



County of El Paso, Texas Comprehensive Annual Financial Report

For the Fiscal Year Ended
September 30, 2008





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 and impacts for the future**
- 2. Impacts on current and future years**
- 3. Discussion on current budget and process and any recommendations from the Commissioners Court for 2010**



Entity-Wide Statement of Net Assets

■ Assets

- Entity-wide assets totaled \$389.2 mil. and increased by 67.1 mil. or 20.82 percent.

■ Liabilities

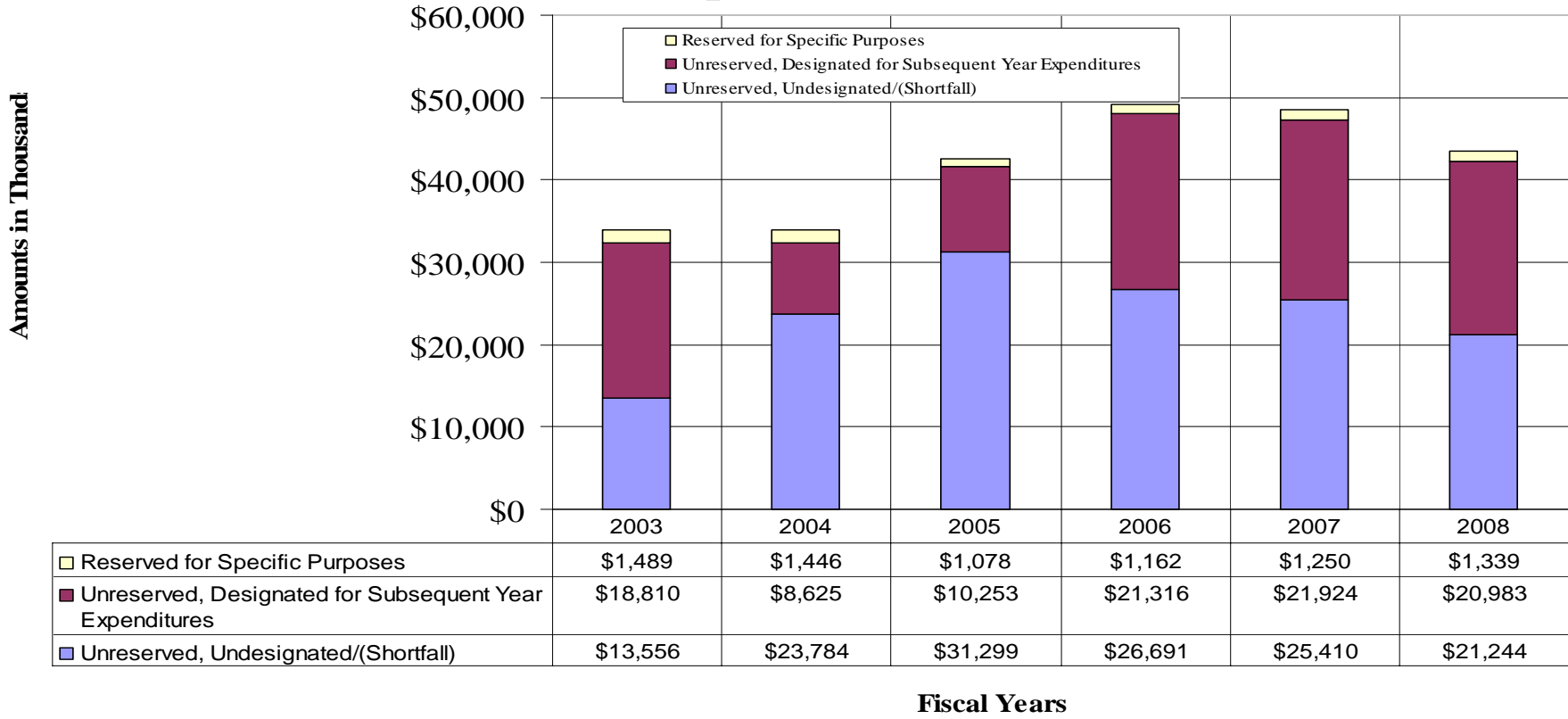
- Entity-wide liabilities totaled \$210 mil. and increased by \$64.8 mil. or 44.59 percent from FY 2007.

