

CITY OF ST. JOSEPH



FOURTH QUARTER FINANCIAL REPORT

Year Ended June 30, 2008

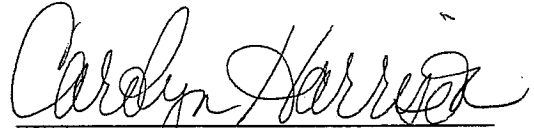
PURPOSE

This Financial Report is for the twelve month period ended June 30, 2008. The purpose of the Report is to help users focus on major issues, conditions or events effecting fund balances, revenues and expenditures and to assist management and policy makers in gauging their impact on future operations of the City.

Amounts included in this report are based on preliminary closing figures for the Fiscal Year and may change as a result of the annual audit and final reconciliation of account balances. However, we don't expect there to be significant audit adjustments and we believe that amounts included in this report are substantially accurate in all significant respects.

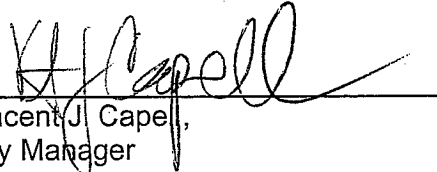
Please review the Report and contact the Financial Services Department or City Manager's office if you have any questions.

Prepared by:



Carolyn Harrison,
Director of Financial Services
271-5526

Approved by:



Vincent J. Capelli,
City Manager
271-4610

FY2008 YEAR END FINANCIAL REPORT

TABLE OF CONTENTS

	Page
Executive Summary	2
Revenue Discussion	4
Expenditure Discussion	12
Fund Balance Discussion	21
Tables:	25
Total Revenues – City Wide	26
Total Expenditures – City Wide	27
Operating Revenues by Fund/Department	28
Operating Expenditures by Fund/Department	29
CIP Revenues by Fund & TIF Revenues by Project	30
CIP Expenditures by Fund & TIF Expenditures by Project	31
Net Positive/(Negative) Effect on Fund Balance Projections	32
Changes in Fund Balance	33
Revenue & Expenditure Comparisons – FY08 to FY07	34
Supplemental Reports:	35
Investment Report/Cash Balances	36
Accounts & Loans Receivable	40
Contracts Executed - \$5,000 to \$25,000	45
Routine Budget Transfers	47
Economic Development Projects & TIF Update	55

FY2008 YEAR END FINANCIAL REPORT

EXECUTIVE SUMMARY

In aggregate terms, City revenues came in well over what was expected for the Fiscal Year ended June 30, 2008 (FY2008). When controlled for the one-time cell phone revenues, and a late-year TIF bond issue, revenues came in .5% over projections and 7% over the adopted budget. Looking at only operating revenues (excluding cell phone, CIP and Special Allocation revenues) projections came in \$1,560,000 over projections (2%).

The chart below compares the growth (or decline) of FY2008 revenues and expenditures compared to the prior year. This excludes transfers, bond revenues, grants and capital projects in the operating funds. Through a concerted effort made by staff, most funds continued the turn around in their financial prospects in FY2008 by either growing operating revenues at a greater rate than increases in their operating expenses or by decreasing expenditures more than a decline in revenues. This was mitigated in part by the extraordinary costs resulting from the harsh winter and 2007 ICE event for the Streets, Landfill and Golf funds.

Of the funds, only Gaming and CDBG had revenue decreases from that received during the prior year. Gaming Fund's decrease in revenues can be tied directly to the economic downturn. The CDBG Fund's decrease was the result of decision on the federal level to lower HUD funds.

Percent Change from Prior Year Operating Revenues & Expenditures		
	Revenue	Expense
Fund Department	Increase/ (Decrease)	Increase/ (Decrease)
General Fund*	5.39%	1.75%
SIM&R Fund**	2.76%	18.72%
Parks & Rec Fund	4.95%	1.35%
Health Fund	4.49%	3.74%
CDBG Fund	(7.46%)	(8.21%)
Gaming Fund	(3.99%)	(9.01%)
Museum Tax Fund	4.57%	(85.89%)*
Special Allocation Fund	71.48%	14.29%
CIP Sales Tax Fund	11.50%	(51.01%)
Aviation Fund	17.99%	0.62%
Parking Fund*	6.61%	(6.69%)
Sewer Fund	8.46%	1.76%
Golf Fund**	4.16%	5.29%
Transit Fund	8.39%	3.62%
Landfill Fund**	54.92%	17.63%

*General Fund – also excluding cell phone revenues; Parking Fund - excluding revenue added in FY08 from City Stickers. When added to Parking, the total increase is 30.28%;

**Streets, Landfill and to some extent Golf funds were all negative impacted by ICE07 expenses. Up to 85% of those expenses will ultimately be reimbursed by FEMA/SEMA.

***Museum revenues were not released in FY08 pending a contract with the organization managing the facilities.

Over the last fiscal year, most funds showed more percentage growth in revenues than in expenditures. Or, the percentage decrease in expenditures outstripped the decline in revenues. Whether revenues and expenditures go up or down together, or separately, one of the most important indicators of financial health are adequate levels of ending fund balance and a positive revenue-to-expenditure relationship. (See Table 9, page 34)

FY2008 YEAR END FINANCIAL REPORT

Fund Balance Goals

The Finance & Budget Policy as laid out in the FY2008 and FY2009 budget documents sets the “ideal” level of remaining fund balance for each fund as follows: General Fund (10% of budgeted expense), Sewer and Landfill Funds (60 days operating expense), and all other operating funds (30 days operating expense). At the end of FY08, projected ending balances for most funds were in better shape than ending balances in FY07. (See Table 8, page 33)

The combination of an almost 8% increase in overall operating revenues (excluding the one-time cell phone settlement, transfers, non-operating grants and bond proceeds) with only a 4% overall operating expense increase raised unrestricted fund balance in most funds.

In the General Fund unrestricted fund balance met the 10% target – the first time in several years. When taken in context with the fact that we were able to restore the General Fund’s emergency fund it helped to raise our very favorable credit rating to “A+”.

Only two funds saw a major reduction in fund balance – SIM&R (Streets) Fund and the Golf Fund.

Much of the \$1.13 million decrease in fund balance in Streets was a consequence of the extraordinary expenses caused by the winter weather and will eventually be restored when the federal and state disaster funds come back to the City. Even with this reduction, the ending FY08 fund balance for Streets exceeded its 30 day operating expense target.

At the end of the fiscal year the Golf Fund was left with just 4.5 days worth of fund balance, almost \$40,000 short of getting to its 30 day goal. While there was a \$40,000 impact to the fund due to the ICE event, FEMA reimbursement has already been received to offset most of it.

Parks & Recreation fund balance ended just shy of its target. Transit ended 2/3rds of the way to target. The influx of revenues from the increased sales tax beginning in the FY09 fiscal year, will put this fund on the right track for the first time in several years.

The Parking Fund is, if not healthy, at least not on the brink of total depletion due only to the infusion of monies from the Gaming Fund and from one-half of City Sticker monies from the General Fund.

The other funds ended the fiscal year in basically good shape.

Expense to Revenue Indicator

The second indicator of fiscal health is a positive expense to revenue position. Most operating funds continued the positive turn-around started in FY07. In other words, revenues increased more than expenditures. This was the case in every operating fund except for SIM&R and Golf. SIM&R Fund was the only one of the two with enough beginning fund balance that the deficit spending did not bring it below its target balance.

A fund with lower than “ideal” fund balance, large deficit spending, and expenditure growth outstripping revenue growth is a fund that needs immediate attention. FY2006 financial results pointed to General, Aviation, Parking, Golf and Transit as funds that fell in this category. The concerted effort by departments over the last two years to bring all of the operating funds into a positive balance is paying off. Only Golf remains in a precarious finance position. None of the operating budgets were adopted with deficit spending in FY09 except the General Fund (the result of City Council's decision to cover a portion of the insurance premium for employees who chose to remain with their current HMO coverage rather than taking the coverage which would have resulted in no expense to them) and the Public Health budget where the budget imbalance is the result of one-time capital projects.

The success of the transit tax initiative in FY08 has allowed continued service in Transit. The fund will be setting aside monies annually in anticipation of replacing the bus fleet in a few years.

FY2008 YEAR END FINANCIAL REPORT

On-going transfers from cell phone franchise revenues from the General Fund to the Streets Fund helped to maintain a positive budget balance there in FY09.

Financial health will continue to depend on a combination of expenditure control, fees and charges for service that keep up with the cost of providing services, and the performance of sales tax and property tax revenues for the General and Special Funds.

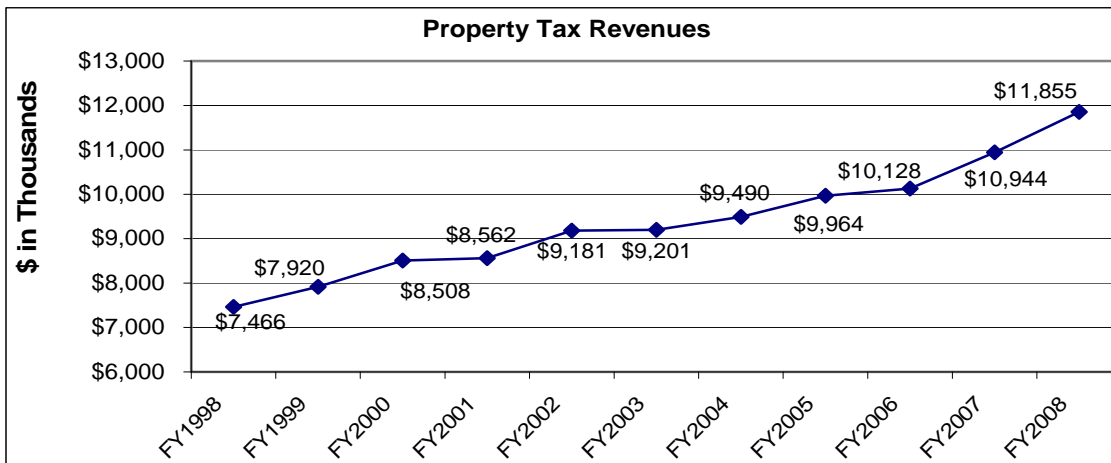
What follows is a narrative discussion of fiscal 2007-2008. Spreadsheets detailing Operating and Capital revenues and expenditures by fund and department can be found in the Tables section starting on page 25.

REVENUES

Property Taxes

Overall, property taxes showed a 5.0% increase over the prior year for combined real and personal property revenues. One percent of this increase is the result of recognizing \$466,000 of Museum property tax, not included as a budget item in 2007.

Total receipts for these two revenue sources were \$13,753,000 up from \$12,787,000 in FY07. PILOTs from current TIF projects represent almost \$2,000,000 of these revenues. Property tax revenue was over the original budget amount by \$697,000, but came in slightly less (\$101,440, or .007) than projected. Property taxes represented 17% of operating revenues.



[The above graph excludes the property tax revenues (PILOTs) recorded in the Special Allocation Fund TIFs.]

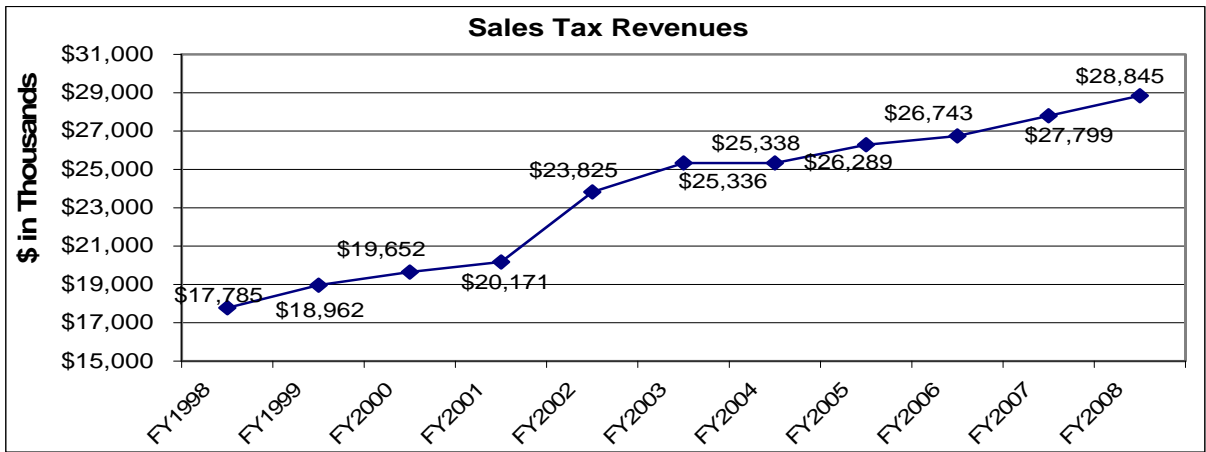
Sales Taxes

Overall sales taxes grew at 3.1% from \$30,472,000 to \$31,426,000. This category reflects a combination of local general, cigarette, CIP, transit, motor vehicle, fuel, and hotel/motel taxes helping to fund six of the City's major funds. Sales tax receipts were within \$9,245, or .0003%, of the projected amount.

These revenues account for approximately 29% of the City's operating funds and are the source of over 70% of the funding for capital improvement projects. Staff monitors this revenue source closely.

Compared to FY2007, cigarette tax revenue decreased by 0.3% (\$1,200). This is the second year in a row to see a decline in this revenue source, minor though it may be.

FY2008 YEAR END FINANCIAL REPORT



[The above graph excludes the sales tax revenues (EATS) recorded in the Special Allocation Fund TIFs.]

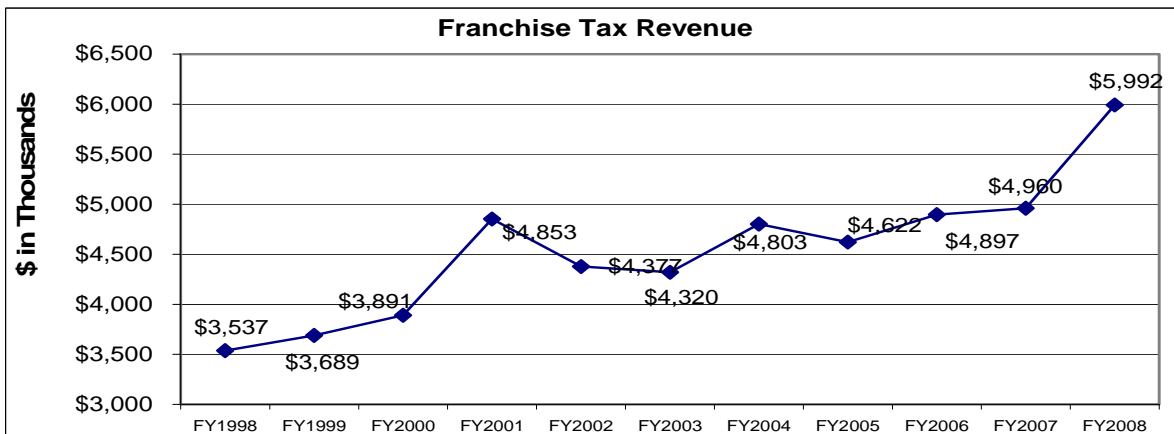
The various motor vehicle, fuel and road & bridge taxes increased slightly in FY08. Revenues went from \$4,170,000 to \$4,218,000. This was a 1.1% increase in these revenue sources for the Streets Fund. The State has begun to “adjust” the motor vehicle fees in order to pay the private vendors now handling the license bureaus. In FY08 this amounted to a \$58,000 reduction in monies for Streets.

Hotel/Motel taxes continue their steady increase for the Parks & Recreation Fund. The 2008 fiscal year had an increase of 4%, to \$448,700. This was slightly under year-end projections, but a significant increase none-the-less. It builds on the 3% increase seen in FY06 and the 7.4% up-tick in FY07. This is the third year the renovated downtown hotel has been open to impact this revenue source. The increase in various tournaments and conferences in town also contribute to the continued increase in this revenue category.

Utility Franchise Fees

Utility franchise fees are assessed on the gross receipts of utility companies who deliver or provide services to local residents and businesses. Franchise fee revenue had been all but flat in the prior seven years. Revenues in FY07 were only 2.6% higher than they were in FY01.

However, with the settlements between Missouri cities and most of the cell phone carriers, revenues in this category have started to increase. Actual revenues were over \$3,000,000 more than projected. \$2,917,000 of this represents the one-time cell phone revenue of two years’ back taxes from four of the five major telecommunications companies. The revenue was anticipated in FY09, but came in at the end of the 2008 fiscal year. Excluding the one-time revenues, utility taxes represent 7% of the City’s operating revenues. Franchise revenues are recorded in the General and Transit funds.



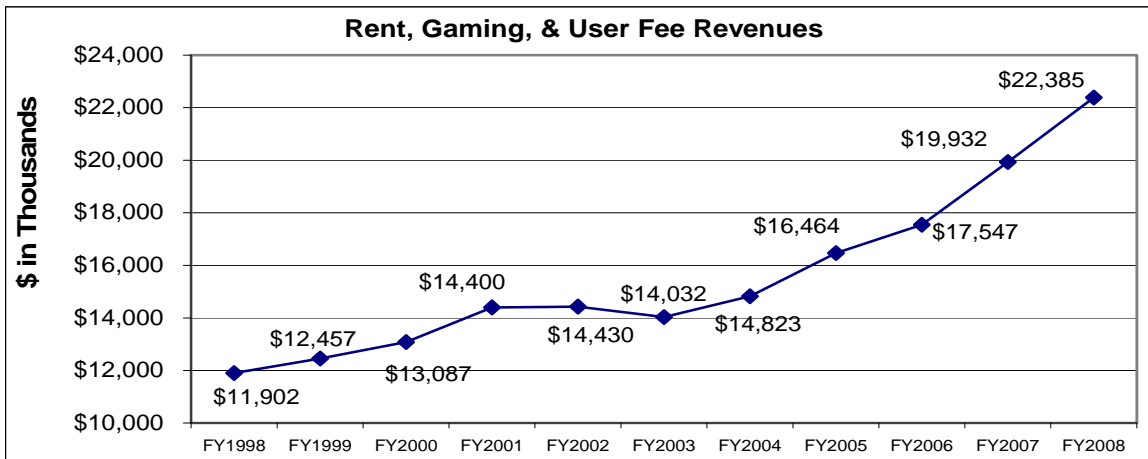
FY2008 YEAR END FINANCIAL REPORT

Significant year-to-year fluctuations in the gas, electric and water franchise fee revenues frequently occur in response to unusual seasonal climates. Warm winters and cold/wet summers have a downward impact of gas, electric and water franchise fee revenues whereas the opposite is true for cold winters and hot/dry summers. During most years these climactic conditions average out producing no noticeable or significant volatility in revenues overall. However the additional complication of constantly fluctuating rates themselves makes projections in this area extremely difficult.

Cable franchise taxes increased over prior year by \$36,200. The percentage increase in cable revenues is 5% and reflects a small decrease from the 8% increase seen in FY07.

User Fees

The City's twelve categories of user, rents, and gaming revenues totaled \$22,385,000 in FY08 representing 28% of total City operating revenue. User fees include revenues from downtown parking; Gaming (casino admission and gaming taxes); public health services; parks, recreation, and civic facility fees and concessions; golf fees; bus fares; sewer charges; landfill tipping fees; aviation rents; and other miscellaneous user fees including charges for street cut repairs, fire district contracts, and weed abatements. User charges are found in virtually every fund in one form or another.



Total user fee revenue increased a little over 13.5%, climbing \$2,453,000 from the FY07 actual of \$19,932,000.

