CITY OF BATTLE CREEK

FY 2017 BUDGET STATUS

THROUGH 12/31/16

February 7, 2017

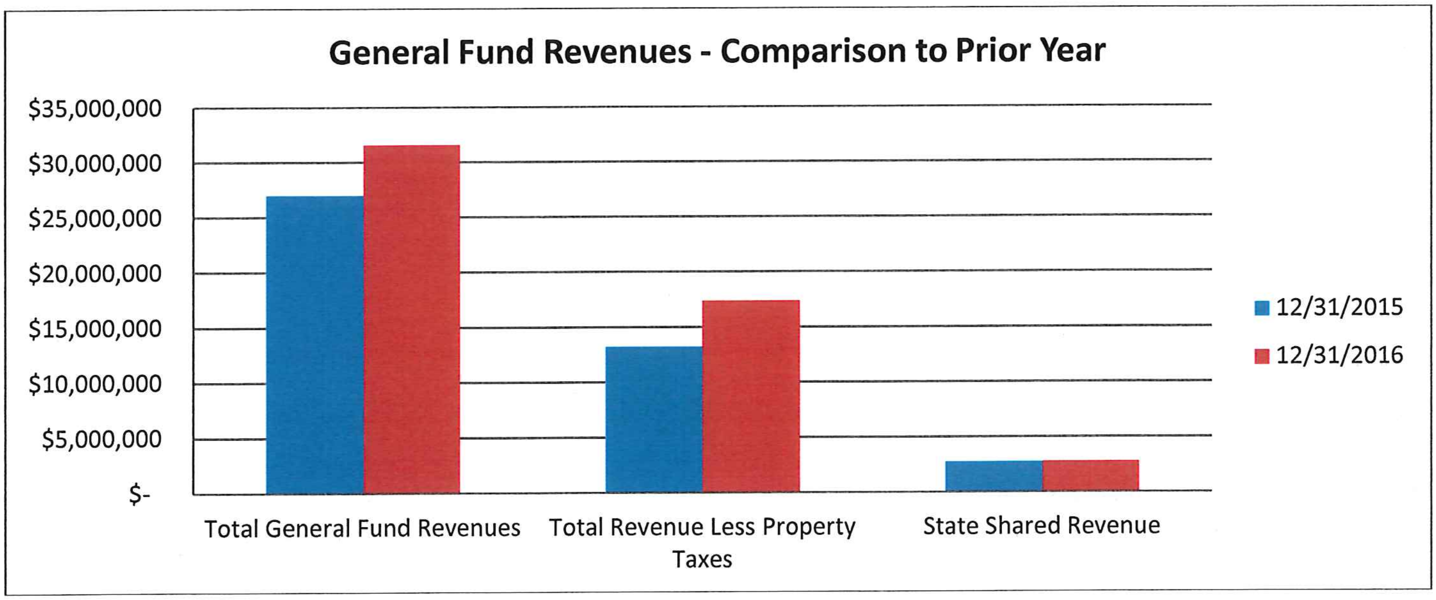
BUDGET POSITION SUMMARY AS OF DECEMBER 31, 2016

Please Note: References to funds being over or below budget are based upon one half of the fiscal year being completed (July 1 – December 31); hence an assumption is made that 50% of the line item should be realized. This assumption does not apply in all cases, as revenues and expenditures may be seasonal. Also, budget amounts shown include adjustments made from prior year appropriations carried forward, depreciation, and/or approved current year budget adjustments.

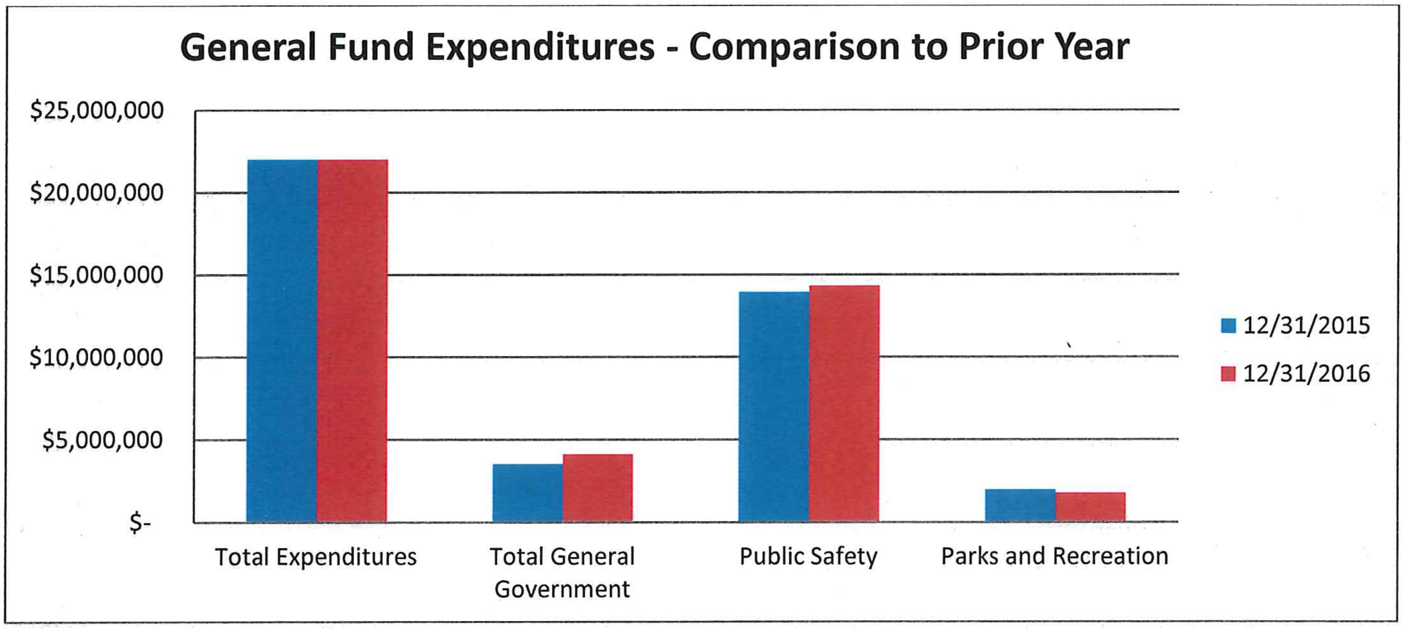
General Fund Revenue: For the six months ending December 31, 2016 total General Fund revenues are at 72.09% of budget; however, all of the City's property tax is billed in the first and second quarters of the fiscal year and the revenue is recorded. The 72.09% also includes $3,896,307 in Intergovernmental revenue as an essential services/personal property tax elimination reimbursement from the State of Michigan. This reimbursement was much higher than anticipated as we were still working with the Michigan Department of Treasury at budget time to determine how this reimbursement was to be calculated. A mid-year budget adjustment for this will be coming before the City Commission for approval in the near future. Excluding property taxes, all other revenue in the General Fund is at 59.28% of budget and is an increase of 27.64% compared to the same period one year ago primarily due to the State reimbursement mentioned above.

