

CITY OF BELLINGHAM

NOVEMBER 2008 FINANCIAL REPORT

Highlights

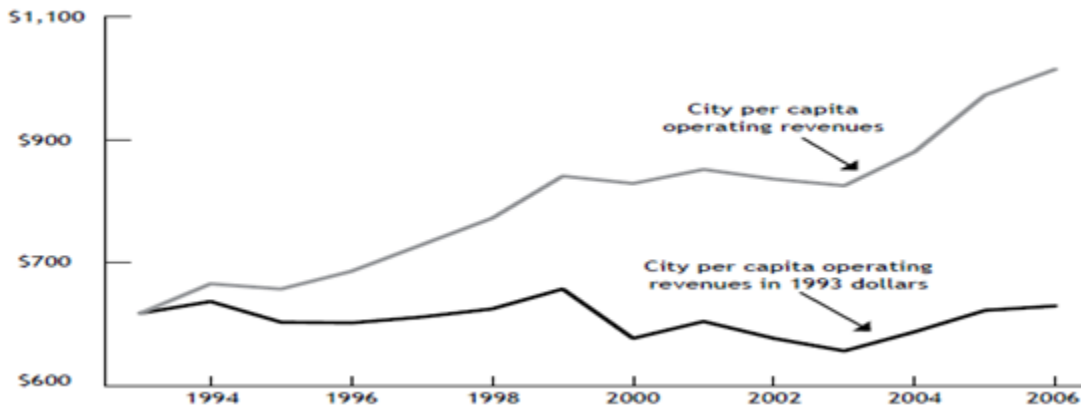
- Citywide revenues of \$185.1 million are 81% of the annual budget. Operating expenditures of \$133.4 million are 78% of the annual budget. Capital expenditures of \$33 million are 30% of the capital budget.
- General Fund revenues of \$60.1 million are 90% of the annual budget. General Fund operating expenditures of \$58.6 million are 82% of the annual budget.
- The City had \$148.8 million invested earning an average of 4.26%, compared to earnings of 4.99% at this time last year.
- Printed copies of this report are available to the public in the Finance Office. Copies of this and prior months reports are posted on the Finance website at: <http://www.cob.org/finance/reports.htm>

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Citywide – Cash & Investments			Citywide – Investment Interest Received			General Fund Total Expenditures 11/30/08		
11/30/2008	\$	150,596,559	11/30/2008	\$	5,690,064	Budget (Annualized)	\$	74,386,350
11/30/2007		145,246,188	11/30/2007		6,052,588	Actual to Date		67,183,804
Increase	3.7%	\$ 5,350,371	Decrease	-6.0%	\$ (362,524)	Surplus	9.7%	\$ 7,202,546
General Fund – Sales Tax Collected			General Fund - Utility Taxes Collected			General Fund - B & O Tax Collected		
11/30/2008	\$	8,627,606	11/30/2008	\$	11,428,664	11/30/2008	\$	11,405,857
11/30/2007		8,721,276	11/30/2007		11,122,257	11/30/2007		11,659,376
Decrease	-1.1%	\$ (93,670)	Increase	2.8%	\$ 306,407	Decrease	-2.2%	\$ (253,519)

Washington City Per Capita Operating Revenue 1993 through 2006 (Actual & Adjusted for Inflation)

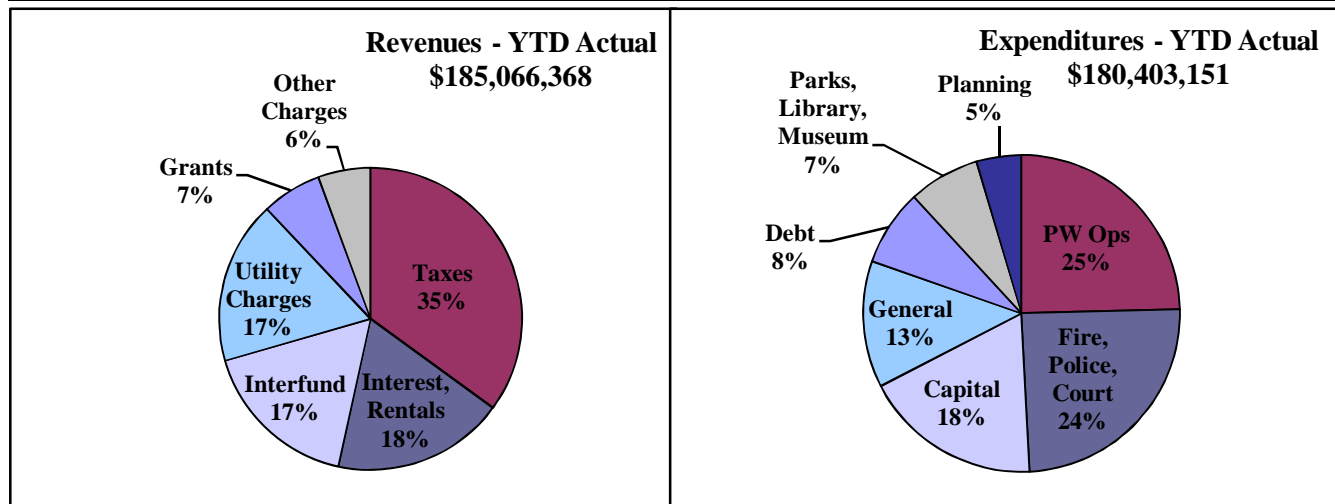


*Data from Association of Washington Cities/State Auditor's Office of Local Government Financial Reporting System

Please refer questions or comments on Financial Reports to: John Carter, Finance Director or Kipp Drummond, Accounting Manager

November 2008
City of Bellingham
Citywide, All Funds, Combined Operating Statement

	Prior YTD	Current YTD	Percent Change	Revised Budget	Percent Act/Bud
Budgeted Beginning Balance	\$ 122,619,638	\$ 139,937,693	14%	\$ 139,937,693	100%
Revenues					
Property Taxes	16,340,478	17,314,278	6	17,797,545	97
Sales Tax	17,355,411	17,220,566	-1	19,864,000	87
B & O Tax	11,659,376	11,405,857	-2	12,469,000	91
Utility Taxes	12,284,423	12,610,360	3	14,388,881	88
Other Taxes	(1) 7,505,342	6,202,427	-17	7,589,225	82
Grants, Entitlements, Revenue Sharing	(2) 12,197,782	11,900,065	-2	39,510,273	30
Utility Charges for Services	30,120,419	32,215,640	7	34,634,343	93
Other Charges, Fines, Permits, Licenses	(3) 13,431,276	10,414,405	-22	13,923,721	75
Interest, Rentals, Bonds, Other Revenues	(4) 22,850,160	34,088,909	49	31,835,229	107
Interfund Sales & Service	21,742,184	23,429,728	8	25,335,393	92
Interfund Loans & Transfers	(5) 6,233,350	8,264,133	33	10,028,770	82
Total Revenues	171,720,201	185,066,368	8	227,376,380	81
Operating Expenditures					
General Governmental Services	20,053,741	23,304,409	16	29,219,874	80
Fire, Police, Municipal Court	(5) 39,129,031	44,312,742	13	51,833,794	85
Public Works Operations	40,703,293	44,393,044	9	61,299,179	72
Planning, Hearing Examiner	7,303,892	8,241,392	13	12,272,192	67
Libraries, Museums, Parks	12,266,772	13,181,909	7	16,294,864	81
Total Operating Expenditures	119,456,729	133,433,496	12	170,919,903	78
Capital and Debt Expenditures					
Capital Expenditures	(4) 23,877,222	32,972,632	38	109,299,321	30
Debt Service, Loans, Transfers	11,655,109	14,012,023	20	21,396,083	65
Total Capital and Debt Expenditures	35,532,331	46,984,655	32	130,695,404	36
Total Expenditures	154,989,060	180,418,151	16	301,615,307	60
Projected/Budgeted Ending Balance	\$ 139,350,779	\$ 144,585,910	4%	\$ 65,698,766	220%



(1) 2008: Decrease in real estate excise taxes of \$872K through 11/30/2008.

(2) 2007: More grant funded activity in 2007 than 2008 including Sunset Drive project.

(3) 2007: Park Impact Fees \$1.36 million; Trillium Cordata Fee \$962K.

