



City of DeSoto

Memo

Date: November 14, 2007
To: Jim Baugh, City Manager
From: Patrick Harvey, Assistant Director Finance
Subject: October 2007 Financial Reports

General Fund

Revenues: General fund total revenue for the first month of the fiscal year is within budget expectations.

Expenditures: Total General Fund expenditures were within expectations. October is a month of renewals: memberships/subscriptions for **City Council** and software maintenance renewals for the city's website, library software and the Granicus system. In **Non Departmental**, the annual premium for **Property and casualty insurance** was paid to take advantage of the 3% pre-payment discount, a savings of approximately \$15,298. The category of **Transfers Out** represents planned transfers approved in the budget process for the following programs:

Energy Management (Fund 230)	\$1,429,153
Fire Equipment Replacement (Fund 402)	42,200
Furniture Replacement (Fund 403)	20,000
Facility Maintenance (Fund 410)	282,092
Vehicle Replacement (Fund 420)	740,400
Pool Maintenance (Fund 408)	24,000
Park Maintenance (Fund 407)	36,800
Police Equipment Replacement (Fund 409)	94,569
Electronic Equipment Replacement (Fund 412)	130,000

Water and Sewer Fund

Revenues: Water and Sewer Fund revenues were within budget.

Expenses: The year to date expense trend is within expectations. **Transfers Out** represents planned transfers approved in the budget process for the following programs:

Energy Management (Fund 230)	\$331,404
Vehicle Replacement (Fund 420)	54,900
Water Meter Replacement (Fund 503)	262,000
Electronic Equipment Replacement (Fund 420)	58,629

Other Funds: Financial Summary
Drainage Fund (Fund 522)

Expenditures in this fund include the planned transfer of \$529,000 to the Drainage CIP fund 528 to complete the remainder of projects in the Drainage capital improvement program.

Investments 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 fourth quarter of FY 2007 was 5.28%.

