



# FY 2012 1<sup>st</sup> Quarter Financial Report

## City of Cottonwood



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City of Cottonwood  
Fiscal Year 2012 – 1<sup>st</sup> Quarter Report  
For the period ending September 30, 2011

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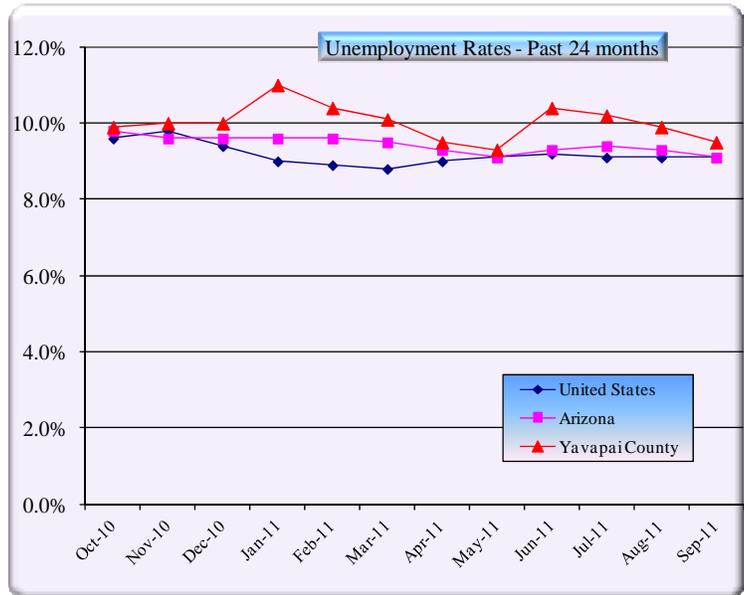
## Executive Summary

This report is a summary of the financial activity for the City of Cottonwood major operating funds. It is reflective of activity through the period ending September 30, 2011 and it should be noted that the information presented within this document is unaudited. This report also contains a brief description of each of the City's major revenue sources and expenditure data by fund. A detailed analysis of each is also presented, highlighting any issues or concerns. The executive section contains broad general data that affects the overall community.

### Unemployment Data:

As we begin the new fiscal year, depicted in the graph to the left and the chart below, the U.S. unemployment rate<sup>1</sup> is in the low 9%<sup>s</sup>, showing some stability from previous months. In contrast, the State of Arizona<sup>2</sup> as well as Yavapai County<sup>3</sup> is showing even stronger numbers. Regardless of the disparity in the numbers, the economy is not expected to completely recover until the housing market improves dramatically. These two single issues continue to hamper every level of the economy, making a full fiscal

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



recovery difficult.

The overall fiscal status of the City of Cottonwood is not great; however, it is by no means dismal. The local economy has not yet turned the corner but it is showing some stability.

That stability and the continued departmental support to keep the line on expenditures are helpful in making our overall year successful. We expect that as the year goes on we will stay the course and have another successful year without furloughs or layoffs.

	Consolidated	
	Budget	1st Qtr Actual
Revenues	\$27,526,910	\$6,000,377
Operating Expenditures	25,556,420	5,549,063
Capital Outlay	23,139,900	1,036,395
Debt Service	4,590,595	1,147,225
Revenues over (under)		
Expenditures	(25,760,005)	(1,732,307)
Other Funding Sources & Uses	10,609,050	(203,863)
Revenues & other funding sources & uses over (under)		
Expenditures	(15,150,955)	(1,936,170)
Beginning Fund Balance	23,349,196	23,349,196
Ending Fund Balance	\$8,198,241	\$21,413,026

<sup>1</sup> <http://data.bls.gov/pdq/SurveyOutputServlet>

<sup>2</sup> [http://data.bls.gov/PDQ/servlet/SurveyOutputServlet?data\\_tool=latest\\_numbers&series\\_id=LASST04000003](http://data.bls.gov/PDQ/servlet/SurveyOutputServlet?data_tool=latest_numbers&series_id=LASST04000003)

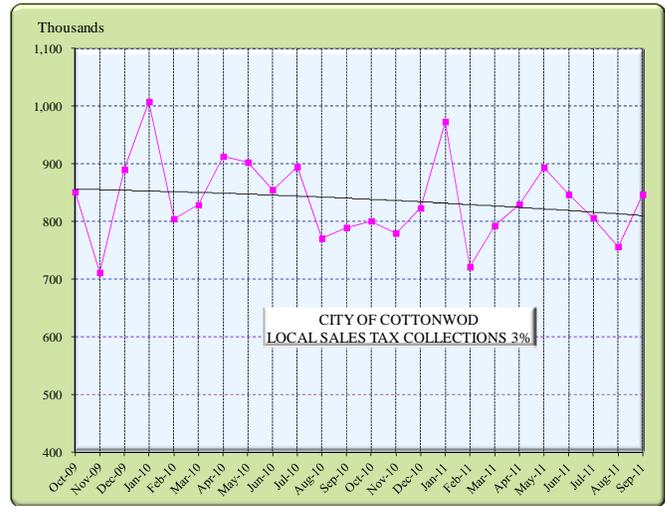
<sup>3</sup> <http://www.economagic.com/em-cgi/data.exe/blsla/laupa04070003>

## GENERAL FUND

During the first fiscal quarter the General Fund continues its struggle with the bad local economy. The City continues with its current cost containment measures and stringent limitations on any new programming in order to keep from using its precious fiscal resources.

### Local sales tax:

This is the General Fund's major source of revenue at almost 50% of normal operating expenditures. This single revenue is monitored very closely for changes both positive and negative.



In the first quarter our local sales tax is still down by 1.8% over last fiscal year at this time. The City of Cottonwood, unlike other communities, is not experiencing the slight upward swing in local sales tax revenues. Currently the General Fund is in relative good shape due to the shift of sales tax from other funds to the General Fund in order to keep it stable.



### State Shared Sales Tax:

This revenue is Sales tax collected by the state and distributed to the various incorporated communities. In contrast to local sales tax, the State of Arizona is doing well in this first quarter of FY 2012.

At the end of this quarter, this state shared revenue source was up by slightly over 9%. It is anticipated that this source will level off at about 7% for fiscal year end which is still an impressive increase in economy.

The revenue losses that the City of Cottonwood endured over the past four years have been quite large. Including local sales tax, state shared revenues and other small revenue sources; the City's General Fund has lost over \$3M in revenues. These losses were and continue to be absorbed by a well timed .8% sales tax increase, a structural reorganization, freezing and / or eliminating some positions, and overall reduction in costs. These cost containment measures have all been very hard on departmental staffs.

Our current success managing these measures is to the credit of our City personnel, who have taken on additional responsibilities, all the while core services have not deteriorate and recreational programming was immaterially affected.

