

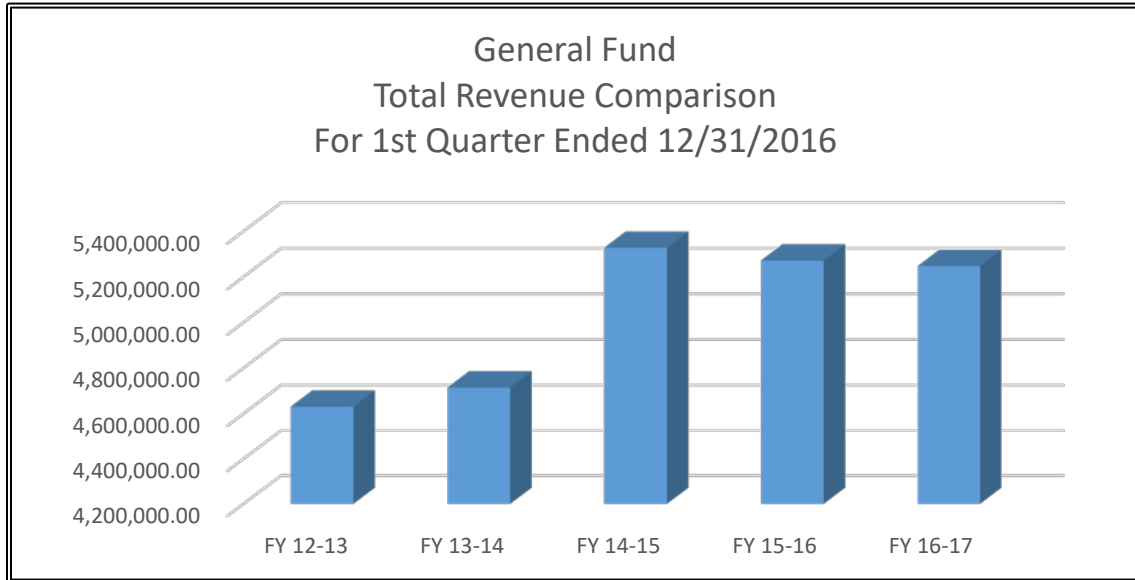


FY 2016-2017
QUARTERLY BUDGET
REPORT

FOR QUARTER ENDED
DECEMBER 31, 2016

FIRST QUARTER FY 2017 BUDGET REPORT

The first quarter of the fiscal year contained seven (7) payroll periods, which indicates that total expenditures for salaries and benefits should be at twenty-seven percent (27%). Being three months into the year, revenue and other expenditure items should be at approximately twenty-five percent (25%) of the FY 15-16 budget.



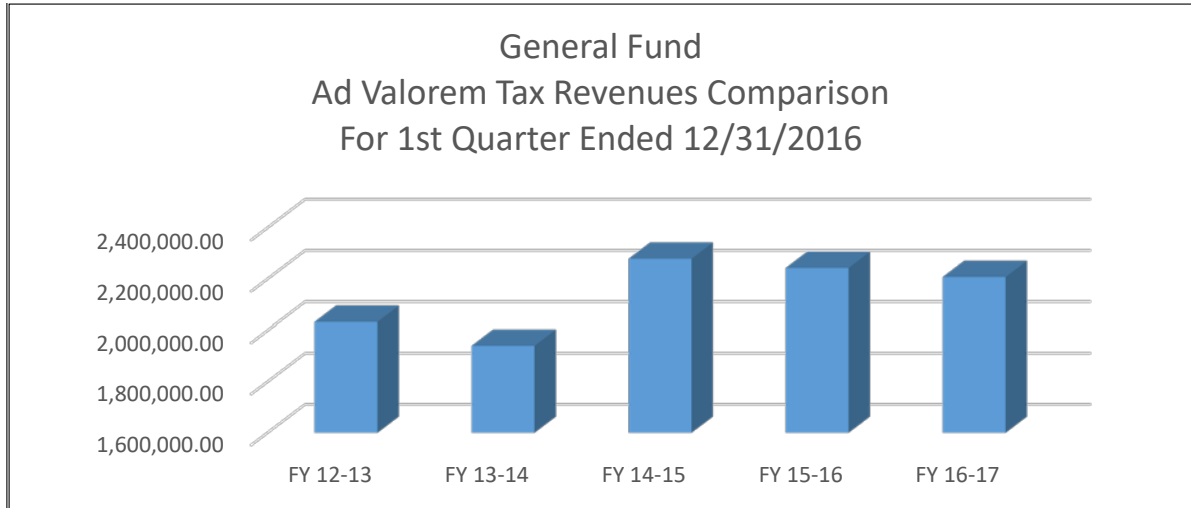
	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17
Adjusted Annual Budget	16,315,800.00	\$17,151,238.00	\$18,730,749.91	\$18,882,127.00	18,440,450.00
Actuals 1st Quarter	4,629,675.74	\$4,713,636.42	\$5,326,643.48	\$5,270,758.86	5,246,681.19
Actuals vs Budget	28.38%	27.48%	28.44%	27.91%	28.45%

Total revenues for General Fund are trending as expected in relation to current year projections and past year performances.

I. General Fund Revenues

A. Ad Valorem Taxes

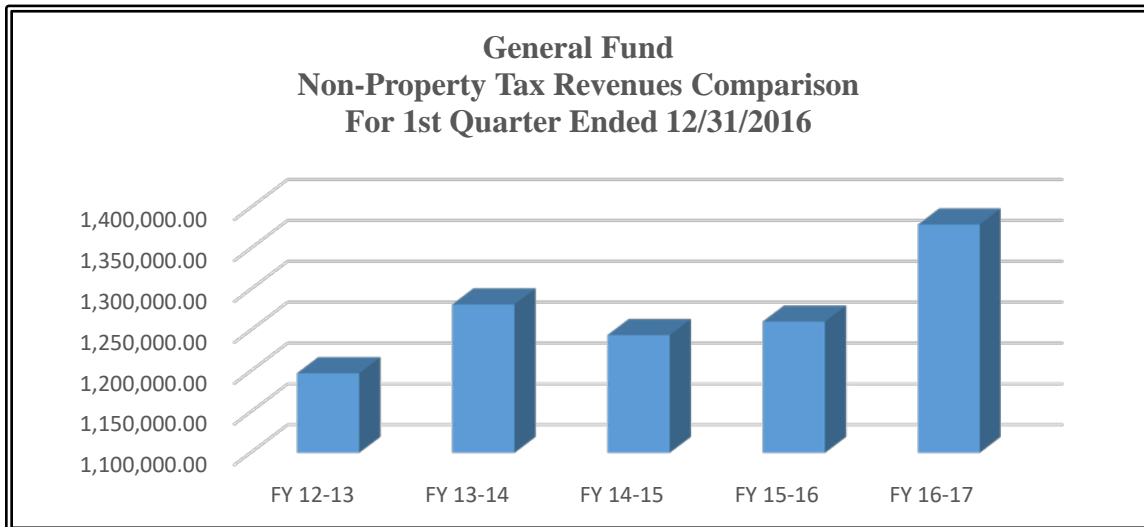
The majority of Ad Valorem Taxes are collected in the early part of each fiscal year as penalties and interest are assessed on homeowners who do not make payment by January 31st. Revenues in this category are expected to be higher than the designated quarter percentage. First quarter Ad Valorem Tax revenues are offset to a certain degree due to \$106,000 in budgeted “In Lieu of Tax” payments which normally do not come in until the 4th quarter.



