



Financial Report Fiscal Year-to-Date As of February 2013

Report to the City Council

Prepared by City Treasurer – Finance and Accounting Division

March 25, 2013



FINANCIAL REPORT YEAR-TO-DATE FEBRUARY 2013

The following report is a summary of financial results for the City's General Fund (which is the primary operating fund of the City), Transportation Fund, Tourism Development Fund, major Enterprise Funds, Fleet Fund, Risk Fund and Benefits Self-Insurance Fund. The report also includes detailed information on the City's privilege (sales) tax by major category.

Financial statements summarize sources and uses by major categories. Significant budget to actual variances are highlighted and explained.

On May 8, 2012, City Council authorized the creation of the Tourism Development Fund. The Tourism Development Fund is a Special Revenue Fund consisting of Bed Tax, Princess Hotel lease revenue and Hospitality Trolley sponsorships. This fund was established to account for all revenues and expenditures related to tourism. Beginning August 2012, revenue collections, revenue and expenditure budgets, and expenditure activity was transferred to the newly created Tourism Development Fund.

Beginning January 2013, the report includes Statements of Operations for WestWorld and The Giants Spring Training Baseball Stadium. The statements summarize operating revenue and expenses to determine the operations' income.

<u>Contents</u>	<u>Page</u>
General Fund	3
Transportation Fund	13
Tourism Development Fund	16
Enterprise Funds:	
Water and Water Reclamation Funds.....	19
Aviation Fund	22
Solid Waste Fund	25
Internal Service Funds:	
Fleet Fund.....	28
Risk Fund	31
Benefits Self-Insurance Fund	34
Statement of Operations:	
WestWorld	37
The Giants Spring Training Baseball Stadium	38
Appendix 1: Privilege (Sales) & Use Tax Collections	39
Appendix 2: Glossary	43

General Fund- Summary**FY 2012/13 - GENERAL FUND**

(\$ in millions: Rounding differences may occur)

	Adopted Budget	Revised Budget	Adopted vs. Revised Favorable/(Unfavorable)	
			Amount	Percent
Sources	\$242.0	\$260.7	\$18.7	-5%
Uses	250.3	269.5	(19.1)	-8%
Change in Fund Balance	(\$8.4)	(\$8.8)	(\$0.4)	
Beginning Fund Balance	\$39.4	\$44.8	\$5.4	
Ending Fund Balance	\$31.1	\$36.0	\$5.0	
Reserved*	\$24.7	\$24.6	(\$0.2)	
Contingency	\$5.0	\$4.9	(\$0.1)	
Unreserved	\$1.3	\$6.5	\$5.2	

*General Fund Reserved equals 10% of operating expenses for the General Fund plus Transportation Fund.

February 2013: Current Month and YTD

(\$ in millions: Rounding differences may occur)

	February Actual	February Revised Budget	YTD Actuals	YTD Revised Budget	Actual vs. Budget Favorable/(Unfavorable)	
					Amount	Percent
Sources	\$19.0	\$19.0	\$181.6	\$177.9	\$3.7	2%
Uses	16.8	17.2	176.9	179.4	2.5	1%
Change in Fund Balance	\$2.2	\$1.8	\$4.7	(\$1.5)	\$6.2	

Sources
(\$ in millions: Rounding differences may occur)

	Twelve Months: Fiscal Year			
	2010/11	2011/12	2012/13	2012/13
	Actual	Actual	Adopted Budget	Revised Budget
1.1% Sales Taxes	\$87.9	\$92.9	\$97.3	\$97.3
State-Shared Revenues	48.4	42.3	47.6	47.6
Property Taxes	24.6	24.8	25.3	25.3
Bed Taxes*	13.1	13.4	13.4	-
Franchise Fees/In-Lieu Taxes	11.2	11.8	11.5	11.2
Charges for Services/Other*	24.5	25.9	23.3	21.7
Building Permit Fees & Charges	6.9	8.4	8.7	8.7
Interest Earnings	1.2	1.5	1.1	1.1
Indirect/Direct Cost Allocation**	13.9	8.6	6.7	7.1
Bond Proceeds	-	-	-	31.3
Total Revenue	\$231.7	\$229.7	\$234.9	\$251.3
Transfers In	12.2	9.9	7.1	9.5
Total Sources	\$243.9	\$239.6	\$242.0	\$260.7
% Change vs. Prior Year	-3%	-2%	1%	9%

	One Month: February 2013				Actual vs. Budget	
	2010/11	2011/12	2012/13	2012/13	Favorable/(Unfavorable)	
	Actual	Actual	Actual	Revised Budget	Amount	Percent
1.1% Sales Taxes	\$7.4	\$7.7	\$8.6	\$8.3	\$0.2	3%
State-Shared Revenues	4.3	3.8	4.2	4.2	-	-
Property Taxes	0.7	0.6	0.6	0.7	(0.1)	-19%
Bed Taxes*	1.4	1.4	-	-	-	-
Franchise Fees/In-Lieu Taxes	-	0.0	(0.1)	-	(0.1)	n/a
Charges for Services/Other*	1.9	2.8	2.3	1.8	0.5	30%
Building Permit Fees & Charges	0.5	0.7	1.0	0.7	0.4	50%
Interest Earnings	0.0	0.1	0.1	0.1	-	-
Indirect/Direct Cost Allocation	1.5	0.7	0.6	0.6	-	-
Bond Proceeds ^(a)	-	-	2.1	2.1	-	-
Total Revenue	\$17.8	\$17.6	\$19.4	\$18.5	\$0.9	5%
Transfers In	0.6	0.5	(0.4)	0.5	(0.9)	nm
Total Sources	\$18.5	\$18.2	\$19.0	\$19.0	-	-
% Change vs. Prior Year		-2%	5%	5%		

	Fiscal Year-to-Date: February 2013				Actual vs. Budget	
	2010/11	2011/12	2012/13	2012/13	Favorable/(Unfavorable)	
	Actual	Actual	Actual	Revised Budget	Amount	Percent
1.1% Sales Taxes	\$56.6	\$59.8	\$62.7	\$63.3	(\$0.6)	-1%
State-Shared Revenues	32.1	28.4	30.8	31.6	(0.7)	-2%
Property Taxes	13.8	15.0	15.2	14.2	1.0	7%
Bed Taxes*	6.8	7.0	-	-	n/a	n/a
Franchise Fees/In-Lieu Taxes	7.7	7.9	8.1	7.8	0.3	4%
Charges for Services/Other*	15.3	15.9	15.6	13.2	2.4	18%
Building Permit Fees & Charges	4.9	5.4	7.4	5.3	2.0	38%
Interest Earnings	1.4	0.6	0.8	0.7	0.1	7%
Indirect/Direct Cost Allocation	9.4	5.7	4.7	4.7	-	-
Bond Proceeds ^(a)	-	-	31.3	31.3	-	-
Total Revenue	\$147.9	\$145.8	\$176.5	\$172.1	\$4.4	3%
Transfers In	9.0	7.2	5.1	5.8	(0.7)	-12%
Total Sources	\$156.9	\$153.0	\$181.6	\$177.9	\$3.7	2%
% Change vs. Prior Year		-3%	19%	16%		

* Beginning in August 2012, the budget and collection of Bed Tax and Princess Hotel Lease revenues have been moved to the newly created Tourism Development Fund authorized by City Council on May 8, 2012.

** Direct Cost Allocation for Fire included in Indirect Cost Allocation amounts for all years except Adopted FY 2012/13, where it was adopted as a Transfer In. FY 2012/13 budget has since been revised to provide consistent annual comparisons.

^(a) MPC Bonds proceeds to fund Nordstrom Garage Lease payoff.

Sales Taxes

	Twelve Months: Fiscal Year			
	2010/11	2011/12	2012/13	2012/13
	Actual	Actual	Adopted Budget	Revised Budget
1.00% General Purpose Sales Tax	\$80.1	84.6	\$88.7	\$88.7
0.10% Public Safety Sales Tax	7.8	8.2	8.6	8.6
Total General Fund Sales Taxes	\$87.9	\$92.9	\$97.3	\$97.3
% Change vs. Prior Year	2%	6%	5%	5%

	Fiscal Year-to-Date: February 2013					
	2010/11	2011/12	2012/13	2012/13	Actual vs. Budget	
	Actual	Actual	Actual	Revised Budget	Favorable/(Unfavorable)	
					Amount	Percent
1.00% General Purpose Sales Tax	\$51.6	\$54.5	\$57.1	\$57.7	(\$0.6)	-1%
0.10% Public Safety Sales Tax	5.0	5.3	5.5	5.6	-	-
Total General Fund Sales Taxes	\$56.6	\$59.8	\$62.7	\$63.3	(\$0.6)	-1%
% Change vs. Prior Year		6%	5%	6%		

Actual to Revised Budget variance of (\$0.6) million or (1%):

The unfavorable variance is attributed to a decline in the major department store category as a result of two stores closing. Construction sales tax is also contributing to the unfavorable variance but appears to be a budget spread issue. See Appendix 1 for further information about results by sales tax categories.

State-Shared Revenues

	Twelve Months: Fiscal Year			
	2010/11	2011/12	2012/13	2012/13
	Actual	Actual	Adopted Budget	Revised Budget
State Revenue Sharing	\$22.8	\$18.3	\$22.2	\$22.2
State Shared Sales Tax	17.8	17.0	18.2	18.2
Auto Lieu Tax	7.7	7.0	7.2	7.2
Total State Shared Revenues	\$48.4	\$42.3	\$47.6	\$47.6
% Change vs. Prior Year	-13%	-13%	12%	12%

	Fiscal Year-to-Date: February 2013					
	2010/11	2011/12	2012/13	2012/13	Actual vs. Budget	
	Actual	Actual	Actual	Revised Budget	Favorable/(Unfavorable)	
					Amount	Percent
State Revenue Sharing	\$15.2	\$12.2	\$14.8	\$14.8	-	-
State Shared Sales Tax	11.7	11.2	11.6	11.9	(0.3)	-2%
Auto Lieu Tax	5.1	4.9	4.4	4.8	(0.4)	-9%
Total State Shared Revenues	\$32.1	\$28.4	\$30.8	\$31.6	(\$0.7)	-2%
% Change vs. Prior Year		-12%	9%	11%		

Actual to Revised Budget variance of (\$0.7) million or (2%):

Of the unfavorable variance in Auto Lieu Tax, (\$0.3) million is the result of a timing issue; year to date receipts are short one payment but will correct itself by year end. The remaining unfavorable variance is the result of Auto Lieu Tax actuals continuing to perform under the Arizona Department of Transportation's (ADOT) forecast.

Property Taxes

Actual to Revised Budget variance of \$1.0 million or 7%:

The favorable variance is a timing issue and is not indicative of annual results.

Bed Taxes

Actual to Revised Budget variance of n/a or n/a:

With the creation of the Tourism Development Fund, bed tax revenue budgets were moved out of the General Fund to the new fund; all revenues collected year to date are now reported in the new fund.

Franchise Fees and In-Lieu Taxes

	Twelve Months: Fiscal Year			
	2010/11	2011/12	2012/13	2012/13
	Actual	Actual	Adopted Budget	Revised Budget
Electric and Gas Franchise	\$7.8	\$8.1	\$8.2	\$8.0
Cable TV License Fee	3.2	3.4	3.0	3.0
Salt River Project Lieu Tax	0.2	0.2	0.2	0.2
Total Franchise Fees/In-Lieu Taxes	\$11.2	\$11.8	\$11.5	\$11.2
% Change vs. Prior Year	-2%	5%	-3%	-5%

	Fiscal Year-to-Date: February 2013					Actual vs. Budget	
	2010/11	2011/12	2012/13	2012/13	Favorable/(Unfavorable)		
	Actual	Actual	Actual	Revised Budget	Amount	Percent	
	Actual	Actual	Actual	Budget	Amount	Percent	
Electric and Gas Franchise	\$6.1	\$6.1	\$6.4	\$6.2	\$0.2	3%	
Cable TV License Fee	1.4	1.7	1.7	1.5	0.1	10%	
Salt River Project Lieu Tax	0.2	0.1	0.1	0.1	-	-	
Total Franchise Fees/In-Lieu Taxes	\$7.7	\$7.9	\$8.1	\$7.8	0.3	4%	
% Change vs. Prior Year		3%	3%	-2%			

Actual to Revised Budget variance of \$0.3 million or 4%:

The favorable variance in Electric and Gas Franchise is likely the result of increased utility revenues due to either new customer connections and/or higher customer usage. The favorable variance for Cable TV License Fee is the result of an increase in cable vendor gross revenues.

