

COUNCIL MEMO
(DRAFT)

Consider adopting Ordinance No. 3277 amending the City’s 2013-14 fiscal year operating budget, amending the capital improvement program budget, and directing that City expenditures be made in accordance with the budget as amended, and take appropriate action.

BACKGROUND:

City Administration has presented the City Council with updated operating and capital improvement program budget projections as part of the Mid-Year Budget Review earlier this afternoon. The proposed mid-year budget meets the multi-year financial objectives approved by the City Council.

Overall, General Fund expenditures were originally approved at \$47,113,300 and the proposed mid-year budget reflects an increase of \$905,500 or total expenditures of \$48,018,800. The recommended budget adjustments (net of adjustments related to the distribution of merit increases and retention pay) relate to:

Street Repair (offset by revenue)	\$250,200
Consolidated Dispatch	175,000
CIP Transfer	150,000
Fixed Assets	100,700
Dallas Symphony Orchestra Concert	80,000
Election Expenses	79,800
Consulting Services (Wellness, A/V)	54,300
Creek Flow Study	40,000
Miscellaneous Supplies/Services/Etc.	20,000
Legal Expenses	1,000,000
Savings from Personnel Reserves	(589,100)
Aquatic Center Schedule Changes	(379,500)
Police Personnel Savings	(75,900)
	<u>\$ 905,500</u>

The budget ordinance provides for the transfer of unencumbered appropriations between departments to fund operations and these adjustments are reflected in the “Adjusted Budget” column of the financial summaries. Proposed budget amendments are displayed in the “Amended Budget” column.

FUND BALANCE OVERVIEWS

GENERAL FUND

The 2013-14 adopted budget projected a use of fund balance totaling \$295,000 with a most realistic projection adding \$5,000 to fund balance. The mid-year review projects a use of fund balance totaling \$1,400,100 with a most realistic projection using \$1,100,100 of fund balance.

The proposed 2013-14 mid-year budget estimates a most realistic ending fund balance of \$7,842,668 (approximately 17.12% of adjusted expenditures), which is within the target fund balance range of 15-20% of actual expenditures.

WATER & SEWER FUND

The 2013-14 adopted budget projected a use of fund balance totaling \$279,600 with a most realistic projection using \$179,600 of fund balance. The mid-year review projects a use of fund balance totaling \$3,900 with a most realistic projection adding \$96,100 to fund balance.

The proposed 2013-14 mid-year budget estimates a most realistic ending fund balance of \$1,192,139, which is below the target balance of \$2,000,000. If water consumption trends remain at lower than expected levels, future water and sewer rate increases may be necessary in order to increase fund balances to targeted levels.

HOTEL/MOTEL FUND

The 2013-14 adopted budget projected a use of fund balance totaling \$172,300 with a most realistic projection using \$97,300 of fund balance. The mid-year review projects a use of fund balance totaling \$74,300 with a most realistic projection adding \$700 to fund balance.

The proposed 2013-14 mid-year budget estimates a most realistic ending fund balance of \$503,945 which is above the target fund balance of \$300,000.

DEBT SERVICE FUND

The Debt Service Fund has been changed to reflect actual costs for the year ending 9/30/13. No additional changes have been made to the fund. The Debt Service Fund is presented in entirety beginning on page 6-1 of the budget document.

ECONOMIC DEVELOPMENT FUND

The Economic Development Fund has been changed to reflect actual fund balances for the year ending 9/30/13. No additional changes have been made to the fund. The Economic Development Fund is presented in entirety on page 7-1 of the budget document.

SPECIAL REVENUE FUNDS

The Special Revenue Funds have been changed to reflect actual fund balances for the year ending 9/30/13. Detailed changes within these funds are listed under the section labeled "2013-14 Mid-Year Budget Review Detail."

FIXED ASSET FUND

The 2013-14 adopted budget detailed a 9/30/13 estimated fund balance of \$485,113 and 2013-14 estimated revenues of \$2,702,855 and expenditures of \$2,857,855. The mid-year review reflects an actual 9/30/13 fund balance of \$622,267, revised revenues of \$2,748,500 and revised expenditures of \$3,058,555.

MULTI-YEAR CIP BUDGET

The multi-year CIP budget is presented and includes adjustments to existing projects. A detailed list of changes is outlined beginning on page 8-2 of the budget document.

2013-14 MID-YEAR BUDGET REVIEW DETAIL

The following provides a narrative summary of significant (greater than \$20,000) variations between the proposed mid-year amended budget and the previously adjusted adopted budget for all funds, with the exception of Other Revenue Funds (Economic Development, Special Revenue and Fixed Asset Funds), which include all changes due to the nature of the funds.

REVENUES

General Fund

- *Sales & Use Taxes* - Decreased \$350,000 due to lower than expected sales.
- *Gas Franchise Fees* - Increased \$100,000 due to increased demands related to the unusually cold weather experienced this year.
- *Penalties and Interest* - Decreased \$50,000 due to more timely customer property tax payments.
- *Plumbing Permits* - Increased \$25,000 due to an increase in commercial and residential renovations.
- *Intergovernmental Revenue* – Added funding for a joint project with Dallas County for roadway maintenance on Valwood Parkway from Josey to Webb Chapel. The total cost of the project is budgeted at \$500,400 with Dallas County reimbursing \$250,200. (Offset by matching expenditures.)
- *Swimming Pool Fees* - Decreased \$285,700 due to a delay in the construction of a new aquatics facility.
- *Building Use Fees* - Increased \$27,000 due primarily to an increase in commercial occupancy rates and an increase in single family rental licensing fees.
- *Rents* - Increased \$32,000 due to increased commercial rentals and cell phone tower rent.

Total General Fund Revenue Decrease: \$199,600

Water & Sewer Fund

- *Sewer Service* - Increased \$96,600 due to an increase in apartment sewer usage.

Total Water & Sewer Fund Revenue Increase: \$111,600

Internal Service Fund

- *Fleet and Facilities Management* - Increased \$54,800 due primarily to rising facilities maintenance costs, which are reimbursed by departments.

Total Internal Service Fund Revenue Increase: \$62,800

Hotel/Motel Fund

- *Hotel/Motel Tax* - Increased \$25,000 due primarily to increased hotel occupancy rates.
- *Registration and Fees* - Decreased \$160,000 due to changes to Liberty Fest. (Expenditure reductions of \$344,800 have also been made in the Hotel/Motel Fund. A Dallas Symphony Orchestra concert has been added to the General Fund with an anticipated \$8,000 in projected revenue and \$80,000 in expenditures. Net difference is \$112,800.)

Total Hotel/Motel Fund Revenue Decrease: \$135,000

Other Funds:

Economic Development Fund

The Economic Development Fund beginning fund balance is updated to reflect 9/30/13 audit figures.

Special Revenue Funds

All Special Revenue Fund beginning fund balances are updated to reflect 9/30/13 audit figures.

- The Donations Fund increased \$59,700 due to new donations received, as follows:
 1. *Animal Care* – Donation received for \$30,100 for animal care expenses.
 2. *Citizen Survey* – Biennial donation for citizen survey.
 3. *Farmers Branch Community Foundation* – Miscellaneous donations received totaling \$300.
 4. *Fire* – Donation received for fire prevention training (\$1,500) and State funds received for general fire training (\$1,000) for a total increase of \$2,500.
 5. *Parks* – Donation received for three fountains (\$1,800) and an estimated increase in general donations (\$1,600) for a total increase of \$3,400.

6. *Police* – Increase in State and miscellaneous donations totaling \$13,400.
- The Grants Fund increased \$5,550 due to new grants, as follows:
 1. *Historical Park General Store* – Grant received for general store supplies totaling \$750.
 2. *Library* – Grant received for mobile project totaling \$4,000.
 3. *Recreation* – Grant received for Halloween in the Park event totaling \$800.

Total Special Revenue Funds Revenue Increase: \$65,250

Fixed Asset Fund Budget Transfers

The Year-End Amended Budget Transfers and Year-End Amended Actual Purchases columns are updated to reflect Actual Transfers in 2012-13. The Adopted Budget columns are displayed to more easily identify changes between each period. New columns have been added and reflect both Transfers and Planned Purchases proposed in the mid-year amended budget. Budget Transfers (revenues) increased \$100,700 to fund the following additions:

Non-Departmental: Electric Vehicle Charging Stations - \$14,200
Information Services: Microsoft Enterprise License Cost Increase - \$23,800; Computer Security Equipment/Hardware for Police - \$17,000; City Hall Security Equipment for Access Control - \$6,700; Library A/V Equipment - \$26,000
Recreation Center: Additional Security Cameras - \$13,000

Total Fixed Asset Fund Transfers Increase: \$100,700

EXPENDITURES

The following is a narrative summary of significant (greater than \$20,000) category variations, excluding General Fund Personal Services/Benefits changes related to personnel reserve account distributions for merit/retention pay, life and health benefits, and employee payouts.

General Fund

- **General Government: Services** - Increased \$80,400 due primarily to the addition of a charter election, bond election, and possible run-off election.
- **Legal: Purchased Professional & Technical Services** - Increased \$994,600 due primarily to anticipated lawsuit awards of \$1,000,000, which are partially offset by a decrease in legal needs for the Municipal Court (\$5,400).
- **Non-Departmental: Services** – Decreased \$37,000 due to reduced electrical usage at City Hall. **Other Objects** - Decreased \$950,000 due to the distribution of planned merit/retention pay and life and health insurance increases to departments. (Actual reduction net of personnel distributions equals \$589,100.) **Transfers** - Increased \$164,200 due to an increase in CIP funding and the purchase of two electric vehicle charging stations at City Hall.

- General Administration – *Purchased Professional & Technical Services* - Decreased \$37,800 due to the elimination of the Assistant City Manager position.
- Human Resources: *Services* - Increased \$31,000 to provide employee health and wellness services.
- Information Services: *Purchased Professional & Technical Services* – Increased \$23,300 due primarily to a facility A/V assessment at the Library. *Transfers* increased \$73,500 due to an increase in licensing costs [\$23,800], additional computer/hardware security needs for the Police Department [\$17,000] and City Hall [\$6,700], and the addition of A/V equipment for the Library [\$26,000].
- Environmental Health: *Services* - Increased \$40,000 to provide funding for a creek flow study of Farmers Branch Creek.
- Street Maintenance: *Repairs & Maintenance* – Increased \$250,200 for a joint roadway project with Dallas County (offset by matching revenue).
- Police (all divisions): *Personnel Services* - As a whole, the Police department decreased \$75,900 due primarily to position vacancies and reduced overtime needs.
- Police Communications: *Services* – Increased \$175,000 for operational start-up costs related to the consolidated dispatch center.
- Swimming Pool: All categories were significantly reduced due to delays in constructing the new aquatic facility. Expenditure reductions total \$379,500 (revenue decreased \$285,700).
- Events: *Events* - Increased \$80,000 due to the addition of a Dallas Symphony Orchestra concert in lieu of Liberty Fest (Liberty Fest was funded in the Hotel/Motel Fund).

Total General Fund Expenditure Increase: \$905,500

Water & Sewer Fund

- Water & Sewer Administration: *Personal Services/Benefits* – Decreased \$37,900 due to a position vacancy.
- Water & Sewer Operations: *Personal Services/Benefits* - Decreased \$86,200 due to position vacancies. *Services* – Decreased \$40,000 due to reduced electric costs at facilities.

Total Water & Sewer Fund Expenditure Decrease: \$164,100

Internal Service Fund

- Facilities Management: Services – Increased \$28,800 due primarily to providing janitorial services for the Manske Library under the new LSSI contract.

Total Internal Service Fund Expenditure Increase: \$62,800

Hotel/Motel Fund

- Historical Preservation – Special Events – Decreased \$344,800 due to changes to Liberty Fest. (Revenue reductions of \$160,000 have also been made in the Hotel/Motel Fund. A Dallas Symphony Orchestra concert has been added to the General Fund with an anticipated \$8,000 in projected revenue and \$80,000 in expenditures. Net difference is \$112,800.)
- Promotion of Tourism – Marketing - Increased \$100,000 due to an increase in hotel transportation incentives.

Total Hotel/Motel Fund Expenditure Decrease: \$233,000

Other Funds:

Special Revenue Funds

All Special Revenue Fund beginning fund balances are updated to reflect 9/30/13 audit figures.

- The Donations Fund increased \$57,500 due to the following:
 1. *Animal Care* – Donation received for animal care expenses totaling \$30,100.
 2. *Citizen Survey* – Biennial donation for citizen survey.
 3. *Fire Prevention* - State funds received for general fire training totaling \$1,000.
 4. *Fire Training* – Donation received for general fire training totaling \$1,500 and budgeting to spend available fund balance of \$2,700 on training initiatives.
 5. *Parks* – Donation received for three fountains totaling \$1,800.
 6. *Police* – State and miscellaneous donations received. Budgeting to spend \$10,400 of the \$13,400 donations received.
- The Grants Fund increased \$5,550 due to new grants, as follows:
 1. *Historical Park General Store* –Grant received for general store supplies totaling \$750.
 2. *Library* – Grant received for mobile project totaling \$4,000.
 3. *Recreation* – Grant received for Halloween in the Park event totaling \$800.
- The Cemetery Fund increased \$400 due to employee benefit selection changes.
- The Legal Fund increased \$580,844 in anticipation of increased legal expenses.

- The Photographic Light System Fund includes an adjustment between *Operating* and *Supplies & Services* classifications to classify the purchase of a traffic preemption system in the appropriate account. Net adjustment is \$0.
- The PEG Access Channel Fund increased \$4,500 to allow for spending available fund balance should the need arise.

Total Special Revenue Funds Revenue Increase: \$648,794

Fixed Asset Fund Budget Planned Purchases

The Year-End Amended Budget Transfers and Year-End Amended Actual Purchases columns are updated to reflect Actual Transfers in 2012-13. The Adopted Budget columns are displayed to more easily identify changes between each period. New columns have been added and reflect both Transfers and Planned Purchases proposed in the mid-year amended budget. Planned Purchases increased \$200,700 to fund the following additions:

- Non-Departmental: Electric Vehicle Charging Stations - \$14,200
- Information Services: Microsoft Enterprise License Cost Increase - \$23,800; Computer Security Equipment (Palo Alto) for Police - \$17,000; City Hall Security Equipment for Access Control - \$6,700; Library A/V Equipment - \$26,000; Project Manager and Travel/Training Costs for OneSolution software \$100,000
- Recreation Center: Additional Security Cameras - \$13,000

Total Fixed Asset Fund Planned Purchases Increase: \$200,700 (General Fund)

DISCUSSION:

Ordinance No. 3277 amends the 2013-14 fiscal year operating and CIP budget to reflect the changes presented during the Mid-Year Budget Review, including expenditure and revenue adjustments made within each operating fund. Approval of this ordinance supports Core Value No. 7, which provides for efficient and fiscally sound government through conservative budgeting spending and resource management.

A copy of the proposed amended budget is available for public review at the Manske Library and on the City's Web site.

RECOMMENDATION:

City Administration recommends the adoption of Ordinance No. 3277 amending the 2013-14 fiscal year operating and capital improvements program budget.

ACTIONS:

1. Motion to adopt Ordinance No. 3277, as presented, amending the City's 2013-14 fiscal year operating budget, amending the capital improvement program budget and directing that City expenditures be made in accordance with the budget as amended.
2. Motion to deny Ordinance No. 3277, as presented, amending the City's 2013-14 fiscal year operating budget, amending the capital improvement program budget and directing that City

expenditures be made in accordance with the budget as amended.

3. Motion to modify Ordinance No. 3277 to meet the needs of the Council.

4. Motion to table the issue for further study or take no action.

ATTACHMENTS:

1. Ordinance No. 3277
2. Proposed 2013-14 Mid-Year Budget

EXHIBIT "A"

2013-14 PROPOSED AMENDED BUDGET

CITY OF FARMERS BRANCH, TEXAS

PROPOSED
AMENDED BUDGET 2013-14

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GENERAL FUND REVENUE SUMMARY

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	PROPOSED AMENDED BUDGET 2013-14	BUDGET VARIANCE
<u>TAXES</u>						
PROPERTY - CURRENT	\$17,700,000	\$17,884,912	\$19,185,000	\$19,185,000	\$19,185,000	\$0
PROPERTY - PRIOR YEAR	100,000	(86,954)	50,000	50,000	50,000	0
SALES & USE TAXES	13,485,000	13,633,133	14,075,000	14,075,000	13,725,000	(350,000)
MIXED BEVERAGE	60,000	56,783	60,000	60,000	60,000	0
FRANCHISE FEES	4,450,000	4,358,324	4,421,000	4,421,000	4,531,000	110,000
PENALTIES & INTEREST	100,000	88,782	150,000	150,000	100,000	(50,000)
SUB-TOTAL	<u>\$35,895,000</u>	<u>\$35,934,980</u>	<u>\$37,941,000</u>	<u>\$37,941,000</u>	<u>\$37,651,000</u>	<u>(\$290,000)</u>
<u>LICENSES & PERMITS</u>						
HEALTH	\$45,000	\$42,185	\$45,000	\$45,000	\$45,000	\$0
BUILDING	670,000	692,595	660,000	660,000	671,000	11,000
PLUMBING	88,000	92,126	75,000	75,000	100,000	25,000
ELECTRICAL	85,000	77,695	85,000	85,000	85,000	0
HVAC	60,000	47,341	60,000	60,000	60,000	0
MULTI-FAMILY INSPECTION	71,000	63,075	100,000	100,000	120,000	20,000
SUB-TOTAL	<u>\$1,019,000</u>	<u>\$1,015,017</u>	<u>\$1,025,000</u>	<u>\$1,025,000</u>	<u>\$1,081,000</u>	<u>\$56,000</u>
<u>INTERGOVERNMENTAL REVENUE</u>						
OTHER GOV'TL ENTITIES	\$111,500	\$111,456	\$0	\$0	\$250,200	\$250,200
SUB-TOTAL	<u>\$111,500</u>	<u>\$111,456</u>	<u>\$0</u>	<u>\$0</u>	<u>\$250,200</u>	<u>\$250,200</u>
<u>CHARGES FOR SERVICES</u>						
ZONING	\$20,000	\$11,235	\$20,000	\$20,000	\$20,000	\$0
PRINTING & DUPLICATING	14,000	10,803	14,000	14,000	12,000	(2,000)
POLICE SERVICES	110,000	99,653	120,000	120,000	120,000	0
EMERGENCY SERVICES	1,240,000	1,248,136	1,360,000	1,360,000	1,360,000	0
REFUSE SERVICES	2,250,000	2,200,513	2,177,100	2,177,100	2,182,000	4,900
HEALTH & INSPECTION FEE	70,000	53,734	70,000	70,000	70,000	0
ANIMAL CONTROL & SHELTER	35,000	33,671	35,000	35,000	35,000	0
SWIMMING POOL FEES	45,000	36,724	311,000	311,000	25,300	(285,700)
SENIOR CENTER FEES	44,000	41,515	44,000	44,000	44,000	0
PARKS & REC CONCESSIONS	195,000	189,332	175,000	175,000	175,000	0
BUILDING USE FEES	500,000	499,621	463,000	463,000	490,000	27,000
ADMISSION/REGS/FEES	120,000	114,819	7,700	7,700	15,700	8,000
SUB-TOTAL	<u>\$4,643,000</u>	<u>\$4,539,756</u>	<u>\$4,796,800</u>	<u>\$4,796,800</u>	<u>\$4,549,000</u>	<u>(\$247,800)</u>
<u>FINES, FORFEITS & ASSESSMENTS</u>						
COURT	\$1,897,000	\$1,947,905	\$2,217,000	\$2,217,000	\$2,217,000	\$0
LIBRARY	160,000	173,792	160,000	160,000	160,000	0
SUB-TOTAL	<u>\$2,057,000</u>	<u>\$2,121,697</u>	<u>\$2,377,000</u>	<u>\$2,377,000</u>	<u>\$2,377,000</u>	<u>\$0</u>

GENERAL FUND REVENUE SUMMARY

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	PROPOSED AMENDED BUDGET 2013-14	BUDGET VARIANCE
<u>INTEREST/RENTS/CONTRIBUTIONS</u>						
INTEREST	\$60,000	\$52,207	\$75,000	\$75,000	\$75,000	\$0
RENTS	554,000	558,933	528,000	528,000	560,000	32,000
SUB-TOTAL	<u>\$614,000</u>	<u>\$611,140</u>	<u>\$603,000</u>	<u>\$603,000</u>	<u>\$635,000</u>	<u>\$32,000</u>
<u>MISCELLANEOUS</u>						
MISCELLANEOUS	\$60,000	\$61,862	\$34,000	\$34,000	\$34,000	\$0
RECYCLING	10,000	6,915	10,000	10,000	10,000	0
SALE OF ASSETS	17,900	16,248	10,000	10,000	10,000	0
INSURANCE RECOVERY	21,500	13,942	21,500	21,500	21,500	0
SUB-TOTAL	<u>\$109,400</u>	<u>\$98,967</u>	<u>\$75,500</u>	<u>\$75,500</u>	<u>\$75,500</u>	<u>\$0</u>
GRAND TOTAL	<u><u>\$44,448,900</u></u>	<u><u>\$44,433,013</u></u>	<u><u>\$46,818,300</u></u>	<u><u>\$46,818,300</u></u>	<u><u>\$46,618,700</u></u>	<u><u>(\$199,600)</u></u>

WATER & SEWER FUND REVENUE SUMMARY

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	PROPOSED AMENDED BUDGET 2013-14	BUDGET VARIANCE
<u>INTEREST</u>						
INTEREST	\$8,000	\$4,720	\$8,000	\$8,000	\$8,000	\$0
SUB-TOTAL	<u>\$8,000</u>	<u>\$4,720</u>	<u>\$8,000</u>	<u>\$8,000</u>	<u>\$8,000</u>	<u>\$0</u>
<u>MISCELLANEOUS</u>						
RECONNECTS/SERVICE CHARGE	\$48,000	\$42,925	\$48,000	\$48,000	\$48,000	\$0
LATE FEES	160,000	136,881	160,000	160,000	175,000	15,000
MISCELLANEOUS	2,800	647	2,800	2,800	2,800	0
SALE OF ASSETS	10,000	2,914	10,000	10,000	10,000	0
SUB-TOTAL	<u>\$220,800</u>	<u>\$183,367</u>	<u>\$220,800</u>	<u>\$220,800</u>	<u>\$235,800</u>	<u>\$15,000</u>
<u>WATER/SEWER SALES</u>						
WATER SALES	\$10,094,400	\$9,920,355	\$12,114,300	\$12,114,300	\$12,114,300	\$0
SEWER SERVICE	4,017,400	4,042,658	4,281,300	4,281,300	4,377,900	96,600
ADDISON SEWER	18,000	15,237	18,000	18,000	18,000	0
TAPPING FEES	11,000	5,562	11,000	11,000	11,000	0
BACKFLOW PROGRAM	25,000	27,160	25,000	25,000	25,000	0
SUB-TOTAL	<u>\$14,165,800</u>	<u>\$14,010,972</u>	<u>\$16,449,600</u>	<u>\$16,449,600</u>	<u>\$16,546,200</u>	<u>\$96,600</u>
 GRAND TOTAL	 <u><u>\$14,394,600</u></u>	 <u><u>\$14,199,059</u></u>	 <u><u>\$16,678,400</u></u>	 <u><u>\$16,678,400</u></u>	 <u><u>\$16,790,000</u></u>	 <u><u>\$111,600</u></u>

INTERNAL SERVICE FUND REVENUE SUMMARY

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	PROPOSED AMENDED BUDGET 2013-14	BUDGET VARIANCE
<u>INTERNAL SERVICE</u>						
FLEET & FACILITIES MGMT	\$2,504,800	\$2,381,022	\$3,987,800	\$3,987,800	\$4,050,600	\$62,800
SUB-TOTAL	<u>\$2,504,800</u>	<u>\$2,381,022</u>	<u>\$3,987,800</u>	<u>\$3,987,800</u>	<u>\$4,050,600</u>	<u>\$62,800</u>
<u>WORKERS' COMPENSATION</u>						
WORKERS' COMPENSATION	\$400,000	\$466,281	\$400,000	\$400,000	\$400,000	\$0
SUB-TOTAL	<u>\$400,000</u>	<u>\$466,281</u>	<u>\$400,000</u>	<u>\$400,000</u>	<u>\$400,000</u>	<u>\$0</u>
<u>HEALTH CLAIMS</u>						
MEDICAL CONTRIBUTIONS	\$4,296,700	\$4,548,283	\$3,796,700	\$3,796,700	\$3,796,700	\$0
SUB-TOTAL	<u>\$4,296,700</u>	<u>\$4,548,283</u>	<u>\$3,796,700</u>	<u>\$3,796,700</u>	<u>\$3,796,700</u>	<u>\$0</u>
GRAND TOTAL	<u><u>\$7,201,500</u></u>	<u><u>\$7,395,586</u></u>	<u><u>\$8,184,500</u></u>	<u><u>\$8,184,500</u></u>	<u><u>\$8,247,300</u></u>	<u><u>\$62,800</u></u>

Year-End Amended 2012-13 & Adopted 2013-14 Internal Service costs reflect accounting for inventory items. The 2013-14 budget also includes moving Building Maintenance costs to the fund.

