

Financial Performance Report  
For 12-Months Ending 9-30-2012

City Council Meeting  
November 20, 2012



# Financial Performance Report For 12-Months Ending 9-30-2012

## Presentation Overview

- Background Information
- Presentation Covers Operating Funds:
  - General Fund
  - Utility Fund
- Fund Balances
- Debt Position
- Investments



## Financial Performance Report For 12-Months Ending 9-30-2012

### Background Information

- Report Period: October 1, 2011 to September 30, 2012
- Unaudited Financial Information
- 29 Separate Accounting Funds Being Utilized
- A “Fund” is defined as a separate fiscal and accounting entity with a set of accounts (ledger) established to account for specific program activities including revenue and associated expenditures. For example, General Fund, Utility Fund CIP Fund, Grant Fund, etc.
- Fund Summary Budget Status Reports Provided



## Financial Performance Highlights For 12-Months Ending 9-30-2012

### ALL FUNDS SUMMARY - CITYWIDE

|                                    | 3-Month Period<br>At 12-31-2011* | 6-Month Period<br>At 3-31-2012* | 9-Month Period<br>At 6-30-2012* | 12-Month Period<br>At 9-30-2012* |
|------------------------------------|----------------------------------|---------------------------------|---------------------------------|----------------------------------|
| Beginning Balance                  | \$ 21,179,447                    | \$ 21,179,447                   | \$ 21,179,447                   | \$ 21,179,447                    |
| Total Revenue & Transfers-In       | \$ 7,399,774                     | \$ 16,787,871                   | \$ 24,144,557                   | \$ 30,851,106                    |
| Total Expenditures & Transfers-Out | \$ 6,801,633                     | \$ 15,941,625                   | \$ 21,529,847                   | \$ 30,324,084                    |
| Sources In Excess of Uses          | \$ 598,141                       | \$ 846,246                      | \$ 2,614,709                    | \$ 527,022                       |
| Ending Balance                     | \$ 21,777,588                    | \$ 22,025,693                   | \$ 23,794,157                   | \$ 21,706,468                    |

\*Unaudited Financial Information for FY 2011-12



## Financial Performance Highlights For 12-Months Ending 9-30-2012

### GENERAL FUND

|                                    | FY 2009-10<br>At 9-30-2010 | FY 2010-11<br>At 9-30-2011 | FY 2011-12<br>Approved Budget | Year to Date<br>w/Encumbrance* |
|------------------------------------|----------------------------|----------------------------|-------------------------------|--------------------------------|
| ~Beginning Balance                 | \$ 3,185,580               | \$ 2,413,465               | \$ 3,247,759                  | \$ 3,247,759                   |
| Total Revenue & Transfers-In       | \$ 10,890,282              | \$ 12,553,216              | \$ 12,485,163                 | \$ 13,357,258                  |
| Total Expenditures & Transfers-Out | \$ 11,662,397              | \$ 11,724,578              | \$ 12,674,999**               | \$ 11,821,262                  |
| Ending Balance                     | \$ 2,413,465               | \$ 3,247,759               | \$ 3,057,923                  | \$ 4,783,755                   |