The following table provides a comparison of ***income tax collections*** for the six months ending December 31, 2016 compared to the same period last fiscal year.

	12/31/15	12/31/16	Difference	% Change
Personal & Partnership	$7,194,374	$6,594,320	($600,054)	(8.34%)
Corporate	820,006	1,037,131	217,125	26.48%
Compliance	162,568	69,078	(93,490)	(57.51%)
Refunds	(994,145)	(618,872)	(375,273)	(37.75%)
	$7,182,803	$7,081,657	($101,146)	(1.41%)

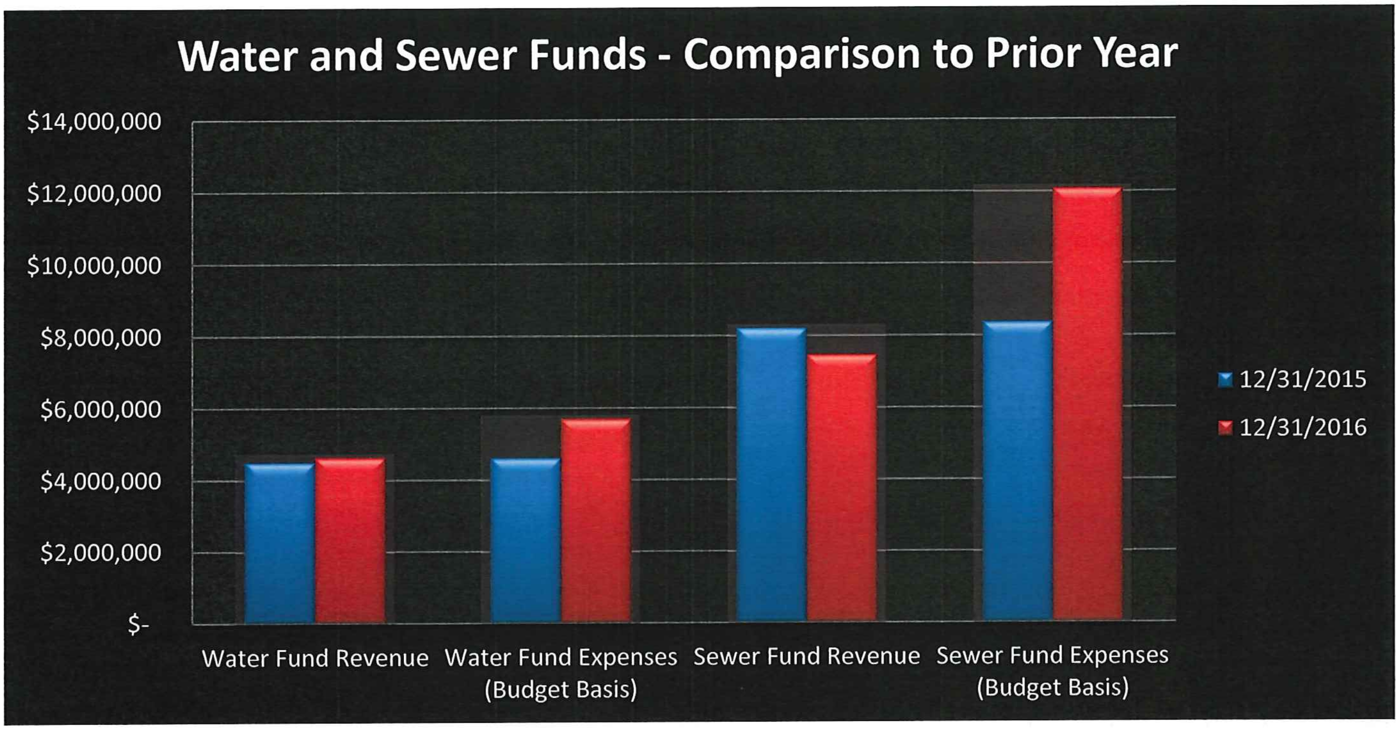


General Fund Expenditures: Total general fund expenditures are 51.61% of budget and 0.05% higher than prior year.



Major and Local Streets Funds (Act 51): Revenue in the local street fund has dropped 40.89% from the prior year, primarily due to one-time revenue received in the year ending 6/30/16. Major street revenue shows a modest increase of 1.74%. Expenses are at 49.52% and 45.05% of budget in the local and major street funds respectively.