**GENERAL FUND
REVENUES AND EXPENDITURES
FY 2007 - 2008
Through October 2007
8.33% 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	\$474,920	3.1%	3.2%	0.1%	\$449,862	\$474,920
Sales Taxes	\$5,359,189		0.0%	0.0%	0.0%		\$0
Mixed Drink Tax	\$28,000		0.0%	0.0%	0.0%		\$0
Franchise Fees	\$3,372,257	\$91,872	3.1%	2.7%	-0.4%	\$104,540	\$91,872
Licenses & Permits	\$640,605	\$60,509	8.3%	9.4%	1.1%	\$53,362	\$60,509
Intergovernmental	\$398,720		0.0%	0.0%	0.0%		\$0
Charges for Service	\$535,000	\$45,621	8.3%	8.5%	0.2%	\$44,566	\$45,621
Recreation	\$229,600	\$12,445	5.3%	5.4%	0.1%	\$12,169	\$12,445
Fines & Forfeitures	\$1,135,000	\$95,727	8.3%	8.4%	0.1%	\$94,546	\$95,727
Interest	\$475,000	\$19,627	8.3%	4.1%	-4.2%	\$39,568	\$19,627
Administrative Fees	\$1,546,945	\$128,912	8.3%	8.3%	0.0%	\$128,396	\$128,912
Miscellaneous	\$434,000	\$6,088	1.3%	1.4%	0.1%	\$5,787	\$6,088
Transfer from Fire Training	\$10,605	\$10,605	100.0%	100.0%	0.0%	\$10,605	\$10,605
TOTAL REVENUES	\$28,834,343	\$946,328	3.3%	3.3%	0.0%	\$943,400	\$946,328
Expenditures:	Adopted Budget	Current Month	YTD Projected %tage	YTD Actual %tage	Variance	FY 07-08 Projected	Actual Year to date
City Council	\$356,829	\$34,716	8.3%	9.7%	-1.4%	\$29,724	\$34,716
City Manager	\$1,773,620	\$748,173	42.8%	42.2%	0.6%	\$758,587	\$748,173
Financial Services	\$1,234,245	\$104,593	8.3%	8.5%	-0.2%	\$102,813	\$104,593
Information Tech	\$727,287	\$208,996	24.7%	28.7%	-4.0%	\$179,754	\$208,996
Human Resources	\$351,042	\$24,177	8.3%	6.9%	1.4%	\$29,242	\$24,177
Development Scvs	\$4,025,601	\$687,033	19.7%	17.1%	2.6%	\$793,533	\$687,033
Parks	\$2,676,188	\$554,826	23.5%	20.7%	2.8%	\$628,826	\$554,826
Library	\$860,217	\$76,038	8.3%	8.8%	-0.5%	\$71,656	\$76,038
Police	\$7,901,792	\$953,750	13.1%	12.1%	1.0%	\$1,032,188	\$953,750
Regional Jail	\$209,729	\$17,477	8.3%	8.3%	0.0%	\$17,470	\$17,477
Fire	\$6,285,464	\$735,276	12.6%	11.7%	0.9%	\$793,679	\$735,276
Regional Dispatch	\$941,493	\$78,458	8.3%	8.3%	0.0%	\$78,426	\$78,458
Non Departmental	\$1,485,084	\$778,844	41.6%	52.4%	-10.8%	\$618,400	\$778,844
TOTAL EXPENDITURES	\$28,828,591	\$5,002,356	17.8%	17.4%	0.4%	\$5,134,300	\$5,002,356
Revenue over/(under) Expenditures	\$5,752					(\$4,190,899)	(\$4,056,028)
Use of Fund Balance:							
1.Granicus Mobile Equipment	\$5,500						\$0
2.Records Management Shelving	\$4,900						
3.NCTCOG Aerial Photos	\$11,000	\$5,385					\$5,385
4.User Fee Analysis	\$15,000						
5.Budgeting Software	\$55,000						\$0
6.Computers - Code Enforcement/Animal Control	\$6,736						\$0
7.Development Services Entrance	\$75,000						\$0
9.Exhaust System - Fire Station No. 1	\$85,000						\$0
10.Additional radios for public safety system	\$110,000						\$0
11. Media Room		\$2,409					\$2,409
12. Nance Farm Restoration	\$100,000	\$218					\$218

**WATER AND SEWER FUND
REVENUES AND EXPENDITURES**

FY 2007 - 2008

Through October 2007

8.33% 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	\$675,752	8.3%	8.2%	-0.1%	\$683,352	\$675,752
Service Fees	\$62,000	\$10,079	9.7%	16.3%	6.6%	\$6,014	\$10,079
Water Connections	\$100,000	\$2,600	7.2%	2.6%	-4.6%	\$7,233	\$2,600
Senior Discount-water	(\$54,720)	(\$4,584)	8.3%	8.4%	0.1%	(\$4,558)	(\$4,584)
Sewer Service	\$4,950,000	\$389,714	8.2%	7.9%	-0.3%	\$407,550	\$389,714
Sewer Connections	\$20,000	\$890	6.6%	4.5%	-2.1%	\$1,320	\$890
Senior Discount-sewer	(\$51,192)	(\$4,275)	8.3%	8.4%	0.1%	(\$4,264)	(\$4,275)
Penalty Fees	\$320,000	\$24,340	8.3%	7.6%	-0.7%	\$26,656	\$24,340
Miscellaneous	\$25,000	\$1,808	8.3%	7.2%	-1.1%	\$2,083	\$1,808
Interest Earnings	\$52,000		0.0%	0.0%	0.0%		\$0
TOTAL REVENUES	\$13,626,588	\$1,096,324	8.3%	8.0%	-0.3%	\$1,125,385	\$1,096,324
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	\$337,950	36.2%	32.5%	3.7%	\$375,870	\$337,950
Field Operations	\$9,921,034	\$802,062	11.1%	8.1%	3.0%	\$1,101,072	\$802,062
NonDepartmental	\$2,544,210	\$339,558	13.3%	13.3%	0.0%	\$354,916	\$339,558
TOTAL EXPENDITURES	\$13,504,499	\$1,479,570	13.6%	11.0%	2.6%	\$1,831,858	\$1,479,570
Revenue over Expenditures	\$122,089	(\$383,246)				(\$706,473)	(\$383,246)

