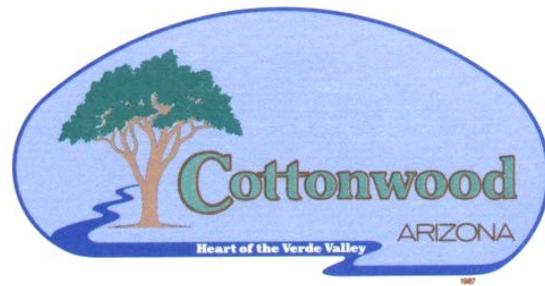


FY 2012 4th Quarter Financial Report



City of Cottonwood

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City of Cottonwood
Fiscal Year 2012 – 4th Quarter Report
For the period ending June 30, 2012

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EXECUTIVE SUMMARY

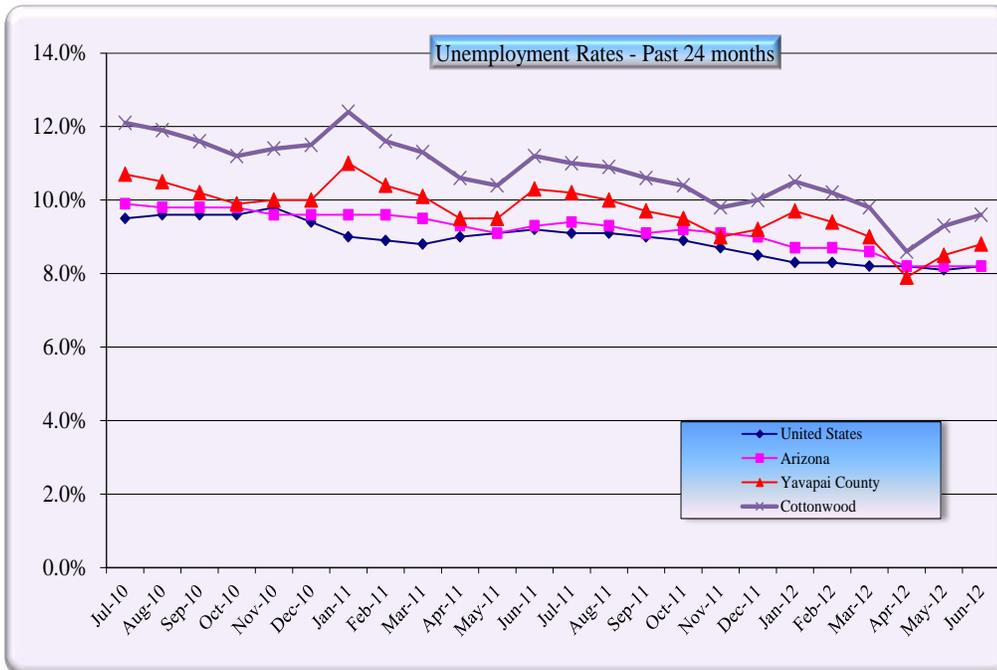
This report is a summary of the financial activity for the City of Cottonwood major operating funds. It is reflective of activity through the period ending June 30, 2012 and it should be noted that the information presented within this document is unaudited. This report also contains a brief description of each of the City's major revenue sources and expenditure data by fund. A detailed analysis of each is also presented, highlighting any issues or concerns. The executive section contains broad general data that affects the overall community.

Unemployment Data:

As we complete the final quarter of this fiscal year we can see in the chart to the right that the U.S. unemployment rate¹ has not changed drastically over the past few months. The State of Arizona² has not fared much better during this same period.

Yavapai County³ on the other hand has seen its number rise to 8.8% from 7.9% in April. The City of Cottonwood⁴ unemployment figures have also climbed over that past three months, however still below the 10% recorded in winter months.

Monthly	United States	Arizona	Yavapai County	Cottonwood
Jul-10	9.5%	9.9%	10.7%	12.1%
Aug-10	9.6%	9.8%	10.5%	11.9%
Sep-10	9.6%	9.8%	10.2%	11.6%
Oct-10	9.6%	9.8%	9.9%	11.2%
Nov-10	9.8%	9.6%	10.0%	11.4%
Dec-10	9.4%	9.6%	10.0%	11.5%
Jan-11	9.0%	9.6%	11.0%	12.4%
Feb-11	8.9%	9.6%	10.4%	11.6%
Mar-11	8.8%	9.5%	10.1%	11.3%
Apr-11	9.0%	9.3%	9.5%	10.6%
May-11	9.1%	9.1%	9.5%	10.4%
Jun-11	9.2%	9.3%	10.3%	11.2%
Jul-11	9.1%	9.4%	10.2%	11.0%
Aug-11	9.1%	9.3%	10.0%	10.9%
Sep-11	9.0%	9.1%	9.7%	10.6%
Oct-11	8.9%	9.2%	9.5%	10.4%
Nov-11	8.7%	9.1%	9.0%	9.8%
Dec-11	8.5%	9.0%	9.2%	10.0%
Jan-12	8.3%	8.7%	9.7%	10.5%
Feb-12	8.3%	8.7%	9.4%	10.2%
Mar-12	8.2%	8.6%	9.0%	9.8%
Apr-12	8.2%	8.2%	7.9%	8.6%
May-12	8.1%	8.2%	8.5%	9.3%
Jun-12	8.2%	8.2%	8.8%	9.6%



The graph below shows that there have been improvements in the overall numbers over the past 24 months. The fluctuations in the overall unemployment statistics have created uneasiness despite the improvements of the past two years. To continue the improvement in the overall unemployment outlook will require that the housing market deplete its currently inventory and new housing construction to begin.

¹ United States - <http://data.bls.gov/pdq/SurveyOutputServlet>

² Arizona - http://data.bls.gov/PDQ/servlet/SurveyOutputServlet?data_tool=latest_numbers&series_id=LASST04000003

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

⁴ Cottonwood - <http://www.workforce.az.gov/local-area-unemployment-statistics.aspx>

The fiscal situation of the City of Cottonwood is still stable despite the local economy. Much of credit goes to the early establishment of an increase in sales tax as well as to our employees for their attention to costs.

As you can see by the consolidated chart at the left, we are finishing the fiscal year in good overall shape. We will cover the condition of the other funds later in this document, some of which are struggling and will require some careful monitoring.

The operating revenues were not what we anticipated, however, we did not complete all the budgeted projects, or even solicit any major bond financing as planned. This trend will be change as we enter the new fiscal year where several street projects and facility projects will need bonding in order to come to fruition. Some of these will be discussed in the capital improvement portion of this document.

	Consolidated	
	Budget	4th Qtr Actual
Revenues	\$27,526,910	\$26,258,537
Operating Expenditures	25,556,420	22,546,831
Capital Outlay	23,139,900	3,973,660
Debt Service	4,590,595	4,591,701
Revenues over (under) Expenditures	(25,760,005)	(4,853,656)
Other Funding Sources & Uses	10,609,050	(354,552)
Revenues & other funding sources & uses over (under) Expenditures	(15,150,955)	(5,208,207)
Beginning Fund Balance	23,563,825	23,563,825
Ending Fund Balance	\$8,412,870	\$18,355,618

GENERAL FUND

	General Fund	
	Budget	4th Qtr Actual
Revenues	\$15,219,955	\$15,093,197
Operating Expenditures	14,737,095	13,597,330
Capital Outlay	1,806,160	1,047,741
Debt Service	0	0
Revenues over (under) Expenditures	(1,323,300)	448,127
Other Funding Sources & Uses	(939,495)	(1,060,128)
Revenues & other funding sources & uses over (under) Expenditures	(2,262,795)	(612,001)
Beginning Fund Balance	7,055,905	7,055,905
Ending Fund Balance	\$4,793,110	\$6,443,904

As we completed the final fiscal quarter, the General Fund continued to deal with a struggling local economy. The overall operating revenues were \$126,758 below projections. Most of the shortages were due to grants not coming to realization. This is not uncommon and seems to happen every year because the City of Cottonwood budgets for any potential grant opportunity. Also realizing that if the grants do not come through, the expenditures associated with the grant also will not be pursued.

