

Comprehensive Annual Financial Report Fiscal Year 2016

City of Hampton Virginia



Hampton
VIRGINIA

Hampton City Council
December 14, 2016
Fiscal Year 2016 CAFR



Purpose

To provide an overview of the
Comprehensive Annual Financial
Report for the fiscal year ended
June 30, 2016



Agenda

Auditor's Presentation

Finance Department's Presentation

Questions

Summary of General Fund Financial Results

**CITY OF HAMPTON
SUMMARY REVIEW OF FINANCIAL RESULTS
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	(In Millions)		Favorable (Unfavorable) Variance
	<u>Budget</u>	<u>Actual</u>	
Revenues (Excluding Appropriations From Fund Balance & School Funds)	\$ 323.4	\$ 326.9	\$ 3.5
Expenditures (Including Transfers & Excluding Budget Savings)	<u>336.2</u>	<u>325.0</u>	11.2
Excess of Revenues over Expenditures		1.9	
Net Changes in Other Components of Fund Balance		<u>0.3</u>	
Net Increase (Decrease) in Unassigned Fund Balance		2.2	
Unassigned Fund Balance June 30, 2015		<u>52.1</u>	
Unassigned Fund Balance June 30, 2016		<u><u>\$ 54.3</u></u>	

General Fund Revenues Budget vs. Actual

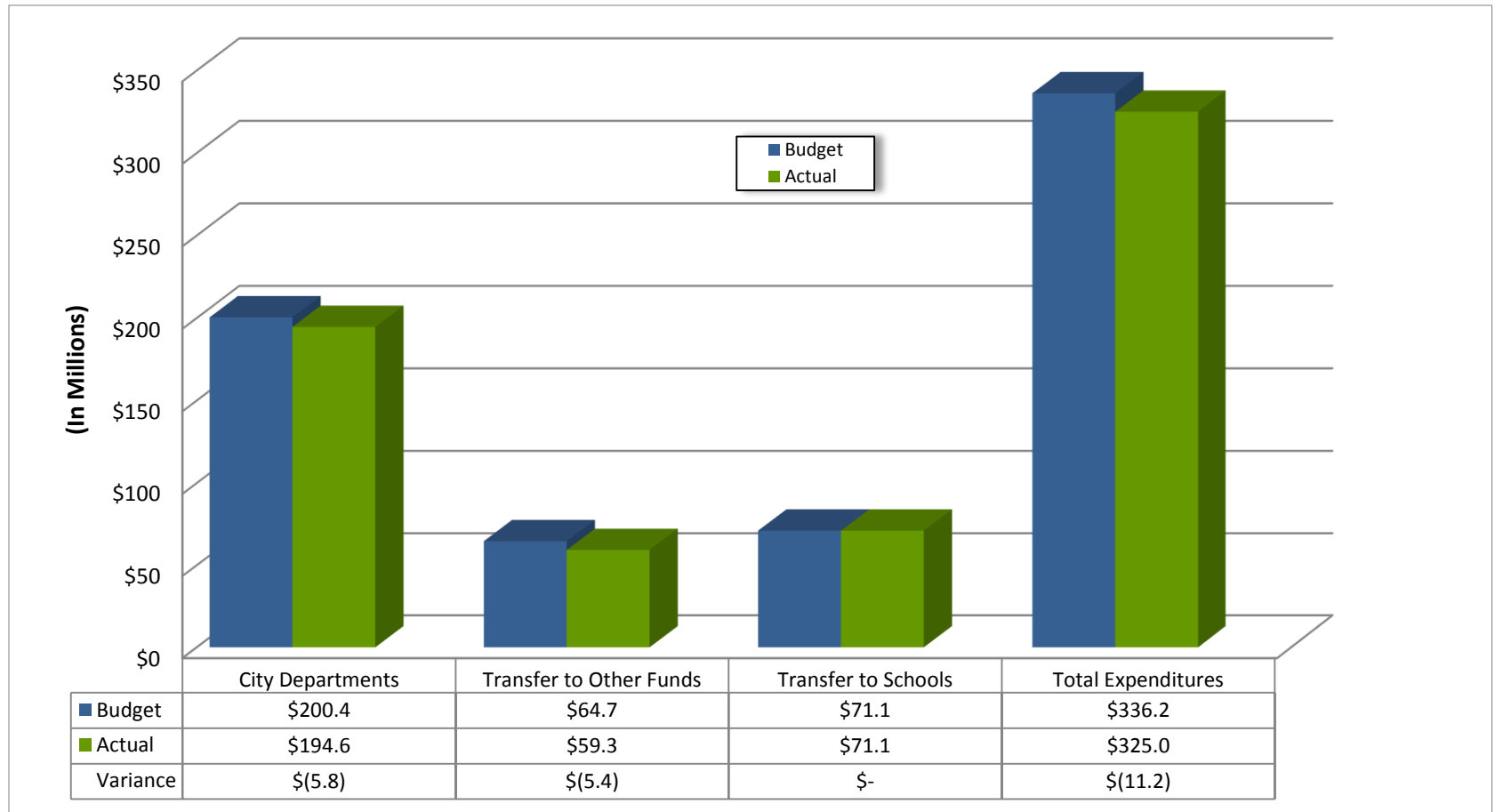


General Fund Revenues

Significant Revenue Budget Variances

	VARIANCE FAVORABLE (UNFAVORABLE)
SPECIAL ASSESSMENTS FOR THE COMMUNITY DEVELOPMENT AUTHORITIES: Actual revenues exceeded the budget primarily from the collection of delinquent taxes from previous years.	\$1.6M
REAL PROPERTY TAXES: Actual exceeded the budget because of supplemental assessments from new construction and abatements were less than anticipated.	\$.094M
MEAL TAXES: We continue to experience consistent growth in this tax as consumers see dining out as a social event/form of entertainment.	\$0.7M
SALES AND USE TAX: Consistent growth over the last four years.	\$0.3M
PUBLIC ASSISTANCE STATE/FEDERAL REVENUES: Revenues are a function of the level of expenditures and the federal reimbursement rate for various programs. Expenditures were less than budget; however, the reimbursement rate was greater than what was budgeted.	(\$0.5M)
FINES AND FORFEITURES: Decline in court fines is due to a decrease in court cases.	(\$0.5M)