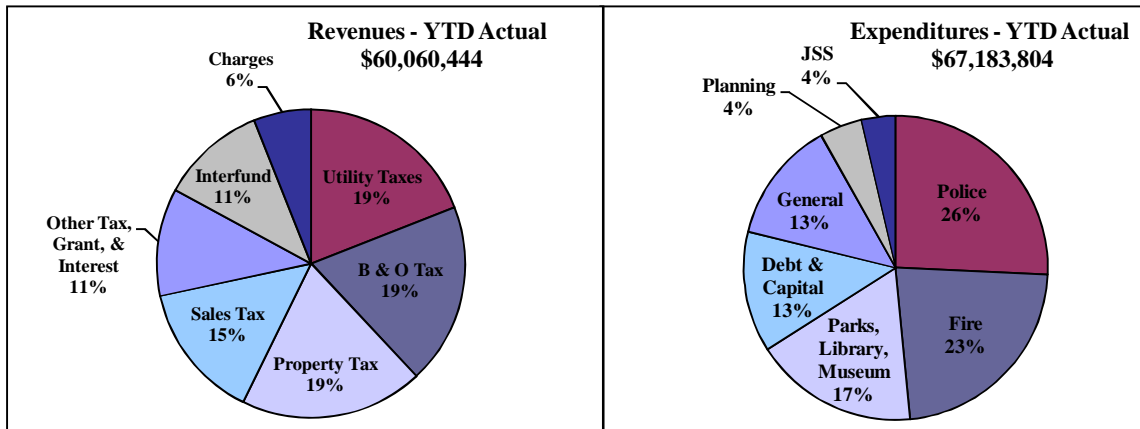
(4) 2008: Includes interfund purchase and sale of the Cornwall property (\$2.45 million in January) and Colony Wharf property (\$3.3 million in March) and an August bond issuance of \$6.04 million to purchase watershed property.

(5) 2008: Interfund loan between fire and pension funds resulting in a revenue and expense of \$2.25 million for fire truck replacements.

Note: Beginning in 2008, the Bellingham-Whatcom Public Facilities District (PFD) is no longer reported in Citywide Funds. Adjustments to prior year numbers have been made to maintain comparability.

November 2008
City of Bellingham
General Fund Operating Statement

	Prior YTD	Current YTD	Percent Change	Revised Budget	Percent Act/Bud
Budgeted Beginning Balance	\$ 16,482,153	\$ 25,481,318	55%	\$ 25,481,318	100%
Revenues					
Property Tax	10,897,202	11,565,089	6	11,896,000	97
Sales Tax	8,721,276	8,627,606	-1	9,934,000	87
B & O Tax	11,659,376	11,405,857	-2	12,469,000	91
Utility Taxes	11,122,257	11,428,664	3	13,108,881	87
Other Taxes	2,747,738	2,742,465	0	2,842,955	96
Grants, Entitlements, Revenue Sharing	1,562,483	1,666,326	7	3,344,552	50
Charges, Fines, Permits, Licenses	3,588,379	3,617,541	1	4,138,613	87
Interest, Rentals, Bonds, Other Revenues	(1) 4,382,078	2,368,014	-46	1,434,532	165
Interfund Sales & Service	5,246,356	3,779,799	-28	4,184,134	90
Interfund Loans & Transfers	(2) 1,688,080	2,859,083	69	3,269,181	87
Total Revenues	61,615,225	60,060,444	-3	66,621,848	90
Operating Expenditures					
Executive	(3) 1,853,718	1,645,444	-11	3,307,407	50
Legislative	291,785	398,726	37	468,872	85
Hearings Examiner	127,300	161,035	27	188,245	86
Museum	1,346,614	1,335,341	-1	1,667,398	80
Library	3,046,251	3,607,416	18	3,962,011	91
Finance	(3), (4) 1,430,246	2,301,537	61	2,712,606	85
Human Resources	1,200,503	1,161,614	-3	1,672,723	69
Information Technology	1,940,213	2,032,291	5	2,621,486	78
Legal	1,151,361	1,206,516	5	1,473,976	82
Judicial & Support Services	(5) 3,481,377	2,449,768	-30	3,029,178	81
Parks & Recreation	6,317,261	6,833,466	8	8,043,250	85
Planning & Community Development	(6) 2,915,704	2,859,695	-2	4,261,879	67
Fire	(2) 11,641,490	15,299,168	31	17,317,822	88
Police	(5) 14,597,230	17,255,771	18	20,245,756	85
Non-Departmental	-	15,000	100	15,000	100
Total Operating Expenditures	51,341,053	58,562,788	14	70,987,609	82
Capital and Debt Expenditures					
Capital Expenditures	(7) 596,197	5,969,981	901	6,491,845	92
Debt Service, Loans, Transfers	2,918,147	2,651,035	-9	3,669,291	72
Total Capital and Debt Expenditures	3,514,344	8,621,016	145	10,161,136	85
Total Expenditures	54,855,397	67,183,804	22	81,148,745	83
Projected/Budgeted Ending Balance	\$ 23,241,981	\$ 18,357,958	-21%	\$ 10,954,421	168%



- (1) 2007: \$3 million insurance settlement.
- (2) 2008: Interfund loan between fire and pension funds resulting in a revenue and expense of \$2.25 million for fire truck replacements.
- (3) In 2007, the Budget Group was a component of Executive. In 2008, it was moved to Finance, resulting in a reduction in Executive of \$226K through 11/30/08 as compared to 2007. Additionally, in 2008, the Executive budget includes \$1.4 million for Waterfront projects with expenditures of \$657K through 11/30/08 and \$500K for Lake Whatcom management with no expenditures through 11/30/08.
- (4) 2008: Finance expenditures include one time costs related to purchase of Cornwall property (\$251K - 1/23/08) and one time costs related to the purchase of Colony Wharf property (\$339K - 3/08).
- (5) 2008: City payments to Whatcom County were previously accounted for in Municipal Court and are currently accounted for in Police-\$1.38 million through 11/30/08.
- (6) Planning and Community Development includes a number of large grant funded programs that run over multiple years. The entire multi-year grant/project budget is included in the departmental budget.
- (7) 2008: Cornwall property purchase of \$2.45 million and Colony Wharf property purchase of \$3.3 million.

November 2008
City of Bellingham
Available General Fund Reserve Report

2008 Adopted Budget with Amendments	Beginning Budget	Undesignated Balance	Designated Balance (1)	Combined Balance
Beginning Available Resource:	\$ 16,622,876	-	-	-
Budgeted Revenues	65,324,915	-	-	-
Budgeted Expenditures:	\$ 71,534,020	-	-	-
Projected Available Ending Unrestricted Balance 01/01/2008:		\$ 819,298	\$ 9,594,473	\$ 10,413,771
Adjustments affecting Available Ending Balance				
General Fund Budget Ordinances/Transfers:				
2008-01-001 Purchase Cornwall property from Solid Waste		(2,701,841)	-	(2,701,841)
2008-02-008 Support for DOJ grant on domestic violence		(1,625)	-	(1,625)
2008-02-009 Support for WA State Office of Pub Def grant for Def Counse		(137,500)	-	(137,500)
2008-02-011 Insurance funds to pay legal fees for environmental clean-u		-	(177,713)	(177,713)
2008-02-011 Insurance funds for toxic clean-up & to purchase Colony Whar		(3,641,890)	-	(3,641,890)
2008-04-030 Adjustments to 2008 Beginning Balance:		7,316,899	1,541,543	8,858,441
2008-04-031 Re-appropriation of encumbered balances from 2007 Budge		(754,098)	(19,760)	(773,858)
2008-04-035 Re-appropriation of un-encumbered balances from 2007 Budge		(899,242)	-	(899,242)
2008-04-032 To pay retirement excess compensation in Legislative Dep		(30,737)	-	(30,737)
2008-06-054 To fund three part-time library security information attendant		(36,993)	-	(36,993)
2008-06-055 To fund the reclassification of three part-time museum positio		(1,633)	-	(1,633)
2008-06-062 To fund the hiring of an exec. policy and special projects coor		-	(23,070)	(23,070)
2008-07-069 Adjustment to ending undesignated reserve from DOJ gran		114,768	-	114,768
2008-07-075 Appropriation for reimbursement of Solid Waste salary exj		-	(6,457)	(6,457)
2008-1610 Budget transfer from undesignated to designated fund balanc		(42,830)	42,830	-
Available Ending Balance 11/30/08		\$ 2,576	\$ 10,951,846	\$ 10,954,421

Notes

(1) Designated Balance amounts are reserved by Council in the 2008 Adopted Budget as follows: General Fund Reserve \$9,439,825 and Other Departmental Reserves \$1,512,021.