	General Fund	
	Budget	1st Qtr Actual
Revenues	\$15,219,955	\$3,337,288
Operating Expenditures	14,737,095	3,453,371
Capital Outlay	1,806,160	309,306
Debt Service	0	0
Revenues over (under)		
Expenditures	(1,323,300)	(425,390)
Other Funding Sources & Uses	(939,495)	(341,720)
Revenues & other funding sources & uses over (under)		
Expenditures	(2,262,795)	(767,110)
Beginning Fund Balance	6,852,547	6,852,547
Ending Fund Balance	\$4,589,752	\$6,085,437

SPECIAL REVENUE FUNDS

The Special Revenues Funds include the Highway User Revenue Fund (HURF) or Streets Fund, the Library Fund, Cemetery Fund, Airport Fund, and Grants Fund. Overall the Special Revenue Funds are performing as expected. The HURF being the largest of the Special Revenue Funds is the one we will concentrate on in these reports unless there is something of concern in the other funds.

**HURF Revenues:**

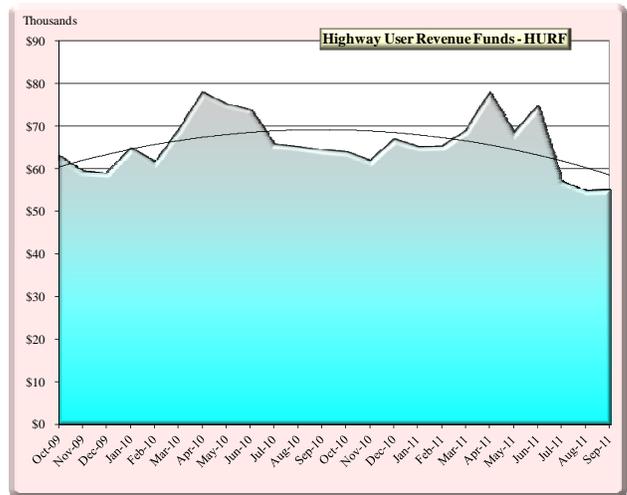
Highway User Revenue Funds - HURF<sup>4</sup> revenues are currently between 2001 and 2002 levels for the same period. Much of what is happening to this fund is that the legislature continues to raid these funds to support the Arizona Department of Public Safety and the Arizona Motor Vehicle Division. We are hopeful that this practice will end during this next legislative session as the State fiscal condition continues to improve.

	Special Revenues	
	Budget	1st Qtr Actual
Revenues	\$2,484,250	\$248,849
Operating Expenditures	2,206,025	525,402
Capital Outlay	5,930,640	26,258
Debt Service	0	0
Revenues over (under)		
Expenditures	(5,652,415)	(302,811)
Other Funding Sources & Uses	4,328,545	137,858
Revenues & other funding sources & uses over (under)		
Expenditures	(1,323,870)	(164,954)
Beginning Fund Balance	809,404	809,404
Ending Fund Balance	(\$514,466)	\$644,451

Operating expenditures were at 19.1%, which is over 5% below where they should be at this time of year. Most every line item is in line with where it should be.

	HURF	
	Budget	1 Qtr Actual
Revenues	795,725	187,403
Operating Expenditures	1,067,900	204,194
Capital Outlay	4,723,645	26,217
Debt Service	0	0
Revenues over (under)		
Expenditures	(4,995,820)	(43,008)
Other Funding Sources & Uses	3,750,000	0
Revenues & other funding sources & uses over (under)		
Expenditures	(1,245,820)	(43,008)
Beginning Fund Balance	583,424	583,424
Ending Fund Balance	(\$662,396)	\$540,416

All other special revenue funds are relatively small and subsidized by the General Fund through contributions or transfers in. There are no significant items to report at this time.



<sup>4</sup> The HURF funds streets maintenance, street construction.

CAPITAL PROJECTS

This fund continues to be healthy; however, this fund has been tapped into heavily over recent years to take advantage of acquiring necessary assets and remodeling them for needed office space at reduced construction costs. The City of Cottonwood has also pumped large sums of monies into the local economy to keeping local contractors working.

It has been the City's priority to use these funds at this time to assist in supporting the local economy. The City does this as it waits for our local and state economic base to improve.

The remaining reserves in this fund are anticipated to pay for the Wastewater Reclamation Facility at Riverfront Park and provide financial support for a New City Hall while a financing package can be arranged.

It should be noted that in the near future, the City of Cottonwood will need to begin replenishing these reserves for potential needs just as it did in the past. This Capital Improvements Fund was accumulated from excess 1% sales tax over nearly two decades.

Below are the major projects expected to be funded by these reserves in this fiscal year.

Some of these costs are remaining from previous year's project not completed in FY 2011, others are projects that are on the drawing board and are planned to begin construction in this fiscal year.

	Capital Improvements	
	Budget	1st Qtr Actual
Revenues	\$405,000	\$88,415
Operating Expenditures	0	0
Capital Outlay	7,607,600	24,670
Debt Service	0	
Revenues over (under)		
Expenditures	(7,202,600)	63,745
Other Funding Sources & Uses	(3,000,000)	0
Revenues & other funding sources & uses over (under)		
Expenditures	(10,202,600)	63,745
Beginning Fund Balance	14,212,682	14,212,682
Ending Fund Balance	\$4,010,082	\$14,276,427

Capital outlay:			
Investment Expenses	0	400	0.00%
Railroad Wash	165,000	0	0.00%
6th St- Silver Springs Wet Cr	120,000	0	0.00%
Camino Real - Oak Creek Wash Wet CR	120,000	0	0.00%
Capital Projects	5,500,000	0	0.00%
Land Acquisition	50,000	17	0.03%
Architecture - City Hall	100,000	0	0.00%
Old Town Jail Remodel	60,200	0	0.00%
Old Court Bldg Remodel	102,800	60	0.06%
Old Town Parking & Rear Utility	190,000	13,172	6.93%
Riverfront Park Ramada Parking	114,600	938	0.82%
Fire Station 2 (GADA) Design	120,000	0	0.00%
Portal Signs COC	10,000	0	0.00%
Gardner Bldg Demo	70,000	0	0.00%
Rec Center Solar	600,000	83	0.01%
Communications Architecture	285,000	10,000	3.51%
Total Expenditures	7,607,600	24,670	0.32%

## ENTERPRISE FUNDS

Both these funds are programmed to use some of their reserves during the course of the 2012 fiscal year.

It is not uncommon for the wastewater system to take a loss since it has not raised rates for a decade. The water system has also used some reserves despite showing some improvement in its cash flow, as well as its debt service coverage.

Both these systems are still behind on their revenue and are in need of a rate adjustment to compensate for the bad economy, the effects of conservation and increasing costs to maintain the current level of service.

The City staff, along with some City Council members, and Citizens from within the City limits and outside the city limits are working through a rate study in-house this year in anticipation of a rate adjustment. It is planned to begin in mid to late October of this year.

