

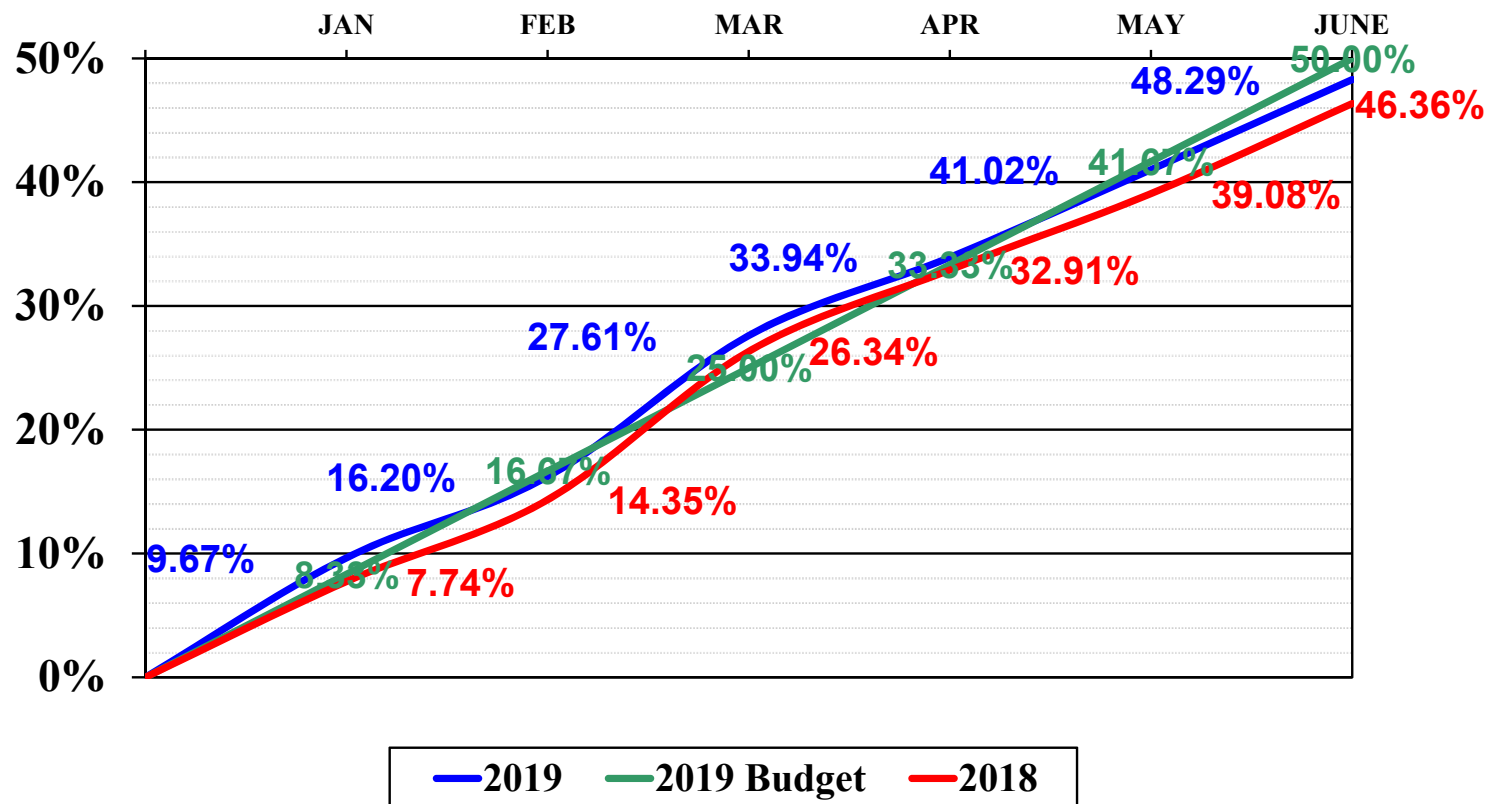
CITY OF LITTLE ROCK



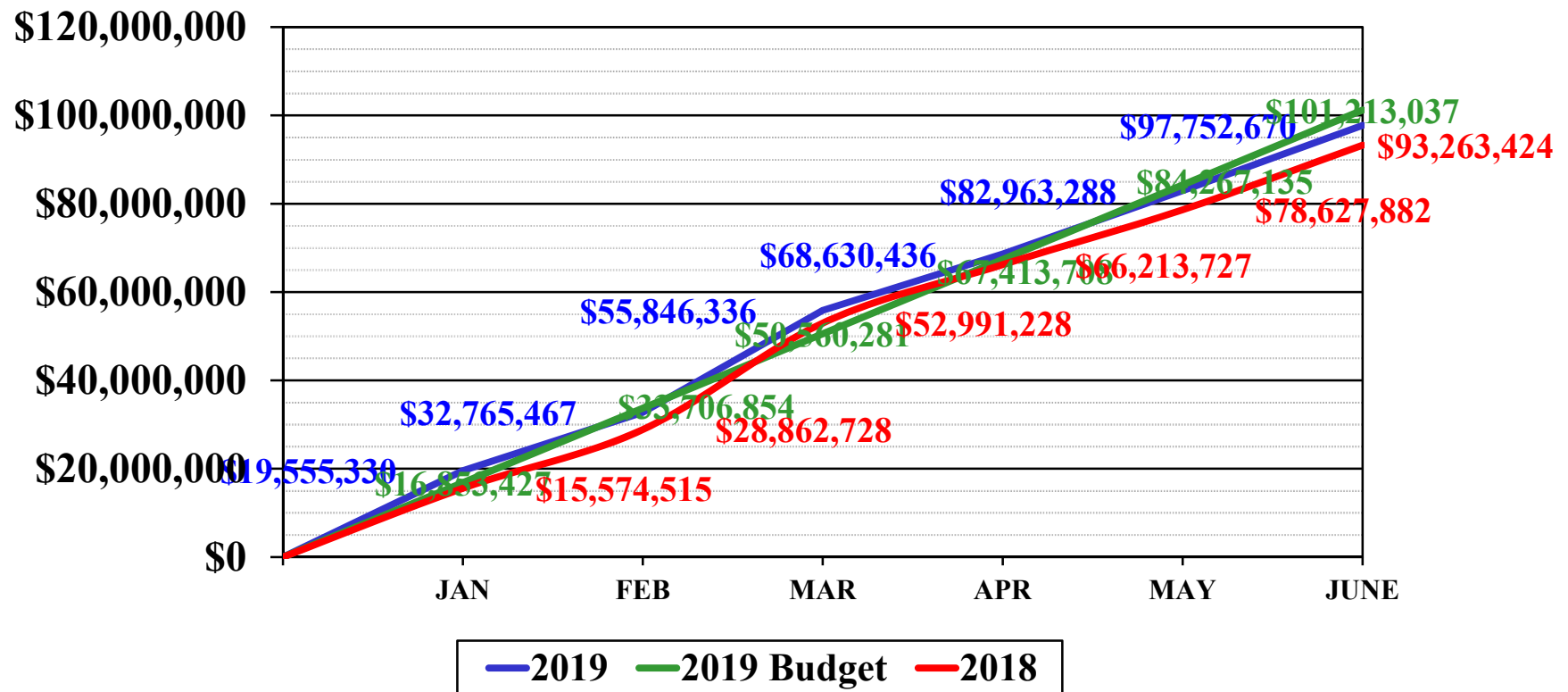
Second Quarter 2019 Financial Report

GENERAL FUND REVENUES

BUDGET % COLLECTED - 2019 AND 2018



GENERAL FUND REVENUES 2019 AND 2018



GENERAL FUND REVENUES COMPARED TO AMENDED BUDGET

		YTD	YTD	Variance	Prior Year
		<u>Budget</u>	<u>Revenues</u>	<u>Favorable</u> <u>(Unfavorable)</u>	<u>Revenues</u>
REVENUES:					
1	General property taxes	\$14,991,209	\$13,351,042	(\$1,640,167)	\$13,331,214
2	Sales taxes	52,193,800	51,882,549	(311,251)	49,133,801
3	Licenses and permits	6,288,100	9,388,640	3,100,540	9,405,521
4	Intergovernmental	4,915,094	0	(4,915,094)	0
5	Charges for services	5,785,761	5,789,708	3,947	5,605,508
6	Fines and fees	1,175,440	978,865	(196,575)	1,003,072
7	Utility franchise fees	14,747,125	13,613,342	(1,133,783)	13,667,084
8	Investment income	195,600	406,855	211,255	519,502
9	Miscellaneous	920,908	2,341,671	1,420,763	597,719
10	TOTAL REVENUES	\$101,213,037	\$97,752,670	(\$3,460,366)	\$93,263,421

