



**FY 2015-16**

**3<sup>rd</sup> Quarter Financial Report**  
(Quarter Ending 3/31/2016)

**May 19, 2016**

***Finance and Budget & Management Services***

# Property Taxes – All Funds



- Collections through March 31<sup>st</sup>:
- 2016: \$147,729,650 (99.1% of current levy)
- 2015: \$144,286,597 (99.1% of current levy)
- FY16/15 increase: +2.4%
- EOY projection = essentially flat vs. budget



# General Fund



# General Fund – Revenues

Changes from prior year:

Property taxes distributed directly to Solid Waste Fund

Inspection Fees moved to Special Revenue Fund

Elimination of Business Privilege License Revenue



# General Fund – Revenues (cont.)

- Sales taxes full year estimate:
  - Budgeted \$2.9 million more than 2015 budget
  - Budgeted conservatively due to uncertainties last spring
  - Now projected to exceed 2016 budget by \$6.0 million
  - First full year full impact of sales tax changes



# General Fund – Revenues (cont.)

- Hotel/Motel Occupancy Tax:
  - Q3 YTD +28.9% (+\$371K)
  - Full year budget expectation: +6.5% (+\$130K)
  - Current year-end projection: +17.6% (+\$353K)
  - Exceed 2016 budget by \$223K
  - Reflects opening of new hotels



# General Fund – Revenues

REVENUES	FY 2016 ADJUSTED BUDGET	ACTIVITY THROUGH MARCH 2016	PROJECTION THROUGH YEAR END	VARIANCE TO FINAL BUDGET- POSITIVE (NEGATIVE)
Property taxes	\$ 89,197,999	\$ 86,963,540	\$ 89,014,673	\$ (183,326)
Sales taxes	50,925,492	30,775,764	56,900,000	5,974,508
Hotel/Motel Occupancy tax	2,132,683	1,655,647	2,355,646	222,963
Other local taxes	313,915	271,726	351,165	37,250
Permits	308,460	589,460	811,591	503,131
Utility franchise tax	4,400,000	1,891,023	4,066,022	(333,978)
Powell bill	6,133,143	6,173,473	6,173,473	40,330
Other intergovernmental revenues	3,171,371	1,408,324	3,146,371	(25,000)
Investment and rental income	126,272	102,915	124,272	(2,000)
Charges for services	6,855,356	4,913,869	6,836,905	(18,451)
Intragovernmental services	225,000	349,901	360,000	135,000
Assessments	51,100	15,415	51,400	300
Sale of property and miscellaneous	654,450	943,871	975,000	320,550
<b>Total revenues</b>	<b>164,495,241</b>	<b>136,054,928</b>	<b>171,166,518</b>	<b>6,671,277</b>



# General Fund – Revenues

	FY 2016 ADJUSTED BUDGET	ACTIVITY THROUGH MARCH 2016	PROJECTION THROUGH YEAR END	VARIANCE TO FINAL BUDGET- POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>OTHER FINANCING SOURCES</b>				
Transfer from other funds	-	299	299	299
Debt refunding	-	-	-	-
Transfer from reserves	5,645,335	-	789,447	(4,855,888)
Appropriation from fund balance	4,832,926	-		(4,832,926)
Total other financing sources	<u>10,478,261</u>	<u>299</u>	<u>789,746</u>	<u>(9,688,515)</u>
Total revenues and other financing sources	<u>\$174,973,502</u>	<u>\$ 136,055,227</u>	<u>\$ 171,956,264</u>	<u>\$ (3,017,238)</u>



# General Fund – Expenditures

- Operations spending projected at \$2.3M less than budgeted at year end.
  - Personnel costs under budget by \$0.4M or approximately 0.2%.
  - Operating costs under budget by \$1.9M or approximately 5.2%.
- No departments are projected to go over budget.

