

# City of Belton



## Budget Report 2nd Quarter FY 2015

**City of Belton  
Budget Report  
As of March 31, 2015**

General Fund	Current Budget	YTD Actual	YTD as % of Budget	Budget Balance
<b>Revenue Summary:</b>				
Ad Valorem Taxes	\$ 4,371,288	\$ 4,249,735	97%	\$ 121,553
Sales Tax	\$ 3,092,065	\$ 1,580,913	51%	\$ 1,511,152
Franchise Taxes	\$ 1,069,000	\$ 609,366	57%	\$ 459,634
Other Taxes	\$ 29,000	\$ 17,493	60%	\$ 11,507
Building Permits & Licenses	\$ 208,330	\$ 63,070	30%	\$ 145,260
Other Permits & Licenses	\$ 8,950	\$ 3,080	34%	\$ 5,870
Municipal Court Revenues	\$ 346,350	\$ 184,454	53%	\$ 161,896
Solid Waste Revenue	\$ 1,219,600	\$ 508,172	42%	\$ 711,428
Ambulance Revenue	\$ 1,200,000	\$ 632,619	53%	\$ 567,381
Rental Income	\$ 35,000	\$ 11,163	32%	\$ 23,838
Parks & Rec Income	\$ 26,500	\$ 7,158	27%	\$ 19,342
Code Enforcement Revenue	\$ 9,000	\$ 3,510	39%	\$ 5,490
Intergovernmental Revenue	\$ 259,762	\$ 178,145	69%	\$ 81,617
Other Financing Sources	\$ 12,865	\$ 12,865	100%	\$ 0
Miscellaneous	\$ 27,000	\$ 11,216	42%	\$ 15,784
Transfers	\$ 445,259	\$ 189,543	43%	\$ 255,716
Interest Income	\$ 7,500	\$ 5,403	72%	\$ 2,097
<b>Total Revenues</b>	<b>\$ 12,367,469</b>	<b>\$ 8,267,906</b>	<b>67%</b>	<b>\$ 4,099,563</b>
<b>Expenditure Summary:</b>				
City Council	\$ 82,619	\$ 31,552	38%	\$ 51,067
Administration - CM	\$ 332,430	\$ 134,676	41%	\$ 197,754
Administration - PIO	\$ 77,639	\$ 35,849	46%	\$ 41,790
Administration - Retail Dev	\$ 66,173	\$ 1,301	2%	\$ 64,872
Finance - Operations	\$ 306,035	\$ 153,458	50%	\$ 152,577
Finance - Personnel	\$ 153,780	\$ 65,096	42%	\$ 88,684
Municipal Court	\$ 201,908	\$ 93,589	46%	\$ 108,319
Police - Administration	\$ 274,843	\$ 109,213	40%	\$ 165,630
Police - Operations	\$ 2,069,162	\$ 974,786	47%	\$ 1,094,376
Police - Support Services	\$ 854,087	\$ 365,646	43%	\$ 488,441
Police - Animal Control	\$ 91,198	\$ 62,313	68%	\$ 28,885
Police - Code Enforcement	\$ 81,524	\$ 38,150	47%	\$ 43,374
Fire - Suppression	\$ 1,303,990	\$ 586,426	45%	\$ 717,564
Fire - EMS	\$ 1,373,623	\$ 600,802	44%	\$ 772,821
Information Tech Systems	\$ 161,617	\$ 75,622	47%	\$ 85,995
IT Systems - GIS	\$ 42,759	\$ 22,359	52%	\$ 20,400
Streets	\$ 1,199,203	\$ 428,924	36%	\$ 770,279
Parks - Maintenance	\$ 637,740	\$ 275,956	43%	\$ 361,784
Parks - Community Center	\$ 123,076	\$ 65,483	53%	\$ 57,593
Parks - Recreation	\$ 115,904	\$ 28,988	25%	\$ 86,916
Planning - Planner	\$ 186,612	\$ 61,696	33%	\$ 124,916
Planning - Inspections	\$ 224,389	\$ 92,814	41%	\$ 131,575
Library	\$ 303,610	\$ 127,206	42%	\$ 176,404
Other Costs	\$ 679,018	\$ 89,243	13%	\$ 589,775
Solid Waste - Collection	\$ 942,025	\$ 397,331	42%	\$ 544,694
Solid Waste - Brush	\$ 65,742	\$ 26,256	40%	\$ 39,486
Maintenance - Fleet	\$ 194,280	\$ 88,666	46%	\$ 105,614
Maintenance - Buildings & Grounds	\$ 222,483	\$ 83,045	37%	\$ 139,438
<b>Total Expenditures</b>	<b>\$ 12,367,469</b>	<b>\$ 5,116,446</b>	<b>41%</b>	<b>\$ 7,251,023</b>
<b>Revenue Over(Under) Expenditures</b>	<b>\$ -</b>	<b>\$ 3,151,460.04</b>		<b>\$ (3,151,460)</b>

## General Fund Revenues

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### **Ad Valorem Taxes:**

**Current ad valorem tax** collections are 95.70% of the tax levy at the end of the second fiscal year quarter. The annual budget was based on a collection rate of 97%, which appears on target with the current trend. This exceeds the highest collection rate in the last ten years, with a range from 93.47% to 95.70% and an average 94.31% at this point in the fiscal year.

Most of the current ad valorem tax levy is collected from October through January. Taxes become delinquent on February 1<sup>st</sup>, so January is the last month to pay without penalty.

