



To: Honorable Madame Mayor Joens & Council

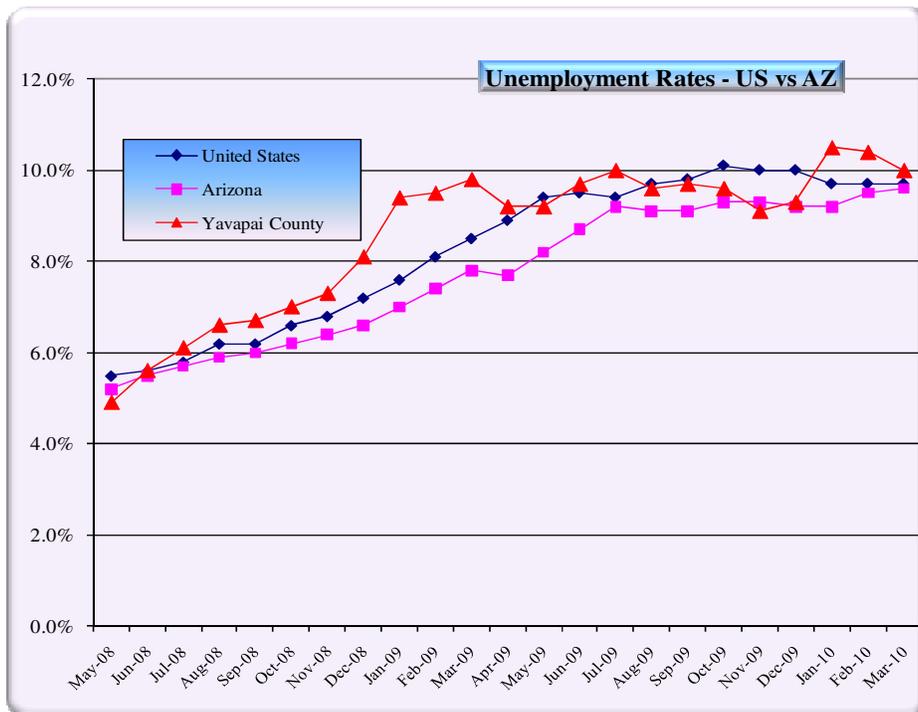
August 12, 2010

Via: Douglas Bartosh, City Manager

From: Kirsten Lennon, Accounting / Budget Manager
 Rudy Rodriguez, Administrative Services General Manager

Subject: Revenue & Expenditure Reports – Period ending March 31, 2010

The third quarter of this fiscal year appears to be showing some improvement in the unemployment rate.



The U.S. unemployment rate steadily dropped from a 10.1% high in October to at 9.7%¹ in March. The State of Arizona joblessness rate increased slightly and then stabilized around 9.6%² over the same period. Yavapai County had a run upward to a high of 10.5% in January and has begun a downward slide to finish the period at 10.1%³. Despite the progress in the unemployment rates, the economy is not expected to completely turnaround until new home construction improves. These two issues are crucial to the improvement of the economy and at this time are making

fiscal recovery extremely difficult.

The City of Cottonwood continues it high activity levels involving prospective businesses looking to move to the area around the SR260 corridor and throughout the community. The City still has plans to build up the water and wastewater infrastructure in the SR260 area as soon as practical. We are very cognizant of the need to move forward with the design work as time and resources permit. The expansion of the system into the area will be a multi-year project expected to be completed in late FY 2011 or FY 2012.

¹ Bureau of Labor Statistics - United States

² Bureau of Labor Statistics - Arizona

³ Economagic.com

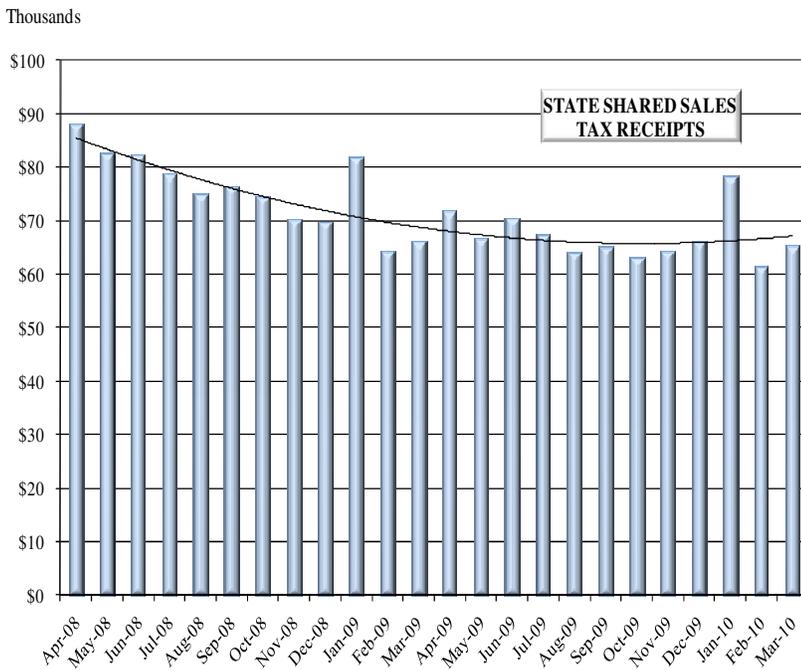
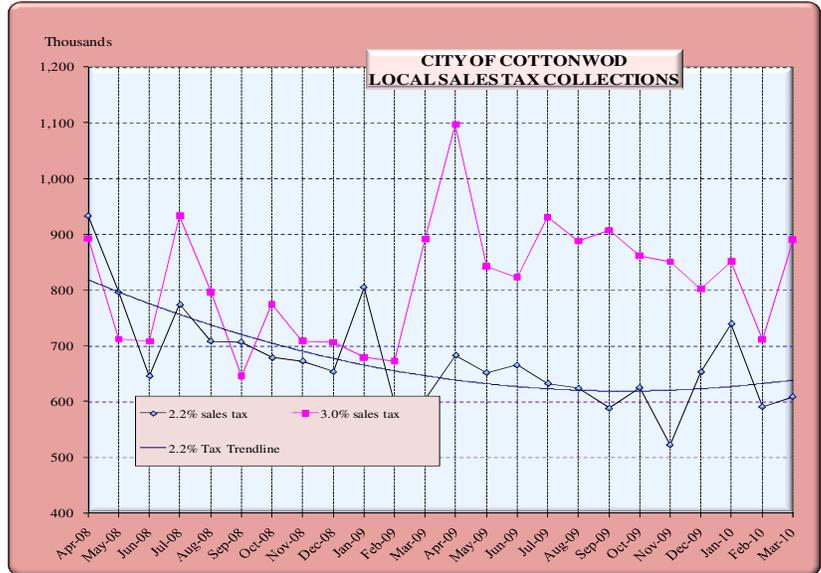
GENERAL FUND

Revenues

The cumulative 2.2% local sales tax ended the first half down 10% below FY 2009 for the same period. When combined with the increase in local sales tax of .08% the cumulative total collected is 5.8% above last year at the same time frame.

