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
<u>Aviation</u>				
Revenues	\$42,489	\$7,105	\$42,227	(\$261)
Expenses	\$41,926	\$3,819	\$41,886	(\$39)
Net Excess of Revenues Over Expenses/Transfer	\$563	\$3,286	\$341	\$222
<u>Convention Center</u>				
Revenues	\$60,076	\$2,901	\$59,342	(\$734)
Expenses	\$61,347	\$6,468	\$61,245	(\$102)
Net Excess of Revenues Over Expenses/Transfer	(\$1,271)	(\$3,568)	(\$1,903)	\$632
<u>Municipal Radio Fund</u>				
Revenues	\$2,919	\$470	\$2,919	\$0
Expenses	\$3,120	\$639	\$3,120	\$0
Net Excess of Revenues Over Expenses/Transfer	(\$201)	(\$169)	(\$201)	\$0
<u>Sustainable Dev/ Construction</u>				
Revenues	\$16,583	\$2,312	\$16,433	(\$150)
Expenses	\$16,019	\$1,740	\$16,197	\$178
Net Excess of Revenues Over Expenses/Transfer	\$564	\$573	\$235	\$329
<u>Water Utilities</u>				
Revenues	\$530,365	\$72,038	\$515,075	(\$15,290)
Expenses	\$530,365	\$51,405	\$514,814	(\$15,551)
Net Excess of Revenues Over Expenses/Transfer	\$0	\$20,634	\$261	(\$261)
<u>Communication & Information Svcs</u>				
Revenues	\$48,266	\$18	\$48,266	\$0
Expenses	\$48,434	\$12,411	\$48,434	\$0
Net Excess of Revenues Over Expenses/Transfer	(\$168)	(\$12,393)	(\$168)	\$0

PROPRIETARY FUNDS
FORECAST OF FY 2009-10 REVENUES AND EXPENDITURES
AS OF NOVEMBER 30, 2009
(000s)

DEPARTMENT	BUDGET	REVENUES AND EXPENDITURES YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
<u>Equipment Services</u>				
Revenues	\$48,026	\$28	\$45,681	(\$2,345)
Expenses	<u>\$47,885</u>	<u>\$13,491</u>	<u>\$45,511</u>	<u>(\$2,374)</u>
Net Excess of Revenues Over Expenses/Transfer	<u>\$142</u>	<u>(\$13,464)</u>	<u>\$170</u>	<u>(\$28)</u>
<u>Office Services</u>				
Revenues	\$4,266	\$582	\$4,197	(\$70)
Expenses	<u>\$4,384</u>	<u>\$724</u>	<u>\$4,384</u>	<u>\$0</u>
Net Excess of Revenues Over Expenses/Transfer	<u>(\$117)</u>	<u>(\$142)</u>	<u>(\$187)</u>	<u>\$70</u>

**OTHER FUNDS
FORECAST OF FY 2009-10 REVENUES AND EXPENDITURES
AS OF NOVEMBER 30, 2009
(000s)**

DEPARTMENT	BUDGET	REVENUES AND EXPENDITURES YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
<u>Employee Benefits</u>	\$724	\$40	\$724	\$0
<u>Risk Management</u>	\$1,264	\$155	\$1,264	\$0
<u>9-1-1 System Operations</u>				
Revenues	\$12,161	\$2,804	\$12,161	\$0
Expenses	\$13,965	\$636	\$13,965	\$0
Net Excess of Revenues Over Expenses/Transfer	<u>(\$1,804)</u>	<u>\$2,168</u>	<u>(\$1,804)</u>	<u>\$0</u>
<u>Storm Water Drainage</u>				
Revenues	\$44,674	\$7,408	\$44,674	\$0
Expenses	\$44,674	\$701	\$44,674	\$0
Net Excess of Revenues Over Expenses/Transfer	<u>\$0</u>	<u>\$6,707</u>	<u>\$0</u>	<u>\$0</u>

**DEBT SERVICE FUND
FORECAST OF 2009-10 REVENUES AND EXPENDITURES
AS OF NOVEMBER 30, 2009
(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	\$30,458	\$0	\$30,458	\$0
Revenues	\$261,586	\$9,718	\$261,586	\$0
Expenses	\$289,164	\$27,230	\$289,164	\$0
Ending Balance	<u>\$2,880</u>	<u>(\$17,512)</u>	<u>\$2,880</u>	<u>\$0</u>

CONTINGENCY RESERVE STATUS

Beginning Balance October 1, 2009	\$5,123,005
Non-Departmental - Reimbursable deposit with the Texas Comptroller of Public Accounts Major Events Trust Fund for activities related to the 2010 NBA All-Star Game (October 28, 2009, CR# 09-2671)	(\$1,730,000)
City Secretary's Office - Implementation of the lobbyist registration program (November 9, 2009, CR# 09-2833)	(\$134,769)
Balance as of November 30, 2009	<u>\$3,258,236</u>

LIABILITY/CLAIMS FUND

Beginning Balance October 1, 2009	\$11,025,299
Paid October 2009	(\$217,299)
Paid November 2009	(\$747,600)
Balance as of November 30, 2009	<u>\$10,060,400</u>