

Financial Report

City of Pensacola

4th Quarter Financial Statement

Twelve Months Ending

September 30, 2013

(Unaudited)



Overview

(Unaudited)

- Downturn in Economy
 - Resulted in Decline of FY 2013 Revenues
- Supplemental Budget Resolution
 - Reduced Revenues
 - Personal Service and Operating Savings
 - Gas Utility Fund & Airport Fund
- Total Expenditures In Line with Budgeted Projections/Some Below Budgeted Projections
 - Offset Decline in Revenues
- FY 2013 Balanced Budget



General Fund

(Unaudited)

• Expenditures and Encumbrances Were Within Total Revenues

• Revenues - \$46,507,700

• Exp./Enc. - \$46,506,300

• Revenues Down by \$422,500 or 0.9% from FY 2012

• Property Tax & Franchise Fee Revenues

• Revenues \$1,720,100 Below Beginning Budget



General Fund

(Unaudited)

- **Communication Services Tax – down by \$125,100 or 3.5% from FY 2012**
- **Franchise Fees & Public Service Tax – down by \$199,700 or 1.4% from FY 2012**
- **Half Cent Sales Tax – up by \$92,200 or 2.5% from FY 2012**
- **Swimming Pool Fees – down by \$101,000 from FY 2012**
- **YMCA**



General Fund

(Unaudited)

- **Department Expenditures Including Encumbrances Within Approved Appropriations**

- **Expenditures \$894,700 or 1.9% lower than Appropriations**

- **Expenditures/Encumbrances 3.6% or \$1,721,500 lower than FY 2013 Beginning Budget**



General Fund

(Unaudited)



■ Categories of Fund Balance

- **Non-Spendable**

- Not in a spendable form (pre-paid insurance)

- **Restricted**

- Can be spent only for the specific purpose stipulated by external resource providers, external contractual obligations or enabling legislation.



General Fund

(Unaudited)



■ Categories of Fund Balance

- **Committed**
 - Can be used only for the specific purposes determined by a formal action (ordinance/resolution)
- **Assigned**
 - Amounts the City intends to use for a specific purpose
- **Unassigned**
 - The portion of fund balance which is not obligated or specifically designated and is available for any purpose.



General Fund

(Unaudited)

