

CITY OF PRINCETON

June 30, 2017

3rd Quarter Financial Report

(unaudited)

FY 2016-17



CITY OF PRINCETON

June 30, 2017

3rd Quarter Financial Report (unaudited)

FY 2016-17

This report is designed for internal use and does not include all of the funds and accounts that are included in the City of Princeton's operations. For a complete report, refer to the City of Princeton Comprehensive Annual Financial Report, available on the City's website.

The Finance Department is dedicated to excellence in local government, comprehensive fiscal management, compliance, and reporting. The Quarterly Financial Report's aim is to provide users with the general awareness of the City's financial position and economic activity.

The information in this report provides a summary of the General Fund, Water and Sewer Fund, and other selected fund revenues and expenditures/expenses which offers readers an overview of the City's finances.

FINANCIAL ANALYSIS

CITY OF PRINCETON

General Fund Revenues 3rd Quarter Report (unaudited) June 30, 2017

Revenues Summary:

Revenues	FY 2016-17		
	Budget	as of 6/30/2017	% of Budget
Administration	\$ 3,647,088	\$ 3,241,964	88.89%
Library	21,908	16,747	76.44%
Community Relations	41,000	44,274	107.99%
Municipal Court	278,840	241,189	86.50%
Development	1,005,458	1,558,655	155.02%
Public Works	91,457	2,095	2.29%
Parks & Recreation	198,950	119,298	59.96%
Police	72,080	57,423	79.67%
Fire	130,448	137,081	105.08%
Total	\$ 5,487,229	\$ 5,418,726	98.75%

Property tax revenues are the main source of revenues for the General Fund. As of June 30, 2017, Property tax collection rate is slightly above the prior year by an estimated 10%. Another major source of revenue is sales tax that is 20% of revenue budget. Although the collection rate is below last year due to restricted sales tax allocated to TIF Fund of \$188,285, the total sales tax revenue received to date is above the prior year by 14%.

Revenues for the Development Department (permits, licenses, and inspections) are continuing to increase this fiscal year. As noted above, the revenue to-date is substantially more than budgeted.

Total General Fund revenues are 9% above the prior year's collection at June 30.

CITY OF PRINCETON

General Fund Expenditures
3rd Quarter Report (unaudited)
June 30, 2017

Expenditures Summary:

	FY 2016-17		
	Budget	as of 6/30/2017	% of Budget
Administration	\$ 409,785	\$ 179,849	43.89%
City Council	14,800	6,515	44.02%
Finance	189,166	146,188	77.28%
Library	139,167	102,689	73.79%
Community Relations	140,976	154,194	109.38%
Municipal Court	266,605	187,571	70.36%
Development	491,306	542,095	110.34%
Public Works	712,165	437,318	61.41%
Parks & Recreation	422,293	400,139	94.75%
Police	1,698,926	1,287,676	75.79%
Emergency Management	9,650	18,061	187.16%
Fire	992,390	805,644	81.18%
Total	\$ 5,487,229	\$ 4,267,939	77.78%

Community Relations has spent more than budgeted on community events. Some of this expenditure is covered by more than expected revenues budgeted for these same events.

Development's expenditures are higher than expected due to unexpected increase in engineering costs which has resulted in being 276% anticipated over budget. Revenues are collected for this expenditure and will be more than sufficient to cover this over-budget item.

All other departments are within expected budget is comparison with the prior year.

Total General Fund expenditures are 77.78% of budget at the end of this quarter.

CITY OF PRINCETON

General Fund

3rd Quarter Report (unaudited)

