

FY 2013

FINANCIAL REPORT

2nd QUARTER



FY 2013
CITY OF GOODYEAR, ARIZONA
QUARTERLY FINANCIAL REPORT

TABLE OF CONTENTS

Executive Summary

General Fund Revenues

Top General Fund Revenues.....	1
Retail Sales Tax	2
Construction Contracting Sales Tax	2
Restaurants/Bars Sales Tax	2
Urban Revenue Sharing.....	2
State Shared Sales Tax	3
Auto Lieu Tax	3
Property Taxes.....	3
Development Related Revenues	3

Revenue Summary Report

Revenue Summary	5
-----------------------	---

General Fund Expenditures

General Fund Expenditures by Category.....	6
General Fund Expenditures by Department	8
Department Highlights.....	9
HURF	9
Water Resources	10
Wastewater	11
Sanitation	11
Stadium	12

Capital Improvement Program

CIP Project Progress Report FY 2013	13
---	----

Budget Transfers

Budget Transfer Detail	15
------------------------------	----

CITY OF GOODYEAR

Executive Summary – 2nd Quarter

This report provides a summary of financial activity for the City of Goodyear major operating funds through second quarter, fiscal year ending June 30, 2013. The report contains a brief description of each major revenue source, by fund. Expenditure information is also presented, both by fund and category. Expenditure highlights by department follow for a more detailed analysis of pertinent budget items.

General Fund (GF) revenues for second quarter are \$34.5m, up slightly from budgeted revenue of \$32.6m. Total GF revenues are at 106% of the quarterly budget for the first half of FY 12. This is good news, and an indication that we are beginning to see relief from the dramatic recession that began in 2008. By category, nearly 85% of the general fund revenues are coming in higher in the 2nd quarter, as compared to a year ago in FY 12. Significant increases include: Construction Sales Tax revenues are up 63% from last year (mainly due to major road projects I-10/303). Construction activity remains stable and is trending upward for the first time in three years. Community Development related revenues are up 46% - this represents a single family permit increase of 65% over last year for calendar year 2011. The Utility Enterprise funds are coming in slightly above budget due to the higher demand in the summer and increased customer base.

Total General Fund operating expenses came in at 44% of budget. The Personnel category represents the largest expense at 69% of the total annual budget. Through second quarter or 13 of 26 pay periods, 46% has been expended. Potential savings from this category may be used for budget overages for recruitment costs such as consulting fees, evaluations and testing. Contractual Services came in at 39% of budget and generally run low for second quarter, due to prior year expenditure accruals. As well, Commodities are at 42% for second quarter.

General Fund	FY 13 Budget	2nd Quarter Budget	2nd Quarter Actual	% YTD
Revenues	\$68,710,000	\$32,646,482	\$34,586,240	106%
Expenditures by Category	FY 13 Budget	FY13 Amended Budget	YTD Actual	% YTD
Personnel Services	\$40,826,765	\$40,837,430	\$18,777,162	46%
Contractual	\$14,938,868	\$15,567,045	\$6,077,434	39%
Commodities	\$3,810,941	\$2,088,123	\$874,470	42%
TOTAL	\$59,576,574	\$58,492,598	\$25,729,066	44%

CITY OF GOODYEAR

General Fund Revenues

Through the second quarter of FY 2013, General Fund Revenues are coming in above the weighted average budgeted amount and remain nearly 6% over budget through December 2012. This is primarily due to strong sales tax receipts in construction activities as well as Community Development related revenues. Residential housing starts are up 65% over last year's permits. Further discussion on each revenue source is located in the revenue detail section of this report.

	2 st Qtr. Budget	2nd Qtr. Actual	% YTD	Variance
Revenues	\$32,646,482	\$34,586,240	106%	\$1,939,758

FY 2013 second quarter General Fund revenues in the amount of \$34,586,240 are 6% or \$1,939,758 more than budgeted revenues of \$32,646,482.

Top General Fund Revenues

The selected key revenues, and other categories, in the table below account for 100% of total budgeted General Fund revenues and, as such, provide key indicators of the City's overall economic condition and performance.

Top Revenues	2nd Qtr. Budget	2nd Qtr. Actual	2nd Qtr. Actual To Budget	Variance
Property Tax	\$3,346,345	\$3,366,604	101%	\$20,259
Sales Tax (non-construction)	\$15,461,579	\$15,481,108	100%	\$19,529
Sales Tax Construction	\$2,765,419	\$3,393,480	123%	\$628,061
Urban Revenue Sharing	\$3,339,067	\$3,333,852	100%	(\$5,216)
Auto Lieu Tax	\$1,080,666	\$967,677	90%	(\$112,989)
State Shared Sales Tax	\$2,651,158	\$2,535,800	96%	(\$115,358)
Plan review, Permit & Inspection Fees	\$1,842,050	\$2,853,483	155%	\$1,011,433
Other	\$2,160,198	\$2,654,236	123%	\$494,038
Total of 7 Key Revenues + Other	\$32,646,482	\$34,586,240	106%	\$1,939,758

() indicates under budget

City sales tax revenue through the second quarter of FY 2013 totals \$18,874,588, which is \$647,590 above the budgeted amount of \$18,226,998. The overage is being driven by both non-construction and construction related activity. Construction Sales Tax is up \$628,061 from budget. While actual receipts for non-construction sales taxes are also up, \$19,529. This positive trend has held steady for the last year and will establish a predictable baseline for next year's revenue projections. More detail on each specific sales tax category is highlighted in the next section of this report.

CITY OF GOODYEAR

Retail Sales Tax

A retail sales tax of 2.5% is collected for the sale of all tangible personal property including autos, grocery, clothing, home and garden improvement and other related activity. Retail sales tax revenues collected through the second quarter of this fiscal year totals \$6,565,249, which is \$241,000 or 4% greater than last year's second quarter revenues of \$6,324,249.



