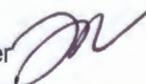




City of DeSoto

Memo

Date: Wednesday, August 11, 2011
To: Dr. Tarron Richardson, City Manager 
From: Edena Atmore, Assistant Director of Finance
Subject: July 2011 Financial Reports

Attached are the July 2011 Financial Reports for the General Fund (GF), and the Water and Sewer Fund for your review. We hope that this report will provide you with a picture of the City's financial position for the month of July in fiscal year (FY) 2011.

The summaries of major revenues and expenditures for the GF as well as the Water and Sewer Fund cover the majority of the total City budget and are listed separately. We have also included a page showing the uses of Fund Balance items for your review. The reports that cover the Special Revenue and Capital Project Funds are attached as well.

General Fund

Revenues: Overall, the month of July 2011 reflects that we are on target for FY 2011. **Property Taxes** have exceeded our expectations. The **Sales Tax** revenues show that we have been slightly under the target for the last six (6) months with a 2% or less difference between the actual revenues and the projected amount. We are continuing to look at this trend with the anticipation that we may fall short of the budgeted amount. With this in mind, we have asked staff to continue to evaluate expenditures and cut costs where they can.

Franchise Fees are below the targeted revenue projected for July mostly due to timing of some of the receipts from the utilities. With the extreme heat we are experiencing, it is very possible to expect higher electric franchise revenue than budgeted by year-end. Most of these revenues are paid on a quarterly basis and we actually receive the revenue two (2) months after the quarter has ended. However, we will continue to monitor this revenue stream in the coming months. The **Licenses and Permits** are above our projections for the month of July. We are seeing an increase in building permits revenue. **Fines and Forfeitures and Recreational Fee** revenues continue to be above our projections for the month of July. The **Charges for Services** revenue is below target due to a change in the accounting method for recording the revenues. We are monitoring this revenue stream and we still expect to meet the budget amount for the FY. Our overall actual year-to-date (YTD) revenue collected as a percent of budget is 85.5%, which is a 2% variance from our projected average of 87.5%.

Expenditures: The total GF actual YTD expenditures for July 2011 are on target according to our projections. Through the month of July 2011 we have actually expended 84.1% of the budgeted amount. Our historical budget projections show that in the past, we have spent around 82.9% of our budgeted target through July. The below target variance of 1.2% is due mostly to the month of July being a three (3) pay-period month. We continue to anticipate our expenditures to be slightly below our budgeted amount for FY 2011.

Water and Sewer Fund

Revenues: For the month of July 2011, the overall actual revenues for the **Water and Sewer Fund** are above our projections. We usually see an increase in revenues in this fund during the summer months depending on the weather conditions. The overall actual YTD revenues collected as a percent of budget is 84.42% compared to the projected target of 80.88%. If the hot and dry weather holds, we project ending the year ahead of budgeted revenues.

Expenses: The YTD expenditures for the **Water and Sewer Fund** are considered to be within expectations. Our actual expenditures through July 2011 are 74.41% of the budgeted amount. Our budgeted projections show that in the past, we have spent an average of 84.67% of the budgeted target during this same time period.

GENERAL FUND
REVENUES AND EXPENDITURES
FY 2010-2011
Through July 2011
83.4% of Budget Year



REVENUES	Adopted Budget	Current Month Actuals	Actual Current YTD Amount	Projected YTD Amount	YTD Budget		
					Projected Variance	Actual YTD% of Budget	Projected % of Budget
Over/(Under)							
PROPERTY TAXES	\$14,780,536	\$221,748	\$14,962,969	\$14,817,734	\$145,235	101.2%	100.3%
SALES TAXES	5,690,009	386,468	3,419,984	\$3,531,220	(111,236)	60.1%	62.1%
MIXED DRINK TAX	33,000	13,090	28,077	21,278	6,799	85.1%	64.5%
FRANCHISE FEES	3,246,432	129,943	2,028,417	2,314,057	(285,640)	62.5%	71.3%
LICENSES & PERMITS	555,000	61,181	656,088	608,733	47,355	118.2%	109.7%
INTERGOVERNMENTAL	324,000	4,554	273,825	288,004	(14,179)	84.5%	88.9%
CHARGES FOR SERVICES	1,098,250	58,307	796,781	1,217,300	(420,519)	72.6%	110.8%
RECREATION FEES	228,100	48,850	217,146	185,959	31,187	95.2%	81.5%
FINES & FORFEITURES	1,018,000	89,844	853,489	802,659	50,830	83.8%	78.8%
INTEREST REVENUES	150,000	2,998	28,513	47,942	(19,429)	19.0%	32.0%
ADMINISTRATIVE FEE REIMBURSE	1,871,837	155,986	1,559,864	1,559,334	530	83.3%	83.3%
MISCELLANEOUS	417,000	46,388	332,642	305,953	26,689	79.8%	73.4%
INTERFUND TRANSFERS	348,357	-	300,000	334,655	(34,655)	86.1%	96.1%
TOTAL REVENUES	\$29,760,521	\$1,219,357	\$25,457,795	\$26,034,828	(\$577,033)	85.5%	87.5%

