



City of Rockville, Maryland
Second Quarter FY 2008 Financial Report
December 31, 2007

Prepared by the Department of Finance

This report presents FY08 revenue and expenditure data for the City's General and Enterprise funds. This report is prepared on a modified accrual/accrual basis consistent with the City's budget and financial statements. Below are the summary totals for each fund. For more detail please see the specific fund pages which include the FY08 adopted budget, FY08 amended budget, FY08 actual expenditures and revenues as of December 31, 2007, and the FY08 end of year projections listed by expenditure category or revenue source. Notes are included with the items that are unclear or that have significant variances from the FY08 amended budget to the FY08 end of year projection.

| Summary of Funds | | | | | |
|-------------------------|-------------------------------------|----------------------------|----------------------------|------------------------------|---------------------------------|
| Fund | | FY08 Adopted Budget | FY08 Amended Budget | Actual as of 12/31/07 | FY08 Year End Projection |
| General | Revenues | 58,906,905 | 58,921,224 | 36,704,749 | 59,562,272 |
| | Expenditures / Transfers Out | 58,906,905 | 65,582,918 | 28,133,429 | 66,223,966 |
| | Addition to / (Use of) Fund Balance | - | (6,661,694) | 8,571,320 | (6,661,694) |
| Water | Revenues | 4,925,000 | 4,925,000 | 2,267,996 | 4,925,000 |
| | Expenditures | 6,197,244 | 6,329,527 | 2,102,324 | 6,329,527 |
| | Net Income / (Loss) | (1,272,244) | (1,404,527) | 165,672 | (1,404,527) |
| Sewer | Revenues | 6,267,000 | 6,267,000 | 2,260,127 | 6,267,000 |
| | Expenditures | 6,127,168 | 6,308,818 | 2,238,875 | 6,308,818 |
| | Net Income / (Loss) | 139,832 | (41,818) | 21,252 | (41,818) |
| Refuse | Revenues | 5,475,000 | 5,475,000 | 1,865,179 | 5,475,000 |
| | Expenditures | 5,661,061 | 5,807,364 | 1,812,422 | 5,807,364 |
| | Net Income / (Loss) | (186,061) | (332,364) | 52,757 | (332,364) |
| Parking | Revenues | 3,830,000 | 3,830,000 | 1,409,457 | 3,440,000 |
| | Expenditures | 3,821,540 | 3,877,143 | 1,157,131 | 3,877,143 |
| | Net Income / (Loss) | 8,460 | (47,143) | 252,326 | (437,143) |
| SWM | Revenues | 1,025,000 | 1,025,000 | 510,482 | 1,025,000 |
| | Expenditures | 1,215,433 | 1,398,883 | 354,361 | 1,398,883 |
| | Net Income / (Loss) | (190,433) | (373,883) | 156,121 | (373,883) |
| RedGate | Revenues | 1,384,173 | 1,384,173 | 721,349 | 1,384,173 |
| | Expenditures | 1,394,682 | 1,394,682 | 565,454 | 1,394,682 |
| | Net Income / (Loss) | (10,509) | (10,509) | 155,895 | (10,509) |
| Speed Camera | Revenues | 1,684,200 | 1,684,200 | 1,275,176 | 4,084,200 |
| | Expenditures | 875,412 | 875,412 | 385,648 | 1,854,412 |
| | Net Income / (Loss) | 808,788 | 808,788 | 889,528 | 2,229,788 |

FY08 Beginning and Ending Unreserved Fund Balance / Working Capital

This section depicts the beginning and projected ending unreserved fund balance (or, in the case of an enterprise fund, working capital as defined as unrestricted net assets) for each of the City’s funds that are represented in this report. Unreserved fund balance is the accumulated total of all prior years’ actual revenues in excess of expenditures, commonly referred to as “surplus.” These amounts are not invested in capital assets nor have they been committed or “reserved” for encumbrances or other purposes.