Construction Contracting Sales Tax

This revenue is generated from 3.5% tax on new home and business construction as well as improvements to real property including public projects and infrastructure. This revenue source is considered to be the most volatile classification as it is strongly impacted by changes in the economy. The second quarter of this fiscal year, construction sales tax revenues totaled \$3,393,480, which is \$1,317,267 or 63% more than last year's second quarter revenues of \$2,076,213. Major road construction projects in the area are responsible for the majority of this increase.

Restaurants/Bars Sales Tax

Food and Liquor sales are taxed at 4% in the city. The second quarter of this fiscal year, revenues for this category total \$2,369,316, which is \$145,702 or 7% greater than last year's second quarter revenues of \$2,223,614.



Urban Revenue Sharing



This revenue represents a distribution of state income tax returned to the city based on its population in relation to the total population of all incorporated cities and towns. The funds are distributed from income tax collections from two years prior to the fiscal year in which the City receives the funds. Revenues in the category are received on a monthly basis through a distribution from the State Treasurer's Office. The second quarter of this fiscal year, revenues for this category totaled \$3,333,852 which is \$579,336 or 21.0% more than last year's second quarter revenues of \$2,754,516. Again, this revenue source has been adjusted to reflect the recent census re-allocation of funds.

CITY OF GOODYEAR

State Shared Sales Tax



The City receives a share of the state sales tax collections based on the relation of its population to the total population of all incorporated cities and towns in the state. The current state sales tax rate is 5.6% (not including the recent rate increase – which is not distributed). These revenues are distributed monthly through a distribution from the State Treasurer's Office. FY13 second quarter revenues for this category total \$2,535,800, which is \$82,632 (3%) greater than last year's figure of \$2,453,168.

Auto Lieu Tax

Approximately 22% of the revenues collected from licensing motor vehicles are distributed to incorporated cities and towns. The City receives its share of the vehicle license tax based on its population in relation to the total incorporated population in the County. FY13 revenues for second quarter for this category totaled \$967,677, a 4% or \$47,185 decrease from last year's second quarter amount of \$1,014,862.



Property Taxes (Primary)



Primary property taxes are taxed conditioned on ownership of property and measured by assessed value. Although the City has experienced significant growth in this area in the last decade, recent property values are declining, resulting in stagnant or very limited growth in this revenue source. Property Tax payments are cyclical and are usually collected in November and May of each year. Year-to-date we have collected \$3,366,604.

Development Related Revenues

Revenues in this category include both commercial and residential permitting activity and inspections, including public projects. For the second quarter of FY 13 revenues for this category total \$2,853,483. This represents a \$908,915 or 46% increase compared to the same period last year when collections totaled \$1,944,568.



CITY OF GOODYEAR

Other Operating Funds Revenues

Revenues	FY 13 Budget	2nd Qtr. Actual	% YTD	Variance
Highway User Fund	\$1,854,257	\$1,705,464	92%	(\$148,793)
Water Resources	\$6,400,339	\$6,550,919	102%	\$150,580
Wastewater	\$5,169,113	\$5,255,292	102%	\$86,179
Sanitation	\$3,046,907	\$3,143,598	103%	\$96,691

() indicates under budget

FY13 – Second Quarter

HURF revenue estimates are provided by the state. Current year revenues to date are down slightly from budgeted numbers, which is generally indicative of lower than expected fuel consumption, a main driver for this revenue.

Water revenues appear to be coming in right at the budgeted amount. Growth in revenues can be attributed to usage changes and the rate increases year over year, plus any growth in number of customers. Revenues to date for the fund total \$6,550,919. This is a \$466,815 (2%) increase over the prior's year's collections of \$6,050,876.

The Wastewater fund in FY13 is showing an improvement over last year's collections for the same period. Through December collections in FY13 totaled \$5,496,529. This is a 16% increase of \$783,506 over last year's total for the period..

The Sanitation Fund is coming in at essentially the projected budget. Year to date revenues of \$3,146,341 are up slightly from last year's revenue at this time of \$3,038,987. This increase can be attributable to the growth in residential building activity.