# General Fund – Expenditures



DEPARTMENT	FY 2016 ADJUSTED BUDGET	ACTIVITY THROUGH MARCH 2016	ENCUM- BRANCE BALANCE	PROJECTION THROUGH YEAR END	FINAL BUDGET- POSITIVE (NEGATIVE)
Audit Services	\$ 578,899	\$ 424,989	\$ 12,294	\$ 577,395	\$ 1,504
Budget & Management Services	1,373,865	928,822	187	1,373,865	-
City Attorney	1,683,627	1,273,746	2,596	1,683,627	-
City Clerk	636,536	470,778	1,308	635,678	858
City Council	1,031,399	876,993	247	984,448	46,951
City Manager/One Call/Public Affairs	3,165,117	2,290,523	82,648	3,152,561	12,556
City/County Inspections	-	-	-	-	-
City/County Planning	3,170,458	2,231,995	17,978	3,106,168	64,290
Community Development	1,733,518	1,157,797	91,226	1,695,475	38,043
Economic & Workforce Development	3,946,866	1,867,645	900,344	3,857,017	89,849
Emergency Communications	6,158,709	4,371,949	148,023	5,917,104	241,605
Emergency Management	208,690	149,046	-	208,690	-
Equal Opportunity-Equity Assurance	539,379	404,515	269	539,379	-

# General Fund – Expenditures



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DEPARTMENT	FY 2016 ADJUSTED BUDGET	ACTIVITY THROUGH MARCH 2016	ENCUM- BRANCE BALANCE	PROJECTION THROUGH YEAR END	FINAL BUDGET- POSITIVE (NEGATIVE)
Finance	4,484,000	3,204,229	81,115	4,377,500	106,500
Fire	25,506,809	18,040,100	113,819	25,472,858	33,951
Fleet Maintenance	3,319,222	2,268,597	118,653	3,261,818	57,404
General Services	12,925,846	8,563,720	731,240	12,728,731	197,115
Human Resources	2,070,473	1,358,942	4,420	1,969,684	100,789
Neighborhood Improvement Service	3,711,398	2,543,850	137,574	3,711,398	-
Parks & Recreation	12,654,480	8,118,370	515,471	12,286,476	368,004
Police	55,543,893	39,999,401	812,352	55,384,380	159,513
Public Works	8,042,510	5,433,378	723,370	7,910,760	131,750
Technology Solutions	6,490,393	4,811,723	415,019	6,490,393	-
Transportation	7,971,931	5,533,233	258,661	7,418,547	553,384

# General Fund – Expenditures



DEPARTMENT	FY 2016 ADJUSTED BUDGET	ACTIVITY THROUGH MARCH 2016	ENCUM- BRANCE BALANCE	PROJECTION THROUGH YEAR END	FINAL BUDGET- POSITIVE (NEGATIVE)
NonDepartmental	11,214,096	7,833,132	412,515	11,083,108	130,988
Indirect Cost	(8,808,844)	(4,404,422)	-	(8,808,844)	-
Debt Service	-	-	-	-	-
Transfer to Fund Balance	682,183	-	-	-	682,183
Transfer	4,938,048	4,912,511	-	4,938,048	-
Total	174,973,501	124,665,562	5,581,329	171,956,264	3,017,237
<b>CLASS</b>					
Personal services	\$ 130,864,687	\$ 93,456,573	\$ 223,519	\$ 130,505,795	\$ 358,892
Operating expenditures	37,362,397	25,944,723	5,222,735	\$ 35,417,158	1,945,239
Capital outlay	1,057,713	351,755	135,075	\$ 1,042,187	15,526
Appropriation not authorized for expenditures	68,473	-	-	\$ 53,076	15,397
Debt service	-	-	-	\$ -	-
Transfer to Fund Balance	682,183	-	-	\$ -	682,183
Transfers out	4,938,048	4,912,511	-	\$ 4,938,048	-
Total	174,973,501	124,665,562	5,581,329	171,956,264	3,017,237



