

FY 2015 4th Quarter Financial Report



City of Cottonwood

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City of Cottonwood
Fiscal Year 2015 – 4th Quarter Report
For The Period Ending June 30, 2015

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EXECUTIVE SUMMARY

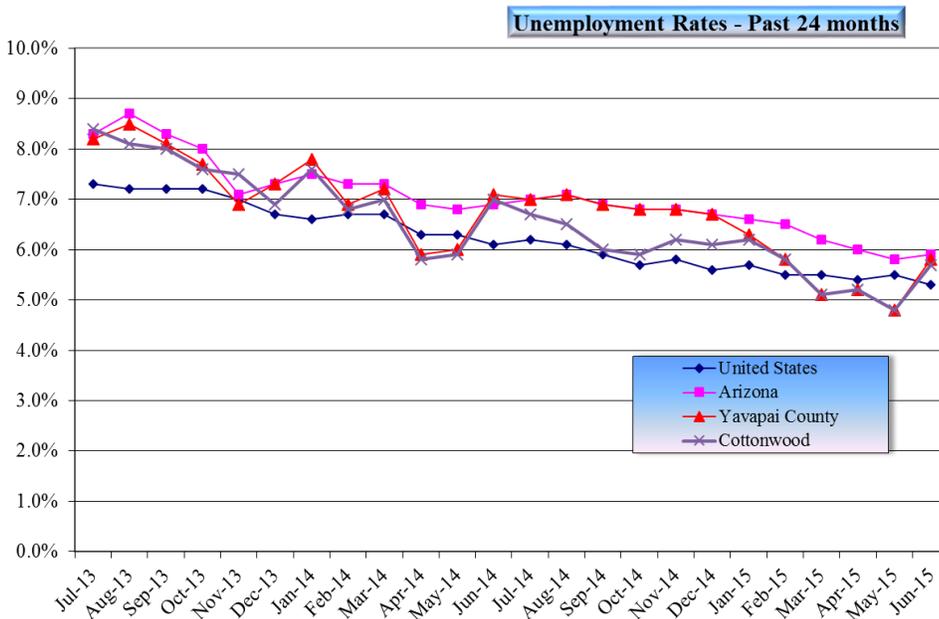
This report is a summary of significant items impacting the overall City as well as highlights of the City’s major revenues affecting the City’s larger funds. Those funds are the General Fund, Highway User Revenue Fund (HURF), the two Enterprise Funds, the Capital Improvement Fund, and the Debt Service Fund.

For more specific information, there are detail reports available at the end of this ten page summary. There are also many reports available on the City’s website at www.cottonwoodaz.gov. If some questions arise from the information on this report or on the website, citizens can email the Administrative Services Department at rrodriguez@cottonwoodaz.gov or call at (928) 340-2710. Finally, if it is necessary to come in person or mail comments, citizens can visit at 816 North Main Street, Cottonwood, AZ 86326.

Unemployment:

The one major factor affecting Cottonwood is that of relatively high unemployment in the area. Even though it is under the State and County numbers, it is nowhere near the 3.8% in the early part of 2002.

Monthly	United States	Arizona	Yavapai County	Cottonwood
Jul-13	7.3%	8.3%	8.2%	8.4%
Aug-13	7.2%	8.7%	8.5%	8.1%
Sep-13	7.2%	8.3%	8.1%	8.0%
Oct-13	7.2%	8.0%	7.7%	7.6%
Nov-13	7.0%	7.1%	6.9%	7.5%
Dec-13	6.7%	7.3%	7.3%	6.9%
Jan-14	6.6%	7.5%	7.8%	7.6%
Feb-14	6.7%	7.3%	6.9%	6.8%
Mar-14	6.7%	7.3%	7.2%	7.0%
Apr-14	6.3%	6.9%	5.9%	5.8%
May-14	6.3%	6.8%	6.0%	5.9%
Jun-14	6.1%	6.9%	7.1%	7.0%
Jul-14	6.2%	7.0%	7.0%	6.7%
Aug-14	6.1%	7.1%	7.1%	6.5%
Sep-14	5.9%	6.9%	6.9%	6.0%
Oct-14	5.7%	6.8%	6.8%	5.9%
Nov-14	5.8%	6.8%	6.8%	6.2%
Dec-14	5.6%	6.7%	6.7%	6.1%
Jan-15	5.7%	6.6%	6.3%	6.2%
Feb-15	5.5%	6.5%	5.8%	5.8%
Mar-15	5.5%	6.2%	5.1%	5.1%
Apr-15	5.4%	6.0%	5.2%	5.2%
May-15	5.5%	5.8%	4.8%	4.8%
Jun-15	5.3%	5.9%	5.8%	5.7%



Unemployment has come down dramatically over the years. Since its peak of 11.8% back in January 2010 we have declined nearly 6.1%. This is an excellent indicator as to the job availability in our community, however, there is still a long way to go.¹ We are cautiously optimistic in the economic improvement of Cottonwood, but are still looking for ways to reduce costs.

¹ Location on unemployment statistics

United States <http://data.bls.gov/timeseries/LNS14000000>

Arizona <http://www.ncsl.org/research/labor-and-employment/2014-state-unemployment-rates.aspx>

Yavapai County <http://azstats.gov/laus-data-query-tool/>

Cottonwood <https://laborstats.az.gov/sites/default/files/documents/files/laus-04cit-15-nsa.pdf>

GENERAL FUND

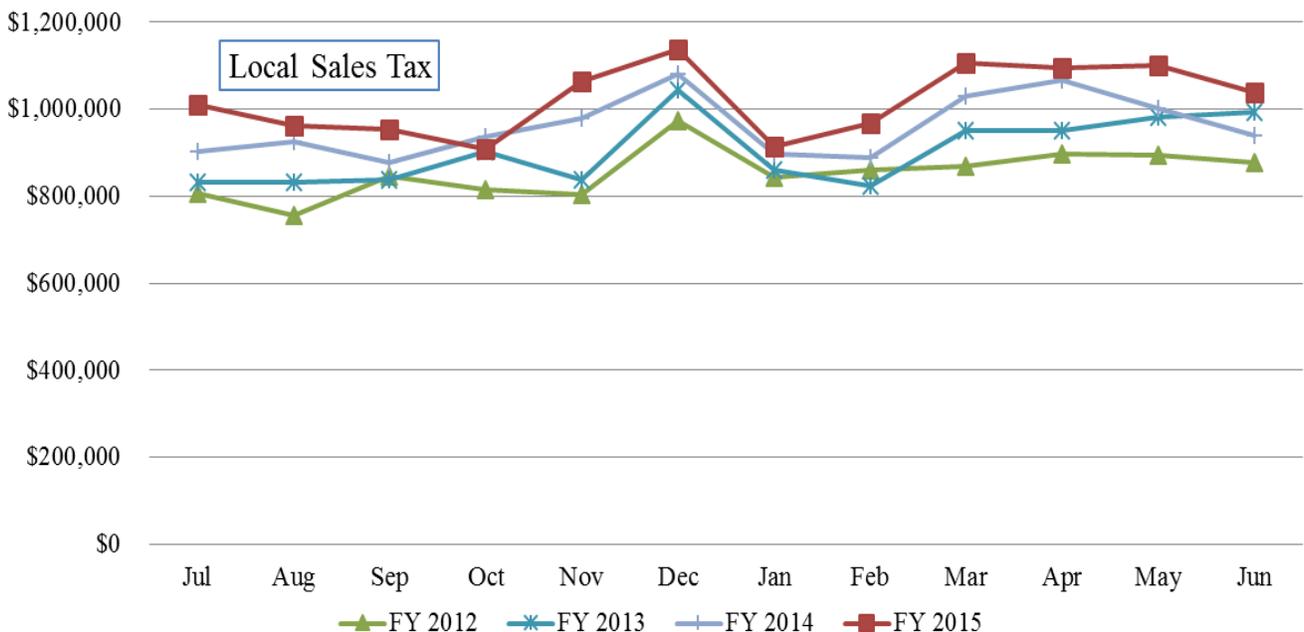
The following tables and graphs reflect the General Fund major revenue sources. All of the information compares monthly collections for similar periods from prior years. The major revenues consist of local sales tax as well as state shared resources.

Local Sales Tax

The local sales tax (3%) comprises over 50% of the overall General Fund revenues. We finished the year 6.36% over last fiscal year. We continue being optimistic as we prepare to enter a new year. We are looking forward to next fiscal year and hope to continue with the these relatively good sales tax numbers.

