

City of Warrensburg

Quarterly Financial Report

Second Quarter Ending March 31, 2010



APRIL 20, 2010

Overview

This is the second quarterly financial statement for the 2009-2010 fiscal year and includes our current practice of folding the statement of revenues and expenses for the year into the balance sheet to reflect estimated changes in fund balances for five primary Governmental Funds. We view this statement of revenues and expenses of these funds not only as a way to update the Council quarterly on the status of fund balances, but also as the beginning process to ultimately meet the City's goal of conforming to Governmental Accounting Standards Board (GASB) reporting requirements. Presented below are tables summarizing second quarter recorded activities for the five primary Governmental Funds.

Mayor

Dr. Curt Dyer

Mayor Pro-Tem

Baird Brock

Council Members

Donna DeFrain
Jeff Terry
Charlie Rutt

City Manager

Jeff Hancock



Fund 10 - General Fund Balance

	Budget	YTD Actual	Percent
Balance Start of Year	\$ 3,493,724	\$ 3,493,724	
Revenues*	\$ 7,849,481	\$ 4,174,813	53.19%
Expenditures*	\$ 8,448,868	\$ 4,220,441	49.95%
Balance	\$ 2,894,337	\$ 3,448,096	

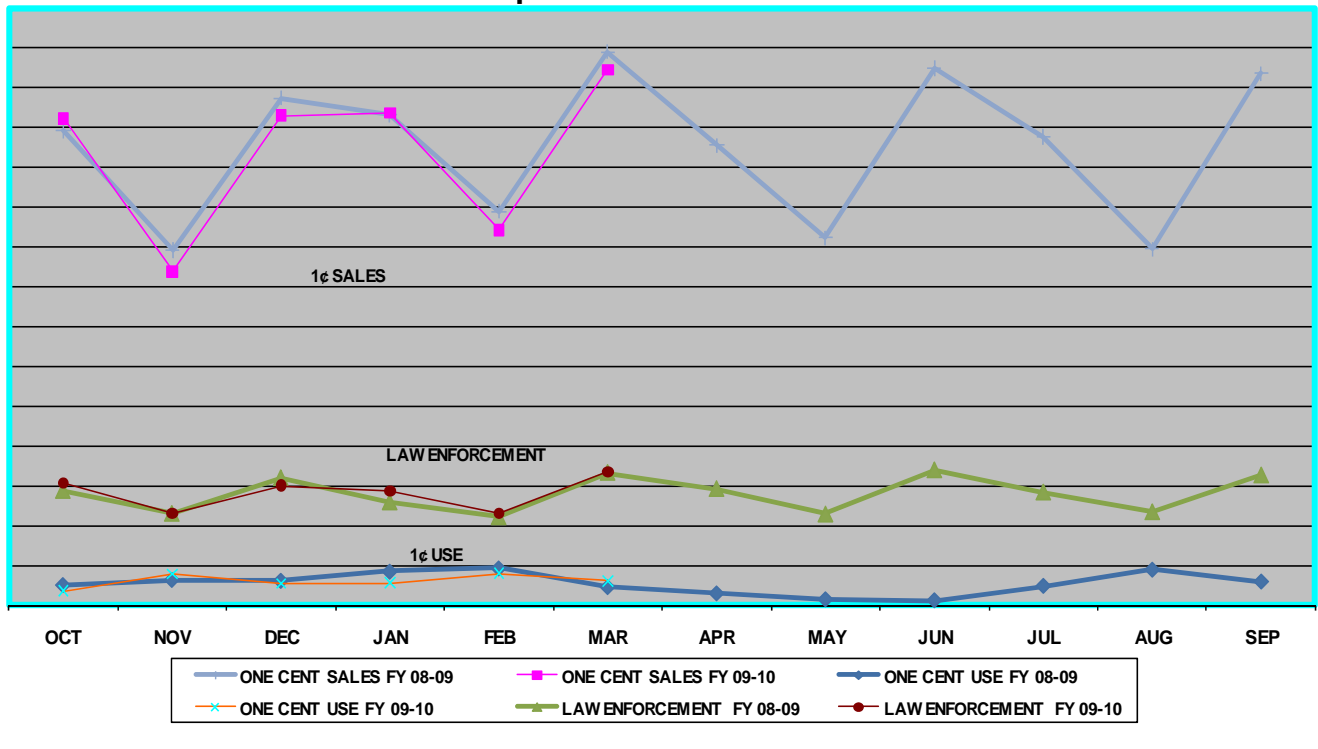
