



City of DeSoto

Memo

Date: June 9, 2008
To: Jim Baugh, City Manager
From: Camelia Browder, Managing Director Financial Services
Subject: May 2008 Financial Reports and the Second Quarter Investment Report

The May 2008 Financial Report for the General Fund and the Water and Sewer Fund are attached to this memo. The summaries of major revenues and major expenditures for the General Fund and the Water and Sewer Fund cover the majority of the total City budget and are listed separately. The third and fourth reports address other funds.

General Fund

Revenues: General fund total revenue is within budget expectations. **Property tax** revenue collections compare very favorably to last fiscal year. We received the March **Sales tax** revenue during the month of April. The amount received was 2.84% below the March 2007 sales tax receipt. **Intergovernmental Revenue** is below expectations because we are waiting on a safer grant payment. **Recreation** revenue is below expectations. Its activity will continue to be monitored as the fiscal year progresses. The current market interest rates are in decline, as shown in **Interest** revenue.

Expenditures: Total General Fund expenditures were within budget (3% below expectations).

Water and Sewer Fund

Revenues: Water and Sewer Fund revenues were below budget expectations (4.1%). **Service Fees** are generated from customer extensions and exceed budget expectations. **Water Sales** are below expectations due to the above average rainfall that we had been experiencing the first months of the year.

Expenses: The year to date expense trend is within expectations.

Investment Report

City funds are invested in US Treasury and Agency securities as well as Texpool and MBIA Investment Pools. The investment portfolio yield for the second quarter of FY 2008 was 3.82%, which is lower than the portfolio yield for the second quarter of FY 2007, 5.29%.

GENERAL FUND
REVENUES AND EXPENDITURES
FY 2007 - 2008
Through May 2008
66.67% of Budget Year