Charges for Services/Other

	Twelve Months: Fiscal Year			
	2010/11	2011/12	2012/13	2012/13
	Actual	Actual	Adopted Budget	Revised Budget
<i>Licenses, Permits & Fees</i>				
Recreation Fees	\$3.6	\$3.8	\$3.7	\$3.7
WestWorld	2.6	2.6	2.7	2.7
Fire Service Charges	0.8	0.5	0.5	0.5
Business Licenses & Fees	1.7	1.8	1.8	1.8
<i>Fines & Forfeitures</i>				
Court Fines	4.3	4.5	4.3	4.3
Photo Enforcement Revenue	2.0	2.3	2.1	2.1
Parking Fines	0.3	0.3	0.3	0.3
Library Fines & Fees	0.4	0.4	0.3	0.3
<i>Miscellaneous</i>				
Stormwater Water Quality Charge	0.8	0.9	0.9	0.9
Property Rental	3.2	3.6	3.3	1.8
Intergovernmental Revenue	0.9	0.8	0.9	0.9
Contributions/Donations	-	-	0.1	-
Miscellaneous	0.5	1.1	0.7	0.7
Reimbursements	3.4	3.2	1.8	1.8
Total Charges for Services/Other	\$24.5	\$25.9	\$23.3	\$21.7
% Change vs. Prior Year	-8%	6%	-10%	-16%

	Fiscal Year-to-Date: February 2013					Actual vs. Budget	
	2010/11	2011/12	2012/13	2012/13	Favorable/(Unfavorable)		
	Actual	Actual	Actual	Revised Budget	Amount	Percent	
<i>Licenses, Permits & Fees</i>							
Recreation Fees	\$2.0	\$2.1	\$2.0	\$2.1	-	-	
WestWorld	1.4	1.4	1.2	1.3	-	-	
Fire Service Charges	0.5	0.3	0.4	0.3	0.1	33%	
Business Licenses & Fees	1.4	1.4	1.4	1.4	-	-	
<i>Fines & Forfeitures</i>							
Court Fines	2.8	2.9	2.6	2.8	(0.2)	-7%	
Photo Enforcement Revenue	1.3	1.4	1.5	1.4	-	-	
Parking Fines	0.2	0.2	0.1	0.2	-	-	
Library Fines & Fees	0.3	0.2	0.2	0.2	-	-	
30 Day Tow Program	-	-	-	-	-	-	
<i>Miscellaneous</i>							
Stormwater Water Quality Charge	0.6	0.6	0.6	0.6	-	-	
Property Rental	1.8	1.7	1.0	0.7	0.3	44%	
Intergovernmental Revenue	0.6	0.6	0.9	0.7	0.2	31%	
Contributions/Donations	0.0	0.1	-	-	-	-	
Miscellaneous	0.4	0.7	0.6	0.4	0.2	44%	
Reimbursements	2.1	2.4	3.0	1.2	1.8	nm	
Total Charges for Services/Other	\$15.3	\$15.9	\$15.6	\$13.2	\$2.4	18%	
% Change vs. Prior Year		4%	-2%	-17%			

Actual to Revised Budget variance of \$2.4 million or 18%:

The favorable variance in Fire Service Charges is attributable to an increase in Advanced Life Support transports. The unfavorable variance in Court Fines is the result of a decline in criminal citations. The favorable variance in Property Rental is from increased revenues at the Stadium related to a new summer baseball league that rented the facility in July and August, as well as rents received that were not budgeted which is anticipated to result in a favorable variance for the year. The favorable variance in Intergovernmental Revenue is primarily the result of \$0.1 million in School Resource Officer reimbursements for FY 2011/12 recorded in FY 2012/13, as well as \$0.1 million attributed to favorable Civic Center Library reciprocal borrowing revenues potentially as a result of surrounding community library cutbacks. The favorable variance in Miscellaneous revenue is attributable to unbudgeted revenue received for recoveries in Tax Licensing and Police Property and Evidence and sale of property, as well as an increase in passport activity. The favorable variance in Reimbursements is the result of a \$1.3 million ASRS Retirement Incentive Recovery, as well as a \$0.6 million tax rebate on utilities, which is offset by unfavorable results in Jail Fee Reimbursements. Prior months' unfavorable variances in WestWorld fees has been mitigated by better than anticipated current performance.

Building Permit Fees and Charges

Actual to Revised Budget variance of \$2.0 million or 38%:

The favorable variance is attributable to large projects coming in, such as Broadstone Lincoln and SkySong apartment complex.

Interest Earnings

Actual to Revised Budget variance of \$0.1 million or 7%:

No explanation necessary.

Indirect/Direct Cost Allocations

Actual to Revised Budget variance of \$0.0 million or 0%:

No explanation necessary.

Bond Proceeds

Actual to Revised Budget variance of \$0.0 million or 0%:

No explanation necessary.

Transfers In

	Twelve Months: Fiscal Year			
	2010/11	2011/12	2012/13	2012/13
	Actual	Actual	Adopted Budget	Revised Budget
CIP	\$3.6	\$0.9	\$0.0	\$0.0
Tourism Development - Bed Tax	-	-	-	2.7
Direct Cost Allocation - Fire*	-	-	0.3	-
30 Day Tow	-	0.3	0.3	0.3
Fleet Transfer	-	1.0	-	-
Special Programs	-	0.2	-	-
Enterprise In Lieu Franchise Fees	6.4	6.7	6.4	6.4
Enterprise In Lieu Property Tax	1.8	0.9	-	-
Water Campus Security	0.5	-	-	-
Total Transfers In	\$12.2	\$9.9	\$7.1	\$9.5
% Change vs. Prior Year	-37%	-15%	-28%	-5%

	Fiscal Year-to-Date: February 2013					Actual vs. Budget	
	2010/11	2011/12	2012/13	2012/13	Favorable/(Unfavorable)		
	Actual	Actual	Actual	Revised Budget	Amount	Percent	
CIP	\$3.6	\$0.9	\$0.0	\$0.0	-	-	
Tourism Development - Bed Tax	-	-	-	1.2	(1.2)	-100%	
30 Day Tow	-	0.3	0.2	0.2	-	-	
Fleet Transfer	-	1.0	-	-	-	-	
Special Programs	-	0.1	0.3	-	0.3	n/a	
Enterprise In Lieu Franchise Fees	4.0	4.4	4.6	4.4	0.2	4%	
Enterprise In Lieu Property Tax	1.2	0.6	-	-	-	-	
Water Campus Security	0.3	-	-	-	-	-	
Total Transfers In	\$9.0	\$7.2	\$5.1	\$5.8	(\$0.7)	-12%	
% Change vs. Prior Year		-20%	-29%	-19%			

* FY 2012/13 Budget moved to Indirect/Direct Cost Allocations category.

Actual to Revised Budget variance of (\$0.7) million or (12%):

The unfavorable variance in Tourism Development - Bed Tax is due to the reversal of the transfer-in from the Tourism Development Fund. The transfer-in was authorized by City Council to cover the expected FY 2012/13 WestWorld shortfall. However, due to delays in the issuance of debt for the Tony Nelssen Equestrian Center (TNEC) the shortfall is not expected until FY 2013/14. Therefore, the transfer will not occur until next fiscal year. The favorable variance for Special Programs is the result of remaining balances from prior years' General Fund Special Programs funding transfers being returned to the General Fund. The favorable variance in Enterprise In Lieu Franchise Fees is due to a favorable variance in revenues from water service charges and water reclamation charges in the Water and Water Reclamation funds. Water sales have been higher than anticipated and are being favorably affected by rate structural changes. Water reclamation revenues are experiencing favorable results due to higher than anticipated seasonal adjustments, which are based on water sales for the prior winter period.

Uses

(\$ in millions: Rounding differences may occur)

	Twelve Months: Fiscal Year				
	2010/11	2011/12	2012/13	2012/13	2012/13
Expenses:	<u>Actual</u>	<u>Actual</u>	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Approved Adjustments</u>
Personnel Services	\$158.0	\$154.2	\$157.8 **	\$157.6 **	(\$0.2)
Contractual	48.6	45.2	51.6	50.2	(1.4)
Commodities	7.4	7.3	7.9	7.7	(0.1)
Capital Outlays	0.5	0.2	1.1	1.1	-
Total Operating Expenses	\$214.5	\$206.9	\$218.3	\$216.7	(\$1.7)
Debt Service & Contracts Payable	12.2	17.8	18.0	44.3 ***	26.3
Transfers Out	11.5	14.8	14.0	8.5	(5.5)
Total Uses	\$238.3	\$239.4	\$250.3 **	\$269.5 **	\$19.1
% Change vs. Prior Year	-6%	0%	5%	13%	

	One Month: February 2013					
	2010/11	2011/12	2012/13	2012/13	Actual vs. Budget	
Expenses:*	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Revised Budget</u>	<u>Favorable / (Unfavorable) Amount</u>	<u>Percent</u>
Personnel Services	\$12.7	\$12.3	\$12.4	\$12.3	(\$0.1)	-1%
Contractual	3.7	3.3	3.8	4.2	0.3	8%
Commodities	0.6	0.5	0.6	0.6	-	-
Capital Outlays	-	-	-	0.1	0.2	139%
Total Operating Expenses	\$17.0	\$16.1	\$16.8	\$17.2	\$0.4	2%
Debt Service & Contracts Payable	0.9	0.3	-	-	-	-
Transfers Out	0.8	0.7	-	-	-	-
Total Uses	\$18.6	\$17.1	\$16.8	\$17.2	\$0.4	2%
% Change vs. Prior Year		-9%	-1%	1%		

	Fiscal Year-to-Date: February 2013					
	2010/11	2011/12	2012/13	2012/13	Actual vs. Budget	
Expenses:*	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Revised Budget</u>	<u>Favorable / (Unfavorable) Amount</u>	<u>Percent</u>
Personnel Services	\$102.7	\$100.7	\$103.6	\$103.1	(\$0.4)	0%
Contractual	32.2	29.1	31.3	34.0	2.7	8%
Commodities	4.1	3.8	4.4	4.8	0.5	10%
Capital Outlays	-	-	0.5	0.5	-	-
Total Operating Expenses	\$138.9	\$133.6	\$139.7	\$142.5	\$2.8	2%
Debt Service & Contracts Payable	3.3	7.1	33.9 ***	33.9 ***	-	-
Transfers Out	3.6	3.7	3.3	3.0	(0.3)	-10%
Total Uses	\$145.8	\$144.4	\$176.9	\$179.4	\$2.5	1%
% Change vs. Prior Year		-1%	23%	24%		

	Fiscal Year-to-Date: February 2013					
	2010/11	2011/12	2012/13	2012/13	Actual vs. Budget	
Expenses:	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Revised Budget</u>	<u>Favorable / (Unfavorable) Amount</u>	<u>Percent</u>
Mayor & Council and Charter Officers	\$12.3	\$11.0	\$11.8	\$12.5	\$0.7	6%
Administrative Services	9.3	9.1	9.4	9.6	0.2	2%
Community & Economic Dev	17.7	16.1	15.5	15.7	0.2	1%
Community Services	21.8	19.5	21.0	21.9	0.9	4%
Public Safety - Fire	17.3	17.1	19.1	19.4	0.2	1%
Public Safety - Police	51.1	51.0	52.3	52.2	-	-
Public Works	9.4	9.7	10.6	11.2	0.6	5%
Total Operating Expenses	\$138.9	\$133.6	\$139.7	\$142.5	\$2.8	2%

*Beginning in August 2012, the Bed Tax budget and expenditures have moved to the newly created Tourism Development Fund authorized by City Council on May 8, 2012.

**Includes budgeted vacancy savings net of leave accrual payouts, 2% pay for performance and compensation adjustments.

***Includes the Nordstrom Garage Lease Payoff paid for with bond proceeds.

Personnel Services					
Twelve Months: Fiscal Year					
	2010/11	2011/12	2012/13	2012/13	2012/13
	<u>Actual</u>	<u>Actual</u>	<u>Adopted</u>	<u>Revised</u>	<u>Approved</u>
			<u>Budget</u>	<u>Budget</u>	<u>Adjustments</u>
Salaries and Wages	\$118.4	\$112.0	\$112.9 *	\$113.1 *	\$0.2
Overtime	5.7	6.6	5.8	5.9	0.1
FICA	8.1	7.8	7.9	7.9	-
Retirement	13.2	14.1	15.8	15.8	-
Health/Dental/Miscellaneous	12.7	13.8	15.3	15.0	(0.4)
Total Personnel Services	\$158.0	\$154.2	\$157.8 *	\$157.6 *	(\$0.2)
% Change vs. Prior Year	-6%	-2%	2%	2%	

Fiscal Year-to-Date: February 2013						
	2010/11	2011/12	2012/13	2012/13	Actual vs. Budget	
	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Revised</u>	Favorable / (Unfavorable)	
				<u>Budget</u>	<u>Amount</u>	<u>Percent</u>
Salaries and Wages	\$77.7	\$73.5	\$73.6	\$73.8	\$0.2	0%
Overtime	3.8	4.1	4.6	3.8	(0.7)	-19%
FICA	5.3	5.0	5.0	5.1	-	-
Retirement	8.7	8.9	10.3	10.2	(0.1)	-1%
Health/Dental/Miscellaneous	7.1	9.2	10.1	10.2	0.2	2%
Total Personnel Services	\$102.7	\$100.7	\$103.6	\$103.1	(\$0.4)	0%
% Change vs. Prior Year		-2%	3%	2%		
Pay Periods	17	17	17			

*Includes budgeted vacancy savings net of leave accrual payouts, 2% pay for performance and compensation adjustments.

Actual to Revised Budget variance of (\$0.4) million or 0%:

The unfavorable variance in Personnel Services continues to be driven by overtime. Per the Police Department, the overtime unfavorable variance is largely due to increased vacancies or not fully trained employees within the Police Department specifically in Communication, Patrol and Detention Officer positions, which is resulting in additional overtime to ensure minimum staffing levels are maintained. In addition, overtime increase was also attributable to the Waste Management Open public safety commitment.

Macro Personnel Adjustments					
	2010/11	2011/12	2012/13	2012/13	
	<u>Actual</u>	<u>Actual</u>	<u>Adopted</u>	Year-To-Date	
			<u>Budget</u>	<u>Saved/(Used)</u>	<u>Remaining</u>
2% Pay for Performance	-	-	2.7	(2.7)	-
Compensation Adjustments	-	-	0.6	-	0.6
Vacancy Savings	(4.0)	(3.8)	(3.3)	2.5	(0.8)
Vacation Leave Payouts	0.7	0.6	0.8	(0.6)	0.2
Medical Leave Payouts	1.1	0.9	1.1	(0.9)	0.2
Reclassifications	-	-	-	-	-
Total Vacancy Savings/Payouts	(\$2.2)	(\$2.3)	\$1.9	(\$1.6)	\$0.3

Total Saved/(Used) YTD of (\$1.6) million:

The city has achieved \$2.5 million in vacancy savings largely offset by \$1.5 million of vacation and medical leave payouts. The annual amount for the 2 percent pay for performance was transferred to the division budgets and spread based on payroll dates. The pay for performance payouts paid year-to-date are reflected in the personnel services actual expenditures within the divisions. The \$0.6 million for compensation adjustments has not yet been transferred to division budgets.

Contractual Services	
-----------------------------	--

Actual to Revised Budget variance of \$2.7 million or 8%:

The favorable variance in Contractual Services continues to be attributable largely to the jail services contract versus budget. Budget was based on prior year activity. In addition, the favorable variance is related to less maintenance and repair activity for the city's fleet. Also, the variance is due to downtown lighting and decor program budget to actual. Invoices anticipated to be received when the removal of the holiday lighting and decor is completed. Finally, the favorable variance relates to invoices for services being received later than expected for contracts such as water and gas utilities, pager and specialty lines for public safety radios, citywide custodial services and the photo enforcement contract.

Commodities

Actual to Revised Budget variance of \$0.5 million or 10%:

The favorable variance is attributable to a timing issue for recreation amenity replacements in Community Services. The positive variance is also attributable to lower registration for the After School Programs which resulted in less need for education and recreational supplies. Lastly, the favorable variance is also due to the timing of anticipated repair projects and the need for materials to maintain and repair buildings and equipment.

