

# QUARTERLY FINANCIAL REPORT AS OF DECEMBER 31, 2022

ITEM # 10

FEBRUARY 27, 2023



**ADMINISTRATION AND  
FINANCE**

Presented by:  
Robert Galindo  
Finance Director



# 1ST QUARTER FYE 2023 FINANCIAL REPORT

- General Fund Revenues & Expenditures
- Utility Fund Revenues & Expenditures
- Capital Projects Fund
- Investment Portfolio Update
- Update on consideration for using outside investment management firm
- Summary of City's Financial Position

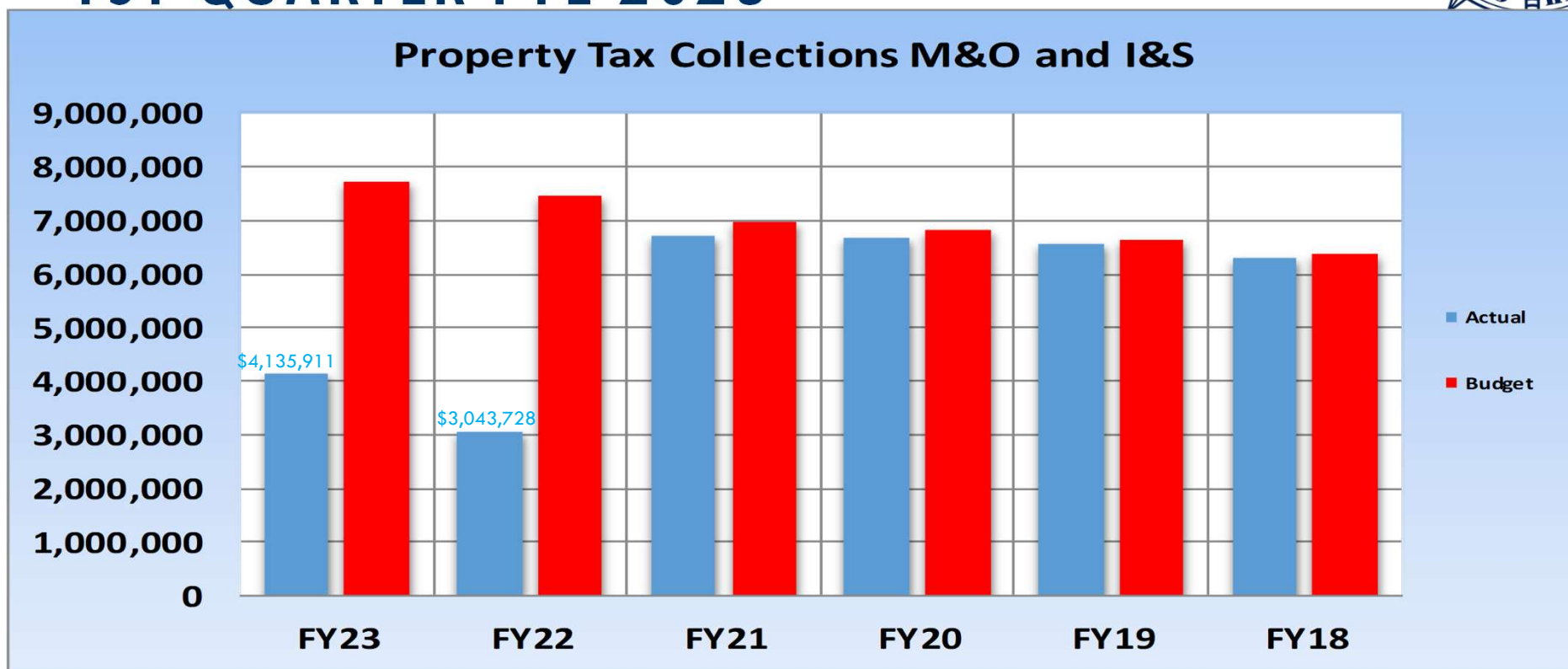
# GENERAL FUND REVENUES 1ST QTR FYE 2023