Components of FYE 2013 Fund Balance Compared with FYE 2012

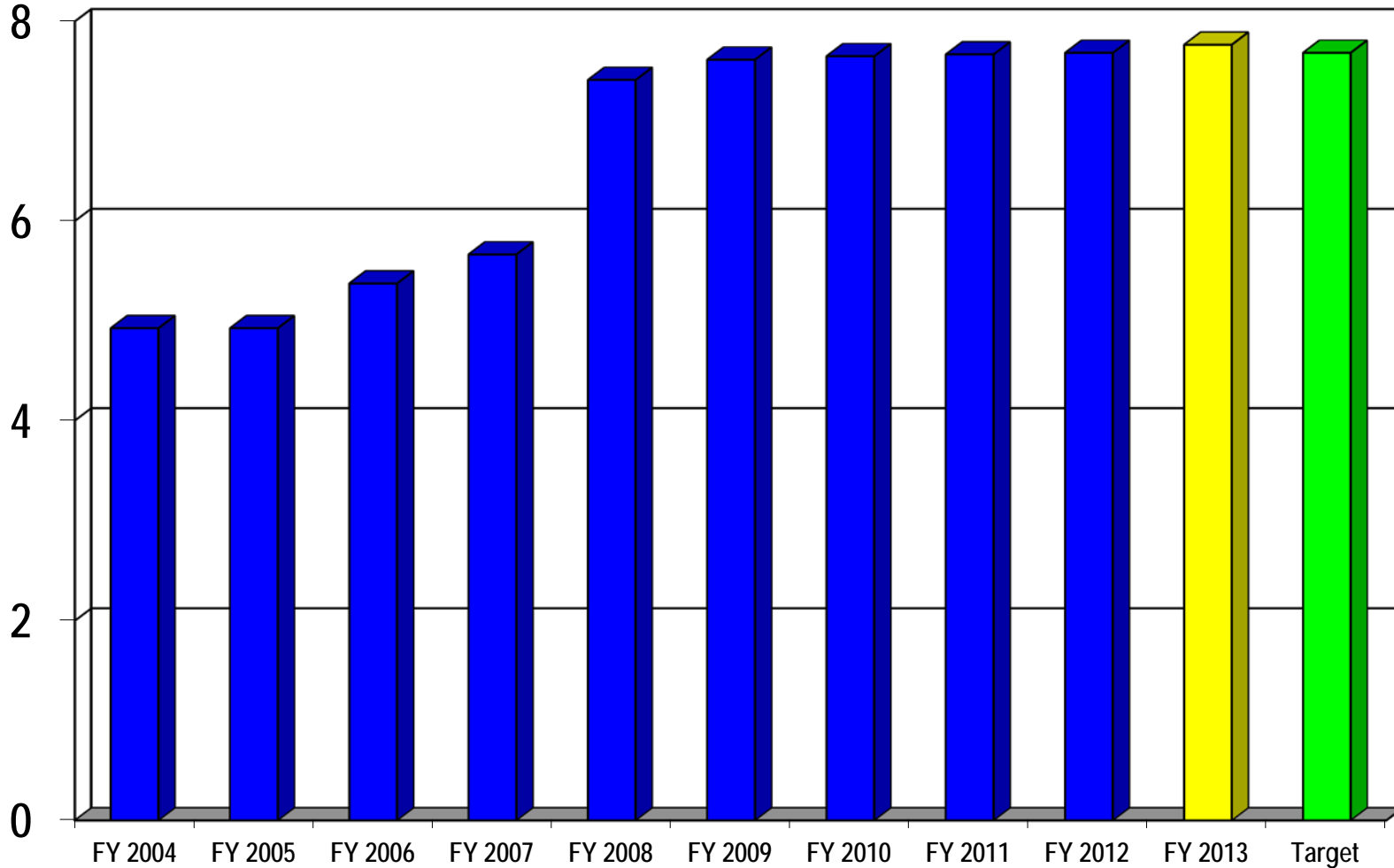
Amount		Description
2012	2013	
		<u>Non-Spendable</u>
\$ 24,800	\$ 34,000	- Prepaid Expenses
24,800	34,000	Sub-Total Non-Spendable
		<u>Restricted</u>
97,700	158,400	- Saenger Theatre Capital
330,900	223,200	- Encumbrances
428,600	381,600	Sub-Total Restricted
		<u>Committed</u>
7,684,900	7,766,700	- Council Reserve (see detail below)
38,200	38,200	- Park Purchases (Carryforward Appropriation)
676,000	657,400	- Tree Planting Trust Fund
-	192,200	- Economic Development Incentives Fund
-	200	- Pensacola Fire Academy
8,399,100	8,654,700	Sub-Total Committed
		<u>Assigned</u>
183,100	807,800	- Designation for Economic Incentives
1,662,800	1,094,200	- Unencumbered Carryforward Appropriation
221,200	216,900	- Special Assessments
119,200	77,200	- Designation for Lien Amnesty
2,186,300	2,196,100	Sub-Total Assigned
		<u>Unassigned</u>
1,113,600	1,160,600	- FY 2014 & 2015 Fund Balance (Net Revenue/Expenditure Shortfall)
1,113,600	1,160,600	Sub-Total Unassigned
\$ 12,152,400	\$ 12,427,000	Total Fund Balance



General Fund

Millions

(Unaudited)



Reserve For Contingency Increased By \$15,300 which adheres to the minimum Council Goal of 15% of General Fund Revenue



Tree Planting Trust Fund

(Unaudited)

- **Revenue and Expenditures Recorded In General Fund**
- **Total Contributions Plus Interest Income - \$41,900**
- **Expenditures/Encumbrances - \$40,400**
- **End of Year Unencumbered Balance - \$657,400**



Park Purchases Fund

(Unaudited)

- **Revenue and Expenditures Recorded In General Fund**
- **Total Contributions Plus Interest Income - \$100**
- **Expenditures/Encumbrances - \$-0-**
- **End of Year Unencumbered Balance - \$38,200**
 - **Carry Forward to FY 2014**



Economic Development Incentives Fund

(Unaudited)

- **Revenue and Expenditures Recorded In General Fund**
- **Total Contributions Plus Interest Income - \$180,598**
- **Expenditures/Encumbrances - \$-0-**
- **End of Year Unencumbered Balance - \$1 Million**



Special Revenue Funds

(Unaudited)

- **Local Option Gasoline Tax**

- Levied Per Gallon Sold --- Not Cost Per Gallon
- Interlocal Agreement
 - City Receives 18.22 % of Tax Collected
 - Calculation Based on Transportation Expenditures
 - Will Be Re-Calculated in Fiscal Year 2017
- Revenue Exceeded Beginning Budget By \$4,700
- Revenue & Fund Balance Exceeded Total Expenditures and Encumbrances by \$515,300
 - Revenue - \$2,574,400
 - Exp./Enc. - \$2,059,100
- End of Year Unencumbered Balance - \$515,300 - Carry Forward
- Local Option Gasoline Tax Expires August 31, 2016



Special Revenue Funds

(Unaudited)

