

CITY OF TROY | 2016/2017

Interim Financial Report

First Quarter

For The Three Months Ended

September 30, 2016

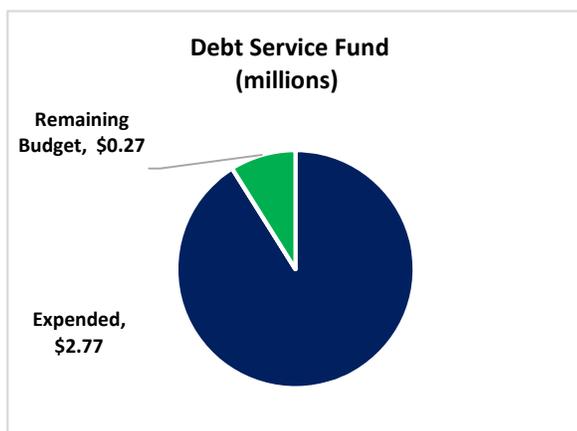
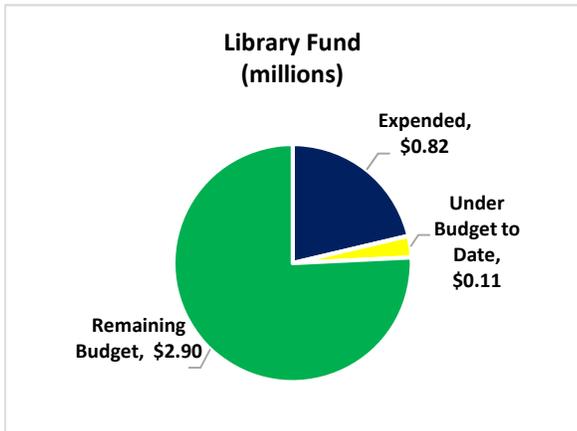
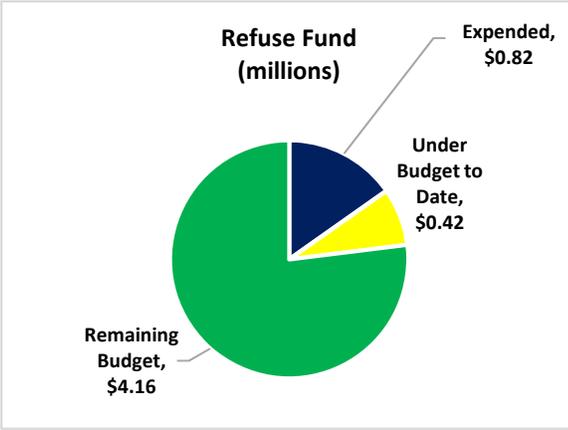
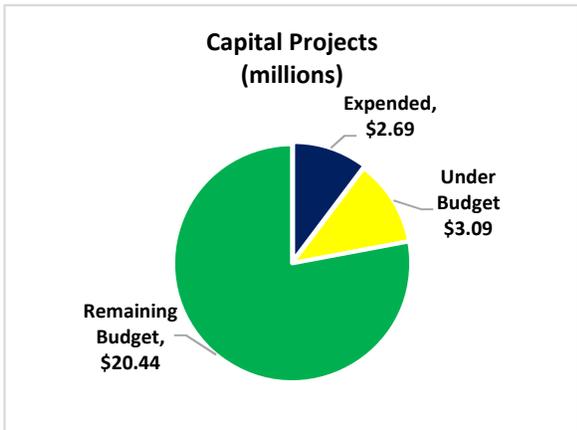
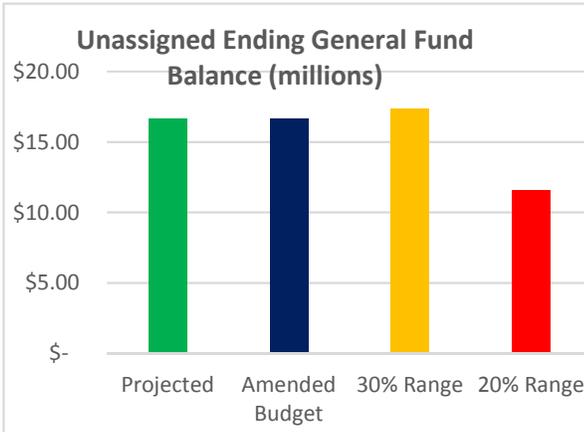
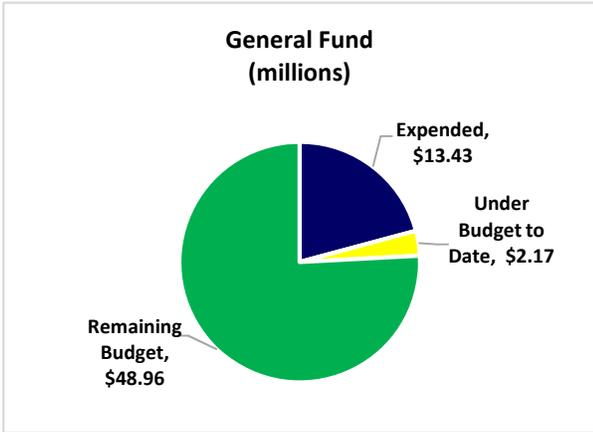