	FY 2022-23 BUDGET	FY 2022-23 3 MONTHS	FY 2022-23 25% BUDGET	FY 2021-22 3 MONTHS
PROPERTY TAXES	\$ 6,486,398	\$ 3,475,105	54%	\$ 2,531,974
SALES TAX	1,703,265	462,248	27%	370,136
OTHER TAXES-FRANCHISE	822,828	245,192	30%	214,168
<b>TOTAL TAXES</b>	<b>\$ 9,012,491</b>	<b>\$ 4,182,545</b>	<b>46%</b>	<b>\$ 3,116,278</b>
PERMITS & FEES	748,099	162,921	22%	192,317
INTERGOVERNMENTAL-TRICITY SVCS	780,900	133,516	17%	127,069
CHARGES FOR SERVICES- SW, EMS	1,055,705	309,713	29%	235,087
FINES AND FORFEITURES-COURT	227,896	47,455	21%	50,024
INVESTMENT INTEREST	30,000	118,597	395%	4,629
MISCELLANEOUS	68,540	18,228	27%	47,863
OTHER FINANCING SOURCES	92,748	0	0%	0
<b>TOTAL REVENUES</b>	<b>\$ 12,016,379</b>	<b>\$ 4,972,975</b>	<b>41%</b>	<b>\$ 3,773,267</b>