Capital Outlays

Actual to Revised Budget variance of \$0 million or 0%:

No explanation is necessary.

Debt Service & Contracts Payable

	Twelve Months: Fiscal Year				
	2010/11	2011/12	2012/13	2012/13	2012/13
	<u>Actual</u>	<u>Actual</u>	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Approved Adjustments</u>
MPC Excise Debt Fund	\$6.7	\$7.6	\$10.3	\$8.9	(\$1.4)
MPC Excise Debt Fund - Bed Tax	0.6	0.6	1.5	-	(1.5)
Certificates of Participation (COP)	0.9	3.5	-	-	-
Contracts Payable	3.5	3.6	6.2	32.9 *	26.7
COP - Radio Financing	0.5	2.5	-	2.5	2.5
Debt Service & Contracts Payable	\$12.2	\$17.8	\$18.0	\$44.3	\$26.3
% Change vs. Prior Year	36%	45%	1%	nm	

	Fiscal Year-to-Date: February 2013					
	2010/11	2011/12	2012/13	2012/13	Actual vs. Budget	
	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Revised Budget</u>	Favorable / (Unfavorable)	Amount / Percent
MPC Excise Debt Fund	\$ -	\$ -	\$ -	\$ -	\$ -	-
MPC Excise Debt Fund - Bed Tax	-	-	-	-	-	-
Certificates of Participation (COP)	0.5	3.5	-	-	-	-
Contracts Payable	2.7	2.3	32.6 *	32.6 *	-	-
COP - Radio Financing	0.2	1.3	1.3	1.3	-	-
Debt Service & Contracts Payable	\$3.3	\$7.1	\$33.9	\$33.9	\$ -	-
% Change vs. Prior Year		nm	nm	nm		

Actual to Revised Budget variance of \$0.0 million or 0%:

No explanation necessary.

Transfers-Out					
Twelve Months: Fiscal Year					
	2010/11	2011/12	2012/13	2012/13	2012/13
	<u>Actual</u>	<u>Actual</u>	<u>Adopted</u>	<u>Revised</u>	<u>Approved</u>
			<u>Budget</u>	<u>Budget</u>	<u>Adjustments</u>
CIP - Stadium	-	0.3	-	-	-
CIP - PAYGO	2.0	2.0	5.4	5.4	-
CIP - Bed Tax	2.8	0.5	1.8	-	(1.8)
Health Care Reserve Fund	-	3.0	-	-	-
Spec Pgms Fund - Art In Public Places	-	0.9	-	-	-
Bed Tax Fund	6.7	6.7	6.7	3.0	(3.7)
Spec Pgms Fund - Comm Srvs	-	0.1	-	-	-
Spec Pgms Fund - Planning & Dev	0.1	0.1	0.1	0.1	-
Spec Pgms Fund - SW Gas Fund	-	-	-	-	-
PC Replacement Fund	-	1.2	-	-	-
Total Transfers Out	<u>\$11.5</u>	<u>\$14.8</u>	<u>\$14.0</u>	<u>\$8.5</u>	<u>(\$5.5)</u>
% Change vs. Prior Year	-43%	28%	-5%	-42%	

Fiscal Year-to-Date: February 2013						
	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Revised</u>	Favorable /	(Unfavorable)
				<u>Budget</u>	Amount	Percent
CIP - Stadium	-	-	0.1	-	(0.1)	n/a
CIP - PAYGO	-	-	-	-	-	-
CIP - Bed Tax**	-	0.5	-	-	-	-
Health Care Reserve Fund	-	-	-	-	-	-
Spec Pgms Fund - Art In Public Places	-	-	-	-	-	-
Bed Tax Fund**	3.6	3.2	3.0	3.0	-	-
Spec Pgms Fund - Comm Srvs	-	-	0.2	-	(0.2)	n/a
Spec Pgms Fund - Planning & Dev	-	-	-	-	-	-
Spec Pgms Fund - SW Gas Fund	-	-	0.1	-	(0.1)	n/a
PC Replacement Fund	-	-	-	-	-	-
Total Transfers Out	<u>\$3.6</u>	<u>\$3.7</u>	<u>\$3.3</u>	<u>\$3.0</u>	<u>(\$0.3)</u>	<u>-10%</u>
% Change vs. Prior Year		3%	-10%	-18%		

Actual to Revised Budget variance of (\$0.3) million or (10%):

The unfavorable variance is related to the cash transfer to the Special Programs Fund in Community Services for the Pool Allocation and Special Programs SouthWest Gas Fund. These transfers to the Special Programs Fund are to ensure these dedicated revenues are used for their specific purpose.

*Includes the Nordstrom Garage Lease Payoff paid for with bond proceeds.

**Beginning in August 2012, the Bed Tax budget and expenditures have moved to the newly created Tourism Development Fund authorized by City Council on May 8, 2012.

FY 2012/13 - TRANSPORTATION FUND				
(\$ in millions: Rounding differences may occur)				
	Adopted Budget	Revised Budget	Adopted Favorable / Amount	vs. Revised (Unfavorable) Percent
Sources	\$31.4	\$31.4	\$ -	-
Uses	31.2	31.2	-	-
Change in Fund Balance	\$0.2	\$0.2	\$ -	
Beginning Fund Balance	\$4.3	\$5.0	\$0.7	
Ending Fund Balance	\$4.5	\$5.2	\$0.7	

Twelve Months: Fiscal Year					
	2010/11 Actual	2011/12 Actual	2012/13 Adopted Budget	2012/13 Revised Budget	2012/13 Approved Adjustments
Revenues:					
HURF Taxes	\$13.4	\$10.9	\$12.2	\$12.2	\$ -
0.20% City Sales Tax	15.0	16.0	16.8	16.8	-
Other	6.1	3.3	1.9	2.4	0.6
Total Revenues	\$34.5	\$30.2	\$30.9	\$31.4	\$0.6
Transfers In	0.6	1.2	0.6	-	(0.6)
Total Sources	\$35.1	\$31.4	\$31.4	\$31.4	\$ -
% Change vs. Prior Year	0%	-11%	0%	0%	

Twelve Months: Fiscal Year					
	2010/11 Actual	2011/12 Actual	2012/13 Adopted Budget	2012/13 Revised Budget	2012/13 Approved Adjustments
Expenses:					
Personnel Services	\$6.3	\$5.1	\$5.4 *	\$5.4 *	\$ -
Contractual	15.4	14.7	16.6	16.6	-
Commodities	0.6	0.6	0.7	0.7	-
Capital Outlays	3.0	0.2	0.1	0.1	-
Total Operating Expenses	\$25.2	\$20.6	\$22.8	\$22.8	\$ -
Transfers Out					
CIP Fund	7.6	8.0	8.4	8.4	-
Total Uses	\$32.8	\$28.7	\$31.2 *	\$31.2 *	\$ -
% Change vs. Prior Year	-5%	-13%	9%	9%	

*Includes budgeted vacancy savings net of leave accrual payouts, 2% pay for performance and compensation adjustments.

February 2013: Current Month and YTD

(\$ in millions: Rounding differences may occur)

	February Actual	February Revised Budget	YTD Actual	YTD Revised Budget	Actual Favorable / Amount	vs. Budget (Unfavorable) Percent
Sources	\$2.7	\$2.5	\$20.2	\$20.9	(\$0.8)	-4%
Uses	1.9	2.5	12.4	13.7	1.3	9%
Change in Fund Balance	\$0.8	\$ -	\$7.8	\$7.3	\$0.5	

One Month: February 2013

	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Revised Budget	Actual Favorable / Amount	vs. Budget (Unfavorable) Percent
Revenues:						
HURF Taxes	\$1.1	\$0.8	\$0.9	\$1.0	(\$0.1)	-9%
0.20% City Sales Tax	1.3	1.3	1.5	1.4	-	-
Other	0.6	-	0.2	0.1	0.2	nm
Total Revenues	\$3.0	\$2.2	\$2.7	\$2.5	\$0.1	6%
Transfers In	-	-	-	-	-	-
Total Sources	\$3.0	\$2.2	\$2.7	\$2.5	\$0.1	6%
% Change vs. Prior Year		-26%	20%	14%		

Fiscal Year-to-Date: February 2013

	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Revised Budget	Actual Favorable / Amount	vs. Budget (Unfavorable) Percent
Revenues:						
HURF Taxes	\$8.7	\$6.9	\$7.4	\$8.2	(\$0.7)	-9%
0.20% City Sales Tax	9.6	10.2	10.8	10.9	(0.2)	-1%
Other	5.7	0.8	2.0	1.9	0.1	6%
Total Revenues	\$24.1	\$18.0	\$20.2	\$20.9	(\$0.8)	-4%
Transfers In	0.6	0.9	-	-	-	-
Total Sources	\$24.7	\$18.9	\$20.2	\$20.9	(\$0.8)	-4%
% Change vs. Prior Year		-23%	7%	11%		

Actual to Revised Budget variance of (\$0.8) million or (4%):

HURF Taxes continue to struggle to recover from the economic downturn as unstable gas prices are having an effect on consumer confidence, leading consumers to continue to drive less. Sales tax is experiencing unfavorable results due to store closings. See Appendix 1 for further details by category.

One Month: February 2013						
	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	Actual	Actual	Actual	Revised	Favorable /	(Unfavorable)
				Budget	Amount	Percent
Expenses:						
Personnel Services	\$0.5	\$0.4	\$0.4	\$0.4	\$ -	-
Contractual	0.8	1.0	1.4	2.0	0.6	30%
Commodities	-	-	-	0.1	-	-
Capital Outlays	-	-	-	-	-	-
Total Operating Expenses	\$1.3	\$1.5	\$1.9	\$2.5	\$0.6	26%
Transfers Out						
CIP Fund	-	-	-	-	-	-
Total Uses	\$1.3	\$1.5	\$1.9	\$2.5	\$0.6	25%
% Change vs. Prior Year		12%	27%	70%		

Fiscal Year-to-Date: February 2013						
	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	Actual	Actual	Actual	Revised	Favorable /	(Unfavorable)
				Budget	Amount	Percent
Expenses:						
Personnel Services	\$4.1	\$3.3	\$3.6	\$3.7	\$0.1	2%
Contractual	8.0	7.9	8.5	9.6	1.1	11%
Commodities	0.4	0.3	0.3	0.4	0.1	24%
Capital Outlays	2.7	0.1	-	-	-	-
Total Operating Expenses	\$15.1	\$11.6	\$12.4	\$13.7	\$1.3	9%
Transfers Out						
CIP Fund	-	-	-	-	-	-
Total Uses	\$15.1	\$11.6	\$12.4	\$13.7	\$1.3	9%
% Change vs. Prior Year		-23%	7%	18%		

Actual to Revised Budget variance of \$1.3 million or 9%:

The favorable variance in Contractual is attributable to the invoice timing for Street Operation's concrete contractors contract and Transportation's Trolley contract. Work and services have been completed; however, invoices have not been received. In addition, the dust palliative contract rebid resulted in a 30 to 60 day delay in use of funds. Finally, the favorable variance is related to less maintenance and repair activity for the city's fleet.

FY 2012/13 - TOURISM DEVELOPMENT FUND				
(\$ in millions: Rounding differences may occur)				
	Adopted Budget	Revised Budget	Adopted Favorable / Amount	vs. Revised (Unfavorable) Percent
Sources	\$ -	\$18.0	\$18.0	n/a
Uses	-	14.0	(14.0)	n/a
Change in Fund Balance	\$ -	\$4.0	\$4.0	
Beginning Fund Balance	\$ -	\$ -	\$ -	
Ending Fund Balance	<u>\$ -</u>	<u>\$4.0</u>	<u>\$4.0</u>	

Twelve Months: Fiscal Year					
	2010/11 <u>Actual</u>	2011/12 <u>Actual</u>	2012/13 <u>Adopted Budget</u>	2012/13 <u>Revised Budget</u>	2012/13 <u>Approved Adjustments</u>
Revenues:					
Bed Taxes	\$ -	\$ -	\$ -	\$13.4	\$13.4
Hospitality Trolley Sponsorship	-	-	-	0.1	0.1
Princess Hotel Lease	-	-	-	1.5	1.5
Total Revenues	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$15.0</u>	<u>\$15.0</u>
Transfers In	-	-	-	3.0	3.0
Total Sources	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$18.0</u>	<u>\$18.0</u>
% Change vs. Prior Year				n/a	

Twelve Months: Fiscal Year					
	2010/11 <u>Actual</u>	2011/12 <u>Actual</u>	2012/13 <u>Adopted Budget</u>	2012/13 <u>Revised Budget</u>	2012/13 <u>Approved Adjustments</u>
Expenses:					
Marketing (CVB)	\$ -	\$ -	\$ -	\$6.7	\$6.7
Events & Event Development	-	-	-	1.1	1.1
Hospitality Trolley	-	-	-	0.2	0.2
Admin/Research	-	-	-	0.5	0.5
Total Operating Expenses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$8.4</u>	<u>\$8.4</u>
Transfers Out					
Debt Service	-	-	-	4.1	4.1
General Fund	-	-	-	1.5	1.5
Total Uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$14.0</u>	<u>\$14.0</u>
% Change vs. Prior Year				n/a	

February 2013: Current Month and YTD

(\$ in millions: Rounding differences may occur)

	February Actual	February Revised Budget	YTD Actual	YTD Revised Budget	Actual Favorable / Amount	vs. Budget (Unfavorable) Percent
Sources	\$1.8	\$1.7	\$11.0	\$10.8	\$0.2	2%
Uses	-	0.7	5.3	6.7	1.4	21%
Change in Fund Balance	\$1.8	\$0.9	\$5.7	\$4.1	\$1.6	

One Month: February 2013

	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Revised Budget	Actual Favorable / Amount	vs. Budget (Unfavorable) Percent
Revenues:						
Bed Taxes	\$ -	\$ -	\$1.7	\$1.5	\$0.2	12%
Hospitality Trolley Sponsorship	-	-	-	-	-	-
Princess Hotel Lease	-	-	0.1	0.1	-	-
Total Revenues	\$ -	\$ -	\$1.8	\$1.7	\$0.2	11%
Transfers In	-	-	-	-	-	-
Total Sources	\$ -	\$ -	\$1.8	\$1.7	\$0.2	11%
% Change vs. Prior Year			n/a	n/a		

Fiscal Year-to-Date: February 2013

	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Revised Budget	Actual Favorable / Amount	vs. Budget (Unfavorable) Percent
Revenues:						
Bed Taxes	\$ -	\$ -	\$7.1	\$7.0	\$0.1	1%
Hospitality Trolley Sponsorship	-	-	0.1	0.1	-	-
Princess Hotel Lease	-	-	0.8	0.7	0.1	12%
Total Revenues	\$ -	\$ -	\$7.9	\$7.8	\$0.2	2%
Transfers In	-	-	3.0	3.0	-	-
Total Sources	\$ -	\$ -	\$11.0	\$10.8	\$0.2	2%
% Change vs. Prior Year			n/a	n/a		

Actual to Revised Budget variance of \$0.2 million or 2%:

No explanation necessary.

