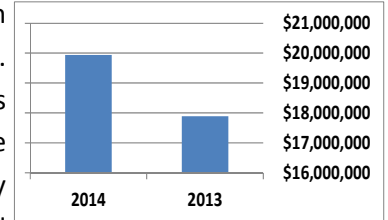




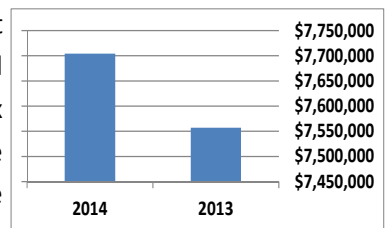
Prepared by the Financial Services Department

KEY REVENUE INDICATORS OVERVIEW

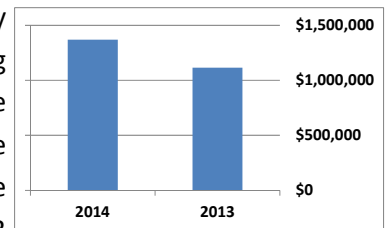
PROPERTY TAX The ad valorem tax revenues are derived from taxes levied on real property, personal property and state assessed utilities. This is one of the largest revenue sources for the City of Topeka, with ad valorem taxes levied for 3 City funds. Property tax collections for 2014 through February are \$19,939,096, which is a 11% increase over the 2013 collections of \$17,886,972. The City receives property tax allocations from the County primarily twice a year in January and May with a smaller allocation in the fall.



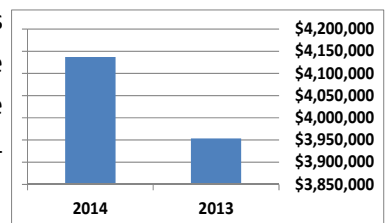
SALES TAX The City of Topeka receives two sales taxes for direct operations: a city wide 1 cent sales tax for general purposes and a 1/2 cent sales tax set aside for existing street improvements. Total sales tax collections for 2014 through January are \$7,703,915, which is a 1.95% increase over the 2013 collections of \$7,556,888. The City receives monthly disbursements from the State of Kansas, these allocations have a two month lag compared to when they are collected versus when the City receives them.



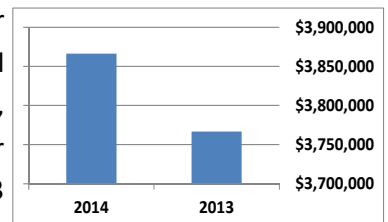
FRANCHISE FEES These revenues are based on agreements between the City and local utilities. Generally, these agreements are long term and result in payments to the City of 5-6% of utility revenues. All franchise fee revenues are credited to the General Fund. Sources of franchise fees tend to be volatile, based on the weather, commodity pricing and utility rates. Franchise fee collections are up 23% in 2014 with collections of \$1,368,693, compared to 2013 collections of \$1,115,115. Westar franchise fees increase from 5% to 6% in 2014, all others remain at 5%.



WATER FEES Customers in the City are charged a fee for water services, fees are reviewed on an annual basis to ensure adequate future financial planning and the capacity to maintain, preserve and enhance the infrastructure of the City water system. Water fees for service are up 4.63% in 2014 with collections of \$4,136,977, compared to 2013 collections of \$3,953,873.



WASTEWATER FEES Customers in the City are charged a fee for wastewater disposal, fees are reviewed on an annual basis to ensure adequate future financial planning and the capacity to maintain, preserve and enhance the infrastructure of the City wastewater system. Wastewater fees for service are up 2.64% in 2014 with collections of \$3,866,301, compared to 2013 collections of \$3,766,697.



POSITIVE

CAUTION

NEGATIVE

Monthly Financial Status Report

February 28th, 2014



GENERAL FUND OVERVIEW

General Fund revenues for the month ending February 2014 were \$19,117,377, an increase of approximately 1% over 2013 revenues which were \$18,988,346. The largest difference monetarily is in property tax collections, this is primarily due to property taxes levied being set higher in 2014 than in 2013. General Fund expenditures for the month ending January 2014 were \$12,858,345, a decrease of approximately 7% under 2013 expenditures which were \$13,755,407. Expenditures vary year to year by department, the largest difference is in the park and recreation department due to decreasing payments to the County as the contract stipulates for 2014.

