



## AGENDA BILL APPROVAL FORM

<b>Agenda Subject:</b> 2nd Quarter 2015 Financial Report		<b>Date:</b> August 11, 2015
<b>Department:</b> Finance	<b>Attachments:</b> Quarterly Financial Report	<b>Budget Impact:</b> \$0
<b>Administrative Recommendation:</b> For discussion only.		
<p><b>Background Summary:</b></p> <p>The purpose of the quarterly financial report is to summarize for the City Council the general state of Citywide financial affairs and to highlight significant items or trends that the City Council should be aware of. The following provides a high level summary of the City's financial performance; further details can be found within the attached financial report.</p> <p>The second quarter status report is based on financial data available as of July 30, 2015 for the period ending June 30, 2015. Sales tax information represents business activity that occurred through April 2015.</p> <p><u>General Fund:</u></p> <p>The General Fund is the City's largest fund and accounts for the majority of City resources and services, other than those required by statute to be accounted for in another fund.</p> <p>Through June 2015, General Fund revenues totaled \$30.9 million and exceed the year-to-date budget of \$29.8 million due primarily to increased revenues from sales tax collections, development services fees, and revenues from culture and recreation activities. Retail sales tax collections through the second quarter of 2015 exceed budget by \$467,000 or 7.1%, and exceed revenues collected for the same period last year by \$360,000. Development services fees collected through the first half of 2015 exceed budget expectations by \$314,000, or 78.3%, due primarily to an increase in plan check revenues, which have already exceeded budget for the year. In addition, culture and recreation revenues exceed budget by \$204,000, or 19.7%, primarily due to higher than anticipated revenues for greens fees at the Auburn Golf Course as well as an increase in revenues for league fees. These favorable increases are slightly offset by lower than budgeted collections for electric and natural gas taxes (\$345,000, or 13.0%) due primarily to a mild winter that reduced customer heating demands. This also resulted in a year-over-year decline in electric and natural gas collections from the same period last year.</p> <p>General Fund expenditures through the first half of 2015 totaled \$28.4 million compared to a budget of \$30.4 million. Year-to-date General Fund expenditures are running 7.3% or \$1.9 million higher than the same period last year. The increase in year-over-year expenditures is due to several factors, including a \$1.3 million transfer to Cumulative Reserve to replenish prior withdrawals, and an increase in interfund charges (particularly in Innovation and Technology due to increased operating and equipment replacement costs, and in Equipment Rental due to the addition of the Golf Course to the General Fund and increased operating, capital construction and replacement costs). In addition, salary and benefit costs have increased year-to-date by \$565,000, or 3.7% due to lower departmental vacancies compared to the year prior as well as increased costs associated with health care and pensions.</p> <p>Year-to-date, 2,563 pet licenses have been sold resulting in \$73,605 in revenue. For the same period in 2014, 3,063 licenses were sold resulting in \$76,930 in revenue.</p>		

Enterprise Funds:

The City's seven enterprise funds account for operations with revenues primarily provided from user fees, charges or contracts for services.

At the end of the second quarter, the Water fund had operating income of \$110,400 compared to operating income of \$273,800 in 2014. The Sewer fund ended the quarter with a net loss of \$17,000 compared to income of \$81,000 in 2014. The Sewer-Metro Utility ended the period with an operating loss of \$174,000 compared to operating income of \$1,303,100 in the previous year. Lastly, the Stormwater Utility ended the quarter with operating income of \$692,300 which compares to operating income of \$759,200 in 2014.

The Cemetery ended the second quarter with net operating income of \$68,200 compared to an operating loss of \$28,000 in 2014.

Internal Service Funds:

Internal Service Funds provide services to other City departments and include functions such as Insurance, Worker's Compensation, Facilities, Innovation and Technology, and Equipment Rental. All funds have sufficient revenues to cover year-to-date expenditures.

Investment Portfolio:

The City's total cash and investments at the end of Q2-2015 was \$121.9, and compares to \$118.3 million at the end of Q1-2015.

**Reviewed by Council & Committees:**

- |   |  |
|---|--|
| <input type="checkbox"/> Arts Commission  | <b>COUNCIL COMMITTEES:</b>               |
| <input type="checkbox"/> Airport          | <input type="checkbox"/> Finance         |
| <input type="checkbox"/> Hearing Examiner | <input type="checkbox"/> Municipal Serv. |
| <input type="checkbox"/> Human Services   | <input type="checkbox"/> Planning & CD   |
| <input type="checkbox"/> Park Board       | <input type="checkbox"/> Public Works    |
| <input type="checkbox"/> Planning Comm.   | <input type="checkbox"/> Other _____     |

**Reviewed by Departments & Divisions:**

- |   |  |
|---|--|
| <input type="checkbox"/> Building             | <input type="checkbox"/> M&O             |
| <input type="checkbox"/> Cemetery             | <input type="checkbox"/> Mayor           |
| <input type="checkbox"/> Finance              | <input type="checkbox"/> Parks           |
| <input type="checkbox"/> Fire                 | <input type="checkbox"/> Planning        |
| <input type="checkbox"/> Legal                | <input type="checkbox"/> Police          |
| <input type="checkbox"/> Public Works         | <input type="checkbox"/> Human Resources |
| <input type="checkbox"/> Information Services |  |

**Action:**

Committee Approval: ☐ Yes ☐ No  
 Council Approval: ☐ Yes ☐ No  
 Referred to \_\_\_\_\_ Until \_\_\_\_/\_\_\_\_/\_\_\_\_  
 Tabled \_\_\_\_\_ Until \_\_\_\_/\_\_\_\_/\_\_\_\_  
 Call for Public Hearing \_\_\_\_/\_\_\_\_/\_\_\_\_

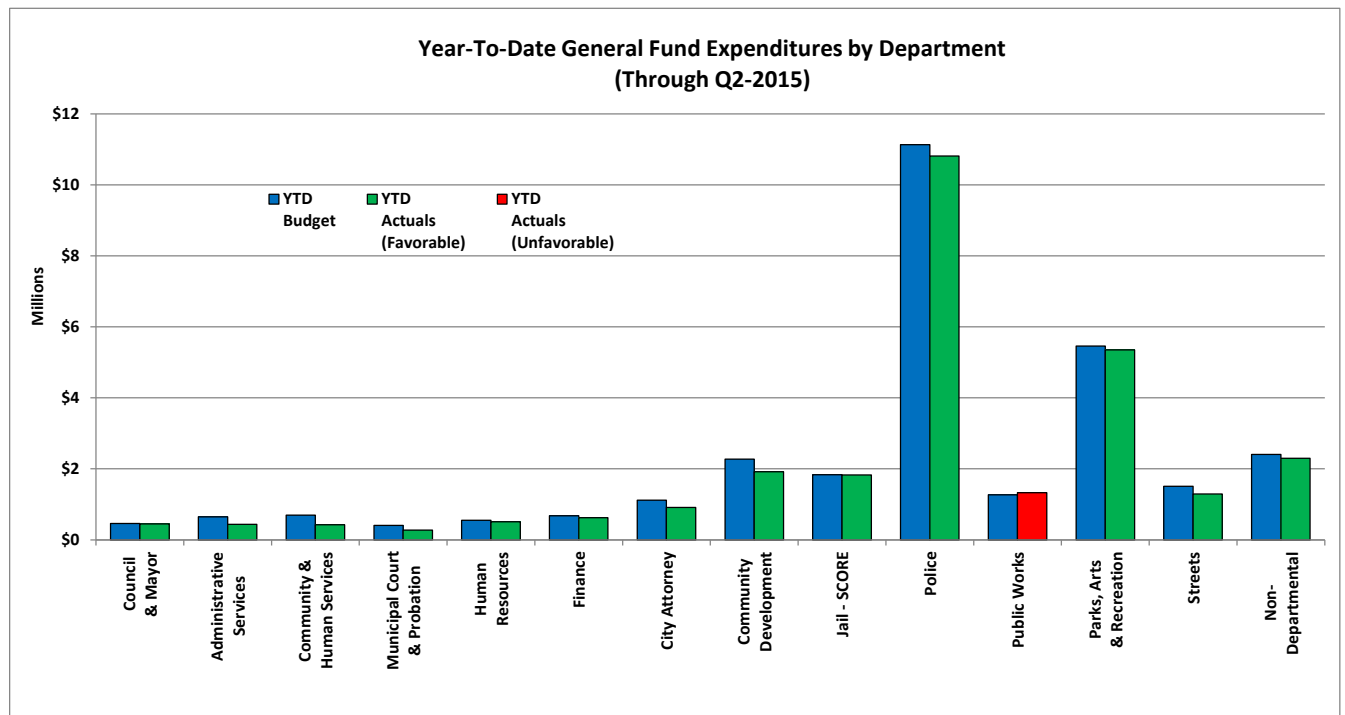
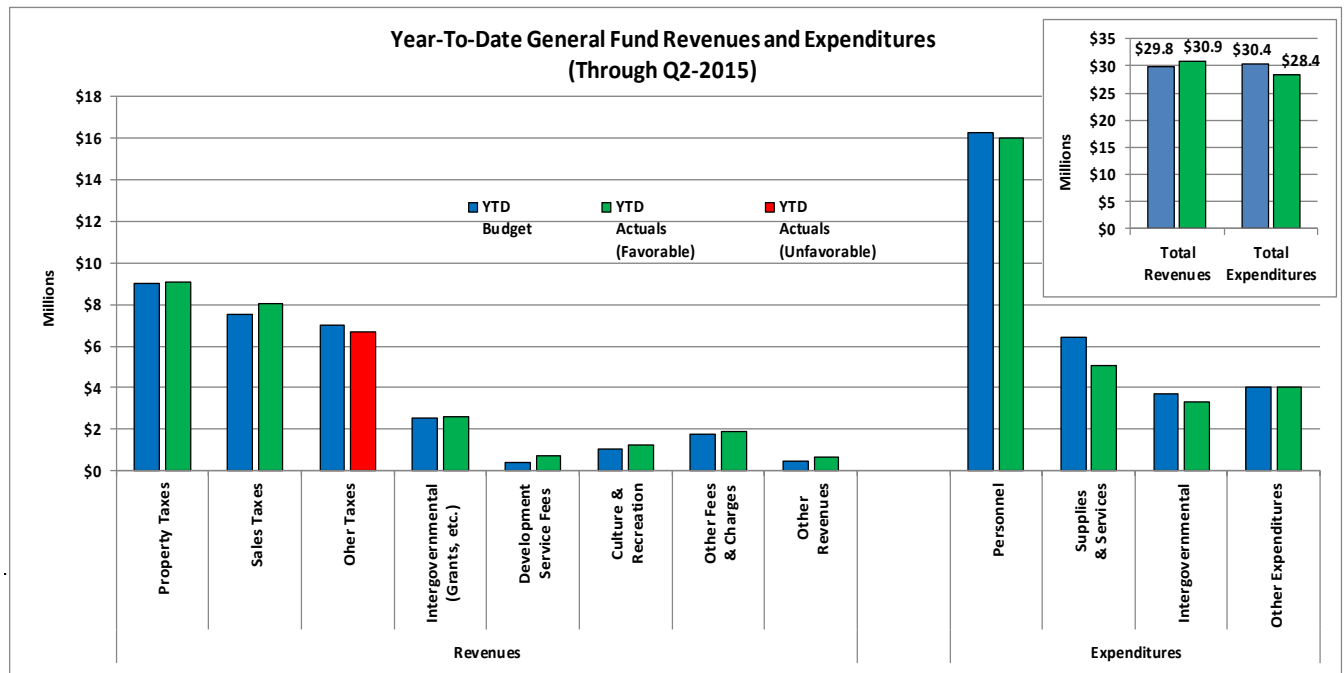
**Councilmember:** Wales

