

CITY COUNCIL WORKSHOP

*FY 13-14 Third Quarter Financial Report
Major Operating Funds*

May 20, 2014

Overview

- ◎ Report on actual results of the major operating funds
 - General Fund
 - Special Revenue Funds
 - HURF
 - Transportation Sales Tax
 - Public Safety Sales Tax (Police & Fire)
 - Enterprise Funds
 - Water and Sewer
 - Sanitation
 - Landfill

Basis of Analysis

- ⦿ Actual results through March 31, 2014
 - Includes holiday season sales tax
- ⦿ Compared to five-year forecasts
 - General Fund forecast presented 12/17/13
 - Other major funds presented 2/18/14
- ⦿ Items are “on target” if they are near 75% of the forecast
- ⦿ Compared actual results of this year to the results at the same time last year
- ⦿ Added FY12 results per Council request

Analysis

- ⦿ Overall, no significant financial issues were identified in any fund
 - Revenues are expected to meet the forecast
 - Expenditures are expected to meet the forecast
- ⦿ Staff will continue to monitor and provide updates quarterly
- ⦿ Requesting council feedback on the report and presentation

General Fund

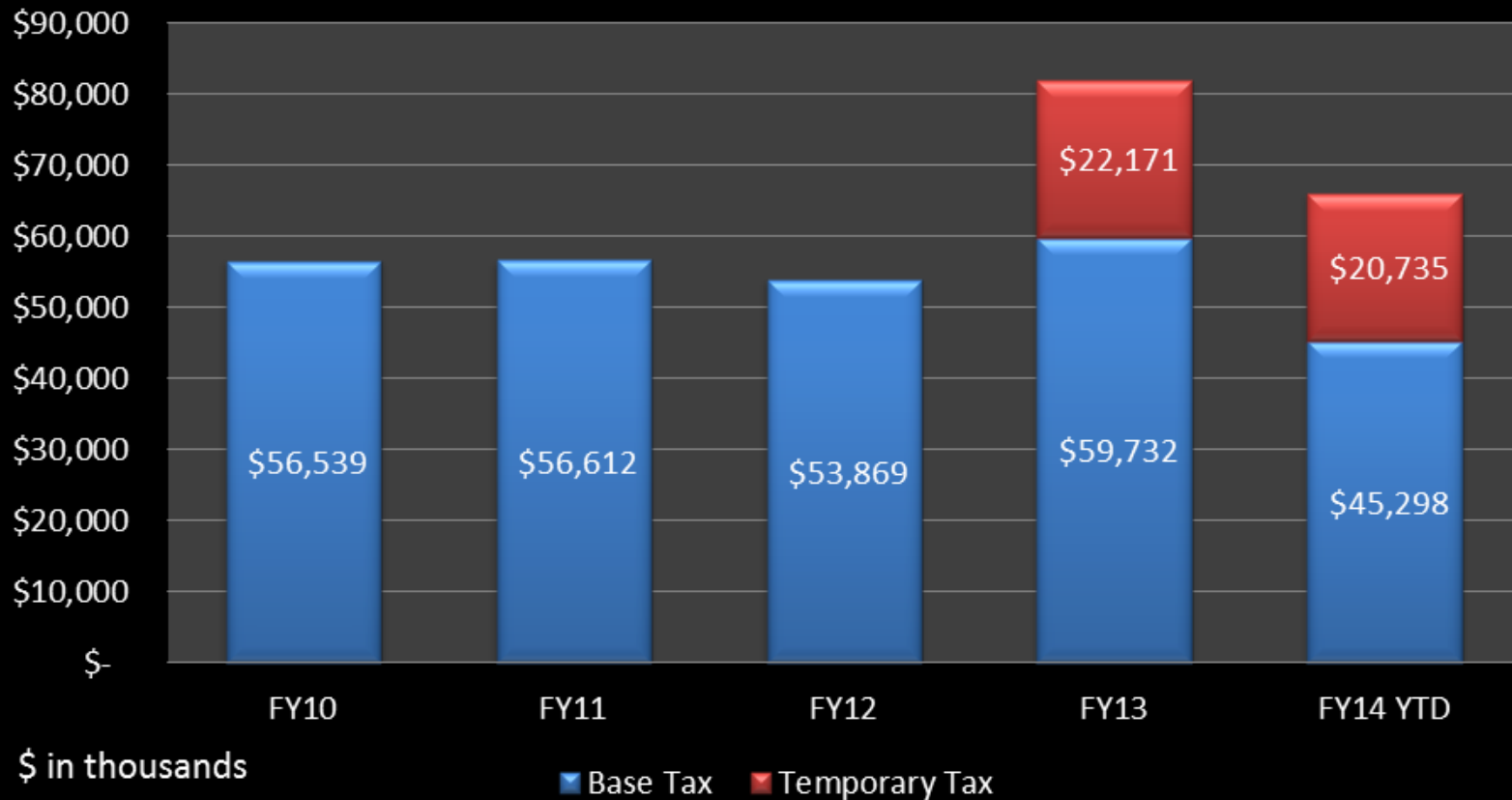
	March FY12 YTD	March FY13 YTD	Full-year FY14 Forecast	March FY14 YTD	March % of forecast
Revenues					
City Sales Tax	\$ 38,758,318	\$ 54,706,781	\$ 79,817,728	\$ 59,102,217	74%
State Shared Revenue	32,829,009	36,622,757	51,840,278	39,425,625	76%
Other Revenue	22,559,392	22,734,341	33,096,411	25,780,186	78%
Total Revenues	94,146,719	114,063,879	164,754,417	124,308,028	75%
Expenditures					
	(\$105,092,159)	(\$99,497,802)	(\$166,876,384)	(\$116,356,088)	70%

