

FY 2016 3rd Quarter Financial Report



City of Cottonwood

Compiled by:

Jesus R. Rodriguez, CGFM

Administrative Services General
Manager

Kirsten Lennon,

Accounting & Budget Manager



City of Cottonwood
Fiscal Year 2016 – 3rd Quarter Report
For The Period Ending March 31, 2016

Table of Contents

Executive Summary	1
General Fund	2
Special Revenue Fund	6
Capital Projects Fund	8
Enterprise Funds	9
Debt Services Fund	9
Brief Overview	10
Departmental Worksheets	11

EXECUTIVE SUMMARY

Monthly	United States	Arizona	Yavapai County	Cottonwood
Apr-14	6.3%	6.9%	5.9%	5.9%
May-14	6.3%	6.8%	6.0%	6.0%
Jun-14	6.1%	6.7%	7.1%	7.1%
Jul-14	6.2%	6.7%	7.0%	6.8%
Aug-14	6.1%	6.6%	7.1%	6.6%
Sep-14	5.9%	6.6%	6.9%	6.1%
Oct-14	5.7%	6.5%	6.8%	6.0%
Nov-14	5.8%	6.5%	6.8%	6.3%
Dec-14	5.6%	6.4%	6.7%	6.3%
Jan-15	5.7%	6.4%	6.3%	6.3%
Feb-15	5.5%	6.3%	5.8%	5.8%
Mar-15	5.5%	6.2%	5.1%	5.1%
Apr-15	5.4%	6.1%	5.2%	5.2%
May-15	5.5%	6.1%	4.8%	4.8%
Jun-15	5.3%	6.0%	5.8%	5.7%
Jul-15	5.3%	6.0%	6.0%	6.0%
Aug-15	5.1%	6.0%	6.0%	6.0%
Sep-15	5.1%	5.9%	5.6%	5.6%
Oct-15	5.0%	5.9%	5.4%	5.4%
Nov-15	5.0%	5.9%	5.2%	5.3%
Dec-15	5.0%	5.9%	5.0%	5.0%
Jan-16	4.9%	5.6%	5.1%	5.1%
Feb-16	4.9%	5.5%	5.0%	5.0%
Mar-16	5.0%	5.4%	4.8%	4.8%

This report is a summary of significant items impacting the overall City as well as highlights of the organization’s major revenues affecting the its funds. Those funds are the General Fund, Highway User Revenue Fund (HURF), two Enterprise Funds, a Debt Services Fund and Capital Improvement Fund. All funds will be reflected in the attached computer printout.

Unemployment & Construction Information: Overall the City of Cottonwood has a slow but steady increase in its major revenue sources. There are some issues that we are looking at closely as they affect the overall health of our local economy. The two major issues being that of unemployment rates and new construction.

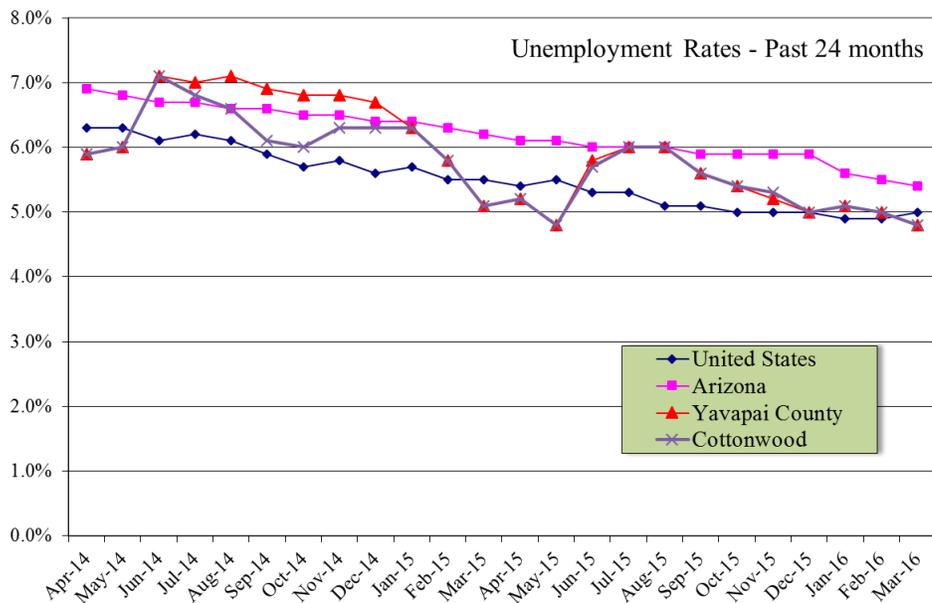
Unemployment has come down dramatically at all levels of government. Since Cottonwood’s peak of 11.8% back in January 2010 unemployment has declined about 7%. It has been hovering around the 5% range for the past six months. Over the past two years we have seen a steady decrease in the rates.

As for local building, our construction sales tax is down \$69,782 over last year’s \$150,741.

Currently we are down by 46.3% to \$80,959. If this trend continues, it will be the second consecutive year we take a loss in construction sales tax.

We believe that part of the decline in this revenue may be the changes in how tax is collected and submitted by builders and businesses alike. We will be asking our sales tax auditor to look into this issue.

We are looking forward to the Vineyards and 89 & Vine Subdivisions to begin construction. Those developments will help our construction sales tax greatly.



GENERAL FUND

The following tables and graphs reflect the General Fund major revenue sources. All of the information compares monthly collections for similar periods from prior years. The major revenues consist of local sales tax as well as state shared resources

Local Sales Tax

The local sales tax (3%) comprises over 50% of the overall General Fund revenues. Currently we are trending at 5.8% over last year at this same period. At this rate we will finish off the fiscal year with approximately \$12,972,747 in sales tax revenue. The City has not raised the local sales tax since FY 2008. At that time the council approved an increase of 0.8% to make the current sales tax rate.

Local Sales Tax

	FY 2013		FY 2014		FY 2015		FY 2016	
Jul	\$832,338	3.25%	\$902,118	8.38%	\$1,010,689	12.04%	\$1,106,111	9.44%
Aug	831,993	10.03%	925,936	11.29%	962,616	3.96%	972,558	1.03%
Sep	837,190	-1.12%	876,758	4.73%	953,901	8.80%	1,009,710	5.85%
Oct	902,089	10.63%	935,859	3.74%	909,990	-2.76%	1,095,712	20.41%
Nov	837,340	4.31%	979,277	16.95%	1,064,350	8.69%	1,044,333	-1.88%
Dec	1,043,128	7.00%	1,080,777	3.61%	1,137,286	5.23%	1,167,113	2.62%
Jan	861,709	1.98%	897,108	4.11%	913,590	1.84%	904,463	-1.00%
Feb	824,472	-4.35%	889,440	7.88%	967,464	8.77%	1,066,400	10.23%
Mar	950,700	9.31%	1,030,580	8.40%	1,106,094	7.33%	1,179,638	6.65%
Apr	951,558	6.15%	1,067,508	12.19%	1,095,223	2.60%		-100.00%
May	982,181	9.80%	1,002,215	2.04%	1,100,716	9.83%		-100.00%
Jun	993,955	13.15%	940,480	-5.38%	1,039,657	10.55%		-100.00%
	\$10,848,654	5.86%	\$11,528,057	6.26%	\$12,261,576	6.36%	\$9,546,038	-22.15%