Each department was well aware of the issues that the City has been facing for the past nearly five years. Their efforts at cost containment have been helpful in keeping the City fiscally sound.

It was originally planned to use about \$2.3M in reserves, however, with some projects not started or completed during the fiscal year, the use of reserves was limited to only \$612,000.

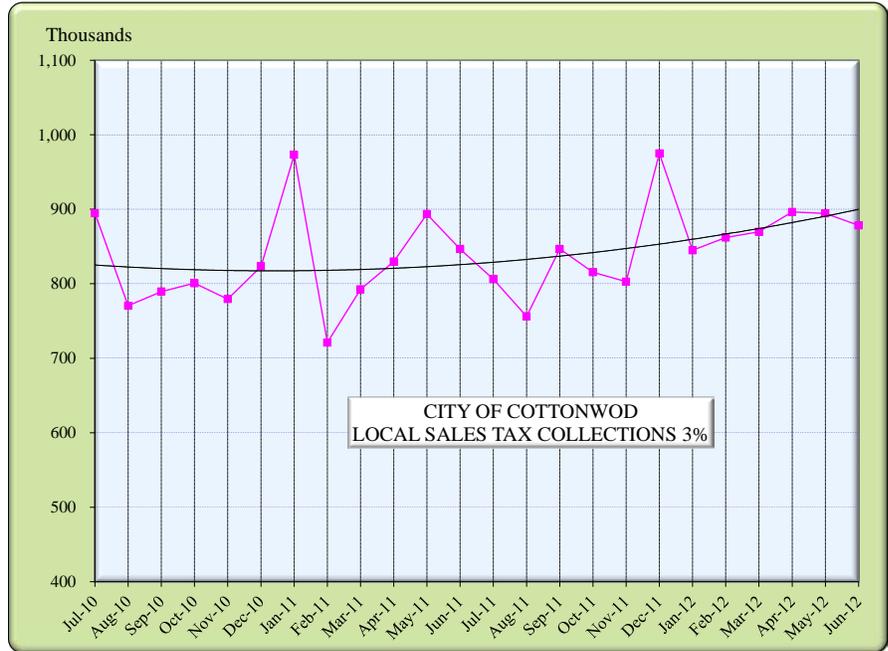
This reduced our fund balance from \$7.1M to 6.4M.

Local sales tax:

This is the General Fund’s major source of funds at about 53.6% of its regular operating revenue. This revenue is monitored very closely for changes both positive and negative.

At the end of the fourth quarter our local sales tax is up by 3.4% over last fiscal year for the same period. The City of Cottonwood is still struggling to obtain the 5–7% increases that are common among other communities, however, it is continues to have some small yet much needed increase in it sales tax.

The city’s General Fund continues to be in relative good shape due to the shift of all sales tax from other funds to the General Fund in order to keep it stable. The sales tax will need to be shifted back to other funds in the next few years in order to replenish capital reserves and improve our financial position.



State Shared Sales Tax:

This revenue is sales tax collected by the state and distributed to the various incorporated communities. In contrast to local sales tax, the State of Arizona is finishing the fiscal year on a positive note. It began the fiscal year at nearly 9% and then tapered off to finish at 5.6%. This is off from the original estimates of a 7% overall for the year anticipated by state forecasters. Regardless, it is still an impressive increase in this tough economy. At this point we are at 2005 levels with the annual collections of \$880,250.



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

We are now entering a recover period that will be a long and difficult. The city will slowly begin to work on improvements that were neglected over the years and replenish its reserves in preparation for future downturns as well as improvement to it fiscal position.

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

SPECIAL REVENUE FUNDS

	Special Revenues	
	Budget	4th Qtr Actual
Revenues	\$2,484,250	\$1,457,993
Operating Expenditures	2,206,025	2,108,855
Capital Outlay	5,930,640	1,038,042
Debt Service	0	0
Revenues over (under) Expenditures	(5,652,415)	(1,688,903)
Other Funding Sources & Uses	4,328,545	705,576
Revenues & other funding sources & uses over (under) Expenditures	(1,323,870)	(983,327)
Beginning Fund Balance	804,308	804,308
Ending Fund Balance	(\$519,562)	(\$179,019)

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

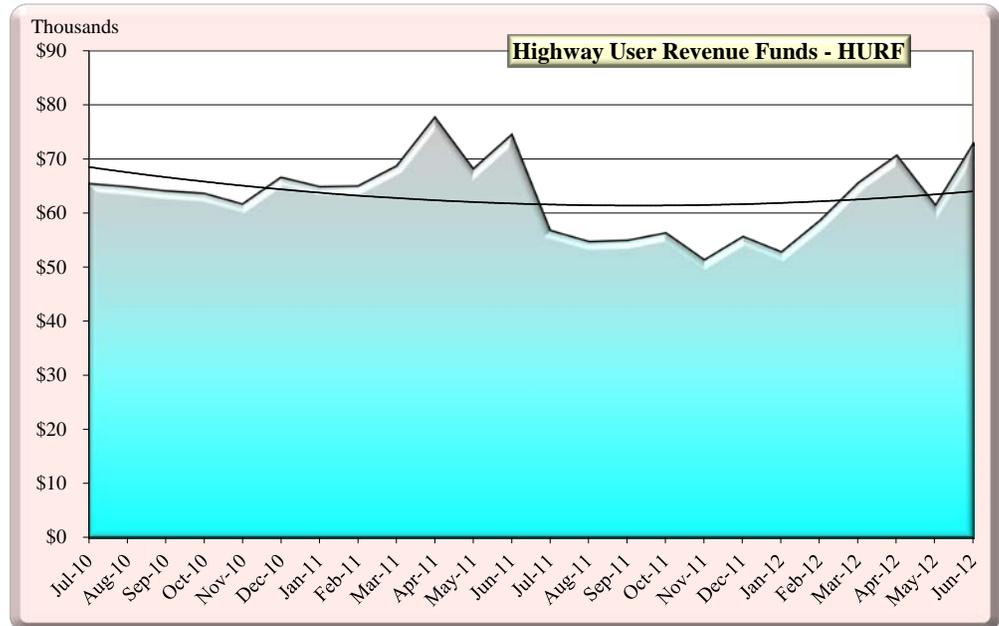
HURF Revenues:

HURF⁵ revenues are still at about FY 2001 levels for the same period. Much of what is happening to this fund is due to the legislature as it continues to raid state HURF to support the Arizona Department of Public Safety and the Arizona Motor Vehicle Division. There is some glimmer for this revenue as the state will limit the amount of monies being taken out of the fund next fiscal year.

This revenue has declined nearly 27.2% since 2007. Much of the loss is again related to the state and its fiscal problems.