December Operating Funds Revenue Comparison

Revenue Source	FY 2012			% of Budget	FY 2013			FY 2013	
	Annual Budget	December Actuals	% of Budget		December Actuals	Annual Budget	Estimate	Estimate-Budget	
Property Taxes (Primary)	\$ 7,203,781	\$ 3,185,089	44%		\$ 3,366,604	\$ 7,593,094	\$ 7,593,094	\$ -	
General Sales Tax (State reports)	\$ 33,649,884	\$ 17,325,051	51%		\$ 18,874,588	\$ 37,726,495	\$ 39,076,495	\$ 1,350,000	
Franchise Taxes	\$ 2,434,609	\$ 791,651	33%		\$ 794,102	\$ 2,535,000	\$ 2,535,900	\$ 900	
Licenses	\$ 211,000	\$ 84,160	40%		\$ 62,640	\$ 217,000	\$ 221,750	\$ 4,750	
Reimbursements	\$ -	\$ 119,449	0%		\$ 105,665	\$ 70,000	\$ 150,000	\$ 80,000	
State Shared Revenues-Income Tax	\$ 5,509,486	\$ 2,754,515	50%		\$ 3,333,852	\$ 6,667,096	\$ 6,667,096	\$ -	
State Shared Sales Tax	\$ 4,938,471	\$ 2,453,168	50%		\$ 2,535,800	\$ 2,163,966	\$ 2,000,000	\$ (163,966)	
Auto Lieu Tax	\$ 2,201,261	\$ 1,014,861	46%		\$ 967,677	\$ 5,458,311	\$ 5,458,311	\$ -	
General Government (Litchfield Park - Fire)	\$ 563,500	\$ 323,201	57%		\$ 323,201	\$ 510,500	\$ 712,200	\$ 201,700	
Rentals	\$ 22,600	\$ 20,208	89%		\$ 69,723	\$ 42,000	\$ 120,000	\$ 78,000	
Recreation Fees	\$ 267,720	\$ 111,240	42%		\$ 118,378	\$ 265,500	\$ 253,500	\$ (12,000)	
Aquatics Fees	\$ 49,374	\$ 18,486	37%		\$ 14,178	\$ 49,900	\$ 49,900	\$ -	
Community Development	\$ 646,690	\$ 485,370	75%		\$ 598,400	\$ 769,100	\$ 1,065,300	\$ 296,200	
Public Safety	\$ 148,000	\$ 90,861	61%		\$ 113,265	\$ 121,000	\$ 202,000	\$ 81,000	
Court Fines	\$ 726,440	\$ 325,823	45%		\$ 377,092	\$ 693,400	\$ 742,396	\$ 48,996	
Building Safety	\$ 2,378,800	\$ 1,293,851	54%		\$ 2,255,083	\$ 2,915,000	\$ 3,840,000	\$ 925,000	
Fire/Life Safety	\$ 382,624	\$ 165,347	43%		\$ 219,629	\$ 380,000	\$ 380,000	\$ -	
Investment Earnings	\$ 67,000	\$ 54,890	82%		\$ 77,131	\$ 110,500	\$ 125,500	\$ 15,000	
Miscellaneous Revenue	\$ 23,750	\$ 2,869	12%		\$ 379,232	\$ 22,138	\$ 31,824	\$ 9,686	
CFD	\$ 500,000	\$ -	0%		\$ -	\$ 400,000	\$ 400,000	\$ -	
Total General Fund:	\$ 61,924,990	\$ 30,620,090	49%		\$ 34,586,240	\$ 68,710,000	\$ 71,625,266	\$ 2,915,266	
Highway User Fund-Intergovernmental Rev.	\$ 3,251,909	\$ 1,569,672	48%		\$ 1,704,875	\$ 3,673,514	\$ 3,673,514	\$ 0	
Highway User Fund-Earnings on Investments	\$ 175	\$ 201	115%		\$ 589	\$ 35,000	\$ 35,000	\$ 0	
Total Highway User Fund:	\$ 3,252,084	\$ 1,569,873	48%		\$ 1,705,464	\$ 3,708,514	\$ 3,708,514	\$ -	
Enterprise - Water Charges for Service	\$ 8,000	\$ 2,845	36%		\$ 5,831,154	\$ 9,995,000	\$ 9,995,000	\$ 0	
Enterprise - Water - Utilities Water	\$ 9,942,397	\$ 6,024,661	61%		\$ 685,817	\$ 459,000	\$ 459,000	\$ 0	
Enterprise - Water - Miscellaneous Revenue	\$ 82,000	\$ 23,370	29%		\$ 33,948	\$ 664,500	\$ 664,500	\$ 0	
Total Enterprise Water:	\$ 10,032,397	\$ 6,050,876	60%		\$ 6,550,919	\$ 11,118,500	\$ 11,118,500	\$ -	
Enterprise-Wastewater - Wastewater & Misc	\$ 9,558,974	\$ 4,703,776	49%		\$ 5,234,633	\$ 10,600,000	\$ 10,600,000	\$ 0	
Enterprise-Wastewater - Earnings on Invest.	\$ 8,000	\$ 9,246	116%		\$ 20,659	\$ 24,491	\$ 24,491	\$ 0	
Total Enterprise Wastewater:	\$ 9,566,974	\$ 4,713,022	49%		\$ 5,255,292	\$ 10,624,491	\$ 10,624,491	\$ -	
Enterprise-Sanitation - Utilities	\$ 6,314,254	\$ 3,038,987	48%		\$ 3,143,598	\$ 6,153,230	\$ 6,153,230	\$ 0	
Total Enterprise Sanitation:	\$ 6,314,254	\$ 3,038,987	48%		\$ 3,143,598	\$ 6,153,230	\$ 6,153,230	\$ -	
Stadium - Spring Training Revenue	\$ 1,151,800	\$ 157,789	14%		\$ 65,879	\$ 1,151,800	\$ 1,151,800	\$ 0	
Stadium - Non-Spring Training Revenue	\$ 409,125	\$ 121,263	30%		\$ 192,815	\$ 409,125	\$ 409,125	\$ 0	
Total Stadium:	\$ 1,560,925	\$ 279,052	18%		\$ 258,694	\$ 1,560,925	\$ 1,560,925	\$ -	

CITY OF GOODYEAR

General Fund Expenditures by Department – FY13 2nd Quarter

The City's General Fund supports many of the day-to-day activities of the City such as Police and Fire services, City Clerk, Legal and Community Development Services. The General Fund Departments represent the largest operating budget within the City's total budget. Through the second quarter of FY13, 44% of the budget was expended.

Budget Categories by Fund

General Fund

Expenditures by Category	FY 13 Budget	FY 13 Amended Budget	YTD Expended	% YTD
Personnel Services	\$40,826,765	\$40,837,430	\$18,777,162	46%
Contractual	\$14,938,868	\$15,567,045	\$6,077,434	39%
Commodities	\$3,810,941	\$2,088,123	\$874,470	42%
*TOTAL	\$59,576,574	\$58,492,598	\$25,729,066	44%

Overview

Operating expenditures through second quarter FY13 totaled \$25.7m. Of this, salaries are the largest expense at \$18.7m and were 46% expended through the end of December 2012. This includes expense for 13 pay periods. As expected, slower spending occurred in both Contractual Services (39%) and Commodities (42%) categories.

Salaries

Overall, salaries represent 69% of the \$59m General Fund operating budget and account for the largest expense category. The Personnel Services expenditure category incorporates salaries and associated employee benefits such as retirement (ASRS, PSRS), Medicare, workers' compensation, health and disability insurance, overtime pay, call out pay, and other related expenses. Through the month ending December 2012 there were 30 vacant positions city-wide.

