

# City of Belton



## Budget Report 1st Quarter FY 2014

**City of Belton  
Budget Report  
As of December 31, 2013**

General Fund	Current Budget	YTD Actual	YTD as % of Budget	Budget Balance
<b><u>Revenue Summary:</u></b>				
Ad Valorem Taxes	\$ 4,120,013.00	\$ 3,252,100.09	78.93%	\$ 867,912.91
Sales Tax	\$ 2,917,013.00	\$ 728,083.85	24.96%	\$ 2,188,929.15
Franchise Taxes	\$ 1,060,000.00	\$ 316,503.31	29.86%	\$ 743,496.69
Other Taxes	\$ 29,000.00	\$ 8,929.48	30.79%	\$ 20,070.52
Building Permits & Licenses	\$ 167,000.00	\$ 45,669.80	27.35%	\$ 121,330.20
Other Permits & Licenses	\$ 9,960.00	\$ 1,245.00	12.50%	\$ 8,715.00
Municipal Court Revenues	\$ 335,525.00	\$ 76,576.26	22.82%	\$ 258,948.74
Solid Waste Revenue	\$ 1,209,600.00	\$ 194,555.32	16.08%	\$ 1,015,044.68
Ambulance Revenue	\$ 1,100,000.00	\$ 305,975.58	27.82%	\$ 794,024.42
Rental Income	\$ 44,900.00	\$ 8,805.00	19.61%	\$ 36,095.00
Parks & Rec Income	\$ 26,500.00	\$ 2,106.00	7.95%	\$ 24,394.00
Code Enforcement Revenue	\$ 6,800.00	\$ 4,492.03	66.06%	\$ 2,307.97
Intergovernmental Revenue	\$ 197,100.00	\$ 84,270.84	42.76%	\$ 112,829.16
Other Financing Sources	\$ 13,817.00	\$ 4,161.57	30.12%	\$ 9,655.43
Miscellaneous	\$ 28,500.00	\$ 6,206.80	21.78%	\$ 22,293.20
Transfers	\$ 367,659.00	\$ 91,914.75	25.00%	\$ 275,744.25
Interest Income	\$ 7,000.00	\$ 672.71	9.61%	\$ 6,327.29
<b>Total Revenues</b>	<b>\$ 11,640,387.00</b>	<b>\$ 5,132,268.39</b>	<b>44.09%</b>	<b>\$ 6,508,118.61</b>
<b><u>Expenditure Summary:</u></b>				
City Council	\$ 68,302.00	\$ 20,851.49	30.53%	\$ 47,450.51
Administration - CM	\$ 298,038.00	\$ 62,935.66	21.12%	\$ 235,102.34
Administration - PIO	\$ 75,992.00	\$ 15,943.25	20.98%	\$ 60,048.75
Finance - Operations	\$ 311,986.00	\$ 68,107.41	21.83%	\$ 243,878.59
Finance - Personnel	\$ 158,656.00	\$ 32,641.87	20.57%	\$ 126,014.13
Municipal Court	\$ 200,968.00	\$ 40,049.97	19.93%	\$ 160,918.03
Police - Administration	\$ 257,004.00	\$ 44,831.81	17.44%	\$ 212,172.19
Police - Operations	\$ 2,002,498.00	\$ 424,054.39	21.18%	\$ 1,578,443.61
Police - Support Services	\$ 853,168.00	\$ 155,433.68	18.22%	\$ 697,734.32
Police - Animal Control	\$ 92,144.00	\$ 50,358.12	54.65%	\$ 41,785.88
Police - Code Enforcement	\$ 84,072.00	\$ 16,785.94	19.97%	\$ 67,286.06
Fire - Suppression	\$ 1,287,701.00	\$ 254,862.69	19.79%	\$ 1,032,838.31
Fire - EMS	\$ 1,316,864.00	\$ 260,476.46	19.78%	\$ 1,056,387.54
Information Tech Systems	\$ 147,550.00	\$ 28,120.15	19.06%	\$ 119,429.85
IT Systems - GIS	\$ 26,178.00	\$ 4,351.47	16.62%	\$ 21,826.53
Streets	\$ 1,844,168.00	\$ 148,199.77	8.04%	\$ 1,695,968.23
Parks - Maintenance	\$ 621,113.00	\$ 102,350.15	16.48%	\$ 518,762.85
Parks - Community Center	\$ 129,505.00	\$ 22,276.05	17.20%	\$ 107,228.95
Parks - Recreation	\$ 112,667.00	\$ 20,948.39	18.59%	\$ 91,718.61
Planning - Planner	\$ 145,303.00	\$ 29,276.00	20.15%	\$ 116,027.00
Planning - Inspections	\$ 208,059.00	\$ 40,545.56	19.49%	\$ 167,513.44
Library	\$ 297,801.00	\$ 54,208.07	18.20%	\$ 243,592.93
Other Costs	\$ 943,342.00	\$ 33,151.53	3.51%	\$ 910,190.47
Solid Waste - Collection	\$ 934,598.00	\$ 83,518.45	8.94%	\$ 851,079.55
Solid Waste - Brush	\$ 90,235.00	\$ 12,420.48	13.76%	\$ 77,814.52
Maintenance - Fleet	\$ 189,193.00	\$ 37,554.86	19.85%	\$ 151,638.14
Maintenance - Buildings & Grounds	\$ 219,335.00	\$ 43,861.42	20.00%	\$ 175,473.58
				\$ -
<b>Total Expenditures</b>	<b>\$ 12,916,440.00</b>	<b>\$ 2,108,115.09</b>	<b>16.32%</b>	<b>\$ 10,808,324.91</b>
<b>Revenue Over(Under) Expenditures</b>	<b>\$ (1,276,053.00)</b>	<b>\$ 3,024,153.30</b>		<b>\$ (4,300,206.30)</b>

## General Fund Revenues

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### **Ad Valorem Taxes:**

**Current ad valorem tax** collections are 69.78% of the tax levy at the end of the first fiscal year quarter. This is slightly below collection rates for the last five years, which range from 71.99% to 73.94% at this point in the fiscal year. However, collections in January and February (2<sup>nd</sup> quarter) were strong, and will put this year's trend ahead of the 5 year trend. The annual budget was based on a collection rate of 97%, which appears on target with the current trend.

