



City of Alamo Heights

Quarterly Financial Report As of December 31, 2009

Presented by: Cynthia Barr, Director of Finance
Agenda Item # 7
City Council Meeting
February 8, 2010



Quarterly Financial Report

- General Fund Revenues
- General Fund Expenditures
- Utility Fund Revenues & Expenditures
- Investment Portfolio Update
- Summary of City's Financial Position



General Fund Revenues

	FY 2009-10 BUDGET	FY 2009-10 3 MONTHS	FY 2009-10 % BUDGET	FY 2008-09 3 MONTHS
PROPERTY TAXES	\$ 4,474,073	\$ 2,335,475	52%	\$ 2,448,202
SALES TAX	728,500	167,439	23%	174,561
OTHER TAXES	580,400	156,939	27%	139,658
TOTAL TAXES	\$ 5,782,973	\$ 2,659,853	46%	\$ 2,762,421
PERMITS & FEES	519,189	127,113	24%	112,416
INTERGOVERNMENTAL	430,623	109,044	25%	132,337
CHARGES FOR SERVICES	778,300	187,198	24%	188,502
FINES AND FORFEITURES	249,700	46,028	18%	43,620
INVESTMENTS	200,000	7,322	4%	45,600
MISCELLANEOUS	58,370	9,419	16%	8,598
TRANSFER - UTILITY FUND FOR IT	48,992	0	0%	0
TOTAL REVENUES \$	8,068,147	\$ 3,145,977	39%	\$ 3,293,494

1. Majority of taxes are collected in December and January. \$219,140 is designated for debt service.
2. 3% fewer citations were issued this quarter as compared to the same quarter last year. Fewer were cleared.
3. Interest on investments are at 4% of budget interest rates remain at a low.
4. Miscellaneous revenues include city fees for copies, ATM fees, tax services, wrecker fees, impound and police auction proceeds.



General Fund Expenditures

	FY 2009-10 BUDGET	FY 2009-10 3 MONTHS	FY 2009-10 % BUDGET	FY 2008-09 3 MONTHS
ADMINISTRATION & FINANCE \$	1,389,166	\$ 335,185	24%	\$ 276,406
COMMUNITY DEVELOPMENT	378,740	106,931	28%	49,592
FIRE/EMS	2,388,165	553,492	23%	535,154
POLICE / DISPATCH	2,424,056	519,101	21%	508,256
PUBLIC WORKS	1,597,779	358,241	22%	479,754
TOTAL EXPENDITURES \$	8,177,906	\$ 1,872,950	23%	\$ 1,849,162
OPERATING OVER/UNDER \$	(389,003)	\$ 1,273,027	0	\$ 1,592,487

The Adopted General Fund Budget included \$386,386 in one time expenditures which are not normal operating expenses. Total General Fund Expenditures are at 23% of budget for the first quarter of the year.



Utility Fund Revenues & Expenditures

	FY 2009-10 BUDGET	FY 2009-10 3 MONTHS	FY 2009-10 % BUDGET	FY 2008-09 3 MONTHS
WATER	\$ 2,100,121	\$ 395,936 ¹	19%	\$ 534,340
SEWER	1,294,000	328,131	25%	315,590
TOTAL REVENUES	\$ 3,394,121	\$ 724,067	21%	\$ 849,930
WATER	\$ 1,888,086	\$ 429,868	23%	\$ 306,416
SEWER	1,221,000	206,811 ²	17%	2,732 ³
TOTAL EXPENDITURES	\$ 3,109,086	\$ 636,679	20%	\$ 309,148
OPERATING OVER/UNDER	\$ 285,035 ¹	\$ 87,388	0	\$ 540,782

1. Water consumption is less during winter months due to winter averaging for sewer bills and sufficient rain.
2. Sewer maintenance of \$218,324 is budgeted and not yet expended for the FY.
3. An error in calculation of the sewer fees accessed by SAWS in the previous fiscal year created a \$220,000 credit due which is reflected in the Sewer Department expenditures.



Investment Portfolio Update

SECURITY TYPE	YEILD TO MATURITY MATURITY DATE	PAR VALUE	BOOK VALUE	PERCENT PORTFOLIO
TREASURY ISSUES:				
NONE CURRENTLY	0.000%			
SUBTOTAL		0	0	0%
CERTIFICATES OF DEPOSIT:				
FROST BANK*	0.00%		0	
SUBTOTAL			0	0%
POOLS				
LONE STAR			1,509,631	
LOGIC			1,392,922	
TEX STAR CONSTRUCTION			3,362,503	
TEX STAR			2,504,902	
TEXPOOL INVESTMENT			1,247,257	
SUBTOTAL			10,017,215	76%
MONEY MKT (SWEEP ACCT)				
FROST BANK*			3,169,000	
SUBTOTAL			3,169,000	24%
TOTAL INVESTMENT PORTFOLIO AS OF DECEMBER 31, 2009			13,186,215	100%

* Frost National Bank pledges securities in the name of the City of Alamo Heights sufficient to cover balances which are not covered by FDIC



Investment Portfolio Update (Cont.)

Beginning Value as of September 30, 2009	\$	12,873,723	
Changes			
Market Value Fluctuations		0	
Net Increase (Decrease) to Pool Accounts		2,492	
Net Increase (Decrease) to Sweep Account		1,810,000	1
Net Amortization of Premium and Discounts		-	
Maturities		(1,500,000)	2
Purchases		-	
		<hr/>	
Ending Value as of December 31, 2009	\$	<u>13,186,215</u>	

The ending value represents cash balances from all funds

1. The increase in the sweep account reflects the receipt of tax revenue collections in the operating account. Excess funds in the operating account are automatically swept overnight to a money market (Sweep Account) to maximize interest on idle funds in the operating account. Funds not planned for immediate use will be invested in investments paying higher interest as allowed by the City Investment Policy.
2. A \$1,500,000 investment in Federal Home Loan Bank (FHLB) notes earned \$2,084 in interest before being called by the issuer November 10, 2009.



Investment Portfolio Update (Cont.)

PERFORMANCE MEASURES:

Benchmark

Actual

90 Day Treasury .05%	Average Yield	
	Investment Sweep Program	0.01%
	Investment Pools	0.19%
	Certificate of Deposit	N/A
Weighted Average Maturity	Maximum 365 days	N/A
Diversification		
U. S. Treasuries	Maximum 100%	0%
Certificates of Deposit	Maximum 100%	0%
No-load Money Market Mutual Funds	Maximum 35%	24%
Investment Pools	Maximum 100%	76%
Maximum Days to Maturity (as of purchase date)		
U. S. Treasuries	Maximum 1,095 days	0
Certificates of Deposit	Maximum 180 days	180

This report is in full compliance with the investment strategies as established by the City of Alamo Heights



Summary of City's Financial Position

The City's financial position remains strong:

- 1st Quarter Actuals – 25% of Budget
 - General Fund Revenues: 39%
 - General Fund Expenditures: 23%
 - Utility Fund Revenues: 21%
 - Utility Fund Expenditures: 20%
- 1st Quarter Investment Summary
 - Total Portfolio: \$13,186,215
 - Earning yields of 0.01% to 0.09%