



THE CITY OF VAN ALSTYNE, TEXAS

FY 2023 – 2024

1st QUARTER FINANCIAL REPORT

OVERVIEW

The purpose of the quarterly financial report is to present a summary of the City's financial position for the first quarter of FY 2023-2024 (October 1, 2023, to December 31, 2023) based on the most recent information available. The report is intended for City Council, City Management, and the Van Alstyne Community to keep them informed about the City's financial standing.

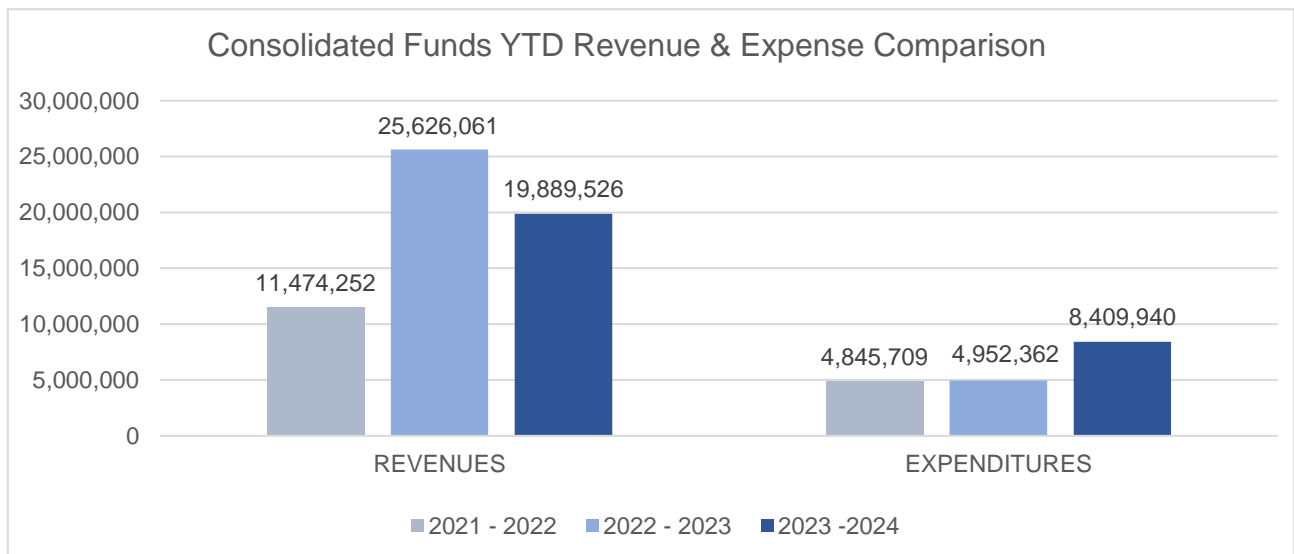
In the fiscal year 2021-2022, revenues were more significant because the city received a bond for \$8,138,959 in October 2021. In the fiscal year 2022-2023, revenues were more significant because the city received a bond for \$20,000 in October 2022. For the fiscal year 2023-2024, revenues for the first quarter include bond revenue the city received for \$15,400,000 in November 2023.

Compared to previous years, expenses have increased due to various projects aimed at improving infrastructure, fostering economic development, and enhancing the community. Capital improvement projects such as the Preston Avenue water, wastewater, street improvements, the Nunnalee Avenue water, wastewater, street improvements, and the downtown streets project contributed to these expenses. Additionally, infrastructure improvements were made through asphalt street repairs. Economic development and community development expenses included the purchase of a 5-acre and a 7.5-acre tract of land, respectively.

The table below is a snapshot of consolidated funds (all funds) as of December 31, 2023.

