



To: Honorable Madame Mayor Joens & Council

July 25, 2011

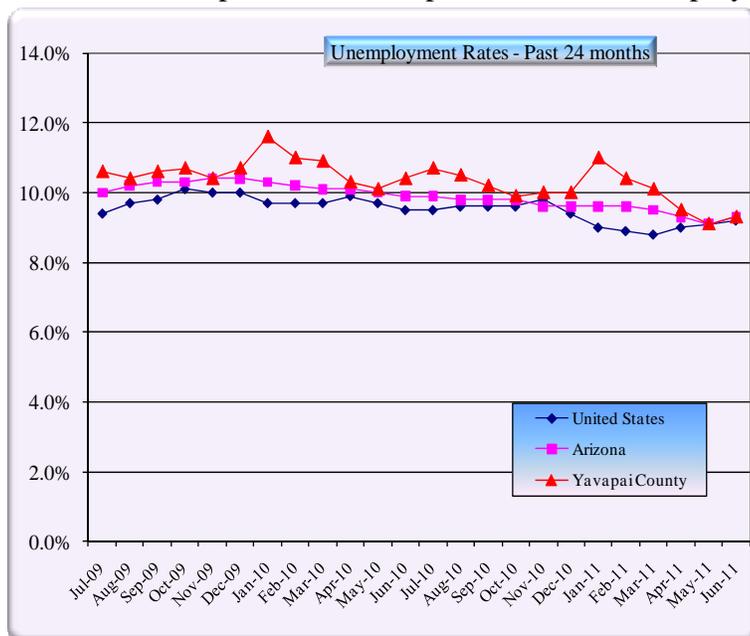
Via: Douglas Bartosh, City Manager

From: Rudy Rodriguez, Administrative Services General Manager

Subject: Revenue & Expenditure Reports – Period ending March 31, 2011

As near the end of our fiscal year and with the budget season in full swing there seems to be a bit a light at the end of a very long tunnel with Yavapai County unemployment numbers showing better than a 1% improvement over the past 12 month. Though not a really good number, nonetheless it is an improvement. It should be noted that a declining unemployment rate is a key indicator to economic recovery. As also noted in previous quarterly reports there are numerous other indicators.

In trying to keep things simple, and I like simple, I will touch on only a couple factors that show that the local economy is improving, unemployment and housing. Though not very obvious in the graph, the associated chart paints a clearer picture. U.S. unemployment rate¹ decreased from 9.5% to 8.8% then slowly rose to 9.2%, in the last 12 months.



Period	United States	Arizona	Yavapai County
Jul-10	9.5%	9.9%	10.7%
Aug-10	9.6%	9.8%	10.5%
Sep-10	9.6%	9.8%	10.2%
Oct-10	9.6%	9.8%	9.9%
Nov-10	9.8%	9.6%	10.0%
Dec-10	9.4%	9.6%	10.0%
Jan-11	9.0%	9.6%	11.0%
Feb-11	8.9%	9.6%	10.4%
Mar-11	8.8%	9.5%	10.1%
Apr-11	9.0%	9.3%	9.5%
May-11	9.1%	9.1%	9.1%
Jun-11	9.2%	9.3%	9.3%

The State of Arizona² has a better recovery record going from a 9.9% to 9.3 in the same time period. Yavapai County³ continues struggling, however, the improvement is more striking as it has improved over 1.4% over the past year going from a 10.7 to a 9.3%. Though still a high unemployment number, it keeps us cautiously optimistic.

The local housing market continues to have a steady activity due to the high inventory of existing homes. Foreclosed homes valued at a fraction their former prices still make up a sizeable percentage of

¹ Bureau of Labor Statistics - United States

² Bureau of Labor Statistics - Arizona

³ Economagic.com

the current housing supply. New home construction continues to be weak compared to pre-2007 levels and is expected to stay low for months to come.

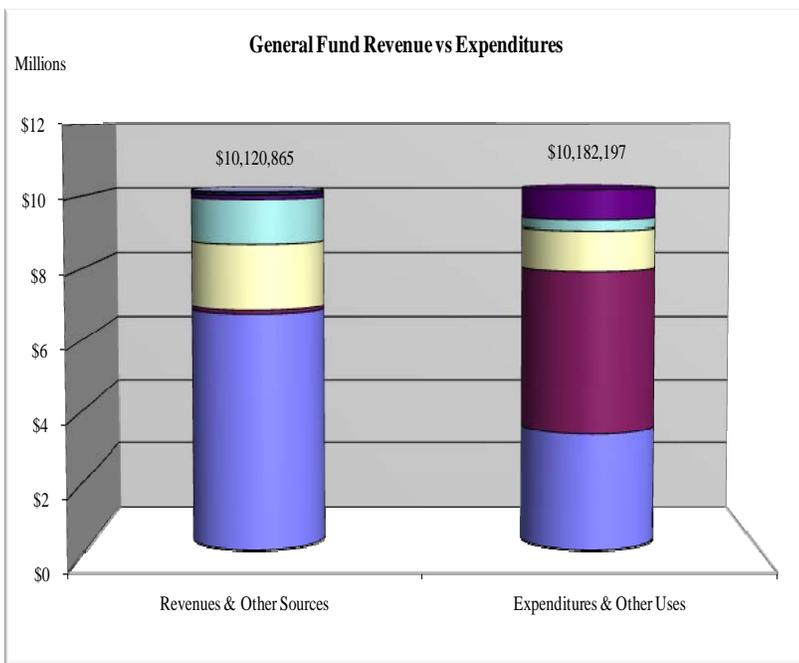
According to Trulia, a leading resource for real estate professionals, homebuyers and sellers, The median sales price for homes in Cottonwood AZ for Apr 11 to Jun 11 was \$102,250. This represents an increase of 13.7%, or \$12,300, compared to the prior quarter and a decrease of 9.5% compared to the prior year. Sales prices have depreciated 46.2% over the last 5 years in Cottonwood. The average listing price for Cottonwood homes for sale on Trulia was \$212,121 for the week ending Jul 12, which represents an increase of 0.3%, or \$618, compared to the prior week and an increase of 4.1%, or \$8,280, compared to the week ending Jun 21. Average price per square foot for Cottonwood AZ was \$75, a decrease of 10.7% compared to the same period last year.⁴

Despite the many struggles facing the City of Cottonwood, there are still several prospective businesses looking to move to the area around the SR260 corridor.

GENERAL FUND

Overview

The City of Cottonwood is doing relatively well this year despite the down economy. Good planning and a conservative perspective helps to weather this fiscal crisis we're in. It is evident by the graph below and chart to the left that current revenues are trailing slightly behind current expenditures. The \$61,332 difference is nominal and represents 6/10th of one percent (.06%) shortfall and is covered our fund balance.



Taxes	\$6,715,947
Licenses & permits	107,293
Intergovernmental revenue	1,839,585
Charges for services	1,242,678
Fines & forfeitures	114,125
Uses of monies & properties	24,563
Miscellaneous revenues	53,606
Other Sources	23,069
Revenues & Other Sources	\$10,120,865
General Government	\$3,300,750
Public Safety	4,613,027
Cultural & Recreation	1,130,006
Capital Equipment	301,138
Other Uses	837,276
Expenditures & Other Uses	\$10,182,197

Remembering that this is a snapshot in time and that some capital equipment purchases have been delayed until the latter part of the year, this picture may change drastically. Currently, however, we are making efforts to stay this course and finish the year in a positive position, with little to no use of fund balance reserves.