Operating expenditures were at 85.9%, which is below where they should be at this time of year by 14.1%. Most every line item is in line with where it should be or below.

Costs have begun to increase in the capital outlay as the reconstruction of Mingus Avenue from Willard Street to SR 89A is going on. Another project in the works for the near future is the 12th Street project from Fir St. to SR89A design work. Both these project are multimillion dollar projects and will more likely be financed through a bond or a Greater Arizona Development Authority (GADA) Loan.



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

⁵ The HURF funds streets maintenance, street construction.

CAPITAL PROJECTS

This fund continues to be in good fiscal order; however, this fund continues to be tapped into heavily as the City take advantage of acquiring necessary assets and remodeling them for needed office space at reduced construction costs. The City of Cottonwood continues to push large sums of monies into the local economy to keep local contractors working and construction projects moving forward.

	Capital Improvements	
	Budget	4th Qtr Actual
Revenues	\$405,000	\$207,046
Operating Expenditures	0	0
Capital Outlay	7,607,600	267,102
Debt Service	0	
Revenues over (under)		
Expenditures	(7,202,600)	(60,055)
Other Funding Sources & Uses	(3,000,000)	0
Revenues & other funding sources & uses over (under)		
Expenditures	(10,202,600)	(60,055)
Beginning Fund Balance	14,212,682	14,212,682
Ending Fund Balance	\$4,010,082	\$14,152,627

It continues to be a City priority to use these funds at this time to assist in supporting the local economy. The City does this to support the local economy and keep unemployment in the construction sector from climbing as it waits for the local and state economic base to improve.

The remaining reserves in this fund are anticipated to pay for the Wastewater Reclamation Facility at Riverfront Park, which will provide much need reclaimed water to the area sport fields. It will also provide financial support for a New City Hall while a financing package can be arranged.

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

Below are the major projects funded by these reserves for this fiscal year. Some of these costs are remaining from previous year's project not completed in FY 2011, others are projects that are on the drawing board and are planned to begin construction next fiscal year. Any projects that are not completed by year end have been rolled over into next fiscal year via the budget process recently completed.

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay:			
Investment Expenses	0	8,996	0.00%
Railroad Wash	165,000	0	0.00%
6th St- Silver Springs Wet Cr	120,000	0	0.00%
Camino Real - Oak Creek Wash Wet CR	120,000	0	0.00%
Capital Projects	5,500,000		0.00%
Land Acquisition	50,000	87,240	174.48%
Architecture - City Hall	100,000	11,345	11.35%
Old Town Jail Remodel	60,200	39,465	65.56%
Old Court Bldg Remodel	102,800	72,264	70.30%
Old Town Parking & Rear Utility	190,000	15,444	8.13%
Riverfront Park Ramada Parking	114,600	6,334	5.53%
Fire Station 2 (GADA) Design	120,000		0.00%
Portal Signs COC	10,000	1,849	18.49%
Gardner Bldg Demo	70,000		0.00%
Rec Center Solar	600,000	166	0.03%
Communications Architecture	285,000	24,000	8.42%
Total Expenditures	7,607,600	267,102	3.51%

ENTERPRISE FUNDS

Both these funds were programmed to use some of their reserves during the course of the 2012 fiscal year. As you can see there was some reserves used, however, nowhere near what was anticipated.

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

Both these systems continue to be behind on their revenue generation and are in need of a rate

adjustment to compensate for the bad economy, lack of rate increases, the effects of conservation and increasing costs to maintain the current level of service.

The city staff, along with some City Council members, and citizens from within the city limits and outside the city limits have been meeting on and off through the past year in preparation for an in-house rate study and possible adjustment. The meetings have been delayed as the city begins preparation for a compensation study.

DEBT SERVICE FUNDS

This fund began the year in good shape; with some sales taxes and a little 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.

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

Currently, 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.

	Enterprise Funds			
	Wastewater		Water	
	Budget	4th Qtr Actual	Budget	4th Qtr Actual
Revenues	\$1,465,900	\$1,385,063	\$5,824,620	\$6,040,475
Operating Expenditures	1,870,645	1,569,847	6,701,055	3,193,312
Capital Outlay	4,182,650	604,397	3,612,850	1,016,379
Debt Service	0	0	2,527,310	2,527,310
Revenues over (under)				
Expenditures	(4,587,395)	(789,182)	(7,016,595)	(696,526)
Other Funding Sources & Uses	7,000,000	0	3,220,000	0
Revenues & other funding sources & uses over (under)				
Expenditures	\$2,412,605	(789,182)	(3,796,595)	(\$696,526)

	Debt Service	
	Budget	4th Qtr Actual
Revenues	\$2,063,435	\$2,064,391
Operating Expenditures		2,064,391
Capital Outlay		
Debt Service	2,063,285	2,064,391
Revenues over (under)		
Expenditures	150	(2,064,391)
Other Funding Sources & Uses	0	0
Revenues & other funding sources & uses over (under)		
Expenditures	150	0
Beginning Fund Balance	1,210,126	1,210,126
Ending Fund Balance	\$1,210,276	\$1,210,126

BRIEF OVERVIEW

As we finish the year we are still looking for definitive proof that we are leaving our difficult times. We are comfortable that the economy is slowly turning the corner, and we remain cautiously optimistic in our future planning.

The City continues with its traditional fiscally conservative posture in doing their everyday business while looking for ways to reduce costs, provide quality essential services, and protect its staff. It shall continue to maintain reasonable reserves for unforeseeable emergencies as is sensible.

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

General Fund - 01	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	\$8,951,235	\$9,367,870	104.65%
Licenses & permits	122,000	119,889	98.27%
Intergovernmental revenue	2,493,805	2,282,428	91.52%
Charges for services	2,694,795	2,274,409	84.40%
Fines & forfeitures	153,000	218,889	143.06%
Uses of monies & properties	46,000	80,891	175.85%
Miscellaneous revenues	759,120	748,822	98.64%
Total revenues	<u>15,219,955</u>	<u>15,093,197</u>	<u>99.17%</u>
Expenditures:			
Operating:			
Administration	665,860	668,391	100.38%
Personnel	184,800	160,339	86.76%
Council	513,405	391,824	76.32%
Natural resources	164,195	95,664	58.26%
City Clerk	255,115	227,014	88.99%
Finance	354,435	333,394	94.06%
IT Services	93,305	148,441	159.09%
Purchasing	73,010	77,658	106.37%
Planning & zoning	313,285	307,115	98.03%
Police	3,454,580	3,398,917	98.39%
Ordinance Enforcement	185,800	181,404	97.63%
Communications	768,720	731,337	95.14%
Economic Development	101,405	113,931	112.35%
Fire	2,606,735	2,459,763	94.36%
Court	419,935	380,021	90.50%
Legal	317,580	270,814	85.27%
Engineering	523,595	475,541	90.82%
Parks & recreation	331,200	403,235	121.75%
Pool	156,490	98,420	62.89%
Weightroom	0	0	0.00%
Rec Center Operations	1,397,220	1,252,730	89.66%
Building maintenance	416,845	431,252	103.46%
Custodial	132,000	130,462	98.84%
Public Works	311,830	331,287	106.24%
Transfer Station	0	26,668	
Non-departmental	995,750	501,708	50.38%
Subtotal maintenance and operations	<u>14,737,095</u>	<u>13,597,330</u>	<u>92.27%</u>
Capital outlay:	1,806,160	1,047,741	58.01%
Total Expenditures	<u>16,543,255</u>	<u>14,645,071</u>	<u>88.53%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,323,300)</u>	<u>448,127</u>	
Other financing sources (uses):			
Operating transfers in	23,490	23,490	100.00%
Sales of City Equipment	2,000	0	0.00%
Capital leases	(370,450)	(354,552)	95.71%
Transfers out	(594,535)	(729,066)	122.63%
Total other financing sources (uses)	<u>(939,495)</u>	<u>(1,060,128)</u>	<u>112.84%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(2,262,795)</u>	<u>(612,001)</u>	
Fund balance, July 1, 2011		<u>7,055,905</u>	
Estimated fund balance @ June 30, 2012		<u><u>\$6,443,904</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