What this means is that the increase in the sales tax rate places the City at FY 2007 levels. The City continues looking into cost cutting measures, and strictly limiting any new programming to no cost or cost saving ideas for the remainder of the fiscal year and into next fiscal year.

Local sales tax continues to be the City of Cottonwood's #1 major source of revenue for the General Fund at almost 50% of normal operating expenditures. This single revenue is monitored very closely for changes both positive and negative. Our local retail base, primarily WalMart, and our car dealerships are the underpinning of this revenue stream.



State Shared Income Tax revenues are on target with state estimates at \$1,402,110 for FY 2010. AS a reminder, this one of the state shared revenue that is estimated by the State and distributed based on collections from two years prior. These revenues usually come in as proposed by the state. The current fiscal year estimate is \$221,250 less than last year \$1,623,360.

The State Shared Sales Tax is currently not doing as well as estimated, being 9.6% down for the third quarter of the fiscal year. The revenue source has already taken losses for nearly three consecutive years in a row. The trend line seems

to indicate that the downward trend in this revenue may be turning as double digit losses have stopped. As a reminder, these estimates are prepared by the State.

Cottonwood's Motor Vehicle Taxes ended the third quarter in a down position with a loss over last year of 3.3%. This is an improvement from the 8, 9, and 10 percents in the past months. The annual collection is anticipated to be \$637,940 which put this revenue around FY 2007 levels.

Expenditures

Personnel has a higher than normal unemployment expenditures, primarily due to the increased claims during these hard economic times.

Council is being pushed higher by the sales tax reimbursement agreement currently in place with GRL, Inc. This is viewed as a good thing.

Natural Resources is already over its entire budget, due to the early retirement of Robert Hardy and the payout of his benefits accruals over this tenure with the City of Cottonwood.

Police has done a good job of controlling cost, however, they are pushing overtime very hard. It will be difficult to reduce much further without causing some liability and/or coverage problems.

Court is trending high in several areas, including travel and training, office and computer supplies, court appointed attorneys, and contractual services. There will be a review of these items prior to the completion of the final budget.

With times being tight, all departments are being requested to hold the line on expenditures. At this time of year we are traditionally at 75% of budgeted expenditure and most departments are below that amount.

Other Financing Sources (Uses)

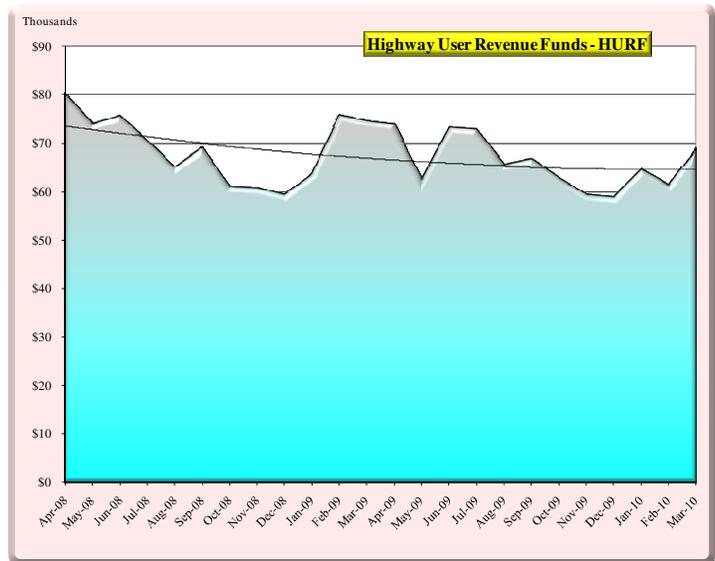
The Non-Departmental budget is elevated due to the lease purchase payment and higher than expected liability insurance.

SPECIAL REVENUE FUNDS

Highway User Revenue Fund (HURF)⁴

Revenues

The overall HURF revenues are currently at 41.0%, of the annual projections. State shared fuel tax is just slightly off where it should be. The fortunate thing is that this fund started with about \$1.65M in reserves at July 1, 2009. The HURF or fuel tax as it is commonly called is right in line with the overall revenues bringing in slightly below \$581K to date in the fiscal year. This revenue source seems to have stopped its downward spiral at this time and is just slightly behind of last year by 3.0%. Even though it is slightly behind, it is no longer having double digit losses as in past years. This is good news for the HURF.



Expenditures

The Street Department operational budget is currently at 61.9% with the Street Construction budget at 14.3% of the budgeted amount. The street department budget is also being affected by the down turn in the economy. Despite running quite lean in order to complete this year in a positive position, they too

⁴ The HURF funds streets maintenance, street construction, and also funds any shortfalls of the Cottonwood Area Transit System.

will have to continue reducing operational costs due to the economy. The capital projects planned with borrowed money are still in the works, however, will be moved into the next fiscal year. These projects are both the Mingus Avenue Extension Project from Willard Street to SR89A and the 12th Street project from Fir St. to 89A. Both these project are anticipated to be funded through some financing mechanism.

HURF was anticipated to use about \$1.38M of it fund balance, however, to date it has only used \$234K and is expected to finish the year with about \$1.4M in the bank.

Cottonwood Area Transit (C.A.T.)

C.A.T. revenues continue to trail behind expenditures as we continue work toward resolving reimbursement issues with NAIPTA. Operational expenditures are also behind where they traditionally are at this time of year. Expenditures for C.A.T. are at 65.6% of the year. As a note, any shortage in necessary operation revenue for the C.A.T budget is absorbed by the HURF. Currently the HURF is absorbing \$149,196 in transit cost. The General Fund may need to provide assistance by year end.

Library

The General Fund's operating transfers to the Library are on target for the year to the tune of \$530,535. We have received the Yavapai County portion in the amount of \$94,402, and will await another similar amount before the close of the fiscal year. We are fortunate that the General Fund transfers in to the Library fund are covering its expenditures. Currently, the Library Fund balance is \$67,782.

Operating expenditures are at 69.8%, slightly below where they should be at this time of year. Most every line item is in line where it should be.

Airport

The revenues for the Airport are doing close to projections. The City continues to handle the fuel supply and billing for the tie downs and land leases on a regular schedule. The City continues to collect 75¢ on every gallon of fuel sold. This arrangement has worked well for the Airport Fund.⁵ The City's continued goal in providing the fuel is to maintain a safe and adequate fuel supply at a competitive price throughout Northern Arizona. The fueling depot will however be transferred to the FBO as soon as one comes on board.