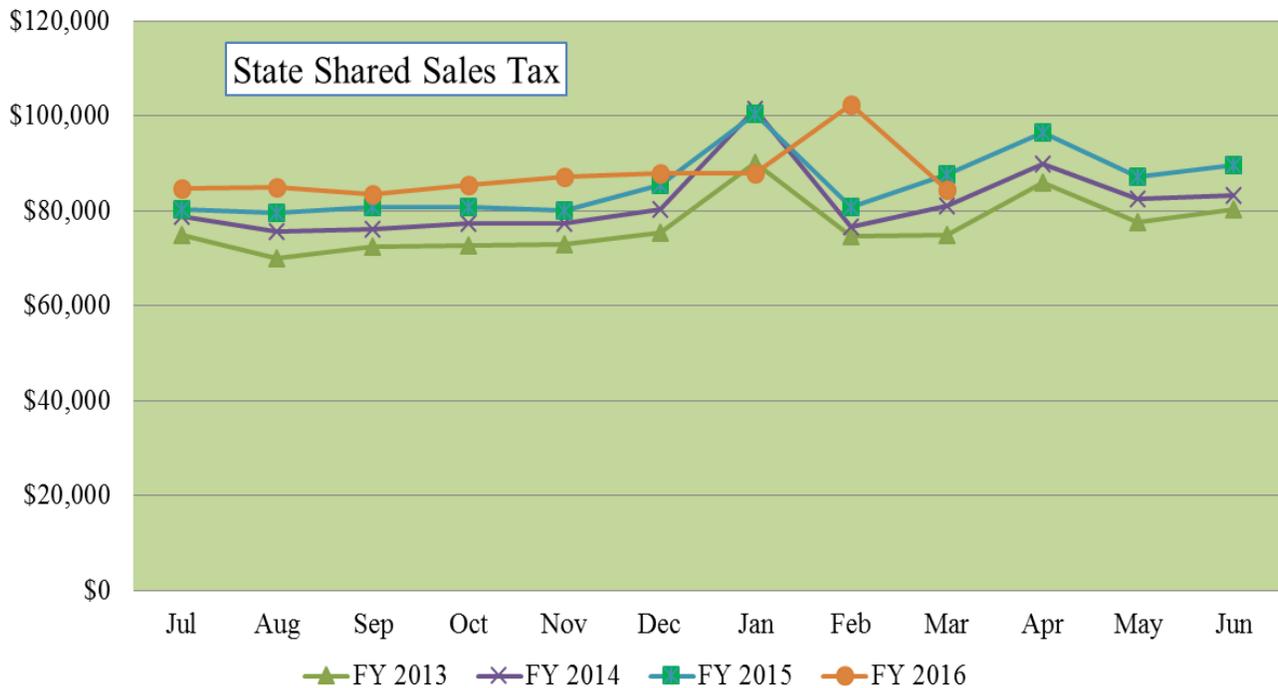
State Shared Sales Tax

This revenue is one of several state shared revenues. For the past three years this revenue stream has shown some steady improvements. Currently this revenue is 4.3% over last year at this same time. At the current trend this major revenue source is anticipated to end the year at approximately \$1,073,700.

Description - Arizona cities and towns share a portion of the total amount collected from the State Sales Tax. A city's portion of the State Sales Tax is based on the relationship of its population to the total population of all cities and towns within the state. The State has a separate tax code that differs from the City. For example, the State does not tax food whereas the City does. There is no direct correlation between City sales tax and State Shared Sales Tax.

State Shared Sales Tax - 01-0000-420000

	FY 2013		FY 2014		FY 2015		FY 2016	
Jul	\$74,927	5.02%	\$78,926	5.34%	\$80,409	1.88%	\$84,828	5.50%
Aug	69,903	3.28%	75,616	8.17%	79,552	5.20%	84,941	6.77%
Sep	72,403	3.03%	76,206	5.25%	80,698	5.89%	83,476	3.44%
Oct	72,594	2.16%	77,314	6.50%	80,728	4.42%	85,388	5.77%
Nov	73,042	6.83%	77,348	5.90%	80,131	3.60%	87,178	8.79%
Dec	75,437	5.69%	80,201	6.32%	85,569	6.69%	87,828	2.64%
Jan	90,164	5.74%	101,466	12.54%	100,481	-0.97%	87,828	-12.59%
Feb	74,616	7.40%	76,669	2.75%	80,866	5.47%	102,375	26.60%
Mar	74,975	1.47%	81,052	8.10%	87,669	8.16%	84,585	-3.52%
Apr	86,010	5.42%	89,870	4.49%	96,493	7.37%		-100.00%
May	77,712	3.39%	82,615	6.31%	87,147	5.49%		-100.00%
Jun	80,278	7.39%	83,254	3.71%	89,672	7.71%		-100.00%
	✓ \$922,061	4.75%	✓ \$980,536	6.34%	✓ \$1,029,415	4.98%	✓ \$788,427	-23.41%



Motor Vehicle Tax

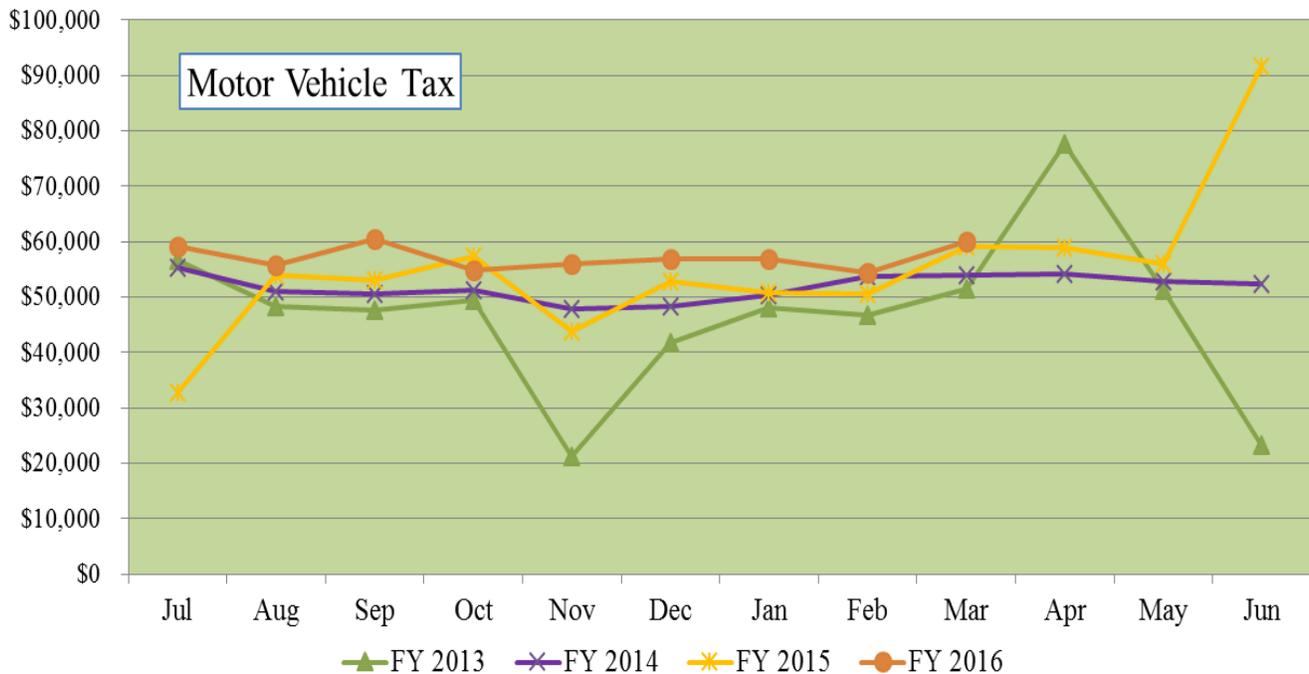
The Motor Vehicle Tax occasionally goes all over the place. Such was the case in FY 2013. State distribution was very inconsistent where one month we will get one disbursement and the following month we get three, then two. Distribution has improved over the year, though FY 2015 has an anomaly with a larger than normal final distribution in June 2015. This revenue source has shown some slow improvements over the past years.

Currently this revenue is 0.13% over last year at this same time. We would venture to guess that we will finish the year around \$661,000.

Description - Arizona cities receive a 25% share of the net revenues collected for the licensing of vehicles in their related county. Each city's share within their county is determined based on the city's population in relation to the county as a whole. These revenues are distributed by the State Treasurer.

Motor Vehicle Tax - 01-0000-420040

	FY 2013		FY 2014		FY 2015		FY 2016	
Jul	\$56,662	14.13%	\$55,274	-2.45%	\$32,681	-40.87%	\$59,097	80.83%
Aug	48,232	-9.70%	50,992	5.72%	53,909	5.72%	55,848	3.60%
Sep	47,737	2.04%	50,638	6.08%	53,159	4.98%	60,435	13.69%
Oct	49,369	7.83%	51,303	3.92%	57,376	11.84%	54,904	-4.31%
Nov	21,295	-52.97%	47,840	124.65%	43,919	-8.20%	55,965	27.43%
Dec	41,840	-36.63%	48,271	15.37%	52,788	9.36%	56,941	7.87%
Jan	48,182	-0.19%	50,317	4.43%	50,813	0.99%	56,941	12.06%
Feb	46,809	-4.24%	53,701	14.72%	50,593	-5.79%	54,518	7.76%
Mar	51,577	7.49%	53,870	4.45%	59,134	9.77%	59,933	1.35%
Apr	77,643	54.41%	54,125	-30.29%	58,821	8.68%		-100.00%
May	51,160	-4.04%	52,877	3.36%	56,080	6.06%		-100.00%
Jun	23,343	-50.51%	52,289	124.00%	91,513	75.01%		-100.00%
	\$563,851	-6.47%	\$621,497	10.22%	\$660,786	6.32%	\$514,582	-22.13%



General Fund – Revenues vs Expenditures

Our General Fund operating revenues are not keeping up the expenditures. This was an anticipated scenario during the budget process. We projected picking up approximately \$3.7M in General Fund reserves due to some projected financing of some completed projects. As of March 31, 2016 we actually used only \$230,750 since our financing package has not been completed.

The work on the financing package are reaching its final stages and should be completed by the end of the fiscal year which should provide some relief. That does not take the issue of revenue generation off the table. Keeping up with expenditures has been discussed in the past and will continue to be an issue until major changes are made to sides of the budget, revenues and expenditures.

