



CARROLLTON
T E X A S

**SUMMARY FINANCIAL STATEMENTS
BUDGET BASIS**

FISCAL YEAR 2020

AS OF DECEMBER 31, 2019

Year to Date December 1, 2019 to December 31, 2019

YTD % - 25%

General Fund

	Original Budget	Budget Adj.	Amended Budget	YTD % Budget	Actual to Date	% of Budget to Date
Revenues:						
Taxes and						
franchise fees	\$ 103,967,981	\$ -	\$ 103,967,981	\$ 25,991,995	\$ 34,529,099	33.21%
Other	13,622,095	-	13,622,095	3,405,524	2,262,489	16.61%
Transfers in from :						
Utility Fund for						
Paymt in lieu of taxes	2,616,446	-	2,616,446	654,112	654,112	25.00%
Utility Loan Repayment	365,482	-	365,482	91,371	91,371	25.00%
Expenditures	(108,521,696)	-	(108,521,696)	(27,130,424)	(26,062,327)	24.02%
Transfers out and						
Non-operating uses:						
Rate Review	(25,000)	-	(25,000)	(6,250)	-	0.00%
Hotel/Motel Tax Subsidy	(285,000)	-	(285,000)	(71,250)	-	0.00%
Utility Fund Loan		-		-	-	0.00%
Public Safety 1-time costs	(158,130)	-	(158,130)	(39,533)	-	
1-time Comp adj.		-		-	-	
Economic Development		-				
Incentives	(1,000,000)	-	(1,000,000)	(250,000)	-	0.00%
Capital Projects	(14,458,234)	-	(14,458,234)	(3,614,559)	-	0.00%
Net increase (decrease)	(3,876,056)	-	(3,876,056)	(969,014)	11,474,744	
Beg. Working Capital	24,395,134	-	24,395,134		24,395,134	
End Working Capital	<u>\$ 20,519,078</u>	<u>\$ -</u>	<u>\$ 20,519,078</u>		<u>\$ 35,869,878</u>	

Overview - Revenues and Transfers In

Property tax revenue is slightly up from prior year (45% compared to 41% in the prior year).

Year to date, sales tax receipts are 14% over the original budget and 9% over prior years' actual. Sales tax receipts summary:

	<u>Current Month</u>	<u>Year to Date</u>
Original Budget	\$2,912,907	\$9,426,614
Actual – Current Year	\$3,182,274	\$10,740,933
Actual – Prior Year	\$2,989,926	\$9,885,810

As per the financial policy adopted by council in 2018, the fiscal year 2020 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 users. 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 \$12,264,733 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 2019.

Overview - Fund Balance

At beginning of fiscal year 2020, the City's General Fund is projected to end the year at \$35,869,878, which represents 119 days of budgeted recurring expenditures and transfers out. The City's financial standards call for a minimum of 60 days ending fund balance. Capital Project transfers of \$14 million will occur on 09/30/2020.

Year to Date December 1, 2019 to December 31, 2019

YTD % - 25%

Water and Sewer Fund

	Original Budget	Budget Adj.	Amended Budget	YTD % Budget	Actual to Date	% of Budget to Date
Revenues:						
Sales and Charges	\$ 48,019,177	\$ -	\$ 48,019,177	\$ 12,004,794	\$ 12,034,706	25.06%
Other	1,455,000	-	1,455,000	363,750	245,127	16.85%
Transfers in from :						
Loan from General Fund	-		-	-	-	0.00%
Expenditures	(41,758,804)	-	(41,758,804)	(10,439,701)	(9,934,410)	23.79%
Transfers out and						
Non-operating uses:						
General Fund for						
Paymt in lieu of taxes	(2,616,446)	-	(2,616,446)	(654,112)	(654,112)	25.00%
Debt Service	(2,815,762)	-	(2,815,762)	(703,941)	(624,858)	22.19%
Debt Redemption	-	-	-	-	-	0.00%
Capital Projects	(3,250,000)	-	(3,250,000)	(812,500)	-	0.00%
Net increase (decrease)	(966,835)	-	(966,835)	(241,710)	1,066,453	
Beg. Working Capital	14,615,221	-	14,615,221		14,615,221	
End Working Capital	\$ 13,648,386	\$ -	\$ 13,648,386		\$ 15,681,674	

	Rain Fall	Rain Days	Av Hgh Tmp.	Billed (000 gal)	Received (000 gal)	Unacc'ted Water	Daily Per Capita (gals)
DECEMBER-CY	1.2	2.0	61.0	438,415	450,055	2.59%	111
DECEMBER-PY	4.6	9.0	56.6	409,111	435,985	6.16%	108
DEC-CY-YTD	7.4	22.0	67.6	1,867,288	1,947,780	4.13%	
DEC-PY-YTD	21.1	28.0	64.7	1,352,995	1,465,450	7.67%	

Unaccounted for water for the past 12 months was 8.79%

Overview - Revenues

Fiscal year-to-date sales and charges revenues are slightly over target due to few raining days in the current period. Actual increase adopted January 1, 2019 was a 7.1% rate increase comprised of a 2.8% increase in water rates and an 11.1% increase in wastewater. Wastewater fee increases are operating as intended.