Most of the current ad valorem tax levy is collected from October through January. Taxes become delinquent on February 1<sup>st</sup>, so January is the last month to pay without penalty.

**Delinquent ad valorem taxes** represent collection of prior year levies. **Penalty and interest** is only being collected on prior year taxes at this point in the year, and will increase once the current levy becomes delinquent on February 1<sup>st</sup>. Both revenues are within budget parameters.

City **ad valorem tax collections in the TIRZ zone** are budgeted as a reduction of ad valorem taxes in the GF, and are transferred to the TIRZ fund after BCAD notification of the actual collected amount, which occurs in March each year. We have received notice of those amounts, which will be paid in March (City) and probably April (County). The actual amounts were higher than the budget amounts by \$21,125 (3.97%) and \$13,413 (3.96%) for City and County respectively.

### **Sales Tax:**

YTD sales tax revenues are at 24.96% of budget. Sales tax revenues are reported to Council each month as payment is received from the State Comptroller – please refer to the February report (includes retail sales through December) for more detailed information.

### **Franchise Taxes:**

YTD franchise revenues are at 29.86% of budget. Electric, cable, garbage, and telecomm franchise taxes are received quarterly, within 30 days of the end of the quarter. At 12-30-13, only the first quarter had been booked for most franchise sources. The exception is the gas franchise which is received annually during the first quarter of the fiscal year. This year's gas franchise of \$76,967 is \$5,748 lower than last year's payment.

### **Other Taxes:**

The first quarter rebate of alcoholic beverage tax was 30.79% of budget and higher than the same quarter last year. The last two quarters of the year are historically higher than the first two.

### **Building Permits & Licenses:**

YTD revenues are at 27.35% of budget and at the same level as the prior year at this point, and FY 2013 set a record level for this revenue stream. The majority of this revenue stream is historically generated in the spring and summer.

### **Other Permits & Licenses:**

Park permits, beer/wine licenses, garage sale permits, and fire marshal inspection fees are both below last year's pace and budget levels. This is not a major revenue stream, and park and garage sale permits will increase as the weather warms up.

### **Municipal Court Revenues:**

Municipal court fines and fees are at 22.82% of budget and ahead of last year's pace. This revenue stream had continued to decline since 2008, but FY 2011 & 2012 saw a reversal in the trend, and FY 2013 receipts exceeded budget levels. Participation in this year's warrant roundup during the 2<sup>nd</sup> quarter will further help this revenue stream.

### **Solid Waste Revenue:**

**Solid waste revenues** include refuse collection and contract fees, and brush collection fees. This revenue stream is at 16.08% of budget, which only includes two months' of billing at this point. We budgeted these revenues flat from the prior year, as customer rates decreased effective January 1. The decrease in rates will be offset somewhat by increasing customer numbers as the year progresses – Belton's growing!

### **Ambulance Revenue:**

Year to date revenues are 27.82% of the budget and are also ahead of the prior year pace, with EMS runs up slightly from the prior year.

### **Rental Income:**

Harris Center rentals are up 55% from last year's level, with most rental activity still to come in the spring and summer. This category also includes lease of a storage lot by Belco, and \$10K in Public Property Finance Corporation fees from Temple College (received each August).

### **Parks & Rec Income:**

These revenues are generated by park permit fees, and recreation events and programs, most of which will occur in the Spring and Summer.

### **Code Enforcement Revenue:**

This revenue stream consists of payments for code enforcement cleanup and compliance work. These receipts were previously credited back to the code enforcement budget, leveraging the amount of funds available for compliance work. This year the receipts are being tracked as revenue, to be offset by increased code enforcement expenditures (Council approved budget amendment).

### **Intergovernmental Revenues:**

This category of revenue includes:

- **Grant Revenues** include FEMA emergency management funds and a small grant for the purchase of police officer bulletproof vests. Both of these grants are reimbursement based, with receipts lagging several months behind expenditures. Year-end revenues will eventually catch up to the budget amount. State LEOSE funds are levied on traffic tickets, remitted to the State, and then redistributed to police agencies across the state for use in training police officers. These funds had been retained by the State for the last two years, but were restored to police agencies this year.
- **Public Safety reimbursements** include ten months' of salary and benefits for the two School Resource Officers at BISD, and payments for off-duty police officers performing security duties.
- The annual check from Bell County for **child safety funds** levied on vehicle registrations. The City in turn gives these funds, as well as local fees collected by our municipal court, to BISD for use in their crossing guard programs.

### **Other Financing Sources:**

This category of revenue includes:

- Proceeds from the **sale of City property**, including obsolete, defunct, or surplus equipment and property. We have begun selling some property online, and you can view our auction website at:

[www.lonestaronline.com/listings/categories/index.cfm?category=1004904913](http://www.lonestaronline.com/listings/categories/index.cfm?category=1004904913). (Nothing currently up for auction.) This link is also on our website on the Bids & Auctions page.

