

QUARTERLY FINANCIAL REPORT AS OF DECEMBER 31, 2025

ITEM # 6

FEBRUARY 23, 2026



FINANCE DEPARTMENT

Presented by:
Kristine Horton
Finance Director

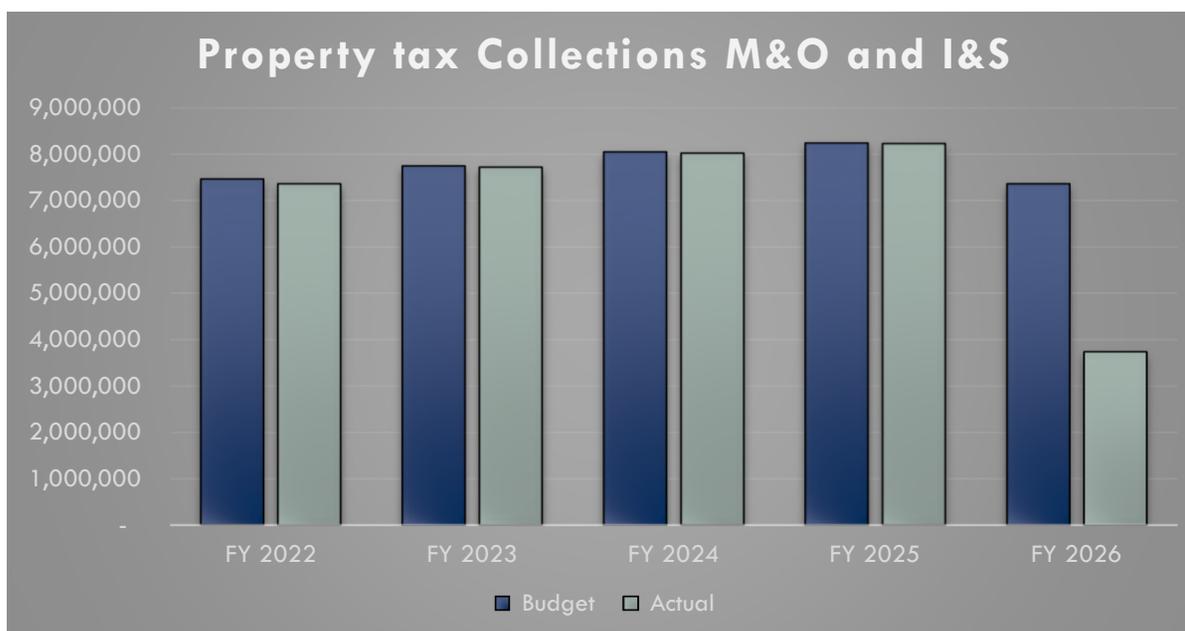
1ST QUARTER FYE 2026 FINANCIAL REPORT



- Property Tax Collections
- Sales Tax
- General Fund Revenues & Expenditures
- Utility Fund Revenues & Expenditures
- Capital Projects Fund
- Investment Portfolio Update