**City of Troy
Interim Financial Report
Three Months Ended September 30, 2016**

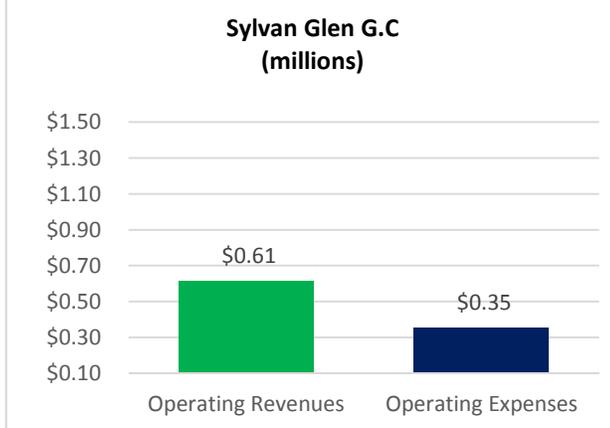
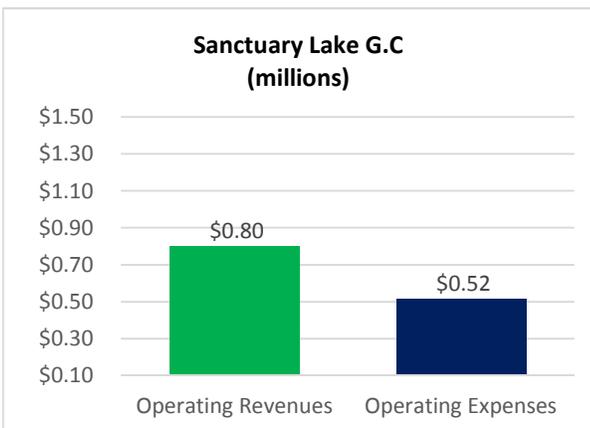
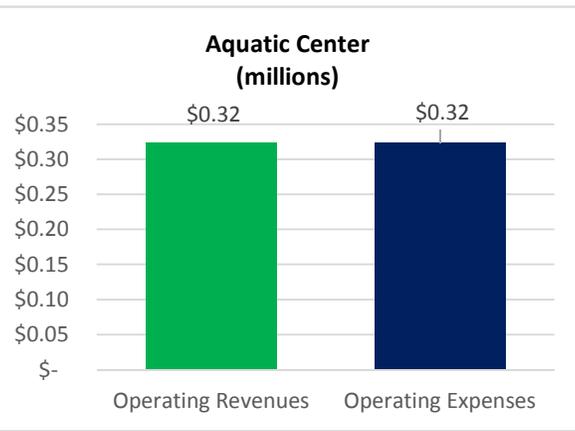
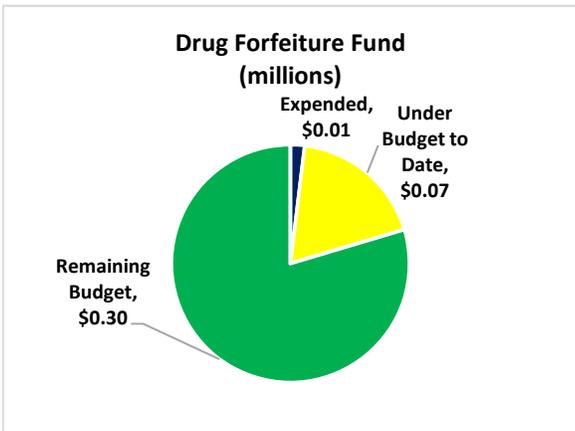