One Month: February 2013						
	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	Actual	Actual	Actual	Revised	Favorable /	(Unfavorable)
				Budget	Amount	Percent
Expenses:						
Marketing (CVB)	\$ -	\$ -	\$1.1	\$0.6	(\$0.5)	-94%
Events & Event Development	-	-	0.1	0.1	-	-
Hospitality Trolley	-	-	-	-	-	-
Admin/Research	-	-	-	-	-	-
Total Operating Expenses	\$ -	\$ -	\$1.2	\$0.7	(\$0.5)	-62%
Transfers Out						
Debt Service	-	-	(1.2)	-	1.2	n/a
General Fund	-	-	-	-	-	-
Total Uses	\$ -	\$ -	\$ -	\$0.7	\$0.7	100%
% Change vs. Prior Year			n/a	n/a		

Fiscal Year-to-Date: February 2013						
	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	Actual	Actual	Actual	Revised	Favorable /	(Unfavorable)
				Budget	Amount	Percent
Expenses:						
Marketing (CVB)	\$ -	\$ -	\$4.4	\$4.5	\$ -	-
Events & Event Development	-	-	0.5	0.6	-	-
Hospitality Trolley	-	-	-	0.1	0.1	89%
Admin/Research	-	-	0.3	0.3	0.1	18%
Total Operating Expenses	\$ -	\$ -	\$5.3	\$5.5	\$0.2	4%
Transfers Out						
Debt Service	-	-	-	-	-	-
General Fund	-	-	-	1.2	1.2	100%
Total Uses	\$ -	\$ -	\$5.3	\$6.7	\$1.4	21%
% Change vs. Prior Year			n/a	n/a		

Actual to Revised Budget variance of \$1.4 million or 21%:

The favorable variance is primarily due to the reversal of the transfer to the General Fund authorized by City Council to cover the expected FY 2012/13 WestWorld shortfall. Due to delays in the issuance of debt for the Tony Nelssen Equestrian Center (TNEC), the shortfall is not expected until FY 2013/14. Therefore, the transfer will not occur until next fiscal year.

FY 2012/13 - WATER AND WATER RECLAMATION FUNDS

(\$ in millions: Rounding differences may occur)

	Adopted Budget	Revised Budget	Adopted Favorable / Amount	vs. Revised (Unfavorable) Percent
Sources	\$149.7	\$149.7	\$ -	-
Uses	148.8	148.8	-	-
Change in Fund Balance	\$0.9	\$0.9	\$ -	
Beginning Fund Balance	\$51.7	\$59.7	\$8.0	
Ending Fund Balance	<u>\$52.7</u>	<u>\$60.6</u>	<u>\$7.9</u>	
60 to 90 Day Operating	\$14.4	\$13.9	(\$0.5)	
Repair/Replacement Reserve	28.6	28.2	(0.4)	
Revenue Bond Debt Reserve	5.0	5.4	0.4	
Special Contractual	4.7	4.2	(0.5)	
Unreserved Fund Balance	-	8.9	8.9	
Ending Fund Balance	<u>\$52.7</u>	<u>\$60.6</u>	<u>\$7.9</u>	

Twelve Months: Fiscal Year

	2010/11 Actual	2011/12 Actual	2012/13 Adopted Budget	2012/13 Revised Budget	2012/13 Approved Adjustments
Revenues:					
Water Service Charges	\$86.7	\$89.2	\$86.5	\$86.5	\$ -
Water Reclamation Charges	34.5	35.2	34.1	34.1	-
Non-Potable Water Fees	8.5	10.7	10.4	10.4	-
Interest Earnings	1.3	0.6	0.4	0.4	-
Miscellaneous Revenue	2.1	11.2	1.7	1.7	-
Total Revenues	<u>\$133.1</u>	<u>\$146.9</u>	<u>\$133.1</u>	<u>\$133.1</u>	<u>\$ -</u>
Bond Proceeds	-	-	-	-	-
Transfers In	17.4	16.9	16.6	16.6	-
Total Sources	<u>\$150.6</u>	<u>\$163.8</u>	<u>\$149.7</u>	<u>\$149.7</u>	<u>\$ -</u>
% Change vs. Prior Year	-34%	9%	-9%	-9%	

Twelve Months: Fiscal Year

	2010/11 Actual	2011/12 Actual	2012/13 Adopted Budget	2012/13 Revised Budget	2012/13 Approved Adjustments
Expenses:					
Personnel Services	\$15.5	\$16.1	\$17.6	\$17.6	\$ -
Contractual	22.2	25.1	28.1	28.1	-
Commodities	22.1	23.4	24.6	24.6	-
Capital Outlays	0.2	0.1	0.2	0.2	-
Total Operating Expenses	<u>\$59.9</u>	<u>\$64.6</u>	<u>\$70.5</u>	<u>\$70.5</u>	<u>\$ -</u>
Debt Service & Contracts Payable	29.8	29.1	28.7	28.7	-
Transfers Out					
Bond Proceeds	29.1	11.4	-	-	-
CIP Fund	11.4	53.1	37.7	37.7	-
Franchise Fees	6.4	6.7	6.4	6.4	-
In Lieu Property Tax Fees	1.7	0.9	-	-	-
Indirect/Direct Charges	10.1	6.5	5.4	5.4	-
Total Uses	<u>\$148.6</u>	<u>\$172.4</u>	<u>\$148.8</u>	<u>\$148.8</u>	<u>\$ -</u>
% Change vs. Prior Year	-30%	16%	-14%	-14%	

February 2013: Current Month and YTD

(\$ in millions: Rounding differences may occur)

	February Actual	February Revised Budget	YTD Actual	YTD Revised Budget	Actual Favorable / (Unfavorable) Amount	vs. Budget (Unfavorable) Percent
Sources	\$8.6	\$9.4	\$95.3	\$106.5	(\$11.2)	-11%
Uses	25.5	6.0	76.7	77.6	0.9	1%
Change in Fund Balance	(\$16.9)	\$3.4	\$18.6	\$28.9	(\$10.3)	

One Month: February 2013

	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Revised Budget	Actual Favorable / (Unfavorable) Amount	vs. Budget (Unfavorable) Percent
Revenues:						
Water Service Charges	\$5.3	\$5.3	\$5.2	\$5.7	(\$0.5)	-9%
Water Reclamation Charges	2.9	3.0	3.0	2.9	0.1	4%
Non-Potable Water Fees	0.3	0.3	0.3	0.7	(0.3)	-47%
Interest Earnings	-	-	0.1	-	0.1	nm
Miscellaneous Revenue	0.1	-	-	0.1	(0.2)	-100%
Total Revenues	\$8.5	\$8.6	\$8.5	\$9.4	(\$0.8)	-9%
Bond Proceeds	-	-	-	-	-	-
Transfers In	0.1	(17.2)	0.1	0.1	-	-
Total Sources	\$8.7	(\$8.6)	\$8.6	\$9.4	(\$0.8)	-9%
% Change vs. Prior Year		nm	nm	nm		

Fiscal Year-to-Date: February 2013

	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Revised Budget	Actual Favorable / (Unfavorable) Amount	vs. Budget (Unfavorable) Percent
Revenues:						
Water Service Charges	\$60.4	\$60.6	\$62.7	\$59.3	\$3.4	6%
Water Reclamation Charges	23.1	23.6	23.7	22.8	0.9	4%
Non-Potable Water Fees	5.5	5.4	7.0	6.8	0.2	3%
Interest Earnings	0.9	0.5	0.6	0.3	0.3	nm
Miscellaneous Revenue	1.2	10.5	0.7	1.2	(0.4)	-36%
Total Revenues	\$91.1	\$100.6	\$94.7	\$90.3	\$4.4	5%
Bond Proceeds	-	-	-	-	-	-
Transfers In	0.6	16.7	0.6	16.3	(15.6)	-96%
Total Sources	\$91.7	\$117.4	\$95.3	\$106.5	(\$11.2)	-11%
% Change vs. Prior Year		28%	-19%	-9%		

Actual to Revised Budget variance of (\$11.2) million or (11%):

The 6 percent favorable variance in Water Service Charges is driven by: 5 percent from the newly implemented rate structure, a decrease of 1 percent in volumes delivered and minor changes for changes in the mix of bills per tier. The new rate structures were based upon the assumption that a reduction of 2 percent in water deliveries would be realized due to higher rates per tier. This reduction as well as a higher bill count within the lower tiers has not been realized to date. The favorable variance in Water Reclamation Charges is driven by higher than anticipated seasonal adjustments which are based on water sales for the prior winter average period. The unfavorable variance in Miscellaneous Revenue is driven by lower than anticipated development fee administration charges driven by development and slower reimbursement from the Central Groundwater Treatment Facility. The unfavorable variance in Transfers In are driven by delayed transfers and will be offset in March.

One Month: February 2013						
	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	Actual	Actual	Actual	Revised	Favorable /	(Unfavorable)
Expenses:				Budget	Amount	Percent
Personnel Services	\$1.2	\$1.3	\$1.3	\$1.4	\$0.1	5%
Contractual	1.4	1.2	2.0	2.1	0.1	6%
Commodities	1.4	1.3	2.6	1.7	(0.9)	-55%
Capital Outlays	-	-	-	-	-	-
Total Operating Expenses	\$4.0	\$3.8	\$5.8	\$5.1	(\$0.7)	-14%
Debt Service & Contracts Payable	-	-	-	-	-	-
Transfers Out						
Bond Proceeds	0.2	-	-	-	-	-
CIP Fund	21.8	-	18.8	-	(18.8)	-100%
Franchise Fees	0.4	0.4	0.4	0.4	-	-
In Lieu Property Tax Fees	0.1	0.1	-	-	-	-
Indirect/Direct Charges	0.8	0.5	0.5	0.5	-	-
Total Uses	\$27.5	\$4.8	\$25.5	\$6.0	(\$19.5)	nm
% Change vs. Prior Year		-82%	nm	25%		

Fiscal Year-to-Date: February 2013						
	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	Actual	Actual	Actual	Revised	Favorable /	(Unfavorable)
Expenses:				Budget	Amount	Percent
Personnel Services	\$10.1	\$10.4	\$11.2	\$11.5	\$0.3	3%
Contractual	13.5	14.6	15.0	16.8	1.8	11%
Commodities	12.9	12.7	15.2	14.2	(1.0)	-7%
Capital Outlays	0.2	-	0.1	0.2	-	-
Total Operating Expenses	\$36.6	\$37.7	\$41.5	\$42.6	\$1.1	3%
Debt Service & Contracts Payable	-	8.5	8.2	8.2	-	-
Transfers Out						
Bond Proceeds	11.5	11.4	-	-	-	-
CIP Fund	23.4	46.2	18.8	18.8	-	-
Franchise Fees	4.0	4.4	4.6	4.4	(0.2)	-4%
In Lieu Property Tax Fees	1.2	0.6	-	-	-	-
Indirect/Direct Charges	6.7	4.4	3.6	3.6	-	-
Total Uses	\$83.4	\$113.1	\$76.7	\$77.6	\$0.9	1%
% Change vs. Prior Year		36%	-32%	-31%		

Actual to Revised Budget variance of \$0.9 million or 1%:

The favorable variance in Contractual is driven by lower electric and gas fuel costs, less overnight travel and training and less fleet maintenance costs, delayed payment of security and licenses and permits costs and fewer conservation rebates than forecasted. The unfavorable variance in Commodities is driven by higher than anticipated water purchases including purchased water by the Reclaimed Water Distribution System (RWDS), offset by lower than anticipated costs for treatment filter media. The unfavorable variance for Franchise Fees is driven by higher than forecasted revenues.