	FY 2012		FY 2013		FY 2014		FY 2015	
Jul	\$806,162	-9.90%	\$832,338	3.25%	\$902,118	8.38%	\$1,010,689	12.04%
Aug	756,158	-1.86%	831,993	10.03%	925,936	11.29%	962,616	3.96%
Sep	846,669	7.26%	837,190	-1.12%	876,758	4.73%	953,901	8.80%
Oct	815,403	1.83%	902,089	10.63%	935,859	3.74%	909,990	-2.76%
Nov	802,773	2.99%	837,340	4.31%	979,277	16.95%	1,064,350	8.69%
Dec	974,928	18.45%	1,043,128	7.00%	1,080,777	3.61%	1,137,286	5.23%
Jan	844,943	-13.16%	861,709	1.98%	897,108	4.11%	913,590	1.84%
Feb	861,948	19.56%	824,472	-4.35%	889,440	7.88%	967,464	8.77%
Mar	869,703	9.75%	950,700	9.31%	1,030,580	8.40%	1,106,094	7.33%
Apr	896,389	8.03%	951,558	6.15%	1,067,508	12.19%	1,095,223	2.60%
May	894,481	0.10%	982,181	9.80%	1,002,215	2.04%	1,100,716	9.83%
Jun	878,408	3.75%	993,955	13.15%	940,480	-5.38%	1,039,657	10.55%
	\$10,247,966	3.37%	\$10,848,654	5.86%	\$11,528,057	6.26%	\$12,261,576	6.36%

Description: The Transaction Privilege Tax (sales tax) is collected on the gross receipts of business activities. Until 1987, the tax rate was one percent. In 1987, the voters approved an increase of one percent to fund the construction of the wastewater collection/treatment system. Again, in 1992, the voters approved an additional two tenths percent increase to construct a new city library. The current tax rate is three percent (3%) after an increase of 0.8% in FY 2009.



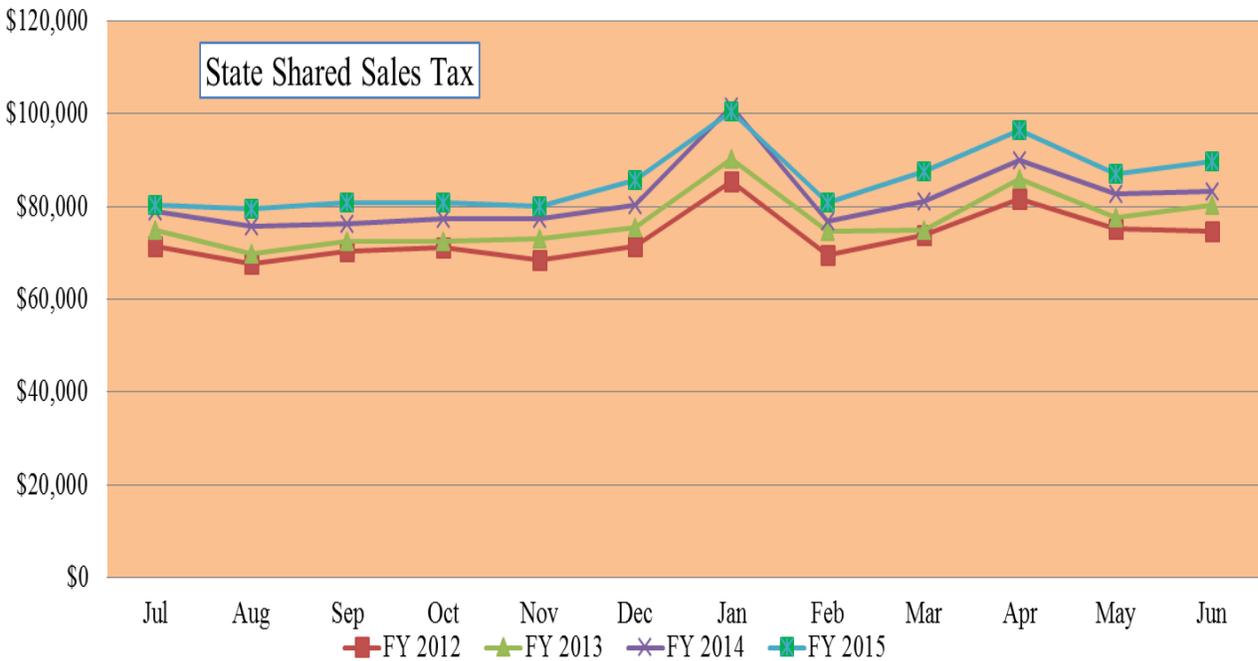
State Shared Sales Tax

This revenue is one of several state shared revenues. For the past three years this revenue stream has shown some steady improvements. Increases have ranged from 2-12%. Currently this revenue finished out the fiscal year with nearly a 5% increase. This was a \$48,879 increase over last fiscal year.

We finished just shy of our 2007 levels which was our high point of collections for state shared sales tax prior to the “great recession.”

	FY 2012		FY 2013		FY 2014		FY 2015	
Jul	\$71,347	8.94%	\$74,927	5.02%	\$78,926	5.34%	\$80,409	1.88%
Aug	67,683	9.01%	69,903	3.28%	75,616	8.17%	79,552	5.20%
Sep	70,271	9.18%	72,403	3.03%	76,206	5.25%	80,698	5.89%
Oct	71,058	8.41%	72,594	2.16%	77,314	6.50%	80,728	4.42%
Nov	68,373	4.75%	73,042	6.83%	77,348	5.90%	80,131	3.60%
Dec	71,372	5.97%	75,437	5.69%	80,201	6.32%	85,569	6.69%
Jan	85,272	2.56%	90,164	5.74%	101,466	12.54%	100,481	-0.97%
Feb	69,474	5.94%	74,616	7.40%	76,669	2.75%	80,866	5.47%
Mar	73,892	5.10%	74,975	1.47%	81,052	8.10%	87,669	8.16%
Apr	81,590	3.87%	86,010	5.42%	89,870	4.49%	96,493	7.37%
May	75,166	5.60%	77,712	3.39%	82,615	6.31%	87,147	5.49%
Jun	74,753	0.03%	80,278	7.39%	83,254	3.71%	89,672	7.71%
	\$880,250	5.60%	\$922,061	4.75%	\$980,536	6.34%	\$1,029,415	4.98%

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.



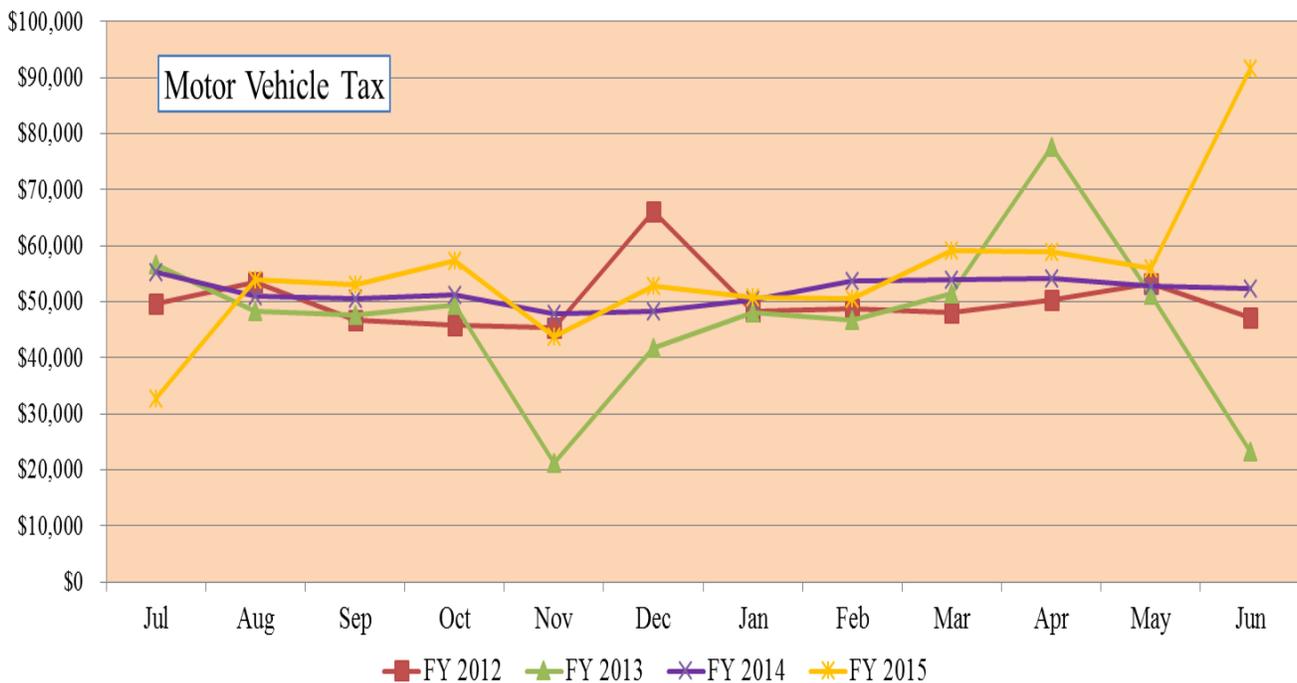
Motor Vehicle Tax

The Motor Vehicle Tax has been all over the place for the past years. The State distribution has been very inconsistent where one month we will get one disbursement and the following month we get three, then two. This revenue source has not seen any substantial improvements over the past years.

