

# MEMORANDUM



TO: Mayor and Council  
FROM: Mark Day, Municipal Budget Director  
THROUGH: Ken Jones, Deputy City Manager - CFO  
DATE: February 14, 2020  
SUBJECT: Quarterly Financial Report for FY 2019-20 Q2

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Attached is the Quarterly Financial Report for the second quarter of Fiscal Year 2019-20, the quarter ending December 31, 2019. The Municipal Budget Office prepares quarterly financial reports for all the major operating funds, revenue sources and departments that reflect budget to actual comparisons and highlight major variances that may require additional monitoring or action.

Although revenues and expenditures are not budgeted on a quarterly basis, the report applies a three-year historical average to the annual budget to gain insight into revenue and expenditure actual performance versus the estimated budget for the quarter.

We have included a quick-reference Table of Contents on the following page that will allow you to quickly navigate to areas of interest by clicking on titles or page numbers. The *table of contents* link at the bottom of every page will return you to the Table of Contents. The report can also be found on the Municipal Budget Office's Internet page.

Please let me know if you have questions about the information contained in this report.

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## Quarterly Financial Performance Report

Through the Second Quarter Ended December 31, 2019

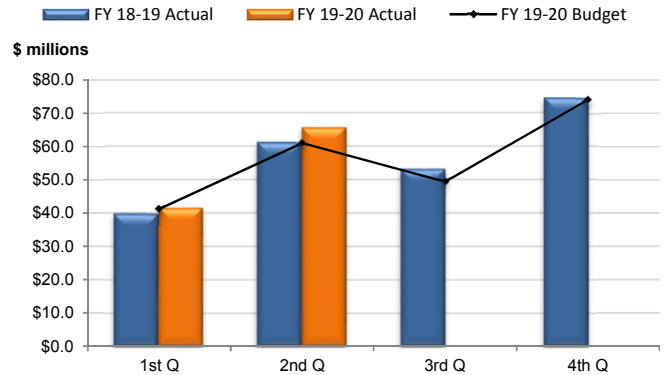
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### Performance Ratings Key

- Positive** = A positive variance, or a negative variance of less than 2%, which shows the category is performing close to historical trends.
- Watch** = A negative variance between 2-5%, compared to historical trends.
- Negative** = A negative variance of greater than 5%, compared to historical trends.



		FY 19-20 Adopted Budget	FY 19-20 Actual Revenue	% of Budget Collected	% of Budget Hist
1st Q	Jul-Sep 19	\$ 41,217,166	\$ 41,543,101	18.4%	18.3%
2nd Q	Oct-Dec 19	61,092,253	65,525,663	29.0%	27.1%
3rd Q	Jan-Mar 20	49,373,319			
4th Q	Apr-Jun 20	74,062,150			
<b>Total</b>		<b>\$ 225,744,888</b>	<b>\$ 107,068,764</b>	<b>47.4%</b>	<b>45.4%</b>
Variance from Budget			\$ 4,759,345	2.0%	



**Positive**

Through the second quarter of FY 2019-20, General Fund revenue is 47.4% of budget, compared with a historical percentage of 45.4%. In terms of budget-to-actual variance, total collections are above the anticipated revenue target for the second quarter. The scope of budget-to-actual variance for each category can be seen in the table and graph at the bottom-right corner of this page. Quarterly collection detail by category can be found on pages 2 through 6 of this reports.



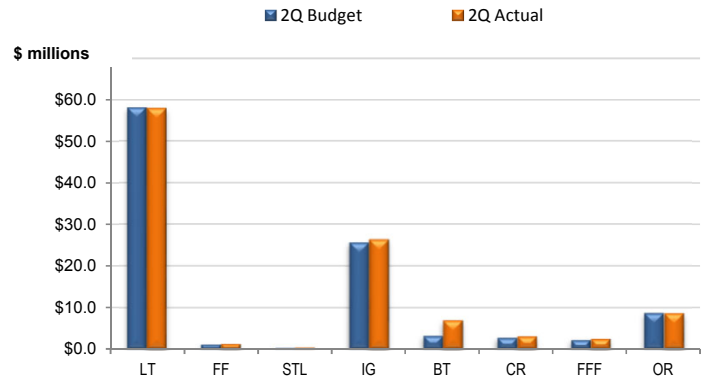
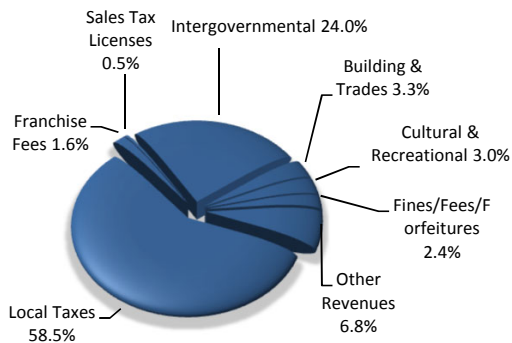
## General Fund Revenue by Category

Revenue Categories	FY 19-20 Annual Budget	% of Annual Budget
Local Taxes	\$ 131,954,621	58.5%
Franchise Fees	3,604,170	1.6%
Sales Tax Licenses	1,055,000	0.5%
Intergovernmental	54,148,051	24.0%
Building & Trades	7,475,442	3.3%
Cultural & Recreational	6,751,048	3.0%
Fines/Fees/Forfeitures	5,389,064	2.4%
Other Revenues	15,367,492	6.8%
<b>Total</b>	<b>\$ 225,744,888</b>	<b>100.0%</b>

Cumulative Revenue through 2Q 2019-2020

	2Q Budget Target	2Q Actual Revenue	% of Budget Target
Local Taxes (LT)	\$ 58,018,411	\$ 57,854,901	100%
Franchise Fees (FF)	1,155,373	1,244,318	108%
Sales Tax Licenses (STL)	349,071	442,467	127%
Intergovernmental (IG)	25,669,348	26,292,368	102%
Building & Trades (BT)	3,283,325	6,974,927	212%
Cultural & Recreational (CR)	2,809,368	3,134,569	112%
Fines/Fees/Forfeitures (FFF)	2,301,515	2,485,945	108%
Other Revenues (OR)	8,723,007	8,639,269	99%
<b>Total</b>	<b>\$ 102,309,420</b>	<b>\$ 107,068,764</b>	<b>105%</b>

FY 19-20 Budget

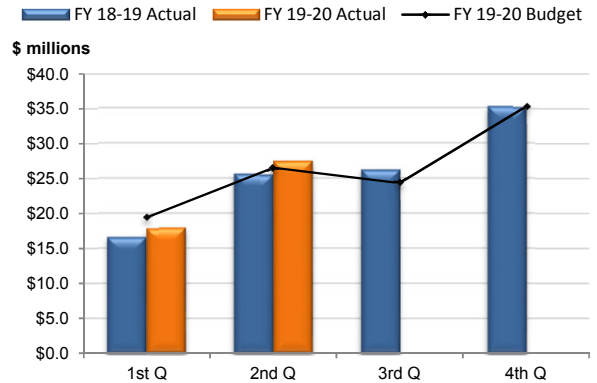


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**Sales Tax**

		FY 19-20 Adopted Budget	FY 19-20 Actual Revenue	% of Budget Collected	% of Budget Hist
1st Q	Jul-Sep 19	\$ 19,460,084	\$ 17,987,249	17.0%	18.4%
2nd Q	Oct-Dec 19	26,572,185	27,492,216	26.0%	25.1%
3rd Q	Jan-Mar 20	24,384,210			
4th Q	Apr-Jun 20	35,323,910			
<b>Total</b>		<b>\$ 105,740,389</b>	<b>\$ 45,479,466</b>	<b>43.0%</b>	<b>43.5%</b>
Variance from Budget			\$ (552,803)	-0.5%	



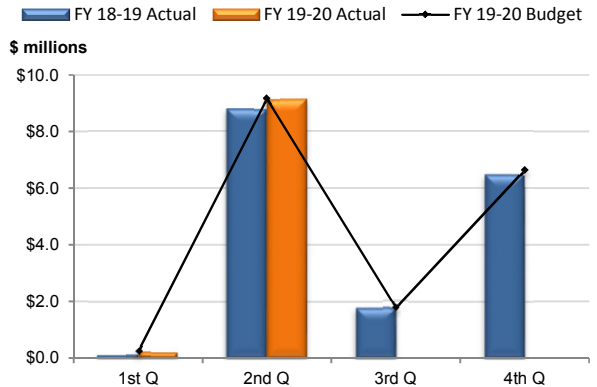
**Positive**

City Sales Taxes are generated by a 1.8% levy on sales transactions in the city. Of the total 1.8% rate, 1.2% is deposited in the General Fund, 0.5% is dedicated for Transit purposes, and the remaining 0.1% is deposited in the Performing Arts Fund. The amount deposited in the General Fund is depicted in the table and graph above. This revenue source contributes 44.6% of the General Fund budget in FY 2019-20 making it the City's largest revenue source. Through the second quarter of FY 2019-20, Sales Tax collections are 43.0% of budget, which is below the historical average of 43.5%. In terms of budget-to-actual variance, collections are 0.5% below the budgeted value.



**Property Tax**

		FY 19-20 Adopted Budget	FY 19-20 Actual Revenue	% of Budget Collected	% of Budget Hist
1st Q	Jul-Sep 19	\$ 231,607	\$ 217,946	1.2%	1.3%
2nd Q	Oct-Dec 19	9,159,710	9,132,156	51.3%	51.4%
3rd Q	Jan-Mar 20	1,775,233			
4th Q	Apr-Jun 20	6,637,028			
<b>Total</b>		<b>\$ 17,803,579</b>	<b>\$ 9,350,102</b>	<b>52.5%</b>	<b>52.7%</b>
Variance from Budget			\$ (41,215)	-0.2%	

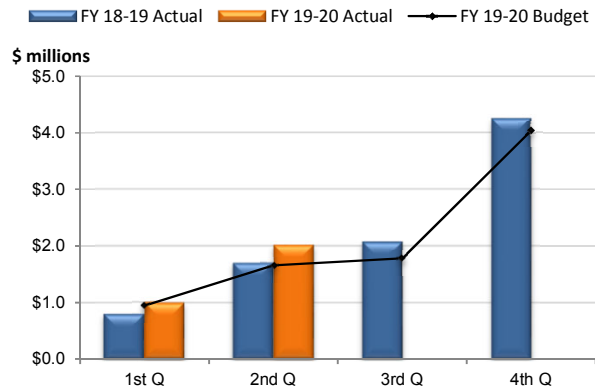


**Positive**

Property Tax revenue in the General Fund is generated by a \$0.90 charge per \$100 of the primary assessed valuation of real and personal property. In FY 2019-20, Property Tax contributes 7.5% of budgeted General Fund revenue. Through the second quarter of FY 2019-20, Property Tax collections are 52.5% of budget, 0.2% less than the historical average. In terms of budget-to-actual variance, Property Tax is 0.2% below the budgeted value.

