



*City of Prineville, Oregon  
Financial Report  
Third Quarter Ended March 31, 2012*

March 31, 2012

*Executive Summary*

The City's financial condition year to date has improved slightly as combined fund balances increased approx. \$1.030 million or seventeen percent (17%). The overall fund balance increase through the third quarter ending March 31<sup>st</sup>, 2012, is primarily the result of property tax, and franchise fee collection in the general fund of approx. \$2.17 million, 100% collection of emergency dispatch intergovernmental revenue of approx. \$646,000, system development charges collected from the Facebook development of approx. \$770,000 and the new dollars borrowed for water and golf funds of approx. \$1.5 million.

Significant third quarter revenue activity would include the general fund of approx. \$109,000 in property tax and roughly \$321,000 in franchise fee collection, emergency dispatch intergovernmental revenue of approx. \$227,000, and wastewater charges for service at approx. \$708,000. Third quarter expenditures that significantly affected fund balances would include scheduled debt service in the LID debt service fund of approx. \$151,000, capital expenditures in the water fund of roughly \$197,000 and scheduled debt service in the wastewater fund totaling approx. \$293,600.

Fund balances are generally adequate and performance is following budget estimates in most funds. The City continues to realize significantly reduced development related revenue in the railroad and freight depot fund. Revenue for the golf course fund was down significantly in the first quarter. An internal revision to budgeted revenue and expenditures was made to protect fund balance, in the third quarter revenues are tracking to the revised budget while expenditures are over in some areas. The organization continues to adjust spending plans as necessary to protect fund balances, and use City staff (recovering costs for its services) where possible to perform work previously outsourced. Adjustments to capital spending plans, and additional scrutiny to City infrastructure commitments are ongoing.

A summary is presented in each fund to provide an explanation of financial performance and operating issues. We appreciate comments on how we may be able to improve this report to enhance your understanding of the City's finances.

Sincerely,  
Steve Forrester  
City Manager

Liz Schuette,  
Finance Director

March 31, 2012

*All City Funds*

Fund	Budgeted Beginning Fund Balance	Actual Beginning Fund Balance	Current Year Resources	Current Year Expenditures	Ending Fund Balance	Change in Fund Balance	Percentage Change in Fund Balance
General	\$ 893,015	\$ 992,278	\$ 2,543,527	\$ 2,308,614	\$ 1,227,191	\$ 234,913	24%
Transportation	556,925	595,416	607,040	924,654	277,802	(317,614)	-53%
Emergency Dispatc	282,767	310,074	854,165	704,634	459,605	149,531	48%
Planning	76,012	82,616	217,572	232,857	67,331	(15,285)	-19%
Transportation SDC	210,185	206,789	80,538	68,212	219,115	12,326	6%
Water SDC	113,464	180,714	1,652,646	1,656,508	176,853	(3,861)	-2%
Wastewater SDC	35,907	41,069	831,253	594,012	278,311	237,242	578%
LID Debt Service	160,428	173,411	212,149	246,094	139,467	(33,944)	-20%
Railroad	654,833	714,361	952,177	868,201	798,336	83,975	12%
Airport	60,478	51,243	257,403	246,101	62,545	11,302	22%
Water	564,469	769,841	4,053,547	3,268,991	1,554,397	784,556	102%
Wastewater	1,034,178	1,288,009	7,551,611	7,896,577	943,042	(344,967)	-27%
Golf Course and R	294,654	280,391	1,676,707	1,400,334	556,764	276,373	99%
Freight Depot	29,704	23,853	955,847	975,154	4,546	(19,307)	-81%
Administration and	284,354	323,121	1,183,102	1,176,589	329,634	6,513	2%
City Hall	72,925	66,106	122,269	154,380	33,996	(32,110)	-49%
Public Works Supp	122,085	84,231	486,309	486,225	84,315	84	0%
Totals	\$ 5,446,383	\$ 6,183,523	\$ 24,237,863	\$ 23,208,136	\$ 7,213,250	\$ 1,029,727	17%



March 31, 2012

**General Fund**

The general fund accounts for the City's police and non-departmental operations and activities. The primary sources of revenue include property taxes, transient lodging taxes, franchise fees, and intergovernmental revenue.

As of March 31<sup>st</sup>, 2012, overall revenue exceeded prior year by approx \$100,000 though property tax collection in comparison to prior year is down approx. \$99,000 due to the decline in property values over the last several years. Transient lodging tax collection is also down by approx. \$4,000. The revenue increase over prior year is largely due to the collection of electric franchise fees totaling approx. \$487,000, where at this time last year collection was at approx. \$277,000. The new datacenter in the area is contributing largely to the increase in electrical franchise fees. Overall, the general fund has an approx. 24% increase in fund balance or \$235,000 through the third quarter.

Operational expenditures are tracking through the third quarter. A grant was received for emergency software and is currently being installed along with installation of an emergency power generator; these improvements will require a budget adjustment prior to year end of approx. \$83,000.

Revenue	Current Quarter			Year to Date			Annual Budget	Balance
	Budget	Actual	%	Budget	Actual	%		
Property taxes	\$ 371,250	\$ 108,634	29%	\$ 1,113,750	\$ 1,510,489	136%	\$ 1,485,000	\$ (25,489)
Transient lodging tax	41,250	25,102	61%	123,750	131,993	107%	165,000	33,007
Franchise fees	192,500	320,737	167%	577,500	659,988	114%	770,000	110,012
Licenses and permits	2,325	1,721	74%	6,975	6,683	96%	9,300	2,617
Intergovernmental revenues	64,625	74,453	115%	193,875	174,225	90%	258,500	84,275
Charges for services	500	-	-	1,500	-	-	2,000	2,000
Interest	800	917	115%	2,400	1,484	62%	3,200	1,716
Miscellaneous	31,400	17,935	57%	94,200	58,666	62%	125,600	66,934
Transfers	-	-	-	-	-	-	-	-
<b>Total revenue</b>	<b>\$ 704,650</b>	<b>\$ 549,498</b>	<b>78%</b>	<b>\$ 2,113,950</b>	<b>\$ 2,543,527</b>	<b>120%</b>	<b>\$ 2,818,600</b>	<b>\$ 275,073</b>
<b>Expenditures</b>								
Police	660,450	660,062	100%	1,981,350	1,981,551	100%	2,641,800	660,249
Police facility	14,425	15,425	107%	43,275	43,979	102%	57,700	13,721
Non-departmental	91,250	137,491	151%	273,750	283,084	103%	365,000	81,916
Contingency							647,115	647,115
<b>Total expenditures</b>	<b>\$ 766,125</b>	<b>\$ 812,978</b>	<b>106%</b>	<b>\$ 2,298,375</b>	<b>\$ 2,308,614</b>	<b>100%</b>	<b>\$ 3,711,615</b>	<b>\$ 1,403,001</b>
Revenue over (under) expenditures	(61,475)	(263,480)	-	(184,425)	234,913	-	(893,015)	
<b>Beginning fund balance</b>	<b>893,015</b>	<b>992,278</b>	<b>111%</b>	<b>893,015</b>	<b>992,278</b>	<b>111%</b>	<b>893,015</b>	<b>\$ (99,263)</b>
<b>Ending fund balance</b>	<b>\$ 831,540</b>	<b>\$ 728,798</b>	<b>88%</b>	<b>\$ 708,590</b>	<b>\$ 1,227,191</b>	<b>173%</b>	<b>\$ -</b>	

March 31, 2012

**Transportation Fund**

The transportation fund accounts for the operation and maintenance of the City's street, bike lane, and sidewalk systems. Principal sources of revenue are state gas taxes allocated to cities, permits, and interest. Principal expenditures are for public works staff, patching, painting, electricity for streetlights and signals, insurance and asphalt.