**Staff:** Coleman

**Meeting Date:** August 24, 2015

**Item Number:**

## General Fund Summary



General Fund Summary of Sources and Uses	2015			2014	2015 YTD Budget vs. Actual	
	Annual Budget	YTD Budget	YTD Actual	YTD Actual	Favorable (Unfavorable) Amount	Percentage
<b>Operating Revenues</b>						
Property Tax	\$ 17,182,600	\$ 9,040,600	\$ 9,082,406	\$ 8,345,532	\$ 41,806	0.5 %
Sales Tax	13,662,000	6,613,100	7,080,481	6,720,176	467,381	7.1 %
Sales Tax - Annexation Credit	1,856,000	887,200	953,126	886,979	65,926	7.4 %
Criminal Justice Sales Tax	1,589,000	760,000	861,400	791,944	101,400	13.3 %
Brokered Natural Gas Tax	282,000	178,700	159,349	174,971	(19,351)	(10.8) %
City Utilities Tax	3,452,300	1,695,000	1,719,324	1,683,352	24,324	1.4 %
Admissions Tax	330,300	135,300	135,674	133,624	374	0.3 %
Electric Tax	3,435,600	1,873,800	1,648,480	1,901,539	(225,320)	(12.0) %
Natural Gas Tax	1,152,000	778,900	659,020	786,907	(119,880)	(15.4) %
Cable TV Franchise Fee	888,900	442,900	455,052	441,481	12,152	2.7 %
Cable TV Franchise Fee - Capital	63,000	36,100	36,324	31,598	224	0.6 %
Telephone Tax	1,811,000	901,400	871,239	916,112	(30,161)	(3.3) %
Garbage Tax (external)	106,000	52,980	54,854	52,926	1,874	3.5 %
Leasehold Excise Tax	33,000	16,700	35,020	17,649	18,320	109.7 %
Local Gambling Tax	232,400	114,200	82,550	137,999	(31,650)	(27.7) %
<b>Taxes sub-total</b>	<b>\$ 46,076,100</b>	<b>\$ 23,526,880</b>	<b>\$ 23,834,301</b>	<b>\$ 23,022,789</b>	<b>\$ 307,421</b>	<b>1.3 %</b>
Business License Fees	\$ 219,000	\$ 106,000	\$ 137,902	\$ 94,037	\$ 31,902	30.1 %
Building Permits	1,100,000	652,400	645,220	833,282	(7,180)	(1.1) %
Other Licenses & Permits	532,300	251,100	269,145	327,199	18,045	7.2 %
Intergovernmental (Grants, etc.)	5,466,451	2,571,785	2,602,995	2,377,371	31,210	1.2 %
Charges for Services:						
General Government Services	96,500	50,900	43,704	64,122	(7,196)	(14.1) %
Public Safety	515,100	297,432	287,517	287,781	(9,915)	(3.3) %
Development Services Fees	680,000	401,000	715,082	638,333	314,082	78.3 %
Culture and Recreation	2,058,080	1,032,600	1,236,235	1,110,564	203,635	19.7 %
Fines and Forfeits	788,040	414,700	485,978	758,806	71,278	17.2 %
<b>Fees/Charges/Fines sub-total</b>	<b>\$ 11,455,471</b>	<b>\$ 5,777,917</b>	<b>\$ 6,423,778</b>	<b>\$ 6,491,494</b>	<b>\$ 645,861</b>	<b>11.2 %</b>
Interest and Other Earnings	\$ 36,850	\$ 17,900	\$ 23,497	\$ 18,714	\$ 5,597	31.3 %
Rents, Leases and Concessions	573,200	308,500	301,118	371,808	(7,382)	(2.4) %
Contributions and Donations	32,000	16,200	20,852	25,789	4,652	28.7 %
Other Miscellaneous	107,400	46,700	102,512	68,888	55,812	119.5 %
Transfers In	539,380	76,000	76,000	121,097	0	0.0 %
Insurance Recoveries - Capital & Operating	25,000	12,600	110,458	40,229	97,858	776.7 %
<b>Other Revenues sub-total</b>	<b>\$ 1,313,830</b>	<b>\$ 477,900</b>	<b>\$ 634,438</b>	<b>\$ 646,526</b>	<b>\$ 156,538</b>	<b>32.8 %</b>
<b>Total Operating Revenues</b>	<b>\$ 58,845,401</b>	<b>\$ 29,782,697</b>	<b>\$ 30,892,517</b>	<b>\$ 30,160,808</b>	<b>\$ 1,109,820</b>	<b>3.7 %</b>
<b>Operating Expenditures</b>						
Council & Mayor	\$ 915,017	\$ 460,000	\$ 446,739	\$ 381,106	\$ 13,261	2.9 %
Administration	1,299,136	649,800	434,188	327,627	215,612	33.2 %
Community & Human Services	1,348,323	692,900	423,553	443,788	269,347	38.9 %
Municipal Court & Probation	1,935,710	405,600	272,076	85,577	133,524	32.9 %
Human Resources	1,137,785	553,600	510,844	642,027	42,756	7.7 %
Finance	1,329,284	677,900	623,422	567,757	54,478	8.0 %
City Attorney	2,202,159	1,116,500	912,293	827,842	204,207	18.3 %
Community Development	4,606,675	2,272,000	1,919,180	1,880,297	352,820	15.5 %
Jail - SCORE	3,670,000	1,835,000	1,829,432	2,464,589	5,568	0.3 %
Police	22,887,782	11,129,300	10,811,956	9,965,305	317,344	2.9 %
Public Works	2,641,027	1,270,400	1,326,774	1,279,946	(56,374)	(4.4) %
Parks, Arts & Recreation	11,067,413	5,460,900	5,351,703	4,761,923	109,197	2.0 %
Streets	3,365,676	1,506,500	1,289,104	1,469,914	217,396	14.4 %
Non-Departmental	4,660,748	2,408,328	2,298,317	1,411,850	110,011	4.6 %
<b>Total Operating Expenditures</b>	<b>\$ 63,066,735</b>	<b>\$ 30,438,728</b>	<b>\$ 28,449,580</b>	<b>\$ 26,509,549</b>	<b>\$ 1,989,147</b>	<b>6.5 %</b>

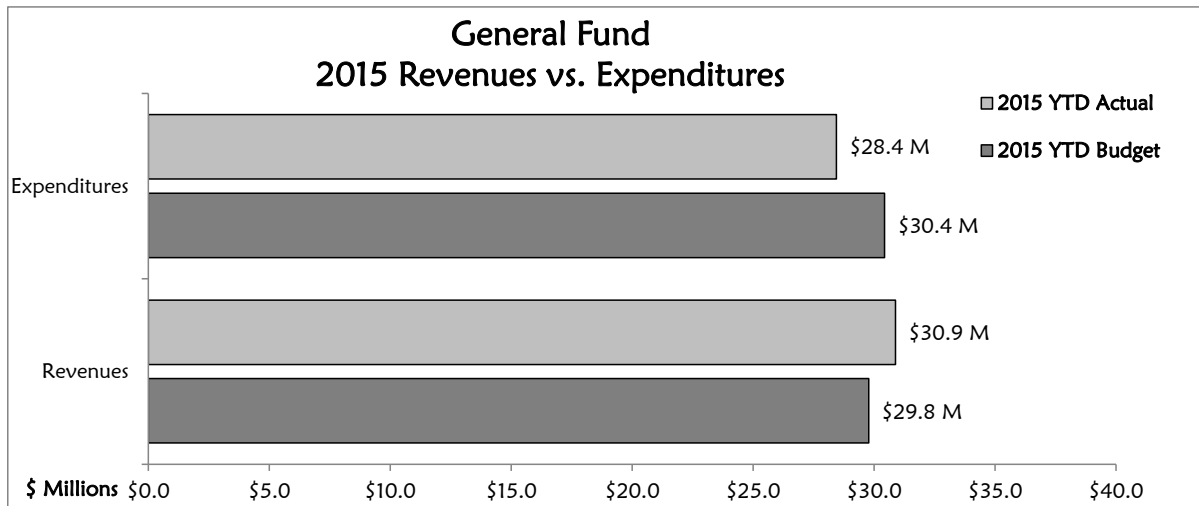
**Overview**

This financial overview reflects the City's overall financial position for the fiscal period ending June 30, 2015 and represents financial data available as of July 30, 2015. The budgeted revenues and operating expenditures are primarily based on the collection/disbursement average for the same period of the two prior years.

Through the first half of 2015, General Fund revenues totaled \$30.9 million compared to a budget of \$29.8 million and were \$732,000 higher than the revenues collected during the same period the year prior. Some notable variances to budget year-to-date include:

- General Fund sales tax revenues totaled \$7.1 million and exceeded budget by 7.1% or \$467,000, and exceed prior year collections by \$360,000. The areas of significant increase in sales activity are primarily in the automotive, retail trade, and construction categories.
- Development services fees totaled \$715,000 and exceeded budget by \$314,000. The increased revenues were attributable to plan check revenues which total \$576,000 through Q2-2015 and compare to a year-to-date budget of \$324,000.
- Culture and recreation revenues exceeded the year-to-date budget by \$204,000 and exceed collections for the same period last year by \$126,000. The year-over-year increase is primarily due to \$91,000 in increased revenues collected at the Auburn Golf Course for greens fees this year compared to the same period last year (representing a 19.5% increase).
- Electric tax revenues and natural gas tax revenues year-to-date are running under budget by \$225,000 and \$120,000 respectively due primarily to a mild winter, which reduced the customer demand for heating.

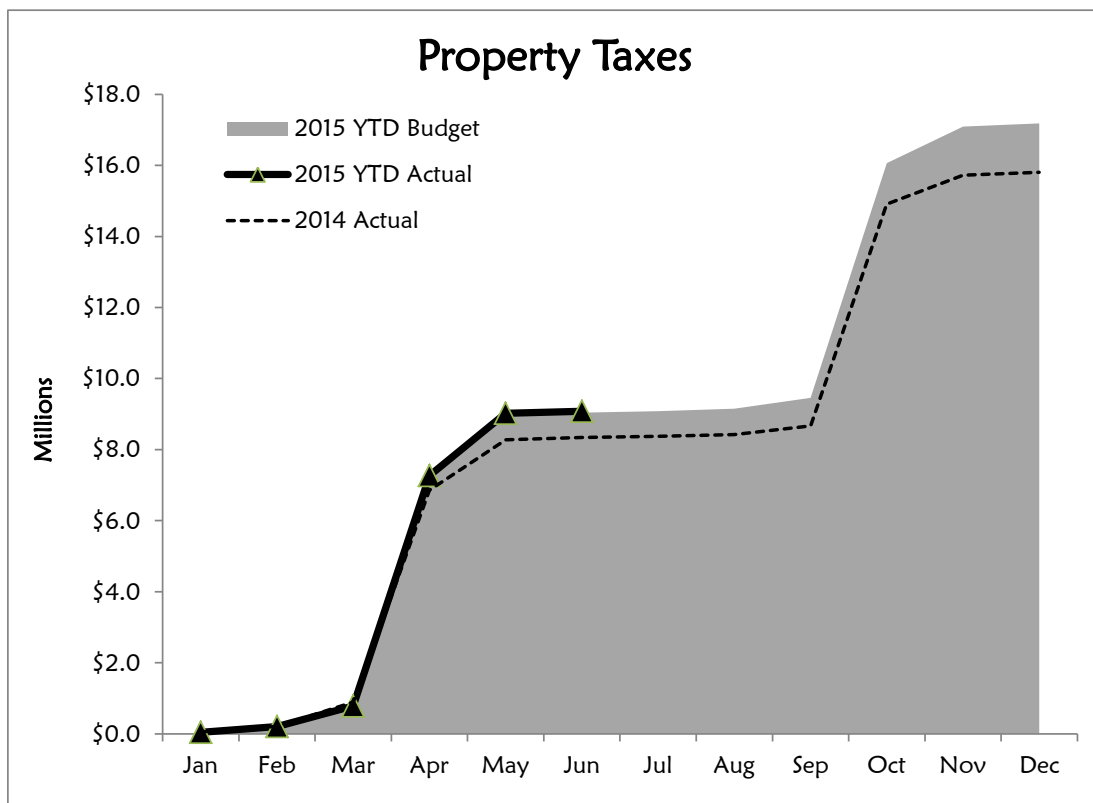
General Fund expenditures through the first half of 2015 totaled \$28.4 million compared to a budget of \$30.4 million. Year-to-date General Fund expenditures are running 7.3% or \$1.9 million higher than the same period last year. The increase in year-over-year expenditures are due to several factors including a \$1.3 million transfer to Cumulative Reserve to replenish prior withdrawals, and an increase in interfund costs (particularly in Innovation and Technology, due to increased operating and equipment replacement costs, and in Equipment Rental due to the addition of the Golf Course to the General Fund and increased operating, capital construction and replacement costs). In addition, salary and benefit costs have increased year-to-date by \$565,000, or 3.7% due to lower departmental vacancies compared to the year prior as well as increase costs associated with health care and pensions. Lastly, the cost of providing 911 services in 2015 has increased 30% over the year prior.



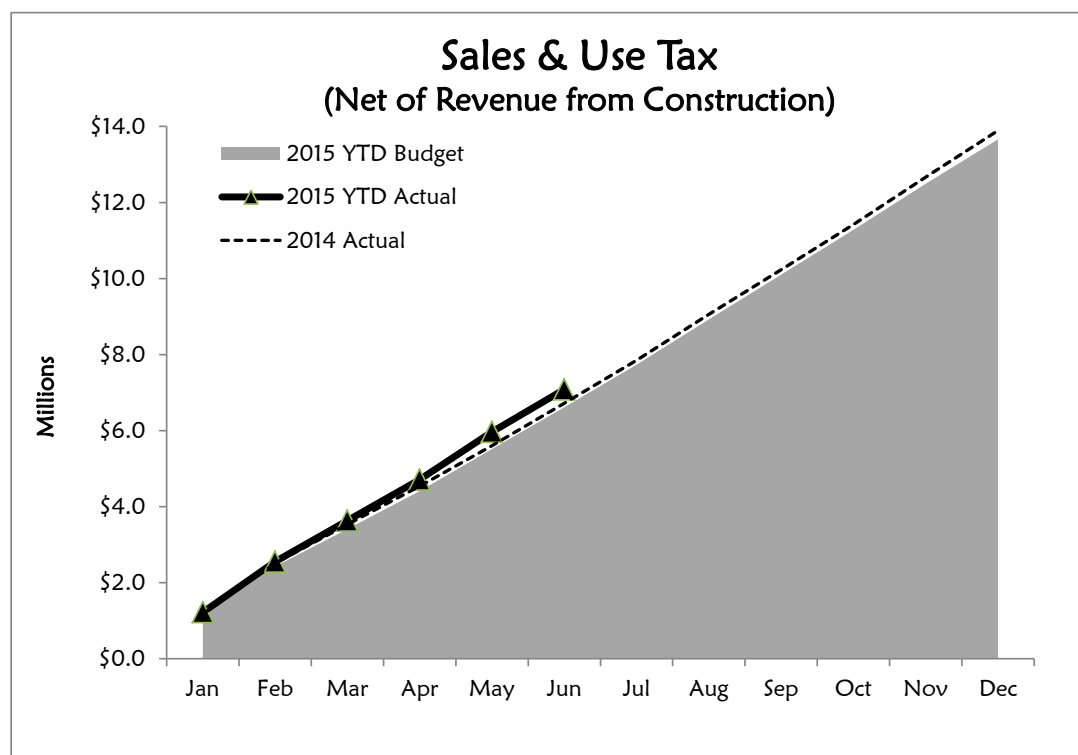
### Revenues

The combined total of property tax, sales/use tax, utility tax, gambling, and admissions tax provides approximately 80% of all resources supporting general governmental activities. The following section provides additional information on these sources.

