



Memo

Date: Wednesday, September 14, 2011
To: Dr. Tarron Richardson, City Manager
From: Edena Atmore, Interim Managing Director of Finance
Subject: August 2011 Financial Reports

Attached, are the August 2011 Financial Reports for the General Fund (GF), and the Water and Sewer Fund for your review. 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. In addition, a copy of the Dallas County certified property tax report for August 2011 is attached for your review. We hope these reports will provide you with a picture of the City's financial position for the month of August in fiscal year (FY) 2011.

General Fund

Revenues: Overall, the month of August 2011 reflects that we are on target for FY 2011. **Property Taxes** have exceeded our expectations. The **Sales Tax** revenues for the last six (6) months have reflected a 2% or less difference between the actual revenues and the projected amount. However, 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 actuals are below the revenue projected for August, mostly due to timing of receipts from the utility franchises. 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 are monitoring this revenue stream and have initiated communications with the utilities to strategize on other methods in receiving the payments in the coming months.

The **Licenses and Permits** revenue have exceeded our expectations for the month of August. 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 August as well. 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 90.2%, which is a 3.1% variance from our projected average of 93.3%.

Expenditures: The total overall GF actual YTD expenditures for August 2011 are on target according to our projections. Through the month of August 2011, we have actually expended 91.6% of the budgeted amount. Our historical budget projections show that in the past, we have spent around 89.2% of our budgeted target through August. This variance of 2.4% is considered within range of our historical average. We anticipate our expenditures to be within 2- 3% of the budgeted amounts for FY 2011.

Water and Sewer Fund

Revenues: For the month of August 2011, the overall actual revenues for the **Water and Sewer Fund** are above our projections. We have experienced an increase in revenues in this fund during the last two (2) months. The overall actual YTD revenues collected as a percent of budget is 97.82% compared to the projected target of 93.35%. If the hot and dry weather conditions continue, we anticipate ending the year far above the budgeted revenue projections.

Expenses: The overall actual YTD expenditures for the **Water and Sewer Fund** are considered to be within expectations. Our actual expenditures through August 2011 are 80.11% of the budgeted amount. Our budgeted projections show that in the past, we have spent an average of 86.65% of the budgeted target during this same time period.

GENERAL FUND
REVENUES AND EXPENDITURES
FY 2010-2011
Through August 2011
91.7% of Budget Year



REVENUES	Adopted Budget	Current Month Actuals	Actual Current YTD Amount	Projected YTD Amount	YTD Budget	Actual YTD% of Budget	Projected % of Budget
					Projected Variance		
					Over/(Under)		
PROPERTY TAXES	\$14,780,536	\$89,618	\$15,062,978	\$14,913,068	\$149,910	101.9%	100.9%
SALES TAXES	5,690,009	550,437	3,970,421	\$4,133,223	(162,802)	69.8%	72.6%
MIXED DRINK TAX	33,000	-	28,077	21,278	6,799	85.1%	64.5%
FRANCHISE FEES	3,246,432	268,514	2,296,931	2,897,928	(600,997)	70.8%	89.3%
LICENSES & PERMITS	555,000	62,896	719,876	677,646	42,230	129.7%	122.1%
INTERGOVERNMENTAL	324,000	337	274,162	320,706	(46,544)	84.6%	99.0%
CHARGES FOR SERVICES	1,098,250	68,894	827,494	1,145,035	(317,541)	75.3%	104.3%
RECREATION FEES	228,100	25,192	251,762	205,507	46,255	110.4%	90.1%
FINES & FORFEITURES	1,018,000	70,103	964,341	901,049	63,292	94.7%	88.5%
INTEREST REVENUES	150,000	1,103	30,709	51,040	(20,331)	20.5%	34.0%
ADMINISTRATIVE FEE REIMBURSE	1,871,837	155,986	1,715,851	1,716,381	(530)	91.7%	91.7%
MISCELLANEOUS	417,000	34,082	366,990	444,758	(77,768)	88.0%	106.7%
INTERFUND TRANSFERS	348,357	48,357	348,357	334,655	13,702	100.0%	96.1%
TOTAL REVENUES	\$29,760,521	\$1,375,519	\$26,857,949	\$27,762,274	(\$904,325)	90.2%	93.3%