	Wastewater		Water	
	Budget	1st Qtr Actual	Budget	1st Qtr Actual
Revenues	1,465,900	59,223	\$5,824,620	\$1,750,718
Operating Expenditures	1,870,645	358,866	6,701,055	693,366
Capital Outlay	4,182,650	21,319	3,612,850	654,842
Debt Service	0	0	2,527,310	631,077
Revenues over (under)				
Expenditures	(4,587,395)	(320,962)	(7,016,595)	(228,567)
Other Funding Sources & Uses	7,000,000	0	3,220,000	0
Revenues & other funding sources & uses over (under)				
Expenditures	\$2,412,605	(\$320,962)	(\$3,796,595)	(\$228,567)

## DEBT SERVICE FUNDS

This fund began the year in good shape, as in the past. Sales taxes and little interest income provide all of the revenues for this fund. Expenditures consist of principal and interest on loans and bond issues. Also included are any trustee fees assessed for managing the Debt Service Accounts.

As of June 1, 2008 the payment for the Recreation Center Bonds were transferred to the Debt Service accounts on recommendation from our independent auditors. The debt service for the Recreation Center is solely funded by sales tax revenues.

As a note, all enterprise fund debt service is expensed to the fund itself, unless it is funded through an outside source. Currently, all water debt service is funded through user fees therefore the debt service is in the enterprise fund.

	Debt Service	
	Budget	1st Qtr Actual
Revenues	\$2,063,435	\$515,284
Operating Expenditures		516,148
Capital Outlay		
Debt Service	2,063,285	516,148
Revenues over (under)		
Expenditures	150	(517,012)
Other Funding Sources & Uses	0	0
Revenues & other funding sources & uses over (under)		
Expenditures	150	(864)
Beginning Fund Balance	1,210,126	1,210,126
Ending Fund Balance	\$1,210,276	\$1,209,262

## BRIEF OVERVIEW

Locally, we keep looking for subtle signs to guide us during these difficult times. AS of yet we have not turned the corner locally, but remain cautiously optimistic that it will improve soon.

Key to our sustained success during these tough economic times has been the sales tax increase of .8% early in the downturn. This increase has allowed the City to maintain the high level of services we have accustomed to having.

As we close out our 1<sup>st</sup> fiscal quarter, the City continues with its traditionally fiscally responsible stance on doing their everyday business while looking for ways to reduce costs, provide quality essential services, and protect its staff. It shall continue to maintain reasonable reserves for unforeseeable emergencies as is sensible.

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget to Actual  
Quarterly Report Ending September 30, 2011

General Fund - 01	Adopted		
	Budget	Y-T-D	% Used
<b>Revenues:</b>			
Taxes	\$8,951,235	\$2,084,748	23.29%
Licenses & permits	122,000	23,412	19.19%
Intergovernmental revenue	2,493,805	606,887	24.34%
Charges for services	2,694,795	531,209	19.71%
Fines & forfeitures	153,000	39,052	25.52%
Uses of monies & properties	46,000	23,235	50.51%
Miscellaneous revenues	759,120	28,746	3.79%
<b>Total revenues</b>	<b>15,219,955</b>	<b>3,337,288</b>	<b>21.93%</b>
<b>Expenditures:</b>			
<b>Operating:</b>			
Administration	665,860	154,397	23.19%
Personnel	184,800	31,970	17.30%
Council	513,405	85,969	16.74%
Natural resources	164,195	1,550	0.94%
City Clerk	255,115	53,461	20.96%
Finance	354,435	96,503	27.23%
IT Services	93,305	31,935	34.23%
Purchasing	73,010	21,420	29.34%
Planning & zoning	313,285	70,255	22.43%
Police	3,454,580	867,247	25.10%
Ordinance Enforcement	184,300	70,632	38.32%
Communications	770,220	170,552	22.14%
Economic Development	101,405	23,432	23.11%
Fire	2,606,735	598,119	22.95%
Court	419,935	91,367	21.76%
Legal	317,580	62,705	19.74%
Engineering	523,595	113,316	21.64%
Parks & recreation	331,200	185,149	55.90%
Pool	156,490	33,718	21.55%
Weightroom	0	0	0.00%
Rec Center Operations	1,397,220	302,423	21.64%
Building maintenance	416,845	100,707	24.16%
Custodial	132,000	32,874	24.90%
Public Works	311,830	64,253	20.61%
Non-departmental	995,750	189,418	19.02%
<b>Subtotal maintenance and operations</b>	<b>14,737,095</b>	<b>3,453,371</b>	<b>23.43%</b>
Capital outlay:	1,806,160	309,306	17.13%
<b>Total Expenditures</b>	<b>16,543,255</b>	<b>3,762,678</b>	<b>22.74%</b>
Excess (deficiency) of revenues over (under) expenditures	(1,323,300)	(425,390)	
<b>Other financing sources (uses):</b>			
Operating transfers in	23,490	5,873	25.00%
Sales of City Equipment	2,000	449	22.47%
Capital leases	(370,450)	(204,312)	55.15%
Transfers out	(594,535)	(143,730)	24.18%
<b>Total other financing sources (uses)</b>	<b>(939,495)</b>	<b>(341,720)</b>	<b>36.37%</b>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(2,262,795)	(767,110)	
Fund balance, July 1, 2011 (un-audited)		6,852,547	
Estimated fund balance @ June 30, 2012		\$6,085,437	

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget to Actual  
Quarterly Report Ending September 30, 2011

**HURF - 02**

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$781,725	187,277	23.96%
Uses of monies & properties	2,000	126	6.32%
Miscellaneous revenues	12,000	0	0.00%
Total revenues	795,725	187,403	23.55%
Expenditures:			
Operating:			
Salaries	160,100	31,348	19.58%
Overtime	2,000	304	15.21%
Health & life insurance	52,245	9,442	18.07%
Temp employees	0	0	0.00%
Clothing allowance	2,000	579	28.96%
Travel & training	500	44	8.88%
Subscriptions & dues	150	0	0.00%
Gas & oil	19,000	2,871	15.11%
Vehicle maintenance	10,000	20,487	204.87%
Equipment maintenance	25,000	3,221	12.88%
Computer support	1,155	277	24.01%
Operational supplies	1,800	296	16.46%
Office supplies	300	1,046	348.55%
Utilities	8,925	1,995	22.35%
Telephone	1,890	572	30.24%
Street lights	46,000	13,895	30.21%
Legal advertising	450	0	0.00%
Engineering Services	0	0	0.00%
General counsel	0	0	0.00%
Postage & freight	200	0	0.00%
Bank charges	300	21	6.84%
Tools	3,000	147	4.89%
Equipment rental	10,500	70	0.67%
Building maintenance & repair	300	0	0.00%
Liability insurance	13,860	5,297	38.22%
Worker's compensation	9,085	3,026	33.31%
Social security	9,975	2,140	21.45%
AZ state retirement	17,290	3,624	20.96%
Employee physicals	500	0	0.00%
Medicare tax	2,330	500	21.48%
Liability claims deductible	0	193	0.00%
Continuing education	0	0	0.00%
Indirect costs to general fund	443,545	55,667	12.55%
Culverts	5,000	0	0.00%
Materials	20,000	1,515	7.57%
Street signs	14,000	2,493	17.81%
Street marking	47,000	0	0.00%
Rodeo Dr. St. Reimbursement	0	0	0.00%
Pavement Preservation	5,000	0	0.00%
Contractual services	33,000	5,620	17.03%
Equipment purchase	98,000	37,504	38.27%
Street light contingency	3,500	0	0.00%
Subtotal maintenance and operations	1,067,900	204,194	19.12%