Notes: \*Unaudited Financial Information for FY 2011-12

\*\*Includes Encumbrances Rolled-Over from Prior Year

~Community Development and Recreation Fund Activities Merged With General Fund



## Financial Performance Highlights For 12-Months Ending 9-30-2012

### GENERAL FUND

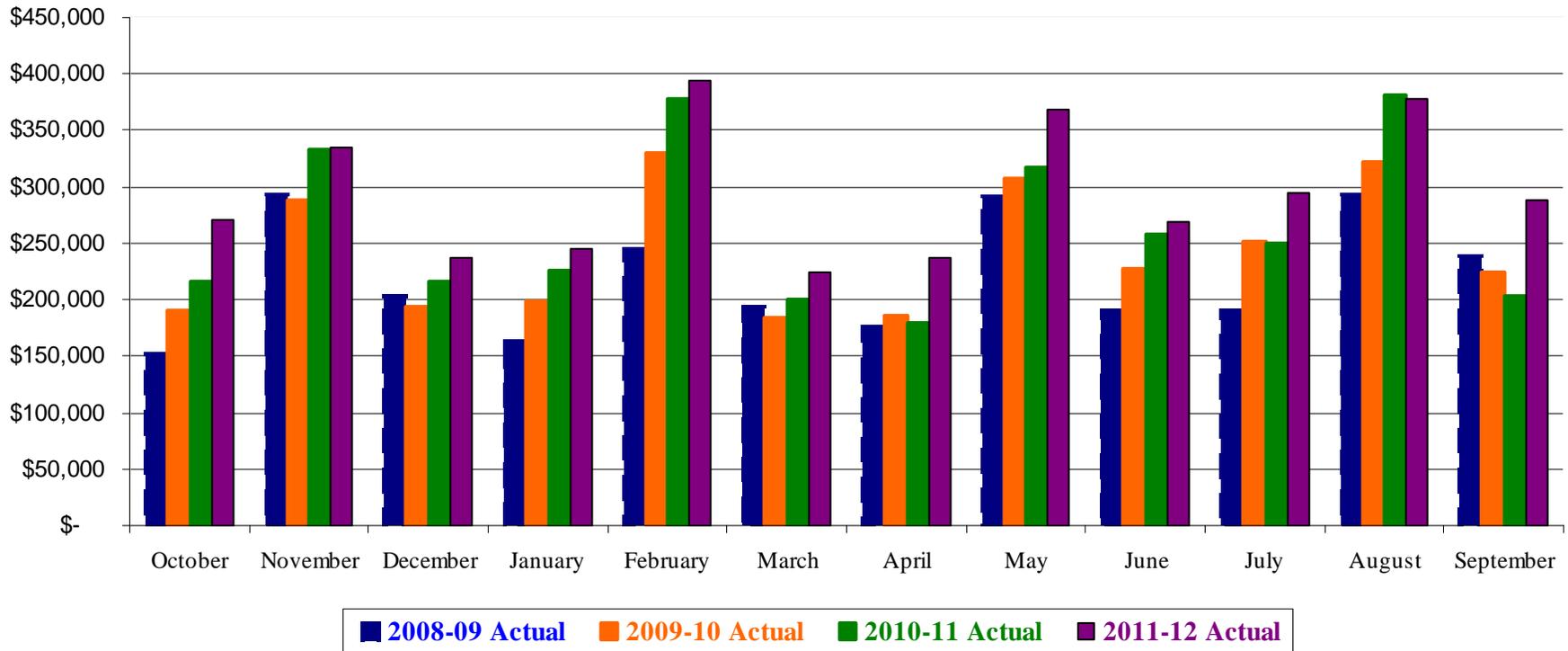
#### Revenue & Transfers-In:

- Revenue & Transfers-In Totaled \$13,357,258 or 107.0% of Approved Budget for the Year
  - Property Tax Receipts (M&O Portion)      \$ 3,386,409 or 104.4%
  - Sales Tax Receipts      \$ 3,540,287 or 107.1%
  - Charges for Services      \$ 1,975,749 or 103.6%
  - Municipal Court Fines      \$ 805,779 or 146.2%
  - Community Development      \$ 598,841 or 113.2%
  - Recreation Programs      \$ 272,445 or 99.1%
  
- Transfers-in From Utility Operating Fund Totaled \$1,635,000 or 100.0% of Budget



## Financial Performance Highlights For 12-Months Ending 9-30-2012

**City Sales & Use Tax Collection By Month  
Fiscal Years 2009 - 2012**





## Financial Performance Highlights For 12-Months Ending 9-30-2012

### GENERAL FUND

#### Expenditures & Transfers-Out:

- Expenditures & Transfers-Out Totaled \$11,821,262 or 93.3% of Amended Budget for the Year
  - Administration \$ 1,180,738 or 96.4%
  - Community Development \$ 905,884 or 95.4%
  - Financial Services \$ 765,812 or 95.2%
  - Parks & Recreation \$ 1,619,176 or 89.5%
  - Public Library \$ 375,691 or 97.1%
  - Police \$ 3,849,061 or 95.4%
  - Public Works (Street Maint.) \$ 486,597 or 76.2%
  - Solid Waste Services \$ 1,596,217 or 98.4%
- Detailed Fund Summary Budget Status Report is Provided