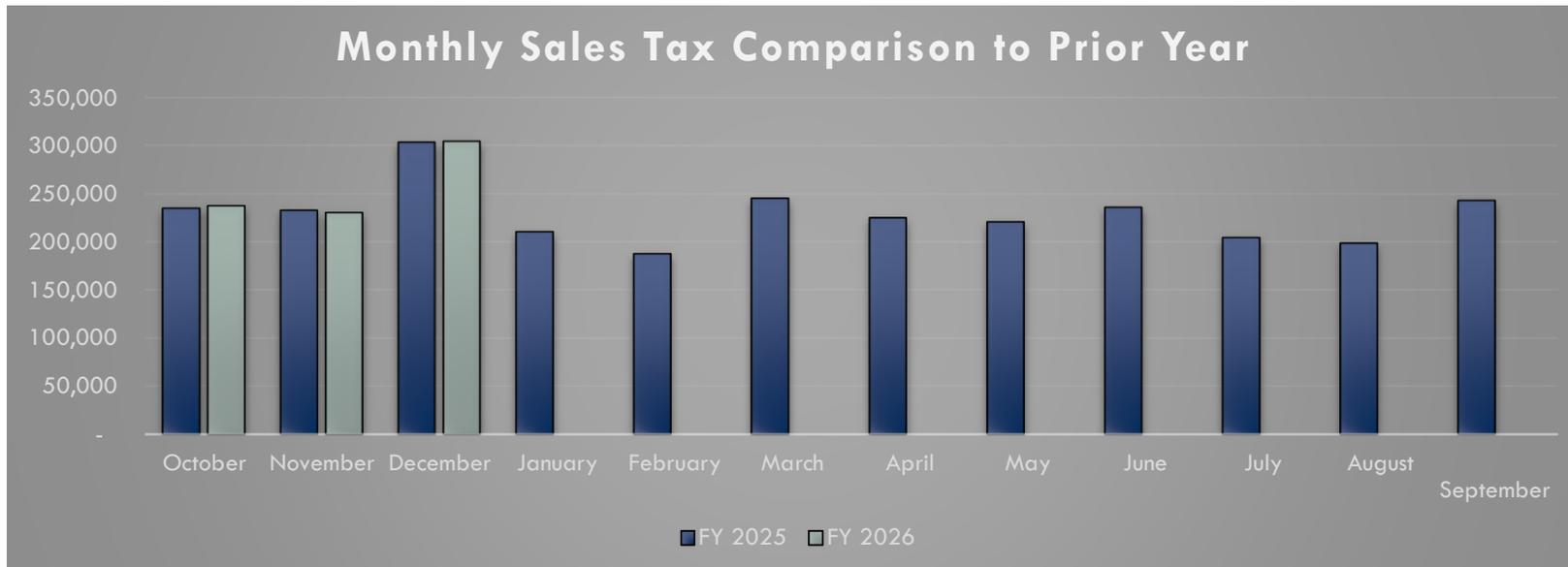


PROPERTY TAX COLLECTIONS M&O AND I&S



	Budget	Actual	Budget Balance Under/(Over)	% Received
Net Tax	\$7,349,328	\$3,726,076	\$ 3,623,252	50.70%

TOTAL SALES TAX REVENUE BY MONTH



General Fund	Budget	Actual	Budget Balance Under/(Over)	% Received
Net Sales Tax	\$ 1,730,000	\$ 513,934	\$ 1,216,066	29.71%

Street Maintenance	Budget	Actual	Budget Balance Under/(Over)	% Received
Net Sales Tax	\$ 865,000	\$ 256,967	\$ 608,033	29.71%

Sales tax collections from the state are 2 months in arrears. YTD sales tax is \$770,901 an increase of .17% compared to prior year 1st Qtr. total of \$769,572.



