

# Quarterly Financial Status Report FY 2016/2017 1st Quarter

**Executive Summary:**

The City of Mesa has closed the first quarter of the fiscal year (FY) 2016/17, July through September. This snapshot shows the financial projection for the year compared to the adopted budget. In the first quarter of the fiscal year, the budgeted amounts are used for expenditure projections unless significant items are identified. The sources may be adjusted based on trends seen in the actual receipts for FY 15/16 and the first quarter.

There are no significant deviations to report for either the General Governmental Funds or the Enterprise Fund. The General Governmental revenues are projected to be consistent with the budget and overall expenses are projected to be less than budget. The Enterprise Fund is projected to achieve a slightly greater positive net sources and uses.



	General Government Funds		Enterprise Fund
	Revenues	Expenditures	Net Sources and Uses
Adopted Budget	\$ 398,058	\$ 405,977	\$ (8,004)
Year to Date Actuals	\$ 86,823	\$ 81,011	\$ 22,304
Year End Estimate	\$ 397,751	\$ 407,409	\$ (7,536)

(In Thousands)

**Legend**

Exceeding
On Track
Caution
Monitoring

General Government Funds		Enterprise Fund
Revenues	Expenditures	Net Sources and Uses
Taxes	Community Development and Services	Electric
Intergovernmental	Parks and Library	Natural Gas
Sales and Charges for Services	Law Enforcement	Solid Waste
Licenses, Fees, and Permits	Fire and Medical	Wastewater
Fines and Forfeitures	Other Departments	Water
Other Revenues	Transfers Out	Other/Non-Utility
Transfer In		

### General Fund and Quality of Life - Revenues

Revenue Categories	Adopted Budget	Year to Date Actuals	Year End Estimate
<a href="#">Taxes</a>	\$ 129,554	\$ 27,793	\$ 129,639
<a href="#">Intergovernmental</a>	\$ 122,777	\$ 25,637	\$ 124,017
<a href="#">Sales and Charges for Services</a>	\$ 10,660	\$ 2,695	\$ 10,681
<a href="#">Licenses, Fees, and Permits</a>	\$ 19,270	\$ 3,742	\$ 18,125
<a href="#">Fines and Forfeitures</a>	\$ 4,080	\$ 952	\$ 3,584
<a href="#">Other Revenues</a>	\$ 1,836	\$ 39	\$ 1,823
<a href="#">Transfers In</a>	\$ 109,881	\$ 25,965	\$ 109,881
<b>Total</b>	<b>\$ 398,058</b>	<b>\$ 86,823</b>	<b>\$ 397,751</b>

(In Thousands)

Exceeding
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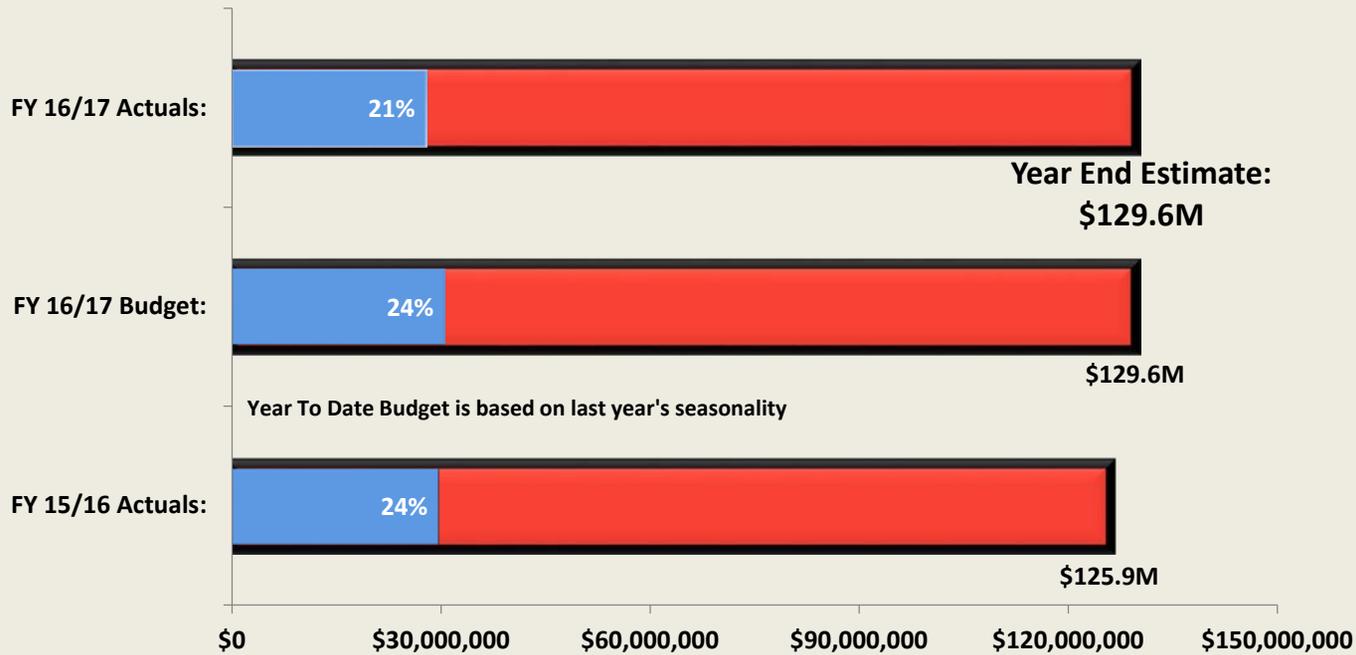
## FY 16/17 Revenues: Taxes Summary

The below data represents revenue collections from sales and use taxes in the General Fund and Quality of Life Fund.

	Adopted Budget	Year to Date Actuals	Year End Estimate
General Fund	\$ 107,221	\$ 29,623	\$ 107,292
Quality of Life Fund	\$ 22,333	\$ (1,830)	\$ 22,347
<b>Total Tax Revenue</b>	<b>\$ 129,554</b>	<b>\$ 27,793</b>	<b>\$ 129,639</b>

(In Thousands)

### Taxes - Revenues



Sales tax collection is on target. The negative amount in the Quality of Life Fund is due to a prior fiscal year adjustment.

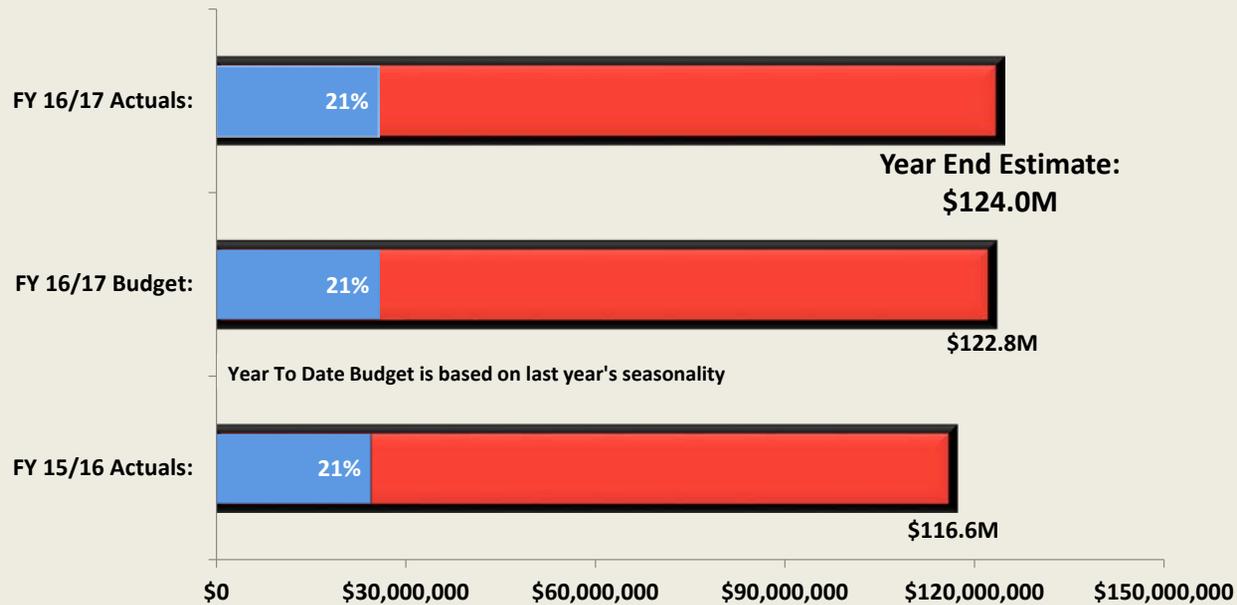
### FY 16/17 Revenues: Intergovernmental Summary

The below data represents revenue collections from federal grants and reimbursements, urban revenue sharing (state income tax), state shared sales tax, vehicle license tax, highway user tax, state grants and reimbursements, and county and other government revenues in the General Fund and Quality of Life Fund.

	Adopted Budget	Year to Date Actuals	Year End Estimate
Urban Revenue Sharing	\$ 57,735	\$ 14,440	\$ 57,761
State Shared Sales Tax	\$ 42,614	\$ 6,916	\$ 43,342
Vehicle License Tax	\$ 18,549	\$ 3,750	\$ 19,008
Other	\$ 3,878	\$ 530	\$ 3,906
<b>Total Intergovt Revenue</b>	<b>\$ 122,777</b>	<b>\$ 25,637</b>	<b>\$ 124,017</b>

(In Thousands)

#### Intergovernmental - Revenues



The City is projecting a slight increase in revenues collected for vehicle license tax and state shared sales tax as current receivables are higher than forecasted. Otherwise the category is on track with budget.

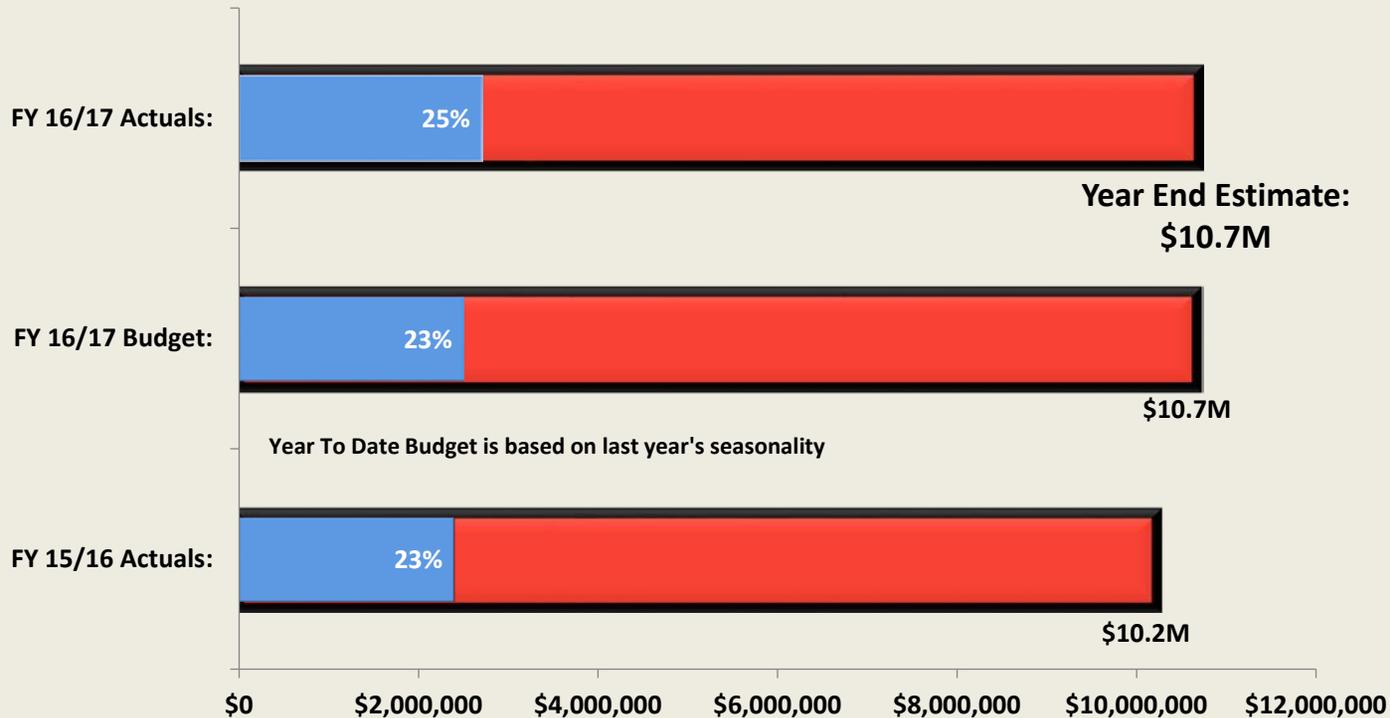
## FY 16/17 Revenues: Sales and Charges for Services Summary

The below data represents revenue collections from general services, culture and recreation services, and enterprise services in the General Fund and Quality of Life Fund.