**Delinquent ad valorem taxes** represent collection of prior year levies. **Penalty and interest** is now being collected on taxes levied in October 2014. Both revenues are within budget parameters.

City **ad valorem tax collections in the TIRZ** zone are budgeted as a reduction of ad valorem taxes in the GF, and are transferred to the TIRZ fund after BCAD notification of the actual collected amount, which occurs in March each year. The City's TIRZ collections this year were \$478,855, or 1.49% above the budgeted amount of \$471,848.

### **Sales Tax:**

YTD sales tax revenues are at \$1,580,913, which is 51.13% of budget. Sales tax revenues are reported to Council each month as payment is received from the State Comptroller – please refer to the April report for more detailed information.

### **Franchise Taxes:**

YTD franchise revenues are at \$609,366, which is 57% of budget. Electric, cable, garbage, and telecom franchise taxes are received quarterly. The exception is the gas franchise which is received annually during the first quarter of the fiscal year.

- This year's gas franchise of \$105,205 was \$50,545 lower than last year's payment, but \$15,205 above the budget amount of \$90,000. The variance from last year was due to additional reimbursement revenues received by Atmos from TXDOT for the relocation of gas lines along Interstate 35 in FY 2014.
- Electric franchise forms the bulk of franchise revenue. Year-to-date revenues are \$357,676, which are 51.10% of budget, with the hot summer weather and high A/C bills to come. This year's receipts are approximately equal with the prior year at this point.
- Telecomm access fees are paid pursuant to State law, which specifies these utilities have 45 days after the end of the quarter to pay. Year-to-date revenues are \$35,580, which is 49.42% of budget. This year's receipts are slightly behind the prior year at this point by \$772.
- Cable franchise is paid pursuant to State law, which specifies these utilities have 45 days after the end of the quarter to pay. Year-to-date revenues are \$67,153, which is 54.16% of budget. This year's receipts are \$4,457 ahead than the prior year at this point.
- Garbage franchise revenues year to date are \$43,751, which is 52.71% of budget. This year's receipts are approximately equal with the prior year at this point.

### **Other Taxes:**

The rebate of alcoholic beverage tax to date is \$17,493, which is 60.32% of budget and higher than the first half of last year. The last two quarters of the year are historically higher than the first two.

### **Building Permits & Licenses:**

YTD revenues are at 30.27% of budget and behind the prior year at this point. FY 2013 and FY 2014 were the highest and second highest years, respectively, for this revenue stream. The majority of this revenue stream is historically generated in the spring and summer.

### **Other Permits & Licenses:**

Park permits, beer/wine licenses, garage sale permits, and fire marshal inspection fees are consistent with last year's pace but below budget levels. This is not a major revenue stream and garage sale permits will increase as the weather warms up.

### **Municipal Court Revenues:**

Municipal court fines and fees are at 53.26% of budget but behind last year's pace. This revenue stream had continued to decline since 2008, but FY 2011 & 2012 saw a reversal in the trend, and FY 2013 receipts exceeded budget levels. FY 2014 saw the largest amount of court revenues since FY 2005, but FY 2015 is trending back towards FY 11-13 levels.

### **Solid Waste Revenue:**

**Solid waste revenues** include refuse collection and contract fees, and brush collection fees. This revenue stream is at 41.67% of budget, which only includes five months' of billing at this point.

### **Ambulance Revenue:**

Year to date revenues are 52.72% of the budget and are also just ahead of the prior year pace, with EMS runs up slightly from the prior year.

### **Rental Income:**

Harris Center rentals are down slightly from last year's level, with significant rental activity still to come in the summer. This category also includes \$10K in Public Property Finance Corporation fees from Temple College (received each August).

### **Parks & Rec Income:**

These revenues are generated by park permit fees, and recreation events and programs, most of which will occur later in the Spring and Summer.

### **Code Enforcement Revenue:**

Code enforcement revenue is at 39% of budget, but tends to pick up in the late spring and summer when there is more mowing and cleanup work to be conducted.

### **Intergovernmental Revenues:**

This category of revenue includes:

- **Grant Revenues** include FEMA emergency management funds and a small grant for the purchase of police officer bulletproof vests. Both of these grants are reimbursement based, with receipts lagging several months behind expenditures. Year-end revenues will eventually catch up to the budget amount. State LEOSE funds are levied on traffic tickets, remitted to the State, and then redistributed to police agencies across the state for use in training police officers. These funds had been retained by the State for FY 2012 & 2013 but were restored to police agencies in FY 2014.
- **Public Safety reimbursements** include ten months' of salary and benefits for the three School Resource Officers and Sergeant at BISD, and payments for off-duty police officers performing security duties.
- The annual check from Bell County for **child safety funds** levied on vehicle registrations. The City in turn gives these funds, as well as local fees collected by our municipal court, to BISD for use in their crossing guard programs.

### **Other Financing Sources:**

This category of revenue includes:

- Proceeds from the **sale of City property**, including obsolete, defunct, or surplus equipment and property. We have begun selling some property online, and you can view our auction website at: [www.lonestaronline.com/listings/categories/index.cfm?category=1004904913](http://www.lonestaronline.com/listings/categories/index.cfm?category=1004904913). (Nothing currently up for auction.) This link is also on our website on the Bids & Auctions page.
- **Insurance proceeds** are not included in the original budget, but are recorded as accidents/incidents occur and insurance claims are filed.

