



**City of Modesto - General Fund Proforma at 05/11/10**

|   | 2009/10<br>Adopted<br>Budget |             | 2009/10<br>Current<br>Budget |             | 2010/11<br>Preliminary<br>Budget @ 3.17.10 |              | 2010/11<br>Proposed<br>Budget |             |
|---|------------------------------|-------------|------------------------------|-------------|--|--------------|-------------------------------|-------------|
| <b>REVENUES:</b>                            |                              |             |                              |             |  |              |                               |             |
| Revenue                                     | \$ 102,773,117               |             | \$ 100,994,130               |             | \$ 98,666,929                              |              | \$ 98,960,159                 |             |
| Revenue-Reduction List Accepted             | \$ -                         |             | \$ -                         |             | \$ -                                       |              | \$ 221,886                    |             |
| Pending Council Action                      | \$ 192,898                   |             | \$ -                         |             | \$ -                                       |              | \$ 103,500                    |             |
| Add'l Increases (Not in BRASS/Redux List)   | \$ -                         |             | \$ -                         |             | \$ -                                       |              | \$ 196,144                    |             |
| Add'l Increases (Not in BRASS)              | \$ -                         |             | \$ -                         |             | \$ -                                       |              | \$ 124,584                    |             |
| Transfers In                                | \$ 4,260,370                 |             | \$ 3,299,920                 |             | \$ 2,612,323                               |              | \$ 3,280,323                  |             |
| Add'l Increases                             | \$ -                         |             | \$ -                         |             | \$ -                                       |              | \$ 7,100                      |             |
| <b>TOTAL REVENUES</b>                       | <b>\$ 107,226,385</b>        |             | <b>\$ 104,294,050</b>        |             | <b>\$ 101,279,252</b>                      |              | <b>\$ 102,893,696</b>         |             |
| <b>EXPENSES:</b>                            |                              |             |                              |             |  |              |                               |             |
|   |                              |             | (Inc Roll Over Enc)          |             |  |              |                               |             |
| Department Expenses:                        |                              |             |                              |             |  |              |                               |             |
| Non-Departmental                            | \$ (673,991)                 |             | \$ (1,030,492)               |             | \$ (773,832)                               |              | \$ (773,832)                  |             |
| City Council                                | \$ (442,776)                 |             | \$ (427,776)                 |             | \$ (444,595)                               |              | \$ (437,635)                  |             |
| City Manager                                | \$ (1,188,775)               |             | \$ (1,247,883)               |             | \$ (1,240,656)                             |              | \$ (1,487,261)                |             |
| Human Resources                             | \$ (1,105,418)               |             | \$ (1,336,433)               |             | \$ (1,367,545)                             |              | \$ (1,349,453)                |             |
| City Attorney                               | \$ (1,868,062)               |             | \$ (1,915,081)               |             | \$ (2,002,092)                             |              | \$ (2,258,656)                |             |
| City Clerk                                  | \$ (356,087)                 |             | \$ (356,087)                 |             | \$ (364,566)                               |              | \$ (408,766)                  |             |
| Office of the Auditor                       | \$ (314,365)                 |             | \$ (314,365)                 |             | \$ (321,663)                               |              | \$ (321,663)                  |             |
| Finance                                     | \$ (4,418,581)               |             | \$ (4,662,875)               |             | \$ (4,731,499)                             |              | \$ (4,568,572)                |             |
| Community & Economic Development            | \$ (5,558,086)               |             | \$ (5,763,940)               |             | \$ (5,551,798)                             |              | \$ (5,260,309)                |             |
| Fire  | \$ (24,284,040)              |             | \$ (25,719,760)              |             | \$ (26,517,665)                            |              | \$ (24,677,348)               |             |
| Police                                      | \$ (51,347,585)              |             | \$ (50,369,338)              |             | \$ (51,997,080)                            |              | \$ (47,699,097)               |             |
| Parks, Recreation & Neighborhoods           | \$ (11,333,494)              |             | \$ (11,810,133)              |             | \$ (11,820,444)                            |              | \$ (10,575,404)               |             |
| Public Works                                | \$ (310,781)                 |             | \$ (310,781)                 |             | \$ (309,275)                               |              | \$ (309,275)                  |             |
| Sub-Total Department Expense                | \$ (103,202,041)             |             | \$ (105,264,944)             |             | \$ (107,442,710)                           |              | \$ (100,127,271)              |             |
| Add'l Reductions (Not in BRASS)             | \$ -                         |             | \$ -                         |             | \$ -                                       |              | \$ 89,913                     |             |
| Departmental Savings (estimate)             | \$ -                         |             | \$ 1,393,000                 |             | \$ -                                       |              | \$ -                          |             |
| 1/2 year Worker's Compensation Holiday      | \$ -                         |             | \$ 1,800,000                 |             | \$ -                                       |              | \$ -                          |             |
| MOU - Health Increases (estimate)           | \$ -                         |             | \$ (625,000)                 |             | \$ -                                       |              | \$ -                          |             |
| Transfers Out                               | \$ (6,328,128)               |             | \$ (6,146,523)               |             | \$ (5,943,434)                             |              | \$ (5,698,459)                |             |
| Add'l Reductions                            | \$ -                         |             | \$ -                         |             | \$ 0                                       |              | \$ 94,213                     |             |
| <b>TOTAL EXPENSES</b>                       | <b>\$ (109,530,169)</b>      |             | <b>\$ (108,843,467)</b>      |             | <b>\$ (113,386,144)</b>                    |              | <b>\$ (105,641,604)</b>       |             |
| Reserve for Encumbrances - Current Year     | \$ -                         |             | \$ 674,540                   |             | \$ 0                                       |              | \$ -                          |             |
| <b>NET CHANGE IN FUND BALANCE:</b>          |                              |             |                              |             |  |              |                               |             |
| <b>Fund Balance, July 1</b>                 | <b>\$ 9,968,780</b>          |             | <b>\$ 11,645,503</b>         |             | <b>\$ 7,293,330</b>                        |              | <b>\$ 7,770,626</b>           |             |
| <b>Fund Balance, June 30 (Unreserved)</b>   | <b>\$ 7,664,996</b>          | <b>7.0%</b> | <b>\$ 7,770,626</b>          | <b>7.1%</b> | <b>\$ (4,813,562)</b>                      | <b>-4.2%</b> | <b>\$ 5,022,718</b>           | <b>4.8%</b> |
| Reserve Level                               | \$ 7,667,112                 |             | \$ 7,000,000                 |             | \$ 7,937,030                               |              | \$ 7,000,000                  |             |
| Projected Cash Reserve Over/(Under) Reserve | \$ (2,116)                   |             | \$ 770,626                   |             | \$ (12,750,592)                            |              | \$ (1,977,282)                |             |

