Financial Oversight Committee

Report on Six Month Review

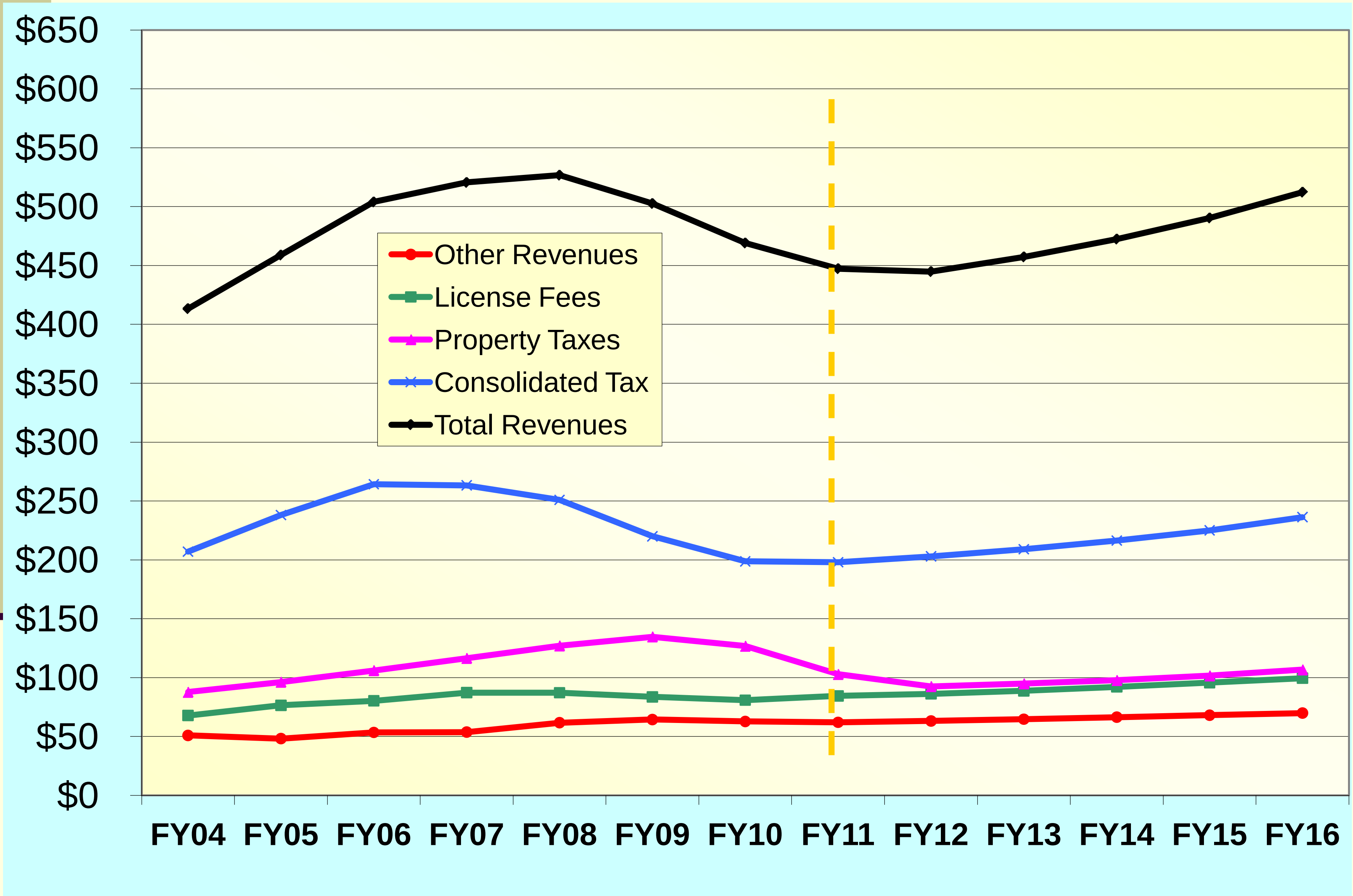
Results of Committee Meeting

- Consolidated Tax
  - FY11 flat growth, CPI+Population thereafter
- Property Tax
  - Commercial Foreclosure lagging
  - No new construction
  - FY12 -10% growth, CPI thereafter
- License Fees
  - After transfer of Video EF, expect CPI thereafter
- Other Revenues
  - Expect less than CPI growth