### **Miscellaneous Income:**

Most of this revenue stream is the annual \$7,500 in administrative fees paid by the BEDC for finance, accounting, and HR functions provided by the City. It also includes copy fees, open records fees, and other small and/or non-recurring revenues not categorized elsewhere.

### **Interfund Transfers:**

These transfers from the Water & Sewer fund for reimbursement of costs and payment in lieu of franchise fees are made monthly to the General Fund.

### **Interest Income:**

Current interest rates are extremely low (between 0.05% and 0.20%), and interest income is fairly insignificant at these rates.

## **General Fund Expenditures**

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Generally, department/division expenditures should be at 40% - 55% of budget at this point in the year. Only fluctuations and deviations from that mark will be addressed here:

- **City Council:** The variance from budget is primarily due to a number of budgeted travel and training items that will not occur until later in the year.
- **Retail Development:** The variance from budget is due to the mid-year hiring of the Retail Development Coordinator.
- **Animal control:** The largest expenditure in this department is for the annual payment to Bell County for animal control facilities, which was paid in this quarter.
- **Streets:** Seal coating budgeted at \$125K has not yet been spent.
- **Parks - Recreation:** The variance from budget is due to vacancies early in the year. This will be offset by a greater amount of part time help and events during the summer.
- **Planning - Planner:** The variance is due to engineering costs being less than expected and the payouts on the 2<sup>nd</sup> Story Downtown Residential program not yet being made.
- **Other Costs:** This account is primarily comprised of transfers that will take place in the 4<sup>th</sup> quarter.
- **Maintenance - Buildings & Grounds:** The variance is due to personnel transfer and lower than budgeted fuel costs.

**City of Belton  
Budget Report  
As of March 31, 2015**

<b>Water &amp; Sewer Fund</b>	<b>Current Budget</b>	<b>YTD Actual</b>	<b>YTD as % of Budget</b>	<b>Budget Balance</b>
<b><u>Revenue Summary:</u></b>				
Water Revenues	\$ 3,510,000	\$ 1,289,681	37%	\$ 2,220,319
Sewer Revenues	\$ 1,900,000	\$ 783,860	41%	\$ 1,116,140
Fees & Other Revenue	\$ 248,500	\$ 97,132	39%	\$ 151,368
Other Financing Sources	\$ -			\$ -
Miscellaneous	\$ 6,000	\$ 24,631	411%	\$ (18,631)
Interest Income	\$ 5,500	\$ 4,280	78%	\$ 1,220
<b>Total Revenues</b>	<b>\$ 5,670,000</b>	<b>\$ 2,199,584</b>	<b>39%</b>	<b>\$ 3,470,416</b>
<b><u>Expenditure Summary:</u></b>				
Utility Administration - Public Works	\$ 765,432	\$ 419,969	55%	\$ 345,463
Utility Administration - Finance	\$ 367,434	\$ 180,432	49%	\$ 187,002
Water	\$ 2,639,931	\$ 1,131,973	43%	\$ 1,507,958
Sewer - Collection	\$ 666,494	\$ 174,158	26%	\$ 492,336
Sewer - Lift Stations	\$ 590,701	\$ 235,080	40%	\$ 355,621
Other Costs	\$ 933,387	\$ 182,649	20%	\$ 750,738
<b>Total Expenditures</b>	<b>\$ 5,963,379</b>	<b>\$ 2,324,261</b>	<b>39%</b>	<b>\$ 3,639,118</b>
<b>Revenue Over (Under) Expenditures</b>	<b>\$ (293,379)</b>	<b>\$ (124,678)</b>		<b>\$ (168,701)</b>

## Water & Sewer Fund Revenues

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### **Water Revenues:**

Water revenues at March are at 36.74% of the budget, which is consistent with last year. This contains only 5 months of billings. Water revenues are elastic in nature, and will increase as the spring and summer progress and the weather gets warmer.

### **Sewer Revenues:**

Sewer revenues are based on water consumption, with a cap for residential consumption. Current revenues are at 41.26% of budget and also consistent with last year's pace.

### **Fees & Other Revenues:**

Late payment fees, reconnect fees, new service fees, transfer fees, are on pace to meet budget. Taps and connections are at 24.14% of budget, but are expected to pick up as construction activity typically increases in the summer months.

### **Other Financing Sources:**

Proceeds from the **sale of City property**, including obsolete, defunct, or surplus equipment and property. We have begun selling some property online, and you can view our auction website at: [www.lonestaronline.com/listings/categories/index.cfm?category=1004904913](http://www.lonestaronline.com/listings/categories/index.cfm?category=1004904913). (Nothing currently up for auction.) This link is also on our website on the Bids & Auctions page.

### **Miscellaneous Income:**

Most of this revenue stream is from rental of fire hydrant meters, used by construction companies and contractors. It also includes small and/or non-recurring revenues not categorized elsewhere.

### **Interest Income:**

Current interest rates are extremely low (between 0.05% and 0.20%), and interest income is fairly insignificant at these rates.

## Water & Sewer Fund Expenditures

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Generally, department/division expenditures should be at 40% - 55% of budget at this point in the year. All department/division expenditures are within that range, except for:

- **Sewer – Collection:** The annual transfer of \$100,000 to Water and Sewer Capital Projects Fund has not yet been made. Additionally, the \$105,000 for the purchase of a new dump truck has not yet been spent.
- **Sewer – Lift:** Wastewater treatment plant costs came in under budget for the first half of the year.
- **Other Costs:** Includes funding for merit pay plan increases which will be made at year end. Also includes debt service on W&S bonds, with the next payment due in August.

