



# Financial Report Fiscal Year-to-Date As of August 2012

Report to the City Council

Prepared by City Treasurer – Finance and Accounting Division

September 28, 2012



## FINANCIAL REPORT YEAR-TO-DATE AUGUST 2012

The following report is a summary of financial results for the City's General Fund (which is the primary operating fund of the City), the Transportation Fund, the Tourism Development Fund, the major Enterprise Funds, the Fleet Fund, the Risk Fund and the 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. Note: FY 2011/12 twelve month actuals are not available at this time. Once completed, they will be included within the report.

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. Any necessary remaining transfers will be completed and reflected in September's report.

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

(\$ in millions: Rounding differences may occur)

|                        | Adopted<br>Budget | Revised<br>Budget | Adopted vs. Revised<br>Favorable/(Unfavorable) |         |
|------------------------|-------------------|-------------------|------------------------------------------------|---------|
|                        |                   |                   | Amount                                         | Percent |
| Sources                | \$242.0           | \$228.5           | (\$13.5)                                       | 0%      |
| Uses                   | 250.3             | 238.6             | 11.8                                           | -       |
| Change in Fund Balance | (\$8.4)           | (\$10.1)          | (\$1.7)                                        |         |
| Beginning Fund Balance | \$39.4            | \$39.4            | \$0.0                                          |         |
| Ending Fund Balance    | \$31.1            | \$29.4            | (\$1.7)                                        |         |
| Reserved*              | \$24.7            | \$24.6            | (\$0.1)                                        |         |
| Contingency            | \$5.0             | \$5.0             | -                                              |         |
| Unreserved             | \$1.3             | (\$0.2)           | (\$1.5)                                        |         |

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

**August 2012: Current Month and YTD**

(\$ in millions: Rounding differences may occur)

|                        | August<br>Actual | August<br>Revised<br>Budget | YTD<br>Actuals | YTD<br>Revised<br>Budget | Actual vs. Budget<br>Favorable/(Unfavorable) |         |
|------------------------|------------------|-----------------------------|----------------|--------------------------|----------------------------------------------|---------|
|                        |                  |                             |                |                          | Amount                                       | Percent |
| Sources                | \$15.8           | \$14.2                      | \$32.9         | \$30.9                   | \$2.0                                        | 6%      |
| Uses                   | 23.9             | 23.3                        | 41.2           | 41.3                     | 0.1                                          | 0%      |
| Change in Fund Balance | (\$8.1)          | (\$9.1)                     | (\$8.3)        | (\$10.4)                 | \$2.1                                        |         |

## 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                     | n/a     | \$97.3         | \$97.3         |
| State-Shared Revenues          | 48.4                       | n/a     | 47.6           | 47.6           |
| Property Taxes                 | 24.6                       | n/a     | 25.3           | 25.3           |
| Bed Taxes*                     | 13.1                       | n/a     | 13.4           | -              |
| Franchise Fees/In-Lieu Taxes   | 11.2                       | n/a     | 11.5           | 11.5           |
| Charges for Services/Other*    | 24.5                       | n/a     | 23.3           | 21.7           |
| Building Permit Fees & Charges | 6.9                        | n/a     | 8.7            | 8.7            |
| Interest Earnings              | 1.2                        | n/a     | 1.1            | 1.1            |
| Indirect Cost Allocation       | 13.9 **                    | n/a     | 6.7            | 6.7            |
| Total Revenue                  | \$231.7                    | n/a     | \$234.9        | \$219.9        |
| Transfers In                   | 12.2 **                    | n/a     | 7.1            | 8.6            |
| Total Sources                  | \$243.9                    | n/a     | \$242.0        | \$228.5        |
| % Change vs. Prior Year        | -3%                        | n/a     | n/a            | n/a            |

|                                | One Month: August 2012 |         |         |                |                                |         |
|--------------------------------|------------------------|---------|---------|----------------|--------------------------------|---------|
|                                | 2010/11                | 2011/12 | 2012/13 | 2012/13        | Actual vs. Budget              |         |
|                                | Actual                 | Actual  | Actual  | Revised Budget | Favorable/(Unfavorable) Amount | Percent |
| 1.1% Sales Taxes               | \$6.2                  | \$6.6   | \$6.6   | \$6.9          | (\$0.2)                        | -3%     |
| State-Shared Revenues          | 4.0                    | 3.5     | 3.9     | 4.0            | -                              | -       |
| Property Taxes                 | 0.2                    | 0.1     | 0.1     | 0.2            | -                              | -       |
| Bed Taxes*                     | 0.5                    | 0.6     | -       | -              | -                              | -       |
| Franchise Fees/In-Lieu Taxes   | -                      | -       | 0.9     | 0.0            | 0.8                            | nm      |
| Charges for Services/Other*    | 1.5                    | 1.6     | 1.3     | 1.4            | (0.1)                          | -4%     |
| Building Permit Fees & Charges | 0.8                    | 0.7     | 1.5     | 0.6            | 0.9                            | nm      |
| Interest Earnings              | 0.0                    | (0.3)   | 0.1     | 0.1            | -                              | -       |
| Indirect Cost Allocation       | 1.1                    | 0.7     | 0.6     | 0.6            | -                              | -       |
| Total Revenue                  | \$14.3                 | \$13.5  | \$15.1  | \$13.7         | \$1.4                          | 11%     |
| Transfers In                   | 0.9                    | 0.8     | 0.7     | 0.6            | 0.1                            | 20%     |
| Total Sources                  | \$15.2                 | \$14.2  | \$15.8  | \$14.2         | \$1.6                          | 11%     |
| % Change vs. Prior Year        |                        | -6%     | 11%     | 0%             |                                |         |

|                                | Fiscal Year-to-Date: August 2012 |         |         |                |                                |         |
|--------------------------------|----------------------------------|---------|---------|----------------|--------------------------------|---------|
|                                | 2010/11                          | 2011/12 | 2012/13 | 2012/13        | Actual vs. Budget              |         |
|                                | Actual                           | Actual  | Actual  | Revised Budget | Favorable/(Unfavorable) Amount | Percent |
| 1.1% Sales Taxes               | \$12.9                           | \$13.7  | \$14.0  | \$14.2         | (\$0.2)                        | -2%     |
| State-Shared Revenues          | 8.2                              | 7.2     | 7.8     | 8.0            | (0.2)                          | -2%     |
| Property Taxes                 | 0.4                              | 0.5     | 0.4     | 0.4            | 0.1                            | 20%     |
| Bed Taxes*                     | 0.9                              | 1.2     | 0.7     | -              | 0.7                            | n/a     |
| Franchise Fees/In-Lieu Taxes   | 1.8                              | 1.8     | 2.0     | 1.8            | 0.2                            | 10%     |
| Charges for Services/Other*    | 3.4                              | 3.4     | 3.1     | 2.8            | 0.3                            | 11%     |
| Building Permit Fees & Charges | 1.5                              | 1.5     | 2.1     | 1.2            | 0.9                            | 72%     |
| Interest Earnings              | 0.5                              | 0.1     | 0.2     | 0.2            | -                              | -       |
| Indirect Cost Allocation       | 2.2                              | 1.4     | 1.1     | 1.1            | -                              | -       |
| Total Revenue                  | \$31.7                           | \$30.7  | \$31.4  | \$29.7         | \$1.6                          | 6%      |
| Transfers In                   | 4.6                              | 3.5     | 1.5     | 1.2            | 0.3                            | 25%     |
| Total Sources                  | \$36.3                           | \$34.1  | \$32.9  | \$30.9         | \$2.0                          | 6%      |
| % Change vs. Prior Year        |                                  | -6%     | -4%     | -10%           |                                |         |

\* 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. July 2012 activity will be reflected in the new fund in September's report.

\*\*FY 2010/11 Direct Cost Allocation for Fire included in Indirect Cost Allocation amounts; moved to Transfers In in FY 11/12

### 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                     | n/a     | \$88.7         | \$88.7         |
| 0.10% Public Safety Sales Tax   | 7.8                        | n/a     | 8.6            | 8.6            |
| Total General Fund Sales Taxes  | \$87.9                     | n/a     | \$97.3         | \$97.3         |
| % Change vs. Prior Year         | 2%                         | n/a     | n/a            | n/a            |

|                                 | Fiscal Year-to-Date: August 2012 |         |         |                |                                |         |
|---------------------------------|----------------------------------|---------|---------|----------------|--------------------------------|---------|
|                                 | 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 | \$11.7                           | \$12.5  | \$12.7  | \$12.9         | (\$0.2)                        | -2%     |
| 0.10% Public Safety Sales Tax   | 1.2                              | 1.2     | 1.3     | 1.3            | -                              | -       |
| Total General Fund Sales Taxes  | \$12.9                           | \$13.7  | \$14.0  | \$14.2         | (\$0.2)                        | -2%     |
| % Change vs. Prior Year         |                                  | 6%      | 2%      | 4%             |                                |         |

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

The unfavorable variance is due to timing issues in the utility category, as well as a decline in the major department store category as a result of two store closings. 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                     | n/a     | \$22.2         | \$22.2         |
| State Shared Sales Tax      | 17.8                       | n/a     | 18.2           | 18.2           |
| Auto Lieu Tax               | 7.7                        | n/a     | 7.2            | 7.2            |
| Total State Shared Revenues | \$48.4                     | n/a     | \$47.6         | \$47.6         |
| % Change vs. Prior Year     | -13%                       | n/a     | n/a            | n/a            |

|                             | Fiscal Year-to-Date: August 2012 |         |         |                |                                |         |
|-----------------------------|----------------------------------|---------|---------|----------------|--------------------------------|---------|
|                             | 2010/11                          | 2011/12 | 2012/13 | 2012/13        | Actual vs. Budget              |         |
|                             | Actual                           | Actual  | Actual  | Revised Budget | Favorable/(Unfavorable) Amount | Percent |
| State Revenue Sharing       | \$3.8                            | \$3.1   | \$3.7   | \$3.7          | -                              | -       |
| State Shared Sales Tax      | 2.9                              | 2.8     | 2.9     | 2.9            | (0.1)                          | -2%     |
| Auto Lieu Tax               | 1.5                              | 1.3     | 1.2     | 1.4            | (0.1)                          | -10%    |
| Total State Shared Revenues | \$8.2                            | \$7.2   | \$7.8   | \$8.0          | (\$0.2)                        | -2%     |
| % Change vs. Prior Year     |                                  | -12%    | 9%      | 12%            |                                |         |

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

No explanation available at this time. The State has not provided updated forecast information.

### Property Taxes

**Actual to Revised Budget variance of \$0.1 million or 20%:**

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

### Bed Taxes

**Actual to Revised Budget variance of \$0.7 million 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; however, there are still some bed tax receipts that posted to the General Fund that have not yet been moved. This will be reflected on the September financial report.

### 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                      | n/a     | \$8.2          | \$8.2          |
| Cable TV License Fee               | 3.2                        | n/a     | 3.0            | 3.0            |
| Salt River Project Lieu Tax        | 0.2                        | n/a     | 0.2            | 0.2            |
| Total Franchise Fees/In-Lieu Taxes | \$11.2                     | n/a     | \$11.5         | \$11.5         |
| % Change vs. Prior Year            | -2%                        | n/a     | n/a            | n/a            |

|                                    | Fiscal Year-to-Date: August 2012 |         |         |                |                         |
|------------------------------------|----------------------------------|---------|---------|----------------|-------------------------|
|                                    | 2010/11                          | 2011/12 | 2012/13 | 2012/13        | Actual vs. Budget       |
|                                    | Actual                           | Actual  | Actual  | Revised Budget | Favorable/(Unfavorable) |
| Electric and Gas Franchise         | \$1.7                            | \$1.8   | \$2.0   | \$1.8          | \$0.2 10%               |
| Cable TV License Fee               | 0.0                              | 0.0     | 0.0     | -              | - -                     |
| Salt River Project Lieu Tax        | 0.1                              | -       | -       | -              | - -                     |
| Total Franchise Fees/In-Lieu Taxes | \$1.8                            | \$1.8   | \$2.0   | \$1.8          | 0.2 10%                 |
| % Change vs. Prior Year            |                                  | -4%     | 14%     | 3%             |                         |

**Actual to Revised Budget variance of \$0.2 million or 10%:**

The favorable variance in Electric and Gas Franchise is likely the result of increased revenues due to new customer connections and higher customer usage.