HURF - 02

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$781,725	826,169	105.69%
Uses of monies & properties	2,000	1,368	68.40%
Miscellaneous revenues	12,000	0	0.00%
Total revenues	795,725	827,537	104.00%
Expenditures:			
Operating:			
Salaries	160,100	147,756	92.29%
Overtime	2,000	2,151	107.54%
Health & life insurance	52,245	47,721	91.34%
Temp employees	0	0	0.00%
Clothing allowance	2,000	1,397	69.86%
Travel & training	500	54	10.88%
Subscriptions & dues	150	143	95.33%
Gas & oil	19,000	19,181	100.95%
Vehicle maintenance	10,000	4,848	48.48%
Equipment maintenance	25,000	34,441	137.76%
Computer support	1,155	791	68.52%
Operational supplies	1,800	1,979	109.94%
Office supplies	300	1,436	478.82%
Utilities	8,925	7,734	86.66%
Telephone	1,890	1,789	94.67%
Street lights	46,000	51,304	111.53%
Legal advertising	450	0	0.00%
Engineering Services	0	0	0.00%
General counsel	0	0	0.00%
Postage & freight	200	34	16.76%
Bank charges	300	91	30.17%
Tools	3,000	3,044	101.45%
Equipment rental	10,500	4,620	44.00%
Building maintenance & repair	300	879	293.10%
Liability insurance	13,860	13,024	93.97%
Worker's compensation	9,085	13,001	143.10%
Social security	9,975	8,947	89.69%
AZ state retirement	17,290	15,684	90.71%
Employee physicals	500	183	36.60%
Medicare tax	2,330	2,092	89.80%
Liability claims deductible	0	193	0.00%
Continuing education	0	0	0.00%
Indirect costs to general fund	443,545	318,453	71.80%
Culverts	5,000	102	2.05%
Materials	20,000	17,030	85.15%
Street signs	14,000	17,766	126.90%
Street marking	47,000	34,459	73.32%
Rodeo Dr. St. Reimbursement	0	490	0.00%
Pavement Preservation	5,000	21,937	438.74%
Contractual services	33,000	2,131	6.46%
Equipment purchase	98,000	121,101	123.57%
Street light contingency	3,500	0	0.00%
Subtotal maintenance and operations	1,067,900	917,988	85.96%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

HURF - 02 (page 2)

	Adopted Budget	Y-T-D	% Used
Debt Service:			
Principal	0	0	0.00%
Interest	0	0	0.00%
Capital Outlay:			
Equipment	0		0.00%
Pavement Preservation	632,000	592,347	93.73%
Street Contingency	851,050	12,131	1.43%
Sidewalk Additions	137,000		0.00%
10th st & Main Project	50,000	80	0.00%
W Mingus Reconstruction	2,338,195	231,074	9.88%
12th St 89A to Fir	695,400	20,033	2.88%
12th Street Project		38,160	
6th street bridge	10,000	3,990	39.90%
Willard St Bridge	10,000	7	0.00%
Total Expenditures	<u>5,791,545</u>	<u>1,815,808</u>	<u>31.35%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,063,720)</u>	<u>(988,271)</u>	
Other Financing Sources (Uses):			
Operating Transfers In	0	0	0.00%
Proceeds from Bonds	3,750,000	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	<u>3,750,000</u>	<u>0</u>	<u>0.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(2,313,720)</u>	<u>(988,271)</u>	
Fund balance, July 1, 2011		<u>583,364</u>	
Estimated fund balance @ June 30, 2012		<u><u>(\$404,907)</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2010

CATS - 02	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue			0.00%
Charges for services			0.00%
Total revenues	0	0	0.00%
Expenditures:			
Salaries	0	7,430	0.00%
Overtime	0	0	0.00%
Health/life insurance	0	850	0.00%
Temporary employee	0	0	0.00%
Clothing allowance	0	0	0.00%
Holiday pay	0	0	0.00%
Travel/training	0	171	0.00%
Subscriptions/dues	0	225	0.00%
Gas & oil	0	0	0.00%
Vehicle maintenance	0	468	0.00%
Equipment maintenance	0	0	0.00%
Radio maintenance	0	0	0.00%
Computer Support	0	0	0.00%
Office supplies	0	0	0.00%
Copier supplies	0	0	0.00%
Utilities	0	0	0.00%
Telephone	0	2,126	0.00%
Printing & forms	0	4,176	0.00%
Advertising	0	978	0.00%
Postage & freight	0	29	0.00%
Contractual Services	0	24,939	0.00%
Audit expense	0	0	0.00%
Liability insurance	0	0	0.00%
State compensation insurance	0	11	0.00%
Social security	0	453	0.00%
AZ retirement	0	798	0.00%
Employee physicals / drug tests	0	0	0.00%
Medicare	0	106	0.00%
Continuing education	0	0	0.00%
Indirect costs to GF	0	0	0.00%
Subtotal maintenance and operations	0	42,760	#DIV/0!
Capital Outlay:	0	0	#DIV/0!
Total Expenditures	0	42,760	#DIV/0!
Fund balance, July 1, 2008 (unaudited)			
Excess (deficiency) of revenues over (under) expenditures	0	(42,760)	
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			
	0	(42,760)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

Library - 03

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Other income	\$13,420	\$15,241	113.57%
Interest income	130	342	262.75%
City Sales Tax	270	0	0.00%
Yavapai county	197,250	210,363	106.65%
AZ LSCA/Yavapai county grant	39,000		0.00%
HVAC Grant	0	20,601	0.00%
Total revenues	250,070	246,547	98.59%
Expenditures:			
Operating:			
Salaries	352,040	354,096	100.58%
Health & life insurance	68,890	69,015	100.18%
Temp employees	18,720	19,699	105.23%
Holiday pay	0	0	0.00%
Travel & training	600	1,044	174.06%
Subscriptions & dues	180	161	89.71%
Gas & oil	0	0	0.00%
Vehicle maintenance	0	0	0.00%
Equipment maintenance	9,400	9,526	101.34%
Computer support	1,890	4,487	237.42%
Collection expenses	2,900	1,692	58.33%
Office supplies	6,300	3,073	48.78%
Copier supplies	945	9,587	1014.46%
Utilities	56,500	52,843	93.53%
Telephone	10,000	7,632	76.32%
Special Dept. Supplies	0	0	0.00%
Youth programs	380	366	96.39%
Legal advertising	0	0	0.00%
Postage & freight	5,560	5,866	105.50%
Book purchases	25,000	25,049	100.20%
District - Materials	0	0	0.00%
Network & technology expenses	35,020	28,981	82.76%
Annual volunteer appreciation	0	567	0.00%
Liability Insurance	23,320	14,861	63.73%
Worker's compensation	3,940	3,266	82.89%
Social security	23,720	22,839	96.29%
AZ state retirement	37,840	35,867	94.79%
Medicare tax	5,550	5,341	96.24%
Continuing education	0	0	0.00%
Recruitment Cost	400	500	125.00%
Indirect costs to general fund	142,255	160,325	112.70%
Subtotal maintenance and operations	831,350	836,683	100.64%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