# General Fund – Bottom Line

## Current End of Year Projections

Revenues Overage = \$6.7 million

Expenditures Savings = \$2.3 million

Total Positive Variance = \$9.0 million



# Fund Balance - Projected

Fund Balance 6/30/15 = \$42.6 million

**Plus** 2016 Projected Revenue = \$171.2 million

**Minus** 2016 Projected Expenditures = \$172.0 million

**Plus** Encumbered Funds Released in 2016 = \$5.6 million

**Equals** Projected Fund Balance 6/30/16 = \$47.4 million

12% Required Level = \$20 million

Surplus Fund Balance = \$27.4 million



# Enterprise Funds



# Water & Sewer Fund

- Operating revenues at 79% of annual budget.
- Operating expenses at 60% of annual budget.
- Overall, higher than expected revenue of \$9.9 million and expect savings on operating costs of \$5.1 million resulting in net positive budget variance of \$15.0 million



# Water & Sewer Fund - Revenues

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
<b>Revenues</b>				
Operating revenues	\$ 86,935,103	\$ 68,662,663	\$ 96,116,891	\$ 9,181,788
Permits	85,000	99,836	121,300	36,300
Total operating revenues	87,020,103	68,762,499	96,238,191	9,218,088
<b>Non-operating revenues</b>				
Miscellaneous	1,300,625	1,546,858	1,864,081	563,456
Investment Income	136,000	281,017	281,017	145,017
Operating transfers from other funds	276,982	276,982	276,982	-
Transfer from reserves	2,591,898	-	-	(2,591,898)
Total Non-operating revenues	4,305,505	2,104,857	2,422,080	(1,883,425)
Total revenues	\$ 91,325,608	\$ 70,867,356	\$ 98,660,271	\$ 7,334,663



# Water & Sewer Fund - Expenses

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
<b>Expenditures</b>				
Personal Services	\$ 25,333,252	\$ 16,841,851	\$ 23,039,315	\$ 2,293,937
Operating expenditures	25,204,327	15,073,411	22,876,211	2,328,116
Non-departmental administration	5,997,679	2,998,840	5,997,679	-
Capital outlay	702,990	161,665	660,547	42,443
Debt service principal and interest	10,646,702	3,558,107	10,251,752	394,950
Operating transfers to other funds	19,650,869	19,650,869	19,650,869	-
Transfer to fund balance	3,789,788	-	16,183,898	(12,394,110)
<b>Total expenditures</b>	<b>\$ 91,325,608</b>	<b>\$ 58,284,743</b>	<b>\$ 98,660,271</b>	<b>\$ (7,334,663)</b>
 Revenues less Expenditures	 -	 12,582,613	 -	



# W&S Capital Facility Fee Fund

- Capital Facility Fees are derived from charges to new development or facility expansion.
- Funding provided to Water and Sewer Construction Fund to support capital improvements.
- Third quarter results are \$320,000 greater than same time last year.



# Transit Operations Fund

- Transit Operations Fund overall expected to be below budget at year end.
- Slightly low ridership revenues are expected to be offset by lower operating expenditures.
- Operating expenditures well under budget due to efficiencies in para-transit and fuel savings.



# Transit Operations Fund - Revenues

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
Revenues				
Operating revenues	\$ 3,636,525	\$ 2,227,691	\$ 3,372,013	\$ (264,512)
Non-operating revenues				
Taxes	9,580,368	9,433,095	9,580,368	-
Miscellaneous	7,452,664	4,078,530	7,599,718	147,054
Transfer from reserves	827,530	-	5,529	(822,001)
Appropriation from fund balance	118,082	-	-	(118,082)
Total Non-operating revenues	17,978,644	13,511,625	17,185,615	(793,029)
Total revenues	\$ 21,615,169	\$ 15,739,316	\$ 20,557,628	\$ (1,057,541)



