

CITY OF MIDLAND
DATA PROCESSING - OPERATIONS FUND
FIVE-YEAR FINANCIAL PLAN

	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10
Operating Revenues						
EDP charges - outside	\$ 3,500	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000
EDP charges - internal	862,000	922,340	977,680	1,036,341	1,098,521	1,164,432
PC rental service charge	100,000	100,000	100,000	100,000	100,000	100,000
Total operating revenues	965,500	1,024,340	1,079,680	1,138,341	1,200,521	1,266,432
Operating Expenses						
Personal services	578,864	627,138	645,952	665,331	685,291	705,850
Supplies	6,797	7,600	7,828	8,063	8,305	8,554
Other charges	329,995	348,565	372,965	399,073	427,008	456,899
Reserve for contingencies	-	25,000	25,000	25,000	25,000	25,000
Total operating expenses	915,656	1,008,303	1,051,745	1,097,467	1,145,604	1,196,303
Net operating income (loss)	49,844	16,037	27,935	40,874	54,917	70,129
Non-operating Revenues (Expenses)						
Investment earnings	18,637	23,000	22,373	20,721	18,366	13,946
Miscellaneous expense	(21,500)	(21,500)	(21,500)	(21,500)	(21,500)	(21,500)
Total non-operating revenues (expenses)	(2,863)	1,500	873	(779)	(3,134)	(7,554)
Other Financing Sources (Uses)						
Investment in assets	(529,800)	(150,000)	(150,000)	(150,000)	(150,000)	(150,000)
Total other financing sources (uses)	(529,800)	(150,000)	(150,000)	(150,000)	(150,000)	(150,000)
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(482,819)	(132,463)	(121,192)	(109,905)	(98,217)	(87,425)
Working Capital - beginning of year	1,254,505	771,686	639,223	518,031	408,126	309,909
Working Capital - end of year	\$ 771,686	\$ 639,223	\$ 518,031	\$ 408,126	\$ 309,909	\$ 222,484

ASSUMPTIONS:

Working capital goal	\$ 150,000
Revenues increase:	
2005-06	7%
2006-07 thereafter	6%
Other charges increase per year	7%
Personal services and supplies annual increase	3%
Investment earnings on working capital:	
2005-06	3.00%
2006-07	3.50%
2007-08	4.00%
2008-09	4.50%
2009-10	4.50%
Investment in assets: five-year capital plan	