# PROPERTY TAX COLLECTIONS M&O AND I&S 1ST QUARTER FYE 2023

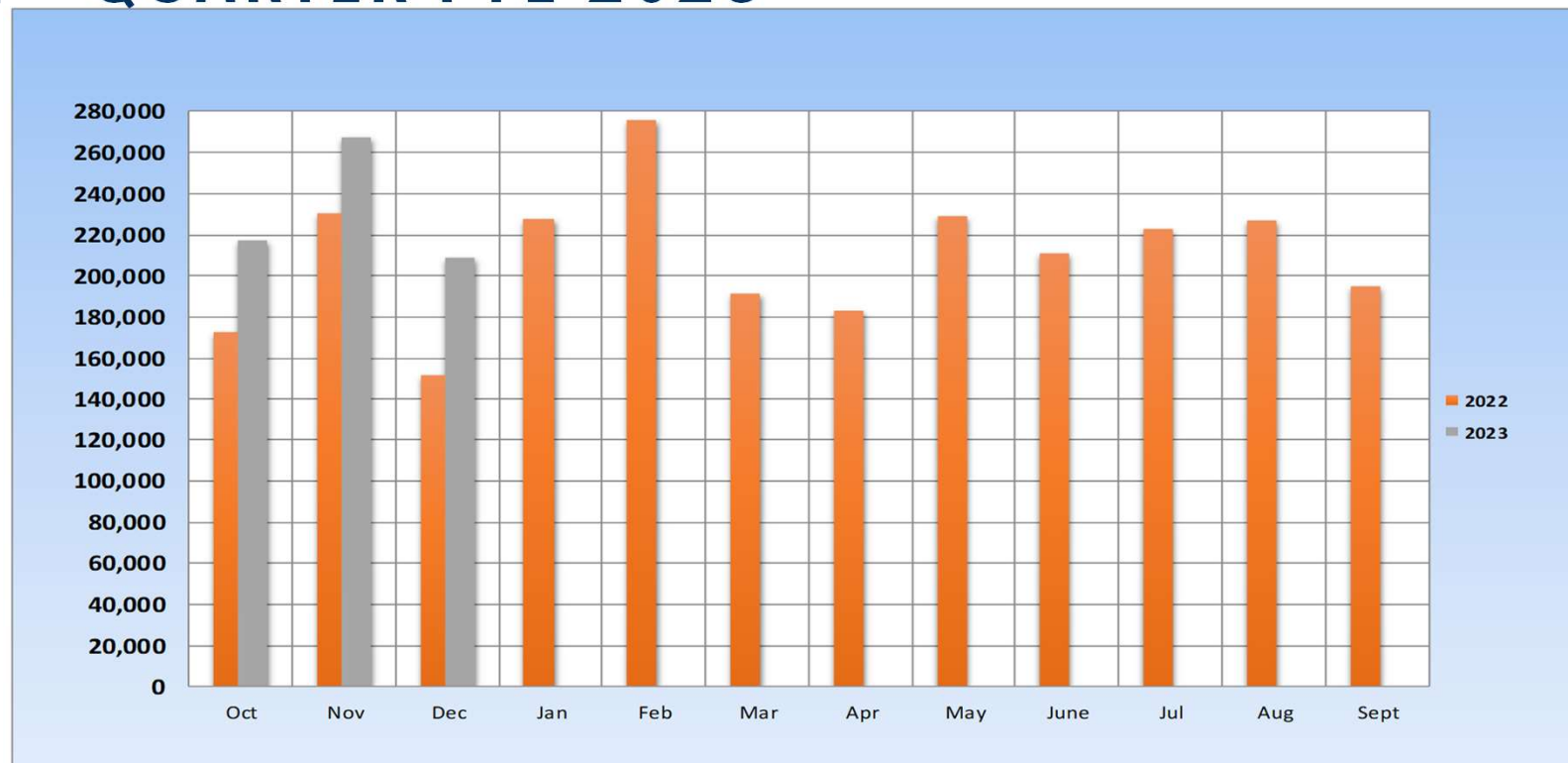


Property tax collections from FY21 to FY18 are for the complete fiscal year.



# TOTAL SALES TAX REVENUE BY MONTH

## 1<sup>ST</sup> QUARTER FYE 2023



Sales tax collections from the state are 2 months in arrears. YTD total is \$693,372 and Prior YTD was \$555,204