General Fund Operating Overview

As of February 28th, 2014 (17% of budget year)

Department	Actuals			Budget		
	2014 YTD	2013 YTD	Difference	2014 budget YTD	% of 2014 Budget YTD	\$ Diff Compared to 2014 budget YTD
BEGINNING FUND BALANCE	\$ 8,389,436	\$ 5,489,436	\$ 2,900,000			
Revenues						
Taxes & Assessments	\$ 16,886,278	\$ 16,454,205	\$ 432,073	\$ 9,065,645	186.27%	\$ 7,820,633
Intergovernmental	\$ -	\$ -	\$ -	\$ 88,333.33	0.00%	\$ (88,333)
Licenses/Permits & Franchise Fees	\$ 1,691,134	\$ 1,250,684	\$ 440,450	\$ 2,496,874	67.73%	\$ (805,740)
Charges for Services	\$ 66,921	\$ 643,318	\$ (576,397)	\$ 918,308	7.29%	\$ (851,387)
Fines/forfeitures	\$ 442,289	\$ 523,073	\$ (80,784)	\$ 500,000	88.46%	\$ (57,711)
Rents/Interest	\$ 10,587	\$ 65,367	\$ (54,780)	\$ 57,003	18.57%	\$ (46,416)
Other	\$ 18,708	\$ 39,215	\$ (20,508)	\$ 45,233	41.36%	\$ (26,526)
Transfers In	\$ -	\$ -	\$ -	\$ 33,333	0.00%	\$ (33,333)
Sale of Assets	\$ 1,460	\$ 12,483	\$ (11,023)	\$ 10,833	13.48%	\$ (9,373)
TOTAL REVENUES	\$ 19,117,377	\$ 18,988,346	\$ 129,031	\$ 13,215,564	145%	\$ 5,901,813
Expenditures						
City Council	\$ 34,966	\$ 39,217	\$ (4,250)	\$ 51,925	11.22%	\$ 16,959
City Manager	\$ 175,121	\$ 110,191	\$ 64,930	\$ 216,161	13.50%	\$ 41,040
City Attorney	\$ 137,767	\$ 173,186	\$ (35,419)	\$ 189,765	12.10%	\$ 51,998
Financial Services	\$ 235,641	\$ 245,483	\$ (9,842)	\$ 364,024	10.79%	\$ 128,383
Municipal Court	\$ 246,467	\$ 219,811	\$ 26,656	\$ 302,805	13.57%	\$ 56,338
Human Resources	\$ 136,036	\$ 130,898	\$ 5,138	\$ 166,080	13.65%	\$ 30,044
Mayor's Office	\$ 11,612	\$ 15,384	\$ (3,772)	\$ 22,364	8.65%	\$ 10,752
Non Departmental	\$ 143,821	\$ 155,267	\$ (11,446)	\$ 859,053	2.79%	\$ 715,232
Prisoner Care	\$ 829,243	\$ -	\$ 829,243	\$ 166,667	336.10%	\$ (662,576)
HND Program Delivery	\$ 44,937	\$ 5,846	\$ 39,091	\$ 30,233	24.77%	\$ (14,704)
Social Service Grants	\$ 353,932	\$ 251,510	\$ 102,422	\$ 67,346	87.59%	\$ (286,586)
Inmate Cleanup Program	\$ -	\$ 880	\$ (880)			\$ -
Franchise Fee Program	\$ 80,000	\$ 8,911	\$ 71,089	\$ 16,684	79.92%	\$ (63,316)
Topeka Performance Center	\$ 133,781	\$ 133,941	\$ (160)	\$ 56,992	39.12%	\$ (76,789)
Cemeteries	\$ 168,420	\$ 160,000	\$ 8,420	\$ 28,333	99.07%	\$ (140,086)
Fire Department	\$ 2,802,291	\$ 3,066,986	\$ (264,695)	\$ 4,311,383	10.83%	\$ 1,509,092
Police Department	\$ 5,022,734	\$ 4,668,638	\$ 354,097	\$ 6,300,551	13.29%	\$ 1,277,817
Public Works	\$ 825,986	\$ 954,020	\$ (128,034)	\$ 1,276,838	10.78%	\$ 450,852
Park and Recreation	\$ 1,041,586	\$ 3,030,473	\$ (1,988,887)	\$ 344,457	50.40%	\$ (697,129)
Topeka Zoological Park	\$ 325,668	\$ 289,186	\$ 36,482	\$ 379,933	14.29%	\$ 54,265
Planning Department	\$ 108,333	\$ 95,578	\$ 12,755	\$ 140,299	12.87%	\$ 31,966
TOTAL EXPENDITURES	\$ 12,858,345	\$ 13,755,407	\$ (897,062)	\$ 15,291,896	16.77%	\$ 2,433,551
BETTER/(WORSE)	\$ 6,259,032	\$ 5,232,939				
ENDING FUND BALANCE	\$ 14,648,468	\$ 10,722,375	\$ 3,926,093			

