



Quarterly Financial Report

First Quarter of 2011-12

November 22, 2011

The financial information in this report reflects the City's overall financial position for the fiscal year through September 2011.

EXECUTIVE SUMMARY

Amendments. The General Fund budget presented in this first quarter report reflects the adopted budget of \$87,645,955; along with four budget amendments approved by Council during the first quarter that totaled \$492,850. A summary of the four amendments is presented below. None of the amendments involved an appropriation from fund balance.

Adopted Budget	87,645,955
Budget Amendments:	
NCDENR Park Recycling Bin Grant	30,000
NC Arts Council Grassroots Arts Grant	49,850
Buncombe County/Changing Together Partnership	63,000
Debt-Funded Purchase of Computer Equipment	<u>350,000</u>
9/30/2011 Budget	<u>\$88,138,805</u>

Revenues. Through September 30, 2011, the City has collected \$9,853,268 in General Fund revenue, which represents approximately 11.2% of the total General Fund revenue budget. There is no change in property tax estimates to report. Staff will receive updated property tax data from Buncombe County in late December or early January. Sales tax estimates also appear to be on track to meet budget. Staff is projecting that state utility tax revenue and several other smaller revenues will fall short of budget in the current year based on how those revenues came in during FY 2010-11. Because of the projected under-performance in these revenues, staff is currently estimating that ***total FY 2011-12 General Fund revenue will come in under budget by \$630,000 or 0.7%.***

Expenditures. General Fund expenditures through September 30, 2011 total \$18,184,586 or 20.6% of the budget, which is typical for this point in the fiscal year. One area to note on the expenditure side is fuel expenses. Average fuel prices in the first quarter were approximately 40% higher than they were one year ago. Prices have moderated some since September, but staff will need to continue to closely monitor fuel expenses throughout the year. In order to address the projected under performance in revenues and fuel expenses, staff continues to actively pursue savings strategies as it has in previous years. ***These strategies include evaluating vacancies as they occur, line item reductions, and seeking opportunities to maximize efficiency in operations. Staff anticipates being able to generate the necessary expenditure savings with these strategies to fully offset the expected revenue shortfall.***

Fund Balance. The City ended FY 2010-11 with available fund balance of \$13.18 million, which equated to 15.2% of FY 2010-11 expenditures. ***With implementation of the savings strategies mentioned above, FY 2011-12 expenditures are expected to equal revenues, which means available fund balance will remain at \$13.18 million or 15.2% of estimated expenditures.***

GENERAL FUND

	Revised Budget	9/30/2011 Actuals	Year-End Estimate	Pos./ (Neg.) Bud. Variance
Revenues:				
Property Taxes	46,977,637	1,424,650	46,977,637	0
Sales & Other Taxes	15,439,305	1,529,284	15,439,305	0
Intergovernmental	11,106,423	3,054,246	10,896,423	(210,000)
Licenses & Permits	4,781,500	1,830,959	4,821,500	40,000
Sales & Services	5,502,240	1,294,580	5,272,240	(230,000)
Investment Earnings	239,700	(20,901)	199,700	(40,000)
Miscellaneous	1,334,680	135,057	1,144,680	(190,000)
Other Financing Sources	<u>2,757,320</u>	<u>605,393</u>	<u>2,757,320</u>	<u>0</u>
Total Revenue	<u>88,138,805</u>	<u>9,853,268</u>	<u>87,508,805</u>	<u>(630,000)</u>
Expenditures:				
Administration	2,895,069	584,161	2,860,069	35,000
Legal Services	639,852	138,007	629,852	10,000
Finance & Management	1,632,774	351,099	1,607,774	25,000
Human Resources	1,203,936	276,259	1,183,936	20,000
Information Tech. Srv	2,619,412	619,250	2,584,412	35,000
Nondepartmental	12,428,056	1,261,079	12,358,056	70,000
Economic Development	442,446	92,959	412,446	30,000
Fire	17,799,409	4,214,083	17,744,409	55,000
Police	20,065,236	4,352,219	19,960,236	105,000
Building Safety	3,640,680	855,435	3,615,680	25,000
Transportation	965,963	198,946	950,963	15,000
Public Works	12,072,508	2,494,929	11,992,508	80,000
Planning	1,967,572	365,795	1,942,572	25,000
Parks & Recreation	<u>9,765,892</u>	<u>2,380,365</u>	<u>9,665,892</u>	<u>100,000</u>
Total Expenditure	<u>88,138,805</u>	<u>18,184,586</u>	<u>87,508,805</u>	<u>630,000</u>
Rev. (Under) Exp.	<u>0</u>	<u>(8,331,318)</u>	<u>0</u>	
Other Financing Sources (Uses):				
Fund Bal. Change	<u>0</u>		<u>0</u>	
Beginning Fund Balance	<u>13,176,000</u>		<u>13,176,000</u>	
Ending Fund Balance	<u>13,176,000</u>		<u>13,176,000</u>	
Fund Balance Percentage	<u>14.9%</u>		<u>15.2%</u>	

