

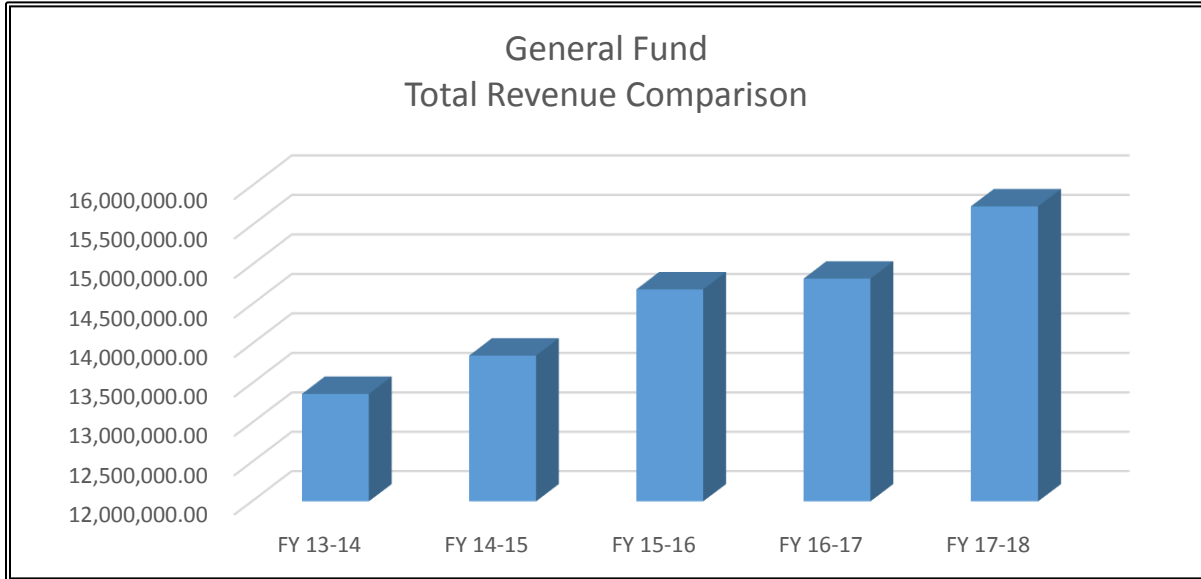


**FY 2017-2018**  
**QUARTERLY BUDGET**  
**REPORT**

**FOR QUARTER ENDED**  
**JUNE 30, 2018**

### THIRD QUARTER FY 2018 BUDGET REPORT

Through the third quarter of the fiscal year, a total of nineteen (19) payroll periods have occurred, which indicates that total expenditures for salaries and benefits should be at seventy-three percent (73%). Being nine months into the year, revenue and other expenditure items should be at approximately seventy-five percent (75%) of the FY 17-18 budget.



	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Adjusted Annual Budget	\$17,151,238.00	\$18,730,749.91	\$18,882,127.00	\$18,440,450.00	\$19,981,526.00
Actuals	\$13,366,773.94	\$13,851,601.14	\$14,689,864.95	\$14,825,389.77	\$15,739,652.90
Actuals vs Budget	77.93%	73.95%	77.80%	80.40%	78.77%

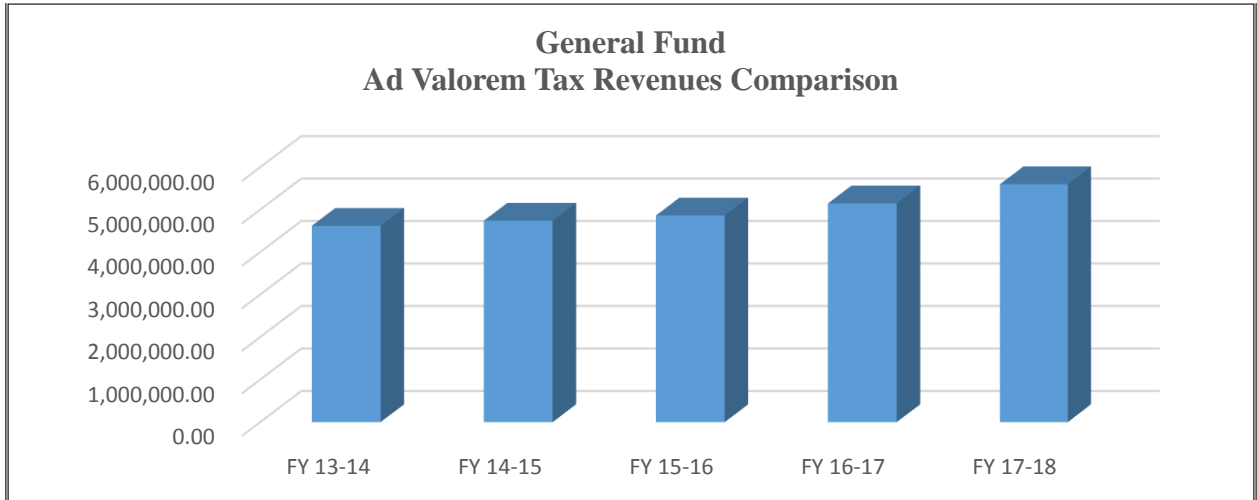
Total revenues for General Fund are trending better than expected at 78.77% in relation to current year projections and past year performances in relation to revenues received. The overall percentage is lower than last fiscal year due to an increased revenue budget of \$1.5 million.

## 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 31<sup>st</sup>.

Third quarter revenues are trending better than expected at 97.17% and better than prior years at this time.



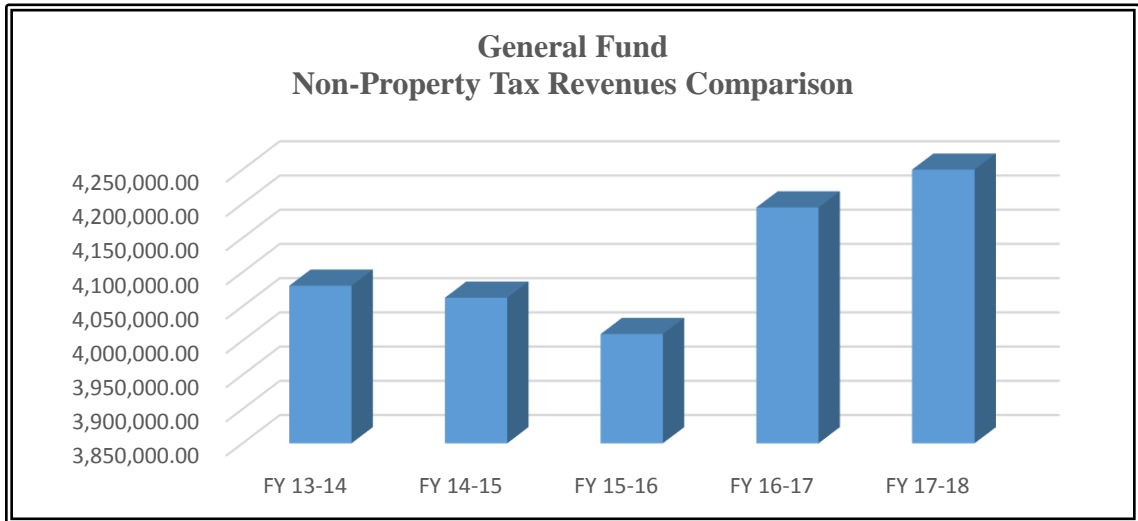
	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Adjusted Annual Budget	\$4,875,384.00	\$4,968,811.00	\$5,187,728.00	\$5,338,940.00	\$5,761,672.00
Actuals	\$4,619,856.13	\$4,739,994.82	\$4,861,524.98	\$5,146,271.38	\$5,598,645.23
Actuals vs Budget	94.76%	95.39%	93.71%	96.39%	97.17%

**B. Non-Property Taxes**

This category contains sales tax, mixed drink and franchise taxes. Only City sales taxes are received monthly while all other taxes are received on a quarterly or semi-annual basis.

The City of Kingsville received a one-time additional mixed beverage payment of \$8,451.06 due to collection efforts in FY 15-16.

Revenues in this category are trending slightly lower than expected at 74.53%. Revenues should be at \$4,276,500 which is \$26,702 less.

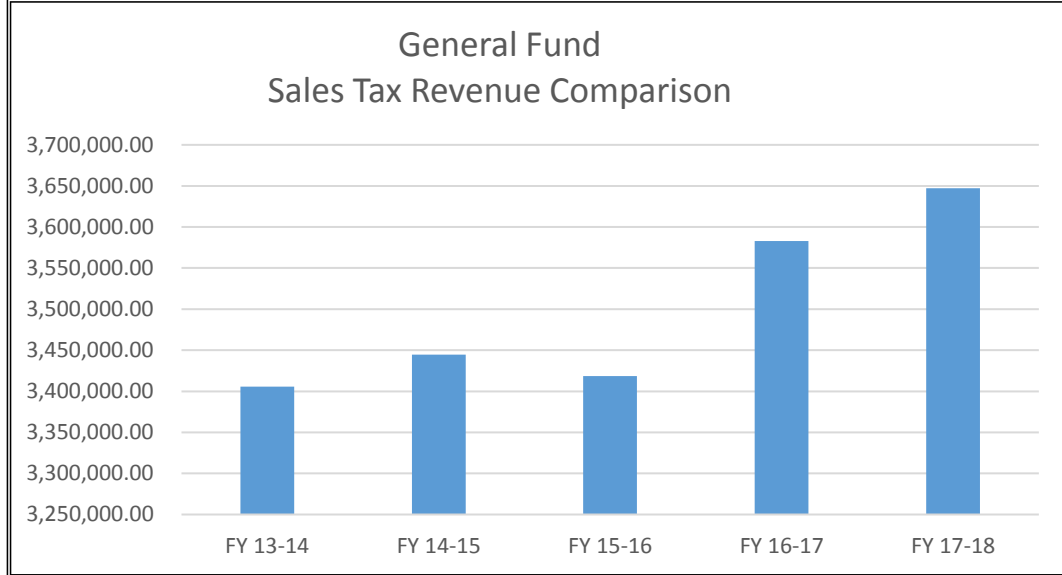


	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Adjusted Annual Budget	\$5,423,895.00	\$5,567,000.00	\$5,615,500.00	\$5,577,000.00	\$5,702,000.00
Actuals	\$4,080,234.24	\$4,062,711.15	\$4,009,602.48	\$4,194,503.27	\$4,249,798.47
Actuals vs Budget	75.23%	72.98%	71.40%	75.21%	74.53%

**C. Sales Tax**

City sales tax revenue is trending slightly higher than expected with the revenue percentage at 77.60% and higher than previous years at the end of the 3<sup>rd</sup> quarter.

Revenues presented are based on when received. During the last quarter of the fiscal year, sales taxes are adjusted to reflect when revenues are earned rather than when received for audit purposes.

