

EXHIBIT "A"

City of Round Rock, Texas

Budget Revision #2
Fiscal Year 2012-2013

<u>GENERAL FUND</u>	2012-2013 Original Budget	2012-2013 Revised Budget #1	2012-2013 Revised Budget #2	Revision #2 Variance
Revenues	\$ 87,716,936	\$ 87,668,436	\$ 92,190,236	\$ 4,521,800
Expenditures	<u>(87,716,328)</u>	<u>(87,667,828)</u>	<u>(92,189,628)</u>	<u>(4,521,800)</u>
Total Change in Fund Balance	\$ <u>608</u>	\$ <u>608</u>	\$ <u>608</u>	\$ <u>-</u>

<u>DRAINAGE FUND</u>				
Revenues	\$ 1,789,000	\$ 1,789,000	\$ 1,789,000	\$ -
Operating Expenditures	<u>(1,725,118)</u>	<u>(1,725,118)</u>	<u>(1,725,118)</u>	<u>-</u>
Change in Working Capital	\$ <u>63,882</u>	\$ <u>63,882</u>	\$ <u>63,882</u>	\$ <u>-</u>

<u>UTILITY FUND</u>				
Revenues	\$ 40,002,641	\$ 40,002,641	\$ 40,002,641	\$ -
Operating Expenditures	<u>(40,001,601)</u>	<u>(40,001,601)</u>	<u>(40,001,601)</u>	<u>-</u>
Change in Working Capital	\$ <u>1,040</u>	\$ <u>1,040</u>	\$ <u>1,040</u>	\$ <u>-</u>

Budget Revision #2

Fiscal Year 2012-2013

<u>GENERAL FUND</u>	<u>2012-2013 Original Budget</u>	<u>2012-2013 Revised Budget #1</u>	<u>2012-2013 Revised Budget #2</u>	<u>Revision #2 Variance</u>
Revenues	\$ <u>87,716,936</u>	\$ <u>87,668,436</u>	\$ <u>92,190,236</u>	\$ <u>4,521,800</u>
<u>DEPARTMENT</u>				
Administration - 12	\$ (2,160,114)	\$ (2,179,614)	\$ (2,146,800)	\$ 32,814
DSO - 31	(622,054)	(636,554)	(542,554)	94,000
Finance - 17	(1,742,441)	(1,750,941)	(1,710,941)	40,000
Fire - 22	(14,306,223)	(14,483,223)	(14,323,223)	160,000
Fiscal Support Services - 19	(10,472,400)	(9,865,300)	(9,714,800)	150,500
Gen. Svcs. - Bldng Const. & Facility Main. - 35	(1,679,655)	(1,689,655)	(1,616,355)	73,300
Gen. Svcs. - Vehicle Main. Facility - 28	(1,148,110)	(1,151,610)	(1,132,610)	19,000
Human Resources - 24	(1,088,962)	(1,095,462)	(966,562)	128,900
Information Technology - 15	(3,825,116)	(3,845,616)	(3,738,616)	107,000
Inspection Services - 16	(904,304)	(905,304)	(920,304)	(15,000)
Legal Services - 13	(999,350)	(1,099,350)	(1,139,350)	(40,000)
Library - 20	(2,320,748)	(2,337,248)	(2,292,248)	45,000
Municipal Court - 29	(785,814)	(812,814)	(778,314)	34,500
Parks & Recreation - 23	(9,361,321)	(9,418,821)	(9,143,435)	275,386
Planning & Development Services - 14	(1,375,046)	(1,377,046)	(1,272,546)	104,500
Police - 21	(25,697,686)	(25,743,686)	(24,869,686)	874,000
Purchasing - 18	(466,168)	(466,168)	(457,168)	9,000
Recycling - 36	(133,932)	(145,432)	(134,432)	11,000
Transportation - Administration - 27	(2,431,362)	(2,444,462)	(2,299,462)	145,000
Transportation - Operate & Maintain - 34	(6,195,522)	(6,219,522)	(5,790,222)	429,300
General Government - Transfer	<u>-</u>	<u>-</u>	<u>(7,200,000)</u>	<u>(7,200,000)</u>
Total Expenditures	\$ <u>(87,716,328)</u>	\$ <u>(87,667,828)</u>	\$ <u>(92,189,628)</u>	\$ <u>(4,521,800)</u>

Budget Revision #2

Fiscal Year 2012-2013

	2012-2013 Original Budget	2012-2013 Revised Budget #1	2012-2013 Revised Budget #2	Revision #2 Variance
DRAINAGE FUND				
Revenues	\$ <u>1,789,000</u>	\$ <u>1,789,000</u>	\$ <u>1,789,000</u>	\$ <u>-</u>
DEPARTMENT				
Drainage - 86	\$ <u>(1,725,118)</u>	\$ <u>(1,725,118)</u>	\$ <u>(1,725,118)</u>	\$ <u>-</u>
Total Expenditures	\$ <u>(1,725,118)</u>	\$ <u>(1,725,118)</u>	\$ <u>(1,725,118)</u>	\$ <u>-</u>