	General Fund	
	Budget	3rd Qtr Actual
Revenues	\$23,331,020	\$13,934,331
Operating Expenditures	17,723,185	12,755,812
Capital Outlay	653,350	380,185
Debt Service	0	0
Revenues over (under) Expenditures	4,954,485	798,333
Other Funding Sources & Uses	(1,254,285)	(1,029,083)
Revenues & other funding sources & uses over (under) Expenditures	3,700,200	(230,750)
Beginning Fund Balance	5,825,707	5,825,707
Ending Fund Balance	\$9,525,907	\$5,594,957

This coming budget season is panning out to be no different than in the past and will be a major topic of discussion over the next fiscal year. The anticipated bonding for street projects and the Communication Center is nearing completion, however, will not have a great impact of this fiscal year.

Breakdown by Category

REVENUES

Taxes	\$10,880,947
Licenses & permits	222,185
Intergovernmental revenue	1,807,609
Charges for services	735,284
Fines & forfeitures	143,042
Uses of monies & properties	122,006
Miscellaneous revenues	23,256
Other Sources	14,969
Revenues & Other Sources	<u>\$13,949,300</u>

EXPENDITURES

General Government	\$5,009,448
Public Safety	1,209,781
Cultural & Recreation	6,536,583
Capital Equipment	380,185
Other Uses	1,044,052
Expenditures & Other Uses	<u>\$14,180,049</u>

Our overall fund balance continues to be fully funded in the General Fund with at least 60 day of expenditures coverage, while other funds are not keeping up with the established policy. This is something that will need to be corrected in the near future. We will be preparing for such discussion during the budget process and into next fiscal year.

At this time of the year we should have received 75% of revenues. In reality we have only received only 49.3% of our annual projections, mainly due to the previously mention financing. On the expenditure side we are 71.6% so our departments are 3.4% below on their spending with few exceptions.

The Finance Department has been working a little shorthanded and working thorough the final leg of the conversion to new software which has been delaying some things. All the while our auditors have already scheduled their first of two trips to the city to audit our books. Our apologizes for the delay in the quarterly reporting.

SPECIAL REVENUE FUNDS

Special Revenue Funds consist of the Highway User Revenue Fund (HURF) and several other smaller funds, including CAT/LYNX, Library, Cemetery, Airport, and Grants.

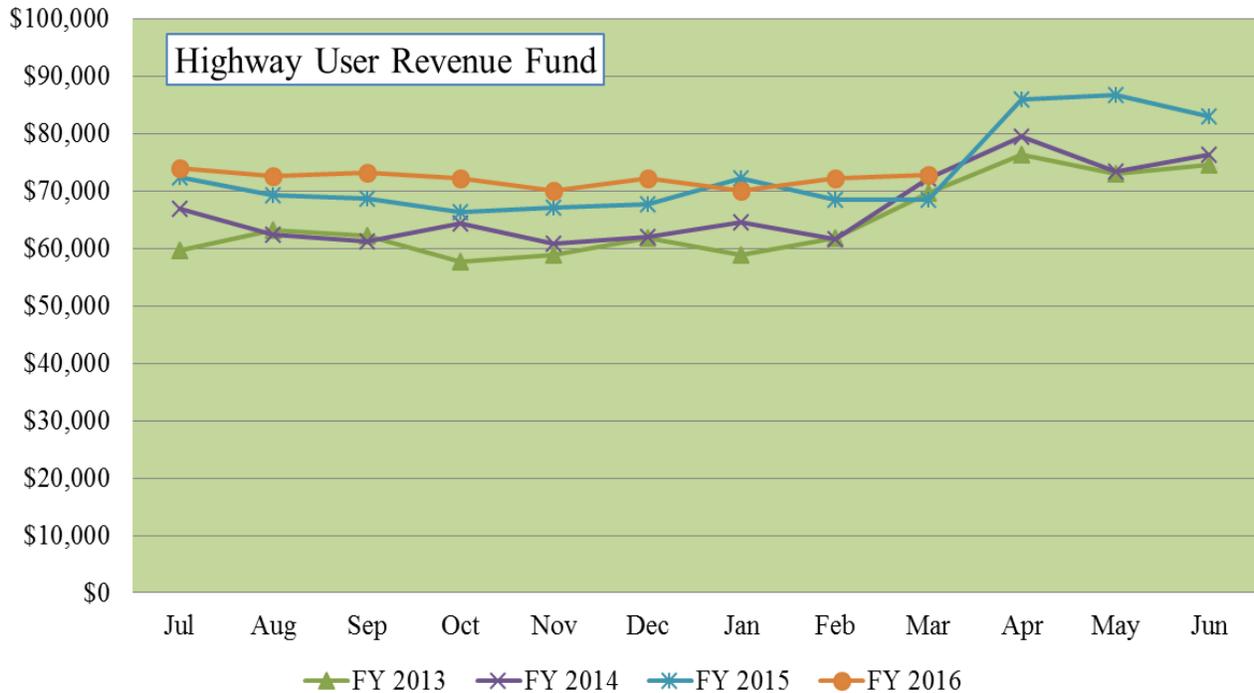
Highway User Revenue Funds - HURF

This is another state shared revenue, however, this one has not improved very much over the years. The State is using a portion of the HURF that is designated for cities to assist with cost to the Department of Public Safety. It is expected that this fund will end the year around \$885,800 with its current trend.

Description - Arizona cities receive a share of State Motor Vehicle Fuel Taxes (Highway User Revenue Funds). The formula is based on two separate calculations; the first half is based on a city's population in relation to the State's total population, the second is based on the county in which the revenues were generated. These funds must be utilized for the construction and maintenance of streets and highways.

Highway User Revenue Fund - 10-3100-420020

	FY 2013		FY 2014		FY 2015		FY 2016	
Jul	\$59,762	5.05%	\$66,861	11.88%	\$72,487	8.41%	\$73,939	2.00%
Aug	63,241	15.32%	62,470	-1.22%	69,249	10.85%	72,631	4.88%
Sep	62,182	12.96%	61,165	-1.64%	68,695	12.31%	73,174	6.52%
Oct	57,683	2.21%	64,485	11.79%	66,391	2.96%	72,153	8.68%
Nov	58,982	14.65%	60,776	3.04%	67,106	10.41%	70,008	4.32%
Dec	61,771	10.79%	62,013	0.39%	67,781	9.30%	72,337	6.72%
Jan	58,964	11.44%	64,643	9.63%	72,211	11.71%	70,008	-3.05%
Feb	61,836	5.31%	61,689	-0.24%	68,542	11.11%	72,337	5.54%
Mar	69,754	6.16%	72,168	3.46%	68,542	-5.02%	72,864	6.31%
Apr	76,304	7.84%	79,481	4.16%	85,957	8.15%		-100.00%
May	73,104	18.71%	73,414	0.42%	86,824	18.27%		-100.00%
Jun	74,681	2.10%	76,375	2.27%	83,032	8.72%		-100.00%
	✓ \$778,265	9.12%	✓ \$805,540	3.50%	✓ \$876,817	8.85%	✓ \$649,451	-25.93%



Special Revenues Funds

The following depicts the various sub-funds that make up the Special Revenue Funds in the City of Cottonwood budget. All of these funds have the continued support of the General Fund which cover and shortages in their bottom line. Most of the negative numbers are grants, transfers or receivables that are outstanding.

HURF will be getting some transfers in from the Capital Improvements Funds for the major street projects that are currently in progress. These transfers are already considered in the FY 2016 budget.

	Cemetery		Airport		Grants	
	Budget	3rd Qtr Actual	Budget	3rd Qtr Actual	Budget	3rd Qtr Actual
Revenues	\$1,100	\$450	\$309,000	\$283,685	\$2,199,155	\$6,157
Operating Expenditures	26,625	33,767	248,195	278,501	0	0
Capital Outlay	0	0	0	0	2,409,155	66,435
Debt Service	0	0	0	0	0	0
Revenues over (under) Expenditures	(25,525)	(33,317)	60,805	5,184	(210,000)	(60,278)
Other Funding Sources & Uses	25,525	19,144	0	0	107,930	66,435
Revenues & other funding sources & uses over (under) Expenditures	0	(14,173)	60,805	5,184	(102,070)	6,157
Beginning Fund Balance	0	0	0	0	(25,228)	(25,228)
Ending Fund Balance	\$0	(\$14,173)	\$60,805	\$5,184	(\$127,298)	(\$19,071)

	HURF		CAT		Library	
	Budget	3rd Qtr Actual	Budget	3rd Qtr Actual	Budget	3rd Qtr Actual
Revenues	1,946,770	927,714	\$1,250,565	\$627,718	\$171,165	\$170,035
Operating Expenditures	1,426,815	665,517	1,584,830	984,721	972,450	715,612
Capital Outlay	6,810,370	934,298	240,000	116,884	0	0
Debt Service	0	99,188	0	0	0	0
Revenues over (under) Expenditures	(6,290,415)	(771,288)	(574,265)	(473,887)	(801,285)	(545,577)
Other Funding Sources & Uses	2,682,830	0	0	0	801,285	600,964
Revenues & other funding sources & uses over (under) Expenditures	(3,607,585)	(771,288)	(574,265)	(473,887)	0	55,387
Beginning Fund Balance	(444,700)	(444,700)	0	0	73,324	73,324
Ending Fund Balance	(\$4,052,285)	(\$1,215,988)	(\$574,265)	(\$473,887)	\$73,324	\$128,711

CAPITAL IMPROVEMENTS FUND

This fund continues to be in relatively good fiscal shape. The fund balance has declined over the past eight years. This decline is due to the City’s decision to move forward with large street projects throughout the community. This fund also facilitated the acquisition of several needed buildings that were needed due to space limitation. It also contributed some much needed relief to the local construction industry by remodeling the newly acquired buildings. This was done during the so called “Great Recession.”