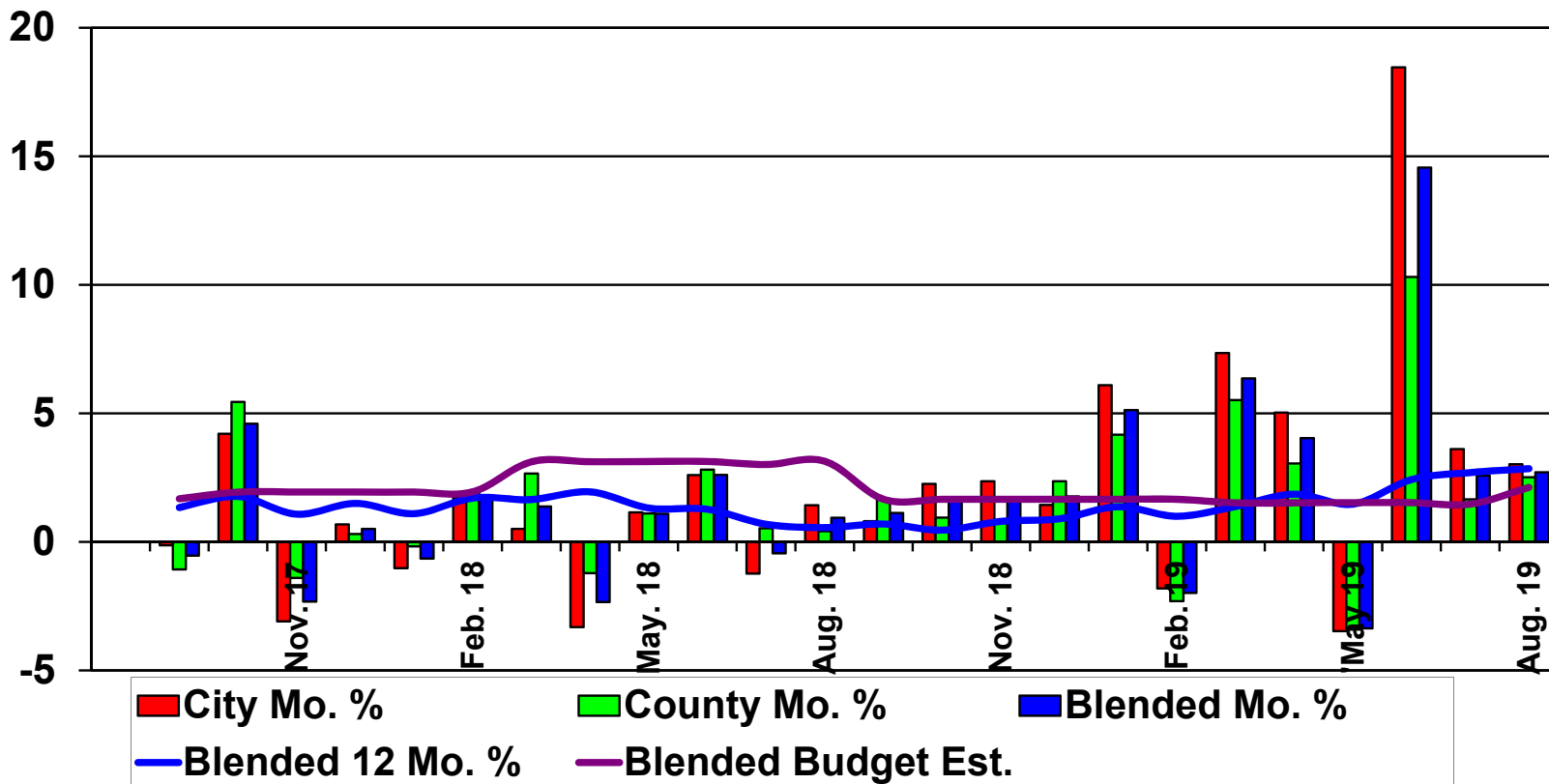
Revenues are approximately \$3.5 million below budget and approximately \$4.5 million above the same period a year ago.

GENERAL FUND REVENUES COMPARED TO PRIOR YEAR

	<u>YTD</u>	<u>Prior Year</u>	<u>Variance</u>
	<u>Revenues</u>	<u>Revenues</u>	<u>Favorable</u>
			<u>(Unfavorable)</u>
REVENUES:			
1 General property taxes	\$13,351,042	\$13,331,214	\$19,828
2 Sales taxes	51,882,549	49,133,801	2,748,748
3 Licenses and permits	9,388,640	9,405,521	(16,881)
4 Intergovernmental	-	-	-
5 Charges for services	5,789,708	5,605,508	184,200
6 Fines and fees	978,865	1,003,072	(24,207)
7 Utility franchise fees	13,613,342	13,667,084	(53,743)
8 Investment income	406,855	519,502	(112,648)
9 Miscellaneous	2,341,671	597,719	1,743,951
10 TOTAL REVENUES	\$97,752,670	\$93,263,421	\$4,489,250

The increase in sales taxes will be discussed in detail in a moment. The increase in miscellaneous revenue is due to the contribution received from LRCVB for the retirement of the 2016 short-term note utilized for the purchase of the Cromwell Building.

