

SECTION II



Budget Summary

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Summary of Revenues, Expenses & Change in Fund Balance

(1)	(2)	(3)	(4)	(5)	(6)	(7)
FUND TYPE Fund Name	Est Beg Fund Bal or Cash on Hand 7/1/2008	FY 08/09 Revenues	FY 08/09 Expenses	Net Operating Transfers In (out)	Net Change (Col 3-4+5)	Proj Ending Fund Bal or Cash on Hand 6/30/2009
CITY OF RENO						
GENERAL FUND	11,151,207	183,316,362	161,817,462	(22,653,131)	(1,154,231)	9,996,976
SPECIAL REVENUE FUNDS						
CDBG Projects Funds	147,465	4,257,073	2,946,889	(1,355,309)	(45,125)	102,340
CDBG Admin Fund	-	89,511	464,320	374,809	-	-
Street Fund	21,740	14,961,261	15,582,326	728,660	107,595	129,335
Event Center Fund	6,826	10,000	601,525	584,699	(6,826)	-
Room Tax Fund	40,956	2,267,500	358,854	(1,949,602)	(40,956)	-
Parks & Recreation Fund	320,976	4,771,948	17,976,807	13,501,981	297,122	618,098
Special Events Fund	211,632	523,031	1,253,415	565,820	(164,564)	47,068
Stabilization Fund	4,436,449	150,000	4,250,663	(335,786)	(4,436,449)	-
Court Funds	1,425,331	723,000	974,262	(548,548)	(799,810)	625,521
Drug Forfeiture Funds	129,131	66,000	192,131	(3,000)	(129,131)	-
Subtotal	6,740,506	27,819,324	44,601,192	11,563,724	(5,218,144)	1,522,362
DEBT SERVICE FUNDS						
Ad Valorem Debt Funds	9,441,734	6,783,649	8,720,979	1,984,000	46,670	9,488,404
Railroad Debt Funds	11,289,721	10,660,000	8,549,144	-	2,110,856	13,400,577
Event Center Debt Funds	6,737,838	6,985,000	6,648,343	(584,699)	(248,042)	6,489,796
SAD Debt Funds	2,278,800	662,000	807,622	(180,000)	(325,622)	1,953,178
Subtotal	29,748,093	25,090,649	24,726,088	1,219,301	1,583,862	31,331,955
CAPITAL PROJECTS FUNDS						
Public Works Capital Projects Fund	559,890	77,500	874,172	454,204	(342,468)	217,422
Park Capital Projects Fund	1,774,052	930,000	1,706,102	-	(776,102)	997,950
Capital Tax Fund	56,692	1,307,029	1,363,721	-	(56,692)	-
SAD Capital Projects Funds	(1,970,346)	921,125	-	1,049,221	-	-
Community Services Center Fund	313,637	6,000	319,637	-	-	-
Community Assistance Center Fund	-	-	-	-	-	-
Subtotal	733,925	3,241,654	4,263,632	1,503,425	(1,175,262)	1,215,372
ENTERPRISE FUNDS						
Sanitary Sewer	17,686,906	101,985,181	100,145,772	(488,601)	(481,865)	19,037,714
Golf Course	(28,145)	1,436,242	1,493,014	335,786	279,014	250,869
Communications	430,627	553,557	7,136,203	6,211,336	(371,310)	59,317
Planning	1,067,707	2,850,801	2,850,801	-	-	1,067,707
Building Permit	(281,627)	8,197,161	6,443,096	-	1,754,065	1,472,438
Subtotal	18,875,468	115,022,942	118,068,886	6,058,521	1,179,904	21,888,045
INTERNAL SERVICE FUNDS						
Motor Vehicle	27,710	4,232,760	4,007,684	81,518	306,594	334,304
Risk Retention	7,973,175	460,398	2,871,080	(2,137,357)	(4,548,039)	3,425,136
Group Insurance	11,670,217	17,907,707	16,184,747	-	1,722,960	13,393,177
Worker's Compensation	-	5,160,896	5,160,896	-	-	-
Communications & Technology	407,457	225,764	4,933,417	5,569,993	862,340	1,269,797
Subtotal	20,078,559	27,987,525	33,157,824	3,514,154	(1,656,145)	18,422,414
TRUST FUNDS						
Performance Deposits	1,191,496	650,000	750,000	-	-	1,091,496
Subtotal	1,191,496	650,000	750,000	-	-	1,091,496
CITY OF RENO TOTAL	88,519,254	383,128,456	387,385,084	1,205,994	(6,440,016)	85,468,620
REDEVELOPMENT AGENCY #1						
General Fund	921,794	2,153,167	2,315,776	(759,185)	(921,794)	-
Debt Service	2,200,502	3,633,587	2,919,098	-	714,489	2,914,991
Extraordinary Maintenance Capital	-	-	-	-	-	-
REDEVELOPMENT AGENCY #1 TOTAL	3,122,296	5,786,754	5,234,874	(759,185)	(207,305)	2,914,991
REDEVELOPMENT AGENCY #2						
General Fund	804,729	3,132,805	3,937,534	-	(804,729)	-
Debt Service	-	-	-	-	-	-
Extraordinary Maintenance Capital	-	-	-	-	-	-
REDEVELOPMENT AGENCY #2 TOTAL	804,729	3,132,805	3,937,534	-	(804,729)	-
REDEVELOPMENT AGENCY TOTAL	3,927,025	8,919,559	9,172,408	(759,185)	(1,012,034)	2,914,991
GRAND TOTAL	92,446,279	392,048,015	396,557,492	446,809	(7,452,050)	88,383,611

Summary of Resources By Type and Fund

Revenue Source	2006/07 Actual	2007/08 Projected	2008/09 Budgeted	% of Total
CITY OF RENO				
Charges for Services	81,390,141	82,097,533	85,701,497	20.0%
Property Taxes	59,422,991	62,324,821	65,435,605	15.3%
Licenses & Permits	35,975,919	37,844,290	39,206,400	9.2%
Intergovernmental	106,738,277	94,275,700	89,063,055	20.8%
Use of Fund Balance	(853,677)	63,035,107	5,850,634	1.4%
Miscellaneous & Other	131,824,896	322,420,489	125,575,806	29.4%
Other Taxes	11,136,772	10,561,000	10,420,000	2.4%
Fines and Forfeitures	5,889,575	6,106,000	6,373,000	1.5%
CITY OF RENO TOTAL	431,524,894	678,664,940	427,625,997	100.0%
REDEVELOPMENT AGENCY				
Property Taxes	4,086,485	5,372,745	7,646,535	76.8%
Miscellaneous & Other	23,623,664	1,479,856	1,169,000	11.7%
Use of Fund Balance	617,385	(345,985)	1,012,034	10.2%
Intergovernmental	900,176	20,995,248	128,024	1.3%
REDEVELOPMENT AGENCY TOTAL	29,227,710	27,501,864	9,955,593	100.0%
GRAND TOTAL	460,752,604	706,166,804	437,581,590	

Revenues by Fund Type Budgeted for 2008/09

Revenue Source	General Fund	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust & Agency	Department Total
CITY OF RENO								
Charges for Services	5,431,225	4,455,918	-	-	51,224,953	24,589,401	-	85,701,497
Property Taxes	49,750,760	11,213,160	4,471,685	-	-	-	-	65,435,605
Licenses & Permits	39,106,400	100,000	-	-	-	-	-	39,206,400
Intergovernmental	72,147,083	7,288,943	8,350,000	1,277,029	-	-	-	89,063,055
Use of Fund Balance	1,154,231	5,218,144	(1,583,862)	(481,447)	(112,577)	1,556,145	100,000	5,850,634
Miscellaneous & Other	16,502,855	19,649,645	6,872,964	3,745,596	68,995,111	9,159,635	650,000	125,575,806
Other Taxes	-	2,260,000	7,380,000	780,000	-	-	-	10,420,000
Fines and Forfeitures	4,973,000	50,000	-	-	1,350,000	-	-	6,373,000
CITY OF RENO TOTAL	189,065,554	50,235,810	25,490,787	5,321,178	121,457,487	35,305,181	750,000	427,625,997
REDEVELOPMENT AGENCY								
Property Taxes	4,112,948	-	3,533,587	-	-	-	-	7,646,535
Intergovernmental	128,024	-	-	-	-	-	-	128,024
Use of Fund Balance	1,726,523	-	(714,489)	-	-	-	-	1,012,034
Miscellaneous & Other	1,069,000	-	100,000	-	-	-	-	1,169,000
TOTAL	7,036,495	-	2,919,098	-	-	-	-	9,955,593
GRAND TOTAL	196,102,049	50,235,810	28,409,885	5,321,178	121,457,487	35,305,181	750,000	437,581,590

A negative number in "Use of Fund Balance" indicates additional funds were retained in the program for future use.

Revenues by Fund Type Projected for 2007/08

Revenue Source	General Fund	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust & Agency	Department Total
CITY OF RENO								
Charges for Services	4,928,038	4,161,379	-	-	45,768,610	27,239,506	-	82,097,533
Property Taxes	47,381,676	10,144,480	4,798,665	-	-	-	-	62,324,821
Licenses & Permits	37,744,290	100,000	-	-	-	-	-	37,844,290
Intergovernmental	73,671,851	9,289,130	8,350,000	2,964,719	-	-	-	94,275,700
Use of Fund Balance	4,244,953	5,303,886	(4,536,457)	44,615,972	9,229,210	4,077,543	100,000	63,035,107
Miscellaneous & Other	19,288,599	18,458,002	208,605,930	25,395,932	41,224,556	8,797,470	650,000	322,420,489
Other Taxes	-	2,260,000	7,380,000	921,000	-	-	-	10,561,000
Fines and Forfeitures	4,706,000	50,000	-	-	1,350,000	-	-	6,106,000
CITY OF RENO TOTAL	191,965,407	49,766,877	224,598,138	73,897,623	97,572,376	40,114,519	750,000	678,664,940
REDEVELOPMENT AGENCY								
Property Taxes	3,245,703	-	2,127,042	-	-	-	-	5,372,745
Intergovernmental	128,024	-	-	20,867,224	-	-	-	20,995,248
Use of Fund Balance	(1,106,461)	-	690,083	70,393	-	-	-	(345,985)
Miscellaneous & Other	1,353,856	-	100,000	26,000	-	-	-	1,479,856
TOTAL	3,621,122	-	2,917,125	20,963,617	-	-	-	27,501,864
GRAND TOTAL	195,586,529	49,766,877	227,515,263	94,861,240	97,572,376	40,114,519	750,000	706,166,804

A negative number in "Use of Fund Balance" indicates additional funds were retained in the program for future use.

Revenues by Fund Type Actual for 2006/07

Revenue Source	General Fund	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust & Agency	Department Total
CITY OF RENO								
Charges for Services	4,041,547	3,917,246	-	-	46,380,763	27,050,585	-	81,390,141
Property Taxes	44,438,035	10,200,752	4,784,204	-	-	-	-	59,422,991
Licenses & Permits	35,874,449	101,470	-	-	-	-	-	35,975,919
Intergovernmental	74,701,218	10,128,705	8,895,013	13,013,341	-	-	-	106,738,277
Use of Fund Balance	1,251,955	(1,691,780)	(4,477,770)	(4,525,567)	8,589,386	461,304	(461,205)	(853,677)
Miscellaneous & Other	16,929,275	19,412,134	22,258,309	32,718,305	30,643,706	9,115,692	747,475	131,824,896
Other Taxes	-	2,282,064	7,360,161	1,494,547	-	-	-	11,136,772
Fines and Forfeitures	4,347,193	176,971	-	-	1,365,411	-	-	5,889,575
CITY OF RENO TOTAL	181,583,672	44,527,562	38,819,917	42,700,626	86,979,266	36,627,581	286,270	431,524,894
REDEVELOPMENT AGENCY								
Property Taxes	265,468	-	3,821,017	-	-	-	-	4,086,485
Intergovernmental	900,176	-	-	-	-	-	-	900,176
Use of Fund Balance	(124,403)	-	741,004	784	-	-	-	617,385
Miscellaneous & Other	2,687,032	-	20,933,816	2,816	-	-	-	23,623,664
TOTAL	3,728,273	-	25,495,837	3,600	-	-	-	29,227,710
GRAND TOTAL	185,311,945	44,527,562	64,315,754	42,704,226	86,979,266	36,627,581	286,270	460,752,604

A negative number in "Use of Fund Balance" indicates additional funds were retained in the program for future use.

