

Town of Chino Valley

Arizona

Financial Report



To The Town Council

For the three Months Ending October 31, 2014 34% of the Fiscal Year

Town of Chino Valley
Revenue and Expense Summary
For the three Months Ending October 31, 2014 34% of the Fiscal Year

| | Actual Year to Date FY 2013-14 | Actual Year to Date FY 2014-15 | Actual vs Prior Year | | Annual Budget FY 2014-15 | % of Budget YTD |
|--|-----------------------------------|-----------------------------------|----------------------|-----------------------------|-----------------------------|-----------------|
| | | | Amount | % FY 2014-15/ FY 2013-14 | | |
| GENERAL FUND | | | | | | |
| General Fund Revenues by Category | | | | | | |
| Franchise Taxes | \$ 37,244 | \$ 22,580 | * \$ (14,664) | | \$ 142,000 | 16% |
| Tax Revenues | \$ 1,228,304 | \$ 1,255,768 | \$ 27,464 | 2% | \$ 3,755,363 | 33% |
| Licenses & Permits | \$ 80,537 | \$ 52,590 | \$ (27,947) | -35% | \$ 217,000 | 24% |
| Intergovernmental | \$ 909,164 | \$ 985,539 | \$ 76,375 | 8% | \$ 3,063,000 | 32% |
| Charges for Services | \$ 25,763 | \$ 24,321 | \$ (1,442) | -6% | \$ 98,200 | 25% |
| Fines and Forfeitures | \$ 26,030 | \$ 32,661 | \$ 6,631 | 25% | \$ 118,000 | 28% |
| Other Revenues | \$ 878 | \$ 3,053 | \$ 2,175 | 248% | \$ 2,300 | 133% |
| Contributions and Donations | \$ 11,025 | \$ 893 | \$ (10,132) | -92% | \$ 7,800 | 11% |
| Investment Earnings | \$ 143 | \$ 183 | \$ 40 | 28% | \$ 550 | 33% |
| Transfers In | \$ 18,493 | \$ 33,333 | \$ 14,840 | 80% | \$ 560,087 | 6% |
| Total Revenues | \$ 2,337,581 | \$ 2,410,920 | \$ 73,339 | 3% | \$ 7,964,300 | 30% |

* Estimated final quarter accruals.

Total Revenues for the General Fund are up \$73,339 over the previous fiscal year. Licenses and Permits are down due to a reduction in Building Permits this fiscal year. Intergovernmental Revenues are up 8% primarily due to an increase in State Shared Income Tax and State Shared Sales Tax. Transfers In were increased in the current years budget over the prior year. The total General Fund Revenues are up 3% compared to the last fiscal year.

Town of Chino Valley
Revenue and Expense Summary
For the three Months Ending October 31, 2014 34% of the Fiscal Year

