



# FY 2016-17

## **1<sup>st</sup> Quarter Financial Report** (Quarter Ending 09/30/2016)

**November 22, 2016**

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

# FY 2017 Financial Update



- The update reflects the Administration's effort to continually monitor the City's financial status and update City Council.
- The next financial update will be given on February 10<sup>th</sup>.



# General Fund



# General Fund - Revenues

- Reminder...
  - First quarter is the least indicative of full year results.
  - Property tax revenues, representing 49% of General Fund budget, are mostly collected in December and January.
  - First sales tax payment for fiscal year not received until October.

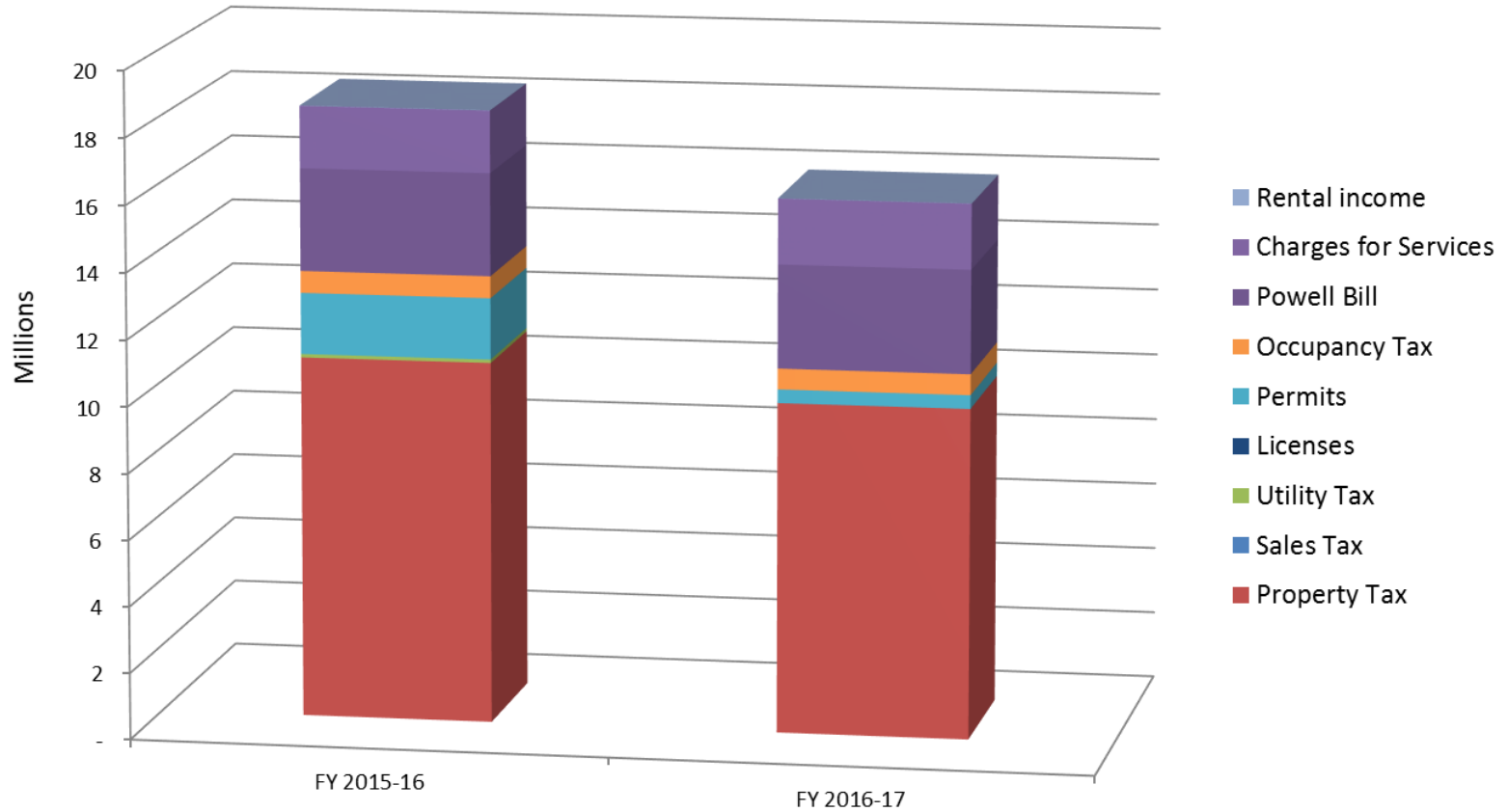


# General Fund – Revenues

- Property taxes down from same period last year (-8.6%).
- Permits down from same period last year (-77.7%).
- Occupancy tax down from same period last year (-5.5%).
- Powell Bill up from same period last year (0.8%).
- Charges for Services up from same period last year (5.0%).



# General Fund Major Revenue Q1 2016 vs. Q1 2017





# General Fund - Revenues

	ADJUSTED BUDGET	ACTUAL	YEAR END PROJECTION	YEAR END POSITIVE/(NEGATIVE)
<b>REVENUES</b>				
Property Taxes	\$ 88,713,260	\$ 9,943,779	\$ 88,713,260	\$ -
Sales Taxes	58,614,481	-	58,614,481	-
Hotel/Motel Occupancy Tax	2,438,867	624,915	2,499,660	60,793
Other Local Taxes	313,915	113,136	363,000	49,085
Permits	1,364,704	410,481	1,263,299	(101,405)
Utility Franchise tax	4,488,000	-	4,218,000	(270,000)
Powell Bill	6,133,143	3,111,677	6,223,354	90,211
Other Intergovernmental Revenues	3,245,066	487,527	3,300,000	54,934
Rental income	126,272	5,722	126,272	-
Charges For Services	7,344,473	1,967,106	7,200,000	(144,473)
