

## Town of Camp Verde Financial Report – 1/21/14

### **Issue:**

Revenues through December are \$192K short,

-Main portion is \$168K, City Sales Tax

-Retail Sales did spike in December (November Sales) 20%

-Const. is down significantly from last year (\$6,500 from LY & \$8,500 from budget)

### **Current Exp's:**

General Fund Exp's are approximately \$249K under budget, however this does not take into account some 1-time exp's that will be incurred in the next 6 months.

### **Revenue Forecast:**

Expect revenues to come up somewhat but not to budgeted levels. I am figuring to be about/at least \$100K under budget over the next 6 months in city tax revenues for a total of \$270K short for the year. Other revenues will probably be about \$40K short for the year for a total of \$310K.

### **Potential Considerations:**

- 1) Reduced Gen Fund spending
- 2) Reduced CIP spending
- 3) Use of contingency budget
- 4) Use of Reserve

### **Risks:**

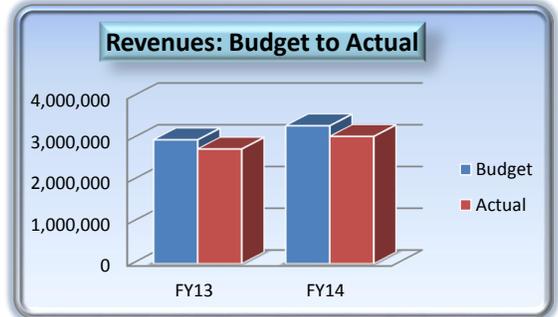
- 1) Reduced Gen Fund spending: Most budgets are right on schedule and many have one-time purchases coming up. Very difficult to find dollars here.
- 2) Reduced CIP spending: Whatever we think we'll save by deferring to next year only moves the issue to next year when the new budget will have to absorb the delayed cost.
- 3) Use of contingency budget: If another "contingency" comes up, we may have already committed our contingency budget and then be forced to look elsewhere for funds.
- 4) Use of reserve: It can be a dangerous spending philosophy to go to reserves every time we need to cover some general revenue shortages. Without spending guidelines in place we could see our healthy reserve disappear quickly.

**TOWN OF CAMP VERDE**  
**General Fund Report**  
**FY14 - 2nd QTR ending December 2013**

**GENERAL FUND REVENUES**

	FY 13-14 Budget	FY 13-14 Actual	% of Budget Received
Local Taxes	2,803,921	1,235,148	44%
Franchise Fees	250,950	138,314	55%
State Sales Tax	915,000	449,409	49%
Urban Revenue Sharing	1,213,000	606,524	50%
Vehicle License Tax	565,000	294,313	52%
Court Fines	300,000	72,575	24% *
Other Revenues	562,245	252,980	45%
<b>TOTAL</b>	<b>6,610,116</b>	<b>3,049,263</b>	<b>46%</b>

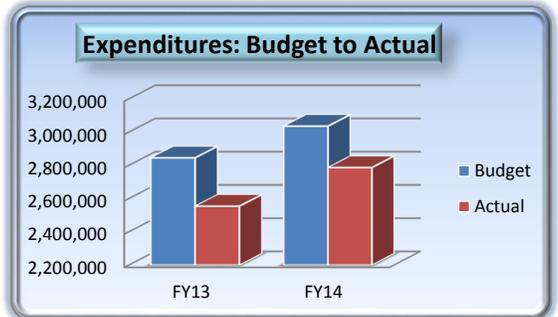
\* - Court Fines are 2 months behind all other revenue lines. 4 months comparable percent would be 33%.



Overall revenues are short through this second QTR. The largest impact is felt in Local Taxes which is now more than \$168,000 short of budget YTD. Again, the 3 largest culprits of the shortage are Retail (-\$61K), Construction (-\$51K) and Wholesale Trade (-\$22K). Our next 3 significant revenue sources, URS, State Sales and Vehicle License Taxes are generally right on budget. I don't believe that this shortage will be made up through the rest of the year. I think the best we could/should expect would be to hit budget during the next 6 months.