It is important to maintain a fund balance to ensure that City operations are not unduly affected by large, unexpected increases in expenditures or reductions in revenues. Furthermore, healthy fund balances allow the City to maintain high bond ratings, which reduces the cost of borrowing.

| | Audited Fund Balance / Working Capital 6/30/07 | PLUS Projected FY08 Revenue | LESS Projected FY08 Expenditures | Projected Fund Balance / Working Capital 6/30/08 |
|-----------------------|---|--|---|---|
| General Fund | 15,666,993 | 59,562,272 | 66,223,966 | 9,005,299 |
| Water Fund | 707,177 | 4,925,000 | 6,329,527 | (697,350) |
| Sewer Fund | 3,975,030 | 6,267,000 | 6,308,818 | 3,933,212 |
| Refuse Fund | 1,033,011 | 5,475,000 | 5,807,364 | 700,648 |
| Parking Fund | 5,769,907 | 3,440,000 | 3,877,143 | 5,332,764 |
| Stormwater Mngt. Fund | 8,244,772 | 1,025,000 | 1,398,883 | 7,870,889 |
| RedGate Golf Fund | (771,382) | 1,384,173 | 1,394,682 | (781,891) |
| Speed Camera Fund | - | 4,084,200 | 1,854,412 | 2,229,788 |

FY08 General Fund Undesignated Fund Balance - December 31, 2007

One of the City’s fiscal policies is to maintain the undesignated fund balance in the General Fund at or above 15 percent of annual revenue. These funds provide a cushion to allow the City to continue to provide services even under the most dire circumstances.

The chart below shows the audited FY07 fund balance of \$15.7 million and the estimated FY08 fund balance of \$9.0 million. The \$9.0 million is \$0.2 million more than the target minimum FY08 fund balance of \$8.8 million. The projected General Fund revenues and projected General Fund expenditures include adjustments that are recommended as part of the February 11, 2008 budget amendment.

| | Amount | Percent of FY08 Revenue |
|---|----------------|------------------------------------|
| Audited FY07 Fund Balance (6/30/07) | 15,666,993 | 26.6% |
| Plus Projected General Fund Revenue (page 3) | 59,562,272 | |
| Less Projected General Fund Expenditures (page 4) | 66,223,966 | |
| Estimated FY08 Fund Balance (6/30/08) | 9,005,299 | 15.3% |
| Target Minimum FY08 Fund Balance | 8,836,036 | 15.0% |
| Estimated Variance from FY08 Target | 169,263 | |

FY08 Contingency Funds - December 31, 2007

| | |
|---|----------------|
| Adopted Budget Contingency Level | 350,000 |
| Use of Contingency Funds | |
| Post Office Feasibility Study (August 2007) | (2,600) |
| Unused Balance | 347,400 |

General Fund Revenues - December 31, 2007

| | FY08 Adopt. Budget | Amended Budget | Actual 12/31/07 | FY08 Proj. Year End | Variance (Amended & Proj.) | Note |
|----------------------------------|-------------------------------|---------------------------|----------------------------|--------------------------------|---|-------------|
| Taxes | | | | | | |
| Real property | 28,839,080 | 28,839,080 | 22,868,558 | 28,839,080 | - | |
| Personal property | 3,185,000 | 3,185,000 | 867,501 | 3,185,000 | - | |
| Income Taxes | 8,300,000 | 8,300,000 | 3,670,143 | 9,000,000 | 700,000 | 1 |
| Intergovernmental Revenue | | | | | | |
| Gas/vehicle tax | 3,200,000 | 3,200,000 | 875,030 | 3,000,000 | (200,000) | 1 |
| Tax duplication payment | 2,228,449 | 2,228,449 | 2,228,449 | 2,228,449 | - | |
| Admission/amusement tax | 800,000 | 800,000 | 427,264 | 850,000 | 50,000 | 1 |
| Police protection grants | 620,000 | 620,000 | 320,836 | 620,000 | - | |
| Youth services grant | 282,390 | 283,889 | 74,818 | 285,089 | 1,200 | 1 |
| Cable franchise fee | 517,960 | 517,960 | 118,508 | 517,960 | - | |
| Other | 158,900 | 171,720 | 30,786 | 196,568 | 24,848 | 1 |
| Licenses and Permits | | | | | | |
| Building permits | 1,100,000 | 1,100,000 | 626,143 | 1,100,000 | - | |
| Other | 614,500 | 614,500 | 174,237 | 664,500 | 50,000 | 1 |
| Charges for Services | | | | | | |
| Recreation fees | 4,280,817 | 4,280,817 | 2,140,364 | 4,290,817 | 10,000 | 1 |
| PW permit fees | 150,000 | 150,000 | 63,095 | 150,000 | - | |
| Zoning and planning fees | 108,000 | 108,000 | 31,901 | 88,000 | (20,000) | 1 |
| Facility Rental Fees | 715,185 | 715,185 | 323,391 | 715,185 | - | |
| Other | 285,940 | 285,940 | 230,775 | 380,940 | 95,000 | 1 |
| Fines and Forfeitures | | | | | | |
| Red Light Camera | 750,000 | 750,000 | 346,315 | 800,000 | 50,000 | 1 |
| Other | 24,000 | 24,000 | 10,286 | 24,000 | - | |
| Use of Money/Property | | | | | | |
| Interest income | 900,000 | 900,000 | 332,336 | 750,000 | (150,000) | 1 |
| Rental income | 173,612 | 173,612 | 80,328 | 173,612 | - | |
| Other Revenue | | | | | | |
| Admin charges other funds | 1,417,500 | 1,417,500 | 708,750 | 1,417,500 | - | 2 |
| Other | 255,572 | 255,572 | 154,935 | 285,572 | 30,000 | 1 |
| Total Revenue | 58,906,905 | 58,921,224 | 36,704,749 | 59,562,272 | 641,048 | |

