

FY 2019 1st Quarter Financial Report



"Inspiring a Vibrant Community"

City of Cottonwood



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City of Cottonwood
Fiscal Year 2019 – 1st Quarter Report
For The Period Ending September 30, 2018

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EXECUTIVE SUMMARY

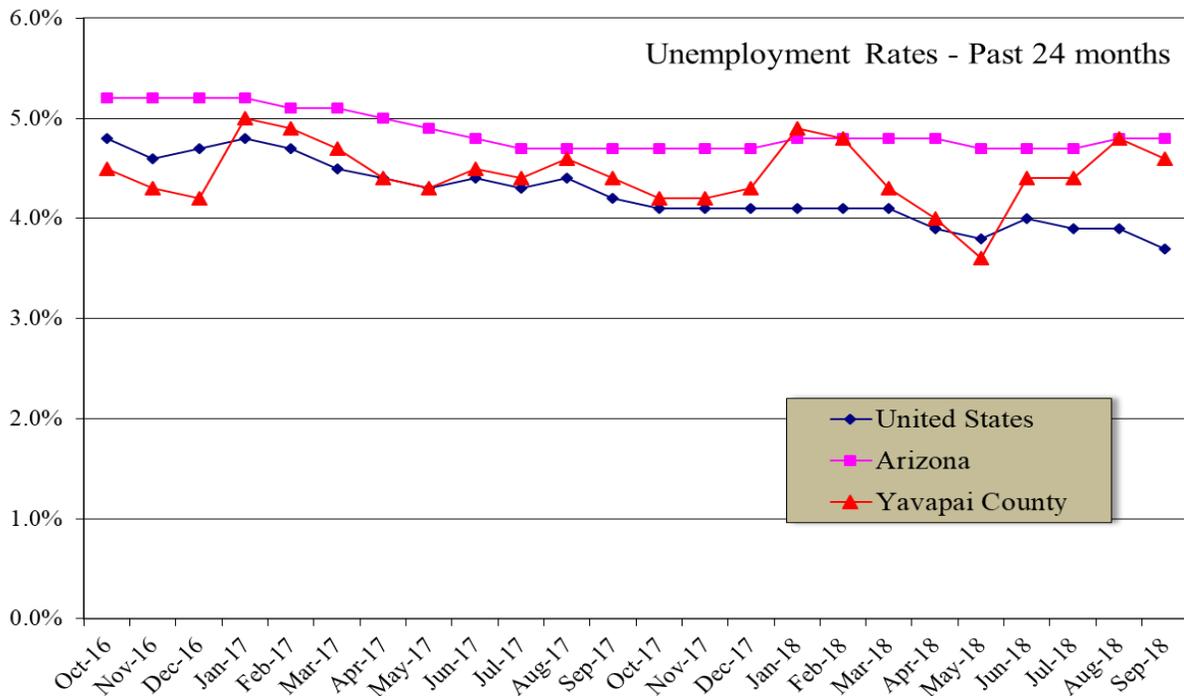
This unaudited quarterly report highlights notable items and issues impacting the overall City’s financial picture. It includes Cottonwood’s major revenues that affect the City’s larger funds. Those funds being the General Fund, Highway User Revenue Fund (HURF), the two Enterprise Funds, the Capital Improvement Fund, and the Debt Service Fund. All funds are reflected in the attached printout.

¹Unemployment Information:

Yavapai unemployment numbers were slightly stronger the state but weaker compared to the overall national numbers. Even though the current unemployment numbers are good, the lower the unemployment rate the more difficult it is to find reasonable employment. These lower numbers also play a big factor in some of our cost for services.

Unfortunately, most available jobs are still mostly minimum wage jobs. As a reminder, the minimum wage in AZ will again increase to \$11.00/hr. on January 1, 2019.

Monthly	United States	Arizona	Yavapai County
Oct-16	4.8%	5.2%	4.5%
Nov-16	4.6%	5.2%	4.3%
Dec-16	4.7%	5.2%	4.2%
Jan-17	4.8%	5.2%	5.0%
Feb-17	4.7%	5.1%	4.9%
Mar-17	4.5%	5.1%	4.7%
Apr-17	4.4%	5.0%	4.4%
May-17	4.3%	4.9%	4.3%
Jun-17	4.4%	4.8%	4.5%
Jul-17	4.3%	4.7%	4.4%
Aug-17	4.4%	4.7%	4.6%
Sep-17	4.2%	4.7%	4.4%
Oct-17	4.1%	4.7%	4.2%
Nov-17	4.1%	4.7%	4.2%
Dec-17	4.1%	4.7%	4.3%
Jan-18	4.1%	4.8%	4.9%
Feb-18	4.1%	4.8%	4.8%
Mar-18	4.1%	4.8%	4.3%
Apr-18	3.9%	4.8%	4.0%
May-18	3.8%	4.7%	3.6%
Jun-18	4.0%	4.7%	4.4%
Jul-18	3.9%	4.7%	4.4%
Aug-18	3.9%	4.8%	4.8%
Sep-18	3.7%	4.8%	4.6%



¹ United States <http://data.bls.gov/timeseries/LNS14000000>
 Arizona <http://data.bls.gov/timeseries/LASST0400000000000003>
 Yavapai County <https://research.stlouisfed.org/fred2/series/AZYAVA0URN>

GENERAL FUND

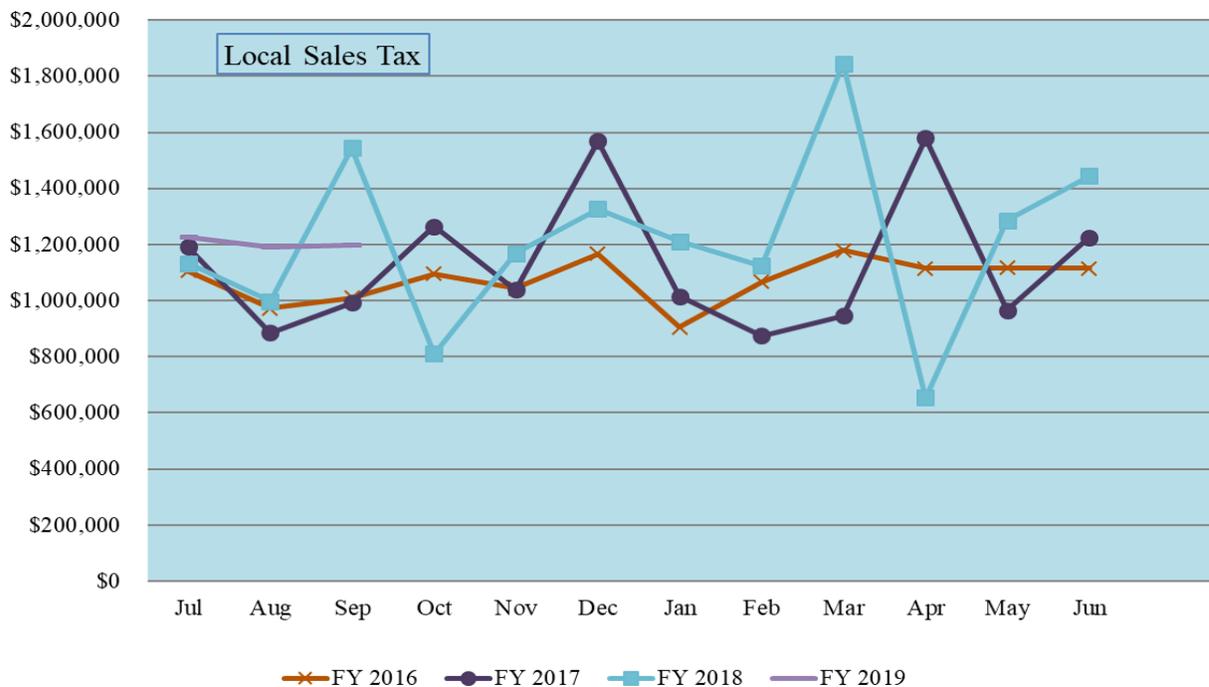
The following tables and graphs reflect the General Fund major revenue sources. All of the information compares monthly collections for similar periods from prior years. The major revenues consist of local sales tax as well as state shared resources.

Local Transaction Privilege Tax (TPT - also known as Sales Tax)

The 3.0% local sales tax makes up over 50% of the overall General Fund revenues. The Arizona State Treasurers developed a new reporting model different from the past, causing some reporting issues and are being addressed for this year. Currently we are down 1.6% or -\$57,512. This is expected to change over the course of the year.

	FY 2016		FY 2017		FY 2018		FY 2019	
Jul	\$1,106,111	9.44%	\$1,191,580	7.73%	\$1,133,465	-4.88%	\$1,227,250	8.27%
Aug	972,558	1.03%	885,969	-8.90%	998,247	12.67%	1,192,257	19.44%
Sep	1,009,710	5.85%	993,048	-1.65%	1,544,902	55.57%	1,199,596	-22.35%
Oct	1,095,712	20.41%	1,265,041	15.45%	810,950	-35.90%		
Nov	1,044,333	-1.88%	1,037,756	-0.63%	1,168,716	12.62%		
Dec	1,167,113	2.62%	1,568,633	34.40%	1,326,537	-15.43%		
Jan	904,463	-1.00%	1,015,661	12.29%	1,211,473	19.28%		
Feb	1,066,400	10.23%	874,551	-17.99%	1,123,546	28.47%		
Mar	1,179,638	6.65%	945,395	-19.86%	1,844,340	95.09%		
Apr	1,115,079	1.81%	1,579,624	41.66%	654,573	-58.56%		
May	1,117,243	1.50%	965,193	-13.61%	1,285,684	33.20%		
Jun	1,115,321	7.28%	1,225,499	9.88%	1,445,179	17.93%		
	\$12,893,681	5.16%	\$13,547,950	5.07%	\$14,547,612	7.38%	\$3,619,102	-75.12%

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 to help weather the “Great Recession.”