One of the largest project expected to be funded by this fund will be the Riverfront Water Reclamation Facility. This will be accomplished by a transfer out of this fund to the Wastewater Fund to pay for the construction. There are reserves in this fund remaining from the 2015 Excise Tax Bond issue for the projects presented below. The Kid’s Park will be getting a much needed new restroom facility. The Garrison Park and the Riverfront Park will have their restroom facilities renovated with more durable toilet and washing furnishings.

It is expected that by next fiscal year (2017), this fund will almost if not entirely be used up as expected by the reclamation facility. This is by design; to use these reserves for a wastewater project. If there is any available reserves, they will be used for other capital projects.

Below are the major projects funded by the 2015 Excise Tax bond for this fiscal year. Some of these costs are remaining from previous year’s projects, others are projects that are on the drawing board and are planned to begin construction later this fiscal year.

	Capital Improvments	
	Budget	3rd Qtr Actual
Revenues	\$0	\$89,795
Operating Expenditures	0	0
Capital Outlay	819,000	142,620
Debt Service	0	
Revenues over (under)		
Expenditures	(819,000)	(52,825)
Other Funding Sources & Uses	(8,817,170)	(700,000)
Revenues & other funding sources & uses over (under)		
Expenditures	(9,636,170)	(752,825)
Beginning Fund Balance	10,528,437	10,528,437
Ending Fund Balance	\$892,267	\$9,775,612

Capital Projects - 30

	Adopted	Y-T-D	% Used
	Budget		
Capital outlay:			
Investment Expenses	9,000	4,564	50.72%
Railroad Wash	0	2,627	0.00%
Bond Issuance Costs	0	33,185	0.00%
2015 Excise Bond	0	1,217	0.00%
Kids Park	250,000	2,000	0.80%
Garrison Park	250,000	2,000	0.80%
Civic Center HVAC	160,000	6,393	4.00%
Riverfront Park	150,000	2,000	1.33%
Communications Center	0	20,934	0.00%
			0.00%
Total Expenditures	819,000	142,620	17.41%

ENTERPRISE FUNDS

Wastewater and Water

Both the Enterprise Funds have been operating in the black since the City Council has approved annual rate increases. FY 2013 was a turning point for both the Water and Wastewater Enterprise Funds. The council approved increased in the rates took place as of the 1st of March. This increase will continue to strengthen our utilities’ financial position and maintain our current bond ratings.

The table below does not consider any potential rate increase on the budget side since council had not yet seen the proposal on rate increases. The recent increase in rates will not be reflected in the actual column until the next quarterly report. This means that FY revenues will reflect only three months or less of additional revenue collections.

	Enterprise Funds			
	Wastewater		Water	
	Budget	3rd Qtr Actual	Budget	3rd Qtr Actual
Revenues	3,001,540	1,859,171	\$8,021,465	\$5,850,018
Operating Expenditures	1,964,205	1,334,910	7,161,355	2,333,501
Capital Outlay	12,775,700	1,512,690	2,927,350	705,623
Debt Service	0	0	31,733,955	1,962,610
Revenues over (under)				
Expenditures	(11,738,365)	(988,430)	(33,801,195)	848,285
Other Funding Sources & Uses	12,000,000	700,000	10,000,000	0
Revenues & other funding sources & uses over (under)				
Expenditures	\$261,635	(\$288,430)	(\$23,801,195)	\$848,285

The water budget looks much skewed since the MPC Water Revenue Bonds, Series 2004 payout was budgeted for July 1, 2015. It did, however, take place just prior to the beginning of the fiscal year. That allowed the number to be left in the budget since we adopted the budget in June.

The Water Utility had their Municipal Property Corporation (MPC) Water Revenue Bonds, Series 2004 refinanced at the end of last fiscal year. There were substantial savings to utility customers over the life of the new Water Infrastructure Finance Authority (WIFA) loan. Approximately \$1,745,600 will be saved in interest expense, and there was \$550,000 in forgivable principle included in the refinance package, totaling over \$2,295,600 in cost savings. The WIFA loan required less debt service reserves, allowing a \$111,000 transferred from debt service reserves to the water utility’s unrestricted fund reserves.

We are currently working on refinancing the 2006 MPC Water Revenue Bonds using a WIFA Loan as we did last year. We are looking at a reduced interest rate and the addition of a redundant water line. Our hope is to get a great rate as well as possibly get some forgivable principle, saving the City of Cottonwood even more money. We are currently working with our financial advisor to get this refinance accomplished.

DEBT SERVICES FUNDS

This fund starts off the year in good shape; with sales taxes and interest income providing 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.

Currently only the Recreation Center Greater Arizona Development Authority (GADA) Bonds are accounted for in this fund. The debt service for the Recreation Center is solely funded by sales tax revenues.

As a note, in FY 2017 we will include the 2015 Excise Tax Bond debt service into this fund. It too will be paid for by the sales tax and fees.

	Debt Service	
	Budget	3rd Qtr Actual
Revenues	\$2,078,635	\$1,156,136
Operating Expenditures		360
Capital Outlay		
Debt Service	1,541,635	1,155,956
Revenues over (under)		
Expenditures	537,000	(181)
Other Funding Sources & Uses	0	0
Revenues & other funding sources & uses over (under)		
Expenditures	537,000	(181)
Beginning Fund Balance	1,210,126	1,210,126
Ending Fund Balance	\$1,747,126	\$1,209,945

All water debt service is funded through user fees and other operational revenues, and therefore the debt service for the water utility is reflected in the enterprise fund.

BRIEF OVERVIEW

As we begin to wrap up our fiscal year 2016, we are pleased to see the economy slowly improving. Despite our past and current success, we continue to express concern over our revenue generation issues. Our local sales tax is steadily coming along but not to levels that can compensate for other lagging revenue sources. Other revenues, mostly those related to the construction are still struggling. This budget season as with the last, we struggle balancing the budget due to the request for services. We will meet with the council for direction on some possible revenues opportunities in the near future.

Here is some things to ponder. Our State Share Income Tax is nearly \$200,000 behind our highest point of \$1,528,328. Our Local Government Investment Pool (LGIP) interest rates are at 0.2800% versus 5.2505% in August 2007. Building Permit revenues are a \$164K shy of the FY 2007 levels of nearly \$410K. The State of Arizona continues to annually take from Cottonwood about \$40,000 from HURF and about \$84,000 from what was Local Transportation Assistance Fund. More recently, we lost \$15K in revenue, courtesy of the State passing a law not allowing us to register rental property. And we don't have a property tax supporting any of our operations.

Despite all this, the City is still a keeping a fiscally conservative position in doing their everyday business while looking for ways to reduce costs, reorganize itself, provide quality essential services, and protect its staff. It continues to maintain reasonable reserves in its General Fund for unforeseeable emergencies as is prudent. We are still looking for ways to begin putting away funds and improving our fund balance position in other funds besides the General Fund.

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

General Fund - 01	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	14,205,825	10,880,947	76.59%
Licenses & permits	310,000	222,185	71.67%
Intergovernmental revenue	2,446,200	1,807,609	73.89%
Charges for services	999,200	735,284	73.59%
Fines & forfeitures	232,300	143,042	61.58%
Uses of monies & properties	72,000	122,006	169.45%
Miscellaneous revenues	5,065,495	23,256	0.46%
Total revenues	23,331,020	13,934,331	59.72%
Expenditures:			
Operating:			
Council	158,555	139,178	87.78%
City Clerk	231,460	164,514	71.08%
Administration	734,220	526,709	71.74%
Finance	424,675	313,870	73.91%
Personnel	294,855	185,422	62.89%
IT Services	447,380	322,218	72.02%
Purchasing	72,650	53,483	73.62%
Legal	412,195	298,940	72.52%
Court	569,445	345,791	60.72%
Planning & zoning	506,260	373,266	73.73%
Engineering	421,125	268,496	63.76%
Public Works	348,565	186,698	53.56%
Transfer Station	164,080	212,774	129.68%
Building maintenance	415,870	306,549	73.71%
Custodial	225,510	116,597	51.70%
Natural resources	155,350	115,489	74.34%
Non-departmental	447,500	390,432	87.25%
Police	4,693,910	3,370,130	71.80%
Communications	1,668,390	1,175,782	70.47%
Fire	2,862,290	1,990,672	69.55%
Ordinance Enforcement	210,150	150,649	71.69%
Parks & recreation	682,625	587,627	86.08%
Rec Center Operations	1,212,870	927,754	76.49%
Pool	126,750	74,772	58.99%
Economic Development	236,505	158,001	66.81%
Subtotal maintenance and operations	17,723,185	12,755,812	71.97%
Capital outlay:	653,350	380,185	58.19%
Total Expenditures	18,376,535	13,135,997	71.48%
Excess (deficiency) of revenues over (under) expenditures	4,954,485	798,333	
Other financing sources (uses):			
Operating transfers in	0	0	0.00%
Sales of City Equipment	6,000	14,969	249.48%
Capital leases	(433,475)	(423,944)	97.80%
Transfers out	(826,810)	(620,107)	75.00%
Total other financing sources (uses)	(1,254,285)	(1,029,083)	82.05%
Excess of revenues and other financing sources over (under) expenditures and other financing uses			
	5,790,542	(230,750)	
Fund balance, July 1, 2015 (audited)		5,825,707	
Estimated fund balance @ June 30, 2016		\$5,594,957	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

