



2011-2012 Quarterly Financial Report
Fifth Quarter 2011-2012
January 2011 through March 2012

The City of Hoquiam, Washington

609 8th Street

Hoquiam, Washington

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CITY OF HOQUIAM

Fifth Quarter Financial Report - January 2011 through March 2012

EXECUTIVE SUMMARY

This document provides a detailed review of City financial activity for the first fifteen months of the 2011-12 biennium. The report has been formatted to be consistent with the adopted budget for ease of comparison and review of information. Each set of facing pages provides a complete review of an individual fund and its year to date activity. The only exception to this is the General fund, which is presented in two sections: (1) revenues & transfers in and (2) appropriations and transfers out.

Current Status: At the end of March, on a City-wide basis, both revenues and expenditures are within parameters for budget projections. The adjacent All Funds Expenditure Summary page provides a summary of year to date expenditure vs. appropriation information for the City, and indicates that overall, the City has expended 56.7% of biennial operating appropriations. As of March 31, only a small percentage of capital improvement and debt service expenditures had been made.

Analysis: There is only one fund showing higher than expected expenditures: the Unemployment Fund. The Unemployment Fund is higher than expected because of the unemployment claim of a former grant funded employee and a terminated fire department employee.

Bottom Line: For the first fifteen months of this biennium, revenues are down in most funds compared to the prior biennium but are within acceptable parameters. The City is definitely feeling the effects of the Grays Harbor Paper mill closure.

Sales taxes are down 4.8% in 2011-12 over comparable 2009-10 levels. However, B&O Tax receipts are down 20% from the same period. Total utility taxes are only down 1% over the same period last biennium. To summarize, the General Fund revenue is down almost 6% from the previous biennium but is within normal parameters for the 5th Quarter, due to reductions in our budget estimates after the paper mill closure.

Ambulance Fees are up 2.0% through the 5th Quarter of 2011-12 compared to the previous biennium reflecting a corresponding increase in call volume. Investment income however has decreased dramatically in all the operating funds as short term interest rates dropped from over 5% in 2008 to under 1% today.

All operating departments are within normal expenditure levels through the first quarter. In the General Fund, the combined operating departments expended 4.8% less through the 5th Quarter of 2011-12 than they did combined through the 5th Quarter of 2009-10. However, this can almost all be explained by an increase in

ALL FUNDS EXPENDITURE SUMMARY

CITY OF HOQUIAM

2011-2012 5th QUARTER FINANCIAL REPORT

<u>OPERATING FUNDS</u>	<u>No.</u>	<u>2011-12 Q5 BTD</u>	<u>2009-10 Q5 BTD</u>	<u>Increase (Decrease)</u>	<u>% Increase (Decrease)</u>	<u>2011-12 Budget</u>	<u>% to Budget</u>
General Fund	001	\$8,012,723	\$8,121,132	-\$108,410	-1.3%	\$13,664,850	58.6%
Cemetery	101	\$226,957	\$236,858	-\$9,901	-4.2%	\$372,890	60.9%
Mausoleum	102	\$10,408	\$14,703	-\$4,295	-29.2%	\$29,000	35.9%
Cemetery Equipment Reserve	103	\$0	\$0	\$0	-	\$14,460	0.0%
Cemetery Preneed	104	\$38,577	\$38,819	-\$242	-0.6%	\$193,555	19.9%
Parks Special Programs	105	\$0	\$0	\$0	-	\$0	-
Street Fund	106	\$488,719	\$388,646	\$100,073	25.7%	\$736,980	66.3%
Ambulance	109	\$2,397,375	\$2,255,994	\$141,381	6.3%	\$3,777,695	63.5%
Stadium/Tourism	112	\$16,796	\$11,729	\$5,067	43.2%	\$26,950	62.3%
Comm. Devel. Repay	130	\$146,502	\$165,526	-\$19,023	-11.5%	\$248,755	58.9%
Water	401-25	\$2,229,850	\$2,331,004	-\$101,154	-4.3%	\$3,787,645	58.9%
Sewer	401-26	\$1,831,281	\$1,595,045	\$236,236	14.8%	\$3,172,730	57.7%
Storm	401-27	\$433,682	\$537,307	-\$103,625	-19.3%	\$749,840	57.8%
Watershed	402	\$899,101	\$1,242,538	-\$343,437	-27.6%	\$2,644,550	34.0%
Landfill Postclosure	417	\$30,236	\$61,858	-\$31,622	-51.1%	\$57,340	52.7%
Equipment Rental	501	\$428,557	\$714,735	-\$286,178	-40.0%	\$786,945	54.5%
Equipment Rental Reserve	505	\$26,301	\$343,415	-\$317,115	-92.3%	\$322,500	8.2%
Medical/Dental Benefits	520	\$117,109	\$105,126	\$11,983	11.4%	\$172,000	68.1%
Unemployment Fund	522	\$18,522	\$20,412	-\$1,890	-9.3%	\$23,195	79.9%
Police & Fire Retiree	611	\$766,125	\$595,153	\$170,972	28.7%	\$1,172,500	65.3%
Library Memorial	625	\$0	\$0	\$0	-	\$0	-
<u>Parks Endowment</u>	<u>627</u>	<u>\$6,000</u>	<u>\$25,772</u>	<u>-\$19,772</u>	<u>-76.7%</u>	<u>\$23,225</u>	<u>25.8%</u>
TOTAL OPERATING FUNDS		\$18,124,820	\$18,805,772	-\$680,951	-3.6%	\$31,977,605	56.7%
<u>CAPITAL IMPROVEMENT FUNDS</u>							
Arterial Strets	107	\$24,107	\$377	\$23,731	6301.8%	\$38,600	62.5%
Paths & Trails	108	\$0	\$0	\$0	-	\$13,755	0.0%
General Capital Reserve	114	\$0	\$0	\$0	-	\$385,070	0.0%
Sidewalk Construction Fund	302	\$388,591	\$112,437	\$276,154	245.6%	\$449,375	86.5%
Train Station	308	\$0	\$0	\$0	-	\$0	-
Water Capital Projects	401-25	\$424,143	\$426,250	-\$2,107	-0.5%	\$1,616,315	26.2%
Sewer Capital Projects	401-26	\$151,228	\$232,992	-\$81,764	-35.1%	\$540,325	28.0%
<u>Storm Capital Projects</u>	<u>401-27</u>	<u>\$49,046</u>	<u>\$29,381</u>	<u>\$19,665</u>	<u>66.9%</u>	<u>\$75,000</u>	<u>65.4%</u>
TOTAL CAPITAL IMPROVEMENT FUNDS		\$1,037,115	\$801,437	\$235,679	29.4%	\$3,118,440	33.3%
TOTAL DEBT SERVICE FUNDS		\$100,067	\$100,930	-\$863	-0.9%	\$176,110	56.8%
TOTAL ALL FUNDS		\$19,262,002	\$19,708,138	-\$446,136	-2.3%	\$35,272,155	54.6%

General Fund

Overview:

The following four pages summarize all 2011-12 General Fund projected revenues, appropriations, and expenditures by department through March.

For 2011-12, total revenues and transfers in were budgeted at \$13,282,340, while appropriations and transfers out were adopted at \$13,664,850, leaving an ending balance of \$1,915,730.

Biennial operating budget appropriations of \$11,771,420 represent a 1.9% decrease over comparable 2009-10 appropriations. This can be attributed to an increase in spending in 2009-10 including: the roofs on City buildings that were replaced after the December 2007 windstorm, an update to the Zoning code and improvements to City parks.

Transfers to other funds are appropriated at \$1,893,430, and include annual support of City activities including street operations and funds for police and fire pension obligations. Also included in these are transfers to fully fund the City's street repairs.

General Fund Revenues: The adjacent chart provides a summary of adopted and biennium to date 2011-12 General Fund revenues and transfers in.

Taxes through March are at 58.1% of budget and 1.9% lower than the first fifteen months of the 2009-10 biennium. The downturn in the economy coupled with the closure of the Grays Harbor Paper mill has flattened out retail sales and B&O Tax collections.

Licenses and Permits are at 47.8% of budget through March 2012. This relatively low amount is due to lower than anticipated building permits. However, with the majority of construction taking place in the summer we should see this number tick up in the coming months.

Intergovernmental Revenue is at 37.2% of budget through the first quarter. Grants received by the City account for a majority of this category's receipts. Additionally, the City Assistance from the State is part of this category of which only \$63,365 or 31.7% of the budgeted amount of \$200,000 has been received.

Fines and Forfeitures are running above budget, at 72.4% through March. This category includes primarily police citations and other court fines.

Miscellaneous Revenue is at 73.3% of budget. This is higher than expected as donations for the new spray park have exceeded expectations.

spending in 2009-10 including: the roofs on City buildings that were replaced after the December 2007 windstorm, an update to the Zoning code and improvements to City parks.

Additionally, Water, Sewer and Storm operations (not including capital) expended almost exactly the same amount through the 5th Quarter of 2011-12 as they did combined through the 5th Quarter of 2009-10. .

Many Hometown Hoquiam 2012 projects got underway in 2011-12 that should make a big difference to the appearance of the cityscape. Additionally, the Sidewalk Construction Fund spent \$388,591 on downtown and arterial sidewalk replacements.

Please see the individual pages for a more detailed analysis of each fund's revenues and expenditures.

