

FY 2017 1st Quarter Financial Report



City of Cottonwood

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City of Cottonwood
Fiscal Year 2017 – 1st Quarter Report
For The Period Ending September 30, 2016

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EXECUTIVE SUMMARY

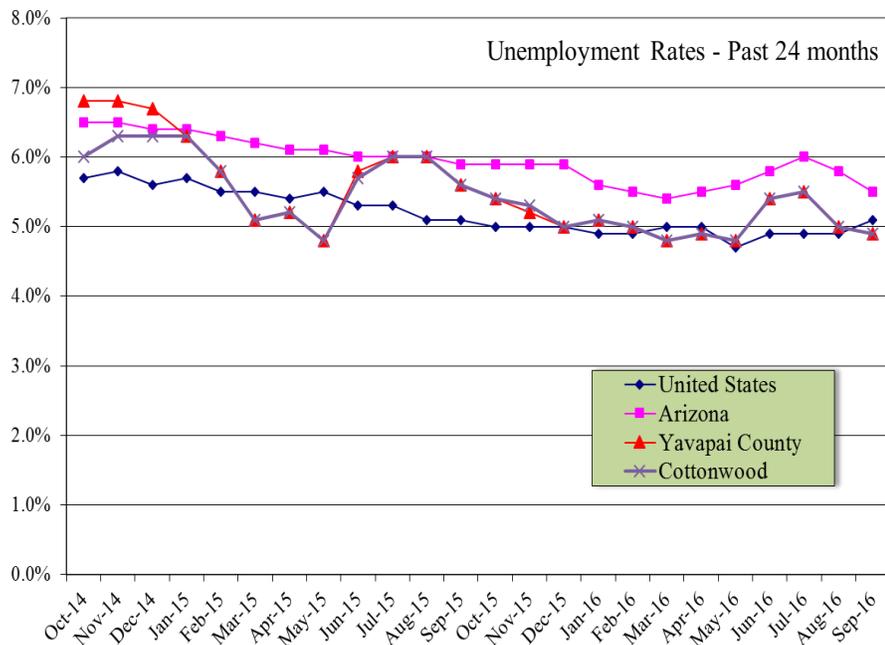
This report is a brief summary of significant items impacting the overall City as well as highlights of the City’s major revenues affecting the City’s larger funds. Those funds are the General Fund, Highway User Revenue Fund (HURF), the two Enterprise Funds, the Capital Improvement Fund, and the Debt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

Unemployment & Housing Information:

Overall the City of Cottonwood has a slow but steady increase in its major revenue sources, including the Highway User Revenue Fund, also called the HURF. There continues to be two major issues that are effecting Cottonwood, those concerns being unemployment rates and the lack new construction. Unemployment has come down dramatically, since its peak of 11.8% back in January 2010. We have declined about 5.6%. This is an excellent sign for our city, however, there is still a long way to go to be in the 4% unemployment range at the turn of the century. Wow, doesn’t that sound weird.

The 1% construction sales tax is up 200.23% or about \$31,823 over the same period last year. Unfortunately is it down from previous years Despite not being at the height we were in 2007, this is a fair sign about our local construction sector.

Monthly	United States	Arizona	Yavapai County	Cottonwood
Oct-14	5.7%	6.5%	6.8%	6.0%
Nov-14	5.8%	6.5%	6.8%	6.3%
Dec-14	5.6%	6.4%	6.7%	6.3%
Jan-15	5.7%	6.4%	6.3%	6.3%
Feb-15	5.5%	6.3%	5.8%	5.8%
Mar-15	5.5%	6.2%	5.1%	5.1%
Apr-15	5.4%	6.1%	5.2%	5.2%
May-15	5.5%	6.1%	4.8%	4.8%
Jun-15	5.3%	6.0%	5.8%	5.7%
Jul-15	5.3%	6.0%	6.0%	6.0%
Aug-15	5.1%	6.0%	6.0%	6.0%
Sep-15	5.1%	5.9%	5.6%	5.6%
Oct-15	5.0%	5.9%	5.4%	5.4%
Nov-15	5.0%	5.9%	5.2%	5.3%
Dec-15	5.0%	5.9%	5.0%	5.0%
Jan-16	4.9%	5.6%	5.1%	5.1%
Feb-16	4.9%	5.5%	5.0%	5.0%
Mar-16	5.0%	5.4%	4.8%	4.8%
Apr-16	5.0%	5.5%	4.9%	4.9%
May-16	4.7%	5.6%	4.8%	4.8%
Jun-16	4.9%	5.8%	5.4%	5.4%
Jul-16	4.9%	6.0%	5.5%	5.5%
Aug-16	4.9%	5.8%	5.0%	5.0%
Sep-16	5.1%	5.5%	4.9%	4.9%



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. The current trend reflects a decrease of 6.5% over the first quarter of last year. We are cautiously optimistic that this will turn around and the trend will improve some as the fiscal year progresses.

	FY 2014		FY 2015		FY 2016		FY 2017	
Jul	\$902,118	8.38%	\$1,010,689	12.04%	\$1,106,111	9.44%	\$1,045,307	-5.50%
Aug	925,936	11.29%	962,616	3.96%	972,558	1.03%	796,245	-18.13%
Sep	876,758	4.73%	953,901	8.80%	1,009,710	5.85%	1,046,410	3.63%
Oct	935,859	3.74%	909,990	-2.76%	1,095,712	20.41%		-100.00%
Nov	979,277	16.95%	1,064,350	8.69%	1,044,333	-1.88%		-100.00%
Dec	1,080,777	3.61%	1,137,286	5.23%	1,167,113	2.62%		-100.00%
Jan	897,108	4.11%	913,590	1.84%	904,463	-1.00%		-100.00%
Feb	889,440	7.88%	967,464	8.77%	1,066,400	10.23%		-100.00%
Mar	1,030,580	8.40%	1,106,094	7.33%	1,179,638	6.65%		-100.00%
Apr	1,067,508	12.19%	1,095,223	2.60%	1,115,079	1.81%		-100.00%
May	1,002,215	2.04%	1,100,716	9.83%	1,117,243	1.50%		-100.00%
Jun	940,480	-5.38%	1,039,657	10.55%	1,115,321	7.28%		-100.00%
	\$11,528,057	6.26%	\$12,261,576	6.36%	\$12,893,681	5.16%	\$2,887,962	-77.60%

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 .8% in FY 2009.



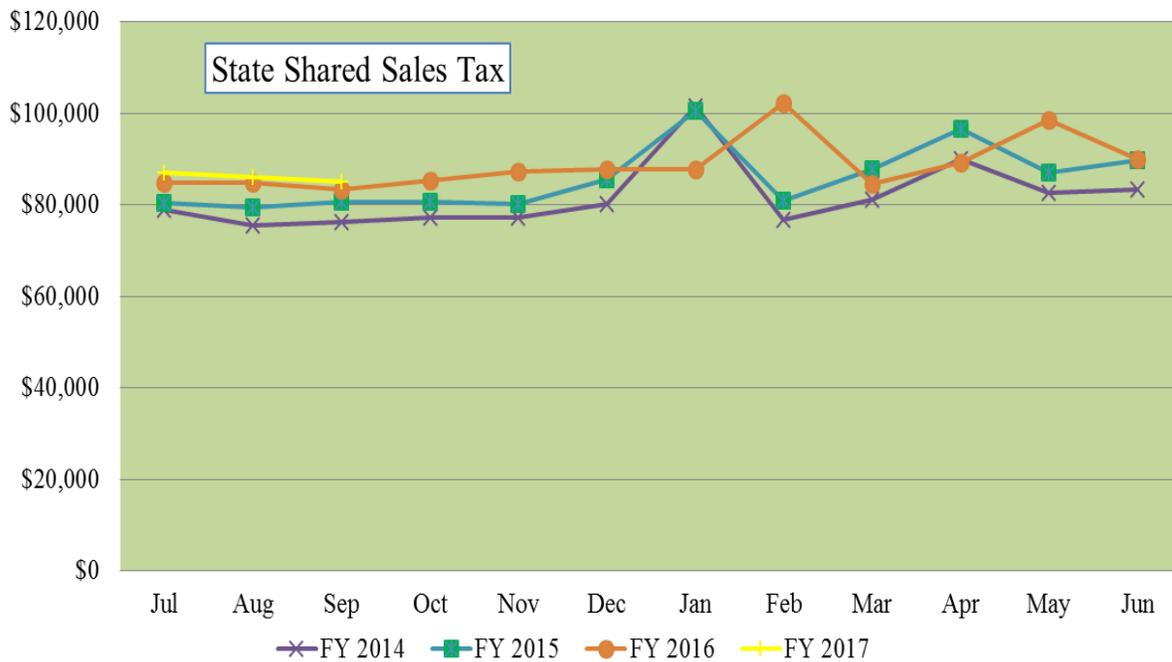
State Shared Sales Tax

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 4 – 6%. Currently this revenue is trending more to the 2.0% range or about \$5,000 above last year.