Intragovernmental Services	225,000	102,780	225,000	-
Assessments	26,100	5,577	22,900	(3,200)
Sale of Property and Miscellaneous	933,500	39,897	1,050,000	116,500
Transfers From Other Funds	-	19,139	19,139	19,139
<b>TOTAL REVENUES</b>	<b>\$ 173,966,781</b>	<b>\$ 16,831,736</b>	<b>\$ 173,838,365</b>	<b>\$ (128,416)</b>
<b>TOTAL EXPENDITURES</b>	<b>\$ 186,482,871</b>	<b>\$ 45,855,850</b>	<b>\$ 185,522,350</b>	<b>\$ 960,521</b>
<b>NET REVENUES LESS EXPENDITURES</b>	<b>\$ (12,516,090)</b>	<b>\$ (29,024,114)</b>	<b>\$ (11,683,985)</b>	
<b>TO/(FROM) FUND BALANCE</b>				
			<b>Overall Budget Variance</b>	<b>\$ 832,105</b>



# General Fund - Expenditures

- Year-end operations spending projected at \$961K less than budgeted:
  - Personnel costs under-budget by \$110K or approximately 0.08%
  - Operating costs under budget by \$690K or 1.79%
- No departments are projected to exceed budget





# General Fund - Expenditures

DEPARTMENT	ADJUSTED BUDGET	ACTUAL	ENCUMBRANCE	YEAR END PROJECTION	YEAR END POSITIVE/(NEGATIVE)
Audit Services	\$ 590,027	\$ 155,649	\$ 47,005	\$ 590,027	\$ -
Budget & Management Services	1,247,533	353,348	25,087	1,246,576	957
City Attorney	1,751,300	489,045	25,965	1,751,300	-
City Clerk	706,340	182,115	1,500	706,340	-
City Council	637,001	309,934	-	602,193	34,808
City Manager/One Call/Public Affairs	3,375,297	850,444	64,375	3,375,297	-
City/County Planning	3,518,554	859,425	10,059	3,518,554	-
Community Development	2,143,337	599,780	192,905	2,143,337	-
Economic & Workforce Development	4,209,450	535,418	1,526,855	4,209,199	251
Emergency Communications	6,486,115	1,532,578	270,290	6,486,115	-
Emergency Management	236,613	59,153	-	236,613	-
Equal Opportunity-Equity Assurance	562,983	175,371	196	562,983	-