REVENUES:

At this point in the fiscal year, staff is projecting FY 2011-12 General Fund revenue will be \$87,508,805 which is \$630,000 or 0.7% below the revised budget. Major revenues to report on for the 1st quarter include:

Property taxes. Property tax revenue in the prior fiscal year grew by 1.6%, which was the slowest growth in at least ten years. The Buncombe County Tax Assessor is projecting that tax base growth in FY 2011-12 will remain well below historical norms due to the construction slowdown during the recession. Another factor slowing the overall growth in property tax revenue is motor vehicles are re-valued annually, and with many consumers delaying the purchase of new automobiles during the recession, the value of the motor vehicle tax base has declined. Staff projected property tax revenue growth of 1.3% in FY 2011-12, and based on prior year performance, this estimate appears to be on track. The City will receive its official FY 2011-12 tax base data from Buncombe County in early January. Property tax estimates will be refined at that time and reported to City Council at the second quarter financial report.

Sales taxes. Sales tax revenue in the prior fiscal year increased by 3.8%, the first positive year-over-year increase in four years. Sales tax revenue, however, remains approximately \$2.6 million below its FY 2006-07 peak. The N.C. League of Municipalities predicts that sales tax revenue will not rise quickly without a recovery in the housing market and a significant drop in unemployment, neither of which is expected to occur during FY 2011-12. As a result, they are projecting the sales tax base to continue to grow slowly in FY 2011-12. Based on this guidance, staff budgeted 2% sales tax growth in FY 2011-12. To date, the City has received three months of sales tax revenue in FY 2011-12 and revenue is up 9.3% compared to the same time period last year, so trends in the first quarter are positive for sales tax revenue. Staff will continue to evaluate performance during the second quarter to determine if estimates need to be revised to reflect continued improved performance.

Intergovernmental. The City receives slightly over \$7 million annually in revenue from state utility taxes, making it the third largest General Fund revenue source after property and sales taxes. FY 2010-11 state utility tax revenue fell by 3.0% compared to the prior year, with most of this drop coming in the fourth quarter after the City's FY 2011-12 budget was approved. As a result, staff was unable to adjust this revenue estimate in the budget. Therefore a shortfall is expected in FY 2011-12. On a positive note, the City received the first half of its annual Powell Bill allocation from the N.C. Department of Transportation in September, and this revenue is up 6.0% compared to FY 2010-11. FY 2011-12 Powell Bill revenue will exceed the budgeted amount by approximately \$140,000.

Other Revenues. Development Services revenues continue to lag behind the levels reached prior to the onset of the recession, and are at risk of falling short of budget in FY 2011-12. Through the first quarter, revenues in the Building Safety department were at 22.4% of budget. The economy also continues to negatively impact revenues in the Sales and Services category. For example, admissions revenue at the Nature Center fell short of budget last fiscal year and is expected to do so this year as well. Finally, revenue received from ABC sales (Miscellaneous category) also appears on track to fall short of budget in the current year.

EXPENDITURES:

Salaries. As a part of the adopted FY 2011-12 departments agreed to hold 7 positions vacant in the General Fund. During the first quarter, there were 5.6 payroll cycles charged against the FY 2011-12 budget, which represents 21.5% of the total payroll cycles that will occur during this fiscal year. Meanwhile, actual salary expenses in the first quarter were 21.2% of budget. The fact that actual salary expenses are running less than budget indicates that departments are not only achieving their savings goals, but that there are additional vacancy savings occurring which will help offset the expected shortfall in revenue.

Fuel. The average price of B5 biodiesel fuel was 89 cents per gallon higher during the first quarter of this fiscal year compared to FY 2010-11, and the cost of E10 fuel was 86 cents higher. However, since the end of the first quarter, prices for both types of fuel have decreased slightly. Staff will monitor fuel budget throughout the year to ensure that these higher fuel prices do not cause departments to exceed their budgets.