**Property Tax** collections through Q2-2015 totaled \$9.1 million and is on target to end the year at budget. The property tax revenue collection through June 2015 compares to \$8.3 million collected the same period the year prior, which represents an 8.8% increase year-over-year.



**Sales tax** distributions Citywide totaled \$8.1 million of which \$7.1 million was distributed to the General Fund and \$997,000 was distributed to the Local Street Fund (SOS) program.\* Through June 2015, total Sales Tax revenue collected in the General Fund exceeded budget expectations by \$467,000, or 7.1%.



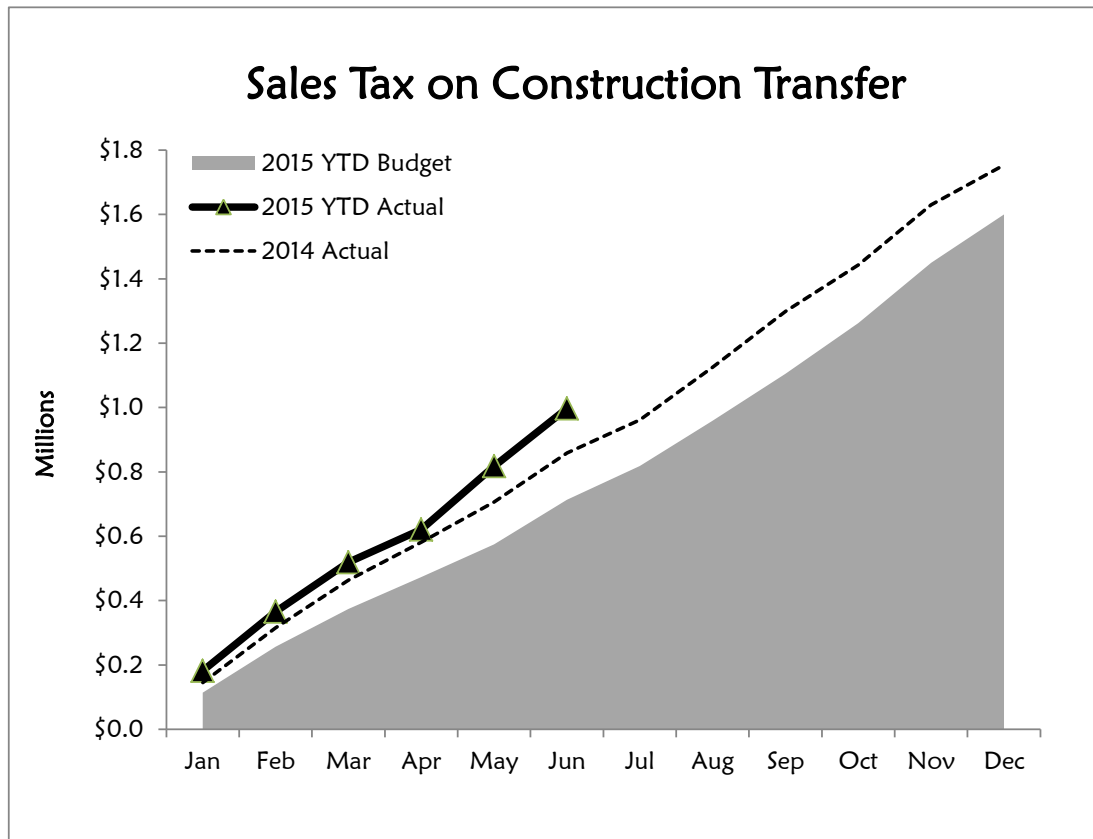
\* Beginning in 2013, Local Street Fund (Fund 103) street repairs have been funded from sales taxes on construction. The total amount transferred year-to-date through Q2-2015 was \$996,884. The graphic above presents sales taxes under the current policy.

The following table breaks out the City's base sales tax, excluding Criminal Justice, Annexation Credit and Streamlined Sales Tax Mitigation, by major business sector.

Comparison of Sales Tax Collections by SIC Group June-2015				
Component Group	2014 Actual	2015 Actual	Change from 2014	
			Amount	Percentage
Construction	\$ 858,847	\$ 996,884	\$ 138,037	16.1 %
Manufacturing	576,227	436,192	(140,034)	(24.3) %
Transportation & Warehousing	19,651	28,097	8,446	43.0 %
Wholesale Trade	583,189	609,203	26,014	4.5 %
Automotive	1,546,982	1,778,094	231,112	14.9 %
Retail Trade	2,315,684	2,483,952	168,268	7.3 %
Services	1,620,072	1,728,219	108,146	6.7 %
Miscellaneous	75,543	30,968	(44,575)	(59.0) %
YTD Total	\$ 7,596,196	\$ 8,091,609	\$ 495,413	6.5 %

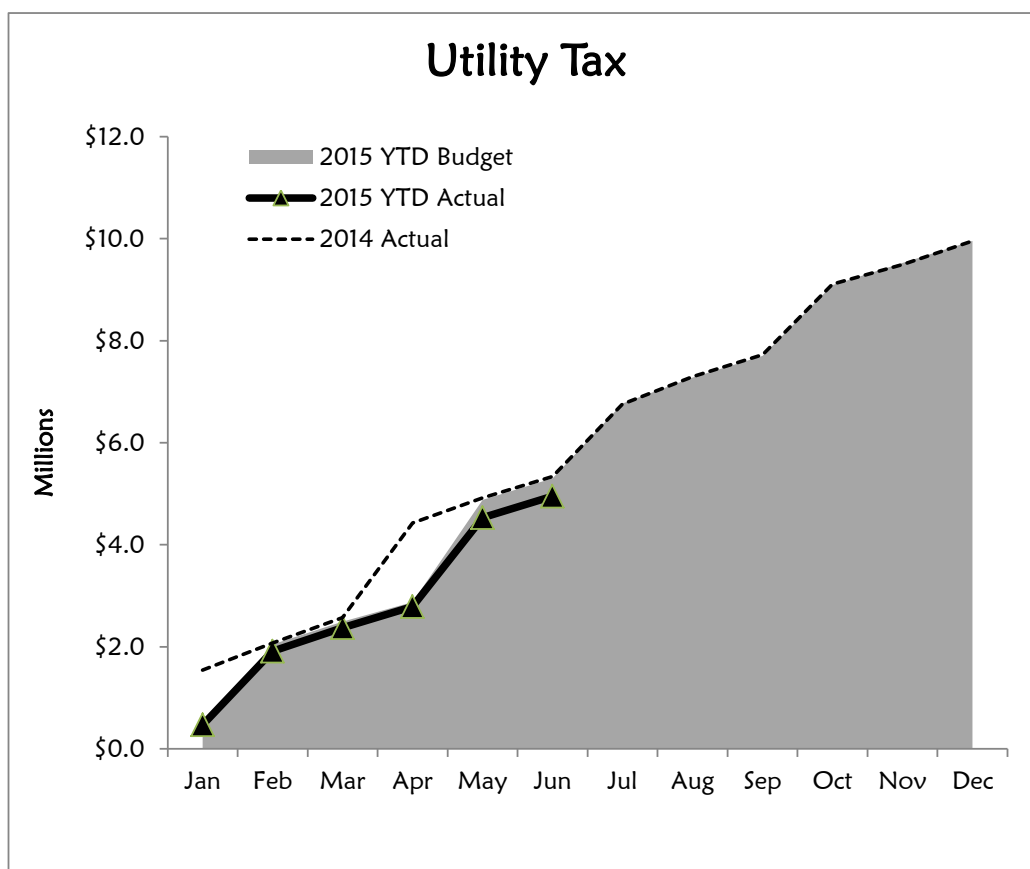
Total sales tax revenue collected through Q2-2015 exceeded prior year collections by \$360,000 or 5.4%. The business sectors showing the largest increase in revenues compared to the same period last year were in the automotive industry, retail trade and construction.

Total sales tax revenue on construction, which is transferred to the Local Street Fund (Fund 103) for local street repair and maintenance, totaled \$997,000 and exceeded both budget and prior year collections by \$283,000 and \$138,000 respectively.





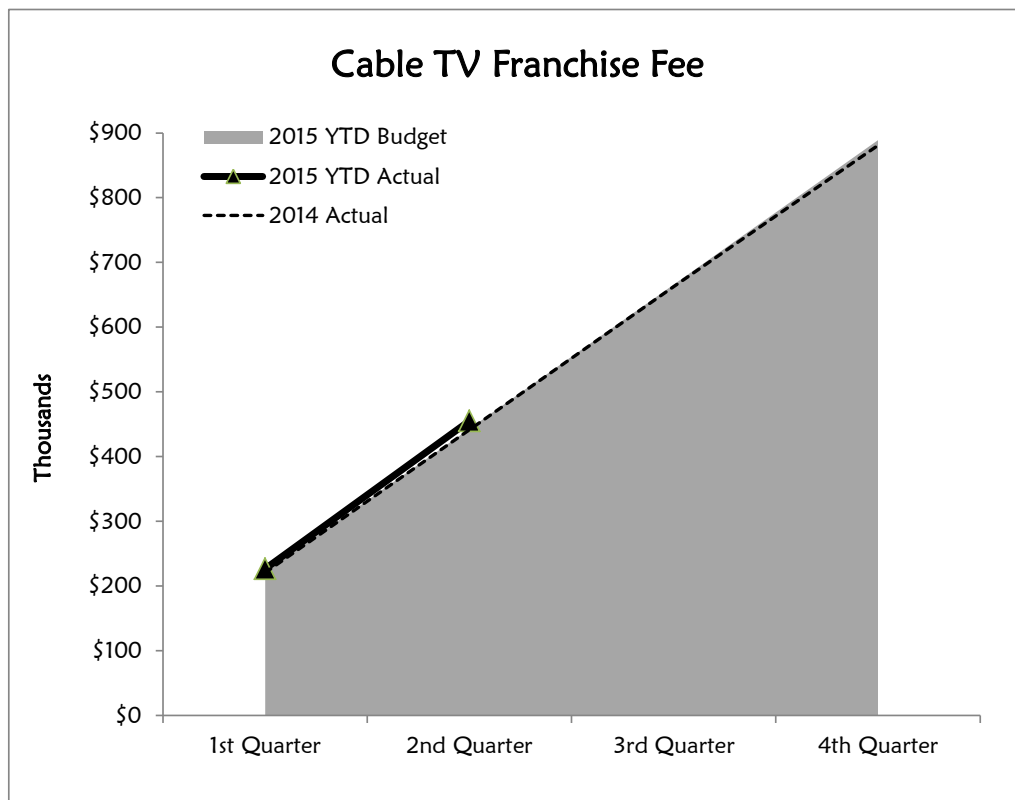
**Utility Taxes** consist of interfund taxes on City utilities (Water, Sewer, Storm and Solid Waste) and taxes on external utilities (Electric, Natural Gas, Telephone and Solid Waste). Utility taxes collected through the second quarter of 2015 totaled \$5.0 million, compared to a budget of \$5.3 million.



As shown in the table below, overall utility tax revenues collected year-to-date were \$5.0 million, resulting in underperformance relative to budget of \$349,000, or 6.6%. A mild winter has reduced customer heating demands and resulted in year-over-year declines in electric and natural gas revenue sales and therefore tax collections.