Summary of Expenses By Department and Budgeted by Fund

Expenditure Source	2006/07 Actual	2007/08 Projected	2008/09 Budgeted	% of Total
CITY OF RENO				
City Council	1,497,024	2,114,665	1,625,535	0.4%
City Clerk	1,499,984	1,494,849	1,574,279	0.4%
City Manager	18,156,423	14,818,622	15,128,021	3.5%
Finance	3,323,690	3,508,173	3,527,473	0.8%
City Attorney	3,813,897	4,055,848	4,417,527	1.0%
Human Resources	14,195,088	17,920,675	17,824,332	4.2%
Civil Service	344,304	347,900	371,307	0.1%
Community Development	13,878,959	11,432,331	11,394,266	2.7%
Community Resources	5,648,409	3,908,146	3,345,384	0.8%
Communications & Technology	10,455,573	13,757,398	12,069,620	2.8%
Police	59,087,045	62,326,620	63,433,602	14.8%
Fire	52,458,590	57,756,795	55,847,666	13.1%
Municipal Court	5,645,431	6,933,639	7,501,231	1.8%
Public Works (including capital projects)	134,035,363	161,728,708	128,945,107	30.2%
Parks, Recreation & Community Services	20,642,359	26,114,799	20,890,046	4.9%
Non-Departmental	86,842,755	290,445,772	79,730,601	18.6%
CITY OF RENO TOTAL	431,524,894	678,664,940	427,625,997	100%
REDEVELOPMENT AGENCY	29,227,710	27,501,864	9,955,593	100%
GRAND TOTAL	460,752,604	706,166,804	437,581,590	

Expenditures by Fund Type Budgeted for 2008/09

Expenditure Source	General Fund	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust & Agency	Department Total
CITY OF RENO								
City Council	1,266,681	358,854	-	-	-	-	-	1,625,535
City Clerk	1,574,279	-	-	-	-	-	-	1,574,279
City Manager	5,842,630	1,253,415	-	-	-	8,031,976	-	15,128,021
Finance	2,509,333	-	-	-	1,018,140	-	-	3,527,473
City Attorney	4,417,527	-	-	-	-	-	-	4,417,527
Human Resources	1,639,585	-	-	-	-	16,184,747	-	17,824,332
Civil Service	371,307	-	-	-	-	-	-	371,307
Community Development	2,100,369	-	-	-	9,293,897	-	-	11,394,266
Community Resources	-	3,345,384	-	-	-	-	-	3,345,384
Communications & Technology	-	-	-	-	7,136,203	4,933,417	-	12,069,620
Police	63,433,602	-	-	-	-	-	-	63,433,602
Fire	55,847,666	-	-	-	-	-	-	55,847,666
Municipal Court	6,526,969	974,262	-	-	-	-	-	7,501,231
Public Works (including capital projects)	13,872,011	15,582,326	-	2,557,530	92,925,556	4,007,684	-	128,945,107
Parks, Recreation & Community Services	-	17,976,807	-	1,706,102	1,207,137	-	-	20,890,046
Non-Departmental	29,663,595	10,744,762	25,490,787	1,057,546	9,876,554	2,147,357	750,000	79,730,601
CITY OF RENO TOTAL	189,065,554	50,235,810	25,490,787	5,321,178	121,457,487	35,305,181	750,000	427,625,997
REDEVELOPMENT AGENCY	7,036,495	-	2,919,098	-	-	-	-	9,955,593
GRAND TOTAL	196,102,049	50,235,810	28,409,885	5,321,178	121,457,487	35,305,181	750,000	437,581,590

Expenditures by Fund Type Projected for 2007/08

Expenditure Source	General Fund	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust & Agency	Department Total
CITY OF RENO								
City Council	1,518,656	596,009	-	-	-	-	-	2,114,665
City Clerk	1,494,849	-	-	-	-	-	-	1,494,849
City Manager	5,967,861	1,122,833	-	-	-	7,727,928	-	14,818,622
Finance	2,555,657	-	-	-	952,516	-	-	3,508,173
City Attorney	4,055,848	-	-	-	-	-	-	4,055,848
Human Resources	1,700,330	-	-	-	-	16,220,345	-	17,920,675
Civil Service	347,900	-	-	-	-	-	-	347,900
Community Development	1,646,903	-	-	-	9,785,428	-	-	11,432,331
Community Resources	-	3,908,146	-	-	-	-	-	3,908,146
Communications & Technology	-	-	-	-	6,512,865	7,244,533	-	13,757,398
Police	62,326,620	-	-	-	-	-	-	62,326,620
Fire	57,756,795	-	-	-	-	-	-	57,756,795
Municipal Court	6,593,639	340,000	-	-	-	-	-	6,933,639
Public Works (including capital projects)	13,770,473	17,484,886	-	54,029,402	68,724,203	7,719,744	-	161,728,708
Parks, Recreation & Community Services	-	18,095,341	-	6,691,106	1,328,352	-	-	26,114,799
Non-Departmental	32,229,876	8,219,662	224,598,138	13,177,115	10,269,012	1,201,969	750,000	290,445,772
CITY OF RENO TOTAL	191,965,407	49,766,877	224,598,138	73,897,623	97,572,376	40,114,519	750,000	678,664,940
REDEVELOPMENT AGENCY	3,621,122	-	2,917,125	20,963,617	-	-	-	27,501,864
GRAND TOTAL	195,586,529	49,766,877	227,515,263	94,861,240	97,572,376	40,114,519	750,000	706,166,804

Expenditures by Fund Type Actual for 2006/07

Expenditure Source	General Fund	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust & Agency	Department Total
CITY OF RENO								
City Council	1,159,910	337,115	-	-	-	-	-	1,497,025
City Clerk	1,499,984	-	-	-	-	-	-	1,499,984
City Manager	6,370,334	969,785	-	-	-	10,816,304	-	18,156,423
Finance	2,459,046	-	-	-	864,644	-	-	3,323,690
City Attorney	3,813,897	-	-	-	-	-	-	3,813,897
Human Resources	1,361,993	-	-	-	-	12,833,095	-	14,195,088
Civil Service	344,304	-	-	-	-	-	-	344,304
Community Development	1,436,188	-	-	-	12,442,771	-	-	13,878,959
Community Resources	-	5,648,409	-	-	-	-	-	5,648,409
Communications & Technology	-	-	-	-	5,478,227	4,977,346	-	10,455,573
Police	59,087,045	-	-	-	-	-	-	59,087,045
Fire	52,458,590	-	-	-	-	-	-	52,458,590
Municipal Court	5,551,760	93,671	-	-	-	-	-	5,645,431
Public Works (including capital projects)	12,449,948	14,578,559	-	37,968,470	61,906,221	7,132,165	-	134,035,363
Parks, Recreation & Community Services	-	17,191,572	-	2,131,342	1,319,445	-	-	20,642,359
Non-Departmental	33,590,674	5,708,451	38,819,917	2,600,814	4,967,958	868,671	286,270	86,842,755
CITY OF RENO TOTAL	181,583,673	44,527,562	38,819,917	42,700,626	86,979,266	36,627,581	286,270	431,524,895
REDEVELOPMENT AGENCY	3,728,273	-	25,495,837	3,600	-	-	-	29,227,710
GRAND TOTAL	185,311,946	44,527,562	64,315,754	42,704,226	86,979,266	36,627,581	286,270	460,752,605

Authorized Positions By Function and Type Including Redevelopment Agency
(Full-Time Equivalent Positions, Including Temporaries)

TOTAL BY FUNCTION	6/30/2006	6/30/2007	6/30/2008	2008/09
	Actual	Actual	Projected	Adopted
CITY OF RENO				
General Government	178.25	180.75	249.00	249.00
Judicial	53.15	53.40	54.40	53.40
Public Safety	934.35	939.83	887.33	887.33
Public Works	184.11	190.11	193.31	193.31
Sanitation	-	-	-	-
Health (Animal Services)*	-	-	-	-
Welfare	-	-	-	-
Culture & Recreation	293.30	287.10	292.30	292.30
Community Support	106.05	111.35	115.35	113.35
Utility Enterprise	73.29	76.29	76.29	76.29
CITY OF RENO TOTAL	1,822.50	1,838.83	1,867.98	1,864.98
REDEVELOPMENT AGENCY				
Public Works	7.75	7.75	9.75	9.75
GRAND TOTAL	1,830.25	1,846.58	1,877.73	1,874.73
TOTAL BY TYPE				
	6/30/2006	6/30/2007	6/30/2008	2008/09
	Actual	Actual	Projected	Adopted
Regular Positions	1,591.62	1,595.63	1,639.80	1,636.80
Change from Prior year	106.42	(12.32)	14.02	(3.00)
Temporary Positions	238.63	250.95	237.93	236.93
Change from Prior year	20.40	12.32	(13.02)	(1.00)
GRAND TOTAL	1,830.25	1,846.58	1,877.73	1,873.73
Change from Prior year	126.82	16.33	31.15	(4.00)

Note: Full-time equivalent positions are based on 2,080 hour per year; 2,192 hour per year for emergency response personnel in the Fire Department.

A complete list of all positions and salary levels is found in the Community Profile and Miscellaneous Statistics Section.

Changes in Authorized Staffing Levels For FY 2008/09

REGULAR POSITIONS

Police	Community Services Officer	New Position	General	3.00
Community Development	Building Official	Abolished	CS	-1.00
Municipal Court	Court Security Officer	Abolished	Judical	-1.00
Police	Victim Advocates	Abolished	Police	-4.00
Net Change:				-3.00

Temporary Employees by Department by FTE Total	FTE's
City Manager	2.00
Civil Service	0.50
Community Development	1.30
Parks, Recreation and Community Service	193.35
Police	19.13
Public Works	20.65
Total Temporaries	236.93

Budget Summary – Revenues

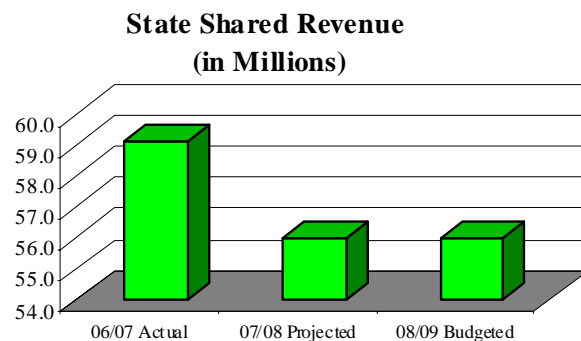
The City's budget for 2008/09 totals \$427.6 million, a 10.8% decrease over the adopted budget for 2007/08. This decrease reflects the reduction in capital projects since three large projects were substantially completed during 2007/2008.

Revenues

The City, (excluding the Redevelopment Agency) expects to receive \$427.6 million in revenues in 2008/09, of which \$189.1 million (42%) will flow into the General Fund. The remaining \$238.5 million will flow into other funds, primarily for capital projects and support for building permit and sewer enterprise funds. The City anticipates using \$5.8 million in fund balance in a number of Funds. The four major revenue sources for the City are described further below:

State Shared Revenues

State shared revenues include sales and use taxes, cigarette and liquor taxes, motor vehicle privilege and fuel taxes, and real property transfer taxes. These taxes have been brought together into a Consolidated tax. They are collected by the State, consolidated and then distributed to the various governmental agencies based on a series of formulas developed by the Nevada Department of Taxation. Population, assessed value, and growth rates are factors used in the distribution formula.

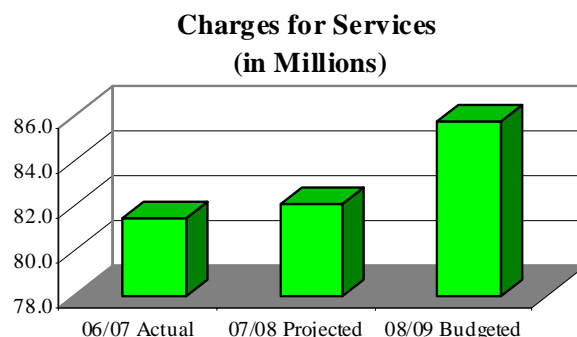


The State-wide sales and use tax rate totals 6.5%, of which 2.25% is for the City/County Relief Tax is distributed to the cities and counties throughout the State. The County also has a rate of 0.875% for specific County-wide projects, bringing the total tax rate within the City to 7.375%. The remainder of the tax revenues are distributed to the State, local school districts, and other agencies as specifically authorized by statute.

City staff reviews the State's projections and further evaluates local conditions, including building permits, sewer connection fees, franchises and other economic data to determine conservative, yet realistic projections. State shared revenues are primarily accounted for in the General Fund although the Street Special Revenue Fund also receives fuel taxes.