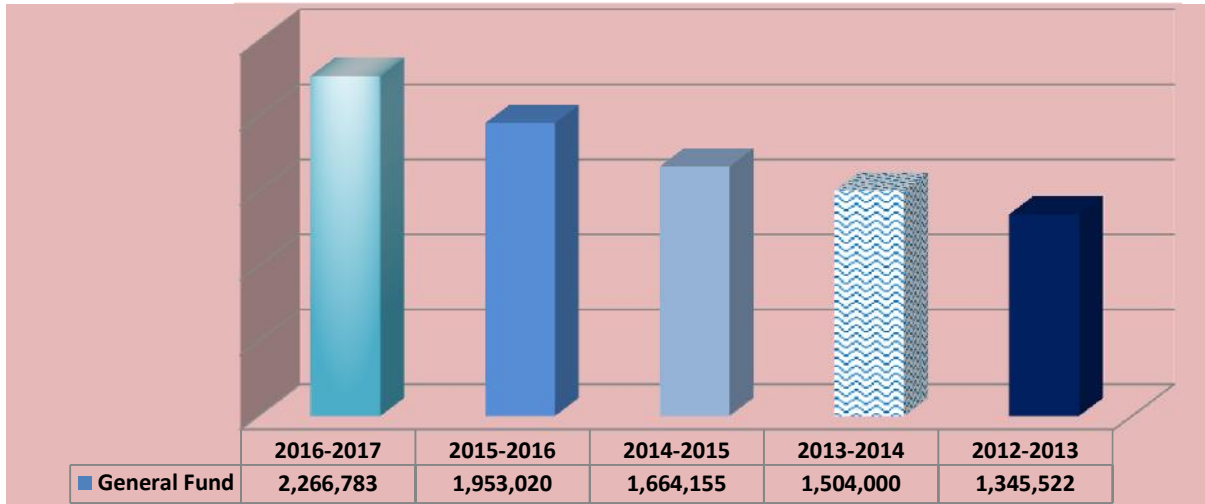
June 30, 2017

	Current FY 2016-2017			Prior FY 2015-2016		
	Current Budget	Year-to-Date Actual	% of Budget	Current Budget	Year-to-Date Actual	% of Budget
REVENUES						
Property Taxes	\$ 2,074,125	\$ 2,266,783	109.29%	\$ 1,965,028	\$ 1,945,078	98.98%
Sales Tax	1,109,432	671,691	60.54%	799,208	591,267	73.98%
Franchise Taxes	451,929	315,840	69.89%	306,667	263,411	85.89%
Interest	7,433	2,173	29.23%	7,475	5,365	71.77%
Miscellaneous	35,979	82,960	230.58%	65,487	37,431	57.16%
Donations & Grants	233,926	230,702	98.62%	233,524	132,571	56.77%
Court Fines	278,840	241,189	86.50%	273,040	191,646	70.19%
Parks & Recreation	290,407	68,131	23.46%	63,420	56,089	88.44%
Building Permits	411,000	602,428	146.58%	522,248	254,517	48.73%
Other Permits	139,410	486,218	348.77%	283,180	147,438	52.07%
Licenses & Fees	22,200	17,716	79.80%	54,767	16,502	30.13%
Construction & Consulting	432,548	432,895	100.08%	352,459	264,510	75.05%
Total Revenue	\$ 5,487,229	\$ 5,418,726	98.75%	\$ 4,926,503	\$ 3,905,825	79.28%

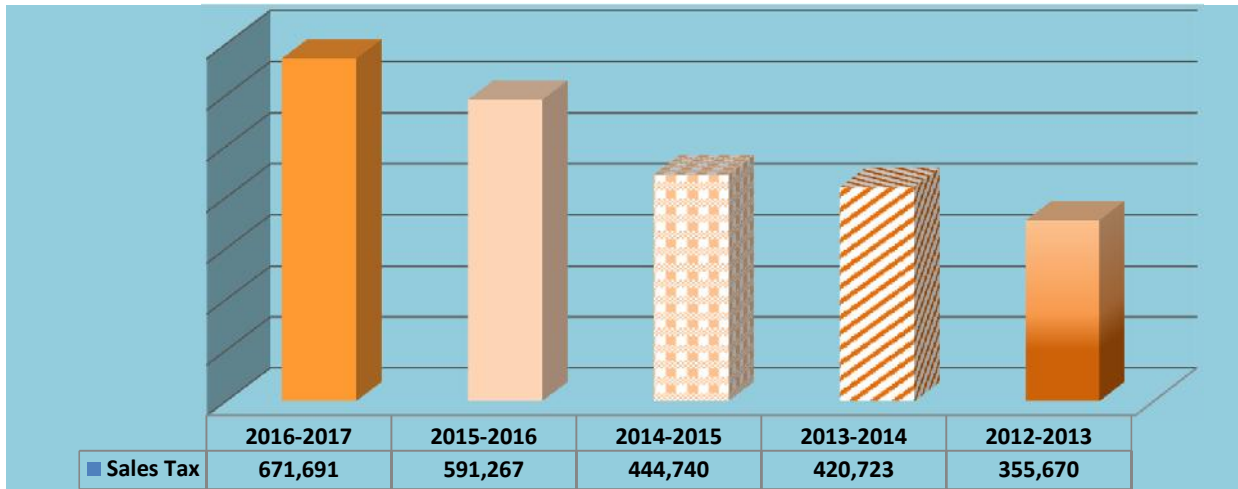
	Current FY 2016-2017			Prior FY 2015-2016		
	Current Budget	Year-to-Date Actual	% of Budget	Current Budget	Year-to-Date Actual	% of Budget
EXPENDITURES						
Administration	\$ 409,785	\$ 179,849	43.89%	\$ 383,904	\$ 283,076	73.74%
City Council	14,800	6,515	44.02%	19,181	14,894	77.65%
Finance	189,166	146,188	77.28%	189,888	124,650	65.64%
Library	139,167	102,690	73.79%	139,717	86,726	62.07%
Community Relations	140,976	154,194	109.38%	131,936	99,592	75.49%
Municipal Court	266,605	187,571	70.36%	260,533	175,210	67.25%
Development	404,349	478,811	118.42%	402,673	240,450	59.71%
Code Enforcement	86,957	63,284	72.78%	82,621	61,506	74.44%
Facilities	323,829	216,470	66.85%	462,047	327,140	70.80%
Streets	388,336	220,848	56.87%	343,875	200,162	58.21%
Parks & Recreation	422,293	400,139	94.75%	N/A	N/A	N/A
Emergency Management	9,650	18,060	187.15%	9,194	8,837	96.12%
Police	1,698,926	1,287,676	75.79%	1,503,245	1,056,217	70.26%
Fire	992,390	805,644	81.18%	650,131	446,970	68.75%
Total Expenditures	\$ 5,487,229	\$ 4,267,939	77.78%	\$ 4,578,945	\$ 3,125,430	68.26%

CITY OF PRINCETON
 General Fund
 3rd Quarter Property Tax Collections
 June 30, 2017