# GENERAL FUND EXPENDITURES

## 1<sup>ST</sup> QUARTER FYE 2023

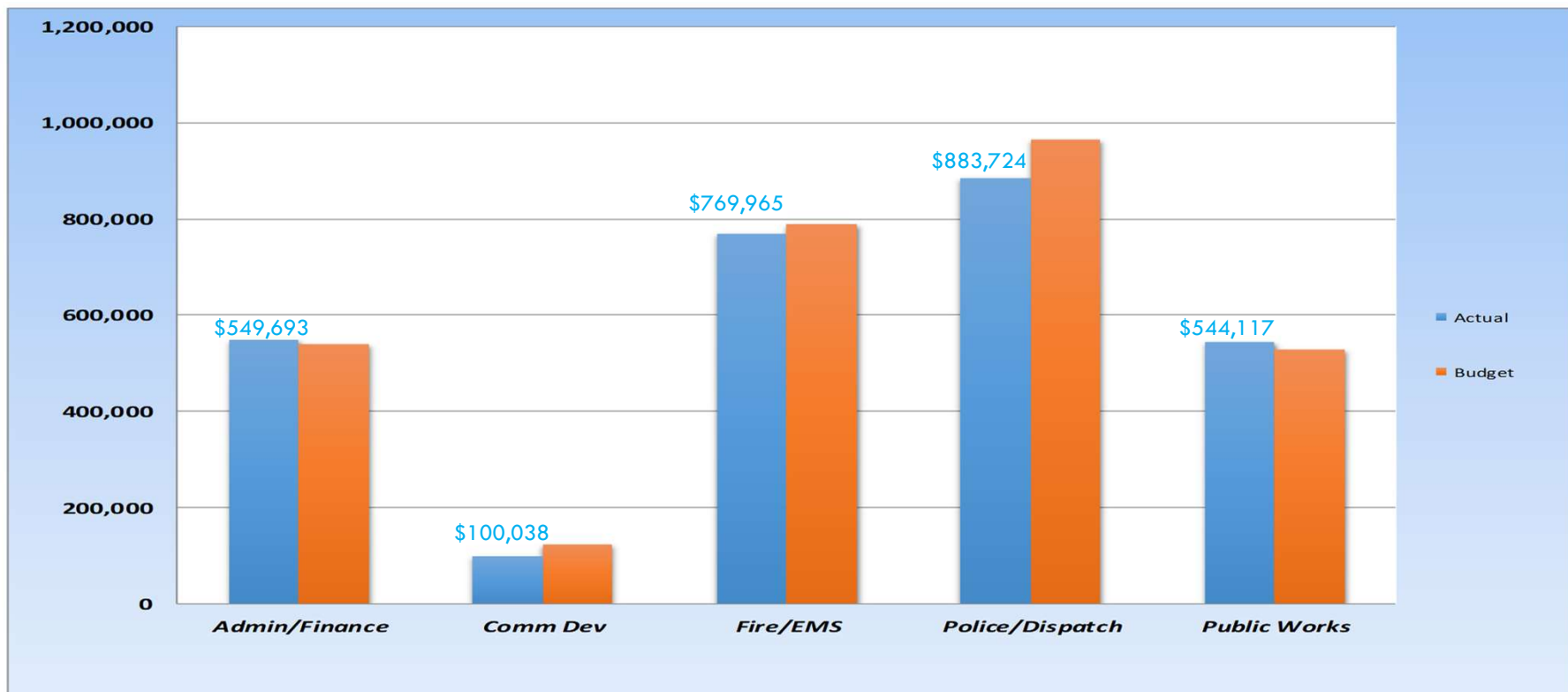


	FY 2022-23 BUDGET	FY 2022-23 3 MONTHS	FY 2022-23 25% BUDGET	FY 2021-22 3 MONTHS
ADMINISTRATION & FINANCE	\$ 2,156,014	\$ 549,693	25%	\$ 474,431
COMMUNITY DEVELOPMENT	492,582	100,038	20%	82,297
FIRE/EMS	3,154,389	769,965	24%	637,598
POLICE / DISPATCH	3,856,791	883,724	23%	732,702
PUBLIC WORKS	2,116,405	544,117	26%	435,131
<b>TOTAL EXPENDITURES</b>	<b>\$ 11,776,181</b>	<b>\$ 2,847,537</b>	<b>24%</b>	<b>\$ 2,362,159</b>
<b>OPERATING OVER/UNDER</b>	<b>\$ 150,935</b>	<b>\$ 296,147</b>		<b>\$ 116,922</b>



# GENERAL FUND EXPENDITURES FYE 2023

## 1<sup>ST</sup> QUARTER





# UTILITY FUND REVENUES & EXPENSES

## 1<sup>ST</sup> QUARTER FYE 2023

		FY 2022-23 BUDGET		FY 2022-23 3 MONTHS		FY 2022-23 25% BUDGET		FY 2021-22 3 MONTHS
WATER	\$	2,164,857	\$	654,490		30%	\$	566,751
SEWER		2,367,652		530,731		22%		627,948
<b>TOTAL REVENUES</b>	<b>\$</b>	<b>4,532,509</b>	<b>\$</b>	<b>1,185,221</b>		<b>26%</b>	<b>\$</b>	<b>1,194,699</b>
WATER	\$	2,322,610	\$	490,590		21%	\$	333,361
SEWER		1,519,780		128,090		8%		139,825
CAPITAL EXPENDITURES		450,000		22,005		5%		0
TRANSFERS		92,748		0		0%		0
<b>TOTAL EXPENDITURES</b>	<b>\$</b>	<b>4,385,138</b>	<b>\$</b>	<b>640,685</b>		<b>15%</b>	<b>\$</b>	<b>473,186</b>
<b>OPERATING OVER/UNDER</b>	<b>\$</b>	<b>147,371</b>	<b>\$</b>	<b>544,536</b>			<b>\$</b>	<b>721,513</b>

Carryovers into FY 2022-23 include the sewer project on Ogden, purchase of a work truck and the SCADA system.





# CAPITAL PROJECTS FUND

## 1<sup>ST</sup> QUARTER FYE 2023

	FY 2022-23 YTD TOTAL	FY 2022-23 BUDGET
BEGINNING BALANCE *	\$ 14,668,140	\$ -
TRANSFER IN from Gen. Fund	\$ -	\$ 25,000
<b>TOTAL REVENUES</b>	<b>\$ -</b>	<b>\$ 25,000</b>
EXPENDITURES		
Olmos Basin Clean-up	\$ -	\$ 25,000
<b>TOTAL EXPENDITURES</b>	<b>\$ -</b>	<b>\$ 25,000</b>
<b>FUND BALANCE</b>	<b>\$ 14,668,140</b>	<b>\$ -</b>