Revenues:	Adopted Budget	Current Month	YTD Projected %tage	YTD Actual %tage	Variance	FY 07-08 Projected	Actual Year to date
Property Taxes	\$14,669,422	\$229,841	97.2%	97.7%	0.5%	\$13,794,146	\$14,335,172
Sales Taxes	\$5,359,189	\$547,055	48.5%	49.3%	0.8%	\$1,645,271	\$2,642,622
Mixed Drink Tax	\$28,000		50.0%	55.8%	5.8%	\$14,000	\$15,616
Franchise Fees	\$3,372,257	\$776,441	79.6%	78.4%	-1.2%	\$2,683,305	\$2,642,483
Licenses & Permits	\$640,605	\$40,716	95.3%	76.1%	-19.2%	\$610,689	\$487,458
Intergovernmental	\$398,720		66.7%	53.3%	-13.4%	\$265,827	\$212,546
Charges for Service	\$535,000	\$42,392	89.9%	90.5%	0.6%	\$480,805	\$484,257
Recreation	\$229,600	\$14,101	49.3%	44.9%	-4.4%	\$113,193	\$103,012
Fines & Forfeitures	\$1,135,000	\$64,998	70.5%	57.7%	-12.8%	\$800,175	\$655,283
Interest	\$475,000	\$30,444	66.0%	47.9%	-18.1%	\$313,500	\$227,325
Administrative Fees	\$1,546,945	\$128,912	66.7%	66.7%	0.0%	\$1,031,812	\$1,031,297
Miscellaneous	\$434,000	\$30,999	58.5%	79.9%	21.4%	\$254,020	\$346,698
Transfer from Fire Training	\$10,605		100.0%	100.0%	0.0%	\$10,605	\$10,605
TOTAL REVENUES	\$28,834,343	\$1,905,899	76.4%	80.4%	4.0%	\$22,017,348	\$23,194,373
Expenditures:	Adopted Budget	Current Month	YTD Projected %tage	YTD Actual %tage	Variance	FY 07-08 Projected	Actual Year to date
City Council	\$356,829	\$23,673	66.7%	56.8%	9.9%	\$237,898	\$202,502
City Manager	\$1,773,620	\$88,631	79.2%	79.4%	-0.2%	\$1,404,568	\$1,408,643
Financial Services	\$1,234,245	\$107,349	66.7%	68.7%	-2.0%	\$822,871	\$847,597
Information Tech	\$727,287	\$38,328	72.6%	67.5%	5.1%	\$528,211	\$490,735
Human Resources	\$351,042	\$25,881	66.7%	61.4%	5.3%	\$234,040	\$215,380
Development Scvs	\$4,025,601	\$286,050	78.1%	66.1%	12.0%	\$3,142,068	\$2,661,535
Parks	\$2,676,188	\$169,107	81.8%	66.9%	14.9%	\$2,190,115	\$1,789,038
Library	\$860,217	\$71,710	66.7%	66.5%	0.2%	\$573,507	\$572,436
Police	\$7,901,792	\$551,584	71.4%	65.3%	6.1%	\$5,642,094	\$5,158,131
Regional Jail	\$209,729	\$17,477	66.7%	66.7%	0.0%	\$139,826	\$139,819
Fire	\$6,285,464	\$472,903	71.0%	65.7%	5.3%	\$4,460,619	\$4,130,663
Regional Dispatch	\$941,493	\$78,458	66.7%	66.7%	0.0%	\$627,693	\$627,662
Non Departmental	\$1,485,084	\$117,866	117.4%	106.5%	10.9%	\$1,742,990	\$1,581,241