FY 2012/13 - AVIATION FUND				
(\$ in millions: Rounding differences may occur)				
	Adopted Budget	Revised Budget	Adopted Favorable / Amount	vs. Revised (Unfavorable) Percent
Sources	\$3.1	\$3.1	\$ -	-
Uses	7.6	7.6	-	-
Change in Fund Balance	(\$4.5)	(\$4.5)	\$ -	
Beginning Fund Balance	\$5.8	\$5.9	\$0.1	
Ending Fund Balance	<u>\$1.3</u>	<u>\$1.4</u>	<u>\$0.1</u>	
60 to 90 Day Operating	\$0.6	\$0.6	\$ -	
Land Purchase	-	-	-	
Repair/Replacement Reserve	0.7	0.8	0.1	
Ending Fund Balance	<u>\$1.3</u>	<u>\$1.4</u>	<u>\$0.1</u>	

	Twelve Months: Fiscal Year				
	2010/11 Actual	2011/12 Actual	2012/13 Adopted Budget	2012/13 Revised Budget	2012/13 Approved Adjustments
Revenues:					
Aviation Fees	\$2.8	\$3.2	\$3.0	\$3.0	\$ -
Privilege and Use Tax – Jet Fuel	0.1	0.1	0.1	0.1	-
Interest Earnings	0.1	-	-	-	-
Total Revenues	\$3.0	\$3.4	\$3.1	\$3.1	\$ -
Transfers In	-	-	-	-	-
Total Sources	<u>\$3.0</u>	<u>\$3.4</u>	<u>\$3.1</u>	<u>\$3.1</u>	<u>\$ -</u>
% Change vs. Prior Year	-3%	14%	-10%	-10%	

	Twelve Months: Fiscal Year				
	2010/11 Actual	2011/12 Actual	2012/13 Adopted Budget	2012/13 Revised Budget	2012/13 Approved Adjustments
Expenses:					
Personnel Services	\$1.0	\$1.0	\$1.1	\$1.1	\$ -
Contractual	0.6	0.7	0.7	0.7	-
Commodities	-	-	0.1	0.1	-
Capital Outlays	-	-	-	-	-
Total Operating Expenses	\$1.7	\$1.8	\$1.9	\$1.9	\$ -
Transfers Out					
CIP Fund	1.6	0.7	5.2	5.2	-
Indirect/Direct Charges	0.7	0.6	0.5	0.5	-
Total Uses	<u>\$3.9</u>	<u>\$3.1</u>	<u>\$7.6</u>	<u>\$7.6</u>	<u>\$ -</u>
% Change vs. Prior Year	65%	-22%	nm	nm	

February 2013: Current Month and YTD

(\$ in millions: Rounding differences may occur)

	February Actual	February Revised Budget	YTD Actual	YTD Revised Budget	Actual Favorable / Amount	vs. Budget (Unfavorable) Percent
Sources	\$0.3	\$0.3	\$2.1	\$2.0	\$0.1	7%
Uses	0.2	0.2	1.5	6.9	5.4	78%
Change in Fund Balance	\$0.1	\$0.1	\$0.6	(\$4.9)	\$5.5	

One Month: February 2013

	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Revised Budget	Actual Favorable / Amount	vs. Budget (Unfavorable) Percent
Revenues:						
Aviation Fees	\$0.3	\$0.3	\$0.2	\$0.3	\$ -	-
Privilege and Use Tax – Jet Fuel	-	-	-	-	-	-
Interest Earnings	-	-	-	-	-	-
Total Revenues	\$0.3	\$0.3	\$0.3	\$0.3	\$ -	-
Transfers In	-	-	-	-	-	-
Total Sources	\$0.3	\$0.3	\$0.3	\$0.3	\$ -	-
% Change vs. Prior Year		0%	-22%	0%		

Fiscal Year-to-Date: February 2013

	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Revised Budget	Actual Favorable / Amount	vs. Budget (Unfavorable) Percent
Revenues:						
Aviation Fees	\$1.8	\$2.0	\$2.0	\$1.9	\$0.1	4%
Privilege and Use Tax – Jet Fuel	0.1	0.1	0.1	0.1	-	-
Interest Earnings	0.1	-	-	-	-	-
Total Revenues	\$2.0	\$2.2	\$2.1	\$2.0	\$0.1	7%
Transfers In	-	-	-	-	-	-
Total Sources	\$2.0	\$2.2	\$2.1	\$2.0	\$0.1	7%
% Change vs. Prior Year		10%	-3%	-9%		

Actual to Revised Budget variance of \$0.1 million or 7%:

The fiscal year to date favorable variance in Aviation Fees is due to higher than expected revenue in the areas of fuel, transient parking and license agreements. Additionally, the annual reconciliation received by the Airport's two Fixed Base Operators yielded higher than expected revenue. These favorable variances are offset by lower than expected revenue in the areas of transient landing fees and rental car concessions.

One Month: February 2013						
	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	Actual	Actual	Actual	Revised Budget	Favorable /	(Unfavorable)
Expenses:					Amount	Percent
Personnel Services	\$0.1	\$0.1	\$0.1	\$0.1	\$ -	-
Contractual	-	0.1	0.1	-	-	-
Commodities	-	-	-	-	-	-
Capital Outlays	-	-	-	-	-	-
Total Operating Expenses	\$0.1	\$0.1	\$0.1	\$0.1	\$ -	-
Transfers Out						
CIP Fund	1.6	-	-	-	-	-
Indirect/Direct Charges	0.4	-	-	-	-	-
Total Uses	\$2.1	\$0.2	\$0.2	\$0.2	\$ -	-
% Change vs. Prior Year		-91%	0%	0%		

Fiscal Year-to-Date: February 2013						
	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	Actual	Actual	Actual	Revised Budget	Favorable /	(Unfavorable)
Expenses:					Amount	Percent
Personnel Services	\$0.6	\$0.7	\$0.7	\$0.7	\$ -	-
Contractual	0.4	0.4	0.5	0.6	0.1	14%
Commodities	-	-	-	-	-	-
Capital Outlays	-	-	-	-	-	-
Total Operating Expenses	\$1.0	\$1.1	\$1.2	\$1.3	\$0.1	8%
Transfers Out						
CIP Fund	1.6	0.6	-	5.2	5.2	100%
Indirect/Direct Charges	0.5	0.4	0.3	0.4	-	-
Total Uses	\$3.1	\$2.1	\$1.5	\$6.9	\$5.4	78%
% Change vs. Prior Year		-31%	-30%	nm		

Actual to Revised Budget variance of \$5.4 million or 78%:

The favorable variance in Contractual is mainly attributed to misaligned budget spreads for intergovernmental payments for U.S. Customs International Flight Clearing Services and maintenance and repairs. Additionally, payment for insurance and bond premiums was budgeted in FY 2012/13 however the payment was processed in FY 2011/12, therefore no payment for insurance and bond premiums will be made in FY 2012/13. The favorable variance in CIP Fund Transfers Out are driven by delayed transfers and will be offset in March.

FY 2012/13 - SOLID WASTE FUND
(\$ in millions: Rounding differences may occur)

	Adopted Budget	Revised Budget	Adopted Favorable / Amount	vs. Revised (Unfavorable) Percent
Sources	\$20.3	\$20.3	\$ -	-
Uses	19.1	19.1	-	-
Change in Fund Balance	\$1.2	\$1.2	\$ -	
Beginning Fund Balance	\$8.8	\$10.5	\$1.7	
Ending Fund Balance	<u>\$10.0</u>	<u>\$11.7</u>	<u>\$1.7</u>	
60 to 90 Day Operating	\$4.0	\$4.0	\$ -	
Unreserved Fund Balance	6.0	7.7	1.7	
Ending Fund Balance	<u>\$10.0</u>	<u>\$11.7</u>	<u>\$1.7</u>	

	Twelve Months: Fiscal Year				
	2010/11 Actual	2011/12 Actual	2012/13 Adopted Budget	2012/13 Revised Budget	2012/13 Approved Adjustments
Revenues:					
Solid Waste Charges	\$20.9	\$20.7	\$20.2	\$20.2	\$ -
Interest Earnings	0.1	0.1	-	-	-
Total Revenues	\$21.0	\$20.8	\$20.3	\$20.3	\$ -
Transfers In	-	0.2	-	-	-
Total Sources	<u>\$21.0</u>	<u>\$21.0</u>	<u>\$20.3</u>	<u>\$20.3</u>	<u>\$ -</u>
% Change vs. Prior Year	2%	0%	-3%	-3%	

	Twelve Months: Fiscal Year				
	2010/11 Actual	2011/12 Actual	2012/13 Adopted Budget	2012/13 Revised Budget	2012/13 Approved Adjustments
Expenses:					
Personnel Services	\$5.9	\$6.6	\$6.5	\$6.5	\$ -
Contractual	9.7	9.0	10.1	10.1	-
Commodities	0.3	0.4	0.5	0.5	-
Capital Outlays	-	-	-	-	-
Total Operating Expenses	\$15.9	\$16.0	\$17.1	\$17.1	\$ -
Transfers Out					
CIP Fund	1.8	0.5	0.3	0.3	-
In Lieu Property Tax Fees	-	-	-	-	-
Indirect/Direct Charges	2.9	2.0	1.7	1.7	-
Total Uses	<u>\$20.6</u>	<u>\$18.5</u>	<u>\$19.1</u>	<u>\$19.1</u>	<u>\$ -</u>
% Change vs. Prior Year	4%	-10%	3%	3%	

February 2013: Current Month and YTD

(\$ in millions: Rounding differences may occur)

	February Actual	February Revised Budget	YTD Actual	YTD Revised Budget	Actual Favorable / Amount	vs. Budget (Unfavorable) Percent
Sources	\$1.7	\$1.7	\$13.6	\$13.5	\$0.1	0%
Uses	1.5	1.5	12.2	12.5	0.3	3%
Change in Fund Balance	\$0.2	\$0.1	\$1.4	\$1.0	\$0.4	

One Month: February 2013

	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Revised Budget	Actual Favorable / Amount	vs. Budget (Unfavorable) Percent
Revenues:						
Solid Waste Charges	\$1.8	\$1.8	\$1.7	\$1.7	\$ -	-
Interest Earnings	-	-	-	-	-	-
Total Revenues	\$1.8	\$1.8	\$1.7	\$1.7	\$ -	-
Transfers In	-	-	-	-	-	-
Total Sources	\$1.8	\$1.8	\$1.7	\$1.7	\$ -	-
% Change vs. Prior Year		4%	-6%	-9%		

Fiscal Year-to-Date: February 2013

	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Revised Budget	Actual Favorable / Amount	vs. Budget (Unfavorable) Percent
Revenues:						
Solid Waste Charges	\$13.8	\$13.9	\$13.5	\$13.5	\$ -	-
Interest Earnings	0.1	-	0.1	-	-	-
Total Revenues	\$13.9	\$13.9	\$13.6	\$13.5	\$0.1	0%
Transfers In	-	0.2	-	-	-	-
Total Sources	\$13.9	\$14.1	\$13.6	\$13.5	\$0.1	0%
% Change vs. Prior Year		2%	-4%	-4%		

Actual to Revised Budget variance of \$0.1 million or 0%:

No explanation necessary.

One Month: February 2013						
	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	Actual	Actual	Actual	Revised	Favorable /	(Unfavorable)
				Budget	Amount	Percent
Expenses:						
Personnel Services	\$0.5	\$0.5	\$0.5	\$0.5	\$ -	-
Contractual	0.6	0.5	0.8	0.9	0.1	6%
Commodities	-	-	-	-	-	-
Capital Outlays	-	-	-	-	-	-
Total Operating Expenses	\$1.1	\$1.0	\$1.4	\$1.4	\$ -	-
Transfers Out						
CIP Fund	1.4	-	-	-	-	-
In Lieu Property Tax Fees	-	-	-	-	-	-
Indirect/Direct Charges	0.2	0.2	0.1	0.1	-	-
Total Uses	\$2.7	\$1.2	\$1.5	\$1.5	\$ -	-
% Change vs. Prior Year		-57%	30%	32%		

Fiscal Year-to-Date: February 2013						
	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	Actual	Actual	Actual	Revised	Favorable /	(Unfavorable)
				Budget	Amount	Percent
Expenses:						
Personnel Services	\$3.8	\$4.5	\$4.3	\$4.3	\$ -	-
Contractual	5.9	5.4	6.3	6.4	0.1	2%
Commodities	0.2	0.3	0.4	0.4	-	-
Capital Outlays	-	-	-	-	-	-
Total Operating Expenses	\$9.9	\$10.1	\$11.1	\$11.1	\$ -	-
Transfers Out						
CIP Fund	1.4	0.5	-	0.3	0.3	100%
In Lieu Property Tax Fees	-	-	-	-	-	-
Indirect/Direct Charges	2.1	1.3	1.1	1.1	-	-
Total Uses	\$13.4	\$11.9	\$12.2	\$12.5	\$0.3	3%
% Change vs. Prior Year		-11%	3%	5%		

Actual to Revised Budget variance of \$0.3 million or 3%:

The favorable variance in CIP Fund Transfers Out are driven by delayed transfers and will be offset in March.

FY 2012/13 - FLEET FUND				
(\$ in millions: Rounding differences may occur)				
	Adopted Budget	Revised Budget	Adopted Favorable / Amount	vs. Revised (Unfavorable) Percent
Sources	\$18.4	\$18.4	\$ -	-
Uses	19.5	19.5	-	-
Change in Fund Balance	(\$1.0)	(\$1.0)	\$ -	
Beginning Fund Balance	\$7.7	\$9.3	\$1.6	
Ending Fund Balance	<u>\$6.7</u>	<u>\$8.3</u>	<u>\$1.6</u>	
Contingency Reserve	\$0.5	\$0.5	\$ -	
Future Acquisition	4.9	4.9	-	
Unreserved, Undesignated	1.3	2.9	1.6	
Ending Fund Balance	<u>\$6.7</u>	<u>\$8.3</u>	<u>\$1.6</u>	

Twelve Months: Fiscal Year					
	2010/11 Actual	2011/12 Actual	2012/13 Adopted Budget	2012/13 Revised Budget	2012/13 Approved Adjustments
Revenues:					
Maintenance/Operation Rates	\$11.2	\$11.8	\$12.5	\$12.5	\$ -
Replacement Rates	2.9	3.1	5.7	5.7	-
Interest Earnings	0.1	-	0.1	0.1	-
Other Revenue	0.1	0.6	0.2	0.2	-
Total Revenues	<u>\$14.4</u>	<u>\$15.5</u>	<u>\$18.4</u>	<u>\$18.4</u>	<u>\$ -</u>
Transfers In	-	-	-	-	-
Total Sources	<u>\$14.4</u>	<u>\$15.5</u>	<u>\$18.4</u>	<u>\$18.4</u>	<u>\$ -</u>
% Change vs. Prior Year		8%	19%	19%	

Twelve Months: Fiscal Year					
	2010/11 Actual	2011/12 Actual	2012/13 Adopted Budget	2012/13 Revised Budget	2012/13 Approved Adjustments
Expenses:					
Personnel Services	\$3.2	\$3.1	\$3.3 *	\$3.3 *	\$ -
Contractual	1.3	1.5	1.5	1.5	-
Commodities	6.4	7.0	8.3	8.3	-
Capital Outlays	1.6	5.0	5.6	5.6	-
Total Operating Expenses	<u>\$12.6</u>	<u>\$16.6</u>	<u>\$18.7</u>	<u>\$18.7</u>	<u>\$ -</u>
Transfers Out					
Transfers to Operating Funds	-	1.5	0.8	0.8	-
Total Uses	<u>\$12.6</u>	<u>\$18.0</u>	<u>\$19.5 *</u>	<u>\$19.5 *</u>	<u>\$ -</u>
% Change vs. Prior Year		43%	8%	8%	

*Includes budgeted vacancy savings net of leave accrual payouts, 2% pay for performance and compensation adjustments.

