

City of Bellingham Financial Report December 31, 2007

Presented by:

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Finance Director

March 3, 2008

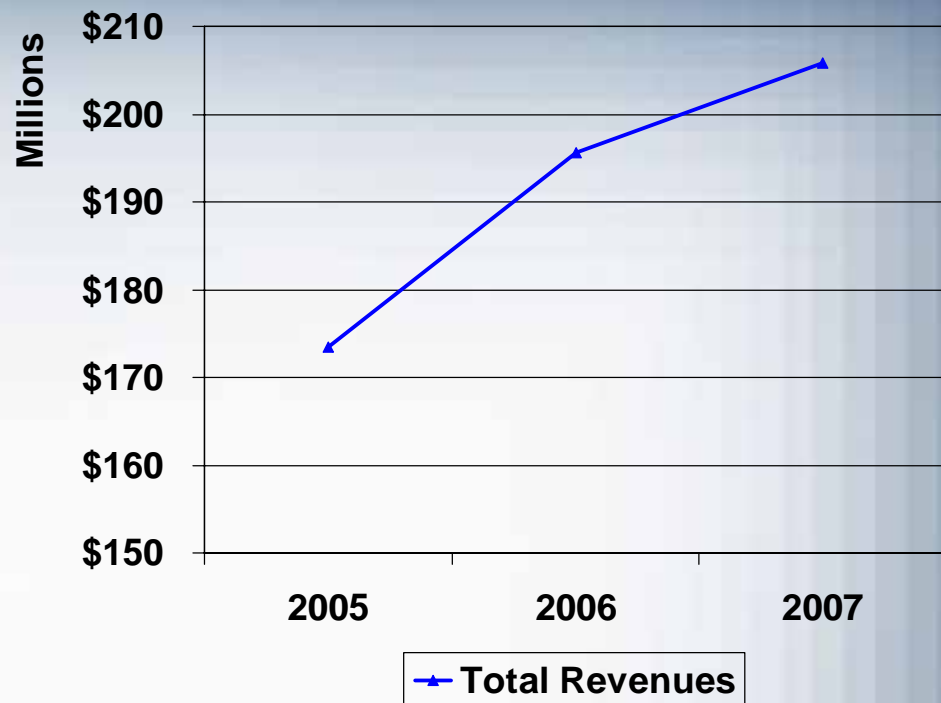


Financial Report Outline

- **Citywide – Revenues & Expenditures**
- **Overview of Specific Funds**
 - **General Fund**
 - **Development Services Fund**
 - **Public Works Funds**
- **Investment & Debt Summary**
- **Overall City Financial Status**

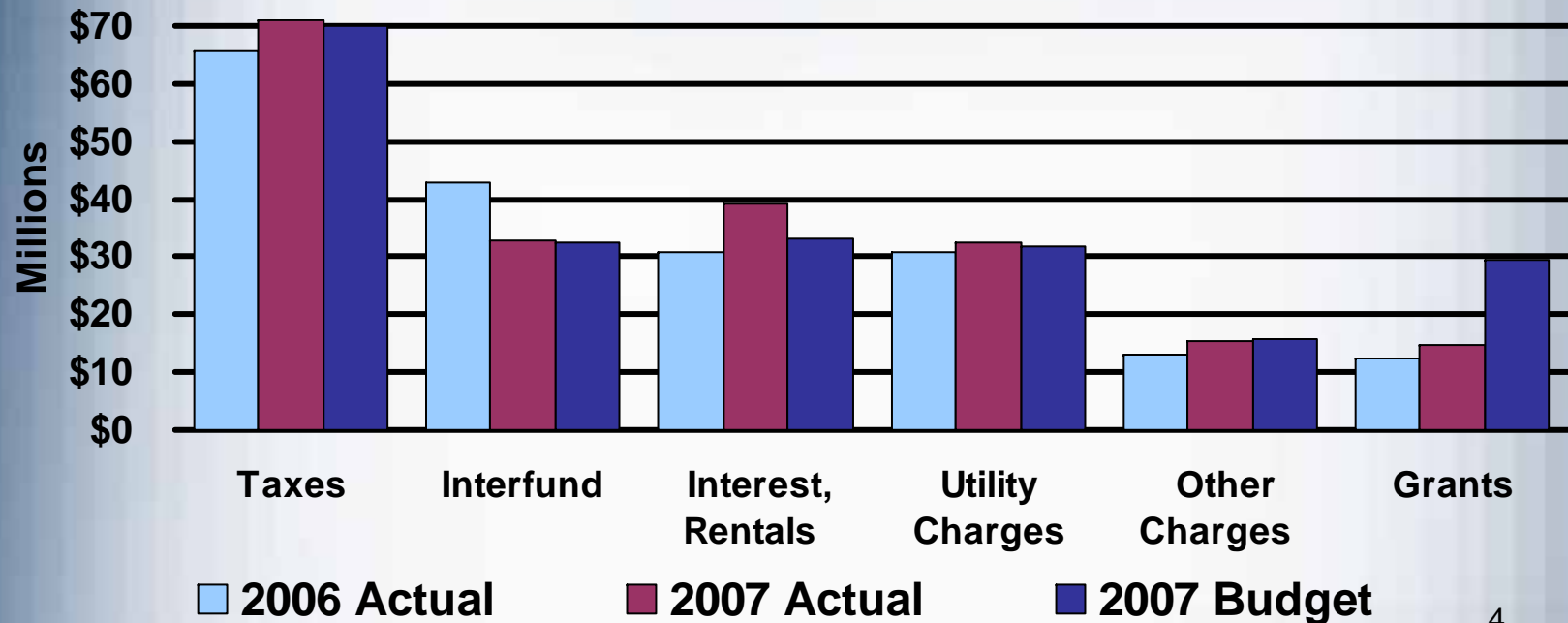
Revenues -Citywide

- Revenues exceeded \$205.8 million
 - Up 5%
 - 97% of budget
 - Growth rates slowed