	FY 2014		FY 2015		FY 2016		FY 2017	
Jul	\$78,926	5.34%	\$80,409	1.88%	\$84,828	5.50%	\$87,090	2.67%
Aug	75,616	8.17%	79,552	5.20%	84,941	6.77%	86,133	1.40%
Sep	76,206	5.25%	80,698	5.89%	83,476	3.44%	84,988	1.81%
Oct	77,314	6.50%	80,728	4.42%	85,388	5.77%		-100.00%
Nov	77,348	5.90%	80,131	3.60%	87,178	8.79%		-100.00%
Dec	80,201	6.32%	85,569	6.69%	87,828	2.64%		-100.00%
Jan	101,466	12.54%	100,481	-0.97%	87,828	-12.59%		-100.00%
Feb	76,669	2.75%	80,866	5.47%	102,375	26.60%		-100.00%
Mar	81,052	8.10%	87,669	8.16%	84,585	-3.52%		-100.00%
Apr	89,870	4.49%	96,493	7.37%	89,187	-7.57%		-100.00%
May	82,615	6.31%	87,147	5.49%	98,486	13.01%		-100.00%
Jun	83,254	3.71%	89,672	7.71%	89,929	0.29%		-100.00%
	\$980,536	6.34%	\$1,029,415	4.98%	\$1,066,029	3.56%	\$258,211	-75.78%

We finally surpass our 2007 State Shared Sales Tax this fiscal year. Our FY 2007 was our high point of collections for state shared sales tax before the recent recession. That revenue amount for that year was \$1,032,214.

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.



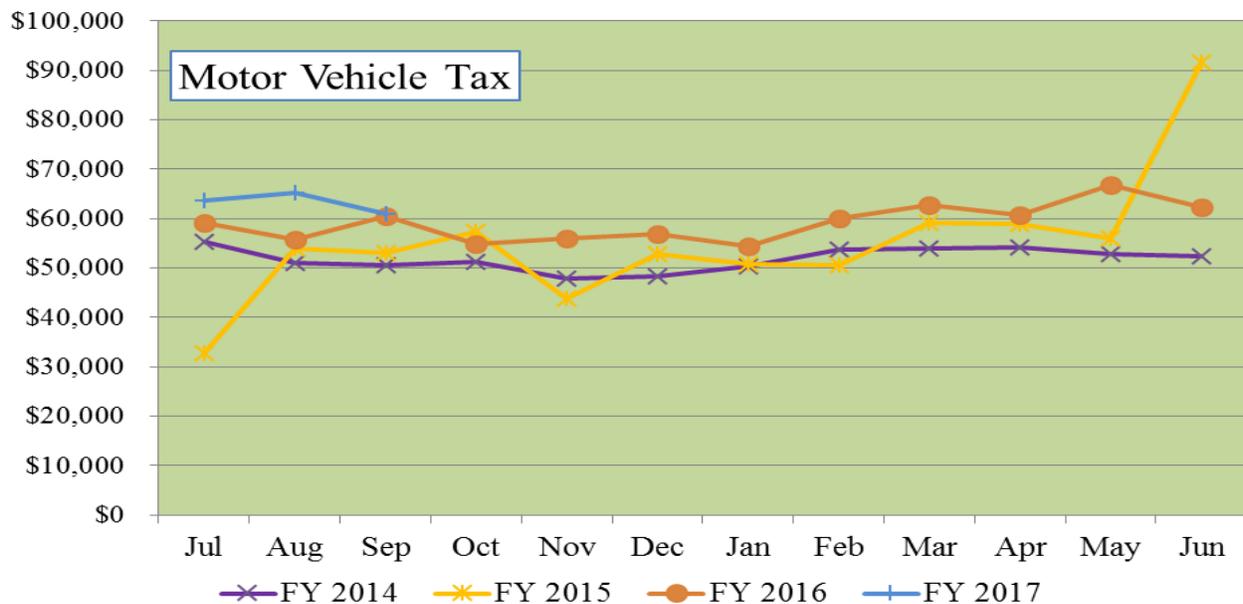
Motor Vehicle Tax

The Motor Vehicle Tax has been all over the place for the past year. 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.

	FY 2014		FY 2015		FY 2016		FY 2017	
Jul	\$55,274	-2.45%	\$32,681	-40.87%	\$59,097	80.83%	\$63,603	7.62%
Aug	50,992	5.72%	53,909	5.72%	55,848	3.60%	65,283	16.89%
Sep	50,638	6.08%	53,159	4.98%	60,435	13.69%	60,894	0.76%
Oct	51,303	3.92%	57,376	11.84%	54,904	-4.31%		-100.00%
Nov	47,840	124.65%	43,919	-8.20%	55,965	27.43%		-100.00%
Dec	48,271	15.37%	52,788	9.36%	56,941	7.87%		-100.00%
Jan	50,317	4.43%	50,813	0.99%	54,518	7.29%		-100.00%
Feb	53,701	14.72%	50,593	-5.79%	59,933	18.46%		-100.00%
Mar	53,870	4.45%	59,134	9.77%	62,670	5.98%		-100.00%
Apr	54,125	-30.29%	58,821	8.68%	60,801	3.37%		-100.00%
May	52,877	3.36%	56,080	6.06%	66,727	18.99%		-100.00%
Jun	52,289	124.00%	91,513	75.01%	62,316	-31.90%		-100.00%
	\$621,497	10.22%	\$660,786	6.32%	\$710,155	7.47%	\$189,780	-73.28%

This revenue is currently trending 8.2% above last year at this same time. We do not expect it to stay at that level for the remainder of the year, especially since the state is not being very timely with their distributions. The state estimated a gain of 7.4% and we are not trending at that level..

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.



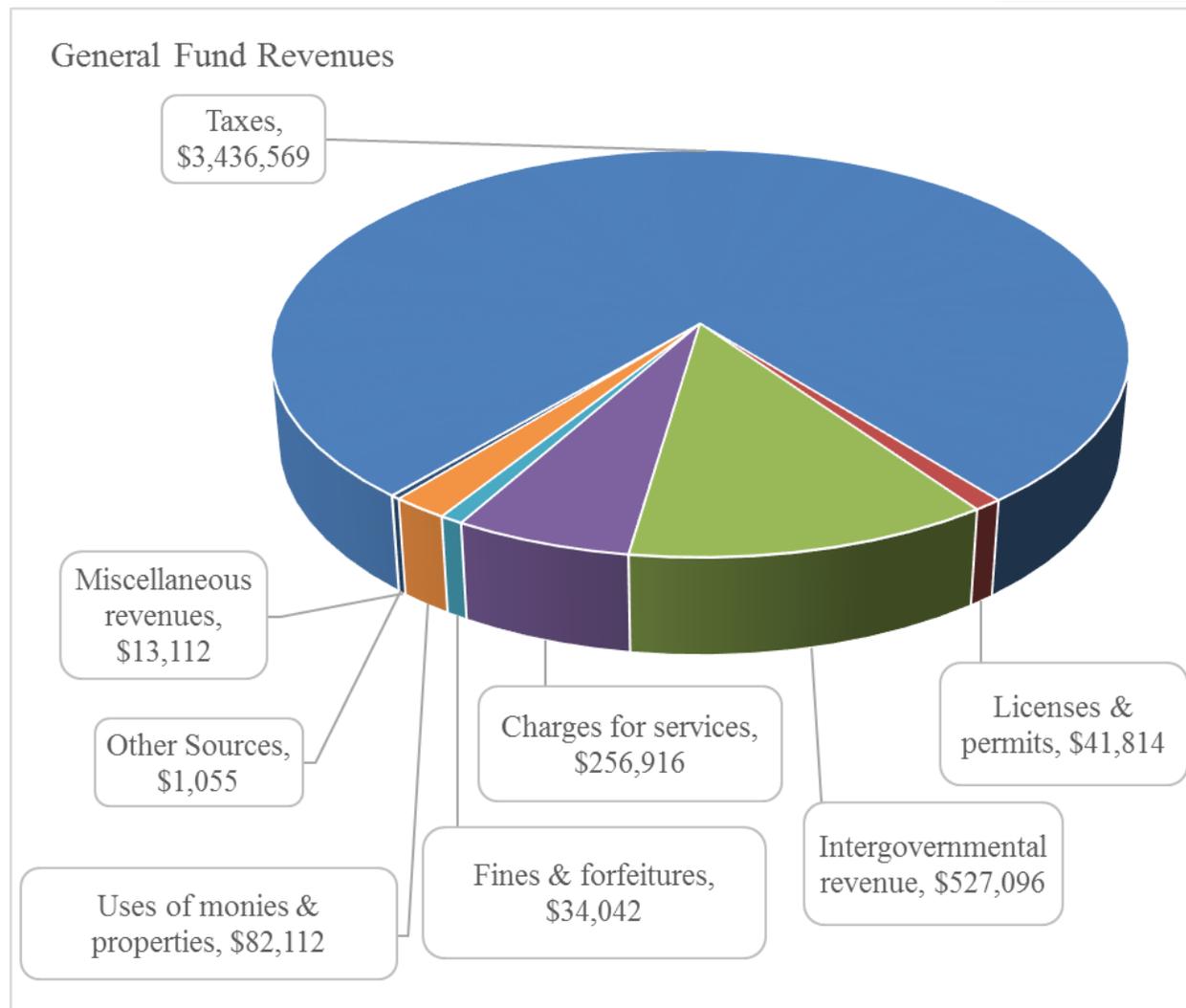
We are still not expecting to reach pre-recession levels and not sure when we will be back at those levels.

