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# Fourth Quarter FY 2017 Financial Report

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**\*\*Note:** This report contains unaudited FY 2017 actual revenues and expenditures as of September 27, 2017. All figures in this report are subject to change due to final adjustments.\*\*



## City of Rockville, Maryland

*Prepared by the Department of Finance*

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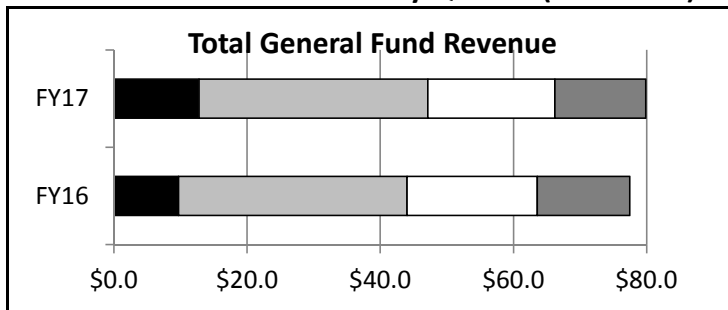
City of  
**Rockville**  
Get Into It

## General Fund Revenue as of June 30, 2017

### General Fund Revenue Budget to Actual

Revenue Category	Current Fiscal Year				Previous Year	
	FY17 Adopted	FY17 Amended	FY17 EOY Actual	% Amend. Received	FY16 EOY Actual	% Amend. Rec/Spent
Property Taxes	\$ 39,551,000	\$ 39,551,000	\$ 40,105,716	101.4%	\$ 38,435,104	100.2%
From Other Gov't.	18,627,430	19,711,165	20,598,798	104.5%	20,246,582	109.3%
Fines & Forfeitures	1,522,500	1,522,500	1,267,285	83.2%	1,393,834	88.6%
Use of Money & Property	1,255,560	1,255,560	1,441,523	114.8%	1,168,998	123.2%
Charges for Services	6,648,050	6,648,050	6,817,053	102.5%	6,662,970	109.0%
Licenses & Permits	2,585,000	2,585,000	2,927,369	113.2%	2,919,812	116.2%
Other Revenue	6,730,460	6,708,565	6,725,038	100.2%	6,652,079	100.1%
<b>Total Revenue</b>	<b>\$ 76,920,000</b>	<b>\$ 77,981,840</b>	<b>\$ 79,882,782</b>	<b>102.4%</b>	<b>\$ 77,479,379</b>	<b>103.8%</b>

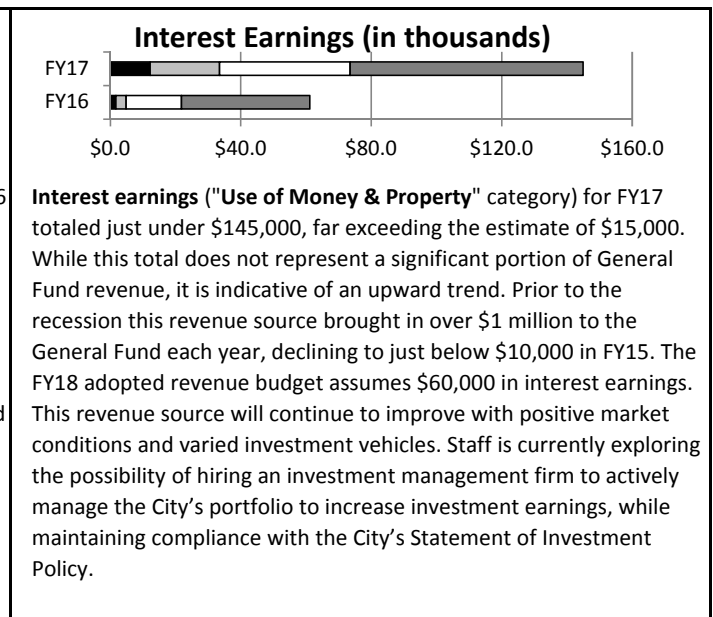
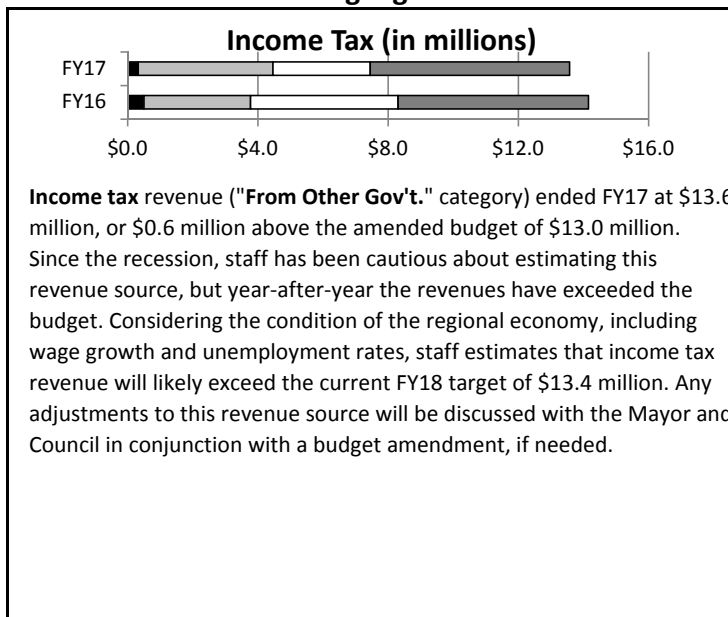
### Total General Fund Revenue by Quarter (in millions)



### General Fund Revenue Trend

General Fund revenues came in two percent over budget, mainly due to **income tax** ("From Other Gov't" category), **interest earnings** ("Use of Money & Property" category), and **building permit and rental license revenues** ("Licenses & Permits" category). Income tax and interest earnings are discussed below. Building permit revenue has remained strong in recent years, reaching \$1.5 million in FY17, or \$200,000 above its estimate. Rental license revenue for FY17 totaled \$1.1 million, just over \$100,000 more than its \$1 million estimate. The FY18 budget includes increased estimates in line with these actuals.