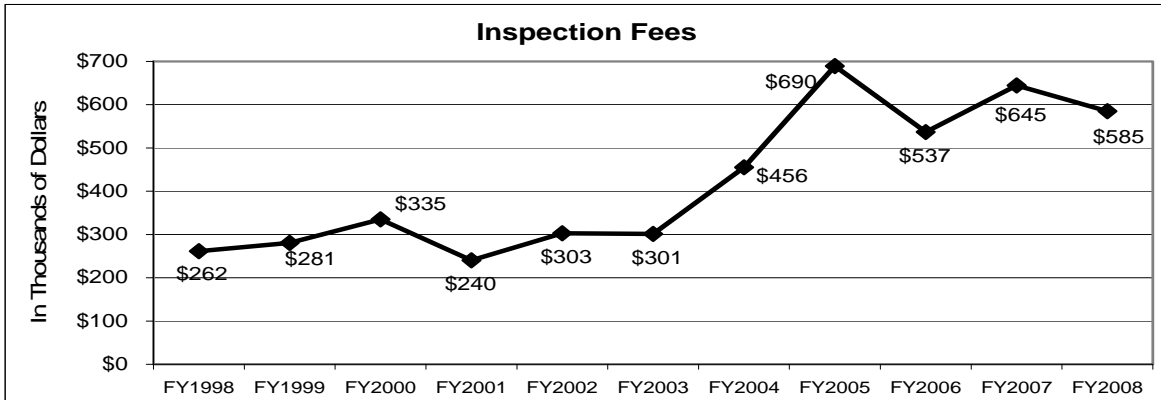
The biggest percentage of user fees (73%) comes from sewer and landfill charges. These are fairly stable sources of revenue, although landfill receipts are more susceptible to market forces than sewer fees. In these Enterprise funds, revenues can be more easily adjusted to meet the demands of the expenditures. Transit fees are a minor contributor to the overall support of the bus system, thanks to federal subsidies.

Other user fees are dependent on factors beyond City control – user preference, other entertainment or recreation opportunities, etc. When fees are generated at an outdoor venue (swimming, golf, ball fields) weather can have a big impact. It is in these areas that expenditures must be reviewed constantly in comparison with revenues generated. Although most of the services provided are not meant to be self-supporting, small fund balances mean that increasing cost of service levels have to be met with some corresponding increase in revenues. Otherwise service levels will face cutbacks.

Another group of user fees that see this same challenge is inspection fees. There was a 9% decrease (\$60,000) in total inspection fees compared to FY07. This was above the adopted budget but under projections due to delays in the late spring building season.

FY2008 YEAR END FINANCIAL REPORT

Inspection fees are very difficult to project depending as they do on the economy, type and timing of development that occurs, the weather, etc. The chart below shows the erratic course of inspection fee revenues over the last 10 years.



A more comprehensive discussion of other the performance of specific user fees can be found starting on page 8.

Licenses & Permits

License revenue is derived from business, liquor, dog, garage sale, trade exam licensing activities; from local vehicle fees (city stickers) billed annually with City property taxes; and from a variety of permits from building construction, septic tank installation, special events, dangerous buildings, special uses and more. Together these revenues generated \$1,558,000 or 2.0% of the City's total revenues.

There was an overall increase of a little over \$89,000 from FY07. Most of the increase was due to a 10% increase in business, liquor and trade license revenue, reflecting the new businesses in the community. Actual revenues were \$100,000 higher than the original budget, and \$40,000 over revised projections.

Fine Revenue

Fine revenue increased by 6.0% - \$1,301,300 to \$1,381,400. Fine revenue represented 1.7% of the City's total revenue; however, it is a fairly important source for the General Fund (4.43% of total fund receipts). Municipal Court generated the majority of fine revenues (65.5%). Parking ticket collection activities in Financial Services Department resulted in 14% of the fine revenue with the remaining levied by the Municipal Court through Animal Control activities and code compliance fines as well as from state DWI enforcement. Actual fine revenues came in higher than budgeted and revised projected amounts.

Interest Earnings

FY2008 interest earnings decreased 8.6% from the prior year - from \$3,071,600 to \$2,890,900. Even with the decrease, interest earnings represent almost 3% of all City revenues.

Grants

During FY08, grant revenue increased by \$1,557,000 (21.0%). Year-to-year fluctuations are not necessarily significant from an operational point of view. They result mostly from timing of capital improvement projects and other grant-funded activities. The majority of the FY08 increase was the result of just this reason.

Donations, Bond Proceeds, and Other Revenues

Donations, bonds, and other revenues jumped in F08 to \$8,172,000. These revenues represented 7.6% of total City revenues. The FY2008 activity was largely the result of a \$5.1 million bond issue late in the fiscal year for the Mitchell Woods Corridor TIF. Actual revenues were significantly higher

FY2008 YEAR END FINANCIAL REPORT

than both the adopted and projected budget. When controlled for the unexpected TIF bond sale, actual revenue was only slightly lower than revised projections.

Besides the TIF bond issue, major contributors to the FY08 amount in this category were:

- \$222,400 of Sewer Reserve Charges. This is an annual payment from Triumph Foods which goes to pay the debt service on one of the TIF bonds issued for that project;
- \$774,500 in Missouri BUILD tax credits in the Sewer Fund (two years' worth), funneled through Triumph Foods in order to support the MDFB Series C bond payments;
- \$809,000 in PILOTS from Triumph which is split between the City/County/SJSD according to their respective levy amounts;
- \$83,700 in recycling revenues (almost three times higher than FY07);
- \$106,000 insurance payment from the Aquila power surge that damaged WWT plant equipment.

Except for recycling revenues and the Triumph sewer reserve charges, BUILD tax credits, and PILOTS, sources such as these are very unpredictable and therefore rarely budgeted.

Fund Transfers-In

Transfers-in from other funds totaled \$6,889,000 or 6% of total City revenues. The details behind these revenues are provided under the EXPENDITURES section, on page 16. The \$427,000 difference between fund transfers-in and fund transfers-out represent monies received by the CDBG fund from off-budget sources such as the Revolving Loan Funds and Historic Preservation Loan Fund.

Other Department and Fund Specific Comments on Non-Tax Revenues

General Fund

Municipal Court fine revenues were on target for most of the year and June did nothing to change that. The revenues finished \$38K over budget. The year-end total is \$83K more than last year's total. June was the first month since February that they had increased from the previous month. Overall, a thousand more citations were filed in 2008 compared to the previous year. Warrants issued were also up for the year with 47 more than in FY07.

Mid-way through the fiscal year many of the Inspections & Permit fee revenues in the **CAD Department** were not doing well due to weather. With a strong spring and successful finish, most fees ended in better shape. Boiler/Mechanical permits finished 10% above budget and collected \$15K more than in FY07. Building permits received over \$50K in June to top off a great second half of the year which had such a bleak start. Not enough was collected for Electrical permits in June to meet budget. The spring rains delayed construction which, in turn, delayed the permits process. Plumbing permits had no problem meeting their yearly goal as they surpassed the target in May and received \$14K more than last year. Although these permits made the original budget target, they were under the projected budget.

Garage sale permits were just not able to recover from the slow start to the rainy, spring weather finishing at 90% of the original budget. License revenue scheduled to come in June such as business and liquor did just that and they were well above budget. Business licenses alone collected \$104K over the targeted goal due to the number of active licenses increasing by 173 from fiscal year 2007.

Parks, Recreation & Civic Facilities Fund

Fee revenues were able to meet overall budget with good early summer showings from the pools and ball fields. However **softball complex** revenue was not able to reach its target and fell short by \$4,800. Various rainouts are to blame for the shortage.

With the third full year operation of the City's new aquatic park, **swimming**-related admissions and pool concessions came in slightly under the original budget, but \$9,000 more than projected. Over a

FY2008 YEAR END FINANCIAL REPORT

third of the pool rentals were collected in June which resulted in meeting their target for the year. Daily fees for the neighborhood swimming pools came up short at 92%, but Aquatic Park daily fees did much better and earned \$6,400 over target. The two netted out to about \$4K in the positive. Pools and the Aquatic also met budget on their punch cards finishing about 25% over budget. Swimming lessons did not fare as well as only half of budgeted revenues were collected for the year.

The **Senior Center** was able to meet their set target for the year. Recreation fees hit budget by May and were able to collect a little more in June to put them over trend by 7%. Cafeteria revenues finished just under at 99%, but there was \$3K more received this year than in the last.

Muchenberger Center fee revenues ended just shy of the mark at 94% (\$800 under budget). Gym rentals for winter volleyball were a big help or else it could have been much less. At **Bode Complex**, the ice rink had a great year with both hockey rental and admissions finishing above budget. It was especially impressive for admissions to end above budget given the multiple days the facility was close due to inclement weather. Figure skating missed hitting its budget target by \$1K. Skating lessons also were not able to meet budget for the year at 82%, but still took in more revenue than in 2007.

All segments of **Park Concessions** did very well throughout the year and performed very well in June. Pool and ball field concessions finished over their targets by a combined \$12K. Resale concessions at the **Civic Arena** also did well and hit their budget almost right on the nose (\$63 over). All three in the month of June collected a total of \$102K.

With the new Bartlett Center agreement the monthly rate increased, but utilities reimbursement was not covered. Horace Mann rent came in 12% above budget. The revenue item collected \$5,500 more this fiscal year than last. **Missouri Theatre** Office rental ended the year at 6% above budget, but the Missouri Theatre rental had a forgettable year. Lack of attractions during certain periods of the year resulted in only 80% of budget which was \$9,900 less revenue than in FY07. **Civic Arena** rentals suffered the same issues, as they finished at 81% of budget (\$23K under). Despite the low figures, the total collected was still \$11K more than the previous year. Equipment rental for the Arena was also zero for the last month, but still completed the year on top of budget by \$4,800. Special promotions and concessions for the arena also had a great year as they both were 30% above budget which equaled \$43K. Quite an accomplishment, given there were no events during the final month.

Public Health Fund

Fee and permit revenues for the fund hovered around or just below trend most of the year and ended at 8% over budget. Only a few small revenue items did not meet budget (septic tank permits, pool/spa permits, and special use permits). As expected, a majority of the food establishment permits were received in June and surpassed their budget by \$3K. Dog licenses also had a big June and finished well above budget by \$8K. Increased enforcement of the vicious dog ordinances brought in revenues 13% above the mark (\$5K) for fines. Pound fees did even better and received \$10K above the budget, \$6K more than in FY07. Cremation services seemed to be in high demand this year and nearly doubled its original target and were \$5K over budget. Birth certificates ended the year \$4,600 above budget, but made less than the previous year.

Riverboat Gaming Fund

The Gaming fund saw its first decrease in revenues since the casino's new owners took over in 2005, completing the year a little under target at 97%. The fund had a slow closing few months mainly due to the current state of the economy. Gaming revenues, both local and state, finished above budget by a combined \$31K. However, state admissions came in well below budget, collecting 90% or \$67K less than hoped. What kept this fund relatively close to budget was the CPI increase in the amount submitted by the Casino for their admissions fees, raising those revenues to \$4,300 per month. While not large (\$51,000), the 3.5% decrease is a significant departure from the double digit increase in the

FY2008 YEAR END FINANCIAL REPORT

last three years. It's a direct reflection of the overall economic downturn in the area and a reminder of why this revenue source should not be relied on to fund operating expenses.

Special Allocation Fund

In the Special Allocation fund, **EATS** (sales & franchise taxes) had some hits and some misses during the year. **The North Shoppes TIF** was unable to meet its budget, collecting only 93% (\$166K less). For the most part, sales are down due to the economy and other various factors. The **EBR TIF** revenues are increasing due to Cheddar's strong showing and the mid-year additions of Kentucky Fried Chicken and the Olive Garden. EBR more than doubled its budgeted revenue. The numbers should improve for next fiscal year with the two newer restaurants being on the books for the entire year. With a second shift added to the plant, **Triumph Foods TIF** had no problem meeting its revenue budget this year. The **Third Street Hotel TIF** finished below expectations at 89%, mostly due to Holiday Inn being behind in their payments during the second half of the year. Since the **Commons EDP** (economic development project) was a completely new addition to 2008, there are no numbers to compare to, but the project did nearly meet budget of \$200K falling \$6K short for the year.

PILOTS in this fund met a similar fate. Some projects made budget and others did not. The **North Shoppes** finished above budget by \$40K. However, two big box stores had paid under protest. Their taxes were posted as a receivable in June and actually received in July, 2008. **Triumph** exceeded budget by \$13K, but the actual amount was reduced when it was discovered that they had overpaid on their 2006 personal property taxes. Therefore, \$294K was refunded. With recent state legislation, the County was forced to reduce the valuations based off the sales tax and shipping on purchases. The **Third Street Hotel** is also under for the year. In this case it is due to taxes remaining unpaid. A receivable has been setup in the amount of \$118K for year end.

When reviewing the above reported data for EATS and PILOTS it is important to know the following:

EATS are reported by City receipt date and not the business reporting date. There is a lag time of 60 to 90 days between the business reporting month and the actual date the City receives the money from the State of Missouri.

PILOTS are reported by tax year and when the City actually receives the money from the Buchanan County Collector. There is a lag time between 30 and 60 days between the payment to the County and the City receiving the money.

Aviation Fund

Revenues were just under budget by \$1K for the fiscal year. Hangar rent (with the rate increase) and FBO Lease met their goals with no problem. Sale of Gas & Oil was also impacted by the soaring fuel prices by only collecting 89% of its budget.

Public Parking

This was one of the very few funds that had already met its overall budget by the end of May and was above trend by almost \$41K. The majority of the variance (\$37K) was produced by the 5th & Felix garage. The original budget was set with the assumption that Family Guidance would be moving to a different location. A change of plans occurred and Family Guidance will be staying at their current location for a while longer. All other garages either met or exceeded budget for the year. Other parking permits and fees collected \$7K above trend with charges added on to ticket master events at the arena. Compared to FY07, parking fees had a \$15,300 increase, almost 10.0% over the prior year.

Parking violation fines ended the year under budget at 97%. Roughly, 370 more tickets were issued this year than the prior year. The public parking staff, alone, issued 1,300 more tickets this year.

FY2008 YEAR END FINANCIAL REPORT

However, \$3K less was collected for the year compared to FY07. However there was a \$3,000 decrease in revenue from parking fines as the backlog in unpaid parking tickets continue to decline as the Financial Services and Legal Departments continue to pursue non-payment. In both areas, actual revenues exceeded projections however.

Sewer Fund

The fund stayed above target all year long. The fund finished at \$1.2M over budget and collected \$983K more than the previous year. The 2% residential rate increase in October resulted in \$934K above trend. Rates for South SJ Sewer District decreased earlier in the year, but overages and surcharges continued to increase and ended \$238K above the target. Sewer service charges came in \$173,000 over projections and \$774,000 over prior year.

Municipal Golf Fund

The golf course had a down year with the bad weather and colder than usual spring. The fund was just never able to get into a consistent flow. Daily green fees had a good month of June earning nearly \$30K in revenues, but that only got the program to 90% of budget. The rough winter also doomed annual fees as they came up \$12K short on the year. The fund, as a whole, completed the year \$41K under trend. Despite the low output, the revenues were only \$14K less than the previous year.

Transit Fund

The City's bus service was in a dire place at the year's mid-point. The ice storm and rough winter took a toll on the fund and revenues were well below budget. However, a combination of fare rate increases and high franchise tax revenue led to a strong second half of the year. The fund nearly met the overall revenue budget (94%). In December, Special Ordinance No. 1816 was passed and doubled bus fare rates. Rising fuel prices caused consumers to seek other means of transportation. The result, fare box revenue made budget and exceeded it by \$2K. Revenues collected bettered FY07 numbers by \$54K. All categories of ticket sales met their goals as well. Adult ticket sales nearly doubled the original budget of \$25K. Youth and Senior ticket sales surpassed their budgets by a combined \$5K. Overall ticket sales experienced a 42% increase from a year ago.

Landfill Fund

The Landfill had no problems during the year. Despite the lack of a fee increase, tipping revenues saw a \$1.9 million increase over FY07. 2008 was the first, full fiscal year of revenues from the contract with Deffenbaugh Industries which froze rates per ton continued. Deffenbaugh's usage, alone, bumped up revenues 320% compared to FY07 and produced a 61% surplus in daily fees. The fund would have been near perfect, but recycling revenue began to decline the last quarter of the year and finished at 85% of budget. Fortunately, this was just a drop in the bucket compared to the revenues collected from daily fees. The fund, in total, dwarfed the original budget by \$1.9 million. Even with mid-year adjustments, actual revenues came in 6.5% higher than projected.

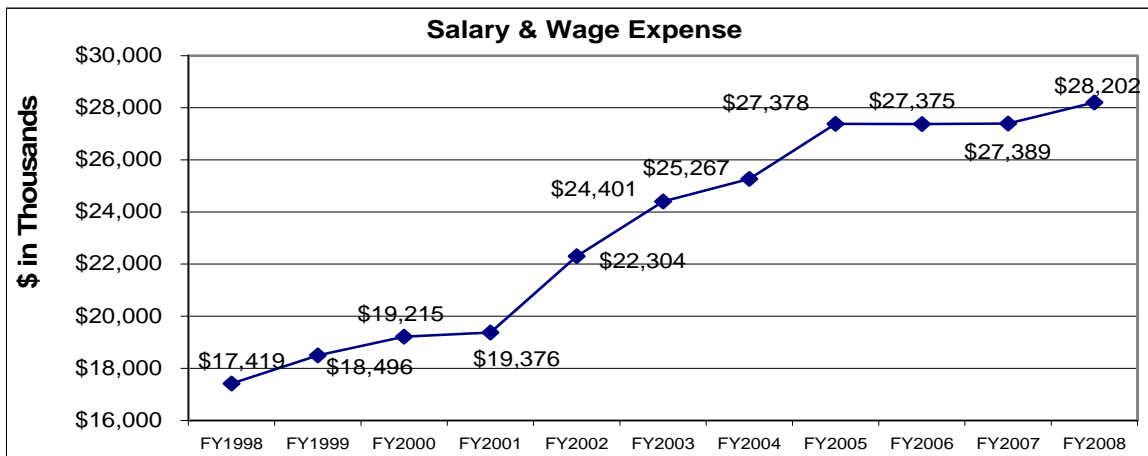
FY2008 YEAR END FINANCIAL REPORT

EXPENDITURES

Salaries and Wages

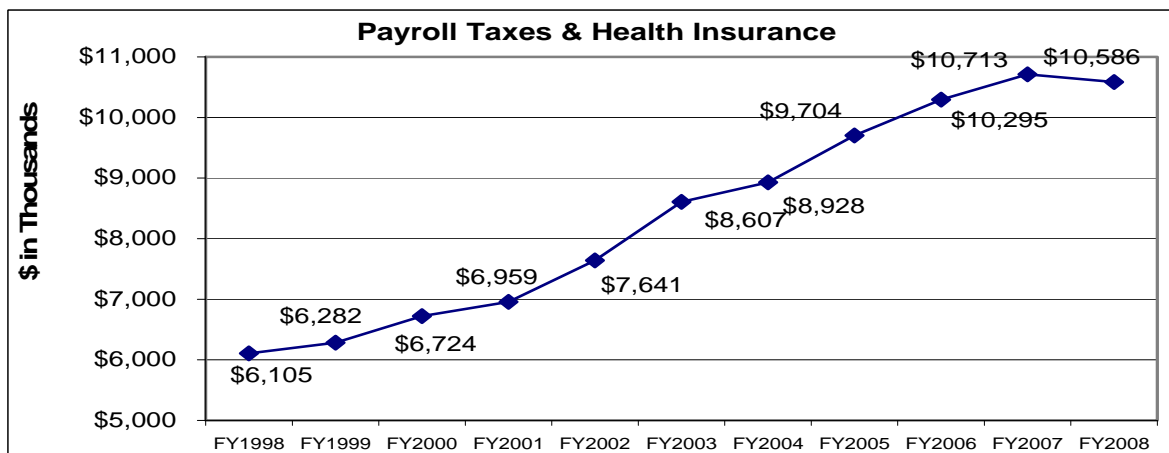
Salaries and wages were basically flat from FY05 to FY07 as can be seen on the following chart. The cost of a 27th payroll in FY05 almost exactly matched the cost of the normal matrix salary increases in FY06. FY07 expenses reflect the fact there were no salary increases. In fact, there is only an \$11,000 difference between FY05 and FY07 salary & wage expenses. With the 3% across-the-board salary increase in FY08, expenditures in this category reflected an increase. Overtime costs incurred during the ice event and overall harsh winter also contributed to the 3% increase in expenditures.

