

Pflugerville was settled by the Pfluger family in 1849. It was platted into a town site in 1904, and the City of Pflugerville was incorporated in 1965. The City is a home-rule municipality and operates under a Council-Manager form of government. The City Council is comprised of a Mayor and five members, all elected at large, and is responsible for enacting ordinances, resolutions and regulations governing the City, as well as appointing the members of various statutory and advisory boards, the City Manager, City Attorney, and Municipal Judge. All other City staff work under the direction of the City Manager.



As part of our continuous effort to keep you informed of how your tax dollars are being spent, we are pleased to present the 2013 Popular Annual Financial Report (PAFR). The PAFR is a summary of the financial activities of the City's governmental activities and governmental funds as presented in the 2013 Comprehensive Annual Financial Report (CAFR). The PAFR does not include information on the City's component unit, Pflugerville Community Development Corporation and provides only limited information on the City's proprietary fund. The CAFR, which includes all funds and one component unit, was prepared in conformance with generally accepted accounting principles (GAAP) and includes financial statements audited by Davis Kinard and Company, PC, Certified Public Accountants.

The CAFR is available at the Pflugerville Community Library, 1008 West Pfluger Street; City Hall, 100 East Main Street; and on the City website:

www.Pflugervilletx.gov/finance

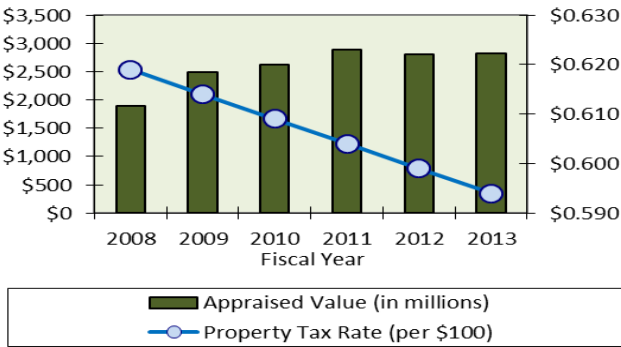
Pflugerville At A Glance

	Fiscal Year 2004	Fiscal Year 2013
Population	25,480	52,669
Employees	197	320
Governmental Activities		
Assessed Valuation	\$1,199,210,222	\$2,826,931,963
Total Tax Levy	\$7,695,332	\$16,791,976
Property Tax Rate	\$0.6417	\$0.5940
Sales Tax Revenue	\$1,297,172	\$4,833,364
Total Expense	\$13,880,804	\$38,520,265
Outstanding Debt	\$35,338,000	\$79,989,664
Miles of Parks Trails	11	31
Miles of Streets	123	197
Police Officers	48	97
Proprietary Funds		
Program Revenue	\$24,090,128	\$27,869,070
Total Expense	\$9,899,242	\$22,306,512
Outstanding Debt	\$58,373,000	\$73,285,336
Miles of Water Lines	105	200
Mi. of Wastewater Lines	121	191
Water Customers	7,934	13,844
Sewer Customers	8,557	14,728

2010 Census Information

Educated community - 34.7% have a bachelor's degree or higher
Valuable homes - median home value of \$153K
Median household income - \$73,574
Innovative population - 33 patents per 10,000 population

Appraised Value/Tax Rate



POPULAR
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2013

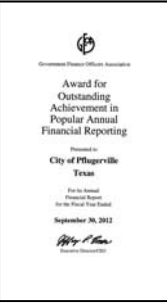
Elected Officials
As of September 30, 2013

Mayor	Place 1	Place 2
Jeff Coleman	Wayne Cooper	Brad Marshall
Place 3	Place 4	Place 5
Omar Peña	Starlet Sattler	Victor Gonzales, Mayor Pro Tem

City Staff

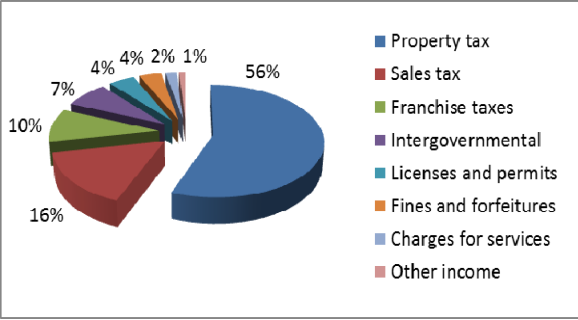
Brandon Wade, City Manager
Trey Fletcher, Assistant City Manager
Lauri Gillam, Assistant City Manager
Tom Word, Assistant City Manager
Chuck Hooker, Police Chief
Karen Thompson, City Secretary

100 East Main
Pflugerville, TX 78660
Phone: 512-990-6100
Fax: 512-251-5768
Website: Pflugervilletx.gov



Where the Money Comes From

Governmental Revenues



Governmental funds include the general fund, special revenue fund, debt service fund, and capital project fund. In fiscal year 2013 property tax revenue remained static due to new commercial development in the City limits offset by the reduction of the tax rate. Sales tax revenue increased by \$414,711 (9.4%) and Licenses/Permits increased by \$323,293 (32%) as the result of construction of numerous development projects, plans submitted for new phases of subdivision construction, and an increase in residential permits. Intergovernmental revenue increased \$277,348 (14%) due to a capital contribution for a street project and additional grants received.