Third quarter revenues are down slightly at 83% of quarter budget due to the timing in which intergovernmental revenues are collected.

Expenditures are at 98% of the quarter budget. Year to date operating expenditures through the third quarter are as anticipated.

Revenue	Current Quarter			Year to Date			Annual Budget	Balance
	Budget	Actual	%	Budget	Actual	%		
Franchise Fees	\$ 39,425	\$ 39,425	100%	\$ 118,275	\$ 118,275	100%	\$ 157,700	\$ 39,425
Intergovernmental	185,475	144,510	78%	556,425	479,402	86%	741,900	262,498
Charges for services	-	-	-	-	-	-	-	-
Interest	375	354	94%	1,125	757	67%	1,500	743
Miscellaneous	3,125	5,499	176%	9,375	8,606	92%	12,500	3,894
<b>Total revenue</b>	<b>\$ 228,400</b>	<b>\$ 189,788</b>	<b>83%</b>	<b>\$ 685,200</b>	<b>\$ 607,040</b>	<b>89%</b>	<b>\$ 913,600</b>	<b>\$ 306,560</b>
<b>Expenditures</b>								
Personal services	48,500	45,011	93%	145,500	144,363	99%	194,000	49,637
Material & services	95,000	47,980	51%	285,000	256,921	90%	380,000	123,079
Capital outlay								
Improvements	95,625	10	0%	286,875	295,595	103%	382,500	86,905
Transfers	75,925	75,925	100%	227,775	227,775	100%	303,700	75,925
Contingency							210,325	210,325
<b>Total expenditures</b>	<b>\$ 315,050</b>	<b>\$ 168,926</b>	<b>54%</b>	<b>\$ 945,150</b>	<b>924,654</b>	<b>98%</b>	<b>\$ 1,470,525</b>	<b>\$ 545,871</b>
<b>Revenue over (under) expenditures</b>	<b>(86,650)</b>	<b>20,862</b>	<b>-</b>	<b>(259,950)</b>	<b>(317,614)</b>	<b>-</b>	<b>(556,925)</b>	
<b>Beginning fund balance</b>	<b>556,925</b>	<b>595,416</b>	<b>107%</b>	<b>556,925</b>	<b>595,416</b>	<b>107%</b>	<b>556,925</b>	<b>(38,491)</b>
<b>Ending fund balance</b>	<b>\$ 470,275</b>	<b>\$ 616,278</b>	<b>131%</b>	<b>\$ 296,975</b>	<b>\$ 277,802</b>	<b>94%</b>	<b>\$ -</b>	

March 31, 2012

***Emergency Dispatch Fund***

This fund accounts for the emergency dispatch operation. The operation provides dispatching and records management services for the public safety departments serving the Crook County area, with the exception of the State Police. The primary revenue sources are payments by users for services provided, including a transfer from the City's police department in the general fund. The operation is managed by the City's Police Department.

Collection of intergovernmental revenue came in slightly above projections putting overall revenues at approx. 123% of third quarter budget. Expenditures for the quarter are as anticipated. Overall, the emergency dispatch fund has a 48% or \$149,500 increase in fund balance, and the fund performance is as projected.

Revenue	Current Quarter			Year to Date			Annual	
	Budget	Actual	%	Budget	Actual	%	Budget	Balance
Intergovernmental	\$ 161,100	\$ 227,320	141%	\$ 483,300	646,425	134%	\$ 644,400	\$ (2,025)
Charges for services	300	66	22%	900	66	7%	1,200	1,134
Interest	750	526	70%	2,250	824	37%	3,000	2,176
Transfers from other funds	68,950	68,950	100%	206,850	206,850	100%	275,800	68,950
<b>Total revenue</b>	<b>\$ 231,100</b>	<b>\$ 296,862</b>	<b>128%</b>	<b>\$ 693,300</b>	<b>\$ 854,165</b>	<b>123%</b>	<b>\$ 924,400</b>	<b>\$ 70,235</b>
<b>Expenditures</b>								
Personal services	180,225	173,167	96%	540,675	521,667	96%	720,900	199,233
Material & services	26,625	19,237	72%	79,875	61,616	77%	106,500	44,884
Transfers	40,450	40,450	100%	121,350	121,350	100%	161,800	40,450
Contingency							217,967	217,967
<b>Total expenditures</b>	<b>\$ 247,300</b>	<b>\$ 232,854</b>	<b>94%</b>	<b>\$ 741,900</b>	<b>\$ 704,634</b>	<b>95%</b>	<b>\$ 1,207,167</b>	<b>\$ 502,533</b>
<b>Revenue over (under) expenditure:</b>	<b>(16,200)</b>	<b>64,008</b>	<b>-</b>	<b>(48,600)</b>	<b>149,531</b>	<b>-</b>	<b>(282,767)</b>	
<b>Beginning fund balance</b>	<b>282,767</b>	<b>310,074</b>	<b>110%</b>	<b>282,767</b>	<b>310,074</b>	<b>110%</b>	<b>282,767</b>	<b>(27,307)</b>
<b>Ending fund balance</b>	<b>\$ 266,567</b>	<b>\$ 374,082</b>	<b>140%</b>	<b>\$ 234,167</b>	<b>\$ 459,605</b>	<b>196%</b>	<b>\$ -</b>	

March 31, 2012

***Planning Fund***

The Planning Fund accounts for the planning activities of the City. A transfer of funds from General Fund to Planning helps support the short term planning needs of the city. General administrative costs are paid through internal charges to the Internal Services Fund for the following services based upon the cost to the department for using these services; administrative and financial services, risk management, computer and phone services. The costs of these services are at full cost, including replacement cost, thereby providing a more accurate cost of providing services.

Third quarter collection for planning revenues is roughly 103% of third quarter budget or approx. \$217,600. The collection of revenue for planning permits is currently at 140% of the annual budget and in comparison to the third quarter in the prior year licenses and permits have increased by approx. \$6,400.

Expenditures are as anticipated at approximately 98% of the third quarter budget.