*Includes Transfers

Fund 10 - General Fund Revenues

While the 2009-2010 budgeted General Fund balance was estimated at \$3,338,820, audited figures indicate that it began at \$3.49 million, or approximately \$154,994 ahead of our original estimate. The General Fund includes key revenues of sales tax, property taxes, utility franchise fees, licensing and permits, fines and forfeitures. The following graph highlights these major revenue sources, but does not include revenue transfers. It should be noted that over 96% of the City's property tax revenue received has been in the second quarter which is reflected in this report. With that exception, and the fact that holiday shopping is reflected in the second quarter and license and permits are seasonal in nature, a general benchmark of 50% can be used to compare budgeted revenue.

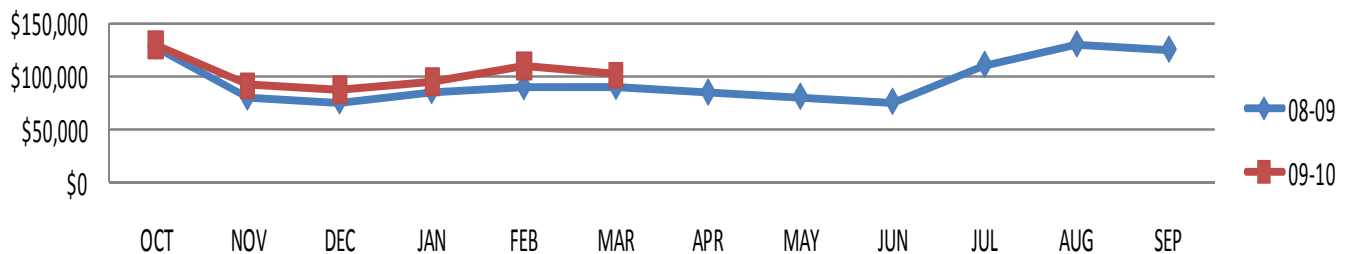
	<u>Budget</u>	<u>YTD Actual</u>	<u>Percent Received</u>
Sales Tax	\$ 3,637,769	\$ 1,775,715	48.81%
Property Tax	\$ 649,085	\$ 626,536	96.53%
Utilities	\$ 2,157,227	\$ 1,158,149	53.69%
Licenses and Permits	\$ 149,863	\$ 28,327	18.90%
Fines and Forfeitures	\$ 373,650	\$ 195,065	52.21%
Total Key Revenues	\$ 6,967,594	\$ 3,783,792	54.31%