General Fund

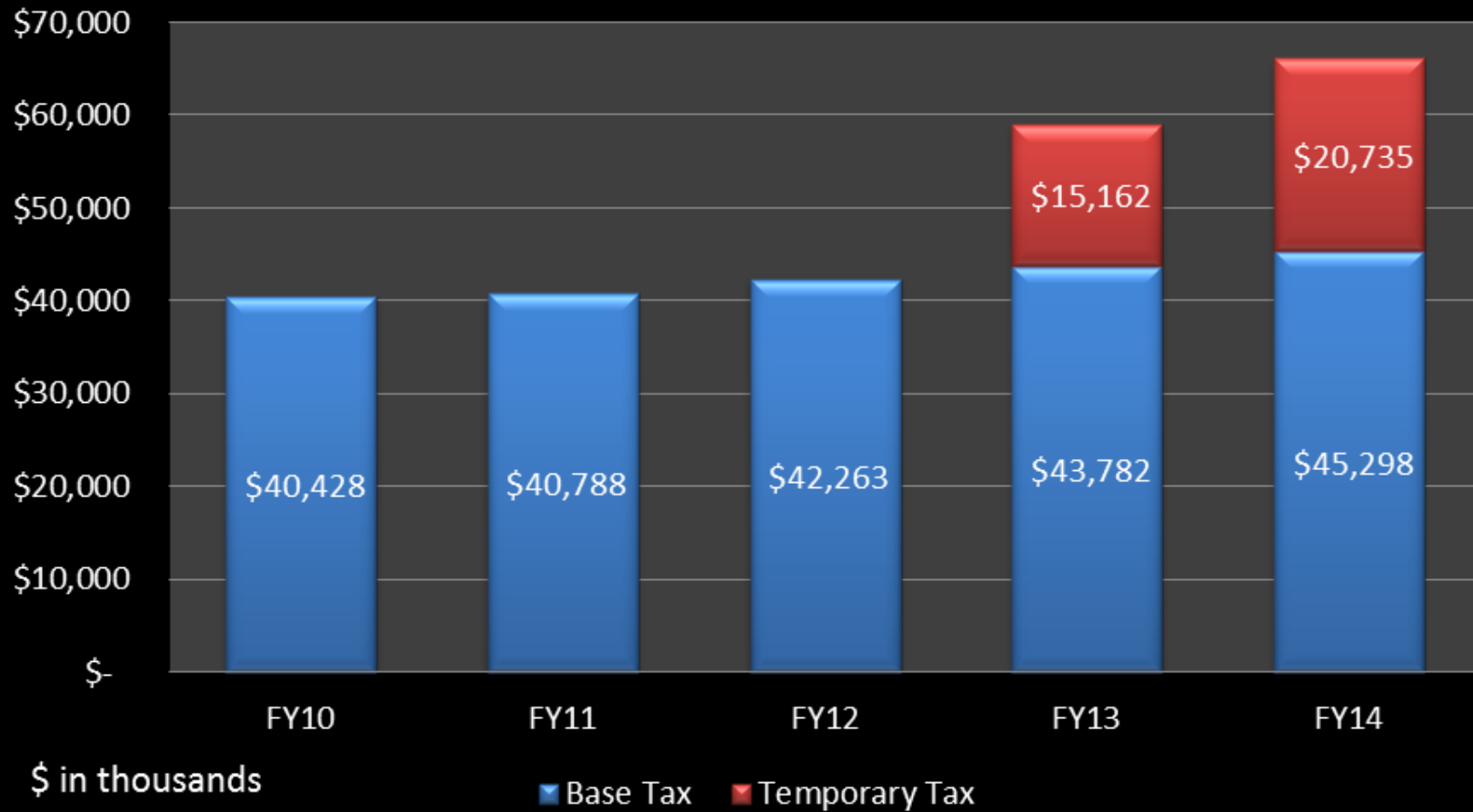
- ⦿ Revenues and expenditures are expected to meet year-end forecasts
- ⦿ Revenue increased by \$10.2 million
 - Sales tax revenue increased \$4.4 million
 - \$1.8 million of this increase is due to the temporary sales tax implemented in August 2012
 - State shared revenue increased \$2.8 million
- ⦿ Expenditures increased by \$16.9 million
 - Increases are due to budgeted contractual obligations

