

Revenue Estimates

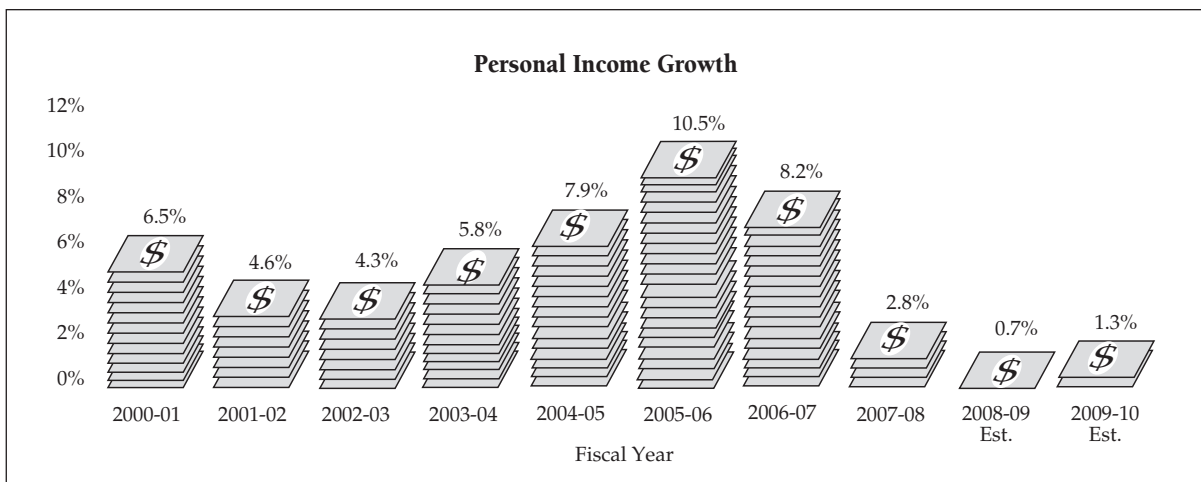
Revenue estimates for 2009-10 are based on assumptions about the local economy and population changes, on underlying cost estimates for cost-recovery rates and fees, and on the continuation of current state revenue collection and sharing practices. Adjustments to fees, such as those for water, sewer and solid waste services, are established in separate planning processes and are incorporated in these estimates. In addition, other revenue estimates are developed using the most current information from outside entities that establish such fees. Examples of revenues derived from fees set by outside entities include portions of court fines and

fees, and ambulance fees. Finally, consistent with recommendations of the 2006 Bond Committee, the primary property tax levy remains at the maximum allowable amount. The current combined primary and secondary property tax rate remains the same at \$1.82.

State and local economic growth declined in 2007-08 from prior years due to a variety of factors including weakness in the residential and commercial real estate markets, increased unemployment, declines in personal income growth, and increased oil and food prices. The state and local economy has continued to decline due to most of these same factors

in 2008-09. It is assumed that growth rates will begin to improve in 2009-10. Personal income is a major driver for estimating state and local sales taxes, and state-shared income taxes. Consistent with projections by local economists, the chart below shows that personal income is expected to grow by 1.3 percent in 2009-10, which is up from the 0.7 percent estimated for 2008-09.

In non-General Fund revenues, the proposed 2009-10 estimates for Water, Wastewater and Solid Waste systems reflect full-year impacts of 2008-09 fee increases.





GENERAL REVENUES BY MAJOR SOURCE
(In Thousands of Dollars)

Revenue Source	2007-08 Actuals	% of Total	2008-09 Estimate	% of Total	2009-10 Budget	% of Total	Increase/(Decrease) from 2008-09 Est.	
							Amount	Percent
Local Taxes								
Sales Tax	\$408,515	39.4%	376,067	36.9%	404,283	38.6%	28,216	7.5%
Privilege License Fees	2,402	0.2%	2,473	0.2%	2,473	0.2%	—	0.0%
Other General Fund Excise Taxes	8,193	0.8%	15,070	1.5%	15,410	1.5%	340	2.3%
Subtotal	\$419,110	40.4%	\$393,610	38.6%	\$422,166	40.3%	\$28,556	7.3%
State-Shared Revenues								
Sales Tax	135,134	13.0%	124,291	12.2%	133,428	12.7%	9,137	7.4%
State Income Tax	207,694	20.0%	220,806	21.7%	190,540	18.2%	(30,266)	-13.7%
Vehicle License Tax	59,244	5.7%	54,703	5.4%	57,407	5.5%	2,704	4.9%
Subtotal	\$402,072	38.8%	\$399,800	39.2%	\$381,375	36.4%	\$(18,425)	-4.6%
Primary Property Tax	103,033	9.9%	109,671	10.8%	121,015	11.6%	11,344	10.3%
User Fees/Other Revenues								
Licenses & Permits	2,723	0.3%	2,930	0.3%	2,930	0.3%	—	0.0%
Cable Communications	10,387	1.0%	12,332	1.2%	9,624	0.9%	(2,708)	-22.0%
Fines and Forfeitures	20,266	2.0%	19,607	1.9%	19,255	1.8%	(352)	-1.8%
Court Default Fee	643	0.1%	684	0.1%	954	0.1%	270	39.5%
Engineering and Architectural Services	2,379	0.2%	2,716	0.3%	2,660	0.3%	(56)	-2.1%
Fire	33,572	3.2%	36,357	3.6%	39,875	3.8%	3,518	9.7%
Hazardous Materials Inspection Fee	1,478	0.1%	1,400	0.1%	1,800	0.2%	400	28.6%
Library Fees	1,552	0.1%	1,382	0.1%	1,420	0.1%	38	2.7%
Parks and Recreation	5,550	0.5%	6,147	0.6%	6,463	0.6%	316	5.1%
Planning	1,541	0.1%	1,305	0.1%	1,305	0.1%	—	0.0%
Police	14,059	1.4%	13,855	1.4%	15,891	1.5%	2,036	14.7%
Street Transportation	2,067	0.2%	2,026	0.2%	2,727	0.3%	701	34.6%
Other Service Charges	14,540	1.4%	11,575	1.1%	12,764	1.2%	1,189	10.3%
Other	2,142	0.2%	3,318	0.3%	5,055	0.5%	1,737	52.4%
Subtotal	\$112,899	10.9%	\$115,634	11.4%	\$122,723	11.7%	\$7,089	6.1%
TOTAL GENERAL FUND	\$1,037,114	100.0%	\$1,018,715	100.0%	\$1,047,279	100.0%	\$28,564	2.8%