**GENERAL FUND EXPENDITURES by DEPARTMENT**

	FY 13-14 Budget	FY 13-14 Actual	% of Budget Expended
General Admin	1,641,166	702,426	43%
Court	378,315	174,644	46%
Public Works	702,175	329,588	47%
Community Development	392,180	168,112	43%
Marshall's Office	2,349,653	1,124,564	48%
Library	352,960	169,180	48%
Parks & Rec	256,173	118,655	46%
<b>TOTAL</b>	<b>6,072,622</b>	<b>2,787,169</b>	<b>46%</b>



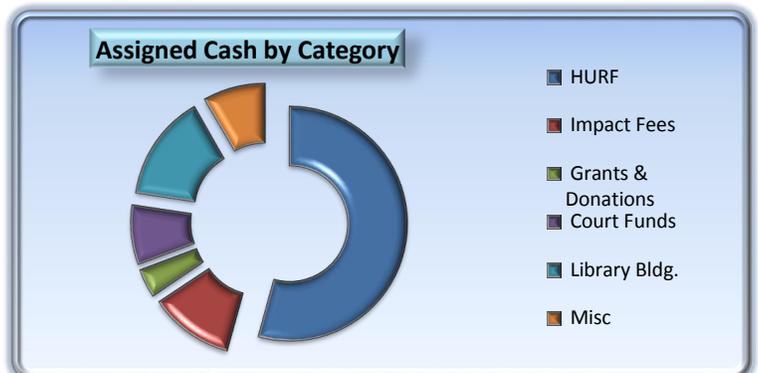
Expenses for the QTR are below budget in every category. Underspending this QTR (roughly \$249K) has once again made up for the entire revenue shortage to date. Still we are cautiously moving forward as we keep an eye on tax revenues. There are a few large one-time expenses coming in the second half of FY14.

**CASH**

**Bank Accounts**

Pooled Checking	599,839
Payroll Checking	13,803
Stifel Investment	2,789,372
LGIP Investments	540,050
Library Sales	4,977
Revolving Home Loan	120,011
Employee Assistance	9,938
Court Bail Bond	7,499
<b>TOTAL CASH</b>	<b>4,085,489</b>
Assigned Cash	<b>(2,443,722)</b>

**Unassigned Cash** 1,641,767



**TOWN OF CAMP VERDE**  
**Functional Expense Summaries**  
**FY14 - 2nd QTR ending December 2013**

**Functional Expense Summaries**

**General Fund**

	Actual	Annual Budget	\$ Remaining	% Remaining
Wages & ERE	2,065,675	4,475,420	2,409,745	54%
Operational	683,531	1,591,802	908,271	57%
Capital	37,963	5,400	(32,563)	0%
<b>Total Expenses</b>	<b>2,787,169</b>	<b>6,072,622</b>	<b>3,285,453</b>	<b>54%</b>

**HURF Fund**

	Actual	Annual Budget	\$ Remaining	% Remaining
Wages & ERE	158,383	374,385	216,002	58%
Operational	37,260	261,040	223,780	86%
Capital	2,526	75,000	72,474	97%
<b>Total Expenses</b>	<b>198,169</b>	<b>710,425</b>	<b>512,256</b>	<b>72%</b>

**Sewer Fund**

	Actual	Annual Budget	\$ Remaining	% Remaining
Wages & ERE	191,695	401,125	209,430	52%
Operational	196,102	472,750	276,648	59%
Capital	0	122,050	122,050	100%
<b>Total Expenses</b>	<b>387,797</b>	<b>995,925</b>	<b>608,128</b>	<b>61%</b>