Since the City take over the tie downs; (covered and open) collections have improved dramatically. The Airport hangar and land lease billings have been sent out quarterly throughout the 2010 fiscal year.

The expenditures for this fund are doing well, being 69.1% at 75% of the year. The Airport continues to make transfers to the General Fund as repayment for the construction of the T-hangars back in FY 2001. These General Fund transfers are scheduled to expire in FY 2013.

The Airport fund balance deficit is holding steady at -\$12,336 from -\$6,896 at the beginning of the fiscal year.

Grants

There has been very little activity in this fund. We will continue to monitor the fund and continue reporting in our quarterly reports.

⁵ Since the installation of the Self Serve System and the loss of the Fixed Base Operator (FBO) the City of Cottonwood sets the fuel price with only a 75¢ override for Airport operations.

CAPITAL PROJECTS

Capital Projects

This fund reflects several projects for this year. Included is the completion Library Expansion Project which has been delayed by construction deficiencies that are still being negotiated. Other items include the purchase and remodel of the Cottonwood Municipal Court Building anticipated to be completed around the close of the year. Also included is the completion and grand opening of the Cottonwood Recreation Center around May 1st. You may recall that the Cottonwood Municipal Court Building, was a last minute addition to the budget with only \$800,000 allocated for the purchase and remodel. This project will have some cost overruns bring the total cost of the project to nearly \$1M. Most of the expenditures are for the acquisition was that of the Carpet One Building on the corner of 6th Street and Mingus Avenue.

All these projects are funded through reserves accumulated by either a GADA Loan or excess 1% sales tax accumulated prior to July 1, 2007. These capital funds are anticipated to be spent for capital projects not maintenance and operations.

ENTERPRISE FUNDS

Sewer

Revenues are currently lagging behind projections. This enterprise is trailing behind projected revenue by nearly 20%. Revenues continue being monitors closely, since it was anticipated that thie would happen as is has in previous years. For a number of years it has been noted that this enterprise has been operating with a deficit comparing current revenues and current expenditures. Fortunately, this fund still has reserves to cover its costs. It is anticipated that a rate increase will not be pursued due to its reserves and lack of debt. The budgeted transfer of \$8,000,000 from the capital improvement fund has not materialized and may be rolled over into next fiscal year.

Expenses for Operations & Maintenance (O&M) and Administration are also trending behind anticipated allocations. Currently the O&M is at 63.8% of the year. All capital projects held up earlier this year are slowly gearing up and expect to continue in to the new fiscal year.

Water

The water fund revenues are short of their estimates by 16.1% or approximately \$1,136,200. This revenue shortfall is due predominately to investment income being down from previous years due to the return on our investments. It was anticipated during budget time, that the Water Utility Fund would tap into its reserves by about \$3.3M, mainly due to some capital projects and acquisitions in the works. Many other capital projects are on hold due to other more pressing issues at this time. Current revenues are trending slightly behind operational and debt services expenses by about \$38,000.

The consolidated operations, administration and debt service expenses are trending behind budget allocations. Unfortunately, maintenance costs on the system are causing a strain on overall bottom line of the utility. It is very fortunate the utility has reserves to draw from for some of the maintenance expenses. A rate increase is been planned going into next fiscal year. Council has directed staff to formulate a rate structure that would minimally affect those in the lower usage brackets and provide a higher rate for those in the higher usage brackets. The need for a rate increase is help both to cover current expenditure and debt service as well as bring up our coverage level to that which is required by our debt covenants. It is anticipated that the rate increase matter will presented later this fiscal year and will be implemented in early fiscal year.2011.

DEBT SERVICE FUNDS

Debt Service

This fund continues to be in good shape, as in the past. Sales taxes and little interest income provide all of the revenues for this fund. Expenditures consist of principal and interest on loans and bond issues. Also included are any trustee fees assessed for managing the Debt Service Accounts. As of June 1, 2008 the payment for the Recreation Center Bonds were transferred to the Debt Service accounts on recommendation from our external auditors. The debt service for the Recreation Center is solely funded by sales tax revenues.

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

BRIEF OVERVIEW

There are no definitive reports by economists that the recession is turning around. You can always find a pessimistic report to counter an optimistic one. Locally, we are looking for subtle signs to guide us during these difficult times. The City will continue to their traditional fiscally responsible stance on doing business by maintaining its quality of services while looking for ways to reduce cost and protect its staff. It will continue to maintain reasonable reserves for unforeseeable emergencies as is prudent.

Some departments have become keen to what they are spending compared to previous years. We will continue to protect our core reserves and will work at keeping costs down where ever sensibly achievable.

The sales tax increase of .8% has been the key to keeping staff and services intact over the past nearly 30 months. This year we have continued to keep our employees whole by keeping the merit in place and retaining all benefits. We continue to protect our current level of services, while maintaining our fiscal integrity and positive outlook.

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2010

General Fund - 01

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	\$9,567,080	\$6,721,877	70.26%
Licenses & permits	280,000	91,168	32.56%
Intergovernmental revenue	5,431,235	2,348,770	43.25%
Charges for services	1,682,920	914,063	54.31%
Fines & forfeitures	181,000	93,583	51.70%
Uses of monies & properties	83,630	31,195	37.30%
Miscellaneous revenues	365,600	458,865	125.51%
Total revenues	17,591,465	10,659,519	60.59%
Expenditures:			
Operating:			
Administration	649,560	419,349	64.56%
Council	324,160	240,230	74.11%
Natural resources	132,035	135,055	102.29%
City Clerk	225,250	0	0.00%
Finance	375,150	256,769	68.44%
IT Services	91,560	55,877	61.03%
Planning & zoning	343,510	204,916	59.65%
Police	3,193,430	2,556,293	80.05%
Animal control	183,830	93,805	51.03%
Communications	680,760	483,718	71.06%
Economic Development	97,650	59,535	60.97%
Fire	2,544,890	1,569,913	61.69%
Legal	421,800	231,841	54.96%
Engineering	406,000	262,515	64.66%
Parks & recreation	501,650	339,772	67.73%
Pool	108,730	72,481	66.66%
Weightroom	12,310	7,359	59.78%
Rec Center Operations	375,700	33,808	9.00%
Building maintenance	586,430	332,722	56.74%
Custodial	141,870	96,182	67.80%
Public Works	264,780	177,855	67.17%
Non-departmental	394,500	350,933	88.96%
Subtotal maintenance and operations	12,621,210	8,391,670	66.49%
Total Expenditures	16,273,890	8,462,124	52.00%
Excess (deficiency) of revenues over (under) expenditures	1,317,575	2,197,395	
Other financing sources (uses):			
Operating transfers in	23,490	17,618	75.00%
Sales of City Equipment	20,000	13,117	65.58%
Capital leases	(389,200)	(261,670)	67.23%
Total other financing sources (uses)	(1,585,815)	(839,069)	52.91%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(268,240)	1,358,326	
Fund balance, July 1, 2009 (audited)		5,631,549	
Estimated fund balance @ June 30, 2010		\$6,989,875	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2010