Note: \* Balance includes 2021 Taxable Bond proceeds

# INVESTMENT PORTFOLIO UPDATE

## 1ST QUARTER FYE 2023



<u>1-YEAR CERTIFICATES OF DEPOSIT</u>	<u>Earns</u>	<u>Matures</u>	<u>AMOUNT</u>	<u>%</u>
GENERATIONS FCU (did not rollover)	0.9%	01/06/23	247,025	
JEFFERSON BANK	1.1%	03/28/23	231,796	
			478,821	2%
<u>SAVINGS ACCOUNT</u>	<u>Qtrly. Avg.</u>	<u>as of 2/21/2023</u>		
JEFFERSON BANK*	0.45%	0.45%	1,218	0%
<u>INVESTMENT POOLS</u>	<u>Qtrly. Avg.</u>	<u>as of 2/21/2023</u>		
LONE STAR	3.9%	4.8%	5,057,961	
LONE STAR BOND ACCT	3.9%	4.8%	13,494,525	
LOGIC	3.8%	4.8%	5,030,334	
LOGIC ARPA ACCT	3.8%	4.8%	1,538,935	
TEX STAR	3.5%	4.5%	1,048,029	
TEXPOOL	3.5%	4.5%	1,010,314	
SUBTOTAL			27,180,099	92%
<u>OPERATING ACCOUNT</u>				
FROST BANK*	non-interest bearing		1,991,496	7%
TOTAL INVESTMENT PORTFOLIO as of DECEMBER 31, 2022			29,651,634	100%

\* Frost Bank pledges securities in the name of the City sufficient to cover balances which are not covered by



# INVESTMENT PORTFOLIO UPDATE

## 1ST QUARTER FYE 2023

- Since December 2022 staff has been analyzing the option to have a portion of the investment portfolio managed by an outside investment management company
- Contacted 6 outside firms, of those 3 firms said they normally work with \$100+ million portfolios
- Met with CM Savage and City Manager to review options last week
- Based on information from investment professionals, there is a consensus that the Fed will be increasing rates one to three times this year by another 0.25% each time and then the rates are expected to remain at a higher rate through December 2022.
- Option to consider is to invest \$10 million through a broker for a one-year U.S. treasury or federal agency for about 5% to 5.125%
- Custody/safekeeping fee would be approx. \$75-\$100 per month



# INVESTMENT PORTFOLIO CONTINUED

## 1<sup>ST</sup> QUARTER FYE 2023

	<u>Market</u>
Beginning Total as of October 1, 2022	\$ 28,943,472
Changes	
Net increase to Investment Pool Accounts	\$ (541,600)
Net increase to CD's	\$ 371
Net increase to Savings Account	\$ 1.25
Net increase to Operating Account	\$ 1,249,389
Net Increase	<u>\$ 708,162</u>
Ending Total as of DECEMBER 31, 2022	<u>\$ 29,651,634</u>



# INVESTMENT PORTFOLIO CONTINUED

## 1<sup>ST</sup> QUARTER FYE 2023

### PERFORMANCE MEASURES:

#### Benchmark

90 Day Treasury 4.04%

#### 3 Month Average

Average Yield	3.52%
Savings Account	0.45%
CDs	1.00%
Investment Pools	3.71%
Operating Account	0.00%
Weighted Average Maturity	26

#### Maximum Days to Maturity 365 days

Certificate of Deposit Generations FCU

Certificate of Deposit Jefferson Bank

#### Days until Maturity

6

87

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



# SUMMARY OF CITY'S FINANCIAL POSITION THROUGH END OF 1<sup>ST</sup> QUARTER FYE 2023

PERFORMANCE THROUGH 25% OF BUDGET			
	% of Budget	Current Quarter	YTD Quarter
<b>GENERAL FUND</b>			
Total Revenues	41%	Positive	Positive
Total Expenditures	24%	Positive	Positive
Total Property Tax Collections	43%	Positive	Positive
Sales Tax Revenues	27%	Positive	Positive
<b>ENTERPRISE FUND</b>			
Utility Fund Revenues	26%	Positive	Positive
Utility Fund Expenditures	15%	Positive	Positive