Library - 03 (page 2)

	Adopted Budget	Y-T-D	% Used
Capital outlay:	49,000	40,704	0.00%
Total expenditures	<u>880,350</u>	<u>877,387</u>	<u>99.66%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(630,280)</u>	<u>(630,840)</u>	
Other financing sources (uses):			
Operating transfers in	556,230	630,840	113.41%
Proceeds from bonds	0	0	0.00%
Capital leases	0	0	0.00%
Transfers out	<u>0</u>	<u>0</u>	<u>0.00%</u>
Total other financing sources (uses)	<u>556,230</u>	<u>630,840</u>	<u>113.41%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(74,050)</u>	<u>0</u>	
Fund balance, July 1, 2011		<u>74,051</u>	
Estimated fund balance @ June 30, 2012		<u><u>\$74,051</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

Cemetery 04

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Interest Income	\$10	\$210	2100.00%
Charges for services	1,700	2,700	158.82%
Total revenues	1,710	2,910	170.18%
Expenditures:			
Equipment Maintenance & Repair	0	497	0
Utilities	19,000	21,723	114.33%
Telephone	0	157	0.00%
Grave Liners	3,000	2,835	94.50%
Miscellaneous Expense	500	224	44.86%
Indirect Costs	9,400	6,160	65.53%
Subtotal maintenance and operations	31,900	31,596	99.05%
Capital improvements	0	0	0.00%
Total expenditures	31,900	31,596	99.05%
Excess (deficiency) of revenues over (under) expenditures	(30,190)	(28,686)	
Other financing sources (uses):			
Operating transfers in	18,690	28,686	153.49%
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)	18,690	28,686	153.49%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(11,500)	0	
Fund balance, July 1, 2011		(0)	
Estimated fund balance @ June 30, 2012		(\$0)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

Airport - 05

	Adopted Budget	Y-T-D	% Used
Revenues:			
Other Income	\$0	\$0	0.00%
Late Fees	\$100	\$280	280.16%
Tie down rent	22,500	20,267	90.08%
Airpark Rents	0	0	0.00%
FBO building rental income	0	0	0.00%
1 Fuel sales income	200,000	191,190	95.59%
Land lease fees	33,000	32,886	99.65%
Oil Sales	0	304	0.00%
City hangar lease fees	30,650	31,611	103.14%
Total revenues	286,250	276,538	96.61%
Expenditures:			
Equipment maintenance	8,000	8,282	103.52%
Computer Support	0	91	0.00%
Operational Supplies	2,000	4,761	238.06%
2 Airport Annual Event	6,000	10,920	182.01%
Utilities	12,075	11,432	94.67%
Telephone	870	1,004	115.35%
General Counsel	0	0	0.00%
Contractual Services	2,100	1,343	63.95%
Fuel Expense	175,000	179,010	102.29%
Oil Expense	0	265	#DIV/0!
Bank Charges	475	6,475	1363.24%
Building maintenance	3,000	353	11.75%
Liability Insurance	5,300	5,628	106.19%
Equipment Purchase	0	244	0.00%
Indirect costs	60,055	92,780	0.00%
Subtotal maintenance and operations	274,875	322,588	117.36%
Capital improvements - hangars	0	0	0.00%
Total expenditures	274,875	322,588	117.36%
Excess (deficiency) of revenues over (under) expenditures	11,375	(46,050)	
Other financing sources (uses):			
Operating transfers in	19,615	69,540	0.00%
Proceeds from lease purchase	0	0	0.00%
Capital leases	0	0	0.00%
Transfers out	(23,490)	(23,490)	100.00%
Total other financing sources (uses)	(3,875)	46,050	-1188.38%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	7,500	0	
Fund balance, July 1, 2011		(10,103)	
Estimated fund balance @ June 30, 2012		(\$10,103)	

Notes:

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

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

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

Sewer Consolidated - 06

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	\$0	\$0	0.00%
Charges for services	1,429,900	1,318,863	92.23%
Uses of monies & properties	10,500	24,982	237.92%
Miscellaneous revenues	25,500	41,218	161.64%
Total revenues	1,465,900	1,385,063	94.49%
Expenditures:			
Operating:			
Salaries	379,640	380,008	100.10%
Overtime	36,000	49,507	137.52%
Health & life insurance	92,180	67,764	73.51%
Temporary Employees	0	0	0.00%
Clothing allowance	2,500	1,729	69.15%
Holiday pay	1,000	1,120	112.04%
Travel & training	2,000	974	48.69%
Subscriptions & dues	750	222	29.60%
Printing & forms	750	1,326	176.86%
Bad debt expense	12,000	0	0.00%
Gas & oil	11,000	9,295	84.50%
Vehicle maintenance	7,000	6,337	90.53%
Equipment maintenance	150,000	172,511	115.01%
Chlorine	2,500	2,142	85.69%
Polymer	16,000	14,970	93.56%
Computer support	4,000	1,837	45.92%
Operational supplies	28,000	17,563	62.73%
Office supplies	1,900	1,607	84.60%
Copier Supplies	750	456	60.85%
Utilities	367,600	362,700	98.67%
Telephone	3,400	4,326	127.24%
Legal Advertising	2,400	232	9.68%
General Counsel	0	371	0.00%
Contractual services	54,000	25,323	46.90%
Sludge disposal	100,000	78,587	78.59%
Postage & freight	6,400	12,397	193.70%
Bank Charges	0	0	0.00%
Odor control supplies	0	0	0.00%
Lab / testing	50,000	44,583	89.17%
Tools	1,500	1,116	74.40%
Equipment rental	1,500	528	35.19%
Building maintenance	23,000	165	0.72%
Liability insurance	38,600	33,447	86.65%
Worker's compensation	11,280	7,604	67.41%
Social security	25,890	26,216	101.26%
AZ state retirement	44,900	43,695	97.32%
Employee physicals	100	83	83.00%
Medicare tax	6,050	6,132	101.35%
ADEQ annual fee	15,000	13,520	90.13%
Continuing education	0	252	0.00%
Reserve replacement fund	0	0	0.00%
Indirect costs to general fund	371,055	179,201	48.29%
Subtotal maintenance and operations	1,870,645	1,569,847	83.92%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending June 30, 2012

Sewer Consolidated - 06 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Capital Outlay:	4,182,650	604,397	14.45%
Total Expenditures	<u>6,053,295</u>	<u>2,174,245</u>	<u>35.92%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,587,395)</u>	<u>(789,182)</u>	
Other Financing Sources (Uses):			
Operating transfers in	3,000,000	0	0.00%
Proceeds from bonds / loans	4,000,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	<u>0</u>	<u>0</u>	<u>0.00%</u>
Total other financing sources (uses)	<u>7,000,000</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>\$2,412,605</u></u>	<u><u>(\$789,182)</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

