

**TO: MEMBERS, FORMATION COMMISSION**

**FROM: PAUL L. HOOD, EXECUTIVE OFFICER**

**DATE: JANUARY 15, 2009**

**SUBJECT: SECOND QUARTER 2008-09 LAFCO BUDGET REPORT**

Attached is the Commission's First Quarter Budget Report for the 2008-09 fiscal year. Overall, first quarter expenditures are at 53% with 50% of the fiscal year complete. Salaries and benefits are 53% expended and services and supplies are 54% expended. Expenditures are slightly over 50% because funds for the January 2, 2009 payday were transferred in December 2008.

A number of one time expenditures were made during the half of the fiscal year including attendance at the Annual CALAFCO Conference, workers compensation, liability and property insurance premiums, memberships, and county auditor service agreement costs.

Revenues from processing fees are at 41%. It is expected that all of the budgeted revenues from this source will be collected by year end. In addition, all of the LAFCO charges to the funding agencies (county, cities, and special districts) have been paid.

Staff will return at the end of each quarter with a budget status report.