Enterprise Funds: Water fund revenues increased 2.91% over the prior year. Revenues in the sewer fund have decreased 9.10% from the prior year, primarily due to decreased industrial charges (20.33% decrease from the prior year). Expenses in the sewer fund include budgeted amounts for substantial capital projects, some of which are funded with bond proceeds (solids handling and secondary system).

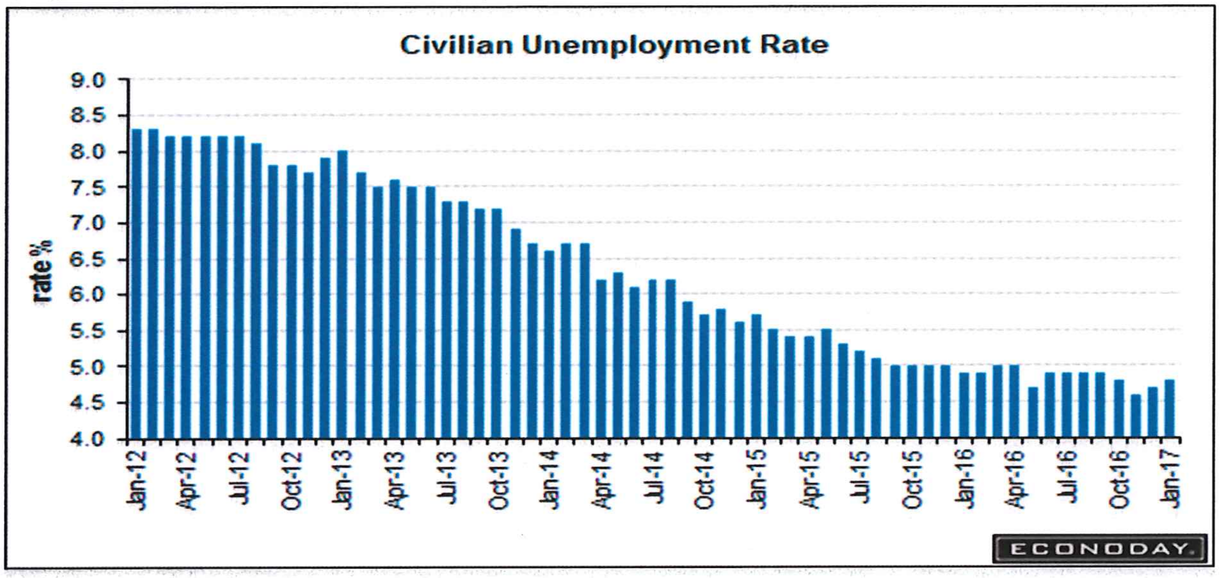


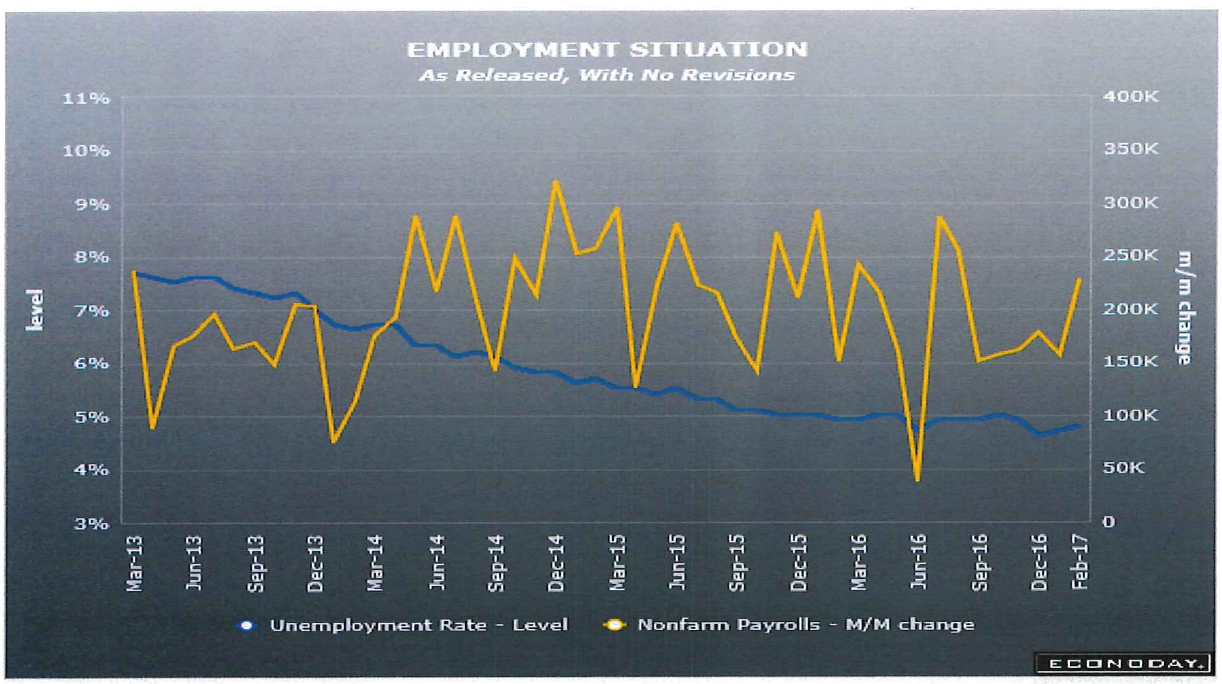
Other: Attached is the Investment Portfolio Condition report as of December 31, 2016 from Comerica Bank. The pooled fund held $57,658,707 at 12/31/16 (compared to $54,441,849 at 12/31/15) and shows 0.90% investment performance for the calendar year (-0.92% for the three months October 1-December 31, 2016).

