

FY15 - FEBRUARY FINANCIAL REPORT

**HANOVER COUNTY
FINANCE AND MANAGEMENT SERVICES**

FEBRUARY 11, 2015

Our Mission:

**To be a premier community by providing superior service through creativity,
innovation and sound financial practices.**

General Fund – FY15 – February Financial Report

Our values: Integrity, Accountability, Respect, Inclusiveness

	Six Months Ended	Twelve Months Ended June 30, 2015		
	December 31, 2014	Appropriated	FY 2015 Projection*	\$ Variance with Appropriated
	Actual			
REVENUES				
Revenue from local sources:				
General property taxes	\$ 54,987,611	130,010,000	131,490,000	1,480,000
Other local taxes	10,597,063	30,736,000	30,267,400	(468,600)
Permits, privilege fees and regulatory licenses	947,360	2,014,800	2,066,000	51,200
Fines and forfeitures	526,905	1,127,800	1,128,800	1,000
Revenues from use of money and property	471,040	718,000	718,000	-
Charges for services	3,249,381	6,514,192	6,814,192	300,000
Miscellaneous	660,652	686,039	686,039	-
Recovered costs	2,269,759	3,653,619	3,627,269	(26,350)
Revenue from the Commonwealth	16,851,004	28,582,464	28,390,054	(192,410)
Revenue from the Federal government	1,383,004	3,225,403	3,225,403	-
Total revenues	<u>91,943,779</u>	<u>207,268,317</u>	<u>208,413,157</u>	<u>1,144,840</u>
EXPENDITURE SUMMARY				
General governmental administration	6,278,430	14,059,781	13,603,856	455,925
Judicial administration	2,210,420	4,955,358	4,917,671	37,687
Public safety	24,189,982	51,404,572	51,221,749	182,823
Public works	4,320,475	9,661,536	9,559,732	101,804
Human services	9,165,213	23,719,968	22,565,639	1,154,329
Parks, recreation and cultural	2,696,670	5,842,424	5,812,950	29,474
Community development	2,389,363	4,780,561	4,678,087	102,474
Education	37,226,844	74,453,688	70,967,873	3,485,815
Nondepartmental	-	1,505,381	980,381	525,000
Total expenditures	<u>88,477,397</u>	<u>190,383,269</u>	<u>184,307,938</u>	<u>6,075,331</u>
Excess of expenditures over revenues	<u>3,466,382</u>	<u>16,885,048</u>	<u>24,105,219</u>	<u>7,220,171</u>
OTHER FINANCING USES				
Transfers out	14,956,900	26,134,066	26,134,066	-
Total other financing uses	<u>14,956,900</u>	<u>26,134,066</u>	<u>26,134,066</u>	<u>-</u>
Net change in fund balance	(11,490,518)	(9,249,018)	(2,028,847)	7,220,171
Fund balances - beginning	50,643,448	50,643,448	50,643,448	-
Fund balances - ending	<u>\$ 39,152,930</u>	<u>41,394,430</u>	<u>48,614,601</u>	<u>7,220,171</u>

* Includes encumbrance and reappropriation estimate

General Fund – Six Months Ended December 31, 2014

Our values: Integrity, Accountability, Respect, Inclusiveness

	<u>Appropriated</u>	<u>YTD December Actual</u>	<u>% Collected / Expended</u>
Revenues:			
Operating revenues	\$ 207,268,317	91,943,779	44.4%
Prior year's balance	9,249,018	9,249,018	
Total revenues	\$ 216,517,335	101,192,797	
Expenditures and Transfers:			
Expenditures	\$ 190,383,269	88,477,397	
Transfers	26,134,066	14,956,900	
Total expenditures and transfers	\$ 216,517,335	103,434,297	47.8%

FY15 General Fund Projection

Our Values: Integrity, Accountability, Respect, Inclusiveness

	Projected Over (Under) Budget	% of Budget
Revenues:		
General property taxes	\$ 1,480,000	
Other local taxes	(469,000)	
Permits and fees	51,000	
Charges for services	300,000	
All other revenues	(217,000)	
Total revenues	1,145,000	0.6%
Expenditures:		
County salary and benefit savings	1,373,000	
County operating savings	1,216,000	
Education savings	3,486,000	
Total expenditures	6,075,000	2.8%
Projected operating balance	\$ 7,220,000	

The projected operating balance is planned for reinvestment in the FY16 County and School budgets