This revenue came back strong at fiscal year-end, finishing with a 6.32% increase. Though a concern, it is not an indication of where we will be by year end since the state is still trying to get distributions out on a timely basis. We are still not at our high point from FY 2006 levels for this revenue.

	FY 2012		FY 2013		FY 2014		FY 2015	
Jul	\$49,645	-2.78%	\$56,662	14.13%	\$55,274	-2.45%	\$32,681	-40.87%
Aug	53,412	2.41%	48,232	-9.70%	50,992	5.72%	53,909	5.72%
Sep	46,781	-2.37%	47,737	2.04%	50,638	6.08%	53,159	4.98%
Oct	45,786	-12.24%	49,369	7.83%	51,303	3.92%	57,376	11.84%
Nov	45,280	2.26%	21,295	-52.97%	47,840	124.65%	43,919	-8.20%
Dec	66,025	47.58%	41,840	-36.63%	48,271	15.37%	52,788	9.36%
Jan	48,276	11.11%	48,182	-0.19%	50,317	4.43%	50,813	0.99%
Feb	48,880	9.45%	46,809	-4.24%	53,701	14.72%	50,593	-5.79%
Mar	47,984	-14.08%	51,577	7.49%	53,870	4.45%	59,134	9.77%
Apr	50,282	7.13%	77,643	54.41%	54,125	-30.29%	58,821	8.68%
May	53,316	11.16%	51,160	-4.04%	52,877	3.36%	56,080	6.06%
Jun	47,167	-8.47%	23,343	-50.51%	52,289	124.00%	91,513	75.01%
	\$602,832	3.45%	\$563,851	-6.47%	\$621,497	10.22%	\$660,786	6.32%

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.



General Fund – Revenues vs Expenditures

Our General Fund operating revenues continue struggling to keep up with our expenditures. As of June 30, 2015 we have used \$306,526 of our reserves. This is much less than the increase of \$3.6 we anticipated to add to the reserves.

You may recall that this budgetary increase was to be accomplished by bonding for some projects. The bonding did take place, however the resources were allocated to the other funds that are responsible for the projects. The meetings to approve the fiscal year 2016 budget were difficult ones, however very productive and got another balanced budget passed. It did bring out the issue of the economic recovery coming along very slowly.

The issue of revenues keeping up with expenditures has been discussed in past years and will continue to be an issue in the future. This FY 2016 budget season was more challenging than in the past due to the revenue constraints and increased demand for services. Our costs continue to rise and our revenues are not keeping up with the pace of rising costs.

	General Fund	
	Budget	4th Qtr Actual
Revenues	\$22,240,955	\$17,797,730
Operating Expenditures	16,686,345	16,232,703
Capital Outlay	694,100	746,820
Debt Service	0	0
Revenues over (under) Expenditures	4,860,510	818,208
Other Funding Sources & Uses	(1,220,610)	(1,124,734)
Revenues & other funding sources & uses over (under) Expenditures	3,639,900	(306,526)
Beginning Fund Balance	5,825,707	5,825,707
Ending Fund Balance	\$9,465,607	\$5,519,181

REVENUES

Taxes	\$14,442,636
Licenses & permits	229,810
Intergovernmental revenue	1,703,253
Charges for services	1,087,287
Fines & forfeitures	212,390
Uses of monies & properties	94,407
Miscellaneous revenues	27,947
Other Sources	176,212
Revenues & Other Sources	<u>\$17,973,942</u>

EXPENDITURES

General Government	\$6,472,419
Public Safety	1,710,979
Cultural & Recreation	8,049,304
Capital Equipment	746,820
Other Uses	1,300,946
Expenditures & Other Uses	<u>\$18,280,469</u>

As we move forward into this fiscal year, be aware that Governmental Accounting Standards Board (GASB) Statement #68 – Accounting and Financial Reporting for Pension Plans will affect all entities using Arizona State Retirement System (ASRS) or Public Safety Personnel Retirement System (PSPRS). All entities will be required to reflect any pension plan underfunding liability on their respective financials. PSPRS has reported our liability to be \$1,662,651 for our Fire Department and \$7,961,156 for our Police Department for FY 2016, totaling \$9,623,807.

The anticipated bonding process for street projects and the Communication Center was completed prior to the closing of the fiscal year. The financing will be welcomed since we have used large amounts of CIP reserves to move projects along. Many of these project have been talked about for years and are now coming to fruition. As you may recall, we will be reimbursing ourselves for project costs already incurred in order to restore our reserves.

Our overall fund balance continues to be fully funded in the General Fund, while other funds are not meeting the established Fund Balance Policy. This topic has been discussed in the past and is becoming more critical each budget year. This is something that will need to be corrected in the near future.

SPECIAL REVENUE FUNDS

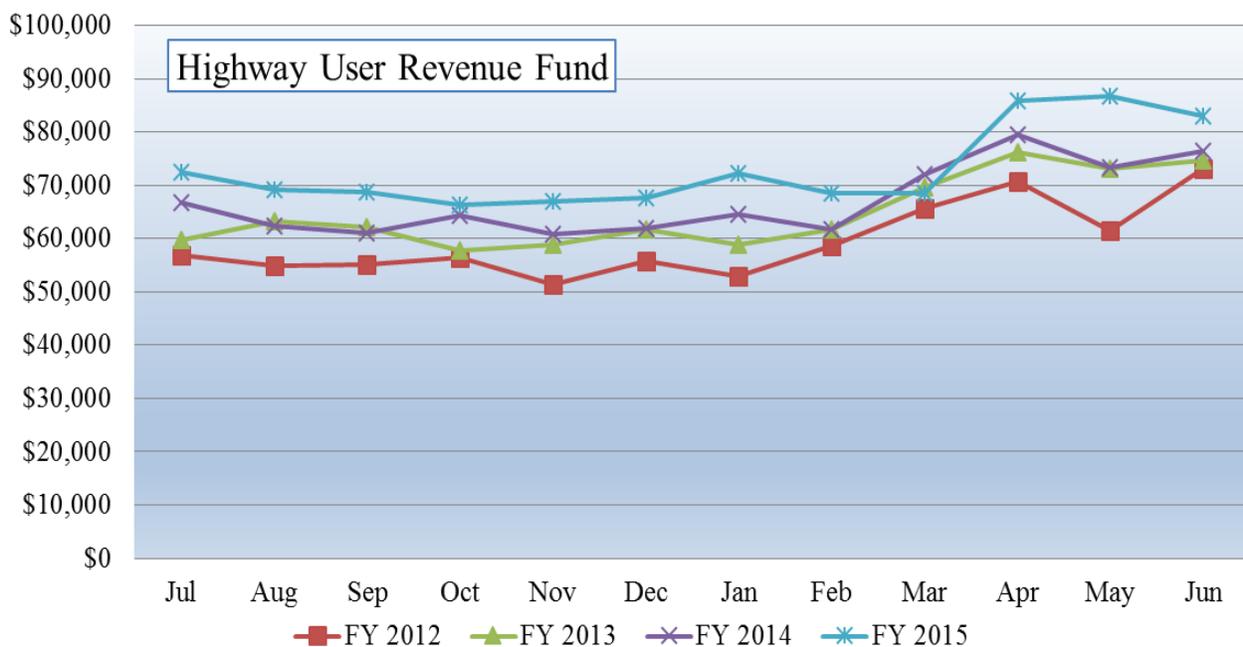
Special Revenue Funds consist of the Highway User Revenue Fund (HURF) and several other smaller funds, including CAT/LYNX, Library, Cemetery, Airport, and Grants.

Highway User Revenue Funds - HURF

This is another state shared revenue source. It has not improved very much over the years, though it appears to have finished the year a little better than expected. The State is still using a portion of the HURF that is designated for cities and towns to assist with cost to the Arizona Department of Public Safety. We are pleased to see that the HURF finished the year 8.9% above last year at this same time period.

	FY 2012		FY 2013		FY 2014		FY 2015	
Jul	\$56,888	-13.20%	\$59,762	5.05%	\$66,861	11.88%	\$72,487	8.41%
Aug	54,841	-15.57%	63,241	15.32%	62,470	-1.22%	69,249	10.85%
Sep	55,049	-14.23%	62,182	12.96%	61,165	-1.64%	68,695	12.31%
Oct	56,436	-11.44%	57,683	2.21%	64,485	11.79%	66,391	2.96%
Nov	51,443	-16.68%	58,982	14.65%	60,776	3.04%	67,106	10.41%
Dec	55,755	-16.38%	61,771	10.79%	62,013	0.39%	67,781	9.30%
Jan	52,910	-18.58%	58,964	11.44%	64,643	9.63%	72,211	11.71%
Feb	58,719	-9.80%	61,836	5.31%	61,689	-0.24%	68,542	11.11%
Mar	65,709	-4.50%	69,754	6.16%	72,168	3.46%	68,542	-5.02%
Apr	70,756	-9.06%	76,304	7.84%	79,481	4.16%	85,957	8.15%
May	61,582	-9.77%	73,104	18.71%	73,414	0.42%	86,824	18.27%
Jun	73,144	-1.99%	74,681	2.10%	76,375	2.27%	83,032	8.72%
	\$713,231	-11.55%	\$778,265	9.12%	\$805,540	3.50%	\$876,817	8.85%

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. The state's forecast was for \$839,050, however it ended the year in better shape at \$876,817.