Monthly Financial Status Report

February 28th, 2014



ALL FUNDS ACTUAL COMPARED TO BUDGET

Fund	YTD Actual Revenues	2014 YTD Revenue Budget	Difference
General	\$ 19,117,377	\$ 13,215,564	\$ 5,901,813
Debt Service	\$ 8,180,410	\$ 3,521,048	\$ 4,659,362
Special Liability	\$ 390,967	\$ 141,285	\$ 249,682
Special Highway	\$ 8,147	\$ 973,860	\$ (965,713)
Special Alcohol & Drug	\$ -	\$ 87,500	\$ (87,500)
Alcohol & Drug Safety	\$ 12,256	\$ 12,583	\$ (327)
Law Enforcement	\$ 38,529	\$ 53,583	\$ (15,054)
Transient Guest Tax	\$ -	\$ 408,333	\$ (408,333)
Retirement Reserve	\$ 41,677	\$ 111,117	\$ (69,440)
KP&F Rate Equalization	\$ 95,782	\$ -	\$ 95,782
Neighborhood Revitalization	\$ 23,104	\$ 5,833	\$ 17,271
Historical Asset Tourism	\$ -	\$ 19,167	\$ (19,167)
Half Cent Sales Tax (JEDO)	\$ 1,523,174	\$ 1,333,333	\$ 189,841
Half Cent Sales Tax (Street)	\$ 2,567,971	\$ 2,305,000	\$ 262,971
Tax Increment Financing	\$ 47,057	\$ 33,333	\$ 13,724
Court Technology	\$ 8,306	\$ 7,500	\$ 806
Downtown Improvement	\$ -	\$ 31,090	\$ (31,090)
Community Development	\$ 10,000	\$ 20,167	\$ (10,167)
Combined Utilites	\$ 9,340,773	\$ 10,436,067	\$ (1,095,294)
Public Parking	\$ 575,935	\$ 527,106	\$ 48,829
Facilities	\$ 210,401	\$ 304,179	\$ (93,778)
Fleet	\$ 310,393	\$ 309,084	\$ 1,309
IT	\$ 607,761	\$ 628,464	\$ (20,703)
Risk Funds	\$ 1,947,652	\$ 2,104,167	\$ (156,515)
TOTAL	\$ 45,057,672	\$ 36,589,362	\$ 8,468,310

Fund	YTD Actual Expenditures	2014 YTD Expen. Budget	Difference
General	\$ 12,858,345	\$ 15,291,896	\$ 2,433,551
Debt Service	\$ 2,264,689	\$ 3,764,664	\$ 1,499,975
Special Liability	\$ 62,856	\$ 166,082	\$ 103,226
Special Highway	\$ 1,306,514	\$ 1,055,675	\$ (250,839)
Special Alcohol & Drug	\$ -	\$ 100,000	\$ 100,000
Alcohol & Drug Safety	\$ 6,462	\$ 10,364	\$ 3,902
Law Enforcement	\$ 116,515	\$ 91,667	\$ (24,848)
Transient Guest Tax	\$ 335,830	\$ 416,667	\$ 80,837
Retirement Reserve	\$ -	\$ 150,000	\$ 150,000
KP&F Rate Equalization	\$ -	\$ 50,000	\$ 50,000
Neighborhood Revitalization	\$ -	\$ 25,000	\$ 25,000
Historical Asset Tourism	\$ -	\$ 19,167	\$ 19,167
Half Cent Sales Tax (JEDO)	\$ -	\$ 583,750	\$ 583,750
Half Cent Sales Tax (Street)	\$ 1,258,085	\$ 2,612,584	\$ 1,354,499
Tax Increment Financing	\$ 1,000	\$ 28,771	\$ 27,771
Court Technology	\$ 31,541	\$ 8,333	\$ (23,208)
Downtown Improvement	\$ 181,105	\$ 31,090	\$ (150,015)
Community Development	\$ 14,280	\$ 19,867	\$ 5,587
Combined Utilites	\$ 12,291,619	\$ 10,901,036	\$ (1,390,583)
Public Parking	\$ 458,138	\$ 626,314	\$ 168,176
Facilities	\$ 239,742	\$ 298,643	\$ 58,901
Fleet	\$ 753,380	\$ 307,100	\$ (446,280)
IT	\$ 468,820	\$ 569,839	\$ 101,019
Risk Funds	\$ 1,343,966	\$ 2,104,167	\$ 760,201
TOTAL	\$ 33,992,887	\$ 39,232,672	\$ 4,479,584