Saving Strategies. As noted earlier in the report, staff is once again this fiscal year conservatively managing the budget to ensure that expenditures do not exceed revenue projections. Savings will come from a combination of previously employed strategies to include selective hiring and line item reductions in areas such as training and travel and professional services.

LIVING WAGE STATUS REPORT:

During the first quarter, the City entered into four general service contracts that fell within the threshold of \$30,000 to \$90,000 and were applicable to living wage requirements. These contracts included staffing and maintenance services, security for Bele Chere, and CNG vehicle conversions. These contracts have met the requirement set forth by the City and have the necessary documentation and notification. Given the small number of contracts to date, staff would not note any overall fiscal impact of the existing policy.

FUND BALANCE ANALYSIS:

The City ended FY 2010-11 with available fund balance of \$13.18 million, which equated to 15.2% of FY 2010-11 expenditures. There have been no appropriations from fund balance since the start of FY 2011-12. FY 2011-12 expenditures are expected to equal revenues, which means available fund balance will remain at \$13.18 million or 15.2% of estimated expenditures. The City’s Financial Management Policy recommends that the City maintain a fund balance equal to 15% of the current-year budget expenditures.

ENTERPRISE FUNDS

The following information summarizes year-to-date and year-end projections for the City’s seven enterprise funds.

Water Fund

	Revised Budget	9/30/2011 Actuals	Year-End Estimate	Pos./ (Neg.) Bud. Variance
Revenue	33,165,132	8,969,695	33,033,084	(132,048)
Expenditure	33,165,132	9,867,356	33,061,524	103,608
Rev. Over/(Under) Exp.	0	(897,661)	(28,440)	--

Water operating revenues are projected to be \$132,048 under budget due primarily to a continued decrease in development resulting in decreases for fees associated with connections to the water system. Expenses exceeded revenues for the first quarter due to debt service payments on bond debt. Water expenditures are now projected to be \$103,608 under budget due to vacant positions during the first quarter and careful review of spending.

Civic Center Fund

	Adopted Budget	9/30/2011 Actuals	Year-End Estimate	Pos./ (Neg.) Bud. Variance
Operating Revenue*	1,713,260	146,106	1,700,000	(13,260)
Expenditure	2,105,854	342,206	1,984,795	121,059
Rev. Over/(Under) Exp.	(392,594)	(196,100)	(284,795)	--

* Represents operating revenue before general fund subsidy

The first quarter was a time of transition for the venue. After months of planning and design, construction work began on the renovation project. The arena had purposely been not scheduled for events accommodate the construction, except for events with existing contracts, so event activity was minimal. Highlights included hosting the Children's Area and the Senior Oasis for Bele Chere and The Craft Fair of the Southern Highlands. The Thomas Wolfe Auditorium hosted some shows with very strong attendance. Both revenues and expenditures are as anticipated for the first quarter, considering less booking due to construction. Projections for the remainder of the budget year appear to be on track, but will likely not rise to the level of last year, although the revenue enhancements from Facility Fee and concessions should lessen the impact.

Parking Fund

	Adopted Budget	9/30/2011 Actuals	Year-End Estimate	Pos./ (Neg.) Bud. Variance
Revenue	3,118,247	908,366	3,000,000	(118,247)
Expenditure	3,118,247	568,984	2,500,000	618,247
Rev. Over/(Under) Exp.	0	339,381	500,000	--

Most categories of parking revenues are up year-to-date compared to FY2011. The notable exception is monthly permit sales on the streets. This is indicative of the continuing soft economy, which has resulted in a lower demand for long term parking. Staff does expect revenue to increase with the recent opening of 45 spaces for hourly parking in Lot 17 (AT&T lot). These new spaces will provide a great additional resource in downtown especially during the upcoming holiday shopping season. Expenditures are expected to come in under budget by about \$600,000 primarily due to the fact that the first full year's debt service on the 51 Biltmore Avenue deck will not occur until FY 2012-13.

Transit Fund

	Adopted Budget	9/30/2011 Actuals	Year-End Estimate	Pos./ (Neg.) Bud. Variance
Revenue	5,815,787	917,960	5,715,787	(100,000)
Expenditure	5,815,787	1,079,100	5,715,787	100,000
Rev. Over/(Under) Exp.	0	(161,140)	0	--

Fare revenue and expenses are on target. Ridership for the first quarter was 398,892, which is 2% less than the first quarter of FY 2010-11. Ridership trends will continue to be monitored to determine if there will be an impact on revenue. A slight reduction in fuel consumption is expected as a result of having the hybrid buses in operation for a full year.