Public Utilities – FY15 – February Financial Report

Our values: Integrity, Accountability, Respect, Inclusiveness

	Six Months Ended	Twelve Months Ended June 30, 2015		
	December 31, 2014		FY 2015	\$ Variance with
	Actual*	Appropriated	Projection	Appropriated
REVENUES				
Operating revenues:				
Charges for services	\$ 9,743,112	22,069,500	22,416,500	347,000
Miscellaneous	129,366	175,000	250,000	75,000
Total operating revenues	9,872,478	22,244,500	22,666,500	422,000
Nonoperating revenues:				
Revenue from the Commonwealth	371,377	821,529	821,000	(529)
Capacity fees - nonoperating	2,567,837	4,000,000	4,804,000	804,000
Interest income	52,156	75,000	100,000	25,000
Total nonoperating revenues	2,991,370	4,896,529	5,725,000	828,471
Capital contributions	873,351	-	1,500,000	1,500,000
Total revenues	13,737,199	27,141,029	29,891,500	2,750,471
EXPENSES				
Operating expenses:				
Personal services	2,076,191	4,723,054	4,529,756	193,298
Fringe benefits	734,511	1,607,935	1,531,845	76,090
Contractual services	2,187,299	5,977,299	5,930,151	47,148
Internal services	1,435,418	1,435,418	1,435,418	-
Other charges	1,609,032	4,455,651	3,805,069	650,582
Total operating expenses	8,042,451	18,199,357	17,232,239	967,118
Nonoperating expenses:				
Senior debt	375,148	1,034,725	1,034,725	-
Total nonoperating expenses	375,148	1,034,725	1,034,725	-
Total expenses	8,417,599	19,234,082	18,266,964	967,118
CHANGE IN NET POSITION	5,319,600	7,906,947	11,624,536	3,717,589
Total net position - beginning	199,404,262	199,404,262	199,404,262	-
Total net position - ending	\$ 204,723,862	207,311,209	211,028,798	3,717,589

* Does not include depreciation expense which is reflected in the audited financial statements in accordance with generally accepted accounting principles.

School Division Operating Fund – FY15 – February Financial Report

Our values: Integrity, Accountability, Respect, Inclusiveness

	Six Months Ended	Twelve Months Ended June 30, 2015		
	December 31, 2014	Appropriated	Total Year Projection	\$ Variance with Appropriated
	Actual			
REVENUES				
Revenue from local sources:				
Charges for services:				
Tuition and other charges for services	\$ 491,802	818,564	820,000	1,436
Miscellaneous:				
Sale of assets	-	2,500	-	(2,500)
Miscellaneous	442,677	1,383,639	550,000	(833,639)
Total miscellaneous revenue	442,677	1,386,139	550,000	(836,139)
Recovered costs:				
Recovered costs	162,234	603,000	500,000	(103,000)
Payments from primary government:				
General Fund	37,226,844	74,453,688	70,967,873	(3,485,815)
Total revenue from local sources	38,323,557	77,261,391	72,837,873	(4,423,518)
Revenue from the Commonwealth:				
Non-categorical aid:				
Lottery proceeds and basic school aid	32,661,992	67,113,650	65,913,650	(1,200,000)
Categorical aid:				
Categorical aid programs	6,561,260	19,673,706	19,645,777	(27,929)
Total revenue from the Commonwealth	39,223,252	86,787,356	85,559,427	(1,227,929)
Revenue from the Federal government:				
Categorical aid:				
Department of Education	614,698	7,876,392	6,702,700	(1,173,692)
Total revenues	78,161,507	171,925,139	165,100,000	(6,825,139)
EXPENDITURES				
Education:				
General support	4,138,945	9,840,973	8,800,000	1,040,973
Pupil transportation	3,435,847	8,392,470	8,100,000	292,470
Operations and maintenance	5,799,964	12,040,725	11,700,000	340,725
Instruction	53,194,858	141,255,612	136,200,000	5,055,612
Facilities	1,284,903	1,982,485	1,800,000	182,485
Total education	67,854,517	173,512,265	166,600,000	6,912,265
Net change in fund balance	10,306,990	(1,587,126)	(1,500,000)	(87,126)
Fund balance - beginning	1,604,726	1,587,126	1,587,126	-
Fund balance - ending	\$ 11,911,716	-	87,126	(87,126)

Resolution to Refund County General Obligation Bonds

Our values: Integrity, Accountability, Respect, Inclusiveness

- The County is requesting approval of a resolution to refund up to \$30 million of the Series 2006, 2009 and 2011 bonds.
- Current market conditions indicate potential total net present value savings of 4%-8.5% and annual debt service savings of up to \$100,000. (This is an estimate until final pricing.)
- The tentative bond sale is March 4-5, 2015.



Questions?