



CITY OF FATE, TEXAS

FINANCIAL REPORT

MONTH ENDING MAY 31, 2019



To: Mayor & City Council
From: Raju Anthony, Director of Finance
Michael Kovacs, City Manager
Date: June 13, 2019
Agenda Item & Caption: Approval of Financial Report for the month ending May 2019
Action Requested: Approval of consent agenda

Prior Action: N/A

Financial Considerations: N/A

Overview and Background:

“City Charter Article VI, Section 6.11 Administration of the Budget. The City Manager shall submit each month a report covering the revenues and expenditures of the City....”

Supporting Documents:

- City Wide Funds Summary of Revenues and Expenditures
- Fund Balances Summary
- Revenue and Expenditures for Major Funds for month ending May 31, 2019
- Budgetary Funds Structure



City of Fate, Texas
Financial Report for FY 2019
Month Ending May 2019

June 13, 2019

The City has completed 67% or 8 out of 12 months of FY 2019 as of May 31, 2019. We are including the following documents for your review:

- City Wide Funds Summary of Revenues and Expenditures
- Fund Balance Summary for all funds
- Statement of Revenues and Expenditures for major operating funds
- Budgetary Fund Structure

Highlights:

City-Wide Operating Funds Summary:

- Overall revenue collected account for 78% of the estimated revenue; 83% for Governmental Funds, and 73% for Proprietary Funds.
- Overall actual expenditures account for 42% of the budgeted expenditures; 37% for Governmental Funds, and 50% for Proprietary Funds.

Fund Balance Summary

The Fund Balance report includes all the City's Funds with following columns:

- Fund No - The fund number in City's accounting system.
- Fund Title - The description of the fund.
- Beginning Fund Balance at 09/30/2018 - This is the audited Fund Balance as of 09/30/2018.
- YTD Revenues - From October 1, 2018 through May 31, 2019
- YTD Expenditures - From October 1, 2018 through May 31, 2019
- Inter-fund Transfers In/Out – Transfers made between funds for the months of October 2018 through May 2019. This represents 8/12th of the transfer budgeted in the adopted FY 2019 budget.
- Ending Fund Balance at 05/31/19 - Beginning fund balance plus YTD revenues, minus YTD expenditures, plus/minus inter-fund transfers.

Statement of Revenues and Expenditures:

This report includes budget and actual data for both revenues and expenditures for major funds

- General Fund revenues collected account for 87% of the estimated revenues.
- General Fund expenditures account for 58% of the budgeted expenditures.
- Property tax collected for General Fund and Debt Service Fund account for 100% of the estimated property taxes.
- Sales tax collected for General Fund, Fate Economic Development Corporation, Fate Municipal Development District account for 81% of the estimated sales taxes. The increase in the sales tax collected is primarily due to additional sales taxes deposited into our account by the State Comptroller's office, after an independent review by MuniServices. City of Fate signed an agreement with MuniServices for Sales Tax Compliance Review in April 16, 2016.

Fund Structure

A detailed listing of all funds within the Governmental Type Funds and Proprietary Type Funds

Economic Update

- On May 1, 2019, FOMC Board of Governors of the Federal Reserve System voted to keep the Fed Funds rate at 2.50%.
- City selected Waste Connections as the solid waste collection provider through the RFP process.
- City selected Independent Bank as the primary depository bank through the RFP process
- City Council decided to utilize the Lemco settlement amount of \$90,000 towards principal prepayment of 2010 CO bonds.
- TxDOT reimbursed \$63,533 from the \$125,000 City paid in July 2013 for decorative columns at IH30 and 551
- City Council decided to authorize a new Water & Sewer Bond Reserve Fund through an inter-fund transfer of \$497,237.87