**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 &amp; Fees</i> |                            |         |                |                |
| Recreation Fees                     | \$3.6                      | n/a     | \$3.7          | \$3.7          |
| WestWorld                           | 2.6                        | n/a     | 2.7            | 2.7            |
| Fire Service Charges                | 0.8                        | n/a     | 0.5            | 0.5            |
| Business Licenses & Fees            | 1.7                        | n/a     | 1.8            | 1.8            |
| <i>Fines &amp; Forfeitures</i>      |                            |         |                |                |
| Court Fines                         | 4.3                        | n/a     | 4.3            | 4.3            |
| Photo Enforcement Revenue           | 2.0                        | n/a     | 2.1            | 2.1            |
| Parking Fines                       | 0.3                        | n/a     | 0.3            | 0.3            |
| Library Fines & Fees                | 0.4                        | n/a     | 0.3            | 0.3            |
| <i>Miscellaneous</i>                |                            |         |                |                |
| Stormwater Water Quality Charge     | 0.8                        | n/a     | 0.9            | 0.9            |
| Property Rental                     | 3.2                        | n/a     | 3.3            | 1.8            |
| Intergovernmental Revenue           | 0.9                        | n/a     | 0.9            | 0.9            |
| Contributions/Donations             | -                          | n/a     | 0.1            | -              |
| Miscellaneous                       | 0.5                        | n/a     | 0.7            | 0.7            |
| Reimbursements                      | 3.4                        | n/a     | 1.8            | 1.8            |
| Total Charges for Services/Other    | \$24.5                     | n/a     | \$23.3         | \$21.7         |
| % Change vs. Prior Year             | -8%                        | n/a     | n/a            | n/a            |

|                                     | Fiscal Year-to-Date: August 2012 |         |         |                | Actual vs. Budget       |         |
|-------------------------------------|----------------------------------|---------|---------|----------------|-------------------------|---------|
|                                     | 2010/11                          | 2011/12 | 2012/13 | 2012/13        | Favorable/(Unfavorable) |         |
|                                     | Actual                           | Actual  | Actual  | Revised Budget |                         |         |
|                                     | Actual                           | Actual  | Actual  | Budget         | Amount                  | Percent |
| <i>Licenses, Permits &amp; Fees</i> |                                  |         |         |                |                         |         |
| Recreation Fees                     | \$0.4                            | \$0.5   | \$0.5   | \$0.6          | (0.1)                   | -11%    |
| WestWorld                           | 0.1                              | 0.0     | 0.0     | 0.0            | -                       | -       |
| Fire Service Charges                | 0.1                              | 0.1     | 0.1     | 0.1            | -                       | -       |
| Business Licenses & Fees            | 0.2                              | 0.1     | 0.2     | 0.2            | -                       | -       |
| <i>Fines &amp; Forfeitures</i>      |                                  |         |         |                |                         |         |
| Court Fines                         | 0.8                              | 0.7     | 0.6     | 0.7            | (0.1)                   | -9%     |
| Photo Enforcement Revenue           | 0.3                              | 0.4     | 0.4     | 0.4            | 0.1                     | 23%     |
| Parking Fines                       | 0.0                              | 0.0     | 0.0     | 0.0            | -                       | -       |
| Library Fines & Fees                | 0.1                              | 0.1     | 0.1     | 0.0            | -                       | -       |
| <i>Miscellaneous</i>                |                                  |         |         |                |                         |         |
| Stormwater Water Quality Charge     | 0.2                              | 0.2     | 0.2     | 0.2            | -                       | -       |
| Property Rental                     | 0.6                              | 0.5     | 0.2     | 0.1            | 0.1                     | nm      |
| Intergovernmental Revenue           | 0.0                              | 0.2     | 0.4     | 0.2            | 0.2                     | nm      |
| Contributions/Donations             | -                                | -       | -       | -              | -                       | -       |
| Miscellaneous                       | 0.1                              | 0.2     | 0.1     | 0.1            | -                       | -       |
| Reimbursements                      | 0.5                              | 0.4     | 0.3     | 0.3            | -                       | -       |
| Total Charges for Services/Other    | \$3.4                            | \$3.4   | \$3.1   | \$2.8          | \$0.3                   | 11%     |
| % Change vs. Prior Year             |                                  | 0%      | -9%     | -18%           |                         |         |

**Actual to Revised Budget variance of \$0.3 million or 11%:**

The unfavorable variance in Recreation Fees is the result of recreation program participation being misaligned to budget. The favorable variance in Property Rental is the result of advance billings for September and October posting to August, as well as increased activity at the Stadium related to a new summer baseball league that rented the Stadium in July and August. The favorable variance in Intergovernmental revenue is the result of \$0.1 million in School Resource reimbursements for FY 2011/12 recorded in FY 2012/13 as well as a timing issue with Civic Center Library reciprocal borrowing revenues.

### Building Permit Fees and Charges

**Actual to Revised Budget variance of \$0.9 million or 72%:**

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 \$0.0 million or 0%:**

No explanation necessary.

### Indirect Cost Allocations

**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                      | n/a     | \$0.0          | \$0.0          |
| Tourism Development - Bed Tax     | -                          | -       | -              | 1.5            |
| Direct Cost Allocation - Fire*    | -                          | n/a     | 0.3            | 0.3            |
| 30 Day Tow                        | -                          | n/a     | 0.3            | 0.3            |
| Fleet Transfer                    | -                          | n/a     | -              | -              |
| Cultural Council                  | -                          | n/a     | -              | -              |
| Special Programs                  | -                          | n/a     | -              | -              |
| Enterprise In Lieu Franchise Fees | 6.4                        | n/a     | 6.4            | 6.4            |
| Enterprise In Lieu Property Tax   | 1.8                        | n/a     | -              | -              |
| Water Campus Security             | 0.5                        | n/a     | -              | -              |
| Total Transfers In                | \$12.2                     | n/a     | \$7.1          | \$8.6          |
| % Change vs. Prior Year           | -37%                       | n/a     | n/a            | n/a            |

|                                   | Fiscal Year-to-Date: August 2012 |         |         |                | Actual vs. Budget       |         |
|-----------------------------------|----------------------------------|---------|---------|----------------|-------------------------|---------|
|                                   | 2010/11                          | 2011/12 | 2012/13 | 2012/13        | Favorable/(Unfavorable) |         |
|                                   | Actual                           | Actual  | Actual  | Revised Budget | Amount                  | Percent |
|                                   | Actual                           | Actual  | Actual  | Budget         |                         |         |
| CIP                               | \$3.6                            | \$0.9   | \$0.0   | \$0.0          | -                       | -       |
| Tourism Development - Bed Tax     | -                                | -       | -       | -              | -                       | -       |
| Direct Cost Allocation - Fire*    | -                                | 0.1     | 0.1     | 0.1            | -                       | -       |
| 30 Day Tow                        | -                                | 0.1     | 0.1     | 0.1            | -                       | -       |
| Fleet Transfer                    | -                                | 1.0     | -       | -              | -                       | -       |
| Cultural Council                  | -                                | -       | -       | -              | -                       | -       |
| Special Programs                  | -                                | 0.1     | -       | -              | -                       | -       |
| Enterprise In Lieu Franchise Fees | 0.7                              | 1.3     | 1.4     | 1.1            | 0.3                     | 27%     |
| Enterprise In Lieu Property Tax   | 0.3                              | 0.1     | -       | -              | -                       | -       |
| Water Campus Security             | 0.1                              | -       | -       | -              | -                       | -       |
| Total Transfers In                | \$4.6                            | \$3.5   | \$1.5   | \$1.2          | \$0.3                   | 25%     |
| % Change vs. Prior Year           |                                  | -25%    | -57%    | -66%           |                         |         |

\* Not included in Transfers In until FY 2011/12.

**Actual to Revised Budget variance of \$0.3 million or 25%:**

The favorable variance in Enterprise In Lieu Franchise Fees is due to higher water sales than anticipated and driven by rate structural changes; and higher than anticipated seasonal adjustments in water reclamation, 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                     |
|                                  | <u>Actual</u>              | <u>Actual</u> | <u>Adopted Budget</u> | <u>Revised Budget</u> | <u>Approved Adjustments</u> |
| Expenses:*                       |                            |               |                       |                       |                             |
| Personnel Services               | \$158.0                    | n/a           | \$157.8 **            | \$157.5 **            | (\$0.2)                     |
| Contractual                      | 48.6                       | n/a           | 51.6                  | 50.1                  | ( 1.5)                      |
| Commodities                      | 7.4                        | n/a           | 7.9                   | 7.8                   | -                           |
| Capital Outlays                  | 0.5                        | n/a           | 1.1                   | 1.1                   | -                           |
| Total Operating Expenses         | \$214.5                    | n/a           | \$218.3               | \$216.6               | (\$1.7)                     |
| Debt Service & Contracts Payable | 12.2                       | n/a           | 18.0                  | 16.5                  | (1.5)                       |
| Transfers Out                    | 11.5                       | n/a           | 14.0                  | 5.5                   | (8.5)                       |
| Total Uses                       | <u>\$238.3</u>             | <u>n/a</u>    | <u>\$250.3 **</u>     | <u>\$238.6 **</u>     | <u>(\$11.8)</u>             |
| % Change vs. Prior Year          |                            | n/a           | n/a                   | n/a                   |                             |

|                                  | One Month: August 2012 |               |               |                       |                | vs. Budget<br>Favorable / (Unfavorable)<br>Amount Percent |
|----------------------------------|------------------------|---------------|---------------|-----------------------|----------------|-----------------------------------------------------------|
|                                  | 2010/11                | 2011/12       | 2012/13       | 2012/13               | 2012/13        |                                                           |
|                                  | <u>Actual</u>          | <u>Actual</u> | <u>Actual</u> | <u>Revised Budget</u> | <u>Actual</u>  |                                                           |
| Expenses:*                       |                        |               |               |                       |                |                                                           |
| Personnel Services               | \$12.5                 | \$11.7        | \$17.8        | \$17.5                | (\$0.3)        | -2%                                                       |
| Contractual                      | 4.6                    | 4.7           | 5.2           | 5.0                   | ( 0.1)         | -2%                                                       |
| Commodities                      | 0.6                    | 0.4           | 0.7           | 0.6                   | ( 0.1)         | -25%                                                      |
| Capital Outlays                  | -                      | -             | -             | -                     | -              | -                                                         |
| Total Operating Expenses         | \$17.7                 | \$16.8        | \$23.6        | \$23.1                | (\$0.6)        | -3%                                                       |
| Debt Service & Contracts Payable | 0.1                    | 0.2           | 0.3           | 0.3                   | -              | -                                                         |
| Transfers Out                    | 0.5                    | 0.3           | -             | -                     | -              | -                                                         |
| Total Uses                       | <u>\$18.4</u>          | <u>\$17.3</u> | <u>\$23.9</u> | <u>\$23.3</u>         | <u>(\$0.6)</u> | <u>-2%</u>                                                |
| % Change vs. Prior Year          |                        | -6%           | 38%           | 35%                   |                |                                                           |

|                                  | Fiscal Year-to-Date: August 2012 |               |               |                       |               | vs. Budget<br>Favorable / (Unfavorable)<br>Amount Percent |
|----------------------------------|----------------------------------|---------------|---------------|-----------------------|---------------|-----------------------------------------------------------|
|                                  | 2010/11                          | 2011/12       | 2012/13       | 2012/13               | 2012/13       |                                                           |
|                                  | <u>Actual</u>                    | <u>Actual</u> | <u>Actual</u> | <u>Revised Budget</u> | <u>Actual</u> |                                                           |
| Expenses:*                       |                                  |               |               |                       |               |                                                           |
| Personnel Services               | \$25.4                           | \$23.9        | \$30.6        | \$30.1                | (\$0.5)       | -2%                                                       |
| Contractual                      | 8.1                              | 8.2           | 9.2           | 9.7                   | 0.5           | 6%                                                        |
| Commodities                      | 0.7                              | 0.5           | 0.9           | 0.9                   | -             | -                                                         |
| Capital Outlays                  | -                                | -             | -             | -                     | -             | -                                                         |
| Total Operating Expenses         | \$34.2                           | \$32.6        | \$40.7        | \$40.8                | \$0.1         | 0%                                                        |
| Debt Service & Contracts Payable | 0.3                              | 0.4           | 0.5           | 0.5                   | -             | -                                                         |
| Transfers Out                    | 0.5                              | 0.3           | -             | -                     | -             | -                                                         |
| Total Uses                       | <u>\$35.0</u>                    | <u>\$33.3</u> | <u>\$41.2</u> | <u>\$41.3</u>         | <u>\$0.1</u>  | <u>0%</u>                                                 |
| % Change vs. Prior Year          |                                  | -5%           | 24%           | 24%                   |               |                                                           |

|                                      | Fiscal Year-to-Date: August 2012 |               |               |                       |               | vs. Budget<br>Favorable / (Unfavorable)<br>Amount Percent |
|--------------------------------------|----------------------------------|---------------|---------------|-----------------------|---------------|-----------------------------------------------------------|
|                                      | 2010/11                          | 2011/12       | 2012/13       | 2012/13               | 2012/13       |                                                           |
|                                      | <u>Actual</u>                    | <u>Actual</u> | <u>Actual</u> | <u>Revised Budget</u> | <u>Actual</u> |                                                           |
| Expenses:*                           |                                  |               |               |                       |               |                                                           |
| Mayor & Council and Charter Officers | \$3.0                            | \$2.7         | \$3.4         | \$3.6                 | \$0.3         | 7%                                                        |
| Administrative Services              | 2.4                              | 2.5           | 3.5           | 3.2                   | ( 0.3)        | -9%                                                       |
| Community & Economic Dev             | 4.5                              | 4.0           | 4.6           | 4.6                   | -             | -                                                         |
| Community Services                   | 5.6                              | 4.8           | 6.2           | 6.2                   | -             | -                                                         |
| Public Safety - Fire                 | 4.2                              | 4.1           | 5.5           | 5.6                   | 0.1           | 2%                                                        |
| Public Safety - Police               | 12.1                             | 12.1          | 15.2          | 14.6                  | ( 0.6)        | -4%                                                       |
| Public Works                         | 2.5                              | 2.4           | 2.3           | 2.9                   | 0.6           | 20%                                                       |
| Total Operating Expenses             | <u>\$34.2</u>                    | <u>\$32.6</u> | <u>\$40.7</u> | <u>\$40.8</u>         | <u>\$0.1</u>  | <u>0%</u>                                                 |

\* 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.

