



2011-12 Quarterly Financial Report

“Eighth” Quarter 2011-12 January through December

The City of Hoquiam, Washington

609 8th Street

Hoquiam, Washington

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TABLE OF CONTENTS

EXECUTIVE SUMMARY	2
GENERAL FUND	5
CEMETERY FUND #101	9
MAUSOLEUM FUND #102	11
STREET FUND #106	13
ARTERIAL STREET FUND #107	15
AMBULANCE FUND #109	17
STADIUM AND TOURISM FUND #112	19
COMMUNITY DEVELOPMENT REPAY FUND #130	21
WATERWORKS UTILITY FUND #401	23
WATERSHED FUND #402	27
LANDFILL POSTCLOSURE FUND #417	29
EQUIPMENT RENTAL FUND #501	31
EQUIPMENT RENTAL RESERVE FUND #505	33
MEDICAL DENTAL FUND #520	35
UNEMPLOYMENT FUND #522	37
POLICE & FIREMEN'S PENSION FUND #611	39
CAPITAL BUDGET	41
DEBT SERVICE BUDGET	44

CITY OF HOQUIAM

8th Quarter Financial Report–January 2011 through December 2012

EXECUTIVE SUMMARY

This document provides a detailed review of City financial activity for the entire twenty four 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 December, 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 expended 85.2% of biennial operating appropriations. At December, over 83% of the capital improvement expenditures had been made.

Analysis: There were no funds showing higher than expected expenditures. The City ended the biennium with all funds expending less funds than were budgeted and all funds had a positive cash balance.

Bottom Line: For the twenty four month biennium, revenues were down in most funds compared to the prior biennium but were within acceptable parameters. The exceptions being that the Ambulance Fund, the Stadium/Tourism Fund and the Watershed Fund actually generated more revenue than the prior biennium.

Sales tax receipts were down 2.0% in 2011-12 over comparable 2009-10 levels. B&O Tax receipts were down 25.2% over the same period. Even still, the General Fund revenue was only 4% less than 2009-10, which is remarkable for these tough economic times.

Ambulance Service Fees were up 4.2% for the 2011-12 biennium compared to the previous biennium reflecting a corresponding increase in call volume.

Investment income, however, has decreased dramatically in many of the operating funds as short term interest rates dropped from over 5% in 2008 to under 1% today.

All operating departments were within normal expenditure levels through the fourth quarter. In the General Fund, the combined operating departments expended 1.9% less through the 2011-12 biennium than they did combined through the 2009-10

ALL FUNDS EXPENDITURE SUMMARY

CITY OF HOQUIAM

2011-12 8th QUARTER FINANCIAL REPORT

<u>OPERATING FUNDS</u>	<u>No.</u>	<u>2011-12 Q8 BTD</u>	<u>2009-10 Q8 BTD</u>	<u>Increase (Decrease)</u>	<u>% Increase (Decrease)</u>	<u>2011-12 Budget</u>	<u>% to Budget</u>
General Fund	001	\$13,393,771	\$13,229,484	\$164,287	1.2%	\$14,905,605	89.9%
Cemetery	101	\$357,311	\$403,129	-\$45,818	-11.4%	\$372,890	95.8%
Mausoleum	102	\$16,943	\$21,716	-\$4,773	-22.0%	\$29,000	58.4%
Cemetery Equipment Reserve	103	\$0	\$0	\$0	-	\$0	-
Cemetery Preneed	104	\$92,605	\$60,000	\$32,605	54.3%	\$193,555	47.8%
Parks Special Programs	105	\$0	\$0	\$0	-	\$0	-
Street Fund	106	\$807,334	\$775,698	\$31,635	4.1%	\$831,670	97.1%
Ambulance	109	\$3,788,735	\$3,597,048	\$191,687	5.3%	\$3,779,165	100.3%
Stadium/Tourism	112	\$26,889	\$26,354	\$535	2.0%	\$47,400	56.7%
Comm. Devel. Repay	130	\$176,463	\$473,761	-\$297,299	-62.8%	\$201,755	87.5%
Water	401-25	\$3,462,094	\$3,542,760	-\$80,666	-2.3%	\$3,787,645	91.4%
Sewer	401-26	\$1,878,891	\$2,241,948	-\$363,057	-16.2%	\$3,091,005	60.8%
Storm	401-27	\$660,460	\$761,725	-\$101,265	-13.3%	\$749,840	88.1%
Watershed	402	\$1,584,924	\$2,144,703	-\$559,779	-26.1%	\$2,864,150	55.3%
Landfill Postclosure	417	\$38,104	\$101,891	-\$63,787	-62.6%	\$57,340	66.5%
Equipment Rental	501	\$691,260	\$1,171,269	-\$480,009	-41.0%	\$866,945	79.7%
Equipment Rental Reserve	505	\$162,672	\$1,156,925	-\$994,253	-85.9%	\$312,500	52.1%
Medical/Dental Benefits	520	\$182,571	\$176,156	\$6,415	3.6%	\$172,000	106.1%
Unemployment Fund	522	\$18,552	\$22,932	-\$4,380	-19.1%	\$23,195	80.0%
Police & Fire Retiree	611	\$1,181,806	\$968,817	\$212,989	22.0%	\$1,207,500	97.9%
Library Memorial	625	\$0	\$0	\$0	-	\$0	-
<u>Parks Endowment</u>	<u>627</u>	<u>\$23,220</u>	<u>\$144,835</u>	<u>-\$121,615</u>	<u>-84.0%</u>	<u>\$23,225</u>	<u>100.0%</u>
TOTAL OPERATING FUNDS		\$28,544,605	\$31,021,152	-\$2,476,547	-8.0%	\$33,516,385	85.2%
<u>CAPITAL IMPROVEMENT FUNDS</u>							
Arterial Strets	107	\$213,921	\$114,594	\$99,327	86.7%	\$266,240	80.3%
Paths & Trails	108	\$0	\$0	\$0	-	\$9,000	0.0%
General Capital Reserve	114	\$306,233	\$21,819	\$284,414	1303.5%	\$411,500	74.4%
Sidewalk Construction Fund	302	\$418,606	\$303,226	\$115,381	38.1%	\$449,375	93.2%
Train Station	308	\$0	\$0	\$0	-	\$0	-
Water Capital Projects	401-25	\$1,139,112	\$1,477,032	-\$337,920	-22.9%	\$1,616,315	70.5%
Sewer Capital Projects	401-26	\$671,478	\$239,390	\$432,088	180.5%	\$540,325	124.3%
<u>Storm Capital Projects</u>	<u>401-27</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 CAPITAL IMPROVEMENT FUNDS		\$2,798,397	\$2,185,441	\$612,955	28.0%	\$3,367,755	83.1%
TOTAL DEBT SERVICE FUNDS		\$475,447	\$586,636	-\$111,189	-19.0%	\$477,435	99.6%
TOTAL ALL FUNDS		\$31,818,448	\$33,793,229	-\$1,974,782	-5.8%	\$37,361,575	85.2%

biennium. However, this can be explained in large part by the repairs to roofs on City buildings that were replaced in 2009.

Additionally, Water, Sewer and Storm operations (not including capital) expended only 0.1% more combined through the 2011-12 biennium than they did combined through the 2009-10 biennium.

Some capital projects got underway in 2011-12 that should make a big difference to the appearance of the cityscape. Over \$418,606 was expended from the Sidewalk Construction Fund on downtown and arterial sidewalk replacements. Similarly, \$300,099 was spent to add a Spray Park at Art Pocklington Central Play Park.

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

General Fund

Overview:

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

For 2011-12, total revenues and transfers in were budgeted at \$14,307,450, while appropriations and transfers out were adopted at \$14,905,605, creating an ending balance of \$1,700,085.

Biennial operating budget appropriations of \$12,886,175 represent a 1.9% decrease over comparable 2009-10 appropriations. This can be attributed primarily to repairs in 2009 of City buildings damaged by the 2007 windstorm and investments in technology equipment and software in 2010.

Transfers to other funds total \$2,019,430, and include annual support of City activities including street operations and funds for police and fire pension obligations. Also included in these transfers are funds to complete 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 December are at 97.5% of budget and 3.3%% lower than the 2009-10 biennium. The downturn in the economy has flattened out retail sales tax and B&O Tax collections.