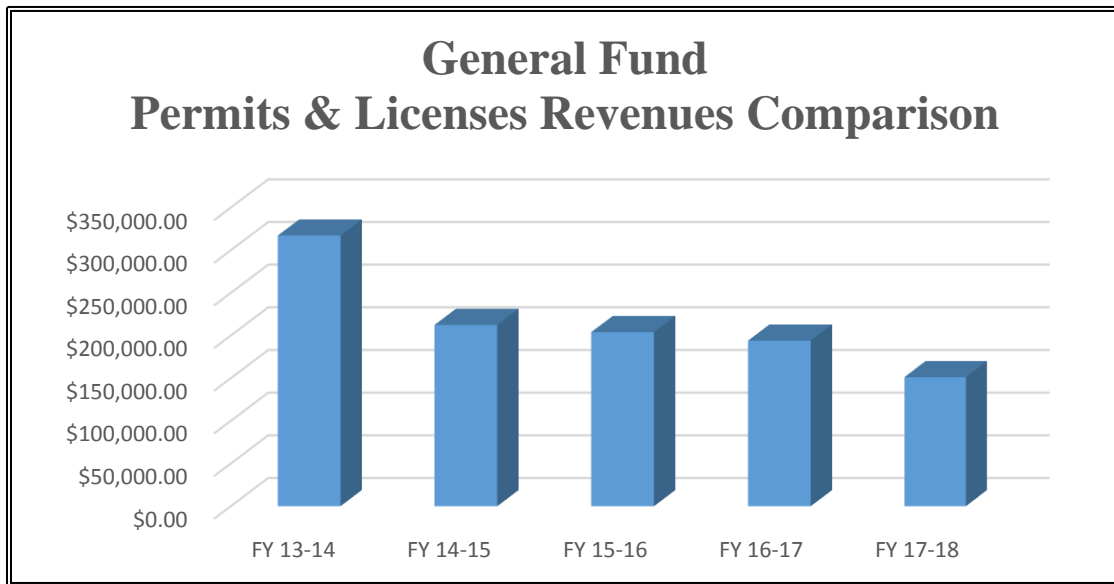


	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Adjusted Annual Budget	\$4,360,835.00	\$4,550,000.00	\$4,550,000.00	\$4,575,000.00	\$4,700,000.00
Actuals	\$3,405,622.34	\$3,444,551.34	\$3,418,541.42	\$3,582,879.72	\$3,647,104.55
Actuals vs Budget	78.10%	75.70%	75.13%	78.31%	77.60%

**D. Permits & Licenses**

This revenue category consists of all permits and licensing revenue generated by the Planning Department and Fire Prevention Permits and Private Ambulance Permits generated by the Fire Department. Revenues in this category are significantly lower than what was expected at 58.93% and in relation to prior years. Revenues should be at \$192,469 which is short about \$41,232. Almost every type of permit is under projection with plumbing permits down \$9,085, electrical permits down \$9,574, building permits down \$10,455, fire prevention permits down \$13,262, mechanical permits down \$5,677 and plan review permits down \$5,242. In looking at the same period from last year, this category is down \$42,824 from last fiscal year.

Due to past year’s performance, the budget was again reduced in FY 17-18 to \$256,625 versus the \$275,225 in FY 16-17. The budget for this category has been reduced each year for the last 4 fiscal years.

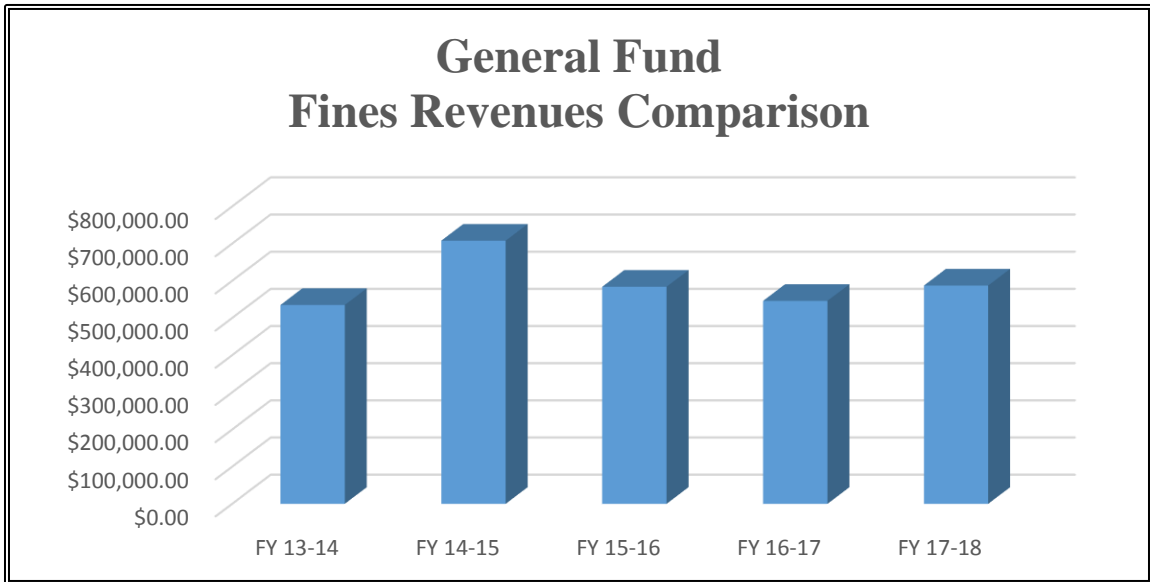


	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Adjusted Annual Budget	\$257,300.00	\$361,450.00	\$277,975.00	\$275,225.00	\$256,625.00
Actuals	\$317,218.34	\$212,521.87	\$204,060.51	\$194,061.39	\$151,237.44
Actuals vs Budget	123.29%	58.80%	73.41%	70.51%	58.93%

**E. Fines**

Municipal Court revenues are trending as expected at 77.22% and better than this time last FY.

Based on budget, revenues should be at \$570,375 which is right on track with actual receipts of \$587,375. Projections were met even with the renovation of the first floor.



	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Adjusted Annual Budget	\$743,231.00	\$735,500.00	\$960,200.00	\$835,000.00	\$760,500.00
Actuals	\$534,940.99	\$707,988.36	\$583,933.63	\$546,041.85	\$587,287.62
Actuals vs Budget	71.98%	96.26%	60.81%	65.39%	77.22%

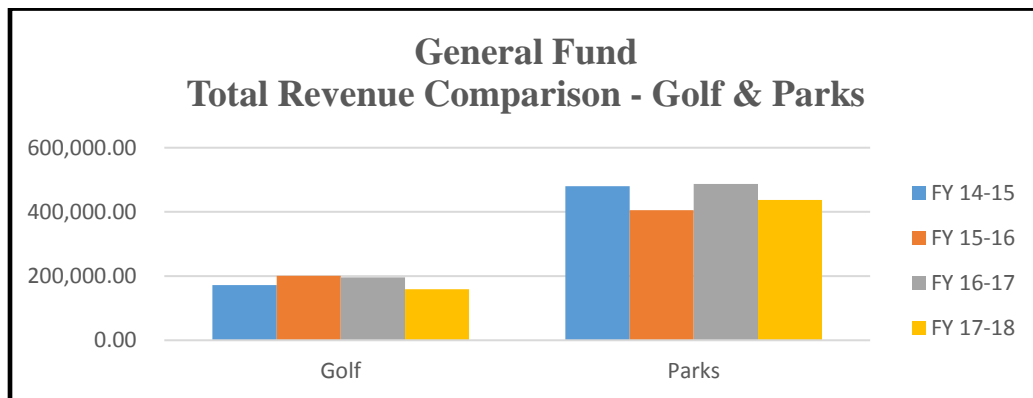
**F. General Service Fees**

This category contains the revenues for two 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 revenues represents 57.47% of the FY 17-18 budget versus 79.06% last year. Actual revenues decreased \$35,950 over the same period last FY.

In FY 16-17, the golf course started selling beer and wine. Alcohol revenues through the 3rd quarter are \$18,879 with other food and beverage sales at \$6,590. The golf course improvements have affected play as revenues are only 57.47%. Revenues for the 3<sup>rd</sup> quarter should be \$208,125 and are \$48,647 less than expected.

Parks and Recreation revenues are slightly lower than expected at 67.61%. Park revenues are seasonal and are expected to catch up once the summer months occur. Summer is 75% completed, and there is uncertainty if revenues will be able to catch up. The County contributes \$550,000 annually of which the City is transferring \$25,000 to the Tourism fund to help fund the JK Northway at the request of the County. The full amount of the County contribution will be reflected in the revenues as the reallocation will be reflected in the expenditures.

Contributions from the County were not up-to-date through the 3rd quarter date of June 30, 2018. However, the June payment was received the first week of July.



**Golf - Total Revenues**

	FY 12-13	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Adjusted Annual Budget	\$0.00	\$450,177.05	\$278,025.00	\$247,200.00	\$277,500.00
Actuals	\$0.00	\$172,272.53	\$201,056.15	\$195,427.71	\$159,478.21
Actuals vs Budget		38.27%	72.32%	79.06%	57.47%

Budgeted expenditures for the Golf Course for FY 17-18 are \$555,137.

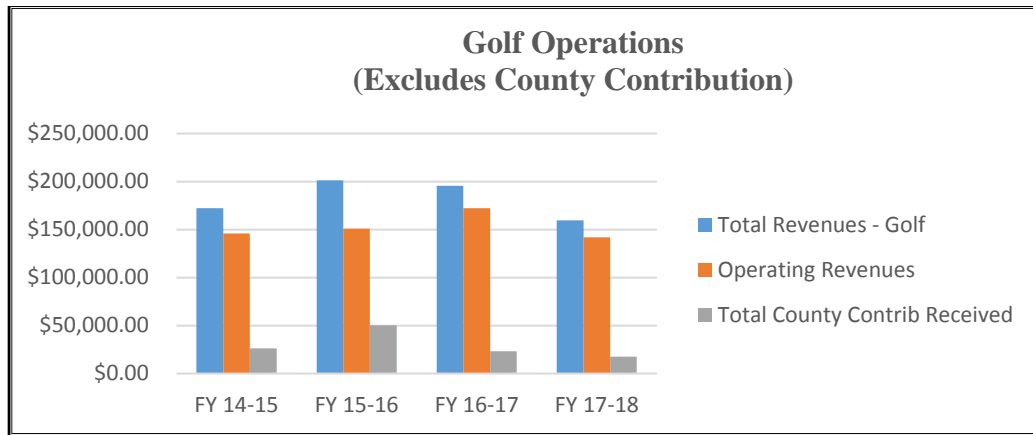
**Parks & Recreation - Total Revenues**

	FY 12-13	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Adjusted Annual Budget	\$0.00	\$675,351.66	\$650,680.00	\$610,890.00	\$646,150.00
Actuals	\$0.00	\$480,008.71	\$405,530.63	\$487,217.76	\$436,875.28
Actuals vs Budget		71.08%	62.32%	79.76%	67.61%

Budgeted expenditures for Park & Recreation for FY 17-18 are \$887,695.

