



CARROLLTON
T E X A S

**SUMMARY FINANCIAL STATEMENTS
BUDGET BASIS**

FISCAL YEAR 2020

AS OF MARCH 31, 2020

Year to Date March 1, 2020 to March 31, 2020

YTD % - 50%

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	\$ (2,957,768)	\$ 101,010,213	\$ 50,505,107	\$ 76,958,416	76.19%
Other	13,622,095	(1,304,779)	12,317,316	6,158,658	5,752,388	46.70%
Transfers in from :						
Utility Fund for						
Paymt in lieu of taxes	2,616,446	-	2,616,446	1,308,223	1,308,223	50.00%
Utility Loan Repayment	365,482	-	365,482	182,741	182,742	50.00%
Expenditures	(108,521,696)	316,664	(108,205,032)	(54,102,516)	(52,960,529)	48.94%
Transfers out and						
Non-operating uses:						
Rate Review	(25,000)	-	(25,000)	(12,500)	-	0.00%
Hotel/Motel Tax Subsidy	(285,000)	-	(285,000)	(142,500)	-	0.00%
Golf Course Subsidy		(316,664)	(316,664)			
Utility Fund Loan		-		-	-	0.00%
Public Safety 1-time costs	(158,130)	-	(158,130)	(79,065)	-	
1-time Comp adj.		-		-	-	
Economic Development		-				
Incentives	(1,000,000)	-	(1,000,000)	(500,000)	-	0.00%
Capital Projects	(14,458,234)	-	(14,458,234)	(7,229,117)	-	0.00%
Net increase (decrease)	(3,876,056)	(4,262,547)	(8,138,603)	(3,910,969)	31,241,240	
Beg. Working Capital	24,395,134	-	24,395,134		24,395,134	
End Working Capital	\$ 20,519,078	\$ (4,262,547)	\$ 16,256,531		\$ 55,636,374	

Overview - Revenues and Transfers In

Property tax revenue collected through end of March 31, 2020 as percentage of the current year's tax levy is comparable with prior year collections at 98%. In addition, 76% of the total budgeted General Fund Tax and Franchise fee revenue have been collected.

Year to date, sales tax receipts are 7.2% over the original budget and 3.4% over prior years' actual. Sales tax receipts summary:

	<u>Current Month</u>	<u>Year to Date</u>
Original Budget	\$2,864,962	\$18,965,485
Actual – Current Year	\$2,648,041	\$20,330,487
Actual – Prior Year	\$2,885,855	\$19,670,950

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 \$6,373,381 over the capped amount, and 12% below the original budget.

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. A budget transfer will occur (effective April 2020) to transfer funds to the Golf Course due to the impacts of COVID-19.

Overview - Fund Balance

Revenue estimates have been updated to project the impact of COVID 19 on the General Fund. As of 4/23/20, the revised estimates and the complete expenditure of the entire approved budget would result in an ending fund balance of 51.4 days. On 9/30/2020, Capital Transfers to the Strategic Community Reinvestment Fund will be modified to maintain a 60 day fund balance.

Year to Date March 1, 2020 to March 31, 2020

YTD % - 50%

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	\$24,009,589	\$21,782,948	45.36%
Other	1,455,000	-	1,455,000	727,500	608,661	41.83%
Transfers in from :						
Loan from General Fund	-	-	-	-	-	0.00%
Expenditures	(41,758,804)	-	(41,758,804)	(20,879,402)	(18,310,189)	43.85%
Transfers out and						
Non-operating uses:						
General Fund for						
Paymt in lieu of taxes	(2,616,446)	-	(2,616,446)	(1,308,223)	(1,308,223)	50.00%
Debt Service	(2,815,762)	-	(2,815,762)	(1,407,881)	(1,259,716)	44.74%
Debt Redemption	-	-	-	-	-	0.00%
Capital Projects	(3,250,000)	-	(3,250,000)	(1,625,000)	-	0.00%
Net increase (decrease)	(966,835)	-	(966,835)	(483,417)	1,513,481	
Beg. Working Capital	14,615,221	-	14,615,221		14,615,221	
End Working Capital	\$ 13,648,386	\$ -	\$ 13,648,386		\$ 16,128,702	

