

# CITY OF MESQUITE

## Financial Statement Overview

### Year-to-Date through March 31, 2021



Overall, the financial health of the City through the first six months of FY2021 is “fair”.

### FINANCIAL HEALTH

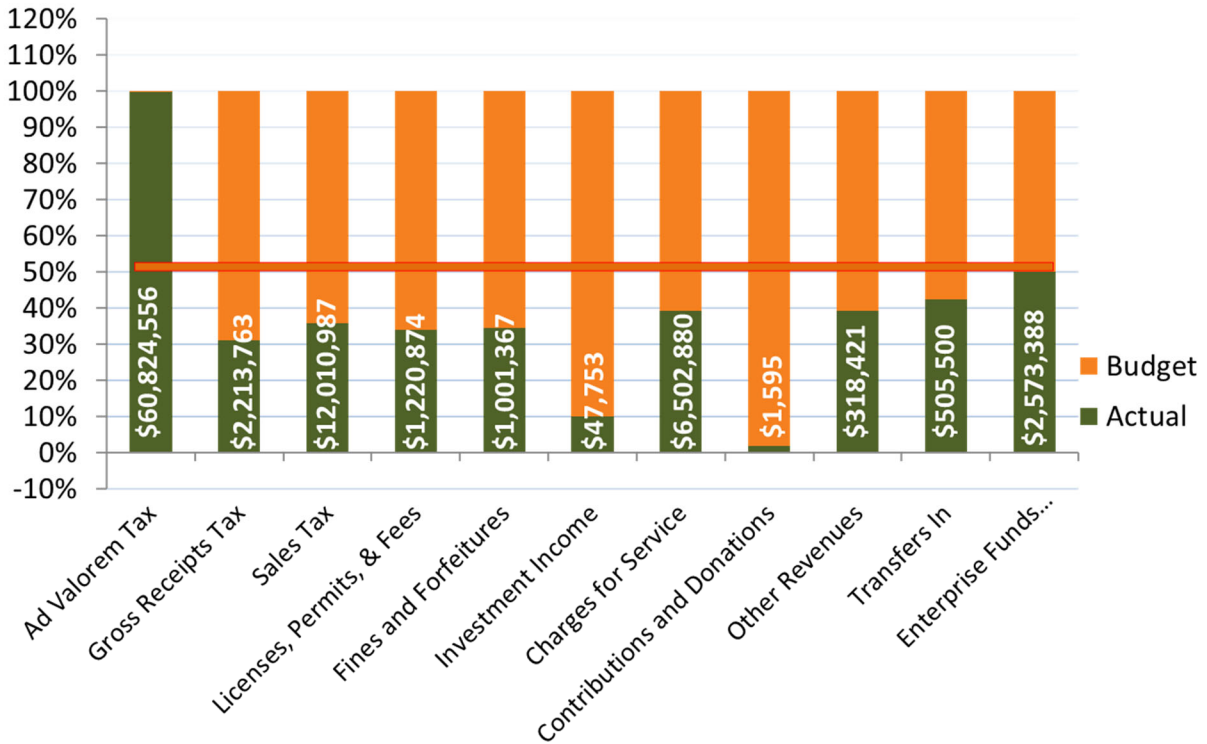
	FYE20	FY21 Q1	FY21 Q2	FY21 Q3	FYE21
GENERAL FUND					
MESQUITE QUALITY OF LIFE CORP (4B)					
WATER/SEWER FUND					
DRAINAGE UTILITY DISTRICT FUND					
AIRPORT FUND					
GOLF COURSE FUND					
GROUP MEDICAL INSURANCE FUND					
GENERAL LIABILITY FUND					
HOTEL OCCUPANCY TAX					

Highlights from each of the funds reported in the Year-to-Date Financial Statements are as follows:

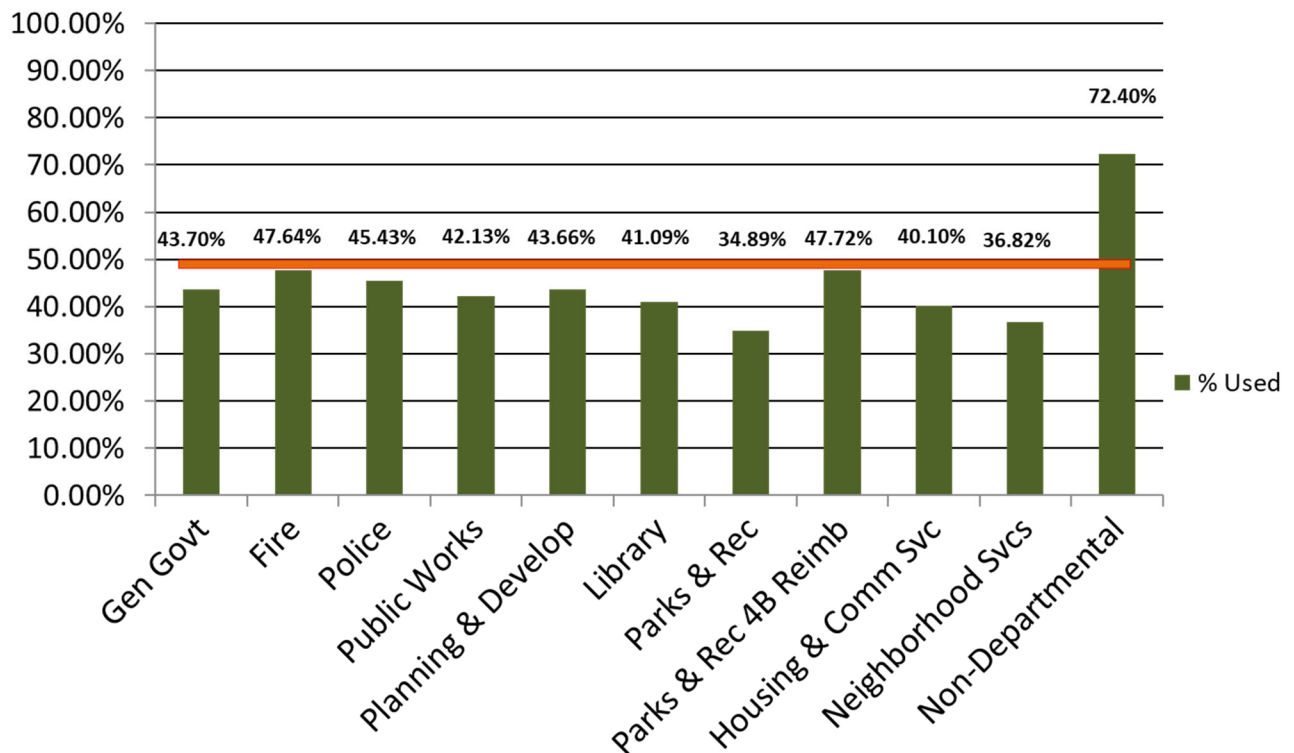
#### GENERAL FUND

- Cash balance up \$5.5 million compared to prior year
- Variance analysis
  - Revenues \$.5 million more than prior year (+)
  - Expenditures \$0.3 million more than prior year (-)
  - Current assets decreased \$2.3 million (+) due to decreased receivables and inventory
  - Current liabilities decreased \$0.7 million (+) due to lower deferred revenue
- Revenue highlights
  - Property tax percent collected through March for current taxes is 99.74% up slightly from the prior year at 97.92%
  - Sales tax revenues are relatively steady when compared to prior year; so far, COVID-19 effect has been minimal on this revenue source
  - Fines and forfeitures are less than prior year \$250K (20%) due primarily to COVID-19 and the Supreme Court Executive Orders suspending jury trials and mandating virtual court
  - Investment income is down \$316K (87%) compared to prior year

## GENERAL FUND REVENUES: BUDGET TO ACTUAL



## GENERAL FUND EXPENDITURES: PERCENTAGE OF BUDGET USED



- Expenditure highlights
  - March is 50% of the fiscal year; most areas are below 50% due to continued impacts of COVID-19 and vacancies
  - Non-departmental is ahead of year to date budget due to the debt service payments that are due in March; this will level out throughout the year