Salaries and wages (including overtime, out-of-title pay, and wages for temporary/part-time employees) make up 38% of total City operating expenditures. Actual FY08 expenditures in this category were within .0045 of projections.



Employee Benefits

Employee “benefits” represent 14% of operating expenditures and cover payroll related taxes (social security), contributions to employee pension plans, contributions to health and dental coverage, life insurance, long-term disability coverage, workers compensation, mileage reimbursement and training/travel expenses. This category decreased \$127,000 (-1.0%) in FY08 from \$10,713,000 to \$10,586,000 even though overall salary & wage costs increased. The decreases resulted from the impact of slightly decreased pension contribution amounts and of the .5% decrease in the amount charged for Workers Compensation. These decreases helped to offset the small increase in the cost of health benefits. Benefit expense for FY08, was 2% under original budget and 3% (\$291,000) under projections.

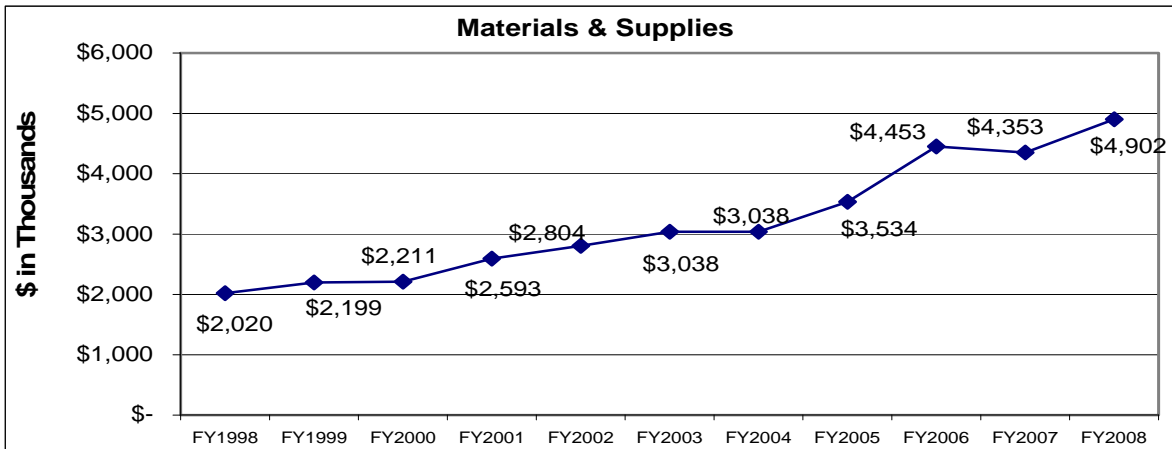


FY2008 YEAR END FINANCIAL REPORT

Materials & Supplies

Material and supply expenditures increased almost 13% in FY08. FY08 totals were \$4,902,000 compared to \$4,353,000 in FY07. The increase occurred across most funds, particularly with the high cost of fuel and fuel-based products. It was highest in the Streets department where the cost of snow & ice control materials sky-rocketed last winter.

As a category, materials & supplies represented 6.5% of the City's total operating expenditures. The year-end actual amount was 5% (\$940,400) under the adopted budget, and .01% (\$16,400) under projected expense.



Services (Utilities, Maintenance & Repairs, Professional Services, Contributions)

The cost of services paid for by the City increased \$1,277,200 (7.8%), from \$16,367,000 to \$17,644,000. Services represented almost 24% of the City's total operating budget. The major components of the city's "service" costs included:

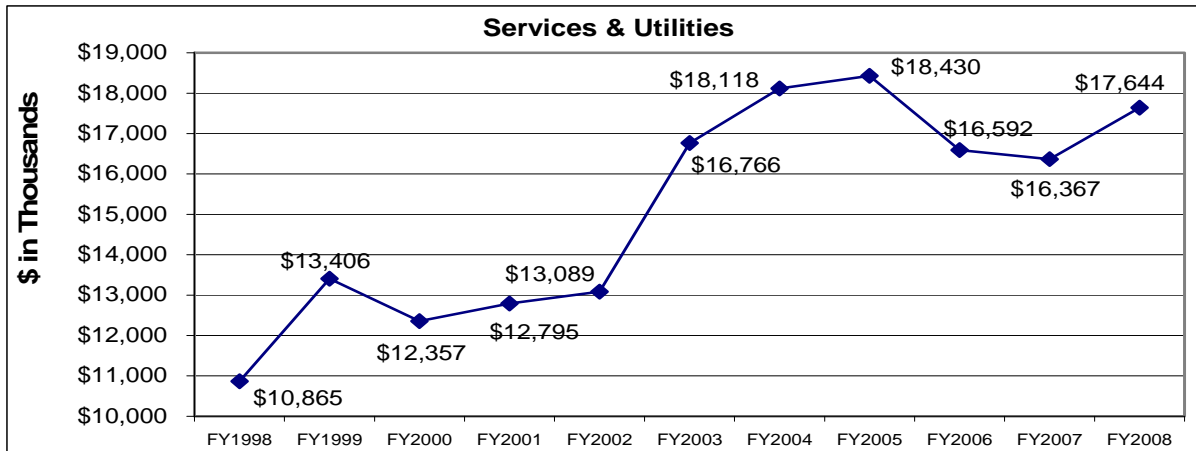
- *Utility payments* (communications, gas, electric, water, solid waste) totaling a combined \$3.226 million.
- *Maintenance and repair of equipment, buildings, vehicles* at \$3.8 million (the majority made up by \$1,290,500 in Sewer Fund, \$683,000 in Streets Fund, \$268,000 in Parks & Recreation Fund, \$251,000 in the Transit Fund, and \$1,040,000 in General Fund for computers, new/upgraded emergency communications equipment, police & fire vehicle maintenance);
- *Professional services* at \$2.7 million. Most of the \$605,400 in the Streets Fund represented the contracts for debris clean-up after the ice storm. \$876,000 for CIP project engineering and design work and for professional fees within the Special Allocation Fund. Specialized engineering and laboratory services for WPC and the Landfill made up \$623,000 of the expense. The \$225,600 in Transit went toward the management contract with Laidlaw;
- *Federal pass-through monies* in the CDBG Fund to various public service agencies and community development organizations and activities accounted for \$2.329 million dollars;
- *Gaming Fund* provided \$495,000 covering expenditures such as the contract with the Chamber of Commerce for economic development activities, the contribution to MO-KAN, the Downtown Partnership contract, the match for the Downtown DREAM initiative, festival funding, etc.
- Use of *temporary work crews* in Property Maintenance, Sewer, Parks & Recreation, and Streets departments totaled \$538,000.
- "*Special Contributions*" such as the \$364,000 payments to the LEC for the City's space in that building and the \$417,800 contribution to the Social Welfare Board by the Health fund make up \$781,800 of the total.
- *Reimbursable costs* distributed to various developers in the TIF and economic development districts equaled \$732,000.
- Finally, all of the *salaries, benefits, contractual service costs for the mass transit system* were expended in a "Services" line item and totaled \$2.8 million.

FY2008 YEAR END FINANCIAL REPORT

The increase in this category was mostly the result of additional M&R of Vehicles and Facilities following the ice storm and of the increased use of temporary work crews during that emergency.

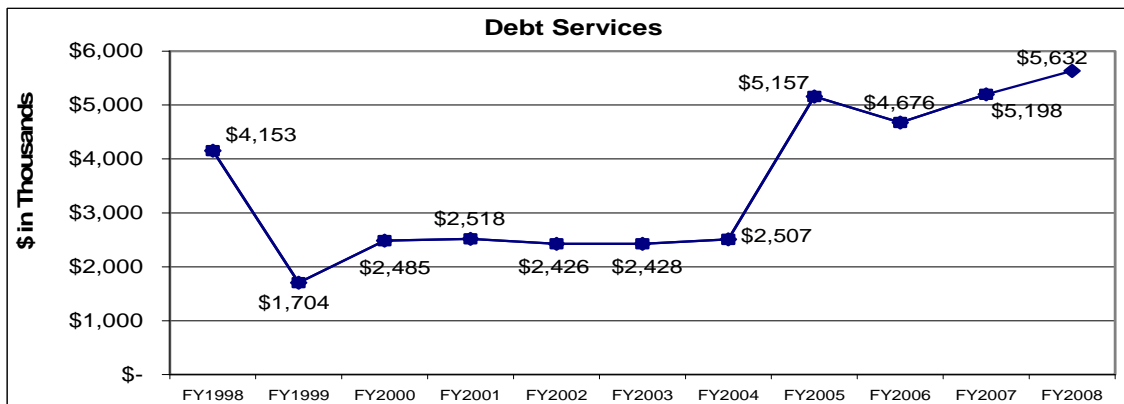
Expenditures were 10% (\$1,677,000) over the original budget but only \$9,400 under FY08 projections.

Year-to-year fluctuations in service costs are mainly due to the number and magnitude of capital improvement projects and the amount of federal pass-through monies allocated in any one-year in the CDBG Fund. Significant engineering/architectural design costs are attached to major projects and these amounts can cause the variation in expenditures.



Debt Service (excluding \$5,089 million in Special Allocation Bond Payments)

Debt service expenditures (principal and interest payments on bonds and loans) increased by \$434,000, or 8%, from \$5,198,000 to \$5,632,000. This represents the normal increase in bond payments, the final balloon payment on the loan in the Golf Fund, and the addition of new revenue bonds in the Sewer Fund.



Insurance & Other Charges

Starting in FY05, this category contained the account code for TIF reimbursable expenditures – the conduit through which TIF bond proceeds are paid out to developers for approved TIF expenses. This accounted for \$14,887,100 of the \$15,706,000 total expenditures in FY06. TIF reimbursables paid through bond issuance were essentially complete except for the Mitchell Road Corridor project where bonds were issued late in FY08. Most of the other TIF and developer agreements reimbursing costs at present are pay-as-you-go. In other words, developers are reimbursed only the amounts actually

FY2008 YEAR END FINANCIAL REPORT

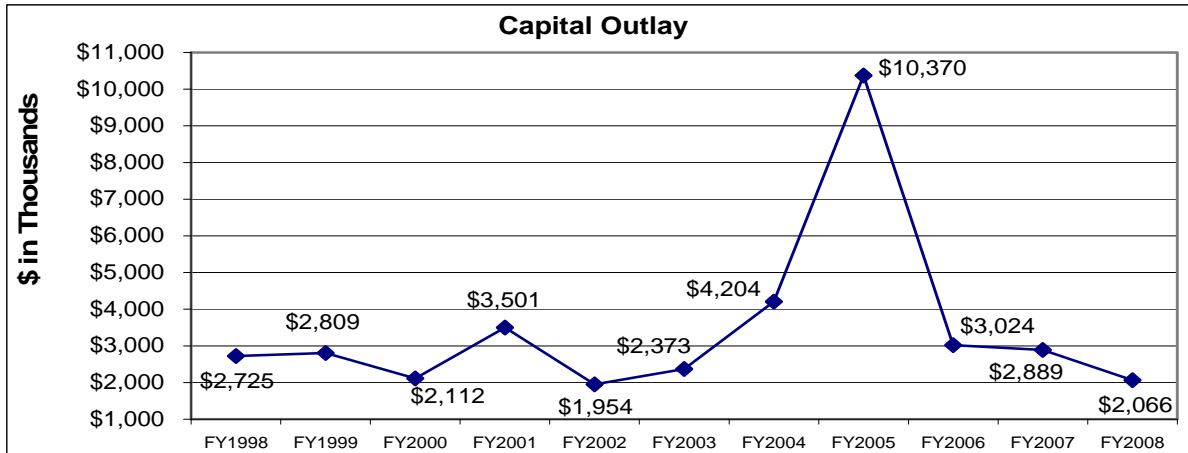
received in PILOTS and EATS in any one fiscal year. This has brought the expenditures in this category back to a more normal range.

FY08 actual expenditures for this category totaled \$2,280,800. Reimbursed TIF expenses amounted to \$1,391,000. This category also includes costs of City property insurance premiums (\$650,000, a \$200,000 drop from the prior year) and City property damage and liability claims (\$148,000). The latter expense has jumped dramatically from \$49,500 in FY06, in great part by City Council's decision to pay sewer claims originally denied by the City's insurance carrier. \$110,000 of the \$148,000 are from claims paid by the sewer fund.

This expenditure category has historically been a very minor portion of the whole. In FY08 (excluding the TIF reimbursements) it represented 1.2% of total operating expenditures.

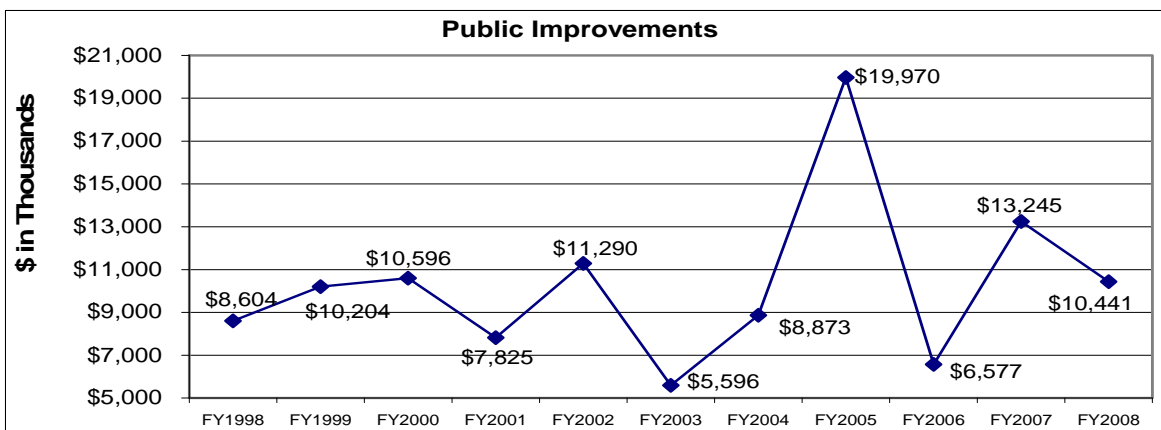
Capital Outlay

Capital outlay expenditures can fluctuate significantly from year-to-year depending on the City's capital equipment needs and whether capital equipment is funded by CIP sales tax funds. FY08 capital outlay decreased by \$314,500 (9.8%) - from \$2,889,000 to \$2,066,000. The spike in capital outlay that occurred in FY05 resulted from the \$8 million purchase of the Public Safety Communication System. The largest single capital item purchased in FY08 was a \$691,000 compactor purchased in the Landfill Fund.



Public Improvements

Public improvement expenditures can, and usually do, fluctuate annually in response to the timing, nature and cost of projects outlined in the City's Five-Year Capital Improvement Program.



FY05 was an example with an almost \$11.1 million dollar increase from FY04. FY06 expenditures then decreased by \$13,393,200. The FY07 jump to \$13,245,000 included completed expansion of the

FY2008 YEAR END FINANCIAL REPORT

LEC (\$2.646 million), Nature Center Construction (\$4.5 million), Felix Streetscape project (\$1.3 million), start of construction at the site of the new Eastowne Business Park (\$1.7 million), and continued improvements at the airport related to the MOANG expansion (\$1.2 million).

With these major projects completed or already underway, the Public Improvements category cost dropped to \$10,441 million in FY08. Major projects in the year were:

- \$1.95 million from the Streets Fund and \$1.5 million from the General Fund toward street improvements;
- \$3.25 million for the next phase of the Eastowne Business Park;
- \$1.02 million for the Riverside Road Sewer Extension; and
- \$1.9 million for the 2004 Hike & Bike Trail

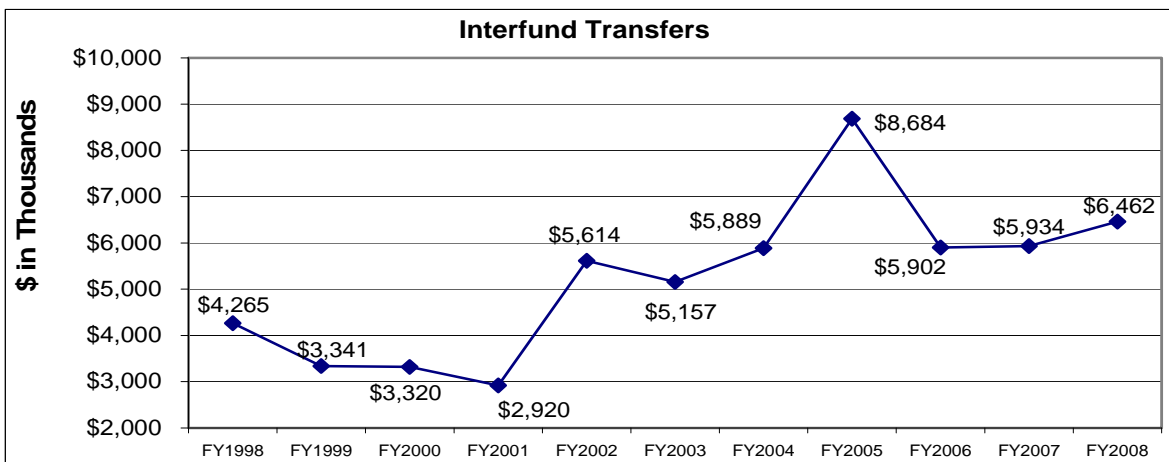
Actual costs fell below the original budget of \$13.5 million but above the projected budget of \$9.0 million. The projected budget assumed the \$1.5 million in one-time cell phone money would be spent in FY09 when it was actually encumbered at the end of FY08.

Transfers-Out

After a two-year period of stable transfer amounts, FY08 saw an increase of \$528,000 from \$5.93 million in FY07 to \$6.46 million.

Transfers occur for several reasons.

- The *computer escrow transfers* out decreased slightly in FY08 from \$137,600 to \$164,000. Transfers for maintenance, upgrades and replacement of network components are calculated and adjusted annually depending on projected expenditures for the upcoming year.
- Transfers to cover *administrative costs* of one fund from another totaled \$2,644,000. General Fund received \$1.753 in administrative transfers (up \$37,300 from FY07) and the Streets Fund received \$891,000 (up \$149,000 from FY07).
- Transfers from one fund to another help cover *operating costs*. The General Fund transfers a combined \$981,000 to Streets, Parks & Rec, and Health. Landfill, Gaming, and Parks & Rec made transfers to Aviation, Parking, and Golf.
- Transfers help fund *capital projects*. \$750K, \$592K, and 50K went from CDBG, Gaming, and the Museum to CIP Sales Tax for the Nature Center (CDBG & Gaming) and for the Mansion's roof repairs. CIP, in turn, sent \$440K to Parks and Recreation to help fund a Hike & Bike Trail.



Overall, inter-fund and computer transfers out, represented 6.8% of total city expenditures.

FY2008 YEAR END FINANCIAL REPORT

Other Department and Fund Specific Comments on Expenditures

General Fund

Throughout the year, **overtime** was an on-going issue for **Police and Fire**. For most divisions, though, the expense can be offset by other savings within.

Patrol Operations finished \$120K over budget for the year, but savings of \$172K in wages covered the overage. The Detective Division had an adjustment of \$17K added to the budget (from Patrol Operations) to cover staff moving over to the department. Despite the adjustment they were still \$21K over budget for the year. There was about \$35K remaining in the salary budget to cancel out this expense. Communications was over budget by \$6K, but there was more than enough in salaries to wash it out.