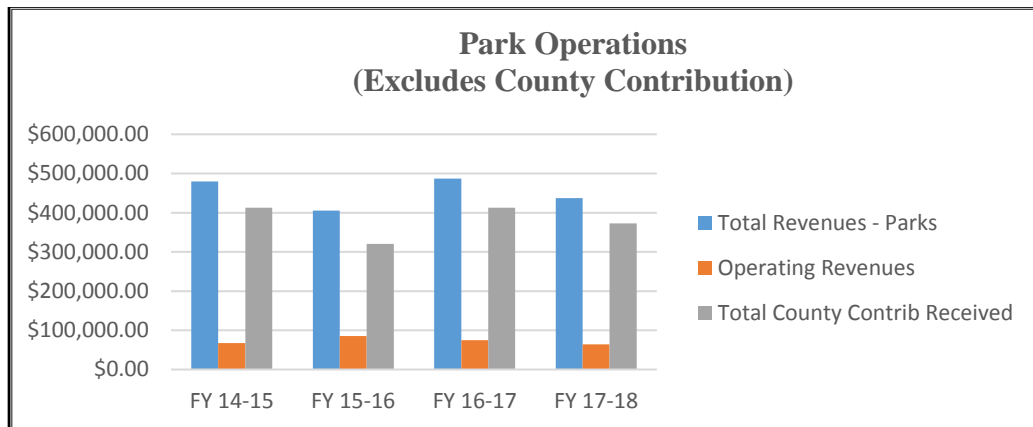


Operating revenues for the Golf and Parks are \$141,978 and \$64,375 respectively.



Operating Revenues:

	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Total Revenues - Golf	\$172,272.53	\$201,056.15	\$195,427.71	\$159,478.21
Operating Revenues	\$146,022.50	\$150,849.11	\$172,094.35	\$141,978.19
Total County Contrib Received	\$26,250.03	\$50,207.04	\$23,333.36	\$17,500.00

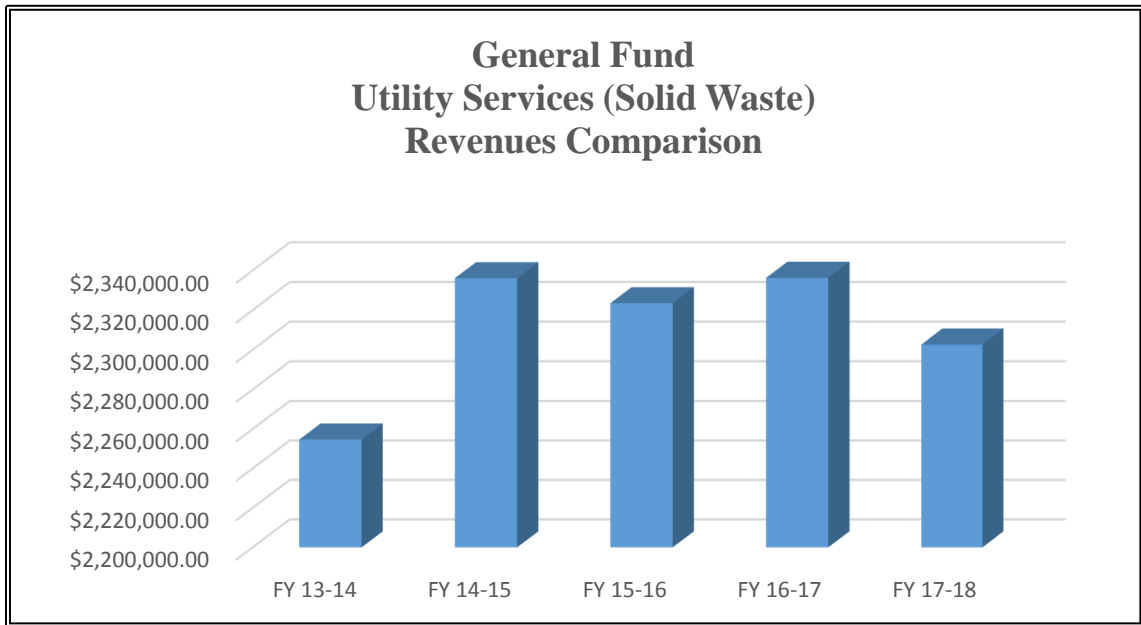


Operating Revenues:

	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Total Revenues - Parks	\$480,008.71	\$405,530.63	\$487,217.76	\$436,875.28
Operating Revenues	\$67,308.74	\$85,147.32	\$74,717.79	\$64,375.30
Total County Contrib Received	\$412,699.97	\$320,383.31	\$412,499.97	\$372,499.98

**G. Solid Waste**

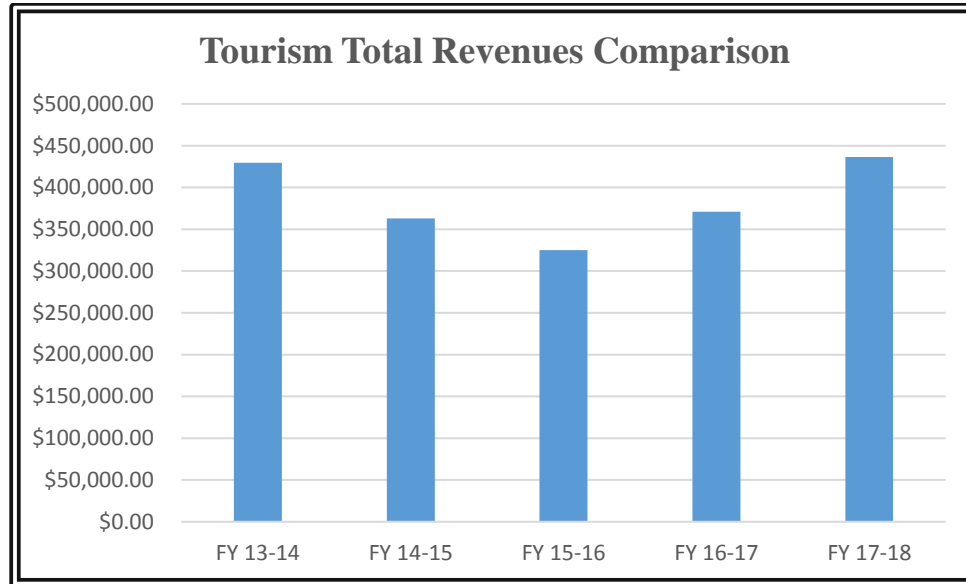
In General Fund, this revenue category includes landfill and garbage fees. Revenues for this fiscal year are trending slightly less than expected at 71.83%. Revenues are short \$101,505 and should be \$2,404,125.



	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Adjusted Annual Budget	\$3,079,761.00	\$3,185,700.00	\$3,284,900.00	\$3,284,700.00	\$3,205,500.00
Actuals	\$2,254,672.59	\$2,336,072.94	\$2,323,501.70	\$2,336,264.00	\$2,302,619.89
Actuals vs Budget	73.21%	73.33%	70.73%	71.13%	71.83%

## Tourism Fund Revenues

The main revenue for the Tourism Fund are Hotel Occupancy Taxes collected by the hotels from overnight hotel guests. Revenues received for FY 17-18 are trending higher than expected at 78.70%, but higher than last fiscal year by \$65,467. Part of the \$65,467 increase in revenue is the \$25,000 contribution from General Fund, of which \$18,750 of the transfer was received through June 30, 2018. The graph below includes all revenue sources for the Tourism Fund which includes the JK Northway.



### Tourism

	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Adjusted Annual Budget	\$500,720.00	\$575,100.00	\$502,300.00	\$527,075.00	\$554,780.00
Actuals	\$429,395.80	\$362,831.30	\$325,068.82	\$371,145.88	\$436,612.66
Actuals vs Budget	85.76%	63.09%	64.72%	70.42%	78.70%

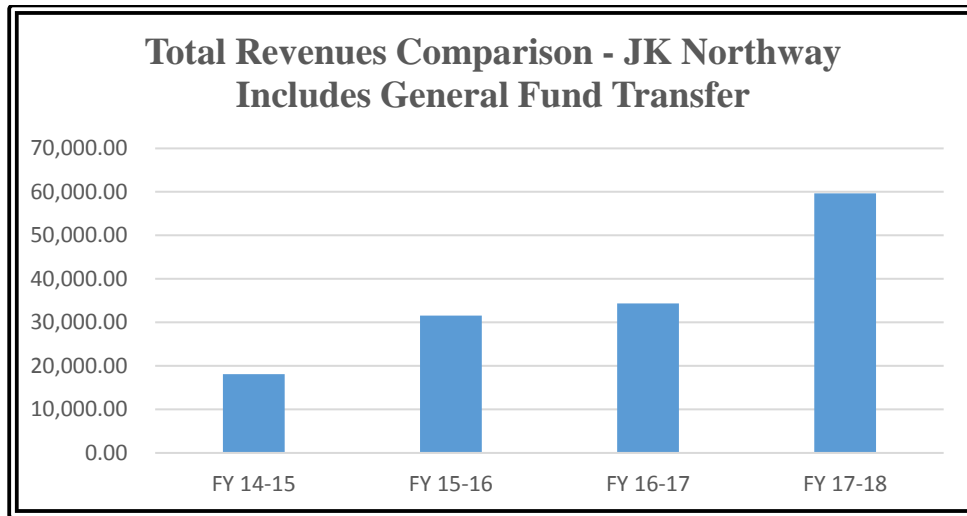
### Without the General Fund Transfer

The FY 17-18 budget has been adjusted by \$25,000 which is the budgeted transfer and the actuals have been adjusted by \$18,750, the amount of the transfer received through June 30, 2018.

### Tourism - Without Transfer

	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Adjusted Annual Budget	\$500,720.00	\$575,100.00	\$502,300.00	\$527,075.00	\$529,780.00
Actuals	\$429,395.80	\$362,831.30	\$325,068.82	\$371,145.88	\$417,862.66
Actuals vs Budget	85.76%	63.09%	64.72%	70.42%	78.87%

The JK Northway was moved from the Parks Division to the Tourism Fund in FY 16-17. In FY 17-18, the City is transferring \$25,000 from the County's Park contribution to offset expenditures for the JK Northway. Revenues are higher than expected at 97.21%.



**JK Northway**

	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Adjusted Annual Budget	\$0.00	\$38,475.00	\$36,375.00	\$61,375.00
Actuals	\$18,098.16	\$31,531.20	\$34,370.75	\$59,662.22
Actuals vs Budget	0.00%	81.95%	94.49%	97.21%

**Without the General Fund Transfer**

The budget has been adjusted by \$25,000 which is the budgeted transfer and the actuals have been adjusted by \$18,750, the amount of the transfer received through June 30, 2018.