Revenue	Current Quarter			Year to Date			Annual Budget	Balance
	Budget	Actual	%	Budget	Actual	%		
Licenses & Permits	\$ 3,500	\$ 2,791	80%	\$ 10,500	19,622	187%	\$ 14,000	\$ (5,622)
Intergovernmental		-					-	
Charges for services	7,200	(437)	-	21,600	17,819	82%	28,800	10,981
Interest	50	71	142%	150	131	87%	200	69
Transfers from other funds	60,000	60,000	100%	180,000	180,000	100%	240,000	60,000
<b>Total revenue</b>	<b>\$ 70,750</b>	<b>\$ 62,424</b>	<b>88%</b>	<b>\$ 212,250</b>	<b>\$ 217,572</b>	<b>103%</b>	<b>\$ 283,000</b>	<b>\$ 65,428</b>
Personal services	48,250	47,036	97%	144,750	141,208	98%	193,000	51,792
Material & services	8,325	5,009	60%	24,975	24,524	98%	33,300	8,776
Transfers	22,375	22,375	100%	67,125	67,125	100%	89,500	22,375
Contingency							43,212	43,212
<b>Total expenditures</b>	<b>\$ 78,950</b>	<b>\$ 74,420</b>	<b>94%</b>	<b>\$ 236,850</b>	<b>\$ 232,857</b>	<b>98%</b>	<b>\$ 359,012</b>	<b>\$ 126,155</b>
<b>Revenue over (under) expenditure:</b>	<b>(8,200)</b>	<b>(11,996)</b>	<b>-</b>	<b>(24,600)</b>	<b>(15,285)</b>	<b>-</b>	<b>(76,012)</b>	
<b>Beginning fund balance</b>	<b>76,012</b>	<b>82,616</b>	<b>109%</b>	<b>76,012</b>	<b>82,616</b>	<b>109%</b>	<b>76,012</b>	
<b>Ending fund balance</b>	<b>\$ 67,812</b>	<b>\$ 70,620</b>	<b>104%</b>	<b>\$ 51,412</b>	<b>\$ 67,331</b>	<b>131%</b>	<b>\$ -</b>	



March 31, 2012

***Transportation SDC Fund***

This fund accounts for the collection and expenditure of transportation system development charges. The primary revenue source is SDC's. Expenditures are for qualified capital improvement projects and related costs.

Third quarter revenues are at approx. 82% of the third quarter budget or \$80,500. The 9<sup>th</sup> street project that was budgeted to start this year has been postponed to next budget year. Revenue collected for SDC's has exceeded the annual budget by approx. \$49,000 as of the third quarter due to the collection of SDC's from Facebook in the second quarter.

Overall, fund performance is as anticipated.

Revenue	Current Quarter			Year to Date			Annual	Balance
	Budget	Actual	%	Budget	Actual	%	Budget	
Intergovernmental	\$ 25,000	\$ -	-	\$ 75,000	\$ 1,192	2%	\$ 100,000	98,808
Interest	200	204	102%	600	359	60%	800	441
System development charges	7,500	2,477	33%	22,500	78,987	351%	30,000	(48,987)
<b>Total revenue</b>	<b>\$ 32,700</b>	<b>\$ 2,681</b>	<b>8%</b>	<b>\$ 98,100</b>	<b>\$ 80,538</b>	<b>82%</b>	<b>\$ 130,800</b>	<b>\$ 50,262</b>
<b>Expenditures</b>								
Material & services	2,500	-	-	7,500	-	-	10,000	10,000
Capital outlay								
Improvements	46,500	-	-	139,500	68,212	49%	186,000	117,788
Transfers	375	-	-	1,125	-	-	1,500	1,500
Contingency							143,485	143,485
<b>Total expenditures</b>	<b>\$ 49,375</b>	<b>\$ -</b>	<b>-</b>	<b>\$ 148,125</b>	<b>\$ 68,212</b>	<b>46%</b>	<b>\$ 340,985</b>	<b>\$ 272,773</b>
<b>Revenue over (under) expenditures</b>	<b>(16,675)</b>	<b>2,681</b>	<b>-</b>	<b>(50,025)</b>	<b>12,326</b>	<b>-</b>	<b>(210,185)</b>	
<b>Beginning fund balance</b>	<b>210,185</b>	<b>206,789</b>	<b>98%</b>	<b>210,185</b>	<b>206,789</b>	<b>98%</b>	<b>210,185</b>	<b>\$ 3,396</b>
<b>Ending fund balance</b>	<b>\$ 193,510</b>	<b>\$ 209,470</b>	<b>108%</b>	<b>\$ 160,160</b>	<b>\$ 219,115</b>	<b>137%</b>	<b>\$ -</b>	



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**Water SDC Fund**

This fund accounts for the collection and expenditure of water system development charges. The primary revenue source is SDC's. Expenditures are for qualified capital improvement projects and related costs.

The collection of SDC's from Apple in the third quarter for the datacenter to be constructed increased system development charges to 116% or \$26,000 of the third quarter budget.

Budget estimates anticipated for refunding were slightly less than actual, along with spending estimates for Habitat Conservation and Crooked River Concepts; this fund will require a budget adjustment prior to year end. Overall expenditures are as anticipated through the third quarter.

	Current Quarter			Year to Date			Annual	Balance
	Budget	Actual	%	Budget	Actual	%	Budget	
<b>Revenue</b>								
Interest	\$ 250	\$ 156	62%	\$ 750	\$ 288	38%	\$ 1,000	\$ 712
System development charges	7,500	20,864	278%	22,500	26,080	116%	30,000	3,920
Transfers	406,250	-	-	1,218,750	1,626,278	133%	1,625,000	(1,278)
<b>Total revenue</b>	<b>\$ 414,000</b>	<b>\$ 21,020</b>	<b>5%</b>	<b>\$ 1,242,000</b>	<b>\$ 1,652,646</b>	<b>133%</b>	<b>\$ 1,656,000</b>	<b>\$ 3,354</b>
<b>Expenditures</b>								
Material & services	2,500	272	11%	7,500	272	4%	10,000	9,728
Capital outlay	-	-	-	-	-	-	-	-
Improvements	11,500	660	6%	34,500	29,958	87%	46,000	16,042
Debt service	-	-	-	-	-	-	-	-
Principal - short-term borrowing	406,250	-	-	1,218,750	1,624,889	133%	1,625,000	111
Interest - short-term borrowing	-	-	-	-	1,389	#DIV/0!	-	(1,389)
Transfers	18,125	-	-	54,375	-	-	72,500	72,500
Contingency	-	-	-	-	-	-	15,964	15,964
<b>Total expenditures</b>	<b>\$ 438,375</b>	<b>\$ 932</b>	<b>0%</b>	<b>\$ 1,315,125</b>	<b>\$ 1,656,508</b>	<b>126%</b>	<b>\$ 1,769,464</b>	<b>\$ 112,956</b>
<b>Revenue over (under) expenditures</b>	<b>\$ (24,375)</b>	<b>\$ 20,089</b>	<b>-</b>	<b>\$ (73,125)</b>	<b>\$ (3,861)</b>	<b>-</b>	<b>\$ (113,464)</b>	
<b>Beginning fund balance</b>	<b>113,464</b>	<b>180,714</b>	<b>159%</b>	<b>113,464</b>	<b>180,714</b>	<b>159%</b>	<b>113,464</b>	<b>(67,250)</b>
<b>Ending fund balance</b>	<b>\$ 89,089</b>	<b>\$ 200,803</b>	<b>225%</b>	<b>\$ 40,339</b>	<b>\$ 176,853</b>	<b>438%</b>	<b>\$ -</b>	

Note: This fund will require a budget adjustment prior to year end, slightly over debt service projection

March 31, 2012

**Wastewater SDC Fund**

This fund accounts for the collection and expenditure of wastewater system development charges. The primary revenue source is SDCs. Expenditures are for qualified capital improvement projects and related costs.