Charges for Services

Service Charges are the largest single revenue source for the City. Enterprise Fund Service Charges account for 65% of total charges for services, which include sewer fees for the operation and/or expansion of the City's sewer system; golf fees for the operation and maintenance of the two City owned golf courses, dispatch fees to provide emergency dispatching services; and

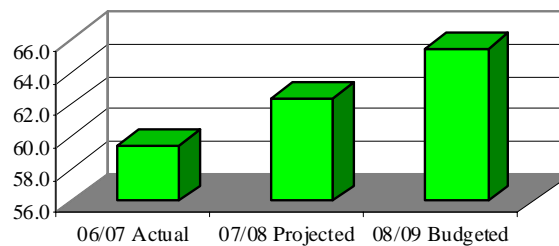


building permit and planning application fees. Internal Service Fund Service Charges account for 26% of the total charges for services which include the City's self funded medical plan, motor vehicle, risk retention and workers compensation. General Fund Service Charges account for 5% of total charges for services which include public safety service charges, public works service charges, Municipal Court service charges, and general administrative fees. The Parks and Recreation Special Revenue Fund Charges account for 4% of the total charges for services which include charges for parks, recreation and aquatic programming and facilities.

Ad Valorem (Property) Taxes

The growth rate in property tax revenues averaged nearly 16% during the past five years as a result of new housing units and the construction and/or expansion of several casinos throughout the City. In addition, the voters approved in 1996 a new override for the construction and operation of an eleventh fire station which is now in operation.

**Property Taxes
(in Millions)**



The State calculates the tax rate and revenues received from ad valorem taxes for all local governments. The formula used to calculate the tax rate and revenues is set by statute. The City Council may adopt a tax rate below that determined by the formula but they may not increase it above the formula without voter approval. The maximum total overlapping tax rate for any agency is \$3.64 per \$100 of assessed valuation. By state law, property is assessed at 35% of taxable value. The taxable value equals the replacement value of improvements, less depreciation, plus the value of the land. The formula used to calculate the ad valorem tax rate and allowable revenues is summarized on the next page.

Step 1	PY's Ad Valorem Revenue Base	×	1.06 (6% growth)	+	Value of Property on PY'S Tax Roll	×	100 =	Base Tax Rate
Greater of: Revenue								
Step 2	Base Rate from Step 1 or PY's Base Tax Rate	×	CY Assessed Value	+	Allowed Ad Valorem Revenue Base	+	Allowed by Voter or Legislative Overrides	Total Allowed Ad Valorem Revenue

Ad Valorem revenues are accounted for in the General Fund, where they are the second largest revenue source, the Debt Service Fund for retirement of general obligation debt, and in the Street Special Revenue Fund for neighborhood street maintenance as approved by the voters in 1994.

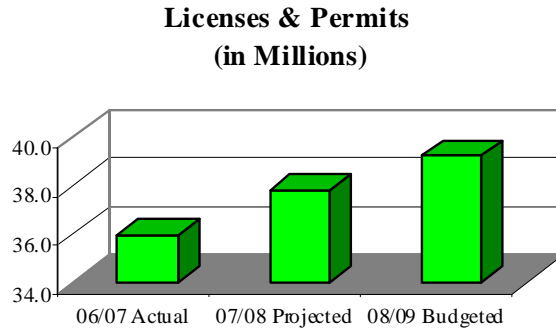
Licenses and Permits

Business licenses, permits, and franchise fees are a major resource for the General Fund, comprising 19% of all General Fund resources.

Nearly 54% of all licenses and permits consist of business, city gaming, and liquor licenses.

Business license fees are assessed against all entities doing business within the corporate limits of the City. They may be “flat” fees meaning the business pays a

prescribed amount based on the nature and size of the business; or “gross” fees which are a percentage of gross income. City gaming fees are a flat fee based on the number of gaming devices on the property. Projections for licenses and permit revenues were based on an analysis of recent trends, new fees, and changes in the fee structure for business licenses.



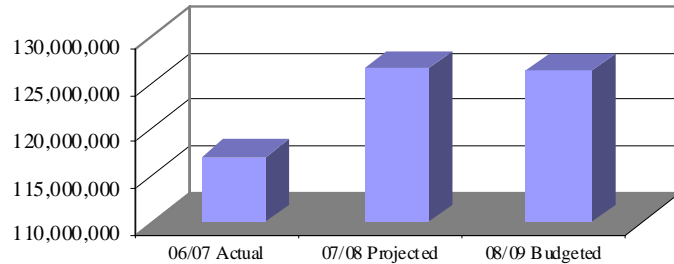
Budget Summary – Expenses

The City tracks expenses for internal reporting purposes by department and program. These can be combined and summarized by function. Grouping by function as described below, is required for the budget submitted by the City to the Nevada Department of Taxation.

Public Safety and Health/Welfare

Public Safety includes police and fire services which are budgeted in the General Fund. Communications and Animal Services are accounted for in enterprise funds, but function as a part of the public safety and health/welfare component. The Police Department budget includes three Community Services Officers funded from the General Fund.

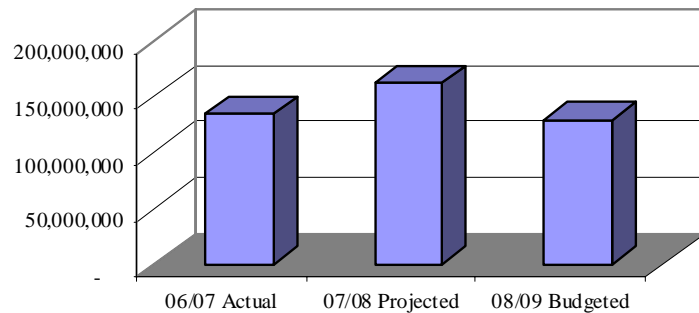
Public Safety and Health



Public Works and Utilities

The Public Works function includes all the divisions of the Public Works Department. They include Capital Projects, Building Maintenance, Traffic Operations, and Traffic Engineering in the General Fund, Street Maintenance in the Street Fund, Sewer Operations and Maintenance in the Sanitary Sewer Enterprise Fund, and Motor Vehicle Maintenance in an Internal Service Fund. The total also includes capital projects in the various Capital Projects Funds.

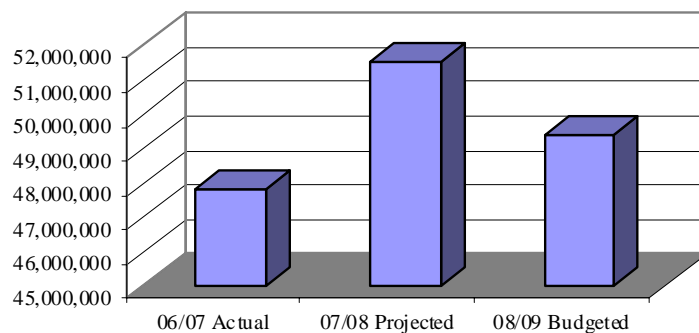
Public Works and Utilities



General Government

General Government includes the City Council, City Manager's Office, City Clerk's Office, Finance, Human Resources, Civil Service, Communications and Technology and the City Attorney's Office. These departments are funded primarily through the General Fund although some services and/or personnel are partially funded by

General Government

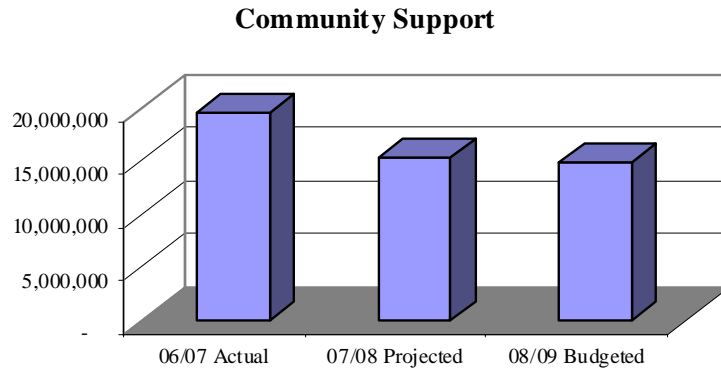


transfers from other funds.

Also included are costs for the City's self-insured medical programs, risk management, and workers' compensation programs. All three of these programs are accounted for in internal service funds.

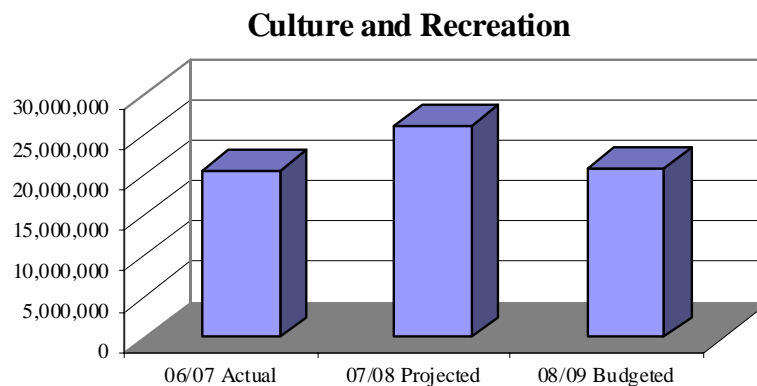
Community Support

Community Support includes the Community Development Department, which includes Administration and Code Enforcement programs funded through the General Fund. The Building Permit, and Planning and Engineering programs are accounted for in an Enterprise Fund. CDBG and HOME grant programs are accounted for in several Special Revenue funds.



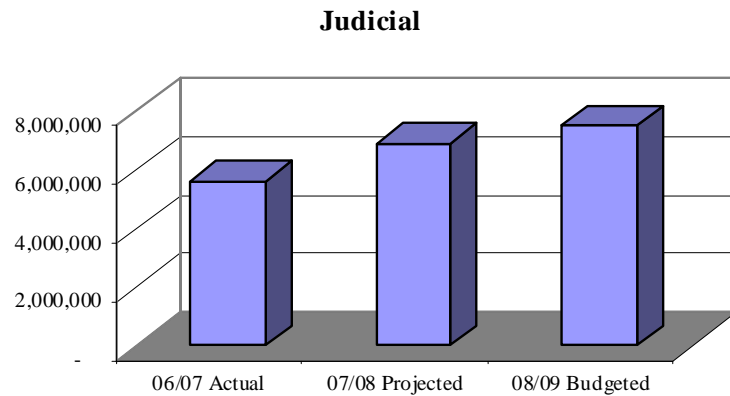
Culture and Recreation

Culture and Recreation includes the Parks, Recreation and Community Services (PRCS) Department, Golf Enterprise Fund as well as the Park Capital Projects Fund which funds the construction of new park facilities through a tax on new dwelling units. PRCS activities include recreation programming, park development and maintenance, urban forestry, arts/culture and special events and aquatic services. All are accounted for in a special revenue fund although funding comes from a variety of sources, including user fees for recreation and aquatic programs, transfers from the general fund and CDBG funds for specific programs and/or services.



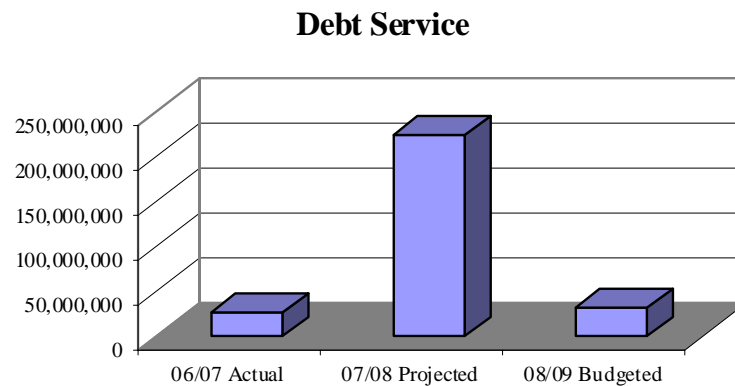
Judicial

The judicial function includes the operation of the Municipal Court. 100% of operations are funded by the General Fund; although certain operating and capital costs may be funded through two special revenue funds allowed by state statute for specific purposes.



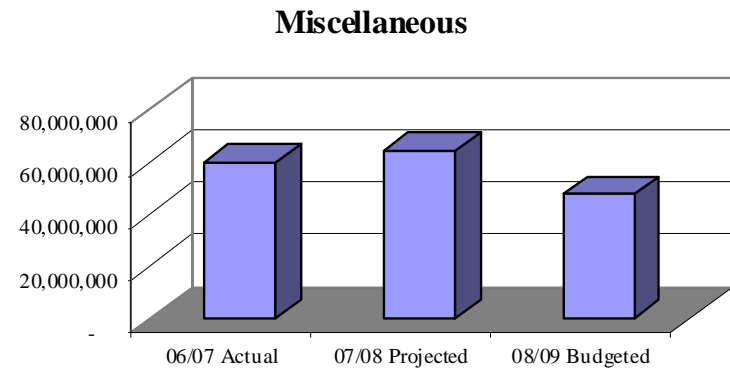
Debt Service

This includes general long term debt paid by ad valorem taxes, short term debt, capital leases, special assessment district debt funds, and revenue supported bonds paid by sewer enterprise and golf services funds. See the appendix on debt service for further information.



