



CARROLLTON
T E X A S

**SUMMARY FINANCIAL STATEMENTS
BUDGET BASIS**

FISCAL YEAR 2019

AS OF OCTOBER 31, 2018

Year to Date October 1, 2018 to October 31, 2018

YTD % - 8.33%

General Fund

	Original Budget	Budget Adj.	Amended Budget	YTD % Budget	Actual to Date	% of Budget to Date
Revenues:						
Taxes and						
franchise fees	\$ 102,471,251	\$ -	\$ 102,471,251	\$ 8,539,271	\$ 4,778,521	4.66%
Other	13,975,272	-	13,975,272	1,164,606	1,155,177	8.27%
Transfers in from :						
Utility Fund for						
Paymt in lieu of taxes	2,590,541	-	2,590,541	215,878	215,878	8.33%
Utility Loan Repayment	365,482	-	365,482	30,457	30,457	8.33%
Expenditures	(104,336,967)	-	(104,336,967)	(8,694,747)	(8,753,541)	8.39%
Transfers out and						
Non-operating uses:						
Rate Review	(25,000)	-	(25,000)	(2,083)	-	0.00%
Hotel/Motel Tax Subsidy	(285,000)	-	(285,000)	(23,750)	-	0.00%
Transfer to Health Fund	(250,000)	-	(250,000)	(20,833)	-	0.00%
Public Safety 1-time costs	(1,261,581)	-	(1,261,581)	(105,132)	-	
Golf Course Subsidy	(121,626)		(121,626)			
Economic Development						
Job Grant Subsidy	(994,000)	-	(994,000)	(82,833)	-	0.00%
Capital Projects	(17,402,404)	-	(17,402,404)	(1,450,200)	-	0.00%
Net increase (decrease)	(5,274,032)	-	(5,274,032)	(429,366)	(2,573,508)	
Beg. Working Capital	22,667,780	2,282,061	24,949,841		24,949,841	
End Working Capital	<u>\$ 17,393,748</u>	<u>\$ 2,282,061</u>	<u>\$ 19,675,809</u>		<u>\$ 22,376,333</u>	

Overview - Revenues and Transfers In

Property tax revenue is up slightly from prior year (2% compared to .7% compared to prior year.)

Year to date, sales tax receipts are .4% over the original budget and .4% over prior years' actual. Sales tax receipts summary:

	<u>Current Month</u>	<u>Year to Date</u>
Original Budget	\$3,531,873	\$3,531,873
Actual – Current Year	\$3,651,964	\$3,651,964
Actual – Prior Year	\$3,180,134	\$3,180,134

As per the financial policy adopted by council in 2018, the fiscal year 2018 sales taxes revenue for recurring uses is capped at \$27,621,618. Sales taxes revenue in excess of that amount will be transferred to capital projects funds for non-recurring one-time uses. This transfer will be made at year-end when the final sales tax amount is available. Sales tax is currently projected to end the year at \$13,375,188 over the capped amount.

Overview - Expenditures and Transfers Out

Fiscal year-to-date expenditures are on target. Transfers out are made when the receiving funds have need for the funding or at the end of the year.

Overview - Budget Adjustments

The increase in Budgeted Beginning Working Capital is due to better-than-budget actual results from Fiscal Year 2018.

Overview - Fund Balance

Amended Budgetary Fund Balance is budgeted to end the year at \$22,376,333, which represents 77 days of budgeted recurring expenditures and transfers out. The City's financial standards call for a minimum of 60 days ending fund balance.

Year to Date October 1, 2018 to October 31, 2018

YTD % - 8.33%

Water and Sewer Fund

	Original Budget	Budget Adj.	Amended Budget	YTD % Budget	Actual to Date	% of Budget to Date
Revenues:						
Sales and Charges	\$ 45,035,279	\$ -	\$ 45,035,279	\$ 3,752,940	\$ 3,402,019	7.55%
Other	1,455,000	-	1,455,000	121,250	100,924	6.94%
Transfers in from :						
Loan from General Fund	-	-	-	-	-	#DIV/0!
Expenditures	(40,588,690)	-	(40,588,690)	(3,382,391)	(2,487,852)	6.13%
Transfers out and						
Non-operating uses:						
General Fund for						
Paymt in lieu of taxes	(2,590,541)	-	(2,590,541)	(215,878)	(215,878)	8.33%
Debt Service	(1,674,313)	-	(1,674,313)	(139,526)	(141,203)	8.43%
Debt Redemption	-	-	-	-	-	#DIV/0!
Capital Projects	(900,000)	-	(900,000)	(75,000)	-	0.00%
Net increase (decrease)	736,735	-	736,735	61,395	658,010	
Beg. Working Capital	10,323,043	1,376,580	11,699,623		11,699,623	
End Working Capital	<u>\$ 11,059,778</u>	<u>\$ 1,376,580</u>	<u>\$ 12,436,358</u>		<u>\$ 12,357,633</u>	

	Rain Fall	Rain Days	Av Hgh Tmp.	Billed (000 gal)	Received (000 gal)	Unacc'ted Water	Daily Per Capita (gals)
OCTOBER-CY	15.7	14	74	518,241	561,193	7.65%	138
OCTOBER-PY	2.1	7	83	693,941	701,665	1.10%	173
YTD-CY	15.7	14	74	518,241	561,193	7.65%	
YTD-PY	2.1	7	83	693,941	701,665	1.10%	

Unaccounted for water for the past 12 months was 8.87%

Overview - Revenues

Fiscal year-to-date sales and charges revenues are slightly under target. Original budgeted revenues include a 7.9% rate increase effective January 1, 2018. Actual increase adopted January 1, 2018 was a 7.1% rate increase comprised of a 2.8% increase in water rates and a 11.1% increase in wastewater. .

