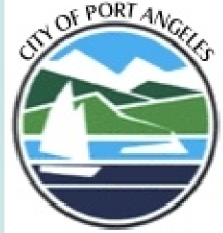


# Monthly Financial Update



JULY 2010

## General Fund & Street Overview

### GENERAL FUND

With seven months (58%) of the year completed, we are on target with 57% of budgeted revenues collected and 57% of expenditures spent. This is promising news as the City heads into the 2011 budget season. Staff is aware that additional cuts may need to be made in the 2010 amended budget, or possibly in 2011. However, we will continue to closely monitor General Fund activity to determine if budgetary changes are necessary.

The three largest revenue sources remain at or slightly above budgeted levels. Utility tax collections are just over 60% of budget, a slight improvement over the historical level of 57%. Sales tax is at 56% collected, and historically has been at 55% collected through July. Property taxes also remain on target at 54% collected. We are optimistic these trends will continue through the remainder of 2010.

### GENERAL FUND

	2010		%
	Actual	Budget	
Revenues-through July	9,684,792	17,050,512	56.8%
Expenditures-through July	9,829,175	17,240,532	57.0%
Net Rev. over/(under) Exp.	(144,383)	(190,020)	

### STREET FUND

Revenues-through July	1,014,473	1,662,625	61.0%
Expenditures-through July	1,055,866	1,801,995	58.6%
Net Rev. over/(under) Exp.	(41,393)	(139,370)	

### STREET FUND

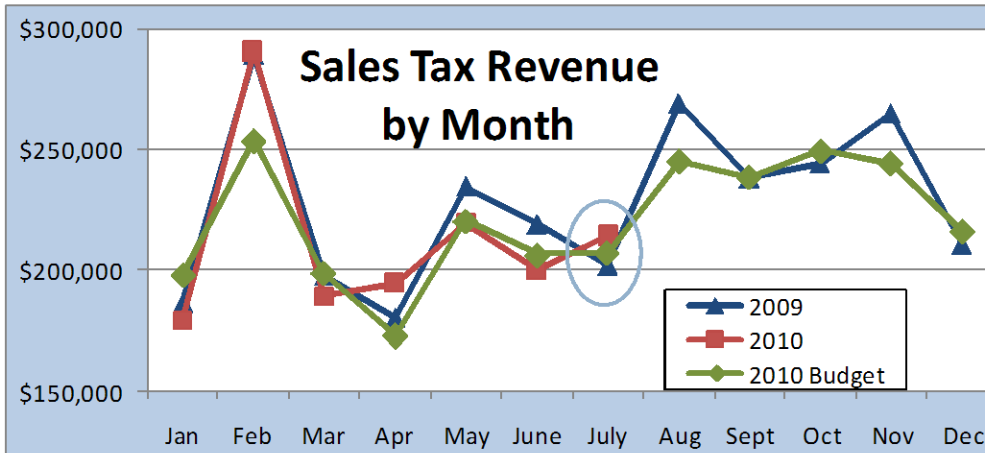
In the Street Fund, revenues collected are up 11% from 2009. However, it is important to note that traditional funding sources such as the gas tax remain stagnant and the Street Fund instead is forced to rely on interfund charges (mainly from Stormwater) as a major revenue source. Through July, Street Fund expenditures are 35% higher than 2009, primarily due to the \$150,000 transfer to the CIP Fund for street paving. With 58% of the year completed, we are on target with revenues and expenditures (almost 59% spent) in the Street Fund.

### LOOKING FORWARD

Due to timing issues with certain revenues and expenditures, some monthly comparisons will be skewed. The most accurate comparisons take place at year end, when all revenues and expenditures have been reconciled for the year.