Licenses and Permits are at 77.2% of budget through the end of the biennium. The City anticipated additional revenue on some large construction projects that will most likely be received in 2013-14.

Intergovernmental Revenue is at 44.8% of budget through the biennium. Grants received by the City account for a majority of this category's receipts. A CDBG Grant for the new East Side Fire Station was anticipated in 2011-12 but will not be received until 2013-14.

Fines and Forfeitures finished the biennium ahead of budget, at 122.2%. This category includes primarily police citations and other court fines.

Miscellaneous Revenue is at 109.7% of budget. Investment interest makes up the bulk of this category but it also includes rent received from leases on City owned buildings .

GENERAL FUND
CITY OF HOQUIAM
2011-12 8th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 <u>Q8 BTD</u>	2009-10 <u>Q8 BTD</u>	Increase <u>(Decrease)</u>	% Increase <u>(Decrease)</u>	2011-12 <u>Budget</u>	% to <u>Budget</u>
Beginning Fund Balance	\$2,298,240	\$2,260,595			\$2,298,240	
Taxes	\$9,113,650	\$9,424,684	-\$311,034	-3.3%	\$9,349,825	97.5%
Licenses and Permits	\$736,580	\$773,552	-\$36,972	-4.8%	\$954,075	77.2%
Intergovernmental Revenue	\$924,975	\$1,112,076	-\$187,101	-16.8%	\$2,063,465	44.8%
Charges for Services	\$171,419	\$161,643	\$9,776	6.0%	\$195,395	87.7%
Fines and Forfeits	\$366,356	\$312,414	\$53,942	17.3%	\$299,770	122.2%
<u>Miscellaneous Revenue</u>	<u>\$778,770</u>	<u>\$810,914</u>	<u>-\$32,144</u>	<u>-4.0%</u>	<u>\$709,880</u>	<u>109.7%</u>
TOTAL GENERAL FUND	\$12,091,749	\$12,595,281	-\$503,533	-4.0%	\$13,572,410	89.1%
<u>OTHER REVENUES & TRANSFERS IN</u>						
Sale of Fixed Assets	\$12,011	\$19,756	-\$7,745	-39.2%	\$0	-
Insurance Recoveries	\$0	\$466,069	-\$466,069	-100.0%	\$0	-
Trf In - Rev. Stabilization	\$245,000	\$0	\$245,000	100.0%	\$245,000	100.0%
Trf In - Ambulance 109/E911	\$28,000	\$16,169	\$11,831	73.2%	\$28,000	100.0%
Trf In - Council Special Projects	\$0	\$1,500	-\$1,500	-100.0%	\$0	-
Trf In - Gen. Capital 114/City Hall	\$306,233	\$21,819	\$284,414	1303.5%	\$406,690	75.3%
Trf In - Gen. Residual Equity	\$0	\$2,633	-\$2,633	-100.0%	\$0	-
Trf In - Parks Endowment 627	\$23,220	\$144,835	-\$121,615	-84.0%	\$23,225	100.0%
Trf In - Library Memorial	\$0	\$0	\$0	100.0%	\$0	-
<u>Trf In - Parks Special Projects 105</u>	<u>\$32,002</u>	<u>\$0</u>	<u>\$32,002</u>	<u>100.0%</u>	<u>\$32,125</u>	<u>99.6%</u>
TOTAL OTHER REVENUES	\$646,465	\$672,782	-\$26,316	-3.9%	\$735,040	87.9%
GRAND TOTAL GENERAL FUND	\$12,738,214	\$13,268,063	-\$529,849	-4.0%	\$14,307,450	89.0%

General Fund Appropriations:

Adopted biennial appropriations and required transfers total \$14,905,605 which is a \$164,287 or 1.2% increase from 2009-10 appropriated levels. As far as appropriations are concerned, the two bienniums look very similar.

Through December, operating expenditures total \$12,866,175 or 89.3% of budgeted appropriations, slightly below anticipated spending levels for the biennium. This is \$217,9850 or 1.9% lower than the 2009-10 biennium.

No departments were substantially above year to date targets

Transfers to Other Funds:

The General Fund budget includes \$2,019,430 in transfers to other funds over the biennium. These transfers include:

Street: Biennial support levels total \$519,317. The Street Fund is a "creeper" fund requiring assistance from the General Fund for operation.

Police and Fire Pension: \$1,142,067 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

GENERAL FUND
CITY OF HOQUIAM
2011-12 8th QUARTER FINANCIAL REPORT

OPERATING EXPENDITURES

<u>DEPARTMENT</u>	2011-12 Q8 BTD	2009-10 Q8 BTD	Increase (Decrease)	% Increase (Decrease)	2011-12 Budget	% to Budget
Legislative/Council	\$282,061	\$296,998	-\$14,937	-5.0%	\$287,985	97.9%
Municipal Court	\$363,806	\$338,427	\$25,380	7.5%	\$370,275	98.3%
Finance	\$479,721	\$463,611	\$16,111	3.5%	\$482,245	99.5%
Legal	\$301,401	\$286,551	\$14,849	5.2%	\$312,745	96.4%
Civil Service	\$8,664	\$9,014	-\$350	-3.9%	\$7,150	121.2%
City Hall & Buildings	\$285,112	\$586,625	-\$301,513	-51.4%	\$275,375	103.5%
Electrical	\$359,426	\$389,875	-\$30,449	-7.8%	\$345,340	104.1%
Police	\$4,771,702	\$4,427,912	\$343,790	7.8%	\$4,795,420	99.5%
Fire	\$1,825,638	\$1,701,395	\$124,243	7.3%	\$2,831,565	64.5%
Animal Control	\$166,680	\$151,595	\$15,086	10.0%	\$169,105	98.6%
Public Works	\$606,117	\$750,253	-\$144,136	-19.2%	\$608,955	99.5%
Personnel Services	\$0	\$0	\$0	100.0%	\$0	-
Police Special Funds (DTF)	\$248,139	\$281,252	-\$33,113	-11.8%	\$331,085	74.9%
Library	\$324,567	\$402,983	-\$78,416	-19.5%	\$306,410	105.9%
Community Services	\$806,818	\$1,304,919	-\$498,101	-38.2%	\$963,620	83.7%
Americorps	\$0	\$32,649	-\$32,649	-100.0%	\$0	-
Economic Development	\$225,696	\$130,719	\$94,976	72.7%	\$218,300	103.4%
Information Technology	\$0	\$21,307	-\$21,307	-100.0%	\$0	-
Spray Park	\$317,346	\$0	\$317,346	100.0%	\$410,000	77.4%
911 Program	\$135,247	\$150,005	-\$14,758	-9.8%	\$170,600	79.3%
Miscellaneous	\$0	\$0	\$0	100.0%	\$0	-
TOTAL OPERATING EXPENDITURE	\$11,508,140	\$11,726,090	-\$217,950	-1.9%	\$12,886,175	89.3%
TRANSFERS OUT						
Non-Departmental Expenditures	\$0	\$39,638	-\$39,638	-100.0%	\$0	-
Trf Out - Cemetery	\$24,730	\$86,111	-\$61,381	-71.3%	\$113,325	21.8%
Trf Out - Street Fund #106	\$519,317	\$396,500	\$122,817	31.0%	\$534,985	97.1%
Trf Out - Reserve Funds	\$0	\$0	\$0	100.0%	\$0	-
Trf Out - GO Bond Redemption #213	\$50,963	\$50,963	\$0	0.0%	\$50,965	100.0%
Trf Out - Sidewalks #302	\$18,552	\$0	\$18,552	100.0%	\$23,195	80.0%
Trf Out - Train Station #308	\$0	\$0	\$0	100.0%	\$0	-
Trf Out - Unemployment #522	\$130,002	\$0	\$130,002	100.0%	\$130,740	99.4%
Trf Out - Police/Fire Pension #611	\$1,142,067	\$930,182	\$211,885	22.8%	\$1,166,220	97.9%
TOTAL TRANSFERS OUT	\$1,885,631	\$1,503,394	\$382,237	25.4%	\$2,019,430	93.4%
GRAND TOTAL GENERAL FUND	\$13,393,771	\$13,229,484	\$164,287	1.2%	\$14,905,605	89.9%
OVER (SHORT)	-\$655,557	\$38,579	-\$694,136		-\$598,155	
ENDING FUND BALANCE	\$1,642,683	\$2,299,174			\$1,700,085	

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 was lower than anticipated with 90.7% of budgeted amounts received for the biennium. This is \$15,226 or 8.4% lower than comparable 2009-10 levels. Revenues for this fund are obviously dependent upon actuarial events.

