



# FY 2014-15

## **3<sup>rd</sup> Quarter Financial Report** (Quarter Ending 3/31/2015)

**May 21, 2015**

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

# Property Taxes – All Funds



- Collections through March 31<sup>st</sup>:
- 2015: \$144,286,597 (99.1% of current levy)
- 2014: \$136,266,642 (98.3% of current levy)
- FY15/14 increase: +5.9%
- EOY projection = \$761,666 vs. budget (+0.5%)



# General Fund



# General Fund – Revenues

- Total revenue is up \$10.3 million (+7.4%) from same period last year and expect to end the year \$5.6 million above budgeted levels.
- Property tax collections are up \$3.4 million (+3.8%). Expect to be above budget by \$429K by year-end due primarily to change in timing of motor vehicle tax collections.
- Sales tax receipts are up \$10.4 million (+59.1%) due primarily to change in how utility franchise taxes are captured. Exceeding budgetary estimates significantly – projected to exceed budget by \$1.4 million.



# General Fund – Revenues (cont.)

- Hotel/Motel Occupancy tax **down** from same period last year (-5.4%).
- Licenses **up** from same period last year (+12.7%).
- Permits **down** from same period last year (-3.8%) – expected to end year **up** \$778K vs. budget.
- Utility franchise tax **down** from same period last year (-45.1%).
- Powell Bill **up** from same period last year (+1.7%).
- Charges for Services **up** from same period last year (+24.2%).



# General Fund – Revenues

REVENUES	FY 2015 ADJUSTED BUDGET	ACTIVITY THROUGH MARCH 2015	PROJECTION THROUGH YEAR END	VARIANCE TO FINAL BUDGET- POSITIVE (NEGATIVE)
Property taxes	\$ 94,818,475	\$ 92,394,406	\$ 95,247,283	\$ 428,808
Sales taxes	48,071,541	28,048,299	49,500,000	1,428,459
Hotel/Motel Occupancy tax	1,804,000	1,284,676	1,984,400	180,400
Other local taxes	313,915	265,402	300,000	(13,915)
Licenses	2,796,000	3,125,308	3,260,000	464,000
Permits	4,060,000	3,902,826	4,837,652	777,652
Utility franchise tax	4,474,172	5,503,731	6,548,160	2,073,988
Powell bill	6,091,430	6,153,633	6,153,632	62,202
Other intergovernmental revenues	4,172,417	1,678,677	4,076,651	(95,766)
Investment and rental income	52,332	137,995	129,795	77,463
Charges for services	6,980,727	5,320,906	7,008,425	27,698
Intragovernmental services	300,000	182,477	305,700	5,700
Assessments	100,000	43,664	51,350	(48,650)
Sale of property and miscellaneous	582,123	732,516	761,947	179,824
<b>Total revenues</b>	<b>174,617,132</b>	<b>148,774,516</b>	<b>180,164,995</b>	<b>5,547,863</b>

# General Fund – Revenues



	<b>FY 2015 ADJUSTED BUDGET</b>	<b>ACTIVITY THROUGH MARCH 2015</b>	<b>PROJECTION THROUGH YEAR END</b>	<b>VARIANCE TO FINAL BUDGET- POSITIVE (NEGATIVE)</b>
<b>REVENUES</b>				
<b>OTHER FINANCING SOURCES</b>			-	
Transfer from other funds	-	83,000	83,000	83,000
Debt refunding	-	-	-	-
Transfer from reserves	4,671,772	-	-	(4,671,772)
Appropriation from fund balance	1,763,458	-	-	(1,763,458)
Total other financing sources	<u>6,435,230</u>	<u>83,000</u>	<u>83,000</u>	<u>(6,352,230)</u>
Total revenues and other financing sources	<u>\$181,052,362</u>	<u>\$ 148,857,516</u>	<u>\$ 180,247,995</u>	<u>\$ (804,367)</u>



# General Fund – Expenditures

- Operations spending projected at \$3.7M less than budgeted at year end.
  - Personnel costs under budget by \$1.8M or approximately 1.4%.
  - Operating costs under budget by \$1.6M or approximately 4.4%.
- No departments are projected to go over budget.



