

Observations Regarding 2019 Financial Statements

July

- 1) Operation and Maintenance Fund Expenditures exceeded Revenues by \$591,380 year to date. Other funds Revenues exceeded Expenditures by \$60,660.
- 2) Operation and Maintenance Funds actual revenues for July were \$168,114 more than budgeted revenues. Total for all funds actual revenues for July were \$302,060 more than budgeted revenues. Operations and Maintenance Revenues increased by 6.92% when compared to the same period (July) in 2018. Year to date Operating and Maintenance revenues increased by 2.0% year to date compared to 2018.
- 3) Operation and Maintenance Funds Expenditures in July were \$371,397 more than budgeted expenditures. Total Funds actual Expenditures during July were \$344,479 more than budgeted expenditures. Operation and Maintenance Funds expenditures decreased by 25.52% when compared to the same period in 2018.
- 4) Operation and Maintenance Fund Balances totaled approximately \$27.78 million at the end of July compared to \$27.06 million at the end of July 2018.
- 5) Total actual Sales Tax revenue for July was more than the 2018 amount by \$23,912 (.87%). The amount was \$81,777 (3.04%) more than the budgeted amount.
- 6) Combined State Turnback revenue for July was \$6,369 (1.39 %) more than the 2018 amount but \$2,582 (.55%) less than the budgeted amount. State Highway 1/2 percent sales tax amount was \$3,987 (3.0%) more than the July 2018 amount. The amount is \$16,684 (13.90%) higher than the budgeted amount.
- 7) Franchise tax for July increased by \$230,815 (682.61%) compared to July 2018 primarily due to a timing difference in taxes from Suddenlink..
- 8) Advertising and Promotion Taxes (Hotel/Motel) decreased by \$1,659 (2.62%) compared to July 2018.
- 9) Alcohol Beverage taxes increased \$10,421 (29.13%) compared to July 2018.
- 10) Fuel purchases were \$32,763 (33.48%) less than July 2018. Gallons purchased decreased by 9,184 (22.77%). Fuel purchases were \$51,755 (4.64%) less than the budgeted amount.
- 11) Balances in the old (frozen) Non-uniform and new 401A Non-uniform Pension Fund at July 31 were \$10,176,733 and \$1,797,664, respectively. The balance has increased \$863,965 in the old plan and increased \$218,045 in the new 401A plan so far this year. The City contributed \$198,847 to the new 401A fund so far this year.