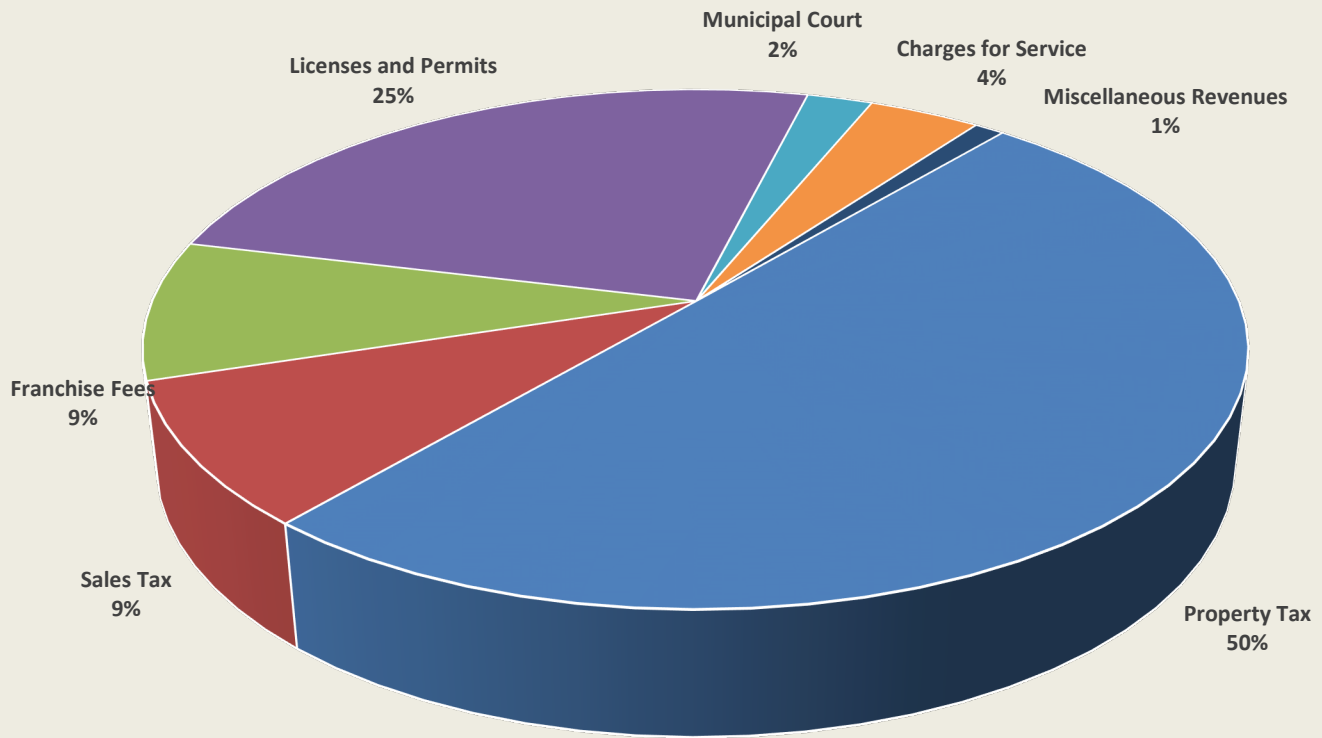
Staff is available to answer additional questions you may have.

