



## CITY OF TUCSON

ACCOUNTING  
DIVISION

### Monthly Financial Statements For January 31, 2016

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, Sun Link 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 SunTran and SunVan services. The Sun Link Fund accounts for all financial resources related to the modern streetcar operations. The HURF Fund is used to record the state-shared gas tax revenue that can only be used for their authorized transportation purposes.

Enterprise funds include Water Utility, Environmental Services, and Tucson 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 Tucson Golf 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 position 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 Shane Oman, Finance Administrator, at (520) 837-4330.

**CITY OF TUCSON, ARIZONA**  
**STATEMENT OF REVENUES AND EXPENDITURES**  
**GENERAL FUND**  
**FOR THE SEVEN MONTHS ENDED JANUARY 31, 2016**

	Fiscal Year 2016			Fiscal Year 2015		
	Actual	Total FY Budget	% Budget	Actual	\$ Change CFY vs PFY	% Change CFY vs PFY
<b>General Fund Revenues and Other Financing Sources:</b>		Straight-line Budget	58.3%			
<b>Revenues:</b>						
Primary Property Taxes	\$ 8,025,084	\$ 14,350,250	55.9%	\$ 7,514,528	\$ 510,556	6.8%
Business Privilege Tax	111,810,750	197,118,630	56.7%	111,119,720	691,030	0.6%
Other Local Taxes	25,201,839	40,308,200	62.5%	23,561,636	1,640,203	7.0%
Grants and Shared Taxes	3,550,541	4,925,650	72.1%	2,184,561	1,365,980	62.5%
State-Shared Income Tax Revenue	36,529,440	63,205,510	57.8%	36,728,567	(199,127)	-0.5%
State-Shared Sales Tax	27,851,435	48,935,140	56.9%	26,336,879	1,514,556	5.8%
State Auto Lieu Tax	13,541,309	21,968,250	61.6%	10,970,228	2,571,081	23.4%
Licenses and Permits	19,185,336	28,349,160	67.7%	19,268,656	(83,320)	-0.4%
Fines, Forfeitures, and Penalties	7,189,135	14,331,870	50.2%	8,428,221	(1,239,086)	-14.7%
Use of Money and Property	335,819	648,930	51.7%	113,278	222,541	196.5%
Charges for Current Services	23,366,379	39,053,170	59.8%	21,253,098	2,113,281	9.9%
Miscellaneous Revenue	1,370,566	10,382,120	13.2%	3,840,209	(2,469,643)	-64.3%
<b>Total Revenues:</b>	<u>277,957,633</u>	<u>483,576,880</u>		<u>271,319,581</u>	<u>6,638,052</u>	
<b>Other Financing Sources</b>	<u>933,333</u>	<u>1,600,000</u>	58.3%	<u>933,333</u>		100.0%
<b>Total Revenues and Other Financing Sources</b>	<u>\$ 278,890,966</u>	<u>\$ 485,176,880</u>		<u>\$ 272,252,914</u>	<u>\$ 6,638,052</u>	
<b>General Fund Expenditures:</b>						
Elected and Official						
101 Mayor and Council	\$ 1,404,305	\$ 2,559,710	54.9%	\$ 1,409,810	\$ (5,505)	-0.4%
103 City Manager	2,784,536	5,371,800	51.8%	4,738,910	(1,954,374)	-41.2%
131 City Attorney	4,266,402	7,922,080	53.9%	4,523,381	(256,979)	-5.7%
151 City Clerk	1,865,867	4,300,410	43.4%	1,394,731	471,136	33.8%
<b>Total Elected and Official</b>	<u>10,321,110</u>	<u>20,154,000</u>		<u>12,066,832</u>	<u>(1,745,722)</u>	
Public Safety & Justice Services						
141 City Court	6,027,771	11,867,850	50.8%	6,226,525	(198,754)	-3.2%
146 Public Defender	1,672,679	3,091,610	54.1%	1,728,476	(55,797)	-3.2%
301 Tucson Fire	57,043,691	93,856,190	60.8%	50,174,492	6,869,199	13.7%
201 Tucson Police	89,809,950	155,463,650	57.8%	84,284,080	5,525,870	1a 6.6%
<b>Total Public Safety &amp; Justice Services</b>	<u>154,554,091</u>	<u>264,279,300</u>		<u>142,413,573</u>	<u>12,140,518</u>	
Community Enrichment & Development						
114 Housing & Community Development	1,230,305	3,042,460	40.4%	1,086,442	143,863	13.2%
145 Office of Integrated Planning	928,641	1,780,980	52.1%	887,671	40,970	4.6%
601 Parks and Recreation	20,065,292	35,728,200	56.2%	20,800,381	(735,089)	-3.5%
174 Planning & Development Services	4,760,973	8,482,250	56.1%	5,081,293	(320,320)	-6.3%
491 Transportation	1,051,174	2,777,320	37.8%	1,071,447	(20,273)	-1.9%
<b>Total Community Enrichment &amp; Development</b>	<u>28,036,385</u>	<u>51,811,210</u>		<u>28,927,234</u>	<u>(890,849)</u>	
Support Services						
126 Budget and Internal Audit	756,765	1,293,020	58.5%	747,906	8,859	1.2%
120 Finance	4,935,924	8,246,560	59.9%	6,697,143	(1,761,219)	-26.3%
410 General Services	6,347,929	10,678,790	59.4%	6,742,805	(394,876)	-5.9%
161 Human Resources	1,270,381	2,418,000	52.5%	1,291,389	(21,008)	-1.6%
155 Information Technology	12,094,914	19,319,440	62.6%	9,745,989	2,348,925	24.1%
135 Procurement	1,978,706	3,156,990	62.7%	1,976,606	2,100	0.1%
<b>Total Support Services</b>	<u>27,384,619</u>	<u>45,112,800</u>		<u>27,201,838</u>	<u>182,781</u>	
<b>Total Non-Departmental</b>	<u>11,052,967</u>	<u>27,532,840</u>	40.1%	<u>11,066,653</u>	<u>(13,686)</u>	-0.1%
<b>Capital Outlay</b>	<u>680,882</u>	<u>2,997,620</u>	22.7%	<u>3,515,569</u>	<u>(2,834,687)</u>	-80.6%
<b>Capital Projects</b>	<u>280,361</u>	<u>1,031,800</u>	27.2%	<u>5,775</u>	<u>274,586</u>	4754.7%
<b>Debt Service and Fiscal Agent Fees</b>	<u>5,198,969</u>	<u>23,884,000</u>	21.8%	<u>5,512,356</u>	<u>(313,387)</u>	-5.7%
<b>Other Financing Uses</b>	<u>31,116,588</u>	<u>52,571,400</u>	59.2%	<u>29,753,636</u>	<u>1,362,952</u>	4.6%
<b>Total Expenditures &amp; Other Financing Uses</b>	<u>\$ 268,625,972</u>	<u>\$ 489,374,970</u>		<u>\$ 260,463,466</u>	<u>\$ 8,162,506</u>	