HURF - 02

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$1,861,870	750,977	40.33%
Uses of monies & properties	11,500	2,299	19.99%
Miscellaneous revenues	1,000	15,792	1579.20%
Total revenues	1,874,370	769,068	41.03%
Expenditures:			
Operating:			
Salaries	223,730	145,276	64.93%
Overtime	1,000	760	75.99%
Health & life insurance	60,450	37,232	61.59%
Temp employees	0	0	0.00%
Clothing allowance	4,500	2,663	59.18%
Subscriptions & dues	200	85	42.50%
Gas & oil	19,000	11,959	62.94%
Vehicle maintenance	10,000	0	0.00%
Equipment maintenance	25,000	28,703	114.81%
Computer support	1,300	850	65.38%
Operational supplies	1,800	714	39.69%
Office supplies	600	72	11.93%
Utilities	4,500	6,147	136.60%
Telephone	2,200	1,287	58.48%
Street lights	45,000	31,049	69.00%
Legal advertising	500	0	0.00%
General counsel	0	0	0.00%
Postage & freight	250	106	42.35%
Bank charges	50	238	475.12%
Tools	2,800	2,346	83.78%
Equipment rental	25,000	6,014	24.06%
Building maintenance & repair	0	0	0.00%
Liability insurance	13,200	18,980	143.79%
Worker's compensation	15,060	8,684	57.66%
Social security	13,930	8,690	62.39%
AZ state retirement	21,130	13,386	63.35%
Employee physicals	700	173	24.71%
Medicare tax	3,260	2,032	62.34%
Continuing education	0	0	0.00%
Indirect costs to general fund	176,100	105,104	59.68%
Culverts	5,000	0	0.00%
Materials	30,000	14,345	47.82%
Street signs	11,000	3,478	31.61%
Street marking	45,000	28,746	63.88%
Rodeo Dr. St. Reimbursement	20,000	0	0.00%
Contractual services	30,000	22,897	76.32%
Equipment purchase	0	0	0.00%
Subtotal maintenance and operations	818,460	502,015	61.34%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending March 31, 2010

HURF - 02 (page 2)

	Adopted Budget	Y-T-D	% Used
Debt Service:			
Principal	179,040	0	0.00%
Interest	164,970	0	0.00%
Capital Outlay:			
Pavement Preservation	350,000	0	0.00%
Street Contingency	1,061,175	26,040	2.45%
Sidewalk Additions	80,000	0	0.00%
12th Street Project	600,000	323,992	54.00%
W Mingus Reconstruction	1,450,000	48,019	3.31%
12th ST Nacog 89-a to fir	2,300,000	98,387	4.28%
Paula St. Reconstruction	0	0	0.00%
Willard Extension	0	0	0.00%
Excess (deficiency) of revenues over (under) expenditures	<u>(5,129,275)</u>	<u>0</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>(1,379,275)</u>	<u>0</u>	
Fund balance, July 1, 2009 (audited)		<u>1,656,769</u>	
Estimated fund balance @ June 30, 2010		<u><u>\$1,656,769</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2010

CATS - 02

	Adopted Budget	Y-T-D	% Used
Revenues:			
Intergovernmental revenue	\$1,100,900	453,284	41.17%
Charges for services	125,460	92,087	73.40%
Total revenues	<u>1,226,360</u>	<u>545,372</u>	<u>44.47%</u>
Expenditures:			
Salaries	371,080	236,240	63.66%
Overtime	8,570	618	7.21%
Health/life insurance	113,510	62,673	55.21%
Temporary employee	43,000	17,873	41.57%
Clothing allowance	1,560	1,234	79.13%
Holiday pay	0	0	0.00%
Travel/training	4,560	3,262	71.53%
Gas & oil	109,430	42,280	38.64%
Vehicle maintenance	128,290	111,279	86.74%
Equipment maintenance	0	0	0.00%
Radio maintenance	3,750	0	0.00%
Computer Support	2,495	70	2.82%
Office supplies	6,500	3,056	47.02%
Copier supplies	6,700	216	3.22%
Utilities	3,000	71	2.36%
Telephone	8,170	180	2.20%
Printing & forms	7,000	2,526	36.09%
Advertising	20,160	1,768	8.77%
Contractual Services	28,870	37,160	128.72%
Audit expense	1,530	1,530	8.73%
Liability insurance	26,720	8,563	32.05%
State compensation insurance	19,150	6,605	34.49%
Social security	25,920	15,280	58.95%
AZ retirement	35,250	22,290	63.23%
Employee physicals / drug tests	3,870	1,818	46.97%
Medicare	5,605	3,490	62.27%
Continuing education	1,215	79	0.00%
Indirect costs to GF	40,000	45,745	114.36%
Subtotal maintenance and operations	<u>1,027,905</u>	<u>626,363</u>	<u>60.94%</u>
Total Expenditures	<u>1,338,005</u>	<u>646,618</u>	<u>48.33%</u>
Fund balance, July 1, 2008 (unaudited)			
Excess (deficiency) of revenues over (under) expenditures	<u>(111,645)</u>	<u>(101,247)</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%
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>(111,645)</u>	<u>(101,247)</u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2010

Library - 03

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Other income	\$20,160	\$13,596	67.44%
Interest income	600	88	14.63%
Collection income	0	0	0.00%
Yavapai county	195,720	94,402	48.23%
AZ LSCA/Yavapai county grant	0	0	0.00%
Gates grant	0	0	0.00%
Total revenues	216,480	108,086	49.93%
Expenditures:			
Operating:			
Salaries	423,970	296,972	70.05%
Health & life insurance	83,890	61,761	73.62%
Holiday pay	0	0	0.00%
Travel & training	570	661	0.00%
Subscriptions & dues	180	0	0.00%
Gas & oil	0	0	0.00%
Vehicle maintenance	0	0	0.00%
Equipment maintenance	9,000	5,619	62.43%
Computer support	1,000	1,098	109.79%
Collection expenses	3,000	1,942	64.74%
Office supplies	7,000	5,164	73.77%
Copier supplies	700	707	101.03%
Utilities	65,000	36,357	55.93%
Special Dept. Supplies	0	0	0.00%
Youth programs	1,120	0	0.00%
Legal advertising	0	0	0.00%
Postage & freight	8,850	6,437	72.73%
Book purchases	40,000	18,665	46.66%
District - Materials	0	29,957	0.00%
Network & technology expenses	33,000	0	0.00%
Annual volunteer appreciation	800	0	0.00%
Liability Insurance	15,480	15,100	97.54%
Worker's compensation	1,100	2,263	205.73%
Social security	26,290	18,533	70.50%
AZ state retirement	39,850	27,874	69.95%
Continuing education	0	0	0.00%
Recruitment Cost	0	200	0.00%
Indirect costs to general fund	133,390	93,192	69.86%
Subtotal maintenance and operations	923,860	644,587	69.77%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending March 31, 2010