Budget Revision #2

Fiscal Year 2012-2013

	2012-2013 Original Budget	2012-2013 Revised Budget #1	2012-2013 Revised Budget #2	Revision #2 Variance
UTILITY FUND				
Revenues	\$ <u>40,002,641</u>	\$ <u>40,002,641</u>	\$ <u>40,002,641</u>	\$ <u>-</u>
DEPARTMENT				
Utility Administration - 40	\$ (1,196,406)	\$ (1,198,406)	\$ (1,198,406)	\$ -
Utility Billings & Collections - 81	(1,401,939)	(1,411,439)	(1,411,439)	-
Utility Environmental Services - 64	(566,328)	(569,328)	(569,328)	-
Wastewater Line Maintenance - 63	(1,901,382)	(1,918,882)	(1,918,882)	-
Wastewater Systems Support - 62	(1,948,513)	(1,949,513)	(1,949,513)	-
Wastewater Treatment Plant - 61	(4,345,542)	(4,328,792)	(4,328,792)	-
Water Line Maintenance - 43	(2,313,220)	(2,350,220)	(2,350,220)	-
Water Systems Support - 42	(3,602,758)	(3,612,758)	(3,612,758)	-
Water Treatment Plant - 41	(8,827,813)	(8,815,563)	(8,815,563)	-
Transfers - 95	(13,897,700)	(13,846,700)	(13,846,700)	-
General Government - Other	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	\$ <u>(40,001,601)</u>	\$ <u>(40,001,601)</u>	\$ <u>(40,001,601)</u>	\$ <u>-</u>

Budget Revision #2

Fiscal Year 2012-2013

General Fund - Effect of the revision on fund balance:

Fund Balance 10/01/12	\$ 41,247,931
Less PPA: Sales tax payback to State Comptroller	<u>(4,014,507)</u>
Adjusted beginning fund balance as of 10/01/12	37,233,424
Less Reserves (*1)	(30,422,577)
Estimated Revenue (FY 2012-2013)	89,357,386
Interfund Transfers	<u>2,832,850</u>
Total Funds Available	99,001,083
Budgeted Expenditures	<u>(92,189,628)</u>
Estimated Unreserved Fund Balance 9/30/13	<u><u>\$ 6,811,455</u></u>

* 1 Reserve requirements established in accordance with operating reserve policies.

Budget Revision #2

Fiscal Year 2012-2013

Drainage Fund - Effect of the revision on fund balance:

Fund Balance 10/01/12	\$	1,179,777
Less Reserves (*1)		(544,093)
Estimated Revenue (FY 2012-2013)		1,789,000
Interfund Transfers		<u>(76,350)</u>
Total Funds Available		2,348,334
Budgeted Expenditures		<u>(1,648,768)</u>
Estimated Working Capital 9/30/13	\$	<u><u>699,566</u></u>

* 1 Reserves are established in accordance with operating reserve policies.

Budget Revision #2

Fiscal Year 2012-2013

Utility Fund - Effect of the revision on working capital:

Estimated Working Capital 10/01/12	\$	36,910,669
Less Reserves (*1)		(14,400,576)
Estimated Revenue (FY 2012-2013)		40,002,641
Interfund Transfers		<u>(8,671,700)</u>
Total Funds Available		53,841,034
Budgeted Expenditures		<u>(31,329,901)</u>
Estimated Working Capital 9/30/13	\$	<u><u>22,511,133</u></u> (* 2)

* 1 Reserves are established in accordance with operating reserve policies.

* 2 Funds are designated for Capital Improvements to the Utility System.