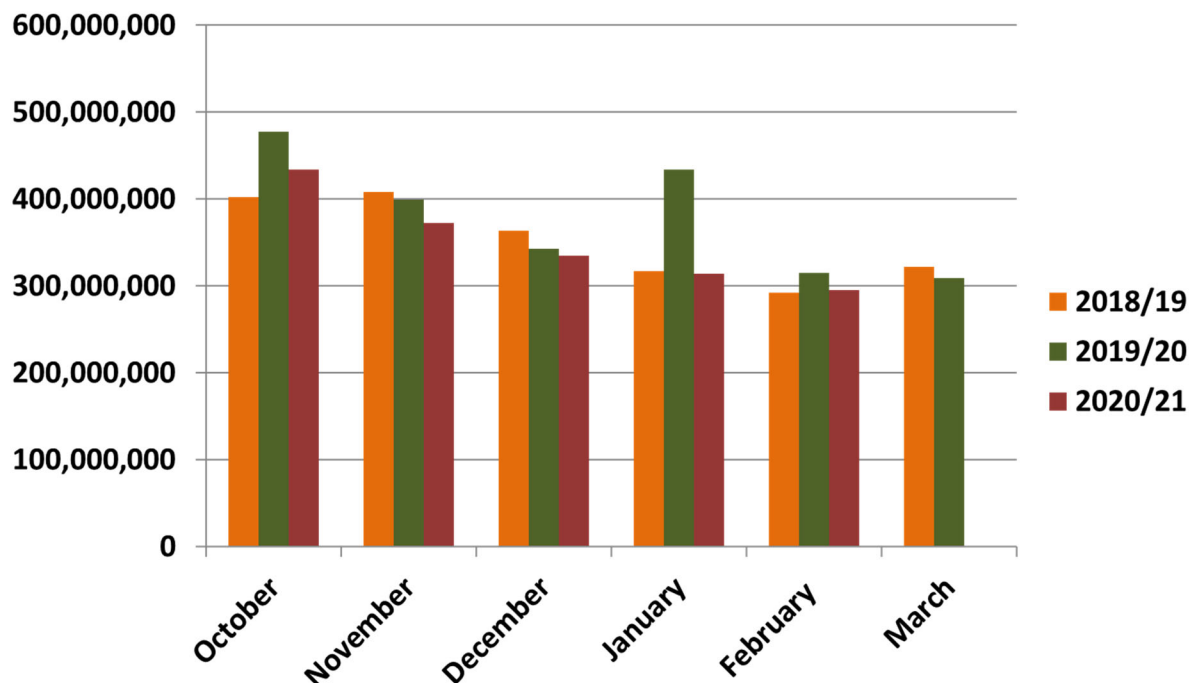
#### **(4B) MESQUITE QUALITY OF LIFE CORPORATION FUND**

- Cash balance up \$2.6 million compared to prior year; project spending takes place over multiple fiscal years
- Deferred revenue is driven by an intergovernmental receivable for the collection of grant money for the Thomasson Square project, Dallas County reimbursement for Scyene Road and TxDOT reimbursement for Military Parkway Trail
- Contributions and donations are down \$165K from prior year due to completion of the Veterans Memorial project
- Expenditures for Transportation and Parks and Recreation are down \$3.5 million compared to prior year due to completion of projects
- Current efforts are being taken to close old projects

#### **WATER SEWER OPERATING FUND**

- Working Capital increase of \$8.6 million mainly from fiscal year 2020 results
- Revenues down \$1.9 million primarily due to increased accounts receivable that might be driven by COVID-19, and the billing adjustment due to the severe weather event in February
- Expenditures down \$1.1 million compared to prior year due to vacancies and lower wastewater treatment costs

