



FY 2014-15

1st Quarter Financial Report (Quarter Ending 09/30/2014)

November 20, 2014

Budget & Management Services and Finance



FY 2015 Financial Update

- The update reflects the Administration's effort to continually monitor the City's financial status and update City Council.
- The next financial update will be given on February 19th.
- Budget Calendar on this agenda cycle (item #10122) for Council approval.



General Fund



General Fund - Revenues

- Reminder...
 - First quarter is the least indicative of full year results.
 - Property tax revenues representing 55% of General Fund budget are mostly collected in December and January.
 - First sales tax payment for fiscal year not received until October.



General Fund – Revenues

- Property taxes up from same period last year (7.0%).
- Utility taxes up from same period last year (2.56%).
- Licenses down from same period last year (-18.30%).
- Permits down from same period last year (-3.75%).
- Occupancy tax up from same period last year (1.51%).

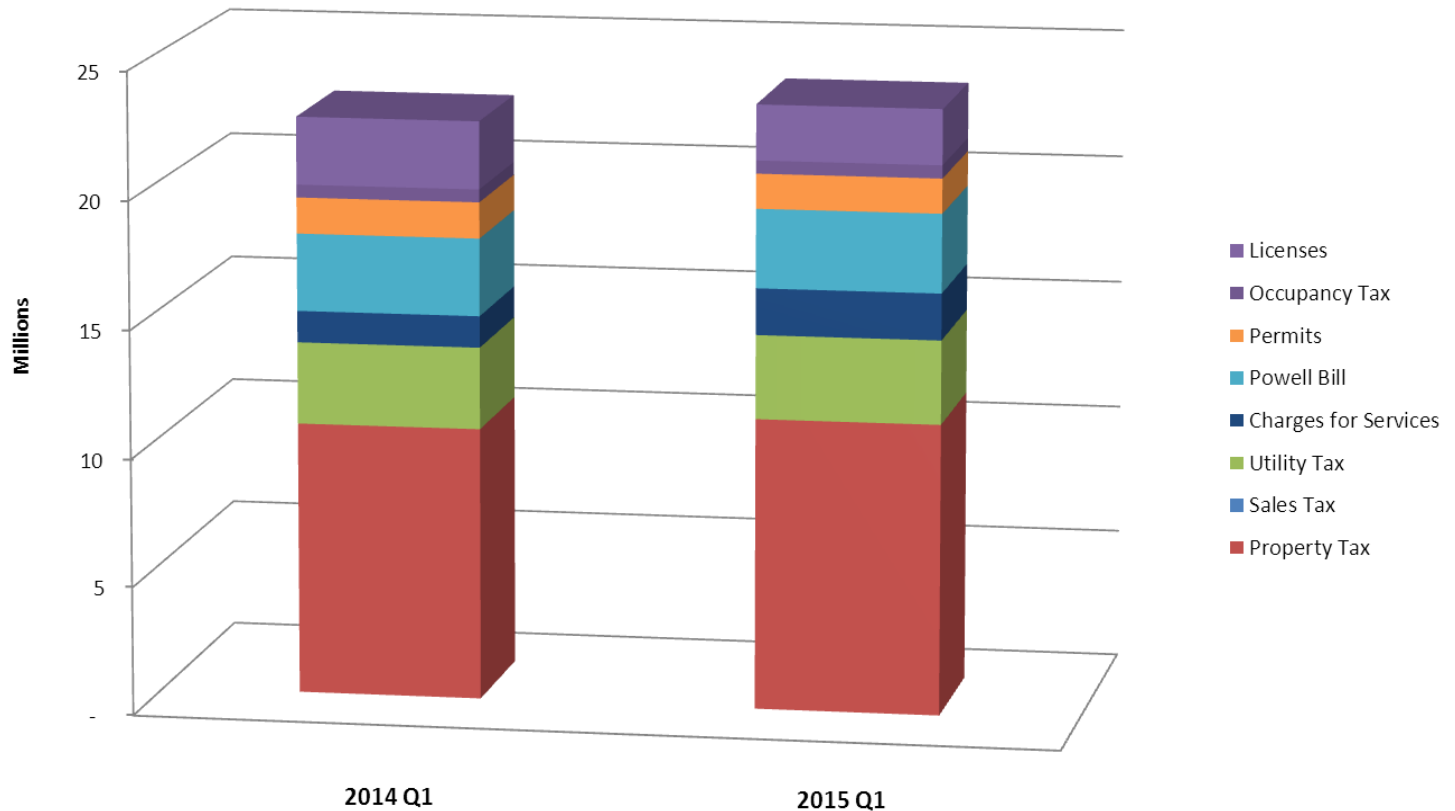


General Fund – Revenues (cont.)

- Powell Bill up from same period last year (1.69%).
- Charges for Services up from same period last year (47.61%).



General Fund Major Revenue Q1, 2014 vs. Q1 2015





General Fund - Revenues

REVENUES	FY2015 ADJUSTED BUDGET	ACTIVITY THROUGH SEPT 2014	PERCENTAGE USED TO DATE	PROJECTION THROUGH YEAR END	VARIANCE TO FINAL BUDGET- POSITIVE (NEGATIVE)
Property taxes	\$ 94,818,475	\$ 11,349,269	12.0%	\$ 94,543,476	\$ (274,999)
Sales taxes	48,071,541	-	0.0%	45,916,246	(2,155,295)
Hotel/Motel Occupancy tax	1,804,000	508,105	28.2%	1,917,918	113,918
