



CITY OF
TUCSON

ACCOUNTING
DIVISION

Monthly Financial Statements
For April 30, 2014

This financial report is presented as required by Chapter XXIX, §3(4), of the City Charter. It is prepared to meet the needs of management, citizens, investors, and numerous governmental agencies. The financial statements included present the results of the City's operations and includes financial statements for general government funds, enterprise funds and internal service funds.

The general government statements report the revenues and expenditures for the General Fund, the Mass Transit Fund and the Highway User Revenue Fund (HURF). The General Fund serves as the City's chief operating fund and is used to account for all financial resources not accounted for in another fund. The Mass Transit Fund is used to account for the proceeds of specific revenue sources related to the operations of the City's transit systems: SunTran, SunVan and SunLink. The HURF Fund is used to record the state-shared gas tax revenue. The latter two funds' revenue sources are legally restricted to be expended for specific purposes.

Enterprise funds include Water, Environmental Services, and Golf. The Water Utility Fund accounts for the financing and operation of all activities necessary to provide water services to the Tucson metropolitan area. The Environmental Services Fund accounts for the financing and operation of all activities necessary to provide solid waste services to residential and commercial customers in the Tucson metropolitan area. The Golf Enterprise Fund accounts for the operation and maintenance of the City's golf courses, driving ranges, pro shops and clubhouses.

Finally, the report presents the revenues, expenses and changes in net assets for the internal service funds: Fleet Services, Self-Insurance and General Services. These funds are full accrual funds that support core City functions and charge cost-recovery fees to the City departments they serve.

Significant variances between current year actual amounts vs. prior year actual amounts are indicated by a bolded number, for example: **1a**. Explanations for these variances can be found on the final page of the report. Suggestions and comments are welcome and should be directed to Michael Mason, Finance Administrator, at (520) 837-4330.