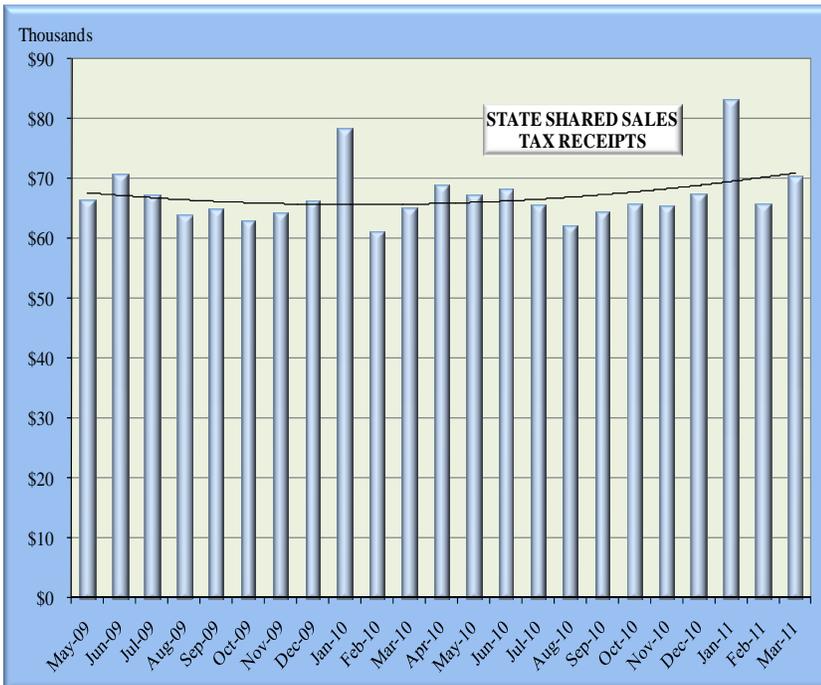
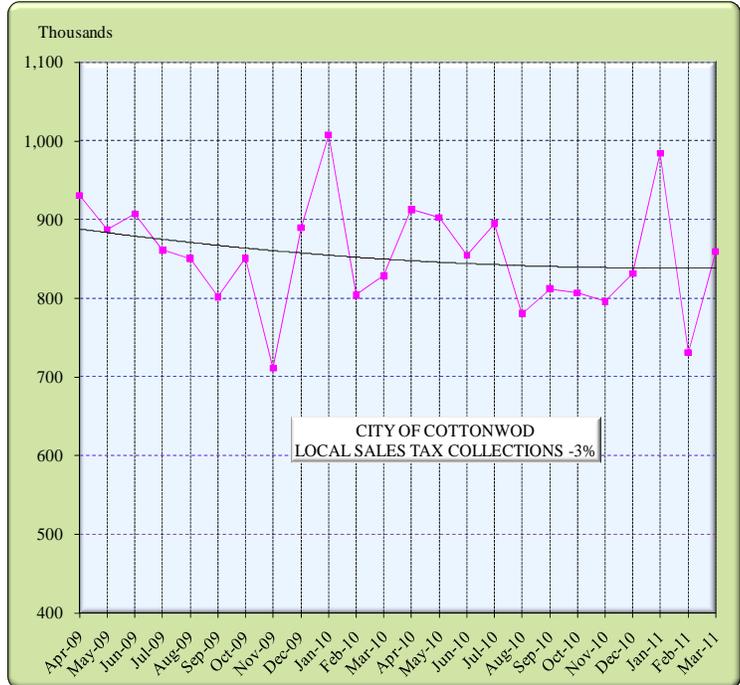
⁴ http://www.trulia.com/real_estate/Cottonwood-Arizona/market-trends/

Revenues

Comparing month to month local sales tax collection, Cottonwood is down 1.45% compared to last fiscal year. This is important to note since a 6% loss was estimated at budget time, expecting the economy to recover at a slower pace. This 6% shortfall was to be about a \$600,000 to the FY 11 budget. Currently we are only down by \$109,943.

As a reminder, local sales tax continues being Cottonwood’s #1 major revenue source for the General Fund at slightly over 50% of the overall operating revenues. This single revenue is monitored very closely for changes both positive and negative and budgetary adjustments are done accordingly.

What this all means to the Cottonwood is that sales appear to be coming back slowly and we may be seeing the beginning of a recovery for our local economy. This is good news for a community that survives predominately on Sales Tax.



The State Shared Sales Tax, though not doing as well as the state estimated by the Arizona Department of Revenue it is up over last year by 2.7%. This revenue sources will take some time to reach its all time high of \$1,032,214 in 2007.

Motor Vehicle Taxes for Cottonwood concluded the third fiscal quarter with a loss for the same period last year of 6.46%. At this loss rate we are expecting it to be down over last year by about 6.3%.

State Shared Income Tax revenues are \$792,775 at the end of the third fiscal quarter. This state shared revenue is projected by the Arizona Department of Revenue and the

League of Arizona Cities and Towns. The distribution is based on income tax collections from two years prior. These revenues usually come in as proposed by the state. The current fiscal year estimate is \$1,056,880. This is \$345,260 less than last year’s \$1,402,140. As a reminder, Cottonwood has lost nearly \$566,528 in revenue from this source alone since 2009.

With the sharp drop in revenues, all departments are being asked to continue reducing their budgets and looking for efficiencies. At this time of year most departmental expenditures are at or below the 75%

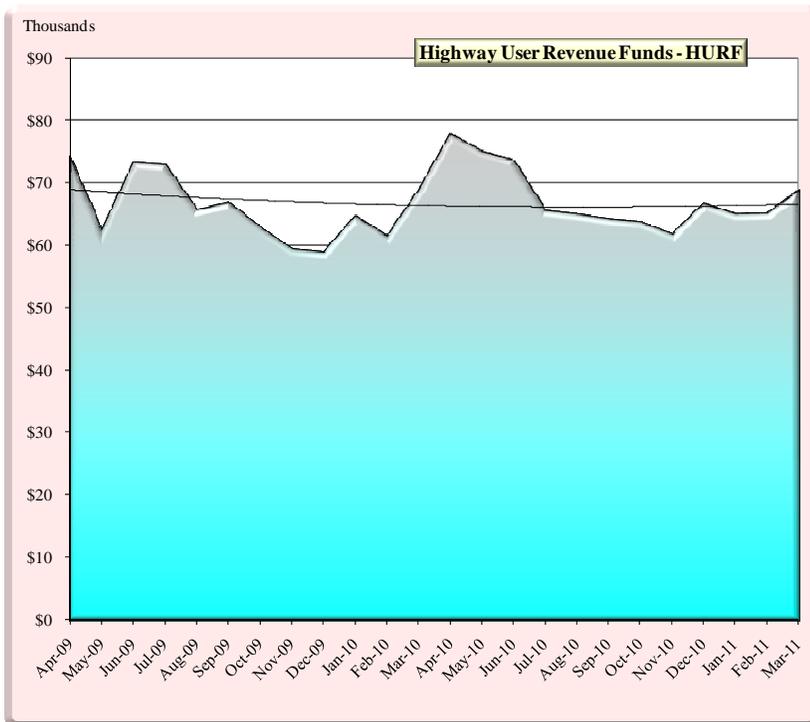
mark for the year. Two departments are a bit out of line, Building Maintenance and Parks and Recreation.

Building Maintenance has been responding to many unbudgeted maintenance issues this year causing their budget to spike 3.7% above budget for the year. Major expenditures causing this issue are roof repairs and replacements.

Parks & Recreation is at 89.4% at this time and will be well over budget by year end. They are being monitored closely. The City is in a relatively good position though some of our revenues are not doing well.