During the bonding process for the sewer revenue bonds and police facility general obligation bonds we solicited ratings from Standard & Poor's. On December 5, 2016 S&P Global Ratings revised its outlook to negative from stable and affirmed its 'AA" rating on the general obligation bonds. The revised outlook is a change in the S&P Global ratings model that is not helpful to Michigan communities, and the report points to a weakened economy. However, the report does include recognition of "strong management, with good financial policies and practices" under their Financial Management Assessment methodology as well as "strong budgetary flexibility". S&P Global Ratings assigned its 'AA-' rating and stable outlook on December 2, 2016 to the two series of revenue bonds that were issued in late December. This rating also recognized "good operational management practices and policies" and "affordable utility rates, albeit pressured by moderate county poverty levels".

Looking Forward: As we move forward in the FY18 budget process, finance staff will be working with departments to evaluate where the fiscal condition may be by the end of the current fiscal year. Estimates by fund will be presented for discussion at the April budget workshop and will be based upon the financial statements presented herein through December 31, 2016 along with updated information.

As was highlighted in the Economic Update presentation in January at McCamly Plaza Hotel, unemployment rates continue to trend in a positive manner locally as well as nationally. Jim Robey, PhD from the W.E. Upjohn Institute for Employment Research presented a slide noting that the tight labor markets should push wages up and showed the average unemployment rate for January-November 2016 in Battle Creek was 4.4%. Attached are national employment charts showing unemployment trends that mirror the Michigan and local trends.





We are always mindful of these statistics as we watch and estimate income tax revenue and hope the positive unemployment trend translates into a positive trend in income tax revenue for the City.

Wealth Management

comerica.com

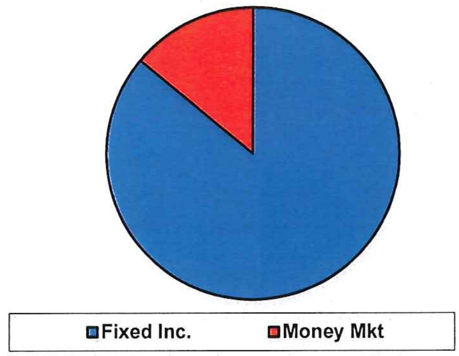
City of Battle Creek

Investment Portfolio Condition
as of December 31, 2016

Market Value: $57,658,707

Asset Allocation:

86% Fixed Income
14% Money Market

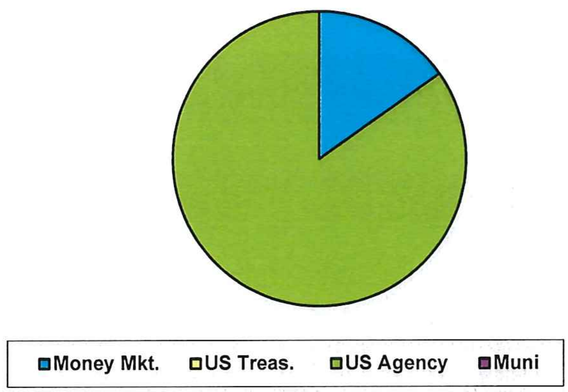


Portfolio Composition:

86% U. S. Agency Securities
14% Money Market

S&P Bond Credit Quality Summary:

100% AA+ rated



Performance:

Quarterly Summary	3 Months	Year-to-Date	One Year
Pooled Fund	**-0.92%**	**0.90%**	**0.90%**
Bonds	**-1.19%**	**0.99%**	**0.99%**
Benchmark Returns			
Merrill Lynch 1-3 US Treasury Index	***-0.43%***	***0.89%***	***0.89%***
Barclays Intermediate US Govt. Index	***-2.18%***	***1.05%***	***1.05%***

CBC-4197-02 07/14

CITY OF BATTLE CREEK, MICHIGAN
Statement of Revenue, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Six Months Ending December 31, 2016

	Original Budget	Current Adjusted Budget	Current Year Actual	% CY Actual of Current Adjusted Budget	Prior Year Actual	% CY Actual Over (Under) PY Actual
Revenue						
Taxes:						
City Income Tax	$ 16,575,000	$ 16,575,000	$ 7,081,657	42.72%	$ 7,182,803	-1.41%
Real Estate Taxes	$ 12,323,788	$ 12,323,788	$ 12,259,926	99.48%	$ 11,603,831	5.65%
Personal Property Taxes	$ 2,304,090	$ 2,304,090	$ 1,942,763	84.32%	$ 2,161,971	-10.14%
Administrative Fees	$ 655,397	$ 655,397	$ 673,351	102.74%	$ 723,183	-6.89%
Other Taxes	$ 1,500	$ 1,500	$ 65,210	4347.35%	$ 63,050	3.43%
Total Taxes	$ 31,859,775	$ 31,859,775	$ 22,022,906	69.12%	$ 21,734,838	1.33%
Licenses and Permits	$ 941,875	$ 941,875	$ 472,005	50.11%	$ 473,507	-0.32%
Intergovernmental:						
State Shared - Statutory	$ 1,436,386	$ 1,436,386	$ 718,191	50.00%	$ 718,191	0.00%
State Shared - Constitutional	$ 4,129,439	$ 4,129,439	$ 2,062,701	49.95%	$ 2,044,050	0.91%
Other	$ 165,000	$ 165,000	$ 3,946,891	2392.06%	$ 38,408	10176.18%
Total Intergovernmental	$ 5,730,825	$ 5,730,825	$ 6,727,782	117.40%	$ 2,800,649	140.22%
Charges for Services:						
Parks and Recreation	$ 1,213,954	$ 1,213,954	$ 653,490	54.13%	$ 676,947	-3.47%
Police Services	$ 921,604	$ 921,604	$ 424,554	46.07%	$ 363,682	16.74%
Other	$ 92,081	$ 92,081	$ 51,745	56.20%	$ 65,000	-20.39%
Total Charges for Services	$ 2,227,639	$ 2,227,639	$ 1,129,790	50.72%	$ 1,105,630	2.19%
Fines and Forfeitures	$ 150,500	$ 150,500	$ 64,001	42.53%	$ 65,815	-2.76%
Investment Income	$ 430,821	$ 430,821	$ (19,931)	-4.63%	$ 173,769	-111.47%
Other:						
Rents and Leases	$ 254,284	$ 254,284	$ 72,157	28.38%	$ 71,842	0.44%
Contributions and Donations	$ 403,397	$ 403,397	$ 25,380	6.29%	$ 163	15473.68%
Miscellaneous	$ 51,222	$ 51,222	$ 62,121	121.28%	$ 38,019	63.39%
Administrative Reimbursements	$ 1,117,003	$ 1,117,003	$ 564,355	50.52%	$ 555,879	1.52%
Total Other Revenue	$ 1,825,906	$ 1,825,906	$ 724,014	39.65%	$ 665,903	8.73%
Total Revenue	$ 43,167,341	$ 43,167,341	$ 31,120,567	72.09%	$ 27,020,110	15.18%
Total Revenue Less Property Taxes	$ 28,539,463	$ 28,539,463	$ 16,917,880	59.28%	$ 13,254,308	27.64%