A large transfer to the Cemetery Fund of \$91,875 was made from the Cemetery Preneed Fund.

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.

The Cemetery fund ended the year expending 357,311 or 95.8% of budgeted appropriations. This is \$45,818 or 11.4% lower than comparable 2009-10 levels.

The former Community Services & Cemetery Supervisor retired in October of 2011 and was that position was not replaced. The maintenance section of the Community Services and Cemetery Department has been reorganized under the Street Department.

CEMETERY FUND #101**CITY OF HOQUIAM****2011-12 8th QUARTER FINANCIAL REPORT**

<u>REVENUES</u>	<u>2011-12 Q8 BTD</u>	<u>2009-10 Q8 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	\$166,011	\$181,237	-\$15,226	-8.4%	\$183,000	90.7%
Investment Interest	\$26,928	\$24,368	\$2,560	10.5%	\$9,200	292.7%
Land Lease (Cell Tower)	\$22,767	\$22,767	\$0	0.0%	\$22,765	100.0%
Housing Rentals	\$8,000	\$9,600	-\$1,600	-16.7%	\$9,600	83.3%
Donations	\$0	\$450	-\$450	-100.0%	\$0	-
Other Miscellaneous	\$56	\$257	-\$201	-78.3%	\$0	-
<u>Tree Sales</u>	<u>\$0</u>	<u>\$1,500</u>	<u>-\$1,500</u>	<u>-100.0%</u>	<u>\$0</u>	<u>-</u>
TOTAL CEMETERY FUND	\$223,763	\$240,180	-\$14,716	-6.8%	\$224,565	99.6%
<u>OTHER REVENUES & TRANSFERS IN</u>						
Trf In - General Fund #001	\$24,730	\$86,111	-\$61,381	-71.3%	\$113,325	21.8%
Trf In - Mausoleum #102	\$16,943	\$16,746	\$197	1.2%	\$20,000	84.7%
Trf In - Cem Equip Resr #103	0	0	\$0	-	\$0	-
<u>Trf In - Cem Preneed #104</u>	<u>\$91,875</u>	<u>\$60,000</u>	<u>\$31,875</u>	<u>53.1%</u>	<u>\$15,000</u>	<u>612.5%</u>
TOTAL OTHER REVENUES	\$133,548	\$162,858	-\$29,309	-18.0%	\$148,325	90.0%
TOTAL CEMETERY REVENUES	\$357,311	\$403,038	-\$45,727	-11.3%	\$372,890	95.8%
GRAND TOTAL CEMETERY FUND	\$357,311	\$403,129	-\$45,818	-11.4%	\$372,890	95.8%
APPROPRIATIONS						
Cemetery Operations	\$328,558	\$370,619	-\$42,060	-11.3%	\$344,240	95.4%
Equipment Rental	\$9,260	\$12,164	-\$2,904	-23.9%	\$12,000	77.2%
Road Paving Debt Service	\$13,649	\$13,649	\$0	0.0%	\$13,650	100.0%
Land	\$1,203	\$618	\$585	94.7%	\$0	-
Capital	\$2,827	\$18	\$2,808	15422.2%	\$0	-
Trf Out - Cem. Equipment Reserve #103	\$1,564	\$2,055	-\$491	-23.9%	\$2,000	78.2%
<u>Trf Out - Equipment Reserve #505</u>	<u>\$252</u>	<u>\$4,008</u>	<u>-\$3,756</u>	<u>-93.7%</u>	<u>\$1,000</u>	<u>25.2%</u>
CEMETERY FUND APPROPRIATIONS	\$357,311	\$403,129	-\$45,818	-11.4%	\$372,890	95.8%
ENDING FUND BALANCE	\$0	\$0			\$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 \$174,500 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. At the end of 2012 the City recorded \$24,836 in sales compared to \$25,410 for the same period in 2009-10. Mausoleum sales are actuarially dependent and can be very unpredictable.

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 biennium, \$16,943 or 58.4% of appropriated expenditures were made.

MAUSOLEUM FUND #102

CITY OF HOQUIAM

2011-12 8th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 <u>Q8 BTD</u>	2009-10 <u>Q8 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	\$24,836	\$25,410	-\$574	-2.3%	\$18,000	138.0%
Investment Interest	\$740	\$5,579	-\$4,839	-86.7%	\$1,000	74.0%
<u>Interest on Contracts</u>	<u>\$495</u>	<u>\$1,129</u>	<u>-\$634</u>	<u>-56.1%</u>	<u>\$495</u>	<u>100.1%</u>
TOTAL MAUSOLEUM FUND	\$26,071	\$32,118	-\$6,047	-18.8%	\$19,495	133.7%
<u>OTHER REVENUES & TRANSFERS IN</u>						
<u>Interfund Loan - Cemetery #101</u>	<u>\$13,153</u>	<u>\$12,519</u>	<u>\$634</u>	<u>5.1%</u>	<u>\$13,155</u>	<u>100.0%</u>
TOTAL OTHER REVENUES	\$13,153	\$12,519	\$634	5.1%	\$13,155	100.0%
TOTAL MAUSOLEUM REVENUES	\$39,224	\$44,637	\$634	-12.1%	\$32,650	<u>120.1%</u>
GRAND TOTAL MAUSOLEUM FUND	\$213,727	\$196,219	-\$5,413	8.9%	\$207,150	103.2%
<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>\$16,943</u>	<u>\$16,746</u>	<u>\$197</u>	<u>1.2%</u>	<u>\$20,000</u>	<u>84.7%</u>
MAUSOLEUM FUND APPROPRIATIONS	\$16,943	\$21,716	-\$4,773	-22.0%	\$29,000	58.4%
ENDING FUND BALANCE	\$196,784	\$174,503			\$178,150	

Street Fund #106

Overview:

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

Revenues

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

Gas tax revenues were \$245,276 or 95.7% of budget through December. 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 in 2011-12 were \$519,317. This activity is \$122,817 or 31.0% higher than in the 2009-10 biennium . This amount shows the City's emphasis on street projects in 2011-12 but was also affected by the cleanup from storms and snow.

Appropriations:

Overall, the Street Fund expended \$807,334, or 97.1% of its \$831,670 biennial budget during the twenty four months of the biennium. This is \$31,635 or 4.1% higher than comparable 2009-10 levels.

As mentioned above, street crews were busy in 2011-12 maintaining streets, clearing snow and debris and installing new sidewalks. Even so, street expenditures were below budget for the biennium.

STREET FUND #106**CITY OF HOQUIAM****2011-12 8th QUARTER FINANCIAL REPORT**

	2011-12 <u>Q8 BTD</u>	2009-10 <u>Q8 BTD</u>	Increase (Decrease)	% Increase (Decrease)	2011-12 <u>Budget</u>	% to <u>Budget</u>
REVENUES						
Beginning Fund Balance	\$0	\$0			\$0	
Miscellaneous	\$820	\$0	\$820	-	\$0	0.0%
Street & Curb Permits	\$3,920	\$5,476	-\$1,556	-28.4%	\$2,500	156.8%
Gas Tax	\$245,276	\$259,736	-\$14,459	-5.6%	\$256,185	95.7%
TOTAL STREET FUND	\$250,017	\$265,211	-\$15,195	-5.7%	\$258,685	96.6%
Trf In - General Fund #001	\$519,317	\$396,500	\$122,817	31.0%	\$534,985	97.1%
Trf In - Arterial Street Fund #107	\$38,000	\$113,987	-\$75,987	-66.7%	\$38,000	100.0%
TOTAL STREET REVENUES	\$807,334	\$775,698	\$31,635	4.1%	\$831,670	0.0%
GRAND TOTAL STREET FUND	\$807,334	\$775,698	-\$15,195	4.1%	\$831,670	97.1%
APPROPRIATIONS						
Executive Services	\$49,298	\$45,407	\$3,891	8.6%	\$50,070	98.5%
Roadway Services	\$579,371	\$406,769	\$172,602	42.4%	\$572,915	101.1%
Traffic Control Devices	\$24,837	\$32,928	-\$8,091	-24.6%	\$27,000	92.0%
Ancillary Operations	\$130,586	\$203,324	-\$72,738	-35.8%	\$157,970	82.7%
General Administration	\$22,015	\$19,989	\$2,027	10.1%	\$22,435	98.1%
Capital	\$0	\$65,987	-\$65,987	-100.0%	\$0	-
Trf Out - Paths & Trails #108	\$1,226	\$1,295	-\$68	-5.3%	\$1,280	95.8%
Trf Out - Unemployment #522	\$0	\$0	\$0	=	\$0	=
STREET FUND APPROPRIATIONS	\$807,334	\$775,698	\$31,635	4.1%	\$831,670	97.1%
ENDING FUND BALANCE	\$0	\$0			\$0	

Arterial Street Fund #107

Overview:

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

Revenues

Revenues to this fund come entirely from gas taxes and invested fund balances. Gas tax revenues were \$114,683 or 95.7% of budget through the biennium.