**Sewer Construction
& Administration - 06**

	Adopted Budget	Y-T-D	% Used
Revenues:			
City sales tax	\$0	\$0	0.00%
User fees - admin residential	135,000	133,804	99.11%
User fees - admin commercial	23,900	23,441	98.08%
User fees - admin multi-residential	90,000	88,785	98.65%
Recovery of bad debts	0	(606)	0.00%
Sale of City Property	0	0	0.00%
Other income	5,500	0	0.00%
Interest income	10,000	15,561	155.61%
Interest - equipment reserve	0	172	0.00%
Interest - expansion fund	0	9,038	0.00%
Interest - bond reserve fund	0		0.00%
Total revenues	264,400	270,196	102.19%

Expenditures:

Administration

Salaries	91,730	93,567	102.00%
Overtime and Holiday Pay	1,000	2,320	231.98%
Health & life insurance	26,330	14,502	55.08%
Temp Employees	0	0	0.00%
Travel & training	0	12	0.00%
Subscriptions & dues	0	0	0.00%
Printing & forms	750	1,326	176.86%
Bad debt expense	12,000	0	0.00%
Equipment maintenance	0	0	0.00%
Computer support	1,500	289	19.28%
Office supplies	400	802	200.62%
Copier Supplies	250	1	0.23%
Utilities	2,600	2,636	101.37%
Telephone	0	1,126	0.00%
General Counsel	0	371	0.00%
Contractual Services	4,000	5,166	129.15%
Legal advertising	2,400	0	0.00%
Postage & freight	400	8,570	2142.52%
Bank charges	0	0	0.00%
Liability insurance	5,900	9,604	162.77%
Worker's compensation	480	147	30.63%
Social security	5,750	5,766	100.28%
AZ state retirement	9,970	9,701	97.31%
Medicare tax	1,340	1,349	100.67%
Continuing education	0		0.00%
Indirect costs to general fund	371,055	179,201	48.29%
Subtotal maintenance and operations	537,855	336,455	62.55%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

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

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay	6,250	5,504	0.00%
Construction:			
Legal fees	0	0	0.00%
Legal Advertising	500	333	66.50%
Investment Expense	400	762	190.52%
ADEQ Gardner Prop Cleanup	0	0	0.00%
Rodeo Dr. Reimbursement	0	0	0.00%
260-Design	100,000	0	0.00%
260-Construction	0	0	0.00%
Line extensions	255,000	8,445	3.31%
Pump System Upgrade	0	0	0.00%
Riverfront WWTP Design	3,000,000	334,357	11.15%
Effluent disposal system	0	0	0.00%
WWTP-Master Plan	0	0	0.00%
WWTP-Head Works	0	0	0.00%
Lift Station	150,000	90,678	60.45%
WWTP-Upgrades	400,000	13,280	3.32%
Recl H2O Pump System Upgrade	0	110,226	0.00%
Construction General	185,000	13,837	7.48%
Parking Lot Reconstruction	57,000	0	0.00%
Subtotal construction expenses	4,147,900	571,918	13.79%
Total Expenditures	4,692,005	913,877	19.48%
Excess (deficiency) of revenues over (under) expenditures	(4,427,605)	(643,681)	
Other Financing Sources (Uses):			
Operating transfers in	3,000,000	0	0.00%
Proceeds from other sources	4,000,000	0	0.00%
Capital leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	7,000,000	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	2,572,395	(643,681)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

Sewer Maintenance & Operations- 06

	Adopted Budget	Y-T-D	% Used
Revenues:			
City sales tax	\$0	\$0	0.00%
User fees - M&O residential	458,500	399,676	87.17%
User fees - M&O multi-residential	305,000	274,467	89.99%
User fees - M&O commercial	400,500	348,300	86.97%
Tap fees	0	0	0.00%
Reserves -	0	6,250	0.00%
Impact fees	8,000	41,802	522.53%
Effluent Revenue	9,000	8,587	95.41%
Building Rental	0	0	0.00%
Late fees - interest charges	20,000	35,574	177.87%
Connection fees	500	210	42.00%
Total revenues	1,201,500	1,114,867	92.79%
Expenditures:			
Operating:			
Salaries	287,910	286,441	99.49%
Overtime	35,000	47,187	134.82%
Health & life insurance	65,850	53,263	80.88%
Temporary Employees	0	0	0.00%
Clothing allowance	2,500	1,729	69.15%
Holiday pay	1,000	1,120	112.04%
Travel & training	2,000	961	48.07%
Subscriptions & dues	750	222	29.60%
Gas & oil	11,000	9,295	84.50%
Vehicle maintenance	7,000	6,337	90.53%
Equipment maintenance	150,000	172,511	115.01%
Chlorine	2,500	2,142	85.69%
Polymer	16,000	14,970	93.56%
Computer support	2,500	1,548	61.91%
Operational supplies	28,000	17,563	62.73%
Office supplies	1,500	805	53.67%
Copier supplies	500	456	91.16%
Utilities	365,000	360,065	98.65%
Telephone	3,400	3,201	94.13%
Legal advertising	0	232	0.00%
Contractual services	50,000	20,157	40.31%
Sludge disposal	100,000	78,587	78.59%
Postage & freight	6,000	3,826	63.77%
Odor control supplies	0	0	0.00%
Lab / testing	50,000	44,583	89.17%
Tools	1,500	1,116	74.40%
Equipment rental	1,500	528	35.19%
Building maintenance	23,000	165	0.72%
Liability insurance	32,700	23,844	72.92%
Worker's compensation	10,800	7,457	69.05%
Social security	20,140	20,450	101.54%
AZ state retirement	34,930	33,993	97.32%
Employee physicals	100	83	0.00%
Medicare tax	4,710	4,783	101.54%
ADEQ annual fee	15,000	13,520	90.13%
Continuing education	0	252	0.00%
Reserve replacement fund	0	0	0.00%
Subtotal maintenance and operations	1,332,790	1,233,392	92.54%
	1,361,290		

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending June 30, 2012

Sewer Maintenance & Operations- 06
 (page 2)

	Adopted Budget	Y-T-D	% Used
Capital Outlay:	28,500	26,976	94.65%
Total Expenditures	<u>1,361,290</u>	<u>1,260,368</u>	<u>92.59%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(159,790)</u>	<u>(145,501)</u>	
Other Financing Sources (Uses):		0	
Operating transfers in	0	0	0.00%
Proceeds from bonds	0	0	0.00%
Capital leases	0	0	0.00%
Transfers out	<u>0</u>	<u>0</u>	<u>0.00%</u>
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0.00%</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(159,790)</u>	<u>(145,501)</u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

Grants - 07 & 08

	Adopted		
	Budget	Y-T-D	
Revenues:			
Intergovernmental revenue	\$1,150,495	\$104,454	9.08%
Other Income	0	8	0.00%
Total revenues	1,150,495	104,462	9.08%
Expenditures:			
Capital Outlay:	1,157,995	99,517	8.59%
Total Expenditures	1,157,995	99,517	8.59%
Excess (deficiency) of revenues over (under) expenditures	(7,500)	4,944	
Other Financing Sources (Uses):			
Operating Transfers In	7,500	0	0.00%
Proceeds from Bonds	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out		0	0.00%
Total other financing sources (uses)	7,500	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	4,944	
Fund balance, July 1, 2011		156,996	
Estimated fund balance @ June 30, 2012		\$161,940	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