**CITY OF TUCSON, ARIZONA**  
**STATEMENT OF REVENUES AND EXPENDITURES**  
**MASS TRANSIT FUND**  
**FOR THE SEVEN MONTHS ENDED JANUARY 31, 2016**

	Fiscal Year 2016			Fiscal Year 2015		
	Actual	Total FY Budget	% Budget	Actual	\$ Change CFY vs PFY	% Change CFY vs PFY
<b>Mass Transit Revenues and Other Financing Sources:</b>		Straight-line Budget	58.3%			
<b>Revenues:</b>						
Federal Grants and Contributions	\$ 11,131,461	\$ 28,303,470	39.3%	\$ 11,650,926	\$ (519,465)	-4.5%
Other Agencies	6,274,130	13,829,020	45.4%	6,319,905	(45,775)	-0.7%
Use of Money and Property	300,067	360,000	83.4%	221,941	78,126	35.2%
Charges for Current Services	5,141,706	13,156,630	39.1%	8,000,267	(2,858,561) <b>2a</b>	-35.7%
Miscellaneous Revenue	144,737	100,370	144.2%	138,329	6,408	4.6%
<b>Total Revenues:</b>	<u>22,992,101</u>	<u>55,749,490</u>		<u>26,331,368</u>	<u>(3,339,267)</u>	
<b>Other Financing Sources</b>	<u>26,531,791</u>	<u>45,483,070</u>	58.3%	<u>25,829,497</u>	<u>702,294</u>	2.7%
<b>Total Revenues and Other Financing Sources</b>	<u>\$ 49,523,892</u>	<u>\$ 101,232,560</u>		<u>\$ 52,160,865</u>	<u>\$ (2,636,973)</u>	
<b>Mass Transit Expenditures:</b>						
Community Enrichment & Development						
Transportation	\$ 42,363,307	\$ 77,614,620	54.6%	\$ 41,974,386	\$ 388,921	0.9%
<b>Total Community Enrichment &amp; Development</b>	<u>42,363,307</u>	<u>77,614,620</u>		<u>41,974,386</u>	<u>388,921</u>	
<b>Capital Outlay</b>	<u>11,715,583</u>	<u>23,592,760</u>	49.7%	<u>9,595,694</u>	<u>2,119,889</u> <b>2b</b>	22.1%
<b>Total Expenditures &amp; Other Financing Uses</b>	<u>\$ 54,078,890</u>	<u>\$ 101,207,380</u>		<u>\$ 51,570,080</u>	<u>\$ 2,508,810</u>	

