

General Fund Beginning fund balance was \$1.87ml and \$286k higher than originally budgeted. General fund revenues for the first 9 months were \$369k (6%) less than budgeted. Sales tax slipped slightly from 2nd quarter and came in at 97% of budget. Permitting revenues and Utility taxes continue to be strong at 117% and 105% of budget, respectively. One time Civic Center permits totaling \$38k have been recorded but we also enjoyed more development activity. Interfund/overhead revenues are still lagging at 77% of budget. Interfund revenues are being impacted (as discussed previously with Council) in that the Civic Center is not being charged overhead. Staff was able to control supply and service expenditures resulting in a positive impact to the fund with total expenditures under budget by \$324k (5%). The ending fund balance of \$1.59ml is better than anticipated and within target levels. Forecasted 2014 ending fund balance is anticipated to grow from 3rd Quarter actuals to \$1.74ml, due to seasonal revenue activity (property taxes).

Street Operations (Unrestricted) Actual beginning Fund Balance for 2014 was \$170k and \$23k higher than budgeted. Actual Revenues for the year are above budget by \$22k and actual expenditures were \$73k less than budgeted (salaries, supplies and repair and maintenance). Ending fund balance of \$153k represents 2.2 months of budgeted 2014 Budgeted Expenditures and a considerable improvement over 2nd quarter.

Water Operations (Unrestricted) Actual beginning Fund Balance for 2014 was \$1.281m and \$100k higher than budgeted. Actual Revenues for the year are \$72k more than projected and actual expenditures were \$176k less than budgeted (savings in professional services and small tool/equipment). Ending fund balance of \$1.21ml represents 5.9 months of budgeted 2014 Budgeted Expenditures, and is an improvement over 2nd quarter.

Sewer Operations (Unrestricted) Actual beginning Fund Balance for 2014 was \$1.417ml and \$131k less than budgeted. Actual Revenues for the year are \$54k more than budgeted and actual expenditures are \$240k less than projected (savings in professional services and supplies/fuel). Ending fund balance of \$1.39ml represents 4.2 months of budgeted 2014 Budgeted Expenditures, and an improvement over 2nd quarter.

All **Other Funds** were either on track or above general budget projections or did not present any significant concerns. In fact, many saw improvement from 2nd quarter.

FINANCIAL IMPLICATIONS: None currently

RECOMMENDATION: Presented for information to the City Council and Community.