HOTEL/MOTEL FUND REVENUE SUMMARY

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	PROPOSED AMENDED BUDGET 2013-14	BUDGET VARIANCE
<u>OTHER TAXES</u>						
HOTEL/MOTEL TAX	\$2,250,000	\$2,253,459	\$2,507,000	\$2,507,000	\$2,532,000	\$25,000
SUB-TOTAL	<u>\$2,250,000</u>	<u>\$2,253,459</u>	<u>\$2,507,000</u>	<u>\$2,507,000</u>	<u>\$2,532,000</u>	<u>\$25,000</u>
<u>EVENTS</u>						
REGISTRATION & FEES	\$24,000	\$26,335	\$183,200	\$183,200	\$23,200	(\$160,000)
SUB-TOTAL	<u>\$24,000</u>	<u>\$26,335</u>	<u>\$183,200</u>	<u>\$183,200</u>	<u>\$23,200</u>	<u>(\$160,000)</u>
<u>INTEREST/RENTS/CONTRIBUTIONS</u>						
INTEREST	\$4,000	\$1,892	\$4,000	\$4,000	\$4,000	\$0
RENTS	1,200	200	1,200	1,200	1,200	0
SUB-TOTAL	<u>\$5,200</u>	<u>\$2,092</u>	<u>\$5,200</u>	<u>\$5,200</u>	<u>\$5,200</u>	<u>\$0</u>
<u>SPECIAL REVENUES</u>						
MISCELLANEOUS	\$2,500	\$160	\$2,500	\$2,500	\$2,500	\$0
HISTORICAL PARK RENTALS	15,000	18,016	15,000	15,000	15,000	0
CHRISTMAS TEAS	5,300	5,125	5,300	5,300	5,300	0
SUB-TOTAL	<u>\$22,800</u>	<u>\$23,301</u>	<u>\$22,800</u>	<u>\$22,800</u>	<u>\$22,800</u>	<u>\$0</u>
GRAND TOTAL	<u>\$2,302,000</u>	<u>\$2,305,187</u>	<u>\$2,718,200</u>	<u>\$2,718,200</u>	<u>\$2,583,200</u>	<u>(\$135,000)</u>

**SPECIAL REVENUE FUNDS
REVENUE SUMMARY**

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	PROPOSED AMENDED BUDGET 2013-14	BUDGET VARIANCE
POLICE FORFEITURE FUNDS	\$101,000	\$106,622	\$15,000	\$15,000	\$15,000	\$0
DONATIONS	22,795	21,294	20,100	20,100	79,800	59,700
YOUTH SCHOLARSHIP	1,500	1,582	3,000	3,000	3,000	0
GRANTS	80,813	82,815	155,838	155,838	161,388	5,550
BUILDING SECURITY FUND	36,700	37,742	36,700	36,700	36,700	0
COURT TECHNOLOGY	50,000	50,041	50,000	50,000	50,000	0
LANDFILL CLOSURE/POST-CLOSURE	28,000	23,603	100,000	100,000	100,000	0
STARS CENTER	663,000	663,854	663,000	663,000	663,000	0
CEMETERY	500	1,562	4,000	4,000	4,000	0
LEGAL DEFENSE	400,000	400,100	0	0	0	0
PHOTOGRAPHIC LIGHT SYSTEM	727,650	756,574	553,600	553,600	553,600	0
DANGEROUS STRUCTURES (1)	10,000	6,497	10,000	10,000	10,000	0
PEG ACCESS CHANNEL	61,900	61,396	60,000	60,000	60,000	0
GRAND TOTAL	<u>\$2,183,858</u>	<u>\$2,213,682</u>	<u>\$1,671,238</u>	<u>\$1,671,238</u>	<u>\$1,736,488</u>	<u>\$65,250</u>

(1) The Dangerous Structures Bond was moved from the CIP Fund.

**GENERAL FUND
EXPENDITURE SUMMARY
Summarized by Department**

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	PROPOSED AMENDED BUDGET 2013-14	BUDGET VARIANCE
<u>GENERAL GOVERNMENT</u>						
GENERAL GOVERNMENT	\$136,900	\$118,132	\$125,700	\$125,700	\$206,100	\$80,400
GENERAL CONTRACTS	246,000	246,000	275,000	275,000	275,000	0
LEGAL	575,400	643,501	235,400	235,400	1,230,000	994,600
NON-DEPARTMENTAL	(2,548,800)	(2,800,147)	(811,200)	(811,200)	(1,634,000)	(822,800)
SUB-TOTAL	<u>(\$1,590,500)</u>	<u>(\$1,792,514)</u>	<u>(\$175,100)</u>	<u>(\$175,100)</u>	<u>\$77,100</u>	<u>\$252,200</u>
<u>GENERAL ADMINISTRATION</u>						
GENERAL ADMINISTRATION	\$1,000,700	\$953,787	\$883,200	\$883,200	\$845,400	(\$37,800)
SUB-TOTAL	<u>\$1,000,700</u>	<u>\$953,787</u>	<u>\$883,200</u>	<u>\$883,200</u>	<u>\$845,400</u>	<u>(\$37,800)</u>
<u>COMMUNICATIONS</u>						
COMMUNICATIONS	\$342,900	\$327,430	\$285,000	\$285,000	\$304,400	\$19,400
SUB-TOTAL	<u>\$342,900</u>	<u>\$327,430</u>	<u>\$285,000</u>	<u>\$285,000</u>	<u>\$304,400</u>	<u>\$19,400</u>
<u>ECONOMIC DEVELOPMENT & TOURISM</u>						
ECONOMIC DEVELOPMENT	\$472,600	\$480,039	\$536,400	\$536,400	\$553,700	\$17,300
SUB-TOTAL	<u>\$472,600</u>	<u>\$480,039</u>	<u>\$536,400</u>	<u>\$536,400</u>	<u>\$553,700</u>	<u>\$17,300</u>
<u>HUMAN RESOURCES</u>						
HUMAN RESOURCES	\$568,000	\$508,536	\$722,700	\$722,700	\$761,200	\$38,500
SUB-TOTAL	<u>\$568,000</u>	<u>\$508,536</u>	<u>\$722,700</u>	<u>\$722,700</u>	<u>\$761,200</u>	<u>\$38,500</u>
<u>FINANCE</u>						
FINANCE ADMINISTRATION	\$679,200	\$653,904	\$680,600	\$695,900	\$695,900	\$0
INFORMATION SERVICES	1,602,600	1,543,786	2,088,700	2,181,900	2,278,700	96,800
ACCOUNTING	592,300	590,460	550,800	545,800	545,800	0
PURCHASING	125,400	119,248	122,500	124,500	124,500	0
MUNICIPAL COURT	533,600	508,401	495,100	389,600	389,600	0
SUB-TOTAL	<u>\$3,533,100</u>	<u>\$3,415,799</u>	<u>\$3,937,700</u>	<u>\$3,937,700</u>	<u>\$4,034,500</u>	<u>\$96,800</u>
<u>COMMUNITY SERVICES</u>						
COMMUNITY SERVICES ADMIN.	\$664,800	\$629,800	\$677,000	\$682,000	\$696,800	\$14,800
BUILDING INSPECTION	930,700	912,512	869,500	864,100	881,600	17,500
ENVIRONMENTAL HEALTH	896,600	861,231	921,100	921,500	987,700	66,200
SUB-TOTAL	<u>\$2,492,100</u>	<u>\$2,403,543</u>	<u>\$2,467,600</u>	<u>\$2,467,600</u>	<u>\$2,566,100</u>	<u>\$98,500</u>
<u>PUBLIC WORKS</u>						
PUBLIC WORKS ADMIN.	\$603,500	\$586,876	\$648,300	\$652,700	\$659,300	\$6,600
SOLID WASTE COLLECTION	1,972,400	1,911,484	2,141,800	2,137,200	2,151,500	14,300
STREET MAINTENANCE	3,464,100	3,398,149	3,410,500	3,410,700	3,731,800	321,100
SUB-TOTAL	<u>\$6,040,000</u>	<u>\$5,896,509</u>	<u>\$6,200,600</u>	<u>\$6,200,600</u>	<u>\$6,542,600</u>	<u>\$342,000</u>

**GENERAL FUND
EXPENDITURE SUMMARY
Summarized by Department**

	YEAR-END AMENDED BUDGET 2012-13		ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	PROPOSED AMENDED BUDGET 2013-14	BUDGET VARIANCE
<u>POLICE</u>						
POLICE ADMINISTRATION	\$1,098,400	\$1,088,603	\$1,306,400	\$1,353,000	\$1,344,700	(\$8,300)
POLICE INVESTIGATIONS	1,876,000	1,837,222	1,803,300	1,870,700	1,864,800	(5,900)
POLICE PATROL	5,770,500	5,709,799	5,932,300	5,941,400	5,894,300	(47,100)
POLICE DETENTION	1,006,200	988,446	1,117,100	1,079,700	1,079,700	0
POLICE COMMUNICATIONS	1,757,600	1,684,813	1,920,300	1,843,800	2,004,200	160,400
POLICE TRAINING	268,400	252,814	264,600	255,400	255,400	0
SUB-TOTAL	<u>\$11,777,100</u>	<u>\$11,561,697</u>	<u>\$12,344,000</u>	<u>\$12,344,000</u>	<u>\$12,443,100</u>	<u>\$99,100</u>
<u>FIRE</u>						
FIRE ADMINISTRATION	\$943,500	\$938,672	\$921,500	\$929,400	\$951,300	\$21,900
FIRE PREVENTION	510,200	510,538	504,700	511,000	513,800	2,800
FIRE OPERATIONS	8,151,300	8,165,270	8,584,200	8,570,000	8,690,500	120,500
SUB-TOTAL	<u>\$9,605,000</u>	<u>\$9,614,480</u>	<u>\$10,010,400</u>	<u>\$10,010,400</u>	<u>\$10,155,600</u>	<u>\$145,200</u>
<u>PARKS & RECREATION</u>						
PARKS & RECREATION ADMIN.	\$422,800	\$419,782	\$524,900	\$531,400	\$546,900	\$15,500
BUILDING MAINTENANCE	1,285,100	1,242,835	0	0	0	0
PARK MAINTENANCE	4,723,900	4,576,398	4,393,200	4,393,200	4,485,900	92,700
RECREATION	1,503,700	1,444,073	1,729,300	1,722,700	1,735,700	13,000
SWIMMING POOL	216,500	166,884	508,700	508,700	129,200	(379,500)
SENIOR CENTER	581,100	532,977	681,500	681,500	693,300	11,800
PARK BOARD	4,800	4,155	9,800	9,800	9,800	0
SENIOR ADVISORY BOARD	4,800	3,091	4,800	4,800	4,800	0
EVENTS	660,300	534,999	444,700	444,800	528,500	83,700
SUB-TOTAL	<u>\$9,403,000</u>	<u>\$8,925,194</u>	<u>\$8,296,900</u>	<u>\$8,296,900</u>	<u>\$8,134,100</u>	<u>(\$162,800)</u>
<u>LIBRARY</u>						
LIBRARY	<u>\$1,450,100</u>	<u>\$1,444,087</u>	<u>\$1,603,900</u>	<u>\$1,603,900</u>	<u>\$1,601,000</u>	<u>(\$2,900)</u>
SUB-TOTAL	<u>\$1,450,100</u>	<u>\$1,444,087</u>	<u>\$1,603,900</u>	<u>\$1,603,900</u>	<u>\$1,601,000</u>	<u>(\$2,900)</u>
GRAND TOTAL	<u>\$45,094,100</u>	<u>\$43,738,587</u>	<u>\$47,113,300</u>	<u>\$47,113,300</u>	<u>\$48,018,800</u>	<u>\$905,500</u>

WATER & SEWER FUND EXPENDITURE SUMMARY

	YEAR-END AMENDED		ADOPTED	ADJUSTED	PROPOSED AMENDED	
	BUDGET	ACTUAL	BUDGET	BUDGET	BUDGET	BUDGET
	2012-13	2012-13	2013-14	2013-14	2013-14	VARIANCE
<u>WATER & SEWER</u>						
ADMINISTRATION	\$3,426,100	\$3,355,303	\$3,802,600	\$3,789,800	\$3,751,900	(\$37,900)
OPERATIONS	12,058,600	11,785,342	13,155,400	13,168,200	13,042,000	(126,200)
SUB-TOTAL	<u>\$15,484,700</u>	<u>\$15,140,645</u>	<u>\$16,958,000</u>	<u>\$16,958,000</u>	<u>\$16,793,900</u>	<u>(\$164,100)</u>
GRAND TOTAL	<u><u>\$15,484,700</u></u>	<u><u>\$15,140,645</u></u>	<u><u>\$16,958,000</u></u>	<u><u>\$16,958,000</u></u>	<u><u>\$16,793,900</u></u>	<u><u>(\$164,100)</u></u>

INTERNAL SERVICE FUND EXPENDITURE SUMMARY

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	PROPOSED AMENDED BUDGET 2013-14	BUDGET VARIANCE
<u>FLEET & FACILITIES MANAGEMENT</u>						
FACILITIES MANAGEMENT	\$0	\$0	\$1,509,400	\$1,512,600	\$1,564,200	\$51,600
FLEET MANAGEMENT	2,504,800	2,380,898	2,478,400	2,475,200	2,486,400	11,200
SUB-TOTAL	<u>\$2,504,800</u>	<u>\$2,380,898</u>	<u>\$3,987,800</u>	<u>\$3,987,800</u>	<u>\$4,050,600</u>	<u>\$62,800</u>
<u>WORKERS' COMPENSATION</u>						
WORKERS' COMPENSATION	\$400,000	\$624,662	\$400,000	\$400,000	\$400,000	\$0
SUB-TOTAL	<u>\$400,000</u>	<u>\$624,662</u>	<u>\$400,000</u>	<u>\$400,000</u>	<u>\$400,000</u>	<u>\$0</u>
<u>HEALTH CLAIMS</u>						
HEALTH CLAIMS	\$4,296,700	\$4,548,285	\$3,796,700	\$3,796,700	\$3,796,700	\$0
SUB-TOTAL	<u>\$4,296,700</u>	<u>\$4,548,285</u>	<u>\$3,796,700</u>	<u>\$3,796,700</u>	<u>\$3,796,700</u>	<u>\$0</u>
GRAND TOTAL	<u><u>\$7,201,500</u></u>	<u><u>\$7,553,845</u></u>	<u><u>\$8,184,500</u></u>	<u><u>\$8,184,500</u></u>	<u><u>\$8,247,300</u></u>	<u><u>\$62,800</u></u>

Year-End Amended 2012-13 & Adopted 2013-14 Internal Service costs reflect accounting for inventory items. The 2013-14 budget also includes moving Building Maintenance costs to the fund.

HOTEL/MOTEL FUND EXPENDITURE SUMMARY

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	PROPOSED AMENDED BUDGET 2013-14	BUDGET VARIANCE
<u>HISTORICAL PRESERVATION/SPECIAL EVENTS</u>						
PARK & SPECIAL EVENTS	\$896,400	\$860,132	\$1,394,700	\$1,394,700	\$1,058,400	(\$336,300)
HISTORICAL BOARD	300	238	3,300	3,300	3,300	0
SUB-TOTAL	<u>\$896,700</u>	<u>\$860,370</u>	<u>\$1,398,000</u>	<u>\$1,398,000</u>	<u>\$1,061,700</u>	<u>(\$336,300)</u>
<u>ECONOMIC DEVELOPMENT & TOURISM</u>						
STAFF SUPPORT OF TOURISM	\$419,600	\$416,808	\$400,600	\$403,000	\$406,300	\$3,300
SUB-TOTAL	<u>\$419,600</u>	<u>\$416,808</u>	<u>\$400,600</u>	<u>\$403,000</u>	<u>\$406,300</u>	<u>\$3,300</u>
MARKETING	\$549,500	\$357,062	\$615,300	\$612,900	\$712,900	\$100,000
SUB-TOTAL	<u>\$549,500</u>	<u>\$357,062</u>	<u>\$615,300</u>	<u>\$612,900</u>	<u>\$712,900</u>	<u>\$100,000</u>
TOTAL	<u>\$969,100</u>	<u>\$773,870</u>	<u>\$1,015,900</u>	<u>\$1,015,900</u>	<u>\$1,119,200</u>	<u>\$103,300</u>
<u>CONVENTION CENTER</u>						
CONVENTION	\$454,500	\$451,482	\$476,600	\$476,600	\$476,600	\$0
SUB-TOTAL	<u>\$454,500</u>	<u>\$451,482</u>	<u>\$476,600</u>	<u>\$476,600</u>	<u>\$476,600</u>	<u>\$0</u>
GRAND TOTAL	<u><u>\$2,320,300</u></u>	<u><u>\$2,085,722</u></u>	<u><u>\$2,890,500</u></u>	<u><u>\$2,890,500</u></u>	<u><u>\$2,657,500</u></u>	<u><u>(\$233,000)</u></u>

**SPECIAL REVENUE FUNDS
EXPENDITURE SUMMARY**

	YEAR-END		ADOPTED	ADJUSTED	PROPOSED	BUDGET
	AMENDED					
	BUDGET	ACTUAL				
	2012-13	2012-13	2013-14	2013-14	2013-14	VARIANCE
POLICE FORFEITURE FUNDS	\$122,000	\$77,108	\$136,000	\$136,000	\$136,000	\$0
DONATIONS	31,174	20,167	47,047	47,047	104,547	57,500
YOUTH SCHOLARSHIP	6,940	6,940	6,000	6,000	6,000	0
GRANTS	80,813	82,815	155,838	155,838	161,388	5,550
BUILDING SECURITY FUND	163,500	142,380	36,600	36,600	36,600	0
COURT TECHNOLOGY	217,200	203,858	55,600	55,600	55,600	0
LANDFILL CLOSURE/POST-CLOSURE	684,800	569,064	1,858,200	1,858,200	1,858,200	0
STARS CENTER	604,800	604,800	602,200	602,200	602,200	0
CEMETERY	26,700	24,918	26,400	26,400	26,800	400
LEGAL DEFENSE	0	19,295	0	0	580,844	580,844
PHOTOGRAPHIC LIGHT SYSTEM	689,200	651,893	629,100	629,100	629,100	0
DANGEROUS STRUCTURES (1)	760,700	502,109	425,000	425,000	425,000	0
PEG ACCESS CHANNEL	100,000	97,236	100,000	100,000	104,500	4,500
GRAND TOTAL	\$3,487,827	\$3,002,583	\$4,077,985	\$4,077,985	\$4,726,779	\$648,794

(1) The Dangerous Structures Bond was moved from the CIP Fund.

