



City of Huntsville Texas

Finance Division

Summary Notes to Monthly Finance Report

As of May 31st (8th month of fiscal year)

1 Summary report / monthly explanation for select funds

1.1 **Fiscal Year 2010 Revenues** → \$51.1M Budget vs. \$36M Actual –Revenues are at 14% over budget considering seasonal factors. Utilities & Service – even, Sales Tax – 6% above YTD.

Comparison with Prior Year:

General Fund YTD	= +0.8%
Water Fund YTD	= +6.7%
Wastewater Fund YTD	= -1.3%
Solid Waste Fund YTD	= -0.2%

1.2 **Division & capital expenditures** → Divisions within budget.

1.3 **Interest Revenue:** 21% over YTD, with bonds to be amortized, revenue is approximately even with YTD budget. The city has invested in agency notes and CD's to increase yield with safety. CD and agency quarterly interest not accrued monthly.

1.3.1 Significant investment shift from 62% pools to 18%, purchase of agencies (27.7%), and 19.6% to new money market. WAM increased from 43 to 316 days with long term maturities, and Weighted Average Yield at 0.94%.

1.4 **Inventory** \$296K –up 32K from April. Gas and diesel increased by \$15K and Water inventory by \$18K.

3 Revenue section including sales tax and hotel/motel receipts + Utility Billing status (Tab 3)

(Over/Under average monthly budget refers to an average monthly over the 12 month fiscal year)

3.1 **Total City Utility & Service** revenue is \$15.9M even with the YTD budget. Water is even and Wastewater is 3% under budget. Tap fees from Construction are \$74.4K (40% over YTD budget).

3.2 **Sales Tax** receipts are \$4,437K. This is over YTD budget by 6%. Sales tax revenue is 34% over last fiscal year collections.

3.3 **Property Tax** receipts YTD are \$4.8M which is 48% over YTD budget; Taxes are officially due January 1. Delinquent payment from the Arbors Apts. of about \$380K will be maintained as not available for budgeting purposes.

3.4 **Investment revenues** – YTD interest revenue totaled \$208K (21% over YTD budget).

3.5 **Hotel/Motel Tax revenues** - \$351K YTD; this is 1.0% more than prior year and 2% over YTD budget. Units with 50 to 100 rooms are trending up, while those > 100 (larger motels)

and < 50 rooms (smaller) are trending down since 2007, this year the mid-tiers has shown the greatest variances month to month.

- 3.6 **Utility Billing Accounts Receivable** are 98.4% current, and 1.5% were between 30-60 days past due. Write-offs totaled \$14,508. Receivables increased 5% from prior month.

4 CIP & Grants section

- 4.1 **CIP report** – Remaining budget for Projects is \$8.5M (this includes 999 of \$577K).
- 4.2 **CIP available money vs. budget report** – Net available \$6.16M cash with a budget of \$9.96M, with \$2.33 M from participants or grants. \$3.5M bonds were issued for the Library capital project.

Net Available Cash	\$ 6.16M
Remaining Budget	<u>(\$7.96M)</u>
Deficit	(\$1.80M)
Participants & Grants	<u>+ \$2.33M)</u>
Net available w/ receivables	\$0.53M

5 Expenditure section – Tab 5

- 5.1 **Division budget / actual expenditures / prior year end Amendment** – Garage Operation (3%); Parks Admin (2%); Public Safety Adm. (4%), and Tourism (16.6%).
- 5.2 Overtime Overages: Payroll over time is 68% of annual budget.
Over YTD budget: Community Services 104%, and Public Utilities (72%).
- 5.3 Diesel usage increased by 3300 gallons and unleaded by 1600 gallons

6 Cash Management section (Tab 6)

- 6.1 Total cash & investment funds were \$37.8M.