Fire Prevention more than doubled its overtime (\$12K over budget). Fire Suppression and Fire Maintenance also had major overtime issues. Between regular and FLSA overtime, Fire Suppression was more than \$124K over budget for FY08. Fire Maintenance was over budget by much less (\$3K), but this is triple the amount of the original budget. In total, the department's overtime expense was over budget by 12% for the year. The reasons given for the huge amounts of overtime have been military leave, medical leave, and light duty.

Fire Administration is over budget in retired consultant's pay by \$18K. There is no savings in labor or any other areas of the department.

With gas prices at all time highs, there were some issues with motor fuel during the year. **Building Development** finished \$1K over the original budget which was 25% above trend. The department was well under budget for the year and can cover the expense. With \$27K expensed in July, **Police Maintenance** ended up \$67K over the FY08 budget. The department, itself, is \$63K above budget. To cover the variance, assistance from outside will be required. **Fire Maintenance** was also over budget for year (\$18K). As previously mentioned, there are no significant savings. Fire Maintenance is over budget in total.

There were a few problems with utilities in the fund. **Building Maintenance** was more than \$8K over trend for the year on electric. There is not enough savings within utilities, but other line items throughout the division will cancel out the deficit. **Police Communications** was over budget by \$3K on electric, but there are savings in salary to washout the overage. Combined, all three utility services for **Fire Administration** were \$1K over the year's budget. There are no savings within due to the large variance with the retired consultant pay.

Savings in other line items were able to cover all of the above deficits. The Fire Department, as a whole, was over budget by more than \$98K. The various deficit line items making up that total were made whole by savings in the Police Department through the FY2008 Year-End Clean Up Ordinance.

Amount of GF operating budget expended at year-end: 92%

SIM&R Fund

The fund was dealt a huge challenge this year with managing their **overtime** budget with the ice storm and harsh winter. Several divisions of the fund are still trying to dig out of the hole they were put in during December. **Street Maintenance** used \$100K more than their allowed budget this year. Unused budget in salary and maintenance supplies will be able to cover the variance. **Traffic** ended the year more than doubling their budget at \$12K over, but savings in salary and supplies will cancel out the deficit. **Engineering** ended the year \$2,200 over trend, but there was plenty remaining in salaries to cover the expenses. **Equipment Support** also had problems finishing the year \$17K above budget. There are savings in salary, but the department is over budget in total. The overage will have to be covered by other sources within the fund.

FY2008 YEAR END FINANCIAL REPORT

Overall, the fund did pretty well with **motor fuel**, considering the present pricing situation. Only one department (Traffic) had any kind of negative variance which was \$9K over budget for the year. Savings in other areas can be used to offset the deficit.

Street Maintenance had a significantly high variance on **electric** for the year (\$91K over budget). This is due to charges from Aquila for powering the city street lighting. Leftover funds in curbs & sidewalks can more than washout the expense. **Traffic** was 15% above budget (\$4K) for the year. To offset the overage, savings will have to be found outside of the program and within other areas of the fund. **Street Maintenance Administration**, which pays for utilities at the City Yards, was over budget on gas and electric by a combined \$8K. There is only minimal savings from water, but there is enough in insurance and claims to cover the deficit.

Purchases of tarps and supplies for the flood in June contributed to **minor equipment** for **Street Maintenance** being over budget by \$5K. There are savings to offset the deficit. **Professional services** for **Snow/Ice Removal** were astronomically over budget for the latter part of the year once services for Integrated Pro Services were charged to the account. Two separate expenses were booked from IPS in April (\$396K) and June (\$71K) for their contract in ice storm debris cleanup. The original projected budget at the beginning of the year was \$5,200K. Adjustments have been made, but the balance still sits at a negative \$220K. M&R of motor vehicles for Equipment Support ended June \$34K over budget.

Savings in other line items covered all of the deficits except for \$45,000 of the overtime expense. This deficit was eliminated by an appropriation from fund balance through the FY08 Year-End Clean-Up Ordinance.

Amount of SIM&R operating budget expended at year-end: 97%

Parks, Recreation & Civic Facilities Fund

No overtime issues for this fund, but there are some instances with **part-time wages** due to need for help with summer activities. **Muchenberger**, for the year, was over budget by more than \$6K on part-time help. Almost every dollar of full-time wage was used. Therefore savings will have to be found on the outside of the program. **Park Concessions** were over trend by \$26K. Again, there are no significant savings to speak of within. Coverage will have to be used from other departments. **Park Maintenance** is on the high end with temporary and part-time help (\$23K over) in order to keep the parks looking neat and trimmed. There are enough dollars left in full-time salaries to offset the expense.

Only one division in the fund ended the FY08 with overages in **motor fuel**. **Park Maintenance** went over its original budget by 54% (\$41K). At previous year's end they were only \$14K over the budget.

Electric and water, combined, were \$3,500 over budget for the year. During the month alone the fund used 27% of their projected budget. There are savings in salary and overtime budget that can be used to wash the expense. The **Senior Center** was on the wrong side of budget for all three of their utilities, being over budget by \$3,200 in total. Unused budget in buildings can cover the deficit. **Muchenberger** also found itself over trend on all utilities (\$1700). There are savings in the M&R line items that will help cover. **Park Maintenance** has been above the budget on water and electric all year, and the summer months didn't help them any. Combined, \$24K was used in June, which put them over budget by \$37K. The **Missouri Theatre** and **Civic Arena** both finished the year with each utility sector in the red. The two divisions were over budget on utilities by an average of \$5,400.

With the pools open for the first full month, \$9K of **recreation supplies** was used on such items as chemicals and uniforms. The expenses in the closing month put them \$4K over budget. Street sign banners and dolphin pumps put the **Swimming** budget for minor equipment \$2,600 over budget for

FY2008 YEAR END FINANCIAL REPORT

the year, but there was only \$100 budgeted to begin with. The **Bode Recreation Complex** had roof, compressor, and sound system repairs that resulted in **M&R Building/Facility** over budget by \$5,400 for the year. This is an improvement considering in 2007, they were \$7K over the mark. In June, **Parks Concessions** spent a third of its **Supplies for Resale** budget which put it over budget by \$27K for the year. This is also an improvement over the previous year when the line item was \$36K over trend. **Recreation Supplies** for **Park Maintenance** was significantly over budget (\$5K) this year due to numerous purchases of ice melt in the winter and weed killer in the warmer months. **Park Maintenance** was also a combined \$27K over their budget on **M&R of Building/Facility** and **Motor Vehicles**.

Savings in other line items covered all off the overages.

Amount of Parks & Recreation operating budget expended at year-end: 100%

Health Fund

There have been only a few issues throughout the year with utilities and other small items. Those have evened out, and only a small variance (\$2K) with motor fuel is the only real blemish with the fund. The expense can easily be covered as the fund is significantly below budget.

Amount of Health operating budget expended at year-end: 92%

CDBG Fund

No outstanding issues for the end of the year.

Amount of CDBG budget expended at year-end: 83%

Aviation Fund

The fund had reached its quota of overtime in May, but there was not a cent used in June which kept the line item within budget for the year. **Motor fuel** finished \$1,300 over budget, but there are plenty of savings within the program to cancel out the deficit. The same savings can also wash out the electric overage of \$1,800.

Amount of Aviation budget operating expended at year-end: 93%

Parking Fund

In June, about \$500 worth of **overtime** sent the line item over the mark by a few hundred. The variance was taken care of with savings in salaries. **Electric and water** was \$3,100 over budget for the year. The expense was taken care of with extra budget left over in various line items.

Amount of Public Parking operating budget expended at year-end: 94%

Sewer Fund

With the ice storm, **Sewer Maintenance** was over budget in the **overtime** account by \$17K. The deficit was covered with salary savings. **WPC Treatment** had also been significantly over budget for the extensive overflow testing, but an adjustment was made to accommodate the overage in the last half of the year.

A huge amount of **fuel** was required to drive out to those testing sites. WPC Treatment was almost \$38K over budget, despite an adjustment of \$15K made a few months before. **Sewer Maintenance** nearly doubled its allotted **fuel** budget (\$32K over). With the combination of rising fuel prices, the testing, and the ice storm the two divisions booked \$81K more this year than in FY07.

FY2008 YEAR END FINANCIAL REPORT

Electric for **WPC Treatment** was nearly \$88K over budget for the year, but this only equals to 12% above the mark.

MO DNR fees in **WPC Treatment** have been over trend most of the year and finish \$33K over the budgeted target. The fees this year totaled \$149K. This more than doubles the amount of the previous year (\$72K). **Laboratory** had numerous purchases of beakers, membrane kits, filters and many other items which put them over the fiscal year budget by almost \$8K. **Judgment & Claims** in **Sewer Maintenance** tripled in expense this year compared to FY07. This resulted in being \$48K over a \$20K budget.

The amount of savings in other lines items easily covered all of the mentioned line item deficits.

Amount of Sewer operating budget expended at year-end: 91%

Golf Fund

Only **water and electric** were remotely over budget for the fund at year-end. The two utilities, combined, were \$3K over budget. These overages were corrected with savings in numerous areas of the fund.

Amount of Golf operating budget expended at year-end: 98%

Transit Fund

In May, the fund was under budget **on motor fuel** by 5%. However, a large purchase of fuel (\$72K) in June put them over the mark by \$49K. The year total is an increase of \$143K compared to the previous year. Significant savings in other areas such as building and laundry services covers the expense. **Electric and gas** are nearly \$5K over budget, in total, but there are significant savings in water to offset the deficit.

Heavy **advertising** had expenses \$1,400 over budget. This includes an adjustment of \$3K that was made previously. **M&R of Communications Equipment** was \$2K over target due to dozens of charges from Midwest Mobile Radio. **M&R of Building and Facility** was \$7K above the mark with many repairs made to the building and driveway during the year. All overages were corrected with other savings.

Amount of Transit operating budget expended at year-end: 96%

Landfill Fund

Recycling Operations ended 23% over budget on **overtime** for the year, but that only equates to nearly \$600 in the variance as there was not much budgeted to begin with.

Motor fuel for **Landfill Operations** was \$160K over on a \$190K budget, but the expense was covered easily as the fund is comfortably under budget as a whole.

Amount of Landfill operating budget expended at year-end: 65%

FY2008 YEAR END FINANCIAL REPORT

FUND BALANCES

The City budgets for, and accounts for, municipal activities in fifteen separate funds. (The Special Allocation Fund is not included in this discussion.) When preparing the annual budget, the City Manager relies upon staff projections of current year revenues, expenditures and fund balances. The City Manager must have reasonably accurate fund balance projections to adequately consider all financial resources available for municipal programs and services.

Because year-end fund balances are estimated months prior to year-end, actual fund balances can be higher or lower than projected. Some of the differences represent temporary additions to or deletions from fund balance resulting from the timing of revenues and/or expenditures. Other additions or deletions may be permanent. The table on the following page and narrative discussion explain the differences in FY08 fund balances.

Fund Balances – Preliminary Actual vs. Budget Projected June 30, 2008

Fund	Preliminary Actual	Projected Budget	Difference
General	\$6,200,000	\$4,685,500	\$1,514,500
SIM&R (Streets)	\$1,479,000	\$1,511,000	(\$32,000)
Parks, Recreation & Civic*	\$501,000	\$568,500	(\$67,500)
Public Health	\$1,798,000	\$1,600,000	\$ 198,000
CDBG	0	0	0
Museum	\$442,900	\$55,700	\$387,300
Riverboat Gaming	\$188,000	\$170,000	\$18,000
CIP Sales Tax	\$5,930,600	\$6,458,000	(\$ 527,400)
Aviation	\$357,000	\$178,000	\$ 179,000
Public Parking	\$208,000	\$174,500	\$ 33,500
Sewer	\$2,145,000	\$3,069,600	(\$924,600)
Municipal Golf	\$8,300	\$41,900	(\$33,600)
Mass Transit	\$275,000	\$220,000	\$55,000
Landfill-Undesignated FB**	<u>\$8,327,000</u>	<u>\$7,515,000</u>	<u>\$812,000</u>
Total	\$27,859,800	\$27,664,700	\$195,200

*Includes anticipated grant revenues, not yet accounted for, in the amount of \$749,000.

****Designated** fund balance for landfill closure & post-closure costs by the end of FY08 equaled \$3,180,600. The designated funds are included in the Landfill Fund balance amount above.

General Fund (Revenue : Expenditure - \$33,916,000 : \$30,996,000)

Included in the figures above are \$2,917,200 of one time cell phone revenues and \$1,500,000 of one-time cell phone expenditures. When the impact of these two figures is subtracted from the \$1.5 million difference between projected and actual fund balances, the difference is \$97,500.

General Fund revenues came in \$642,000 better than anticipated (excluding the one-time phone settlements). Two largest contributors to this increase were from phone revenues released from escrow and folded into the City's base franchise tax and from higher than anticipated public safety grant funds in the Police department.

There was also better than anticipated savings in expenditures which were lower by \$220,000. Fire department overtime was considerably over projections, but Police Department salary savings balanced that out.

FY2008 YEAR END FINANCIAL REPORT

SIM&R (Streets) Fund (Revenue : Expenditure - \$10,439,000 : \$11,570,000)

Fund balance in this fund was slightly lower than projected (\$32,000). On the operating side, the small amount of revenues (\$95,000) over projections could not overcome the combined additional costs (\$383,000) from overtime, fuel, and M&R costs. However, a projected \$256,000 CIP project did not occur, so fund balance projections were off by only the \$32,000.

Parks, Recreation & Civic Facilities Fund (Revenue : Expenditure - \$6,961,600 : \$6,833,700)

FY2008 Parks fund balance is projected to be \$67,500 less than projected. Operating revenues came in \$22,000 higher than projected which somewhat offset the \$108,000 overage in expenditures. Most of the deficits in spending occurred in utility and fuel line items.

The Parks & Rec CIP program has the largest impact on the overall fund balance. Due to the timing in grant revenues there was a significant shortfall in actual revenues received (\$1.068 million). However, these were anticipated in the attached schedule. An additional \$19,000 less in CIP expenditures than projected accounts for the rest of the difference in the fund balance projection.

Public Health Fund (Revenue : Expenditure - \$4,031,800 : \$3,809,600)

Public Health fund balance for FY08 ended \$198,000 more than projected. Revenues came in - \$89,000 over estimates which was added to \$117,000 savings in operating expenses (mostly in salary & benefit savings). This combination was tempered slightly by the cost of replacing the Patee Hall windows coming in slightly over budget.

Riverboat Gaming Fund (Revenue : Expenditure - \$1,420,800 : \$1,534,700)

FY2008 Gaming fund balance ended \$18,000 higher than anticipated. Revenues were slightly under projections. However, expenditures were even lower than projections resulting in the higher fund balance. Funds are only transferred when expenditures approved for Gaming reimbursements occur. Transfers to the Parks & Recreation Fund were lower as a result of delayed projects.

Museum Tax Fund (Revenue : Expenditure - \$475,000 : \$60,200)

This became a budgeted program mid-way through FY08. Fund balance ended up \$387,300 more than projected. Since the City and the private contractor chosen to administer one of the City's "municipal museums" were unable to come to a contract agreement before year-end, the bulk of the revenues received for running museums was not allocated. The only expenditures were for repairs to the Wyeth-Tootle Mansion roof.

CIP Sales Tax Fund (Revenue : Expenditure - \$9,123,800 : \$5,873,500)

FY08 CIP fund balance came in \$527,000 less than projected. Expenditures came in almost exactly as projected. The difference was in projected revenues.

\$790,000 worth of grant revenue did not occur when a few of the CIP projects shifted into FY09. This was off-set by an unanticipated \$750,000 transfer from CDBG representing the remainder of the VA/HUD grant for the Nature Center. The revenue shortfall compared to projections can attributed to \$143,000 less in funds expected from the County for their portion of various projects plus a delay in receipt of the \$308,000 Homeland Security grant.

Aviation Fund (Revenue : Expenditure - \$1,304,500 : \$654,350)

FY2008 Aviation fund balance increased by \$179,000. On the operating side, operational revenues were \$43,000 short of projections and operational expenditures came in \$3,400 over projections.

FY2008 YEAR END FINANCIAL REPORT

However, a significant influx of grant revenues from previously completed projects combined with less than projected costs in the airport's capital program boosted the fund's final balance.

Public Parking Fund (Revenue : Expenditure - \$477,190 : \$427,890)

Ending Parking fund balance was better than projections by \$33,500.

Revenues were \$25,000 over projections with revenues brought in from parking fines \$16,000 over projections and the parking lot at 5th & Felix doing better than anticipated. The fund also managed savings of \$7,700 more than projected. Property insurance premiums were significantly lower than previously calculated.

However, this fund continues to face problems. Several steps had to be taken to maintain a positive fund balance position:

- A transfer from the Gaming Fund of \$20,000;
- Assignment of 50% of City Sticker & Penalty revenues (amounting to \$93,500)
- Institution of a \$1.00 surcharge on tickets sold through Ticketmaster with the revenues going to the Parking Fund.

Given projections that Parking would have a fairly decent fund balance for FY08, the FY09 budget does not include further transfers from other funds. Parking's "health" will need to be re-evaluated at the next budget cycle to see if transfers need to be re-instituted.

Sewer Fund (Revenue : Expenditure - \$13,433,400 : \$13,580,950)

FY2008 Sewer overall fund balance was under projections by almost \$925,000.

The fund did experience higher anticipated utility and fuel costs, but this was offset by almost \$600,000 more in operating revenues from surcharges paid by the SSJS District. The drop in projected fund balance was mainly due to a \$650,000 in additional project costs coupled with receipt of \$500,000 less in CIP revenues since the additional project was not covered by the bonds issued earlier in the year. Overall, fund balance remains a healthy \$2.145 million.

Municipal Golf Fund (Revenue : Expenditure - \$429,500 : \$464,900)

Golf fund balance for FY08 ended almost \$34,000 less than projected. Shortfalls in the already lowered revenue projections amounted to \$7,400. There were shortfalls in every fee area. The rest of the decrease in fund balance resulted from expenses incurred as a result of the winter ice event.

There was a transfer from Parks & Recreation to help Golf meet the final, balloon payment on its PBA bonds. The elimination of the annual debt service payments of approximately \$35,000 should help this program in FY2009 and beyond.

Mass Transit Fund (Revenue : Expenditure - \$4,213,000 : \$4,227,400)

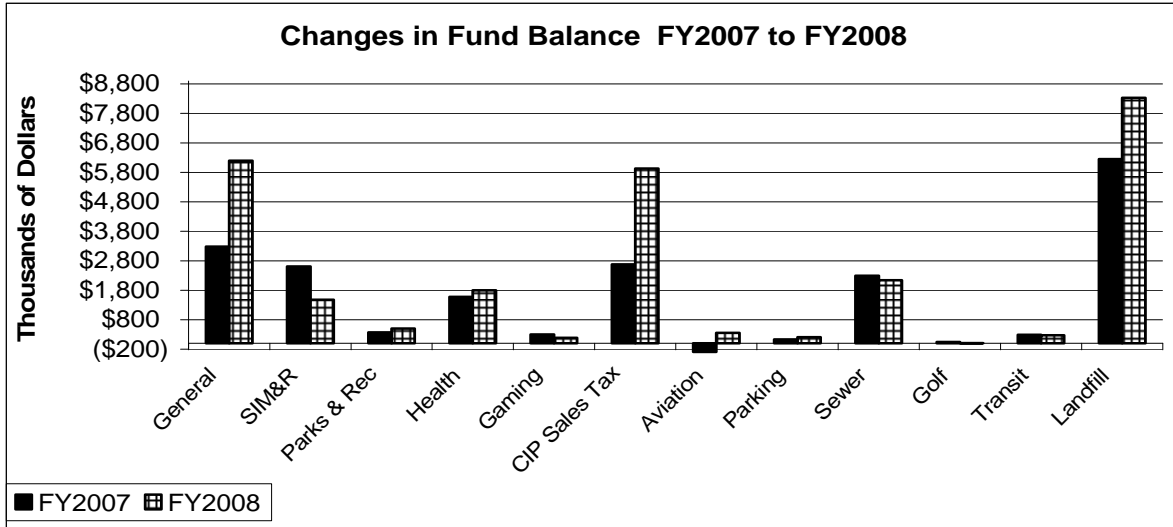
Mass Transit fund balance ended better than anticipated. Most revenues actually came in higher than projected – Franchise taxes by \$38,000; rider fares by \$58,000; and, federal grant funds by \$20,000. The gains in revenue were offset somewhat by higher fuel and maintenance costs.