Revenue Projection Chart

	Actual				Est.	Budget	Forecast				
	FY06	FY07	FY08	FY09	FY10	FY11	FY12	FY13	FY14	FY15	FY16
Consolidated Tax	264.3	263.2	250.9	220.0	198.8	198.0	203.0	209.0	216.4	225.0	236.3
	11.0%	*-0.4%*	*-4.7%*	*-12.3%*	*-9.6%*	*-0.4%*	*2.5%*	*3.0%*	*3.5%*	*4.0%*	*5.0%*
Property Taxes											
Operating Rate	94.9	104.6	114.0	120.9	113.7	92.1	82.9	84.9	87.5	91.0	95.5
FSI Override	11.2	11.8	13.0	13.8	13.1	10.7	9.7	9.9	10.2	10.6	11.1
	106.1	116.4	127.0	134.7	126.8	102.8	92.5	94.9	97.7	101.6	106.7
	10.2%	*9.8%*	*9.1%*	*6.0%*	*-5.9%*	*-18.9%*	*-10.0%*	*2.5%*	*3.0%*	*4.0%*	*5.0%*
License Fees											
Business Fees	23.5	25.3	25.3	24.0	22.7	22.8	23.0	23.7	24.4	25.4	26.4
Franchise Fees	51.5	56.9	59.0	58.1	56.9	60.4	61.9	63.8	66.3	69.0	71.7
Other Permits	5.3	5.0	2.9	1.5	1.2	1.2	1.2	1.2	1.3	1.3	1.3
	80.3	87.2	87.1	83.6	80.8	84.4	86.2	88.7	92.0	95.7	99.5
	5.0%	*8.6%*	*-0.1%*	*-4.0%*	*-3.3%*	*4.4%*	*2.1%*	*3.0%*	*3.7%*	*4.0%*	*4.0%*
Other Revenues	53.4	53.7	61.7	64.4	62.7	62.0	63.1	64.7	66.4	68.1	69.8
	10.9%	*0.5%*	*14.9%*	*4.4%*	*-2.6%*	*-1.1%*	*2.5%*	*3.0%*	*3.0%*	*3.0%*	*3.0%*
Total Revenues	504.0	520.6	526.8	502.7	469.1	447.3	444.8	457.3	472.4	490.4	512.3
	9.8%	*3.3%*	*1.2%*	*-4.6%*	*-6.7%*	*-4.7%*	*-0.6%*	*2.8%*	*3.3%*	*3.8%*	*4.5%*

Revenue Projection Graph



Committee Changes

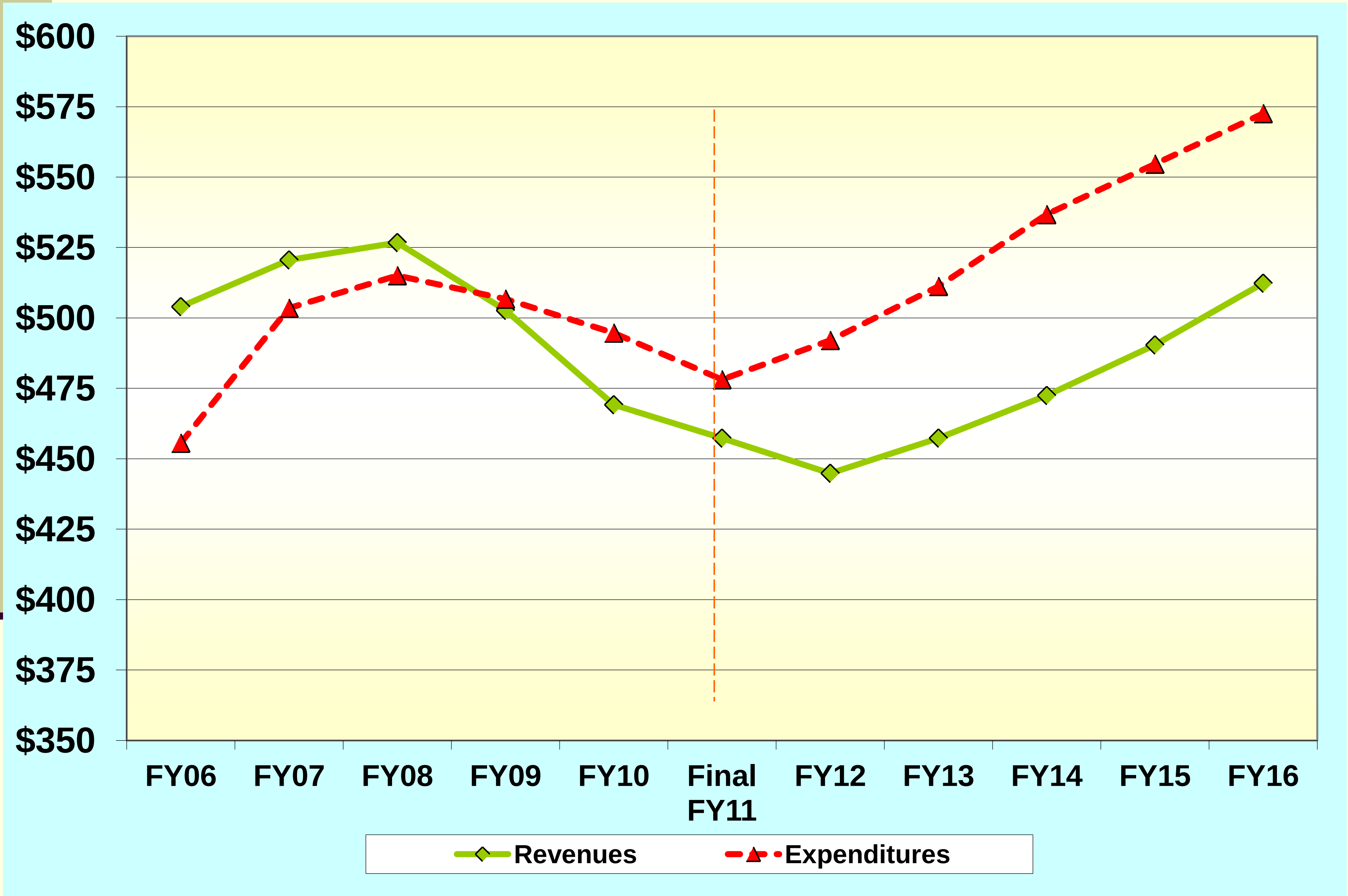
May 2010 Update							
	FY10	FY11	FY12	FY13	FY14	FY15	FY16
Ctax	198.8	198.0	203.0	209.0	216.4	225.0	236.3
Prop	126.8	102.8	92.5	94.9	97.7	101.6	106.7
Lic/Fran	80.8	84.4	86.2	88.7	92.0	95.7	99.5
Other	62.7	62.0	63.1	64.7	66.4	68.1	69.8
TI	-	-	-	-	-	-	-
	469.1	447.3	444.8	457.3	472.4	490.4	512.3

