

CITY OF CAMBRIDGE, MARYLAND

**REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Year Ended June 30, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
REVENUES				
Taxes and utility fees	\$ 8,326,437	\$ 8,657,437	\$ 8,787,874	\$ 130,437
Licenses and permits	471,500	471,500	563,501	92,001
Intergovernmental	1,070,388	3,865,322	4,846,108	980,786
Charges for services	941,500	941,500	946,423	4,923
Fines and forfeitures	55,248	55,248	43,269	(11,979)
Miscellaneous	310,180	363,774	282,764	(81,010)
Total revenues	11,175,253	14,354,781	15,469,939	1,115,158
EXPENDITURES				
General government	850,094	858,050	805,412	52,638
Public safety	5,126,253	5,302,281	5,143,775	158,506
Public works	3,492,949	8,699,371	10,611,479	(1,912,108)
Economic development	136,671	220,221	245,395	(25,174)
Debt service	1,202,885	1,202,885	936,605	266,280
Total expenditures	10,808,852	16,282,808	17,742,666	(1,459,858)
Revenues over (under) expenditures	366,401	(1,928,027)	(2,272,727)	(344,700)
OTHER FINANCING SOURCES (USES)				
Transfers out	(266,401)	(266,401)	(203,913)	62,488
Loan and grant proceeds	-	1,800,000	-	(1,800,000) *
Carry-over (appropriated) reserve	(100,000)	394,428	-	(394,428)
Total other financing sources (uses)	(366,401)	1,928,027	(203,913)	(2,131,940)
Net change in fund balance- budgetary basis	\$ -	\$ -	(2,476,640)	\$ (2,476,640)
Encumbrances, beginning of year			(120,691)	
Encumbrances, end of year			<u>1,867,056</u>	
Net change in fund balance, GAAP basis			\$ (730,275)	

* - In August 2018, the City received proceeds of \$1,742,342 from the issuance of bonds.
See Note 8 for more detail.

NOTES TO FINANCIAL STATEMENTS

Note 8. Line of Credit

The following is a summary of governmental activities short-term liabilities:

	Beginning Balance	Additions	Principal Repayments	Ending Balance
1880 Bank line of credit: \$2,500,000, payable as requested, interest at 3.75%	\$ 392,430	\$ 1,690,466	\$ (392,430)	\$ 1,690,466
Total	\$ 392,430	\$ 1,690,466	\$ (392,430)	\$ 1,690,466

In addition, the City has a revolving line of credit at 1880 Bank for \$2,500,000. The line of credit carries an interest rate equal to the index rate as published in the Wall Street Journal (5.00% as of June 30, 2018). All outstanding principal and interest is due on July 6, 2018.

In August 2018, the City received proceeds of \$1,742,342 from issuance of Local Government Infrastructure 2018 Series A-1 and A-2 bonds. The proceeds were used to pay off the line of credit as of August 24, 2018. The bond has annual principal payments ranging from \$30,000 to \$94,000 with interest at 4.14% through April 2048.

Note 9. Long-term Debt

	Beginning Balance	Additions	Principal Repayments	Ending Balance
Governmental activities:				
General obligation bonds	\$ 8,180,000	\$ -	\$ (460,000)	\$ 7,720,000
Bond premiums	683,717	-	(48,862)	634,855
Notes payable	786,944	-	(215,590)	571,354
Total Governmental activities	\$ 9,650,661	\$ -	\$ (724,452)	\$ 8,926,209
Business-type activities:				
General obligation bonds	\$ 6,099,532	\$ -	\$ (915,169)	\$ 5,184,363
Bond premiums	87,166	-	(17,437)	69,729
Total Business-type activities	\$ 6,186,698	\$ -	\$ (932,606)	\$ 5,254,092