At the end of FY2007 City started a two-pronged approach to the Transit Fund's financial difficulties – looking into possible fee and tax increases and starting the road to reducing transit services if the steps taken to increase revenues are not successful. Luckily, voters approved an increase to the current transit sales tax. This fund should be out of the woods for the next few years.

FY2008 YEAR END FINANCIAL REPORT

Landfill Fund (Revenue : Expenditure - \$5,571,300 : \$3,498,700)

Overall fund balance was \$812,000 more than anticipated. Not only were revenues \$260,000 over projections, expenditures ended the year \$550,000 less. The major savings came from the professional services and other services line items amounting to \$475,000 (budgeted for possible use of temporary labor and contractors during the ice storm clean-up).



FY2008 YEAR END FINANCIAL REPORT

Tables

Table		Page
1	Total (Operating & CIP) Revenues – City Wide	26
2	Total (Operating & CIP) Expenditures – City Wide	27
3	Operating Revenues by Fund/Department	28
4	Operating Expenditures by Fund/Department	29
5	CIP Revenues by Fund & TIF Revenues by Project	30
6	CIP Expenditures by Fund & TIF Expenditures by Project	31
7	Comparison of FY08 to FY07 Actual Revenues & Expenses	32
8	Changes in Fund Balance	33
9	Revenue & Expenditure Comparisons – FY08 to FY07	34

Table 1

Fourth Quarter Report - June 30, 2008

TOTAL REVENUES

Type	Actual Versus Adopted				Actual Versus Projected			
	6/30/2008				6/30/2008			
	FY08 Adopted Budget	FY08 Actual Revenue	Revenue over (less) than Actual	% Over (Under)	FY08 Projected Budget	FY08 Actual Revenue	Revenue over (less) than Proj.	% Over (Under)
Property Taxes	\$13,055,525	\$13,752,576	\$697,051	0.05	\$13,854,016	\$13,752,576	(\$101,440)	(0.01)
Utility Franchise Fees	5,035,510	8,646,320	3,610,810	0.72	5,459,820	8,646,320	3,186,500	0.58
Sales Taxes	31,018,695	31,425,813	407,118	0.01	31,435,058	31,425,813	(9,245)	(0.00)
Licenses & Permits	1,458,525	1,557,881	99,356	0.07	1,518,360	1,557,881	39,521	0.03
Fines	1,342,350	1,381,423	39,073	0.03	1,360,280	1,381,423	21,143	0.02
Rents & Gaming Revenues	2,001,629	1,954,485	(47,144)	(0.02)	1,978,824	1,954,485	(24,339)	(0.01)
Parking Fees	130,300	175,655	45,355	0.35	168,300	175,655	7,355	0.04
Inspections Fees	548,750	585,425	36,675	0.07	583,500	585,425	1,925	0.00
Health Fees	395,600	399,390	3,790	0.01	400,420	399,390	(1,030)	(0.00)
Recreation Fees	1,330,260	1,331,561	1,301	0.00	1,297,990	1,331,561	33,571	0.03
Golf Charges	407,160	362,436	(44,724)	(0.11)	395,760	362,436	(33,324)	(0.08)
Transit Charges	207,116	254,030	46,914	0.23	233,815	254,030	20,215	0.09
Sewer Charges	10,150,000	11,357,801	1,207,801	0.12	11,124,536	11,357,801	233,265	0.02
Landfill Charges	3,100,000	5,018,816	1,918,816	0.62	4,710,000	5,018,816	308,816	0.07
Other Charges for Service	1,722,292	1,531,228	(191,064)	(0.11)	1,726,870	1,531,228	(195,642)	(0.11)
Bond Proceeds/Other Rev	2,337,558	8,172,303	5,834,745	2.50	3,681,207	8,172,303	4,491,096	1.22
Special Asmnts & Interest	1,646,750	2,890,921	1,244,171	0.76	2,060,905	2,890,921	830,016	0.40
Grants & Entitlements	10,833,228	8,961,233	(1,871,995)	(0.17)	11,075,881	8,961,233	(2,114,648)	(0.19)
Interfund Transfers - In	5,445,216	6,889,420	1,444,204	0.27	6,066,114	6,889,420	823,306	0.14
	\$ 92,166,464	\$ 106,648,717	\$ 14,482,253	0.16	\$99,131,656	\$106,648,717	\$ 7,517,061	0.08

When one-time \$2.917M cell phone revenue and unanticipated \$5.110M bond issue for Mitchell Road TIF are excluded, revenues are 7% over adopted 1/2 of a percent under projections.

Table 2

Fourth Quarter Report - June 30, 2008

TOTAL EXPENDITURES

Type	Actual Versus Adopted 6/30/2008				Actual Versus Projected 6/30/2008			
	FY08 Adopted Budget	FY08 Actual Expense	Expenditures over (less) than Budget	% (Under) Over	FY08 Projected Budget	FY08 Actual Expense	Expenditures over (less) than Proj.	% (Under) Over
	Salary & Wages	\$28,568,988	\$28,202,279	(\$366,709)	(0.01)	\$28,330,891	\$28,202,279	(\$128,612)
Payroll & Health Ins Costs	10,836,561	10,586,158	(250,403)	(0.02)	10,877,640	10,586,158	(291,482)	(0.03)
Materials & Supplies	4,217,399	4,902,417	685,018	0.16	4,717,929	4,902,417	184,488	0.04
Services	17,500,448	19,177,157	1,676,709	0.10	19,186,621	19,177,157	(9,464)	(0.00)
Debt Service	9,326,881	10,721,850	1,394,969	0.15	9,428,860	10,721,850	1,292,990	0.14
Insurance & Other Charges	1,403,869	2,280,790	876,921	0.62	1,604,469	2,280,790	676,321	0.42
Capital Outlay	1,129,160	2,065,982	936,822	0.83	1,892,202	2,065,982	173,780	0.09
Public Improvements	13,521,297	10,440,506	(3,080,791)	(0.23)	9,208,349	10,440,506	1,232,157	0.13
Interfund Transfers - Out	5,431,891	6,461,596	1,029,705	0.19	5,736,819	6,461,596	724,777	0.13
	\$ 91,936,494	\$ 94,838,735	\$ 2,902,241	0.03	\$90,983,780	\$ 94,838,735	\$ 3,854,955	0.04

When one-time \$1.5M expenditure from the cell phone revenue and the unanticipated \$1.533M reimbursable payment to Mitchell Woods TIF are excluded, expenses are .001 below original budget and .009 above projected expenses.

Table 3

Fourth Quarter Report - June 30, 2008
Operating Revenues by Fund

Fund/Department*	Actual Versus Adopted				Actual Versus Projected			
	6/30/2008				6/30/2008			
	FY08 Adopted Budget	FY08 Actual Revenue	Revenue over (less) than Actual	% Over (Under)	FY08 Projected Budget	FY08 Actual Revenue	Revenue over (less) than Proj.	% Over (Under)
Municipal Court	\$ 972,400	\$ 1,015,845	43,445	0.04	\$ 1,005,200	1,015,845	10,645	0.01
Planning/Zoning	47,900	35,361	(12,539)	(0.26)	45,000	35,361	(9,639)	(0.21)
Financial Services	25,000	16,868	(8,132)	(0.33)	23,500	16,868	(6,632)	(0.28)
Customer Assistance	848,150	821,231	(26,919)	(0.03)	805,891	821,231	15,340	0.02
Property Maintenance	675,000	641,819	(33,181)	(0.05)	659,825	641,819	(18,006)	(0.03)
Police	955,928	1,008,403	52,475	0.05	822,989	1,008,403	185,414	0.23
Fire	313,365	325,966	12,601	0.04	314,052	325,966	11,914	0.04
Non-Departmental	25,948,698	27,133,783	1,185,085	0.05	26,714,432	27,133,783	419,351	0.02
General Fund**	29,786,441	30,999,276	1,212,835	0.04	30,390,889	30,999,276	608,387	0.02
SIM&R Fund	11,107,762	10,439,126	(668,636)	(0.06)	10,344,046	10,439,126	95,080	0.01
Parks & Rec Fund	4,909,992	4,972,725	62,733	0.01	4,950,675	4,972,725	22,050	0.00
Health Fund	3,774,790	4,031,753	256,963	0.07	3,942,593	4,031,753	89,160	0.02
CDBG Fund	2,978,854	2,839,808	(139,046)	(0.05)	3,007,637	2,839,808	(167,829)	(0.06)
Gaming Fund	1,459,365	1,420,801	(38,564)	(0.03)	1,441,945	1,420,801	(21,144)	(0.01)
Museum Tax Fund	-	475,004	475,004	n/a	478,704	475,004	(3,700)	(0.01)
Aviation Fund	699,911	636,779	(63,132)	(0.09)	680,158	636,779	(43,379)	(0.06)
Parking Fund	429,950	477,192	47,242	0.11	451,460	477,192	25,732	0.06
Sewer Fund	11,304,627	12,840,991	1,536,364	0.14	12,245,025	12,840,991	595,966	0.05
Golf Fund	444,100	429,495	(14,605)	(0.03)	436,900	429,495	(7,405)	(0.02)
Transit Fund	3,972,947	4,212,953	240,006	0.06	4,107,527	4,212,953	105,426	0.03
Landfill Fund	3,401,100	5,339,761	1,938,661	0.57	5,078,403	5,339,761	261,358	0.05
Total Op Revenues	\$ 74,269,839	\$ 79,115,664	\$ 4,845,825	0.07	\$ 77,555,962	\$ 79,115,664	\$ 1,559,702	0.02

* Excluding Fund Specific CIP Programs and TIF Programs

**General Fund revenues exclude the \$2,917,236 in cell phone revenues budgeted in FY09 but received in FY08.

Table 4

Fourth Quarter Report - June 30, 2008
Operating Expenditures by Fund

Department/Fund*	Actual Versus Adopted 6/30/2008				Actual Versus Projected 6/30/2008				
	FY08 Adopted Op. Budget	FY08 Preliminary Actual	Expenditures over (less) than Budget	% (Under) Over	FY08 Projected Op. Budget	FY08 Preliminary Actual	Expenditures over (less) than Proj.	% (Under) Over	
	Mayor & Council	\$ 190,890	\$ 172,897	(17,993)	(0.094)	\$ 180,255	\$ 172,897	(7,358)	(0.041)
City Clerk	213,529	256,432	42,903	0.201	247,611	256,432	8,821	0.036	
Municipal Court	419,289	409,562	(9,727)	(0.023)	405,723	409,562	3,839	0.009	
City Manager	431,936	442,167	10,231	0.024	443,981	442,167	(1,814)	(0.004)	
Human Resources	398,053	365,725	(32,328)	(0.081)	387,950	365,725	(22,225)	(0.057)	
Legal	623,735	620,922	(2,813)	(0.005)	624,887	620,922	(3,965)	(0.006)	
Planning/Zoning	297,414	272,081	(25,333)	(0.085)	274,056	272,081	(1,975)	(0.007)	
Financial Services	1,197,898	1,175,196	(22,702)	(0.019)	1,176,862	1,175,196	(1,666)	(0.001)	
TCS	601,867	578,552	(23,315)	(0.039)	583,017	578,552	(4,465)	(0.008)	
Customer Assistance	1,075,087	907,851	(167,236)	(0.156)	996,838	907,851	(88,987)	(0.089)	
Property Maintenance	652,092	633,691	(18,401)	(0.028)	632,057	633,691	1,634	0.003	
Police	11,918,329	11,653,730	(264,599)	(0.022)	11,999,383	11,653,730	(345,653)	(0.029)	
Fire	10,107,832	10,379,432	271,600	0.027	10,231,140	10,379,432	148,292	0.014	
Non-Departmental	1,422,796	1,518,198	95,402	0.067	1,495,129	1,518,198	23,069	0.015	
Op budget savings, target % :			Op budget savings, actual %:						
General Fund**	(0.01)	29,550,747	29,386,436	(164,311)	(0.006)	29,678,889	29,386,436	(292,453)	(0.010)
SIM&R Fund	(0.04)	10,888,002	11,473,934	585,932	0.054	11,090,919	11,473,934	383,015	0.035
Parks & Rec Fund	(0.01)	4,701,567	4,844,884	143,317	0.030	4,736,467	4,844,884	108,417	0.023
Health Fund	(0.03)	4,123,157	3,631,000	(492,157)	(0.119)	3,748,128	3,631,000	(117,128)	(0.031)
CDBG Fund		2,978,854	3,259,337	280,483	0.094	3,007,637	3,259,337	251,700	0.084
Gaming Fund		1,303,200	1,534,669	231,469	0.178	1,574,077	1,534,669	(39,408)	(0.025)
Museum Fund		-	60,167	60,167	n/a	451,193	60,167	(391,026)	(0.867)
Aviation Fund	(0.05)	626,339	581,142	(45,197)	(0.072)	577,687	581,142	3,455	0.006
Parking Fund	(0.05)	426,786	401,926	(24,860)	(0.058)	409,668	401,926	(7,742)	(0.019)
Sewer Fund	(0.01)	10,400,148	10,829,788	429,640	0.041	10,469,004	10,829,788	360,784	0.034
Golf Fund	(0.01)	383,360	400,987	17,627	0.046	374,805	400,987	26,182	0.070
Transit Fund	(0.01)	4,368,509	4,227,436	(141,073)	(0.032)	4,176,767	4,227,436	50,669	0.012
Landfill Fund	(0.10)	2,789,168	2,861,404	72,236	0.026	3,411,851	2,861,404	(550,447)	(0.161)
Total City Expenditures		\$ 72,539,837	\$ 73,493,110	\$ 953,273	0.013	\$ 73,707,092	\$ 73,493,110	\$ (213,982)	(0.003)

* Excluding Fund Specific CIP Programs and TIF programs

**General Fund expenditures excluding the \$1,500,000 of one-time cell phone money budgeted for FY09, but expended in FY08.

Table 5

Fourth Quarter Report - June 30, 2008
REVENUES - CIP PROGRAMS & SPECIAL ALLOCATION FUND

CAPITAL PROJECTS

Fund	Actual Versus Adopted				Actual Versus Projected			
	6/30/2008				6/30/2008			
	FY08 Adopted Budget	FY08 Actual Revenue	Revenue over (less) than Actual	% Over (Under)	FY08 Projected Budget	FY08 Actual Revenue	Revenue over (less) than Proj.	% Over (Under)
General Fund	\$0	(\$5,763)	(\$5,763)	(1.00)	(\$9,580)	(\$5,763)	\$3,817	(0.40)
SIM&R	83,000	0	(83,000)	(1.00)	0	0	0	0.00
Parks & Recreation	580,000	1,230,888	650,888	1.12	2,299,240	1,230,888	(1,068,352)	(0.46)
CDBG	0	665,975	665,975	1.00	(83,745)	665,975	749,720	(8.95)
CIP Sales Tax	9,308,550	9,123,846	(184,704)	(0.02)	9,651,969	9,123,846	(528,123)	(0.05)
Aviation	2,851,100	667,678	(2,183,422)	(0.77)	570,000	667,678	97,678	0.17
Sewer	187,690	592,444	404,754	2.16	1,099,620	592,444	(507,176)	(0.46)
Landfill	0	231,500	231,500	1.00	231,500	231,500	0	0.00
Total CIP Revenues	\$ 13,010,340	\$ 12,506,568	\$ (503,772)	(0.04)	\$ 13,759,004	\$ 12,506,568	\$ (1,252,436)	(0.09)

SPECIAL ALLOCATION FUND

TIF Development	Actual Versus Adopted				Actual Versus Projected			
	6/30/2008				6/30/2008			
	FY08 Adopted Budget	FY08 Actual Revenue	Revenue over (less) than Actual	% Over (Under)	FY08 Projected Budget	FY08 Actual Revenue	Revenue over (less) than Proj.	% Over (Under)
Uptown Redevelopment	\$0	\$0	\$0	0.00	\$0	\$0	\$0	0.00
Ryan Block	0	25	25	1.00	0	25	25	1.00
Mitchell Avenue Corridor	0	5,460,206	5,460,206	1.00	348,200	5,460,206	5,112,006	14.68
<i>The Commons</i>	0	201,743	201,743	1.00	300,000	201,743	(98,257)	(0.33)
<i>North East Cook Road</i>	0	30,876	30,876	1.00	25,900	30,876	4,976	0.19
<i>East Hills</i>	0	45,073	45,073	1.00	30,150	45,073	14,923	0.49
North County - Shoppes	3,326,950	3,515,075	188,125	0.06	3,385,500	3,515,075	129,575	0.04
EBR/HHS Development	74,390	139,234	64,844	0.87	151,067	139,234	(11,833)	(0.08)
Triumph Foods	1,625,016	2,249,883	624,867	0.38	2,416,541	2,249,883	(166,658)	(0.07)
Fountain Creek	13,500	0	(13,500)	(1.00)	5,000	0	(5,000)	(1.00)
Third Street Hotel	416,800	159,265	(257,535)	(0.62)	292,654	159,265	(133,389)	(0.46)
Tuscany Towers	5,000	5,018	18	0.00	6,000	5,018	(982)	(0.16)
Total TIF Revenues	\$ 5,461,656	\$ 11,806,398	\$ 6,344,742	1.16	\$ 6,961,012	\$ 11,806,398	\$ 4,845,386	0.70

Italicized = Developments New In FY2008

Table 6

Fourth Quarter Report - June 30, 2008

EXPENDITURES - CIP PROGRAMS & SPECIAL ALLOCATION FUND

CAPITAL PROJECTS

Fund	Actual Versus Adopted				Actual Versus Projected			
	6/30/2008				6/30/2008			
	FY08 Adopted Budget	FY08 Actual Expenditure	Expenditures over (less) than Actual	% (Over) Under	FY08 Projected Budget	FY08 Actual Expenditure	Expenditures over (less) than Proj.	% (Over) Under
General	\$0	\$109,212	\$109,212	n/a	\$36,355	\$109,212	\$72,857	2.00
SIM&R	302,760	95,757	(207,003)	(0.68)	351,981	95,757	(256,224)	(0.73)
Parks & Recreation	572,500	1,988,859	1,416,359	2.47	2,007,770	1,988,859	(18,911)	(0.01)
Public Health	0	178,551	178,551	1.00	170,000	178,551	8,551	0.05
CDBG	0	749,750	749,750	1.00	0	749,750	749,750	1.00
CIP Sales Tax	9,358,997	5,873,507	(3,485,490)	(0.37)	5,874,181	5,873,507	(674)	(0.00)
Aviation	2,801,100	73,206	(2,727,894)	(0.97)	201,100	73,206	(127,894)	(0.64)
Sewer	412,500	2,571,161	2,158,661	5.23	1,918,600	2,571,161	652,561	0.34
Landfill	500,000	637,333	137,333	0.27	637,333	637,333	0	0.00
Total CIP Revenues	\$ 13,947,857	\$ 12,277,336	\$ (1,670,521)	(0.12)	\$ 11,197,320	\$ 12,277,336	\$ 1,080,016	0.10

