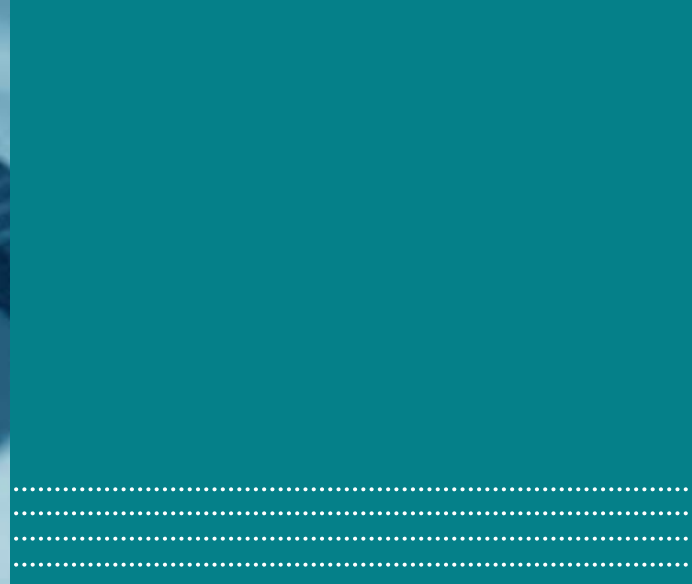




County of El Paso, Texas Comprehensive Annual Financial Report

For the Fiscal Year Ended
September 30, 2009





COUNTY OF EL PASO

FINANCIAL UPDATE

VISION STATEMENT
El Paso County—
Government that *WORKS*



OVERVIEW

- 1. Discussion of Financial Position- includes revenue, expenditure, and fund balance trends**
- 2. Impacts on current and future years**
- 3. Discussion on current budget process and any additional recommendations from the Commissioners Court for 2011**



Entity-Wide Statement of Net Assets

■ Assets

- Entity-wide assets totaled \$377 mil. and decreased by \$12.1 mil. or 3.12 percent.

■ Liabilities

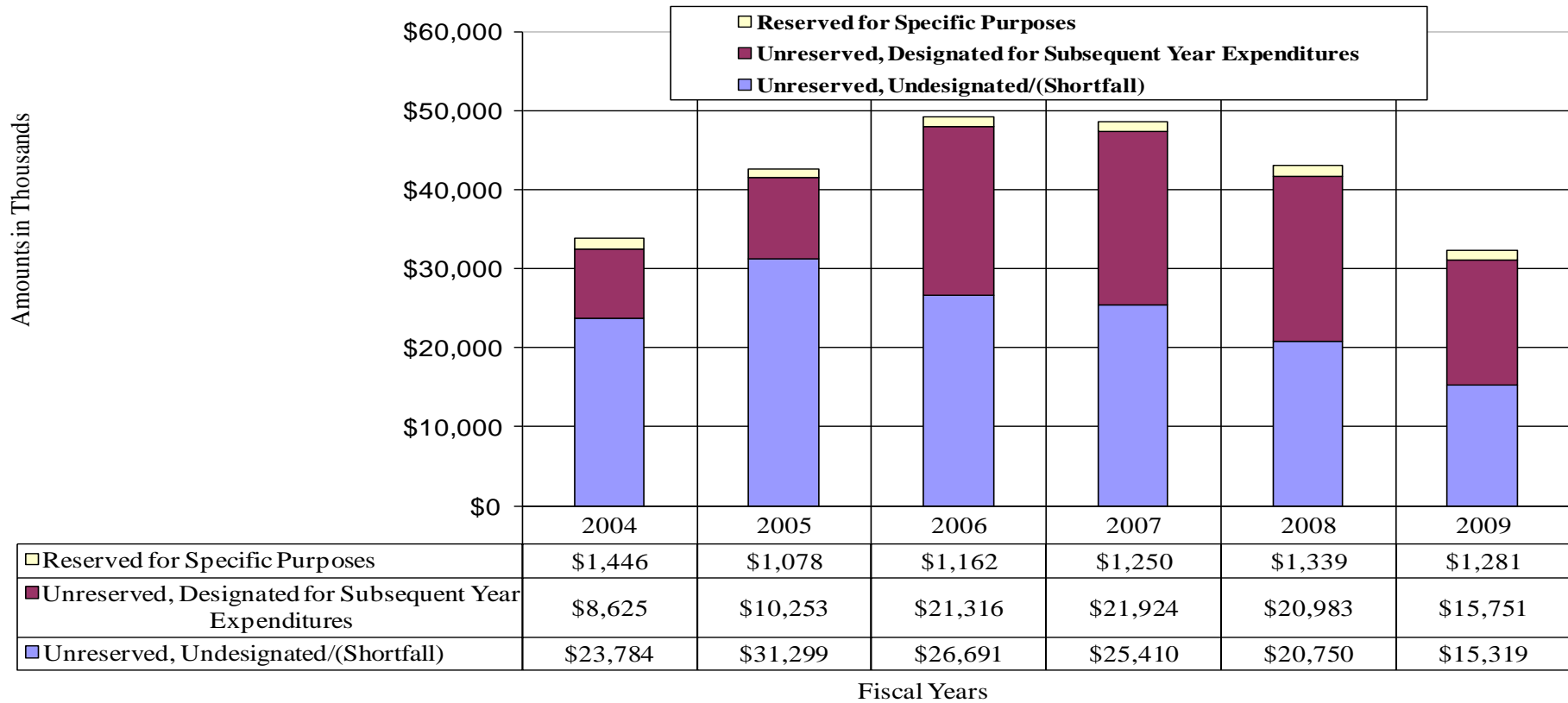
- Entity-wide liabilities totaled \$211.9 mil. and increased by \$1.9 mil. or .88 percent from FY 2008.