SPECIAL REVENUE FUNDS

Highway User Revenue Fund (HURF)⁵



Revenues

Overall HURF revenues are currently up by slightly over 5% from estimates at the end of the third quarter. This fund started with about \$940K in reserves at July 1, 2010 and at the end of this quarter is up by \$222K to \$1,161,793. Considering that the legislature has raided this fund and is planning to raid it once again, it is not in too bad a shape.

Expenditures

The Street Department operational budget is currently at 65.2% with the Street Construction budget at 12.8% of the budgeted amount. The street department budget is also being affected by the down turn in the economy. Streets, as other departments, have reduced their

operational costs due to the economy. The capital projects planned with borrowed money are still in the works, however, moving slower than anticipated. Already it looks like both the Mingus Avenue Extension Project from Willard Street to SR89A and the 12th Street project from Fir St. to 89A will be shifted into fiscal year. Both these project are anticipated to be funded through some financing mechanism.

Cottonwood Area Transit (C.A.T.)

As of January 1, 2011, C.A.T. will finally be merged into the Northern Arizona Intergovernmental Public Transportation Authority (N.A.I.P.T.A.). For more information please use this link <http://www.naipta.az.gov/media/pdf/CAT-NAIPTA%20Press%20Release.pdf>.

⁵ The HURF funds streets maintenance, street construction, and also funds any shortfalls of the Cottonwood Area Transit System.

Library

The General Fund’s operating transfers to the Library are on target for the year. We have, however, not yet received the final Yavapai County Library contribution of \$98,625. As a reminder, our library receives two equal contributions annually from the County. We are fortunate that the General Fund transfers in to the Library fund are covering its expenditures. Currently, the Library Fund balance is estimated at \$122,861, up \$74,060 from last quarter.

Operating expenditures are at 68.6%, slightly below where they should be at this time of year. Most every line item is in line where it should be.

Airport

The revenues for the Airport are not doing as well as projected, now that the FBO is handling the fuel. This FBO arrangement has allowed us to have someone full time at the airport as well as having a certified aircraft mechanic available for repairs. The City’s continues to have improved collections on tie downs; (covered and open), airport hangars and land lease billings. Revenues are currently at 61.22% of projections.

The expenditures for this fund are where they should be at 67.38% at the end of the third quarter of the fiscal year. The Airport continues to make transfers to the General Fund as repayment for the construction of the T-hangars back in FY 2001. These transfers to the General Fund will expire in 2013.

Their fund balance deficit has increased to -\$26,996 from -\$10,103 at the beginning of the year. This deficit will be covered by the one-time general fund transfer at year end. Please note that there has been rumblings that Barnstormers may be pulling out from the Airport at which time the City will again take over the fueling system.

CAPITAL PROJECTS

Capital Projects

Listed below is the Capital Projects listing for FY 2011 and related expenditures.

	Adopted Budget	Y-T-D	% Used
Investment Expenses	0	999	0.00%
Riverfront Park Improvements	116,000	1,321	1.14%
Land Acquisition		300,810	0.00%
Fire Station Design	120,000	0	0.00%
Old Town Parking	150,000	0	0.00%
Old Town Jail	70,000	11,894	16.99%
Architecture - Communciations Bldg.	360,000	52,500	14.58%
Rec Center Remaining Expenses	0	183,496	0.00%
Court Counstruction	0	68,239	0.00%
Old Court Bldg Remodel	100,000	0	0.00%
Evidence Building	0	29,753	0.00%
Architecture-City Hall	100,000	0	0.00%
Garrison Park	0	950	0.00%
Library Parking Lot	78,000	0	0.00%
Portal Signs	5,000	0	0.00%
Total Expenditures	1,099,000	649,963	59.14%

As you can see, we have a many projects planned for this year. Funding for these projects is initially to be through the Capital Improvement Fund which began the year with a \$14.8M balance. This fund, though large, has little income potential at this time. Its only revenue source at this time is through investment income, which, as you may know, is at an all time low. In the future, it may be wise to shift some sales tax to replenish the fund or seek financing to reimburse the fund.

ENTERPRISE FUNDS

Wastewater

Revenues for wastewater are slightly ahead by 3.43%. This enterprise continues to struggle with revenues due to foreclosures and loss of investment income. The overall reason is the current economy and its slow turnaround after such a deep recession. Revenues are reviewed on a regular basis for any new developments. It should be noted that for a number of years this enterprise has been operating with a deficit and this year is no different. Even though we are currently meeting revenue estimates it is not sufficient to meet operational expenses. This situation has been noted in several annual wastewater reports; however, the losses have been minimal and are being absorbed by wastewater reserves. As a reminder a rate increase was proposed last year, and it was decided that the rates should remain the same and that wastewater should absorb any additional costs from its reserves. The budgeted transfer of \$500,000 from the capital improvement fund has not materialized; however, the amount is ready and available as needed.

Expenses for current Operations & Maintenance (O&M) and Administration are looking very good as they are slightly behind where they should be at this time of year. All capital projects that rolled over from last year are still being designed and will be rolled into FY 2012. As a reminder there is a planned debt issuance in this fund of about \$4,000,000 for the construction of the SR260 extension and other line extensions. This too will be rolled into next fiscal year.

	Adopted		
	Budget	Y-T-D	% Used
Construction:			
Legal fees	50	0	0.00%
Legal Advertising	0	173	0.00%
Investment Expense	4,000	227	0.00%
ADEQ Gardner Prop Cleanup	200,000	3,148	1.57%
260-Construction	1,900,000	0	0.00%
Line extensions	255,000	5,883	0.00%
Riverfront WWTP Design	500,000	6,996	0.00%
Lift Station	400,000	0	0.44%
WWTP-Upgrades	500,000	0	0.00%
Subtotal construction expenses	3,759,050	16,428	0.44%

Water

The water fund revenues are trailing slightly behind estimates for the third quarter of the fiscal year. The small increase in the rates has assisted this fund to close the bond coverage requirement gap; however, there is still need for improvement. Grant Hamill, the City's financial consultant has warned us that we will need to increase our rates in order to counter the lowering of our bond rating. Any rate increase proposal will be brought before the City Council for their approval or modification.

The consolidated operations and administration are still trending 10% behind budget allocations excluding all reserves. This trend was anticipated as part of closing the gap on coverage and has not affected any of the service areas. Even though we are not at the required 1.35x coverage, the water utility continues to look into cost cutting measures as part of their everyday operations. Below is the Capital Improvements section of the water utility.

	Adopted Budget	Y-T-D	% Used
Construction:			
Legal Advertising	0	62	0.00%
Investment Expense	4,000	2,575	0.00%
Building Purchase	0	14,286	0.00%
Aresinic Mitigation	250,000	424,956	169.98%
Bonding Expense	33,690,000	0	0.00%
Valve Replacement	25,000	0	0.00%
Aid in Lieu of Construction	130,000	117,374	0.00%
Fire Hydrant Improvements	500,000	31,273	6.25%
HWY 260 H2O System Upgrades	1,250,000	450	0.04%
Well Booster Station	25,000	16,175	64.70%
Well Improvements	0	70,426	0.00%
Well Acquisitions	250,000	0	0.00%
W Mingus Reconstruction/Sys Upgrades	256,000	0	0.00%
Water System Upgrades	500,000	98,759	0.00%
Land Acquisition	200,000	0	0.00%
Subtotal construction expenses	37,080,000	776,337	2.09%

DEBT SERVICE FUNDS

Debt Service

As in the past, this fund continues to be in good shape. Sales taxes and little interest income provide all of the revenues for this fund. Expenditures consist of principal and interest on loans and bond issues. Also included are any trustee fees assessed for managing the Debt Service Accounts. As of June 1, 2008 the payment for the Recreation Center Bonds were transferred to the Debt Service accounts on recommendation from our external auditors. The debt service for the Recreation Center is solely funded by sales tax revenues.

