

City of Prairie Village

Third Quarter

Financial Report for the third quarter

Ended September 30, 2017

Relating to Fiscal Year 2017

Unaudited



GENERAL FUND

General Fund Balance. The chart, below, shows with 75 percent of the year complete revenues are at 79.6 percent of projections, while expenditures are at 70.6 percent of appropriations. The chart also reports the budgeted fund balance at the start of 2017, which is \$6,604,051 and the audited actual fund balance, which is \$6,834,040. The 2017 target ending fund balance is 25 percent of revenues (excluding transfers).

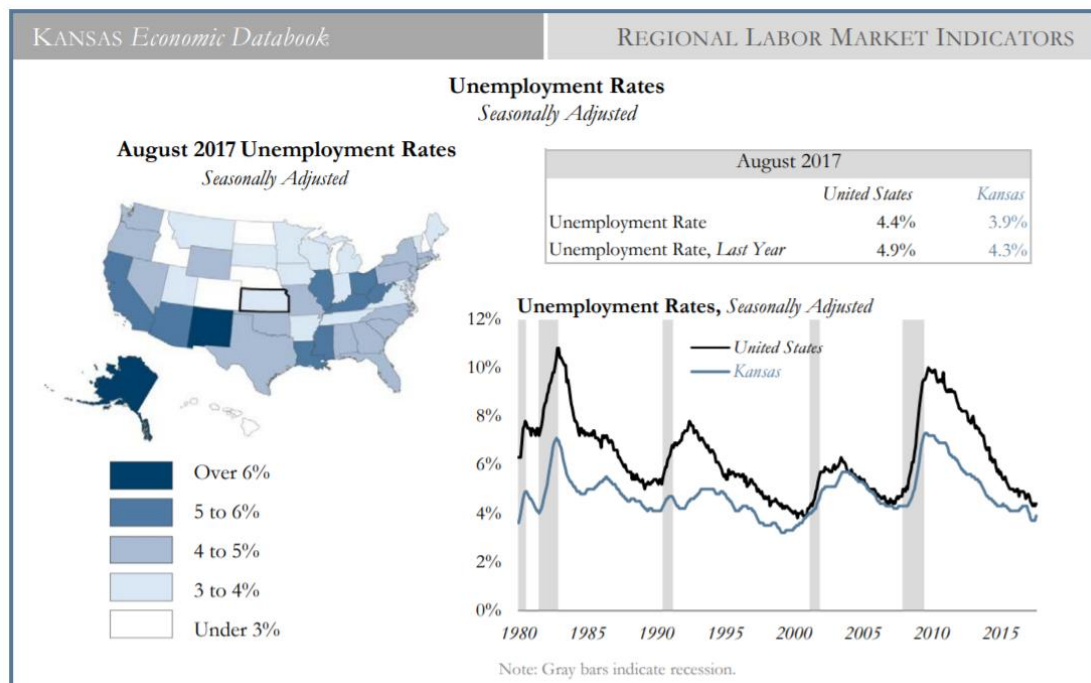
In 2016, third quarter revenues were at 77% and expenditures were at 71%.

General Fund	Budget	YTD	Percent
Fund Balance 1/1	\$ 6,604,051	\$ 6,834,040	
Revenues	19,077,570	15,191,587	79.6%
Expenditures	20,988,549	14,813,936	70.6%
Balance	4,693,072	7,211,690	

SUMMARY OF KANSAS ECONOMIC CONDITIONS

The national economy continues to grow at a moderate pace and the labor market continues to tighten, but may be affected by the recent hurricanes. The national inflation rate is running below 2 percent.




In Kansas, the unemployment rate was 3.9 percent in August. Home prices increased 5 percent in the second quarter of 2017 compared to a year ago.



The focus of this report is on 2017 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 2017 and 2016.

Rating Scale for Key Variances:

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

Key variances include:

- **Sales Tax.** Sales tax revenues are \$171,811 greater compared to the last fiscal year, and are at 60.1 percent of the budget estimate. In 2016 we were at 56.6 percent of the budget estimate.
Note: This includes the new County ¼ cent sales tax that was affective April 1, 2017.
- **Use Tax.** Use tax revenues are \$78,135 greater compared to the last fiscal year, and are at 67.7 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 2016 we were at 61.8 percent of the budget estimate.
- **Motor Vehicle Tax.** Motor Vehicle tax is allocated between the General Fund and the Bond & Interest Fund. Overall, we are at 88 percent of the budget estimate. In 2016 we were at 81 percent of the budget estimate. Under K.S.A. 79-5111 Johnson County Treasury and Financial Management provides the estimate used during the budget process.
- **Licenses & Permits.** License & Permit fee revenues are \$30,653 greater compared to the last fiscal year, and are at 89 percent of the budget estimate. In 2016 we were at 99.6 percent of the budget estimate.
- **Interest on Investments.** Interests receipts for the General Fund only are \$10,384 more compared to 2016. Interest receipts will fluctuate depending on when investments mature. Interest receipts for all funds are \$128,606 and are at 59.2 percent of the budget estimate.

The chart, below, provides summary comparison information on revenues, expenditures and transfers for the third quarter ending September 2017 versus September 2016.