■ Net Assets

- Governmental/Business Type Assets exceeded liabilities by \$165.1 mil. (Total Net Assets) and decreased by \$13.9 mil or 7.81 percent.
- \$153.8 mil or 93.13% represents governmental activities and \$11.3 mil or 6.87% represents business type activities.

FY 2009 General Fund Fund Balance Analysis

Fund Balance Components-General Fund



- Actual total fund balance \$32.4 mil., which decreased by \$10.7 million below 2008.
- Of this total, the fund balance designated to balance the FY2010 budget was \$15.8 mil., which leaves a total of \$15.3 mil. undesignated, resulting in a ratio of 7.58% of the FY2010 General Fund budget of \$202.2 mil.



FY 2009 General Fund Fund Balance Analysis

General Fund- Fund Balance, cont'd

FY 2008 Beginning balance

\$43.1 Mil.

- ❖ Revenues and Transfers-In
(Incr. \$2.1 mil or 1.19%) \$181.6 Mil.
- ❖ Expenditures and Transfers-Out
(Incr. \$7.4 mil or 3.99%) \$192.4 Mil.
- ❖ FY 2009 Rev-less Expend (\$10.7 Mil.)

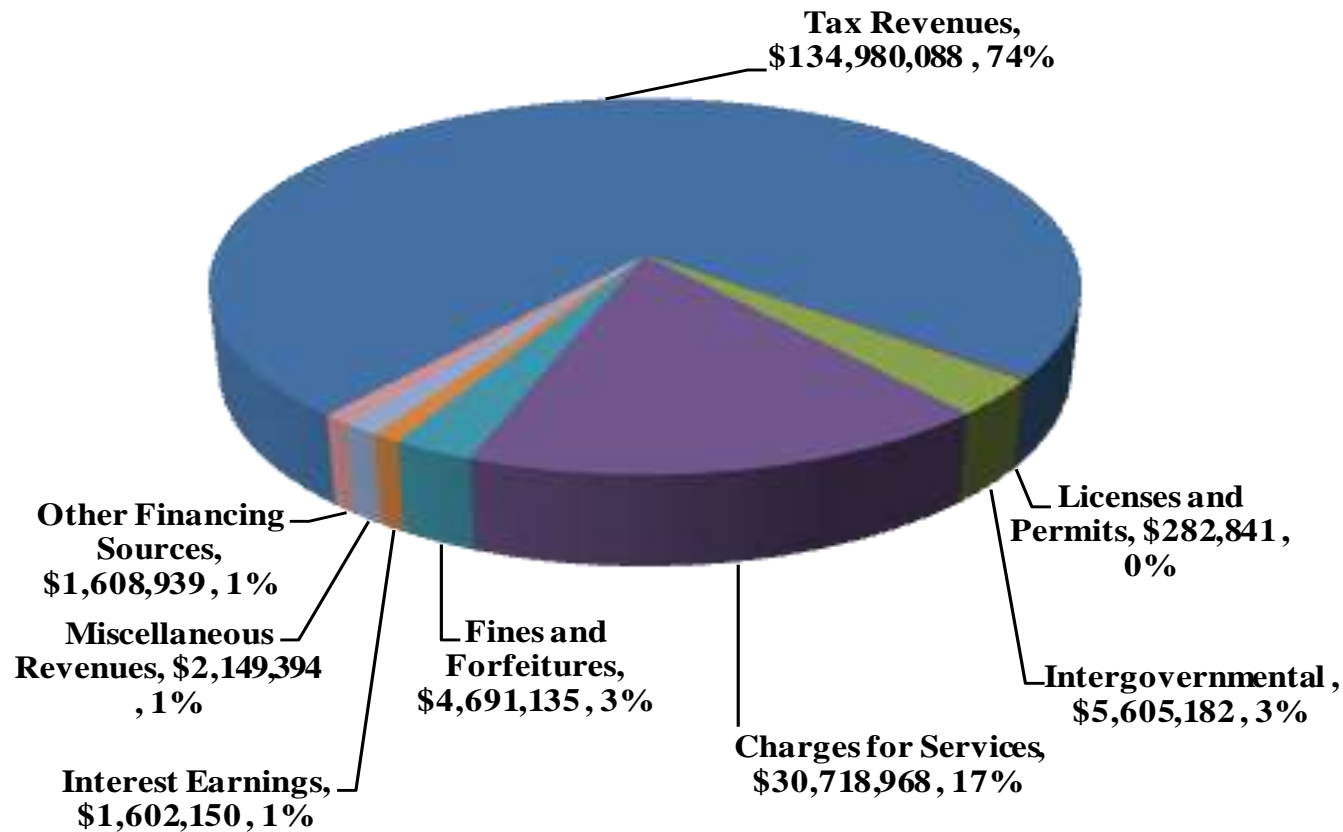
FY 2009 Ending balance

\$32.4 Mil.

Revenue Sources—General Fund

*Taxes – Property Taxes (\$99.2 million), Sales Taxes (\$34.1 million)

General Fund Revenues



FY 2009 General Fund Revenue Analysis

	2009 Actual	2008 Actual	Amount Increase / Decrease from FY 2008	% Increase / Decrease	2009 Actual as a % of Total Revenue & Other Sources
Tax Revenues	\$134,980,088	\$130,574,340	\$4,405,748	3.37%	74.31%
Licenses and Permits	\$282,841	\$229,677	\$53,164	23.15%	.16%
Intergovernmental	\$5,605,182	\$5,013,517	\$591,665	11.80%	3.09%
Charges for Services	\$30,718,968	\$32,749,281	(\$2,030,313)	(6.20%)	16.91%
Fines and Forfeits	\$4,691,135	\$5,456,478	(\$765,343)	(14.03%)	2.58%
Interest	\$1,602,150	\$2,618,636	(\$1,016,486)	(38.82%)	.88%
Miscellaneous	\$2,149,394	\$1,800,414	\$348,980	19.38%	1.18%
Other Financing Sources	\$1,608,939	\$1,063,642	\$545,297	51.27%	.89%
Total Revenues and Other Sources	\$181,638,697	\$179,505,985	\$2,132,712	1.19%	100.00%



Revenue Sources- Increases

GF Revenue Increases

Taxes \$4.4 mil.
Property \$5.5 mil
incr & Sales Taxes
\$1.2 mil decr.,
Mixed Bev. \$119K
incr

Intergovernmental
Revenues, \$592K

Miscellaneous
\$349K

Licenses
and Permits
\$53K

Revenue Sources- Decreases

Charges for Services
\$2 mil.

Interest
\$1 mil.