**Bed Tax**

		FY 19-20 Adopted Budget	FY 19-20 Actual Revenue	% of Budget Collected	% of Budget Hist
1st Q	Jul-Sep 19	\$ 943,214	\$ 1,002,122	11.9%	11.2%
2nd Q	Oct-Dec 19	1,651,611	2,023,212	24.1%	19.6%
3rd Q	Jan-Mar 20	1,776,832			
4th Q	Apr-Jun 20	4,038,997			
<b>Total</b>		<b>\$ 8,410,653</b>	<b>\$ 3,025,333</b>	<b>36.0%</b>	<b>30.8%</b>
Variance from Budget			\$ 430,509	5.2%	

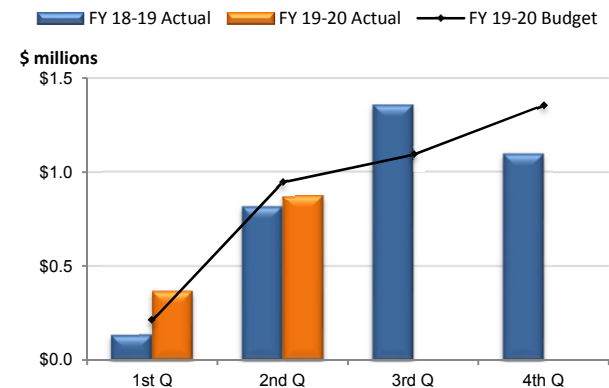


**Positive**

The Transient Lodging Tax, or Bed Tax, is a 5.0% levy on hotel and motel sales that contributes approximately 3.6% of budgeted General Fund revenue in FY 2019-20. Bed Tax collections through the second quarter of FY 2019-20 are 36.0% of budget, which is higher than the historical average of 30.8%. In terms of budget-to-actual variance, collections are \$430,509 above the budgeted value.

**Franchise Fees**

		FY 19-20 Adopted Budget	FY 19-20 Actual Revenue	% of Budget Collected	% of Budget Hist
1st Q	Jul-Sep 19	\$ 210,071	\$ 369,156	10.2%	5.8%
2nd Q	Oct-Dec 19	945,302	875,162	24.3%	26.2%
3rd Q	Jan-Mar 20	1,092,360			
4th Q	Apr-Jun 20	1,356,436			
<b>Total</b>		<b>\$ 3,604,170</b>	<b>\$ 1,244,318</b>	<b>34.5%</b>	<b>32.0%</b>
Variance from Budget			\$ 88,945	2.5%	



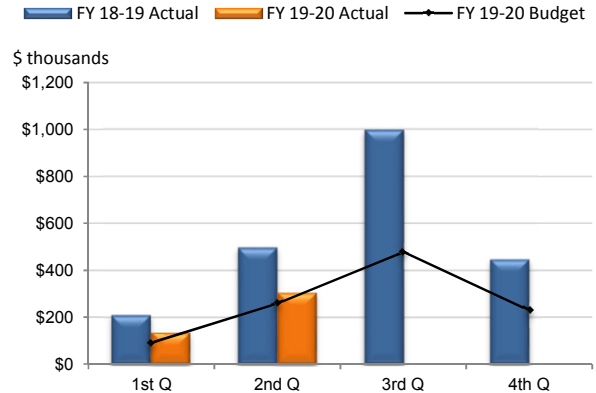
**Positive**

Franchise Fee revenues are collected based on specific agreements with service providers in the city, including Arizona Public Service (2.0% of revenue), Cox Communications (5.0% of gross revenue), and Southwest Gas (2.0% of gross revenue). These fees contribute 1.5% of annual General Fund revenue. Franchise Fee payments are 34.5% of the budgeted amount through the second quarter of FY 2019-20, compared to 32.0% historically. In terms of budget-to-actual variance, collections are \$89 thousand above the expected amount. Prior agreements with telecommunications service providers included an annual right-of-way fee of approximately \$250 thousand due in the first quarter. This annual fee is no longer collected.



**Sales Tax Licenses**

		FY 19-20 Adopted Budget	FY 19-20 Actual Revenue	% of Budget Collected	% of Budget Hist
1st Q	Jul-Sep 19	\$ 90,733	\$ 136,875	13.0%	8.6%
2nd Q	Oct-Dec 19	258,338	305,591	29.0%	24.5%
3rd Q	Jan-Mar 20	477,730			
4th Q	Apr-Jun 20	228,199			
<b>Total</b>		<b>\$ 1,055,000</b>	<b>\$ 442,467</b>	<b>41.9%</b>	<b>33.1%</b>
Variance from Budget			\$ 93,396	8.8%	



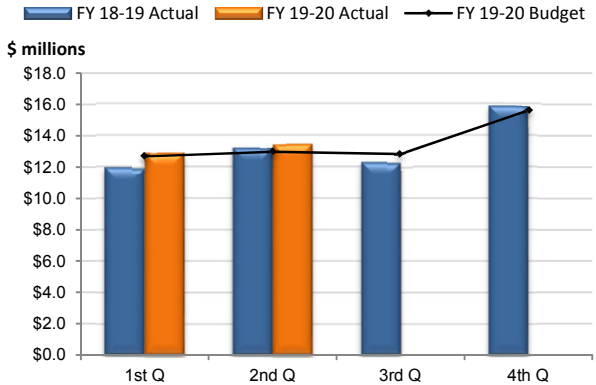
**Positive**

The City requires taxable business activities to be licensed, with the annual licensing fee amount varying by business type. Starting in 2017, the Arizona Department of Revenue (ADOR) began collecting the fees for Tempe's Sales Tax Licenses. Due to the change, the reporting of the revenue by ADOR has been delayed and past payments are now being received, creating a surplus of revenue. Sales Tax License collections through the second quarter of FY 2019-20 were 41.9% of budget, compared to the historical average of 33.1%. Sales Tax Licenses contribute 0.4% of annual General Fund revenue. In terms of budget-to-actual variance, collections are 8.8% above budget, or \$93,396.



**Intergovernmental**

		FY 19-20 Adopted Budget	FY 19-20 Actual Revenue	% of Budget Collected	% of Budget Hist
1st Q	Jul-Sep 19	\$ 12,682,722	\$ 12,860,569	23.8%	23.4%
2nd Q	Oct-Dec 19	12,986,626	13,431,799	24.8%	24.0%
3rd Q	Jan-Mar 20	12,844,380			
4th Q	Apr-Jun 20	15,634,322			
<b>Total</b>		<b>\$ 54,148,051</b>	<b>\$ 26,292,368</b>	<b>48.6%</b>	<b>47.4%</b>
Variance from Budget			\$ 623,019	1.2%	



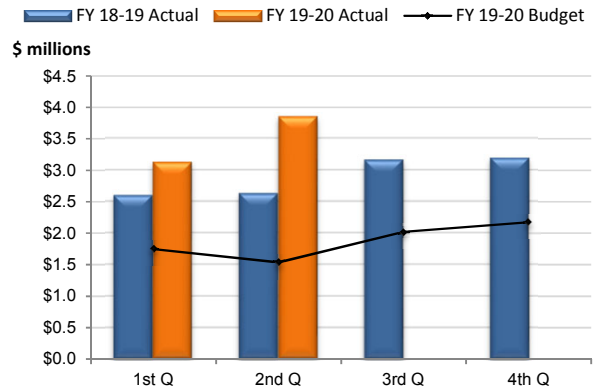
**Positive**

Intergovernmental Revenue includes distributions of State Income Taxes, State Sales Taxes, and State Vehicle License Taxes. These revenues are distributed based on Tempe's share of the state urban population as determined by the U.S. Census. In total, these revenues constitute 22.9% of budgeted revenue for FY 2019-20, making this the second largest General Fund revenue source after Sales Taxes. Through the second quarter of FY 2019-20, actual collections are 48.6% of budget, compared to a historical average of 47.4%. In terms of budget-to-actual variance, collections are 1.2% above budgets.



**Building & Trades**

		FY 19-20 Adopted Budget	FY 19-20 Actual Revenue	% of Budget Collected	% of Budget Hist
1st Q	Jul-Sep 19	\$ 1,748,403	\$ 3,126,351	41.8%	23.4%
2nd Q	Oct-Dec 19	1,534,922	3,848,576	51.5%	20.5%
3rd Q	Jan-Mar 20	2,018,400			
4th Q	Apr-Jun 20	2,173,717			
<b>Total</b>		<b>\$ 7,475,442</b>	<b>\$ 6,974,927</b>	<b>93.3%</b>	<b>43.9%</b>
Variance from Budget			\$ 3,691,602	49.4%	



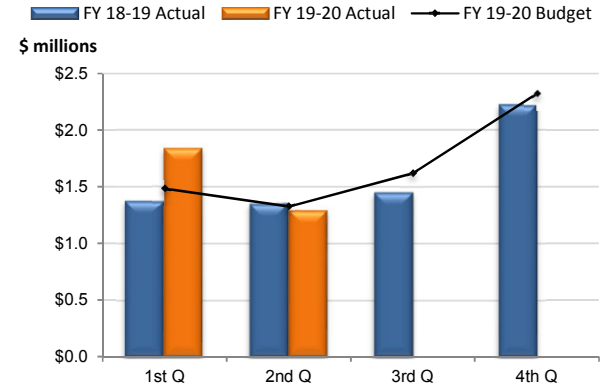
**Positive**

Building and Trade revenues consist of Building Permit Fees, Plan Check Fees, and other miscellaneous engineering and permitting fees generated by development. These fees are charged to recover a portion of the cost of regulating development. In FY 2019-20, this revenue source contributes 3.2% of budgeted General Fund revenue. Through the second quarter of FY 2019-20, actual collections are 93.3% of budget, compared to a historical average of 43.9%. Thus far, in terms of budget-to-actual variance, collections are 49.4% above the budgeted estimate. This is due to the level of development activity that has continued to outperform revenue estimates.



**Cultural & Recreational**

		FY 19-20 Adopted Budget	FY 19-20 Actual Revenue	% of Budget Collected	% of Budget Hist
1st Q	Jul-Sep 19	\$ 1,484,713	\$ 1,840,909	27.3%	22.0%
2nd Q	Oct-Dec 19	1,324,655	1,293,660	19.2%	19.6%
3rd Q	Jan-Mar 20	1,618,342			
4th Q	Apr-Jun 20	2,323,338			
<b>Total</b>		<b>\$ 6,751,048</b>	<b>\$ 3,134,569</b>	<b>46.4%</b>	<b>41.6%</b>
Variance from Budget			\$ 325,201	4.8%	



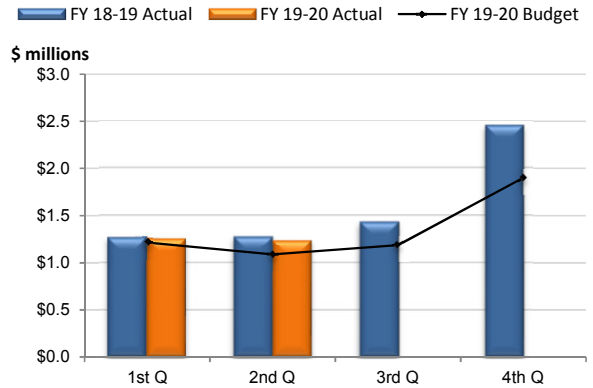
**Positive**

Cultural and Recreational revenues include fees and charges to recover a portion of the costs of providing the City's cultural and recreational programs. The majority of this revenue source is generated from fees charged for the City's Kid Zone program. In total, Cultural and Recreational fees represent 2.9% of total budgeted General Fund revenue for FY 2019-20. Through the second quarter of FY 2019-20, Cultural and Recreational fee collections are 46.4% of budget, compared to the historical average of 41.6%, for a total positive variance of 4.8%. In terms of budget-to-actual variance, collections are \$325 thousand above the budgeted estimate.