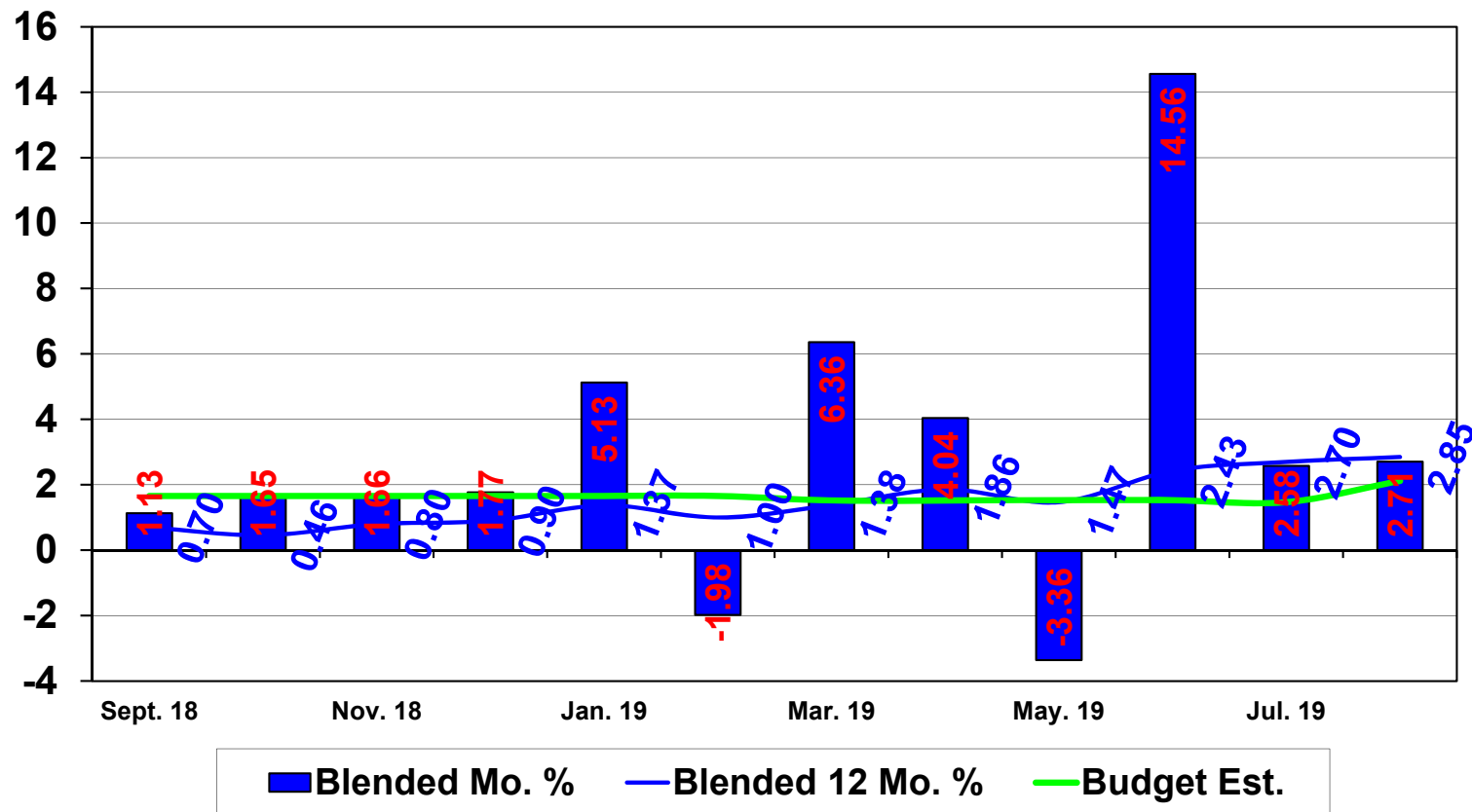
CITY, COUNTY, AND BLENDED SALES TAX PERCENTAGE GROWTH



Blended sales tax results represent the total sales tax received by the City, which includes:

- (a) the City's share of the 1% County sales tax,
- (b) the City's local sales tax,
- (c) and the State Turnback.

BLENDED SALES TAX PERCENTAGE GROWTH COLLECTED OVER THE LAST TWELVE MONTHS



SALES TAX PERCENTAGE GROWTH COMPARISON TO BUDGET AND PRIOR YEAR

	Month	For Sales In	Sales & Use		%		%	%
	Collected	The Month Of	Tax Collections	Amended Budget	Budget Growth	Variance from Budget	Var. from Budget	Inc (Dec) Prior Year
1	Mar-19	Jan-19	8,194,573	7,821,845	1.52%	372,728	4.77%	6.36%
2	Apr-19	Feb-19	7,884,758	7,694,083	1.52%	190,675	2.48%	4.04%
3	May-19	Mar-19	8,653,522	9,091,182	1.53%	(437,660)	-4.81%	-3.36%
4	Jun-19	Apr-19	9,364,186	8,298,769	1.53%	1,065,417	12.84%	14.56%
5	Jul-19	May-19	9,184,557	9,084,873	1.47%	99,684	1.10%	2.58%
6	Aug-19	Jun-19	8,858,371	8,807,965	2.12%	50,406	0.57%	2.71%
7	2019 YTD		52,139,968	50,798,717	1.62%	1,341,251	2.64%	4.30%
8	Last 12 Mos		104,617,634	103,388,741	1.64%	1,228,893	1.19%	2.85%

June's receipts for April include an unusual increase in the NAICS Category of Electrical Goods Wholesalers. The increase could be the result of filing amended returns for several periods, or could be subject to rebate through May 2020. No other information is available due to taxpayer confidentiality laws in Arkansas.

If the results for April are normalized to be in line with budget, YTD results are **0.54% or \$275,834 above budget** and **2.17% or \$1,085,300 above prior year**.