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget to Actual  
Quarterly Report Ending September 30, 2011

**HURF - 02 (page 2)**

	<b>Adopted Budget</b>	<b>Y-T-D</b>	<b>% Used</b>
Debt Service:			
Principal	0	0	0.00%
Interest	0	0	0.00%
Capital Outlay:			
Equipment	0		0.00%
Pavement Preservation	632,000	63	0.01%
Street Contingency	851,050	1,126	0.13%
Sidewalk Additions	137,000		0.00%
10th st & Main Project	50,000		0.00%
W Mingus Reconstruction	2,338,195	13,994	0.60%
12th St 89A to Fir	695,400	7,100	1.02%
6th street bridge	10,000	3,934	39.34%
Willard St Bridge	10,000		0.00%
Total Expenditures	<u>5,791,545</u>	<u>230,411</u>	<u>3.98%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,063,720)</u>	<u>(247,202)</u>	
Other Financing Sources (Uses):			
Operating Transfers In	0	0	0.00%
Proceeds from Bonds	3,750,000	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	<u>3,750,000</u>	<u>0</u>	<u>0.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(2,313,720)</u>	<u>(247,202)</u>	
Fund balance, July 1, 2011 (un-audited)		<u>583,424</u>	
Estimated fund balance @ June 30, 2012		<u><u>\$336,223</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget to Actual  
Quarterly Report Ending September 30, 2011

**Library - 03**

	Adopted		
	Budget	Y-T-D	% Used
<b>Revenues:</b>			
Other income	\$13,420	\$3,266	24.34%
Interest income	130	162	124.42%
City Sales Tax	270	0	0.00%
Yavapai county	197,250	236	0.12%
AZ LSCA/Yavapai county grant	39,000	0	0.00%
Gates grant	0	0	0.00%
Total revenues	250,070	3,664	1.47%
<b>Expenditures:</b>			
<b>Operating:</b>			
Salaries	352,040	107,137	30.43%
Health & life insurance	68,890	17,242	25.03%
Temp employees	18,720	4,669	24.94%
Holiday pay	0	0	0.00%
Travel & training	600	333	55.56%
Subscriptions & dues	180	0	0.00%
Gas & oil	0	0	0.00%
Vehicle maintenance	0	0	0.00%
Equipment maintenance	9,400	2,362	25.13%
Computer support	1,890	465	24.58%
Collection expenses	2,900	519	17.90%
Office supplies	6,300	902	14.32%
Copier supplies	945	1,140	120.62%
Utilities	56,500	15,528	27.48%
Telephone	10,000	2,704	27.04%
Special Dept. Supplies	0	0	0.00%
Youth programs	380	0	0.00%
Legal advertising	0	0	0.00%
Postage & freight	5,560	1,141	20.53%
Book purchases	25,000	4,941	19.76%
District - Materials	0	0	0.00%
Network & technology expenses	35,020	4,700	13.42%
Annual volunteer appreciation	0	0	0.00%
Liability Insurance	23,320	4,539	19.46%
Worker's compensation	3,940	794	20.15%
Social security	23,720	6,781	28.59%
AZ state retirement	37,840	10,729	28.35%
Medicare tax	5,550	1,586	28.57%
Continuing education	0	0	0.00%
Recruitment Cost	400	160	40.00%
Indirect costs to general fund	142,255	36,212	25.46%
Subtotal maintenance and operations	831,350	224,582	27.01%

Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget to Actual  
 Quarterly Report Ending September 30, 2011

**Library - 03 (page 2)**

	<b>Adopted Budget</b>	<b>Y-T-D</b>	<b>% Used</b>
Capital outlay:	49,000	0	0.00%
Total expenditures	<u>880,350</u>	<u>224,582</u>	<u>25.51%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(630,280)</u>	<u>(220,918)</u>	
Other financing sources (uses):			
Operating transfers in	556,230	139,058	25.00%
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>556,230</u>	<u>139,058</u>	<u>25.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(74,050)</u>	<u>(81,861)</u>	
Fund balance, July 1, 2011 (un-audited)		<u>73,324</u>	
Estimated fund balance @ June 30, 2012		<u><u>(\$8,537)</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget to Actual  
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**Cemetery 04**

	<b>Adopted Budget</b>	<b>Y-T-D</b>	<b>% Used</b>
<b>Revenues:</b>			
Interest Income	\$10	\$0	0.00%
Charges for services	1,700	635	37.35%
Total revenues	<u>1,710</u>	<u>635</u>	<u>37.13%</u>
<b>Expenditures:</b>			
Utilities	19,000	10,511	55.32%
Telephone	0	146	0.00%
Grave Liners	3,000	0	0.00%
Miscellaneous Expense	500	0	0.00%
Indirect Costs	9,400	237	2.52%
Subtotal maintenance and operations	<u>31,900</u>	<u>10,895</u>	<u>34.15%</u>
Capital improvements	0	0	0.00%
Total expenditures	<u>31,900</u>	<u>10,895</u>	<u>34.15%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(30,190)</u>	<u>(10,260)</u>	
<b>Other financing sources (uses):</b>			
Operating transfers in	18,690	4,673	25.00%
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>18,690</u>	<u>4,673</u>	<u>25.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(11,500)</u>	<u>(5,587)</u>	
Fund balance, July 1, 2011 (un-audited)		<u>(0)</u>	
Estimated fund balance @ June 30, 2012		<u><u>(\$5,587)</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget to Actual  
Quarterly Report Ending September 30, 2011