Overview - Expenditures and Transfers Out

Fiscal year-to-date expenditures are below target due to the timing of some expenditures. Expenditures are expected to end Fiscal Year 2018 on target. Some transfers out are made when the receiving funds have need for the funding or at the end of the year.

Overview - Budget Adjustments

The increase in Budgeted Beginning Working Capital is due to actual results for Fiscal Year 2018 being higher than the mid-year re-estimates calculated during preparation of the Fiscal Year 2019 Budget.

Overview - Fund Balance

Amended Budgetary Fund Balance was budgeted to end the year at 12,357,633, which represented 101 days of budgeted recurring expenditures and transfers out. The City's financial standards call for a minimum of 90 days ending fund balance.

Year to Date October 1, 2018 to October 31, 2018
YTD % - 8.33%
Golf Course Fund

	Original Budget	Budget Adj.	Amended Budget	YTD % Budget	Actual to Date	% of Budget to Date
Revenues	\$ 197,028	\$ -	\$ 197,028	\$ 16,419	\$ (393)	-0.20%
Transfer In	\$ 121,626					
Expenditures	(324,641)	-	(324,641)	(27,053)	(21,770)	6.71%
Transfers out to:						
Debt Service	(67,349)		-	-	-	#DIV/0!
Net increase (decrease)	(73,336)	-	(127,613)	(10,634)	(22,163)	
Beg. Working Capital	73,336	(174,731)	(101,395)		(101,395)	
End Working Capital	\$ -	\$ (174,731)	\$ (229,008)		\$ (123,558)	

	Paid Rounds of Golf	
	Outings	Total
OCTOBER-CY	1,293	3,033
OCTOBER-PY	1,267	7,209
YTD-CY	1,293	3,033

Overview – Revenues and Transfers in

Flooding and impacts from planned construction on the Lakes course necessitated a contract amendment with Orion Golf for managed services. Managed services is the model in which the City simply compensates Orion for management services retains all revenues and golf operating expenses. In March 2020, the 23% revenue share is to resume. The City booked a receivable for revenue due from Orion that will be paid out over the 2019 fiscal year.

Overview - Expenditures and Transfers Out

Effective December 12th the City began receiving expenditures and revenue and was approved to enter into the managed services agreement. .

Overview - Budget Adjustments

None.

Overview - Fund Balance

Operating fund balance is projected to be at a deficit. Deficits will be covered via fund balance in the Golf Capital Fund.

Year to Date October 1, 2018 to October 31, 2018

YTD % - 8.33%

Solid Waste Fund

	Original Budget	Budget Adj.	Amended Budget	YTD % Budget	Actual to Date	% of Budget to Date
Revenues	\$ 10,602,506	\$ -	\$ 10,602,506	\$ 883,542	\$ 860,338	8.11%
Expenditures	(9,304,243)	-	(9,304,243)	(775,354)	(770,906)	8.29%
Transfers out to:						
Capital Projects	(1,298,262)	-	(1,298,262)	(108,189)	-	0.00%
Net increase (decrease)	1	-	1	(1)	89,432	
Beg. Working Capital	400,000	111,468	511,468		511,468	
End Working Capital	\$ 400,001	\$ 111,468	\$ 511,469		\$ 600,900	

Overview – Revenues

Total fiscal year-to-date revenues are below target due to rate increase approved for October 1, 2018 being implemented in February 2019.

Overview - Expenditures and Transfers Out

Fiscal year-to-date expenditures are slightly below target. Transfers out will be made at the end of the year.

Overview - Budget Adjustments

The increase in Budgeted Beginning Working Capital is due to better-than-budget actual results from Fiscal Year 2017.

Overview - Fund Balance

Amended Budgetary Fund Balance is budgeted to end the year at \$400,001. The City’s financial standards call for a Fund Balance target of \$200,000.

Year to Date October 1, 2018 to October 31, 2018

YTD % - 8.33%

Other Operating Funds

Information on the other operating funds of the City (Risk, Fleet, Administrative Services, Employee Health and Disability, Hotel/Motel and Debt Service) is provided on an exception only basis. All other operating funds are on target with budget.

Risk Management Fund – Fund balance for the Risk Management Fund is currently \$3,673,052 which exceeds the City’s financial standard of one year of claims net of recoveries.

Fleet Services Fund – The current fund balance is \$575,088, well in excess of the financial standard of break-even.

Employee Health and Disability Fund – City contributions were increased in both one-time transfer and through increased premiums per enrolled member. These steps were necessary to address a trend of declining fund balance due to higher than expected claims. The liability for other post-employment benefits (OPEB – Retiree Health) of \$2,032,574 was removed in 2018 due to the implementation of GASB 75. The current cash balance is \$4,231,141.