**City of Belton  
Budget Report  
As of March 31, 2015**

<b>BEDC</b>	<b>Current Budget</b>	<b>YTD Actual</b>	<b>YTD as % of Budget</b>	<b>Budget Balance</b>
<b><u>Revenue Summary:</u></b>				
Sales Tax	\$ 1,531,433	\$ 790,457	52%	\$ 740,976
Rental Income	\$ 43,200	\$ 21,600	50%	\$ 21,600
Other Financing Sources	\$ -	\$ 250		\$ (250)
Miscellaneous Income	\$ -	\$ 499		\$ (499)
Interest Income	\$ 1,355	\$ 2,121	157%	\$ (766)
<b>Total Revenues</b>	<b>\$ 1,575,988</b>	<b>\$ 814,926</b>	<b>52%</b>	<b>\$ 761,062</b>
<b><u>Expenditure Summary:</u></b>				
Operations	\$ 754,471	\$ 139,821	19%	\$ 614,650
<b>Total Expenditures</b>	<b>\$ 754,471</b>	<b>\$ 139,821</b>	<b>19%</b>	<b>\$ 614,650</b>
<b>Revenue Over (Under) Expenditures</b>	<b>\$ 821,517</b>	<b>\$ 675,105</b>		<b>\$ 146,412</b>

## Economic Development Fund Revenues

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### **Sales Tax:**

YTD sales tax revenues are at \$790,457 which is 51.62% of budget. Sales tax revenues are reported to Council each month as payment is received from the State Comptroller – please refer to the April report for more detailed information.

### **Rental Income:**

Income from the leasing of the Micro Distributing building and Belco storage lot. Year-to-date revenues are at 50.00% of the budget amount.

### **Interest Income:**

Current interest rates are extremely low (between 0.05% and 0.20%), and interest income is fairly insignificant at these rates.

## Economic Development Fund Expenditures

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**Operations** include expenditures for personnel, supplies, advertising, travel, services, transfer to Incentive Fund, bond debt service, and capital outlay. Large amounts for transfer, bond payments, and capital outlay have not been spent at this point in the fiscal year.

**City of Belton  
Budget Report  
As of March 31, 2015**

<b>Drainage Fund</b>	<b>Current Budget</b>	<b>YTD Actual</b>	<b>YTD as % of Budget</b>	<b>Budget Balance</b>
<b><u>Revenue Summary:</u></b>				
Drainage Fees	\$ 375,000	\$ 148,398	40%	\$ 226,602
Miscellaneous	\$ -			\$ -
Interest Income	\$ 100	\$ 256	256%	\$ (156)
<b>Total Revenues</b>	<b>\$ 375,100</b>	<b>\$ 148,654</b>	<b>40%</b>	<b>\$ 226,446</b>
<b><u>Expenditure Summary:</u></b>				
Drainage	\$ 409,886	\$ 69,789	17%	\$ 340,097
<b>Total Expenditures</b>	<b>\$ 409,886</b>	<b>\$ 69,789</b>	<b>17%</b>	<b>\$ 340,097</b>
<b>Revenue Over (Under) Expenditures</b>	<b>\$ (34,786)</b>	<b>\$ 78,866</b>		<b>\$ (113,652)</b>

## Drainage Fund Revenues

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### **Drainage Fees:**

At mid-year, drainage fees are 39.57% of the budget (includes only five months' billing), and are expected to be at budget level by year end. These revenues are extremely stable, because they are levied at a flat monthly rate, changing only for the number of residential customers and the amount of commercial impervious cover, both of which generally increase.

### **Interest Income:**

Current interest rates are extremely low (between 0.05% and 0.20%), and interest income is fairly insignificant at these rates.

## Drainage Fund Expenditures

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Generally, department/division expenditures should be between 40%-55% of budget at this point in the year. Drainage operations are at approximately 17.03% of budget, primarily due to the following:

- Next bond payment, including principal, is due in August.
- Transfer to the Drainage Capital Projects Fund has not yet been made
- Personnel vacancies

**City of Belton  
Budget Report  
As of March 31, 2015**

<b>Hotel Motel Fund</b>	<b>Current Budget</b>	<b>YTD Actual</b>	<b>YTD as % of Budget</b>	<b>Budget Balance</b>
<b>Revenue Summary:</b>				
Other Taxes	\$ 167,175	\$ 75,574	45%	\$ 91,601
Interest Income	\$ 25	\$ 43	173%	\$ (18)
<b>Total Revenues</b>	<b>\$ 167,200</b>	<b>\$ 75,617</b>	<b>45%</b>	<b>\$ 91,583</b>
<b>Expenditure Summary:</b>				
Chamber	\$ 162,200	\$ 81,100	50%	\$ 81,100
City	\$ 5,000	\$ 1,205	24%	\$ 3,795
<b>Total Expenditures</b>	<b>\$ 167,200</b>	<b>\$ 82,306</b>	<b>49%</b>	<b>\$ 84,894</b>
<b>Revenue Over (Under) Expenditures</b>	<b>\$ -</b>	<b>\$ (6,689)</b>		<b>\$ 6,689</b>

## Hotel/Motel Fund

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**Hotel/Motel taxes** are required to be remitted at least quarterly, with payments due 30 days after the end of each quarter. YTD receipts of \$75,574 are down from last year's historic mid-year high of \$83,112. At 45.21% of budget at mid-year, total revenues are on pace to meet the annual budget, with the summer months typically yielding higher occupancy tax revenues.