Library - 03 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay:	0	0	0.00%
Total expenditures	923,860	644,587	69.77%
Excess (deficiency) of revenues over (under) expenditures	(707,380)	(536,502)	
Other financing sources (uses):			
Operating transfers in	707,380	530,535	75.00%
Proceeds from bonds	0	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	(5,967)	
Fund balance, July 1, 2009 (audited)		73,968	
Estimated fund balance @ June 30, 2010		<u>\$68,001</u>	

Budget to Actual
Quarterly Report Ending March 31, 2010

Airport - 05

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Other Income	\$0	\$10	0.00%
Late Fees	\$0	\$29	
1 Tie down rent	25,000	17,402	69.61%
Airpark Rents	0	0	0.00%
FBO building rental income	14,400	0	0.00%
Fuel sales income	218,400	156,526	71.67%
2 Land lease fees	33,000	25,018	75.81%
City hangar lease fees	30,650	28,056	91.54%
Total revenues	321,450	227,040	70.63%
Expenditures:			
Equipment maintenance	9,000	6,927	76.97%
Telephone	1,250	715	57.22%
General Counsel	5,000	7,343	146.85%
Contractual Services	0	0	0.00%
Fuel Expense	154,000	126,834	82.36%
3 Bank Charges	13,500	6,076	45.01%
Building maintenance	25,000	1,690	6.76%
Liability Insurance	5,200	0	0.00%
Equipment Purchase	24,000	32,803	136.68%
Indirect costs	46,280	13,020	28.13%
Subtotal maintenance and operations	295,730	203,037	68.66%
Total expenditures	295,730	203,037	68.66%
Excess (deficiency) of revenues over (under) expenditures	25,720	24,003	
Other financing sources (uses):			
Operating transfers in	0	0	0.00%
Proceeds from lease purchase	0	0	0.00%
Capital leases	0	0	0.00%
Transfers out	(35,990)	(17,618)	48.95%
Total other financing sources (uses)	(35,990)	(17,618)	48.95%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(10,270)	(5,440)	
Fund balance, July 1, 2009 (audited)		(6,896)	
Estimated fund balance @ June 30, 2010		(\$12,336)	

Notes:

- 2 This September report marks the first time the City has sent out bills to anyone holding a hangar lease. With the need for revenues, the Finance Department is keeping closer tabs on late payments and making sure that all late fees are collected.
- 3 Miscellaneous expenses was changed to Bank Charges and has increased substantially with the increased usage of the Self Fueling System.

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2010

Sewer Consolidated - 06

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	\$0	\$0	0.00%
Charges for services	1,579,200	954,702	60.45%
Uses of monies & properties	273,600	42,714	15.61%
Miscellaneous revenues	49,750	54,986	110.52%
Total revenues	1,902,550	1,052,402	55.32%
Expenditures:			
Operating:			
Salaries	365,960	65,207	17.82%
Overtime	20,000	27,358	136.79%
Health & life insurance	68,000	44,284	65.12%
Temporary Employees	0	0	0.00%
Holiday pay	8,230	1,004	12.19%
Travel & training	3,000	948	31.60%
Subscriptions & dues	1,000	0	0.00%
Printing & forms	2,000	1,121	56.04%
Bad debt expense	18,000	12,049	66.94%
Gas & oil	9,500	5,492	57.81%
Vehicle maintenance	8,000	4,078	50.98%
Equipment maintenance	175,000	84,522	48.30%
Chlorine	2,000	2,014	100.72%
Polymer	20,000	14,298	71.49%
Computer support	6,000	2,803	46.71%
Office supplies	2,500	956	38.24%
Copier Supplies	1,250	231	18.46%
Utilities	326,790	234,057	71.62%
Telephone	3,100	1,981	63.89%
Legal Advertising	0	12	0.00%
General Counsel	0	0	0.00%
Contractual services	69,000	35,993	52.16%
Sludge disposal	110,000	50,498	45.91%
Postage & freight	13,000	8,465	65.12%
Bank Charges	2,000	173	8.67%
Odor control supplies	0	0	0.00%
Lab / testing	50,000	32,803	65.61%
Equipment rental	2,000	895	44.75%
Building maintenance	3,000	2,657	88.58%
Liability insurance	24,700	26,780	108.42%
Worker's compensation	12,630	4,948	39.18%
Social security	24,440	17,721	72.51%
AZ state retirement	37,050	27,068	73.06%
Employee physicals	0	403	0.00%
Medicare tax	5,720	4,145	72.46%
ADEQ annual fee	15,000	13,379	89.19%
Reserve replacement fund	0	0	0.00%
Indirect costs to general fund	162,020	82,084	50.66%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending March 31, 2010

Sewer Consolidated - 06 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Capital Outlay:	4,961,250	229,864	4.63%
Total Expenditures	<u>6,556,640</u>	<u>1,052,601</u>	<u>16.05%</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,654,090)</u>	<u>(199)</u>	
Other Financing Sources (Uses):			
Operating transfers in	8,081,000	0	0.00%
Proceeds from bonds / loans	3,000,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	<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>\$6,426,910</u></u>	<u><u>0</u></u> <u><u>(\$199)</u></u>	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2010

**Sewer Construction
& Administration - 06**

Adopted Budget	Y-T-D	% Used
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Revenues:

City sales tax	\$0	\$0	0.00%
User fees - admin residential	140,000	99,079	70.77%
User fees - admin commercial	23,900	17,310	72.43%
User fees - admin multi-residential	94,300	66,143	70.14%
Recovery of bad debts	150	(137)	-91.03%
Sale of City Property	0	419	0.00%
Other income	500	5,503	1100.55%
Interest income	150,000	17,945	11.96%
Interest - equipment reserve	100,000	23,228	23.23%
Interest - expansion fund	21,600	1,436	6.65%
Interest - bond reserve fund	0	0	0.00%