**CITY OF TUCSON, ARIZONA**  
**STATEMENT OF REVENUES AND EXPENDITURES**  
**SUN LINK**  
**FOR THE SEVEN MONTHS ENDED JANUARY 31, 2016**

	Fiscal Year 2016			Fiscal Year 2015		
	Actual	Total FY Budget	% Budget	Actual	\$ Change CFY vs PFY	% Change CFY vs PFY
<b>Sun Link Revenues and Other Financing Sources:</b>		Straight-line Budget	58.3%			
<b>Revenues:</b>						
Other Agencies	\$ 503,800	\$ 2,000,000	25.2%	\$	\$ 503,800	100.0%
Charges for Current Services	762,886	1,396,280	54.6%	596,364	166,522	27.9%
Miscellaneous Revenue	568		100.0%	4,533	(3,965)	-87.5%
<b>Total Revenues:</b>	<u>1,267,254</u>	<u>3,396,280</u>		<u>600,897</u>	<u>666,357</u>	
<b>Other Financing Sources</b>	<u>1,348,532</u>	<u>2,311,770</u>	58.3%	<u>1,094,935</u>	<u>253,597</u>	23.2%
<b>Total Revenues and Other Financing Sources</b>	<u>\$ 2,615,786</u>	<u>\$ 5,708,050</u>		<u>\$ 1,695,832</u>	<u>\$ 919,954</u>	
<b>Sun Link Expenditures:</b>						
Community Enrichment & Development						
Transportation	\$ 2,142,316	\$ 4,220,800	50.8%	\$ 2,559,761	\$ (417,445)	-16.3%
<b>Total Community Enrichment &amp; Development</b>	<u>2,142,316</u>	<u>4,220,800</u>		<u>2,559,761</u>	<u>(417,445)</u>	
<b>Capital Outlay</b>	<u>2,551</u>		100.0%		<u>2,551</u>	100.0%
<b>Debt Service and Fiscal Agent Fees</b>	<u>378,714</u>	<u>1,512,430</u>	25.0%		<u>378,714</u>	100.0%
<b>Total Expenditures &amp; Other Financing Uses</b>	<u>\$ 2,523,581</u>	<u>\$ 5,733,230</u>		<u>\$ 2,559,761</u>	<u>\$ (36,180)</u>	

**CITY OF TUCSON, ARIZONA**  
**STATEMENT OF REVENUES AND EXPENDITURES**  
**HIGHWAY USER REVENUE FUND (HURF)**  
**FOR THE SEVEN MONTHS ENDED JANUARY 31, 2016**