City Sales Tax Information

Annual General Fund Sales Tax Revenues Compared to FY14 Third Quarter



General Fund Sales Tax Collections Third Quarter Comparison



HURF

	March FY12 YTD	March FY13 YTD	Full-year FY14 Forecast	March FY14 YTD	March % of forecast
Revenues	\$ 7,942,612	\$ 8,867,738	\$ 13,792,455	\$ 9,137,881	66%
Expenditures	(\$ 6,132,481)	(\$ 5,240,520)	(\$ 16,573,265)	(\$ 5,913,459)	36%

HURF

- ⦿ Revenues and expenditures are expected to meet year-end forecasts
- ⦿ Revenue increased slightly by \$270,000
 - Revenues at 66% of annual forecast
 - \$1 million transfer into the fund occurs at end of year
 - LTAFII funding expected in April 2014 will bring revenue up to forecast by year-end
- ⦿ Expenditures are low at only 36% of forecast
 - Planned \$3 million in pavement management projects in design phase
 - \$4.7 million in debt service will be paid at year-end

Transportation Sales Tax

	March FY12 YTD	March FY13 YTD	Full-year FY14 Forecast	March FY14 YTD	March % of forecast
Revenues	\$ 16,231,948	\$ 17,268,066	\$ 24,714,389	\$ 17,500,000	71%
Expenditures	(\$ 8,861,837)	(\$ 14,496,807)	(\$ 56,055,391)	(\$ 13,901,984)	25%

Transportation Sales Tax

- ⦿ Revenues and expenditures are expected to meet year-end forecasts
- ⦿ Revenue is at 71% of the annual forecast
 - Slightly higher than same time last year
- ⦿ Expenditures are 25% of the annual forecast
 - Fund pays for capital projects
 - Typically capital expenditures occur unevenly throughout the year as projects are completed
 - \$1 million transfer to the HURF fund will occur at end of year
 - Last year of the transfer