Adopted Budget	Year to Date Actuals	Year End Estimate
\$ 10,660	\$ 2,695	\$ 10,681

(In Thousands)

### Sales and Charges for Services - Revenues



Subdivision development fees, planning service fees and design review board fees year end estimates were adjusted upward due to a slight increase in activity.

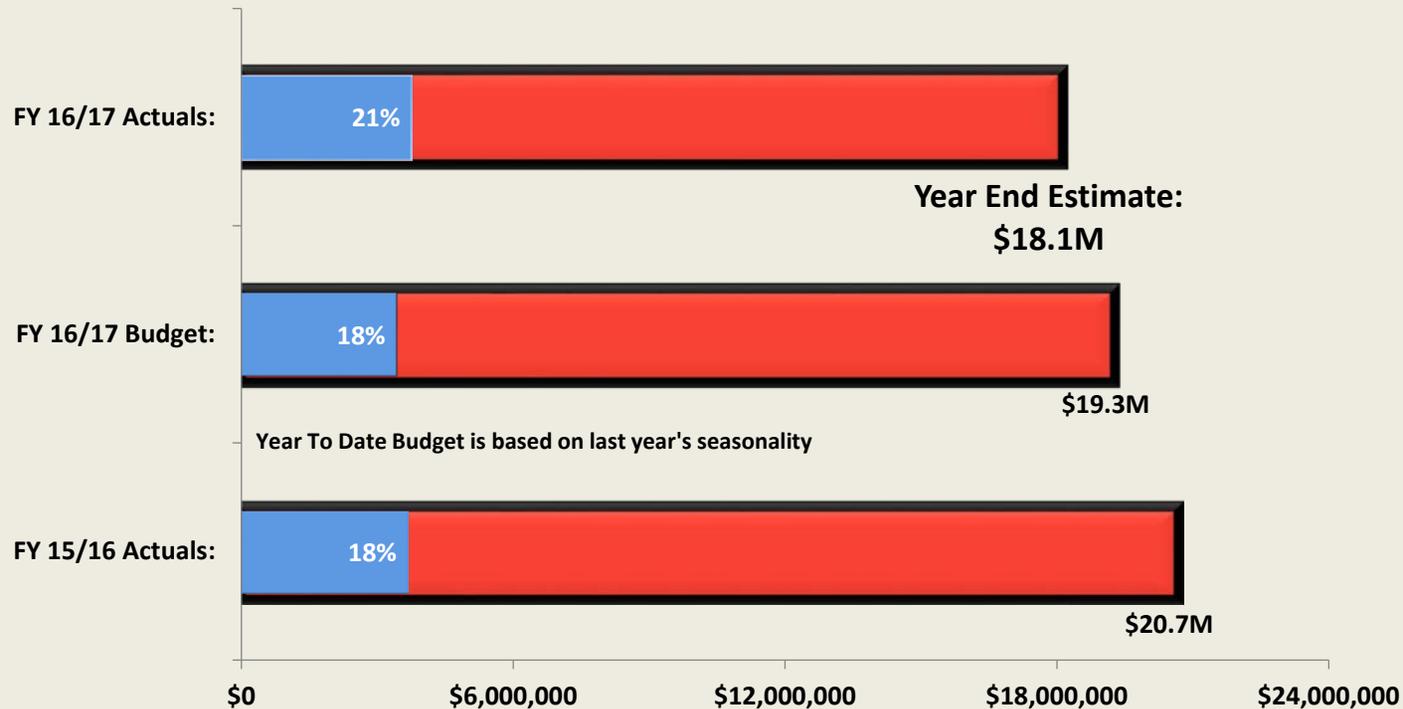
## FY 16/17 Revenues: Licenses, Fees, and Permits Summary

The below data represents revenue collections from business licenses, permits, fees, court fees, and culture and recreation fees in the General Fund and Quality of Life Fund.

Adopted Budget	Year to Date Actuals	Year End Estimate
\$ 19,270	\$ 3,742	\$ 18,125

(In Thousands)

### Licenses, Fees, and Permits - Revenues



The year end estimate for building permits increased \$130K due to an increase in commercial fire permits. The year end estimates for court user fees, defensive driving classes and photo safety fees were decreased \$209K, \$807K and \$192K, respectively, due to the photo radar program being placed on hold three months.

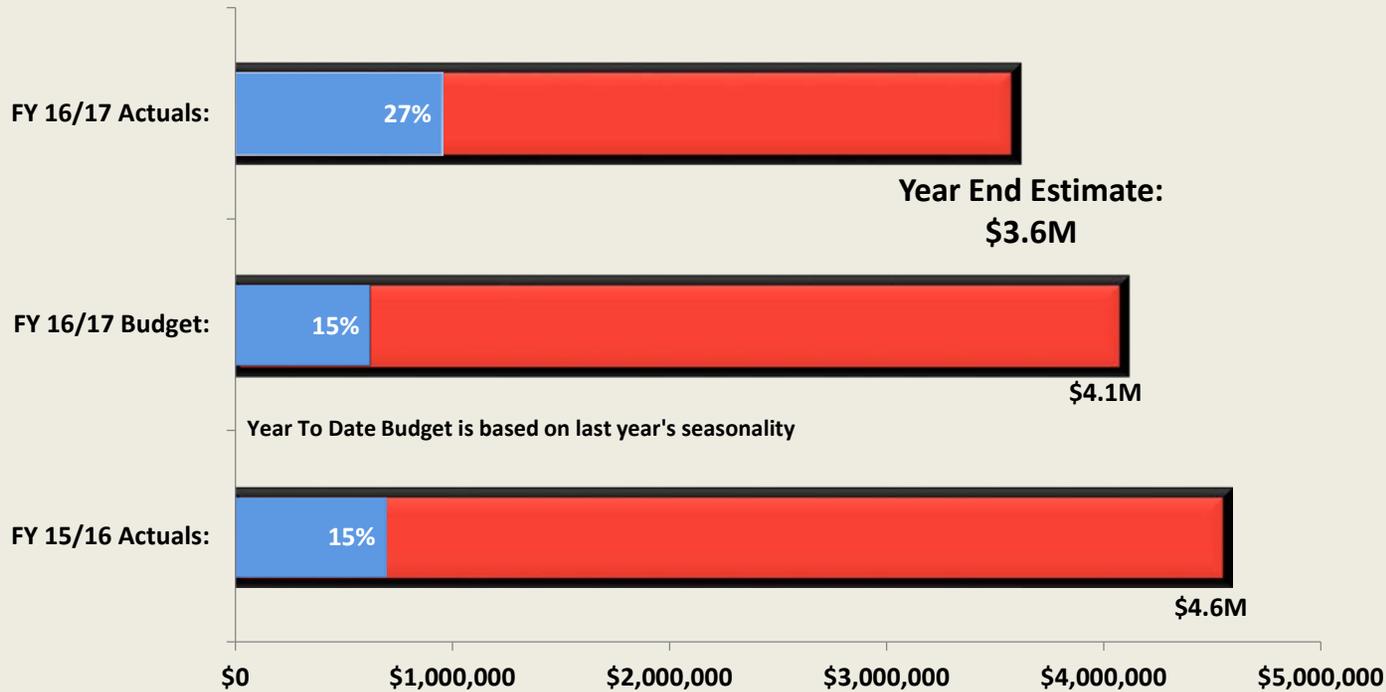
## FY 16/17 Revenues: Fines and Forfeitures Summary

The data below represents revenue collections from court and other fines in the General Fund and Quality of Life Fund.

Adopted Budget	Year to Date Actuals	Year End Estimate
\$ 4,080	\$ 952	\$ 3,584

(In Thousands)

### Fines and Forfeitures - Revenues



The year end estimates for civil fines was adjusted down by \$573K due to the photo radar program being placed on hold for three months. Library fines were adjusted down by \$81K due to the new automatic renewal process of library materials. Criminal fines were increased do to an increase of older outstanding debt being satisfied.

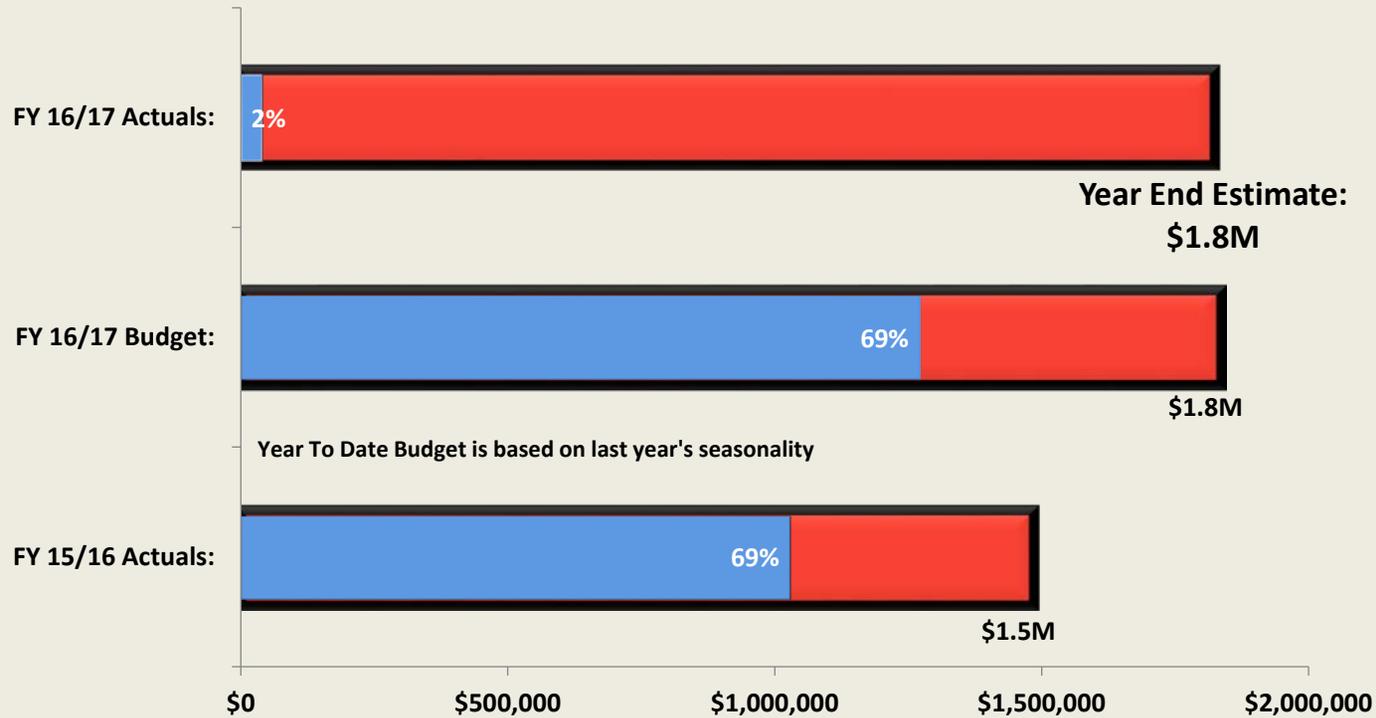
## FY 16/17 Revenues: Other Revenues Summary

The data below represents revenue collections from interest, contributions and donations, other financing sources, sale of property, self insurance contributions, and other revenues in the General Fund and Quality of Life Fund.