Property Tax

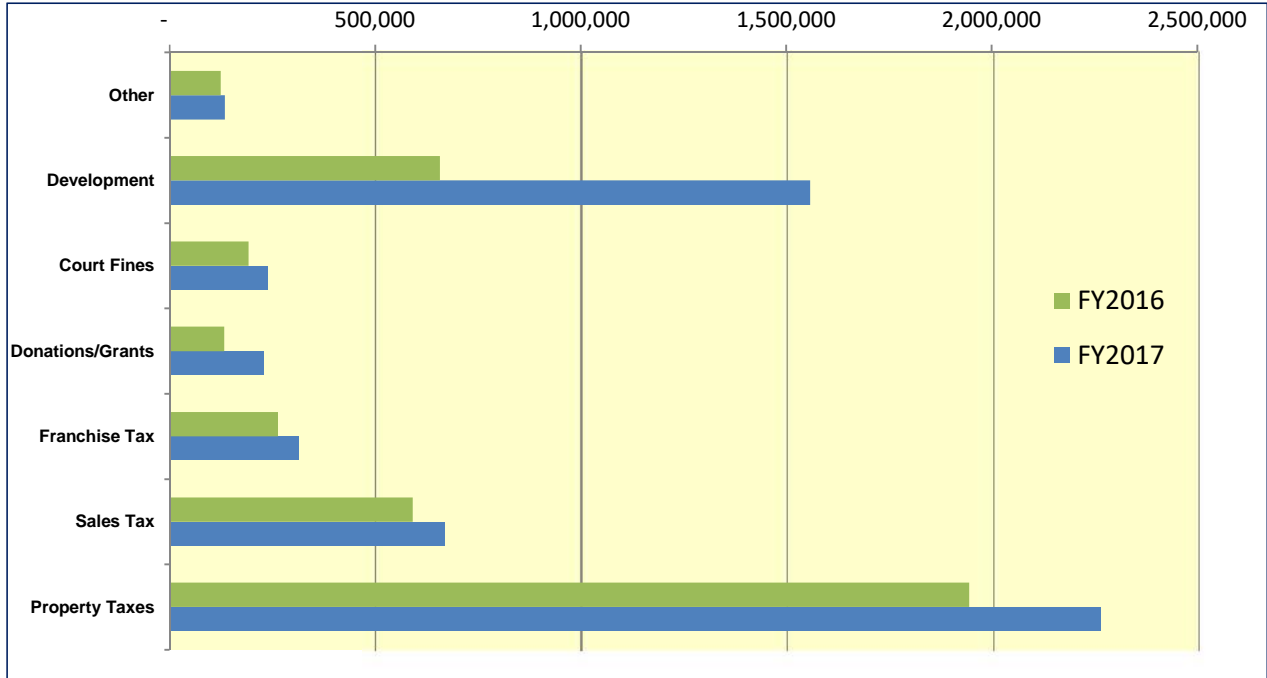


Sales Tax

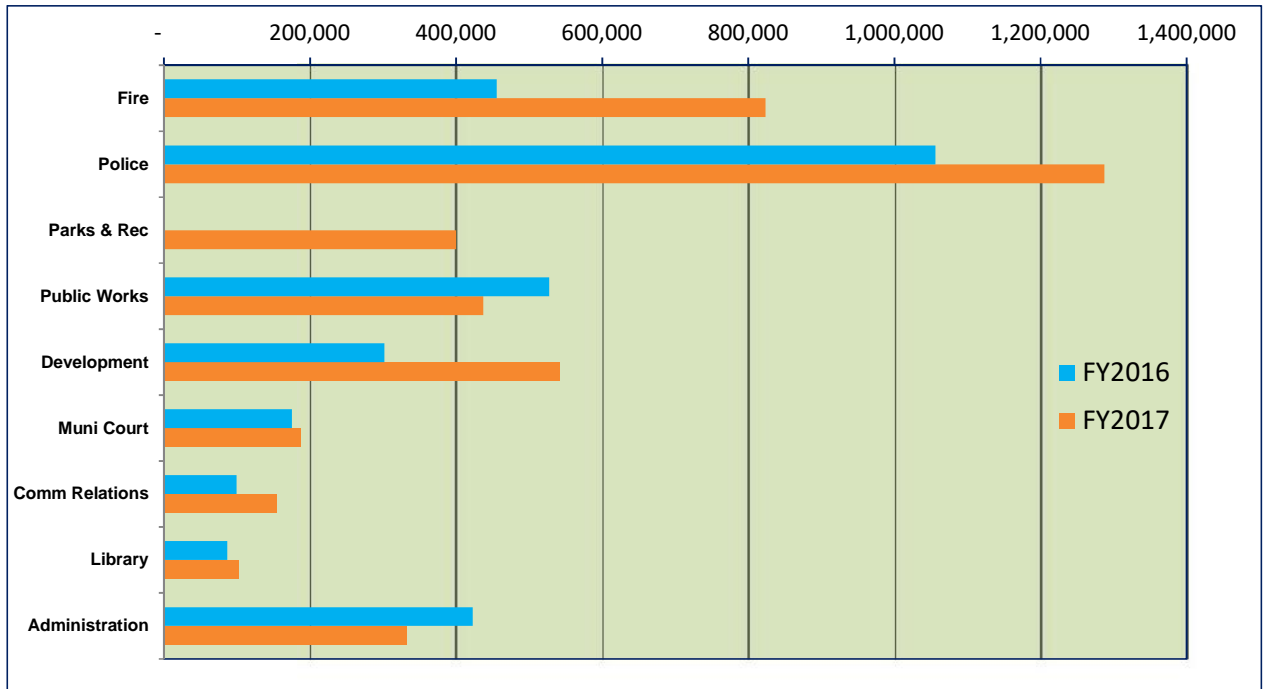


CITY OF PRINCETON
 General Fund
 3rd Quarter Property Tax Collections
 June 30, 2017