1 st Quarter Totals	FY 2021-2022	FY 2022-2023	FY 2023-2024
Revenues	\$ 11,474,252	\$ 25,626,061	\$ 19,889,526
Expenditures	\$ 4,845,709	\$ 4,952,362	\$ 8,409,940

Year to Date Totals	FY 2021-2022	FY 2022-2023	FY 2023-2024
Revenues	\$ 11,474,252	\$ 25,626,061	\$ 19,889,526
Expenditures	\$ 4,845,709	\$ 4,952,362	\$ 8,409,940

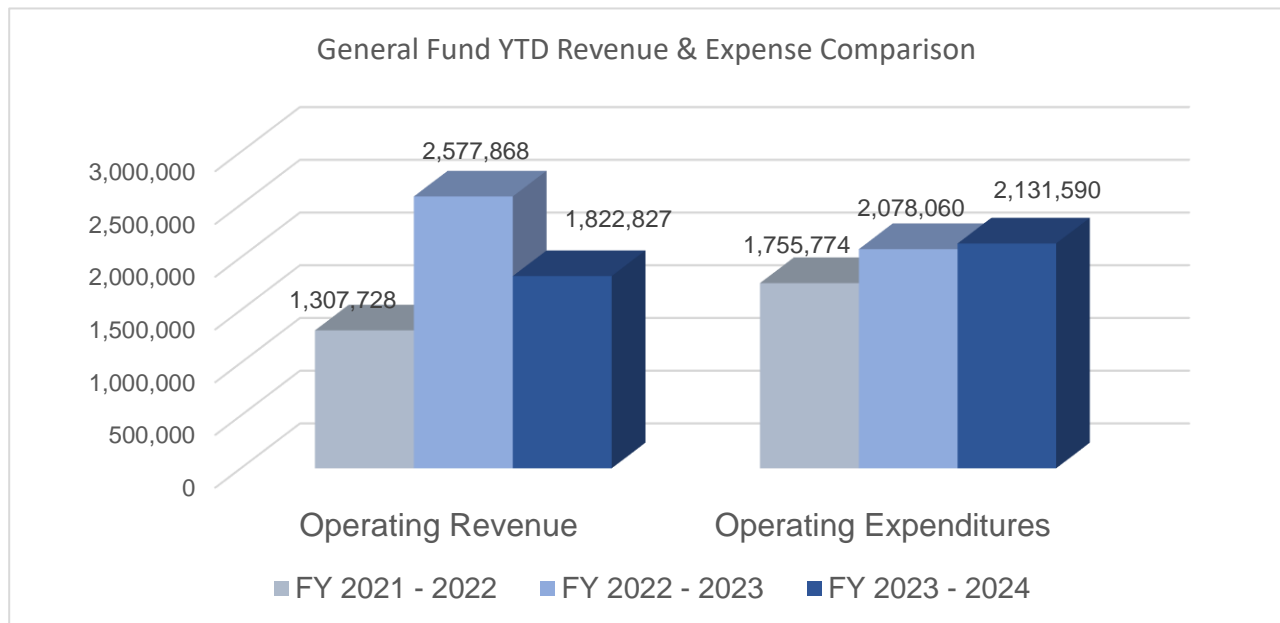


GENERAL FUND SUMMARY

The General Fund's revenues for the first quarter of the fiscal year 2023-2024 are lower than those of the previous year. This is because the property tax statements were mailed late in December because of the changes made by SB12 and SB2. Meanwhile, expenditure is higher than in previous years. This is mainly due to the funding for infrastructure improvement, economic development, community development, land purchases, and capital improvement projects.

1 st Quarter Totals	FY 2021-2022	FY 2022-2023	FY 2023-2024
Operating Revenues	\$ 1,307,728	\$ 2,577,868	\$ 1,822,827
Operating Expenditures	\$ 1,755,774	\$ 2,078,060	\$ 2,131,590

Year to Date Totals	FY 2021-2022	FY 2022-2023	FY 2023-2024
Operating Revenues	\$ 1,307,728	\$ 2,577,868	\$ 1,822,827
Operating Expenditures	\$ 1,755,774	\$ 2,078,060	\$ 2,131,590



PROPERTY TAX

Property tax is the largest source of revenue for the general fund, and it is used for general governmental purposes. All land, buildings, residential homes, inventory, and improvements to commercial property are assessed for property tax. The current property tax rate in Van Alstyne is 0.553713/\$100 of assessed value (AV). Property tax is due annually on January 31, and most collections occur during the second quarter of the fiscal year. Property tax makes up around 19% of budgeted General Fund revenues.

As of December 31, 2023, the city has collected 33% of current property tax collections. Property tax statements were mailed in late December due to the changes in Senate Bills 12 and 2, which significantly contributed to the decrease in collections compared to the previous year's totals.