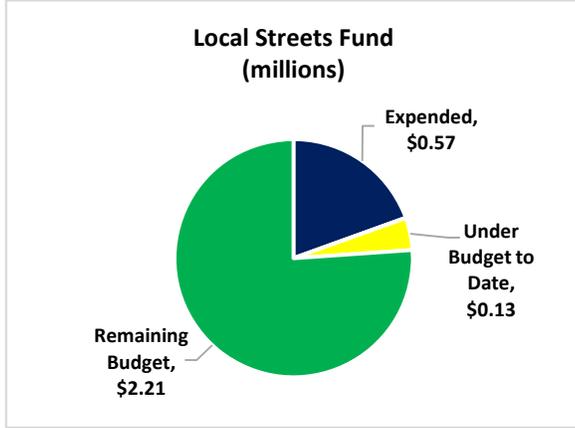
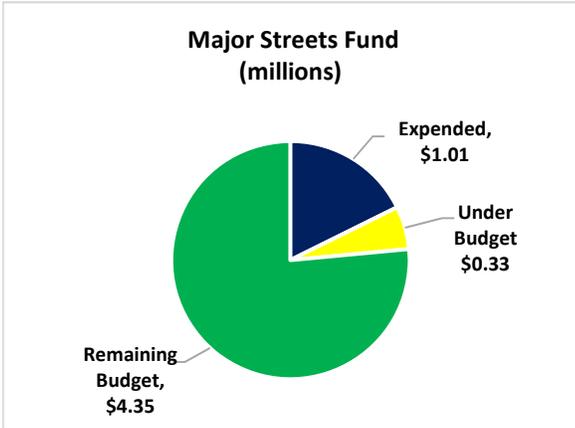
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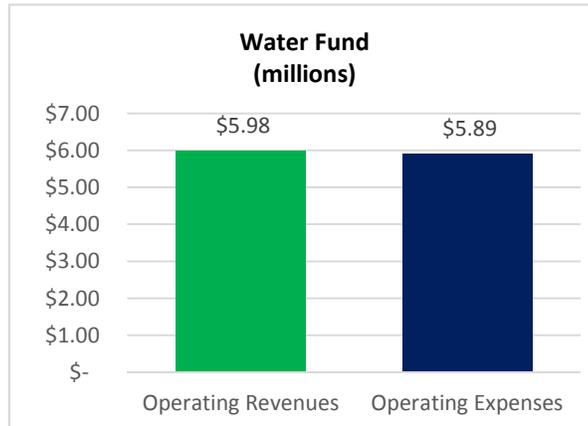
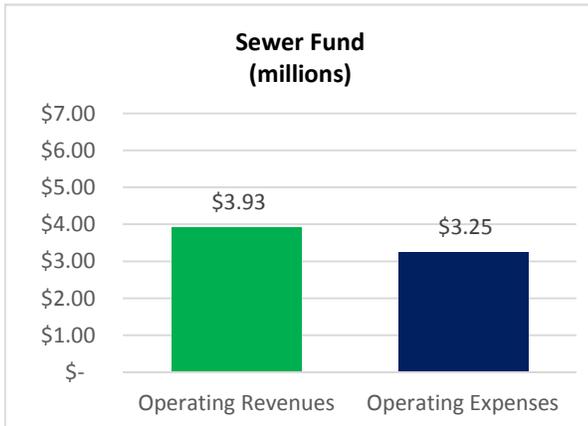
CITY OF TROY
THREE MONTHS ENDED SEPTEMBER 30, 2016
SNAP SHOT