CITY OF TUCSON, ARIZONA
STATEMENT OF REVENUES AND EXPENDITURES
GENERAL FUND
FOR THE TEN MONTHS ENDED APRIL 30, 2014

	Fiscal Year 2014			Fiscal Year 2013		
	Actual	Total FY Budget	% Budget	Actual	\$ Change CFY vs PFY	% Change CFY vs PFY
General Fund Revenues and Other Financing Sources:	Straight-line Budget (April, 30): 83.3%					
Revenues:						
Primary Property Taxes	\$ 8,638,545	\$ 13,119,610	65.8%	\$ 8,180,957	\$ 457,588	5.6%
Business Privilege Tax	139,655,355	188,988,400	73.9%	136,792,579	2,862,776	2.1%
Other Local Taxes	28,530,818	43,908,070	65.0%	33,946,141	(5,415,323)	-16.0% 1a
Grants and Shared Taxes	3,395,832	4,112,220	82.6%	3,149,364	246,468	7.8%
State-Shared Income Tax Revenue	38,634,578	45,108,710	85.6%	35,419,154	3,215,424	9.1% 1b
State-Shared Sales Tax	29,820,548	58,908,030	50.6%	27,847,250	1,973,298	7.1%
State Auto Lieu Tax	12,157,417	20,045,020	60.7%	11,641,046	516,371	4.4%
Licenses and Permits	14,723,233	19,890,750	74.0%	15,293,552	(570,319)	-3.7%
Fines, Forfeitures, and Penalties	12,017,378	13,227,280	90.9%	9,482,198	2,535,180	26.7% 1c
Use of Money and Property	663,599	694,450	95.6%	793,427	(129,828)	-16.4%
Charges for Current Services	31,689,587	41,880,960	75.7%	33,747,735	(2,058,148)	-6.1%
Miscellaneous Revenue	9,587,101	9,926,140	96.6%	1,360,894	8,226,207	604.5% 1d
Total General City Revenues:	<u>329,513,991</u>	<u>459,809,640</u>		<u>317,654,297</u>	<u>11,859,694</u>	
Other Financing Sources	1,689,985	14,806,000	11.4%	1,333,333	356,652	26.7%
Total Revenues and Other Financing Sources	<u>\$ 331,203,976</u>	<u>\$ 474,615,640</u>		<u>\$ 318,987,630</u>	<u>\$ 12,216,346</u>	
General Fund Expenditures:						
Elected and Official						
Mayor and Council	\$ 2,005,822	\$ 2,736,430	73.3%	\$ 2,209,532	\$ (203,710)	-9.2%
City Manager	6,684,390	8,641,450	77.4%	5,511,954	1,172,436	21.3%
City Attorney	6,512,762	8,315,440	78.3%	6,722,348	(209,586)	-3.1%
City Clerk	2,952,341	4,044,840	73.0%	2,179,781	772,560	35.4%
Total Elected and Official	<u>18,155,315</u>	<u>23,738,160</u>		<u>16,623,615</u>	<u>1,531,700</u>	
Public Safety & Justice Services						
City Court	8,716,908	11,102,480	78.5%	8,695,386	21,522	0.2%
Equal Opportunity Programs and Independ	619,386	787,220	78.7%	588,875	30,511	5.2%
Public Defender	2,464,129	3,157,720	78.0%	2,387,517	76,612	3.2%
Tucson Fire	70,322,169	86,944,809	80.9%	69,596,778	725,391	1.0%
Tucson Police	117,130,072	146,870,234	79.8%	118,610,226	(1,480,154)	-1.2%
Total Public Safety & Justice Services	<u>199,252,664</u>	<u>248,862,463</u>		<u>199,878,782</u>	<u>(626,118)</u>	
Community Enrichment & Development						
Housing & Community Development	3,443,953	4,610,461	74.7%	5,007,341	(1,563,388)	-31.2%
Integrated Planning	677,825				677,825	100.0%
Parks and Recreation	28,998,401	35,952,290	80.7%	30,579,247	(1,580,846)	-5.2%
Planning & Development Services	6,527,801	8,868,638	73.6%	5,761,127	766,674	13.3%
Transportation	1,724,253	2,204,570	78.2%	5,217,012	(3,492,759)	-66.9% 1e
Total Community Enrichment & Development	<u>41,372,233</u>	<u>51,635,959</u>		<u>46,564,727</u>	<u>(5,192,494)</u>	
Support Services						
Budget and Internal Audit	1,216,791	1,541,880	78.9%	1,191,456	25,335	2.1%
Finance	8,926,579	10,339,910	86.3%	8,603,997	322,582	3.7%
General Services	7,363,958	9,339,400	78.8%	1,958,437	5,405,521	276.0% 1f
Human Resources	1,653,510	2,266,800	72.9%	1,755,934	(102,424)	-5.8%
Information Technology	12,676,481	17,202,380	73.7%	13,154,348	(477,867)	-3.6%
Procurement	2,678,518	3,124,200	85.7%	2,730,066	(51,548)	-1.9%
Total Support Services	<u>34,515,837</u>	<u>43,814,570</u>		<u>29,394,238</u>	<u>5,121,599</u>	
Total Non-Departmental	<u>17,547,535</u>	<u>25,131,030</u>	69.8%	<u>16,121,424</u>	<u>1,426,111</u>	8.8%
Capital Projects	<u>1,130,742</u>	<u>1,985,970</u>	56.9%	<u>1,481,751</u>	<u>(351,009)</u>	-23.7%
Debt Service and Fiscal Agent Fees	<u>5,494,056</u>	<u>24,360,720</u>	22.6%	<u>5,726,553</u>	<u>(232,497)</u>	-4.1%
Other Financing Uses	<u>39,038,809</u>	<u>46,269,770</u>	84.4%	<u>36,675,948</u>	<u>2,362,861</u>	6.4% 1g
Total Expenditures & Other Financing Uses	<u>\$ 356,507,191</u>	<u>\$ 465,798,642</u>		<u>\$ 352,467,038</u>	<u>\$ 4,040,153</u>	