Year to Date Comparison to Prior Year				
General Fund	2017	2016	Over (Under)	
Revenues:				
Property Taxes	6,312,030	6,011,773	300,257	4.99%
Sales Taxes	2,917,814	2,746,003	171,811	6.26%
Use Tax	666,997	588,862	78,135	13.27%
Motor Vehicle Tax	571,710	539,488	32,222	5.97%
Liquor Tax	104,038	100,530	3,508	3.49%
Franchise Fees	1,293,616	1,315,752	(22,136)	-1.68%
Licenses & Permits	531,677	501,025	30,653	6.12%
Charges for Services	1,111,511	1,097,927	13,584	1.24%
Fines & Fees	685,189	713,259	(28,070)	-3.94%
Recreational Fees	423,962	426,827	(2,865)	-0.67%
Interest on Investments	44,676	34,292	10,384	30.28%
Miscellaneous	128,367	71,496	56,871	79.54%
Total Revenue	\$14,791,587	\$14,147,234	\$644,353	4.55%
Transfers from Other funds:				
Transfer from General Fund	-	-	-	
Transfer from Special Highway Fund	-	-	-	
Transfer from Stormwater Utility Fund	400,000	400,000	-	
Transfer from Special Parks & Rec Fund	-	-	-	
Transfer from Special Alcohol Fund	-	-	-	
Total	400,000	400,000	-	
Total Sources	\$15,191,587	\$14,547,234	\$644,353	
Expenditures:				
Personal Services	7,060,185	6,631,461	428,723	6.46%
Contract Services	2,449,764	2,759,318	(309,554)	-11.22%
Commodities	348,467	371,409	(22,942)	-6.18%
Capital Outlay	139,825	143,261	(3,435)	-2.40%
Debt Service	-	-	-	
Infrastructure	-	-	-	
Contingency	-	-	-	
Total Expenditures	9,998,240	9,905,449	92,792	
Transfers to Other Funds:				
Transfer to Capital Projects Fund	4,100,000	4,091,021	8,979	0.22%
Transfer to Bond & Interest Fund	480,696	-	480,696	
Transfer to Risk Management Fund	35,000	35,000	-	0.00%
Transfer to Economic Development	-	-	-	
Transfer to Equipment Reserve Fund	200,000	-	200,000	
Total	4,815,696	4,126,021	689,675	
Total Uses	14,813,936	14,031,470	782,467	

The chart, below, provides information on revenue variances for the General Fund for the third quarter ending September 2017.

Revenue Variances

General Fund	Budget	Received YTD Actual	Percent Received
Revenues:			
Property Taxes	6,331,169	6,312,030	99.7%
Sales Taxes	4,854,400	2,917,814	60.1%
Use Tax	985,000	666,997	67.7%
Motor Vehicle Tax	649,770	571,710	88.0%
Liquor Tax	130,000	104,038	80.0%
Franchise Fees	1,972,750	1,293,616	65.6%
Licenses & Permits	597,080	531,677	89.0%
Charges for Services	1,523,076	1,111,511	73.0%
Fines & Fees	1,010,900	685,189	67.8%
Recreational Fees	377,825	423,962	112.2%
Interest on Investments	80,000	44,676	55.8%
Miscellaneous	165,600	128,367	77.5%
Transfer from Stormwater Utility Fund	400,000	400,000	100.0%
Total Revenue	\$19,077,570	\$15,191,587	79.6%

OTHER FUNDS

The Statement of Revenues and Expenses for the quarter ended September 30, 2017 are shown on page 5.

	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
Revenues:												
Property Taxes						2,041					325,986	280,335
Sales Taxes												
Bond Proceeds												
Motor Vehicle Tax				104,038	104,038							
Liquor Tax			7,490									
Licenses & Permits	395											
Intergovernmental							1,016,750					
Charges for Services	1,604,632		1,571,095									
Interest on Investments	9,758		10,966	13	1,317	706	51,711	197	1,283	563	1,239	1,004
Miscellaneous	11,932						930	613				
Total Revenue	1,626,717	288,147	1,589,551	104,051	105,355	53,747	1,069,391	810	1,283	563	327,224	281,340
Transfers from Other funds:												
Transfer from General Fund						480,696	4,100,000	35,000		200,000		
Transfer from Special Highway							610,100					
Transfer from Storm Water Utility Fund						242,608	1,000,000					
Transfer from Special Parks & Rec Fund							190,000					
Total	-	-	-	-	-	723,304	5,900,100	35,000	-	200,000	-	-
Total Sources	1,626,717	288,147	1,589,551	104,051	105,355	777,051	6,969,491	35,810	1,283	200,563	327,224	281,340
Expenditures:												
Personal Services	1,298											
Contract Services	1,154,695											
Commodities												
Capital Outlay												
Debt Service												
Infrastructure												
Bond Costs												
Total Expenditures	1,155,993	-	-	-	62,952	818,750	4,216,963	3,242	104,992	180,512	246,856	177,750
Transfers to Other Funds:												
Transfer to General Fund			400,000									
Transfer to Bond & Interest Fund			242,608									
Transfer to Capital Projects Fund		610,100	1,000,000	190,000								
Transfer to Equipment Reserve Fund												
Total	-	610,100	1,642,608	190,000	-	-	-	-	-	-	-	-
Total Uses	1,155,993	610,100	1,642,608	190,000	62,952	818,750	4,216,963	3,242	104,992	180,512	246,856	177,750
Sources Over(Under) Uses	470,724	(321,953)	(53,057)	(85,949)	42,404	(41,699)	2,752,528	32,567	(103,710)	20,052	80,368	103,590