**TOWN OF CAMP VERDE**  
Special Revenue & Capital Improvement Funds Report  
FY14 - 2nd QTR ending December 2013

**Capital Improvement Projects Fund**

Projects	<u>Actual</u>	<u>Annual Budget</u>	<u>Difference</u>	<u>% Left</u>
Gym Doors	0	20,000	20,000	100%
Public Works Remodel	0	19,000	19,000	100%
Transit Stop	0	15,000	15,000	100%
Gym Bleachers	38,487	45,000	6,513	14%
Bashas Drainage Channel	0	15,000	15,000	100%
Rezzonico Park Imprvs	13,588	25,000	11,412	46%
Field Electric Expansion	8,957	12,000	3,043	25%
Verde Lakes Dr. Culverts	0	62,400	62,400	100%
Finnie Flat Sidewalk	0	180,831	180,831	100%
Downtown Parking Lot	0	47,000	47,000	100%
Comm. Park Development	4,950	99,700	94,750	95%
Building Maint	16,696	17,000	304	2%
Park Facilities Maint.	11,069	30,000	18,931	63%
Net Exps	(93,747)	(587,931)	(494,184)	84%
Operating Transfers In	74,991	283,000	208,009	74%
Beginning Balance	397,927	397,927		
Remaining Funds	379,171	92,996	(286,175)	

**HURF Fund**

	<u>Actual</u>	<u>Annual Budget</u>	<u>Difference</u>	<u>% Left</u>
Revenues	367,586	756,400	388,814	51%
Expenses	(198,169)	(710,425)	512,256	72%
Operating Transfers Out	(119,001)	(293,571)	174,570	59%
Net	50,416	(247,596)	298,012	
Fund Balance	1,384,315			

**Other Funds (netted Rev's and Exp's)**

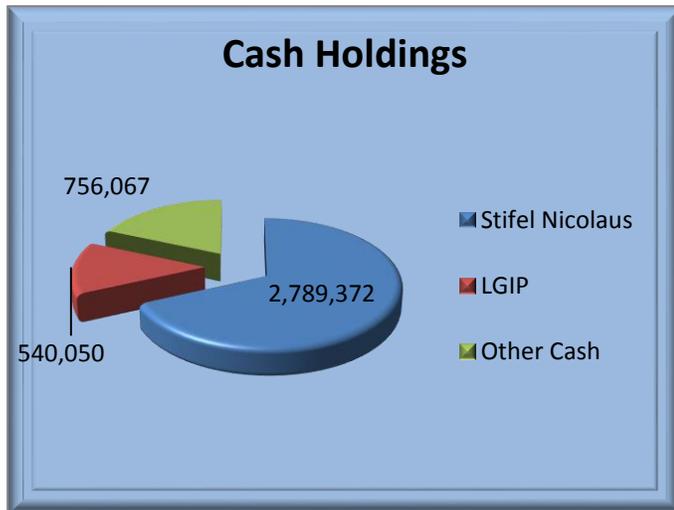
	<u>Exp's</u>	<u>Rev's</u>	<u>Net</u>	<u>Annual Budget</u>	<u>Difference</u>	<u>% Left</u>
Parks	3,663	0	(3,663)	(10,000)	(6,337)	63%
Court	1,481	11,983	10,502	50,520	40,018	79%
Grants (Funds 6 & 8)	57,871	71,945	14,074	(62,052)	(76,126)	123%
Yavapai Apache Monies	20,700	0	(20,700)	(133,051)	(112,351)	84%
Library	158,154	6,164	(151,990)	(548,126)	(396,136)	72%
Impact Fees	0	69	69	(109,317)	(109,386)	100%
Housing	14,000	8,472	(5,528)	(78,000)	(72,472)	93%
911	0	0	0	(2,560)	(2,560)	100%
Donations	4,654	5,291	637	(19,788)	(20,425)	103%
Debt	391,496	391,496	0	0	0	N/A

# TOWN OF CAMP VERDE

As of December 31<sup>st</sup>, 2013

## INVESTMENTS

<b>Account</b>	<b>Balances at Sept 30th</b>	<b>FYTD Interest</b>	<b>FY ROI Annualized</b>
Stifel Nicolaus	3,186,817	10,875.06	0.72%
LGIP	337,680	200.96	0.14%
Other Cash	495,168	N/A	N/A
<b>TOTAL</b>	<b><u>4,019,665</u></b>	<b><u>11,076.02</u></b>	