OTHER FUNDS: FINANCIAL SUMMARY

FY 2007 - 2008

Through October 2007

8.33% 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	\$120,500	\$120,500	\$1,329,074	\$506,893	\$506,893
552	Sanitation	\$3,022,076	\$182,576	\$182,576	\$3,589,017	\$146,408	\$146,408
221	Hotel Occupancy Tax	\$297,596	\$9,721	\$9,721	\$316,655	\$16,323	\$16,323
OTHER SPECIAL REVENUE FUNDS					OTHER SPECIAL REVENUE FUNDS		
111	Regional Dispatch	\$2,943,398	\$244,053	\$244,053	\$2,968,839	\$323,687	\$323,687
112	Regional Jail	\$661,186	\$56,140	\$56,140	\$661,186	\$44,534	\$44,534
209	Police - local	\$24,000	\$1,531	\$1,531	\$24,000		\$0
210	Police - federal	\$41,000	\$195	\$195	\$41,000		\$0
211	Police - community operations	\$1,000		\$0	\$6,500	\$405	\$405
212	Joint City School Grant			\$0	\$30,383		\$0
223	Youth Sports Associations	\$162,000	\$26,752	\$26,752	\$162,000	\$16,200	\$16,200
224	Juvenile Case Manager	\$25,600	\$2,887	\$2,887	\$22,362	\$1,555	\$1,555
225	Mun. Ct. Technology	\$27,500	\$2,842	\$2,842	\$5,000		\$0
226	Mun. Ct. Security Fund	\$26,600	\$2,467	\$2,467	\$5,200	\$369	\$369
227	Rec. Revolving Fund	\$270,800	\$24,338	\$24,338	\$328,828	\$17,597	\$17,597
228	Fire Training Fund	\$232,122	\$8,887	\$8,887	\$223,431	\$49,501	\$49,501
229	Police Grants Fund	\$1,200	\$158	\$158			\$0
230	Energy Management	\$1,803,057	\$1,767,788	\$1,767,788	\$1,800,557	\$20,643	\$20,643
231	Senior Center Activity Fund	\$21,300	\$1,236	\$1,236	\$17,800	\$766	\$766
236	Lone Star Library Grant	\$4,837	\$11	\$11	\$4,547		\$0
270	Candle Meadow PID	\$154,113	\$6,205	\$6,205	\$154,113	\$5,783	\$5,783
DEBT SERVICE FUNDS					DEBT SERVICE FUNDS		
305	General Debt Service	\$7,819,329	\$315,017	\$315,017	\$8,076,274		\$0
MAINTENANCE/REPLACEMENT FUNDS					MAINTENANCE/REPLACEMENT FUNDS		
401	Fire PPE Replacement		\$104	\$104			\$0
402	Fire Equipment Replacement	\$45,200	\$42,934	\$42,934	\$73,400		\$0
403	Furniture Replacement	\$20,200	\$20,026	\$20,026	\$20,000		\$0
407	Park Maintenance	\$38,600	\$37,143	\$37,143	\$12,000		\$0
408	Pool Maintenance	\$26,500	\$24,273	\$24,273	\$29,000		\$0
409	Police Equipment Replacement	\$97,369	\$94,998	\$94,998	\$97,369	\$2,250	\$2,250
410	Facility Maintenance	\$289,592	\$283,571	\$283,571	\$319,956	\$9,065	\$9,065
412	Electronic Equipment Replacement	\$197,129	\$190,276	\$190,276	\$159,900	\$66,459	\$66,459
418	2006 Concrete Street Reconstruction		\$877	\$877			\$0
420	Vehicle Replacement	\$884,300	\$802,685	\$802,685	\$834,300		\$0
503	Water Meter Replacement	\$277,000	\$265,667	\$265,667	\$373,050		\$0
TRUST FUNDS					TRUST FUNDS		
607	Clock Tower	\$900	\$102	\$102	\$0		\$0
624	Library Trust	\$11,300	\$604	\$604	\$7,000	\$346	\$346
PARK DEVELOPMENT CORPORATION					PARK DEVELOPMENT CORPORATION		
118	Park Development Corp.	\$452,099	\$645	\$645	\$381,148	\$31,762	\$31,762
347	Park Dev Debt Service	\$220,000	\$18,513	\$18,513	\$218,233		\$0
ECONOMIC DEVELOPMENT					ECONOMIC DEVELOPMENT		
125	Economic Development	\$1,334,872		\$0	\$1,334,872		\$0
OTHER CAPITAL PROJECTS					OTHER CAPITAL PROJECTS		
417	Park Land Dedication	\$2,500	\$636	\$636	\$0		\$0
414	Recycling		\$2	\$2			\$0