February 2013: Current Month and YTD
(\$ in millions: Rounding differences may occur)

	February Actual	February Revised Budget	YTD Actual	YTD Revised Budget	Actual Favorable / Amount	vs. Budget (Unfavorable) Percent
Sources	\$1.4	\$1.5	\$11.9	\$12.3	(\$0.4)	-3%
Uses	2.2	1.6	10.8	11.6	0.8	7%
Change in Fund Balance	(\$0.8)	\$ -	\$1.1	\$0.7	\$0.4	

One Month: February 2013

	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Revised Budget	Actual Favorable / Amount	vs. Budget (Unfavorable) Percent
Revenues:						
Maintenance/Operation Rates	\$0.9	\$0.9	\$0.9	\$1.0	(\$0.2)	-15%
Replacement Rates	0.2	0.3	0.5	0.5	-	-
Interest Earnings	-	-	-	-	-	-
Other Revenue	-	-	-	-	-	-
Total Revenues	\$1.2	\$1.2	\$1.4	\$1.5	(\$0.2)	-11%
Transfers In	-	-	-	-	-	-
Total Sources	\$1.2	\$1.2	\$1.4	\$1.5	(\$0.2)	-11%
% Change vs. Prior Year		0%	14%	29%		

Fiscal Year-to-Date: February 2013

	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Revised Budget	Actual Favorable / Amount	vs. Budget (Unfavorable) Percent
Revenues:						
Maintenance/Operation Rates	\$7.5	\$7.8	\$7.8	\$8.4	(\$0.5)	-7%
Replacement Rates	1.9	2.1	3.8	3.8	-	-
Interest Earnings	0.2	0.1	-	-	-	-
Other Revenue	0.1	0.1	0.3	0.1	0.2	nm
Total Revenues	\$9.6	\$10.0	\$11.9	\$12.3	(\$0.4)	-3%
Transfers In	-	-	-	-	-	-
Total Sources	\$9.6	\$10.0	\$11.9	\$12.3	(\$0.4)	-3%
% Change vs. Prior Year		4%	19%	23%		

Actual to Revised Budget variance of (\$0.4) million or (3%):
No explanation necessary.

One Month: February 2013

	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Revised Budget</u>	<u>Favorable / (Unfavorable) Amount</u>	<u>(Unfavorable) Percent</u>
Expenses:						
Personnel Services	\$0.2	\$0.3	\$0.2	\$0.3	\$ -	-
Contractual	0.1	0.1	0.1	0.1	-	-
Commodities	0.6	0.7	0.5	0.7	0.2	29%
Capital Outlays	0.1	0.2	1.3	0.5	(0.8)	nm
Total Operating Expenses	\$1.1	\$1.3	\$2.2	\$1.6	(\$0.6)	-39%
Transfers Out						
Transfers to Operating Funds	-	-	-	-	-	-
Total Uses	\$1.1	\$1.3	\$2.2	\$1.6	(\$0.6)	-39%
% Change vs. Prior Year		12%	73%	25%		

Fiscal Year-to-Date: February 2013

	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Revised Budget</u>	<u>Favorable / (Unfavorable) Amount</u>	<u>(Unfavorable) Percent</u>
Expenses:						
Personnel Services	\$2.1	\$2.0	\$2.1	\$2.1	\$0.1	2%
Contractual	0.8	1.0	0.9	1.0	0.1	9%
Commodities	3.4	4.0	3.9	4.9	1.0	20%
Capital Outlays	1.0	3.2	3.9	3.6	(0.3)	-8%
Total Operating Expenses	\$7.3	\$10.2	\$10.8	\$11.6	\$0.8	7%
Transfers Out						
Transfers to Operating Funds	-	1.5	-	-	-	-
Total Uses	\$7.3	\$11.7	\$10.8	\$11.6	\$0.8	7%
% Change vs. Prior Year		61%	-8%	-1%		

Actual to Revised Budget variance of \$0.8 million or 7%:

The favorable variance in Commodities is related to fuel; diesel and unleaded fuel consumption is below the projected gallons estimated for budgeting. In addition, the favorable variance is attributable to fuel costs being lower than forecasted.

FY 2012/13 - RISK FUND
(\$ in millions: Rounding differences may occur)

	Adopted Budget	Revised Budget	Adopted Favorable / Amount	vs. Revised (Unfavorable) Percent
Sources	\$4.8	\$4.8	\$ -	-
Uses	8.0	8.0	-	-
Change in Fund Balance	(\$3.1)	(\$3.1)	\$ -	
Beginning Fund Balance	\$17.0	\$15.4	(\$1.6)	
Ending Fund Balance	<u>\$13.9</u>	<u>\$12.3</u>	<u>(\$1.6)</u>	
Accruals (short term)	\$3.6	\$3.6	\$ -	
Accruals (long term)	5.6	5.6	-	
Unreserved Fund Balance	4.7	3.1	(1.6)	
Ending Fund Balance	<u>\$13.9</u>	<u>\$12.3</u>	<u>(\$1.6)</u>	

	Twelve Months: Fiscal Year				
	2010/11 Actual	2011/12 Actual	2012/13 Adopted Budget	2012/13 Revised Budget	2012/13 Approved Adjustments
Revenues:					
Property, Liability, Work Comp	\$5.1	\$4.1	\$4.0	\$4.0	\$ -
Unemployment Taxes	0.3	0.3	0.2	0.2	-
Interest Earnings	0.2	-	0.1	0.1	-
Property Tax (Tort Claims)	1.7	-	0.2	0.2	-
Insurance/Claims Recoveries	0.3	0.1	0.2	0.2	-
Other/Miscellaneous Revenue	0.1	0.1	0.1	0.1	-
Total Revenues	<u>\$7.7</u>	<u>\$4.6</u>	<u>\$4.8</u>	<u>\$4.8</u>	<u>\$ -</u>
Transfers In	-	-	-	-	-
Total Sources	<u>\$7.7</u>	<u>\$4.6</u>	<u>\$4.8</u>	<u>\$4.8</u>	<u>\$ -</u>
% Change vs. Prior Year		-41%	5%	5%	

	Twelve Months: Fiscal Year				
	2010/11 Actual	2011/12 Actual	2012/13 Adopted Budget	2012/13 Revised Budget	2012/13 Approved Adjustments
Expenses:					
Personnel Services	\$0.6	\$0.7	\$0.8	\$0.8	\$ -
Contractual	4.6	6.5	7.1	7.1	-
Commodities	0.1	0.1	0.1	0.1	-
Capital Outlays	-	-	-	-	-
Total Operating Expenses	<u>\$5.3</u>	<u>\$7.3</u>	<u>\$8.0</u>	<u>\$8.0</u>	<u>\$ -</u>
Transfers Out					
Transfers to Operating Funds	-	1.0	-	-	-
Total Uses	<u>\$5.3</u>	<u>\$8.3</u>	<u>\$8.0</u>	<u>\$8.0</u>	<u>\$ -</u>
% Change vs. Prior Year		57%	-4%	-4%	

February 2013: Current Month and YTD

(\$ in millions: Rounding differences may occur)

	February Actual	February Revised Budget	YTD Actual	YTD Revised Budget	Actual Favorable / (Unfavorable) Amount	vs. Budget (Unfavorable) Percent
Sources	\$0.4	\$0.4	\$3.2	\$3.4	(\$0.1)	-3%
Uses	0.5	0.5	3.6	5.7	2.1	37%
Change in Fund Balance	\$ -	(\$0.1)	(\$0.3)	(\$2.4)	\$2.0	

One Month: February 2013

	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Revised Budget	Actual Favorable / (Unfavorable) Amount	vs. Budget (Unfavorable) Percent
Revenues:						
Property, Liability, Work Comp Rates	\$0.4	\$0.3	\$0.3	\$0.3	\$ -	-
Unemployment Taxes	0.1	0.1	0.1	-	0.1	n/a
Interest Earnings	-	-	-	-	-	-
Property Tax (Tort Claims)	-	-	-	-	-	-
Insurance/Claims Recoveries	-	-	-	-	-	-
Other/Miscellaneous Revenue	-	-	-	-	-	-
Total Revenues	\$0.6	\$0.5	\$0.4	\$0.4	\$ -	-
Transfers In	-	-	-	-	-	-
Total Sources	\$0.6	\$0.5	\$0.4	\$0.4	\$ -	-
% Change vs. Prior Year		-15%	0%	-16%		

Fiscal Year-to-Date: February 2013

	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Revised Budget	Actual Favorable / (Unfavorable) Amount	vs. Budget (Unfavorable) Percent
Revenues:						
Property, Liability, Work Comp Rates	\$3.4	\$2.7	\$2.7	\$2.7	\$ -	-
Unemployment Taxes	0.3	0.2	0.2	0.2	-	-
Interest Earnings	0.2	0.1	-	0.1	(0.1)	-100%
Property Tax (Tort Claims)	1.7	-	0.2	0.2	-	-
Insurance/Claims Recoveries	0.3	0.1	0.1	0.1	-	-
Other/Miscellaneous Revenue	-	-	-	0.1	-	-
Total Revenues	\$5.9	\$3.2	\$3.2	\$3.4	(\$0.1)	-3%
Transfers In	-	-	-	-	-	-
Total Sources	\$5.9	\$3.2	\$3.2	\$3.4	(\$0.1)	-3%
% Change vs. Prior Year		-45%	0%	4%		

Actual to Revised Budget variance of (\$0.1) million or (3%):

No explanation necessary.

One Month: February 2013

	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	Actual	Actual	Actual	Revised Budget	Favorable / (Unfavorable) Amount	(Unfavorable) Percent
Expenses:						
Personnel Services	\$ -	\$0.1	\$0.1	\$0.1	\$ -	-
Contractual	0.3	0.2	0.4	0.4	-	-
Commodities	-	-	-	-	-	-
Capital Outlays	-	-	-	-	-	-
Total Operating Expenses	\$0.4	\$0.3	\$0.5	\$0.5	\$ -	-
Transfers Out						
Transfers to Operating Funds	-	-	-	-	-	-
Total Uses	\$0.4	\$0.3	\$0.5	\$0.5	\$ -	-
% Change vs. Prior Year		-31%	82%	93%		

Fiscal Year-to-Date: February 2013

	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	Actual	Actual	Actual	Revised Budget	Favorable / (Unfavorable) Amount	(Unfavorable) Percent
Expenses:						
Personnel Services	\$0.4	\$0.5	\$0.5	\$0.5	\$ -	-
Contractual	3.0	3.1	3.1	5.2	2.1	40%
Commodities	-	-	-	0.1	-	-
Capital Outlays	-	-	-	-	-	-
Total Operating Expenses	\$3.4	\$3.6	\$3.6	\$5.7	\$2.1	37%
Transfers Out						
Transfers to Operating Funds	-	-	-	-	-	-
Total Uses	\$3.4	\$3.6	\$3.6	\$5.7	\$2.1	37%
% Change vs. Prior Year		6%	0%	58%		

Actual to Revised Budget variance of \$2.1 million or 37%:

The favorable variance in Contractual continues to be primarily attributable to the insurance premiums processed in June 2012 and charged to FY 2011/12.

FY 2012/13 - BENEFITS SELF INSURANCE

(\$ in millions: Rounding differences may occur)

	Adopted Budget	Revised Budget	Adopted Favorable / Amount	vs. Revised (Unfavorable) Percent
Sources	\$28.5	\$28.5	\$ -	-
Uses	28.7	28.7	-	-
Change in Fund Balance	(\$0.1)	(\$0.1)	\$ -	
Beginning Fund Balance	\$5.0	\$5.0	\$ -	
Ending Fund Balance	<u>\$4.8</u>	<u>\$4.9</u>	<u>\$ -</u>	

Twelve Months: Fiscal Year

	2010/11 Actual	2011/12 Actual	2012/13 Adopted Budget	2012/13 Revised Budget	2012/13 Approved Adjustments
Revenues:					
Medical Premiums - COS	\$17.3	\$15.9	\$17.3	\$17.3	\$ -
Dental Premiums - COS	0.8	0.8	0.8	0.8	-
Medical Premiums - EE	4.8	4.5	5.1	5.1	-
Dental Premiums - EE	0.8	0.8	0.8	0.8	-
Premium Holiday	(4.0)	-	-	-	-
Medical Premiums - Retiree	-	2.1	4.1	4.1	-
Other Revenue	0.5	0.4	0.4	0.4	-
Total Revenues	\$20.2	\$24.5	\$28.5	\$28.5	\$ -
Transfers In	-	4.0	-	-	-
Total Sources	<u>\$20.2</u>	<u>\$28.5</u>	<u>\$28.5</u>	<u>\$28.5</u>	<u>\$ -</u>
% Change vs. Prior Year		41%	0%	0%	

Twelve Months: Fiscal Year

	2010/11 Actual	2011/12 Actual	2012/13 Adopted Budget	2012/13 Revised Budget	2012/13 Approved Adjustments
Expenses:					
Personnel Services - COS	\$ -	\$0.2	\$0.2	\$0.2	\$ -
Contractual - COS	-	0.1	0.1	0.1	-
Medical Claims	20.3	18.9	20.1	20.1	-
Medical Claims - Retirees	-	3.1	3.6	3.6	-
Dental Claims	1.5	1.4	1.5	1.5	-
Provider Admin Fees	1.8	1.7	1.7	1.7	-
Behavioral Health Claims	0.5	0.5	0.6	0.6	-
Stop Loss Insurance	0.4	0.5	0.6	0.6	-
Live Life Well	-	0.4	0.3	0.3	-
Commodities - COS	-	-	-	-	-
Short Term Disability	-	-	-	-	-
Total Operating Expenses	\$24.5	\$26.9	\$28.7	\$28.7	\$ -
Total Uses	<u>\$24.5</u>	<u>\$26.9</u>	<u>\$28.7</u>	<u>\$28.7</u>	<u>\$ -</u>
% Change vs. Prior Year		10%	7%	7%	

February 2013: Current Month and YTD

(\$ in millions: Rounding differences may occur)

	February Actual	February Revised Budget	YTD Actual	YTD Revised Budget	Actual Favorable / Unfavorable Amount	vs. Budget (Unfavorable) Percent
Sources	\$2.1	\$2.4	\$17.6	\$19.0	(\$1.4)	-7%
Uses	2.1	2.4	16.2	18.9	2.8	15%
Change in Fund Balance	\$ -	\$ -	\$1.4	\$ -	\$1.4	

One Month: February 2013

	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Revised Budget	Actual Favorable / Unfavorable Amount	vs. Budget (Unfavorable) Percent
Revenues:						
Medical Premiums -COS	\$1.4	\$1.3	\$1.5	\$1.4	\$ -	-
Dental Premiums - COS	0.1	0.1	0.1	0.1	-	-
Medical Premiums - EE	0.5	0.4	0.5	0.4	-	-
Dental Premiums - EE	0.1	0.1	0.1	0.1	-	-
Premium Holiday	-	-	-	-	-	-
Medical Premiums - Retiree	-	0.3	0.1	0.3	(0.3)	-81%
Other Revenue	-	0.1	-	-	-	-
Total Revenues	\$2.1	\$2.2	\$2.1	\$2.4	(\$0.2)	-9%
Transfers In	-	-	-	-	-	-
Total Sources	\$2.1	\$2.2	\$2.1	\$2.4	(\$0.2)	-9%
% Change vs. Prior Year		7%	-3%	7%		

Fiscal Year-to-Date: February 2013

	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Revised Budget	Actual Favorable / Unfavorable Amount	vs. Budget (Unfavorable) Percent
Revenues:						
Medical Premiums -COS	\$11.6	\$10.7	\$11.7	\$11.5	\$0.2	2%
Dental Premiums - COS	0.5	0.5	0.5	0.6	-	-
Medical Premiums - EE	3.2	3.1	3.7	3.4	0.3	10%
Dental Premiums - EE	0.6	0.5	0.5	0.5	-	-
Premium Holiday	(4.0)	-	-	-	-	-
Medical Premiums - Retiree	-	1.4	0.6	2.7	(2.1)	-77%
Other Revenue	0.3	0.3	0.4	0.2	0.2	nm
Total Revenues	\$12.1	\$16.5	\$17.6	\$19.0	(\$1.4)	-7%
Transfers In	-	-	-	-	-	-
Total Sources	\$12.1	\$16.5	\$17.6	\$19.0	(\$1.4)	-7%
% Change vs. Prior Year		36%	7%	15%		

Actual to Revised Budget variance of (\$1.4) million or (7%):

The unfavorable variance in Retiree Medical Premiums is the result of retirees electing out of city insurance coverage. The budget assumed no change in participation. This unfavorable variance is offset by favorable variances in active employee premiums, both the city portion as well as the employee portion. These favorable variances are attributed to less open enrollment migration to health plans with lower premiums than budgeted.