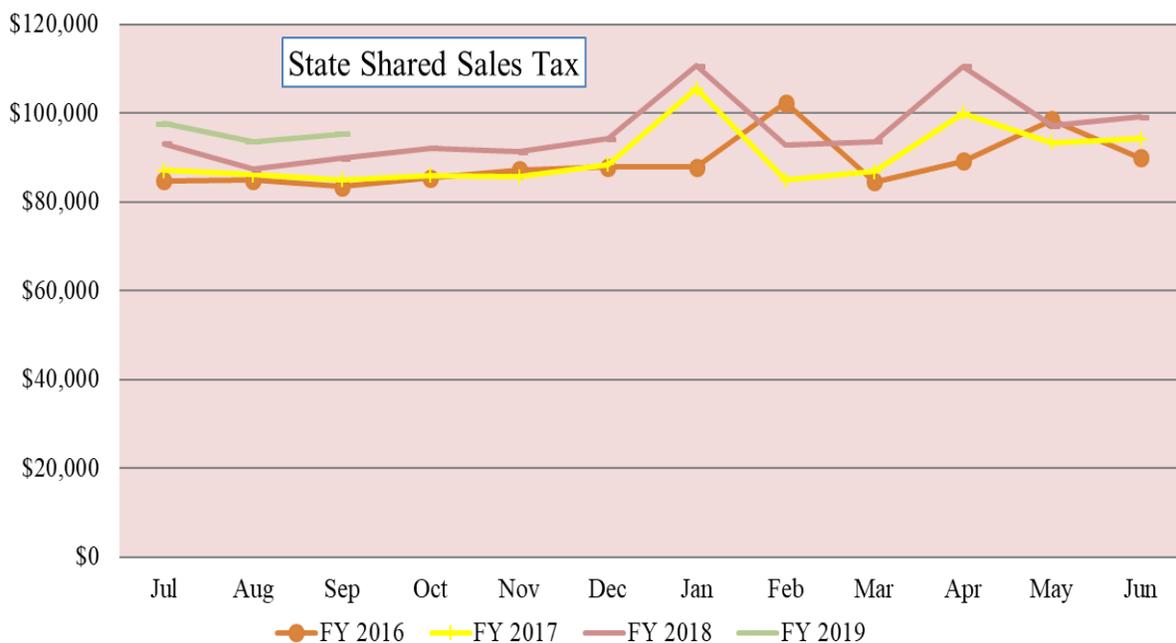
State Shared Sales Tax

This revenue is one of several state shared revenues that the City receives from the state. Until recent years this revenue stream had not shown any real progress; from 6.34% in FY 2014 to the close of FY 2017 at 1.6%. In FY 2018, the legislature began to release more of these revenues back to communities. FY 2019 is expected to show a strong rebound as the state finds alternatives to funding the AZ Department of Public Safety.

As a reminder, it took over nine years to recover and surpass our 2007 State Shared Sales Tax numbers. Our FY 2007 was our high point of collections for state shared sales tax before the “Great Recession.” The revenue amount for that fiscal year was \$1,032,214.

	FY 2016		FY 2017		FY 2018		FY 2019	
Jul	\$84,828	5.50%	\$87,090	2.67%	\$93,165	6.98%	\$97,708	4.88%
Aug	84,941	6.77%	86,133	1.40%	87,338	1.40%	93,595	7.16%
Sep	83,476	3.44%	84,988	1.81%	89,857	5.73%	95,331	6.09%
Oct	85,388	5.77%	85,977	0.69%	92,151	7.18%		
Nov	87,178	8.79%	85,674	-1.73%	91,265	6.53%		
Dec	87,828	2.64%	88,436	0.69%	94,223	6.54%		
Jan	87,828	-12.59%	105,505	20.13%	110,597	4.83%		
Feb	102,375	26.60%	84,848	-17.12%	92,819	9.39%		
Mar	84,585	-3.52%	86,921	2.76%	93,622	7.71%		
Apr	89,187	-7.57%	99,950	12.07%	110,581	10.64%		
May	98,486	13.01%	93,328	-5.24%	97,208	4.16%		
Jun	89,929	0.29%	94,197	4.75%	99,161	5.27%		
	\$1,066,029	3.56%	\$1,083,047	1.60%	\$1,151,987	6.37%	\$286,634	-75.12%

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.



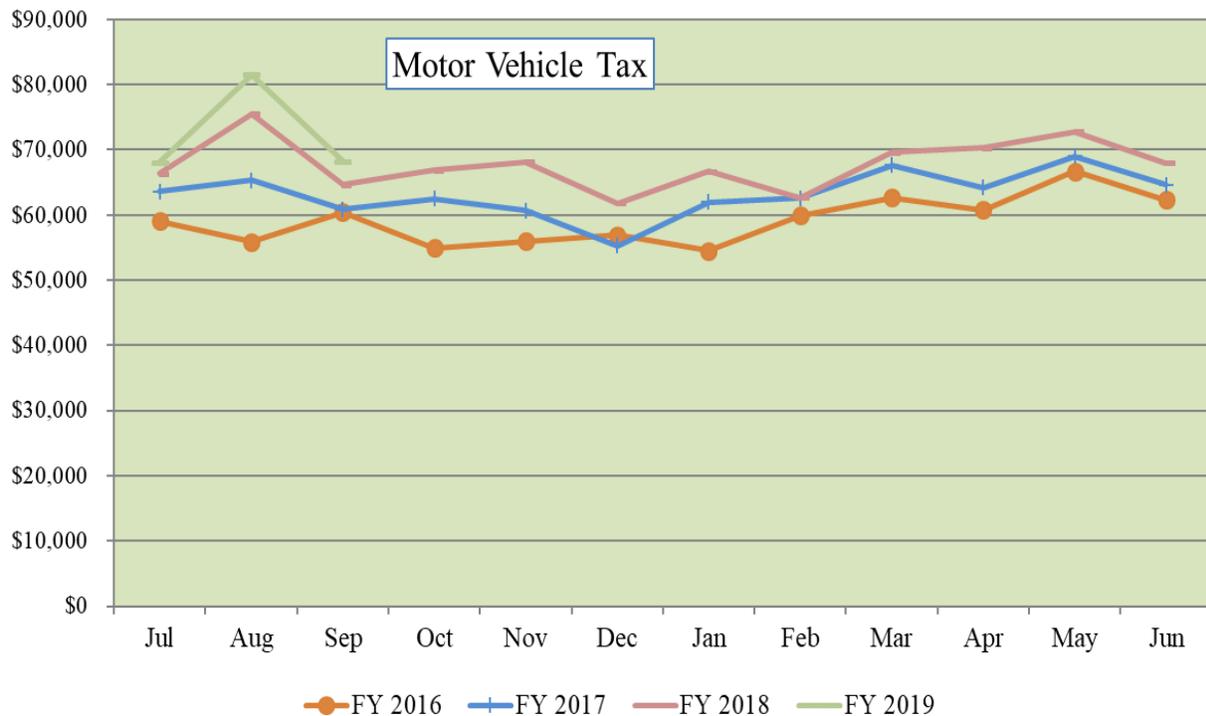
Motor Vehicle Tax

The Motor Vehicle Tax seems to have settled down from FY 2015 where every month was a wild guess where that number would end up. This revenue source has seen some improvements over the past years with a steady 6%+ growth from year to year.

Currently, we are trending at 5.5% or \$11,329 over last fiscal year at the same time period. Our local dealerships have supported our local economy during economic downturns in the past and continue to do so.

	FY 2016		FY 2017		FY 2018		FY 2019	
Jul	\$59,097	80.83%	\$63,603	7.62%	\$66,387	4.38%	\$68,098	2.58%
Aug	55,848	3.60%	65,283	16.89%	75,539	15.71%	81,549	7.96%
Sep	60,435	13.69%	60,894	0.76%	64,625	6.13%	68,232	5.58%
Oct	54,904	-4.31%	62,471	13.78%	66,875	7.05%		
Nov	55,965	27.43%	60,684	8.43%	68,117	12.25%		
Dec	56,941	7.87%	55,292	-2.90%	61,815	11.80%		
Jan	54,518	7.29%	61,963	13.66%	66,733	7.70%		
Feb	59,933	18.46%	62,586	4.43%	62,666	0.13%		
Mar	62,670	5.98%	67,629	7.91%	69,586	2.89%		
Apr	60,801	3.37%	64,186	5.57%	70,281	9.50%		
May	66,727	18.99%	69,029	3.45%	72,776	5.43%		
Jun	62,316	-31.90%	64,651	3.75%	67,963	5.12%		
	\$710,155	7.47%	\$758,271	6.78%	\$813,363	7.27%	\$217,880	-73.21%

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



General Fund – Revenues vs Expenditures

We are very fortunate that our General Fund operating revenues are currently trending better than our expenditures. At the end of this quarter our fund balance has increased by \$69,059. One factor contributing to the increase is that our sales tax is up by over ___%.