GENERAL FUND REVENUES

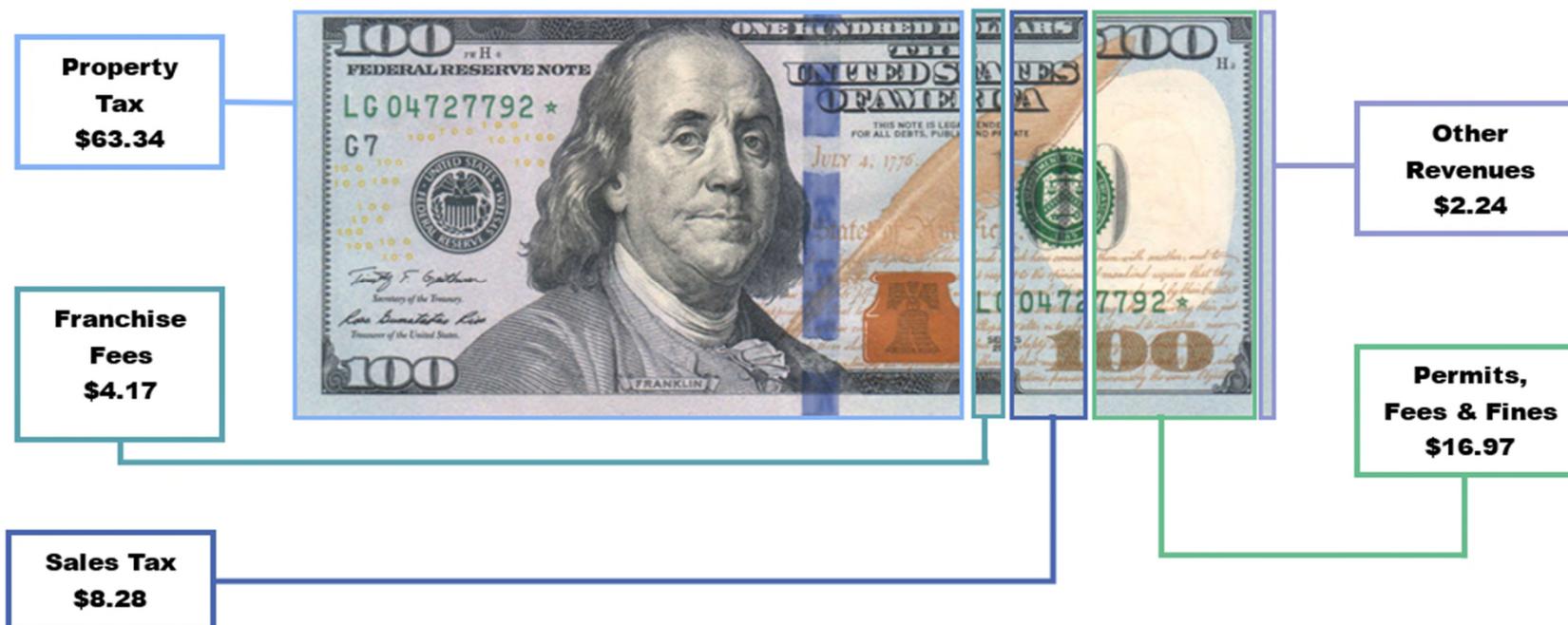
Classification Ending Month	FY 25-26 Org. Budget	1st Quarter Ending 12/2025	Overall Totals Unaudited	100% Budget
Revenues:				
Property Taxes	\$ 7,349,328	\$ 3,726,076	\$ 3,726,076	51%
Sales Taxes	1,730,000	451,618	451,618	26%
Other Taxes - Franchise	781,185	227,230	227,230	29%
Total Taxes	\$ 9,860,513	\$ 4,404,924	\$ 4,404,924	45%
Permits & Fees	875,210	288,468	288,468	33%
Intergovernmental - Tricity Svcs.	1,086,858	158,199	158,199	15%
Charges for Services - SW, EMS	1,844,937	417,064	417,064	23%
Fines & Forfeitures - Court	240,300	61,547	61,547	26%
Investment Interest	487,900	107,307	107,307	22%
Miscellaneous	61,650	14,643	14,643	24%
Transfers In	119,325	-	-	0%
Total Revenues	\$ 14,576,693	\$ 5,452,152	\$ 5,452,152	37%



GENERAL FUND REVENUE TAX DOLLARS

Where Does Each \$100 Come From?