General Fund – Revenues vs Expenditures

Our General Fund operating revenues are still lagging behind our expenditures. This was an anticipated scenario to some degree during the budget process. As of September 30, 2016 we have tapped into our fund balance reserves by \$200,091. We do, however, still have some capital that has not been acquired, however it will be acquired later this fiscal year. The FY 2017 budget was a very difficult one as we saw the economic recovery still improving at a very slow pace.

Revenues & Other Sources

Taxes	\$3,436,569
Licenses & permits	\$41,814
Intergovernmental revenue	\$527,096
Charges for services	\$256,916
Fines & forfeitures	\$34,042
Uses of monies & propertie	\$82,112
Miscellaneous revenues	\$13,112
Other Sources	\$1,055
Revenues & Other Sources	\$4,392,716

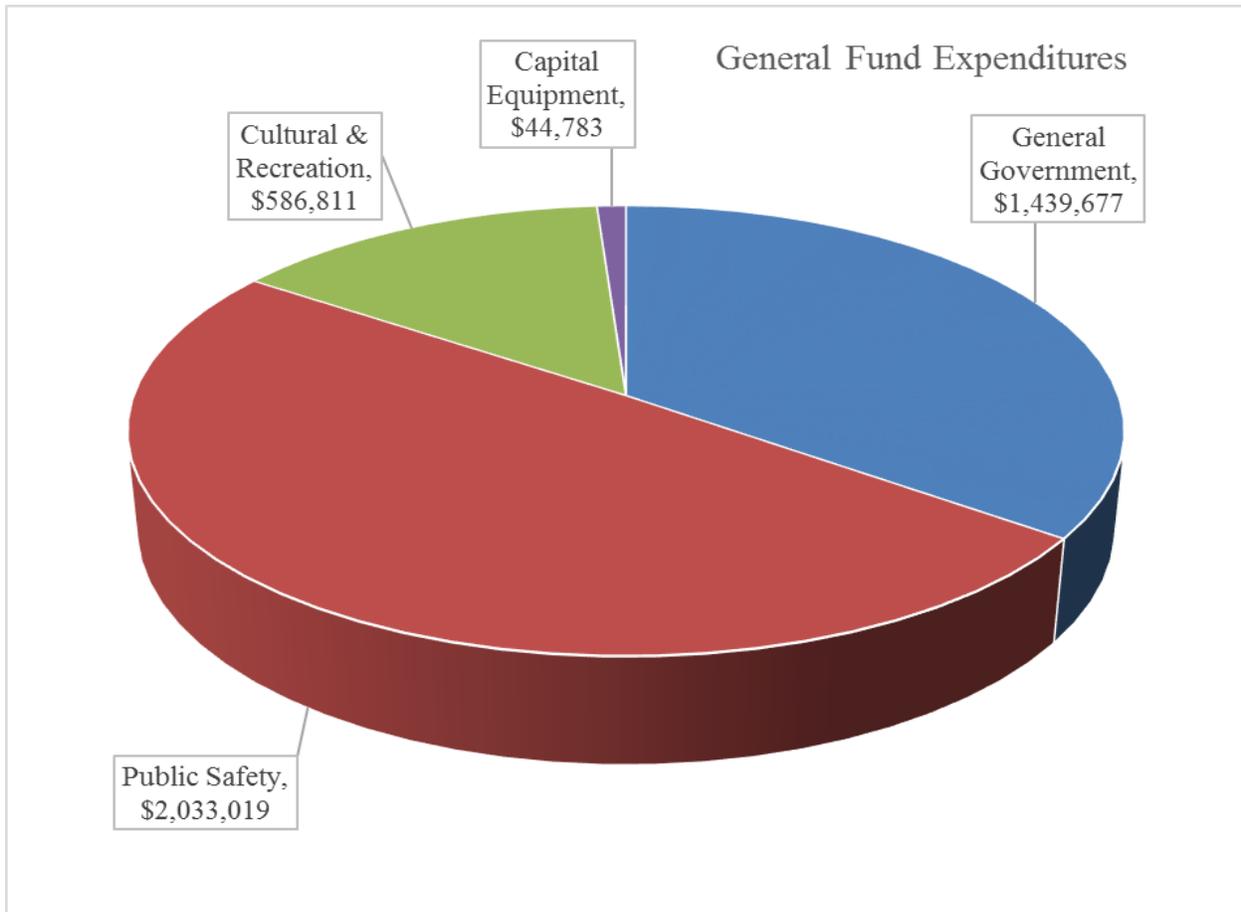


The concern with revenues keeping up with expenditures has been discussed several times in the past and will continue to be an issue in the future. This FY 2017 budget season was more challenging than others in the past due to the revenue constraints and increased demand for services. Our costs continue to rise and our revenues, simply put, have not kept up with the pace of rising costs. Our current General Fund balance is \$5.0M.

As we move forward into this fiscal year and future planning years, we need to be aware that Governmental Accounting Standards Board (GASB) Statement #68 – Accounting and Financial

Reporting for Pension Plans will impact all municipal entities using Arizona State Retirement System (ASRS) or Public Safety Personnel Retirement System (PSPRS). All entities are now reflecting any pension plan underfunding liability on their respective financials. Future Comprehensive Annual Financial Reports (CAFRs) will show a significant decline in the net position even as to go into a negative number. Though not a grave concern at this time, it is still a concern as to how the city will deal with it in future years. That number will improve as the City pays down its pension liability in future years.

<u>Expenditures & Other Uses</u>	
General Government	1,439,677
Public Safety	2,033,019
Cultural & Recreation	586,811
Capital Equipment	44,783
Expenditures & Other Uses	<u>4,592,807</u>



As a note, the City of Cottonwood does not have control over the two retirement systems. Their actuaries perform the actuarial calculations and provide the City with the percentage of contribution that needs to be submitted to provide the pension with sufficient revenues to stay solvent. Unfortunately the markets during the Great Recession did not provide sufficient return to keep them fully funded.

Our overall fund balance continues to be fully funded in the General Fund. Other funds do not meet the established Fund Balance Policy due to weak revenue generation. This weakness is something that will need to be corrected in the future. We will be preparing for continued revenue discussions later this fiscal year. At that time options will be presented to the Council for their consideration.

SPECIAL REVENUE FUNDS

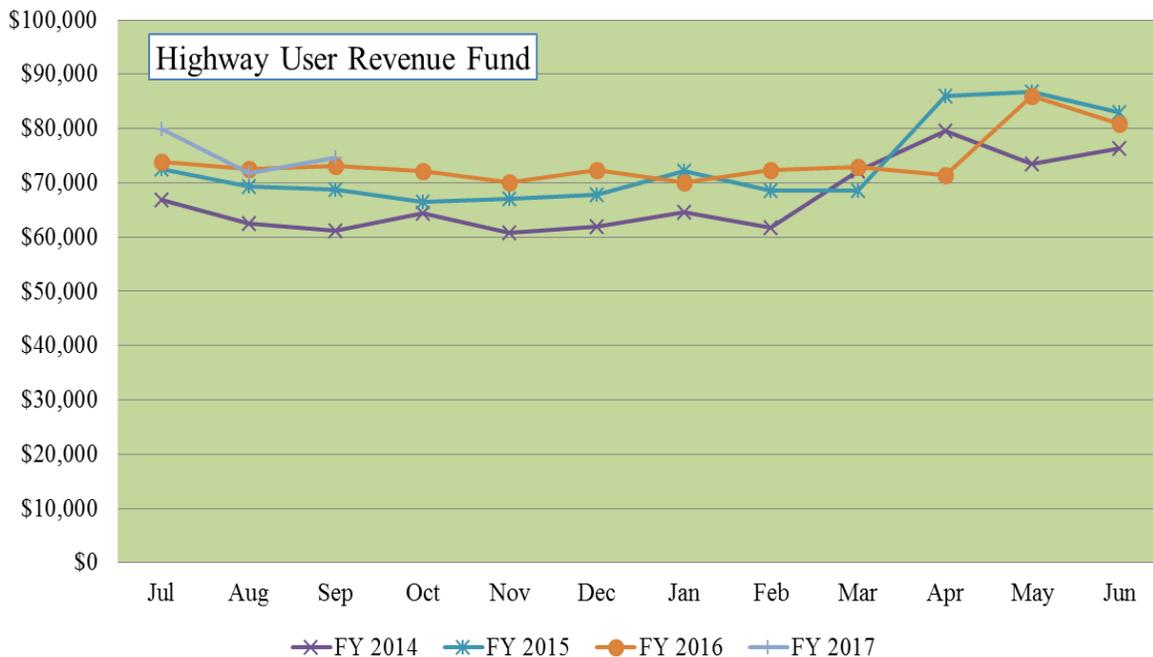
Special Revenue Funds consist of the Highway User Revenue Fund (HURF) and several other smaller funds, including CAT/LYNX, Library, Cemetery, Airport, and Grants.