## Airport Funds Summary (6310-6330)

|  | Actual<br>07-08    | Actual<br>08-09    | Adopted<br>09-10   | Proposed<br>10-11  |
|--|--------------------|--------------------|--------------------|--------------------|
| <b>Revenue</b>                               |                    |                    |                    |                    |
| Airport Operating Fund (6310)                |                    |                    |                    |                    |
| -Hanger/Car Rentals, Land Lease              | \$632,110          | \$641,395          | \$616,560          | \$632,420          |
| -Grant Funding (LAX Project)                 | \$1                | \$0                | \$0                | \$0                |
| -Taxes (Aircraft & Mill)                     | \$201,219          | \$202,460          | \$273,543          | \$277,442          |
| -Gallorage                                   | \$61,920           | \$46,601           | \$52,000           | \$46,000           |
| -Fees/Other                                  | (\$14,647)         | \$112,344          | \$64,174           | \$125,538          |
| <b>Total Operating Fund Revenues</b>         | <b>\$880,604</b>   | <b>\$1,002,800</b> | <b>\$1,006,277</b> | <b>\$1,081,400</b> |
| Airport Capital Improvements (6320)          |                    |                    |                    |                    |
| -FAA Capital Grant Funding                   | \$451,516          | \$373,160          | \$2,282,693        | \$722,000          |
| -Passenger Facility Charges                  | \$120,875          | \$27,253           | \$73,181           | \$38,000           |
| <b>Total Capital Fund Revenues</b>           | <b>\$572,391</b>   | <b>\$400,413</b>   | <b>\$2,355,874</b> | <b>\$760,000</b>   |
| Airport Aircraft Property Tax Fund (6330)    |                    |                    |                    |                    |
| -County Share of Aircraft Taxes              | \$198,420          | \$198,420          | \$170,000          | \$244,266          |
| -Interest                                    | \$31,876           | \$34,855           | \$20,000           | \$2,000            |
| <b>Total Aircraft Tax Fund Revenues</b>      | <b>\$230,296</b>   | <b>\$233,275</b>   | <b>\$190,000</b>   | <b>\$246,266</b>   |
| <b>Total Revenue</b>                         | <b>\$1,683,291</b> | <b>\$1,636,488</b> | <b>\$3,552,151</b> | <b>\$2,087,666</b> |
| <b>Expenses</b>                              |                    |                    |                    |                    |
| Airport Operating Fund (6310)                |                    |                    |                    |                    |
| -Salaries & Benefits                         | \$468,174          | \$523,841          | \$468,684          | \$470,269          |
| -Revenue Guarantee (LAX flights)             | \$0                | \$0                | \$0                | \$0                |
| -City Support Services (Fire, Admin, etc...) | \$245,255          | \$232,058          | \$247,102          | \$244,339          |
| -Utilities                                   | \$115,801          | \$120,961          | \$115,000          | \$129,000          |
| -Advertising / Professional Services / R&M   | \$94,586           | \$53,523           | \$98,350           | \$69,170           |
| -Insurance / Misc / Other                    | \$82,921           | \$108,453          | \$78,048           | \$127,523          |
| <b>Total Operating Fund Expenses</b>         | <b>\$1,006,737</b> | <b>\$1,038,836</b> | <b>\$1,007,184</b> | <b>\$1,040,301</b> |
| Airport Capital Improvements (6320)          |                    |                    |                    |                    |
| -Capital Projects                            | \$625,483          | \$524,170          | \$3,070,705        | \$845,000          |
| <b>Total Capital Fund Expenses</b>           | <b>\$625,483</b>   | <b>\$524,170</b>   | <b>\$3,070,705</b> | <b>\$845,000</b>   |
| Airport Special Revenue Fund (6330)          |                    |                    |                    |                    |
|  | \$0                | \$0                | \$0                | \$233,700          |
| <b>Total Expenses</b>                        | <b>\$1,632,220</b> | <b>\$1,563,006</b> | <b>\$4,077,889</b> | <b>\$2,119,001</b> |
| <b>Net Transfers (In and Out)</b>            |                    |                    |                    |                    |
| Airport Operating Fund (6310)                |                    |                    |                    |                    |
|  | \$11,106           | \$1,350            | (\$100)            | (\$100)            |
| Airport Capital Improvements (6320)          |                    |                    |                    |                    |
|  | (\$83,805)         | \$200,365          | \$730,237          | \$85,000           |
| Airport Aircraft Property Tax Fund (6330)    |                    |                    |                    |                    |
|  | \$72,699           | (\$199,365)        | (\$730,237)        | (\$85,000)         |
| <b>Total Net Transfers</b>                   | <b>\$0</b>         | <b>\$2,350</b>     | <b>(\$100)</b>     | <b>(\$100)</b>     |
| <b>Beginning Working Capital</b>             |                    |                    |                    |                    |
| Airport Operating Fund (6310)                |                    |                    |                    |                    |
|  | \$1,134,495        | \$1,019,467        | \$984,776          | \$983,769          |
| Airport Capital Improvements (6320)          |                    |                    |                    |                    |
|  | (\$149,701)        | (\$286,598)        | (\$209,990)        | (\$194,584)        |
| Airport Aircraft Property Tax Fund (6330)    |                    |                    |                    |                    |
|  | \$557,580          | \$860,575          | \$894,485          | \$428,514          |
| <b>Total Beginning Working Capital</b>       | <b>\$1,542,374</b> | <b>\$1,593,444</b> | <b>\$1,669,271</b> | <b>\$1,217,699</b> |
| <b>Net Gain/Loss for FY10-11</b>             |                    |                    |                    |                    |
| Airport Operating Fund (6310)                |                    |                    |                    |                    |
|  | (\$115,027)        | (\$34,691)         | (\$1,007)          | \$40,999           |
| Airport Capital Improvements (6320)          |                    |                    |                    |                    |
|  | (\$136,897)        | \$76,608           | \$15,406           | \$0                |
| Airport Aircraft Property Tax Fund (6330)    |                    |                    |                    |                    |
|  | \$302,995          | \$33,910           | (\$465,971)        | (\$72,434)         |
| <b>Total Net Gain in FY10-11</b>             | <b>\$51,071</b>    | <b>\$75,827</b>    | <b>(\$451,572)</b> | <b>(\$31,435)</b>  |
| <b>Ending Working Capital for FY10-11</b>    |                    |                    |                    |                    |
| Airport Operating Fund (6310)                |                    |                    |                    |                    |
|  | \$1,019,468        | \$984,776          | \$983,769          | \$1,024,768        |
| Airport Capital Improvements (6320)          |                    |                    |                    |                    |
|  | (\$286,598)        | (\$209,990)        | (\$194,584)        | (\$194,584)        |
| Airport Aircraft Property Tax Fund (6330)    |                    |                    |                    |                    |
|  | \$860,575          | \$894,485          | \$428,514          | \$356,080          |
| <b>Total Ending Working Capital</b>          | <b>\$1,593,445</b> | <b>\$1,669,271</b> | <b>\$1,217,699</b> | <b>\$1,186,264</b> |

**Building Services Fund 7800 Proforma**

| <b>Fund 7800 Building Services</b>                             | <b>Actual<br/>FY 08-09</b> | <b>Budget<br/>FY 09-10</b> | <b>Estimate<br/>09-10</b> | <b>Budget<br/>FY 10-11</b> | <b>Projected<br/>FY 11-12</b> | <b>Projected<br/>FY 12-13</b> |
|--|----------------------------|----------------------------|---------------------------|----------------------------|-------------------------------|-------------------------------|
| <b>Beginning Fund Balance</b><br>(from the June 30, 2009 CAFR) | 39,999                     | 30,982                     | 30,982                    | 109,833                    | 30,908                        | -51,963                       |
| <b>REVENUE (type 31's)</b>                                     |                            |                            |                           |                            |                               |                               |
| Revenue  | 2,077,055                  | 1,824,005                  | 1,849,546                 | 1,378,550                  | 1,447,478                     | 1,519,851                     |
| Transfers In   | 59,847                     | 23,000                     | 0                         | 0                          | 0                             | 0                             |
| <b>TOTAL REVENUE</b>   | <b>2,136,902</b>           | <b>1,847,005</b>           | <b>1,849,546</b>          | <b>1,378,550</b>           | <b>1,447,478</b>              | <b>1,519,851</b>              |
| <b>EXPENDITURES (type 22's)</b>                                |                            |                            |                           |                            |                               |                               |
| Operating Budget   | -2,123,596                 | -1,699,433                 | -1,614,461                | -1,457,475                 | -1,530,349                    | -1,606,866                    |
| ****Owed to Tenth St JPA****see below                          | 0                          |                            |                           | 0                          | 0                             | 0                             |
| Transfer Out to 0100   | -69,595                    | -68,721                    | -68,721                   | 0                          | 0                             | 0                             |
| <b>TOTAL EXPENDITURES</b>                                      | <b>-2,193,191</b>          | <b>-1,768,154</b>          | <b>-1,683,182</b>         | <b>-1,457,475</b>          | <b>-1,530,349</b>             | <b>-1,606,866</b>             |
| <b>ENCUMBRANCES (type 21's)</b>                                | 0                          | 0                          |                           | 0                          | 0                             | 0                             |
| Non Op Rev(Exp)  |                            |                            |                           |                            |                               |                               |
| <b>BUDGETED IN CIP OR MY OPS</b>                               | 0                          | 0                          |                           | 0                          | 0                             | 0                             |
| <b>Ending Fund Balance</b>                                     | <b>30,982</b>              | <b>109,833</b>             | <b>197,346</b>            | <b>30,908</b>              | <b>-51,963</b>                | <b>-138,978</b>               |

**FY 2010-2011 Budget**

**Carpenter Landfill Fund 0360 Proforma**

| Fund 0360 Carpenter Landfill             | Actual             | Current            |          | Proposed           | Projected          | Projected          | Projected          |
|--|--------------------|--------------------|----------|--------------------|--------------------|--------------------|--------------------|
|  | FY 08-09           | Budget             | Modified | FY 10-11           | FY 11-12           | FY 12-13           | FY 13-14           |
| <b>Beginning Fund Balance</b>            | 14,850             | 526,448            |          | 689,840            | 843,564            | 1,000,362          | 1,160,297          |
| Fund Balance Transfer in (A613 Type 03)  |                    |                    |          |                    |                    |                    |                    |
| <b>REVENUE (Type 31's)</b>               |                    |                    |          |                    |                    |                    |                    |
| Revenue                                  | \$651,044          | \$601,000          |          | \$601,000          | \$613,020          | \$625,280          | \$637,786          |
| Reduce by FMV                            | \$3,688            | \$0                |          | \$0                | \$0                | \$0                | \$0                |
| Transfers In                             | \$0                | \$0                |          | \$0                | \$0                | \$0                | \$0                |
| <b>TOTAL REVENUE</b>                     | <b>\$647,356</b>   | <b>\$601,000</b>   |          | <b>\$601,000</b>   | <b>\$613,020</b>   | <b>\$625,280</b>   | <b>\$637,786</b>   |
| <b>EXPENDITURES (Type 22's)</b>          |                    |                    |          |                    |                    |                    |                    |
| Expense                                  | (\$135,758)        | (\$437,608)        |          | (\$447,276)        | (\$456,222)        | (\$465,346)        | (\$474,653)        |
| Transfers Out                            | \$0                | \$0                |          | \$0                | \$0                | \$0                | \$0                |
| <b>TOTAL EXPENDITURES</b>                | <b>(\$135,758)</b> | <b>(\$437,608)</b> |          | <b>(\$447,276)</b> | <b>(\$456,222)</b> | <b>(\$465,346)</b> | <b>(\$474,653)</b> |
| <b>BUDGETED/UNSPENT IN CIP</b>           |                    |                    |          |                    |                    |                    |                    |
| <b>SPEND IN CIP</b>                      |                    |                    |          |                    |                    |                    |                    |
| <b>Ending Fund Balance / (Shortfall)</b> | <b>\$526,448</b>   | <b>\$689,840</b>   |          | <b>\$843,564</b>   | <b>\$1,000,362</b> | <b>\$1,160,297</b> | <b>\$1,323,430</b> |
| <b>Ending Date</b>                       | <b>6/30/2009</b>   | <b>6/30/2010</b>   |          | <b>6/30/2011</b>   | <b>6/30/2012</b>   | <b>6/30/2013</b>   | <b>6/30/2014</b>   |
|  |                    |                    |          |                    |                    |                    | <b>6/30/2015</b>   |