Special Revenues Funds - continued

The following tables depict 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 any shortages in their bottom line. Most of the negative numbers are grants, transfers or receivables that are outstanding and are expected to be received within the next couple months. HURF will be getting some transfers in from the Capital Improvements Funds as well the Excises Tax Bond financing for the major street projects that was recently completed.

	Special Revenue Funds					
	HURF		CAT		Library	
	Budget	4th Qtr Actual	Budget	4th Qtr Actual	Budget	4th Qtr Actual
Revenues	1,884,200	1,091,093	\$1,468,765	\$1,006,474	\$211,665	\$172,755
Operating Expenditures	1,331,270	1,081,160	1,374,040	1,302,503	916,615	942,624
Capital Outlay	9,250,700	2,765,442	736,465	64,511	13,480	15,821
Debt Service	0	0	0	0	0	0
Revenues over (under) Expenditures	(8,697,770)	(2,755,509)	(641,740)	(360,539)	(718,430)	(785,690)
Other Funding Sources & Uses	10,030,000	3,119,048	0	0	718,430	785,690
Revenues & other funding sources & uses over (under) Expenditures	1,332,230	363,539	(641,740)	(360,539)	0	(0)
Beginning Fund Balance	(444,200)	(444,200)	0	0	73,324	73,324
Ending Fund Balance	\$888,030	(\$80,661)	(\$641,740)	(\$360,539)	\$73,324	\$73,324

	Special Revenue Funds					
	Cemetery		Airport		Grants	
	Budget	4th Qtr Actual	Budget	4th Qtr Actual	Budget	4th Qtr Actual
Revenues	\$900	\$1,530	\$333,300	\$292,943	\$1,052,000	\$115,380
Operating Expenditures	24,225	32,589	266,430	270,345	0	0
Capital Outlay	0	0	0	0	1,152,000	11,528
Debt Service	0	0	0	0	0	0
Revenues over (under) Expenditures	(23,325)	(31,059)	66,870	22,599	(100,000)	103,852
Other Funding Sources & Uses	19,225	31,059	(47,410)	0	127,410	11,528
Revenues & other funding sources & uses over (under) Expenditures	(4,100)	0	19,460	22,599	27,410	115,380
Beginning Fund Balance	0	0	(9,517)	(9,517)	161,641	161,641
Ending Fund Balance	(\$4,100)	\$0	\$9,943	\$13,081	\$189,051	\$277,021

CAPITAL IMPROVEMENTS FUND

This fund continues to be in relatively good fiscal shape; however, the fund balance has declined over the past seven years. This decline is due to the City’s decision to move forward with large street projects throughout the community, and look toward the Excise Tax Bond financing to replenish the depleted reserves. As noted in a previous section of this report, the financing for these projects has just been completed.

During the recession the city used some of these accumulated funds to support the construction sector by acquiring buildings and rehabilitating them for much needed office space. In recent years the focus has shifted to taking care of street improvements. There is also a commitment to using these reserves to fund the Wastewater Reclamation Facility at Riverfront Park, which shall provide reclaimed water to the area sport fields, and injection wells to replenish our aquifers. This fund also provided the needed financial support for the completion of the Communications Center while a financing package can be completed.

Below are the major projects funded by these reserves for this fiscal year. Some of these costs are remaining from previous year’s projects, others are projects that are in the design phase and are planned to begin construction later this fiscal year.

		Capital Improvements	
		Budget	4th Qtr Actual
Revenues		\$180,000	\$113,383
Operating Expenditures		0	0
Capital Outlay		2,407,300	1,662,119
Debt Service		0	
Revenues over (under)			
Expenditures		(2,227,300)	(1,548,737)
Other Funding Sources & Uses		3,700,000	(3,119,048)
Revenues & other funding sources & uses over (under)			
Expenditures		1,472,700	(4,667,785)
Beginning Fund Balance		10,528,437	10,528,437
Ending Fund Balance		\$12,001,137	\$5,860,652

Capital outlay:

	Adopted Budget	Y-T-D	% Used
Investment Expenses	8,700	8,930	102.65%
Software	70,000	46,397	66.28%
Capital Projects	235,000	31,903	13.58%
Old Town Parking Lot	0	40,276	0.00%
Kids Park	250,000	0	0.00%
Garrison Park	250,000	0	0.00%
Civic Center HVAC	160,000	2,069	1.29%
Riverfront Park	150,000	0	0.00%
Communications Center	1,283,600	1,515,984	118.10%
Railroad Wash Improvements	0	16,560	0.00%
Total Expenditures	2,407,300	1,662,119	69.04%

ENTERPRISE FUNDS

Wastewater and Water

The Enterprise Funds are working towards operating in the black. FY 2013 was a turning point for both the Water and Wastewater Enterprise Funds. The increase on October 1, 2013 immediately began to show improvement in the bottom line of both these funds. This increase, as well as the one that was instituted on January 1, 2015 were necessary in order to keep up with the rising cost of being in the water and wastewater business. It also helps with our commitments to those investors that entrusted us with their money to acquire the companies.

The table below does not take into consideration the January 1, 2015 rate increase on the budget side since no proposals were made to city council at budget time. The recent increases are not reflected until February 2015. This means that FY revenues will reflect only six months of additional revenue collections. The water budget included the full amount of reserves in the expense side of the budget, which skews the budget by over \$3.35M dollars. Gradual increases in rates will help strengthen our reserves and allow us to meet our bond covenants. It will also allow us to put some revenue into reserves for these Enterprise Funds.

	Enterprise Funds			
	Wastewater		Water	
	Budget	4th Qtr Actual	Budget	4th Qtr Actual
Revenues	2,298,820	2,177,916	\$7,418,625	\$7,685,811
Operating Expenditures	1,913,830	2,085,778	7,301,450	3,184,446
Capital Outlay	8,945,240	530,732	1,783,550	457,651
Debt Service	0	0	12,554,460	2,561,875
Revenues over (under) Expenditures	(8,560,250)	(438,594)	(14,220,835)	1,481,839
Other Funding Sources & Uses	8,379,975	0	10,000,000	550,000
Revenues & other funding sources & uses over (under) Expenditures	(\$180,275)	(\$438,594)	(\$4,220,835)	\$2,031,839

The rate setting process began shortly after the start of the new fiscal year after the budget is completed and we have our refinancing and bonding done, to ensure we get all the new debt service numbers in place. As a note, the process of increasing rates is a very long process. It will require committee meetings, work sessions, and public hearings. It also requires notices of intent to be published. Finally, there is the wait period before it takes effect.

Though we did not get a large contingent of water rate protestors at our rate hearings this year, we did have some county residents visit with the Water Infrastructure Finance Authority (WIFA) and tried to derail the refinancing. We expected a big push against our Excise Tax bonding request from the same group of people but it did not materialized.

DEBT SERVICES FUND

This fund started 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. 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 complete the final quarter of fiscal year 2015, we are pleased to see the economy slowly improving. We are also pleased with being able to continue providing the excellent services that our community is accustomed to getting from the city. Many projects that that we anticipated to complete this fiscal year will be rolled into our next fiscal year. Considering that this last quarter of the year has the least events we still are doing well.

Despite our past and current success, we continue to be concerned over our revenue generation not keeping up with our expenditures. Our local sales tax is coming along nicely, however, other revenues, mostly those related to the construction are still struggling. This has already been a tough budget year and we expect that next year we will much of the same. We received some direction from council during the Strategic Planning Session in January and are still looking to present some revenue possibilities to council with the next year.

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.