Respectfully,

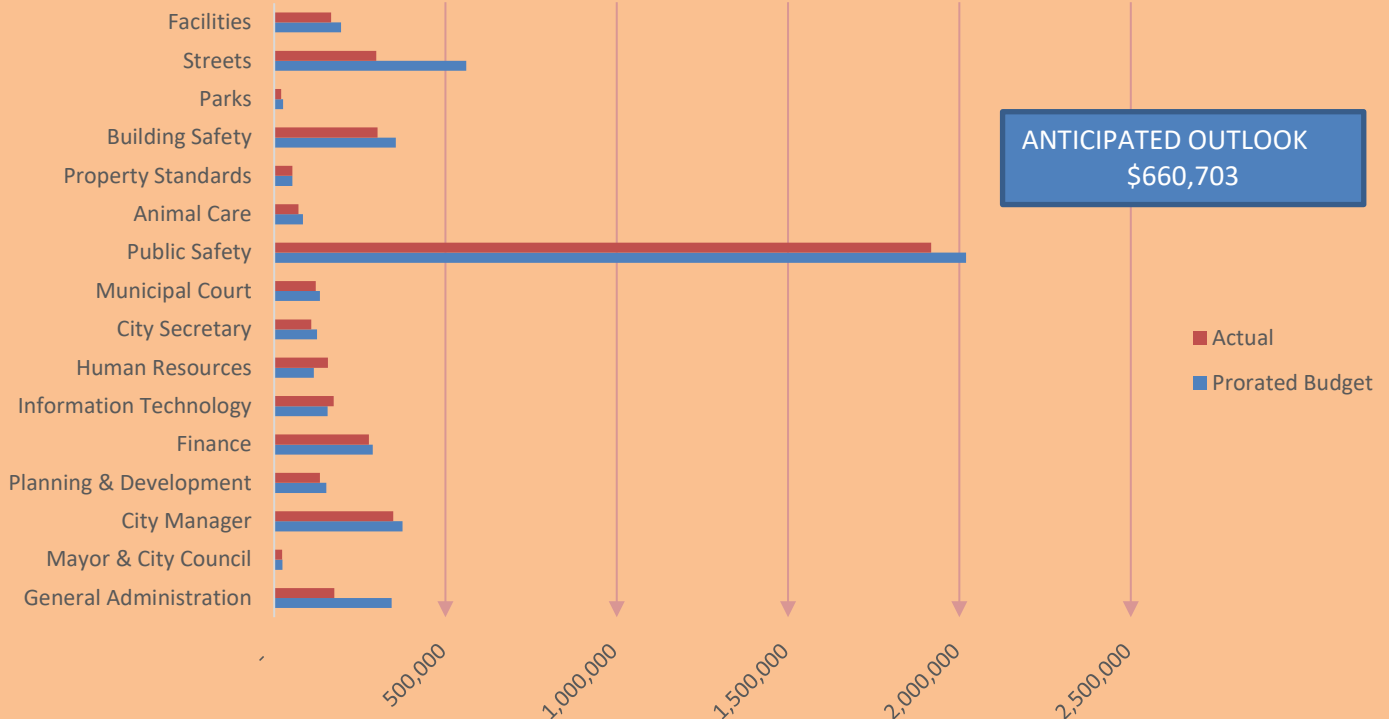
Raju Anthony
Director of Finance

Michael Kovacs
City Manager

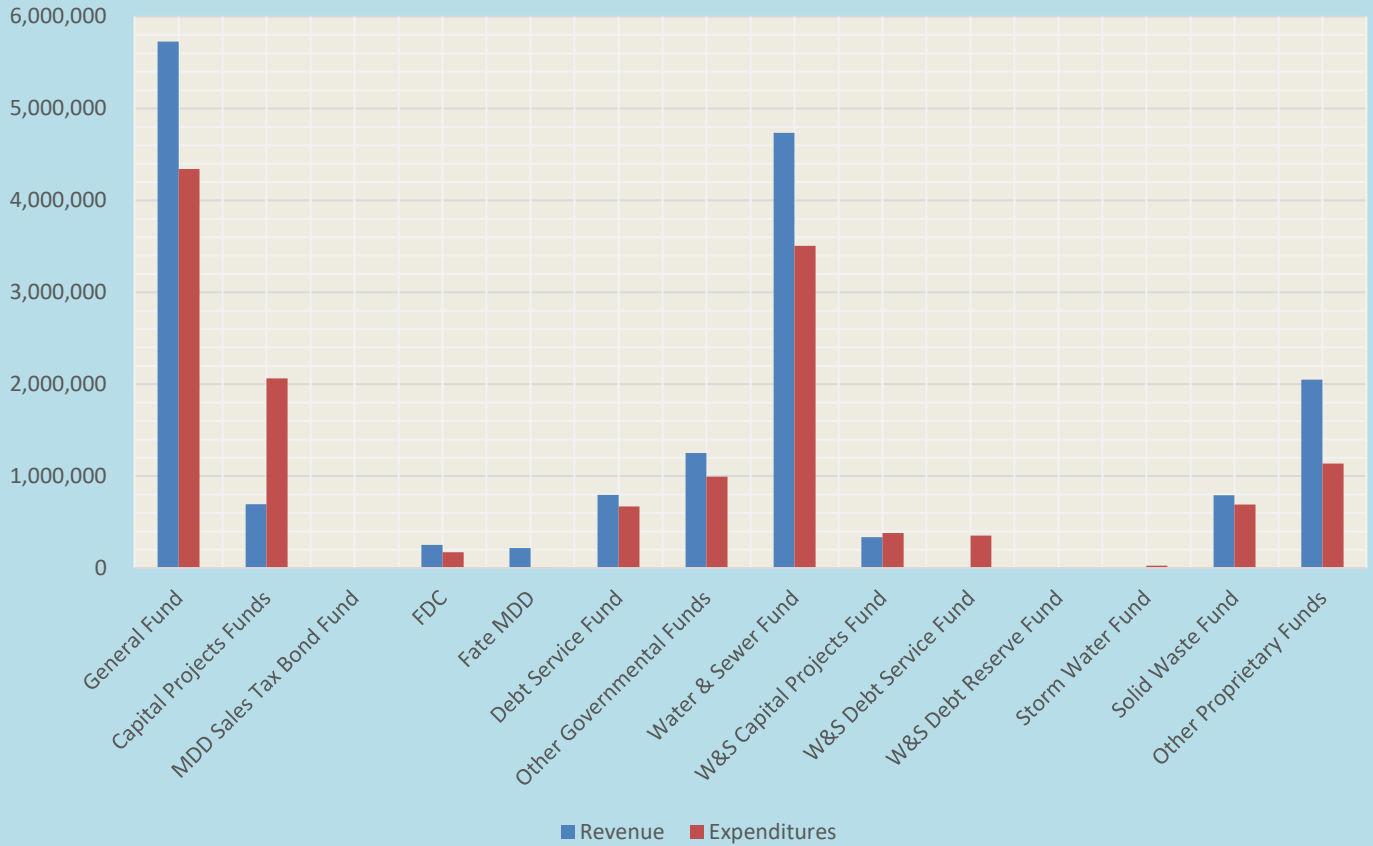