Other
Financing
Sources
\$895K

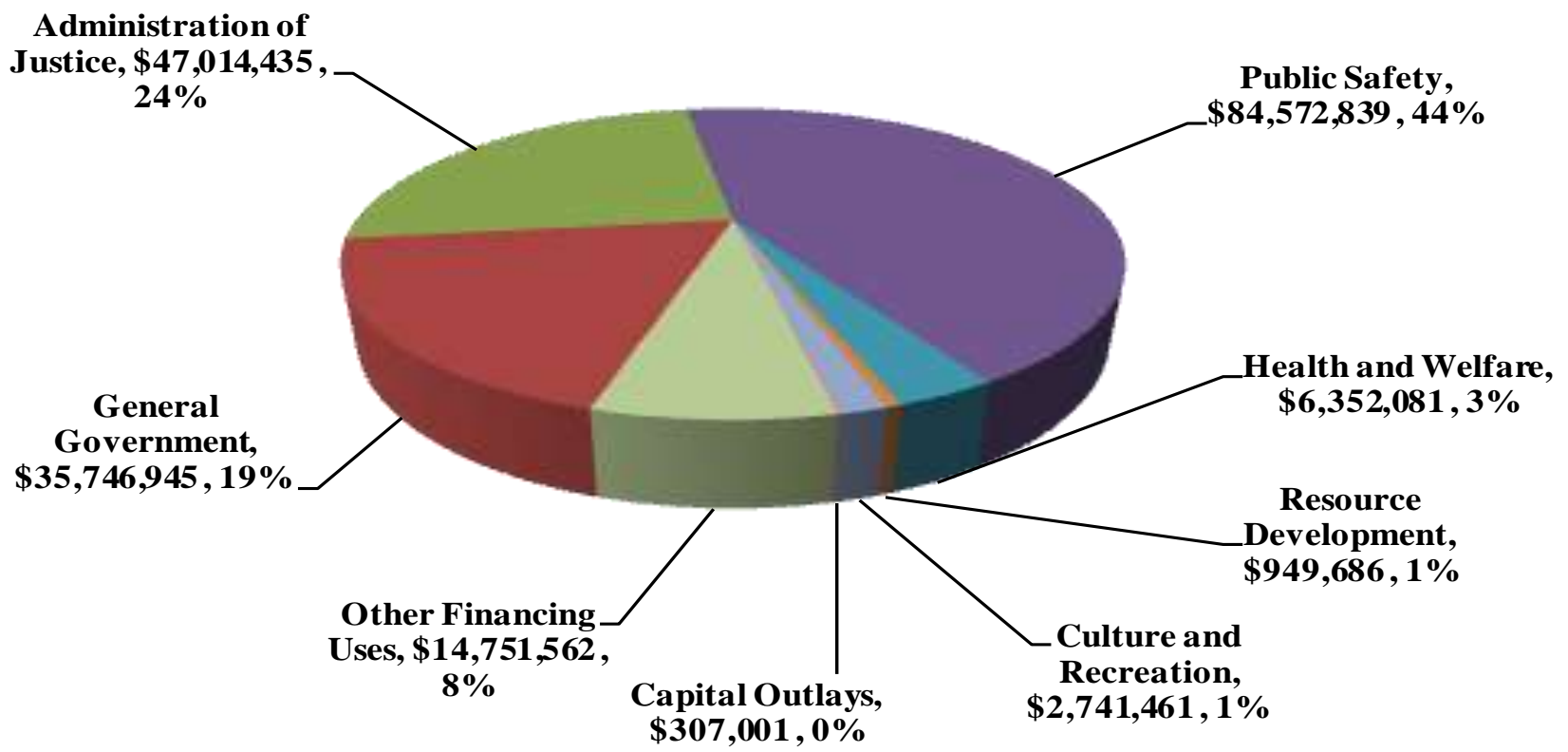
Fines
and
Forfeiture
\$765K

Revenue Decreases



Expenditures – General Fund

General Fund Expenditures



FY 2009 General Fund Expenditure Analysis

	2009 Actual	2008 Actual	Amt Increase / Decrease from FY 2008	% Increase / Decrease	2009 Actual as a % of Total Expenses
General Government	\$35,751,669	\$32,279,082	\$3,472,587	10.76%	18.59%
Administration of Justice	\$47,014,435	\$43,169,249	\$3,845,186	8.91%	24.43%
Public Safety	\$84,574,932	\$82,975,147	\$1,599,785	1.93%	43.94%
Health and Welfare	\$6,352,081	\$7,022,574	(\$670,493)	(9.55%)	2.65%
Resource Development	\$949,686	\$576,219	\$373,467	64.81%	1.23%
Culture and Recreation	\$2,741,461	\$2,553,134	\$188,327	7.38%	1.56%
Capital Outlays	\$307,001	\$842,663	(\$535,662)	63.57%	2.39%
Other Financing Uses	\$14,751,562	\$15,646,206	(\$894,644)	(5.72%)	.80%
Total Expenditures and Other Uses	\$192,442,827	\$185,064,274	\$7,378,553	3.99%	100.00%

Expenditures- Increases

Major Expenditure Increases

Admin. Of
Justice
\$3.8 Mil.