# General Fund - Expenditures

DEPARTMENT	ADJUSTED BUDGET	ACTUAL	ENCUMBRANCE	YEAR END PROJECTION	YEAR END POSITIVE/(NEGATIVE)
Finance	4,760,960	984,886	41,811	4,760,960	-
Fire	25,461,719	6,490,985	194,904	25,461,719	-
Fleet Maintenance	3,438,095	905,032	26,347	3,431,354	6,741
General Services	12,844,271	3,132,642	1,421,178	12,799,270	45,001
Human Resources	2,344,294	627,133	96,409	2,344,294	-
Neighborhood Improvement Service	4,052,892	1,096,187	259,508	4,052,892	-
Parks & Recreation	13,583,771	3,473,421	1,085,232	13,295,366	288,405
Police	58,474,957	15,205,946	1,611,906	58,474,957	-
Public Works	10,513,413	1,773,701	1,473,225	9,929,055	584,358
Technology Solutions	6,761,090	2,187,975	412,923	6,761,090	-
Transportation	8,077,155	1,953,708	255,274	8,077,155	-
NonDepartmental	15,140,540	1,911,044	705,116	15,140,540	-
Indirect Cost	(9,587,692)	-	-	(9,587,692)	-
Transfers To Other Funds	5,152,856	10,930	-	5,152,856	-
<b>Total</b>	<b>\$ 186,482,871</b>	<b>\$ 45,855,850</b>	<b>\$ 9,748,070</b>	<b>\$ 185,522,350</b>	<b>\$ 960,521</b>



# General Fund - Expenditures

CLASS	ADJUSTED BUDGET	ACTUAL	ENCUMBRANCE	YEAR END PROJECTION	YEAR END POSITIVE/(NEGATIVE)
Personal Services	\$ 140,691,963	\$ 35,458,265	\$ 339,653	\$ 140,581,511	\$ 110,452
Operating Expenditures	38,528,523	10,114,094	8,983,418	37,838,370	690,153
Capital Outlay	1,186,784	272,561	424,999	1,185,868	916
Appropriation Not Authorized for Expenc	922,745	-	-	763,745	159,000
Transfers To Other Funds	5,152,856	10,930	-	5,152,856	-
<b>Total</b>	<b>\$ 186,482,871</b>	<b>\$ 45,855,850</b>	<b>\$ 9,748,070</b>	<b>\$ 185,522,350</b>	<b>\$ 960,521</b>



# Enterprise Funds

# Water & Sewer Fund



- Operating revenues at 28.86% of yearly budget
- Operating expenses at 22.34% of yearly budget
- Consumption for the First quarter of FY17 slightly lower than usual due to decreased irrigation.
- Overall, fund is expected to finish with a surplus for FY 17.

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# Water & Sewer Fund - Revenues

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
<b>Revenues</b>				
Operating revenues	\$ 92,528,070	\$ 26,700,676	\$ 91,842,671	\$ (685,399)
Permits	90,000	40,850	90,000	-
Total operating revenues	<u>92,618,070</u>	<u>26,741,526</u>	<u>91,932,671</u>	<u>(685,399)</u>
<b>Non-operating revenues</b>				
Miscellaneous	1,310,349	606,277	1,261,500	(48,849)
Investment Income	192,000	52,482	192,000	-
Operating transfers from other funds	-	-	-	-
Total Non-operating revenues	<u>1,502,349</u>	<u>658,759</u>	<u>1,453,500</u>	<u>(48,849)</u>
 Total revenues	 <u>\$ 94,120,419</u>	 <u>\$ 27,400,285</u>	 <u>\$ 93,386,171</u>	 <u>\$ (734,248)</u>