| | Actual Year to Date FY 2013-14 | Actual Year to Date FY 2014-15 | Actual vs Prior Year | | Annual Budget FY 2014-15 | % of Budget YTD |
|---|-----------------------------------|-----------------------------------|----------------------|-----------------------------|-----------------------------|-----------------|
| | | | Amount | % FY 2014-15/ FY 2013-14 | | |
| General Fund Expenditures by Department | | | | | | |
| Prosecutor | \$ 35,712 | \$ 35,768 | \$ 56 | 0% | \$ 122,800 | 29% |
| Town Clerk | \$ 56,953 | \$ 54,789 | \$ (2,164) | -4% | \$ 244,100 | 22% |
| Town Manager | \$ 122,410 | \$ 130,393 | \$ 7,983 | 7% | \$ 406,600 | 32% |
| Human Recourses | \$ 15,459 | \$ 21,190 | \$ 5,731 | 37% | \$ 69,850 | 30% |
| Municipal Court | \$ 90,556 | \$ 98,759 | \$ 8,203 | 9% | \$ 312,550 | 32% |
| Finance | \$ 105,621 | \$ 92,898 | \$ (12,723) | -12% | \$ 304,450 | 31% |
| Management Information System | \$ 58,971 | \$ 64,891 | \$ 5,920 | 10% | \$ 245,650 | 26% |
| Mayor and Council | \$ 11,247 | \$ 8,881 | \$ (2,366) | -21% | \$ 31,750 | 28% |
| Planning | \$ 59,082 | \$ 56,237 | \$ (2,845) | -5% | \$ 170,850 | 33% |
| Building Inspection | \$ 59,767 | \$ 82,100 | \$ 22,333 | 37% | \$ 273,500 | 30% |
| Police | \$ 903,047 | \$ 887,159 | \$ (15,888) | -2% | \$ 2,613,000 | 34% |
| Animal Control | \$ 30,321 | \$ 38,884 | \$ 8,563 | 28% | \$ 143,850 | 27% |
| Recreation | \$ 7,503 | \$ 8,298 | \$ 795 | 11% | \$ 69,400 | 12% |
| Library | \$ 90,805 | \$ 92,530 | \$ 1,725 | 2% | \$ 287,700 | 32% |
| Senior Center | \$ 65,836 | \$ 68,339 | \$ 2,503 | 4% | \$ 230,750 | 30% |
| Parks Maintenance | \$ 140,349 | \$ 138,328 | \$ (2,021) | -1% | \$ 396,500 | 35% |
| Aquatic Center | \$ 82,898 | \$ 72,287 | \$ (10,611) | -13% | \$ 249,750 | 29% |
| Facilities Maintenance | \$ 105,638 | \$ 110,931 | \$ 5,293 | 5% | \$ 346,650 | 32% |
| Fleet Maintenance | \$ 101,047 | \$ 103,392 | \$ 2,345 | 2% | \$ 336,600 | 31% |
| Engineering | \$ 20,321 | \$ 27,445 | \$ 7,124 | 35% | \$ 74,750 | 37% |
| Non Departmental | \$ 332,475 | \$ 249,677 | \$ (82,798) | -25% | \$ 923,250 | 27% |
| Total Expenditures | \$ 2,496,018 | \$ 2,443,176 | \$ (52,842) | -2% | \$ 7,854,300 | 31% |
| Total Revenue Over (Under) | | | | | | |
| Total Expenditures | \$ (158,437) | \$ (32,255) | \$ 126,182 | | \$ 110,000 | |
| GENERAL FUND (Continued) | | | | | | |
| Total General Fund Expenditures are down \$52,842 or 2% compared to last fiscal year. Through October each department should be less than 34%. In total the General Fund Departments are at 31%. | | | | | | |

Town of Chino Valley
Revenue and Expense Summary
For the three Months Ending October 31, 2014 34% of the Fiscal Year

| | Actual vs Prior Year | | | | | |
|----------------------------------|-----------------------------------|-----------------------------------|-------------|-----------------------------|-----------------------------|-----------------|
| | Actual Year to Date FY 2013-14 | Actual Year to Date FY 2014-15 | Amount | % FY 2014-15/ FY 2013-14 | Annual Budget FY 2014-15 | % of Budget YTD |
| HIGHWAY USER REVENUE FUND | | | | | | |
| Total Revenues | \$ 237,357 | \$ 265,790 | \$ 28,433 | 12% | \$ 1,235,350 | 22% |
| Expenditures | | | | | | |
| Road Maintenance | \$ 330,612 | \$ 246,779 | \$ (83,833) | -25% | \$ 1,200,350 | 21% |
| Total Revenue Over (Under) | | | | | | |
| Total Expenditures | \$ (93,255) | \$ 19,011 | \$ 112,266 | | \$ 35,000 | |

Total Fund Revenues are up 12% over the prior fiscal year due to the budgeted increase in HURF fund distributions. Expenditures are down 25% this fiscal year.

| | | | | | | |
|------------------------------|------------|------------|-------------|------|------------|-----|
| WATER ENTERPRISE FUND | | | | | | |
| Water Revenues | \$ 210,120 | \$ 153,681 | \$ (56,439) | | \$ 433,000 | |
| Transfers In | \$ 73,333 | \$ 93,567 | \$ 20,234 | | \$ 280,700 | |
| Total Revenues | \$ 283,453 | \$ 247,248 | \$ (36,205) | -13% | \$ 713,700 | 35% |
| Expenditures | | | | | | |
| Water Utility Operations | \$ 196,553 | \$ 171,015 | \$ (25,538) | | \$ 611,800 | |
| Debt Service/Reserve | \$ - | \$ - | \$ - | | \$ 101,900 | |
| Total Expenditures | \$ 196,553 | \$ 171,015 | \$ (25,538) | -13% | \$ 713,700 | 24% |
| Total Revenue Over (Under) | | | | | | |
| Total Expenditures | \$ 86,900 | \$ 76,233 | \$ (10,667) | | \$ - | |