Highway User Revenue Funds - HURF

This is another state shared revenue source. It is commonly called the Fuel Tax. It has improved slightly over the years. The State is using a portion of the HURF that is designated for cities and towns to assist with cost to the Department of Public Safety.

	FY 2014		FY 2015		FY 2016		FY 2017	
Jul	\$66,861	11.88%	\$72,487	8.41%	\$73,939	2.00%	\$79,891	8.05%
Aug	62,470	-1.22%	69,249	10.85%	72,631	4.88%	71,771	-1.18%
Sep	61,165	-1.64%	68,695	12.31%	73,174	6.52%	74,612	1.97%
Oct	64,485	11.79%	66,391	2.96%	72,153	8.68%		-100.00%
Nov	60,776	3.04%	67,106	10.41%	70,008	4.32%		-100.00%
Dec	62,013	0.39%	67,781	9.30%	72,337	6.72%		-100.00%
Jan	64,643	9.63%	72,211	11.71%	70,008	-3.05%		-100.00%
Feb	61,689	-0.24%	68,542	11.11%	72,337	5.54%		-100.00%
Mar	72,168	3.46%	68,542	-5.02%	72,864	6.31%		-100.00%
Apr	79,481	4.16%	85,957	8.15%	71,495	-16.82%		-100.00%
May	73,414	0.42%	86,824	18.27%	86,054	-0.89%		-100.00%
Jun	76,375	2.27%	83,032	8.72%	80,919	-2.54%		-100.00%
	█ \$805,540	3.50%	█ \$876,817	8.85%	█ \$887,919	1.27%	█ \$226,274	-74.52%

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 is for \$906,640 and about a 2.11% increase over last year.



Special Revenues Funds - continued

The following tables depict the other 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 using much of the fund balance it has to complete the Mingus Avenue project that the City of Cottonwood bonded for in 2015 using excise taxes to support the bond.

	Special Revenue Funds					
	HURF		CAT		Library	
	Budget	1st Qtr Actual	Budget	1st Qtr Actual	Budget	1st Qtr Actual
Revenues	2,392,370	369,125	\$1,829,510	\$194,900	\$173,010	\$9,554
Operating Expenditures	1,251,995	189,338	1,745,335	375,067	999,250	246,740
Capital Outlay	2,131,650	18,536	125,000	1,300	27,000	4,235
Debt Service	392,600	196,789	0	0	0	0
Revenues over (under) Expenditures	(1,383,875)	(35,538)	(40,825)	(181,466)	(853,240)	(241,421)
Other Funding Sources & Uses	200,000	50,000	0	0	853,240	213,310
Revenues & other funding sources & uses over (under) Expenditures	(1,183,875)	14,462	(40,825)	(181,466)	0	(28,111)
Beginning Fund Balance	3,617,055	3,617,055	0	0	0	0
Ending Fund Balance	\$2,433,180	\$3,631,517	(\$40,825)	(\$181,466)	\$0	(\$28,111)

	Special Revenue Funds					
	Cemetery		Airport		Grants	
	Budget	1st Qtr Actual	Budget	1st Qtr Actual	Budget	1st Qtr Actual
Revenues	\$900	\$0	\$339,970	\$55,186	\$2,056,105	\$12,232
Operating Expenditures	38,100	17,064	297,660	113,546	0	0
Capital Outlay	0	0	0	0	2,114,155	127,819
Debt Service	0	0	0	0	0	0
Revenues over (under) Expenditures	(37,200)	(17,064)	42,310	(58,359)	(58,050)	(115,587)
Other Funding Sources & Uses	37,200	9,300	(42,310)	3,935	58,050	127,819
Revenues & other funding sources & uses over (under) Expenditures	0	(7,764)	0	(54,424)	0	12,232
Beginning Fund Balance	0	0	0	0	71,503	71,503
Ending Fund Balance	\$0	(\$7,764)	\$0	(\$54,424)	\$71,503	\$83,735

CAPITAL IMPROVEMENTS FUND

This fund has been in relatively good fiscal shape for many years. With the new Riverfront Water Reclamation being constructed, however, the fund balance is estimated to decline over the next 12 months as construction draws are made to the contractor.

The Riverfront Water Reclamation Facility is will provide reclaimed water to the area sport fields and to replenish our aquifers using injection wells. It is also expected to treat approximately 300k gallons of wastewater daily.

As a reminder, during the “great 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. Another use of these funds was to take care of street improvements while some of the financing was completed. Lastly, this fund will also provide some of the financial support for the New Regional Communications Center, also while the 2015 Excise Tax Bond was completed.

Below are the major projects anticipated to be funded by the 2015 Excise Tax Bond proceeds that will be paid from the escrow account. There is a \$11,500,000 transfer from this fund to the Wastewater Enterprise Fund to pay for the construction of the Riverfront Water Reclamation Facility that is currently underway, and was previously mentioned in this report. That amount is not shown on the schedule below since it is a capital expense reflected in an Enterprise Fund.

Railroad Wash improvements are funded by Yavapai County’s Flood Improvement Tax.

Capital outlay:

Investment Expenses	9,000	199	2.21%
Kids Park Restroom	240,730	8,087	3.36%
Garrison Park Restroom	240,730	3,454	1.43%
Civic Center HVAC	132,000	1,298	0.98%
Riverfront Park Restroom	140,730	1,706	1.21%
Railroad Wash Improvements	350,000	36,494	0.00%
Total Expenditures	1,113,190	51,238	4.60%

		Capital Improvements	
		Budget	1st Qtr Actual
Revenues		\$723,960	\$36,680
Operating Expenditures		0	0
Capital Outlay		1,113,190	51,238
Debt Service		0	
Revenues over (under)			
Expenditures		(389,230)	(14,559)
Other Funding Sources & Uses		(8,817,170)	0
Revenues & other funding sources & uses over (under)			
Expenditures		(9,206,400)	(14,559)
Beginning Fund Balance		10,528,437	10,528,437
Ending Fund Balance		\$1,322,037	\$10,513,878

ENTERPRISE FUNDS

Wastewater and Water

Both the Enterprise Funds have been operating in the black since the City Council has approved annual rate increases. FY 2013 was a turning point for both the Water and Wastewater Enterprise Funds.

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

We completed the refinancing the 2006 MPC Water Revenue Bonds using a WIFA Loan as we did last year. Included was \$1.9M waterline that WIFA granted along with \$800K in forgivable principle. The interest rate went from 5% to 1.7% and removed about \$5M in liability from the City of Cottonwood books and allocated it to the Town of Clarkdale where it belonged. We are appreciative of our financial advisor for the assistance in getting these refinancings accomplished.

	Enterprise Funds			
	Wastewater		Water	
	Budget	1st Qtr Actual	Budget	1st Qtr Actual
Revenues	3,167,465	660,675	\$8,347,025	\$2,121,616
Operating Expenditures	1,830,900	434,482	7,568,380	949,142
Capital Outlay	11,855,525	1,126,366	5,401,860	343,976
Debt Service	0	0	1,973,920	502,224
Revenues over (under) Expenditures	(10,518,960)	(900,174)	(6,597,135)	326,275
Other Funding Sources & Uses	11,500,000	0	800,000	0
Revenues & other funding sources & uses over (under) Expenditures	\$981,040	(\$900,174)	(\$5,797,135)	\$326,275

The table below takes into account the rate increase approved to begin on March 1, 2016. That being last fiscal year. It will be some time before we start up the new rate setting season.

DEBT SERVICES FUND

This fund starts off the year in good shape; with sales taxes and interest income providing all of the revenues for this fund. Expenditures consist of principal and interest on loans and bond issues. Also included are any trustee fees assessed for managing the debt service accounts.

Currently only the Recreation Center Greater Arizona Development Authority (GADA) Bonds are accounted for in this fund. The debt service for the Recreation Center is solely funded by sales tax revenues. This will change to a bond as the refinancing of these loans are now complete, saving the City some interest payment monies in the future.

		Debt Service	
		Budget	1st Qtr Actual
Revenues		\$1,540,235	\$463,096
Operating Expenditures			551,481
Capital Outlay			
Debt Service		1,540,235	551,481
Revenues over (under)			
Expenditures		0	(639,866)
Other Funding Sources & Uses		0	0
Revenues & other funding sources & uses over (under)			
Expenditures		0	(88,385)
Beginning Fund Balance		1,211,534	1,211,534
Ending Fund Balance		\$1,211,534	\$1,123,149

As a note, in FY 2017 we will include the 2015 Excise Tax Bond debt service as well as the GADA refinancing into this fund. Both paid for using sales tax and fees.

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 finish our first fiscal quarter of fiscal year 2017, we are pleased to see the economy continuing to improving, however, not as robust as we have been hoping for. 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 were not completed last fiscal year have continued into this year.

Despite our past and current success, we continue to express concern 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. During this last budget season we struggled balancing the budget due to the need for services. We will be looking to council for direction on some possible revenues opportunities in the near future.

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.