Expenditures:

Administration		0	
Salaries	89,260	65,207	73.05%
Overtime and Holiday Pay	1,000	717	71.72%
Health & life insurance	22,930	9,631	42.00%
Temp Employees	0	0	0.00%
Travel & training	0	114	0.00%
Subscriptions & dues	0	0	0.00%
Printing & forms	2,000	1,121	56.04%
Bad debt expense	18,000	12,049	66.94%
Computer support	2,000	964	48.21%
Office supplies	500	63	12.58%
Copier Supplies	250	120	47.96%
Utilities	1,790	1,637	91.44%
Telephone	0	0	0.00%
General Counsel	0	0	0.00%
Contractual Services	9,000	2,786	30.96%
Legal advertising	0	0	0.00%
Postage & freight	9,000	4,340	48.22%
Bank charges	2,000	173	8.67%
Liability insurance	3,700	5,610	151.61%
Worker's compensation	530	85	16.04%
AZ state retirement	8,480	6,200	73.11%
Medicare tax	1,310	935	71.39%
Continuing education	0	0	0.00%
Indirect costs to general fund	162,020	82,084	50.66%
Subtotal maintenance and operations	339,370	197,832	58.29%

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2010

Sewer Construction & Administration - 06 (page 2)	Adopted		
	Budget	Y-T-D	% Used
Capital outlay	46,500	12,034	25.88%
Construction:			
Legal fees	0		0.00%
Legal Advertising	0	27	0.00%
Investment Expense	0	3,567	0.00%
Building Purchase	260,000	110,752	42.60%
Rodeo Dr. Reimbursement	0		0.00%
260-Design	0		0.00%
260-Construction	1,900,000		0.00%
Line extensions	0	43,089	0.00%
Pump System Upgrade	150,000	8,423	5.62%
Effluent disposal system	0		0.00%
WWTP-Master Plan	0		0.00%
WWTP-Head Works	300,000	0	0.00%
Lift Station	0	971	3.42%
WWTP-Upgrades	890,250		0.00%
Construction - general	0		0.00%
Construction - solids handling	1,375,000		0.00%
Consultant service	0		0.00%
Subtotal construction expenses	4,875,250	166,829	3.42%
Total Expenditures	5,261,120	376,695	7.16%
Excess (deficiency) of revenues over (under) expenditures	(4,730,670)	(145,769)	
Other Financing Sources (Uses):			
Operating transfers in	8,081,000	0	0.00%
Proceeds from other sources	3,000,000	0	0.00%
Capital leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	11,081,000	0	0.00%
Excess of revenues and other financing other financing uses	6,350,330	(145,769)	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2010

Sewer Maintenance & Operations- 06

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
City sales tax	\$0		0.00%
User fees - M&O residential	470,000	297,163	63.23%
User fees - M&O multi-residential	318,000	197,651	62.15%
User fees - M&O commercial	390,000	264,194	67.74%
Tap fees	0		0.00%
Impact fees	120,000	6,293	5.24%
Effluent Revenue	23,000	6,450	28.05%
Building Rental	29,100	20,820	71.55%
Late fees - interest charges	20,000	28,800	144.00%
Connection fees	2,000	105	5.25%
Total revenues	1,372,100	821,476	59.87%
Expenditures:			
Operating:			
Salaries	276,700	0	0.00%
Overtime	19,000	26,641	140.21%
Health & life insurance	45,070	34,653	76.89%
Temporary Employees	0	0	0.00%
Clothing allowance	4,500	2,786	61.92%
Holiday pay	8,230	1,004	12.19%
Travel & training	3,000	835	27.82%
Subscriptions & dues	1,000	60	6.00%
Gas & oil	9,500	5,492	57.81%
Equipment maintenance	175,000	84,522	48.30%
Chlorine	2,000	2,014	100.72%
Polymer	20,000	14,298	71.49%
Computer support	4,000	1,838	45.96%
Operational supplies	17,000	9,372	55.13%
Office supplies	2,000	893	44.66%
Copier supplies	1,000	111	11.08%
Utilities	325,000	232,421	71.51%
Telephone	3,100	1,981	63.89%
Legal advertising	0	12	0.00%
Contractual services	60,000	33,207	55.34%
Sludge disposal	110,000	50,498	45.91%
Odor control supplies	0	0	0.00%
Lab / testing	50,000	32,803	65.61%
Tools	3,000	153	5.09%
Equipment rental	2,000	895	44.75%
Building maintenance	3,000	2,657	88.58%
Liability insurance	21,000	21,170	100.81%
Worker's compensation	12,100	4,863	40.19%
Social security	18,840	13,724	72.84%
AZ state retirement	28,570	20,868	73.04%
Medicare tax	4,410	3,210	72.78%
ADEQ annual fee	15,000	13,379	89.19%
Reserve replacement fund	0	0	0.00%
Subtotal maintenance and operations	1,256,020	624,965	49.76%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending March 31, 2010

Sewer Maintenance & Operations- 06
 (page 2)

	Adopted Budget	Y-T-D	% Used
Capital Outlay:	39,500	51,002	129.12%
Total Expenditures	<u>1,295,520</u>	<u>675,966</u>	<u>52.18%</u>
 Excess (deficiency) of revenues over (under) expenditures	 <u>76,580</u>	 <u>145,510</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>
 Excess of revenues and other financing sources over (under) expenditures and other financing uses	 <u>76,580</u>	 <u>145,510</u>	 <u>0</u>

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2010

Grants - 07 & 08

	Adopted		% Used
	Budget	Y-T-D	
Revenues:			
Intergovernmental revenue	\$487,500	\$470,392	96.49%
Other Income	\$0	\$24,178	0.00%
Total revenues	487,500	494,570	101.45%
Expenditures:			
Capital Outlay:	500,000	508,819	101.76%
Total Expenditures	500,000	508,819	101.76%
Excess (deficiency) of revenues over (under) expenditures	(12,500)	(14,249)	
Other Financing Sources (Uses):			
Proceeds from Bonds	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	12,500	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	(14,249)	
Fund balance, July 1, 2009 (audited)		154,495	
Estimated fund balance @ June 30, 2010		\$140,246	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2010

Alt. Firefighter's Pension - 09

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Contributions	\$36,600	\$25,663	70.12%
Uses of monies & properties	1,000	19,752	1975.20%
Total revenues	37,600	45,415	120.79%
Expenditures:			
Benefits	4,600	29,789	647.59%
Administration	4,000	2,704	67.61%
Total Expenditures	8,600	32,493	377.83%
Excess (deficiency) of revenues over (under) expenditures	29,000	12,922	
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	29,000	12,922	
Estimated fund balance @ June 30, 2010		\$88,822	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2010