# Water & Sewer Fund - Expenses

	<b>ADJUSTED BUDGET</b>	<b>ACTUAL</b>	<b>YEAR END PROJECTION</b>	<b>YEAR END POSITIVE/ (NEGATIVE)</b>
<b>EXPENDITURES</b>				
Personal Services	\$ 26,778,882	\$ 6,718,066	\$ 26,807,449	\$ (28,567)
Operating Expenditures	24,950,073	5,574,891	24,810,754	139,319
Non-Departmental Administration	4,773,733	-	4,773,733	-
Capital Outlay	531,926	28,057	530,065	1,861
Debt Service Principal and Interest	10,198,338	705,008	10,198,338	-
Operating Transfers to Other Funds	22,911,502	-	22,911,502	-
<b>TOTAL EXPENDITURES</b>	<b>\$ 90,144,454</b>	<b>\$ 13,026,022</b>	<b>\$ 90,031,841</b>	<b>\$ 112,613</b>
<b>NET REVENUES LESS EXPENDITURES</b>	<b>\$ 3,975,965</b>	<b>\$ 14,374,263</b>	<b>\$ 3,354,329</b>	
<b>To/(From) Fund Balance</b>				<b>\$ (621,635)</b>



# W&S Capital Facility Fee Fund

- Capital Facility Fees are derived from charges to new development or facility expansion.
- Funding provided to the Water and Sewer Construction Fund to support capital improvements.
- First quarter results are significantly higher than Q1 in FY 16.
- Collected surplus is credited toward fund balance.





# Transit Operations Fund

- Transit Operations Fund overall expected to operate at budget.
- Timing of receipts makes Q1 estimates very preliminary
- Tax rate of 4.11 cents per \$100 (about \$11.3M) is budgeted in the Transit Fund.



# Transit Operations Fund – Revenue

	<b>ADJUSTED BUDGET</b>	<b>ACTUAL</b>	<b>YEAR END PROJECTION</b>	<b>YEAR END POSITIVE/ (NEGATIVE)</b>
<b>REVENUES</b>				
Operating Revenues	\$ 3,564,287	\$ 718,265	\$ 3,564,287	\$ -
Non-Operating Revenues				
Taxes	11,299,707	1,245,572	11,299,707	-
Miscellaneous	7,715,170	912,336	7,715,170	-
Total Non-Operating Revenues	19,014,877	2,157,907	19,014,877	-
<b>TOTAL REVENUES</b>	<b>\$ 22,579,164</b>	<b>\$ 2,876,172</b>	<b>\$ 22,579,164</b>	<b>\$ -</b>