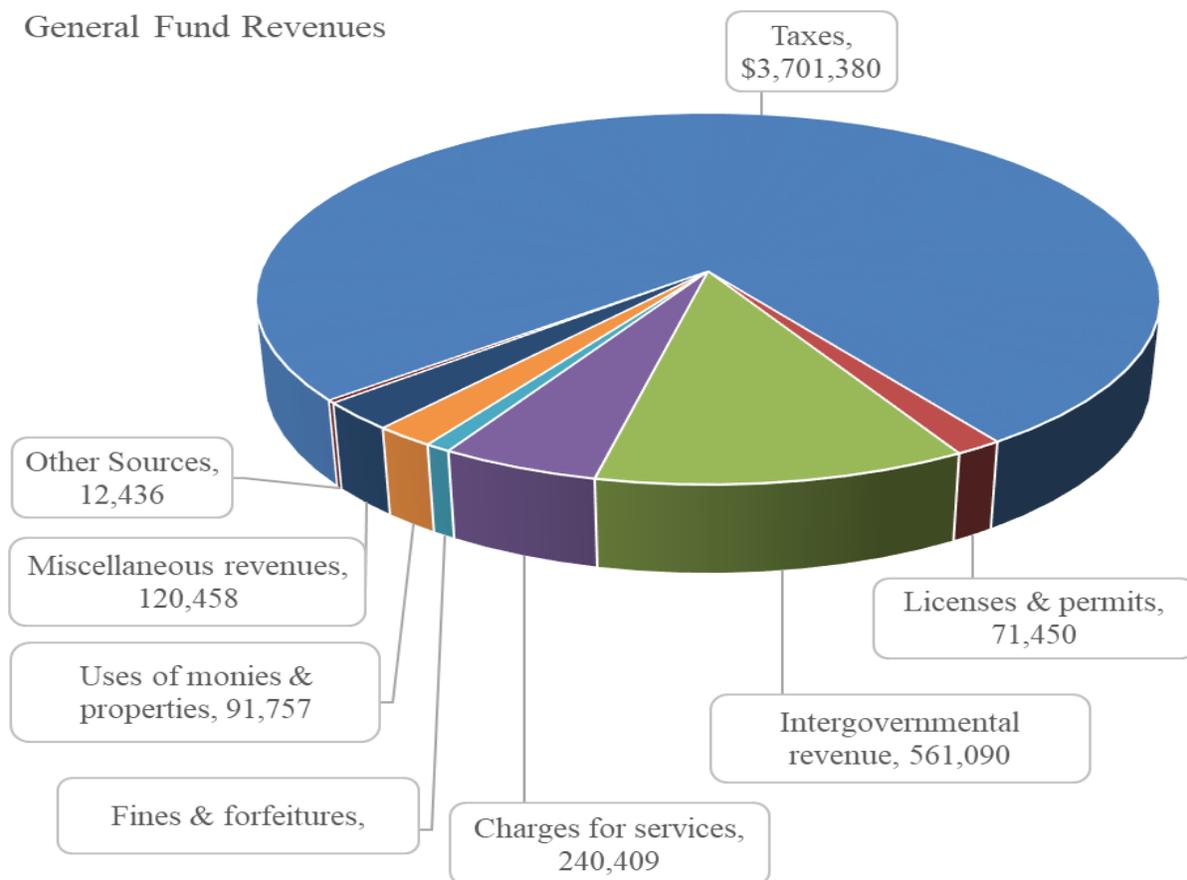
Capital items are still moving forward beginning with those that carried over from FY 2018. These items became a priority in the 1st quarter. Another factor is that staff is committed to help reduce costs wherever possible.

<u>Revenues & Other Sources</u>	
Taxes	\$3,701,380
Licenses & permits	71,450
Intergovernmental revenue	561,090
Charges for services	240,409
Fines & forfeitures	38,704
Uses of monies & properties	91,757
Miscellaneous revenues	120,458
Other Sources	12,436
Revenues & Other Sources	\$4,837,684

Regardless of finishing the 1st quarter in relatively good shape, we continue to look for savings wherever possible to help our fund balance. The potential increase in Transaction Privilege Tax (TPT also called “Sales Tax”) will assist. We will, however, not see any of those revenues reflected until the second and third quarters.

Our costs and demands on services and citizen’s requests for improved streets have continued to increase and our revenues have struggled to keep up with those demands. Despite the slowly improving economy, the General Fund is still in good financial position. Our current unaudited General Fund balance has remained basically the same as the beginning of the fiscal year \$3.3M.

General Fund Revenues



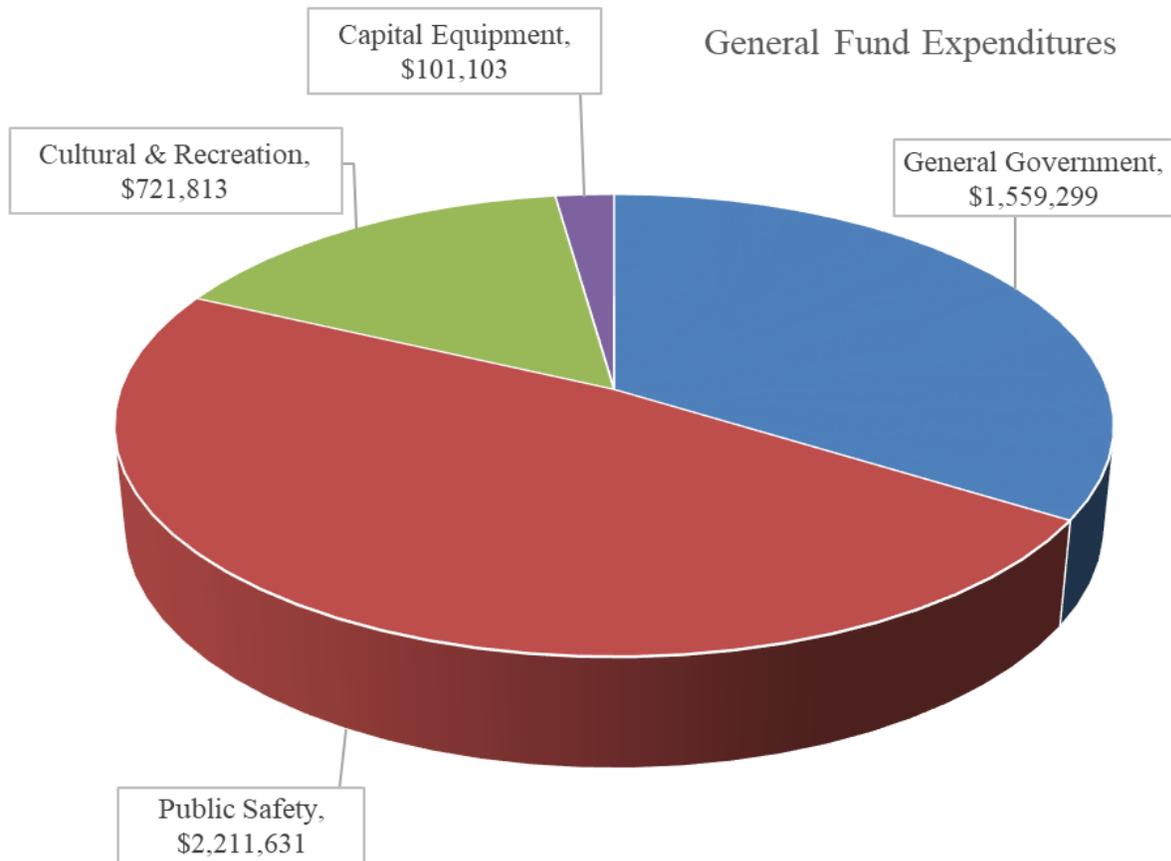
Expenditures & Other Uses	
General Government	\$1,559,299
Public Safety	2,211,631
Cultural & Recreation	721,813
Capital Leases	174,779
Capital Equipment	101,103
Expenditures & Other Uses	\$4,768,625

As we continue moving forward, we need to continue to be aware of the concerns caused by Governmental Accounting Standards Board (GASB) Statement #68 – Accounting and Financial Reporting for Pension Plans. This ruling, now several years old impacts all municipal entities using Arizona State Retirement System (ASRS) and / or Public Safety Personnel Retirement System (PSPRS). All entities are now reflecting any pension

plan underfunding liability on their respective financials. Current Comprehensive Annual Financial Reports (CAFRs) show a significant decline in net position. The concern as to how our city will deal with it in future years. Currently we are on track to fully eliminate our unfunded pension liabilities in the next 18 years.

Unfortunately, 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. During the “Great Recession” the markets did not provide sufficient returns to keep them fully funded causing much of the liability we are seeing today.

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 as we again discuss revenue generation.