# Transit Operations Fund - Expenses

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
<b>Expenditures</b>				
Operating expenditures	\$ 18,480,937	\$ 10,530,994	\$ 17,704,098	\$ 776,839
Non-departmental administration	404,241	202,121	404,241	-
Capital outlay	379,000	-	120,000	259,000
Debt service principal and interest	203,460	203,459	203,460	-
Operating transfers to other funds	1,988,988	1,974,416	2,125,829	(136,841)
Transfer to fund balance	158,543	-	-	158,543
<b>Total expenditures</b>	<b>\$ 21,615,169</b>	<b>\$ 12,910,990</b>	<b>\$ 20,557,628</b>	<b>\$ 1,057,541</b>
Revenues less Expenditures	-	2,828,327	-	



# Solid Waste Fund

- Revenues projected to be essentially on budget.
- Expenditures projected under budget due to diesel fuel savings and savings with Mixed Solid Waste contract.



# Solid Waste Fund - Revenues

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
<b>Revenues</b>				
Operating revenues	\$ 6,237,052	\$ 4,777,509	\$ 6,272,652	\$ 35,600
<b>Non-operating revenues</b>				
Taxes	14,481,951	14,255,557	14,481,951	-
Investment Income	7,000	36,082	7,000	-
Miscellaneous	152,400	122,096	152,400	-
Operating transfers from other funds	15,000	15,000	15,000	-
Transfer from reserves	937,569	-	-	(937,569)
Total Non-operating revenues	15,593,920	14,428,735	14,656,351	(937,569)
Total revenues	\$ 21,830,972	\$ 19,206,244	\$ 20,929,003	\$ (901,969)



# Solid Waste Fund - Expenses

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
<b>Expenditures</b>				
Personal Services	\$ 6,389,542	\$ 4,796,021	\$ 6,595,733	\$ (206,191)
Operating expenditures	10,658,761	6,426,936	9,292,321	1,366,440
Non-departmental administration	153,670	76,835	153,670	-
Capital Outlay	128,801	128,801	128,801	(0)
Debt service principal and interest	4,281,130	2,028,340	4,286,130	(5,000)
Transfers to fund balance	215,250	-	468,530	(253,280)
Operating transfers to other funds	3,818	3,818	3,818	-
<b>Total expenditures</b>	<b>\$ 21,830,972</b>	<b>\$ 13,460,750</b>	<b>\$ 20,929,003</b>	<b>\$ 901,969</b>
Revenues less Expenditures	-	5,745,494	-	



# Stormwater Fund

- Fee collections running on track.
- Personnel and operating costs lower than budgeted with year end savings of \$531K.
- Year-end budgetary net variance currently projected to be \$767K.



# Stormwater Fund - Revenues

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
Revenues				
Operating revenues	\$ 15,219,115	\$ 13,297,745	\$ 15,315,115	\$ 96,000
Non-operating revenues				
Investment Income	20,000	34,206	34,206	14,206
Operating transfers from other funds	109,047	109,047	109,047	-
Transfer from reserves	482,802	-	-	(482,802)
Total Non-operating revenues	611,849	143,253	143,253	(468,596)
Total revenues	\$ 15,830,964	\$ 13,440,997	\$ 15,458,368	\$ (372,596)



# Stormwater Fund - Expenses

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
<b>Expenditures</b>				
Personal Services	\$ 6,582,843	\$ 4,545,882	\$ 6,347,321	\$ 235,522
Operating expenditures	2,327,051	1,303,565	2,031,256	295,795
Non-departmental administration	888,659	444,330	888,659	-
Operating transfers to other funds	4,838,628	4,838,628	4,838,628	-
Transfers to fund balance	1,068,637	-	1,352,504	(283,867)
<b>Total expenditures</b>	<b>\$ 15,830,964</b>	<b>\$ 11,132,404</b>	<b>\$ 15,458,368</b>	<b>\$ 372,596</b>
Revenues less Expenditures	-	2,308,593	-	