CITY OF TUCSON, ARIZONA
STATEMENT OF REVENUES AND EXPENDITURES
MASS TRANSIT FUND
FOR THE TEN MONTHS ENDED APRIL 30, 2014

	Fiscal Year 2014			Fiscal Year 2013		
	Actual	Total FY Budget	% Budget	Actual	\$ Change CFY vs PFY	% Change CFY vs PFY
Mass Transit Revenues and Other Financing Sources:	Straight-line Budget (April, 30): 83.3%					
Revenues:						
Federal Grants and Contributions	\$ 8,068,654	\$ 19,325,820	41.8%	\$ 62,479,010	\$ (54,410,356)	-87.1% 2a
Other Agencies	9,718,491	17,143,280	56.7%	5,232,073	4,486,418	85.7% 2b
Use of Money and Property	341,819	250,000	136.7%	273,698	68,121	24.9%
Charges for Current Services	10,535,920	16,249,710	64.8%	11,546,724	(1,010,804)	-8.8%
Miscellaneous Revenue	181,255	480,050	37.8%	601,866	(420,611)	-69.9%
Total Revenues:	<u>28,846,139</u>	<u>53,448,860</u>		<u>80,133,371</u>	<u>(51,287,232)</u>	
Other Financing Sources	35,576,886	42,733,040	83.3%	33,692,325	1,884,561	5.6%
Total Revenues and Other Financing Sources	<u>\$ 64,423,025</u>	<u>\$ 96,181,900</u>		<u>\$ 113,825,696</u>	<u>\$ (49,402,671)</u>	
Mass Transit Expenditures:						
Community Enrichment & Development						
Transportation	\$ 63,042,434	\$ 83,702,700	75.3%	\$ 58,433,598	\$ 4,608,836	7.9% 2c
Total Community Enrichment & Development	<u>63,042,434</u>	<u>83,702,700</u>		<u>58,433,598</u>	<u>4,608,836</u>	
Capital Expenditures	<u>1,380,591</u>	<u>15,058,900</u>	9.2%	<u>58,610,448</u>	<u>(57,229,857)</u>	-97.6% 2a
Total Expenditures & Other Financing Uses	<u>\$ 64,423,025</u>	<u>\$ 98,761,600</u>		<u>\$ 117,044,046</u>	<u>\$ (52,621,021)</u>	

CITY OF TUCSON, ARIZONA
STATEMENT OF REVENUES AND EXPENDITURES
HIGHWAY USER REVENUE FUND (HURF)
FOR THE TEN MONTHS ENDED APRIL 30, 2014

	Fiscal Year 2014			Fiscal Year 2013		
	Actual	Total FY Budget	% Budget	Actual	\$ Change CFY vs PFY	% Change CFY vs PFY
HURF Revenues and Other Financing Sources:	Straight-line Budget (April, 30): 83.3%					
Revenues:						
Licenses and Permits	\$ 220,233	\$	0.0%	\$ 43,250	\$ 176,983	409.2%
Other Agencies	24,373,686	34,042,290	71.6%	23,937,280	436,406	1.8%
Use of Money and Property	941,695	335,000	281.1%	380,183	561,512	147.7% 3a
Charges for Current Services	972,185	542,000	179.4%	635,649	336,536	52.9%
Miscellaneous Revenue	1,666,992	3,179,020	52.4%	2,399,156	(732,164)	-30.5% 3b
Total Revenues	<u>\$ 28,174,791</u>	<u>\$ 38,098,310</u>		<u>\$ 27,395,518</u>	<u>\$ 779,273</u>	
HURF Expenditures:						
Public Safety & Justice Services						
Neighborhood Resources Department	\$	\$		\$ 37,294	\$ (37,294)	-100.0%
Total Public Safety & Justice Services				<u>37,294</u>	<u>(37,294)</u>	
Community Enrichment and Development						
Transportation	21,998,582	32,592,823	67.5%	24,020,022	(2,021,440)	-8.4% 3c
Total Community Enrichment and Development	<u>21,998,582</u>	<u>32,592,823</u>		<u>24,020,022</u>	<u>(2,021,440)</u>	
Non-Departmental						
Outside Agencies	100,580	100,580	100.0%	75,435	25,145	33.3%
Total Non-Departmental	<u>100,580</u>	<u>100,580</u>		<u>75,435</u>	<u>25,145</u>	
Capital Outlay	<u>113,182</u>	<u>630,170</u>	18.0%	<u>7,757</u>	<u>105,425</u>	1359.1%
Capital Projects	<u>2,059,607</u>	<u>2,062,960</u>	99.8%	<u>331,892</u>	<u>1,727,715</u>	520.6% 3d
Debt Service and Fiscal Agent Fees				<u>170,735</u>	<u>(170,735)</u>	-100.0%
Total Expenditures & Other Financing Uses	<u>\$ 24,271,951</u>	<u>\$ 35,386,533</u>		<u>\$ 24,643,135</u>	<u>\$ 1,650,256</u>	