General Fund Expenditures Budget vs. Actual

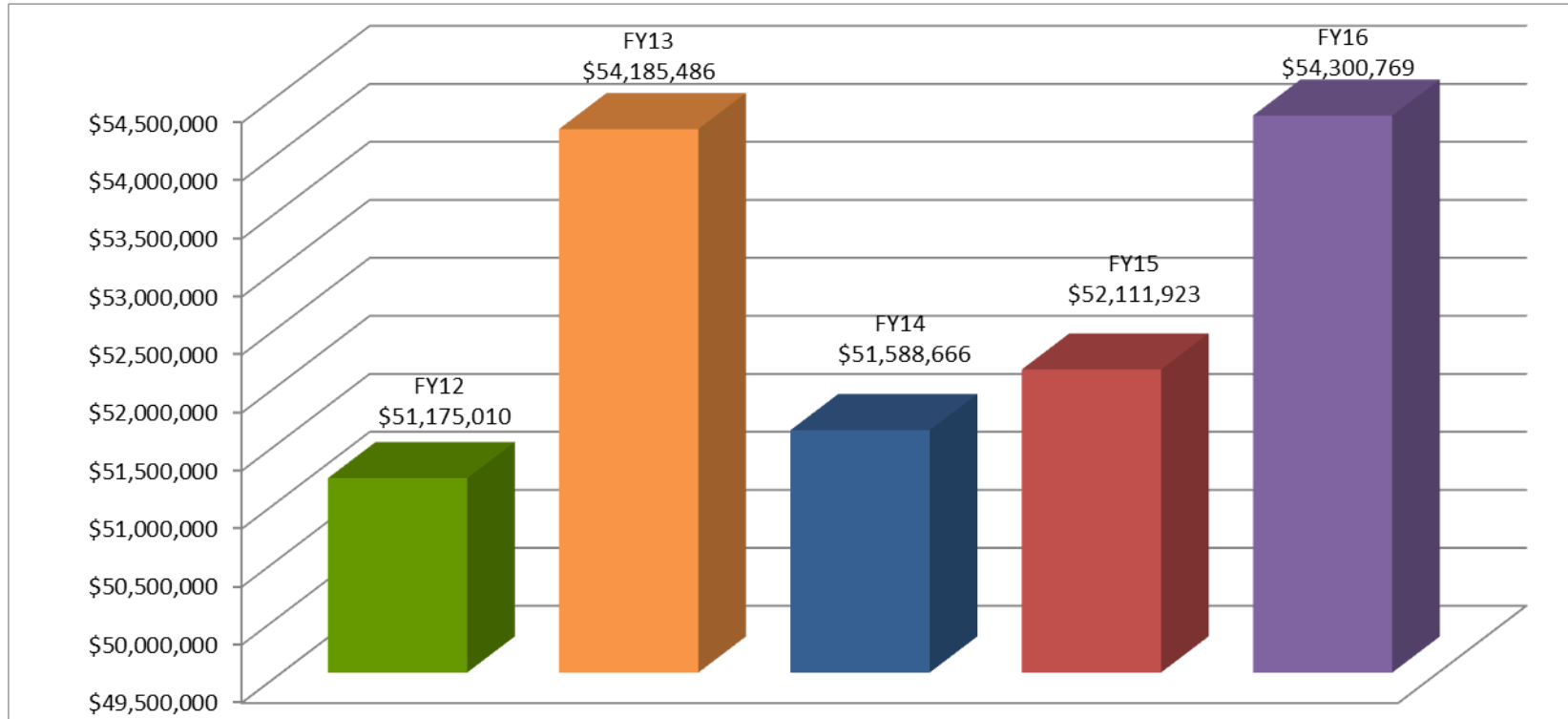


General Fund Expenditures

Significant Appropriation Variances

	VARIANCE FAVORABLE (UNFAVORABLE)
HUMAN SERVICE APPROPRIATIONS THAT RELATE TO PUBLIC ASSISTANCE STATE/FEDERAL REVENUES	\$1.3M
TRANSFERS TO OTHER FUNDS: Projects in the Capital Projects Fund were at various stages of completion; most of this funding was re-appropriated in FY17 to complete the various projects (\$5.0M). Debt Service savings (\$126K) and CSA Match (\$229K)	\$5.4M
POSITION AND BENEFIT SAVINGS PRIMARILY FROM VACANT POSITIONS	\$2.2M