**FY 2010-2011 Budget**

**Fund 6290 Compost Fund (Org 5222-Compost Operations)**

| Fund 6290 Compost Fund (Org 5222-<br>Compost Operations) | Current              |                                |                      |                       |                       |                       |                       |
|--|----------------------|--------------------------------|----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|  | Actual<br>FY 08-09   | Modified<br>Budget<br>FY 09-10 | Proposed<br>FY 10-11 | Projected<br>FY 11-12 | Projected<br>FY 12-13 | Projected<br>FY 13-14 | Projected<br>FY 14-15 |
| <b>Beginning Fund Balance</b>                            | 350,495              | 394,463                        | 349,270              | 349,270               | 349,270               | 349,270               | 349,270               |
| Fund Balance Transfer in (A613 Type 03)                  |                      |                                |                      |                       |                       |                       |                       |
| <b>REVENUE (Type 31's)</b>                               |                      |                                |                      |                       |                       |                       |                       |
| Revenue  | \$1,403,776          | \$1,337,116                    | \$1,394,673          | \$1,464,407           | \$1,537,627           | \$1,614,508           | \$1,695,234           |
| Reduce by FMV  | \$2,109              | \$0                            |                      |                       |                       |                       |                       |
| Transfers In   | \$1,135              | \$0                            | \$0                  | \$0                   | \$0                   | \$0                   | \$0                   |
| <b>TOTAL REVENUE</b>                                     | <b>\$1,402,802</b>   | <b>\$1,337,116</b>             | <b>\$1,394,673</b>   | <b>\$1,464,407</b>    | <b>\$1,537,627</b>    | <b>\$1,614,508</b>    | <b>\$1,695,234</b>    |
| <b>EXPENDITURES (Type 22's)</b>                          |                      |                                |                      |                       |                       |                       |                       |
| Expense  | (\$1,139,029)        | (\$1,340,585)                  | (\$1,394,673)        | (\$1,464,407)         | (\$1,537,627)         | (\$1,614,508)         | (\$1,695,234)         |
| Transfers Out to Fleet (Water Truck in 08)               | (\$82,223)           | \$0                            | \$0                  | \$0                   | \$0                   | \$0                   | \$0                   |
| <b>TOTAL EXPENDITURES</b>                                | <b>(\$1,221,252)</b> | <b>(\$1,340,585)</b>           | <b>(\$1,394,673)</b> | <b>(\$1,464,407)</b>  | <b>(\$1,537,627)</b>  | <b>(\$1,614,508)</b>  | <b>(\$1,695,234)</b>  |
| <b>Budgeted/unused CIP: P484</b>                         |                      |                                |                      |                       |                       |                       |                       |
| <b>Budgeted/unused CIP: P546</b>                         |                      |                                |                      |                       |                       |                       |                       |
| Spent in CIP: P484                                       |                      |                                |                      |                       |                       |                       |                       |
| Spent in CIP: P546                                       | (\$137,582)          |                                |                      |                       |                       |                       |                       |
| <b>Ending Fund Balance / (Shortfall)</b>                 | <b>\$394,463</b>     | <b>\$349,270</b>               | <b>\$349,270</b>     | <b>\$349,270</b>      | <b>\$349,270</b>      | <b>\$349,270</b>      | <b>\$349,270</b>      |
| <b>Ending Date</b>                                       | <b>6/30/2009</b>     | <b>6/30/2010</b>               | <b>6/30/2011</b>     | <b>6/30/2012</b>      | <b>6/30/2013</b>      | <b>6/30/2014</b>      | <b>6/30/2015</b>      |

| <b>FY 2010-11 Budget</b>                                 |                                     |  |  |                              |                    |                    |
|--|-------------------------------------|--|--|------------------------------|--------------------|--------------------|
| <b>Fleet Management Fund Proforma (7200, 7209, 7210)</b> |                                     |  |  |                              |                    |                    |
|  |                                     |  |  | <b>2008-2009<br/>Actuals</b> | <b>2010</b>        | <b>2011</b>        |
| <b>Sources</b>   |                                     |  |  |                              |                    |                    |
|  | Revenue                             |  |  | \$7,392,653                  | \$6,560,115        | \$7,130,860        |
|  | Other Sources                       |  |  |                              | \$0                | \$0                |
| <b>Total Revenues &amp; Other Sources</b>                |                                     |  |  | <b>\$7,392,653</b>           | <b>\$6,560,115</b> | <b>\$7,130,860</b> |
| <b>Uses</b>  |                                     |  |  |                              |                    |                    |
|  | Operating Expenditures              |  |  | \$7,588,831                  | \$9,755,926        | \$8,624,876        |
|  | Other Uses                          |  |  |                              |                    |                    |
| <b>Total Expenditures &amp; Other Uses</b>               |                                     |  |  | <b>\$7,588,831</b>           | <b>\$9,755,926</b> | <b>\$8,624,876</b> |
| <b>Other</b>   |                                     |  |  |                              |                    |                    |
|  | <b>NonOperating Revenue</b>         |  |  | <b>\$881,372</b>             | <b>\$484,033</b>   | <b>\$487,317</b>   |
|  | NonOperatingExpenses                |  |  | (\$6,159)                    |                    |                    |
|  | Transfers In                        |  |  | \$217,600                    | \$1,414,206        | \$2,983,850        |
|  | Transfers Out                       |  |  | (\$6,027,437)                |                    |                    |
|  | Net Other                           |  |  | (\$4,934,624)                | \$1,898,239        | \$3,471,167        |
| Operating Income/Loss Excluding Depreciation             |                                     |  |  | (\$5,130,802)                | (\$1,297,572)      | \$1,977,151        |
| <b>Capital Improvement Program Expenditures</b>          |                                     |  |  |                              |                    |                    |
|  | CIP H028 Fleet Maintenance Facility |  |  | \$0                          | \$0                | \$0                |
| <b>Working Capital/Retained Earnings</b>                 |                                     |  |  |                              |                    |                    |
|  | Beginning Balance                   |  |  | <b>\$14,215,930</b>          | <b>\$9,085,128</b> | <b>\$7,787,556</b> |
|  | Net Change in Operating             |  |  | (\$5,130,802)                | (\$1,297,572)      | \$1,977,151        |
|  | Capital Improvement Program         |  |  | \$0                          | \$0                | \$0                |
| Ending Fund Balance                                      |                                     |  |  | \$9,085,128                  | \$7,787,556        | \$9,764,707        |
|  | Balance of CIP                      |  |  | (\$1,074,287)                | (\$1,074,287)      | (\$1,074,287)      |
| Ending Fund Balance Less CIP                             |                                     |  |  | \$8,010,841                  | \$6,713,269        | \$8,690,420        |

| <b>Golf Fund 6600 Proforma</b>  |                            |                            |                            |                               |                               |                               |                               |
|---|----------------------------|----------------------------|----------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
|   | <b>Actual<br/>FY 08-09</b> | <b>Budget<br/>FY 09-10</b> | <b>Budget<br/>FY 10-11</b> | <b>Projected<br/>FY 11-12</b> | <b>Projected<br/>FY 12-13</b> | <b>Projected<br/>FY 13-14</b> | <b>Projected<br/>FY 14-15</b> |
| <b>Beginning Fund Balance</b>   |                            | <b>-131,892</b>            | <b>-135,068</b>            | <b>-33,068</b>                | <b>25,188</b>                 | <b>37,074</b>                 | <b>-160</b>                   |
| <b>REVENUE (type 31's)</b>  |                            |                            |                            |                               |                               |                               |                               |
| Revenue   | 2,072,518                  | 2,125,438                  | 2,191,200                  | 2,235,024                     | 2,279,724                     | 2,325,319                     | 2,371,825                     |
| Transfers In (General Fund<br>Subsidy if needed)                      | 0                          | 170,000                    | 0                          | 0                             | 0                             | 0                             | 0                             |
| Transfers In from General Fund<br>for P391                            | 50,000                     | 100,000                    | 100,000                    | 100,000                       | 100,000                       | 100,000                       | 100,000                       |
| <b>TOTAL REVENUE</b>  | <b>2,122,518</b>           | <b>2,395,438</b>           | <b>2,291,200</b>           | <b>2,335,024</b>              | <b>2,379,724</b>              | <b>2,425,319</b>              | <b>2,471,825</b>              |
| <b>EXPENDITURES (type 22's)</b>                                       |                            |                            |                            |                               |                               |                               |                               |
| Operating Budget<br>P391  | 1,890,209                  | 2,472,081                  | 2,189,200                  | 2,276,768                     | 2,367,839                     | 2,462,552                     | 2,561,054                     |
| Transfer Out  |                            | 0                          | 0                          | 0                             | 0                             | 0                             | 0                             |
| <b>TOTAL EXPENDITURES</b>   | <b>1,890,209</b>           | <b>2,472,081</b>           | <b>2,189,200</b>           | <b>2,276,768</b>              | <b>2,367,839</b>              | <b>2,462,552</b>              | <b>2,561,054</b>              |
| <b>ENCUMBRANCES (type 21's)</b>                                       | <b>0</b>                   | <b>0</b>                   | <b>0</b>                   | <b>0</b>                      | <b>0</b>                      | <b>0</b>                      | <b>0</b>                      |
| <b>BUDGETED IN CIP (P391)</b><br>(available budget but not yet spent) | <b>0</b>                   | <b>156,028</b>             | <b>0</b>                   | <b>0</b>                      | <b>0</b>                      | <b>0</b>                      | <b>0</b>                      |
| <b>Spent in CIP (P391)</b>  | <b>8,004</b>               | <b>0</b>                   |                            |                               |                               |                               |                               |
| <b>Ending Fund Balance</b>  | <b>-131,892</b>            | <b>-208,535</b>            | <b>-33,068</b>             | <b>25,188</b>                 | <b>37,074</b>                 | <b>-160</b>                   | <b>-89,389</b>                |
|   | <b>6/30/09</b>             |                            |                            |                               |                               |                               |                               |
| <b># of rounds actually played</b>                                    | <b>133,151</b>             | <b>77,288</b>              |                            |                               |                               |                               |                               |