SPECIAL ALLOCATION FUND

TIF Development	Actual Versus Adopted				Actual Versus Projected			
	6/30/2008				6/30/2008			
	FY08 Adopted Budget	FY08 Actual Expenditure	Expenditure over (less) than Actual	% Over (Under)	FY08 Projected Budget	FY08 Actual Expenditure	Expenditure over (less) than Proj.	% Over (Under)
Uptown Redevelopment	\$2,050	\$0	(\$2,050)	(1.00)	\$2,050	\$0	\$(2,050)	(1.00)
Ryan Block	4,500	0	(4,500)	(1.00)	4,500	0	(4,500)	(1.00)
Mitchell Avenue Corridor	5,000	1,532,720	1,527,720	305.54	32,544	1,532,720	1,500,176	46.10
<i>The Commons</i>	0	182,329	182,329	1.00	215,000	182,329	(32,671)	(0.15)
<i>North East Cook Road</i>	0	35,512	35,512	1.00	25,075	35,512	10,437	0.42
<i>East Hills</i>	0	31,156	31,156	1.00	30,150	31,156	1,006	0.03
North County - Shoppes	3,425,645	3,444,994	19,349	0.01	3,430,945	3,444,994	14,049	0.00
EBR/HHS Development	34,460	103,394	68,934	2.00	124,000	103,394	(20,606)	(0.17)
Triumph Foods	1,464,465	1,895,818	431,353	0.29	1,853,915	1,895,818	41,903	0.02
Fountain Creek	13,500	0	(13,500)	(1.00)	2,100	0	(2,100)	(1.00)
Third Street Hotel	430,500	92,567	(337,933)	(0.78)	288,859	92,567	(196,292)	(0.68)
Tuscany Towers	4,450	5,915	1,465	0.33	6,000	5,915	(85)	(0.01)
Total TIF Revenues	\$ 5,384,570	\$ 7,324,405	\$ 1,939,835	0.36	\$ 6,015,138	\$ 7,324,405	\$ 1,309,267	0.22

Table 8

Fourth Quarter Report - June 30, 2008

CHANGES IN FUND BALANCE

Fund	Total Beginning	FY08 Preliminary Actual		Year End Projected Ending	Preliminary Inc (Dec) in Fund Balance
		Revenues	Expenditures		
General	\$3,279,676	\$33,916,204	\$30,995,648	\$6,200,232	\$2,920,556
SIM&R	2,609,782	10,439,126	11,569,691	1,479,217	(1,130,565)
Parks, Recreation & Civic*	373,441	6,961,584	6,833,743	501,282	127,841
Public Health	1,575,908	4,031,753	3,809,551	1,798,110	222,202
CDBG	0	4,009,087	4,009,087	0	0
Special Allocation	4,552,564	11,806,390	7,324,405	9,034,549	4,481,985
Gaming Funded Initiatives	301,626	1,420,801	1,534,669	187,758	(113,868)
Museum Tax	28,076	475,004	60,167	442,913	414,837
CIP Sales Tax	2,680,259	9,123,846	5,873,507	5,930,598	3,250,339
Aviation	(293,515)	1,304,457	654,349	356,593	650,108
Public Parking	132,912	477,192	401,926	208,178	75,266
Sewer	2,292,765	13,433,435	13,580,950	2,145,250	(147,515)
Municipal Golf	43,692	429,495	464,870	8,317	(35,375)
Mass Transit	289,040	4,212,953	4,227,436	274,557	(14,483)
Landfill**	6,254,193	5,571,261	3,498,737	8,326,717	2,072,524
Total City	\$24,120,419	\$107,612,588	\$94,838,736	\$36,894,271	\$12,773,852

* Revenues reflect anticipated grant revenues of \$757,971 in Parks & Recreation where expenditures have been encumbered, but grant revenues are yet to be "earned".

** Landfill Fund beginning fund balance includes \$2,826,611 in postclosure designated funds, ending FB includes \$353,965 additional postclosure funds.

Explanation for differences in fund balance projections can be found starting on pg. 21 of the text.

Table 9

Fourth Quarter Report - June 30, 2008

COMPARISONS - FY2008 TO FY2007

Excluding CIP, transfers, most grants, bonds in the operating funds

Fund	OPERATING FUNDS							
	FY07 Actual				FY08 Actual			
	Revenues	Revenues	Over/(Under)		Expenditures	Expenditures	Over/(Under)	
General	\$26,809,121	\$28,253,422	\$1,444,301	5.39%	\$27,916,521	\$28,405,573	\$489,052	1.75%
SIM&R	9,141,710	9,394,240	\$252,530	2.76%	9,234,268	10,963,364	\$1,729,096	18.72%
Parks, Recreation & Civic	4,356,897	4,572,706	\$215,809	4.95%	4,622,326	4,684,569	\$62,243	1.35%
Public Health	3,266,872	3,413,556	\$146,684	4.49%	2,949,286	3,059,735	\$110,449	3.74%
CDBG	3,068,668	2,839,808	(\$228,860)	-7.46%	3,206,696	2,943,392	(\$263,304)	-8.21%
Aviation*	487,515	575,219	\$87,704	17.99%	468,293	471,212	\$2,919	0.62%
Public Parking	350,941	457,192	\$106,251	30.28%	387,890	361,926	(\$25,964)	-6.69%
Sewer	11,839,025	12,840,991	\$1,001,966	8.46%	9,854,864	10,028,418	\$173,554	1.76%
Municipal Golf	355,456	370,235	\$14,779	4.16%	362,598	381,787	\$19,189	5.29%
Mass Transit	3,886,787	4,212,953	\$326,166	8.39%	3,791,251	3,928,626	\$137,375	3.62%
Landfill	3,446,872	5,339,761	\$1,892,889	54.92%	2,012,882	2,367,664	\$354,782	17.63%
Total Operating Funds	67,009,864	\$72,270,083	\$5,260,219	7.85%	\$64,806,875	\$67,596,266	\$2,789,391	4.30%

*Excluding the early pay-off of the STAR loan in FY2007

	OTHER FUNDS							
	FY07 Actual				FY08 Actual			
	Revenues	Revenues	Over/(Under)		Expenditures	Expenditures	Over/(Under)	
Gaming Funded Initiatives	1,479,877	1,420,801	(\$59,076)	-3.99%	1,686,653	1,534,669	(\$151,984)	-9.01%
Museum Tax	454,229	475,004	\$20,775	4.57%	426,513	60,167	(\$366,346)	-85.89%
CIP Sales Tax	8,183,729	9,123,846	\$940,117	11.49%	11,989,881	5,873,507	(\$6,116,374)	-51.01%
Special Allocation	6,884,856	11,806,390	\$4,921,534	71.48%	6,408,494	7,324,405	\$915,911	14.29%
Total Other Funds	\$17,002,691	\$22,826,041	\$5,823,350	83.55%	\$20,511,541	\$14,792,748	(\$5,718,793)	-131.62%

Supplemental Reports

	Page
Investment Report/Cash Balances	36
Accounts and Loans Receivable	40
Contracts Executed - \$5,000 to \$25,000	45
Routine Budget Transfers	47
Update on Economic Development and TIF Projects	55

FY2008 YEAR END FINANCIAL REPORT

INVESTMENT REPORT TWELVE MONTHS ENDED JUNE 30, 2008

COMMENTARY

The Investment Report is for the twelve month period ended June 30, 2008. The purpose of the report is to keep the reader informed of the diversification and status of the City's investment portfolio. The City's Investment Policy, adopted by the City Council on July 18, 1994, guides investment activities and ensures that City funds are invested in a manner which provides the highest investment return with maximum security while meeting the daily cash flow demands in accordance with all state and local laws.

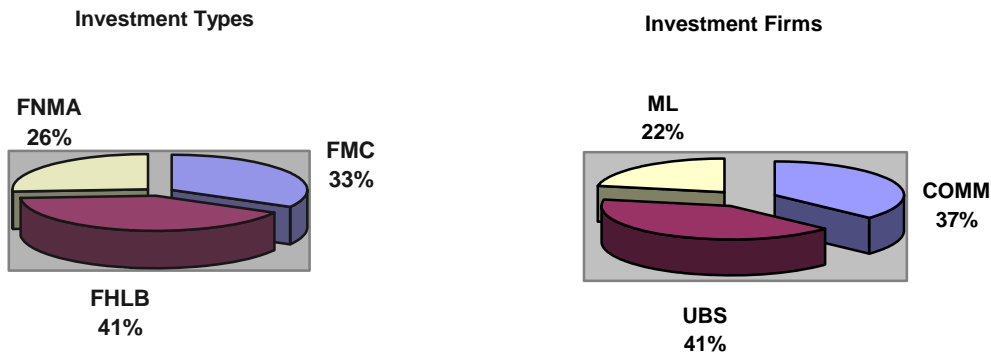
CASH INVESTMENTS

As of June 30, 2008, \$35,691,876 of the City's idle cash was invested in U.S. Treasury Bills, Agency Securities, and cash. The majority of the investments purchased are Agency Discount Notes with maturities of 180 days or less. Individual yields on the securities range from 1.99% to 2.64% with a maturity expected weekly. Most City investments are made in instruments of 180 days or less because: 1) the return on longer instruments is not significantly greater to offset the loss in liquidity; and 2) current low fund balances in most funds require that investments be very liquid.

According to City policy, the City may only invest in U.S. Treasury Bills, Agency Discount Notes and interest from the City's checking account. U.S. Treasury Bills (T-Bills) are short-term obligations considered risk free and very liquid. They are backed by the full faith and credit of the U.S. Government. While considered the safest of all types of securities, Treasury Bills provide the lowest yield. Due to the low yield, the City prefers to invest in other, high-yielding, relatively risk-free U.S. Government Securities.

Some Agency Discount Notes are guaranteed by the full faith and credit of the U.S. Government, but most carry only a "moral obligation" of Congress to protect investors. These notes usually have higher yields than Treasury Bills, and include federal agencies such as the Federal National Mortgage Association (Fannie Mae), Federal Home Loan Bank (FHLB) and Federal Farm Credit Bank (FMC).

Safety of principal is the foremost objective of the City's investment program. To achieve this objective, diversification is a necessity for securities and vendors. Investments are competitively bid and purchased from Merrill Lynch, UBS, and Commerce Bank of Kansas City, maturing weekly for cash flow purposes.



INTEREST INCOME

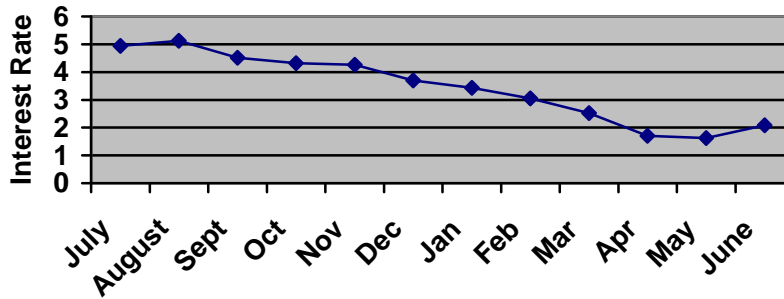
The City also receives interest income on cash balances in its checking account. Interest is distributed to each fund at the end of each month. The interest rate is equal to the average 91 day Treasury Bills plus .31 points on the City's average collected balance. The rate the City received for the month of June, 2008 was 2.09%. From August, 2007, the rates decreased each month until June, 2008 which

FY2008 YEAR END FINANCIAL REPORT

produced a slight rebound. Because of collateral agreements with the banking institution insuring cash balances, this is as safe as investments in U.S. Treasury Bills.

July 1, 2007 - June 30, 2008

Interest Rates



Fiscal Year 2007/2008

Interest earned is distributed to the individual funds based upon the cash balance monthly average:

July, 2007	\$ 150,474.02
August, 2007	\$ 144,304.33
September, 2007	\$ 177,045.27
October, 2007	\$ 139,132.18
November, 2007	\$ 143,891.73
December, 2007	\$ 162,842.89
January, 2008	\$ 90,590.59
February, 2008	\$ 102,588.15
March, 2008	\$ 112,221.42
April, 2008	\$ 84,373.56
May, 2008	\$ 86,576.80
June, 2008	<u>\$ 71,212.92</u>
YTD 2008 Total	\$ 1,465,253.86

Unrestricted cash deposits and investments of the City are pooled and include cash held in commercial bank checking accounts and investments held in United States Government Treasury and Agency securities. All funds with a cash balance carry an "Equity in Pooled Cash" balance on the financial statements equal to their respective cash deposit and investment portion of the pool. The individual funds "Equity in Pooled Cash" equals the \$35,691,876 the City records as unrestricted.

Restricted cash deposits and investments are restricted for legal purposes or purposes designated by City Administration. In accordance with bond transcripts, the Trustees of the bonds are legally required to hold reserves at their financial institution. Currently, the City has \$31,995,214 held at various locations as instructed by the bond transcripts.

The charts beginning on the next page show the June 30, 2008 status of city cash by type of investment, type of restriction and unrestricted cash balances.

FY2008 YEAR END FINANCIAL REPORT

CASH By Type of Investment June 30, 2008

Checking Account Balance:		\$8,920,470.68
U.S. Government and Agency Securities:		
Federal Natl Mortgage Association	\$6,942,977.79	
Federal Farm Credit Bank	8,921,367.49	
Federal Home Loan Bank	10,907,060.28	
		26,771,405.56
Cash and Investments		35,691,876.24
Bond Reserves (held at various institutions)		31,995,213.96
		\$67,687,090.20

CASH By Type of Restriction June 30, 2008

Unrestricted Cash Balance:		
Cash	\$8,920,470.68	
Investments	26,771,405.56	
		\$35,691,876.24
Restricted Cash Balances:		
Bond Reserves (various institutions)	31,995,213.96	
		32,436,230.09
		\$68,128,106.33

The label “unrestricted cash” is deceiving. The cash is unrestricted only in the accounting sense of not being legally restricted to a certain use, like bond reserves. The cash is restricted in the sense of its designation to a particular fund and what the fund can use it for.

The chart on the following page breaks down the \$35.7 million “unrestricted” cash figure above by fund and designated uses (if any).

FY2008 YEAR END FINANCIAL REPORT

CASH

UNRESTRICTED CASH BY FUND

June 30, 2008

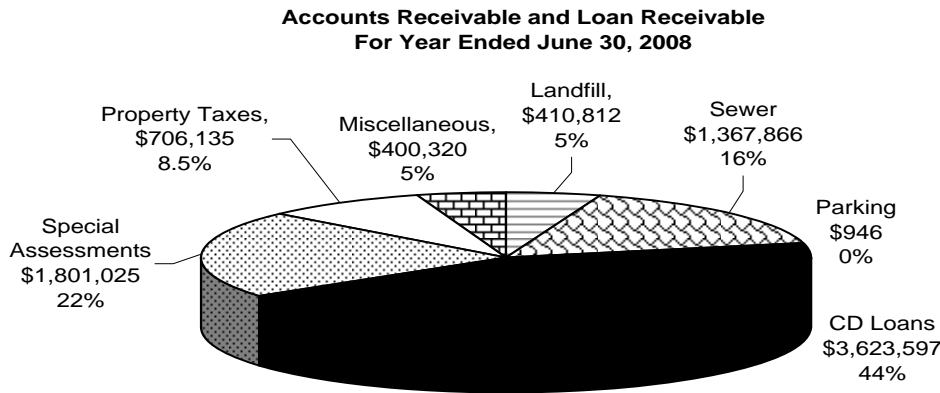
General - Cash	\$4,270,182.56	
Emergency	\$1,025,000.00	
Escrows	141,408.70	
Computer Reserve	(418,408.42)	\$5,018,182.84
SIMR - Cash	1,521,070.86	
Escrows	1,536.34	1,522,607.20
Parks, Recreation & Civic Facilities-Cash	1,110,950.38	
Escrows	41,835.05	
Senior Center Foundation	1,042.03	
William Morgan Trust	2,885.63	1,156,713.09
Health - Cash	1,698,215.21	
Escrows	8,564.45	
Public Nursing	56,729.29	
Richardson Trust	29,326.28	1,792,835.23
CDBG - Cash		(534,811.56)
Special Allocation - Cash		2,341,946.81
Riverboat - Cash		266,944.34
Downtown Business District - Cash		53,972.59
CIP Sales Tax - Cash		8,264,548.51
Aviation - Cash	300,636.77	
Escrows	7,099.00	307,735.77
Parking - Cash	214,460.72	
Escrows	7,325.00	221,785.72
Sewer - Cash	1,062,866.39	
In House Bond Reserve	3,009,875.50	
Escrows	108,954.87	4,181,696.76
Golf - Cash	55,558.70	
In House Bond Reserve	0.00	55,558.70
Mass Transit - Cash		(161,535.20)
Landfill - Cash	5,106,284.84	
Post Closure	3,180,610.96	8,286,895.80
Worker Compensation - Cash		1,124,775.54
Payroll - Cash		204,127.93
Museum/ Library - Cash		438,678.39
CDBG Loan Funds - Cash		1,149,217.80
		\$35,691,876.26

FY2008 YEAR END FINANCIAL REPORT

ACCOUNTS AND LOANS RECEIVABLE REPORT TWELVE MONTHS ENDED JUNE 30, 2008

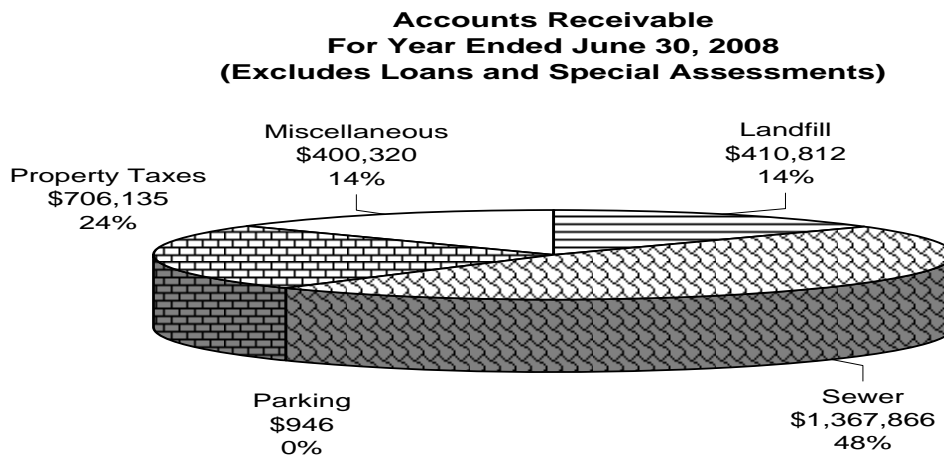
COMMENTARY

The Accounts and Loan Receivable Report is for the fourth quarter ended June 30, 2008. The purpose of this report is to identify the various types and amounts of receivables, discuss the City's various collection efforts and provide an estimate of receivable collectability. Total Accounts and Loans Receivable at June 30, 2008 are \$8,310,702, broken out as follows:



Accounts Receivables are generated from routine services provided to City residents and from taxes, licenses and fees. Loans and Lien Receivables are special payment arrangements created for specific individuals within the community.

Accounts Receivable



The Accounts Receivable graph above excludes CDBG loans and Special Assessments receivables due to the varying factors. CDBG loans are spread out over 30-40 years, leaving most of the receivable due into the future and not past due. Special Assessments are liens upon property which are assumed uncollectible at the point of issuance due to the nature of the lien.

