



# Comprehensive Monthly Financial Report

**June 2020**

Totals may include immaterial rounding variances





# MONTHLY FINANCIAL REPORT

## PERFORMANCE AT A GLANCE

**June 2020**

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## PERFORMANCE INDICATORS

**POSITIVE** = Positive variance or negative variance < 1% compared to seasonal trends.

**WARNING** = Negative variance of 1-5% compared to seasonal trends

**NEGATIVE** = Negative variance of >5% compared to seasonal trends.



## ECONOMIC INDICATORS

## June, 2020 – NEWS FOR YOU

### ECONOMY

#### National GDP:

GDP - the output of goods and services produced by labor and property located in the US – Real gross domestic product (GDP) decreased at an annual rate of 32.9% in the second quarter of 2020, according to the “advance” estimate released by the Bureau of Economic Analysis on July 30. In the first quarter of 2020, GDP decreased 5.0%. The decrease in the second quarter reflected decreases in personal consumption expenditures (PCE), exports, private inventory investment, nonresidential fixed investment, residential fixed investment, and state and local government spending that were partly offset by an increase in federal government spending. Imports decreased.

#### Texas Retail Sales:

Texas retail sales totaled \$44.8 billion for the month of May, an increase of \$200 million from April. June has not been released.

#### Texas Leading Index:

The Texas Leading Index is a single summary statistic that sheds light on the future of the state's economy. The index is a composite of eight leading indicators—those that tend to change direction before the overall economy. The index increased 3.2% from May to June.

### UNEMPLOYMENT

#### National Unemployment:

In the month of June, the national unemployment rate decreased from 13.3% to 11.1%

#### State-Wide:

The Texas unemployment rate decreased from 12.7% in May to 8.9% in June. Note – state-wide unemployment rates are not seasonally adjusted.

#### Rowlett:

The City of Rowlett unemployment rate decreased from 11.2% in May to 7.5% in June. Note – city unemployment rates are not seasonally adjusted.

Attached is the Comprehensive Monthly Financial report for June 2020. Nine months of FY2020, or 75% of the fiscal year is complete.

**Revenues:** Overall, the City has earned or received \$90.9 million for FY2020. This amount is 82.8% of the revised COVID operating budget of \$106.5 million and is 4.7% more than forecast through the month of June.

- General Fund revenues are \$1.3 million or 3.2% higher than expected.
- Utility Fund revenues are \$1.2 million or 5.6% more than expected.

**Expenses:** Expenses totaled \$77.4 million year-to-date for FY2020. This amount is 70.8% of the revised COVID operating budget of \$107.0 million and is 1.6% lower than forecast through the month of June.

- General Fund expenses are \$1.5 million or 4.7% lower than expected.
- Utility Fund expenses are \$446 thousand or 1.9% lower than expected.

**Surplus:** The net surplus from operations through June is \$13.5 million which is \$5.3 million more than expected. The revised COVID operating budget for the fiscal year anticipates a total decrease of \$477 thousand.

### NOTEWORTHY

#### **FISCAL YEAR 2020 BUDGET ADOPTED**

The FY2020 Budget was adopted at the regular City Council meeting held on Tuesday, September 17. Having spent many months discussing the current needs of the City, the City Council determined public safety to be one of the most urgent priorities for FY2020. As a result, the budget includes eight additional police officer positions, an additional dispatcher position, and an Assistant Fire Chief position for the upcoming fiscal year.

For the average home value of just around \$200,000, the cost per day for all city services in the General Fund is \$2.95 per day.