November 2008
City of Bellingham
Special Revenue Funds, Revenue/Expenditure Summary

	Prior YTD	Current YTD	Percent Change	Revised Budget	Percent Act/Bud
Park Site Acquisition/Technology Replacement and Reserve/Capital Maintenance/Library Gift Funds					
Budgeted Beginning Balance	\$ 6,623,944	\$ 6,285,612	-5%	\$ 6,285,612	100%
Revenues	1,171,161	1,039,992	-11	1,252,620	83
Expenditures*	1,392,426	812,794	-42	5,555,335	15
Projected/Budgeted Ending Balance	\$ 6,402,679	\$ 6,512,810	2%	\$ 1,982,897	328%

* Budget includes \$2.1 million reappropriated from prior year from grant for Federal Building.

Olympic/Oeser Settlement Funds					
Budgeted Beginning Balance	\$ 2,324,140	\$ 1,356,803	-42%	\$ 1,356,803	100%
Revenues	296,589	1,132,166	282	1,163,010	97
Expenditures*	1,302,392	989,223	-24	2,204,503	45
Projected/Budgeted Ending Balance	\$ 1,318,337	\$ 1,499,746	14%	\$ 315,310	476%

* Budget includes \$1.9 million reappropriated from prior year for the capital restoration projects caused by the pipeline explosion.

Real Estate Excise Tax Funds #140					
Budgeted Beginning Balance	\$ 8,459,820	\$ 9,051,120	7%	\$ 9,051,120	100%
Revenues	3,804,827	2,933,161	-23	6,345,359	46
Expenditures	2,252,965	4,045,367	80	13,732,801	29
Projected/Budgeted Ending Balance	\$ 10,011,682	\$ 7,938,914	-21%	\$ 1,663,678	477%

Police Special Rev Funds #150					
Budgeted Beginning Balance	\$ 710,107	\$ 685,361	-3%	\$ 685,361	100%
Revenues	425,959	501,864	18	355,895	141
Expenditures*	423,792	349,436	-18	425,573	82
Projected/Budgeted Ending Balance	\$ 712,274	\$ 837,789	18%	\$ 615,683	136%

*2008 Expenditures reflect decrease in federal equitable distribution related seizures. Additionally, while 2007 includes settlements paid of \$100,000, no settlements have been paid in 2008.

Public Safety Dispatch Fund #160					
Budgeted Beginning Balance	\$ 1,802,630	\$ 2,033,803	13%	\$ 2,033,803	100%
Revenues	3,365,436	3,202,671	-5	3,926,491	82
Expenditures	3,557,902	3,769,770	6	4,195,513	90
Projected/Budgeted Ending Balance	\$ 1,610,164	\$ 1,466,704	-9%	\$ 1,764,781	83%

Parks Funds #170 (includes Beyond Greenways III & Park Impact Fees)					
Budgeted Beginning Balance	\$ 4,593,445	\$ 8,890,121	94%	\$ 8,890,121	100%
Revenues*	5,167,693	4,001,924	-23	5,728,860	70
Expenditures	1,624,362	4,036,405	148	13,401,826	30
Projected/Budgeted Ending Balance	\$ 8,136,776	\$ 8,855,640	9%	\$ 1,217,155	728%

* 2008 revenues reflect \$432K of park impact fee refunds.

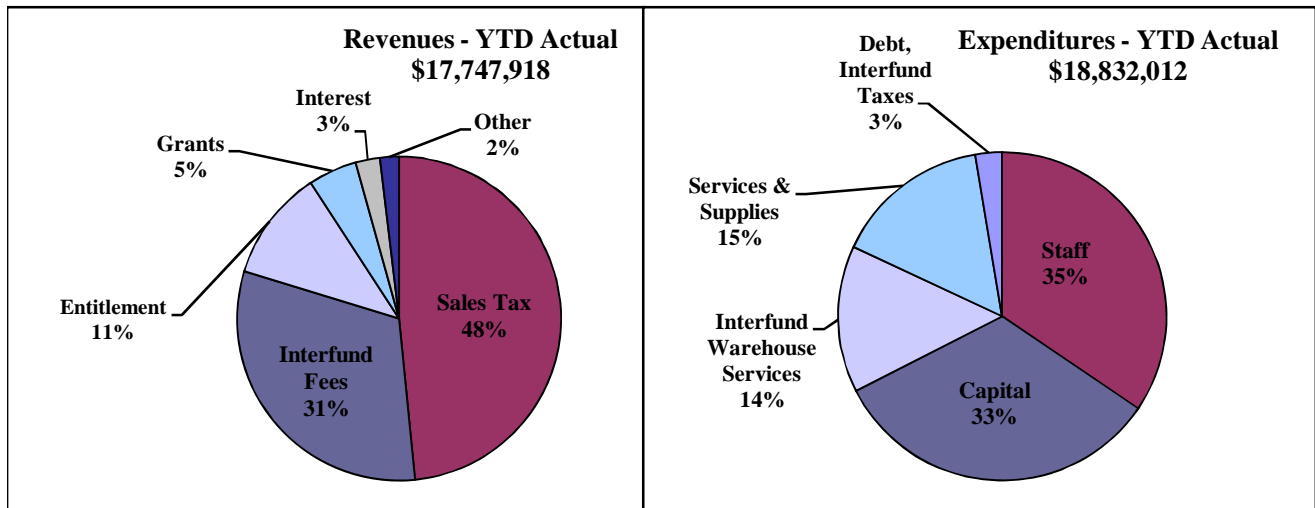
Tourism Fund #180					
Budgeted Beginning Balance	\$ 326,872	\$ 383,171	17%	\$ 383,171	100%
Revenues	963,863	1,015,663	5	1,007,491	101
Expenditures	734,219	776,001	6	1,148,580	68
Projected/Budgeted Ending Balance	\$ 556,516	\$ 622,833	12%	\$ 242,082	257%

Community Development Grants Fund #190 & 191					
Budgeted Beginning Balance	\$ 807,469	\$ 451,483	-44%	\$ 451,483	100%
Revenues	1,148,540	1,580,170	38	4,149,227	38
Expenditures*	1,303,315	2,120,831	63	4,298,497	49
Projected/Budgeted Ending Balance	\$ 652,694	\$ (89,178)	-114%	\$ 302,213	-30%

*2008 Expenditures include increases in revolving loan distributions and home fund grants, as well as the Birchwood Park land purchase.

November 2008
City of Bellingham
Street Funds Operating Statement

Street Funds #110, Special Revenue	Prior YTD	Current YTD	Percent Change	Revised Budget	Percent Act/Bud
Budgeted Beginning Balance	\$ 10,297,040	\$ 11,071,601	8%	\$ 11,071,601	100%
Revenues					
Sales Tax	8,634,134	8,592,960	0	9,930,000	87
Federal/State Grants	(1) 1,504,690	861,888	-43	18,038,662	5
Entitlements	2,612,375	1,967,989	-25	3,049,079	65
Interfund Fees	5,690,159	5,554,325	-2	6,189,054	90
Investment Interest	485,813	431,790	-11	660,863	65
Other Revenues	(2) 1,293,062	293,272	-77	1,087,390	27
Other Financing Sources	40,000	45,694	14	51,194	89
Total Revenues	20,260,233	17,747,918	-12	39,006,242	46
Operating Expenditures					
Salaries, Wages & Benefits	6,255,423	6,491,286	4	7,555,311	86
Supplies	566,263	644,533	14	842,991	76
Services-Professional, Repairs, Utilities	1,961,536	2,255,685	15	3,415,948	66
Intergovernmental Services, Taxes, & Fees	297,242	277,165	-7	353,580	78
Interfund-Warehouse & Services	2,452,178	2,720,835	11	3,071,192	89
Total Operating Expenditures	11,532,642	12,389,504	7	15,239,022	81
Capital and Debt Expenditures					
Capital Outlay	7,768,248	6,216,102	-20	32,947,641	19
Debt-(Principal & Interest), Interfund Loans, & Transfers	816,869	226,406	-72	354,820	64
Total Capital and Debt Expenditures	8,585,117	6,442,508	-25	33,302,461	19
Total Expenditures	20,117,759	18,832,012	-6	48,541,483	39
Projected/Budgeted Ending Balance	\$ 10,439,514	\$ 9,987,507	-4%	\$ 1,536,360	650%



(1) 2007: Sunset drive and other grant projects completed in 2007. There were no similar grants completed during 2008.
(2) 2007: Trillium Cordata Fee \$962K.

