

# City of Prairie Village

## First Quarter

Financial Report for the first quarter

Ended March 31, 2012

Relating to Fiscal Year 2012

Unaudited



**GENERAL FUND**

**General Fund Balance.** The chart, below, shows with 25 percent of the year complete revenues are at 28.1 percent of projections while expenditures are at 19.9 percent of appropriations. The chart also shows the audited fund balance at the start of 2012, which is \$5,535,465.




General Fund	Budget	YTD	Percent
Fund Balance 1/1	\$ 5,535,465	\$ 5,535,465	
Revenues	15,614,499	4,380,118	28.1%
Expenditures	16,940,449	3,364,549	19.9%
Balance	4,209,515	6,551,034	

Economic news is generally good. Economic growth continues to be slow, but unemployment is down so some jobs are being created. The stock market is rising, up nearly 12% on the S&P 500 for the first quarter this year. The areas to keep an eye on include housing prices that continue to fall and unstable oil prices.

The focus of this report is on 2012 revenues and expenditures. The city’s goal is to achieve a “positive outlook” in all key financial areas.

Discussed on page 2 are differences between individual revenues and expenses between 2012 and 2011.

**Rating Scale for Key Variances:**

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

**Key variances include:**

- **Use Tax.** Use tax revenues are \$8,714 greater compared to the last fiscal year, and are at 10.5% of the budget estimate. Use tax is a tax on goods purchased outside our taxing jurisdiction but would have been taxable had they taken place within it.
- **Liquor Tax.** Liquor tax revenues have increased \$11,303 compared to the last fiscal year, and are at 35.3% of the budget estimate. Liquor tax is allocated 1/3 General Fund, 1/3 Parks & Recreation and 1/3 Special Alcohol.
- **Franchise Fees.** Franchise fees have increased \$64,643 compared to the last fiscal year, and are 26.9% of the budget estimate. The City charges a franchise fee on major utilities within the City. The fee is 5% of gross receipts as defined and permitted by state statutes.
- **Recreation Fees.** Recreation fees have increased \$1,735 compared to the last fiscal year, and are 2.6% of the budget estimate.
- **Interest on Investments.** Interest receipts have declined \$5,265 compared to March 2011, and are at 2.3% of the budget estimate. Interest revenue fluctuates based on the prevailing interest rates.
- **Commodities.** Commodities expenditures have increased \$19,845 compared to the last fiscal year. Included in commodities are fuel and postage costs.
- **Capital Outlay.** Capital Outlay expenses are typically expenditures that add a fixed asset or increase the value of an existing fixed asset. These expenditures happen throughout the year.

The chart, on page 3, provides summary comparison information on revenues, expenditures, transfers and debt service for the first quarter ending March 2012 versus March 2011.

The chart, on page 4, provides information on revenue variances for the General Fund for the first quarter ending March 2012.

<b>Year to Date Comparison to Prior Year</b>				
<b>General Fund</b>	<b>2012</b>	<b>2011</b>	<b>Over (Under)</b>	
<b>Revenues:</b>				
Property Taxes	2,416,840	2,278,191	138,649	6.09%
Sales Taxes	376,438	385,437	(8,999)	-2.33%
Use Tax	76,118	67,404	8,714	12.93%
Motor Vehicle Tax	139,752	140,531	(779)	-0.55%
Liquor Tax	29,265	17,961	11,303	62.93%
Franchise Fees	510,198	445,555	64,643	14.51%
Licenses & Permits	90,025	91,703	(1,677)	-1.83%
Intergovernmental	-	-	-	
Charges for Services	422,832	387,234	35,599	9.19%
Fines & Fees	284,711	280,791	3,920	1.40%
Recreational Fees	11,685	9,950	1,735	17.44%
Interest on Investments	935	6,201	(5,265)	-84.91%
Miscellaneous	21,318	17,618	3,700	21.00%
<b>Total Revenue</b>	<b>\$4,380,118</b>	<b>\$4,128,575</b>	<b>\$251,543</b>	<b>6.09%</b>
<b>Transfers from Other funds:</b>				
Transfer from General Fund	-	-	-	
Transfer from Special Highway Fund	-	-	-	
Transfer from Stormwater Utility Fund	450,000	450,000	-	
Transfer from Special Parks & Rec Fur	-	-	-	
Transfer from Special Alcohol Fund	-	-	-	
<b>Total</b>	<b>450,000</b>	<b>450,000</b>	<b>-</b>	
<b>Total Sources</b>	<b>\$4,830,118</b>	<b>\$4,578,575</b>	<b>\$251,543</b>	
<b>Expenditures:</b>				
Personal Services	2,179,446	2,088,456	90,990	4.36%
Contract Services	1,035,819	966,750	69,070	7.14%
Commodities	147,831	127,986	19,845	15.51%
Capital Outlay	1,452	74,079	(72,628)	-98.04%
Debt Service	-	-	-	
Infrastructure	-	-	-	
Contingency	-	-	-	
<b>Total Expenditures</b>	<b>3,364,549</b>	<b>3,257,272</b>	<b>107,277</b>	
<b>Transfers to Other Funds:</b>				
Transfer to Capital Projects Fund	1,616,649	901,649	715,000	79.30%
Transfer to Bond & Interest Fund	-	-	-	
Transfer to Risk Management Fund	35,000	35,000	-	0.00%
Transfer to Economic Development	-	-	-	
Transfer to Equipment Reserve Fund	252,500	222,000	30,500	13.74%
<b>Total</b>	<b>1,904,149</b>	<b>1,158,649</b>	<b>745,500</b>	
<b>Total Uses</b>	<b>5,268,698</b>	<b>4,415,921</b>	<b>852,777</b>	