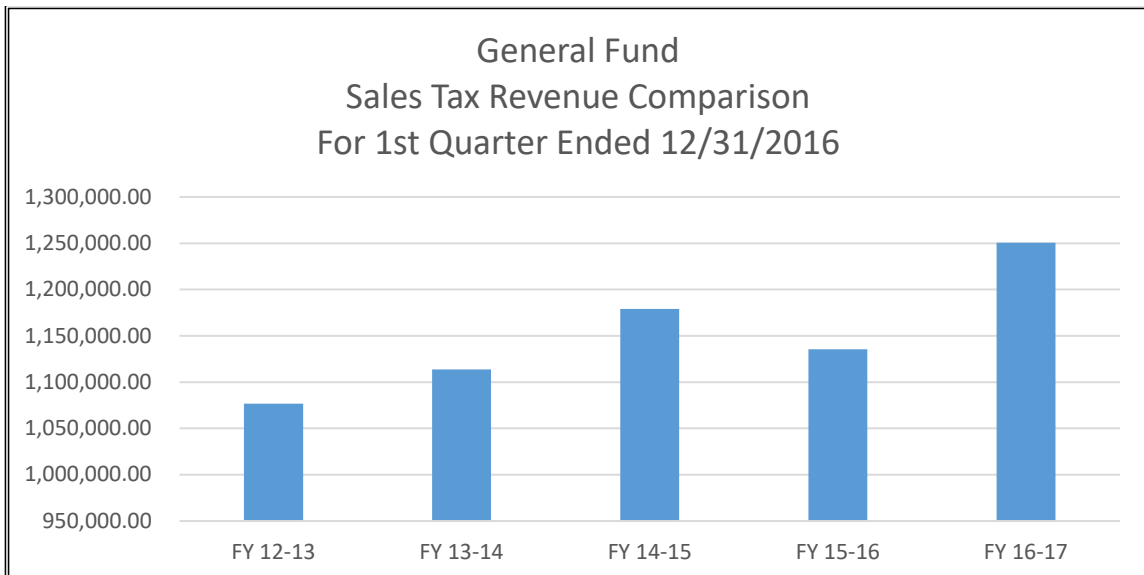
	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17
Adjusted Annual Budget	\$4,801,286.00	\$4,875,384.00	\$4,968,811.00	\$5,187,728.00	\$5,338,940.00
Actuals 1st Quarter	\$2,032,436.94	\$1,940,503.99	\$2,278,797.89	\$2,242,714.95	\$2,207,317.86
Actuals vs Budget	42.33%	39.80%	45.86%	43.23%	41.34%

B. Non-Property Taxes

This category contains sales tax, mixed drink and franchise taxes. Only City sales taxes are received on a monthly basis while all other taxes are received on a quarterly or semi-annual basis. Revenues in this category are expected to be lower than the designated quarter percentage due to when revenues are received. City sales tax revenue is trending as expected with the revenue percentage at 27.33% versus 24.73% for the overall category.



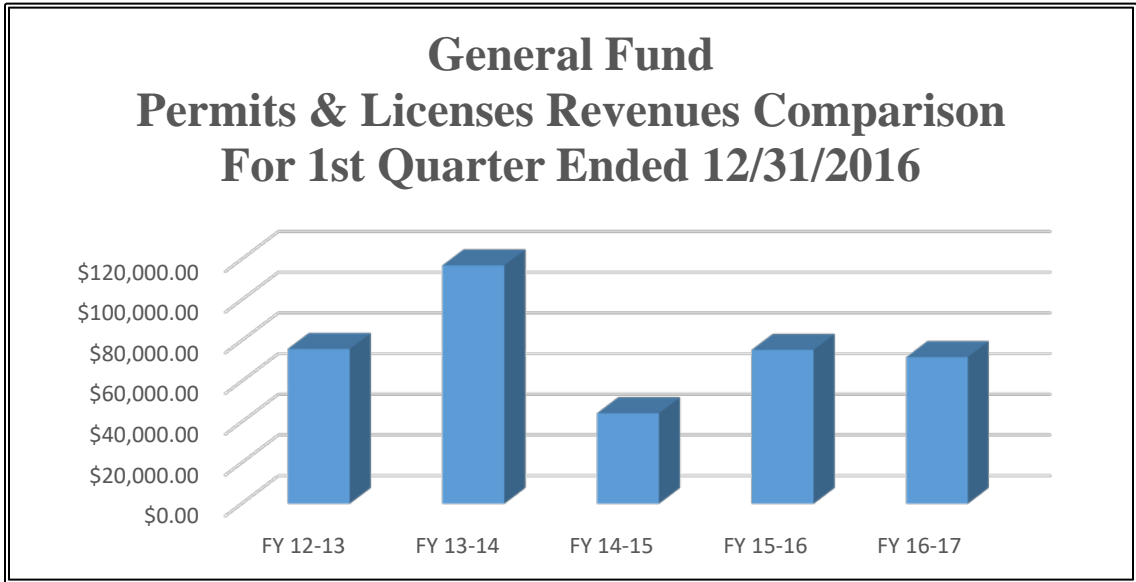
	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17
Adjusted Annual Budget	\$5,388,570.00	\$5,423,895.00	\$5,567,000.00	\$5,615,500.00	\$5,577,000.00
Actuals 1st Quarter	\$1,197,457.31	\$1,281,561.32	\$1,244,096.48	\$1,260,580.99	\$1,379,236.42
Actuals vs Budget	22.22%	23.63%	22.35%	22.45%	24.73%



	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17
Adjusted Annual Budget	\$4,361,019.00	\$4,360,835.00	\$4,550,000.00	\$4,550,000.00	\$4,575,000.00
Actuals 1st Quarter	\$1,076,880.50	\$1,113,612.73	\$1,179,159.90	\$1,135,356.98	\$1,250,446.39
Actuals vs Budget	24.69%	25.54%	25.92%	24.95%	27.33%

C. Permits & Licenses

The revenue category consists of all permits and licensing revenue generated by the Planning Department. This category is trending as expected. FY 14-15 saw a significant decrease due to the wet weather. Due to the past year’s performance, the budget was reduced slightly to \$275,225 down from \$277,975 in FY 15-16.