General Fund-YTD Revenue Sources



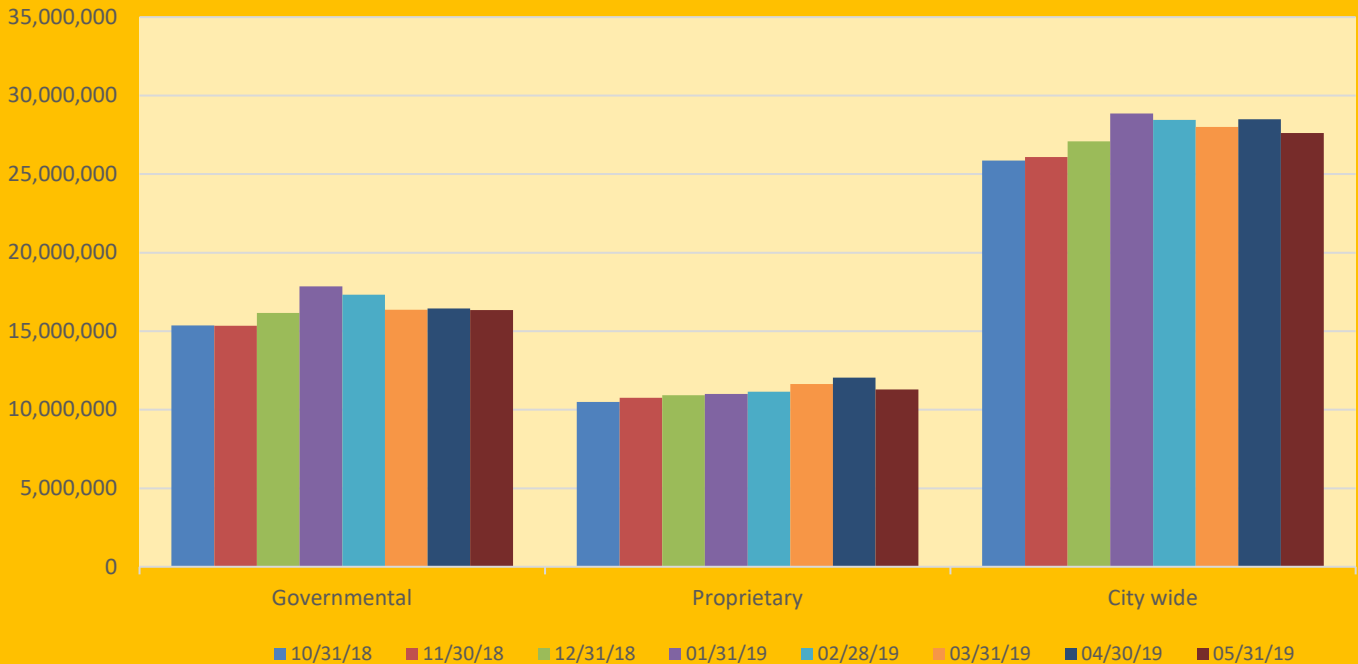
General Fund-YTD Expenditures by Departments