REVENUES



EXPENDITURES

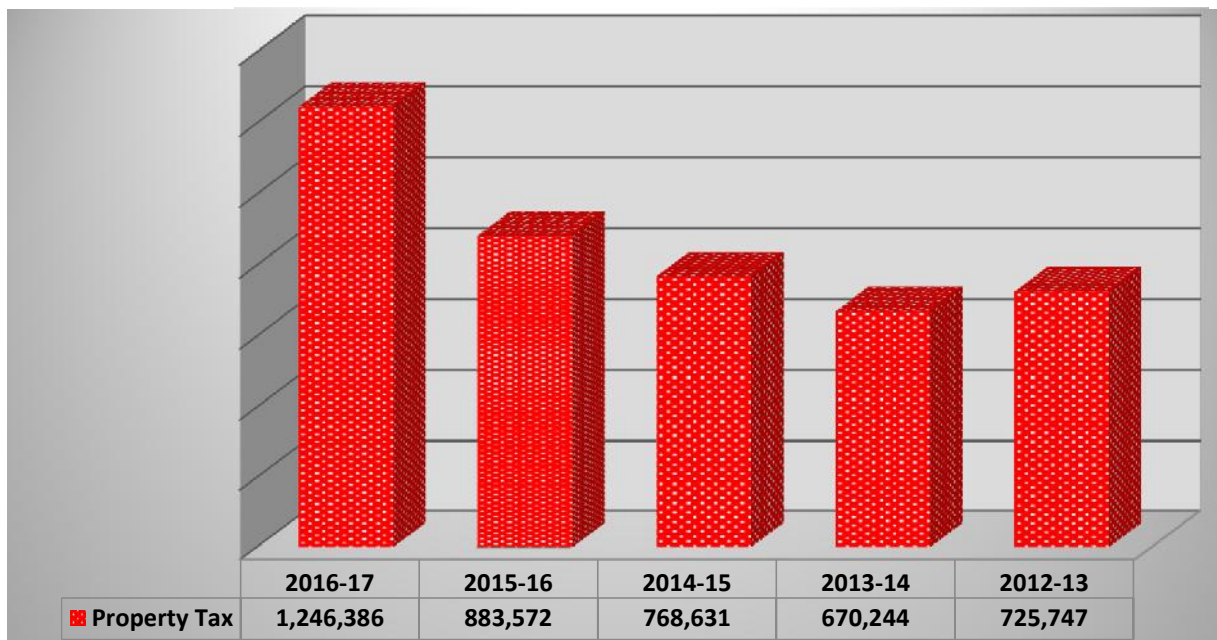


CITY OF PRINCETON

Debt Service Fund
3rd Quarter Report (unaudited)
June 30, 2017

	FY 2016-17		
	Budget	as of 6/30/2017	% of Budget
REVENUES	\$ 1,134,945	\$ 1,246,386	109.82%
EXPENDITURES	1,106,508	632,613	57.17%
	\$ 28,437	\$ 613,773	

Property Tax revenue trend - 5 years



The property tax revenues collected in this fund are restricted to pay the City's bonded debt payments. The City is in compliance with all bond covenants.

CITY OF PRINCETON

Proprietary Funds
3rd Quarter Report (unaudited)
June 30, 2017

Revenues Summary:

	FY 2016-17		
	Budget	as of 6/30/2017	% of Budget
Water Department	\$ 4,000,337	\$ 3,090,738	77.26%
Wastewater Department	2,069,744	1,616,314	78.09%
MS4 Fund	212,561	221,298	104.11%
Impact Fees	1,003,733	2,273,201	226.47%
Total	\$ 7,286,375	\$ 7,201,551	98.84%

Revenues are in-line with budget at this point of the fiscal year. Impact Fees are substantially more than budgeted due to a developer paying up-front for sewer impact fees in the amount of \$1,147,740 in March 2017 to assist with the Tickey Creek sewer project.

Expense Summary:

	FY 2016-17		
	Budget	as of 6/30/2017	% of Budget
Customer Service			
Utility Billing	\$ 798,342	\$ 557,904	69.88%
Water Department	4,150,931	3,173,655	76.46%
Wastewater Department	1,120,808	946,115	84.41%
MS4 Fund	212,561	117,123	55.10%
Impact Fund	2,745,403	1,843,067	67.13%
Total	\$ 9,028,045	\$ 6,637,864	73.52%

Wastewater Department is slightly ahead of expected expenses due to engineering fees; however, total expenses are slightly less than this same time last year.

Impact fees collected are restricted for infrastructure improvements. Currently, there are several projects on-going: Hwy 380 16" water line, Tickey Creek wastewater line, and the gravity main south south of Hazelwood. Also, the drainage fees collected in the MS4 Fund are restricted for maintenance or improvements to storm drainage. There are several ongoing improvements being funded with these fees.