**GENERAL FUND
EXPENDITURE SUMMARY**
Summarized by Type of Expenditure

EXPENDITURES BY TYPE	YEAR-END AMENDED				ADOPTED		ADJUSTED		PROPOSED AMENDED	
	BUDGET		ACTUAL		BUDGET		BUDGET		BUDGET	
	2012-13		2012-13		2013-14		2013-14		2013-14	
	Amount	Percent	Amount	Percent	Amount	Percent	Amount	Percent	Amount	Percent
Personal Services/Benefits										
Full-Time	\$ 21,695,600	48.11%	\$ 21,585,684	49.35%	\$ 21,743,500	46.15%	\$ 21,636,700	45.92%	\$ 21,699,400	45.19%
Part-Time	892,000	1.98%	812,396	1.86%	966,400	2.05%	997,500	2.12%	811,500	1.69%
Overtime	932,200	2.07%	750,843	1.72%	990,400	2.10%	948,200	2.01%	869,500	1.81%
Life & Health	3,010,600	6.68%	3,217,899	7.36%	2,677,200	5.68%	2,769,700	5.88%	2,943,500	6.13%
TMRS	4,549,400	10.09%	4,502,729	10.29%	4,600,600	9.76%	4,537,700	9.63%	4,538,000	9.45%
Medicare	310,600	0.69%	300,424	0.69%	309,100	0.66%	313,000	0.66%	310,200	0.65%
Workers' Compensation	275,300	0.61%	346,476	0.79%	272,000	0.58%	272,000	0.58%	272,000	0.57%
Car Allowance	74,300	0.16%	72,500	0.17%	84,400	0.18%	79,900	0.17%	79,900	0.17%
Transfers (Personnel Related)	(1,386,500)	-3.07%	(1,492,200)	-3.41%	(1,408,400)	-2.99%	(1,408,400)	-2.99%	(1,408,400)	-2.93%
<i>Subtotal</i>	<u>\$ 30,353,500</u>	<u>67.31%</u>	<u>\$ 30,096,751</u>	<u>68.81%</u>	<u>\$ 30,235,200</u>	<u>64.18%</u>	<u>\$ 30,146,300</u>	<u>63.99%</u>	<u>\$ 30,115,600</u>	<u>62.72%</u>
Purch Prof & Tech Services	3,174,600	7.04%	\$ 3,189,755	7.29%	\$ 2,977,900	6.32%	\$ 2,942,300	6.25%	\$ 3,968,200	8.26%
Supplies	2,039,700	4.52%	1,754,085	4.01%	1,933,500	4.10%	1,951,700	4.14%	1,937,000	4.03%
Repairs & Maintenance	4,221,300	9.36%	4,022,099	9.20%	5,636,300	11.96%	5,677,500	12.05%	5,905,100	12.30%
Services	3,829,200	8.49%	3,476,107	7.95%	3,753,800	7.97%	3,806,400	8.08%	4,123,100	8.59%
Production & Disposal	222,400	0.49%	217,338	0.50%	252,400	0.54%	252,400	0.54%	252,400	0.53%
Contracts	246,000	0.55%	246,000	0.56%	275,000	0.58%	275,000	0.58%	275,000	0.57%
Events	652,100	1.45%	526,799	1.20%	296,300	0.63%	296,300	0.63%	376,300	0.78%
Other Objects	898,700	1.99%	647,353	1.48%	1,771,200	3.76%	1,783,700	3.79%	833,700	1.74%
Transfers	(543,400)	-1.21%	(437,700)	-1.00%	(18,300)	-0.04%	(18,300)	-0.04%	232,400	0.48%
<i>Total Appropriations</i>	<u>\$ 45,094,100</u>	<u>100.00%</u>	<u>\$ 43,738,587</u>	<u>100.00%</u>	<u>\$ 47,113,300</u>	<u>100.00%</u>	<u>\$ 47,113,300</u>	<u>100.00%</u>	<u>\$ 48,018,800</u>	<u>100.00%</u>

SUMMARY BUDGET CATEGORIES General Fund

	YEAR-END AMENDED BUDGET 2012-13		ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	ACTUAL Y-T-D 12/31/13	Y-T-D %	PROPOSED AMENDED BUDGET 2013-14
GENERAL GOVERNMENT								
<i>Supplies</i>	\$14,500	\$11,245	\$11,500	\$11,500	\$715	6.22%	\$11,500	
<i>Services</i>	122,400	106,887	114,200	114,200	36,652	32.09%	194,600	
Total Budget	\$136,900	\$118,132	\$125,700	\$125,700	\$37,367	29.73%	\$206,100	
GENERAL CONTRACTS								
<i>Contracts</i>	\$246,000	\$246,000	\$275,000	\$275,000	\$75,000	27.27%	\$275,000	
Total Budget	\$246,000	\$246,000	\$275,000	\$275,000	\$75,000	27.27%	\$275,000	
LEGAL								
<i>Purchased Prof & Tech Services</i>	\$575,400	\$643,501	\$235,400	\$235,400	\$40,945	17.39%	\$1,230,000	
Total Budget	\$575,400	\$643,501	\$235,400	\$235,400	\$40,945	17.39%	\$1,230,000	
Note: Approximately \$100,000 of legal services is for prosecutor costs.								
NON-DEPARTMENTAL								
<i>Repairs & Maintenance</i>	\$0	\$0	\$490,800	\$496,300	\$122,700	24.72%	\$496,300	
<i>Services</i>	0	0	224,300	206,300	22,564	10.94%	169,300	
<i>Other Objects</i>	898,700	647,353	1,771,200	1,783,700	224,808	12.60%	833,700	
<i>Transfers</i>	(3,447,500)	(3,447,500)	(3,297,500)	(3,297,500)	(797,691)	24.19%	(3,133,300)	
Total Budget	(\$2,548,800)	(\$2,800,147)	(\$811,200)	(\$811,200)	(\$427,619)	52.71%	(\$1,634,000)	
GENERAL ADMINISTRATION								
<i>Personal Services/Benefits</i>	\$706,100	\$682,929	\$670,400	\$650,000	\$132,320	20.36%	\$612,200	
<i>Purchased Prof & Tech Services</i>	58,000	48,695	0	0	0	0.00%	0	
<i>Supplies</i>	16,500	16,264	10,600	20,600	6,801	33.01%	20,600	
<i>Repairs & Maintenance</i>	14,700	10,213	14,700	14,700	14,160	96.33%	14,700	
<i>Services</i>	184,500	174,786	179,500	189,900	18,441	9.71%	189,900	
<i>Transfers</i>	20,900	20,900	8,000	8,000	1,998	24.98%	8,000	
Total Budget	\$1,000,700	\$953,787	\$883,200	\$883,200	\$173,720	19.67%	\$845,400	
COMMUNICATIONS								
<i>Personal Services/Benefits</i>	\$196,900	\$198,341	\$196,800	\$196,800	\$49,858	25.33%	\$205,200	
<i>Purchased Prof & Tech Services</i>	25,000	17,946	25,000	25,000	5,340	21.36%	33,000	
<i>Supplies</i>	11,500	11,028	12,100	12,100	2,634	21.77%	12,100	
<i>Repairs & Maintenance</i>	20,400	18,004	20,400	20,400	19,126	93.75%	23,400	
<i>Services</i>	33,100	26,111	30,700	30,700	5,481	17.85%	30,700	
<i>Transfers</i>	56,000	56,000	0	0	0	0.00%	0	
Total Budget	\$342,900	\$327,430	\$285,000	\$285,000	\$82,439	28.93%	\$304,400	

SUMMARY BUDGET CATEGORIES General Fund

	YEAR-END AMENDED BUDGET 2012-13		ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	ACTUAL Y-T-D 12/31/13	Y-T-D %	PROPOSED AMENDED BUDGET 2013-14
ECONOMIC DEVELOPMENT								
<i>Personal Services/Benefits</i>	\$354,500	\$370,084	\$368,100	\$368,100	\$93,629	25.44%	\$385,400	
<i>Purchased Prof & Tech Services</i>	3,300	3,446	7,300	6,600	1,213	18.38%	6,600	
<i>Supplies</i>	18,300	16,966	19,300	20,000	3,557	17.79%	20,000	
<i>Services</i>	96,500	89,543	141,700	141,700	11,101	7.83%	141,700	
Total Budget	\$472,600	\$480,039	\$536,400	\$536,400	\$109,500	20.41%	\$553,700	
HUMAN RESOURCES								
<i>Personal Services/Benefits</i>	\$429,400	\$413,921	\$580,100	\$552,600	\$90,481	16.37%	\$560,100	
<i>Purchased Prof & Tech Services</i>	15,500	12,565	5,000	30,000	9,638	32.13%	30,000	
<i>Supplies</i>	36,500	15,568	30,100	30,100	5,665	18.82%	30,100	
<i>Repairs & Maintenance</i>	19,200	17,536	19,200	19,200	0	0.00%	19,200	
<i>Services</i>	67,400	48,946	88,300	90,800	7,882	8.68%	121,800	
Total Budget	\$568,000	\$508,536	\$722,700	\$722,700	\$113,666	15.73%	\$761,200	
FINANCE ADMINISTRATION								
<i>Personal Services/Benefits</i>	\$403,900	\$405,517	\$404,000	\$419,300	\$102,372	24.41%	\$419,300	
<i>Purchased Prof & Tech Services</i>	236,000	222,909	237,300	237,300	95,686	40.32%	237,300	
<i>Supplies</i>	15,800	7,310	17,300	17,300	1,990	11.50%	17,300	
<i>Services</i>	23,500	18,168	22,000	22,000	3,256	14.80%	22,000	
Total Budget	\$679,200	\$653,904	\$680,600	\$695,900	\$203,304	29.21%	\$695,900	
INFORMATION SERVICES								
<i>Personal Services/Benefits</i>	\$784,300	\$763,032	\$792,100	\$851,000	\$182,882	21.49%	\$851,000	
<i>Purchased Prof & Tech Services</i>	215,700	213,486	130,400	176,700	41,753	23.63%	200,000	
<i>Supplies</i>	187,600	183,193	239,200	239,200	72,580	30.34%	239,200	
<i>Repairs & Maintenance</i>	279,800	256,958	322,700	310,700	122,994	39.59%	310,700	
<i>Services</i>	62,100	54,017	69,300	69,300	5,482	7.91%	69,300	
<i>Transfers</i>	73,100	73,100	535,000	535,000	133,749	25.00%	608,500	
Total Budget	\$1,602,600	\$1,543,786	\$2,088,700	\$2,181,900	\$559,440	25.64%	\$2,278,700	
ACCOUNTING								
<i>Personal Services/Benefits</i>	\$504,300	\$507,760	\$496,600	\$491,600	\$113,936	23.18%	\$491,600	
<i>Supplies</i>	15,000	12,789	15,000	15,000	3,601	24.01%	15,000	
<i>Repairs & Maintenance</i>	1,200	0	1,200	1,200	0	0.00%	1,200	
<i>Services</i>	71,800	69,911	38,000	38,000	11,436	30.09%	38,000	
Total Budget	\$592,300	\$590,460	\$550,800	\$545,800	\$128,973	23.63%	\$545,800	

SUMMARY BUDGET CATEGORIES General Fund

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	ACTUAL Y-T-D 12/31/13	Y-T-D %	PROPOSED AMENDED BUDGET 2013-14
PURCHASING							
<i>Personal Services/Benefits</i>	\$109,900	\$110,340	\$110,900	\$112,900	\$27,681	24.52%	\$112,900
<i>Supplies</i>	6,200	4,466	2,300	2,300	80	3.48%	2,300
<i>Services</i>	9,300	4,442	9,300	9,300	2,047	22.01%	9,300
Total Budget	\$125,400	\$119,248	\$122,500	\$124,500	\$29,808	23.94%	\$124,500
MUNICIPAL COURT							
<i>Personal Services/Benefits</i>	\$471,900	\$461,649	\$461,400	\$363,900	\$87,612	24.08%	\$363,900
<i>Purchased Prof & Tech Services</i>	5,000	1,345	5,000	2,700	(108)	4.00%	2,700
<i>Supplies</i>	28,700	20,879	22,700	16,600	2,643	15.92%	16,600
<i>Repairs & Maintenance</i>	22,000	20,143	0	0	0	0.00%	0
<i>Services</i>	6,000	4,385	6,000	6,400	1,835	28.67%	6,400
Total Budget	\$533,600	\$508,401	\$495,100	\$389,600	\$91,982	23.61%	\$389,600
COMMUNITY SERVICES ADMIN.							
<i>Personal Services/Benefits</i>	\$566,800	\$573,954	\$579,900	\$589,900	\$146,141	24.77%	\$604,700
<i>Supplies</i>	21,200	15,848	13,300	13,300	3,700	27.82%	13,300
<i>Repairs & Maintenance</i>	2,100	1,023	2,100	2,100	51	2.43%	2,100
<i>Services</i>	74,700	38,975	81,700	76,700	6,199	8.08%	76,700
Total Budget	\$664,800	\$629,800	\$677,000	\$682,000	\$156,091	22.89%	\$696,800
BUILDING INSPECTION							
<i>Personal Services/Benefits</i>	\$760,300	\$766,245	\$732,100	\$731,700	\$189,869	25.95%	\$749,200
<i>Supplies</i>	28,700	22,821	24,200	24,200	3,586	14.82%	24,200
<i>Repairs & Maintenance</i>	16,500	14,665	25,200	25,200	3,011	11.95%	25,200
<i>Services</i>	83,600	67,181	88,000	83,000	9,509	11.46%	83,000
<i>Transfers</i>	41,600	41,600	0	0	0	0.00%	0
Total Budget	\$930,700	\$912,512	\$869,500	\$864,100	\$205,975	23.84%	\$881,600
ENVIRONMENTAL HEALTH							
<i>Personal Services/Benefits</i>	\$646,900	\$641,072	\$643,500	\$640,500	\$157,654	24.61%	\$662,700
<i>Supplies</i>	41,200	37,833	41,600	41,600	5,988	14.39%	45,600
<i>Repairs & Maintenance</i>	36,300	33,205	49,500	50,400	11,038	21.90%	50,400
<i>Services</i>	172,200	149,121	186,500	189,000	24,788	13.12%	229,000
Total Budget	\$896,600	\$861,231	\$921,100	\$921,500	\$199,468	21.65%	\$987,700

SUMMARY BUDGET CATEGORIES General Fund

	YEAR-END AMENDED BUDGET 2012-13		ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	ACTUAL Y-T-D 12/31/13	Y-T-D %	PROPOSED AMENDED BUDGET 2013-14
PUBLIC WORKS ADMINISTRATION							
<i>Personal Services/Benefits</i>	\$552,300	\$549,352	\$596,200	\$600,600	\$150,675	25.09%	\$607,200
<i>Supplies</i>	9,400	7,372	9,200	9,200	1,318	14.33%	9,200
<i>Repairs & Maintenance</i>	5,300	3,332	4,100	4,100	212	5.17%	4,100
<i>Services</i>	31,100	21,420	33,500	33,500	4,841	14.45%	33,500
<i>Transfers</i>	5,400	5,400	5,300	5,300	1,323	24.96%	5,300
Total Budget	\$603,500	\$586,876	\$648,300	\$652,700	\$158,369	24.26%	\$659,300
SOLID WASTE COLLECTION							
<i>Personal Services/Benefits</i>	\$457,500	\$455,410	\$516,600	\$512,000	\$114,319	22.33%	\$526,300
<i>Purchased Prof & Tech Services</i>	823,800	812,485	1,004,700	1,004,700	768,050	76.45%	1,004,700
<i>Supplies</i>	91,100	77,567	111,600	111,600	36,824	33.00%	111,600
<i>Repairs & Maintenance</i>	162,400	144,174	200,200	200,200	46,021	22.99%	200,200
<i>Services</i>	41,200	30,510	56,300	56,300	7,170	12.74%	56,300
<i>Production & Disposal</i>	222,400	217,338	252,400	252,400	3,064	1.21%	252,400
<i>Transfers</i>	174,000	174,000	0	0	0	0.00%	0
Total Budget	\$1,972,400	\$1,911,484	\$2,141,800	\$2,137,200	\$975,448	45.64%	\$2,151,500
STREET MAINTENANCE							
<i>Personal Services/Benefits</i>	\$1,185,700	\$1,179,151	\$1,180,500	\$1,180,700	\$300,359	25.44%	\$1,231,600
<i>Supplies</i>	84,000	76,107	68,300	68,300	14,631	21.42%	68,300
<i>Repairs & Maintenance</i>	1,591,200	1,547,836	1,604,700	1,604,700	354,803	22.11%	1,854,900
<i>Services</i>	541,700	533,555	547,000	547,000	91,914	16.80%	567,000
<i>Transfers</i>	61,500	61,500	10,000	10,000	2,499	24.99%	10,000
Total Budget	\$3,464,100	\$3,398,149	\$3,410,500	\$3,410,700	\$764,206	22.41%	\$3,731,800
POLICE ADMINISTRATION							
<i>Personal Services/Benefits</i>	\$835,000	\$837,369	\$818,100	\$855,800	\$201,364	23.53%	\$847,500
<i>Supplies</i>	49,100	43,800	49,100	49,900	12,896	25.84%	49,900
<i>Repairs & Maintenance</i>	51,500	50,658	212,800	217,400	63,350	29.14%	217,400
<i>Services</i>	162,800	156,776	163,400	166,900	52,582	31.51%	166,900
<i>Transfers</i>	0	0	63,000	63,000	15,750	25.00%	63,000
Total Budget	\$1,098,400	\$1,088,603	\$1,306,400	\$1,353,000	\$345,942	25.57%	\$1,344,700
POLICE INVESTIGATIONS							
<i>Personal Services/Benefits</i>	\$1,762,800	\$1,756,601	\$1,691,900	\$1,759,300	\$366,172	20.81%	\$1,753,400
<i>Supplies</i>	53,200	38,721	49,400	49,400	15,490	31.36%	49,400
<i>Repairs & Maintenance</i>	39,400	30,608	41,400	41,400	6,701	16.19%	41,400
<i>Services</i>	20,600	11,292	20,600	20,600	6,714	32.59%	20,600
Total Budget	\$1,876,000	\$1,837,222	\$1,803,300	\$1,870,700	\$395,077	21.12%	\$1,864,800

SUMMARY BUDGET CATEGORIES General Fund

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	ACTUAL Y-T-D 12/31/13	Y-T-D %	PROPOSED AMENDED BUDGET 2013-14
POLICE PATROL							
<i>Personal Services/Benefits</i>	\$5,136,500	\$5,137,577	\$5,105,600	\$5,107,500	\$1,299,196	25.44%	\$5,060,400
<i>Supplies</i>	305,800	249,801	285,000	289,600	48,129	16.62%	289,600
<i>Repairs & Maintenance</i>	279,200	278,368	351,600	354,200	60,481	17.08%	354,200
<i>Services</i>	22,000	17,053	30,100	30,100	7,959	26.44%	30,100
<i>Transfers</i>	27,000	27,000	160,000	160,000	39,999	25.00%	160,000
Total Budget	\$5,770,500	\$5,709,799	\$5,932,300	\$5,941,400	\$1,455,764	24.50%	\$5,894,300
POLICE DETENTION							
<i>Personal Services/Benefits</i>	\$977,600	\$963,933	\$1,061,000	\$1,023,600	\$223,207	21.81%	\$1,023,600
<i>Supplies</i>	17,800	16,457	15,300	15,300	2,187	14.29%	15,300
<i>Repairs & Maintenance</i>	7,600	7,403	7,600	7,600	4,888	64.32%	7,600
<i>Services</i>	3,200	653	3,200	3,200	1,775	55.47%	3,200
<i>Transfers</i>	0	0	30,000	30,000	7,500	25.00%	30,000
Total Budget	\$1,006,200	\$988,446	\$1,117,100	\$1,079,700	\$239,557	22.19%	\$1,079,700
POLICE COMMUNICATIONS							
<i>Personal Services/Benefits</i>	\$1,206,500	\$1,155,107	\$1,240,100	\$1,162,100	\$250,213	21.53%	\$1,147,500
<i>Supplies</i>	2,100	1,990	1,100	1,100	26	2.36%	1,100
<i>Repairs & Maintenance</i>	323,500	304,778	332,500	332,500	264,699	79.61%	332,500
<i>Services</i>	195,500	192,938	253,600	255,100	48,487	19.01%	430,100
<i>Transfers</i>	30,000	30,000	93,000	93,000	23,250	25.00%	93,000
Total Budget	\$1,757,600	\$1,684,813	\$1,920,300	\$1,843,800	\$586,675	31.82%	\$2,004,200
POLICE TRAINING							
<i>Personal Services/Benefits</i>	\$264,000	\$250,572	\$260,200	\$251,000	\$60,082	23.94%	\$251,000
<i>Supplies</i>	500	0	500	500	0	0.00%	500
<i>Services</i>	3,900	2,242	3,900	3,900	694	17.79%	3,900
Total Budget	\$268,400	\$252,814	\$264,600	\$255,400	\$60,776	23.80%	\$255,400
FIRE ADMINISTRATION							
<i>Personal Services/Benefits</i>	\$773,400	\$774,356	\$640,100	\$645,200	\$161,649	25.05%	\$660,400
<i>Supplies</i>	42,700	39,484	37,400	37,400	13,853	37.04%	37,400
<i>Repairs & Maintenance</i>	72,100	70,191	186,000	186,800	66,686	35.70%	193,500
<i>Services</i>	55,300	54,641	58,000	60,000	24,378	40.63%	60,000
Total Budget	\$943,500	\$938,672	\$921,500	\$929,400	\$266,566	28.68%	\$951,300

SUMMARY BUDGET CATEGORIES General Fund

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	ACTUAL Y-T-D 12/31/13	Y-T-D %	PROPOSED AMENDED BUDGET 2013-14
FIRE PREVENTION							
<i>Personal Services/Benefits</i>	\$480,700	\$481,373	\$476,200	\$482,500	\$119,457	24.76%	\$485,300
<i>Supplies</i>	19,500	19,415	16,500	16,500	2,575	15.61%	16,500
<i>Services</i>	10,000	9,750	12,000	12,000	4,400	36.67%	12,000
Total Budget	\$510,200	\$510,538	\$504,700	\$511,000	\$126,432	24.74%	\$513,800
FIRE OPERATIONS							
<i>Personal Services/Benefits</i>	\$7,205,900	\$7,250,557	\$7,208,600	\$7,192,100	\$1,806,281	25.11%	\$7,312,600
<i>Supplies</i>	266,900	259,086	250,900	250,900	69,286	27.61%	250,900
<i>Repairs & Maintenance</i>	311,200	295,601	332,600	334,900	54,806	16.36%	334,900
<i>Services</i>	132,100	124,826	147,100	147,100	44,135	30.00%	147,100
<i>Transfers</i>	235,200	235,200	645,000	645,000	161,250	25.00%	645,000
Total Budget	\$8,151,300	\$8,165,270	\$8,584,200	\$8,570,000	\$2,135,758	24.92%	\$8,690,500
PARKS & RECREATION ADMIN.							
<i>Personal Services/Benefits</i>	\$365,500	\$367,744	\$467,500	\$474,000	\$120,509	25.42%	\$489,500
<i>Supplies</i>	15,900	13,555	15,700	15,700	3,301	21.03%	15,700
<i>Repairs & Maintenance</i>	3,600	3,373	3,900	3,900	732	18.77%	3,900
<i>Services</i>	37,800	35,110	37,800	37,800	9,317	24.65%	37,800
Total Budget	\$422,800	\$419,782	\$524,900	\$531,400	\$133,859	25.19%	\$546,900
BUILDING MAINTENANCE							
<i>Personal Services/Benefits</i>	\$487,100	\$484,540	\$0	\$0	\$0	0.00%	\$0
<i>Supplies</i>	9,700	9,057	0	0	0	0.00%	0
<i>Repairs & Maintenance</i>	134,900	134,341	0	0	0	0.00%	0
<i>Services</i>	517,400	478,897	0	0	0	0.00%	0
<i>Transfers</i>	136,000	136,000	0	0	0	0.00%	0
Total Budget	\$1,285,100	\$1,242,835	\$0	\$0	\$0	0.00%	\$0
PARK MAINTENANCE							
<i>Personal Services/Benefits</i>	\$2,633,200	\$2,621,127	\$2,613,800	\$2,613,800	\$677,467	25.92%	\$2,686,000
<i>Purchased Prof & Tech Services</i>	52,500	49,017	76,100	76,100	1,458	1.92%	76,100
<i>Supplies</i>	355,400	280,099	319,500	319,500	37,300	11.67%	319,500
<i>Repairs & Maintenance</i>	670,900	635,195	755,100	755,100	200,261	26.52%	755,600
<i>Services</i>	573,200	552,260	578,700	578,700	89,044	15.39%	598,700
<i>Transfers</i>	438,700	438,700	50,000	50,000	12,498	25.00%	50,000
Total Budget	\$4,723,900	\$4,576,398	\$4,393,200	\$4,393,200	\$1,018,028	23.17%	\$4,485,900