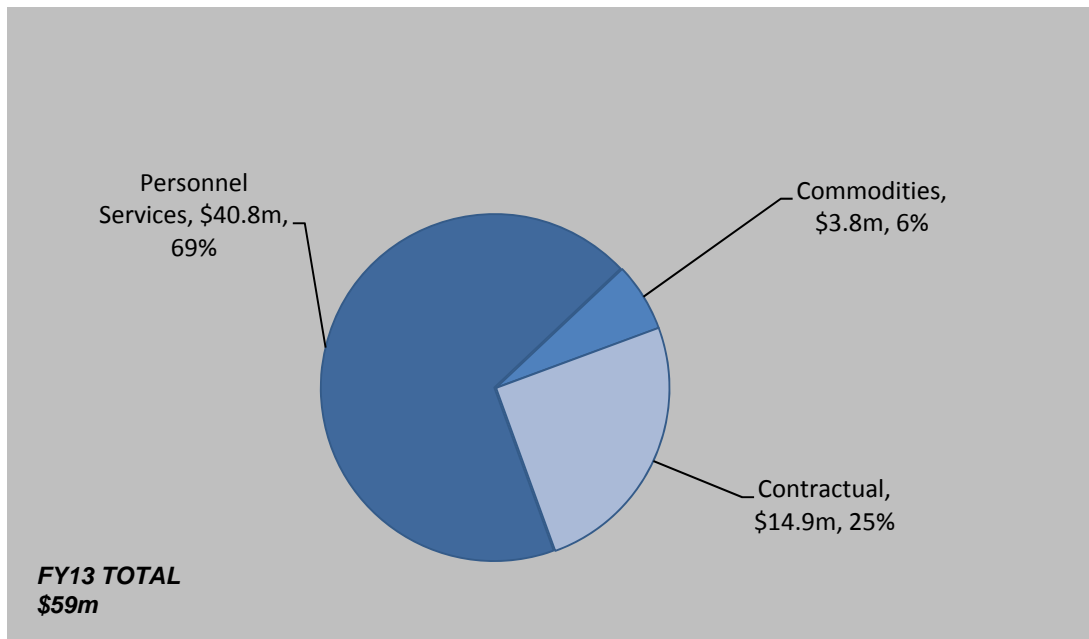
Contractual Services

The contractual services category consists of activities or services performed by an outside vendor or contractor. Such services include; utilities, professional services, building lease payments, consulting services, janitorial expenses, employee training and development. Second quarter expenditures for contractual services are at 39% of the \$15.5m adjusted annual budget. Historically, spending is less in the first months of the fiscal year. More detail on specific activities is discussed in the departmental section of this report.

Commodities

The commodities category consists of operational supply items such as office products, computer and safety supplies, as well as specialty supplies, postage, gasoline and minor equipment. Second quarter expenditures are at 42% or \$874k of the \$2m adjusted budget. Again spending in this category is light during the second quarter of the year.

**Total General Fund
FY13 Operating Budget
By Category**



CITY OF GOODYEAR

General Fund FY13 Total Operating Budget – 2nd Quarter

Expenditures by Department	FY 13 Budget	FY 13 Amended Budget	FY 13 Actual	YTD %
1100-Mayor & Council	\$250,689	\$250,689	\$105,987	42%
1200-City Clerk	\$734,318	\$734,318	\$273,723	37%
1300-City Manager's Office	\$2,511,374	\$2,546,374	\$1,258,792	49%
1400-Legal Services	\$1,313,505	\$1,313,505	\$504,396	38%
1600-Finance	\$2,918,561	\$2,918,561	\$1,258,787	43%
1700-Information Technology	\$2,818,255	\$2,818,255	\$1,033,851	37%
1800-Human Resources	\$2,452,556	\$3,161,889	\$1,903,479	60%
1900-Non- Departmental	\$5,559,400	*\$3,810,900	\$924,991	26%
2100-Police	\$14,853,463	\$14,658,570	\$6,694,349	46%
2200-Fire & Emergency Services	\$12,410,502	\$12,389,366	\$5,813,664	47%
2300-Municipal Court	\$941,182	\$943,182	\$422,076	45%
3200 & 3300 Development Services	\$2,946,568	\$3,234,872	\$1,384,209	43%
3400-Engineering	\$2,239,383	\$2,240,148	\$984,435	44%
4010-Public Works/Administration	\$587,920	\$576,320	\$151,742	26%
4200-Public Works/Bldg. Svcs.	\$2,799,493	\$2,166,244	\$881,312	41%
4300-Parks	\$2,815,739	\$3,389,419	\$1,610,009	48%
4400-Recreation/Aquatics	\$1,423,666	\$1,339,986	\$523,264,	39%
TOTAL	\$59,576,574	\$58,492,598	\$25,729,066	44%

*Note: 1st Quarter Reserve (It, Fleet & Risk) transfer of \$1.75m from Non-Dept. to Reserve Funds.

CITY OF GOODYEAR

Department Highlights

➤ *City Clerk*

At the end of the second quarter City Clerk's budget is running under budget however with the cost of the election, which will occur during the third quarter, it is anticipated that this budget will be fully expended.

➤ *Finance Department*

Second quarter expenses coming in slightly below budget. Potential large expenditure items such as banking services and copier maintenance agreements typically will not show until the third quarter.

➤ *Information Technology*

Second quarter expenses are low due to one-time annual payments for software and computer hardware maintenance. Other operating expenses are in line with budget. Current vacancies in this department may represent some salary savings.

➤ *Human Resources*

Expenditures for liability insurance premiums are tracking high for second quarter and will be closely monitored against the budget. Other quarterly and annual expenses for insurance and plan administration are low for the beginning of the year due to timing of payments, but are expected to come in on budget for the year.

➤ *Non-Departmental*

This division is used to track general government expenditures that are not specific to one certain department. A total of \$2m is budgeted for development agreement sales tax reimbursements. These expenses are paid out to a variety of developers. Additionally \$1.2m is budgeted for Economic Development job incentive agreements, examples are agreements with Dicks Sporting Goods, Sub Zero and other major developers. Annual payments for grants and community funding (\$179k) includes payment to New Life, C.A.S.S, Boy & Girls Club, Avondale Senior Center, S.W. Lending Closet, Avondale Community Action Program, St. Mary's Food Bank, and other non-profit agencies.