■ Net Assets

- Governmental/Business Type Assets exceeded liabilities by \$179.1 mil. (Total Net Assets) and increased by \$2.3 mil. or 1.29 percent.
- \$167.6 mil. or 93.56%, represents governmental activities and \$11.5 mil. or 6.44%, business type activities.

FY 2008 General Fund Fund Balance Analysis

Fund Balance Components-General Fund



- Actual total fund balance \$43 mil., which decreased by \$5.6 million below 2007.
- Of this total, the fund balance designated to balance the FY09 budget was \$20.9 mil., which leaves a total of \$21.2 mil. undesignated, resulting in a ratio of 9.93% of the FY09 General Fund budget of \$208.9 mil.



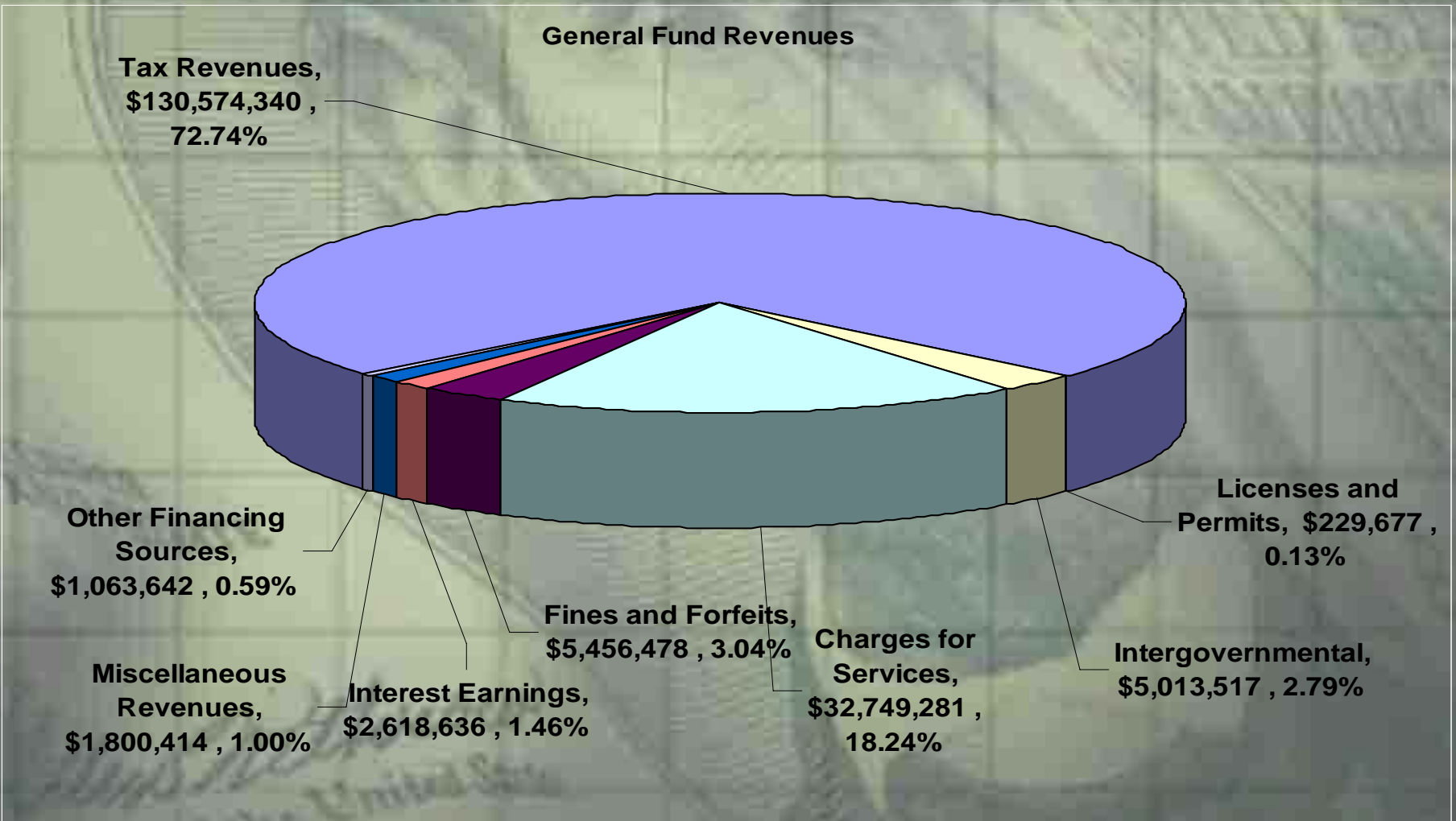
FY 2008 General Fund Fund Balance Analysis