1st Quarter Totals	FY 2021-2022	FY 2022-2023	FY 2023-2024
Property Tax - Current	\$ 28,174	\$ 709,723	\$ 606,073
Property Tax - Delinquent	\$ 1,752	\$ 1,182	\$ 2,570
Property Tax – P & I	\$ 649	\$ 702	\$ 1,755

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Property Tax – Current	\$ 28,174	\$ 709,723	\$ 606,073
Property Tax - Delinquent	\$ 1,752	\$ 1,182	\$ 2,570
Property Tax – P & I	\$ 649	\$ 702	\$ 1,755

SALES AND USE TAX

The City allocates a portion (0.25%) of its monthly sales and use tax revenue to the Community and Economic Development Corporations, as well as to the Street Maintenance Sales Tax Fund. The remaining revenue (1.25%) is allocated to the general fund for general governmental purposes and property tax relief. Sales and use tax revenue accounts for approximately 28% of budgeted General Fund revenues. As of December 31, 2023, the city has collected 33% of the projected Sales Tax Collections.

As of December 31, the city exceeded initial sales tax projections by nearly \$213,871.

1st Quarter Totals	FY 2021-2022	FY 2022-2023	FY 2023-2024
General Fund	\$ 452,175	\$ 478,914	\$ 493,819
Street Maintenance Fund	\$ 113,044	\$ 119,729	\$ 123,455
Economic Development	\$ 113,044	\$ 119,729	\$ 123,455
Community Development	\$ 113,044	\$ 119,729	\$ 123,455

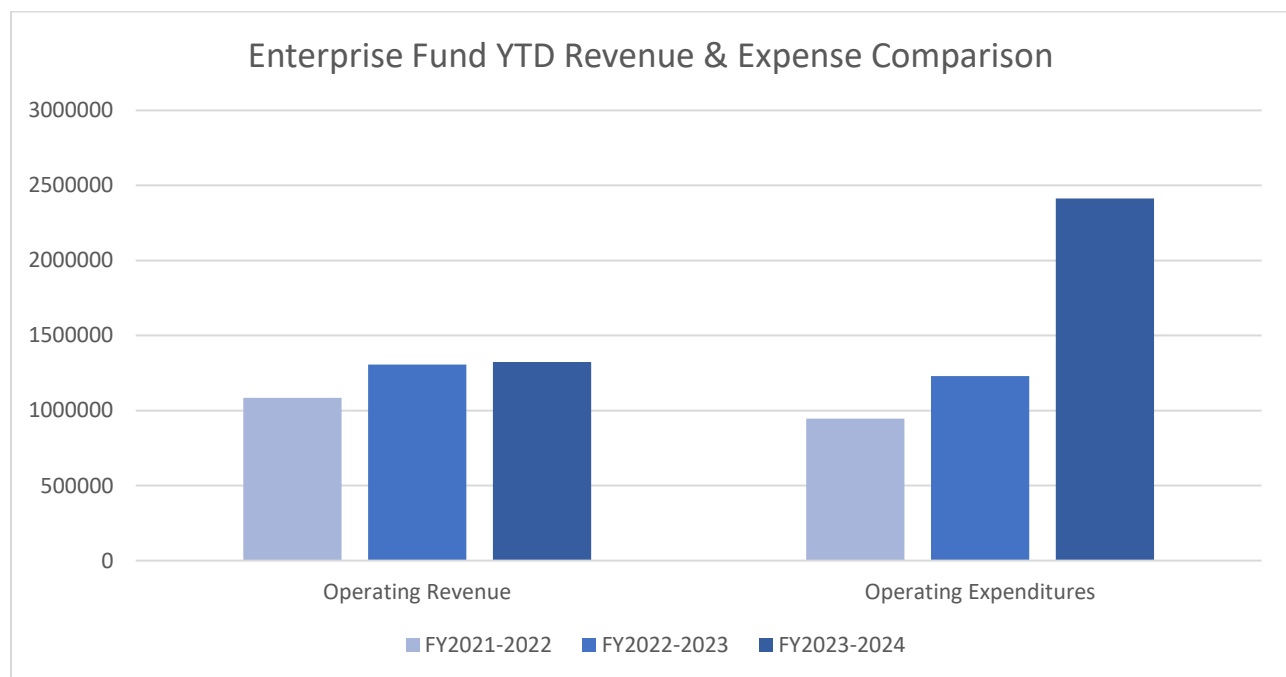
Year to Date Totals	FY 2021-2022	FY 2022-2023	FY 2023-2024
General Fund	\$ 452,175	\$ 478,914	\$ 493,819
Street Maintenance Fund	\$ 113,044	\$ 119,729	\$ 123,455
Economic Development	\$ 113,044	\$ 119,729	\$ 123,455
Community Development	\$ 113,044	\$ 119,729	\$ 123,455