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

General Fund	Budget	Received YTD Actual	Percent Received
Revenues:			
Property Taxes	4,192,109	2,416,840	57.7%
Sales Taxes	4,172,000	376,438	9.0%
Use Tax	726,000	76,118	10.5%
Motor Vehicle Tax	353,040	139,752	39.6%
Liquor Tax	83,000	29,265	35.3%
Franchise Fees	1,899,800	510,198	26.9%
Licenses & Permits	454,900	90,025	19.8%
Intergovernmental			
Charges for Services	1,744,000	422,832	24.2%
Fines & Fees	992,000	284,711	28.7%
Recreational Fees	448,950	11,685	2.6%
Interest on Investments	40,000	935	2.3%
Miscellaneous	58,700	21,318	36.3%
<b>Total Revenue</b>	<b>\$15,164,499</b>	<b>\$4,380,118</b>	<b>28.9%</b>

**OTHER FUNDS**

The Statement of Revenues and Expenses for the quarter ended March 31, 2012 are shown on page 5.

Quarterly Financial report – First Quarter Ending March 31, 2012

	Solid Waste Management	Special Highway	Stormwater Utility	Special Parks & Rec	Special Alcohol	Bond & Interest	Capital Projects	Risk Mgmt	Economic Development	Equipment Reserve	CID Corinth	CID PV Shops
<b>Revenues:</b>												
Property Taxes						768,615						
Sales Taxes											33,820	36,971
Bond Proceeds						16,254						
Motor Vehicle Tax												
Liquor Tax				29,265								
Licenses & Permits			630									
Intergovernmental							100,000					
Charges for Services	959,987		943,007		1							
Interest on Investments	55	17	48			25	1,142	8	333	68	18	20
Miscellaneous	4,189							1,241				
Total Revenue	964,231	17	943,685	29,265	29,266	784,895	101,142	1,248	333	68	33,838	36,991
<b>Transfers from Other funds:</b>												
Transfer from General Fund							1,616,649	35,000		252,500		
Transfer from Special Highway							580,000					
Transfer from Storm Water Utility Fund						450,830	584,170					
Transfer from Special Parks & Rec Fund							83,000					
Total						450,830	2,863,819	35,000		252,500		
<b>Total Sources</b>	<b>964,231</b>	<b>17</b>	<b>943,685</b>	<b>29,265</b>	<b>29,266</b>	<b>1,235,725</b>	<b>2,964,961</b>	<b>36,248</b>	<b>333</b>	<b>252,568</b>	<b>33,838</b>	<b>36,991</b>
<b>Expenditures:</b>												
Personal Services	5,811											
Contract Services	272,621											
Commodities									24,803			
Capital Outlay										54,049		
Debt Service												
Infrastructure												
Bond Costs												
Total Expenditures	278,431					36,136	90,873		24,803	54,049	97,489	10,421
<b>Transfers to Other Funds:</b>												
Transfer to General Fund			450,000									
Transfer to Bond & Interest Fund			450,830									
Transfer to Capital Projects Fund		580,000	584,170	83,000								
Transfer to Equipment Reserve Fund												
Total		580,000	1,485,000	83,000								
<b>Total Uses</b>	<b>278,431</b>	<b>580,000</b>	<b>1,485,000</b>	<b>83,000</b>	<b>36,136</b>	<b>90,873</b>	<b>451,983</b>	<b>-</b>	<b>24,803</b>	<b>54,049</b>	<b>97,489</b>	<b>10,421</b>
<b>Sources Over/(Under) Uses</b>	<b>685,800</b>	<b>(579,963)</b>	<b>(541,315)</b>	<b>(63,735)</b>	<b>(6,870)</b>	<b>1,144,852</b>	<b>2,512,978</b>	<b>36,248</b>	<b>(24,470)</b>	<b>198,520</b>	<b>(63,651)</b>	<b>26,570</b>