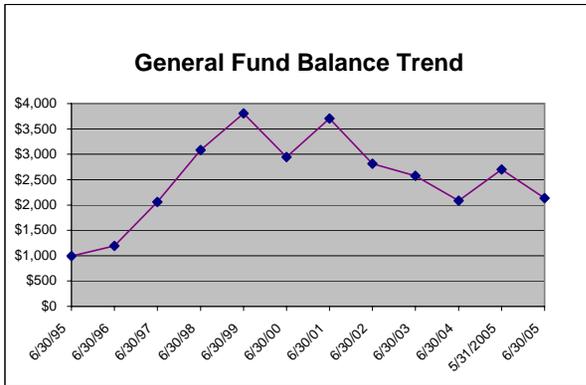


City of Belmont
Performance at a Glance
Results for the Period Ended May 31, 2005
(000's)

Management Discussion and Analysis



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
5/31/2005	\$2,699	Unaudited
6/30/05	\$2,136	Estimated



General Fund Balance -
The General Fund balance has increased by \$0.6 million, and year to date was \$2.7 million. The semi-annual installment of property taxes are received in December and April and result in the YTD actual revenues over the YTD linear budget. The timing difference in revenues will fade away by year end.



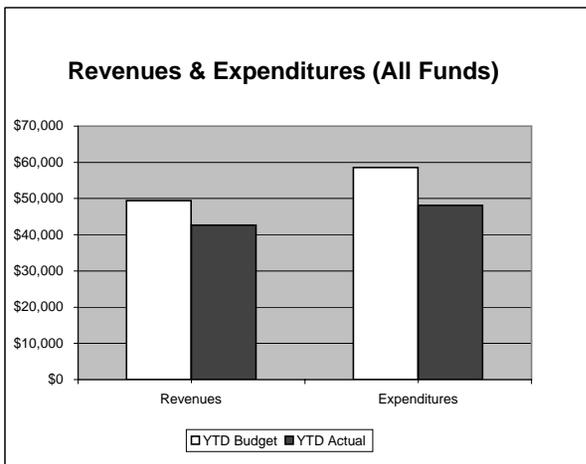
Budget Variance -
Year to date revenues and expenditures are running lower than budget. Revenues were \$6.7 million lower mainly due to \$6.9 million in sewer bonds that have not been issued. Expenditures were \$10.4 million under budget as a result of the timing differences associated with capital project construction as follows: Street Improvements, Library Project and LMI Housing Projects. Some of these projects will not occur in the current fiscal year as originally contemplated in the budget. As a result of the above conditions, the net budget versus actual difference is a \$3.7 million favorable variance.



Fund Deficits -
Only a couple of funds have interperiod deficits. Debt service fund deficits will reverse themselves by fiscal year end and are the result of timing differences.



Risk Alert -
The Development Services Fund at -\$155 thousand. Plan check fees are below expectations at 67% of YTD budget. Departments have been advised of the financial situation and are considering corrective action. Fee increases are under consideration.



Revenues & Expenditures (All Funds)

YTD Budget v. YTD Actual

	YTD Budget	YTD Actual	Favorable (Unfavorable) Variance
Revenues	\$49,405	\$42,692	(\$6,713)
Expenditures	58,543	48,090	10,453
	(\$9,138)	(\$5,399)	\$3,741