Golf Fund

	Adopted Budget	9/30/2011 Actuals	Year-End Estimate	Pos./ (Neg.) Bud. Variance
Revenue	920,000	271,466	750,000	(170,000)
Expenditure	920,000	207,549	890,000	30,000
Rev. Over/(Under) Exp.	0	63,917	(140,000)	--

Revenue for the first quarter was recorded at 29.6%, compared to last year at 27%. The golf course was closed due to weather for one day of the 92 days in the first quarter. Heat, a weak economy and local courses offering specials had a potential to create a negative impact on revenues. The golf course continues to manage the golf course expenses to stay within budget, and to manage fees to enhance revenue. Based on City Council direction, staff has issued a Request for Information from golf course management companies to further explore alternative management models for golf course operations. Staff anticipates bringing results back to the City Council Finance Committee in the third quarter of the fiscal year.

Street Cut Utility Fund

	Adopted Budget	9/30/2011 Actuals	Year-End Estimate	Pos./ (Neg.) Bud. Variance
Revenue	1,618,280	46,853	1,528,000	(90,280)
Expenditure	1,618,280	312,057	1,528,000	90,280
Rev. Over/(Under) Exp.	0	(265,204)	0	--

The Utility Patch Crews have patched 161 asphalt, 15 concrete cuts for the Water Department, 14 asphalt, 9 concrete cuts for PSNC, 49 asphalt, 6 concrete cuts for MSD, and 12 asphalt cuts for the Stormwater Division since July 1 for a total of 266 cuts. The total square footage for asphalt cuts is 12,196.965. The total square footage for concrete cuts is 153.84. An additional 116 dirt cuts were inspected. Payment for services rendered in the first quarter will be received during the second quarter.

Stormwater Fund

	Revised Budget	9/30/2011 Actuals	Year-End Estimate	Pos./ (Neg.) Bud. Variance
Revenue*	3,416,218	445,214	3,400,000	(16,218)
Expenditure	4,116,218	820,835	3,910,407	205,811
Rev. Over/(Under) Exp.	(700,000)	(375,621)	(510,407)	--

* Does not include fund balance appropriation

The new combined utility billing is moving forward as anticipated. The Old Toll retaining wall project, a critical infrastructure project, has been completed. Staff continues working with the Army Corps of Engineers on the Swannanoa Flood Risk Management Project. A fund balance appropriation was budgeted in the Stormwater Fund in the amount of \$700,000 for capital improvements on Victoria Road. Based on current year-end revenue and expenditure estimates, it does not appear that this full fund balance appropriation will be needed.

The stormwater construction crew installed 170 feet of storm drain in Federal Alley, installed 40 feet of under drains on St. David's Court, installed 40 feet culvert on Springcove Terrace, installed 30 feet of culvert on Hawthorne Drive, 80 feet of culvert on Pond Street and 340 feet of culvert on Gardenwood Lane which is a CIP project. The Stormwater maintenance crew completed 32 work orders in this time period: 8 Ditch line and shoulder repair work orders, 2 sink-hole work orders, 18 reset/ replace lid work orders, 2 clean drain work orders and 1 Dingle Creek Watershed maintenance work order. The stormwater maintenance crews also swept 1427 miles of roadways and cleaned 2205 catch basins which removed 246 tons of material.

CAPITAL PROJECT UPDATE

As a part of the annual year-end closing and audit process, staff completed a review of existing capital projects to determine if there were projects that were completed and ready to be closed. Any savings from completed projects were moved to the General Capital Projects Fund's reserve account. As of the end of September, the total amount available in the capital reserve account was \$267,000. Staff recommends that the funds in the capital reserve be allocated for the FY 2012-13 CIP as part of the upcoming budget process.

The remainder of this section provides an update on the status of some of the City's active major capital projects.

Roof Replacements/Facility Maintenance

Budget	Expenditures & Encumbrances	Avail. Budget
955,309	52,135	903,174

As part of the FY 2012-13 CIP, Council approved a \$955,309 budget for roof replacements and other facility maintenance projects. After the budget was approved, the service elevator in City Hall failed, and the needed repairs are expected to cost approximately \$100,000. In order to fund this critical repair project, staff will use existing budget in this project, which will likely mean that at least one roof repair project will be delayed until next fiscal year.