GENERAL FUND
CITY OF HOQUIAM
2011-2012 5th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 <u>Q5 BTD</u>	2009-10 <u>Q5 BTD</u>	Increase <u>(Decrease)</u>	% Increase <u>(Decrease)</u>	2011-12 <u>Budget</u>	% to <u>Budget</u>
Beginning Fund Balance	\$2,298,241	\$2,260,595			\$2,298,240	
Taxes	\$5,429,493	\$5,534,989	-\$105,496	-1.9%	\$9,349,825	58.1%
Licenses and Permits	\$455,776	\$537,700	-\$81,924	-15.2%	\$954,075	47.8%
Intergovernmental Revenue	\$426,911	\$679,248	-\$252,337	-37.1%	\$1,146,600	37.2%
Charges for Services	\$104,146	\$81,950	\$22,197	27.1%	\$195,395	53.3%
Fines and Forfeits	\$216,959	\$149,777	\$67,183	44.9%	\$299,770	72.4%
<u>Miscellaneous Revenue</u>	<u>\$457,163</u>	<u>\$551,163</u>	<u>-\$94,000</u>	<u>-17.1%</u>	<u>\$623,825</u>	<u>73.3%</u>
TOTAL GENERAL FUND	\$7,090,449	\$7,534,827	-\$444,378	-5.9%	\$12,569,490	56.4%
<u>OTHER REVENUES & TRANSFERS IN</u>						
Sale of Fixed Assets	\$2,011	\$19,756	-\$17,745	-89.8%	\$0	-
Insurance Recoveries	\$0	\$466,069	-\$466,069	-100.0%	\$0	-
Trf In - Stadium 005	\$0	\$0	\$0	100.0%	\$0	-
Trf In - Ambulance 109/E911	\$17,500	\$10,964	\$6,536	59.6%	\$28,000	62.5%
Trf In - Council Special Projects	\$0	\$1,500	-\$1,500	-100.0%	\$0	-
Trf In - Revenue Stabilization	\$0	\$0	\$0	100.0%	\$245,000	0.0%
Trf In - Gen. Capital 114/City Hall	\$0	\$0	\$0	100.0%	\$384,500	0.0%
Trf In - Gen. Residual Equity	\$0	\$0	\$0	100.0%	\$0	-
Trf In - Parks Endowment 627	\$6,000	\$25,772	-\$19,772	-76.7%	\$23,225	25.8%
<u>Trf In - Parks Special Projects 105</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>100.0%</u>	<u>\$32,125</u>	<u>0.0%</u>
TOTAL OTHER REVENUES	\$25,511	\$524,062	-\$498,551	-95.1%	\$712,850	3.6%
GRAND TOTAL GENERAL FUND	\$7,115,960	\$8,058,889	-\$942,929	-11.7%	\$13,282,340	53.6%

General Fund Appropriations:

Adopted biennial appropriations and required transfers total \$13,664,850, a \$186,725 increase from 2009-10 appropriated levels. This is attributed primarily to capital expenses for the Spray Park. Of this total, the adjacent page summarizes biennial operating appropriations of \$11,771,420 and transfers out of \$1,893,430.

Through March, operating expenditures total 57.9% of budgeted appropriations, slightly below anticipated spending levels for the first fifteen months of the biennium. Given that the first three months of each annual year typically include annual insurance premiums and other one-time costs, this is well within normal operating parameters.

The only departments that are substantially above year to date targets are Legislative, City Hall & Buildings and the Library. The Legislative Department is over due to the payment of various association dues and memberships in the first quarter (e.g., the Council of Governments, EDC, and liability insurance). The Legislative Department should be at target by the end of the biennium.

City Hall is over anticipated amounts because of some technology purchases in the 1st quarter. The City purchased a Storage Area Network (SAN) to assist in backing up and recovering files. No further large purchases are anticipated for the biennium and the City Hall & Buildings Department should be on budget at the end of the biennium.

The Library is over anticipated amounts at 93.0% but is right on budget as the Timberland Regional Library District is financing the 2012 payment over 20 years. Therefore, the Library should be at target by the end of the biennium.

In summary, most departments are well within budgeted parameters through the first three months. The Finance Department will work with Department Heads to monitor activity monthly to ensure that overall budget targets are adhered to.

Transfers to Other Funds:

The General Fund budget includes \$1,893,430 in transfers to other funds over the biennium. These transfers include:

Street: Biennial support levels total \$443,985. The Street Fund is a "creeper" fund requiring assistance from the General Fund for operation. Transfers of \$288,909 have already been made this biennium.

Police and Fire Pension: \$1,131,220 in transfers for continued operational support including medical premiums and unreimbursed medical costs for retirees of the State's Law Enforcement Officers and Fire Fighters Plan 1 pension system. Transfers of \$702,084 or 62.1% have been made as of March.

GENERAL FUND
CITY OF HOQUIAM
2011-2012 5th QUARTER FINANCIAL REPORT

OPERATING EXPENDITURES

<u>DEPARTMENT</u>	2011-12 Q5 BTD	2009-10 Q5 BTD	Increase (Decrease)	% Increase (Decrease)	2011-12 Budget	% to Budget
Legislative/Council	\$201,959	\$204,114	-\$2,154	-1.1%	\$287,985	70.1%
Municipal Court	\$224,033	\$206,266	\$17,766	8.6%	\$370,275	60.5%
Finance	\$311,774	\$291,379	\$20,395	7.0%	\$482,245	64.7%
Legal	\$188,443	\$181,920	\$6,523	3.6%	\$312,745	60.3%
Civil Service	\$4,009	\$6,914	-\$2,905	-42.0%	\$7,150	56.1%
City Hall & Buildings	\$215,094	\$505,539	-\$290,445	-57.5%	\$275,375	78.1%
Electrical	\$227,220	\$223,196	\$4,024	1.8%	\$345,340	65.8%
Police	\$2,830,953	\$2,668,234	\$162,720	6.1%	\$4,792,355	59.1%
Fire	\$1,133,754	\$1,074,334	\$59,420	5.5%	\$1,916,565	59.2%
Animal Control	\$100,564	\$90,428	\$10,136	11.2%	\$169,105	59.5%
Public Works	\$383,432	\$487,256	-\$103,824	-21.3%	\$608,955	63.0%
Police Special Funds (DTF)	\$167,817	\$152,595	\$15,222	10.0%	\$331,085	50.7%
Library	\$225,881	\$220,860	\$5,022	2.3%	\$240,605	93.9%
Community Services	\$452,028	\$623,282	-\$171,254	-27.5%	\$950,235	47.6%
Americorps	\$0	\$32,649	-\$32,649	-100.0%	\$0	-
Economic Development	\$56,536	\$83,795	-\$27,259	-32.5%	\$110,800	51.0%
Spray Park	\$0	\$0	\$0	100.0%	\$400,000	0.0%
911 Program	\$86,727	\$99,921	-\$13,194	-13.2%	\$170,600	50.8%
Miscellaneous	\$0	\$0	\$0	100.0%	\$0	-
TOTAL OPERATING EXPENDITURE	\$6,810,224	\$7,152,682	-\$342,458	-4.8%	\$11,771,420	57.9%
TRANSFERS OUT						
Non-Departmental Expenditures	\$0	\$39,638	-\$39,638	-100.0%	\$0	-
Trf Out - Cemetery	\$24,730	\$22,340	\$2,390	10.7%	\$113,325	21.8%
Trf Out - Street Fund #106	\$288,909	\$228,250	\$60,659	26.6%	\$443,985	65.1%
Trf Out - Reserve Funds	\$0	\$0	\$0	100.0%	\$0	-
Trf Out - GO Bond Redemption #213	\$38,222	\$38,222	\$0	0.0%	\$50,965	75.0%
Trf Out - Sidewalk Fund #302	\$18,552	\$0	\$18,552	100.0%	\$23,195	80.0%
Trf Out - Unemployment #522	\$130,002	\$0	\$130,002	100.0%	\$130,740	99.4%
Trf Out - Police/Fire Pension #611	<u>\$702,084</u>	<u>\$640,000</u>	<u>\$62,084</u>	<u>9.7%</u>	<u>\$1,131,220</u>	<u>62.1%</u>
TOTAL TRANSFERS OUT	\$1,202,499	\$968,451	\$234,048	24.2%	\$1,893,430	63.5%
GRAND TOTAL GENERAL FUND	\$8,012,723	\$8,121,132	-\$108,410	-1.3%	\$13,664,850	58.6%
OVER (SHORT)	-\$896,763	-\$62,244	-\$834,519		-\$382,510	
ENDING FUND BALANCE	\$1,401,478	\$2,198,351			\$1,915,730	

Cemetery Fund #101

Overview:

The Cemetery Fund provides for the accounting of resources and expenditures associated with the City Cemetery. This includes the perpetual care and maintenance of the grounds, headstone care, grave, crypt and niche sales and retail monument and vault sales.

The biennial budget provides for \$372,890 in total resources and transfers in and total expenditures and transfers out of \$372,890.

Revenues:

Revenues to the Cemetery Fund primarily come from Cemetery Fees and operating transfers from other funds, foremost the General Fund.

Cemetery Fee revenue is lower than anticipated with 53.5% of budgeted amounts received as of the fifth quarter. This is \$7,849 or 7.4% lower than comparable 2009-10 levels. Revenues for this fund are obviously dependent upon actuarial events.

As of the fifth quarter, a large transfer to the Cemetery Fund of \$38,577 was made from the Cemetery Preneed Fund. At March 31, 2012, the Cemetery Fund is slightly behind target having received only \$209,046, or 56.1% of all budgeted revenues.

More people than ever are choosing cremation over burial, particularly in the Western United States. According to the Cremation Association of North America, Washington's cremation rate of 64% is the third highest in the country. This compares with a cremation rate of 30% in Washington just ten years ago. Obviously, this has a direct impact on Cemetery revenues to the City of Hoquiam.