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 \$336,585. Through the end of the biennium, expenditures and transfers out totaled \$282,280. Expenditures are primarily for debt service and transfers out.

There was also \$68,359 in debt service payments for a Public Works Trust Fund loan to pave Aberdeen Avenue.

Lastly, there was a \$175,348 spent on a project to repair and repave a portion of 16th street.

ARTERIAL STREET FUND #107
CITY OF HOQUIAM
2011-12 8th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 Q8 BTD	2009-10 Q8 BTD	Increase (Decrease)	% Increase (Decrease)	2011-12 Budget	% to Budget
Beginning Fund Balance	\$58,339	\$118,448			\$0	
TIB Grant	\$0	\$0	\$0	-	\$227,640	0.0%
Gas Tax	\$114,683	\$121,444	-\$6,761	-5.6%	\$119,785	95.7%
<u>Investment Interest</u>	<u>\$212</u>	<u>\$2,721</u>	<u>-\$2,509</u>	<u>-92.2%</u>	<u>\$500</u>	<u>42.5%</u>
TOTAL ARTERIAL STREET FUND	\$114,896	\$124,165	-\$9,269	-7.5%	\$347,925	33.0%
Interfund Loan - #505	\$109,046	\$0	\$109,046	-	\$0	-
GRAND TOTAL ART. STREET FUND	\$282,280	\$242,613	\$99,777	-7.5%	\$347,925	33.0%
APPROPRIATIONS						
Debt Service	\$68,359	\$69,680	-\$1,321	-1.9%	\$70,345	97.2%
Capital	\$175,348	\$0	\$175,348	-	\$227,640	77.0%
Trf Out - Streets #106	\$38,000	\$113,987	-\$75,987	-66.7%	\$38,000	100.0%
Trf Out - Paths & Trails #108	\$573	\$607	-\$34	-5.6%	\$600	95.6%
<u>Trf Out - Sidewalk Construction #302</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	=	<u>\$0</u>	=
ART. STREET FUND APPROPRIATIONS	\$282,280	\$184,274	\$98,006	53.2%	\$336,585	83.9%
ENDING FUND BALANCE	\$0	\$58,339			\$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 December.

Revenues:

Emergency Care revenues come from three primary sources:

- The general emergency medical services (EMS) property tax levy generated \$457,449 over the biennium.
- Ambulance fees were projected at \$2,025,000 for the biennium. Through December, the City collected \$2,003,791, or 99.0% of Budget. This activity is \$80,201 or 4.2% higher than the previous biennium activity.
- Ambulance utility charges were budgeted at \$1,107,000 for the biennium. The City received \$1,082,168 or 97.8% of these monthly charges that are billed with water service.

Appropriations and Transfers Out:

Through the biennium, the Ambulance Fund spent 100% of its annual budget appropriations of \$3,779,165. This activity is \$191,687 or 5.3% higher than the 2011-12 biennium.

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 was 100% expended.
- \$225 in capital projects. New Lifepack monitors were anticipated to be purchased in 2011-12 but were ultimately delayed until the new fire truck is in service.

AMBULANCE FUND #109**CITY OF HOQUIAM****2011-12 8th QUARTER FINANCIAL REPORT**

<u>REVENUES</u>	<u>2011-12 Q8 BTD</u>	<u>2009-10 Q8 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	\$457,449	\$383,131	\$74,318	19.4%	\$452,500	101.1%
Ambulance Fees	\$2,003,791	\$1,923,590	\$80,201	4.2%	\$2,025,000	99.0%
Miscellaneous	\$10,282	\$32,063	-\$21,781	-67.9%	\$8,395	122.5%
Grants	\$42,904	\$15,428	\$27,476	178.1%	\$58,770	73.0%
Ambulance Utility Charges	\$1,082,168	\$895,785	\$186,383	20.8%	\$1,107,000	97.8%
Fire District EMS Fees	<u>\$177,421</u>	<u>\$105,941</u>	<u>\$71,480</u>	<u>67.5%</u>	<u>\$120,000</u>	<u>147.9%</u>
TOTAL AMBULANCE FUND	\$3,774,015	\$3,355,938	\$418,077	12.5%	\$3,771,665	100.1%
<u>OTHER REVENUES & TRANSFERS IN</u>						
Trf In - General Fund #001	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	-	<u>\$0</u>	-
TOTAL OTHER REVENUES	\$0	\$0	\$0	-	\$0	-
TOTAL AMBULANCE REVENUES	\$3,774,015	\$3,355,938	\$418,077	12.5%	\$3,771,665	100.1%
GRAND TOTAL AMBULANCE FUND	\$3,814,676	\$3,637,709	\$418,077	4.9%	\$3,812,325	100.1%
<u>APPROPRIATIONS</u>						
Ambulance Operations	\$3,676,946	\$3,369,998	\$306,948	9.1%	\$3,579,885	102.7%
Capital	\$225	\$64,858	-\$64,633	-99.7%	\$21,000	1.1%
Debt Service	\$0	\$0	\$0	-	\$0	-
Trf Out - General Fund #001 (E911)	\$28,000	\$16,169	\$11,831	73.2%	\$28,000	100.0%
Trf Out - Equipment Rental Fund #501	\$64,814	\$46,014	\$18,800	40.9%	\$75,280	86.1%
Trf Out - Equipment Reserve Fund #505	<u>\$18,750</u>	<u>\$100,008</u>	<u>-\$81,258</u>	<u>-81.3%</u>	<u>\$75,000</u>	<u>25.0%</u>
AMBULANCE FUND APPROPRIATIONS	\$3,788,735	\$3,597,048	\$191,687	5.3%	\$3,779,165	100.3%
ENDING FUND BALANCE	\$25,941	\$40,661			\$33,160	

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 \$19,000, and come from two sources, a 2% Stadium tax revenues and 3% transient excise tax. Combined revenues through biennium of \$25,798 constitute 99% of the budgeted amounts.

Through the biennium, Hotel Motel taxes are up 14.9% compared to 2009-10 levels. This is encouraging considering the downturn in the national economy has reduced travel nationwide. However, 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 the biennium, the City expended \$26,889 of its budget authority in this fund. Funds go primarily toward marking events in Hoquiam. However, in the 2011-12 biennium the City used these funds to install a new "*Welcome to Hoquiam*" sign at the east entrance to the City. Also, staff recommended the purchase of a "chip" timing system to help track participants in the City's fun runs.

For 2011-12, expenditure activity is \$535 or 2% higher than the 2009-2010 biennium.