**CITY OF TUCSON, ARIZONA
ENTERPRISE FUNDS
APRIL 30, 2014**

	<u>Water Utility Fund</u>	<u>Environmental Services</u>	<u>Tucson Golf Enterprise Fund</u>
<u>ASSETS AND DEFERRED OUTFLOWS</u>			
Assets			
Current assets:			
Pooled Cash and Investments	\$ 46,339,656	\$ 30,880,938	
Cash and Investments with Fiscal Agent - Restricted	22,836,453		
Accounts Receivable, Net	10,174,368	3,618,579	444,332
Due from Other Agencies	10,000	26,365	
Interest Receivable	141,972	84,495	
Inventories	3,712,899		136,215
Other Assets	481,187		
Total current assets	<u>83,696,535</u>	<u>34,610,377</u>	<u>580,547</u>
Noncurrent assets:			
Long Term Accounts Receivable	451,895		
Other Assets - Restricted	198,912		
Land and Construction in Progress	211,734,096	11,196,009	2,701,865
Other Capital Assets, Net	990,896,873	21,244,885	13,132,496
Water Rights	52,126,968		
Total noncurrent assets	<u>1,255,408,744</u>	<u>32,440,894</u>	<u>15,834,361</u>
Total assets	<u>1,339,105,279</u>	<u>67,051,271</u>	<u>16,414,908</u>
Deferred Outflows			
Unamortized Loss on Refunding	13,246,417		
Total deferred outflows	<u>13,246,417</u>		
Total assets and deferred outflows	<u>1,352,351,696</u>	<u>67,051,271</u>	<u>16,414,908</u>
<u>LIABILITIES AND DEFERRED INFLOWS</u>			
Liabilities			
Current liabilities:			
Accounts Payable	1,482,662	118,023	37,998
Accrued Payroll Liabilities	918,026	330,484	
Interfund Payable			96,142
Due to Other Agencies	533	1,612	48,792
Accrued Interest Payable			2,800
Refundable Deposits	2,985,899	61,172	
Current Portion of Bonds Payable	30,372,383		
Current Portion of Contracts Payable		121,000	
Current Portion of Compensated Absences	1,744,436	608,131	
Liabilities Payable from Restricted Assets	1,427,374		
Advances From Customers			134,528
Current Portion of Long Term Liabilities		740,330	
Total current liabilities	<u>38,931,313</u>	<u>1,980,752</u>	<u>320,260</u>

**CITY OF TUCSON, ARIZONA
ENTERPRISE FUNDS
APRIL 30, 2014**

LIABILITIES AND DEFERRED INFLOWS (continued)