BRIEF OVERVIEW

There are faint signs that the local economy is trying to turn around. Until we see a clear direction, the City will continue in its traditional fiscally responsible ways of doing business by maintaining its high quality of services while looking for ways to reduce cost and protect its staff. We are committed to protecting our core reserves and will work keep costs down where ever prudently achievable.

As we look for ways to assist in keeping our employees whole by retaining all their benefits and not reducing hours. We continue to protect our current level of services, while maintaining our fiscal integrity and positive outlook.

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2011

General Fund - 01	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	\$8,421,320	\$6,715,947	79.75%
Licenses & permits	114,000	107,293	94.12%
Intergovernmental revenue	2,655,720	1,839,585	69.27%
Charges for services	1,574,800	1,242,678	78.91%
Fines & forfeitures	133,100	114,125	85.74%
Uses of monies & properties	37,700	24,563	65.15%
Miscellaneous revenues	575,875	53,606	9.31%
Total revenues	13,512,515	10,097,796	74.73%
Expenditures:			
Operating:			
Administration	646,000	440,835	68.24%
Personnel	143,860	92,014	63.96%
Council	452,490	236,835	52.34%
Natural resources	56,010	41,595	74.26%
City Clerk	229,435	173,844	75.77%
Finance	339,630	260,395	76.67%
IT Services	88,630	64,978	73.31%
Planning & zoning	294,140	214,536	72.94%
Police	3,266,680	2,310,020	70.71%
Animal control	180,385	99,929	55.40%
Communications	687,750	501,571	72.93%
Economic Development	94,490	67,533	71.47%
Fire	2,472,375	1,701,507	68.82%
Court	419,355	267,463	63.78%
Legal	300,770	213,936	71.13%
Engineering	448,760	319,473	71.19%
Parks & recreation	256,920	229,653	89.39%
Pool	111,490	63,089	56.59%
Weightroom	0	0	0.00%
Rec Center Operations	1,370,435	837,264	61.09%
Building maintenance	436,305	343,314	78.69%
Custodial	112,500	85,419	75.93%
Public Works	262,905	180,024	68.47%
Non-departmental	378,500	298,555	78.88%
Subtotal maintenance and operations	13,049,815	9,043,783	69.30%
Capital outlay:	6,349,265	301,138	4.74%
Total Expenditures	19,399,080	9,344,921	48.17%
Excess (deficiency) of revenues over (under) expenditures	(5,886,565)	752,875	
Other financing sources (uses):			
Operating transfers in	23,490	19,575	83.33%
Sales of City Equipment	10,000	3,494	34.94%
Capital leases	(441,710)	(311,184)	70.45%
Transfers out	(649,125)	(526,092)	81.05%
Total other financing sources (uses)	(1,057,345)	(814,207)	77.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(6,943,910)	(61,332)	
Fund balance, July 1, 2010 (audited)		6,969,407	
Estimated fund balance @ June 30, 2011		\$6,908,075	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2011

HURF - 02

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$781,725	836,094	106.96%
Uses of monies & properties	2,000	1,134	56.68%
Miscellaneous revenues	12,000	120	1.00%
Total revenues	795,725	837,348	105.23%
Expenditures:			
Operating:			
Salaries	191,070	131,287	68.71%
Overtime	750	1,045	139.35%
Health & life insurance	52,140	29,103	55.82%
Temp employees	0	0	0.00%
Clothing allowance	2,000	1,073	53.66%
Travel & training	200	0	0.00%
Subscriptions & dues	150	85	56.67%
Gas & oil	19,000	12,842	67.59%
Vehicle maintenance	10,000	5,244	52.44%
Equipment maintenance	25,000	14,848	59.39%
Computer support	1,100	1,067	97.01%
Operational supplies	1,800	1,692	94.02%
Office supplies	600	44	7.36%
Utilities	8,500	6,681	78.60%
Telephone	1,800	1,580	87.77%
Street lights	46,400	28,933	62.36%
Legal advertising	450	0	0.00%
Engineering Services	1,000	500	0.00%
General counsel	0	0	0.00%
Postage & freight	200	24	12.08%
Bank charges	0	427	0.00%
Tools	3,000	2,981	99.38%
Equipment rental	12,000	2,530	21.08%
Building maintenance & repair	0	32,338	0.00%
Liability insurance	13,200	13,058	98.93%
Worker's compensation	10,740	9,435	87.85%
Social security	11,895	7,924	66.62%
AZ state retirement	18,895	11,204	59.30%
Employee physicals	700	83	11.86%
Medicare tax	2,780	1,853	66.66%
Liability claims deductible	0	0	0.00%
Continuing education	0	0	0.00%
Indirect costs to general fund	144,000	99,152	68.86%
Culverts	5,000	0	0.00%
Materials	26,000	12,047	46.33%
Street signs	14,000	9,310	66.50%
Street marking	50,000	98	0.20%
Rodeo Dr. St. Reimbursement	0	0	0.00%
Contractual services	32,000	20,707	64.71%
Equipment purchase	0	3,464	0.00%
Street light contingency	3,500	0	0.00%
Subtotal maintenance and operations	709,870	462,658	65.18%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2011

HURF - 02 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Debt Service:			
Principal	0	0	0.00%
Interest	0	0	0.00%
Capital Outlay:			
Equipment	0	30,898	0.00%
Pavement Preservation	300,000	17,455	5.82%
Street Contingency	295,645	0	0.00%
Sidewalk Additions	80,000	20,928	26.16%
12th Street Project	0	0	0.00%
W Mingus Reconstruction	1,275,000	7,423	0.58%
12th St 89A to Fir	2,130,000	0	0.00%
Paula St. Reconstruction	0	0	0.00%
Willard Extension	0	75,716	0.00%
Total Expenditures	4,790,515	615,078	12.84%
Excess (deficiency) of revenues over (under) expenditures	(3,994,790)	222,270	
Other Financing Sources (Uses):			
Operating Transfers In	0	0	0.00%
Proceeds from Bonds	3,750,000	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	3,750,000	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(244,790)	222,270	
Fund balance, July 1, 2010 (audited)		939,523	
Estimated fund balance @ June 30, 2011		\$1,161,793	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2011

CATS - 02

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$840,140	270,312	32.17%
Charges for services	119,230	39,066	32.76%
Total revenues	959,370	309,378	32.25%
Expenditures:			
Salaries	348,080	193,147	55.49%
Overtime	4,000	1,357	33.93%
Health/life insurance	100,565	43,842	43.60%
Temporary employee	43,000	7,022	16.33%
Clothing allowance	1,280	143	11.15%
Holiday pay	0	520	0.00%
Travel/training	4,620	1,162	25.16%
Subscriptions/dues	0	1,427	0.00%
Gas & oil	109,870	31,797	28.94%
Vehicle maintenance	126,000	56,298	44.68%
Equipment maintenance	0	0	0.00%
Radio maintenance	2,900	100	3.45%
Computer Support	0	0	0.00%
Office supplies	10,960	392	3.57%
Copier supplies	500	201	40.16%
Utilities	0	0	0.00%
Telephone	0	0	0.00%
Printing & forms	7,750	133	1.72%
Advertising	26,110	1,921	7.36%
Postage & freight	500	921	184.26%
Contractual Services	108,130	335,052	309.86%
Audit expense	800	800	115.17%
Liability insurance	26,160	10,145	38.78%
State compensation insurance	14,975	6,182	41.28%
Social security	24,495	12,064	49.25%
AZ retirement	34,680	17,652	50.90%
Employee physicals / drug tests	3,600	583	16.19%
Medicare	5,730	2,821	49.24%
Continuing education	0	0	0.00%
Indirect costs to GF	65,000	36,185	55.67%
Subtotal maintenance and operations	1,069,705	761,865	71.22%
Capital Outlay:	158,695	0	0.00%
Total Expenditures	1,228,400	761,865	62.02%
Fund balance, July 1, 2008 (unaudited)			
Excess (deficiency) of revenues over (under) expenditures	(269,030)	(452,488)	
Other Financing Sources (Uses):			
Operating Transfers In	0	0	0.00%
Proceeds from Bonds	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	0	0	
Total other financing sources (uses)	0	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses			
	(269,030)	(452,488)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2011

