

Financial Report

City of Pensacola

1st Quarter Financial Statement

Three Months Ending December 31, 2013



FY 2014 Issues

- Downturn in Economy
- Half-Cent Sales Tax & Local Option Sales Tax
 - Growth in excess of 3%
- Ad Valorem Taxable Valuations
 - Growth for the first time since FY 2008
- Expenditures in line with Budgeted Projections
- Annual Pension Payment Contributions
 - Savings of \$616,400
- Interest Rates



General Fund

■ Revenues Exceeded Budget

- Attributed to Property Tax, Local Business Tax Revenues & Transfer from Pensacola Energy
- Franchise Fees & Public Service Tax – **+\$108,100** or **4.64%** Up
- Half-Cent Sales Tax – **+\$21,800** or **6.34%** Up
- Municipal Revenue Sharing - **+\$3,900** or **.70%** Up
- Communication Services Tax – **-\$34,700** or **6.17%** Down



General Fund

- In Total, Revenues are projected to meet or exceed budget
- Expenditures In Total Within Budget
- Selective Hiring Process



Special Revenue Funds

- Local Option Gasoline Tax Fund
 - Revenue Exceeded Budget - **\$6,100** or **2.41%** Up
 - Expenditures will not exceed budget for the fiscal year
- Stormwater Utility Fund
 - Revenue of \$1,960,100 Represents 77.42% of Budget
- Expenditures are consistent with budget for first quarter



Special Revenue Funds

- Municipal Golf Course Fund
 - Expenditures Exceeded Revenue by **\$119,100**
Before General Fund Subsidy (\$22,500)
 - **\$13,100** below FY 2013 First Quarter Revenues
 - Decrease in Usage when Compared to Last Fiscal Year
 - Weather conditions during November and December
 - 5,204 Rounds played in First Quarter of FY 2013 - a decrease of **1,406** Rounds in FY 2014
 - 1,856 Driving Range usage in First Quarter of FY 2013 – a decrease of **829** Driving Range usage in FY 2014



Special Revenue Funds

- Expenditures are Consistent with Budget
 - With the exception of Repairs & Maintenance and Maintenance and Repair of Vehicles
- Staff continues to monitor expenditures monthly and has restricted expenditures to essential items only
- An Increased Subsidy Anticipated
- Transfer to the Local Option Sales Tax Fund
- Concessionaire Behind on Lease Payments
 - 9 Payments Behind **(\$14,300)**
 - Contract Terminated
 - RFP in Progress



Special Revenue Funds

- Inspection Services Fund
 - Expenditures Exceeded Revenues By **\$62,700**
 - Pension Contribution
 - Revenues **\$31,900** above Prior Year
 - Larger Construction Projects
 - Expenditures Consistent With Budget
- Roger Scott Tennis Center
 - Revenues **\$2,100** above Prior Year
 - Concessionaire
 - Contract Terminated in FY 2012
 - Coastal Concessions – Anticipated February 17, 2014



Special Revenue Funds

- Community Maritime Park Management Services Fund
 - Community Maritime Park Insurance - \$34,400
 - Park Maintenance and Landscaping - \$79,600
 - Event scheduling, management of vendor services, parking management
 - Revenues below Expenditures by **\$23,600**
 - Maritime Park Construction Fund was closed as of October 1, 2013
 - Employee Leasing
 - Revenue Below Expenditures by **\$12,600**



Capital Projects Funds

- Local Option Sales Tax Fund
 - Revenues Exceeded Budget by **\$52,700** or **4.9%** Up
 - Expenditures Consistent with Budget
 - Cash Shortfalls
 - Fund Balance Negative for Next Few Years
- Stormwater Capital Projects Fund
 - General Fund Transfer Equaled Collection - \$1,961,227
 - Expenditures Within Budget



Enterprise Funds

■ Gas Utility Fund

- Expenses and Encumbrances Exceed Revenue and Fund Balance by **\$7,600,000.**
 - Pension Contribution
 - Large encumbrances and construction of the CNG station
- First Quarter FY14 Revenues above FY13 (excluding revenue associated with the purchase of gas)
- PGA Calculation
- FY13 Reserve Shortfall - \$5.3 million
 - Additional \$0.10 per Ccf - \$436,754
- FY13 Infrastructure Cost - \$1.2 million
- Infrastructure Cost Recovery Fee - \$388,970



Enterprise Funds

■ Sanitation Fund

- Operating Revenue and Fund Balance were below Expenses and Encumbrances by **\$564,500**
 - Pension Contribution
 - Fund Revenues Consistent With Budget
- Franchise Fee Revenue Accruals
- Expenses Consistent with Budget



Enterprise Funds

■ Port of Pensacola

- Revenue and Fund Balance were Below Expenses and Encumbrances by **\$219,500**
- Pension Contribution
- Revenues Below FY 2013 By **\$214,200**
- Expenses \$353,300 less than FY 2013
- Port Lease Payments
 - Offshore Inland Marine – Behind on Lease Payments - **\$13,656**



Enterprise Funds

■ Airport Fund

- Expenses and Encumbrances Exceeds Revenue and Fund Balance by **\$1.9 Million**
 - Pension Contribution
 - \$2 Million Increase in Principal Payment
- Revenues Projected to Meet Expenses
- Passenger Traffic Increased by **2.4%** Compared to First Quarter of FY 2013
 - Airline Modification of Schedules
 - Types of Aircraft
- Airline Revenues
 - Southwest Incentive Plan – 2 Year
- Expenses Consistent with Budget



Internal Service Funds

- Insurance Retention Fund/Central Services Fund
 - Provide Services To the City's Other Operating Funds
 - Revenues and Expenses Consistent With Budgeted Levels



Investment and Debt Service Schedules

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



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