Miscellaneous

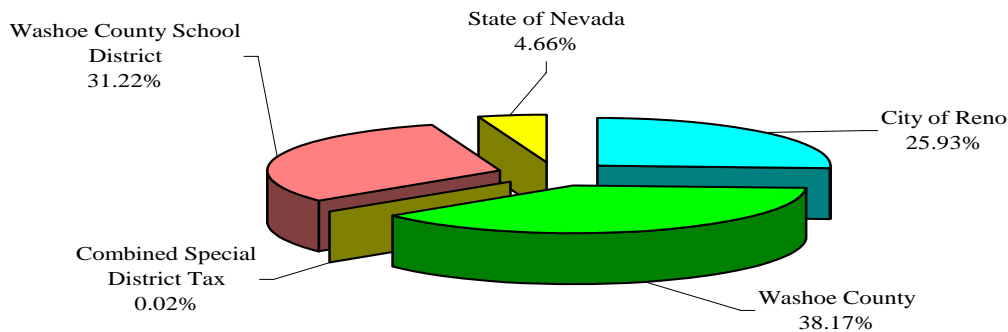
All of expenditures in this function are various contingency accounts in the General Fund. The other miscellaneous expenditures include refunds of performance deposits, payments to the Retiree's Trust Fund and the General Fund transfer to the Stabilization Fund as part of the City Manager's priorities.



Distribution of Property Tax Dollars

The total overlapping tax rate for 2008/09 (subject to approval by the Nevada Tax Commission) for the City of Reno is \$3.6463 per \$100 of assessed valuation. Therefore, a home which has a replacement value of \$150,000 will have an assessed value of \$52,500 (\$150,000 x 35%) and the home owner will pay approximately \$1,914 in property taxes (\$52,500/100 x 3.6462). The City of Reno will only receive about \$496 of that amount. The rest will go to other governmental agencies.

PROPERTY TAX DISTRIBUTION



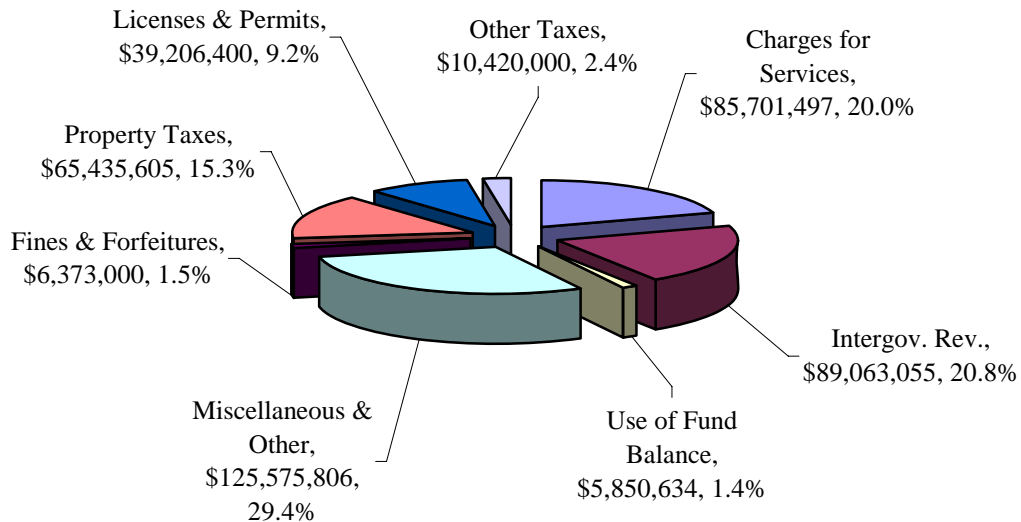
The Tax Rates are noted below:

Taxing Agency	Tax Rates 2008/2009	Tax Rates 2006/2007	Tax Rates 2005/06
City of Reno Property Tax	0.9456	0.9456	0.9456
County Tax Rate	1.3917	1.3917	1.3917
Washoe County School District	1.1385	1.1385	1.1385
State of Nevada	0.17	0.17	0.17
Combined Special District Tax	0.0005	0.0019	0.0019
Total Tax Rate:	3.6463	3.6477	3.6477

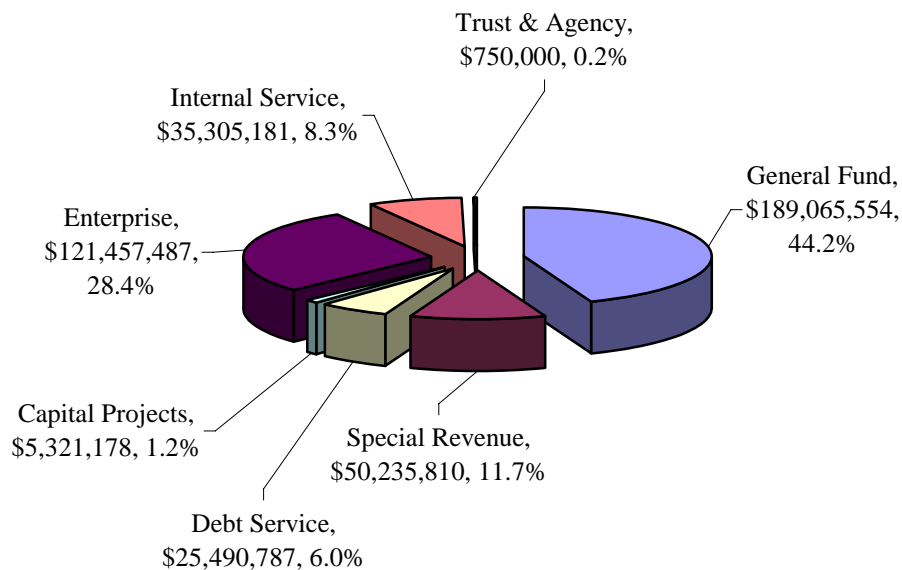
Summary Charts – All Funds

This summary provides an opportunity to see where all funds are received and spent by the City. (See Budget Structure, Section VI for an explanation of each fund.)

All Revenues by Source
\$427,625,997

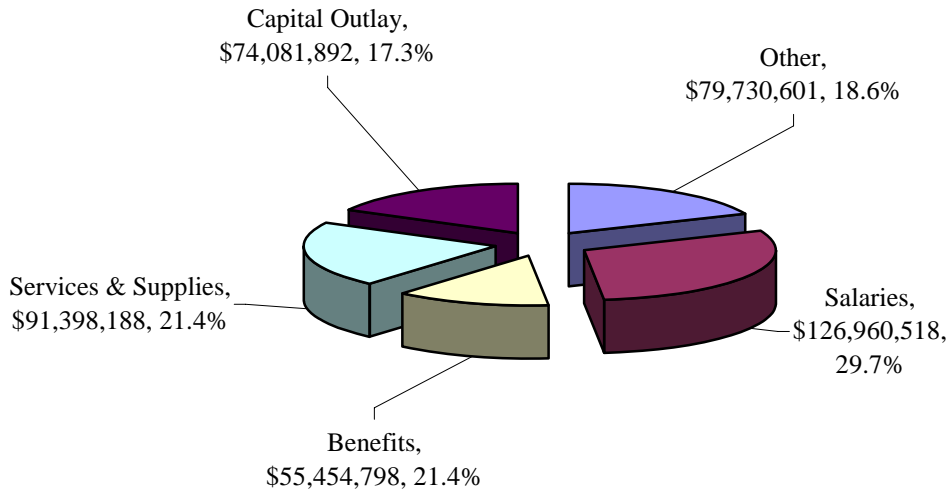


All Expenses by Fund
\$427,625,997

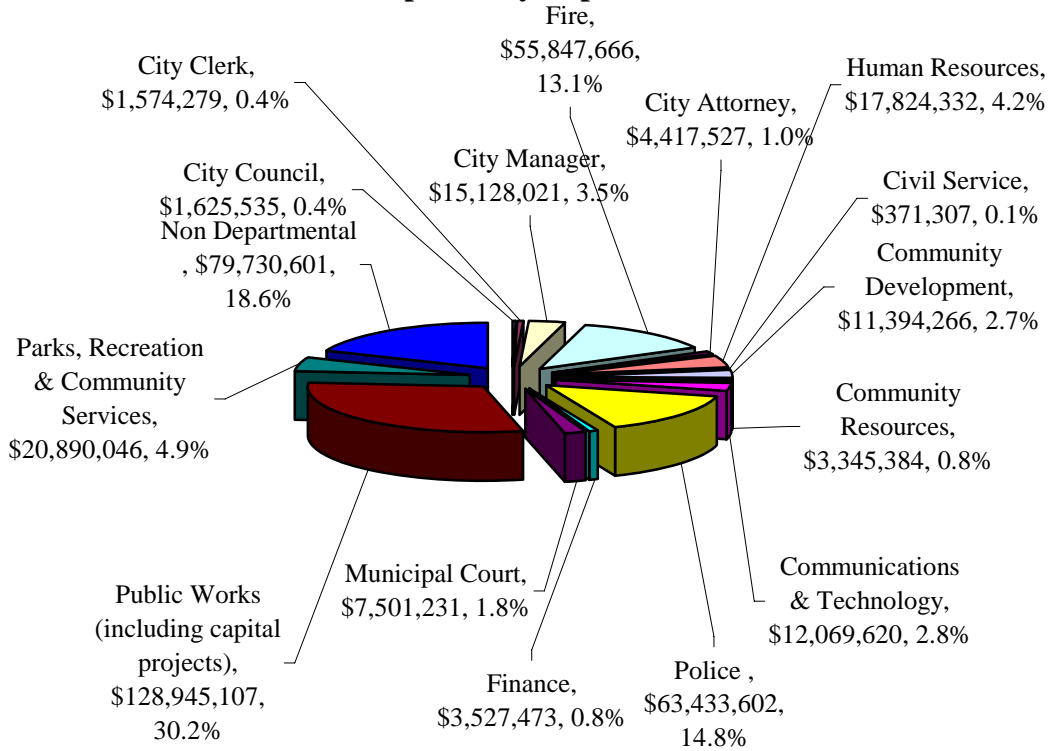


All Funds

All Expenses by Type
\$427,625,997



All Expenses by Department

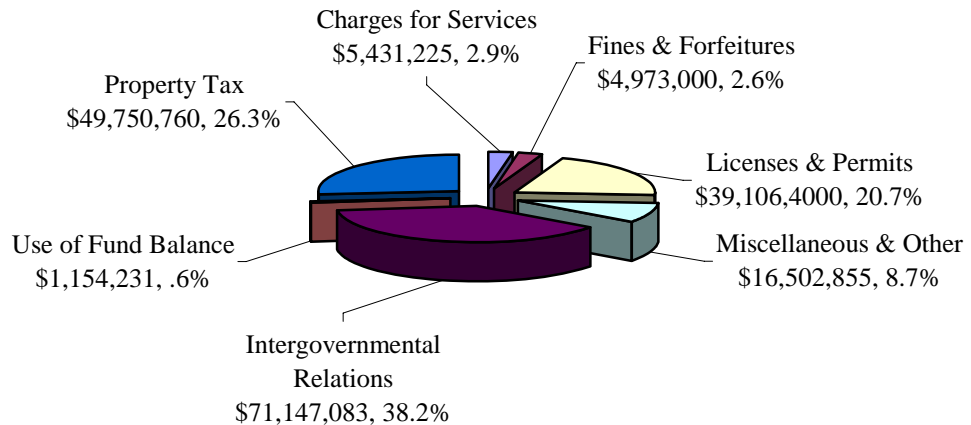


General Fund

General Fund Revenues are used to account for resources traditionally associated with government which are not required to be accounted for in another fund. Not all funds receive revenue from all sources or have expenses in all areas. Only those Revenue sources and expense areas with activity are shown.