City Wide YTD Revenue Vs Expenditures



Fund Balance Summary



CITY OF FATE, TEXAS
CITY WIDE FUNDS SUMMARY OF REVENUES AND EXPENDITURES
October 1, 2018 thru May 31, 2019

Fund #	Fund Name	2018-19 Budget	2018-19 Actual QTR 1	2018-19 Actual QTR 2	2018-19 Actual Apr	2018-19 Actual May	2018-19 Actual YTD	2018-19 Actual to Budget %
100	General Fund	6,556,103	1,482,151	3,285,088	593,240	367,238	5,727,716	87%
405-418	Capital Projects Funds	1,787,116	455,018	39,346	11,087	188,055	693,507	39%
419	MDD Sales Tax Bond Fund	0	0	0	0	0	0	N/A
600	Fate Development Corporation	308,137	116,295	78,976	23,851	34,715	253,837	82%
605	Fate Municipal Development District	271,239	92,758	74,095	24,290	27,371	218,513	81%
700, 703-704	General Debt Service Fund	792,783	255,699	532,224	4,351	3,710	795,984	100%
(1)	Other Governmental Funds	1,122,250	375,069	520,491	216,156	141,631	1,253,346	112%
	Total Governmental Revenue	10,837,628	2,776,989	4,530,219	872,975	762,720	8,942,903	83%
200	Water and Sewer Fund	7,814,211	1,775,832	1,677,418	667,480	613,755	4,734,485	61%
420-425	W&S Capital Projects Fund	795,737	206,391	14,813	41,490	71,629	334,323	42%
701	W&S Debt Service Fund	2,087	632	1,027	267	373	2,300	110%
702	W&S Debt Reserve Fund (3)	0	0	2,508	1,059	22	3,589	N/A
210	Storm Water Fund	317	220	106	31	39	395	125%
220	Solid Waste Fund	1,092,971	289,322	297,486	101,442	102,613	790,864	72%
311-312	Other Proprietary Funds	1,167,969	583,364	1,013,100	299,268	154,562	2,050,294	176%
	Total Proprietary Revenue	10,873,292	2,855,761	3,006,459	1,111,037	942,993	7,916,250	73%
	Total Revenue (2)	21,710,920	5,632,751	7,536,677	1,984,012	1,705,712	16,859,152	78%
100	General Fund	7,505,400	1,431,595	1,728,255	455,702	727,345	4,342,897	58%
405-418	Capital Projects Funds	7,796,077	121,595	1,336,147	388,824	215,922	2,062,488	26%
419	MDD Sales Tax Bond Fund	0	0	0	0	0	0	N/A
600	Fate Development Corporation	827,630	60,005	72,884	17,991	20,475	171,355	21%
605	Fate Municipal Development District	680,175	2,140	7,509	191	0	9,840	1%
700, 703-704	General Debt Service Fund	783,259	400	669,917	0	0	670,317	86%
(1)	Other Governmental Funds	4,653,651	11,400	926,854	6,772	50,726	995,752	21%
	Total Governmental Expenditures	22,246,192	1,627,134	4,741,567	869,480	1,014,468	8,252,649	37%
200	Water and Sewer Fund	6,889,149	1,286,392	1,340,945	484,147	394,374	3,505,858	51%
420-425	W&S Capital Projects Fund	630,384	65,972	270,705	42,625	3,000	382,303	61%
701	W&S Debt Service Fund	742,950	0	347,991	0	3,500	351,491	47%
702	W&S Debt Reserve Fund (3)	0	0	0	0	0	0	N/A
210	Storm Water Fund	102,000	3,600	10,150	10,950	1,750	26,450	26%
220	Solid Waste Fund	1,079,967	196,182	294,441	103,016	96,597	690,236	64%
311-312	Other Proprietary Funds	2,830,000	0	0	0	1,136,113	1,136,113	N/A
	Total Proprietary Expenditures	12,274,450	1,552,147	2,264,232	640,737	1,635,335	6,092,451	50%
	Total Expenditures (2)	34,520,642	3,179,281	7,005,799	1,510,217	2,649,803	14,345,100	42%

(1)	See Budgetary Funds Structure for a detailed listing of all Other Governmental Funds
(2)	Interfund transfers are not included in the Revenue and Expenditures/noted separately in the Fund Balance Summary
(3)	Fund was created after the budget was approved