General Fund- Fund Balance, cont'd

FY 2008 Beginning balance	<u>\$48.6 Mil.</u>
❖ Revenues and Transfers-In (>\$8.3 mil or 4.85%)	\$179.5 Mil.
❖ Expenditures and Transfers-Out (>\$13.1 mil or 7.63%)	\$185.1 Mil.
❖ FY 2008 Rev-less Expend	(\$5.6 Mil.)
FY 2008 Ending balance	<u>\$43 Mil.</u>

Revenue Sources—General Fund

***Taxes – Property Taxes (\$93.7 million), Sales Taxes (\$35.3 million)**



FY 2008 General Fund Revenue Analysis

	2008 Actual	2007 Actual	Amount Increase / Decrease from FY 2007	% Increase / Decrease	2008 Actual as a % of Total Revenue & Other Sources
Tax Revenues	\$130,574,340	\$122,202,235	\$8,372,105	6.85%	72.74%
Licenses and Permits	\$229,677	\$194,080	\$35,597	18.34%	.13%
Intergovernmental	\$5,013,517	\$3,767,026	\$1,246,491	33.09%	2.79%
Charges for Services	\$32,749,281	\$32,268,875	\$480,406	1.49%	18.24%
Fines and Forfeits	\$5,456,478	\$5,706,185	(\$249,707)	(4.38%)	3.04%
Interest	\$2,618,636	\$3,639,456	(\$1,020,820)	(28.05%)	1.46%
Miscellaneous	\$1,800,414	\$2,203,854	(\$403,440)	(18.31%)	1.00%
Other Financing Sources	\$1,063,642	\$1,221,989	(\$158,347)	(12.96%)	.59%
Total Revenues and Other Sources	\$179,505,985	\$171,203,700	\$8,302,285	4.85%	100.00%



Revenue Sources- Increases

GF Revenue Increases

Taxes \$8.3 mil.
Property \$5.9 mil.
& Sales Taxes
\$2.3 mil., Mixed
Bev. \$99K

Intergovernmental
. \$1.2 mil.

Charges
For
Services
\$480K

Licenses
and Permits
\$36K

Revenue Sources- Decreases

Interest Earnings
\$1 Mil.