November 2008
City of Bellingham
Enterprise Funds, Revenue/Expenditure Summary

	Prior YTD	Current YTD	Percent Change	Revised Budget	Percent Act/Bud
Storm & Surface Water Fund #430					
Budgeted Beginning Balance	\$ 2,515,808	\$ 3,598,554	43%	\$ 3,598,554	100%
Revenues	4,610,941	4,611,577	0	5,462,343	84
Expenses	3,609,564	4,647,132	29	7,832,083	59
Projected/Budgeted Ending Balance	\$ 3,517,185	\$ 3,562,999	1%	\$ 1,228,814	290%

Solid Waste Fund #440					
Budgeted Beginning Balance	\$ 1,937,143	\$ 2,534,269	31%	\$ 2,534,269	100%
Revenues*	2,460,270	7,955,196	223	8,332,981	95
Expenses	1,594,507	3,311,110	108	4,719,481	70
Projected/Budgeted Ending Balance	\$ 2,802,906	\$ 7,178,355	156%	\$ 6,147,769	117%

*2008: Includes January sale of Cornwall property (\$2.5 million) and March sale Colony Wharf property (\$3.3 million).

Cemetery Fund #456					
Budgeted Beginning Balance	\$ 444,397	\$ 404,284	-9%	\$ 404,284	100%
Revenues	581,478	544,838	-6	604,320	90
Expenses	599,916	564,288	-6	619,300	91
Projected/Budgeted Ending Balance	\$ 425,959	\$ 384,834	-10%	\$ 389,304	99%

Golf Course Fund #460					
Budgeted Beginning Balance	\$ 91,244	\$ 58,450	-36%	\$ 58,450	100%
Revenues*	731,636	173,337	-76	181,800	95
Expenses	620,473	86,852	-86	176,467	49
Projected/Budgeted Ending Balance	\$ 202,407	\$ 144,935	-28%	\$ 63,783	227%

*Beginning 1/1/2008, the Golf Course is now leased and operated by a private contractor. Consequently, related revenues and expenses are expected to substantially decrease over the prior year.

Development Services Fund #475					
Budgeted Beginning Balance	\$ 836,211	\$ 1,215,916	45%	\$ 1,215,916	100%
Revenues*	2,695,156	2,198,224	-18	2,832,556	78
Expenses	2,390,214	2,702,038	13	3,295,135	82
Projected/Budgeted Ending Balance	\$ 1,141,153	\$ 712,102	-38%	\$ 753,337	95%

*As of 11/30/2008, building permit revenues and zoning & subdivision fee revenues are 63.7% and 60.7% of budget, respectively.

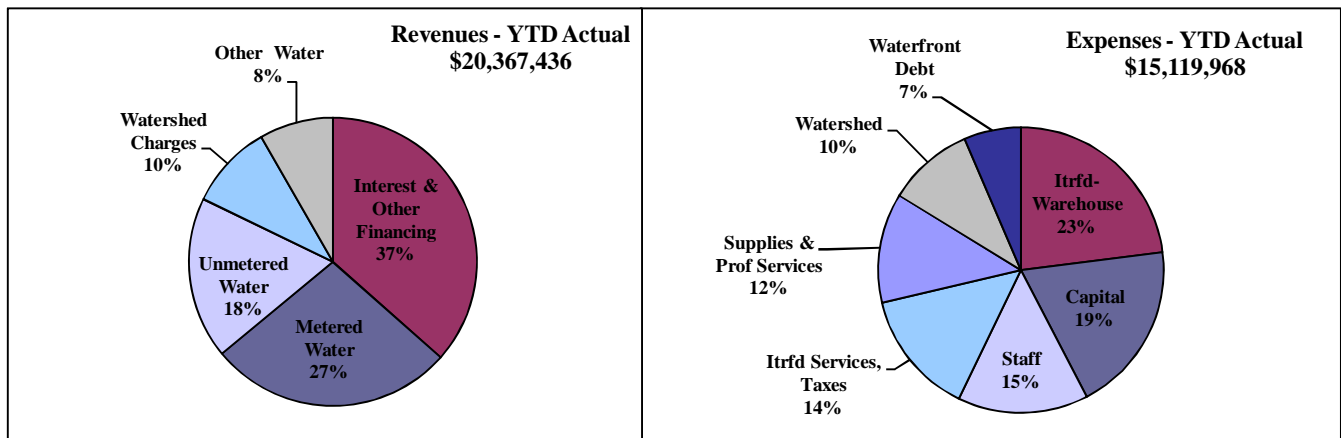
<i>Development Services Activity YTD</i>	<u>2007</u>	<u>2008</u>
<i>Permits*</i>	897	727
<i>Units</i>	514	212
<i>Valuation (\$millions)**</i>	\$188.4	\$132.3

*January 2007: 73 residential permits were issued to D R Horton when the permit moratorium was lifted.

**March 2007: Western Washington University \$30.1 million valuation for Academic Instructional Center.

November 2008
City of Bellingham
Water Fund Operating Statement

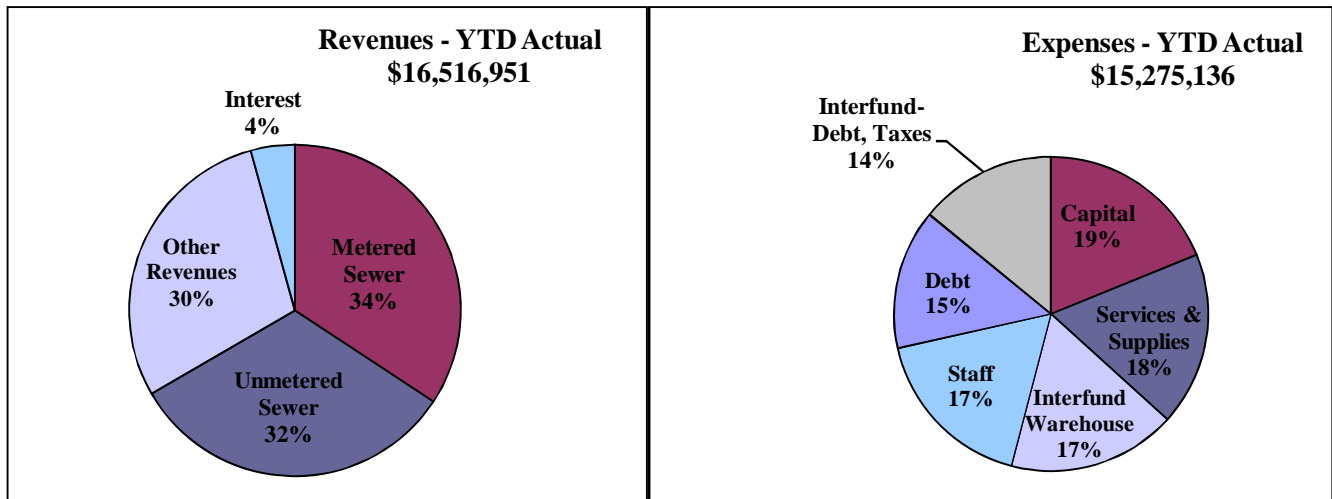
	Prior YTD	Current YTD	Percent Change	Revised Budget	Percent Act/Bud
Water Fund #410, Enterprise					
Budgeted Beginning Balance - Water Operations	\$ 14,333,412	\$ 14,515,044	1%	\$ 14,515,044	100%
Revenues					
Unmetered Water	3,393,669	3,706,179	9	4,150,000	89
Metered Water	5,036,728	5,588,557	11	5,720,220	98
Other Water System Charges	(1) 2,510,999	1,689,788	-33	3,005,843	56
Investment Interest	659,930	542,168	-18	842,684	64
Other Revenues	817,417	788,777	-4	2,163,000	36
Other Financing Sources	-	-	0	2,720,000	0
Total Revenues	12,418,743	12,315,469	-1	18,601,747	66
Operating Expenses					
Salaries, Wages & Benefits	2,008,717	2,240,181	12	2,543,515	88
Supplies & Services-Professional, Repairs, Utilities	1,593,666	1,881,627	18	3,412,553	55
Intergovernmental Services, Taxes, & Fees	2,017,309	2,139,613	6	2,498,736	86
Interfund-Warehouse & Services	3,362,064	3,474,821	3	3,855,215	90
Total Operating Expenses	8,981,756	9,736,242	8	12,310,019	79
Capital and Debt Expenses					
Capital Outlay	1,985,418	2,927,847	47	16,005,185	18
Debt-(Principal & Interest), Interfund Loans, & Transfers	982,504	976,464	-1	1,244,416	78
Total Capital and Debt Expenses	2,967,922	3,904,311	32	17,249,601	23
Total Expenses	11,949,678	13,640,553	14	29,559,620	46
Projected/Budgeted Ending Balance - Water Operations	\$ 14,802,477	\$ 13,189,960	-11%	\$ 3,557,171	371%
Budgeted Beginning Balance - Watershed Activity	\$ 1,543,287	\$ 476,971	-69%	\$ 476,971	100%
Revenues					
Watershed Charges	1,898,773	1,916,066	1	2,080,000	92
Demand Charges	-	21,225	100	-	100
Investment Interest & Other Revenue	55,313	74,676	35	92,140	81
Other Financing Sources	(2) -	6,040,000	100	-	100
Total Revenues	1,954,086	8,051,967	312	2,172,140	371
Operating Expenses					
Supplies & Services	6,652	24,468	268	165,660	15
Intergovernmental Services, Taxes, & Fees	363,397	358,422	-1	422,790	85
Total Operating Expenses	370,049	382,890	3	588,450	65
Capital and Debt Expenses					
Capital Outlay	(3) 814,605	491,892	-40	1,096,568	45
Debt-(Principal & Interest), Interfund Loans, & Transfers	579,014	604,633	4	618,667	98
Total Capital and Debt Expenses	1,393,619	1,096,525	-21	1,715,235	64
Total Expenses	1,763,668	1,479,415	-16	2,303,685	64
Projected/Budgeted Ending Balance - Watershed	\$ 1,733,705	\$ 7,049,523	307%	\$ 345,426	2041%
Projected/Budgeted Ending Balance - Water/Watershed Combined	\$ 16,536,182	\$ 20,239,483	22%	\$ 3,902,597	519%