**JK Northway - without the Transfer**

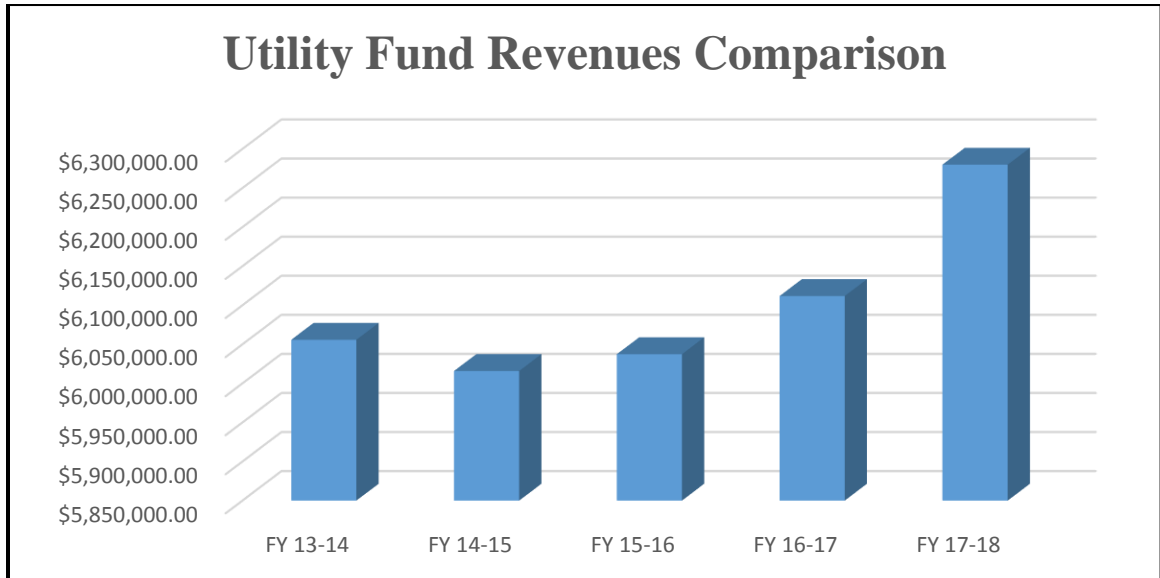
	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Adjusted Annual Budget	\$0.00	\$38,475.00	\$36,375.00	\$36,375.00
Actuals	\$18,098.16	\$31,531.20	\$34,370.75	\$40,912.22
Actuals vs Budget	0.00%	81.95%	94.49%	112.47%

Budgeted expenditures for JK Northway for FY 17-18 are \$169,155.65.

Personnel Services	40,096.00
Supplies	6,885.44
Services	107,494.65
Repairs	1,750.00
Maintenance	12,490.00
Capital Outlay	439.56
	<u>169,155.65</u>

## Utility Fund Revenues

Revenues from this fund come mainly from water and sewer sales for both residential and commercial customers. Revenues are up \$168,103 over last FY at this time and trending better than expected at 78.27%.

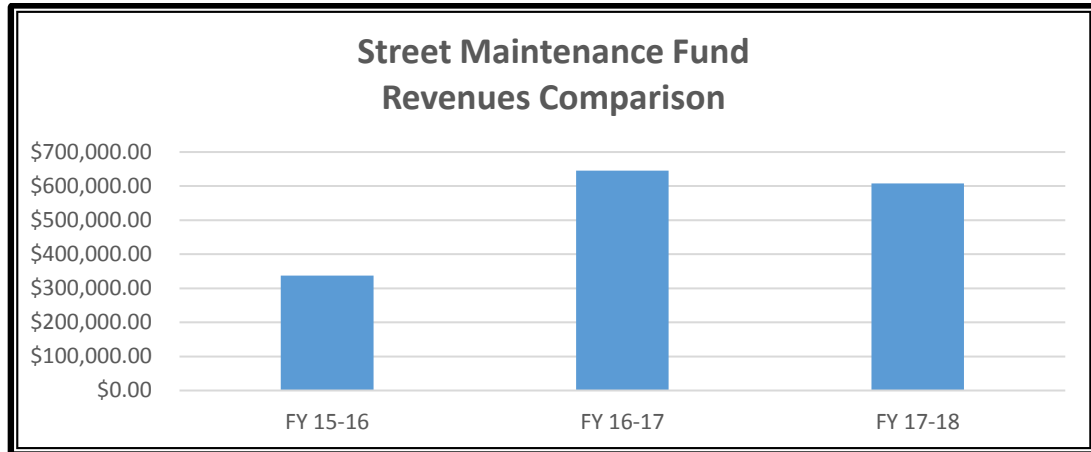


	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18
Adjusted Annual Budget	\$8,589,372.00	\$8,496,990.00	\$8,570,884.00	\$7,953,785.00	\$8,023,321.00
Actuals	\$6,055,793.60	\$6,015,876.98	\$6,037,356.04	\$6,111,797.10	\$6,279,900.45
Actuals vs Budget	70.50%	70.80%	70.44%	76.84%	78.27%

## II. Street Maintenance Fund

Revenues for this new fund are generated by the street maintenance fee that began January 2016, with the first billings sent out in February. Residents are assessed \$5.00 per month and Non-Residential customers are assessed a fee based on square foot of their space multiplied by a discounted trip generator multiplied by \$5.00 a month. Once the calculation is done, there are several different tiers with a \$150.00 per month cap.

Last fiscal year, there was a \$37,229 transfer from Fund 067 to close out the fund, that did not occur in this fiscal year which indicates why the budget and revenues decreased from last fiscal year. Revenues should be \$609,000 and are trending slightly below at \$607,910 which is 74.87%.



	FY 15-16	FY 16-17	FY 17-18
Adjusted Annual Budget	\$536,000.00	\$937,229.38	\$812,000.00
Actuals	\$337,606.87	\$645,693.99	\$607,909.77
Actuals vs Budget	62.99%	68.89%	74.87%

### Last Five Years Total Amount Expended For Street Maintenance FY 17-18 Is Based On Budget

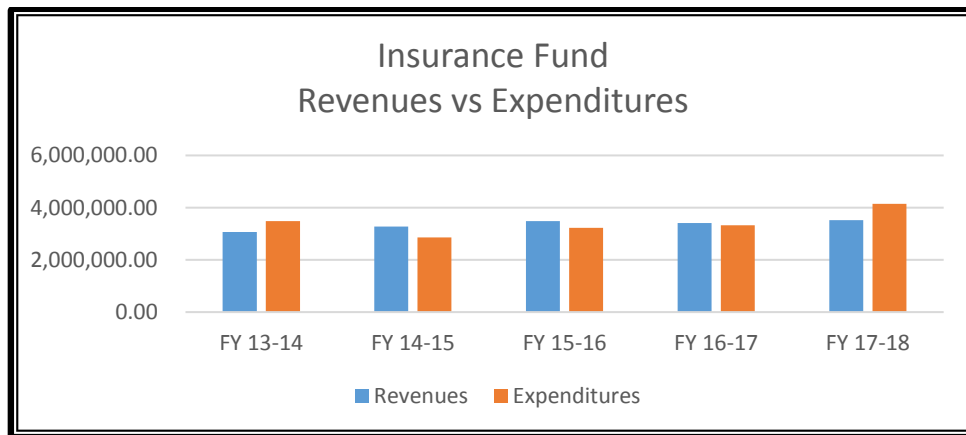
Fund	Actuals FY 13-14	Actuals FY 14-15	Actuals FY 15-16	Actuals FY 16-17	Budgeted FY 17-18
Fund 001-General Fund	\$43,861.04	\$22,440.82	\$88,122.02	\$13,048.65	\$65,000.00
Fund 033-CO Series 2016	0.00	0.00	0.00	85,026.25	708,152.00
Fund 065-CO Series 2011	924,152.53	205,228.00	92,459.35	0.00	0.00
Fund 067-CO Series 2013	3,400.00	611,935.11	295,532.45	0.00	0.00
Fund 068-CO Series 2013	0.00	0.00	0.00	0.00	0.00
Fund 071-FEMA Assistance	0.00	0.00	19,850.69	0.00	0.00
Fund 087-SW Capital Projects	0.00	0.00	0.00	26,539.08	50,000.00
Fund 091-GF Capital Projects	300,000.00	0.00	0.00	0.00	0.00
Fund 092-Street Maintenance	0.00	0.00	301,435.59	449,584.18	880,745.00
<b>Total Street Budget</b>	<b>\$1,271,413.57</b>	<b>\$839,603.93</b>	<b>\$797,400.10</b>	<b>\$574,198.16</b>	<b>\$1,703,897.00</b>

### III. Insurance Fund

The City is self-funded for health care and revenues for this fund come from employer and employee contributions through payroll deductions and individual payments from retirees and those on COBRA. During the budget process, determinations are made to decide if the City needs to make additional contributions based on fund balance projections. In FY 17-18, the city chose not to budget additional contributions due to the estimated ending fund balance, even though the fund is estimated to end up with a yearly budgeted deficit of \$600,000. Discussions are taking place to determine how to close the gap of continuing deficits and whether changes need to be made to plan design, health care provider and or employee contributions. In FY 17-18, the City absorbed an 8.6% increase in contributions and decided not to pass on this additional cost to employees resulting in an additional cost to the city of \$238,000.

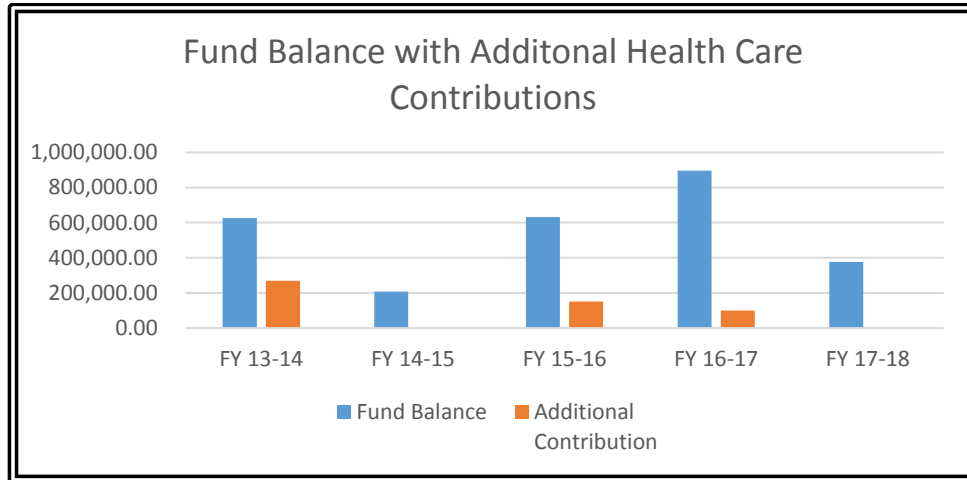
Revenues are set by the City through employee and employer contributions, so the health of the fund depends on keeping claims at levels which can be supported by current contributions. For FY 17-18, claims and premiums were estimated and budgeted at \$4,142,026. Expenditures for the 3rd quarter are trending slightly above estimates at \$3,260,753 or 78.72% of budget. We should be at \$3,106,520 which indicates we are running \$154,233 above budget. To offset this overage, our revenues are running above estimates at 85.91% or \$384,840 over revenue projections. Contributions alone are running at 68.38%.