		Debt Service	
		Budget	4th Qtr Actual
Revenues		\$1,210,125	\$1,543,006
Operating Expenditures			
Capital Outlay			
Debt Service		1,541,275	1,734,375
Revenues over (under)			
Expenditures		(331,150)	(191,369)
Other Funding Sources & Uses		0	0
Revenues & other funding sources & uses over (under)			
Expenditures		(331,150)	(191,369)
Beginning Fund Balance		1,210,126	1,210,126
Ending Fund Balance		\$878,976	\$1,018,757

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

General Fund - 01

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	13,706,300	14,442,636	105.37%
Licenses & permits	300,000	229,810	76.60%
Intergovernmental revenue	2,335,470	1,703,253	72.93%
Charges for services	982,350	1,087,287	110.68%
Fines & forfeitures	263,000	212,390	80.76%
Uses of monies & properties	127,040	94,407	74.31%
Miscellaneous revenues	4,526,795	27,947	0.62%
Total revenues	22,240,955	17,797,730	80.02%
Expenditures:			
Operating:			
Council	228,000	160,694	70.48%
City Clerk	235,160	226,003	96.11%
Administration	876,795	846,662	96.56%
Finance	377,815	356,936	94.47%
Personnel	232,340	225,026	96.85%
IT Services	332,710	387,928	116.60%
Purchasing	72,420	68,305	94.32%
Legal	359,965	399,853	111.08%
Court	491,175	496,457	101.08%
Planning & zoning	514,620	462,055	89.79%
Engineering	412,580	401,659	97.35%
Public Works	378,950	326,080	86.05%
Transfer Station	163,380	184,498	112.93%
Building maintenance	499,440	388,121	77.71%
Custodial	132,000	151,249	114.58%
Natural resources	150,345	151,113	100.51%
Non-departmental	435,500	438,858	100.77%
Police	4,378,815	4,324,024	98.75%
Communications	1,155,220	1,126,041	97.47%
Fire	2,849,860	2,599,239	91.21%
Ordinance Enforcement	194,640	205,056	105.35%
Parks & recreation	510,360	543,507	106.49%
Rec Center Operations	1,347,575	1,401,428	104.00%
Pool	116,540	133,064	114.18%
Economic Development	240,140	228,846	95.30%
Subtotal maintenance and operations	16,686,345	16,232,703	97.28%
Capital outlay:	694,100	746,820	107.60%
Total Expenditures	17,380,445	16,979,523	97.69%
Excess (deficiency) of revenues over (under) expenditures	4,860,510	818,208	
Other financing sources (uses):			
Operating transfers in	0	0	0.00%
Sales of City Equipment	6,000	176,212	2936.87%
Capital leases	(488,955)	(484,197)	99.03%
Transfers out	(737,655)	(816,749)	110.72%
Total other financing sources (uses)	(1,220,610)	(1,124,734)	92.15%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	3,639,900	(306,526)	
Fund balance, July 1, 2014 (audited)		5,825,707	
Estimated fund balance @ June 30, 2015		\$5,519,181	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

HURF - 10

	Adopted Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$1,884,050	1,089,806	57.84%
Uses of monies & properties	150	1,287	858.01%
Miscellaneous revenues	0	0	0.00%
Total revenues	1,884,200	1,091,093	57.91%
Expenditures:			
Operating:			
Salaries	185,460	171,176.14	92.30%
Temp employees	0	0	0.00%
Overtime	3,000	3,245.51	108.18%
Social security	11,690	10,163.06	86.94%
Medicare tax	2,730	2,376.95	87.07%
AZ state retirement	21,870	20,004.75	91.47%
Health & life insurance	55,415	49,903.97	90.05%
Worker's compensation	18,520	17,572.00	94.88%
Clothing allowance	1,500	1,230.51	82.03%
Operational supplies	1,200	1,459.93	121.66%
Tools	2,000	3,467.10	173.36%
Gas & oil	20,000	15,995.51	79.98%
Materials	18,000	18,641.38	103.56%
Street signs	5,000	2,631.35	52.63%
Street marking	42,500	1,135	2.67%
Office supplies	200	0	0.00%
Vehicle maintenance	8,000	9,848	123.11%
Equipment maintenance	15,000	17,487	116.58%
Building maintenance & repair	150	0	0.00%
Pavement Preservation	4,000	0	0.00%
Contractual services	247,000	21,178	8.57%
Bank charges	100	15	15.00%
Employee physicals	1,000	112	11.20%
Computer support	500	171	34.20%
General counsel	0	0	0.00%
Engineering Services	0	0	0.00%
Legal advertising	0	0	0.00%
Utilities	9,200	9,690	105.33%
Street lights	68,200	59,215	86.83%
Telephone	2,500	2,722	108.86%
Culverts	2,500	0	0.00%
Travel & training	500	808	161.58%
Continuing education	0	0	0.00%
Equipment rental	1,000	108	10.83%
Subscriptions & dues	100	0	0.00%
Postage & freight	50	36	71.46%
Liability insurance	17,010	36,119	212.34%
Liability claims deductible	0	0	0.00%
Indirect costs to general fund	517,275	588,450	113.76%
Street light contingency	3,500	1,282	36.62%
Equipment purchase	43,000	13,434	0.00%
Street Improvements	1,600	1,481	0.00%
Subtotal maintenance and operations	1,331,270	1,081,160	81.21%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

HURF - 10 (page 2)

	Adopted Budget	Y-T-D	% Used
Debt Service:			
Principal	0	0	0.00%
Interest	0	0	0.00%
Capital Outlay:			
Street Light Contingency	10,000	0	0.00%
Pavement Preservation	250,000	232,399	0.00%
Mingus/Main Signal	5,000	0	0.00%
W Mingus Reconstruction	0	7	0.00%
12th ST NACOG 89-A to Fir	3,329,700	2,399,001	0.00%
Sidewalk Additions	80,000	36,841	46.05%
Mingus Willard to Main	5,526,000	30,867	0.00%
10 th Street	0	43,992	0.00%
Main St. Road Diet Grant	50,000	0	0.00%
HSIP Street Sign Replacement	0	22,335	0.00%
Total Expenditures	<u>10,581,970</u>	<u>3,846,602</u>	<u>36.35%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,697,770)</u>	<u>(2,755,509)</u>	
Other Financing Sources (Uses):			
Operating Transfers In	0	3,119,048	0.00%
Proceeds from Bonds	10,030,000	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	<u>10,030,000</u>	<u>3,119,048</u>	<u>0.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>1,332,230</u>	<u>363,539</u>	
Fund balance, July 1, 2014 (audited)		<u>(444,200)</u>	
Estimated fund balance @ June 30, 2015		<u><u>(\$80,661)</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

CATS - 10

	Adopted Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$1,273,465	806,835	63.36%
Charges for services	195,300	199,640	102.22%
Total revenues	1,468,765	1,006,474	68.53%
Expenditures:			
Salaries	471,740	428,158	90.76%
Temporary employee	149,000	154,583	103.75%
Overtime	17,200	28,999	168.60%
Holiday pay	6,500	9,017	138.72%
Social security	39,920	37,003	92.69%
Medicare	9,330	8,654	92.75%
AZ retirement	62,380	60,282	96.64%
Health/life insurance	126,140	128,239	101.66%
State compensation insurance	30,650	22,447	73.24%
Clothing allowance	3,500	2,389	68.25%
Contractual Services	123,500	5,839	4.73%
Gas & oil	123,500	146,384	118.53%
Office supplies	6,500	4,427	68.11%
Copier supplies	200	14	7.12%
Vehicle maintenance	87,000	147,724	169.80%
Building Maintenance	5,500	5,463	99.33%
Radio maintenance	6,500	5,460	84.01%
Postage & freight	29,150	17,734	60.84%
Audit expense	3,000	3,000	100.00%
Employee physicals / drug tests	1,980	2,706	136.67%
Computer Support	4,500	5,121	113.81%
Custodial Contract	0	6,634	0.00%
Advertising	9,200	6,859	74.56%
Printing & forms	8,800	14,814	168.34%
Utilities	12,500	7,886	63.09%
Telephone	9,300	8,736	93.94%
Travel/training	5,000	4,516	90.32%
Continuing education	0	0	0.00%
Subscriptions/dues	100	1,475	1475.00%
Tools & Equipment	100	304	303.82%
Liability insurance	21,350	27,635	129.44%
Indirect costs to GF	0	0	0.00%
Subtotal maintenance and operations	1,374,040	1,302,503	94.79%
Capital Outlay:	736,465	64,511	0.00%
Fund b: Total Expenditures	2,110,505	1,367,013	64.77%
Excess (deficiency) of revenues over (under) expenditures	(641,740)	(360,539)	
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	(641,740)	(360,539)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

Library - 03

	Adopted Budget	Y-T-D	% Used
Revenues:			
Other income	\$25,640	\$15,856	61.84%
Interest income	25	59	237.24%
City Sales Tax	0	0	0.00%
Yavapai county	162,520	156,840	96.51%
AZ LSCA/Yavapai county grant	23,480	0	0.00%
Gates grant	0	0	0.00%
Total revenues	211,665	172,755	81.62%
Expenditures:			
Operating:			
Salaries	368,750	373,822	101.38%
Temp employees	46,640	39,692	85.10%
Overtime	0	0	
Holiday pay	0	0	0.00%
Social security	25,710	25,218	98.09%
Medicare tax	6,010	5,898	98.14%
AZ state retirement	42,780	42,307	98.89%
Health & life insurance	77,680	82,567	3.00%
Worker's compensation	4,240	4,685	110.50%
Gas & oil	0	0	0.00%
Book purchases	41,000	42,336	103.26%
Office supplies	4,000	3,929	98.21%
Copier supplies	3,500	6,662	190.34%
Bldg M&R Expenses	0	63	0.00%
Vehicle maintenance	0	0	0.00%
Equipment maintenance	6,000	5,930	98.83%
Collection expenses	2,000	1,906	95.32%
Bank Charges	0	0	0.00%
Recruitment Cost	500	360	72.00%
Computer support	5,000	2,246	44.92%
Legal advertising	0	0	0.00%
Utilities	55,000	53,943	98.08%
Telephone	2,000	2,665	133.27%
Network & technology expenses	35,000	36,914	105.47%
Youth programs	450	387	85.92%
Annual volunteer appreciation	750	911	0.00%
Travel & training	800	1,212	151.48%
Subscriptions & dues	200	0	0.00%
Postage & freight	6,000	4,606	76.76%
Liability Insurance	17,000	13,545	79.68%
Indirect costs to general fund	165,605	190,822	115.23%
District - Materials	0	0	0.00%
Subtotal maintenance and operations	916,615	942,624	102.84%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