**Fines, Fees & Forfeitures**

		FY 19-20 Adopted Budget	FY 19-20 Actual Revenue	% of Budget Collected	% of Budget Hist
1st Q	Jul-Sep 19	\$ 1,214,204	\$ 1,253,174	23.3%	22.5%
2nd Q	Oct-Dec 19	1,087,311	1,232,771	22.9%	20.2%
3rd Q	Jan-Mar 20	1,185,799			
4th Q	Apr-Jun 20	1,901,750			
<b>Total</b>		<b>\$ 5,389,064</b>	<b>\$ 2,485,945</b>	<b>46.1%</b>	<b>42.7%</b>
Variance from Budget			\$ 184,430	3.4%	



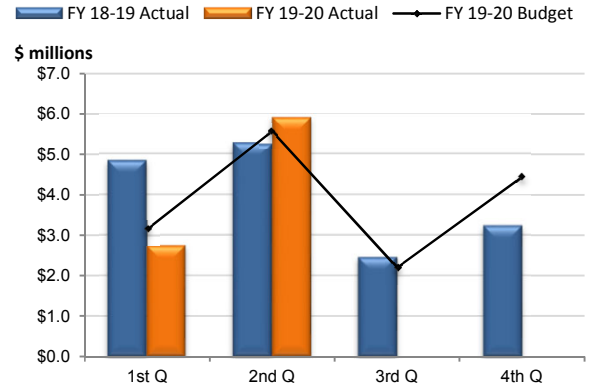
**Positive**

Fines, Fees, and Forfeiture revenue derives from fines and other payments related to violations of state laws and local ordinances, including parking, traffic, and criminal enforcement activities. In total, Fines, Fees, and Forfeitures represent 2.3% of total budgeted General Fund revenue for FY 2019-20. Through the second quarter of FY 2019-20, 46.1% of budgeted revenues have been collected, compared to a historical average of 42.7%. In terms of budget-to-actual variance, this category is 3.4% above the expected value through the second quarter.



**Other Revenues**

		FY 19-20 Adopted Budget	FY 19-20 Actual Revenue	% of Budget Collected	% of Budget Hist
1st Q	Jul-Sep 19	\$ 3,151,415	\$ 2,748,749	17.9%	20.5%
2nd Q	Oct-Dec 19	5,571,593	5,890,520	38.3%	36.3%
3rd Q	Jan-Mar 20	2,200,032			
4th Q	Apr-Jun 20	4,444,453			
<b>Total</b>		<b>\$ 15,367,492</b>	<b>\$ 8,639,269</b>	<b>56.2%</b>	<b>56.8%</b>
Variance from Budget			\$ (83,738)	-0.6%	



**Positive**

Other Revenues include collections from a variety of sources not otherwise accounted for in the major revenue categories. Primary components of Other Revenues are Land Sales, Interest Earnings, Land and Building Facility Rental, and SRP In-Lieu Payments. In FY 2019-20, this revenue source contributes 6.5% of budgeted General Fund revenue. Through the second quarter of the fiscal year, collections of Other Revenue are 56.2% of the FY 2019-20 budget, compared to a historical tracking percentage of 56.8%.

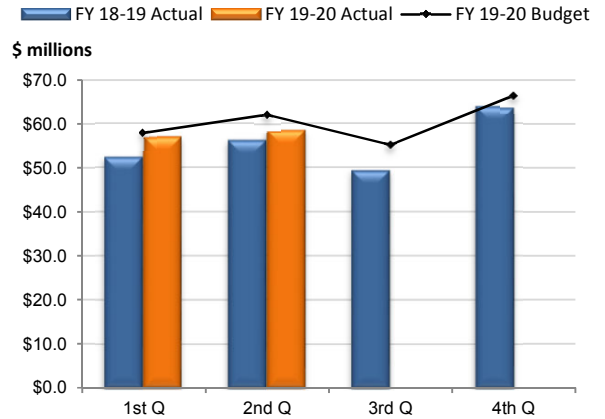




		FY 19-20 Adopted Budget*	FY 19-20 Actual Exp	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 57,932,660	\$ 57,027,283	23.6%	24.0%
2nd Q	Oct-Dec 19	62,053,410	58,470,421	24.2%	25.7%
3rd Q	Jan-Mar 20	55,233,889			
4th Q	Apr-Jun 20	66,482,640			
<b>Total</b>		<b>\$ 241,702,599</b>	<b>\$ 115,497,704</b>	<b>47.8%</b>	<b>49.7%</b>

Variance from Budget \$ 4,488,365 1.9%  
 \*Budget excludes a \$1.5 million contingency appropriation, encumbrances and inventory

**Positive**

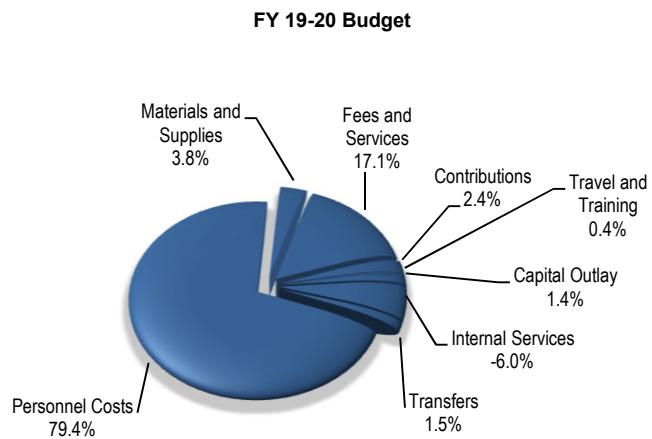


Through the second quarter of FY 2019-20, General Fund expenditures are 47.8% of budget, compared with a historical percentage of 49.7%. In terms of budget-to-actual variance, General Fund expenditures are 1.9% below budget through the second quarter. Departmental quarterly expenditure tracking data can be found on pages 8 through 17 of this report.



# General Fund Expenditures By Category

Categories	FY 19-20 Adopted Budget	% of Adopted Budget
Personnel Costs	\$ 191,866,873	79.4%
Materials and Supplies	9,134,880	3.8%
Fees and Services	41,392,153	17.1%
Contributions	5,804,382	2.4%
Travel and Training	911,735	0.4%
Capital Outlay	3,427,044	1.4%
Internal Services	(14,573,706)	-6.0%
Transfers	3,739,238	1.5%
<b>Total</b>	<b>\$ 241,702,599</b>	<b>100.0%</b>

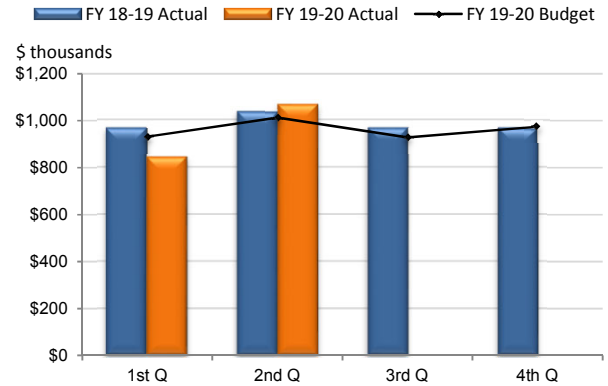




**City Attorney's Office**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Expend*	% of Budget Spent	% of Budget Hist
1st Q	Jul-Sep 19	\$ 931,592	\$ 844,907	22.0%	24.2%
2nd Q	Oct-Dec 19	1,013,637	1,067,848	27.7%	26.3%
3rd Q	Jan-Mar 20	929,106			
4th Q	Apr-Jun 20	974,482			
<b>Total</b>		<b>\$ 3,848,817</b>	<b>\$ 1,912,755</b>	<b>49.7%</b>	<b>50.5%</b>

\*amounts are net of internal service charges, and exclude transfers  
 Variance from Budget \$ 32,474 0.8%



**Positive**

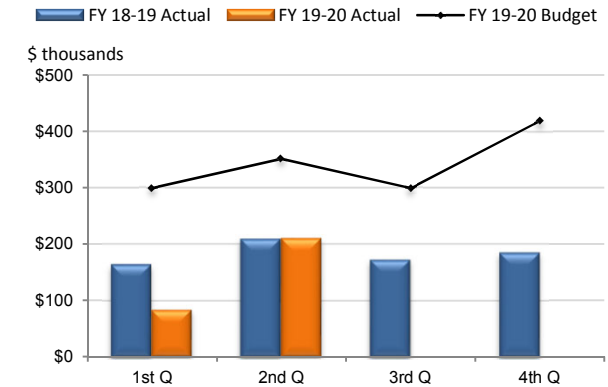
The City Attorney's Office spent 49.7% of its FY 2019-20 budget through the second quarter, compared to a historical average of 50.5%. In terms of budget-to-actual variance, expenditures are 0.8% less than budgeted through the second quarter.



**City Clerk's Office**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Expend*	% of Budget Spent	% of Budget Hist
1st Q	Jul-Sep 19	\$ 299,452	\$ 84,409	6.2%	21.9%
2nd Q	Oct-Dec 19	351,462	210,526	15.4%	25.7%
3rd Q	Jan-Mar 20	299,277			
4th Q	Apr-Jun 20	418,314			
<b>Total</b>		<b>\$ 1,368,505</b>	<b>\$ 294,936</b>	<b>21.6%</b>	<b>47.6%</b>

\*amounts are net of internal service charges, and exclude transfers  
 Variance from Budget \$ 355,978 26.0%



**Positive**

The City Clerk's Office has spent 21.6% of its FY 2019-20 budget through the second quarter, compared to a historical average of 47.6%. In terms of variance from the budget through the second quarter, expenditures are 26.0% below the expected amount. The variance is due primarily to vacancies.



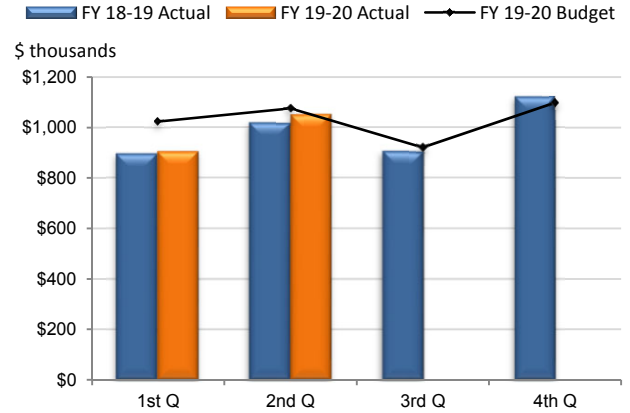
**City Court**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Expend*	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 1,024,051	\$ 905,187	22.0%	24.9%
2nd Q	Oct-Dec 19	1,075,481	1,052,714	25.6%	26.1%
3rd Q	Jan-Mar 20	920,259			
4th Q	Apr-Jun 20	1,097,994			
<b>Total</b>		<b>\$ 4,117,786</b>	<b>\$ 1,957,901</b>	<b>47.5%</b>	<b>51.0%</b>

\*amounts are net of internal service charges, and exclude transfers

Variance from Budget \$ 141,631 3.5%

**Positive**



The City Court has spent 47.5% of its FY 2019-20 budget through the second quarter compared to the historical average of 51.0%. In terms of variance from the budget through the second quarter, expenditures are 3.5% below the budgeted amount.