Miscellaneous
\$403K

Fines and
Forfeits
\$250K

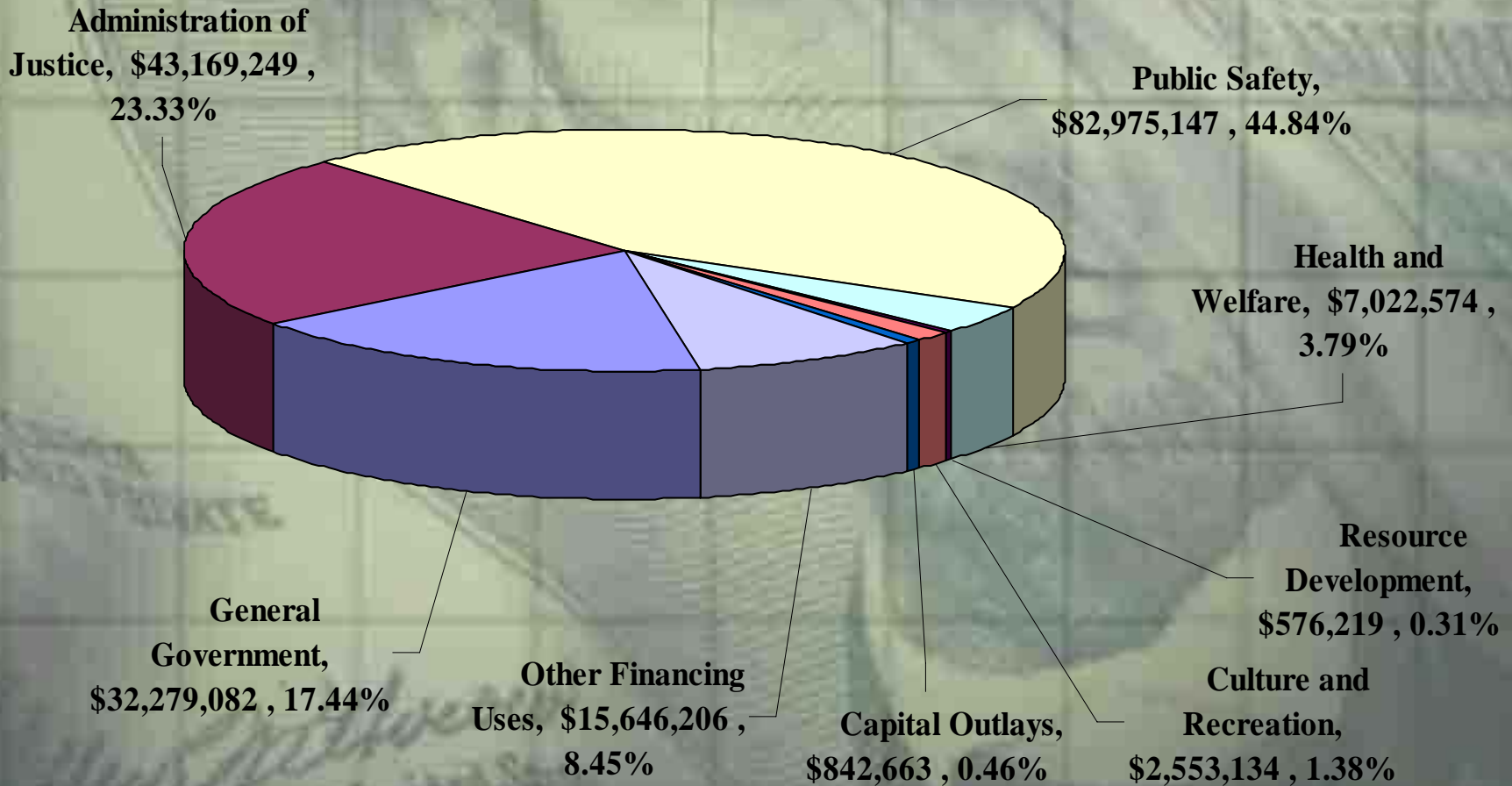
Other
Financing
Sources
\$158K

Revenue Decreases



Expenditures – General Fund

General Fund Expenditures



FY 2008 General Fund Expenditure Analysis

	2008 Actual	2007 Actual	Amt Increase / Decrease from FY 2007	% Increase / Decrease	2008 Actual as a % of Total Expenses
General Government	\$32,279,082	\$29,888,859	\$2,390,223	8.00%	17.44%
Administration of Justice	\$43,169,249	\$39,075,021	\$4,094,228	10.48%	23.33%
Public Safety	\$82,975,147	\$78,221,079	\$4,754,068	6.08%	44.84%
Health and Welfare	\$7,022,574	\$6,833,607	\$188,967	2.77%	3.79%
Resource Development	\$576,219	\$470,660	\$105,559	22.43%	.31%
Culture and Recreation	\$2,553,134	\$2,282,462	\$270,672	11.86%	1.38%
Capital Outlays	\$842,663	\$363,664	\$478,999	131.71%	.46%
Other Financing Uses	\$15,646,206	\$14,812,868	\$833,338	5.63%	8.45%
Total Expenditures and Other Uses	\$185,064,274	\$171,948,220	\$13,116,054	7.63%	100.00%

Expenditures- Increases

Major Expenditure Increases

Public Safety
\$4.7 Mil.

Administration
of Justice
\$4.1 Mil.

General
Government
\$2.4 Mil.