CAPITAL PROJECT FUNDS: FINANCIAL SUMMARY

FY 2007 - 2008

Through October 2007

8.33% 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	\$52,078	\$52,078	\$613,000		\$0
453	Signalization	\$250	\$15	\$15			\$0
460	Police Facility Construction	\$1,800	\$198	\$198			\$0
462	Service Center Construction	\$4,500	\$1,542	\$1,542			\$0
416	Streets, Sidewalks and Alleys		\$333	\$333	\$71,250		\$0
1998 BOND ISSUANCES					1998 BOND ISSUANCES		
415	1998 CO Street Construction		\$138	\$138			\$0
2001 BOND ISSUANCES					2001 BOND ISSUANCES		
446	2001 Park Development	\$8,000	\$756	\$756			\$0
475	2001 Street Construction	\$2,500	\$240	\$240			\$0
2002 BOND ISSUANCES					2002 BOND ISSUANCES		
476	2002 Street Construction	\$253,750	\$1,567	\$1,567	\$250,000		\$0
2004 BOND ISSUANCES					2004 BOND ISSUANCES		
443	2004 Senior Center Expansion	\$1,800	\$260	\$260	\$0		\$0
444	2004 Park Development	\$300	\$2	\$2	\$0		\$0
463	2004 Street Improvements		\$2,735	\$2,735			\$0
480	2004 Town Center Improvements	\$1,000	\$93	\$93	\$0		\$0
481	2004 Vision Projects	\$2,500	\$135	\$135	\$0		\$0
2005 BOND ISSUANCES					2005 BOND ISSUANCES		
442	2005 Park Development	\$160	\$14	\$14	\$0	\$2,200	\$2,200
464	2005 Street Improvements	\$50,000	\$10,915	\$10,915	\$2,408,190		\$0
482	2005 Vision Projects	\$95,000	\$7,865	\$7,865	\$0	\$10,498	\$10,498
2006 BOND ISSUANCES					2006 BOND ISSUANCES		
440	2006 Senior Center Expansion	\$250	\$111	\$111			\$0
461	2006 Pleasant Run/Westmoreland	\$3,200	\$3,118	\$3,118	\$400,000		\$0
465	2006 Street Improvements	\$75,000	\$15,665	\$15,665	\$4,385,300		\$0
483	2006 Vision Projects	\$57,400	\$3,848	\$3,848	\$0		\$0
2007 BOND ISSUANCES					2007 BOND ISSUANCES		
411	SWRCC Radio Replacement		\$3,691	\$3,691			\$0
429	Fire Station Improvements	\$1,000	\$3,470	\$3,470	\$566,781		\$0
439	2007 Park Improvements	\$2,000	\$6,885	\$6,885	\$1,151,250		\$0
467	2007 Street Improvements	\$120,000	\$13,227	\$13,227	\$0		\$0
484	2007 Town Center Catalyst Project	\$50,000	\$25,969	\$25,969	\$5,000,000		\$0
2008 BOND ISSUANCES					2008 BOND ISSUANCES		
468	2008 Bond Improvements	\$4,357,000		\$0	\$0		\$0
CAPITAL PROJECTS - ENTERPRISE FUNDS					CAPITAL PROJECTS - ENTERPRISE FUNDS		
508	Water and Sewer	\$2,260,000	\$191,700	\$191,700	\$2,298,061	\$4,272	\$4,272
523	Meadows Parkway Drainage Improvements		\$369	\$369	\$84,550	\$84,550	\$84,550
527	NRCS Gabion Wall Construction		\$41	\$41			\$0
528	2006 Drainage Projects	\$529,000	\$532,549	\$532,549	\$529,000		\$0