### Revenue through July

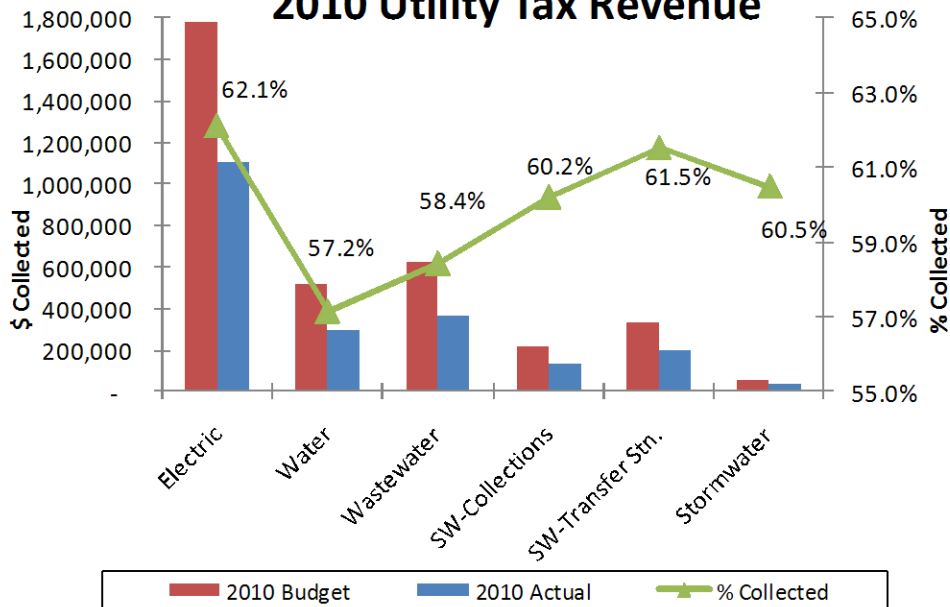
	2010 Actual	2010 Budget
<b>Gas Tax</b>	\$ 234,320	\$ 435,853
	54% collected in 2010 52% collected in 2009	
<b>REET</b>	\$ 98,596	\$ 240,000
	41% collected in 2010 49% collected in 2009	



*Sales Tax Revenue is down 1.5% through July 2010 compared to the same period last year.*

*To date, we are on target with 56% of budget collected.*

## 2010 Utility Tax Revenue



### UTILITY TAX COLLECTION THROUGH JULY

Through July (58% of the year completed) all utilities remain on target to reach their budgeted revenue by the end of the year. The Electric Utility has collected 62% of the budget which compares favorably to the average historical level of 58%. In the Water and Wastewater Funds, the majority of collections have historically taken place in the second half of the year, similar to 2010 collection levels. The solid waste funds have also surpassed historical collection levels, with the Collections fund historically at 58% through July, and the Transfer Station at 50%. Through July, we have collected 60% of all budgeted utility tax revenues, slightly higher than the historical average of 58%.

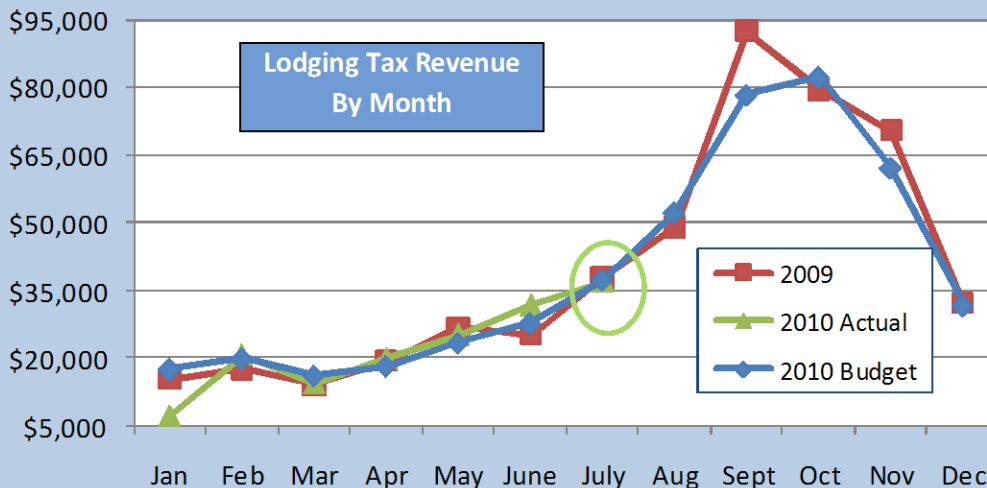
## Community & Economic Development Revenue

It is important to note that the majority of the plan checking fees in 2009 was for 1 project - the new building at Peninsula College.

*Don't Forget the seasonal effect on Building Permits*

### Community Development Revenue

Revenue Source	2010	2009	10 vs. 09 % variance
Building Permits	\$ 56,220	\$ 86,376	-34.9%
Plumbing Permits	\$ 6,097	\$ 7,981	-23.6%
Mechanical Permits	\$ 9,057	\$ 10,304	-12.1%
Sign Permits	\$ 2,168	\$ 1,137	90.7%
Plan Checking Fees	\$ 37,562	\$ 93,958	-60.0%
Planning Permits	\$ 2,440	\$ 4,280	-43.0%
Zoning Fees	\$ 5,413	\$ 7,725	-29.9%
<b>Total Revenue</b>	<b>\$ 118,957</b>	<b>\$ 211,760</b>	<b>-43.8%</b>



**Lodging Tax revenue collected through July 2010 is nearly identical to the same period in 2009. We have collected 33.4% of budget. Historically we have collected 34.5% of budget through July.**