Employee Benefit Trust - 10

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Contributions	\$0	\$0	0.00%
Reinsurance reimbursements	0	0	0.00%
Miscellaneous revenues	8,000	2,402	30.03%
Total revenues	8,000	2,402	30.03%
Expenditures:			
Premiums	24,000	12,290	51.21%
Benefits	0	0	0.00%
Miscellaneous	1,700	1,200	0.00%
Total Expenditures	25,700	13,490	52.49%
Excess (deficiency) of revenues over (under)			
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			
Fund balance, July 1, 2009 (unaudited)		219,120	
Estimated fund balance @ June 30, 2010		\$208,032	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2010

Capital Projects - 11

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Taxes	\$0	\$0	0.00%
Use of monies & properties	850,000	194,925	22.93%
Other Income	0	0	0.00%
Intergovernmental revenue	0	0	0.00%
Total revenues	850,000	194,925	22.93%
Expenditures:			
Capital outlay:			
Rodeo Drive Reimbursements	0		0.00%
Investment Expenses	3,400	30,611	900.33%
Contingency	0		0.00%
Land Acquisition	0		0.00%
Tennis Center Resurface	12,000		0.00%
Old Town Parking	0		0.00%
Architecture - Communciations Bldg.	360,000	0	0.00%
Architecture- Evidence Building	69,260	98,643	142.42%
Rec Center Architecture	161,370	268,495	166.38%
Rec Center Construction	9,960,400	10,984,874	110.29%
Furnishing & Equipment	1,287,050	555,733	43.18%
Court Design & Architecture	100,000	92,238	92.24%
Court Building Purchase	700,000	547,224	78.17%
Architecture-City Hall	100,000	107	0.11%
Library Expansion	0	39,321	0.00%
Total Expenditures	12,762,480	12,618,066	98.87%
Excess (deficiency) of revenues over (under) expenditures	(11,912,480)	(12,423,141)	
Other Financing Sources (Uses):			
Operating Transfers In	429,260	0	0.00%
Proceeds from Bonds / Leases	0	0	0.00%
Capital Leases	0	0	0.00%
Transfers Out	0	0	0.00%
Total other financing sources (uses)	429,260	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(11,483,220)	(12,423,141)	
Fund balance, July 1, 2009 (audited)		28,421,851	
Estimated fund balance @ June 30, 2010		\$15,998,710	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2010

Debt Service - 13

	Adopted Budget	Y-T-D	% Used
Revenues:			
Taxes	\$1,697,475	\$1,129,537	66.54%
Uses of monies & properties	142,530	303	0.21%
Total revenues	1,840,005	1,129,840	61.40%
Expenditures:			
Trustee fees	20,000	360	0.00%
Rodeo Drive Reimbursement	0	0	0.00%
Debt service:			
Interest	852,480	706,086	82.83%
Principal	845,000	827,917	97.98%
Total Expenditures	1,717,480	1,534,363	89.34%
Excess (deficiency) of revenues over (under)	122,525	(404,523)	
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 other financing uses	122,525	(404,523)	
Fund balance, July 1, 2009 (audited)		1,229,293	
Estimated fund balance @ June 30, 2010		\$824,770	

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2010

Water Consolidated - 16

	Adopted		
	Budget	Y-T-D	% Used
Revenues: Note 1			
Taxes	\$0	\$0	0.00%
Charges for services	5,425,050	3,279,607	60.45%
Uses of monies & properties	1,193,000	493,096	41.33%
Miscellaneous revenues	31,000	77,886	251.24%
Total revenues	6,649,050	3,850,589	57.91%
Expenditures:			
Operating:			
Salaries	564,790	403,368	71.42%
Overtime	102,500	75,786	73.94%
Health & life insurance	142,720	110,098	77.14%
Temporary Employees	0	1,295	0.00%
Holiday pay	0	1,660	0.00%
Travel & training	12,500	3,963	31.71%
Subscriptions & dues	3,200	0	0.00%
Printing & forms	14,500	12,616	87.01%
Bad debt expense	0	1,693	0.00%
Gas & oil	35,000	29,845	85.27%
Vehicle maintenance	18,000	9,721	54.00%
Equipment maintenance	252,000	245,986	97.61%
Chlorine	20,000	14,046	70.23%
Polymer	0	0	0.00%
Computer support	4,500	2,240	49.77%
Office supplies	11,000	4,813	43.75%
Copier Supplies	1,500	2,134	142.30%
Verde River Days	1,000	1,000	100.00%
Utilities	381,000	213,680	56.08%
Telephone	15,000	59,428	396.19%
Legal Advertising	13,175	225	1.71%
Contractual services	232,000	173,485	74.78%
Water System Evaluation	0	0	0.00%
General Counsel	7,000	3,885	55.50%
Sludge disposal	0	0	0.00%
Postage & freight	41,500	28,988	69.85%
Bank Charges	2,500	0	0.00%
Lab / testing	25,000	13,385	53.54%
Tools	6,000	3,035	50.59%
Equipment rental	5,000	150	3.00%
Building maintenance	5,000	1,574	31.48%
Liability insurance	45,000	47,541	105.65%
Worker's compensation	25,930	12,583	48.53%
Social security	41,380	28,713	69.39%
AZ state retirement	59,760	44,578	74.60%
Employee physicals	0	0	0.00%
ADEQ annual fee	28,500	24,500	85.96%
Continuing education	0	0	0.00%
Verde River Basin Partnership	0	0	0.00%
Trust Land Annexation	0	6,705	0.00%
Reserve replacement fund	0	0	0.00%
Reserve Resource Development	1,665,920	0	0.00%
Reserve Water Advisory	96,760	10,000	10.33%
Reserve Adjudication	143,450	20,035	13.97%
Reserve Water Conservation	101,210	1,500	1.48%
Indirect costs to general fund	654,070	320,820	49.05%
Subtotal maintenance and operations	4,837,535	1,990,151	41.14%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending March 31, 2010

Water Consolidated - 16 (page 2)

	Adopted		
	Budget	Y-T-D	% Used
Debt Service	2,536,810	1,896,978	74.78%
Capital Outlay:	36,712,900	3,628,247	9.88%
Total Expenditures	44,087,245	7,515,376	17.05%
Excess (deficiency) of revenues over (under) expenditures	(37,438,195)	(3,664,787)	9.79%
Other Financing Sources (Uses):			
Operating transfers in	0	0	0.00%
Proceeds from bonds / loans	34,100,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	34,100,000	0	0.00%
Excess of revenues and other financing sources over (under) expenditures and other financing uses - Net Income	(\$3,338,195)	(\$3,664,787)	0