## Financial Performance Highlights For 12-Months Ending 9-30-2012

### UTILITY OPERATING FUND

|                                    | FY 2009-10<br>At 9-30-2010 | FY 2010-11<br>At 9-30-2011 | FY 2011-12<br>Approved Budget | Year to Date<br>w/Encumbrance* |
|------------------------------------|----------------------------|----------------------------|-------------------------------|--------------------------------|
| ~Beginning Balance                 | \$ 6,749,063               | \$ 4,915,538               | \$ 3,428,628                  | \$ 3,428,628                   |
| Total Revenue & Transfers-In       | \$ 6,122,847               | \$ 7,968,909               | \$ 9,066,650                  | \$ 9,728,150                   |
| Total Expenditures & Transfers-Out | \$ 8,364,831               | \$ 8,852,892               | \$ 11,252,560***              | \$ 10,310,404                  |
| Ending Balance                     | \$ 4,915,538**             | \$ 3,428,628**             | \$ 1,242,718                  | \$ 2,846,375                   |

Notes: \*Unaudited Financial Information for FY 2011-12  
 \*\*Net of Prior Period Adjustments  
 \*\*\*Includes Encumbrances Rolled-Over From Prior Year  
 ~Unrestricted Net Asset Basis



## Financial Performance Highlights For 12-Months Ending 9-30-2012

### UTILITY OPERATING FUND

#### Revenue & Transfers-In:

- Revenue Totaled \$9,728,150 or 107.3% of Approved Budget
  - Water Sales \$ 5,544,424 or 104.1%
  - Water Service Charges \$ 453,551 or 141.4%
  - Wastewater Volume Charge \$ 3,552,958 or 107.8%
  - Wastewater Service Charges \$ 82,330 or 221.9%
  
- No Transfers-In From Other City Funds



## Financial Performance Highlights For 12-Months Ending 9-30-2012

### UTILITY OPERATING FUND

#### Expenditures & Transfers-Out:

- Expenditures & Transfers-Out Totaled \$10,310,404 or 91.6% of Approved Budget for the Year
  - Administration \$ 757,108 or 87.2%
  - Water Supply \$ 3,518,408 or 95.7%
  - Water Operations \$ 1,085,208 or 83.7%
  - Wastewater Operations \$ 1,920,481 or 81.3%
  - Utility Billing & Collections \$ 416,013 or 95.6%
- Transfers-Out to the General Fund and Debt Service Funds Totaled \$2,578,793 or 100.0% of Budget
- Detailed Fund Summary Budget Status Report is Provided



## Financial Performance Highlights For 12-Months Ending 9-30-2012

| Item                                | Fund<br>Number | Name of Fund/Title                       | Unaudited<br>Fund Balance |
|-------------------------------------|----------------|--|---------------------------|
| 1                                   | 110            | General Fund                             | \$ 4,783,754.84           |
| 2                                   | 115            | Road Improvement Fund                    | -                         |
| 3                                   | 127            | Transportation Fund                      | <b>(154,454.43)</b>       |
| 4                                   | 131            | Police Forfeiture Fund                   | 22,819.17                 |
| 5                                   | 132            | Police Special Revenue Fund              | 6,820.68                  |
| 6                                   | 133            | Court Special Revenue Fund               | 135,085.14                |
| 7                                   | 135            | Hotel Occupancy Tax Fund                 | 58,089.38                 |
| 8                                   | 136            | Economic Development Fund                | <b>(87,362.55)</b>        |
| 9                                   | 138            | Library Building Fund                    | 7,191.86                  |
| 10                                  | 151            | General Debt Service I&S Fund            | 288,540.20                |
| 11                                  | 152            | SIB (State Infrastructure Loan) I&S Fund | (0.88)                    |
| 12                                  | 171            | CIP Current Projects Fund                | -                         |
| 13                                  | 172            | CIP Park Development Fund                | 61,998.37                 |
| 14                                  | 182            | 2007 CO Road Improvement Fund            | 899,356.06                |
| 15                                  | 184            | 2008 CO Bond Fund - CIP                  | 4,758,220.67              |
| 16                                  | 185            | 2009 Tax Notes Fund                      | 831,614.53                |
| 17                                  | 187            | 2010 CO Library Building Fund            | 66,895.88                 |
| 18                                  | 310            | Utility Operating Fund                   | 2,846,374.60              |
| 19                                  | 331            | Water CIP Operating Revenue Fund         | 224,166.95                |
| 20                                  | 332            | CIP Water Impact Fee Fund                | <b>(874,510.90)</b>       |
| 21                                  | 341            | Sewer CIP Operating Revenue Fund         | 162,500.00                |
| 22                                  | 342            | Sewer CIP Impact Fee Fund                | 7,406,735.44              |
| 23                                  | 410            | General Government Grant Funds           | 9,763.20                  |
| 24                                  | 411            | Water Reuse Feasibility Study            | <b>(3,738.66)</b>         |
| 25                                  | 412            | Train Depot Renovation - Donate          | 170,200.00                |
| 26                                  | 450            | Public, Education & Government Fund      | 17,871.99                 |
| 27                                  | 610            | Structural Demolition Services           | <b>(326.62)</b>           |
| 28                                  | 810            | OPEB/Deferred Comp Fund                  | 68,862.92                 |
| 29                                  | 999            | Pooled Cash Fund - Operating             | -                         |
| Total All Fund Balance (Unaudited): |                |  | <u>\$ 21,706,467.84</u>   |