Noncurrent liabilities:			
Bonds Payable	516,577,085		
Contracts Payable		10,593,000	
Compensated Absences	1,889,495	701,672	
Other-Post-employment Benefits	972,264	419,502	
Loans and Notes Payable			7,369,981
Long Term Liabilities		44,220,917	
Total non-current liabilities	<u>519,438,844</u>	<u>55,935,091</u>	<u>7,369,981</u>
Total liabilities	<u>558,370,157</u>	<u>57,915,843</u>	<u>7,690,241</u>
Deferred Inflows			
Unavailable Revenue	74,666		
Total deferred inflows	<u>74,666</u>		
Total liabilities and deferred inflows	<u>558,444,823</u>	<u>57,915,843</u>	<u>7,690,241</u>
<u>NET POSITION</u>			
Net Investment in capital assets	716,121,653	21,726,894	15,834,361
Restricted for:			
Debt Service	22,836,453		
Unrestricted Amounts (deficit)	54,948,767	(23,384,453)	(7,109,694)
Closure/Post Closure Liability		4,846,387	
New Landfill Cell Construction		5,946,600	
Total net position	<u>\$ 793,906,873</u>	<u>\$ 9,135,428</u>	<u>\$ 8,724,667</u>

CITY OF TUCSON, ARIZONA
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
WATER UTILITY FUND
FOR THE TEN MONTHS ENDED APRIL 30, 2014

	Fiscal Year 2014		Fiscal Year 2013	
	Actual	Actual	\$ Change CFY vs PFY	% Change CFY vs PFY
Operating revenues:				
Charges for Services	\$ 125,499,117	\$ 116,074,751	\$ 9,424,366	8.1%
Miscellaneous	805,859	338,650	467,209	138.0%
Total operating revenues	<u>126,304,976</u>	<u>116,413,401</u>	<u>9,891,575</u>	
Operating expenses:				
Personal Services	28,858,339	28,133,684	724,655	2.6%
Contractual Services	52,505,520	44,490,931	8,014,589	18.0%
Commodities	6,398,956	6,616,984	(218,028)	-3.3%
Depreciation/Amortization	24,954,072	24,576,315	377,757	1.5%
Total operating expenses	<u>112,716,887</u>	<u>103,817,914</u>	<u>8,898,973</u>	
Operating Income (Loss)	<u>13,588,089</u>	<u>12,595,487</u>	<u>992,602</u>	
Nonoperating revenues (expenses):				
Investment Income	709,832	627,763	82,069	13.1%
Gain (Loss) on Sale of Property/Equipment	240,401	3,162	237,239	7502.8%
Federal Grants and Contributions		28,278	(28,278)	-100.0%
Non-Grant Contributions	1,138,039			0.0%
Interest Expense	(15,629,598)	(16,965,368)	1,335,770	-7.9%
Amortization of Cost Issuance		(298,931)	298,931	-100.0%
Other Nonoperating Income (Expenses)	(390,275)	(353,860)	(36,415)	10.3%
Total nonoperating revenues (expenses)	<u>(13,931,601)</u>	<u>(16,958,956)</u>	<u>3,027,355</u>	
Income (loss) before capital contributions and transfers	<u>(343,512)</u>	<u>(4,363,469)</u>	<u>4,019,957</u>	
Capital Contributions Transfers Out	<u>5,709,062</u> <u>(1,333,333)</u>	<u>4,727,688</u> <u>(1,333,333)</u>	<u>981,374</u>	20.8%
Changes in net position	<u>4,032,217</u>	<u>(969,114)</u>	<u>5,001,331</u>	
Total net position, beginning of year	789,874,656	766,475,908	23,398,748	
Total net position, April 30	<u>\$ 793,906,873</u>	<u>\$ 765,506,794</u>	<u>\$ 28,400,079</u>	

CITY OF TUCSON, ARIZONA
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
ENVIRONMENTAL SERVICES FUND
FOR THE TEN MONTHS ENDED APRIL 30, 2014