REVENUE PROVIDED BY 2012 SALES TAX

		2019 Tax Receipts			Prior Year Tax Receipts				
Month Collected	For Sales in the Month of	5/8 Cent Operating	3/8 Cent Capital	New Tax Proceeds	5/8 Cent Operating	3/8 Cent Capital	New Tax Proceeds	% Inc (Dec)	
1	March	January	2,534,405	1,520,643	4,055,049	2,360,797	1,416,478	3,777,276	7.35%
2	April	February	2,430,078	1,458,047	3,888,125	2,313,729	1,388,237	3,701,966	5.03%
3	May	March	2,689,139	1,613,484	4,302,623	2,785,686	1,671,412	4,457,098	-3.47%
4	June	April	2,998,443	1,799,066	4,797,508	2,531,290	1,518,774	4,050,065	18.46%
5	July	May	2,751,872	1,651,123	4,402,996	2,656,002	1,593,601	4,249,603	3.61%
6	August	June	2,768,797	1,661,278	4,430,075	2,687,748	1,612,649	4,300,397	3.02%
7	YTD Total		\$16,172,735	\$9,703,641	\$25,876,375	\$15,335,253	\$9,201,152	\$24,536,405	5.46%
Month Collected	For Sales in the Month of	5/8 Cent Operating	3/8 Cent Capital	New Tax Proceeds	5/8 Cent Operating	3/8 Cent Capital	New Tax Proceeds	% Inc (Dec)	
8	2012 Total		28,992,457	17,449,867	46,442,324	n/a	n/a	n/a	n/a
9	2013 Total		29,220,016	17,573,702	46,793,718	28,992,457	17,449,867	46,442,324	0.76%
10	2014 Total		29,608,840	17,849,353	47,458,193	29,220,016	17,573,702	46,793,718	1.42%
11	2015 Total		30,773,111	18,430,387	49,203,498	29,608,840	17,849,353	47,458,193	3.68%
12	2016 Total		30,789,996	18,473,997	49,263,993	30,773,111	18,430,387	49,203,498	0.12%
13	2017 Total		31,366,925	18,820,155	50,187,081	30,789,996	18,473,997	49,263,993	1.87%
14	2018 Total		31,678,593	19,007,156	50,685,748	31,366,925	18,820,155	50,187,081	0.99%
15	Years 2012 - 2018		\$212,429,938	\$127,604,617	\$340,034,555				
16	Grand Total - Life to Date		\$228,602,673	\$137,308,258	\$365,910,931				

ELECTRIC FRANCHISE FEES

City of Little Rock									
Entergy									
		Year 2019	Year 2018	2019	2018	Usage	Revenue	Utility	Fav. (Unfav.)
	Month	KWH	KWH	Revenue	Revenue	Incr (Decr)	Incr (Decr)	Forecast	Variance
1	January	259,209,181	277,020,868	722,816	1,186,228	-6.43%	-39.07%	1,093,004	(370,188)
2	February	246,174,061	256,557,029	1,079,928	1,106,837	-4.05%	-2.43%	1,055,908	24,020
3	March	239,398,724	234,589,779	1,059,824	994,322	2.05%	6.59%	1,026,490	33,334
4	April	220,861,915	220,227,048	927,112	753,207	0.29%	23.09%	950,344	(23,232)
5	May	221,671,919	223,313,619	935,075	774,750	-0.74%	20.69%	948,132	(13,057)
6	June	282,422,036	306,480,398	1,301,708	1,156,495	-7.85%	12.56%	1,276,935	24,773
7		1,469,737,836	1,518,188,741	\$ 6,026,461	\$ 5,971,840	-3.19%	0.91%	\$ 6,350,813	\$ (324,352)

The adopted budget is \$14,000,000 based on information from Entergy. The cost recovery credit, associated with the impact of the Federal Tax Cut and Jobs Act of 2017, expired in December 2018 for industrial and commercial customers. The credit for residential customers goes through December 2019. The reversal of the rate increase and the related credits did not begin until the 2nd quarter of 2018.