### General Fund Revenue Highlights

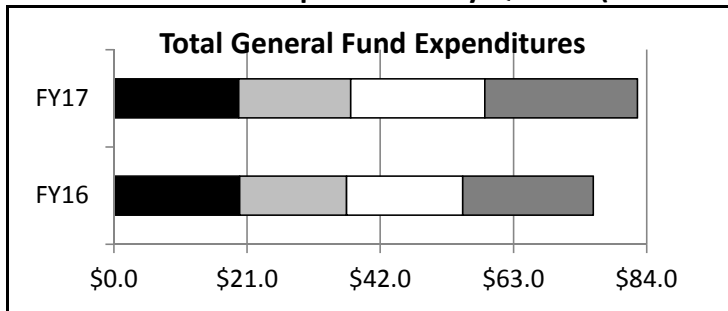


## General Fund Expenditures as of June 30, 2017

### General Fund Expenditures Budget to Actual

Expenditure Category	Current Fiscal Year				Previous Year	
	FY17 Adopted	FY17 Amended	FY17 EOY Actual	% Amend. Spent	FY16 EOY Actual	% Amend. Rec/Spent
Personnel						
Salary	\$ 33,181,000	\$ 33,342,520	\$ 33,212,710	99.6%	\$ 32,542,460	98.6%
Benefits	12,405,370	11,951,690	11,677,348	97.7%	11,542,340	97.1%
Overtime	839,100	893,100	903,160	101.1%	1,084,064	123.0%
Contractual Services	8,148,800	8,444,307	7,718,022	91.4%	8,360,967	96.3%
Commodities	5,581,310	5,581,894	4,963,026	88.9%	4,704,386	87.9%
Capital Outlays	2,504,970	3,192,956	2,664,597	83.5%	1,504,833	66.1%
Other / Transfer	3,059,450	4,065,450	3,919,583	96.4%	2,610,138	91.4%
Transfer to Debt Service	5,350,000	5,350,000	5,350,000	100.0%	5,633,000	101.8%
Transfer to CIP	6,100,000	12,114,612	12,114,612	100.0%	7,617,000	100.0%
<b>Total Expenditures</b>	<b>\$ 77,170,000</b>	<b>\$ 84,936,529</b>	<b>\$ 82,523,058</b>	<b>97.2%</b>	<b>\$ 75,599,188</b>	<b>96.8%</b>

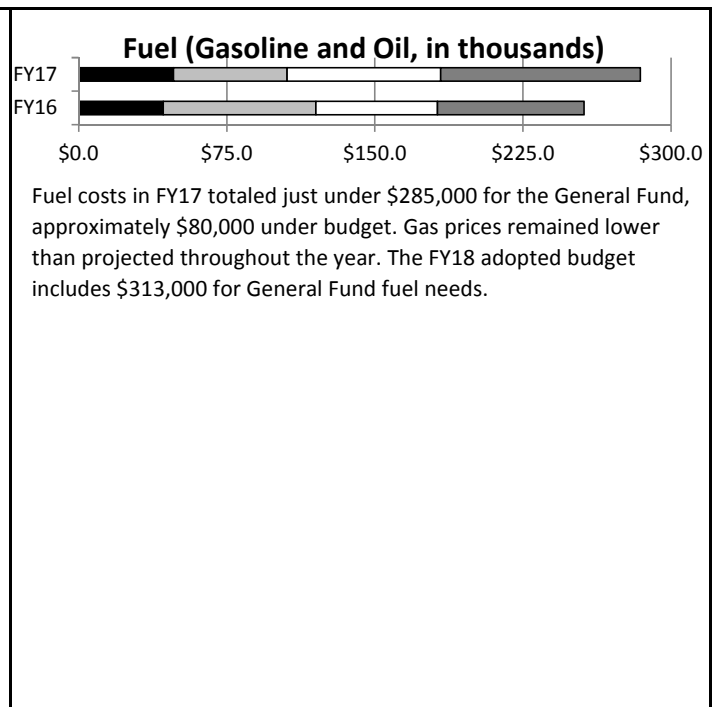
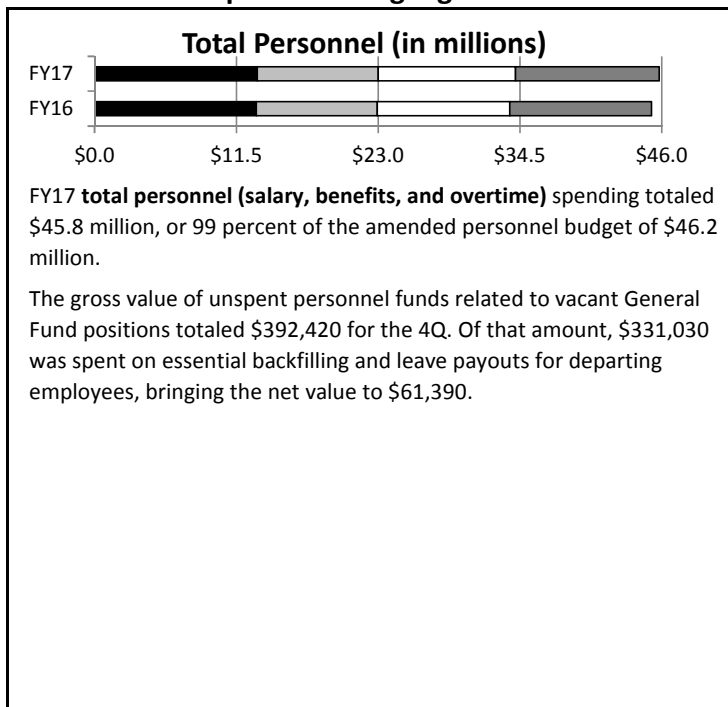
### Total General Fund Expenditures by Quarter (in millions)



#### General Fund Expenditure Trend

FY17 expenditures totaled 97 percent of the amended budget, with savings in the **contractual services** and **commodities** categories due to unused **consultant, supply, and contingency** funding; continued low **gasoline** prices (discussed below); and a mild winter. The **capital outlay** category appears underspent, but the remaining budget authority will be rolled to FY18 for **vehicles** that were ordered in FY17 but will be delivered and paid for in FY18.