Citywide Revenues

2006	\$195.6 million
2007	\$205.8 million
2007 Budget:	\$212.6 million

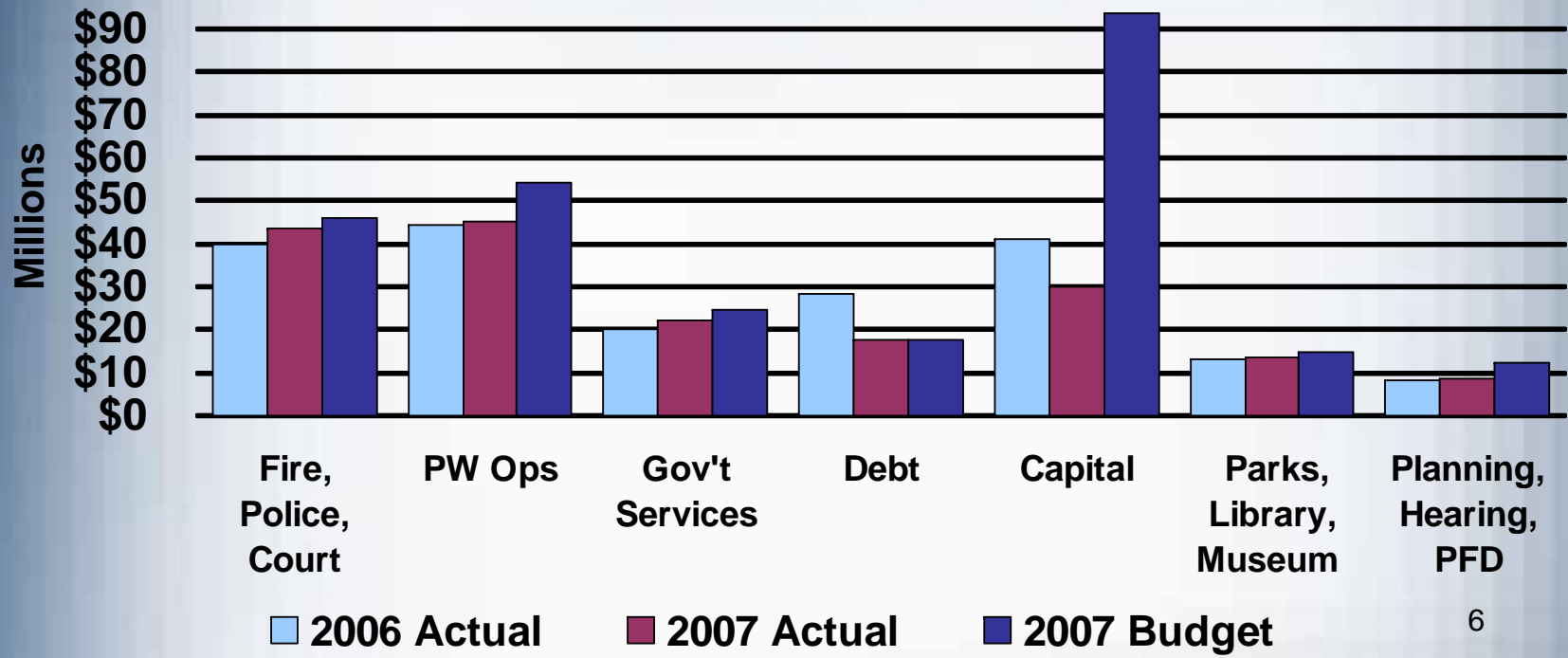


Expenditures-Citywide

- **Expenditures \$181.6 million**
 - **Operational Expenses \$134 million**
 - Up 7% from prior year
 - All Depts. below budget
 - **Capital Expenditures down**
 - Only 1/3rd of budget
 - \$30 million spent, down from \$41 million

Citywide Expenditures

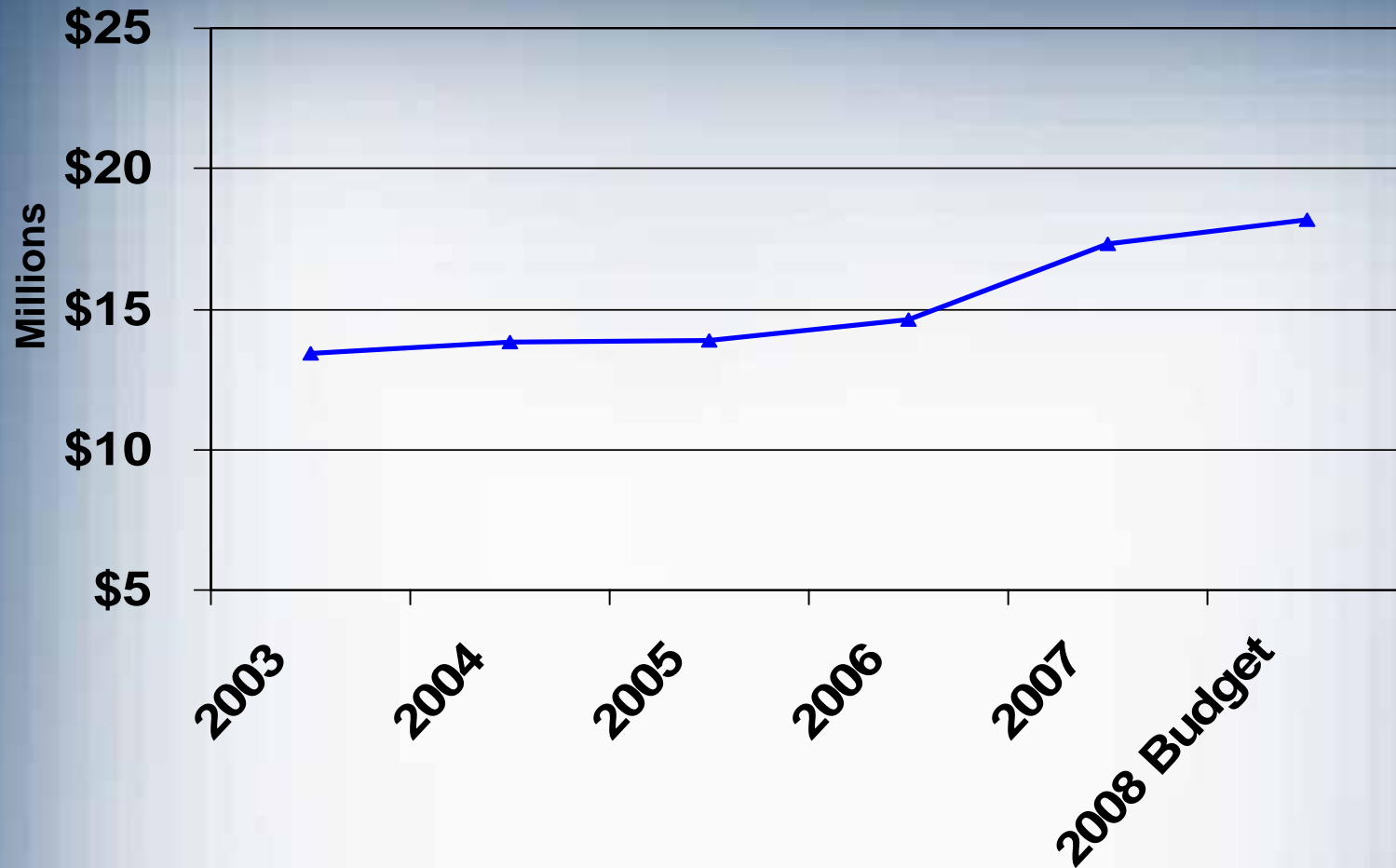
2006	\$195.2 million	
2007	\$181.6 million	7% Decrease
2007 Budget:	\$263.7 million	69% of Budget