- **Insurance proceeds** are not included in the original budget, but are recorded as accidents/incidents occur and insurance claims are filed.

#### **Miscellaneous Income:**

Most of this revenue stream is the \$7,500 in administrative fees paid by the BEDC for finance, accounting, and HR functions provided by the City. It also includes copy fees, open records fees, and other small and/or non-recurring revenues not categorized elsewhere.

#### **Interfund Transfers:**

These transfers from the Water & Sewer fund for reimbursement of costs and payment in lieu of franchise fees are made monthly to the General Fund.

#### **Interest Income:**

Current interest rates are extremely low (less than 0.10%), and interest income is fairly insignificant at these rates.

## **General Fund Expenditures**

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Generally, department/division expenditures should be at 15% - 25% of budget at this point in the year. Only fluctuations and deviations from that mark will be addressed here:

- **City Council:** First quarter expenditures include the annual Christmas party, the boards and commissions luncheon, TML, and a codification update of the City's Code of Ordinances.
- **Animal control:** The largest expenditure in this department is for the annual payment to Bell County for animal control facilities, which was paid in this quarter.
- **Streets:** Seal coating budgeted at \$125K has not yet been spent.
- **Other Costs:** This department includes funding for merit pay plan increases, civil service pay increases, annual funding of civil service sick leave pay, and a transfer to the capital equipment fund. All of these amounts will be transferred to the respective funds and departments at year end. This fund also includes the \$100K contingency amount, \$8,150 of which had been used by December 31<sup>st</sup>.
- **Solid Waste - Collection:** Payments to WM are made in arrears of service, and 12-31 expenditures include only one monthly payment.
- **Solid Waste - Brush:** This division budget includes \$29K for the brush truck, which will be paid at year end. This year will be the fifth and final payment on the brush truck, funded with a Interfund loan from the GF Capital Equipment Fund.

**City of Belton  
Budget Report  
As of December 31, 2013**

<b>Water &amp; Sewer Fund</b>	<b>Current Budget</b>	<b>YTD Actual</b>	<b>YTD as % of Budget</b>	<b>Budget Balance</b>
<b><u>Revenue Summary:</u></b>				
Water Revenues	\$ 3,210,000.00	\$ 531,462.73	16.56%	\$ 2,678,537.27
Sewer Revenues	\$ 1,850,000.00	\$ 319,843.10	17.29%	\$ 1,530,156.90
Fees & Other Revenue	\$ 212,900.00	\$ 68,270.00	32.07%	\$ 144,630.00
Other Financing Sources	\$ -	\$ 7,259.25		\$ (7,259.25)
Miscellaneous	\$ 6,000.00	\$ 1,466.88	24.45%	\$ 4,533.12
Interest Income	\$ 5,000.00	\$ 566.87	11.34%	\$ 4,433.13
<b>Total Revenues</b>	<b>\$ 5,283,900.00</b>	<b>\$ 928,868.83</b>	<b>17.58%</b>	<b>\$ 4,355,031.17</b>
<b><u>Expenditure Summary:</u></b>				
Utility Administration - Public Works	\$ 666,134.00	\$ 117,461.56	17.63%	\$ 548,672.44
Utility Administration - Finance	\$ 376,202.00	\$ 83,656.98	22.24%	\$ 292,545.02
Water	\$ 2,865,311.00	\$ 358,106.75	12.50%	\$ 2,507,204.25
Sewer - Collection	\$ 472,875.00	\$ 72,477.99	15.33%	\$ 400,397.01
Sewer - Lift Stations	\$ 666,318.00	\$ 195,242.77	29.30%	\$ 471,075.23
Other Costs	\$ 899,012.00	\$ 2,002.79	0.22%	\$ 897,009.21
<b>Total Expenditures</b>	<b>\$ 5,945,852.00</b>	<b>\$ 828,948.84</b>	<b>13.94%</b>	<b>\$ 5,116,903.16</b>
<b>Revenue Over (Under) Expenditures</b>	<b>\$ (661,952.00)</b>	<b>\$ 99,919.99</b>		<b>\$ (761,871.99)</b>

## Water & Sewer Fund Revenues

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### **Water Revenues:**

Water revenues at December are at 16.56% of the budget, which is lower than the historical trend. Water revenues are elastic in nature, and will increase as the spring and summer progress and the weather gets warmer.

### **Sewer Revenues:**

Sewer revenues are based on water consumption, with a cap for residential consumption. Current revenues are at 17.29% of budget and also behind last year's pace.

### **Fees & Other Revenues:**

Late payment fees, reconnect fees, new service fees, transfer fees, and taps and connections are all ahead of budget. Taps and connections in particular reflect the strength of the local housing market, and are ahead of last year's pace.

### **Other Financing Sources:**

Proceeds from the **sale of City property**, including obsolete, defunct, or surplus equipment and property. We have begun selling some property online, and you can view our auction website at: [www.lonestaronline.com/listings/categories/index.cfm?category=1004904913](http://www.lonestaronline.com/listings/categories/index.cfm?category=1004904913). (Nothing currently up for auction.) This link is also on our website on the Bids & Auctions page.

### **Miscellaneous Income:**

Most of this revenue stream is from rental of fire hydrant meters, used by construction companies and contractors. It also includes small and/or non-recurring revenues not categorized elsewhere.

### **Interest Income:**

Current interest rates are extremely low (less than 0.10%), and interest income is fairly insignificant at these rates.