Gen. Gov.
\$3.5 Mil

Public Safety
\$1.6 Mil

Resource
Develop.
\$373K

Culture
and Rec.
\$188K

Major Expenditure Decreases

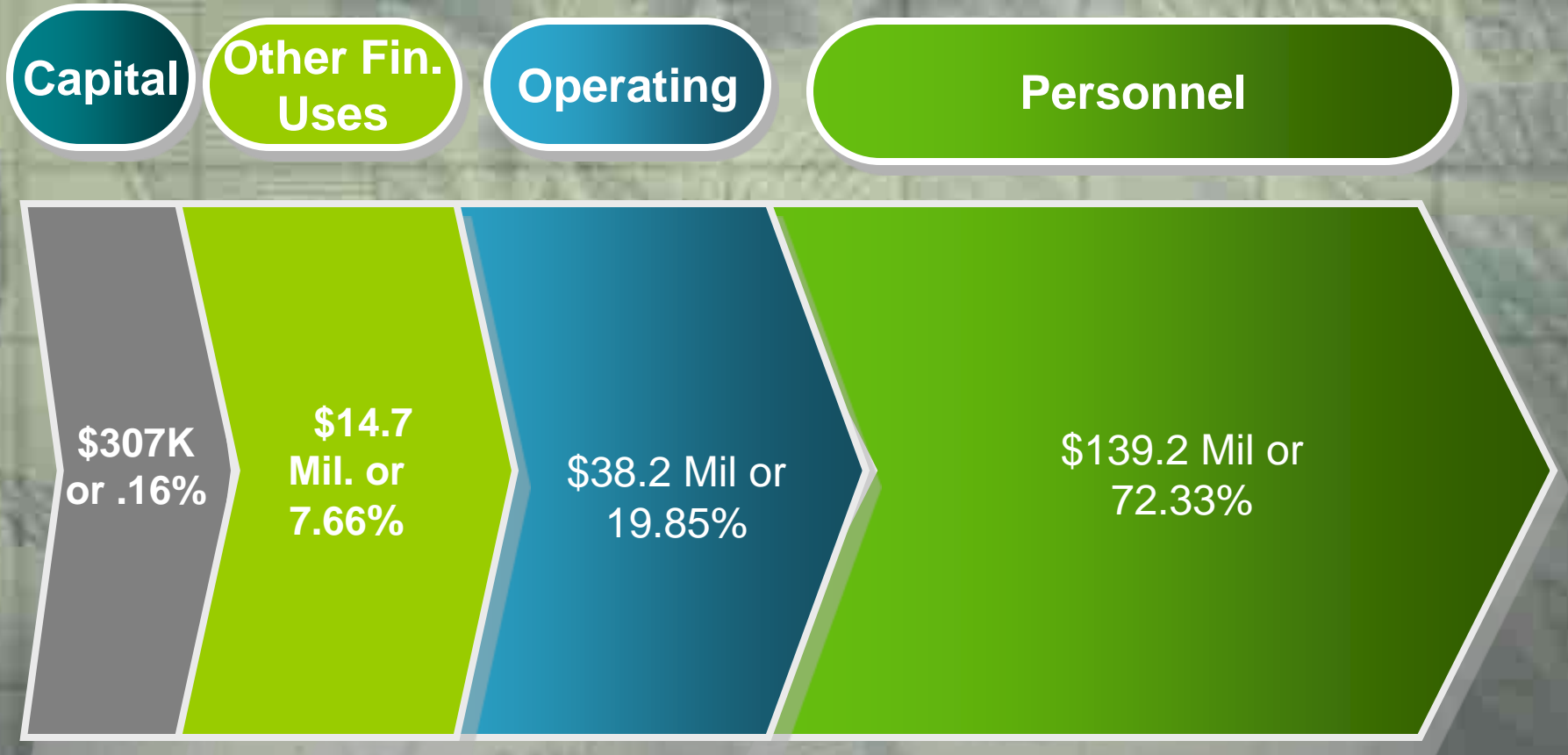
Transfers
Out
(\$895K)