HURF - 10

	Adopted Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$1,946,670	842,511	43.28%
Uses of monies & properties	100	22,443	22443.41%
Miscellaneous revenues	0	62,760	0.00%
Total revenues	1,946,770	927,714	47.65%
Expenditures:			
Operating:			
Salaries	175,080	127,143	72.62%
Temp employees	0	0	0.00%
Overtime	2,500	2,931	117.22%
Social security	11,010	7,625	69.26%
Medicare tax	2,570	1,783	69.39%
AZ state retirement	20,370	14,832	72.81%
Health & life insurance	52,175	41,684	79.89%
Worker's compensation	18,140	9,030	49.78%
Clothing allowance	1,200	685	57.12%
Operational supplies	1,200	1,650	137.49%
Tools	2,000	835	41.76%
Gas & oil	20,000	10,298	51.49%
Materials	16,000	6,366	39.79%
Street signs	4,000	3,409	85.22%
Street marking	42,500	1,972	4.64%
Office supplies	100	38	38.27%
Vehicle maintenance	8,400	6,223	74.08%
Equipment maintenance	20,000	17,962	89.81%
Building maintenance & repair	0	0	0.00%
Pavement Preservation	4,000	0	0.00%
Contractual services	415,000	42,049	10.13%
Bank charges	25	0	0.00%
Employee physicals	1,000	451	45.10%
Computer support	225	130	57.64%
General counsel	0	0	0.00%
Engineering Services	0	0	0.00%
Legal advertising	0	87	0.00%
Utilities	9,300	7,154	76.92%
Street lights	68,590	40,562	59.14%
Telephone	2,500	1,009	40.37%
Culverts	1,000	483	48.29%
Travel & training	500	1,212	242.39%
Continuing education	0	0	0.00%
Equipment rental	1,000	0	0.00%
Subscriptions & dues	0	0	0.00%
Postage & freight	0	0	0.00%
Liability insurance	37,930	23,725	62.55%
Liability claims deductible	0	0	0.00%
Indirect costs to general fund	475,000	287,540	60.53%
Street light contingency	3,500	0	0.00%
Equipment purchase	10,000	1,453	14.53%
Street Improvements	0	5,196	0.00%
Subtotal maintenance and operations	1,426,815	665,517	46.64%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

HURF - 10 (page 2)

	Adopted Budget	Y-T-D	% Used
Debt Service:			
Principal	0	0	0.00%
Interest	0	99,188	0.00%
Capital Outlay:			
Street Light Contingency	0	0	0.00%
Pavement Preservation	0	0	0.00%
2015 Excise Bond - Trustee Fees	0	1,783	0.00%
Bond Issuance Costs	0	48,621	0.00%
Mingus/Main Signal	0	0	0.00%
10th St to Main Project	0	0	0.00%
12th ST NACOG 89-A to Fir	337,220	628,974	186.52%
Sidewalk Additions	123,150	153,084	124.31%
Mingus Willard to Main	6,350,000	83,531	1.32%
10 th Street	0	0	0.00%
Main St. Road Diet Grant	0	0	0.00%
HSIP Street Sign Replacement	0	18,303	0.00%
Total Expenditures	<u>8,237,185</u>	<u>1,699,002</u>	<u>20.63%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,290,415)</u>	<u>(771,288)</u>	
Other Financing Sources (Uses):			
Operating Transfers In	2,682,830	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>2,682,830</u>	<u>0</u>	<u>0.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(3,607,585)</u>	<u>(771,288)</u>	
Fund balance, July 1, 2015 (audited)		<u>(444,700)</u>	
Estimated fund balance @ June 30, 2016		<u><u>(\$1,215,988)</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

CATS - 10

	Adopted Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$1,061,565	482,965	45.50%
Charges for services	189,000	144,752	76.59%
Total revenues	1,250,565	627,718	50.19%
Expenditures:			
Salaries	513,065	356,432	69.47%
Temporary employee	185,000	109,237	59.05%
Overtime	30,000	14,848	49.49%
Holiday pay	9,500	7,396	77.86%
Social security	43,810	29,013	66.22%
Medicare	10,255	6,785	66.17%
AZ retirement	64,955	46,777	72.02%
Health/life insurance	135,570	111,259	82.07%
State compensation insurance	18,860	12,839	68.08%
Clothing allowance	4,000	536	13.40%
Contractual Services	177,500	3,244	1.83%
Gas & oil	177,500	81,902	46.14%
Office supplies	5,000	3,596	71.93%
Copier supplies	200	0	0.00%
Vehicle maintenance	95,000	83,169	87.55%
Equipment Maintenance & Repair	0	670	
Building Maintenance	7,100	4,602	64.82%
Radio maintenance	5,250	2,747	52.33%
Postage & freight	16,500	6,167	37.37%
Audit expense	3,000	0	0.00%
Employee physicals / drug tests	1,790	1,948	108.83%
Computer Support	3,950	9,104	230.48%
Custodial Contract	0	9,236	0.00%
Advertising	12,000	21,730	181.09%
Printing & forms	9,875	4,672	47.31%
Utilities	10,000	8,718	87.18%
Telephone	7,400	5,829	78.78%
Travel/training	3,750	7,248	193.29%
Continuing education	0	4,819	0.00%
Subscriptions/dues	2,500	1,545	61.80%
Tools & Equipment	2,500	182	7.28%
Liability insurance	29,000	28,469	98.17%
Indirect costs to GF	0	0	0.00%
Subtotal maintenance and operations	1,584,830	984,721	62.13%
Capital Outlay:	240,000	116,884	0.00%
Fund b: Total Expenditures	1,824,830	1,101,605	60.37%
Excess (deficiency) of revenues over (under) expenditures	(574,265)	(473,887)	
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	(574,265)	(473,887)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

Library - 03

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Other income	\$15,500	\$14,439	93.15%
Interest income	25	7	28.00%
City Sales Tax	0	0	0.00%
Yavapai county	155,640	155,590	99.97%
AZ LSCA/Yavapai county grant	0	0	0.00%
Gates grant	0	0	0.00%
Total revenues	171,165	170,035	99.34%
Expenditures:			
Operating:			
Salaries	381,380	265,568	69.63%
Temp employees	45,000	28,086	62.41%
Overtime	0	62	0.00%
Holiday pay		0	0.00%
Social security	26,440	17,800	67.32%
Medicare tax	6,180	4,163	67.36%
AZ state retirement	43,740	29,879	68.31%
Health & life insurance	87,260	69,972	80.19%
Worker's compensation	5,000	2,221	44.42%
Gas & oil	0	0	0.00%
Book purchases	41,000	30,709	74.90%
Office supplies	4,000	3,210	80.26%
Copier supplies	2,500	1,511	60.42%
Vehicle maintenance	0	0	0.00%
Equipment maintenance	6,000	6,334	105.57%
Bldg M&R - Library	30,000	17,385	57.95%
Collection expenses	2,000	1,513	75.63%
Bank Charges	0	21	0.00%
Recruitment Cost	500	280	56.00%
Computer support	2,000	1,706	85.31%
Legal advertising	0	0	0.00%
Utilities	55,000	38,281	69.60%
Telephone	2,700	1,771	65.59%
Network & technology expenses	35,000	33,951	97.00%
Youth programs	450	460	102.16%
Annual volunteer appreciation	800	129	16.07%
Travel & training	800	876	109.52%
Subscriptions & dues	0	0	0.00%
Postage & freight	5,200	3,432	66.00%
Liability Insurance	14,000	14,234	101.67%
Indirect costs to general fund	175,500	142,059	80.95%
District - Materials	0	0	0.00%
Subtotal maintenance and operations	972,450	715,612	73.59%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