The bulk of budgeted Hotel/Motel revenues are allocated to the **Chamber of Commerce** for performing the CVB function. Monthly payments are made to the Chamber at 1/12 of the budget amount. The **City** retains a small amount of H/M funds for use in the downtown historical district.

**City of Belton  
Budget Report  
As of March 31, 2015**

<b>Debt Service Fund</b>	<b>Current Budget</b>	<b>YTD Actual</b>	<b>YTD as % of Budget</b>	<b>Budget Balance</b>
<b>Revenue Summary:</b>				
Ad Valorem Taxes	\$944,058	\$916,071	97%	\$27,987
Interest Income	\$1,000	\$599	60%	\$401
<b>Total Revenues</b>	<b>\$945,058</b>	<b>\$916,670</b>	<b>97%</b>	<b>\$28,388</b>
<b>Expenditure Summary:</b>				
Debt Service	\$988,690	\$221,298	22%	\$767,392
<b>Total Expenditures</b>	<b>\$988,690</b>	<b>\$221,298</b>	<b>22%</b>	<b>\$767,392</b>
<b>Revenue Over (Under) Expenditures</b>	<b>(\$43,632)</b>	<b>\$695,372</b>		<b>(\$739,004)</b>

## Debt Service Fund Revenues

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### **Ad Valorem Taxes:**

**Current ad valorem tax** collections are 95.70% of the tax levy at the end of the second fiscal year quarter. The annual budget was based on a collection rate of 97%, which appears on target with the current trend. This exceeds the highest collection rate in the last ten years, with a range from 93.47% to 95.70% and an average 94.31% at this point in the fiscal year.

Most of the current ad valorem tax levy is collected from October through January. Taxes become delinquent on February 1<sup>st</sup>, so January is the last month to pay without penalty.

**Delinquent ad valorem taxes** represent collection of prior year levies. **Penalty and interest** is now being collected on taxes levied October 2014. Both revenues are within budget parameters.

City **ad valorem tax collections in the TIRZ** zone are budgeted as a reduction of ad valorem taxes in the GF, and are transferred to the TIRZ fund after BCAD notification of the actual collected amount, which occurs in March each year. The City's TIRZ collections this year were \$103,539, or 1.49% above the budgeted amount of \$102,024.

### **Interest Income:**

Current interest rates are extremely low (between 0.05% and 0.20%), and interest income is fairly insignificant at these rates.

## Debt Service Fund Expenditures

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This fund accounts for the debt service on GO bonds, with payments made in February and August each year.

**City of Belton  
Budget Report  
As of March 31, 2015**

<b>TIRZ Fund</b>	<b>Current Budget</b>	<b>YTD Actual</b>	<b>% YTD Budget</b>	<b>Budget Balance</b>
<b>Revenue Summary:</b>				
Ad Valorem Taxes	\$940,216	\$953,528	101%	(\$13,312)
Interest Income	\$300	\$200	67%	\$100
<b>Total Revenues</b>	<b>\$940,516</b>	<b>\$953,728</b>	<b>101%</b>	<b>(\$13,212)</b>
<b>Expenditure Summary:</b>				
Debt Service	\$285,482	\$48,092	17%	\$237,390
Façade Grants	\$50,000	\$10,000	20%	\$40,000
Project Transfers	\$605,034	\$0	0%	\$605,034
<b>Total Expenditures</b>	<b>\$940,516</b>	<b>\$58,092</b>	<b>6%</b>	<b>\$882,424</b>
<b>Revenue Over (Under) Expenditures</b>	<b>\$0</b>	<b>\$895,636</b>		<b>(\$895,636)</b>

## TIRZ Fund

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The BCAD sends notification of the **City and County TIRZ tax** amounts in March of each year, so these revenues will be recognized in the second quarter of the fiscal year. We have received notice of those amounts, which were paid in March (City) and April (County). The actual amounts were higher than the budget amounts by \$8,523 (1.49%) and \$4,789 (1.30%) for City and County respectively.

**TIRZ expenditures** include bond payments, which are made in February and August. Also, most of the transfers for capital projects have not yet been made due to cash flow purposes (awaiting receipt of the TIRZ taxes).

There had been one **façade grant** paid at this point, with several others having been approved by Council.



City of Belton, Texas  
Investment Report Summary  
For the Quarter Ended March 31, 2015

The Public Funds Investment Act, Chapter 2256 of the Texas Government Code, requires the investment officers of each local government to prepare and submit a written report of investments to its governing body not less than quarterly.

Attached are the detailed investment reports for the quarter ended March 31, 2015. These reports include information regarding the City's cash and investment status, investment yield, portfolio valuation, portfolio activity, and investments by fund type prepared in accordance with GAAP.

Historical rate information, market updates, and monthly newsletters that contain valuable economic information are provided by TexPool and may be accessed at <http://www.texpool.com/TexPool/index.frames.jsp>. TexSTAR rate information may be located online at <https://www.texstar.org/RatesMonthlyHistory.aspx>. Unfortunately, TexSTAR currently restricts online public access to their monthly newsletters; however, the newsletters are available upon request from the Finance Department.

The City's investment portfolio remained in compliance with the Public Funds Investment Act and the City of Belton Investment Policy throughout the quarter.