For the eighth year in a row, the property tax rate was lowered by \$0.005.

Revenue Sources	FY 2013	FY 2012
Property tax	\$17,011,962	\$17,019,839
Sales Tax	4,833,364	4,418,653
Franchise taxes	2,913,034	2,930,906
Intergovernmental	2,260,807	1,983,459
Licenses and permits	1,331,879	1,008,586
Fines and forfeitures	1,131,185	1,316,455
Charges for services	575,168	581,002
Other income	<u>327,370</u>	<u>532,777</u>
Total Revenue:	\$30,384,769	\$29,791,677

Financial Highlights

- * The assets of the City of Pflugerville’s governmental activities exceeded its liabilities at the close of the fiscal year by \$136,293,377. Assets include cash and investments, land, streets, buildings, equipment, and construction in progress.
- * The City of Pflugerville’s total debt outstanding increased \$2,195,000 (1.5%) during fiscal year 2012-2013. The key factor in this increase was the issuance of \$6,600,000 of general obligation debt for completion of the library expansion and new infrastructure projects.

Major Governmental Funds

Governmental Funds are funds generally used to account for tax-supported activities.

The General Fund accounts for revenues and expenditures associated with the general obligations of the City that are not required to be accounted for in separate funds. Reported within the General Fund is the *General Capital Reserve Fund*. These reserve funds are committed for small, one-time capital expenditures approved by the City Council.

The Special Revenue Fund accounts for proceeds of specific revenue sources that are legally restricted for specific purposes (e.g. Deutschen Pfest, Pflugerville ISD Police Department, drug seizure funds, grant monies).

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

The Capital Projects Fund accounts for the financial resources used for the construction and/or acquisition of major capital facilities.

- * The City Charter requires a general fund balance reserve equivalent to 25% of operating expenditures each fiscal year. At the end of fiscal year 2013, unassigned fund balance for the general fund was 42.8% of operating expenditures.
- * The City’s governmental funds reported combined ending fund balances of \$23,511,399. This was an increase of 0.2% - directly related to increased sales tax and development revenue as well as conservative spending. Balances include Restricted, Committed, Assigned and Unassigned cash and investments.

Governmental Fund Balances

Fund balances:	FY 2013	FY 2012
Restricted for:		
Debt service	\$2,567,899	\$2,487,714
Capital projects	8,367,504	9,822,115
Specific programs	463,025	477,832
Committed for:		
General capital reserve	2,431,872	1,591,833
Specific programs	163,644	115,797
Assigned for:		
Specific programs	4,683	9,726
Unassigned	<u>9,512,772</u>	<u>8,961,413</u>
Total fund balances:	\$23,511,399	\$23,466,430

Restricted fund balance includes amounts that can be spent only for the specific purposes stipulated by constitution, external resources, or through enabling legislation.

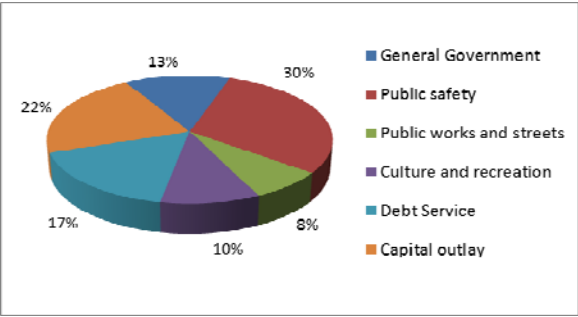
Committed fund balance is established and modified by a resolution from City Council and can be used only for specified purposes.

Assigned fund balance is intended to be used by the City for specific purposes but does not meet the criteria to be classified as restricted or committed.

Unassigned fund balance is the residual classification for the City’s general fund and includes all spendable amounts not contained in the other classifications.

Where the Money Goes

Governmental Expenditures



The City’s governmental funds spending in fiscal year 2013 reflects the priorities set by the City Council. The City maintained its funding levels for all City services: administrative services, parks and recreation facilities and programs; library operations; street and drainage maintenance and public safety. At \$11 million the most significant governmental fund expenditure was public safety, which includes police operations and building inspection. Capital outlay, which included the purchase of infrastructure, road and drainage projects, and the Library expansion, was the next largest expenditure. Total expenditures for all governmental funds only increased 1.7%, this conservative increase is mostly attributable to the decrease in spending in the general capital reserve fund over the prior year.

Expenditures	FY 2013	FY 2012
General Government	\$4,888,801	\$4,789,135
Public safety	10,977,186	10,323,547
Public works and streets	2,725,428	2,722,241
Culture and recreation	3,633,939	3,239,124
Debt service	6,103,008	5,687,984
Capital outlay	<u>7,953,945</u>	<u>8,926,075</u>
Total Expenditures:	\$36,282,307	\$35,688,106