Tax Revenues - 2007

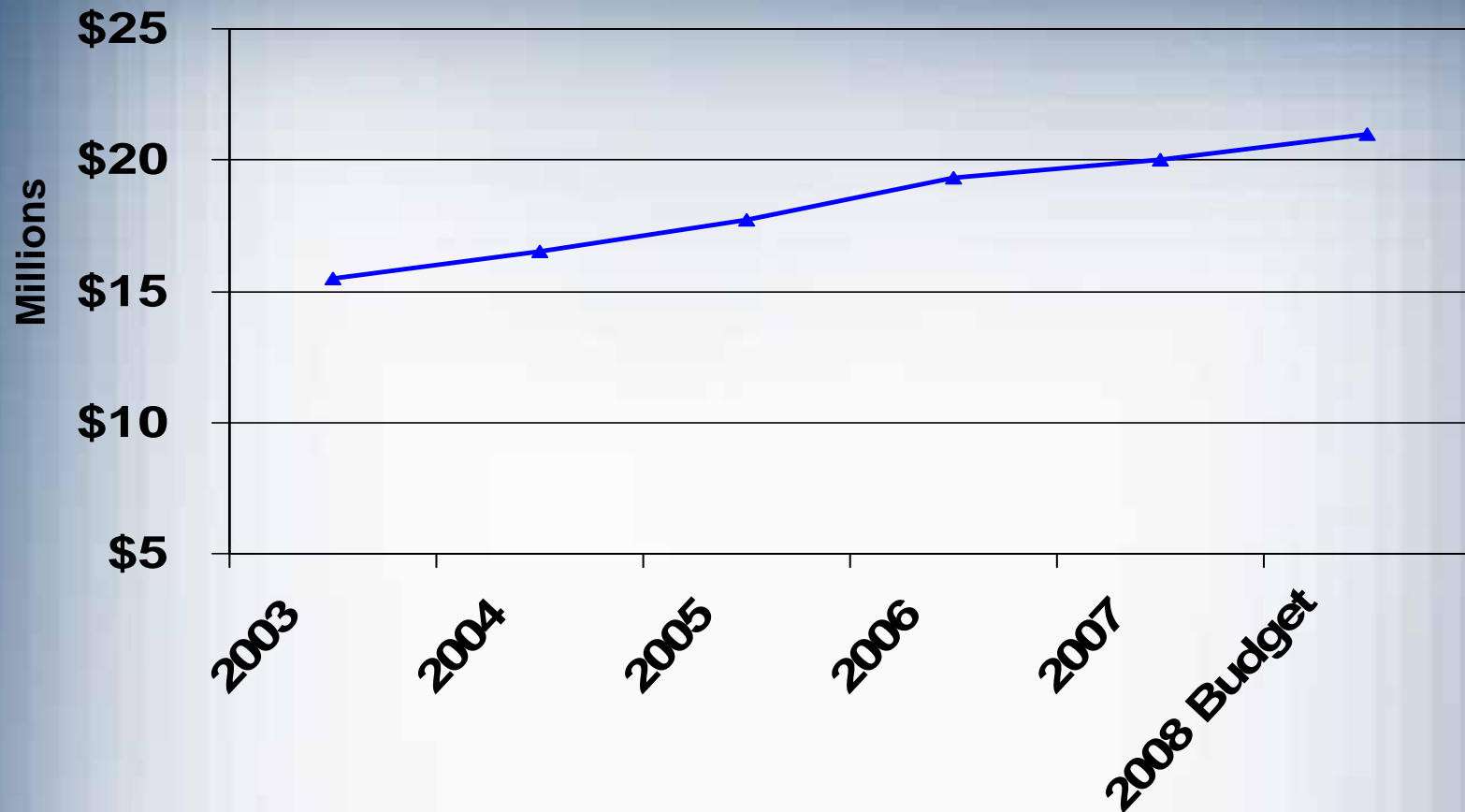
Source	Actual	Budget	Variance
Property Tax	\$ 17,342,512	\$ 17,117,730	\$ 224,782
Utility Taxes	13,407,313	12,488,381	918,932
Tourism	1,041,222	907,944	133,278
Sales Tax	20,049,404	20,575,865	(526,461)
B&O Tax	12,197,797	12,250,000	(52,203)
REET Taxes	4,055,925	4,299,634	(243,709)

Property Tax Revenue



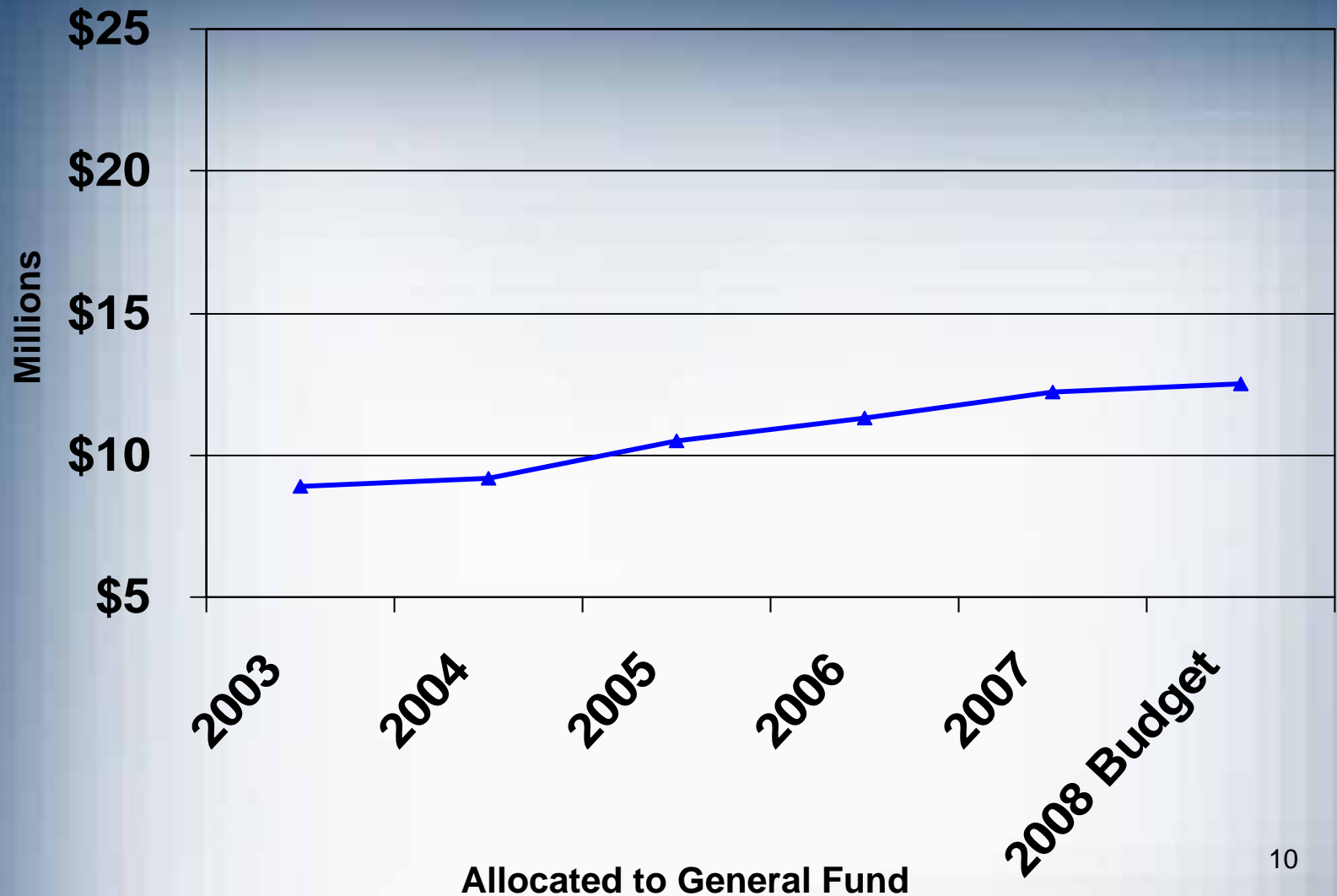
Allocated to General Fund, Greenways, Fire Pension, and Voted Debt⁸