	Fiscal Year 2014	Fiscal Year 2013	\$ Change CFY vs PFY	% Change CFY vs PFY
	Actual	Actual		
Operating revenues:				
Charges for Services	\$ 39,390,677	\$ 39,346,507	\$ 44,170	0.1%
Miscellaneous	1,175,797	1,143,349	32,448	2.8%
Total operating revenues	<u>40,566,474</u>	<u>40,489,856</u>	<u>76,618</u>	
Operating expenses:				
Personal Services	12,380,692	12,748,245	(367,553)	-2.9%
Contractual Services	13,998,921	14,514,343	(515,422)	-3.6%
Commodities	3,480,062	3,625,407	(145,345)	-4.0%
Depreciation/Amortization	4,213,146	4,410,476	(197,330)	-4.5%
Total operating expenses	<u>34,072,821</u>	<u>35,298,471</u>	<u>(1,225,650)</u>	
Operating Income (Loss)	<u>6,493,653</u>	<u>5,191,385</u>	<u>1,302,268</u>	
Nonoperating revenues (expenses):				
Investment Income	178,983	94,250	84,733	89.9%
Gain (Loss) on Sale of Property/Equipment	347,761	510,616	(162,855)	-31.9%
Other Agencies	66,364	181,080	(114,716)	-63.4%
Interest Expense	(248,203)	(43,279)	(204,924)	473.5%
Amortization of Cost Issuance		(14,922)	14,922	-100.0%
Total nonoperating revenues (expenses)	<u>344,905</u>	<u>727,745</u>	<u>(382,840)</u>	
Income (loss) before capital contributions and transfers	<u>6,838,558</u>	<u>5,919,130</u>	<u>919,428</u>	
Changes in net position	<u>6,838,558</u>	<u>5,919,130</u>	<u>919,428</u>	
Total net position, beginning of year	2,296,870	(3,479,259)	5,776,129	
Total net position, April 30	<u>\$ 9,135,428</u>	<u>\$ 2,439,871</u>	<u>\$ 6,695,557</u>	

CITY OF TUCSON, ARIZONA
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
TUCSON GOLF ENTERPRISE FUND
FOR THE TEN MONTHS ENDED APRIL 30, 2014

	Fiscal Year 2014	Fiscal Year 2013	\$ Change CFY vs PFY	% Change CFY vs PFY
	Actual	Actual		
Operating revenues:				
Charges for Services	\$ 5,206,998	\$ 5,163,595	\$ 43,403	0.8%
Miscellaneous	14,404	3,992	10,412	260.8%
Total operating revenues	<u>5,221,402</u>	<u>5,167,587</u>	<u>53,815</u>	
Operating expenses:				
Personnel Services	1,569,306	2,499,691	(930,385)	-37.2% 5a
Contractual Services	2,077,524	1,564,415	513,109	32.8% 5b
Commodities	677,853	784,857	(107,004)	-13.6%
Cost of Goods Sold	145,648	174,666	(29,018)	-16.6%
Depreciation/Amortization	569,273	585,997	(16,724)	-2.9%
Total operating expenses	<u>5,039,604</u>	<u>5,609,626</u>	<u>(570,022)</u>	
Operating Income (Loss)	<u>181,798</u>	<u>(442,039)</u>	<u>623,837</u>	
Nonoperating revenues (expenses):				
Investment Income	(19,524)		(19,524)	0.0%
Interest Expense		(46,017)	46,017	-100.0%
Total nonoperating revenues (expenses)	<u>(19,524)</u>	<u>(46,017)</u>	<u>26,493</u>	
Income (loss) before capital contributions and transfers	<u>162,274</u>	<u>(488,056)</u>	<u>650,330</u>	
Transfers In		3,609,095	(3,609,095)	-100.0%
Changes in net position	<u>162,274</u>	<u>3,121,039</u>	<u>(2,958,765)</u>	
Total net position, beginning of year	8,562,393	6,359,649	2,202,744	
Total net position, April 30	<u>\$ 8,724,667</u>	<u>\$ 9,480,688</u>	<u>\$ (756,021)</u>	