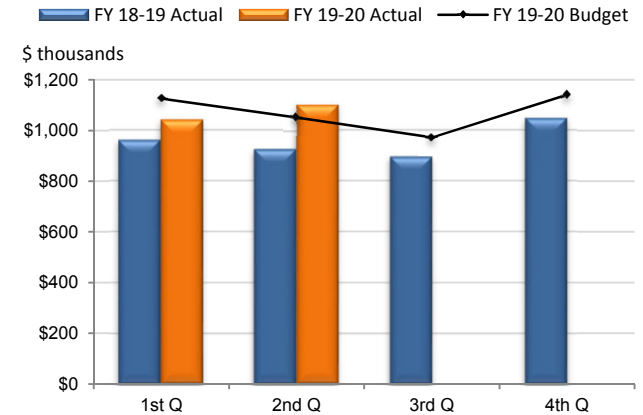
**City Manager's Office**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Expend*	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 1,126,070	\$ 1,040,239	24.2%	26.2%
2nd Q	Oct-Dec 19	1,051,562	1,097,598	25.6%	24.5%
3rd Q	Jan-Mar 20	971,935			
4th Q	Apr-Jun 20	1,140,597			
<b>Total</b>		<b>\$ 4,290,164</b>	<b>\$ 2,137,837</b>	<b>49.8%</b>	<b>50.7%</b>

\*amounts are net of internal service charges, and exclude transfers

Variance from Budget \$ 39,795 0.9%

**Positive**



The City Manager's Office has spent 49.8% of its FY 2019-20 budget through the second quarter, compared to the historical average of 50.7%. In terms of variance from the budget in the second quarter, expenditures are \$39.8 thousand or 0.9% below the expected amount.



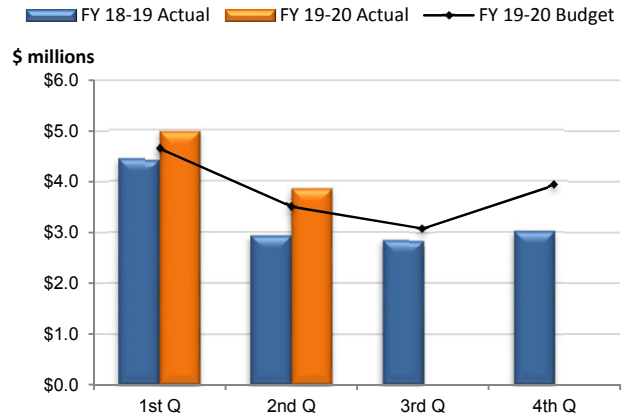
**Community Development**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Exp*	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 4,652,815	\$ 4,972,398	32.8%	30.7%
2nd Q	Oct-Dec 19	3,505,810	3,846,300	25.4%	23.1%
3rd Q	Jan-Mar 20	3,075,535			
4th Q	Apr-Jun 20	3,930,114			
<b>Total</b>		<b>\$ 15,164,275</b>	<b>\$ 8,818,698</b>	<b>58.2%</b>	<b>53.8%</b>

\*amounts are net of internal service charges, and exclude transfers

Variance from Budget \$ (660,072) -4.4%

**Watch**



The Community Development Department has spent 58.2% of its FY 2019-20 budget through the second quarter, compared to the historical value of 53.8%. In terms of variance from the budget, expenditures are \$660 thousand or 4.4% above the expected amount. It is anticipated that the expense variation will normalize as the year progresses.



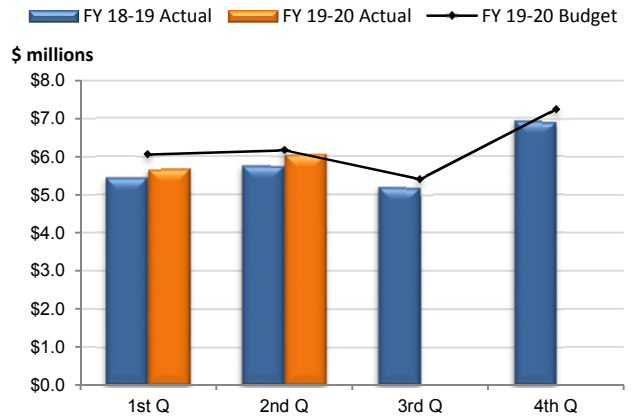
**Community Services**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Exp*	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 6,058,224	\$ 5,667,429	22.8%	24.4%
2nd Q	Oct-Dec 19	6,162,419	6,050,143	24.3%	24.8%
3rd Q	Jan-Mar 20	5,405,103			
4th Q	Apr-Jun 20	7,241,822			
<b>Total</b>		<b>\$ 24,867,568</b>	<b>\$ 11,717,572</b>	<b>47.1%</b>	<b>49.2%</b>

\*amounts are net of internal service charges, and exclude transfers

Variance from Budget \$ 503,071 2.1%

**Positive**



The Community Services Department spent 47.1% of its FY 2019-20 budget through the second quarter, compared to the historical average of 49.2%. In terms of variance from the budget through the second quarter, expenditures are \$503 thousand or 2.1% below the expected amount.



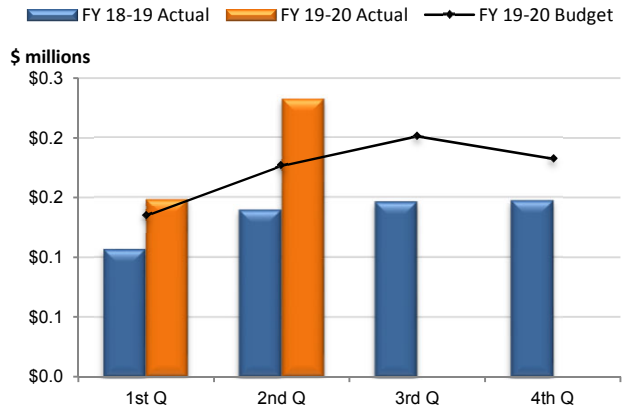
**Economic Development Office**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Exp*	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 134,673	\$ 148,118	21.3%	19.4%
2nd Q	Oct-Dec 19	176,678	231,922	33.4%	25.4%
3rd Q	Jan-Mar 20	201,323			
4th Q	Apr-Jun 20	182,558			
<b>Total</b>		<b>\$ 695,232</b>	<b>\$ 380,039</b>	<b>54.7%</b>	<b>44.8%</b>

\*amounts are net of internal service charges, and exclude transfers

Variance from Budget \$ (68,689) -9.9%

**Negative**



The Economic Development Office has spent 54.7% of its FY 2019-20 budget through the second quarter, compared with a historical percentage of 44.8%. In terms of variance from the budget through the second quarter, expenditures are \$68.7 thousand or 9.9% above the expected amount. It is anticipated that the expense variation will normalize as the year progresses. The Economic Development Office will be monitoring expenses during the remainder of the fiscal year and will address variances from budget.



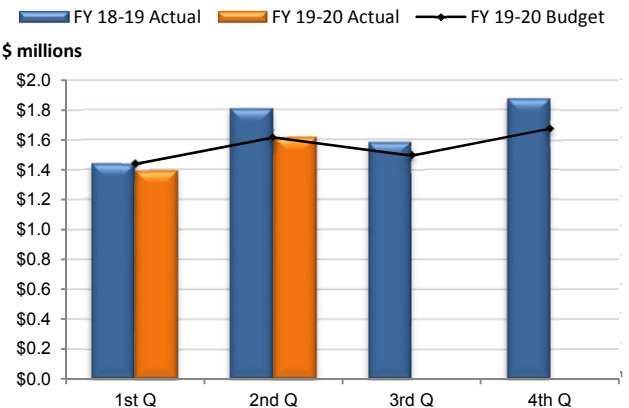
**Engineering & Transportation**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Exp*	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 1,439,445	\$ 1,392,003	22.4%	23.1%
2nd Q	Oct-Dec 19	1,616,472	1,616,946	26.0%	26.0%
3rd Q	Jan-Mar 20	1,494,932			
4th Q	Apr-Jun 20	1,676,097			
<b>Total</b>		<b>\$ 6,226,947</b>	<b>\$ 3,008,949</b>	<b>48.3%</b>	<b>49.1%</b>

\*amounts are net of internal service charges, and exclude transfers

Variance from Budget \$ 46,968 0.8%

**Positive**



The Engineering and Transportation Department spent 48.3% of its FY 2019-20 budget through the second quarter, compared to a historical average of 49.1%. In terms of variance from the budget in the second quarter, expenditures are \$47 thousand or 0.8% below the expected amount.



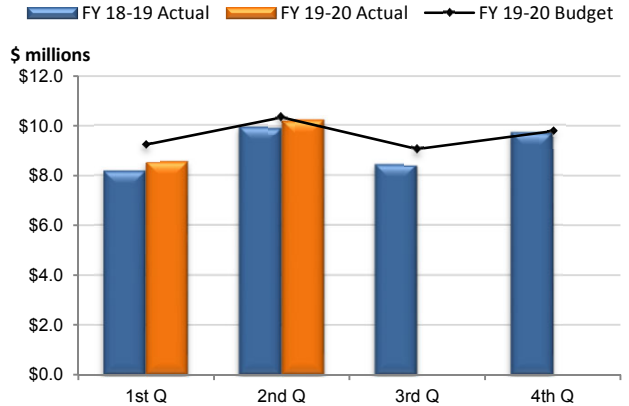
**Fire Medical Rescue**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Exp*	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 9,246,291	\$ 8,568,749	22.3%	24.0%
2nd Q	Oct-Dec 19	10,347,943	10,219,812	26.6%	26.9%
3rd Q	Jan-Mar 20	9,071,359			
4th Q	Apr-Jun 20	9,790,071			
<b>Total</b>		<b>\$ 38,455,664</b>	<b>\$ 18,788,561</b>	<b>48.9%</b>	<b>50.9%</b>

\*amounts are net of internal service charges, and exclude transfers

Variance from Budget \$ 805,674 2.0%

**Positive**



The Fire Medical Rescue Department has spent 48.9% of its FY 2019-20 budget through the second quarter, compared with a historical percentage of 50.9%. In terms of variance from the budget through the second quarter, expenditures are \$806 thousand or 2.0% below the expected amount.



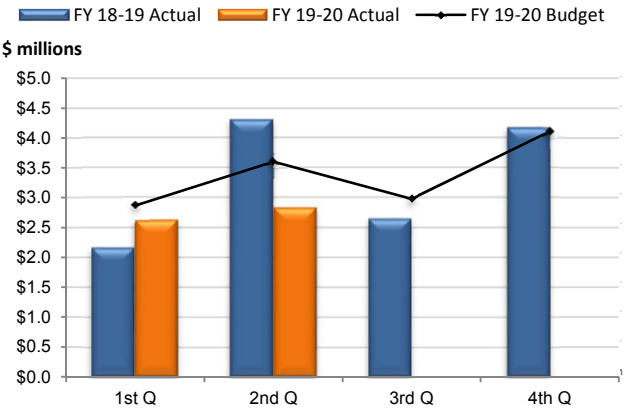
**Human Services**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Exp*	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 2,869,101	\$ 2,627,944	19.4%	21.2%
2nd Q	Oct-Dec 19	3,604,652	2,830,894	20.9%	26.6%
3rd Q	Jan-Mar 20	2,980,784			
4th Q	Apr-Jun 20	4,109,076			
<b>Total</b>		<b>\$ 13,563,613</b>	<b>\$ 5,458,838</b>	<b>40.2%</b>	<b>47.8%</b>

\*amounts are net of internal service charges, and exclude transfers

Variance from Budget \$ 1,014,915 7.6%

**Positive**



The Human Services Department spent 40.2% of its FY 2019-20 budget through the second quarter, compared to a historical average of 47.8%. In terms of variance from the budget in the second quarter, expenditures are 7.6% below the expected amount.