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

General Fund - 01	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	15,035,600	3,436,569	22.86%
Licenses & permits	286,000	41,814	14.62%
Intergovernmental revenue	2,579,545	527,096	20.43%
Charges for services	1,154,175	256,916	22.26%
Fines & forfeitures	218,000	34,042	15.62%
Uses of monies & properties	145,200	82,112	56.55%
Miscellaneous revenues	4,750,245	13,112	0.28%
Total revenues	<u>24,168,765</u>	<u>4,391,661</u>	<u>18.17%</u>
Expenditures:			
Operating:			
Council	206,940	45,903	22.18%
City Clerk	249,965	61,500	24.60%
Administration	741,910	156,885	21.15%
Finance	445,025	114,449	25.72%
Personnel	301,040	55,353	18.39%
IT Services	570,980	122,101	21.38%
Purchasing	99,680	21,392	21.46%
Legal	586,115	108,248	18.47%
Court	441,465	88,489	20.04%
Planning & zoning	584,065	116,646	19.97%
Engineering	297,200	72,142	24.27%
Public Works	372,760	59,915	16.07%
Transfer Station	255,430	35,066	13.73%
Building maintenance	415,675	82,856	19.93%
Custodial	160,000	25,683	16.05%
Natural resources	167,085	35,508	21.25%
Non-departmental	518,500	190,555	36.75%
Police	4,924,525	1,018,458	20.68%
Communications	1,749,755	349,958	20.00%
Fire	2,940,035	619,593	21.07%
Ordinance Enforcement	210,580	45,010	21.37%
Parks & recreation	828,055	268,719	32.45%
Rec Center Operations	1,280,305	266,289	20.80%
Pool	118,310	32,326	27.32%
Youth Center	0	19,478	0.00%
Economic Development	245,330	46,984	19.15%
Subtotal maintenance and operations	<u>18,710,730</u>	<u>4,059,507</u>	<u>21.70%</u>
Capital outlay:	1,309,065	44,783	3.42%
Total Expenditures	<u>20,019,795</u>	<u>4,104,289</u>	<u>20.50%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,148,970</u>	<u>287,372</u>	
Other financing sources (uses):			
Operating transfers in	0	0	0.00%
Sales of City Equipment	20,000	1,055	5.27%
Capital leases	(433,490)	(211,972)	48.90%
Transfers out	(1,106,180)	(276,545)	25.00%
Total other financing sources (uses)	<u>(1,519,670)</u>	<u>(487,463)</u>	<u>32.08%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>2,629,300</u>	<u>(200,091)</u>	
Fund balance, July 1, 2016 (audited)		<u>5,228,183</u>	
Estimated fund balance @ June 30, 2017		<u><u>\$5,028,092</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

HURF - 10

	Adopted Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$2,390,370	368,252	15.41%
Uses of monies & properties	2,000	873	43.65%
Miscellaneous revenues	0	0	0.00%
Total revenues	2,392,370	369,125	15.43%
Expenditures:			
Operating:			
Salaries	179,890	38,366	21.33%
Temp employees	0	0	0.00%
Overtime	3,000	755	25.18%
Social security	11,340	2,282	20.12%
Medicare tax	2,650	534	20.14%
AZ state retirement	21,000	4,491	21.39%
Health & life insurance	56,710	14,944	26.35%
Worker's compensation	16,130	4,977	30.86%
Clothing allowance	1,200	180	15.04%
Operational supplies	2,000	215	10.76%
Tools	2,000	236	11.79%
Gas & oil	14,500	2,790	19.24%
Materials	10,000	568	5.68%
Street signs	4,000	0	0.00%
Street marking	51,600	0	0.00%
Office supplies	100	0	0.00%
Vehicle maintenance	8,400	634	7.55%
Equipment maintenance	20,000	6,393	31.96%
Building maintenance & repair	0	0	0.00%
Pavement Preservation	4,000	0	0.00%
Contractual services	15,000	585	3.90%
Bank charges	0	494	0.00%
Employee physicals	1,000	0	0.00%
Computer support	225	44	19.77%
General counsel	0	0	0.00%
Engineering Services	0	0	0.00%
Legal advertising	0	0	0.00%
Utilities	10,450	1,914	18.32%
Street lights	60,600	9,540	15.74%
Telephone	1,500	207	13.80%
Culverts	1,000	0	0.00%
Travel & training	2,000	0	0.00%
Continuing education	0	0	0.00%
Equipment rental	0	0	0.00%
Subscriptions & dues	0	0	0.00%
Postage & freight	0	0	0.00%
Liability insurance	24,200	17,532	72.45%
Liability claims deductible	0	0	0.00%
Indirect costs to general fund	475,000	81,656	17.19%
Street light contingency	3,500	0	0.00%
Equipment purchase	247,000	0	0.00%
Street Improvements	2,000	0	0.00%
Subtotal maintenance and operations	1,251,995	189,338	15.12%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

HURF - 10 (page 2)

	Adopted Budget	Y-T-D	% Used
Debt Service:			
Principal	197,280	147,960	0.00%
Interest	195,320	48,829	0.00%
Capital Outlay:			
Street Light Contingency	0	0	0.00%
Pavement Preservation	0	0	0.00%
2015 Excise Bond - Trustee Fees		300	0.00%
Bond Issuance Costs			0.00%
Mingus/Main Signal			0.00%
10th St to Main Project	250,000	0	0.00%
12th ST NACOG 89-A to Fir		0	0.00%
Sidewalk Additions		0	0.00%
Mingus Willard to Main 10 th Street	1,861,650	18,236	0.98%
Main St. Road Diet Grant			0.00%
HSIP Street Sign Replacement	20,000	0	0.00%
Total Expenditures	<u>3,776,245</u>	<u>404,663</u>	<u>10.72%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,383,875)</u>	<u>(35,538)</u>	
Other Financing Sources (Uses):			
Operating Transfers In	200,000	50,000	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>200,000</u>	<u>50,000</u>	<u>0.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>4,666,497</u>	<u>14,462</u>	
Fund balance, July 1, 2016 (audited)		<u>3,617,055</u>	
Estimated fund balance @ June 30, 2017		<u><u>\$3,631,517</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget to Actual

Quarterly Report Ending September 30, 2016

CATS - 10

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$1,646,510	147,279	8.94%
Charges for services	183,000	47,622	26.02%
Total revenues	1,829,510	194,900	10.65%
Expenditures:			
Salaries	600,640	113,704	18.93%
Temporary employee	248,000	40,067	16.16%
Overtime	26,000	6,958	26.76%
Holiday pay	9,250	1,954	21.12%
Social security	54,800	9,646	17.60%
Medicare	12,820	2,256	17.60%
AZ retirement	73,005	15,702	21.51%
Health/life insurance	192,825	39,402	20.43%
State compensation insurance	29,130	6,762	23.21%
Clothing allowance	2,760	0	0.00%
Contractual Services	11,780	3,365	28.57%
Gas & oil	143,750	29,593	20.59%
Office supplies	5,000	4,470	89.41%
Copier supplies	5,250	625	11.90%
Vehicle maintenance	161,000	50,578	31.42%
Building Maintenance	1,725	0	0.00%
Radio maintenance	5,235	767	14.65%
Postage & freight	11,780	27	0.23%
Audit expense	3,150	3,000	95.24%
Employee physicals / drug tests	3,680	763	20.73%
Computer Support	10,485	9,283	88.54%
Custodial Contract	13,205	2,076	0.00%
Advertising	29,715	3,449	11.61%
Printing & forms	9,845	6,608	67.12%
Utilities	12,950	2,598	20.06%
Telephone	8,380	1,772	21.15%
Travel/training	5,250	310	5.90%
Continuing education	0	0	0.00%
Subscriptions/dues	16,225	1,503	9.26%
Tools & Equipment	3,450	299	8.67%
Liability insurance	34,250	17,530	51.18%
Indirect costs to GF	0	0	0.00%
Subtotal maintenance and operations	1,745,335	375,067	21.49%
Capital Outlay:	125,000	1,300	0.00%
Fund b: Total Expenditures	1,870,335	376,367	20.12%
Excess (deficiency) of revenues over (under) expenditures			
	(40,825)	(181,466)	
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			
	(40,825)	(181,466)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

Library - 03

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Other income	\$18,000	\$4,051	22.50%
Interest income	10	3	31.90%
City Sales Tax	0	0	0.00%
Yavapai county	155,000	0	0.00%
AZ LSCA/Yavapai county grant	0	0	0.00%
Gates grant	0	5,500	0.00%
Total revenues	173,010	9,554	5.52%
Expenditures:			
Operating:			
Salaries	381,220	81,336	21.34%
Temp employees	50,000	10,444	20.89%
Overtime	0	0	0.00%
Social security	26,740	5,521	20.65%
Medicare tax	6,250	1,291	20.66%
AZ state retirement	43,760	9,030	20.63%
Health & life insurance	95,740	25,337	26.46%
Worker's compensation	4,110	1,312	31.92%
Book purchases	42,000	17,222	41.01%
Office supplies	4,000	3,487	87.18%
Copier supplies	3,100	721	23.27%
Equipment maintenance	6,000	1,834	30.57%
Bldg M&R - Library	30,000	4,018	13.39%
Collection expenses	2,000	591	29.54%
Bank Charges	30	0	0.00%
Recruitment Cost	500	180	36.00%
Computer support	2,350	885	37.64%
Legal advertising	0	0	0.00%
Utilities	55,000	12,300	22.36%
Telephone	2,500	384	15.34%
Network & technology expenses	35,000	15,629	44.66%
Youth programs	500	219	43.76%
Annual volunteer appreciation	800	0	0.00%
Travel & training	850	354	41.65%
Subscriptions & dues	0	0	0.00%
Postage & freight	4,000	555	13.87%
Liability Insurance	17,800	7,514	42.21%
Indirect costs to general fund	185,000	46,576	25.18%
District - Materials	0	0	0.00%
Subtotal maintenance and operations	999,250	246,740	24.69%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending September 30, 2016