	Fiscal Year 2016			Fiscal Year 2015		% Change CFY vs PFY	% Change CFY vs PFY
	Actual	Total FY Budget	% Budget	Actual			
<b>HURF Revenues and Other Financing Sources:</b>		Straight-line Budget	58.3%				
<b>Revenues:</b>							
Licenses and Permits	\$ 332,411	\$ 543,000	61.2%	\$ 334,941	\$ (2,530)		-0.8%
Other Agencies	21,572,216	36,492,310	59.1%	20,364,912	1,207,304		5.9%
Use of Money and Property	342,202	635,840	53.8%	312,249	29,953		9.6%
Charges for Current Services	24,802		0.0%	20,384	4,418		21.7%
Miscellaneous Revenue	736,050	500,000	147.2%	1,057,162	(321,112)		-30.4%
<b>Total Revenues</b>	<u>\$ 23,007,681</u>	<u>\$ 38,171,150</u>		<u>\$ 22,089,648</u>	<u>\$ 918,033</u>		
<b>HURF Expenditures:</b>							
Community Enrichment and Development							
Transportation	\$ 16,068,484	\$ 31,890,360	50.4%	\$ 15,328,587	\$ 739,897		4.8%
<b>Total Community Enrichment and Development</b>	<u>16,068,484</u>	<u>31,890,360</u>		<u>15,328,587</u>	<u>739,897</u>		
Non-Departmental							
Outside Agencies	134,790	100,580	134.0%	50,290	84,500		168.0%
<b>Total Non-Departmental</b>	<u>134,790</u>	<u>100,580</u>		<u>50,290</u>	<u>84,500</u>		
<b>Capital Expenditures</b>	<u>126,239</u>	<u>1,092,650</u>	11.6%	<u>10,000</u>	<u>116,239</u>		1162.4%
<b>Capital Projects</b>	<u>493,950</u>	<u>1,998,620</u>	24.7%	<u>933,648</u>	<u>(439,698)</u>		-47.1%
<b>Other Financing Uses</b>	<u></u>	<u>(9,821,590)</u>	0.0%	<u></u>	<u></u>		0.0%
<b>Total Expenditures &amp; Other Financing Uses</b>	<u>\$ 16,823,463</u>	<u>\$ 25,260,620</u>		<u>\$ 16,322,525</u>	<u>\$ 500,938</u>		

**CITY OF TUCSON, ARIZONA  
STATEMENT OF NET POSITION  
ENTERPRISE FUNDS  
JANUARY 31, 2016**

	Water Utility Fund	Environmental Services	Tucson Golf Enterprise Fund
<b><u>ASSETS</u></b>			
Current assets:			
Cash and Cash Equivalents	\$ 53,968,080	\$ 31,988,831	\$ 761,160
Cash and Investments - Restricted	26,040,344		
Cash and Investments with Fiscal Agent - Restricted	17,488,328		
Accounts Receivable, Net	24,267,973	3,755,077	444,795
Due from Other Agencies		76,049	
Interest Receivable	116,169	62,616	
Inventories	5,176,636		257,198
Other Assets	2,502,584		
Total current assets	<u>129,560,114</u>	<u>35,882,573</u>	<u>1,463,153</u>
Noncurrent assets:			
Long Term Accounts Receivable	208,172		
Other Assets - Restricted	268,567		28,437
Land and Construction in Progress	162,796,307	19,341,519	2,701,865
Other Capital Assets, Net	1,052,473,633	22,732,148	12,335,511
Water Rights	52,126,968		
Total noncurrent assets	<u>1,267,873,647</u>	<u>42,073,667</u>	<u>15,065,813</u>
<b>Total assets</b>	<u>1,397,433,761</u>	<u>77,956,240</u>	<u>16,528,966</u>
<b><u>DEFERRED OUTFLOWS</u></b>			
Loss on Refunding of Debt	16,103,271		
Pension Plans	3,162,060	1,205,606	
<b>Total deferred outflows</b>	<u>19,265,331</u>	<u>1,205,606</u>	
<b>Total assets and deferred outflows</b>	<u>1,416,699,092</u>	<u>79,161,846</u>	<u>16,528,966</u>
<b><u>LIABILITIES</u></b>			
Current liabilities:			
Accounts Payable	1,310,562	255,325	90,852
Accrued Payroll Liabilities	21,480	4,877	84,834
Interfund Payable			1,712,688
Due to Other Agencies	294,986	1,236	61,149
Accrued Interest Payable			3,797
Refundable Deposits	1,948,083	83,169	6,032
Current Portion of Bonds Payable	33,623,215		
Current Portion of Contracts Payable		268,000	81,954
Current Portion of Compensated Absences	1,760,284	609,062	
Liabilities Payable from Restricted Assets	48,198		
Advances From Customers			89,541
Current Portion of Long Term Liabilities		750,551	
Total current liabilities	<u>39,006,808</u>	<u>1,972,220</u>	<u>2,130,847</u>