EXPENDITURES	Adopted Budget	Current Month Actuals	Actual Current YTD Amount	Projected YTD Amount	YTD Budget	Actual YTD% of Budget	Projected % of Budget
					Projected Variance		
					Over/(Under)		
CITY COUNCIL	\$269,979	\$17,943	\$217,045	\$230,292	(\$13,247)	80.4%	85.3%
CITY MANAGER/GEN ADMIN	1,872,307	132,867	1,691,895	\$1,734,692	(42,797)	90.4%	92.6%
FINANCIAL SERVICES	1,261,795	88,072	1,165,683	\$1,143,228	22,455	92.4%	90.6%
INFORMATION TECHNOLOGY	711,993	39,689	608,743	\$602,132	6,611	85.5%	84.6%
HUMAN RESOURCES	356,707	21,282	270,435	\$305,163	(34,728)	75.8%	85.6%
DEVELOPMENT SERVICES	3,775,698	217,503	3,458,503	\$3,257,169	201,334	91.6%	86.3%
PARKS AND LEISURE SERVICES	2,617,408	209,446	2,282,212	\$2,337,607	(55,395)	87.2%	89.3%
LIBRARY SERVICES	866,233	58,438	761,652	\$757,174	4,478	87.9%	87.4%
POLICE	8,409,400	588,755	7,785,471	\$7,518,564	266,907	92.6%	89.4%
FIRE	7,051,485	502,736	6,514,629	\$6,301,442	213,187	92.4%	89.4%
REGIONAL JAIL	240,850	20,071	220,779	\$220,835	(56)	91.7%	91.7%
SWRCC-REGIONAL DISPATCH	789,424	65,785	723,639	\$723,823	(184)	91.7%	91.7%
NON-DEPARTMENTAL	1,530,091	225,829	1,560,816	\$1,422,220	138,596	102.0%	93.0%
OPERATING EXPENDITURES:	\$29,753,370	\$2,188,416	\$27,261,502	\$ 26,554,341	\$ 707,161	91.6%	89.2%
Revenue Over/(Under Expenditures	\$7,151	(\$812,897)	(\$403,553)				
Total Uses of Fund Balance:	\$574,835	\$59,846	\$540,228				
TOTAL EXPENDITURES	\$30,328,205	\$2,248,262	\$27,801,730				

CITY OF DESOTO
FY 2010-2011
Through August 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	\$948	\$3,007
CONSULTANT SERVICES	\$0	16,000	16,000
TRANSIT STUDY	\$40,000	\$0	\$96,121
CHRISTMAS EXPENSES	\$20,000	\$0	\$16,855
SUMMER YOUTH PROGRAM	\$75,000	\$24,800	\$64,939
LIGHTING OF STREET SIGNS	\$50,000	\$0	\$32,000
SUMMER INTERN PROGRAM	\$25,000	\$6,375	\$20,160
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	\$5,000	\$5,000
CAPITAL IMPROVEMENTS	\$0	\$0	\$1,922
CITIZEN RELATION SOFTWARE	\$25,000	\$0	\$17,300
FIRE ACCREDITATION EXPENSES	\$50,000	\$6,238	\$24,950
FIREWORKS EXPENSES	\$25,000	\$486	\$21,800
GRANICUS SERVER EXPENSES	\$8,500	\$0	\$0
PROJECT CREATE COMMUNITY EXP	\$0	\$0	\$9,100
COMMUNITY SPECIAL EVENTS	\$0	\$0	\$6,030
TRANS TO 411-SWRCC CAPITAL FND	\$0	\$0	\$75,000
TRANS TO 412-ELECTRONIC EQUIP	\$0	\$0	\$382
TOTAL USES OF FUND BALANCE	\$574,835	\$59,847	\$540,229