STADIUM/TOURISM FUND #112

CITY OF HOQUIAM

2011-12 8th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	<u>2011-12 Q8 BTD</u>	<u>2009-10 Q8 BTD</u>	<u>Increase (Decrease)</u>	<u>% Increase (Decrease)</u>	<u>2011-12 Budget</u>	<u>% to Budget</u>
Beginning Fund Balance	\$21,362	\$25,030			\$21,360	
Hotel-Motel Tax	\$25,741	\$22,408	\$3,333	14.9%	\$26,000	99.0%
<u>Investment Interest</u>	<u>\$57</u>	<u>\$278</u>	<u>-\$222</u>	<u>-79.6%</u>	<u>\$40</u>	<u>141.9%</u>
TOTAL STADIUM/TOURISM FUND	\$25,798	\$22,687	\$3,111	13.7%	\$26,040	99.1%
TOTAL TOURISM REVENUES	\$25,798	\$22,687	\$3,111	13.7%	\$26,040	99.1%
GRAND TOTAL STADIUM/TOURISM	\$47,160	\$47,717	\$3,111	13.7%	\$47,400	99.1%
APPROPRIATIONS						
Advertising & Events Promotion	\$0	\$8,700	-\$8,700	-100.0%	\$4,950	0.0%
Loggers' Playday	\$1,000	\$4,000	-\$3,000	-75.0%	\$2,000	50.0%
Elks Grand Parade	\$503	\$0	\$503	-	\$3,500	14.4%
7th Street Theatre	\$2,000	\$4,800	\$0	-58.3%	\$4,000	50.0%
Community Events	\$2,450	\$6,729	\$0	-63.6%	\$5,000	49.0%
Other Miscellaneous	\$20,936	\$2,126	\$0	885.0%	\$27,950	74.9%
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	\$26,889	\$26,354	\$535	2.0%	\$47,400	56.7%
ENDING FUND BALANCE	\$20,271	\$21,362			\$0	

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. The City continued to administer a grant for Neighborhood Stabilization in 2011-12 receiving \$110,489 to provide increased affordable housing in Hoquiam. Total biennial resources were 184,778.

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 \$201,755. Expenditures include demolition of dilapidated structures and the purchase of vacant lots for future housing units.

Through the biennium, \$176,463 or 87.5% of expenditures have been made. This activity is below expected levels and is \$297,299 or 62.8% less than the 2009-10 biennium.

COMMUNITY DEVELOPMENT REPAY FUND #130

CITY OF HOQUIAM

2011-12 8th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 <u>Q8 BTD</u>	2009-10 <u>Q8 BTD</u>	Increase <u>(Decrease)</u>	% Increase <u>(Decrease)</u>	2011-12 <u>Budget</u>	% to <u>Budget</u>
Beginning Fund Balance	\$130,965	\$229,100			\$130,965	
Miscellaneous Cleanup Fees	\$0	\$1	-\$1	-100.0%	\$0	-
GH County Waste Abatement Grant	\$0	\$0	\$0	-	\$0	-
Neighborhood Stabilization Grant	\$110,489	\$336,129	-\$225,641	-67.1%	\$112,790	98.0%
Abatement Fees	\$8,546	\$26,016	-\$17,470	-67.2%	\$4,000	213.7%
<u>Contract Payments</u>	<u>\$65,743</u>	<u>\$13,477</u>	<u>\$52,267</u>	<u>387.8%</u>	<u>\$1,000</u>	<u>6574.3%</u>
TOTAL COMM. DEVEL. REPAY FUND	\$184,778	\$375,624	-\$190,846	-50.8%	\$117,790	156.9%
TOTAL CD REPAY REVENUES	\$184,778	\$375,624	-\$190,846	-50.8%	\$117,790	156.9%
GRAND TOTAL COMM. DEVEL. REPAY	\$315,743	\$604,724			\$248,755	
APPROPRIATIONS						
Miscellaneous	\$435	\$197	\$238	120.9%	\$1,000	43.5%
Cleanup Activities	\$48	\$11	\$37	332.9%	\$5,000	1.0%
Abate Nuisances	\$58,993	\$123,225	-\$64,231	-52.1%	\$89,335	66.0%
GH Co. Waste Abatement Grant	\$715	\$2,797	-\$2,082	-74.4%	\$5,030	14.2%
Neighborhood Stabilization	\$14,882	\$347,531	-\$332,650	-95.7%	\$101,390	14.7%
<u>Trf Out - General Fund #001 (ED Plan)</u>	<u>\$101,389</u>	<u>\$0</u>	<u>\$101,389</u>	<u>-</u>	<u>\$0</u>	<u>-</u>
COMM. DEVEL. REPAY FUND	\$176,463	\$473,761	-\$297,299	-62.8%	\$201,755	87.5%
ENDING FUND BALANCE	\$139,281	\$130,963			\$47,000	

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 the end of the biennium.

Revenues:

This fund was budgeted to generate revenues of \$10,449,735 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 the biennium, water sales of \$2,577,034 or 88.9% of budgeted metered water revenues of \$2,900,000 were collected. This is 6.1% less than comparable 2009-10 amounts.

Through December, this fund had collected 99.3%, or \$3,176,074 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 variations due to the season. Therefore, sewer service revenue is 11.7% higher than comparable 2009-10 amounts due to a rate increase late in 2009 to pay for the sewer lagoon project.

Storm Drain rate revenues through December are at 91.9%, or \$474,224 of the biennially budgeted amount of \$516,000. Storm Drain revenues are \$2,653 or 0.6% higher than comparable 2009-10 amount due to some changes to the rate structure that took place also in late 2009.

The last major revenue source to this fund comes from a transfer in from the Watershed Fund. Through December, \$1,429,325 of the biennially budgeted amount of \$2,486,300 had been transferred.

WATER,SEWER AND STORM FUND #401

CITY OF HOQUIAM

2011-12 8th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 <u>Q8 BTD</u>	2009-10 <u>Q8 BTD</u>	<u>Increase</u> <u>(Decrease)</u>	<u>% Increase</u> <u>(Decrease)</u>	2011-12 <u>Budget</u>	<u>% to</u> <u>Budget</u>
Beginning Fund Balance	\$710,852	\$742,154			\$710,850	
Water Sales	\$2,577,034	\$2,744,961	-\$167,927	-6.1%	\$2,900,000	88.9%
Sewer Service	\$3,176,074	\$2,843,884	\$332,190	11.7%	\$3,200,000	99.3%
Storm Drainage	\$474,224	\$471,571	\$2,653	0.6%	\$516,000	91.9%
Charges for Miscellaneous Service	\$43,782	\$28,608	\$15,174	53.0%	\$25,000	175.1%
Investment Interest	\$26,606	\$67,436	-\$40,830	-60.5%	\$95,000	28.0%
Grants and Loans	\$253,648	\$577,177	-\$323,529	-56.1%	\$470,695	53.9%
<u>Other Miscellaneous</u>	<u>\$16,815</u>	<u>\$30,894</u>	<u>-\$14,079</u>	<u>-45.6%</u>	<u>\$27,000</u>	<u>62.3%</u>
TOTAL WATERWORKS FUND	\$6,568,183	\$6,764,531	-\$196,348	-2.9%	\$7,233,695	90.8%
<u>OTHER REVENUES & TRANSFERS IN</u>						
Trf In - Watershed #402	\$1,429,325	\$1,591,540	-\$162,215	-10.2%	\$2,486,300	57.5%
Trf In - Watershed #404	<u>\$682,432</u>	<u>\$260,263</u>	<u>\$422,169</u>	<u>162.2%</u>	<u>\$729,740</u>	<u>93.5%</u>
TOTAL OTHER REVENUES	\$2,111,757	\$1,851,803	\$259,954	14.0%	\$3,216,040	65.7%
TOTAL WATERWORKS REVENUES	\$8,679,940	\$8,616,334	\$63,606	0.7%	\$10,449,735	83.1%
GRAND TOTAL WATERWORKS FUND	\$9,390,792	\$9,358,488			\$11,160,585	
<u>APPROPRIATIONS</u>						
Water Operations	\$3,359,580	\$3,310,962	\$48,618	1.5%	\$3,588,720	93.6%
Sewer Operations	\$2,121,470	\$2,094,069	\$27,401	1.3%	\$2,698,575	78.6%
<u>Storm Drain Operations</u>	<u>\$631,814</u>	<u>\$699,241</u>	<u>-\$67,427</u>	<u>-9.6%</u>	<u>\$703,735</u>	<u>89.8%</u>
TOTAL WATERWORKS OPERATIONS	\$6,112,864	\$6,104,272	\$8,593	0.1%	\$6,991,030	87.4%
Water Capital	\$1,109,640	\$1,477,032	-\$367,392	-24.9%	\$1,616,315	68.7%
Sewer Capital	\$687,638	\$239,390	\$448,248	187.2%	\$759,925	90.5%
<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	\$1,846,324	\$1,745,803	\$100,521	5.8%	\$2,451,240	75.3%
Water Debt Service	\$0	\$0	\$0	-	\$0	-
<u>Sewer Debt Service</u>	<u>\$54,800</u>	<u>\$55,400</u>	<u>-\$600</u>	<u>-1.1%</u>	<u>\$54,800</u>	<u>100.0%</u>
TOTAL WATERWORKS DEBT	\$54,800	\$55,400	-\$600	-1.1%	\$54,800	100.0%
Trf Out - USDA Loan Repayment #410	\$271,445	\$300,000	-\$28,555	-9.5%	\$271,445	100.0%
Trf Out - USDA Loan Repayment #412	\$29,880	\$0	\$29,880	-	\$29,880	100.0%
Trf Out - Equipment Rental #501	\$183,087	\$189,793	-\$6,706	-3.5%	\$181,060	101.1%
Trf Out - Equipment Reserve #505	\$47,665	\$240,357	-\$192,692	-80.2%	\$182,000	26.2%
<u>Trf Out - Unemployment #522</u>	<u>\$0</u>	<u>\$12,012</u>	<u>-\$12,012</u>	<u>-100.0%</u>	<u>\$12,730</u>	<u>0.0%</u>
TOTAL WATERWORKS TRANSFERS	\$532,078	\$742,162	-\$211,409	-28.3%	\$677,115	78.6%
GRAND TOTAL WATERWORKS FUND	\$8,546,066	\$8,647,636	-\$102,895	-1.2%	\$10,174,185	84.0%
ENDING FUND BALANCE	\$844,726	\$710,852			\$986,400	