CITY OF TROY
THREE MONTHS ENDED SEPTEMBER 30, 2016
SNAP SHOT



CITY OF TROY
THREE MONTHS ENDED SEPTEMBER 30, 2016
SNAP SHOT



CITY OF TROY
QUARTERLY REPORT
THREE MONTHS ENDED SEPTEMBER 30, 2016
HIGHLIGHTS

General Fund

Revenues

Total revenues are \$35.6 million to date and represents 62.55% of total budgeted revenues and other sources. This is a decrease of \$171 thousand or 0.5% compared to the same time period in the prior year and includes recognition of total annual tax revenues of \$30.4 million. The decrease in revenues is due to a decrease in Other Financing Sources which primarily represent reimbursements from Major and Local Street funds for street costs incurred by the General Fund.

Expenditures

Total General Fund expenditures to date are \$13.4 million or 21.52% of the annual budget. All departments appear to be within expected budgetary parameters to date. The Fire Department may appear higher than expected due to the \$1.2 million contribution to the VFIP Plan & Trust made at the beginning of the year. In addition, the Historic Village and Nature Center may appear slightly high at first glance but should be noted that they receive 100% of the City subsidy at the beginning of the fiscal year.

Capital Fund

Revenues

Total revenues are \$9.2 million to date and represent 48.99% of total budgeted revenues and other sources. This is a decrease of \$1.0 million is due primarily to the decrease in Other Financing Sources which represents the decrease in one-time General Fund appropriations.

Expenditures

Expenditures for capital projects of \$2.7 million represent 11.63% of budgeted projects. This is down approximately \$5.1 million from the prior year. The decrease is primarily related to the prior year purchase of Transit Center property and the current year decrease in budgeted street renovations.

Debt Service Fund

Revenues

Total revenues of \$2.7 million are down \$433 thousand compared to the prior year. The decrease is due to a reduction in tax revenues generated from a reduction in the millage rate from 0.7 to 0.6 mills.

Aquatic Center

Revenues

Revenues of \$324 thousand represent 46.1% of the fund's annual budgeted financial resources. This is down \$103 thousand compared to the prior year during the same time period. Aquatic programs were down \$38 thousand due in part to shortages in lifeguard instructors. Daily passes were down \$52 thousand due to lower turnout in late August, Labor Day and the cancellation of Glow Night due to inclement weather. Although revenues are down compared to the prior year, they do fall in line with 2012 through 2014 averages of \$162 thousand for the same time period. It should be noted that the majority of the revenue for membership passes comes in the months of May and June and is expected to generate an additional \$426 thousand depending on weather.

Sanctuary Lake Golf Course

Revenues

Revenues of \$802 thousand are down \$32 thousand or 3.9% compared to the prior year for the same time period. Total year to date rounds are 18,701 representing a decrease of approximately 138 rounds from prior year. In addition, clinic/school revenues are down \$22 thousand compared to the prior year. Weather conditions can have a significant impact on financial results.

Expenses

Total expenditures of \$562 thousand are up \$46 thousand or 8.8% compared to prior year to date amounts due to capital expenditures for equipment of \$44 thousand. Expenditures for operations ("Billy Casper") of \$540 thousand are comparable to prior year.

As in prior years, it is not anticipated that income from operations will cover the entire debt service amount budgeted at \$855 thousand.

Sylvan Glen Golf Course

Revenues

Revenues of \$614 thousand are down \$24 thousand or 3.8% compared to the prior year to date amounts. Total year to date rounds are 21,361 representing a decrease of approximately 1,060 rounds. Weather conditions can have a significant impact on financial results.

Expenses

Total expenditures of \$389 thousand are up \$38 thousand or 11% compared to prior year to date amounts due to capital expenditures for equipment of \$37 thousand. Expenditures for operations (“Billy Casper”) of \$375 thousand are up less than 1%.

Sewer Fund

Revenues

Sewer fund revenues of \$3.9 million are up \$681 thousand or 21.0% from the prior year to date due primarily from consumption (up 33,399 mcf or 29.7%). Sewer rates remained unchanged from the prior year at \$25.30 per mcf.

Expenses

Sewer fund expenses of \$3.3 million remained relatively unchanged from the prior year. Beginning with the 2015 fiscal year, the Oakland County Water Resource Commission (OCWRC) began charging a fixed rate for sewer services. Accordingly, increased and/or decreases in consumption will not have a direct effect on sewer costs. However, consumption does have a direct effect on the rates charged to consumers to meet these fixed cost obligations.

Water Fund

Revenues

Water fund revenues of \$6.0 million are up \$1.8 million or 44.3% primarily due to increased consumption (up 33,399 mcf or 29.7%) and from rate increases from \$34.40 to \$38.50 per mcf required to offset escalating costs due to the fixed fee component of charges from the Great Lakes Water Authority (GLWA). Weather patterns can have a significant impact on consumption over the summer months.

Expenses

Water fund total expenses of \$5.9 million is down \$106 thousand or 1.8% due primarily to capital purchases in the prior year of \$1.2 million during the reporting period. Current year operating costs of \$5.9 million are up \$1.1 or 22.0% compared to the prior year. The water cost amount does have a significant fixed cost aspect and accordingly, does not decrease (or increase) proportionately with sale volumes. However, consumption does have a direct effect on the rates charged to consumers to meet these fixed cost obligations.