The chart below compares the revenues to the expenditures with the exception of FY 17-18 which compares the budgeted revenues to the budgeted expenditures.



Fiscal Year	Revenues	Expenditures
FY 13-14	0.00	3,485,061.56
FY 14-15	3,143,909.00	2,855,051.26
FY 15-16	3,167,148.00	3,222,108.82
FY 16-17	3,332,782.02	3,319,020.00
FY 17-18	3,526,496.00	4,142,026.00

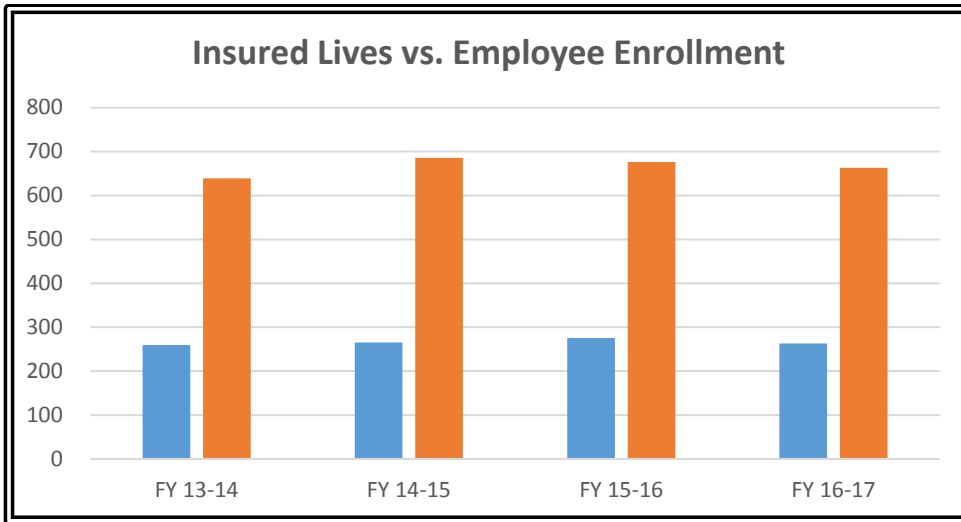
The following chart depicts the audited fund balance for FY 16-17. Even though we ended up with a healthy fund balance at the end of FY 16-17 due to stop loss reimbursements of \$660,000, we do not budget for these reimbursements due to the uncertainty of these payments. As of June 30, 2018, we have received \$617,122 in stop loss reimbursements, so our ending funding balance for FY 17-18 should be better than projected.



Fiscal Year	Fund Balance	Additional Contribution
FY 13-14	625,745.00	268,632.00
FY 14-15	207,187.00	0.00
FY 15-16	632,000.00	150,000.00
FY 16-17	1,168,510.00	100,000.00
FY 17-18	552,980.00	0.00



The following chart depicts the number of lives insured compared to the average monthly enrollment for employees.



Fiscal Year	Average Employee Monthly Enrollment	Average Enrolled Lives
FY 13-14	259	639
FY 14-15	265	686
FY 15-16	275	676
FY 16-17	263	663
FY 17-18	277	683

### Stop Loss Reimbursements

Stop loss reimbursements are received for claims that have gone over our maximum stop loss threshold. These revenues are not budgeted as there is uncertainty in receiving these reimbursements and how much they would be if we were to receive these reimbursements. Below is a history of how much stop loss reimbursements we have received.

Fiscal Year	Stop Loss Revenues
FY 13-14	101,243.00
FY 14-15	106,550.00
FY 15-16	97,889.00
FY 16-17	660,967.00
FY 17-18	545,412.00

#### IV. Overall Revenues

Overall, revenues for FY 17-18 from all sources are better than expected at 81.32%.

##### Overall Revenues - All Sources Quarter Ended June 30, 2018

Fund	Fund Name	Budget	Revenues	Percentage
001	General Fund	\$19,981,526.00	\$15,739,652.90	78.77%
002	Tourism Fund	554,780.00	436,612.66	78.70%
005	PD State Seizure Fund	15,000.00	924,088.44	6160.59%
009	Lan Enf Off Stand-Police	0.00	4,407.89	0.00%
011	GO Debt Service	1,295,675.00	1,253,610.52	96.75%
012	UF Debt Service	1,550,585.00	1,168,445.40	75.36%
016	PD Stonegarden Grant	0.00	51,385.64	0.00%
017	PD Borderstar Grant	75,000.00	35,866.86	47.82%
019	PD Jag Grant	50,000.00	9,000.00	18.00%
025	Building Security Fund	10,000.00	7,891.49	78.91%
026	Golf Course Capital Maint	8,115.00	3,018.37	37.19%
027	EMS	0.00	0.00	0.00%
028	PD Federal Seizure Fund	15.00	76.50	510.00%
030	Red Ribbon Drug Aware	0.00	0.00	0.00%
031	Muni Court Technology Fund	13,000.00	10,528.79	80.99%
033	CO Series 2016-GF	54,050.00	39,857.43	73.74%
039	CO Series 2002-GF	0.00	62.46	0.00%
051	Utility Fund	8,023,321.00	6,279,900.45	78.27%
054	UF Capital Projects	477,580.00	361,805.61	75.76%
055	Stormwater Drainage	405,000.00	221,546.28	54.70%
062	CO Series 2005-UF	0.00	614.44	0.00%
065	CO Series 2011-GF	0.00	0.00	0.00%
066	CO Series 2011-UF	2,600.00	2,037.70	78.37%
067	CO Series 2013-GF Streets	0.00	118.03	0.00%
068	CO Series 2013-Drainage	10,000.00	1,517.85	15.18%
077	FEMA FF Assistance	0.00	9,800.33	0.00%
078	TX Parks & Wildlife Grant	0.00	0.00	0.00%
079	TX Capital Main St Grant	0.00	0.00	0.00%
082	TX CDBG Grant	42,587.00	0.00	0.00%
083	Criminal Justice Division	42,930.00	0.00	0.00%
084	DEEAG Grant Fund	179,520.00	17,952.00	10.00%
085	CLG Grant	0.00	0.00	0.00%
087	Solid Waste Capital Projects	1,138,256.00	1,024,199.38	89.98%
090	Landfill Closure	368,109.23	278,010.01	75.52%
091	GF Capital Projects	0.00	44.52	0.00%
092	Street Fund	812,000.00	607,909.77	74.87%
093	Park Maintenance Fund	0.00	0.00	0.00%
097	Vehicle Replacement	40,000.00	20,000.00	50.00%
098	Economic Development	156,000.00	37,500.00	24.04%
138	Self Insurance	3,526,496.00	3,029,711.95	85.91%
601	FEMA Event Harvey	0.00	0.00	0.00%
	Revenue Fund Totals	\$38,832,145.23	\$31,577,173.67	81.32%

## V. Overall Expenditures

Overall expenditures are on target for FY 17-18 at 63.43% which is less than 75% maximum spending for the end of the third quarter.

### Overall Expenditures - All Sources Quarter Ended June 30, 2018

Fund	Fund Name	Budget	Expenditures	Percentage
001	General Fund	\$20,704,602.00	\$13,960,851.18	67.43%
002	Tourism Fund	789,715.00	511,478.70	64.77%
005	PD State Seizure Fund	507,777.11	265,073.65	52.20%
009	Lan Enf Off Stand-Police	0.00	910.00	0.00%
011	GO Debt Service	1,514,965.00	608,245.00	40.15%
012	UF Debt Service	1,550,335.00	197,667.50	12.75%
016	Stonegarden	0.00	96,069.09	0.00%
017	Borderstar Grant	75,000.00	86,247.54	115.00%
019	PD Jag Grant	50,000.00	45,052.80	90.11%
025	Building Security Fund	100,000.00	74,480.49	74.48%
026	Golf Course Capital Maint	0.00	0.00	0.00%
027	EMS	0.00	151.94	0.00%
028	PD Federal Seizure Fund	30,000.00	15,000.00	50.00%
030	Red Ribbon Drug Aware	2,365.02	0.00	0.00%
031	Muni Court Technology Fund	18,000.00	9,267.16	51.48%
033	CO Series 2016-GF	4,188,041.28	2,059,511.68	49.18%
039	CO Series 2002-GF	0.00	0.00	0.00%
051	Utility Fund	8,795,821.10	6,249,994.62	71.06%
054	UF Capital Projects	1,475,523.12	772,807.29	52.38%
055	Stormwater Drainage	390,420.00	291,990.00	74.79%
062	CO Series 2005-UF	0.00	0.00	0.00%
065	CO Series 2011-GF	0.00	0.00	0.00%
066	CO Series 2011-UF	95,580.00	94,480.62	98.85%
067	CO Series 2013-GF Streets	27,000.00	26,377.00	0.00%
068	CO Series 2013-Drainage	996,739.00	223,590.79	22.43%
077	FEMA FF Assistance	0.00	0.00	0.00%
078	TX Parks & Wildlife Grant	0.00	12,715.84	0.00%
079	TX Capital Main St Grant	3,588.21	4,450.00	124.02%
082	TX CDBG Grant	42,587.00	39,500.00	92.75%
083	Criminal Justice Division	42,930.00	0.00	0.00%
084	DEEAG Grant Fund	179,520.00	0.00	0.00%
085	CLG Grant	0.00	23,939.09	0.00%
087	Solid Waste Capital Projects	1,081,086.25	856,589.80	79.23%
090	Landfill Closure	67,357.00	58,049.53	86.18%
091	GF Capital Projects	0.00	0.00	0.00%
092	Street Fund	880,745.00	403,075.32	45.77%
093	Park Maintenance Fund	80,248.16	48,506.66	0.00%
096	Insurance Claim Recovery	234,792.59	197,851.21	84.27%
098	Economic Development	165,313.29	97,233.07	58.82%
138	Self Insurance	4,142,026.00	3,260,752.63	78.72%
601	FEMA Event Harvey	0.00	959.86	0.00%
	<b>Expenditure Fund Totals</b>	<b>\$48,232,077.13</b>	<b>\$30,592,870.06</b>	<b>63.43%</b>