## Water & Sewer Fund Expenditures

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Generally, department/division expenditures should be at 15% - 25% of budget at this point in the year. All department/division expenditures are within that range, except for:

- **Water:** Water purchases will increase during the spring and summer, and payments for reserve and future water are made in the 2<sup>nd</sup> quarter.
- **Sewer – Lift Stations:** Payments for the wastewater treatment plant are paid in advance, and include 4 months at this point.
- **Other Costs:** Includes funding for merit pay plan increases which will be made at year end. Also includes debt service on W&S bonds, with payments due in February and August.

**City of Belton  
Budget Report  
As of December 31, 2013**

<b>BEDC</b>	<b>Current Budget</b>	<b>YTD Actual</b>	<b>YTD as % of Budget</b>	<b>Budget Balance</b>
<b><u>Revenue Summary:</u></b>				
Sales Tax	\$ 1,458,506.00	\$ 364,041.95	24.96%	\$ 1,094,464.05
Rental Income	\$ 27,600.00	\$ 6,900.00	25.00%	\$ 20,700.00
Other Financing Sources	\$ -	\$ -		\$ -
Interest Income	\$ 3,500.00	\$ 516.95	14.77%	\$ 2,983.05
<b>Total Revenues</b>	<b>\$ 1,489,606.00</b>	<b>\$ 371,458.90</b>	<b>24.94%</b>	<b>\$ 1,118,147.10</b>
<b><u>Expenditure Summary:</u></b>				
Operations	\$ 1,202,947.00	\$ 87,612.44	7.28%	\$ 1,115,334.56
<b>Total Expenditures</b>	<b>\$ 1,202,947.00</b>	<b>\$ 87,612.44</b>	<b>7.28%</b>	<b>\$ 1,115,334.56</b>
<b>Revenue Over (Under) Expenditures</b>	<b>\$ 286,659.00</b>	<b>\$ 283,846.46</b>		<b>\$ 2,812.54</b>

## Economic Development Fund Revenues

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### **Sales Tax:**

YTD sales tax revenues are at 24.96% of budget. Sales tax revenues are reported to Council each month as payment is received from the State Comptroller – please refer to the February report (includes retail sales through December) for more detailed information.

### **Rental Income:**

Income from the leasing of the Micro Distributing building. Year-to-date revenues are at 25.00% of the budget amount, which was developed by the BEDC.

### **Interest Income:**

Current interest rates are extremely low (less than 0.10%), and interest income is fairly insignificant at these rates.

## Economic Development Fund Expenditures

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**Operations** include expenditures for personnel, supplies, advertising, travel, services, incentives, bond debt service, and capital outlay. Large amounts for incentives, bond payments, and capital outlay have not been spent at this point in the fiscal year.

**City of Belton  
Budget Report  
As of December 31, 2013**

<b>Drainage Fund</b>	<b>Current Budget</b>	<b>YTD Actual</b>	<b>YTD as % of Budget</b>	<b>Budget Balance</b>
<b><u>Revenue Summary:</u></b>				
Drainage Fees	\$ 362,700.00	\$ 61,395.43	16.93%	\$ 301,304.57
Miscellaneous	\$ -	\$ -		\$ -
Interest Income	\$ 300.00	\$ 52.04	17.35%	\$ 247.96
<b>Total Revenues</b>	<b>\$ 363,000.00</b>	<b>\$ 61,447.47</b>	<b>16.93%</b>	<b>\$ 301,552.53</b>
<b><u>Expenditure Summary:</u></b>				
Drainage	\$ 630,700.00	\$ 35,534.90	5.63%	\$ 595,165.10
<b>Total Expenditures</b>	<b>\$ 630,700.00</b>	<b>\$ 35,534.90</b>	<b>5.63%</b>	<b>\$ 595,165.10</b>
<b>Revenue Over (Under) Expenditures</b>	<b>\$ (267,700.00)</b>	<b>\$ 25,912.57</b>		<b>\$ (293,612.57)</b>

## Drainage Fund Revenues

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### **Drainage Fees:**

At mid-year, drainage fees are 16.93% of the budget (includes only two months' billing), and are expected to be at budget level by year end. These revenues are extremely stable, because they are levied at a flat monthly rate, changing only for the number of residential customers and the amount of commercial impervious cover, both of which generally increase.

### **Interest Income:**

Current interest rates are extremely low (less than 0.10%), and interest income is fairly insignificant at these rates.

## Drainage Fund Expenditures

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Drainage fund expenditures are only at 5.63% at the end of the quarter. This is because this budget includes several larger expenditures which haven't been made yet:

- Bond payments are made in February and August;
- Capital outlay has not been expended; and
- \$284K transfer for Wheat Road and Connell Street drainage projects has not been made yet.

**City of Belton  
Budget Report  
As of December 31, 2013**

<b>Hotel Motel Fund</b>	<b>Current Budget</b>	<b>YTD Actual</b>	<b>YTD as % of Budget</b>	<b>Budget Balance</b>
<b><u>Revenue Summary:</u></b>				
Other Taxes	\$ 157,500.00	\$ 39,665.05	25.18%	\$ 117,834.95
Interest Income	\$ 25.00	\$ 3.77	15.08%	\$ 21.23
<b>Total Revenues</b>	<b>\$ 157,525.00</b>	<b>\$ 39,668.82</b>	<b>25.18%</b>	<b>\$ 117,856.18</b>
<b><u>Expenditure Summary:</u></b>				
Chamber	\$ 150,000.00	\$ 37,500.00	25.00%	\$ 112,500.00
City	\$ 2,500.00	\$ 906.35	36.25%	\$ 1,593.65
<b>Total Expenditures</b>	<b>\$ 152,500.00</b>	<b>\$ 38,406.35</b>	<b>25.18%</b>	<b>\$ 114,093.65</b>
<b>Revenue Over (Under) Expenditures</b>	<b>\$ 5,025.00</b>	<b>\$ 1,262.47</b>		<b>\$ 3,762.53</b>

## Hotel/Motel Fund

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**Hotel/Motel taxes** are required to be remitted at least quarterly, with payments due 30 days after the end of each quarter. The first quarter's receipts of \$39,665 are up from last year's historic high 1<sup>st</sup> quarter of \$37,945. The historic high fiscal year for this revenue was FY 2008.