GAS FRANCHISE FEES

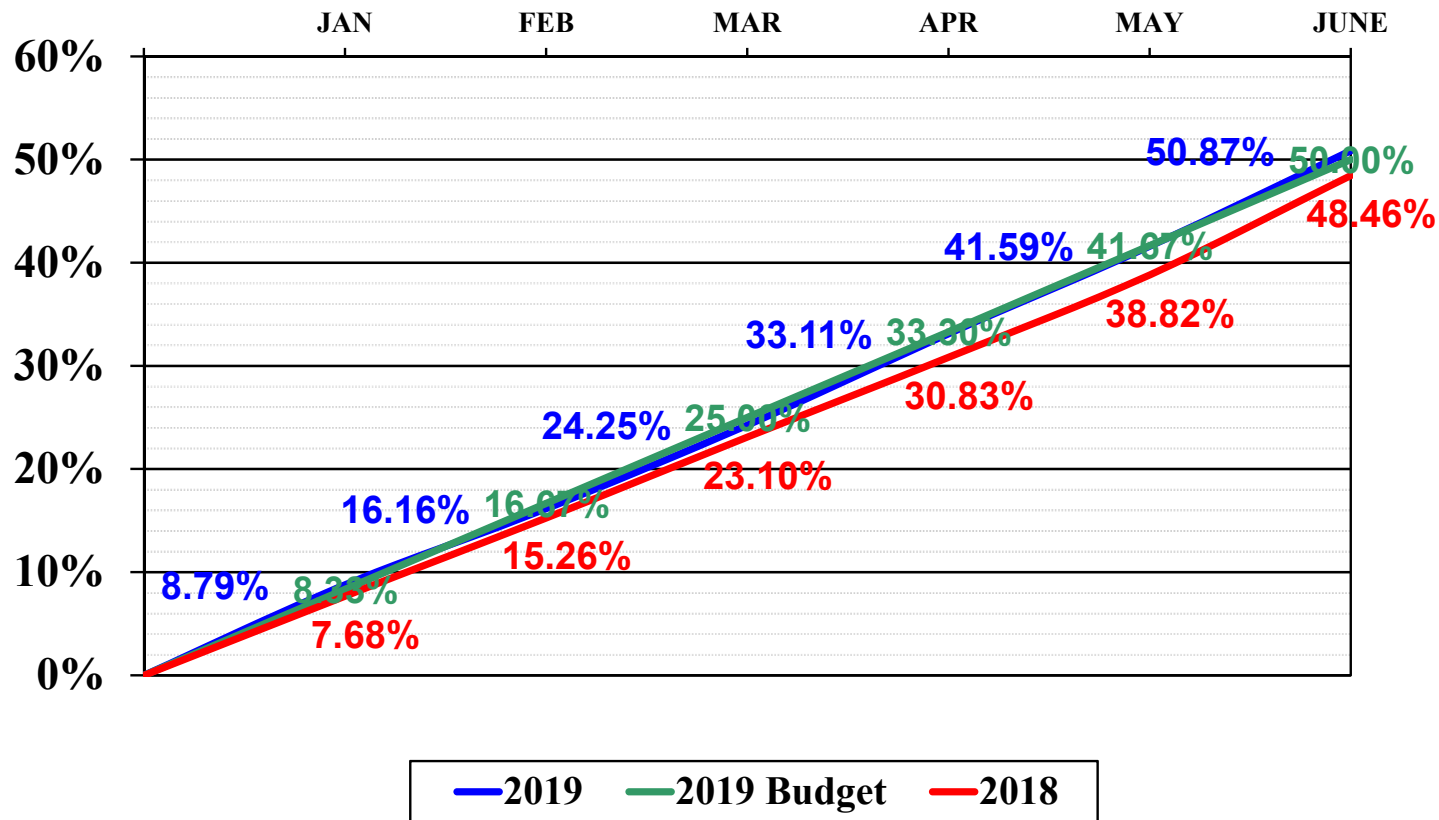
		Year 2019	Year 2018	2019	2018	Usage	Revenue	Utility	Fav. (Unfav.)
	Month	Mcf	Mcf	Revenue	Revenue	Incr (Decr)	Incr (Decr)	Forecast	Variance
1	January	1,411,493	1,794,343	559,091	712,260	-21.34%	-21.50%	510,458	48,633
2	February	1,447,715	1,536,322	509,530	607,084	-5.77%	-16.07%	602,112	(92,582)
3	March	1,355,399	1,061,128	500,095	437,877	27.73%	14.21%	482,408	17,687
4	April	810,401	786,647	268,151	288,107	3.02%	-6.93%	371,364	(103,213)
5	May	486,352	560,460	156,414	185,636	-13.22%	-15.74%	201,918	(45,504)
6	June	376,067	351,786	115,315	112,114	6.90%	2.86%	122,772	(7,457)
7	YTD	5,887,427	6,090,686	\$ 2,108,597	\$ 2,343,077	-3.34%	-10.01%	\$ 2,291,032	\$ (182,435)

The adopted budget is \$3,157,000, based on information received from CenterPoint. Items affecting the 2019 estimates include:

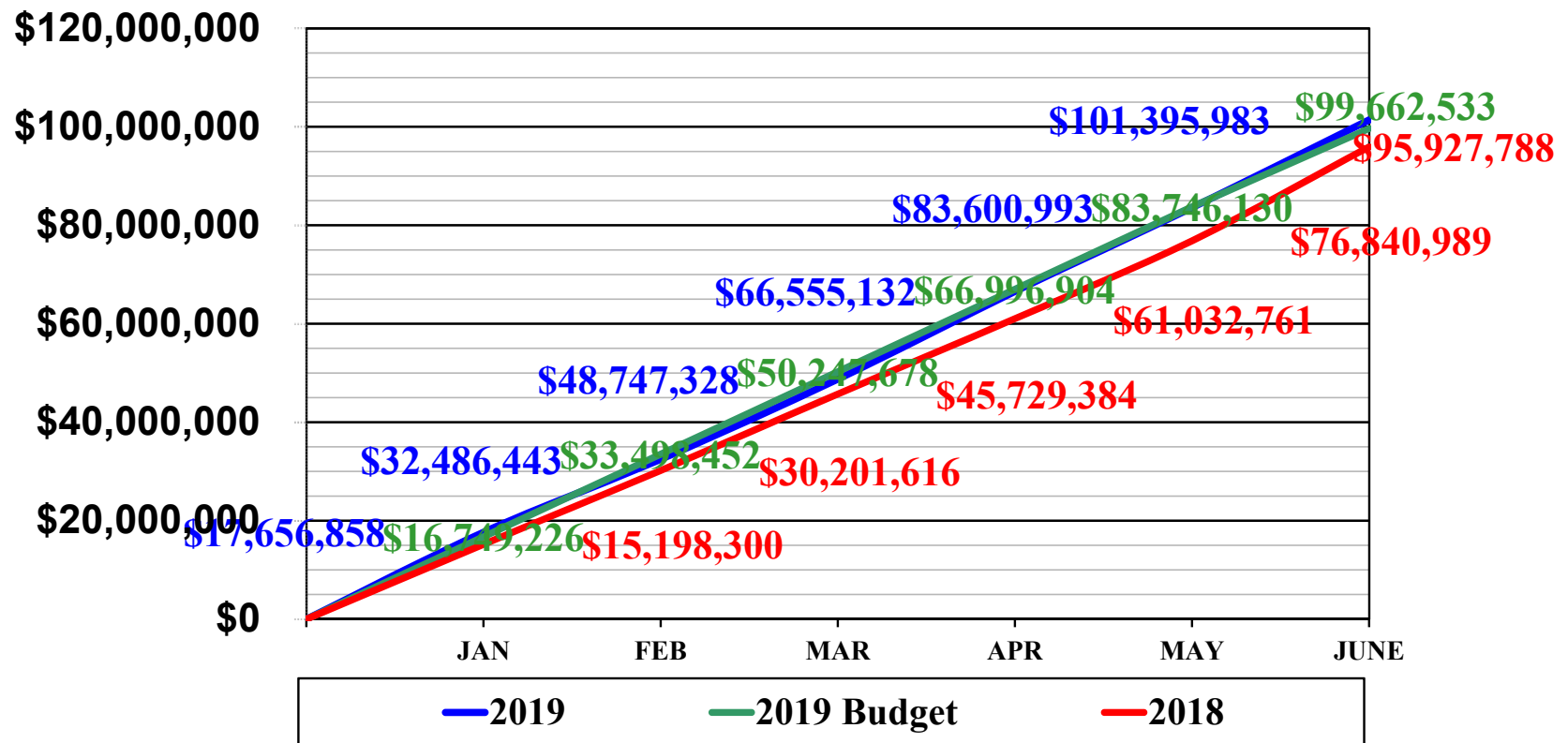
- a) Through February 2019, Arkansas customers are receiving a refund of the Unprotected Excess Deferred Income Tax due to the Tax Cuts and Jobs Act. Depending on the customer class, this credit is approximately 20-25% of certain components of the customers' bill which reduces the basis for the franchise tax calculation.
- b) The Formula Rate Plan percentage, approved by the Public Service Commission, increased effective October 2018.

GENERAL FUND EXPENDITURES

BUDGET % EXPENDED - 2019 AND 2018



GENERAL FUND EXPENDITURES 2019 AND 2018



GENERAL FUND EXPENDITURES COMPARED TO BUDGET (SLIDE 1 OF 2)

	<u>YTD Budget</u>	<u>YTD Expenses</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Prior Year Expenses</u>
EXPENDITURES:				
GENERAL GOVERNMENT:				
1 General Administration	\$10,239,727	\$10,722,203	(\$482,476)	\$10,464,003
2 Board of Directors	168,750	171,087	(2,337)	184,941
3 Community Programs	266,166	275,830	(9,665)	312,971
4 City Attorney	776,383	770,722	5,660	1,049,978
5 District Court - (Criminal)	667,411	625,549	41,862	594,477
6 District Court - (Environmental)	273,610	249,011	24,599	264,692
7 District Court - (Traffic)	634,084	659,032	(24,948)	645,374
8 Finance	1,671,292	1,680,170	(8,878)	1,740,198
9 Human Resources	881,090	820,440	60,650	902,196
10 Information Technology	2,620,194	2,465,155	155,039	2,213,114
11 Planning and Development	1,215,237	1,141,111	74,126	1,211,816
12 TOTAL GENERAL GOVERNMENT	19,413,942	19,580,310	(166,368)	19,583,758

GENERAL FUND EXPENDITURES COMPARED TO BUDGET (SLIDE 2 OF 2)