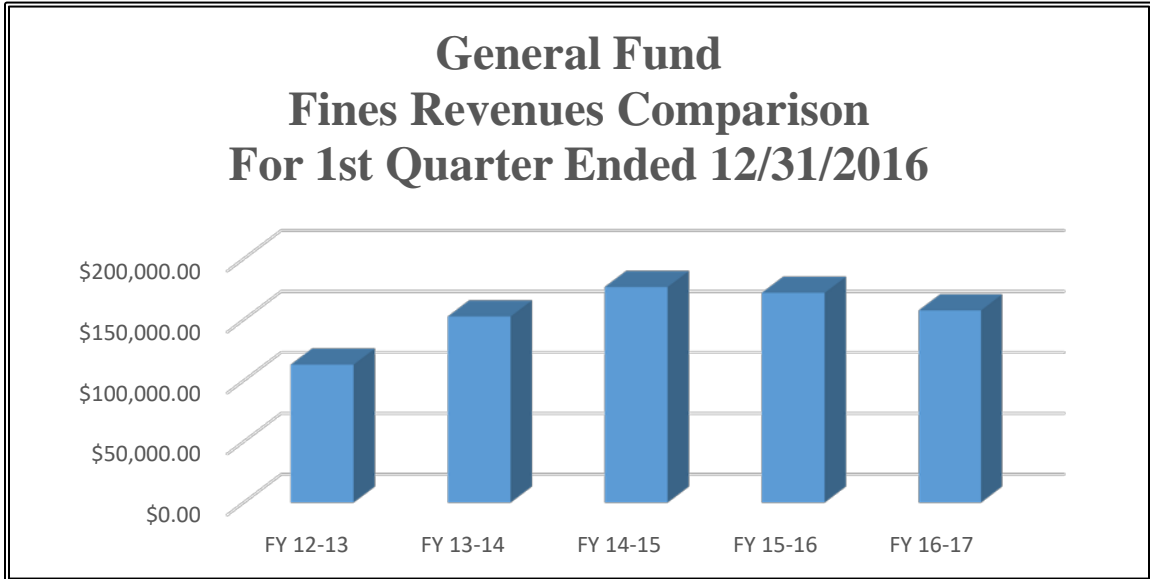
	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17
Adjusted Annual Budget	\$288,745.00	\$257,300.00	\$361,450.00	\$277,975.00	\$275,225.00
Actuals 1st Quarter	\$75,957.46	\$117,004.44	\$44,338.87	\$75,499.93	\$71,946.52
Actuals vs Budget	26.31%	45.47%	12.27%	27.16%	26.14%

D. Fines

Municipal Court revenues are trending slightly lower than expected due to several factors:

- The first quarter is always slow due to the number of holidays
- There were major staffing changes last year and there are several new employees

Revenues overall should improve in the 2nd quarter due to the warrant roundup held in February.



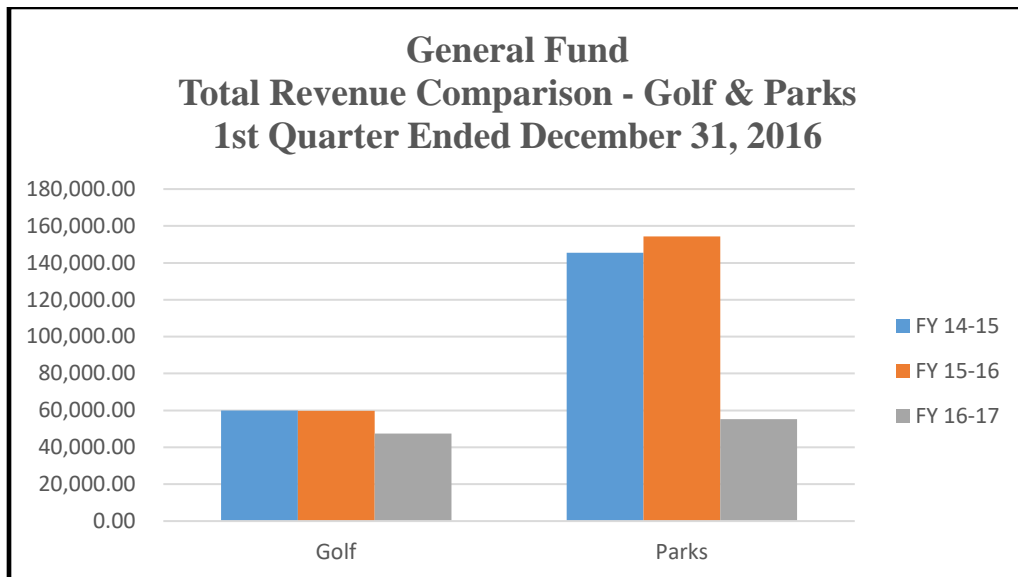
	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17
Adjusted Annual Budget	\$685,180.00	\$743,231.00	\$735,500.00	\$960,200.00	\$835,000.00
Actuals 1st Quarter	\$113,200.21	\$152,662.49	\$176,855.51	\$172,081.42	\$157,668.31
Actuals vs Budget	16.52%	20.54%	24.05%	17.92%	18.88%

E. General Service Fees

This category contains the revenues for two new divisions that were assumed by the City from the County in FY 14-15. The county contributes \$35,000 annually for the L.E. Ramey Golf Course. Golf Course total revenues represents 19.20% of the FY 16-17 budget versus 21.52% last year.

Parks and Recreation revenues received represent 9.05% of their current year budget compared to 23.72% for last year. The County contributes \$550,000 annually.