CASH MANAGEMENT

Pooled Cash & Investments

Type of Investment	Guidelines			Invested Value	Yield to Maturity
	Minimum	Maximum	Actual %		
Bank Certificates of Deposit	0%	100%	19%	\$ 20,000,000	0.25
US Treasuries	0%	100%	25%	\$ 27,010,181	0.18
US Agencies	0%	100%	12%	\$ 12,975,745	0.50
Repurchase Agreements	0%	50%	-	-	-
Municipal Investment Pool	0%	30%	17%	\$ 17,707,947	-
Municipal Refunding Bonds	0%	100%	-	-	-
Kansas General Obligation Bonds with credit below A3 or A-	0%	5%	-	-	-
Kansas General Obligation Bonds with credit of A3 or A- higher	0%	30%	28%	\$ 29,600,472	1.15
Subtotal of Investments				\$107,294,346	0.52
General Checking				\$ 11,235,343	
Total Cash Balance				\$118,529,689	
Duration of investments (expressed in years)				1.68	

The City recognizes that effective cash management is an integral part of good financial management. The City seeks out investments that achieve the highest rates within allowable securities that preserve the safety, liquidity, return on investment and diversification of funds. The chart to the left describes the invested value of City investments compared to the guidelines of the investment policy. It also

shows the total cash balance of the City as of Feb 28th in the total cash balance line and the average duration of investments, which are limited to under 2 years for municipalities that do not have expanded investment powers as granted by the State of Kansas except for funds designated as multi-year capital improvement or investment of proceeds on bonds issued under Kansas law.

DEBT MANAGEMENT

Finance staff oversee all debt issued by the City, which includes General Obligation (GO), revenue backed, revolving loan funds, temporary notes and special assessment debt. As of February 2014 the City had \$363,878,077 in total debt, compared to \$370,493,938 in 2013 or a -1.79% decrease.

According to K.S.A. 10-308, the City is limited to debt that cannot be greater than 30% of the assessed tangible valuation of the City. Certain debt is then not subject to the debt limitation and is subsequently backed out of the calculation. As of February 28th, 2014, the City had \$279,805,104 of its remaining

bonding authority available, a decrease of approximately -2.89% over the January 31, 2013 amount of \$288,141,155. The City is currently utilizing 18% of the debt authority as authorized by state statute.

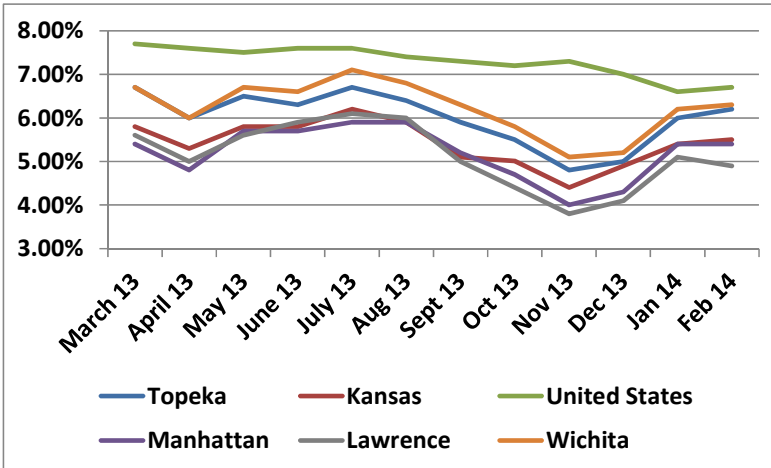
Debt Management

Instrument	2014	2013
Governmental General Obligation Bonds	\$ 140,270,111	\$ 136,542,385
Business Type General Obligation Bonds	\$ 10,189,889	\$ 10,892,616
Other General Obligation Bonds	\$ 15,340,000	\$ 16,520,000
Utility Revenue Bonds	\$ 123,790,000	\$ 122,550,000
Sales Tax Revenue Bonds	\$ 9,010,000	\$ 11,865,000
KDHE Revolving Loans	\$ 65,278,077	\$ 72,123,938
Total	\$ 363,878,077	\$ 370,493,939