### General Fund Expenditure Highlights



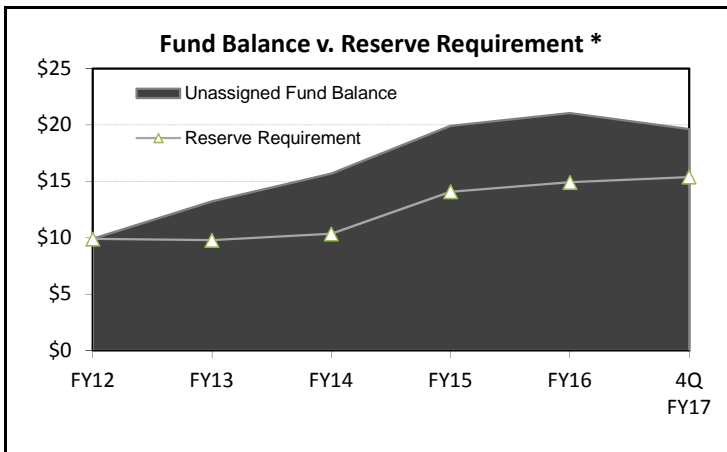
## General Fund Summary as of June 30, 2017

### General Fund Budget to Actual

	Current Fiscal Year				Previous Year	
	FY17 Adopted	FY17 Amended	FY17 EOY Actual	% Amend. Rec/Spent	FY16 EOY Actual	% Amend. Rec/Spent
Total Revenue	\$ 76,920,000	\$ 77,981,840	\$ 79,882,782	102.4%	\$ 77,479,379	103.8%
Total Expenditures	77,170,000	84,936,529	82,523,058	97.2%	75,599,188	96.8%
<b>Add to / (Use of) Reserves</b>	<b>\$ (250,000)</b>	<b>\$ (6,954,689)</b>	<b>\$ (2,640,276)</b>		<b>\$ 1,880,191</b>	

### General Fund Unassigned Fund Balance

	Amount	% of FY17 Adp. Rev.	Explanation
Audited FY17 Beginning <b>Total</b> Fund Balance	\$ 23,816,352	31.0%	Fund balance = <b>Accumulated</b> total of revenues less expenditures
Less Nonspendable Portion	(793,744)		
Less Assigned Portion (PO Rolls to FY18)	(739,038)		
Plus FY17 Estimated Actual General Fund Revenue	79,882,782		
Less FY17 Estimated Actual General Fund Expenditures	(82,523,058)		
<b>Estimated FY17 Ending Unassigned Fund Balance</b>	<b>19,643,294</b>	<b>25.5%</b>	Projected ending balance exceeds 20% target
Target Minimum FY17 Unassigned Fund Balance	15,384,000	20.0%	
<b>Estimated Variance from FY17 Target</b>	<b>\$ 4,259,294</b>		



\* The General Fund reserve requirement increased from 15% to 20% in late FY15, in conjunction with the decrease in the Debt Service Fund reserve requirement.

#### General Fund Unassigned Fund Balance Status

The estimated FY17 ending unassigned fund balance is \$19.6 million, which exceeds the FY17 target by \$4.3 million. The FY18 reserve target is \$15.9 million (20% of adopted FY18 General Fund revenue). The estimated FY17 ending unassigned fund balance is \$3.7 million or 4.6 percent above the FY18 target. Staff recommends using a portion of this balance to fund some unfunded or underfunded needs within the current CIP (e.g. Swim & Fitness Center Locker Rooms, Lincoln Park CC Parking Lot, Skate Park Renovation, and Potomac Woods Community Center). Such recommended utilization will come before the Mayor and Council on a future budget amendment.

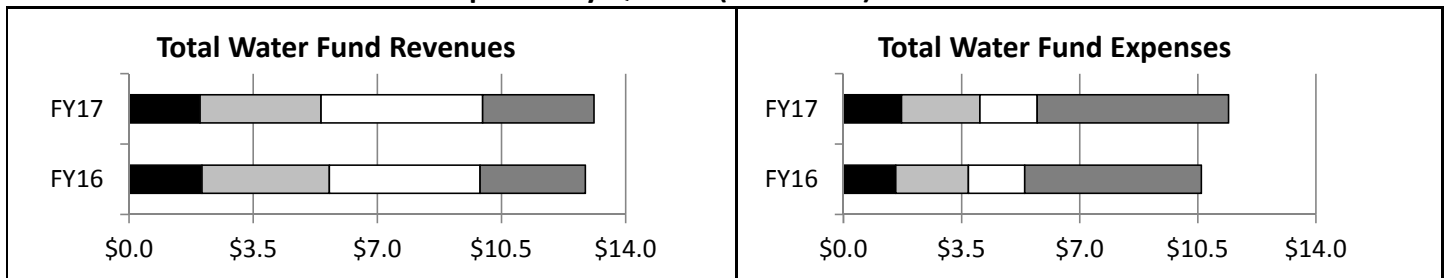
The City's Financial Management Policies state that, to the extent that the General Fund's unassigned fund balance exceeds its reserve target, the City may draw upon the fund balance to provide paygo financing for capital projects, or for other one-time needs.

## Water Fund Summary as of June 30, 2017

### Water Fund Budget to Actual

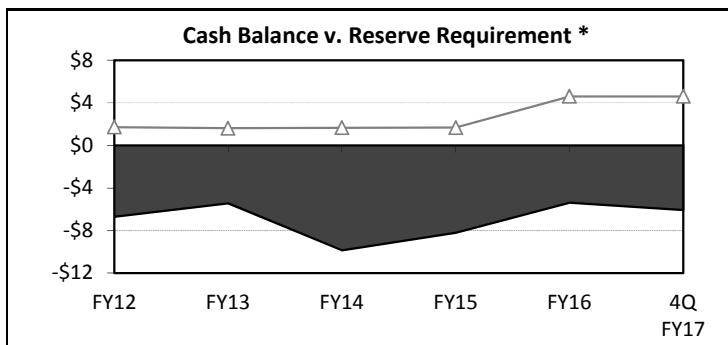
	Current Fiscal Year				Previous Year	
	FY17 Adopted	FY17 Amended	FY17 EOY Actual	% Amend. Rec/Spent	FY16 EOY Actual	% Amend. Rec/Spent
<b>Revenues</b>						
Utility charges	\$ 12,028,000	\$ 12,028,000	\$ 12,111,999	100.7%	\$ 11,848,233	97.8%
Connection Charges	102,500	102,500	120,100	117.2%	164,200	160.2%
Sales of materials	20,000	20,000	28,701	143.5%	41,363	206.8%
Interest income/Other	163,810	199,810	414,177	207.3%	142,577	160.2%
Penalties	80,000	80,000	99,758	124.7%	96,443	120.6%
Trans. from Sewer	330,640	330,640	330,640	100.0%	571,040	100.0%
<b>Total Revenue</b>	<b>\$ 12,724,950</b>	<b>\$ 12,760,950</b>	<b>\$ 13,105,375</b>	<b>102.7%</b>	<b>\$ 12,863,857</b>	<b>99.2%</b>
<b>Expenses</b>						
Personnel	\$ 3,383,850	\$ 3,383,850	\$ 3,439,006	101.6%	\$ 3,385,030	100.0%
Operating	2,136,890	2,415,373	2,161,703	89.5%	1,831,652	84.2%
Capital	81,600	81,600	92,540	113.4%	46,006	51.8%
Debt serv., transfer, other	5,625,560	5,775,560	5,712,784	98.9%	5,337,939	98.7%
<b>Total Expenses</b>	<b>\$ 11,227,900</b>	<b>\$ 11,656,383</b>	<b>\$ 11,406,034</b>	<b>97.9%</b>	<b>\$ 10,600,628</b>	<b>95.8%</b>
<b>Add to / (Use of) Reserves</b>	<b>\$ 1,497,050</b>	<b>\$ 1,104,567</b>	<b>\$ 1,699,341</b>		<b>\$ 2,263,229</b>	

