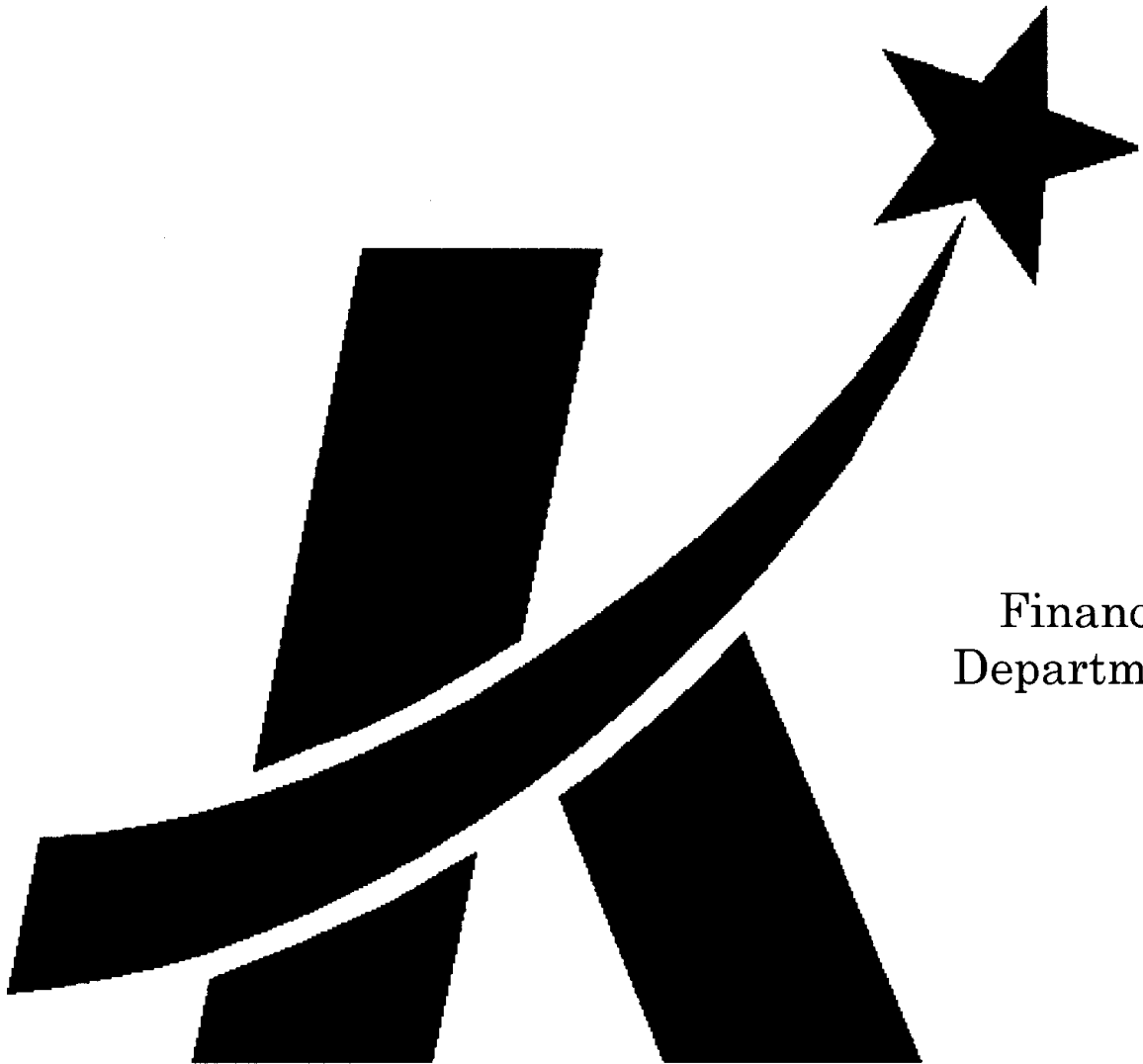


City of Killeen
Financial Report
April 2009
Executive Summary



Finance
Department

Prepared by:
Barbara Gonzales
Director of Finance

Prepared 5/26/09

FINANCE DIRECTOR'S REPORT
APRIL 2009

May 20, 2009

Mayor and City Council Members:

We are pleased to submit the Monthly City Council Financial Report and Executive Summary for the month of April 2009. The finance staff is currently working with the departments on the 2008-09 budget submission. In addition to the budget preparation, the finance staff is analyzing the current mid-year budget status for both revenue and expenditure projections and funding for additional departmental budget needs.

General Fund ad valorem revenues are meeting budget and staff projections, with 96.87% of the annual ad valorem assessment collected by April 30th. Total operating expenses for all major funds are on target with staff estimates with no significant variances noted. The Finance Department will work closely with the departments to monitor their revenues and expenses during FY 2008-09.

Key economic indicators of the local economy reflect the recession that our country is currently facing. One of the seven economic indicators monitored in this monthly report is positive; with Unemployment Rate holding neutral and Sales Tax Revenue, Aviation Enplanement and Deplanements, Building Permits, Water and Sewer Tap Fees, and Hotel Occupancy Tax Revenues are negative. These indicators are discussed in detail in the attached Economic Indicators Summary Report.

Respectfully submitted,



Barbara Gonzales
Director of Finance

**CITY OF KILLEEN
FINANCIAL REPORT- APRIL 2009
EXECUTIVE SUMMARY
MAJOR OPERATING FUNDS**

GENERAL FUND

- Revenues total \$3,538,423 for the month, up from last year's revenues of \$3,357,868 by 5.4%. Year-to-date general fund revenues of \$41,392,765 are up 5.6% over last year's total of \$39,186,556.
- Sales Tax Collections for the month were \$1,394,979, a decrease of 11.7% from last April's collections of \$1,579,678. Year-to-date sales tax collections of \$10,535,848 are down from last year's total of \$11,537,392 by 8.7%.
- Property Tax Collections during the month were \$262,314, an increase over last year's collections of \$65,380. Year-to-date property tax receipts of \$20,735,995 exceed last years total of \$17,556,029 by 18.1%. Year-to-date collections are at 96.9% of the budget.
- Franchise Fees collected during April were \$430,995 compared to \$344,756 last April. Year-to-date franchise revenues of \$1,298,214 are above last year's total of \$1,249,210 by 3.9%.
- Permits & Inspections fees collected during April totaled \$102,186, down 24.9% from last year's revenue of \$136,018. Year-to-date revenues of \$552,274 are 30.3% below last year's total of \$792,649.
- Court fines and fees were \$160,805 during April, down slightly from the prior year collections of \$161,452. Year-to-date revenues total \$1,267,380, 8.0% above last year's total of \$1,201,552.
- Interest Earned during April totaled \$16,877, a decrease of 77.3% under last April's interest earnings of \$74,363. Year-to-date interest earnings total \$276,028, 64.1% below last year's total of \$767,833.
- Total expenditures for April are \$6,343,671, 2.4% below \$6,499,348 last year. Year-to-date expenditures of \$35,691,376 are up 3.9% when compared to last year's expenditures of \$34,367,308. This variance is largely attributable to the new Lions Club Park facilities operations costs plus Police and Fire Department expenditures related to additional positions being filled this fiscal year.
- The ending fund balance for the month was \$23.9 million, down 0.8% from last year.