SPECIAL REVENUE FUNDS

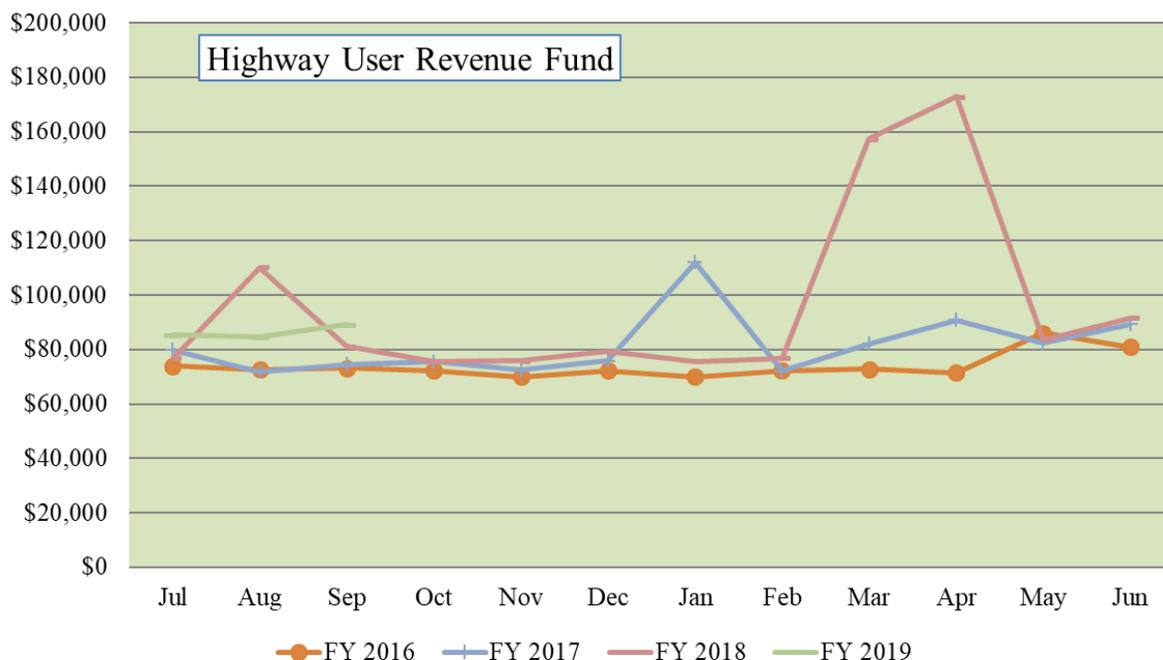
Special Revenue Funds consist of the Highway User Revenue Fund (HURF) and several other smaller funds, including CAT/LYNX, Library, Cemetery, Airport, and Grants.

Highway User Revenue Funds - HURF

This state shared revenue source is commonly called the Fuel Tax. It has had some improvement over the years. For FY 2019, the State continues to use a portion of the HURF that is designated for cities and towns to assist with cost to the Department of Public Safety. At the end of the 1st quarter, we are -3.4% or \$9,023 behind last year at this time.

	FY 2016		FY 2017		FY 2018		FY 2019	
Jul	\$73,939	2.00%	\$79,891	8.05%	\$76,735	-3.95%	\$85,233	11.07%
Aug	72,631	4.88%	71,771	-1.18%	110,067	53.36%	84,599	-23.14%
Sep	73,174	6.52%	74,612	1.97%	81,121	8.72%	89,068	9.80%
Oct	72,153	8.68%	75,381	4.47%	75,723	0.45%		
Nov	70,008	4.32%	72,477	3.53%	75,933	4.77%		
Dec	72,337	6.72%	75,781	4.76%	79,242	4.57%		
Jan	70,008	-3.05%	112,090	60.11%	75,691	-32.47%		
Feb	72,337	5.54%	72,084	-0.35%	76,849	6.61%		
Mar	72,864	6.31%	82,147	12.74%	157,367	91.57%		
Apr	71,495	-16.82%	90,781	26.98%	172,899	90.46%		
May	86,054	-0.89%	82,364	-4.29%	83,589	1.49%		
Jun	80,919	-2.54%	89,360	10.43%	91,480	2.37%		
	\$887,919	1.27%	\$978,739	10.23%	\$1,156,696	18.18%	\$258,900	-77.62%

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.



Special Revenues Funds - continued

The following tables depict the other funds that make up the Special Revenue Funds group in the City of Cottonwood budget. All of these funds have the General Fund as a backstop which covers any shortages in their bottom line. Most of the negative numbers are grants, transfers, or receivables that are currently outstanding and are anticipated to be received within the next 60 – 90 days. HURF will be using General Fund transfers as it continues work on the Mingus Avenue project, as well as monies from the City of Cottonwood 2015 bond issue.

	Special Revenue Funds					
	HURF		CAT		Library	
	Budget	1st Qtr Actual	Budget	1st Qtr Actual	Budget	1st Qtr Actual
Revenues	1,771,585	410,975	\$1,447,260	\$189,381	\$175,805	\$3,575
Operating Expenditures	913,045	169,233	1,803,280	401,927	1,054,660	236,396
Capital Outlay	2,860,000	270,657	135,000	0	0	75
Debt Service	432,950	118,695	0	0	0	0
Revenues over (under) Expenditures	(2,434,410)	(147,609)	(491,020)	(212,546)	(878,855)	(232,896)
Other Funding Sources & Uses	207,520	0	492,480	0	878,855	0
Revenues & other funding sources & uses over (under) Expenditures	(2,226,890)	(147,609)	1,460	(212,546)	0	(232,896)
Beginning Fund Balance	1,965,848	1,965,848	0	0	0	0
Ending Fund Balance	(\$261,042)	\$1,818,239	\$1,460	(\$212,546)	\$0	(\$232,896)

	Special Revenue Funds					
	Cemetery		Airport		Grants	
	Budget	1st Qtr Actual	Budget	1st Qtr Actual	Budget	1st Qtr Actual
Revenues	\$700	\$0	\$117,890	\$37,304	\$709,225	\$2
Operating Expenditures	56,050	12,453	118,400	97,495	0	0
Capital Outlay	0	0	0	0	854,005	0
Debt Service	0	0	0	0	0	0
Revenues over (under) Expenditures	(55,350)	(12,453)	(510)	(60,191)	(144,780)	2
Other Funding Sources & Uses	55,350	0	510	0	0	0
Revenues & other funding sources & uses over (under) Expenditures	0	(12,453)	0	(60,191)	(144,780)	2
Beginning Fund Balance	0	0	72,150	72,150	9,483	9,483
Ending Fund Balance	\$0	(\$12,453)	\$72,150	\$11,959	(\$135,297)	\$9,485

CAPITAL IMPROVEMENTS FUND

This fund is traditionally in good fiscal shape. With the Riverfront Water Reclamation facility completed and awaiting final permitting, this fund's budget numbers show a large transfer to the Wastewater Treatment Facility for the last of the costs for the Riverfront Reclamation Facility. There is, however, monies available from an excise tax bond for street construction.

	Capital Improvements	
	Budget	1st Qtr Actual
Revenues	\$144,500	\$3,045
Operating Expenditures	0	0
Capital Outlay	152,000	1,762
Debt Service	0	
Revenues over (under) Expenditures	(7,500)	1,283
Other Funding Sources & Uses	(1,878,510)	0
Revenues & other funding sources & uses over (under) Expenditures	(1,886,010)	1,283
Beginning Fund Balance	537,964	537,964
Ending Fund Balance	(\$1,348,046)	\$539,247

The Riverfront Water Reclamation Facility is expected to treat approximately 300k gallons of wastewater daily. It will provide reclaimed water to the area's sport complex green areas and to replenish our aquifers using injection wells. The initial injection well was not successful at Riverfront Park and as an alternative, the new injection site will be located at the Cottonwood Kids Park, however still needs to be tested.

Some of the fund balance from the issue of the excise tax bond is to take care of much needed street improvements. Another project funded by the bond was the Regional Communications Center that has been fully operational and

is providing services to area fire services and our police department.

Below are capital outlay items funded through Yavapai Flood Control District Tax. These projects that were not fully completed in FY 2018 are rolled over into this fiscal year for completion.

Over the past couple of years slightly over \$11,500,000 has been transfer from this fund to the Wastewater Enterprise Fund to pay for the construction of the Riverfront Water Reclamation Facility. That amount is not shown on the schedule below since it is a capital expense reflected in an Enterprise Fund. As a clarification, the Riverfront Water Reclamation Facility has not used any water revenue to fund its construction. Approximately \$1.5M of wastewater utility operational and General Fund monies are expected to be used to complete the Riverfront Water Reclamation Facility.

Capital outlay:	Adopted	Y-T-D	% Used
	Budget		
Investment Expenses	9,000	1,762	19.58%
Civic Center HVAC	0	0	0.00%
Railroad Wash Improvements	143,000	0	0.00%
Total Expenditures	152,000	1,762	1.16%

ENTERPRISE FUNDS

Water & Wastewater

the Water Enterprise Fund has been operating in the black since the City Council approved the last rate increases. FY 2013 was a turning point for the Water Enterprise Fund. There has been little improvement in our revenue generation for the Wastewater Enterprise Fund. Though the rates cover the operational and administrative portion of the department, many capital improvements need to be made.

	Wastewater		Water	
	Budget	1st Qtr Actual	Budget	1st Qtr Actual
Revenues	2,684,980	701,044	\$8,272,890	\$2,124,074
Operating Expenditures	2,508,975	457,400	8,797,145	841,094
Capital Outlay	2,054,515	101,915	11,596,185	337,266
Debt Service	0	0	1,808,345	460,286
Revenues over (under) Expenditures	(1,878,510)	141,729	(13,928,785)	485,428
Other Funding Sources & Uses	1,878,510	0	0	0
Revenues & other funding sources & uses over (under) Expenditures	\$0	\$141,729	(\$13,928,785)	\$485,428

The Water Utility refinanced their Municipal Property Corporation (MPC) Water Revenue Bonds, Series 2004 and 2006 a few years ago. There were substantial savings to utility customers over the life of the new Water Infrastructure Finance Authority (WIFA) loans.

The 2015 WIFA refinancing of the 2004 MPC Water Revenue Bonds will save approximately \$1.7M in interest expense, and there was \$550k in forgivable principle included in that refinance package, totaling over \$2.2M in savings. The WIFA loan required less debt service reserves, allowing an additional \$111,000 transferred from debt service reserves to the water utility's unrestricted fund reserves.