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

	Report Name	Base Tax Levy	Penalty & Interest	Collection Fees	Total
Collections:					
Payments Received	AC003P	\$73,088.44	\$11,483.11	\$12,004.55	\$96,576.10
Adjustments to Collections:					
Refunds/Levy Corrections	AC003A	-\$21,394.06	-\$46.07	-\$34.99	-\$21,475.12
Return Check Items	AC003A	-\$111.57	-\$21.20	-\$26.55	-\$159.32
Transfers/Reversals	AC003A	-\$12,738.13	-\$649.97	\$77.06	-\$13,311.04
Total Adjustments to Collections	AC003A	-\$34,243.76	-\$717.24	\$15.52	-\$34,945.48
Maintenance & Operations	AC002A	\$26,377.38	\$7,428.91	\$12,020.07	\$45,826.36
Interest & Sinking	AC002A	\$12,467.30	\$3,336.96	\$0.00	\$15,804.26
Net Collections	AC002A	\$38,844.68	\$10,765.87	\$12,020.07	\$61,630.62
Transferred Refund from Escrow	AC002A	\$0.00			\$0.00
Rendition Penalty	AC006A	-\$1.54			-\$1.54
Collections Fee		\$0.00			\$0.00
Total Miscellaneous Items		-\$1.54			-\$1.54
M&O Net Payment to Entity		\$26,375.84	\$7,428.91		\$33,804.75
I&S Net Payment to Entity		\$12,467.30	\$3,336.96		\$15,804.26
Total Net Payment to Entity		\$38,843.14	\$10,765.87		\$49,609.01
Net Adjustment to Levy	AR006A	\$67,796.47			
Current Year Collection Percentage Based on Monthly Collections:				63.21%	

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

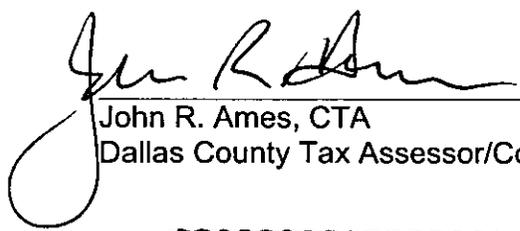
M&O Net Payment to Entity = (Maintenance & Operations - Total Miscellaneous Items)

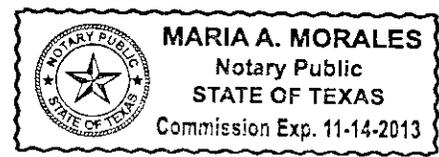
Detail reports will not be attached if no activity occurred for the month.

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.


 Notary Public, State of Texas


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



Sworn and subscribed before me, this 2 day of Sept., 20 11.

**WATER AND SEWER FUND
REVENUES AND EXPENDITURES**

FY 2010-2011

Through August 2011

91.7% of Budget Year



Revenues	Adopted Budget	Current Month Actuals	Actual YTD Amount	Projected YTD Amount	YTD Budget Projected Variance	Actual YTD% of Budget	Projected % of Budget
					Over/(Under)		
Water Sales	\$ 9,051,437	\$ 1,446,692	\$9,186,885	\$ 8,646,536	\$ 540,349	101.50%	95.53%
Service Fees	110,000	9,093	88,433	140,279	(51,846)	80.39%	127.53%
Water Connections	40,000	4,659	41,530	34,813	6,717	103.83%	87.03%
Senior Discount-Water	(75,700)	(5,352)	(57,771)	(70,923)	13,152	76.32%	93.69%
Sewer Service	5,528,664	515,111	5,055,550	4,900,700	154,850	91.44%	88.64%
Sewer Connections	16,000	1,120	9,310	13,258	(3,948)	58.19%	82.86%
Senior Discount-Sewer	(74,200)	(5,109)	(54,909)	(69,856)	14,947	74.00%	94.15%
Penalty Fees	336,000	29,445	308,052	328,815	(20,763)	91.68%	97.86%
Miscellaneous	25,000	10,444	65,087	47,625	17,462	260.35%	190.50%
Interest Earnings	15,000	645	4,138	5,386	(1,248)	27.59%	35.91%
TOTAL REVENUES	\$ 14,972,201	\$ 2,006,748	\$ 14,646,305	\$ 13,976,633	669,672	97.82%	93.35%