Total Water Enterprise Fund Revenues are down due to reduced Water Buy In fees so far this fiscal year and a 9% reduction in Water Service Fees. Water Service Fees appear to be recovering slightly each month. Expenditures are down due to a large repair last fiscal year.

| | | | | | | |
|------------------------------|------------|------------|------------|-----|--------------|-----|
| SEWER ENTERPRISE FUND | | | | | | |
| Total Revenue | \$ 487,934 | \$ 492,714 | \$ 4,780 | 1% | \$ 1,753,914 | 28% |
| Expenditures | | | | | | |
| Sewer | \$ 295,452 | \$ 290,783 | \$ (4,669) | | \$ 982,100 | |
| Debt Service/Reserve | \$ 56,236 | \$ 54,853 | \$ (1,383) | | \$ 771,814 | |
| Total Expenditures | \$ 351,688 | \$ 345,636 | \$ (6,052) | -2% | \$ 1,753,914 | 20% |
| Total Revenue Over (Under) | | | | | | |
| Total Expenditures | \$ 136,246 | \$ 147,078 | \$ 10,832 | | \$ - | |

Total Sewer Enterprise Fund Revenues are only up 1% over last fiscal year due to reduced Sewer Buy In Fees this fiscal year. Sewer Service Fees are up 11% and department expenditures are down 2%.

Town of Chino Valley
Revenue and Expense Summary
For the three Months Ending October 31, 2014 34% of the Fiscal Year

| | Actual Year to Date FY 2013-14 | Actual Year to Date FY 2014-15 | Actual vs Prior Year | | Annual Budget FY 2014-15 | % of Budget YTD |
|--|-----------------------------------|-----------------------------------|----------------------|-----------------------------|-----------------------------|-----------------|
| | | | Amount | % FY 2014-15/ FY 2013-14 | | |
| CAPITAL IMPROVEMENT FUND * (excludes bond projects) | | | | | | |
| Total Revenues | \$ 409,435 | \$ 418,592 | \$ 9,157 | 2% | \$ 5,010,132 | 8% |
| Lease Purchase Proceeds | | \$ 715,346 | | | | |
| Transfers In Road Impact Fees | | \$ - | \$ - | | \$ 886,000 | |
| Capital Improvements | \$ 192,621 | \$ 741,124 | \$ 548,503 | | \$ 4,776,000 | |
| Transfers | \$ 286,033 | \$ 438,377 | \$ 152,344 | | \$ 1,120,132 | |
| Total Expenditures | \$ 478,654 | \$ 1,179,502 | \$ 700,848 | 146% | \$ 5,896,132 | 20% |
| Total Revenue Over (Under) | | | | | | |
| Total Expenditures | \$ (69,219) | \$ (45,564) | \$ (691,691) | | \$ - | |

Capital Improvement Fund Revenues are up slightly by 2% over the prior fiscal year primarily driven by an increase in Construction Sales Tax activity. Transfers are up due to the increased amount budgeted this fiscal year.

| Detailed Capital Improvement Fund Projects Funded by Road Impact Fees | Actual Year to Date FY 2014-15 | Annual Budget FY 2014-15 |
|--|-----------------------------------|-----------------------------|
| Center Street Box Culvert | \$ 48,044 | \$ 500,000 |
| Road 1 East & Road 3 South | \$ 545 | \$ 200,000 |
| Center Street Rd1 E and Rail | \$ - | \$ 150,000 |
| Design on Peavine Trail | \$ - | \$ 36,000 |
| | \$ 48,589 | \$ 886,000 |

Town of Chino Valley
Revenue and Expense Summary
For the three Months Ending October 31, 2014 34% of the Fiscal Year