KILLEEN – FORT HOOD REGIONAL AIRPORT FUND (KFHRA)

- KFHRA operating revenues (non-grants) for April was \$232,017 down 0.3% from \$232,799 last year. Year-to-date revenues total \$1,498,481, down 5.8% from \$1,590,473 in the prior year.
- Other revenues include FAA grant funds which year-to-date is \$243,081 compared to \$1,268,675 last year.
- KFHRA operating expenses (non-construction) of \$288,457 are down 12.8% for the month as compared to \$330,645 last year. Year-to-date expenses of \$1,756,938 are down 2.5% from last year's total of \$1,802,847.
- The ending fund balance for the month was \$641,823, down from \$848,763 last year.

SKYLARK AIRFIELD FUND

- Skylark operating revenues (non-grants) for the month were \$40,769, down 37.8% from \$65,550 last year. Year-to-date revenues of \$330,931 are down 15.6% from last year's total of \$391,899.
- Skylark operating expenses (non-improvements) were \$36,157 for the month, down 51.2% from last year's total of \$74,032. Year-to-date expenses of \$291,550 are down 24.9% from last year's total of \$388,369.
- The ending fund balance for the month was \$467,550, up from \$452,426 last year.

SOLID WASTE FUND

- Solid Waste operating revenues were \$941,676 for the month, down 3.9% when compared to last April's revenues of \$980,039. Year-to-date revenues of \$6,768,714 are down 2.0% compared to last year's total of \$6,904,670.
- Expenses totaled \$1,150,922 for the month, up 29.9% as compared to \$885,932 last year. This increase is primarily due to the timing of last year's payments of the Refuse Transport and Disposal Costs. Year-to-date expenses are \$6,984,711, up 6.4% from last year's total of \$6,563,215. This increase is largely related to an increase in Transfer Station Operations refuse disposal costs along with other divisional budgeted expenditure increases.
- The ending fund balance for the month was \$2.8 million, down 37.8% from last year.

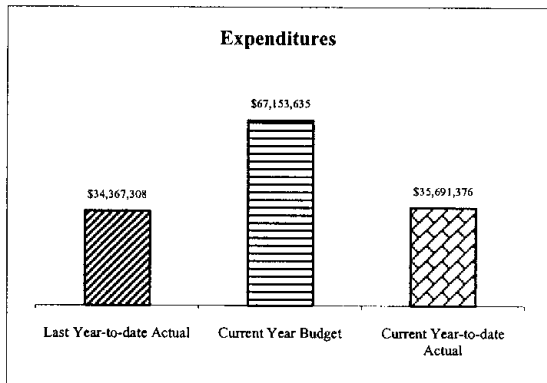
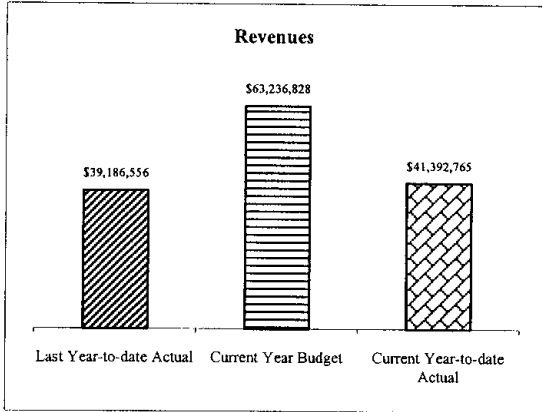
WATER AND SEWER FUND

- Water and Sewer operating revenues total \$2,068,890, down 9.5% from last year's revenues of \$2,284,895. Year-to-date revenues total \$15,949,804, below last year's revenues of \$16,474,724 by 3.2%. The variance is primarily due to the slow down in tap fee revenues and the decrease in interest earnings.
- Tap Fees total \$88,200 for the month, down 25.4% as compared to last year's fees of \$118,188. Year-to-date fees of \$362,890 are below last years total of \$796,716 by 54.5%.
- Expenses total \$2,336,671 for the month, down 3.1% as compared to \$2,412,415 last year. Year-to-date expenses are \$16,849,711, up slightly from last year's total of \$16,841,429.
- The ending fund balance for the month was \$18.4 million, down 7.2% from last year.

DRAINAGE UTILITY FUND

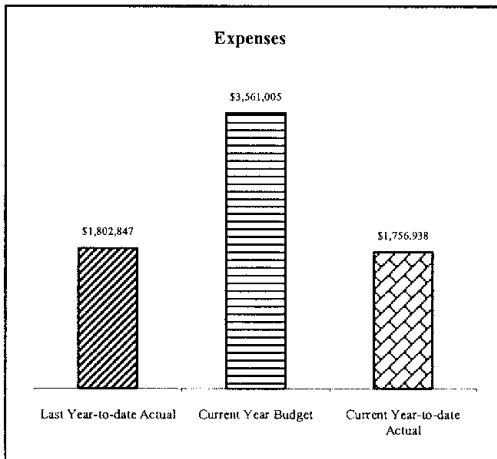
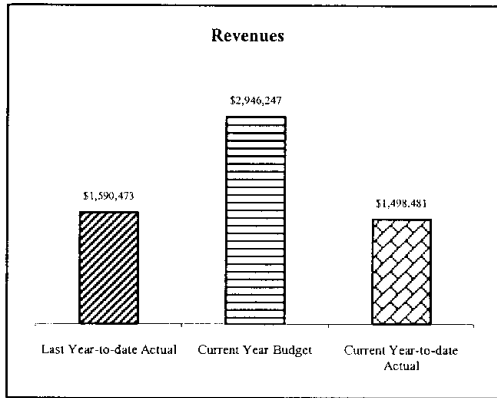
- Drainage Utility operating revenues total \$254,053 for the month compared to last April's revenues of \$254,058. Year-to-date revenues of \$1,781,788 are below last year's revenues of \$1,851,910 by 3.8%. The variance is primarily due to the decrease in interest earnings.
- Residential fees were \$201,109, up 3.3%, and Commercial fees were \$41,044, up 0.1% for the month.
- Operating expenses for the month were \$130,398, up 0.6% from \$129,655 last year. Year-to-date expenses are \$938,099, up 0.9% from last year's total of \$930,040.
- Major drainage capital improvement project budget is \$6,573,571 with \$58,673 expended in April and \$228,607 expended year-to-date. These projects are funded with the proceeds from the \$8 million Certificate of Obligation issued in June of 2006.
- The ending fund balance for the month was \$8.8 million, down 7.1% from last year.