City of Round Rock						
Operating Budget Revision #2 Detail for Fiscal 2012-2013						
			Budget			
			Increase			
Department	Account Title		(Decrease)			
General Fund						
Administration - 12						
5244-100-12000	Election Expenses	(39,000)				Givebacks
6112-100-12000	Capital Outlay	6,186				Savings on Equip.
			(32,814)			
DSO - 31						
5110-100-31000	Salaries	(83,000)				Givebacks
5167-100-31000	Texas Municipal Retirement Sys	(11,000)				Givebacks
			(94,000)			
Finance - 17						
5110-100-17000	Salaries	(20,000)				Givebacks
5167-100-17000	Texas Municipal Retirement Sys	(10,000)				Givebacks
5216-100-17000	Professional Services	(10,000)				Givebacks
			(40,000)			
Fire - 22						
5119-100-22011	Overtime	(100,000)				Givebacks
5165-100-22011	Insurance	(30,000)				Givebacks
5167-100-22011	Texas Municipal Retirement Sys	(10,000)				Givebacks
5360-100-22011	Fire Protective Gear	(20,000)				Givebacks
			(160,000)			
Fiscal Supp. Svcs - 19						
5216-100-19000	Professional Services	(106,000)				Givebacks
5274-100-19000	Tax District Expense	(24,000)				Givebacks
5316-100-19000	Supplies - Office	(15,500)				Givebacks
5324-100-19000	R & M - Building	(17,000)				Givebacks
5445-100-19000	Dell Revenue Sharing PT	30,000				Givebacks
6121-100-19000	Buildings & Improvements	(18,000)				Givebacks
			(150,500)			
GS - BCFM. - 35						
5110-100-35000	Market Study	(50,500)				Givebacks
5214-100-35000	Power & Lights	(8,500)				Givebacks
5217-100-35000	Building Security	(800)				Givebacks
5314-100-35000	Fuel & Lubricants	(6,000)				Givebacks
5321-100-35000	Supplies - Janitorial	(7,500)				Givebacks
			(73,300)			
GS. - VMF - 28						
5110-100-28000	Salaries	(11,000)				Givebacks
5119-100-28000	Overtime	(8,000)				Givebacks
			(19,000)			
HR - 24						
5110-100-24000	Salaries	(58,000)				Givebacks
5167-100-24000	Texas Municipal Retirement Sys	(10,000)				Givebacks
5216-100-24000	Professional Services	(51,000)				Givebacks
5224-100-24000	Wellness Program Expenditures	(9,900)				Givebacks
			(128,900)			
IT - 15						
5211-100-15000	Telephone Landlines	(66,000)				Givebacks
5240-100-15000	Maintenance Contract - Compute	(18,000)				Givebacks
5317-100-15000	R & M - Computer	(23,000)				Givebacks
			(107,000)			
Inspection Services - 16						
5110-100-16000	Salaries	10,000				Cleanup
5216-100-16000	Professional Services	5,000				Cleanup
			15,000			
Legal Services - 13						
5250-100-13000	Legal Fees	20,000				Cleanup
5251-100-13000	Litigation Expense	20,000				Cleanup
			40,000			
Library - 20						
5167-100-20008	Texas Municipal Retirement Sys	(10,000)				Givebacks
5239-100-20008	Maintenance Contract-Off Equip	(8,500)				Givebacks
5316-100-20000	Supplies - Office	(10,000)				Givebacks
5328-100-20000	R&M Equipment	(9,300)				Givebacks
5366-100-20008	NonFiction/Reference Materials	(7,200)				Givebacks
			(45,000)			
Municipal Court - 29						
5110-100-29000	Salaries	(15,000)				Givebacks
5214-100-29000	Power & Light	(10,500)				Givebacks
5235-100-29000	Lease Contract	(9,000)				Givebacks
			(34,500)			
PARD - 23						
5110-100-23000	Salaries	(77,000)				Givebacks
5114-100-23006	Seasonal Hire	(46,500)				Givebacks
5119-100-23003	Overtime	(14,500)				Givebacks
5163-100-23000	FICA	(18,000)				Givebacks
5167-100-23000	Texas Municipal Retirement Sys	(10,000)				Givebacks
5214-100-23003	Power & Light	(125,000)				Givebacks
5356-100-23000	Equipment - Tools	15,614				Savings on Purchases
			(275,386)			
Planning & Devel. Svcs - 14						
5110-100-14000	Salaries	(70,000)				Givebacks
5163-100-14000	FICA	(8,000)				Givebacks
5167-100-14000	Texas Municipal Retirement Sys	(12,000)				Givebacks
5283-100-14000	Contract Labor	(14,500)				Givebacks
			(104,500)			
Police - 21						