1. Overall projected revenues have increased by \$641,048 from the FY08 amended budget. These variances are due to factors such as an increase in projected income tax, a decrease in highway user, a decrease in interest earnings, and increases from grants received since the October amendment. These variances are recommended as part of the February 11, 2008 budget amendment.

2. As of December 31, 2008 total General Fund revenue included transfers from Water \$209,000, Sewer \$116,900, Refuse \$220,900, RedGate \$46,100 Stormwater Management \$74,650 and Parking \$41,200 funds.

General Fund Expenditures - December 31, 2007

| | FY08 Adopt. Budget | Amended Budget | Actual 12/31/07 | FY08 Proj. Year End | Variance (Amended & Proj.) | Note |
|-----------------------------------|-----------------------|-------------------|--------------------|------------------------|----------------------------------|------|
| Personnel | | | | | | |
| Salary | 27,129,925 | 27,129,925 | 11,840,024 | 27,129,925 | - | 1 |
| Benefits | 8,767,282 | 8,767,282 | 3,477,753 | 8,767,282 | - | 1 |
| Contractual Services | | | | | | |
| Professional services | 2,491,968 | 3,330,548 | 931,717 | 3,330,548 | - | |
| Office expenses | 963,565 | 968,830 | 460,206 | 968,830 | - | |
| Employment & training | 715,574 | 726,374 | 290,153 | 726,374 | - | |
| Maintenance & repair | 2,834,010 | 2,900,808 | 991,380 | 2,900,808 | - | |
| Service provision | 703,335 | 705,813 | 302,506 | 708,313 | 2,500 | 2 |
| Insurance and Leases | 239,807 | 244,290 | 141,441 | 244,290 | - | |
| Commodities | | | | | | |
| Utility costs | 2,216,832 | 2,216,832 | 902,445 | 2,216,832 | - | |
| Supplies | 2,235,925 | 2,281,092 | 962,522 | 2,282,292 | 1,200 | 2 |
| Contingency | 350,000 | 351,648 | 4,248 | 351,648 | - | |
| Capital Outlays | | | | | | |
| Equipment | 709,378 | 943,674 | 340,570 | 966,022 | 22,348 | 2 |
| Non-operating Expenditures | | | | | | |
| Community Assistance | 23,420 | 23,420 | 1,325 | 23,420 | - | |
| Outside Agencies | 1,079,990 | 1,079,990 | 545,943 | 1,079,990 | - | |
| Total Expenditures | 50,461,011 | 51,670,526 | 21,192,233 | 51,696,574 | 26,048 | |
| Transfers to Other Funds | | | | | | |
| Debt Service Fund | 4,905,892 | 4,905,892 | 2,452,946 | 4,905,892 | - | |
| Capital Projects Fund | 2,365,002 | 7,831,500 | 3,915,750 | 7,831,500 | - | |
| Other funds | 1,175,000 | 1,175,000 | 572,500 | 1,790,000 | 615,000 | 3 |
| Sub-total | 8,445,894 | 13,912,392 | 6,941,196 | 14,527,392 | 615,000 | |
| Total Exp. and Transfers | 58,906,905 | 65,582,918 | 28,133,429 | 66,223,966 | 641,048 | |

1. Represents twelve of twenty-six pay periods.

2. Overall projected expenditures have increased by \$26,048 from the amended budget. These variances are due to new expenditures associated with grant funding that was received after the October budget amendment. These variances are recommended as part of the February 11, 2008 budget amendment.