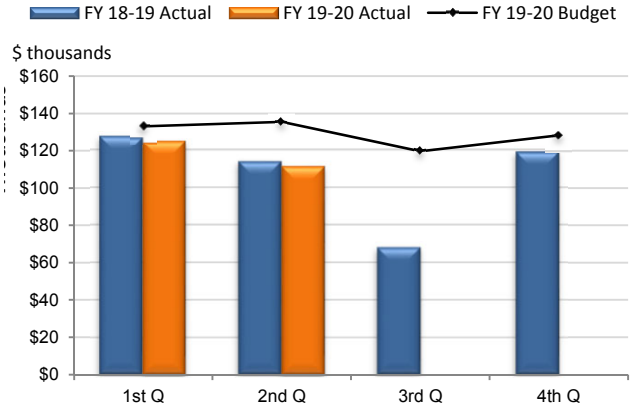
**Internal Audit Office**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Exp*	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 133,039	\$ 124,736	24.1%	25.8%
2nd Q	Oct-Dec 19	135,525	111,203	21.5%	26.2%
3rd Q	Jan-Mar 20	119,778			
4th Q	Apr-Jun 20	128,266			
<b>Total</b>		<b>\$ 516,608</b>	<b>\$ 235,939</b>	<b>45.7%</b>	<b>52.0%</b>

\*amounts are net of internal service charges, and exclude transfers

Variance from Budget \$ 32,625 6.3%

**Positive**



The Internal Audit Office has spent 45.7% of its FY 2019-20 budget through the second quarter, compared with a historical average of 52.0%. In terms of variance from the budget through the second quarter, expenditures are \$32.6 thousand or 6.3% below the expected amount.



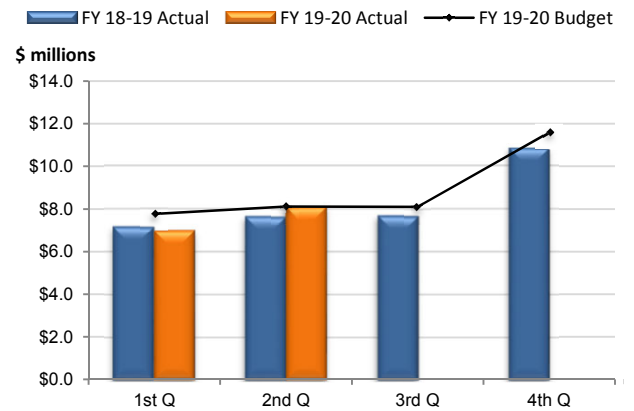
**Internal Services**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Expend*	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 7,767,520	\$ 6,985,518	19.6%	21.8%
2nd Q	Oct-Dec 19	8,119,383	8,086,467	22.7%	22.8%
3rd Q	Jan-Mar 20	8,092,262			
4th Q	Apr-Jun 20	11,584,693			
<b>Total</b>		<b>\$ 35,563,858</b>	<b>\$ 15,071,985</b>	<b>42.4%</b>	<b>44.6%</b>

\*amounts are net of internal service charges, and exclude transfers

Variance from Budget \$ 814,918 2.2%

**Positive**



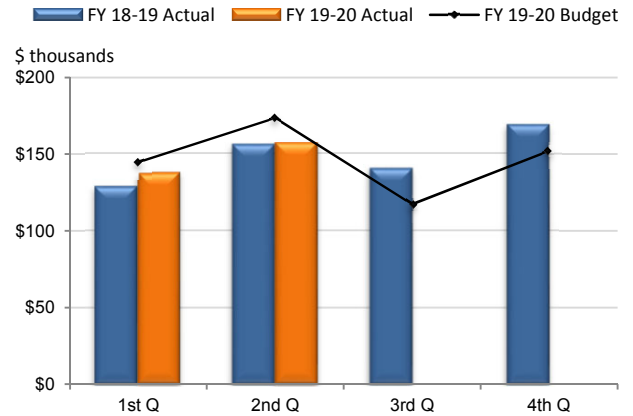
The Internal Services Department has spent 42.4% of its FY 2019-20 budget through the end of the second quarter, compared to the historical pattern of 44.6% during this period. In terms of variance from the budget in the second quarter, expenditures are \$815 thousand or 2.2% below the expected amount.



**Mayor & Council**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Expend*	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 144,827	\$ 137,681	23.4%	24.6%
2nd Q	Oct-Dec 19	173,546	157,172	26.7%	29.5%
3rd Q	Jan-Mar 20	117,352			
4th Q	Apr-Jun 20	152,044			
<b>Total</b>		<b>\$ 587,769</b>	<b>\$ 294,853</b>	<b>50.2%</b>	<b>54.1%</b>
*amounts are net of internal service charges, and exclude transfers					
Variance from Budget			\$ 23,521	3.9%	

**Positive**



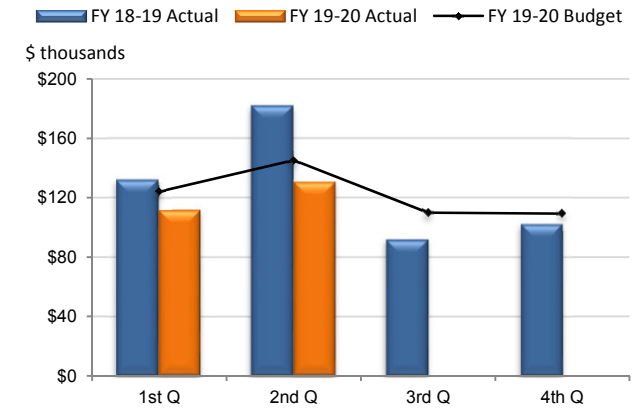
The Mayor and Council has spent 50.2% of its FY 2019-20 budget through the second quarter, compared with a historical average of 54.1%. In terms of variance from the budget in the second quarter, expenditures are \$23.5 thousand or 3.9% below the expected amount.



**Municipal Budget Office**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Expend*	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 124,212	\$ 111,668	22.9%	25.4%
2nd Q	Oct-Dec 19	145,225	130,486	26.7%	29.7%
3rd Q	Jan-Mar 20	109,793			
4th Q	Apr-Jun 20	109,255			
<b>Total</b>		<b>\$ 488,485</b>	<b>\$ 242,154</b>	<b>49.6%</b>	<b>55.1%</b>
*amounts are net of internal service charges, and exclude transfers					
Variance from Budget			\$ 27,283	5.5%	

**Positive**



The Municipal Budget Office has spent 49.6% of its FY 2019-20 budget through the second quarter, compared to a historical average of 55.1%. In terms of variance from the budget through the second quarter, expenditures are \$27 thousand or 5.5% below the expected amount.





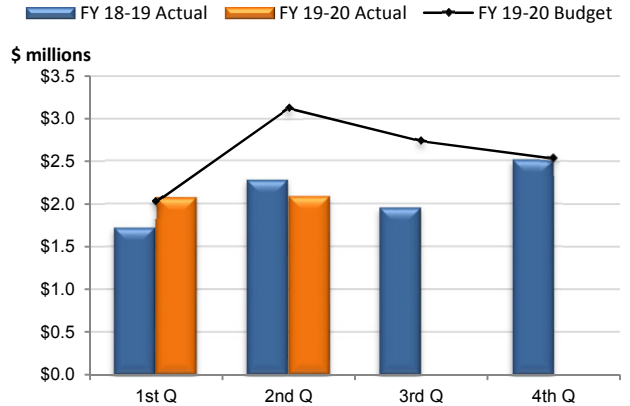
**Municipal Utilities**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Expend*	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 2,024,471	\$ 2,070,265	19.9%	19.4%
2nd Q	Oct-Dec 19	3,121,603	2,085,853	20.0%	30.0%
3rd Q	Jan-Mar 20	2,738,947			
4th Q	Apr-Jun 20	2,533,605			
<b>Total</b>		<b>\$ 10,418,626</b>	<b>\$ 4,156,118</b>	<b>39.9%</b>	<b>49.4%</b>

\*amounts are net of internal service charges, and exclude transfers

Variance from Budget \$ 989,956 9.5%

**Positive**



The Municipal Utilities Department has spent 39.9% of its FY 2019-20 budget through the second quarter, compared to a historical average of 49.4%. In terms of variance from the budget through the second quarter, expenditures are \$990 thousand or 9.5% below the expected amount.



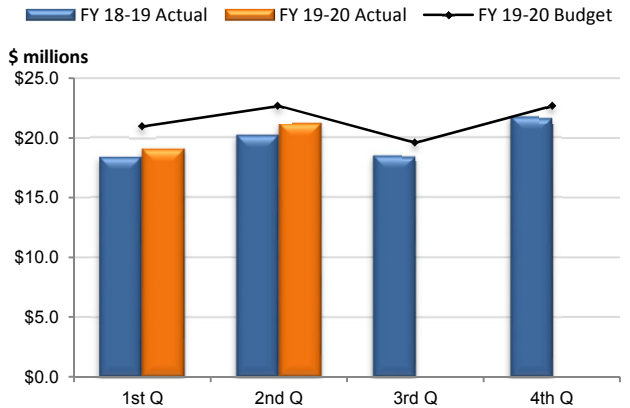
**Police**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Expend*	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 20,970,882	\$ 19,019,736	22.1%	24.4%
2nd Q	Oct-Dec 19	22,689,169	21,181,727	24.6%	26.4%
3rd Q	Jan-Mar 20	19,591,909			
4th Q	Apr-Jun 20	22,688,165			
<b>Total</b>		<b>\$ 85,940,125</b>	<b>\$ 40,201,463</b>	<b>46.8%</b>	<b>50.8%</b>

\*amounts are net of internal service charges, and exclude transfers

Variance from Budget \$ 3,458,588 4.0%

**Positive**



The Police Department has spent 46.8% of its FY 2019-20 General Fund budget through the second quarter, compared with a historical average of 50.8%. In terms of variance from the budget through the second quarter, expenditures are \$3.5 million or 4.0% below the expected amount.



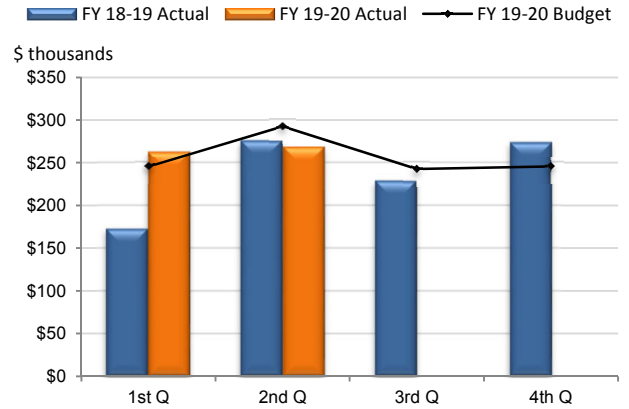
**Strategic Management & Diversity Office**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Expend*	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 245,607	\$ 262,431	25.6%	23.9%
2nd Q	Oct-Dec 19	292,565	268,311	26.1%	28.5%
3rd Q	Jan-Mar 20	242,766			
4th Q	Apr-Jun 20	245,607			
<b>Total</b>		<b>\$ 1,026,546</b>	<b>\$ 530,742</b>	<b>51.7%</b>	<b>52.4%</b>

\*amounts are net of internal service charges, and exclude transfers

Variance from Budget \$ 7,430 0.7%

**Positive**



The Strategic Management and Diversity Office has spent 51.7% of its FY 2019-20 budget through the second quarter, compared to a historical average of 52.4%. In terms of variance from the budget through the second quarter, expenditures are \$7 thousand or 0.7% below the expected amount.