Library - 03 (page 2)

	Adopted Budget	Y-T-D	% Used
Capital outlay:	13,480	15,821	0.00%
Total expenditures	<u>930,095</u>	<u>958,445</u>	<u>103.05%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(718,430)</u>	<u>(785,690)</u>	
Other financing sources (uses):			
Operating transfers in	718,430	785,690	109.36%
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>718,430</u>	<u>785,690</u>	<u>109.36%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>0</u>	<u>(0)</u>	
Fund balance, July 1, 2014 (audited)		<u>73,324</u>	
Estimated fund balance @ June 30, 2015		<u><u>\$73,324</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

Cemetery 04

	Adopted Budget	Y-T-D	% Used
Revenues:			
Interest Income	\$0	\$0	0.00%
Charges for services	900	1,530	170.00%
Total revenues	900	1,530	170.00%
Expenditures:			
Utilities	19,000	21,246	111.82%
Telephone	0	0	0.00%
Grave Liners	3,000	0	0.00%
Miscellaneous Expense	1,100	357	32.42%
Indirect Costs	1,125	10,986	976.56%
Subtotal maintenance and operations	24,225	32,589	134.53%
Capital improvements	0	0	0.00%
Total expenditures	24,225	32,589	134.53%
Excess (deficiency) of revenues over (under) expenditures	(23,325)	(31,059)	
Other financing sources (uses):			
Operating transfers in	19,225	31,059	161.56%
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)	19,225	31,059	161.56%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(4,100)	0	
Fund balance, July 1, 2014 (audited)		0	
Estimated fund balance @ June 30, 2015		\$0	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

Airport - 05

	Adopted Budget	Y-T-D	% Used
Revenues:			
Other Income	\$0	\$0	0.00%
Late Fees	\$350	\$552	157.72%
Tie down rent	15,000	17,893	119.29%
Airpark Rents	0	0	0.00%
FBO building rental income	0	0	0.00%
Fuel sales income	245,000	203,277	82.97%
Oil Sales	50	119	0.00%
Land lease fees	32,900	37,253	113.23%
City hangar lease fees	40,000	33,850	84.62%
Total revenues	333,300	292,943	87.89%
Expenditures:			
Operational Supplies	1,000	2,771	277.05%
Fuel Expense	175,000	160,575	91.76%
Oil Expense	0	46	0.00%
Office Supplies	0	120	
Vehicle Maintenance	500	102	
Equipment maintenance	8,000	4,710	58.88%
Building maintenance	1,000	1,255	125.46%
Contractual Services	5,000	6,498	129.96%
Bank Charges	7,000	11,077	158.24%
Computer Support	120	120	
General Counsel	0	0	0.00%
Utilities	12,000	14,263	118.86%
Telephone	800	1,317	164.65%
Airport Annual Event	0	0	0.00%
Liability Insurance	8,200	8,200	100.00%
Indirect costs	48,810	59,293	0.00%
Equipment Purchase	0	0	0.00%
Airport Improvments	0	0	
Subtotal maintenance and operations	266,430	270,345	101.47%
Capital improvements - hangars	0	0	0.00%
Total expenditures	266,430	270,345	101.47%
Excess (deficiency) of revenues over (under) expenditures	66,870	22,599	
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	(47,410)	0	0.00%
Total other financing sources (uses)	(47,410)	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	19,460	22,599	
Fund balance, July 1, 2014 (audited)		(9,517)	
Estimated fund balance @ June 30, 2015		\$13,081	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

Grants - 11 & 12

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$1,052,000	\$115,219	10.95%
Other Income	0	161	0.00%
Total revenues	1,052,000	115,380	10.97%
Expenditures:			
Capital Outlay:	1,152,000	11,528	1.00%
Total Expenditures	1,152,000	11,528	1.00%
Excess (deficiency) of revenues over (under) expenditures	(100,000)	103,852	
Other Financing Sources (Uses):			
Operating Transfers In	127,410	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)	127,410	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	27,410	103,852	
Fund balance, July 1, 2014 (audited)		161,641	
Estimated fund balance @ June 30, 2015		\$265,493	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

Alt. Firefighter's Pension - 70

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Contributions	\$0	\$0	0.00%
Uses of monies & properties	0	19,083	0.00%
Total revenues	0	19,083	#DIV/0!
Expenditures:			
Benefits	3,600	1,800	50.00%
Administration	11,100	20,477	184.48%
Total Expenditures	14,700	22,277	151.54%
Excess (deficiency) of revenues over (under) expenditures	(14,700)	0 (3,194)	
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	(14,700)	(3,194)	
Fund balance, July 1, 2014 (audited)		136,969	
Estimated fund balance @ June 30, 2015		\$133,775	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

Employee Benefit Trust - 60

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Contributions	\$0	\$0	0.00%
Reinsurance reimbursements	0	0	0.00%
Miscellaneous revenues	1,200	834	0.00%
Total revenues	1,200	834	0.00%
Expenditures:			
Premiums	0	0	0.00%
Benefits	0	0	0.00%
Miscellaneous	0	0	0.00%
Total Expenditures	0	0	#DIV/0!
Excess (deficiency) of revenues over (under) expenditures	1,200	834	
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	1,200	834	
Fund balance, July 1, 2014 (audited)		93,436	
Estimated fund balance @ June 30, 2015		\$94,269	

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget to Actual

Quarterly Report Ending June 30, 2015

Capital Projects - 30

	Adopted Budget	Y-T-D	% Used
Capital outlay:			
Investment Expenses	8,700	8,930	102.65%
Software	70,000	46,397	66.28%
Capital Projects	235,000	31,903	13.58%
Old Town Parking Lot	0	40,276	0.00%
Kids Park	250,000	0	0.00%
Garrison Park	250,000	0	0.00%
Civic Center HVAC	160,000	2,069	1.29%
Riverfront Park	150,000	0	0.00%
Communications Center	1,283,600	1,515,984	118.10%
Railroad Wash Improvements	0	16,560	0.00%
Total Expenditures	2,407,300	1,662,119	69.04%
Excess (deficiency) of revenues over (under) expenditures	(2,227,300)	(1,548,737)	
Other Financing Sources (Uses):			
Operating Transfers In	0	0	0.00%
Proceeds from Bonds / Leases	3,700,000	0	0.00%
Transfers Out	0	(3,119,048)	0.00%
Total other financing sources (uses)	3,700,000	(3,119,048)	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	1,472,700	(4,667,785)	
Fund balance, July 1, 2014 (audited)		10,528,437	
Estimated fund balance @ June 30, 2015		\$5,860,652	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

Debt Service - 20

	Adopted Budget	Y-T-D	% Used
Revenues:			
Taxes	\$1,210,125	\$1,541,275	127.36%
Uses of monies & properties	0	1,731	0.00%
Total revenues	1,210,125	1,543,006	127.51%
Expenditures:			
Trustee fees	0	193,100	0.00%
Rodeo Drive Reimbursement	0	0	0.00%
Debt service:		0	
Interest	666,275	666,275	100.00%
Principal	875,000	875,000	100.00%
Total Expenditures	1,541,275	1,734,375	112.53%
Excess (deficiency) of revenues over (under) expenditures	(331,150)	(191,369)	
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	(331,150)	(191,369)	
Fund balance, July 1, 2014 (audited)		1,210,126	
Estimated fund balance @ June 30, 2015		\$1,018,757	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