EXPENDITURES	Adopted Budget	Current Month Actuals	Actual Current YTD Amount	Projected YTD Amount	YTD Budget		
					Projected Variance	Actual YTD% of Budget	Projected % of Budget
Over/(Under)							
CITY COUNCIL	\$269,979	\$20,756	\$199,299	\$206,660	(\$7,361)	73.8%	76.5%
CITY MANAGER/GEN ADMIN	1,872,307	170,377	1,559,028	\$1,633,213	(74,185)	83.3%	87.2%
FINANCIAL SERVICES	1,261,795	118,863	1,078,266	\$1,036,649	41,617	85.5%	82.2%
INFORMATION TECHNOLOGY	711,993	77,430	569,054	\$566,034	3,020	79.9%	79.5%
HUMAN RESOURCES	356,707	27,372	249,153	\$273,024	(23,871)	69.8%	76.5%
DEVELOPMENT SERVICES	3,775,698	395,870	3,190,199	\$3,020,181	170,018	84.5%	80.0%
PARKS AND LEISURE SERVICES	2,617,408	316,175	2,072,800	\$2,122,456	(49,656)	79.2%	81.1%
LIBRARY SERVICES	866,233	75,311	703,214	\$688,193	15,021	81.2%	79.4%
POLICE	8,409,400	946,390	7,198,453	\$6,875,806	322,647	85.6%	81.8%
FIRE	7,051,485	808,259	6,011,893	\$5,677,151	334,742	85.3%	80.5%
REGIONAL JAIL	240,850	20,071	200,708	\$200,652	56	83.3%	83.3%
SWRCC-REGIONAL DISPATCH	789,424	65,785	657,853	\$657,669	184	83.3%	83.3%
NON-DEPARTMENTAL	1,530,091	89,329	1,334,987	\$1,715,895	(380,908)	87.2%	112.1%
OPERATING EXPENDITURES:	\$29,753,370	\$3,131,988	\$25,024,907	\$ 24,673,583	\$ 351,324	84.1%	82.9%
Revenue Over/(Under Expenditures	\$7,151	(\$1,912,631)	\$432,888				
Total Uses of Fund Balance:	\$574,835	\$63,540	\$480,382				
TOTAL EXPENDITURES	\$30,328,205	\$3,195,528	\$25,505,289				

CITY OF DESOTO
FY 2010-2011
Through July 2011
USES OF FUND BALANCE

EXPENDITURES	Adopted Budget 2011	Current Month Actuals 2011	Actuals Current YTD 2011
<u>USES OF FUND BALANCE</u>			
FICA EXP.-EMPLOYER	\$0	\$1,966	\$2,059
TRANSIT STUDY	\$40,000	\$15,177	\$96,121
CHRISTMAS EXPENSES	\$20,000	\$0	\$16,855
SUMMER YOUTH PROGRAM	\$75,000	\$23,800	\$40,138
LIGHTING OF STREET SIGNS	\$50,000	\$0	\$32,000
SUMMER INTERN PROGRAM	\$25,000	\$13,480	\$13,785
ECONOMIC INCENTIVES	\$221,335	\$0	\$97,663
HAMPTON RD MIXED USE ZONING	\$0	\$0	\$12,000
NEIGHBORHOOD GRANTS	\$20,000	\$0	\$20,000
USER FEE ANALYSIS	\$15,000	\$0	\$0
CAPITAL IMPROVEMENTS	\$0	\$1,922	\$1,922
CITIZEN RELATION SOFTWARE	\$25,000	\$0	\$17,300
FIRE ACCREDITATION EXPENSES	\$50,000	\$0	\$18,713
FIREWORKS EXPENSES	\$25,000	\$4,945	\$21,314
GRANICUS SERVER EXPENSES	\$8,500	\$0	\$0
PROJECT CREATE COMMUNITY EXP	\$0	\$0	\$9,100
COMMUNITY SPECIAL EVENTS	\$0	\$2,251	\$6,030
TRANS TO 411 SWRCC CAPITAL	\$0	\$0	\$75,000
TOTAL USES OF FUND BALANCE	574,835	63,541	480,000