Appropriations:

For 2011-12, this fund was appropriated to spend \$10,174,185. Budgeted amounts are primarily for operations, but do include expenditures for capital, debt service and transfers out for equipment reserves.

Through December, the Water, Sewer and Storm Departments combined have expended 87.4%, or \$6,112,864 of their combined \$6,991,030 biennial operating appropriations, which is within parameters for the biennium.

To date, the Water, Sewer and Storm Departments expended 75.3%, or \$1,846,324 of their combined \$2,451,240 biennial capital budget. The water transmission line replacement amounted for much of the biennium's expenditures.

Transfers to other funds for operating, debt service and capital improvement requirements are within normal budget parameters though December.

This fund was budgeted to begin the year with a cash balance of \$710,852. After all operating appropriations and capital expenditures, this fund is budgeted to end the biennium with a cash balance of \$844,726. This is encouraging as a 45-day operating reserve is recommended which would equate to \$400,000.

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 \$3,456,137 cash balance.

Revenues:

This fund receives nearly all of its resources from timber sales. The City has only authorized a few smaller timber blow down sales in 2011-12 and netted revenues of \$807,219 for the biennium.

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 \$2,486,300 were 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 \$1,429,325 were made to pay for capital improvements in the Water and Sewer Systems primarily the water transmission main project.

WATERSHED FUND #402**CITY OF HOQUIAM****2011-12 8th QUARTER FINANCIAL REPORT**

<u>REVENUES</u>	<u>2011-12 Q8 BTD</u>	<u>2009-10 Q8 BTD</u>	<u>Increase (Decrease)</u>	<u>% Increase (Decrease)</u>	<u>2011-12 Budget</u>	<u>% to Budget</u>
Beginning Fund Balance	\$3,456,137	\$2,048,420			\$3,456,135	
Miscellaneous Revenue	\$1,856	\$0	\$1,856	-	\$0	-
<u>Timber Payments</u>	<u>\$807,219</u>	<u>\$3,551,339</u>	<u>-\$2,744,121</u>	<u>-77.3%</u>	<u>\$93,000</u>	<u>868.0%</u>
TOTAL WATERSHED FUND	\$809,075	\$3,551,339	-\$2,744,121	-77.2%	\$93,000	870.0%
TOTAL WATERSHED REVENUES	\$809,075	\$3,551,339	\$1,856 -		\$93,000 -	
GRAND TOTAL WATERSHED FUND	\$4,265,212	\$5,599,759	-\$2,744,121	-77.2%	\$3,549,135	870.0%
APPROPRIATIONS						
Watershed Operations	\$114,095	\$350,272	-\$236,177	-67.4%	\$372,050	30.7%
Trf Out - Waterworks #401	\$1,429,325	\$1,591,540	-\$162,215	-10.2%	\$2,486,300	57.5%
<u>Trf Out - Transmission Line #404</u>	<u>\$41,504</u>	<u>\$202,890</u>	<u>-\$161,386</u>	<u>-79.5%</u>	<u>\$5,800</u>	<u>715.6%</u>
Total Transfers Out	\$1,470,829	\$1,794,430	-\$323,601	-18.0%	\$2,492,100	59.0%
WATERSHED FUND	\$1,584,924	\$2,144,703	-\$559,779	-26.1%	\$2,864,150	55.3%
ENDING FUND BALANCE	\$2,680,288	\$3,455,057			\$684,985	

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. Additionally, when the Sanitation Department was sold, an additional amount from the sale was transferred to this fund to cover the costs of the City's obligation to the landfill until the end of 2009.

Since then, a number of new regulations have been imposed to monitor landfills like the City of Hoquiam's landfill. As such, the City has maintained a small fund balance to continue monitoring the landfill.

This fund began 2011 with a \$143,816 cash balance.

Revenues:

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

Appropriations and Transfers out:

This fund was budgeted to spend \$57,340 on postclosure maintenance and monitoring in 2011-12. In 201-12, \$38,104 or 66.5 % of those anticipated expenditures were made. This fund ended the year with a \$106,218 cash balance.

LANDFILL POSTCLOSURE FUND #417

CITY OF HOQUIAM

2011-12 8th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 Q8 BTD	2009-10 Q8 BTD	Increase (Decrease)	% Increase (Decrease)	2011-12 Budget	% to Budget
Beginning Fund Balance	\$143,816	\$238,528			\$143,815	
<u>Investment Interest</u>	<u>\$506</u>	<u>\$7,179</u>	<u>-\$6,673</u>	<u>-93.0%</u>	<u>\$750</u>	<u>67.4%</u>
TOTAL LANDFILL POSTCLOSURE FUND	\$506	\$7,179	-\$6,673	-93.0%	\$750	67.4%
TOTAL LANDFILL REVENUES	\$506	\$7,179	-\$6,673	-93.0%	\$750	67.4%
GRAND TOTAL LANDFILL POSTCLOSURE	\$144,322	\$245,707	-\$6,673	-93.0%	\$144,565	67.4%
APPROPRIATIONS						
<u>Landfill Operations</u>	<u>\$38,104</u>	<u>\$101,891</u>	<u>-\$63,787</u>	<u>-62.6%</u>	<u>\$57,340</u>	<u>66.5%</u>
LANDFILL POSTCLOSURE FUND	\$38,104	\$101,891	-\$63,787	-62.6%	\$57,340	66.5%
ENDING FUND BALANCE	\$106,218	\$143,816			\$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 \$26,763 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 was \$850,965 in budgeted revenue, of which 78.1%, was received through the biennium.

Appropriations:

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

As of December, \$637,617 or 94.5% of operations had been expended and \$53,643 or 27.9% of appropriated vehicle purchases had been made.