ENTERPRISE FUND SUMMARY

During the first quarter, the water department purchased a new truck and made improvements to the water and sewer infrastructure on Nunnalee Avenue and Preston Avenue.

1 st Quarter Totals	FY 2021-2022	FY 2022-2023	FY 2023-2024
Operating Revenues	\$ 1,084,652	\$ 1,306,133	\$ 1,323,167
Operating Expenditures	\$ 946,781	\$ 1,230,708	\$ 2,413,325

Year to Date Totals	FY 2021-2022	FY 2022-2023	FY 2023-2024
Operating Revenues	\$ 1,084,652	\$ 1,306,133	\$ 1,323,167
Operating Expenditures	\$ 946,781	\$ 1,230,708	\$ 2,413,325



WATER & SEWER SALES

1 st Quarter Totals	FY 2021-2022	FY 2022-2023	FY 2023-2024
Water Sales	\$ 516,352	\$ 624,693	\$ 677,566
Sewer Sales	\$ 387,299	\$ 445,840	\$ 565,254
% of Change		16% increase	14% increase

CONSUMPTION BILLED

From June to October, the consumption of energy tends to increase due to the high temperatures and historically lower rainfall. In October 2022, the temperature was in the high 90s which is much higher than the average temperature of 78 degrees for that month. The rainfall was also below average with only 0.17 inches. In comparison, October 2021 had an average temperature of 81 degrees with 0.36 inches of rainfall, while October 2023 had an average temperature of 82 degrees with 0.13 inches of rainfall.

1 st Quarter Totals	FY 2021-2022	FY 2022-2023	FY 2023-2024
October	18,070,872	24,720,397	18,403,062
November	19,173,760	16,797,226	24,770,509
December	15,624,597	14,254,042	15,015,040

METERS BILLED

1 st Quarter Totals	FY 2021-2022	FY 2022-2023	FY 2023-2024
October	2,215	2,588	2,937
November	2,239	2,599	2,963
December	2,253	2,589	3,005

IMPACT FEES

Impact fees for the current budget year include impact credits for developments resulting in less collection of impact fees and could impact the comparison of fees to FY2021-2022.

1 st Quarter Totals	FY 2021-2022	FY 2022-2023	FY 2023-2024
Water Impact Fee Revenue	\$ 210,344	\$ 28,000	\$ 59,500
Sewer Impact Fee Revenue	\$ 198,709	\$ 28,000	\$ 59,500
TOTAL	\$ 409,053	\$ 56,000	\$ 119,000

Year to Date Totals	FY 2021-2022	FY 2022-2023	FY 2023-2024
Water Impact Fee Revenue	\$ 210,344	\$ 28,000	\$ 59,500
Sewer Impact Fee Revenue	\$ 198,709	\$ 28,000	\$ 59,500
TOTAL	\$ 409,053	\$ 56,000	\$ 119,000

IMPACT FEES CASH BALANCE

December 31, 2021	\$ 1,425,032
December 31, 2022	\$ 1,863,605
December 31, 2023	\$ 1,952,337

PERMITS ISSUED

<i>New Single Family Residential Permits</i>	FY 2021-2022	FY 2022-2023	FY 2023-2024
Quarter 1			
October	28	5	46
November	16	2	34
December	0	1	43
<i>All Other Permits</i>	FY 2021-2022	FY 2022-2023	FY 2023-2024
Quarter 1			
October	91	99	43
November	46	94	33
December	46	32	52

