

# **City of Prairie Village**

## **Second Quarter**

Financial Report for the second quarter

Ended June 30, 2015

Relating to Fiscal Year 2015

Unaudited

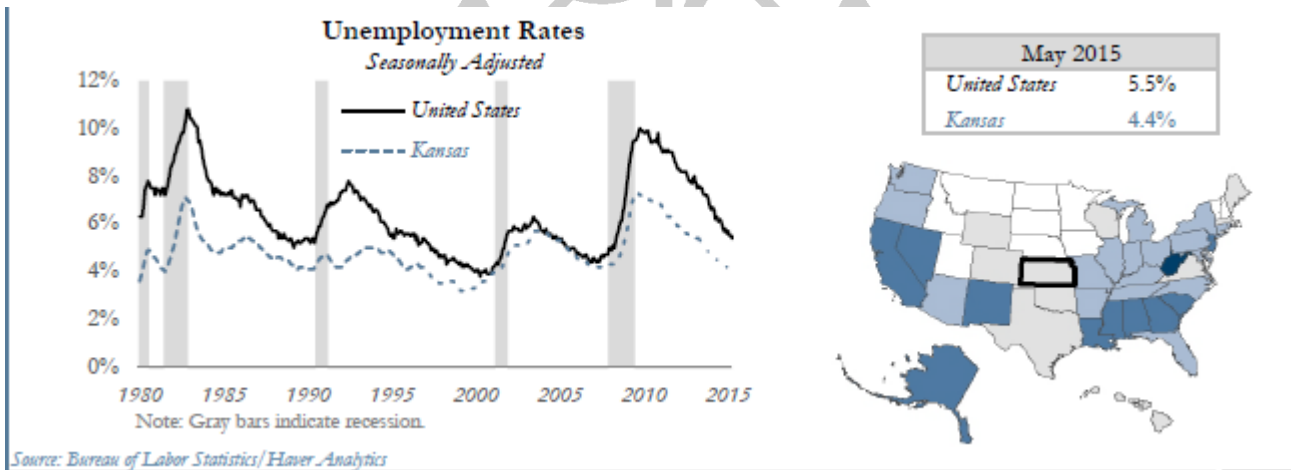


## GENERAL FUND

**General Fund Balance.** The chart, below, shows with 50 percent of the year complete revenues are at 58.5 percent of projections, while expenditures are at 54.5 percent of appropriations. The chart also reports the budgeted fund balance at the start of 2015, which is \$5,674,729 and the audited fund balance, which is \$7,059,237. The 2015 target ending fund balance is 25 percent of revenues (excluding transfers).

General Fund	Budget	YTD	Percent
Fund Balance 1/1	\$ 5,674,729	\$ 7,059,237	
Revenues	17,911,132	10,477,721	58.5%
Expenditures	19,208,082	10,464,590	54.5%
Balance	4,377,779	7,072,368	

Indicators continue to show a sluggish economic recovery. The pace of job growth, for instance, is still slow; and is being held back by things such as lingering job losses in state and local governments and modest overall economic growth.






The housing market is still lagging. New-home sales amounted to an annual rate of 546,000 in May 2015 – a 19.5 percent increase from the 457,000 home sold in May 2014 but well below the historical average of 698,000 homes sold before the economic downturn. A strong housing-market recovery can boost economic growth.

The focus of this report is on 2015 revenues and expenditures. The city’s goal is to achieve a “positive outlook” in all key financial areas.

Discussed, below, are differences between individual revenues and expenses between 2015 and 2014.

**Rating Scale for Key Variances:**

- Positive Outlook 
- Reason for Concern or Comment 
- Negative Outlook 

**Key variances include:**







- **Property Tax.** Property tax is allocated between the General Fund and the Bond & Interest Fund. Overall, we are at 97.8 percent of the budget estimate. In 2014 we were at 97.8 percent of the budget estimate.
- **Franchise Fees.** Franchise fee revenues are \$422,892 less compared to the last fiscal year, and are at 50.9 percent of the budget estimate. In 2014 we were at 68.3 percent of the budget estimate. Kansas City Power and Light makes up 80 percent of the difference between the current and prior year and is a result in a change in Kansas City Power and Light billing process.
- **Licenses & Permits.** License & Permit fee revenues are \$56,936 greater compared to the last fiscal year, and are at 55.8 percent of the budget estimate. In 2014 we were at 45.7 percent of the budget estimate.
- **Fines & Fees.** Fines and Fees revenues are down \$193,570 compared to the last fiscal year, and are at 40.4 percent of the budget estimate. In 2014 we were at 62.1 percent of the budget estimate. Included in this revenue source are Traffic Violations and Court and Jail fees. A decline in Traffic Violations makes up the difference.
- **Recreation Fees.** Recreation fee revenues are \$10,343 less compared to 2014, but are at 61.4 percent of the budget estimate. In 2014 we were at 59.1 percent of the budget estimate. Recreation fees are seasonal and are affected weather conditions.
- **Interest on Investments.** Interests receipts for the General Fund only are \$35,038 greater compared to 2014, and are at 136.2 percent of the budget estimate. Interest receipts for all funds are \$114,479 and are at 182.3 percent of the budget estimate.