One Month: February 2013

Expenses:	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	Actual	Actual	Actual	Revised Budget	Favorable / (Unfavorable) Amount	(Unfavorable) Percent
Personnel Services - COS	\$ -	\$ -	\$ -	\$ -	\$ -	-
Contractual - COS	-	-	-	-	-	-
Medical Claims	1.6	1.4	1.6	1.7	-	-
Medical Claims - Retirees	-	0.2	0.1	0.3	0.2	73%
Dental Claims	0.1	0.1	0.1	0.1	-	-
Provider Admin Fees	0.2	0.1	0.1	0.1	-	-
Behavioral Health Claims	-	-	-	-	-	-
Stop Loss Insurance	-	-	-	-	-	-
Live Life Well	0.2	-	-	-	-	-
Total Operating Expenses	<u>\$2.2</u>	<u>\$2.0</u>	<u>\$2.1</u>	<u>\$2.4</u>	<u>\$0.3</u>	<u>12%</u>
Total Uses	<u>\$2.2</u>	<u>\$2.0</u>	<u>\$2.1</u>	<u>\$2.4</u>	<u>\$0.3</u>	<u>12%</u>
% Change vs. Prior Year		-9%	6%	20%		

Fiscal Year-to-Date: February 2013

Expenses:	2010/11	2011/12	2012/13	2012/13	Actual	vs. Budget
	Actual	Actual	Actual	Revised Budget	Favorable / (Unfavorable) Amount	(Unfavorable) Percent
Personnel Services - COS	\$0.1	\$0.1	\$0.1	\$0.2	\$ -	-
Contractual - COS	-	0.1	-	0.1	-	-
Medical Claims	13.2	12.1	12.5	13.4	0.8	6%
Medical Claims - Retirees	-	2.2	0.8	2.4	1.6	66%
Dental Claims	1.0	1.0	0.9	1.0	0.1	7%
Provider Admin Fees	1.2	1.1	1.0	1.1	0.2	17%
Behavioral Health Claims	0.4	0.4	0.4	0.4	-	-
Stop Loss Insurance	0.3	0.3	0.3	0.4	-	-
Live Life Well	0.3	0.2	0.1	0.1	-	-
Total Operating Expenses	<u>\$16.5</u>	<u>\$17.5</u>	<u>\$16.2</u>	<u>\$18.9</u>	<u>\$2.8</u>	<u>15%</u>
Total Uses	<u>\$16.5</u>	<u>\$17.5</u>	<u>\$16.2</u>	<u>\$18.9</u>	<u>\$2.8</u>	<u>15%</u>
% Change vs. Prior Year		6%	-7%	8%		

Actual to Revised Budget variance of \$2.8 million or 15%:

The favorable variance in Medical Claims is the result of a better claims experience than budgeted. The favorable variance in Medical Claims - Retirees is the result of a significant number of retirees electing out of city insurance coverage.

City of Scottsdale
WestWorld
Statement of Operations for February 2013 8 Months YTD

	FY 2008/09 YTD Actual	FY 2009/10 YTD Actual	FY 2010/11 YTD Actual	FY 2011/12 YTD Actual	FY 2012/13 YTD Actual ⁽¹⁾	FY 2012/13 Approved YTD Budget ⁽¹⁾	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Operating Revenue								
Rental Facilities	744,187	593,019	754,006	770,604	667,940	647,200	20,740	3%
RV Rental	183,633	147,652	130,510	114,541	120,037	161,115	(41,078)	-25%
Feed/Bedding Sales	304,559	274,838	287,357	309,331	304,110	277,000	27,110	10%
Labor Fees	81,831	88,889	93,799	87,408	60,269	84,900	(24,631)	-29%
Concession Fees	79,822	72,741	72,615	89,876	56,194	69,000	(12,806)	-19%
Parking	28,738	24,830	17,010	20,175	20,975	19,000	1,975	10%
Other Income	8,229	3,483	5,541	15,992	8,492	5,030	3,462	69%
Operating Revenue	1,431,000	1,205,452	1,360,838	1,407,927	1,238,016	1,263,245	(25,229)	-2%
Operating Expenses								
Personnel Services								
Wages/Salaries/Benefits	1,032,757	1,023,079	1,020,223	953,244	975,165	991,855	16,690	2%
Overtime	3,496	6,150	3,342	11,786	14,921	6,987	(7,934)	-114%
Contractual Services								
Contractual Workers	191,399	22,659	16,866	23,189	28,656	19,900	(8,756)	-44%
Telephone	29,763	30,492	19,800	24,276	17,087	23,016	5,929	26%
Utilities ⁽²⁾	219,547	187,497	141,706	252,439	167,432	227,588	60,156	26%
Maintenance & Equipment Rental & Fleet	390,749	156,343	218,158	277,043	371,363	360,091	(11,272)	-3%
License and Permits	4,832	44,675	75,908	73,318	73,765	105,025	31,260	30%
Property, Liability & Workers' Comp	21,928	23,376	14,368	11,304	12,080	12,080	-	-
Other	101,667	81,649	93,630	105,603	121,234	103,454	(17,780)	-17%
Commodities and Capital Outlays								
Agriculture & Horticulture & Other Supply	30,131	60,222	67,933	84,779	108,571	84,775	(23,796)	-28%
Maintenance & Repairs Supply, Equipment	43,197	7,340	27,501	48,837	47,124	14,596	(32,528)	-223%
Inventory Purchased for Resale	185,185	146,119	157,960	157,479	161,178	147,500	(13,678)	-9%
Construction - Other	-	-	142,950	52,424	-	63,328	63,328	100%
Other Expenses	26,267	16,683	17,945	24,820	25,681	14,044	(11,637)	-83%
BOR Admin								
BOR Admin/WestWorld	210,000	110,250	115,762	121,551	127,628	127,628	-	0%
Allocated Expenses								
Facilities Maintenance	192,440	219,320	219,320	213,048	268,656	268,656	-	-
COS Indirect Costs	378,856	300,688	308,184	305,920	160,760	160,760	-	-
Operating Expenses	3,062,214	2,436,542	2,661,555	2,741,060	2,681,302	2,731,283	49,981	2%
Operating Income	(1,631,214)	(1,231,090)	(1,300,717)	(1,333,133)	(1,443,286)	(1,468,038)	24,752	2%
Debt Service (Less Contributions) ⁽³⁾								
Debt Service - (80 acres)	1,100,950	1,094,800	1,089,000	1,083,375	1,077,750	1,079,250	1,500	0%
Bed Tax Contributions - (80 acres)	-	-	-	-	-	-	-	-
Debt Service - (52 & 17 acres)	701,826	700,807	700,297	700,547	681,297	682,582	1,285	0%
Debt Service - TNEC	-	-	-	-	-	-	-	-
Bed Tax Contributions - TNEC	-	-	-	-	-	-	-	-
Event Producer Contributions - TNEC	-	-	-	-	-	-	-	-
Net Debt Service	1,802,776	1,795,607	1,789,297	1,783,922	1,759,047	1,761,832	2,785	0%
Operating Income After Debt Service	(3,433,991)	(3,026,697)	(3,090,014)	(3,117,055)	(3,202,333)	(3,229,870)	27,537	1%

(1) Excludes Bed Tax operating subsidy of \$1,200,000 for FY 2012/13

(2) Includes utilities paid for by the city's Facilities Management department

(3) Includes debt payments processed in December; however, posted in later months

City of Scottsdale
The Giants Spring Training Baseball Stadium
Statement of Operations for February 2013 8 Months YTD

	FY 2008/09 YTD Actual	FY 2009/10 YTD Actual	FY 2010/11 YTD Actual	FY 2011/12 YTD Actual	FY 2012/13 YTD Actual	FY 2012/13 Approved YTD Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Operating Revenue								
Stadium Usage Fees - Stadium Ops	93,788	82,957	61,098	38,168	161,850	60,000	101,850	nm
Stadium Usage Fees - Pro Baseball	-	118,478	143,918	161,432	-	-	-	-
Stadium Concessions	-	-	26,079	19,836	25,074	-	25,074	n/a
Operating Revenue	93,788	201,435	231,095	219,436	186,924	60,000	126,924	nm
Operating Expenses								
Personnel Services								
Wages/Salaries/Benefits	386,088	365,622	397,640	476,552	480,032	440,681	(39,351)	-9%
Overtime	4,066	1,024	4,824	5,635	9,821	11,198	1,377	12%
Contractual Services								
Custodian & Maintenance Services	26,921	32,766	34,945	41,836	38,560	96,486	57,926	60%
Utilities	173,767	188,797	129,773	208,543	209,027	209,027	-	-
Equip Maintenance, Rental & Fleet Charges	135,708	144,929	131,561	132,960	166,756	158,801	(7,955)	-5%
Property, Liability & Worker's Comp	8,928	11,952	8,200	7,184	7,416	7,416	-	-
Other Expenses	29,094	24,948	24,314	21,137	33,066	46,384	13,318	29%
Commodities								
Agriculture & Horticulture Supply	57,934	72,283	99,399	68,992	129,075	86,679	(42,396)	-49%
Maintenance Materials & Equipment	27,811	38,238	19,153	34,908	36,866	50,906	14,040	28%
Other Expenses	8,776	3,558	1,765	418	1,254	1,898	644	34%
Allocated Expenses								
Facilities Maintenance	229,712	229,712	229,712	235,704	235,704	235,704	-	-
COS Indirect Costs	181,515	208,603	183,834	128,708	75,184	75,184	-	-
Capital Outlay								
Transfers Out to CIP per Contract S14.3 (\$0.40/ticket)	-	-	-	-	63,422	-	(63,422)	n/a
Operating Expenses	1,270,318	1,322,433	1,265,121	1,362,577	1,486,182	1,420,364	(65,818)	-5%
Operating Income	(1,176,530)	(1,120,998)	(1,034,026)	(1,143,141)	(1,299,258)	(1,360,364)	61,106	4%
Debt Service (Less Contributions)								
Debt Service	130,072	128,572	-	126,072	126,072	129,072	3,000	2%
MCSD/STA payments	(36,502)	-	(10,551)	(132,168)	(196,585)	(126,072)	70,513	56%
Ticket Surcharge (\$1) for debt	-	-	-	-	-	-	-	-
Net Debt Service	93,570	128,572	(10,551)	(6,096)	(70,513)	3,000	(67,513)	2,450%
Operating Income After Debt Service	(1,270,100)	(1,249,569)	(1,023,475)	(1,137,045)	(1,228,745)	(1,363,364)	(6,407)	10%
Performance Measures:								
FTEs	11.9	12.4	13.4	13.4	13.4			
# of Games	21	15	16	16	18			
Attendees	177,995	155,819	160,574	158,555	145,000			



Privilege (Sales) & Use Tax Collections For February 2013 (For Business Activity in January 2013)

Appendix 1 contains information regarding the “actual” revenue collections from the 1.0 percent Privilege and Use Tax reflected in the General Fund, 0.2 percent dedicated Transportation Privilege Tax, 0.2 percent dedicated Preserve Privilege and Use Taxes, 0.15 percent additional dedicated Preserve Privilege and Use Taxes, and 0.1 percent dedicated Public Safety Privilege and Use Taxes, including adjustments for related license revenues, late collections and audits. While the report includes the actual year-to-date tax collections for the funds previously noted, only the General Fund portion (1.0 percent) of the tax is unrestricted and available for general government purposes.

The report shows a fiscal year Privilege and Use Tax (1.00% General Purpose) collections decrease of 1 percent compared to the Budget, and an increase of 5 percent compared to the same period a year ago.