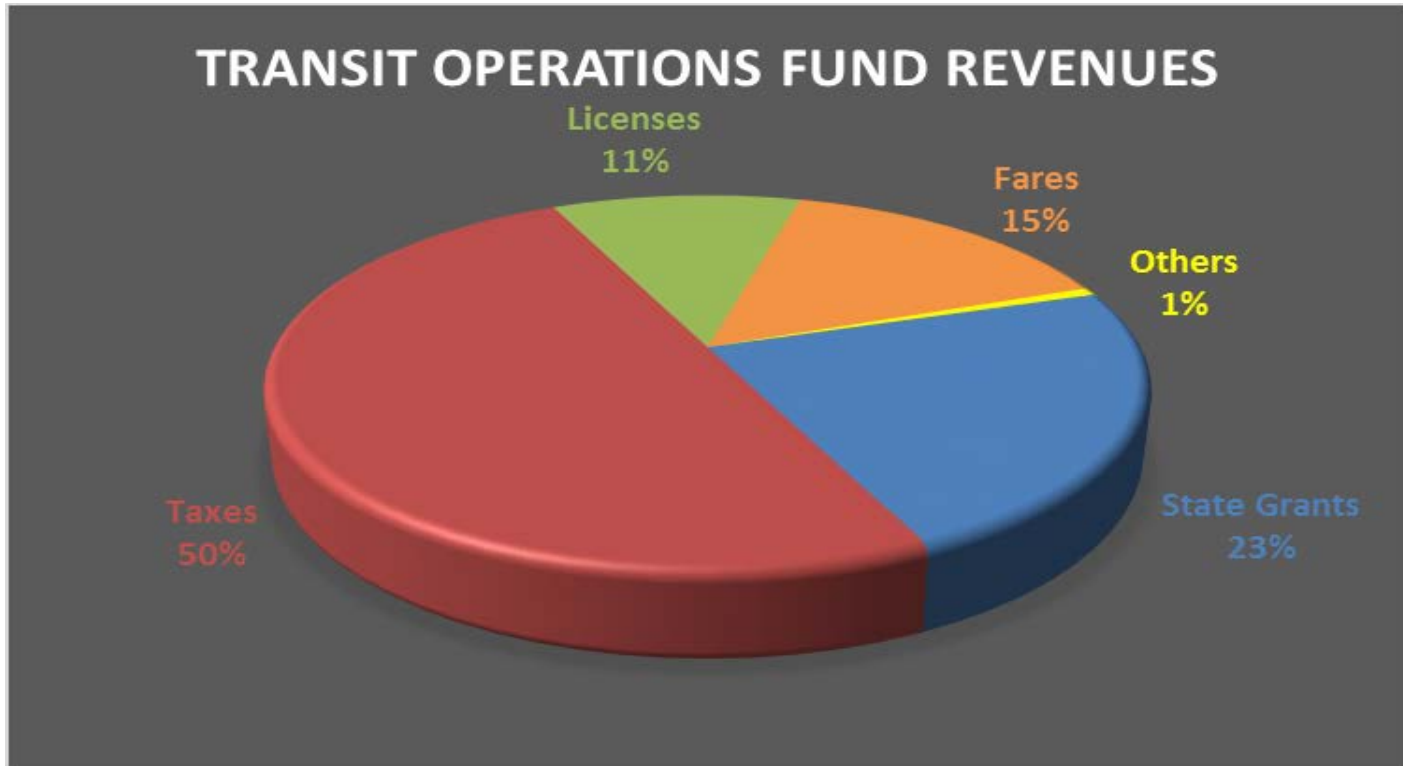


# Transit Operations Fund – Expenses

	<b>ADJUSTED BUDGET</b>	<b>ACTUAL</b>	<b>YEAR END PROJECTION</b>	<b>YEAR END POSITIVE/ (NEGATIVE)</b>
<b>EXPENDITURES</b>				
Operating Expenditures	\$ 19,880,863	\$ 4,513,891	\$ 19,880,863	\$ -
Non-Departmental Administration	451,137	-	451,137	-
Capital Outlay	561,607	72,001	561,607	-
Debt Service Principal and Interest	198,821	158,551	198,821	-
Operating Transfers to Other Funds	1,668,293	-	1,668,293	-
<b>TOTAL EXPENDITURES</b>	<b>\$ 22,760,721</b>	<b>\$ 4,744,443</b>	<b>\$ 22,760,721</b>	<b>\$ -</b>
<b>NET REVENUES LESS EXPENDITURES</b>	<b>\$ (181,557)</b>	<b>\$ (1,868,271)</b>	<b>\$ (181,557)</b>	
<b>To/(From) Fund Balance</b>				<b>\$ -</b>



# Transit Fund- Source of Funding





# Solid Waste Fund

- Operating revenues projected higher than originally budgeted.
- Operating expenditures projected under budget.
- Solid Waste Fund originally budgeted to receive 28% of revenues from charges and other non-tax revenues.
- Remaining revenue is provided by allocating 6.13 cents of tax rate.



# Solid Waste Fund - Revenues

	<b>Adjusted Budget</b>	<b>Actual</b>	<b>Year-End Projection</b>	<b>Year-End Positive/(Negative)</b>
<b>REVENUES</b>				
Operating Revenues	\$ 6,273,421	\$ 1,808,237	\$ 7,031,852	\$ 758,431
Non-Operating Revenues				
Taxes	16,853,334	1,858,995	16,853,334	-
Investment Income	10,000	2,543	10,000	-
Miscellaneous	157,376	39,643	157,376	-
Operating Transfers from Other Funds	90,130	-	90,130	-
Total Non-Operating Revenues	17,110,840	1,901,181	17,110,840	-
<b>TOTAL REVENUES</b>	<b>\$ 23,384,261</b>	<b>\$ 3,709,418</b>	<b>\$ 24,142,692</b>	<b>\$ 758,431</b>