Appropriations:

There are 1.42 FTE's dedicated to operations and maintenance activities and 0.75 FTE's dedicated for administrative and clerical duties at the Cemetery.

Through March, the Cemetery fund is on target having expended \$226,957 or 60.9% of budgeted appropriations. Staff will continue to monitor this fund.

CEMETERY FUND #101**CITY OF HOQUIAM****2011-2012 5th QUARTER FINANCIAL REPORT**

<u>REVENUES</u>	<u>2011-12 Q5 BTD</u>	<u>2009-10 Q5 BTD</u>	<u>Increase (Decrease)</u>	<u>% Increase (Decrease)</u>	<u>2011-12 Budget</u>	<u>% to Budget</u>
Beginning Fund Balance	\$0	\$91			\$0	
Cemetery Fees	\$97,863	\$105,712	-\$7,849	-7.4%	\$183,000	53.5%
Investment Interest	\$17,238	\$16,427	\$811	4.9%	\$9,200	187.4%
Land Lease (Cell Tower)	\$14,230	\$14,230	\$0	0.0%	\$22,765	62.5%
Housing Rentals	\$6,000	\$6,000	\$0	0.0%	\$9,600	62.5%
<u>Donations</u>	<u>\$0</u>	<u>\$450</u>	<u>-\$450</u>	<u>-100.0%</u>	<u>\$0</u>	<u>-</u>
TOTAL CEMETERY FUND	\$135,331	\$142,819	-\$7,488	-5.2%	\$224,565	60.3%
<u>OTHER REVENUES & TRANSFERS IN</u>						
Trf In - General Fund #001	\$24,730	\$22,340	\$2,390	10.7%	\$113,325	21.8%
Trf In - Mausoleum #102	\$10,408	\$9,733	\$675	6.9%	\$20,000	52.0%
Trf In - Cem Equip Resr #103	0	0	\$0	-	\$0	-
<u>Trf In - Cem Preneed #104</u>	<u>\$38,577</u>	<u>\$38,819</u>	<u>-\$242</u>	<u>-0.6%</u>	<u>\$15,000</u>	<u>257.2%</u>
TOTAL OTHER REVENUES	\$73,715	\$70,892	\$2,823	4.0%	\$148,325	49.7%
TOTAL CEMETERY REVENUES	\$209,046	\$213,711	-\$4,665	-2.2%	\$372,890	56.1%
GRAND TOTAL CEMETERY FUND	\$209,046	\$213,802	-\$4,756	-2.2%	\$372,890	56.1%
APPROPRIATIONS						
Cemetery Operations	\$210,501	\$217,759	-\$7,258	-3.3%	\$344,240	61.1%
Equipment Rental	\$5,787	\$10,468	-\$4,680	-44.7%	\$13,000	44.5%
Road Paving Debt Service	\$6,824	\$6,824	\$0	0.0%	\$13,650	50.0%
Land	\$0	\$618	-\$618	-100.0%	\$0	-
Capital	\$2,827	\$18	\$2,808	15422.2%	\$0	-
<u>Trf Out - Cem. Equipment Reserve #103</u>	<u>\$1,018</u>	<u>\$1,171</u>	<u>-\$153</u>	<u>-13.0%</u>	<u>\$2,000</u>	<u>50.9%</u>
CEMETERY FUND APPROPRIATIONS	\$226,957	\$236,858	-\$9,901	-4.2%	\$372,890	60.9%
ENDING FUND BALANCE	-\$17,912	-\$23,056			\$0	

Mausoleum Fund #102

Overview:

The Mausoleum Fund accounts for all operating funds necessary to operate and maintain the City's Mausoleum.

For the biennium, this fund begins the year with a \$174,503 cash balance. The budget provides for \$32,650 in resources and \$29,000 in expenditures.

Revenues:

The major source of resources to the Mausoleum Fund comes from user fees. There is also repayment of a loan provided to the Cemetery Fund. As of March 2012 the City recorded \$10,841 in sales compared to \$14,747 for the same period in 2009-10. Mausoleum sales are actuarially based and can be very unpredictable. Staff will monitor this Fund and recommend any changes to the Council.

Appropriations:

Appropriations to the Mausoleum Fund include operating supplies and a transfer to the Cemetery Fund for perpetual care and maintenance to the Mausoleum. At the end of the first quarter, \$10,408 or 35.9% of appropriated expenditures had been made.

MAUSOLEUM FUND #102

CITY OF HOQUIAM

2011-2012 5th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 <u>Q5 BTD</u>	2009-10 <u>Q5 BTD</u>	Increase <u>(Decrease)</u>	% Increase <u>(Decrease)</u>	2011-12 <u>Budget</u>	% to <u>Budget</u>
Beginning Fund Balance	\$174,503	\$151,582			\$174,500	
Cemetery Fees	\$10,841	\$14,787	-\$3,947	-26.7%	\$18,000	60.2%
Investment Interest	\$435	\$5,202	-\$4,767	-91.6%	\$1,000	43.5%
<u>Interest on Contracts</u>	<u>\$329</u>	<u>\$642</u>	<u>-\$313</u>	<u>-48.8%</u>	<u>\$495</u>	<u>66.4%</u>
TOTAL MAUSOLEUM FUND	\$11,604	\$20,631	-\$9,027	-43.8%	\$19,495	59.5%
<u>OTHER REVENUES & TRANSFERS IN</u>						
<u>Interfund Loan - Cemetery #101</u>	<u>\$6,495</u>	<u>\$6,182</u>	<u>\$313</u>	<u>5.1%</u>	<u>\$13,155</u>	<u>49.4%</u>
TOTAL OTHER REVENUES	\$6,495	\$6,182	\$313	5.1%	\$13,155	49.4%
TOTAL MAUSOLEUM REVENUES	\$18,099	\$26,813	\$313	-32.5%	\$32,650	55.4%
GRAND TOTAL MAUSOLEUM FUND	\$192,602	\$178,395	-\$8,714	8.0%	\$207,150	93.0%
<u>APPROPRIATIONS</u>						
Mausoleum Operations	\$0	\$4,970	-\$4,970	-100.0%	\$1,000	0.0%
Capital	\$0	\$0	\$0	-	\$8,000	0.0%
<u>Trf Out - Cemetery #101</u>	<u>\$10,408</u>	<u>\$9,733</u>	<u>\$675</u>	<u>6.9%</u>	<u>\$20,000</u>	<u>52.0%</u>
MAUSOLEUM FUND APPROPRIATIONS	\$10,408	\$14,703	-\$4,295	-29.2%	\$29,000	35.9%
ENDING FUND BALANCE	\$182,195	\$163,692			\$178,150	

Street Fund #106

Overview:

The adjacent page summarizes all Street Fund projected revenues, adopted appropriations, and financial activity through March.

Revenues

Revenues and transfers come from two primary sources, gas taxes, and property taxes transferred from the General Fund.

Gas tax revenues were \$152,790 or 59.6% of budget through March. Yearly revenue estimates are based upon Department of Transportation projections. Gasoline taxes are collected on a cents per gallon basis and not as a percentage of the sales price. For this reason, the increase or decrease in gasoline prices does not result in a corresponding change in gas tax revenue.

Total transfers to this fund from the General Fund of \$288,909 were made at the end of the fifth quarter. This revenue source will increase as property taxes are collected and street fund activity increases.

Appropriations:

Overall, the Street Fund expended \$488,719 or 66.3% of its \$736,980 biennial budget during the first fifteen months of the biennium. This is \$100,073 or 25.7% higher than comparable 2009-10 levels.

Street crews were busy in the in 2011-12 with some large street projects and snow removal. As such, street expenditures are above budget for this stage of the biennium. This same crew is also responsible for the Storm Drainage in the City of Hoquiam. With the increase in Street activity, there is a corresponding decrease in expenditures in the Storm Drain Fund.

STREET FUND #106**CITY OF HOQUIAM****2011-2012 5th QUARTER FINANCIAL REPORT**

REVENUES	2011-12 Q5 BTD	2009-10 Q5 BTD	Increase (Decrease)	% Increase (Decrease)	2011-12 Budget	% to Budget
Beginning Fund Balance	\$0	\$0			\$0	
Street & Curb Permits	\$2,119	\$3,578	-\$1,459	-40.8%	\$2,500	84.7%
Gas Tax	<u>\$152,790</u>	<u>\$161,068</u>	<u>-\$8,279</u>	<u>-5.1%</u>	<u>\$256,185</u>	<u>59.6%</u>
TOTAL STREET FUND	\$154,908	\$164,646	-\$9,738	-5.9%	\$258,685	59.9%
Trf In - General Fund #001	\$288,909	\$228,250	\$60,659	26.6%	\$443,985	65.1%
Trf In - Arterial Street Fund #107	\$23,750	\$0	\$23,750	-	\$38,000	62.5%
TOTAL STREET REVENUES	\$467,567	\$392,896	\$74,671	19.0%	\$740,670	0.0%
GRAND TOTAL STREET FUND	\$467,567	\$392,896	-\$9,738	19.0%	\$740,670	63.1%
APPROPRIATIONS						
Executive Services	\$30,468	\$28,042	\$2,426	8.7%	\$50,070	60.9%
Roadway Services	\$335,224	\$153,877	\$181,348	117.9%	\$484,915	69.1%
Traffic Control Devices	\$15,110	\$17,542	-\$2,432	-13.9%	\$22,435	67.4%
Ancillary Operations	\$93,568	\$143,266	-\$49,698	-34.7%	\$157,970	59.2%
General Administration	\$13,584	\$12,246	\$1,338	10.9%	\$20,310	66.9%
Capital	\$0	\$32,868	-\$32,868	-100.0%	\$0	-
Trf Out - Paths & Trails #108	\$764	\$805	-\$41	-5.1%	\$1,280	59.7%
Trf Out - Unemployment #522	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>-</u>	<u>\$0</u>	<u>-</u>
STREET FUND APPROPRIATIONS	\$488,719	\$388,646	\$100,073	25.7%	\$736,980	66.3%
ENDING FUND BALANCE	-\$21,152	\$4,250			\$3,690	

Arterial Street Fund #107

Overview:

The adjacent page summarizes all Arterial Street Fund projected revenues, adopted appropriations, and financial activity through March.