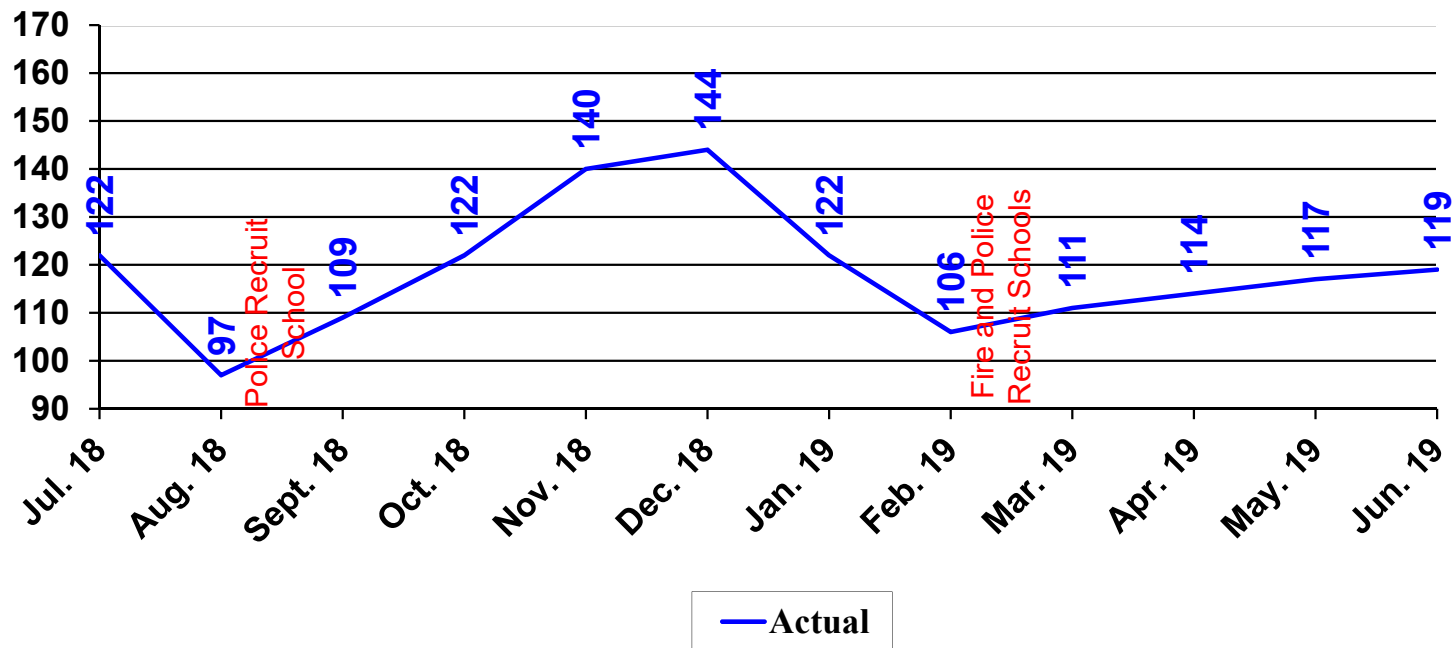
	<u>YTD Budget</u>	<u>YTD Expenses</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Prior Year Expenses</u>
EXPENDITURES:				
13 PUBLIC WORKS	530,368	453,320	77,047	458,581
14 PARKS & RECREATION	4,852,161	4,820,416	31,745	5,155,238
15 RIVERMARKET	677,073	629,081	47,992	613,420
16 GOLF	994,978	1,269,980	(275,002)	1,377,838
17 JIM DAILEY FITNESS / AQUATICS	426,619	463,276	(36,657)	430,170
18 ZOO	3,174,029	3,108,036	65,993	3,457,713
19 FIRE	26,083,000	26,085,100	(2,100)	24,733,066
20 POLICE	38,870,157	37,228,450	1,641,707	33,990,645
21 HOUSING & NEIGHBORHOOD	2,576,424	2,587,831	(11,407)	2,697,798
22 DEBT SERVICE:				
23 Principal	2,923,247	5,067,281	(2,144,035)	3,272,731
24 Interest	132,917	102,902	30,015	156,829
25 Agent Fees	12,000	0	12,000	0
SAVINGS FROM AUTHORIZED BUT				
26 UNFILLED POSITIONS	(1,004,380)	0	(1,004,380)	0
27 TOTAL EXPENDITURES	<u>\$99,662,533</u>	<u>\$101,395,983</u>	<u>(\$1,733,450)</u>	<u>\$95,927,788</u>

GENERAL FUND

AUTHORIZED BUT UNFILLED POSITIONS AND VACATION/SICK PAYOUTS

- Savings from Authorized but Unfilled Positions
 - \$5,500,000
2019 adopted budget requirement
 - \$3,491,240 achieved through the 6/28/19 Payroll
 - 119 budgeted positions were unfilled in the General Fund at the end of the second quarter
- Vacation/Sick Payouts
 - \$1,250,000
2019 budget
 - \$616,644 YTD payouts

GENERAL FUND AUTHORIZED BUT UNFILLED POSITIONS LAST TWELVE MONTHS



The number of vacant Uniformed Police positions was twenty (20) at the end of June: sixteen (16) Officers, and four (4) Sergeants. Another Police recruit school began on August 19, 2019.