### Total Water Fund Revenues and Expenses by Quarter (in millions)



### Water Fund Cash Balance

FY17 Reserve Requirement = 6 months / \$4,595,736	FY16 Actual	1Q Actual	2Q Actual	3Q Actual	4Q Actual
	\$ (5,402,281)	\$ (3,248,112)	\$ (3,177,547)	\$ (3,197,542)	\$ (6,099,334)
<b>Is this fund compliant?</b>	No				



\* The Water Fund reserve requirement increased from 3 months to 6 months for FY16.

#### Water Fund Cash Balance Status

FY17 is the second year of implementation of the water rate structure adopted by the Mayor and Council in January 2015. This new structure was designed to enable the Water Fund to meet its reserve requirement by the end of FY21. The 2017 water and sewer model update confirmed that the FY21 goal is still achievable, mainly due to the deferral of a large portion of capital spending until after the FY21 goal is reached. A new rate study is currently underway. Staff will bring the results of this rate study along with recommended water rate changes to the Mayor and Council in December 2017.

## Sewer Fund Summary as of June 30, 2017

### Sewer Fund Budget to Actual

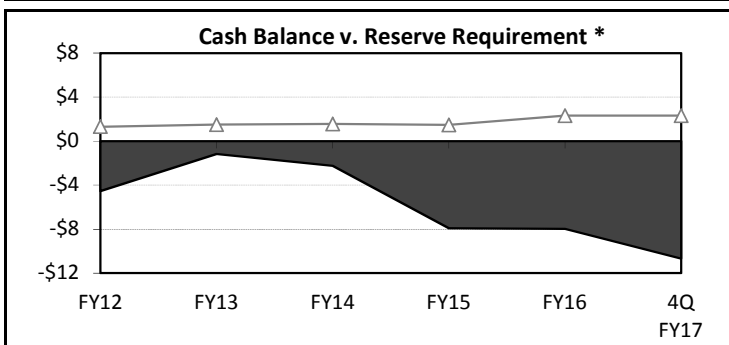
	Current Fiscal Year				Previous Year	
	FY17 Adopted	FY17 Amended	FY17 EOY Actual	% Amend. Rec/Spent	FY16 EOY Actual	% Amend. Rec/Spent
<b>Revenues</b>						
Utility charges	\$ 12,272,000	\$ 12,272,000	\$ 12,075,076	98.4%	\$ 10,648,336	99.3%
Connection charges	190,000	190,000	226,400	119.2%	296,300	200.9%
Interest income/Other	158,250	158,250	213,558	134.9%	140,747	110.6%
Penalties	70,000	70,000	105,796	151.1%	97,348	139.1%
<b>Total Revenue</b>	<b>\$ 12,690,250</b>	<b>\$ 12,690,250</b>	<b>\$ 12,620,830</b>	<b>99.5%</b>	<b>\$ 11,182,730</b>	<b>101.1%</b>
<b>Expenses</b>						
Personnel	\$ 1,820,340	\$ 1,820,340	\$ 1,864,565	102.4%	\$ 1,804,509	101.5%
Operating	3,819,260	3,859,260	3,322,578	86.1%	5,430,403	98.0%
Capital	245,000	245,000	234,898	95.9%	14,876	99.2%
Debt serv., transfer, other	6,962,390	6,962,390	6,868,494	98.7%	6,569,680	100.5%
<b>Total Expenses</b>	<b>\$ 12,846,990</b>	<b>\$ 12,886,990</b>	<b>\$ 12,290,535</b>	<b>95.4%</b>	<b>\$ 13,819,468</b>	<b>99.6%</b>
<b>Add to / (Use of) Reserves</b>	<b>\$ (156,740)</b>	<b>\$ (196,740)</b>	<b>\$ 330,295</b>		<b>\$ (2,636,738)</b>	

### Total Sewer Fund Revenues and Expenses by Quarter (in millions)



### Sewer Fund Cash Balance

FY17 Reserve Requirement = 6 months / \$4,934,718	FY16 Actual	1Q Actual	2Q Actual	3Q Actual	4Q Actual
	\$ (7,969,719)	\$ (5,077,651)	\$ (5,815,839)	\$ (5,597,938)	\$ (10,673,479)
<b>Is this fund compliant?</b>	No				



#### Sewer Fund Cash Balance Status

FY17 is the second year of implementation of the sewer rate structure adopted by the Mayor and Council in January 2015. This new structure was designed to enable the Sewer Fund to meet its reserve requirement by the end of FY21. The 2017 water and sewer model update indicated that the FY21 goal is not likely to be achieved, mainly due to the large increases in capital and operating costs for the Blue Plains Wastewater Treatment Facility. A new rate study is currently underway. Staff will bring the results of this rate study along with recommended sewer rate changes to the Mayor and Council in December 2017.

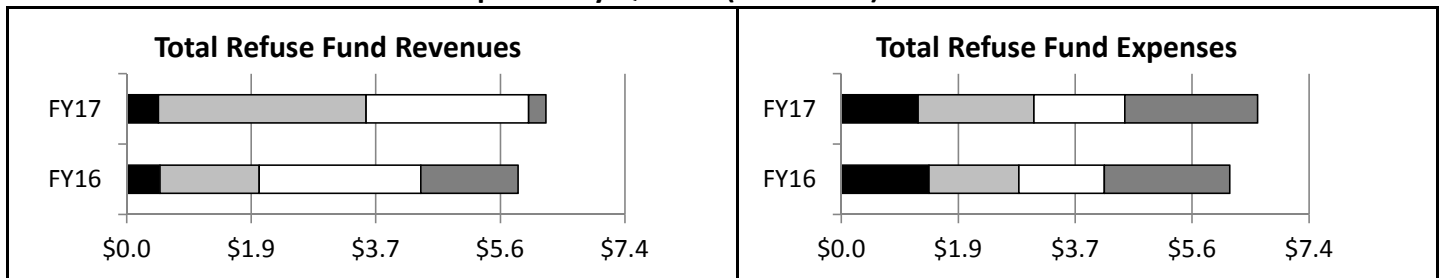
\* The Sewer Fund reserve requirement increased from 3 months to 6 months for FY16.