(1) 2008: Demand fees from new construction decreased \$723K from 2007 due to a decrease in new construction.
(2) 2008: \$6.04 million bond issue to purchase watershed land
(3) 2007: Watershed land acquisition - \$810K.

November 2008
City of Bellingham
Wastewater Fund Operating Statement

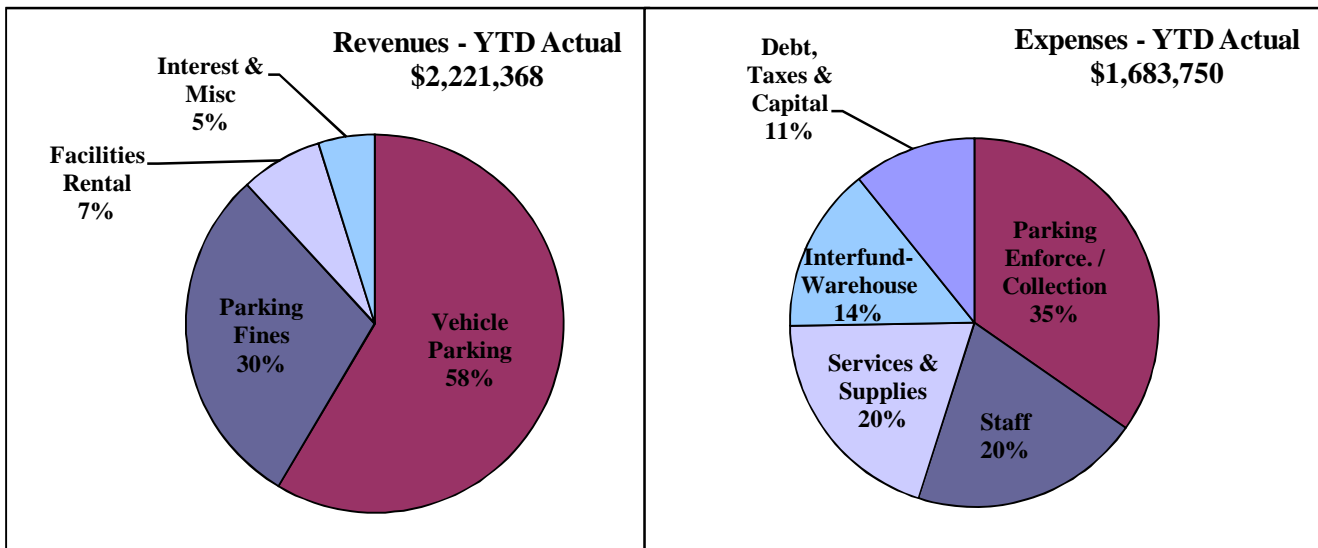
	Prior YTD	Current YTD	Percent Change	Revised Budget	Percent Act/Bud
Wastewater Fund #420, Enterprise					
Budgeted Beginning Balance	\$ 17,142,252	\$ 17,761,257	4%	\$ 17,761,257	100%
Revenues					
Unmetered Sewer	5,006,017	5,347,657	7	5,716,250	94
Metered Sewer	5,041,537	5,660,125	12	6,020,176	94
Investment Interest	813,311	712,995	-12	1,131,043	63
Other Revenues	4,085,317	4,796,174	17	3,905,471	123
Total Revenues	14,946,182	16,516,951	11	16,772,940	98
Operating Expenses					
Salaries, Wages & Benefits	2,489,708	2,666,250	7	3,010,565	89
Supplies	611,969	665,119	9	662,819	100
Services-Professional, Repairs, Utilities	1,714,402	2,063,852	20	3,496,131	59
Intergovernmental Services, Taxes, & Fees	1,828,176	2,151,498	18	2,165,168	99
Interfund-Warehouse & Services	2,461,732	2,649,532	8	2,978,384	89
Total Operating Expenses	9,105,987	10,196,251	12	12,313,067	83
Capital and Debt Expenses					
Capital Outlay	3,929,085	2,879,725	-27	13,163,500	22
Debt-(Principal & Interest), Interfund Loans, & Transfers	2,343,331	2,199,160	-6	2,220,840	99
Total Capital and Debt Expenses	6,272,416	5,078,885	-19	15,384,340	33
Total Expenses	15,378,403	15,275,136	-1	27,697,407	55
Projected/Budgeted Ending Balance	\$ 16,710,031	\$ 19,003,072	14%	\$ 6,836,790	278%



Water/Sewer Revenue Bonds have a "Coverage Requirement" that net revenues of the combined funds be at least 1.25 times the Maximum Annual Debt Service of \$2,351,923. Net Revenue is defined as revenue (utility related income and investment earnings), less expenses (maintenance and operations, less depreciation and capital items). At 12/31/07, the ratio was 6.68. At 11/30/08, the ratio is estimated at 6.38.

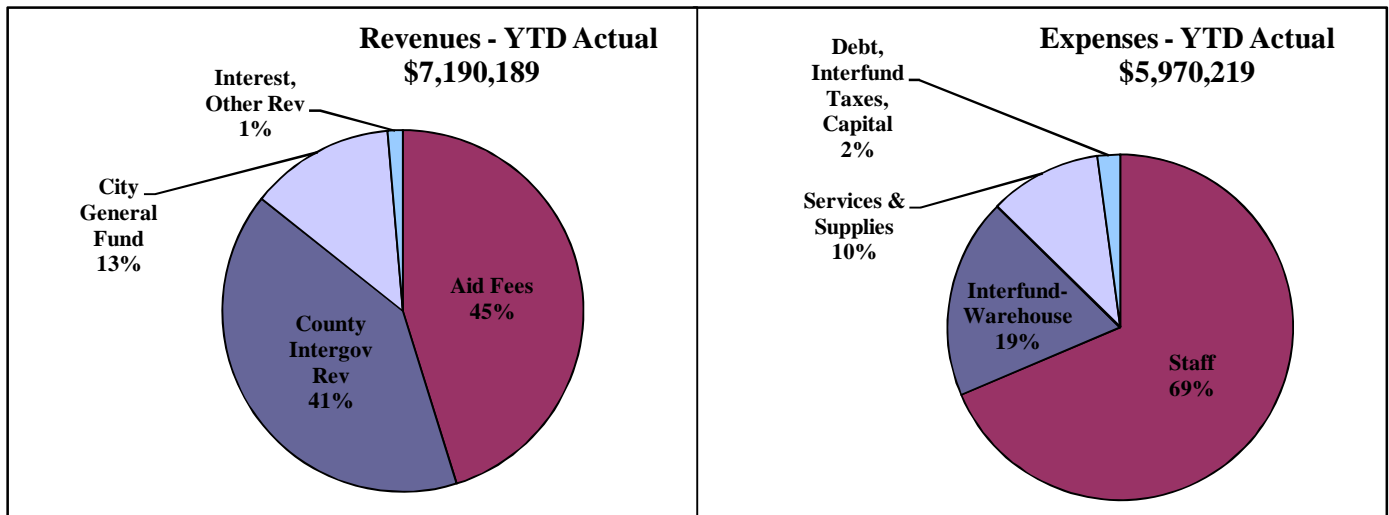
November 2008
City of Bellingham
Parking Services Fund Operating Statement