CITY OF DESOTO
Compliance Report - Fund Details

Sec #	Security Name	Maturity	6/30/2007 Book Value	6/30/2007 Market Value	Accrued Interest	9/30/2007 Book Value	9/30/2007 Market Value
MBIA	TxClass - General	OPEN	4,579,188.82	4,579,188.82	-	4,641,666.54	4,641,666.54
TXPL	GENERAL	OPEN	12,306,636.17	12,306,636.17	-	8,546,507.76	8,546,507.76
TXPL	2002 CO's	OPEN	529,253.33	529,253.33	-	368,409.22	368,409.22
TXPL	2002 Bonds	OPEN	178,250.30	178,250.30	-	180,605.77	180,605.77
TXPL	2003 CO's	OPEN	174,567.70	174,567.70	-	104,841.88	104,841.88
MBIA2	2004 Street Improvements	OPEN	632,660.16	632,660.16	-	627,959.44	627,959.44
MBIA3	2004 Town Center Improvements	OPEN	21,136.45	21,136.45	-	21,424.74	21,424.74
MBIA4	2004 Park & Recreation	OPEN	6,257.57	6,257.57	-	387.15	387.15
MBIA5	2004 Vision Projects	OPEN	30,547.10	30,547.10	-	30,963.82	30,963.82
MBIA7	2005 Street Improvements	OPEN	3,368,018.93	3,368,018.93	-	2,506,645.26	2,506,645.26
MBIA8	2005 Senior Center Expansion	OPEN	58,813.03	58,813.03	-	59,615.49	59,615.49
MBIA9	2005 Park Improvements	OPEN	320.92	320.92	-	3,146.54	3,146.54
MBIA10	2005 Vision Projects	OPEN	1,877,753.27	1,877,753.27	-	1,806,034.24	1,806,034.24
MBIA11	2005 Drainage Projects	OPEN	252.45	252.45	-	-	-
MBIA12	2005 Meadows Drainage Improvement	OPEN	83,592.84	83,592.84	-	84,733.38	84,733.38
MBIA14	2007 Street Improvements	OPEN	3,060,506.45	3,060,506.45	-	3,037,482.26	3,037,482.26
	2007 Park & Recreation Improvements	OPEN	1,571,416.02	1,571,416.02	-	1,581,110.27	1,581,110.27
MBIA19	2007 Pleasant Run Improvements	OPEN	1,658,813.77	1,658,813.77	-	716,045.23	716,045.23
MBIA20	2007 Fire Station Improvements	OPEN	917,503.69	917,503.69	-	796,790.60	796,790.60
MBIA21	2007 Asphalt Reconstruction	OPEN	255,506.57	255,506.57	-	258,992.66	258,992.66
MBIA22	2007 Town Center Catalyst Project		-	-	-	5,963,521.24	5,963,521.24
MBIA23	2007 SWRCC Radio Replacement		-	-	-	847,726.42	847,726.42
	Subtotal - Investment Pools		31,310,995.54	31,310,995.54	-	32,184,609.91	32,184,609.91
10-30043-5	2006 Citigroup Flex Repo	11/1/2008	6,736,296.78	6,818,680.23	-	6,427,457.94	6,516,275.06
	Subtotal - Repurchase Agreements		6,736,296.78	6,818,680.23	-	6,427,457.94	6,516,275.06
912828EF3	US Treasury 4.83%	8/31/2007	499,337.60	499,250.00	-	-	-
912828EF3	US Treasury 5.10%	8/31/2007	748,672.17	748,875.00	-	-	-
912828BK5	US Treasury 4.10%	9/15/2008	-	-	1,030.22	743,241.09	743,475.00
313396JE4	FHLMC Discount Note 5.32%	7/16/2007	498,933.33	499,000.00	-	-	-
313396ND1	FHLMC Discount Note 5.10%	10/19/2007	-	-	-	498,750.00	498,850.00
313396SR5	FHLMC Discount Note 5.22%	2/4/2008	484,967.09	484,800.00	-	491,311.25	492,075.00
313396HZ9	FHLMC Discount Note 5.40%	7/11/2007	499,287.50	499,350.00	-	-	-
313396RE5	FHLMC Discount Note 5.30%	12/31/2007	-	-	-	493,554.17	494,300.00
313588KD6	FNMA 5.26%	8/8/2007	760,897.90	760,945.50	-	-	-
313588JG1	FNMA 5.30%	7/18/2007	498,797.49	498,850.00	-	-	-
31398ACX8	FNMA 5.56%	6/19/2009	-	-	-	499,516.38	501,050.00
31339YVV1	FHLB 5.02%	7/21/2008	491,733.83	490,300.00	3,281.25	493,704.01	494,750.00
3133XKP82	FHLB 5.22%	11/19/2008	995,411.51	994,900.00	18,416.67	996,244.13	1,003,500.00
	Subtotal - US Treasuries and Agencies		5,478,038.42	5,476,270.50	22,728.14	4,216,321.03	4,228,000.00
	GRAND TOTALS		43,525,330.74	43,605,946.27	22,728.14	42,828,388.88	42,928,884.97