Expenditures	Adopted Budget	Current Month	Actual YTD Amount	Projected YTD Amount	YTD Budget Projected Variance	Actual YTD% of Budget	Projected % of Budget
					Over/(Under)		
Customer Accounts	\$ 1,138,731	\$ 89,467	\$709,640	\$ 1,010,586	(300,946)	62.32%	88.75%
Field Operations	10,084,999	915,949	\$8,243,101	8,505,016	(261,915)	81.74%	84.33%
Non Departmental	3,351,397	229,333	\$2,723,085	3,114,118	(391,033)	81.25%	92.92%
TOTAL EXPENDITURES	\$14,575,127	\$ 1,234,749	\$ 11,675,826	\$ 12,629,720	(953,894)	80.11%	86.65%
Revenue Over (Under) Expenditures	\$ 397,074	\$ 771,999	\$ 2,970,479				

OTHER FUNDS FINANCIAL SUMMARY

FY 2010-2011

Through August 2011

91.7% 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
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OTHER ENTERPRISE FUNDS

522	STORM DRAINAGE UTILITY FUND	1,498,150	123,487	1,353,084	1,862,981	27,118	1,277,797
552	SANITATION ENTERPRISE FUND	3,026,672	332,425	2,860,503	3,254,585	247,962	2,880,515

HOTEL OCCUPANCY TAX FUND

221	HOTEL OCCUPANCY TAX FUND	452,000	45,842	486,902	459,450	13,080	425,948
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OTHER SPECIAL REVENUE FUNDS

111	REGIONAL DISPATCH OPERATING FD	2,530,052	206,614	2,281,973	2,677,052	247,744	2,185,266
112	CITY JAIL OPERATIONS	750,550	63,982	702,562	747,510	53,246	782,529
209	POLICE DEPT.-STATE SEIZED FUND	10,600	-	2,970	30,000	-	4,616
210	POLICE DEPT.- FED SEIZED FUNDS	10,200	571	51,866	20,000	-	23,544
211	POLICE COMMUNITY-ORIENTED FUND	5,000	-	20,030	5,000	-	13,232
222	NANCE FARM FUND	184,500	-	34,886	365,000	34,110	424,468
223	YOUTH SPORTS ASSOC-BASEBALL	31,000	5,385	34,218	36,105	-	26,902
224	JUVENILE CASE MANAGER FUND	26,300	2,499	30,034	23,409	1,287	20,933
225	MUNICIPAL COURT TECHNOLOGY	27,000	2,043	24,240	66,434	3,025	61,967
226	MUNICIPAL COURT SECURITY FUND	22,000	1,532	18,394	9,020	-	5,561
227	RECREATION REVOLVING FUND	266,665	24,651	313,016	248,069	32,389	255,721
228	FIRE TRAINING FUND	366,850	11,044	226,583	296,038	19,453	218,405
229	POLICE GRANT FUND	326,103	-	24,156	328,372	3,064	13,726
230	ENERGY MANAGEMENT FUND	1,927,864	159,655	1,756,209	1,897,267	200,470	1,689,926
231	PALS-SENIOR CENTER	13,645	912	13,584	11,092	7,561	16,704
234	POLICE-HOMELAND SECURE GRANT	-	-	8,318	-	-	9,293
236	LONE STAR LIBRARY GRANT	9,868	-	10,614	9,818	-	10,592
238	YOUTH SPORTS ASSOC-FOOTBALL	53,000	8,500	61,908	51,940	19,492	50,473
239	YOUTH SPORTS ASSOC-BASKETBALL	37,100	433	33,163	36,910	-	29,038
240	HEALTH FACILITIES DEVEL CORP	150	3	45	100	-	-
241	HOUSING FINANCE CORP	150	117,653	117,768	-	-	-
242	INDUSTRIAL DEVEL. AUTHORITY	250	4	67	250	-	-
264	FIRE GRANT FUND	-	-	22,286	-	-	14,396
270	CANDLE MEADOW PID	260,722	-	2,156	260,722	-	-