Parking Fund #465, Enterprise	Prior YTD	Current YTD	Percent Change	Revised Budget	Percent Act/Bud
Budgeted Beginning Balance	\$ 1,207,384	\$ 1,902,902	58%	\$ 1,902,902	100%
Revenues					
Vehicle Parking	1,060,675	1,299,959	23	1,493,306	87
Parking Infraction Fines	737,741	658,515	-11	927,998	71
Facilities Rental	137,982	155,442	13	130,111	119
Investment Interest	70,600	87,288	24	52,676	166
Miscellaneous Revenues	40,802	20,164	-51	19,700	102
Total Revenues	2,047,800	2,221,368	8	2,623,791	85
Operating Expenses					
Salaries, Wages & Benefits	283,461	340,591	20	409,639	83
Supplies	31,780	84,114	165	101,574	83
Services-Professional, Repairs, Utilities	154,002	249,521	62	817,405	31
Intergovernmental Services, Taxes, & Fees	8,054	7,451	-7	8,375	89
Parking Infraction Enforcement/Collection	544,350	584,000	7	637,091	92
Interfund-Warehouse & Services	274,909	243,991	-11	209,840	116
Total Operating Expenses	1,296,556	1,509,668	16	2,183,924	69
Capital and Debt Expenses					
Capital Outlay	72	44,369	61524	1,952,365	2
Debt-(Principal & Interest), Interfund Loans, & Transfers	123,204	129,713	5	132,253	98
Total Capital and Debt Expenses	123,276	174,082	41	2,084,618	8
Total Expenses	1,419,832	1,683,750	19	4,268,542	39
Projected/Budgeted Ending Balance	\$ 1,835,352	\$ 2,440,520	33%	\$ 258,151	945%



November 2008
City of Bellingham
Medic One Fund Operating Statement

	Prior YTD	Current YTD	Percent Change	Revised Budget	Percent Act/Bud
Medic One Fund #470, Enterprise					
Budgeted Beginning Balance	\$ 553,749	\$ 579,521	5%	\$ 579,521	100%
Revenues					
Special Purpose Tax	(1) 543,692	558,123	3	528,150	106
Less Transfers of Special Purpose Tax to Whatcom Cty	(1)(a) (543,692)	(558,123)	3	(528,150)	106
Ambulance & Emergency Aid Fees	2,762,874	3,250,755	18	3,353,542	97
City of Bellingham - General Fund	922,068	931,288	1	1,015,951	92
Intergovernmental Revenue - Whatcom County & others	(2) 2,247,535	2,909,533	29	3,093,766	94
Investment Interest	56,632	65,635	16	77,628	85
Other Revenues & Financing Sources	132,004	32,978	-75	1,000	3298
Interfund - Sales & Services	2,040	-	-100	-	0
Total Revenues	6,123,153	7,190,189	17	7,541,887	95
Operating Expenses					
Salaries, Wages & Benefits	3,826,837	4,095,910	7	4,915,917	83
Supplies	369,756	410,735	11	568,800	72
Services-Professional, Repairs, Utilities	323,447	218,740	-32	448,905	49
Intergovernmental Services, Taxes, & Fees	20,643	18,907	-8	33,894	56
Interfund-Warehouse & Services	986,076	1,118,263	13	1,316,603	85
Total Operating Expenses	5,526,759	5,862,555	6	7,284,119	80
Capital Expense					
Capital Outlay	294,575	107,664	-63	282,363	38
Debt-(Principal & Interest), Interfund Loans, & Transfers	30,435	-	-100	-	0
Total Capital Expense	325,010	107,664	-67	282,363	38
Total Expenses	5,851,769	5,970,219	2	7,566,482	79
Projected/Budgeted Ending Balance	\$ 825,133	\$ 1,799,491	118%	\$ 554,926	324%



(1) City share of a 0.1% sales tax increase for EMS (effective April 2006).

(1)(a) City share of tax is directly remitted to the Whatcom County EMS Fund as an Intergovernmental Transfer.

(2) 2008: Per Interlocal Agreement, Whatcom County has contributed \$1.25 million from its General Fund and \$1.59 million from its Whatcom County EMS Fund through 11/30/08.

November 2008
City of Bellingham
Internal Service Funds, Revenue/Expenditure Summary

	Prior YTD	Current YTD	Percent Change	Revised Budget	Percent Act/Bud
Purchasing & Materials Mgt Fund #520					
Budgeted Beginning Balance	\$ 571,078	\$ 428,628	-25%	\$ 428,628	100%
Revenues	2,060,068	1,947,967	-5	1,919,239	101
Expenses	2,189,540	1,859,270	-15	2,147,213	87
Projected/Budgeted Ending Balance	\$ 441,606	\$ 517,325	17%	\$ 200,654	258%

Facilities Administration Fund #530					
Budgeted Beginning Balance	\$ 1,016,920	\$ 1,198,122	18%	\$ 1,198,122	100%
Revenues	2,035,199	2,036,601	0	2,145,160	95
Expenses	1,815,658	1,790,625	-1	2,864,235	63
Projected/Budgeted Ending Balance	\$ 1,236,461	\$ 1,444,098	17%	\$ 479,047	301%

Telecommunication Fund #540					
Budgeted Beginning Balance	\$ 490,180	\$ 955,032	95%	\$ 955,032	100%
Revenues	1,544,206	388,175	-75	427,276	91
Expenses	839,981	824,348	-2	1,299,978	63
Projected/Budgeted Ending Balance	\$ 1,194,405	\$ 518,859	-57%	\$ 82,330	630%

Claims & Litigation Fund #550					
Budgeted Beginning Balance	\$ 4,871,114	\$ 4,944,015	1%	\$ 4,944,015	100%
Revenues	836,311	903,771	8	1,125,617	80
Expenses *	809,775	1,313,055	62	1,917,659	68
Projected/Budgeted Ending Balance	\$ 4,897,650	\$ 4,534,731	-7%	\$ 4,151,973	109%

* 2008: Change in property insurance carrier and renewal date resulted in premiums being paid through 6/09-\$127K.

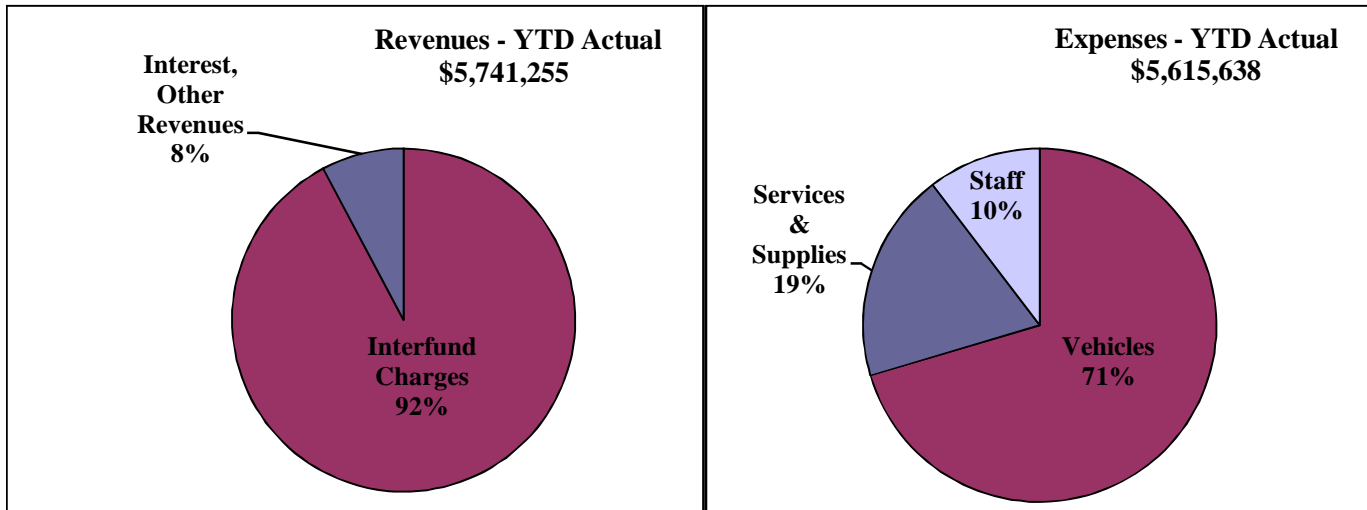
Unemployment Compensation Fund #561					
Budgeted Beginning Balance	\$ 330,295	\$ 275,296	-17%	\$ 275,296	100%
Revenues	13,629	9,723	-29	18,509	53
Expenses	49,687	45,871	-8	122,005	38
Projected/Budgeted Ending Balance	\$ 294,237	\$ 239,148	-19%	\$ 171,800	139%