CITY OF BATTLE CREEK, MICHIGAN
Statement of Revenue, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Six Months Ending December 31, 2016

	Original Budget	Current Adjusted Budget	Current Year Actual	% CY Actual of Current Adjusted Budget	Prior Year Actual	% CY Actual Over (Under) PY Actual
Expenditures						
General Government:						
Administration:						
Mayor & Commission	$ 104,036	$ 104,036	$ 64,985	62.46%	$ 65,662	-1.03%
City Clerk	$ 313,380	$ 313,380	$ 163,078	52.04%	$ 115,798	40.83%
City Manager	$ 977,726	$ 1,033,726	$ 542,816	52.51%	$ 498,747	8.84%
Lobbyist	$ 36,000	$ 36,000	$ 18,000	50.00%	$ 18,000	0.00%
City Hall	$ 370,767	$ 370,767	$ 181,732	49.02%	$ 197,596	-8.03%
Neighborhood Code Compliance	$ 342,571	$ 342,571	$ 191,465	55.89%	$ 107,011	78.92%
Employee Relations	$ 230,589	$ 230,589	$ 160,821	69.74%	$ 100,533	59.97%
Human Resources	$ 373,621	$ 373,621	$ 191,111	51.15%	$ 201,873	-5.33%
Legal Department	$ 928,536	$ 931,598	$ 470,291	50.48%	$ 424,809	10.71%
Elections	$ 234,039	$ 234,039	$ 133,196	56.91%	$ 59,820	122.66%
Civil Service	$ 65,730	$ 65,730	$ 24,474	37.23%	$ 17,707	38.21%
Total Administration	$ 3,976,995	$ 4,036,057	$ 2,141,968	53.07%	$ 1,807,555	18.50%
Community Development:						
City Planning	$ 457,020	$ 524,703	$ 293,084	55.86%	$ 222,530	31.71%
Demolitions	$ 67,350	$ 97,991	$ 27,356	27.92%	$ 4,947	452.93%
Weed Control	$ 54,863	$ 75,863	$ 33,641	44.35%	$ 34,986	-3.84%
Housing Board of Appeals	$ 5,450	$ 5,450	$ -	0.00%	$ 169	-100.00%
Land Management	$ 60,000	$ 60,000	$ 44,952	74.92%	$ 44,434	1.17%
Total Community Development	$ 644,683	$ 764,007	$ 399,033	52.23%	$ 307,066	29.95%
Revenue Services:						
Finance	$ 896,081	$ 896,081	$ 515,447	57.52%	$ 452,941	13.80%
Assessing	$ 903,533	$ 903,533	$ 410,507	45.43%	$ 358,021	14.66%
Purchasing	$ 310,664	$ 310,664	$ 157,344	50.65%	$ 137,543	14.40%
Treasurer's Office	$ 361,676	$ 361,676	$ 173,031	47.84%	$ 153,237	12.92%
Income Tax Division	$ 645,965	$ 645,965	$ 286,895	44.41%	$ 303,607	-5.50%
Total Revenue Services	$ 3,117,919	$ 3,117,919	$ 1,543,224	49.50%	$ 1,405,349	9.81%
Total General Government	$ 7,739,597	$ 7,917,983	$ 4,084,225	51.58%	$ 3,519,970	16.03%

CITY OF BATTLE CREEK, MICHIGAN
Statement of Revenue, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Six Months Ending December 31, 2016

