

Monthly Financial Report

As of April 30, 2016

Staff Analysis & Recommendations

Staff Analysis:

- Revenue
 - Approximately 50% of FY16 revenues have been collected compared to the FY16 Final Budget.
 - Revenue collections for FY16 are less than collections during the same time period in FY15. This may be due to timing of when transactions are being posted to the system.
 - Approximately \$45.4 million of revenue was collected between March 31st and April 30th.
 - At the beginning of FY16 there was approximately \$97.3 million of delinquent taxes. As of April 30th there is a total of \$52.2 million of delinquent taxes. Approximately \$45.1 million of delinquent taxes have either been collected or written off, or a combination of both.
 - Delinquent Real Estate and Personal property Taxes at the beginning of FY16 totaled approximately \$84.3 million. As of April 30th the remaining amount of delinquent taxes for Real estate and Personal Property is approximately \$42.2 million representing a change of \$42.1 million from the beginning of the fiscal year.
 - FY16 actual revenue collection as of April 30th for delinquent real estate and personal property total approximately \$13.5 million.
- Expenditures
 - Approximately 71% of the total expenditure budget has been spent as of April 30th, per the report.
 - Per the report, the FY16 actual amount as of April 30th for Education was \$85.4 million or 50% of the total budget. This was unchanged since the March 31st report. For comparison purposes, Staff included the 3rd Qtr. transfer request from RPS of \$42.7 million for a total FY16 actual amount of \$128 million. With this change, FY16 actual expenditures as of April 30th represent approximately 77% of the total expenditure budget.

- As of April 30th there are approximately \$14.1 million of encumbrances for goods and services that have been incurred but not yet spent.
- Approximately \$77.2 million of actual expenditures between March 31st and April 30th. (Note: Amount includes the 3rd Qtr. transfer request from RPS)
- Actual expenditures for FY16 are less than expenditures during the same time period in FY15.
 - Note: The FY15 actual amount for Transfers-Out was not provided in the report. Staff used the amount that was provided in a previous FY15 year-end (unaudited) report for comparison purposes.
 - Some of the significant variances between FY15 and FY16 actual expenditures as of April 30th are:

Description	FY15 Actual as of April 30 th	FY16 Final Budget	FY16 Actual	Variance FY15 vs FY16
Public Works	46,112,658	59,788,117	39,785,906	(6,326,752)
Parks & Recreation	13,179,228	16,489,444	11,625,124	(1,554,104)
Social Services	37,560,812	55,530,214	36,134,790	(1,426,022)
Non-Departmental	54,689,369	56,174,301	42,357,113	(12,332,256)
Total	151,542,067	187,982,076	129,902,933	(21,639,134)

- There is a total of approximately \$1.3 million of invoices that have not yet been paid. Approximately \$930K of that amount is invoices that are 61+ days old.

Recommendations:

- Revenue
 - The Committee may be interested in knowing why revenue collections are down from FY15 collection rates.
 - The Committee may be interested in knowing if there is a significant amount of revenue that has been collected and has not yet been posted to the system or when the additional revenue is expected to be collected.
 - The Committee may be interested if the collection amounts for both FY15 and FY16 for Fines and Forfeitures are overstated. The collection amounts include revenue collections for Parking Violations; shouldn't this revenue be part of the Parking Management Enterprise Fund?
 - The Committee may be interested if the balance of delinquent real estate and personal property taxes decreased from the beginning of the fiscal

year by \$42.1 million and approximately \$13.5 million is showing as being collected as of April 30th, what happened to the remaining \$28.6 million. Was it written-off?

- Expenditures

- The Committee may be interested in knowing if the FY16 actual expenditures as of April 30th are at 77%, which includes the 3rd Qtr. transfer request from RPS, of the total expenditures budget has the year-end projected deficit changed?
 - Based on revenue collections and actual expenditures for FY16 as of April 30th it would appear that if there is any projected deficit it would be the result of revenues not meeting estimates versus overspending of expenditures, or the expenditure levels adopted by Council in the FY16 budget.
- The Committee may be interested in knowing why there are invoices 61+ days old and if there are any negative impact on the City. Is the City paying any additional penalties for the late payments?
- The Committee may wish to receive the correct amount for Transfers-Out for FY15.