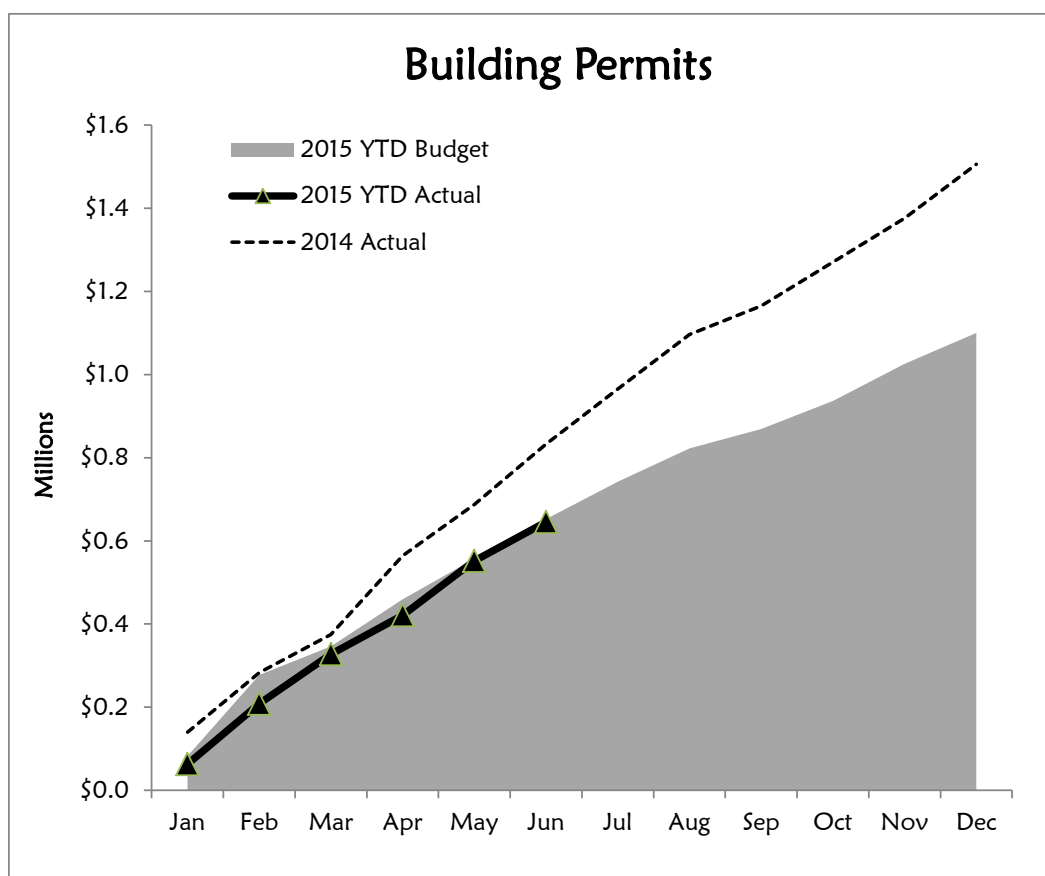
Utility Tax by Type June-2015							
Utility Tax Type	2014 Actual	2015 Budget	2015 Actual	2015 vs. 2014 Actual		2015 vs. Budget	
				Amount	Percentage	Amount	Percentage
City Interfund Utility Taxes	\$ 1,683,352	\$ 1,695,000	\$ 1,719,324	\$ 35,973	2.1 %	\$ 24,324	1.4 %
Electric	1,901,539	1,873,800	1,648,480	(253,060)	(13.3) %	(225,320)	(12.0) %
Natural Gas	786,907	778,900	659,020	(127,887)	(16.3) %	(119,880)	(15.4) %
Telephone	916,112	901,400	871,239	(44,873)	(4.9) %	(30,161)	(3.3) %
Solid Waste (external)	52,926	52,980	54,854	1,928	3.6 %	1,874	3.5 %
YTD Total	\$ 5,340,837	\$ 5,302,080	\$ 4,952,918	\$ (387,919)	(7.3) %	\$ (349,162)	(6.6) %

**Cable TV Franchise Fees**, which are collected quarterly, totaled \$455,000 and exceeded budget by \$12,000 or 2.7%.

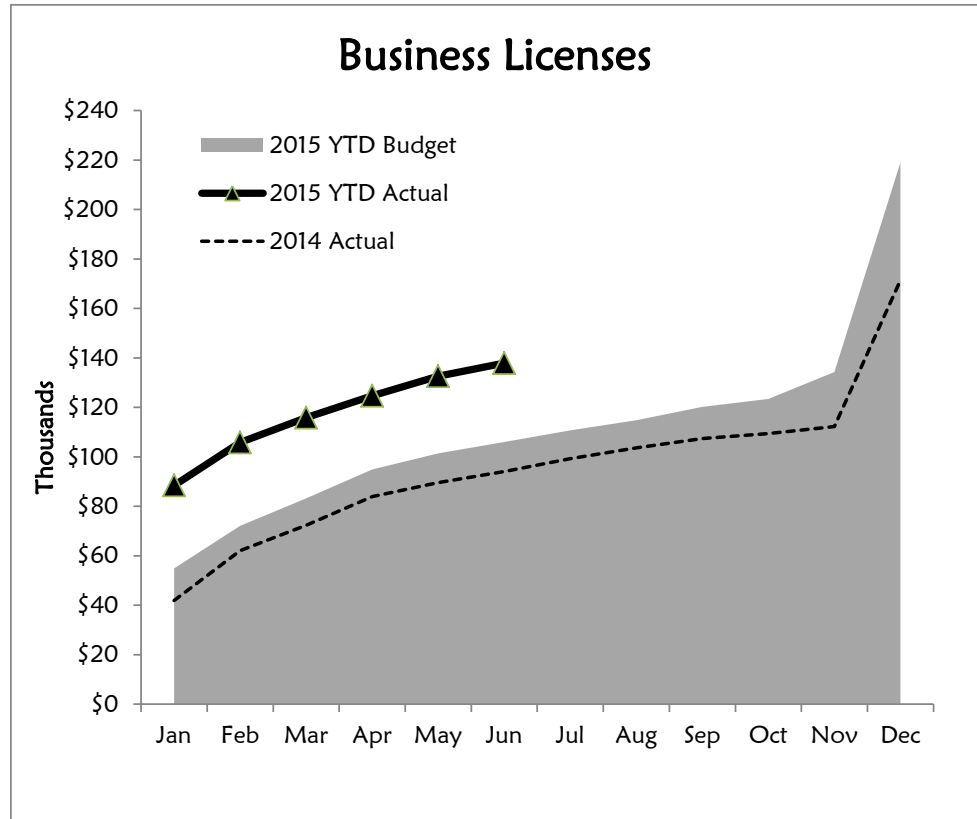


**Licenses and Permits** include business licenses, building permits, plumbing, electric and other licenses and permit fees. Building permit fees and business licenses make up 80% of the annual budgeted revenue in this category.

Total building permit revenues collected through June totaled \$645,000 compared to a year-to-date budget of \$652,000. Building permits issued through June total 385 and compare to 453 issued during the same period in 2014. Major projects contributing to revenues this quarter include building permits for the Merrill Gardens Senior Living development and Lakeland Hills Storage, as well as numerous housing developments – most notably Edgeview and Sonata Hill.



Business license revenues collected through June totaled \$138,000 compared to \$94,000 collected the same period in 2014; the difference is due to the timing of collections. The graphic below reflects the timing of payments by business owners, where the majority of business license payments are collected during the first two months of the year and the last month of the year.



**Intergovernmental revenues** include Grants (Direct & Indirect Federal, State and Local), compact revenue from the Muckleshoot Indian Tribe (MIT), intergovernmental and state shared revenues. Collections to date totaled \$2.6 million and were \$31,000, or 1.2%, higher than budget.

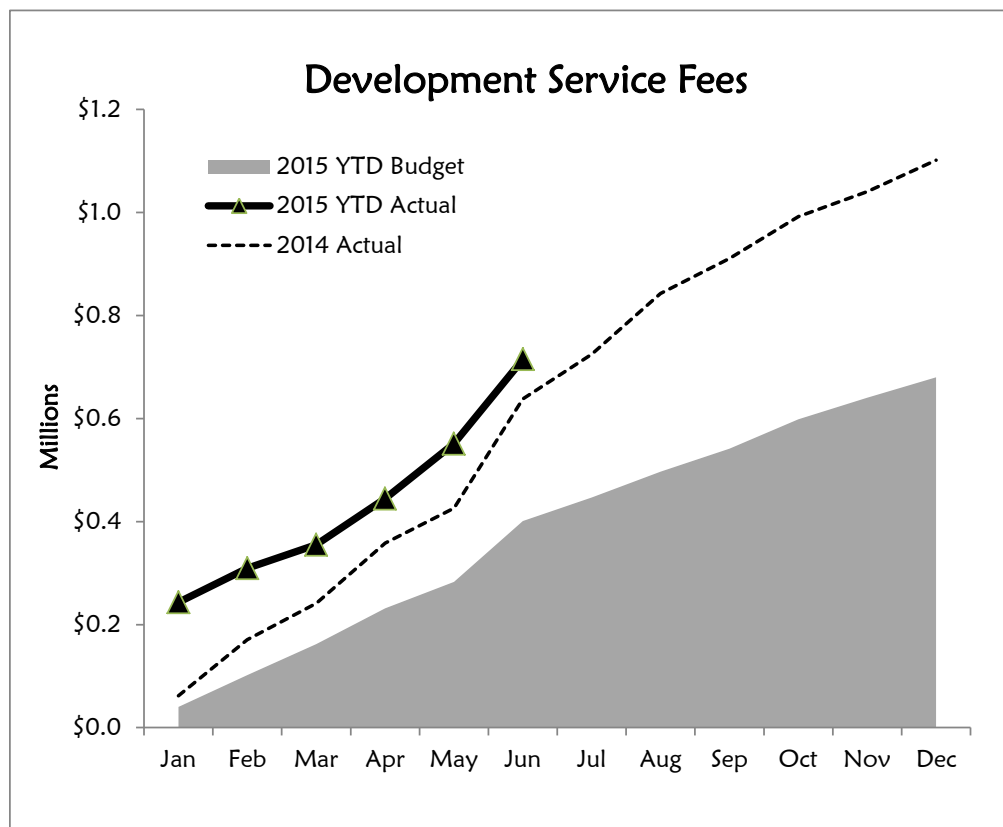
Intergovernmental June-2015							
Revenue	2014 Actual	2015 Budget	2015 Actual	2015 vs. 2014 Actual		2015 vs. Budget	
				Amount	% Change	Amount	% Change
Federal Grants	\$ 44,199	\$ 103,700	\$ 67,622	\$ 23,423	53.0 %	\$(36,078)	(34.8) %
State Grants	25,319	116,300	118,572	93,253	368.3 %	2,272	2.0 %
Muckleshoot Casino Emerg.	286,050	315,000	296,987	10,937	3.8 %	(18,013)	(5.7) %
Intergovernmental Service	23,351	0	8,556	(14,796)	(63.4) %	8,556	N/A
State Shared Revenues:							
Streamlined Sales Tax	988,422	1,007,500	980,842	(7,580)	(0.8) %	(26,658)	(2.6) %
Motor Vehicle Fuel Tax	485,842	449,200	495,526	9,684	2.0 %	46,326	10.3 %
Criminal Justice - High Crime	0	96,000	96,509	96,509	N/A	509	0.5 %
Criminal Justice - Population	9,148	8,600	9,742	594	6.5 %	1,142	13.3 %
Criminal Justice - Special Prog.	34,196	32,800	35,793	1,597	4.7 %	2,993	9.1 %
State DUI	6,665	6,700	6,560	(105)	(1.6) %	(140)	(2.1) %
Fire Insurance Tax	77,558	70,000	75,702	(1,855)	(2.4) %	5,702	8.1 %
Liquor Excise	70,980	50,815	83,566	12,586	17.7 %	32,751	64.5 %
Liquor Profit	325,643	315,170	327,019	1,375	0.4 %	11,849	3.8 %
Total State Shared:	1,998,453	2,036,785	2,111,259	112,806	5.6 %	74,474	3.7 %
YTD Total	\$ 2,377,371	\$ 2,571,785	\$ 2,602,995	\$ 225,624	9.5 %	\$ 31,210	1.2 %

**Charges for Services** consist of general governmental services, public safety, development service fees and cultural & recreation fees. Overall, charges for services collected through the first half of 2015 totaled \$2.3 million as compared to a year-to-date budget of \$1.8 million. Total revenues collected exceeded budget by \$501,000, or 28.1%.

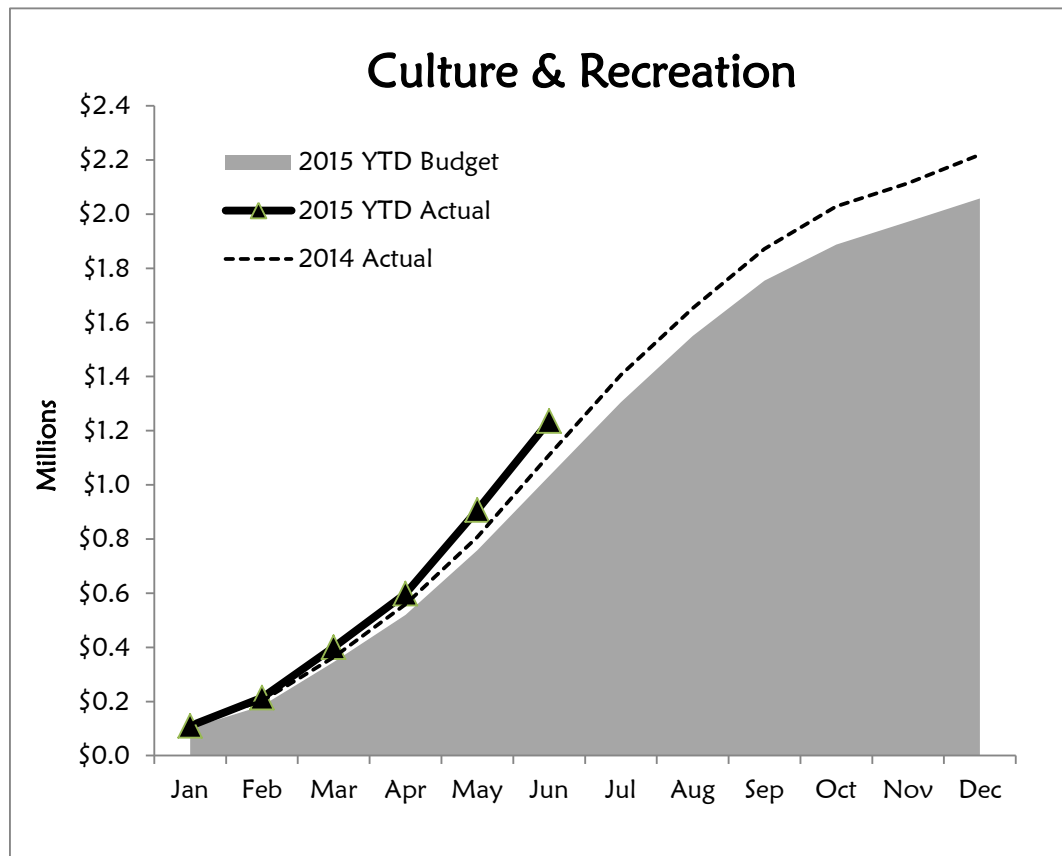
General governmental revenues through Q2-2015 total \$44,000 compared to a budget of \$51,000.