Based on the City's General Fund Revenue = \$ 5.45 Million





GENERAL FUND EXPENDITURE

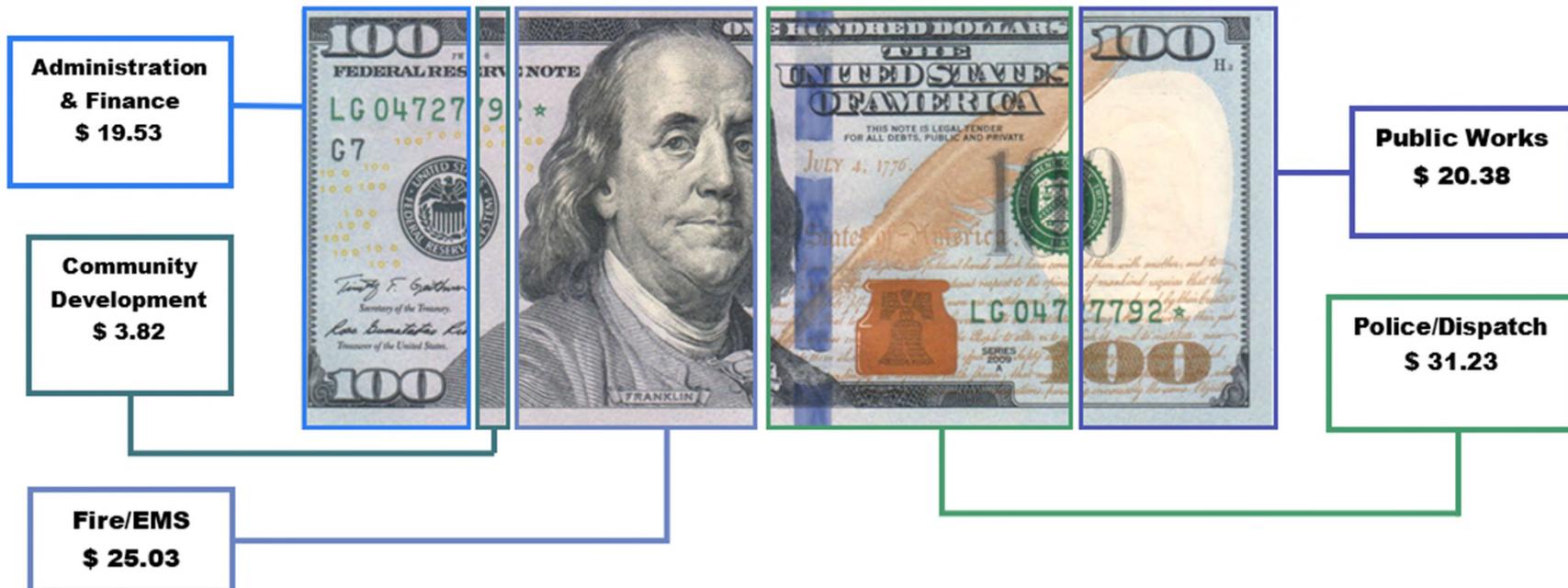
Classification Ending Month	FY 25-26 Org. Budget	1st Quarter Ending 12/2025	Overall Totals Unaudited	100% Budget
Expenditures:				
Administration & Finance	\$ 2,358,968	\$ 757,547	\$ 757,547	32%
Community Development	688,797	148,329	148,329	22%
Fire/EMS	3,551,997	971,233	971,233	27%
Police/Dispatch	4,599,759	1,211,769	1,211,769	26%
Public Works	2,650,844	790,765	790,765	30%
Transfers Out	936,900	-	-	0%
Total Expenditures	\$ 14,787,265	\$ 3,879,643	\$ 3,879,643	26%
Net Revenues (Expenditures)	\$ (210,572)	\$ 1,572,509	\$ 1,572,509	

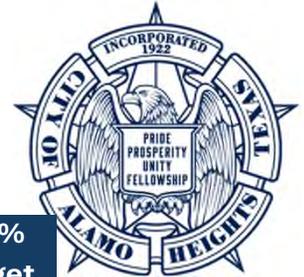


GENERAL FUND TAX DOLLARS AT WORK

Where Does Every \$100 of City Funds Go?

Based on the City's General Fund Expenditures = \$3.87 Million





UTILITY FUND REVENUES & EXPENSES

Classification Ending Month	FY 25-26 Org. Budget	1st Quarter Ending 12/2025	Overall Totals Unaudited	100% Budget
Revenues:				
Water	\$ 2,339,437	\$ 681,708	\$ 681,708	29%
Sewer	2,222,092	1,127,253	1,127,253	51%
Drought Surcharge Fees	80,000	85,306	85,306	107%
Intergovernmental - Penalty Fees	36,219	13,487	13,487	37%
Investment Interest	64,852	19,228	19,228	30%
Miscellaneous	11,175	16,281	16,281	146%
Total Revenues	\$ 4,753,775	\$ 1,943,263	\$ 1,943,263	41%
Expenditures:				
Water	\$ 2,570,675	\$ 651,311	\$ 651,311	25%
Sewer	1,601,000	366,563	366,563	23%
Capital Expenditures	1,485,750	289,894	289,894	20%
Transfers Out	619,110	-	-	0%
Total Expenditures	\$ 6,276,535	\$ 1,307,768	\$ 1,307,768	21%
Net Revenues (Expenditures)	\$ (1,522,760)	\$ 635,495	\$ 635,495	