Revenues

Revenues to this fund come entirely from gas taxes and invested fund balances.

Gas tax revenues were \$71,439 or 59.6% of budget through March. Yearly revenue estimates are based upon Department of Transportation projections. Gasoline taxes are collected on a cents per gallon basis and not as a percentage of the sales price. For this reason, the increase in gasoline prices does not result in a corresponding increase in gas tax revenue.

Appropriations and transfers out:

Budgeted appropriations and transfers out total \$108,945. Through March, expenditures and transfers out total \$58,452. Expenditures go primarily to debt service and transfers out to the Street Fund.

The \$70,345 in budgeted debt service payments is for the City's Public Works Trust Fund loan for the Aberdeen Avenue paving project. There is also a \$38,000 transfer budgeted to the Street Fund. Almost 63% or 23,750 of this transfer has made as of March 31, 2012.

ARTERIAL STREET FUND #107

CITY OF HOQUIAM

2011-2012 5th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 Q5 BTD	2009-10 Q5 BTD	Increase (Decrease)	% Increase (Decrease)	2011-12 Budget	% to Budget
Beginning Fund Balance	\$58,339	\$118,448			\$0	
Gas Tax	\$71,439	\$75,310	-\$3,871	-5.1%	\$119,785	59.6%
<u>Investment Interest</u>	<u>\$143</u>	<u>\$2,423</u>	<u>-\$2,280</u>	<u>-94.1%</u>	<u>\$500</u>	<u>28.5%</u>
TOTAL ARTERIAL STREET FUND	\$71,582	\$77,733	-\$6,151	-7.9%	\$120,285	59.5%
GRAND TOTAL ART. STREET FUND	\$129,921	\$196,181	-\$6,151	-7.9%	\$120,285	59.5%
APPROPRIATIONS						
Debt Service	\$34,345	\$35,005	-\$660	-1.9%	\$70,345	48.8%
Capital	\$0	\$0	\$0	-	\$0	-
Trf Out - Streets #106	\$23,750	\$0	\$23,750	-	\$38,000	62.5%
Trf Out - Paths & Trails #108	\$357	\$377	-\$19	-5.1%	\$600	59.5%
<u>Trf Out - Sidewalk Construction #302</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>=</u>	<u>\$0</u>	<u>=</u>
ART. STREET FUND APPROPRIATIONS	\$58,452	\$35,382	\$23,070	65.2%	\$108,945	53.7%
ENDING FUND BALANCE	\$71,469	\$160,799			\$11,340	

Ambulance Fund #109

Overview:

The Ambulance Fund accounts for the emergency medical response operations of the City's Fire Department. The adjacent page summarizes all biennial revenues, and financial activity through March.

Revenues:

Emergency Care revenues come from three primary sources:

- The general emergency medical services (EMS) property tax levy is projected to generate \$452,500 over the biennium. Through March, the City has received \$232,575 from this revenue source, with the major distributions expected to occur in May and November from the County Auditor's office.
- Ambulance fees are projected at \$2,028,000 for the biennium. Through March, the City has collected \$1,213,977, or 59.9% of Budget. This activity is \$24,233 or 2.0% higher than the biennium activity through March 20010.
- Ambulance utility charges are budgeted at \$1,107,000 for the biennium. The City has received \$677,095 or 61.2% of these monthly charges.

Appropriations and Transfers Out:

Through March, the Ambulance Fund has spent 63.5% of its annual operating budget appropriations of \$3,777,695. This activity is right on target, and Finance with the cooperation the Fire Department will monitor monthly activity to ensure that overall budget targets are adhered to.

Other appropriations include:

- \$28,000 in transfers to the General Fund to pay the Ambulance Fund's portion of the annual E911 contribution. This line item is 62.5% expended as of the 5th Quarter.

AMBULANCE FUND #109**CITY OF HOQUIAM****2011-2012 5th QUARTER FINANCIAL REPORT**

<u>REVENUES</u>	<u>2011-12 Q5 BTD</u>	<u>2009-10 Q5 BTD</u>	<u>Increase (Decrease)</u>	<u>% Increase (Decrease)</u>	<u>2011-12 Budget</u>	<u>% to Budget</u>
Beginning Fund Balance	\$40,661	\$281,771			\$40,660	
EMS Levy	\$232,575	\$192,916	\$39,659	20.6%	\$452,500	51.4%
Ambulance Fees	\$1,213,977	\$1,189,744	\$24,233	2.0%	\$2,028,000	59.9%
Miscellaneous	\$23,013	\$7,555	\$15,458	204.6%	\$62,695	36.7%
Ambulance Utility Charges	\$677,095	\$560,597	\$116,498	20.8%	\$1,107,000	61.2%
Fire District EMS Fees	\$109,505	\$57,341	\$52,164	91.0%	\$120,000	91.3%
TOTAL AMBULANCE FUND	\$2,256,165	\$2,008,153	\$248,012	12.4%	\$3,770,195	59.8%
<u>OTHER REVENUES & TRANSFERS IN</u>						
Interim Loan from ER Reserve	\$0	\$0	\$0	-	\$130,000	0.0%
Trf In - General Fund #001	\$0	\$0	\$0	=	\$0	=
TOTAL OTHER REVENUES	\$0	\$0	\$0	-	\$130,000	0.0%
TOTAL AMBULANCE REVENUES	\$2,256,165	\$2,008,153	\$248,012	12.4%	\$3,900,195	57.8%
GRAND TOTAL AMBULANCE FUND	\$2,296,826	\$2,289,924	\$248,012	0.3%	\$3,940,855	58.3%
<u>APPROPRIATIONS</u>						
Ambulance Operations	\$2,320,995	\$2,144,636	\$176,358	8.2%	\$3,608,415	64.3%
Capital	\$0	\$75,018	-\$75,018	-100.0%	\$21,000	0.0%
Debt Service	\$0	\$0	\$0	-	\$0	-
Trf Out - General Fund #001 (E911)	\$17,500	\$10,964	\$6,536	59.6%	\$28,000	62.5%
Trf Out - Equipment Rental Fund #501	\$40,130	\$2,450	\$37,680	1538.0%	\$45,280	88.6%
Trf Out - Equipment Reserve Fund #505	\$18,750	\$22,925	-\$4,175	-18.2%	\$75,000	25.0%
AMBULANCE FUND APPROPRIATIONS	\$2,397,375	\$2,255,994	\$141,381	6.3%	\$3,777,695	63.5%
ENDING FUND BALANCE	-\$100,549	\$33,930			\$163,160	

Stadium and Tourism Fund #112

Overview:

The Stadium and Tourism Fund provides for the collection of the City's 2% stadium tax and 3% transient tax revenues. Funds collected here are spent to finance ongoing municipal operations related to tourism, festivals and performing arts activities.

Revenues:

For the biennium, Hotel Motel tax revenues are budgeted to total \$24,000, and come from two sources, a 2% Stadium tax revenues and 3% Transient excise tax. Combined revenues through March of \$15,967 constitute 66.5% of the budgeted amounts.

Through March, Hotel Motel taxes are up 23% compared to 2009-10 levels. This is encouraging considering the downturn in the national economy has reduced travel nationwide. Also, these numbers further demonstrate the need for additional lodging facilities in Hoquiam. Staff will continue to monitor this trend monthly and keep the Council informed of any important developments.

Appropriations and Transfers out:

Through March, the City has expended \$16,796 of its budget authority in this fund. Staff will be bringing recommendations to the Council from the Lodging Tax Advisory Committee (LTAC) for approval to fund the 2012 community events and festivals.

STADIUM/TOURISM FUND #112

CITY OF HOQUIAM

2011-2012 5th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 <u>Q5 BTD</u>	2009-10 <u>Q5 BTD</u>	Increase <u>(Decrease)</u>	% Increase <u>(Decrease)</u>	2011-12 <u>Budget</u>	% to <u>Budget</u>
Beginning Fund Balance	\$21,362	\$25,030			\$21,360	
Hotel-Motel Tax	\$15,967	\$12,985	\$2,983	23.0%	\$24,000	66.5%
<u>Investment Interest</u>	<u>\$36</u>	<u>\$222</u>	<u>-\$185</u>	<u>-83.6%</u>	<u>\$0</u>	<u>-</u>
TOTAL STADIUM/TOURISM FUND	\$16,004	\$13,206	\$2,797	21.2%	\$24,000	66.7%
TOTAL TOURISM REVENUES	\$16,004	\$13,206	\$2,797	21.2%	\$24,000	66.7%
GRAND TOTAL STADIUM/TOURISM	\$37,366	\$38,236	\$2,797	21.2%	\$45,360	66.7%
APPROPRIATIONS						
Advertising & Events Promotion	\$0	\$6,700	-\$6,700	-100.0%	\$2,950	0.0%
Loggers Playday	\$1,000	\$2,000	-\$1,000	-50.0%	\$1,000	100.0%
7th Street Theatre	\$2,000	\$1,800	\$0	11.1%	\$2,000	100.0%
Community Events	\$1,000	\$1,229	\$0	-18.6%	\$3,000	33.3%
Other Miscellaneous	\$12,796	\$0	\$0	-	\$18,000	71.1%
Polson Museum RR Signage	\$0	\$0	\$0	-	\$0	-
<u>Trf Out - General Fund #001</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>-</u>	<u>\$0</u>	<u>-</u>
STADIUM/TOURISM APPROPRIATIONS	\$16,796	\$11,729	\$5,067	43.2%	\$26,950	62.3%
ENDING FUND BALANCE	\$20,570	\$26,507			\$18,410	

Community Development Repay Fund #130

Overview:

The Community Development Repay Fund receives its funding from loan repayments associated with the home improvement loan program established in the early 1980's. Proposed expenditures represent abatement and cleanup activities.