Library - 03 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay:	0	0	0.00%
Total expenditures	<u>972,450</u>	<u>715,612</u>	<u>73.59%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(801,285)</u>	<u>(545,577)</u>	
Other financing sources (uses):			
Operating transfers in	801,285	600,964	75.00%
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>801,285</u>	<u>600,964</u>	<u>75.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>0</u>	<u>55,387</u>	
Fund balance, July 1, 2015 (audited)		<u>73,324</u>	
Estimated fund balance @ June 30, 2016		<u><u>\$128,711</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

Cemetery 04

	Adopted Budget	Y-T-D	% Used
Revenues:			
Interest Income	\$0	\$0	0.00%
Charges for services	1,100	450	40.91%
Total revenues	<u>1,100</u>	<u>450</u>	<u>40.91%</u>
Expenditures:			
Utilities	22,000	21,400	97.27%
Telephone	0	0	0.00%
Grave Liners	3,000	0	0.00%
Miscellaneous Expense	500	63	12.63%
Indirect Costs	1,125	12,304	1093.69%
Subtotal maintenance and operations	<u>26,625</u>	<u>33,767</u>	<u>126.82%</u>
Capital improvements	0	0	0.00%
Total expenditures	<u>26,625</u>	<u>33,767</u>	<u>126.82%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(25,525)</u>	<u>(33,317)</u>	
Other financing sources (uses):			
Operating transfers in	25,525	19,144	75.00%
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)	<u>25,525</u>	<u>19,144</u>	<u>75.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>0</u>	<u>(14,173)</u>	
Fund balance, July 1, 2015 (audited)		<u>0</u>	
Estimated fund balance @ June 30, 2016		<u><u>(\$14,173)</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

Airport - 05

	Adopted Budget	Y-T-D	% Used
	Revenues:		
Other Income	\$0	\$0	0.00%
Late Fees	500	597	119.45%
Tie down rent	17,000	15,443	90.84%
Airpark Rents	0		0.00%
FBO building rental income	0	0	0.00%
Fuel sales income	225,000	194,560	86.47%
Oil Sales	50	12	23.00%
Land lease fees	32,900	38,851	118.09%
City hangar lease fees	33,550	34,222	102.00%
Total revenues	309,000	283,685	91.81%
Expenditures:			
Operational Supplies	700	1,717	245.27%
Fuel Expense	150,000	192,054	128.04%
Oil Expense	0	0	0.00%
Office Supplies	150	180	119.81%
Vehicle Maintenance	150	131	87.44%
Equipment maintenance	3,500	1,258	35.95%
Building maintenance	500	679	135.82%
Contractual Services	10,000	22,184	221.84%
Bank Charges	12,000	8,601	71.67%
Computer Support	100	125	124.83%
General Counsel	0	0	0.00%
Utilities	12,410	10,368	83.55%
Telephone	1,185	742	62.61%
Airport Annual Event	0	0	0.00%
Liability Insurance	8,200	8,200	100.00%
Indirect costs	50,000	32,262	64.52%
Equipment Purchase	0	0	0.00%
Airport Improvements	0	0	0.00%
Subtotal maintenance and operations	248,195	278,501	112.21%
Capital improvements - hangars	0	0	0.00%
Total expenditures	248,195	278,501	112.21%
Excess (deficiency) of revenues over (under) expenditures	60,805	5,184	
Other financing sources (uses):			
Operating transfers in	0	0	0.00%
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)	0	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	60,805	5,184	
Fund balance, July 1, 2015 (audited)		0	
Estimated fund balance @ June 30, 2016		\$5,184	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

Sewer Consolidated - 51

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	\$0	\$0	0.00%
Charges for services	2,501,440	1,857,408	74.25%
Uses of monies & properties	100	1,762	1762.43%
Miscellaneous revenues	500,000	0	0.00%
Total revenues	3,001,540	1,859,171	61.94%
Expenditures:			
Operating:			
Salaries	491,250	321,689	65.48%
Temporary Employees	0	0	0.00%
Overtime	54,000	35,091	64.98%
Holiday pay	2,000	1,639	81.93%
Social security	33,930	22,027	64.92%
Medicare tax	7,930	5,152	64.96%
AZ state retirement	62,770	40,010	63.74%
Health & life insurance	92,790	71,853	77.44%
Worker's compensation	19,100	5,718	29.94%
Clothing allowance	2,000	1,126	56.30%
Operational supplies	17,000	21,626	127.21%
Tools	1,400	1,322	94.45%
Gas & oil	14,000	4,101	29.29%
Chlorine	2,700	4,772	176.73%
Polymer	16,700	15,320	91.74%
Odor control supplies	0	0	0.00%
Office supplies	3,100	1,781	57.46%
Copier Supplies	0	0	0.00%
Vehicle maintenance	5,500	6,109	111.08%
Equipment maintenance	200,000	144,908	72.45%
Building maintenance	5,500	6,070	110.36%
Contractual services	60,000	55,909	93.18%
Bank Charges	12,500	8,518	68.14%
Employee physicals	450	110	24.44%
Computer support	4,600	2,502	54.39%
General Counsel	0	0	0.00%
Lab / testing	45,000	38,886	86.41%
Sludge disposal	92,000	61,157	66.48%
Legal Advertising	0	15	0.00%
Printing & forms	250	0	0.00%
Utilities	395,500	254,766	64.42%
Telephone	5,050	3,109	61.56%
ADEQ annual fee	16,500	22,840	138.42%
Travel & training	2,400	1,506	62.76%
Continuing education	500	0	0.00%
Equipment rental	500	104	20.79%
Subscriptions & dues	700	650	92.86%
Postage & freight	10,500	14,875	141.67%
Liability insurance	36,055	33,215	92.12%
Indirect costs to general fund	250,030	126,436	50.57%
Bad debt expense	0	0	0.00%
Reserve replacement fund	0	0	0.00%
Subtotal maintenance and operations	1,964,205	1,334,910	67.96%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

Sewer Consolidated - 51 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Capital Outlay:	12,775,700	1,512,690	11.84%
Total Expenditures	14,739,905	2,847,600	19.32%
Excess (deficiency) of revenues over (under) expenditures	(11,738,365)	(988,430)	
Other Financing Sources (Uses):			
Operating transfers in	11,500,000	700,000	6.09%
Proceeds from bonds / loans	500,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	12,000,000	700,000	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses - Net Income	\$261,635	(\$288,430)	

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget to Actual

Quarterly Report Ending March 31, 2016

**Sewer Construction
& Administration - 51**

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
City sales tax	\$0	\$0	0.00%
Impact fees	0	0	0.00%
Connection fees	0	390	0.00%
User fees - admin residential	425,840	302,569	71.05%
User fees - admin commercial	40,700	30,943	76.03%
User fees - admin multi-residential	9,600	39,053	406.80%
User fees - M&O residential	1,135,000	772,240	68.04%
User fees - M&O multi-residential	414,000	381,412	92.13%
User fees - M&O commercial	28,800	107,321	372.64%
Effluent Revenue	10,000	8,285	82.85%
Reserves -	437,500	209,338	47.85%
Debt Service Rate Revenue	0	5,858	#DIV/0!
Late fees - interest charges	0	0	0.00%
Recovery of bad debts	0	0	0.00%
Interest income	100	1,762	1762.43%
Interest - equipment reserve	0	0	0.00%
Interest - expansion fund	0	0	0.00%
Interest - bond reserve fund	0	0	0.00%
Building Rental	0	0	0.00%
Other income	0	0	0.00%
Sale of City Property	0	0	0.00%
Bond Proceeds	500,000	0	0.00%
Total revenues	3,001,540	1,859,171	61.94%
Expenditures:			
Administration			
Salaries	128,310	79,156	61.69%
Temp Employees	0	0	0.00%
Overtime and Holiday Pay	1,000	494	49.41%
Social security	8,020	4,882	60.87%
Medicare tax	1,870	1,142	61.05%
AZ state retirement	14,830	9,136	61.60%
Health & life insurance	23,380	17,098	73.13%
Worker's compensation	1,130	75	6.64%
Office supplies	1,200	130	10.87%
Copier Supplies	0	0	0.00%
Equipment maintenance	0	0	0.00%
Contractual Services	15,000	10,308	68.72%
Bank charges	12,500	8,518	68.14%
Computer support	3,500	2,023	57.80%
General Counsel	0	0	0.00%
Legal advertising	0	15	0.00%
Printing & forms	250	0	0.00%
Utilities	6,025	1,929	32.02%
Telephone	1,750	1,185	67.72%
Travel & training	400	0	0.00%
Continuing education	0	0	0.00%
Subscriptions & dues	0	0	0.00%
Postage & freight	6,000	11,317	188.62%
Liability insurance	12,350	9,490	76.84%
Indirect costs to general fund	250,030	126,436	50.57%
Bad debt expense	0	0	0.00%
Subtotal maintenance and operations	487,545	283,334	58.11%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