Health &
Welfare
\$670K

Capital
Outlays
\$536K



Expenditures for 2009 General Fund by Category



General Fund Overview

General Fund Overview as of September 30, 2009

REVENUES	09 Budget	09 Actual	Actual as % of Total Actual	09 Budget Variance	Var as % of Total Var	FY09 vs FY08 Act. \$ Chg	FY09 vs FY08 % Act. Chg
Taxes:							
Property	\$100,026,332	\$99,219,241	54.62%	(\$807,091)	12.77%	\$5,506,059	5.88%
Sales	\$35,000,000	\$34,125,702	18.79%	(\$874,298)	13.83%	-\$1,182,655	-3.35%
Bingo	\$67,000	\$41,964	0.02%	(\$25,036)	0.40%	-\$36,261	-46.35%
Mixed beverage	\$1,400,000	\$1,593,181	0.88%	\$193,181	-3.06%	\$118,605	8.04%
Licenses and permits	\$228,800	\$282,841	0.16%	\$54,041	-0.85%	\$53,164	23.15%
Intergovernmental	\$4,864,856	\$5,605,182	3.09%	\$740,326	-11.71%	\$591,665	11.80%
Charges for services	\$35,318,950	\$30,718,968	16.91%	(\$4,599,982)	72.76%	-\$2,030,313	-6.20%
Fines and forfeitures	\$5,602,000	\$4,691,135	2.58%	(\$910,865)	14.41%	-\$765,343	-14.03%
Interest	\$2,600,000	\$1,602,150	0.88%	(\$997,850)	15.78%	-\$1,016,486	-38.82%
Miscellaneous	\$1,754,661	\$2,149,394	1.18%	\$394,733	-6.24%	\$348,980	19.38%