We will be happy to address any questions or comments that you may have regarding the City's investment portfolio.

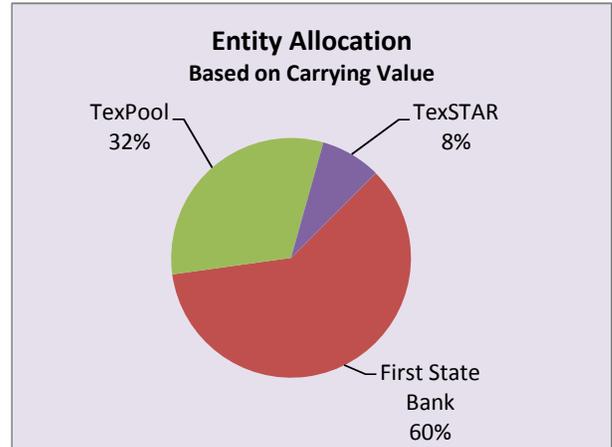
Sincerely,

Brandon Bozon  
Finance Director

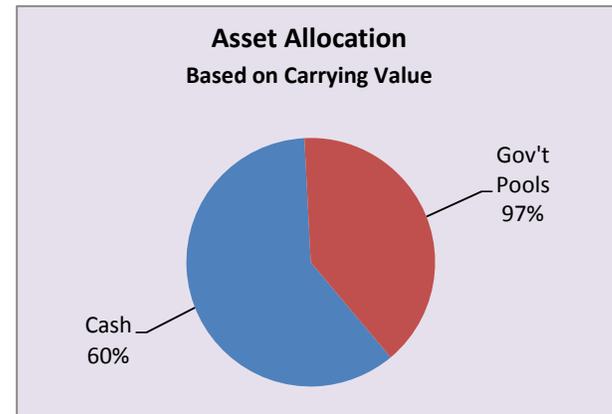
Sam A. Listi  
City Manager

City of Belton, Texas  
 Schedule of Investment Allocations  
 For the Quarter Ended March 31, 2015

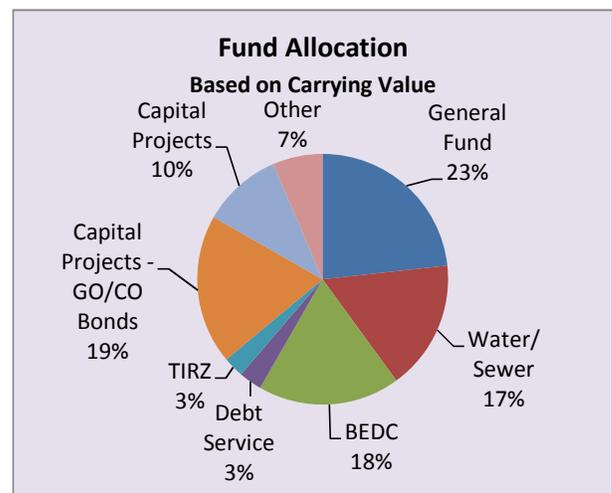
<b>Entity Allocation</b>	<b>Carrying Value</b>	<b>Bank Balance / Fair Value</b>
Uninvested Balance	\$ 2,310	\$ 2,310 <sup>^</sup>
First State Bank	\$ 17,527,400	\$ 17,644,008 *
TexPool	\$ 9,176,627	\$ 9,176,627
TexSTAR	\$ 2,369,293	\$ 2,369,293
	<u>\$ 29,075,630</u>	<u>\$ 29,192,238</u>



<b>Asset Allocation</b>	<b>Carrying Value</b>	<b>Bank Balance / Fair Value</b>
Cash	\$ 17,529,710	\$ 17,646,318
Government Pools	\$ 11,545,920	\$ 11,545,920
	<u>\$ 29,075,630</u>	<u>\$ 29,192,238</u>



<b>Fund Allocation</b>	<b>Carrying Value</b>	<b>% of Carrying Value</b>
General Fund	\$ 6,763,193	23.26%
Water/ Sewer	\$ 4,860,163	16.72%
Drainage	\$ 355,709	1.22%
BEDC	\$ 5,327,499	18.32%
Hotel/Motel	\$ 46,261	0.16%
Debt Service	\$ 868,295	2.99%
TIRZ	\$ 775,556	2.67%
Capital Projects - GO/CO Bonds	\$ 5,611,518	19.30%
Capital Projects	\$ 2,991,515	10.29%
Federal/State Grants	\$ 399,006	1.37%
Other Funds	\$ 1,076,913	3.70%
	<u>\$ 29,075,630</u>	<u>100%</u>



