

# **City of Prairie Village**

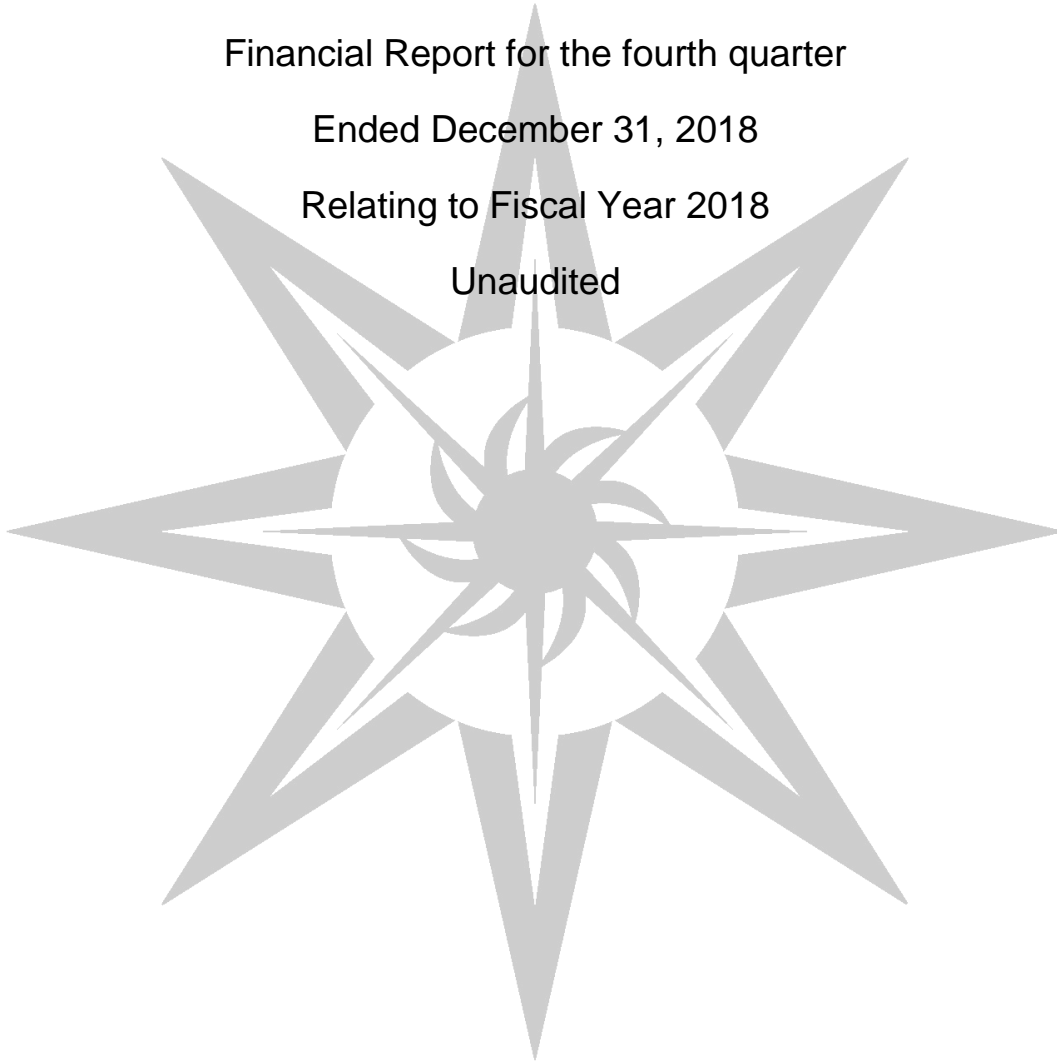
## **Fourth Quarter**

Financial Report for the fourth quarter

Ended December 31, 2018

Relating to Fiscal Year 2018

Unaudited



## GENERAL FUND

**General Fund Balance.** The chart, below, represents the fourth quarter and uses preliminary and unaudited results for the operations for the fiscal year ending December 31, 2018. While the final steps for closing the fiscal year are not complete, the report provides a reasonably accurate estimate for the FY 2018 results. Revenues are at 103.2 percent of projections, while expenditures are at 93.6 percent of appropriations. The chart also reports the budgeted fund balance at the start of 2018, which is \$7,028,981 and the audited actual fund balance, which is \$7,515,510. The 2018 target ending fund balance is 25 percent of revenues (excluding transfers).

General Fund	Budget	YTD	Percent
Fund Balance 1/1	\$ 7,028,981	\$ 7,515,510	
Revenues	20,644,530	21,308,712	103.2%
Expenditures	22,890,562	21,420,450	93.6%
Balance	4,782,949	7,403,773	

## SUMMARY OF KANSAS ECONOMIC CONDITIONS

A summary of Kansas economic conditions shows the unemployment rate was 3.3 percent in December and home prices increased 5.5 percent in the third quarter of 2018 compared to a year ago.