Adopted Budget	Year to Date Actuals	Year End Estimate
\$ 1,836	\$ 39	\$ 1,823

(In Thousands)

### Other Revenues - Revenues



Other revenues is currently on track but can fluctuate from year to year as the sale of city property is not necessarily constant.

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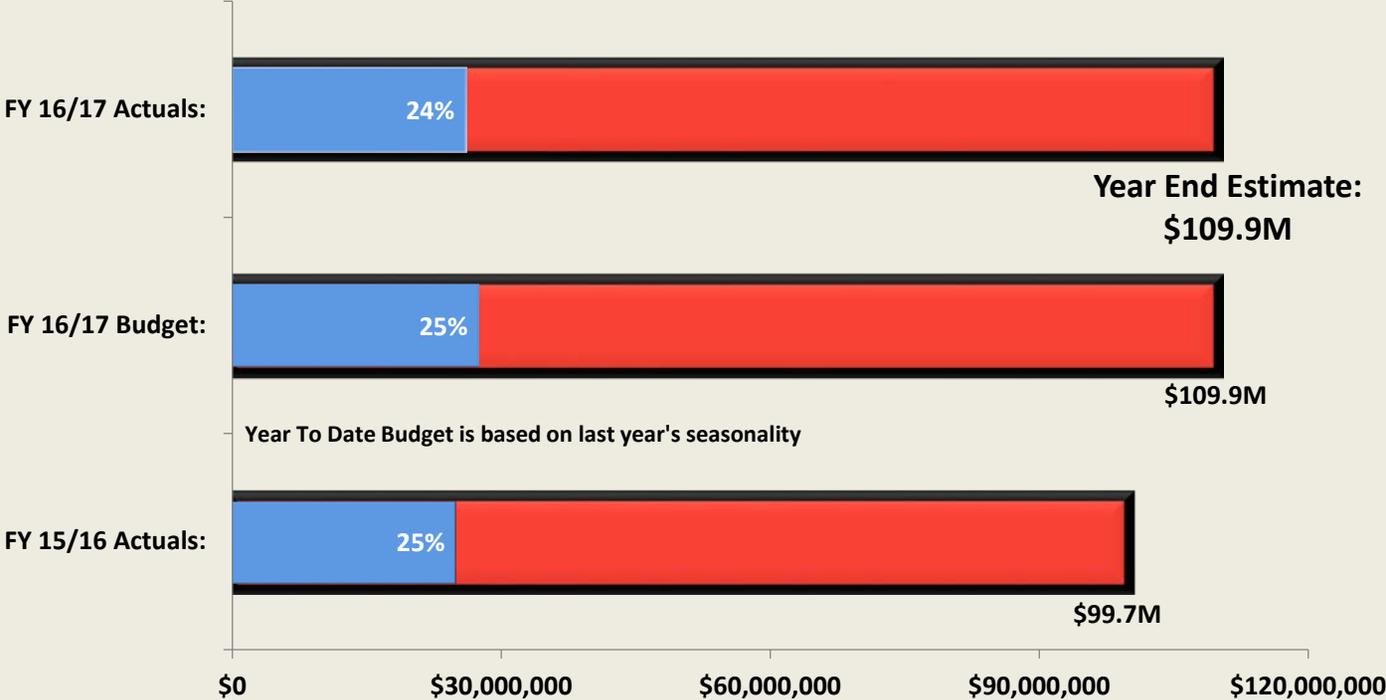
### FY 16/17 Revenues: Transfers In Summary

The data below represents transfers into the General Fund and Quality of Life Fund from other funds within the city.

Adopted Budget	Year to Date Actuals	Year End Estimate
\$ 109,881	\$ 25,965	\$ 109,881

(In Thousands)

#### Transfers In - Revenues



Transfers into the General Fund are mainly comprised of the utility contributions and are scheduled for processing on a quarterly basis.

## General Fund and Quality of Life - Expenditures

Expenditures	Adopted Budget	Year to Date Actuals	Year End Estimate
<a href="#">Community Development and Services</a>	\$ 10,044	\$ 2,172	\$ 10,025
<a href="#">Parks and Library</a>	\$ 24,025	\$ 5,487	\$ 23,986
<a href="#">Law Enforcement</a>	\$ 178,910	\$ 39,977	\$ 178,547
<a href="#">Fire and Medical</a>	\$ 71,582	\$ 16,711	\$ 71,659
<a href="#">Other Departments</a>	\$ 89,695	\$ 16,030	\$ 89,206
<a href="#">Transfers Out</a>	\$ 31,721	\$ 635	\$ 33,986
<b>Total</b>	<b>\$ 405,977</b>	<b>\$ 81,011</b>	<b>\$ 407,409</b>

(In Thousands)

Exceeding
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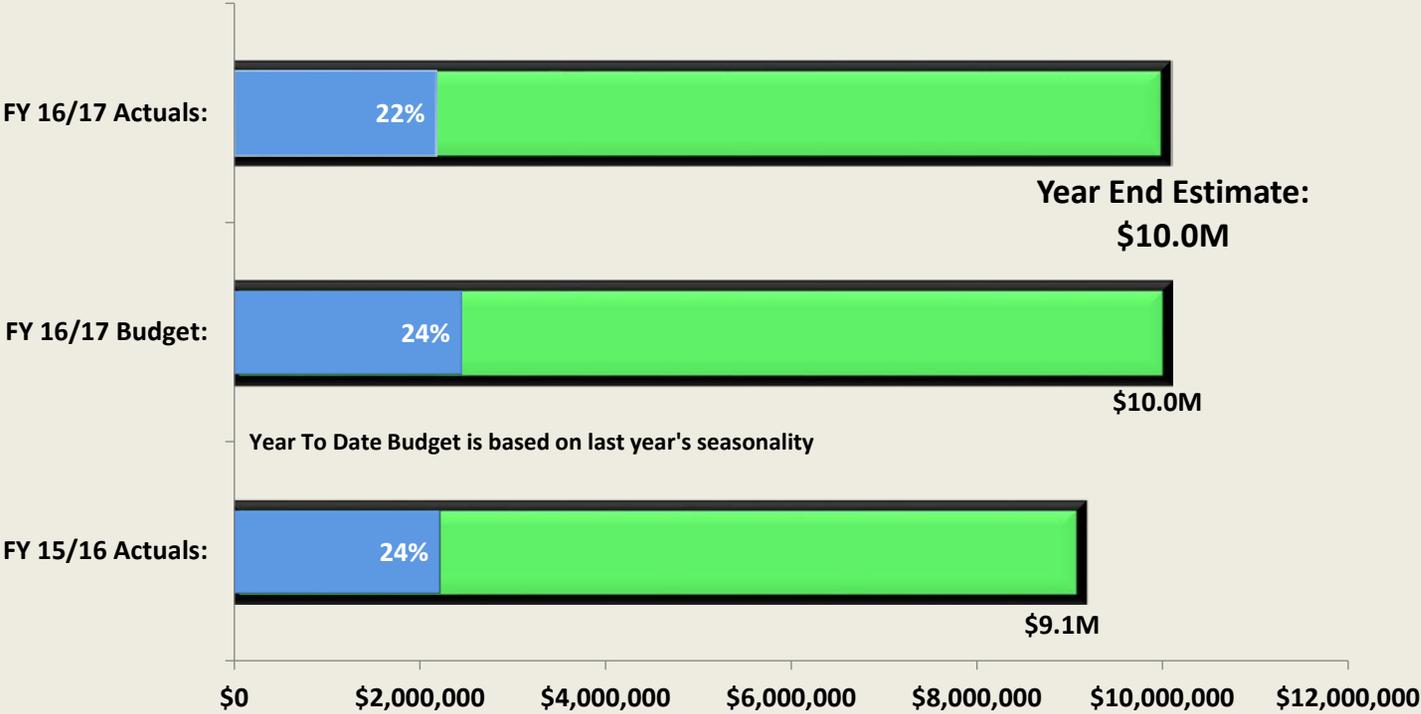
## FY 16/17 Expenditures: Community Development and Services Summary

The below data represents posted expenditures in the General Fund and Quality of Life Fund from the Development Services Department and the Community Services Department.

Adopted Budget	Year to Date Actuals	Year End Estimate
\$ 10,044	\$ 2,172	\$ 10,025

(In Thousands)

### Community Development and Services - Expenditures



Both departments are on track with budget.

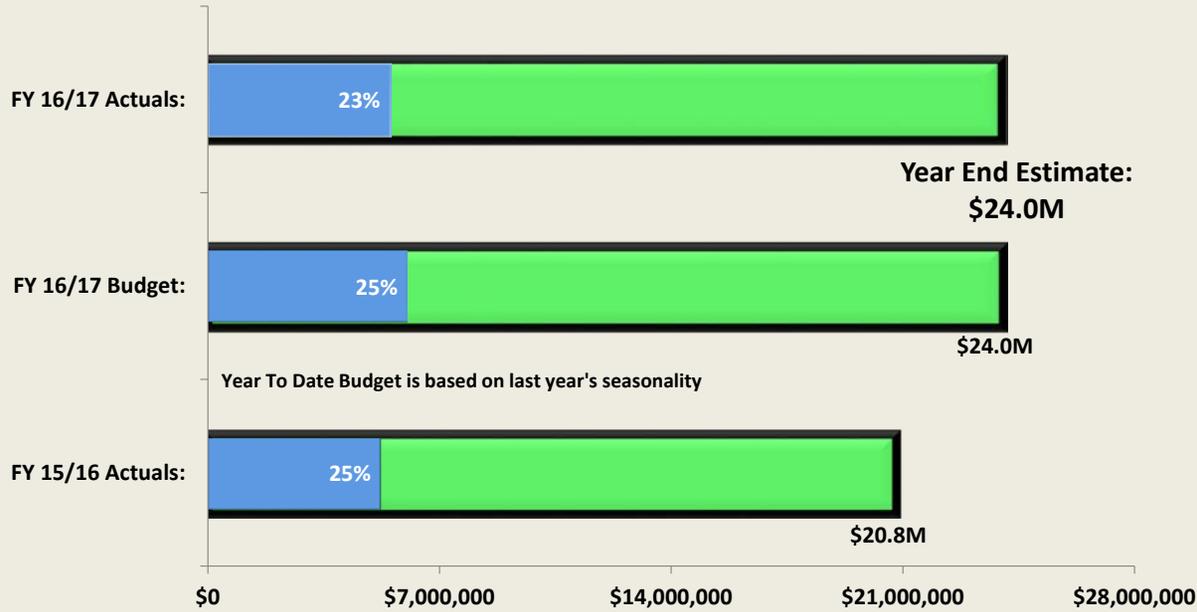
### FY 16/17 Expenditures: Parks and Library Summary

The below data represents posted expenditures in the General Fund and Quality of Life Fund from the Library Department, and the Parks, Recreation and Community Facilities Department.