TOTAL EXPENDITURES	\$28,828,591	\$2,049,017	75.4%	68.8%	6.6%	\$21,746,499	\$19,825,381
Revenue over/(under) Expenditures	\$5,752					\$270,849	\$3,368,992
Use of Fund Balance:							
1.Granicus Mobile Equipment	\$5,500	\$0					\$3,785
2.Records Management Shelving	\$4,900	\$0					
3.NCTCOG Aerial Photos	\$11,000	\$0					\$5,885
4.User Fee Analysis	\$15,000	\$2,500					\$12,500
5.Budgeting Software	\$55,000	\$0					\$48,087
6.Computers - Code Enforcement/Animal Control	\$6,736	\$0					\$0
7.Development Services Entrance	\$75,000						\$0
9.Exhaust System - Fire Station No. 1	\$85,000	\$0					\$0
10.Additional radios for public safety system	\$110,000	\$0					\$110,000
11. Media Room		\$0					\$0
12. Nance Farm Restoration	\$100,000	\$0					\$0

**WATER AND SEWER FUND
REVENUES AND EXPENDITURES
FY 2007 - 2008**

Through May 2008

66.67% of Budget Year

Revenues:	Annual	Current Month	YTD Projected %tage	YTD Actual %tage	Variance	FY 07-08 Projected	Actual Year to-date
Water Sales	\$8,203,500	\$619,801	63.1%	56.8%	-6.3%	\$5,178,870	\$4,662,141
Service Fees	\$62,000	\$13,581	74.7%	147.7%	73.0%	\$46,333	\$91,602
Water Connections	\$100,000	\$3,525	59.5%	53.3%	-6.2%	\$59,470	\$53,315
Senior Discount-water	(\$54,720)	(\$4,611)	69.9%	67.1%	-2.8%	(\$38,266)	(\$36,732)
Sewer Service	\$4,950,000	\$390,917	64.1%	63.6%	-0.5%	\$3,171,465	\$3,148,252
Sewer Connections	\$20,000	\$560	53.6%	46.2%	-7.4%	\$10,726	\$9,233
Senior Discount-sewer	(\$51,192)	(\$4,317)	71.1%	67.1%	-4.0%	(\$36,413)	(\$34,326)
Penalty Fees	\$320,000	\$27,260	74.4%	66.7%	-7.7%	\$238,080	\$213,473
Miscellaneous	\$25,000	\$1,833	0.0%	69.7%	69.7%	\$0	\$17,421
Interest Earnings	\$52,000	\$0	120.6%	26.7%	-93.9%	\$62,696	\$13,898
TOTAL REVENUES	\$13,626,588	\$1,048,549	63.8%	59.7%	-4.1%	\$8,692,961	\$8,138,277
Expenditures:	Annual Budget	Current Month	YTD Projected %tage	YTD Actual %tage	Variance	FY 07-08 Projected	Actual Year to-date
Customer Accounts	\$1,039,255	\$129,411	94.5%	68.7%	25.8%	\$982,171	\$713,821
Field Operations	\$9,921,034	\$836,834	69.4%	58.7%	10.7%	\$6,889,003	\$5,822,674
NonDepartmental	\$2,544,210	\$198,006	68.8%	68.8%	0.0%	\$1,839,208	\$1,749,462
TOTAL EXPENDITURES	\$13,504,499	\$1,164,250	71.9%	61.4%	10.5%	\$9,710,382	\$8,285,957
Revenue over Expenditures	\$122,089	(\$115,701)				(\$1,017,421)	(\$147,680)