**CITY OF FATE, TEXAS
FUND BALANCES SUMMARY
AS OF 05/31/2019**

Fund No	Fund Title	Beginning Audited Fund Balance 09/30/18	YTD Revenues	YTD Expenditures	YTD Interfund Transfers In/Out	Ending Unaudited Fund Balance 05/31/19
100	General Fund	\$ 2,755,920	\$ 5,727,716	\$ 4,342,897	\$ 632,864	\$ 4,773,603
103	(1) Court Child Safety Fund	5,060	1,106	0		6,166
140	(1) SLOT Fund	0	0	0		0
200	Water and Sewer Fund	3,481,717	4,734,485	3,505,858	(1,113,710)	3,596,634
210	Storm Water Fund	77,435	395	26,450	33,333	84,714
220	Solid Waste Fund	81,253	790,864	690,236	(33,333)	148,547
301	(1) Court Security Fund	9,756	2,130	993		10,893
302	(1) Court Technology Fund	4,748	2,799	4,617		2,931
305	(1) Seizure Fund-Federal	14,317	42,793	36,935		20,176
306	(1) Seizure Fund-State	2,051	2,916	0		4,967
310	(1) Roadway Impact Fee Fund	4,692,017	1,194,845	940,273		4,946,590
311	Water Impact Fund	1,101,429	785,958	4,066	(331,817)	1,551,504
312	Wastewater Impact Fund	3,110,562	1,264,336	1,132,047	(238,184)	3,004,666
315	(1) Parks Fund	13,103	6,731	11,776	10,000	18,058
317	(1) Public Safety Fund	2,966	14	0		2,980
318	(1) Fire Donation Fund	3,001	11	1,158		1,853
405	Road Construction Fund	4,739,108	65,473	1,719,247		3,085,334
410	Capital Project-General	108,178	1,657	22,483		87,352
411	Woodcreek Signals	523,768	37,684	0		561,452
412	2015 CO -Street	(0)	15	0		15
413	2015 Tax Note	2,027	10	0		2,036
414	Govt. Capital Replacement	141	170	0		311
415	Park Development Fund-District A	762,742	289,960	39,638		1,013,064
416	Park Development Fund-District B	122,811	577	0		123,389
417	Park Development Fund-District C	0	0	0		0
418	Park Development Fund-Community	432,537	297,960	281,120		449,377
419	MDD Sales Tax Bond Fund	0	0	0		0
420	Capital Project-W/S	2,974	14	0		2,988
421	Capital Project-Water Storage Tank	218,049	185,455	0	(143,227)	260,276
422	Parker Creek Interceptor	1,738,029	147,455	0	(126,208)	1,759,277
423	2015 CO-WS capital project	24,970	121	0	(16,923)	8,167
424	Water Capital Replacement	182,988	832	382,303	271,333	72,851
425	Sewer Capital Replacement	66,176	446	0	66,667	133,290
600	Fate Develop Corp	215,854	253,837	171,355		298,336
605	Fate Municipal Develop District	442,353	218,513	9,840	(98,083)	552,943
700	Debt Service-General	79,247	794,460	650,080		223,627
701	W&S Debt Service Fund	16,136	2,300	351,491	491,967	158,912
702	W&S Debt Reserve Fund	0	3,589	0	497,238	500,827
703	MDD Debt Service Fund	2,907	196	20,238	98,084	80,950
704	MDD Debt Reserve Fund	78,090	1,329	0		79,419
	Total	\$ 25,114,421	\$ 16,859,152	\$ 14,345,100	\$ 0	\$ 27,628,474

(1)	Other Governmental Funds
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City of Fate, Texas
Statement of Revenues and Expenditures (unaudited)
October 1, 2018 thru May 31, 2019