Minimal revenue collection occurred in the third quarter. Year to date revenue for system development charges has exceeded budget estimate by approx. \$456,000 in second quarter collection allowing repayment to the wastewater fund for prior capital improvements.

Capital improvement expenditures are at 58% of current quarter budget. The transfer for repayment to the wastewater for capital improvements will require a budget adjustment prior to year end. Year end projections for capital outlay are expected to come in at approx. \$180,000, anticipated grant revenue has been delayed pushing project to FY 13.

Revenue	Current Quarter			Year to Date			Annual Budget	Balance
	Budget	Actual	%	Budget	Actual	%		
Intergovernmental	\$ 75,000	-	-	\$ 225,000	-	-	\$ 300,000	\$ 300,000
Interest	250	350	140%	750	415	55%	1,000	585
Misc revenue	18,750	-	-	56,250	75,000	133%	75,000	-
System development charges	10,500	-	-	31,500	498,265	1582%	42,000	(456,265)
Transfers	67,500	-	-	202,500	257,574	127%	270,000	12,426
<b>Total revenue</b>	<b>\$ 172,000</b>	<b>\$ 350</b>	<b>0%</b>	<b>\$ 516,000</b>	<b>\$ 831,253</b>	<b>161%</b>	<b>\$ 688,000</b>	<b>\$ (143,253)</b>
<b>Expenditures</b>								
Material & services	-	-	-	-	-	-	-	-
Capital outlay								
Improvements	97,750	56,541	58%	293,250	79,084	27%	391,000	311,916
Debt service	-	-	-	-	-	-	-	-
Principal - short-term borrowing	64,250	-	-	192,750	257,354	134%	257,000	(354)
Interest - short-term borrowing	3,250	-	-	9,750	220	2%	13,000	12,780
Transfers	12,275	-	-	36,825	257,354	699%	49,100	(208,254)
Contingency	-	-	-	-	-	-	13,807	13,807
<b>Total expenditures</b>	<b>\$ 177,525</b>	<b>\$ 56,541</b>	<b>32%</b>	<b>\$ 532,575</b>	<b>\$ 594,012</b>	<b>112%</b>	<b>\$ 723,907</b>	<b>\$ 129,895</b>
<b>Revenue over (under) expenditures</b>	<b>(5,525)</b>	<b>(56,191)</b>	<b>-</b>	<b>(16,575)</b>	<b>237,242</b>	<b>-</b>	<b>(35,907)</b>	
<b>Beginning fund balance</b>	<b>35,907</b>	<b>41,069</b>	<b>114%</b>	<b>35,907</b>	<b>41,069</b>	<b>114%</b>	<b>35,907</b>	<b>(5,162)</b>
<b>Ending fund balance</b>	<b>\$ 30,382</b>	<b>\$ (15,122)</b>	<b>-</b>	<b>\$ 19,332</b>	<b>\$ 278,311</b>	<b>1440%</b>	<b>\$ -</b>	

Note: This fund will require a budget adjustment prior to year end for repayment of debt service to Wastewater fund.

March 31, 2012

**LID Debt Service Fund**

This fund accounts for the repayment of debt issued to finance property owner requested infrastructure projects. The primary revenue source is payment of assessments by benefited property owners.

Third quarter collection of assessment repayments are at approx. 133% of third quarter budget which is 100% if the annual budget.

Expenditures are as anticipated with debt service payments.

Revenue	Current Quarter			Year to Date			Annual Budget	Balance
	Budget	Actual	%	Budget	Actual	%		
Intergovernmental	\$ -	\$ -	-	\$ -	\$ -	-	\$ -	\$ -
Interest	175	126	72%	525	221	42%	700	479
Transfer from other funds	6,250	-	-	18,750	25,000	133%	25,000	-
Assessment repayments	46,725	87,049	186%	140,175	186,928	133%	186,900	(28)
<b>Total revenue</b>	<b>\$ 53,150</b>	<b>\$ 87,175</b>	<b>164%</b>	<b>\$ 159,450</b>	<b>\$ 212,149</b>	<b>133%</b>	<b>\$ 212,600</b>	<b>\$ 451</b>
<b>Expenditures</b>								
Materials and services	100	400	400%	300	400	133%	400	-
Debt service								
Principal								
Spruce Lane LID - 2001	2,300	-	-	6,900	9,200	133%	9,200	-
10th St/Madras Hwy LID - 2003	2,150	2,146	100%	6,450	6,351	98%	8,600	2,249
Northridge LID - 2003	17,500	70,000	400%	52,500	70,000	133%	70,000	-
Ochoco Hwy LID - 2004	650	-	-	1,950	2,578	132%	2,600	22
Ironhorse LID - 2006	15,750	31,915	203%	47,250	62,925	133%	63,000	75
Interest								
Spruce Lane LID - 2001	1,000	-	-	3,400	242	7%	300	59
10th Street/Madras Hwy LID - 200	325	312	96%	975	1,022	105%	1,300	278
Northridge LID - 2003	4,725	3,187	67%	14,175	6,375	45%	18,900	12,526
Ochoco Hwy LID - 2004	75	-	-	225	13	6%	300	287
Ironhorse LID - 2006	21,750	43,042	198%	65,250	86,989	133%	87,000	11
Transfer	-	-	-	-	-	-	-	-
Contingency							111,428	111,428
<b>Total expenditures</b>	<b>66,325</b>	<b>151,002</b>	<b>228%</b>	<b>199,375</b>	<b>246,094</b>	<b>123%</b>	<b>373,028</b>	<b>126,934</b>
<b>Revenue over (under) expenditure:</b>	<b>(13,175)</b>	<b>(63,827)</b>	<b>-</b>	<b>(39,925)</b>	<b>(33,944)</b>	<b>-</b>	<b>(160,428)</b>	
<b>Beginning fund balance</b>	<b>160,428</b>	<b>173,411</b>	<b>108%</b>	<b>160,428</b>	<b>173,411</b>	<b>108%</b>	<b>160,428</b>	<b>(12,983)</b>
<b>Ending fund balance</b>	<b>\$ 147,253</b>	<b>\$ 109,584</b>	<b>74%</b>	<b>\$ 120,503</b>	<b>\$ 139,467</b>	<b>116%</b>	<b>\$ -</b>	



***Railroad Fund***

This fund accounts for the activities of the City's railroad operation. Primary revenue sources are payments for the use of railroad facilities and related services. Expenditures are for the railroad operation, including repair and capital improvements. Additionally, transfers to other City operations are budgeted.