➤ *Police Department*

The Police Department represents the largest department in the General Fund operating budget at just over \$14m. Of this, salaries represent the greatest expense and include wages, overtime pay, retirement, uniform pay and medical premiums. Overtime for Patrol is on budget, however overtime for Administration is over budget and will require re-allocation of overtime funding from another division. Another significant expense is for Jail Services through Maricopa County. This expense will be closely monitored and is subject to change as the rates are set by the County Board of Supervisors. The department's fuel expense is running over budget and will also require a budget transfer.

➤ *Fire Department*

This is the second largest General Fund operating budget at \$12m. Of this salaries represent the largest expense category at \$10.6m. Through second quarter all personnel expenses are coming within budget. Improvements have been made in the detailed reporting of personnel time that should provide better analysis of the various expense accounts associated with the complexity of Fire Safety personnel costs.

➤ *Parks and Recreation*

Increased water expenses during the first quarter (due to high summer temperatures) are causing the percent of year to date expenditures to trend high. This is typical for Parks and should balance out during the slower, cooler winter months.

**Other Funds
HURF**

Expenditures by Category	FY 13 Budget	Amended Budget FY 13	FY 13 Actual	% YTD
Personnel Services	\$1,412,922	\$1,412,922	\$665,478	47%
Contractual Services	\$3,143,638	\$3,143,638	\$1,113,470	35%
Commodities	\$133,595	\$133,595	\$61,205	46%
TOTAL	\$4,690,155	\$4,690,155	\$1,840,153	39%

The Highway User Fund (HURF), designated as a special revenue fund, is funded mainly from state-shared revenues generated by fuel taxes. Major expenses within this fund include street maintenance, street lighting, street mill & overlay projects, and signage. By state law, the fund is used to manage street related activities.

This fund operates under the Engineering Department and includes all maintenance activities for the city streets and roadway signage. Significant budget items include the Street/AC Overlay program, at \$1.2m, of which \$341k has been spent through December. This activity is usually weather and time sensitive and completed in the spring annually.

Additional large expenses include utility cost (ie: APS) for illuminating the streetlights (budgeted at \$750,000). This expenditure has been trending high in recent years, however a decrease in cost is estimated due to the recent purchase of streetlights and the lower electrical rate established. It is anticipated that the payback for this capital investment will occur within two years of operating the city-owned lights. Overall the fund is trending low at 39% of budget spent, but is expected to increase as the year proceeds and additional activities occur.

Water Resources

Expenditures by Category	FY 13 Budget	Amended Budget FY 13	FY 13 Actual	% YTD
Personnel Services	\$1,768,817	\$1,768,817	\$901,852	51%
Contractual Services	\$2,157,366	\$2,369,365	\$723,958	31%
Commodities	\$751,175	\$789,176	\$377,661	48%
TOTAL	\$4,677,358	\$4,927,358	\$2,003,471	41%

The Water Resources Utility is operating as an enterprise fund, with user fees supporting all operational activities. The Water Fund operates five divisions and is responsible for all water production and distribution, quality control assurance, resource planning and conservation.

Salaries represent 38% of the operational budget and are coming in slightly over budget at 51%. A budget transfer will be needed to reallocate the prior Public Works Director position to the newly created and recently hired Water Resources Manager position.

CITY OF GOODYEAR

Contractual services are the second largest part of the Water Fund budget at 46%. This is mainly associated with the purchase of water (\$375k), electrical costs (\$620k) and also a variety of large maintenance items such as meters, valves and electrical components. The utility charges run low during second quarter due to the year end accruals, and may appear understated for the first month of actual cost.

Commodities are 16% of the total operating budget and are coming in at 48% of budget which is on target. A number of recent maintenance items have been fully utilizing the budgets set aside for this planned activity. There has also been a budget increase for supplemental maintenance that will be completed by year end.

Wastewater

Expenditures by Category	FY 13 Budget	Amended Budget FY 13	FY 13 Actual	% YTD
Personnel Services	\$1,522,193	\$1,522,193	\$658,363	43%
Contractual Services	\$1,105,453	\$1,540,202	\$464,387	30%
Commodities	\$446,305	\$883,305	\$206,444	23%
TOTAL	\$3,073,951	\$3,945,700	\$1,329,194	34%

The Wastewater Utility is also operated as an enterprise fund, with specific user fees supporting all operational activity. Personnel costs are coming in on budget at 43% through second quarter.

Contractual services represent nearly 36% of the operating budget and are running slightly below budget at 30%. Again this is due to year end accruals and the timing of larges utility expenses, such as water and electricity. Other major expenditure items include laboratory services (\$91k) and solids handling (\$205k), both under spent for the quarter.

Commodities are tracking under budget for the second quarter at 23%. Large expenditure items for this category include chemicals (\$230k) and plant maintenance (\$225k). A number of recent unplanned maintenance requirements will increase spending in this category. Budget transfers will be necessary both from contingency for emergency items and within the operating budget between categories for other maintenance needs. There has also been a budget increase for supplemental maintenance that will be completed by year end.

Sanitation

Expenditures by Category	FY 13 Budget	Amended Budget FY 13	FY 13 Actual	% YTD
Personnel Services	\$743,070	\$743,070	\$252,790	34%
Contractual Services	\$4,442,391	\$4,442,391	\$1,895,466	43%
Commodities	\$60,300	\$60,300	\$26,344	44%
TOTAL	\$5,245,761	\$5,245,761	\$2,174,600	41%

**does not include purchase of backhoe which was carried over from FY12 carryover budget*

Sanitation is an enterprise fund with the majority of refuse collection services being provided through a contract with Waste Management. The City also provides bulk trash pick-up service that is included in the monthly fee.

CITY OF GOODYEAR

Personnel services are 14% of the total udget and are coming in at 34% for year to date. Through attrition a reduction in staff cost is estimated as the service levels in the bulk trash collection program change.