**Quarterly Financial Report
General Fund
For the Period Ending September 30, 2016**

Description	Last Year Total Actual	Last Year Budget	Last Year Year To Date	Last Year Percent to Budget	Current Year Budget	Current Year Year To Date	Current Year % to Budget
General Fund Revenues							
TAXES	30,486,065	30,835,600	30,297,309	98.25	30,913,240	30,404,196	98.35
LICENSES AND PERMITS	2,519,343	2,587,150	656,173	25.36	2,613,750	698,619	26.73
GRANTS	6,680,161	6,916,300	1,279,582	18.50	7,141,580	1,200,509	16.81
CONTRIBUTIONS FROM LOCAL UNITS	94,378	30,500	51,265	168.08	72,500	37,533	51.77
CHARGES FOR SERVICES	9,313,680	8,511,100	1,608,671	18.90	8,150,000	1,794,717	22.02
FINES AND FORFEITURES	983,677	844,000	307,763	36.46	992,250	190,778	19.23
INTEREST & RENT	1,336,920	1,162,600	296,970	25.54	1,188,100	302,079	25.43
OTHER REVENUE	829,938	1,063,400	266,526	25.06	1,069,500	269,622	25.21
OTHER FINANCING SOURCES	2,681,270	4,732,260	1,044,039	22.06	4,830,240	739,211	15.30
	54,925,431	56,682,910	35,808,297	63.17	56,971,160	35,637,264	62.55
General Fund Expenditures							
General government	7,247,951	7,769,950	1,529,359	19.68	8,553,360	1,754,168	20.51
Council and Executive Administration	3,784,272	4,029,320	823,122	20.43	4,677,040	998,047	21.34
Finance	2,446,970	2,596,230	536,629	20.67	2,706,310	566,418	20.93
Other General Government	1,016,708	1,144,400	169,609	14.82	1,170,010	189,703	16.21
Public Safety	28,562,706	31,781,830	6,410,317	20.17	31,928,860	7,137,202	22.35
Police	21,853,972	24,237,560	4,628,905	19.10	24,715,740	5,151,417	20.84
Fire	4,688,527	5,030,550	1,756,864	34.92	4,977,230	1,800,375	36.17
Building Inspection	2,020,207	2,513,720	24,548	0.98	2,235,890	185,410	8.29
Public Works	5,372,206	6,544,050	918,622	14.04	6,774,810	965,697	14.25
Streets	5,372,206	6,544,050	918,622	14.04	6,774,810	965,697	14.25
Community Development	3,073,451	3,223,050	643,363	19.96	3,308,820	737,161	22.28
Engineering	2,269,740	2,341,890	464,560	19.84	2,418,530	549,054	22.70
Planning	803,711	881,160	178,803	20.29	890,290	188,106	21.13
Recreation and Culture	6,712,162	7,138,550	1,623,417	22.74	7,437,580	1,666,417	22.41
Parks	2,416,999	2,756,310	535,973	19.45	2,894,340	504,753	17.44
Recreation	4,026,144	4,082,990	909,667	22.28	4,199,110	963,751	22.95
Nature Center	118,395	119,540	82,892	69.34	120,430	82,675	68.65
Historic Village	150,624	179,710	94,884	52.80	223,700	115,238	51.51
Transfers Out & Other Uses	5,223,125	10,360,000	1,965,000	18.97	4,388,860	1,167,215	26.59
	56,191,601	66,817,430	13,090,079	19.59	62,392,290	13,427,860	21.52