Public safety revenues collected year-to-date totaled \$288,000 and compare to a budget of \$297,000. Public safety revenues consist of revenues generated for Police Officer extra duty overtime, where officers are contracted for services and reimbursement is made by the hiring contractor. Effective June 2014, public safety revenue also includes reimbursement from the Muckleshoot Indian Tribe (MIT) for a full-time dedicated Police Officer and associated expenditures.

Development services fee collections, which primarily consist of plan check fees, totaled \$715,000 and exceeded budget by \$314,000. Total plan check fees collected in Q2-2015 totaled \$269,000 and include revenues related to several commercial and residential projects including a 5 building Mini Storage in the Lea Hill area, the Merrill Gardens Senior Living development, as well as plans for the Sonata Hill and Edgeview housing developments.



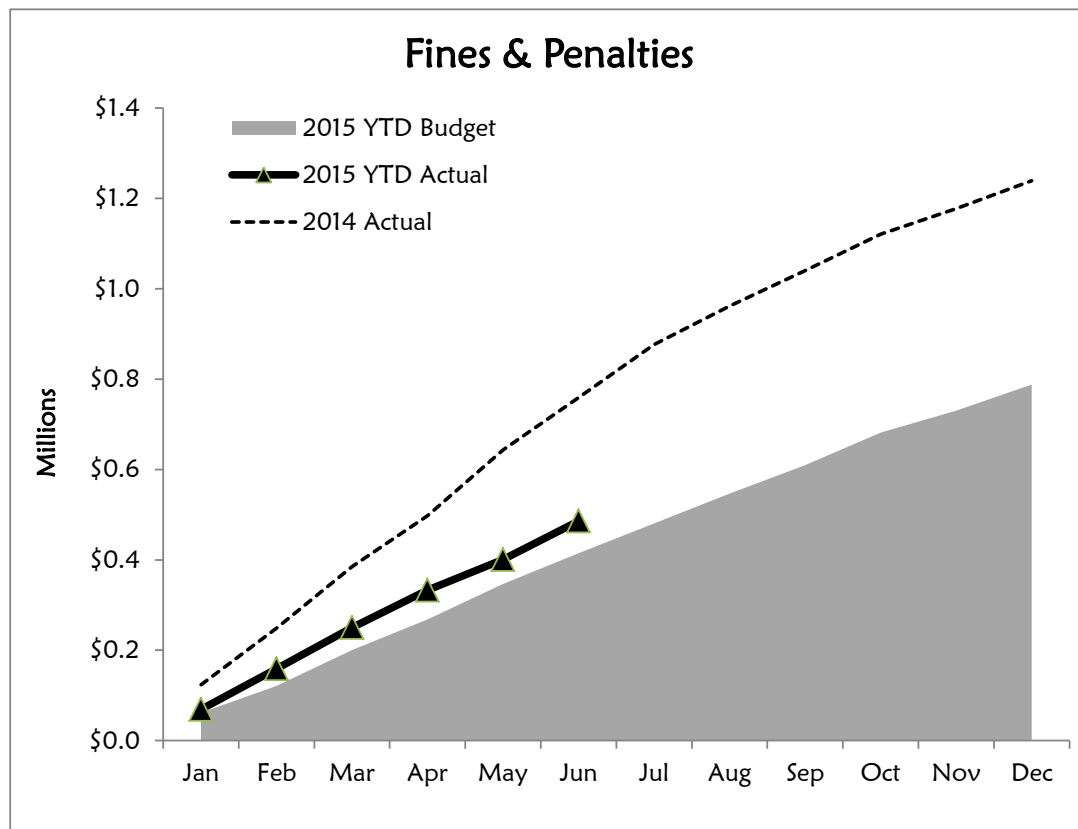
Culture and recreation revenues totaled \$1.2 million and compare to a budget of \$1.0 million and prior year collections of \$1.1 million. The year-over-year increase in revenues was primarily due to increased collections at the Auburn Golf Course for greens fees, as well as increased revenues collected for league fees.



Charges for Services by Type							
June-2015							
Revenue	2014 Actual	2015 Budget	2015 Actual	2015 vs. 2014 Actual		2015 vs. Budget	
				Amount	Percentage	Amount	Percentage
General Government	\$ 64,122	\$ 50,900	\$ 43,704	\$ (20,419)	(31.8) %	\$ (7,196)	(14.1) %
Public Safety	287,781	297,432	287,517	(264)	(0.1) %	(9,915)	(3.3) %
Development Services	638,333	401,000	715,082	76,750	12.0 %	314,082	78.3 %
Culture & Recreation	1,110,564	1,032,600	1,236,235	125,671	11.3 %	203,635	19.7 %
YTD Total	\$ 2,100,800	\$ 1,781,932	\$ 2,282,538	\$ 181,738	8.7 %	\$ 500,606	28.1 %

**Fines & Penalties** include traffic and parking infraction penalties, criminal fines (including criminal traffic, criminal non traffic and criminal costs) as well as non-court fines such as false alarm fines. Total revenue collected through Q2-2015 totaled \$486,000, compared to a budget of \$415,000 and prior year collections of \$759,000. Effective June 2014, the Redflex Photo Enforcement Program was cancelled, which is the contributing factor for the year-over-year decline in fines and forfeits revenue.

Fines & Forfeits by Type June-2015							
Month	2014 Actual	2015 Budget	2015 Actual	2015 vs. 2014 Actual		2015 vs. Budget	
				Amount	Percentage	Amount	Percentage
Civil Penalties	\$ 8,469	\$ 8,200	\$ 6,069	\$ (2,400)	(28.3) %	\$ (2,131)	(26.0) %
Civil Infraction Penalties	254,404	235,400	273,741	19,337	7.6 %	38,341	16.3 %
Redflex Photo Enforcement	309,868	0	1,766	(308,102)	(99.4) %	1,766	N/A %
Parking Infractions	61,504	56,000	67,867	6,363	10.3 %	11,867	21.2 %
Criminal Traffic Misdemeanor	27,942	26,900	29,317	1,374	4.9 %	2,417	9.0 %
Criminal Non-Traffic Fines	22,893	24,500	25,129	2,237	9.8 %	629	2.6 %
Criminal Costs	27,585	21,300	30,829	3,244	11.8 %	9,529	44.7 %
Non-Court Fines & Penalties	46,141	42,400	51,259	5,117	11.1 %	8,859	20.9 %
YTD Total	\$ 758,806	\$ 414,700	\$ 485,978	\$ (272,828)	(36.0) %	\$ 71,278	17.2 %



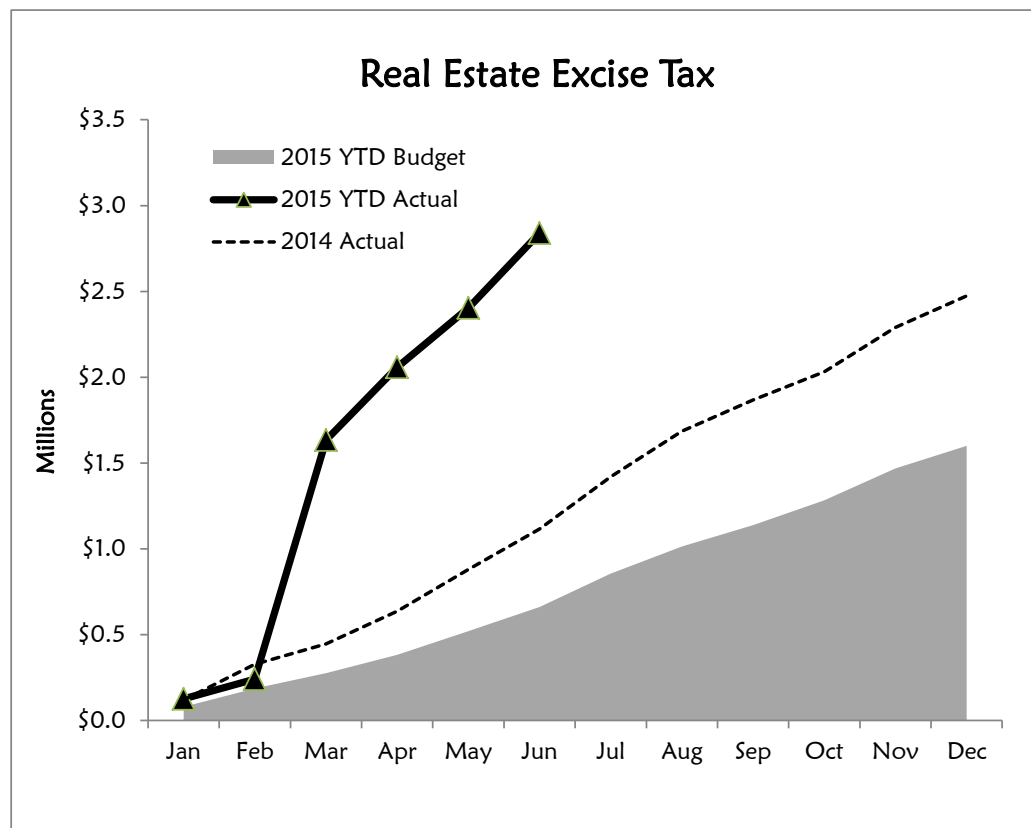


**Miscellaneous revenues** primarily consist of income from facility rentals; other sources within this category include investment earnings, contributions & donations and other miscellaneous income including the quarterly purchasing card (P-card) rebate monies. Total revenues collected in this category through Q2-2015 totaled \$448,000 and exceeded budget expectation of \$389,000. Although rents and leases revenue ended the quarter slightly below budget expectations, this was offset by higher than anticipated P-Card rebate monies collected through Q2.

Miscellaneous Revenues by Type June-2015							
Month	2014 Actual	2015 Budget	2015 Actual	2015 vs. 2014		2015 vs. Budget	
				Amount	Percentage	Amount	Percentage
Interest & Investments	\$ 18,714	\$ 17,900	\$ 23,497	\$ 4,783	25.6 %	\$ 5,597	31.3 %
Rents & Leases	371,808	308,500	301,118	(70,690)	(19.0) %	(7,382)	(2.4) %
Contributions & Donations	25,789	16,200	20,852	(4,937)	(19.1) %	4,652	28.7 %
Other Miscellaneous Revenue	68,888	46,700	102,512	33,624	48.8 %	55,812	119.5 %
YTD Total	\$ 485,200	\$ 389,300	\$ 447,979	\$ (37,220)	(7.7) %	\$ 58,679	15.1 %

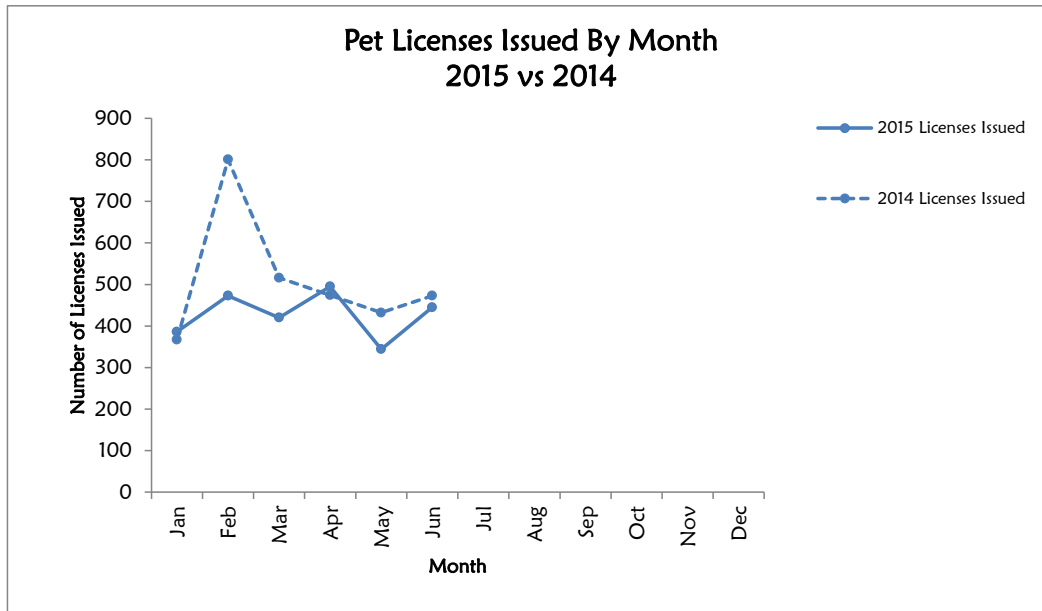
**Real Estate Excise Tax (REET)** revenue is receipted into the Capital Improvement Projects Fund and is used for governmental capital projects. REET revenues collected through Q2-2015 totaled \$2.8 million, compared to budget expectation of \$661,000. REET revenues collected in Q2-2015 totaled \$1.2 million compared to \$669,000 collected in Q2-2014. Real estate sales in the City of Auburn this quarter included the sale of several warehouse properties, vacant land, the sale of the Multiplex Theatre at the Outlet Collection – Seattle, as well as the sale of over 350 single family residences. Effective in the Q3-2015 Financial Report, the REET budget will increase from \$1.6 million to \$3.0 million per Budget Amendment #2, which was approved by Council in July 2015.