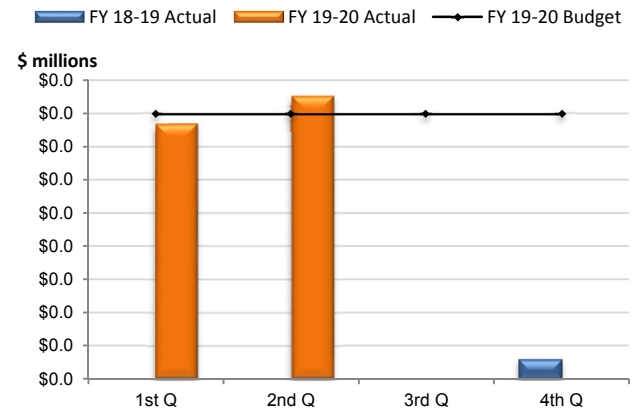
**Sustainability Office**

		FY 19-20 Adopted Budget*	FY 19-20 Actual Expend*	% of Budget Exp	% of Budget Hist
1st Q	Jul-Sep 19	\$ 39,882	\$ 38,473	24.1%	25.0%
2nd Q	Oct-Dec 19	39,882	42,623	26.7%	25.0%
3rd Q	Jan-Mar 20	39,882			
4th Q	Apr-Jun 20	39,882			
<b>Total</b>		<b>\$ 159,529</b>	<b>\$ 81,096</b>	<b>50.8%</b>	<b>50.0%</b>

\*amounts are net of internal service charges, and exclude transfers

Variance from Budget \$ (1,332) -0.8%

**Positive**



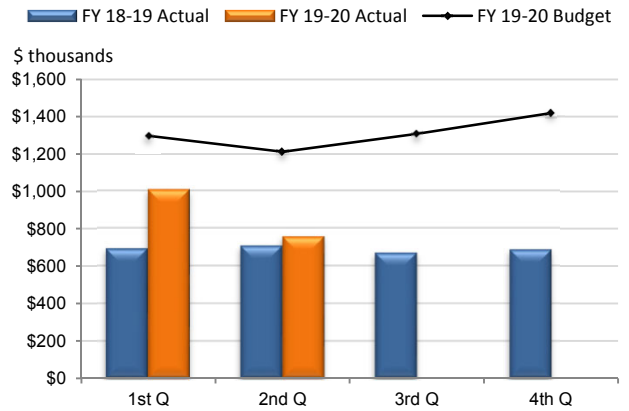
The Sustainability Office has spent 50.8% of its FY 2019-20 budget through the second quarter, compared to a historical average of 50.0%. In terms of variance from the budget through the second quarter, expenditures are \$1.3 thousand or 0.8% above the expected amount.



**Non-Departmental**

		<b>FY 19-20 Adopted Budget*</b>	<b>FY 19-20 Actual Expend*</b>	<b>% of Budget Exp</b>	<b>% of Budget Hist</b>
1st Q	Jul-Sep 19	\$ 1,297,372	\$ 1,007,150	19.2%	24.8%
2nd Q	Oct-Dec 19	1,211,976	756,024	14.4%	23.1%
3rd Q	Jan-Mar 20	1,307,481			
4th Q	Apr-Jun 20	1,420,121			
<b>Total</b>		<b>\$ 5,236,950</b>	<b>\$ 1,763,174</b>	<b>33.7%</b>	<b>47.9%</b>
*amounts are net of internal service charges, and exclude transfers					
Variance from Budget			\$ 746,174	14.2%	

**Positive**



The Non-Departmental category of the budget includes items not directly related to the operations of any one City operating department. One example includes the payment of the Tempe Tourism Office's portion of the Bed Tax. Through the second quarter of FY 2019-20, Non-Departmental expenditures are 33.7% of the budget compared to the historical pattern of 47.9%. In terms of variance from the budget through the second quarter, expenditures are \$746 thousand or 14.2% below budget.

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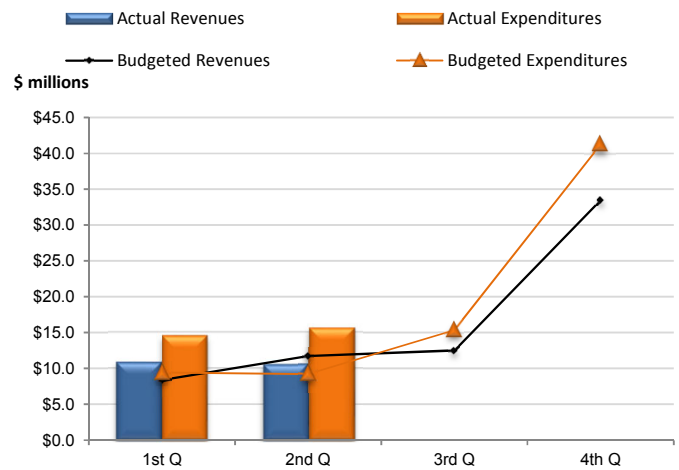


**Transit Fund**

	FY 19-20 Budget	FY 19-20 2Q Actual*	% Budget to Date
Revenues	\$ 66,135,355	\$ 21,342,373	32.3%
Transfers In	-	50,000	0.0%
<b>Total Revenues</b>	<b>\$ 66,135,355</b>	<b>\$ 21,392,373</b>	<b>32.3%</b>
Operating	\$ 60,472,378	\$ 19,958,634	33.0%
Capital	32,000	10,712	33.5%
Debt Service	4,123,594	2,160	0.1%
Transfers Out	10,673,922	10,173,922	95.3%
<b>Total Expenses</b>	<b>\$ 75,301,894</b>	<b>\$ 30,145,428</b>	<b>40.0%</b>
<b>Net Rev/Exp</b>	<b>\$ (9,166,539)</b>	<b>\$ (8,753,055)</b>	

\*amounts exclude contingencies and encumbrances

**Negative**



The Transit Fund accounts for the receipt of the Mass Transit Tax, a 0.5% tax on sales. Fund resources are dedicated to transit system planning, design, and operations, community outreach, and debt service. Through the end of the second quarter, there is an operating deficit in the Transit Fund of \$8.8 million. Transit Fund revenue is at 32.3% of budget which is higher than the historical tracking percentage of 30.5%. Expenditures are 40.0% of budget while the historical tracking percentage is 24.8%. The large deficit in the second quarter is primarily due to the transfer of cash from the Transit operating fund to the capital program to fund pay-as-you go (cash) CIP projects. It is anticipated that the revenue to expense variance will normalize as the year progresses.

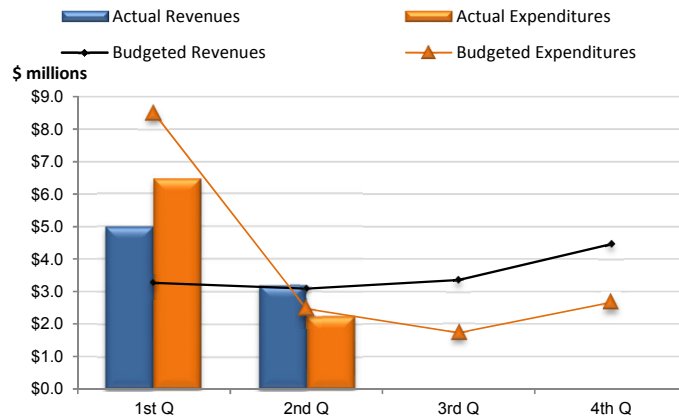


**Highway User Revenue Fund**

	FY 19-20 Budget	FY 19-20 2Q Actual*	% Budget to Date
Revenues	\$ 12,668,185	\$ 6,676,942	52.7%
Transfers In	1,500,000	1,500,000	0.0%
<b>Total Revenues</b>	<b>\$ 14,168,185</b>	<b>\$ 8,176,942</b>	<b>57.7%</b>
Operating	\$ 10,633,499	\$ 4,558,225	42.9%
Capital	582,067	7,595	1.3%
Debt Service	-	-	0.0%
Transfers Out	4,138,911	4,138,725	100.0%
<b>Total Expenses</b>	<b>\$ 15,354,477</b>	<b>\$ 8,704,545</b>	<b>56.7%</b>
<b>Net Rev/Exp</b>	<b>\$ (1,186,292)</b>	<b>\$ (527,603)</b>	

\*amounts exclude encumbrances

**Positive**



The Highway User Revenue Fund (HURF) accounts for the receipt of HURF distributions from the state. These revenues are derived largely from fuel taxes and vehicle registration fees and are allocated based on Tempe's share of state population as well as other factors. HURF resources are dedicated to Street and Traffic Operations, Maintenance, and Construction activities in the City. Revenues are 56.7% of budget compared to a historical average of 44.9%; expenditures are 56.7% of budget compared to the three year historical trend of 71.4%.

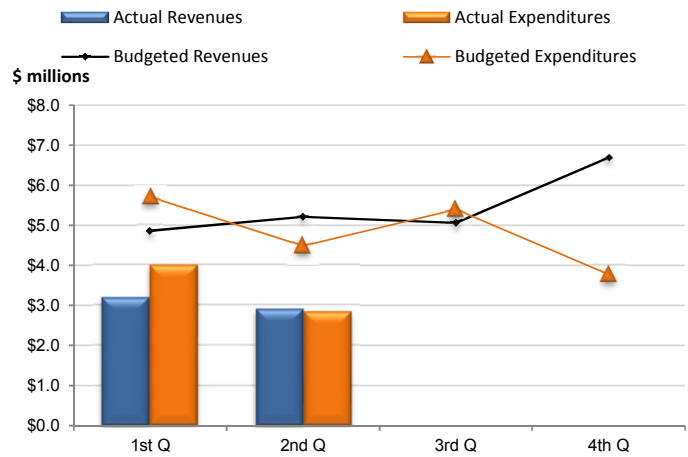


**CDBG/Section 8 Funds**

	FY 19-20 Budget	FY 19-20 2Q Actual*	% Budget to Date
Revenues	\$ 21,832,701	\$ 6,081,766	27.9%
Transfers In	-	-	0.0%
<b>Total Revenues</b>	<b>\$ 21,832,701</b>	<b>\$ 6,081,766</b>	<b>27.9%</b>
Operating	\$ 18,408,469	\$ 6,374,835	34.6%
Capital	442,000	1,134	0.3%
Debt Service	509,380	447,961	87.9%
Transfers Out	-	-	0.0%
<b>Total Expenses</b>	<b>\$ 19,359,849</b>	<b>\$ 6,823,930</b>	<b>35.2%</b>
<b>Net Rev/Exp</b>	<b>\$ 2,472,852</b>	<b>\$ (742,164)</b>	

\*amounts exclude encumbrances

**Negative**



The Community Development Block Grant (CDBG) and Section 8 Funds are established to account for the receipt and expenditure of federal grants for redevelopment and rental subsidies for low income residents. Revenues through the second quarter total 27.9% of the FY 2019-20 budget, compared to the historical percentage of 46.2%. Expenditures through the second quarter total 35.2% of the FY 2019-20 budget, compared to the historical percentage of 52.7%. The net effect on the fund status through the second quarter is an operating deficit of \$742 thousand. This is largely due to the timing of grant revenue receipts from the federal government.