	Original Budget	Current Adjusted Budget	Current Year Actual	% CY Actual of Current Adjusted Budget	Prior Year Actual	% CY Actual Over (Under) PY Actual
Expenditures (continued)						
Public Safety:						
Police Department:						
Administration	$ 1,066,472	$ 1,066,472	$ 509,765	47.80%	$ 450,160	13.24%
Crime Lab	$ 724,132	$ 724,132	$ 386,724	53.41%	$ 369,508	4.66%
Investigation	$ 1,528,286	$ 1,529,286	$ 781,115	51.08%	$ 663,017	17.81%
Fleet Management/Vehicle Inspection	$ 170,347	$ 173,447	$ 120,602	69.53%	$ 89,197	35.21%
Special Investigative Unit	$ 734,630	$ 734,630	$ 353,344	48.10%	$ 321,002	10.08%
Records Management System	$ 159,057	$ 160,457	$ 123,912	77.22%	$ 78,130	0.00%
Management Services	$ 947,719	$ 946,719	$ 398,298	42.07%	$ 395,830	0.62%
Animal Control	$ 367,085	$ 367,085	$ 168,856	46.00%	$ 165,978	1.73%
Patrol	$ 10,442,781	$ 10,472,054	$ 5,482,098	52.35%	$ 5,279,577	3.84%
Community Service	$ 629,011	$ 629,011	$ 294,756	46.86%	$ 232,152	26.97%
Officer Training	$ 243,258	$ 243,258	$ 114,468	47.06%	$ 111,233	2.91%
Detention Center	$ 120,137	$ 120,137	$ 57,576	47.93%	$ 55,717	3.34%
Total Police Department	$ 17,132,915	$ 17,166,688	$ 8,791,514	51.21%	$ 8,211,502	7.06%
Fire Department:						
Administration	$ 1,218,301	$ 1,211,501	$ 631,797	52.15%	$ 527,134	19.86%
Fire Fighting	$ 8,186,869	$ 8,193,669	$ 4,239,818	51.75%	$ 4,186,887	1.26%
Total Fire Department	$ 9,405,170	$ 9,405,170	$ 4,871,615	51.80%	$ 4,714,021	3.34%
Dispatch	$ 1,118,442	$ 1,118,442	$ 559,221	50.00%	$ 920,635	-39.26%
Emergency Services	$ 176,820	$ 180,659	$ 84,296	46.66%	$ 85,529	-1.44%
Total Public Safety	$ 27,833,347	$ 27,870,959	$ 14,306,645	51.33%	$ 13,931,686	2.69%
Public Works:						
Parks Building & Maint	$ 335,157	$ 335,157	$ 169,366	50.53%	$ 223,835	-24.33%
Willard Beach	$ 28,127	$ 28,127	$ 23,367	83.08%	$ 23,089	1.21%
Linear Park Maint & Development	$ 58,643	$ 58,643	$ 37,892	64.61%	$ 45,098	-15.98%
Downtown Maintenance	$ 689,793	$ 689,793	$ 312,741	45.34%	$ 332,555	0.00%
Engineering	$ 159,924	$ 159,924	$ 56,845	35.54%	$ 64,011	-11.20%
Retention Basin Rehabilitation	$ -	$ -	$ 64,080	0.00%	$ -	0.00%
Street Lighting	$ 1,100,000	$ 1,100,000	$ 479,400	43.58%	$ 530,105	-9.57%
Outside Services	$ 52,081	$ 52,081	$ 53,314	102.37%	$ 28,304	88.36%
Total Public Works	$ 2,423,725	$ 2,423,725	$ 1,197,004	49.39%	$ 1,246,998	-4.01%

CITY OF BATTLE CREEK, MICHIGAN
Statement of Revenue, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Six Months Ending December 31, 2016

	Original Budget	Current Adjusted Budget	Current Year Actual	% CY Actual of Current Adjusted Budget	Prior Year Actual	% CY Actual Over (Under) PY Actual
Expenditures (Continued)						
Parks and Recreation:						
Administration	$ 850,295	$ 841,058	$ 453,652	53.94%	$ 616,492	-26.41%
Parks, Buildings and Maintenance	$ 82,707	$ 82,707	$ 100,000	120.91%	$ 136,815	-26.91%
Sports	$ 1,174,324	$ 1,176,504	$ 528,834	44.95%	$ 563,122	-6.09%
Boys and Girls Club	$ 131,050	$ 131,050	$ 58,235	44.44%	$ 20,750	0.00%
Youth Center & Water Park	$ 1,023,534	$ 1,023,534	$ 614,905	60.08%	$ 619,686	-0.77%
Total Parks and Recreation	$ 3,261,910	$ 3,254,853	$ 1,755,626	53.94%	$ 1,956,866	-10.28%
Unallocated:						
Data Processing	$ -	$ -	$ -	0.00%	$ 495,797	-100.00%
Intermodal Facility	$ 115,231	$ 115,231	$ 49,208	42.70%	$ 42,906	14.69%
Other	$ 1,020,531	$ 1,020,531	$ 594,873	58.29%	$ 782,280	-23.96%
Total Unallocated	$ 1,135,762	$ 1,135,762	$ 644,081	56.71%	$ 1,320,983	-51.24%
Total Expenditures	$ 42,394,341	$ 42,603,282	$ 21,987,582	51.61%	$ 21,976,502	0.05%
Revenue Over Expenditures	$ 773,000	$ 564,059	$ 9,132,985		$ 5,043,608	
Other Financing Sources (Uses):						
Operating Transfers In:	$ -	$ -	$ -	0.00%	$ -	0.00%
Operating Transfers Out:						
Information Services	$ (107,172)	$ (107,172)	$ (53,586)	50.00%	$ (10,000)	435.86%
Major & Local Streets	$ -	$ -	$ -	0.00%	$ (108,611)	-100.00%
Major & Local Street Construction	$ (1,000,000)	$ (1,000,000)	$ (500,000)	50.00%	$ (677,973)	-26.25%
2013 Capital Improvement Bonds	$ (821,084)	$ (821,084)	$ (234,598)	28.57%	$ (258,678)	0.00%
2016 Police Facility Bonds	$ (879,393)	$ (879,393)	$ -	0.00%	$ -	0.00%
Transit Subsidy	$ (738,230)	$ (738,230)	$ (369,115)	50.00%	$ (469,115)	-21.32%
Golf Course	$ -	$ -	$ -	0.00%	$ (48,500)	-100.00%
Other	$ (105,430)	$ (105,430)	$ (285,630)	270.92%	$ (55,215)	417.31%
Transfers From Component Units	$ 1,167,234	$ 1,167,234	$ 583,617	50.00%	$ 582,167	0.25%
Sale of Fixed Assets	$ 294,179	$ 294,179	$ 296,179	100.68%	$ 269,124	10.05%
Transfer from BCTIFA	$ 825,000	$ 846,000	$ 433,500	51.24%	$ 833,124	-47.97%
Total Other Financing Sources (Uses)	$ (1,364,896)	$ (1,343,896)	$ (129,633)	9.65%	$ 56,323	-330.16%
Revenue and Other Sources Over (Under) Expenditures and Other Uses	$ (591,896)	$ (779,837)	$ 9,003,353		$ 5,099,931	
Fund Balance, Beginning of Year	$ 6,751,888	$ 6,751,888	$ 6,751,888			
Fund Balance (Deficit), End of Period	$ 6,159,992	$ 5,972,051	$ 15,755,241			