**CITY OF TUCSON, ARIZONA  
STATEMENT OF NET POSITION  
ENTERPRISE FUNDS  
JANUARY 31, 2016**

**LIABILITIES (continued)**

Noncurrent liabilities:

Bonds Payable	518,953,622	10,349,118	
Contracts Payable			225,905
Compensated Absences	1,734,448	663,493	
Other Postemployment Benefits	1,447,762	598,024	
Loans and Notes Payable			8,554,615
Long Term Liabilities		56,355,386	
Pension Liability	51,601,140	19,674,093	
Total noncurrent liabilities	573,736,972	87,640,114	8,780,520
<b>Total liabilities</b>	612,743,780	89,612,334	10,911,367

**DEFERRED INFLOWS**

Deferred Revenue	92,338		
Pension Plans	5,461,526	2,082,329	
<b>Total deferred inflows</b>	5,553,864	2,082,329	
<b>Total liabilities and deferred inflows</b>	618,297,644	91,694,663	10,911,367

**NET POSITION**

Net Investment in capital assets	760,394,314	41,777,669	14,729,517
Amounts Restricted for:			
Debt Service	17,488,328		
Capital			
Unrestricted Amounts (deficit)	20,518,806	(73,351,333)	(9,111,918)
Closure/Post Closure Liability		7,894,247	
New Landfill Cell Construction		11,146,600	
<b>Total net position</b>	\$ 798,401,448	\$ (12,532,817)	\$ 5,617,599

**CITY OF TUCSON, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS**  
**WATER UTILITY FUND**  
**FOR THE SEVEN MONTHS ENDED JANUARY 31, 2016**

	Fiscal Year 2016	Fiscal Year 2015	\$ Change CFY vs PFY	% Change CFY vs PFY
	<u>Actual</u>	<u>Actual</u>		
<b>Operating revenues:</b>				
Charges for Services	\$ 111,302,250	\$ 109,657,350	\$ 1,644,900	3a 1.5%
<b>Total operating revenues</b>	<u>111,302,250</u>	<u>109,657,350</u>	<u>1,644,900</u>	
<b>Operating expenses:</b>				
Salaries, Wages and Benefits	20,300,225	20,083,378	216,847	1.1%
Contractual Services	38,760,430	36,988,030	1,772,400	3b 4.8%
Commodities	4,883,000	4,752,577	130,423	2.7%
Depreciation/Amortization	19,630,130	18,364,132	1,265,998	6.9%
<b>Total operating expenses</b>	<u>83,573,785</u>	<u>80,188,117</u>	<u>3,385,668</u>	
<b>Operating Income (Loss)</b>	<u>27,728,465</u>	<u>29,469,233</u>	<u>(1,740,768)</u>	
<b>Nonoperating revenues (expenses):</b>				
Investment Income	761,291	247,141	514,150	208.0%
Gain (Loss) on Sale of Property/Equipment	194,099	207,404	(13,305)	-6.4%
Non-Grant Contributions		367,309	(367,309)	-100.0%
Interest Expense	(10,930,922)	(11,598,552)	667,630	-5.8%
Other Nonoperating Income (Expenses)	(1,147,687)	(5,136,185)	3,988,498	3c -77.7%
<b>Total nonoperating revenues (expenses)</b>	<u>(11,123,219)</u>	<u>(15,912,883)</u>	<u>4,789,664</u>	
<b>Income (loss) before transfers</b>	<u>16,605,246</u>	<u>13,556,350</u>	<u>3,048,896</u>	
<b>Transfers In</b>	1,735,290	1,360,192	375,098	27.6%
<b>Transfers Out</b>	<u>(933,333)</u>	<u>(933,333)</u>		0.0%
<b>Changes in net position</b>	<u>17,407,203</u>	<u>13,983,209</u>	<u>3,423,994</u>	
<b>Total net position, beginning of year</b>	780,994,245	760,457,882 *	20,536,363	
<b>Total net position</b>	<u>\$ 798,401,448</u>	<u>\$ 774,441,091</u>	<u>\$ 23,960,357</u>	

\*Fiscal year 2015 beginning net position restated. See fiscal year 2015 CAFR.