SUMMARY BUDGET CATEGORIES General Fund

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	ACTUAL Y-T-D 12/31/13	Y-T-D %	PROPOSED AMENDED BUDGET 2013-14
RECREATION							
<i>Personal Services/Benefits</i>	\$1,005,300	\$967,128	\$881,800	\$871,800	\$173,950	19.95%	\$871,800
<i>Supplies</i>	125,300	115,780	116,800	119,900	27,206	22.69%	119,900
<i>Repairs & Maintenance</i>	73,700	73,455	371,100	376,400	96,255	25.57%	376,400
<i>Services</i>	299,400	287,710	304,600	299,600	63,433	21.17%	299,600
<i>Transfers</i>	0	0	55,000	55,000	13,749	25.00%	68,000
Total Budget	\$1,503,700	\$1,444,073	\$1,729,300	\$1,722,700	\$374,593	21.74%	\$1,735,700
SWIMMING POOL							
<i>Personal Services/Benefits</i>	\$113,300	\$98,351	\$361,300	\$361,300	\$654	0.18%	\$45,600
<i>Supplies</i>	24,000	16,315	26,000	26,000	80	0.31%	7,300
<i>Repairs & Maintenance</i>	33,000	25,405	36,600	36,600	2,056	5.62%	1,300
<i>Services</i>	46,200	26,813	84,800	84,800	151	0.18%	75,000
Total Budget	\$216,500	\$166,884	\$508,700	\$508,700	\$2,941	0.58%	\$129,200
SENIOR CENTER							
<i>Personal Services/Benefits</i>	\$362,500	\$363,859	\$358,500	\$363,500	\$90,347	24.85%	\$373,000
<i>Supplies</i>	80,100	68,487	77,700	77,700	14,402	18.54%	77,700
<i>Repairs & Maintenance</i>	36,300	34,550	132,100	132,100	29,992	22.70%	134,400
<i>Services</i>	102,200	66,081	106,700	101,700	11,016	10.83%	101,700
<i>Transfers</i>	0	0	6,500	6,500	1,623	24.97%	6,500
Total Budget	\$581,100	\$532,977	\$681,500	\$681,500	\$147,380	21.63%	\$693,300
PARK BOARD							
<i>Services</i>	\$4,800	\$4,155	\$9,800	\$9,800	\$1,753	17.89%	\$9,800
Total Budget	\$4,800	\$4,155	\$9,800	\$9,800	\$1,753	17.89%	\$9,800
SENIOR ADVISORY BOARD							
<i>Services</i>	\$4,800	\$3,091	\$4,800	\$4,800	\$806	16.79%	\$4,800
Total Budget	\$4,800	\$3,091	\$4,800	\$4,800	\$806	16.79%	\$4,800

SUMMARY BUDGET CATEGORIES
General Fund

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	ACTUAL Y-T-D 12/31/13	Y-T-D %	PROPOSED AMENDED BUDGET 2013-14
EVENTS							
<i>Personal Services/Benefits</i>	\$0	\$0	\$129,700	\$129,600	\$32,758	25.28%	\$133,100
<i>Repairs & Maintenance</i>	0	0	17,200	17,400	4,299	24.71%	17,600
<i>Services</i>	0	0	1,500	1,500	200	13.33%	1,500
<i>Events</i>	652,100	526,799	296,300	296,300	170,076	57.40%	376,300
<i>Transfers</i>	8,200	8,200	0	0	0	0.00%	0
Total Budget	<u>\$660,300</u>	<u>\$534,999</u>	<u>\$444,700</u>	<u>\$444,800</u>	<u>\$207,333</u>	<u>46.61%</u>	<u>\$528,500</u>
LIBRARY							
<i>Purchased Prof & Tech Services</i>	\$1,164,400	\$1,164,360	\$1,251,700	\$1,147,800	\$291,090	25.36%	\$1,147,800
<i>Supplies</i>	45,500	44,782	24,300	29,400	2,650	9.01%	29,400
<i>Repairs & Maintenance</i>	13,300	11,084	101,000	132,000	24,750	18.75%	132,000
<i>Services</i>	16,900	13,861	16,900	84,700	3,552	4.19%	81,800
<i>Transfers</i>	210,000	210,000	210,000	210,000	52,500	25.00%	210,000
Total Budget	<u>\$1,450,100</u>	<u>\$1,444,087</u>	<u>\$1,603,900</u>	<u>\$1,603,900</u>	<u>\$374,542</u>	<u>23.35%</u>	<u>\$1,601,000</u>
FUND TOTAL	<u>\$45,094,100</u>	<u>\$43,738,587</u>	<u>\$47,113,300</u>	<u>\$47,113,300</u>	<u>\$11,551,864</u>	<u>24.52%</u>	<u>\$48,018,800</u>

SUMMARY BUDGET CATEGORIES Water & Sewer Fund

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	ACTUAL Y-T-D 12/31/13	Y-T-D %	PROPOSED AMENDED BUDGET 2013-14
WATER & SEWER ADMIN.							
<i>Personal Services/Benefits</i>	\$129,300	\$114,413	\$151,800	\$138,800	\$12,419	8.95%	\$100,900
<i>Purchased Prof & Tech Services</i>	54,000	30,189	54,000	54,000	9,028	16.72%	54,000
<i>Supplies</i>	71,600	66,470	71,600	71,600	10,584	14.78%	71,600
<i>Repairs & Maintenance Services</i>	18,000	17,573	30,500	30,700	17,166	55.92%	30,700
<i>Production & Disposal</i>	22,300	9,478	23,800	23,800	1,194	5.02%	23,800
<i>Other Objects</i>	47,400	41,336	53,400	53,400	34,343	64.31%	53,400
<i>Transfers</i>	10,000	2,344	10,000	10,000	0	0.00%	10,000
	<u>3,073,500</u>	<u>3,073,500</u>	<u>3,407,500</u>	<u>3,407,500</u>	<u>851,874</u>	<u>25.00%</u>	<u>3,407,500</u>
Total Budget	<u><u>\$3,426,100</u></u>	<u><u>\$3,355,303</u></u>	<u><u>\$3,802,600</u></u>	<u><u>\$3,789,800</u></u>	<u><u>\$936,608</u></u>	<u><u>24.71%</u></u>	<u><u>\$3,751,900</u></u>
WATER & SEWER OPERATIONS							
<i>Personal Services/Benefits</i>	\$1,675,400	\$1,556,211	\$1,857,300	\$1,867,600	\$377,069	20.19%	\$1,781,400
<i>Supplies</i>	194,600	180,135	198,000	198,000	68,947	34.82%	198,000
<i>Repairs & Maintenance Services</i>	581,200	579,358	492,100	492,100	119,698	24.32%	492,100
<i>Production & Disposal</i>	329,400	292,666	354,400	356,900	56,623	15.87%	316,900
<i>Other Objects</i>	6,838,000	6,854,123	7,373,600	7,373,600	1,383,917	18.77%	7,373,600
<i>Transfers</i>	50,000	19,752	50,000	50,000	212	0.42%	50,000
	<u>2,390,000</u>	<u>2,303,097</u>	<u>2,830,000</u>	<u>2,830,000</u>	<u>707,499</u>	<u>25.00%</u>	<u>2,830,000</u>
Total Budget	<u><u>\$12,058,600</u></u>	<u><u>\$11,785,342</u></u>	<u><u>\$13,155,400</u></u>	<u><u>\$13,168,200</u></u>	<u><u>\$2,713,965</u></u>	<u><u>20.61%</u></u>	<u><u>\$13,042,000</u></u>
FUND TOTAL	<u><u>\$15,484,700</u></u>	<u><u>\$15,140,645</u></u>	<u><u>\$16,958,000</u></u>	<u><u>\$16,958,000</u></u>	<u><u>\$3,650,573</u></u>	<u><u>21.53%</u></u>	<u><u>\$16,793,900</u></u>

SUMMARY BUDGET CATEGORIES
Internal Service Fund

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	ACTUAL Y-T-D 12/31/13	Y-T-D %	PROPOSED AMENDED BUDGET 2013-14
FACILITIES MANAGEMENT							
<i>Personal Services/Benefits</i>	\$0	\$0	\$442,100	\$445,300	\$110,473	24.81%	\$462,100
<i>Purchased Professional & Technical</i>	0	0	0	0	0	0.00%	6,000
<i>Supplies</i>	0	0	18,600	18,600	3,978	21.39%	18,600
<i>Repairs & Maintenance</i>	0	0	262,900	262,900	69,365	26.38%	262,900
<i>Services</i>	0	0	418,300	418,300	107,157	25.62%	447,100
<i>Transfers</i>	0	0	367,500	367,500	91,875	25.00%	367,500
Total Budget	\$0	\$0	\$1,509,400	\$1,512,600	\$382,848	25.31%	\$1,564,200
FLEET MANAGEMENT							
<i>Personal Services/Benefits</i>	\$565,900	\$570,379	\$514,800	\$506,700	\$123,355	24.34%	\$506,700
<i>Purchased Professional & Technical</i>		0	0	0	6,078	0.00%	13,000
<i>Supplies</i>	28,900	28,764	41,900	41,900	8,755	20.89%	41,900
<i>Repairs & Maintenance</i>	55,000	41,167	111,900	113,700	40,448	35.57%	113,700
<i>Services</i>	192,200	173,094	249,200	249,200	74,391	29.85%	249,200
<i>Inventory Usage</i>	1,662,800	1,567,494	1,483,100	1,486,200	313,277	21.08%	1,484,400
<i>Transfers</i>	0	0	77,500	77,500	19,374	25.00%	77,500
Total Budget	\$2,504,800	\$2,380,898	\$2,478,400	\$2,475,200	\$585,678	23.66%	\$2,486,400
WORKERS' COMPENSATION							
<i>Current Year Claims</i>	\$310,700	\$608,693	\$310,700	\$310,700	\$1,378	0.44%	\$310,700
<i>Catastrophic Reinsurance</i>	89,300	15,969	89,300	89,300	5,523	6.18%	89,300
Total Workers' Compensation	\$400,000	\$624,662	\$400,000	\$400,000	\$6,901	1.73%	\$400,000
HEALTH CLAIMS							
<i>Claims Incurred</i>	\$3,703,600	\$4,048,474	\$3,203,600	\$3,203,600	\$548,236	17.11%	\$3,203,600
<i>Insurance Premiums</i>	410,600	333,599	410,600	410,600	81,811	19.92%	410,600
<i>Fees</i>	182,500	166,212	182,500	182,500	29,652	16.25%	182,500
Total Health Claims	\$4,296,700	\$4,548,285	\$3,796,700	\$3,796,700	\$659,699	17.38%	\$3,796,700
FUND TOTAL	\$7,201,500	\$7,553,845	\$8,184,500	\$8,184,500	\$1,635,126	19.98%	\$8,247,300

SUMMARY BUDGET CATEGORIES Hotel/Motel Fund

	YEAR-END AMENDED BUDGET 2012-13	ACTUAL 2012-13	ADOPTED BUDGET 2013-14	ADJUSTED BUDGET 2013-14	ACTUAL Y-T-D 12/31/13	Y-T-D %	PROPOSED AMENDED BUDGET 2013-14
HISTORICAL PRESERVATION/ SPECIAL EVENTS							
<i>Personal Services/Benefits</i>	\$477,300	\$479,069	\$471,400	\$470,700	\$121,978	25.91%	\$470,700
<i>Purchased Prof & Tech Services</i>	6,500	3,715	6,500	6,500	488	7.51%	6,500
<i>Supplies</i>	35,500	34,106	47,600	47,600	19,875	41.75%	47,600
<i>Repairs & Maintenance Services</i>	122,600	114,444	202,900	208,600	22,572	10.82%	217,100
<i>Other Fixed Assets</i>	75,800	67,111	91,800	86,800	14,833	17.09%	86,800
<i>Special Events</i>	4,000	2,426	4,000	4,000	1,657	41.43%	4,000
<i>Transfers</i>	175,000	159,499	555,800	555,800	67,548	12.15%	211,000
	0	0	18,000	18,000	4,500	25.00%	18,000
Total Budget	<u>\$896,700</u>	<u>\$860,370</u>	<u>\$1,398,000</u>	<u>\$1,398,000</u>	<u>\$253,451</u>	<u>18.13%</u>	<u>\$1,061,700</u>
PROMOTION OF TOURISM							
<i>Staff Tourism</i>	\$419,600	\$416,808	\$400,600	\$403,000	\$98,528	24.45%	\$406,300
<i>Marketing</i>	549,500	357,062	615,300	612,900	380,987	62.16%	712,900
Total Budget	<u>\$969,100</u>	<u>\$773,870</u>	<u>\$1,015,900</u>	<u>\$1,015,900</u>	<u>\$479,515</u>	<u>47.20%</u>	<u>\$1,119,200</u>
CONVENTION CENTER							
<i>Supplies</i>	\$0	\$0	\$1,000	\$1,000	\$568	56.80%	\$1,000
<i>Repairs & Maintenance</i>	4,000	982	4,000	4,000	255	6.38%	4,000
<i>Services</i>	0	0	16,000	16,000	3,700	23.13%	16,000
<i>Transfers</i>	450,500	450,500	455,600	455,600	113,898	25.00%	455,600
Total Budget	<u>\$454,500</u>	<u>\$451,482</u>	<u>\$476,600</u>	<u>\$476,600</u>	<u>\$118,421</u>	<u>24.85%</u>	<u>\$476,600</u>
FUND TOTAL	<u>\$2,320,300</u>	<u>\$2,085,722</u>	<u>\$2,890,500</u>	<u>\$2,890,500</u>	<u>\$851,387</u>	<u>29.45%</u>	<u>\$2,657,500</u>

DEBT SERVICE FUND

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.

General obligation debt can be in the form of bonds, certificates of obligation or tax notes. Bonds must be approved by vote of the general population prior to issuance. Certificates of obligation do not require voter approval, are generally short term in nature, and are frequently used to fund capital improvements not anticipated at the time of the latest bond election. Tax notes are similar to certificates of obligation in that there is no requirement for voter approval and they are generally short term in nature.

The City has the following outstanding debt issues:

\$10,000,000 Certificates of Obligation – Taxable Series 2009

Used to pay contractual obligations to be incurred for the following purposes: a) acquiring and demolishing dangerous structures located within the City, and b) paying for professional services of attorneys, financial advisors and other professionals in connection with the project and the issuance of the certificates. The Certificates constitute direct obligations of the City and are payable from a combination of a) the levy and collection of a direct and continuing ad valorem tax levied, within the limits prescribed by law, on all taxable property within the City, and b) a limited pledge of the surplus net revenues of the City's waterworks and sewer system with such pledge being limited to an amount not in excess of \$1,000.

There are currently \$7,805,000 bonds outstanding. These bonds are issued as serial certificates maturing on February 15 in the years 2010 through 2020 and as term certificates maturing February 15, 2022 and February 15, 2024.

\$5,470,000 General Obligation Refunding & Improvement Bonds – Series 2010

Used to pay contractual obligations to be incurred for the land acquisition, design and construction related to the relocation of Fire Station No. 1 to a more central location. The citizens of Farmers Branch authorized the bonds through a bond election held in May 2009.

There are currently \$4,945,000 bonds outstanding. These bonds are issued as serial bonds maturing on February 15 in the years 2011 through 2030.

\$1,690,000 General Obligation Refunding & Improvement Bonds – Series 2010

Used to pay contractual obligations to be incurred for the refunding of the City's \$4,800,000 Combination Tax and Hotel Occupancy Tax Certificates of Obligation, Series 1999, in order to lower the overall debt service requirements of the City.

There are currently \$445,000 bonds outstanding. These bonds are issued as serial bonds maturing on February 15 in the years 2011 through 2030.

\$7,035,000 General Obligation Refunding Bonds, Taxable Series 2011

Used to refund the City's outstanding \$7,895,000 Combination Tax and Revenue Certificates of Obligation, Taxable Series 2004, in order to lower the overall debt service requirements of the City.

There are currently \$6,350,000 bonds outstanding. These bonds will be fully matured and paid on November 1, 2025.

\$3,000,000 Certificates of Obligation - Series 2012

Used to pay contractual obligations to be incurred for the following purposes: a) the acquisition of public safety radio system upgrades and improvements, and b) paying for professional services of attorneys, financial advisors and other professionals in connection with the project and the issuance of the certificates. The Certificates constitute direct obligations of the City and are payable from a combination of a) the levy and collection of a direct and continuing ad valorem tax levied, within the limits prescribed by law, on all taxable property within the City, and b) all or a part of certain surplus revenues of the City's waterworks and sewer system remaining after payment of any obligations of the City payable in whole or in part from a lien on or pledge of such revenues that would be superior to the obligations to be authorized.

There are currently \$3,000,000 bonds outstanding. These bonds are issued as term certificates maturing on May 1 in the years 2014 through 2023.

\$6,500,000 Combination Tax & Revenue Certificates of Obligation – Series 2013

Used to pay contractual obligations to be incurred for designing, constructing and equipping an aquatics facility in the City, including site preparation, and to pay the costs associated with the issuance of the Certificates.

There are currently \$6,500,000 bonds outstanding. These bonds will be fully matured and paid on November 1, 2032.

DEBT SERVICE FUND SUMMARY OF REVENUES AND EXPENDITURES

PROPERTY TAX SUPPORTED DEBT

<i>FUND BALANCE 9/30/2012</i>		\$9,035
2012-13	ESTIMATED PROPERTY TAX REVENUES	\$1,314,198
2012-13	ESTIMATED PRIOR YEAR TAX, PENALTY AND INTEREST	(212)
2012-13	TRANSFER FROM FIRE STATION BOND	5,112
2012-13	DEBT SERVICE REQUIREMENTS	(1,303,212)
<i>INCREASE (DECREASE) IN FUND BALANCE</i>		15,886
<i>ESTIMATED FUND BALANCE 9/30/2013</i>		\$24,921
2013-14	ESTIMATED PROPERTY TAX REVENUES	\$2,082,000
2013-14	ESTIMATED PRIOR YEAR TAX, PENALTY AND INTEREST	40,000
2013-14	DEBT SERVICE REQUIREMENTS (1)	(2,082,000)
<i>INCREASE (DECREASE) IN FUND BALANCE</i>		40,000
<i>ESTIMATED FUND BALANCE 9/30/2014</i>		\$64,921

SELF-SUPPORTING DEBT

<i>FUND BALANCE 9/30/2012</i>		\$212,863
2012-13	TRANSFER FROM HOTEL/MOTEL FUND	\$450,500
2012-13	TRANSFER FROM STARS CENTER FUND	604,800
2012-13	DEBT SERVICE REQUIREMENTS	(1,049,343)
2012-13	BOND REFUNDING COSTS	
2012-13	ACCRUED INTEREST RECEIVED ON REFUNDED BOND	
<i>INCREASE (DECREASE) IN FUND BALANCE</i>		5,957
<i>ESTIMATED FUND BALANCE 9/30/2013</i>		\$218,820
2013-14	TRANSFER FROM HOTEL/MOTEL FUND	\$455,600
2013-14	TRANSFER FROM STARS CENTER FUND	602,200
2013-14	DEBT SERVICE REQUIREMENTS (2)	(1,057,800)
<i>INCREASE (DECREASE) IN FUND BALANCE</i>		0
<i>ESTIMATED FUND BALANCE 9/30/2014</i>		\$218,820

(1) Includes approximately \$5,100 for paying agent fees and arbitrage calculation services.

(2) Includes approximately \$6,500 for paying agent fees and arbitrage calculation services.