Adopted Budget	Year to Date Actuals	Year End Estimate
\$ 24,025	\$ 5,487	\$ 23,986

(In Thousands)

#### Parks and Culture - Expenditures



Both departments are on track with budget.

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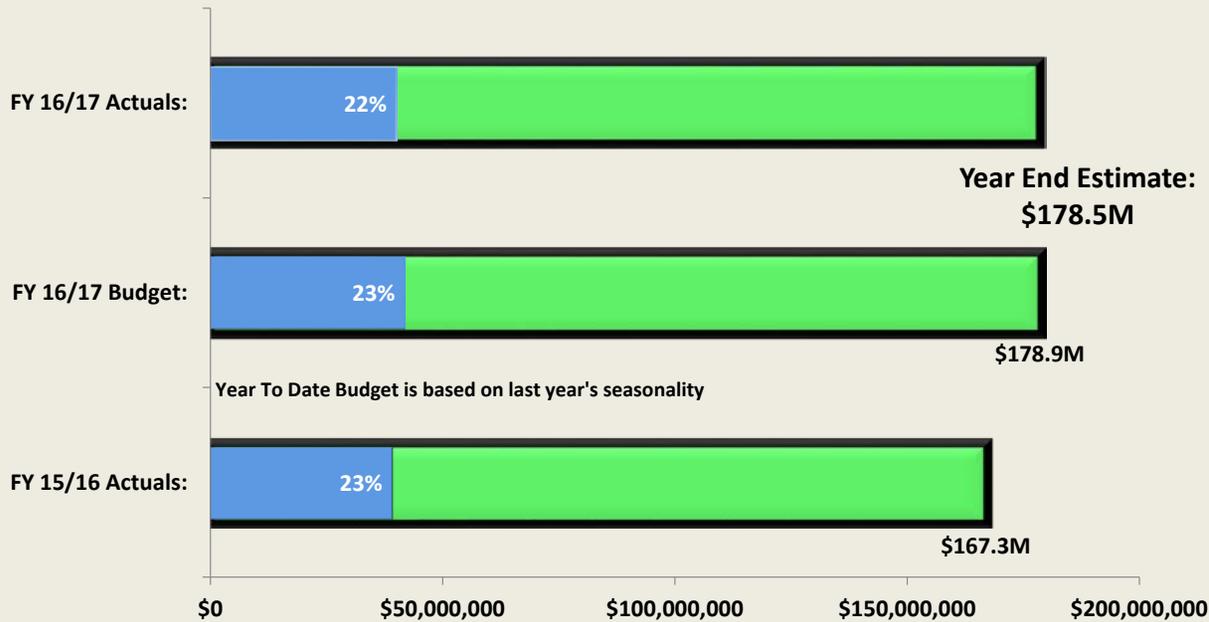
### FY 16/17 Expenditures: Law Enforcement Summary

The below data represents posted expenditures in the General Fund and Quality of Life Fund from the Police Department and the Municipal Court Department.

Adopted Budget	Year to Date Actuals	Year End Estimate
\$ 178,910	\$ 39,977	\$ 178,547

(In Thousands)

#### Law Enforcement - Expenditures



Both departments are currently on track wth budget. The year end estimate for the Police Department was reduced by \$287K to take out items carried over to FY 16/17 but paid for in FY 15/16.

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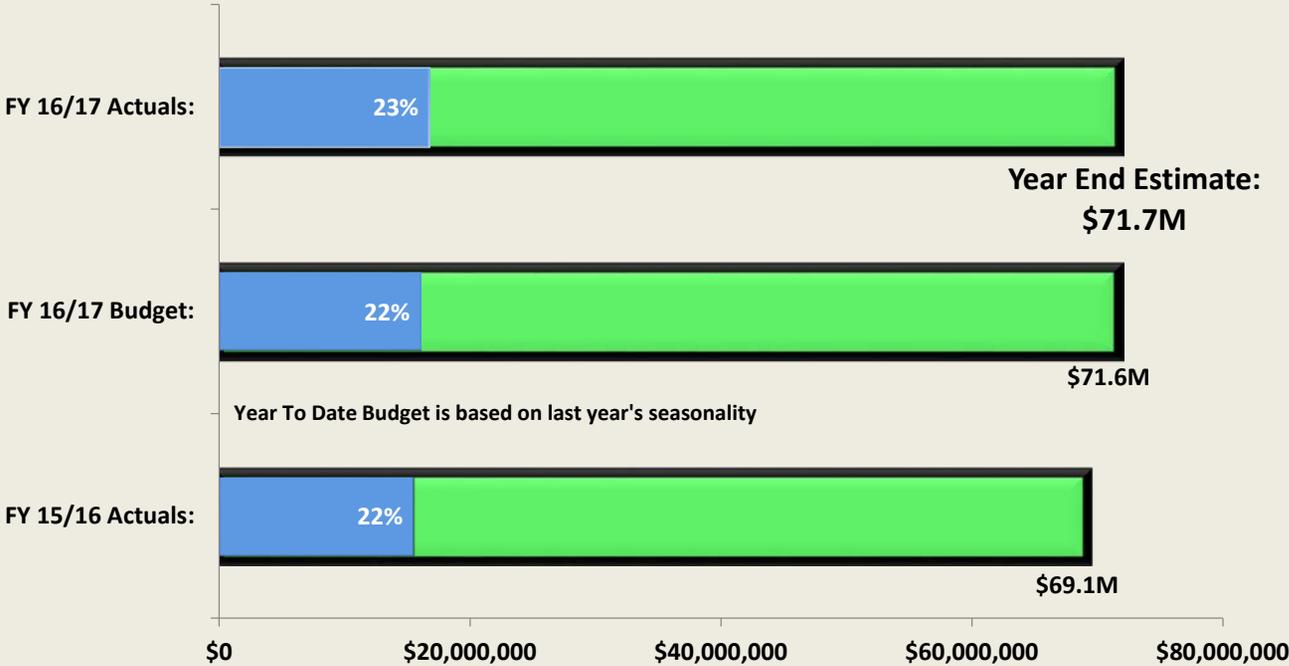
### FY 16/17 Expenditures: Fire and Medical Summary

The below data represents posted expenditures in the General Fund and Quality of Life Fund from the Fire and Medical Department.

Adopted Budget	Year to Date Actuals	Year End Estimate
\$ 71,582	\$ 16,711	\$ 71,659

(In Thousands)

#### Fire and Medical - Expenditures



The year end estimate has been adjusted to include an additional equipment mechanic position to assist with both the maintaining and repairing of current MFMD apparatus and work done on external entities' fleets. A revenue offset is anticipated for the work done on behalf of other entities. Other budget components are on track with budget.

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## FY 16/17 Expenditures: Other Departments Summary

The below data represents posted expenditures in the General Fund and Quality of Life Fund from the departments of:

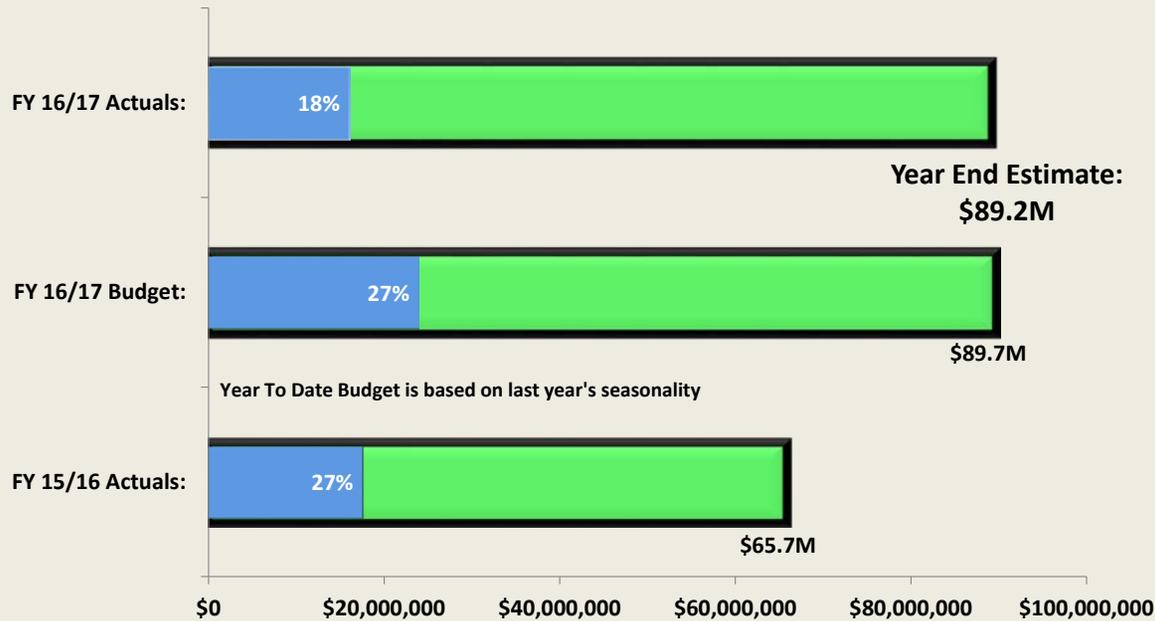
- |                            |                        |                          |                                       |
|----------------------------|------------------------|--------------------------|---------------------------------------|
| Business Services          | Communications         | Financial Services       | Office of Management and Budget       |
| Centralized Appropriations | Economic Development   | Fleet Services           | Public Information and Communications |
| City Attorney              | Energy Resources       | Human Resources          | Environmental Mgmt and Sustainability |
| City Auditor               | Engineering            | Information Technology   | Transit Services                      |
| City Clerk                 | Facilities Maintenance | Mayor and Council        | Transportation                        |
| City Manager               | Falcon Field Airport   | Office of ERP Management | Water Resources                       |

*Includes all departments not identified elsewhere. Some departments may not have expenditures in these funds.*

Adopted Budget	Year to Date Actuals	Year End Estimate
\$ 89,695	\$ 16,030	\$ 89,206

(In Thousands)

### Other Departments - Expenditures



Other departments overall are on track with budget.

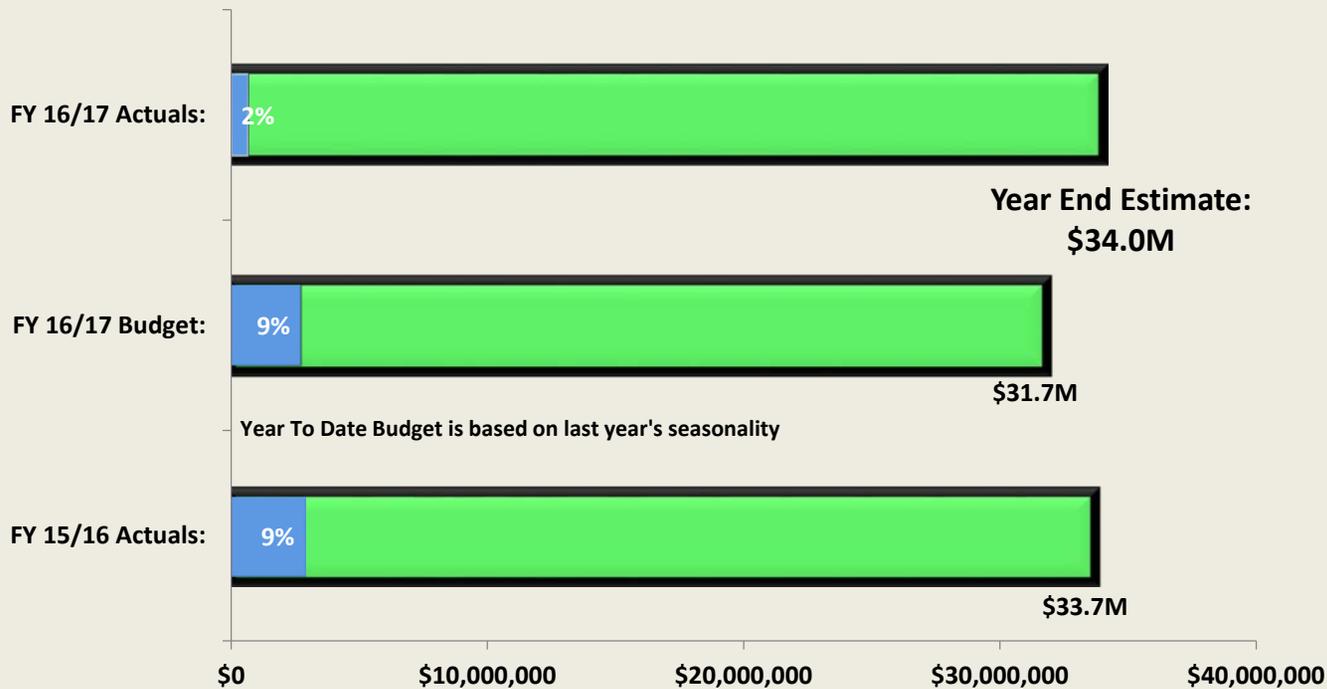
## FY 16/17 Expenditures: Transfers Out Summary

The data below represents transfers out of the General Fund and Quality of Life Fund to the Vehicle Replacement Fund, Capital - General Fund, Impact Fees Funds, General Obligation Debt and Transit Fund.