**Quarterly Financial Report
Capital Fund
For the Period Ending September 30, 2016**

Description	Last Year Total Actual	Last Year Budget	Last Year Year To Date	Last Year Percent to Budget	Current Year Budget	Current Year Year To Date	Current Year % to Budget
Capital Fund Revenues							
TAXES	6,771,668	6,782,100	6,794,144	100.18	6,831,080	6,827,614	99.95
GRANTS	1,260,398	1,333,000	336,615	25.25	1,717,250	0	0.00
CONTRIBUTIONS FROM LOCAL UNITS	899,355	200,000	0	0.00	944,510	150,000	15.88
CHARGES FOR SERVICES	198,682	342,000	178,984	52.33	345,000	188,511	54.64
INTEREST & RENT	176,417	105,000	16,290	15.51	105,000	11,164	10.63
OTHER REVENUE	550,071	315,000	130,960	41.57	200,000	0	0.00
OTHER FINANCING SOURCES	7,851,588	14,293,900	2,816,413	19.70	8,720,020	2,063,031	23.66
	17,708,180	23,371,000	10,273,407	43.96	18,862,860	9,240,321	48.99
Capital Fund Expenditures							
Capital Outlay	25,279,531	26,770,600	7,826,286	29.23	23,127,820	2,689,283	11.63
Council/Executive Administration	82,607	80,000	5,694	7.12	174,000	0	0.00
Finance	30,925	17,000	7,559	44.47	17,000	1,436	8.45
City Buildings	3,217,720	30,000	2,941,943	9806.48	830,000	0	0.00
Police	222,890	406,000	3,330	0.82	597,500	21,878	3.66
Fire	787,350	4,305,000	572,849	13.31	3,974,730	366,581	9.22
Streets	19,360,049	17,462,200	4,069,465	23.30	14,017,990	2,149,890	15.34
Public Works	59,226	567,640	243	0.04	394,000	0	0.00
Parks	273,204	1,667,000	15,380	0.92	2,040,000	28,457	1.39
Recreation	460,751	711,000	0	0.00	0	1,000	0.00
Nature Center	32,888	50,000	0	0.00	0	0	0.00
Library	748,970	1,162,760	186,413	16.03	950,600	120,042	12.63
Historic Village	2,950	147,000	23,412	15.93	132,000	0	0.00
Other	0	165,000	0	0.00	0	0	0.00
	25,279,531	26,770,600	7,826,286	29.23	23,127,820	2,689,283	11.63

**Quarterly Financial Report
Refuse Fund
For the Period Ending September 30, 2016**

Description	Last Year Total Actual	Last Year Budget	Last Year Year To Date	Last Year Percent to Budget	Current Year Budget	Current Year Year To Date	Current Year % to Budget
Refuse Fund Revenues							
TAXES	4,733,992	4,741,500	4,749,711	100.17	4,775,540	4,773,118	99.95
CHARGES FOR SERVICES	8,630	6,500	1,770	27.23	8,000	3,672	45.90
INTEREST & RENT	30,676	20,000	496	2.48	14,000	916	6.54
	4,773,298	4,768,000	4,751,977	99.66	4,797,540	4,777,705	99.59
Refuse Fund Expenditures							
Sanitation	4,494,409	4,573,000	937,246	20.50	4,979,650	822,783	16.52
	4,494,409	4,573,000	937,246	20.50	4,979,650	822,783	16.52

**Quarterly Financial Report
Library Fund
For the Period Ending September 30, 2016**

Description	Last Year Total Actual	Last Year Budget	Last Year Year To Date	Last Year Percent to Budget	Current Year Budget	Current Year Year To Date	Current Year % to Budget
Library Fund Revenues							
TAXES	3,083,735	3,088,500	3,093,979	100.18	3,122,410	3,115,922	99.79
GRANTS	52,954	24,000	24,070	100.29	25,000	26,653	106.61
CONTRIBUTIONS FROM LOCAL UNITS	171,283	109,000	163,629	150.12	172,000	171,283	99.58
CHARGES FOR SERVICES	23,944	22,110	5,558	25.14	30,000	6,691	22.30
FINES AND FORFEITURES	107,710	115,000	26,481	23.03	120,000	25,845	21.54
INTEREST & RENT	42,941	13,700	2,076	15.15	11,500	2,826	24.57
OTHER REVENUE	4,654	202,000	70	0.03	10,000	8,306	83.06
	3,487,221	3,574,310	3,315,863	92.77	3,490,910	3,357,526	96.18
Library Fund Expenditures							
Recreation and culture-OLD	3,321,997	3,836,590	800,651	20.87	3,718,910	816,877	21.97
	3,321,997	3,836,590	800,651	20.87	3,718,910	816,877	21.97

**Quarterly Financial Report
General Debt Service Fund
For the Period Ending September 30, 2016**

Description	Last Year Total Actual	Last Year Budget	Last Year Year To Date	Last Year Percent to Budget	Current Year Budget	Current Year Year To Date	Current Year % to Budget
General Debt Service Fund Revenues							
TAXES	3,106,251	3,107,500	3,116,779	100.30	2,685,300	2,683,941	99.95
GRANTS	0	0	0	0.00	33,190	0	0.00
INTEREST & RENT	21,542	12,000	1,483	12.36	11,000	1,498	13.62
	3,127,793	3,119,500	3,118,262	99.96	2,729,490	2,685,439	98.39
General Debt Service Fund Expenditures							
Debt Service	3,088,936	3,097,000	2,779,071	89.73	3,044,350	2,772,957	91.09
	3,088,936	3,097,000	2,779,071	89.73	3,044,350	2,772,957	91.09