	2018-19 Budget	2018-19 Actual Qtr 1	2018-19 Actual Qtr 2	April-19	May-19	2018-19 Actual YTD	Encumbrances	2018-19 Actual YTD	YTD Actual to Budget %	Notes
100-GENERAL FUND										
Revenues										
Property Tax	2,800,163	654,820	2,125,413	15,077	12,431	2,807,742	0	2,807,742	100%	
Sales Tax	616,070	230,594	153,038	47,090	68,784	499,504	0	499,504	81%	
Franchise Fees	485,803	45,214	153,859	270,109	17,363	486,544	0	486,544	100%	
Licenses and Permits	1,904,197	412,449	621,329	208,312	162,522	1,404,612	0	1,404,612	74%	
Municipal Court	220,410	44,730	51,463	14,589	17,005	127,787	0	127,787	58%	
Charges for Service	363,984	74,004	88,436	28,871	27,108	218,415	0	218,415	60%	
Other Sales	60	0	0	0	9,750	9,750	0	9,750	16249%	
Miscellaneous Revenues	30,733	20,340	29,051	9,194	58,585	58,585	0	58,585	191%	
Intergovernmental Revenues	134,683	0	62,500	52,777	114,777	114,777	0	114,777	85%	
Total Revenues	6,556,103	1,482,151	3,285,088	593,240	367,238	5,727,716	0	5,727,716	87%	
Expenditures										
General Administration	513,562	51,125	74,884	38,048	11,137	175,194	0	175,194	34%	
Mayor & City Council	36,380	10,299	9,029	2,454	23,592	23,592	0	23,592	65%	
City Manager	561,646	121,513	132,928	38,492	54,516	347,449	0	347,449	62%	
Planning & Development	228,641	51,558	43,978	15,511	22,423	133,471	0	133,471	58%	
Finance	431,347	93,210	96,320	47,281	39,488	276,499	0	276,499	64%	
Information Technology	234,197	57,772	72,961	13,333	23,000	167,067	6,863	173,930	74%	
Human Resources	173,064	44,038	38,395	10,796	63,150	156,379	0	156,379	90%	
City Secretary	187,870	35,450	37,468	10,814	24,056	107,789	0	107,789	57%	
Municipal Court	200,055	43,455	44,645	14,067	19,033	121,200	0	121,200	61%	
Public Safety	3,028,388	654,889	786,474	158,013	286,117	1,885,493	31,684	1,917,177	63%	
Animal Care	125,504	26,142	26,850	8,710	8,862	70,563	0	70,563	56%	
Property Standards	79,803	23,296	15,819	5,311	8,646	53,073	0	53,073	67%	
Building Safety	532,241	98,261	117,492	35,806	50,130	301,689	0	301,689	57%	
Parks	39,590	3,523	6,579	10,364	328	20,794	0	20,794	53%	
Streets	840,381	56,708	162,049	30,661	19,405	268,823	29,277	298,100	35%	
Facilities	292,731	60,354	62,185	16,684	26,776	165,998	0	165,998	57%	
Total Expenditures	7,505,400	1,431,555	1,728,255	455,702	659,521	4,275,073	67,824	4,342,897	58%	
Surplus/(Deficit) before transfers	(949,297)	50,556	1,556,833	137,538	(292,284)	1,452,643	(67,824)	1,384,819	-146%	
Transfers In	1,014,297	253,574	253,574	84,525	84,525	676,197	0	676,197	67%	
Transfers Out	(65,000)	(16,250)	(16,250)	(5,417)	(5,417)	(43,333)	0	(43,333)	67%	
Surplus (Deficit) after Transfers	0	287,880	1,794,157	216,646	(213,176)	2,085,507	(67,824)	2,017,683	N/A	
600-FATE DEVELOPMENT CORPORATION										
Revenues										
Sales Tax	307,319	115,297	77,038	23,545	34,392	250,272	0	250,272	81%	
Other Income	818	998	904	306	323	2,532	0	2,532	N/A	
Intergovernmental Transfer			1,033	1,033	1,033	1,033	0	1,033	N/A	
Total Revenues	308,137	116,295	78,976	23,851	34,715	253,837	0	253,837	82%	
Expenditures										
Administration	364,172	60,005	65,713	17,991	19,275	162,984	0	162,984	45%	
Economic Development	463,458		7,171	1,200	8,371	8,371	0	8,371	2%	
Total Expenditures	827,630	60,005	72,884	17,991	20,475	171,355	0	171,355	21%	
Surplus/(Deficit)	(519,493)	56,290	6,091	5,860	14,240	82,482	0	82,482	1	
605-FATE MUNICIPAL DEVELOPMENT DISTRICT										
Revenues										
Sales Tax	269,456	91,353	71,724	23,496	26,545	213,118	0	213,118	79%	
Investment Income	515	1,405	2,371	794	825	5,395	0	5,395	1048%	