Adopted Budget	Year to Date Actuals	Year End Estimate
\$ 31,721	\$ 635	\$ 33,986

(In Thousands)

### Transfers Out - Expenditures



The year end estimate for the General Fund to General Capital transfer has been adjusted \$2.3M above the adopted budget. The increase of the transfer is primarily due to \$615K for a new compressor for a Police Department facility, \$638K of Other Departments budgeted projects categorized as capital rather than operations, and \$811K in project costs that were not expensed in FY 2016 but will be expensed FY 2017.

## Enterprise Fund

Utility Net Sources and Uses	Adopted Budget	Year to Date Actuals	Year End Estimate
<a href="#">Electric</a>	\$ 428	\$ 4,565	\$ 735
<a href="#">Natural Gas</a>	\$ 1,781	\$ (349)	\$ 2,055
<a href="#">Solid Waste</a>	\$ (4,293)	\$ 2,332	\$ (4,292)
<a href="#">Wastewater</a>	\$ 3,473	\$ 4,494	\$ 3,485
<a href="#">Water</a>	\$ (2,561)	\$ 12,855	\$ (2,955)
<b>Total</b>	<b>\$ (1,172)</b>	<b>\$ 23,896</b>	<b>\$ (972)</b>

Other/Non-Utility Net Sources and Uses	Adopted Budget	Year to Date Actuals	Year End Estimate
<a href="#">Convention Center</a>	\$ (2,738)	\$ (826)	\$ (2,738)
<a href="#">Cubs/Sloan Park</a>	\$ (1,541)	\$ (423)	\$ (1,541)
<a href="#">District Cooling</a>	\$ 440	\$ 186	\$ 480
<a href="#">Golf Course</a>	\$ (1,088)	\$ (215)	\$ (860)
<a href="#">Hohokam</a>	\$ (1,906)	\$ (314)	\$ (1,906)
<b>Total</b>	<b>\$ (6,833)</b>	<b>\$ (1,592)</b>	<b>\$ (6,565)</b>

<b>Total Enterprise Fund</b>	<b>\$ (8,004)</b>	<b>\$ 22,304</b>	<b>\$ (7,536)</b>
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(In Thousands)

Exceeding
On Track
Caution
Monitoring

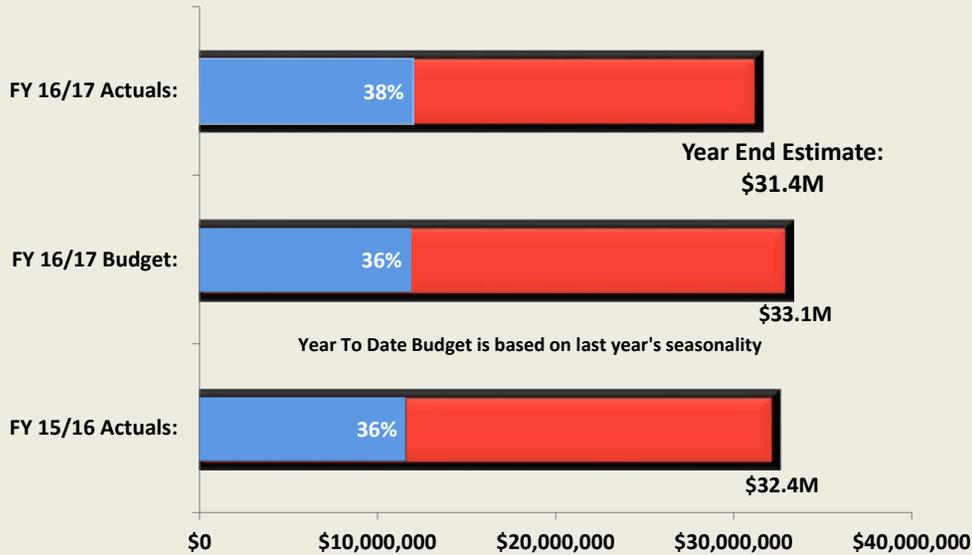
## Electric Summary

The data below represents financial information for the Enterprise Fund for the Electric sub-fund.  
Both direct (Energy Resources Department) and indirect (citywide) expenses are included.

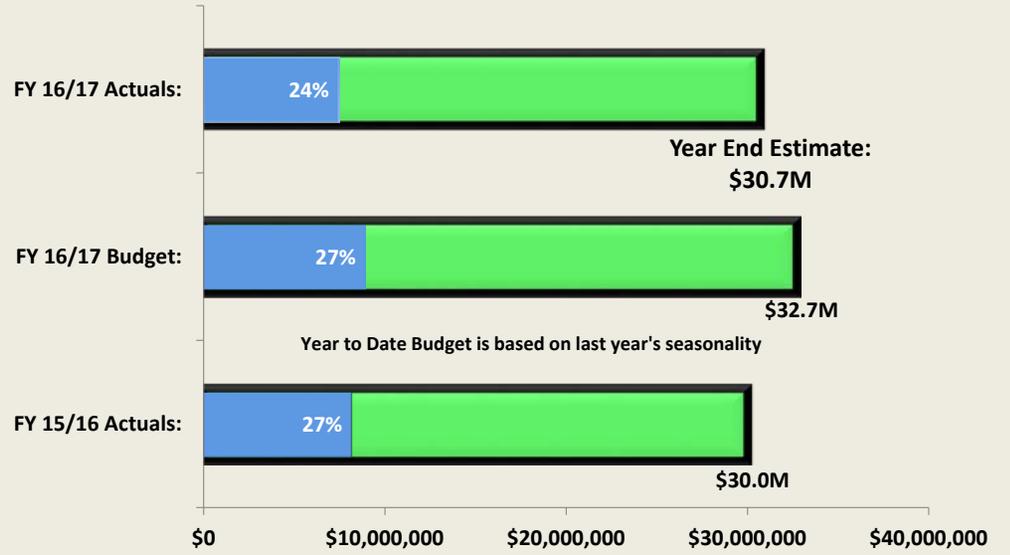
	Adopted Budget	Year to Date Actuals	Year End Estimate
Sources	\$ 33,105	\$ 11,985	\$ 31,400
Uses	\$ 24,165	\$ 5,255	\$ 22,152
Debt/Capital Transfers Out	\$ 2,020	\$ 542	\$ 2,020
General Fund Transfers Out	\$ 6,493	\$ 1,623	\$ 6,493
<b>Net Sources and Uses</b>	<b>\$ 428</b>	<b>\$ 4,565</b>	<b>\$ 735</b>

(In Thousands)

**Electric - Sources**



**Electric - Uses and Transfers**



All components are on track with budget.

The cost of the electric energy commodity is passed through to the customer. The year end estimate for the electric energy cost adjustment factor in both sources and uses was adjusted down by \$1.7M due to the costs associated with new electric purchase contracts being lower than anticipated.

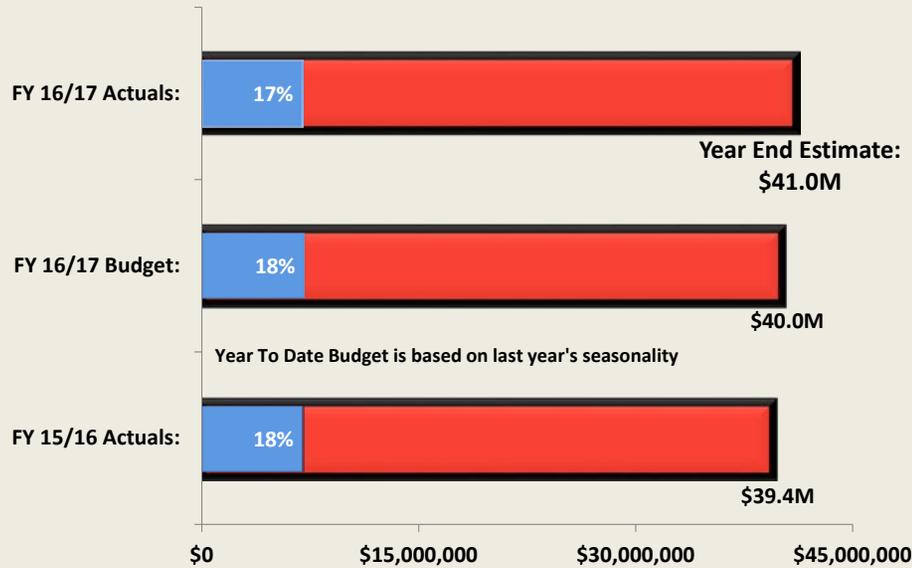
## Natural Gas Summary

The data below represents financial information for the Enterprise Fund for the Natural Gas sub-fund. Both direct (Energy Resources Department) and indirect (citywide) expenses are included.

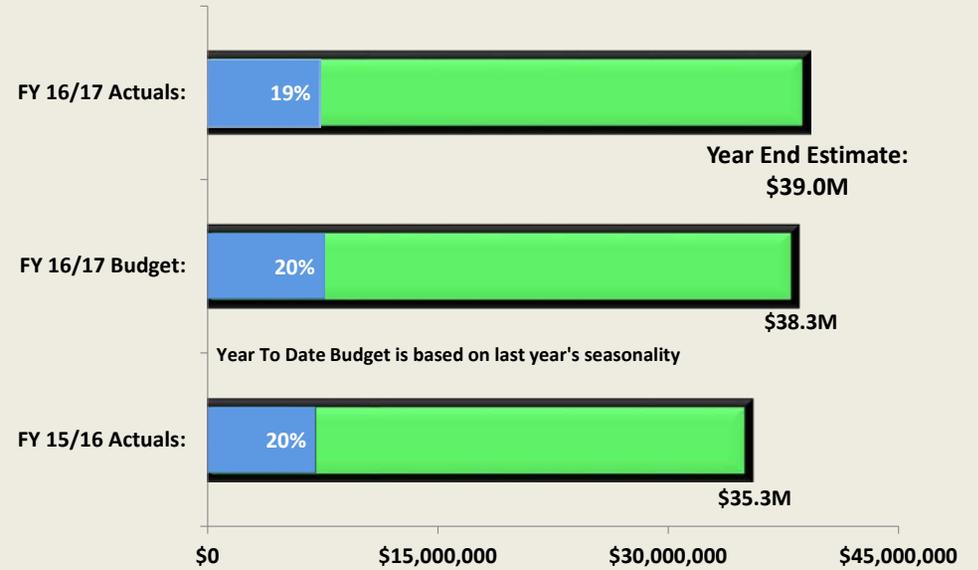
	Adopted Budget	Year to Date Actuals	Year End Estimate
Sources	\$ 40,038	\$ 6,947	\$ 41,047
Uses	\$ 24,602	\$ 4,036	\$ 25,336
Debt/Capital Transfers Out	\$ 5,895	\$ 1,321	\$ 5,895
General Fund Transfers Out	\$ 7,760	\$ 1,940	\$ 7,760
Net Sources and Uses	\$ 1,781	\$ (349)	\$ 2,055

(In Thousands)

**Natural Gas - Sources**



**Natural Gas - Uses and Transfers**



All components are on track with budget.