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2010

**Water Construction
& Administration - 16**

	Adopted Budget	Y-T-D	% Used
Revenues:			
City sales tax	\$0		0.00%
User fees	5,100,000	3,163,595	62.03%
Service Turn Ons	65,000	46,313	71.25%
Meter Installation	40,000	2,050	5.13%
Impact Fees	140,000	5,843	4.17%
Collection fees/late fees	80,000	61,806	77.26%
Reimbursement Clarkdale	31,000	25,925	83.63%
Res-Resource Development Fees	430,000	315,432	73.36%
Res-Water Advisory Committee	35,000	25,237	72.11%
Res-Adjudication	44,500	32,329	72.65%
Res-Water Conservation	2,600	19,704	757.84%
Other income	0	51,961	0.00%
Building Rental	7,800	5,200	66.67%
Drought Water Shortage PP	50	0	0.00%
Interest income	538,100	95,194	17.69%
Total revenues	6,514,050	3,850,589	59.11%

Expenditures:

Administration

Salaries	121,950	91,899	75.36%
Overtime and Holiday Pay	2,500	1,221	48.82%
Health & life insurance	34,140	18,640	54.60%
Travel & training	2,500	0	0.00%
Subscriptions & dues	200	72	36.00%
Printing & forms	14,500	12,616	87.01%
Bad debt expense	0	1,693	0.00%
Equipment maintenance	2,000	0	0.00%
Computer support	2,000	2,240	111.98%
Office supplies	2,000	970	48.52%
Copier Supplies	500	430	85.91%
Utilities	6,000	3,292	54.87%
Telephone	6,000	2,797	46.61%
Contractual Services	47,000	81,694	173.82%
Growth Premium	60,000	12,000	20.00%
General Counsel	7,000	3,885	55.50%
Legal advertising	11,175	0	0.00%
Postage & freight	40,000	28,133	70.33%
Bank charges	2,500	0	0.00%
Liability insurance	10,000	17,290	172.90%
Worker's compensation	620	174	28.06%
Social security	7,720	5,644	73.11%
AZ state retirement	11,700	8,750	74.79%
Medicare tax	1,800	1,320	73.31%
Indirect costs to general fund	654,070	320,820	49.05%
Payment Assistance Program	10,500	10,500	100.00%
Trust Land Annexation	0	6,705	0.00%
Reserve Resource Development	1,665,920	0	0.00%
Reserve Water Advisory	96,760	10,000	10.33%
Reserve Adjudication	143,450	20,035	13.97%
Reserve Water Conservation	101,210	1,500	1.48%
Unrestricted Reserve	0	0	0.00%
Subtotal maintenance and operations	3,065,715	664,318	21.67%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending March 31, 2010

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

	Adopted		
	Budget	Y-T-D	% Used
Capital outlay	400,000	97,209	24.30%
Construction:			
Investment Expense	0	3,631	0.00%
Building Purchase	390,000	874,279	224.17%
Aresinic Mitigation	925,000	939,843	101.60%
Water System Upgrades	500,000	463,169	92.63%
Valve Replacement	100,000	0	0.00%
Aid in Lieu of Construction	0	126,945	0.00%
Fire Hydrant Improvements	500,000	209,259	41.85%
HWY 260 H2O System Upgrades	1,375,000	0	0.00%
Well Booster Station	100,000	0	0.00%
Well Acquisitions	1,725,000	889,113	51.54%
Line Extensions	0	17,054	0.00%
Construction - general	0	0	0.00%
Construction - solids handling	0	0	0.00%
Subtotal construction expenses	<u>7,185,000</u>	<u>3,527,535</u>	<u>49.10%</u>
Total Expenditures	<u>10,650,715</u>	<u>4,289,062</u>	<u>40.27%</u>

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual
Quarterly Report Ending March 31, 2010

Water Maintenance & Operations- 16

	Adopted		
	Budget	Y-T-D	% Used
Expenditures:			
Operating:			
Salaries	442,840	311,470	70.33%
Overtime	100,000	74,565	74.57%
Health & life insurance	108,580	91,458	84.23%
Temporary Employees	0	1,295	0.00%
Clothing allowance	11,000	9,423	85.67%
Holiday pay	0	1,660	0.00%
Travel & training	10,000	3,963	39.63%
Subscriptions & dues	3,000	700	23.33%
Gas & oil	35,000	29,845	85.27%
Vehicle maintenance	18,000	9,721	54.00%
Chemicals	20,000	14,046	70.23%
Polymer	0	0	0.00%
Computer support	2,500	0	0.00%
Operational supplies	28,000	28,438	101.56%
Office supplies	9,000	3,842	42.69%
Copier supplies	1,000	1,705	170.49%
Verde River Days	1,000	1,000	100.00%
Utilities	375,000	210,388	56.10%
Telephone	9,000	56,632	629.24%
Legal advertising	2,000	225	11.25%
Contractual services	125,000	79,791	63.83%
Postage & freight	1,500	855	57.03%
Odor control supplies	0	0	0.00%
Lab / testing	25,000	13,385	53.54%
Tools	6,000	3,035	50.59%
Equipment rental	5,000	150	3.00%
Building maintenance	5,000	1,574	31.48%
Liability insurance	35,000	30,251	86.43%
Worker's compensation	25,310	12,409	49.03%
Social security	33,660	23,069	68.54%
AZ state retirement	48,060	35,828	74.55%
Employee physicals	0	0	0.00%
Medicare tax	7,870	5,395	68.55%
Continuing education	0	0	0.00%
Reserve replacement fund	0	0	0.00%
Subtotal maintenance and operations	1,771,820	1,326,605	74.87%

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget to Actual
 Quarterly Report Ending March 31, 2010

Water Debt Service - 16

	Adopted		
	Budget	Y-T-D	% Used
Revenues:			
Use of monies & properties	135,000	0	0.00%
Other Income	0	0	0.00%
Intergovernmental revenue	0	0	0.00%
Total Revenues	135,000	0	0.00%
Debt Service:			
Principal	905,000	678,750	75.00%
Interest	1,624,310	1,218,228	75.00%
Trustee Fees	7,500	0	0.00%
Capital Outlay:	29,127,900	3,502	0.01%
Total Expenditures	33,436,530	3,227,085	9.65%
Excess (deficiency) of revenues over (under)	33,436,530	623,503	
Other Financing Sources (Uses):			
Operating transfers in	0	0	0.00%
Proceeds from bonds	34,100,000	0	0.00%
Capital leases	0	0	0.00%
Transfers out	0	0	0.00%
Total other financing sources (uses)	34,100,000	0	0.00%
Excess of revenues and other financing other financing uses	(3,338,195)	(3,665,559)	