

Subject	Internal Accounting Report for Quarter Ended March 31, 2008
Summary of Issues	An Internal Accounting Report is issued and presented periodically to the APC and the Authority. The attached report covers the nine months ended March 31, 2008.
Recommendations	The Internal Accounting Report is presented for information.
Financial Implications	As presented.
Options	Request clarifications or provide additional comments to staff.
Attachments (See APC Packet dated 5/1/08)	A. Internal Accounting Report (Unaudited) for the Nine Months Ended March 31, 2008.
Changes from Committee	<i>None</i>

Background

The Administration and Projects Committee (APC) functions as the internal audit committee and regularly reviews financial reports. Consistent with prior direction from the APC, an internal accounting report is prepared and presented at six-month, nine-month, and twelve-month intervals. This report provides a snapshot of the Authority's financial position through nine months of the fiscal year.

Beginning on page 5 of the attachment is the Combined Statement of Revenues, Expenditures and Changes in Fund Balance. This report compares budget-to-actual results by major revenue and expenditure category. The budget amounts are 75% of the annual budget except for debt service payments and reimbursement revenues which have been paid or received in full. Highlights from the report are as follows:

- Sales tax revenues totaled \$56,009,369 for the nine months of the year. This is a decrease of \$268,111 or -0.47% when compared against nine months of the prior year. Taxable retail sales slowed during the first half of fiscal 2008 due to decreased sales in new vehicles, lumber and general merchandise.
- Interest revenue of \$3,298,000 exceeded budget by \$1,425,000 for the nine months of the year. The main reasons for the increase are higher short-term interest rates and investments reflected at fair value as required by GASB 31.
- The timing of project-related revenues from Federal, State and regional sources coincides with the completion of project milestones and subsequent billings by the Authority. The Authority has received revenues for project expenditures of \$7.5 million from nine months of the year.

This item is presented for information, review and comment.