Economic indicators such as employment, unemployment, personal income, and home prices help us to track changes and monitor trends. Home prices are a key indicator in Prairie Village and estimates regional growth in home values based on repeat sales data for detached single family residential properties.

In Prairie Village the total appraised value is estimated to increase 10.01 percent. The average sales price for a home increased 2.21 percent from 2017 to 2018 while the appraised value increased 10.53 percent. In 2017, the appraised value of residential property increased 12.97%.

The focus of this report is on 2018 revenues and expenditures. The city’s goal is to achieve a “positive outlook” in all key financial areas.

Discussed, below, are differences between individual revenues and expenses between 2018 and 2017.

**Rating Scale for Key Variances:**

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

**Key variances include:**

- **Use Tax.** Use tax revenues are \$97,138 greater compared to the last fiscal year, and are at 126.4 percent 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. In 2017 we were at 126.2 percent of the budget estimate.
- **Licenses & Permits.** License and permit revenues are \$90,069 greater compared to last fiscal year, and are at 114.2 percent of the budget estimate. In 2017 we were at 123.3 percent of the budget estimate. Building permit revenue accounts for the difference.
- **Fines & Fees.** Fines and fee revenues are \$144,135 greater compared to last fiscal year, and are at 115 percent of the budget estimate. Traffic violations, which is dependent on the number of officers on the street, accounts for 99 percent of the increase over 2017. In 2017 we were at 88.9 percent of the budget estimate.
- **Interest on Investments.** Interests receipts for the General Fund only are \$46,705 greater compared to 2017, and are at 188.2 percent of the budget estimate. Interest receipts for all funds are \$244,070 and are at 167 percent of the budget estimate.

The chart, below, provides summary comparison information on revenues, expenditures and transfers for the fourth quarter ending December 2018 versus December 2017.

Year to Date Comparison to Prior Year				
General Fund	2018	2017	Over (Under)	
<b>Revenues:</b>				
Property Taxes	6,851,332	6,324,800	526,533	8.32%
Sales Taxes	5,515,563	5,174,214	341,349	6.60%
Use Tax	1,340,244	1,243,105	97,138	7.81%
Motor Vehicle Tax	720,805	649,470	71,335	
Liquor Tax	140,154	137,684	2,470	1.79%
Franchise Fees	2,119,628	1,961,828	157,801	8.04%
Licenses & Permits	826,011	735,942	90,069	12.24%
Charges for Services	1,691,852	1,549,356	142,496	9.20%
Fines & Fees	1,043,189	899,054	144,135	16.03%
Recreational Fees	420,201	429,928	(9,727)	-2.26%
Interest on Investments	103,493	56,787	46,705	82.25%
Miscellaneous	86,242	148,803	(62,561)	-42.04%
<b>Total Revenue</b>	<b>\$20,858,712</b>	<b>\$19,310,971</b>	<b>\$1,547,741</b>	<b>8.01%</b>
<b>Transfers from Other funds:</b>				
Transfer from General Fund	-	-	-	
Transfer from Special Highway Fund	-	-	-	
Transfer from Stormwater Utility Fund	450,000	400,000	50,000	
Transfer from Special Parks & Rec Fund	-	-	-	
Transfer from Special Alcohol Fund	-	-	-	
<b>Total</b>	<b>450,000</b>	<b>400,000</b>	<b>50,000</b>	
<b>Total Sources</b>	<b>\$21,308,712</b>	<b>\$19,710,971</b>	<b>\$1,597,741</b>	
<b>Expenditures:</b>				
Personal Services	9,825,700	9,140,761	684,939	7.49%
Contract Services	3,950,915	4,013,968	(63,053)	-1.57%
Commodities	653,271	525,747	127,524	24.26%
Capital Outlay	168,965	176,984	(8,018)	-4.53%
Debt Service	-	-	-	
Infrastructure	-	-	-	
Contingency	-	-	-	
<b>Total Expenditures</b>	<b>14,598,852</b>	<b>13,857,459</b>	<b>741,393</b>	<b>5.35%</b>
<b>Transfers to Other Funds:</b>				
Transfer to Capital Projects Fund	5,303,560	4,100,000	1,203,560	29.36%
Transfer to Bond & Interest Fund	1,033,038	480,696	552,342	114.90%
Transfer to Risk Management Fund	35,000	35,000	-	
Transfer to Economic Development	-	-	-	
Transfer to Equipment Reserve Fund	450,000	200,000	250,000	125.00%
<b>Total</b>	<b>6,821,598</b>	<b>4,815,696</b>	<b>2,005,902</b>	
<b>Total Uses</b>	<b>21,420,450</b>	<b>18,673,155</b>	<b>2,747,295</b>	

The charts, below, provide information on expenditure and revenue budget to actual variances for the General Fund for the fourth quarter ending December 2018.