Library - 03

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Other income	\$20,150	\$12,457	61.82%
Interest income	130	78	59.65%
Collection income	0	0	0.00%
Yavapai county	197,250	98,159	49.76%
AZ LSCA/Yavapai county grant	0	0	0.00%
Gates grant	0	0	0.00%
Total revenues	217,530	110,693	50.89%
Expenditures:			
Operating:			
Salaries	352,260	247,029	70.13%
Health & life insurance	77,165	48,242	62.52%
Temp employees	30,500	13,350	43.77%
Holiday pay	0	0	0.00%
Travel & training	180	414	0.00%
Subscriptions & dues	180	429	238.33%
Gas & oil	0	0	0.00%
Vehicle maintenance	0	0	0.00%
Equipment maintenance	9,400	6,950	73.94%
Computer support	1,200	1,410	117.47%
Collection expenses	2,870	1,665	58.00%
Office supplies	6,000	4,114	68.57%
Copier supplies	730	728	99.70%
Utilities	50,000	41,874	83.75%
Telephone	11,900	6,943	58.35%
Special Dept. Supplies	0	0	0.00%
Youth programs	0	190	0.00%
Legal advertising	0	0	0.00%
Postage & freight	8,000	3,626	45.33%
Book purchases	20,000	12,746	63.73%
District - Materials	0	0	0.00%
Network & technology expenses	34,020	10,196	29.97%
Annual volunteer appreciation	800	0	0.00%
Liability Insurance	22,210	14,881	67.00%
Worker's compensation	840	3,044	362.38%
Social security	23,730	15,837	66.74%
AZ state retirement	34,695	24,357	70.20%
Medicare tax	5,550	3,721	67.05%
Continuing education	0	0	0.00%
Recruitment Cost	0	400	0.00%
Indirect costs to general fund	118,000	93,648	79.36%
Subtotal maintenance and operations	810,230	555,794	68.60%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending March 31, 2011

Library - 03 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay:	0	0	0.00%
Total expenditures	810,230	555,794	68.60%
Excess (deficiency) of revenues over (under) expenditures	(592,700)	(445,101)	
Other financing sources (uses):			
Operating transfers in	592,700	493,917	83.33%
Proceeds from bonds	0	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	592,700	493,917	83.33%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	48,816	
Fund balance, July 1, 2010 (audited)		74,051	
Estimated fund balance @ June 30, 2011		\$122,867	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2011

Cemetery 04

	Adopted Budget	Y-T-D	% Used
Revenues:			
Interest Income	\$10	\$2	21.70%
Charges for services	\$2,300	\$1,400	0.00%
Total revenues	2,310	1,402	60.70%
Expenditures:			
Utilities	22,000	13,634	61.97%
Telephone	620	372	59.97%
Grave Liners	2,800	0	0.00%
Miscellaneous Expense	500	627	125.32%
Indirect Costs	15,000	1,690	11.26%
Subtotal maintenance and operations	40,920	16,322	39.89%
Capital improvements - hangars	0	0	0.00%
Total expenditures	40,920	16,322	39.89%
Excess (deficiency) of revenues over (under) expenditures	(38,610)	(14,920)	
Other financing sources (uses):			
Operating transfers in	38,610	32,175	83.33%
Proceeds from lease purchase	0	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	38,610	32,175	83.33%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	17,255	
Fund balance, July 1, 2010 (audited)		0	
Estimated fund balance @ June 30, 2011		\$17,255	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2011

Airport - 05

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Other Income	\$1,000	\$0	0.00%
Late Fees	\$0	\$182	0.00%
Tie down rent	22,500	15,888	70.61%
Airpark Rents	0	0	0.00%
FBO building rental income	26,400	14,700	55.68%
1 Fuel sales income	4,800	1,393	29.02%
Land lease fees	33,000	8,006	24.26%
City hangar lease fees	30,650	32,289	105.35%
Total revenues	118,350	72,459	61.22%
Expenditures:			
Equipment maintenance	9,000	4,155	46.16%
Operational Supplies	4,000	261	6.53%
2 Airport Annual Event	5,000	6,471	129.43%
Utilities	11,500	8,846	76.92%
Telephone	1,150	584	50.77%
General Counsel	0	0	0.00%
Contractual Services	2,000	2,158	0.00%
Fuel Expense	0	0	0.00%
Bank Charges	0	240	0.00%
Building maintenance	24,000	7,001	29.17%
Liability Insurance	5,200	0	0.00%
Equipment Purchase	0	0	0.00%
Indirect costs	41,700	40,060	96.07%
Subtotal maintenance and operations	103,550	69,776	67.38%
Capital improvements - hangars	0	0	0.00%
Total expenditures	103,550	69,776	67.38%
Excess (deficiency) of revenues over (under) expenditures	14,800	2,682	
Other financing sources (uses):			
Operating transfers in	17,815	0	0.00%
Proceeds from lease purchase	0	0	0.00%
Capital leases	0	0	0.00%
Transfers out	(32,615)	(19,575)	60.02%
Total other financing sources (uses)	(14,800)	(19,575)	132.26%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	(16,893)	
Fund balance, July 1, 2010 (audited)		(10,103)	
Estimated fund balance @ June 30, 2011		(\$26,996)	

Notes:

1 A new FBO was put in place as of January 1st and all fuel sales went to the new FBO

2 This is a annual event and all expenditures will be final after the event in October.

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2011

Sewer Consolidated - 06

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	\$0	\$0	0.00%
Charges for services	1,250,900	995,772	79.60%
Uses of monies & properties	60,500	1,207	2.00%
Miscellaneous revenues	44,500	66,415	149.25%
Total revenues	1,355,900	1,063,394	78.43%
Expenditures:			
Operating:			
Salaries	380,590	264,107	69.39%
Overtime	36,000	34,829	96.75%
Health & life insurance	86,245	48,686	56.45%
Temporary Employees	0	0	0.00%
Clothing allowance	2,500	0	0.00%
Holiday pay	2,000	984	49.20%
Travel & training	2,000	565	28.23%
Subscriptions & dues	750	0	0.00%
Printing & forms	1,500	1,098	73.19%
Bad debt expense	12,000	3,843	32.03%
Gas & oil	8,000	7,856	98.21%
Vehicle maintenance	7,000	3,973	56.76%
Equipment maintenance	150,000	104,109	69.41%
Chlorine	2,000	2,142	107.11%
Polymer	16,000	13,695	85.60%
Computer support	4,000	5,161	129.02%
Operational supplies	28,000	10,962	39.15%
Office supplies	1,600	1,183	73.91%
Copier Supplies	750	515	68.71%
Utilities	316,500	263,390	83.22%
Telephone	3,000	3,191	106.37%
Legal Advertising	0	0	0.00%
General Counsel	0	0	0.00%
Contractual services	54,000	14,167	26.24%
Sludge disposal	100,000	40,851	40.85%
Postage & freight	11,000	8,250	75.00%
Bank Charges	400	0	0.00%
Odor control supplies	0	0	0.00%
Lab / testing	50,000	35,797	71.59%
Tools	1,500	2,403	160.19%
Equipment rental	1,500	364	24.27%
Building maintenance	3,000	0	0.00%
Liability insurance	36,750	30,168	82.09%
Worker's compensation	11,275	4,985	44.21%
Social security	25,955	18,447	71.07%
AZ state retirement	41,225	29,781	72.24%
Employee physicals	0	83	0.00%
Medicare tax	6,070	4,314	71.08%
ADEQ annual fee	15,000	15,651	104.34%
Continuing education	0	0	0.00%
Reserve replacement fund	0	0	0.00%
Indirect costs to general fund	110,000	89,654	81.50%
Subtotal maintenance and operations	1,528,110	1,065,205	69.71%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending March 31, 2011