Contractual Services are the largest expenditure category. Contract payments to Waste Management (\$4.1m) represent the bulk of these expenditures. Second quarter is on budget at 41%.

Stadium

Expenditures by Category	FY 13 Budget	Amended Budget FY 13	FY 13 Actual	% YTD
Personnel Services	\$2,033,703	\$2,033,703	\$823,067	40%
Contractual Services	\$1,229,540	\$1,229,540	\$569,807	39%
Commodities	\$311,333	\$311,333	\$119,480	38%
TOTAL	\$3,574,576	\$3,574,576	\$1,512,354	42%

Stadium personnel represents 57% of the budget. The majority of expenditures for this fund come in the spring during the Spring Training season. Significant recurring monthly expenditures are salaries, water, chemicals, landscape and building maintenance. These expenses are tracking on budget at 39% for the second quarter.

FIVE YEAR CAPITAL IMPROVEMENT PPROJECTS

PROJECT SUMMARY FOR FY2013

Projects	Carryover FY11-12	FY12-13	Budgeted Total	Actual	Encumbrances	Status	Assigned	Bid	Design Award	Complete	Bid	Construction Award	Complete
Art Projects													
AT0701 Public Art	\$77,974.00		\$77,974.00	\$969	\$6,000	ngoing							
Facility Projects													
FA1101 Police Comm. Center (911)		3,857,460	3,857,460	\$290,822	\$281,922	Design	Regis Reed	Oct. 2010	Design		Jul-12		Oct. 13
FA1102 Public Works Corporate Yard, Infrastructure		1,710,602	1,710,602	\$119,262	\$113,079	Design	Regis Reed	Oct. 2011			Jul-11		March, 2013
FA 1201 Public Works Corporate Yard		1,250,000	1,250,000	\$79,970	\$64,535	Design	Regis Reed	Oct. 2011			Jul-11		March, 2013
Park Projects													
Loma Linda Park Design		176,882	176,882	\$32,043	\$143,918	Design	Troy				TBD		
Parks Master Plan		250,000											
Impact Fee Study													
FS1301 Impact Fee Study		200,000		\$14,814	\$108,885	ngoing	Tracy D.	Aug. 2014					
Street Projects													
ST0501 Yuma/Litchfield to Estrella Park		643,230	643,230	\$2,792	\$59,724								
ST0508 Traffic Signals (2 per year)		208,845	325,470	\$199,074	\$151,678	ngoing			ngoing				
ST0805 Sonoran Valley EIS study	144,570	121,298	265,868	\$57,110	\$25,789	inprogress							
Technology Projects													
ST0603 SR303 ROW		1,755,628	1,755,628	\$0	\$0	April, 2013	Finance						
ST1204 Traffic control conduit 1-10 & 303		194,862	194,862										
ST1202 Fiber project		210,000	210,000										
ST1301 I-10 & 303		109,800	109,800										
ST1101 Traffic Signal system		989,761	989,761	\$28,301	\$1,489								
ST1305 Transportation Master Plan		350,000	350,000										
ST805 Environmental study, roadway to Sonoran V	121,298	241,298	241,298	\$1,461	\$113,909	in progress							
ST1001 Indian School Sanival to Cotton(Cost share	117,849	117,849		\$0	\$0								
Technology Projects													
TC0401 Police Radio, RWC		5,390,000	5,390,000	\$629,943	\$1,274,947	inprogress							
TC0702 ITS Data Communication	104,774	104,774	104,774	\$0	\$0			Jul-11	JOC		Construction in progress		
NEW IT Infrastructure/phone system		1,500,000	1,500,000	\$1,025,035	\$118,940								
UTILITIES													
Water Projects													
WA0401 Yuma Road & (Bullard water campus)	130,870		130,870	\$0	\$13,420								
WA0510 CAP M-I Charges (3.531 AC/FT)	2,757	200,000	202,757	\$161,130	\$0								
WA0522 Adaman Water Interconnect	648,986	0	648,986	\$34,085	\$0	Construction	Regis/Troy	CM@Risk	Sept. 2010	CM@Risk	Sept. 2010		
WA0524 Well N-Estrella Parkway	19,464		19,464	0	\$10,953								
WA0701 Gila River Agreement			0	\$0	\$0	project complete obligation fulfilled							
New RVWRF, Regulatory Compliance Improvermer	379,353		379,353	\$0	\$0	design							
Water Reclamation Projects													
WW1002 Reclaimed system expansion	1,000,000		1,000,000	\$43,676	\$10,959								
Wastewater Projects													
WW0302 Bullard 39" Interceptor	139,090		139,090	\$0	\$0								Nov. 2010
WW0307 Corgett, Regulatory Compliance Improvements		987,000	967,000	\$1,382	\$8,806	Design							
WW0403 GWRFF Capacity Expansion		1,000,000	1,000,000	\$94,364	\$0	Construction	Regis		Complete		Mar. 2010	Mar. 2010	
WW0402 Sat Site decommissioning	427,870		427,870	\$0	\$192,748	Complete							
WW0511 Lift Station Upgrade	543,216	200,000	743,216	\$520,126	\$145,772	Construction	Regis/Troy	Mohave Complete			Mohave	June, 2010	
New Reclaimed-reuse D&C system		1,377,370	1,377,370	\$0	\$0								
WW0401 W SCADA combine Water WA305	766,685		766,685	\$13,023	\$0	Design							

Projects	Carryover FY11-12	FY12-13	Budgeted Total	Actual	Encumbrances	Status	Assigned	Design			Construction		
								Bid	Award	Complete	Bid	Award	Complete
WW1001 R/VWRF Reg. Improvements	250,000		250,000	\$90,485	\$10,959	Design							
UTILITY TOTALS		3,744,370	24,278,593	\$2,163,240	\$7,550,303								

BUDGET TRANSFER DETAIL

FY13 - SECOND QUARTER REPORT

Transfer No 13-0048 **Date** 10/2/2012 **Amount Transferred** \$1,500.00 **Requested By:** Kim Bradford