**Personnel Services**

| Twelve Months: Fiscal Year  |                          |                          |                                     |                                     |                                           |
|-----------------------------|--------------------------|--------------------------|-------------------------------------|-------------------------------------|-------------------------------------------|
|                             | 2010/11<br><u>Actual</u> | 2011/12<br><u>Actual</u> | 2012/13<br>Adopted<br><u>Budget</u> | 2012/13<br>Revised<br><u>Budget</u> | 2012/13<br>Approved<br><u>Adjustments</u> |
| Salaries and Wages          | \$118.4                  | n/a                      | \$112.9 *                           | \$112.3 *                           | (\$0.6)                                   |
| Overtime                    | 5.7                      | n/a                      | 5.8                                 | 5.9                                 | 0.1                                       |
| FICA                        | 8.1                      | n/a                      | 7.9                                 | 8.0                                 | 0.1                                       |
| Retirement                  | 13.2                     | n/a                      | 15.8                                | 16.0                                | 0.2                                       |
| Health/Dental/Miscellaneous | 12.7                     | n/a                      | 15.3                                | 15.3                                | ( 0.1)                                    |
| Total Personnel Services    | <u>\$158.0</u>           | <u>n/a</u>               | <u>\$157.8 *</u>                    | <u>\$157.5 *</u>                    | <u>(\$0.2)</u>                            |
| % Change vs. Prior Year     |                          | n/a                      | 2%                                  | 2%                                  |                                           |

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

| Fiscal Year-to-Date: August 2012 |                          |                          |                          |                                     |                                                                 |                |
|----------------------------------|--------------------------|--------------------------|--------------------------|-------------------------------------|-----------------------------------------------------------------|----------------|
|                                  | 2010/11<br><u>Actual</u> | 2011/12<br><u>Actual</u> | 2012/13<br><u>Actual</u> | 2012/13<br>Revised<br><u>Budget</u> | Actual vs. Budget<br>Favorable / (Unfavorable)<br><u>Amount</u> | <u>Percent</u> |
| Salaries and Wages               | \$18.7                   | \$17.7                   | \$22.2                   | \$22.0                              | (\$0.2)                                                         | -1%            |
| Overtime                         | 0.9                      | 0.6                      | 1.3                      | 1.0                                 | ( 0.3)                                                          | -32%           |
| FICA                             | 1.3                      | 1.2                      | 1.5                      | 1.5                                 | -                                                               | -              |
| Retirement                       | 2.0                      | 2.1                      | 3.0                      | 3.0                                 | -                                                               | -              |
| Health/Dental/Miscellaneous      | 2.5                      | 2.3                      | 2.5                      | 2.6                                 | 0.1                                                             | 3%             |
| Total Personnel Services         | <u>\$25.4</u>            | <u>\$23.9</u>            | <u>\$30.6</u>            | <u>\$30.1</u>                       | <u>(\$0.5)</u>                                                  | <u>-2%</u>     |
| % Change vs. Prior Year          |                          | -6%                      | 28%                      | 26%                                 |                                                                 |                |
| Pay Periods YTD                  | 4                        | 4                        | 5                        |                                     |                                                                 |                |

**Actual to Revised Budget variance of (\$0.5) million or (2%):** A significant portion of the overtime unfavorable variance is due to increased vacancies 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.

**Macro Personnel Adjustments**

|                               | 2010/11<br><u>Actual</u> | 2011/12<br><u>Actual</u> | 2012/13<br>Adopted<br><u>Budget</u> | 2012/13<br>Year-To-Date<br><u>Saved/(Used)</u> | <u>Remaining</u> |
|-------------------------------|--------------------------|--------------------------|-------------------------------------|------------------------------------------------|------------------|
| 2% Pay for Performance        | -                        | n/a                      | 2.7                                 | ( 2.7)                                         | -                |
| Compensation Adjustments      | -                        | n/a                      | 0.6                                 | -                                              | 0.6              |
| Vacancy Savings               | ( 4.0)                   | n/a                      | ( 3.3)                              | 0.6                                            | ( 2.7)           |
| Vacation Leave Payouts        | 0.7                      | n/a                      | 0.8                                 | ( 0.2)                                         | 0.6              |
| Medical Leave Payouts         | 1.1                      | n/a                      | 1.1                                 | ( 0.4)                                         | 0.7              |
| Reclassifications             | -                        | n/a                      | -                                   | -                                              | -                |
| Total Vacancy Savings/Payouts | <u>(\$2.3)</u>           | <u>n/a</u>               | <u>\$1.9</u>                        | <u>(\$2.6)</u>                                 | <u>(\$0.7)</u>   |

**Total Saved/(Used) YTD of (\$2.6) million:** The City has achieved \$0.6 million in vacancy savings. The savings was offset by the vacation and medical leave payouts. Additionally, annual amount for the 2 percent pay for performance was transferred to the divisions 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.

**Contractual Services**

**Actual to Revised Budget variance of \$0.5 million or 6%:** The favorable variance in Contractual is primarily attributable to a timing issue in the citywide electric service. In addition, the favorable variance also relates to invoices for services being received later than expected for contracts such as Citywide custodial service and security services.

**Commodities**

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

**Capital Outlays**

**Actual to Revised Budget variance of \$0.0 million or 0%:** No explanation 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         | n/a           | \$10.3                | \$10.3                | \$ -                        |
| MPC Excise Debt Fund - Bed Tax*     | 0.6           | n/a           | 1.5                   | -                     | ( 1.5)                      |
| Certificates of Participation (COP) | 0.9           | n/a           | -                     | -                     | -                           |
| Contracts Payable                   | 3.5           | n/a           | 6.2                   | 3.7                   | ( 2.5)                      |
| COP - Radio Financing               | 0.5           | n/a           | -                     | 2.5                   | 2.5                         |
| Debt Service & Contracts Payable    | <u>\$12.2</u> | <u>n/a</u>    | <u>\$18.0</u>         | <u>\$16.5</u>         | <u>(\$1.5)</u>              |
| % Change vs. Prior Year             |               | n/a           | n/a                   | n/a                   |                             |

| Fiscal Year-to-Date: August 2012    |               |               |               |                       |                                  |          |
|-------------------------------------|---------------|---------------|---------------|-----------------------|----------------------------------|----------|
|                                     | 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) | -             | -             | -             | -                     | -                                | -        |
| Contracts Payable                   | 0.3           | 0.4           | 0.5           | 0.5                   | -                                | -        |
| COP - Radio Financing               | -             | -             | -             | -                     | -                                | -        |
| Debt Service & Contracts Payable    | <u>\$0.3</u>  | <u>\$0.4</u>  | <u>\$0.5</u>  | <u>\$0.5</u>          | <u>\$ -</u>                      | <u>-</u> |
| % Change vs. Prior Year             |               | 61%           | 17%           | 18%                   |                                  |          |

**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 Budget</u> | <u>Revised Budget</u> | <u>Approved Adjustments</u> |
| CIP - PAYGO                     | \$2.0         | n/a           | \$5.4                 | \$5.4                 | \$ -                        |
| Bed Tax Fund*                   | 6.7           | n/a           | 6.7                   | -                     | ( 6.7)                      |
| CIP - Bed Tax*                  | 2.8           | n/a           | 1.8                   | -                     | ( 1.8)                      |
| Spec Pgms Fund - Planning & Dev | 0.1           | n/a           | 0.1                   | 0.1                   | -                           |
| Total Transfers Out             | <u>\$11.5</u> | <u>n/a</u>    | <u>\$14.0</u>         | <u>\$5.5</u>          | <u>(\$8.5)</u>              |
| % Change vs. Prior Year         |               | n/a           | n/a                   | n/a                   |                             |

| Fiscal Year-to-Date: August 2012 |               |               |               |                       |                                  |          |
|----------------------------------|---------------|---------------|---------------|-----------------------|----------------------------------|----------|
|                                  | 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  |
| CIP - PAYGO                      | \$ -          | \$ -          | \$ -          | \$ -                  | \$ -                             | -        |
| Bed Tax Fund*                    | 0.5           | 0.3           | -             | -                     | -                                | -        |
| CIP - Bed Tax*                   | -             | -             | -             | -                     | -                                | -        |
| Spec Pgms Fund - Planning & Dev  | -             | -             | -             | -                     | -                                | -        |
| Total Transfers Out              | <u>\$0.5</u>  | <u>\$0.3</u>  | <u>\$ -</u>   | <u>\$ -</u>           | <u>\$ -</u>                      | <u>-</u> |
| % Change vs. Prior Year          |               | -50%          | -100%         | -100%                 |                                  |          |

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

\*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<br>Budget | Revised<br>Budget | Adopted<br>Favorable /<br>Amount | vs. Revised<br>(Unfavorable)<br>Percent |
|------------------------|-------------------|-------------------|----------------------------------|-----------------------------------------|
| Sources                | \$31.4            | \$31.4            | \$ -                             | -                                       |
| Uses                   | 31.2              | 31.2              | -                                | -                                       |
| Change in Fund Balance | \$0.2             | \$0.2             | \$ -                             |                                         |
| Beginning Fund Balance | \$4.3             | \$4.3             | \$0.0                            |                                         |
| Ending Fund Balance    | \$4.5             | \$4.5             | \$0.0                            |                                         |

| Twelve Months: Fiscal Year |                   |                   |                              |                              |                                    |
|----------------------------|-------------------|-------------------|------------------------------|------------------------------|------------------------------------|
|                            | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Adopted<br>Budget | 2012/13<br>Revised<br>Budget | 2012/13<br>Approved<br>Adjustments |
| Revenues:                  |                   |                   |                              |                              |                                    |
| HURF Taxes                 | \$13.4            | n/a               | \$12.2                       | \$12.2                       | \$ -                               |
| 0.20% City Sales Tax       | 15.0              | n/a               | 16.8                         | 16.8                         | -                                  |
| Other                      | 6.1               | n/a               | 1.9                          | 1.9                          | -                                  |
| Total Revenues             | \$34.5            | n/a               | \$30.9                       | \$30.9                       | \$ -                               |
| Transfers In               | 0.6               | n/a               | 0.6                          | 0.6                          | -                                  |
| Total Sources              | \$35.1            | n/a               | \$31.4                       | \$31.4                       | \$ -                               |
| % Change vs. Prior Year    | 2%                | n/a               | n/a                          | n/a                          |                                    |

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

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

**August 2012: Current Month and YTD**  
(\$ in millions: Rounding differences may occur)

|                        | August<br>Actual | August<br>Revised<br>Budget | YTD<br>Actual | YTD<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|------------------------|------------------|-----------------------------|---------------|--------------------------|---------------------------------|----------------------------------------|
| Sources                | \$3.0            | \$2.3                       | \$5.4         | \$4.6                    | \$0.8                           | 17%                                    |
| Uses                   | 1.3              | 2.1                         | 2.1           | 3.4                      | 1.4                             | 40%                                    |
| Change in Fund Balance | \$1.7            | \$0.2                       | \$3.3         | \$1.2                    | \$2.1                           |                                        |

**One Month: August 2012**

|                         | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|-------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
| Revenues:               |                   |                   |                   |                              |                                 |                                        |
| HURF Taxes              | \$1.1             | \$0.8             | \$0.9             | \$1.0                        | (\$0.1)                         | -13%                                   |
| 0.20% City Sales Tax    | 1.1               | 1.1               | 1.1               | 1.2                          | -                               | -                                      |
| Other                   | ( 1.0)            | 0.1               | 0.9               | -                            | 0.9                             | n/a                                    |
| Total Revenues          | \$1.1             | \$2.1             | \$3.0             | \$2.2                        | \$0.7                           | 34%                                    |
| Transfers In            | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Sources           | \$1.1             | \$2.1             | \$3.0             | \$2.3                        | \$0.7                           | 33%                                    |
| % Change vs. Prior Year |                   | 90%               | 43%               | 8%                           |                                 |                                        |

**Fiscal Year-to-Date: August 2012**

|                         | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|-------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
| Revenues:               |                   |                   |                   |                              |                                 |                                        |
| HURF Taxes              | \$2.3             | \$2.0             | \$1.9             | \$2.0                        | (\$0.1)                         | -5%                                    |
| 0.20% City Sales Tax    | 2.2               | 2.4               | 2.4               | 2.4                          | -                               | -                                      |
| Other                   | ( 1.0)            | 0.1               | 0.9               | -                            | 0.9                             | n/a                                    |
| Total Revenues          | \$3.6             | \$4.4             | \$5.3             | \$4.5                        | \$0.8                           | 18%                                    |
| Transfers In            | 0.6               | 1.1               | 0.1               | 0.1                          | -                               | -                                      |
| Total Sources           | \$4.2             | \$5.5             | \$5.4             | \$4.6                        | \$0.8                           | 17%                                    |
| % Change vs. Prior Year |                   | 31%               | -3%               | -17%                         |                                 |                                        |

**Actual to Revised Budget variance of \$0.8 million or 17%:**

The favorable variance is attributed to a timing issue with federal grants for trolley preventative maintenance and Jobs Access and Reverse Commute (JARC) grant reimbursements.

| One Month: August 2012   |                   |                   |                   |                              |                                 |                                        |
|--------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
|                          | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
| Expenses:                |                   |                   |                   |                              |                                 |                                        |
| Personnel Services       | \$0.5             | \$0.4             | \$0.6             | \$0.6                        | \$ -                            | -                                      |
| Contractual              | 0.9               | 0.9               | 0.7               | 1.4                          | 0.7                             | 50%                                    |
| Commodities              | 0.1               | -                 | -                 | 0.1                          | 0.1                             | 71%                                    |
| Capital Outlays          | 0.5               | -                 | -                 | -                            | -                               | -                                      |
| Total Operating Expenses | \$2.0             | \$1.4             | \$1.3             | \$2.1                        | \$0.8                           | 36%                                    |
| Transfers Out            |                   |                   |                   |                              |                                 |                                        |
| CIP Fund                 | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Uses               | \$2.0             | \$1.4             | \$1.3             | \$2.1                        | \$0.8                           | 36%                                    |
| % Change vs. Prior Year  |                   | -31%              | 0%                | 54%                          |                                 |                                        |

| Fiscal Year-to-Date: August 2012 |                   |                   |                   |                              |                                 |                                        |
|----------------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
|                                  | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
| Expenses:                        |                   |                   |                   |                              |                                 |                                        |
| Personnel Services               | \$1.0             | \$0.8             | \$1.0             | \$1.1                        | \$ -                            | -                                      |
| Contractual                      | 1.3               | 1.3               | 1.0               | 2.2                          | 1.2                             | 56%                                    |
| Commodities                      | 0.1               | -                 | -                 | 0.1                          | 0.1                             | 66%                                    |
| Capital Outlays                  | 0.5               | -                 | -                 | -                            | -                               | -                                      |
| Total Operating Expenses         | \$2.9             | \$2.2             | \$2.1             | \$3.4                        | \$1.4                           | 40%                                    |
| Transfers Out                    |                   |                   |                   |                              |                                 |                                        |
| CIP Fund                         | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Uses                       | \$2.9             | \$2.2             | \$2.1             | \$3.4                        | \$1.4                           | 40%                                    |
| % Change vs. Prior Year          |                   | -25%              | -5%               | 58%                          |                                 |                                        |

**Actual to Revised Budget variance of \$1.4 million or 40%:**

The favorable variance in Contractual is primarily attributable to the invoice timing for Transportation's transit contracts with the Regional Public Transportation Authority (RPTA), the City of Phoenix, and the Trolley.