| <b>FY 2009-10 Budget</b>   |                              |                             |                          |                    |                    |
|--|------------------------------|-----------------------------|--------------------------|--------------------|--------------------|
| <b>Information &amp; Technology Services Proforma (7130, 7131)</b> |                              |                             |                          |                    |                    |
|  | <b>Actuals 2008<br/>2009</b> | <b>2009-2010<br/>Budget</b> | <b>2011<br/>Proposed</b> | <b>2012</b>        | <b>2013</b>        |
| <b>Sources</b>   |                              |                             |                          |                    |                    |
| Revenue  | \$5,899,742                  | \$6,334,145                 | \$5,471,832              | \$5,663,346        | \$5,861,563        |
| <b>Total Revenues &amp; Other Sources</b>                          | <b>\$5,899,742</b>           | <b>\$6,334,145</b>          | <b>\$5,471,832</b>       | <b>\$5,663,346</b> | <b>\$5,861,563</b> |
| <b>Uses</b>  |                              |                             |                          |                    |                    |
| Operating Expenditures   | \$5,309,790                  | \$6,137,494                 | \$5,240,826              | \$5,424,255        | \$5,614,104        |
| <b>Total Expenditures &amp; Other Uses</b>                         | <b>\$5,309,790</b>           | <b>\$6,137,494</b>          | <b>\$5,240,826</b>       | <b>\$5,424,255</b> | <b>\$5,614,104</b> |
| <b>Other</b>   |                              |                             |                          |                    |                    |
| NonOperating Revenues  | \$411,458                    | \$0                         | \$0                      | \$0                | \$0                |
| NonOperating Expenses  | (\$267,562)                  | \$0                         |                          |                    |                    |
| Transfers In   | \$192,932                    | \$0                         | \$0                      | \$0                | \$0                |
| Transfers Out  | (\$968,384)                  | (\$357,603)                 |                          |                    |                    |
| <b>Oper. Income/(Loss) Excluding Depr</b>                          | <b>(\$41,604)</b>            | <b>(\$160,952)</b>          | <b>\$231,006</b>         | <b>\$239,091</b>   | <b>\$247,459</b>   |
| <b>Capital Improvement Program</b>                                 |                              |                             |                          |                    |                    |
| CIP 190 M483 Comp Aid Dispatch                                     | (\$342,387)                  |                             |                          |                    |                    |
| <b>Balance CIP at 6/30/09</b>                                      | <b>(\$342,387)</b>           | <b>\$0</b>                  | <b>\$0</b>               | <b>\$0</b>         | <b>\$0</b>         |
| <b>Working Capital/Retained Earnings</b>                           |                              |                             |                          |                    |                    |
| Beginning Balance  | \$3,533,739                  | \$3,149,748                 | \$2,988,796              | \$2,988,796        | \$2,988,796        |
| Net Change in Operating  | (\$383,991)                  | (\$160,952)                 |                          |                    |                    |
| Rollover Encumbrance (includes Gartner)                            |                              |                             |                          |                    |                    |
| <b>Ending Fund Balance</b>   | <b>\$3,149,748</b>           | <b>\$2,988,796</b>          | <b>\$2,988,796</b>       | <b>\$2,988,796</b> | <b>\$2,988,796</b> |
| Bal of CIP 08-09 (this is cash in fund 7130 allocated to M483)     | (\$991,439)                  | (\$991,439)                 |                          |                    |                    |
| <b>Ending Fund Balance Less CIP</b>                                | <b>\$2,158,309</b>           | <b>\$1,997,357</b>          |                          |                    |                    |

**PARKING FUND PROFORMA (6000)**

**FY 10-11 Proposed Budget**

**March 8, 2010**

| Fund 6000 Parking fund  | Actual<br>FY 08-09 | Estimated<br>FY 09-10 | Proposed<br>FY 10-11 | Projected<br>FY 11-12 | Projected<br>FY 12-13 | Projected<br>FY 13-14 | Projected<br>FY 14-15 |
|---|--------------------|-----------------------|----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Beginning Fund Balance<br>(from the June 30, 2009 CAFR)   |                    | 698,939               | -66,420              | 44,380                | 100,000               | 100,000               | 100,000               |
| <b>REVENUE (type 31's)</b>  |                    |                       |                      |                       |                       |                       |                       |
| Revenue Budget  | 1,282,394          | 1,319,902             | 1,349,148            | 1,349,148             | 1,349,148             | 1,349,148             | 1,349,148             |
| Increased Revenue due to all GARAGE Automation<br>Transfers in from Fund 1300 (P866)                | 0                  | 7,996                 | 0                    | 0                     | 0                     | 0                     | 0                     |
| <b>TOTAL REVENUE</b>  | <b>1,282,394</b>   | <b>1,327,898</b>      | <b>1,349,148</b>     | <b>1,349,148</b>      | <b>1,349,148</b>      | <b>1,349,148</b>      | <b>1,349,148</b>      |
| <b>EXPENDITURES (type 22's)</b>   |                    |                       |                      |                       |                       |                       |                       |
| Operating Budget  | -1,697,147         | -1,420,920            | -965,887             | -1,004,522            | -1,044,703            | -1,086,492            | -1,129,951            |
| Reduced Salary Costs due to all GARAGE Automation<br>Transfers Out/Return funds to Fund 1300 (P866) | 0                  | 14,353                | -59,046              |                       |                       |                       |                       |
| Reduction in Bldg Services ISF  |                    | 130,000               |                      |                       |                       |                       |                       |
| <b>TOTAL EXPENDITURES</b>   | <b>-1,697,147</b>  | <b>-1,276,567</b>     | <b>-1,024,933</b>    | <b>-1,004,522</b>     | <b>-1,044,703</b>     | <b>-1,086,492</b>     | <b>-1,129,951</b>     |
| <b>BUDGETED/UNSPENT IN CIP P597</b>   |                    |                       |                      |                       |                       |                       |                       |
|   |                    | -577,012              | -213,415             |                       |                       |                       |                       |
|   |                    | -108,009              |                      |                       |                       |                       |                       |
|   |                    | -131,669              |                      |                       |                       |                       |                       |
|   |                    | <u>-816,690</u>       |                      |                       |                       |                       |                       |
| <b>Reserved for New CIP Projects</b>  |                    |                       |                      | -289,006              | -304,444              | -262,657              | -219,196              |
| <b>Ending Fund Balance</b>  | <b>698,939</b>     | <b>-66,420</b>        | <b>44,380</b>        | <b>100,000</b>        | <b>100,000</b>        | <b>100,000</b>        | <b>100,000</b>        |
|   | 6/30/09            |                       |                      |                       |                       |                       |                       |

**FY 2010-2011 Budget**

**Fund 6290 Solid Waste (Org 4402-Solid Waste Management)**

| Fund 6290 Solid Waste (Org 4402-Solid Waste Management) | Actual<br>FY 08-09 | Current<br>Modified<br>Budget |                    |                      |                      |                      | Projected<br>FY 12-13 | Projected<br>FY 13-14 | Projected<br>FY 14-15 |
|---|--------------------|-------------------------------|--------------------|----------------------|----------------------|----------------------|-----------------------|-----------------------|-----------------------|
|   |                    | FY 09-10                      | FY 10-11           | FY 11-12             | FY 12-13             | FY 13-14             |                       |                       |                       |
| <b>Beginning Fund Balance</b>                           | 169,261            | 381,348                       | 340,749            | 539,007              | 741,230              | 947,498              | 1,157,891             |                       |                       |
| Fund Balance Transfer in (A613 Type 03)                 |                    |                               |                    |                      |                      |                      |                       |                       |                       |
| <b>REVENUE (Type 31's)</b>                              |                    |                               |                    |                      |                      |                      |                       |                       |                       |
| Revenue   | \$1,012,822        | \$1,184,845                   | \$1,190,477        | \$1,214,287          | \$1,238,572          | \$1,263,344          | \$1,288,611           |                       |                       |
| Reduce by FMV   | \$691              | \$0                           |                    |                      |                      |                      |                       |                       |                       |
| Transfers In  | \$2,185            | \$0                           | \$0                | \$0                  | \$0                  | \$0                  | \$0                   |                       |                       |
| <b>TOTAL REVENUE</b>                                    | <b>\$1,014,316</b> | <b>\$1,184,845</b>            | <b>\$1,190,477</b> | <b>\$1,214,287</b>   | <b>\$1,238,572</b>   | <b>\$1,263,344</b>   | <b>\$1,288,611</b>    |                       |                       |
| <b>EXPENDITURES (Type 22's)</b>                         |                    |                               |                    |                      |                      |                      |                       |                       |                       |
| Expense   | (\$801,804)        | (\$1,225,444)                 | (\$992,219)        | (\$1,012,063)        | (\$1,032,305)        | (\$1,052,951)        | (\$1,074,010)         |                       |                       |
| Transfers Out   | (\$425)            | \$0                           | \$0                | \$0                  | \$0                  | \$0                  | \$0                   |                       |                       |
| <b>TOTAL EXPENDITURES</b>                               | <b>(\$802,229)</b> | <b>(\$1,225,444)</b>          | <b>(\$992,219)</b> | <b>(\$1,012,063)</b> | <b>(\$1,032,305)</b> | <b>(\$1,052,951)</b> | <b>(\$1,074,010)</b>  |                       |                       |
| <b>BUDGETED/UNSPENT IN CIP<br/>SPEND IN CIP</b>         |                    |                               |                    |                      |                      |                      |                       |                       |                       |
| <b>Ending Fund Balance / (Shortfall)</b>                | <b>\$381,348</b>   | <b>\$340,749</b>              | <b>\$539,007</b>   | <b>\$741,230</b>     | <b>\$947,498</b>     | <b>\$1,157,891</b>   | <b>\$1,372,492</b>    |                       |                       |
| <b>Ending Date</b>                                      | <b>6/30/2009</b>   | <b>6/30/2010</b>              | <b>6/30/2011</b>   | <b>6/30/2012</b>     | <b>6/30/2013</b>     | <b>6/30/2014</b>     | <b>6/30/2015</b>      |                       |                       |