3. As of December 31, 2007 actual General Fund transfers included Parking \$475,000, Refuse \$15,000 and RedGate \$82,500. Staff is recommending in the February 11, 2008 budget amendment that the General Fund transfer to the Parking Fund be increased by \$615,000 to help cover the shortfall in parking revenues (see Parking Fund on page 6 for more information).

Water Fund - December 31, 2007

| | FY08 Adopt. Budget | Amended Budget | Actual 12/31/07 | FY08 Proj. Year End | Variance (Amended & Proj.) | Note |
|-----------------------------|-------------------------------|---------------------------|----------------------------|--------------------------------|---|-------------|
| Revenues | | | | | | |
| Utility charges | 4,078,000 | 4,078,000 | 1,947,449 | 4,078,000 | - | |
| Water connections | 150,000 | 150,000 | 42,300 | 150,000 | - | |
| Sales of materials | 50,000 | 50,000 | 16,663 | 50,000 | - | |
| Interest income | 155,000 | 155,000 | 20,610 | 155,000 | - | |
| Miscellaneous revenues | 45,000 | 45,000 | 17,474 | 45,000 | - | |
| Transfers from other funds | 447,000 | 447,000 | 223,500 | 447,000 | - | 1 |
| Total Revenues | 4,925,000 | 4,925,000 | 2,267,996 | 4,925,000 | - | |
| Expenses | | | | | | |
| Personnel | 2,510,571 | 2,510,571 | 863,986 | 2,510,571 | - | 2 |
| Operating | 1,711,673 | 1,788,106 | 697,292 | 1,788,106 | - | |
| Capital | 205,500 | 213,363 | 138,852 | 213,363 | - | |
| Debt serv., transfer, other | 1,769,500 | 1,817,487 | 402,194 | 1,817,487 | - | 3 |
| Total Expenses | 6,197,244 | 6,329,527 | 2,102,324 | 6,329,527 | - | |
| Net Income/(Loss) | (1,272,244) | (1,404,527) | 165,672 | (1,404,527) | - | |

1. FY08 adopted budget includes total transfers from Sewer \$329,600 and Refuse \$117,400. Second quarter actual transfers include Sewer \$164,800 and Refuse \$58,700.

2. Represents twelve of twenty-six pay periods.

3. FY08 adopted budget includes administrative charges of \$418,000, debt service of \$342,000 and depreciation and amortization charges of \$1,009,500. As of December 31, 2007, actual expenses include administrative charges of \$209,000 and debt service of \$193,194.

Sewer Fund - December 31, 2007

| | FY08 Adopt. Budget | Amended Budget | Actual 12/31/07 | FY08 Proj. Year End | Variance (Amended & Proj.) | Note |
|-----------------------------|-------------------------------|---------------------------|----------------------------|--------------------------------|---|-------------|
| Revenues | | | | | | |
| Utility Charges | 5,917,000 | 5,917,000 | 2,118,388 | 5,917,000 | - | |
| Sewer connections | 150,000 | 150,000 | 59,400 | 150,000 | - | |
| Interest income | 155,000 | 155,000 | 80,298 | 155,000 | - | |
| Miscellaneous revenues | 45,000 | 45,000 | 2,041 | 45,000 | - | |
| Total Revenues | 6,267,000 | 6,267,000 | 2,260,127 | 6,267,000 | - | |
| Expenses | | | | | | |
| Personnel | 1,275,612 | 1,275,612 | 463,923 | 1,275,612 | - | 1 |
| Operating | 2,831,156 | 2,845,064 | 1,224,056 | 2,845,064 | - | |
| Capital | - | - | - | - | - | |
| Debt serv., transfer, other | 2,020,400 | 2,188,142 | 550,896 | 2,188,142 | - | 2 |
| Total Expenses | 6,127,168 | 6,308,818 | 2,238,875 | 6,308,818 | - | |
| Net Income/(Loss) | 139,832 | (41,818) | 21,252 | (41,818) | - | |

1. Represents twelve of twenty-six pay periods.

2. FY08 adopted budget includes administrative charges of \$233,800, debt service of \$539,000, contribution to Water Fund of \$329,600 and depreciation and amortization of \$918,000. As of December 31, 2007, actual expenses include administrative charges of \$116,900, debt service of \$269,196 and contribution to Water Fund of \$164,800.