The cost of the natural gas commodity is passed through to the customer. The year end estimate for the natural gas cost adjustment factor in both sources and uses was adjusted up by \$1.1M due to the costs associated with new gas purchase contracts being higher than anticipated.

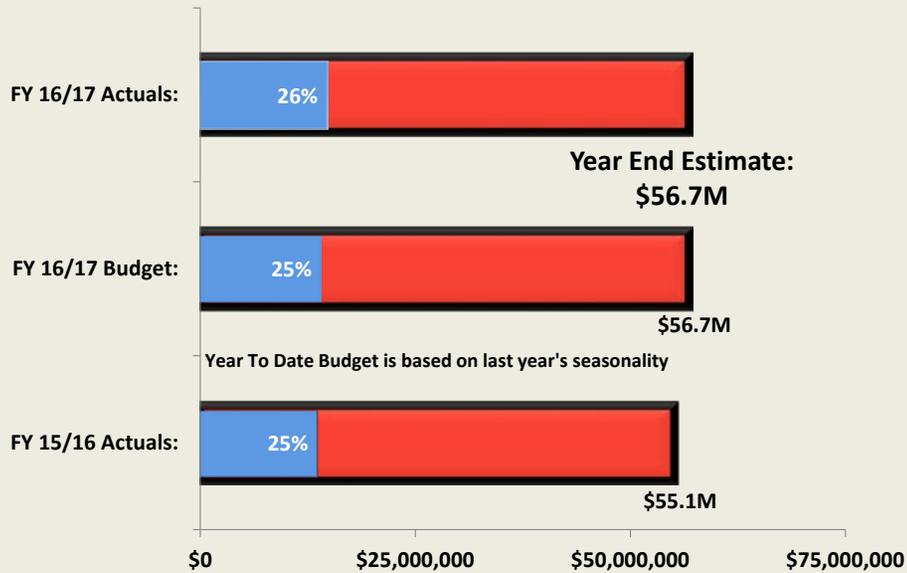
## Solid Waste Summary

The data below represents financial information from the Enterprise Fund for the Solid Waste sub fund. Both direct (Environmental Management and Sustainability Department) and indirect (citywide) expenses are included.

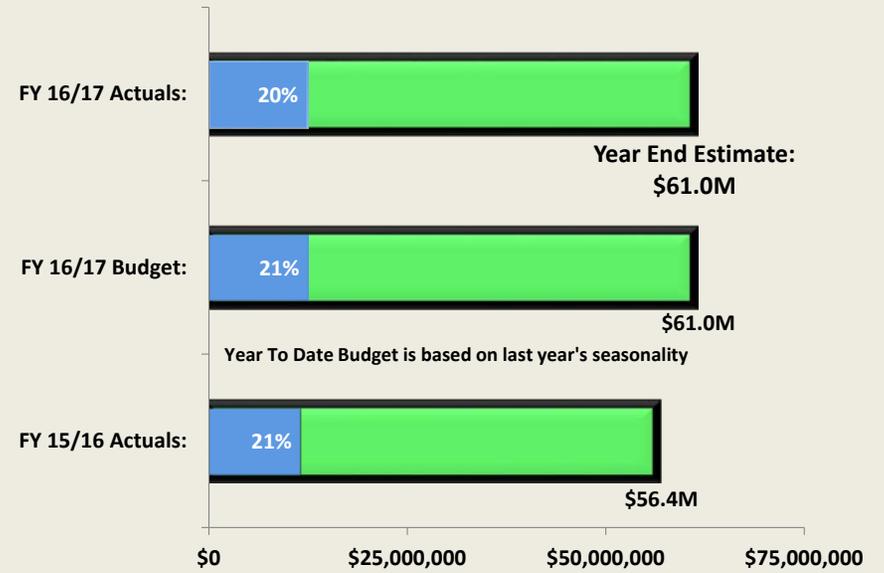
	Adopted Budget	Year to Date Actuals	Year End Estimate
Sources	\$ 56,724	\$ 14,703	\$ 56,724
Uses	\$ 34,730	\$ 6,647	\$ 34,729
Debt/Capital Transfers Out	\$ 4,856	\$ 366	\$ 4,856
General Fund Transfers Out	\$ 21,431	\$ 5,358	\$ 21,431
Net Sources and Uses	\$ (4,293)	\$ 2,332	\$ (4,292)

(In Thousands)

**Solid Waste - Sources**



**Solid Waste - Uses and Transfers**



All components are on track with budget.

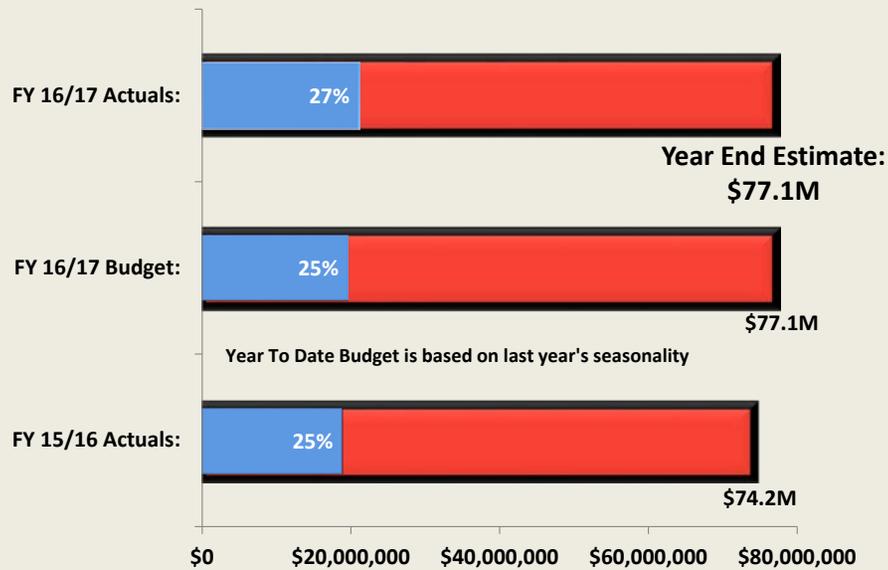
## Wastewater Summary

The data below represents financial information from the Enterprise Fund for the Wastewater Sub-fund.  
Both direct (Water Resources Department) and indirect (citywide) expenses are included.

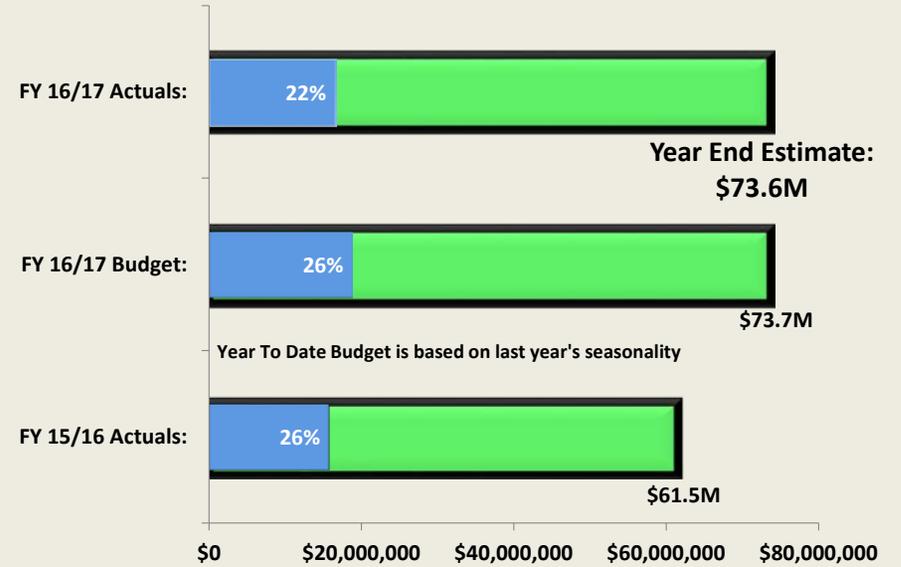
	Adopted Budget	Year to Date Actuals	Year End Estimate
Sources	\$ 77,135	\$ 21,022	\$ 77,135
Uses	\$ 26,311	\$ 4,765	\$ 26,299
Debt/Capital Transfers Out	\$ 32,788	\$ 8,123	\$ 32,788
General Fund Transfers Out	\$ 14,563	\$ 3,641	\$ 14,563
Net Sources and Uses	\$ 3,473	\$ 4,494	\$ 3,485

(In Thousands)

### Wastewater - Sources



### Wastewater - Uses and Transfers



All components are on track with budget.

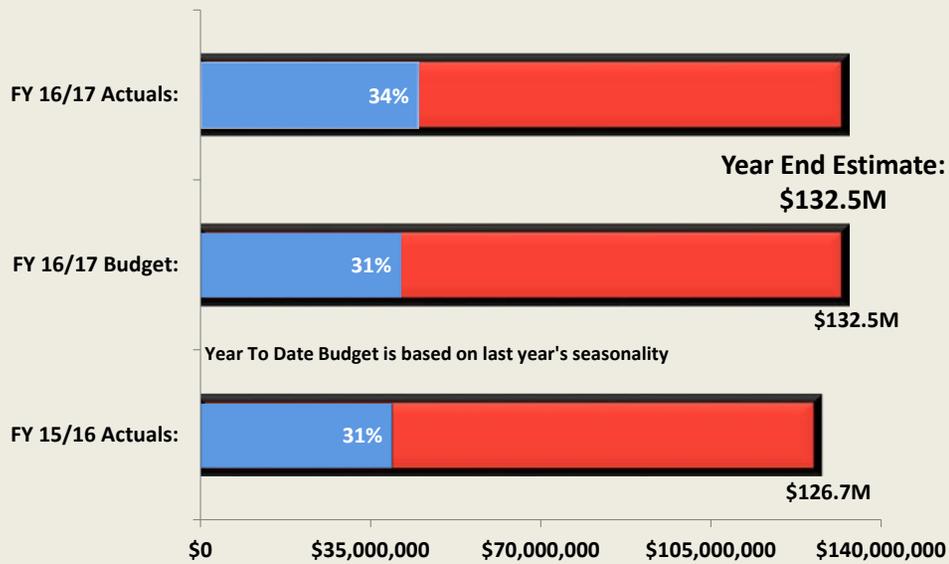
## Water Summary

The data below represents financial information from the Enterprise Fund for the Water Sub-fund.  
Both direct (Water Resources Department) and indirect (citywide) expenses are included.