## Financial Performance Highlights For 12-Months Ending 9-30-2012

### DEBT POSITION BY FUNDING SOURCE

|                             |                       |                |
|-----------------------------|-----------------------|----------------|
| 1. General Fund:            | \$ 36,073,072         | 52.89%         |
| 2. Tax Increment Financing: | \$ 26,036,913         | 38.17%         |
| 3. Utility Operating Fund:  | \$ 5,960,206          | 8.74%          |
| 4. Hotel Tax Fund:          | <u>\$ 137,760</u>     | <u>0.20%</u>   |
| Total:                      | <u>\$ 68,207,951*</u> | <u>100.00%</u> |

\*Excludes Interest Payable on Outstanding Debt Principal



## Financial Performance Highlights For 12-Months Ending 9-30-2012

### TOTAL DEBT: PRINCIPAL & INTEREST

|  | Principal     | Interest      | Total Principal & Interest |
|--|---------------|---------------|----------------------------|
| Certificate of Obligation, Series 2002           | \$ 225,000    | \$ 8,213      | \$ 233,213                 |
| Certificate of Obligation, Series 2003           | \$ 300,000    | \$ 11,040     | \$ 311,040                 |
| Certificate of Obligation, Series 2007           | \$ 8,645,000  | \$ 3,041,800  | \$ 11,686,800              |
| Certificate of Obligation, Series 2008           | \$ 20,915,000 | \$ 12,456,563 | \$ 33,371,563              |
| State Infrastructure Bond Loan II                | \$ 12,462,951 | \$ 5,291,804  | \$ 17,754,755              |
| Limited Tax Notes, Series 2009                   | \$ 3,360,000  | \$ 221,334    | \$ 3,581,334               |
| General Obligation Refunding Bonds, Series 2009  | \$ 14,635,000 | \$ 4,262,644  | \$ 18,897,644              |
| Certificate of Obligation, Series 2010           | \$ 4,290,000  | \$ 1,628,525  | \$ 5,918,525               |
| General Obligations Refunding Bonds, Series 2011 | \$ 3,375,000  | \$ 709,808    | \$ 4,084,808               |
| TOTAL:   | \$ 68,207,951 | \$ 27,631,731 | \$ 98,839,682              |