OTHER FUNDS: FINANCIAL SUMMARY
FY 2007 - 2008
Through May 2008
66.67% of Budget Year

FUND #	FUND NAME	ANNUAL REVENUE BUDGET	CURRENT MONTH REVENUES	ACTUAL YEAR-TO-DATE REVENUES	ANNUAL EXPENDITURE BUDGET	CURRENT MONTH EXPENDITURES	ACTUAL YEAR-TO-DATE EXPENDITURES
OPERATING FUNDS					OPERATING FUNDS		
522	Drainage	\$1,324,900	\$119,316	\$965,676	\$1,329,074	\$62,407	\$1,036,811
552	Sanitation	\$3,022,076	\$272,492	\$2,066,083	\$3,589,017	\$252,698	\$1,855,247
221	Hotel Occupancy Tax	\$297,596	\$54,934	\$180,031	\$316,655	\$21,947	\$177,949
OTHER SPECIAL REVENUE FUNDS					OTHER SPECIAL REVENUE FUNDS		
111	Regional Dispatch	\$2,943,398	\$242,238	\$1,932,911	\$2,968,839	\$320,156	\$2,086,880
112	Regional Jail	\$661,186	\$54,830	\$441,068	\$661,186	\$39,535	\$407,178
209	Police - local	\$24,000	\$66	\$21,657	\$24,000	(\$463)	\$22,065
210	Police - federal	\$41,000	\$29	\$582	\$41,000	\$1,014	\$24,794
211	Police - community operations	\$1,000	\$100	\$100	\$6,500	\$2,848	\$7,110
212	Joint City School Grant		\$117,386	\$117,386	\$30,383	\$0	\$865
223	Youth Sports Associations	\$162,000	\$360	\$83,611	\$162,000	\$4,972	\$92,519
224	Juvenile Case Manager	\$25,600	\$2,145	\$19,322	\$22,362	\$1,537	\$13,371
225	Mun. Ct. Technology	\$27,500	\$1,953	\$18,209	\$5,000	\$0	\$0
226	Mun. Ct. Security Fund	\$26,600	\$1,584	\$15,676	\$5,200	\$190	\$1,752
227	Rec. Revolving Fund	\$270,800	\$22,819	\$213,801	\$328,828	\$33,786	\$192,486
228	Fire Training Fund	\$232,122	\$8,628	\$123,919	\$223,431	\$20,780	\$152,864
229	Police Grants Fund	\$1,200	\$71	\$11,026		\$0	\$0
230	Energy Management	\$1,803,057	\$1,166	\$1,786,530	\$1,800,557	\$18,089	\$891,718
231	Senior Center Activity Fund	\$21,300	\$789	\$10,876	\$17,800	\$639	\$5,073
236	Lone Star Library Grant	\$4,837	\$20	\$10,001	\$4,547	\$0	\$0
270	Candle Meadow PID	\$154,113	\$3,522	\$151,692	\$154,113	\$3,263	\$154,367
DEBT SERVICE FUNDS					DEBT SERVICE FUNDS		
305	General Debt Service	\$7,819,329	\$192,548	\$7,844,182	\$8,076,274	\$8,723	\$42,216
MAINTENANCE/REPLACEMENT FUNDS					MAINTENANCE/REPLACEMENT FUNDS		
401	Fire PPE Replacement		\$0	\$411		\$955	\$118,010
402	Fire Equipment Replacement	\$45,200	\$238	\$45,490	\$73,400	\$0	\$11,942
403	Furniture Replacement	\$20,200	\$0	\$20,080	\$20,000	\$0	\$6,586
407	Park Maintenance	\$38,600	\$100	\$38,394	\$12,000	\$13,565	\$13,565
408	Pool Maintenance	\$26,500	\$95	\$25,281	\$29,000	\$0	\$0
409	Police Equipment Replacement	\$97,369	\$54	\$96,054	\$97,369	\$4,925	\$63,782
410	Facility Maintenance	\$289,592	\$232	\$286,823	\$319,956	\$15,528	\$110,817
412	Electronic Equipment Replacement	\$197,129	\$544	\$196,193	\$159,900	\$5,838	\$87,233
418	2006 Concrete Street Reconstruction		\$269	\$3,837		\$0	\$24,786
420	Vehicle Replacement	\$884,300	\$2,141	\$851,895	\$834,300	\$156,499	\$308,193
503	Water Meter Replacement	\$277,000	\$66,517	\$190,523	\$373,050	(\$15,499)	\$83,456
TRUST FUNDS					TRUST FUNDS		
607	Clock Tower	\$900	\$36	\$482	\$0	\$0	\$0
624	Library Trust	\$11,300	\$1,431	\$7,181	\$7,000	\$6	\$2,767
PARK DEVELOPMENT CORPORATION					PARK DEVELOPMENT CORPORATION		
118	Park Development Corp.	\$452,099	\$45,883	\$223,650	\$381,148	\$31,762	\$254,099
347	Park Dev Debt Service	\$220,000	\$18,373	\$147,439	\$218,233	\$2,500	\$2,800
ECONOMIC DEVELOPMENT					ECONOMIC DEVELOPMENT		
125	Economic Development	\$1,334,872	\$136,764	\$660,655	\$1,334,872	\$136,764	\$660,655
OTHER CAPITAL PROJECTS					OTHER CAPITAL PROJECTS		
417	Park Land Dedication	\$2,500	\$23,658	\$26,425	\$0	\$0	\$952
414	Recycling		\$0	\$9		\$0	\$0
485	Town Center East Landscaping		\$1,151	\$13,707		\$5,283	\$273,638
486	General Capital Improvements		\$473	\$5,868		\$0	\$104,955