**CITY OF ROWLETT, TEXAS  
FINANCIAL STATUS DASHBOARD  
June 30, 2020**

	2020 <u>Adopted Budget</u>	2020 <u>Revised Budget</u>	2020 <u>COVID Budget</u>	2020 <u>COVID Forecast</u>	2020 <u>Year-to-Date</u>	<u>Variance</u>
<b>Beginning Reserves</b>	\$ 22,290,666	\$ 25,834,468	\$ 25,834,468	\$ 25,834,468	\$ 25,834,468	0.0%
<b>Revenues:</b>						
General	47,830,341	47,830,341	45,968,829	40,721,220	42,014,929	3.2%
Water & sewer	32,800,647	32,800,647	31,460,579	21,765,929	22,984,011	5.6%
Debt service	11,400,196	11,400,196	11,400,196	11,209,353	11,309,592	0.9%
Drainage	1,406,786	1,406,786	1,406,786	1,055,090	1,069,154	1.3%
Refuse	6,474,300	6,474,300	6,474,300	4,855,725	4,871,875	0.3%
Employee health benefits	6,480,085	6,480,085	6,480,085	4,854,314	5,135,489	5.8%
Police seizure	100,000	100,000	100,000	75,000	366,403	388.5%
Economic development	959,841	959,841	926,841	703,381	711,949	1.2%
Hotel/motel tax	60,500	60,500	60,500	45,375	6,017	-86.7%
P.E.G.	165,000	165,000	165,000	85,000	78,871	-7.2%
Grants	915,698	915,698	915,698	645,395	900,581	39.5%
Community Development Block Grant	244,200	244,200	244,200	143,468	381,621	166.0%
Inspection Fees Fund	344,370	344,370	344,370	258,278	464,962	80.0%
Juvenile diversion	34,500	34,500	34,500	24,487	28,347	15.8%
Court technology	25,700	25,700	25,700	18,241	21,746	19.2%
Court security	89,680	89,680	89,680	65,907	61,371	-6.9%
Golf course	255,896	255,896	255,896	128,899	128,140	-0.6%
Child Safety Fee Fund	84,771	84,771	84,771	63,578	63,018	-0.9%
Commercial Vehicle Enforcement	98,290	98,290	98,290	73,718	175,468	138.0%
Disaster	-	-	-	-	111,347	0.0%
<b>Total Revenues</b>	<b>\$ 109,770,801</b>	<b>\$ 109,770,801</b>	<b>\$ 106,536,220</b>	<b>\$ 86,792,356</b>	<b>\$ 90,884,889</b>	<b>4.7%</b>
<b>Expenses:</b>						
General	47,814,456	47,900,627	46,039,114	32,877,274	31,343,183	-4.7%
Water & sewer	32,267,756	32,276,883	31,836,815	23,375,327	22,928,979	-1.9%
Debt service	11,196,498	11,196,498	11,196,498	9,391,790	9,388,236	0.0%
Drainage	1,398,253	1,398,253	1,398,253	1,049,190	995,056	-5.2%
Refuse	6,441,260	6,449,601	6,449,601	4,834,597	4,843,064	0.2%
Employee health benefits	6,431,535	6,431,535	6,431,535	4,575,748	4,949,860	8.2%
Police seizure	100,000	100,000	100,000	75,000	86,271	15.0%
Economic development	958,645	976,824	943,824	711,937	590,460	-17.1%
Hotel/motel tax	88,800	88,800	88,800	61,272	32,878	-46.3%
P.E.G.	102,509	102,509	102,509	76,882	55,765	-27.5%
Grants	915,698	915,698	915,698	645,395	813,857	26.1%
Community Development Block Grant	244,200	310,182	310,182	176,459	381,621	116.3%
Inspection Fees Fund	617,932	617,932	617,932	437,237	344,427	-21.2%
Juvenile diversion	44,696	44,696	44,696	32,662	22,461	-31.2%
Court technology	25,000	25,000	25,000	3,750	2,077	-44.6%
Court security	89,680	89,680	89,680	62,297	82,935	33.1%
Golf course	247,540	247,540	247,540	121,270	121,270	0.0%
Child Safety Fee Fund	84,771	84,771	84,771	59,666	48,849	-18.1%
Commercial Vehicle Enforcement	90,465	90,465	90,465	63,673	119,027	86.9%
Disaster	-	-	-	-	229,625	100.0%