Monthly contributions from the County are not being paid on a timely basis. November and December amounts were received in January 2017. If the County contributions were received timely, the Parks would have reported an additional \$91,666.68 for a total of \$146,951.51 or 24.06% of budget. Golf would have reported an additional \$5,833.34 for a total of \$53,292.47 or 21.56% of budget.



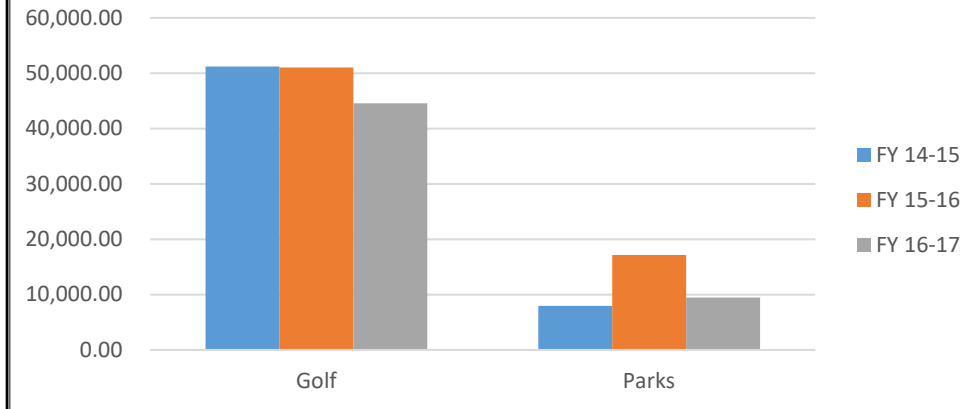
Golf

	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17
Adjusted Annual Budget	\$0.00	\$0.00	\$450,177.05	\$278,025.00	\$247,200.00
Actuals 1st Quarter	\$0.00	\$0.00	\$59,989.88	\$59,821.46	\$47,459.13
Actuals vs Budget			13.33%	21.52%	19.20%

Parks & Recreation

	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17
Adjusted Annual Budget	\$0.00	\$0.00	\$675,351.66	\$650,680.00	\$610,890.00
Actuals 1st Quarter	\$0.00	\$0.00	\$145,467.99	\$154,360.86	\$55,284.83
Actuals vs Budget			21.54%	23.72%	9.05%

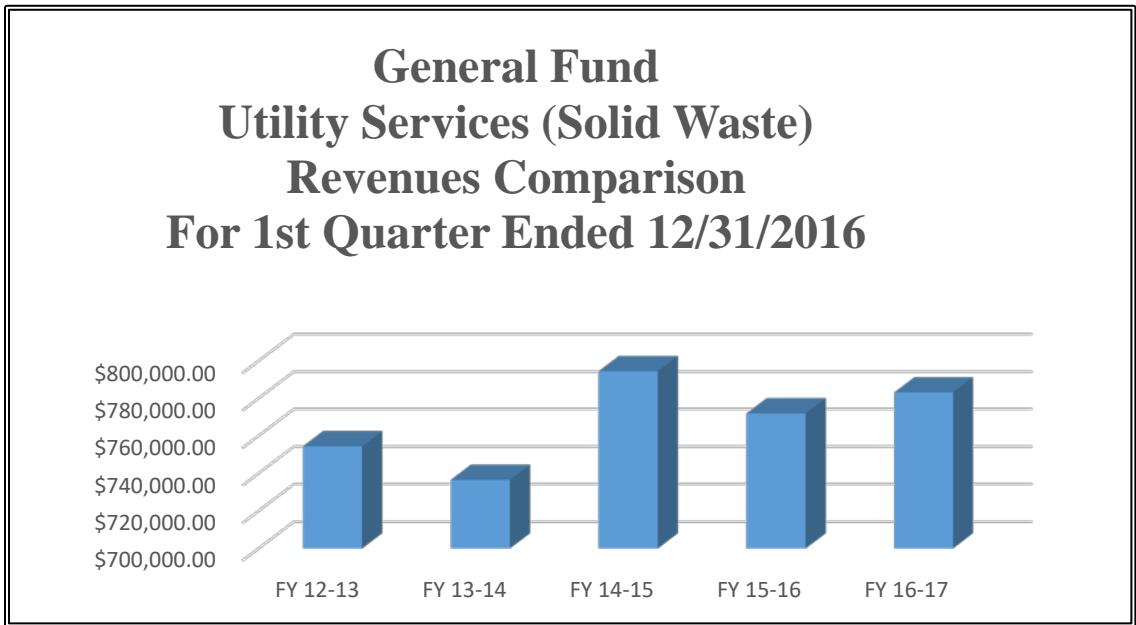
**Golf & Park Operations
(Excludes County Contribution)
1st Quarter Ended December 31, 2016**



Division	FY 14-15	FY 15-16	FY 16-17
Golf	51,239.87	51,071.45	44,542.46
Parks	7,968.00	17,160.87	9,451.50

F. Solid Waste

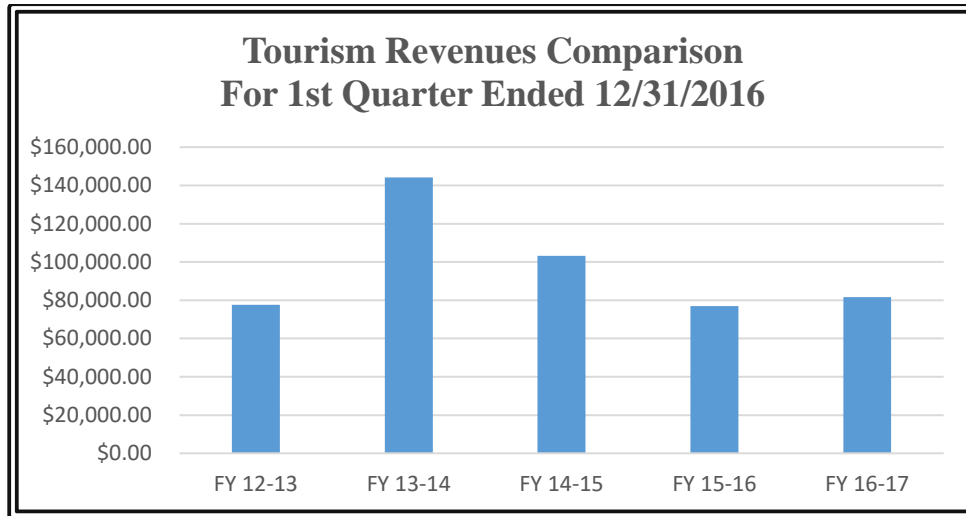
In General Fund, this revenue category includes landfill and garbage fees. Revenues for this fiscal year have increased from last fiscal year due to changes in our ability to accept outside haulers.