FY 2010-2011 Budget

Fund 6290 Solid Waste (Org 4444-Green Waste Diversion)

| Fund 6290 Solid Waste (Org 4444-Green Waste Diversion) | Current Modified Budget |                      |                      |                       |                       |                       |                       |
|--|-------------------------|----------------------|----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|  | Actual<br>FY 08-09      | Proposed<br>FY 09-10 | Proposed<br>FY 10-11 | Projected<br>FY 11-12 | Projected<br>FY 12-13 | Projected<br>FY 13-14 | Projected<br>FY 14-15 |
| <b>Beginning Fund Balance</b>                          | 0                       | 255,986              | 409,741              | 623,312               | 846,153               | 1,078,450             | 1,320,391             |
| Fund Balance Transfer in (A613 Type 03)                |                         |                      |                      |                       |                       |                       |                       |
| <b>REVENUE (Type 31's)</b>                             |                         |                      |                      |                       |                       |                       |                       |
| Revenue  | \$776,514               | \$1,733,272          | \$1,718,324          | \$1,752,690           | \$1,787,744           | \$1,823,499           | \$1,859,969           |
| Reduce by FMV  | \$1,398                 | \$0                  | \$0                  | \$0                   | \$0                   | \$0                   | \$0                   |
| Transfers In   | \$0                     | \$0                  | \$0                  | \$0                   | \$0                   | \$0                   | \$0                   |
| <b>TOTAL REVENUE</b>                                   | <b>\$775,116</b>        | <b>\$1,733,272</b>   | <b>\$1,718,324</b>   | <b>\$1,752,690</b>    | <b>\$1,787,744</b>    | <b>\$1,823,499</b>    | <b>\$1,859,969</b>    |
| <b>EXPENDITURES (Type 22's)</b>                        |                         |                      |                      |                       |                       |                       |                       |
| Expense  | (\$519,130)             | (\$1,329,581)        | (\$1,254,817)        | (\$1,279,913)         | (\$1,305,512)         | (\$1,331,622)         | (\$1,358,254)         |
| Transfers Out to Comm. Forestry                        | \$0                     | (\$249,936)          | (\$249,936)          | (\$249,936)           | (\$249,936)           | (\$249,936)           | (\$249,936)           |
| <b>TOTAL EXPENDITURES</b>                              | <b>(\$519,130)</b>      | <b>(\$1,579,517)</b> | <b>(\$1,504,753)</b> | <b>(\$1,529,849)</b>  | <b>(\$1,555,448)</b>  | <b>(\$1,581,558)</b>  | <b>(\$1,608,190)</b>  |
| <b>BUDGETED/UNSPENT IN CIP</b>                         |                         |                      |                      |                       |                       |                       |                       |
| <b>SPEND IN CIP</b>                                    |                         |                      |                      |                       |                       |                       |                       |
| <b>Ending Fund Balance / (Shortfall)</b>               | <b>\$255,986</b>        | <b>\$409,741</b>     | <b>\$623,312</b>     | <b>\$846,153</b>      | <b>\$1,078,450</b>    | <b>\$1,320,391</b>    | <b>\$1,572,170</b>    |
| <b>Ending Date</b>                                     | <b>6/30/2009</b>        | <b>6/30/2010</b>     | <b>6/30/2011</b>     | <b>6/30/2012</b>      | <b>6/30/2013</b>      | <b>6/30/2014</b>      | <b>6/30/2015</b>      |

**Storm Drain Fund Proforma (6280)**

**FY 10-11 Proposed Budget**

(March 8, 2010)

|  | <b>Actuals<br/>08-09</b> | <b>Budget<br/>09-10</b> | <b>Proposed<br/>10-11</b> | <b>Projected<br/>11-12</b> | <b>Projected<br/>12-13</b> | <b>Projected<br/>13-14</b> | <b>Projected<br/>14-15</b> | <b>Projected<br/>15-16</b> |
|--|--------------------------|-------------------------|---------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| <b>Beginning Fund Balance</b>                          |                          | <b>1,186,228</b>        | <b>276,066</b>            | <b>481,987</b>             | <b>432,084</b>             | <b>382,181</b>             | <b>382,181</b>             | <b>334,278</b>             |
| <b>Sources</b>   |                          |                         |                           |                            |                            |                            |                            |                            |
| Operating Revenue                                      | 5,209,307                | 5,139,078               | 5,130,008                 | 5,139,078                  | 5,139,078                  | 5,139,078                  | 5,139,078                  | 5,139,078                  |
| Interfund Labor  | 73,026                   | 141,019                 | 207,527                   | 141,019                    | 141,019                    | 141,019                    | 141,019                    | 141,019                    |
| Misc   | 18,817                   | 6                       |                           |                            |                            |                            |                            |                            |
| Interest Income  | 799                      | 1                       |                           |                            |                            |                            |                            |                            |
| Operating Transfer In from Water                       |                          | 700,000                 | 700,000                   | 1,200,000                  | 1,700,000                  | 2,200,000                  | 2,700,000                  | 2,700,000                  |
| Operating Transfer in from IT                          | 38,054                   |                         |                           |                            |                            |                            |                            |                            |
| Operating Transfers In to 5315 (Leaf Collection)       | 326,000                  |                         |                           |                            |                            |                            |                            |                            |
| CIP Transfer In for Q231 from Gen'l Fund (0100)        |                          | 25,000                  |                           |                            |                            |                            |                            |                            |
| CIP Transfer In for Q231 from Gas Tax Fund (0700)      | 59,240                   |                         |                           |                            |                            |                            |                            |                            |
| CIP Transfer In for D001 from Gen'l Fund (0100)        |                          | 50,000                  |                           |                            |                            |                            |                            |                            |
| CIP Transfer In for D002 from CFD Fund (2640)          | 36,300                   |                         |                           |                            |                            |                            |                            |                            |
| CIP Project Revenues for N686 (EPA 9th St SD)          |                          | 15,743                  |                           |                            |                            |                            |                            |                            |
| <b>Total Revenue/Other Sources</b>                     | <b>5,761,543</b>         | <b>6,070,847</b>        | <b>6,037,535</b>          | <b>6,480,097</b>           | <b>6,980,097</b>           | <b>7,480,097</b>           | <b>7,980,097</b>           | <b>7,980,097</b>           |
| <b>Uses</b>  |                          |                         |                           |                            |                            |                            |                            |                            |
| 5300 - Storm Drain General                             |                          | 104,469                 | 101,077                   |                            |                            |                            |                            |                            |
| 5319 - Storm Drain Engineering                         |                          | 99,042                  | 24,042                    |                            |                            |                            |                            |                            |
| 5399 - Storm Drain Util Bill/Collect                   |                          | 796,534                 | 739,710                   |                            |                            |                            |                            |                            |
| 5310 - Storm Water Lift Stations Br                    |                          | 275,044                 | 262,922                   |                            |                            |                            |                            |                            |
| 5312 - Storm Water Branch                              |                          | 2,745,580               | 2,591,048                 |                            |                            |                            |                            |                            |
| 5313 - Street Sweeping                                 |                          | 1,228,657               | 1,125,305                 |                            |                            |                            |                            |                            |
| 5314 - Storm Water Compliance Branch                   |                          | 1,145,094               | 750,875                   |                            |                            |                            |                            |                            |
| 5315 - Storm Drainage Leaf Collection                  |                          | 211,636                 | 211,635                   |                            |                            |                            |                            |                            |
| Operating Expenditures                                 | 5,656,268                | 6,606,056               | 5,806,614                 | 6,480,000                  | 6,980,000                  | 7,478,000                  | 7,980,000                  | 7,980,000                  |
| Transfer Out   | 18                       |                         |                           |                            |                            |                            |                            |                            |
| Transfer Out correct transfer to Q231                  |                          | 70,000                  |                           |                            |                            |                            |                            |                            |
| <b>Total Expenditure/Other Uses</b>                    | <b>5,656,286</b>         | <b>6,676,056</b>        | <b>5,806,614</b>          | <b>6,480,000</b>           | <b>6,980,000</b>           | <b>7,478,000</b>           | <b>7,980,000</b>           | <b>7,980,000</b>           |
| <b>Capital Improvement Program</b>                     |                          |                         |                           |                            |                            |                            |                            |                            |
| A213 Storm Drain System Analysis                       | 8                        | 44,271                  | 25,000                    | 50,000                     | 50,000                     | 50,000                     | 50,000                     | 0                          |
| N686 9th Street Storm Drainage                         | 1,012                    | 79,696                  |                           |                            |                            |                            |                            |                            |
| Q231 Storm Drain Master Plan                           | 0                        | 94,686                  |                           |                            |                            |                            |                            |                            |
| D001 Storm Drain Rate Analysis                         | 292                      | 50,000                  |                           |                            |                            |                            |                            |                            |
| D002 Fairview Storm Drain Repairs                      | 0                        | 36,300                  |                           |                            |                            |                            |                            |                            |
| <b>Ending Fund Balance</b>                             | <b>1,186,228</b>         | <b>276,066</b>          | <b>481,987</b>            | <b>432,084</b>             | <b>382,181</b>             | <b>334,278</b>             | <b>332,278</b>             | <b>334,375</b>             |
| <b>Reserve as a percentage of the Operating Budget</b> |                          | <b>4.14%</b>            | <b>8.30%</b>              | <b>6.67%</b>               | <b>5.48%</b>               | <b>4.47%</b>               | <b>4.16%</b>               | <b>4.19%</b>               |

note: general fund loans outstanding equal \$1,324,704

## Surface Transportation Fund - Summary Proforma FY 10/11

|   | CED                 | PRN               | Public Works        | Total                |
|---|---------------------|-------------------|---------------------|----------------------|
| Operating Expenses  | \$ (5,111,567)      | \$ (852,200)      | \$ (6,567,728)      | \$ (12,531,495)      |
| <b>Major Revenue Sources:</b>                             |                     |                   |                     |                      |
| Prop 1B - Phase I   | -                   | -                 | 2,003,576           | 2,003,576            |
| Prop 1B - Phase II  | -                   | -                 | 3,174,344           | 3,174,344            |
| Gas Tax   | 2,253,907           | 852,200           | -                   | 3,106,107            |
| Garbage Franchise Fees                                    | -                   | -                 | 800,000             | 800,000              |
| General Fund Transfer for Traffic                         | 125,000             | -                 | -                   | 125,000              |
| General Fund Transfer - MOE                               | 1,270,382           | -                 | 416,793             | 1,687,175            |
| Service Credit Revenue **                                 | 401,456             | -                 | 2,920,304           | 3,321,760            |
| <b>Total Major Revenue Sources</b>                        | <b>\$ 4,050,745</b> | <b>\$ 852,200</b> | <b>\$ 9,315,017</b> | <b>\$ 14,217,962</b> |
| Direct Revenues   | 103,606             | -                 | -                   | 103,606              |
| Total Revenues  | 4,154,351           | 852,200           | 9,315,017           | 14,321,568           |
| Net Operating Income (Loss)                               | \$ (957,216)        | \$ -              | \$ 2,747,289        | \$ 1,790,073         |
| Beginning Fund Balance Reserves - July 1, 2010.           |                     |                   |                     | 1,819,910            |
| Carryover Garbage Franchise Fees - July 1, 2010           |                     |                   |                     | 819,000              |
| <b>Ending Fund Balance Reserves - June 30, 2011</b>       |                     |                   |                     | <b>\$ 4,428,983</b>  |
| <b>Funds Restricted for ONLY Street Maintenance:</b>      |                     |                   |                     |                      |
| Garbage Franchise Fees Carryover Projected FY 12          |                     |                   |                     | (1,033,691)          |
| Prop 1B Phase II - Funds have not been officially awarded |                     |                   |                     | (3,174,344)          |
| <b>Ending Fund Balance Reserves - No Restrictions</b>     |                     |                   |                     | <b>\$ 220,948</b>    |

\*\* \$2.6 million of Street Maintenance Budget is being funded through Prop 1B Phase I and Garbage Franchise Fees. These expenses will be initially reported in the Street Maintenance Org and then Service Credit to the CIP and MY orgs within the same fund.