Third quarter revenue is down in comparison to third quarter budget at approx. 66% or \$952,000 this is largely due to a decrease in revenue from charges for services as rail car traffic has decreased. In comparison to third quarter prior year, the railroad's revenue is up by approx. \$419,600. This increase in revenue over prior year is due to an increase in intergovernmental revenue from the Connect Oregon III Project.

Third quarter expenditures are at approx. 61% of third quarter budget.

Revenue	Current Quarter			Year to Date			Annual Budget	Balance
	Budget	Actual	%	Budget	Actual	%		
Charges for services	\$ 125,550	\$ 80,888	64%	\$ 376,650	239,166	63%	\$ 502,200	\$ 263,034
Use of money & property	16,625	19,342	116%	49,875	111,769	224%	66,500	(45,269)
Intergovernmental	334,125	214,624	64%	1,002,375	582,411	58%	1,336,500	754,089
Miscellaneous	2,500	1,311	52%	7,500	18,830	251%	10,000	(8,830)
<b>Total revenue</b>	<b>\$ 478,800</b>	<b>\$ 316,165</b>	<b>66%</b>	<b>\$ 1,436,400</b>	<b>\$ 952,177</b>	<b>66%</b>	<b>\$ 1,915,200</b>	<b>\$ 963,023</b>
<b>Expenditures</b>								
Personal services	76,725	85,645	112%	230,175	259,204	113%	306,900	47,696
Material and services	50,525	54,097	107%	151,575	142,376	94%	202,100	59,724
Capital outlay								
Improvements	319,125	149,081	47%	957,375	380,598	40%	1,276,500	895,902
Transfers	28,100	28,100	100%	84,300	86,023	102%	112,400	26,377
Contingency							672,133	672,133
<b>Total expenditures</b>	<b>\$ 474,475</b>	<b>\$ 316,923</b>	<b>67%</b>	<b>\$ 1,423,425</b>	<b>\$ 868,201</b>	<b>61%</b>	<b>\$ 2,570,033</b>	<b>\$ 1,701,832</b>
<b>Revenue over (under) expenditures</b>	<b>4,325</b>	<b>(758)</b>	<b>-</b>	<b>12,975</b>	<b>83,975</b>	<b>-</b>	<b>(654,833)</b>	
<b>Beginning fund balance</b>	<b>654,833</b>	<b>714,361</b>	<b>109%</b>	<b>654,833</b>	<b>714,361</b>	<b>109%</b>	<b>654,833</b>	
<b>Ending fund balance</b>	<b>\$ 659,158</b>	<b>\$ 713,603</b>	<b>108%</b>	<b>\$ 667,808</b>	<b>\$ 798,336</b>	<b>120%</b>	<b>\$ -</b>	

March 31, 2012

## Airport fund

This fund accounts for the activities of the airport. The airport's main source of operating revenue is through charges for services that revolve around fuel sales and hanger leases.

Third quarter revenue collection for charges of services came in at approx. 100% of quarter budget or \$104,400. Overall revenues are at approx. 74% of third quarter budget or \$257,400 while expenditures are at approx. 68% or \$246,100.

Operating revenues and expenses are in line and fund performance is as anticipated. A transfer from general fund is anticipated of \$25,000 with the county matching the amount transferred.

	Current Quarter			Year to Date			Annual	
	Budget	Actual	%	Budget	Actual	%	Budget	Balance
Intergovernmental	\$ 12,500	\$ -	-	\$ 37,500	\$ -	-	\$ 50,000	\$ 50,000
Charges for services	104,125	104,452	100%	312,375	257,324	82%	416,500	159,176
Other revenues	25	79	316%	75	79	105%	100	21
Transfers	-	-	-	-	-	-	-	-
<b>Total revenue</b>	<b>\$ 116,650</b>	<b>\$ 104,531</b>	<b>90%</b>	<b>\$ 349,950</b>	<b>\$ 257,403</b>	<b>74%</b>	<b>\$ 466,600</b>	<b>\$ 209,197</b>
Personal Service	17,500	17,145	98%	52,500	17,145	33%	70,000	52,855
Materials and Services	90,800	88,659	98%	272,400	213,999	79%	363,200	149,201
Capital outlay	12,500	14,957	120%	37,500	14,957	40%	50,000	35,043
Contingency	-	-	-	-	-	-	43,878	43,878
<b>Total expenditures</b>	<b>\$ 120,800</b>	<b>\$ 120,761</b>	<b>100%</b>	<b>\$ 362,400</b>	<b>\$ 246,101</b>	<b>68%</b>	<b>\$ 527,078</b>	<b>\$ 280,977</b>
<b>Revenue over (under) expenditures</b>	<b>(4,150)</b>	<b>(16,230)</b>	<b>-</b>	<b>(12,450)</b>	<b>11,302</b>	<b>-</b>	<b>(60,478)</b>	
<b>Beginning fund balance</b>	<b>60,478</b>	<b>51,243</b>	<b>85%</b>	<b>60,478</b>	<b>51,243</b>	<b>85%</b>	<b>60,478</b>	<b>9,235</b>
<b>Ending fund balance</b>	<b>\$ 56,328</b>	<b>\$ 35,013</b>	<b>62%</b>	<b>\$ 48,028</b>	<b>\$ 62,545</b>	<b>130%</b>	<b>\$ -</b>	

March 31, 2012

**Water Fund**

This fund accounts for the activities of the City's water utility. The primary source of revenue is water sales and expenditures are for the operation of system including repair and maintenance of infrastructure.

Revenue collection is as anticipated at approx. 117% of third quarter budget. Operating expenditures are at approx. 105% of third quarter budget which also is as anticipated as capital improvements for the water well project began in the third quarter.

The refunding and restructured debt obligations in the first quarter included approximately \$1.74 million of existing debt and \$1.0 million in new debt to fund projects aimed to improve infrastructure and efficiency. This has contributed largely to the year to date change in fund balance.