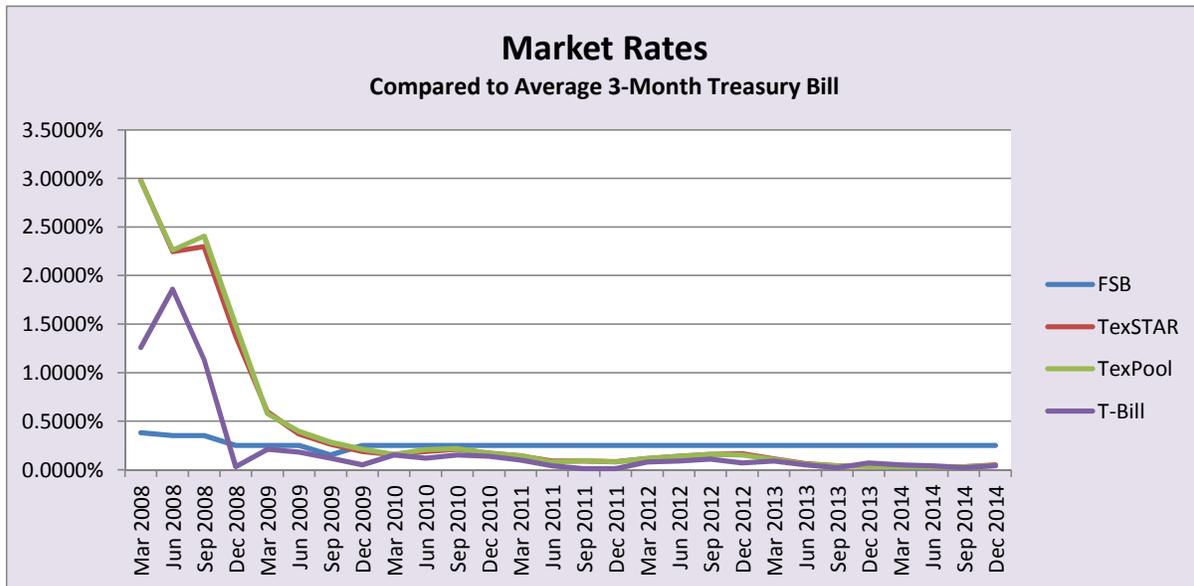
<sup>^</sup> Uninvested balance is cash on hand.

\* The difference between Carrying Value and Fair Value is deposits in transit and outstanding checks.

City of Belton, Texas  
Investment Portfolio - Marked to Market  
For the Quarter Ended March 31, 2015

Type	Par Value	Term* (Days)	Yield %	Maturity Date	Carrying Value	Fair Value	Fair vs Carrying Value
Uninvested Balance	\$ 2,310	1	-	-	\$ 2,310	\$ 2,310	N/A
First State Bank	\$ 17,527,400	1	0.2500%	-	\$ 17,527,400	\$ 17,644,008	N/A
TexPool	\$ 9,176,627	73	0.0487%	-	\$ 9,176,627	\$ 9,176,627	\$ (0)
TexSTAR	\$ 2,369,293	52	0.0604%	-	\$ 2,369,293	\$ 2,369,293	\$ (0)
	<u>\$ 29,075,630</u>				<u>\$ 29,075,630</u>	<u>\$ 29,192,238</u>	<u>\$ (0)</u>

Weighted Average Maturity 27.88 Days



\* The term reported for the City's investment in local government investment pools is the pool's weighted average maturity in days.

City of Belton, Texas  
Investment Portfolio by Fund  
For the Quarter Ended March 31, 2015

By Fund/Purpose:	Balance at 12/31/2014					Net Change During Quarter	% Change During Quarter	Balance at 3/31/2015				
	TexPool	TexSTAR	Cash in Bank	Uninvested Balance	Total	Total	Total	TexPool	TexSTAR	Cash in Bank	Uninvested Balance	Total
General Fund	\$ 2,104,316	\$ 531,900	\$ 3,965,253	\$ 2,100	\$ 6,603,569	\$ 159,474 (a)	2.41%	\$ 2,134,023	\$ 550,979	\$ 4,075,941	\$ 2,250	\$ 6,763,193
Water/Sewer	\$ 1,667,631	\$ 421,521	\$ 3,142,388	\$ -	\$ 5,231,540	\$ (371,377) (b)	-7.10%	\$ 1,534,061	\$ 396,076	\$ 2,930,026	\$ -	\$ 4,860,163
Drainage	\$ 97,260	\$ 24,584	\$ 183,271	\$ -	\$ 305,116	\$ 50,593 (k)	16.58%	\$ 112,276	\$ 28,988	\$ 214,444	\$ -	\$ 355,709
Development Corporation	\$ 778,429	\$ 196,761	\$ 1,466,828	\$ -	\$ 2,442,018	\$ 336,001 (c)	13.76%	\$ 876,853	\$ 226,393	\$ 1,674,772	\$ -	\$ 2,778,018
Hotel/Motel	\$ 13,162	\$ 3,327	\$ 24,801	\$ -	\$ 41,289	\$ 4,971 (d)	12.04%	\$ 14,602	\$ 3,770	\$ 27,889	\$ -	\$ 46,261
Debt Service	\$ 308,173	\$ 77,896	\$ 580,703	\$ -	\$ 966,771	\$ (98,476) (e)	-10.19%	\$ 274,069	\$ 70,761	\$ 523,466	\$ -	\$ 868,295
Tax Increment Reinvestment Zone	\$ 80,063	\$ 20,237	\$ 150,867	\$ -	\$ 251,168	\$ 524,389 (f)	208.78%	\$ 244,797	\$ 63,203	\$ 467,556	\$ -	\$ 775,556
Capital Projects - GO/CO Bonds	\$ 1,964,288	\$ 496,505	\$ 3,701,391	\$ -	\$ 6,162,184	\$ (550,665) (g)	-8.94%	\$ 1,771,219	\$ 457,307	\$ 3,382,992	\$ -	\$ 5,611,518
Capital Projects	\$ 1,068,017	\$ 269,959	\$ 2,012,510	\$ -	\$ 3,350,486	\$ (358,971) (h)	-10.71%	\$ 944,241	\$ 243,792	\$ 1,803,482	\$ -	\$ 2,991,515
Federal/State Grants	\$ 102,917	\$ 26,014	\$ 193,930	\$ -	\$ 322,860	\$ 76,146 (i)	23.58%	\$ 125,942	\$ 32,517	\$ 240,547	\$ -	\$ 399,006
BEDC Incentives	\$ 838,695	\$ 211,994	\$ 1,580,389	\$ -	\$ 2,631,078	\$ (81,597) (j)	-3.10%	\$ 804,718	\$ 207,768	\$ 1,536,995	\$ -	\$ 2,549,481
Other Funds	\$ 349,204	\$ 88,267	\$ 658,246	\$ 60	\$ 1,095,777	\$ (18,863) (k)	-1.72%	\$ 339,826	\$ 87,739	\$ 649,289	\$ 60	\$ 1,076,913
<b>Totals</b>	<b>\$ 9,372,155</b>	<b>\$ 2,368,963</b>	<b>\$ 17,660,578</b>	<b>\$ 2,160</b>	<b>\$ 29,403,856</b>	<b>\$ (328,376)</b>	<b>-1.12%</b>	<b>\$ 9,176,627</b>	<b>\$ 2,369,293</b>	<b>\$ 17,527,400</b>	<b>\$ 2,310</b>	<b>\$ 29,075,630</b>