**SUMMARY
PROPERTY TAX SUPPORTED DEBT
PRINCIPAL & INTEREST REQUIREMENTS**

YEAR	PRINCIPAL	INTEREST	TOTAL
2013-14	\$1,265,000.00	\$811,872.87	\$2,076,872.87
2014-15	1,320,000.00	766,992.75	2,086,992.75
2015-16	1,365,000.00	722,515.50	2,087,515.50
2016-17	1,415,000.00	672,855.00	2,087,855.00
2017-18	1,465,000.00	618,034.50	2,083,034.50
2018-19	1,525,000.00	559,070.00	2,084,070.00
2019-20	1,590,000.00	496,195.00	2,086,195.00
2020-21	1,655,000.00	429,956.50	2,084,956.50
2021-22	1,725,000.00	360,788.00	2,085,788.00
2022-23	1,795,000.00	288,834.00	2,083,834.00
2023-24	1,540,000.00	215,747.00	1,755,747.00
2024-25	665,000.00	171,287.50	836,287.50
2025-26	690,000.00	149,437.50	839,437.50
2026-27	710,000.00	126,837.50	836,837.50
2027-28	730,000.00	103,550.00	833,550.00
2028-29	755,000.00	79,000.00	834,000.00
2029-30	790,000.00	52,943.75	842,943.75
2030-31	405,000.00	33,537.50	438,537.50
2031-32	415,000.00	20,718.75	435,718.75
2032-33	430,000.00	6,987.50	436,987.50
Total	<u>\$22,250,000.00</u>	<u>\$6,687,161.12</u>	<u>\$28,937,161.12</u>

**COMBINATION TAX and REVENUE
 CERTIFICATES OF OBLIGATION
 TAXABLE SERIES 2009
 AMOUNT OF ISSUE: \$10,000,000
 PRINCIPAL & INTEREST REQUIREMENTS**
 Property Tax Supported Debt

YEAR	PRINCIPAL	INTEREST	TOTAL
2013-14	\$565,000.00	\$353,090.50	\$918,090.50
2014-15	585,000.00	333,561.75	918,561.75
2015-16	610,000.00	311,151.00	921,151.00
2016-17	635,000.00	285,491.50	920,491.50
2017-18	665,000.00	256,731.50	921,731.50
2018-19	695,000.00	224,690.00	919,690.00
2019-20	730,000.00	189,869.50	919,869.50
2020-21	765,000.00	152,145.00	917,145.00
2021-22	810,000.00	111,825.00	921,825.00
2022-23	850,000.00	68,904.00	918,904.00
2023-24	895,000.00	23,359.50	918,359.50
<i>Total</i>	\$7,805,000.00	\$2,310,819.25	\$10,115,819.25

Interest Rates:

2012-13	-	2.540%
2013-14	-	3.320%
2014-15	-	3.470%
2015-16	-	4.020%
2016-17	-	4.220%
2017-18	-	4.620%
2018-19	-	4.800%
2020-24	-	4.970%

**GENERAL OBLIGATION
REFUNDING & IMPROVEMENT BONDS
SERIES 2010
AMOUNT OF ISSUE: \$5,470,000 (1)
PRINCIPAL & INTEREST REQUIREMENTS**
Property Tax Supported Debt

YEAR	PRINCIPAL	INTEREST	TOTAL
2013-14	\$210,000.00	\$183,300.00	\$393,300.00
2014-15	220,000.00	177,375.00	397,375.00
2015-16	225,000.00	170,700.00	395,700.00
2016-17	235,000.00	162,625.00	397,625.00
2017-18	245,000.00	153,025.00	398,025.00
2018-19	250,000.00	143,125.00	393,125.00
2019-20	265,000.00	132,825.00	397,825.00
2020-21	275,000.00	122,712.50	397,712.50
2021-22	285,000.00	112,912.50	397,912.50
2022-23	295,000.00	102,762.50	397,762.50
2023-24	310,000.00	91,400.00	401,400.00
2024-25	320,000.00	78,800.00	398,800.00
2025-26	335,000.00	65,700.00	400,700.00
2026-27	345,000.00	52,100.00	397,100.00
2027-28	360,000.00	38,000.00	398,000.00
2028-29	375,000.00	23,300.00	398,300.00
2029-30	395,000.00	7,900.00	402,900.00
<i>Total</i>	<u>\$4,945,000.00</u>	<u>\$1,818,562.50</u>	<u>\$6,763,562.50</u>

Interest Rates:

2012-13	-	2.000%
2013-14	-	2.500%
2014-15	-	3.000%
2015-16	-	3.000%
2016-17	-	4.000%
2017-18	-	4.000%
2018-19	-	4.000%
2019-20	-	4.000%
2020-21	-	3.500%
2021-22	-	3.500%
2022-23	-	3.500%
2023-30	-	4.000%

(1) The total issue amount for the Series 2010 General Obligation Refunding & Improvement Bonds is \$7,160,000, of which \$1,690,000 is reported as Self-Supporting Debt and was used to refund 1999 Combination Tax and Hotel Occupancy Tax Certificates of Obligation. The remaining debt will be used to support the design, construction and relocation of Fire Station No. 1 in the amount of \$5,470,000.

COMBINATION TAX and REVENUE
CERTIFICATES OF OBLIGATION
SERIES 2012
AMOUNT OF ISSUE: \$3,000,000
PRINCIPAL & INTEREST REQUIREMENTS
 Property Tax Supported Debt

YEAR	PRINCIPAL	INTEREST	TOTAL
2013-14	\$260,000.00	\$69,149.17	\$329,149.17
2014-15	285,000.00	46,306.00	331,306.00
2015-16	290,000.00	41,489.50	331,489.50
2016-17	295,000.00	36,588.50	331,588.50
2017-18	295,000.00	31,603.00	326,603.00
2018-19	305,000.00	26,617.50	331,617.50
2019-20	310,000.00	21,463.00	331,463.00
2020-21	315,000.00	16,224.00	331,224.00
2021-22	320,000.00	10,900.50	330,900.50
2022-23	325,000.00	5,492.50	330,492.50
2023-24	0.00	0.00	0.00
2024-25	0.00	0.00	0.00
2025-26	0.00	0.00	0.00
2026-27	0.00	0.00	0.00
2027-28	0.00	0.00	0.00
2028-29	0.00	0.00	0.00
2029-30	0.00	0.00	0.00
<i>Total</i>	\$3,000,000.00	\$305,833.67	\$3,305,833.67

**COMBINATION TAX and REVENUE
 CERTIFICATES OF OBLIGATION
 SERIES 2013
 AMOUNT OF ISSUE: \$6,500,000
 PRINCIPAL & INTEREST REQUIREMENTS**
 Property Tax Supported Debt

YEAR	PRINCIPAL	INTEREST	TOTAL
2013-14	\$230,000.00	\$206,333.20	\$436,333.20
2014-15	230,000.00	209,750.00	439,750.00
2015-16	240,000.00	199,175.00	439,175.00
2016-17	250,000.00	188,150.00	438,150.00
2017-18	260,000.00	176,675.00	436,675.00
2018-19	275,000.00	164,637.50	439,637.50
2019-20	285,000.00	152,037.50	437,037.50
2020-21	300,000.00	138,875.00	438,875.00
2021-22	310,000.00	125,150.00	435,150.00
2022-23	325,000.00	111,675.00	436,675.00
2023-24	335,000.00	100,987.50	435,987.50
2024-25	345,000.00	92,487.50	437,487.50
2025-26	355,000.00	83,737.50	438,737.50
2026-27	365,000.00	74,737.50	439,737.50
2027-28	370,000.00	65,550.00	435,550.00
2028-29	380,000.00	55,700.00	435,700.00
2029-30	395,000.00	45,043.75	440,043.75
2030-31	405,000.00	33,537.50	438,537.50
2031-32	415,000.00	20,718.75	435,718.75
2032-33	430,000.00	6,987.50	436,987.50
<i>Total</i>	\$6,500,000.00	\$2,251,945.70	\$8,751,945.70

**SUMMARY
SELF-SUPPORTING DEBT
PRINCIPAL & INTEREST REQUIREMENTS**

YEAR	PRINCIPAL	INTEREST	TOTAL
2013-14	\$870,000.00	\$181,206.00	\$1,051,206.00
2014-15	425,000.00	171,436.00	596,436.00
2015-16	435,000.00	165,170.75	600,170.75
2016-17	440,000.00	157,357.50	597,357.50
2017-18	450,000.00	147,937.00	597,937.00
2018-19	465,000.00	136,832.50	601,832.50
2019-20	480,000.00	124,016.50	604,016.50
2020-21	495,000.00	109,356.25	604,356.25
2021-22	510,000.00	93,145.00	603,145.00
2022-23	525,000.00	75,411.25	600,411.25
2023-24	545,000.00	56,146.25	601,146.25
2024-25	565,000.00	34,900.00	599,900.00
2025-26	590,000.00	11,800.00	601,800.00
<i>Total</i>	<u>\$6,795,000.00</u>	<u>\$1,464,715.00</u>	<u>\$8,259,715.00</u>

**GENERAL OBLIGATION
 REFUNDING & IMPROVEMENT BONDS
 SERIES 2010
 AMOUNT OF ISSUE: \$1,690,000 (1)
 PRINCIPAL & INTEREST REQUIREMENTS
 Self-Supporting Debt**

YEAR	PRINCIPAL	INTEREST	TOTAL
2013-14	<u>\$445,000.00</u>	<u>\$5,562.50</u>	<u>\$450,562.50</u>
<i>Total</i>	<u><u>\$445,000.00</u></u>	<u><u>\$5,562.50</u></u>	<u><u>\$450,562.50</u></u>

Interest Rates:

2012-13	-	2.000%
2013-14	-	2.500%

(1) The total issue amount for the Series 2010 General Obligation Refunding & Improvement Bonds is \$7,160,000, of which \$5,470,000 is reported as Property Tax Supported Debt and will be used to support the design, construction and relocation of Fire Station No. 1. The remaining debt was used to refund Series 1999 Combination Tax & Hotel Occupancy Tax Certificates of Obligation in the amount of \$1,690,000.

GENERAL OBLIGATION REFUNDING BONDS
TAXABLE SERIES 2011
AMOUNT OF ISSUE: \$7,035,000
PRINCIPAL & INTEREST REQUIREMENTS
 Self-Supporting Debt

YEAR	PRINCIPAL	INTEREST	TOTAL
2013-14	\$425,000.00	\$175,643.50	\$600,643.50
2014-15	425,000.00	171,436.00	596,436.00
2015-16	435,000.00	165,170.75	600,170.75
2016-17	440,000.00	157,357.50	597,357.50
2017-18	450,000.00	147,937.00	597,937.00
2018-19	465,000.00	136,832.50	601,832.50
2019-20	480,000.00	124,016.50	604,016.50
2020-21	495,000.00	109,356.25	604,356.25
2021-22	510,000.00	93,145.00	603,145.00
2022-23	525,000.00	75,411.25	600,411.25
2023-24	545,000.00	56,146.25	601,146.25
2024-25	565,000.00	34,900.00	599,900.00
2025-26	590,000.00	11,800.00	601,800.00
<i>Total</i>	\$6,350,000.00	\$1,459,152.50	\$7,809,152.50

Interest Rates:

2012-15	-	4.950%
2015-26	-	5.800%

Series refunding Taxable Series 2004 Certificates of Obligation.

ECONOMIC DEVELOPMENT FUND

Proposed Amended Budget 2013-14

<i>PROJECTED BEGINNING FUND BALANCE - INVENTORY OF LAND HELD FOR RESALE</i>		\$120,000
Economic Development - Land Purchases (Market Value)	\$0	
TOTAL CHANGE IN INVENTORY OF LAND HELD FOR RESALE	\$0	0
 <i>PROJECTED ENDING FUND BALANCE - INVENTORY OF LAND HELD FOR RESALE</i>		\$120,000
 <i>PROJECTED BEGINNING FUND BALANCE - ASSIGNED TO ECONOMIC DEVELOPMENT</i>		\$1,768,897
Change in Inventory of Land Held for Resale (Above)		0
 BUDGETED REVENUES		
Sale of Assets	\$200,000	(1)
Transfer from Dangerous Structures Fund	250,000	
TOTAL BUDGETED REVENUES	\$450,000	450,000
 BUDGETED EXPENDITURES		
Economic Development - Inventory Gain/Loss	\$100,000	
Economic Development - Corporate / Residential Relocation	200,000	
Economic Development - Redevelopment Operations - Commercial Façade Grant Program	250,000	
Economic Development - Metro Study Phase 2	40,000	
TOTAL BUDGETED EXPENDITURES	\$590,000	(590,000)
 <i>PROJECTED ENDING FUND BALANCE - ASSIGNED TO ECONOMIC DEVELOPMENT</i>		\$1,628,897

(1) Sale of land to KHOV.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used by the City to account for the accumulation and disbursement of restricted resources. The following is a description of the City's currently budgeted Special Revenue Funds:

Police Forfeitures - to account for proceeds from the sale of assets seized in connection with drug arrests. Revenues are restricted to law enforcement expenditures.

Donations - to account for voluntary contributions for community improvement.

Youth Scholarship - to account for voluntary contributions for youth scholarship.

Grants - to account for grant revenues and expenditures.

Building Security – to account for the municipal court building security fee dedicated to courthouse security.

Court Technology – to account for the municipal court technology fee for the purchase of technological enhancements.

Landfill Closure/Post-Closure – used to account for future landfill costs.

Stars Center - to account for Stars/Conference Center rental revenues and transfers to debt service for bond payments.

Cemetery – to account for grounds maintenance of Keenan Cemetery.

Legal Defense – to account for donations received for legal defense.

Photographic Light System – to account for penalties and fees collected and all costs associated with the operation and enforcement of the photographic traffic monitoring system.

Dangerous Structures - to account for the costs related to the acquisition and demolition of dangerous structures (the Project) located within the City and the payment of professional services in connection with the Project. Funded by certificate of obligation proceeds.

PEG Access Channel – to account for Public, Educational, Governmental (PEG) access channel capital support. Funding source is 1% of cable franchisees' gross revenue.

SPECIAL REVENUE FUND

Proposed Amended Budget 2013-14

Police Forfeiture Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>			\$218,957
BUDGETED REVENUES			
Court Ordered Forfeitures		<u>\$15,000</u>	
TOTAL BUDGETED REVENUES		<u>\$15,000</u>	15,000
BUDGETED EXPENDITURES			
Operating		\$15,000	
Federal Expenditures		101,000	
Community-Based Programs	20,000		
Firearms & Weapons	20,000		
Other	8,000		
Services	5,000		
Credit Card	1,000		
Communications & Computer	17,000		
Body Armor & Protective Gear	10,000		
Vehicle Maintenance	20,000		
Training		<u>20,000</u>	
TOTAL BUDGETED EXPENDITURES		<u>\$136,000</u>	<u>(136,000)</u>
<i>PROJECTED ENDING FUND BALANCE</i>			<u><u>\$97,957</u></u>

SPECIAL REVENUE FUND

Proposed Amended Budget 2013-14

Donations Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$125,178
BUDGETED REVENUES		
Donations Received for Animal Care	\$41,600	
Donations Received for Citizen Survey	10,000	
Donations Received for Farmers Branch Community Foundation	300	
Donations Received for Fire	2,500	
Donations Received for Historical Park	1,000	
Donations Received for Library	2,000	
Donations Received for Parks	3,800	
Donations Received for Police	15,400	
Donations Received for Senior Center	3,200	
	<hr/>	
TOTAL BUDGETED REVENUES	\$79,800	79,800
BUDGETED EXPENDITURES		
Animal Care - General	\$41,600	
Animal Care - Spay and Neuter	3,676	
Citizen Survey	10,000	
Fire Prevention	1,000	
Fire Training	4,200	
Historical Park		
Purchase Antiques	1,000	
Victorian House - Purchase Artifacts	6,500	
Log Cabins - Restoration Projects	171	
Human Resources - Wellness Program	9,000	
Library Materials	5,000	
Park Maintenance	3,800	
Police Training Aids & Equipment	15,400	
Senior Center	3,200	
	<hr/>	
TOTAL BUDGETED EXPENDITURES	\$104,547	(104,547)
 <i>PROJECTED ENDING FUND BALANCE (1)</i>		 <hr/> <hr/> <u>\$100,431</u>

NOTE:

(1) The projected ending fund balance is as follows:

Animal Care/Spay Neuter	\$20,592
Farmers Branch Community Foundation	10,951
Fire	61
Fishin' Fun	2,642
Flexible Spending Refunds - Medical Reimbursement	1,491
Historical Park	0
Historical Park - Victorian House	538
Library	14,656
Park Improvements	7,288
Police/Safety	18,093
Senior Center	22,690
Spay/Neuter	1,429
	<u>\$100,431</u>

SPECIAL REVENUE FUND
Proposed Amended Budget 2013-14

Youth Scholarship Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$21,867
BUDGETED REVENUES		
Youth Scholarship	<u>\$3,000</u>	
TOTAL BUDGETED REVENUES	<u>\$3,000</u>	3,000
BUDGETED EXPENDITURES		
Parks & Recreation	<u>\$6,000</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$6,000</u>	<u>(6,000)</u>
 <i>PROJECTED ENDING FUND BALANCE</i>		 <u><u>\$18,867</u></u>

SPECIAL REVENUE FUND
Proposed Amended Budget 2013-14

Grants Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$0
BUDGETED REVENUES		
Environmental Health	\$4,500	
Historical Park - General Store	750	
Police - TxDot STEP Grant	47,438	
Police - CFTFK	5,250	
Police - State Criminal Justice Program Grant	22,650	
Fire NCTRAC Medical Grant	4,000	
Fire HHS EMS Equipment Grant	5,000	
Library Grant	4,000	
Recreation - TCA Halloween Grant	800	
Tourism - Bidy Girls Basketball	36,100	
Tourism - Premier Baseball	<u>30,900</u>	
TOTAL BUDGETED REVENUES	<u>\$161,388</u>	161,388
BUDGETED EXPENDITURES		
Texas Department of Health Chempack	\$4,500	
Patrol Uniforms	22,650	
Fire NCTRAC Medical Grant	4,000	
Fire HHS EMS Equipment Grant	5,000	
General Store Grant	750	
Library	4,000	
Police - STEP Grant	47,438	
Police - CFTFK Grant	5,250	
TCA - Halloween Grant	800	
Tourism - Bidy Girls Basketball	36,100	
Tourism - Premier Baseball	<u>30,900</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$161,388</u>	<u>(161,388)</u>
<i>PROJECTED ENDING FUND BALANCE</i>		<u><u>\$0</u></u>

SPECIAL REVENUE FUND
Proposed Amended Budget 2013-14

Building Security Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$87,603
BUDGETED REVENUES		
Building Security	<u>\$36,700</u>	
TOTAL BUDGETED REVENUES	<u>\$36,700</u>	36,700
BUDGETED EXPENDITURES		
Supplies, Repairs and Maintenance	\$13,100	
Court Security	<u>23,500</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$36,600</u>	<u>(36,600)</u>
<i>PROJECTED ENDING FUND BALANCE</i>		<u><u>\$87,703</u></u>

SPECIAL REVENUE FUND
Proposed Amended Budget 2013-14

Court Technology Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$105,383
BUDGETED REVENUES		
Court Fines	<u>\$50,000</u>	
TOTAL BUDGETED REVENUES	<u>\$50,000</u>	50,000
BUDGETED EXPENDITURES		
Court Technology	\$8,000	
Services	1,000	
Equipment - Office	<u>46,600</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$55,600</u>	<u>(55,600)</u>
<i>PROJECTED ENDING FUND BALANCE</i>		<u><u>\$99,783</u></u>

SPECIAL REVENUE FUND
Proposed Amended Budget 2013-14

Landfill Closure/Post-Closure Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$6,103,819
BUDGETED REVENUES		
Interest	<u>\$100,000</u>	
TOTAL BUDGETED REVENUES	<u>\$100,000</u>	100,000
BUDGETED EXPENDITURES		
Landfill Expansion Permit	\$700,000	
Landfill Expansion Lawsuit	500,000	
Installation and Improvement to Gas Collection System	<u>658,200</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$1,858,200</u>	<u>(1,858,200)</u>
 <i>PROJECTED ENDING FUND BALANCE</i>		 <u><u>\$4,345,619</u></u>

SPECIAL REVENUE FUND
Proposed Amended Budget 2013-14

Stars Center Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$494,048
BUDGETED REVENUES		
Rent	\$660,000	
Interest	<u>3,000</u>	
TOTAL BUDGETED REVENUES	<u>\$663,000</u>	663,000
BUDGETED EXPENDITURES		
Debt Service Transfers	<u>\$602,200</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$602,200</u>	<u>(602,200)</u>
<i>PROJECTED ENDING FUND BALANCE</i>		<u><u>\$554,848</u></u>

SPECIAL REVENUE FUND
Proposed Amended Budget 2013-14

Cemetery Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$68,679
BUDGETED REVENUES		
Interest	\$4,000	
TOTAL BUDGETED REVENUES	\$4,000	4,000
BUDGETED EXPENDITURES		
Personal Services/Benefits	\$23,000	
Supplies	2,600	
Repairs and Maintenance	500	
Services	700	
TOTAL BUDGETED EXPENDITURES	\$26,800	(26,800)
<i>PROJECTED ENDING FUND BALANCE</i>		\$45,879

SPECIAL REVENUE FUND
Proposed Amended Budget 2013-14

Legal Defense Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$580,844
BUDGETED REVENUES		
Donations	<u> \$0</u>	
TOTAL BUDGETED REVENUES	<u> \$0</u>	0
BUDGETED EXPENDITURES		
Legal Expenses	<u> \$580,844</u>	
TOTAL BUDGETED EXPENDITURES	<u> \$580,844</u>	<u>(580,844)</u>
 <i>PROJECTED ENDING FUND BALANCE</i>		 <u><u> \$0</u></u>

SPECIAL REVENUE FUND
Proposed Amended Budget 2013-14

Photographic Light System Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$359,458
BUDGETED REVENUES		
Red Light Enforcement	\$612,000	
Less State Revenue Sharing Costs	<u>58,400</u>	
TOTAL BUDGETED REVENUES	<u>\$553,600</u>	553,600
BUDGETED EXPENDITURES		
Personal Services/Benefits	\$27,200	
Supplies & Services	528,000	
Operating	<u>73,900</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$629,100</u>	<u>(629,100)</u>
<i>PROJECTED ENDING FUND BALANCE</i>		<u><u>\$283,958</u></u>

SPECIAL REVENUE FUND
Proposed Amended Budget 2013-14

Dangerous Structures Bond Fund

<i>BEGINNING FUND BALANCE - INVENTORY OF LAND HELD FOR RESALE</i>		\$1,363,435
Neighborhood Revitalization - Land Purchases (Market Value)	\$335,000	
Neighborhood Revitalization - Land Sales (Market Value)	<u>(250,000)</u>	
TOTAL CHANGE - RESERVE FOR INVENTORY OF LAND	<u>\$85,000</u>	<u>85,000</u>
 <i>PROJECTED ENDING FUND BALANCE - INVENTORY OF LAND HELD FOR RESALE</i>		 <u><u>\$1,448,435</u></u>
<i>BEGINNING FUND BALANCE - RESTRICTED TO FUND PURPOSES</i>		\$1,963,561
Change in Inventory (Above)		(85,000)
BUDGETED REVENUES		
Interest	<u>\$10,000</u>	
TOTAL BUDGETED REVENUES	<u>\$10,000</u>	10,000
BUDGETED EXPENDITURES		
Neighborhood Revitalization - Inventory Gain/Loss	\$165,000	
Redevelopment Operations	10,000	
Transfer to Economic Development Fund	<u>250,000</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$425,000</u>	<u>(425,000)</u>
 <i>PROJECTED ENDING FUND BALANCE - RESTRICTED TO FUND PURPOSES</i>		 <u><u>\$1,463,561</u></u>

SPECIAL REVENUE FUND
Proposed Amended Budget 2013-14

PEG Access Channel

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$44,606
BUDGETED REVENUES		
Cable Franchise - Access Channel Fee	<u>\$60,000</u>	
TOTAL BUDGETED REVENUES	<u>\$60,000</u>	60,000
BUDGETED EXPENDITURES		
Supplies	<u>\$104,500</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$104,500</u>	<u>(104,500)</u>
<i>PROJECTED ENDING FUND BALANCE</i>		<u><u>\$106</u></u>

FIXED ASSET FUND SUMMARY

	FUND BALANCE 9/30/2012	YEAR-END AMENDED BUDGET 2012-13	PROPOSED AMENDED BUDGET 2013-14
<i>BEGINNING FUND BALANCE</i>	\$ 1,189,268	\$ 740,091	\$ 567,212
ESTIMATED TRANSFER FROM OPERATING FUNDS		1,807,600	2,598,500
CREDIT OF PRIOR YEAR ASSIGNMENT		449,177	55,055
ESTIMATED FIXED ASSET PURCHASES		(2,899,705)	(2,982,500)
ASSIGNED FOR FUTURE PURCHASES	(449,177)	(55,055)	(76,055)
PRIOR YEAR PURCHASE ORDERS CLOSED		17,186	
INSURANCE RECOVERY		5,141	
PROCEEDS FROM AUCTIONS		177,776	150,000
SALES PROCEEDS		325,000 (1)	
<i>ESTIMATED ENDING ASSIGNED FUND BALANCE</i>	<u>\$ 740,091</u>	<u>\$ 567,212</u>	<u>\$ 312,212</u>
 <i>ASSIGNED FOR FUTURE PURCHASES, PROVIDED (USED):</i>			
	<u>PRIOR YEAR ASSIGNMENTS</u>	<u>CURRENT YEAR ASSIGNMENTS</u>	<u>PROPOSED AMENDED ASSIGNMENTS</u>
MOBILE VIDEO UNITS (Police)	\$ 85,000	\$	\$
TELEPHONE EQUIPMENT (City Hall)			
9-1-1 EQUIPMENT (Police)	160,000		
FIRE EQUIPMENT	<u>204,177</u>	<u>55,055</u>	<u>76,055</u>
<i>SUM OF CHANGES</i>	<u>\$ 449,177</u>	<u>\$ 55,055</u>	<u>\$ 76,055</u>

(1) Sales proceeds from land sale (KHOV). Remaining funds from sale to be used in Economic Development Fund.