	Current Quarter			Year to Date			Annual Budget	Balance
	Budget	Actual	%	Budget	Actual	%		
<b>Revenue</b>								
Charges for services	\$ 396,675	\$ 315,740	80%	\$ 1,190,025	\$ 1,212,113	102%	\$ 1,586,700	\$ 374,587
Interest	2,000	1,487	74%	6,000	2,472	41%	8,000	5,528
SDC reimbursement	17,750	-	-	53,250	-	-	71,000	71,000
Miscellaneous	125	70	56%	375	3,786	1010%	500	(3,286)
Debt proceeds	733,750	-	-	2,201,250	2,835,176	129%	2,935,000	99,824
<b>Total revenue</b>	<b>\$ 1,150,300</b>	<b>\$ 317,297</b>	<b>28%</b>	<b>\$ 3,450,900</b>	<b>\$ 4,053,547</b>	<b>117%</b>	<b>\$ 4,601,200</b>	<b>\$ 547,653</b>
<b>Expenditures</b>								
Personal services	84,675	73,700	87%	254,025	223,602	88%	338,700	115,098
Materials and services	123,800	70,719	57%	371,400	271,924	73%	495,200	223,276
Franchise fees expense	18,925	18,925		56,775	56,775		75,700	18,925
Capital outlay								
Equipment	-	-	-	-	-	-	-	-
Improvements	181,625	196,741	108%	544,875	370,646	68%	726,500	355,854
Debt service								
Principal								
Refunding bond 2011								
Water revenue bond 2003	8,750	35,000	400%	26,250	35,000	133%	35,000	-
Interest								
Refunding bond 2011	31,500			94,500	100,918		126,000	25,082
Water revenue bond 2003	7,250	14,445	199%	21,750	28,890	133%	29,000	110
Transfers	578,025	130,025	22%	1,734,075	2,181,236	126%	2,312,100	130,864
Contingency							1,027,469	1,027,469
<b>Total expenditures</b>	<b>\$ 1,034,550</b>	<b>\$ 539,554</b>	<b>52%</b>	<b>\$ 3,103,650</b>	<b>\$ 3,268,991</b>	<b>105%</b>	<b>\$ 5,165,669</b>	<b>\$ 1,896,678</b>
<b>Revenue over (under) expenditures</b>	<b>115,750</b>	<b>\$ (222,257)</b>	<b>-</b>	<b>347,250</b>	<b>784,556</b>	<b>-</b>	<b>(564,469)</b>	
<b>Beginning fund balance</b>	<b>564,469</b>	<b>769,841</b>	<b>136%</b>	<b>564,469</b>	<b>769,841</b>	<b>136%</b>	<b>564,469</b>	<b>(205,372)</b>
<b>Ending fund balance</b>	<b>\$ 680,219</b>	<b>\$ 547,584</b>	<b>81%</b>	<b>\$ 911,719</b>	<b>\$ 1,554,397</b>	<b>170%</b>	<b>\$ -</b>	



March 31, 2012

**Wastewater Fund**

This fund accounts for the activities of the City's wastewater and treatment facilities. The primary source of revenue is sales and expenditures are for the operation of system including repair and maintenance of infrastructure and debt service related to infrastructure costs.

Third quarter revenue is approx. 122% of third quarter budget with expenditures are at approx. 124%. Collection of SDC's in the second quarter improved overall fund balance though overall fund balance for wastewater is down due to debt service payments in the third quarter.

This fund will require a budget adjustment because the refunding came in differently than originally anticipated due to the fact that the budget was completed before the refunding was.

Revenue	Current Quarter			Year to Date			Annual	
	Budget	Actual	%	Budget	Actual	%	Budget	Balance
Charges for services	\$ 686,800	\$ 707,640	103%	\$ 2,060,400	\$ 2,057,633	100%	\$ 2,747,200	\$ 689,567
Interest	1,500	415	28%	4,500	747	17%	6,000	5,253
Miscellaneous	12,625	8,814	70%	37,875	34,188	90%	50,500	16,312
Credit and Expenses	-	160	#DIV/0!	0	6,263	#DIV/0!	0	(6,263)
SDCs - reimbursement fees	2,500	-	-	7,500	202,049	2694%	10,000	(192,049)
Debt Proceeds	1,347,500	-	-	4,042,500	4,985,914	123%	5,390,000	404,086
Taxes	-	980	#DIV/0!	0	7,463	#DIV/0!	0	(7,463)
Transfers	11,750	-	-	35,250	257,354	730%	47,000	(210,354)
<b>Total revenue</b>	<b>\$ 2,062,675</b>	<b>\$ 718,009</b>	<b>35%</b>	<b>\$ 6,188,025</b>	<b>\$ 7,551,611</b>	<b>122%</b>	<b>\$ 8,250,700</b>	<b>\$ 699,089</b>
<b>Expenditures</b>								
Personal services	66,500	50,106	75%	199,500	178,025	89%	266,000	87,975
Materials and services	142,625	71,407	50%	427,875	381,608	89%	570,500	188,892
Franchise fees expense	20,500	20,500		61,500	61,500	100%	82,000	20,500
Capital outlay	-	-	-	-	-	-	-	-
Improvements	32,125	2,908	9%	96,375	51,308	53%	128,500	77,192
Debt service	-	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-	-
SRRB 1998	128,750	-	-	386,250	515,000	133%	515,000	-
SRF 1992	78,750	-	-	236,250	314,813	133%	315,000	187
SPWF 1992	21,025	-	-	63,075	83,027	132%	84,100	1,073
DEQ CWSRF R74682/1	1,061,750	-	-	3,185,250	4,247,035	133%	4,247,000	(35)
DEQ CWSRF R74682/2	94,075	189,514	201%	282,225	376,282	133%	376,300	18
Interest	-	-	-	-	-	-	-	-
SRRB 1998	250	-	-	750	12,283	1638%	1,000	(11,283)
SRF 1992	-	-	-	-	4,011	#DIV/0!	-	(4,011)
SPWF 1992	1,375	-	-	4,125	5,247	127%	5,500	253
DEQ CWSRF R74682/1	-	-	-	-	52,460	#DIV/0!	-	(52,460)
DEQ CWSRF R74682/2	52,750	104,096	197%	158,250	210,938	133%	211,000	62
Refunding 2011 / interest	63,750	-	-	191,250	187,230	98%	255,000	67,770
Refinance	-	-	-	-	-	-	-	-
Fees	-	-	-	-	-	-	-	-
DEQ CWSRF R74682/2	9,100	-	-	27,300	36,341	133%	36,400	59
Transfers	357,725	235,475		1,073,175	1,179,469	110%	1,430,900	251,431
Contingency	-	-	-	-	-	-	376,678	376,678
<b>Total expenditures</b>	<b>2,131,050</b>	<b>674,006</b>	<b>32%</b>	<b>6,393,150</b>	<b>7,896,577</b>	<b>124%</b>	<b>8,900,878</b>	<b>1,004,301</b>
<b>Revenue over (under) expenditures</b>	<b>(68,375)</b>	<b>44,003</b>	<b>-64%</b>	<b>(205,125)</b>	<b>(344,967)</b>	<b>-</b>	<b>(650,178)</b>	<b>(305,211)</b>
<b>Other resources / (requirements)</b>								
Debt service reserve	384,000	-	-	384,000	-	-	384,000	
<b>Net other resources/(requirements)</b>	<b>384,000</b>	<b>-</b>	<b>-</b>	<b>384,000</b>	<b>-</b>	<b>-</b>	<b>384,000</b>	
<b>Beginning fund balance</b>	<b>1,034,178</b>	<b>1,288,009</b>	<b>125%</b>	<b>1,034,178</b>	<b>1,288,009</b>	<b>125%</b>	<b>1,034,178</b>	<b>(253,831)</b>
<b>Ending fund balance</b>	<b>\$ 965,803</b>	<b>\$ 1,332,012</b>	<b>138%</b>	<b>\$ 829,053</b>	<b>\$ 943,042</b>	<b>114%</b>	<b>\$ -</b>	

March 31, 2012

***Golf Course and Restaurant Fund***

This fund accounts for the activities of Meadow Lakes Golf Course and Restaurant. Revenue is generated through user fees, restaurant sales, and operating payment from the City's wastewater fund for treatment.