Alt. Firefighter's Pension - 09

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Contributions	\$23,750	\$3,877	16.33%
Uses of monies & properties	40,000	5,365	13.41%
Total revenues	63,750	9,242	14.50%
Expenditures:			
Benefits	3,600	3,600	100.00%
Administration	6,800	9,496	139.65%
Total Expenditures	10,400	13,096	125.93%
Excess (deficiency) of revenues over (under) expenditures	53,350	0 (3,854)	
Other Financing Sources (Uses):			
Operating Transfers In	0	0	0.00%
Proceeds from Bonds	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	0	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	53,350	(3,854)	
Fund balance, July 1, 2011		145,971	
Estimated fund balance @ June 30, 2012		\$142,117	

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending June 30, 2012

Employee Benefit Trust - 10

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Contributions	\$0	\$0	0.00%
Reinsurance reimbursements	0	0	0.00%
Miscellaneous revenues	0	1,129	0.00%
Total revenues	0	1,129	0.00%
Expenditures:			
Premiums	30,000	0	0.00%
Benefits	0	27,271	0.00%
Miscellaneous	1,200	500	0.00%
Total Expenditures	31,200	27,771	89.01%
Excess (deficiency) of revenues over (under) expenditures	(31,200)	(26,642)	
Other Financing Sources (Uses):			
Operating Transfers In	0	0	0.00%
Proceeds from Bonds	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	0	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(31,200)	(26,642)	
Fund balance, July 1, 2011 (un-audited)		134,833	
Estimated fund balance @ June 30, 2012		\$108,190	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

Capital Projects - 11

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	\$0	\$0	0.00%
Use of monies & properties	0	207,046	0.00%
Other Income	0	0	0.00%
Intergovernmental revenue	405,000	0	0.00%
Total revenues	405,000	207,046	51.12%
Expenditures:			
Capital outlay:			
Investment Expenses	0	8,996	0.00%
Railroad Wash	165,000	0	0.00%
6th St- Silver Springs Wet Cr	120,000	0	0.00%
Camino Real - Oak Creek Wash Wet CR	120,000	0	0.00%
Capital Projects	5,500,000		0.00%
Land Acquisition	50,000	87,240	174.48%
Architecture - City Hall	100,000	11,345	11.35%
Old Town Jail Remodel	60,200	39,465	65.56%
Old Court Bldg Remodel	102,800	72,264	70.30%
Old Town Parking & Rear Utility	190,000	15,444	8.13%
Riverfront Park Ramada Parking	114,600	6,334	5.53%
Fire Station 2 (GADA) Design	120,000		0.00%
Portal Signs COC	10,000	1,849	18.49%
Gardner Bldg Demo	70,000		0.00%
Rec Center Solar	600,000	166	0.03%
Communications Architecture	285,000	24,000	8.42%
Total Expenditures	7,607,600	267,102	3.51%
Excess (deficiency) of revenues over (under) expenditures	(7,202,600)	(60,055)	
Other Financing Sources (Uses):			
Operating Transfers In	285,000	0	0.00%
Proceeds from Bonds / Leases	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	(3,285,000)	0	0.00%
Total other financing sources (uses)	(3,000,000)	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(10,202,600)	(60,055)	
Fund balance, July 1, 2011 (un-audited)		14,212,682	
Estimated fund balance @ June 30, 2012		\$14,152,627	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

Debt Service - 13

	Adopted Budget	Y-T-D	% Used
Revenues:			
Taxes	\$2,062,585	\$2,061,879	99.97%
Uses of monies & properties	850	2,512	295.50%
Total revenues	2,063,435	2,064,391	100.05%
Expenditures:			
Trustee fees	360	1,049	0.00%
Rodeo Drive Reimbursement	0	0	0.00%
Debt service:		0	
Interest	812,925	815,425	100.31%
Principal	1,250,000	1,247,917	99.83%
Total Expenditures	2,063,285	2,064,391	100.05%
Excess (deficiency) of revenues over (under) expenditures	150	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	150	0	
Fund balance, July 1, 2011		1,210,126	
Estimated fund balance @ June 30, 2012		\$1,210,126	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

Water Consolidated - 16

	Adopted		
	Budget	Y-T-D	% Used
Revenues: Note 1			
Taxes	\$0	\$0	0.00%
Charges for services	4,902,530	5,086,310	103.75%
Uses of monies & properties	588,450	599,998	101.96%
Miscellaneous revenues	333,640	354,167	106.15%
Total revenues	5,824,620	6,040,475	103.71%
Expenditures:			
Operating:			
Salaries	611,380	570,373	93.29%
Overtime	81,500	128,064	157.13%
Health & life insurance	193,490	171,240	88.50%
Temporary Employees	0	209	0.00%
Clothing allowance	6,000	4,453	74.22%
Holiday pay	2,000	2,807	140.36%
Travel & training	8,500	6,503	76.51%
Subscriptions & dues	1,600	2,378	148.63%
Printing & forms	14,000	20,427	145.90%
Bad debt expense	0	0	0.00%
Gas & oil	40,000	48,052	120.13%
Vehicle maintenance	12,000	27,628	230.23%
Equipment maintenance	240,000	129,026	53.76%
Chlorine	100,000	42,682	42.68%
Polymer	0	0	0.00%
Computer support	4,500	3,809	84.66%
Operational supplies	25,000	23,688	94.75%
Office supplies	11,000	5,816	52.87%
Copier Supplies	1,500	239	15.93%
Verde River Days	1,000	1,000	100.00%
Public Relations	0	0	0.00%
Utilities	339,200	387,856	114.34%
Telephone	28,420	13,953	49.10%
Legal Advertising	3,000	1,523	50.77%
Contractual services	235,800	93,962	39.85%
Water System Evaluation	0	0	0.00%
General Counsel	5,000	7,308	146.16%
Contractual SVCS-M&O	0	72,134	0.00%
Postage & freight	37,500	45,371	120.99%
Bank Charges	0	7	0.00%
Lab / testing	25,000	6,251	25.00%
Tools	4,000	2,860	71.49%
Equipment rental	2,000	0	0.00%
Building maintenance	4,500	20,276	450.59%
Liability insurance	80,290	58,864	73.31%
Liability Insurance Deductible	0	0	0.00%
Worker's compensation	22,450	21,507	95.80%
Social security	43,080	42,189	97.93%
AZ state retirement	71,170	70,689	99.32%
Employee physicals	0	0	0.00%
Medicare tax	10,080	9,866	97.88%
ADEQ annual fee	50,000	24,656	49.31%
Continuing education	500	0	0.00%
Payment Assistance Program	15,500	10,500	67.74%
Verde River Basin Partnership	0	0	0.00%
Trust Land Annexation	0	647	0.00%
Arsenic System Maintenance	250,000	456,609	182.64%
Aid in Lieu of Construction	0	121,252	0.00%
Reserve replacement fund	0	0	0.00%
Reserve Resource Development	2,853,590	1,512	0.05%
Reserve Water Advisory	166,350	9,677	5.82%
Reserve Adjudication	213,780	50,309	23.53%
Reserve Water Conservation	175,740	4,921	2.80%
Indirect costs to general fund	710,635	470,221	66.17%
Subtotal maintenance and operations	6,701,055	3,193,312	47.65%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