Public Safety - Police Special Revenue

	March FY12 YTD	March FY13 YTD	Full-year FY14 Forecast	March FY14 YTD	March % of forecast
Revenues	\$ 9,228,273	\$ 9,843,903	\$ 13,872,917	\$ 10,035,649	72%
Expenditures	(\$ 8,570,650)	(\$ 8,313,287)	(\$ 15,627,787)	(\$ 9,700,242)	62%

Public Safety - Police Special Revenue

- ⦿ Revenues and expenditures are expected to meet year-end forecasts
- ⦿ Revenue is at 71% of the annual forecast
 - \$192,000 or 1.9% higher than the same as last year
- ⦿ Expenditures are 62% of the annual forecast
 - Also has capital expenditures which occur unevenly throughout the year

Public Safety - Fire Special Revenue

	March FY12 YTD	March FY13 YTD	Full-year FY14 Forecast	March FY14 YTD	March % of forecast
Revenues	4,617,120	4,921,313	6,793,394	5,028,303	74%
Expenditures	(5,209,356)	(5,157,170)	(6,913,425)	(5,138,846)	74%

Public Safety - Fire Special Revenue

- Revenues and expenditures are expected to meet year-end forecasts
- Revenue is at 74% of the annual forecast
 - \$107,000 or 2% higher than the same time last year
- Expenditures are 74% of the annual forecast

Water & Sewer

	March FY12 YTD	March FY13 YTD	Full-year FY14 Forecast	March FY14 YTD	March % of forecast
Revenues					
Water Revenues	\$ 36,181,725	\$ 35,467,974	\$ 47,040,655	\$ 35,363,777	75%
Sewer Revenues	23,327,678	24,486,930	32,981,526	24,018,022	73%
Other Revenue	3,645,268	3,355,310	2,602,633	2,470,660	95%
Total Revenues	63,154,671	63,310,214	82,624,814	61,852,459	75%
Expenditures					
	(\$ 47,803,963)	(\$ 44,630,047)	(\$ 95,055,191)	(\$ 50,555,562)	53%

Water and Sewer

- ◎ Water Revenue is 75% of the annual forecast
 - Substantially the same as last year
- ◎ Sewer Revenue is 73% of the annual forecast
 - Lower than the same time last year but on target
- ◎ Expenditures are 53% of the annual forecast
 - \$17.5 million in budgeted capital expenditures which occur unevenly throughout the year

Sanitation

	March FY12 YTD	March FY13 YTD	Full-year FY14 Forecast	March FY14 YTD	March % of forecast
Revenues					
Commercial Sanitation	\$ 2,930,904	\$ 2,942,932	\$ 4,000,000	\$ 2,947,747	74%
Residential Sanitation	7,836,335	7,924,746	10,401,000	8,012,799	77%
Other Revenue	208,926	194,935	374,879	128,161	34%
Total Revenues	10,976,165	11,062,613	14,775,879	11,088,707	75%
Expenditures					
	(\$ 10,497,416)	(\$ 10,307,531)	(\$ 15,943,518)	(\$ 10,592,688)	66%

Sanitation

- ◎ Sanitation revenue is at 75% of the target
 - Substantially the same as last year
- ◎ Expenditures are 66% of the annual forecast
 - \$2.3 million in budgeted capital expenditures which occur unevenly throughout the year

Landfill

	March FY12 YTD	March FY13 YTD	Full-year FY14 Forecast	March FY14 YTD	March % of forecast
Revenues	\$ 5,737,736	\$ 6,331,089	\$ 9,404,424	\$ 6,820,693	73%
Expenditures	(\$ 5,188,135)	(\$ 5,411,676)	(\$ 17,981,615)	(\$ 4,972,808)	28%

Landfill

- ⦿ Landfill revenue is at 73% of the target
 - Substantially the same as last year
 - Additional revenue for recycled materials is expected
 - Expected to meet annual forecast
- ⦿ Expenditures are 28% of the annual forecast
 - \$11.3 million in budgeted capital expenditures which occur unevenly throughout the year
 - \$768,000 in debt service which is paid at end of year

Summary

- ✓ Major funds are expected to meet the most recent forecasts
- ✓ No material variances in revenue or expenditure levels
- ✓ Staff continues to monitor fund performance