Revenues are at approx. 101% of third quarter budget. The revenue percentages are skewed by the debt proceeds while actual operating revenues are down. The adopted revenue budget was aggressive and revenue for the golf course fund was down significantly in the first quarter. An internal revision to budgeted revenue and expenditures was made to protect fund balance. In the third quarter revenues are tracking to the revised budget while expenditures are over in some areas.

Revenue	Current Quarter			Year to Date			Annual Budget	Balance
	Budget	Actual	%	Budget	Actual	%		
Charges for services								
Golf Course	\$ 203,500	\$ 76,746	38%	\$ 610,500	\$ 477,381	78%	\$ 814,000	\$ 336,619
Waste disposal	87,500	87,501	100%	262,500	262,501	100%	350,000	87,499
Restaurant	77,750	50,495	65%	233,250	209,694	90%	311,000	101,306
Other	-	24	#DIV/0!	-	(43)	-	-	43
Interest	250	724	290%	750	1,279	-	1,000	(279)
Miscellaneous	475	1,812	381%	1,425	3,524	-	1,900	(1,624)
Debt Proceeds	185,000	-	-	555,000	722,371	130%	740,000	17,629
<b>Total revenue</b>	<b>\$ 554,475</b>	<b>\$ 217,302</b>	<b>39%</b>	<b>\$ 1,663,425</b>	<b>\$ 1,676,707</b>	<b>101%</b>	<b>\$ 2,217,900</b>	<b>\$ 541,193</b>
<b>Expenditures</b>								
Golf Course	257,900	203,106	79%	773,700	541,842	70%	1,031,600	489,758
Waste disposal	117,050	74,815	64%	351,150	330,069	94%	468,200	138,131
Restaurant	90,100	62,919	70%	270,300	260,374	96%	360,400	100,026
Debt service	-	-	-	-	-	-	-	-
Principal - note payable	57,500	-	-	172,500	216,309	125%	230,000	13,691
Interest - note payable	-	-	-	-	403	#DIV/0!	-	(403)
Principal -Credit facility	8,750	19,549	223%	26,250	19,549	74%	35,000	15,451
Interest - Credit facility	1,750	4,410	252%	5,250	4,410	84%	7,000	2,590
Principal - 2011 bond	2,500	-	-	7,500	-	-	10,000	10,000
Interest - 2011 bond	2,500	-	-	7,500	27,378	365%	10,000	(17,378)
Contingency	-	-	-	-	-	-	360,354	360,354
<b>Total expenditures</b>	<b>\$ 538,050</b>	<b>\$ 364,800</b>	<b>68%</b>	<b>\$ 1,614,150</b>	<b>\$ 1,400,334</b>	<b>87%</b>	<b>\$ 2,512,554</b>	<b>\$ 1,112,220</b>
<b>Revenue over (under) expenditures</b>	<b>16,425</b>	<b>(147,498)</b>	<b>-</b>	<b>49,275</b>	<b>276,373</b>	<b>-</b>	<b>(294,654)</b>	
<b>Beginning fund balance</b>	<b>294,654</b>	<b>280,391</b>	<b>95%</b>	<b>294,654</b>	<b>280,391</b>	<b>95%</b>	<b>294,654</b>	<b>14,263</b>
<b>Ending fund balance</b>	<b>\$ 311,079</b>	<b>\$ 132,893</b>	<b>43%</b>	<b>\$ 343,929</b>	<b>\$ 556,764</b>	<b>162%</b>	<b>\$ -</b>	

March 31, 2012

***Freight Depot Fund***

This fund accounts for the activities of the City’s freight loading and storage activities. A part of a coordinated strategy to increase railroad activity, the City launched a freight storage and reload operation in 2005. The facility has been successful in bringing additional traffic to the railroad as well as providing non-rail served industry in Central Oregon a connection to the National Rail network.

Operating revenue generated from charges for services has increase in the third quarter over the second quarter, though operating revenues are still down in comparison to prior year. Third quarter operating revenues are in line with operating expenditures.

This fund will require a budget adjustment prior to year end due to refunding estimates, and possible operating expenses.

Revenue	Current Quarter			Year to Date			Annual Budget	Balance
	Budget	Actual	%	Budget	Actual	%		
Charges for services	\$ 27,000	\$ 26,853	99%	\$ 81,000	\$ 73,636	91%	\$ 108,000	\$ 34,364
Interest	25	142	568%	75	157	209%	100	(57)
Transfers	109,000	50,000	46%	327,000	430,353	132%	436,000	5,647
Debt Proceeds	-	-	-	-	451,438	#DIV/0!	-	(451,438)
Miscellaneous	10,000	47	0%	30,000	263	1%	40,000	39,737
<b>Total revenue</b>	<b>\$ 146,025</b>	<b>\$ 77,043</b>	<b>53%</b>	<b>\$ 438,075</b>	<b>\$ 955,847</b>	<b>218%</b>	<b>\$ 584,100</b>	<b>\$ (371,747)</b>
<b>Expenditures</b>								
Personal services	18,500	14,288	77%	55,500	41,023	74%	74,000	32,977
Materials and services	14,300	10,321	72%	42,900	45,467	106%	57,200	11,733
Debt Service	0	-	-	0	0	-	-	0
Principal Hwy 126	91,750	-	-	275,250	367,253	133%	367,000	(253)
Interest Hwy 126	4,750	-	-	14,250	13,100	92%	19,000	5,900
Principal Credit facility	7,500	41,122	548%	22,500	486,563	2163%	30,000	(456,563)
Interest Credit facility	5,000	9,276	186%	15,000	11,398	76%	20,000	8,602
Transfers	3,450	3,450	100%	10,350	10,350	100%	13,800	3,450
Contingency					0		32,804	32,804
<b>Total expenditures</b>	<b>\$ 145,250</b>	<b>\$ 78,457</b>	<b>54%</b>	<b>\$ 435,750</b>	<b>\$ 975,154</b>	<b>224%</b>	<b>\$ 613,804</b>	<b>\$ (361,350)</b>
<b>Revenue over (under) expenditure:</b>	<b>775</b>	<b>(1,414)</b>	<b>-</b>	<b>2,325</b>	<b>(19,307)</b>	<b>-</b>	<b>(36,986)</b>	<b>(10,397)</b>
<b>Beginning fund balance</b>	<b>29,704</b>	<b>23,853</b>	<b>80%</b>	<b>29,704</b>	<b>23,853</b>	<b>80%</b>	<b>36,986</b>	
<b>Ending fund balance</b>	<b>\$ 30,479</b>	<b>\$ 22,439</b>	<b>74%</b>	<b>\$ 32,029</b>	<b>\$ 4,546</b>	<b>14%</b>	<b>\$ -</b>	



March 31, 2012

*Administration and Financial Support Services Fund*

This fund accounts for the activities of the City Manager's office, human resources, recorder, finance, Council directed contributions, and information technology services. The primary source of revenue is charges to other funds for services.