This fund began 2011 with a budgeted \$130,965 cash balance.

Revenues:

This fund receives its primary resources from contract payments on home improvement loans and some resources from the cleanup and abatement fees. In 2011-12, the City is still executing a grant for Neighborhood Stabilization and has been reimbursed \$110,489 to provide increased affordable housing in Hoquiam. Total biennial resources were budgeted at \$117,790.

The City's increased efforts in the abatement of dangerous buildings has also increased the revenues of this fund dramatically and slowed the use of reserves by this fund. This should allow the City to tackle some large abatement projects in the future.

Appropriations and Transfers out:

Expenditures for cleanup and abatement activities as well as Neighborhood Stabilization Grant expenditures were budgeted at \$248,755. Expenditures include demolition of dilapidated structures and the purchase of vacant lots for future housing units.

Through March, \$146,502 or 58.9% of expenditures have been made. This activity is right at expected levels and should be 100% expended by the end of the biennium.

COMMUNITY DEVELOPMENT REPAY FUND #130

CITY OF HOQUIAM

2011-2012 5th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 Q5 BTD	2009-10 Q5 BTD	Increase (Decrease)	% Increase (Decrease)	2011-12 Budget	% to Budget
Beginning Fund Balance	\$130,965	\$229,100			\$130,965	
Miscellaneous Cleanup Fees	\$0	\$1	-\$1	-100.0%	\$0	-
Neighborhood Stabilization Grant	\$110,489	\$106,081	\$4,407	4.2%	\$112,790	98.0%
Abatement Fees	\$8,546	\$15,287	-\$6,741	-44.1%	\$4,000	213.7%
<u>Contract Payments</u>	<u>\$37,827</u>	<u>\$12,600</u>	<u>\$25,227</u>	<u>200.2%</u>	<u>\$1,000</u>	<u>3782.7%</u>
TOTAL COMM. DEVEL. REPAY FUND	\$156,862	\$133,970	\$22,892	17.1%	\$117,790	133.2%
TOTAL CD REPAY REVENUES	\$156,862	\$133,970	\$22,892	17.1%	\$117,790	133.2%
GRAND TOTAL COMM. DEVEL. REPAY	\$287,827	\$363,070			\$248,755	
APPROPRIATIONS						
Miscellaneous	\$187	\$197	-\$10	-5.0%	\$1,000	18.7%
Cleanup Activities	\$0	\$9	-\$9	-100.0%	\$5,000	0.0%
Abate Nuisances	\$31,376	\$56,508	-\$25,132	-44.5%	\$89,335	35.1%
GH Co. Waste Abatement Grant	\$240	\$2,659	-\$2,419	-91.0%	\$5,030	4.8%
Purchase Rehab Homes	\$13,310	\$0	\$13,310	-	\$47,000	28.3%
Neighborhood Stabilization	\$101,390	\$106,153	-\$4,763	-4.5%	\$101,390	100.0%
<u>Trf Out - General Fund #001 (ED Plan)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>=</u>	<u>\$0</u>	<u>=</u>
COMM. DEVEL. REPAY FUND	\$146,502	\$165,526	-\$19,023	-11.5%	\$248,755	58.9%
ENDING FUND BALANCE	\$141,324	\$197,544			\$0	

Water, Sewer and Storm Fund #401

Overview:

The Water, Sewer and Storm fund provides for all utility operations, capital improvement and debt service appropriations and transfers associated with the City's utilities. The adjacent pages summarize budgeted financial activity for the biennium, including revenues and expenditures through March.

Revenues:

This fund was budgeted to generate revenues of \$10,230,135 over the biennium, primarily from water, sewer and storm usage. However, fees received from late penalties and shut-offs are also part of this fund's revenues.

Through March water sales of \$1,589,988 or 54.8% of budgeted metered water revenues of \$2,900,000 were collected. This is 8.4% lower than comparable 2009-10. There are a lot of empty houses in Hoquiam contributing to lower than expected water usage. However, water usage is very seasonal and this number is anticipated to increase in the summer months. However, staff will be monitoring this revenue closely in the coming months.

Through March, this fund had collected 61.6%, or \$1,972,084 of its biennially budgeted \$3,200,000 sewer service revenue. Sewer service rates are for the most part fixed in nature and not subject to variation in seasonality. Sewer service revenue is 19% higher than comparable 2009-10 amounts due to a rate increase that financed the sewer lagoon project.

Storm Drain rate revenues through March are at 56.5%, or \$291,540 of the biennially budgeted amount of \$516,000. Storm Drain revenues are also fixed in nature and not subject to variations in weather.

The last major revenue source to this fund comes from a transfer in from the Watershed Fund. Through March, \$821,850 of the biennially budgeted amount of \$2,266,700 had been transferred.

Appropriations:

For 2011-12, this fund was appropriated to spend \$9,941,855 on waterworks utility services. Budgeted amounts are primarily for operations, but do include expenditures for capital, debt service and transfers out for future equipment replacements.

Through March, the Water, Sewer and Storm Departments combined have expended 57.3%, or \$4,004,173 of their combined \$6,991,030 biennial operating appropriations, which is within parameters for the fifth quarter.

To date, the Water, Sewer and Storm Departments expended 28%, or \$624,417 of their combined \$2,231,640 biennial capital budget. The completion of the Hoquiam River crossings amounted for much of the biennium's expenditures. For 2011-12 the majority of the remaining capital expenditures will be made on replacing the water transmission main.

Transfers to other funds for operating, debt service and capital improvement requirements are within normal budget parameters through March, and are anticipated to be 100% expended by the end of the biennium.

This fund was budgeted to begin the year with a cash balance of \$710,850. After all operating appropriations and capital expenditures, this fund is budgeted to end the biennium with a cash balance of \$999,130. This is encouraging as a 90-day operating reserve is recommended which would equate to \$800,000.

WATER,SEWER AND STORM FUND #401**CITY OF HOQUIAM****2011-2012 5th QUARTER FINANCIAL REPORT**

REVENUES	2011-12 Q5 BTD	2009-10 Q5 BTD	Increase (Decrease)	% Increase (Decrease)	2011-12 Budget	% to Budget
Beginning Fund Balance	\$710,852	\$742,154			\$710,850	
Water Sales	\$1,589,988	\$1,735,391	-\$145,403	-8.4%	\$2,900,000	54.8%
Sewer Service	\$1,972,084	\$1,657,806	\$314,278	19.0%	\$3,200,000	61.6%
Storm Drainage	\$291,540	\$294,429	-\$2,889	-1.0%	\$516,000	56.5%
Charges for Miscellaneous Service	\$22,094	\$16,162	\$5,932	36.7%	\$25,000	88.4%
Investment Interest	\$18,494	\$35,421	-\$16,926	-47.8%	\$95,000	19.5%
Grants and Loans	\$39,731	\$40,189	-\$458	-1.1%	\$470,695	8.4%
<u>Other Miscellaneous</u>	<u>\$13,270</u>	<u>\$15,796</u>	<u>-\$2,526</u>	<u>-16.0%</u>	<u>\$27,000</u>	<u>49.1%</u>
TOTAL WATERWORKS FUND	\$3,947,201	\$3,795,194	\$152,008	4.0%	\$7,233,695	54.6%
OTHER REVENUES & TRANSFERS IN						
Trf In - Watershed #402	\$821,850	\$819,183	\$2,667	0.3%	\$2,266,700	36.3%
<u>Trf In - Watershed #404</u>	<u>\$87,338</u>	<u>\$0</u>	<u>\$87,338</u>	<u>-</u>	<u>\$729,740</u>	<u>12.0%</u>
TOTAL OTHER REVENUES	\$909,188	\$819,183	\$90,005	11.0%	\$2,996,440	30.3%
TOTAL WATERWORKS REVENUES	\$4,856,389	\$4,614,377	\$242,013	5.2%	\$10,230,135	47.5%
GRAND TOTAL WATERWORKS FUND	\$5,567,241	\$5,356,531			\$10,940,985	
APPROPRIATIONS						
Water Operations	\$2,138,744	\$2,102,081	\$36,663	1.7%	\$3,588,720	59.6%
Sewer Operations	\$1,451,959	\$1,391,311	\$60,648	4.4%	\$2,698,575	53.8%
<u>Storm Drain Operations</u>	<u>\$413,470</u>	<u>\$505,378</u>	<u>-\$91,908</u>	<u>-18.2%</u>	<u>\$703,735</u>	<u>58.8%</u>
TOTAL WATERWORKS OPERATIONS	\$4,004,173	\$3,998,770	\$5,403	0.1%	\$6,991,030	57.3%
Water Capital	\$424,143	\$501,393	-\$77,250	-15.4%	\$1,616,315	26.2%
Sewer Capital	\$151,228	\$232,992	-\$81,764	-35.1%	\$540,325	28.0%
<u>Storm Drain Capital</u>	<u>\$49,046</u>	<u>\$29,381</u>	<u>\$19,666</u>	<u>66.9%</u>	<u>\$75,000</u>	<u>65.4%</u>
TOTAL WATERWORKS CAPITAL	\$624,417	\$763,766	-\$139,348	-18.2%	\$2,231,640	28.0%
Water Debt Service	\$0	\$0	\$0	-	\$0	-
<u>Sewer Debt Service</u>	<u>\$27,500</u>	<u>\$27,700</u>	<u>-\$200</u>	<u>-0.7%</u>	<u>\$54,800</u>	<u>50.2%</u>
TOTAL WATERWORKS DEBT	\$27,500	\$27,700	-\$200	-0.7%	\$54,800	50.2%
Trf Out - USDA Loan Repayment #410	\$271,445	\$75,000	\$196,445	261.9%	\$271,445	100.0%
Trf Out - Short Lived Assets #412	\$29,880	\$0	\$29,880	-	\$29,880	100.0%
Trf Out - Equipment Rental #501	\$114,974	\$125,634	-\$10,660	-8.5%	\$181,060	63.5%
Trf Out - Equipment Reserve #505	\$46,840	\$149,097	-\$102,257	-68.6%	\$182,000	25.7%
<u>Trf Out - Unemployment #522</u>	<u>\$0</u>	<u>\$12,012</u>	<u>-\$12,012</u>	<u>-100.0%</u>	<u>\$0</u>	<u>-</u>
TOTAL WATERWORKS TRANSFERS	\$463,139	\$361,743	-\$124,929	28.0%	\$664,385	69.7%
GRAND TOTAL WATERWORKS FUND	\$5,119,230	\$5,151,979	-\$259,074	-0.6%	\$9,941,855	51.5%
ENDING FUND BALANCE	\$448,011	\$204,552			\$999,130	