Other Fin.
Uses
\$833K

Capital
Outlays
\$479K

Res.
Dev.
\$106K

Health &
Welfare
\$189K

Culture
and Rec.
\$271K

Expenditures for 2008 General Fund Only by Character



Capital

**Other Fin.
Uses**

Operating

Personnel

**\$843K
or .46%**

**\$14.9 Mil.
or 8.12%**

**\$38.1 Mil or
20.69%**

**\$130.4 Mil or
70.73%**

General Fund Overview

General Fund Budget FY 2008 Overview

Exhibit 4

Revenues	FY08 Budget	FY08 Budget Variance	FY08 Variance as % of Total Variance
Taxes:			
Property	\$91,071,772	\$2,641,410	33.97%
Sales	\$32,000,000	\$3,308,357	42.55%
Bingo	\$65,000	\$13,225	0.17%
Mixed beverage	\$1,300,000	\$174,576	2.25%
Licenses and permits	\$201,800	\$27,877	0.36%
Intergovernmental	\$3,151,246	\$1,862,271	23.95%
Charges for services	\$32,204,900	\$544,381	7.00%
Fines and forfeitures	\$5,492,500	(\$36,022)	-0.46%
Interest	\$3,500,000	(\$881,364)	-11.34%
Miscellaneous	\$2,147,800	(\$347,386)	-4.47%
Other Financing Sources	\$596,000	\$467,642	6.01%
Total revenues	\$171,731,018	\$7,774,967	100.00%
Expenditures			
General Government	\$38,697,338	\$6,418,256	61.74%
Admin of Justice	\$44,003,309	\$834,060	8.02%
Public Safety	\$85,080,655	\$2,105,508	20.25%
Health and Welfare	\$7,340,689	\$318,115	3.06%
Resource Development	\$772,433	\$196,214	1.89%
Culture and Recreation	\$2,880,245	\$327,111	3.15%
Capital Outlays	\$782,281	-\$60,382	-0.58%
Other Financing Uses	\$15,236,752	\$256,305	2.47%
Total	\$194,793,702	\$10,395,187	100.00%
Revenues less Expenditures	-\$23,062,684	\$18,170,154	