	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17
Adjusted Annual Budget	\$3,010,321.00	\$3,079,761.00	\$3,185,700.00	\$3,284,900.00	\$3,284,700.00
Actuals 1st Quarter	\$754,377.33	\$736,493.29	\$794,462.27	\$771,923.25	\$783,164.50
Actuals vs Budget	25.06%	23.91%	24.94%	23.50%	23.84%

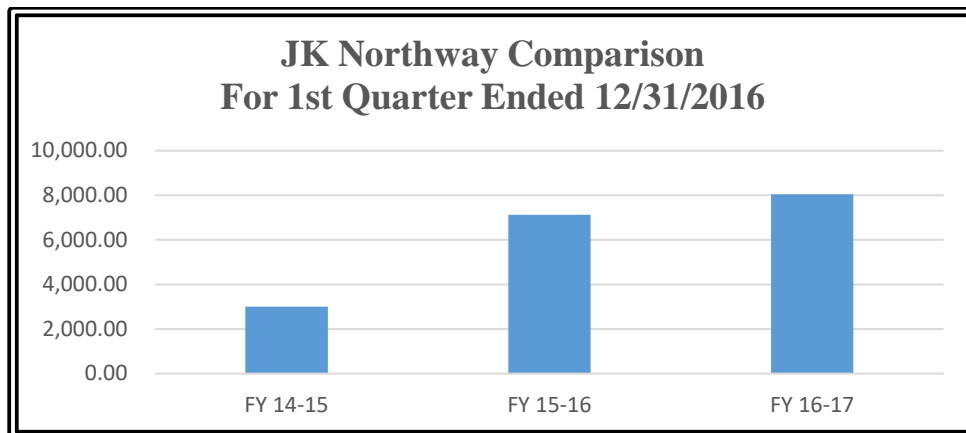
G. Tourism Fund Revenues

The main revenue for Tourism Fund are Hotel Occupancy Taxes collected by the hotels from overnight hotel guests. Revenues received for the first quarter are higher than what was received for last year. Revenues should be at \$122,675 versus the \$84,309.



	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17
Adjusted Annual Budget	\$476,373.00	\$500,720.00	\$575,100.00	\$502,300.00	\$490,700.00
Actuals 1st Quarter	\$77,557.37	\$144,145.22	\$103,219.95	\$76,938.83	\$84,309.09
Actuals vs Budget	16.28%	28.79%	17.95%	15.32%	17.18%

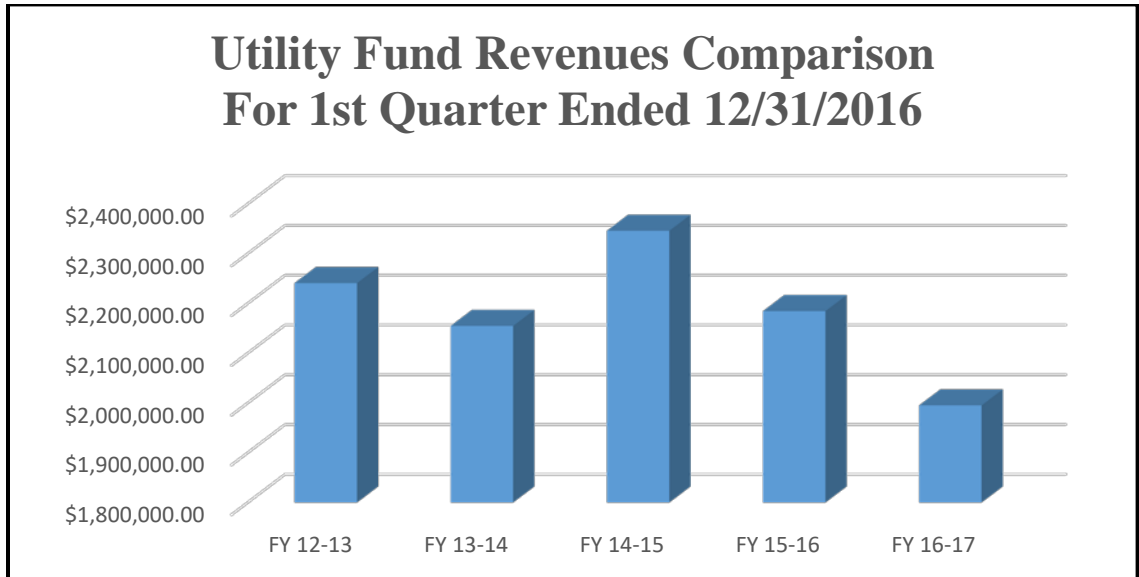
The JK Northway was moved from the Parks Division to the Tourism fund at the beginning of the current fiscal year with a budget of \$36,375.



	FY 14-15	FY 15-16	FY 16-17
Adjusted Annual Budget	\$0.00	\$38,475.00	\$36,375.00
Actuals 1st Quarter	\$3,000.00	\$7,125.00	\$8,050.00
Actuals vs Budget	0.00%	18.52%	22.13%

Utility Fund Revenues

Revenues from this fund come mainly from water and sewer sales for both residential and commercial customers. Revenues are trending as expected for budget purposes, but less than last fiscal year. The budget for FY 16-17 was reduced by \$617,000 due to revenues last fiscal year. The first quarter gives good indication as to why that was necessary as revenues for the first quarter were down by \$177,000 (\$80,000 in water sales and \$97,000 in sewer sales) which is on track for the total \$617,000 budget reduction.



	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17
Adjusted Annual Budget	\$7,833,818.00	\$8,589,372.00	\$8,496,990.00	\$8,570,884.00	\$7,953,785.00
Actuals 1st Quarter	\$2,240,897.24	\$2,154,830.63	\$2,345,961.12	\$2,184,607.67	\$1,995,157.44
Actuals vs Budget	28.61%	25.09%	27.61%	25.49%	25.08%

II. Overall Revenues

Revenues for the first quarter FY 16-17 from all sources are below target for budget at 20.43% as not all revenues are received on a monthly or quarterly basis.