CITY OF KILLEEN
 GENERAL FUND
 FINANCIAL REPORT
 April 30, 2009



	Adopted	Y-T-D	% of Budget
REVENUES:			
Property Taxes	21,405,568	20,735,995	96.87%
Sales & Occupancy Tax	19,888,134	10,535,848	52.98%
Franchise Tax	5,084,970	1,298,214	25.53%
Miscellaneous Revenues	3,500,050	2,021,936	57.77%
Permits & Inspections	1,338,580	552,274	41.26%
Court Fines & Fees	2,099,319	1,297,380	61.80%
Recreation Revenues	969,225	372,070	38.39%
Golf Course	1,236,686	704,572	56.97%
Interest Earned	1,600,000	276,028	17.25%
Intergovernmental Revenue	710,259	438,720	61.77%
Transfers In	5,404,037	3,159,728	58.47%
TOTAL REVENUES:	63,236,828	41,392,765	65.46%
EXPENDITURES:			
Administration	13,144,591	7,316,809	55.66%
Community Services	10,779,758	4,903,122	45.48%
Public Works	5,661,200	2,649,805	46.81%
Public Safety	37,511,587	20,821,642	55.51%
Transfers Out	56,499	-	0.00%
TOTAL EXPENDITURES:	67,153,635	35,691,376	53.15%

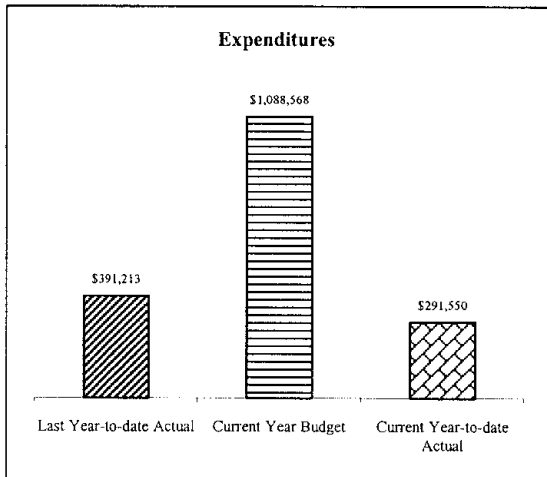
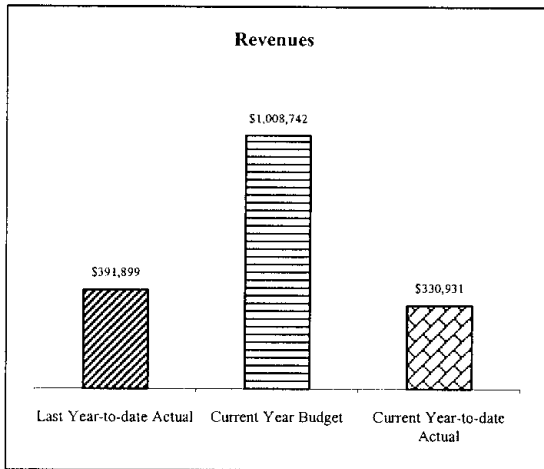
CITY OF KILLEEN
 KILLEEN-FORT HOOD REGIONAL AIRPORT FUND
 FINANCIAL REPORT
 April 30, 2009



Note: For comparison purposes, the charts above exclude the Revenue from FAA Grants and the KFHRA Construction Expenses.

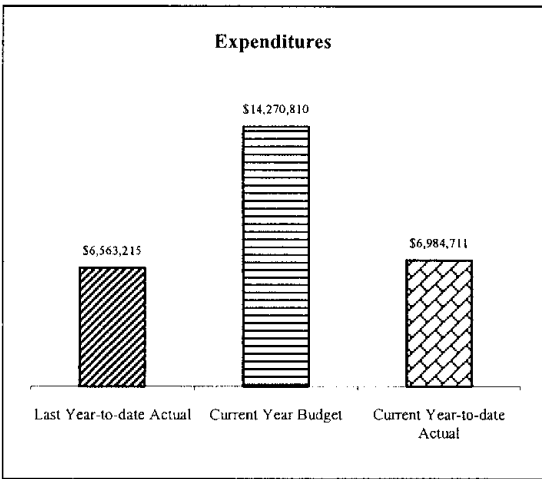
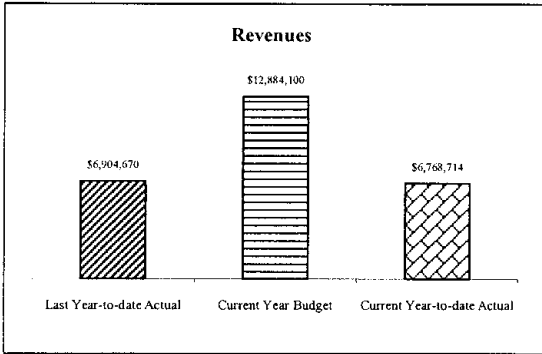
	Adopted	Y-T-D	% of Budget
REVENUES:			
Operating Revenues	2,892,247	1,496,776	51.75%
Interest Earned	54,000	1,705	3.16%
FAA Grants	1,794,741	29,864	1.66%
FAA Grants Prior Years	331,910	213,217	64.24%
TXDOT Grant	-	-	-
TXDOT Grant Match	-	-	-
Transfer from Bond Fund	-	-	-
TOTAL REVENUES:	5,072,898	1,741,562	34.33%
EXPENSES:			
Airport Operations	2,908,234	1,516,087	52.13%
Cost of Goods Sold	273,992	66,259	24.18%
KFHRA Construction	2,477,320	281,508	11.36%
Information Technology	186,566	107,889	57.83%
Non-Departmental	192,213	66,704	34.70%
TOTAL EXPENSES:	6,038,325	2,038,447	33.76%

CITY OF KILLEEN
 SKYLARK FIELD FUND
 FINANCIAL REPORT
 April 30, 2009



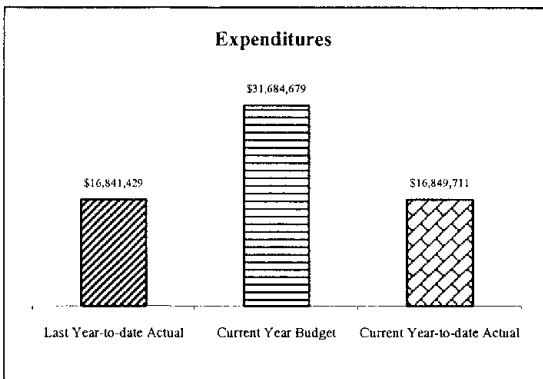
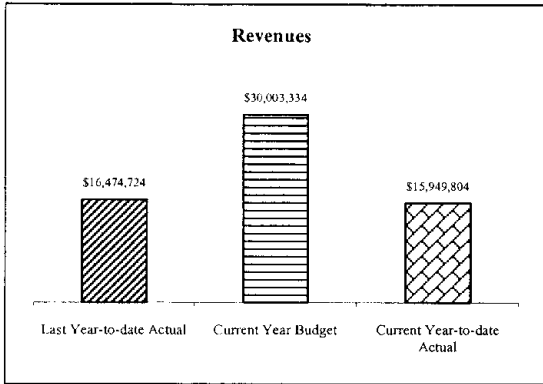
	Adopted	Y-T-D	% of Budget
REVENUES:			
Operating Revenues	968,742	327,244	33.78%
Interest Earned	10,000	3,687	36.87%
FAA Grants	-	-	-
FAA Grants - Prior Years	-	-	-
TXDOT Grants	30,000	-	0.00%
TOTAL REVENUES:	1,008,742	330,931	32.81%
EXPENDITURES:			
Airport Operations	342,893	119,518	34.86%
Cost of Goods Sold	732,572	166,618	22.74%
Skylark Improvements	-	-	-
Skylark Construction	-	-	-
Non-Departmental	13,103	5,414	41.32%
TOTAL EXPENDITURES:	1,088,568	291,550	26.78%