CITY OF PRINCETON

Proprietary Funds
3rd Quarter Report (unaudited)
June 30, 2017

	Current FY 2016-2017			Prior FY 2015-2016		
	Current Budget	Year-to-Date Actual	% of Budget	Current Budget	Year-to-Date Actual	% of Budget
REVENUES						
Water Sales	\$ 3,433,677	\$ 2,626,650	76.50%	\$ 3,083,383	\$ 2,021,832	65.57%
Wastewater Sales	1,563,187	1,195,737	76.49%	1,430,509	1,010,035	70.61%
Impact Fees	1,000,000	2,261,258	226.13%	-	619,814	100.00%
Refuse	506,557	418,653	82.65%	501,542	372,937	74.36%
Drainage Fees	212,561	221,298	104.11%	N/A	N/A	N/A
Interest	4,362	14,304	327.92%	1,204	3,574	296.84%
Other Sales Revenues	544,503	443,915	81.53%	842,695	288,304	34.21%
Miscellaneous	21,528	19,736	91.68%	21,920	15,003	68.44%
Total Revenue	\$ 7,286,375	\$ 7,201,551	98.84%	\$ 5,881,253	\$ 4,331,499	73.65%

	Current FY 2016-2017			Prior FY 2015-2016		
	Current Budget	Year-to-Date Actual	% of Budget	Current Budget	Year-to-Date Actual	% of Budget
EXPENDITURES						
Refuse Collection	\$ 530,000	\$ 366,444	69.14%	\$ 461,689	\$ 326,581	70.74%
Water Purchases	1,229,287	921,969	75.00%	1,112,679	741,783	66.67%
Contract Services	2,113,515	1,727,756	81.75%	1,668,563	1,317,193	78.94%
Customer Svc/Util Billing	268,342	191,460	71.35%	244,855	178,464	72.89%
Water Operating Exp	1,631,440	1,224,050	75.03%	2,617,313	1,873,349	71.58%
Wastewater Operating Exp	297,497	245,995	82.69%	262,363	149,135	56.84%
MS4 Fund	212,561	117,123	55.10%	N/A	-	N/A
Impact Fund	2,745,403	1,843,067	67.13%	407,461	59,358	14.57%
Total Expenditures	\$ 9,028,045	\$ 6,637,864	73.52%	\$ 6,774,923	\$ 4,645,863	68.57%