Sales Tax Revenue

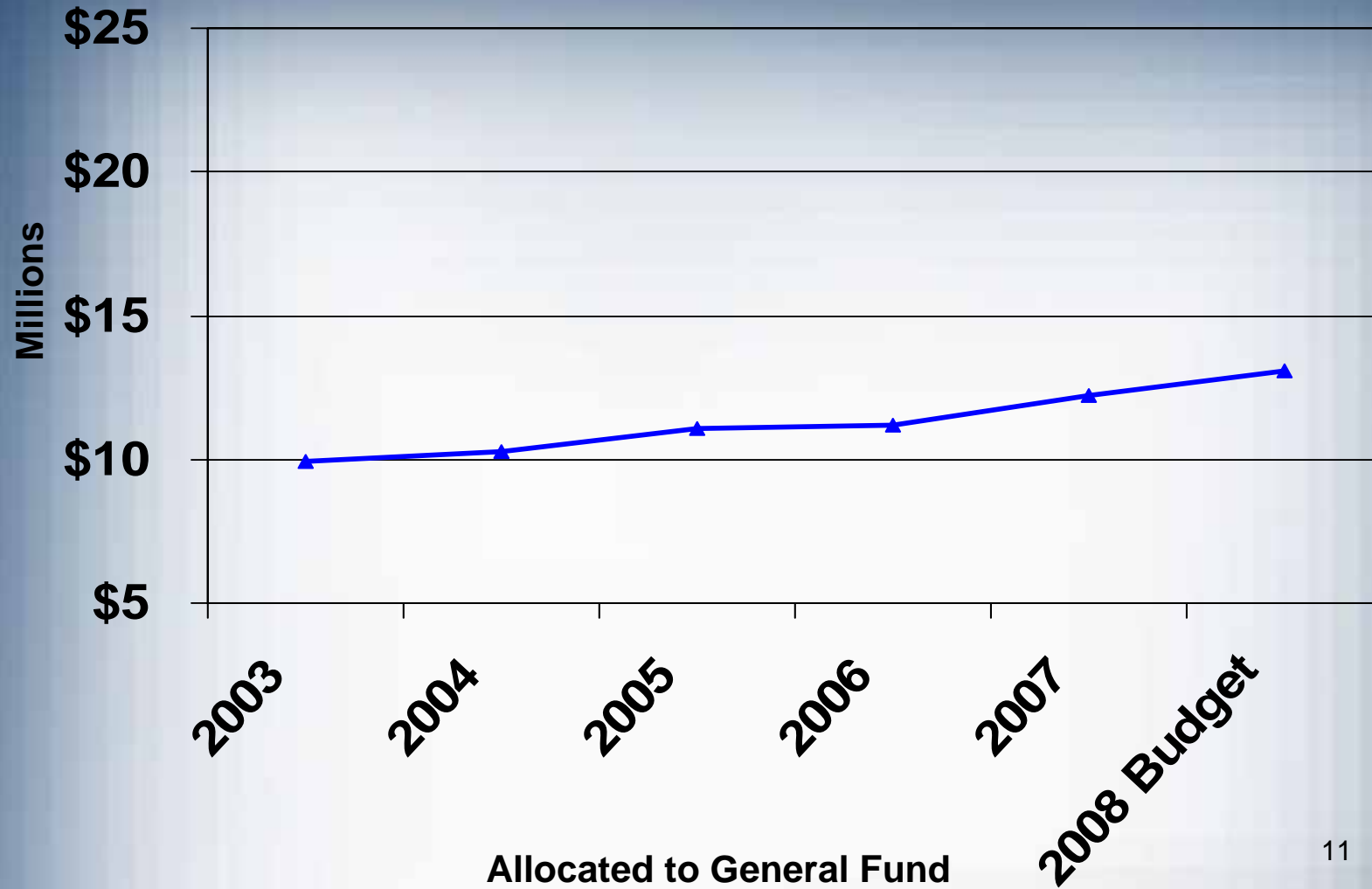


Allocated to General Fund, Streets, and PFD

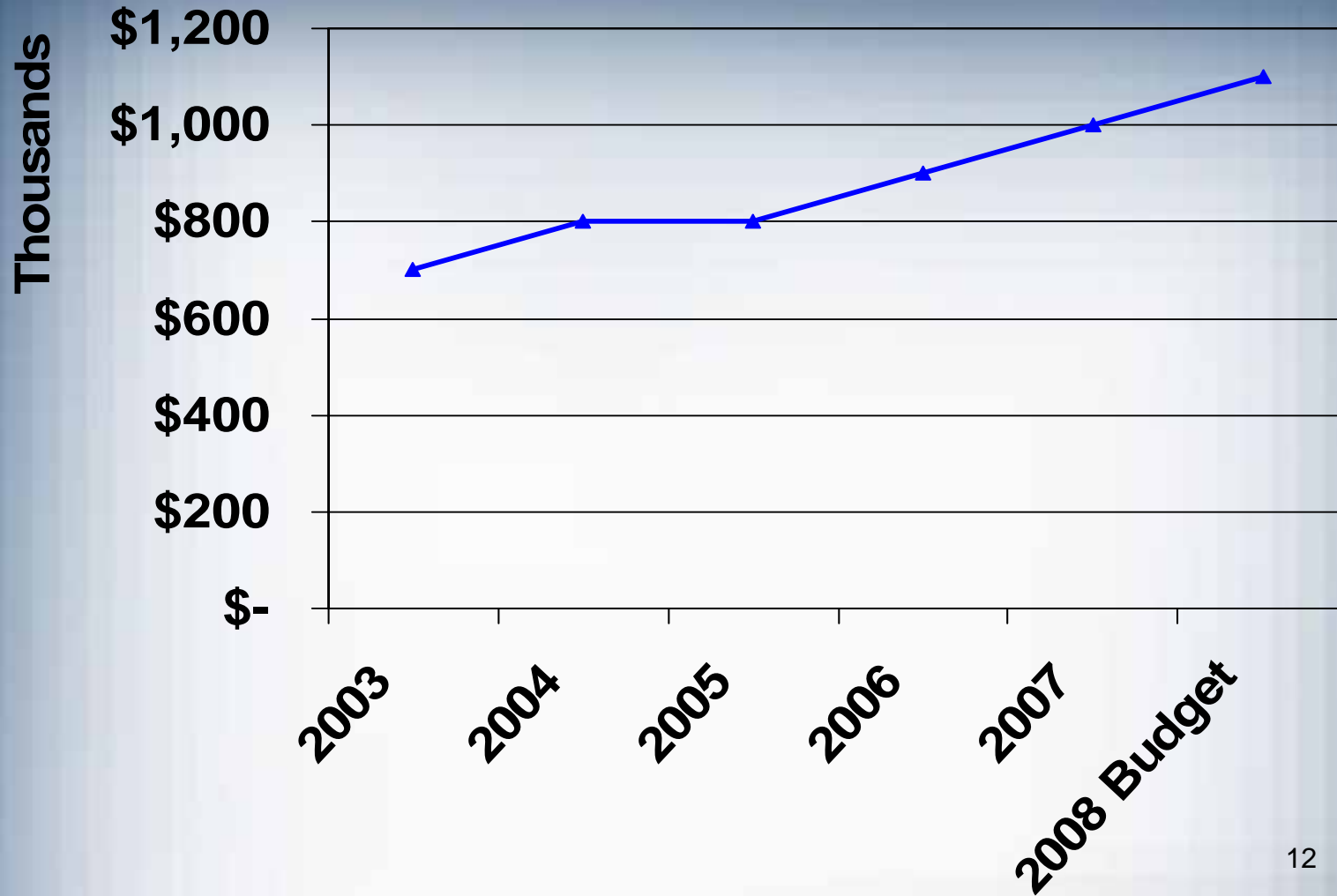
B & O Tax Revenue



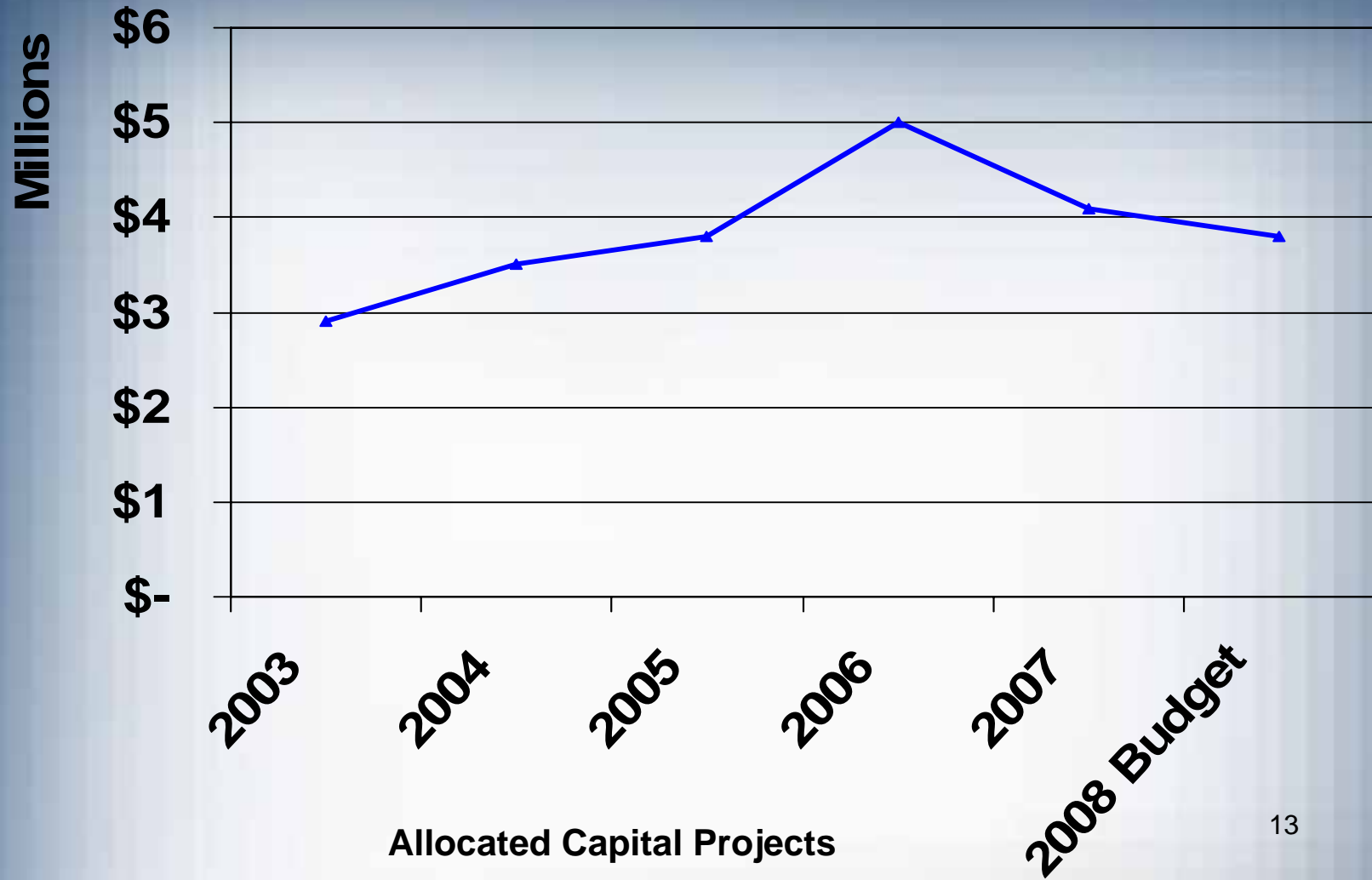
Utility Tax Revenue



Tourism Tax Revenue