Library - 03 (page 2)

	Adopted Budget	Y-T-D	% Used
Capital outlay:	27,000	4,235	0.00%
Total expenditures	<u>1,026,250</u>	<u>250,975</u>	<u>24.46%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(853,240)</u>	<u>(241,421)</u>	
Other financing sources (uses):			
Operating transfers in	853,240	213,310	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>853,240</u>	<u>213,310</u>	<u>25.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>0</u>	<u>(28,111)</u>	
Fund balance, July 1, 2016 (audited)		<u>0</u>	
Estimated fund balance @ June 30, 2017		<u><u>(\$28,111)</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

Cemetery 04

	Adopted Budget	Y-T-D	% Used
Revenues:			
Interest Income	\$0	\$0	0.00%
Charges for services	900	0	0.00%
Total revenues	900	0	0.00%
Expenditures:			
Utilities	25,000	12,043	48.17%
Telephone	0	0	0.00%
Grave Liners	3,000	0	0.00%
Miscellaneous Expense	100	19	19.22%
Indirect Costs	10,000	5,002	50.02%
Subtotal maintenance and operations	38,100	17,064	44.79%
Capital improvements	0	0	0.00%
Total expenditures	38,100	17,064	44.79%
Excess (deficiency) of revenues over (under) expenditures	(37,200)	(17,064)	
Other financing sources (uses):			
Operating transfers in	37,200	9,300	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)	37,200	9,300	25.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	(7,764)	
Fund balance, July 1, 2016 (audited)	0		
Estimated fund balance @ June 30, 2017		(\$7,764)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

Airport - 05

	Adopted Budget	Y-T-D	% Used
	Revenues:		
Other Income	\$0	\$0	0.00%
Late Fees	\$600	\$188	31.26%
Tie down rent	18,900	8,028	42.47%
Airpark Rents	0		0.00%
FBO building rental income	0	0	0.00%
Fuel sales income	247,000	17,973	7.28%
Oil Sales	20	12	0.00%
Land lease fees	38,850	6,114	15.74%
City hangar lease fees	34,600	22,872	66.10%
Total revenues	339,970	55,186	16.23%
Expenditures:			
Operational Supplies	1,000	2,574	257.42%
Fuel Expense	200,000	56,050	28.03%
Oil Expense	0	5	0.00%
Office Supplies	50	514	1028.82%
Vehicle Maintenance	200	0	0.00%
Equipment maintenance	2,500	1,811	72.44%
Building maintenance	500	0	0.00%
Contractual Services	7,000	24,614	351.63%
Bank Charges	12,000	3,315	27.63%
Computer Support	110	32	29.09%
General Counsel	0	0	0.00%
Utilities	14,500	3,946	27.22%
Telephone	1,300	253	19.48%
Airport Annual Event	0	0	0.00%
Liability Insurance	8,500	9,426	110.89%
Indirect costs	50,000	11,004	22.01%
Equipment Purchase	0	0	0.00%
Airport Improvements	0	0	0.00%
Subtotal maintenance and operations	297,660	113,546	38.15%
Capital improvements - hangars	0	0	0.00%
Total expenditures	297,660	113,546	38.15%
Excess (deficiency) of revenues over (under) expenditures	42,310	(58,359)	
Other financing sources (uses):			
Operating transfers in	15,740	3,935	0.00%
Proceeds from lease purchase	0	0	0.00%
Capital leases	0	0	0.00%
Transfers out	(58,050)	0	0.00%
Total other financing sources (uses)	(42,310)	3,935	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	(54,424)	
Fund balance, July 1, 2016 (audited)		0	
Estimated fund balance @ June 30, 2017		(\$54,424)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

Sewer Consolidated - 51

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	\$0	\$0	0.00%
Charges for services	3,167,365	660,390	20.85%
Uses of monies & properties	100	284	284.36%
Miscellaneous revenues	0	0	0.00%
Total revenues	3,167,465	660,675	20.86%
Expenditures:			
Operating:			
Salaries	461,680	99,538	21.56%
Temporary Employees	0	0	0.00%
Overtime	50,600	12,873	25.44%
Holiday pay	1,500	376	25.05%
Social security	31,860	6,908	21.68%
Medicare tax	7,450	1,616	21.69%
AZ state retirement	58,980	12,939	21.94%
Health & life insurance	97,500	26,366	0.00%
Worker's compensation	14,200	3,324	23.41%
ASRS Pension Expense	5,200	0	0.00%
Clothing allowance	1,500	928	61.84%
Operational supplies	25,000	6,588	26.35%
Tools	1,600	47	2.96%
Gas & oil	10,000	3,120	31.20%
Chlorine	3,500	0	0.00%
Polymer	16,700	7,321	0.00%
Odor control supplies	0	0	0.00%
Office supplies	2,650	660	24.89%
Copier Supplies	0	0	0.00%
Vehicle maintenance	6,000	1,491	24.86%
Equipment maintenance	200,000	25,609	0.00%
Building maintenance	1,000	27	0.00%
Contractual services	60,000	14,518	24.20%
Bank Charges	0	494	0.00%
Employee physicals	660	79	0.00%
Computer support	4,300	225	5.24%
General Counsel	0	0	0.00%
Lab / testing	45,000	9,990	22.20%
Sludge disposal	92,700	20,097	0.00%
Legal Advertising	50	0	0.00%
Printing & forms	0	50	0.00%
Utilities	356,500	74,407	20.87%
Telephone	4,000	1,017	25.43%
ADEQ annual fee	16,500	11,582	70.19%
Travel & training	2,000	776	38.81%
Continuing education	0	0	0.00%
Equipment rental	0	0	0.00%
Subscriptions & dues	0	0	0.00%
Postage & freight	14,500	3,765	25.97%
Liability insurance	37,770	15,026	39.78%
Indirect costs to general fund	200,000	72,724	0.00%
Bad debt expense	0	0	0.00%
Reserve replacement fund	0	0	0.00%
Subtotal maintenance and operations	1,830,900	434,482	23.73%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending September 30, 2016

Sewer Consolidated - 51 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Capital Outlay:	11,855,525	1,126,366	9.50%
Total Expenditures	13,686,425	1,560,848	11.40%
Excess (deficiency) of revenues over (under) expenditures	(10,518,960)	(900,174)	
Other Financing Sources (Uses):			
Operating transfers in	11,500,000	0	0.00%
Proceeds from bonds / loans	0	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	11,500,000	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses - Net Income	\$981,040	(\$900,174)	

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

Quarterly Report Ending September 30, 2016

**Sewer Construction
& Administration - 51**

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
City sales tax	\$0	\$0	0.00%
Impact fees	0	0	0.00%
Connection fees	200	0	0.00%
User fees - admin residential	478,000	82,771	17.32%
User fees - admin commercial	46,620	11,169	23.96%
User fees - admin multi-residential	122,000	30,354	24.88%
User fees - M&O residential	1,200,380	220,331	18.36%
User fees - M&O multi-residential	575,890	129,453	22.48%
User fees - M&O commercial	316,860	80,585	25.43%
Effluent Revenue	10,000	5,567	55.67%
Reserves -	322,375	75,874	23.54%
Debt Services Rate Revenue	95,040	24,286	25.55%
Late fees - interest charges	0	0	0.00%
Recovery of bad debts	0	0	0.00%
Interest income	100	284	284.36%
Interest - equipment reserve	0	0	0.00%
Interest - expansion fund	0	0	0.00%
Interest - bond reserve fund	0	0	0.00%
Building Rental	0	0	0.00%
Other income	0	0	0.00%
Sale of City Property	0	0	0.00%
Tap fees	0	0	0.00%
Total revenues	3,167,465	660,675	20.86%
Expenditures:			
Administration			
Salaries	117,720	26,204	22.26%
Temp Employees	0	0	0.00%
Overtime and Holiday Pay	600	81	13.50%
Social security	7,340	1,609	21.92%
Medicare tax	1,720	376	21.87%
AZ state retirement	13,580	3,018	22.22%
Health & life insurance	24,300	6,823	28.08%
Worker's compensation	970	43	4.43%
ASRS Pension Expense	5,200	0	0.00%
Office supplies	750	0	0.00%
Copier Supplies	0	0	0.00%
Equipment maintenance	0	0	0.00%
Contractual Services	15,000	1,971	13.14%
Bank charges	0	494	0.00%
Computer support	3,500	57	1.63%
General Counsel	0	0	0.00%
Legal advertising	50	0	0.00%
Printing & forms	0	50	0.00%
Utilities	4,500	718	15.96%
Telephone	1,500	386	25.74%
Travel & training	0	10	0.00%
Continuing education	0	0	0.00%
Subscriptions & dues	0	0	0.00%
Postage & freight	10,000	3,681	36.81%
Liability insurance	13,500	2,504	18.55%
Indirect costs to general fund	200,000	72,724	36.36%
Bad debt expense	0	0	0.00%
Subtotal maintenance and operations	420,230	120,749	28.73%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