**Quarterly Financial Report
Major Street Fund
For the Period Ending September 30, 2016**

Description	Last Year Total Actual	Last Year Budget	Last Year Year To Date	Last Year Percent to Budget	Current Year Budget	Current Year Year To Date	Current Year % to Budget
Major Street Fund Revenues							
GRANTS	4,855,713	3,798,400	1,119,383	29.47	4,872,980	1,233,509	25.31
INTEREST & RENT	58,410	18,000	5,492	30.51	25,000	9,669	38.68
	4,914,123	3,816,400	1,124,875	29.47	4,897,980	1,243,179	25.38
Major Street Fund Expenditures							
Transfers Out & Other Uses	3,157,550	4,514,670	1,240,028	27.47	5,357,240	1,006,520	18.79
	3,157,550	4,514,670	1,240,028	27.47	5,357,240	1,006,520	18.79

**Quarterly Financial Report
Local Street Fund
For the Period Ending September 30, 2016**

Description	Last Year Total Actual	Last Year Budget	Last Year Year To Date	Last Year Percent to Budget	Current Year Budget	Current Year Year To Date	Current Year % to Budget
Local Street Fund Revenues							
GRANTS	1,581,594	1,495,220	394,667	26.40	1,918,900	403,384	21.02
INTEREST & RENT	48,398	16,000	5,243	32.77	24,700	6,371	25.79
OTHER FINANCING SOURCES	375,000	500,000	125,000	25.00	500,000	125,000	25.00
	2,004,992	2,011,220	524,910	26.10	2,443,600	534,755	21.88
Local Street Fund Expenditures							
Transfers Out & Other Uses	1,813,660	3,228,210	588,997	18.25	2,781,840	567,476	20.40
	1,813,660	3,228,210	588,997	18.25	2,781,840	567,476	20.40

**Quarterly Financial Report
Forfeiture Fund
For the Period Ending September 30, 2016**

Description	Last Year Total Actual	Last Year Budget	Last Year Year To Date	Last Year Percent to Budget	Current Year Budget	Current Year Year To Date	Current Year % to Budget
Forfeiture Fund Revenues							
FINES AND FORFEITURES	92,185	130,000	17,688	13.61	101,000	59,839	59.25
INTEREST & RENT	11,230	0	863	0.00	0	1,459	0.00
	103,415	130,000	18,551	14.27	101,000	61,298	60.69
Forfeiture Fund Expenditures							
Public Safety	48,311	152,000	7,854	5.17	304,500	7,175	2.36
Police	48,311	152,000	7,854	5.17	304,500	7,175	2.36
	48,311	152,000	7,854	5.17	304,500	7,175	2.36

**Quarterly Financial Report
Aquatic Center Fund
For the Period Ending September 30, 2016**

Description	Last Year Total Actual	Last Year Budget	Last Year Year To Date	Last Year Percent to Budget	Current Year Budget	Current Year Year To Date	Current Year % to Budget
Aquatic Center Fund Revenues							
CHARGES FOR SERVICES	710,410	555,000	323,433	58.28	662,000	235,767	35.61
INTEREST & RENT	18,087	113,700	103,752	91.25	40,700	90,298	221.86
OTHER REVENUE	-4,044	100	87	86.59	100	-2,095	(2094.92)
	724,453	668,800	427,272	63.89	702,800	323,970	46.10
Aquatic Center Fund Expenditures							
Aquatic Center	698,865	530,830	323,953	61.03	700,590	323,731	46.21
Operations	698,865	440,730	323,953	73.50	531,590	315,711	59.39
Capital	0	90,100	0	0.00	169,000	8,020	4.75
	698,865	530,830	323,953	61.03	700,590	323,731	46.21

**Quarterly Financial Report
Sanctuary Lake Golf Course
For the Period Ending September 30, 2016**

Description	Last Year Total Actual	Last Year Budget	Last Year Year To Date	Last Year Percent to Budget	Current Year Budget	Current Year Year To Date	Current Year % to Budget
Sanctuary Lake Golf Course Revenues							
CHARGES FOR SERVICES	1,803,385	1,399,810	833,961	59.58	1,528,120	801,719	52.46
INTEREST & RENT	403	0	0	0.00	0	0	0.00
OTHER REVENUE	10,000	0	0	0.00	0	0	0.00
	1,813,788	1,399,810	833,961	59.58	1,528,120	801,719	52.46
Sanctuary Lake Golf Course Expenditures							
Sanctuary Lake	1,900,989	2,160,570	516,405	23.90	2,235,210	562,264	25.15
Billy Casper	1,598,749	1,109,680	539,889	48.65	1,311,720	539,995	41.17
City Expenses	302,240	900,890	-23,484	-2.61	873,490	-21,715	-2.49
Capital	0	150,000	0	0.00	50,000	43,984	87.97
	1,900,989	2,160,570	516,405	23.90	2,235,210	562,264	25.15