**FY 2012/13 - TOURISM DEVELOPMENT FUND**

(\$ in millions: Rounding differences may occur)

|                        | Adopted<br>Budget* | Revised<br>Budget | Adopted<br>Favorable /<br>Amount | vs. Revised<br>(Unfavorable)<br>Percent |
|------------------------|--------------------|-------------------|----------------------------------|-----------------------------------------|
| Sources                | \$ -               | \$15.0            | \$15.0                           | n/a                                     |
| Uses                   | -                  | 11.4              | ( 11.4)                          | n/a                                     |
| Change in Fund Balance | \$ -               | \$3.5             | \$3.5                            |                                         |
| Beginning Fund Balance | \$ -               | \$ -              | \$ -                             |                                         |
| Ending Fund Balance    | \$ -               | \$3.5             | \$3.5                            |                                         |

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

| Twelve Months: Fiscal Year |                    |                    |                               |                              |                                    |
|----------------------------|--------------------|--------------------|-------------------------------|------------------------------|------------------------------------|
|                            | 2010/11<br>Actual* | 2011/12<br>Actual* | 2012/13<br>Adopted<br>Budget* | 2012/13<br>Revised<br>Budget | 2012/13<br>Approved<br>Adjustments |
| 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   | \$ -               | \$ -               | \$ -                          | \$8.4                        | \$8.4                              |
| Transfers Out              |                    |                    |                               |                              |                                    |
| Debt Service               | -                  | -                  | -                             | 1.5                          | 1.5                                |
| General Fund               | -                  | -                  | -                             | 1.5                          | 1.5                                |
| Total Uses                 | \$ -               | \$ -               | \$ -                          | \$11.4                       | \$11.4                             |
| % Change vs. Prior Year    |                    | -                  | -                             | -                            |                                    |

\* New fund established for Tourism Development after the adoption of the FY 2012/13 budget.

**August 2012: Current Month and YTD**  
(\$ in millions: Rounding differences may occur)

|                        | August<br>Actual | August<br>Revised<br>Budget | YTD<br>Actual | YTD<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|------------------------|------------------|-----------------------------|---------------|--------------------------|---------------------------------|----------------------------------------|
| Sources                | \$0.5            | \$0.6                       | \$0.5         | \$1.4                    | (\$0.9)                         | -62%                                   |
| Uses                   | 0.6              | 0.6                         | 1.1           | 1.2                      | 0.1                             | 9%                                     |
| Change in Fund Balance | \$ -             | \$ -                        | (\$0.6)       | \$0.2                    | (\$0.8)                         |                                        |

**One Month: August 2012**

|                                 | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|---------------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
| Revenues:                       |                   |                   |                   |                              |                                 |                                        |
| Bed Taxes                       | \$ -              | \$ -              | \$0.5             | \$0.5                        | \$ -                            | -                                      |
| Hospitality Trolley Sponsorship | -                 | -                 | -                 | -                            | -                               | -                                      |
| Princess Hotel Lease            | -                 | -                 | 0.1               | 0.1                          | ( 0.1)                          | -52%                                   |
| Total Revenues                  | \$ -              | \$ -              | \$0.5             | \$0.6                        | (\$0.1)                         | -13%                                   |
| Total Sources                   | \$ -              | \$ -              | \$0.5             | \$0.6                        | (\$0.1)                         | -13%                                   |
| % Change vs. Prior Year         |                   | -                 | -                 | -                            |                                 |                                        |

**Fiscal Year-to-Date: August 2012**

|                                 | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|---------------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
| Revenues:                       |                   |                   |                   |                              |                                 |                                        |
| Bed Taxes                       | \$ -              | \$ -              | \$0.5             | \$1.2                        | (\$0.7)                         | -59%                                   |
| Hospitality Trolley Sponsorship | -                 | -                 | -                 | -                            | -                               | -                                      |
| Princess Hotel Lease            | -                 | -                 | 0.1               | 0.3                          | ( 0.2)                          | -76%                                   |
| Total Revenues                  | \$ -              | \$ -              | \$0.5             | \$1.4                        | (\$0.9)                         | -62%                                   |
| Total Sources                   | \$ -              | \$ -              | \$0.5             | \$1.4                        | (\$0.9)                         | -62%                                   |
| % Change vs. Prior Year         |                   | -                 | -                 | -                            |                                 |                                        |

**Actual to Revised Budget variance of (\$0.9) million or (62%)**

The unfavorable variance in Bed Tax is the result of July revenues that have not yet been reallocated to this newly created fund from the General Fund. The unfavorable variance in Princess Hotel Lease is related to the budget spread.

| One Month: August 2012     |                   |                   |                   |                              |                                 |                                        |
|----------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
|                            | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
| Expenses:                  |                   |                   |                   |                              |                                 |                                        |
| Marketing (CVB)            | \$ -              | \$ -              | \$0.6             | \$0.6                        | \$ -                            | -                                      |
| Events & Event Development | -                 | -                 | -                 | -                            | -                               | -                                      |
| Hospitality Trolley        | -                 | -                 | -                 | -                            | -                               | -                                      |
| Admin/Research             | -                 | -                 | -                 | 0.1                          | 0.1                             | 95%                                    |
| Total Operating Expenses   | \$ -              | \$ -              | \$0.6             | \$0.6                        | \$0.1                           | 9%                                     |
| Transfers Out              |                   |                   |                   |                              |                                 |                                        |
| Debt Service               | -                 | -                 | -                 | -                            | -                               | -                                      |
| General Fund               | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Uses                 | \$ -              | \$ -              | \$0.6             | \$0.6                        | \$0.1                           | 9%                                     |
| % Change vs. Prior Year    |                   | -                 | -                 | -                            |                                 |                                        |

| Fiscal Year-to-Date: August 2012 |                   |                   |                   |                              |                                 |                                        |
|----------------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
|                                  | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
| Expenses:                        |                   |                   |                   |                              |                                 |                                        |
| Marketing (CVB)                  | \$ -              | \$ -              | \$1.1             | \$1.1                        | \$ -                            | -                                      |
| Events & Event Development       | -                 | -                 | -                 | -                            | -                               | -                                      |
| Hospitality Trolley              | -                 | -                 | -                 | -                            | -                               | -                                      |
| Admin/Research                   | -                 | -                 | -                 | 0.1                          | 0.1                             | 86%                                    |
| Total Operating Expenses         | \$ -              | \$ -              | \$1.1             | \$1.2                        | \$0.1                           | 9%                                     |
| Transfers Out                    |                   |                   |                   |                              |                                 |                                        |
| Debt Service                     | -                 | -                 | -                 | -                            | -                               | -                                      |
| General Fund                     | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Uses                       | \$ -              | \$ -              | \$1.1             | \$1.2                        | \$0.1                           | 9%                                     |
| % Change vs. Prior Year          |                   | -                 | -                 | -                            |                                 |                                        |

**Actual to Revised Budget variance of \$0.1 million or 9%:**

The favorable variance in Admin/Research is primarily the result of July and August expenses that have not yet been reallocated to this newly created fund from the General Fund.

**FY 2012/13 - WATER AND WATER RECLAMATION FUNDS**

(\$ in millions: Rounding differences may occur)

|                            | Adopted<br>Budget | Revised<br>Budget | Adopted<br>Favorable /<br>Amount | vs. Revised<br>(Unfavorable)<br>Percent |
|----------------------------|-------------------|-------------------|----------------------------------|-----------------------------------------|
| Sources                    | \$149.7           | \$149.7           | \$ -                             | -                                       |
| Uses                       | 148.8             | 148.8             | -                                | -                                       |
| Change in Fund Balance     | \$0.9             | \$0.9             | \$ -                             |                                         |
| Beginning Fund Balance     | \$51.7            | \$51.7            | \$0.0                            |                                         |
| Ending Fund Balance        | \$52.7            | \$52.7            | \$0.0                            |                                         |
| 60 to 90 Day Operating     | \$14.4            | \$14.4            | \$ -                             |                                         |
| Repair/Replacement Reserve | 28.6              | 28.6              | -                                |                                         |
| Revenue Bond Debt Reserve  | 5.0               | 5.0               | -                                |                                         |
| Special Contractual        | 4.7               | 4.7               | -                                |                                         |
| Unreserved Fund Balance    | -                 | -                 | -                                |                                         |
| Ending Fund Balance        | \$52.7            | \$52.7            | \$ -                             |                                         |

| Twelve Months: Fiscal Year |                   |                   |                              |                              |                                    |
|----------------------------|-------------------|-------------------|------------------------------|------------------------------|------------------------------------|
|                            | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Adopted<br>Budget | 2012/13<br>Revised<br>Budget | 2012/13<br>Approved<br>Adjustments |
| Revenues:                  |                   |                   |                              |                              |                                    |
| Water Service Charges      | \$86.5            | n/a               | \$86.5                       | \$86.5                       | \$ -                               |
| Water Reclamation Charges  | 34.5              | n/a               | 34.1                         | 34.1                         | -                                  |
| Non-Potable Water Fees     | 7.6               | n/a               | 10.4                         | 10.4                         | -                                  |
| Miscellaneous Revenue      | 1.3               | n/a               | 1.7                          | 1.7                          | -                                  |
| Interest Earnings          | 1.3               | n/a               | 0.4                          | 0.4                          | -                                  |
| Total Revenues             | \$131.2           | n/a               | \$133.1                      | \$133.1                      | \$ -                               |
| Bond Proceeds              | -                 | n/a               | -                            | -                            | -                                  |
| Transfers In               | 17.3              | n/a               | 16.6                         | 16.6                         | -                                  |
| Total Sources              | \$148.6           | n/a               | \$149.7                      | \$149.7                      | \$ -                               |
| % Change vs. Prior Year    | -34%              | n/a               | n/a                          | n/a                          |                                    |

| Twelve Months: Fiscal Year       |                   |                   |                              |                              |                                    |
|----------------------------------|-------------------|-------------------|------------------------------|------------------------------|------------------------------------|
|                                  | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Adopted<br>Budget | 2012/13<br>Revised<br>Budget | 2012/13<br>Approved<br>Adjustments |
| Expenses:                        |                   |                   |                              |                              |                                    |
| Personnel Services*              | \$15.5            | n/a               | \$17.6                       | \$17.6                       | \$ -                               |
| Contractual                      | 22.2              | n/a               | 28.1                         | 28.1                         | -                                  |
| Commodities                      | 22.1              | n/a               | 24.6                         | 24.6                         | -                                  |
| Capital Outlays                  | 0.2               | n/a               | 0.2                          | 0.2                          | -                                  |
| Total Operating Expenses         | \$59.9            | n/a               | \$70.5                       | \$70.5                       | \$ -                               |
| Debt Service & Contracts Payable | 29.8              | n/a               | 28.7                         | 28.7                         | -                                  |
| Transfers Out                    |                   |                   |                              |                              |                                    |
| Bond Proceeds                    | 29.1              | n/a               | -                            | -                            | -                                  |
| CIP Fund                         | 11.4              | n/a               | 37.7                         | 37.7                         | -                                  |
| Franchise Fees                   | 6.4               | n/a               | 6.4                          | 6.4                          | -                                  |
| In Lieu Property Tax Fees        | 1.7               | n/a               | -                            | -                            | -                                  |
| Indirect/Direct Charges          | 10.1              | n/a               | 5.4                          | 5.4                          | -                                  |
| Total Uses                       | \$148.5           | n/a               | \$148.8                      | \$148.8                      | \$ -                               |
| % Change vs. Prior Year          | -32%              | n/a               | n/a                          | n/a                          |                                    |

\*FY 2010/11 Actuals do not include accrued payroll CAFR adjustments.