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

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay	38,000	10,131	0.00%
Construction:			
Bond Issuance Costs	0	0	0.00%
Water/Waste Water Master Plan	28,900	1,307	4.52%
Legal fees	0	0	0.00%
Legal Advertising	0	0	0.00%
Investment Expense	795	107	13.49%
Impact Fee Study	0	0	0.00%
260 Design	0	0	0.00%
Riverfront WWTP Deisng/Feasib	9,500,000	1,008,272	10.61%
Effluent Disposal System	0	0	0.00%
Lift Station	300,000	0	0.00%
Recl H2O Pump System Upgrade	75,000	4,129	5.51%
Construction - General	1,458,495	6,370	0.44%
WWTP Upgrades	241,000	1,250	0.52%
12th Street Fir 89A Reclimation	0	0	0.00%
Subtotal construction expenses	11,604,190	1,021,435	8.80%
Total Expenditures	12,062,420	1,152,314	9.55%
Excess (deficiency) of revenues over (under) expenditures	(8,894,955)	(491,639)	
Other Financing Sources (Uses):			
Operating transfers in	0	0	0.00%
Proceeds from other sources	0	0	0.00%
Capital leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	0	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(8,894,955)	(491,639)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

Sewer Maintenance & Operations- 51

Adopted		
Budget	Y-T-D	% Used

Expenditures:

Operating:

Salaries	343,960	73,334	21.32%
Temporary Employees	0	0	0.00%
Overtime	50,000	12,792	25.58%
Holiday pay	1,500	376	25.05%
Social security	24,520	5,299	21.61%
Medicare tax	5,730	1,239	21.63%
AZ state retirement	45,400	9,921	21.85%
Health & life insurance	73,200	19,543	26.70%
Worker's compensation	13,230	3,281	24.80%
Clothing allowance	1,500	928	61.84%
Operational supplies	25,000	6,588	26.35%
Tools	1,600	47	2.96%
Gas & oil	10,000	3,120	31.20%
Chlorine	3,500	0	0.00%
Polymer	16,700	7,321	43.84%
Odor control supplies	0	0	0.00%
Office supplies	1,900	660	34.72%
Copier supplies	0	0	0.00%
Vehicle maintenance	6,000	1,491	24.86%
Equipment maintenance	200,000	25,609	12.80%
Building maintenance	1,000	27	2.72%
Contractual services	45,000	12,547	27.88%
Employee physicals	660	79	11.97%
Computer support	800	168	21.06%
Lab / testing	45,000	9,990	22.20%
Sludge disposal	92,700	20,097	21.68%
Legal advertising	0	0	0.00%
Utilities	352,000	73,689	20.93%
Telephone	2,500	631	25.24%
ADEQ annual fee	16,500	11,582	70.19%
Travel & training	2,000	766	38.31%
Continuing education	0	0	0.00%
Equipment rental	0	0	0.00%
Subscriptions & dues	0	0	0.00%
Postage & freight	4,500	84	1.87%
Liability insurance	24,270	12,522	51.59%
Subtotal maintenance and operations	1,410,670	313,733	22.24%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending September 30, 2016

Sewer Maintenance & Operations- 51
 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Capital Outlay:	24,800	0	0.00%
Debt Service:			
Principal	94,740	71,053	75.00%
Interest	93,795	23,449	0.00%
Trustee Fees	0	300	0.00%
Total Expenditures	213,335	94,801	44.44%
Excess (deficiency) of revenues over (under) expenditures	(213,335)	(94,801)	
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	(213,335)	(94,801)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

Grants - 11 & 12

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$2,056,100	\$12,231	0.59%
Other Income	5	1	0.00%
Total revenues	2,056,105	12,232	0.59%
Expenditures:			
Capital Outlay:	2,114,155	127,819	6.05%
Total Expenditures	2,114,155	127,819	6.05%
Excess (deficiency) of revenues over (under) expenditures	(58,050)	(115,587)	
Other Financing Sources (Uses):			
Operating Transfers In	58,050	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)	58,050	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	78,624	(115,587)	
Fund balance, July 1, 2016 (audited)		71,503	
Estimated fund balance @ June 30, 2017		(\$44,084)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

Alt. Firefighter's Pension - 70

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Contributions	\$0	\$0	0.00%
Uses of monies & properties	0	0	0.00%
Total revenues	0	0	0.00%
Expenditures:			
Benefits	3,600	0	0.00%
Administration	1,810	0	0.00%
Total Expenditures	5,410	0	0.00%
Excess (deficiency) of revenues over (under) expenditures	(5,410)	0	
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	(5,410)	0	
Fund balance, July 1, 2016 (audited)		145,602	
Estimated fund balance @ June 30, 2017		\$145,602	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

Employee Benefit Trust - 60

	Adopted Budget	Y-T-D	% Used
Revenues:			
Contributions	\$0	\$0	0.00%
Reinsurance reimbursements	0	0	0.00%
Miscellaneous revenues	700	22	3.19%
Total revenues	700	22	0.00%
Expenditures:			
Premiums	0	0	0.00%
Benefits	0	0	0.00%
Miscellaneous	2,000	0	0.00%
Total Expenditures	2,000	0	0.00%
Excess (deficiency) of revenues over (under) expenditures	(1,300)	22	
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	(1,300)	22	
Fund balance, July 1, 2015 (audited)		66,226	
Estimated fund balance @ June 30, 2017		\$66,248	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

Capital Projects - 30

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	\$267,960	\$0	0.00%
Use of monies & properties	106,000	186	0.00%
Intergovernmental revenue	350,000	36,494	0.00%
Total revenues	723,960	36,680	0.00%
Expenditures:			
Capital outlay:			
Investment Expenses	9,000	199	2.21%
Kids Park Restroom	240,730	8,087	3.36%
Garrison Park Restroom	240,730	3,454	1.43%
Civic Center HVAC	132,000	1,298	0.98%
Riverfront Park Restroom	140,730	1,706	1.21%
Railroad Wash Improvements	350,000	36,494	10.43%
Total Expenditures	1,113,190	51,238	4.60%
Excess (deficiency) of revenues over (under) expenditures	(389,230)	(14,559)	
Other Financing Sources (Uses):			
Operating Transfers In	2,682,830	0	0.00%
Transfers Out	(11,500,000)	0	0.00%
Total other financing sources (uses)	(8,817,170)	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(9,206,400)	(14,559)	
Fund balance, July 1, 2015 (audited)		10,528,437	
Estimated fund balance @ June 30, 2017		\$10,513,878	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

Debt Service - 20

	Adopted Budget	Y-T-D	% Used
Revenues:			
Taxes	\$1,539,955	\$463,056	30.07%
Uses of monies & properties	280	40	14.19%
Total revenues	1,540,235	463,096	30.07%
Expenditures:			
Trustee fees	360	24,800	0.00%
Rodeo Drive Reimbursement	0	0	0.00%
Debt service:		0	
Interest	594,875	203,604	34.23%
Principal	945,000	323,077	34.19%
Total Expenditures	1,540,235	551,481	35.80%
Excess (deficiency) of revenues over (under) expenditures	0	(88,385)	
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	0	(88,385)	
Fund balance, July 1, 2065 (audited)		1,211,534	
Estimated fund balance @ June 30, 2017		\$1,123,149	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