DEBT SERVICE FUNDS

305	BOND DEBT SERVICE FUND	6,735,784	28,708	8,230,281	7,558,342	1,639,239	9,252,371
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MAINTENANCE/REPLACEMENT FUNDS

401	FIRE PPE REPLACEMENT	83,691	-	83,613	83,441	244	25,334
402	FIRE EQUIP. REPLACEMENT FUND	56,604	4,592	50,743	40,000	596	14,007
403	FURNITURE REPLACEMENT FUND	20,000	-	20,000	20,000	414	14,497
406	COMMAND VEHICLE FIRE	-	-	2,507	-	1,725	11,405
407	PARK MAINTENANCE	26,200	-	26,158	12,000	-	-
408	POOL MAINTENANCE FUND	24,125	2,000	22,082	20,000	-	30,511
409	POLICE EQUIPMENT REPLACE FUND	94,819	-	94,641	94,569	2,879	127,370
410	FACILITY MAINTENANCE	261,916	21,806	239,902	261,666	36,078	284,369
412	ELECTRON.EQUIP.REPLACE.FUND	159,501	13,208	150,337	254,900	4,270	182,862
419	CAPITAL IMPR.-OTHER PUBL WKS	646,170	51,264	568,794	800,000	290,247	563,660
420	EQUIPMENT REPLACEMENT FUND	956,200	-	874,091	1,225,200	35,271	1,160,354
503	WATER METER REPLACEMENT FUND	266,000	-	736	378,000	393	371,767

TRUST FUNDS

624	LIBRARY REVENUE FUND	8,000	3,768	14,704	7,000	799	9,734
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PARK DEVELOPMENT CORPORATION

118	PARKS & RECREATION FACILITIES	408,599	45,870	331,258	292,908	23,451	257,962
347	DEBT SERVICE PARKS DEVELOPMENT	217,500	18,084	2,146,589	229,880	33,977	2,143,950

ECONOMIC DEVELOPMENT CORPORATION

125	ECONOMIC DEVELOPMENT TRUST	1,289,796	-	-	1,289,796	-	1,755
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CAPITAL PROJECT FUNDS: FINANCIAL SUMMARY
FY 2010-2011
Through August 2011
91.7% 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
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OTHER CAPITAL PROJECTS

417	PARK LAND DEDICATION	10,300	-	131	90,000	-	22,185
419	CAPITAL IMPR.-OTHER PUBL WKS	646,170	51,264	568,794	800,000	290,247	563,660
486	GENERAL FUND CAPITAL IMPROV	45,434	308,041	353,505	45,434	8,041	44,733

2006 BOND ISSUANCE PROJECTS

465	2006 STREET IMPROVEMENTS	-	-	1,576	600,000	-	-
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2007 BOND ISSUANCE PROJECTS

411	SWRCC RADIO REPLACEMENT	250	-	225,576	50,000	-	787,732
439	2007 PARK IMPROVEMENTS	-	-	242	-	-	63,034
467	2007 STREET IMPROVEMENTS	4,000	-	3,121	750,000	-	58,685

2008 BOND ISSUANCE PROJECTS

468	2008 STREET IMPROVEMENTS GO'S	1,000	-	1,864	100,000	162,333	635,377
487	2008 TOWN CTR GARAGE COs	-	-	-	-	-	97,785
488	2008 TOWN CTR ROOF GOs	-	-	230	155,000	-	-

2008 BOND ISSUANCE PROJECTS

489	2009 STREET IMPROVEMENTS GO	2,500	-	1,633	990,000	-	-
490	2009 STREET IMPROVEMENTS CO	-	513,402	520,860	-	13,402	(113,316)

CAPITAL PROJECTS - ENTERPRISE FUNDS

508	CIP-WATER & SEWER FUND	5,010,000	100,000	1,116,415	4,320,000	423,485	2,185,510
528	DRAINAGE IMPROVEMENTS FUND	797,500	-	797,473	795,000	153,047	569,002