### Comparative Rates:

Banking Savings – .05%

2 YR Treasury Note Rate – .38%

5 YR Treasury Note Rate – 1.74%

### Stifel Investment Info:

Avg. Maturity Length of Investments – .83 years

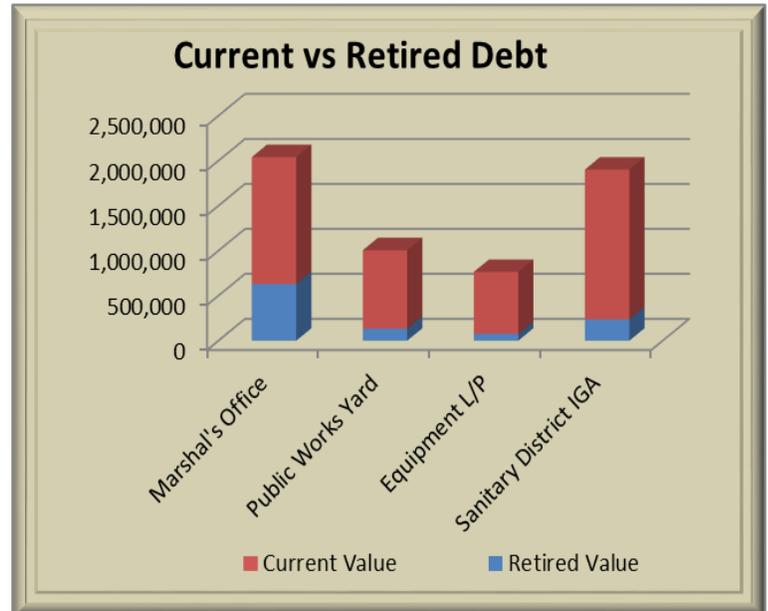
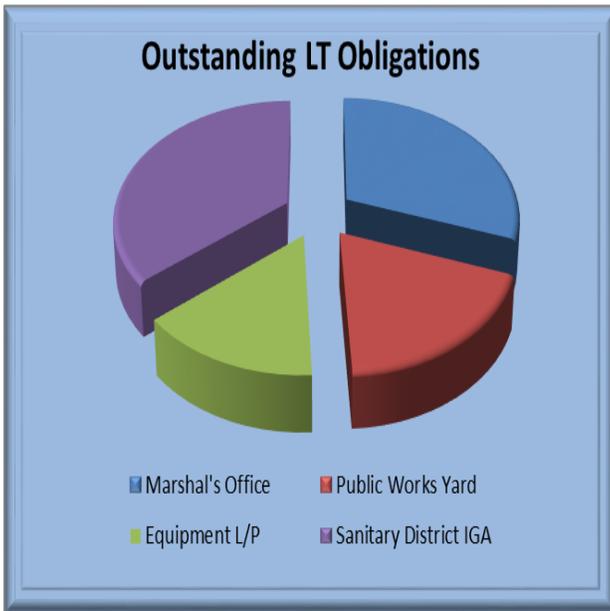
Current Expected Yield-to-Maturity – .96%

# TOWN OF CAMP VERDE

As of June 30<sup>th</sup>, 2013

## LONG-TERM DEBT

Purpose	Type	Maturity	Original		FY14 Budget	Current Obligation	Next Disbursement		Debt Retired
			Debt	Int Rate			Amount	Date	
Marshal's Office	Bonds	7/1/2024	2,040,000	2.75% - 5.00%	166,125	1,410,000	33,975	1/1/2014	630,000
Public Works Yard	Bonds	7/1/2023	1,005,000	3.91%	107,346	871,085	17,030	1/1/2014	133,915
Equipment L/P	Note	1/28/2018	764,664	1.61%	159,383	689,086	79,691	1/28/2014	75,578
Sanitary District IGA	IGA Pledge	7/1/2032	1,902,000	3.34%	118,736	1,665,347	27,795	1/1/2014	236,653
<b>TOTALS</b>					<b>551,590</b>	<b>4,635,518</b>	<b>158,491</b>		



### **Debt Service Fund**

Category	Actual	Annual Budget	\$ Remaining	% Remaining
Principal Retired	302,801	376,929	74,128	20%
Interest Paid	88,119	172,061	83,942	49%
Misc Fees	1,000	2,600	1,600	62%
<b>Total</b>	<b>391,920</b>	<b>551,590</b>	<b>159,670</b>	<b>29%</b>