CITY OF DESOTO
Property Tax Collections Report
July 01 - 31, 2011

	Report Name	Base Tax Levy	Penalty & Interest	Collection Fees	Total
Collections:					
Payments Received	AC003P	\$141,897.32	\$26,379.97	\$16,727.27	\$185,004.56
Adjustments to Collections:					
Refunds/Levy Corrections	AC003A	-\$9,914.64	-\$45.03	\$0.00	-\$9,959.67
Return Check Items	AC003A	\$0.00	\$0.00	\$0.00	\$0.00
Transfers/Reversals	AC003A	-\$591.17	\$110.42	-\$167.30	-\$648.05
Total Adjustments to Collections	AC003A	-\$10,505.81	\$65.39	-\$167.30	-\$10,607.72
Maintenance & Operations	AC002A	\$90,543.55	\$18,276.67	\$16,559.97	\$125,380.19
Interest & Sinking	AC002A	\$40,847.96	\$8,168.69	\$0.00	\$49,016.65
Net Collections	AC002A	\$131,391.51	\$26,445.36	\$16,559.97	\$174,396.84
Transferred Refund from Escrow	AC002A	\$0.00			\$0.00
Rendition Penalty	AC006A	-\$8.18			-\$8.18
Collections Fee		\$0.00			\$0.00
Total Miscellaneous Items		-\$8.18			-\$8.18
M&O Net Payment to Entity		\$90,535.37	\$18,276.67		\$108,812.04
I&S Net Payment to Entity		\$40,847.96	\$8,168.69		\$49,016.65
Total Net Payment to Entity		\$131,383.33	\$26,445.36		\$157,828.69
Net Adjustment to Levy	AR006A	\$118.92			
Current Year Collection Percentage Based on Monthly Collections:				62.48%	

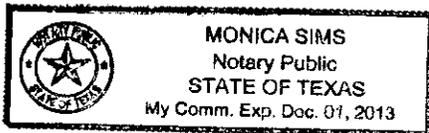
Total Net Payment to Entity = (Payments Received - Total Adj to Coll - Total Misc. Items)

M&O Net Payment to Entity = (Maintenance & Operations - Total Miscellaneous Items)

Detail reports will not be attached if no activity occurred for the month.

In accordance with the requirements of the Texas Property Tax Code, Chapter 31, Section 31.10 Paragraph (a), the attached tax collections report is respectfully submitted.

I, John R. Ames, CTA, Dallas County Tax Assessor/Collector, do hereby certify the attached collection totals, to the best of my knowledge.





 John R. Ames, CTA
 Dallas County Tax Assessor/Collector



 Notary Public, State of Texas

Sworn and subscribed before me, this 3 day of August, 2011.

**WATER AND SEWER FUND
REVENUES AND EXPENDITURES**

FY 2010-2011

Through July 2011

83.4% of Budget Year



Revenues	Adopted Budget	Current Month Actuals	Actual YTD Amount	Projected YTD Amount	YTD Budget Projected	Actual YTD% of Budget	Projected % of Budget
					Variance		
					Over/(Under)		
Water Sales	\$ 9,051,437	\$ 1,337,598	\$7,740,193	\$ 7,376,016	\$ 364,177	85.51%	81.49%
Service Fees	110,000	11,025	79,340	120,918	(41,578)	72.13%	109.93%
Water Connections	40,000	3,640	36,871	31,479	5,392	92.18%	78.70%
Senior Discount-Water	(75,700)	(5,346)	(52,419)	(64,756)	12,337	69.25%	85.54%
Sewer Service	5,528,664	507,749	4,540,439	4,380,545	159,894	82.13%	79.23%
Sewer Connections	16,000	980	8,190	11,184	(2,994)	51.19%	69.90%
Senior Discount-Sewer	(74,200)	(5,103)	(49,800)	(63,967)	14,167	67.12%	86.21%
Penalty Fees	336,000	30,115	278,607	292,141	(13,534)	82.92%	86.95%
Miscellaneous	25,000	6,107	54,643	21,718	32,925	218.57%	86.87%
Interest Earnings	15,000	-	3,035	4,905	(1,870)	20.23%	32.70%
TOTAL REVENUES	\$ 14,972,201	\$ 1,886,765	\$ 12,639,099	\$ 12,110,183	528,916	84.42%	80.88%

