



## CITY COUNCIL AGENDA ITEM

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Date: February 14, 2013

To: Brian Kischnick, City Manager

From: Thomas E. Darling, Director Financial Services

Subject: December 31, 2012 – Quarterly Financial Report

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### **History**

Section 8.6 of the City Charter requires a quarterly financial report to be provided to City Council.

### **Financial Considerations**

The quarterly report provides City Council with a financial progress to date and comparison to the annual budget and prior year amounts.

**CITY OF TROY**  
**QUARTERLY REPORT**  
**SIX MONTHS ENDED DECEMBER 31, 2012**  
**HIGHLIGHTS**

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**General Fund**

Total revenues are \$36.9 million to date. This includes recognition of annual tax revenues of \$29.4 million as presented on the July 1, 2012 tax warrant. Revenues are down \$1.2 million compared to the same period last year. This decrease is primarily due to a decrease in tax revenues of \$600 thousand from the decrease in taxable value, a decrease in fines and forfeitures of \$130 thousand from the creation of a separate fund for drug forfeitures and a decrease from other financing sources (operating transfers in) of \$506 thousand due to decreased activity in Major/Local Street expenditures and DDA activities. However, these decreases are partially offset by an increase of \$390 thousand in non-business licenses and permits.

Total actual revenue recognized as a percentage of total budgeted revenue is 73.09%. This percentage is slightly ahead of the prior year of 69.11% for the same time period.

Total expenditures of 23.0 million represent 45.45% of the City's total annual budgeted expenditures of \$50.5 million. This percentage is slightly up compared to the same time period in the prior year of 42.15%.

**Refuse Fund**

Refuse revenues are \$4.5 million to date. This represents an increase of \$298 thousand from prior year due to the increase in the millage rate of 0.09 mils required to meet escalating costs.

Expenditures to date of \$1.98 million are up \$87 thousand from the same time period in the prior year and represent 44.75 percent of budgeted expenditures for the year.

### **DDA Fund**

Revenues of \$510 thousand are down \$628 thousand from prior year at this time due to the decrease in tax revenues from the decline in taxable value of property within the district.

Expenditures of \$3.0 million primarily represent debt principal and interest payments and are in line with amortization schedules and prior year amounts.

### **Library Fund**

Revenues of \$3.1 million are down \$35 thousand from the same time period in the prior year. This decline is due to the reduction of taxable values.

Expenditures of \$1.5 million are up \$479 thousand from the prior year during this time frame. The increase is primarily due to the current year rescaling for full operations and the change in operating days/times.

### **Capital Fund**

Revenues of \$8.5 million are up \$900 thousand from the same time period in the prior year despite a loss in tax revenues of \$135 thousand. The increase is in grant funding for the Transit Center of \$400 thousand and \$500 thousand for charges related to Tri-Party road projects.

Expenditures for capital projects of \$3.9 million represent 21.92 percent of budgeted expenditures. This compares to 23.26 percent of budgeted expenditures to the same time period in the prior year.

### **Sanctuary Lake Golf Course**

Revenues of \$735.6 thousand are up \$38 thousand from the same time period in the prior year. Expenditures are down \$183 thousand due to timing changes in the refunding of golf course bonds.

### **Sylvan Glen Golf Course**

Revenues of \$714.2 thousand are up \$32 thousand from the same time period in the prior year. Expenditures are down \$27 thousand due to a decrease in capital expenditures.

### **Aquatic Center**

Aquatic Center revenues of \$280 thousand are comparable with prior year amounts during the same time period. Expenditures of \$321 thousand are up \$13 thousand for the same period. Year to date net shortfall is \$41.0 thousand.

### **Water and Sewer Fund**

Sewer fund revenues of \$8.2 million are up \$1.1 million from prior year 2nd quarter YTD results primarily due to consumption and weather conditions. Water revenues of \$9.9 million are up \$1.3 million compared to prior year for this time period and for the same reasons as sewer fund revenues. Sewer fund expenditures of \$6.7 million are up \$534 thousand from prior year and Water fund expenditures of \$9.7 million are up \$1.6 million from the same period. The increases are due to the increased sale volume as noted for revenues. In addition, the Water fund incurred capital costs of \$1.2 million over last year levels.

**Quarterly Financial Report  
General Fund  
For the Period Ending December 31, 2012**

Description	Last Year Actual	Current Year Budget	Current Month	Year to Date	%
<b>General Fund Revenues</b>					
TAXES	30,424,031	29,658,000	161,021	29,431,797	99.24
LICENSES AND PERMITS - BUSINESS	49,817	45,050	12,855	25,868	57.42
LICENSES AND PERMITS - NON-BUSINESS	1,636,815	1,360,500	108,687	1,098,403	80.74
FEDERAL GRANTS	7,708	7,000	0	0	0.00
STATE GRANTS	6,244,481	5,597,000	11,479	1,192,205	21.30
CONTRIBUTIONS FROM LOCAL UNITS	19,166	15,000	1,126	13,031	86.87
CHARGES FOR SERVICES - FEES	1,719,200	1,590,000	22,413	468,512	29.47
CHARGES FOR SERVICES - RENDERED	2,387,604	2,181,585	97,702	433,840	19.89
CHARGES FOR SERVICES - SALES	78,805	94,000	19,983	60,786	64.67
CHARGES FOR SERVICES - REC	2,854,401	2,591,000	193,675	1,427,413	55.09
FINES AND FORFEITURES	1,054,672	725,900	157,421	451,110	62.14
INTEREST & RENT	1,004,630	1,051,100	70,807	465,283	44.27
OTHER REVENUE	709,340	733,770	169,917	355,005	48.38
OTHER FINANCING SOURCES	4,011,400	4,883,654	794,968	1,471,952	30.14
	<b>52,202,070</b>	<b>50,533,559</b>	<b>1,822,055</b>	<b>36,895,205</b>	<b>73.01</b>
<b>General Fund Expenditures</b>					
FINANCE	2,909,728	2,911,973	184,997	1,316,042	45.19
POLICE	21,529,472	22,917,408	1,644,367	10,329,896	45.07
FIRE	3,784,058	4,541,551	266,746	2,477,742	54.56
BUILDING INSPECTION	1,330,829	1,194,244	360,828	709,730	59.43
ENGINEERING	1,680,728	1,791,177	155,853	824,173	46.01
OTHER GENERAL GOVERNMENT	1,606,131	1,803,921	180,642	768,330	42.59
COUNCIL/EXEC ADMINISTRATION	2,835,492	3,247,645	227,969	1,509,281	46.47
STREETS, DRAINS AND PARKS	6,039,659	7,862,776	546,481	2,984,761	37.96
RECREATION	3,927,293	3,879,078	317,621	1,788,137	46.10
NATURE CENTER	43,703	33,100	5,919	21,593	65.23
LIBRARY	0	0	0	0	0.00
HISTORIC DISTRICT	74,911	144,686	10,169	104,049	71.91
TRANSFERS OUT	111,785	206,000	0	134,786	65.43
	<b>45,873,790</b>	<b>50,533,559</b>	<b>3,901,592</b>	<b>22,968,519</b>	<b>45.45</b>