Sewer Consolidated - 06 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Capital Outlay:	3,872,050	73,046	1.89%
Total Expenditures	5,400,160	1,138,251	21.08%
Excess (deficiency) of revenues over (under) expenditures	(4,044,260)	(74,857)	
Other Financing Sources (Uses):		0	
Operating transfers in	500,000	0	0.00%
Proceeds from bonds / loans	4,000,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	4,500,000	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses - Net Income	\$455,740	(\$74,857)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2011

**Sewer Construction
& Administration - 06**

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
City sales tax	\$0	\$0	0.00%
User fees - admin residential	135,000	99,409	73.64%
User fees - admin commercial	23,900	17,501	73.23%
User fees - admin multi-residential	90,000	66,536	73.93%
Recovery of bad debts	0	9	0.00%
Sale of City Property	0	742	0.00%
Other income	5,500	0	0.00%
Interest income	30,000	4,379	14.60%
Interest - equipment reserve	28,000	0	0.00%
Interest - expansion fund	2,000	(5,751)	-287.55%
Interest - bond reserve fund	0	0	0.00%
Total revenues	314,400	182,825	58.15%

Expenditures:

Administration

Salaries	92,780	62,294	67.14%
Overtime and Holiday Pay	1,000	1,843	184.25%
Health & life insurance	24,635	10,011	40.64%
Temp Employees	0	0	0.00%
Travel & training	0	0	0.00%
Subscriptions & dues	0	0	0.00%
Printing & forms	1,500	1,098	73.19%
Bad debt expense	12,000	3,843	32.03%
Equipment maintenance	0	0	0.00%
Computer support	1,500	2,930	195.31%
Office supplies	400	467	116.73%
Copier Supplies	250	8	3.22%
Utilities	1,500	2,000	133.34%
Telephone	0	647	0.00%
General Counsel	0	0	0.00%
Contractual Services	4,000	8,283	207.06%
Legal advertising	0	0	0.00%
Postage & freight	6,000	5,163	86.05%
Bank charges	400	0	0.00%
Liability insurance	5,610	5,120	91.26%
Worker's compensation	485	101	20.82%
Social security	5,815	3,968	68.23%
AZ state retirement	9,235	6,470	70.06%
Medicare tax	1,360	928	68.26%
Continuing education	0	0	0.00%
Indirect costs to general fund	110,000	89,654	81.50%
Subtotal maintenance and operations	278,470	204,827	73.55%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2011

**Sewer Construction
& Administration - 06 (page 2)**

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay	0	0	0.00%
Construction:			
Legal fees	50	0	0.00%
Legal Advertising	0	173	0.00%
Investment Expense	4,000	227	0.00%
ADEQ Gardner Prop Cleanup	200,000	3,148	1.57%
Rodeo Dr. Reimbursement	0	0	0.00%
260-Design	0	0	0.00%
260-Construction	1,900,000	0	0.00%
Line extensions	255,000	5,883	0.00%
Pump System Upgrade	0	0	0.00%
Riverfront WWTP Design	500,000	6,996	0.00%
Effluent disposal system	0	0	0.00%
WWTP-Master Plan	0	0	0.00%
WWTP-Head Works	0	0	0.00%
Lift Station	400,000	0	0.44%
WWTP-Upgrades	500,000	0	0.00%
Construction - general	0	0	0.00%
Construction - solids handling	0	0	0.00%
Consultant service	0	0	0.00%
Subtotal construction expenses	3,759,050	16,428	0.44%
Total Expenditures	4,037,520	221,255	5.48%
Excess (deficiency) of revenues over (under) expenditures	(3,723,120)	(38,430)	
Other Financing Sources (Uses):			
Operating transfers in	500,000	0	0.00%
Proceeds from other sources	4,000,000	0	0.00%
Capital leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	4,500,000	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	2,367,700		
	776,880	(38,430)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2011

Sewer Maintenance & Operations- 06

	Adopted Budget	Y-T-D	% Used
Revenues:			
City sales tax	\$0	\$0	0.00%
User fees - M&O residential	380,000	298,185	78.47%
User fees - M&O multi-residential	250,000	199,706	79.88%
User fees - M&O commercial	355,000	257,021	72.40%
Tap fees	0	0	0.00%
Reserves -	0	10,874	0.00%
Impact fees	8,000	46,462	580.78%
Effluent Revenue	9,000	10,210	113.45%
Building Rental	19,000	32,000	168.42%
Late fees - interest charges	20,000	23,533	117.66%
Connection fees	500	2,579	515.80%
Total revenues	1,041,500	880,569	84.55%
Expenditures:			
Operating:			
Salaries	287,810	201,813	70.12%
Overtime	35,000	32,986	94.25%
Health & life insurance	61,610	38,676	62.77%
Temporary Employees	0	0	0.00%
Clothing allowance	2,500	0	0.00%
Holiday pay	2,000	984	49.20%
Travel & training	2,000	565	28.23%
Subscriptions & dues	750	0	0.00%
Gas & oil	8,000	7,856	98.21%
Vehicle maintenance	7,000	3,973	56.76%
Equipment maintenance	150,000	104,109	69.41%
Chlorine	2,000	2,142	107.11%
Polymer	16,000	13,695	85.60%
Computer support	2,500	2,231	89.24%
Operational supplies	28,000	10,962	39.15%
Office supplies	1,200	716	59.64%
Copier supplies	500	507	101.45%
Utilities	315,000	261,390	82.98%
Telephone	3,000	2,544	84.81%
Legal advertising	0	0	0.00%
Contractual services	50,000	5,885	11.77%
Sludge disposal	100,000	40,851	40.85%
Postage & freight	5,000	3,087	61.73%
Odor control supplies	0	0	0.00%
Lab / testing	50,000	35,797	71.59%
Tools	1,500	2,403	160.19%
Equipment rental	1,500	364	24.27%
Building maintenance	3,000	0	0.00%
Liability insurance	31,140	25,049	80.44%
Worker's compensation	10,790	4,884	45.26%
Social security	20,140	14,479	71.89%
AZ state retirement	31,990	23,311	72.87%
Employee physicals	0	83	0.00%
Medicare tax	4,710	3,386	71.89%
ADEQ annual fee	15,000	15,651	104.34%
Continuing education	0	0	0.00%
Reserve replacement fund	0	0	0.00%
Subtotal maintenance and operations	1,249,640	860,378	68.85%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending March 31, 2011

Sewer Maintenance & Operations- 06
 (page 2)

	Adopted Budget	Y-T-D	% Used
Capital Outlay:	113,000	56,618	50.10%
Total Expenditures	<u>1,362,640</u>	<u>916,996</u>	<u>67.30%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(321,140)</u>	<u>(36,427)</u>	
Other Financing Sources (Uses):		0	
Operating transfers in	0	0	0.00%
Proceeds from bonds	0	0	0.00%
Capital leases	0	0	0.00%
Transfers out	<u>0</u>	<u>0</u>	<u>0.00%</u>
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(321,140)</u>	<u>(36,427)</u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending March 31, 2011