Watershed Fund #402

Overview:

The Watershed Fund accounts for all expenditures associated with timber harvesting and management of watershed lands. All timber sale revenues are deposited into this fund. Watershed funds are then transferred to the Water, Sewer and Storm Fund for infrastructure improvements as needed.

This fund began 2011 with a \$3,456,135 cash balance.

Revenues:

This fund receives nearly all of its resources from timber sales. The City authorized a small timber blow down sale in 2011-12 and netted approximately \$93,000 in timber revenues. There are no more timber sales anticipated for 2012.

Appropriations and Transfers out:

Continuing a practice that started in 2006 this fund does include a small operating expenditure budget, but primarily provides a source of funds for transfer to other Water, Sewer and Storm Funds for special projects.

Interfund transfers of \$2,272,500 are budgeted for the biennium to the Water, Sewer and Storm Fund. These transfers are for capital expenditures in support of infrastructure improvements. To date, transfers of \$827,649 have already been made to pay for replacing a portion of the water transmission line and upgrading varidives in the sewer department.

WATERSHED FUND #402

CITY OF HOQUIAM

2011-2012 5th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 <u>Q5 BTD</u>	2009-10 <u>Q5 BTD</u>	Increase <u>(Decrease)</u>	% Increase <u>(Decrease)</u>	2011-12 <u>Budget</u>	% to <u>Budget</u>
Beginning Fund Balance	\$3,456,137	\$2,048,420			\$3,456,135	
Miscellaneous Revenue	\$1,856	\$1,080	\$776	71.9%	\$0	-
<u>Timber Payments</u>	<u>\$93,115</u>	<u>\$2,891,227</u>	<u>-\$2,798,112</u>	<u>-96.8%</u>	<u>\$93,000</u>	<u>100.1%</u>
TOTAL WATERSHED FUND	\$94,971	\$2,892,307	-\$2,798,112	-96.7%	\$93,000	102.1%
TOTAL WATERSHED REVENUES	\$94,971	\$2,892,307	\$776	71.9%	\$93,000	-
GRAND TOTAL WATERSHED FUND	\$3,551,108	\$4,940,727	-\$2,798,112	-96.7%	\$3,549,135	102.1%
APPROPRIATIONS						
Watershed Operations	\$71,452	\$253,802	-\$182,350	-71.8%	\$372,050	19.2%
<u>Trf Out - Waterworks #401</u>	<u>\$827,649</u>	<u>\$988,735</u>	<u>-\$161,087</u>	<u>-16.3%</u>	<u>\$2,272,500</u>	<u>36.4%</u>
WATERSHED FUND	\$899,101	\$1,242,538	-\$343,437	-27.6%	\$2,644,550	34.0%
ENDING FUND BALANCE	\$2,652,007	\$3,698,190			\$904,585	

Landfill Postclosure Fund #417

Overview:

The Landfill Postclosure Fund provides for maintenance and monitoring of the old City Landfill. Funds were transferred annually from the Sanitation Fund, when it was in operation, to this fund to pay for future maintenance costs. When the Sanitation Department was sold, a sufficient amount from the sale was also transferred to this fund to cover the costs of the City's future obligations.

This fund began 2011 with a \$143,815 cash balance.

Revenues:

This fund receives its resources from interest earned on the ending cash balance in this fund for postclosure maintenance.

Appropriations and Transfers out:

This fund is budgeted to spend \$57,340 on postclosure maintenance and monitoring in 2011-12. As of the fifth quarter, \$30,236 or 52.7 % of those anticipated expenditures had been made. This fund is budgeted to end the year with a \$87,225 cash balance.

LANDFILL POSTCLOSURE FUND #417

CITY OF HOQUIAM

2011-2012 5th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 Q5 BTD	2009-10 Q5 BTD	Increase (Decrease)	% Increase (Decrease)	2011-12 Budget	% to Budget
Beginning Fund Balance	\$143,816	\$238,528			\$143,815	
Investment Interest	<u>\$328</u>	<u>\$6,807</u>	<u>-\$6,479</u>	<u>-95.2%</u>	<u>\$750</u>	<u>43.8%</u>
TOTAL LANDFILL POSTCLOSURE FUND	\$328	\$6,807	-\$6,479	-95.2%	\$750	43.8%
TOTAL LANDFILL REVENUES	\$328	\$6,807	-\$6,479	-95.2%	\$750	43.8%
GRAND TOTAL LANDFILL POSTCLOSURE	\$144,144	\$245,335	-\$6,479	-95.2%	\$144,565	43.8%
APPROPRIATIONS						
<u>Landfill Operations</u>	<u>\$30,236</u>	<u>\$61,858</u>	<u>-\$31,622</u>	<u>-51.1%</u>	<u>\$57,340</u>	<u>52.7%</u>
LANDFILL POSTCLOSURE FUND	\$30,236	\$61,858	-\$31,622	-51.1%	\$57,340	52.7%
ENDING FUND BALANCE	\$113,908	\$183,477			\$87,225	

Equipment Rental Fund #501

Overview:

The Equipment Rental Fund provides for the accounting of vehicle purchases and vehicle maintenance. Funds are accumulated over the course of one or more years in the Equipment Rental Reserve Fund #505 and funds are then transferred to this fund to acquire the vehicles.

For the biennium, this fund began the year with a \$26,760 cash balance.

Revenues:

All resources of the Equipment Rental Fund come in the form of charges for services from other departments and transfers from other funds.

There is \$770,965 in budgeted revenue, of which 52.4%, has been received through March.

Appropriations:

The primary expenditures in this fund are for the one mechanic and for vehicle replacements. In addition to the mechanic, there are three vehicle replacements planned for the biennium.

As of March, \$398,193 or 67.0% of operations had been expended and \$30,364 or 15.8% of appropriated vehicle purchases had been made.

EQUIPMENT RENTAL FUND #501

CITY OF HOQUIAM

2011-2012 5th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 <u>Q5 BTD</u>	2009-10 <u>Q5 BTD</u>	Increase <u>(Decrease)</u>	% Increase <u>(Decrease)</u>	2011-12 <u>Budget</u>	% to <u>Budget</u>
Beginning Fund Balance	\$26,763	\$75,347			\$26,760	
Equipment Maintenance Charges	\$377,610	\$358,238	\$19,372	5.4%	\$577,965	65.3%
Investment Interest	\$98	\$0	\$98	-	\$500	19.7%
<u>Other Miscellaneous</u>	<u>\$0</u>	<u>\$749</u>	<u>-\$749</u>	<u>-100.0%</u>	<u>\$0</u>	<u>-</u>
TOTAL EQUIPMENT RENTAL FUND	\$377,708	\$358,987	\$18,721	5.2%	\$578,465	65.3%
<u>OTHER REVENUES & TRANSFERS IN</u>						
Trf In - Departmental Contributions	\$0	\$0	\$0	-	0	-
<u>Trf In - Eq. Rental Reserve #505</u>	<u>\$26,301</u>	<u>\$343,415</u>	<u>-\$317,115</u>	<u>-92.3%</u>	<u>\$192,500</u>	<u>13.7%</u>
TOTAL OTHER REVENUES	\$26,301	\$343,415	-\$317,115	-92.3%	\$192,500	13.7%
TOTAL EQUIPMENT RENTAL REVENUE	\$404,009	\$702,402	-\$298,393	-42.5%	\$770,965	52.4%
GRAND TOTAL EQUIPMENT RENTAL	\$430,771	\$777,749	-\$346,978	-44.6%	\$797,725	54.0%
<u>APPROPRIATIONS</u>						
Equipment Rental Operations	\$398,193	\$348,561	\$49,632	14.2%	\$594,445	67.0%
<u>Capital</u>	<u>\$30,364</u>	<u>\$366,175</u>	<u>-\$335,810</u>	<u>-91.7%</u>	<u>\$192,500</u>	<u>15.8%</u>
EQUIPMENT RENTAL FUND APPROP.	\$428,557	\$714,735	-\$286,178	-40.0%	\$786,945	54.5%
ENDING FUND BALANCE	\$2,214	\$63,014			\$10,780	

Equipment Rental Reserve Fund #505

Overview:

The Equipment Rental Reserve Fund provides for the accounting of resources from all operating funds for use in acquiring vehicles and equipment. Separate balances are maintained for each operating fund making a contribution, and funds are accumulated over the course of one or more years and funds are then transferred to the Equipment Rental Fund #501 to acquire the vehicles.