Total Revenues	269,971	92,758	74,095	24,290	27,371	218,513	0	218,513	81%	
Expenditures										
Administration	5,000	2,140	7,509	191		9,840	0	9,840	197%	
Economic Development	525,000	0	0	0	0	0	0	0	0%	
Total Expenditures	530,000	2,140	7,509	191	0	9,840	0	9,840	2%	
Surplus/(Deficit) before transfers	(260,029)	90,618	66,586	24,098	27,371	208,673	0	208,673	-80%	
Transfers Out	(147,125)	(36,781)	(36,781)	(12,260)	(12,260)	(98,083)	0	(98,083)	N/A	
Surplus/(Deficit)	(407,154)	53,837	29,805	11,838	15,110	110,590	0	110,590	N/A	
700-DEBT SERVICE FUND										
Revenues										
Property Tax	700,583	164,748	529,328	3,774	3,091	700,941	0	700,941	100%	
Investment Income	2,200	415	2,324	384	396	3,519	0	3,519	160%	
Other Income	90,000	90,000	0	0	0	90,000	0	90,000	100%	
Total Revenues	792,783	255,163	531,652	4,158	3,487	794,460	0	794,460	100%	
Expenditures										
Debt Services	783,259	0	650,080	0	0	650,080	0	650,080	83%	
Total Expenditures	783,259	0	650,080	0	0	650,080	0	650,080	83%	
Surplus/(Deficit)	9,524	255,163	(118,428)	4,158	3,487	144,380	0	144,380	N/A	
200-UTILITY FUND										
Revenues										
Water Operations	4,884,857	1,015,572	894,662	385,504	350,121	2,645,859	0	2,645,859	54%	
Sewer Operations	2,806,914	743,295	763,867	256,932	258,304	2,022,398	0	2,022,398	72%	
Utility Rebates	85,000	0	0	0	0	0	0	0	0%	
Other Income	37,440	16,965	18,889	25,044	5,330	66,227	0	66,227	177%	
Total Revenues	7,814,211	1,775,832	1,677,418	667,480	613,755	4,734,485	0	4,734,485	61%	
Expenditures										
Water Operations	3,276,394	560,742	716,932	260,728	236,903	1,775,305	53,089	1,828,393	56%	
Sewer Operations	2,846,887	614,623	468,228	157,587	24,493	1,264,930	23,426	1,288,356	45%	
Utility Administration	379,131	50,751	67,622	17,223	20,981	156,577	2,288	158,864	42%	
Utility Billing	386,734	60,276	88,164	48,610	33,195	230,245	0	230,245	60%	
Total Expenditures	6,889,146	1,286,392	1,340,945	484,147	315,572	3,427,056	78,802	3,505,858	51%	
Surplus/(Deficit) before transfers	925,065	489,440	336,473	183,333	298,183	1,307,429	(78,802)	1,228,627	133%	
Transfers In	546,589	136,647	136,647	45,549	45,549	364,392	0	364,392	67%	
Transfers Out	(1,471,297)	(367,824)	(865,062)	(122,608)	(122,608)	(1,478,102)	0	(1,478,102)	100%	
Surplus/(Deficit)	357	258,263	(391,942)	106,274	221,124	193,719	(78,802)	114,917	N/A	
220-SOLID WASTE FUND										
Revenues										
Sales and Fees	1,055,571	278,460	286,443	97,680	98,773	761,356	0	761,356	72%	
Charge for Service	36,575	10,492	10,827	3,693	3,764	28,776	0	28,776	79%	
Investment Income	825	370	216	70	76	731	0	731	89%	
Total Revenues	1,092,971	289,322	297,486	101,442	102,613	790,864	0	790,864	72%	
Expenditures										
Solid Waste & Recycling	1,079,967	196,182	294,441	103,016	96,597	690,236	0	690,236	64%	
Total Expenditures	1,079,967	196,182	294,441	103,016	96,597	690,236	0	690,236	64%	
Transfers Out	(50,000)	(12,500)	(12,500)	(4,167)	(4,167)	(33,333)	0	(33,333)	67%	
Surplus/(Deficit)	(36,996)	80,640	(9,455)	(5,740)	1,849	67,294	0	67,294	N/A	
701-WATER & SEWER DEBT SERVICE FUND										
Revenues										
Investment Income	2,087	632	1,027	267	373	2,300	0	2,300	110%	
Total Revenues	2,087	632	1,027	267	373	2,300	0	2,300	110%	
Expenditures										
Debt Services	742,950	0	347,991	0	3,500	351,491	0	351,491	47%	
Total Expenditures	742,950	0	347,991	0	3,500	351,491	0	351,491	47%	
Transfers In	737,950	184,487	184,487	61,496	61,496	491,966	0	491,966	67%	
Surplus/(Deficit)	(2,913)	185,119	(162,476)	<						