Other local taxes	313,915	103,768	33.1%	346,000	32,085
Licenses	2,796,000	2,160,659	77.3%	2,670,000	(126,000)
Permits	4,060,000	1,355,760	33.4%	4,228,657	168,657
Utility franchise tax	4,474,172	3,271,422	73.1%	6,629,467	2,155,295
Powell bill	6,091,430	3,076,816	50.5%	6,153,632	62,202
Other intergovernmental revenues	3,744,649	480,306	12.8%	3,744,649	-
Investment and rental income	52,332	13,828	26.4%	55,000	2,668
Charges for services	6,980,727	1,815,104	26.0%	7,019,324	38,597
Intragovernmental services	300,000	73,407	24.5%	305,700	5,700
Assessments	100,000	22,629	22.6%	100,000	-
Sale of property and miscellaneous	582,123	85,590	14.7%	761,506	179,383
Total revenues	174,189,364	24,316,663	14.0%	174,391,575	202,211



General Fund - Revenues

	FY 2015 ADJUSTED BUDGET	ACTIVITY THROUGH SEPT 2014	PERCENTAGE USED TO DATE	PROJECTION THROUGH YEAR END	VARIANCE TO FINAL BUDGET- POSITIVE (NEGATIVE)
REVENUES					
OTHER FINANCING SOURCES					
Transfer from other funds	-	-	0.0%	-	-
Debt refunding	-	-	0.0%	-	-
Transfer from reserves	4,671,772	-	0.0%	3,884,680	(787,092)
Appropriation from fund balance	815,250	-	0.0%	-	(815,250)
Total other financing sources	<u>5,487,022</u>	<u>-</u>	<u>0.0%</u>	<u>3,884,680</u>	<u>(1,602,342)</u>
Total revenues and other financing sources	<u>\$179,676,386</u>	<u>\$ 24,316,663</u>	<u>13.5%</u>	<u>\$ 178,276,255</u>	<u>\$ (1,400,131)</u>



General Fund - Expenditures

- Year-end operations spending projected at \$1.4M less than budgeted:
 - Personnel costs under-budget by \$1.2M or approximately 0.90%
 - Operating costs under budget by \$204K or 0.59%
- No departments are projected to go over-budget.