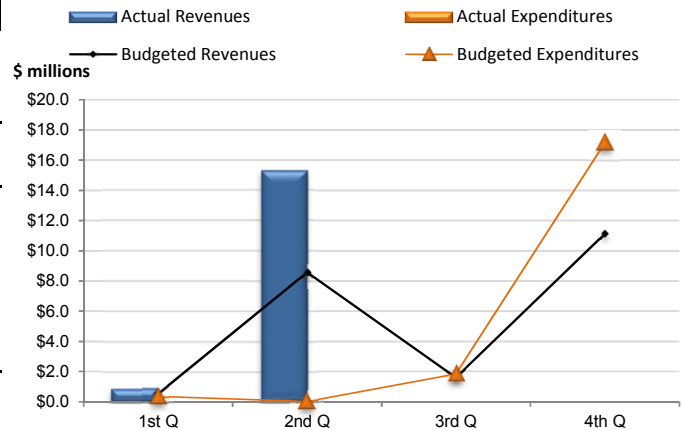


**Debt Service Fund**

	FY 19-20 Budget	FY 19-20 2Q Actual*	% Budget to Date
Revenues	\$ 30,177,956	\$ 15,644,822	51.8%
Transfers In	6,796,755	551,113	8.1%
<b>Total Revenues</b>	<b>\$ 36,974,711</b>	<b>\$ 16,195,935</b>	<b>43.8%</b>
Operating	\$ -	\$ -	0.0%
Capital	-	-	0.0%
Debt Service	28,432,370	723	0.0%
Transfers Out	8,962,907	-	0.0%
<b>Total Expenses</b>	<b>\$ 37,395,277</b>	<b>\$ 723</b>	<b>0.0%</b>
<b>Net Rev/Exp</b>	<b>\$ (420,566)</b>	<b>\$ 16,195,212</b>	

\*amounts exclude encumbrances

**Positive**



The Debt Service Fund accounts for the receipt of secondary property taxes to be used for payment of debt service on the City's tax supported debt. Actual revenues and expenditures through the second quarter are in line with historical budget comparisons. The City receives significant revenue from the Maricopa County Treasurer's Office in October and May, coinciding with the property tax due dates. The annual secondary tax levy includes the amount necessary to make the annual payments of principal and interest on existing bonds, payments of principal and interest on new debt planned for the ensuing year, plus a reasonable delinquency factor.

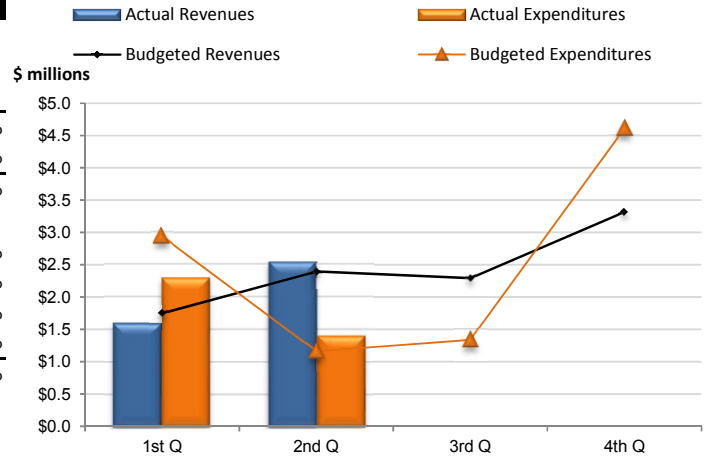


**Performing Arts Fund**

	FY 19-20 Budget	FY 19-20 2Q Actual*	% Budget to Date
Revenues	\$9,754,211	\$4,135,275	42.4%
Transfers In	-	-	0.0%
<b>Total Revenues</b>	<b>\$9,754,211</b>	<b>\$4,135,275</b>	<b>42.4%</b>
Operating	\$ 5,352,434	\$ 2,455,270	45.9%
Capital	33,200	9,870	29.7%
Debt Service	3,437,250	2,376	0.1%
Transfers Out	1,226,438	1,226,438	0.0%
<b>Total Expenses</b>	<b>\$ 10,049,322</b>	<b>\$ 3,693,954</b>	<b>36.8%</b>
<b>Net Rev/Exp</b>	<b>\$ (295,111)</b>	<b>\$ 441,321</b>	

\*amounts exclude encumbrances

**Positive**



The Performing Arts Fund accounts for the receipt of the 0.1% Performing Arts Sales Tax, which is used to fund operating and debt service expenses associated with the Tempe Center for the Arts (TCA). Revenues through the second quarter of FY 2019-20 are 42.4% of budget, compared to the historical tracking percentage of 42.5%. Total expenditures are 36.8% of budget, compared to a historical average of 40.8%. The net result is an operating surplus of 441 thousand.

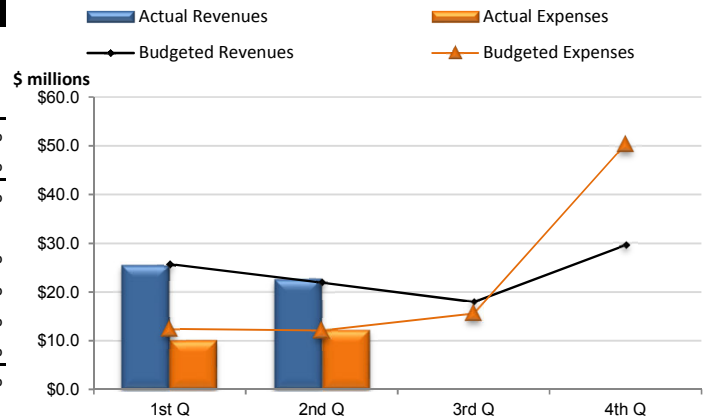


**Water/ Wastewater Fund**

	FY 19-20 Budget	FY 19-20 2Q Actual*	% Budget to Date
Revenues	\$ 88,867,256	\$ 48,113,886	54.1%
Transfers In	6,232,151	-	0.0%
<b>Total Revenues</b>	<b>\$ 95,099,407</b>	<b>\$ 48,113,886</b>	<b>50.6%</b>
Operating	\$ 46,772,245	\$ 21,217,486	45.4%
Capital	437,853	101,662	23.2%
Debt Service	36,605,091	80,618	0.2%
Transfers Out	6,664,691	995,790	0.0%
<b>Total Expenses</b>	<b>\$ 90,479,880</b>	<b>\$ 22,395,556</b>	<b>24.8%</b>
<b>Net Rev/Exp</b>	<b>\$ 4,619,527</b>	<b>\$ 25,718,330</b>	

\*Budget excludes a \$1 million contingency appropriation, encumbrances and inventory

**Positive**



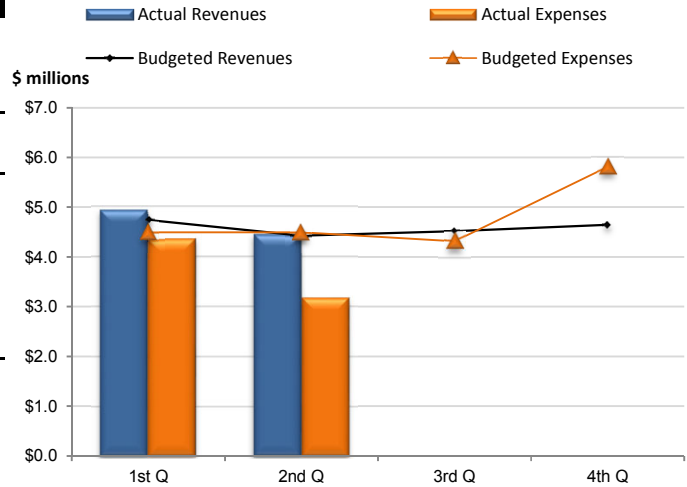
The Water/Wastewater Fund is an enterprise fund used to account for all water and wastewater treatment operations in the City. Total revenues through the second quarter of FY 2019-20 are 50.6% which is in line with historical averages. Total expenses through the second quarter are 24.8% of budget compared to 27.1% historically. Through the second quarter, the fund posted a \$25.7 million surplus. This is the result of the timing of debt service payments and payments for regional wastewater services that occur in the fourth quarter.

**Solid Waste Fund**

	FY 19-20 Budget	FY 19-20 2Q Actual*	% Budget to Date
Revenues	\$17,938,984	\$8,980,354	50.1%
Transfers In	400,000	400,000	100.0%
<b>Total Revenues</b>	<b>\$18,338,984</b>	<b>\$9,380,354</b>	<b>51.1%</b>
Operating	\$ 15,490,162	\$ 6,914,692	44.6%
Capital	3,045,715	34,781	1.1%
Debt Service	-	-	0.0%
Transfers Out	582,033	581,847	100.0%
<b>Total Expenses</b>	<b>\$ 19,117,910</b>	<b>\$ 7,531,320</b>	<b>39.4%</b>
<b>Net Rev/Exp</b>	<b>\$ (778,926)</b>	<b>\$ 1,849,034</b>	

\*Budget excludes a contingency appropriation and encumbrances

**Positive**



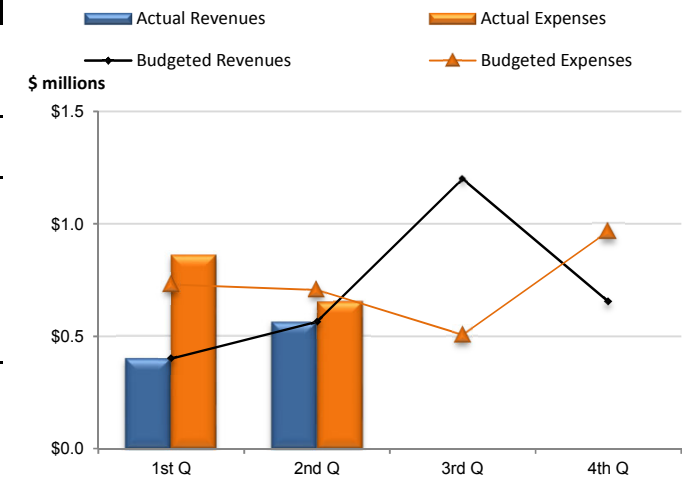
The Solid Waste Fund is an enterprise fund that accounts for the operating, maintenance, and capital costs of providing residential and commercial solid waste services. Total revenues through the second quarter of FY 2019-20 are 51.1% of budget compared to 50.0% historically. Total expenses through the second quarter are 39.4% of budget compared to 47.0% historically. Through the second quarter, the fund posted a \$1.8 million surplus.

**Golf Fund**

	FY 19-20 Budget	FY 19-20 2Q Actual*	% Budget to Date
Revenues	\$2,743,712	\$890,294	32.4%
Transfers In	74,000	74,000	100.0%
<b>Total Revenues</b>	<b>\$2,817,712</b>	<b>\$964,294</b>	<b>34.2%</b>
Operating	\$ 2,327,350	\$ 1,169,920	50.3%
Capital	399,374	341,458	85.5%
Debt Service	-	-	0.0%
Transfers Out	182,450	-	0.0%
<b>Total Expenses</b>	<b>\$ 2,909,174</b>	<b>\$ 1,511,379</b>	<b>52.0%</b>
<b>Net Rev/Exp</b>	<b>\$ (91,462)</b>	<b>\$ (547,084)</b>	

\*amounts exclude encumbrances

**Negative**



The Golf Fund is an enterprise fund that accounts for the operations of the city's two municipal golf courses. Revenues generated are used to support the operations of the golf courses while capital projects on the courses and buildings are funded with bond funds, repaid with secondary property tax. Total revenues through the second quarter of FY 2019-20 are 34.2%, which is in line with the historic three year average. Total expenses through the second quarter are 52.0% of budget compared to the historical tracking percentage of 49.4%. Through the second quarter, the fund has an operating deficit of \$547 thousand. Due to the seasonal nature of golf, where green fees are significantly depressed during the summer months, expenses historically outpace revenues from the beginning of the fiscal year through the end of peak season in April. Large one-time annual expenses that typically occur in the first half of the year contribute to the deficit. The Community Services Department will be monitoring revenue and expenses during the remainder of the fiscal year and will address variances from budget.