Real Estate Excise Tax Revenues June-2015							
Month	2014 Actual	2015 Budget	2015 Actual	2015 vs. 2014		2015 vs. Budget	
				Amount	Percentage	Amount	Percentage
Jan	\$ 119,765	\$ 79,300	125,089	\$ 5,324	4.4 %	\$ 45,789	57.7 %
Feb	208,206	107,300	115,287	(92,919)	(44.6) %	7,987	7.4 %
Mar	118,578	89,000	1,394,226	1,275,648	1075.8 %	1,305,226	1466.5 %
Apr	189,771	106,800	423,394	233,624	123.1 %	316,594	296.4 %
May	243,472	138,100	345,489	102,017	41.9 %	207,389	150.2 %
Jun	236,067	140,500	436,101	200,033	84.7 %	295,601	210.4 %
Jul	305,214	194,800					
Aug	263,573	157,800					
Sep	182,829	124,500					
Oct	163,912	144,600					
Nov	259,026	185,900					
Dec	183,799	131,400					
YTD Total	\$ 1,115,859	\$ 661,000	\$ 2,839,586	\$ 1,723,727	154.5 %	\$ 2,178,586	329.6 %



## Pet Licensing

Year-to-date, 2,563 pet licenses have been sold resulting in \$73,605 in revenue. For the same period in 2014, 3,063 licenses were sold resulting in \$76,930 in revenue.



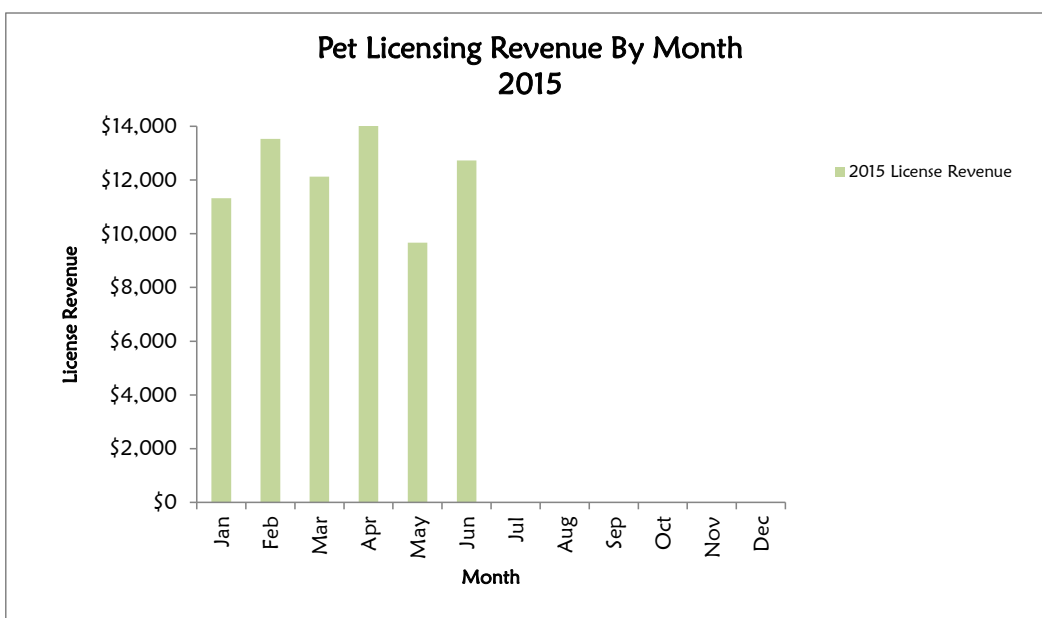
2015 Budget Goal: \$240,000 or more

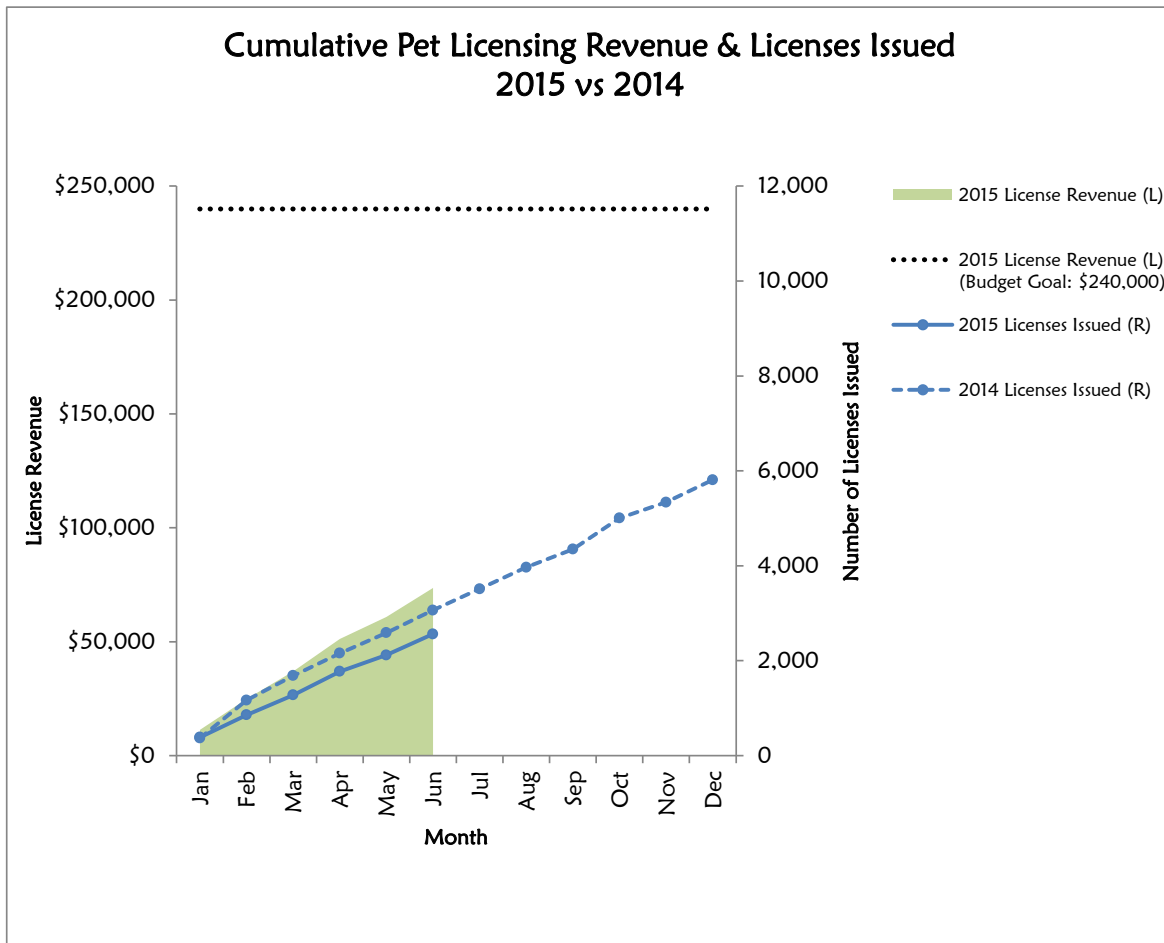
2015 Revenue = \$73,605

2014 Revenue = \$76,930

2015 Licenses Sold = 2,563

2014 Licenses Sold = 3,063

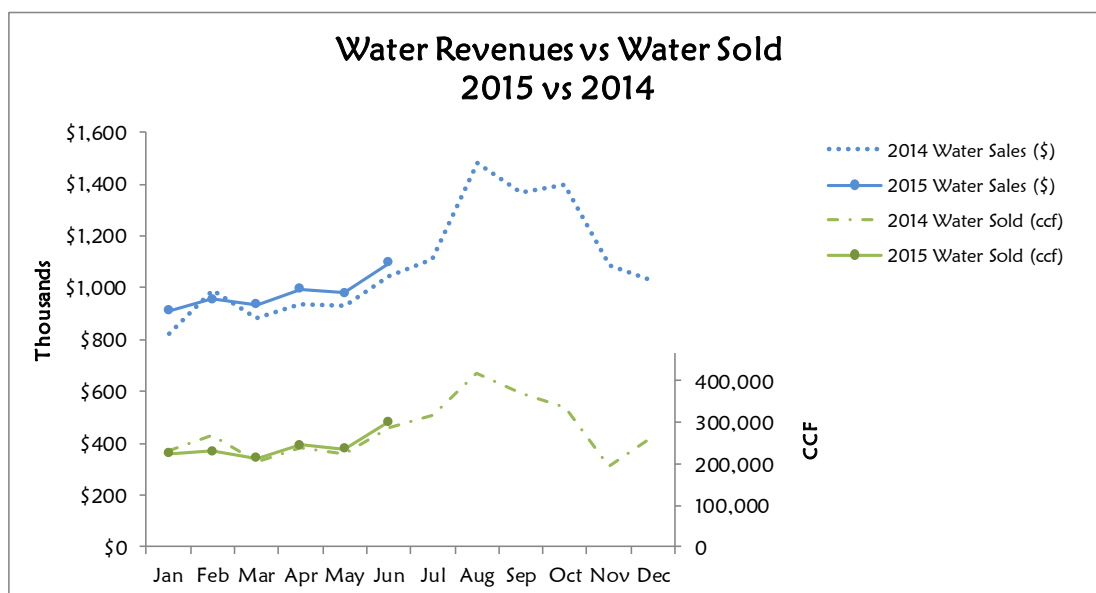




## Enterprise Funds

Detailed Working Capital and Fund Balance statements for Enterprise and Internal Service funds can be found in the Appendix at the end of this report.

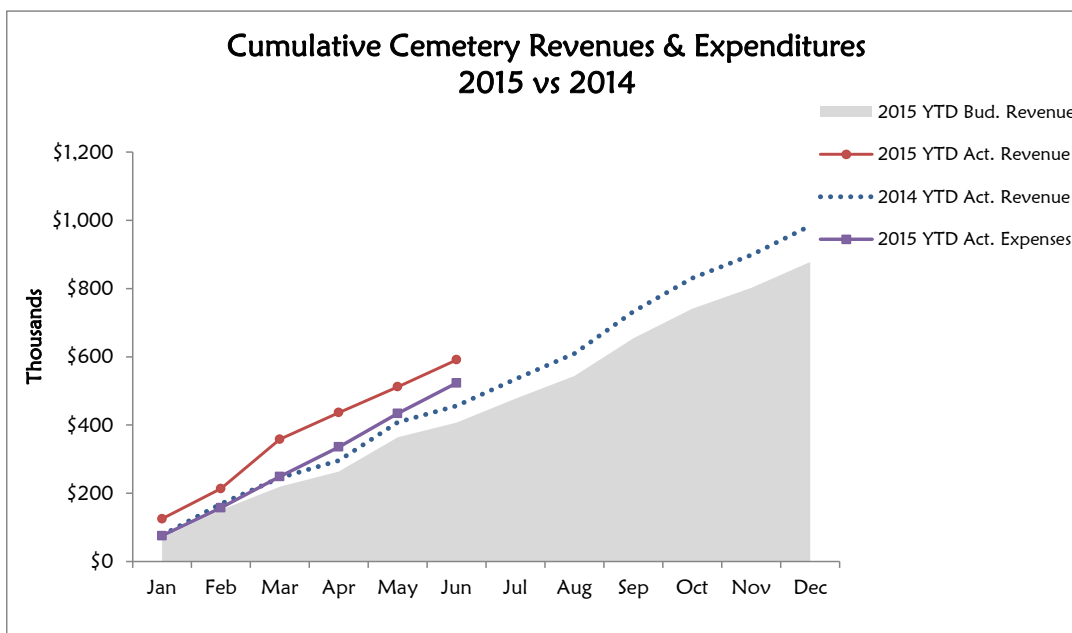
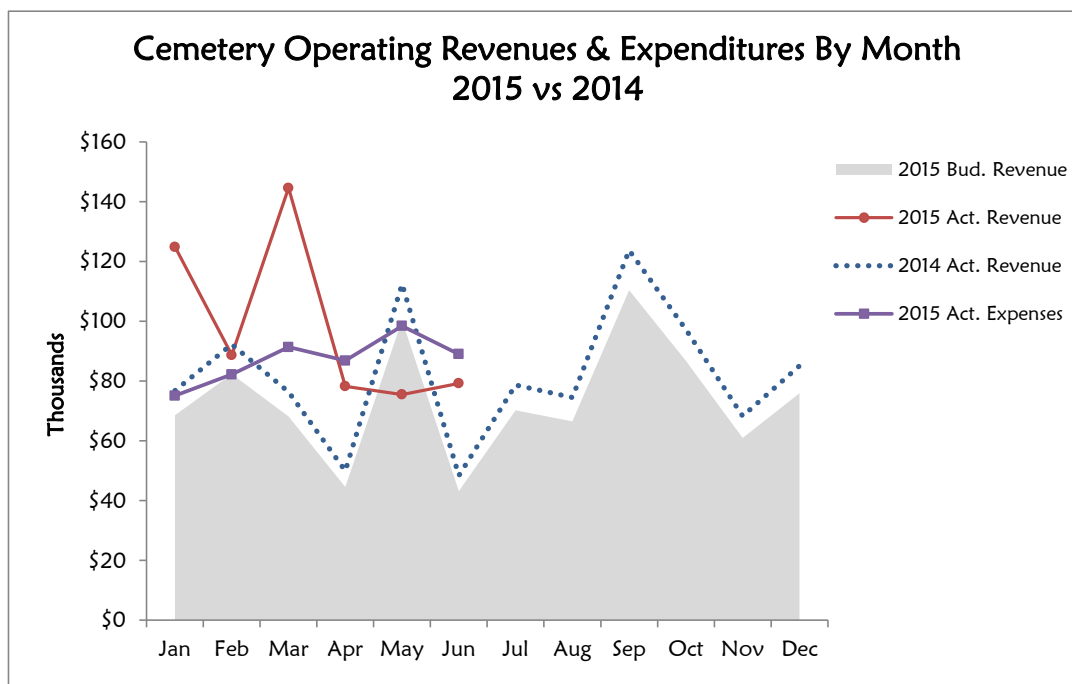
At the end of the second quarter, the **Water Utility** had operating income of \$110,400 compared to operating income of \$273,800 in 2014.