Description Establish Fill a Need budget to facilitate better tracking

Transfer From Account Number	Transfer Amount	Transfer To Account Number	Transfer Amount
361-9510-414-8990 Contingency Fund	(\$1,500.00)	001-1910-413-2030 General Fund	\$1,500.00
Transfer From Total:	(\$1,500.00)	Transfer To Total:	\$1,500.00

Transfer No 13-0049 **Date** 10/10/2012 **Amount Transferred** \$597,791.00 **Requested By:** Ken Kennedy

Description Establish budget for increased CAP water purchase

Transfer From Account Number	Transfer Amount	Transfer To Account Number	Transfer Amount
452-5110-500-7540 Dev Fees - Water Res 2012	(\$88,870.00)	361-9510-414-8990 Contingency Fund	\$88,870.00
361-9510-414-8990 Contingency Fund	(\$250,051.00)	452-5110-500-7540 Dev Fees - Water Res 2012	\$250,051.00
417-5110-500-7540 Development Fees-Wtr Rsrc	(\$258,870.00)	361-9510-414-8990 Contingency Fund	\$258,870.00
Transfer From Total:	(\$597,791.00)	Transfer To Total:	\$597,791.00

Transfer No 13-0050 **Date** 10/11/2012 **Amount Transferred** \$15,000.00 **Requested By:** Nathan Torres

Description Provide funding for shade structure at Parque de Paz

Transfer From Account Number	Transfer Amount	Transfer To Account Number	Transfer Amount
001-1910-413-8990 General Fund	(\$15,000.00)	001-4310-451-7320 General Fund	\$15,000.00
Transfer From Total:	(\$15,000.00)	Transfer To Total:	\$15,000.00

Transfer No 13-0052 **Date** 10/11/2012 **Amount Transferred** \$2,377,754.00 **Requested By:** Ken Kennedy

Description Reduce budgets for carryover projects reflecting actual year end expenditures

Transfer From Account Number	Transfer Amount	Transfer To Account Number	Transfer Amount
125-2140-500-7440 Development Fees-Police	(\$1,042.00)		
123-3430-500-7230 Development Fees-Pub Wks	(\$4,212.00)		
123-3430-500-7230 Development Fees-Pub Wks	(\$8,059.00)		
426-5210-500-7240 Wastewater Bonds	(\$9,989.00)		

001-2210-500-7440 General Fund	(\$12,888.00)
001-4310-500-7332 General Fund	(\$14,739.00)
445-3430-500-7330 Stadium-Infrastructure	(\$19,267.00)
414-5110-500-2124 FY11 Water Bonds	(\$24,378.00)
421-5210-500-7240 Enterprise-Wastewater	(\$41,158.00)
413-5110-500-2115 CIP-Water	(\$45,392.00)
413-5110-500-7414 CIP-Water	(\$45,891.00)
001-3430-500-2115 General Fund	(\$66,789.00)
001-2140-500-2215 General Fund	(\$106,257.00)
425-5210-500-7240 Development Fees-Sewer	(\$320,657.00)
124-2110-500-7440 Development Fees-Fire	(\$364,591.00)
125-2110-500-7440 Development Fees-Police	(\$484,459.00)
417-5110-500-7540 Development Fees-Wtr Rsrc	(\$807,986.00)

361-9510-414-8990
Contingency Fund \$2,377,754.00

Transfer From Total: (\$2,377,754.00)

Transfer To Total: \$2,377,754.00

Transfer No 13-0056 **Date** 10/15/2012 **Amount Transferred** \$652,897.00 **Requested By:** Terri Canada

Description Increase budgets for carryover projects reflecting actual year end expenditures

Transfer From Account Number	Transfer Amount	Transfer To Account Number	Transfer Amount
361-9510-414-8990 Contingency Fund	(\$652,897.00)		
		661-1750-414-6123 IT Replacement Reserve	\$109,635.00
		661-1750-414-7435 IT Replacement Reserve	\$543,262.00
Transfer From Total:	<u>(\$652,897.00)</u>	Transfer To Total:	<u>\$652,897.00</u>

Transfer No 13-0059 **Date** 10/23/2012 **Amount Transferred** \$2,000.00 **Requested By:** Heather Grenyo

Description Transfer budgets from Public Work's Admin to Facilities for pooled vehicles

Transfer From Account Number	Transfer Amount	Transfer To Account Number	Transfer Amount
001-4010-414-4331 General Fund	(\$1,000.00)	001-4210-414-4331 General Fund	\$1,000.00

001-4010-414-4330 General Fund	(\$1,000.00)	001-4210-414-4330 General Fund	\$1,000.00
Transfer From Total:	(\$2,000.00)	Transfer To Total:	\$2,000.00
Transfer No 13-0062	Date 11/2/2012	Amount Transferred \$263,000.00	Requested By: Nathan Torres
Description Establish budget for maintenance items for teams for Ball Park reserve funding - available			
Transfer From Account Number	Transfer Amount	Transfer To Account Number	Transfer Amount
361-9510-414-8990 Contingency Fund	(\$263,000.00)	440-4330-454-7410 Stadium Reserve	\$243,000.00
		440-4330-454-4311 Stadium Reserve	\$20,000.00
Transfer From Total:	(\$263,000.00)	Transfer To Total:	\$263,000.00
Transfer No 13-0064	Date 10/23/2012	Amount Transferred \$192,893.00	Requested By: Tracy DeSomma
Description Move Code Compliance Division from Police Department to Development Services Department			
Transfer From Account Number	Transfer Amount	Transfer To Account Number	Transfer Amount
001-2150-413-6122 General Fund	(\$150.00)	001-3345-461-6122 General Fund	\$150.00
001-2150-413-5910 General Fund	(\$240.00)	001-3345-461-5910 General Fund	\$240.00
001-2150-413-6112 General Fund	(\$250.00)	001-3345-461-6112 General Fund	\$250.00
001-2150-413-6111 General Fund	(\$250.00)	001-3345-461-6111 General Fund	\$250.00
001-2150-413-1103 General Fund	(\$410.00)	001-3345-461-1103 General Fund	\$410.00
001-2150-413-6130 General Fund	(\$500.00)	001-3345-461-6130 General Fund	\$500.00
001-2150-413-3010 General Fund	(\$500.00)	001-3345-461-3010 General Fund	\$500.00
001-2150-413-6120 General Fund	(\$750.00)	001-3345-461-6120 General Fund	\$750.00
001-2150-413-4126 General Fund	(\$1,000.00)	001-3345-461-4126 General Fund	\$1,000.00
001-2150-413-4317 General Fund	(\$1,127.00)	001-3345-461-4317 General Fund	\$1,127.00
001-2150-413-1102 General Fund	(\$1,601.00)	001-3345-461-1102 General Fund	\$1,601.00
001-2150-413-3130 General Fund	(\$1,750.00)	001-3345-461-3130 General Fund	\$1,750.00
001-2150-413-1123 General Fund	(\$1,839.00)	001-3345-461-1123 General Fund	\$1,839.00
001-2150-413-5940 General Fund	(\$2,000.00)	001-3345-461-5940 General Fund	\$2,000.00
001-2150-413-1202 General Fund	(\$2,048.00)	001-3345-461-1202 General Fund	\$2,048.00