#### **MONTHLY GALLONS OF WATER BILLED: THREE YEAR COMPARISON**



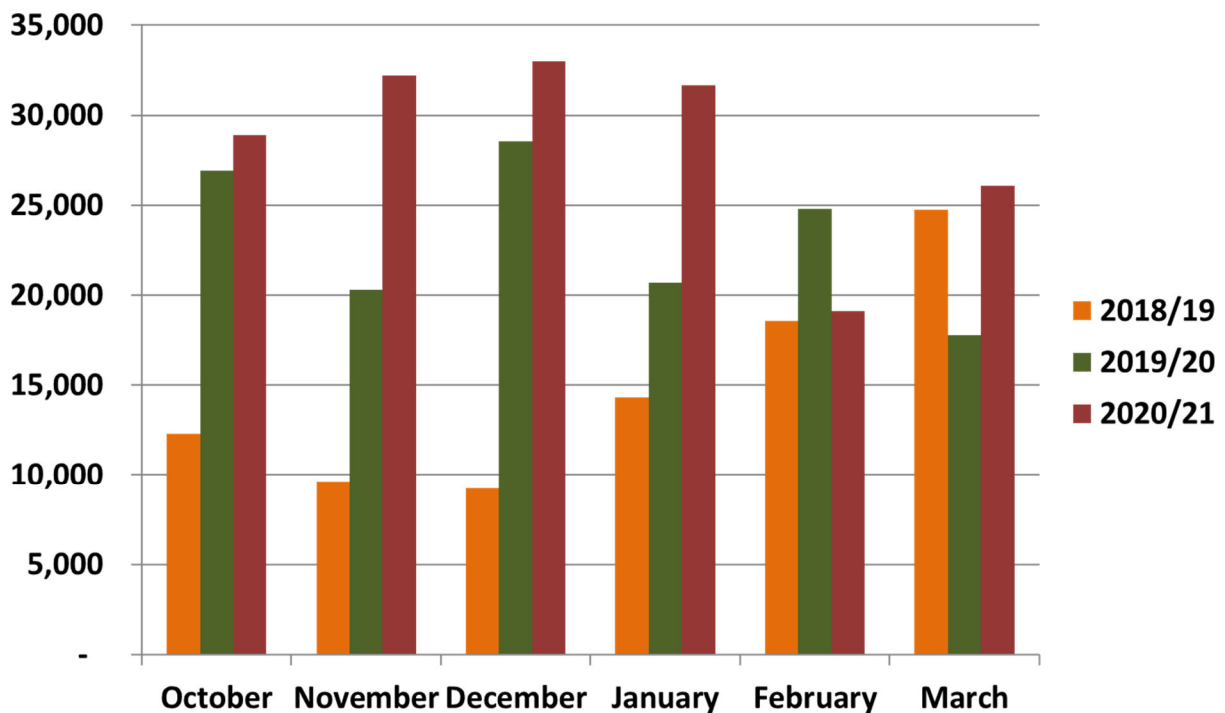
### **DRAINAGE UTILITY DISTRICT FUND**

- Working Capital increase of \$452,712 mainly from FY2020 results
- Year to date revenue slightly lower compared to prior year; \$85K (4%)
- Year to date expenditures slightly more compared to prior year; \$16K

### **MUNICIPAL AIRPORT FUND**

- Working Capital increase of \$40,176
- Net income year-to-date of \$221,056 (329% higher compared to prior year)
- Hangar rentals up \$68,574 (19.6%) compared to prior year
- Fuel sales slightly higher than prior year \$6,680 (1.1%); impacted by severe weather in February

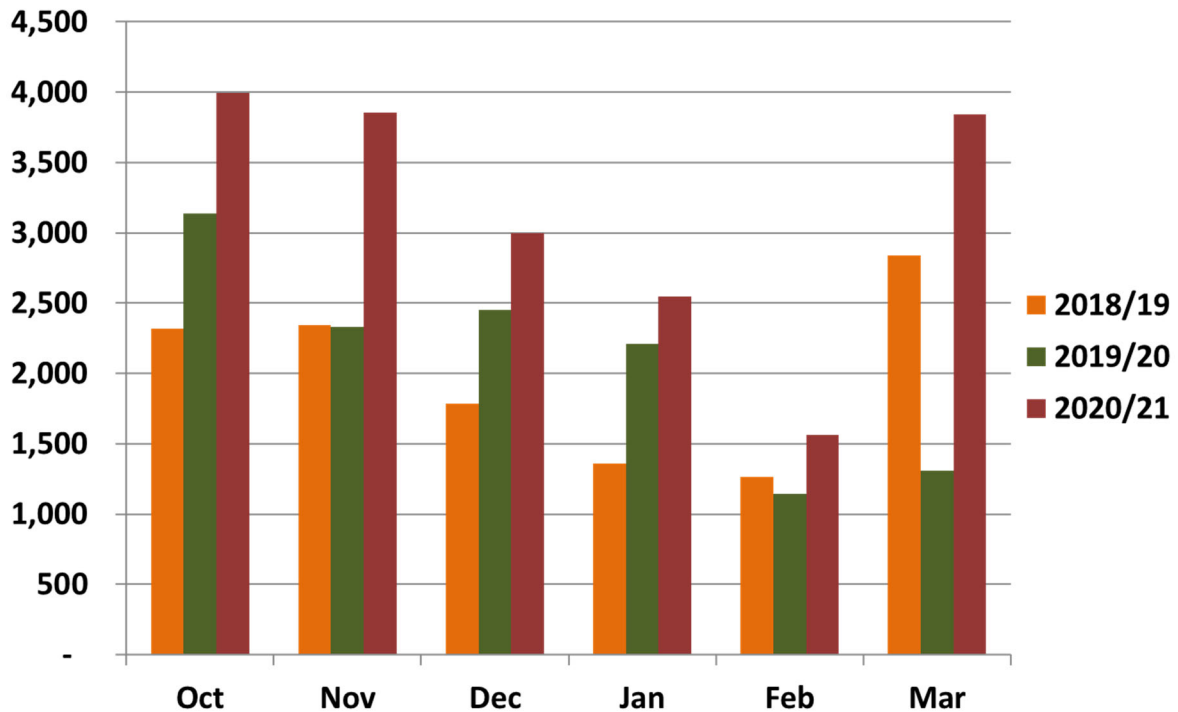
#### **MONTHLY GALLONS OF FUEL SOLD: THREE-YEAR COMPARISON**