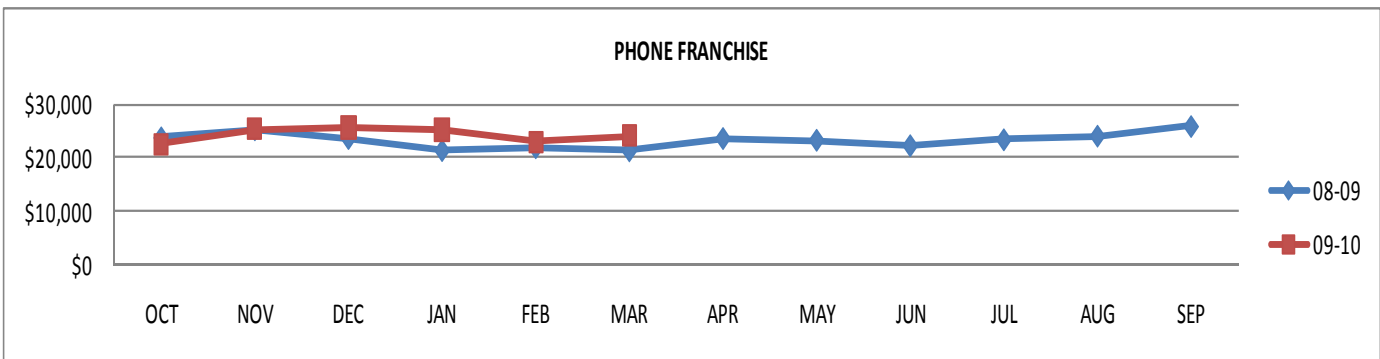
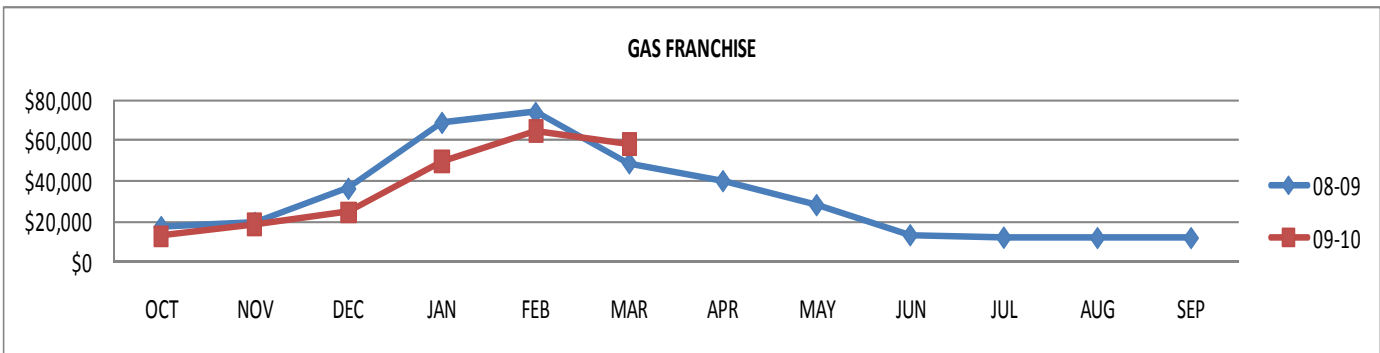
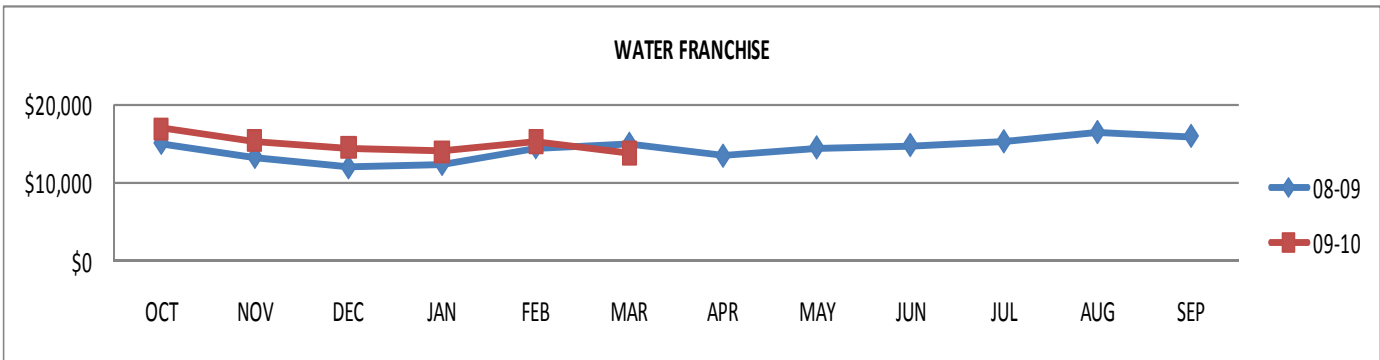
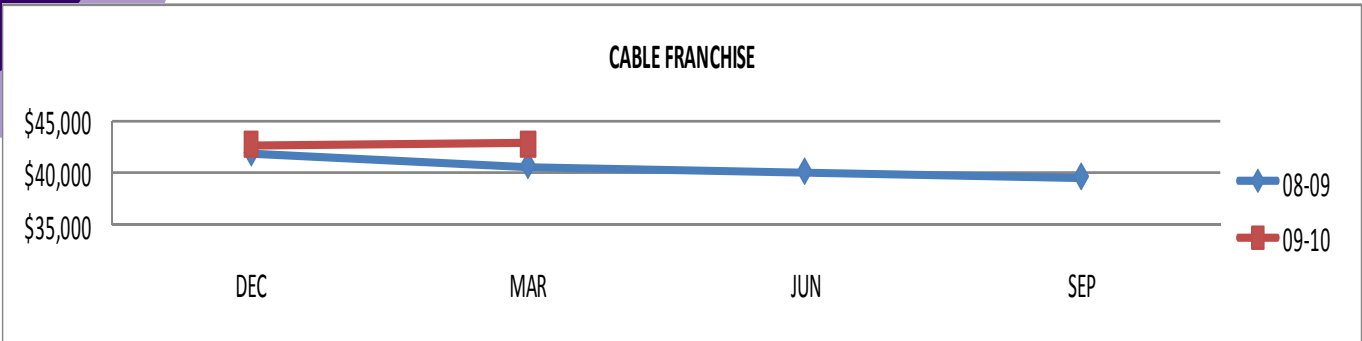
One Cent Sales/Use & Law Enforcement Tax Comparison October - March