- (a) From January to March, the General Fund cash increased slightly as revenue collections outpaced operating expenditures.
- (b) Cash balances in the Water and Sewer Fund decreased primarily due to capital expenditures (purchase of water tank land) and the transfer of fund to the capital projects to fund the utility relocation along MLK/9th Avenue.
- (c) BEDC cash increased due to sales tax collections.
- (d) Hotel/Motel cash increased relative to increased tax receipts for the quarter.
- (e) Debt service decreased due to bond payments made during the quarter
- (f) The cash balance of the TIRZ fund increased due to the receipt of the Count portion of TIRZ taxes collected. TIRZ City taxes are received in the 2nd quarter.
- (g) Cash in the 2013 Certificates of Obligation declined as projects got underway. The balance of this fund will typically decline every quarter, as projects progress.
- (h) Cash balances in the Capital Projects funds decreased as expenditures were made on projects
- (i) The bulk of grant funds on hand are City matching funds for 9th Avenue and H&B Trail P2. As these two large projects progress, cash balances will decline as City funds are spent, and increase as reimbursements are received from committed grant funds.
- (j) Other funds consist of primarily of the Civil Service Fund, the GH Trust Fund, and assorted special revenue funds. Decreases this quarter were primarily due to various expenses incurred in the civil service fund.
- (k) Drainage cash balances increased as revenues stayed ahead of operating expenditures. Transfers will occur at the end of the fiscal year.

City of Belton, Texas  
 Interest Earnings  
 For the Quarter Ended March 31, 2015

By Fund/Purpose:	Current Quarter				Year To Date			
	TexPool	TexSTAR	Bank	Total	TexPool	TexSTAR	Bank	Total
General Fund (GF)	\$ 338	\$ 109	\$ 4,027	\$ 4,474	\$ 416	\$ 132	\$ 4,856	\$ 5,403
Water/Sewer (W/S)	\$ 252	\$ 85	\$ 3,220	\$ 3,557	\$ 312	\$ 103	\$ 3,865	\$ 4,280
Drainage	\$ 16	\$ 5	\$ 194	\$ 215	\$ 19	\$ 6	\$ 231	\$ 256
Development Corporation (BEDC)	\$ 248	\$ 79	\$ 2,894	\$ 3,222	\$ 308	\$ 97	\$ 3,526	\$ 3,931
Hotel/Motel Fund	\$ 2	\$ 1	\$ 32	\$ 36	\$ 3	\$ 1	\$ 39	\$ 43
Debt Service Fund	\$ 40	\$ 12	\$ 429	\$ 481	\$ 50	\$ 15	\$ 534	\$ 599
Tax Increment Reinvestment Zone	\$ 11	\$ 3	\$ 151	\$ 165	\$ 14	\$ 4	\$ 182	\$ 200
Capital Projects Funds - GO/CO Bonds	\$ 336	\$ 131	\$ 3,831	\$ 4,297	\$ 362	\$ 121	\$ 4,558	\$ 5,040
Capital Projects - Designated	\$ 188	\$ 66	\$ 2,528	\$ 2,782	\$ 231	\$ 78	\$ 2,984	\$ 3,293
Federal/State Grants	\$ 14	\$ 3	\$ 90	\$ 108	\$ 17	\$ 5	\$ 122	\$ 144
All Other Funds	\$ 56	\$ 43	\$ 721	\$ 820	\$ 69	\$ 47	\$ 862	\$ 978
<b>Totals</b>	<b>\$ 1,501</b>	<b>\$ 537</b>	<b>\$ 18,117</b>	<b>\$ 20,155</b>	<b>\$ 1,802</b>	<b>\$ 608</b>	<b>\$ 21,758</b>	<b>\$ 24,167</b>

By Entity:	Current Quarter		Year To Date	
	Amount	%	Amount	%
First State Bank	\$ 18,117	89.88%	\$ 21,758	90.03%
TexSTAR	\$ 537	2.67%	\$ 608	2.52%
TexPool	\$ 1,501	7.45%	\$ 1,802	7.46%
<b>Total</b>	<b>\$ 20,155</b>	<b>100.00%</b>	<b>\$ 24,168</b>	<b>100.00%</b>