General Fund - Expenditures

DEPARTMENT	FY 2015 ADJUSTED BUDGET	ACTIVITY THROUGH SEPT 2014	ENCUM- BRANCE BALANCE	PROJECTION THROUGH YEAR END	VARIANCE TO FINAL BUDGET- POSITIVE (NEGATIVE)
Audit Services	\$ 551,432	\$ 133,142	\$ 49,115	\$ 551,432	\$ -
Budget & Management Services	1,222,126	268,290	360	1,198,793	23,333
City Attorney	1,651,786	414,787	22,510	1,651,786	-
City Clerk	638,365	135,669	1,611	603,860	34,505
City Council	604,168	294,928	482	577,375	26,793
City Manager/One Call/Public Affairs	3,008,401	665,005	108,050	2,979,754	28,647
City/County Inspections	3,736,433	799,872	5,604	3,736,433	-
City/County Planning	3,094,535	734,538	2,829	3,094,535	-
Community Development	2,019,409	642,838	279,249	1,936,751	82,658
Economic & Workforce Development	3,392,202	542,501	1,352,116	3,392,202	-
Emergency Communications	5,009,970	1,147,479	131,211	4,809,952	200,018
Emergency Management	202,589	50,647	-	202,589	-
Equal Opportunity-Equity Assurance	579,336	136,126	1,162	535,823	43,513



General Fund - Expenditures

DEPARTMENT	FY 2015 ADJUSTED BUDGET	ACTIVITY THROUGH SEPT 2014	ENCUM- BRANCE BALANCE	PROJECTION THROUGH YEAR END	VARIANCE TO FINAL BUDGET- POSITIVE (NEGATIVE)
Finance	4,500,963	815,526	3,618	4,500,963	-
Fire	24,554,623	5,509,654	207,374	24,541,572	13,051
Fleet Maintenance	4,324,568	949,762	432,354	4,323,763	805
General Services	12,065,812	2,632,299	1,269,035	12,062,762	3,050
Human Resources	1,682,582	400,454	9,879	1,682,582	-
Neighborhood Improvement Service	3,514,493	803,558	189,663	3,512,593	1,900
Parks & Recreation	12,008,343	2,632,561	453,493	11,830,121	178,222
Police	54,330,195	12,696,507	1,284,826	53,903,018	427,177
Public Works	7,911,959	1,989,929	904,924	7,671,332	240,627
Technology Solutions	6,305,234	1,838,918	561,337	6,305,234	-
Transportation	7,773,954	1,998,364	141,734	7,773,954	-



General Fund - Expenditures

DEPARTMENT	FY 2015 ADJUSTED BUDGET	ACTIVITY THROUGH SEPT 2014	ENCUM- BRANCE BALANCE	PROJECTION THROUGH YEAR END	VARIANCE TO FINAL BUDGET- POSITIVE (NEGATIVE)
NonDepartmental	10,434,052	1,701,000	1,819,335	10,338,220	95,832
Indirect Cost	(7,785,417)	-	-	(7,785,417)	-
Debt Service	50,000	5,650	-	50,000	-
Transfer	12,294,273	9,619	-	12,294,273	-
Total	179,676,386	39,949,623	9,231,871	178,276,255	1,400,131

CLASS	FY 2015 ADJUSTED BUDGET	ACTIVITY THROUGH SEPT 2014	ENCUM- BRANCE BALANCE	PROJECTION THROUGH YEAR END	VARIANCE WITH FINAL BUDGET- POSITIVE (NEGATIVE)
Personal services	\$ 130,775,487	\$ 30,368,153	\$ 148,891	\$ 129,595,546	\$ 1,179,941
Operating expenditures	34,620,024	9,287,385	8,374,395	\$ 34,415,184	204,840
Capital outlay	1,333,209	278,816	708,585	\$ 1,332,870	339
Appropriation not authorized for expenditures	603,393	-	-	\$ 588,382	15,011
Debt service	50,000	5,650	-	\$ 50,000	-
Transfers out	12,294,273	9,619	-	\$ 12,294,273	-
Total	179,676,386	39,949,623	9,231,871	178,276,255	1,400,131



Enterprise Funds



Water & Sewer Fund

- Operating revenues at 30% of yearly budget
- Operating expenses at 18% of yearly budget
- Consumption for the First quarter of FY15 is 8% higher than consumption for the same period in FY14.
- Overall, fund is expected to finish at budget for FY 15.