The bulk of budgeted Hotel/Motel revenues are allocated to the **Chamber of Commerce** for performing the CVB function. Monthly payments are made to the Chamber at 1/12 of the budget amount. The **City** retains a small amount of H/M funds for use in the downtown historical district.

**City of Belton  
Budget Report  
As of December 31, 2013**

<b>Debt Service Fund</b>	<b>Current Budget</b>	<b>YTD Actual</b>	<b>YTD as % of Budget</b>	<b>Budget Balance</b>
<b>Revenue Summary:</b>				
Ad Valorem Taxes	\$835,557.00	\$656,338.24	78.55%	\$179,218.76
Interest Income	\$500.00	\$69.78	13.96%	\$430.22
<b>Total Revenues</b>	<b>\$836,057.00</b>	<b>\$656,408.02</b>	<b>78.51%</b>	<b>\$179,648.98</b>
<b>Expenditure Summary:</b>				
Debt Service	\$950,737.00	\$1,884.16	0.20%	\$948,852.84
<b>Total Expenditures</b>	<b>\$950,737.00</b>	<b>\$1,884.16</b>	<b>0.20%</b>	<b>\$948,852.84</b>
<b>Revenue Over (Under) Expenditures</b>	<b>(\$114,680.00)</b>	<b>\$654,523.86</b>		<b>(\$769,203.86)</b>

## Debt Service Fund Revenues

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### **Ad Valorem Taxes:**

**Current ad valorem tax** collections are 69.78% of the tax levy at the end of the first fiscal year quarter. This is slightly below collection rates in the last five years, which range from 71.99% to 73.94% at this point in the fiscal year. However, collections in January and February (2<sup>nd</sup> quarter) were strong, and will put this year's trend ahead of the 5 year pace. The annual budget was based on a collection rate of 97%, which appears on target with the current trend.

Most of the current ad valorem tax levy is collected from October through January. Taxes become delinquent on February 1<sup>st</sup>, so January is the last month to pay without penalty.

**Delinquent ad valorem taxes** represent collection of prior year levies. **Penalty and interest** is only being collected on prior year taxes at this point in the year, and will increase once the current levy becomes delinquent on February 1<sup>st</sup>. Both revenues are within budget parameters.

City **ad valorem tax collections in the TIRZ zone** are budgeted as a reduction of ad valorem taxes in the GF, and are transferred to the TIRZ fund after BCAD notification of the actual collected amount, which occurs in March each year. We have received notice of those amounts, which will be paid in March (City) and probably April (County). The actual amounts were higher than the budget amounts by \$21,125 (3.97%) and \$13,413 (3.96%) for City and County respectively.

### **Interest Income:**

Current interest rates are extremely low (less than 0.10%), and interest income is fairly insignificant at these rates.

## Debt Service Fund Expenditures

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This fund accounts for the debt service on GO bonds, with payments made in February and August each year.

**City of Belton  
Budget Report  
As of December 31, 2013**

<b>TIRZ Fund</b>	<b>Current Budget</b>	<b>YTD Actual</b>	<b>% YTD Budget</b>	<b>Budget Balance</b>
<b><u>Revenue Summary:</u></b>				
Ad Valorem Taxes	\$870,678.00	\$0.00	0.00%	\$870,678.00
Interest Income	\$300.00	\$22.17	7.39%	\$277.83
<b>Total Revenues</b>	<b>\$870,978.00</b>	<b>\$22.17</b>	<b>0.00%</b>	<b>\$870,955.83</b>
<b><u>Expenditure Summary:</u></b>				
Debt Service	\$214,394.00	\$468.31	0.22%	\$213,925.69
Façade Grants	\$50,000.00	\$10,000.00	20.00%	\$40,000.00
Project Transfers	\$606,584.00	\$0.00	0.00%	\$606,584.00
<b>Total Expenditures</b>	<b>\$870,978.00</b>	<b>\$10,468.31</b>	<b>1.20%</b>	<b>\$860,509.69</b>
<b>Revenue Over (Under) Expenditures</b>	<b>\$0.00</b>	<b>(\$10,446.14)</b>		<b>\$10,446.14</b>

## TIRZ Fund

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The BCAD sends notification of the **City and County TIRZ tax** amounts in March of each year, so these revenues will be recognized in the second quarter of the fiscal year. We have received notice of those amounts, which will be paid in March (City) and probably April (County). The actual amounts were higher than the budget amounts by \$21,125 (3.97%) and \$13,413 (3.96%) for City and County respectively.

**TIRZ expenditures** include bond payments, which are made in February and August. Also, most of the transfers for capital projects have not yet been made due to cash flow purposes (awaiting receipt of the TIRZ taxes).

There had been one **façade grants** paid at this point, with several others having been approved by Council.



City of Belton, Texas  
Investment Report Summary  
For the Quarter Ended December 31, 2013

The Public Funds Investment Act, Chapter 2256 of the Texas Government Code, requires the investment officers of each local government to prepare and submit a written report of investments to its governing body not less than quarterly.