**August 2012: Current Month and YTD**

(\$ in millions: Rounding differences may occur)

|                        | August<br>Actual | August<br>Revised<br>Budget | YTD<br>Actual | YTD<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|------------------------|------------------|-----------------------------|---------------|--------------------------|---------------------------------|----------------------------------------|
| Sources                | \$13.7           | \$12.7                      | \$28.5        | \$25.7                   | \$2.9                           | 11%                                    |
| Uses                   | 6.6              | 6.6                         | 10.6          | 10.4                     | ( 0.2)                          | -2%                                    |
| Change in Fund Balance | \$7.1            | \$6.1                       | \$17.9        | \$15.2                   | \$2.7                           |                                        |

**One Month: August 2012**

|                           | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|---------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
| Revenues:                 |                   |                   |                   |                              |                                 |                                        |
| Water Service Charges     | \$9.1             | \$8.7             | \$9.3             | \$8.6                        | \$0.8                           | 9%                                     |
| Water Reclamation Charges | 2.9               | 2.9               | 2.9               | 2.8                          | 0.1                             | 4%                                     |
| Non-Potable Water Fees    | 1.1               | 1.7               | 0.8               | 1.1                          | ( 0.3)                          | -28%                                   |
| Miscellaneous Revenue     | 0.2               | -                 | 0.5               | 0.1                          | 0.3                             | nm                                     |
| Interest Earnings         | -                 | ( 0.1)            | -                 | -                            | -                               | -                                      |
| Total Revenues            | \$13.3            | \$13.3            | \$13.6            | \$12.7                       | \$0.9                           | 7%                                     |
| Bond Proceeds             | -                 | -                 | -                 | -                            | -                               | -                                      |
| Transfers In              | 0.1               | 0.1               | 0.1               | 0.1                          | -                               | -                                      |
| Total Sources             | \$13.4            | \$13.3            | \$13.7            | \$12.7                       | \$0.9                           | 7%                                     |
| % Change vs. Prior Year   |                   | -1%               | 3%                | -4%                          |                                 |                                        |

**Fiscal Year-to-Date: August 2012**

|                           | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|---------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
| Revenues:                 |                   |                   |                   |                              |                                 |                                        |
| Water Service Charges     | \$18.8            | \$18.1            | \$19.6            | \$17.3                       | \$2.3                           | 13%                                    |
| Water Reclamation Charges | 5.8               | 5.9               | 5.9               | 5.7                          | 0.2                             | 4%                                     |
| Non-Potable Water Fees    | 1.8               | 2.4               | 2.1               | 2.2                          | -                               | -                                      |
| Miscellaneous Revenue     | 0.3               | 0.1               | 0.6               | 0.3                          | 0.3                             | nm                                     |
| Interest Earnings         | 0.4               | 0.1               | 0.1               | 0.1                          | -                               | -                                      |
| Total Revenues            | \$27.2            | \$26.6            | \$28.4            | \$25.5                       | \$2.9                           | 11%                                    |
| Bond Proceeds             | -                 | -                 | -                 | -                            | -                               | -                                      |
| Transfers In              | 0.2               | 0.3               | 0.2               | 0.2                          | -                               | -                                      |
| Total Sources             | \$27.3            | \$26.9            | \$28.5            | \$25.7                       | \$2.9                           | 11%                                    |
| % Change vs. Prior Year   |                   | -2%               | 6%                | -4%                          |                                 |                                        |

**Actual to Revised Budget variance of \$2.9 million or 11%:**

The favorable variance in water service charges is due to higher water sales than anticipated and driven by rate structural changes. The favorable variance in water reclamation charges is due to higher than anticipated seasonal adjustments which are based on water sales for the prior winter period. The favorable variance in miscellaneous revenue is due to receipt of sewer development fee charges that were not anticipated this year.

| One Month: August 2012           |         |         |         |                |                    |                       |
|----------------------------------|---------|---------|---------|----------------|--------------------|-----------------------|
|                                  | 2010/11 | 2011/12 | 2012/13 | 2012/13        | Actual             | vs. Budget            |
|                                  | Actual  | Actual  | Actual  | Revised Budget | Favorable / Amount | (Unfavorable) Percent |
| Expenses:                        |         |         |         |                |                    |                       |
| Personnel Services               | \$1.3   | \$1.2   | \$2.0   | \$2.0          | \$ -               | -                     |
| Contractual                      | 2.1     | 1.5     | 2.0     | 2.3            | 0.3                | 12%                   |
| Commodities                      | 1.4     | 1.9     | 1.1     | 1.3            | 0.3                | 19%                   |
| Capital Outlays                  | -       | -       | -       | -              | -                  | -                     |
| Total Operating Expenses         | \$4.9   | \$4.7   | \$5.1   | \$5.7          | \$0.5              | 9%                    |
| Debt Service & Contracts Payable | -       | -       | -       | -              | -                  | -                     |
| Transfers Out                    |         |         |         |                |                    |                       |
| Bond Proceeds                    | 0.4     | -       | -       | -              | -                  | -                     |
| CIP Fund                         | -       | -       | 0.4     | -              | ( 0.4)             | -100%                 |
| Franchise Fees                   | 0.7     | 0.6     | 0.7     | 0.5            | ( 0.1)             | -22%                  |
| In Lieu Property Tax Fees        | 0.1     | 0.1     | -       | -              | -                  | -                     |
| Indirect/Direct Charges          | 0.8     | 0.5     | 0.5     | 0.5            | -                  | -                     |
| Total Uses                       | \$6.9   | \$6.0   | \$6.6   | \$6.6          | \$ -               | -                     |
| % Change vs. Prior Year          |         | -14%    | 11%     | 11%            |                    |                       |

| Fiscal Year-to-Date: August 2012 |         |         |         |                |                    |                       |
|----------------------------------|---------|---------|---------|----------------|--------------------|-----------------------|
|                                  | 2010/11 | 2011/12 | 2012/13 | 2012/13        | Actual             | vs. Budget            |
|                                  | Actual  | Actual  | Actual  | Revised Budget | Favorable / Amount | (Unfavorable) Percent |
| Expenses:                        |         |         |         |                |                    |                       |
| Personnel Services               | \$2.5   | \$2.5   | \$3.3   | \$3.4          | \$ -               | -                     |
| Contractual                      | 2.5     | 2.2     | 2.6     | 2.9            | 0.3                | 12%                   |
| Commodities                      | 2.2     | 2.9     | 2.4     | 2.1            | ( 0.3)             | -15%                  |
| Capital Outlays                  | -       | -       | -       | 0.1            | 0.1                | 90%                   |
| Total Operating Expenses         | \$7.2   | \$7.5   | \$8.3   | \$8.5          | \$0.1              | 1%                    |
| Debt Service & Contracts Payable | -       | -       | -       | -              | -                  | -                     |
| Transfers Out                    |         |         |         |                |                    |                       |
| Bond Proceeds                    | 0.4     | -       | -       | -              | -                  | -                     |
| CIP Fund                         | -       | -       | -       | -              | -                  | -                     |
| Franchise Fees                   | 0.7     | 1.3     | 1.4     | 1.1            | ( 0.3)             | -27%                  |
| In Lieu Property Tax Fees        | 0.3     | 0.1     | -       | -              | -                  | -                     |
| Indirect/Direct Charges          | 1.7     | 1.1     | 0.9     | 0.9            | -                  | -                     |
| Total Uses                       | \$10.3  | \$10.0  | \$10.6  | \$10.4         | (\$0.2)            | -2%                   |
| % Change vs. Prior Year          |         | -2%     | 6%      | 4%             |                    |                       |

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

The unfavorable variance in commodities is due to earlier than anticipated purchases for treatment chemicals, purchased water and repair and equipment materials. The unfavorable variance in franchise fees is due to higher than forecasted water and water reclamation sales. The favorable variance in contractual and capital outlays are purchases anticipated in later periods.

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

|                        | Adopted<br>Budget | Revised<br>Budget | Adopted<br>Favorable /<br>Amount | vs. Revised<br>(Unfavorable)<br>Percent |
|------------------------|-------------------|-------------------|----------------------------------|-----------------------------------------|
| Sources                | \$3.1             | \$3.1             | \$ -                             | -                                       |
| Uses                   | 7.6               | 7.6               | -                                | -                                       |
| Change in Fund Balance | (\$4.5)           | (\$4.5)           | \$ -                             |                                         |
| Beginning Fund Balance | \$5.8             | \$5.8             | \$ -                             |                                         |
| Ending Fund Balance    | <u>\$1.3</u>      | <u>\$1.3</u>      | <u>\$ -</u>                      |                                         |
| 60 to 90 Day Operating | \$0.6             | \$0.6             | -                                |                                         |
|                        | 0.7               | 0.7               | -                                |                                         |
| Ending Fund Balance    | <u>\$1.3</u>      | <u>\$1.3</u>      | <u>\$ -</u>                      |                                         |

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

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

**August 2012: Current Month and YTD**

(\$ in millions: Rounding differences may occur)

|                        | August<br>Actual | August<br>Revised<br>Budget | YTD<br>Actual | YTD<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|------------------------|------------------|-----------------------------|---------------|--------------------------|---------------------------------|----------------------------------------|
| Sources                | \$0.2            | \$0.2                       | \$0.4         | \$0.4                    | \$ -                            | -                                      |
| Uses                   | 0.2              | 0.2                         | 0.4           | 0.5                      | 0.2                             | 29%                                    |
| Change in Fund Balance | (\$0.1)          | \$ -                        | \$ -          | (\$0.1)                  | \$0.1                           |                                        |

**One Month: August 2012**

|                                  | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|----------------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
| Revenues:                        |                   |                   |                   |                              |                                 |                                        |
| Aviation Fees                    | \$0.3             | \$0.2             | \$0.2             | \$0.2                        | \$ -                            | -                                      |
| Privilege and Use Tax – Jet Fuel | -                 | -                 | -                 | -                            | -                               | -                                      |
| Interest Earnings                | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Revenues                   | \$0.3             | \$0.2             | \$0.2             | \$0.2                        | \$ -                            | -                                      |
| Transfers In                     | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Sources                    | \$0.3             | \$0.2             | \$0.2             | \$0.2                        | \$ -                            | -                                      |
| % Change vs. Prior Year          |                   | -28%              | 0%                | 0%                           |                                 |                                        |

**Fiscal Year-to-Date: August 2012**

|                                  | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|----------------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
| Revenues:                        |                   |                   |                   |                              |                                 |                                        |
| Aviation Fees                    | \$0.4             | \$0.5             | \$0.4             | \$0.4                        | \$ -                            | -                                      |
| Privilege and Use Tax – Jet Fuel | -                 | -                 | -                 | -                            | -                               | -                                      |
| Interest Earnings                | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Revenues                   | \$0.5             | \$0.5             | \$0.4             | \$0.4                        | \$ -                            | -                                      |
| Transfers In                     | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Sources                    | \$0.5             | \$0.5             | \$0.4             | \$0.4                        | \$ -                            | -                                      |
| % Change vs. Prior Year          |                   | 13%               | -28%              | -23%                         |                                 |                                        |

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

No explanation necessary.

| One Month: August 2012   |         |         |         |                |             |               |
|--------------------------|---------|---------|---------|----------------|-------------|---------------|
|                          | 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 | \$0.2   | \$0.1   | \$0.2   | \$0.2          | \$ -        | -             |
| Transfers Out            |         |         |         |                |             |               |
| CIP Fund                 | -       | -       | -       | -              | -           | -             |
| Indirect/Direct Charges  | -       | -       | -       | -              | -           | -             |
| Total Uses               | \$0.2   | \$0.2   | \$0.2   | \$0.2          | \$ -        | -             |
| % Change vs. Prior Year  |         | 0%      | 42%     | 0%             |             |               |

| Fiscal Year-to-Date: August 2012 |         |         |         |                |             |               |
|----------------------------------|---------|---------|---------|----------------|-------------|---------------|
|                                  | 2010/11 | 2011/12 | 2012/13 | 2012/13        | Actual      | vs. Budget    |
|                                  | Actual  | Actual  | Actual  | Revised Budget | Favorable / | (Unfavorable) |
| Expenses:                        |         |         |         |                | Amount      | Percent       |
| Personnel Services               | 0.2     | 0.2     | 0.2     | 0.2            | -           | -             |
| Contractual                      | 0.1     | -       | 0.1     | 0.2            | 0.2         | 69%           |
| Commodities                      | -       | -       | -       | -              | -           | -             |
| Capital Outlays                  | -       | -       | -       | -              | -           | -             |
| Total Operating Expenses         | \$0.3   | \$0.2   | \$0.3   | \$0.5          | \$0.2       | 35%           |
| Transfers Out                    |         |         |         |                |             |               |
| CIP Fund                         | -       | -       | -       | -              | -           | -             |
| Indirect/Direct Charges          | -       | 0.1     | 0.1     | 0.1            | -           | -             |
| Total Uses                       | \$0.3   | \$0.3   | \$0.4   | \$0.5          | \$0.2       | 29%           |
| % Change vs. Prior Year          |         | 0%      | 27%     | 79%            |             |               |

**Actual to Revised Budget variance of \$0.2 million or 29%:**

The positive variance in Contractual is attributed to budget spreads. Additionally, the invoice for insurance and bond premiums for FY 2012/13 was processed in June; however, the budget assumed payment would be completed in July.

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

|                         | Adopted<br>Budget | Revised<br>Budget | Adopted<br>Favorable /<br>Amount | vs. Revised<br>(Unfavorable)<br>Percent |
|-------------------------|-------------------|-------------------|----------------------------------|-----------------------------------------|
| Sources                 | \$20.3            | \$20.3            | \$ -                             | -                                       |
| Uses                    | 19.1              | 19.1              | -                                | -                                       |
| Change in Fund Balance  | \$1.2             | \$1.2             | \$ -                             |                                         |
| Beginning Fund Balance  | \$8.8             | \$8.8             | \$0.0                            |                                         |
| Ending Fund Balance     | <u>\$10.0</u>     | <u>\$10.0</u>     | <u>\$0.0</u>                     |                                         |
| 60 to 90 Day Operating  | \$4.0             | \$4.0             | \$ -                             |                                         |
| Unreserved Fund Balance | 6.0               | 6.0               | -                                |                                         |
| Ending Fund Balance     | <u>\$10.0</u>     | <u>\$10.0</u>     | <u>\$ -</u>                      |                                         |

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

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

\* FY 2010/11 Actuals do not include accrued payroll CAFR adjustments.