FIXED ASSETS

DIVISION	DESCRIPTION	YEAR-END	YEAR-END	ADOPTED	ADOPTED	PROPOSED	PROPOSED
		AMENDED	AMENDED				
		BUDGET	BUDGET	BUDGET	BUDGET	BUDGET	BUDGET
		TRANSFERS	PURCHASES	TRANSFERS	PURCHASES	TRANSFERS	PURCHASES
		2012-13	2012-13	2013-14	2013-14	2013-14	2013-14
General Administration	Clock	\$	\$	\$ 8,000	\$ 8,000	\$ 8,000	\$ 8,000
	Agenda System	20,900	20,547				
	Division Total	<u>\$ 20,900</u>	<u>\$ 20,547</u>	<u>\$ 8,000</u>	<u>\$ 8,000</u>	<u>\$ 8,000</u>	<u>\$ 8,000</u>
Non-Departmental	Electric Vehicle Charging Stations	\$	\$	\$	\$	\$ 14,200	\$ 14,200
	Division Total	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ 14,200</u>	<u>\$ 14,200</u>
Communications	Website Software	\$ 56,000	\$ 56,000	\$	\$	\$	\$
	Division Total	<u>\$ 56,000</u>	<u>\$ 56,000</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Information Services	Network Replacement/Upgrade Program	\$	\$	\$ 176,000	\$ 176,000	\$ 176,000	\$ 176,000
	Virtual Server Environment & Storage		307,566	150,000	150,000	150,000	150,000
	One Solution Software		298,350				100,000
	City Hall Camera Installation	41,100	36,093				
	Phone Switch	7,500	7,249				
	Core Network Switch	8,500	8,500				
	SQL for One Solution	8,000	11,600				
	VPN Software Replacement	8,000	8,000				
	Access Control System Upgrade			50,000	50,000	56,700	56,700
	Backup & Recovery Expansion			36,000	36,000	36,000	36,000
	Microsoft Enterprise Agreement			104,000	104,000	127,800	127,800
	Wireless Upgrades			19,000	19,000	19,000	19,000
	Audio/Visual Upgrades					26,000	26,000
	Firewall Security					17,000	17,000
Division Total	<u>\$ 73,100</u>	<u>\$ 677,358</u>	<u>\$ 535,000</u>	<u>\$ 535,000</u>	<u>\$ 608,500</u>	<u>\$ 708,500</u>	
Building Inspections	Vehicle(s)	\$ 41,600	\$ 38,986	\$	\$	\$	\$
	Division Total	<u>\$ 41,600</u>	<u>\$ 38,986</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Environmental Health	Vehicle	\$	\$ 27,625	\$	\$	\$	\$
	Division Total	<u>\$</u>	<u>\$ 27,625</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Public Works Admin.	Printer	\$ 5,400	\$ 5,294	\$	\$	\$	\$
	Plotter (split funded)			5,300	5,300	5,300	5,300
	Division Total	<u>\$ 5,400</u>	<u>\$ 5,294</u>	<u>\$ 5,300</u>	<u>\$ 5,300</u>	<u>\$ 5,300</u>	<u>\$ 5,300</u>
Solid Waste	Grabber Truck	\$ 174,000	\$ 168,516	\$	\$	\$	\$
	Division Total	<u>\$ 174,000</u>	<u>\$ 168,516</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Street Maintenance	Concrete Saw	\$ 19,000	\$ 17,995	\$	\$	\$	\$
	Programmable Message Board	32,500	23,750				
	Traffic Signal Cabinet	10,000	9,232	10,000	10,000	10,000	10,000
	Excavator				360,000		360,000
	Division Total	<u>\$ 61,500</u>	<u>\$ 50,977</u>	<u>\$ 10,000</u>	<u>\$ 370,000</u>	<u>\$ 10,000</u>	<u>\$ 370,000</u>
Police Administration	Locking Records Cabinet	\$	\$	\$ 23,000	\$ 23,000	\$ 23,000	\$ 23,000
	Fire Detection Duct Sensor Replacement			40,000	40,000	40,000	40,000
	Division Total	<u>\$</u>	<u>\$</u>	<u>\$ 63,000</u>	<u>\$ 63,000</u>	<u>\$ 63,000</u>	<u>\$ 63,000</u>
Police Patrol	Vehicle(s)	(1) \$ 27,000	\$ 202,893	\$ 160,000	\$ 160,000	\$ 160,000	\$ 160,000
	Mobile Video Units		72,772				
	Division Total	<u>\$ 27,000</u>	<u>\$ 275,665</u>	<u>\$ 160,000</u>	<u>\$ 160,000</u>	<u>\$ 160,000</u>	<u>\$ 160,000</u>

FIXED ASSETS

DIVISION	DESCRIPTION	YEAR-END		ADOPTED BUDGET TRANSFERS 2013-14	ADOPTED BUDGET PLANNED PURCHASES 2013-14	PROPOSED AMENDED BUDGET TRANSFERS 2013-14	PROPOSED AMENDED BUDGET PLANNED PURCHASES 2013-14
		YEAR-END AMENDED BUDGET TRANSFERS 2012-13	YEAR-END AMENDED BUDGET ACTUAL PURCHASES 2012-13				
Police Detention	Fingerprint Machine	\$	\$	\$ 30,000	\$ 30,000	\$ 30,000	\$ 30,000
	Division Total	\$	\$	\$ 30,000	\$ 30,000	\$ 30,000	\$ 30,000
Police Communications	Replacement 9-1-1 Equipment	(1) \$ 30,000	\$ 214,915	\$	\$	\$	\$
	Network Authentication System (mandated)			25,000	25,000	25,000	25,000
	UPS System Replacement			68,000	68,000	68,000	68,000
	Division Total	\$ 30,000	\$ 214,915	\$ 93,000	\$ 93,000	\$ 93,000	\$ 93,000
Fire Operations	Ambulance Replacement	(1) \$ 142,000	\$ 137,460	\$	\$	\$	\$
	Equipment Replacement	33,200	23,223				
	Fire Ladder Truck		(572)	595,000	595,000	595,000	595,000
	Vehicles	60,000	59,387				
	Extrication (Hydraulic Rescue) Tool			10,000	10,000	10,000	10,000
	Stablization Equipment			5,000	5,000	5,000	5,000
	Thermal Imaging Camera			14,000	14,000	14,000	14,000
	Replacement Reserve	(1)		21,000		21,000	
	Division Total	\$ 235,200	\$ 219,498	\$ 645,000	\$ 624,000	\$ 645,000	\$ 624,000
Building Maintenance	HVAC	\$ 136,000	\$ 147,475	\$	\$	\$	\$
	Division Total	\$ 136,000	\$ 147,475	\$	\$	\$	\$
Park Maintenance	Replacement Mower(s)	\$ 95,000	\$ 86,156	\$	\$	\$	\$
	Replacement Vehicles	142,800	174,537				
	Flatbed Truck	26,000	24,307				
	Aerator	24,500	24,500				
	Ballfield Drag	14,300	16,990				
	Line Cutter	7,100					
	Sprayer	17,800	16,239				
	Top Dresser	30,300	30,225				
	Tractor	29,700	21,026				
	Trailers	51,200	32,970				
	Division Total	\$ 438,700	\$ 426,950	\$	\$	\$	\$
Recreation	Security System Upgrade	\$	\$ 54,487	\$ 55,000	\$	\$ 68,000	13,000
	Division Total	\$	\$ 54,487	\$ 55,000	\$	\$ 68,000	\$ 13,000
Senior Center	Fitness Equipment	\$	\$	\$ 6,500	\$ 6,500	\$ 6,500	\$ 6,500
	Division Total	\$	\$	\$ 6,500	\$ 6,500	\$ 6,500	\$ 6,500
Events	Christmas Tree	\$ 8,200	\$ 7,704	\$	\$	\$	\$
	Division Total	\$ 8,200	\$ 7,704	\$	\$	\$	\$
Historical Preservation	Security System Upgrade	\$	\$	\$ 18,000	\$ 18,000	\$ 18,000	\$ 18,000
	Division Total	\$	\$	\$ 18,000	\$ 18,000	\$ 18,000	\$ 18,000

FIXED ASSETS

DIVISION	DESCRIPTION	YEAR-END	YEAR-END	ADOPTED	ADOPTED	PROPOSED	PROPOSED
		AMENDED	AMENDED				
		BUDGET	ACTUAL	BUDGET	BUDGET	BUDGET	BUDGET
		TRANSFERS	PURCHASES	TRANSFERS	PURCHASES	TRANSFERS	PURCHASES
		2012-13	2012-13	2013-14	2013-14	2013-14	2013-14
Library	Library Materials	\$ 210,000	\$ 209,999	\$ 210,000	\$ 210,000	\$ 210,000	\$ 210,000
	Division Total	<u>\$ 210,000</u>	<u>\$ 209,999</u>	<u>\$ 210,000</u>	<u>\$ 210,000</u>	<u>\$ 210,000</u>	<u>\$ 210,000</u>
Water & Sewer Admin.	Plotter (split funded)	\$	\$	\$ 5,300	\$ 5,300	\$ 5,300	\$ 5,300
	Billing Software			28,700	28,700	28,700	28,700
	Division Total	<u>\$</u>	<u>\$</u>	<u>\$ 34,000</u>	<u>\$ 34,000</u>	<u>\$ 34,000</u>	<u>\$ 34,000</u>
Water & Sewer Ops	Large Water Meters	\$ 50,000	\$ 42,985	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000
	Vacuum Truck	240,000	254,724				
	Pavement Breaker			110,000	110,000	110,000	110,000
	Pavement Saw			20,000	20,000	20,000	20,000
	Division Total	<u>\$ 290,000</u>	<u>\$ 297,709</u>	<u>\$ 180,000</u>	<u>\$ 180,000</u>	<u>\$ 180,000</u>	<u>\$ 180,000</u>
Facilities Management	Asset Management Software	\$	\$	\$ 46,500	\$ 46,500	\$ 46,500	\$ 46,500
	City Hall - Carpet Replacement & Painting			250,000	250,000	250,000	250,000
	Door Assists at Senior Center			13,000	13,000	13,000	13,000
	Rec Ctr - Repave Parking Lot			58,000	58,000	58,000	58,000
	Division Total	<u>\$</u>	<u>\$</u>	<u>\$ 367,500</u>	<u>\$ 367,500</u>	<u>\$ 367,500</u>	<u>\$ 367,500</u>
Fleet Management	Asset Management Software	\$	\$	\$ 43,500	\$ 43,500	\$ 43,500	\$ 43,500
	GPS System for 110 Vehicles			34,000	34,000	34,000	34,000
	Division Total	<u>\$</u>	<u>\$</u>	<u>\$ 77,500</u>	<u>\$ 77,500</u>	<u>\$ 77,500</u>	<u>\$ 77,500</u>
Total		<u>\$ 1,807,600</u>	<u>\$ 2,899,705</u>	<u>\$ 2,497,800</u>	<u>\$ 2,781,800</u>	<u>\$ 2,598,500</u>	<u>\$ 2,982,500</u>
Totals by Fund:							
	General Fund	\$ 1,517,600	\$ 2,601,996	\$ 1,820,800	\$ 2,104,800	\$ 1,921,500	\$ 2,305,500
	Water & Sewer Fund	290,000	297,709	214,000	214,000	214,000	214,000
	Internal Service Fund			445,000	445,000	445,000	445,000
	Hotel/Motel Fund			18,000	18,000	18,000	18,000
		<u>\$ 1,807,600</u>	<u>\$ 2,899,705</u>	<u>\$ 2,497,800</u>	<u>\$ 2,781,800</u>	<u>\$ 2,598,500</u>	<u>\$ 2,982,500</u>

(1) Ongoing annual replacement funding. Transfers cover purchases on a multi-year basis

CAPITAL IMPROVEMENT PROGRAM BUDGET

PROPOSED MID YEAR BUDGET 2013-14

The Capital Improvement Program (CIP) consists of budgets for eight capital improvement funds that represent the capital spending plan for the City. The first three funds listed represent the City's Pay-As-You-Go Program. The capital improvement funds include:

Non-Bond Capital Improvement Program (CIP) Fund: The revenues are primarily from General Fund transfers. Expenditures are for improvements to municipal facilities, parks, land acquisition, the Street Resurfacing and Reconstruction Programs, and other capital improvement projects not included in one of the other funds.

Hotel/Motel Capital Improvement Program (CIP) Fund: This fund was previously identified as the Historical Park Fund. The revenues are exclusively from the Hotel/Motel Fund. Expenditures are for improvements to the Historical Park.

Non-Bond Utility Fund: The revenues consist primarily of transfers from the Water & Sewer Fund. Expenditures are for water and sanitary sewer improvements. The budget has been expanded to begin funding capital replacement at levels based on the annual depreciation of the water and sanitary sewer systems.

DART Local Assistance Program (LAP) Fund: The revenues are primarily from DART with supplemental funding from earned interest, the Texas Department of Transportation (TxDoT), and Dallas County. Expenditures are for street, traffic, and transportation improvements associated with transit.

Tax Increment Finance District #1 Fund: The Mercer Crossing TIF district expires in 2019 and the fund will be active until that expiration date. Revenues will be generated from bonds, developers' contributions and advances, and property tax payments.

Tax Increment Finance District #2 Fund: The Old Farmers Branch TIF district expires in 2020 and the fund will be active until that expiration date. Revenues will be generated from bonds, developers' contributions and advances, and property tax payments.

Radio System Upgrade Bond Fund: The revenues consist primarily of bond proceeds. Expenditures are for development, design, and implementation of a police/fire radio system.

Aquatics Center Bond Fund: The revenues consist primarily of bond proceeds. Expenditures are for demolition of existing Don Showman pool. Then design, construction and equipping of new aquatics center at same site.

Capital Improvement Program Budget

Project Change Descriptions For 2013- 14 Proposed Mid-Year Budget

The following is a complete list of capital improvement project expenditure changes requested for mid-year adjustments. The budget amount indicated below the name of each project represents the total budget for that project in that fund, as some projects are funded through more than one fund in the Capital Improvement Budget. Projects funded by the Pay-As-You-Go program are identified in the first three funds: Non-Bond Fund, Hotel/Motel CIP Fund, and Non-Bond Utility Fund.

NON-BOND FUND

Street Revitalization Program

\$3,500,000 Addition of project to fund and begin construction to repair and reconstruct existing streets and build new streets as needed. Increase requested \$500,000. (Total 10-yr plan to equal \$5,000,000.)

Railroad Crossing Signals (DART)

\$97,767 Reduction in construction costs for Railroad Crossing Signals. Project completed. Decrease requested (\$52,233).

HOTEL/MOTEL CIP FUND

No Adjustments Requested

NON-BOND UTILITY FUND

East Side Lift Station

\$1,500,000 Design and construction of lift station to accommodate the increased usage from new construction. Increase requested \$1,500,000.

I&I Repairs

\$2,278,187 Provides for the inflow and infiltration reduction in sanitary sewer system. Additional year of revenue. Increase requested \$150,000.

Motor/Tank/Pump Improvements

\$2,462,402 Provides for the rehabilitation and replacement of major components of the water distribution system. Additional year of revenue. Increase requested \$70,000.

Utility Replacements & Improvement

\$22,491,000 Rehabilitation and replacement of water and sanitary sewer lines throughout the City. Reduction to off-set establishment of East Side Lift Station project. Additional year of revenue. Decrease requested (\$600,000).

Inter-Governmental Transfers

\$3,164,107

One-time transfer to increase budget for Aquatics Center. Decrease requested (\$1,700,000).

DART LOCAL ASSISTANCE PROGRAM FUND

No Adjustments Requested

TAX INCREMENT FINANCE DISTRICT #1

City and School Administrative Fees

\$582,017

Costs/fees for administration and development of TIF projects. Increase is in relation to increase in revenue projections. Increase requested \$69,397.

Zone School Project Costs (CFBISD)

\$19,484,926

Costs reimbursed to Carrollton-Farmers Branch School District. Increase is in relation to increase in revenue projections. Increase requested \$11,506,550.

Developer Reimbursements

\$15,239,487

Costs reimbursed to Developer advances. Increase is in relation to increase in revenue projections. Increase requested \$8,708,533.

TAX INCREMENT FINANCE DISTRICT #2

City and School Administrative Fees

\$64,633

Costs/fees for administration and development of TIF projects. Increase is in relation to increase in revenue projections. Increase requested \$2,096.

Zone School Project Costs

\$828,813

Costs reimbursed to Carrollton-Farmers Branch School District. Decrease is in relation to decrease in revenue projections. Decrease requested (\$219,537).

RADIO SYSTEM UPGRADE BOND

No Adjustments Requested

AQUATICS CENTER BOND

Bond Issuance costs

\$147,715

Costs associated with issuance of bonds to fund project. Increase requested \$92,715.

Aquatics Center Construction

\$8,625,555

Increase construction budget. Increase requested \$1,530,555.

**CITY OF FARMERS BRANCH
CAPITAL IMPROVEMENT PROGRAM
SUMMARY
PROPOSED AMENDED BUDGET 2013-14**

		PRIOR YEARS	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
REVENUES										
Non-Bond CIP	\$	79,425,370	75,282,250	939,520	660,600	510,600	510,600	510,600	510,600	500,600
Hotel/Motel CIP	\$	4,341,632	4,341,632							
Non-Bond Utility	\$	51,036,176	31,530,092	2,671,638	2,771,854	2,772,073	2,772,293	2,772,516	2,872,741	2,872,969
DART LAP	\$	25,753,081	25,340,989	412,092						
Tax Increment Finance District #1	\$	49,188,690	24,809,584	986,708	966,909	1,976,256	4,502,289	6,733,388	7,393,216	1,820,340
Tax Increment Finance District #2	\$	4,904,562	869,669	126,932	631,138	647,994	680,392	714,411	750,130	245,854
Street Improvement/Animal Shelter Bond	\$	8,170,849	8,170,849							
Fire Station 1 Relocation Bond	\$	5,633,031	5,633,031							
Radio System Bond	\$	3,007,921	3,007,921							
Aquatics Center Bond	\$	8,879,230	7,169,230	1,710,000						
TOTAL REVENUES	\$	240,340,542	186,155,247	6,846,890	5,030,501	5,906,922	8,465,574	10,730,914	11,526,688	5,439,763
EXPENDITURES										
Non-Bond CIP	\$	79,422,453	75,085,855	1,139,597	697,000	500,000	500,000	500,000	500,000	500,000
Hotel/Motel CIP	\$	4,334,232	4,333,134	1,098						
Non-Bond Utility	\$	50,958,856	24,402,262	7,200,800	3,275,794	2,500,000	2,320,000	820,000	5,820,000	4,620,000
DART LAP	\$	25,743,158	24,820,926	922,232						
Tax Increment Finance District #1	\$	49,188,689	24,739,511	1,056,781	966,909	1,976,256	4,502,289	6,733,388	7,393,217	1,820,339
Tax Increment Finance District #2	\$	4,823,287	751,165	131,534	677,950	684,318	691,003	698,024	705,395	245,854
Street Improvement/Animal Shelter Bond	\$	8,170,850	8,170,850							
Fire Station 1 Relocation Bond	\$	3,072,460	3,072,460							
Radio System Bond	\$	3,000,000	226,337	2,527,163	246,500					
Aquatics Center Bond	\$	8,773,270	597,495	8,175,775						
TOTAL EXPENDITURES	\$	237,487,254	166,199,996	21,154,980	5,864,153	5,660,574	8,013,292	8,751,411	14,418,612	7,186,193