**Airport - 05**

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Other Income	\$0	\$0	0.00%
Late Fees	\$100	\$7	7.21%
Tie down rent	22,500	6,035	26.82%
Airpark Rents	0		0.00%
FBO building rental income	0		0.00%
1 Fuel sales income	200,000	31,943	15.97%
Land lease fees	33,000	1,353	4.10%
City hangar lease fees	30,650	17,803	58.09%
Total revenues	286,250	57,142	19.96%
Expenditures:			
Equipment maintenance	8,000	3,475	43.44%
Operational Supplies	2,000	1,646	82.31%
2 Airport Annual Event	6,000	3,391	56.52%
Utilities	12,075	3,155	26.13%
Telephone	870	216	24.85%
General Counsel	0	0	0.00%
Contractual Services	2,100	0	0.00%
Fuel Expense	175,000	41,062	23.46%
Bank Charges	475	1,822	383.49%
Building maintenance	3,000	31	1.04%
Liability Insurance	5,300	5,628	106.19%
Equipment Purchase	60,055	25,305	42.14%
Indirect costs	0	0	0.00%
Subtotal maintenance and operations	274,875	85,732	31.19%
Capital improvements - hangars	0	40	0.00%
Total expenditures	274,875	85,772	31.20%
Excess (deficiency) of revenues over (under) expenditures	11,375	(28,630)	
Other financing sources (uses):			
Operating transfers in	19,615	0	0.00%
Proceeds from lease purchase	0	0	0.00%
Capital leases	0	0	0.00%
Transfers out	(23,490)	(5,873)	25.00%
Total other financing sources (uses)	(3,875)	(5,873)	151.55%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	7,500	(34,502)	
Fund balance, July 1, 2011 (un-audited)		(4,040)	
Estimated fund balance @ June 30, 2012		(\$38,542)	

Notes:

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

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

## Statement of Revenues, Expenditures and Changes in Fund Balance

## Budget to Actual

Quarterly Report Ending September 30, 2011

**Sewer Consolidated - 06**

	<b>Adopted</b>		
	<b>Budget</b>	<b>Y-T-D</b>	<b>% Used</b>
<b>Revenues:</b>			
Taxes	\$0	\$0	0.00%
Charges for services	1,429,900	43,375	3.03%
Uses of monies & properties	10,500	10,641	101.35%
Miscellaneous revenues	25,500	5,207	20.42%
Total revenues	1,465,900	59,223	4.04%
<b>Expenditures:</b>			
<b>Operating:</b>			
Salaries	379,640	85,736	22.58%
Overtime	36,000	12,945	35.96%
Health & life insurance	92,180	16,848	18.28%
Temporary Employees	0	0	0.00%
Clothing allowance	2,500	305	12.21%
Holiday pay	1,000	277	27.74%
Travel & training	2,000	85	4.24%
Subscriptions & dues	750	45	6.00%
Printing & forms	750	1,098	146.34%
Bad debt expense	12,000	0	0.00%
Gas & oil	11,000	2,101	19.10%
Vehicle maintenance	7,000	2,108	30.12%
Equipment maintenance	150,000	13,019	8.68%
Chlorine	2,500	2,142	85.69%
Polymer	16,000	6,716	41.98%
Computer support	4,000	390	9.75%
Operational supplies	28,000	1,931	6.90%
Office supplies	1,900	944	49.69%
Copier Supplies	750	1	0.08%
Utilities	367,600	98,432	26.78%
Telephone	3,400	1,243	36.57%
Legal Advertising	2,400	2,017	84.06%
General Counsel	0	0	0.00%
Contractual services	54,000	9,253	17.14%
Sludge disposal	100,000	12,790	12.79%
Postage & freight	6,400	936	14.63%
Bank Charges	0	0	0.00%
Odor control supplies	0	0	0.00%
Lab / testing	50,000	8,574	17.15%
Tools	1,500	340	22.64%
Equipment rental	1,500	0	0.00%
Building maintenance	23,000	0	0.00%
Liability insurance	38,600	10,215	26.46%
Worker's compensation	11,280	2,042	18.10%
Social security	25,890	6,037	23.32%
AZ state retirement	44,900	10,007	22.29%
Employee physicals	100	0	0.00%
Medicare tax	6,050	1,412	23.34%
ADEQ annual fee	15,000	5,000	33.33%
Continuing education	0	0	0.00%
Reserve replacement fund	0	0	0.00%
Indirect costs to general fund	371,055	43,875	11.82%
Subtotal maintenance and operations	1,870,645	358,866	19.18%

Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget to Actual  
 Quarterly Report Ending September 30, 2011

**Sewer Consolidated - 06 (page 2)**

	<b>Adopted</b>		
	<b>Budget</b>	<b>Y-T-D</b>	<b>% Used</b>
Capital Outlay:	4,182,650	21,319	0.51%
Total Expenditures	6,053,295	380,185	6.28%
Excess (deficiency) of revenues over (under) expenditures	(4,587,395)	(320,962)	
Other Financing Sources (Uses):			
Operating transfers in	3,000,000	0	0.00%
Proceeds from bonds / loans	4,000,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	7,000,000	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses - Net Income	\$2,412,605	(\$320,962)	

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget to Actual  
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**Sewer Construction  
& Administration - 06**

	<b>Adopted</b>		
	<b>Budget</b>	<b>Y-T-D</b>	<b>% Used</b>
<b>Revenues:</b>			
City sales tax	\$0	\$0	0.00%
User fees - admin residential	135,000	8,648	6.41%
User fees - admin commercial	23,900	1,950	8.16%
User fees - admin multi-residential	90,000	7,399	8.22%
Recovery of bad debts	0	(34)	0.00%
Sale of City Property	0	0	0.00%
Other income	5,500	0	0.00%
Interest income	10,000	10,431	104.31%
Interest - equipment reserve	0	0	0.00%
Interest - expansion fund	0	0	0.00%
Interest - bond reserve fund	0	0	0.00%
Total revenues	264,400	28,394	10.74%

**Expenditures:**

**Administration**

Salaries	91,730	22,000	23.98%
Overtime and Holiday Pay	1,000	949	94.90%
Health & life insurance	26,330	3,493	13.27%
Temp Employees	0	0	0.00%
Travel & training	0	0	0.00%
Subscriptions & dues	0	0	0.00%
Printing & forms	750	1,098	146.34%
Bad debt expense	12,000	0	0.00%
Equipment maintenance	0	0	0.00%
Computer support	1,500	122	8.15%
Office supplies	400	514	128.45%
Copier Supplies	250	1	0.23%
Utilities	2,600	856	32.94%
Telephone	0	306	0.00%
General Counsel	0	0	0.00%
Contractual Services	4,000	3,908	97.70%
Legal advertising	2,400	1,859	0.00%
Postage & freight	400	0	0.00%
Bank charges	0	0	0.00%
Liability insurance	5,900	2,933	49.71%
Worker's compensation	480	34	7.08%
Social security	5,750	1,380	24.00%
AZ state retirement	9,970	2,318	23.25%
Medicare tax	1,340	323	24.09%
Continuing education	0	0	0.00%
Indirect costs to general fund	371,055	43,875	11.82%
Subtotal maintenance and operations	537,855	85,969	15.98%

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget to Actual  
Quarterly Report Ending September 30, 2011