**Sewer Construction
& Administration - 51 (page 2)**

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay	221,850	53,594	0.00%
Debt Service:			
Principal	0	47,632	0.00%
Interest	0	0	0.00%
Trustee Fees	0	0	0.00%
Construction:			
Bond Issuance Costs	0	24,205	0.00%
Water/Waste Water Master Plan	0	1,183	
Legal fees	0	0	0.00%
Legal Advertising	0	0	0.00%
Investment Expense	0	397	0.00%
Impact Fee Study	0	0	0.00%
260 Design	0	0	0.00%
Riverfront WWTP Deisng/Feasib	11,500,000	1,324,106	11.51%
Effluent Disposal System	0	0	0.00%
Lift Station	300,000	0	0.00%
Recl H2O Pump System Upgrade	0	0	0.00%
Construction - General	500,000	47,828	9.57%
WWTP Upgrades	191,000	13,744	7.20%
12th Street Fir 89A Reclimation	0	0	0.00%
Subtotal construction expenses	12,491,000	1,459,096	11.68%
Total Expenditures	13,200,395	1,796,024	13.61%
Excess (deficiency) of revenues over (under) expenditures	(10,198,855)	63,146	
Other Financing Sources (Uses):			
Operating transfers in	0	700,000	0.00%
Proceeds from other sources	0	0	0.00%
Capital leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	0	700,000	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(10,198,855)	763,146	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

Sewer Maintenance & Operations- 51

Adopted Budget	Y-T-D	% Used
-------------------	-------	--------

Expenditures:

Operating:

Salaries	362,940	242,533	66.82%
Temporary Employees	0	0	0.00%
Overtime	53,000	34,597	65.28%
Holiday pay	2,000	1,639	81.93%
Social security	25,910	17,146	66.17%
Medicare tax	6,060	4,010	66.17%
AZ state retirement	47,940	30,874	64.40%
Health & life insurance	69,410	54,755	78.89%
Worker's compensation	17,970	5,643	31.40%
Clothing allowance	2,000	1,126	56.30%
Operational supplies	17,000	21,626	127.21%
Tools	1,400	1,322	94.45%
Gas & oil	14,000	4,101	29.29%
Chlorine	2,700	4,772	176.73%
Polymer	16,700	15,320	91.74%
Odor control supplies	0	0	0.00%
Office supplies	1,900	1,651	86.89%
Copier supplies	0	0	0.00%
Vehicle maintenance	5,500	6,109	111.08%
Equipment maintenance	200,000	144,908	72.45%
Building maintenance	5,500	6,070	110.36%
Contractual services	45,000	45,601	101.34%
Employee physicals	450	110	24.44%
Computer support	1,100	479	43.51%
Lab / testing	45,000	38,886	86.41%
Sludge disposal	92,000	61,157	66.48%
Legal advertising	0	0	0.00%
Utilities	389,475	252,836	64.92%
Telephone	3,300	1,923	58.29%
ADEQ annual fee	16,500	22,840	138.42%
Travel & training	2,000	1,506	75.31%
Continuing education	500	0	0.00%
Equipment rental	500	104	20.79%
Subscriptions & dues	700	650	92.86%
Postage & freight	4,500	3,558	79.07%
Liability insurance	23,705	23,725	100.08%
Subtotal maintenance and operations	1,476,660	1,051,576	71.21%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending March 31, 2016

Sewer Maintenance & Operations- 51
 (page 2)

	Adopted Budget	Y-T-D	% Used
Capital Outlay:	62,850	0	0.00%
Total Expenditures	<u>1,539,510</u>	<u>1,051,576</u>	<u>68.31%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,539,510)</u>	<u>(1,051,576)</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	<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>(1,539,510)</u>	<u>(1,051,576)</u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

Grants - 11 & 12

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$2,199,150	\$6,154	0.28%
Other Income	5	3	0.00%
Total revenues	2,199,155	6,157	0.28%
Expenditures:			
Capital Outlay:	2,409,155	66,435	2.76%
Total Expenditures	2,409,155	66,435	2.76%
Excess (deficiency) of revenues over (under) expenditures	(210,000)	(60,278)	
Other Financing Sources (Uses):			
Operating Transfers In	107,930	0	0.00%
Proceeds from Bonds	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out		0	0.00%
Total other financing sources (uses)	107,930	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(102,070)	(60,278)	
Fund balance, July 1, 2015 (audited)		(25,228)	
Estimated fund balance @ June 30, 2016		(\$85,506)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

Alt. Firefighter's Pension - 70

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Contributions	\$0	\$0	0.00%
Uses of monies & properties	15,000	8,804	0.00%
Total revenues	15,000	8,804	58.69%
Expenditures:			
Benefits	3,600	1,800	50.00%
Administration	2,000	7,192	359.61%
Total Expenditures	5,600	8,992	160.57%
Excess (deficiency) of revenues over (under) expenditures	9,400	0 (188)	
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	9,400	(188)	
Fund balance, July 1, 2015 (audited)		169,420	
Estimated fund balance @ June 30, 2016		\$169,232	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

Employee Benefit Trust - 60

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Contributions	\$0	\$0	0.00%
Reinsurance reimbursements	0	0	0.00%
Miscellaneous revenues	625	710	113.62%
Total revenues	625	710	0.00%
Expenditures:			
Premiums	0	0	0.00%
Benefits	0	0	0.00%
Miscellaneous	2,000	198	9.89%
Total Expenditures	2,000	198	9.89%
Excess (deficiency) of revenues over (under) expenditures	(1,375)	512	
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	(1,375)	512	
Fund balance, July 1, 2015 (audited)		66,226	
Estimated fund balance @ June 30, 2016		\$66,738	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

Capital Projects - 30

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay:			
Investment Expenses	9,000	4,564	50.72%
Railroad Wash	0	2,627	0.00%
Bond Issuance Costs	0	33,185	0.00%
2015 Excise Bond	0	1,217	0.00%
Kids Park	250,000	2,000	0.80%
Garrison Park	250,000	2,000	0.80%
Civic Center HVAC	160,000	6,393	4.00%
Riverfront Park	150,000	2,000	1.33%
Communications Center	0	20,934	0.00%
Total Expenditures	819,000	142,620	17.41%
Excess (deficiency) of revenues over (under) expenditures	(819,000)	(52,825)	
Other Financing Sources (Uses):			
Operating Transfers In	2,682,830	0	0.00%
Proceeds from Bonds / Leases	0	0	0.00%
Transfers Out	(11,500,000)	(700,000)	0.00%
Total other financing sources (uses)	(8,817,170)	(700,000)	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(9,636,170)	(752,825)	
Fund balance, July 1, 2015 (audited)		10,528,437	
Estimated fund balance @ June 30, 2016		\$9,775,612	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

Debt Service - 20

	Adopted Budget	Y-T-D	% Used
Revenues:			
Taxes	\$2,078,485	\$1,155,956	55.62%
Uses of monies & properties	150	179	119.57%
Total revenues	2,078,635	1,156,136	55.62%
Expenditures:			
Trustee fees	360	360	100.00%
Rodeo Drive Reimbursement	0	0	0.00%
Debt service:		0	0.00%
Interest	631,275	499,706	79.16%
Principal	910,000	656,250	72.12%
Total Expenditures	1,541,635	1,156,316	75.01%
Excess (deficiency) of revenues over (under) expenditures	537,000	(181)	
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	537,000	(181)	
Fund balance, July 1, 2015 (audited)		1,210,126	
Estimated fund balance @ June 30, 2016		\$1,209,945	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

Water Consolidated - 50

	Adopted		
	Budget	Y-T-D	% Used
Revenues: Note 1			
Taxes	\$0	\$0	0.00%
Charges for services	7,998,250	5,815,667	72.71%
Uses of monies & properties	11,215	20,466	182.49%
Miscellaneous revenues	12,000	13,885	115.71%
Total revenues	8,021,465	5,850,018	72.93%
Expenditures:			
Operating:			
Salaries	826,880	559,810	67.70%
Temporary Employees	0	0	0.00%
Overtime	114,160	76,727	67.21%
Holiday pay	2,000	2,354	117.70%
Social security	59,880	38,831	64.85%
Medicare tax	14,000	9,081	64.87%
AZ state retirement	110,780	72,602	65.54%
Health & life insurance	186,900	131,028	70.11%
Worker's compensation	32,080	15,398	48.00%
Clothing allowance	5,500	4,850	88.18%
Operational supplies	24,000	11,880	49.50%
Tools	3,500	2,592	74.06%
Gas & oil	45,000	19,719	43.82%
Chlorine	63,000	25,834	41.01%
Office supplies	8,500	3,656	43.01%
Copier Supplies	0	0	0.00%
Vehicle maintenance	15,000	19,291	128.60%
Equipment maintenance	176,000	120,248	68.32%
Building maintenance	4,000	4,198	104.95%
Arsenic System Maintenance	460,000	30,335	6.59%
Contractual services	132,000	79,377	60.13%
Bank Charges	0	15,819	0.00%
Employee physicals	1,000	0	0.00%
Computer support	10,400	7,410	71.25%
General Counsel	0	0	0.00%
Contractual SVCS-M&O	33,000	19,366	58.69%
Lab / testing	28,000	7,332	26.18%
Public Relations	0	134	0.00%
Legal Advertising	2,000	177	8.85%
Printing & forms	6,500	2,765	42.54%
Auction Fees	0	0	0.00%
Utilities	350,700	289,492	82.55%
Telephone	13,400	10,935	81.61%
ADEQ annual fee	26,000	25,257	97.14%
Payment Assistance Program	12,000	10,750	89.58%
Aid In Lieu of Construction	100,000	18,049	18.05%
Verde River Days	1,000	1,635	163.46%
Travel & training	4,500	3,185	70.79%
Continuing education	200	0	0.00%
Equipment rental	1,000	70	6.98%
Subscriptions & dues	2,500	325	13.00%
Postage & freight	41,200	27,004	65.54%
Liability insurance	72,085	61,685	85.57%
Liability Insurance Deductible	0	0	0.00%
Indirect costs to general fund	450,000	409,993	91.11%
Bad debt expense	0	0	0.00%
Lease Purchase Principal & Interest	422,690	33,522	7.93%
Trust Land Annexation	0	70	0.00%
Reserve Resource Development	3,000,000	144,216	4.81%
Reserve Water Advisory	100,000	0	0.00%
Reserve Adjudication	100,000	5,215	5.22%
Reserve Water Conservation	100,000	11,284	11.28%
Subtotal maintenance and operations	7,161,355	2,333,501	32.58%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