**CITY OF FARMERS BRANCH
 CAPITAL IMPROVEMENT PROGRAM
 NON-BOND CIP FUND
 PROPOSED AMENDED BUDGET 2013-14**

	PROJECT BUDGET	PRIOR YEARS	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20
REVENUE SOURCES:									
<i>Miscellaneous Revenues</i>									
Prior Year Revenue	\$ 4,240,303	4,240,303							
North Texas Tollway Authority	\$ 150,000	150,000							
Interest	\$ 8,439,715	8,435,515	600	600	600	600	600	600	600
Developer Contributions	\$ 1,247,919	1,247,919							
Fire Station #3 Reimbursement	\$ -	-							
Dallas County	\$ 260,358	260,358							
Public Improvement District [1]	\$ 3,568,918	3,568,918							
Las Campanas Wall Assessment	\$ 110,295	90,789	19,506						
Hotel/Motel Fund Transfer	\$ 466,200	466,200							
TIF # 2 Reimbursement	\$ -	-							
DART Signal Reimbursement	\$ 97,467	97,467							
TxDOT (LBJ Express)	\$ 967,070	710,184	106,886	150,000					
CDBG Funds	\$ 795,625	683,097	112,528						
Subtotal Revenues Excluding Transfers	\$ 20,343,870	19,950,750	239,520	150,600	600	600	600	600	600
<i>Transfer of General Fund Balance</i>									
Prior Year Revenue	\$ 19,441,000	19,441,000							
Subtotal Transfer of General Fund Balance	\$ 19,441,000	19,441,000							
<i>General Fund Transfers</i>									
Prior Year Revenue	\$ 8,388,000	8,388,000							
Street Revitalization	\$ 3,500,000	-	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Street Program Transfer	\$ 15,018,000	14,818,000	150,000	10,000	10,000	10,000	10,000	10,000	
Subtotal General Fund Transfers	\$ 26,906,000	23,206,000	650,000	510,000	510,000	510,000	510,000	510,000	500,000
<i>Departmental Transfers</i>									
Prior Year Revenue	\$ 11,555,500	11,555,500							
Playground/Park Renovations ('13-'14 Lighting Study)	\$ 425,000	375,000	50,000						
Streets/Railroad Crossings	\$ 754,000	754,000							
Subtotal Departmental Transfers	\$ 12,734,500	12,684,500	50,000						
TOTAL REVENUES:	\$ 79,425,370	75,282,250	939,520	660,600	510,600	510,600	510,600	510,600	500,600

**CITY OF FARMERS BRANCH
 CAPITAL IMPROVEMENT PROGRAM
 NON-BOND CIP FUND
 PROPOSED AMENDED BUDGET 2013-14**

PROJECTED EXPENDITURES

Completed Projects

	PROJECT BUDGET	PRIOR YEARS	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20
Prior Years [2]	\$ 55,225,152	55,225,152							
Liberty Plaza	\$ 429,858	429,858							
Screen Wall Assistance	\$ 185,196	185,196							
City Entryway Enhancements	\$ 48,878	48,878							
Field of Blue Statue	\$ 24,500	24,500							
CDBG Project 2008-10	\$ 136,693	136,693							
Railroad Crossing Signal Controllers (DART)	\$ 97,767	97,767							
Current and Future Projects									
Mustang Trail Erosion Control	\$ 399,441	399,441							
Playground/Park Renovations ('13-'14 Lighting Study)	\$ 629,386	579,386	50,000						
Redevelopment Program	\$ 2,816,584	2,810,802	5,782						
Railroad Crossing Improvements	\$ 588,841	588,841							
CDBG Project 2010-11	\$ 126,425	126,425							
Streetscape Enhancements	\$ 292,114	292,114							
Colinas Crossing Trail	\$ 236,761	236,761							
Galleria/McEwen	\$ 95,000	-	95,000						
Street Resurfacing	\$ 7,490,278	7,490,278							
LBJ Express	\$ 917,070	522,911	197,159	197,000					
-Monument Signs (LBJ/Josey, Webb Chapel)	\$ 50,000		50,000						
CDBG Project 2011-12	\$ 139,365	139,365							
CDBG Project 2012-13 Goodwater	\$ 86,325	86,325							
CDBG Project 2013-14 Wasina Dr. Reconstruction	\$ 112,528		112,528						
Trail Expansions	\$ 100,000	100,000							
Traffic Signals Rehabilitation	\$ 55,974	18,400	37,574						
Campion Trail Connector	\$ 100,000	8,446	91,554						
Street Revitalization [3]	\$ 3,500,000		500,000	500,000	500,000	500,000	500,000	500,000	500,000
Farmers Branch Station Streets	\$ 57,128	57,128							
TOTAL PLANNED EXPENDITURES:	\$ 73,941,264	69,604,666	1,139,597	697,000	500,000	500,000	500,000	500,000	500,000
Transfers	\$ 5,481,189	5,481,189							
TOTAL EXPENDITURES:	\$ 79,422,453	75,085,855	1,139,597	697,000	500,000	500,000	500,000	500,000	500,000
RESERVED FOR CONTINGENCIES AND FUTURE PROJECTS:	\$ 2,917	196,394	(3,683)	(40,083)	(29,483)	(18,883)	(8,283)	2,317	2,917

[1] Funding is from savings resulting from the early payoff of public improvement district (PID) debt
 [2] A list of completed projects is available upon request.
 [3] Street Revitalization project spans 10 years from FY 2013-2014 to FY 2022-2023 for total of \$5,000,000

**CITY OF FARMERS BRANCH
 CAPITAL IMPROVEMENT PROGRAM
 HOTEL/MOTEL CIP FUND
 PROPOSED AMENDED BUDGET 2013-14**

REVENUE SOURCES:

	PROJECT BUDGET	PRIOR YEARS	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Appropriated Fund Balance	\$ 200,199	200,199						
Interest	\$ 297,033	297,033						
Hotel/Motel Transfer from Non-Bond CIP	\$ 360,400	360,400						
Special Revenue Donations	\$ 75,000	75,000						
Hotel/Motel Transfers	\$ 3,409,000	3,409,000						

TOTAL REVENUES:

\$ 4,341,632	4,341,632							
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PROJECTED EXPENDITURES

Completed Projects

Prior Years [1]	\$ 4,051,632	4,051,632						
Historical Park Masterplan	\$ 28,500	28,500						
Historical Park General Store	\$ 100,000	100,000						
Historical Park Bridge & Pathways	\$ 154,100	153,002	1,098					

TOTAL EXPENDITURES:

\$ 4,334,232	4,333,134	1,098						
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RESERVED FOR CONTINGENCIES AND FUTURE PROJECTS:

\$ 7,401	8,499	7,401	7,401	7,401	7,401	7,401	7,401	7,401
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[1] A list of completed projects is available upon request.

**CITY OF FARMERS BRANCH
CAPITAL IMPROVEMENT PROGRAM
NON-BOND UTILITY FUND
PROPOSED AMENDED BUDGET 2013-14**

REVENUE SOURCES:

	PROJECT BUDGET	PRIOR YEARS	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20
Transfer from Water & Sewer Fund Operations [1]	\$ 39,649,346	20,299,346	2,650,000	2,750,000	2,750,000	2,750,000	2,750,000	2,850,000	2,850,000
Transfer from Water & Sewer Fund - Fund Balance	\$ 6,200,000	6,200,000							
Transfer from Sewer Interceptor Fund	\$ 1,495,069	1,495,069							
Transfer from Fixed Asset Fund	\$ 213,166	213,166							
Developer Contributor	\$ 5,500	5,500							
Interest	\$ 3,190,790	3,034,706	21,638	21,854	22,073	22,293	22,516	22,741	22,969
CDBG	\$ 282,305	282,305							
TOTAL REVENUES:	\$ 51,036,176	31,530,092	2,671,638	2,771,854	2,772,073	2,772,293	2,772,516	2,872,741	2,872,969

PROJECTED EXPENDITURES

Completed Projects

Prior Years [2]	\$ 7,699,812	7,699,812							
Benchmark Water/SS Line	\$ 392,611	392,611							

Current and Future Projects

Utility Replacement & Improvements	\$ 22,491,000	9,696,407	2,894,593	2,100,000	2,100,000	2,100,000	600,000	2,100,000	900,000
I & I Repairs	\$ 2,278,187	640,707	737,481	150,000	150,000	150,000	150,000	150,000	150,000
Service Center Improvements	\$ 7,740,500	40,500	700,000	-				3,500,000	3,500,000
Council Rebate	\$ -	0				-			
Motor/Pump/Tank Improvements	\$ 2,462,402	1,898,712	117,895	95,794	70,000	70,000	70,000	70,000	70,000
Technology/Security Improvements	\$ 1,707,166	1,167,213	179,953	180,000	180,000				
Sanitary Sewer Protection- Farmers Branch Creek	\$ 690,000	621,645	68,355						
East Side Lift Station	\$ 1,500,000	0	750,000	750,000					
Farmers Branch Station Streets	\$ 833,070	780,547	52,523						

TOTAL PLANNED EXPENDITURES:

	\$ 47,794,749	22,938,155	5,500,800	3,275,794	2,500,000	2,320,000	820,000	5,820,000	4,620,000
Transfers	\$ 3,164,107	1,464,107	1,700,000						
TOTAL EXPENDITURES:	\$ 50,958,856	24,402,262	7,200,800	3,275,794	2,500,000	2,320,000	820,000	5,820,000	4,620,000

RESERVED FOR CONTINGENCIES AND FUTURE PROJECTS:

	\$ 77,321	7,127,830	2,598,668	2,094,728	2,366,801	2,819,094	4,771,610	1,824,352	77,321
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[1] Transfer from Water & Sewer Operations. This is a planned use of fund balance for capital improvements

[2] A list of completed projects is available upon request.

**CITY OF FARMERS BRANCH
 CAPITAL IMPROVEMENT PROGRAM
 DART LOCAL ASSISTANCE PROGRAM FUND
 PROPOSED AMENDED BUDGET 2013-14**

	PROJECT BUDGET	PRIOR YEARS	2013-2014
REVENUE SOURCES:			
Dart Technical Assistance Program	\$ 243,912	243,912	
Dart Capital Assistance Program (CAP)			
CAP Allocation (Not Yet Rec'd)	\$ 57,363	57,363	
CAP Allocation Received	\$ 8,910,239	8,910,239	
TxDOT Grant	\$ 415,557	415,557	
TxDOT RTR (NCTCOG)	\$ 532,160	120,068	412,092
Interest (Operating Account)	\$ 573,629	573,629	
Dallas County	\$ 648,012	648,012	
Texas Comptroller	\$ 27,588	27,588	
DART Local Assistance Program (LAP)			
LAP Allocation (Not Yet Rec'd)	\$ 857,140	857,140	
LAP Allocation Received	\$ 13,487,481	13,487,481	
TOTAL REVENUES:	\$ 25,753,081	25,340,989	412,092
PROJECTED EXPENDITURES			
TECHNICAL ASSISTANCE PROGRAM	\$ 159,997	159,997	
Completed Projects			
Prior Years [1]	\$ 122,344	122,344	
<i>Subtotal</i> Technical Assistance Program	\$ 282,341	282,341	
CAPITAL ASSISTANCE PROGRAM			
Completed Projects			
Prior Years [1]	\$ 20,607,205	20,607,205	
Traffic Signal Communications	\$ 332,125	332,125	
Current and Future Projects			
Valley View West	\$ 1,967,066	1,967,066	
Incident Detection and Response Phase 2	\$ 416,193	416,193	
Luna/LBJ Traffic Signal	\$ 86,697	86,697	
Midway/Beltwood Intersection Improvements	\$ 9,250	9,250	
Traffic Counts	\$ 30,000	-	30,000
DART Green Line Trail	\$ 324,000	69,879	254,121
Trails	\$ 135,000	73,303	61,697
Traffic Signals Rehabilitation	\$ 101,681	52,434	49,247
Farmers Branch Station Streets/Transit Center	\$ 1,451,600	924,432	527,168
TOTAL EXPENDITURES:	\$ 25,743,158	24,820,926	922,232
RESERVED FOR CONTINGENCIES AND FUTURE PROJECTS:	\$ 9,923	520,063	9,923

[1] A list of completed projects is available upon request.

CMS (post 1996) rolled into DART Allocation line item

**CITY OF FARMERS BRANCH
CAPITAL IMPROVEMENT PROGRAM
TAX INCREMENT FINANCE DISTRICT #1 FUND
PROPOSED AMENDED BUDGET 2013-14**

REVENUE SOURCES:

	PROJECT BUDGET	PRIOR YEARS	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20
CFBISD (100%)	\$ 28,546,547	9,988,416	795,844	795,844	1,627,023	3,707,172	5,544,446	6,087,802	-
City of Farmers Branch (35%)	\$ 4,055,813	1,071,029	87,822	87,822	179,543	409,089	611,833	671,793	936,882
Dallas County Hospital District (34%)	\$ 2,064,039	617,170	42,572	42,572	87,033	198,305	296,585	325,651	454,152
Dallas County (34%)	\$ 1,681,783	407,384	37,497	37,497	76,659	174,667	261,231	286,832	400,016
Dallas County Community College District (35%)	\$ 232,311	212,511	19,800	-	-	-	-	-	-
Valwood Improvement Authority (50% - M&O Rate)	\$ 245,533	153,814	2,699	2,699	5,517	12,571	18,801	20,643	28,789
Dallas Independent School District (35%)	\$ 53,503	53,503							
Developer Advance [1]	\$ 11,601,824	11,601,824							
Interest	\$ 707,337	703,934	475	476	481	486	490	495	500
TOTAL REVENUES:	\$ 49,188,690	24,809,584	986,708	966,909	1,976,256	4,502,289	6,733,388	7,393,216	1,820,340

PROJECTED EXPENDITURES

Completed Projects

Prior Years [2]	\$ 3,245,649	3,245,649							
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Current and Future Projects

City and School Administrative Fees	\$ 582,017	232,017	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Developer Reimbursement [3]	\$ 15,239,487	4,132,937	447,753	359,818	787,340	1,857,269	2,802,276	3,081,756	1,770,339
Zone School Project Costs (CFBISD) [4]	\$ 19,484,926	6,494,234	557,091	557,091	1,138,916	2,595,020	3,881,112	4,261,461	-
Zone School Project Costs (DISD) [5]	\$ 1,937		1,937						
Mercer Parkway	\$ 3,531,657	3,531,657							
Lake Improvements: north of I-635	\$ 1,343,709	1,343,709							
"Peninsula Tract" Improvements [6]	\$ 2,980,332	2,980,332							
Remaining West Side Projects [1]	\$ 2,453,432	2,453,432	-						
Mercer Parkway Extension (Luna to I-35)	\$ 364,450	364,450							
Knightsbridge Road	\$ 363,700	363,700							
Bond Street	\$ 363,700	363,700							
East Lift Station (west of I35, north of IH635)	\$ 380,696	380,696							
Luna Road Lift Station	\$ 632,140	632,140							
Lake Improvements: South of I-635	\$ 348,745	348,745							
TOTAL PLANNED EXPENDITURES:	\$ 48,863,145	24,413,967	1,056,781	966,909	1,976,256	4,502,289	6,733,388	7,393,217	1,820,339
Transfers	\$ 325,544	325,544							
TOTAL EXPENDITURES	\$ 49,188,690	24,739,511	1,056,781	966,909	1,976,256	4,502,289	6,733,388	7,393,217	1,820,339

RESERVED FOR CONTINGENCIES AND FUTURE PROJECTS:

\$ 0	70,073	0	0	0	0	0	0	0	0
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[1] A list of completed projects is available upon request

[2] Developer reimbursements to be based on provisions of Developer Agreements Nos. 1-8. (Principal and Interest as of Sept. 30th 2013 is \$14,663,421)

[3] Figures represent 65% of CFBISD revenue payment

[4] Figures represent 20% of DISD revenue payment

[5] Design for Phase 2 improvements were funded by Developer Advances

[6] Does not include future projects or overpayments/refunds

Terms and Limits for Participation

Dallas County (Term-12/31/2019)	34% up to \$4.5MM
Carrollton Farmers Branch ISD (Term-12/31/2018)	100% up to \$129,805,190
Valwood Authority (Term-12/31/2019)	50% of O&M rate only
Dallas ISD (Term 12/20/2018)	35% up to \$4,145,043
DCCCD (Term-Term 15 years from zone creation date of 12/21/1998)	35%
Parkland (Term 12/31/2019)	34% up to \$4.5MM
Farmers Branch	35%

**CITY OF FARMERS BRANCH
CAPITAL IMPROVEMENT PROGRAM
TAX INCREMENT FINANCE DISTRICT #2 FUND
PROPOSED AMENDED BUDGET 2013-14**

REVENUE SOURCES:

	PROJECT BUDGET	PRIOR YEARS	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
CFBISD (100%)	\$ 2,827,369	420,991	60,748	424,500	445,725	468,011	491,412	515,982	-	-
City of Farmers Branch (100%)	\$ 1,516,964	143,723	37,952	164,000	172,200	180,810	189,851	199,343	209,310	219,776
Dallas County Hospital District (55%)	\$ 152,323	39,909	10,386	15,000	15,750	16,538	17,364	18,233	19,144	-
Dallas County (55%)	\$ 149,644	29,765	9,148	13,600	14,280	14,994	15,744	16,531	17,357	18,225
Dallas County Community College District (100%)	\$ 49,114	26,453	8,661	14,000	-	-	-	-	-	-
Non-Bond CIP Fund Advance	\$ 200,000	200,000								
Interest [1]	\$ 9,148	8,829	37	38	39	39	40	41	42	43
TOTAL REVENUES:	\$ 4,904,562	869,669	126,932	631,138	647,994	680,392	714,411	750,130	245,854	238,044

PROJECTED EXPENDITURES

Completed Projects

Prior Years [2]	\$ 14,943	14,943								
Phase One Public Imp./Enhancements	\$ 144,999	144,999								

Current and Future Projects

Zone School Project Costs [3]	\$ 828,813	106,900	18,224	127,350	133,718	140,403	147,424	154,795	-	-
City and School Administrative Fees	\$ 64,633	64,633								
Farmers Branch Station Streets	\$ 225,000	219,690	5,310							
K. Hovnanian	\$ 940,635	-	30,000	154,900	154,900	154,900	154,900	154,900	69,166	66,969
Western Securities	\$ 2,404,263	-	78,000	395,700	395,700	395,700	395,700	395,700	176,688	171,075

TOTAL PLANNED EXPENDITURES:

Transfers	\$ 4,623,287	551,165	131,534	677,950	684,318	691,003	698,024	705,395	245,854	238,044
TOTAL EXPENDITURES	\$ 4,823,287	751,165	131,534	677,950	684,318	691,003	698,024	705,395	245,854	238,044

RESERVED FOR CONTINGENCIES AND FUTURE PROJECTS:

	\$ 81,276	118,504	113,901	67,089	30,765	20,154	36,541	81,276	81,276	81,276
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[1] Includes bond premiums, interest income, and accrued interest

[2] A list of completed projects is available upon request.

[3] Figures represent 30% of CFBISD revenue payment

Terms and Limits for Participation

Dallas County (Term-12/31/2019)	55% up to \$1.7MM
Carrollton Farmers Branch ISD (Term-12/31/2018)	100% up to \$23,895,858
DCCCD (Term-Term 15 years from zone creation date of 7/21/1999)	100%
Parkland (Term 12/31/2020)	55% up to \$1.7MM
Farmers Branch	100%

CITY OF FARMERS BRANCH
 CAPITAL IMPROVEMENT PROGRAM
 RADIO SYSTEM UPGRADE FUND
 PROPOSED AMENDED BUDGET 2013-14

REVENUE SOURCES:

Bond Proceeds
 Reimbursements From Participants Cities
 Interest

TOTAL REVENUES:

PROJECTED EXPENDITURES

Current and Future Projects

Radio Upgrade Project
 Expenses Related to Participant Cities
 Bond Issuance Costs

TOTAL PLANNED EXPENDITURES:

Transfers

TOTAL EXPENDITURES

RESERVED FOR CONTINGENCIES:

PROJECT BUDGET	PRIOR YEARS	2013-14	2014-15
\$ 3,000,000	3,000,000		
\$ -			
\$ 7,921	7,921		
\$ 3,007,921	3,007,921		
\$ 2,946,500	191,719	2,508,281	246,500
\$ -			
\$ 53,500	34,618	18,882	
\$ 3,000,000	226,337	2,527,163	246,500
\$			
\$ 3,000,000	226,337	2,527,163	246,500
\$ 7,921	2,781,584	254,421	7,921

CITY OF FARMERS BRANCH
 CAPITAL IMPROVEMENT PROGRAM
 AQUATICS CENTER
 PROPOSED AMENDED BUDGET 2013-14

REVENUE SOURCES:

	PROJECT BUDGET	PRIOR YEARS	2013-2014	2014-2015
Bond Proceeds	\$ 7,148,755	7,148,755		
Non-Bond Transfers In	\$ 1,700,000		1,700,000	
Interest	\$ 30,475	20,475	10,000	
TOTAL REVENUES:	\$ 8,879,230	7,169,230	1,710,000	

PROJECTED EXPENDITURES

Current and Future Projects

Aquatics Center Project	\$ 8,625,555	449,780	8,175,775	-
Bond Issuance Costs	\$ 147,715	147,715		
TOTAL PLANNED EXPENDITURES:	\$ 8,773,270	597,495	8,175,775	
Transfers	\$			
TOTAL EXPENDITURES	\$ 8,773,270	597,495	8,175,775	
RESERVED FOR CONTINGENCIES:	\$ 105,960	6,571,735	105,960	105,960

**COMBINED SUMMARY OF ESTIMATED REVENUES,
EXPENDITURES AND FUND BALANCES - SELECT FUNDS**

PROPOSED AMENDED BUDGET 2013-14

		GENERAL FUND	FIXED ASSET FUND	WATER & SEWER FUND	HOTEL/ MOTEL FUND
FUND BALANCE 9/30/2013	(1)	\$ 8,942,768	\$ 622,267	\$ 1,096,039	\$ 503,245
2013-14 ESTIMATED REVENUES		\$ 46,618,700	\$ 2,748,500	\$ 16,790,000	\$ 2,583,200
2013-14 ESTIMATED EXPENDITURES		<u>48,018,800</u>	<u>2,982,500</u>	<u>16,793,900</u>	<u>2,657,500</u>
ADDITION TO (USE OF) FUND BALANCE SUB-TOTAL		<u>\$ (1,400,100)</u>	<u>\$ (234,000)</u>	<u>\$ (3,900)</u>	<u>\$ (74,300)</u>
SPECIAL EXPENDITURES					
ASSIGNED FOR FUTURE PURCHASES		<u>\$</u>	<u>\$ (76,055)</u>	<u>\$</u>	<u>\$</u>
ADDITION TO (USE OF) FUND BALANCE		<u>\$ (1,400,100)</u>	<u>\$ (310,055)</u>	<u>\$ (3,900)</u>	<u>\$ (74,300)</u>
ESTIMATED FUND BALANCE 9/30/2014		<u>\$ 7,542,668</u>	<u>\$ 312,212 (2)</u>	<u>\$ 1,092,139</u>	<u>\$ 428,945</u>
TARGET BALANCES					
	High	\$ 9,219,460 (3)	\$ 300,000	\$ 2,000,000	\$ 300,000
	Low	\$ 6,914,595 (3)			

This chart illustrates a partial listing of select major operating funds of the City. The chart is used to quickly compare revenues, expenditures, and fund balances for the budget year with the prior year. Special expenditures are one-time uses of fund balance, which were approved by the City Council consistent with fund balance target objectives.