Water Consolidated - 50

	Adopted		
	Budget	Y-T-D	% Used
Revenues: Note 1			
Taxes	\$0	\$0	0.00%
Charges for services	7,387,775	7,662,391	103.72%
Uses of monies & properties	18,850	13,676	72.55%
Miscellaneous revenues	12,000	9,745	81.20%
Total revenues	7,418,625	7,685,811	103.60%
Expenditures:			
Operating:			
Salaries	764,950	779,056	101.84%
Temporary Employees	0	0	0.00%
Overtime	114,160	97,240	85.18%
Holiday pay	2,000	3,704	185.21%
Social security	56,050	53,092	94.72%
Medicare tax	13,100	12,416	94.78%
AZ state retirement	104,870	101,755	97.03%
Health & life insurance	191,250	175,024	91.52%
Worker's compensation	29,600	29,231	98.75%
Clothing allowance	5,000	5,505	110.09%
Operational supplies	24,000	19,693	82.05%
Tools	3,500	3,359	95.98%
Gas & oil	45,000	36,160	80.36%
Chlorine	63,000	38,988	61.89%
Office supplies	7,500	7,400	98.67%
Copier Supplies	0	0	0.00%
Vehicle maintenance	15,000	12,030	80.20%
Equipment maintenance	176,000	128,442	72.98%
Building maintenance	3,000	1,947	0.00%
Arsenic System Maintenance	460,000	59,789	13.00%
Contractual services	77,000	114,430	148.61%
Bank Charges	0	6,393	0.00%
Employee physicals	450	944	0.00%
Computer support	2,900	7,423	255.96%
General Counsel	5,000	0	0.00%
Contractual SVCS-M&O	33,000	37,650	0.00%
Lab / testing	25,000	10,032	40.13%
Public Relations	0	0	0.00%
Legal Advertising	1,500	1,091	72.76%
Printing & forms	10,000	6,055	60.55%
Auction Fees	0	0	0.00%
Utilities	426,400	425,702	99.84%
Telephone	19,420	16,254	83.70%
ADEQ annual fee	26,000	20,605	79.25%
Payment Assistance Program	12,000	0	0.00%
Aid In Lieu of Construction	115,000	99,662	0.00%
Verde River Days	1,000	1,000	100.00%
Travel & training	8,000	2,290	28.63%
Continuing education	500	0	0.00%
Equipment rental	1,000	434	43.43%
Subscriptions & dues	2,000	945	47.27%
Postage & freight	46,200	36,842	79.74%
Liability insurance	62,500	65,528	104.84%
Liability Insurance Deductible	0	0	0.00%
Indirect costs to general fund	580,405	185,844	0.00%
Bad debt expense	0	0	0.00%
Lease Purchase Principal & Interest	418,195	422,933	0.00%
Trust Land Annexation	0	0	0.00%
Reserve Resource Development	3,000,000	117,430	0.00%
Reserve Water Advisory	100,000	0	0.00%
Reserve Adjudication	100,000	635	0.00%
Reserve Water Conservation	150,000	39,492	0.00%
Subtotal maintenance and operations	7,301,450	3,184,446	43.61%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending June 30, 2015

Water Consolidated - 50 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Debt Service	12,554,460	2,561,875	20.41%
Capital Outlay:	1,783,550	457,651	25.66%
Total Expenditures	21,639,460	6,203,972	28.67%
 Excess (deficiency) of revenues over (under) expenditures	(14,220,835)	1,481,839	-10.42%
 Other Financing Sources (Uses):			
Operating transfers in	0	0	0.00%
Proceeds from bonds / loans	10,000,000	550,000	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	10,000,000	550,000	0.00%
 Excess of revenues and other financing sources over (under) expenditures and other financing uses - Net Income	(\$4,220,835)	\$2,031,839	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

**Water Construction
& Administration - 50**

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Impact Fees	60,000	0	0.00%
User fees	6,240,000	6,621,512	106.11%
Meter Installation	14,100	19,975	141.67%
Service Turn Ons	58,300	77,544	133.01%
Drought Water Shortage PP	0	0	0.00%
Res-Resource Development Fees	460,000	463,121	100.68%
Res-Water Advisory Committee	37,250	37,524	100.74%
Res-Adjudication	46,780	47,170	100.83%
Res-Water Conservation	28,700	28,941	100.84%
Recapture Agreements	0	0	0.00%
Reimbursement Clarkdale	298,385	298,382	100.00%
Collection fees/late fees	144,260	68,222	0.00%
Interest income	6,935	5,096	73.48%
Building Rental	8,580	8,580	100.00%
Other income	12,000	9,745	0.00%
Sale of City Property	3,000	0	0.00%
City sales tax	\$0	\$0	0.00%
Total revenues	7,418,290	7,685,811	103.61%

Expenditures:

Administration

Salaries	180,090	173,633	96.41%
Overtime and Holiday Pay	5,000	2,069	41.38%
Social security	11,480	10,666	92.91%
Temp Employees	0	0	0.00%
Medicare tax	2,680	2,494	93.07%
AZ state retirement	21,470	20,167	93.93%
Health & life insurance	42,215	39,405	93.34%
Worker's compensation	1,250	328	26.24%
Office supplies	2,500	2,332	93.27%
Copier Supplies	0	0	0.00%
Equipment maintenance	0	40	0.00%
Contractual Services	30,000	68,241	227.47%
Bank charges	0	6,393	0.00%
Public Relations	0	0	0.00%
Computer support	0	3,573	0.00%
General Counsel	5,000	0	0.00%
Legal advertising	500	819	163.75%
Printing & forms	10,000	6,055	60.55%
Utilities	4,100	31,286	763.06%
Telephone	4,000	4,801	120.02%
Payment Assistance Program	12,000	0	0.00%
Travel & training	0	0	0.00%
Continuing education	0	0	0.00%
Subscriptions & dues	0	0	0.00%
Postage & freight	45,000	36,306	80.68%
Liability insurance	18,000	25,741	143.01%
Indirect costs to general fund	580,405	185,844	32.02%
Bad debt expense	0	0	0.00%
Trust Land Annexation	0	0	0.00%
Reserve Resource Development	3,000,000	117,430	3.91%
Reserve Water Advisory	100,000	0	0.00%
Reserve Adjudication	100,000	635	0.64%
Reserve Water Conservation	150,000	39,492	26.33%
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	4,325,690	777,750	17.98%

783,593.45

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending June 30, 2015

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

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay	37,500	33,217	0.00%
Construction:			
Legal Advertising	0	0	0.00%
Investment Expense	0	2,077	0.00%
Building Purchase	0	0	0.00%
Aresinic Mitigation	750,000	32,306	0.00%
Bonding Expense	0	0	0.00%
Valve Replacement	0	0	0.00%
Aid in Lieu of Construction	0	7,601	0.00%
Fire Hydrant Improvements	400,000	63,594	15.90%
HWY 260 H2O System Upgrades	0	0	0.00%
Well Booster Station	150,000	88,208	58.81%
Well Improvements	75,000	94,438	125.92%
12th St 89A to Fir	0	0	0.00%
W Mingus Reconstruction/Sys Upgrades	0	0	0.00%
Water System Upgrades	160,000	24,031	15.02%
Line Extensions	0	0	0.00%
Impact Fee Study	43,500	1,049	2.41%
Subtotal construction expenses	1,578,500	313,304	19.85%
Total Expenditures	5,941,690	1,124,271	18.92%
		313,305	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

Water Maintenance & Operations- 50

Adopted Budget	Y-T-D	% Used
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Expenditures:

Operating:

Salaries	584,860	605,423	103.52%
Overtime	109,160	95,171	87.18%
Holiday pay	2,000	3,704	185.21%
Social security	44,570	42,426	95.19%
Medicare tax	10,420	9,922	95.22%
AZ state retirement	83,400	81,588	97.83%
Health & life insurance	149,035	135,619	91.00%
Worker's compensation	28,350	28,903	101.95%
Clothing allowance	5,000	5,505	110.09%
Operational supplies	24,000	19,693	82.05%
Tools	3,500	3,359	95.98%
Gas & oil	45,000	36,160	80.36%
Chemicals	63,000	38,988	61.89%
Office supplies	5,000	5,068	101.37%
Vehicle maintenance	15,000	12,030	80.20%
Equipment maintenance	176,000	128,401	72.96%
Building maintenance	3,000	1,947	64.89%
Arsenic System Maintenance	460,000	59,789	13.00%
Contractual services	47,000	46,189	98.27%
Employee physicals	450	944	0.00%
Computer support	2,900	3,850	132.74%
Contractual SVCS-M&O	33,000	37,650	0.00%
Lab / testing	25,000	10,032	40.13%
Legal advertising	1,000	273	27.27%
Auction Fees	0	0	0.00%
Utilities	422,300	394,417	93.40%
Telephone	15,420	11,453	74.28%
ADEQ annual fee	26,000	20,605	79.25%
Aid in Lieu of Construction	115,000	99,662	86.66%
Verde River Days	1,000	1,000	100.00%
Travel & training	8,000	2,290	28.63%
Continuing education	500	0	0.00%
Equipment rental	1,000	434	43.43%
Subscriptions & dues	2,000	945	47.27%
Postage & freight	1,200	536	44.65%
Liability insurance	44,500	39,787	89.41%
Liability Insurance Deductible	0	0	0.00%
Lease Purchase Interest	385,355	389,864	0.00%
Lease Purchase Principal	32,840	33,068	0.00%
Subtotal maintenance and operations	2,975,760	2,406,697	80.88%

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Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

Water Debt Service - 50

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Use of monies & properties	335	0	0.00%
Other Income	0	0	0.00%
Intergovernmental revenue	0	0	0.00%
Total Revenues	335	0	0.00%
Debt Service:			
Principal	11,105,000	495,000	4.46%
Interest	1,446,460	1,926,976	133.22%
Trustee Fees	3,000	139,899	4663.28%
Capital Outlay:	167,550	111,130	66.33%
Total Expenditures	15,697,770	2,673,005	17.03%
Excess (deficiency) of revenues over (under) expenditures	15,697,770	5,012,806	
Other Financing Sources (Uses):			
Operating transfers in	0	0	0.00%
Proceeds from bonds	10,000,000	550,000	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	10,000,000	550,000	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(4,220,835)	4,438,536	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

