

# FY 2010 Preliminary Financial Results

Report to City Council  
September 14, 2010

# **\$3.0 Million in Uncommitted Savings**

- **As a result of careful fiscal management and expenditure control, the City has \$3.0 million in additional uncommitted savings in FY 2010**
  - Disposition of those savings will be proposed in October for City Council consideration

# Reasons for \$3.0 Million Savings

- **General Fund revenues \$8.1 million lower than the original budget estimates**
  - Decline in revenues projected early in the year
  - Decline primarily due to:
    - Lower real estate taxes (\$5.4 million)
    - Less aid from the Commonwealth (\$2.0 million)
  - At year-end, revenues within 0.1% of January 2010 estimates

# Revenue Shortfall Required Expenditure Reductions

- **Careful fiscal management and expenditure control**
  - Achieved \$17.7 million in total gross General Fund expenditure savings from budgeted amounts
  - Partially used to cover \$6.6 million in unexpected City General Fund costs for the December and February snow storms of last winter

# Sources of Savings

- **The majority of the savings came from 4 areas of the budget:**
  - METRO Subsidies (\$3.1 million)
  - Debt Service (\$3.0 million)
  - Department of Human Services (\$5.2 million)  
(including \$2.3 million in Comprehensive Services Act for Foster Care and Special Education)
  - Personnel Compensation (\$1.5 million)
- All departments spent less than they had budgeted for FY 2010

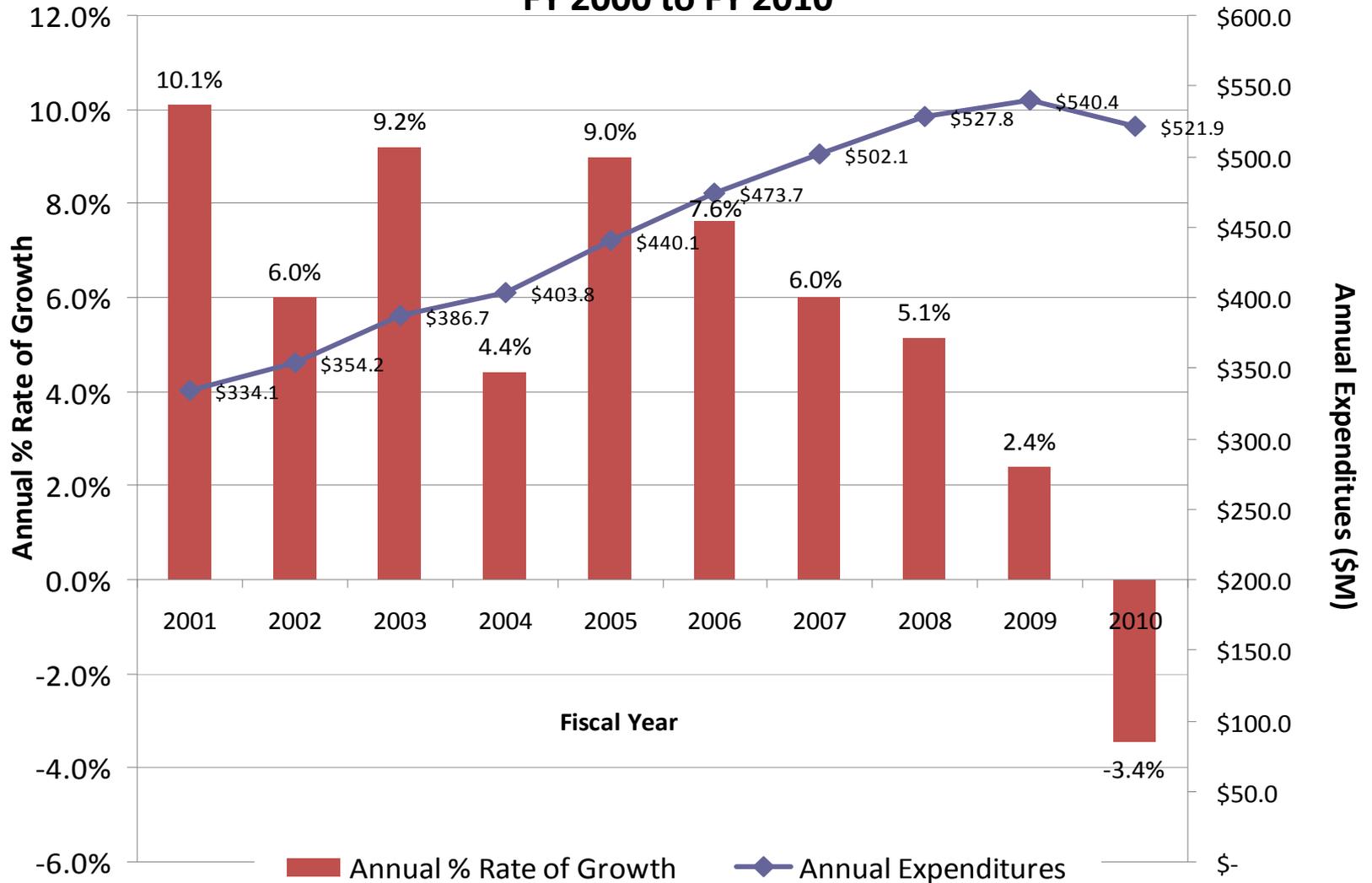
# **Real Estate Tax Rate Increase Not Used to Balance FY 10 Budget**

- **The 7.5 cent real estate tax rate increase effective in June 2010 raised \$11.8 million in FY 2010 as planned**
- **Council has already committed this amount for:**
  - Capital Improvement Program (\$11.0 million)
  - Storm water management activities (\$0.8 million)

# Summary of FY 2010 Financial Results

Revenue Below Budget	-\$8.1 million
Snow Storm Expenses	-\$6.6 million
Expenditure Savings	+\$17.7 million
<b>Net Additional Savings</b>	<b>+\$3.0 million</b>
Tax Rate Increase	+\$11.8 million
Commitments Already Made	-\$11.8 million

## History of General Fund Actual Expenditures FY 2000 to FY 2010



## History of General Fund Actual Expenditures Per Capita Inflation Adjusted Basis FY 2000 to FY 2010