City of Round Rock						
Operating Budget Revision #2 Detail for Fiscal 2012-2013						
			Budget			
			Increase			
Department	Account Title		(Decrease)			
5110-100-21000	Market Study	(600,000)				Givebacks
5163-100-21000	FICA	(80,000)				Givebacks
5171-100-21002	Workers Compensation	(50,000)				Givebacks
5209-100-21000	Telephone - Wireless	(10,000)				Givebacks
6113-100-21002	Communications Equipment	(35,000)				Givebacks
6114-100-21002	Mobile Equipment/Vehicles	(20,000)				Givebacks
6115-100-21002	Audio/Visual Equipment	(15,000)				Givebacks
6116-100-21002	Computer Equipment	(51,000)				Givebacks
6127-100-21002	Computer Software	(13,000)				Givebacks
				(874,000)		
Purchasing - 18						
5110-100-17001	Salaries	(9,000)				Givebacks
				(9,000)		
Recycling - 36						
5110-100-36000	Market Study					
5165-100-36000	Insurance					
5210-100-36000	Printing, Binding & Reproduct	(2,000)				Givebacks
5283-100-36000	Contract Labor	(2,000)				Givebacks
5316-100-36000	Supplies - Office	(2,000)				Givebacks
5324-100-36000	R&M Building	(2,500)				Givebacks
5328-100-36000	R&M Equipment	(2,500)				Givebacks
				(11,000)		
Trans. - Administration - 27						
5110-100-27000	Market Study	(110,000)				Givebacks
5163-100-27000	FICA	(15,000)				Givebacks
5167-100-27000	Texas Municipal Retirement Sys	(20,000)				Givebacks
				(145,000)		
Trans. - Operate & Maint. - 34						
5110-100-34000	Market Study	(32,000)				Givebacks
5119-100-34002	Overtime	(10,000)				Givebacks
5163-100-34000	FICA	(6,000)				Givebacks
5167-100-34000	Texas Municipal Retirement Sys	(12,000)				Givebacks
5171-100-34000	Workers Compensation	(8,300)				Givebacks
5216-100-34000	Professional Services	(80,000)				Givebacks
5226-100-34002	Seal Coat Contract	(1,699,000)				Givebacks
5228-100-34002	Striping Contract	(92,000)				Givebacks
8550-100-34002	Transfer to Seal Coat Bucket	1,791,000				Givebacks
5272-100-34000	Street Lighting	(59,500)				Givebacks
5276-100-34000	Traffic Signal Electricity	(19,500)				Givebacks
5283-100-34002	Contract Labor	(39,500)				Givebacks
5287-100-34002	Refuse & Waste Disposal	(25,000)				Givebacks
5316-100-34001	Supplies - Office	(32,000)				Givebacks
5356-100-34001	Traffic Signs & Street Lightin	(8,000)				Givebacks
5414-100-34001	Subscriptions & Publications	(4,500)				Givebacks
5434-100-34001	Training & Education	(10,000)				Givebacks
5434-100-34002	Training & Education	(15,000)				Givebacks
5436-100-34001	Travel Expenditures	(2,000)				Givebacks
5436-100-34002	Travel Expenditures	(3,000)				Givebacks
6112-100-34002	Equipment and Machinery	(48,000)				Givebacks
6117-100-34001	School Crosswalk Signals	(15,000)				Givebacks
				(429,300)		
Transfers						
8550-100-95000	Xfer to Self Financed Construction	7,200,000				
				7,200,000		
Total General Fund Expenses				4,521,800		
General Fund Revenue						
4120-100-00000	Sales Tax	4,500,000				
7551-100-00000	Transfer from Fund 551	21,800				
Total General Fund Revenue				4,521,800		

**City of Round Rock
Budget Revision #2
Fiscal Year 2012-2013
Summary of Significant Adjustments**

<u>General Fund</u>	<u>FY 2013</u>	<u>Explanation</u>
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Revenue Adjustments:

Sales Tax	\$ 4,500,000	Increase in Sales Tax Revenues
Property Taxes	200,000	Revenues higher than anticipated
Franchise Fees	200,000	Increase in Electric, Cable Franchise Fees
RRISD Reimbursement	(180,000)	Revenues lower than anticipated
Police Department Fines	(100,000)	Revenues lower than anticipated
Interest Income	(120,000)	Income less than anticipated
Transfer In	21,800	Savings from fund 551 reserves
Total Revenue Adjustments - General Fund	<u>\$ 4,521,800</u>	

Expenditure Adjustments:

2013 Self Financed Construction	\$ 7,200,000	To be allocated by Council
Transfer to Pavement Management Program	1,791,000	Transfer funds to Pavement Management Program
Salary Savings	(1,634,800)	Departmental salary savings
Dell Payment	30,000	Increase due to increased Dell sales taxes collections
Contractual Services Savings	(2,529,200)	Departmental savings (i.e. power & light, professional services)
Other Services and Charges	(34,500)	Departmental savings (i.e. training, education)
School Crosswalk Upgrades	(15,000)	Funded from Municipal Court Fund and General Fund
Vehicle Maintenance Facility Equipment	(48,000)	Savings on delaying purchase of equipment
Materials & Supplies	(162,500)	Departmental supplies savings (i.e. fuel, R & M building)
Capital Outlay	(130,200)	Departmental equipment savings
Legal Services	40,000	Legal costs higher than anticipated
Inspections Services	15,000	Inspection costs higher than anticipated
Total Expenditure Adjustments - General Fund	<u>\$ 4,521,800</u>	