Overall Revenues - All Sources				
First Quarter Ended December 31, 2016				
Fund	Fund Name	Budget	Revenues	Percentage
001	General Fund	18,440,450.00	3,619,426.49	19.63%
002	Tourism Fund	527,075.00	89,703.29	17.02%
005	PD State Seizure Fund	100.00	7,931.03	7931.03%
011	GO Debt Service	1,630,573.00	609,233.42	37.36%
012	UF Debt Service	1,550,735.00	1,119.91	0.07%
025	Building Security Fund	12,000.00	2,176.61	18.14%
026	Golf Course Capital Maint	6,344.00	0.00	0.00%
028	PD Federal Seizure Fund	15.00	25.50	0.00%
031	Muni Court Technology Fur	15,000.00	2,892.67	19.28%
033	CO Series 2016-GF	679,006.92	14,493.86	2.13%
039	CO Series 2002-GF	0.00	10.48	0.00%
051	Utility Fund	7,953,785.00	1,995,157.44	25.08%
054	UF Capital Projects	71,295.24	2,708.88	3.80%
055	Stormwater Drainage	225,000.00	56,889.75	25.28%
062	CO Series 2005-UF	0.00	231.47	0.00%
065	CO Series 2011-GF	0.00	136.88	0.00%
066	CO Series 2011-UF	2,600.00	2,308.60	88.79%
067	CO Series 2013-GF Streets	0.00	19.86	0.00%
068	CO Series 2013-Drainage	10,000.00	1,741.75	17.42%
077	FEMA FF Assistance	400,000.00	0.00	0.00%
079	TX Capital Main St Grant	150,000.00	0.00	0.00%
080	Homeland Security Grant	27,000.00	0.00	0.00%
082	TX CDBG Grant	200,000.00	0.00	0.00%
087	Solid Waste Capital Projec	506,000.00	123,395.97	24.39%
090	Landfill Closure	468,395.00	67,442.08	14.40%
091	GF Capital Projects	0.00	786.87	0.00%
092	Street Fund	937,229.38	202,969.10	21.66%
097	Vehicle Replacement	50,000.00	0.00	0.00%
098	Economic Development	164,600.00	0.00	0.00%
138	Self Insurance	3,332,782.02	833,480.78	25.01%
	Revenue Fund Totals	37,359,985.56	7,634,282.69	20.43%

III. Overall Expenditures

Overall expenditures are on target for the first quarter FY 16-17 at 19.27.

Overall Expenditures - All Sources				
First Quarter Ended December 31, 2016				
Fund	Fund Name	Budget	Expenditures	Percentage
001	General Fund	18,765,685.14	4,269,024.42	22.75%
002	Tourism Fund	872,117.00	168,487.36	19.32%
005	PD State Seizure Fund	642,892.00	86,650.24	13.48%
009	Law Enf Off Stand - PD	1,000.00	0.00	0.00%
011	GO Debt Service	1,554,791.00	1,000.00	0.06%
012	UF Debt Service	1,549,735.00	0.00	0.00%
016	Stonegarden	0.00	6,359.83	0.00%
017	Borderstar Grant	0.00	8,670.30	0.00%
025	Building Security Fund	100,000.00	2,826.31	2.83%
026	Golf Course Capital Maint	0.00	0.00	0.00%
027	EMS	0.00	1,107.10	0.00%
028	PD Federal Seizure Fund	30,000.00	0.00	0.00%
031	Muni Court Technology Fund	45,150.00	10,775.25	23.87%
033	CO Series 2016-GF	7,161,257.52	1,483,607.16	20.72%
034	CO Series 2002-2002A	0.00	136.88	0.00%
039	CO Series 2002-GF	4,928.16	211.82	4.30%
051	Utility Fund	8,584,411.24	2,041,822.32	23.79%
054	UF Capital Projects	1,377,368.00	1,721.70	0.12%
055	Stormwater Drainage	294,250.00	73,258.17	24.90%
062	CO Series 2005-UF	108,162.23	52,788.92	48.81%
065	CO Series 2011-GF	0.00	2,107.33	0.00%
066	CO Series 2011-UF	613,916.00	91,057.97	14.83%
067	CO Series 2013-GF Streets	37,229.38	9,303.60	24.99%
068	CO Series 2013-Drainage	1,526,329.00	20,848.57	1.37%
077	FEMA FF Assistance	400,000.00	0.00	0.00%
078	TX Parks & Wildlife Grant	37,709.00	0.00	0.00%
079	TX Capital Main St Grant	150,000.00	0.00	0.00%
080	Homeland Security Grant	27,000.00	27,620.00	102.30%
082	TX CDBG Grant	200,000.00	60,352.96	30.18%
087	Solid Waste Capital Projects	855,362.96	196,565.00	22.98%
090	Landfill Closure	1,941,804.00	242,087.22	12.47%
091	GF Capital Projects	0.00	2,025.00	0.00%
092	Street Fund	886,205.42	101,784.67	11.49%
096	Insurance Claim Recovery	756,156.00	237,047.09	31.35%
098	Economic Development	162,995.95	34,852.16	21.38%
099	Disaster Response Recovery	24,060.00	10,469.62	43.51%
138	Self Insurance	3,319,000.00	782,490.07	23.58%
	Expenditure Fund Totals	52,029,515.00	10,027,059.04	19.27%

IV. Expenditure Budget Amendments

Budget Amendments			
Original Budget		46,900,740.00	
Current Budget		52,029,515.00	
Budget Amendment		5,128,775.00	
Fund	Total Amendments	Amendment Amount	Amendment Description
001-General Fund	61,510.00	5,000.00	Roll Over Grant Project
		1,100.00	Parks Donation-TRAPS
		13,249.00	TX Parks & Wildlife Grant
		100.00	Volunteer Fire Donation
		1,200.00	La Posada Parks Donation
		40,861.00	IT Projects
002-Tourism Fund	45,500.00	4,000.00	La Posada Donation
		41,500.00	Roll Over Capital Projects
028-Federal Seizure Fund	30,000.00	30,000.00	Impress Funds
033-CO Series 2016	3,401,321.00	1,310,417.00	Roll Over Capital Projects
		2,090,904.00	Roll Over Capital Projects
051-Utility Fund	71,351.00	60,000.00	Roll Over Capital Projects
		11,351.00	IT Projects
068-CO Series 2013-Drainage	10,000.00	10,000.00	Roll Over Capital Projects
078-TX Parks & Wildlife Grant	37,709.00	37,709.00	Grant Project
079-TX Capital Main Street	150,000.00	150,000.00	Roll Over Capital Projects
080-Homeland Security Grant	27,000.00	27,000.00	Roll Over Capital Projects
082-TX CDBG Grant	200,000.00	200,000.00	Roll Over Capital Projects
090-Landfill Closure Fund	314,168.00	314,168.00	Landfill Expansion
096-Insurance Claim Recovery	756,156.00	756,156.00	Insurance Claim Projects
099-Disaster Response Recov	24,060.00	24,060.00	Roll Over Capital Projects
Total Budget Amendments	5,128,775.00	5,128,775.00	