**August 2012: Current Month and YTD**  
(\$ in millions: Rounding differences may occur)

|                        | August<br>Actual | August<br>Revised<br>Budget | YTD<br>Actual | YTD<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|------------------------|------------------|-----------------------------|---------------|--------------------------|---------------------------------|----------------------------------------|
| Sources                | \$1.6            | \$1.7                       | \$3.3         | \$3.4                    | (\$0.1)                         | -3%                                    |
| Uses                   | 1.8              | 1.8                         | 2.9           | 2.9                      | -                               | -                                      |
| Change in Fund Balance | (\$0.2)          | \$ -                        | \$0.4         | \$0.5                    | (\$0.1)                         |                                        |

**One Month: August 2012**

|                         | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|-------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
| Revenues:               |                   |                   |                   |                              |                                 |                                        |
| Solid Waste Charges     | \$1.8             | \$1.7             | \$1.6             | \$1.7                        | (\$0.2)                         | -9%                                    |
| Interest Earnings       | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Revenues          | \$1.8             | \$1.6             | \$1.6             | \$1.7                        | (\$0.2)                         | -9%                                    |
| Transfers In            | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Sources           | \$1.8             | \$1.6             | \$1.6             | \$1.7                        | (\$0.2)                         | -9%                                    |
| % Change vs. Prior Year |                   | -8%               | -5%               | 5%                           |                                 |                                        |

**Fiscal Year-to-Date: August 2012**

|                         | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|-------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
| Revenues:               |                   |                   |                   |                              |                                 |                                        |
| Solid Waste Charges     | \$3.5             | \$3.3             | \$3.3             | \$3.4                        | (\$0.1)                         | -3%                                    |
| Interest Earnings       | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Revenues          | \$3.5             | \$3.3             | \$3.3             | \$3.4                        | (\$0.1)                         | -3%                                    |
| Transfers In            | -                 | 0.2               | -                 | -                            | -                               | -                                      |
| Total Sources           | \$3.5             | \$3.5             | \$3.3             | \$3.4                        | (\$0.1)                         | -3%                                    |
| % Change vs. Prior Year |                   | 0%                | -6%               | -3%                          |                                 |                                        |

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

No explanation necessary.

## One Month: August 2012

|                           | 2010/11 | 2011/12 | 2012/13 | 2012/13 | Actual      | vs. Budget    |
|---------------------------|---------|---------|---------|---------|-------------|---------------|
|                           | Actual  | Actual  | Actual  | Revised | Favorable / | (Unfavorable) |
| Expenses:                 |         |         |         | Budget  | Amount      | Percent       |
| Personnel Services        | \$0.5   | \$0.6   | \$0.7   | \$0.7   | \$ -        | -             |
| Contractual               | 0.8     | 0.7     | 0.8     | 0.8     | -           | -             |
| Commodities               | -       | -       | 0.1     | 0.1     | -           | -             |
| Capital Outlays           | -       | -       | -       | -       | -           | -             |
| Total Operating Expenses  | \$1.3   | \$1.3   | \$1.6   | \$1.6   | \$ -        | -             |
| Transfers Out             |         |         |         |         |             |               |
| CIP Fund                  | -       | -       | -       | -       | -           | -             |
| In Lieu Property Tax Fees | -       | -       | -       | -       | -           | -             |
| Indirect/Direct Charges   | 0.2     | 0.2     | 0.1     | 0.1     | -           | -             |
| Total Uses                | \$1.5   | \$1.4   | \$1.8   | \$1.8   | \$ -        | -             |
| % Change vs. Prior Year   |         | -5%     | 22%     | 21%     |             |               |

## Fiscal Year-to-Date: August 2012

|                           | 2010/11 | 2011/12 | 2012/13 | 2012/13 | Actual      | vs. Budget    |
|---------------------------|---------|---------|---------|---------|-------------|---------------|
|                           | Actual  | Actual  | Actual  | Revised | Favorable / | (Unfavorable) |
| Expenses:                 |         |         |         | Budget  | Amount      | Percent       |
| Personnel Services        | \$0.9   | \$1.1   | \$1.2   | \$1.2   | \$ -        | -             |
| Contractual               | 1.3     | 1.1     | 1.3     | 1.3     | -           | -             |
| Commodities               | -       | -       | 0.1     | 0.1     | -           | -             |
| Capital Outlays           | -       | -       | -       | -       | -           | -             |
| Total Operating Expenses  | \$2.2   | \$2.3   | \$2.6   | \$2.6   | \$ -        | -             |
| Transfers Out             |         |         |         |         |             |               |
| CIP Fund                  | -       | -       | -       | -       | -           | -             |
| In Lieu Property Tax Fees | -       | -       | -       | -       | -           | -             |
| Indirect/Direct Charges   | 0.8     | 0.3     | 0.3     | 0.3     | -           | -             |
| Total Uses                | \$3.0   | \$2.6   | \$2.9   | \$2.9   | \$ -        | -             |
| % Change vs. Prior Year   |         | -13%    | 10%     | 11%     |             |               |

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

No explanation necessary.

**FY 2012/13 - FLEET FUND**

(\$ in millions: Rounding differences may occur)

|                         | Adopted<br>Budget | Revised<br>Budget | Adopted<br>Favorable /<br>Amount | vs. Revised<br>(Unfavorable)<br>Percent |
|-------------------------|-------------------|-------------------|----------------------------------|-----------------------------------------|
| Sources                 | \$18.4            | \$18.4            | \$ -                             | -                                       |
| Uses                    | 19.5              | 19.5              | -                                | -                                       |
| Change in Fund Balance  | (\$1.0)           | (\$1.0)           | \$ -                             |                                         |
| Beginning Fund Balance  | \$7.7             | \$7.7             | \$0.0                            |                                         |
| Ending Fund Balance     | <u>\$6.7</u>      | <u>\$6.7</u>      | <u>\$0.0</u>                     |                                         |
| Contingency Reserve     | \$0.5             | \$0.5             |                                  |                                         |
| Future Acquisition      | 4.9               | 4.9               |                                  |                                         |
| Unreserved Fund Balance | 1.3               | 1.3               |                                  |                                         |
| Ending Fund Balance     | <u>\$6.7</u>      | <u>\$6.7</u>      | <u>\$ -</u>                      |                                         |

## Twelve Months: Fiscal Year

|                             | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Adopted<br>Budget | 2012/13<br>Revised<br>Budget | 2012/13<br>Approved<br>Adjustments |
|-----------------------------|-------------------|-------------------|------------------------------|------------------------------|------------------------------------|
| Revenues:                   |                   |                   |                              |                              |                                    |
| Maintenance/Operation Rates | \$11.2            | n/a               | \$12.5                       | \$12.5                       | \$ -                               |
| Replacement Rates           | 2.9               | n/a               | 5.7                          | 5.7                          | -                                  |
| Interest Earnings           | 0.1               | n/a               | 0.1                          | 0.1                          | -                                  |
| Other Revenue               | 0.1               | n/a               | 0.2                          | 0.2                          | -                                  |
| Total Revenues              | \$14.4            | n/a               | \$18.4                       | \$18.4                       | \$ -                               |
| Transfers In                | -                 | n/a               | -                            | -                            | -                                  |
| Total Sources               | <u>\$14.4</u>     | <u>n/a</u>        | <u>\$18.4</u>                | <u>\$18.4</u>                | <u>\$ -</u>                        |
| % Change vs. Prior Year     | 4%                | n/a               | n/a                          | n/a                          |                                    |

## Twelve Months: Fiscal Year

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

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

**August 2012: Current Month and YTD**  
(\$ in millions: Rounding differences may occur)

|                        | August<br>Actual | August<br>Revised<br>Budget | YTD<br>Actual | YTD<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|------------------------|------------------|-----------------------------|---------------|--------------------------|---------------------------------|----------------------------------------|
| Sources                | \$1.5            | \$1.5                       | \$2.9         | \$3.1                    | (\$0.2)                         | -6%                                    |
| Uses                   | 0.9              | 1.6                         | 1.2           | 2.5                      | 1.3                             | 52%                                    |
| Change in Fund Balance | \$0.7            | (\$0.1)                     | \$1.7         | \$0.5                    | \$1.2                           |                                        |

**One Month: August 2012**

|                             | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|-----------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
| Revenues:                   |                   |                   |                   |                              |                                 |                                        |
| Maintenance/Operation Rates | \$0.9             | \$1.1             | \$1.0             | \$1.0                        | \$ -                            | -                                      |
| Replacement Rates           | 0.2               | 0.3               | 0.5               | 0.5                          | -                               | -                                      |
| Interest Earnings           | -                 | -                 | -                 | -                            | -                               | -                                      |
| Other Revenue               | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Revenues              | \$1.2             | \$1.3             | \$1.5             | \$1.5                        | \$ -                            | -                                      |
| Transfers In                | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Sources               | \$1.2             | \$1.3             | \$1.5             | \$1.5                        | \$ -                            | -                                      |
| % Change vs. Prior Year     |                   | 10%               | 16%               | 18%                          |                                 |                                        |

**Fiscal Year-to-Date: August 2012**

|                             | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|-----------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
| Revenues:                   |                   |                   |                   |                              |                                 |                                        |
| Maintenance/Operation Rates | \$1.9             | \$1.9             | \$1.9             | \$2.1                        | (\$0.2)                         | -7%                                    |
| Replacement Rates           | 0.5               | 0.5               | 0.9               | 0.9                          | -                               | -                                      |
| Interest Earnings           | -                 | -                 | -                 | -                            | -                               | -                                      |
| Other Revenue               | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Revenues              | \$2.4             | \$2.5             | \$2.9             | \$3.1                        | (\$0.2)                         | -6%                                    |
| Transfers In                | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Sources               | \$2.4             | \$2.5             | \$2.9             | \$3.1                        | (\$0.2)                         | -6%                                    |
| % Change vs. Prior Year     |                   | 4%                | 15%               | 22%                          |                                 |                                        |

**Actual to Revised Budget variance of (\$0.2) million or (6%):**

The unfavorable variance is related to the budget spread.

## One Month: August 2012

|                              | 2010/11 | 2011/12 | 2012/13 | 2012/13 | Actual      | vs. Budget    |
|------------------------------|---------|---------|---------|---------|-------------|---------------|
|                              | Actual  | Actual  | Actual  | Revised | Favorable / | (Unfavorable) |
| Expenses:                    |         |         |         | Budget  | Amount      | Percent       |
| Personnel Services           | \$0.3   | \$0.2   | \$0.3   | \$0.3   | \$ -        | -             |
| Contractual                  | 0.1     | 0.1     | 0.1     | 0.1     | -           | -             |
| Commodities                  | 0.2     | 0.2     | 0.4     | 0.7     | 0.3         | 47%           |
| Capital Outlays              | 0.1     | -       | -       | 0.5     | 0.4         | 92%           |
| Total Operating Expenses     | \$0.6   | \$0.5   | \$0.9   | \$1.6   | \$0.8       | 47%           |
| Transfers Out                |         |         |         |         |             |               |
| Transfers to Operating Funds | -       | -       | -       | -       | -           | -             |
| Total Uses                   | \$0.6   | \$0.5   | \$0.9   | \$1.6   | \$0.8       | 47%           |
| % Change vs. Prior Year      |         | -14%    | 65%     | nm      |             |               |

## Fiscal Year-to-Date: August 2012

|                              | 2010/11 | 2011/12 | 2012/13 | 2012/13 | Actual      | vs. Budget    |
|------------------------------|---------|---------|---------|---------|-------------|---------------|
|                              | Actual  | Actual  | Actual  | Revised | Favorable / | (Unfavorable) |
| Expenses:                    |         |         |         | Budget  | Amount      | Percent       |
| Personnel Services           | \$0.5   | \$0.4   | \$0.6   | \$0.6   | \$ -        | -             |
| Contractual                  | 0.2     | 0.2     | 0.2     | 0.3     | 0.1         | 25%           |
| Commodities                  | 0.2     | 0.2     | 0.4     | 0.7     | 0.4         | 48%           |
| Capital Outlays              | 0.1     | 0.3     | -       | 0.9     | 0.9         | 96%           |
| Total Operating Expenses     | \$0.9   | \$1.1   | \$1.2   | \$2.5   | \$1.3       | 52%           |
| Transfers Out                |         |         |         |         |             |               |
| Transfers to Operating Funds | -       | 1.5     | -       | -       | -           | -             |
| Total Uses                   | \$0.9   | \$2.6   | \$1.2   | \$2.5   | \$1.3       | 52%           |
| % Change vs. Prior Year      |         | nm      | -54%    | -3%     |             |               |

**Actual to Revised Budget variance of \$1.3 million or 52%:**

The favorable variance in Commodities is related to the budget spread for fuel. The favorable variance in Capital Outlays is a timing issue for the purchase of vehicles/equipment.