General Fund Unassigned Fund Balance

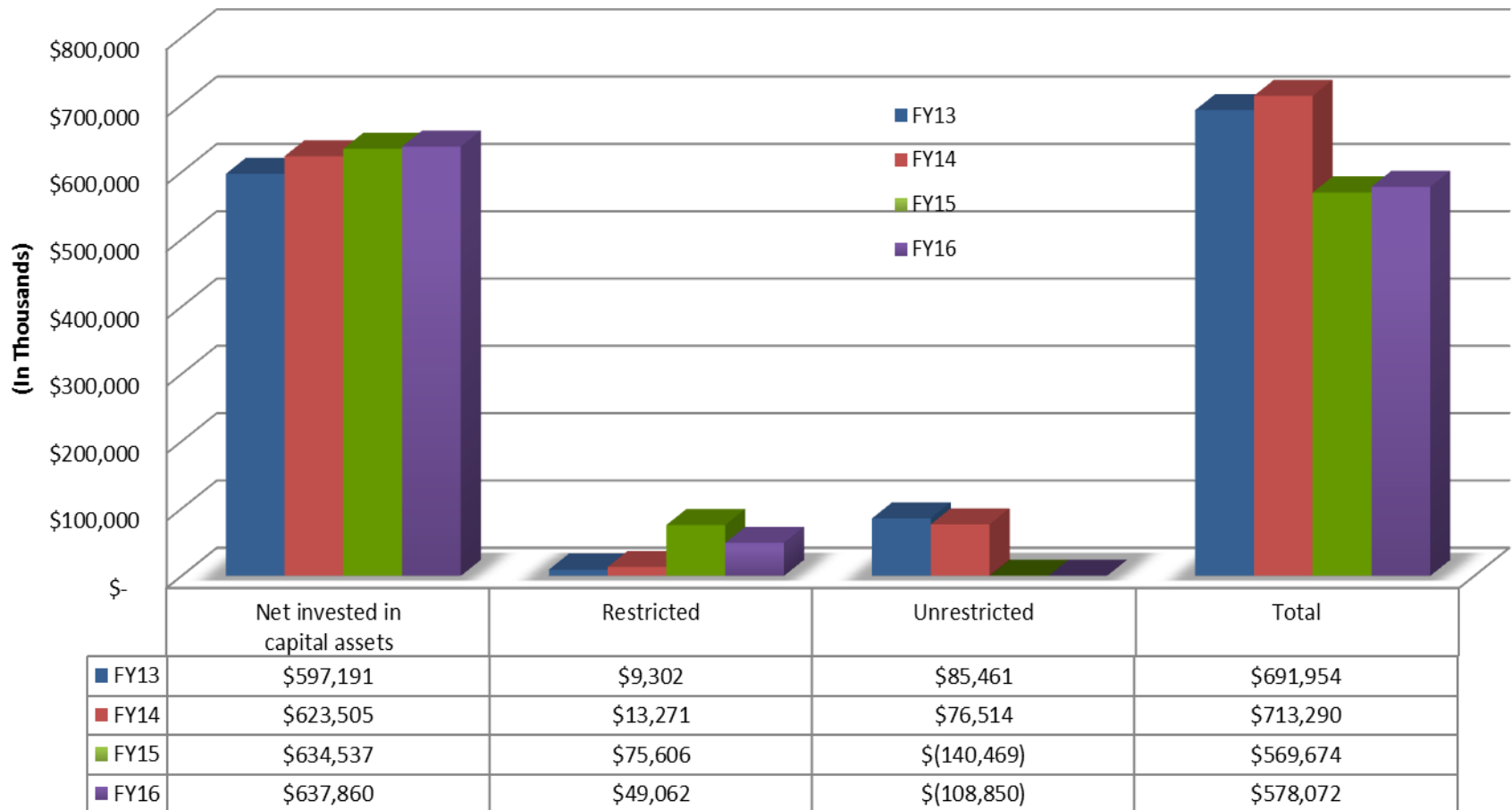


	FY12	FY13	FY14	FY15	FY16
Actual FB as a % of Revenues	12.3%	12.7%	11.6%	11.8%	12.1%
Policy %	10.0%	10.0%	10.0%	10.0%	10.0%
In Excess of Policy %	2.3%	2.7%	1.6%	1.8%	2.1%
In Excess of Policy \$	\$9.5M	\$11.4M	\$7.2M	\$8.0	\$9.2

Government-Wide Financial Statements

- ❖ Designed to view the City as a single economic unit, not just a collection of funds
- ❖ Uses a basis of accounting similar to corporate America
 - Capital assets
 - Long-term debt
 - Net pension liability
- ❖ Provide information to assess the City's long-term, total financial condition (Net Position)

Governmental Activities – Net Position



Business-Type Activities–Net Position