6.2 Monthly interest rate averages:

Percent of Profile	2%	2%	3%	1%	3%	33.5%	22.5%	29%
	Cash	Tex Pool	Cutwater TxClass	Logic	ICSA	Agencies	CD	TXMR WFB
October	0.120%	0.209%	0.300%	0.315%	-	1.88%	1.81%	
November	0.104%	0.211%	0.280%	0.265%	-	1.88%	1.81%	
December	0.026%	0.209%	0.260%	0.227%	-	N/A	1.73%	
January	0.041%	0.163%	0.219%	0.184%	-	N/A	1.51%	
February	0.043%	0.151%	0.235%	0.167%	-	N/A	1.51%	
March	0.006%	0.150%	0.220%	0.170%	-	NA	1.52%	
April	0.100%	0.160%	0.220%	0.180%	-	2.0%	1.52%	
May	0.13%	0.19%	0.23%	0.21%	0.34%	1.64%	1.27%	
June	0.14%	0.21%	0.26%	0.26%	0.40%	1.64%	1.27%	0.34%
July	0.14%	0.22%	0.28%	0.29%	0.40%	1.66%	1.31%	0.29%
August	0.15%	0.22%	0.29%	0.32%	0.40%	1.66%	1.31%	0.32%
Sept	0.13%	0.22%	0.29%	0.29%	0.40%	1.60%	1.23%	0.32%
Oct 2010	0.10%	0.20%	0.26%	0.23%	0.40%	1.56%	1.18%	0.32%
Nov 2010	0.14%	0.19%	0.25%	0.22%	0.35%	1.55%	1.18%	0.30%
Dec 2010	0.0095%	0.20%	0.23%	0.21%	0.32%	1.55%	1.18%	0.30%
January 2011	0.1260%	0.20%	0.22%	0.21%	0.35%	1.65%	1.19%	0.30%
Feb 2011	0.10%	0.19%	0.17%	0.21%	0.35%	1.80%	1.18%	0.32%
March 2011	0.13%	0.19%	0.18%	0.22%	0.30%	1.80%	1.18%	0.32%
April 2011	0.11%	0.15%	0.17%	0.19%	0.30%	1.76%	1.08%	0.26%
May 2011	0.05%	0.15%	0.15%	0%	0.30%	1.87%	0.92%	0.26%

	Cash	Tex Pool	TX Class	Logic	ICSA	Agencies	CD	TXMR WFB	Total
March	\$728,818	\$8,710,851	\$9,827,811	\$4,979,504		\$-0-	\$14,029,850		\$38,267,694
April	\$550,940	\$7,227,755	\$14,981,869	\$4,606,242		\$350,000	\$14,020,849		\$41,737,659
May	\$552,460	\$2,717,468	\$12,636,737	\$1,810,970	\$3,500,000	\$6,351,000	\$15,020,850		\$42,589,218
June	\$591,283	\$2,498,267	\$6,070,734	\$1,628,335	\$3,591,381	\$6,351,000	\$15,020,850	\$8,236,057	\$43,897,906
July	\$615,576	\$2,460,816	\$4,104,671	\$1,466,723	\$3,502,570	\$6,225,000	\$13,020,850	\$10,385,932	\$41,782,138
August	\$665,353	\$1,380,153	\$2,777,926	\$2,028,163	\$2,783,603	\$8,531,372	\$13,020,850	\$8,170,347	\$39,357,766
Sept	\$675,307	\$1,397,344	\$1,120,398	\$1,858,690	\$2,725,514	\$10,946,372	\$13,020,850	\$7,750,311	\$39,494,786
Oct 2010	\$955,623	\$1,114,481	\$1,072,840	\$1496,983	\$2,260,390	\$11,421,371	\$13,020,849	\$8,076,475	\$39,418,796
Nov 2010	\$1,036,744	\$1,148,850	\$1,693,889	\$1,056,180	\$2,090,023	\$10,250,191	\$13,020,850	\$9,926,394	\$40,226,621
Dec 2010	\$915,540	\$896,113	\$1,296,194	\$328,305	\$1,526,024	\$12,671,191	\$13,020,850	\$9,606,968	\$40,261,705
Jan 2011	\$732,539	\$1,374,713	\$1,376,455	\$269,356	\$1,221,024	\$12,405,000	\$11,053,934	\$11,966,564	\$40,339,586
Feb 2011	\$477,591	\$798,626	\$1,258,194	\$77,356	\$1,221,024	\$13,405,000	\$11,053,934	\$11,751,088	\$40,042,813
Mar 2011	\$1,504,375		\$1,118,182	-	\$1,219,663	\$12,105,000	\$11,053,934	\$11,321,799	\$39,313,458
April 2011	\$1,825,597	\$945,462	\$1,324,359	0%	\$1,146,960	\$14,205,000	\$8,553,931	\$10,175,223	
May 2011	\$966,031	\$1,176,855	\$1,451,552	-0-	\$3,951,739	\$13,800,000	\$4,823,521	\$11,668,434	\$37,838,152

	YTM	Days to Maturity	Duration (in years)	Portfolio Percent
Agencies	1.87%	1,511	3.99	21%
Pools	0.15%	1	0	7%
Money Market	0.25%	1	0	42%
Cash	0.11%	1		
CD's	0.92%	166	0.45	13%
Municipal Bonds	1.86%	945	2.47	16%

Total Portfolio: WAM 495 days and 0.93% YTM for total portfolio

7 Inventory:

Warehouse Inventory by Division:

**Total on-hand is \$295K –up \$32K from April.
Gas and diesel totaled \$57K combined, and increase of \$15K
Street Inventory decreased \$600.
Water inventory increased \$18K**

Finance Staff