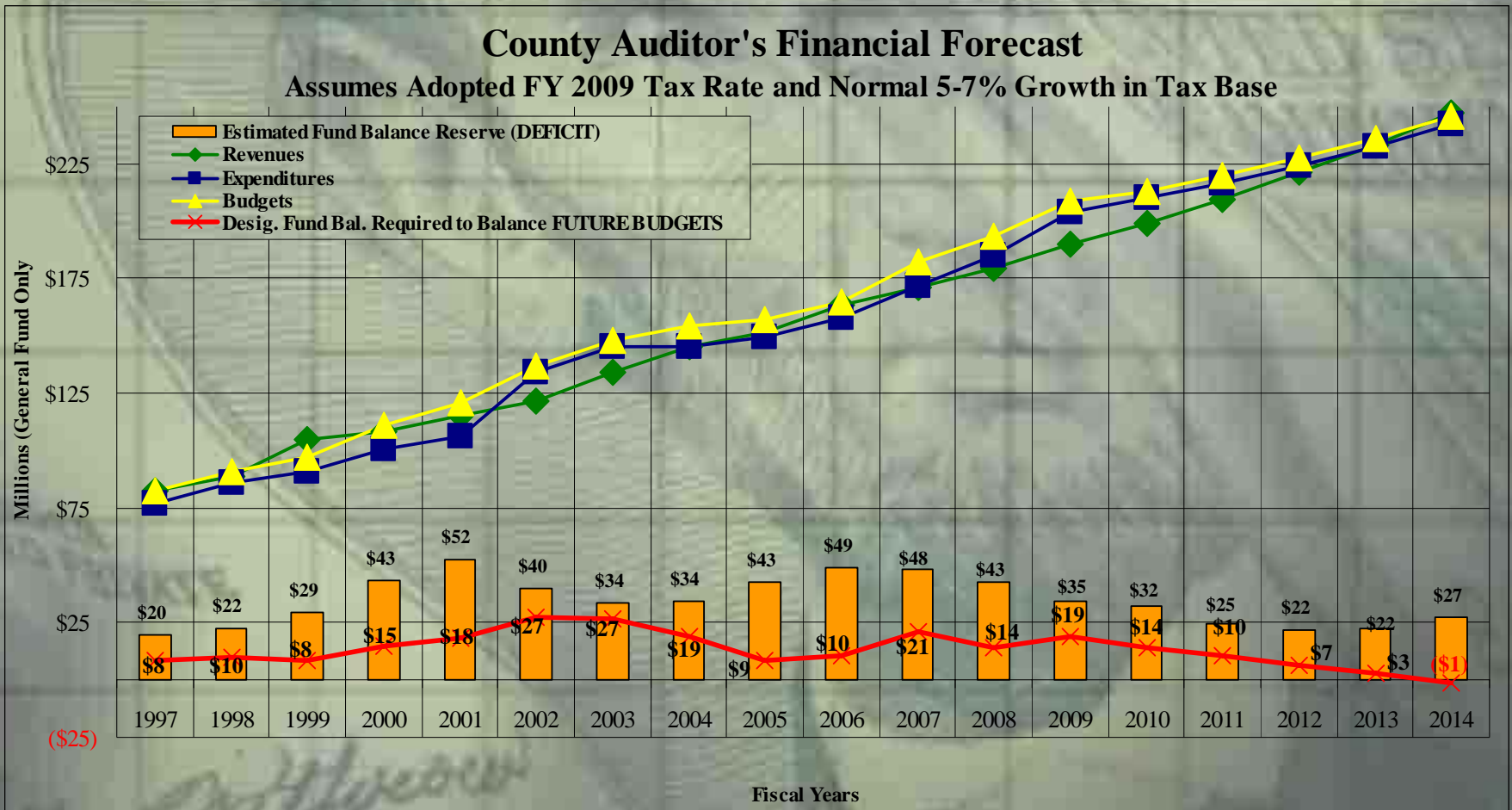
General Fund Overview

General Fund Budget FY 2008 Overview

Exhibit 4

	FY08 Actual	FY 08 Actual as % of Total Actual	FY07 Actual	Actual FY08 vs FY07 Amount Change	FY08 vs FY07 % Change
Revenues					
Taxes:					
Property	\$93,713,182	52.21%	\$87,777,846	\$5,935,336	6.76%
Sales	\$35,308,357	19.67%	\$32,985,941	\$2,322,416	7.04%
Bingo	\$78,225	0.04%	\$62,713	\$15,512	24.73%
Mixed beverage	\$1,474,576	0.82%	\$1,375,735	\$98,841	7.18%
Licenses and permits	\$229,677	0.13%	\$194,080	\$35,597	18.34%
Intergovernmental	\$5,013,517	2.79%	\$3,767,026	\$1,246,491	33.09%
Charges for services	\$32,749,281	18.24%	\$32,268,875	\$480,406	1.49%
Fines and forfeitures	\$5,456,478	3.04%	\$5,706,185	-\$249,707	-4.38%
Interest	\$2,618,636	1.46%	\$3,639,456	-\$1,020,820	-28.05%
Miscellaneous	\$1,800,414	1.00%	\$2,203,854	-\$403,440	-18.31%
Other Financing Sources	\$1,063,642	0.59%	\$1,221,989	-\$158,347	-12.96%
Total revenues	\$179,505,985	100.00%	\$171,203,700	\$8,302,285	4.85%
Expenditures					
General Government	\$32,279,082	17.51%	\$29,888,859	\$2,390,223	8.00%
Admin of Justice	\$43,169,249	23.41%	\$39,075,021	\$4,094,228	10.48%
Public Safety	\$82,975,147	45.00%	\$78,221,079	\$4,754,068	6.08%
Health and Welfare	\$7,022,574	3.81%	\$6,833,607	\$188,967	2.77%
Resource Development	\$576,219	0.31%	\$470,660	\$105,559	22.43%
Culture and Recreation	\$2,553,134	1.38%	\$2,282,462	\$270,672	11.86%
Capital Outlays	\$842,663	0.46%	\$363,664	\$478,999	131.71%
Other Financing Uses	\$14,980,447	8.12%	\$14,812,868	\$167,579	1.13%
Total	\$184,398,515	100.00%	\$171,948,220	\$12,450,295	7.24%
CAFR Adjustments	\$616,212				
Revenues less Expenditures	-\$5,508,742		-\$744,520	-\$4,148,010	

Trends, Past and Future



Assumes revenue growth of 5.0% while expenditure growth is 7.89% in FY 2009 and 3% in FY 2010.