Refuse Fund - December 31, 2007

| | FY08 Adopt. Budget | Amended Budget | Actual 12/31/07 | FY08 Proj. Year End | Variance (Amended & Proj.) | Note |
|-----------------------------|-----------------------|-------------------|--------------------|------------------------|----------------------------------|------|
| Revenues | | | | | | |
| Utility charges | 5,369,000 | 5,369,000 | 1,783,651 | 5,369,000 | - | |
| Interest income | 5,000 | 5,000 | 29,845 | 35,000 | 30,000 | 1 |
| Miscellaneous revenues | 41,000 | 41,000 | 36,683 | 41,000 | - | |
| Transfers from other funds | 60,000 | 60,000 | 15,000 | 30,000 | (30,000) | 1 |
| Total Revenues | 5,475,000 | 5,475,000 | 1,865,179 | 5,475,000 | - | |
| Expenses | | | | | | |
| Personnel | 2,899,738 | 2,899,738 | 881,772 | 2,899,738 | - | 2 |
| Operating | 1,864,223 | 1,908,758 | 643,916 | 1,908,758 | - | |
| Capital | - | 900 | - | 900 | - | |
| Debt serv., transfer, other | 897,100 | 997,968 | 286,734 | 997,968 | - | 3 |
| Total Expenses | 5,661,061 | 5,807,364 | 1,812,422 | 5,807,364 | - | |
| Net Income/(Loss) | (186,061) | (332,364) | 52,757 | (332,364) | - | |

1. FY08 adopted budget included a transfer from the General Fund of \$60,000 for the refuse/trash services to Rockville Housing Enterprises units and interest income of \$5,000. Since budget adoption, the end of year estimates have been increased and decreased by \$30,000 respectively. No budget amendment is needed since the adjustments offset each other.

2. Represents twelve of twenty-six pay periods.

3. FY08 adopted budget includes administrative charges of \$441,800, debt service of \$13,800, contribution to Water Fund of \$117,400 and depreciation and amortization of \$324,100. As of December 31, 2007, actual expenses include administrative charges of \$220,900, debt service of \$7,134 and contribution to Water Fund of \$58,700.

Parking Fund - December 31, 2007

| | FY08 Adopt. Budget | Amended Budget | Actual 12/31/07 | FY08 Proj. Year End | Variance (Amended & Proj.) | Note |
|---------------------------------|-----------------------|-------------------|--------------------|------------------------|----------------------------------|------|
| Revenues | | | | | | |
| Meter fees | 1,561,000 | 1,561,000 | 120,358 | 537,000 | (1,024,000) | 1 |
| Meter/parking violations | 386,000 | 386,000 | 268,399 | 460,000 | 74,000 | 1 |
| Interest earnings/other | 500,000 | 500,000 | 124,642 | 400,000 | (100,000) | 1 |
| Parking Tax/County Contribution | 380,000 | 380,000 | 421,058 | 425,000 | 45,000 | 1 |
| Transfer from General Fund | 1,003,000 | 1,003,000 | 475,000 | 1,618,000 | 615,000 | 2 |
| Total Revenues | 3,830,000 | 3,830,000 | 1,409,457 | 3,440,000 | (390,000) | |
| Expenses | | | | | | |
| Personnel | 320,700 | 320,700 | 118,766 | 320,700 | - | 3 |
| Operating | 845,440 | 901,043 | 262,722 | 901,043 | - | |
| Debt serv., transfer, other | 2,655,400 | 2,655,400 | 775,643 | 2,655,400 | - | 4 |
| Total Expenses | 3,821,540 | 3,877,143 | 1,157,131 | 3,877,143 | - | |
| Net Income/(Loss) | 8,460 | (47,143) | 252,326 | (437,143) | (390,000) | |

1. Overall projected revenues have decreased by \$390,000 from the FY08 adopted budget. These variances are due to factors such as the Town Center parking garages not charging for parking, low investment interest rates, and higher Parking District tax revenues than projected. The variances are recommended as part of the February 11, 2008 budget amendment.