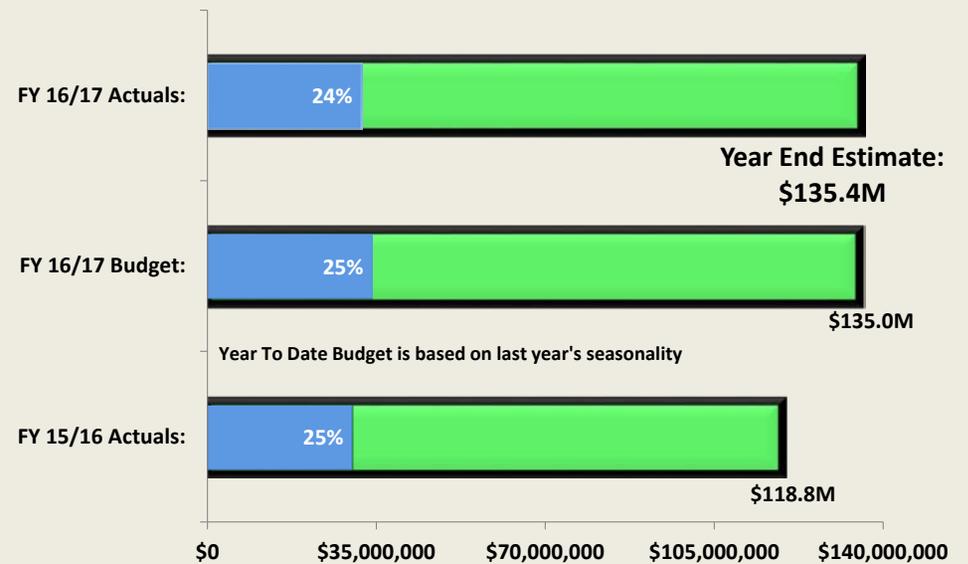
	Adopted Budget	Year to Date Actuals	Year End Estimate
Sources	\$ 132,460	\$ 44,717	\$ 132,460
Uses	\$ 43,951	\$ 10,338	\$ 43,917
Debt/Capital Transfers Out	\$ 37,455	\$ 8,120	\$ 37,883
General Fund Transfers Out	\$ 53,614	\$ 13,404	\$ 53,614
Net Sources and Uses	\$ (2,561)	\$ 12,855	\$ (2,955)

(In Thousands)

**Water - Sources**



**Water - Uses and Transfers**



The deviation in expenses is not significant to the overall Water program however the indicator changed to monitoring due to the small net sources and uses value. The year end estimate for the Debt/Capital Transfers Out was increased \$430K due to an increase in the transfer to the Economic Investment Fund.

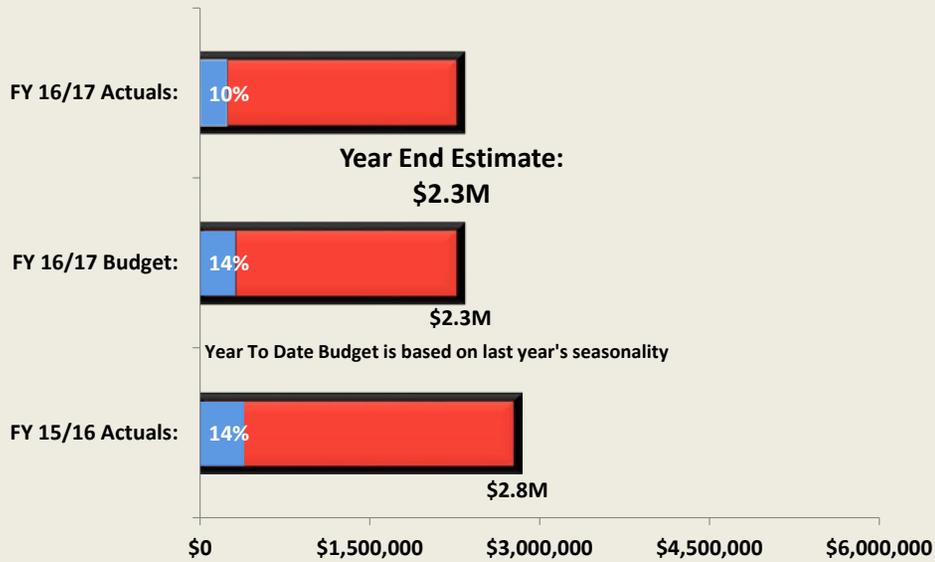
### Convention Center Summary

The data below represents financial information from the Enterprise Fund for the Convention Center sub-fund. Both direct (Parks, Recreation and Community Facilities Department) and indirect (citywide) expenses are included.

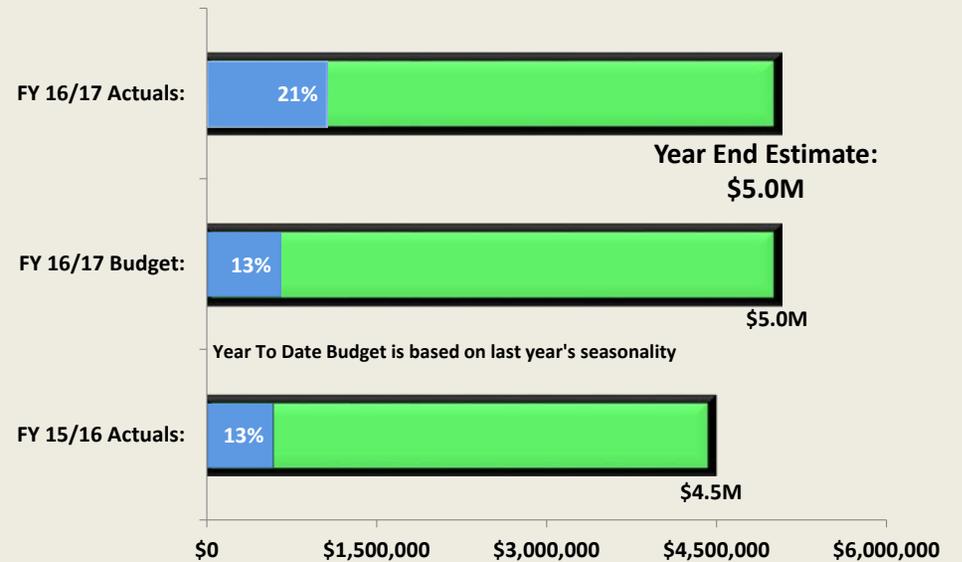
	Adopted Budget	Year to Date Actuals	Year End Estimate
Sources	\$ 2,297	\$ 233	\$ 2,297
Uses	\$ 4,362	\$ 1,059	\$ 4,362
Debt/Capital Transfers Out	\$ 673	\$ -	\$ 673
General Fund Transfers Out	\$ -	\$ -	\$ -
Net Sources and Uses	\$ (2,738)	\$ (826)	\$ (2,738)

(In Thousands)

**Convention Center - Sources**



**Convention Center - Uses and Transfers**



All components are on track with budget.

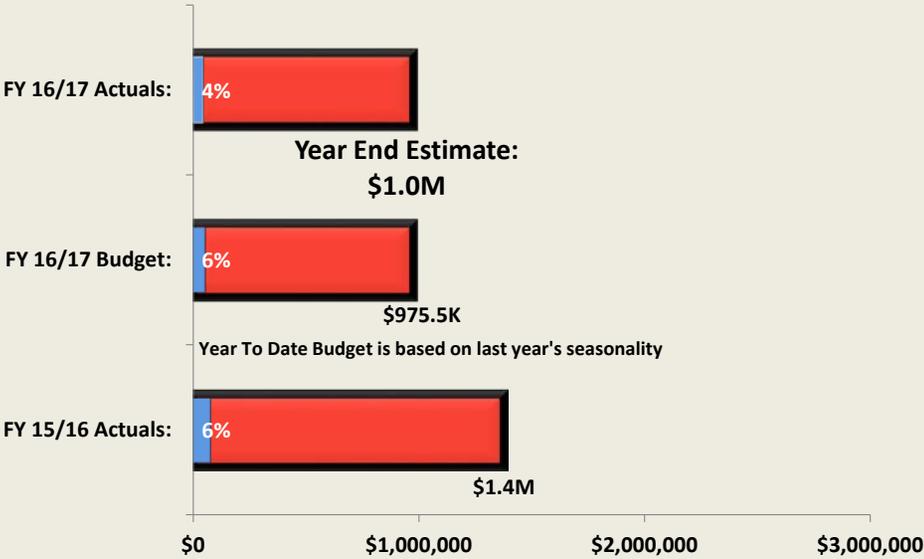
### Cubs/Sloan Park Summary

The data below represents financial information from the Enterprise Fund for the Cubs/Sloan Park sub-fund. Both direct (Parks, Recreation and Community Facilities Department) and indirect (citywide) expenses are included.

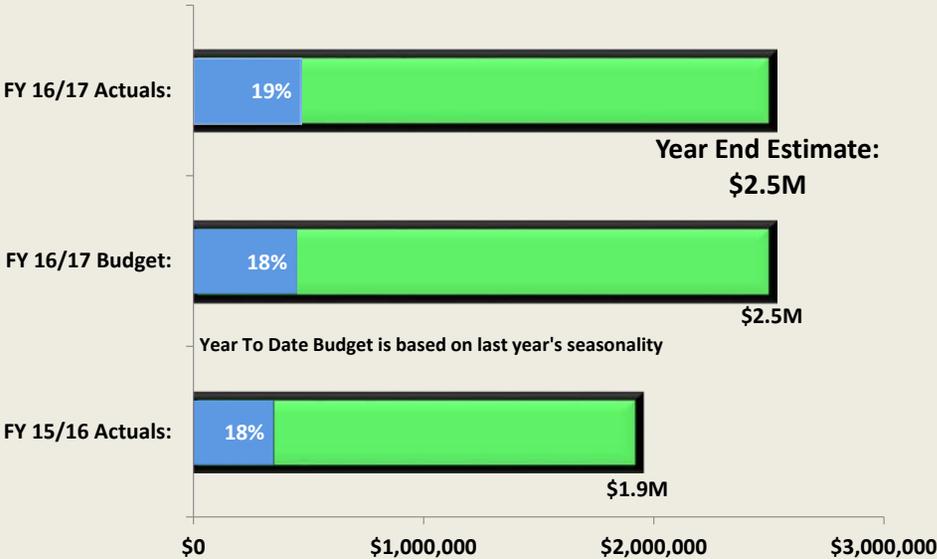
	Adopted Budget	Year to Date Actuals	Year End Estimate
Sources	\$ 976	\$ 43	\$ 976
Uses	\$ 2,321	\$ 466	\$ 2,321
Debt/Capital Transfers Out	\$ 195	\$ -	\$ 195
General Fund Transfers Out	\$ -	\$ -	\$ -
Net Sources and Uses	\$ (1,541)	\$ (423)	\$ (1,541)

(In Thousands)

**Cubs/Sloan Park - Sources**



**Cubs/Sloan Park - Uses and Transfers**



All components are on track with budget.

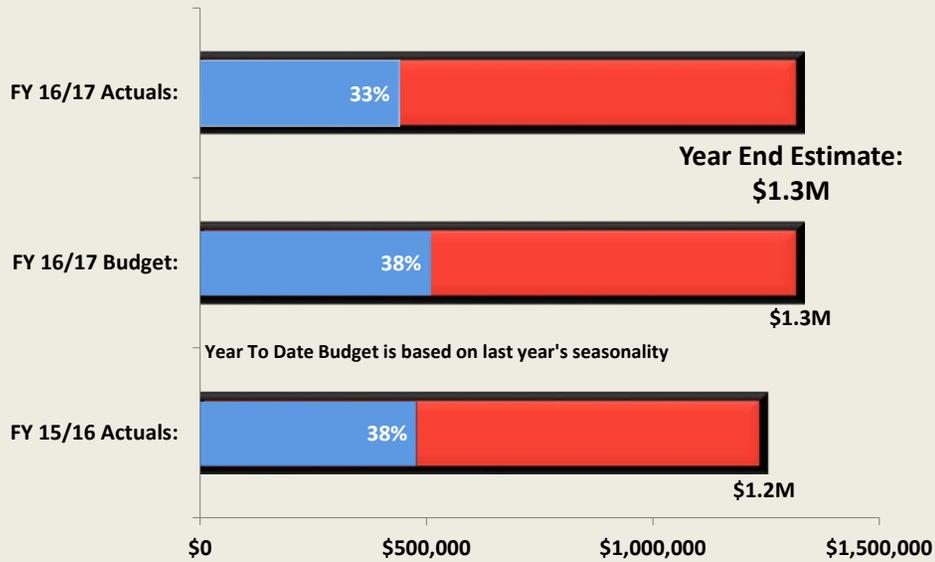
### District Cooling Summary

The data below represents financial information from the Enterprise Fund for District Cooling sub-fund. Both direct (Facilities Maintenance Department) and indirect (citywide) expenses are included.