The **Sewer Utility** ended the quarter with an operating loss of \$17,000 compared to operating income of \$81,000 in 2014. The **Sewer-Metro Utility** ended the period with an operating loss of \$174,000 compared to operating income of \$1,303,100 for the previous year. The difference is largely due to the timing of the June 2014 payment to King County Metro (\$1.2 million), which was not posted until July, resulting in a temporary spike in net income.

The **Stormwater Utility** ended the quarter with \$692,300 in operating income which compares to operating income of \$759,200 for the same period last year.

The **Cemetery Fund** ended the second quarter with operating income of \$68,200 compared to an operating loss of \$28,000 for the same period last year. Year to date the number of interments at the Cemetery totals 110 (55 burials, 55 cremations), which compares to 116 (54 burials, 62 cremations) for the same period last year.



**Internal Service Funds**

Operating expenditures within the **Insurance** Fund represent the premium cost pool that will be allocated monthly to other City funds over the course of 2015. As a result, this balance will gradually diminish each month throughout the year.

No significant variances are reported in the **Worker's Compensation, Facilities, Innovation & Technology**, or **Equipment Rental** Funds. All funds have sufficient revenues to cover year-to-date expenditures.

**Contact Information**

This report is prepared by the Finance Department. Additional financial information can also be viewed at our website: <http://www.auburnwa.gov/>. For any questions about this report please contact Shelley Coleman at [scoleman@auburnwa.gov](mailto:scoleman@auburnwa.gov).

**City of Auburn**  
**Investment Portfolio Summary**  
**June 30, 2015**

Investment Type	Purchase Date	Purchase Price	Maturity Date	Yield to Maturity
State Investment Pool	Various	\$ 102,070,333	Various	0.17%
KeyBank Money Market	Various	18,275,186	Various	0.00%
US Treasury	05/04/1990	57,750	05/15/2016	5.72%
FHLB	1/15/2015	1,300,000	7/28/2017	0.89%
LAKUTL	9/25/2013	235,919	11/1/2017	1.90%
Total Cash & Investments		<b>\$ 121,939,187</b>		<b>0.157%</b>

Investment Mix	% of Total	Summary	
State Investment Pool	83.7%	Current 6-month treasury rate	0.09%
KeyBank Money Market	15.0%	Current State Pool rate	0.17%
US Treasury	0.0%	KeyBank Money Market	0.00%
FFCB	0.0%	Blended Auburn rate	0.16%
FHLB	1.1%		
LAKUTL	0.2%		
	<b>100.0%</b>		



SALES TAX SUMMARY  
JUNE 2015 SALES TAX DISTRIBUTIONS (FOR APRIL 2015 RETAIL ACTIVITY)

NAICS	CONSTRUCTION	2014 Annual Total (Nov '13-Oct '14)	2014 YTD (Nov '13 - Apr '14)	2015 YTD (Nov '14 - Apr '15)	YTD % Diff
236	Construction of Buildings	866,060	427,371	542,316	26.9%
237	Heavy and Civil Construction	146,261	77,101	97,491	26.4%
238	Specialty Trade Contractors	741,211	354,375	357,077	0.8%
TOTAL CONSTRUCTION		1,753,532	858,847	996,884	16.1%
Overall Change from Previous Year				138,037	

NAICS	MANUFACTURING	2014 Annual Total (Nov '13-Oct '14)	2014 YTD (Nov '13 - Apr '14)	2015 YTD (Nov '14 - Apr '15)	YTD % Diff
311	Food Manufacturing	3,220	1,890	1,369	-27.6%
312	Beverage and Tobacco Products	8,257	4,216	4,883	15.8%
313	Textile Mills	234	163	117	-28.2%
314	Textile Product Mills	2,970	1,411	1,448	2.6%
315	Apparel Manufacturing	244	185	81	-56.1%
316	Leather and Allied Products	15	4	1	-69.0%
321	Wood Product Manufacturing	76,560	38,502	33,888	-12.0%
322	Paper Manufacturing	5,237	2,478	3,210	29.5%
323	Printing and Related Support	44,114	17,200	27,398	59.3%
324	Petroleum and Coal Products	10,293	5,136	1,415	-72.4%
325	Chemical Manufacturing	5,397	2,614	3,192	22.1%
326	Plastics and Rubber Products	9,844	5,335	5,315	-0.4%
327	Nonmetallic Mineral Products	19,801	9,771	3,477	-64.4%
331	Primary Metal Manufacturing	1,542	1,339	1,376	2.7%
332	Fabricated Metal Product Manuf	33,900	15,287	15,214	-0.5%
333	Machinery Manufacturing	24,491	11,199	12,953	15.7%
334	Computer and Electronic Product	18,265	10,873	3,642	-66.5%
335	Electric Equipment, Appliances	1,179	562	476	-15.4%
336	Transportation Equipment Man	837,227	415,649	284,243	-31.6%
337	Furniture and Related Products	21,248	11,535	7,954	-31.0%
339	Miscellaneous Manufacturing	39,052	20,876	24,542	17.6%
TOTAL MANUFACTURING		1,163,090	576,227	436,192	-24.3%
Overall Change from Previous Year				-140,034	

NAICS	TRANSPORTATION AND WAREHOUSING	2014 Annual Total (Nov '13-Oct '14)	2014 YTD (Nov '13 - Apr '14)	2015 YTD (Nov '14 - Apr '15)	YTD % Diff
481	Air Transportation	0	0	0	N/A
482	Rail Transportation	8,069	2,215	4,472	101.9%
484	Truck Transportation	4,740	1,751	3,540	102.2%
485	Transit and Ground Passengers	4	0	146	N/A
488	Transportation Support	26,786	12,818	13,655	6.5%
491	Postal Service	691	483	137	-71.7%
492	Couriers and Messengers	672	422	1	-99.7%
493	Warehousing and Storage	29,718	1,961	6,146	213.4%
TOTAL TRANSPORTATION		70,679	19,651	28,097	43.0%
Overall Change from Previous Year				8,446	

NAICS	WHOLESALE TRADE	2014 Annual Total (Nov '13-Oct '14)	2014 YTD (Nov '13 - Apr '14)	2015 YTD (Nov '14 - Apr '15)	YTD % Diff
423	Wholesale Trade, Durable Goods	1,024,016	499,126	513,620	2.9%
424	Wholesale Trade, Nondurable	178,054	82,581	94,522	14.5%
425	Wholesale Electronic Markets	2,643	1,483	1,061	-28.5%
TOTAL WHOLESALE		1,204,714	583,189	609,203	4.5%
Overall Change from Previous Year				26,014	

NAICS	AUTOMOTIVE	2014 Annual Total (Nov '13-Oct '14)	2014 YTD (Nov '13 - Apr '14)	2015 YTD (Nov '14 - Apr '15)	YTD % Diff
441	Motor Vehicle and Parts Dealer	3,062,768	1,422,563	1,663,157	16.9%
447	Gasoline Stations	246,636	124,420	114,938	-7.6%
TOTAL AUTOMOTIVE		3,309,404	1,546,982	1,778,094	14.9%
Overall Change from Previous Year				231,112	

NAICS	RETAIL TRADE	2014 Annual Total (Nov '13-Oct '14)	2014 YTD (Nov '13 - Apr '14)	2015 YTD (Nov '14 - Apr '15)	YTD % Diff
442	Furniture and Home Furnishings	254,103	122,466	125,079	2.1%
443	Electronics and Appliances	236,955	151,747	154,707	2.0%
444	Building Material and Garden	502,470	218,815	263,434	20.4%
445	Food and Beverage Stores	352,552	165,897	176,816	6.6%
446	Health and Personal Care Store	187,715	95,263	110,685	16.2%
448	Clothing and Accessories	1,008,978	504,835	540,406	7.0%
451	Sporting Goods, Hobby, Books	212,015	118,600	111,217	-6.2%
452	General Merchandise Stores	955,479	476,544	486,493	2.1%
453	Miscellaneous Store Retailers	587,784	282,461	315,841	11.8%
454	Nonstore Retailers	381,876	179,055	199,273	11.3%
TOTAL RETAIL TRADE		4,679,929	2,315,684	2,483,952	7.3%
Overall Change from Previous Year				168,268	

NAICS	SERVICES	2014 Annual Total (Nov '13-Oct '14)	2014 YTD (Nov '13 - Apr '14)	2015 YTD (Nov '14 - Apr '15)	YTD % Diff
51*	Information	486,856	247,912	244,720	-1.3%
52*	Finance and Insurance	87,574	42,233	46,666	10.5%
53*	Real Estate, Rental, Leasing	314,900	153,382	160,421	4.6%
541	Professional, Scientific, Tech	216,494	98,685	98,469	-0.2%
551	Company Management	43	26	9,215	35423.6%
56*	Admin. Supp., Remed Svcs	350,417	191,835	155,861	-18.8%
611	Educational Services	49,123	21,939	34,762	58.5%
62*	Health Care Social Assistance	66,359	15,668	51,067	225.9%
71*	Arts and Entertainment	157,908	99,398	91,709	-7.7%
72*	Accommodation and Food Svcs	1,066,580	500,085	546,677	9.3%
81*	Other Services	425,896	203,891	228,313	12.0%
92*	Public Administration	99,676	45,019	60,340	34.0%
TOTAL SERVICES		3,321,827	1,620,072	1,728,219	6.7%
Overall Change from Previous Year				108,146	

NAICS	MISCELLANEOUS	2014 Annual Total (Nov '13-Oct '14)	2014 YTD (Nov '13 - Apr '14)	2015 YTD (Nov '14 - Apr '15)	YTD % Diff
000	Unknown	0	0	0	N/A
111-115	Agriculture, Forestry, Fishing	7,488	2,230	1,897	-14.9%
211-221	Mining & Utilities	28,687	9,734	10,295	5.8%
999	Unclassifiable Establishments	83,442	63,579	18,776	-70.5%
TOTAL SERVICES		119,617	75,543	30,968	-59.0%
Overall Change from Previous Year				-44,575	

GRAND TOTAL	15,622,791	7,596,196	8,091,609	
Overall Change from Previous Year			495,413	6.5%

- a. WA State Dept of Revenue audit adjustment to sales tax returns for period March 2014 (adjustment: -\$45,145).
- b. WA State Dept of Revenue audit adjustment to sales tax returns for period April 2014 (adjustment: \$10,242).
- c. WA State Dept of Revenue audit adjustment to sales tax returns for period August 2014 (adjustment: \$25,146).
- d. WA State Dept of Revenue audit adjustment to sales returns for period November 2014 (adjustment: \$5,167).
- e. WA State Dept of Revenue audit adjustment to sales tax returns for period December 2014 (adjustment: -\$2,382).
- f. WA State Dept of Revenue audit adjustment to sales tax returns for period January 2015 (adjustment: \$4,464).
- g. WA State Dept of Revenue audit adjustment to sales tax returns for period February 2015 (adjustment: \$11,845).
- h. WA State Dept of Revenue audit adjustment to sales tax returns for period February 2015 (adjustment: -\$9,355).
- i. WA State Dept of Revenue audit adjustment to sales tax returns for period March 2015 (adjustment: -\$17,839).

The following table presents the Working Capital Statement for each of the City's Enterprise and Internal Service funds. Working Capital is generally defined as the difference between current assets and current liabilities.