Other Financing Sources	\$1,098,000	\$1,608,939	0.89%	\$510,939	-8.08%	\$545,297	51.27%
Total revenues	\$187,960,599	\$181,638,697	100.00%	-\$6,321,902	100.00%	\$2,132,712	1.19%
EXPENDITURES							
General Government	\$48,161,432	\$35,777,927	18.59%	\$12,383,505	69.94%	\$3,498,845	10.84%
Admin of Justice	\$48,296,027	\$47,014,435	24.43%	\$1,281,592	7.24%	\$3,845,186	8.91%
Public Safety	\$87,083,830	\$84,572,839	43.94%	\$2,510,991	14.18%	\$1,597,692	1.93%
Health and Welfare	\$6,821,379	\$6,352,081	3.30%	\$469,298	2.65%	-\$670,493	-9.55%
Resource Development	\$1,167,571	\$949,686	0.49%	\$217,885	1.23%	\$373,467	64.81%
Culture and Recreation	\$3,018,394	\$2,741,461	1.42%	\$276,933	1.56%	\$188,327	7.38%
Capital Outlays	\$730,502	\$307,001	0.16%	\$423,501	2.39%	-\$535,662	-63.57%
Other Financing Uses	\$14,892,988	\$14,751,562	7.66%	\$141,426	0.80%	-\$228,885	-1.53%
Total	\$210,172,123	\$192,466,992	100.00%	\$17,705,131	100.00%	\$8,068,477	4.38%
Revenues less Expenditures	-\$22,211,524	-\$10,828,295		\$11,383,229		-\$5,935,765	

General Fund Overview

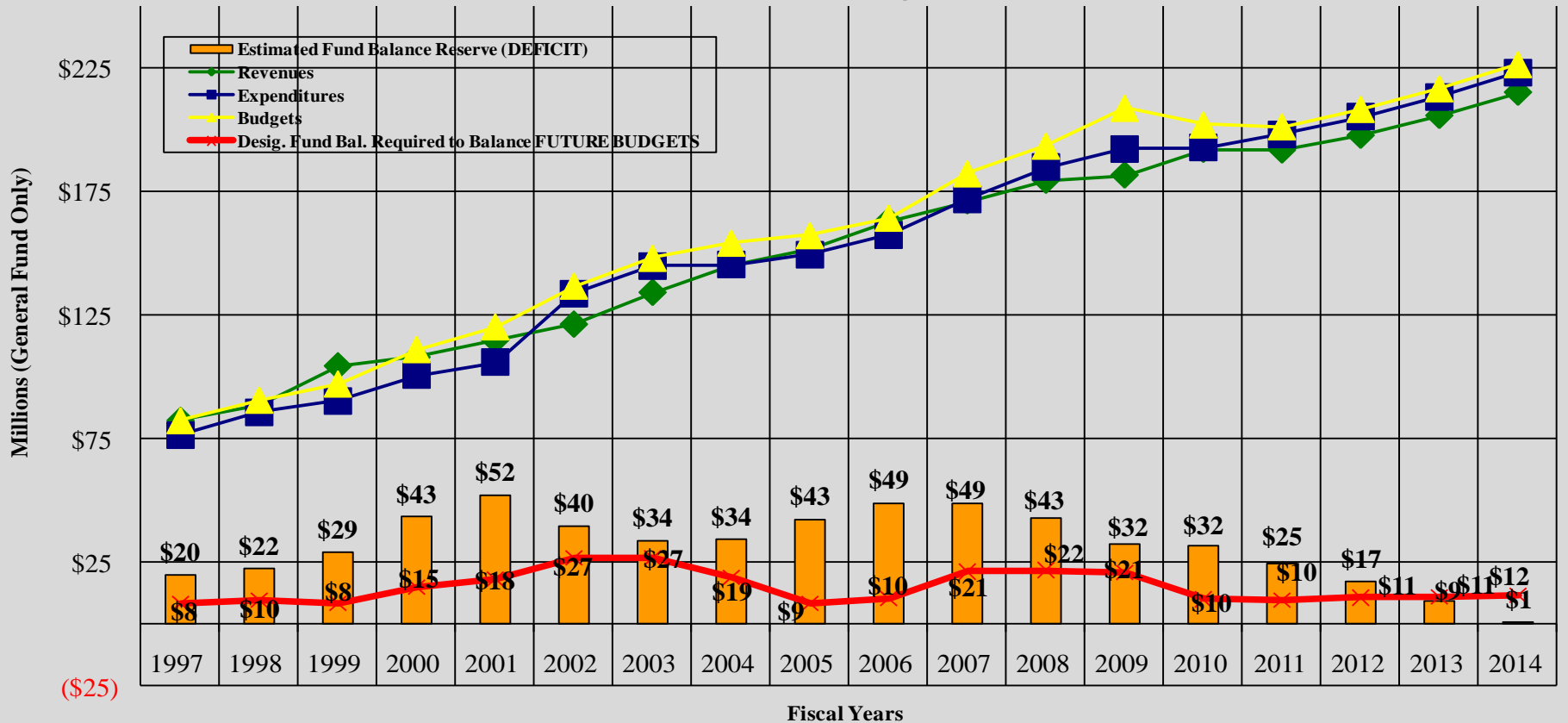
General Fund Overview as of September 30, 2008