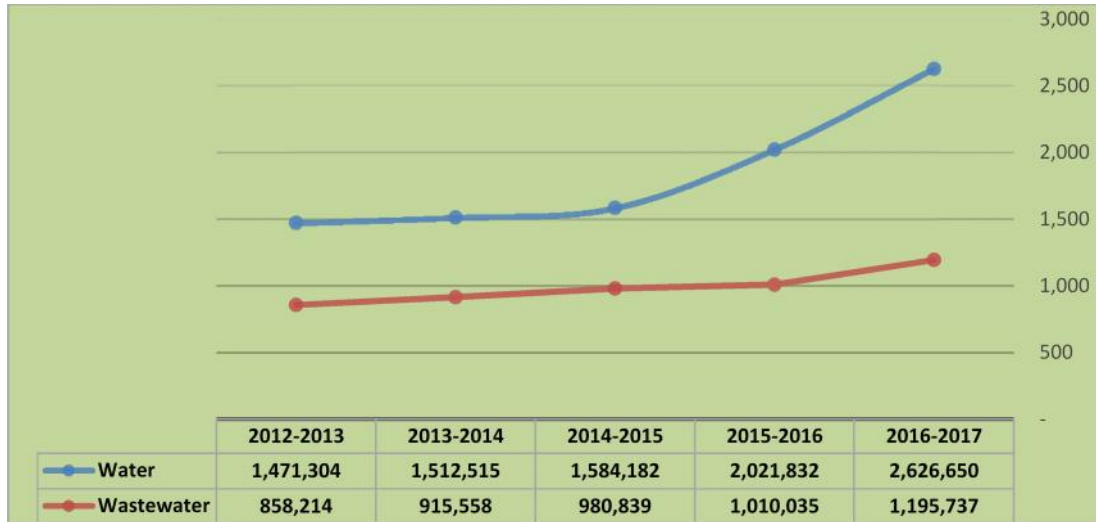
CITY OF PRINCETON

Utility Fund

2nd Quarter Water and Wastewater Sales Revenues

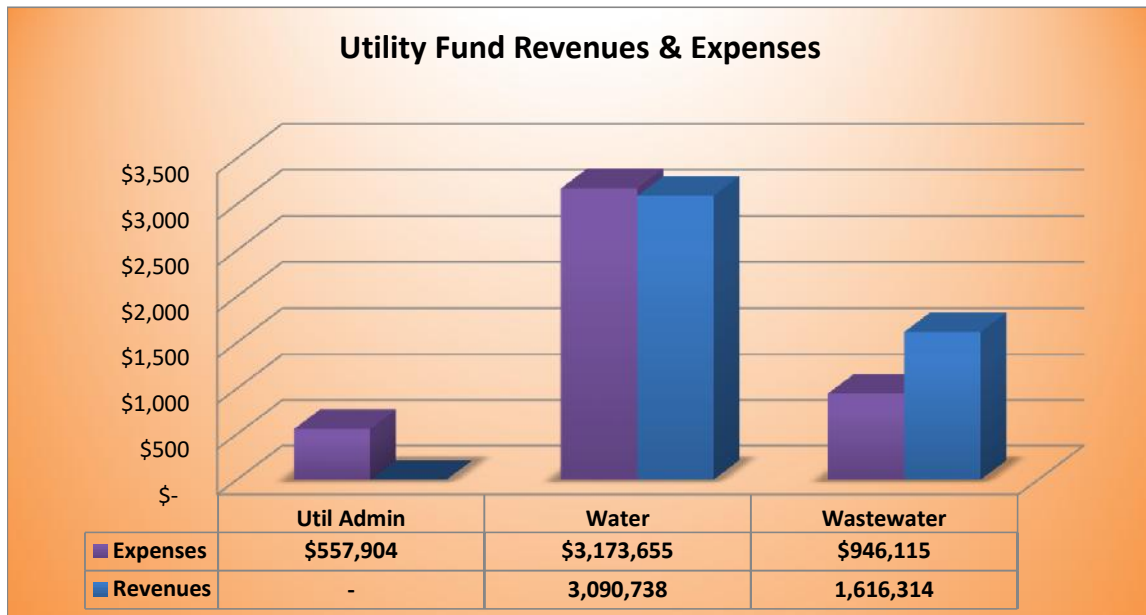
June 31, 2017

Water and Wastewater Sales



Water Sales revenues continue to increase each fiscal year due to new customers being added to the system. The current year's budget is an increase of 23% over the prior year. Currently, the water sales collection are slightly more than prior year's 2nd quarter revenues by 30%.

As water sales increase so does wastewater collection. The current year's budget is a 3% increase over the prior year. Currently, sales collections are inline with budget.



CITY OF PRINCETON

Project Listing

3rd Quarter Report (unaudited)

June 30, 2017

Project Name	Proj #	Project Budget	Current FY Activity	Proj to-date Activity	Funding
Beauchamp Blvd (north & south)	R19. R05	\$ 5,021,936	\$ 1,225,894	\$ 3,865,361	Collin County, EDC, & 2015 & 2016 Bonds
Street Improvements	R27	985,000	405,223	931,575	2016 Bond
Prairie Creek Improvements	R28	245,000	108,913	359,466	2014 Tax Note & 2015 Bond
City Hall - eng/design	B47	135,000	82,064	82,064	2016 Bond
Public Works Building	B46	2,490,600	864,418	980,648	2015 & 2016 Bonds
Parkview park	P17	260,000	239,250	239,250	2016 Bond & park fees
Park Master Plan	P18	133,315	9,878	9,878	CDC
Safer Routes	R37	659,130	158,579	169,625	NTCOG Grant, local match, & Court restricted revenue-school xing guard
Florence Dr	R25	459,735	21,148	21,148	Roadway Impact Fees
First St (from Willow Ln)	R39	1,051,658	508,279	1,082,795	2014 Bond & Util Fund
El Camino & Monterey St	R40	776,521	66,601	763,616	2014 & 2015 Bonds & Util Fund
Master Drainage Plan	D01	238,100	2,825	2,825	Storm Water Fund
Tickey Creek wastewater line	S15	1,400,000	1,242,950	1,393,200	Util Impact Fees
Gravity main/Hazelwood	S30	152,750	134,492	146,504	Util Impact Fees
Gravity main/Monte Carlo	S31	235,000	-	-	Util Impact Fees
Hwy 380 water line	W32	1,159,000	94,672	106,297	Util Impact Fees

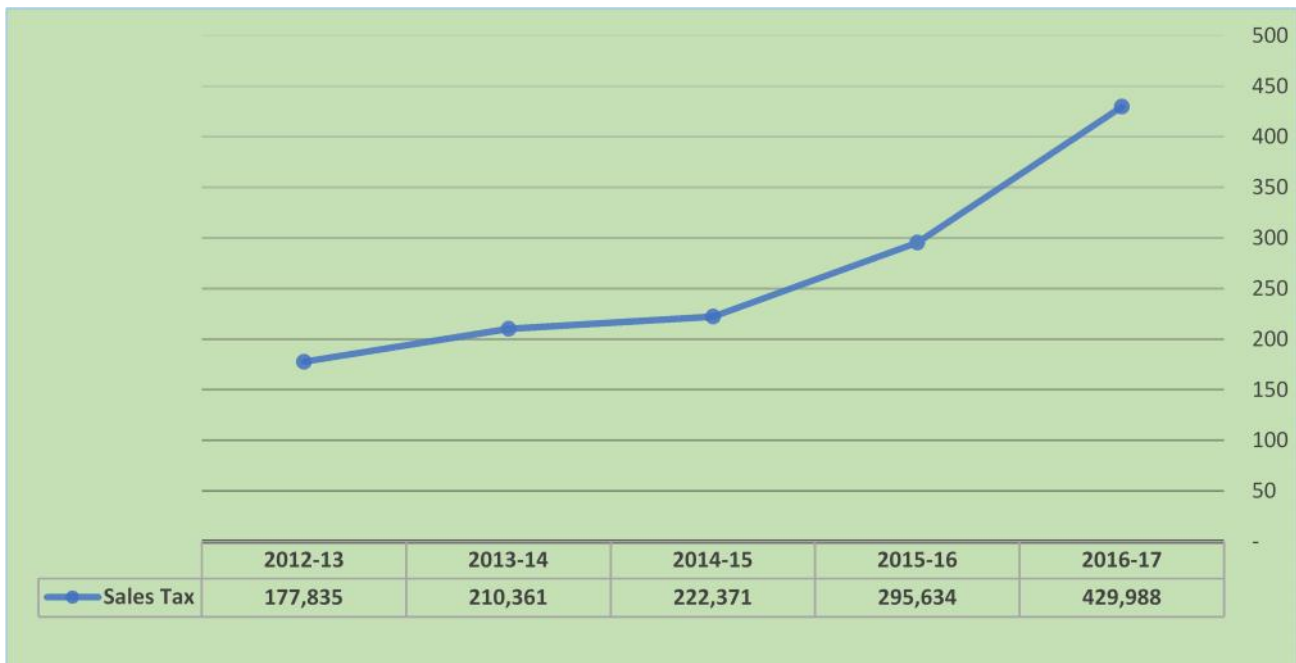
CITY OF PRINCETON
 Economic Development Corporation
 3rd Quarter Report (unaudited)
 June 30, 2017

	FY 2016-17		
	Budget	as of 6/30/2017	% of Budget
REVENUES	\$ 603,802	\$ 432,139	71.57%
EXPENDITURES	168,925	154,140	91.25%
	\$ 434,877	\$ 277,999	

The EDC has spent \$58,501 toward the Industrial Park & Roadways project as of June 30th and paid funds to the City for the Community Relations department of \$12,500 to assist with community events.