**FY 2012/13 - RISK FUND**

(\$ in millions: Rounding differences may occur)

|                            | Adopted<br>Budget | Revised<br>Budget | Adopted<br>Favorable /<br>Amount | vs. Revised<br>(Unfavorable)<br>Percent |
|----------------------------|-------------------|-------------------|----------------------------------|-----------------------------------------|
| Sources                    | \$4.8             | \$4.8             | \$ -                             | -                                       |
| Uses                       | 8.0               | 8.0               | -                                | -                                       |
| Change in Fund Balance     | (\$3.1)           | (\$3.1)           | \$ -                             |                                         |
| Beginning Fund Balance     | \$17.0            | \$17.0            | \$ -                             |                                         |
| Ending Fund Balance        | <u>\$13.9</u>     | <u>\$13.9</u>     | <u>\$ -</u>                      |                                         |
| Short Term Accrual Reserve | \$3.6             | \$3.6             | \$ -                             |                                         |
| Long Term Accrual Reserve  | \$5.6             | \$5.6             | -                                |                                         |
| Unreserved Fund Balance    | \$4.7             | \$4.7             | -                                |                                         |
| Ending Fund Balance        | <u>\$13.9</u>     | <u>\$13.9</u>     | <u>\$ -</u>                      |                                         |

## Twelve Months: Fiscal Year

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

## Twelve Months: Fiscal Year

|                              | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Adopted<br>Budget | 2012/13<br>Revised<br>Budget | 2012/13<br>Approved<br>Adjustments |
|------------------------------|-------------------|-------------------|------------------------------|------------------------------|------------------------------------|
| Expenses:                    |                   |                   |                              |                              |                                    |
| Personnel Services           | \$0.6             | n/a               | \$0.8                        | \$0.8                        | \$ -                               |
| Contractual                  | 4.6               | n/a               | 7.1                          | 7.1                          | -                                  |
| Commodities                  | 0.1               | n/a               | 0.1                          | 0.1                          | -                                  |
| Capital Outlays              | -                 | n/a               | -                            | -                            | -                                  |
| Total Operating Expenses     | <u>\$5.3</u>      | <u>n/a</u>        | <u>\$8.0</u>                 | <u>\$8.0</u>                 | <u>\$ -</u>                        |
| Transfers Out                |                   |                   |                              |                              |                                    |
| Transfers to Operating Funds | -                 | n/a               | -                            | -                            | -                                  |
| Total Uses                   | <u>\$5.3</u>      | <u>n/a</u>        | <u>\$8.0</u>                 | <u>\$8.0</u>                 | <u>\$ -</u>                        |
| % Change vs. Prior Year      |                   | n/a               | n/a                          | n/a                          |                                    |

**August 2012: Current Month and YTD**

(\$ in millions: Rounding differences may occur)

|                        | August<br>Actual | August<br>Revised<br>Budget | YTD<br>Actual | YTD<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|------------------------|------------------|-----------------------------|---------------|--------------------------|---------------------------------|----------------------------------------|
| Sources                | \$0.3            | \$0.4                       | \$0.7         | \$0.7                    | \$ -                            | -                                      |
| Uses                   | 0.4              | 0.5                         | 0.6           | 2.5                      | 1.9                             | 76%                                    |
| Change in Fund Balance | (\$0.1)          | (\$0.2)                     | \$0.1         | (\$1.8)                  | \$1.9                           |                                        |

**One Month: August 2012**

|                                      | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|--------------------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
| Revenues:                            |                   |                   |                   |                              |                                 |                                        |
| Property, Liability, Work Comp Rates | \$0.4             | \$0.3             | \$0.3             | \$0.3                        | \$ -                            | -                                      |
| Unemployment Taxes                   | -                 | -                 | -                 | -                            | -                               | -                                      |
| Interest Earnings                    | -                 | -                 | -                 | -                            | -                               | -                                      |
| Property Tax (Tort Claims)           | -                 | -                 | -                 | -                            | -                               | -                                      |
| Insurance/Claims Recoveries          | -                 | 0.1               | -                 | -                            | -                               | -                                      |
| Other/Miscellaneous Revenue          | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Revenues                       | \$0.5             | \$0.4             | \$0.3             | \$0.4                        | \$ -                            | -                                      |
| Transfers In                         | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Sources                        | \$0.5             | \$0.4             | \$0.3             | \$0.4                        | \$ -                            | -                                      |
| % Change vs. Prior Year              |                   | -21%              | -                 | -                            |                                 |                                        |

**Fiscal Year-to-Date: August 2012**

|                                      | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|--------------------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
| Revenues:                            |                   |                   |                   |                              |                                 |                                        |
| Property, Liability, Work Comp Rates | \$0.9             | \$0.7             | \$0.7             | \$0.7                        | \$ -                            | -                                      |
| Unemployment Taxes                   | -                 | -                 | -                 | -                            | -                               | -                                      |
| Interest Earnings                    | 0.1               | -                 | -                 | -                            | -                               | -                                      |
| Property Tax (Tort Claims)           | -                 | -                 | -                 | -                            | -                               | -                                      |
| Insurance/Claims Recoveries          | 0.1               | 0.1               | -                 | -                            | -                               | -                                      |
| Other/Miscellaneous Revenue          | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Revenues                       | \$1.0             | \$0.8             | \$0.7             | \$0.7                        | \$ -                            | -                                      |
| Transfers In                         | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Sources                        | \$1.0             | \$0.8             | \$0.7             | \$0.7                        | \$ -                            | -                                      |
| % Change vs. Prior Year              |                   | -19%              | -15%              | -9%                          |                                 |                                        |

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

No explanation necessary.

| One Month: August 2012       |                   |                   |                   |                              |                                 |                                        |
|------------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
|                              | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
| Expenses:                    |                   |                   |                   |                              |                                 |                                        |
| Personnel Services           | \$0.1             | \$0.1             | \$0.1             | \$0.1                        | \$ -                            | -                                      |
| Contractual                  | 0.2               | 0.2               | 0.3               | 0.4                          | 0.1                             | 30%                                    |
| Commodities                  | -                 | -                 | -                 | -                            | -                               | -                                      |
| Capital Outlays              | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Operating Expenses     | \$0.2             | \$0.2             | \$0.4             | \$0.5                        | \$0.1                           | 24%                                    |
| Transfers Out                |                   |                   |                   |                              |                                 |                                        |
| Transfers to Operating Funds | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Uses                   | \$0.2             | \$0.2             | \$0.4             | \$0.5                        | \$0.1                           | 24%                                    |
| % Change vs. Prior Year      |                   | -                 | 77%               | n/m                          |                                 |                                        |

| Fiscal Year-to-Date: August 2012 |                   |                   |                   |                              |                                 |                                        |
|----------------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
|                                  | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
| Expenses:                        |                   |                   |                   |                              |                                 |                                        |
| Personnel Services               | \$0.1             | \$0.1             | \$0.1             | \$0.1                        | \$ -                            | -                                      |
| Contractual                      | 1.3               | 1.5               | 0.5               | 2.4                          | 1.9                             | 81%                                    |
| Commodities                      | -                 | -                 | -                 | -                            | -                               | -                                      |
| Capital Outlays                  | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Operating Expenses         | \$1.4             | \$1.6             | \$0.6             | \$2.5                        | \$1.9                           | 76%                                    |
| Transfers Out                    |                   |                   |                   |                              |                                 |                                        |
| Transfers to Operating Funds     | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Uses                       | \$1.4             | \$1.6             | \$0.6             | \$2.5                        | \$1.9                           | 76%                                    |
| % Change vs. Prior Year          |                   | 16%               | -63%              | 57%                          |                                 |                                        |

**Actual to Revised Budget variance of \$1.9 million or 76%:**

The positive variance in Contractual is primarily attributable to a timing issue.

**FY 2012/13 - BENEFITS SELF INSURANCE**

(\$ in millions: Rounding differences may occur)

|                        | Adopted<br>Budget | Revised<br>Budget | Adopted<br>Favorable /<br>Amount | vs. Revised<br>(Unfavorable)<br>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             | \$0.0                            |                                         |
| Ending Fund Balance    | <u>\$4.8</u>      | <u>\$4.8</u>      | <u>\$0.0</u>                     |                                         |

## Twelve Months: Fiscal Year

|                            | 2010/11<br><u>Actual</u> | 2011/12<br><u>Actual</u> | 2012/13<br><u>Adopted<br/>Budget</u> | 2012/13<br><u>Revised<br/>Budget</u> | 2012/13<br><u>Approved<br/>Adjustments</u> |
|----------------------------|--------------------------|--------------------------|--------------------------------------|--------------------------------------|--------------------------------------------|
| Revenues:                  |                          |                          |                                      |                                      |                                            |
| Medical Premiums-COS       | \$13.7                   | n/a                      | \$17.3                               | \$17.3                               | \$ -                                       |
| Dental Premiums - COS      | 0.7                      | n/a                      | 0.8                                  | 0.8                                  | -                                          |
| Medical Premiums - EE      | 4.5                      | n/a                      | 5.1                                  | 5.1                                  | -                                          |
| Medical Premiums - Retiree | -                        | n/a                      | 4.1                                  | 4.1                                  | -                                          |
| Dental Premiums - EE       | 0.7                      | n/a                      | 0.8                                  | 0.8                                  | -                                          |
| Other Revenue              | 0.5                      | n/a                      | 0.4                                  | 0.4                                  | -                                          |
| Total Revenues             | <u>\$20.2</u>            | <u>n/a</u>               | <u>\$28.5</u>                        | <u>\$28.5</u>                        | <u>\$ -</u>                                |
| Transfers In               | -                        | n/a                      | -                                    | -                                    | -                                          |
| Total Sources              | <u>\$20.2 (a)</u>        | <u>n/a</u>               | <u>\$28.5</u>                        | <u>\$28.5</u>                        | <u>\$ -</u>                                |
| % Change vs. Prior Year    | <u>-20%</u>              | <u>n/a</u>               | <u>n/a</u>                           | <u>n/a</u>                           |                                            |

## Twelve Months: Fiscal Year

|                           | 2010/11<br><u>Actual</u> | 2011/12<br><u>Actual</u> | 2012/13<br><u>Adopted<br/>Budget</u> | 2012/13<br><u>Revised<br/>Budget</u> | 2012/13<br><u>Approved<br/>Adjustments</u> |
|---------------------------|--------------------------|--------------------------|--------------------------------------|--------------------------------------|--------------------------------------------|
| Expenses:                 |                          |                          |                                      |                                      |                                            |
| Personnel Services - COS  | \$ -                     | n/a                      | \$0.2                                | \$0.2                                | \$ -                                       |
| Contractual - COS         | -                        | n/a                      | 0.1                                  | 0.1                                  | -                                          |
| Medical Claims            | 20.3                     | n/a                      | 20.1                                 | 20.1                                 | -                                          |
| Medical Claims - Retirees | -                        | n/a                      | 3.6                                  | 3.6                                  | -                                          |
| Dental Claims             | 1.5                      | n/a                      | 1.5                                  | 1.5                                  | -                                          |
| Provider Admin Fees       | 1.8                      | n/a                      | 1.7                                  | 1.7                                  | -                                          |
| Behavioral Health Claims  | 0.5                      | n/a                      | 0.6                                  | 0.6                                  | -                                          |
| Stop Loss Insurance       | 0.4                      | n/a                      | 0.6                                  | 0.6                                  | -                                          |
| Live Life Well            | -                        | n/a                      | 0.3                                  | 0.3                                  | -                                          |
| Commodities - COS         | -                        | n/a                      | -                                    | -                                    | -                                          |
| Short Term Disability     | -                        | n/a                      | -                                    | -                                    | -                                          |
| Total Operating Expenses  | <u>\$24.5</u>            | <u>n/a</u>               | <u>\$28.7</u>                        | <u>\$28.7</u>                        | <u>\$ -</u>                                |
| Total Uses                | <u>\$24.5</u>            | <u>n/a</u>               | <u>\$28.7</u>                        | <u>\$28.7</u>                        | <u>\$ -</u>                                |
| % Change vs. Prior Year   | <u>6%</u>                | <u>n/a</u>               | <u>n/a</u>                           | <u>n/a</u>                           |                                            |

(a) Revenues reduced for premium holiday by approximately \$4.0 million.

**August 2012: Current Month and YTD**

(\$ in millions: Rounding differences may occur)

|                        | August<br>Actual | August<br>Revised<br>Budget | YTD<br>Actual | YTD<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|------------------------|------------------|-----------------------------|---------------|--------------------------|---------------------------------|----------------------------------------|
| Sources                | \$2.3            | \$2.4                       | \$4.5         | \$4.7                    | (\$0.2)                         | -4%                                    |
| Uses                   | 2.2              | 2.4                         | 4.1           | 4.8                      | 0.6                             | 13%                                    |
| Change in Fund Balance | \$0.1            | \$ -                        | \$0.3         | (\$0.1)                  | \$0.4                           |                                        |

**One Month: August 2012**

|                            | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|----------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
| Revenues:                  |                   |                   |                   |                              |                                 |                                        |
| Medical Premiums-COS       | \$1.5             | \$1.3             | \$1.5             | \$1.4                        | \$ -                            | -                                      |
| Dental Premiums - COS      | 0.1               | 0.1               | 0.1               | 0.1                          | -                               | -                                      |
| Medical Premiums - EE      | 0.4               | 0.4               | 0.5               | 0.4                          | -                               | -                                      |
| Medical Premiums - Retiree | -                 | 0.2               | 0.1               | 0.3                          | ( 0.2)                          | -71%                                   |
| Dental Premiums - EE       | 0.1               | 0.1               | 0.1               | 0.1                          | -                               | -                                      |
| Other Revenue              | 0.1               | 0.1               | 0.1               | -                            | 0.1                             | nm                                     |
| Total Revenues             | \$2.1             | \$2.1             | \$2.3             | \$2.4                        | (\$0.1)                         | -2%                                    |
| Transfers In               | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Sources              | \$2.1             | \$2.1             | \$2.3             | \$2.4                        | (\$0.1)                         | -2%                                    |
| % Change vs. Prior Year    |                   | 0%                | 10%               | 12%                          |                                 |                                        |