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

	<b>Adopted</b>		
	<b>Budget</b>	<b>Y-T-D</b>	<b>% Used</b>
Capital outlay	6,250	0	0.00%
Construction:			
Legal fees	0	0	0.00%
Legal Advertising	500	0	0.00%
Investment Expense	400	62	15.40%
ADEQ Gardner Prop Cleanup	0	0	0.00%
Rodeo Dr. Reimbursement	0	0	0.00%
260-Design	100,000	0	0.00%
260-Construction	0	0	0.00%
Line extensions	255,000	0	0.00%
Pump System Upgrade	0	0	0.00%
Riverfront WWTP Design	3,000,000	0	0.00%
Effluent disposal system	0	238	0.00%
WWTP-Master Plan	0	0	0.00%
WWTP-Head Works	0	0	0.00%
Lift Station	150,000	0	0.00%
WWTP-Upgrades	400,000	0	0.00%
Recl H2O Pump System Upgrade	0	17,489	0.00%
Construction General	185,000	0	0.00%
Parking Lot Reconstruction	57,000	0	0.00%
Subtotal construction expenses	4,147,900	17,789	0.43%
Total Expenditures	4,692,005	103,758	2.21%
Excess (deficiency) of revenues over (under) expenditures	(4,427,605)	(75,364)	
Other Financing Sources (Uses):			
Operating transfers in	3,000,000	0	0.00%
Proceeds from other sources	4,000,000	0	0.00%
Capital leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	7,000,000	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	2,572,395	(75,364)	

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget to Actual  
Quarterly Report Ending September 30, 2011

**Sewer Maintenance & Operations- 06**

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
City sales tax	\$0	\$0	0.00%
User fees - M&O residential	458,500	0	0.00%
User fees - M&O multi-residential	305,000	0	0.00%
User fees - M&O commercial	400,500	0	0.00%
Tap fees	0	0	0.00%
Reserves -	0	2,498	0.00%
Impact fees	8,000	22,052	275.65%
Effluent Revenue	9,000	3,327	36.96%
Building Rental	0	0	0.00%
Late fees - interest charges	20,000	2,743	13.71%
Connection fees	500	210	42.00%
Total revenues	1,201,500	30,829	2.57%
Expenditures:			
Operating:			
Salaries	287,910	63,737	22.14%
Overtime	35,000	11,997	34.28%
Health & life insurance	65,850	13,354	20.28%
Temporary Employees	0	0	0.00%
Clothing allowance	2,500	305	12.21%
Holiday pay	1,000	277	27.74%
Travel & training	2,000	85	4.24%
Subscriptions & dues	750	45	6.00%
Gas & oil	11,000	2,101	19.10%
Vehicle maintenance	7,000	2,108	30.12%
Equipment maintenance	150,000	13,019	8.68%
Chlorine	2,500	2,142	85.69%
Polymer	16,000	6,716	41.98%
Computer support	2,500	268	10.71%
Operational supplies	28,000	1,931	6.90%
Office supplies	1,500	430	28.68%
Copier supplies	500	0	0.00%
Utilities	365,000	97,576	26.73%
Telephone	3,400	937	27.56%
Legal advertising	0	158	0.00%
Contractual services	50,000	5,345	10.69%
Sludge disposal	100,000	12,790	12.79%
Postage & freight	6,000	936	15.61%
Odor control supplies	0	0	0.00%
Lab / testing	50,000	8,574	17.15%
Tools	1,500	340	22.64%
Equipment rental	1,500	0	0.00%
Building maintenance	23,000	0	0.00%
Liability insurance	32,700	7,282	22.27%
Worker's compensation	10,800	2,008	18.59%
Social security	20,140	4,657	23.12%
AZ state retirement	34,930	7,688	22.01%
Employee physicals	100	0	0.00%
Medicare tax	4,710	1,089	23.12%
ADEQ annual fee	15,000	5,000	33.33%
Continuing education	0	0	0.00%
Reserve replacement fund	0	0	0.00%
Subtotal maintenance and operations	1,332,790	272,897	20.48%

Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget to Actual  
 Quarterly Report Ending September 30, 2011

**Sewer Maintenance & Operations- 06**  
 (page 2)

	<b>Adopted Budget</b>	<b>Y-T-D</b>	<b>% Used</b>
Capital Outlay:	28,500	3,530	12.39%
Total Expenditures	<u>1,361,290</u>	<u>276,427</u>	<u>20.31%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(159,790)</u>	<u>(245,598)</u>	
Other Financing Sources (Uses):		0	
Operating transfers in	0	0	0.00%
Proceeds from bonds	0	0	0.00%
Capital leases	0	0	0.00%
Transfers out	<u>0</u>	<u>0</u>	<u>0.00%</u>
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(159,790)</u>	<u>(245,598)</u>	

Statement of Revenues, Expenditures and Changes in Fund Balance  
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**Grants - 07 & 08**

	<b>Adopted</b>		
	<b>Budget</b>	<b>Y-T-D</b>	<b>% Used</b>
<b>Revenues:</b>			
Intergovernmental revenue	\$1,150,495	\$0	0.00%
Other Income	0	5	0.00%
Total revenues	1,150,495	5	0.00%
<b>Expenditures:</b>			
Capital Outlay:	1,157,995		0.00%
Total Expenditures	1,157,995	0	0.00%
Excess (deficiency) of revenues over (under) expenditures	(7,500)	5	
<b>Other Financing Sources (Uses):</b>			
Operating Transfers In	7,500	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)	7,500	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	5	
Fund balance, July 1, 2010 (un-audited)		156,696	
Estimated fund balance @ June 30, 2012		\$156,701	

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

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Contributions	\$23,750	\$0	0.00%
Uses of monies & properties	40,000	0	0.00%
Total revenues	63,750	0	0.00%
Expenditures:			
Benefits	3,600	0	0.00%
Administration	6,800	1,910	28.09%
Total Expenditures	10,400	1,910	18.37%
Excess (deficiency) of revenues over (under) expenditures	53,350	(1,910)	
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	53,350	(1,910)	
Fund balance, July 1, 2011 (un-audited)		129,603	
Estimated fund balance @ June 30, 2012		\$127,693	

Statement of Revenues, Expenditures and Changes in Fund Balance  
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**Employee Benefit Trust - 10**

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Contributions	\$0	\$0	0.00%
Reinsurance reimbursements	0	0	0.00%
Miscellaneous revenues	0	600	0.00%
Total revenues	0	600	0.00%
Expenditures:			
Premiums	30,000	0	0.00%
Benefits	0	0	0.00%
Miscellaneous	1,200	0	0.00%
Total Expenditures	31,200	0	0.00%
Excess (deficiency) of revenues over (under) expenditures	(31,200)	600	
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	(31,200)	600	
Fund balance, July 1, 2011 (un-audited)		134,833	
Estimated fund balance @ June 30, 2012		\$135,432	