CITY OF BATTLE CREEK, MICHIGAN
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Special Revenue Funds
For the Six Months Ending December 31, 2016

	Major Street and Trunkline Maintenance Fund				
	Current Adjusted Budget	Current Year Actual	% CY Actual of Current Adjusted Budget	Prior Year Actual	% CY Actual Over (Under) PY Actual
Revenue					
Intergovernmental Revenue	$ 5,324,928	$ 2,216,060	41.62%	$ 2,169,615	2.14%
Interest	$ -	$ 487	0.00%	$ 528	-7.88%
Rents and Leases	$ 40,000	$ 23,802	59.50%	$ 23,540	1.11%
Loan Collection (Distribution) and Other	$ 1,000	$ 4,213	421.29%	$ 12,538	-66.40%
Total Revenue	$ 5,365,928	$ 2,244,561	41.83%	$ 2,206,222	1.74%
Expenditures					
Highways and Streets	$ 4,311,027	$ 1,942,306	45.05%	$ 1,661,121	16.93%
Total Expenditures	$ 4,311,027	$ 1,942,306	45.05%	$ 1,661,121	16.93%
Revenue Over (Under) Expenditures	$ 1,054,901	$ 302,255		$ 545,101	
Other Financing Sources (Uses)					
Operating Transfers In:					
Major Street, General Fund and Other	$ -	$ -	0.00%	$ 113,583	-100.00%
Operating Transfers Out:					
Local Streets Fund	$ (1,350,000)	$ (455,000)	33.70%	$ (455,000)	0.00%
Auto Parking Fund	$ (9,036)	$ (4,518)	50.00%	$ (4,518)	0.00%
Other	$ (3,465)	$ (1,733)	50.00%	$ (1,733)	0.00%
Total Other Financing Sources (Uses)	$ (1,362,501)	$ (461,251)	33.85%	$ (347,668)	32.67%
Revenue and Other Sources Over (Under) Expenditures and Other Uses	$ (307,600)	$ (158,996)		$ 197,433	
Fund Balance, Beginning of Year	$ 524,565	$ 524,565			
Fund Balance (Deficit), End of Period	$ 216,965	$ 365,569			

CITY OF BATTLE CREEK, MICHIGAN
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Special Revenue Funds
For the Six Months Ending December 31, 2016

	Local Street Fund				
	Current Adjusted Budget	Current Year Actual	% CY Actual of Current Adjusted Budget	Prior Year Actual	% CY Actual Over (Under) PY Actual
Revenue					
Intergovernmental Revenue	$ 1,234,400	$ 553,996	44.88%	$ 935,310	-40.77%
Interest	$ -	$ 5,627	0.00%	$ 9,313	-39.58%
Loan Collection (Distribution) and Other	$ 2,900	$ 734	25.32%	$ 3,316	-77.86%
Total Revenue	$ 1,237,300	$ 560,357	45.29%	$ 947,939	-40.89%
Expenditures					
Highways and Streets	$ 3,096,265	$ 1,533,294	49.52%	$ 1,492,346	2.74%
Total Expenditures	$ 3,096,265	$ 1,533,294	49.52%	$ 1,492,346	2.74%
Revenue Over (Under) Expenditures	$ (1,858,965)	$ (972,937)		$ (544,407)	
Other Financing Sources (Uses)					
Operating Transfers In:					
Major Street, General Fund and Other	$ 1,350,000	$ 455,000	33.70%	$ 455,000	0.00%
Total Other Financing Sources (Uses)	$ 1,350,000	$ 455,000	33.70%	$ 455,000	0.00%
Revenue and Other Sources Over (Under) Expenditures and Other Uses	$ (508,965)	$ (517,937)		$ (89,407)	
Fund Balance, Beginning of Year	$ 516,831	$ 516,831			
Fund Balance (Deficit), End of Period	$ 7,866	$ (1,106)			

CITY OF BATTLE CREEK, MICHIGAN
Statement of Revenue, Expenditures and Changes in Working Capital
Budget Basis
Sanitary Sewer and Wastewater Plant Fund
For the Six Months Ending December 31, 2016