UTILITY FRANCHISES

ELECTRIC FRANCHISE





Fund 10 - General Fund Expenditures

When compared to the original budget the expenditures do not adhere to the 50% benchmark.

A revised budget, that was previously discussed with City Council, will better reflect the position of the City's fiscal year expenditures. When compared to those figures most actuals fall within 2% of the benchmark. Those exceptions include Snow & Ice (97.41%), Mayor & Council (78.19%), and City Clerk (54.55%).

	<u>Budget</u>	<u>YTD Actual</u>	<u>Percent Expended</u>
Public Safety & Health			
Fire Department	\$ 2,071,236	\$ 1,050,423	50.71%
Police Department	\$ 2,473,974	\$ 1,210,368	48.92%
Animal Control	\$ 178,474	\$ 79,662	44.63%
Community Development	\$ 426,947	\$ 205,360	48.10%
Economic Development	\$ 153,275	\$ 80,812	52.72%
Transportation			
Street Maintenance	\$ 1,063,404	\$ 537,855	50.58%
Snow & Ice	\$ 41,149	\$ 64,447	156.62%
Finance & Support Services			
Finance	\$ 216,642	\$ 105,388	48.65%
Support Services	\$ 848,567	\$ 481,919	56.79%
Buildings & Grounds	\$ 175,503	\$ 48,794	27.80%
General Government			
Mayor & Council	\$ 5,650	\$ 6,181	109.39%
City Clerk	\$ 66,339	\$ 35,388	53.34%
Administration	\$ 183,166	\$ 91,217	49.80%
Municipal Court	\$ 173,785	\$ 84,064	48.37%
Legal Services	\$ 60,100	\$ 31,398	52.24%
Total Department	\$ 8,138,211	\$ 4,113,276	50.54%
Transfers	\$ 310,656	\$ 107,165	34.50%
Total Expenditures	\$ 8,448,868	\$ 4,220,441	49.95%

Fund 15 - 1/2 Cent Sales Tax Fund Balance

The Half-Cent Capital Improvement Sales Tax Fund Balance includes bond proceeds to pay for the construction of capital improvement projects such as the new Police Building.