	Rain Fall	Rain Days	Av Hgh Tmp.	Billed (000 gal)	Received (000 gal)	Unacc'ted Water	Daily Per Capita (gals)
MARCH-CY	6.8	16.0	72.6	351,520	375,282	6.33%	93
MARCH-PY	2.0	9.0	64.8	370,718	376,921	1.65%	93
MAR-CY-YTD	23.0	59.0	65.9	3,019,937	3,117,387	3.13%	
MAR-PY-YTD	26.0	54.0	62.2	2,488,071	2,693,398	7.62%	

Unaccounted for water for the past 12 months was 7.78%

Overview - Revenues

Fiscal year-to-date sales and charges revenues are slightly lower target due to more 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. Actual increase in water and wastewater rates adopted January 1, 2020 was 4.6%.

Overview - Expenditures and Transfers Out

Fiscal year-to-date expenditures are slightly below 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 have been no budget estimates in FY 2020.

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 \$ 16,128,702, which represents 125 days of these recurring activities, but it will be adjusted for the impact of capital project transfers. The City's financial standards call for a minimum of 90 days ending fund balance. After projected capital project transfers are made on 9/30/2020, the Utility Fund is projected to end FY 20 with 105 days of ending fund balance. That year-end balance is subject to change based on weather and economic impact to water sales.

Year to Date March 1, 2020 to March 31, 2020
YTD % - 50%

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	\$ 1,607,926	\$ 728,777	22.66%
Transfers In	-	-	-			
Transfer from Golf Capital	-	-	-		\$ -	
Expenditures	(3,213,685)	-	(3,213,685)	(1,606,843)	(1,150,310)	35.79%
Transfers out to:						
Capital Projects	-	-	-	-	-	0.00%
Net increase (decrease)	2,167	-	2,167	1,083	(421,533)	
Beg. Working Capital	(49,007)	-	(49,007)		(49,007)	
End Working Capital	\$ (46,840)	\$ -	\$ (46,840)		\$ (470,540)	

	Paid Rounds of Golf	
	Outings	Total
MARCH-CY	155	2,286
MARCH-PY	246	3,241
MAR-CY-YTD	2,559	16,094
MAR-PY-YTD	2,750	16,235

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 the model whereby 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 was scheduled to resume, but due to the Coronavirus the course was closed and the City will continue covering expenses until May 31, 2020.

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 March, however a budget adjustment will be made in April to transfer 316,664 to the Golf Fund to pay for the extension of the managed services contract and the city's payment of the re

Overview - Fund Balance

Currently, the operating fund balance is projected to be at a deficit of \$470,540. A transfer is planned for April 2020 and the golf course will be monitored to determine if the course will require an additional transfer at the fiscal year end.

Year to Date March 1, 2020 to March 31, 2020
YTD % - 50%

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	\$ 5,390,912	\$ 5,374,292	49.85%
Expenditures	(9,343,028)	-	(9,343,028)	(4,671,514)	(4,843,490)	51.84%
Transfers out to:						
Capital Projects	(1,311,245)	-	(1,311,245)	(655,623)	-	0.00%
Net increase (decrease)	127,550	-	127,550		530,802	
Beg. Working Capital	521,120	-	521,120		521,120	
End Working Capital	\$ 648,670	\$ -	\$ 648,670		\$ 1,051,922	

Overview – Revenues

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

Overview - Expenditures and Transfers Out

Fiscal year-to-date expenditures are slightly higher due more apartment units being serviced. 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. Apartment revenue is not projected to cover the costs of Apartment expenses during fiscal year 2020. A capital transfer for alleys is budgeted at \$1,311,245.

Year to Date March 1, 2020 to March 31, 2020

YTD % - 50%

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 \$4,034,950, which exceeds the City’s financial standard of one year of claims net of recoveries.

Fleet Services Fund – The current fund balance is a deficit of \$125,589, which is lower than financial standard of break-even. Fuel purchases made during January and February will be charged out to Departments over time.

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 of this fund is \$5,174,784.