Water & Sewer Fund - Revenues

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
Revenues				
Operating revenues	\$ 83,122,701	\$ 24,674,235	\$ 83,122,701	\$ -
Permits	83,000	22,850	83,000	-
Total operating revenues	<u>83,205,701</u>	<u>24,697,085</u>	<u>83,205,701</u>	<u>-</u>
Non-operating revenues				
Miscellaneous	1,658,138	389,561	1,658,138	-
Investment Income	139,862	33,191	139,862	-
Operating transfers from other funds	287,635	-	287,635	-
Transfer from reserves	2,016,655	-	2,016,655	-
Total Non-operating revenues	<u>4,102,290</u>	<u>422,752</u>	<u>4,102,290</u>	<u>-</u>
Total revenues	\$ <u>87,307,991</u>	\$ <u>25,119,837</u>	\$ <u>87,307,991</u>	\$ <u>-</u>



Water & Sewer Fund - Expenses

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
Expenditures				
Personal Services	\$ 24,152,106	\$ 5,259,512	\$ 24,152,106	\$ -
Operating expenditures	24,386,269	4,448,137	24,386,269	-
Non-departmental administration	5,997,679	-	5,997,679	-
Capital outlay	-	-	-	-
Debt service principal and interest	11,260,678	574,700	11,260,678	-
Operating transfers to other funds	21,511,259	-	21,511,259	-
Total expenditures	\$ 87,307,991	\$ 10,282,349	\$ 87,307,991	\$ -
 Revenues less Expenditures	 -	 14,837,488	 -	



W&S Capital Facility Fee Fund

- Capital Facility Fees are derived from charges to new development or facility expansion.
- Funding provided to the Water and Sewer Construction Fund to support capital improvements.
- First quarter results are \$308,000 greater than Q1 FY 14.
- Collected surplus is credited toward fund balance.



Transit Operations Fund

- Transit Operations Fund overall expected to operate at budget.
- Timing of receipts makes Q1 estimates very preliminary
- Tax rate of 3.87 cents per \$100 (about \$9.36M) is budgeted in the Transit Fund.

Transit Operations Fund - Revenues



	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
Revenues				
Operating revenues	\$ 3,692,507	\$ 678,216	\$ 3,692,507	\$ -
Non-operating revenues				
Taxes	9,355,323	1,103,886	9,355,323	-
Miscellaneous	5,814,297	673,381	5,814,297	-
Investment Income	-	-	-	-
Transfer from reserves	780,634	-	780,634	-
Total Non-operating revenues	15,950,254	1,777,267	15,950,254	-
Total revenues	\$ 19,642,761	\$ 2,455,483	\$ 19,642,761	\$ -