Monthly Financial Report

As of April 30, 2016

Staff Summary Analysis

Revenue Description	FY15 Actual as of April 30th	FY16 Final Budget	FY16 Actual as of April 30th	FY16 Budget to Actual	FY16 % of Final Budget	Variance FY15 vs FY16
City Taxes	213,862,541	463,737,306	213,245,659	(250,491,647)	46%	(616,882)
Licenses, Permits & Privilege Fees	30,999,481	40,278,659	30,338,918	(9,939,741)	75%	(660,563)
Intergovernmental	78,384,141	108,868,700	74,163,936	(34,704,764)	68%	(4,220,205)
Services Charges	19,574,603	28,895,941	17,166,436	(11,729,505)	59%	(2,408,167)
Fines & Forfeitures	7,901,581	5,713,751	4,802,922	(910,829)	84%	(3,098,659)
Utility Payments	3,384,824	35,304,008	2,679,208	(32,624,800)	8%	(705,616)
Misc. Revenues	504,895	12,118,331	7,047,469	(5,070,862)	58%	6,542,574
Revenue Total	354,612,066	694,916,696	349,444,548	(345,472,148)	50%	(5,167,518)

Expenditure Description	FY15 Actual as of April 30th	FY16 Final Budget	FY16 Actual as of April 30th	FY16 Budget to Actual	FY16 % of Final Budget	Variance FY15 vs FY16
General Government	59,526,406	81,323,594	62,112,627	19,210,967	76%	2,586,221
Public Safety & Judiciary	145,222,167	181,010,028	144,455,616	36,554,412	80%	(766,551)
Highways, Streets, Sanitation & Refuse	46,112,658	59,788,117	39,785,906	20,002,211	67%	(6,326,752)
Human Services	46,222,241	70,135,486	47,164,775	22,970,711	67%	942,534
Culture & Recreation	17,410,678	22,245,397	15,819,927	6,425,470	71%	(1,590,751)
Education	120,984,685	170,833,592	128,125,194	42,708,398	75%	7,140,509
Non-Departmental	54,689,369	56,174,301	42,357,113	13,817,188	75%	(12,332,256)
Transfers-Out	64,768,637	61,194,734	59,163,458	2,031,276	97%	(5,605,179)
Expenditure Total	554,936,841	702,705,249	538,984,616	163,720,633	77%	(15,952,225)

Note: The two numbers highlighted in yellow vary from what was provided in the report. The Transfer-Out line item for FY15 actual was not provided. Staff used an amount that was provided in a previous FY15 year-end (unaudited) report for comparison purposes. The FY16 Actual amount as of April 30th for Education was \$85.4 million or 50% of the total budget. For comparison purposes, Staff included the 3rd Qtr transfer request from RPS of \$42.7 million for a total FY16 actual amount of \$128 million.

Monthly Financial Report As of April 30, 2016 March to April Comparison

Revenue Description	FY16 Actual as of March 31st	FY16 Actual as of April 30th	Month Change
City Taxes	188,574,781	213,245,659	24,670,878
Licenses, Permits & Privilege Fees	26,853,482	30,338,918	3,485,436
Intergovernmental	60,768,987	74,163,936	13,394,949
Services Charges	12,061,336	17,166,436	5,105,100
Fines & Forfeitures	4,779,468	4,802,922	23,454
Utility Payments	2,679,208	2,679,208	-
Misc. Revenues	8,338,437	7,047,469	(1,290,968)
Revenue Total	304,055,699	349,444,548	45,388,849

Expenditure Description	FY16 Actual as of March 31st	FY16 Actual as of April 30th	Month Change
General Government	56,527,173	62,112,627	5,585,454
Public Safety & Judiciary	131,096,665	144,455,616	13,358,951
Highways, Streets, Sanitation & Refuse	36,350,284	39,785,906	3,435,622
Human Services	40,894,875	47,164,775	6,269,900
Culture & Recreation	13,752,029	15,819,927	2,067,898
Education	85,416,796	128,125,194	42,708,398
Non-Departmental	38,559,550	42,357,113	3,797,563
Transfers-Out	59,163,458	59,163,458	-
Expenditure Total	461,760,830	538,984,616	77,223,786

Note: The number highlighted in yellow vary from what was provided in the report. The FY16 Actual amount as of April 30th for Education was \$85.4 million or 50% of the total budget. For comparison purposes, Staff included the 3rd Qtr transfer request from RPS of \$42.7 million for a total FY16 actual amount of \$128 million.