Worker's Comp Self-Insurance Fund #562					
Budgeted Beginning Balance	\$ 750,020	\$ 913,892	22%	\$ 913,892	100%
Revenues	687,317	575,763	-16	604,129	95
Expenses	540,667	652,878	21	737,783	88
Projected/Budgeted Ending Balance	\$ 896,670	\$ 836,777	-7%	\$ 780,238	107%

Health Benefits Fund #565					
Budgeted Beginning Balance	\$ 1,133,532	\$ 1,272,460	12%	\$ 1,272,460	100%
Revenues	8,171,513	9,313,173	14	10,071,102	92
Expenses	8,045,744	9,114,760	13	10,315,546	88
Projected/Budgeted Ending Balance	\$ 1,259,301	\$ 1,470,873	17%	\$ 1,028,016	143%

November 2008
City of Bellingham
Fleet Fund Operating Statement

Fleet Fund #510, Internal Service	Prior YTD	Current YTD	Percent Change	Revised Budget	Percent Act/Bud
Budgeted Beginning Balance	\$ 5,614,972	\$ 5,675,532	1%	\$ 5,675,532	100%
Revenues					
Operating Revenues - Interfund	(1) 2,258,565	5,295,452	134	5,476,297	97
Investment Interest	240,218	231,437	-4	291,462	79
Other Miscellaneous Revenues	2,484	17,313	597	-	100
Other Financing Sources	99,742	197,053	98	350,000	56
Total Revenues	2,601,009	5,741,255	121	6,117,759	94
Operating Expenses					
Salaries, Wages & Benefits	536,758	582,287	8	653,739	89
Supplies	242,378	289,365	19	305,160	95
Services-Professional, Repairs, Utilities	170,375	213,898	26	203,458	105
Interfund-Parts, Services & Supplies	583,576	576,108	-1	639,582	90
Total Operating Expenses	1,533,087	1,661,658	8	1,801,939	92
Capital Expense					
Capital Outlay - Vehicles & Equipment	(1) 947,812	3,953,980	317	5,128,517	77
Debt-(Principal & Interest), Interfund Loans, & Transfers	21,304	-	-100	-	0
Total Capital Expense	969,116	3,953,980	308	5,128,517	77
Total Expenses	2,502,203	5,615,638	124	6,930,456	81
Projected/Budgeted Ending Balance	\$ 5,713,778	\$ 5,801,149	2%	\$ 4,862,835	119%



(1) 2008: Purchase and sale to general fund for fire truck replacements- \$2.25 million.

November 2008
City of Bellingham
Cash and Investments Report

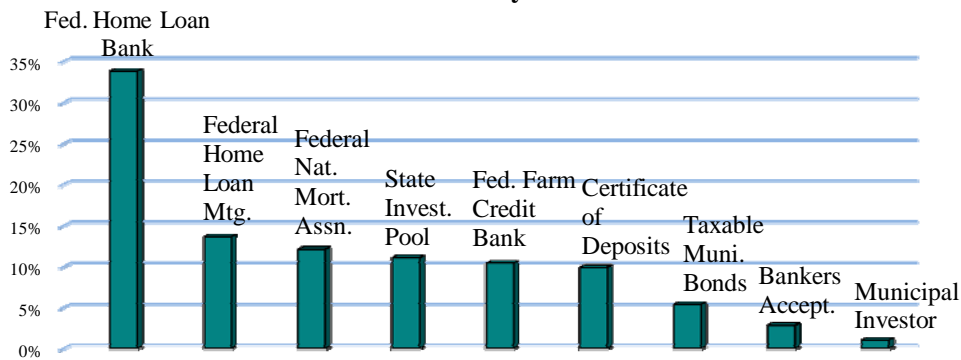
Unrestricted-Cash & Investments	Prior Month Ending Bal.	Cash Increase	Cash Decrease	Current Ending Bal.
General Fund*	\$ 7,698,410	\$ 8,031,938	\$ 5,096,858	\$ 10,633,490
General Fund Reserve*	7,005,632	15,519	-	7,021,151
Street*	10,882,779	1,275,266	1,960,738	10,197,307
Arterial, Paths - Street Funds	358,992	45,837	-	404,829
Technology Replacement and Reserve*	2,091,689	4,628	6,990	2,089,327
Park Acquisition & Capital Maintenance	4,529,498	20,491	35,514	4,514,475
Library Gift	28,554	6	973	27,587
Settlement Funds	1,700,914	33,415	234,939	1,499,390
Real Estate Excise Tax Funds	8,143,896	191,878	365,397	7,970,377
Police Special Revenue Funds	870,479	2,763	12,278	860,964
Public Safety Dispatch	1,700,345	118,924	331,019	1,488,250
Park Funds	7,627,911	1,560,284	223,686	8,964,509
Tourism	590,503	111,750	79,420	622,833
Community Development Block Grant	11,767	72,122	103,430	(19,541)
Home Investment Partnership Grant	(38,175)	38,175	55,316	(55,316)
Debt & LID Funds	1,109,417	993,545	537,760	1,565,202
Construction- Civic Field	145,482	322	126	145,678
Water	3,709,402	1,115,775	1,121,219	3,703,958
Wastewater	13,302,083	909,413	1,040,163	13,171,333
Storm/Surface Water Utility	3,605,956	397,379	451,373	3,551,962
Solid Waste	6,778,402	159,032	103,804	6,833,630
Cemetery	62,840	44,576	43,242	64,174
Golf Course	136,461	24,004	15,486	144,979
Parking Services	2,325,807	291,438	142,131	2,475,114
Medic One	1,653,219	766,248	545,471	1,873,996
Development Services*	847,737	85,157	215,167	717,727
Fleet Administration*	5,839,910	416,448	439,463	5,816,895
Purchasing/Material Management	532,906	143,490	132,225	544,171
Facilities Administration	1,438,906	172,718	152,717	1,458,907
Telecommunications	517,083	28,248	22,781	522,550
Claims and Litigation*	4,508,164	66,469	39,901	4,534,732
Unemployment Compensation*	242,506	534	3,892	239,148
Workers Comp Self-Insurance*	851,870	52,502	73,388	830,984
Health Benefits*	1,455,544	863,234	840,591	1,478,187
Fire and Police Pension Funds	8,255,798	766,478	302,707	8,719,569
Trust & Deposit Funds	5,992,619	2,987,016	7,247,541	1,732,094
Payroll & Accounts Payable Funds	3,899,366	15,105,455	15,213,523	3,791,298
Greenways Endowment	2,825,210	283,707	138,729	2,970,188
Natural Resources Protect & Restore	4,605,630	10,250	151,799	4,464,081
Total Cash & Investments	127,845,512	37,206,434	37,481,757	127,570,189
<i>* Funds with City Council approved budget reserve goals.</i>				
Restricted Cash & Investments -Debt, Construction				
Civic Field (Restricted for Debt & Construction)				
Water (Restricted for Debt & Construction)	16,511,773	309,851	344,248	16,477,376
Wastewater (Restricted for Debt & Constr)	5,349,497	193,551	637	5,542,411
Solid Waste (Restricted for Debt & Constr)	446,833	57,982	-	504,815
Cemetery - Preneed Trust & Endowed Care	481,618	1,816	3,022	480,412
Parking - Restricted for Debt Svc P&I	142,931	10,678	132,253	21,356
Total Restricted	22,932,652	573,878	480,160	23,026,370
Total Funds Available	\$ 150,778,164	\$ 37,780,312	\$ 37,961,917	\$ 150,596,559
Discrete Component Unit (Restricted)				
Public Facilities District	\$ 3,210,541	\$ 2,001,738	\$ 2,973,102	\$ 2,239,177
Public Facilities District Construction	2,176,707	45,902	1,315,244	907,365
Total Public Facilities District Funds	\$ 5,387,248	\$ 2,047,640	\$ 4,288,346	\$ 3,146,542