## Refuse Fund Summary as of June 30, 2017

### Refuse Fund Budget to Actual

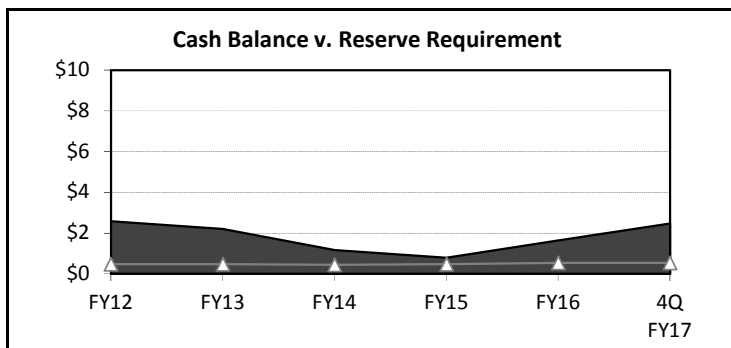
	Current Fiscal Year				Previous Year	
	FY17 Adopted	FY17 Amended	FY17 EOY Actual	% Amend. Rec/Spent	FY16 EOY Actual	% Amend. Rec/Spent
<b>Revenues</b>						
Utility charges	\$ 5,779,120	\$ 5,779,120	\$ 5,865,720	101.5%	\$ 5,500,815	100.2%
Interest income/Other	17,020	17,020	60,066	352.9%	15,923	115.4%
Sale of materials	140,000	140,000	246,556	176.1%	224,401	91.6%
Penalties	70,000	70,000	8,741	12.5%	74,579	106.5%
<b>Total Revenue</b>	<b>\$ 6,050,660</b>	<b>\$ 6,050,660</b>	<b>\$ 6,225,603</b>	<b>102.9%</b>	<b>\$ 5,815,718</b>	<b>99.9%</b>
<b>Expenses</b>						
Personnel	\$ 2,642,730	\$ 2,642,730	\$ 2,549,756	96.5%	\$ 2,428,091	93.9%
Operating	2,065,230	2,065,230	1,709,463	82.8%	1,489,080	75.0%
Capital	350,000	645,420	351,740	54.5%	-	0.0%
Debt serv., transfer, other	2,041,800	2,041,800	1,974,978	96.7%	2,228,508	99.5%
<b>Total Expenses</b>	<b>\$ 7,099,760</b>	<b>\$ 7,395,180</b>	<b>\$ 6,585,937</b>	<b>89.1%</b>	<b>\$ 6,145,679</b>	<b>83.4%</b>
<b>Add to / (Use of) Reserves</b>	<b>\$ (1,049,100)</b>	<b>\$ (1,344,520)</b>	<b>\$ (360,334)</b>		<b>\$ (329,961)</b>	

### Total Refuse Fund Revenues and Expenses by Quarter (in millions)



### Refuse Fund Cash Balance

FY17 Reserve Requirement = 1 month / \$520,400	FY16 Actual	1Q Actual	2Q Actual	3Q Actual	4Q Actual
	\$ 1,627,481	\$ 1,018,329	\$ 3,195,608	\$ 4,170,712	\$ 2,467,637
<b>Is this fund compliant?</b>	Yes				



#### Refuse Fund Cash Balance Status

For FY17 the refuse fee moved from the City's utility bills to the County's property tax bill. As a result, revenue from penalties decreased due to the high level of collection on the tax bill.

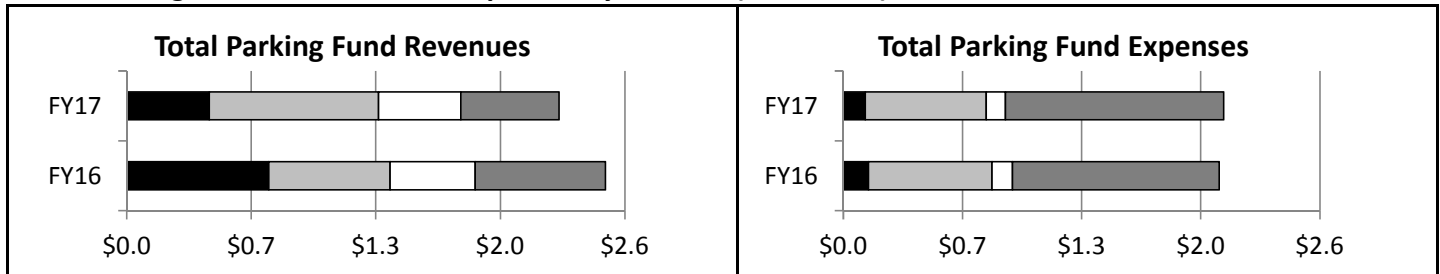
Operating costs were under budget due to unused contingency, below-budget temp agency spending, and dump fee savings resulting from lower than anticipated waste collected. Capital outlay costs were under budget due to a change in the type of refuse vehicle purchased.