Enterprise Software Upgrade (H.T.E. Replacement or BTIP)

Budget	Expenditures & Encumbrances	Avail. Budget
2,000,000	2,000,000	0

The utility billing module went live in July of 2011, which completed this capital project. Staff is currently performing contract reconciliation in preparation for project closeout.

Livingston Street Splash Pad

Budget	Expenditures & Encumbrances	Avail. Budget
200,000	110,951	89,049

Construction drawings are being generated with a phased implementation planned for this project.

Livingston Street Center

Budget	Expenditures & Encumbrances	Avail. Budget
2,430,000	2,430,000	0

The construction of the first phase of the Livingston Street Recreation Center is complete and an official grand opening was held in October. Minor renovation items, such as the seating in the auditorium and improvements to the parking lot, are expected to be completed by January 2012.

Reed Creek Greenway Phase II

Budget	Expenditures & Encumbrances	Avail. Budget
783,000	766,770	49,230

Phase II of Reed Creek Greenway is currently under construction with an expected completion date of January 2012.

Hominy Creek Greenway

Budget	Expenditures & Encumbrances	Avail. Budget
890,000	818,744	71,256

This project remains active with water quality features (construction drawings, bid, construction) still underway, along with possible land acquisition west of Hominy Creek Park, and construction drawings for the Waller tract.

Parks & Recreation Maintenance

Budget	Expenditures & Encumbrances	Avail. Budget
300,000	72,889	227,111

Work on the MLK playground is complete. The remaining projects on the FY 2011-12 list will be completed later in the fiscal year.

Public Art Acquisition & Maintenance

Budget	Expenditures & Encumbrances	Avail. Budget
87,807	14,439	73,368

The mouse at Urban Trail Station # 9 (Catwalk) was replaced and the donor plaque at Urban Trail Station #11 (Historic Hilltop) was also replaced. Historic Hilltop is currently wrapped in a tarp to let the plaque set in place.

Sidewalks – East (Fee-In-Lieu)

Budget	Expenditures & Encumbrances	Avail. Budget
252,000	201,644	50,356

US 70 (Tunnel Road) from New Haw Creek Road to Avon Road has been completed.

Sidewalks – West (Fee-In-Lieu)

Budget	Expenditures & Encumbrances	Avail. Budget
211,000	101,843	109,157

The City should receive an invoice for the NC 191 (Brevard Road) project either in the 2nd quarter or 3rd quarter. After paying the invoice, the balance of the funds should be programmed for new sidewalk construction in FY 2012-13.

Traffic Safety Projects

Budget	Expenditures & Encumbrances	Avail. Budget
170,000	84,205	85,795

\$10,000 has been approved in FY 2011-12 for Hillcrest Bridge vegetation removal. Other projects include: upgrade to the traffic signal at the intersection of Haywood Street and Montford Avenue, a grant match to provide pedestrian enhancements at four existing signalized intersections, and pedestrian improvements at the intersection of Montford Avenue and Cullowhee Street/Soco Street.

CBD Traffic Signal Poles

Budget	Expenditures & Encumbrances	Avail. Budget
120,000	0	0

A project to replace the metal poles and mast arms at the intersection of College Street and North Market Street is underway. In addition, a project to relocate and replace the metal poles and mast arms at the intersection of College Street and North Lexington Avenue is underway.

New Sidewalk Construction 2012 (Pay-As-You-Go)

Budget	Expenditures & Encumbrances	Avail. Budget
566,225	186,607	379,618

During the first quarter of this fiscal year, construction was completed of sidewalk along Tunnel Road from Crockett to Arco (2,084 linear feet). Three other projects are planned for this fiscal year: Merrimon Avenue (connection to park), Short Coxe Avenue, and Lakeshore Drive. Short Coxe Avenue is roughly 65% complete at this time.

New Sidewalk Construction 2012 (Debt Funded)

Budget	Expenditures & Encumbrances	Avail. Budget
1,300,000	136,972	1,163,028

A contract in the amount of 101,972.50 was awarded in November for the Tunnel Road US 70, 74A & Kenilworth Road sidewalk improvement project. Also during the first quarter, a design contract was awarded for the Overlook Road sidewalk. The other three projects that are planned – along Tunnel Road, Patton Avenue, and Beaverdam Road – are all currently being designed in-house.