The completed refinancing of the 2006 MPC Water Revenue Bonds using a WIFA Loan included a \$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. This refinance package will save our utility customers approximately \$3,619,000 in future interest payments and allowed \$1,461,000 in debt service reserves to be put back into unrestricted fund reserves.

The Wastewater Utility has a different set of issues. Financial resources are needed to accomplish the estimated \$7M worth of repairs needed at both the Mingus treatment facility and the five lift stations. The \$8.7M depicted in the chart is designated for the final payments of the Riverfront Facility

DEBT SERVICES FUND

This fund starts off the year in good shape; with sales taxes and interest income providing some of the revenue. Fund balance provides the remainder of necessary resources. Expenditures consist of principal and interest on general government loans and bond issues. Also included are any trustee fees assessed for managing the debt service accounts.

The Recreation Center - Greater Arizona Development Authority (GADA) Bonds were refinanced over a year ago and will provide a savings of over \$1M in future interest payments. The debt service for the Recreation Center is solely funded by sales tax revenues, as part of the excise tax pledge on this debt issue. The refinance changed the loan to a bond issue. The sizeable debt service payment in the budget is the payoff of the GADA loan using the excise tax bond proceeds received in FY 2017. As a note, utility debt service is funded through user fees and other operational revenues, and therefore the debt service of the Enterprise Funds.

	Debt Service	
	Budget	1st Qtr Actual
Revenues	\$1,645,620	\$411,506
Operating Expenditures		
Capital Outlay		
Debt Service	1,647,070	414,004
Revenues over (under) Expenditures	(1,450)	(2,498)
Other Funding Sources & Uses	0	0
Revenues & other funding sources & uses over (under) Expenditures	(1,450)	411,506
Beginning Fund Balance	159,310	159,310
Ending Fund Balance	\$157,860	\$570,816

BRIEF OVERVIEW

As we complete the final quarter the 2018 fiscal year, we are pleased to be in such a good position financially. Our economy is still growing at a slow but steady pace and we continue providing outstanding services to our community. Many projects have just started and older projects are reaching final completion.

We do, however, have some uneasiness over our current revenue generation and the ability to sustain the growth of our expenditures. Our lack of reserves is of some concern. Our local sales tax growth is on target with our projections, however, some other revenues are not keeping up with the growth. As we move forward in the new budget year, we are looking forward to an increase to our TPT rate, as well as looking for strategic reductions to services and operations.

The City continues to be fiscally conservative in its everyday business. Staff is always looking for ways to reduce costs, while still providing quality essential services. 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, 2018

General Fund - 01	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	16,627,135	3,701,380	22.26%
Licenses & permits	309,000	71,450	23.12%
Intergovernmental revenue	2,457,330	561,090	22.83%
Charges for services	961,700	240,409	25.00%
Fines & forfeitures	205,700	38,704	18.82%
Uses of monies & properties	222,900	91,757	41.17%
Miscellaneous revenues	6,374,370	120,458	1.89%
Total revenues	27,158,135	4,825,248	17.77%
Expenditures:			
Operating:			
Council	270,750	73,638	27.20%
City Clerk	275,690	62,111	22.53%
Administration	782,250	165,270	21.13%
Finance	451,285	104,828	23.23%
Personnel	255,395	43,956	17.21%
IT Services	832,400	202,389	24.31%
Purchasing	106,965	21,924	20.50%
Legal	447,975	81,154	18.12%
Court	536,820	125,828	23.44%
Planning & zoning	643,450	148,896	23.14%
Engineering	330,485	75,932	22.98%
Public Works	409,440	83,977	20.51%
Transfer Station	1,200	332	27.64%
Building maintenance	461,495	75,609	16.38%
Custodial	136,000	26,623	19.58%
Natural resources	182,285	38,116	20.91%
Non-departmental	564,010	149,588	26.52%
Police	5,502,925	1,173,810	21.33%
Communications	1,941,070	295,420	15.22%
Fire	3,233,415	696,435	21.54%
Ordinance Enforcement	209,650	45,966	21.93%
Parks & recreation	710,130	321,279	45.24%
Rec Center Operations	1,334,160	351,597	26.35%
Pool	122,700	28,857	23.52%
Youth Center	134,560	20,080	0.00%
Economic Development	269,590	79,129	29.35%
Subtotal maintenance and operations	20,146,095	4,492,743	22.30%
Capital outlay:	183,560	101,103	55.08%
Total Expenditures	20,329,655	4,593,846	22.60%
Excess (deficiency) of revenues over (under) expenditures	6,828,480	231,402	
Other financing sources (uses):			
Operating transfers in	0	0	0.00%
Sales of City Equipment	58,000	12,436	21.44%
Capital leases	(825,660)	(174,779)	21.17%
Transfers out	(1,634,715)	0	0.00%
Total other financing sources (uses)	(2,402,375)	(162,343)	6.76%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	4,426,105	69,060	
Fund balance, July 1, 2018(audited)		3,183,980	
Estimated fund balance @ June 30, 2019		\$3,253,040	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2018

Library - 03

	Adopted Budget	Y-T-D	% Used
Revenues:			
Other income	\$18,000	\$3,562	19.79%
Interest income	45	13	28.18%
City Sales Tax	0	0	0.00%
Yavapai county	157,760	0	0.00%
AZ LSCA/Yavapai county grant	0	0	0.00%
Gates grant	0	0	0.00%
Total revenues	175,805	3,575	2.03%
Expenditures:			
Operating:			
Salaries	404,650	84,358	20.85%
Temp employees	45,000	8,600	19.11%
Overtime	0	0	0.00%
Social security	27,880	5,617	20.15%
Medicare tax	6,520	1,314	20.15%
AZ state retirement	47,750	9,732	20.38%
Health & life insurance	107,600	26,470	24.60%
Worker's compensation	8,180	2,034	24.87%
Book purchases	46,000	19,127	41.58%
Office supplies	4,500	777	17.27%
Copier supplies	2,200	274	12.48%
Equipment maintenance	5,500	1,275	23.19%
Bldg M&R - Library	30,000	928	3.09%
Contractual Services	0	0	0.00%
Collection expenses	1,800	322	17.90%
Bank Charges	0	0	0.00%
Recruitment Cost	500	140	28.00%
Computer support	5,000	1,757	35.14%
Legal advertising	0	0	0.00%
Utilities	55,000	9,151	16.64%
Telephone	1,500	497	33.14%
Network & technology expenses	35,000	9,720	27.77%
Youth programs	600	155	25.81%
Annual volunteer appreciation	1,000	0	0.00%
Travel & training	1,000	40	4.00%
Subscriptions & dues	1,000	0	0.00%
Postage & freight	2,500	678	27.12%
Liability Insurance	17,000	4,184	24.61%
Indirect costs to general fund	196,980	49,245	25.00%
District - Materials	0	0	0.00%
Subtotal maintenance and operations	1,054,660	236,396	22.41%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending September 30, 2018

Library - 03 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay:	0	75	0.00%
Total expenditures	<u>1,054,660</u>	<u>236,471</u>	<u>22.42%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(878,855)</u>	<u>(232,896)</u>	
Other financing sources (uses):			
Operating transfers in	878,855	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>878,855</u>	<u>0</u>	<u>0.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>0</u>	<u>(232,896)</u>	
Fund balance, July 1, 2018 (audited)		<u>0</u>	
Estimated fund balance @ June 30, 2019		<u><u>(\$232,896)</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending September 30, 2018

Cemetery 04

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Interest Income	\$0	\$0	0.00%
Charges for services	700	0	0.00%
Total revenues	700	0	0.00%
Expenditures:			
Utilities	35,000	7,953	22.72%
Telephone	0	0	0.00%
Grave Liners	3,000	0	0.00%
Miscellaneous Expense	50	0	0.00%
Indirect Costs	18,000	4,500	25.00%
Subtotal maintenance and operations	56,050	12,453	22.22%
Capital improvements	0	0	0.00%
Total expenditures	56,050	12,453	22.22%
Excess (deficiency) of revenues over (under) expenditures	(55,350)	(12,453)	
Other financing sources (uses):			
Operating transfers in	55,350	0	0.00%
Proceeds from lease purchase	0	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	55,350	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	(12,453)	
Fund balance, July 1, 2018 (audited)	0		
Estimated fund balance @ June 30, 2019	(\$12,453)		

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2018

Airport - 05	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Other Income	\$150	\$0	0.00%
Late Fees	\$1,040	\$65	6.27%
Tie down rent	23,200	5,331	22.98%
Airpark Rents	0	0	0.00%
FBO building rental income	15,000	0	0.00%
Fuel sales income	0	0	0.00%
Oil Sales	0	0	0.00%
Land lease fees	42,500	10,302	24.24%
City hangar lease fees	36,000	21,606	60.02%
Total revenues	117,890	37,304	31.64%
Expenditures:			
Operational Supplies	200	458	228.86%
Fuel Expense	0	56,336	0.00%
Oil Expense	0		0.00%
Office Supplies	150	2	1.49%
Vehicle Maintenance	0	0	0.00%
Equipment maintenance	30,700	13,192	42.97%
Building maintenance	18,000	0	0.00%
Contractual Services	20,000	202	1.01%
Bank Charges	0	2,525	0.00%
Computer Support	150	48	32.00%
General Counsel	0	0	0.00%
Utilities	16,200	3,169	19.56%
Telephone	1,000	245	24.48%
Airport Annual Event	0	0	0.00%
Liability Insurance	12,000	16,320	136.00%
Indirect costs	20,000	5,000	25.00%
Equipment Purchase	0	0	0.00%
Airport Improvements	0	0	0.00%
Subtotal maintenance and operations	118,400	97,495	82.34%
Capital improvements - hangars	0	0	0.00%
Total expenditures	118,400	97,495	82.34%
Excess (deficiency) of revenues over (under) expenditures	(510)	(60,191)	
Other financing sources (uses):			
Operating transfers in	510	0	0.00%
Proceeds from lease purchase	0	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	510	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	(60,191)	
Fund balance, July 1, 2018 (audited)		72,150	
Estimated fund balance @ June 30, 2019		<u>\$11,959</u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2018

