

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 2012 Popular Annual Financial Report (PAFR). The PAFR is a summary of the financial activities of only the City's governmental funds as presented in the 2012 Comprehensive Annual Financial Report (CAFR). The CAFR does not include information on the City's proprietary fund or its component unit, Pflugerville Community Development Corporation. 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

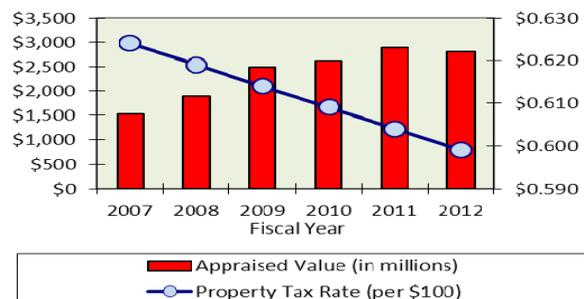
Pflugerville At A Glance

	<u>Fiscal Year 2003</u>	<u>Fiscal Year 2012</u>
Population	24,527	48,354
Employees	180	307
Governmental Funds		
Assessed Valuation	\$ 1,175,059,670	\$ 2,803,692,319
Total Tax Levy	\$ 7,380,150	\$ 16,777,717
Property Tax Rate	\$ 0.6299	\$ 0.5990
Sales Tax Revenue	\$ 1,175,598	\$ 4,418,653
Program Revenue	\$ 7,031,586	\$ 8,374,335
Total Expense	\$ 14,287,014	\$ 38,826,386
Outstanding Debt	\$ 36,430,000	\$ 75,871,000
Miles of Park Trails	9	31
Miles of Streets	107	195
Police Officers	45	96
Proprietary Funds		
Program Revenue	\$ 18,502,986	\$ 24,579,722
Total Expense	\$ 7,769,623	\$ 20,632,795
Outstanding Debt	\$ 32,798,000	\$ 75,209,000
Miles of Water Lines	98	181
Mi. of Wastewater Lines	96	188
Water Customers	7,159	13,213
Sewer Customers	7,792	14,115

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



City of Pflugerville, Texas



POPULAR ANNUAL FINANCIAL REPORT



FISCAL YEAR ENDED
 SEPTEMBER 30, 2012

Elected Officials

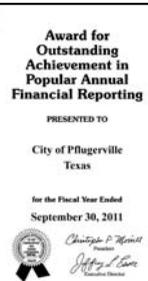
As of September 30, 2012

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

City Staff

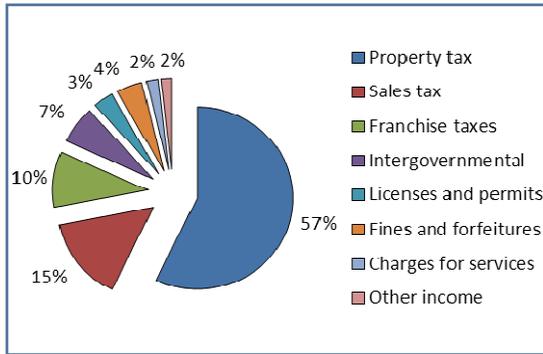
Brandon Wade, **City Manager**
 Trey Fletcher, **Assistant City Manager**
 Lauri Gillam, **Assistant City Manager**
 Tom Word, **Assistant City Manager**
 Chuck Hooker, **Police Chief**
 Karen Thompson, **City Secretary**

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



Governmental Revenues

Where the Money Comes From



Governmental funds include the general fund, special revenue funds, debt service funds, and capital project funds. In fiscal year 2012 property tax revenue increased \$82,133 (0.48%). Sales tax revenue increased by \$520,819 (13.36%) and Licenses/Permits increased by \$312,212 (44.83%) as the result of beginning construction on a large apartment complex, plans submitted for new phases of subdivision construction, and an increase in residential permits. Franchise taxes remained consistent with the prior year.

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

Revenue Sources	FY 2012	FY 2011
Property tax	\$ 17,019,839	\$ 16,937,706
Sales tax	4,418,653	3,897,834
Franchise taxes	2,930,906	2,998,551
Intergovernmental	1,983,459	1,878,141
Licenses and permits	1,008,586	696,374
Fines and forfeitures	1,316,455	1,189,308
Charges for services	581,002	559,760
Other income	532,777	711,994

Financial Highlights

- * The assets of the City of Pflugerville's governmental funds exceeded its liabilities at the close of the fiscal year by \$147,096,756. Assets include cash and investments, land, streets, buildings, equipment, and construction in progress.
- * The City of Pflugerville's total debt outstanding decreased \$7,970,000 (5%) during fiscal year 2011-2012. The key factor in this decrease was the issuance of \$62,425,000 of limited tax refunding debt, which replaced \$66,205,000 of existing debt.

Major Governmental Funds

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 2012, unassigned fund balance for the general fund was 45.6% of operating expenditures.
- * The City's governmental funds reported combined ending fund balances of \$23,466,430. This was a decrease of 18% - directly related to spending prior year bond funds for capital projects. Balances include Restricted, Committed, Assigned and Unassigned cash and investments.

Governmental Fund Balances

Fund balances:	FY 2012	FY 2011
Restricted for:		
Debt Service	\$ 2,487,714	\$ 2,229,497
Capital Projects	9,822,115	16,421,439
Specific Programs	477,832	304,595
Committed for:		
General Capital Reserve	1,591,833	2,765,000
Specific Programs	115,797	73,991
Assigned for:		
Specific Programs	9,726	14,194
Unassigned	8,961,413	6,806,668
Total fund balances:	\$ 23,466,430	\$ 28,615,384

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

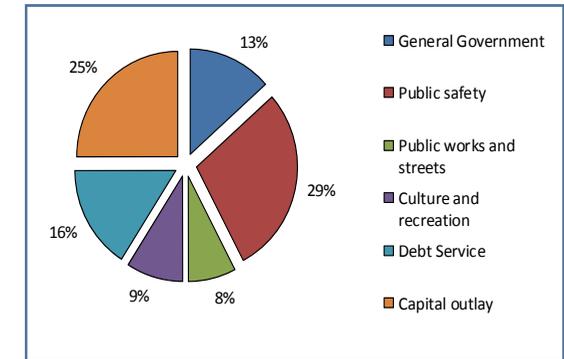
Committed fund balance is established and modified by a resolution from City Council and can be used only for specified purposes.

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.

Governmental Expenditures

Where the Money Goes



The City's governmental funds spending in fiscal year 2012 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 \$10.3 million the most significant governmental fund expenditure was for 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 decreased 1.9%, mostly attributable to the reduction of debt service through the refinancing of higher interest rate debt.

Expenditures	FY 2012	FY 2011
General Government	\$ 4,789,135	\$ 4,824,304
Public safety	10,323,547	9,913,191
Public works and streets	2,722,241	1,841,229
Culture and recreation	3,239,124	3,251,205
Debt Service	5,687,984	6,014,546
Capital outlay	8,926,075	10,536,265