# General Fund – Expenditures



1869  
CITY OF MEDICINE

DEPARTMENT	FY 2015 ADJUSTED BUDGET	ACTIVITY THROUGH MARCH 2015	ENCUM- BRANCE BALANCE	PROJECTION THROUGH YEAR END	VARIANCE WITH FINAL BUDGET- POSITIVE (NEGATIVE)
Audit Services	\$ 551,432	\$ 394,664	\$ 38	\$ 541,385	\$ 10,047
Budget & Management Services	1,288,976	915,033	9,356	1,283,270	5,706
City Attorney	1,651,786	1,216,060	22,581	1,651,786	-
City Clerk	638,365	438,108	1,238	603,671	34,694
City Council	604,168	457,138	1,345	550,319	53,849
City Manager/One Call/Public Affairs	3,078,401	2,076,746	108,149	3,061,241	17,160
City/County Inspections	3,736,433	2,487,727	2,289	3,706,043	30,390
City/County Planning	3,094,535	2,117,651	9,316	2,965,867	128,668
Community Development	2,019,409	1,494,680	93,342	2,012,300	7,109
Economic & Workforce Development	3,398,325	1,808,817	879,596	3,394,561	3,764
Emergency Communications	5,009,970	3,564,165	88,133	4,934,555	75,415
Emergency Management	202,589	158,605	-	202,589	-
Equal Opportunity-Equity Assurance	579,336	388,262	400	567,382	11,954

# General Fund – Expenditures



1869  
CITY OF MEDICINE

DEPARTMENT	FY 2015 ADJUSTED BUDGET	ACTIVITY THROUGH MARCH 2015	ENCUM- BRANCE BALANCE	PROJECTION THROUGH YEAR END	VARIANCE WITH FINAL BUDGET- POSITIVE (NEGATIVE)
Finance	4,629,963	3,199,536	222,548	4,626,510	3,453
Fire	24,619,923	17,527,159	107,613	24,618,101	1,822
Fleet Maintenance	4,324,568	3,000,151	151,453	4,171,566	153,002
General Services	12,163,154	7,936,815	900,660	12,067,764	95,390
Human Resources	1,721,082	1,260,709	3,887	1,721,082	-
Neighborhood Improvement Service	3,539,493	2,360,777	149,457	3,521,760	17,733
Parks & Recreation	12,196,523	7,626,646	763,543	11,764,303	432,220
Police	54,112,708	38,450,543	846,481	53,974,322	138,386
Public Works	7,911,959	5,526,807	120,328	7,200,779	711,180
Technology Solutions	6,370,234	4,471,684	625,116	6,370,234	-
Transportation	8,136,722	5,526,720	393,206	7,831,769	304,953



# General Fund – Expenditures

	FY 2015 ADJUSTED BUDGET	ACTIVITY THROUGH MARCH 2015	ENCUM- BRANCE BALANCE	PROJECTION THROUGH YEAR END	VARIANCE WITH FINAL BUDGET- POSITIVE (NEGATIVE)
<b>DEPARTMENT</b>					
NonDepartmental	10,395,965	7,593,128	400,650	9,060,415	1,335,550
Indirect Cost	(7,785,417)	(3,892,708)	-	(7,785,417)	-
Debt Service	50,000	13,073	-	25,000	25,000
Transfer to Fund Balance	-	-	-	2,885,810	(2,885,810)
Transfer	12,811,760	12,690,609	-	12,719,028	92,732
Total	181,052,362	130,809,305	5,900,725	180,247,995	804,367
<b>CLASS</b>					
Personal services	\$ 130,137,095	\$ 92,908,015	\$ 148,993	\$ 128,303,000	\$ 1,834,095
Operating expenditures	35,880,696	24,055,114	5,432,830	\$ 34,288,478	1,592,218
Capital outlay	1,863,673	1,142,494	318,902	\$ 1,751,679	111,994
Appropriation not authorized for expenditures	309,138	-	-	\$ 250,000	59,138
Debt service	50,000	13,073	-	\$ 50,000	-
Transfer to Fund Balance	-	-	-	\$ 2,885,810	(2,885,810)
Transfers out	12,811,760	12,690,609	-	\$ 12,719,028	92,732
Total	181,052,362	130,809,305	5,900,725	180,247,995	804,367