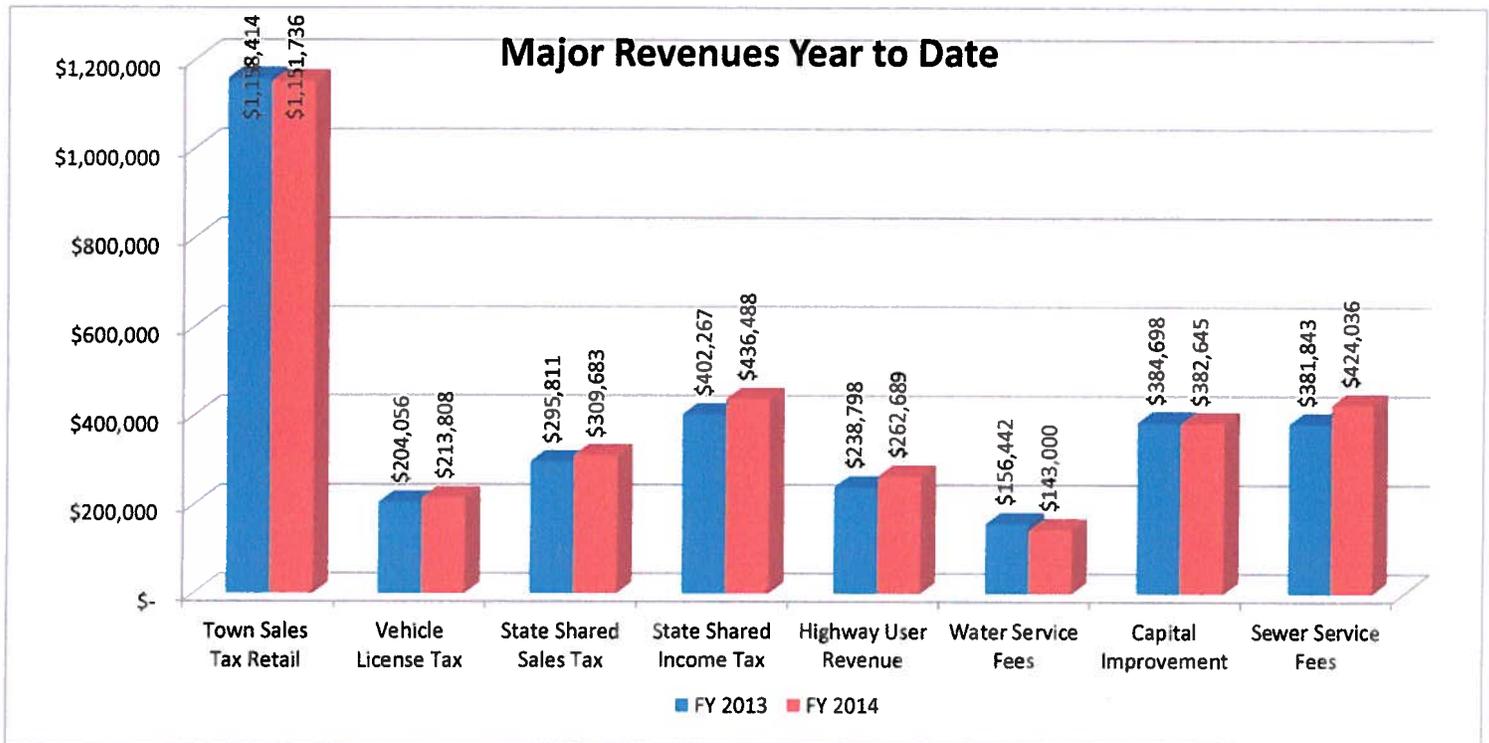
| | Actual Year to Date FY 2013-14 | Actual Year to Date FY 2014-15 | Actual vs Prior Year | | Annual Budget FY 2014-15 | % of Budget YTD |
|---|-----------------------------------|-----------------------------------|----------------------|-----------------------------|-----------------------------|-----------------|
| | | | Amount | % FY 2014-15/ FY 2013-14 | | |
| OTHER MINOR FUNDS | | | | | | |
| Other Minor Funds -Revenues | | | | | | |
| CDBG Grant | \$ - | \$ - | \$ - | | \$ 264,000 | |
| Grants Fund | \$ 100,354 | \$ 131,240 | \$ 30,886 | | \$ 3,470,000 | |
| Special Revenue Fund Court | \$ 2,696 | \$ 2,557 | \$ (139) | | \$ 15,600 | |
| Capital Asset Replacement | \$ 62 | \$ 28 | \$ (34) | | \$ 500 | |
| Police Impact Fee Funds | \$ 4,261 | \$ 394 | \$ (3,867) | | \$ 111 | |
| Library Impact Fee Funds | \$ 1,482 | \$ - | \$ (1,482) | | \$ - | |
| Parks/Rec Impact Fee Funds | \$ 4,812 | \$ 5 | \$ (4,807) | | \$ - | |
| Roads Impact Fee Funds | \$ 42,245 | \$ 2,537 | \$ (39,708) | | \$ 1,000 | |
| Special Revenue Fund PD | \$ 14,044 | \$ 13,715 | \$ (329) | | \$ 40,000 | |
| CVSLID Districts | \$ (226) | \$ 965 | \$ 1,191 | | \$ 4,000 | |
| Total Revenues | \$ 169,730 | \$ 151,441 | \$ (18,289) | -11% | \$ 3,795,211 | 4% |
| CDBG Grant | \$ - | \$ - | \$ - | | \$ 264,000 | |
| Grants Funds | \$ 111,437 | \$ 45,421 | \$ (66,016) | | \$ 3,470,000 | |
| Special Revenue Fund - Court | \$ 2,785 | \$ 2,875 | \$ 90 | | \$ 35,000 | |
| Capital Replacement Fund | \$ - | \$ - | \$ - | | \$ 10,000 | |
| Police Impact Fee Funds | \$ 3,702 | \$ 444 | \$ (3,258) | | \$ 79,014 | |
| Library Impact Fee Funds | \$ 108,741 | \$ 11,652 | \$ (97,089) | | \$ 7,000 | |
| Parks/Rec Impact Fee Funds | \$ (8,811) | \$ 18,474 | \$ 27,285 | | \$ 24,564 | |
| Roads Impact Fee Funds | \$ 11,593 | \$ - | \$ (11,593) | | \$ 886,000 | |
| Special Revenue Fund PD | \$ 5,126 | \$ 9,435 | \$ 4,309 | | \$ 40,000 | |
| CVSLID Districts | \$ 1,266 | \$ 1,312 | \$ 46 | | \$ 4,000 | |
| Total Expenditures | \$ 235,839 | \$ 89,613 | \$ (146,226) | -62% | \$ 4,819,578 | 2% |
| Total Revenue Over (Under) | | | | | | |
| Total Expenditures | \$ (66,109) | \$ 61,829 | \$ 127,938 | | \$ (1,024,367) | |
| TOTAL ALL FUNDS | | | | | | |
| Total Revenue All Funds | \$ 3,925,490 | \$ 3,986,705 | \$ 61,215 | 2% | \$ 20,472,607 | 19% |
| Total Expenditures All Funds | \$ 4,089,364 | \$ 4,475,720 | \$ 386,356 | 9% | \$ 22,237,974 | 20% |
| Total Revenue Over (Under) | | | | | | |
| Total Expenditures All Funds | \$ (163,874) | \$ (489,014) | \$ (325,140) | | \$ (1,765,367) | |
| (1) Budget does not include Carryover Amounts from Prior Fiscal Years | | | | | | |
| (2) Year to date amounts include actual expenditures paid to date. | | | | | | |