**FY 2010-2011 Budget  
Fund 0600 Traffic Safety Fund Proforma**

| Fund 0600 Traffic Safety Fund                   | Current              |                      |                      |                       |                       |                       |                       |
|---|----------------------|----------------------|----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|   | Actual<br>FY 08-09   | Modified<br>FY 09-10 | Proposed<br>FY 10-11 | Projected<br>FY 11-12 | Projected<br>FY 12-13 | Projected<br>FY 13-14 | Projected<br>FY 14-15 |
| <b>Beginning Fund Balance</b>                   | \$386,779            | \$224,460            | \$374,599            | \$229,599             | \$103,299             | (\$25,527)            | (\$156,930)           |
| <b>REVENUE (type 31's)</b>                      |                      |                      |                      |                       |                       |                       |                       |
| Revenue Budget                                  | \$1,182,220          | \$1,617,139          | \$1,080,000          | \$1,123,200           | \$1,145,664           | \$1,168,577           | \$1,191,949           |
| Transfers In                                    | \$0                  | \$0                  | \$0                  | \$0                   | \$0                   | \$0                   | \$0                   |
| <b>TOTAL REVENUE</b>                            | <b>\$1,182,220</b>   | <b>\$1,617,139</b>   | <b>\$1,080,000</b>   | <b>\$1,123,200</b>    | <b>\$1,145,664</b>    | <b>\$1,168,577</b>    | <b>\$1,191,949</b>    |
| <b>EXPENDITURES (type 22's)</b>                 |                      |                      |                      |                       |                       |                       |                       |
| Operating Budget (Red light cameras)            | (\$302,539)          | (\$725,000)          | (\$725,000)          | (\$739,500)           | (\$754,290)           | (\$769,376)           | (\$784,763)           |
| Transfer Out to GF                              | (\$842,000)          | (\$742,000)          | (\$500,000)          | (\$510,000)           | (\$520,200)           | (\$530,604)           | (\$541,216)           |
| Transfer Out to GF (10/7/08 ADJ)                | (\$200,000)          | \$0                  |                      |                       |                       |                       |                       |
| <b>TOTAL EXPENDITURES</b>                       | <b>(\$1,344,539)</b> | <b>(\$1,467,000)</b> | <b>(\$1,225,000)</b> | <b>(\$1,249,500)</b>  | <b>(\$1,274,490)</b>  | <b>(\$1,299,980)</b>  | <b>(\$1,325,979)</b>  |
| <b>BUDGETED/UNSPENT IN CIP<br/>SPEND IN CIP</b> |                      |                      |                      |                       |                       |                       |                       |
| <b>Ending Fund Balance / (Shortfall)</b>        | <b>\$224,460</b>     | <b>\$374,599</b>     | <b>\$229,599</b>     | <b>\$103,299</b>      | <b>(\$25,527)</b>     | <b>(\$156,930)</b>    | <b>(\$290,960)</b>    |
|   | 6/30/09              | 6/30/10              | 6/30/11              | 6/30/12               | 6/30/13               | 6/30/14               | 6/30/15               |

**City of Modesto  
Transit Operating Funds Proforma  
(6520...6550)**

|                                    |                     |                                | A                                 | B  | C                    | D                    |
|------------------------------------|---------------------|--------------------------------|-----------------------------------|--|----------------------|----------------------|
| Updated : 4/13/10                  | FY09/10<br>Proposed | FY09/10<br>Actual<br>(4/13/10) | FY10/11<br>Proposed<br>(In BRASS) | FY10/11<br>Projected<br>(with STA funds) | FY11/12<br>Projected | FY12/13<br>Projected |
| <b>Beginning Working Capital</b>   | -                   | 1,850,799                      | -                                 | 1,850,799                                | 1,423,783            | 640,116              |
| <b>Revenues</b>                    |                     |                                |                                   |  |                      |                      |
| LTF                                | 7,639,104           | 4,772,745                      | 6,480,273                         | 7,861,657                                | 7,670,641            | 7,670,641            |
| FTA                                | 3,974,227           | 1,416,833                      | 3,603,316                         | 3,603,316                                | 3,675,382            | 3,748,890            |
| CMAQ                               | 58,422              | 13,368                         | 165,348                           | 165,348                                  | 168,655              | 172,028              |
| Fares                              | 2,837,586           | 1,712,843                      | 2,434,604                         | 2,434,604                                | 2,483,296            | 2,532,962            |
| Misc.                              | 357,068             | 257,359                        | 362,343                           | 362,343                                  | 369,590              | 376,982              |
| <b>Total Revenues</b>              | <b>14,866,407</b>   | <b>8,173,148</b>               | <b>13,045,884</b>                 | <b>14,427,268</b>                        | <b>14,367,564</b>    | <b>14,501,503</b>    |
| <b>Expenditures</b>                |                     |                                |                                   |  |                      |                      |
| Wage/Benefits                      | 1,573,408           | 1,043,333                      | 1,564,216                         | 1,564,216                                | 1,595,500            | 1,627,410            |
| Services                           | 10,882,887          | 6,993,828                      | 11,235,654                        | 11,235,654                               | 11,460,367           | 11,689,574           |
| Supplies                           | 2,263,913           | 1,163,435                      | 1,988,366                         | 1,988,366                                | 2,028,133            | 2,068,696            |
| Misc.                              | 139,299             | 53,249                         | 59,148                            | 59,148                                   | 60,331               | 61,538               |
| <b>Total Expenditures</b>          | <b>14,859,507</b>   | <b>9,253,845</b>               | <b>14,847,384</b>                 | <b>14,847,384</b>                        | <b>15,144,332</b>    | <b>15,447,218</b>    |
| <b>Transfers In/ (Out)</b>         |                     |                                |                                   |  |                      |                      |
| Taxi Inspections                   | 1,500               | 1,250                          | 1,500                             | 1,500                                    | 1,500                | 1,500                |
| Modular Building Rent              | (8,400)             | (7,000)                        | (8,400)                           | (8,400)                                  | (8,400)              | (8,400)              |
| <b>Total Transfers</b>             | <b>(6,900)</b>      | <b>(5,750)</b>                 | <b>(6,900)</b>                    | <b>(6,900)</b>                           | <b>(6,900)</b>       | <b>(6,900)</b>       |
| <b>Net Adj. To Working Capital</b> | -                   | (1,086,447)                    | (1,808,400)                       | (427,016)                                | (783,667)            | (952,616)            |
| <b>Ending Working Capital</b>      | -                   | 764,352                        | (1,808,400)                       | 1,423,783                                | 640,116              | (312,500)            |

**Notes:**

- 1 Column A LTF revenue based on StanCOG's current estimate.
- 2 Column B LTF revenue is based on state bill signed by Governor involving gas sales tax/excise tax switch.

**City of Modesto Wastewater Proforma**  
**FY 10-11 Proposed Budget**  
 May 3, 2010  
 (this pro-forma has no rate increases and no new bond proceeds)