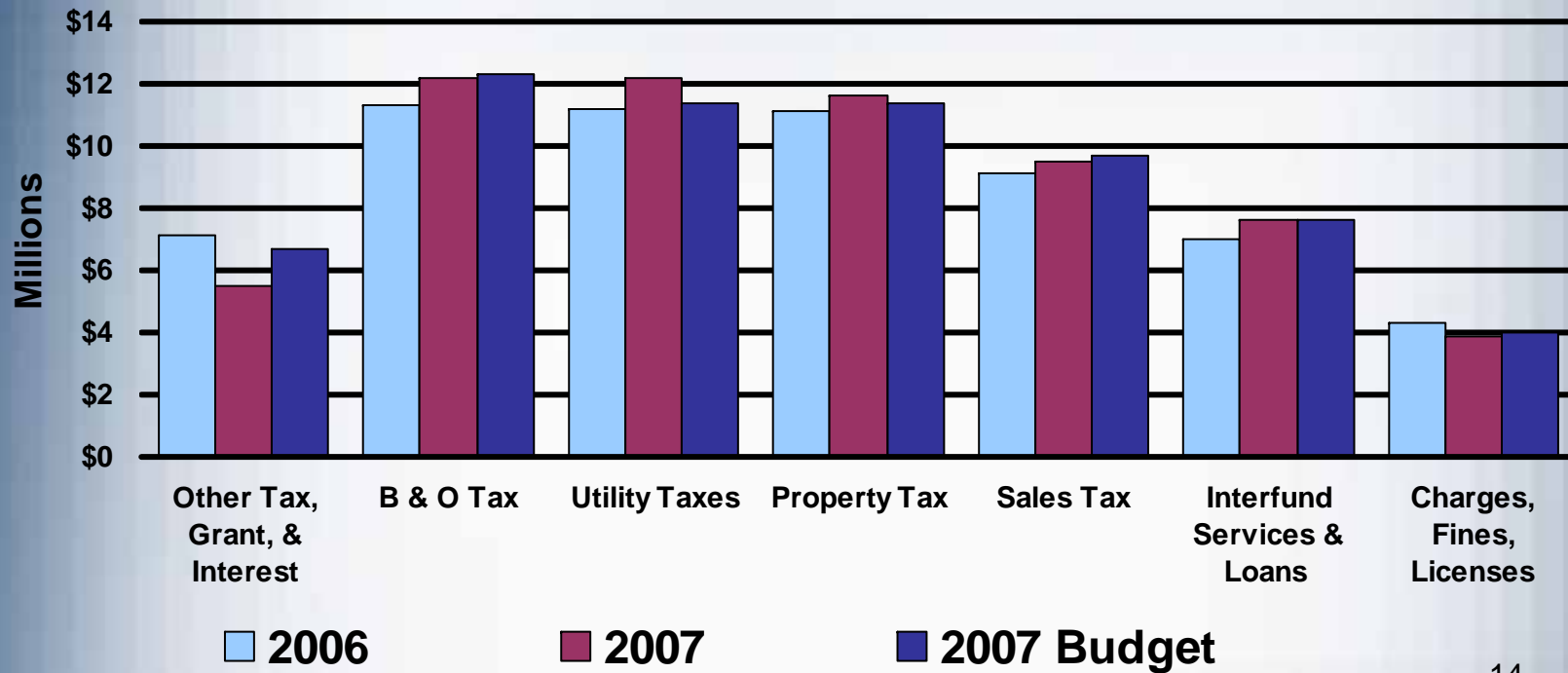
Real Estate Excise Tax



Allocated Capital Projects

General Fund Revenues

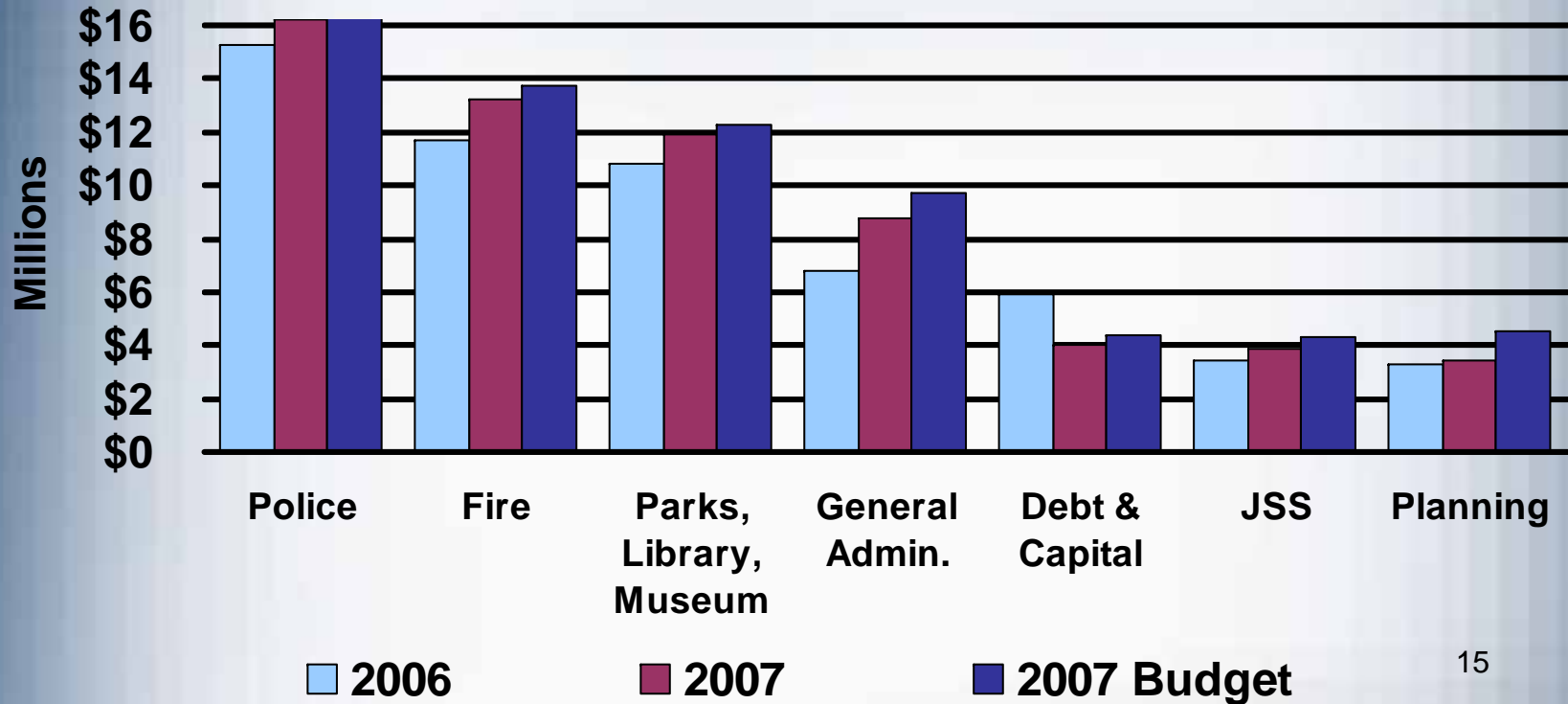
2006	\$ 61 million	
2007	\$ 62.5 million	3% Increase
2007 Budget:	\$ 63 million	99% of Budget