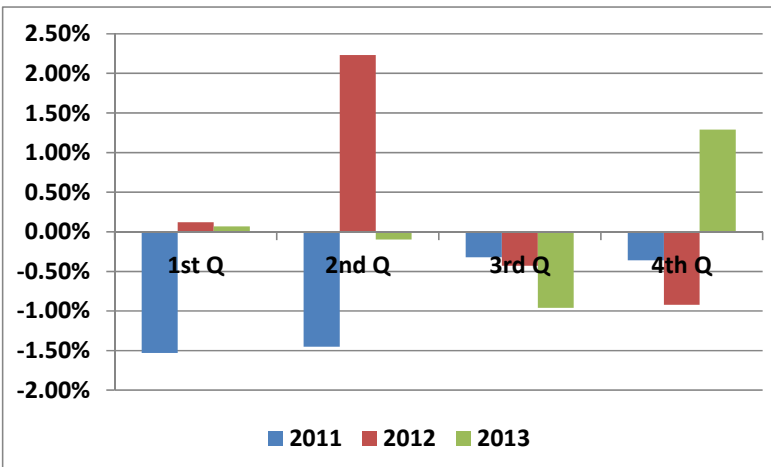
Debt Capacity	2014	2013
Assessed Valuation	\$ 1,132,135,180	\$ 1,103,303,854
Debt Limit Ratio	30.00%	30.00%
Debt Limit	\$ 339,640,554	\$ 330,991,156
Total Outstanding GO Debt	\$ 199,395,000	\$ 192,360,001
Debt Subject to Limitation	\$ 59,835,450	\$ 42,850,001
Debt Authority Remaining	\$ 279,805,104	\$ 288,141,155



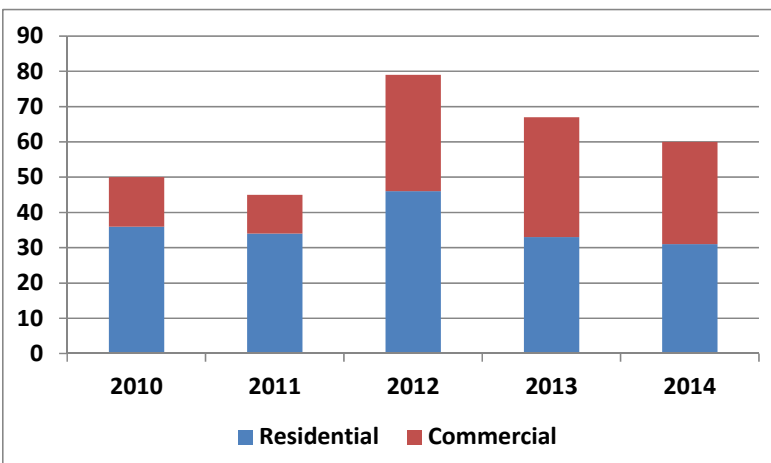
COMMUNITY STATISTICS



Unemployment Rates: Unemployment rates listed for Topeka, Lawrence, Manhattan and Wichita area measure the entire Metropolitan Statistical Area. The unemployment rate is a measure of the prevalence of unemployment and it is calculated as a percentage by dividing the number of unemployed individuals by all individuals currently in the labor force or those actively seeking employment and willing to work.



Federal Housing Finance Agency House Price Index: The Housing Price Index is a broad measure of the movement of single-family housing prices. It serves as a timely, accurate indicator of house price trends. This information is specific for the City of Topeka and is obtained by reviewing repeat mortgage transactions on single-family properties whose mortgages have been purchase or securitized by Fannie Mae and Freddie Mac since January 1975. It is updated on a quarterly basis. The higher percent increase means higher sales data for housing.



Building Permits (through February): These are the total number of building permits issued in the City of Topeka through February for each year. Building permits are issued for new residential, 3 or more family units, duplexes, new commercial, residential addition, commercial additional and 5 or more family. They are an important to measure the amount of new construction in the community, which in turn increases value to the assessed valuation of the City. Blue represents residential permits and red represents commercial permits.