	<u>Budget</u>	<u>YTD Actual</u>	<u>Percent</u>
Balance Start of Year	\$ 4,509,462	\$ 4,509,462	
Revenues*	\$ 1,567,648	\$ 764,468	48.77%
Expenditures*	\$ 2,042,160	\$ 3,901,003	191.02%
Balance	\$ 4,034,950	\$ 1,372,927	

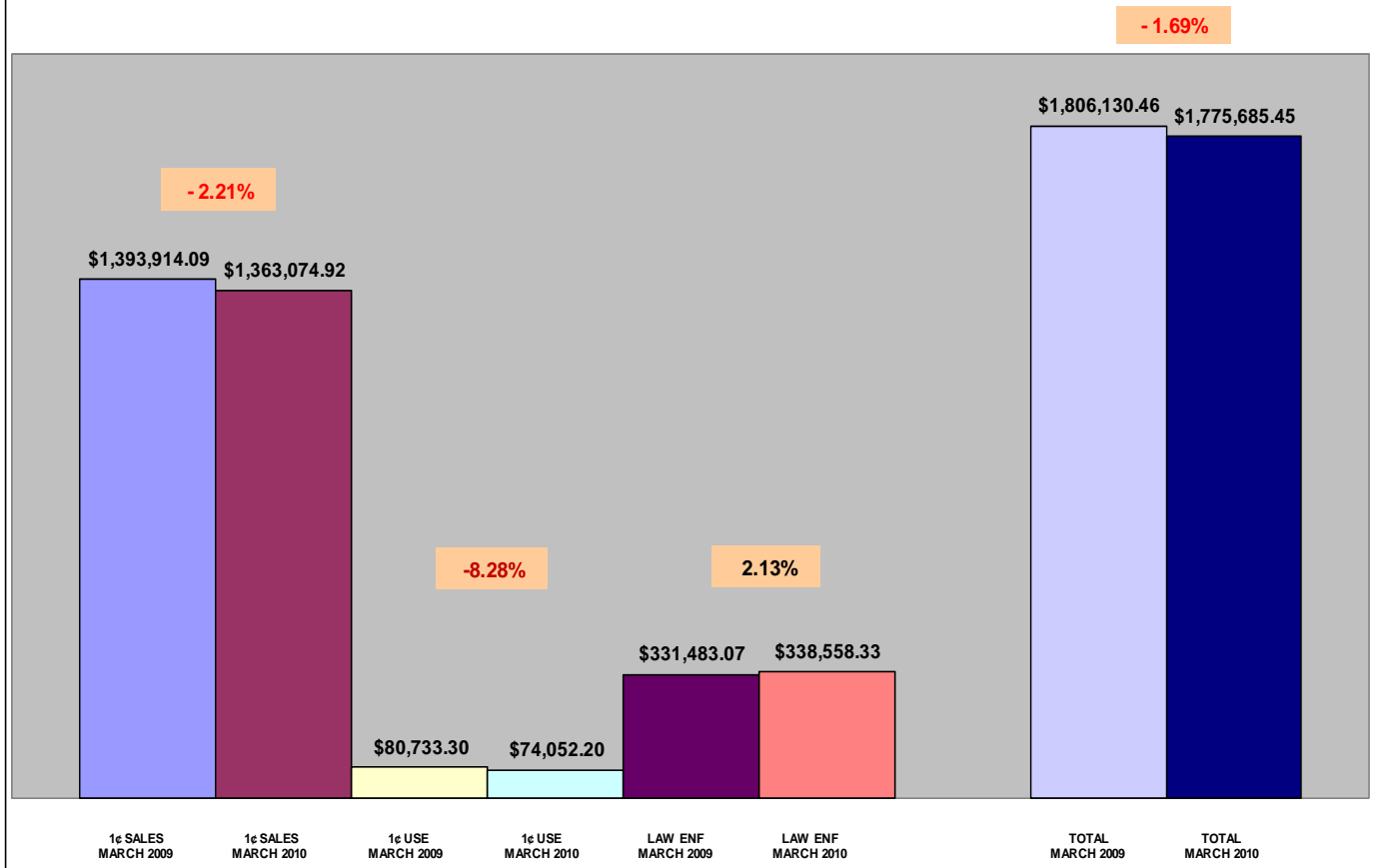
*Includes Transfers

Fund 15 - 1/2 Cent Sales Tax Revenue

The Half-Cent Capital Improvement Fund Sales and Use Tax is currently below the targeted 50% level as a result of decreased Sales Tax revenue. The first month of the third quarter reflects an increase of 5% on average over last year .

	Budget	YTD Actual	Percent Received
Sales Tax	\$ 1,407,540	\$ 681,511	48.42%
Sales Use Tax	\$ 68,655	\$ 37,034	53.94%
Interest	\$ 950	\$ 99	10.43%
Intergovernmental	\$ 90,503	\$ 45,823	50.63%
Total Revenues	\$ 1,567,648	\$ 764,468	48.77%

One Cent Sales/Use & Law Enforcement Tax Totals Comparison October - March



Fund 15 - 1/2 Cent Sales Tax Expenditures

Contractual services and commodities below are for the operation of the City Annex. A review of major capital improvement has taken place to revise the original budgeted figures for the capital outlay category below to reflect the true cost of current projects. Transfer expenditures include approximately \$853,560 to the Debt Service Fund to be transferred at the time debt payment is due, \$300,000 to the General Fund for capital and capital maintenance, and \$91,200 for commercial development agreements.

	<u>Budget</u>	<u>YTD Actual</u>	<u>Percent Expended</u>
Contractual Services	\$ 41,400	\$ 28,560	68.99%
Commodities	\$ 2,000	\$ 65	3.25%
Capital Outlay	\$ 754,000	\$ 3,438,116	455.98%
Transfers	\$ 1,244,760	\$ 434,262	34.89%
Total Expenditures	\$ 2,042,160	\$ 3,901,003	191.02%

Fund 23 - Capital Improvement Balance