Attached are the detailed investment reports for the quarter ended December 31, 2013. These reports include information regarding the City's cash and investment status, investment yield, portfolio valuation, portfolio activity, and investments by fund type prepared in accordance with GAAP.

Historical rate information, market updates, and monthly newsletters that contain valuable economic information are provided by TexPool and may be accessed at <http://www.texpool.com/TexPool/index.frames.jsp>. TexSTAR rate information may be located online at <https://www.texstar.org/RatesMonthlyHistory.aspx>. Unfortunately, TexSTAR currently restricts online public access to their monthly newsletters; however, the newsletters are available upon request from the Finance Department.

The City's investment portfolio remained in compliance with the Public Funds Investment Act and the City of Belton Investment Policy throughout the quarter.

We will be happy to address any questions or comments that you may have regarding the City's investment portfolio.

Sincerely,

A handwritten signature in black ink that reads "Cristy Daniell".

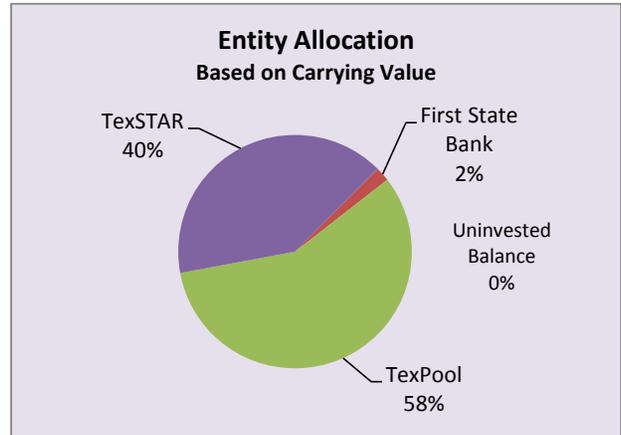
Cristy Daniell  
Assistant City Manager

A handwritten signature in black ink that reads "Sam A. Listi".

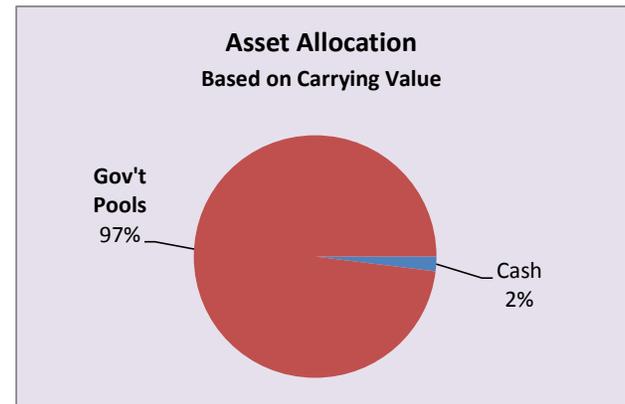
Sam A. Listi  
City Manager

City of Belton, Texas  
 Schedule of Investment Allocations  
 For the Quarter Ended December 31, 2013

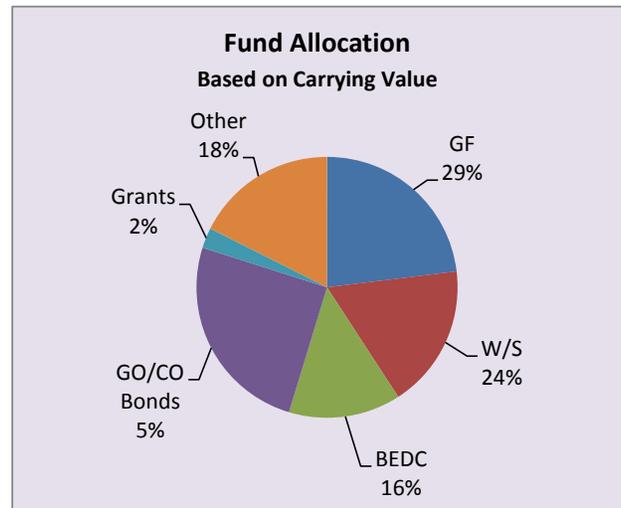
<b>Entity Allocation</b>	<b>Carrying Value</b>	<b>Bank Balance / Fair Value</b>
Uninvested Balance	\$ 2,160	\$ 2,160 <sup>^</sup>
First State Bank	\$ 574,136	\$ 668,388 *
TexPool	\$ 16,900,105	\$ 16,900,105
TexSTAR	\$ 11,866,700	\$ 11,866,700
	<u>\$ 29,343,101</u>	<u>\$ 29,437,353</u>



<b>Asset Allocation</b>	<b>Carrying Value</b>	<b>Bank Balance / Fair Value</b>
Cash	\$ 576,296	\$ 670,548
Government Pools	\$ 28,766,805	\$ 28,766,805
	<u>\$ 29,343,101</u>	<u>\$ 29,437,353</u>



<b>Fund Allocation</b>	<b>Carrying Value</b>	<b>% of Carrying Value</b>
General Fund (GF)	\$ 6,761,148	23.04%
Water/Sewer (W/S)	\$ 5,218,477	17.78%
Drainage	\$ 471,115	1.61%
Development Corporation (BEDC)	\$ 4,074,981	13.89%
Hotel/Motel	\$ 30,404	0.10%
Debt Service	\$ 929,289	3.17%
Tax Increment Reinvestment Zone	\$ 186,557	0.64%
Capital Projects - GO/CO Bonds	\$ 7,394,849	25.20%
Capital Projects	\$ 2,551,265	8.69%
Federal/State Grants	\$ 740,819	2.52%
Other Funds	\$ 984,197	3.35%
	<u>\$ 29,343,101</u>	<u>100%</u>