# General Fund – Bottom Line

## Current End of Year Projections

Revenue Overage = \$5.6 million

Expenditure Savings = \$3.7 million

Total Positive Variance = \$9.3 million



# Enterprise Funds



# Water & Sewer Fund

- Operating revenues at 79% of annual budget.
- Operating expenses at 58% of annual budget.
- Overall, higher than expected revenue of \$2.5 million and expect savings on operating costs of \$5.1 million resulting in net positive budget variance of \$7.6 million
- Year-end surplus of \$9.5 million vs. \$1.9 million expected in the budget



# Water & Sewer Fund - Revenues

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
<b>Revenues</b>				
Operating revenues	\$ 83,122,701	\$ 65,858,371	\$ 85,583,056	\$ 2,460,355
Permits	83,000	77,950	92,800	9,800
Total operating revenues	83,205,701	65,936,321	85,675,856	2,470,155
<b>Non-operating revenues</b>				
Miscellaneous	1,658,138	1,248,344	1,603,010	(55,128)
Investment Income	139,862	129,323	180,261	40,399
2015 Bond Refunding	6,750,000	-	6,750,000	-
Operating transfers from other funds	287,635	287,635	287,635	-
Transfer from reserves	2,016,655	-	-	(2,016,655)
Appropriation from fund balance	659,184	-	-	(659,184)
Total Non-operating revenues	11,511,474	1,665,301	8,820,906	(2,690,568)
Total revenues	\$ 94,717,175	\$ 67,601,622	\$ 94,496,762	\$ (220,413)



# Water & Sewer Fund - Expenses

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
<b>Expenditures</b>				
Personal Services	\$ 24,152,107	\$ 16,541,202	\$ 22,639,829	\$ 1,512,278
Operating expenditures	24,384,067	14,133,090	21,575,785	2,808,282
Non-departmental administration	5,997,679	2,998,840	5,997,679	-
2015 Bond Refunding	6,750,000	-	6,750,000	-
Debt service principal and interest	11,260,678	3,328,463	10,976,678	284,000
Operating transfers to other funds	17,531,386	17,013,899	17,013,899	517,487
Transfer to fund balance	4,641,259	-	-	4,641,259
<b>Total expenditures</b>	<b>\$ 94,717,175</b>	<b>\$ 54,015,494</b>	<b>\$ 84,953,870</b>	<b>\$ 9,763,305</b>
Revenues less Expenditures	-	13,586,128	9,542,892	





# 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 \$350,000 greater than same time last year.



# Transit Operations Fund

- Transit Operations Fund overall expected to operate at a surplus by 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.
- Year-end surplus of \$390K credit towards fund deficit.



# Transit Operations Fund - Revenues

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
<b>Revenues</b>				
Operating revenues	\$ 3,692,507	\$ 2,269,564	\$ 3,596,507	\$ (96,000)
<b>Non-operating revenues</b>				
Taxes	9,355,323	9,233,047	9,405,051	49,728
Miscellaneous	6,446,903	3,974,146	6,446,903	-
Transfer from reserves	780,634	-	776,861	(3,773)
Appropriation from fund balance	390,231	-	-	(390,231)
Total Non-operating revenues	16,973,091	13,207,193	16,628,815	(344,276)
Total revenues	\$ 20,665,598	\$ 15,476,757	\$ 20,225,322	\$ (440,276)