The Capital Improvement Fund was established in the early 1990's to serve as a reserve fund into which various deposited monies were made to fund future capital equipment expenses. In the 2000-2001 Budget Year, the General Fund borrowed monies from this fund to meet its operating expenses and the fund was depleted. In fiscal year 2002-2003 the Missouri Motor Vehicle Sales Tax, Motor Vehicle Fees and State Collected Gasoline revenues were transferred from the General Fund to this fund to provide a funding source for capital improvements

	<u>Budget</u>	<u>YTD Actual</u>	<u>Percent</u>
Balance Start of Year	\$ 726,277	\$ 726,277	
Revenues*	\$ 1,318,263	\$ 428,968	32.54%
Expenditures*	\$ 1,808,733	\$ 463,089	25.60%
Balance	\$ 235,807	\$ 692,157	
*Includes Transfers			

Fund 23 - Capital Improvement Revenue

Fund 23 revenues include intergovernmental (grants), interest, and transfers from the General Fund and the 1/2 Cent Sales Tax Fund. As the table below outlines we have not received 50% of the intergovernmental original budget. The postponement of the Downtown Phase III revitalizations will be reflected in the revised budget.

	<u>Budget</u>	<u>YTD Actual</u>	<u>Percent Received</u>
Sales Tax	\$ 86,793	\$ 39,637	45.67%
Intergovernmental	\$ 449,120	\$ 33,619	7.49%
Interest	\$ 1,232	\$ 1,225	99.41%
Other Taxes	\$ 520,918	\$ 258,888	49.70%
Transfers In	\$ 191,200	\$ 95,600	50.00%
Lease Proceeds	\$ 69,000	\$ -	0.00%
Total Revenues	\$ 1,318,263	\$ 428,968	32.54%

Fund 23 - Capital Improvement Expenditures

Contractual services below are for commercial and non-commercial development agreements. Since major capital outlay and capital improvement expenses are seasonal and project driven, they do not lend themselves well to a 50% benchmark. All capital projects are now under review.