2. The original transfer from the General Fund to the Parking Fund totaled \$950,000. Staff is recommending in the February 11, 2008 budget amendment that the General Fund transfer be increased by \$615,000 to \$1,565,000 to help cover the shortfall in parking meter revenue. The transfer of \$1,565,000 is combined with the \$53,000 from the City PILOT to total \$1,618,000. As of December 31, 2007, the General Fund transferred \$475,000 to the Parking Fund.

3. Represents twelve of twenty-six pay periods.

4. FY08 adopted budget includes administrative charges of \$82,400, debt service of \$1,468,900 and depreciation and amortization of \$1,104,100. As of December 31, 2007, actual expenses include administrative charges of \$41,200 and debt service of \$734,443.

Stormwater Management Fund - December 31, 2007

| | FY08 Adopt. Budget | Amended Budget | Actual 12/31/07 | FY08 Proj. Year End | Variance (Amended & Proj.) | Note |
|-----------------------------|-----------------------|-------------------|--------------------|------------------------|----------------------------------|------|
| Revenues | | | | | | |
| Stormwater permits | 300,000 | 300,000 | 157,875 | 300,000 | - | |
| SWM waivers | 400,000 | 400,000 | 204,100 | 400,000 | - | |
| Interest earnings | 325,000 | 325,000 | 148,507 | 325,000 | - | |
| Total Revenues | 1,025,000 | 1,025,000 | 510,482 | 1,025,000 | - | |
| Expenses | | | | | | |
| Personnel | 546,800 | 546,800 | 187,086 | 546,800 | - | 1 |
| Operating | 402,833 | 586,283 | 92,625 | 586,283 | - | |
| Capital | 1,500 | 1,500 | - | 1,500 | - | |
| Debt serv., transfer, other | 264,300 | 264,300 | 74,650 | 264,300 | - | 2 |
| Total Expenses | 1,215,433 | 1,398,883 | 354,361 | 1,398,883 | - | |
| Net Income/(Loss) | (190,433) | (373,883) | 156,121 | (373,883) | - | |

1. Represents twelve of twenty-six pay periods.

2. FY08 adopted budget includes administrative charges of \$149,300 and depreciation and amortization of \$115,000. As of December 31, 2007, actual expenses include administrative charges of \$74,650.

RedGate Golf Course Fund - December 31, 2007

| | FY08 Adopt. Budget | Amended Budget | Actual 12/31/07 | FY08 Proj. Year End | Variance (Amended & Proj.) | Note |
|-----------------------------|-----------------------|-------------------|--------------------|------------------------|----------------------------------|------|
| Revenues | | | | | | |
| Golf and Cart fees | 1,219,173 | 1,219,173 | 638,849 | 1,219,173 | - | |
| Transfers from other funds | 165,000 | 165,000 | 82,500 | 165,000 | - | 1 |
| Total Revenues | 1,384,173 | 1,384,173 | 721,349 | 1,384,173 | - | |
| Expenses | | | | | | |
| Personnel | 744,708 | 744,708 | 232,812 | 744,708 | - | 2 |
| Operating | 381,438 | 381,438 | 224,398 | 381,438 | - | |
| Capital | 83,736 | 83,736 | 56,021 | 83,736 | - | |
| Debt serv., transfer, other | 184,800 | 184,800 | 52,223 | 184,800 | - | 3 |
| Total Expenses | 1,394,682 | 1,394,682 | 565,454 | 1,394,682 | - | |
| Net Income/(Loss) | (10,509) | (10,509) | 155,895 | (10,509) | - | |

1. FY08 adopted budget includes a transfer from General Fund of \$165,000. As of December 31, 2007, actual transfers totaled \$82,500.