CITY OF KILLEEN
 SOLID WASTE FUND
 FINANCIAL REPORT
 April 30, 2009



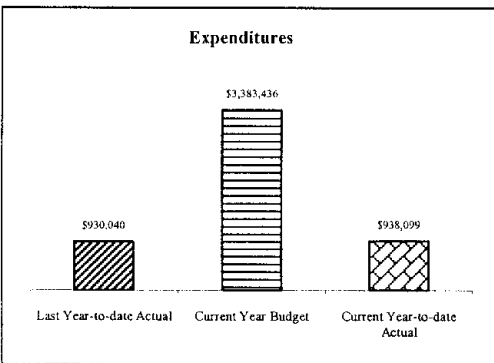
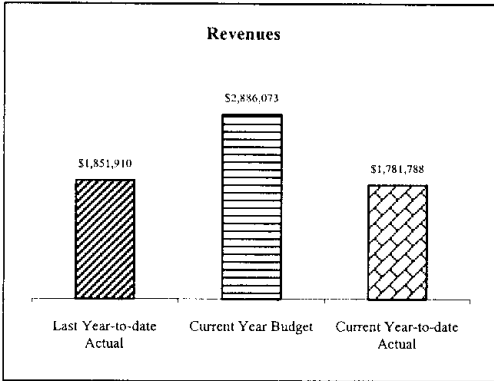
	Adopted	Y-T-D	% of Budget
REVENUES:			
Transfer Station Fees	320,000	163,040	50.95%
Dumpster Rentals	110,000	50,101	45.55%
Miscellaneous Revenues	40,100	34,557	86.18%
Recycling Revenues	174,000	60,741	34.91%
Commercial Sanitation Fees	5,450,000	2,781,807	51.04%
Residential Sanitation Fees	6,550,000	3,640,265	55.58%
Interest Earned	240,000	38,201	15.92%
TOTAL REVENUES:	12,884,100	6,768,712	52.54%
EXPENDITURES:			
Residential Operations	3,173,357	1,662,517	52.39%
Commercial Operations	1,641,710	859,828	52.37%
Recycling Program	382,570	178,399	46.63%
Transfer Station	4,816,819	2,061,709	42.80%
Mowing	921,408	431,044	46.78%
Debt Service	774,000	451,500	58.33%
Custodial Services	31,614	17,785	56.26%
Accounting	146,207	74,661	51.07%
Solid Waste Miscellaneous	389,981	84,602	21.69%
Transfer to General Fund	1,993,144	1,162,667	58.33%
TOTAL EXPENDITURES:	14,270,810	6,984,712	48.94%

CITY OF KILLEEN
 WATER & SEWER FUND
 FINANCIAL REPORT
 April 30, 2009



	Adopted	Y-T-D	% of Budget
REVENUES:			
Sale of Water	14,036,939	7,387,601	52.63%
Water & Sewer Taps	1,142,622	362,890	31.76%
Sewer Fees Collected	12,592,773	7,265,611	57.70%
Miscellaneous Revenues	750,000	404,911	53.99%
Delinquent Penalty	560,000	344,850	61.58%
Interest Earned	900,000	163,965	18.22%
Miscellaneous Receipts	21,000	19,976	95.12%
Transfers-In	-	-	-
TOTAL REVENUES:	30,003,334	15,949,804	53.16%
EXPENDITURES:			
Fleet Services	1,393,536	647,804	46.49%
Utility Collections	1,815,812	1,071,802	59.03%
Water & Sewer Contracts	11,772,595	6,825,876	57.98%
Operations	6,382,535	2,598,471	40.71%
Debt Service	5,008,029	2,921,642	58.34%
Miscellaneous	1,918,974	804,751	41.94%
Transfer to General Fund	3,393,198	1,979,366	58.33%
TOTAL EXPENDITURES:	31,684,679	16,849,712	53.18%

CITY OF KILLEEN
 DRAINAGE UTILITY FUND
 FINANCIAL REPORT
 April 30, 2009



Note: For comparison purposes, the charts above exclude the Revenue from Sale of Bonds and the Major Drainage Project Expenditures.

	Adopted	Y-T-D	% of Budget
REVENUES:			
Residential Storm Water Fees	2,194,767	1,394,755	63.55%
Commercial Storm Water Fees	511,306	291,708	57.05%
Interest Earned	180,000	58,899	32.72%
Sale of Bonds	-	-	-
TCEQ Grant Revenue	-	33,260	-
Miscellaneous Receipts	-	3,167	-
TOTAL REVENUES:	2,886,073	1,781,789	61.74%
EXPENDITURES:			
Engineering Division	336,464	117,885	35.04%
Street Division	300,000	110,447	36.82%
Drainage Maintenance	1,419,116	519,766	36.63%
Drainage Projects - Minor	700,000	4,745	0.68%
Drainage Projects - Major	6,573,571	228,607	3.48%
Debt Service	584,958	155,479	26.58%
Non-Departmental	25,203	12,082	47.94%
Transfer to General Fund	17,695	17,695	100.00%
TOTAL EXPENDITURES:	9,957,007	1,166,706	11.72%

**CITY OF KILLEEN
ECONOMIC INDICATORS
REPORT SUMMARY
APRIL 2009**

There are seven economic indicators monitored by this report. They are 1) Killeen Unemployment Rate, 2) Sales Tax Revenue, 3) Aviation Enplanements and Deplanements, 4) Building Permits, 5) Utility Customers, 6) Water and Sewer Tap Fees, and 7) Hotel Occupancy Tax Revenue. For the month of April 2009, one of the seven economic indicators is positive; one is neutral and Sales Tax Revenue, Aviation Enplanement and Deplanements, Building Permits, Water and Sewer Tap Fees and Hotel Occupancy Tax Revenue are negative.

UNEMPLOYMENT RATE

The unemployment rate for the month of April 2009 was 5.6 as compared to 5.6 during April 2008.

SALES TAX REVENUE

Sales Tax Collections for the month were \$1,325,737, a decrease of 12.0% under last April's collections of \$1,507,146. Year-to-date sales tax collections of \$10,229,429 are below last year's total of \$11,192,536 by 8.6%.

AVIATION ENPLANEMENTS & DEPLANEMENTS

Enplanements for the month total 16,114 an increase of 5.4% as compared to 15,283 during April 2008. Year-to-date enplanements of 105,206 are under last year's total of 111,783 by 5.9%.

Deplanements for the month total 15,970 an increase of 3.7% as compared to 15,398 during April 2008. Year-to-date enplanements of 106,237 are under last year's total of 111,219 by 4.5%.

BUILDING PERMITS

Total dollar value of permits issued for the month was \$20,123,253, a 33.3% decrease under April 2008 dollar value of \$30,152,383. For the month 121 single-family, 2 duplex and no multi-family home permits were issued.

UTILITY CUSTOMERS

For the month, the City had 39,651 active utility customers, an increase of 2.2% over the 38,797 active utility customers in April 2008. Finance staff will monitor this data as deployments and re-deployments of Fort Hood troops may have an impact on the City's active utility accounts.