General Street Maintenance 2012

Budget	Expenditures & Encumbrances	Avail. Budget
1,020,274	424,015	596,259

The following projects were completed in the first quarter: Barnard Avenue, Crabapple Lane, London Road, Springside Road, and Shelburne Road. During the first quarter, the roller used by the paving crew unexpectedly failed. The cost for replacing the roller will be approximately \$58,000. In order to purchase this critical piece of equipment, staff will use funding from the approved FY 2011-12 street maintenance budget.

Azalea Road (Sullivan Act Project)

Budget	Expenditures & Encumbrances	Avail. Budget
2,010,000	308,100	1,701,900

The City is moving forward with the design work for the Lake Craig/Azalea Road project, which includes an improved roadway, a water line extension, evaluation of the existing dam, a stream relocation and removal of the floodplain fill.

East Oakview Bridge

Budget	Expenditures & Encumbrances	Avail. Budget
1,688,000	1,676,850	11,150

This project began on 9/13/2011. The contractor is making steady progress with an estimated completion date of June 2012. So far, the project is on schedule and on budget.

Clingman Avenue Streetscape

Budget	Expenditures & Encumbrances	Avail. Budget
1,157,251	908,841	248,410

City Council approved a change order to the contract for this project on October 25 for the work associated with the addition of a bike lane on the climbing side of Clingman to connect to Hilliard Avenue. The entire project should be complete by mid December, weather permitting.

Cherokee/Sunset Wall

Budget	Expenditures & Encumbrances	Avail. Budget
300,000	0	300,000

This project has been advertised for an RFQ, which will be submitted in November. The selected consultant will have construction package ready for bid by April 2012. It is currently estimated that the project will be constructed by October 2012.

Montford Street Rebuild

Budget	Expenditures & Encumbrances	Avail. Budget
293,000	95,000	198,000

This project is scheduled to begin in April 2012, and be completed by May 2012, pending weather. It will be completed with City forces.

Wild Cherry Bridge

<u>Budget</u>	<u>Expenditures & Encumbrances</u>	<u>Avail. Budget</u>
700,000	0	700,000

As with the Cherokee/Sunset Wall project, this project has been advertised for an RFQ, which will be submitted in November. The selected consultant will have construction package ready for bid by April 2012. It is currently estimated that the project will be constructed by October 2012.

City Hall Repairs

<u>Budget</u>	<u>Expenditures & Encumbrances</u>	<u>Avail. Budget</u>
5,950,000	449,100	5,500,900

Prototype repairs are complete. Specifications for the next phase of work are being refined with bid going out later this year. The project will be submitted to HRC for approval at its January meeting.

51 Biltmore Parking Garage

<u>Budget</u>	<u>Expenditures & Encumbrances</u>	<u>Avail. Budget</u>
14,100,000	13,604,810	495,190

The parking garage at 51 Biltmore Avenue is approximately 80% complete. The concrete floors will be completely poured by the end of November. Work on completing the interior structure will begin. The parking garage construction is slightly ahead of schedule and on budget.

FY 2012 General Vehicle Replacement

<u>Budget</u>	<u>Expenditures & Encumbrances</u>	<u>Avail. Budget</u>
2,930,000	985,719	1,944,281

Eleven Police vehicles that use flex fuel have arrived and are in service. In addition, two Police Dodge Chargers are on order but have not yet arrived. The Public Works milling machine has been received. Finally, twenty-six vehicles are ready for bid once the outside vendor analyzes its replacement schedule.

INVESTMENT REPORT

The total cash and investments for the City of Asheville as of September 30, 2011 were \$79,490,188. These investments represent cash and cash equivalents and do not reflect budgeted contractual commitments against these funds. These investments comply with North Carolina General Statutes, the City's investment policies and the City's bond restrictions. The average rate of return for all investments is 0.50%. Shown below are the total investments as of September 30, 2011, reduced by contractual commitments and the funds that are restricted by bond order.

Total Cash & Investments as of 9/30/11		\$79,490,188
Less:		
Budgeted Commitments:		
Outstanding Encumbrances		(21,011,504)
 Bond Restricted Funds:		
Bond Service (Funds held by trustee):		
Funds in Principal & Interest Accounts	(18)	
Bond Proceeds to Be Drawn Down	<u>(0)</u>	
		<u>(21,011,522)</u>
 Net Amount		 \$58,478,666,

Attached to this report are a graph and a table that provide greater detail on the allocation of funds within the City's investment portfolio.

SUMMARY

For more information. This summary is based on detailed information produced by the City's financial management system. If you would like additional information, or have any questions about the report, please call the Budget Office at 259-5635.