REVENUES	08 Budget	08 Actual	Actual as % of Total Actual	08 Budget Variance	Var as % of Total Var
Taxes:					
Property	\$91,071,772	\$93,713,182	52.21%	\$2,641,410	33.97%
Sales	\$32,000,000	\$35,308,357	19.67%	\$3,308,357	42.55%
Bingo	\$65,000	\$78,225	0.04%	\$13,225	0.17%
Mixed beverage	\$1,300,000	\$1,474,576	0.82%	\$174,576	2.25%
Licenses and permits	\$201,800	\$229,677	0.13%	\$27,877	0.36%
Intergovernmental	\$3,151,246	\$5,013,517	2.79%	\$1,862,271	23.95%
Charges for services	\$32,204,900	\$32,749,281	18.24%	\$544,381	7.00%
Fines and forfeitures	\$5,492,500	\$5,456,478	3.04%	(\$36,022)	-0.46%
Interest	\$3,500,000	\$2,618,636	1.46%	(\$881,364)	-11.34%
Miscellaneous	\$2,147,800	\$1,800,414	1.00%	(\$347,386)	-4.47%
Other Financing Sources	\$596,000	\$1,063,642	0.59%	\$467,642	6.01%
Total revenues	\$171,731,018	\$179,505,985	100.00%	\$7,774,967	100.00%
EXPENDITURES					
General Government	\$38,697,338	\$32,279,082	17.51%	\$6,418,256	61.74%
Admin of Justice	\$44,003,309	\$43,169,249	23.41%	\$834,060	8.02%
Public Safety	\$85,080,655	\$82,975,147	45.00%	\$2,105,508	20.25%
Health and Welfare	\$7,340,689	\$7,022,574	3.81%	\$318,115	3.06%
Resource Development	\$772,433	\$576,219	0.31%	\$196,214	1.89%
Culture and Recreation	\$2,880,245	\$2,553,134	1.38%	\$327,111	3.15%
Capital Outlays	\$782,281	\$842,663	0.46%	-\$60,382	-0.58%
Other Financing Uses	\$15,236,752	\$14,980,447	8.12%	\$256,305	2.47%
Total	\$194,793,702	\$184,398,515	100.00%	\$10,395,187	100.00%
Revenues less Expenditures	-\$23,062,684	-\$4,892,530		\$18,170,154	

Trends, Past and Future

County Auditor's Financial Forecast

Assumes Adopted FY 2010 Tax Rate and Normal
Est. Future Growth in Tax Base Range 3.5% - 5%



Assumes net revenue growth of 1.5% assuming level expenditures in FY 2010 due to 3.2% budget reductions and continuing in FY2011 approximating 5%.