# Transit Operations Fund - Expenses

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
<b>Expenditures</b>				
Operating expenditures	\$ 17,861,481	\$ 10,591,612	\$ 17,421,207	\$ 440,274
Non-departmental administration	324,921	162,461	324,921	-
Capital outlay	83,994	25,462	83,994	0
Debt service principal and interest	212,737	208,098	212,737	-
Operating transfers to other funds	2,182,464	1,910,202	2,182,463	1
<b>Total expenditures</b>	<b>\$ 20,665,598</b>	<b>\$ 12,897,835</b>	<b>\$ 20,225,322</b>	<b>\$ 440,276</b>
Revenues less Expenditures	-	2,578,922	-	



# Solid Waste Fund

- Solid Waste Fund overall currently projected to end with a surplus (\$436K).
- Revenues projected under budget due to lower volumes at scales.
- Expenditures projected under budget due to volume related trucking and disposal cost savings.



# Solid Waste Fund - Revenues

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
<b>Revenues</b>				
Operating revenues	\$ 6,270,160	\$ 4,725,113	\$ 6,128,042	\$ (142,118)
<b>Non-operating revenues</b>				
Investment Income	5,000	7,823	7,825	2,825
Miscellaneous	145,672	115,939	146,486	814
2015 Bond Refunding	2,400,000	-	2,400,000	-
Operating transfers from other funds	13,827,981	13,827,981	13,827,981	-
Transfer from reserves	546,155	-	110,287	(435,868)
Total Non-operating revenues	16,924,808	13,951,743	16,492,579	(432,229)
Total revenues	\$ 23,194,968	\$ 18,676,856	\$ 22,620,621	\$ (574,347)



# Solid Waste Fund - Expenses

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
<b>Expenditures</b>				
Personal Services	\$ 6,204,870	\$ 4,528,334	\$ 6,239,197	\$ (34,327)
Operating expenditures	10,211,227	6,224,567	9,610,553	600,674
Non-departmental administration	153,670	76,835	153,670	-
2015 Bond Refunding	2,400,000	-	2,400,000	-
Debt service principal and interest	4,201,448	1,882,557	4,201,448	-
Operating transfers to other funds	15,753	15,753	15,753	-
Appropriations not authorized	8,000	-	-	8,000
<b>Total expenditures</b>	<b>\$ 23,194,968</b>	<b>\$ 12,728,047</b>	<b>\$ 22,620,621</b>	<b>\$ 574,347</b>
Revenues less Expenditures	-	5,948,809	-	



# Stormwater Fund

- Fee collections running on track.
- Personnel costs lower than budgeted with year end savings of \$446K.
- Year-end budgetary net variance currently projected to be nearly \$900K.





# Stormwater Fund - Revenues

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
<b>Revenues</b>				
Operating revenues	\$ 14,736,860	\$ 12,788,456	\$ 14,783,145	\$ 46,285
<b>Non-operating revenues</b>				
Investment Income	20,000	16,391	20,000	-
Operating transfers from other funds	232,047	232,047	232,047	-
Transfer from reserves	430,093	-	-	(430,093)
Total Non-operating revenues	682,140	248,438	252,047	(430,093)
Total revenues	\$ 15,419,000	\$ 13,036,894	\$ 15,035,192	\$ (383,808)



# Stormwater Fund - Expenses

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
Expenditures				
Personal Services	\$ 6,408,643	\$ 4,269,069	\$ 5,962,639	\$ 446,004
Operating expenditures	2,659,421	1,431,383	2,238,344	421,077
Non-departmental administration	855,266	427,633	855,266	-
Capital outlay	-	-	30,720	(30,720)
Operating transfers to other funds	4,573,670	4,573,668	4,562,000	11,670
Transfers to fund balance	922,000	-	-	922,000
<b>Total expenditures</b>	<b>\$ 15,419,000</b>	<b>\$ 10,701,754</b>	<b>\$ 13,648,969</b>	<b>\$ 1,770,031</b>
Revenues less Expenditures	-	2,335,140	1,386,223	