WATER AND SEWER TAP FEES

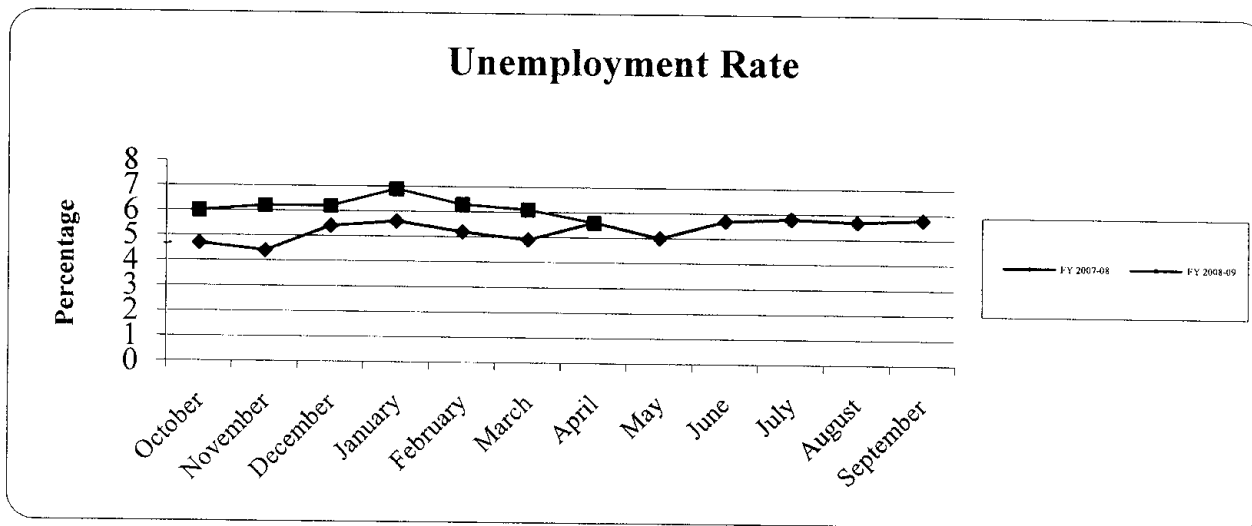
Tap Fees total \$88,200 for the month, down 25.4% as compared to last year's fees of \$118,188. Year to date revenues of \$362,890 are under last year's total of \$796,716 by 54.5%.

HOTEL OCCUPANCY TAX REVENUE

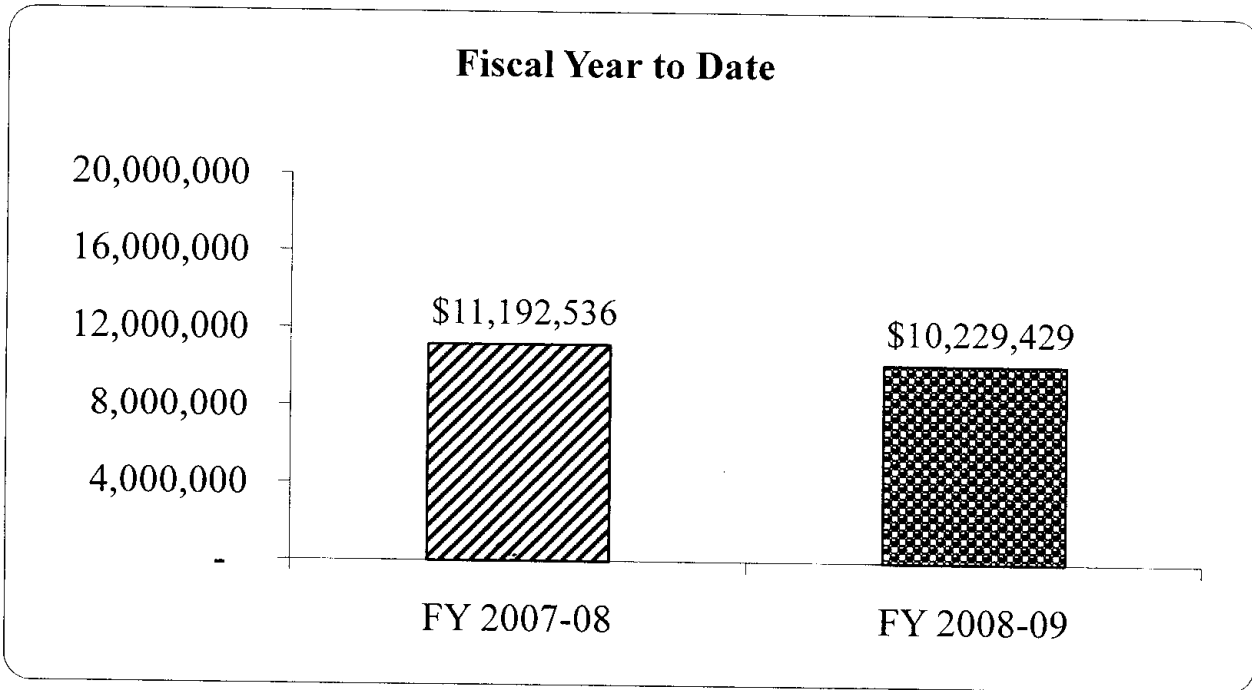
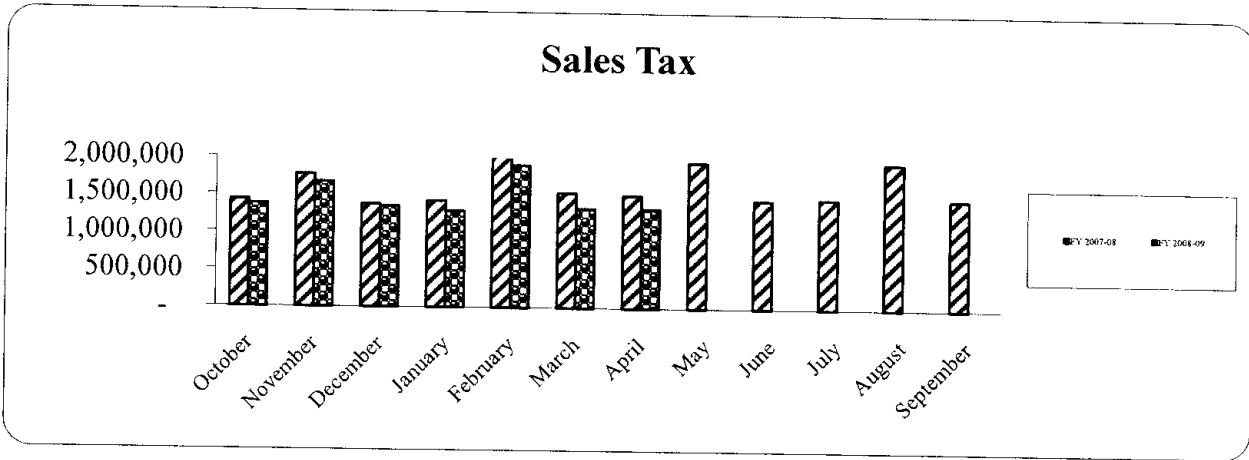
Hotel Occupancy Tax Revenue for the month was \$160,308, down 11.8% under last April's revenue \$181,674. Year to date revenues of \$898,612 are below last year's total of \$978,880 by 8.2%.