HURF - 10

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$1,651,585	406,252	24.60%
Uses of monies & properties	5,000	4,723	94.46%
Miscellaneous revenues	115,000	0	0.00%
Total revenues	1,771,585	410,975	23.20%
Expenditures:			
Operating:			
Salaries	179,670	37,676	20.97%
Temp employees	0	0	0.00%
Overtime	4,250	1,046	24.62%
Social security	11,400	2,298	20.16%
Medicare tax	2,670	537	20.13%
AZ state retirement	21,700	4,569	21.06%
Health & life insurance	58,050	14,237	24.53%
Worker's compensation	26,430	6,887	26.06%
Clothing allowance	1,000	78	7.75%
Operational supplies	14,000	413	2.95%
Tools	500	129	25.88%
Gas & oil	15,500	6,509	41.99%
Materials	10,000	2,733	27.33%
Street signs	3,000	0	0.00%
Street marking	161,010	0	0.00%
Office supplies	0	77	0.00%
Vehicle maintenance	4,000	353	8.83%
Equipment maintenance	25,000	5,021	20.09%
Building maintenance & repair	0	0	0.00%
Pavement Preservation	0	0	0.00%
Contractual services	7,500	1,454	19.38%
Bank charges	900	0	0.00%
Employee physicals	500	0	0.00%
Computer support	225	63	27.84%
General counsel	0	0	0.00%
Engineering Services	0	0	0.00%
Legal advertising	0	0	0.00%
Utilities	14,335	3,446	24.04%
Street lights	65,000	8,417	12.95%
Telephone	925	142	15.33%
Culverts	500	0	0.00%
Travel & training	5,000	3,568	71.36%
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	21,980	5,579	25.38%
Liability claims deductible	0	0	0.00%
Indirect costs to general fund	256,000	64,000	25.00%
Street light contingency	0	0	0.00%
Equipment purchase	0	0	0.00%
Street Improvements	2,000	0	0.00%
Subtotal maintenance and operations	913,045	169,233	18.53%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2018

HURF - 10 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Debt Service:			
Principal	241,100	70,051	29.05%
Interest	191,850	48,644	25.36%
Capital Outlay:			
Street Light Contingency	0	0	0.00%
Pavement Preservation	480,000	262,785	54.75%
2015 Excise Bond - Trustee Fees	0	0	0.00%
6th Street Bridge	120,000	0	0.00%
Mingus/Main Signal	0	0	0.00%
10th St to Main Project	2,100,000	6,117	0.29%
12th ST NACOG 89-A to Fir	0	0	0.00%
Sidewalk Additions	80,000	0	0.00%
Mingus Willard to Main	0	1,755	0.00%
10 th Street	0	0	0.00%
Main St. Road Diet Grant	80,000	0	0.00%
HSIP Street Sign Replacement	0	0	0.00%
Total Expenditures	<u>4,205,995</u>	<u>558,584</u>	<u>13.28%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,434,410)</u>	<u>(147,609)</u>	
Other Financing Sources (Uses):			
Operating Transfers In	207,520	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>207,520</u>	<u>0</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>(147,609)</u>	
Fund balance, July 1, 2018 (audited)		<u>1,965,848</u>	
Estimated fund balance @ June 30, 2019		<u><u>\$1,818,239</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending September 30, 2018

Grants - 11 & 12	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$709,220	\$0	0.00%
Other Income	5	2	0.00%
Total revenues	709,225	2	0.00%
Expenditures:			
Capital Outlay:	854,005		0.00%
Total Expenditures	854,005	0	0.00%
Excess (deficiency) of revenues over (under) expenditures	(144,780)	2	0.00%
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	(144,780)	2	
Fund balance, July 1, 2018 (audited)		9,483	
Estimated fund balance @ June 30, 2019		\$9,485	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2018

CATS - 10	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$1,255,760	138,436	11.02%
Charges for services	191,500	50,945	26.60%
Total revenues	1,447,260	189,381	13.09%
Expenditures:			
Salaries	548,310	114,093	20.81%
Temporary employee	180,000	35,745	19.86%
Overtime	63,500	12,794	20.15%
Holiday pay	10,850	2,279	21.00%
Social security	49,770	9,730	19.55%
Medicare	11,630	2,276	19.57%
AZ retirement	70,710	16,403	23.20%
Health/life insurance	162,030	40,000	24.69%
State compensation insurance	61,720	10,914	17.68%
Clothing allowance	1,400	0	0.00%
Contractual Services	6,820	(2,527)	-37.05%
Gas & oil	128,000	43,495	33.98%
Office supplies	6,000	1,344	22.40%
Copier supplies	1,785	216	12.08%
Vehicle maintenance	350,000	64,610	18.46%
Building Maintenance	2,000	233	11.64%
Equipment Maintenance	0	1,837	0.00%
Radio maintenance	8,000	0	0.00%
Postage & freight	6,820	67	0.98%
Audit expense	3,500	0	0.00%
Employee physicals / drug tests	3,350	697	20.81%
Computer Support	40,175	22,134	55.09%
Custodial Contract	5,880	1,534	26.09%
Advertising	12,870	3,931	30.54%
Printing & forms	8,090	2,748	33.97%
Utilities	8,170	1,795	21.98%
Telephone	11,000	2,114	19.22%
Travel/training	6,000	799	13.32%
Continuing education	0	0	0.00%
Subscriptions/dues	2,270	1,503	66.23%
Tools & Equipment	1,000	2,796	279.58%
Liability insurance	31,630	8,369	26.46%
Indirect costs to GF	0	0	0.00%
Subtotal maintenance and operations	1,803,280	401,927	22.29%
Capital Outlay:	135,000	0	0.00%
Fund b Total Expenditures	1,938,280	401,927	20.74%
Excess (deficiency) of revenues over (under) expenditures			
	(491,020)	(212,546)	
Other Financing Sources (Uses):			
Operating Transfers In	492,480	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)	492,480	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses			
	1,460	(212,546)	

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending September 30, 2018

Debt Service - 20	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	\$1,645,620	\$411,304	24.99%
Uses of monies & properties	0	202	0.00%
Total revenues	<u>1,645,620</u>	<u>411,506</u>	<u>25.01%</u>
Expenditures:			
Trustee fees	1,850	2,700	145.95%
Rodeo Drive Reimbursement	0	0	0.00%
Debt service:			
Interest	497,565	124,391	25.00%
Principal	1,147,655	286,914	25.00%
Total Expenditures	<u>1,647,070</u>	<u>414,004</u>	<u>25.14%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,450)</u>	<u>(2,498)</u>	
Other Financing Sources (Uses):			
Operating Transfers In	0	0	0.00%
Proceeds from Bonds	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(1,450)</u>	<u>(2,498)</u>	
Fund balance, July 1, 2018 (audited)		159,310	
Estimated fund balance @ June 30, 2019		<u><u>\$156,812</u></u>	

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

Quarterly Report Ending September 30, 2018

Capital Projects - 30

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	\$0	\$0	0.00%
Use of monies & properties	1,500	3,045	203.03%
Other Income	0	0	0.00%
Intergovernmental revenue	143,000	0	0.00%
Total revenues	144,500	3,045	0.00%
Expenditures:			
Capital outlay:			
Investment Expenses	9,000	1,762	19.58%
Civic Center HVAC	0	0	0.00%
Railroad Wash Improvements	143,000	0	0.00%
Total Expenditures	152,000	1,762	1.16%
Excess (deficiency) of revenues over (under) expenditures			
	(7,500)	1,283	
Other Financing Sources (Uses):			
Operating Transfers In	0	0	0.00%
Proceeds from Bonds / Leases	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	(1,878,510)	0	0.00%
Total other financing sources (uses)	(1,878,510)	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses			
	(1,886,010)	1,283	
Fund balance, July 1, 2018 (audited)		537,964	
Estimated fund balance @ June 30, 2019		\$539,247	

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
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Employee Benefit Trust - 60

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Contributions	\$0	\$0	0.00%
Reinsurance reimbursements	0	0	0.00%
Miscellaneous revenues	100	264	263.85%
Total revenues	100	264	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	(1,900)	264	
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	(1,900)	264	
Fund balance, July 1, 2018 (audited)		0	
Estimated fund balance @ June 30, 2019		\$264	

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
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Alt. Firefighter's Pension - 70

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Contributions		\$0	0.00%
Uses of monies & properties	40,000	0	0.00%
Total revenues	<u>40,000</u>	<u>0</u>	<u>0.00%</u>
Expenditures:			
Benefits	3,600		0.00%
Administration	5,200		0.00%
Total Expenditures	<u>8,800</u>	<u>0</u>	<u>0.00%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>31,200</u>	<u>0</u>	
Other Financing Sources (Uses):			
Operating Transfers In	0	0	0.00%
Proceeds from Bonds	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	<u>0</u>	<u>0</u>	<u>0.00%</u>
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>31,200</u>	<u>0</u>	
Fund balance, July 1, 2017 (audited)		<u>198,917</u>	
Estimated fund balance @ June 30, 2018		<u><u>\$198,917</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
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Water Consolidated - 50