1 st Quarter Totals	FY 2021-2022	FY 2022-2023	FY 2023-2024
Total Issued for quarter	227	233	251
Year to Date Totals	FY 2021-2022	FY 2022-2023	FY 2023-2024
Total Issued	227	233	251
% of increase by year	136%	3%	7%

ECONOMIC DEVELOPMENT CORPORATION (EDC) FUND SUMMARY

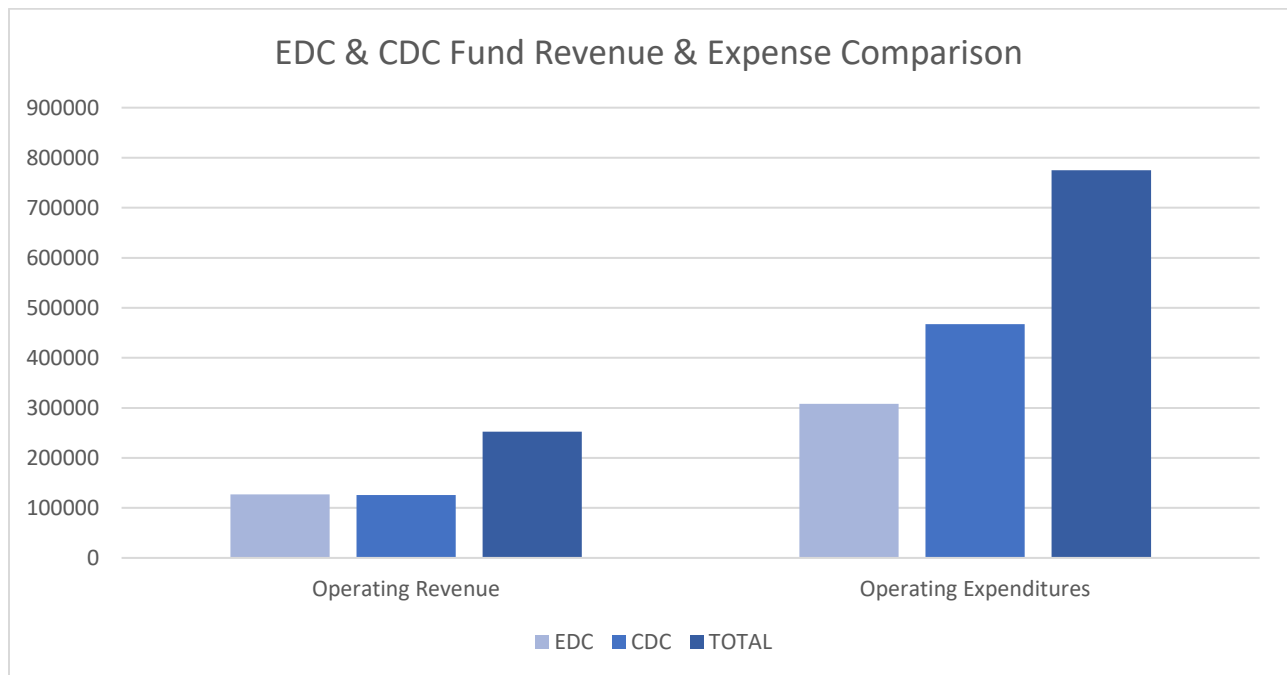
During the first quarter, there was \$300,306 in capital expenditures for the final payment of the 5-acres out of Lot 10, \$2,947 in legal expenses and \$3,515 in accounting expenses.

1 st Quarter Totals	FY 2023-2024	Year to Date
Operating Revenues	\$ 126,794.38	\$ 126,794.38
Operating Expenditures	\$ 307,957.40	\$ 307,957.40

COMMUNITY DEVELOPMENT CORPORATION (CDC) FUND SUMMARY

During the first quarter, there was \$452,767 in capital expenditure for the final settlement of 7.5 acres out of Lot 10 and \$14,450 in advertising, marketing, and public notice expenses.

1 st Quarter Totals	FY 2023-2024	Year to Date
Operating Revenues	\$ 125,562.00	\$ 125,562.00
Operating Expenditures	\$ 467,252.05	\$ 467,252.05



CLOSING

The city is currently in a stable financial position and is on track to meet all objectives for the upcoming fiscal year.

Kimberly A. Bowen
Senior Finance Manager