Overview - Expenditures and Transfers Out

Fiscal year-to-date expenditures are slightly under target due to the timing of some expenditures. Expenditures are expected to end Fiscal year 2020 on target. Transfer out will be made when the receiving funds have need for the funding or at the end of the year.

Overview - Budget Adjustments

There was no budget adjustment in December.

Overview - Fund Balance

Budgetary Fund Balance was projected to end the year at \$13,648,386, which represented 90 days of budgeted recurring expenditures and transfers out. Currently, the Budgetary Fund Balance is \$ 15,681,674, which represents 121 days of these recurring activities, but it has not been adjusted for the impact of capital project transfers. The City's financial standards call for a minimum of 90 days ending fund balance.

Year to Date December 1, 2019 to December 31, 2019
YTD % - 25%
Golf Course Fund

	Original Budget	Budget Adj.	Amended Budget	YTD % Budget	Actual to Date	% of Budget to Date
Revenues	\$ 3,215,852	\$ -	\$ 3,215,852	\$ 803,963	\$ 430,510	13.39%
Transfers In	-	-	-			
Transfer from Golf Capital	-	-	-		\$ -	
Expenditures	(3,213,685)	-	(3,213,685)	(803,421)	(517,925)	16.12%
Transfers out to:						
Capital Projects	-	-	-	-	-	0.00%
Net increase (decrease)	2,167	-	2,167	542	(87,415)	
Beg. Working Capital	(49,007)	-	(49,007)		(49,007)	
End Working Capital	\$ (46,840)	\$ -	\$ (46,840)		\$ (136,422)	

	Paid Rounds of Golf	
	Outings	Total
DECEMBER-CY	69	2,392
DECEMBER-PY	80	2,085
DEC-CY-YTD	1,944	8,336
DEC-PY-YTD	2,220	9,220

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 of the golf course through a preset fee with the City retaining all revenues and golf operating expenses. In March 2020, the 23% revenue share is to resume.

Overview - Expenditures and Transfers Out

Actual year-to-date expenditures are lower than projected target due to debt service and interest expenses payments being made out of the debt service fund.

Overview - Budget Adjustments

There was no budget adjustment in December.

Overview - Fund Balance

Currently, the operating fund balance is projected to be at a deficit of \$136,422.

Year to Date December 1, 2019 to December 31, 2019
YTD % - 25%
Solid Waste Fund

Solid Waste Fund						
	Original Budget	Budget Adj.	Amended Budget	YTD % Budget	Actual to Date	% of Budget to Date
Revenues	\$ 10,781,823	\$ -	\$ 10,781,823	\$ 2,695,456	\$ 2,683,197	24.89%
Expenditures	(9,343,028)	-	(9,343,028)	(2,335,757)	(2,400,035)	25.69%
Transfers out to:						
Capital Projects	(1,311,245)	-	(1,311,245)	(327,811)	-	0.00%
Net increase (decrease)	127,550	-	127,550		283,162	
Beg. Working Capital	521,120	-	521,120		521,120	
End Working Capital	<u>\$ 648,670</u>	<u>\$ -</u>	<u>\$ 648,670</u>		<u>\$ 804,282</u>	

Overview – Revenues

Total fiscal year-to-date revenues are close to target.

Overview - Expenditures and Transfers Out

Fiscal year-to-date expenditures are close to 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 2019.

Overview - Fund Balance

Budgetary Fund Balance is budgeted to end the year at \$648,670. A capital transfer for alleys is budgeted at \$1,311,245.

Year to Date December 1, 2019 to December 31, 2019

YTD % - 25%

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 \$3,888,151, which exceeds the City’s financial standard of one year of claims net of recoveries.

Fleet Services Fund – The current fund balance is \$85,901, which is slightly above the financial standard of break-even.

Employee Health and Disability Fund – City contributions were increased due to increased premiums per enrolled member. These steps were necessary to address a trend of declining fund balance due to higher than expected claims in prior years. The current cash balance is in the Employee Health and Disability Fund is \$4,487,287.