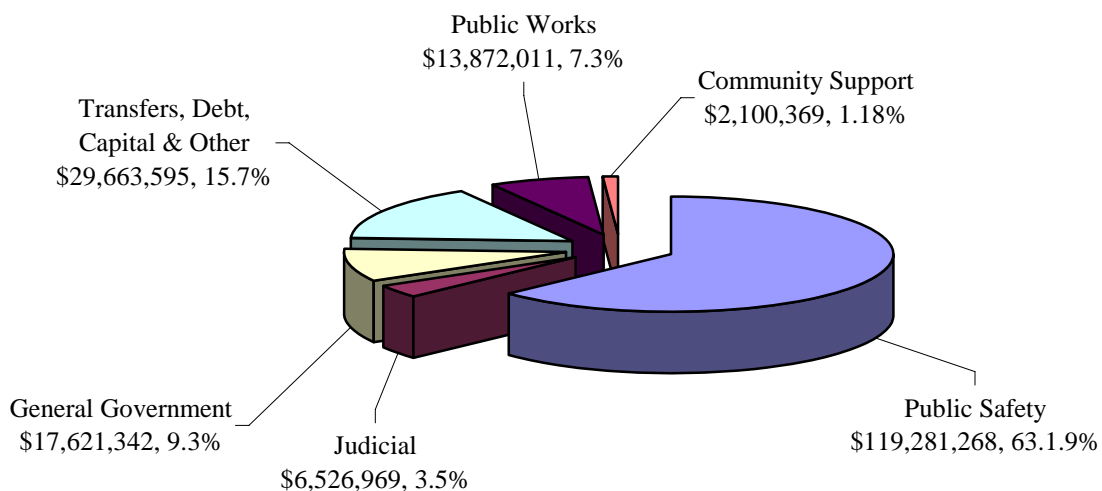
Revenues by Source

\$189,065,554



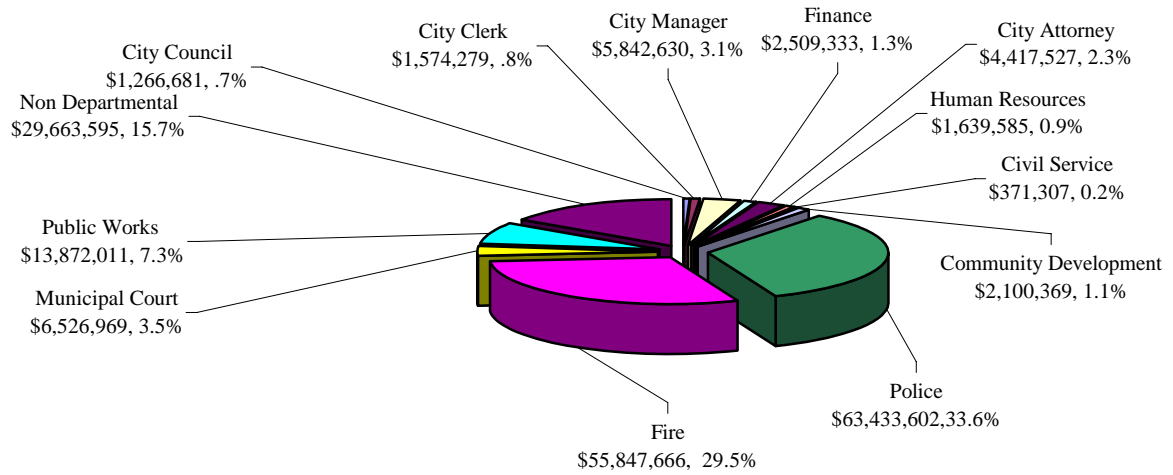
Expenses by Function

\$189,065,554



General Fund

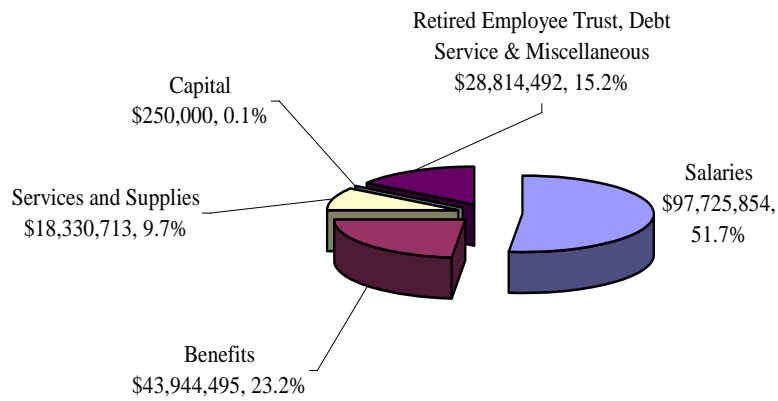
Expenses by Department



<u>Department</u>	<u>Expense Amount</u>
City Council	1,266,681
City Clerk	1,574,279
City Manager	5,842,630
Finance	2,509,333
City Attorney	4,417,527
Human Resources	1,639,585
Civil Service	371,307
Community Development	2,100,369
Police	63,433,602
Fire	55,847,666
Municipal Court	6,526,969
Public Works	13,872,011
Non Departmental	29,663,595
Total	189,065,554

General Fund

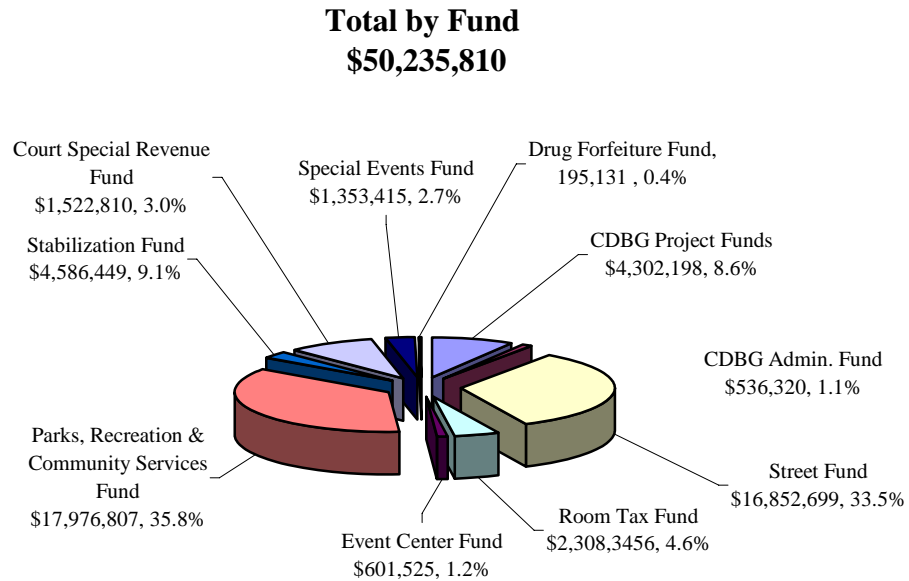
Expenses by Type



<u>Type of Expense</u>	<u>Amount</u>
Salaries	97,725,854
Benefits	43,944,495
Services and Supplies	18,330,713
Capital	250,000
Retired Emp. Trust, Debt Service and Other	28,814,492
Total	189,065,554

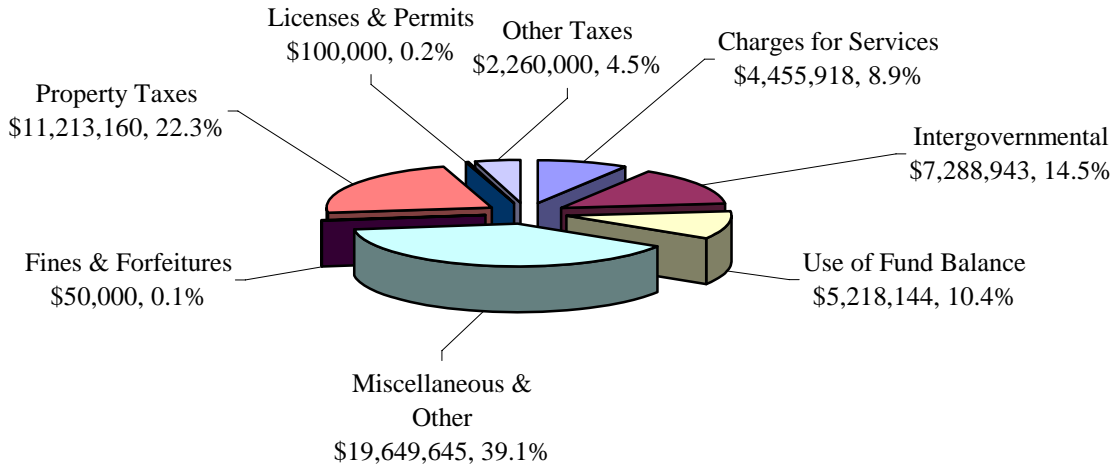
Special Revenue Funds

Special Revenue Funds are used to account for resources that are subject to certain legal spending restrictions. Not all funds receive revenue from all sources or have expenses in all areas. Only those Revenue sources and expense areas with activity are shown.

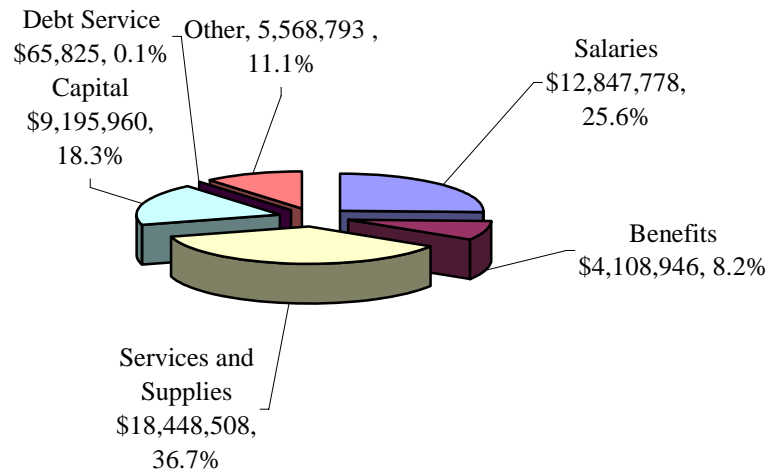


Special Revenue Funds

Revenues by Source

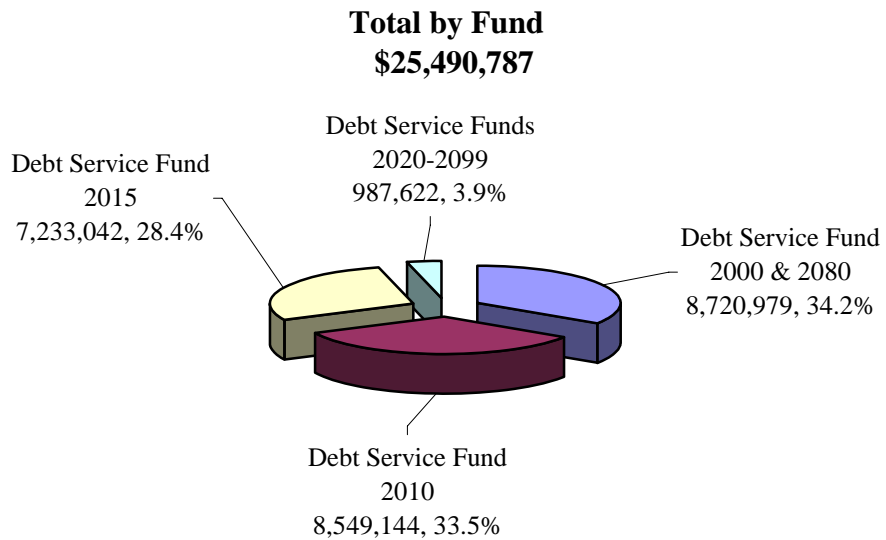


Expenses by Type

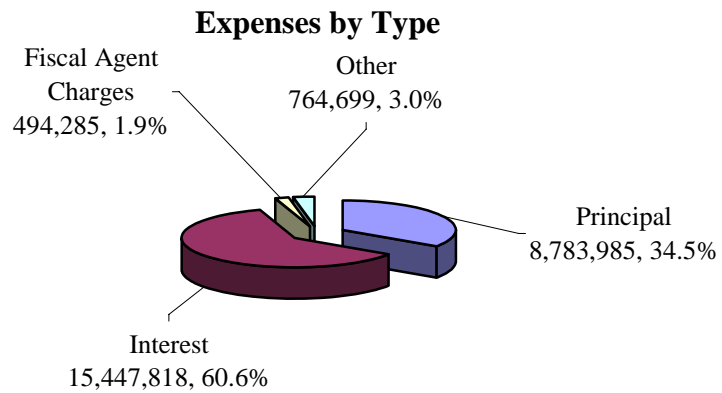
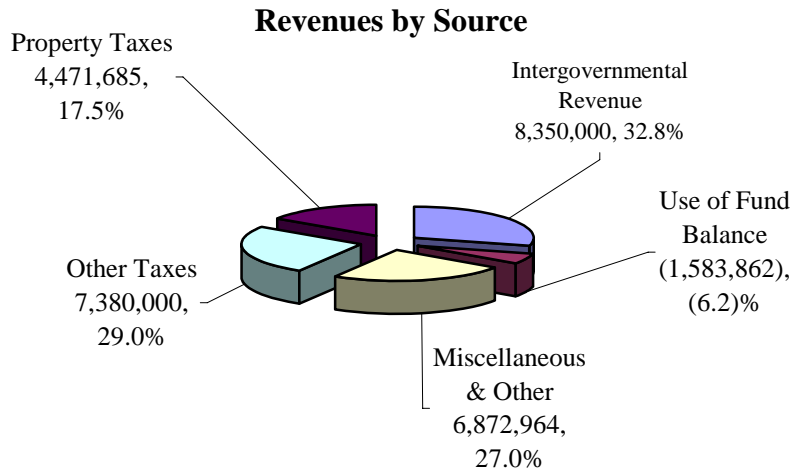


Debt Service Funds

Debt Service Funds are used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessments. Not all funds receive revenue from all sources or have expenses in all areas. Only those Revenue sources and expense areas with activity are shown.