Sales tax revenues have increased 45% when compared to the prior fiscal year.

Sales Tax trend - 5 year



CITY OF PRINCETON
 Community Development Corporation
 2nd Quarter Report (unaudited)
 June 30, 2017

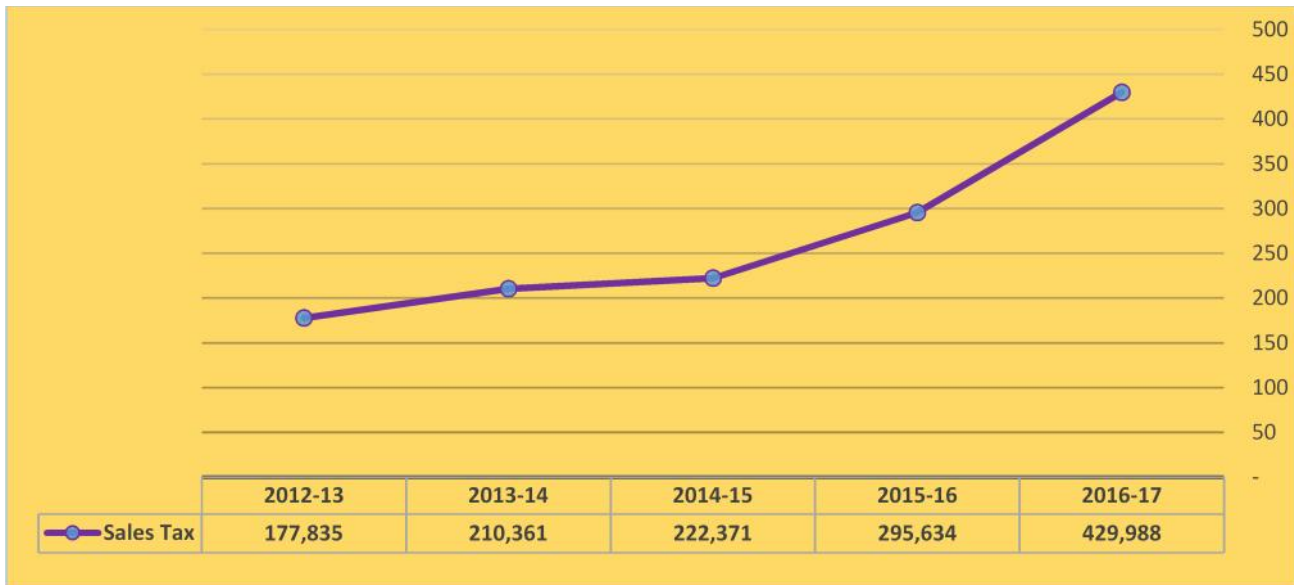
	FY 2016-17		
	Budget	as of 6/30/2017	% of Budget
REVENUES	\$ 603,167	\$ 432,139	71.65%
EXPENDITURES	270,058	170,505	63.14%
	\$ 333,109	\$ 261,634	

CDC has committed funds to the City for the Community Relations department of \$17,790 and Parks Department of \$14,426 for four scoreboards. These have been expended as of June 30.

Funds have also been committed for historical/preservation of the Methodist Church of which \$5,850 has been spent in the current fiscal year. Total cost for this project to-date is \$202,557. Expenditures for the Vertern's Memorial Park are \$5,235 and \$9,878 toward the Park Master Plan.

Sales tax revenues have increased 45% when compared to the prior fiscal year.