**VI. Revenue Budget Amendments**

<b>REVENUE BUDGET AMENDMENTS</b>		
	Revenues:	
	Original Budget	38,181,788.23
	Current Budget	38,832,145.23
	Budget Amendment	650,357.00
<b>Ord No.</b>	<b>Amendment Description</b>	<b>Amount</b>
<b><u>General Fund - 001</u></b>		
2018-04	Donation-Dog Park	7,000.00
2018-11	Donation-Recreational Programs	25.00
2018-16	Donation-Dog Park-Rotary	2,500.00
2018-22	Donation-Parks Flair Dept	30.00
2018-28	Donation-Summer Programs	13,850.00
2018-23	Donation-KFD	500.00
2017-65	Kingsville Area Federal CU Donation	500.00
2017-64	Vishal Bhagat Memorial Donation	25,000.00
2017-61	Texas Got Talent Program Donation	1,000.00
2017-58	Donation for Ranch Hand Festival	900.00
2017-57	Child Safety Fund Revenues	360.00
	Total General Fund 001	51,665.00
<b><u>Tourism Fund - 002</u></b>		
2017-59	Donation for Ranch Hand Festival	25.00
2017-47	Donation from Union Pacific	4,000.00
	Total Tourism Fund 002	4,025.00
<b><u>PD JAG Grant Fund 019</u></b>		
2018-05	Grant for Dispatch Consoles	50,000.00
	Total PD JAG Grant Fund 019	50,000.00
<b><u>CO Series 2016 Fund - 033</u></b>		
2017-52	Transfer In for Genie Boom Lift	29,050.00
	Total CO Series 2016 Fund 033	29,050.00
<b><u>Utility Fund - 051</u></b>		
2018-30	Transfer In From GF for CC Disc Fees	35,000.00
	Total Utility Fund 051	35,000.00
<b><u>UF Capital Projects Fund - 054</u></b>		
2017-66	Municipal Building Reno	215,580.00
	Total UF Capital Projects Fund 054	215,580.00
<b><u>TXCDBG Grant Fund - 082</u></b>		
2017-51	Rollover Projects From FY 16-17	42,587.00
	Total TXCDBG Grant Fund 082	42,587.00
<b><u>Criminal Justice Division Fund - 083</u></b>		
2018-06	Body Armor Grant	42,930.00
	Total Criminal Justice Division Fund 083	42,930.00
<b><u>DEAAG Grant Fund - 084</u></b>		
2018-08	Grant - Land Purchase	179,520.00
	Total DEAAG Grant Fund 084	179,520.00
	Total Revenue Budget Amendments	650,357.00

**VII. Expenditure Budget Amendments**

<b>EXPENDITURES BUDGET AMENDMENTS</b>		
	Expenditures:	
	Original Budget	45,995,448.29
	Current Budget	48,230,327.03
	Budget Amendment	2,234,878.74
<b>Ord No.</b>	<b>Amendment Description</b>	<b>Amount</b>
<b><u>General Fund - 001</u></b>		
2017-57	Traffic Safety Vests	360.00
2017-58	Donation-Ranch Hand Festival	900.00
2017-60	Planning-Personnel Vacancy	10,000.00
2017-61	Donation-Texas Got Talent	1,000.00
2017-64	Donation-Dog Park	25,000.00
2017-65	Donation-Medical Supplies	500.00
2018-02	Fire Truck Aerial Apparatus Repair	20,000.00
2018-04	Donation-Dog Park	7,000.00
2018-05	Grant-Dispatch Consoles Match	18,000.00
2018-07	Engineering Services - Landfill	40,000.00
2018-08	Grant-Land Purchase March	35,904.00
2018-10	Fire OT NAS Wings Over So Texas	1,330.00
2018-11	Donation-Recreational Programs	25.00
2018-12	NAS Wings Over So Texas Sponsor	1,500.00
2018-16	Donation-Dog Park	2,500.00
2018-22	Donation-Parks Department -Flair Dept	30.00
2018-23	Donation-KFD	500.00
2018-28	Donation-Parks Summer Programs	13,850.00
	<b>Total General Fund 001</b>	<b>178,399.00</b>
<b><u>Tourism Fund - 002</u></b>		
2017-59	Donation for Ranch Hand Festival	25.00
2018-12	NAS Wings Over So Texas Sponsor	1,500.00
2017-47	Donation from Union Pacific	4,000.00
	<b>Total Tourism Fund 002</b>	<b>5,525.00</b>
<b><u>PD State Seizure Fund - 005</u></b>		
2017-51	Roll Over Projects	8,485.36
	<b>Total PD State Seizure Fund 005</b>	<b>8,485.36</b>

**Expenditure Budget Amendments continued**

<b><u>PD JAG Grant Fund 019</u></b>		
2018-05	Grant for Dispatch Consoles	50,000.00
	Total PD JAG Grant Fund 019	50,000.00
<b><u>Red Ribbon Awareness Fund - 030</u></b>		
2018-17	Promotional Items-Red Ribbon Items	2,365.02
		2,365.02
<b><u>CO Series 2016 Fund - 033</u></b>		
2017-51	Roll-Over Projects	827,114.28
2017-52	Transfer In for Genie Boom Lift	29,050.00
	Total CO Series 2016 Fund 033	856,164.28
<b><u>Utility Fund - 051</u></b>		
2018-21	WW Professional Services	25,000.00
2018-15	Sewer Line Repair	33,333.00
2018-30	Transfer In From GF for CC Disc Fees	35,000.00
	Total Utility Fund 051	93,333.00
<b><u>UF Capital Projects Fund - 054</u></b>		
2017-51	Roll Over Projects	41,699.12
2017-66	Municipal Building Reno	215,580.00
	Total UF Capital Projects Fund 054	257,279.12
<b><u>CO 2013 - GF Street Projects Fund - 067</u></b>		
2018-27	Survey Equipment	27,000.00
	Total CO 2013 Fund 067	27,000.00
<b><u>CO 2013 - Drainage Fund - 068</u></b>		
2017-51	Roll Over Project	100,000.00
	Total CO 2013 Fund 068	100,000.00
<b><u>Texas Capital Fund - 079</u></b>		
2017-51	Roll Over Project	3,588.21
	Total Texas Capital Fund 079	3,588.21

**Expenditures Budget Amendments continued**

<b><u>TXCDBG Grant Fund - 082</u></b>		
2017-51	Rollover Projects From FY 16-17	42,587.00
	Total TXCDBG Grant Fund 082	<u>42,587.00</u>
<b><u>Criminal Justice Division Fund - 083</u></b>		
2018-06	Body Armor Grant	42,930.00
	Total Criminal Justice Division Fund 083	<u>42,930.00</u>
<b><u>DEAAG Grant Fund - 084</u></b>		
2018-08	Grant - Land Purchase	179,520.00
	Total DEAAG Grant Fund 084	<u>179,520.00</u>
<b><u>Landfill Closure Fund - 090</u></b>		
2017-51	Rollover Projects From FY 16-17	62,662.00
	Total Landfill Closure Fund 090	<u>62,662.00</u>
<b><u>Parks Maintenance Fund - 093</u></b>		
2017-51	Rollover Projects From FY 16-17	80,248.16
	Total Parks Maintenance Fund 093	<u>80,248.16</u>
<b><u>Insurance Claim Recovery Fund - 096</u></b>		
2017-66	Municipal Building Renovation	120,000.00
2018-01	JK Canopy	97,261.92
2017-51	Rollover Projects From FY 16-17	17,530.67
	Total Insurance Claim Recovery Fund 096	<u>234,792.59</u>
<b><u>Economic Development Fund - 098</u></b>		
2018-29	EDC Strategic Plan	10,000.00
	Total Economic Development Fund 098	<u>10,000.00</u>
	Total Expenditures Budget Amendments	<u>2,234,878.74</u>

## VIII. 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 third quarter, June 30, 2018, delinquent property taxes were \$668,000. There is a corresponding allowance for uncollectible accounts in the amount of \$272,084 leaving an anticipated collection of \$395,916. Both the receivable and the allowance is adjusted during the year end process. 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 June 30, 2018, the receivable was \$3,982,706. There is a corresponding \$3,890,743 allowance for uncollectible accounts leaving an anticipated collection amount of \$91,963. We have contracted with a company to provide collection services.
- Sanitation Service – this is for garbage sales for both residential and commercial accounts. As of June 30, 2018, this receivable was \$480,653. There is a corresponding allowance for uncollectible accounts in the amount of \$350,087 leaving an anticipated collection amount of \$130,566. The allowance account is adjusted during year end process. These accounts have been sent to the collection services company.

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. Linebarger is used for collection services. As of June 30, 2018, the following balances existed:

- Demolition Liens \$192,923
- Paving Liens \$1,318
- Abatement of Noxious Matter \$189,410
- Weed Liens \$463,906
- Water Accounts – this is for water service for both residential and commercial customers. As of June 30, 2018, this receivable was \$693,347.
- Sewer Accounts – this is for sewer service for both residential and commercial customers. As of June 30, 2018, this receivable was \$381,228. There is a corresponding allowance for uncollectible accounts of \$603,791 for both water and sewer accounts receivable leaving an anticipated collection of \$470,784. The new collection services company will be used for these receivables.

Southwest Recovery is the new collection agency for Ambulance and Utility Accounts. Through June 30, 2018, they collected \$16,176.99 on EMS accounts for the following periods:

- August 1, 2017 – September 30, 2017 \$6,497.94
- October 1, 2017 – February 14, 2018 \$9,514.34
- February 15, 2018 – June 30, 2018 \$164.71



For Utility Accounts, they collected \$7,104.85 through June 30, 2018, 2018 for the following periods:

- August 1, 2017 – September 30, 2017 \$2,072.16
- October 1, 2017 – February 14, 2018 \$2,050.00
- February 15, 2018 – June 30, 2018 \$2,982.69

**IX. Budgeted Capital Outlay Status**

<b>Department</b>	<b>Description</b>	<b>Approved Budget</b>	<b>Status</b>
<b>General Fund 001</b>			
City Commission	Restoration & Preservation of Minutes 001-5-1000-31400	\$22,000	Completed
Facilities Management	Scag Mower 001-5-1020-71200	\$5,780	Split Funded with Tourism – completed
Street	Lease payment – Street Sweeper 001-5-3050-64200	\$57,297	Completed
<b>Tourism Fund 002</b>			
Tourism	Scag Mower 002-5-6900-80001	\$5,780	Split Funded with General Fund – completed
Tourism	Genie Power Lift Funds were pooled with other departments and a lift was purchased for all departments to share usage.	\$9,350	Completed
<b>Utility Fund 051</b>			
Wastewater	Submersible pump 051-5-7003-54300	\$12,000	Completed
Water Construction	Backhoe Loader 051-5-6001-71200	\$60,000	Completed
Water Production	Ground storage tanks 051-5-6002-71200	\$130,000	Moving to next yr
Wastewater	Skid Loader 051-5-7001-71200	\$43,782	Completed
Sewer Construction	Cedar fence for lift station 051-5-7003-59100	\$36,620	Completed
Sewer Construction	Pump for lift station 051-5-7003-54300	\$61,616	Not able to purchase due to on-going maintenance issues. If still

<b>Department</b>	<b>Description</b>	<b>Approved Budget</b>	<b>Status</b>
			needed, a budget amendment will have to be submitted.
<b>Utility Fund Capital Projects 054</b>			
Water Meters	Water Meter Reading Equipment 054-5-6202-22800	\$22,775	Completed
<b>CO Series 2011 Fund 066</b>			
Sewer Construction	Pro Sewer & Storm Line Camera 066-5-7003-71200	\$78,500	Completed
Sewer Construction	Aluminum Safety Shoring Box 066-5-7003-71200	\$7,745	Completed
Sewer Construction	Low profile dump trailer 066-5-7003-71200	\$7,370	Completed
<b>Solid Waste Capital Projects Fund 087</b>			
Sanitation	Garbage Trucks Lease Payment (2) residential & (1) commercial 087-5-1702-64200	\$96,777	Completed
Landfill	Water Truck Tank 087-5-1703-71200	\$11,000	Completed
<b>Street Maintenance Fund 092</b>			
Street	Water Truck Tank and Spray Bar System 092-5-3050-71200	\$18,745	Completed

**X. Interdepartmental Transfers**

Resolution 2016-62 allows transfers between departments in the same fund without Commission approval if those transfers do not increase a department's appropriation by more than 10%. Interdepartmental transfers above 10% must be documented and provided to Commissioners on a quarterly basis through the Quarterly Budget Report. There are currently no transfers that meet this requirement.