V. **Accounts Receivable**

There are several categories of accounts receivable to notate and include the following:

- **Property Taxes** – the County Tax Assessor collects property taxes and submits payments to the City. As of the end of the first quarter, December 31, 2016, delinquent property taxes were \$645,305.20. There is a corresponding allowance for uncollectible accounts in the amount of \$258,122.08 leaving an anticipated collection of \$387,183.12. Linebarger is the collection agency that collects on this receivable.
- **Ambulance Services** – billings sent out go directly to this receivable, while collections are booked to revenue. There are large adjustments to this receivable throughout the year due to medical provider discounts. As of December 31, 2016, the receivable was \$4,602,660.26. There is a corresponding \$4,443,117.77 allowance for uncollectible accounts leaving an anticipated collection amount of \$159,542.49. We have been reviewing an agreement with a collection agency that handles this type of collection account.
- **Sanitation Service** – this is for garbage sales for both residential and commercial accounts. As of December 31, 2016, this receivable was \$711,584.77. There is a corresponding allowance for uncollectible accounts in the amount of \$341,784.40 leaving an anticipated collection amount of \$369,800.37. The collection agency under review for ambulance services would also be selected for this accounts receivable.
- **Liens** – these receivables come about when the City has to perform work for code enforcement violations. When the homeowner does not pay their bill, the only means to collect this obligation is to file a lien against the property. It usually stays unpaid until the property is sold and it becomes part of the property settlement. As of December 31, 2016 the following balances existed:
 - Demolition Liens \$176,682.27
 - Paving Liens \$1,317.80
 - Abatement of Noxious Matter \$135,749.48
 - Weed Liens \$414,986.00

The collection agency under review will handle collections for this accounts receivable.

- **Water Accounts** – this is for water service for both residential and commercial customers. As of December 31, 2016 this receivable was \$1,131,757.23
- **Sewer Accounts** – this is for sewer service for both residential and commercial customers. As of December 31, 2016 this receivable was \$664,251.75. There is a corresponding allowance for uncollectible accounts of \$588,330.38 for both water and sewer accounts receivable leaving an anticipated collection of \$1.2 million.

The collection agency under review will handle collections for these accounts receivable.

VI. **Budgeted Capital Outlay Status**

Department	Description	Approved Budget	Status
General Fund 001			
City Commission	Restoration & Preservation of Minutes 001-5-1000-31400	\$21,733	Books have been picked up and they are at Kofile
Parks	Hand Scanner 001-5-4503-71200	\$5,000	Not ordered
Tourism Fund 002			
Tourism	Professional Marketing & Website Revamp 002-5-1071-31400	\$75,000	Not started
CO Series 2016 Fund 033			
Community Appearance	Commercial Ztrac Mower 033-5-1030-71200	\$11,190	Completed
PD Community Services	Replacement of AC & Heating System at PD 033-5-2105-71300	\$35,928	Funds have been encumbered. Project is in progress.
Golf & Parks	Recreation Tracking Software 033-5-4503-72600	\$90,000	\$12,300 have been encumbered for Golf Course Software. Parks will have a different software package and that is in progress.
CO Series 2002-2002A Fund 039			
Landfill	North Boundary Fence 039-5-1703-59100	\$4,928	Carry over project In progress
Utility Fund 051			
Wastewater	Overhaul Hoffman backup blower 051-5-7001-54300	\$24,250	Completed
Wastewater	Recondition (2) Hayward Gordan Grit pumps & motors 051-5-7001-54300	\$30,960	Completed
CO Series 2011 Fund 066			
Water Construction	Replace service bodies on trucks 066-5-6001-71200	\$24,000	In progress – funds have been encumbered

Department	Description	Approved Budget	Status
Water Production	Non Ground bearing detachable neck lowboy trailer 066-5-6001-71200	\$63,744	Not ordered
Meter Readers	Vehicle for additional Meter Tech 066-5-6202-71100	\$27,161	Complete
Wastewater	17 th & Lee lift station repairs 066-5-7003-54300	\$16,011	Not started
FEMA Assistance Grant Fund 077			
Fire	Fire Engine 077-5-2200-71100	\$400,000	In progress – funds have been encumbered
Solid Waste Capital Projects Fund 087			
Sanitation	(50) 8 yd front end load dumpsters 087-5-1702-22000	\$44,900	In progress - \$28,850 has been encumbered
Landfill	5 spray head water system for water truck 087-5-1702-71200	\$11,270	Complete

VII. Estimated Fund Balances

The schedule below represents the estimated Fund Balance for each fund. For General Fund and Utility Fund, the City established a Fund Balance Policy in 2008 and amended it by Resolution 2011-54 on September 26, 2011. It dictates that the City will maintain a minimum unassigned fund balance in its General Fund and Utility Fund of 25% of the subsequent year's budgeted expenditures and outgoing transfers. Beginning Fund Balance numbers are unaudited. Once the audit is completed, estimated beginning fund balances will be reviewed to see if measures need to be taken to ensure that minimum requirements are being met.

General Funds

Fund	FY 16-17 Beginning Fund	Budgeted Revenues	Budgeted Transfers In	Budgeted Expenditures	Budgeted Transfers Out	FY 16-17 Ending Fund Balance
001	6,062,278.59	16,946,968.00	1,507,233.00	18,634,841.14	130,844.00	5,750,794.45
025	88,889.93	12,000.00	0.00	100,000.00	0.00	889.93
060	0.00	0.00	0.00	0.00	0.00	0.00
087	350,064.38	506,000.00	0.00	146,473.96	708,889.00	701.42
090	2,479,993.52	270,500.00	197,895.00	1,941,804.00	0.00	1,006,584.52
091	67,609.72	0.00	0.00	0.00	0.00	67,609.72
092	281,936.36	900,000.00	37,229.38	839,998.50	46,206.92	332,960.32
410	0.00	0.00	0.00	0.00	0.00	0.00
Totals	9,330,772.50	18,635,468.00	1,742,357.38	21,663,117.60	885,939.92	7,159,540.36