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

	Adopted		
	Budget	Y-T-D	% Used
<b>Revenues:</b>			
Taxes	\$0	\$0	0.00%
Use of monies & properties	0	88,415	0.00%
Other Income	0	0	0.00%
Intergovernmental revenue	405,000	0	0.00%
Total revenues	405,000	88,415	21.83%
<b>Expenditures:</b>			
Capital outlay:			
Investment Expenses	0	400	0.00%
Railroad Wash	165,000	0	0.00%
6th St- Silver Springs Wet Cr	120,000	0	0.00%
Camino Real - Oak Creek Wash Wet CR	120,000	0	0.00%
Capital Projects	5,500,000	0	0.00%
Land Acquisition	50,000	17	0.03%
Architecture - City Hall	100,000	0	0.00%
Old Town Jail Remodel	60,200	0	0.00%
Old Court Bldg Remodel	102,800	60	0.06%
Old Town Parking & Rear Utility	190,000	13,172	6.93%
Riverfront Park Ramada Parking	114,600	938	0.82%
Fire Station 2 (GADA) Design	120,000	0	0.00%
Portal Signs COC	10,000	0	0.00%
Gardner Bldg Demo	70,000	0	0.00%
Rec Center Solar	600,000	83	0.01%
Communications Architecture	285,000	10,000	3.51%
Total Expenditures	7,607,600	24,670	0.32%
Excess (deficiency) of revenues over (under) expenditures	(7,202,600)	63,745	
<b>Other Financing Sources (Uses):</b>			
Operating Transfers In	285,000	0	0.00%
Proceeds from Bonds / Leases	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	(3,285,000)	0	0.00%
Total other financing sources (uses)	(3,000,000)	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(10,202,600)	63,745	
Fund balance, July 1, 2011 (un-audited)		14,212,682	
Estimated fund balance @ June 30, 2012		\$14,276,427	

Statement of Revenues, Expenditures and Changes in Fund Balance  
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**Debt Service - 13**

	<b>Adopted Budget</b>	<b>Y-T-D</b>	<b>% Used</b>
<b>Revenues:</b>			
Taxes	\$2,062,585	\$515,226	24.98%
Uses of monies & properties	850	58	6.79%
Total revenues	<u>2,063,435</u>	<u>515,284</u>	<u>24.97%</u>
<b>Expenditures:</b>			
Trustee fees	360	0	0.00%
Rodeo Drive Reimbursement	0	0	0.00%
Debt service:		0	
Interest	812,925	205,731	25.31%
Principal	1,250,000	310,417	24.83%
Total Expenditures	<u>2,063,285</u>	<u>516,148</u>	<u>25.02%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>150</u>	<u>(864)</u>	
<b>Other Financing Sources (Uses):</b>			
Operating Transfers In	0	0	0.00%
Proceeds from Bonds	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>150</u>	<u>(864)</u>	
Fund balance, July 1, 2011 (un-audited)		1,210,126	
Estimated fund balance @ June 30, 2012		<u><u>\$1,209,262</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance  
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**Water Consolidated - 16**

	Adopted		
	Budget	Y-T-D	% Used
Revenues: Note 1			
Taxes	\$0	\$0	0.00%
Charges for services	4,902,530	1,480,915	30.21%
Uses of monies & properties	588,450	162,681	27.65%
Miscellaneous revenues	333,640	107,123	32.11%
Total revenues	5,824,620	1,750,718	30.06%
Expenditures:			
Operating:			
Salaries	611,380	133,065	21.76%
Overtime	81,500	28,627	35.13%
Health & life insurance	193,490	42,760	22.10%
Temporary Employees	0	209	0.00%
Clothing allowance	6,000	1,488	24.79%
Holiday pay	2,000	638	31.90%
Travel & training	8,500	2,430	28.59%
Subscriptions & dues	1,600	382	23.88%
Printing & forms	14,000	3,845	27.47%
Bad debt expense	0	0	0.00%
Gas & oil	40,000	10,291	25.73%
Vehicle maintenance	12,000	10,966	91.38%
Equipment maintenance	240,000	29,557	12.32%
Chlorine	100,000	12,149	12.15%
Polymer	0	0	0.00%
Computer support	4,500	1,205	26.79%
Operational supplies	25,000	5,483	21.93%
Office supplies	11,000	2,705	24.59%
Copier Supplies	1,500	0	0.00%
Verde River Days	1,000	1,000	100.00%
Public Relations	0	0	0.00%
Utilities	339,200	116,386	34.31%
Telephone	28,420	3,843	13.52%
Legal Advertising	3,000	1,035	34.49%
Contractual services	235,800	21,538	9.13%
Water System Evaluation	0	0	0.00%
General Counsel	5,000	416	8.32%
Contractual SVCS-M&O	0	3,347	0.00%
Postage & freight	37,500	10,791	28.78%
Bank Charges	0	0	0.00%
Lab / testing	25,000	2,616	10.46%
Tools	4,000	13	0.33%
Equipment rental	2,000	0	0.00%
Building maintenance	4,500	17,450	387.77%
Liability insurance	80,290	17,978	22.39%
Liability Insurance Deductible	0	0	0.00%
Worker's compensation	22,450	5,498	24.49%
Social security	43,080	9,698	22.51%
AZ state retirement	71,170	16,132	22.67%
Employee physicals	0	0	0.00%
Medicare tax	10,080	2,268	22.50%
ADEQ annual fee	50,000	0	0.00%
Continuing education	500	0	0.00%
Payment Assistance Program	15,500	0	0.00%
Verde River Basin Partnership	0	0	0.00%
Trust Land Annexation	0	564	0.00%
Arsenic System Maintenance	250,000	51,338	20.54%
Reserve replacement fund	0	0	0.00%
Reserve Resource Development	2,853,590	0	0.00%
Reserve Water Advisory	166,350	9,677	5.82%
Reserve Adjudication	213,780	14,729	6.89%
Reserve Water Conservation	175,740	0	0.00%
Indirect costs to general fund	710,635	101,250	14.25%
Subtotal maintenance and operations	6,701,055	693,366	10.35%

Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget to Actual  
 Quarterly Report Ending September 30, 2011

**Water Consolidated - 16 (page 2)**

	<b>Adopted</b>		
	<b>Budget</b>	<b>Y-T-D</b>	<b>% Used</b>
Debt Service	2,527,310	631,077	24.97%
Capital Outlay:	3,612,850	654,842	18.13%
Total Expenditures	12,841,215	1,979,286	15.41%
Excess (deficiency) of revenues over (under) expenditures	(7,016,595)	(228,567)	3.26%
Other Financing Sources (Uses):			
Operating transfers in	0	0	0.00%
Proceeds from bonds / loans	3,220,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	3,220,000	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses - Net Income	(\$3,796,595)	(\$228,567)	