Expenditures	Adopted Budget	Current Month	Actual YTD Amount	Projected YTD Amount	YTD Budget Projected	Actual YTD% of Budget	Projected % of Budget
					Variance		
					Over/(Under)		
Customer Accounts	\$ 1,138,731	\$ 85,082	\$620,173	\$ 950,948	(330,775)	54.46%	83.51%
Field Operations	10,084,999	1,102,733	\$7,327,152	7,558,034	(230,882)	72.65%	74.94%
Non Departmental	3,351,397	228,864	\$2,493,752	2,837,740	(343,988)	74.41%	84.67%
TOTAL EXPENDITURES	\$14,575,127	\$ 1,416,679	\$ 10,441,077	\$ 11,346,722	(905,645)	71.64%	77.85%
Revenue Over (Under) Expenditures	\$ 397,074	\$ 470,086	\$ 2,198,022				

OTHER FUNDS FINANCIAL SUMMARY

FY 2010-2011

Through July 2011

83.4% of Budget Year

Fund Nbr	FUND NAME	Annual Revenue Budget	Current Month Revenues	Actual To-Date Revenues	Annual Expenditure Budget	Current Month Expenditures	Actual To-Date Expenditures
----------	-----------	-----------------------	------------------------	-------------------------	---------------------------	----------------------------	-----------------------------

OTHER ENTERPRISE FUNDS

522	STORM DRAINAGE UTILITY FUND	1,498,150	124,126	1,229,490	1,862,981	33,564	1,250,680
552	SANITATION ENTERPRISE FUND	3,026,672	216,030	2,527,923	3,254,585	312,400	2,630,495

HOTEL OCCUPANCY TAX FUND

221	HOTEL OCCUPANCY TAX FUND	452,000	53,796	440,997	459,450	18,761	412,875
-----	--------------------------	---------	--------	---------	---------	--------	---------

OTHER SPECIAL REVENUE FUNDS

111	REGIONAL DISPATCH OPERATING FD	2,530,052	211,129	2,075,259	2,677,052	216,772	1,937,522
112	CITY JAIL OPERATIONS	750,550	63,211	638,546	747,510	111,796	729,283
209	POLICE DEPT.-STATE SEIZED FUND	10,600	20	2,968	30,000	559	5,016
210	POLICE DEPT.- FED SEIZED FUNDS	10,200	-	51,290	20,000	460	23,544
211	POLICE COMM ORIENTED FUNDING	5,000	-	20,030	5,000	-	12,537
212	POLICE JOINT CITY/SCHOOL GRANT	-	-	-	-	-	-
222	NANCE FARM FUND	184,500	-	34,886	365,000	86,350	390,358
223	YOUTH SPORTS ASSOC-BASEBALL	31,000	-	28,118	36,105	4,340	27,898
224	JUVENILE CASE MANAGER FUND	26,300	2,609	27,527	23,409	1,958	19,645
225	MUNICIPAL COURT TECHNOLOGY	27,000	2,081	22,192	66,434	-	58,942
226	MUNICIPAL COURT SECURITY FUND	22,000	1,561	16,833	9,020	1,947	5,561
227	RECREATION REVOLVING FUND	266,665	19,833	280,633	248,069	12,817	223,693
228	FIRE TRAINING FUND	366,850	29,631	215,511	296,038	33,170	198,952
229	POLICE GRANT FUND	326,103	-	24,156	328,372	2,352	10,662
230	ENERGY MANAGEMENT FUND	1,927,864	159,655	1,596,553	1,897,267	188,933	1,489,456
231	PALS-SENIOR CENTER	13,645	1,438	12,667	11,092	727	9,143
234	POLICE-HOMELAND SECURE GRANT	-	-	8,318	-	-	9,293
236	LONE STAR LIBRARY GRANT	9,868	-	10,614	9,818	10,592	10,592
238	YOUTH SPORTS ASSOC-FOOTBALL	53,000	14,550	43,808	51,940	603	30,981
239	YOUTH SPORTS ASSOC-BASKETBALL	37,100	-	32,675	36,910	-	29,038
240	HEALTH FACILITIES DEVEL CORP	150	2	41	100	-	-
241	HOUSING FINANCE CORP	150	-	115	-	-	-
242	INDUSTRIAL DEVEL. AUTHORITY	250	3	62	250	-	-
264	FIRE GRANT FUND	-	-	22,286	-	2,342	14,396
270	CANDLE MEADOW PID	260,722	-	2,156	260,722	-	-

