

STAFF REPORT



SUBJECT: Monthly Budget Report for the period Ending December 31, 2020

DEPARTMENT: Finance

STAFF CONTACT: Monica Harris

BACKGROUND:

In reviewing the financial statements ending December 31, 2020, the financial indicators are as expected.

- **Property Tax**
We received \$2.52 million in property taxes in the month of December, resulting in \$173K or 5.77% increase over funds collected through last December. The \$3.18 million collected through December is 47.84% of budget, which is higher than the 46.63% anticipated.
- **Sales Tax**
We received \$542K in sales tax in December, resulting in \$18K or 3.36% more than the funds collected last December. The \$1.86 million collected fiscal year to date is 29.94% of the \$6.23 million budgeted, which is higher than the 25.67% anticipated.
- **HOT Funds**
Lodging establishments have reported \$56K in Hotel Occupancy Taxes through December, as compared to the \$132K through last December. There are four entities one or more months delinquent. We spent \$175K in Hotel Occupancy Tax funds through December as compared to \$71K last year due to the Day Tripper contract and the All American Barrel race.
- **Revenue (Budgetary comparison)**
The target budget for operating revenue is \$8.08 million. We received \$8.19 million in revenue through December, resulting in \$108K over the target budget. This is a result of sales taxes, property taxes, and service charges.
- **Expenditures (Budgetary comparison)**
The target budget for operating expenditures is \$5.5 million. We expended \$5.32 million through December resulting in \$230K under the target budget.
- **Revenue (Prior year comparison)**
Operating revenue received last year was \$8.35 million as compared to the current year's \$8.19 million, resulting in a \$154K decrease. Increases in property tax, sales taxes, and building permits offset the reductions in service charges and interest on investments; however, there was no offset for the large insurance proceeds received last year.
- **Expenditures (Prior year comparison)**
Operating expenditures last year were \$5.47 million as compared to the current year's \$5.32 million, resulting in a \$154K decrease.

- **Investments**

The total market value of cash and investments on December 31, 2020 was \$45,583,736. This is allocated 4% in demand accounts, 37% in TexStar investment pool, and 59% in TexPool investment pool.

We earned \$11,868 in interest for the quarter. The average yield to maturity for all account types for the quarter was 0.18%. The average yield to maturity for investment accounts for the quarter was 0.25%. The average yield to maturity for a 3-month treasury bill for the quarter was .09%.