

**REQUIRED SUPPLEMENTARY  
INFORMATION**



**CITY OF THE COLONY, TEXAS**  
**GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES (BUDGET BASIS)**  
**BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
<b>REVENUES</b>				
Ad valorem taxes, penalties and interest	\$ 10,568,590	\$ 10,668,675	\$ 10,579,312	\$ (89,363)
Franchise taxes	1,990,200	2,091,800	2,024,098	(67,702)
Municipal sales tax	3,096,000	3,092,000	3,096,768	4,768
Licenses and permits	911,382	1,176,175	1,012,026	(164,149)
Charge for services	912,540	904,770	1,073,813	169,043
Fines and forfeitures	1,351,630	1,036,300	983,040	(53,260)
Grants	36,400	36,943	63,901	26,958
Gifts & Contributions	-	-	241,110	241,110
Interest earned	200,000	125,000	133,277	8,277
Miscellaneous	1,181,979	710,000	754,250	44,250
<b>Total revenues</b>	<u>20,248,721</u>	<u>19,841,663</u>	<u>19,961,595</u>	<u>119,932</u>
<b>EXPENDITURES</b>				
Current:				
General government:				
Developmental services	1,127,634	1,054,987	962,692	92,295
General administration	364,251	559,410	555,104	4,306
City secretary	234,416	240,509	235,508	5,001
City council	21,340	25,379	22,350	3,029
Human resources	324,221	310,634	299,939	10,695
Finance	521,480	549,667	533,074	16,593
Information technology	725,161	737,652	611,710	125,942
Nondepartmental	3,371,147	2,115,386	2,081,081	34,305
Public safety:				
Municipal court	351,705	361,264	341,864	19,400
Fire	4,229,374	4,510,358	4,461,599	48,759
Police	5,910,901	6,292,598	6,244,388	48,210
Public works:				
Engineering	149,693	155,338	112,852	42,486
Public works	1,423,697	1,453,745	1,340,000	113,745
Culture and recreation:				
Parks and recreation	1,917,602	1,956,906	1,801,816	155,090
Aquatic park	355,858	364,744	362,081	2,663
Library	884,698	906,323	893,724	12,599
<b>Total expenditures</b>	<u>21,913,178</u>	<u>21,594,900</u>	<u>20,859,782</u>	<u>735,118</u>
Excess (deficiency) of revenues over expenditures	<u>(1,664,457)</u>	<u>(1,753,237)</u>	<u>(898,187)</u>	<u>855,050</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from sales of capital assets				
Transfers from other funds	2,306,457	2,348,419	2,107,309	(241,110)
Transfers to other funds	(642,000)	(991,000)	(991,000)	-
<b>Total other financing sources (uses)</b>	<u>1,664,457</u>	<u>1,357,419</u>	<u>1,116,309</u>	<u>(241,110)</u>
<b>NET CHANGE IN FUND BALANCE</b>	-	(395,818)	218,122	613,940
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>6,695,977</u>	<u>6,695,977</u>	<u>6,695,977</u>	-
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 6,695,977</u>	<u>\$ 6,300,159</u>	<u>\$ 6,914,099</u>	<u>\$ 613,940</u>

**CITY OF THE COLONY, TEXAS  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
YEAR ENDED SEPTEMBER 30, 2009**

**BUDGETARY INFORMATION**

The City Council adheres to the following procedures in establishing the budgets reflected in the financial statements:

1. Prior to July 31, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them.
2. The proposed budget is filed with the City Secretary not less than 30 days prior to the time the City Council approves the tax levy for the fiscal year commencing the following October 1. Public hearings are conducted to obtain taxpayers' comments.
3. Prior to October 1, the budget is legally enacted by the City Council through passage of an ordinance.
4. The City Manager has authority to transfer appropriation balances from one expenditure account to another within a single department of the City. Only the City Council may transfer any unencumbered appropriation balance or portion thereof from one department to another. Appropriations lapse at the end of the fiscal year.

An annual budget is legally adopted for the General Fund using the budgetary basis of accounting. The budgetary basis of accounting differs from accounting principles generally accepted in the United States of America in that encumbrances are recorded as expenditures in the period they are encumbered and not when incurred.

**CITY OF THE COLONY, TEXAS**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**YEAR ENDED SEPTEMBER 30, 2009**

A reconciliation from the budgetary basis of accounting for expenditures to GAAP basis for the General Fund is as follows:

	Budgetary Basis Expenditures <u>9/30/2009</u>	Encumbrances Outstanding <u>9/30/2008</u>	Encumbrances Outstanding <u>9/30/2009</u>	GAAP Basis Expenditures <u>9/30/2009</u>
General Fund:				
General government:				
Developmental services	962,692	\$ 61,884	\$ (13,709)	\$ 1,010,867
General administration	555,104	-	-	555,104
City secretary	235,508	2,800	-	238,308
City council	22,350	-	-	22,350
Human resources	299,939	-	(681)	299,258
Finance	533,074	27,712	(10,306)	550,480
Information Technology	611,710	12,519	(2,575)	621,654
Nondepartmental	2,081,081	37,618	(44,326)	2,074,373
Public safety:				
Municipal court	341,864	6,025	(7,068)	340,821
Fire	4,461,599	11,352	(270)	4,472,681
Police	6,244,388	4,903	(5,945)	6,243,346
Public works:				
Engineering	112,852	21,712	(5,138)	129,426
Public works	1,340,000	-	(10,072)	1,329,928
Culture and recreation:				
Parks and recreation	1,801,816	112,464	(28,869)	1,885,411
Aquatic park	362,081	1,295	-	363,376
Library	893,724	3,117	-	896,841
	<u>\$ 20,859,782</u>	<u>\$ 303,401</u>	<u>\$ (128,959)</u>	<u>\$ 21,034,224</u>