**Quarterly Financial Report
Sylvan Glen Golf Course
For the Period Ending September 30, 2016**

Description	Last Year Total Actual	Last Year Budget	Last Year Year To Date	Last Year Percent to Budget	Current Year Budget	Current Year Year To Date	Current Year % to Budget
Sylvan Glen Golf Course Revenues							
CHARGES FOR SERVICES	1,141,317	1,060,300	540,038	50.93	1,012,920	515,764	50.92
INTEREST & RENT	149,895	163,400	98,765	60.44	159,400	98,614	61.87
OTHER REVENUE	11,801	0	0	0.00	0	0	0.00
	1,303,013	1,223,700	638,802	52.20	1,172,320	614,378	52.41
Sylvan Glen Golf Course Expenditures							
Sylvan Glen	1,140,839	1,117,950	350,802	31.38	1,134,780	389,281	34.30
Billy Casper	1,133,159	1,005,850	371,870	36.97	947,870	375,277	39.59
City Expenses	7,680	44,100	-21,068	-47.77	47,910	-22,606	-47.18
Capital	0	68,000	0	0.00	139,000	36,610	26.34
	1,140,839	1,117,950	350,802	31.38	1,134,780	389,281	34.30

**Quarterly Financial Report
Sewer Fund
For the Period Ending September 30, 2016**

Description	Last Year Total Actual	Last Year Budget	Last Year Year To Date	Last Year Percent to Budget	Current Year Budget	Current Year Year To Date	Current Year % to Budget
Sewer Fund Revenues							
GRANTS	232,587	333,000	172,718	51.87	334,000	0	0.00
CHARGES FOR SERVICES	12,090,233	12,627,000	3,015,738	23.88	12,623,000	3,871,095	30.67
INTEREST & RENT	445,700	186,300	57,059	30.63	186,300	55,593	29.84
OTHER REVENUE	235,403	0	0	0.00	0	0	0.00
	13,003,923	13,146,300	3,245,516	24.69	13,143,300	3,926,689	29.88
Sewer Fund Expenditures							
Sewer	12,522,486	21,148,460	3,241,263	15.33	14,538,350	3,253,783	22.38
Administration & Cost of Sales	11,745,425	11,493,580	2,935,694	25.54	11,253,090	3,042,543	27.04
Maintenance	777,061	1,177,380	210,564	17.88	1,227,260	186,833	15.22
Capital	0	8,477,500	95,005	1.12	2,058,000	24,407	1.19
	12,522,486	21,148,460	3,241,263	15.33	14,538,350	3,253,783	22.38

**Quarterly Financial Report
Water Fund
For the Period Ending September 30, 2016**

Description	Last Year Total Actual	Last Year Budget	Last Year Year To Date	Last Year Percent to Budget	Current Year Budget	Current Year Year To Date	Current Year % to Budget
Water Fund Revenues							
CHARGES FOR SERVICES	16,581,967	16,744,200	4,117,281	24.59	18,772,000	5,960,773	31.75
INTEREST & RENT	239,395	108,000	29,399	27.22	108,000	23,793	22.03
OTHER REVENUE	634,492	0	0	0.00	97,170	0	0.00
	17,455,854	16,852,200	4,146,680	24.61	18,977,170	5,984,567	31.54
Water Fund Expenditures							
Water	18,442,832	19,478,730	6,004,969	30.83	19,138,660	5,898,886	30.82
Administration & Cost of Sales	15,760,704	12,908,280	4,267,500	33.06	14,218,140	5,244,395	36.89
Transmission & Distribution	515,356	637,880	143,623	22.52	600,700	127,185	21.17
Maintenance	1,937,381	2,278,820	370,778	16.27	2,388,520	478,597	20.04
Reading & Accounting	229,392	253,750	49,078	19.34	268,060	44,751	16.69
Capital	0	3,400,000	1,173,989	34.53	1,663,240	3,958	0.24
	18,442,832	19,478,730	6,004,969	30.83	19,138,660	5,898,886	30.82