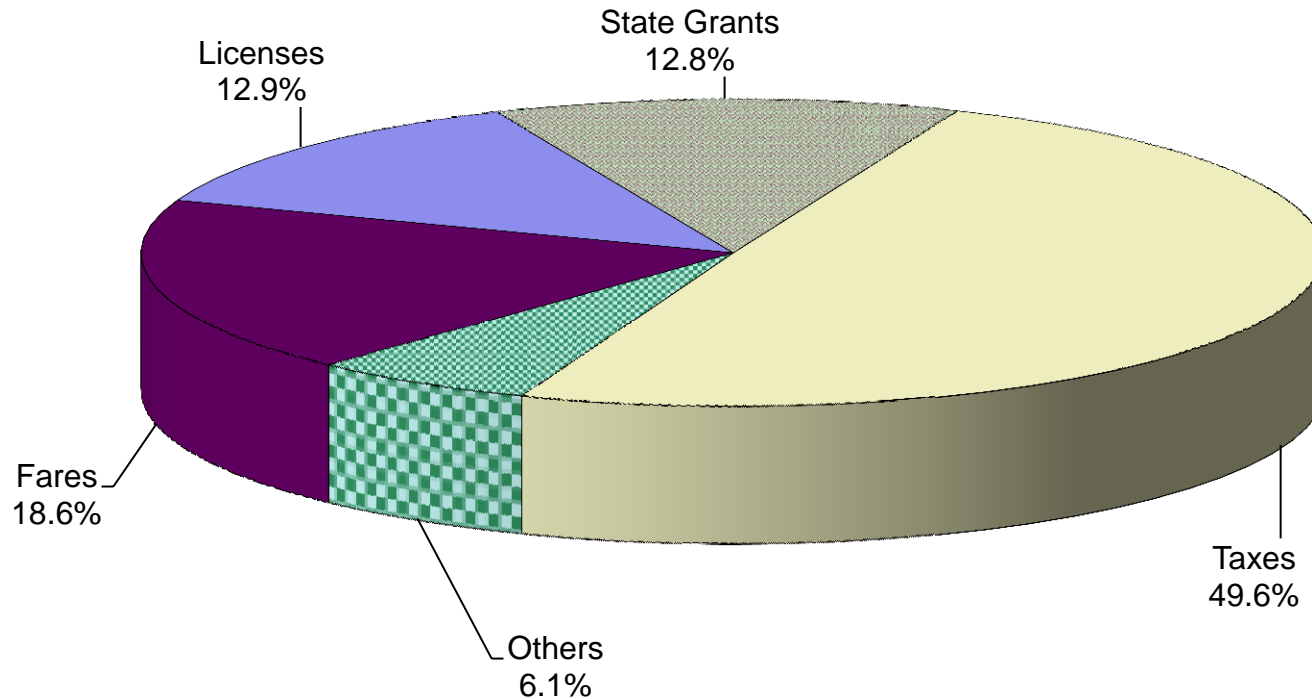
Transit Operations Fund – Expenses

	<u>Adjusted Budget</u>	<u>Actual</u>	<u>Year-End Projection</u>	<u>Year-End Positive/ (Negative)</u>
Expenditures				
Operating expenditures	\$ 17,861,206	\$ 3,657,498	\$ 17,861,206	\$ -
Non-departmental administration	324,921	-	324,921	-
Capital outlay	70,994	-	70,994	-
Debt service principal and interest	212,737	163,190	212,737	-
Operating transfers to other funds	<u>1,172,903</u>	<u>-</u>	<u>1,172,903</u>	<u>-</u>
Total expenditures	\$ <u><u>19,642,761</u></u>	\$ <u><u>3,820,689</u></u>	\$ <u><u>19,642,761</u></u>	\$ <u><u>-</u></u>
 Revenues less Expenditures	 -	 (1,365,206)	 -	



Transit Fund- Source of Funding

Transit Operations Fund Revenues





Solid Waste Fund

- Revenues projected under budget due to lower revenues from the mixed solid waste fee.
- Expenditures projected under budget due to operational savings.
- Slight deficit projected for FY 15.
- The Solid Waste Disposal Fund budgeted to receive 32% of fund needs through charges and other non-tax revenue sources.



Solid Waste Fund - Revenues

	<u>Adjusted Budget</u>	<u>Actual</u>	<u>Year-End Projection</u>	<u>Year-End Positive/ (Negative)</u>
Revenues				
Operating revenues	\$ 6,270,160	\$ 2,070,620	\$ 5,680,761	\$ (589,399)
Non-operating revenues				
Investment Income	5,000	1,050	5,000	-
Miscellaneous	145,672	33,966	145,672	-
Operating transfers from other funds	13,827,981	-	13,827,981	-
Transfer from reserves	546,155	-	546,155	-
Total Non-operating revenues	<u>14,524,808</u>	<u>35,016</u>	<u>14,524,808</u>	<u>-</u>
Total revenues	\$ <u>20,794,968</u>	\$ <u>2,105,636</u>	\$ <u>20,205,569</u>	\$ <u>(589,399)</u>