EQUIPMENT RENTAL FUND #501

CITY OF HOQUIAM

2011-12 8th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 <u>Q8 BTD</u>	2009-10 <u>Q8 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	\$610,558	\$538,865	\$71,694	13.3%	\$657,965	92.8%
Investment Interest	\$0	\$0	\$0	-	\$0	#DIV/0!
<u>Other Miscellaneous</u>	<u>\$314</u>	<u>\$1,228</u>	<u>-\$915</u>	<u>-74.5%</u>	<u>\$500</u>	<u>62.7%</u>
TOTAL EQUIPMENT RENTAL FUND	\$610,872	\$540,093	\$70,779	13.1%	\$658,465	92.8%
<u>OTHER REVENUES & TRANSFERS IN</u>						
Trf In - Departmental Contributions	\$0	\$0	\$0	-	0	-
<u>Trf In - Eq. Rental Reserve #505</u>	<u>\$53,626</u>	<u>\$582,593</u>	<u>-\$528,967</u>	<u>-90.8%</u>	<u>\$192,500</u>	<u>27.9%</u>
TOTAL OTHER REVENUES	\$53,626	\$582,593	-\$528,967	-90.8%	\$192,500	27.9%
TOTAL EQUIPMENT RENTAL REVENUE	\$664,498	\$1,122,686	-\$458,188	-40.8%	\$850,965	78.1%
GRAND TOTAL EQUIPMENT RENTAL	\$691,261	\$1,198,033	-\$506,772	-42.3%	\$877,725	78.8%
<u>APPROPRIATIONS</u>						
Equipment Rental Operations	\$637,617	\$589,967	\$47,650	8.1%	\$674,445	94.5%
<u>Capital</u>	<u>\$53,643</u>	<u>\$581,303</u>	<u>-\$527,659</u>	<u>-90.8%</u>	<u>\$192,500</u>	<u>27.9%</u>
EQUIPMENT RENTAL FUND APPROP.	\$691,260	\$1,171,269	-\$480,009	-41.0%	\$866,945	79.7%
ENDING FUND BALANCE	\$0	\$26,763			\$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 began the year with a \$1,580,944 cash balance. The biennial budget provides for \$380,600 in resources from transfers to this fund from other funds.

Revenues:

Almost 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 \$117,594 or 30.9% have been made through December.

Appropriations:

Appropriations come in the form of transfers to the Equipment Rental Fund #501 for vehicle replacements. In the 2011-12 budget, \$312,500 was appropriated in transfers of which \$162,672 or 52.1% were made to date.

EQUIPMENT RENTAL RESERVE FUND #505

CITY OF HOQUIAM

2011-12 8th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	<u>2011-12 Q8 BTD</u>	<u>2009-10 Q8 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	\$574,332	-\$465,338	-81.0%	\$380,600	28.6%
Interfund Loans	\$0	\$0	\$0	-	\$0	-
<u>Proceeds from Sale of Fixed Assets</u>	<u>\$8,600</u>	<u>\$22,209</u>	<u>-\$13,609</u>	<u>-61.3%</u>	<u>\$0</u>	<u>-</u>
TOTAL EQ. RENTAL RESERVE FUND	\$117,594	\$596,541	-\$478,947	-80.3%	\$380,600	30.9%
TOTAL EQ RENTAL RES REVENUES	\$117,594	\$596,541	-\$478,947	-80.3%	\$380,600	30.9%
GRAND TOTAL EQ RENTAL RESERVE	\$1,698,538	\$2,163,537	-\$478,947	-21.5%	\$1,961,545	86.6%
APPROPRIATIONS						
Interfund Loan - Aterial Street #107	\$109,046	\$574,332	-\$465,286	-81.0%	\$120,000	90.9%
<u>Trf Out - Equipment Rental #501</u>	<u>\$53,626</u>	<u>\$582,593</u>	<u>-\$528,967</u>	<u>-90.8%</u>	<u>\$192,500</u>	<u>27.9%</u>
EQ RENTAL RESERVE FUND	\$162,672	\$1,156,925	-\$994,253	-85.9%	\$312,500	52.1%
ENDING FUND BALANCE	\$1,535,866	\$1,006,612			\$1,649,045	

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 the year with a \$40,577 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 and ultimately not necessary. Therefore, beginning with the 2011-12 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, \$185,000 in transfers are provided by other funds, of which \$179,397 or 97% were been made through December.

Appropriations:

Appropriations to this fund include the City's direct dental premiums in the amount of \$172,000 for the biennium. As of December, the City expended \$182,571 or 106.1% on dental premiums. This is \$6,415 or 3.6% higher than the 2009-10 biennium.

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MEDICAL/DENTAL FUND #520

CITY OF HOQUIAM

2011-12 8th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	<u>2011-12 Q8 BTD</u>	<u>2009-10 Q8 BTD</u>	<u>Increase (Decrease)</u>	<u>% Increase (Decrease)</u>	<u>2011-12 Budget</u>	<u>% to Budget</u>
Beginning Fund Balance	\$40,577	\$28,360			\$40,575	
Department Contributions	\$179,397	\$187,670	-\$8,273	-4.4%	\$185,000	97.0%
Cobra Contributions	\$508	\$703	-\$195	-27.8%	\$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	\$179,905	\$188,373	-\$8,468	-4.5%	\$185,000	97.2%
TOTAL MEDICAL/DENTAL REVENUES	\$179,905	\$188,373	-\$8,468	-4.5%	\$185,000	97.2%
GRAND TOTAL MEDICAL/DENTAL FUND	\$220,482	\$216,733	\$3,749	1.7%	\$225,575	97.7%
APPROPRIATIONS						
Medical Premiums	\$0	\$0	\$0	-	\$0	-
Dental - Claims & Admin Fees	\$182,571	\$176,106	\$6,465	3.7%	\$172,000	106.1%
<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	\$182,571	\$176,156	\$6,415	3.6%	\$172,000	106.1%
ENDING FUND BALANCE	\$37,911	\$40,577			\$53,575	

Unemployment Fund #522

Overview:

The Unemployment Fund provides for the City's activities as a self-funded unemployment provider. Funds are only transferred to this fund from the department involved in the unemployment if there are claims to be paid.

For the biennium, this fund began 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 other funds. As noted above, \$23,195 in transfers are provided to this fund of which \$18,552 were made from the General Fund during the 2011-12 biennium.

Appropriations:

There were \$23,195 in appropriations budgeted for the biennium to pay for unemployment claims of former City employees. Unemployment claims were paid on a terminated firefighter and a former grant funded Americorps Supervisor. As of the end of the biennium, \$18,552 of the appropriations in this fund had been expended.

UNEMPLOYMENT FUND #522

CITY OF HOQUIAM

2011-12 8th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	<u>2011-12 Q8 BTD</u>	<u>2009-10 Q8 BTD</u>	<u>Increase (Decrease)</u>	<u>% Increase (Decrease)</u>	<u>2011-12 Budget</u>	<u>% to Budget</u>
Beginning Fund Balance	\$0	\$13,553			\$0	
Trf In - General Fund	\$0	\$0	\$0	-	\$0	-
<u>Trf In - Departments</u>	<u>\$18,552</u>	<u>\$12,012</u>	<u>\$6,540</u>	<u>54.4%</u>	<u>\$23,195</u>	<u>80.0%</u>
TOTAL UNEMPLOYMENT FUND	\$18,552	\$12,012	\$6,540	54.4%	\$23,195	80.0%
TOTAL UNEMPLOYMENT REVENUES	\$18,552	\$12,012	\$6,540	54.4%	\$23,195	80.0%
GRAND TOTAL UNEMPLOYMENT FUND	\$18,552	\$25,565	-\$7,013	-27.4%	\$23,195	80.0%
APPROPRIATIONS						
Personnel Benefits	\$18,552	\$22,932	-\$4,380	-19.1%	\$23,195	80.0%
<u>Transfer Out - General Fund #001</u>	<u>\$0</u>	<u>\$2,633</u>	<u>-\$2,633</u>	<u>-100.0%</u>	<u>\$0</u>	<u>-</u>
UNEMPLOYMENT FUND APPROPRIATIONS	\$18,552	\$25,565	-\$7,013	-27.4%	\$23,195	80.0%
ENDING FUND BALANCE	\$0	\$0			\$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 \$1,207,500 over the biennium in budgeted transfers, of which \$1,181,806 or 97.9% was 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, \$39,739 or 96.3% of budgeted revenues have been received.

Appropriations:

Biennial expenditures for this fund were budgeted at \$1,207,500 and are for the most part expended for retiree medical but also cover pension payments for some retirees. As of the end of the biennium, \$1,181,806 or 97.9% of budgeted appropriations were expended. This is an increase of \$212,989 or 22% over the previous biennium.

