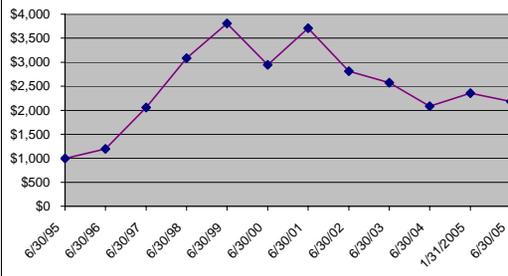


City of Belmont
Performance at a Glance
Results for the Period Ended January 31, 2005
(000's)

General Fund Balance Trend



General Fund Balance Trends

6/30/95	\$993	Audited
6/30/96	\$1,193	Audited
6/30/97	\$2,059	Audited
6/30/98	\$3,085	Audited
6/30/99	\$3,807	Audited
6/30/00	\$2,948	Audited
6/30/01	\$3,705	Audited
6/30/02	\$2,812	Audited
6/30/03	\$2,572	Audited
6/30/04	\$2,083	Audited
1/31/2005	\$2,353	Unaudited
6/30/05	\$2,183	Estimated

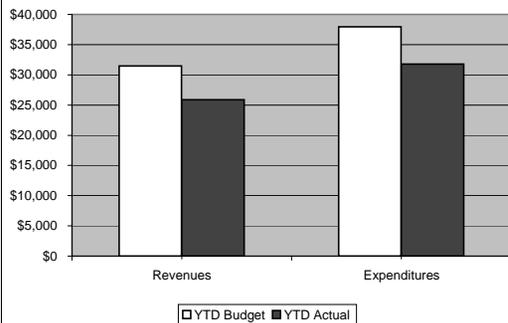
Management Discussion and Analysis

General Fund Balance - The General Fund balance has increased by \$0.3 million, or 13%, and year to date was \$2.4 million. The General Fund is on track at this point towards meeting the Target Correction fund balance of \$2.1 million.

Budget Variance - Year to date revenues and expenditures are running lower than budget. Revenues were \$5.5 million lower mainly due to \$4.4 million in sewer bonds that have not been issued. Expenditures were \$6.0 million under budget as a result of the timing differences associated with capital project construction as follows: Street Improvements, Library Project and LMI Housing Projects. Some of these projects will not occur in the fiscal year as originally contemplated in the budget. As a result of the above conditions, the net budget versus actual difference is \$0.5 million favorable variance. Consequently, cash flow has not been adversely impacted.

Risk Alert - Several funds have interperiod deficits. Most notably is the Development Services Fund at -\$166 thousand. Plan check fees are 36.6% of annual budget and below expectations. Supplemental Law Enforcement revenues are expected in the second half of the fiscal year. This should reverse the current deficit of -\$61 thousand. Debt service fund deficits will reverse themselves by fiscal year end and are the result of timing differences, i.e. debt is paid in first fiscal quarter and the budget is linear.

Revenues & Expenditures (All Funds)



Revenues & Expenditures (All Funds)

YTD Budget v. YTD Actual

	YTD Budget	YTD Actual	Favorable (Unfavorable) Variance
Revenues	\$31,439	\$25,853	(\$5,587)
Expenditures	37,948	31,755	6,193
	(\$6,508)	(\$5,902)	\$607