Solid Waste Fund - Expenses

	<u>Adjusted Budget</u>	<u>Actual</u>	<u>Year-End Projection</u>	<u>Year-End Positive/ (Negative)</u>
Expenditures				
Personal Services	\$ 6,215,596	\$ 1,367,351	\$ 6,215,596	\$ -
Operating expenditures	10,216,254	1,838,722	9,687,960	528,294
Non-departmental administration	153,670	-	153,670	-
Debt service principal and interest	4,201,448	1,211,354	4,201,448	-
Operating transfers to other funds	-	-	-	-
Appropriations not authorized	8,000	-	8,000	-
	<u>20,794,968</u>	<u>4,417,427</u>	<u>20,266,674</u>	<u>528,294</u>
	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Total expenditures				
	<u>\$ 20,794,968</u>	<u>\$ 4,417,427</u>	<u>\$ 20,266,674</u>	<u>\$ 528,294</u>
Revenues less Expenditures	-	(2,311,791)	(61,105)	



Stormwater Fund

- Provides for the management and maintenance of operational expenses of stormwater activities which include street cleaning.
- The fund is a self-sufficient enterprise fund and receives no tax support.
- At quarter-one, the Stormwater Fund has received 36.68% of projected revenues. Fund anticipating surplus due to personnel and operating savings..



Stormwater Fund - Revenues

	<u>Adjusted Budget</u>	<u>Actual</u>	<u>Year-End Projection</u>	<u>Year-End Positive/ (Negative)</u>
Revenues				
Operating revenues	\$ <u>14,736,860</u>	\$ <u>5,404,967</u>	\$ <u>14,736,860</u>	\$ <u>-</u>
Non-operating revenues				
Investment Income	20,000	3,432	20,000	-
Operating transfers from other funds	232,047	-	232,047	-
Transfer from reserves	<u>430,093</u>	<u>-</u>	<u>103,002</u>	<u>(327,091)</u>
Total Non-operating revenues	<u>682,140</u>	<u>3,432</u>	<u>355,049</u>	<u>(327,091)</u>
 Total revenues	 \$ <u>15,419,000</u>	 \$ <u>5,408,399</u>	 \$ <u>15,091,909</u>	 \$ <u>(327,091)</u>

Stormwater - Expenses



	<u>Adjusted Budget</u>	<u>Actual</u>	<u>Year-End Projection</u>	<u>Year-End Positive/ (Negative)</u>
Expenditures				
Personal Services	\$ 6,420,313	\$ 1,367,854	\$ 6,163,606	\$ 256,707
Operating expenditures	2,625,095	377,449	2,558,317	66,778
Non-departmental administration	855,266	-	855,266	-
Capital outlay	34,326	-	30,720	3,606
Operating transfers to other funds	<u>5,484,000</u>	<u>-</u>	<u>5,484,000</u>	<u>-</u>
 Total expenditures	 <u>\$ 15,419,000</u>	 <u>\$ 1,745,303</u>	 <u>\$ 15,091,909</u>	 <u>\$ 327,091</u>
 Revenues less Expenditures	 -	 3,663,096	 -	



Parking Fund

- The Parking fund operating revenues fully cover fund operating expenses.
- Debt Service Fund subsidizes the debt portion of the fund.
- Parking Fund is expected to operate within budget expectations.



Parking Fund - Revenues

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
Revenues				
Operating revenues	\$ 2,801,717	\$ 668,903	\$ 2,801,717	\$ -
Non-operating revenues				
Investment Income	1,000	153	1,000	-
Miscellaneous	-	-	-	-
Operating transfers from other funds	1,987,324	-	1,987,324	-
Transfer from reserves	129,382	-	129,382	-
Total Non-operating revenues	2,117,706	153	2,117,706	-
Total revenues	\$ 4,919,423	\$ 669,056	\$ 4,919,423	\$ -