**XI. Intradepartmental Transfers**

Resolution 2016-62 allows intradepartmental transfers between account codes within a department but requires transfers greater than \$5,000 to be documented and provided to Commissions on a quarterly basis through the Quarterly Budget Report. The following transfers meet this threshold:

**Transfers Greater Than \$5,000 - For 3rd Quarter Only**

BA #	Explanation	Transfer From		Transfer To	
		Account	Amount	Account	Amount
General Fund 001					
2146	Cover Increase Health Ins & Communications Shortage	Salaries 1010-11100	(\$7,347.60)	Group Health 1010-11600	\$7,804.00
		Retirement 1010-11400	(\$654.95)	Communicat 1010-31100	\$969.00
		Prof Svc 1010-31400	(\$770.45)		
2181	Cover Utilities negative	UT-Cottage 1020-32304	(\$10,000.00)	UT-City Hall	\$10,000.00
2188	Cover Ranch Hand Festival Expenses	Elections 1030-2188	(\$5,298.00)	Special Events 1030-31441	\$5,298.00
2164	Cover shortages due to truck repair	Veh Maint 1702-41100	(\$17,000.00)	OT 1702-11200	\$14,000.00
				OT 1703-11200	\$3,000.00
2101	Cover cost of engineering services	State Fees 1703-32100	(\$8,000.00)	Prof Svcs 1703-31400	\$8,000.00
2216	Cover Cost of 5 tire trailers	Veh Maint 1703-41100	(\$5,750.00)	Prof Svcs 1703-31400	\$5,750.00
2175	Satellite Upgrade	Jail Contract 2102-34000	(\$17,145.00)	Computers 2101-22600	\$17,145.00
2119	Cover promotions-EE's moved to different division	Salaries 2104-11100	(\$52,832.00)	Salaries 2102-11100	\$76,191.00
		Salaries 2105-11100	(\$26,216.00)	Longevity 2102-11300	\$2,186.00
		Longevity 2104-11300	(\$1,774.00)	FICA 2102-11500	\$794.00
		Longevity 2105-11300	(\$387.00)	Education 2102-11900	\$692.00
		FICA 2105-11500	(\$1,348.00)	Certification 2102-12200	\$3,612.00
		Education 2105-11900	(\$138.00)		
		Certification 2105-12200	(\$780.00)		

**Transfers Greater Than \$5,000 continued:**

**Transfers Greater Than \$5,000 - For 3rd Quarter Only**

BA #	Explanation	Transfer From		Transfer To	
		Account	Amount	Account	Amount
General Fund 001					
2152	Cover amount entered for EA	Salaries 2200-11100	(\$59,000.00)	OT 2200-11200	\$59,000.00
2219	Adjust EA amount	OT 2200-11200	(\$23,328.00)	Salaries 2200-11100	\$23,328.00
2142	Unexpected medical supply needs & equip main	Uniforms 2200-21200	(\$6,707.00)	Medical Sup 2200-22400	\$6,037.00
				Equip Maint 2200-41400	\$670.00
2152	Cover amt entered for EA	Utilities 2200-32300	(\$6,479.00)	Gas & Oil 2200-21500	\$5,033.00
		Training 2200-31600	(\$876.29)	Uniforms 2200-21200	\$1,441.25
				Postage 2200-31300	\$100.00
				Printing 2200-31500	\$481.04
				Laundry 2200-32400	\$300.00
2085	Fire Academy for new hires	Supplies 2200-21100	(\$3,000.00)	Training 2200-31600	\$8,000.00
		Chemicals 2200-21400	(\$2,000.00)		
		Minor Equip 2200-21700	(\$2,000.00)		
		Prof Svcs 2200-31400	(\$1,000.00)		
2168	Medic Unit Repairs	Uniforms 2200-21200	(\$2,000.00)	Vehicle Maint 2200-41100	\$9,000.00
		Minor Equip 2200-21700	(\$2,000.00)		
		Prof Svcs 2200-31400	(\$1,500.00)		
		Membership 2200-31700	(\$500.00)		
		Equip Maint 2200-41400	(\$3,000.00)		

**Transfers greater than \$5,000 continued:**

**Transfers Greater Than \$5,000 - For 3rd Quarter Only**

BA #	Explanation	Transfer From		Transfer To	
		Account	Amount	Account	Amount
General Fund 001					
2089	Irrigation System & Security Cameras	Uniforms 2200-21200	(\$25,000.00)	Minor Equip 2200-21700	\$25,000.00
2107	Cover Vehicle Repairs	Salaries 3050-11100	(\$20,000.00)	Vehicle Maint 3050-41100	\$20,000.00
2180	Cover utilities through EOY	Salaries 3050-11100	(\$25,000.00)	Utilities 3050-32300	\$25,000.00
2075	Sweeper & Slope mower repairs	Drainage 3050-53100	(\$17,000.00)	Vehicle Maint 3050-41100	\$17,000.00
2123	Cover amt entered in EAs	Salaries 4501-11100	(\$6,000.00)	OT 4501-11200	\$6,000.00
2136	Cover amt entered in EAs	Salaries 4501-11100	(\$36,277.61)	Salaries 4513-11100	\$35,861.00
				Spec Events 4513-31441	\$416.61
2155	Cover amt entered in EA's	Salaries 4501-11100	(\$11,937.39)	Alcohol COGS 4502-23500	\$9,000.00
		Retirement 4501-11400	(\$5,699.00)	OT 4502-11200	\$8,965.52
		FICA 4501-11500	(\$4,439.00)	Aggregates 4502-21181	\$3,000.00
				Minor Equip 4502-21700	\$1,108.87
2172	Cover negative line items	Chemicals 4502-21400	(\$4,000.00)	Fertilizer 4502-21404	\$5,500.00
		Weed Cont 4502-21402	(\$1,500.00)		
2176	Reclass Expenditures to capital expenditures	Grounds 4502-59100	(\$18,961.73)	Building 4502-71300	\$18,961.73

**Transfers Greater Than \$5,000 continued:**

**Transfers Greater Than \$5,000 - For 3rd Quarter Only**

BA #	Explanation	Transfer From		Transfer To	
		Account	Amount	Account	Amount
General Fund 001					
2124	Reallocate operating lease expenditures	Oper Lease 4502-64100	(\$23,887.00)	Cap Lease-Pr 4502-64200	\$19,730.00
				Cap Lease-Int 4502-64201	\$4,157.00
2105	Cover negative line items	Minor Equip 4503-21700	(\$6,000.00)	Supplies 4503-21100	\$7,000.00
		5K Event 4513-31495	(\$1,000.00)		
2129	Cover negative line items	Salaries 4501-11100	(\$4,136.00)	Salaries 4512-11100	\$8,467.00
		OT 4512-11200	(\$900.00)	FICA 4512-11500	\$302.00
		Retirement 4512-11400	(\$2,601.00)	Life Insur 4512-12300	\$16.00
		Work Comp 4512-11700	(\$1,148.00)		

**Transfers Greater Than \$5,000 continued:**

**Transfers Greater Than \$5,000 - For 3rd Quarter Only**

BA #	Explanation	Transfer From		Transfer To	
		Account	Amount	Account	Amount
<b><u>Tourism Fund 002</u></b>					
2079	Cover negative line items	Prof Svcs 1076-31400	(\$11,000.00)	Advertising 1071-34001	\$15,035.00
		Supplies 1076-21100	(\$1,675.00)		
		Bldg Maint 1076-51100	(\$1,500.00)		
		Op Lease 1071-64100	(\$860.00)		
<b><u>PD Seizure Fund 005</u></b>					
2097	Scanner repairs	Subscriptions 2100-33100	(\$5,060.00)	Equip Maint 2100-41400	\$5,060.00
<b><u>PD Grant Border Star LBSP Fund 017</u></b>					
2126	Cover negative line items	OT 2100-11201	(\$8,462.89)	Retirement 2100-11400	\$4,562.35
				FICA 2100-11500	\$3,910.54
<b><u>Fund 033 - CO Series 2016</u></b>					
2191	Sandbag Machine	PW Roof 3000-71200	(\$8,923.38)	Mach/Equip 3000-71312	\$8,923.58
2170	Reclass Kiddie Pool Project to a capital project	Kiddie Pool 4503-59118	(\$183,907.00)	Kiddie Pool 4503-71319	\$183,907.00
<b><u>Fund 051 - Utility Fund</u></b>					
2137	Cover negative line items	Salaries 6201-11100	(\$8,564.00)	Printing 6201-31500	\$7,250.00
				Prof Svcs Aud 6201-31470	\$505.18
				Prof Svcs SWR 6201-31475	\$1,000.00
				Op Lease 6201-64100	\$756.00
2100	Cover negative line items	Various Div Prof Svc-Aud	(\$14,044.66)	CC Disc Fees 6201-34200	\$14,044.66

**Transfers Greater Than \$5,000 continued:**

**Transfers Greater Than \$5,000 - For 3rd Quarter Only**

BA #	Explanation	Transfer From		Transfer To	
		Account	Amount	Account	Amount
<b>Utility Fund 051</b>					
2141	Cover negative line items	Salaries 7003-11100	(\$6,547.13)	OT 7003-11200	\$3,500.00
				Gas & Oil 7003-21500	\$3,047.23
2174	Cover negative line items	Utilities 7001-32300	(\$5,000.00)	Prof Svcs 7003-31400	\$10,000.00
		Utilities 7003-32300	(\$5,000.00)		
2177	Reclass expenditures to capital expenditures	Grounds 7003-59100	(\$24,400.00)	Building 7003-71300	\$24,400.00



**XII. Estimated Fund Balances**

The schedule below represents the estimated Fund Balance for each fund. Now that the audit is complete, the Beginning Fund Balance is based on audited numbers. Current year fund balance is based on the beginning fund balance plus budgeted revenues, transfers in and revenue budget amendments, less budgeted expenditures, transfers out and expenditures budget amendments. If actual revenues and expenditures differ from what was budgeted, there would be either a positive or negative change to the estimated ending fund balance.