City of Killeen Economic Indicators Report

Economic Indicator	Positive	Neutral	Negative
Killeen Unemployment Rate		X	
Sales Tax Revenue			X
Aviation Enplanements/Deplanements			X
Building Permits			X
Utility Customers	X		
Water & Sewer Tap Fees			X
Hotel Occupancy Tax Revenues			X
Totals	1	1	5



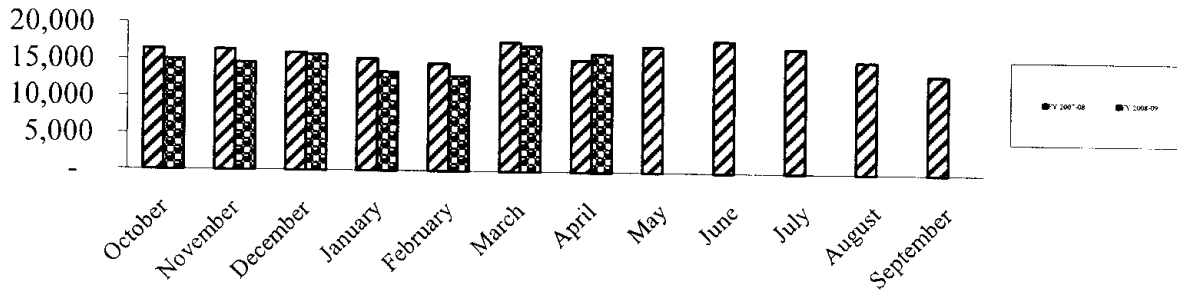
Sales Tax Revenues



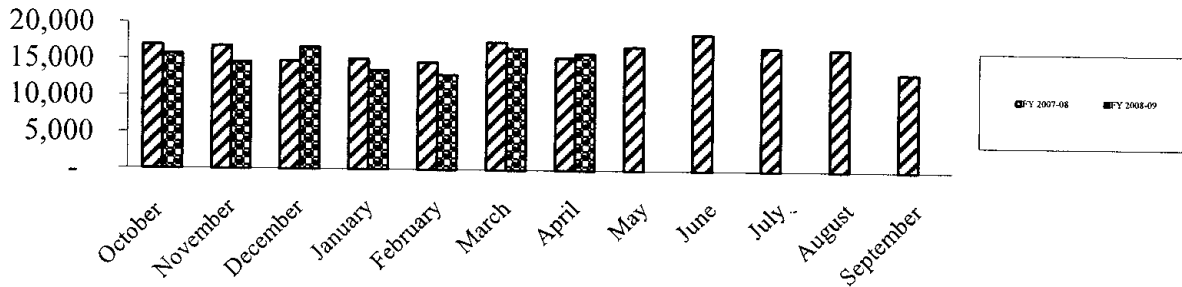
Economic Indicator	Positive	Neutral	Negative
Sales Tax Revenue			X