## Financial Performance Highlights For 12-Months Ending 9-30-2012

### INVESTMENTS BY FUNDING SOURCE

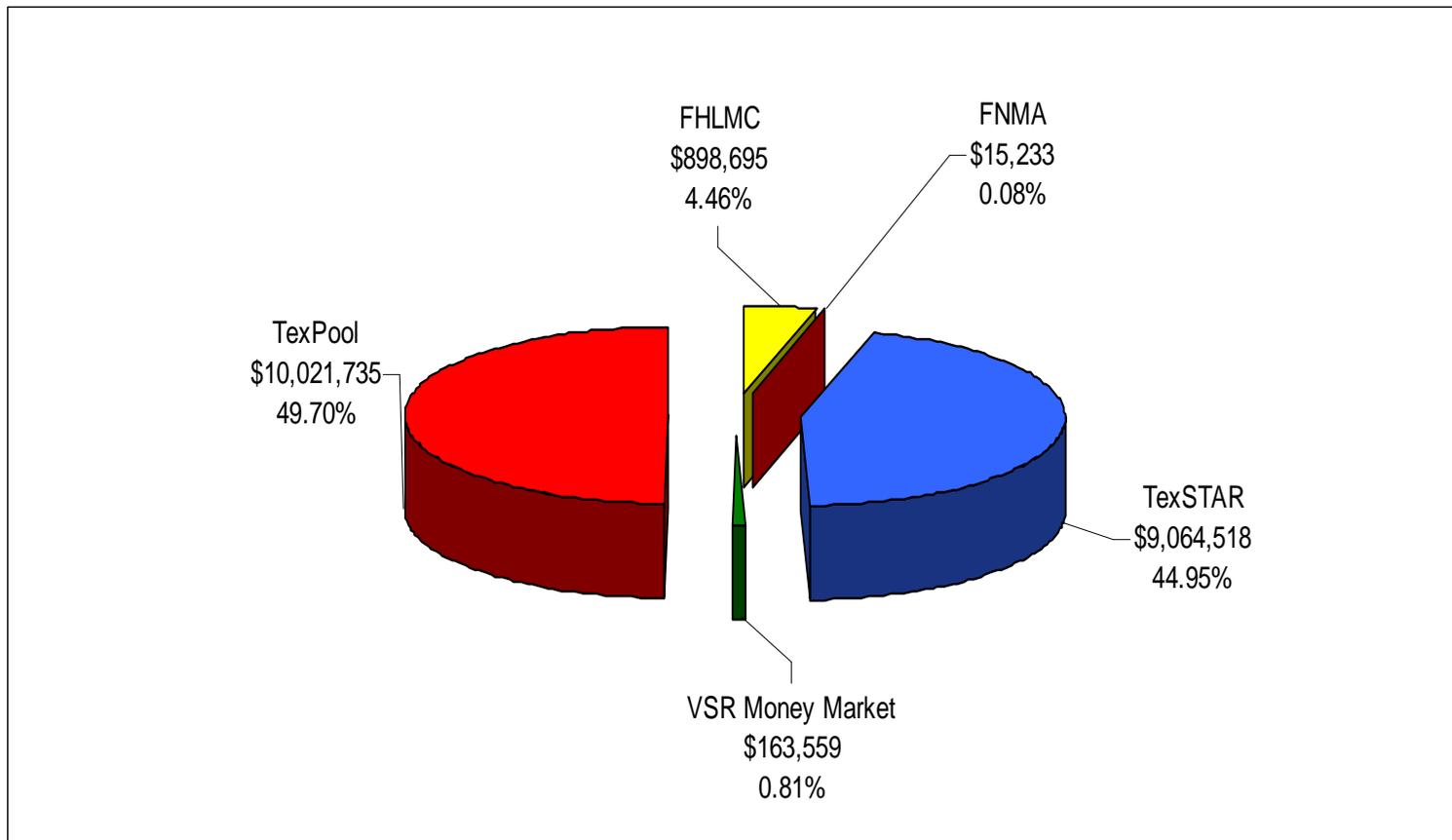
|                       |                     |                |
|-----------------------|---------------------|----------------|
| 1. Debt Proceeds:     | \$ 7,400,025        | 36.70%         |
| 2. Utility Fund:      | \$ 7,743,568        | 38.40%         |
| 3. General Fund:      | \$ 3,936,377        | 19.52%         |
| 4. Debt Service Fund: | \$ 933,797          | 4.64%          |
| 5. Other:             | <u>\$ 149,973</u>   | <u>0.74%</u>   |
| Total:                | <u>\$20,163,740</u> | <u>100.00%</u> |