For the biennium, this fund begins the year with a \$1,580,945 cash balance. The biennial budget provides for \$380,600 in resources from transfers to this fund from other funds.

Revenues:

All resources of the Equipment Rental Reserve Fund come in the form of transfers from other funds. As noted above, \$380,600 in transfers are provided by other funds of which \$116,994 or 30.7% have been made through March.

Appropriations:

Appropriations come in the form of transfers to the Equipment Rental Fund #501 for vehicle replacements. In the 2011-12 budget, \$192,500 was appropriated in transfers of which \$26,301 or 13.7% have been made to date.

EQUIPMENT RENTAL RESERVE FUND #505

CITY OF HOQUIAM

2011-2012 5th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	<u>2011-12 Q5 BTD</u>	<u>2009-10 Q5 BTD</u>	<u>Increase (Decrease)</u>	<u>% Increase (Decrease)</u>	<u>2011-12 Budget</u>	<u>% to Budget</u>
Beginning Fund Balance	\$1,580,944	\$1,566,996			\$1,580,945	
Departmental Contributions	\$108,994	\$335,979	-\$226,985	-67.6%	\$380,600	28.6%
Interfund Loans	\$0	\$0	\$0	-	\$0	-
Proceeds from Sale of Fixed Assets	<u>\$8,000</u>	<u>\$17,209</u>	<u>-\$9,209</u>	<u>-53.5%</u>	<u>\$0</u>	<u>-</u>
TOTAL EQ. RENTAL RESERVE FUND	\$116,994	\$353,188	-\$236,194	-66.9%	\$380,600	30.7%
TOTAL EQ RENTAL RES REVENUES	\$116,994	\$353,188	-\$236,194	-66.9%	\$380,600	30.7%
GRAND TOTAL EQ RENTAL RESERVE	\$1,697,938	\$1,920,184	-\$236,194	-11.6%	\$1,961,545	86.6%
APPROPRIATIONS						
Interfund Loan to Ambulance #109	\$0	\$0	\$0	-	\$130,000	0.0%
Trf Out - Equipment Rental #501	<u>\$26,301</u>	<u>\$343,415</u>	<u>-\$317,115</u>	<u>-92.3%</u>	<u>\$192,500</u>	<u>13.7%</u>
EQ RENTAL RESERVE FUND	\$26,301	\$343,415	-\$317,115	-92.3%	\$322,500	8.2%
ENDING FUND BALANCE	\$1,671,638	\$1,576,769			\$1,639,045	

Medical/Dental Fund #520

Overview:

The Medical/Dental Fund receives transfers from other operating funds to pay for the direct expenditures of contractually obligated medical, dental and vision premiums.

For the biennium, this fund starts with a \$40,575 cash balance. The budget provides for \$185,000 in resources transferred to this fund from the City's operating funds.

Traditionally, this fund has been used as a "central" place to receive revenues from other departments and pay for medical and dental costs. In many ways this was a duplication of efforts but definitely not necessary. Therefore, beginning with the 2009-10 biennium this fund will only receive money for and pay for dental costs.

Revenues:

All resources of the Medical/Dental Fund come in the form of transfers from other funds. As noted above, \$185,00 in transfers are provided by other funds, of which \$104,980 or 56.7% have been made through March.

Appropriations:

Appropriations to this fund include the City's direct dental premiums in the amount of \$173,000 for the biennium. As of March, the City had expended \$117,109 or 68.1% on dental premiums. This figure is right on target for the first quarter of the biennium.

MEDICAL/DENTAL FUND #520

CITY OF HOQUIAM

2011-2012 5th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	<u>2011-12 Q5 BTD</u>	<u>2009-10 Q5 BTD</u>	<u>Increase (Decrease)</u>	<u>% Increase (Decrease)</u>	<u>2011-12 Budget</u>	<u>% to Budget</u>
Beginning Fund Balance	\$40,577	\$69,057			\$40,575	
Department Contributions	\$104,980	\$110,687	-\$5,707	-5.2%	\$185,000	56.7%
Cobra Contributions	\$156	\$547	-\$391	-71.4%	\$0	-
<u>Employee Contributions</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>-</u>	<u>\$0</u>	<u>-</u>
TOTAL MEDICAL/DENTAL FUND	\$105,137	\$111,234	-\$6,097	-5.5%	\$185,000	56.8%
TOTAL MEDICAL/DENTAL REVENUES	\$105,137	\$111,234	-\$6,097	-5.5%	\$185,000	56.8%
GRAND TOTAL MEDICAL/DENTAL FUND	\$145,714	\$180,291	-\$34,577	-19.2%	\$225,575	64.6%
APPROPRIATIONS						
Medical Premiums	\$0	\$0	\$0	-	\$0	-
Dental - Claims & Admin Fees	\$117,109	\$105,076	\$12,033	11.5%	\$172,000	68.1%
<u>Miscellaneous</u>	<u>\$0</u>	<u>\$50</u>	<u>-\$50</u>	<u>-100.0%</u>	<u>\$0</u>	<u>-</u>
MEDICAL/DENTAL FUND APPROPRIATIONS	\$117,109	\$105,126	\$11,983	11.4%	\$172,000	68.1%
ENDING FUND BALANCE	\$28,605	\$75,165			\$53,575	

Unemployment Fund #522

Overview:

The Unemployment Fund provides for the City's activities as a self-funded unemployment provider. Property Tax revenues are only transferred to this fund if there are claims to be paid.

For the biennium, this fund begins the year with a \$0 cash balance. The budget provides for \$23,195 in resources transferred to this fund from the other funds.

Revenues:

All resources of the Unemployment Fund come in the form of transfers from the General Fund. As noted above, \$23,195 in transfers are provided to this fund of which \$18,522 have been made through March.

Appropriations:

There is \$23,195 in appropriations planned for the biennium to allow for actual unemployment claims of former City employees. As of March, \$18,522 of the appropriations in this fund had been expended for a former grant funded employee who began receiving unemployment compensation and a terminated fire employee.

UNEMPLOYMENT FUND #522

CITY OF HOQUIAM

2011-2012 5th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 Q5 BTD	2009-10 Q5 BTD	Increase (Decrease)	% Increase (Decrease)	2011-12 Budget	% to Budget
Beginning Fund Balance	\$0	\$13,553			\$0	
Property Tax	\$0	\$0	\$0	-	\$0	-
Trf In - General Fund	\$0	\$0	\$0	-	\$0	-
<u>Trf In - Departments</u>	<u>\$18,522</u>	<u>\$12,012</u>	<u>\$6,510</u>	<u>54.2%</u>	<u>\$23,195</u>	<u>79.9%</u>
TOTAL UNEMPLOYMENT FUND	\$18,522	\$12,012	\$6,510	54.2%	\$23,195	79.9%
TOTAL UNEMPLOYMENT REVENUES	\$18,522	\$12,012	\$6,510	54.2%	\$23,195	79.9%
GRAND TOTAL UNEMPLOYMENT FUND	\$18,522	\$25,565	-\$7,043	-27.5%	\$23,195	79.9%
APPROPRIATIONS						
Personnel Benefits	\$18,522	\$20,412	-\$1,890	-9.3%	\$23,195	79.9%
<u>Transfer Out - General Fund #001</u>	<u>0</u>	<u>0</u>	<u>\$0</u>	<u>-</u>	<u>\$0</u>	<u>-</u>
UNEMPLOYMENT FUND APPROPRIATIONS	\$18,522	\$20,412	-\$1,890	-9.3%	\$23,195	79.9%
ENDING FUND BALANCE	\$0	\$5,153			\$0	

Police & Firemen's Pension Fund #611

Overview:

This fund pays for the medical premiums and allowable medical bills for retired LEOFF I Police and Fire employees. The City is mandated by state law to pay the necessary medical services of these employees while the state provides their pensions. This fund also pays the supplemental pension payments for pre-LEOFF fire employees.

This fund is budgeted to begin the year with a \$0 beginning cash balance.

Revenues:

The primary source of funding for the Police & Firemen's Pension Fund is through a transfer from the General Fund. There is \$1,131,220 over the biennium in budgeted transfers, of which \$702,084 or 62.1% has been received.

There is also \$41,280 in Fire Insurance Premium Taxes that are anticipated to be received over the biennium to help offset the Fire pension payments. To date, \$20,356 or 49.3% of budgeted revenues have been received.

Appropriations:

Biennial expenditures for this fund were budgeted at \$1,172,000 and for the most part pay for retiree medical but also for some pension payments. As of March 2012, \$766,125 or 65.3% of budgeted appropriations had been expended. This is an increase of \$170,972 or 28.7% over the previous year. The reason for this is three former active LEOFF I employees retired and are now paid out of this fund versus the operating funds in which they worked.