- **West Florida Public Library**
 - Revenues & Appropriated Fund Balance Exceeded Expenditures by \$195,200
 - Revenues and Appropriated Fund Balance - \$5,432,700
 - Expenditures - \$5,237,500
 - Escambia County MSTU
 - Restricted Fund Balance Paid To Escambia Cnty - \$583,500
 - \$431,500 Per Interlocal Agreement
 - \$152,000 Leave Balances Carried Over By Library Employees



Special Revenue Funds

(Unaudited)

- **Stormwater Utility Fund**
 - **Revenues Below Budget by \$2,200**
 - Revenue - \$2,616,900
 - Exp./Enc. - \$2,649,500 (within Budget)
 - Committed Fund Balance of \$240,900



Special Revenue Funds

(Unaudited)

- **Municipal Golf Course**

- Revenues Exceeded Budget By \$1,900

- Revenues - \$602,800 (Includes Capital Surcharge of \$37,300)

- Exp./Enc. Under Budget by \$31,800

- Exp./Enc. - \$720,100

- General Fund Subsidy - \$125,000

- Additional \$25,000 From Beginning Budget

- Committed Fund Balance (After Additional Subsidy) - \$11,100

- Concessionaire Behind on Lease Payments

- 6.5 Payments Behind

- RFP For New Concessionair

- » Contract To Be Terminated December 31, 2013



Special Revenue Funds

(Unaudited)

■ Roger Scott Tennis Center

- Revenues Over Budget by \$1,400
 - Revenues - \$219,200
- Exp./Enc. Below Budget Estimates by \$23,100
 - Exp./Enc. - \$220,300
- Total Revenues & Fund Balance Exceeded Exp./Enc. By \$24,500
- Committed Fund Balance - \$55,900
- Concessionaire
 - Terminated In 2012
 - Delays
 - RFP In Progress



Special Revenue Funds

(Unaudited)

• **Inspection Services Fund**

- Revenues Exceeded Budget by \$200
- Expenditures Under Budget by \$8,900
 - Expenditures - \$902,000
- Revenues Exceeded Expenditures by \$95,100
 - Revenues - \$997,100
- Restricted Fund Balance - \$274,400



Special Revenue Funds

(Unaudited)

•Community Maritime Park Management Services Fund

- Park Management Services Agreement
 - CMPA Insurance – 100% Reimbursed
 - Park Maintenance and Landscaping Services
 - CMPA paid \$167,320 in FY 2013
 - Event Scheduling and Planning, Management of Sales, Rentals, Food and Vendor Services, and Parking Management
- Fees Charged Reduced by Revenue Earned
 - Maximum Amount Payable - \$256,054
- Revenues Exceeded Expenditures by \$41,805 paid to CMPA
- Miscellaneous Appropriations Agreement
 - Appropriated Up To \$300,000
 - Actual Paid At End Of FY 2013 - \$169,100



Tax and Franchise Fee Debt Service Fund

(Unaudited)

- **FY 2012 Was Last Year Transfer From General Fund**
- **Final Debt Service Payment Made 10/1/12**
 - **Came From Debt Service Reserves**



Capital Projects Funds

(Unaudited)

- **Local Option Sales Tax Fund**

- Revenues Below Budget By \$6,700

- Revenues - \$6,709,100

- Exp./Enc. Within Budget

- Exp./Enc. - \$12,415,900

- Tax Collections Increased by 4.1% from FY 2012

- Restricted Fund Balance Decreased from (\$3,125,600) to (\$7,535,600) in FY 2013

- Pooled Cash

- \$6,462,700 Needed At End of FY 2013

- LOST Expires December 31, 2017



Capital Projects Funds

(Unaudited)

- **Stormwater Capital Projects Fund**
 - Transfers from General Fund
 - Revenue Fee Collection - \$2,515,700
 - Revenues & Appropriated Fund Balance Exceeded Expenditures & Encumbrances
 - Revenues/Fund Balance - \$6,366,500
 - Exp./Enc. - \$1,694,100
 - Committed Fund Balance of \$4,070,600 Carried Forward



Enterprise Funds

(Unaudited)

▪ Gas Utility Fund

- Revenue Exceeded Expenses by \$3.8 Million

 - Revenue - \$44,102,000

- Purchase Gas Adjustment (PGA)

 - Pensacola Energy Reserve

 - Down by \$5.3 Million at End of FY 2013

- Net Current Assets

 - Increased by \$3.7 Million from Beginning FY 2013 to End of Year (\$8.7 Million)



Enterprise Funds

(Unaudited)