Impacts for future years

- **Current economic impacts on revenue trends and possible negative legislative impacts (Special Budget Workshop)**
- **Assess continuation of special programs (Warrant Collections and Passports)**
- **Timely use of existing bond proceeds for eligible projects.**
- **Identify future capital needs**

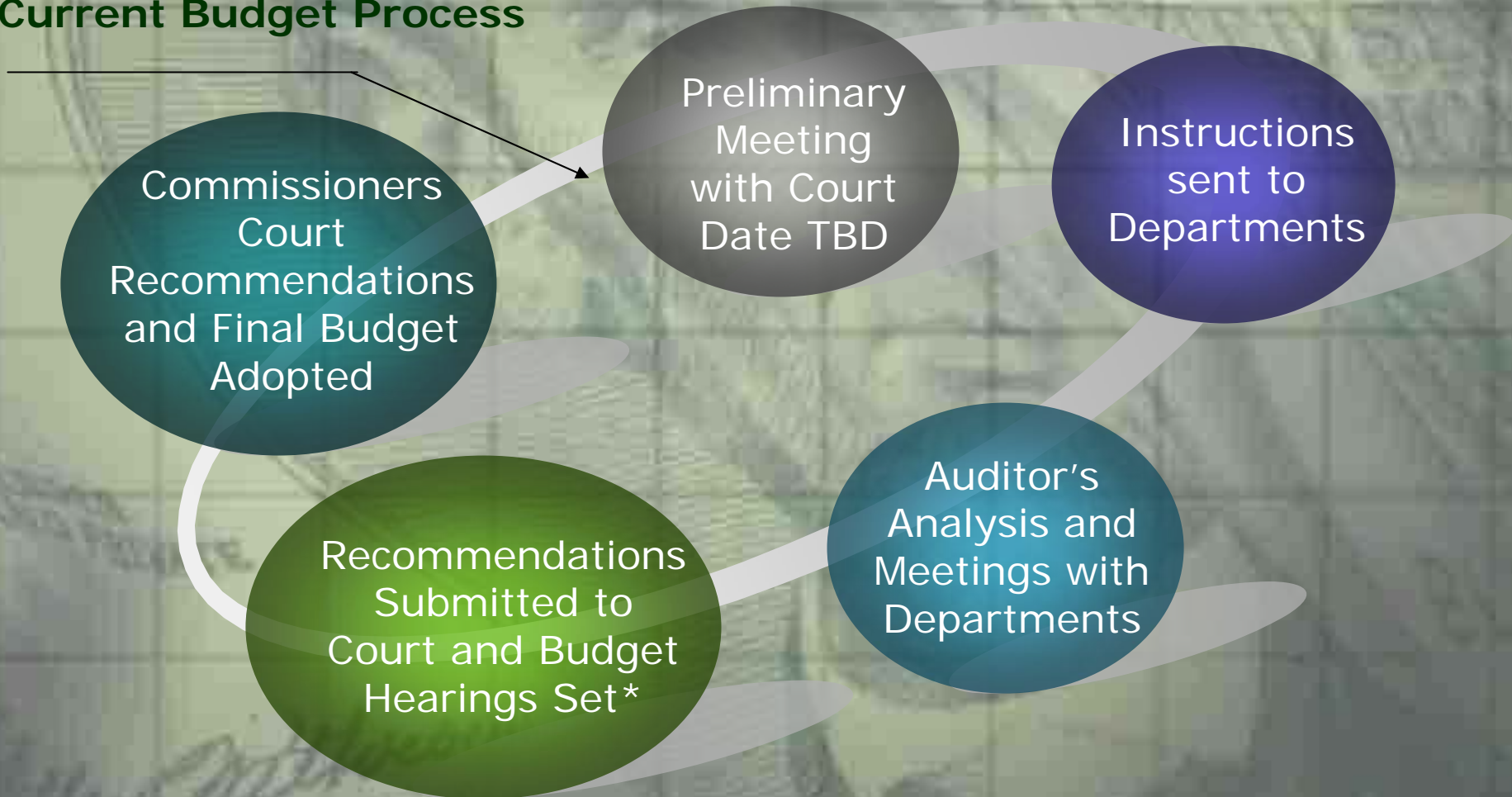


Impacts for future years-Cont.

- **Departmental Relocations, Renovations and New Construction**
- **Formalize Comprehensive 5-Year Capital Plan**
- **Assess county space needs**
- **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.**



Comments and Questions

Comments and Questions