Sewer Consolidated - 51

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	\$0	\$0	0.00%
Charges for services	1,750,200	1,789,316	102.23%
Uses of monies & properties	507,820	1,548	0.30%
Miscellaneous revenues	40,800	387,052	948.66%
Total revenues	2,298,820	2,177,916	94.74%
Expenditures:			
Operating:			
Salaries	504,960	458,622	90.82%
Temporary Employees	0	0	0.00%
Overtime	54,000	45,970	85.13%
Holiday pay	2,000	1,626	81.32%
Social security	34,780	30,989	89.10%
Medicare tax	8,140	7,248	89.04%
AZ state retirement	65,080	57,577	88.47%
Health & life insurance	98,130	88,646	0.00%
Worker's compensation	19,740	11,967	60.62%
Clothing allowance	2,100	793	37.77%
Operational supplies	14,000	19,681	140.58%
Tools	1,300	1,425	109.63%
Gas & oil	14,500	9,272	63.94%
Chlorine	2,500	1,299	51.96%
Polymer	16,500	15,133	0.00%
Odor control supplies	0	0	0.00%
Office supplies	2,900	1,830	63.09%
Copier Supplies	0	0	0.00%
Vehicle maintenance	5,500	4,605	83.74%
Equipment maintenance	150,000	191,851	0.00%
Building maintenance	26,000	14,025	0.00%
Contractual services	48,000	20,432	42.57%
Bank Charges	0	6,348	0.00%
Employee physicals	450	77	0.00%
Computer support	2,780	2,982	107.26%
General Counsel	0	0	0.00%
Lab / testing	45,000	44,135	98.08%
Sludge disposal	99,000	80,811	0.00%
Legal Advertising	450	79	0.00%
Printing & forms	500	0	0.00%
Utilities	378,290	409,583	108.27%
Telephone	4,700	5,684	120.93%
ADEQ annual fee	15,000	4,227	28.18%
Travel & training	2,000	802	40.12%
Continuing education	500	0	0.00%
Equipment rental	1,000	522	52.25%
Subscriptions & dues	500	874	174.80%
Postage & freight	11,500	15,471	134.53%
Liability insurance	32,000	33,800	105.63%
Indirect costs to general fund	250,030	171,194	0.00%
Bad debt expense	0	326,196	0.00%
Reserve replacement fund	0	0	0.00%
Subtotal maintenance and operations	1,913,830	2,085,778	108.98%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending June 30, 2015

Sewer Consolidated - 51 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Capital Outlay:	8,945,240	530,732	5.93%
Total Expenditures	10,859,070	2,616,510	24.10%
Excess (deficiency) of revenues over (under) expenditures	(8,560,250)	(438,594)	
Other Financing Sources (Uses):			
Operating transfers in	7,879,975	0	0.00%
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)	8,379,975	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses - Net Income	(\$180,275)	(\$438,594)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

**Sewer Construction
& Administration - 51**

	Adopted Budget	Y-T-D	% Used
Revenues:			
City sales tax	\$0	\$0	0.00%
User fees - admin residential	237,890	392,704	165.08%
User fees - admin commercial	41,400	39,121	94.50%
User fees - admin multi-residential	156,100	22,340	14.31%
Recovery of bad debts	0	0	0.00%
Sale of City Property	0	0	0.00%
Other income	0	105	0.00%
Interest income	0	1,548	0.00%
Interest - equipment reserve	0	0	0.00%
Interest - expansion fund	0	0	0.00%
Interest - bond reserve fund	0	0	0.00%
Total revenues	435,390	455,819	104.69%

Expenditures:

Administration

Salaries	125,780	108,516	86.27%
Temp Employees	0	0	0.00%
Overtime and Holiday Pay	1,000	1,468	146.79%
Social security	7,860	6,661	84.75%
Medicare tax	1,840	1,558	84.68%
AZ state retirement	14,710	12,643	85.95%
Health & life insurance	24,360	21,948	90.10%
Worker's compensation	1,070	233	21.78%
Office supplies	1,000	157	15.73%
Copier Supplies	0	0	0.00%
Equipment maintenance	0	0	0.00%
Contractual Services	3,000	7,563	252.10%
Bank charges	0	6,348	0.00%
Computer support	1,680	2,297	136.74%
General Counsel	0	0	0.00%
Legal advertising	450	79	0.00%
Printing & forms	500	0	0.00%
Utilities	3,290	5,793	176.09%
Telephone	1,400	1,942	0.00%
Travel & training	0	0	0.00%
Continuing education	0	0	0.00%
Subscriptions & dues	0	0	0.00%
Postage & freight	7,000	11,395	162.79%
Liability insurance	9,500	11,225	118.16%
Indirect costs to general fund	250,030	171,194	68.47%
Bad debt expense		326,196	0.00%
Subtotal maintenance and operations	454,470	697,217	153.41%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

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

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay	126,000	46,416	0.00%
Construction:			
Legal fees	0	0	0.00%
Legal Advertising	500	0	0.00%
Investment Expense	750	794	105.84%
Impact Fee Study	10,000	1,049	0.00%
260 Design	0	0	0.00%
Riverfront WWTP Deisng/Feasib	7,884,140	142,501	1.81%
Effluent Disposal System	0	0	0.00%
Lift Station	150,000	0	0.00%
Recl H2O Pump System Upgrade	0	0	0.00%
Construction - General	550,000	64,535	11.73%
WWTP Upgrades	191,000	8,724	0.00%
12th Street Fir 89A Reclamation	0	0	0.00%
Subtotal construction expenses	8,786,390	217,602	2.48%
Total Expenditures	9,366,860	961,235	10.26%
Excess (deficiency) of revenues over (under) expenditures	(8,931,470)	(505,416)	
Other Financing Sources (Uses):			
Operating transfers in	7,879,975	0	0.00%
Proceeds from other sources	500,000	0	0.00%
Capital leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	8,379,975	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(551,495)	(505,416)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2015

Sewer Maintenance & Operations- 51

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
City sales tax	\$0	\$0	0.00%
User fees - M&O residential	493,440	895,047	181.39%
User fees - M&O multi-residential	360,000	386,460	107.35%
User fees - M&O commercial	323,870	23,587	7.28%
Tap fees	0	0	0.00%
Reserves -	507,820	382,964	0.00%
Impact fees	127,000	17,979	14.16%
Effluent Revenue	10,500	12,078	115.03%
Building Rental	0	0	0.00%
Late fees - interest charges	40,800	3,983	9.76%
Connection fees	0	0	0.00%
Total revenues	1,863,430	1,722,097	92.42%
Expenditures:			
Operating:			
Salaries	379,180	350,106	92.33%
Temporary Employees	0	0	0.00%
Overtime	53,000	44,503	83.97%
Holiday pay	2,000	1,626	81.32%
Social security	26,920	24,328	90.37%
Medicare tax	6,300	5,690	90.31%
AZ state retirement	50,370	44,935	89.21%
Health & life insurance	73,770	66,698	90.41%
Worker's compensation	18,670	11,734	62.85%
Clothing allowance	2,100	793	37.77%
Operational supplies	14,000	19,681	140.58%
Tools	1,300	1,425	109.63%
Gas & oil	14,500	9,272	63.94%
Chlorine	2,500	1,299	51.96%
Polymer	16,500	15,133	91.71%
Odor control supplies	0	0	0.00%
Office supplies	1,900	1,672	88.02%
Copier supplies	0	0	0.00%
Vehicle maintenance	5,500	4,605	83.74%
Equipment maintenance	150,000	191,851	127.90%
Building maintenance	26,000	14,025	53.94%
Contractual services	45,000	12,869	28.60%
Employee physicals	450	77	0.00%
Computer support	1,100	685	62.23%
Lab / testing	45,000	44,135	98.08%
Sludge disposal	99,000	80,811	81.63%
Legal advertising	0	0	0.00%
Utilities	375,000	403,790	107.68%
Telephone	3,300	3,741	113.37%
ADEQ annual fee	15,000	4,227	28.18%
Travel & training	2,000	802	40.12%
Continuing education	500	0	0.00%
Equipment rental	1,000	522	52.25%
Subscriptions & dues	500	874	174.80%
Postage & freight	4,500	4,076	90.58%
Liability insurance	22,500	22,575	100.33%
Subtotal maintenance and operations	1,459,360	1,388,561	95.15%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending June 30, 2015

Sewer Maintenance & Operations- 51
 (page 2)

	Adopted Budget	Y-T-D	% Used
Capital Outlay:	32,850	266,714	0.00%
Total Expenditures	<u>1,492,210</u>	<u>1,655,275</u>	<u>110.93%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>371,220</u>	<u>66,822</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>371,220</u>	<u>66,822</u>	