Grants - 07 & 08

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$448,870	\$0	0.00%
Other Income	0	2	0.00%
Total revenues	448,870	2	0.00%
Expenditures:			
Capital Outlay:	457,995	303	0.07%
Total Expenditures	457,995	303	0.07%
		0	
Excess (deficiency) of revenues over (under) expenditures	(9,125)	(302)	
		0	
Other Financing Sources (Uses):			
Operating Transfers In	9,125	0	0.00%
Proceeds from Bonds	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	9,125	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	(302)	
Fund balance, July 1, 2010 (audited)		156,996	
Estimated fund balance @ June 30, 2011		\$156,694	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
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Alt. Firefighter's Pension - 09

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Contributions	\$750	\$11,041	1472.07%
Uses of monies & properties	43,000	30,348	70.58%
Total revenues	43,750	41,388	94.60%
Expenditures:			
Benefits	13,600	3,600	26.47%
Administration	4,000	18,686	467.14%
Total Expenditures	17,600	22,286	126.62%
Excess (deficiency) of revenues over (under) expenditures	26,150	19,103	
Other Financing Sources (Uses):			
Operating Transfers In	0	0	0.00%
Proceeds from Bonds	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	0	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	26,150	19,103	
Fund balance, July 1, 2010 (audited)		82,973	
Estimated fund balance @ June 30, 2011		\$102,076	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
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Employee Benefit Trust - 10

	Adopted Budget	Y-T-D	% Used
Revenues:			
Contributions	\$0	\$0	0.00%
Reinsurance reimbursements	0	0	0.00%
Miscellaneous revenues	4,000	(817)	-20.42%
Total revenues	4,000	(817)	-20.42%
Expenditures:			
Premiums	30,000	13,465	44.88%
Benefits	0	0	0.00%
Miscellaneous	24,000	0	0.00%
Total Expenditures	54,000	13,465	24.94%
Excess (deficiency) of revenues over (under) expenditures	(50,000)	(14,282)	
Other Financing Sources (Uses):			
Operating Transfers In	0	0	0.00%
Proceeds from Bonds	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	0	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(50,000)	(14,282)	
Fund balance, July 1, 2010 (audited)		200,101	
Estimated fund balance @ June 30, 2011		\$185,819	

Statement of Revenues, Expenditures and Changes in Fund Balance
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Capital Projects - 11

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	\$0	\$0	0.00%
Use of monies & properties	0	(178,064)	0.00%
Other Income	0	0	0.00%
Intergovernmental revenue	0	0	0.00%
Total revenues	0	(178,064)	0.00%
Expenditures:			
Capital outlay:			
Investment Expenses	0	999	0.00%
Riverfront Park Improvements	116,000	1,321	0.00%
Land Acquisition		300,810	0.00%
Fire Station Design	120,000	0	0.00%
Old Town Parking	150,000	0	0.00%
Old Town Jail	70,000	11,894	0.00%
Architecture - Communciations Bldg.	360,000	52,500	14.58%
Rec Center Remaining Expenses	0	183,496	0.00%
Court Counstruction	0	68,239	0.00%
Old Court Bldg Remodel	100,000	0	0.00%
Evidence Building	0	29,753	0.00%
Architecture-City Hall	100,000	0	0.00%
Garrison Park	0	950	0.00%
Library Parking Lot	78,000	0	0.00%
Portal Signs	5,000	0	0.00%
Total Expenditures	1,099,000	649,963	59.14%
Excess (deficiency) of revenues over (under) expenditures	(1,099,000)	(828,026)	
Other Financing Sources (Uses):			
Operating Transfers In	0	0	0.00%
Proceeds from Bonds / Leases	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	(500,000)	0	0.00%
Total other financing sources (uses)	(500,000)	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(1,599,000)	(828,026)	
Fund balance, July 1, 2010 (audited)		14,828,396	
Estimated fund balance @ June 30, 2011		\$14,000,370	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2011

Debt Service - 13

	Adopted Budget	Y-T-D	% Used
Revenues:			
Taxes	\$1,701,775	\$1,377,038	80.92%
Uses of monies & properties	110	1,191	1082.78%
Total revenues	<u>1,701,885</u>	<u>1,378,229</u>	<u>80.98%</u>
Expenditures:			
Trustee fees	20,000	360	0.00%
Rodeo Drive Reimbursement	0	0	0.00%
Debt service:		0	
Interest	865,025	648,771	75.00%
Principal	1,205,000	903,750	75.00%
Total Expenditures	<u>2,090,025</u>	<u>1,552,881</u>	<u>74.30%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(388,140)</u>	<u>(174,651)</u>	
Other Financing Sources (Uses):			
Operating Transfers In	0	0	0.00%
Proceeds from Bonds	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(388,140)</u>	<u>(174,651)</u>	
Fund balance, July 1, 2010 (audited)		1,210,129	
Estimated fund balance @ June 30, 2011		<u><u>\$1,035,478</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2011

Water Consolidated - 16

	Adopted Budget	Y-T-D	% Used
Revenues: Note 1			
Taxes	\$0	\$0	0.00%
Charges for services	5,114,960	3,658,232	71.52%
Uses of monies & properties	657,820	382,785	58.19%
Miscellaneous revenues	75,000	279,158	372.21%
Total revenues	5,847,780	4,320,174	73.88%
Expenditures:			
Operating:			
Salaries	645,480	405,404	62.81%
Overtime	51,500	104,219	202.37%
Health & life insurance	192,390	115,755	60.17%
Temporary Employees	0	4,147	0.00%
Clothing allowance	6,000	1,901	31.68%
Holiday pay	2,000	0	0.00%
Travel & training	9,000	1,758	19.54%
Subscriptions & dues	1,600	1,040	65.02%
Printing & forms	15,000	6,631	44.21%
Bad debt expense	0	0	0.00%
Gas & oil	40,000	25,330	63.32%
Vehicle maintenance	12,000	12,013	100.11%
Equipment maintenance	201,000	190,214	94.63%
Chlorine	100,000	41,204	41.20%
Polymer	0	0	0.00%
Computer support	4,000	4,200	105.00%
Operational supplies	14,000	18,074	129.10%
Office supplies	7,500	12,553	167.37%
Copier Supplies	2,500	1,342	53.69%
Verde River Days	1,000	1,000	100.00%
Utilities	304,000	261,334	85.97%
Telephone	14,500	29,279	201.92%
Legal Advertising	1,500	458	30.54%
Contractual services	280,000	82,885	29.60%
Water System Evaluation	0	0	0.00%
General Counsel	0	0	0.00%
Contractual SVCS-M&O	400,000	0	0.00%
Postage & freight	36,500	43,008	117.83%
Bank Charges	0	0	0.00%
Lab / testing	20,000	7,347	36.74%
Tools	4,000	4,921	123.02%
Equipment rental	3,000	76	2.55%
Building maintenance	2,500	5,661	226.44%
Liability insurance	47,540	60,787	127.87%
Worker's compensation	34,160	14,079	41.21%
Social security	43,340	30,729	70.90%
AZ state retirement	65,620	50,406	76.82%
Employee physicals	0	0	0.00%
Medicare tax	10,140	7,186	70.87%
ADEQ annual fee	30,000	24,517	81.72%
Continuing education	0	0	0.00%
Payment Assistance Program	10,500	0	0.00%
Verde River Basin Partnership	0	0	0.00%
Trust Land Annexation	0	3,721	0.00%
Arsenic System Maintenance	250,000	9,868	0.00%
Reserve replacement fund	0	0	0.00%
Reserve Resource Development	1,996,800	0	0.00%
Reserve Water Advisory	95,660	1,677	1.75%
Reserve Adjudication	140,350	13,737	9.79%
Reserve Water Conservation	123,220	3,067	2.49%
Indirect costs to general fund	368,000	252,608	68.64%
Subtotal maintenance and operations	5,586,300	1,854,137	33.19%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending March 31, 2011