**Fiscal Year-to-Date: August 2012**

|                            | 2010/11<br>Actual | 2011/12<br>Actual | 2012/13<br>Actual | 2012/13<br>Revised<br>Budget | Actual<br>Favorable /<br>Amount | vs. Budget<br>(Unfavorable)<br>Percent |
|----------------------------|-------------------|-------------------|-------------------|------------------------------|---------------------------------|----------------------------------------|
| Revenues:                  |                   |                   |                   |                              |                                 |                                        |
| Medical Premiums-COS       | \$2.9             | \$2.7             | \$2.9             | \$2.9                        | \$0.1                           | 2%                                     |
| Dental Premiums - COS      | 0.1               | 0.1               | 0.1               | 0.1                          | -                               | -                                      |
| Medical Premiums - EE      | 0.8               | 0.8               | 0.9               | 0.9                          | 0.1                             | 9%                                     |
| Medical Premiums - Retiree | -                 | 0.3               | 0.2               | 0.7                          | ( 0.5)                          | -68%                                   |
| Dental Premiums - EE       | 0.1               | 0.1               | 0.1               | 0.1                          | -                               | -                                      |
| Other Revenue              | 0.1               | 0.1               | 0.1               | -                            | 0.1                             | nm                                     |
| Total Revenues             | \$4.1             | \$4.1             | \$4.5             | \$4.7                        | (\$0.2)                         | -4%                                    |
| Transfers In               | -                 | -                 | -                 | -                            | -                               | -                                      |
| Total Sources              | \$4.1             | \$4.1             | \$4.5             | \$4.7                        | (\$0.2)                         | -4%                                    |
| % Change vs. Prior Year    |                   | 0%                | 9%                | 14%                          |                                 |                                        |

**Actual to Revised Budget variance of (\$0.2) million or (4%):**

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: August 2012

|                           | 2010/11 | 2011/12 | 2012/13 | 2012/13 | Actual      | vs. Budget    |
|---------------------------|---------|---------|---------|---------|-------------|---------------|
|                           | Actual  | Actual  | Actual  | Revised | Favorable / | (Unfavorable) |
| Expenses:                 |         |         |         | Budget  | Amount      | Percent       |
| Personnel Services - COS  | \$ -    | \$ -    | \$ -    | \$ -    | \$ -        | -             |
| Contractual - COS         | -       | -       | -       | -       | -           | -             |
| Medical Claims            | 1.6     | 1.4     | 1.7     | 1.7     | -           | -             |
| Medical Claims - Retirees | -       | 0.2     | 0.1     | 0.3     | 0.2         | 62%           |
| Dental Claims             | 0.1     | 0.1     | 0.1     | 0.1     | -           | -             |
| Provider Admin Fees       | 0.1     | 0.1     | 0.1     | 0.1     | -           | -             |
| Behavioral Health Claims  | -       | -       | -       | -       | -           | -             |
| Stop Loss Insurance       | -       | -       | -       | -       | -           | -             |
| Live Life Well            | -       | -       | -       | -       | -           | -             |
| Commodities - COS         | -       | -       | -       | -       | -           | -             |
| Short Term Disability     | -       | -       | -       | -       | -           | -             |
| Total Operating Expenses  | \$2.0   | \$2.0   | \$2.2   | \$2.4   | \$0.2       | 8%            |
| Total Uses                | \$2.0   | \$2.0   | \$2.2   | \$2.4   | \$0.2       | 8%            |
| % Change vs. Prior Year   |         | 0%      | 8%      | 18%     |             |               |

Fiscal Year-to-Date: August 2012

|                           | 2010/11 | 2011/12 | 2012/13 | 2012/13 | Actual      | vs. Budget    |
|---------------------------|---------|---------|---------|---------|-------------|---------------|
|                           | Actual  | Actual  | Actual  | Revised | Favorable / | (Unfavorable) |
| Expenses:                 |         |         |         | Budget  | Amount      | Percent       |
| Personnel Services - COS  | \$ -    | \$ -    | \$ -    | \$ -    | \$ -        | -             |
| Contractual - COS         | -       | -       | -       | -       | -           | -             |
| Medical Claims            | 3.2     | 3.3     | 3.2     | 3.3     | 0.2         | 5%            |
| Medical Claims - Retirees | -       | 0.5     | 0.3     | 0.6     | 0.3         | 57%           |
| Dental Claims             | 0.3     | 0.3     | 0.2     | 0.2     | -           | -             |
| Provider Admin Fees       | 0.3     | 0.3     | 0.2     | 0.3     | -           | -             |
| Behavioral Health Claims  | 0.1     | 0.1     | 0.1     | 0.1     | -           | -             |
| Stop Loss Insurance       | 0.1     | 0.1     | 0.1     | 0.1     | -           | -             |
| Live Life Well            | -       | -       | -       | -       | -           | -             |
| Commodities - COS         | -       | -       | -       | -       | -           | -             |
| Short Term Disability     | -       | -       | -       | -       | -           | -             |
| Total Operating Expenses  | \$4.0   | \$4.5   | \$4.1   | \$4.8   | \$0.6       | 13%           |
| Total Uses                | \$4.0   | \$4.5   | \$4.1   | \$4.8   | \$0.6       | 13%           |
| % Change vs. Prior Year   |         | 13%     | -8%     | 6%      |             |               |

**Actual to Revised Budget variance of \$0.6 million or 13%:**

The favorable variance in Medical Claims is the result of a significant number of retirees electing out of city insurance coverage.



## Privilege (Sales) & Use Tax Collections For August 2012

(For Business Activity in July 2012)

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 2 percent compared to the Budget, and an increase of 2 percent compared to the same period a year ago.

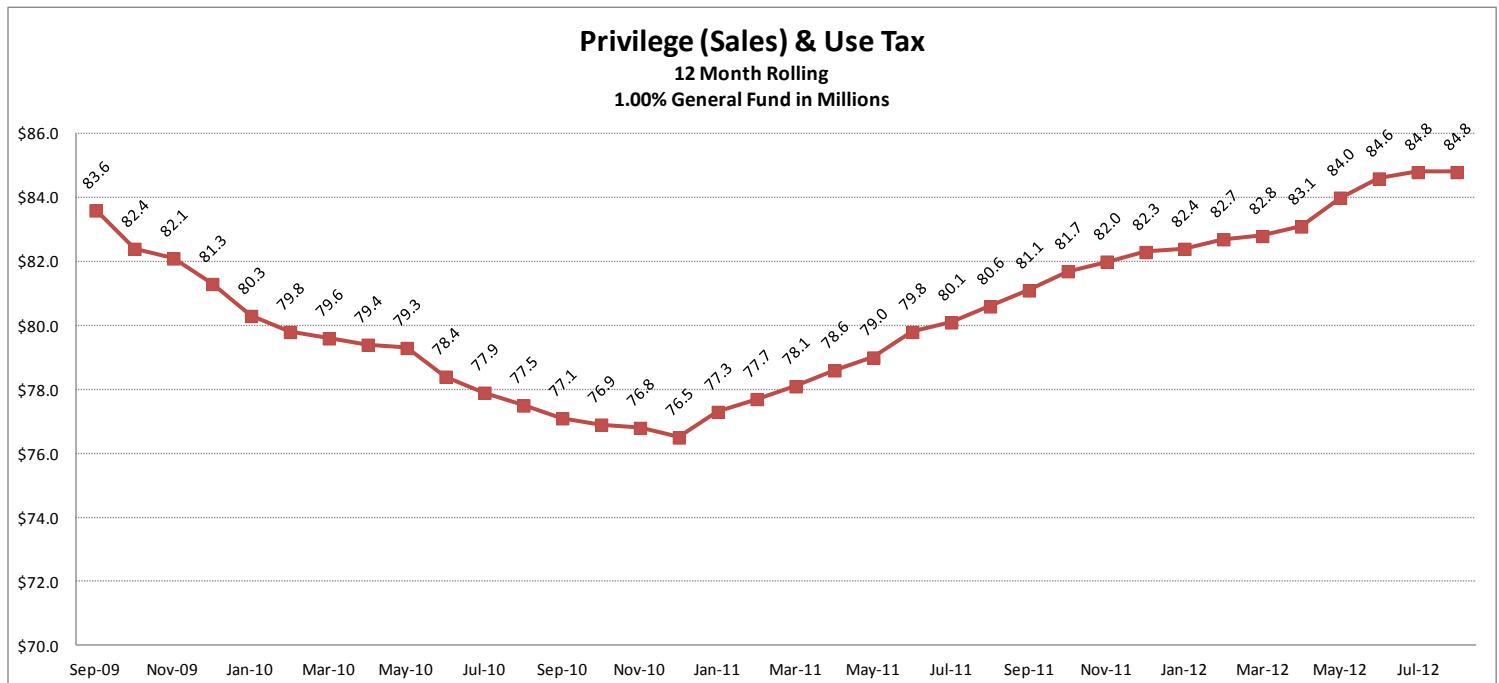
### Privilege (Sales) & Use Tax by Category and Fund

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

Rounding differences may occur.

## Privilege (Sales) &amp; Use Tax by Category and Fund

| Fiscal Year-to-Date: August 2012 |               |               |               |               |                                |                |
|----------------------------------|---------------|---------------|---------------|---------------|--------------------------------|----------------|
|                                  | 2010/11       | 2011/12       | 2012/13       | 2012/13       | Actual vs. Budget              |                |
|                                  | <u>Actual</u> | <u>Actual</u> | <u>Actual</u> | <u>Budget</u> | <u>Favorable/(Unfavorable)</u> |                |
|                                  |               |               |               |               | <u>Amount</u>                  | <u>Percent</u> |
| <u>1.00% General Purpose</u>     |               |               |               |               |                                |                |
| Rentals                          | \$1.9         | \$1.9         | \$2.0         | \$1.9         | \$0.1                          | 4%             |
| Misc. Retail Stores              | 1.8           | 2.0           | 2.1           | 2.1           | (0.1)                          | -3%            |
| Major Dept. Stores               | 1.3           | 1.3           | 1.3           | 1.4           | (0.1)                          | -5%            |
| Automotive                       | 1.3           | 1.5           | 1.7           | 1.6           | 0.1                            | 4%             |
| Food Stores                      | 0.9           | 0.9           | 0.9           | 0.9           | 0.0                            | 0%             |
| Construction                     | 1.2           | 1.4           | 1.4           | 1.5           | (0.1)                          | -9%            |
| Dining/ Entertainment            | 1.0           | 1.1           | 1.1           | 1.1           | 0.0                            | 0%             |
| Other Taxable Activity           | 0.7           | 0.8           | 0.7           | 0.8           | (0.1)                          | -7%            |
| Hotel/Motel                      | 0.4           | 0.4           | 0.4           | 0.4           | 0.0                            | 0%             |
| Utilities                        | 0.8           | 0.8           | 0.7           | 0.8           | (0.1)                          | -17%           |
| License fees, Penalty & Interest | 0.2           | 0.2           | 0.2           | 0.2           | 0.0                            | 0%             |
| Subtotal                         | 11.5          | 12.2          | 12.5          | 12.9          | (0.4)                          | -3%            |
| Adjustments                      | 0.2           | 0.3           | 0.2           |               | 0.2                            |                |
| Subtotal after Adjustments       | \$11.7        | \$12.5        | \$12.7        | \$12.9        | (\$0.2)                        | -2%            |
| 0.10% Public Safety              | \$1.2         | \$1.2         | \$1.3         | \$1.3         | \$0.0                          | 0%             |
| 0.20% Transportation             | 2.2           | 2.4           | 2.4           | 2.4           | 0.0                            | 0%             |
| 0.20% McDowell Preserve 1995     | 2.3           | 2.4           | 2.5           | 2.5           | 0.0                            | 0%             |
| 0.15% McDowell Preserve 2004     | 1.7           | 1.8           | 1.9           | 1.9           | 0.0                            | 0%             |
| Total                            | \$19.1        | \$20.3        | \$20.7        | \$21.0        | (\$0.5)                        | -2%            |
| % Change vs. Prior Year          |               | 6%            | 2%            | 4%            |                                |                |



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 \$0.1 million or 4%:** This is due in part to some large audit payments.

**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 (\$0.1) million or (3%):** This is due in part to the All-Star game that was played in Phoenix last year.

**Major Department Stores Sales Taxes**

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

**Actual to Revised Budget variance of (\$0.1) million or (5%):** 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 \$0.1 million or 4%:** 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 \$0.0 million or 0%:** No explanation necessary.

**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 (\$0.1) million or (9%):** 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 \$0.0 million or 0%:** No explanation necessary.

**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 (\$0.1) million or (7%):** This is due in part to decreases 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 (\$0.1) million or (17%):*** This is due in part to a timing issue, which will be corrected next month.

**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 \$0.0 million or 0%:*** No explanation necessary.

**Adjustments**

The adjustments consist of large audit payments received in the rental and construction 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. 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.

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.

### 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, 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. Certain components of this revenue source are subject to dramatic peaks and valleys from year to year.

**Property Taxes** - In the General Fund, 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** - For FY 2012/13, transfers in reflects funds received from the Enterprise Funds (In-Lieu Franchise Fees and In-Lieu Property Tax) and Special Programs (30 Day Tow).

## Glossary

### GENERAL FUND USES

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

**Vacancy Savings and Leave Payouts** is the net of the citywide vacancy savings and the 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** classification includes supplies, repair and replacement parts, small tools, and maintenance and repairs.

**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** category is 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 exchanges of cash between 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 consisting 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. Effective July 1, 2012 this fund was established for Tourism Development after the adoption of the FY 2012/13 budget to account for the revenues and expenditures related to tourism.

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

## Glossary

- 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, which includes operating revenue and expenditures.

- 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 in accordance with the Scottsdale Revised Code, Article IV, Section 422.

### Solid Waste Fund

This fund accounts for the transactions related to the city's solid waste and recycling business activities, which includes operating revenues and expenditures.

- 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 city maintains four Internal Service Funds to account for Fleet, Risk, Benefits and PC Replacement 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 (payroll deductions) 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.