Water Consolidated - 50

	Adopted		
	Budget	Y-T-D	% Used
Revenues: Note 1			
Taxes	\$0	\$0	0.00%
Charges for services	8,312,800	2,111,469	25.40%
Uses of monies & properties	15,825	6,460	40.82%
Miscellaneous revenues	18,400	3,687	20.04%
Total revenues	8,347,025	2,121,616	25.42%
Expenditures:			
Operating:			
Salaries	824,200	173,841	21.09%
Temporary Employees	0	0	0.00%
Overtime	105,000	26,767	25.49%
Holiday pay	2,500	513	20.52%
Social security	57,770	12,145	21.02%
Medicare tax	13,510	2,841	21.03%
AZ state retirement	106,960	23,077	21.58%
Health & life insurance	181,100	48,487	26.77%
Worker's compensation	29,060	8,691	29.91%
Clothing allowance	5,500	1,875	34.09%
Operational supplies	22,000	17,307	78.67%
Tools	3,500	1,828	52.23%
Gas & oil	45,000	6,193	13.76%
Chlorine	60,000	6,864	11.44%
Office supplies	6,000	1,424	23.73%
Copier Supplies	0	0	0.00%
Vehicle maintenance	15,000	2,850	19.00%
Equipment maintenance	180,700	43,389	24.01%
Building maintenance	4,000	2,074	51.84%
Arsenic System Maintenance	400,000	26,981	6.75%
Contractual services	160,000	27,994	17.50%
Bank Charges	0	32,576	0.00%
Employee physicals	1,000	230	23.00%
Computer support	10,400	717	6.89%
General Counsel	0	0	0.00%
Contractual SVCS-M&O	0	3,344	0.00%
Lab / testing	28,000	3,130	11.18%
Public Relations	0	0	0.00%
Legal Advertising	250	0	0.00%
Printing & forms	6,500	251	3.86%
Auction Fees	0	0	0.00%
Utilities	388,500	97,763	25.16%
Telephone	13,650	3,476	25.46%
ADEQ annual fee	26,000	0	0.00%
Payment Assistance Program	12,000	0	0.00%
Aid In Lieu of Construction	100,000	0	0.00%
Verde River Days	1,000	0	0.00%
Travel & training	4,500	2,130	47.34%
Continuing education	0	0	0.00%
Equipment rental	1,000	0	0.00%
Subscriptions & dues	2,500	200	8.00%
Postage & freight	40,750	8,762	21.50%
Liability insurance	68,800	32,558	47.32%
Liability Insurance Deductible	0	0	0.00%
Indirect costs to general fund	450,000	89,338	19.85%
Bad debt expense	0	0	0.00%
Lease Purchase Principal & Interest	27,370	213,839	781.29%
Trust Land Annexation	0	0	0.00%
Reserve Resource Development	3,700,950	4,135	0.11%
Reserve Water Advisory	261,850	3,479	1.33%
Reserve Adjudication	31,850	14,890	46.75%
Reserve Water Conservation	169,710	3,187	1.88%
Subtotal maintenance and operations	7,568,380	949,142	12.54%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending September 30, 2016

Water Consolidated - 50 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Debt Service	1,973,920	502,224	25.44%
Capital Outlay:	5,401,860	343,976	6.37%
Total Expenditures	<u>14,944,160</u>	<u>1,795,342</u>	<u>12.01%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,597,135)</u>	<u>326,275</u>	<u>-4.95%</u>
Other Financing Sources (Uses):			
Operating transfers in	0	0	0.00%
Proceeds from bonds / loans	800,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	<u>800,000</u>	<u>0</u>	<u>0.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses - Net Income	<u><u>(\$5,797,135)</u></u>	<u><u>\$326,275</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

**Water Construction
& Administration - 50**

	Adopted Budget	Y-T-D	% Used
Revenues:			
Impact Fees	0	0	0.00%
User fees	7,450,000	1,898,167	25.48%
Meter Installation	30,300	4,800	15.84%
Service Turn Ons	95,190	23,395	24.58%
Drought Water Shortage PP	0	0	0.00%
Res-Resource Development Fees	463,000	117,266	25.33%
Res-Water Advisory Committee	37,600	9,501	25.27%
Res-Adjudication	47,200	11,942	25.30%
Res-Water Conservation	28,950	7,330	25.32%
Recapture Agreements	0	0	0.00%
Reimbursement Clarkdale	0	0	0.00%
Collection fees/late fees	160,560	39,068	24.33%
Interest income	6,600	5,030	76.22%
Building Rental	9,225	1,430	15.50%
Other income	18,400	3,687	20.04%
Sale of City Property	0	0	0.00%
City sales tax	0	0	0.00%
Total revenues	8,347,025	2,121,616	25.42%

Expenditures:

Administration			
Salaries	159,910	33,265	20.80%
Overtime and Holiday Pay	2,000	209	10.47%
Social security	10,040	2,055	20.47%
Temp Employees	0	0	0.00%
Medicare tax	2,350	481	20.47%
AZ state retirement	18,590	3,843	20.67%
Health & life insurance	35,000	9,010	25.74%
Worker's compensation	1,090	80	7.34%
Office supplies	2,000	370	18.50%
Copier Supplies	0	0	0.00%
Equipment maintenance	5,700	0	0.00%
Contractual Services	85,000	18,512	21.78%
Bank charges	0	32,576	0.00%
Public Relations	0	0	0.00%
Computer support	6,600	106	1.61%
General Counsel	0	0	0.00%
Legal advertising	250	0	0.00%
Printing & forms	6,500	251	3.86%
Utilities	22,600	13,913	61.56%
Telephone	3,650	919	25.18%
Payment Assistance Program	12,000	0	0.00%
Travel & training	0	60	0.00%
Continuing education	0	0	0.00%
Subscriptions & dues	0	0	0.00%
Postage & freight	40,000	8,656	21.64%
Liability insurance	29,000	7,514	25.91%
Indirect costs to general fund	450,000	89,338	19.85%
Bad debt expense	0	0	0.00%
Trust Land Annexation	0	0	0.00%
Reserve Resource Development	3,700,950	4,135	0.11%
Reserve Water Advisory	261,850	3,479	1.33%
Reserve Adjudication	31,850	14,890	46.75%
Reserve Water Conservation	169,710	3,187	1.88%
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	5,056,640	246,849	4.88%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending September 30, 2016

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

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay	28,980	0	0.00%
Construction:			
Legal Advertising	0	0	0.00%
Investment Expense	2,080	2,248	108.06%
Water/Waste Water Master Plan	28,900	10,844	37.52%
Aresinic Mitigation	500,000	0	0.00%
Bonding Expense	0	0	0.00%
Line Replacement	210,000	0	0.00%
Aid in Lieu of Construction	0	0	0.00%
Fire Hydrant Improvements	350,000	9,668	2.76%
HWY 260 H2O System Upgrades	2,000,000	0	0.00%
Well Booster Station	150,000	0	0.00%
Well Improvements	275,000	52,841	19.21%
12th St 89A to Fir	0	0	0.00%
W Mingus Reconstruction/Sys Upgrades	1,055,900	0	0.00%
Water System Upgrades	160,000	9,898	6.19%
Line Extensions	250,000	0	0.00%
Impact Fee Study	0	0	0.00%
Subtotal construction expenses	4,981,880	85,499	1.72%
Total Expenditures	10,067,500	332,348	3.30%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

Water Maintenance & Operations- 50

Adopted Budget	Y-T-D	% Used
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Expenditures:

Operating:

Salaries	664,290	140,576	21.16%
Overtime	103,000	26,557	25.78%
Holiday pay	2,500	513	20.52%
Social security	47,730	10,090	21.14%
Medicare tax	11,160	2,360	21.14%
AZ state retirement	88,370	19,234	21.77%
Health & life insurance	146,100	39,477	27.02%
Worker's compensation	27,970	8,611	30.79%
Clothing allowance	5,500	1,875	34.09%
Operational supplies	22,000	17,307	78.67%
Tools	3,500	1,828	52.23%
Gas & oil	45,000	6,193	13.76%
Chemicals	60,000	6,864	11.44%
Office supplies	4,000	1,054	26.34%
Vehicle maintenance	15,000	2,850	19.00%
Equipment maintenance	175,000	43,389	24.79%
Building maintenance	4,000	2,074	51.84%
Arsenic System Maintenance	400,000	26,981	6.75%
Contractual services	75,000	9,482	12.64%
Employee physicals	1,000	230	23.00%
Computer support	3,800	610	16.06%
Contractual SVCS-M&O	0	3,344	0.00%
Lab / testing	28,000	3,130	11.18%
Legal advertising	0	0	0.00%
Auction Fees	0	0	0.00%
Utilities	365,900	83,850	22.92%
Telephone	10,000	2,557	25.57%
ADEQ annual fee	26,000	0	0.00%
Aid in Lieu of Construction	100,000	0	0.00%
Verde River Days	1,000	0	0.00%
Travel & training	4,500	2,070	46.01%
Continuing education	0	0	0.00%
Equipment rental	1,000	0	0.00%
Subscriptions & dues	2,500	200	8.00%
Postage & freight	750	106	14.09%
Liability insurance	39,800	25,044	62.92%
Liability Insurance Deductible	0	0	0.00%
Lease Purchase Interest	18,030	9,769	54.18%
Lease Purchase Principal	9,340	204,070	2184.90%
Subtotal maintenance and operations	2,511,740	702,292	27.96%

2,902,740

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2016

Water Debt Service - 50

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Use of monies & properties	0	0	0.00%
Other Income	0	0	0.00%
Intergovernmental revenue	0	0	0.00%
Total Revenues	0	0	0.00%
Debt Service:			
Principal	1,197,170	336,222	28.08%
Interest	574,750	163,452	0.00%
Trustee Fees	202,000	2,550	1.26%
Capital Outlay:	391,000	258,477	66.11%
Total Expenditures	4,876,660	1,462,993	30.00%
Excess (deficiency) of revenues over (under) expenditures	4,876,660	658,623	
Other Financing Sources (Uses):			
Operating transfers in	0	0	0.00%
Proceeds from bonds	800,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	800,000	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(5,797,135)	326,275	