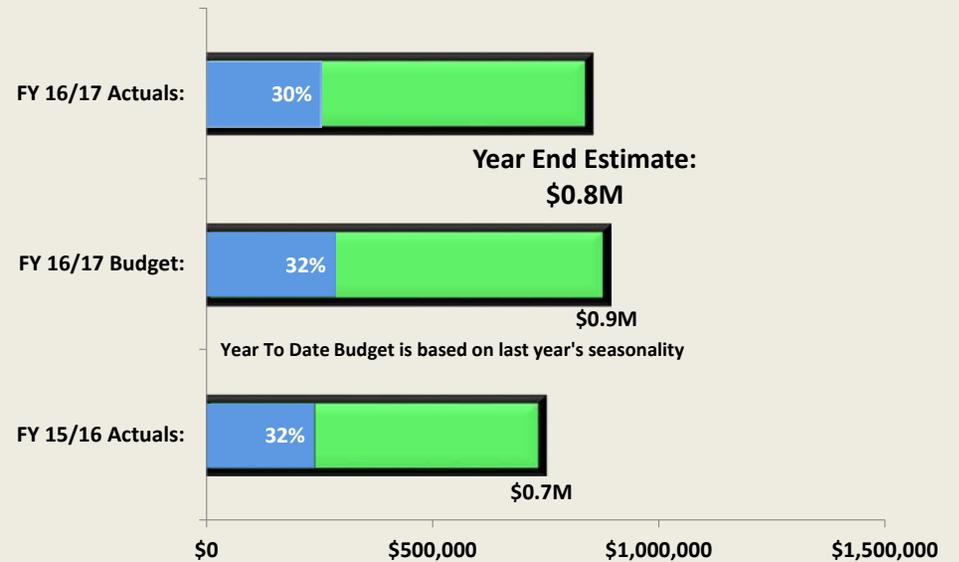
	Adopted Budget	Year to Date Actuals	Year End Estimate
Sources	\$ 1,325	\$ 439	\$ 1,325
Uses	\$ 883	\$ 253	\$ 843
Debt/Capital Transfers Out	\$ 2	\$ -	\$ 2
General Fund Transfers Out	\$ -	\$ -	\$ -
Net Sources and Uses	\$ 440	\$ 186	\$ 480

(In Thousands)

District Cooling - Sources



District Cooling - Uses and Transfers



All components are on track with budget.

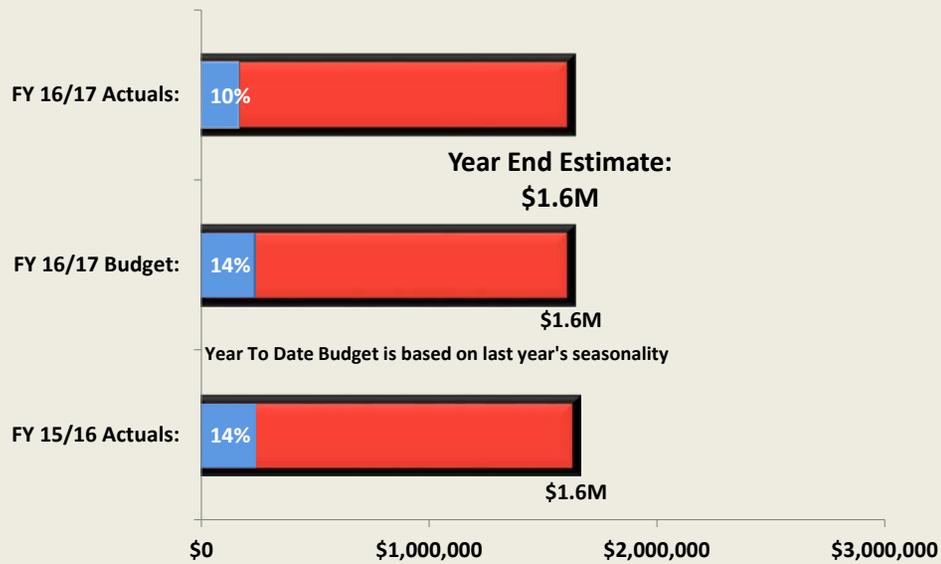
## Golf Course Summary

The data below represents financial information from the Enterprise Fund for the Golf Course sub-fund. Both direct (Parks, Recreation and Community Facilities Department) and indirect (citywide) expenses are included.

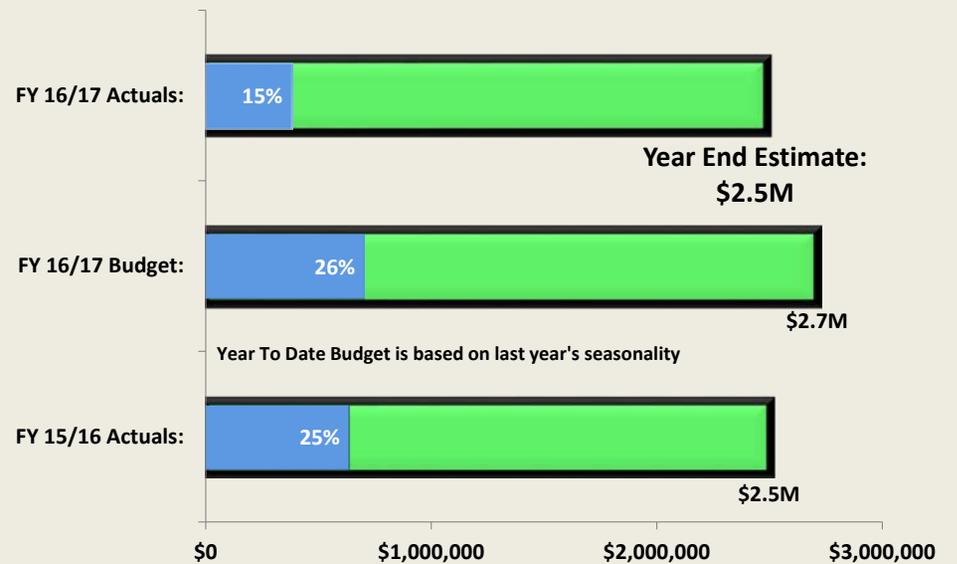
	Adopted Budget	Year to Date Actuals	Year End Estimate
Sources	\$ 1,623	\$ 165	\$ 1,623
Uses	\$ 2,077	\$ 364	\$ 2,055
Debt/Capital Transfers Out	\$ 633	\$ 16	\$ 428
General Fund Transfers Out	\$ -	\$ -	\$ -
Net Sources and Uses	\$ (1,088)	\$ (215)	\$ (860)

(In Thousands)

**Golf Course - Sources**



**Golf Course - Uses and Transfers**



Capital transfer decreased about \$200K due to adjustments made in the current infrastructure plan. Other components are on track with budget.

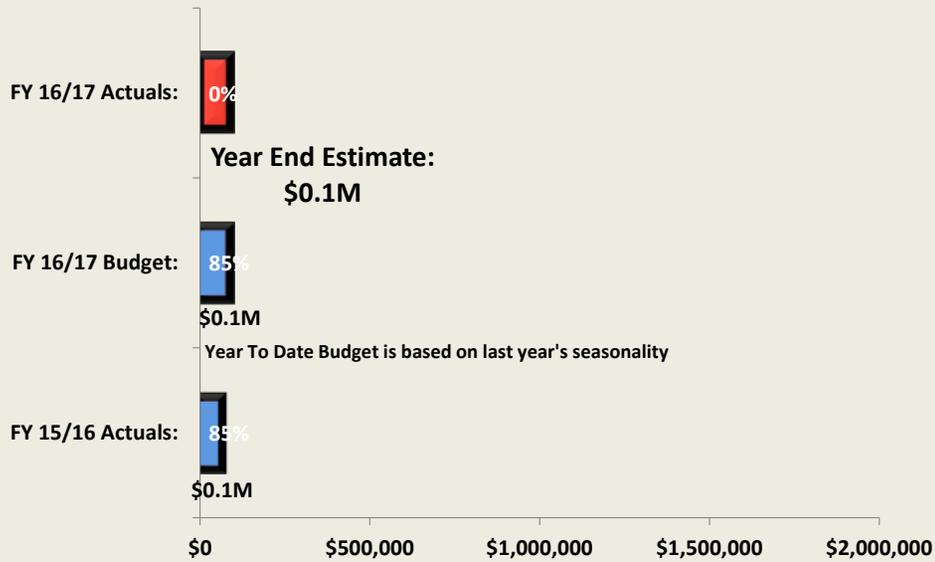
## Hohokam Summary

The data below represents financial information from the Enterprise Fund for the Hohokam Stadium sub-fund. Both direct (Parks, Recreation and Community Facilities Department) and indirect (citywide) expenses are included.

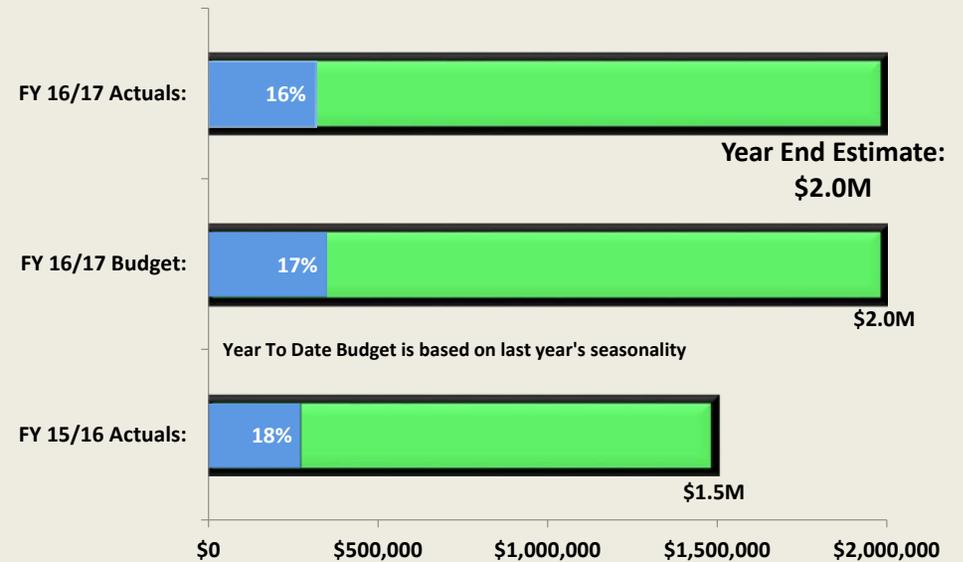
	Adopted Budget	Year to Date Actuals	Year End Estimate
Sources	\$ 87	\$ -	\$ 87
Uses	\$ 1,734	\$ 314	\$ 1,734
Debt/Capital Transfers Out	\$ 259	\$ -	\$ 259
General Fund Transfers Out	\$ -	\$ -	\$ -
Net Sources and Uses	\$ (1,906)	\$ (314)	\$ (1,906)

(In Thousands)

**Hohokam - Sources**



**Hohokam - Uses and Transfers**



All components are on track with budget.