▪ Sanitation Fund

- **Revenues Exceeded Expenses by \$585,700 (Excluding Code Enforcement)**

- Revenues - \$5,785,800

- Expenses - \$5,200,100

- **Code Enforcement Revenues Exceeded Expenses by \$122,300**

- Code Enforcement Revenues - \$1,254,900

- **Net Current Assets**

- **Increased by \$477,100 from Beginning FY 2013 to End of Year (\$2.0 Million) (Excluding Code Enforcement & Lot Cleaning)**



Enterprise Funds

(Unaudited)

▪ Port of Pensacola

• Revenues Below Expenses by \$133,700

- Revenues - \$1,831,400

- Expenses - \$1,965,100

• Port Reserve/Net Current Assets

- Decreased by \$99,300 from FY 2013 Beginning to End of Year (\$1.3 Million)

• Port Lease Payments

- General Electric

- Sine Qua Non Holdings

- Offshore Inland Marine



Enterprise Funds

(Unaudited)

▪ Airport Fund

- **Revenues Below Budget by \$679,800**

- Revenues - \$18.9 Million

- **Revenues Increased by \$861,500 from FY 2012**

- Air Carrier Landing Fees

- **Airport Expenses Below Budget by \$4.9 Million**

- Expenses - \$17.83 Million

- **Total Fund Expenses Below Revenues by \$1.0 Million**

- Airport Agreement w/Airlines

- **Net Current Assets**

- Increased by \$8.3 Million from Beginning FY 2013 to End of Year (\$10.1 Million)



Internal Service Funds

(Unaudited)

- Insurance Retention Fund/Central Services Fund
 - Provide Services To Other Operating Funds
 - Revenues and Expenses Below Budgeted Levels



Investment and Debt Service Schedules

(Unaudited)

- Provided For Information
 - Listing of City Investments
 - Listing of City's Debt Issues



Police/Fire/General Pension Plans

(Unaudited)

- Interest Investment Rate Reported to City Pension Boards
- FY 2013 Investment Gain

	<u>FY 09</u>	<u>FY 10</u>	<u>FY 11</u>	<u>FY 12</u>	<u>FY 13</u>
General	+4.8%	+9.6%	-0.80%	+19.1%	+14.9%
Fire	+7.4%	+10.3%	-2.20%	+18.1%	+14.0%
Police	+0.77%	+9.23%	+1.3%	+19.9%	+14.6%

- Plans Exceeded Assumed Earnings Rate in FY 2013
- General Pension and Police Pension Plans Closed



**CITY OF PENSACOLA
GENERAL FUND
FISCAL YEAR 2013 BUDGET WITH FY 2014 BEGINNING BUDGET
(Unaudited)**

	FY 2013 BEGINNING BUDGET	FY 2013 FINAL BUDGET	FY 2013 ACTUAL	FY 2014 ADOPTED BUDGET
Sources:				
Fund Balance	-	886,190	886,190	-
Revenues				
Property Taxes	12,015,300	12,076,100	12,096,545	12,075,800
Franchise Fees/Utility Taxes	15,088,000	14,160,521	14,160,541	14,440,800
State Revenue	9,717,000	9,734,607	9,736,744	9,894,600
Other Revenue	3,407,500	2,543,560	2,513,827	2,497,200
ESP Transfer	8,000,000	8,000,000	8,000,000	8,000,000
Total Revenues	48,227,800	46,514,788	46,507,657	46,908,400
Total Sources	48,227,800	47,400,978	47,393,847	46,908,400
Uses:				
Personnel Expenses	34,572,100	32,781,854	32,459,737	34,589,300
Operating Expense	10,783,400	11,299,105	10,636,026	10,393,200
Sub-Total	45,355,500	44,080,959	43,095,763	44,982,500
Agency Funding	431,900	394,355	331,102	506,900
Saenger Theatre	242,900	398,777	333,050	239,900
Resid S/W & Sanit Asst Pgm	6,400	6,400	4,850	5,600
Transfer To WFPL	1,487,300	1,487,300	1,487,300	-
Transfer to Urban Core TIF	1,377,700	1,381,489	1,381,489	1,408,100
Transfer to Eastside TIF	25,900	25,873	25,872	26,500
Transfer to Stmwtr Cap Prjcts	2,532,900	2,517,825	2,515,652	2,541,700
Transfer to Golf Course	100,000	125,000	125,000	90,000
Sub-Total	6,205,000	6,337,019	6,204,315	4,818,700
Cost Recovery - A/O	(3,332,700)	(3,017,000)	(3,017,000)	(2,892,800)
Total Uses	48,227,800	47,400,978	46,283,078	46,908,400

NOTE: Does not include Tree Planting Trust Fund, Park Purchase Fund, or Economic Development Incentive Fund

Financial Report

City of Pensacola

4th Quarter Financial Statement

Twelve Months Ending

September 30, 2013

(Unaudited)