## Parking Fund Summary as of June 30, 2017

### Parking Fund Budget to Actual

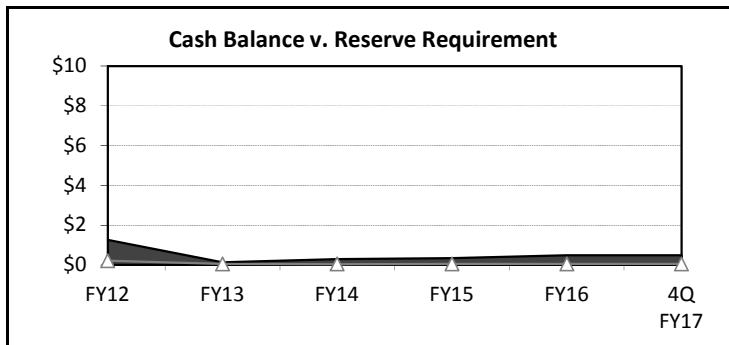
	Current Fiscal Year				Previous Year	
	FY17 Adopted	FY17 Amended	FY17 EOY Actual	% Amend. Rec/Spent	FY16 EOY Actual	% Amend. Rec/Spent
<b>Revenues</b>						
Real property tax	\$ 200,000	\$ 200,000	\$ 206,704	103.4%	\$ 196,481	106.5%
County contribution	302,600	302,600	306,322	101.2%	302,598	101.2%
Parking meters	376,000	376,000	377,616	100.4%	364,151	96.8%
Parking violations	750,000	750,000	479,650	64.0%	744,345	88.1%
Interest income/Other	164,650	164,650	170,317	103.4%	140,290	111.6%
Trans. from General Fund	715,000	715,000	715,000	100.0%	750,000	100.0%
<b>Total Revenue</b>	<b>\$ 2,508,250</b>	<b>\$ 2,508,250</b>	<b>\$ 2,255,610</b>	<b>89.9%</b>	<b>\$ 2,497,865</b>	<b>96.8%</b>
<b>Expenses</b>						
Personnel	\$ 272,410	\$ 272,410	\$ 247,708	90.9%	\$ 277,012	102.9%
Operating	130,220	130,220	73,486	56.4%	88,594	66.5%
Capital	35,000	35,000	25,235	72.1%	19,927	76.6%
Debt serv., transfer, other	1,666,610	1,666,610	1,729,040	103.7%	1,665,662	97.6%
<b>Total Expenses</b>	<b>\$ 2,104,240</b>	<b>\$ 2,104,240</b>	<b>\$ 2,075,469</b>	<b>98.6%</b>	<b>\$ 2,051,195</b>	<b>96.0%</b>
<b>Add to / (Use of) Reserves</b>	<b>\$ 404,010</b>	<b>\$ 404,010</b>	<b>\$ 180,140</b>		<b>\$ 446,670</b>	

### Total Parking Fund Revenues and Expenses by Quarter (in millions)



### Parking Fund Cash Balance

FY17 Reserve Requirement = 1 month / \$47,963	FY16 Actual	1Q Actual	2Q Actual	3Q Actual	4Q Actual
	\$ 477,600	\$ 803,198	\$ 1,029,881	\$ 1,433,279	\$ 479,671
<b>Is this fund compliant?</b>	Yes				



#### Parking Fund Cash Balance Status

The Parking Fund is currently in compliance with its reserve requirement, mainly due to the annual General Fund transfer. The largest cost in the Parking Fund is debt service, which is paid in the 2Q and 4Q.

Parking meter violation revenue has continued to decline since the City added the option to pay for parking using cell phones, making paying for parking in Rockville more user friendly. The amount of revenue collected from the mobile pay option increased by nearly 30 percent from FY16 to FY17, while revenue from coin usage at street meters stayed roughly the same. In FY17, 23 percent of parking meter revenue came from the mobile pay users.

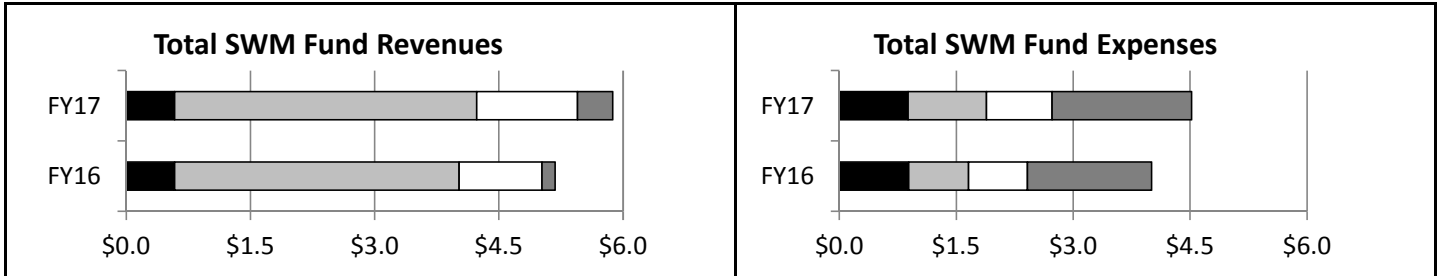


## Stormwater Management Fund Summary as of June 30, 2017

### Stormwater Management Fund Budget to Actual

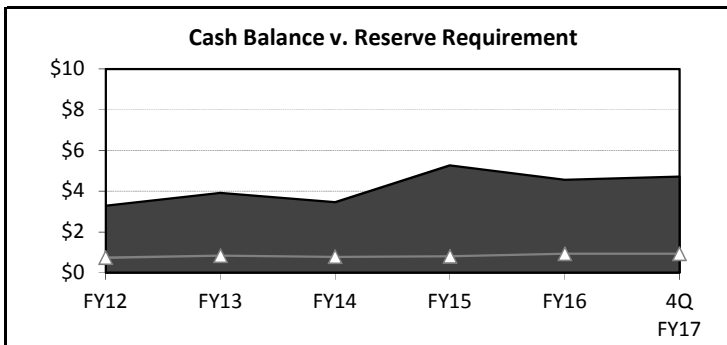
	Current Fiscal Year				Previous Year	
	FY17 Adopted	FY17 Amended	FY17 EOY Actual	% Amend. Rec/Spent	FY16 EOY Actual	% Amend. Rec/Spent
<b>Revenues</b>						
SWM utility fees	\$ 4,797,000	\$ 4,797,000	\$ 5,026,934	104.8%	\$ 4,567,916	99.7%
SWM permits	300,000	300,000	504,576	168.2%	312,419	104.1%
Regional SWM fees	300,000	300,000	250,080	83.4%	240,330	80.1%
Interest income/Other	34,730	34,730	91,230	262.7%	57,397	211.8%
<b>Total Revenue</b>	<b>\$ 5,431,730</b>	<b>\$ 5,431,730</b>	<b>\$ 5,872,820</b>	<b>108.1%</b>	<b>\$ 5,178,063</b>	<b>99.4%</b>
<b>Expenses</b>						
Personnel	\$ 2,163,460	\$ 2,163,460	\$ 2,133,816	98.6%	\$ 2,075,516	96.2%
Operating	750,830	836,226	631,007	75.5%	527,299	68.9%
Capital	21,000	158,427	158,671	100.2%	347	0.3%
Debt serv., transfer, other	1,722,440	1,722,440	1,593,453	92.5%	1,401,525	95.4%
<b>Total Expenses</b>	<b>\$ 4,657,730</b>	<b>\$ 4,880,553</b>	<b>\$ 4,516,947</b>	<b>92.5%</b>	<b>\$ 4,004,688</b>	<b>88.7%</b>
<b>Add to / (Use of) Reserves</b>	<b>\$ 774,000</b>	<b>\$ 551,177</b>	<b>\$ 1,355,872</b>		<b>\$ 1,173,375</b>	

### Total Stormwater Management Fund Revenues and Expenses by Quarter (in millions)



### Stormwater Management Fund Cash Balance

FY17 Reserve Requirement = 3 months / \$922,900	FY16 Actual	1Q Actual	2Q Actual	3Q Actual	4Q Actual
	\$ 4,549,613	\$ 3,920,902	\$ 5,529,175	\$ 5,998,135	\$ 4,716,549
<b>Is this fund compliant?</b>	Yes				



#### SWM Fund Cash Balance Status

The SWM Fund cash balance is currently in compliance with its reserve requirement. The large cash balance is appropriated for CIP projects that are currently underway.

