

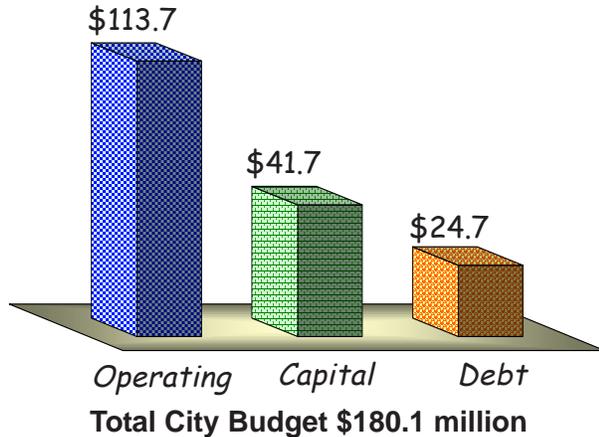


City of Tracy Budget Fiscal Year 2007-2008

Three Components of the City Budget

The City budget consists of three components:

- Operating Budget*
- Capital Projects Budget*
- Debt Budget*



The General Fund

The City's General Fund is used to account for resources traditionally associated with city government, which are not required by law to be accounted for in a separate fund. Examples of General Fund revenue include property tax and general sales tax. Expenditures from the General Fund include Police, Fire, Parks Maintenance and Recreation programs. Because cities cannot increase taxes without voter approval, it is important to carefully control General Fund expenditures so that they do not outpace available revenue. Total General Fund expenditures for FY 07-08 are budgeted at \$54.4 million and General Fund revenue with transfers is expected to be \$54.4 million. It is also important to maintain cash reserves in the General Fund to insure the continued delivery of important community services such as public safety are not interrupted due to economic cycles. The City has prudently managed its finances and has appropriate General Fund reserves.

Where Your Taxes Go

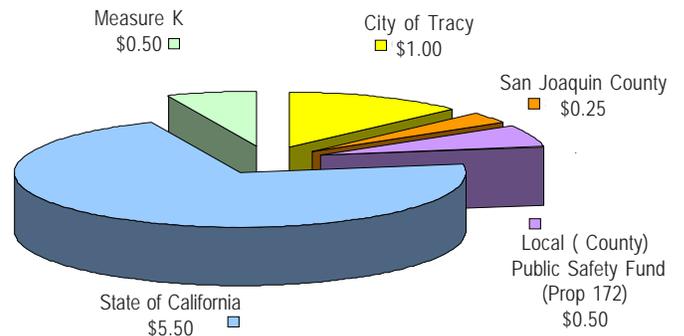
Sales Tax



For every taxable dollar you spend in San Joaquin County, you pay 7.75 cents in sales tax, or \$7.75 per every \$100 purchase.

Cities throughout the State receive sales tax based on sales made within their respective city. For every \$100 dollar purchase you make within the City of Tracy, which is subject to sales tax, the City receives \$1.00.

Per \$7.75 Collected

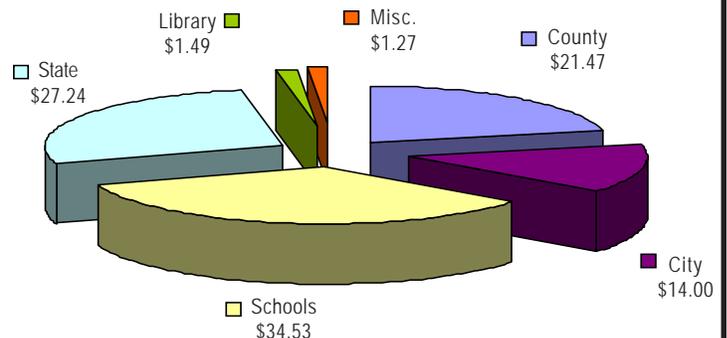


Property Tax



When you pay your property tax, the City of Tracy receives on average only about \$14.00 of every \$100 paid. In some areas of the City annexed after 1995, the amount the City receives is just \$5 of every \$100 paid.

Per \$100 Collected



Where the City Gets the Money for



OPERATING BUDGET

Property Tax	\$20,308,000
Sales Tax	\$17,020,700
Other Taxes	\$1,896,000
Assessments	\$2,607,700
License, Permits, Franchise Fees	\$3,636,550
State Shared Revenues	\$2,043,400
Grants and Reimbursement	\$9,071,850
General Charges	\$5,371,730
Charges for City Utilities	\$36,137,090
Fines	\$1,182,000
Interest Earnings and Rents	\$2,759,500
Internal Charges	\$7,305,410
Miscellaneous	\$639,100

CAPITAL BUDGET

Special Sales Tax	\$1,294,000
Assessments	\$0
Developer Impact Fees	\$7,357,000
State Collected	\$845,400
Grants and Reimbursement	\$6,783,500
Charges for City Utilities	\$4,440,000
Internal Charges	\$128,000
CIP Contributions	\$6,182,000
Debt Proceeds	\$1,720,000

DEBT BUDGET

Com. Dev. Agency Tax Increment	\$10,229,400
Assessments (i.e. Mello Roos)	\$12,511,700
Charges for City Utilities	\$4,952,010
Miscellaneous	\$280,000

TOTAL REVENUES \$166,702,040

Where the Money Goes



Police
\$21.9 million



Fire
\$14.0 million



Solid Waste
\$17.8 million



Public Works & Parks Maintenance
\$11.8 million



Community Development & Engineering Services
\$8.6 million



Water & Wastewater Utilities
\$16.8 million



Finance & Information Systems
\$4.5 million



General Government
\$4.5 million



City Receives Awards



The Government Finance Officers Association (GFOA) of America and Canada is a non-profit professional association serving 16,000 government finance officers. For the *19th consecutive year*, the City of Tracy has been awarded both the *GFOA Distinguished Budget Presentation Award* and the *GFOA Certificate of Achievement in Excellence in Financial Reporting*. Only 5 California cities have received more GFOA awards than the City of Tracy.

The receipt of the GFOA budget award reflects the commitment of the City Council and City Staff to meet the highest principles of governmental budgeting and financial reporting. In order to receive this award the City had to satisfy nationally recognized guidelines and have both its budget and financial report judged by a panel of experts.

Recreation, Cultural Arts & Community Facilities
\$5.4 million



Insurance
\$3.0 million

Equipment
\$2.6 million



Transit & Airport
\$1.8 million