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget to Actual  
Quarterly Report Ending September 30, 2011

**Water Construction  
& Administration - 16**

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
City sales tax	\$0	\$0	0.00%
User fees	4,673,930	1,411,956	30.21%
Service Turn Ons	63,000	16,900	26.83%
Meter Installation	13,200	675	5.11%
Impact Fees	60,000	27,145	45.24%
Collection fees/late fees	92,400	24,239	26.23%
Reimbursement Clarkdale	325,000	106,178	32.67%
Res-Resource Development Fees	420,000	115,266	27.44%
Res-Water Advisory Committee	33,600	9,342	27.80%
Res-Adjudication	42,000	11,741	27.96%
Res-Water Conservation	26,400	7,204	27.29%
Recapture Agreements	0	0	0.00%
Other income	8,640	945	0.00%
Building Rental	7,800	1,300	16.67%
Sale of City Property	100	0	0.00%
Drought Water Shortage PP	0	0	0.00%
Interest income	58,650	17,828	30.40%
Total revenues	5,824,720	1,750,718	30.06%
Expenditures:			
Administration			
Salaries	130,160	31,122	23.91%
Overtime and Holiday Pay	1,500	1,175	78.34%
Health & life insurance	39,230	7,108	18.12%
Temp Employees	0	0	0.00%
Travel & training	1,000	476	47.62%
Subscriptions & dues	100	0	0.00%
Printing & forms	14,000	3,845	27.47%
Bad debt expense	0	0	0.00%
Equipment maintenance	1,000	0	0.00%
Computer support	3,000	323	10.78%
Office supplies	3,000	1,907	63.58%
Copier Supplies	500	0	0.00%
Utilities	4,200	857	20.41%
Telephone	3,220	959	29.77%
Contractual Services	100,000	17,421	17.42%
Public Relations	0	0	0.00%
Growth Premium	30,000	0	0.00%
Water System Evaluation	0	0	0.00%
General Counsel	5,000	416	8.32%
Legal advertising	1,000	1,035	103.48%
Postage & freight	36,000	10,530	29.25%
Bank charges	0	0	0.00%
Liability insurance	17,290	6,233	36.05%
Worker's compensation	570	56	9.82%
Social security	8,160	1,937	23.74%
AZ state retirement	14,150	3,262	23.05%
Medicare tax	1,910	453	23.71%
Continuing education	0	0	0.00%
Indirect costs to general fund	710,635	101,250	14.25%
Payment Assistance Program	15,500	0	0.00%
Verde River Basin Partnership	0	0	0.00%
Trust Land Annexation	0	564	0.00%
Reserve Resource Development	2,853,590	0	0.00%
Reserve Water Advisory	166,350	9,677	5.82%
Reserve Adjudication	213,780	14,729	6.89%
Reserve Water Conservation	175,740	0	0.00%
Unrestricted Reserve	0	0	0.00%
Subtotal maintenance and operations	4,550,585	215,334	4.73%

Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget to Actual  
 Quarterly Report Ending September 30, 2011

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

	<b>Adopted</b>		
	<b>Budget</b>	<b>Y-T-D</b>	<b>% Used</b>
Capital outlay	151,350	32,832	21.69%
Construction:			
Legal Advertising	0	0	0.00%
Investment Expense	3,500	668	19.07%
Building Purchase	0		0.00%
Aresinic Mitigation	0	69,350	0.00%
Bonding Expense	0		0.00%
Valve Replacement	0	2,958	0.00%
Aid in Lieu of Construction	130,000	122,215	94.01%
Fire Hydrant Improvements	250,000	146,081	58.43%
HWY 260 H2O System Upgrades	1,250,000	0	0.00%
Well Booster Station	750,000	216	0.03%
Well Improvements	100,000	21,440	21.44%
Construction General	114,000	0	0.00%
W Mingus Reconstruction/Sys Upgrades	256,000	16,750	6.54%
Water System Upgrades	500,000	230,582	46.12%
Line Extensions	0	0	0.00%
Land Acquisition	0	0	0.00%
Subtotal construction expenses	3,353,500	610,259	18.20%
Total Expenditures	8,055,435	858,425	10.66%

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget to Actual  
Quarterly Report Ending September 30, 2011

**Water Maintenance & Operations- 16**

Adopted Budget	Y-T-D	% Used
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Expenditures:

Operating:

Salaries	481,220	101,943	21.18%
Overtime	80,000	27,452	34.31%
Health & life insurance	154,260	35,652	23.11%
Temporary Employees	0	209	0.00%
Clothing allowance	6,000	1,488	24.79%
Holiday pay	2,000	638	31.90%
Travel & training	7,500	1,954	26.05%
Subscriptions & dues	1,500	382	25.47%
Gas & oil	40,000	10,291	25.73%
Vehicle maintenance	12,000	10,966	91.38%
Equipment maintenance	239,000	29,557	12.37%
Chemicals	100,000	12,149	12.15%
Polymer	0	0	0.00%
Computer support	1,500	882	58.80%
Operational supplies	25,000	5,483	21.93%
Office supplies	8,000	798	9.97%
Copier supplies	1,000	0	0.00%
Verde River Days	1,000	1,000	100.00%
Utilities	335,000	115,529	34.49%
Telephone	25,200	2,885	11.45%
Legal advertising	2,000	0	0.00%
Contractual services	105,800	4,118	3.89%
Contractual SVCS-M&O	0	3,347	0.00%
Postage & freight	1,500	261	17.41%
Lab / testing	25,000	2,616	10.46%
Tools	4,000	13	0.33%
Equipment rental	2,000	0	0.00%
Building maintenance	4,500	17,450	387.77%
Liability insurance	63,000	11,745	18.64%
Worker's compensation	21,880	5,442	24.87%
Social security	34,920	7,761	22.22%
AZ state retirement	57,020	12,870	22.57%
Employee physicals	0	0	0.00%
Medicare tax	8,170	1,815	22.22%
ADEQ annual fee	50,000	0	0.00%
<b>Arsenic System Maintenance</b>	250,000	51,338	20.54%
<b>Liability Insurance Deductible</b>	0	0	0.00%
Continuing education	500	0	0.00%
Reserve replacement fund	0	0	0.00%
Subtotal maintenance and operations	2,150,470	478,032	22.23%

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget to Actual  
Quarterly Report Ending September 30, 2011

**Water Debt Service - 16**

	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	965,000	241,250	25.00%
Interest	1,559,310	389,828	25.00%
Trustee Fees	3,000	0	0.00%
Capital Outlay:	108,000	11,751	10.88%
Total Expenditures	4,785,780	642,828	13.43%
Excess (deficiency) of revenues over (under) expenditures	4,785,780	1,107,890	
Other Financing Sources (Uses):			
Operating transfers in	0	0	0.00%
Proceeds from bonds	3,220,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	3,220,000	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(3,796,495)	249,465	