Sales Tax trend - 5 year



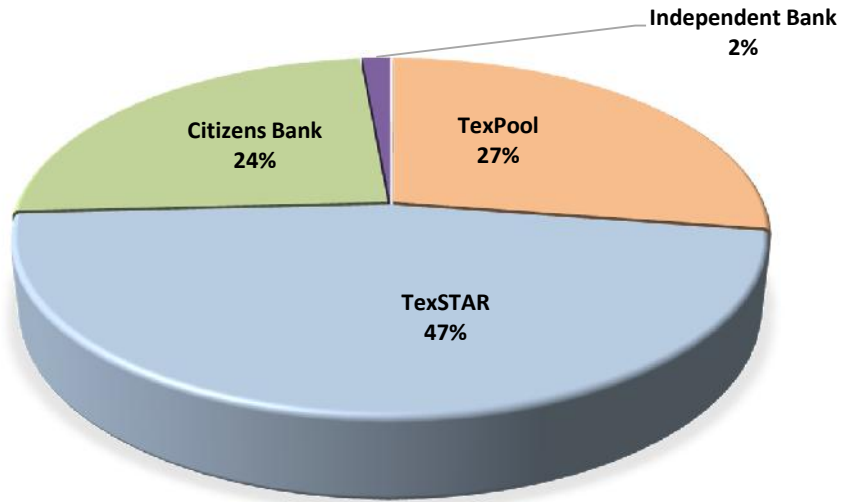
INVESTMENT REPORT

FUND	DESC	BEGINNING BALANCE 3/31/2017	DEPOSITS	WITHDRAWALS	INTEREST	ENDING BALANCE 06/30/2017	% OF TOTAL	06/30/2017 YIELD/ APR	90 DAY T- BILL YIELD/ APR
LOCAL GOVERNMENT INVESTMENT POOL - TEXPOOL									
GENERAL FUND	TEXPOOL RESERVE FUND	\$ 677,658.48	\$ 299,171.79	\$ -	\$ 1,287.09	\$ 978,117.36		0.8817%	
GENERAL FUND	TEXPOOL FIRE DEPARTMENT	66,314.96	241.60	-	385.74	66,942.30		0.8817%	
DEBT SERVICE FUND	TEXPOOL I&S FUND	1,300,550.67	13,128.60	(315,000.00)	2,055.11	1,000,734.38		0.8817%	
CDC CORPORATION	TEXPOOL COMMUNITY DEVELOPMENT COF	556,614.61	148,543.00	(50,818.92)	1,200.23	655,538.92		0.8817%	
EDC CORPORATION	TEXPOOL ECONOMIC DEVELOPMENT CORP.	467,013.18	143,253.01	(32,307.31)	1,036.25	578,995.13		0.8817%	
ENTERPRISE FUND	TEXPOOL 2007 CO	5,625.85	-	-	10.98	5,636.83		0.8817%	
ENTERPRISE FUND	TEXPOOL UTILITY CUSTOMERS DEPOSITS	527,594.74	-	-	1,036.31	528,631.05		0.8817%	
ENTERPRISE FUND	TEXPOOL UTILITY IMPACT ACCOUNT	2,136,918.07	1,695,443.00	(717,078.38)	6,713.61	3,121,996.30		0.8817%	
TOTAL - LOCAL GOVERNMENT INVESTMENT POOL - TEXPOOL		\$ 5,738,290.56	\$ 2,299,781.00	\$ (1,115,204.61)	\$ 13,725.32	\$ 6,936,592.27	35.14%		0.92%
TEXPOOL NET ASSET VALUE PER SHARE						\$ 0.99999			
TEXPOOL WEIGHTED AVERAGE MATURITY (DAYS)						41			
TEXSTAR ACCOUNTS									
TEXSTAR	TEXSTAR 2014 CERTIFICATE OF OBLIGATION	199,016.02	-	(425.00)	384.79	198,975.81		0.8631%	
TEXSTAR	TEXSTAR 2015 CERTIFICATE OF OBLIGATION	1,241,961.71	-	(158,128.94)	2,386.59	1,086,219.36		0.8631%	
TEXSTAR	TEXSTAR 2016 CERTIFICATE OF OBLIGATION	8,361,361.24	-	(1,420,293.20)	14,267.98	6,955,336.02		0.8631%	
TOTAL - LOCAL GOVERNMENT INVESTMENT POOL - TEXSTAR		9,802,338.97	-	(1,578,847.14)	17,039.36	8,240,531.19	41.74%		0.92%
TEXSTAR NET ASSET VALUE PER SHARE						\$ 0.999993			
TEXSTAR WEIGHTED AVERAGE MATURITY (DAYS)						30			
CITIZENS BANK									
OPERATING ACCOUNT	CITIZENS CONSOLIDATED CASH	\$ 2,839,766.16	\$ 8,249,881.95	(8,793,860.11)	\$ 311.51	2,296,099.51		0.15%	
OPERATING MONEY MARKET	CITIZENS CONSOLIDATED CASH MONEY MAI	1,152,607.66	-	-	578.05	1,153,185.71		0.15%	
OPERATING PAYROLL	CITIZENS PAYROLL	923.37	585,884.46	(585,884.46)	-	923.37		0.00%	
CIP PARK ACCOUNT	CITIZENS PARK IMPROVEMENT	46,291.01	-	(9,462.50)	7.92	36,836.43		0.80%	
GEN. FUND POLICE ACCOUNT	CITIZENS LAW ENFORCEMENT SEIZURE	3,658.28	-	-	0.63	3,658.91		0.04%	
CIP STREET IMPROVE.	CITIZENS STREET IMPROVEMENT	162,486.39	-	-	101.31	162,587.70		0.25%	
WATER CUSTOMER DEP. EF	CITIZENS WATER METER	8,426.88	41,459.12	(30,751.25)	3.39	19,138.14		0.80%	
BEAUCHAMP BLVD SO CO BONI	CITIZENS THOROUGHFARE PROJECT	376,934.63	-	(322.50)	140.92	376,753.05		0.15%	
BEAUCHAMP BLVD NR CO BON	CITIZENS THOROUGHFARE PROJECT	1,074.17	-	-	0.63	1,074.80		0.15%	
CITIZENS CD RESERVES	CITIZEN GENERAL RESERVES CD	513,482.66	-	-	970.97	514,453.63		0.50%	
TOTAL - CITIZENS STATE BANK		5,105,651.21	8,877,225.53	(9,420,280.82)	2,115.33	4,564,711.25	23.12%		0.92%

CITY OF PRINCETON, TEXAS

Quarterly Portfolio Change
as of June 30, 2017

as of 3/31/2017



as of 6/30/2017