	Current Adjusted Budget	Current Year Actual	% CY Actual of Current Adjusted Budget	Prior Year Actual	% CY Actual Over (Under) PY Actual
Revenues					
Charges for Services:					
Residential	$ 4,700,000	$ 2,069,728	44.04%	$ 2,084,986	-0.73%
Commercial	$ 2,530,000	$ 1,200,276	47.44%	$ 1,210,898	-0.88%
Industrial	$ 6,888,000	$ 2,771,597	40.24%	$ 3,478,851	-20.33%
Pennfield	$ 660,000	$ 308,213	46.70%	$ 308,298	-0.03%
Emmett	$ 1,120,000	$ 539,044	48.13%	$ 532,324	1.26%
Springfield	$ 600,000	$ 388,900	64.82%	$ 277,350	40.22%
Bedford	$ 240,000	$ 97,745	40.73%	$ 100,329	-2.58%
East Leroy	$ 10,800	$ 5,367	49.69%	$ 5,113	4.97%
Sewer Service	$ 61,000	$ 46,438	76.13%	$ 41,600	11.63%
Interest Income	$ 41,000	$ (43,058)	-105.02%	$ 22,570	-290.77%
Miscellaneous	$ 158,500	$ 68,432	43.17%	$ 136,605	-49.90%
Total Revenue	$ 17,009,300	$ 7,452,682	43.82%	$ 8,198,923	-9.10%
Expenses					
Utility Administration	$ 1,096,198	$ 530,035	48.35%	$ 467,230	13.44%
Collection	$ 3,086,619	$ 1,499,122	48.57%	$ 1,521,471	-1.47%
Operations	$ 5,916,152	$ 2,492,951	42.14%	$ 2,524,923	-1.27%
Maintenance	$ 2,028,700	$ 870,787	42.92%	$ 992,237	-12.24%
Laboratory Services	$ 576,937	$ 301,612	52.28%	$ 283,574	6.36%
Sanitary Sewer Program	$ 3,371,540	$ 1,463,414	43.40%	$ 119,648	1123.10%
Meter Replacement	$ 257,223	$ 155,969	60.64%	$ 205,240	-24.01%
Solids Handling Rehab	$ 6,942,691	$ 3,187,976	45.92%	$ 1,204,622	0.00%
WWTP Rehabilitation	$ 1,017,058	$ 371,892	36.57%	$ 68,177	445.48%
Other Projects	$ -	$ 299,917	0.00%	$ -	0.00%
Debt Service	$ 1,371,460	$ 666,748	48.62%	$ 647,948	2.90%
Operating Transfers Out	$ 219,469	$ 109,735	50.00%	$ 109,735	0.00%
Capital Outlay	$ 652,709	$ 110,503	16.93%	$ 221,783	-50.18%
Total Expenses	$ 26,536,756	$ 12,060,661	45.45%	$ 8,366,587	44.15%
Revenue Over (Under) Expenses	$ (9,527,456)	$ (4,607,978)		$ (167,664)	
Working Capital, Beginning of Year	$ 5,441,973	$ 5,441,973			
Working Capital, End of Period	$ (4,085,483)	$ 833,995			

CITY OF BATTLE CREEK, MICHIGAN
Statement of Revenue, Expenditures and Changes in Working Capital
Budget Basis
Water Fund
For the Six Months Ending December 31, 2016

	Current Adjusted Budget	Current Year Actual	% CY Actual of Current Adjusted Budget	Prior Year Actual	% CY Actual Over (Under) PY Actual
Revenues					
Charges for Services:					
Residential	$ 3,166,000	$ 1,565,167	49.44%	$ 1,521,619	2.86%
Commercial	$ 2,032,000	$ 995,842	49.01%	$ 992,223	0.36%
Industrial	$ 2,190,000	$ 1,060,586	48.43%	$ 1,081,576	-1.94%
Pennfield	$ 32,000	$ 16,532	51.66%	$ 15,403	7.33%
Emmett	$ 615,000	$ 324,072	52.69%	$ 291,343	11.23%
Springfield	$ 300,000	$ 158,152	52.72%	$ 120,879	30.84%
Bedford	$ 91,000	$ 40,282	44.27%	$ 40,700	-1.03%
East Leroy	$ 12,000	$ 5,799	48.32%	$ 5,573	4.04%
Water Service	$ 215,000	$ 136,680	63.57%	$ 106,452	28.40%
Interest Income	$ 29,000	$ (45,670)	-157.48%	$ 17,445	-361.79%
Miscellaneous	$ 634,000	$ 360,724	56.90%	$ 294,260	22.59%
Total Revenue	$ 9,316,000	$ 4,618,166	49.57%	$ 4,487,474	2.91%
Expenses					
Utility Administration	$ 2,025,099	$ 945,016	46.67%	$ 807,396	17.04%
Billing and Collections	$ 187,245	$ 94,610	50.53%	$ 78,725	20.18%
Field Services	$ 2,006,535	$ 1,026,792	51.17%	$ 948,980	8.20%
Meter Shop	$ 220,913	$ 119,538	54.11%	$ 123,865	-3.49%
Verona Pumping station	$ 1,547,034	$ 689,310	44.56%	$ 637,933	8.05%
Wellhead Protection	$ 69,940	$ 33,155	47.41%	$ 33,372	-0.65%
Watermain Program	$ 1,635,248	$ 960,429	58.73%	$ 7,231	13182.28%
Other Projects	$ 788,288	$ 271,288	34.41%	$ 423,745	-35.98%
Debt Service	$ 1,483,438	$ 1,482,937	99.97%	$ 1,480,327	0.18%
Operating Transfers Out	$ 110,675	$ 55,338	50.00%	$ 55,338	0.00%
Capital Outlay	$ 85,575	$ 2,742	3.20%	$ 1,716	59.79%
Total Expenses	$ 10,159,990	$ 5,681,153	55.92%	$ 4,598,628	23.54%
Revenue Over (Under) Expenses	$ (843,990)	$ (1,062,987)		$ (111,154)	
Working Capital, Beginning of Year	$ 4,732,274	$ 4,732,274			
Working Capital, End of Period	$ 3,888,284	$ 3,669,287			