Third quarter revenue is approx. 100% or \$390,000 of quarter budget projections, expenditures are under quarter budget at approx. 83% or \$355,000. Overall, fund is as anticipated.

Revenue	Current Quarter			Year to Date			Annual Budget	Balance
	Budget	Actual	%	Budget	Actual	%		
Charges for services	\$ 390,125	\$ 390,093	100%	\$ 1,170,375	\$ 1,182,546	101%	\$ 1,560,500	\$ 377,954
Interest	250	322	129%	750	556	74%	1,000	444
<b>Total revenue</b>	<b>\$ 390,375</b>	<b>\$ 390,415</b>	<b>100%</b>	<b>\$ 1,171,125</b>	<b>\$ 1,183,102</b>	<b>101%</b>	<b>\$ 1,561,500</b>	<b>\$ 378,398</b>
<b>Expenditures</b>								
City Council	19,225	10,091	52%	57,675	39,397	68%	76,900	37,503
Administration/team services	171,700	137,389	80%	515,100	464,199	90%	686,800	222,601
Financial services	126,550	124,637	98%	379,650	377,790	100%	506,200	128,410
Information technology	112,200	83,118	74%	336,600	295,203	88%	418,800	123,597
Contingency							157,154	157,154
<b>Total expenditures</b>	<b>\$ 429,675</b>	<b>\$ 355,235</b>	<b>83%</b>	<b>\$ 1,289,025</b>	<b>\$ 1,176,589</b>	<b>91%</b>	<b>\$ 1,845,854</b>	<b>\$ 669,265</b>
<b>Revenue over (under) expenditures</b>	<b>(39,300)</b>	<b>35,180</b>	<b>-</b>	<b>(117,900)</b>	<b>6,513</b>	<b>-</b>	<b>(282,164)</b>	<b>(290,867)</b>
<b>Beginning fund balance</b>	<b>284,354</b>	<b>323,121</b>	<b>114%</b>	<b>284,354</b>	<b>323,121</b>	<b>114%</b>	<b>284,354</b>	<b>(38,767)</b>
<b>Ending fund balance</b>	<b>\$ 245,054</b>	<b>\$ 358,301</b>	<b>146%</b>	<b>\$ 166,454</b>	<b>\$ 329,634</b>	<b>198%</b>		

**City Hall Fund**

This fund accounts for the operating costs of the city hall facility and related debt service. Revenue is received through rental charges to user departments and activities.

Third quarter revenues and expenditures are as anticipated.

Revenue	Current Quarter			Year to Date			Annual	
	Budget	Actual	%	Budget	Actual	%	Budget	Balance
Rent	\$ 40,700	\$ 40,700	100%	\$ 122,100	\$ 122,100	100%	\$ 162,800	\$ 40,700
Interest	125	81	-	375	169	45%	500	331
<b>Total revenue</b>	<b>\$ 40,825</b>	<b>\$ 40,781</b>	<b>100%</b>	<b>\$ 122,475</b>	<b>\$ 122,269</b>	<b>100%</b>	<b>\$ 163,300</b>	<b>\$ 41,031</b>
<b>Expenditures</b>								
Personal services	-	-	-	-	-	-	-	-
Materials and services	13,575	11,273	83%	40,725	49,442	121%	54,300	4,858
Debt service								
Principal - USDA 2005	9,275	-	-	27,825	37,074	133%	37,100	26
Interest - USDA - 2005	16,975	-	-	50,925	67,864	133%	67,900	36
Contingency							13,925	13,925
<b>Total expenditures</b>	<b>\$ 39,825</b>	<b>11,273</b>	<b>28%</b>	<b>\$ 119,475</b>	<b>\$ 154,380</b>	<b>129%</b>	<b>\$ 173,225</b>	<b>\$ 18,845</b>
<b>Revenue over (under) expenditures</b>	<b>1,000</b>	<b>29,508</b>	<b>-</b>	<b>3,000</b>	<b>(32,110)</b>	<b>-</b>	<b>(20,532)</b>	<b>22,185</b>
<b>Other requirements</b>								
Debt service reserve	63,000	-	-	63,000	-	-	63,000	63,000
<b>Beginning fund balance</b>	<b>72,925</b>	<b>66,106</b>	<b>91%</b>	<b>72,925</b>	<b>66,106</b>	<b>91%</b>	<b>72,925</b>	<b>6,819</b>
<b>Ending fund balance</b>	<b>\$ 73,925</b>	<b>\$ 95,614</b>	<b>129%</b>	<b>\$ 75,925</b>	<b>\$ 33,996</b>	<b>45%</b>	<b>\$ -</b>	

March 31, 2012

***Public Works Support Services Fund***

This fund accounts for the activities of the Public Works management and support staff, fleet and vehicle maintenance and public works office space operating costs. The primary source of revenue is charges to other funds for services.

Third quarter revenues are slightly above quarter budget at approx. 105% or \$176,600. Expenses are slightly below quarter budget at approx. 88% or \$171,900.

	Current Quarter			Year to Date			Annual	
	Budget	Actual	%	Budget	Actual	%	Budget	Balance
<b>Revenue</b>								
Charges for services	\$ 167,625	\$ 168,309	100%	\$ 502,875	\$ 473,719	94%	\$ 670,500	\$ 196,781
Interest	150	144	96%	450	263	58%	600	337
Miscellaneous	375	8,189	2184%	1,125	12,327	1096%	1,500	(10,827)
<b>Total revenue</b>	<b>\$ 168,150</b>	<b>\$ 176,642</b>	<b>105%</b>	<b>\$ 504,450</b>	<b>\$ 486,309</b>	<b>96%</b>	<b>\$ 672,600</b>	<b>\$ 186,291</b>
<b>Expenditures</b>								
Public Works Support Services	129,875	128,349	99%	389,625	378,008	97%	519,500	141,492
Public Works Fleet & Vehicles	59,750	37,873	63%	156,750	93,834	60%	194,000	100,166
Public Works Facilities	5,750	5,649	98%	17,250	14,383	83%	23,000	8,617
Contingency							58,185	58,185
<b>Total expenditures</b>	<b>\$ 195,375</b>	<b>\$ 171,871</b>	<b>88%</b>	<b>\$ 563,625</b>	<b>\$ 486,225</b>	<b>86%</b>	<b>\$ 794,685</b>	<b>\$ 308,460</b>
<b>Revenue over (under) expenditures</b>	<b>(27,225)</b>	<b>4,771</b>	<b>-</b>	<b>(59,175)</b>	<b>84</b>	<b>-</b>	<b>(135,677)</b>	<b>(122,169)</b>
<b>Beginning fund balance</b>	<b>122,085</b>	<b>84,231</b>	<b>69%</b>	<b>122,085</b>	<b>84,231</b>	<b>69%</b>	<b>122,085</b>	<b>37,854</b>
<b>Ending fund balance</b>	<b>\$ 94,860</b>	<b>\$ 89,002</b>	<b>94%</b>	<b>\$ 62,910</b>	<b>\$ 84,315</b>	<b>134%</b>	<b>\$ -</b>	