2. Represents twelve of twenty-six pay periods.

3. FY08 adopted budget includes administrative charges of \$92,200, debt service of \$12,500 and depreciation and amortization of \$80,100. As of December 31, 2007, actual expenses include administrative charges of \$46,100 and debt service of \$6,123.

Speed Camera Fund - December 31, 2007

| | FY08 Adopt. Budget | Amended Budget | Actual 12/31/07 | FY08 Proj. Year End | Variance (Amended & Proj.) | Note |
|--------------------------|-----------------------|-------------------|--------------------|------------------------|----------------------------------|------|
| Revenues | | | | | | |
| Speed Camera Citation | 1,684,200 | 1,684,200 | 1,275,176 | 4,084,200 | 2,400,000 | 1 |
| Total Revenues | 1,684,200 | 1,684,200 | 1,275,176 | 4,084,200 | 2,400,000 | |
| Expenses | | | | | | |
| Personnel | 183,100 | 183,100 | 68,589 | 187,100 | 4,000 | 2 |
| Operating | 692,312 | 692,312 | 317,059 | 1,667,312 | 975,000 | 2 |
| Total Expenses | 875,412 | 875,412 | 385,648 | 1,854,412 | 979,000 | |
| Net Income/(Loss) | 808,788 | 808,788 | 889,528 | 2,229,788 | 1,421,000 | |

1. Actual revenues collected represent five months of speed camera operations. The end of year estimate was revised upward to reflect 10,000 citations per month for six months. This adjustment is included in the February 11, 2008 budget amendment.

2. Actual personnel expenses represent twelve of twenty-six pay periods. The variance of \$4,000 in personnel is for additional overtime for the speed camera technicians. In addition, the \$975,000 variance in contract services is for the vendor payment associated with the additional 10,000 citations per month for six months. Both of these adjustments are included in the February 11, 2008 budget amendment.

FY08 Capital Projects Expenditures - December 2007

Expenditures by Town Center Project

| Project | FY08 CIP Budget | Current Budget | Actual Spent/ Encumbered | Funds Remaining |
|--------------------------------------|----------------------------|---------------------------|-------------------------------------|----------------------------|
| Town Center Planning | 317,493 | 317,493 | 298,914 | 18,579 |
| Town Square Public Improvements | 61,389,203 | 61,142,203 | 59,514,052 | 1,628,151 |
| Town Center Parking Garages | 56,500,418 | 56,500,418 | 53,046,234 | 3,454,184 |
| Rockville Arts and Innovation Center | 14,716,391 | 14,963,391 | 14,740,749 | 222,642 |
| | 132,923,505 | 132,923,505 | 127,599,949 | 5,323,556 |

Outside Funding by Town Center Project

| Project | FY08 CIP Budget | Current Budget | Actual Collected | Funds Uncollected |
|--------------------------------------|----------------------------|---------------------------|-----------------------------|------------------------------|
| Town Square Public Improvements | 52,571,295 | 52,571,295 | 49,391,514 | 3,179,781 |
| Town Center Parking Garages | 21,502,200 | 21,502,200 | 21,502,200 | - |
| Rockville Arts and Innovation Center | 7,438,025 | 7,438,025 | 7,305,541 | 132,484 |
| | 81,511,520 | 81,511,520 | 78,199,255 | 3,312,265 |

Summary of CIP Transfers - 2Q FY08

| Date | Department Fund | Project | (Decrease) Increase |
|-------------|---------------------------------------|--|------------------------------------|
| 10/4/2007 | Public Works SWM Fund | Alsace Lane - Stream Improvement Rockcrest - Stream Improvement | (\$400) \$400 |
| 10/22/2007 | Public Works Capital Projects Fund | Gude Drive Maintenance Facility Drainage Improvement (Maryvale / Longwood) | (\$120,000) \$120,000 |
| 10/26/2007 | Public Works SWM Fund | Maryvale - SWM Alsace Lane - Stream Improvement Rockcrest - Stream Improvement | (\$3,500) (\$6,500) \$10,000 |
| 11/2/2007 | Public Works Capital Projects Fund | Maryvale - Capital Projects Drainage Improvement (Maryvale / Longwood) | (\$20,000) \$20,000 |
| 12/7/2007 | Public Works Sewer Fund | Sewer Rehab - Cabin John Sewer Rehab - Rock Creek | (\$285,000) \$285,000 |