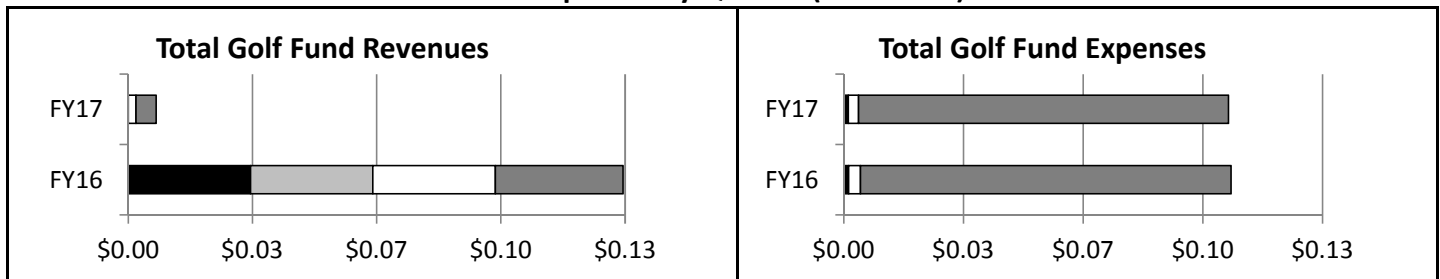
Utility fee revenue recognizes the County's payment per a recent MOU for FY16 and FY17 stormwater fees totaling \$285,338. SWM permit revenue is high due to a large development project paying for permits in the 3Q. Revenue in the Interest Income/Other category came in well over budget due to fines and County collections from late payments. Operating expenses were under budget due to some stormwater maintenance projects that were not completed in FY17, as well as unspent contingency funding.

## RedGate Golf Fund Summary as of June 30, 2017

### RedGate Golf Fund Budget to Actual

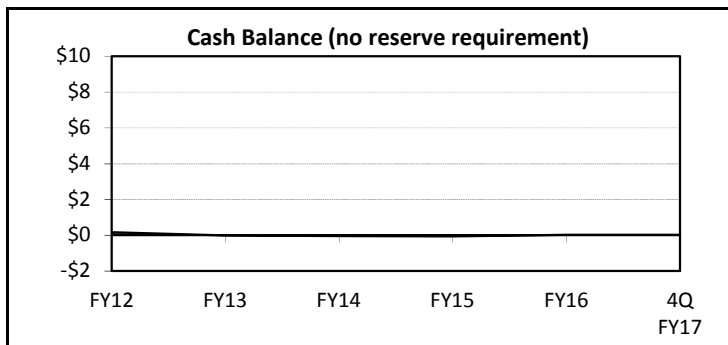
	Current Fiscal Year				Previous Year	
	FY17 Adopted	FY17 Amended	FY17 EOY Actual	% Amend. Rec/Spent	FY16 EOY Actual	% Amend. Rec/Spent
<b>Revenues</b>						
Performance/Misc.	\$ 1,340	\$ 1,340	\$ 1,454	108.5%	\$ 1,333	95.2%
Course lease	6,050	6,050	6,000	99.2%	100	100.0%
Trans. From General Fund	-	-	-	0.0%	130,000	100.0%
<b>Total Revenue</b>	<b>\$ 7,390</b>	<b>\$ 7,390</b>	<b>\$ 7,454</b>	<b>100.9%</b>	<b>\$ 131,433</b>	<b>99.9%</b>
<b>Expenses</b>						
Debt serv., transfer, other	\$ 106,300	\$ 106,300	\$ 106,094	99.8%	\$ 106,770	95.8%
<b>Total Expenses</b>	<b>\$ 106,300</b>	<b>\$ 106,300</b>	<b>\$ 106,094</b>	<b>99.8%</b>	<b>\$ 106,770</b>	<b>95.8%</b>
<b>Add to / (Use of) Reserves</b>	<b>\$ (98,910)</b>	<b>\$ (98,910)</b>	<b>\$ (98,640)</b>		<b>\$ 24,662</b>	

### Total RedGate Golf Fund Revenues and Expenses by Quarter (in millions)



### RedGate Golf Fund Cash Balance

FY17 Reserve Requirement = None	FY16 Actual	1Q Actual	2Q Actual	3Q Actual	4Q Actual
	\$ 31,193	\$ 28,326	\$ 28,350	\$ 17,620	\$ 20,664
<b>Is this fund compliant?</b>	N/A				



#### RedGate Golf Fund Cash Balance Status

The Golf Fund does not have a reserve requirement since it no longer has any operating expenses--only depreciation and debt service payments. Depreciation, which is the Golf Fund's largest expense, occurs in 4Q.

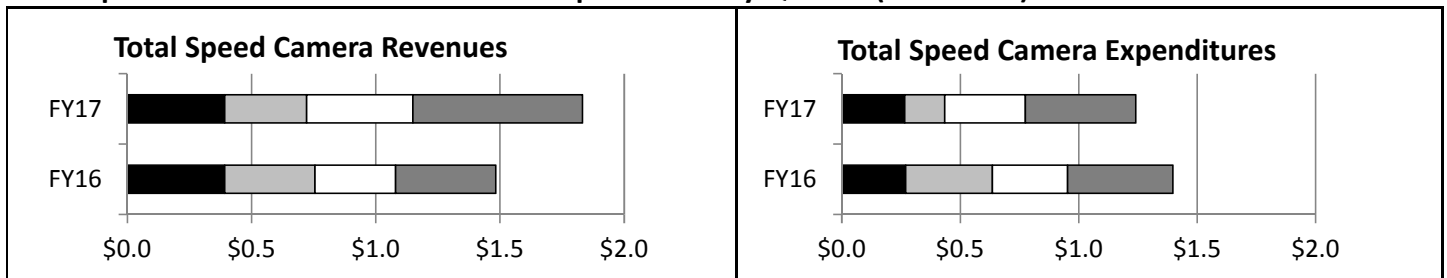
The City began receiving monthly lease revenue in January 2017. Going forward the City can expect \$12,000 per year in lease revenue through December 2021.