**CITY OF TUCSON, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS**  
**ENVIRONMENTAL SERVICES FUND**  
**FOR THE SEVEN MONTHS ENDED JANUARY 31, 2016**

	Fiscal Year 2016	Fiscal Year 2015	\$ Change CFY vs PFY	% Change CFY vs PFY
	<u>Actual</u>	<u>Actual</u>		
<b>Operating revenues:</b>				
Charges for Services	\$ 28,654,648	\$ 28,584,840	\$ 69,808	0.2%
Miscellaneous	425,413	573,074	(147,661)	-25.8%
<b>Total operating revenues</b>	<u>29,080,061</u>	<u>29,157,914</u>	<u>(77,853)</u>	
<b>Operating expenses:</b>				
Salaries, Wages and Benefits	8,651,791	8,745,361	(93,570)	-1.1%
Contractual Services	10,875,031	9,853,052	1,021,979	10.4%
Commodities	2,172,251	2,350,877	(178,626)	-7.6%
Depreciation/Amortization	2,868,393	2,096,321	772,072	36.8%
<b>Total operating expenses</b>	<u>24,567,466</u>	<u>23,045,611</u>	<u>1,521,855</u>	
<b>Operating Income (Loss)</b>	<u>4,512,595</u>	<u>6,112,303</u>	<u>(1,599,708)</u>	
<b>Nonoperating revenues (expenses):</b>				
Investment Income	236,456	46,244	190,212	411.3%
Gain (Loss) on Sale of Property/Equipment	(135,038)	370,586	(505,624)	-136.4%
Other Agencies	81,726	57,306	24,420	42.6%
Interest Expense	(244,476)	(247,840)	3,364	-1.4%
<b>Total nonoperating revenues (expenses)</b>	<u>(61,332)</u>	<u>226,296</u>	<u>(287,628)</u>	
<b>Changes in net position</b>	<u>4,451,263</u>	<u>6,338,599</u>	<u>(1,887,336)</u>	
<b>Total net position, beginning of year</b>	(16,984,080)	(25,318,874) *	8,334,794	
<b>Total net position</b>	<u>\$ (12,532,817)</u>	<u>\$ (18,980,275)</u>	<u>\$ 6,447,458</u>	

\*Fiscal year 2015 beginning net position restated. See fiscal year 2015 CAFR.

**CITY OF TUCSON, ARIZONA**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**TUCSON GOLF ENTERPRISE FUND**  
**FOR THE SEVEN MONTHS ENDED JANUARY 31, 2016**

	Randolph	El Rio	Silverbell	Enke	Combined	Total Straight- line Budget	% Budget
<b>COURSE OPERATIONS:</b>							
<b>Operating revenues:</b>							
Green Fees	\$ 697,357	\$ 206,554	\$ 269,628	\$ 168,024	\$ 1,341,563	\$ 7,688,730	
Cart Rentals	423,422	177,359	133,759	148,847	883,387		
Driving Range	169,331	4,977	42,124	72,209	288,641		
Clubhouse	174,033	104,324	99,970	98,188	476,515		
Other Revenue	604,918	100,442	95,851	80,635	881,846	10,130	
<b>Total Operating Revenues</b>	<u>2,069,061</u>	<u>593,656</u>	<u>641,332</u>	<u>567,903</u>	<u>3,871,952</u>	<u>7,698,860</u>	50.3%
<b>Operating expenses:</b>							
Salaries, Wages and Benefits	10,433	6,086	6,086	6,086	28,691	45,840	
Contractual Services	1,228,765	664,820	513,373	630,941	3,037,899	5,537,470	
Commodities	453,040	188,438	276,189	222,178	1,139,845	1,297,850	
Cost of Goods Sold	180,091	56,112	54,939	51,608	342,750	646,280	
Depreciation/Amortization	147,402	69,030	137,792	71,163	425,387	-	
<b>Total Operating Expenses</b>	<u>2,019,731</u>	<u>984,486</u>	<u>988,379</u>	<u>981,976</u>	<u>4,974,572</u>	<u>7,527,440</u>	66%
<b>Operating Income (Loss)</b>	<u>49,330</u>	<u>(390,830)</u>	<u>(347,047)</u>	<u>(414,073)</u>	<u>(1,102,620)</u>	<u>171,420</u>	
<b>Nonoperating revenues (expenses):</b>							
Interest Expense	(3,265)	(1,633)	(1,633)	(1,633)	(8,164)	7,970	
Other						94,250	
<b>Total nonoperating revenues (expenses)</b>	<u>(3,265)</u>	<u>(1,633)</u>	<u>(1,633)</u>	<u>(1,633)</u>	<u>(8,164)</u>	<u>102,220</u>	
<b>Income (Loss) before capital contributions and transfers</b>	<u>46,065</u>	<u>(392,463)</u>	<u>(348,680)</u>	<u>(415,706)</u>	<u>(1,110,784)</u>	<u>273,640</u>	
<b>Changes in net position</b>	<u>46,065</u>	<u>(392,463)</u>	<u>(348,680)</u>	<u>(415,706)</u>	<u>(1,110,784)</u>	<u>\$ 273,640</u>	
<b>Total net position, beginning of year</b>	2,018,515	1,816,663	1,345,677	1,547,528	6,728,383		
<b>Total net position</b>	<u>\$ 2,064,580</u>	<u>\$ 1,424,200</u>	<u>\$ 996,997</u>	<u>\$ 1,131,822</u>	<u>\$ 5,617,599</u>		