	Adopted		
	Budget	Y-T-D	% Used
Revenues: Note 1			
Taxes	\$0	\$0	0.00%
Charges for services	8,158,600	2,081,608	25.51%
Uses of monies & properties	100,290	37,780	37.67%
Miscellaneous revenues	14,000	4,686	33.47%
Total revenues	8,272,890	2,124,074	25.68%
Expenditures:			
Operating:			
Salaries	917,160	173,834	18.95%
Temporary Employees	0	0	0.00%
Overtime	122,690	35,998	29.34%
Holiday pay	4,200	1,024	24.39%
Social security	64,730	12,556	19.40%
Medicare tax	15,140	2,937	19.40%
AZ state retirement	123,200	24,812	20.14%
Health & life insurance	230,940	56,432	24.44%
Worker's compensation	83,265	12,952	15.56%
Clothing allowance	5,500	296	5.38%
Operational supplies	26,000	43,791	168.43%
Tools	3,600	349	9.69%
Gas & oil	32,000	9,316	29.11%
Chlorine	40,000	17,161	42.90%
Office supplies	6,000	2,781	46.35%
Copier Supplies	0	0	0.00%
Vehicle maintenance	16,500	5,911	35.83%
Equipment maintenance	175,000	20,291	11.59%
Building maintenance	4,000	980	24.51%
Arsenic System Maintenance	100,000	33,976	33.98%
Contractual services	123,250	34,998	28.40%
Bank Charges	33,000	20,293	61.50%
Employee physicals	500	291	58.20%
Computer support	5,000	481	9.62%
Custodial	7,000	907	12.96%
General Counsel	0	0	0.00%
Contractual SVCS-M&O	0	2,054	0.00%
Lab / testing	33,000	4,717	14.30%
Public Relations	0	0	0.00%
Legal Advertising	500	0	0.00%
Printing & forms	0	365	0.00%
Auction Fees	500	0	0.00%
Utilities	525,300	99,151	18.88%
Telephone	15,500	3,252	20.98%
ADEQ annual fee	26,000	0	0.00%
Payment Assistance Program	12,000	0	0.00%
Aid In Lieu of Construction	30,000	23,256	77.52%
Verde River Days	1,000	1,000	100.00%
Travel & training	7,100	423	5.95%
Continuing education	0	0	0.00%
Equipment rental	1,000	330	33.00%
Subscriptions & dues	2,500	1,661	66.44%
Postage & freight	36,250	18,980	52.36%
Liability insurance	67,300	9,411	13.98%
Liability Insurance Deductible	0	0	0.00%
Indirect costs to general fund	415,500	103,875	25.00%
Bad debt expense	0	0	0.00%
Other Financing Uses	0	0	0.00%
Lease Purchase Principal & Interest	4,920	11,238	228.42%
Trust Land Annexation	0	0	0.00%
Reserve Resource Development	4,814,300	33,903	0.70%
Reserve Water Advisory	368,140	3,873	1.05%
Reserve Adjudication	121,790	4,643	3.81%
Reserve Water Conservation	175,870	6,592	3.75%
Subtotal maintenance and operations	8,797,145	841,094	9.56%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2018

Water Consolidated - 50 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Debt Service	1,808,345	460,286	25.45%
Capital Outlay:	11,596,185	337,266	2.91%
Total Expenditures	<u>22,201,675</u>	<u>1,638,646</u>	<u>7.38%</u>
Excess (deficiency) of revenues over (under) expenditures	(13,928,785)	485,428	-3.49%
Other Financing Sources (Uses):			
Operating transfers in	0	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)	<u>0</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>(\$13,928,785)</u></u>	<u><u>\$485,428</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2018

Water Construction & Administration - 50	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Impact Fees	0	0	0.00%
Capacity Fees	0	390	0.00%
User fees	7,300,000	1,876,634	25.71%
Meter Installation	35,000	12,900	36.86%
Service Turn Ons	85,000	20,496	24.11%
Drought Water Shortage PP	0	0	0.00%
Res-Resource Development Fees	474,500	114,068	24.04%
Res-Water Advisory Committee	38,200	9,241	24.19%
Res-Adjudication	47,500	11,618	24.46%
Res-Water Conservation	29,400	0	0.00%
Recapture Agreements	0	0	0.00%
Reimbursement Clarkdale	0	0	0.00%
Collection fees/late fees	149,000	36,262	24.34%
Interest income	88,350	36,207	40.98%
Building Rental	9,440	1,573	16.66%
Other income	14,000	4,686	33.47%
Sale of City Property	2,500	0	0.00%
City sales tax	0	0	0.00%
Total revenues	8,272,890	2,124,074	25.68%
Expenditures:			
Administration			
Salaries	168,310	32,966	19.59%
Overtime and Holiday Pay	1,000	55	5.49%
Social security	10,500	1,973	18.79%
Temp Employees	0	0	0.00%
Medicare tax	2,460	461	18.76%
AZ state retirement	19,980	3,857	19.30%
Health & life insurance	45,675	10,044	21.99%
Worker's compensation	650	104	16.00%
Office supplies	2,000	2,508	125.39%
Copier Supplies	0	0	0.00%
Equipment maintenance	0	0	0.00%
Contractual Services	55,250	24,243	43.88%
Bank charges	33,000	20,293	61.50%
Public Relations	0	0	0.00%
Computer support	4,000	159	3.97%
General Counsel	0	0	0.00%
Custodial	7,000	907	0.00%
Legal advertising	500	0	0.00%
Printing & forms	0	365	0.00%
Utilities	5,300	1,182	22.30%
Telephone	3,500	635	18.14%
Payment Assistance Program	12,000	0	0.00%
Travel & training	100	0	0.00%
Continuing education	0	0	0.00%
Subscriptions & dues	0	0	0.00%
Postage & freight	35,000	9,216	26.33%
Liability insurance	17,300	4,184	24.18%
Indirect costs to general fund	415,500	103,875	25.00%
Bad debt expense	0	0	0.00%
Trust Land Annexation	0	0	0.00%
Reserve Resource Development	4,814,300	33,903	0.70%
Reserve Water Advisory	368,140	3,873	1.05%
Reserve Adjudication	121,790	4,643	3.81%
Reserve Water Conservation	175,870	6,592	3.75%
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	6,319,125	266,038	4.21%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending September 30, 2018

Water Construction & Administration - 50(page 2)	Adopted		
	Budget	Y-T-D	% Used
Capital outlay	0	142,907	0.00%
Construction:			
Valve Repair	60,000	0	0.00%
Legal Advertising	0	0	0.00%
Investment Expense	6,000	1,902	31.70%
Water/Waste Water Master Plan	0	0	0.00%
Aresinic Mitigation	375,000	24,437	6.52%
Impact Fee Study	0	6,135	0.00%
Line Replacement	250,000	16,582	6.63%
Aid in Lieu of Construction	0	0	0.00%
Fire Hydrant Improvements	340,000	0	0.00%
HWY 260 H2O System Upgrades	1,990,000	13,454	0.68%
Well Booster Station	80,000	0	0.00%
Well Improvements	142,000	108,051	76.09%
12th St 89A to Fir	0	0	0.00%
W Mingus Reconstruction/Sys Upgrades	0	0	0.00%
Water System Upgrades	138,000	0	0.00%
Line Extensions	0	23,799	0.00%
Impact Fee Study	8,215,185	0	0.00%
Subtotal construction expenses	11,596,185	194,360	1.68%
Total Expenditures	17,915,310	603,304	3.37%

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Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2018

Water Maintenance & Operations- 50

	Adopted		
	Budget	Y-T-D	% Used
Expenditures:			
Operating:			
Salaries	748,850	140,867	18.81%
Overtime	121,690	35,943	29.54%
Holiday pay	4,200	1,024	24.39%
Social security	54,230	10,583	19.52%
Medicare tax	12,680	2,475	19.52%
AZ state retirement	103,220	20,955	20.30%
Health & life insurance	185,265	46,388	25.04%
Worker's compensation	82,615	12,848	15.55%
Clothing allowance	5,500	296	5.38%
Operational supplies	26,000	43,791	168.43%
Tools	3,600	349	9.69%
Gas & oil	32,000	9,316	29.11%
Chemicals	40,000	17,161	42.90%
Office supplies	4,000	273	6.83%
Vehicle maintenance	16,500	5,911	35.83%
Equipment maintenance	175,000	20,291	11.59%
Building maintenance	4,000	980	24.51%
Arsenic System Maintenance	100,000	33,976	33.98%
Contractual services	68,000	10,755	15.82%
Employee physicals	500	291	58.20%
Computer support	1,000	322	32.21%
Contractual SVCS-M&O	0	2,054	0.00%
Lab / testing	33,000	4,717	14.30%
Legal advertising	0	0	0.00%
Auction Fees	500	0	0.00%
Utilities	520,000	97,969	18.84%
Telephone	12,000	2,617	21.81%
ADEQ annual fee	26,000	0	0.00%
Aid in Lieu of Construction	30,000	23,256	77.52%
Verde River Days	1,000	1,000	100.00%
Travel & training	7,000	423	6.04%
Continuing education	0	0	0.00%
Equipment rental	1,000	330	33.00%
Subscriptions & dues	2,500	1,661	66.44%
Postage & freight	1,250	9,764	781.12%
Liability insurance	50,000	5,227	10.45%
Other Financing Principal	0	0	0.00%
Liability Insurance Deductible	0	0	0.00%
Lease Purchase Interest	4,920	11,238	228.42%
Lease Purchase Principal	0	0	0.00%
Subtotal maintenance and operations	2,478,020	575,055	23.21%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending September 30, 2018