Capital Improvement Funds – General Fund

Fund	FY 16-17 Beginning Fund Balance	Budgeted Revenues	Budgeted Transfers In	Budgeted Expenditures	Budgeted Transfers Out	FY 16-17 Ending Fund Balance
033	6,502,287.80	4,800.00	674,206.92	7,161,257.52	0.00	20,037.20
034	136.88	0.00	0.00	0.00	0.00	136.88
039	4,929.57	0.00	0.00	4,928.16	0.00	1.41
065	2,151.40	0.00	0.00	0.00	0.00	2,151.40
067	71,664.46	0.00	0.00	0.00	39,229.38	32,435.08
Totals	6,581,170.11	4,800.00	674,206.92	7,166,185.68	39,229.38	54,761.97

Fund 033 – CO Series 2016
 Fund 039 – CO Series 2002-2002A
 Fund 067 – CO Series 2013

Fund 034 – CO Series 1998
 Fund 065 – CO Series 2011

Special Purpose Funds

Fund	FY 16-17 Beginning Fund Balance	Budgeted Revenues	Budgeted Transfers In	Budgeted Expenditures	Budgeted Transfers Out	FY 16-17 Ending Fund Balance
026	0.00	0.00	6,344.00	0.00	0.00	6,344.00
096	756,156.41	0.00	0.00	756,156.00	0.00	0.41
097	0.00	0.00	50,000.00	0.00	0.00	50,000.00
098	0.00	106,000.00	58,600.00	162,995.95	0.00	1,604.05
099	43,015.00	0.00	0.00	24,060.00	0.00	18,955.00
Totals	799,171.41	106,000.00	114,944.00	943,211.95	0.00	76,903.46

Fund 026 – Golf Course Capital Maint
 Fund 097 – Vehicle Replacement
 Fund 099 – Disaster Response Recovery

Fund 096 – Insurance Claim Recovery
 Fund 098 – Economic Development

Tourism Fund

Fund	FY 16-17 Beginning Fund Balance	Budgeted Revenues	Budgeted Transfers In	Budgeted Expenditures	Budgeted Transfers Out	FY 16-17 Ending Fund Balance
002	579,675.11	527,075.00	0.00	734,361.00	137,756.00	234,633.11
Totals	579,675.11	527,075.00	0.00	734,361.00	137,756.00	234,633.11

Even though this fund is not required to keep a specific minimum fund balance, there have been discussions to require some level of minimum fund balance. Currently, estimated ending fund balance is at 26.90%.

Enterprise – Utility Funds

Fund	FY 16-17 Beginning Fund Balance	Budgeted Revenues	Budgeted Transfers In	Budgeted Expenditures	Budgeted Transfers Out	FY 16-17 Ending Fund Balance
012	351,513.81	1,000.00	1,549,735.00	1,549,735.00	0.00	352,513.81
051	3,568,021.11	7,946,018.00	7,767.00	5,896,531.00	2,687,880.24	2,937,394.87
054	1,281,511.19	2,000.00	69,295.24	1,377,368.00	0.00	(24,561.57)
055	163,639.76	225,000.00	0.00	1,100.00	293,150.00	94,389.76
062	108,250.88	0.00	0.00	108,162.23	0.00	88.65
066	866,324.67	2,600.00	0.00	333,916.00	280,000.00	255,008.67
068	2,782,588.58	10,000.00	0.00	1,526,329.00	0.00	1,266,259.58
Totals	9,121,850.00	8,186,618.00	1,626,797.24	10,793,141.23	3,261,030.24	4,881,093.77

To verify the ending fund balance for Utility Fund 051, budgeted expenditures and transfers out for FY 16-17 are used:

- Budgeted Expenditures and Transfers Out for FY 16-17 are \$8,584,411.24 x 25% = required fund balance of \$2,146,103
- Based on what we know today, the estimated ending fund balance of \$2,937,395 for FY 16-17 has a surplus reserve of \$791,292
- Estimated Ending Fund Balance for FY 16-17 is 34.22%
(Estimated Ending Fund Balance/Budgeted Expenditures + Budgeted Transfers Out)

All approved budget amendments have been included in the above calculations.

Fund 012 – Debt Service

Fund 051 – Utility Fund

Fund 054 – Capital Projects

Fund 055 – Storm Water Drainage

Fund 062 – CO Series 2005

Fund 066 – CO Series 2011

Fund 068 – CO Series 2013

Internal Service Fund – Insurance

The City is self-funded for employee’s health insurance. The insurance fund receives all insurance contributions from the city, current employees and retirees and then pays claims and administrative costs of the health plan from the contributions. The city provides post-retirement medical insurance benefits on behalf of its eligible retirees. Once an employee retires, it pays 50% of their medical premiums until they reach age 65. In years past, the City was contributing additional reserves to shore up the fund balance. In FY 14-15, the City decided to start charging employees a small portion of the cost of health insurance. In FY 16-17, the City decided to add an additional contribution of \$100,000 and there were no increases to the employee costs.

Fund	FY 16-17 Beginning Fund Balance	Budgeted Revenues	Budgeted Transfers In	Budgeted Expenditures	Budgeted Transfers Out	FY 16-17 Ending Fund Balance
138	895,608.84	3,332,782.02	0.00	3,319,000.00	0.00	909,390.86
Totals	895,608.84	3,332,782.02	0.00	3,319,000.00	0.00	909,390.86

Grant Funds

Fund	FY 16-17 Beginning Fund Balance	Budgeted Revenues	Budgeted Transfers In	Budgeted Expenditures	Budgeted Transfers Out	FY 16-17 Ending Fund Balance
013	56.76	0.00	0.00	0.00	0.00	56.76
030	2,365.00	0.00	0.00	0.00	0.00	2,365.00
077	0.00	359,100.00	40,900.00	400,000.00	0.00	0.00
078	0.00	37,709.00	0.00	37,709.00	0.00	0.00
079	0.00	150,000.00	0.00	150,000.00	0.00	0.00
082	0.00	200,000.00	0.00	200,000.00	0.00	0.00
Totals	2,421.76	746,809.00	40,900.00	787,709.00	0.00	2,421.76

Fund 013 – Texas Historical
 Fund 077 – FEMA Assistance to Fire
 Fund 079 – TX Capital Main Street

Fund 030 – Red Ribbon Awareness
 Fund 078 – Texas Parks & Wildlife
 Fund 082 – TX CDBG