Town of Chino Valley
Major Revenue Summary
For the three Months Ending October 31, 2014 34% of the Fiscal Year

| | | | | | Actual vs Prior Year | |
|--------------------------------|-----------------------------------|-----------------------------|------------------------------------|--------------------|----------------------|-----------|
| | Actual Year to Date FY 2013-14 | Annual Budget FY 2014-15 | Actual Year to Date FY 2014-15* | % of Budget YTD | Amount | % |
| Town Sales Tax Retail | \$ 1,158,414 | \$ 3,500,000 | \$ 1,151,736 | 33% | \$ (6,678) | -1% |
| Vehicle License Tax | \$ 204,056 | \$ 597,000 | \$ 213,808 | 36% | \$ 9,752 | 5% |
| State Shared Sales Tax | \$ 295,811 | \$ 977,000 | \$ 309,683 | 32% | \$ 13,872 | 5% |
| State Shared Income Tax | \$ 402,267 | \$ 1,309,000 | \$ 436,488 | 33% | \$ 34,221 | 9% |
| Highway User Revenue | \$ 238,798 | \$ 805,000 | \$ 262,689 | 33% | \$ 23,891 | 10% |
| Water Service Fees | \$ 156,442 | \$ 363,000 | \$ 143,000 | 39% | \$ (13,442) | -9% |
| Capital Improvement | \$ 384,698 | \$ 1,160,760 | \$ 382,645 | 33% | \$ (2,053) | -1% |
| Sewer Service Fees | \$ 381,843 | \$ 1,301,423 | \$ 424,036 | 33% | \$ 42,193 | 11% |
| Major Revenues Y.T.D. | \$ 3,222,329 | \$ 10,013,183 | \$ 3,324,085 | 33% | \$ 101,756 | 3% |
| Total Revenue All Funds | \$ 3,925,490 | \$ 20,472,607 | \$ 3,986,705 | 19% | \$ 61,215 | 2% |