Killeen Municipal Airport Total Passenger Count

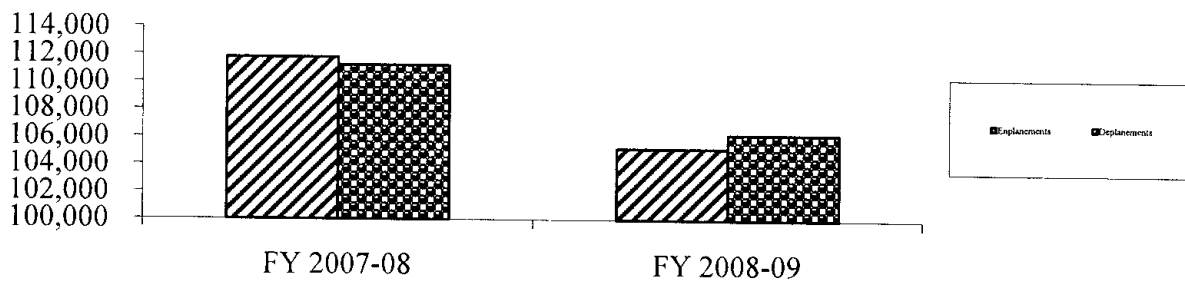
Enplanements



Deplanements

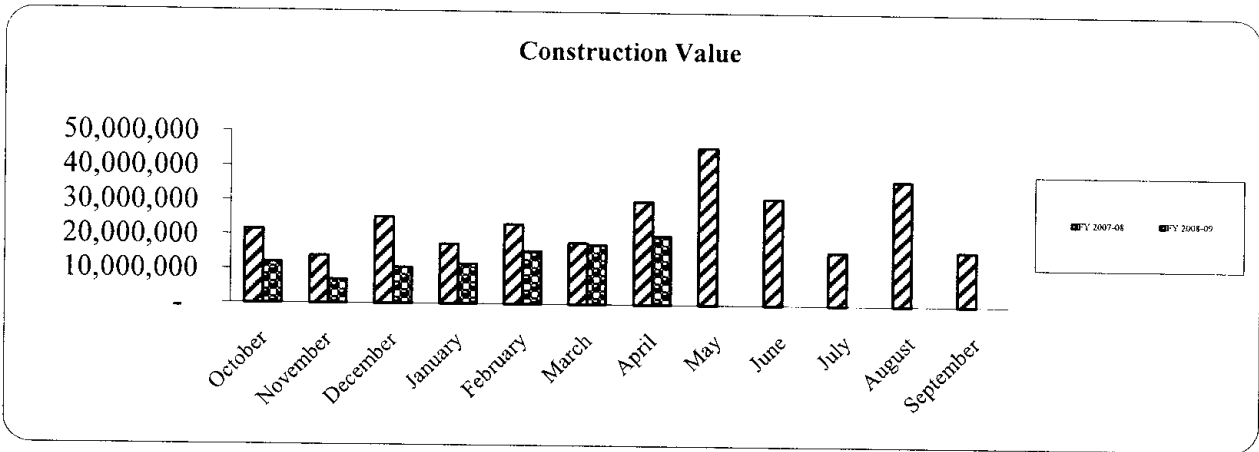


Fiscal Year to Date



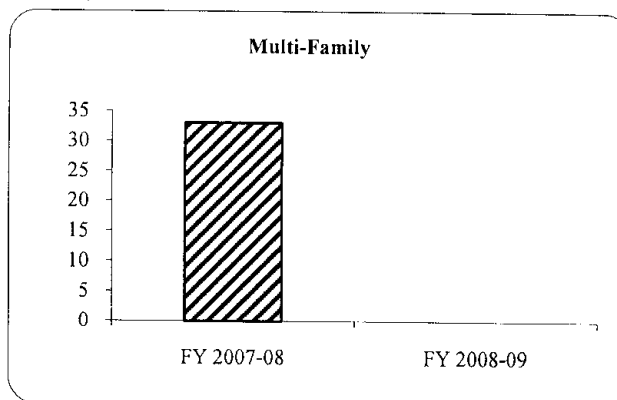
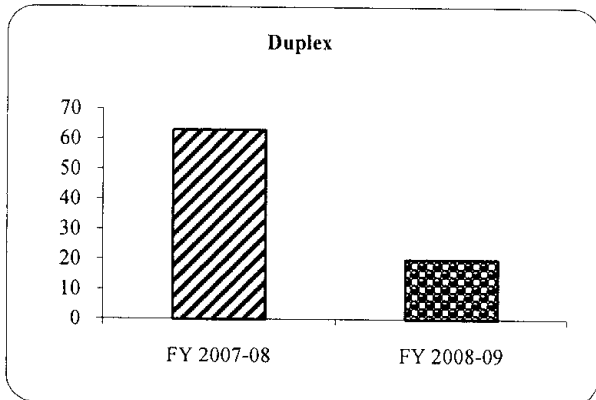
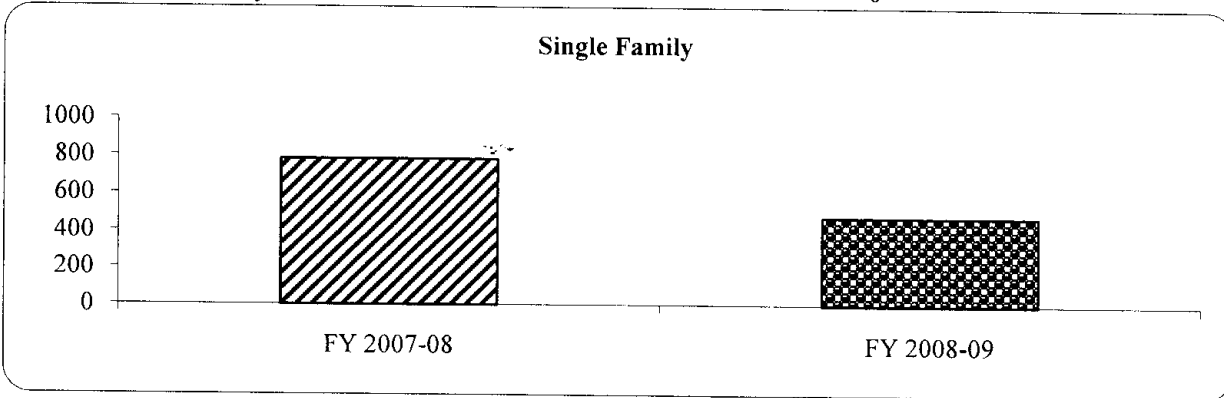
Economic Indicator	Positive	Neutral	Negative
Enplanements/Deplanements			x

Building Permits



Number of Permits Issued

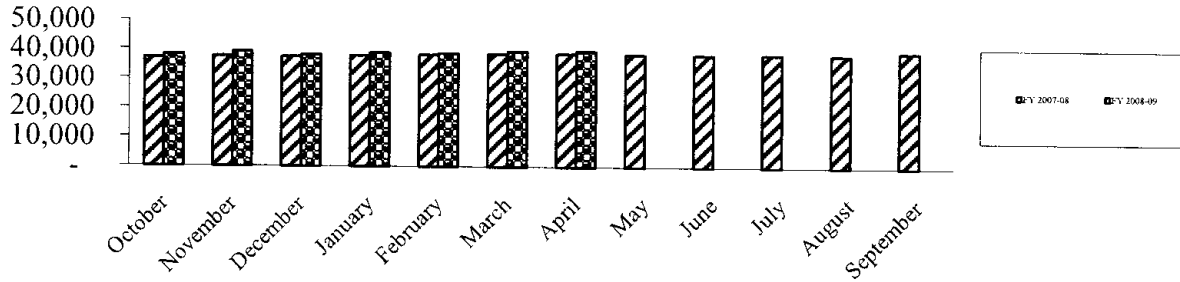
	FY 2007-08	FY 2008-09
Single Family	783	476
Duplex	63	20
Multi-Family	33	0



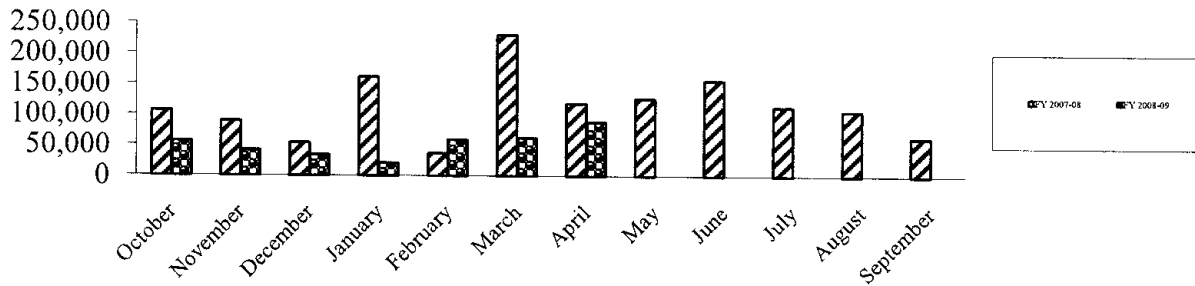
Economic Indicator	Positive	Neutral	Negative
Building Permits			x