Miscellaneous Receivables (35%) of the Receivables above are billed by Financial Services. Miscellaneous billings include:

FY2008 YEAR END FINANCIAL REPORT

General Fund - LEC charges, fire district contracts, and Administrative fees for Chapter 100 bonds, Heartland Health and Buchanan County shared expenses of the new communication system; PILOT taxes due per Chapter 100 agreements;
 SIM&R Fund – Street/utility cuts, culvert pipe purchased for installation;
 P&R Fund – Horace Mann monthly leases, Hockey Club and Figure Skating Club ice rentals;
 Public Health Fund – Birth/Death certificate monthly billings, monthly pound fees for area cities, and Buchanan County Health Contract;
 Special Allocation Fund – Invoices sent to Buchanan County for County portion of EATS sales tax;
 Aviation Fund – Monthly hangar leases, land leases, monthly Airport Café lease;
 Mass Transit Fund – Bus station lease, State of Missouri bus passes purchased;
 Payroll Fund – Retiree and Cobra insurance billings.

Municipal Court and Business Licenses/Permits are also miscellaneous receivables, but not included in the total. Most of these billings are unknown at the time of billing – business licenses because many are based upon gross receipts and Court citations because defendants must have their due process in Court.

Annual licenses, permits and inspections for business activity are billed and collected by the Customer Assistance Department and recorded in Permits Plus Software when received.

A total of 1,716 new and temporary business licenses and permits have been issued since July 1, 2007. The distribution of all new business permits and licenses issued are broken down by type below:

New Business Licenses and Permits By Type Fiscal Year Ended June 30, 2008

Type	Annual	Temporary	YTD FY08 Revenue	YTD FY07 Revenue
Liquor licenses	43	60	\$94,291	\$87,098
Health permits	73	142	\$93,924	\$88,913
Alarm permits	97	8	\$34,610	\$39,549
Fire Inspection permits	94	13	\$31,385	\$28,950
Trade Licenses	269	0	\$64,148	\$63,802
Business licenses	865	52	\$904,717	\$816,504
Totals	1,441	275	\$1,223,074	\$1,124,816

Collection efforts continue for the expired business licenses due on June 30, 2008. To date, these efforts include the original renewal application, and a delinquent letters. Courtesy phone calls and a summons to Municipal Court will be forthcoming for those failing to renew. To date, 597 of those businesses remain expired, on hold or a summons.

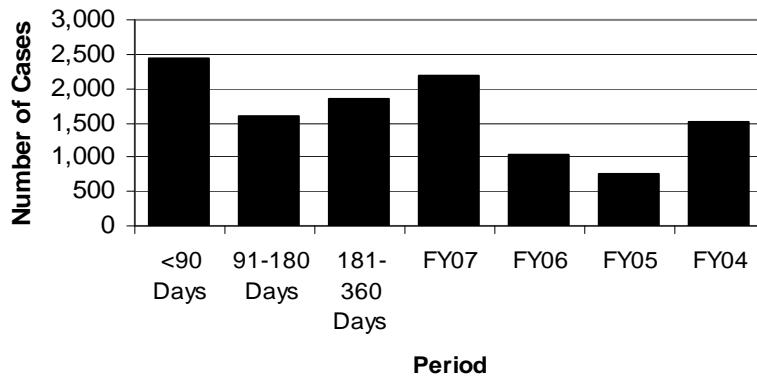
Municipal Court receivables are recorded in the INCODE Court software. Open citations as of June 30, 2008 total 11,389, a decrease of 762 from the previous quarter. Court staff periodically review these citations and research the collection policies of other cities, including the possibility of contracting with a collection agency. The collection agency would be utilized for collection of past due accounts on only those cases which have been adjudicated and have been placed on a payment plan.

The table below shows the aging of open cases. As of June 30, 2008, Fiscal year 2008 Court fines and fees collected total \$1,458,324 compared to \$1,361,160 for fiscal year 2007, a seven (7%) percent increase. City retained Court revenues are \$1,250,039 compared to \$1,159,465 in fiscal year

FY2008 YEAR END FINANCIAL REPORT

2007, a seven and eight-tenths (7.8%) percent increase. The citations filed for FY2008 total 22,591, compared to 21,585 for FY2007.

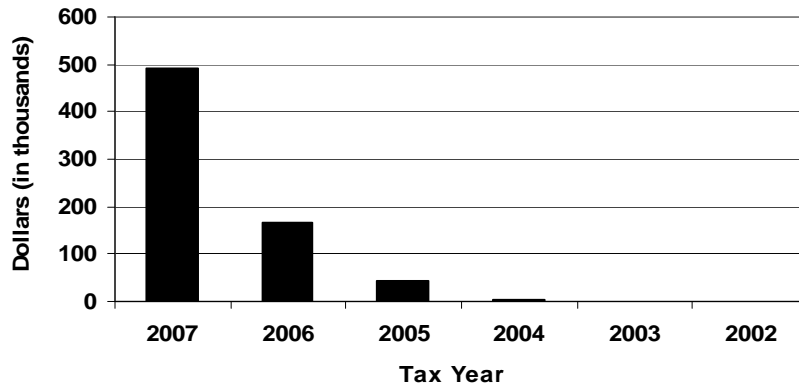
**Municipal Court Open Cases
as of June 30, 2008**



Property Tax receivables (19%), (shown below) include the receivables for tax years 2007 & prior. As of June 30, 2008, current property tax received total \$10,397,912, compared to \$10,057,131 for all funds in fiscal year 2007. This is a three and four-tenths (3.4%) percent increase over the same period in fiscal year 2007. Prior year taxes collected for all funds total \$409,547, compared to \$405,137 for fiscal year 2007 representing a one (1%) percent increase except for the Downtown Business District. Their revenues decreased due to a valuation adjustment by the Buchanan County Assessor's office and refund granted for tax year 2006. The tax receivable breakdown by tax year is below.

Many of the issues with the County's software provider, DevNet, have been resolved. But, new reporting must be requested through the DevNet. The 2008 tax sale for delinquent taxes will be on August 25, 2008.

**City Property Taxes Receivable
as of June 30, 2008
(includes Library and Special Business District)**



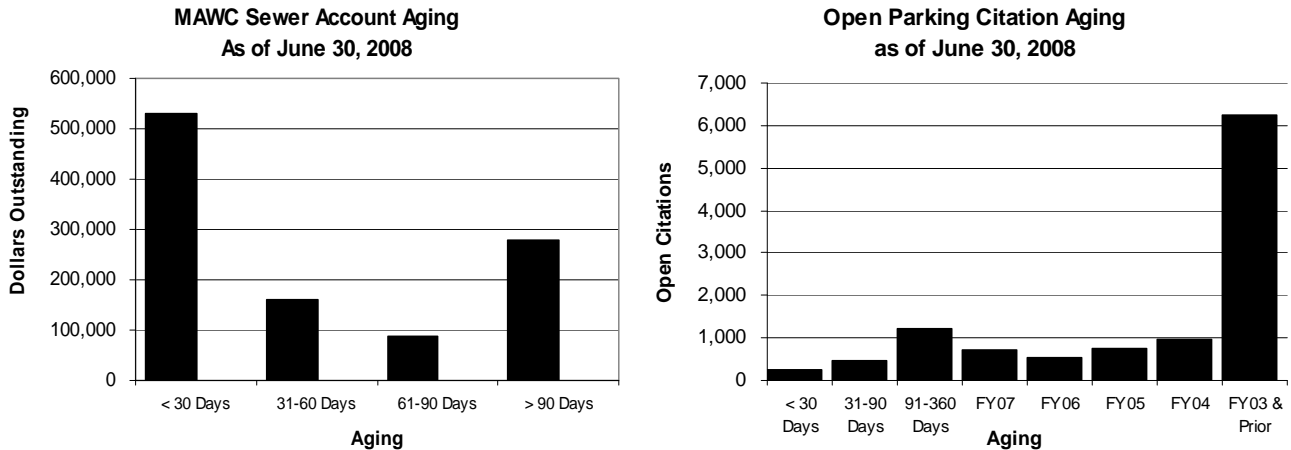
Landfill Fund receivables (11%) include hauler accounts set up for monthly billing and land leases approved by contract. These are billed by the Financial Services Department based upon reports provided by Landfill staff. Total billings to date are \$3,854,127, an increase of \$ 1,885,527 or ninety six (96%) percent over the same period in fiscal year 2007. Total tipping fee revenues of \$5,018,816 represent an increase of sixty-one (61%) percent for fiscal year 2007. Outstanding receivables, as of June 30, 2008, total \$410,812. Deffenbaugh Disposal Service remains the largest account, with 72% of the total amount due.

City Sewer Fund receivables (35%) include City billings to South St. Joseph Industrial District, septic load processing charges, and MAWC sewer use charges. It also includes all sewer user

FY2008 YEAR END FINANCIAL REPORT

charges billed and collected by Missouri American Water Company per Billing and Collection Agreement. The Missouri American aging is shown below. Accounts over 90 days are turned over to their third party collection agency. These receivables are reported monthly to the Financial Services Department for recording of revenues, allowance for uncollectible accounts, and collection fees.

Total sewer amounts due of \$1,367,866 (as of June 30, 2008), include MAWC receivables in the amount of \$1,058,151 and City billings in the amount of \$309,715, most of which is from the South St. Joseph Sewer District. Per contract, SSJSD has 45 days in which to remit payment of amounts due to the City, remaining on the receivable listing longer than most accounts. Their balance is current.



Public Parking receivables (<1%) include parking permits billed for City garages. Other receivables include parking citations outstanding recorded in the Parking Access database, but amounts due remain uncertain due to requests for dismissal, those protested in Municipal Court, etc. A total of 10,513 parking citations were written in fiscal year 2008 – 7,864 by public parking staff, 2,631 written by police officers and 21 by the fire inspectors.

Most revenues collected in the Parking Fund are not included as a receivable due to the possibility of parking tickets being protested, requesting a trial in court, etc. Revenue is recognized when received. To date, total parking fine revenues are \$180,914, of which \$153,678 (85%) are fines remitted directly to the City and from collection letters generated by Financial Services. Municipal Court summons have resulted in the remaining \$27,236 (15%). A total of 7,967 collection letters were mailed out in fiscal year 2008 and 11,501 citations remain open at the end of the period. The aging of these citations is shown in the table above.

The Parking Fund has two additional revenue sources for fiscal year 2008, one-half of the 2007 motor vehicle fees collected by the Buchanan County Collector and a new \$1 fee added to Ticketmaster events at the Civic Arena to assist in parking lot maintenance fees. These new revenue sources have added a total of \$110,692 to the fund, (\$93,575 and \$17,117 respectively).

Lien & Special Assessment receivables (34%) total \$1,801,025 include demolition liens (\$1,090,949), general code violations for weed and trash liens (\$691,821) and sewer improvement and sewer use liens (\$18,255). Demolition and weed and trash liens are billed and collected by the Customer Assistance Department, with demolitions having a ten (10) year period in which to pay back the City. Sewer Improvements and Street Special Assessments are billed and collected by the Financial Services Department.

FY2008 YEAR END FINANCIAL REPORT

Aging of Special Assessments - Amount Due

Period	Dollars	Dollars (%)
Current	40,324	2.2%
31-90 Days	22,715	1.3%
91-360 Days	133,911	7.4%
FY07	214,360	11.9%
FY06	231,217	12.8%
FY05	204,878	11.4%
FY04	403,691	22.4%
FY03 & Prior	549,930	30.5%
Total Outstanding	1,801,025	100.0%

City staff members from the Legal, Property Maintenance, Dangerous Buildings, Customer Assistance and Financial Services meet regularly to discuss collection of these accounts receivable. Accounts deemed to be collectable are pursued through additional collection letters and, if necessary, lawsuits filed in Buchanan County Circuit Court as a personal debt of property owners. Inspectors continue to be issue summons to Municipal Court for violations. The City requests restitution for any costs incurred in cleanup of the property. Amounts paid by the defendant include fines for non-compliance and any City restitution for that particular violation.

Fiscal Year 2008 year-to-date revenues collected total \$111,103, compared to \$160,093, or a decrease of \$48,990 (30%) for the same period in fiscal year 2007.

Community Development (C.D.) Loan receivables (66%) are low-interest loans made to low and moderate income residents under regulations promulgated by the Federal Department of Housing and Urban Development (HUD). These loans vary in length from 15 to 40 years. Although total loans outstanding are \$3,623,597 approximately one percent (1%) or \$38,971 are principal and interest due.

The Accounting Division, in the Financial Services Department, bills and monitors these accounts. The C.D. Loan Committee, comprised of Financial Services, Community Development and Legal staff, meet monthly to discuss accounts with balance portions greater than 30 days delinquent and decide upon the collection measures to be used, from general collection letters to foreclosure if necessary. The number outstanding accounts and loan amounts due vary by type and are listed below.

Loan Description	Outstanding	Number
Rehabilitation	\$993,967.63	36
Rental Rehab	\$203,100.07	7
Historic Preservation	\$109,054.13	10
Home Program	\$2,317,474.87	27
Loans Reported	\$3,623,596.70	80

FY2008 YEAR END FINANCIAL REPORT

PURCHASE ORDERS (CONTRACTS) BETWEEN \$5,000 AND \$25,000 TWELVE MONTHS ENDED JUNE 30, 2008

COMMENTARY

The City's purchasing policy allows the City Manager to approve contracts between the amounts of \$5,000 and \$25,000. The following lists those contracts issued in the fourth quarter of Fiscal Year 2008 between those limits.

4/3/2007	Turf Professionals Equipment	\$ 10,895.09	Repairs to 1996 GM 3000 Mower	Golf
4/4/2007	Mernard	\$ 6,390.09	Materials for Locker Rooms	Parks
4/14/2007	Roadbuilders Machinery & Supply	\$ 14,695.00	Rails, Roller & Idler for D7R Dozer	Landfill
4/18/2007	A and M Heating & Cooling	\$ 19,800.00	HVAC Home Team Locker Room	Parks
4/19/2007	Roberts Roofing	\$ 24,750.00	Roof - Visitor Locker Room	Parks
4/19/2007	Bent Manufacturing	\$ 6,293.05	(215) Type I Barricades	Streets
4/20/2007	GO Mobile Now	\$ 18,284.80	Equipment to Mount Laptops in Vehicles	Police
4/24/2007	Midland Scientific Inc.	\$ 6,088.00	Mdl 30RM Refrigerated Incubator	Sewer
4/24/2007	Magic Box Inc	\$ 5,465.00	Aavelin RG AV200 Character Generator	TS
4/27/2007	Ace Pipe Cleaning Inc	\$ 8,850.00	Clean #1 Digester	Sewer
5/10/2007	Knapheide Truck Equipment	\$ 8,512.00	Heil Dump Body, Hoist & Rails	Streets
5/10/2007	Tech Depot	\$ 5,817.50	(10) Computers and Software	Police
5/29/2007	IHP Industrial Inc	\$ 20,438.00	Compressors for Mammoth Roofop	Civic Arena
5/30/2007	Alliance for Business Training	\$ 7,800.00	Confined Space Training Refresher Course	Sewer
5/31/2007	A and M Heating & Cooling	\$ 21,800.00	HVAC Visitor Locker Room	Parks
6/6/2007	Carrier Corporation	\$ 5,968.00	Replace Compressor in Circuit "A"	Bode
6/12/2007	D and M Structural Erection	\$ 8,250.00	Installation of Steel - Visitor Locker Room	Parks
6/12/2007	Jason Pilgram	\$ 7,450.00	Demolition/Cleanup 3024 N 10th	Prop Mnt
6/12/2007	Jason Pilgram	\$ 9,500.00	Demolition/Cleanup 2601 S 13th	Prop Mnt
6/13/2007	Teledyne Isco	\$ 18,295.80	Refrigerated Samplers for Lab	Sewer

FY2008 YEAR END FINANCIAL REPORT

6/14/2007	Altec Industries Inc	\$ 17,000.00	Boom Truck Repairs	Parks
6/15/2007	Midland Structural Systems Inc	\$ 10,705.62	Materials for Visitors Locker Room	Parks
6/26/2007	Jason Pilgram	\$ 7,450.00	Demolition/Cleanup 2118 S 9th	Prop Mnt
6/27/2007	Computers Network Solutions	\$ 13,899.00	(2) HP Compaq dc5700 Desktop Computer	TS
6/29/2007	Midland GIS Solution LLC	\$ 7,125.00	ArcGIS Enterprise Server Configuration Training Class	TS
6/29/2007	Madget Demolition Inc	\$ 6,200.00	Demolition/Cleanup 1602 Jules	TS
6/29/2007	Midland GIS Solution LLC	\$ 6,600.00	Setup ArcGIS Server ArcIMS Installation/Configuration	TS

**Does not include individual purchase orders issued within the following since individual purchases are made under the umbrella of a previously approved contract.

Community Development Rehab Loan Projects

Gasoline Purchases

Price Agreement Purchases

Work Orders for Professional Services, approved by a Master Agreement

Annual Maintenance Agreements

FY2008 YEAR END FINANCIAL REPORT

ROUTINE BUDGET TRANSFERS TWELVE MONTHS ENDED JUNE 30, 2007

COMMENTARY

Routine Budget Transfers are allowed under "Administrative Code Sec. 2-1052. Budget Transfers. (abridged & supplemented)" The following statement appears on the Routine Budget Transfer Form.

1. There will be no budget transfers without council authorization from/to salary & wage line items from/to other budget line items....Transfers shall be allowed within these line items.

[If the request is transferring from/to salary line items from/to non salary line items....a budget amendment ordinance is required.]

2. There will be no budget transfers without council authorization from/to employee benefits line items from/to other budget line items ...with the exception of uniform allowance, car/mileage allowance and conference/training/travel.

[If this request is transferring from/to benefit line items from/to non benefit line items...a budget amendment ordinance is required.]

3. There will be no transfers without council authorization from capital outlay line items with the exception that once budget approved capital items are purchased and there are funds remaining, these funds can be transferred. Capital items which have not been approved by the council in the budget and which exceed \$5,000, must receive council approval before they are purchased.

[If this request is transferring from a capital line item to any other line item and all budgeted capital items have not been purchased....a budget amendment ordinance is required. (Please indicate if all items have been purchased.)

[If this request is for the purchase of an unbudgeted capital item exceeding \$1,000, even though there are sufficient budgeted funds....you'll need to prepare a budget amendment ordinance.]

The following report reflects routine budget transfers for the fourth quarter of FY2008, sorted by Fund and Department. Most transfer forms contain several transactions. This is why there can be several lines of adjustments for each Transfer Number. The transfer number is an ID entered by staff when transfers are processed.

The major reason for the transfer is labeled with a short description. When there are multiple transfers per form, any amount over \$1,000 has a notation of the item being increased.