POLICE & FIRE RETIREES FUND #611

CITY OF HOQUIAM

2011-2012 5th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 Q5 BTD	2009-10 Q5 BTD	Increase (Decrease)	% Increase (Decrease)	2011-12 Budget	% to Budget
Beginning Fund Balance	\$0	\$0			\$0	
Property Tax	\$0	\$0	\$0	-	\$0	-
Fire Insurance Premium Tax	\$20,356	\$18,301	\$2,055	11.2%	\$41,280	49.3%
Trf In - General Fund	<u>\$702,084</u>	<u>\$640,000</u>	<u>\$62,084</u>	<u>9.7%</u>	<u>\$1,131,220</u>	<u>62.1%</u>
TOTAL POLICE & FIRE RETIREE FUNI	\$722,440	\$658,301	\$64,139	9.7%	\$1,172,500	61.6%
TOTAL RETIREE REVENUES	\$722,440	\$658,301	\$64,139	9.7%	\$1,172,500	61.6%
GRAND TOTAL RETIREE FUND	\$722,440	\$658,301	\$64,139	9.7%	\$1,172,500	61.6%
APPROPRIATIONS						
Police LF 1 Medical Premiums	\$322,181	\$237,041	\$85,140	35.9%	\$497,000	64.8%
Police LF1 Medical Bills	\$19,272	\$13,654	\$5,618	41.1%	\$20,000	96.4%
Police LF1 Medicare Premiums	\$4,310	\$3,760	\$551	14.6%	\$7,500	57.5%
Police LF 1 Dental Bills	\$713	\$1,593	-\$880	-55.2%	\$2,000	35.7%
Fire LF1 Disability Pyts	\$45,915	\$48,132	-\$2,217	-4.6%	\$73,000	62.9%
Fire LF1 Annuity Pyts	\$24,379	\$8,057	\$16,322	202.6%	\$37,000	65.9%
Fire LF1 Medical Premiums	\$311,028	\$234,971	\$76,057	32.4%	\$465,000	66.9%
Fire LF1 Medical Bills	\$15,831	\$27,837	-\$12,006	-43.1%	\$40,000	39.6%
Fire LF1 Medicare Premiums	\$17,119	\$15,723	\$1,396	8.9%	\$25,000	68.5%
Fire LF1 Dental Bills	<u>\$5,378</u>	<u>\$4,386</u>	<u>\$992</u>	<u>22.6%</u>	<u>\$6,000</u>	<u>89.6%</u>
RETIREE FUND APPROPRIATONS	\$766,125	\$595,153	\$170,972	28.7%	\$1,172,500	65.3%
ENDING FUND BALANCE	-\$43,685	\$63,148			\$0	

Capital Improvement Projects

Overview:

Capital improvement expenditures have been separated for clarity purposes and for independent accounting of capital improvement projects. Proprietary operations, such as the City's water, sewer, and storm drain funds are capital intensive as the following summary explains. Very little capital project activity has taken place as of the mid-biennium. More detail will be included in future Quarterly Reports as activity picks up in second half of the biennium.

Progress Summary:

General Capital, \$611,700. This line item was appropriated to fund improvements to City building and parks in 2011-12. There was \$74,420 spent as of March 2012.

Sidewalk Construction Fund, \$449,375. This line item was appropriated to fund grant funded sidewalk improvements throughout the City during the 2011-2012 biennium. There has been only \$388,591 expended as of March 2012.

Water Capital Projects, \$1,616,315. These items provide appropriation authority for all requested water utility capital improvements for 2011-2012. These improvements are funded from watershed resources transferred to the Water Department. The largest project in this category is the Transmission Line Replacement. In total, Water Capital Projects have expended \$424,143 or 26.2% of budgetary authority.

Sewer Capital Projects, \$540,325. Variable Drive upgrades to sewer pumps designed to save electricity costs are the major projects for 2011-2012. As of December, \$151,228 or 28% of appropriated expenditures had been made.

CAPITAL IMPROVEMENT BUDGET

CITY OF HOQUIAM

2011-2012 5th QUARTER FINANCIAL REPORT

CAPITAL PROJECTS	2011-12 <u>Q5 BTD</u>	2011-12 <u>Budget</u>	% to Budget
<i>#001 - General Fund (Unrestricted Revenues)</i>			
City Hall Improvements	\$56,403	\$100,000	56.4%
Fire Department Dorm Remodel	\$2,071	\$0	100.0%
Street Tree Planting	\$6,356	\$1,700	373.9%
Street Tree Inventory Management	\$7,313	\$10,000	73.1%
Playground Equipment	\$0	\$50,000	0.0%
Upgrade Senior Center	\$2,277	\$50,000	4.6%
<u>Pocklington Spray Park</u>	<u>\$0</u>	<u>\$400,000</u>	<u>0.0%</u>
Subtotal, General Fund Projects	\$74,420	\$611,700	12.2%
<i>#102 - Mausoleum</i>			
Handicap Ramp and Railing	\$0	\$8,000	0.0%
<i>#109 - Ambulance</i>			
Lifepak Monitor Equipment	\$0	\$21,000	0.0%
<u>Fire Dorm Room Upgrade</u>	<u>\$0</u>	<u>\$0</u>	<u>100.0%</u>
Subtotal, Ambulance Fund Projects	\$0	\$21,000	0.0%
<i>#302 - Sidewalk Construction</i>			
Construction Projects	\$388,591	\$449,375	86.5%
<i>#401-25 Water Department Projects</i>			
West Fork Dam-Filter/Screen	\$33,993	\$250,000	13.6%
Little Hoquiam Dam	\$18,170	\$27,000	67.3%
Water Supply Study	\$7,750	\$221,575	3.5%
Flow Test	\$0	\$50,000	0.0%
Transmission Line Repairs	\$7,043	\$0	
Transmission Line Replacement	\$237,338	\$879,740	27.0%
Arnold Court Booster Pump	\$11,480	\$55,000	20.9%
Repl College Hill Generator	\$26,996	\$58,000	46.5%
Replace WTP FAP Machine	\$38,020	\$45,000	84.5%
Replace Main Circuit Breaker	\$9,174	\$0	100.0%
Filter Surface Wash Piping	\$4,106	\$0	100.0%
Meters	\$21,146	\$30,000	70.5%
<u>Streaming Current Meter</u>	<u>\$8,927</u>	<u>\$0</u>	<u>100.0%</u>
Subtotal, Water Projects	\$424,143	\$1,616,315	26.2%
<i>#401-26 Sewer Department Projects</i>			
Varidives	\$96,659	\$378,625	25.5%
Diesel Generator	\$130	\$108,000	0.1%
Chlorinator System	\$7,953	\$0	100.0%
Adams to Lagoon Force Main	\$42,695	\$50,000	85.4%
<u>WWTP Riding Lawn Mower</u>	<u>\$3,791</u>	<u>\$3,700</u>	<u>102.5%</u>
Subtotal, Sewer Utility Projects	\$151,228	\$540,325	28.0%
<i>#401-27 - Storm Department Projects</i>			
Pump Replacements	\$49,046	\$75,000	65.4%
TOTAL CAPITAL PROJECTS	\$1,087,427	\$3,313,715	32.8%

Debt Service Budget Summary

Overview:

The adjacent page provides a summary of the 2011-2012 debt service budget of the City. The City began 2011 with a total bonded debt service principal balance including revenue debt of \$409,971 in all funds.

Limited Tax General Obligation (LTGO) Debt: Appropriations in this category pay the principal, interest and debt associated with two debt issues, including:

- 1989 LTGO Bonds that financed a remodel of City Hall.
- 1994 PWTF Loan that paved a portion of Aberdeen Avenue.

Through March, \$72,567 or 59.8% of budget has been expended in principal and interest payments on LTGO debt.

Revenue Debt: Appropriations in this debt category pay the principal, interest, and debt service expenses associated with two revenue bond issues, including:

- 2006 PWTF Loan to complete a Sewer Facility Plan.
- 2000 CERB Loan to install sewer along the 5th Street Extension.

Through March, \$27,500 or 50.2% of budget has been expended in principal and interest payments on Revenue Debt.

Total debt activity through March 31st was \$100,067 or 56.8% of the total debt service budget.

DEBT SERVICE SUMMARY

CITY OF HOQUIAM

2011-2012 5th QUARTER FINANCIAL REPORT

ISSUE	Fund	2011					% to Budget	2012
		Beginning Balance	2011-12 Principal	2011-12 Interest	2011-12 Q5 YTD	2011-12 Budget		Ending Balance
Limited Tax General Obligation Debt								
1989 City Hall Remodel	213	\$186,876	\$26,188	\$12,034	\$38,222	\$50,965	75.0%	\$151,561
1994 PWTF Aberdeen Avenue*	107	<u>\$132,095</u>	<u>\$33,024</u>	<u>\$1,321</u>	<u>\$34,345</u>	<u>\$70,345</u>	<u>48.8%</u>	<u>\$66,045</u>
Subtotal, Limited Tax G.O.		\$318,971	\$59,212	\$13,355	\$72,567	\$121,310	59.8%	\$217,606
Revenue Debt								
2006 PWTF Sewer Facility Plan*	401	\$41,000	\$20,500	\$0	\$20,500	\$41,000	50.0%	\$20,500
2000 CERB Fifth Street Sewer Extension	401	<u>\$50,000</u>	<u>\$5,000</u>	<u>\$2,000</u>	<u>\$7,000</u>	<u>\$13,800</u>	<u>50.7%</u>	<u>\$45,000</u>
Subtotal, Revenue		\$91,000	\$25,500	\$2,000	\$27,500	\$54,800	50.2%	\$65,500
Total Debt, All Sources and Uses		\$409,971	\$84,712	\$15,355	\$100,067	\$176,110	56.8%	\$283,106

* Not included in All Fund Summary Debt Service Line (paid out of individual operating budgets)