Water Consolidated - 50 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Debt Service	31,733,955	1,962,610	6.18%
Capital Outlay:	2,927,350	705,623	24.10%
Total Expenditures	41,822,660	5,001,733	11.96%
 Excess (deficiency) of revenues over (under) expenditures	(33,801,195)	848,285	-2.51%
 Other Financing Sources (Uses):			
Operating transfers in	0	0	0.00%
Proceeds from bonds / loans	10,000,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	10,000,000	0	0.00%
 Excess of revenues and other financing sources over (under) expenditures and other financing uses - Net Income	(\$23,801,195)	\$848,285	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

**Water Construction
& Administration - 50**

	Adopted Budget	Y-T-D	% Used
Revenues:			
Impact Fees	0	0	0.00%
User fees	6,886,240	4,941,464	71.76%
Meter Installation	18,500	22,725	122.84%
Service Turn Ons	80,430	71,391	88.76%
Drought Water Shortage PP	0	0	0.00%
Res-Resource Development Fees	463,000	354,238	76.51%
Res-Water Advisory Committee	37,600	28,703	76.34%
Res-Adjudication	47,200	36,081	76.44%
Res-Water Conservation	28,930	22,139	76.53%
Recapture Agreements	0	0	0.00%
Reimbursement Clarkdale	291,350	218,514	75.00%
Collection fees/late fees	145,000	120,412	83.04%
Interest income	2,635	14,746	559.62%
Building Rental	8,580	5,720	66.67%
Other income	12,000	13,885	115.71%
Sale of City Property	0	0	0.00%
City sales tax	\$0	\$0	0.00%
Total revenues	8,021,465	5,850,018	72.93%

Expenditures:

Administration			
Salaries	182,090	107,108	58.82%
Overtime and Holiday Pay	5,000	1,253	25.06%
Social security	11,600	6,662	57.43%
Temp Employees	0	0	0.00%
Medicare tax	2,710	1,558	57.50%
AZ state retirement	21,460	12,429	57.92%
Health & life insurance	40,610	25,145	61.92%
Worker's compensation	1,310	140	10.69%
Office supplies	3,500	1,158	33.08%
Copier Supplies	0	0	0.00%
Equipment maintenance	0	5,700	0.00%
Contractual Services	85,000	58,404	68.71%
Bank charges	12,700	15,819	124.56%
Public Relations	0	134	0.00%
Computer support	6,600	5,168	78.31%
General Counsel	0	0	0.00%
Legal advertising	1,000	177	17.69%
Printing & forms	6,500	2,765	42.54%
Utilities	19,140	21,865	114.24%
Telephone	4,000	3,004	75.10%
Payment Assistance Program	12,000	10,750	89.58%
Travel & training	0	0	0.00%
Continuing education	0	0	0.00%
Subscriptions & dues	0	0	0.00%
Postage & freight	40,000	26,869	67.17%
Liability insurance	28,315	22,538	79.60%
Indirect costs to general fund	450,000	409,993	91.11%
Bad debt expense	0	0	0.00%
Trust Land Annexation	0	70	0.00%
Reserve Resource Development	3,000,000	144,216	4.81%
Reserve Water Advisory	100,000	0	0.00%
Reserve Adjudication	100,000	5,215	5.22%
Reserve Water Conservation	100,000	11,284	11.28%
Growth Premium	0	0	0.00%
Water System Evaluation	0	0	0.00%
Verde River Basin Partnership	0	0	0.00%
Unrestricted Reserve	0	0	0.00%
Subtotal maintenance and operations	4,233,535	899,426	21.25%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending March 31, 2016

**Water Construction
 & Administration - 50(page 2)**

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay	26,000	0	0.00%
Construction:			
Legal Advertising	0	0	0.00%
Water/Waste Water Master Plan	0	2,443	0.00%
Investment Expense	2,000	1,539	76.94%
Building Purchase	0	0	0.00%
Aresinic Mitigation	725,000	283,434	39.09%
Bonding Expense	0	9,699	0.00%
Valve Replacement	0	0	0.00%
Aid in Lieu of Construction	0	0	0.00%
Fire Hydrant Improvements	350,000	57,524	16.44%
HWY 260 H2O System Upgrades	0	0	0.00%
Well Booster Station	150,000	12,061	8.04%
Well Improvements	100,000	18,772	18.77%
12th St 89A to Fir	0	0	0.00%
W Mingus Reconstruction/Sys Upgrades	1,055,900	0	0.00%
Water System Upgrades	160,000	17,995	11.25%
Line Extensions	250,000	225,117	90.05%
Line Replacements	0	11,931	#DIV/0!
Impact Fee Study	0	0	0.00%
Subtotal construction expenses	<u>2,792,900</u>	<u>640,514</u>	<u>22.93%</u>
Total Expenditures	<u>7,052,435</u>	<u>1,539,940</u>	<u>21.84%</u>

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

Water Maintenance & Operations- 50

Adopted Budget	Y-T-D	% Used
-------------------	-------	--------

Expenditures:

Operating:

Salaries	644,790	452,702	70.21%
Overtime	109,160	75,475	69.14%
Holiday pay	2,000	2,354	117.70%
Social security	48,280	32,169	66.63%
Medicare tax	11,290	7,523	66.64%
AZ state retirement	89,320	60,173	67.37%
Health & life insurance	146,290	105,882	72.38%
Worker's compensation	30,770	15,258	49.59%
Clothing allowance	5,500	4,850	88.18%
Operational supplies	24,000	11,880	49.50%
Tools	3,500	2,592	74.06%
Gas & oil	45,000	19,719	43.82%
Chemicals	63,000	25,834	41.01%
Office supplies	5,000	2,498	49.96%
Vehicle maintenance	15,000	19,291	128.60%
Equipment maintenance	176,000	114,548	65.08%
Building maintenance	4,000	4,198	104.95%
Arsenic System Maintenance	460,000	30,335	6.59%
Contractual services	47,000	20,972	44.62%
Employee physicals	1,000	0	0.00%
Computer support	3,800	2,242	58.99%
Contractual SVCS-M&O	33,000	19,366	58.69%
Lab / testing	28,000	7,332	26.18%
Legal advertising	1,000	0	0.00%
Auction Fees	0	0	0.00%
Utilities	331,560	267,627	80.72%
Telephone	9,400	7,931	84.38%
ADEQ annual fee	26,000	25,257	97.14%
Aid in Lieu of Construction	100,000	18,049	18.05%
Verde River Days	1,000	1,635	163.46%
Travel & training	4,500	3,185	70.79%
Continuing education	200	0	0.00%
Equipment rental	1,000	70	6.98%
Subscriptions & dues	2,500	325	13.00%
Postage & freight	1,200	136	11.30%
Liability insurance	43,770	39,147	89.44%
Liability Insurance Deductible	0	0	0.00%
Lease Purchase Interest	398,160	24,365	6.12%
Lease Purchase Principal	24,530	9,157	37.33%
Subtotal maintenance and operations	2,940,520	1,434,075	48.77%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2016

Water Debt Service - 50

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Use of monies & properties	0	0	0.00%
Other Income	0	0	0.00%
Intergovernmental revenue	0	0	0.00%
Total Revenues	0	0	0.00%
Debt Service:			
Principal	31,732,455	878,954	2.77%
Interest	0	991,951	0.00%
Trustee Fees	1,500	91,705	6113.67%
Capital Outlay:	108,450	65,109	60.04%
Total Expenditures	34,782,925	2,027,719	5.83%
Excess (deficiency) of revenues over (under) expenditures	34,782,925	3,822,299	
Other Financing Sources (Uses):			
Operating transfers in	0	0	0.00%
Proceeds from bonds	10,000,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	10,000,000	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(23,813,895)	2,282,359	