**Expenditure Variances**

General Fund	Budget	Expended YTD Actual	Percent Expended
Expenditures:			
Personnel Services	10,068,038	9,825,700	97.6%
Contract Services	4,519,301	3,950,915	87.4%
Commodities	769,925	653,271	84.8%
Capital Outlay	211,700	168,965	79.8%
Contingency	500,000	-	0.0%
Transfers to Other Funds	6,821,598	6,821,598	100.0%
<b>Total Expenditures</b>	<b>\$22,890,562</b>	<b>\$21,420,450</b>	<b>93.6%</b>

**Revenue Variances**

General Fund	Budget	Received YTD Actual	Percent Received
Revenues:			
Property Taxes	7,055,343	6,851,332	97.1%
Sales Taxes	5,300,000	5,515,563	104.1%
Use Tax	1,060,000	1,340,244	126.4%
Motor Vehicle Tax	727,688	720,805	99.1%
Liquor Tax	138,647	140,154	101.1%
Franchise Fees	2,101,700	2,119,628	100.9%
Licenses & Permits	723,250	826,011	114.2%
Charges for Services	1,554,302	1,691,852	108.8%
Fines & Fees	907,400	1,043,189	115.0%
Recreational Fees	408,700	420,201	102.8%
Interest on Investments	55,000	103,493	188.2%
Miscellaneous	162,500	86,242	53.1%
Transfer from Stormwater Utility Fund	450,000	450,000	100.0%
<b>Total Revenue</b>	<b>\$20,644,530</b>	<b>\$21,308,712</b>	<b>103.2%</b>

**OTHER FUNDS**

The Statement of Revenues and Expenses for the quarter ended December 31, 2018 are shown on page 5.

	Solid Waste Management	Special Highway	Stormwater Utility	Meadowbrook TIF	Special Parks & Rec	Special Alcohol	Bond & Interest	Capital Projects	Risk Mgmt	Economic Development	Equipment Reserve	CID Corinth	CID PV Shops
Revenues:													
Property Taxes				305,226			330					596,063	548,606
Meadowbrook TIF					140,154	140,154							
Sales Taxes													
Bond Proceeds							12,118						
Motor Vehicle Tax													
Liquor Tax													
Licenses & Permits	2,445		12,250										
Intergovernmental		604,956						1,493,234					
Charges for Services	1,706,924		1,572,826										
Interest on Investments	22,500	18,549	22,711		53	1,617	199	65,376	591	198	1,485	3,145	4,153
Miscellaneous	69				100			1,000					
Total Revenue	1,731,938	623,505	1,607,787	305,226	140,207	141,871	12,648	1,559,611	591	198	1,485	599,208	552,759
Transfers from Other funds:													
Transfer from General Fund													
Transfer from Special Highway							1,033,038	5,303,560	35,000		450,000		
Transfer from Storm Water Utility Fund							241,833	1,000,000					
Transfer from Special Parks & Rec Fund								139,072					
Total	-	-	-	-	-	-	1,274,871	7,062,406	35,000	-	450,000	-	-
Total Sources	1,731,938	623,505	1,607,787	305,226	140,207	141,871	1,287,519	8,622,017	35,591	198	451,485	599,208	552,759
Expenditures:													
Personal Services	32,817												
Contract Services	1,680,799			367,315		96,029			624	72,525		577,821	503,715
Commodities						65,492							
Capital Outlay						13,258					267,128		
Debt Service						39,614							
Infrastructure							1,308,038						
Bond Costs								6,232,089					
Total Expenditures	1,713,616	-	-	367,315	-	214,392	1,308,038	6,232,089	624	72,525	267,128	577,821	503,715
Transfers to Other Funds:													
Transfer to General Fund			450,000										
Transfer to Bond & Interest Fund			241,833										
Transfer to Capital Projects Fund		619,774	1,000,000		139,072								
Transfer to Equipment Reserve Fund													
Total	-	619,774	1,691,833	-	139,072	-	-	-	-	-	-	-	-
Total Uses	1,713,616	619,774	1,691,833	367,315	139,072	214,392	1,308,038	6,232,089	624	72,525	267,128	577,821	503,715
Sources Over(Under) Uses	18,322	3,730	(84,047)	(62,088)	1,135	(72,521)	(20,519)	2,389,929	34,966	(72,327)	184,357	21,387	49,043