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. On September 25, 2017, the Commission amended the policy by Resolution 2017-67 that would allow both the General Fund and Utility Fund to be dropped to 20% for a special capital project or capital purchase. If either fund balance would drop to the 20% level, there would be a five-year period to bring the fund balance back up to the 25% level.

**Governmental Funds**

<b>Fund</b>	<b>FY 17-18 Beginning Fund Balance</b>	<b>Budgeted Revenues</b>	<b>Budgeted Transfers In</b>	<b>Budgeted Expenditures</b>	<b>Budgeted Transfers Out</b>	<b>FY 17-18 Ending Fund Balance</b>
<b>001</b>	<b>6,528,198.23</b>	<b>18,366,717.00</b>	<b>1,614,809.00</b>	<b>20,488,883.00</b>	<b>215,719.00</b>	<b>5,805,122.23</b>
025	90,159.98	10,000.00	0.00	10,000.00	90,000.00	159.98
026	7,991.41	0.00	8,115.00	0.00	0.00	16,106.41
087	92,364.35	1,138,256.00	0.00	918,233.02	162,853.23	149,534.10
090	1,056,297.10	270,500.00	97,609.23	67,357.00	0.00	1,357,049.33
091	3,544.46	0.00	0.00	0.00	0.00	3,544.46
092	658,348.47	812,000.00	0.00	880,745.00	0.00	589,603.47
093	80,248.16	0.00	0.00	80,248.16	0.00	0.00
096	234,792.59	0.00	0.00	114,792.59	120,000.00	0.00
097	50,000.00	0.00	40,000.00	0.00	0.00	90,000.00
098	73,103.60	106,000.00	50,000.00	165,313.29	0.00	63,790.31
<b>Totals</b>	<b>8,875,048.35</b>	<b>20,703,473.00</b>	<b>1,810,533.23</b>	<b>22,725,572.06</b>	<b>588,572.23</b>	<b>8,074,910.29</b>

To verify the ending fund balance for General Fund 001, actual expenditures, and actual transfers out for FY 16-17 are used:

- Budgeted Expenditures and Transfers Out for FY 17-18 are \$20,704,602 less the capital lease recordation of \$911,043 = \$19,793,559
- Minimum required fund balance = actual total expenditures of \$19,793,559 x 25% = \$4,948,390
- The estimated ending fund balance of \$5,805,122 for FY 17-18 has a surplus reserve of \$856,732
- Estimated Ending Fund Balance for FY 17-18 is 28.038% (ending fund balance \$5,805,122/budgeted expenditures and transfers out less capital lease recordation of \$911,043)

The above numbers include all budget amendments that have been approved for the first quarter of FY 17-18.

Fund 001 – General Fund	Fund 025 – Building Security Fund
Fund 026 – Golf Course Capital Maint	Fund 087 – Solid Waste Capital Projects
Fund 090 – Landfill Closure Fund	Fund 091 – General Fund Capital Projects
Fund 092 – Street Fund	Fund 093 – Park Maintenance Fund
Fund 096 – Insurance Claim Recovery	Fund 097 – Vehicle Replacement
Fund 098 – Economic Development	Fund 099 – Disaster Response Recovery

**Capital Improvement Funds – General Fund**

Fund	FY 17-18 Beginning Fund Balance	Budgeted Revenues	Budgeted Transfers In	Budgeted Expenditures	Budgeted Transfers Out	FY 17-18 Ending Fund Balance
033	3,965,767.46	25,000.00	29,050.00	4,017,600.48	0.00	2,216.98
039	4,980.68	0.00	0.00	0.00	0.00	4,980.68
065	2,288.28	0.00	0.00	0.00	0.00	2,288.28
067	34,531.53	0.00	0.00	27,000.00	0.00	7,531.53
<b>Totals</b>	<b>4,007,567.95</b>	<b>25,000.00</b>	<b>29,050.00</b>	<b>4,044,600.48</b>	<b>0.00</b>	<b>17,017.47</b>

Budgeted expenditures for Fund 033 have been adjusted by \$170,440 due to beginning project balance adjustments

Fund 033 – CO Series 2016	Fund 039 – CO Series 2002-2002A
Fund 065 – CO Series 2011	Fund 067 – CO Series 2013

**Police Forfeiture Funds**

Fund	FY 17-18 Beginning Fund Balance	Budgeted Revenues	Budgeted Transfers In	Budgeted Expenditures	Budgeted Transfers Out	FY 17-18 Ending Fund Balance
005	1,251,537.45	15,000.00	0.00	507,777.11	0.00	758,760.34
028	172,837.71	15.00	0.00	30,000.00	0.00	142,852.71
031	32,546.47	13,000.00	0.00	18,000.00	0.00	27,546.47
<b>Totals</b>	<b>1,456,921.63</b>	<b>28,015.00</b>	<b>0.00</b>	<b>555,777.11</b>	<b>0.00</b>	<b>929,159.52</b>

Fund 005 – State Forfeiture	Fund 028 – Federal Forfeiture
Fund 031 – Municipal Court Technology	

### Debt Service – General Fund

Fund	FY 17-18 Beginning Fund Balance	Budgeted Revenues	Budgeted Transfers In	Budgeted Expenditures	Budgeted Transfers Out	FY 17-18 Ending Fund Balance
011	757,325.14	1,295,675.00	0.00	1,514,965.00	0.00	538,035.14
<b>Totals</b>	<b>757,325.14</b>	<b>1,295,675.00</b>	<b>0.00</b>	<b>1,514,965.00</b>	<b>0.00</b>	<b>538,035.14</b>

### Tourism Fund

Fund	FY 17-18 Beginning Fund Balance	Budgeted Revenues	Budgeted Transfers In	Budgeted Expenditures	Budgeted Transfers Out	FY 17-18 Ending Fund Balance
002	405,535.47	529,780.00	25,000.00	655,499.00	134,216.00	170,600.47
<b>Totals</b>	<b>405,535.47</b>	<b>529,780.00</b>	<b>25,000.00</b>	<b>655,499.00</b>	<b>134,216.00</b>	<b>170,600.47</b>

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 21.6028%. To keep the same 25%, the required fund balance would need to be \$197,429 based on budgeted expenditures and transfers out.

### Enterprise – Utility Funds

Fund	FY 17-18 Beginning Fund Balance	Budgeted Revenues	Budgeted Transfers In	Budgeted Expenditures	Budgeted Transfers Out	FY 17-18 Ending Fund Balance
012	227,570.98	1,000.00	1,549,585.00	1,550,335.00	0.00	227,820.98
<b>051</b>	<b>3,782,034.12</b>	<b>8,015,800.00</b>	<b>7,521.00</b>	<b>5,955,006.00</b>	<b>2,839,065.00</b>	<b>3,011,284.12</b>
054	979,611.65	2,000.00	475,580.00	1,455,523.12	0.00	1,668.53
055	97,667.79	405,000.00	0.00	1,100.00	389,320.00	112,247.79
062	48,847.14	0.00	0.00	0.00	0.00	48,847.14
066	386,724.51	2,600.00	0.00	95,580.00	0.00	293,744.51
068	2,353,588.77	10,000.00	0.00	996,739.00	0.00	1,366,849.77
<b>Totals</b>	<b>7,876,044.96</b>	<b>8,436,400.00</b>	<b>2,032,686.00</b>	<b>10,054,283.12</b>	<b>3,228,385.00</b>	<b>5,062,462.84</b>

Budgeted expenditures for Fund 054 have been adjusted by \$20,000 due to beginning project balance adjustments.

To verify the ending fund balance for Utility Fund 051, budgeted expenditures and transfers out for FY 17-18 are used:

- Actual Expenditures and Transfers Out for FY 17-18 are \$8,794,071
- Minimum required fund balance = actual total expenditures of \$8,794,071 x 20% = \$1,758,814. The Utility Fund balance was dropped from 25% to 20% this Fiscal Year.
- The estimated ending fund balance of \$3,011,284 for FY 17-18 has a surplus reserve of \$1,252,470
- Estimated Ending Fund Balance for FY 17-18 is 34.2422%

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

Fund 012 – Debt Service  
 Fund 054 – Capital Projects  
 Fund 062 – CO Series 2005  
 Fund 068 – CO Series 2013

Fund 051 – Utility Fund  
 Fund 055 – Storm Water Drainage  
 Fund 066 – CO Series 2011

**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. There was no additional contribution budgeted in FY 17-18. In FY 14-15, the City decided to start charging employees a small portion of the cost of health insurance and employee costs have not increased since. In FY 17-18, the City absorbed the 8.6% increase in premium costs which totaled approximately \$230 thousand in additional costs.

Fund	FY 17-18 Beginning Fund Balance	Budgeted Revenues	Budgeted Transfers In	Budgeted Expenditures	Budgeted Transfers Out	FY 17-18 Ending Fund Balance
138	1,168,510.38	3,526,496.00	0.00	4,142,026.00	0.00	552,980.38
<b>Totals</b>	<b>1,168,510.38</b>	<b>3,526,496.00</b>	<b>0.00</b>	<b>4,142,026.00</b>	<b>0.00</b>	<b>552,980.38</b>

**Grant Funds**

Fund	FY 17-18 Beginning Fund Balance	Budgeted Revenues	Budgeted Transfers In	Budgeted Expenditures	Budgeted Transfers Out	FY 17-18 Ending Fund Balance
013	56.76	0.00	0.00	0.00	0.00	56.76
017	0.00	75,000.00	0.00	75,000.00	0.00	0.00
019	0.00	32,000.00	18,000.00	50,000.00	0.00	0.00
030	2,365.02	0.00	0.00	2,365.02	0.00	0.00
071	0.00	0.00	0.00	0.00	0.00	0.00
078	3,598.89	0.00	0.00	0.00	0.00	3,598.89
079	3,056.51	0.00	0.00	3,588.21	0.00	(531.70)
082	60,000.00	42,587.00	0.00	42,587.00	0.00	60,000.00
083	0.00	42,930.00	0.00	42,930.00	0.00	0.00
084	0.00	143,616.00	35,904.00	179,520.00	0.00	0.00
<b>Totals</b>	<b>69,077.18</b>	<b>336,133.00</b>	<b>53,904.00</b>	<b>395,990.23</b>	<b>0.00</b>	<b>63,123.95</b>

For Fund 079 – Texas Capital Main Street Grant, there is a reimbursement request of \$5,312.50 that has not been submitted which will cover the negative fund balance once payment is received.

Fund 013 - Texas Historical  
Fund 019 – PD Jag Grant  
Fund 071 – FEMA  
Fund 079 – TX Capital Main Street  
Fund 083 – Criminal Justice Division

Fund 017 – PD Borderstar  
Fund 030 – Red Ribbon Awareness  
Fund 078 – Texas Parks & Wildlife  
Fund 082 – Texas CDBG Grant  
Fund 084 – DEAAG Grant