## Speed Camera Fund Summary as of June 30, 2017

### Speed Camera Fund Budget to Actual

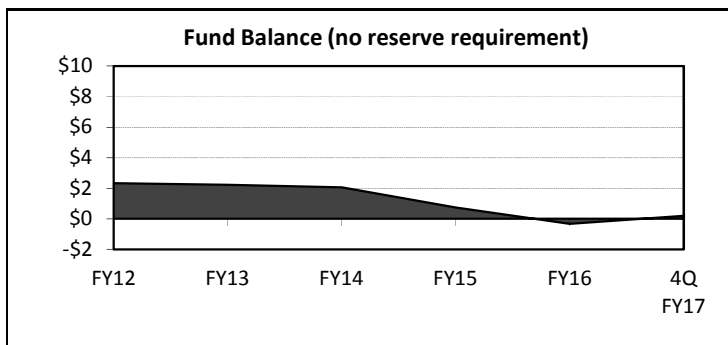
	Current Fiscal Year				Previous Year	
	FY17 Adopted	FY17 Amended	FY17 EOY Actual	% Amend. Rec/Spent	FY16 EOY Actual	% Amend. Rec/Spent
<b>Revenues</b>						
Speed camera citations	\$ 1,248,000	\$ 1,398,000	\$ 1,832,161	131.1%	\$ 1,483,073	107.3%
Interest income	2,500	2,500	-	0.0%	33	2.2%
<b>Total Revenue</b>	<b>\$ 1,250,500</b>	<b>\$ 1,400,500</b>	<b>\$ 1,832,161</b>	<b>130.8%</b>	<b>\$ 1,483,106</b>	<b>107.2%</b>
<b>Expenditures</b>						
Personnel	\$ 388,510	\$ 172,670	\$ 168,490	97.6%	\$ 399,691	89.6%
Operating	557,640	707,640	729,991	103.2%	659,428	107.1%
Debt serv., transfer, other	362,000	362,000	342,000	94.5%	338,610	91.9%
<b>Total Expenditures</b>	<b>\$ 1,337,150</b>	<b>\$ 1,271,310</b>	<b>\$ 1,240,481</b>	<b>97.6%</b>	<b>\$ 1,397,729</b>	<b>97.7%</b>
<b>Add to / (Use of) Reserves</b>	<b>\$ (86,650)</b>	<b>\$ 129,190</b>	<b>\$ 591,681</b>		<b>\$ 85,376</b>	

### Total Speed Camera Fund Revenues and Expenditures by Quarter (in millions)



### Speed Camera Fund Total Fund Balance

FY17 Reserve Requirement = None (legally restricted)	FY16 Actual	1Q Actual	2Q Actual	3Q Actual	4Q Actual
	\$ (337,102)	\$ (210,250)	\$ (97,226)	\$ (37,259)	\$ 180,027
<b>Is this fund compliant?</b>	N/A				



#### Speed Camera Fund Total Fund Balance Status

These funds are legally restricted for public safety uses; therefore, the fund has no minimum reserve requirement. The fund balance was negative at the start of FY17 due to a one-time write-off of over \$756,000 in uncollectable citations during the FY 2016 year-end reconciliation. Due to higher than expected revenues and the reallocation of 2.0 Speed Camera Fund FTEs to the General Fund, the Speed Camera Fund's balance is now positive.

The weekly average number of speed camera citations issued more than doubled when the portable camera units were set up on Maryland Avenue earlier this year, and remained higher than average in the 4Q.

## Debt Ratios

### Debt Service Fund Debt Ratios\*

	Target	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Debt per assessed valuation	≤1.0%	0.5%	0.5%	0.4%	0.4%	0.3%
Debt per capita	≤\$1,268	\$912	\$877	\$823	\$744	\$672
Debt per capita (not incl. parking garages)	≤\$1,268	\$461	\$449	\$418	\$362	\$313
Debt per capita as percent of per capita income	≤2.5%	1.8%	1.7%	1.5%	1.4%	1.2%
Debt service as percent of operating budget	≤15.0%	9.2%	9.8%	9.5%	9.3%	8.8%
Amortization rate - 5 years	≥25%	34.2%	36.8%	39.2%	41.4%	43.1%
Amortization rate - 10 years	≥50%	62.7%	64.8%	66.2%	67.9%	70.1%

\*All ratios include debt issued for the Town Center Parking Garages unless otherwise noted.

## 4Q FY17 CIP Transfers

Project Name	Amount	Fund	Dept	Reason for Transfer
Senior Center Improvements (1D67)	\$ (4,450)	Capital Projects	R&P	Final closing amount was slightly higher than purchase price budgeted
Lincoln Park CC Property Acq. (RB17)	4,450	Projects		
Bridge Rehabilitation (8L11)	\$ (12,696)	Capital Projects	DPW	Administrative move of First Street culvert design and construction support
First Street Culvert Repl. (TD16)	12,696	Projects		
Sewer Rehab & Improv. (9G34)	\$ (132,480)	Sewer	DPW	Administrative move of funding to current five year sewer rehab project
Sewer Rehab & Improv. (UB16)	132,480			

## City Manager Contingency Usage

Adopted Budget Contingency Level	\$	350,000
Office furniture for new council office		(3,700)
New banners for Town Center*		(21,750)
Police computer equipment		(20,000)
Emergency shoring in the filter room of the Outdoor Fitness Pool		(75,000)
Repairs to fence at Dogwood Park		(6,250)
Historic marker sign replacement**		(50,000)
Additional funding for World of Montgomery Day		(5,000)
Crisis communication consultant		(10,000)
Increase in REDI business grants		(50,000)
RHE water bill		(25,847)
Closing costs for property acquisitions		(15,576)
<b>Unused Balance</b>	<b>\$</b>	<b>66,877</b>

\* During the 2Q, this expense was estimated at \$51,120. The actual purchase was only \$21,750; the amount shown in the table above has been adjusted to reflect the actual cost.

\*\* This project received favorable pricing and will likely cost less than half of this original estimate. The work is currently underway and will be paid for in FY18.