WORKING CAPITAL	ENTERPRISE FUNDS							INTERNAL SERVICE FUNDS				
	WATER	SEWER	SEWER METRO	STORM	SOLID WASTE	AIRPORT	CEMETERY	INSURANCE	WORKER'S COMPENSATION	FACILITIES	INNOVATION & TECHNOLOGY	EQUIPMENT RENTAL
OPERATING REVENUES												
Charges For Service	\$ 5,878,656	\$ 3,892,188	\$ -	\$ 4,607,516	\$ 6,700,044	\$ 8,143	\$ 591,201	\$ -	\$ 387,527	\$ -	\$ -	\$ -
Interfund Charges For Service	-	-	-	-	-	-	-	-	-	1,723,644	2,677,391	1,735,388
Sewer Metro Service Revenue	-	-	7,821,868	-	-	-	-	-	-	-	-	-
Rents, Leases, Concessions, & Other	-	-	-	-	-	330,841	-	-	-	42,145	69,869	-
TOTAL OPERATING REVENUES	\$ 5,878,656	\$ 3,892,188	\$ 7,821,868	\$ 4,607,516	\$ 6,700,044	\$ 338,983	\$ 591,201	\$ -	\$ 387,527	\$ 1,765,789	\$ 2,747,260	\$ 1,735,388
OPERATING EXPENSES												
Salaries & Wages	\$ 1,226,317	\$ 812,738	\$ -	\$ 1,178,146	\$ 198,859	\$ 13,571	\$ 217,744	\$ -	\$ 39,662	\$ 278,394	\$ 731,034	\$ 309,802
Benefits	560,287	371,002	-	533,421	91,506	4,886	101,376	-	82,386	141,825	305,931	143,252
Supplies	120,058	58,283	-	29,605	20,724	-	93,908	-	-	56,207	166,440	462,223
Other Service Charges	1,732,241	1,107,819	-	605,151	579,536	218,476	51,558	592,373	129,296	534,638	1,268,369	149,381
Intergovernmental Services	-	2,847	-	62,150	105,361	-	-	-	-	-	-	-
Waste Management Payments <sup>1</sup>	-	-	-	-	5,124,744	-	-	-	-	-	-	-
Sewer Metro Services	-	-	7,995,845	-	-	-	-	-	-	-	-	-
Interfund Operating Rentals & Supplies	645,437	485,398	-	667,967	52,469	-	32,730	-	-	57,408	81,078	108,514
Other Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation & Amortization	1,483,901	1,071,104	-	838,732	9,410	237,956	25,719	-	-	-	309,120	437,546
TOTAL OPERATING EXPENSES	\$ 5,768,241	\$ 3,909,191	\$ 7,995,845	\$ 3,915,172	\$ 6,182,609	\$ 474,889	\$ 523,035	\$ 592,373	\$ 251,344	\$ 1,068,472	\$ 2,861,973	\$ 1,610,718
OPERATING INCOME (LOSS)	\$ 110,414	\$ (17,003)	\$ (173,977)	\$ 692,344	\$ 517,435	\$ (135,906)	\$ 68,167	\$ (592,373)	\$ 136,183	\$ 697,317	\$ (114,712)	\$ 124,670
NON-OPERATING REVENUES & EXPENSES												
Interest Revenue	\$ 10,081	\$ 8,910	\$ 563	\$ 13,271	\$ 1,585	\$ 583	\$ 279	\$ 579	\$ 327	\$ 1,644	\$ 2,319	\$ 3,826
Contributions	-	-	-	1,059,017	29,245	7,105	150	-	-	-	-	816
Other Non-Operating Revenue	94,352	36,137	-	32,596	280	(5,252)	(0)	-	-	-	500	96,294
Gain (Loss) On Sale Of Fixed Assets	-	-	-	10,000	-	-	-	-	-	-	-	(27,929)
Debt Service Interest	(49,854)	(16,217)	-	-	-	(18,338)	(11,134)	-	-	-	-	-
Other Non-Operating Expense	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL NON-OPERATING REVENUES & EXPENSES	\$ 54,580	\$ 28,830	\$ 563	\$ 1,114,885	\$ 31,110	\$ (15,902)	\$ (10,705)	\$ 579	\$ 327	\$ 1,644	\$ 2,819	\$ 73,007
PLUS ITEMS NOT AFFECTING WORKING CAPITAL												
Depreciation	\$ 1,483,901	\$ 1,071,104	\$ -	\$ 838,732	\$ 9,410	\$ 237,956	\$ 25,719	\$ -	\$ -	\$ -	\$ 309,120	\$ 437,546
NET WORKING CAPITAL FROM OPERATIONS	\$ 1,648,896	\$ 1,082,932	\$ (173,414)	\$ 2,645,961	\$ 557,955	\$ 86,148	\$ 83,180	\$ (591,794)	\$ 136,510	\$ 698,961	\$ 197,226	\$ 635,223
Increase In Contributions - System Development	\$ 349,330	\$ 280,350	\$ -	\$ 261,694	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Increase In Contributions - Area Assessments	500	6,891	-	-	-	-	-	-	-	-	-	-
Increase In Contributions - Other Governments	-	-	-	-	-	-	-	-	-	-	-	-
Increase In Contributions - Other Funds	-	-	-	-	-	-	-	-	-	-	-	-
Increase In Contributions - FAA	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds of Debt Activity	68,973	-	-	-	-	-	-	-	-	-	-	-
Operating Transfers In	-	-	-	378,345	-	-	-	-	-	-	-	-
Increase In Restricted Net Assets	20,744	-	-	-	-	3,732	-	-	-	-	-	-
Decrease In Long-Term Receivables	-	45,000	-	-	-	-	-	-	-	-	-	-
Increase In Deferred Credits	-	-	-	-	-	15,219	-	-	-	-	-	-
TOTAL RESOURCES OTHER THAN OPERATIONS	\$ 439,547	\$ 332,242	\$ -	\$ 640,039	\$ -	\$ 18,951	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Change In Restricted Net Assets	\$ 420,668	\$ 137,976	\$ -	\$ 192,316	\$ -	\$ 2,448	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (43,864)
Increase In Fixed Assets - Salaries	150,677	74,672	-	160,580	-	-	-	-	-	-	-	-
Increase In Fixed Assets - Benefits	61,788	32,366	-	66,350	-	-	-	-	-	-	-	-
Increase In Fixed Assets - Site Improvements	26,051	-	-	-	-	-	-	-	-	-	-	-
Increase In Fixed Assets - Land	-	-	-	250,000	-	-	-	-	-	-	-	-
Increase In Fixed Assets - Equipment	-	-	-	-	-	-	-	-	-	-	257,702	518,286
Increase In Fixed Assets - Construction	1,540,650	1,396,757	-	3,064,836	-	286,454	-	-	-	-	-	-
Increase In Fixed Assets - Other	-	-	-	-	-	-	-	-	-	-	-	-
Operating Transfers Out	154,033	144,892	-	124,000	-	-	-	-	-	290,229	-	179,420
Debt Service Principal	522,831	288,262	-	-	-	-	-	-	-	-	-	-
TOTAL USES OTHER THAN OPERATIONS	\$ 2,876,698	\$ 2,074,925	\$ -	\$ 3,858,082	\$ -	\$ 288,902	\$ -	\$ -	\$ -	\$ 290,229	\$ 257,702	\$ 653,842
NET CHANGE IN WORKING CAPITAL	\$ (788,255)	\$ (659,751)	\$ (173,414)	\$ (572,082)	\$ 557,955	\$ (183,803)	\$ 83,180	\$ (591,794)	\$ 136,510	\$ 408,732	\$ (60,475)	\$ (18,618)
BEGINNING WORKING CAPITAL - January 1, 2015 <sup>2</sup>	14,027,406	13,346,282	2,100,400	16,051,080	2,491,724	756,938	294,547	1,654,057	440,004	2,194,912	3,543,327	5,844,690
ENDING WORKING CAPITAL - June 30, 2015	13,239,150	12,686,531	1,926,986	15,478,999	3,049,679	573,135	377,727	1,062,263	576,514	2,603,644	3,482,852	5,826,072
NET CHANGE IN WORKING CAPITAL	\$ (788,255)	\$ (659,751)	\$ (173,414)	\$ (572,082)	\$ 557,955	\$ (183,803)	\$ 83,180	\$ (591,794)	\$ 136,510	\$ 408,732	\$ (60,475)	\$ (18,618)

<sup>1</sup> June's Waste Management payment in the amount of \$844,060 has been added to the Solid Waste Fund and is reflected in the Ending Working Capital balance.

<sup>2</sup> The Airport Fund's Beginning Working Capital has been restated reflecting a prior period adjustment of \$200,000 as the result of a reclassification of the Airport's interfund loan.

The following table provides an analysis of each of the City's Enterprise and Internal Service funds - showing 2015 revenues and expenditures by fund.

FUND BALANCE	ENTERPRISE FUNDS							INTERNAL SERVICE FUNDS				
	WATER	SEWER	SEWER METRO	STORM	SOLID WASTE	AIRPORT	CEMETERY	INSURANCE	WORKER'S COMPENSATION	FACILITIES	INNOVATION & TECHNOLOGY	EQUIPMENT RENTAL
OPERATING REVENUES												
Charges For Service	\$ 5,878,656	\$ 3,892,188	\$ -	\$ 4,607,516	\$ 6,700,044	\$ 8,143	\$ 591,201	\$ -	\$ 387,527	\$ -	\$ -	\$ -
Interfund Charges For Service	-	-	-	-	-	-	-	-	-	1,723,644	2,677,391	1,735,388
Sewer Metro Service Revenue	-	-	7,821,868	-	-	-	-	-	-	-	-	-
Rents, Leases, Concessions, & Other	-	-	-	-	-	330,841	-	-	-	42,145	69,869	-
TOTAL OPERATING REVENUES	\$ 5,878,656	\$ 3,892,188	\$ 7,821,868	\$ 4,607,516	\$ 6,700,044	\$ 338,983	\$ 591,201	\$ -	\$ 387,527	\$ 1,765,789	\$ 2,747,260	\$ 1,735,388
OPERATING EXPENSES												
Administration	\$ 1,414,096	\$ 1,100,459	\$ -	\$ 1,599,032	\$ 321,107	\$ 231,461	\$ 130,376	\$ 592,373	\$ -	\$ -	\$ -	\$ 370,163
Operations & Maintenance	2,870,244	1,737,628	-	1,477,408	727,348	5,472	366,940	-	251,344	1,068,472	2,552,852	803,009
Waste Management Payments <sup>1</sup>	-	-	-	-	5,124,744	-	-	-	-	-	-	-
Sewer Metro Services	-	-	7,995,845	-	-	-	-	-	-	-	-	-
Depreciation & Amortization	1,483,901	1,071,104	-	838,732	9,410	237,956	25,719	-	-	-	309,120	437,546
TOTAL OPERATING EXPENSES	\$ 5,768,241	\$ 3,909,191	\$ 7,995,845	\$ 3,915,172	\$ 6,182,609	\$ 474,889	\$ 523,035	\$ 592,373	\$ 251,344	\$ 1,068,472	\$ 2,861,973	\$ 1,610,718
OPERATING INCOME (LOSS)	\$ 110,414	\$ (17,003)	\$ (173,977)	\$ 692,344	\$ 517,435	\$ (135,906)	\$ 68,167	\$ (592,373)	\$ 136,183	\$ 697,317	\$ (114,712)	\$ 124,670
NON-OPERATING REVENUES & EXPENSES												
Interest Revenue	\$ 10,081	\$ 8,910	\$ 563	\$ 13,271	\$ 1,585	\$ 583	\$ 279	\$ 579	\$ 327	\$ 1,644	\$ 2,319	\$ 3,826
Other Non-Operating Revenue	94,352	36,137	-	1,091,613	29,525	1,853	150	-	-	-	500	97,111
Gain (Loss) On Sale Of Fixed Assets	-	-	-	10,000	-	-	-	-	-	-	-	(27,929)
Other Non-Operating Expense	(49,854)	(16,217)	-	-	-	(18,338)	(11,134)	-	-	-	-	-
TOTAL NON-OPERATING REVENUES & EXPENSES	\$ 54,580	\$ 28,830	\$ 563	\$ 1,114,885	\$ 31,110	\$ (15,902)	\$ (10,705)	\$ 579	\$ 327	\$ 1,644	\$ 2,819	\$ 73,007
INCOME (LOSS) BEFORE CONTRIBUTIONS & TRANSFERS	\$ 164,994	\$ 11,828	\$ (173,414)	\$ 1,807,229	\$ 548,545	\$ (151,808)	\$ 57,461	\$ (591,794)	\$ 136,510	\$ 698,961	\$ (111,894)	\$ 197,677
Contributions	\$ 349,830	\$ 287,242	\$ -	\$ 261,694	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers In	-	-	-	378,345	-	-	-	-	-	-	-	-
Transfers Out	(154,033)	(144,892)	-	(124,000)	-	-	-	-	-	(290,229)	-	(179,420)
TOTAL CONTRIBUTIONS & TRANSFERS	\$ 195,797	\$ 142,350	\$ -	\$ 516,039	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (290,229)	\$ -	\$ (179,420)
CHANGE IN FUND BALANCE	\$ 360,791	\$ 154,177	\$ (173,414)	\$ 2,323,268	\$ 548,545	\$ (151,808)	\$ 57,461	\$ (591,794)	\$ 136,510	\$ 408,732	\$ (111,894)	\$ 18,258
BEGINNING FUND BALANCE - January 1, 2015	\$ 71,320,494	\$ 78,284,418	\$ 2,100,400	\$ 55,862,809	\$ 2,560,449	\$ 9,662,547	\$ 870,261	\$ 1,654,057	\$ 434,859	\$ 2,152,736	\$ 4,826,830	\$ 10,864,439
ENDING FUND BALANCE - June 30, 2015	\$ 71,681,285	\$ 78,438,595	\$ 1,926,986	\$ 58,186,078	\$ 3,108,994	\$ 9,510,739	\$ 927,722	\$ 1,062,263	\$ 571,369	\$ 2,561,468	\$ 4,714,936	\$ 10,882,696

<sup>1</sup> June's Waste Management payment in the amount of \$844,060 has been added to the Solid Waste Fund and is reflected in Ending Fund Balance.