Utility Indicators

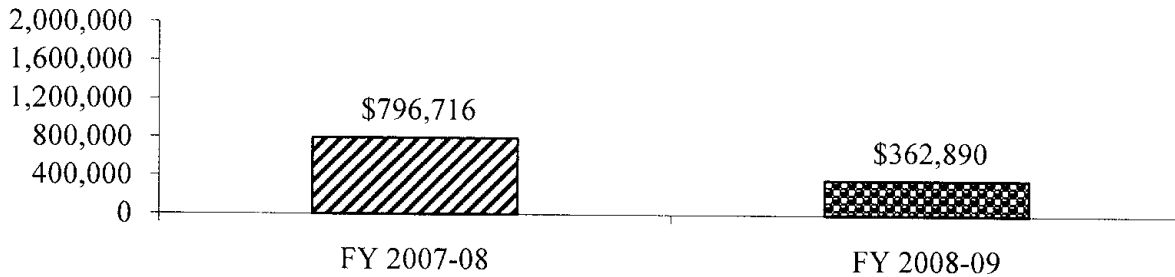
Customers



Tap Fees

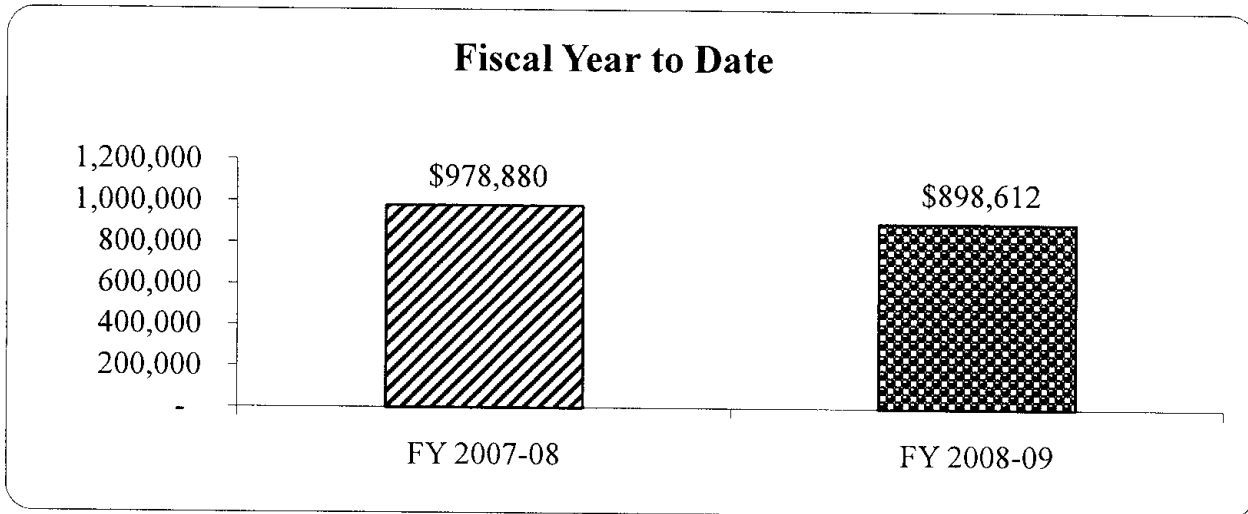
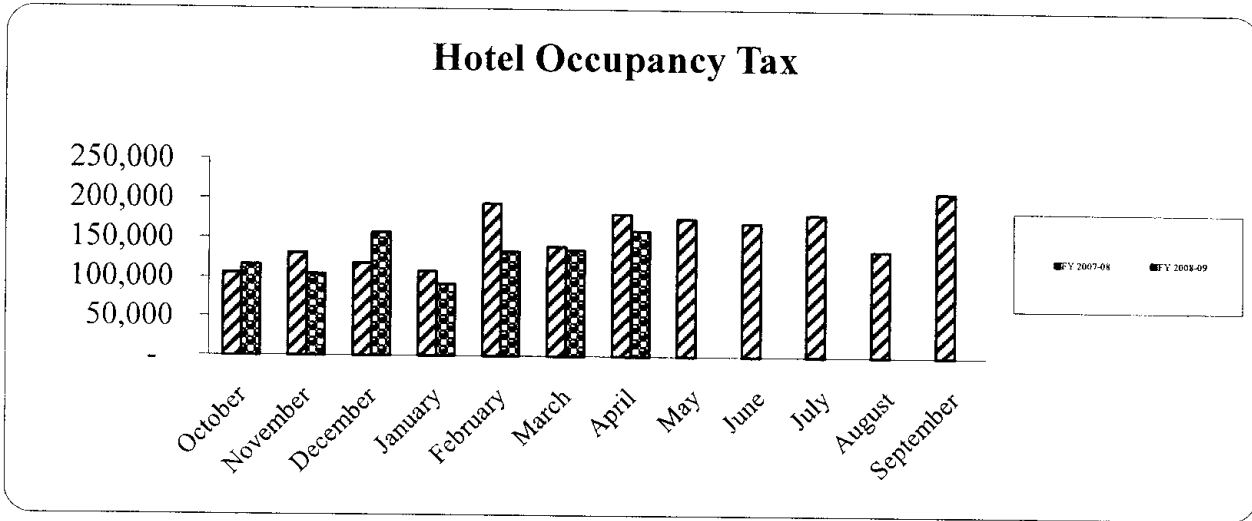


Fiscal Year to Date Tap Fees



Economic Indicator	Positive	Neutral	Negative
Utility Customers	X		
Water & Sewer Tap Fees			X

Hotel Occupancy Tax Revenues



Economic Indicator	Positive	Neutral	Negative
Hotel Occupancy Tax Revenues			X

City of Killeen
Data Summaries

Killeen Unemployment Rate												
	October	November	December	January	February	March	April	May	June	July	August	September
FY 2007-08	4.7	4.4	5.4	5.6	5.2	4.9	5.6	5.0	5.7	5.8	5.7	5.8
FY 2008-09	6.0	6.2	6.2	6.9	6.3	6.1	5.6	5.0	5.7	5.8	5.7	5.8

Sales Tax Receipts													
	October	November	December	January	February	March	April	May	June	July	August	September	YTD Total
FY 2007-08	1,429,671	1,769,638	1,372,391	1,419,480	2,158,773	1,535,437	1,507,146	1,953,800	1,449,612	1,470,897	1,954,255	1,470,035	11,192,536
FY 2008-09	1,371,951	1,667,523	1,349,159	1,284,158	1,904,356	1,326,545	1,325,737	1,953,800	1,449,612	1,470,897	1,954,255	1,470,035	10,229,429

Aviation-Total Passenger Count													
	October	November	December	January	February	March	April	May	June	July	August	September	YTD Total
FY 2007-08	16,441	16,429	16,030	15,265	14,672	17,663	15,283	17,159	17,983	17,008	15,319	13,479	111,783
FY 2008-09	15,046	14,663	15,811	13,475	12,923	17,174	16,114	17,159	17,983	17,008	15,319	13,479	105,206

Deplanements													
	October	November	December	January	February	March	April	May	June	July	August	September	YTD Total
FY 2007-08	16,939	16,827	14,787	15,089	14,718	17,461	15,398	16,929	18,692	16,893	16,724	13,423	111,219
FY 2008-09	15,736	14,631	16,688	13,571	12,964	16,677	15,970	16,929	18,692	16,893	16,724	13,423	106,237

Building Permits													
Construction Value													
	October	November	December	January	February	March	April	May	June	July	August	September	YTD Total
FY 2007-08	21,611,797	13,853,474	25,263,344	17,443,824	23,285,832	18,004,983	30,152,383	45,945,732	31,243,481	15,607,632	36,506,517	15,976,527	149,615,637
FY 2008-09	12,032,289	6,888,907	10,494,128	11,602,771	15,478,470	17,395,622	20,123,253	45,945,732	31,243,481	15,607,632	36,506,517	15,976,527	94,015,440

Number of Permits Issued													
Single Family													
	October	November	December	January	February	March	April	May	June	July	August	September	YTD Total
FY 2007-08	139	73	166	96	88	98	143	170	103	79	129	87	783
FY 2008-09	44	20	47	35	99	110	121	170	103	79	129	87	476

Duplex													
	October	November	December	January	February	March	April	May	June	July	August	September	YTD Total
FY 2007-08	2	13	26	2	4	10	6	6	11	12	-	1	63
FY 2008-09	5	5	-	-	4	4	2	6	11	12	-	1	20

Multi-family													
	October	November	December	January	February	March	April	May	June	July	August	September	YTD Total
FY 2007-08	1	-	-	4	28	-	-	-	5	1	-	-	33
FY 2008-09	-	-	-	-	-	-	-	-	-	-	-	-	-

Utility Customers													
	October	November	December	January	February	March	April	May	June	July	August	September	YTD Total
FY 2007-08	37,220	37,765	37,531	37,953	38,262	38,576	38,797	38,571	38,440	38,736	38,503	39,551	39,551
FY 2008-09	38,291	39,273	38,290	38,914	38,812	39,579	39,651	38,571	38,440	38,736	38,503	39,551	39,551

Water & Sewer Tap Fees													
	October	November	December	January	February	March	April	May	June	July	August	September	YTD Total
FY 2007-08	106,477	89,216	54,008	161,802	36,400	230,625	118,188	126,102	156,152	112,766	105,742	62,777	796,716
FY 2008-09	56,555	41,685	34,025	20,975	59,150	62,300	88,200	126,102	156,152	112,766	105,742	62,777	362,890

Hotel Occupancy Tax Revenues													
	October	November	December	January	February	March	April	May	June	July	August	September	YTD Total
FY 2007-08	105,535	131,084	118,094	108,143	194,296	140,054	181,674	175,686	170,541	181,489	135,830	209,934	978,880
FY 2008-09	116,326	104,226	156,865	92,062	133,480	135,345	160,308	175,686	170,541	181,489	135,830	209,934	898,612