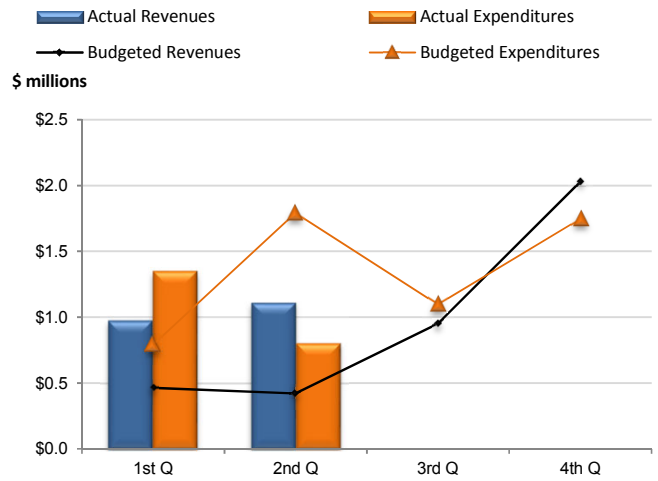


**Emergency Medical Transport**

	FY 19-20 Budget	FY 19-20 2Q Actual*	% Budget to Date
Revenues	\$ 3,863,939	\$ 2,081,715	53.9%
Transfers In	-	-	0.0%
<b>Total Revenues</b>	<b>\$ 3,863,939</b>	<b>\$ 2,081,715</b>	<b>53.9%</b>
Operating	\$ 3,836,923	\$ 1,454,719	37.9%
Capital	367,000	250	0.1%
Debt Service	13,155	-	0.0%
Transfers Out	1,211,925	700,000	57.8%
<b>Total Expenses</b>	<b>\$ 5,429,003</b>	<b>\$ 2,154,969</b>	<b>39.7%</b>
<b>Net Rev/Exp</b>	<b>\$ (1,565,064)</b>	<b>\$ (73,254)</b>	

\*amounts exclude contingencies and encumbrances

**Positive**



The Emergency Medical Transport Fund is in its third year as an enterprise fund that provides for operation, maintenance, and debt service costs associated with providing an ambulance service for medical emergencies within the community. Total revenues through the second quarter of FY 2019-20 are 53.9% of budget compared to the historical average of 22.8%. Total expenses through the second quarter are 39.7% of budget compared to the historical average of 47.6%. Through the second quarter, the fund has an operating deficit of \$73 thousand. The variance is due primarily to the growth of the operations from the addition of ambulance companies that has generated additional revenue and expenses compared to historical trends. The Fire and Medical Rescue Department will be monitoring revenue and expenses during the remainder of the fiscal year and will address variances from budget.

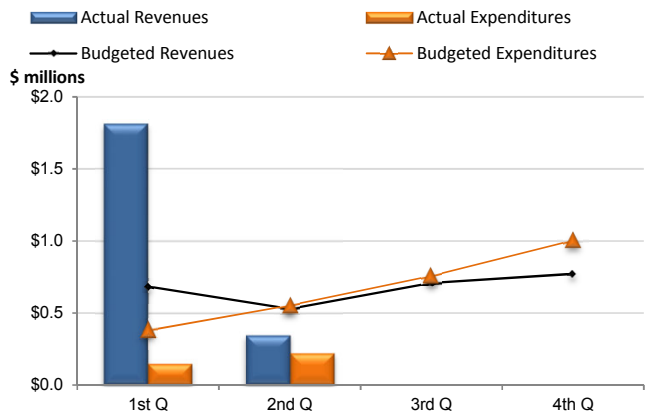


**Restricted Revenue and Donations**

	FY 19-20 Budget	FY 19-20 2Q Actual*	% Budget to Date
<b>Total Revenues</b>	<b>\$ 2,691,492</b>	<b>\$ 2,157,691</b>	<b>80.2%</b>
<b>Total Expenses</b>	<b>\$ 2,691,492</b>	<b>\$ 370,243</b>	<b>13.8%</b>
<b>Net Rev/Exp</b>	<b>\$ -</b>	<b>\$ 1,787,448</b>	

\*amounts exclude encumbrances and contingency appropriations

**Positive**



The Restricted Revenue and Donations Fund accounts for the receipt and expenditure of restricted revenue and donations related to general governmental activities. Revenues through the second quarter total 80.2%, while expenditures total 13.8% of budget. The large operating surplus through the second quarter is mostly due to the carry forward of the prior year's revenues, which will be expended during the remainder of the year according to the provisions of the applicable agreements.

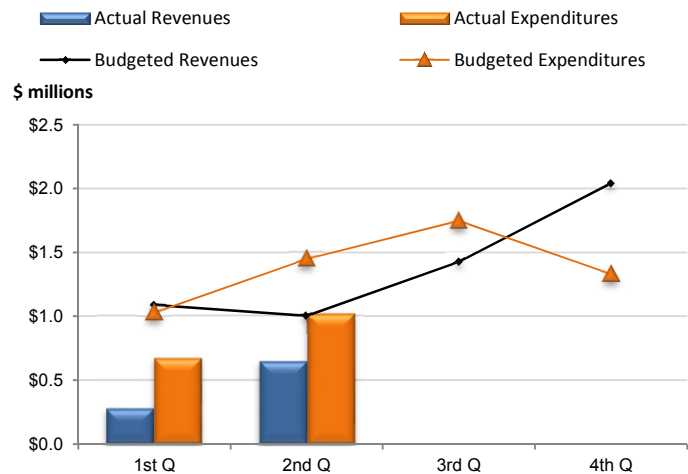


**Police Dept-RICO & Grants**

	FY 19-20 Budget	FY 19-20 2Q Actual*	% Budget to Date
<b>Total Revenues</b>	\$ 5,561,464	\$ 926,769	16.7%
<b>Total Expenses</b>	\$ 5,561,464	\$ 1,687,215	30.3%
<b>Net Rev/Exp</b>	\$ -	\$ (760,446)	

\*amounts exclude encumbrances and contingency appropriations

**Negative**



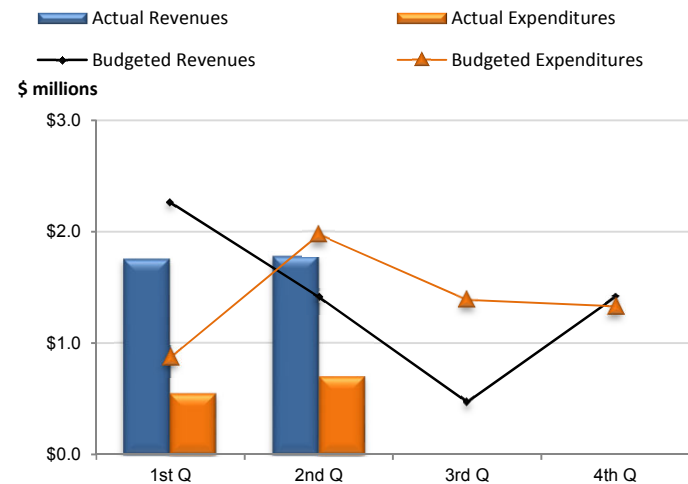
The Police Dept-RICO & Grants Fund accounts for the receipt and expenditure of grants, donations, asset forfeitures, and tow hearing fines associated with Police Department activities. Revenues through the second quarter total 16.7% of the FY 2019-20 budget, compared to the historical percentage of 37.6%. Expenditures through the second quarter total 30.3% of the FY 2019-20 budget, compared to the historical percentage of 44.6%. The net result on the fund's status through the second quarter is an operating deficit of \$760 thousand. This is due largely to the timing of grant receipt revenue. The Police Department will be monitoring revenue and expenditures during the remainder of the fiscal year and will address variances from budget.

**Governmental Grants**

	FY 19-20 Budget	FY 19-20 2Q Actual*	% Budget to Date
<b>Total Revenues</b>	\$ 7,546,539	\$ 3,520,221	46.6%
<b>Total Expenses</b>	\$ 7,546,539	\$ 1,249,238	16.6%
<b>Net Rev/Exp</b>	\$ -	\$ 2,270,983	

\*amounts exclude encumbrances and contingency appropriations

**Positive**



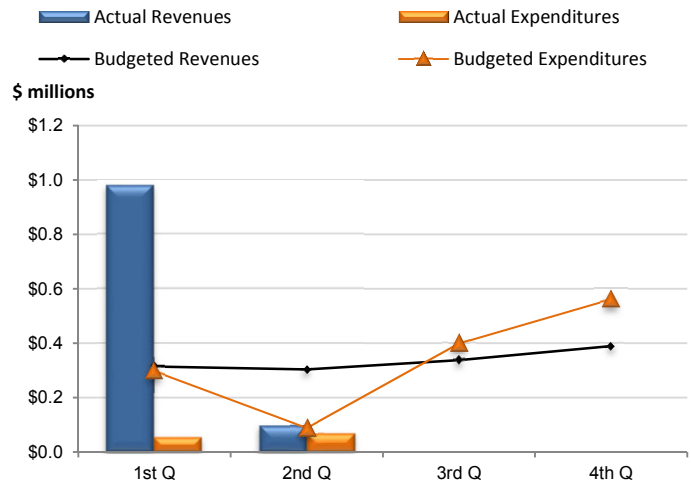
The Governmental Grants Fund accounts for the receipt and expenditure of grants related to general governmental activities. Revenues through the second quarter of FY 2019-20 total 46.6%, compared to the historical percentage of 66.1%. Expenditures through the second quarter total 16.6% of the FY 2019-20 budget, compared to the historical percentage of 51.1%. While the fund is showing an operating surplus due to lower spending through the second quarter, the receipt of grant funds is much lower than has historically been received through the second quarter. The Departments that receive Governmental Grants will be monitoring revenue and expenditures during the remainder of the fiscal year, and will address variances from budget.

**Court Enhancement Fund**

	FY 19-20 Budget	FY 19-20 2Q Actual*	% Budget to Date
<b>Total Revenues</b>	\$ 1,344,559	\$ 1,077,383	80.1%
<b>Total Expenses</b>	\$ 1,344,559	\$ 124,427	9.3%
<b>Net Rev/Exp</b>	\$ -	\$ 952,956	

\*amounts exclude encumbrances and contingency appropriations

**Positive**



The Court Enhancement Fund is established to account for fine, fee and forfeiture revenues dedicated for City Court purposes pursuant to state statute and city code. Revenues through the second quarter total 80.1% of the FY 2019-20 budget, compared to the historical percentage of 45.9%. Expenditures through the second quarter total 9.3% of the FY 2019-20 budget, compared to the historical percentage of 28.6%. The large operating surplus through the second quarter is mostly due to the carry forward of the prior year's grant revenues, which will be expended during the remainder of the year.