Privilege (Sales) & Use Tax by Category and Fund

	Fiscal Year: Twelve Months				
	2010/11	2011/12	2012/13	2012/13	2012/13
	<u>Actual</u>	<u>Actual</u>	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Approved Adjustments</u>
1.00% General Purpose					
Rentals	\$11.6	\$11.8	\$11.8	\$11.8	\$0.0
Misc. Retail Stores	13.0	14.1	15.4	15.4	0.0
Major Dept. Stores	8.9	9.1	9.6	9.6	0.0
Automotive	8.9	9.8	10.5	10.5	0.0
Food Stores	6.1	6.4	6.4	6.4	0.0
Construction	7.4	8.1	9.7	9.7	0.0
Dining/ Entertainment	7.3	7.7	8.3	8.3	0.0
Other Taxable Activity	5.7	5.9	6.1	6.1	0.0
Hotel/Motel	4.1	4.3	4.4	4.4	0.0
Utilities	4.4	4.4	4.3	4.3	0.0
License fees, Penalty & Interest	2.1	2.1	2.3	2.3	0.0
Subtotal	79.6	83.7	88.7	88.7	
Adjustments	0.5	1.0			
Subtotal after Adjustments	\$80.1	\$84.6	\$88.7	\$88.7	\$0.0
0.10% Public Safety	\$7.8	\$8.2	\$8.6	\$8.6	\$0.0
0.20% Transportation	15.0	16.0	16.8	16.8	0.0
0.20% McDowell Preserve 1995	15.5	16.5	17.3	17.3	0.0
0.15% McDowell Preserve 2004	11.7	12.3	12.9	12.9	0.0
Total	\$130.1	\$137.7	\$144.3	\$144.3	\$0.0
% Change vs. Prior Year		6%	5%	5%	

Rounding differences may occur.

Privilege (Sales) & Use Tax by Category and Fund

Fiscal Year-to-Date: February 2013						
	2010/11 Actual	2011/12 Actual	2012/13 Actual	2012/13 Budget	Actual vs. Budget	
					Favorable/(Unfavorable) Amount	Percent
<u>1.00% General Purpose</u>						
Rentals	\$7.7	\$7.8	\$8.2	\$7.9	\$0.3	3%
Misc. Retail Stores	8.3	9.1	9.4	9.9	(0.5)	-5%
Major Dept. Stores	5.8	6.0	6.1	6.4	(0.2)	-4%
Automotive	5.7	6.2	7.0	6.9	0.2	3%
Food Stores	4.0	4.1	4.2	4.2	0.1	1%
Construction	4.6	5.3	5.6	6.2	(0.7)	-10%
Dining/ Entertainment	4.4	4.7	4.9	5.0	(0.2)	-3%
Other Taxable Activity	3.6	3.8	4.4	4.0	0.4	9%
Hotel/Motel	2.3	2.3	2.4	2.4	0.0	0%
Utilities	3.1	3.1	3.1	3.1	0.0	0%
License fees, Penalty & Interest	1.6	1.6	1.6	1.8	(0.1)	-8%
Subtotal	51.1	54.1	56.9	57.7	(0.8)	-1%
Adjustments	0.5	0.4	0.2		0.2	
Subtotal after Adjustments	\$51.6	\$54.5	\$57.1	\$57.7	(\$0.6)	-1%
0.10% Public Safety	\$5.0	\$5.3	\$5.5	\$5.6	\$0.0	0%
0.20% Transportation	9.6	10.2	10.8	10.9	(0.2)	-1%
0.20% McDowell Preserve 1995	9.9	10.5	11.1	11.2	(0.2)	-1%
0.15% McDowell Preserve 2004	7.5	7.9	8.3	8.4	(0.1)	-1%
Total	\$83.7	\$88.4	\$92.8	\$93.9	(\$1.2)	-1%
% Change vs. Prior Year		6%	5%	6%		

Rounding differences may occur.

Rental Sales Taxes

The rental category includes rentals of commercial and residential real property and personal property rentals, (such as rentals of formal wear, DVD's, home health equipment, recreational goods, electronics, appliances, etc.)

Actual to Revised Budget variance of \$0.3 million or 3%: Normal business fluctuations.

Miscellaneous Retail Stores Sales Taxes

This category includes small clothing stores, art galleries, luggage stores, home furnishing stores, jewelry stores, drug stores, hobby stores, household appliance stores, sporting goods stores, florists, computer stores, hardware stores, and pet supply stores.

Actual to Revised Budget variance of (\$0.5) million or (5%): This is due in part to the All-Star game that was played in Phoenix last year and a decrease in spending.

Major Department Stores Sales Taxes

This category includes large department stores, warehouse clubs, supercenters, and discount department stores.

Actual to Revised Budget variance of (\$0.2) million or (4%): This is due in part to the All-Star game that was played in Phoenix last year and two stores closing.

Automotive Sales Taxes

The automotive category includes automobile dealers, motorcycle dealers, automotive repair shops, tire shops, car washes, and car leasing companies.

Actual to Revised Budget variance of \$0.2 million or 3%: This is due to continued increased sales of new and used motor vehicles.

Food Stores Sales Taxes

This category includes grocery stores, candy stores, meat markets and convenience stores.

Actual to Revised Budget variance of \$0.1 million or 1%: Normal business fluctuations.

Construction Sales Taxes

The construction tax is collected on all construction activity; commercial and residential; new and re-model. It also includes landscaping, painting, flooring installation, siding, roofing, concrete, plumbing, heating, electrical, framing, drywall, infrastructure, masonry, finish carpentry, etc.

Actual to Revised Budget variance of (\$0.7) million or (10%): Collections from construction activity have not yet caught up to the recent increase in permits issued.

Dining/Entertainment Sales Taxes

The restaurant category includes restaurants, bars, cafeterias, mobile food vendors, and caterers.

Actual to Revised Budget variance of (\$0.2) million or (3%): No specific identifiable reason for the variance.

Other Taxable Activity Sales Taxes

This category includes movie theatres, golf courses, gyms, bowling centers, amusement arcades, interior designers, publishers, banks, doctors, lawyers, accountants, beauty salons, barber shops, personal goods repair shops, photographers, advertising, wholesalers, and manufacturers.

Actual to Revised Budget variance of \$0.4 million or 9%: This is due in part to increases in taxable sales from computer hardware/software wholesalers.

Hotel/Motel Sales Taxes

This category includes lodging space rental on a short-term basis and other activities provided at the hotel/motel.

Actual to Revised Budget variance of \$0.0 million or 0%: No explanation necessary.

Utilities Sales Taxes

This category includes businesses that provide telecommunication (landlines and cellular), electricity, gas, or water services.

Actual to Revised Budget variance of \$0.0 million or 0%: No explanation necessary.

License Fees, Penalty & Interest

This category consists of application and license fees for Transaction Privilege (sales) tax licenses, interest, and penalties.

Actual to Revised Budget variance of (\$0.1) million or (8%): This is due to a decrease in the amount collected in penalties and interest.

Adjustments

The adjustments consist of large audit payments received in the rental, construction, automotive and other categories. The adjustments also include some large refunds in the other taxable activity and rental categories.

Glossary

To ensure legal compliance and financial management for the various restricted revenues and program expenditures, the city's accounting and budget structure is segregated into various funds. This approach is unique to the government sector. Fund accounting segregates functions and activities into separate self-balancing funds that are created and maintained for specific purposes.

A **fund** is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The city, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The General Fund is the city's chief operating fund and is used to account for all financial resources, except those that are legally required to be accounted for in another fund.

GENERAL FUND SOURCES

Sales Tax - Scottsdale's total city sales tax rate is 1.65 percent. Of that amount, 0.55 percent is dedicated to the specific purposes related to transportation and preservation (which are accounted for in Special Revenue Funds) and 0.10 percent is dedicated to public safety (accounted for in the General Fund). The remaining 1.0 percent of the sales tax is also accounted for in the General Fund and is available to fund basic municipal services such as police, fire, libraries, and parks. Sales tax receipts received in the current month are based on prior month activity. This general-purpose sales tax is the city's single largest revenue source. The sales tax category results can be found in Appendix 1.

State Shared Revenues - These revenues are derived from state shared sales taxes, income taxes (revenue sharing), and vehicle license taxes (auto lieu). On a per capita basis, state sales taxes generated in Scottsdale tend to be higher than most other cities/towns due to higher wealth, consumer spending habits, and larger amounts of visitor/tourist spending. As directed by statute, the State distributes the shared portion of State sales taxes back to local governments based on population, not by the amount of sales taxes collected within the local jurisdiction.

Charges for Services/Other - Charges for Services include numerous revenues such as building permits, recreation fees, fire department fees, WestWorld fees, interest income, and property rentals. Also included are cost allocations from the General Fund to the enterprise funds.

Property Taxes - Property taxes are comprised only of the "Primary" property taxes levied on the assessed value of all property within the city to help pay for basic operations of the City. Secondary property taxes are not included in the General Fund as they must be used solely for General Obligation bond debt service payments. Increases in revenue from year to year reflect new property additions to the tax roll and Council actions to increase total revenue as legally allowed.

Franchise Fees and In-Lieu Taxes - This category represents revenues from utility and cable providers for their permitted use of the city's Rights-of-Way.

Bed Taxes - A transient lodging tax (bed tax) is applied to lodging room charges for stays of 29 days or less in hotels or short-term rentals. Effective July 1, 2010, the bed tax rate was increased from 3 percent to 5 percent, half of which must be spent on destination marketing and half of which remains in the General Fund to be used for Capital, Events Development, Administration and other. A new fund was established for Tourism Development after the adoption of the FY 2012/13 budget to account for this revenue.

Transfers In - Transfers in reflects funds received from the Enterprise Funds (In-Lieu Franchise Fees and In-Lieu Property Tax) and Special Programs (30 Day Tow).

GENERAL FUND USES

Personnel Services include the salaries and wages (pay for time worked, overtime premium, vacation, and sick leave) plus the city's contribution for fringe benefits such as retirement, social security, health, and workers' compensation insurance. It is reduced by vacancy savings, but increased for medical and vacation leave accrual payouts that are made at the time of separation from the city.

Contractual Services category includes expenditures for services performed by firms, individuals, or other city divisions.

Commodities includes supplies, repair and replacement parts, small tools, and maintenance and repairs.

Glossary

Capital outlays include the purchase of land, the purchase or construction of buildings, structures, and facilities, plus machinery and equipment. It includes expenditures that result in the acquisition or addition of a fixed asset or increase the capacity, efficiency, span of life, or economy of operating an existing fixed asset. For an item to qualify as capital outlay the expenditure must meet all of the following requirements: (1) have an estimated useful life of more than two years; (2) have a unit cost of \$10,000 or more; and (3) be betterment or improvement.

Debt Service & Contracts Payable is primarily debt payments related to Municipal Property Corporation (MPC) bonds where the city's excise taxes are pledged to meet debt service. It also includes contractual obligations related to development agreements (funded by sales tax rebates) which vary based on the actual sales tax collections.

Transfers-Out represents the authorized transfer of cash to other funds, divisions, departments and/or capital projects.

OTHER FUNDS

Transportation Fund is considered a Special Revenue Fund, which is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Transportation Fund receives and expends the city's allocation of the Arizona Highway User Revenue Tax (HURF) as well as other transportation related revenues. The amount of HURF available to each city is allocated based on population. These monies must be used for street construction, reconstruction, maintenance, or transit. The State of Arizona requires the city to establish and maintain an accounting for Highway User Revenue Funds. The fund also accounts for the 1989 voter approved Transportation Privilege (Sales) Tax of 0.20 percent which is dedicated to funding transportation improvements and operations. Fifty percent of the Transportation Sales Tax is transferred to the Capital Improvement Fund for transportation related capital improvement projects.

Tourism Development Fund is a Special Revenue Fund to account for the sources and uses related to tourism. Revenues consist of transient lodging tax (bed tax), lease rental earnings from the Fairmont-Princess Hotel and hospitality trolley sponsorships. Bed tax is the largest portion of this fund and is derived from lodging room charges for stays of 29 days or less in hotels or short-term rentals.

Enterprise Funds are used to account for operations, which are financed and operated similarly to private businesses, where the intent is that the service is self-sufficient, with all costs including debt service supported predominantly by user charges. The city maintains three Enterprise Funds to account for Water & Water Reclamation, Aviation, and Solid Waste activities.

Water & Water Reclamation Funds

This fund accounts for the transactions related to the city's water and water reclamation business activities, including operating revenue, expenditures and debt service payments.

- Water Service Rates are monthly water billings which consist of a base charge according to meter size and a variable charge for the amount of water consumed.
- Water Reclamation Service Rates are monthly charges based on the volume and strength of the sewage discharge.
- Non-Potable Water Rates includes the sale of surface water, reverse osmosis (RO) and effluent treated to irrigation standards. These different water types are delivered to 23 Reclaimed Water Distribution System (RWDS) golf courses, 3 Irrigation Water Distribution System (IWDS) golf courses, the Gainey Ranch Golf Club, the WestWorld golf course and the Inlet/Silverado golf course.
- Miscellaneous Revenue includes rental income, miscellaneous reimbursements and other minor fees.

Aviation Fund

This fund accounts for the transactions related to the city's aviation business activity at the Scottsdale Airport.

- Aviation Rates are charges for a variety of services provided to airport customers including Landing Fees, Airport/Airpark Fuel Fees, Transient Parking Fees, Fixed Tenant Rents, Percentage Fees for Aeronautical Business Permits (ABPs), Custom Fees and miscellaneous other charges.
- Privilege and Use Tax-Jet Fuel are charges earned from jet fuel sales by Fixed Based Operators (FBOs) in accordance with the Scottsdale Revised Code, Article IV, Section 422.

Glossary

Solid Waste Fund

This fund accounts for the transactions related to the city's solid waste and recycling business activities.

- Solid Waste Rates include residential charges which are a flat fee per month and commercial charges which are based on the size of the container and the number of pickups per month. Additionally Solid Waste Rates include roll-off charges, uncontained service charges, recycling program charges, and household hazardous waste collection charges.

Internal Service Funds are used to account for the financing, on a cost-reimbursement basis, of commodities or services provided by one program for the benefit of other programs within the city. The report includes three Internal Service Funds to account for Fleet, Risk, and Benefits activities.

Fleet Fund

This fund is used to account for the expenditures associated with purchasing and maintaining the city's vehicles. Replacement and operation of vehicles are charged to the city departments as internal operating costs to each program based on the quantity and type of vehicle used. The department charges become revenue to the Fleet Fund.

Risk Fund

This fund is used to account for the city's self-insurance, safety and risk management functions. Revenue to this fund is derived from internal charges to division programs and is captured as internal rates. Payments for unemployment, workers' compensation, and property and liability claims are made from this fund

Benefits Self Insurance Fund

This fund is used to account for the city's self-insured medical and dental benefits. Revenue to this fund is derived from premiums collected through charges to division programs, which consists of both city and employee components. Revenue is also collected through premium charges to retirees as well as pharmacy rebates and stop loss insurance recoveries. This fund provides payment of actual healthcare expenses (medical, prescription and dental claims) as well as claims administration and other benefit plan expenses.