Water Consolidated - 16 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Debt Service	2,527,310	2,527,310	100.00%
Capital Outlay:	3,612,850	1,016,379	28.13%
Total Expenditures	12,841,215	6,737,001	52.46%
Excess (deficiency) of revenues over (under) expenditures	(7,016,595)	(696,526)	9.93%
Other Financing Sources (Uses):			
Operating transfers in	0	0	0.00%
Proceeds from bonds / loans	3,220,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	3,220,000	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses - Net Income	(\$3,796,595)	(\$696,526)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

Water Construction & Administration - 16	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
City sales tax	\$0	\$0	0.00%
Other income	8,640	7,655	0.00%
Interest income	58,650	22,170	37.80%
Sale of City Property	100	27,979	0.00%
Reimbursement Clarkdale	325,000	318,533	98.01%
User fees	4,673,930	4,869,951	104.19%
Meter Installation	13,200	4,550	34.47%
Impact Fees	60,000	60,132	100.22%
Service Turn Ons	63,000	63,200	100.32%
Res-Resource Development Fees	420,000	457,411	108.91%
Res-Water Advisory Committee	33,600	37,066	110.31%
Res-Adjudication	42,000	46,589	110.93%
Res-Water Conservation	26,400	28,579	108.25%
Collection fees/late fees	92,400	88,476	95.75%
Recapture Agreements	0	0	0.00%
Building Rental	7,800	7,800	100.00%
Drought Water Shortage PP	0		0.00%
Total revenues	5,824,720	6,040,091	103.70%
Expenditures:			
Administration			
Salaries	130,160	133,297	102.41%
Overtime and Holiday Pay	1,500	3,329	221.94%
Health & life insurance	39,230	29,488	75.17%
Temp Employees	0	0	0.00%
Travel & training	1,000	1,074	107.38%
Subscriptions & dues	100	128	128.00%
Printing & forms	14,000	20,427	145.90%
Bad debt expense	0	0	0.00%
Equipment maintenance	1,000	0	0.00%
Computer support	3,000	709	23.63%
Office supplies	3,000	3,263	108.76%
Copier Supplies	500	238	47.70%
Utilities	4,200	2,787	66.35%
Telephone	3,220	3,373	104.75%
Contractual Services	100,000	34,480	34.48%
Public Relations	0	0	0.00%
Growth Premium	30,000	0	0.00%
Water System Evaluation	0	0	0.00%
General Counsel	5,000	7,308	146.16%
Legal advertising	1,000	0	0.00%
Postage & freight	36,000	44,728	124.24%
AWOR Fee	0	14,034	0.00%
Bank charges	0	7	0.00%
Liability insurance	17,290	20,408	118.03%
Worker's compensation	570	180	31.58%
Social security	8,160	8,191	100.38%
AZ state retirement	14,150	13,812	97.61%
Medicare tax	1,910	1,915	100.27%
Continuing education	0	0	0.00%
Indirect costs to general fund	710,635	470,221	66.17%
Payment Assistance Program	15,500	10,500	67.74%
Verde River Basin Partnership	0	5,504	0.00%
Trust Land Annexation	0	647	0.00%
Reserve Resource Development	2,853,590	1,512	0.05%
Reserve Water Advisory	166,350	9,677	5.82%
Reserve Adjudication	213,780	50,309	23.53%
Reserve Water Conservation	175,740	4,921	2.80%
Unrestricted Reserve	0	0	0.00%
Subtotal maintenance and operations	4,550,585	896,468	19.70%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending June 30, 2012

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

	Adopted Budget	Y-T-D	% Used
Capital outlay	151,350	38,336	25.33%
Construction:			
Legal Advertising	0	0	0.00%
Investment Expense	3,500	4,143	118.38%
Building Purchase	0	0	0.00%
Aresinic Mitigation	0	0	0.00%
Bonding Expense	0	0	0.00%
Valve Replacement	0	5,387	0.00%
Aid in Lieu of Construction	130,000	0	0.00%
Fire Hydrant Improvements	250,000	207,184	82.87%
HWY 260 H2O System Upgrades	1,250,000	0	0.00%
Well Booster Station	750,000	216	0.03%
Well Improvements	100,000	123,405	123.41%
Construction General	114,000	0	0.00%
W Mingus Reconstruction/Sys Upgrades	256,000	100,572	39.29%
Water System Upgrades	500,000	451,843	90.37%
Line Extensions	0	79,677	0.00%
Land Acquisition	0	0	0.00%
Subtotal construction expenses	3,353,500	972,428	29.00%
Total Expenditures	8,055,435	1,907,232	23.68%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending June 30, 2012

Water Maintenance & Operations- 16

Adopted Budget	Y-T-D	% Used
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Expenditures:

Operating:

Salaries	481,220	437,076	90.83%
Overtime	80,000	124,735	155.92%
Health & life insurance	154,260	141,752	91.89%
Temporary Employees	0	209	0.00%
Clothing allowance	6,000	4,453	74.22%
Holiday pay	2,000	2,807	140.36%
Travel & training	7,500	5,429	72.39%
Subscriptions & dues	1,500	2,250	150.00%
Gas & oil	40,000	48,052	120.13%
Vehicle maintenance	12,000	27,628	230.23%
Equipment maintenance	239,000	129,026	53.99%
Chemicals	100,000	42,682	42.68%
Polymer	0	0	0.00%
Computer support	1,500	3,100	206.70%
Operational supplies	25,000	23,688	94.75%
Office supplies	8,000	2,553	31.91%
Copier supplies	1,000	1	0.05%
Verde River Days	1,000	1,000	100.00%
Utilities	335,000	385,070	114.95%
Telephone	25,200	10,580	41.99%
Legal advertising	2,000	1,523	76.16%
Contractual services	105,800	45,448	42.96%
Contractual SVCS-M&O	0	72,134	0.00%
Postage & freight	1,500	643	42.87%
Lab / testing	25,000	6,251	25.00%
Tools	4,000	2,860	71.49%
Equipment rental	2,000	0	0.00%
Building maintenance	4,500	20,276	450.59%
Liability insurance	63,000	38,456	61.04%
Worker's compensation	21,880	21,327	97.47%
Social security	34,920	33,998	97.36%
AZ state retirement	57,020	56,877	99.75%
Employee physicals	0	0	0.00%
Medicare tax	8,170	7,951	97.32%
ADEQ annual fee	50,000	24,656	49.31%
Arsenic System Maintenance	250,000	456,609	182.64%
Aid in Lieu of Construction	0	121,252	0.00%
Liability Insurance Deductible	0	0	0.00%
Continuing education	500	0	0.00%
Reserve replacement fund	0	0	0.00%
Subtotal maintenance and operations	2,150,470	2,302,349	107.06%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending June 30, 2012

Water Debt Service - 16

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Use of monies & properties	0	384	0.00%
Other Income	0	0	0.00%
Intergovernmental revenue	0	0	0.00%
Total Revenues	0	384	0.00%
Debt Service:			
Principal	965,000	965,000	100.00%
Interest	1,559,310	1,559,310	100.00%
Trustee Fees	3,000	3,000	100.00%
Capital Outlay:	108,000	5,615	5.20%
Total Expenditures	4,785,780	2,532,925	52.93%
 Excess (deficiency) of revenues over (under) expenditures	 4,785,780	 3,507,166	
Other Financing Sources (Uses):			
Operating transfers in	0	0	0.00%
Proceeds from bonds	3,220,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	3,220,000	0	0.00%
 Excess of revenues and other financing sources over (under) expenditures and other financing uses	 (3,796,495)	 1,600,319	