Impacts for future years

- **Current negative economic impacts on revenue trends and possible future negative legislative impacts (Special Budget Workshops between departments and County Auditor)**
- **Continued monthly updates to Comm. Court-Next meeting May 11, 18 or 25**
- **Assess revenue enhancement to collection on assessments**
- **Timely use of existing bond proceeds for eligible projects.**
- **Identify future capital needs**

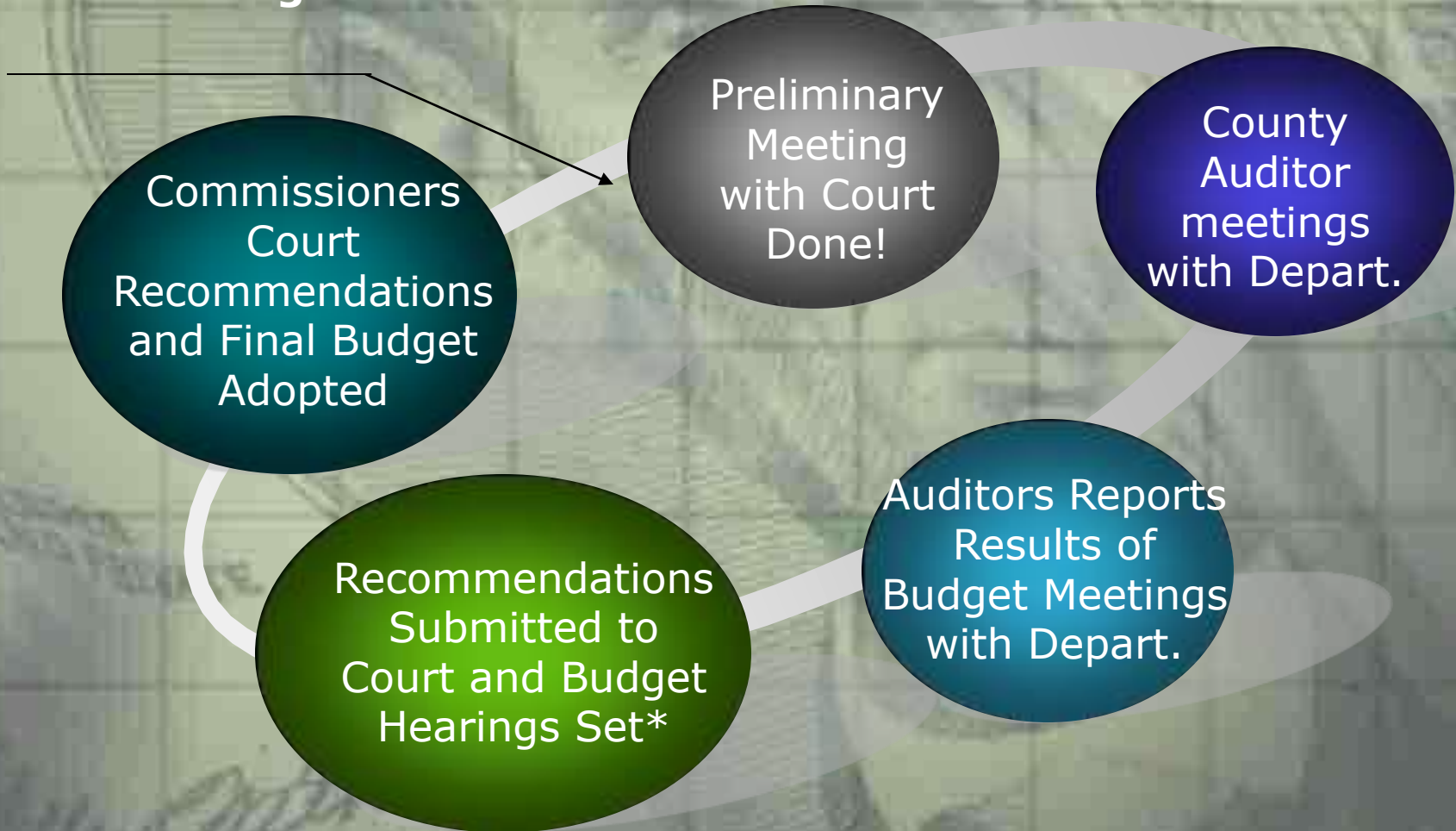


Impacts for future years-Cont.

- **Formalize Comprehensive 5-Year Capital Plan**
- **Future technology application projects (Financial Accounting, Purchasing and Judicial)**

Current Budget Process

Current Budget Process



*Budget Hearings with Commissioners are only scheduled with those departments requesting changes in personnel and those that are in disagreement with County Auditor recommendations. 20



Comments and Questions

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