CAPITAL PROJECTS FUND



Classification Ending Month	FY 25-26 Org. Budget	1st Quarter Ending 12/2025	Overall Totals Unaudited	100% Budget
Quarterly Beginning Fund Balance	16,802,052	16,802,052	16,802,052	
Revenues:				
Transfer In From General Fund	\$ 25,000	\$ -	\$ -	0%
Interest from 2021 Bond Proceeds	334,080	162,713	162,713	49%
Total Revenues	\$ 359,080	\$ 162,713	\$ 162,713	45%
Expenditures:				
Lower Broadway Project	25,000	-	-	0%
Olmos Basin Cleanup	-	-	-	0%
Total Expenditures	\$ 25,000	\$ -	\$ -	0%
Net Revenues (Expenditures)	\$ 334,080	\$ 162,713	\$ 162,713	
Quarterly Ending Fund Balance:	17,136,132	16,964,765	16,964,765	



INVESTMENT PORTFOLIO UPDATE

<u>3 Month Certificate of Deposit</u>	<u>Earns</u>	<u>Matures</u>	<u>Amount</u>	<u>%</u>
None			-	0.00%
<u>U.S. Agency Bonds</u>				
FFMC 3142WVH2 M8/13/26	4.290%	8/13/2026	2,000,000	
FHLB 3130B7U77 M 9/10/27 (Callable 9/10/26)	3.625%	9/10/2027	3,000,000	
			5,000,000	13.62%
<u>Investment Pools</u>				
	<u>Qrtly Avg</u>	<u>12/31/2025</u>		
Lone Star Operating	4.21%	4.03%	7,808,361.91	
Lone Star Bond Acct.	4.21%	4.03%	15,670,156.74	
Lone Star Drought	4.21%	4.03%	671,174.47	
Logic Operating	4.09%	3.95%	4,876,368.47	
Logic ARPA	4.09%	3.95%	-	
Tex Star	3.97%	3.82%	3,920.45	
Texpool	3.99%	3.83%	3,790.33	
Subtotal			29,033,772	79.11%
<u>Bank Accounts</u>				
Frost Bank Operating Acct	Non-Interest Bearing		2,668,708	7.27%
Total Investment Portfolio As of December 31, 2025			36,702,480	100.00%

*Frost Bank pledges securities in the name of the City to cover the balance over the FDIC limit of \$250,000



INVESTMENT PORTFOLIO CONTINUED

	<u>Market</u>
Beginning Total as of September 30, 2025	\$ 34,086,727
Changes	
Net Change to Investment Pool Accounts	\$ 973,954
Net Change to CD's	\$ -
Net Change in FHLB & FAMC Bank Bonds	\$ -
Net Change to Savings Account	\$ -
Net Change to Operating Account	\$ 1,641,800
Net Increase/(Decrease)	<u>\$ 2,615,754</u>
Ending Total as of December 31, 2025	<u>\$ 36,702,480</u>



INVESTMENT PORTFOLIO CONTINUED

PERFORMANCE MEASURES:

	<u>3 Month Average</u>
Benchmark 90 Day Treasury 3.73%	
Average Yield	4.02%
U.S. Agency Bonds	3.96%
Savings Account	0.00%
CD	0.00%
Investment Pools	4.10%
Operating Account	0.00%
Weighted Avg Maturity Days	29
<u>Maximum Days to Maturity 365 days</u>	
FHLB (Callable 9/10/26)	352
FAMC	253
<u>Days until Maturity</u>	

This report is in compliance with the investment strategies established by the City of Alamo Heights Investment Policy and the Public Funds Investment Act (Ch. 2256)