	<u>Budget</u>	<u>YTD Actual</u>	<u>Percent Expended</u>
Capital Outlay - Projects			
Contractual Services	\$ 169,888	\$ 144,829	85.25%
Capital Outlay	\$ 1,476,410	\$ 285,696	19.35%
Other Charges	\$ -	\$ 500	
Transfers Out	\$ 162,435	\$ 32,064	19.74%
Total Expenditures	\$ 1,808,733	\$ 463,089	25.60%

Fund 11 - Parks Balance

	<u>Budget</u>	<u>YTD Actual</u>	<u>Percent</u>
Balance Start of Year	\$ 48,206	\$ 48,206	
Revenues*	\$ 2,079,740	\$ 1,083,706	52.11%
Expenditures*	\$ 2,042,062	\$ 888,624	43.52%
Balance	\$ 85,884	\$ 243,288	

*Includes Transfers

Fund 11 - Parks Revenue

Interest revenue is high due to the reconciling of interest from an October, 2009 investment.

	<u>Budget</u>	<u>YTD Actual</u>	<u>Percent Received</u>
Property Taxes	\$ 367,159	\$ 339,944	92.59%
Community Center	\$ 817,500	\$ 239,461	29.29%
Interest	\$ 64	\$ 402	627.72%
Miscellaneous	\$ 17,500	\$ 13,709	78.34%
Fees & Service Charges	\$ -	\$ 327	-
Transfers In	\$ 877,517	\$ 489,862	55.82%
Total Revenues	\$ 2,079,740	\$ 1,083,706	52.11%

Fund 11 - Parks Expenditures

	<u>Budget</u>	<u>YTD Actual</u>	<u>Percent Expended</u>
Administration	\$ 278,167	\$ 149,479	53.74%
Maintenance	\$ 350,969	\$ 142,406	40.57%
Recreation	\$ 891,616	\$ 346,741	38.89%
Community Center	\$ 521,309	\$ 249,998	47.96%
Total Expenditures	\$ 2,042,062	\$ 888,624	43.52%

Fund 13 - 3/8 Cent Sales Tax Balance

	<u>Budget</u>	<u>YTD Actual</u>	<u>Percent</u>
Balance Start of Year	\$ 292,709	\$ 292,709	
Revenues*	\$ 1,063,222	\$ 517,560	48.68%
Expenditures*	\$ 1,056,349	\$ 576,048	54.53%
Balance	\$ 299,582	\$ 234,221	

*Includes Transfers

Fund 13 - 3/8 Cent Sales Tax Revenue

Fund 13 records the receipt of both the 3/8 cent sales and use tax. The 3/8 Sales and Use Tax is currently below the targeted 50% level as a result of decreased Sales Tax revenue. The first month of the third quarter reflects an increase of 5% on average over last year .

	<u>Budget</u>	<u>YTD Actual</u>	<u>Percent Received</u>
Sales Tax	\$ 1,062,517	\$ 517,329	48.69%
Interest on Deposits	\$ 705	\$ 201	28.52%
Transfer In	\$ -	\$ 30	
Total Revenues	\$ 1,063,222	\$ 517,560	48.68%

Fund 13 - 3/8 Cent Sales Tax Expenditures

Fund 13 records the expenditures for park capital improvement projects and transfers to the debt service for debt payments on previous completed capital improvement projects. The remainder of funds are transferred to the Parks Fund for parks/recreation activities. An additional \$65,000 was transferred to the parks fund upon reconciling the needs to cover debt payments.

	<u>Budget</u>	<u>YTD Actual</u>	<u>Percent Expended</u>
Parks Recreation	\$ -	\$ 12,406	
Transfers Out	\$ 1,056,349	\$ 563,642	53.36%
Total Expenditures	\$ 1,056,349	\$ 576,048	54.53%