The chart, below, provides summary comparison information on revenues, expenditures and transfers for the second quarter ending June 2015 versus June 2014.

Year to Date Comparison to Prior Year				
General Fund	2015	2014	Over (Under)	
<b>Revenues:</b>				
Property Taxes	5,219,839	4,124,544	1,095,296	26.56%
Sales Taxes	1,536,721	1,510,957	25,764	1.71%
Use Tax	301,642	292,930	8,712	2.97%
Motor Vehicle Tax	255,967	244,447	11,520	4.71%
Liquor Tax	65,603	69,643	(4,040)	-5.80%
Franchise Fees	784,761	1,207,653	(422,892)	-35.02%
Licenses & Permits	272,727	215,790	56,936	26.39%
Charges for Services	739,929	751,538	(11,609)	-1.54%
Fines & Fees	497,138	690,708	(193,570)	-28.02%
Recreational Fees	275,538	285,880	(10,343)	-3.62%
Interest on Investments	54,492	19,455	35,038	180.10%
Miscellaneous	73,365	85,225	(11,860)	-13.92%
<b>Total Revenue</b>	<b>\$10,077,721</b>	<b>\$9,498,769</b>	<b>\$578,952</b>	<b>6.10%</b>
<b>Transfers from Other funds:</b>				
Transfer from General Fund	-	-	-	
Transfer from Special Highway Fund	-	-	-	
Transfer from Stormwater Utility Fund	400,000	423,467	(23,467)	
Transfer from Special Parks & Rec Fur	-	-	-	
Transfer from Special Alcohol Fund	-	-	-	
<b>Total</b>	<b>400,000</b>	<b>423,467</b>	<b>(23,467)</b>	
<b>Total Sources</b>	<b>\$10,477,721</b>	<b>\$9,922,236</b>	<b>\$555,485</b>	
<b>Expenditures:</b>				
Personal Services	4,309,249	4,213,061	96,188	2.28%
Contract Services	1,938,407	2,219,362	(280,955)	-12.66%
Commodities	317,715	339,246	(21,531)	-6.35%
Capital Outlay	119,793	6,041	113,753	1883.06%
Debt Service	-	-	-	
Infrastructure	-	-	-	
Contingency	-	-	-	
<b>Total Expenditures</b>	<b>6,685,165</b>	<b>6,777,710</b>	<b>(92,546)</b>	
<b>Transfers to Other Funds:</b>				
Transfer to Capital Projects Fund	3,144,425	2,495,751	648,674	25.99%
Transfer to Bond & Interest Fund	-	-	-	
Transfer to Risk Management Fund	35,000	35,000	-	0.00%
Transfer to Economic Development	-	-	-	
Transfer to Equipment Reserve Fund	600,000	600,000	-	0.00%
<b>Total</b>	<b>3,779,425</b>	<b>3,130,751</b>	<b>648,674</b>	
<b>Total Uses</b>	<b>10,464,590</b>	<b>9,908,461</b>	<b>556,128</b>	

The charts, on page 4, provide information on revenue variances for the General Fund and Property Tax for the second quarter ending June 2015.

**Revenue Variances.** The chart, below, shows General Fund revenues.

General Fund	Budget	Received YTD Actual	Percent Received	
Revenues:				
Property Taxes	5,342,519	5,219,839	97.7%	
Sales Taxes	4,878,021	1,536,721	31.5%	
Use Tax	956,975	301,642	31.5%	
Motor Vehicle Tax	514,079	255,967	49.8%	
Liquor Tax	124,000	65,603	52.9%	
Franchise Fees	1,541,819	784,761	50.9%	
Licenses & Permits	488,487	272,727	55.8%	
Charges for Services	1,775,575	739,929	41.7%	
Fines & Fees	1,231,835	497,138	40.4%	
Recreational Fees	448,603	275,538	61.4%	
Interest on Investments	40,000	54,492	136.2%	
Miscellaneous	169,219	73,365	43.4%	
Transfer from Stormwater Utility Fund	400,000	400,000	100.0%	
<b>Total Revenue</b>	<b>\$17,911,132</b>	<b>\$10,477,721</b>	<b>58.5%</b>	

The chart, below, shows Property Tax revenues.