Note: Before Insurance Settlement of \$7.8 million

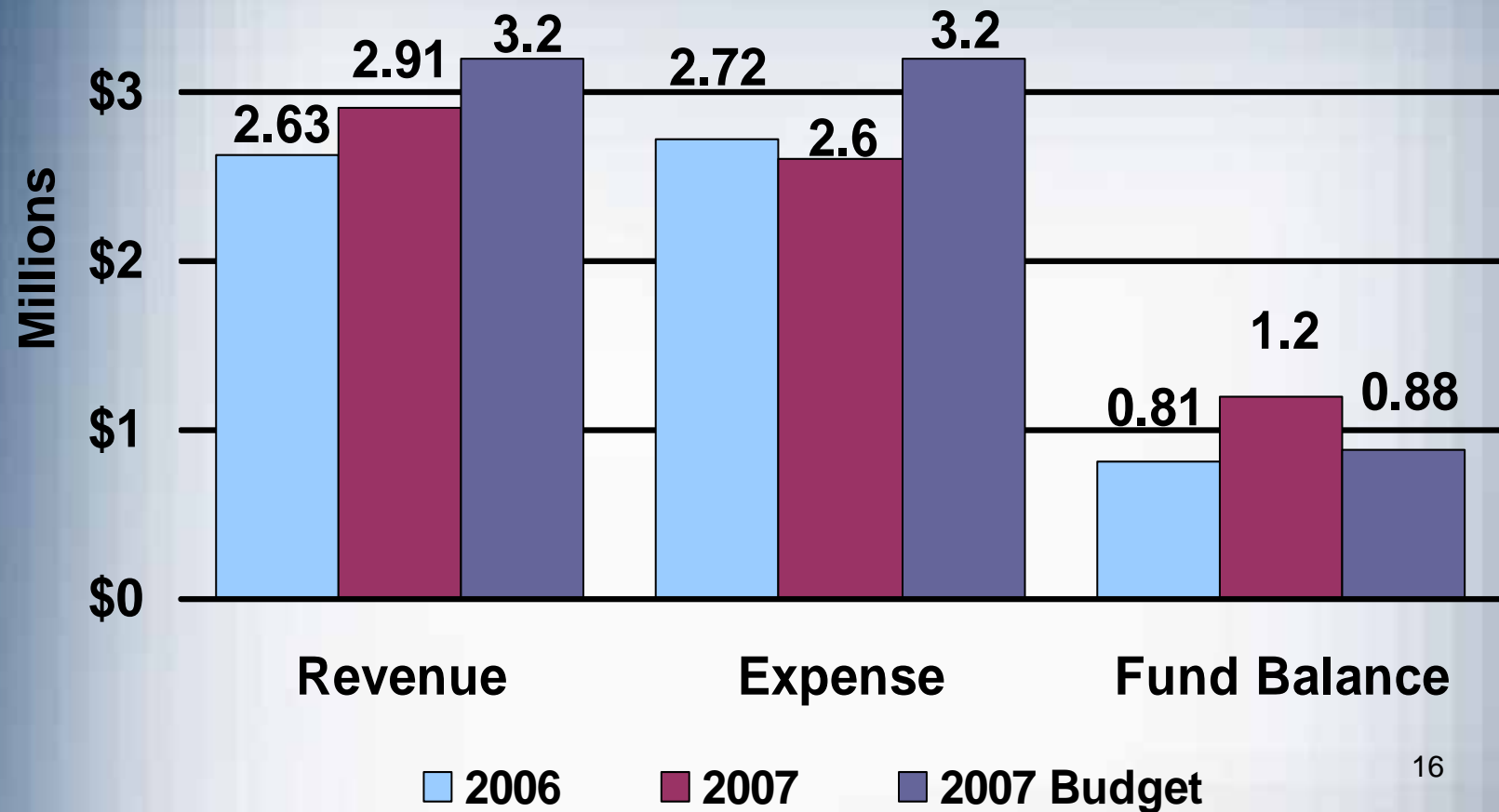
General Fund Expenditures

2006	\$ 57.3 million	
2007	\$ 61.5 million	7% Increase
2007 Budget:	\$ 66.2 million	93% of Budget



