FY 2018 Quarterly Finance Update

Third Quarter – Through June 2018

Kent Meredith
Finance Director
September 27, 2018
### Third Quarter Highlights

**General Fund Revenue** = $42,734,706
- Ad Valorem = $19,780,538; collecting as projected
- Sales Tax = $10,760,778; $355K, or 3.4% over amended budget projections

**General Fund Expenditures** = $43,682,295
- 2% less than budget projections

**Utility Fund**
- **Revenues** = $22,441,247; 1.1% lower than budget projections
- **Expenditures** = $25,340,038; 3.5% lower than budget projections
FY 2018 Total Amended Operating Budget

**General Fund, $59.7M**
- Day to Day City Operations funded by Property Tax, Sales Tax, User Fees

**Utility Fund, $34.9M**
- Water & Wastewater funded by monthly water bills

**Restricted Funds, $59.4M**
- Revenues for specific purposes (4A, 4B, Debt Service, Cable Fund, etc)

Total: $154M
FY 2018 General Fund Sources – Amended Budget

<table>
<thead>
<tr>
<th>Source</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ad Valorem Taxes</td>
<td>$19,620,750</td>
</tr>
<tr>
<td>Sales Tax</td>
<td>$14,162,123</td>
</tr>
<tr>
<td>Development Related Fees</td>
<td>$2,014,935</td>
</tr>
<tr>
<td>Franchise Fees</td>
<td>$4,672,736</td>
</tr>
<tr>
<td>Administrative and Contract Svc</td>
<td>$4,976,571</td>
</tr>
<tr>
<td>Fines and Forfeitures</td>
<td>$590,000</td>
</tr>
<tr>
<td>Fees for Service</td>
<td>$3,249,895</td>
</tr>
<tr>
<td>Miscellaneous Fees</td>
<td>$1,044,794</td>
</tr>
<tr>
<td>Total Revenue</td>
<td>$50,331,804</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Source</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tax Note Reimbursement</td>
<td>$6,000,000</td>
</tr>
<tr>
<td>Use of Fund Balance for One-time Expenditures</td>
<td>$3,407,289</td>
</tr>
<tr>
<td>Total Sources</td>
<td>$59,739,093</td>
</tr>
</tbody>
</table>
FY 2018 General Fund Expenditures – Amended Budget

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Government</td>
<td>$5,051,348</td>
</tr>
<tr>
<td>Public Safety</td>
<td>$26,494,399</td>
</tr>
<tr>
<td>Public Works and Development</td>
<td>$8,444,740</td>
</tr>
<tr>
<td>Culture and Recreation</td>
<td>$5,682,820</td>
</tr>
<tr>
<td>Support Services</td>
<td>$14,065,786</td>
</tr>
<tr>
<td><strong>Total Expenditures</strong></td>
<td><strong>$59,739,093</strong></td>
</tr>
</tbody>
</table>
AD VALOREM REVENUE
FY 2018 Ad Valorem Tax Rate

FY 2018 Rate: 0.4575

I&S Rate
0.22405
49%

M&O Rate
0.23345
51%

FY 2018 Budget
($ in millions)

I&S
$18.75

M&O
$19.54
FY 2018 Ad Valorem Overview

FY 2018 Tax Rate $2.56 per $100

Benchmark Cities AV Rates

Leander ISD 1.52
Williamson County .467
ACC .4%
Cedar Park .4575
Other 18.2%
59%

17.9%
SALES TAX REVENUE
General Fund Sales Tax Collections

- GF Collections through June = $10,760,778
- 3.4% more than amended projections
- $956,105 (9.8%) more than last year for the same period
General Fund Sales Tax Collections

Sales Tax History - June
(in millions)

- FY 2014: 7.48
- FY 2015: 8.40
- FY 2016: 8.92
- FY 2017: 9.80
- FY 2018: 10.76
Sales Tax Growth – New Establishments
GENERAL FUND EXPENDITURES
General Fund Expenditures By Function

GF Expenditures by Function (in millions)

<table>
<thead>
<tr>
<th>Function</th>
<th>FY 2017 YTD</th>
<th>FY 2018 Budget</th>
<th>FY 2018 YTD</th>
</tr>
</thead>
<tbody>
<tr>
<td>Public Safety and Court</td>
<td>18.19</td>
<td>19.78</td>
<td>18.37</td>
</tr>
<tr>
<td>Public Works and Development</td>
<td>4.76</td>
<td>6.30</td>
<td>5.63</td>
</tr>
<tr>
<td>Culture and Recreation</td>
<td>3.65</td>
<td>4.24</td>
<td>3.76</td>
</tr>
<tr>
<td>General Government</td>
<td>2.87</td>
<td>3.77</td>
<td>3.52</td>
</tr>
<tr>
<td>Support Services</td>
<td>3.15</td>
<td>13.80</td>
<td>12.40</td>
</tr>
</tbody>
</table>
UTILITY FUND
Utility Fund Summary

Utility Fund Revenues and Expenses (in millions)

<table>
<thead>
<tr>
<th></th>
<th>FY 2017 YTD</th>
<th>FY 2018 Budget</th>
<th>FY 2018 YTD</th>
</tr>
</thead>
<tbody>
<tr>
<td>Revenue Total</td>
<td>$23.64</td>
<td>$22.69</td>
<td>$22.44</td>
</tr>
<tr>
<td>Expenditure Total</td>
<td>$23.63</td>
<td>$26.26</td>
<td>$25.34</td>
</tr>
</tbody>
</table>

FY 2017 YTD  FY 2018 Budget  FY 2018 YTD
FY 18 Water Sales = $11,364,521
$167K (1.4%) lower than budget projections

FY 18 Sewer Billings = $8,471,649
$25K (.3%) lower than budget projections

Other revenue include interest income, connection fees, transfers from other funds, etc

In line with budget projections
Utility Fund Expenditures

Utility Fund Expenses by Category (in millions)

- Personnel Services
- Occupancy
- Contractual Services
- Transfers Out
- Other

FY 2017 YTD | FY 2018 Budget | FY 2018 YTD
--- | --- | ---
3.83 | 4.23 | 3.94
0.98 | 0.89 | 1.08
6.05 | 7.47 | 6.59
10.84 | 12.15 | 12.15
1.93 | 1.52 | 1.57

CEDAR PARK
May Avg Temp. / Precip.
2018 = 89 / 2.29"
2017 = 85 / 1.96"
2016 = 82 / 5.36"
2015 = 82 / 9.53"
2014 = 84 / 0.1”

June Avg Temp. / Precip.
2018 = 95 / 0.88”
2017 = 91 / 1.52”
2016 = 91 / 2.62”
2015 = 89 / 0.03”
2014 = 90 / 0.16”
• Questions?

• Monthly and quarterly finance reports are available on line

http://www.cedarparktexas.gov/departments/finance/documents-budgets
Ad Valorem Impact to Homeowner

Breakdown of Homeowner Tax Bill

- **School District**: 58%
- **County**: 19%
- **ACC, WCID**: 5%
- **Cedar Park**: 18%

**Average Taxable Value**: $316,300

**Average Cedar Park Levy**: $1,439
(Approx. 18% of TOTAL Tax Bill)