|   | Actuals<br>2009   | Budget<br>2010    | 0% rate inc.<br>Proposed<br>2011                              | 0% rate inc.<br>Projected<br>2012 | 0% rate inc.<br>Projected<br>2013 | 0% rate inc.<br>Projected<br>2014 | 0% rate inc.<br>Projected<br>2015 | 0% rate inc.<br>Projected<br>2016 | 0% rate inc.<br>Projected<br>2017 |
|---|-------------------|-------------------|---|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|
| Charges for Services  | 34,932,206        | 35,212,381        | 34,482,381  | 34,482,381                        | 34,482,381                        | 34,482,381                        | 34,482,381                        | 34,482,381                        | 34,482,381                        |
| Miscellaneous Revenue   | 253,539           | 53,512            | 53,500  | 53,500                            | 53,500                            | 53,500                            | 53,500                            | 53,500                            | 53,500                            |
| <b>Sub-total Charges &amp; Misc. Revenue</b>                            | <b>35,185,745</b> | <b>35,265,893</b> | <b>34,535,881</b>   | <b>34,535,881</b>                 | <b>34,535,881</b>                 | <b>34,535,881</b>                 | <b>34,535,881</b>                 | <b>34,535,881</b>                 | <b>34,535,881</b>                 |
| Capital Revenues 6211   |                   | 500,000           | 284,500   | 284,500                           | 284,500                           | 284,500                           | 284,500                           | 284,500                           | 284,500                           |
| Interest Income   | 1,037,160         | 501,001           | 100,000   | 100,000                           | 100,000                           | 100,000                           | 100,000                           | 100,000                           | 100,000                           |
| Rental Income   | 60,806            | 58,000            | 58,000  | 58,000                            | 58,000                            | 58,000                            | 58,000                            | 58,000                            | 58,000                            |
| Service Credit and PW Cost Distribution Revenue                         | 570,056           | 1,042,668         | 1,126,009   | 1,126,009                         | 1,126,009                         | 1,126,009                         | 1,126,009                         | 1,126,009                         | 1,126,009                         |
|   | 3,431,583         |                   |   |                                   |                                   |                                   |                                   |                                   |                                   |
|   | (1,916)           | 0                 | 0   | 0                                 | 0                                 | 0                                 | 0                                 | 0                                 | 0                                 |
| <b>GROSS REVENUES</b>   | <b>40,283,434</b> | <b>37,367,562</b> | <b>36,104,390</b>   | <b>36,104,390</b>                 | <b>36,104,390</b>                 | <b>36,104,390</b>                 | <b>36,104,390</b>                 | <b>36,104,390</b>                 | <b>36,104,390</b>                 |
| <b>OPERATING EXPENSES</b>   |                   |                   |   |                                   |                                   |                                   |                                   |                                   |                                   |
| Total Operating Expenditures  |                   |                   | <b>Costs in 2012 and later inflated over prior year by 4%</b> |                                   |                                   |                                   |                                   |                                   |                                   |
| 5200 Waste Water General  | 579,933           | 593,217           | 793,798   | 825,550                           | 858,572                           | 892,915                           | 928,631                           | 965,777                           | 1,004,408                         |
| 5201 Capital Improvement Service Administration                         | 1,598,150         | 2,185,189         | 2,089,754   | 2,173,344                         | 2,260,278                         | 2,350,689                         | 2,444,717                         | 2,542,505                         | 2,644,205                         |
| 5202 Wastewater PCE Litigation  | 1,013,466         | 1,587,283         | 976,367   | 1,015,422                         | 1,056,039                         | 1,098,280                         | 1,142,211                         | 1,187,900                         | 1,235,416                         |
| 5203 Public Works Administration  | 0                 | 542,477           | 340,883   | 354,518                           | 368,699                           | 383,447                           | 398,785                           | 414,736                           | 431,326                           |
| 5208 Wastewater Lift Stations   | 1,008,225         | 1,125,023         | 1,016,083   | 1,056,726                         | 1,098,995                         | 1,142,955                         | 1,188,673                         | 1,236,220                         | 1,285,669                         |
| 5209 Water Quality Control Administration                               | 699,855           | 753,333           | 731,308   | 760,560                           | 790,983                           | 822,622                           | 855,527                           | 889,748                           | 925,338                           |
| 5210 SCADA and Electric   | 415,270           | 525,010           | 552,967   | 575,086                           | 598,089                           | 622,013                           | 646,893                           | 672,769                           | 699,680                           |
| 5211 WWWT - Operations  | 1,359,990         | 2,189,519         | 2,389,953   | 2,485,551                         | 2,584,973                         | 2,688,372                         | 2,795,907                         | 2,907,743                         | 3,024,053                         |
| 5212 Wastewater Collections   | 3,514,694         | 4,282,593         | 3,894,194   | 4,049,962                         | 4,211,960                         | 4,380,439                         | 4,555,656                         | 4,737,882                         | 4,927,398                         |
| 5213 Wastewater Treatment Plant -Primary                                | 2,372,789         | 2,683,410         | 2,258,425   | 2,348,762                         | 2,442,712                         | 2,540,421                         | 2,642,038                         | 2,747,719                         | 2,857,628                         |
| 5214 Wastewater Treatment Plant -Secondary                              | 2,171,559         | 3,101,275         | 2,692,235   | 2,799,924                         | 2,911,921                         | 3,028,398                         | 3,149,534                         | 3,275,516                         | 3,406,536                         |
| 5215 Wastewater Monitoring & Control                                    | 587,819           | 1,035,106         | 986,673   | 1,026,140                         | 1,067,186                         | 1,109,873                         | 1,154,268                         | 1,200,439                         | 1,248,456                         |
| 5217 Industrial Waste   | 960,491           | 1,789,636         | 1,556,509   | 1,618,769                         | 1,683,520                         | 1,750,861                         | 1,820,895                         | 1,893,731                         | 1,969,480                         |
| 5250 Other (trustee fees)   | 245,976           | 5,000             | 5,000   | 5,000                             | 5,000                             | 5,000                             | 5,000                             | 5,000                             | 5,000                             |
| 5299 Wastewater Utility Billing & Collection                            | 949,068           | 1,039,161         | 961,752   | 1,000,222                         | 1,040,231                         | 1,081,840                         | 1,125,114                         | 1,170,118                         | 1,216,923                         |
| Employee Furlough Savings   |                   | (300,000)         | 0   | 0                                 | 0                                 | 0                                 | 0                                 | 0                                 | 0                                 |
| Projected New Operating Budget Phase 2 Tertiary                         | 0                 | 0                 | 0   | 0                                 | 0                                 | 0                                 | 0                                 | 4,924,851                         | 5,121,845                         |
| Less: PCE Litigation Cost   | (1,013,466)       | (1,587,283)       | (976,367)   | (1,015,422)                       | (1,056,039)                       | (1,098,280)                       | (1,142,211)                       | (1,187,900)                       | (1,235,416)                       |
| <b>Sub-total OPS. EXPENSES Net of Depr.</b>                             | <b>16,463,819</b> | <b>21,549,949</b> | <b>20,269,534</b>   | <b>21,080,115</b>                 | <b>21,923,120</b>                 | <b>22,799,845</b>                 | <b>23,711,639</b>                 | <b>29,584,755</b>                 | <b>30,767,945</b>                 |
| 7000 Operating Transfers  | 413,216           | 66,000            | 68,640  | 71,386                            | 74,241                            | 77,211                            | 80,299                            | 83,511                            | 86,851                            |
| <b>Total Operating Exp. Net of Depreciation:</b>                        | <b>16,877,035</b> | <b>21,615,949</b> | <b>20,338,174</b>   | <b>21,151,501</b>                 | <b>21,997,361</b>                 | <b>22,877,055</b>                 | <b>23,791,938</b>                 | <b>29,668,266</b>                 | <b>30,854,797</b>                 |
| <b>NET OPERATING REVENUES</b>   | <b>23,406,399</b> | <b>15,751,613</b> | <b>15,766,216</b>   | <b>14,952,889</b>                 | <b>14,107,029</b>                 | <b>13,227,335</b>                 | <b>12,312,452</b>                 | <b>6,436,124</b>                  | <b>5,249,593</b>                  |
| 2005 Refunding Series A & B (org 5250)                                  | 3,323,875         | 3,323,325         | 3,313,550   | 3,308,050                         | 3,312,800                         | 3,307,675                         | 3,312,426                         | 3,311,676                         | 3,322,226                         |
| 2006 Series A (New Money) - Wrapped (subfund 6240)                      | 710,258           | 706,757           | 712,558   | 706,757                           | 706,757                           | 706,757                           | 706,757                           | 706,757                           | 706,757                           |
| <b>2010 Proposed New Wastewater Issue</b>                               |                   |                   |   |                                   |                                   |                                   |                                   |                                   |                                   |
| <b>TOTAL DEBT SERVICE</b>   | <b>4,034,133</b>  | <b>4,030,082</b>  | <b>4,026,108</b>  | <b>4,014,807</b>                  | <b>4,019,557</b>                  | <b>4,014,432</b>                  | <b>4,019,183</b>                  | <b>4,018,433</b>                  | <b>4,028,983</b>                  |
| <b>DEBT SERVICE COVERAGE</b>  |                   |                   |   |                                   |                                   |                                   |                                   |                                   |                                   |
| (Net operating Revenues / Total Debt Service)                           | 5.60              | 3.91              | 3.92  | 3.72                              | 3.51                              | 3.29                              | 3.06                              | 1.60                              | 1.30                              |
| <b>RETAINED EARNINGS CALCULATION:</b>                                   |                   |                   |   |                                   |                                   |                                   |                                   |                                   |                                   |
| Beginning Unrestricted Retained Earnings                                | 23,984,371        | 31,271,387        | 5,404,315   | 6,452,556                         | 6,175,216                         | 5,901,043                         | 5,586,814                         | 5,237,872                         | 6,467,663                         |
| Increase (Decrease) in Retained Earnings                                | 19,372,266        | 11,721,531        | 11,740,108  | 10,938,082                        | 10,087,472                        | 9,212,903                         | 8,293,269                         | 2,417,691                         | 1,220,610                         |
| PCE Litigation expenses   | (1,013,466)       | (1,587,283)       | (976,367)   | (1,015,422)                       | (1,056,039)                       | (1,098,280)                       | (1,142,211)                       | (1,187,900)                       | (1,235,416)                       |
| Pay as You Go CIP   | (11,071,784)      | (36,001,320)      | (9,715,500)   | (10,200,000)                      | (9,305,607)                       | (8,428,851)                       | (7,500,000)                       | 0                                 | 0                                 |
| <b>ENDING UNALLOCATED RETAINED EARNINGS:</b>                            | <b>31,271,387</b> | <b>5,404,315</b>  | <b>6,452,556</b>  | <b>6,175,216</b>                  | <b>5,901,043</b>                  | <b>5,586,814</b>                  | <b>5,237,872</b>                  | <b>6,467,663</b>                  | <b>6,452,858</b>                  |
| <i>Target Ret Earnings @ 25% of Operating Costs:</i>                    | 4,219,259         | 5,403,987         | 5,084,544   | 5,287,875                         | 5,499,340                         | 5,719,264                         | 5,947,984                         | 7,417,067                         | 7,713,699                         |
| <b>RETAINED EARNINGS RESERVED FOR CIP:</b>                              |                   | 0                 | 0   | 0                                 | (21,787,008)                      | (50,227,952)                      | (104,271,580)                     | (163,422,629)                     | (221,809,736)                     |
| Cash Flow Estimates for CIP   | (39,101,320)      | (10,000,000)      | (10,000,000)  | (32,271,508)                      | (38,031,051)                      | (62,756,979)                      | (66,935,549)                      | (58,671,607)                      | (41,159,100)                      |
| New Connection Fees   | 500,000           | 284,500           | 284,500   | 284,500                           | 284,500                           | 284,500                           | 284,500                           | 284,500                           | 284,500                           |
| Draw from Unrestricted Retained Earnings                                | 36,001,320        | 9,715,500         | 10,200,000  | 9,305,607                         | 8,428,851                         | 7,500,000                         | 0                                 | 0                                 | 0                                 |
| <b>Estimated Net Bond Proceeds</b>                                      |                   | 900,000           | 0   | 0                                 | 0                                 | 0                                 | 0                                 | 0                                 | 0                                 |
| Proposed transfer in of earned interest from 2007 Wastewater Bond issue |                   | 1,700,000         | 0   | 0                                 | 0                                 | 0                                 | 0                                 | 0                                 | 0                                 |
| Proposed transfer in of paid Connection Fees                            |                   | 0                 | 0   | (21,787,008)                      | (50,227,952)                      | (104,271,580)                     | (163,422,629)                     | (221,809,736)                     | (262,684,336)                     |
| <b>BALANCE OF RETAINED EARNINGS RESERVED FOR CIP:</b>                   | <b>0</b>          | <b>0</b>          | <b>0</b>  | <b>(21,787,008)</b>               | <b>(50,227,952)</b>               | <b>(104,271,580)</b>              | <b>(163,422,629)</b>              | <b>(221,809,736)</b>              | <b>(262,684,336)</b>              |