# Solid Waste Fund - Expenses

	<u>Adjusted Budget</u>	<u>Actual</u>	<u>Year-End Projection</u>	<u>Year-End Positive/(Negative)</u>
<b>EXPENDITURES</b>				
Personal Services	\$ 6,823,460	\$ 1,859,160	\$ 6,823,460	\$ -
Operating Expenditures	11,245,601	1,550,457	10,990,664	254,937
Non-Departmental Administration	2,209,626	-	2,209,626	-
Capital Outlay	75,130	-	75,130	-
Debt Service Principal and Interest	4,260,951	1,509,408	4,260,951	-
Operating Transfers to Other Funds	3,818	-	3,818	-
<b>TOTAL EXPENDITURES</b>	<b>\$ 24,618,586</b>	<b>\$ 4,919,025</b>	<b>\$ 24,363,649</b>	<b>\$ 254,937</b>
<b>NET REVENUES LESS EXPENDITURES</b>	<b>\$ (1,234,325)</b>	<b>\$ (1,209,607)</b>	<b>\$ (220,957)</b>	
<b>To/(From) Fund Balance</b>				
			<b>Overall Budget Variance</b>	<b>\$ <u>1,013,368</u></b>



# Stormwater Fund

- Provides for the management and maintenance of operational expenses of stormwater activities which include street cleaning.
- The fund is a self-sufficient enterprise fund and receives no tax support.
- At quarter-one, the Stormwater Fund has received 38.66% of projected revenues. Fund anticipating surplus due to operating savings.





# Stormwater Fund - Revenues

	<b>ADJUSTED BUDGET</b>	<b>ACTUAL</b>	<b>YEAR END PROJECTION</b>	<b>YEAR END POSITIVE/ (NEGATIVE)</b>
<b>REVENUES</b>				
Operating Revenues	\$ 15,414,729	\$ 5,959,952	\$ 15,414,729	\$ -
Non-Operating Revenues				
Investment Income	25,000	7,516	25,000	-
Operating Transfers from Other Funds	109,047	-	109,047	-
Total Non-Operating Revenues	134,047	7,516	134,047	-
<b>TOTAL REVENUES</b>	<b>\$ 15,548,776</b>	<b>\$ 5,967,468</b>	<b>\$ 15,548,776</b>	<b>\$ -</b>

# Stormwater - Expenses



	<b>ADJUSTED BUDGET</b>	<b>ACTUAL</b>	<b>YEAR END PROJECTION</b>	<b>YEAR END POSITIVE/ (NEGATIVE)</b>
Expenditures				
Personal Services	\$ 7,233,350	\$ 1,693,211	\$ 7,218,350	\$ 15,000
Operating Expenditures	2,558,482	424,508	2,099,939	458,543
Non-Departmental Administration	836,296	-	836,296	-
Capital Outlay	17,655	45	12,055	5,600
Operating Transfers to Other Funds	2,516,608	-	2,516,608	-
<b>TOTAL EXPENDITURES</b>	<b>\$ 13,162,391</b>	<b>\$ 2,117,764</b>	<b>\$ 12,683,248</b>	<b>\$ 479,143</b>
<b>NET REVENUES LESS EXPENDITURES</b>	<b>\$ 2,386,385</b>	<b>\$ 3,849,704</b>	<b>\$ 2,865,528</b>	
<b>To/(From) Fund Balance</b>				<b>\$ 479,143</b>



# Parking Fund

- The Parking fund operating revenues fully cover fund operating expenses.
- Debt Service Fund subsidizes the existing debt portion of the fund.
- Parking Fund is overall is projected to operate at budget.

# Parking Fund - Revenues



	<b>ADJUSTED BUDGET</b>	<b>ACTUAL</b>	<b>YEAR END PROJECTION</b>	<b>YEAR END POSITIVE/ (NEGATIVE)</b>
<b>REVENUES</b>				
Operating Revenues	\$ 4,493,336	\$ 831,393	\$ 4,493,336	\$ -
Non-Operating Revenues				
Investment Income	3,000	2,925	3,000	-
Miscellaneous	-	-	-	-
Operating Transfers from Other Funds	914,757	-	914,757	-
Total Non-Operating Revenues	917,757	2,925	917,757	-
<b>TOTAL REVENUES</b>	<b>\$ 5,411,093</b>	<b>\$ 834,318</b>	<b>\$ 5,411,093</b>	<b>\$ -</b>