November 2008
City of Bellingham
Investment Summary

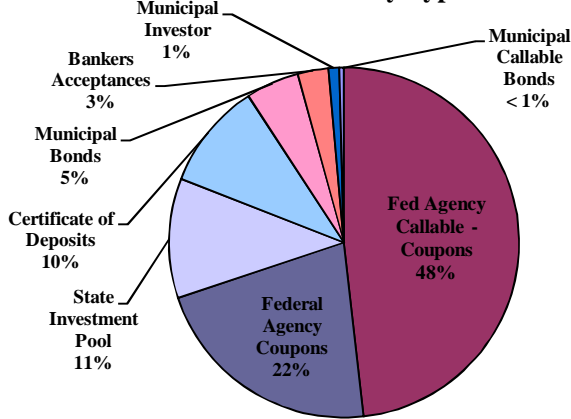
Portfolio Summary	Book Value	Term in Years	YTM/C 365Equiv.
Investments By Type			
State Investment Pool	\$ 16,787,703	0.0	2.19%
Municipal Investor	1,535,094	0.0	1.00%
Certificates of Deposit	15,000,000	0.5	2.89%
Bankers Acceptances	4,275,991	0.3	4.27%
Federal Agency Issues - Coupon	32,894,762	2.2	3.62%
Federal Agency Callable Issues - Coupon	73,252,849	4.4	4.39%
Municipal Bonds	7,482,306	2.6	4.48%
Municipal Callable Bonds	674,502	3.5	5.00%
Investments - Total & Average	\$151,903,207	2.8	3.80%
Year to Date Interest Received	\$ 5,808,951		
Year to Date Interest Earned	5,743,236		
Effective Rate of Return on Interest Earned	4.26%		

Note: This report details all investments managed by the City of Bellingham including funds held by the Bellingham Whatcom Public Facilities District, which is legally separate from the City.

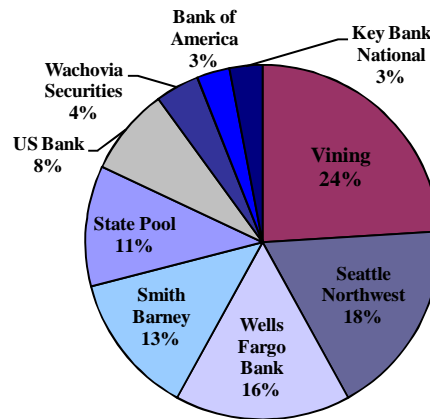
Investments By Issuer



Investments by Type



Investments by Dealer

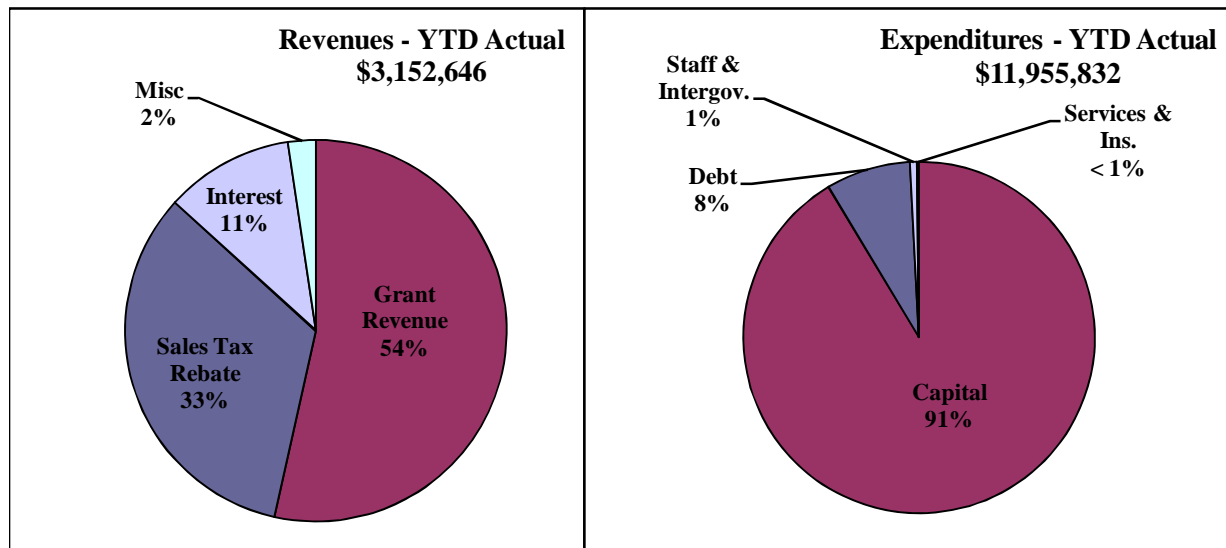


Investment Activity Summary

Month / Year	Total Securities	Total Investment Book Value	YTM 365 Equivalent	State Pool Rate	3-Yr. Rolling 2-Year Treasury
December 2003	64	\$104,748,821	2.46%	1.07%	2.68%
December 2004	53	118,805,167	2.64%	2.07%	2.20%
December 2005	59	130,861,088	3.48%	4.16%	2.61%
December 2006	49	131,701,705	4.71%	5.21%	3.67%
December 2007	52	157,866,765	4.87%	4.56%	4.34%
March 2008	59	159,410,510	4.24%	3.14%	4.17%
June 2008	56	161,825,117	3.80%	2.29%	4.08%
September 2008	57	154,384,750	3.84%	2.39%	3.93%
October 2008	56	155,926,285	3.83%	2.47%	3.86%
November 2008	55	\$151,903,208	3.80%	2.19%	3.76%

November 2008
Public Facilities District
Operating Statement

Public Facilities District	Prior YTD	Current YTD	Percent Change	Annual Budget	Percent Act/Bud
Budgeted Beginning Balance	\$ 4,778,049	\$ 11,775,339	146%	\$ 11,775,339	100%
Revenues					
Sales Tax Rebate	(1) 1,031,140	1,047,607	2	1,203,442	87
Interest Income	(2) 197,268	343,792	74	288,846	119
Other Income	17,109	73,684	331	-	100
Intergovernmental Revenue	4,439	-	-100	2,885,000	0
Grant Revenues	(3) 135,576	1,687,438	1145	471,833	358
Misc Revenue	7	125	1686	-	100
Total Revenues	1,385,539	3,152,646	128	4,849,121	65
Operating Expenditures					
Salaries & Benefits	(4) 82,159	62,143	-24	80,505	77
Supplies & Miscellaneous	2,232	2,563	15	5,029	51
Insurance	9,120	5,459	-40	9,400	58
Services-Professional, Repairs, Utilities	29,824	16,581	-44	62,277	27
Intergovernmental Services	28,214	15,652	-45	82,725	19
Total Operating Expenditures	151,549	102,398	-32	239,936	43
Capital and Debt Expenditures					
Capital Costs	(5) 2,482,437	10,926,156	340	13,488,442	81
Debt-Principal & Interest	206,866	927,278	348	1,003,387	92
Total Capital and Debt Expenditures	2,689,303	11,853,434	341	14,491,829	82
Total Expenditures	2,840,852	11,955,832	321	14,731,765	81
Projected/Budgeted Ending Balance	\$ 3,322,736	\$ 2,972,153	-11%	\$ 1,892,695	157%



- (1) Sales Tax Rebate of .033% of Countywide retail sales.
(2) 2008: Interest income increase attributable to a \$9.95 million December 2007 bond proceed issuance.
(3) 2008: The PFD received a Building for the Arts Grant (\$987,500), Whatcom Community Foundation / Campaign for the Arts Grant (\$593,061), and a donation from the Whatcom Museum Society (\$54,612).
(4) PFD staffing levels were reduced from 1.0 FTE in 2007 to 0.5 FTE in 2008. Management oversight was transferred to Planning.
(5) 2008: includes major construction costs for Art & Children's Museum & re-model of Mt. Baker Theatre.

The Bellingham-Whatcom Public Facilities District is a separate Washington municipal corporation and an independent taxing authority. Administrative services and financial management are provided through an interlocal agreement with the City of Bellingham.