# City of Modesto Water Proforma

|                                       | Budget<br>2010    | Budget<br>2011    | Fiscal Year<br>2012 | Fiscal Year<br>2013 | Fiscal Year<br>2014 | Fiscal Year<br>2015 |
|---------------------------------------|-------------------|-------------------|---------------------|---------------------|---------------------|---------------------|
| Charges for Services                  | 52,423,370        | 53,559,839        | 54,631,036          | 55,723,656          | 56,838,130          | 57,974,892          |
| Misc Revenue                          | 37,502            | 52,200            | 53,244              | 54,309              | 55,395              | 56,503              |
| Fund 6101 Water Fund development fees | 322,500           | 322,500           | 322,500             | 322,500             | 322,500             | 322,500             |
| Interest Income                       | 500,000           | 500,000           | 500,000             | 500,000             | 500,000             | 500,000             |
| Rental Income                         | 24,200            | 31,200            | 31,824              | 32,460              | 33,110              | 33,772              |
| Service credits                       | 2,095,760         | 2,106,146         | 2,148,269           | 2,191,234           | 2,235,059           | 2,279,760           |
| <b>Gross Operating Revenues:</b>      | <b>55,403,332</b> | <b>56,571,885</b> | <b>57,686,873</b>   | <b>58,824,160</b>   | <b>59,984,193</b>   | <b>61,167,427</b>   |

## OPERATING EXPENSES

|                              |  | <b>Costs in 2012 and later inflated over prior year by 4%</b> |                   |                   |                   |                   |                   |
|------------------------------|--|---|-------------------|-------------------|-------------------|-------------------|-------------------|
| Total Operating Expenditures |  |   |                   |                   |                   |                   |                   |
| 5000                         | Water General                                    | 461,142   | 470,074           | 488,877           | 508,432           | 528,769           | 549,920           |
| 5001                         | Utility Planning & Projects                      | 310,194   | 451,182           | 469,229           | 487,998           | 507,518           | 527,819           |
| 5002                         | Water PCE Litigation                             | 677,704   | 435,036           | 600,000           | 600,000           | 600,000           | 600,000           |
| 5007                         | Water Ops Systems Maintenance                    | 2,538,656   | 2,461,356         | 2,559,810         | 2,662,203         | 2,768,691         | 2,879,438         |
| 5009                         | Water Ops Administration                         | 3,316,634   | 2,617,637         | 2,722,342         | 2,831,236         | 2,944,486         | 3,062,265         |
| 5012                         | Water Ops Construction                           | 4,390,949   | 3,983,909         | 4,143,265         | 4,308,996         | 4,481,356         | 4,660,610         |
| 5013                         | Well & Tank Operations                           | 7,783,898   | 7,590,008         | 7,893,608         | 8,209,353         | 8,537,727         | 8,879,236         |
| 5015                         | Capital Planning                                 | 708,637   | 623,662           | 648,608           | 674,553           | 701,535           | 729,596           |
| 5016                         | Water Ops Service/Meter Installation             | 2,254,150   | 1,999,505         | 2,079,485         | 2,162,665         | 2,249,171         | 2,339,138         |
| 5017                         | Water conservaton                                | 0   | 0                 | 0                 | 0                 | 0                 | 0                 |
| 5019                         | Cross Connections                                | 0   | 0                 | 0                 | 0                 | 0                 | 0                 |
| 5020                         | GAC Nitrate Testing (MY Org)                     | 0   | 0                 | 0                 | 0                 | 0                 | 0                 |
| 5021                         | Cashiering                                       | 475,386   | 472,106           | 490,990           | 510,630           | 531,055           | 552,297           |
| 5023                         | Utilities & Collections                          | 1,891,124   | 1,768,882         | 1,839,637         | 1,913,223         | 1,989,752         | 2,069,342         |
| 5024                         | MID Surface Water TD&A                           | 14,104,581  | 21,670,044        | 21,903,628        | 22,100,346        | 22,293,849        | 22,293,849        |
| 5030                         | Water CIP Assets                                 | 0   | 0                 | 0                 | 0                 | 0                 | 0                 |
| 5099                         | Water Billing & Collections                      | 647,490   | 620,526           | 645,347           | 671,161           | 698,007           | 725,928           |
|                              | MID-EIFS-MRWTP (moved to 5024)                   | -   | -                 | -                 | -                 | -                 | -                 |
| R&R                          | Capital Program (fund 6180)                      | 0   | 0                 | 0                 | 0                 | 0                 | 0                 |
| Fund 6120/6130               |  | 218,959   | 224,635           | 216,865           | 214,861           | 213,459           | 213,459           |
|                              | <b>Sub-total Operating Expenses</b>              | <b>39,779,504</b>   | <b>45,388,562</b> | <b>46,701,693</b> | <b>47,855,656</b> | <b>49,045,375</b> | <b>50,082,897</b> |
|                              | Less: Depreciation                               | 0   | 0                 | 0                 | 0                 | 0                 | 0                 |
|                              | Less: MID Debt Paid via TDA                      | (7,170,942)   | (10,793,916)      | (10,794,041)      | (10,789,791)      | (10,778,307)      | (10,778,307)      |
|                              | Less: Litigation Costs                           | (677,704)   | (435,036)         | (600,000)         | (600,000)         | (600,000)         | (600,000)         |
|                              | <b>Sub-total OPS. EXPENSES Net of Depr.</b>      | <b>31,930,858</b>   | <b>34,159,610</b> | <b>35,307,652</b> | <b>36,465,865</b> | <b>37,667,068</b> | <b>38,704,591</b> |
| 5214                         | Property Taxes                                   | 0   | 0                 | 0                 | 0                 | 0                 | 0                 |
| 7000                         | Operating Transfers                              | 1,115,000   | 765,000           | 1,265,000         | 1,765,000         | 2,265,000         | 2,765,000         |
|                              | Loss (Gain) on Sale or Disposal of Assets        | 0   | 0                 | 0                 | 0                 | 0                 | 0                 |
|                              | <b>Total Operating Exp. Net of Depreciation:</b> | <b>33,045,858</b>   | <b>34,924,610</b> | <b>36,572,652</b> | <b>38,230,865</b> | <b>39,932,068</b> | <b>41,469,591</b> |
|                              | <b>NET OPERATING REVENUES</b>                    | <b>22,357,474</b>   | <b>21,647,275</b> | <b>21,114,220</b> | <b>20,593,295</b> | <b>20,052,125</b> | <b>19,697,836</b> |

## TOTAL DEBT SERVICE

|  |                   |                   |                   |                   |                   |                   |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Treatment and Delivery Agreement - 1998D | 6,767,894         | 6,670,769         | 6,670,894         | 6,666,644         | 6,655,160         | 6,655,160         |
| Treatment and Delivery Agreement - 2007  | 403,048           | 4,123,147         | 4,123,147         | 4,123,147         | 4,123,147         | 4,123,147         |
| 1997 Certificates of Participation       | 1,798,188         | 1,794,013         | 1,795,513         | 1,799,388         | 1,799,822         | 1,799,822         |
| 2008 Certificates of Participation       | 2,091,096         | 2,080,156         | 2,069,216         | 2,082,316         | 2,070,416         | 2,070,416         |
| CDWR Loan                                | 264,719           | 264,719           | 264,719           | 264,719           | 264,719           | 264,719           |
| ARRA funding CDPH                        | 0                 | 0                 | 0                 | 0                 | 36,614            | 36,614            |
| <b>TOTAL DEBT SERVICE</b>                | <b>11,324,945</b> | <b>14,932,804</b> | <b>14,923,488</b> | <b>14,936,213</b> | <b>14,949,878</b> | <b>14,949,878</b> |

## DEBT SERVICE COVERAGE

|   |      |      |      |      |      |      |
|---|------|------|------|------|------|------|
| (Net operating Revenues / Total Debt Service) | 1.97 | 1.45 | 1.41 | 1.38 | 1.34 | 1.32 |
|---|------|------|------|------|------|------|

## RETAINED EARNINGS CALCULATION:

|  |                   |                   |                   |                   |                   |                   |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Beginning Unrestricted Retained Earnings                 | 45,244,116        | 35,598,940        | 25,858,946        | 27,759,274        | 29,331,662        | 30,544,076        |
| Net Change in Retained Earnings                          | 11,032,529        | 6,714,471         | 6,190,732         | 5,657,081         | 5,102,248         | 4,747,959         |
| PCE Litigation expenses                                  | (677,704)         | (435,036)         | (600,000)         | (600,000)         | (600,000)         | (600,000)         |
| Cash Draw for CIP  | (20,000,000)      | (16,019,429)      | (3,690,404)       | (3,484,694)       | (3,289,833)       | (3,289,833)       |
| <b>Ending Retained Earnings</b>                          | <b>35,598,940</b> | <b>25,858,946</b> | <b>27,759,274</b> | <b>29,331,662</b> | <b>30,544,076</b> | <b>31,402,202</b> |
| <i>Target Retained Earnings = 25% of Operating Costs</i> | 8,261,465         | 8,731,153         | 9,143,163         | 9,557,716         | 9,983,017         | 10,367,398        |

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