POLICE & FIRE RETIREES FUND #611

CITY OF HOQUIAM

2011-12 8th QUARTER FINANCIAL REPORT

<u>REVENUES</u>	2011-12 <u>Q8 BTD</u>	2009-10 <u>Q8 BTD</u>	Increase <u>(Decrease)</u>	% Increase <u>(Decrease)</u>	2011-12 <u>Budget</u>	% to <u>Budget</u>
Beginning Fund Balance	\$0	\$0			\$0	
Fire Insurance Premium Tax	\$39,739	\$38,635	\$1,104	2.9%	\$41,280	96.3%
Trf In - General Fund	<u>\$1,142,067</u>	<u>\$930,182</u>	<u>\$211,885</u>	<u>22.8%</u>	<u>\$1,166,220</u>	<u>97.9%</u>
TOTAL POLICE & FIRE RETIREE FUNI	\$1,181,806	\$968,817	\$212,989	22.0%	\$1,207,500	97.9%
TOTAL RETIREE REVENUES	\$1,181,806	\$968,817	\$212,989	22.0%	\$1,207,500	97.9%
GRAND TOTAL RETIREE FUND	\$1,181,806	\$968,817	\$212,989	22.0%	\$1,207,500	97.9%
APPROPRIATIONS						
Police LF 1 Medical Premiums	\$472,760	\$396,172	\$76,588	19.3%	\$497,000	95.1%
Police LF1 Medical Bills	\$26,669	\$20,058	\$6,611	33.0%	\$20,000	133.3%
Police LF1 Medicare Premiums	\$9,564	\$5,785	\$3,779	65.3%	\$7,500	127.5%
Police LF 1 Dental Bills	\$2,213	\$1,593	\$620	38.9%	\$2,000	110.7%
Fire LF1 Disability Pyts	\$71,481	\$72,477	-\$995	-1.4%	\$73,000	97.9%
Fire LF1 Annuity Pyts	\$34,879	\$16,105	\$18,774	116.6%	\$37,000	94.3%
Fire LF1 Medical Premiums	\$499,728	\$386,747	\$112,981	29.2%	\$500,000	99.9%
Fire LF1 Medical Bills	\$29,908	\$36,039	-\$6,131	-17.0%	\$40,000	74.8%
Fire LF1 Medicare Premiums	\$26,210	\$26,077	\$133	0.5%	\$25,000	104.8%
Fire LF1 Dental Bills	<u>\$8,394</u>	<u>\$7,765</u>	<u>\$629</u>	<u>8.1%</u>	<u>\$6,000</u>	<u>139.9%</u>
RETIREE FUND APPROPRIATONS	\$1,181,806	\$968,817	\$212,989	22.0%	\$1,207,500	97.9%
ENDING FUND BALANCE	\$0	\$0			\$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, storm drain funds are capital intensive as the following summary explains. Very little capital project activity has taken place as of the second quarter. More detail will be included in future Quarterly Reports as activity picks up in the summer months.

Progress Summary:

General Capital, \$638,200. This line item was appropriated to fund improvements to City building and parks in 2011-12. There was \$497,250 spent in 2011-12.

Sidewalk Construction Fund, \$449,375. This line item was appropriated to fund primarily grant funded sidewalk improvements throughout the City. There was only \$418,606 expended during 2011-12.

Water Capital Projects, \$1,616,315. These items provide appropriation authority for all requested water utility capital improvements for 2011-12. These improvements are funded from watershed resources transferred to the Water Department. The largest project in this category is the water transmission line replacement. In total, Water Capital Projects have expended \$1,139,112 or 70.5% of budget authority.

Sewer Capital Projects, \$540,325. Variable Drive upgrades to sewer pumps are the major projects for 2011-12. As of the end of the biennium, \$342,619 or 63.4% of appropriated expenditures had been made.

CAPITAL IMPROVEMENT BUDGET

CITY OF HOQUIAM

2011-12 8th QUARTER FINANCIAL REPORT

CAPITAL PROJECTS	2011-12 <u>Q8 BTD</u>	2011-12 <u>Budget</u>	% to Budget
<i>#001 - General Fund (Unrestricted Revenues)</i>			
City Hall Improvements	\$57,378	\$100,000	57.4%
Fire Department Dorm Remodel	\$17,409	\$15,000	116.1%
Street Tree Planting	\$10,435	\$1,700	613.8%
Street Tree Inventory Management	\$7,313	\$10,000	73.1%
Playground Equipment	\$44,671	\$50,000	89.3%
Upgrade Senior Center	\$59,945	\$51,500	116.4%
<u>Pocklington Spray Park</u>	<u>\$300,099</u>	<u>\$410,000</u>	<u>73.2%</u>
Subtotal, General Fund Projects	\$497,250	\$638,200	77.9%
<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>\$225</u>	<u>\$0</u>	<u>100.0%</u>
Subtotal, Ambulance Fund Projects	\$225	\$21,000	1.1%
<i>#302 - Sidewalk Construction</i>			
Construction Projects	\$418,606	\$449,375	93.2%
<i>#401-25 Water Department Projects</i>			
West Fork Dam-Filter/Screen	\$61,045	\$250,000	24.4%
Little Hoquiam Dam	\$22,656	\$27,000	83.9%
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	\$832,432	\$879,740	94.6%
Arnold Court Booster Pump	\$27,101	\$55,000	49.3%
Repl College Hill Generator	\$60,002	\$58,000	103.5%
Replace WTP FAP Machine	\$69,425	\$45,000	154.3%
Replace Main Circuit Breaker	\$9,174	\$0	100.0%
Filter Surface Wash Piping	\$4,106	\$0	100.0%
Meters	\$29,451	\$30,000	98.2%
<u>Streaming Current Meter</u>	<u>\$8,927</u>	<u>\$0</u>	<u>100.0%</u>
Subtotal, Water Projects	\$1,139,112	\$1,616,315	70.5%
<i>#401-26 Sewer Department Projects</i>			
Varidives	\$109,104	\$326,625	33.4%
Diesel Generator	\$163,570	\$160,000	102.2%
Chlorinator System	\$7,953	\$0	100.0%
Adams to Lagoon Force Main	\$58,201	\$50,000	116.4%
<u>WWTP Riding Lawn Mower</u>	<u>\$3,791</u>	<u>\$3,700</u>	<u>102.5%</u>
Subtotal, Sewer Utility Projects	\$342,619	\$540,325	63.4%
<i>#401-27 - Storm Department Projects</i>			
Pump Replacements	\$49,046	\$75,000	65.4%
TOTAL CAPITAL PROJECTS	\$2,446,859	\$3,340,215	73.3%

Debt Service Budget Summary

Overview:

The adjacent page provides a summary of the 2011-12 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 December, \$119,322 or 98.4% 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 December, \$54,800 or 100.0% of budget has been expended in principal and interest payments on revenue debt.

Total debt activity through the biennium was \$176,110 or 98.9% of the total debt service budget, due again to payments later in the year on revenue debt.

The City ended 2012 with a bonded debt principal balance of \$257,608.

DEBT SERVICE SUMMARY

CITY OF HOQUIAM

2011-12 8th QUARTER FINANCIAL REPORT

<u>ISSUE</u>		2011						2012
		Beginning	2011-12	2011-12	2011-12	2011-12	% to	Ending
	<u>Fund</u>	<u>Balance</u>	<u>Principal</u>	<u>Interest</u>	<u>Q8 YTD</u>	<u>Budget</u>	<u>Budget</u>	<u>Balance</u>
<u>Limited Tax General Obligation Debt</u>								
1989 City Hall Remodel	213	\$186,876	\$35,314	\$15,649	\$50,963	\$50,965	100.0%	\$151,563
<u>1994 PWTF Aberdeen Avenue*</u>	<u>107</u>	<u>\$132,095</u>	<u>\$66,047</u>	<u>\$2,312</u>	<u>\$68,359</u>	<u>\$70,345</u>	<u>97.2%</u>	<u>\$66,045</u>
Subtotal, Limited Tax G.O.		\$318,971	\$101,361	\$17,961	\$119,322	\$121,310	98.4%	\$217,608
<u>Revenue Debt</u>								
2006 PWTF Sewer Facility Plan*	401	\$41,000	\$41,000	\$0	\$41,000	\$41,000	100.0%	\$0
<u>2000 CERB Fifth Street Sewer Extension</u>	<u>401</u>	<u>\$50,000</u>	<u>\$10,000</u>	<u>\$3,800</u>	<u>\$13,800</u>	<u>\$13,800</u>	<u>100.0%</u>	<u>\$40,000</u>
Subtotal, Revenue		\$91,000	\$51,000	\$3,800	\$54,800	\$54,800	100.0%	\$40,000
Total Debt, All Sources and Uses		\$409,971	\$152,361	\$21,761	\$174,122	\$176,110	98.9%	\$257,608

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