DEBT SERVICE FUNDS

305	BOND DEBT SERVICE FUND	6,735,784	1,456,280	8,196,553	7,558,342	1,382,919	7,613,132
-----	------------------------	-----------	-----------	-----------	-----------	-----------	-----------

MAINTENANCE/REPLACEMENT FUNDS

401	FIRE PPE REPLACEMENT	83,691	-	83,595	83,441	2,364	25,090
402	FIRE EQUIP. REPLACEMENT FUND	56,604	4,592	46,125	40,000	(673)	13,412
403	FURNITURE REPLACEMENT FUND	20,000	-	20,000	20,000	-	14,083
406	COMMAND VEHICLE FIRE	-	-	2,501	-	1,565	9,680
407	PARK MAINTENANCE	26,200	-	26,141	12,000	-	-
408	POOL MAINTENANCE FUND	24,125	2,000	20,075	20,000	-	30,511
409	POLICE EQUIPMENT REPLACE FUND	94,819	-	94,639	94,569	48,724	124,491
410	FACILTY MAINTENANCE	261,916	21,806	218,096	261,666	42,850	248,600
412	ELECTRON.EQUIP.REPLACE.FUND	159,501	13,208	137,069	254,900	-	178,592
419	CAPITAL IMPR.-OTHER PUBL WKS	646,170	51,264	517,449	800,000	200,921	273,412
420	EQUIPMENT REPLACEMENT FUND	956,200	218,150	873,958	1,225,200	169,761	1,125,083
503	WATER METER REPLACEMENT FUND	266,000	-	689	378,000	1,186	371,374

TRUST FUNDS

624	LIBRARY REVENUE FUND	8,000	278	10,861	7,000	2,328	8,963
-----	----------------------	-------	-----	--------	-------	-------	-------

PARK DEVELOPMENT CORPORATION

118	PARKS & RECREATION FACILITIES	408,599	32,206	285,340	292,908	23,451	234,511
347	DEBT SERVICE PARKS DEVELOPMENT	217,500	18,083	2,128,488	229,880	-	2,109,973

ECONOMIC DEVELOPMENT CORPORATION

125	ECONOMIC DEVELOPMENT TRUST	1,289,796	-	-	1,289,796	-	1,755
-----	----------------------------	-----------	---	---	-----------	---	-------

CAPITAL PROJECT FUNDS: FINANCIAL SUMMARY
FY 2010-2011
Through July 2011
83.4% of Budget Year

Fund Nbr	FUND NAME	Annual Revenue Budget	Current Month Revenues	Actual To-Date Revenues	Annual Expenditure Budget	Current Month Expenditures	Actual To-Date Expenditures
-------------	-----------	-----------------------------	------------------------------	-------------------------------	---------------------------------	----------------------------------	-----------------------------------

OTHER CAPITAL PROJECTS

417	PARK LAND DEDICATION	10,300	-	119	90,000	12,831	22,185
419	CAPITAL IMPR.-OTHER PUBL WKS	646,170	51,264	517,449	800,000	200,921	273,412
486	GENERAL FUND CAPITAL IMPROV	45,434	-	45,460	45,434	-	36,693

2006 BOND ISSUANCE PROJECTS

465	2006 STREET IMPROVEMENTS	-	-	1,451	600,000	-	-
-----	--------------------------	---	---	-------	---------	---	---

2007 BOND ISSUANCE PROJECTS

411	SWRCC RADIO REPLACEMENT	250	-	225,576	50,000	415,248	787,732
439	2007 PARK IMPROVEMENTS	-	-	231	-	-	63,034
467	2007 STREET IMPROVEMENTS	4,000	-	2,894	750,000	37,482	58,685

2008 BOND ISSUANCE PROJECTS

468	2008 STREET IMPROVEMENTS GO'S	1,000	-	1,787	100,000	9,630	473,044
487	2008 TOWN CTR GARAGE COs	-	-	-	-	-	97,785
488	2008 TOWN CTR ROOF GOs	-	-	211	155,000	-	-

2008 BOND ISSUANCE PROJECTS

489	2009 STREET IMPROVEMENTS GO	2,500	-	1,512	990,000	-	-
490	2009 STREET IMPROVEMENTS CO	-	-	6,894	-	-	(126,717)

CAPITAL PROJECTS - ENTERPRISE FUNDS

508	CIP-WATER & SEWER FUND	5,010,000	100,000	1,014,890	4,320,000	611,916	1,762,025
528	DRAINAGE IMPROVEMENTS FUND	797,500	-	797,208	795,000	9,699	415,955