82% 49% 83%

The Major Revenues are up slightly by \$101,756 or 3% over the prior fiscal year. Town Sales Tax Retail is down slightly due to the Town no longer collecting for the Pipeline Transportation Tax as a sales tax, however construction sales tax is up 57% so far this fiscal year. Water Service Fees are down due to decreased usage but appear to be recovering slightly each month.



| Impact Fee Fund Recaps | | | | | |
|--|-----------------------------------|-----------------------------|--|---------------------|-------------------|
| For the three Months Ending October 31, 2014 34% of the Fiscal Year | | | | | |
| | Police Impact Fees | Library Impact Fees | Parks/Rec Impact Fees | Roads Impact Fees | |
| Beginning Fund Balance @ 6/30/14 | \$ 82,789 | \$ - | \$ 40,614 | \$ 1,352,095 | |
| Impact Fees Revenue to Date | \$ 394 | \$ - | \$ 5 | \$ 2,537 | |
| Impact Fees Expenditures to Date | \$ 444 | \$ 11,652 | \$ 18,474 | \$ - | |
| Ending Fund Balance to Date | \$ 82,739 | \$ (11,652) | \$ 22,145 | \$ 1,354,632 | |
| Budgeted Expenditures FY 14/15 | \$ 790,014 | \$ - | \$ 24,564 | \$ 886,000 | |
| Contingency Funds Budget | | | | | |
| For the three Months Ending October 31, 2014 34% of the Fiscal Year | | | | | |
| | Actual Year to Date FY 2014-15 | Annual Budget FY 2014-15 | | | |
| General Fund Budget | | \$ 367,000 | | | |
| General Fund Balance | | \$ 367,000 | | | |
| HURF Fund Budget | | \$ 42,000 | | | |
| Water Fund Budget | | \$ 31,000 | | | |
| Sewer Fund Budget | | \$ 49,000 | | | |
| Balance of Contingency Budget | \$ - | \$ 489,000 | | | |
| Annual Debt Service Summary By Fund | | | | | |
| Fiscal Year Ended June 30, 2015 | | | | | |
| Debt Issue | Date Issued | Original Amount | Outstanding Amount as of June 30, 2014 | FY 2015 Principal | FY 2015 Interest |
| General Government | | | | | |
| GADA Loan 2007A | 7/1/2011 | \$ 3,825,000 | \$ 3,620,000 | \$ 235,000 | \$ 172,794 |
| US Bank Series 2010 | 12/15/2010 | \$ 7,280,000 | \$ 7,280,000 | | \$ 331,638 |
| | | \$ 11,105,000 | \$ 10,900,000 | \$ 235,000 | \$ 504,432 |
| Water Enterprise Fund | | | | | |
| US Bank Series 2010 | 12/15/2010 | \$ 745,000 | \$ 610,000 | \$ 45,000 | \$ 25,882 |
| Sewer Enterprise Fund | | | | | |
| WIFA | 1/10/2007 | \$ 1,580,000 | \$ 1,090,290 | \$ 77,886 | \$ 30,070 |
| WIFA | 1/11/2008 | \$ 4,853,000 | \$ 3,738,165 | \$ 242,138 | \$ 105,192 |
| USDA | 2/16/2007 | \$ 1,595,000 | \$ 1,413,024 | \$ 38,702 | \$ 57,574 |
| USDA | 4/10/2008 | \$ 1,505,000 | \$ 1,372,832 | \$ 34,877 | \$ 55,975 |
| USDA | 4/16/2008 | \$ 1,332,000 | \$ 1,215,957 | \$ 30,820 | \$ 49,580 |
| | | \$ 10,865,000 | \$ 8,830,268 | \$ 424,423 | \$ 298,391 |
| Total Town of Chino Valley Debt | | \$ 22,715,000 | \$ 20,340,268 | \$ 704,423 | \$ 828,705 |