- Year to Date Investment Earnings Totaled \$85,474.26

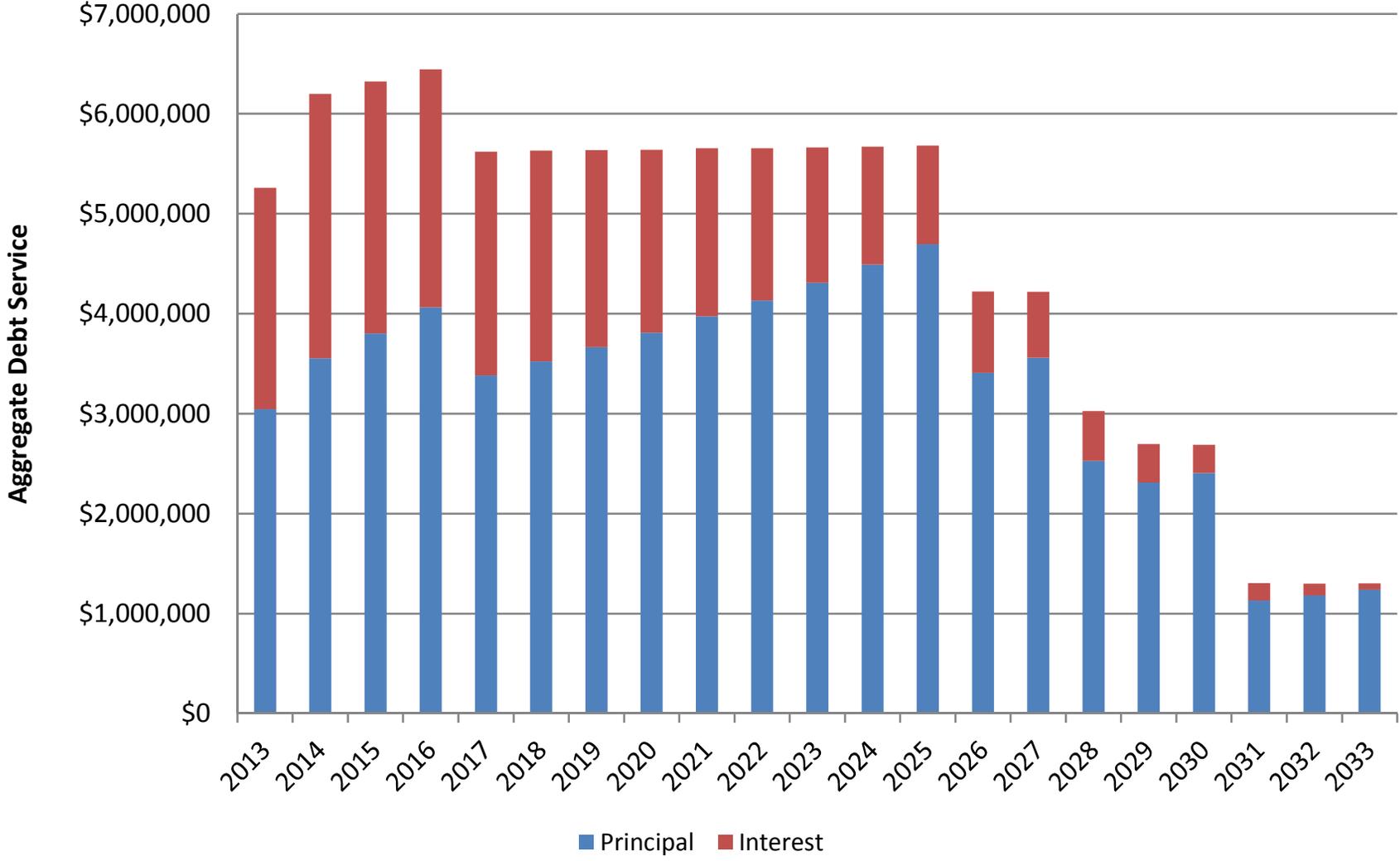


## Financial Performance Highlights For 12-Months Ending 9-30-2012

### Market Value of Investments Held

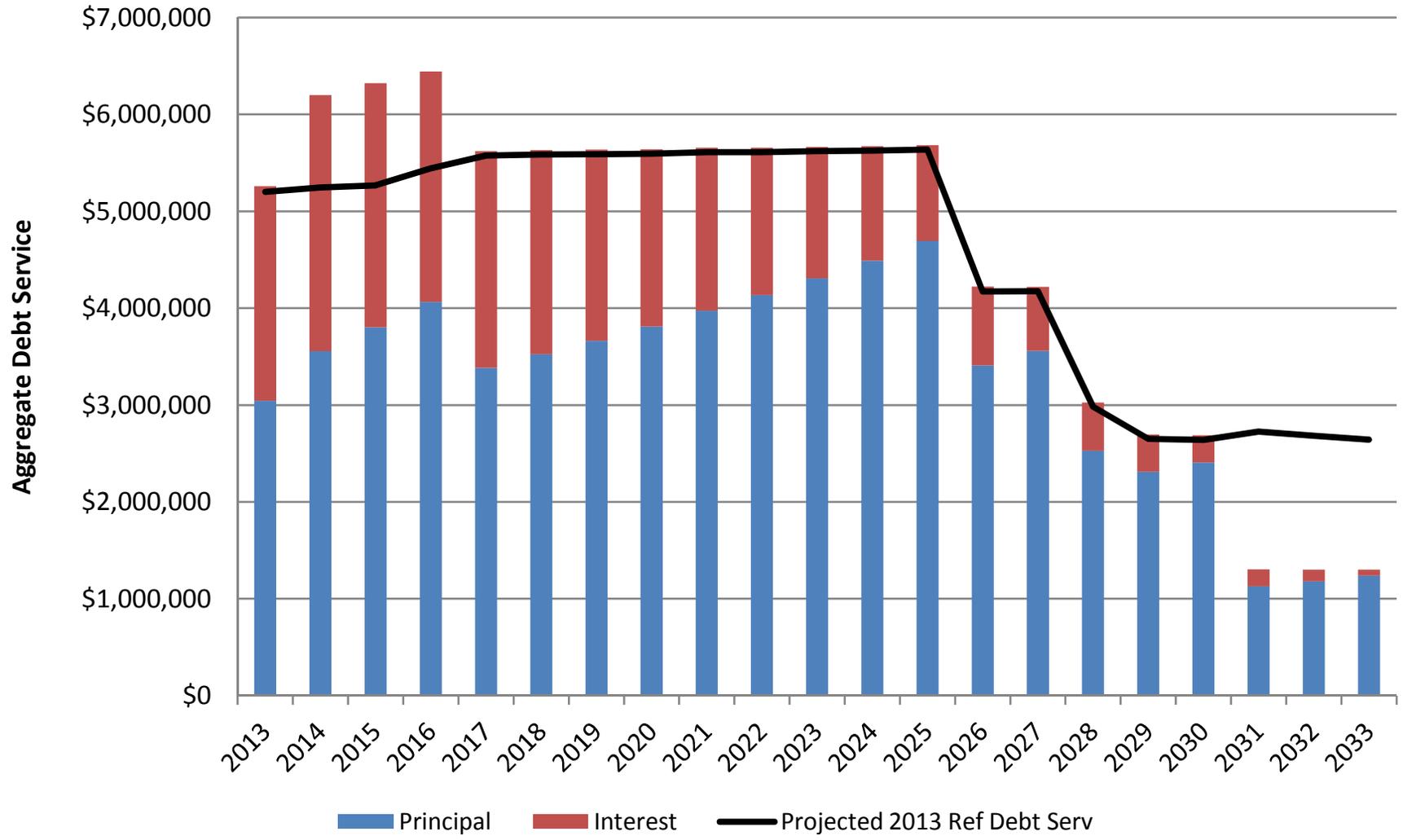


# City of Kyle, Texas Outstanding Debt Service



\*\*\* Preliminary - For Discussion Purposes Only \*\*\*

## City of Kyle, Texas Outstanding Debt Service *Proposed 2013 Refunding*



\*\*\* Preliminary - For Discussion Purposes Only \*\*\*



## Financial Performance Highlights For 12-Months Ending 9-30-2012

QUESTIONS / COMMENTS