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	<u>0</u>	<u>0</u>	<u>0.00%</u>
Debt Service:			
Principal	1,394,995	349,337	25.04%
Interest	411,050	108,950	26.51%
Trustee Fees	2,300	2,000	86.96%
Capital Outlay:	0	0	0.00%
Total Expenditures	<u>4,286,365</u>	<u>1,035,342</u>	<u>24.15%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,286,365</u>	<u>1,088,732</u>	
Other Financing Sources (Uses):			
Operating transfers in	0	0	0.00%
Proceeds from bonds	0	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(13,928,785)</u>	<u>485,428</u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2018

Sewer Consolidated - 51

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	\$0	\$0	0.00%
Charges for services	2,677,980	693,748	25.91%
Uses of monies & properties	7,000	7,296	104.23%
Miscellaneous revenues	0	0	0.00%
Total revenues	2,684,980	701,044	26.11%
Expenditures:			
Operating:			
Salaries	472,240	90,213	19.10%
Temporary Employees	0	0	0.00%
Overtime	58,250	14,193	24.37%
Holiday pay	2,250	208	9.24%
Social security	33,030	6,342	19.20%
Medicare tax	7,720	1,483	19.21%
AZ state retirement	62,870	12,315	19.59%
Health & life insurance	112,385	24,932	22.18%
Worker's compensation	21,960	4,082	18.59%
ASRS Pension Expense	0	0	0.00%
Clothing allowance	1,750	120	6.86%
Operational supplies	39,000	1,791	4.59%
Tools	3,100	31	0.99%
Gas & oil	10,000	1,789	17.89%
Chlorine	5,700	0	0.00%
Polymer	22,500	0	0.00%
Odor control supplies	0	0	0.00%
Office supplies	4,150	501	12.08%
Copier Supplies	0	69	0.00%
Vehicle maintenance	5,000	324	6.49%
Equipment maintenance	255,000	90,138	35.35%
Building maintenance	1,000	553	55.28%
Contractual services	282,940	8,928	3.16%
Bank Charges	705	450	63.78%
Employee physicals	0	0	0.00%
Computer support	3,300	330	9.99%
General Counsel	0	0	0.00%
Custodial Contract	1,400	1,286	91.89%
Lab / testing	88,000	8,723	9.91%
Sludge disposal	99,000	22,137	22.36%
Legal Advertising	0	0	0.00%
Printing & forms	0	0	0.00%
Utilities	581,100	83,884	14.44%
Telephone	7,200	1,101	15.30%
ADEQ annual fee	31,000	8,940	28.84%
Travel & training	2,500	772	30.86%
Continuing education	0	0	0.00%
Equipment rental	0	0	0.00%
Subscriptions & dues	0	0	0.00%
Postage & freight	22,100	7,004	31.69%
Liability insurance	51,825	9,764	18.84%
Indirect costs to general fund	220,000	55,000	25.00%
Bad debt expense	0	0	0.00%
Reserve replacement fund	0	0	0.00%
Subtotal maintenance and operations	2,508,975	457,400	18.23%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending September 30, 2018

Sewer Consolidated - 51 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Capital Outlay:	2,054,515	101,915	4.96%
Total Expenditures	4,563,490	559,315	12.26%
Excess (deficiency) of revenues over (under) expenditures	(1,878,510)	141,729	
Other Financing Sources (Uses):			
Operating transfers in	1,878,510	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)	1,878,510	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses - Net Income	\$0	\$141,729	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending September 30, 2018

**Sewer Construction
& Administration - 51**

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
City sales tax	\$0	\$0	0.00%
Impact fees	0	0	0.00%
Capacity Fees	0	3,610	0.00%
Connection fees	500	0	0.00%
User fees - admin residential	350,000	86,779	24.79%
User fees - admin commercial	47,000	11,664	24.82%
User fees - admin multi-residential	127,085	31,771	25.00%
User fees - M&O residential	907,300	230,907	25.45%
User fees - M&O multi-residential	490,000	134,633	27.48%
User fees - M&O commercial	337,440	84,357	25.00%
Effluent Revenue	15,000	5,658	37.72%
Reserves -	303,380	41,474	13.67%
Debt Services Rate Revenue	100,275	22,183	22.12%
Late fees - interest charges	0	15,207	0.00%
Recovery of bad debts	0	25,504	0.00%
Interest income	7,000	7,296	104.23%
Interest - equipment reserve	0		0.00%
Interest - expansion fund	0		0.00%
Interest - bond reserve fund	0		0.00%
Building Rental	0		0.00%
Other income	0		0.00%
Sale of City Property	0		0.00%
Tap fees	0	0	0.00%
Total revenues	2,684,980	701,044	26.11%
Expenditures:			
Administration			
Salaries	124,560	24,724	19.85%
Temp Employees	0	0	0.00%
Overtime and Holiday Pay	500	38	7.66%
Social security	7,750	1,484	19.15%
Medicare tax	1,810	347	19.18%
AZ state retirement	14,760	2,901	19.65%
Health & life insurance	30,090	6,714	22.31%
Worker's compensation	480	56	11.67%
ASRS Pension Expense	0	0	0.00%
Office supplies	750	155	20.71%
Copier Supplies	0	0	0.00%
Equipment maintenance	0	0	0.00%
Contractual Services	42,940	4,325	10.07%
Bank charges	705	450	0.00%
Computer support	2,100	77	3.67%
General Counsel	0	0	0.00%
Custodial Contract	1,400	1,286	91.89%
Legal advertising	0	0	0.00%
Printing & forms	0	0	0.00%
Utilities	6,100	1,225	20.08%
Telephone	2,700	471	17.43%
Travel & training			0.00%
Continuing education			0.00%
Subscriptions & dues			0.00%
Postage & freight	14,600	3,675	25.17%
Liability insurance	12,500	1,395	11.16%
Indirect costs to general fund	220,000	55,000	25.00%
Bad debt expense	0	0	0.00%
Subtotal maintenance and operations	483,745	104,323	21.57%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending September 30, 2018

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

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay	180,000	0	0.00%
Construction:			
Bond Issuance Costs	0	0	0.00%
Water/Waste Water Master Plan	0	0	0.00%
Legal fees	0	0	0.00%
Legal Advertising	0	0	0.00%
Investment Expense	1,400	654	46.74%
Impact Fee Study	0	6,135	0.00%
260 Design	0	0	0.00%
Riverfront WWTP Deisng/Feasib	350,000	32,369	9.25%
Effluent Disposal System		0	0.00%
Lift Station	390,000	0	0.00%
Recl H2O Pump System Upgrade	55,000	0	0.00%
Construction - General	390,000	0	0.00%
WWTP Upgrades	500,000	8,898	1.78%
12th Street Fir 89A Reclamation	0	0	0.00%
Subtotal construction expenses	1,686,400	48,056	2.85%
Total Expenditures	2,350,145	152,380	6.48%
Excess (deficiency) of revenues over (under) expenditures	334,835	548,665	
Other Financing Sources (Uses):			
Operating transfers in	1,878,510	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)	1,878,510	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	2,213,345	548,665	

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending September 30, 2018

Sewer Maintenance & Operations- 51

	Adopted		
	Budget	Y-T-D	% Used
Expenditures:			
Operating:			
Salaries	347,680	65,489	18.84%
Temporary Employees	0	0	0.00%
Overtime	57,750	14,154	24.51%
Holiday pay	2,250	208	9.24%
Social security	25,280	4,858	19.22%
Medicare tax	5,910	1,136	19.22%
AZ state retirement	48,110	9,414	19.57%
Health & life insurance	82,295	18,219	22.14%
Worker's compensation	21,480	4,026	18.74%
Clothing allowance	1,750	120	6.86%
Operational supplies	39,000	1,791	4.59%
Tools	3,100	31	0.99%
Gas & oil	10,000	1,789	17.89%
Chlorine	5,700	0	0.00%
Polymer	22,500	0	0.00%
Odor control supplies	0	0	0.00%
Office supplies	3,400	346	10.17%
Copier supplies	0	69	0.00%
Vehicle maintenance	5,000	324	6.49%
Equipment maintenance	255,000	90,138	35.35%
Building maintenance	1,000	553	55.28%
Contractual services	240,000	4,603	1.92%
Employee physicals	0	0	0.00%
Computer support	1,200	253	21.05%
Lab / testing	88,000	8,723	9.91%
Sludge disposal	99,000	22,137	22.36%
Legal advertising	0	0	0.00%
Utilities	575,000	82,658	14.38%
Telephone	4,500	631	14.02%
ADEQ annual fee	31,000	8,940	28.84%
Travel & training	2,500	772	30.86%
Continuing education	0	0	0.00%
Equipment rental	0	0	0.00%
Subscriptions & dues	0	0	0.00%
Postage & freight	7,500	3,329	44.38%
Liability insurance	39,325	8,369	21.28%
Subtotal maintenance and operations	2,025,230	353,076	17.43%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending September 30, 2018

Sewer Maintenance & Operations- 51 (page 2)	Adopted		
	Budget	Y-T-D	% Used
Capital Outlay:	0	6,904	0.00%
Debt Service:			
Principal	90,965	24,213	26.62%
Interest	96,850	22,741	23.48%
Trustee Fees	300	0	0.00%
Total Expenditures	188,115	53,859	28.63%
Excess (deficiency) of revenues over (under) expenditures	(188,115)	(53,859)	
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	(188,115)	(53,859)	