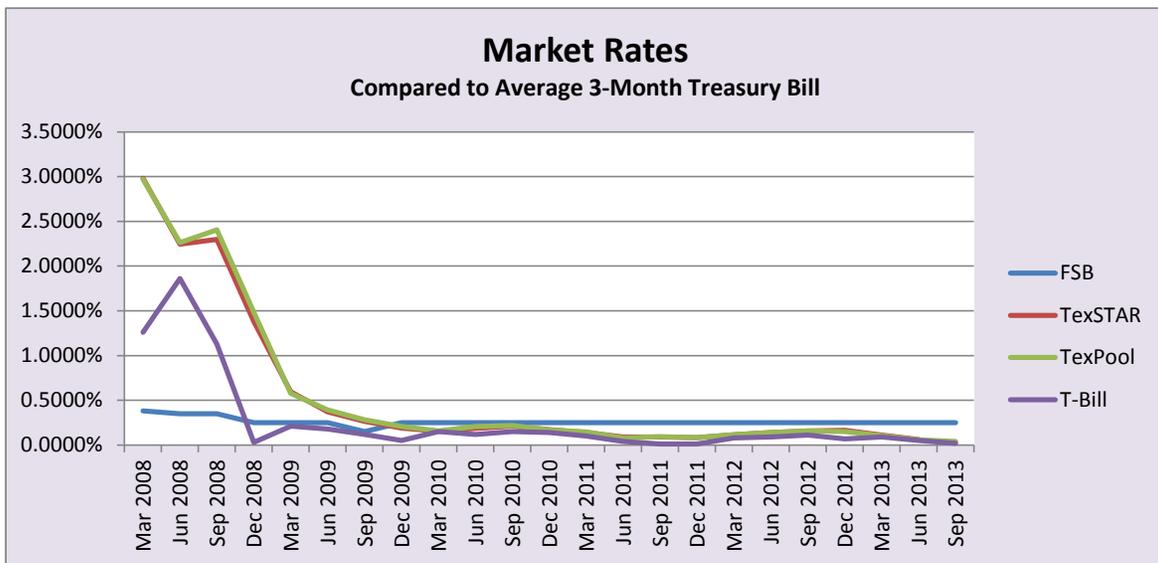
<sup>^</sup> Uninvested balance is cash on hand.

\* The difference between Carrying Value and Fair Value is deposits in transit and outstanding checks.

City of Belton, Texas  
Investment Portfolio - Marked to Market  
For the Quarter Ended December 31, 2013

Type	Par Value	Term* (Days)	Yield %	Maturity Date	Carrying Value	Fair Value	Fair vs Carrying Value
Uninvested Balance	\$ 2,160	1	-	-	\$ 2,160	\$ 2,160	N/A
First State Bank	\$ 574,136	1	0.2500%	-	\$ 574,136	\$ 668,388	N/A
TexPool	\$ 16,900,105	78	0.0394%	-	\$ 16,900,105	\$ 16,900,105	\$ -
TexSTAR	\$ 11,866,700	68	0.0390%	-	\$ 11,866,700	\$ 11,866,700	\$ -
	<u>\$ 29,343,101</u>				<u>\$ 29,343,101</u>	<u>\$ 29,437,353</u>	<u>\$ -</u>

Weighted Average Maturity 72.44 Days



\* The term reported for the City's investment in local government investment pools is the pool's weighted average maturity in days.

City of Belton, Texas  
Investment Portfolio by Fund  
For the Quarter Ended December 31, 2013

By Fund/Purpose:	Balance at 09/30/2013					Net Change During Quarter	% Change During Quarter	Balance at 12/31/2013				
	TexPool	TexSTAR	Cash in Bank	Uninvested Balance	Total	Total	Total	TexPool	TexSTAR	Cash in Bank	Uninvested Balance	Total
General Fund	\$ 2,346,778	\$ 1,936,775	\$ 46,601	\$ 2,100	\$ 4,332,254	\$ 2,428,894	(a) 56.07%	\$ 3,893,175	\$ 2,733,660	\$ 132,213	\$ 2,100	\$ 6,761,148
Water/Sewer	\$ 2,473,191	\$ 2,041,103	\$ 49,111	\$ -	\$ 4,563,405	\$ 655,072	(b) 14.35%	\$ 3,005,814	\$ 2,110,584	\$ 102,079	\$ -	\$ 5,218,477
Drainage	\$ 229,522	\$ 189,423	\$ 4,558	\$ -	\$ 423,503	\$ 47,612	(b) 11.24%	\$ 271,360	\$ 190,540	\$ 9,215	\$ -	\$ 471,115
Development Corporation	\$ 2,427,706	\$ 2,003,564	\$ 48,208	\$ -	\$ 4,479,478	\$ (404,497)	(b) -9.03%	\$ 2,347,167	\$ 1,648,104	\$ 79,710	\$ -	\$ 4,074,981
Hotel/Motel	\$ 12,156	\$ 10,032	\$ 241	\$ -	\$ 22,429	\$ 7,975	(c) 35.56%	\$ 17,512	\$ 12,297	\$ 595	\$ -	\$ 30,404
Debt Service	\$ 149,445	\$ 123,336	\$ 2,968	\$ -	\$ 275,749	\$ 653,540	(d) 237.01%	\$ 535,265	\$ 375,846	\$ 18,178	\$ -	\$ 929,289
Tax Increment Reinvestment Zone	\$ 106,768	\$ 88,115	\$ 2,120	\$ -	\$ 197,003	\$ (10,446)	(e) -5.30%	\$ 107,456	\$ 75,452	\$ 3,649	\$ -	\$ 186,557
Capital Projects - GO/CO Bonds	\$ 4,266,358	\$ 3,162,145	\$ 125,821	\$ -	\$ 7,554,324	\$ (159,475)	(f) -2.11%	\$ 4,259,393	\$ 2,990,807	\$ 144,649	\$ -	\$ 7,394,849
Capital Projects	\$ 1,610,265	\$ 1,305,512	\$ 34,659	\$ -	\$ 2,950,436	\$ (399,171)	(g) -13.53%	\$ 1,469,515	\$ 1,031,845	\$ 49,905	\$ -	\$ 2,551,265
Federal/State Grants	\$ 394,827	\$ 325,847	\$ 7,840	\$ -	\$ 728,514	\$ 12,305	(h) 1.69%	\$ 426,708	\$ 299,620	\$ 14,491	\$ -	\$ 740,819
Other Funds	\$ 543,792	\$ 448,787	\$ 10,997	\$ 60	\$ 1,003,636	\$ (19,439)	(i) -1.94%	\$ 566,740	\$ 397,945	\$ 19,452	\$ 60	\$ 984,197
<b>Totals</b>	<b>\$ 14,560,808</b>	<b>\$ 11,634,639</b>	<b>\$ 333,124</b>	<b>\$ 2,160</b>	<b>\$ 26,530,731</b>	<b>\$ 2,812,370</b>	<b>10.60%</b>	<b>\$ 16,900,105</b>	<b>\$ 11,866,700</b>	<b>\$ 574,136</b>	<b>\$ 2,160</b>	<b>\$ 29,343,101</b>