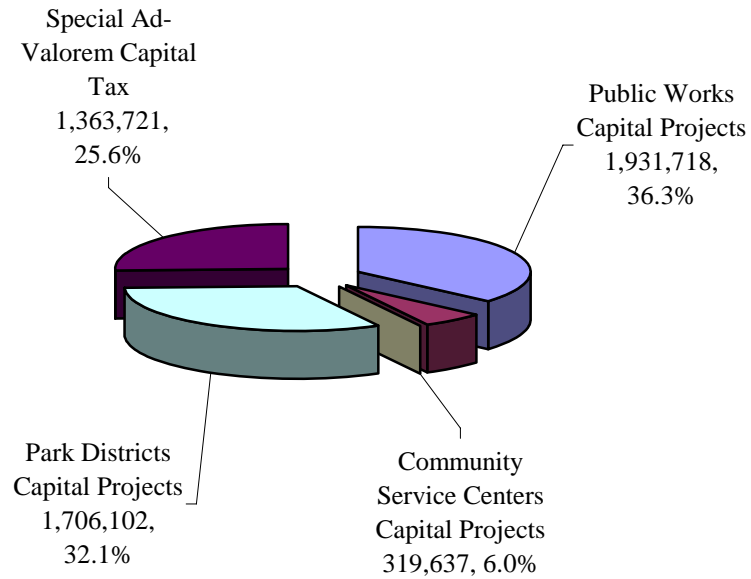
Debt Service Funds



Capital Outlay Funds

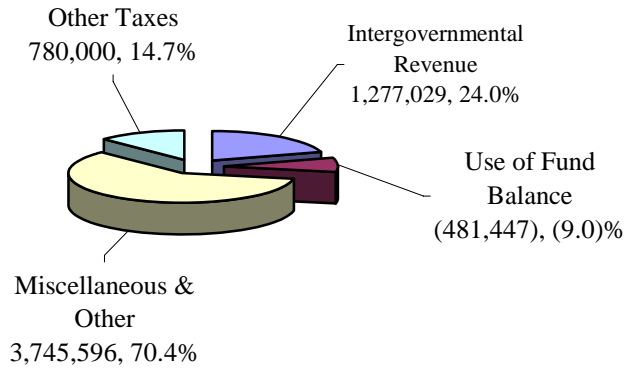
Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by enterprise or trust funds. Not all funds receive revenue from all sources or have expenses in all areas. Only those Revenue sources and expense areas with activity are shown.

Total by Fund \$5,321,178

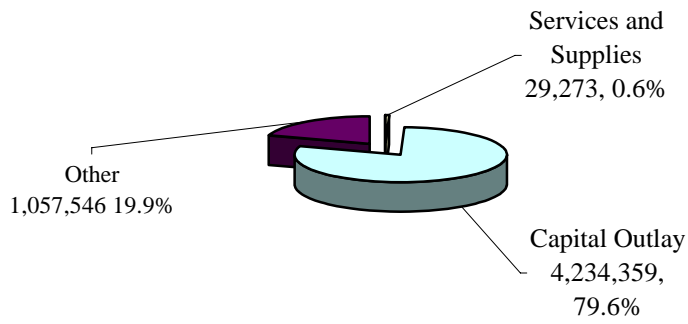


Capital Outlay Funds

Revenues by Source

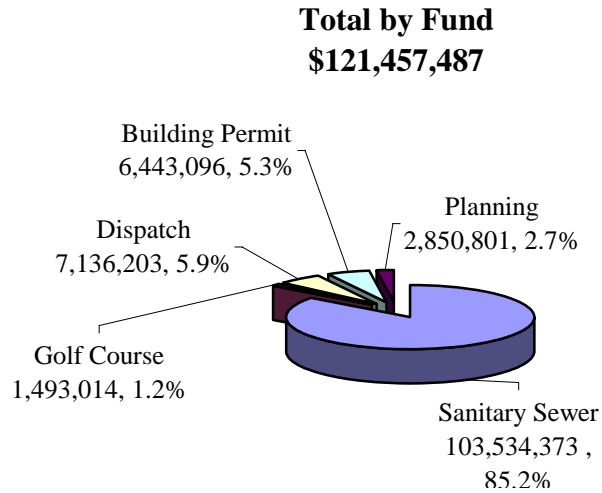


Expenses by Type



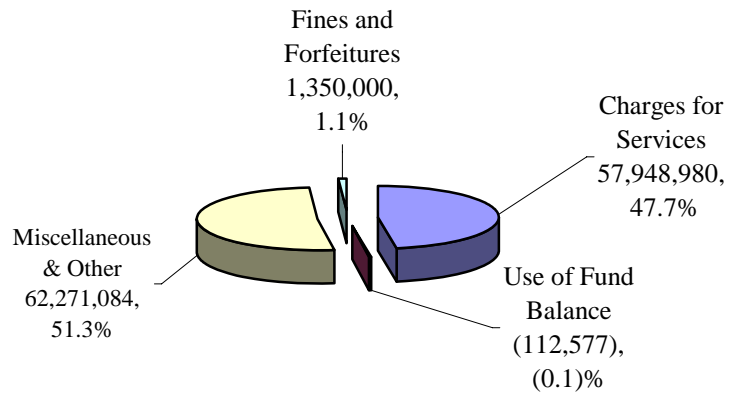
Enterprise Funds

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. Not all funds receive revenue from all sources or have expenses in all areas. Only those Revenue sources and expense areas with activity are shown.

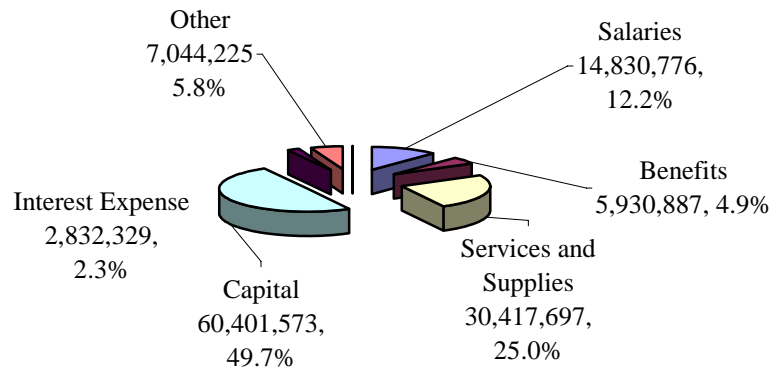


Enterprise Funds

Revenues by Source

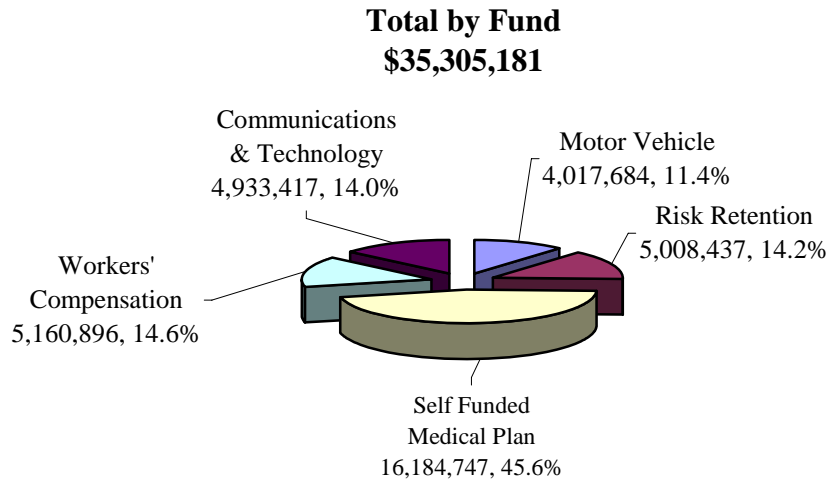


Expenses by Type



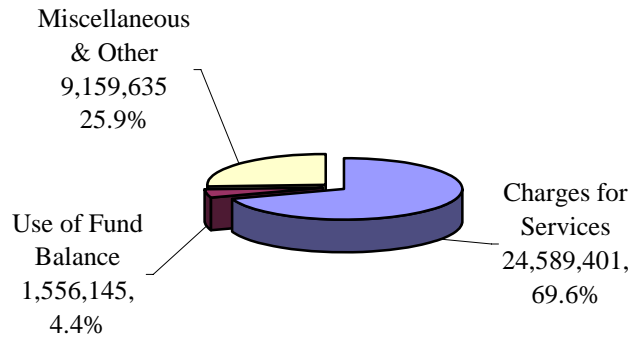
Internal Service Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department to another department. Not all funds receive revenue from all sources or have expenses in all areas. Only those Revenue sources and expense areas with activity are shown.

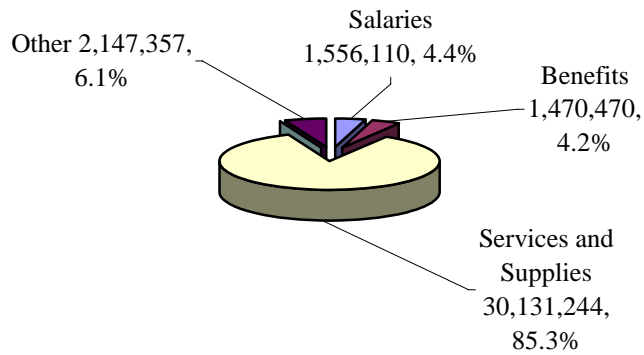


Internal Service Funds

Revenues by Source



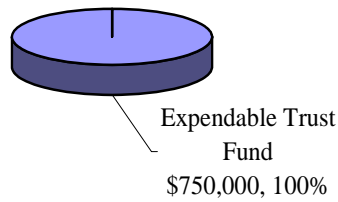
Expenses by Type



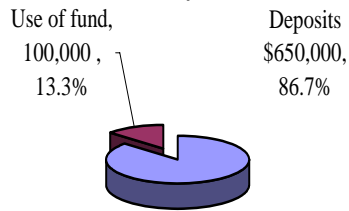
Trust Funds

Trust Funds are used to account for assets held on behalf of outside parties or other governments on behalf of other. Not all funds receive revenue from all sources or have expenses in all areas. Only those Revenue sources and expense areas with activity are shown.