### **MUNICIPAL GOLF COURSE**

- Working Capital increase of \$92,631
- Overall revenues up \$132K (36%) compared to prior year driven by steady increase in rounds of golf compared to prior year
- Overall expenditures down \$34,720 (7%) compared to prior year due to utility adjustment last year

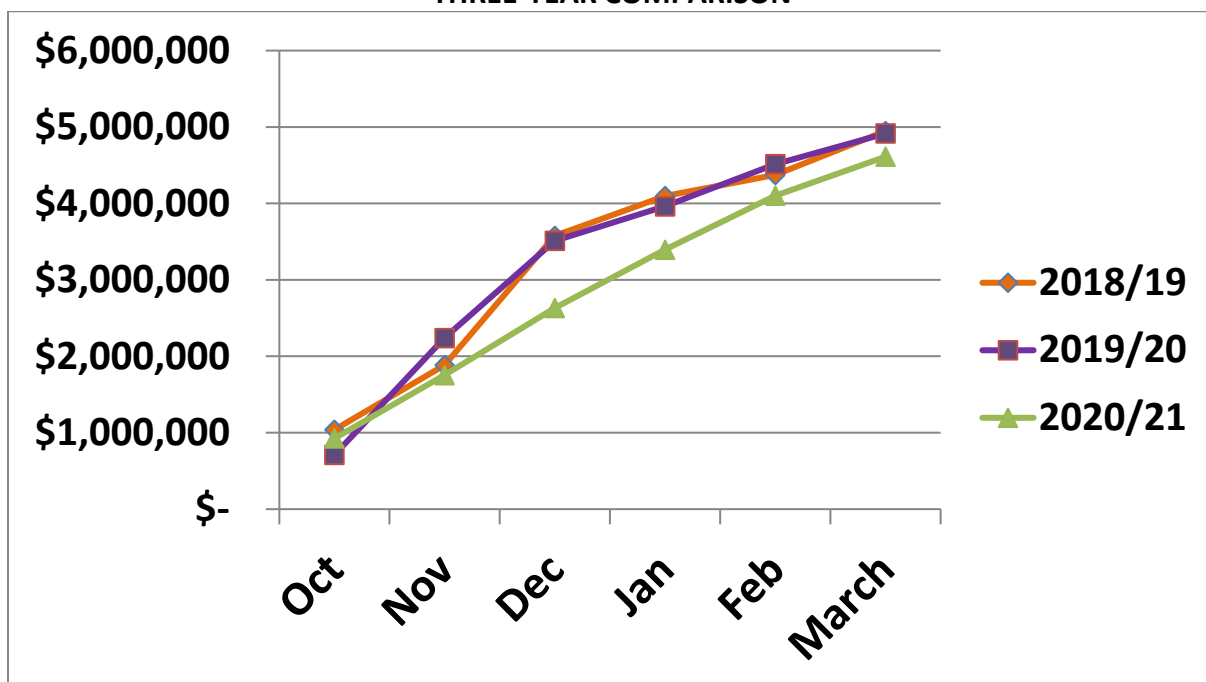
### MONTHLY ROUNDS OF GOLF: THREE-YEAR COMPARISON



### GROUP MEDICAL INSURANCE FUND

- Decrease in negative fund balance mainly from FY2020 results
- City medical contributions less than prior year \$757,658
- Employee contributions more than prior year \$47,569; due to plan selections
- Stop Loss reimbursement \$800K less due to large claims in 1<sup>st</sup> quarter of FY2020
- Year to date net loss of \$663,994; will increase negative fund balance
- Year to date health claims about the same as prior year
- Pharmaceutical costs more than prior year \$165K (16.8%)

### HEALTH CLAIMS EXPENDITURES CUMULATIVE YEAR-TO-DATE THREE-YEAR COMPARISON



### GENERAL LIABILITY FUND

- Year to date net loss of \$28,450; will increase negative fund balance
- Revenues increased compared to prior year \$163,449 (9.8%)
- Expenditures increased compared to prior year \$292,117 (18.6%)
- Workers Comp trending higher compared to prior year \$345,882 (87%)
- General Liability claims about the same as prior year

### HOTEL OCCUPANCY TAX FUND

- Net income year-to-date of \$158,465
- Year to date revenues \$262,147 (28.9%) less than prior year due primarily to effects of COVID-19
- Total expenditures are down and trending at 29% of budget