Development Services Fund

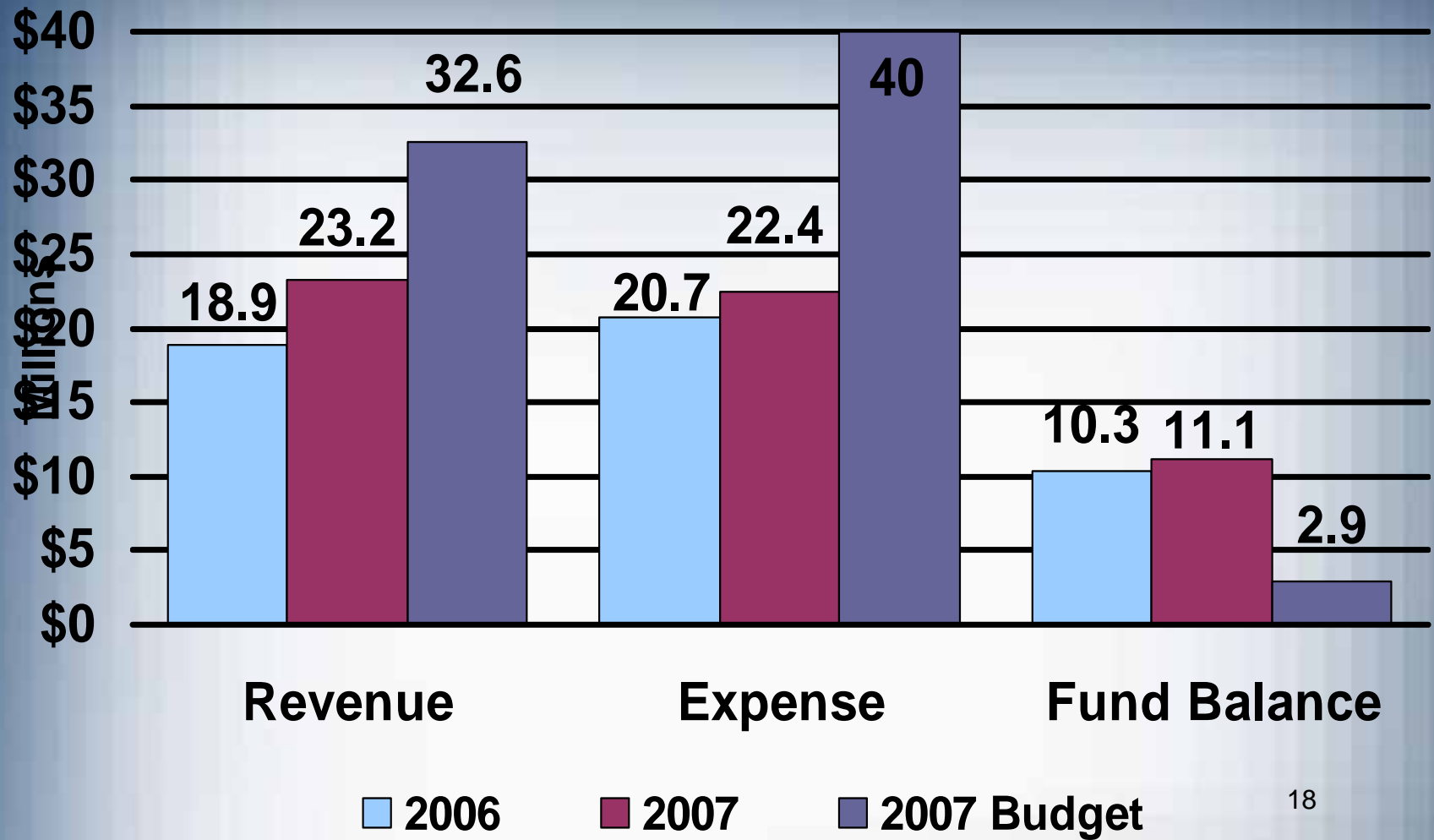
Revenue, Expense, & Fund Balance



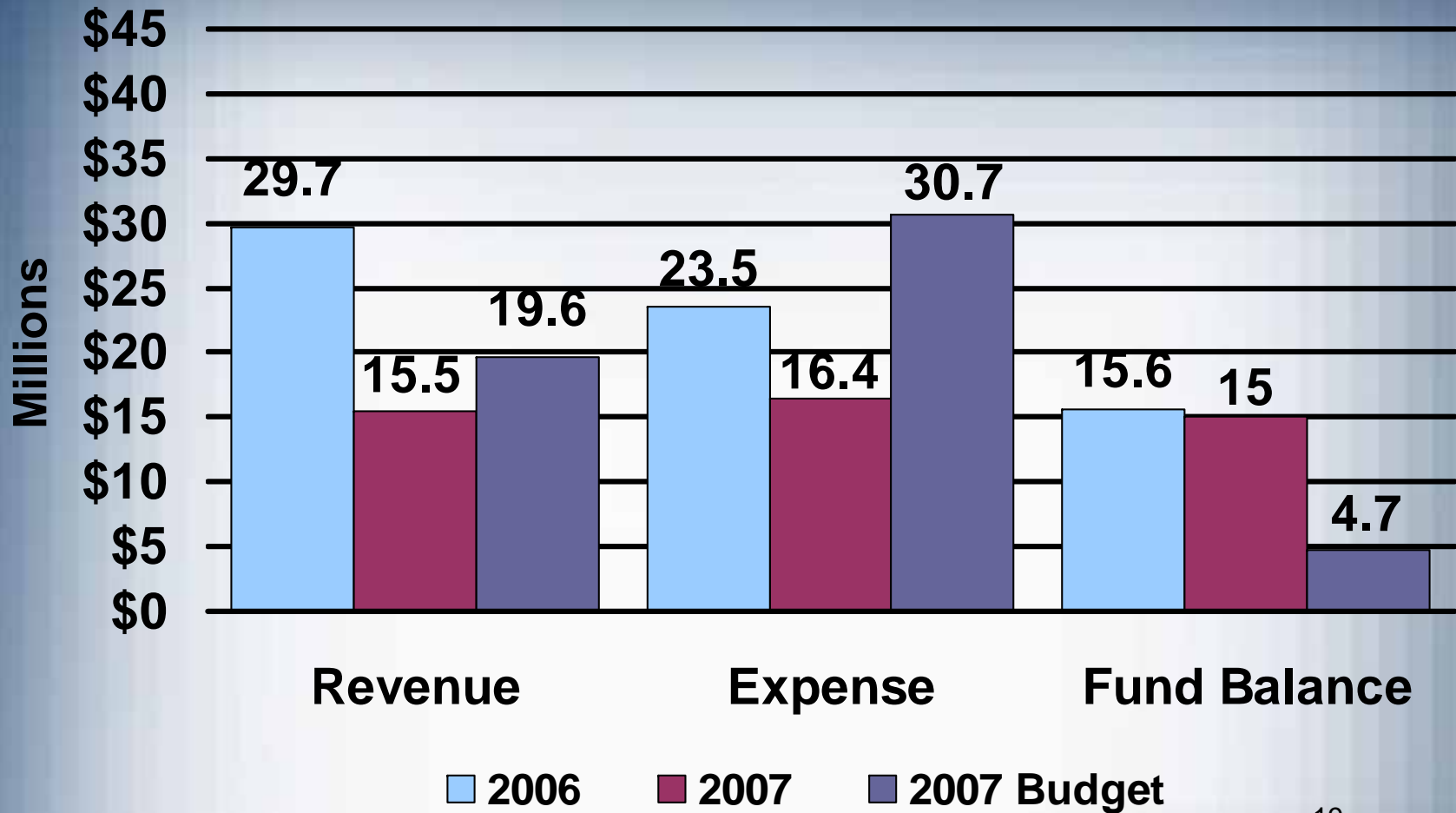
Developmental Services Activity

<u>Permit Activity</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Permits	1,142	914	946
Units	972	510	533
Valuation (\$millions)	\$195	\$136	\$200

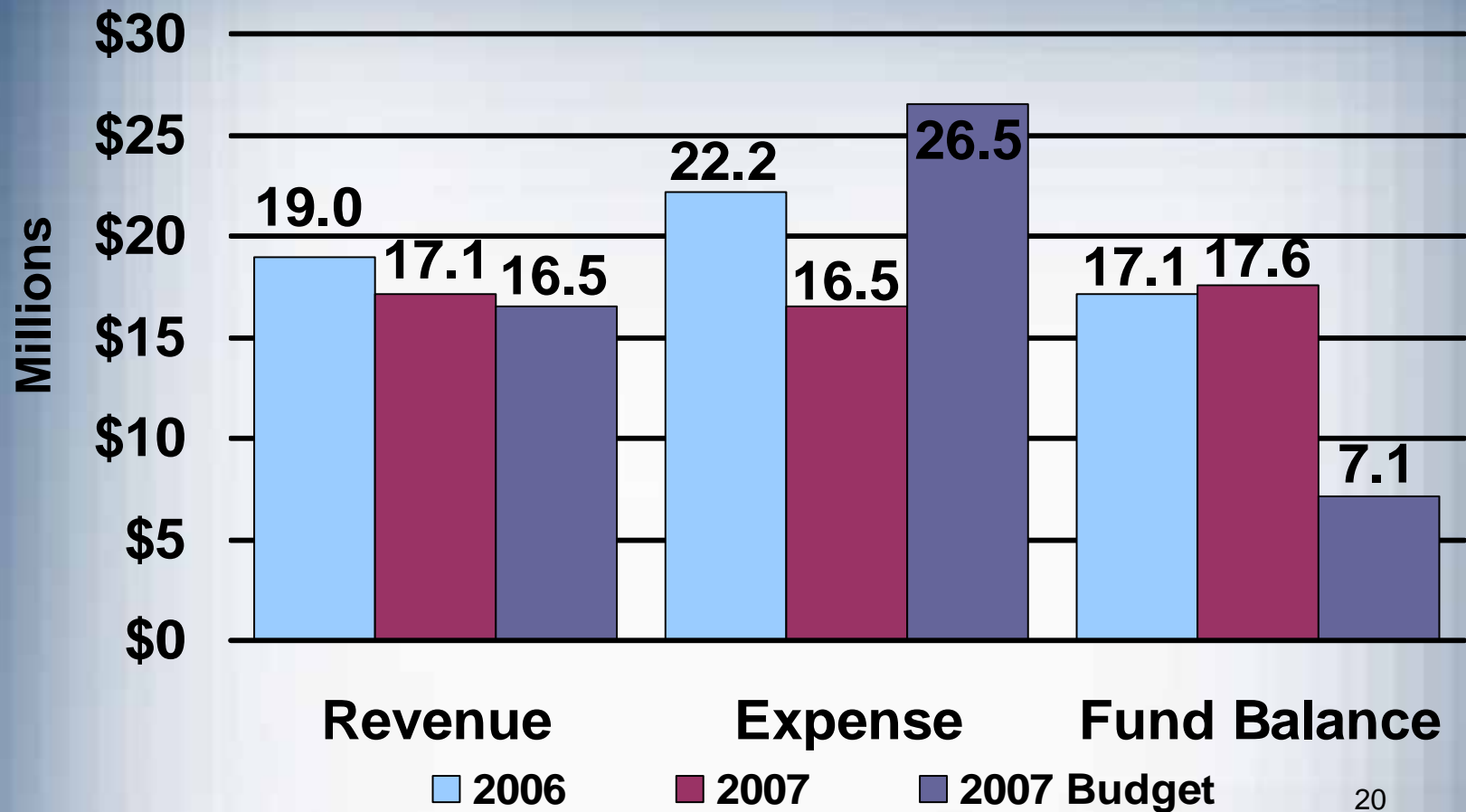
Street Fund



Water Fund



Wastewater Fund



Investment & Debt Summary

December 31, 2007

Citywide Cash & Investments

- **Total invested \$157.5 million**
 - **Interest Earnings \$6.7 million**
- **Investment makeup**
 - **Federal Agencies 58%**
 - **Municipal Bonds 5%**
 - **State Investment Pool 20%**
 - **Municipal Investor Acct. 17%**

Investment yields at 12/31/2007

- **City Portfolio** **4.87%**
- **Comparables:**
 - **2 yr U.S. Treasury Ladder** **4.59%**
 - **State Investment Pool** **4.56%**
 - **Fed funds rate** **4.25%**
 - **Six month T-Bill** **3.23%**

City Financial Environment

- **2007 Good year but with some caution**
- **Revenue growth slowing**
- **Expenses rising faster than inflation**