Parking Fund - Expenses

	<u>Adjusted Budget</u>	<u>Actual</u>	<u>Year-End Projection</u>	<u>Year-End Positive/ (Negative)</u>
Expenditures				
Personal Services	\$ 146,435	\$ 32,885	\$ 146,435	\$ -
Operating expenditures	2,323,282	479,555	2,323,282	-
Non-departmental administration	453,881	-	453,881	-
Capital outlay	8,500	-	8,500	-
Debt service principal and interest	1,987,325	310,017	1,987,325	-
Transfer to fund balance	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total expenditures	\$ <u>4,919,423</u>	\$ <u>822,457</u>	\$ <u>4,919,423</u>	\$ <u> </u>
Revenues less Expenditures	-	(153,401)	-	



Ballpark Fund

- The Ballpark Fund relies on the General Fund and Debt Service Fund for 87.5% of its adjusted budget.
- Projecting budget to be on target based on the debt service schedule of payments and revenue sharing agreement.



Ballpark Fund - Revenues

	Adjusted Budget	Actual	Year-End Projection	Year-End Positive/ (Negative)
Revenues				
Operating revenues	\$ 181,788	\$ 62,501	\$ 181,788	\$ -
Non-operating revenues				
Non-operating revenues	-	-	-	-
Investment Income	1,000	617	1,000	-
Operating transfers from other funds	1,285,617	-	1,285,617	-
Debt proceeds for COI	-	-	-	-
Transfer from reserves	340	-	164	(176)
Total Non-operating revenues	1,286,957	617	1,286,781	(176)
 Total revenues	 \$ 1,468,745	 \$ 63,118	 \$ 1,468,569	 \$ (176)



Ballpark Fund - Expenses

	<u>Adjusted Budget</u>	<u>Actual</u>	<u>Year-End Projection</u>	<u>Year-End Positive/ (Negative)</u>
Expenditures				
Personal Services	\$ -	\$ -	\$ -	\$ -
Operating expenditures	340	164	164	176
Non-departmental administration	-	-	-	-
Debt service principal and interest	1,300,589	976,225	1,300,589	-
Operating transfers to other funds	<u>167,816</u>	<u>-</u>	<u>167,816</u>	<u>-</u>
 Total expenditures	 <u>\$ 1,468,745</u>	 <u>\$ 976,389</u>	 <u>\$ 1,468,569</u>	 <u>\$ 176</u>
 Revenues less Expenditures	 -	 (913,271)	 -	



Durham Performing Arts Center - Revenues

	<u>Adjusted Budget</u>	<u>Actual</u>	<u>Year-End Projection</u>	<u>Year-End Positive/ (Negative)</u>
Revenues				
Operating revenues	\$ 1,344,333	\$ -	\$ 1,344,333	\$ -
Non-operating revenues				
Taxes	1,400,000	395,315	1,400,000	-
Naming rights	425,000	-	425,000	-
Ticket facility fee	530,233	80,137	530,233	-
Investment Income	25,920	1,110	25,920	-
Total Non-operating revenues	<u>2,381,153</u>	<u>476,562</u>	<u>2,381,153</u>	<u>-</u>
Total revenues	\$ <u>3,725,486</u>	\$ <u>476,562</u>	\$ <u>3,725,486</u>	\$ <u>-</u>



DPAC - Expenses

	<u>Adjusted Budget</u>	<u>Actual</u>	<u>Year-End Projection</u>	<u>Year-End Positive/ (Negative)</u>
Expenditures				
Operating expenditures	\$ 424,364	\$ 21,528	\$ 424,364	\$ -
Non-departmental administration	-	-		-
Capital outlay	498,000	-	498,000	-
Debt service principal and interest	2,540,719	-	2,540,719	-
Operating transfers to other funds	-	-		-
Transfers to fund balance	<u>262,403</u>	<u>-</u>	<u>262,403</u>	<u>-</u>
 Total expenditures	 <u>\$ 3,725,486</u>	 <u>\$ 21,528</u>	 <u>\$ 3,725,486</u>	 <u>\$ -</u>
 Revenues less Expenditures	 -	 455,034	 -	



Other Projects

- Multi Year Financial Plans
- Departmental Strategic Plans
- Employee Opinion Survey
- Monthly Financial Report
- ICMA / SAS Performance Measurement Project