(a) From October to December, the General Fund cash increased as the bulk of ad valorem tax is collected during this first quarter of the year.

(b) Cash balances in the Water and Sewer Fund and Drainage Fund increased as revenues were collected during the quarter, without any large cash outflows. Debt service occurs in the 2nd and 4th quarters of the year, and there were no large capital items or transfers during this quarter.

(c) BEDC cash decreased due to the payment of prior year CGI incentives paid this quarter.

(d) Hotel/Motel cash increased relative to increased tax receipts for the quarter.

(e) Debt service cash increased as the bulk of ad valorem tax is collected in this first quarter of the fiscal year, and debt service payments occur in the 2nd and 4th quarters.

(f) The cash balance of the TIRZ fund decreased due the payment of a façade grant. TIRZ taxes are received in the 2nd and 3rd quarters.

(g) Cash in the 2013 Certificates of Obligation declined slightly as projects got underway. The balance of this fund will typically decline every quarter, as projects progress.

(h) Cash balances in the Capital Projects funds decreased as expenditures were made on projects.

(i) The bulk of grant funds on hand are City matching funds for 9th Avenue and H&B Trail P2. Balances fluctuate slightly as expenditures and reimbursements flow in and out. As these two large projects progress, cash balances will decline as City funds are spent.

City of Belton, Texas  
 Interest Earnings  
 For the Quarter Ended December 31, 2013

By Fund/Purpose:	Current Quarter				Year To Date			
	TexPool	TexSTAR	Bank	Total	TexPool	TexSTAR	Bank	Total
General Fund (GF)	\$ 356	\$ 239	\$ 78	\$ 673	\$ 356	\$ 239	\$ 78	\$ 673
Water/Sewer (W/S)	\$ 305	\$ 206	\$ 56	\$ 567	\$ 305	\$ 206	\$ 56	\$ 567
Drainage	\$ 28	\$ 19	\$ 5	\$ 52	\$ 28	\$ 19	\$ 5	\$ 52
Development Corporation (BEDC)	\$ 278	\$ 188	\$ 52	\$ 518	\$ 278	\$ 188	\$ 52	\$ 518
Hotel/Motel Fund	\$ 2	\$ 1	\$ -	\$ 3	\$ 2	\$ 1	\$ -	\$ 3
Debt Service Fund	\$ 38	\$ 25	\$ 7	\$ 70	\$ 38	\$ 25	\$ 7	\$ 70
Tax Increment Reinvestment Zone	\$ 12	\$ 8	\$ 2	\$ 22	\$ 12	\$ 8	\$ 2	\$ 22
Capital Projects Funds - GO/CO Bonds	\$ 467	\$ 316	\$ 86	\$ 869	\$ 467	\$ 316	\$ 86	\$ 869
Capital Projects - Designated	\$ 174	\$ 118	\$ 32	\$ 324	\$ 174	\$ 118	\$ 32	\$ 324
Federal/State Grants	\$ 46	\$ 31	\$ 5	\$ 82	\$ 46	\$ 31	\$ 5	\$ 82
All Other Funds	\$ 62	\$ 42	\$ 22	\$ 126	\$ 62	\$ 42	\$ 22	\$ 126
<b>Totals</b>	<b>\$ 1,768</b>	<b>\$ 1,193</b>	<b>\$ 345</b>	<b>\$ 3,306</b>	<b>\$ 1,768</b>	<b>\$ 1,193</b>	<b>\$ 345</b>	<b>\$ 3,306</b>

By Entity:	Current Quarter		Year To Date	
	Amount	%	Amount	%
First State Bank	\$ 345	10.44%	\$ 345	10.44%
TexSTAR	\$ 1,193	36.09%	\$ 1,193	36.09%
TexPool	\$ 1,768	53.48%	\$ 1,768	53.48%
<b>Total</b>	<b>\$ 3,306</b>	<b>100.00%</b>	<b>\$ 3,306</b>	<b>100.00%</b>