001-2150-413-1140 General Fund	(\$2,048.00)	001-3345-461-1140 General Fund	\$2,048.00
001-2150-413-1030 General Fund	(\$2,500.00)	001-3345-461-1030 General Fund	\$2,500.00
001-2150-413-1122 General Fund	(\$7,863.00)	001-3345-461-1122 General Fund	\$7,863.00
001-2150-413-1120 General Fund	(\$14,141.00)	001-3345-461-1120 General Fund	\$14,141.00
001-2150-413-1101 General Fund	(\$25,102.00)	001-3345-461-1101 General Fund	\$25,102.00
001-2150-413-1001 General Fund	(\$126,824.00)	001-3345-461-1001 General Fund	\$126,824.00
Transfer From Total:	(\$192,893.00)	Transfer To Total:	\$192,893.00

Transfer No 13-0065 **Date** 12/10/2012 **Amount Transferred** \$20,000.00 **Requested By:** Luke Albert

Description Providing funding for project security. Savings from completed project.

Transfer From Account Number	Transfer Amount	Transfer To Account Number	Transfer Amount
001-3430-500-7345 General Fund	(\$20,000.00)	001-2130-500-1030 General Fund	\$20,000.00
Transfer From Total:	(\$20,000.00)	Transfer To Total:	\$20,000.00

Transfer No 13-0066 **Date** 11/27/2012 **Amount Transferred** \$277,622.00 **Requested By:** Ken Kennedy

Description Allow for appropriation to buy additional CAP water using reimbursement funding from sale of water credit to El Mirage.

Transfer From Account Number	Transfer Amount	Transfer To Account Number	Transfer Amount
361-9510-414-8990 Contingency Fund	(\$277,622.00)	411-5110-500-7540 Enterprise-Water Resource	\$277,622.00
Transfer From Total:	(\$277,622.00)	Transfer To Total:	\$277,622.00

Transfer No 13-0069 **Date** 11/27/2012 **Amount Transferred** \$644,084.00 **Requested By:** Ken Kennedy

Description Establish budget appropriation for PIC debt service payment on Venida Building. Re-allocate from lease payment account.

Transfer From Account Number	Transfer Amount	Transfer To Account Number	Transfer Amount
001-4210-414-4515 General Fund	(\$644,084.00)		
		001-9510-414-8013 General Fund	\$394,200.00
		001-9510-414-8043 General Fund	\$176,595.00
		001-9510-414-8017 General Fund	\$44,333.00
		001-9510-414-8047 General Fund	\$28,956.00
Transfer From Total:	(\$644,084.00)	Transfer To Total:	\$644,084.00

Transfer No 13-0070	Date 12/11/2012	Amount Transferred \$703,033.00	Requested By: Theresa Simms
Description Appropriation for legal settlement. Funding transferred from reserve established for this purpose.			
Transfer From Account Number	Transfer Amount	Transfer To Account Number	Transfer Amount
361-9510-414-8990 Contingency Fund	(\$703,033.00)	001-1820-414-5220 General Fund	\$703,033.00
Transfer From Total:	(\$703,033.00)	Transfer To Total:	\$703,033.00
Transfer No 13-0071	Date 12/11/2012	Amount Transferred \$2,000.00	Requested By: Susan Petty
Description Additional line items to be moved from Code Compliance (Police Department) to Development Services			
Transfer From Account Number	Transfer Amount	Transfer To Account Number	Transfer Amount
001-2110-421-6110 General Fund	(\$2,000.00)	001-3345-461-6110 General Fund	\$2,000.00
Transfer From Total:	(\$2,000.00)	Transfer To Total:	\$2,000.00
Transfer No 13-0073	Date 12/19/2012	Amount Transferred \$52,000.00	Requested By:
Description Plan Review contract services-due to staff reduction/recent loss of the Plans Examiner Supervisor			
Transfer From Account Number	Transfer Amount	Transfer To Account Number	Transfer Amount
001-1910-413-8990 General Fund	(\$52,000.00)	001-3344-461-2106 General Fund	\$52,000.00
Transfer From Total:	(\$52,000.00)	Transfer To Total:	\$52,000.00
Transfer No 13-0074	Date 12/19/2012	Amount Transferred \$35,000.00	Requested By: Brian Dalke
Description Contract for consulting services to perform management audit for Fire Department			
Transfer From Account Number	Transfer Amount	Transfer To Account Number	Transfer Amount
001-1910-413-8990 General Fund	(\$35,000.00)	001-1310-413-2175 General Fund	\$35,000.00
Transfer From Total:	(\$35,000.00)	Transfer To Total:	\$35,000.00