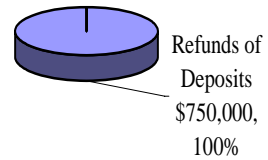
Total by Fund \$750,000



Revenues by Source



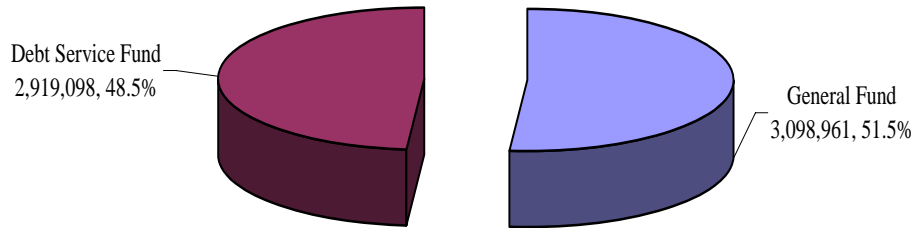
Expenses by Type



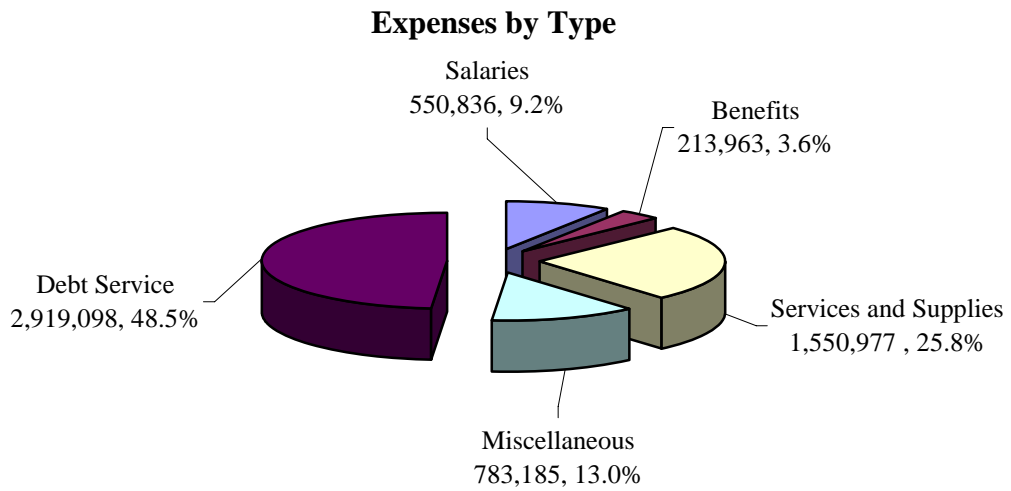
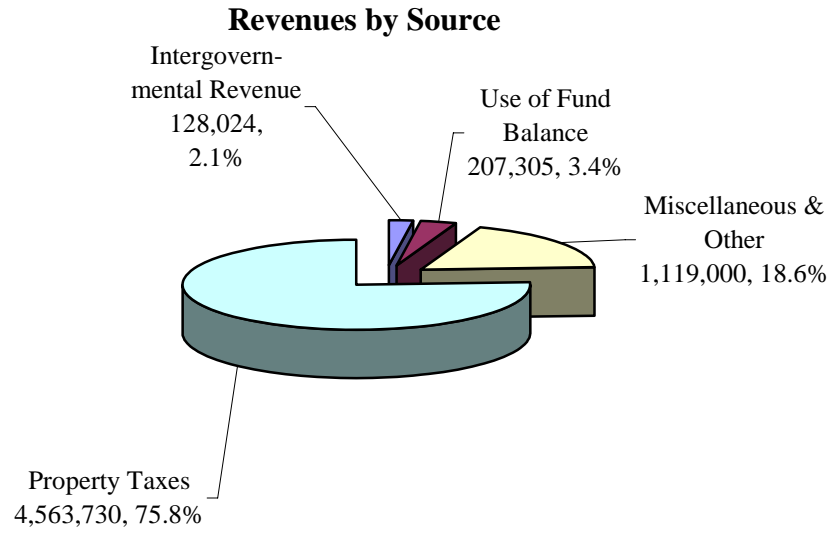
Redevelopment Agency #1 Funds

Redevelopment Agency Funds are used to account for the financing of goods or services provided by the agency or to make debt payments. Not all funds receive revenue from all sources or have expenses in all areas. Only those Revenue sources and expense areas with activity are shown.

Total by Fund
\$6,018,059



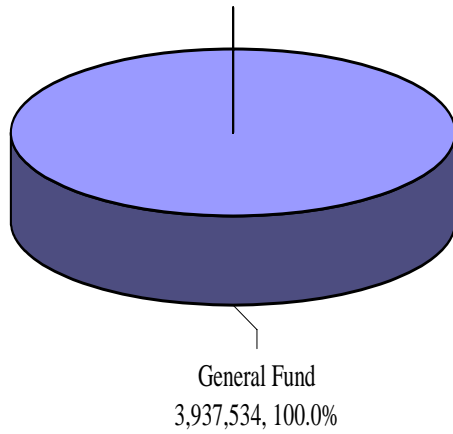
Redevelopment Agency #1 Funds



Redevelopment Agency #2 Funds

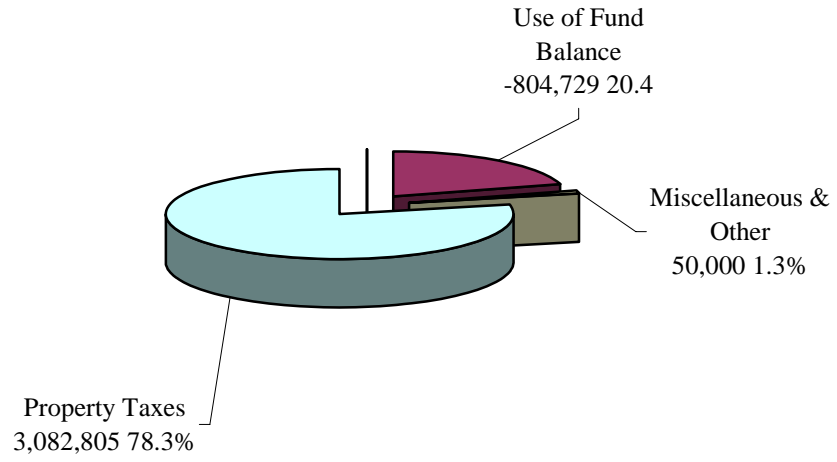
Redevelopment Agency Funds are used to account for the financing of goods or services provided by the agency or to make debt payments. Not all funds receive revenue from all sources or have expenses in all areas. Only those Revenue sources and expense areas with activity are shown.