Property Tax	2015 Budget	YTD Comparison		Percent Budget Received
		2015	2014	
Revenues:				
General Fund	5,342,519	5,219,839	4,124,544	97.7%
Bond & Interest Fund	348,330	348,514	1,309,712	100.1%
<b>Total Revenue</b>	<b>\$5,690,849</b>	<b>\$5,568,353</b>	<b>\$5,434,256</b>	<b>97.8%</b>

## OTHER FUNDS

The Statement of Revenues and Expenses for the quarter ended June 30, 2015 are shown on page 5.

Quarterly Financial report – Second Quarter Ending June 30, 2015

	Solid Waste Management	Special Highway	Stormwater Utility	Special Parks & Rec	Special Alcohol	Bond & Interest	Capital Projects	Risk Mgmt	Economic Development	Equipment Reserve	CID Corinth	CID PV Shops
<b>Revenues:</b>												
Property Taxes						348,514					164,946	164,568
Sales Taxes												
Bond Proceeds												
Motor Vehicle Tax												
Liquor Tax				65,603								
Licenses & Permits			2,940									
Intergovernmental		137,639					58,098					
Charges for Services	1,428,335		1,554,880									
Interest on Investments	3,180	527	4,638	342	2,611	2,815	34,214	116	6,532	3,347	1,229	435
Miscellaneous	5,331							61,751				
<b>Total Revenue</b>	<b>1,436,845</b>	<b>138,167</b>	<b>1,562,458</b>	<b>65,945</b>	<b>68,214</b>	<b>440,637</b>	<b>92,312</b>	<b>61,867</b>	<b>6,532</b>	<b>3,347</b>	<b>166,176</b>	<b>165,002</b>
<b>Transfers from Other funds:</b>												
Transfer from General Fund							3,144,425	35,000		600,000		
Transfer from Special Highway							555,000					
Transfer from Storm Water Utility Fund						242,108	1,000,000					
Transfer from Special Parks & Rec Fund							180,000					
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>242,108</b>	<b>4,879,425</b>	<b>35,000</b>	<b>-</b>	<b>600,000</b>	<b>-</b>	<b>-</b>
<b>Total Sources</b>	<b>1,436,845</b>	<b>138,167</b>	<b>1,562,458</b>	<b>65,945</b>	<b>68,214</b>	<b>682,745</b>	<b>4,971,737</b>	<b>98,867</b>	<b>6,532</b>	<b>603,347</b>	<b>166,176</b>	<b>165,002</b>
<b>Expenditures:</b>												
Personal Services	11,665				38,652							
Contract Services	591,776				25,876				36,795		256,839	222,571
Commodities					7,069							
Capital Outlay										295,043		
Debt Service							46,375					
Infrastructure							2,519,592					
Bond Costs												
<b>Total Expenditures</b>	<b>603,441</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>71,597</b>	<b>46,375</b>	<b>2,519,592</b>	<b>-</b>	<b>36,795</b>	<b>295,043</b>	<b>256,839</b>	<b>222,571</b>
<b>Transfers to Other Funds:</b>												
Transfer to General Fund			400,000									
Transfer to Bond & Interest Fund			242,108									
Transfer to Capital Projects Fund		555,000	1,000,000	180,000								
Transfer to Equipment Reserve Fund												
<b>Total</b>	<b>-</b>	<b>555,000</b>	<b>1,642,108</b>	<b>180,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Uses</b>	<b>603,441</b>	<b>555,000</b>	<b>1,642,108</b>	<b>180,000</b>	<b>71,597</b>	<b>46,375</b>	<b>2,519,592</b>	<b>-</b>	<b>36,795</b>	<b>295,043</b>	<b>256,839</b>	<b>222,571</b>
<b>Sources Over(Under) Uses</b>	<b>833,404</b>	<b>(416,833)</b>	<b>(79,650)</b>	<b>(114,055)</b>	<b>(3,382)</b>	<b>636,370</b>	<b>2,452,144</b>	<b>98,867</b>	<b>(30,263)</b>	<b>308,304</b>	<b>(90,663)</b>	<b>(57,569)</b>