Investment Committee Meeting

4th Quarter FY 2007

Jim Baugh, City Manager

Lynda Humble, Assistant City Manager

Camelia Browder, Managing Director, Financial Services

Patrick Harvey, Assistant Director of Finance

3rd Quarter Investment Report

- **Maturities**

7/11/2007	FHLMC 5.40%
7/16/2007	FHLMC 5.32%
7/18/2007	FNMA 5.30%
8/8/2007	FNMA 5.26%
8/31/2007	US Treasury 4.83%
8/31/2007	US Treasury 5.10%

- **Purchases**

4.10%	US Treasury note maturing 9/15/2008
5.10%	FHLMC Discount note maturing 10/19/2007
5.30%	FHLMC Discount note maturing 12/31/2007
5.56%	FNMA note maturing 6/19/2009

- **Next Quarters' Maturities**

5.10%	FHLMC Discount note maturing 10/19/2007
5.30%	FHLMC Discount note maturing 12/31/2007

- **2007 Bond Proceeds – MBIA Accounts**

2007 Town Center Catalyst Project

2007 SWRCC Radio Replacement

Investment Committee Meeting
4th Quarter FY 2007

- **Portfolio yield Trend**

2 nd Qtr 2005	3 rd Qtr 2005	4 th Qtr 2005	1 st Qtr 2006
2.69%	3.01%	3.67%	4.08%
2 nd Qtr 2006	3 rd Qtr 2006	4 th Qtr 2006	1 st Qtr 2007
4.54%	4.87%	5.12%	5.24%
2 nd Qtr 2007	3 rd Qtr 2007	4 th Qtr 2007	
5.29%	5.27%	5.28%	