<u>Transfer Number</u>	<u>Object</u>	<u>Expenditures</u>		<u>Expenditures Increase</u>	<u>Comments</u>
		<u>Decrease</u>	<u>Object</u>		
001- GENERAL FUND					
<u>01 - Mayor & Council</u>					
BT207	1260	(1,000.00)	1365	2,550.00	Additional for Mayor Assistant's Desk
	1265	(1,000.00)			
	1440	(150.00)			
	1473	(400.00)			
<u>03 - City Clerk</u>					
BT257	1518	(3,805.00)	1453	3,205.00	Advertising deficit
			1470	600.00	
<u>06 - Municipal Court</u>					

FY2008 YEAR END FINANCIAL REPORT

BT269	1445	(75.00)	1435	75.00	Muni Court Judicial memberships
<u>13 - Human Resources</u>					
BT212	1305	(400.00)	1475	4,000.00	Carpet Replacement - portion of cost
	1390	(500.00)			
	1445	(600.00)			
	1460	(2,000.00)			
	1470	(500.00)			
BT236	1410	(354.00)	1480	354.00	Vehicle for Training
BT267	1410	(155.00)	1480	155.00	Tires for Training Vehicle
<u>14 - Legal</u>					
BT240	1440	(1,165.00)	1365	1,165.00	Desk replacement
<u>19 - Community Services Admin & Planning</u>					
BT179	1448	(800.00)	1445	800.00	Communications Cost
BT183	1235	(400.00)	1243	400.00	Life Insurance
<u>20 - Finance</u>					
BT174	1265	(30.00)	1475	5,840.00	Carpet Replacement for H.R. (part of cost)
	1410	(1,710.00)			
	1465	(1,000.00)			
	1468	(1,900.00)			
	1490	(1,200.00)			
BT177	1410	(5,600.00)	1405	5,600.00	Temp for Payroll
BT178	1305	(205.00)	1390	205.00	Food for E.O.C. @ ICE STORM
BT182	1435	(165.00)	1390	158.00	Various Supplies for Building Mnt
			1435	2.00	
			1460	5.00	
BT206	1410	(3,000.00)	1475	5,000.00	M&R of Buildings - City Hall
	1460	(2,000.00)			
BT248	1265	(1,310.00)	1225	170.00	
	1265	(270.00)	1227	50.00	
	1440	(50.00)	1243	50.00	
	1473	(640.00)	1305	2,000.00	Add'l paper supplies
BT255	1445	(60.00)	1448	60.00	Postage for NSF checks
BT256	1470	(2,527.00)	1305	600.00	Add'l advertising for bids/rfp's etc.
	1473	(538.00)	1435	65.00	
			1453		

FY2008 YEAR END FINANCIAL REPORT

				2,400.00	
BT276	1305	(705.00)	1365	150.00	
	1473	(2,000.00)	1405	2,000.00	Temporary Service need for Payroll Tech
			1440	350.00	
			1445	150.00	
			1448	20.00	
			1455	10.00	
			1498	25.00	

25- Technology Services

BT224	1365	(5,700.00)	1484	5,700.00	Catalyst Repair
BT239	1365	(5,310.00)	1484	5,310.00	Network Equipment Repair
BT266	1445	(1,790.00)	1265	500.00	
	1484	(5,600.00)	1365	5,600.00	Network Equipment
			1410	1,290.00	

26 - Customer Assistance

BT189	1390	(500.00)	1305	500.00	Contract Mailings
	1390	(60.00)	1460	60.00	
BT237	1265	(978.00)	1260	135.00	
			1435	85.00	
			1445	600.00	Communications cost
			1478	16.00	
			1435	142.00	

28 - Property Maintenance

BT233	1498	(4,000.00)	1480	4,000.00	Vehicle Repair
BT243	1498	(2,600.00)	1478	2,600.00	Mower Gear Box replacement

30 - Police

BT190	1340	(1,800.00)	1445	2,000.00	Communication Services
	1440	(200.00)	1460	400.00	
	1410	(400.00)			
BT196	1478	(750.00)	1365	3,850.00	Traffic Camera
	1480	(3,100.00)			
BT205	1498	(1,700.00)	1390	1,700.00	Police promotional supplies
BT246	1390	(901.00)	1340	990.00	Duty badges
	1320	(300.00)	1445	941.00	
	1324	(290.00)	1390	400.00	

FY2008 YEAR END FINANCIAL REPORT

1365	(200.00)
1478	(200.00)
1415	(400.00)
1445	(40.00)

BT247	1332	(94.00)	1390	3,311.00	Police Maintenance Contract
	1365	(2,263.00)	1498	1,000.00	
	1440	(107.00)	1320	90.00	
	1478	(300.00)	1483	935.00	
	1498	(547.00)	1390	500.00	
	1480	(1,000.00)			
	1365	(225.00)			
	1390	(800.00)			
	1410	(500.00)			

40 - Fire

BT181	1365	(4,000.00)	1480	17,534.00	Fire Vehicle Repair
	1410	(1,000.00)			
	1478	(2,000.00)			
	1475	(1,000.00)			
	1478	(1,500.00)			
	1410	(4,060.00)			
	1410	(3,974.00)			

101- SIMR Fund

BT173	1375	(55,000.00)	1375	5,000.00	GeoMelt
	1470	(35,000.00)	1355	85,000.00	Fuel
BT180	1110	(2,200.00)	1130	2,000.00	PT Engineering
	1410	(700.00)	1160	200.00	
			1148	400.00	
			1473	300.00	
BT193	1375	(40,000.00)	1355	40,000.00	Fuel
	8530	(25,380.00)	1480	35,380.00	Motor Vehicle Repair
	1484	(10,000.00)			
BT208	1375	(3,900.00)	1483	3,900.00	Radio Maintenance
BT225	1405	(4,200.00)	1475	4,200.00	Traffic Signs
BT234	1375	(6,056.00)	1365	6,056.00	Midwest Mobile Equipment
BT268	1630	(8,353.00)	1630	11,788.00	Snow Plows
	1740	(3,435.00)			

FY2008 YEAR END FINANCIAL REPORT

105 – Parks Fund

BT194	1475	(1,000.00)	1390	1,000.00	Civic Arena Supplies
BT195	1325	(250.00)	1243	55.00	
	1468	(600.00)	1463	1,200.00	Gas Service
	1475	(750.00)	1243	290.00	
	1405	(3,070.00)	1355	200.00	
	1440	(800.00)	1453	50.00	
	1455	(580.00)	1463	3,000.00	Gas Service
	1460	(400.00)	1493	2,000.00	Solid Waste Services
	1225	(345.00)			
BT204	1410	(5,170.00)	1335	6,170.00	Pool Chemicals
	1465	(500.00)			
	1468	(500.00)			
BT216	1390	(2,040.00)	1325	300.00	
	1470	(260.00)	1463	2,000.00	Solid Waste Services
BT221	1405	(3,000.00)	1305	30.00	
	1475	(13,335.00)	1450	80.00	
			1455	200.00	
			1470	4,900.00	Various Ice Storm Clean Up Costs
			1480	7,000.00	Various Ice Storm Clean Up Costs
			1485	125.00	Various Ice Storm Clean Up Costs
			1498	4,000.00	Various Ice Storm Clean Up Costs

120 - Public Health Fund

BT210	1498	(1,520.00)	1345	1,520.00	Pre-order of flu vaccine
BT235	1720	(17,100.00)	1740	17,100.00	Curbs at Animal Shelter
BT249	1410	(1,500.00)	1498	1,500.00	appointment software
BT264	1453	(1,190.00)	1365	9,083.00	Outreach Program materials
	1453	(600.00)			
	1453	(2,293.00)			
	1498	(5,000.00)			

398 - CIP Sales Tax Fund

BT191	1410	(935.00)	1305	406.00	Supplies/Advertising costs
			1453	529.00	

FY2008 YEAR END FINANCIAL REPORT

BT270	1410	(150.00)	1448	31.00	Postage
			1453	119.00	
BT271	1730	(25,000.00)	1610	25,000.00	Nature Center Furniture
<u>400 – Airport Fund</u>					
BT215	1235	(2,095.00)	1243	120.00	
	1260	(350.00)	1245	2,265.00	Unemployment
	1265	(3,300.00)	1325	400.00	
	1410	(2,500.00)	1345	200.00	
	1435	(1,400.00)	1355	4,860.00	Fuel
	1453	(500.00)	1365	2,000.00	Minor Equip
	1463	(500.00)	1375	2,650.00	Strt Mnt Supplies
	1468	(1,300.00)	1445	80.00	
	1470	(1,380.00)	1465	1,500.00	
	1484	(5,000.00)	1475	5,000.00	M&R Bldgs
	1498	(9,000.00)	1478	7,500.00	M&R Equipment
			1480	750.00	
<u>410 - Public Parking Fund</u>					
BT226	1340	(300.00)	1305	300.00	Various supply deficits
	1473	(300.00)	1325	300.00	
	1475	(300.00)	1445	300.00	
<u>420- Sewer Fund</u>					
BT175	1484	(1,818.00)	1483	1,818.00	Radio at WWT Plant
BT184	1475	(7,000.00)	1480	7,000.00	Part for Sewer TV Van
BT192	1410	(1,623.00)	1390	1,623.00	Other Supplies
	1453	(250.00)	1435	357.00	
	1453	(200.00)	1448	250.00	
	1453	(357.00)	1450	200.00	
	1110	(80,000.00)	1120	80,000.00	Overtime
	1463	(15,000.00)	1355	15,000.00	Fuel
	1484	(100,000.00)	1475	100,000.00	M&R Buildings
	1484	(9,359.00)	1480	9,359.00	M&R Vehicles
	1494	(4,400.00)	1483	4,400.00	M&R Communications Equip
	1473	(7,000.00)	1265	7,000.00	Training
BT213	1484	(21,000.00)	1350		WWT Chemicals

FY2008 YEAR END FINANCIAL REPORT

				21,000.00	
BT214	1494	(7,400.00)	1405	7,400.00	Temp Services at WWT Plant
BT228	1484	(37,685.00)	1470	37,685.00	UV Pilot Study
BT241	1410	(13,829.00)	1390	300.00	
			1350	13,529.00	Ferrick Chloride - ice melt
BT245	1484	(59,284.00)	1410	59,284.00	Black & Veatch report
BT259	1484	(13,617.00)	1470	13,617.00	Equip Rental
BT261	1484	(50,000.00)	1475	50,000.00	M&R Buildings at Plant
BT262	1475	(7,500.00)	1484	7,500.00	Mark Twain Sewer repairs
<u>430 - Municipal Golf Fund</u>					
BT223	1468	(4,000.00)	1335	4,000.00	Fairways/Greens supplies
<u>460 - Mass Transit Fund</u>					
BT176	1513	(15,692.00)	1305	2,000.00	Office supplies
			1325	1,000.00	
			1410	1,500.00	
			1435	17.00	
			1453	3,000.00	Advertising
			1460	3,000.00	Printing
			1470	2,000.00	Equipment Rental
			1490	3,000.00	Laundry Services
			1493	175.00	
BT209	1513	(40,000.00)	1480	40,000.00	M&R Vehicles
<u>470 - Landfill Fund</u>					
BT242	1410	(21,500.00)	1265	2,500.00	Re-certification
	1475	(100.00)	1375	6,200.00	Street Mnt Supplies
			1435	300.00	
			1453	300.00	
			1463	300.00	
			1465		Electric Service

FY2008 YEAR END FINANCIAL REPORT

		2,000.00	
	1475	2,000.00	M&R Buildings
	1480	6,000.00	M&R Vehicles
	1483	300.00	
	1508	1,600.00	Debt Service
	1478	100.00	
	\$ (924,804)	\$ 924,804	

TIF PROJECT UPDATES
for the Fourth Quarter Ended June 30, 2008

TIF PROJECT NAME	TYPE	PROJECT STATUS	TOTAL APPROVED REIMBURSABLE COSTS				AMOUNT REIMBURSED TO DATE	PROPERTY TAX PROJECTIONS - 4th Qtr PILOTS AS OF REPORT DATE		SALES TAX PROJECTIONS - 4th Qtr EATS AS OF REPORT DATE		MORE THAN/ (LESS THAN) TREND
			ORIGINAL	1ST AMENDED	2ND AMENDED	3RD AMENDED		ORIGINAL	ACTUAL	ORIGINAL	ACTUAL	
North Shoppes - Phases 1 & 2 of North County TIF district. Approved August 2003. Developers-Bob Johnson, RED Development, Buchanan County	IDA Issued Bonds - Paid off in 2028	646,000 square foot shopping center. Except for one pad site, center is complete and fully operational. Buchanan County still has several projects to complete - sidewalks, Green Acres cul-de-sac, etc. Reimbursable costs included Northridge Sewer extension, four lane parkway through the development, sidewalks and landscaping throughout the project, façade enhancements, extraordinary grading to prepare the site, stormwater lagoon, Green Acres repaving and cul-de-sac, pedestrian sidewalks on and off-site.	\$24,285,415	\$25,522,391	\$35,884,772	\$38,217,335	\$33,849,653	\$1,059,910	\$1,101,415	\$2,267,040	\$2,101,100	(\$124,435)
Stockyards Redevelopment (Triumph Foods,LLC). Approved October 2003.	MDFB Issued Bonds - Paid off in 2025	550,000 square foot pork processing facility. Total investment approximately \$130 million. Fully operational. Current employment - 2,000	\$7,000,000				\$6,766,097	\$708,260	\$400,208	\$27,000	\$28,787	(\$306,265)
3rd Street Hotel Development (Holiday Inn) Approved January 2004. Developer: HISJ Holdings LLC	Pay-as-you-go 10-12 years to pay out Developer created TDD to help generate revenues.	Renovation of 170-room hotel to regain Holiday Inn franchise; restaurant conversion for nationally franchised restaurant; landscaping improvements; parking & exterior lighting improvements. Completed except for exterior façade improvements.	\$2,700,000				\$622,177	\$239,350	\$118,460	\$177,450	\$139,286	(\$159,054)
			\$2,500,000 certified. \$200,000 withheld for façade.				Disbursements on hold due to delinquent personal property and real estate taxes. Special Allocation fund balance - \$72,625.93.	Taxes remain unpaid - according to Buchanan County Collector, balance due is \$118,460.36. Receivable set up for year end.			Includes City share of add'l Hotel/Motel taxes and 1 cent TDD tax.	

TIF PROJECT UPDATES
for the Fourth Quarter Ended June 30, 2008

TIF PROJECT NAME	TYPE	PROJECT STATUS	TOTAL APPROVED REIMBURSABLE COSTS				AMOUNT REIMBURSED TO DATE	PROPERTY TAX PROJECTIONS - 4th Qtr PILOTS AS OF REPORT DATE		SALES TAX PROJECTIONS - 4th Qtr EATS AS OF REPORT DATE		MORE THAN/ (LESS THAN) TREND
			ORIGINAL	1ST AMENDED	2ND AMENDED	3RD AMENDED		ORIGINAL	ACTUAL	ORIGINAL	ACTUAL	
Tuscany Towers - Phase 1 Approved September 2005 Developer: JSC Development	Pay-as-you-go 23 years after revenue generation begins	Phase 1 - development of 175,000 sq feet of restaurant, hotel, bank/office, and lifestyle retail use. Reimbursement for new lift station and extension of force mains along east side of I-29 to Cook, extended to Corinth subdivision; extending water service and other utilities; stormwater system; and US169 road/intersection improvements. Much of the infrastructure work complete. No buildings constructed or tenants announced as yet.	\$5,549,042				\$0 No activity.	\$0	\$0	\$5,000	\$0	N/A
EBR/HHS Development Approved October 2005 Developers: EBR Enterprises & HHS Properties	Pay-as-you-go	13.2 acres at intersection of Blackwell Rd & Belt Highway. A mixture of retail and office space. Reimbursable expenses for retaining walls, storm water detention, street lighting, sidewalks, Cronkite Road improvements, landscaping, etc. One restaurant open, two under construction, office/medical bldg under construction.	\$3,297,232	\$5,529,620			\$147,094 Costs certified to date \$1,387,061.13.	\$31,500	\$41,928	\$42,890	\$96,907	\$64,445 Olive Garden open Feb, 2008.
Uptown Redevelopment District - Project A Approved March 2005 Developer: St. Joseph Redevelopment Corp.	Pay-as-you-go 23 years	Demolition of old Heartland Hospital west in order to provide a developable area. Discussions with developer - demolition costs as well as costs related to developing the plan would be reimbursed, however no formal written agreement exists as yet to this effect. Amount would be approx. \$3,072,071 minus any federal grants received for this phase.	See cell under project status description				\$0	\$0	\$0	\$0	\$0	\$0 No construction on project as yet

TIF PROJECT UPDATES
for the Fourth Quarter Ended June 30, 2008

TIF PROJECT NAME	TYPE	PROJECT STATUS	TOTAL APPROVED REIMBURSABLE COSTS				AMOUNT REIMBURSED TO DATE	PROPERTY TAX PROJECTIONS - 4th Qtr PILOTS AS OF REPORT DATE		SALES TAX PROJECTIONS - 4th Qtr EATS AS OF REPORT DATE		MORE THAN/ (LESS THAN) TREND
			ORIGINAL	1ST AMENDED	2ND AMENDED	3RD AMENDED		ORIGINAL	ACTUAL	ORIGINAL	ACTUAL	
Mitchell Avenue Corridor Approved June 2006 Developer: American Family Insurance Company	Pay-as-you-go 23 years	In order to serve an expanded AFI building and to improve access to the entire TIF district, a new gravity flow sewer was installed and improvements to Mitchell Avenue are being completed. Improvements benefit AFI, Mo Western University, and any future development along the Mitchell Avenue Corridor.	\$3,974,270	\$5,272,673			Bonds \$1,390,573.49 Pay as you go \$60,342	\$0	\$347,668	\$0	\$1,076	\$348,744
				Approved by SO 7224 on 12/3/07/bond issuance per SO7361 on 5/19/08.							Franchise Tax EATS only.	
Uptown Redevelopment - Ryan Block Project Approved December 2006 Developer: Olin Cox	Pay-as-you-go 23 years	The first project within the Frederick Avenue TIF District established under the Uptown Redevelopment umbrella. The developer intends to rehab two buildings, 1137-1141 Frederick into 3300 sq ft of commercial space below and 6,600 sq ft of apartments on top two floors. The bldg at 1125 Frederick will be demolished to provide a parking lot. Reimbursable costs include lot paving, upgrades to renovations, & facade improv.	\$317,767				\$0 No reimbursement request has been submitted.	\$0	\$0	\$0	\$0	\$0 No reimbursement request has been submitted.
									PILOTS, if any, not collectible until January 2008	No activity.		
East Hills Redevelopment Project - TIF Approved Dec, 2007 - Redevelopment Agreement Approved 1/3/08	Bond to be issued	Project to include remodel exterior of JC Penney's, Sears and Dillards. Also includes remodel of three mall entrances, lifestyle center, a new big box store, renovation of existing tenant spaces. Public infrastructure improvements includes traffic signals at Belt & Frederick, Frederick & Sherman. crosswalk signals, upgrade existing right-of-way, public bus stop. The project also will address underground storm water concerns.	Total Reimbursable Costs - \$45,113,678 Per SO7242 passed 1/3/08.	Total Reimbursable Costs - \$46,539,416 with \$30,897,042 TIF & \$15,642,374 from proposed CID Per SO7279 passed 2/11/08.			\$0 No reimbursement request has been submitted.	\$0	\$0	\$0	\$0	\$0 CID sales tax (1%) approved effective 10/1/08 - to generate \$15,642,374 for project costs. EATS not projected until late 2009. First CID revenues expected December, 2008.

TIF PROJECT UPDATES
for the Fourth Quarter Ended June 30, 2008

TIF PROJECT NAME	TYPE	PROJECT STATUS	TOTAL APPROVED REIMBURSABLE COSTS				AMOUNT REIMBURSED TO DATE	PROPERTY TAX PROJECTIONS - 4th Qtr PILOTS AS OF REPORT DATE		SALES TAX PROJECTIONS - 4th Qtr EATS AS OF REPORT DATE		MORE THAN/ (LESS THAN) TREND
			ORIGINAL	1ST AMENDED	2ND AMENDED	3RD AMENDED		ORIGINAL	ACTUAL	ORIGINAL	ACTUAL	
<p>Developer Agreement - The Commons Approved July, 2007 Developer: Earthworks Excavation Company</p> <p>Community Improvement District (CID) Cooperation Agreement approved per SO7256 (1/14/08). Yet to establish CID tax rate. Approval of bond issuance approved per SO 7257 (1/14/08).</p>	CID Bonds	Project to include development of 612,780 square feet of retail and office space upon 73 acres of land at intersection of Interstate 29 and South 169 Highway. Under construction.	\$6,503,977				\$157,287	\$0	\$6,834	\$0	\$194,606	\$201,440
			<p>City reimburseable \$5,754,977.36 CID tax to pay for \$749,000.00 per SO7255 (1/14/08).</p>				<p>All approved reimbursable costs have been submitted and approved. As of this date, CID Bonds have not been issued.</p>		<p>Journal Entry to record in April, 2008.</p>		<p>Includes June 30, 2008 accruals.</p>	