Note: OB Sports and City of Tucson statements will report immaterial differences due to timing.

**CITY OF TUCSON, ARIZONA**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**INTERNAL SERVICE FUNDS**  
**FOR THE SEVEN MONTHS ENDED JANUARY 31, 2016**

	<u>Fleet Services</u>	<u>Self Insurance</u>	<u>General Services</u>
<b>Operating revenues:</b>			
Charges for Services	\$ 12,422,594	\$ 7,989,329	\$ 10,563,553
Miscellaneous	110,008	8,742	3,039
<b>Total operating revenues</b>	<u>12,532,602</u>	<u>7,998,071</u>	<u>10,566,592</u>
<b>Operating expenses:</b>			
Salaries, Wages and Benefits	3,294,723	685,632	5,225,866
Contractual Services	3,371,155	2,451,534	3,279,442
Commodities	5,689,318	40,258	1,113,923
Benefits and Claims		3,436,021	
Depreciation	1,213,640	7,292	34,023
<b>Total operating expenses</b>	<u>13,568,836</u>	<u>6,620,737</u>	<u>9,653,254</u>
<b>Operating income (loss)</b>	<u>(1,036,234)</u>	<u>1,377,334</u>	<u>913,338</u>
<b>Nonoperating revenues (expenses):</b>			
Property Taxes		1,383,826	
Investment Income	10,857	76,899	15,062
Gain (loss) on Sale of Property/Equipment	142,642		
Federal Non Grant Contributions			146,780
Interest Expense			(241,116)
<b>Total nonoperating revenues (expenses)</b>	<u>153,499</u>	<u>1,460,725</u>	<u>(79,274)</u>
<b>Changes in net position</b>	<u>(882,735)</u>	<u>2,838,059</u>	<u>834,064</u>
<b>Total net position, beginning of year</b>	11,322,038	830,874	(10,781,094)
<b>Total net position</b>	<u>\$ 10,439,303</u>	<u>\$ 3,668,933</u>	<u>\$ (9,947,030)</u>

City of Tucson, Arizona  
Variance Explanations  
For January, 2016

**General Fund:**

- (1a) Public Safety Pension for Tucson Fire and Tucson Police increased from fiscal year 2015 due to a pension rate change.

**Mass Transit:**

- (2a) Revenue charges for current services and fuel expenses decreased in fiscal year 2016 due to a halt in services caused by an economic strike of unionized bus drivers and mechanics.
- (2b) Capital outlay costs increased in fiscal year 2016 due to the construction of a compressed natural gas plant.

**Water Utility Fund:**

- (3a) At the beginning of fiscal year 2016, water rates were increased on metered and reclaimed sales.
- (3b) In fiscal year 2016 contractual services increased due to \$456,000 in environmental/risk consulting, \$223,000 in pavement replacement and \$757,000 in Central Arizona Project commodity charges.
- (3c) \$4.7 million in construction in progress reclassifications occurred in fiscal year 2015.

**Environmental Services Fund:**

- (4a) Contractual services expense increased due to a landfill compactor rebuild and increased vehicle maintenance costs.