Net Change November 2009 to May 2010							
	FY10	FY11	FY12	FY13	FY14	FY15	Total
Ctax	2.8	2.0	1.1	(5.0)	(10.5)	(15.4)	(25.0)
Prop	(1.4)	(9.3)	(23.0)	(26.5)	(32.1)	(37.3)	(129.6)
Lic/Fran	(1.8)	0.1	(0.6)	(1.5)	(1.8)	(1.9)	(7.5)
Other	(3.9)	(6.5)	(7.4)	(8.0)	(8.5)	(9.0)	(43.2)
TI	(1.7)	(1.5)	(1.5)	(1.5)	(1.5)	(1.5)	(9.2)
	(6.1)	(15.2)	(31.5)	(42.4)	(54.3)	(65.1)	(214.6)

Fiscal Model 5-yr Forecast Chart

	Budget		5-Year Forecast					
	Tenative FY11	Final FY11	Ave Growth	FY12	FY13	FY14	FY15	FY16
C-Tax	197.0	198.0	3.6%	203.0	209.0	216.4	225.0	236.3
Prop Tax	102.8	102.8	0.7%	92.5	94.9	97.7	101.6	106.7
Lic & Fran	84.4	84.4	3.3%	86.2	88.7	92.0	95.7	99.5
Other	57.2	57.2	2.5%	58.3	59.7	61.3	62.9	64.6
Other Transfers In	4.8	4.8	1.8%	4.9	5.0	5.1	5.2	5.3
Use of Reserves	31.9	10.0	-100.0%	-	-	-	-	-
	478.2	457.3	2.3%	444.8	457.3	472.4	490.4	512.3
Revenue Growth	1.9%	-2.5%		-0.6%	2.8%	3.3%	3.8%	4.5%
Wages	185.5	177.5	3.5%	183.7	190.2	196.8	203.7	210.9
Benefits	77.4	74.1	4.2%	77.2	80.4	83.8	87.3	91.0
Wages & Benefits	262.9	251.6	3.7%	260.9	270.6	280.6	291.0	301.8
Non- Labor	86.3	82.6	3.0%	85.1	87.6	90.3	93.0	95.7
LVMPD - Operations	132.1	132.1	2.4%	132.1	136.1	140.1	144.3	148.7
LVMPD - Facilities Capital	2.1	2.1	18.5%	2.1	1.7	4.9	4.9	4.9
T/O - Existing Debt Serv	8.2	8.2	0.7%	8.2	8.1	7.9	8.5	8.5
T/O - Other	1.5	1.5	0.0%	1.5	1.5	1.5	1.5	1.5
CPF - New Debt Pymt	-	-		2.2	5.7	11.4	11.4	11.4
	493.1	478.1	3.7%	492.1	511.2	536.8	554.7	572.6
Expenditure Growth	-0.3%	-3.4%		2.9%	3.9%	5.0%	3.3%	3.2%
Excess(Shortfall)	**(14.9)**	**(20.8)**		**(47.2)**	**(53.9)**	**(64.3)**	**(64.3)**	**(60.3)**
Fund Balance	**52.3**	**46.4**		**(0.9)**	**(54.8)**	**(119.1)**	**(183.4)**	**(243.7)**
FB Percentage	**10.9%**	**10.1%**		**-0.2%**	**-12.0%**	**-25.2%**	**-37.4%**	**-47.6%**

Fiscal Model 5-yr Forecast Graph



Fiscal Year 2011 Balancing

$$ in Thousands	
November 2009 Cuts	$ 8,655
March 2010 Workshop Cuts	26,505
May 2010 Budget Hearing Cuts	15,000
	50,160
Draw Down of GF	20,809
Transfer from ISF/CPF	10,000
	$ 80,970

Financial Oversight Committee

- Budget Workshop: Tuesday, May 18
- Filing of Final Budget: June 1