CITY OF TUCSON, ARIZONA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE TEN MONTHS ENDED APRIL 30, 2014

	<u>Fleet Services</u>	<u>Self Insurance</u>	<u>General Services</u>
Operating revenues:			
Charges for Services	\$ 19,687,516	\$ 13,312,470	\$ 14,762,804
Miscellaneous	210,562	20,907	6,476
Total operating revenues	<u>19,898,078</u>	<u>13,333,377</u>	<u>14,769,280</u>
Operating expenses:			
Personal Services	4,930,196	949,814	7,509,144
Contractual Services	4,377,102	3,186,600	4,742,368
Commodities	11,713,406	113,359	1,682,800
Benefits and Claims		9,720,589	
Depreciation	1,701,664	11,277	354,644
Total operating expenses	<u>22,722,368</u>	<u>13,981,639</u>	<u>14,288,956</u>
Operating income (loss)	<u>(2,824,290)</u>	<u>(648,262)</u>	<u>480,324</u>
Nonoperating revenues (expenses):			
Property Taxes		1,890,221	
Investment Income	4,751	32,000	15,345
Gain (loss) on Sale of Property/Equipment	3,933		
Federal Non Grant Contributions			170,767
Interest Expense			(281,728)
Total nonoperating revenues (expenses)	<u>8,684</u>	<u>1,922,221</u>	<u>(95,616)</u>
Income (loss) before capital contributions and transfers	<u>(2,815,606)</u>	<u>1,273,959</u>	<u>384,708</u>
Capital Contributions	25,335		
Transfers Out	<u>52,744</u>		<u>(6,146,153)</u>
Changes in net position	<u>(2,737,527)</u>	<u>1,273,959</u>	<u>(5,761,445)</u>
Total net position, beginning of year	10,361,694	(12,635,103)	(1,974,255)
Total net position, April 30	<u>\$ 7,624,167</u>	<u>\$ (11,361,144)</u>	<u>\$ (7,735,700)</u>

City of Tucson, Arizona
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General Fund (pg. 2):

- (1a) Due to milder winter months, Public Utility taxes decreased over prior fiscal year.
- (1b) The State-Shared Income Tax is based on income tax collections by the State from 2 years ago.
- (1c) Due to an increase in citations and tax intercepts the revenues for court fees and fines has increased over \$2.5 million dollars.
- (1d) City of Tucson received the settlement payment for the asbestos claim against W.R. Grace in the amount of \$7.5 million.
- (1e) In the last fiscal year, the Transportation Department completed the 2013 Pavement Preservation Program.
- (1f) This fiscal year, all general funded building maintenance and custodial service costs were moved to General Services instead of the individual departments. Also, this fiscal year has new expenses related to the Tucson Convention Center Arena improvements.
- (1g) The subsidy for Mass transit increased primarily due to an increased demand for Sun Van services.

Mass Transit (pg. 3):

- (2a) Decrease primarily due to prior year TIGER grant spending for Modern Streetcar construction and other federal grant funding was spent for replacement buses.
- (2b) The timeliness and amount of RTA billings has increased compared to prior fiscal year.
- (2c) Operating expenditures increased by \$4.6M due to printing of transfer tickets, software upgrade, transit survey, transit operator wages and Modern Streetcar pre-revenue costs.

Highway User Revenue Fund (pg. 3):

- (3a) Received Western Emulsion lease payments from previous years.
- (3b) Decrease primarily due to shift in spending from the HURF operating fund to the 2014 Streets Pavement Program Capital Project fund.
- (3c) Increased spending for the Houghton Rd. widening construction project.

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Water Utility Fund (pg. 6):

- (4a) Increase in Charges for Services represents increased Central Arizona Project (CAP) surcharges and Metered Sales.
- (4b) Contractual Services increased \$8,014,589 due to \$4.9M in FY13 CIP timing difference between fiscal years, \$1.7M in costs associated with CAP Commodity and Delivery Charges, \$1M in electric due to increased rates and reduction in rebates from FY13, \$291K in Bad Debt Write Off, \$480K in Tucson Water Administrative Fees, \$137K in Legal Fees, \$227K in Water Surveys/Studies and \$183K in building maintenance.
- (4c) Decrease in interest expense due to bond refunding for long term interest savings.

Tucson Golf Fund (pg. 8):

- (5a) Salaries and benefits decreased due to the contracting of Tucson City Golf.
- (5b) Contractual services increased due to the contracting of Tucson City Golf.