CAPITAL PROJECT FUNDS: FINANCIAL SUMMARY

FY 2007 - 2008

Through May 2008

66.67% of Budget Year

FUND #	FUND NAME	ANNUAL REVENUE BUDGET	CURRENT MONTH REVENUES	ACTUAL YEAR-TO-DATE REVENUES	ANNUAL EXPENDITURE BUDGET	CURRENT MONTH EXPENDITURES	ACTUAL YEAR-TO-DATE EXPENDITURES
OTHER CAPITAL PROJECTS					OTHER CAPITAL PROJECTS		
419	Street Maintenance	\$722,667	\$51,950	\$436,381	\$613,000	\$0	\$31,068
453	Signalization	\$250	\$0	\$30		\$0	\$4,272
460	Police Facility Construction	\$1,800	\$0	\$474		\$0	\$44,133
462	Service Center Construction	\$4,500	\$209	\$6,625		\$3,111	\$229,859
416	Streets, Sidewalks and Alleys		\$117	\$1,565	\$71,250	\$0	\$0
1998 BOND ISSUANCES					1998 BOND ISSUANCES		
415	1998 CO Street Construction		\$0	\$330		\$0	\$30,870
2001 BOND ISSUANCES					2001 BOND ISSUANCES		
446	2001 Park Development	\$8,000	\$358	\$4,516		\$0	\$464
475	2001 Street Construction	\$2,500	\$0	\$574		\$0	\$53,488
2002 BOND ISSUANCES					2002 BOND ISSUANCES		
476	2002 Street Construction	\$253,750	\$766	\$9,358	\$250,000	\$1,896	\$1,896
2004 BOND ISSUANCES					2004 BOND ISSUANCES		
443	2004 Senior Center Expansion	\$1,800	\$0	\$964	\$0	\$0	\$60,580
444	2004 Park Development	\$300	\$1	\$10	\$0	\$0	\$0
463	2004 Street Improvements		\$1,308	\$16,128		\$0	\$26,747
480	2004 Town Center Improvements	\$1,000	\$47	\$565	\$0	\$0	\$0
481	2004 Vision Projects	\$2,500	\$68	\$816	\$0	\$0	\$0
2005 BOND ISSUANCES					2005 BOND ISSUANCES		
442	2005 Park Development	\$160	\$4	\$55	\$0	\$0	\$2,200
464	2005 Street Improvements	\$50,000	\$2,238	\$38,343	\$2,408,190	\$0	\$620,010
482	2005 Vision Projects	\$95,000	\$1,179	\$186,908	\$0	\$0	\$1,310,871
2006 BOND ISSUANCES					2006 BOND ISSUANCES		
440	2006 Senior Center Expansion	\$250	\$0	\$367		\$0	\$32,120
461	2006 Pleasant Run/Westmoreland	\$3,200	\$323	\$10,171	\$400,000		\$281,811
465	2006 Street Improvements	\$75,000	\$16,101	\$153,458	\$4,385,300	\$174,456	\$1,308,172
483	2006 Vision Projects	\$57,400	\$0	\$12,733	\$0	\$0	\$820,226
2007 BOND ISSUANCES					2007 BOND ISSUANCES		
411	SWRCC Radio Replacement		\$1,828	\$394,317		\$1,363	\$67,134
429	Fire Station Improvements	\$1,000	\$621	\$12,024	\$566,781	\$3,157	\$125,036
439	2007 Park Improvements	\$2,000	\$3,098	\$41,076	\$1,151,250	\$412,392	\$591,843
467	2007 Street Improvements	\$120,000	\$6,566	\$79,435	\$0	\$4,988	\$48,195
484	2007 Town Center Catalyst Project	\$50,000	\$9,401	\$136,995	\$5,000,000	(\$679)	\$1,967,061
2008 BOND ISSUANCES					2008 BOND ISSUANCES		
468	2008 Street Improvements	\$2,845,000	\$2,865,103	\$2,865,103	\$0	\$111,307	\$111,307
459	2008 Hampton Rd Lighting	\$1,415,000	\$1,424,998	\$1,424,998		\$52,538	\$52,538
487	2008 Town Center Project	\$805,000	\$808,919	\$808,919		\$57,628	\$57,628
488	2008 Town Center Remodel	\$625,000	\$629,416	\$629,416		\$23,206	\$23,206
CAPITAL PROJECTS - ENTERPRISE FUNDS					CAPITAL PROJECTS - ENTERPRISE FUNDS		
508	Water and Sewer	\$2,260,000	\$183	\$763,649	\$2,298,061	\$242,638	\$830,255
523	Meadows Parkway Drainage Improvements		\$0	\$697	\$84,550	\$0	\$85,430
527	NRCS Gabion Wall Construction		\$14	\$192		\$0	\$0
528	2006 Drainage Projects	\$529,000	\$3,703	\$562,043	\$529,000	\$122,475	\$482,061