# Parking Fund - Expenses



	ADJUSTED BUDGET	ACTUAL	YEAR END PROJECTION	YEAR END POSITIVE/ (NEGATIVE)
<b>EXPENDITURES</b>				
Personal Services	\$ 224,757	\$ 65,008	\$ 224,757	\$ -
Operating Expenditures	2,915,873	562,329	2,915,873	-
Non-Departmental Administration	496,665	-	496,665	-
Capital Outlay	105,500	-	105,500	-
Debt Service Principal and Interest	1,111,276	291,569	1,111,276	-
<b>TOTAL EXPENDITURES</b>	<b>\$ 4,854,071</b>	<b>\$ 918,906</b>	<b>\$ 4,854,071</b>	<b>\$ -</b>
<b>NET REVENUES LESS EXPENDITURES</b>	<b>\$ 557,022</b>	<b>\$ (84,588)</b>	<b>\$ 557,022</b>	
<b>To/(From) Fund Balance</b>				<b>\$ -</b>



# Inspections Fund

- Provides for support of the Inspections Department and other inspection related activities.
- The Inspections fund operating revenues fully cover fund operating expenses.
- At quarter-one, the Inspections fund has received 30% of revenue.



# Inspections Fund

	ADJUSTED BUDGET	ACTUAL	YEAR END PROJECTION	YEAR END POSITIVE/(NEGATIVE)
<b>REVENUES</b>				
Licenses, Permits & Charges for Services	\$ 6,123,399	\$ 1,841,880	\$ 6,123,399	\$ -
Non-Operating Revenues				
Investment Income	10,000	2,392	10,000	-
Total Non-Operating Revenues	10,000	2,392	10,000	-
<b>TOTAL REVENUES</b>	<b>\$ 6,133,399</b>	<b>\$ 1,844,272</b>	<b>\$ 6,133,399</b>	<b>\$ -</b>
<b>EXPENDITURES</b>				
Personal Services	3,915,475	1,036,219	3,915,475	-
Operating Expenditures	1,297,728	66,830	1,297,728	-
Transfers to Other Funds	555,000	-	555,000	-
<b>TOTAL EXPENDITURES</b>	<b>\$ 5,768,203</b>	<b>\$ 1,103,049</b>	<b>\$ 5,768,203</b>	<b>\$ -</b>
<b>NET REVENUES LESS EXPENDITURES</b>	<b>\$ 365,196</b>	<b>\$ 741,223</b>	<b>\$ 365,196</b>	
<b>To/(From) Fund Balance</b>				
			<b>Overall Budget Variance</b>	<b>\$ -</b>



# Debt Reserve Fund

	ADJUSTED BUDGET	ACTUAL	YEAR END PROJECTION	YEAR END POSITIVE/(NEGATIVE)
<b>REVENUES</b>				
Property Taxes	\$ 35,796,152	\$ 3,959,268	\$ 35,796,152	\$ -
Non-Operating Revenues				
Intergovernmental (Subsidy)	622,013	317,143	622,013	-
Investment Income	-	149	-	-
Intergovernmental	939,258	-	939,258	-
Total Non-operating revenues	1,561,271	317,292	1,561,271	-
<b>TOTAL REVENUES</b>	<b>\$ 37,357,423</b>	<b>\$ 4,276,560</b>	<b>\$ 37,357,423</b>	<b>\$ -</b>
<b>EXPENDITURES</b>				
Special Contractual Services	393,957	50,057	393,957	-
Transfers to Other Funds	3,079,221	-	3,079,221	-
Debt Service Principal	20,727,117	9,739,127	20,727,117	-
Debt Service Interest	8,370,736	2,977,260	8,370,736	-
<b>TOTAL EXPENDITURES</b>	<b>\$ 32,571,031</b>	<b>\$ 12,766,444</b>	<b>\$ 32,571,031</b>	<b>\$ -</b>
<b>NET REVENUES LESS EXPENDITURES</b>	<b>\$ 4,786,392</b>	<b>\$ (8,489,884)</b>	<b>\$ 4,786,392</b>	
<b>To/(From) Fund Balance</b>				
			<b>Overall Budget Variance</b>	<b>\$ -</b>





# Other Projects

- Resident Satisfaction Survey
- Departmental Strategic Plans