Total by Fund
\$3,937,534

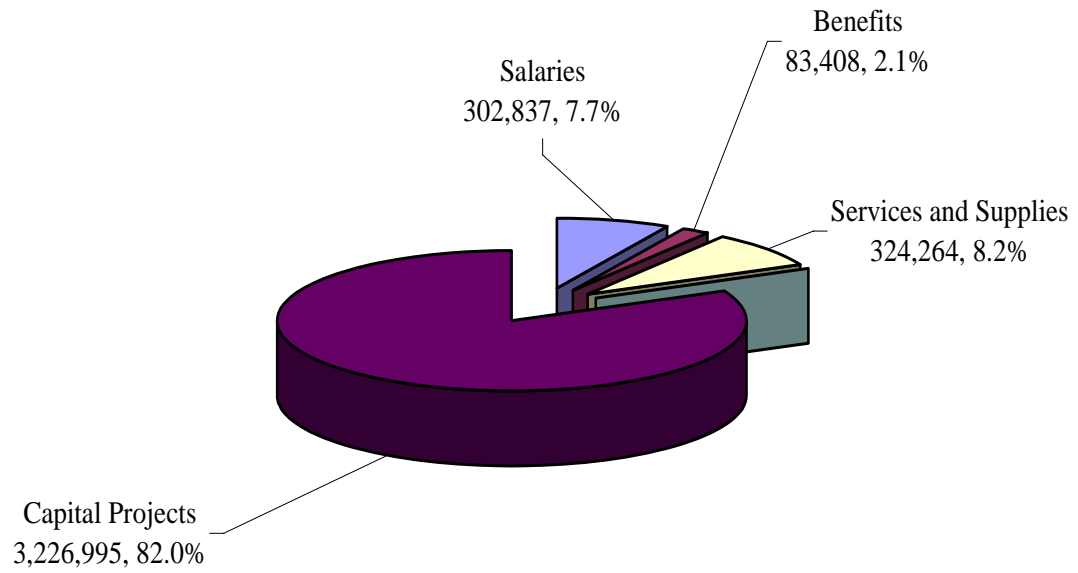


Redevelopment Agency #2 Funds

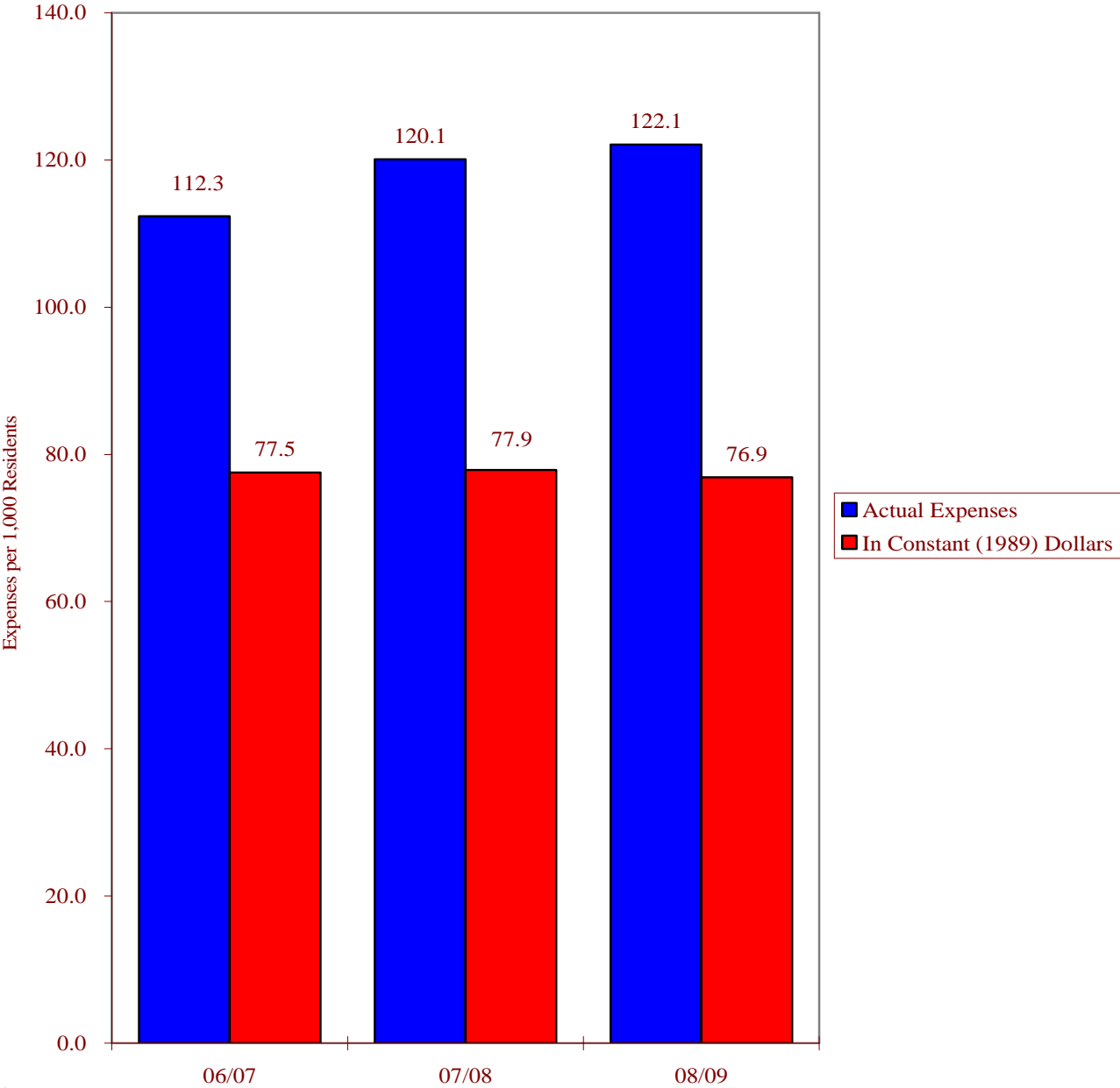
Revenues by Source



Expenses by Type

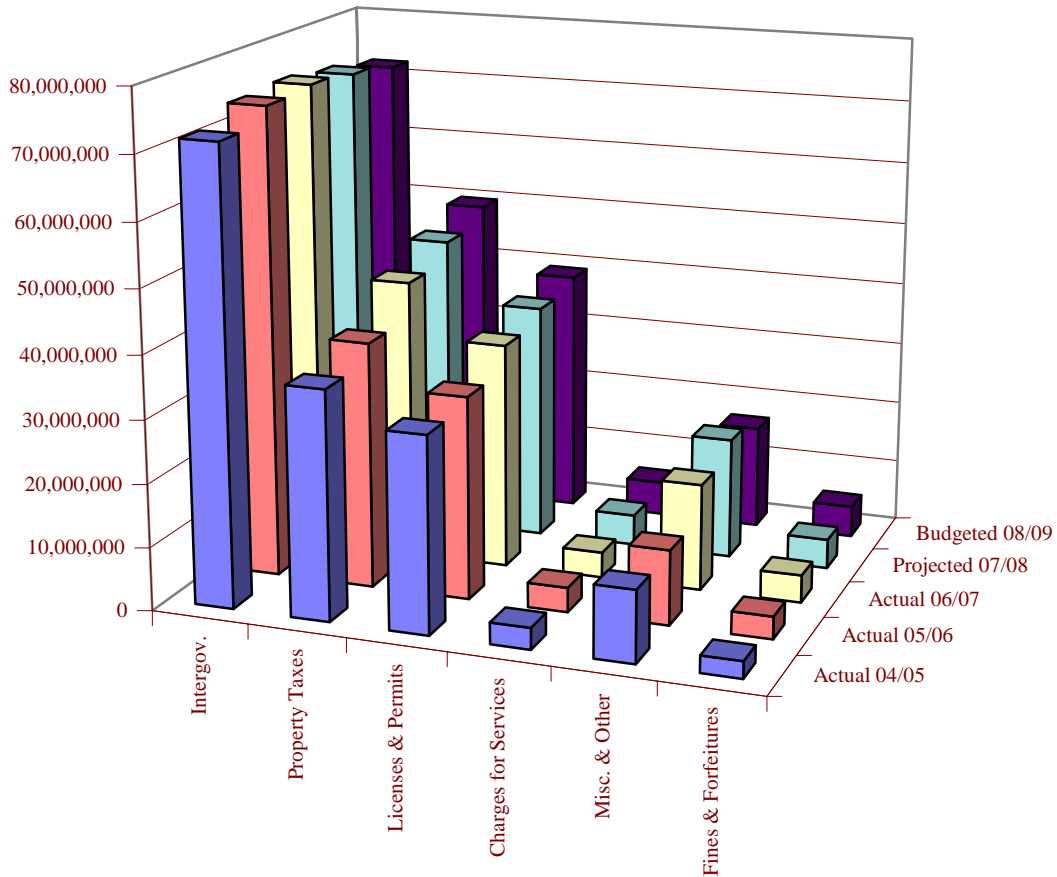


**EXPENSES PER CAPITA
FY 2006/2007 - FY 2008/2009
(Values in Thousands)**



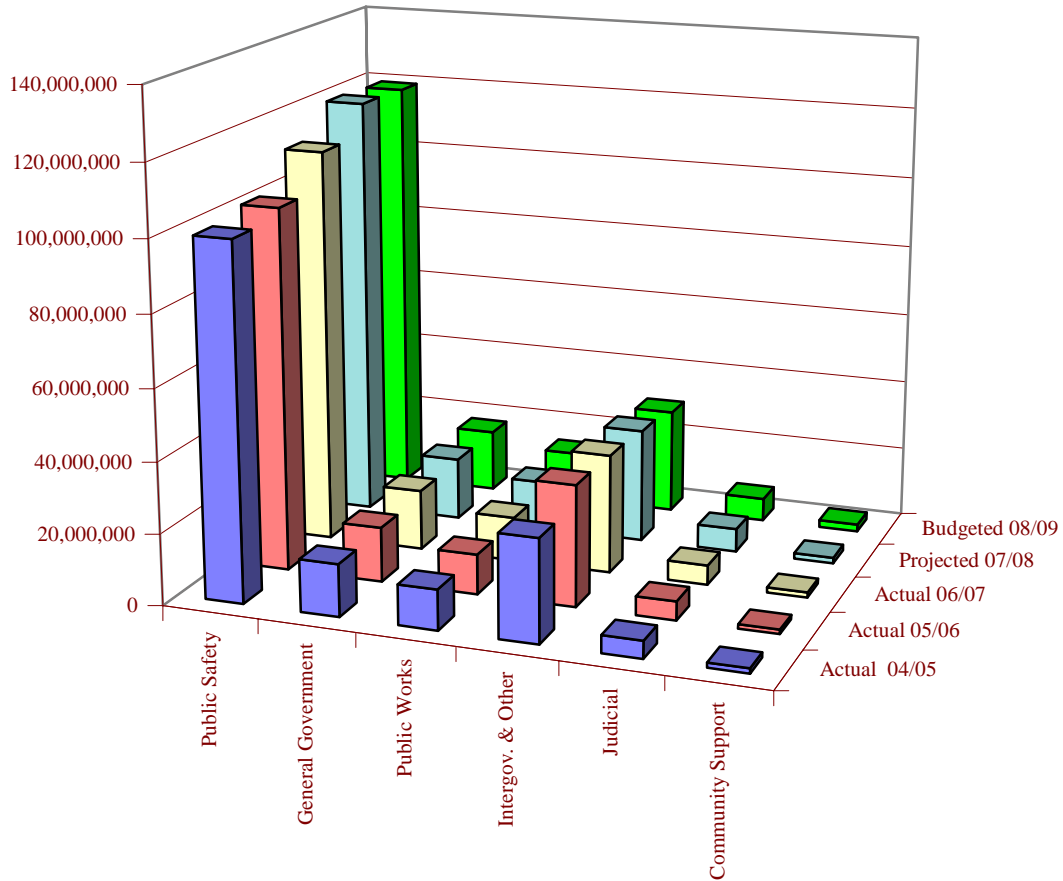
Notes:
 1. FY 06/07 is actual data; FY 07/08 is projected; and FY 08/09 is budgeted.
 2. Excludes capital outlay, capital projects, debt service, consolidated fire department, and non-departmental expenses.
 3. Adjustment for constant dollars uses annual CPI.

General Fund Major Revenues Five-Year History



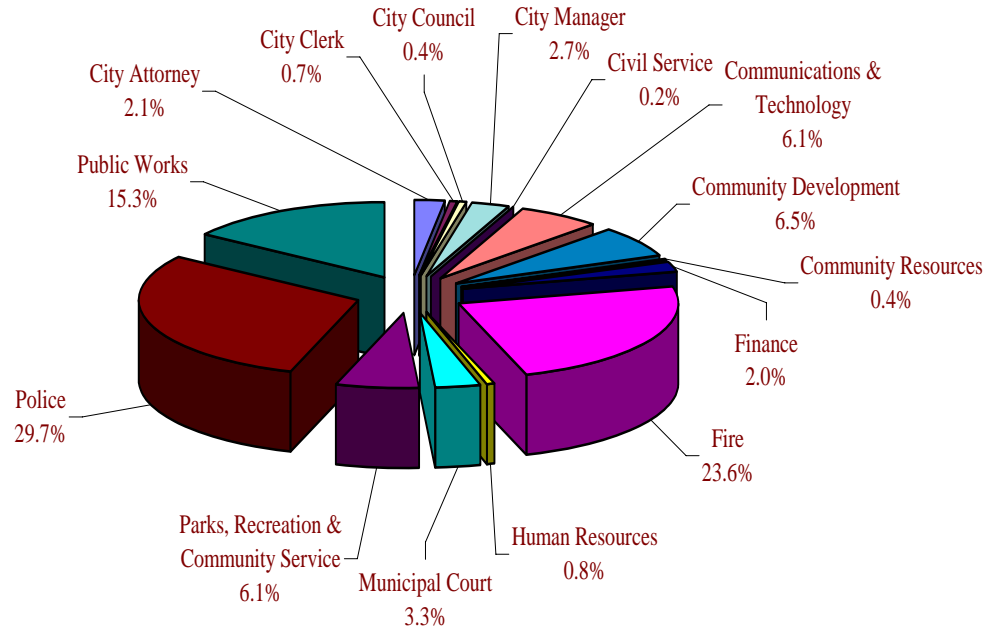
	Intergov.	Property Taxes	Licenses & Permits	Charges for Services	Misc. & Other	Fines & Forfeitures
Actual 04/05	71,763,416	36,173,857	30,960,509	3,395,478	11,325,917	2,721,899
Actual 05/06	74,197,421	38,909,583	32,138,304	3,893,987	11,835,362	3,576,364
Actual 06/07	74,701,218	44,438,035	35,874,449	4,041,548	16,929,275	4,347,193
Projected 07/08	73,671,851	47,381,676	37,744,290	4,928,038	19,288,599	4,706,000
Budgeted 08/09	72,147,083	49,750,760	39,106,400	5,431,225	16,502,855	4,973,000

General Fund Expenses Five-Year History



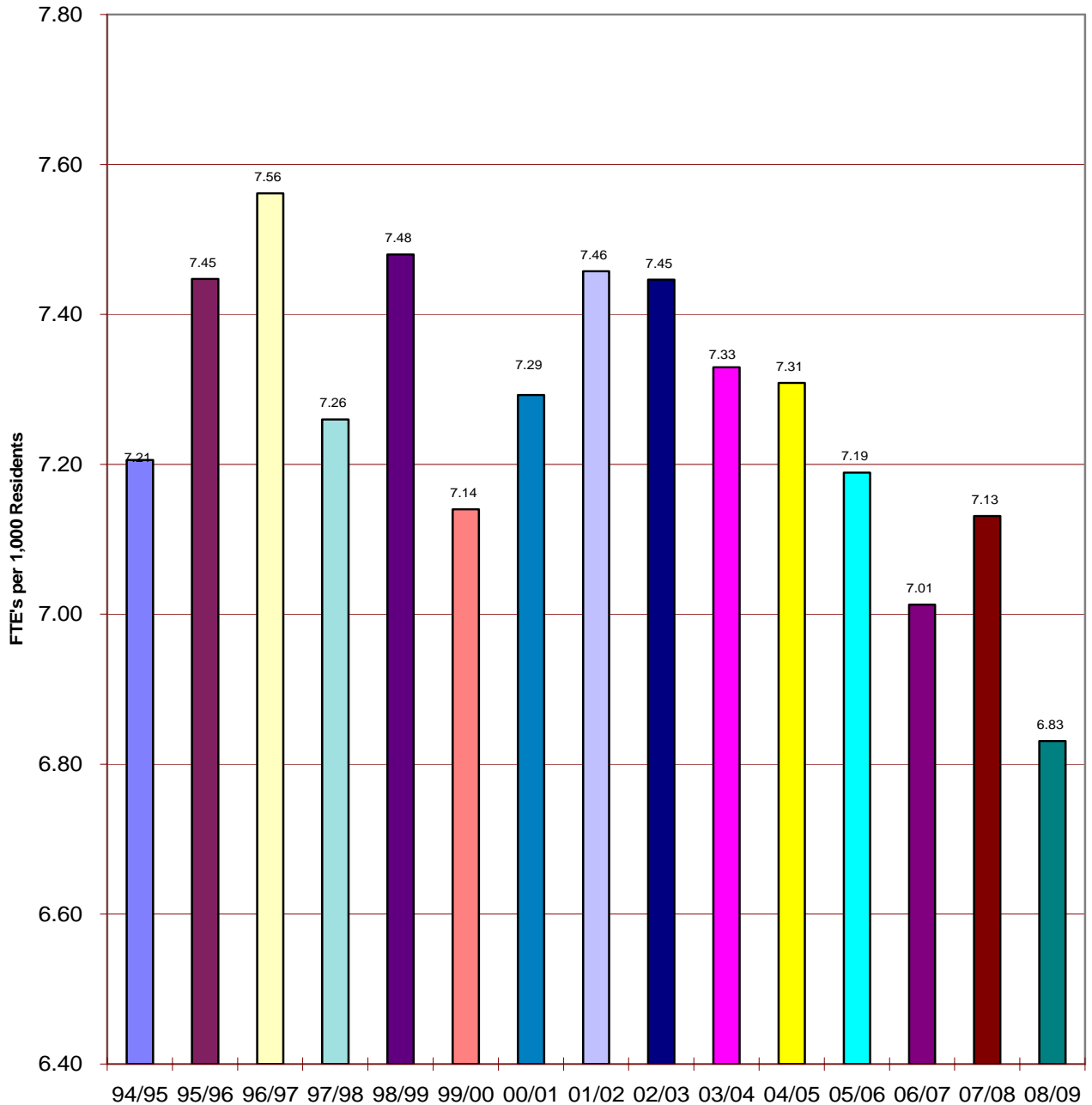
	Public Safety	General Government	Public Works	Intergov. & Other	Judicial	Community Support
Actual 04/05	99,651,588	14,765,890	11,330,202	28,869,290	4,915,250	1,411,456
Actual 05/06	101,832,717	15,447,232	11,280,032	34,069,441	5,329,249	1,258,748
Actual 06/07	111,545,635	17,009,468	12,449,948	33,590,673	5,551,760	1,436,189
Projected 07/08	120,083,415	17,641,101	13,770,473	32,229,876	6,593,639	1,646,903
Budgeted 08/09	119,281,268	17,621,342	13,872,011	29,663,595	6,526,969	2,100,369

City of Reno - Workforce by Department
Total 1,628.05 FTE's



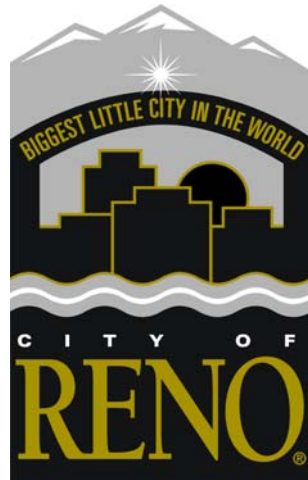
<u>CITY DEPARTMENT</u>	<u>#EMPLOYEES</u>
City Attorney	35.00
City Clerk	12.00
City Council	7.00
City Manager	44.00
Civil Service	3.00
Communications & Technology	99.75
Community Development	105.80
Community Resources	6.25
Finance	33.25
Fire	384.70
Human Resources	12.50
Municipal Court	53.40
Parks, Recreation & Community Service	98.95
Police	483.50
Public Works	248.95
Total	1,628.05

**AUTHORIZED POSITIONS (FTE's) PER CAPITA
FY 1994/95 - FY 2008/09**



Notes:

1. FTE and Population data as of July 1 of each fiscal year.
2. FTE's represent permanent employees only, not temporaries; excludes Redevelopment staff transferred to City in 96/97 and additional staff to supply TMFPD and TMWA contracts.



THIS PAGE FOR NOTES