Water Consolidated - 16 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Debt Service	2,518,800	1,887,228	74.93%
Capital Outlay:	37,212,800	849,779	2.28%
Total Expenditures	45,317,900	4,591,144	10.13%
Excess (deficiency) of revenues over (under) expenditures	(39,470,120)	(270,970)	0.69%
Other Financing Sources (Uses):			
Operating transfers in	0	0	0.00%
Proceeds from bonds / loans	36,910,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	36,910,000	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses - Net Income	(\$2,560,120)	(\$270,970)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2011

**Water Construction
& Administration - 16**

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
City sales tax	\$0		0.00%
User fees	4,970,000	3,373,335	67.87%
Service Turn Ons	56,900	47,700	83.83%
Meter Installation	2,000	11,198	559.90%
Impact Fees	5,850	155,425	2656.84%
Collection fees/late fees	80,210	67,482	84.13%
Reimbursement Clarkdale	27,000	270,777	1002.88%
Res-Resource Development Fees	420,760	330,616	78.58%
Res-Water Advisory Committee	33,665	26,652	79.17%
Res-Adjudication	43,125	30,667	71.11%
Res-Water Conservation	26,280	20,651	78.58%
Recapture Agreements	0		0.00%
Other income	48,000	8,303	0.00%
Building Rental	7,800	5,200	66.67%
Sale of City Property	0	77	0.00%
Drought Water Shortage PP	0	3,092	0.00%
Interest income	125,910	(31,166)	-24.75%
Total revenues	5,847,500	4,320,009	73.88%

Expenditures:

Administration			
Salaries	128,670	87,472	67.98%
Overtime and Holiday Pay	1,500	2,910	193.99%
Health & life insurance	36,690	19,082	52.01%
Temp Employees	0	0	0.00%
Travel & training	1,500	973	64.88%
Subscriptions & dues	100	125	125.00%
Printing & forms	15,000	6,631	44.21%
Bad debt expense	0	0	0.00%
Equipment maintenance	1,000	1,073	107.28%
Computer support	3,000	1,981	66.03%
Office supplies	1,500	6,892	459.47%
Copier Supplies	500	239	47.89%
Utilities	4,000	2,205	55.12%
Telephone	4,500	2,337	51.94%
Contractual Services	100,000	37,526	37.53%
Growth Premium	30,000	25,500	85.00%
Water System Evaluation	0	0	0.00%
General Counsel	0	0	0.00%
Legal advertising	500	0	0.00%
Postage & freight	35,000	30,136	86.10%
Bank charges	0	0	0.00%
Liability insurance	17,290	2,984	17.26%
Worker's compensation	560	111	19.82%
Social security	8,070	5,626	69.72%
AZ state retirement	12,820	9,178	71.59%
Medicare tax	1,890	1,315	69.60%
Continuing education	0	0	0.00%
Indirect costs to general fund	368,000	252,608	68.64%
Payment Assistance Program	10,500	0	0.00%
Verde River Basin Partnership	0	0	0.00%
Trust Land Annexation	0	3,721	0.00%
Reserve Resource Development	1,996,800	0	0.00%
Reserve Water Advisory	95,660	1,677	1.75%
Reserve Adjudication	140,350	13,737	9.79%
Reserve Water Conservation	123,220	3,067	2.49%
Unrestricted Reserve	0	0	0.00%
Subtotal maintenance and operations	3,138,620	519,106	16.54%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending March 31, 2011

**Water Construction
 & Administration - 16 (page 2)**

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay	100,000	16,680	16.68%
Construction:			
Legal Advertising	0	62	0.00%
Investment Expense	4,000	2,575	0.00%
Building Purchase	0	14,286	0.00%
Aresinic Mitigation	250,000	424,956	169.98%
Bonding Expense	33,690,000	0	0.00%
Valve Replacement	25,000	0	0.00%
Aid in Lieu of Construction	130,000	117,374	0.00%
Fire Hydrant Improvements	500,000	31,273	6.25%
HWY 260 H2O System Upgrades	1,250,000	450	0.04%
Well Booster Station	25,000	16,175	64.70%
Well Improvements	0	70,426	0.00%
Well Acquisitions	250,000	0	0.00%
W Mingus Reconstruction/Sys Upgrades	256,000	0	0.00%
Water System Upgrades	500,000	98,759	0.00%
Land Acquisition	200,000	0	0.00%
Subtotal construction expenses	37,080,000	776,337	2.09%
Total Expenditures	40,318,620	1,312,123	3.25%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2011

Water Maintenance & Operations- 16

Adopted Budget	Y-T-D	% Used
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Expenditures:

Operating:

Salaries	516,810	317,932	61.52%
Overtime	50,000	101,309	202.62%
Health & life insurance	155,700	96,673	62.09%
Temporary Employees	0	4,147	0.00%
Clothing allowance	6,000	1,901	31.68%
Holiday pay	2,000	0	0.00%
Travel & training	7,500	785	10.47%
Subscriptions & dues	1,500	915	61.02%
Gas & oil	40,000	25,330	63.32%
Vehicle maintenance	12,000	12,013	100.11%
Equipment maintenance	200,000	189,142	94.57%
Chemicals	100,000	41,204	41.20%
Polymer	0	0	0.00%
Computer support	1,000	2,219	221.90%
Operational supplies	14,000	18,074	129.10%
Office supplies	6,000	5,661	94.34%
Copier supplies	2,000	1,103	55.14%
Verde River Days	1,000	1,000	100.00%
Utilities	300,000	259,129	86.38%
Telephone	10,000	26,942	269.42%
Legal advertising	1,000	397	39.65%
Contractual services	150,000	19,859	13.24%
Contractual SVCS-M&O	400,000	0	0.00%
Postage & freight	1,500	12,872	858.13%
Lab / testing	20,000	7,347	36.74%
Tools	4,000	4,921	123.02%
Equipment rental	3,000	76	2.55%
Building maintenance	2,500	5,661	226.44%
Liability insurance	30,250	57,803	191.09%
Worker's compensation	33,600	13,968	41.57%
Social security	35,270	25,103	71.17%
AZ state retirement	52,800	41,228	78.08%
Employee physicals	0	0	0.00%
Medicare tax	8,250	5,871	71.16%
ADEQ annual fee	30,000	24,517	81.72%
Arsenic System Maintenance	250,000	9,868	3.95%
Continuing education	0	0	0.00%
Reserve replacement fund	0	0	0.00%
Subtotal maintenance and operations	2,447,680	1,334,969	54.54%

1,391,731.40

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2011

Water Debt Service - 16

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Use of monies & properties	280	166	59.21%
Other Income	0	0	0.00%
Intergovernmental revenue	0	0	0.00%
Total Revenues	280	166	59.21%
Debt Service:			
Principal	920,000	690,000	75.00%
Interest	1,592,300	1,194,228	75.00%
Trustee Fees	6,500	3,000	46.15%
Capital Outlay:	32,800	56,762	173.06%
Total Expenditures	4,999,280	1,943,990	38.89%
Excess (deficiency) of revenues over (under) expenditures	4,999,280	2,376,018	
Other Financing Sources (Uses):			
Operating transfers in	0	0	0.00%
Proceeds from bonds	36,910,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	36,910,000	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(2,560,120)	1,064,061	