- (1) Actual per 9/30/13 Comprehensive Annual Financial Report. Fixed Asset Fund Balance has been adjusted for \$55,055 in 2012-13 assigned purchases
- (2) The Estimated Ending Fund Balance 9/30/2013 reflects an adjustment for the assignment of future purchases for the Fire Department totaling \$76,055
- (3) The General Fund target balance has been adjusted for \$1,921,500 of General Fund fixed asset transfers. A General Fund fund balance target is defined as a target range with a low end of 15% and a high end of 20% of the actual GAAP basis expenditures and other financing sources and uses

**MOST REALISTIC
COMBINED SUMMARY OF ESTIMATED REVENUES,
EXPENDITURES AND FUND BALANCES - SELECT FUNDS**

PROPOSED AMENDED BUDGET 2013-14

		GENERAL FUND	FIXED ASSET FUND	WATER & SEWER FUND	HOTEL/ MOTEL FUND
FUND BALANCE 9/30/2013	(1)	\$ 8,942,768	\$ 622,267	\$ 1,096,039	\$ 503,245
2013-14 ESTIMATED REVENUES		\$ 46,618,700	\$ 2,748,500	\$ 16,790,000	\$ 2,583,200
2013-14 ESTIMATED EXPENDITURES		<u>47,718,800</u>	<u>2,982,500</u>	<u>16,693,900</u>	<u>2,582,500</u>
ADDITION TO (USE OF) FUND BALANCE SUB-TOTAL		<u>\$ (1,100,100)</u>	<u>\$ (234,000)</u>	<u>\$ 96,100</u>	<u>\$ 700</u>
SPECIAL EXPENDITURES					
ASSIGNED FOR FUTURE PURCHASES		\$ _____	\$ (76,055)	\$ _____	\$ _____
ADDITION TO (USE OF) FUND BALANCE		<u>\$ (1,100,100)</u>	<u>\$ (310,055)</u>	<u>\$ 96,100</u>	<u>\$ 700</u>
ESTIMATED FUND BALANCE 9/30/2014		<u>\$ 7,842,668</u>	<u>\$ 312,212 (2)</u>	<u>\$ 1,192,139</u>	<u>\$ 503,945</u>
TARGET BALANCES	High	\$ 9,159,460 (3)	\$ 300,000	\$ 2,000,000	\$ 300,000
	Low	\$ 6,869,595 (3)			

This chart illustrates a partial listing of select major operating funds of the City. The chart is used to quickly compare revenues, expenditures, and fund balances for the budget year with the prior year. Special expenditures are one-time uses of fund balance, which were approved by the City Council consistent with fund balance target objectives.

- (1) Actual per 9/30/13 Comprehensive Annual Financial Report. Fixed Asset Fund Balance has been adjusted for \$55,055 in 2012-13 assigned purchases.
(2) The Estimated Ending Fund Balance 9/30/2013 reflects an adjustment for the assignment of future purchases for the Fire Department totaling \$76,055.
(3) The General Fund target balance has been adjusted for \$1,921,500 of General Fund fixed asset transfers. A General Fund fund balance target is defined as a target range with a low end of 15% and a high end of 20% of the actual GAAP basis expenditures and other financing sources and uses.

**COMBINED SUMMARY OF ESTIMATED REVENUES,
EXPENDITURES AND FUND BALANCES - SELECT FUNDS**

ADOPTED FISCAL YEAR BUDGET 2013-14

		GENERAL FUND	FIXED ASSET FUND	WATER & SEWER FUND	HOTEL/ MOTEL FUND
FUND BALANCE 9/30/2012	(1)	\$ 8,629,830	\$ 740,091	\$ 2,342,328	\$ 397,176
2012-13 ESTIMATED REVENUES		\$ 44,448,900	\$ 2,742,577	\$ 14,394,600	\$ 2,302,000
2012-13 ESTIMATED EXPENDITURES		<u>45,094,100</u>	<u>2,997,555</u>	<u>15,484,700</u>	<u>2,320,300</u>
ADDITION TO (USE OF) FUND BALANCE		<u>\$ (645,200)</u>	<u>\$ (254,978)</u>	<u>\$ (1,090,100)</u>	<u>\$ (18,300)</u>
ESTIMATED FUND BALANCE 9/30/2013		<u>\$ 7,984,630</u>	<u>\$ 485,113</u> (2)	<u>\$ 1,252,228</u>	<u>\$ 378,876</u>
2013-14 ESTIMATED REVENUES		\$ 46,818,300	\$ 2,702,855	\$ 16,678,400	\$ 2,718,200
2013-14 ESTIMATED EXPENDITURES		<u>47,113,300</u>	<u>2,857,855</u>	<u>16,958,000</u>	<u>2,890,500</u>
ADDITION TO (USE OF) FUND BALANCE SUB-TOTAL		<u>\$ (295,000)</u>	<u>\$ (155,000)</u>	<u>\$ (279,600)</u>	<u>\$ (172,300)</u>
ESTIMATED FUND BALANCE 9/30/2014		<u>\$ 7,689,630</u>	<u>\$ 330,113</u>	<u>\$ 972,628</u>	<u>\$ 206,576</u>
TARGET BALANCES	High	\$ 9,058,500 (3)	\$ 300,000	\$ 2,000,000	\$ 300,000
	Low	\$ 6,793,875 (3)			

This chart illustrates a partial listing of select major operating funds of the City. The chart is used to quickly compare revenues, expenditures, and fund balances for the budget year with the prior year. Special expenditures are one-time uses of fund balance, which were approved by the City Council consistent with fund balance target objectives.

(1) Actual per 9/30/12 Comprehensive Annual Financial Report. Fixed Asset Fund Balance has been adjusted for \$449,177 in 2011-12 assigned purchases.

(2) The Estimated Ending Fund Balance 9/30/2013 reflects an adjustment for the use of prior year assigned balances totaling \$405,000 for the purchase of mobile video units (\$85,000), 9-1-1 equipment (\$160,000) and fire equipment (\$160,000). Remaining prior year assigned fund balance totaling \$44,177 is designated for the future purchase of fire equipment, with an additional \$10,878 expected to be added by Year-End 2012-13 for a total of \$55,055.

(3) The General Fund target balance has been adjusted for \$1,820,800 of General Fund fixed asset transfers. A General Fund balance target is defined as a target range with a low end of 15% and a high end of 20% of the actual GAAP basis expenditures and other financing sources and uses.

**MOST REALISTIC
COMBINED SUMMARY OF ESTIMATED REVENUES,
EXPENDITURES AND FUND BALANCES - SELECT FUNDS
ADOPTED FISCAL YEAR BUDGET 2013-14**

		GENERAL FUND	FIXED ASSET FUND	WATER & SEWER FUND	HOTEL/ MOTEL FUND
FUND BALANCE 9/30/2012	(1)	\$ 8,629,830	\$ 740,091	\$ 2,342,328	\$ 397,176
2012-13 ESTIMATED REVENUES		\$ 44,448,900	\$ 2,742,577	\$ 14,394,600	\$ 2,302,000
2012-13 ESTIMATED EXPENDITURES		<u>44,894,100</u>	<u>2,997,555</u>	<u>15,434,700</u>	<u>2,300,300</u>
ADDITION TO (USE OF) FUND BALANCE		<u>\$ (445,200)</u>	<u>\$ (254,978)</u>	<u>\$ (1,040,100)</u>	<u>\$ 1,700</u>
ESTIMATED FUND BALANCE 9/30/2013		<u>\$ 8,184,630</u>	<u>\$ 485,113 (2)</u>	<u>\$ 1,302,228</u>	<u>\$ 398,876</u>
2013-14 ESTIMATED REVENUES		\$ 46,818,300	\$ 2,702,855	\$ 16,678,400	\$ 2,718,200
2013-14 ESTIMATED EXPENDITURES		<u>46,813,300</u>	<u>2,857,855</u>	<u>16,858,000</u>	<u>2,815,500</u>
ADDITION TO (USE OF) FUND BALANCE SUB-TOTAL		<u>\$ 5,000</u>	<u>\$ (155,000)</u>	<u>\$ (179,600)</u>	<u>\$ (97,300)</u>
ESTIMATED FUND BALANCE 9/30/2014		<u>\$ 8,189,630</u>	<u>\$ 330,113</u>	<u>\$ 1,122,628</u>	<u>\$ 301,576</u>
TARGET BALANCES	High	\$ 8,998,500 (3)	\$ 300,000	\$ 2,000,000	\$ 300,000
	Low	\$ 6,748,875 (3)			

This chart illustrates a partial listing of select major operating funds of the City. The chart is used to quickly compare revenues, expenditures, and fund balances for the budget year with the prior year. Special expenditures are one-time uses of fund balance, which were approved by the City Council consistent with fund balance target objectives.

(1) Actual per 9/30/12 Comprehensive Annual Financial Report. Fixed Asset Fund Balance has been adjusted for \$449,177 in 2011-12 assigned purchases.

(2) The Estimated Ending Fund Balance 9/30/2013 reflects an adjustment for the use of prior year assigned balances totaling \$405,000 for the purchase of mobile video units (\$85,000), 9-1-1 equipment (\$160,000) and fire equipment (\$160,000). Remaining prior year assigned fund balance totaling \$44,177 is designated for the future purchase of fire equipment, with an additional \$10,878 expected to be added by Year-End 2012-13 for a total of \$55,055.

(3) The General Fund target balance has been adjusted for \$1,820,800 of General Fund fixed asset transfers. A General Fund balance target is defined as a target range with a low end of 15% and a high end of 20% of the actual GAAP basis expenditures and other financing sources and uses.

Introduction

This study is based on the International City Management Association (ICMA) publication and software program Evaluating Financial Condition. The introduction and study format are heavily based on this publication.

Introduction

This is the City of Farmers Branch's twenty-seventh annual review of its financial condition. This annual review is based on the International City Management Association's publication and software application entitled Evaluating Financial Condition. This report identifies positive and negative indicators as they impact the City's financial condition. Three funds have been analyzed: the General Fund, Water & Sewer Fund, and Special Revenue Fund.

This program recognizes various factors that affect the City's financial health. The City may control some factors; others are external factors that the City must respond to and make adjustments. Response and adjustment are better planned if early trends are detected. This study will assist in identifying early trends.

The format for this discussion of the various indicators in the following pages includes the following four sections: Warning Trend, Description, Analysis, and Conclusion. Definitions follow for each section.

Warning Trend:	A general guide for evaluation describing a trend that could signal a potential problem with the financial factors involved.
Description:	A discussion of indicator in terms of the financial and environmental factors that are used in computing the indicator.
Analysis:	Evaluation of data using trend analysis. The indicator is examined over a ten-year review period. This section provides information on how fast the indicator is changing and in which direction.
Conclusion:	Discussion of analysis results and whether a potential problem exists or might exist in the near future.

As used in this study, financial conditions can be broadly defined as the City's ability to finance services on a continuing basis. More specifically, financial condition refers to the City's ability to:

Maintain existing service levels:

Withstand local and regional economic disruption;

Meet demands of natural growth, decline and change; and,

Meet the growing needs for capital improvements and service levels in a manner that balances the desires for services with available revenues.

Efforts by the City, to evaluate its financial condition, present a complex problem. Relationships between some factors are difficult to observe. Some are more important than others, but often, this cannot be determined until all factors have been assembled. Revenues may be higher than ever and may be exceeding expenditures. However, this may not consider inflation or that certain programs have been deferred. The interrelationship between capital expenditures and operating expenditures is not always readily apparent. For example, certain capital expenditures will have the effect of reducing operating expenses. Those operating expenses saved may be available for debt service on capital expenditures.

On the other hand, capital expenditures may require service and maintenance that increases the operating budget at the same time the City is attempting to meet debt service requirements. Failure to recognize the interrelationship between capital expenditures and debt service either as a positive or a negative factor may lead to improper decisions.

Introduction

Not all factors or indicators presented in the ICMA publication have been included in this study. Some indicators were excluded, as proper data was not available or reliable. As part of a multi-year analysis of financial trends, it is appropriate to review and evaluate the City's financial position relative to the financial objectives set by the City Council in 2013-2014.

Consumer Price Index

The table that follows reflects the consumer price index (C.P.I.) used in analyzing several financial trend indicators. This index assists in evaluating the effects of inflation on a government's budget.

The base year for this study is 1983, which has a consumer price index of 100.7.

Consumer Price Index (C.P.I.)		
YEAR	CPI	% Change
1984	105.0	-
1985	108.3	3.1%
1986	110.2	1.8%
1987	115.0	4.4%
1988	119.8	4.2%
1989	125.0	4.3%
1990	132.7	6.2%
1991	137.2	3.4%
1992	141.3	3.0%
1993	145.1	2.7%
1994	149.4	3.0%
1995	153.2	2.5%
1996	157.8	3.0%
1997	161.2	2.2%
1998	163.6	1.5%
1999	167.9	2.6%
2000	173.7	3.5%
2001	178.3	2.6%
2002	181.0	1.5%
2003	185.2	2.3%
2004	189.9	2.5%
2005	198.8	4.7%
2006	202.9	2.6%
2007	208.5	2.8%
2008	218.8	4.9%
2009	216.0	-1.3%
2010	218.4	1.1%
2011	226.9	3.9%
2012	231.4	2.0%
2013	234.1	1.2%
2014	237.0	2.4% Estimate

CPI's are as of September.

Executive Summary - General Fund

Revenues

Overall, revenues (including debt service) from 2004 to 2013 show an average annual increase of 1.8%. Decrease in constant dollar revenues began in 2002 due to the recession. In 2006 the City saw a slight increase of 3.41% before the recession of 2007. When compared to 2012, 2013's actual revenues increased by 2.7% and increased by 1.5% on a constant dollar basis.

Growth in revenues continues to be an important factor in funding increased costs such as fuel, utilities and insurance. Of particular concern, is the decline in constant dollar adjusted net operating revenues from the ten year period of 2004 to 2013. Sales tax revenue in particular; 2006-2007 sales tax increased by 10% over 2005-2006 sales tax. Since 2007-2008 to 2009-2010 sales tax dropped by an average of 4.08% by a worsening recession. 2009-2010 sales tax fell by 8.6% when compared to 2008-2009's sales tax. Sales tax revenues for 2012-2013 increased by 7.37% compared to 2011-2012. This same sales tax revenue for 2012-2013 was only \$65K more than 2000-2001 actual sales tax revenue.

Property tax revenues (excluding debt service) decreased twice in nine consecutive years (from 2003 to 2013) with 2010-2011 and 2011-2012 decreasing 1.87% and 4.51% respectively when compared to the previous years. However 2012-2013 property tax revenues increased by 3.16%, in current dollars, from 2011-2012's property tax revenues. And property tax revenues (including debt service) for 2013-2014 are projected to rise by 7.95%.

Expenditures

Overall, operating expenditures have generally increased 0.9% per year during the review period of 2004 to 2013 in current dollars. When examined in constant dollars, average operating expenditures have decreased slightly by 1.43% from 2004 to 2013. Due to the economic slowdown in 2001 and 2007, the City responded to decreasing revenues by cutting expenditures. A one-time use of fund balance occurred in 2007 to complete funding for a new fire station on the city's west side. Expenditures, in constant dollars, for 2012-2013 were 12.2% less than 2003-2004. The expenditures referred to include debt services payments, but exclude general fund expenditures for capital improvement projects (CIP). Major outsourcing initiatives were taken in the 2010-2011 fiscal year including library and residential sanitation pick-up. During the past five years the City has right-sized staff. Since 2008 almost 100 full-time equivalent positions have been eliminated representing a 20% decrease for all positions. Personnel costs now represent 64% of General Fund expenditures down from 79% in fiscal 2010-2011.

Debt Service

Debt service requirements have been in decline due to a pay-off of existing debt and the City's pay-as-you-go philosophy. Debt service requirements in 2013 represent 2.87% of net operating revenues compared with 8.9% of net operating revenues in 2001. This reduction occurred even while two new debt issues were sold. In 2013 two new debts were issued, \$3M for the Public Safety Radio upgrade and \$6.5M for a Aquatics Center.

Executive Summary - General Fund

Property Values

Property values increased in fiscal 2013 (a 1.55% increase compared to 2012) and show a increase of 4.26% in fiscal 2014 when compared to fiscal 2013. From 2004 to 2013 the trend has been negative with an annual average decrease of 0.08% in current dollars and a decrease of 2.35% in constant dollars. In 2013, property values are 23.86% below 2001 values in constant dollars. Growth in property values is a key indicator of financial health of a city.

Property Tax Revenues

Property tax revenues represent one of the largest sources of revenues for the City and are used to fund operations in the General Fund and to pay off bonds in the Debt Service Fund. In the General Fund alone, 2013 property taxes (excluding debt service) are \$17.7 million. 2013-2014 property tax revenues (including debt service) are projected to increase by 6.64% in constant dollars. In 2013 two new debts were issued, \$3M for the Public Safety Radio upgrade and \$6.5M for a Aquatics Center. Property tax revenues (including debt service) from 2004 through 2013 have increased on an average annual basis by 1.74% (in current year dollars.)

Executive Summary - Water And Sewer Fund

Revenues

2013 had low to moderate rainfall resulting in near drought conditions. Year-to-year revenue fluctuations are due to weather patterns, which affect water sales, and an increase in commercial accounts and commercial consumption. Operating revenues from 2004 to 2013, in current dollars, have increased on average by 2.97%. In constant dollars operating revenues have increased slightly by 0.56%. In order to offset the continuing rising cost of treated water and waste water treatment the City implemented a 13.5%, 12% and 3% increase in 2006, 2009 and 2013 respectively.

In 2010 the City entered into a new 30-year contract with its treated water supplier, the City of Dallas. The new contract provided for the one-time opportunity to reduce annual expenditures by approximately \$432,000 due primarily to changes in the City's customer base.

Expenditures

From 2004 to 2013, net operating expenditures (for Water and Sewer) have increased in current dollars by an annual average of 1.83%, and when examined in constant dollars, operating expenditures have decreased slightly by 0.47% over the same time frame. Year-to-year fluctuations are primarily due to weather patterns, which affect water demand.

User Charge Coverage

User charge coverage refers to whether fees and charges cover the entire cost of providing utility services including depreciation and transfers. User charge coverage differs from revenue bond ratio coverage requirements that do not include depreciation and transfers in the coverage calculation. User charge coverage calculations were sufficient to meet the 100% coverage requirement in 1998 thru 2002 and 2005. But declined to 98.95%, 77.33%, 96.5% and 91.6% in 2003, 2007 and 2008 respectively due to high rainfall patterns. Due to the continuing near drought conditions, 2013 user coverage was at 116.75%. Farmers Branch does not have a revenue bond ratio requirement as all water and sewer bonds have been paid off.

Executive Summary - Overall Conclusion

While this report primarily covers the period from 2004 to 2013, trends prior to that period have also been reviewed. This year marks the fourteenth year that this financial analysis covers at least a 10-year period.

The financial trends show fundamental change in both revenues and expenditures. A major change began in fiscal year 2000-2001 when net operating revenues, in constant dollar basis, began to decline. The economic downturns in 2001 and 2007 prompted the City to reduce expenditures in association with the reduction of revenues. Primarily reductions were to personnel. This decline stabilized in the 2004-2005 fiscal year and continued thru the 2006-2007. However in late 2007 a recession began and revenues for 2007-2008 and 2008-2009 declined by 2.94% and 0.87% respectively, and are below 2000-2001 levels on a constant dollar basis. 2012-2013 revenues increased by 1.53% compared to 2011-2012 revenues and are projected to increase by 3.0% for fiscal 2013-2014.

Expenditures, in constant dollars, overall have remained flat since 2002. Spending clearly shows a shift in financing strategy. Capital spending from the General Fund increased from zero dollars (\$0) in 1990 to \$2.4 million in 2003. Because of the economic downturn capital expenditures in 2005 and 2006 were only \$633,500 and \$137,500 respectively. In 2007 the City's capital expenditures were \$4,300,000, mainly for the new fire station #3 and road improvements. The expenditures for the fire station and road improvements were from a one-time use of fund balance. The total capital improvement transfers from 1990 to 2013 have equaled \$40.8 million. In 2013 two new debts were issued, \$3M was issued for the upgrade of public safety radio system and \$6.5M for a new aquatics center.

The financial trends show a fundamentally sound financial picture with revenue trends, in current dollars, continuing in a slightly positive direction while revenues in a constant dollars show a decline. Due to the state of the economy, revenues (in constant dollars) showed only a slight a decrease of 1.53%. With increase of 2.74% in current dollars in 2013. Expenditures for operations (excluding capital spending) have remained relatively flat with regards to inflation. Sales Tax revenue, Hotel/Motel Occupancy Tax revenue, and interest on investments were significantly impacted by the economic downturn in 2000-2001 and the recession beginning in 2007-2008. Even though Sales Tax revenue slightly increased from \$12.75 million in 2011-2012 to \$13.69 in 2012-2013 it is well below the \$14.5 million recorded in 2000. Hotel/Motel Occupancy Tax revenue increased by 16.61% when comparing 2011-2012 to 2012-2013. Hotel/Motel Occupancy Tax revenues are projected to increase in 2013-2014 on a constant dollar basis. Sales Tax Revenue is also projected to increase slightly in 2013-2014.

General Fund – Key Financial Indicators

Revenue Per Capita

Warning Trend

Decreasing net-operating revenues per capita (constant dollars).

Description

This indicator examines per capita revenue, both in current dollars and adjusted for inflation (constant dollars) to show changes in revenue relative to changes in population. A decrease in operating revenues per capita in constant dollars may be a warning trend that must be examined carefully. While per capita data may have less relevance in a city such as Farmers Branch with an extensive commercial base, current and constant net operating revenues remain highly relevant. This indicator is represented in two ways: 1.) Excluding debt service funding; and, 2.) Including debt service (includes all property tax) funding.

Analysis

When excluding property tax revenues used for debt service, during the review period net operating revenues averaged a increase of 2.35% per year in current dollars and a slight decrease of 0.05% in constant dollars. This decrease is primarily caused by decreased property tax revenues available to the General Fund because of increased debt service requirements, decreased sales tax receipts, and franchise fees due to the economic downturn in 2000-2001 when net operating revenues began a declining trend. Net operating revenues (excluding Debt Services) did increase in 2005-2006 by 6.02% but saw a decrease with the beginning of the 2007 recession. The 2012-2013 net operating revenues per capita decreased slightly by 0.2% when compared to 2011-2012.

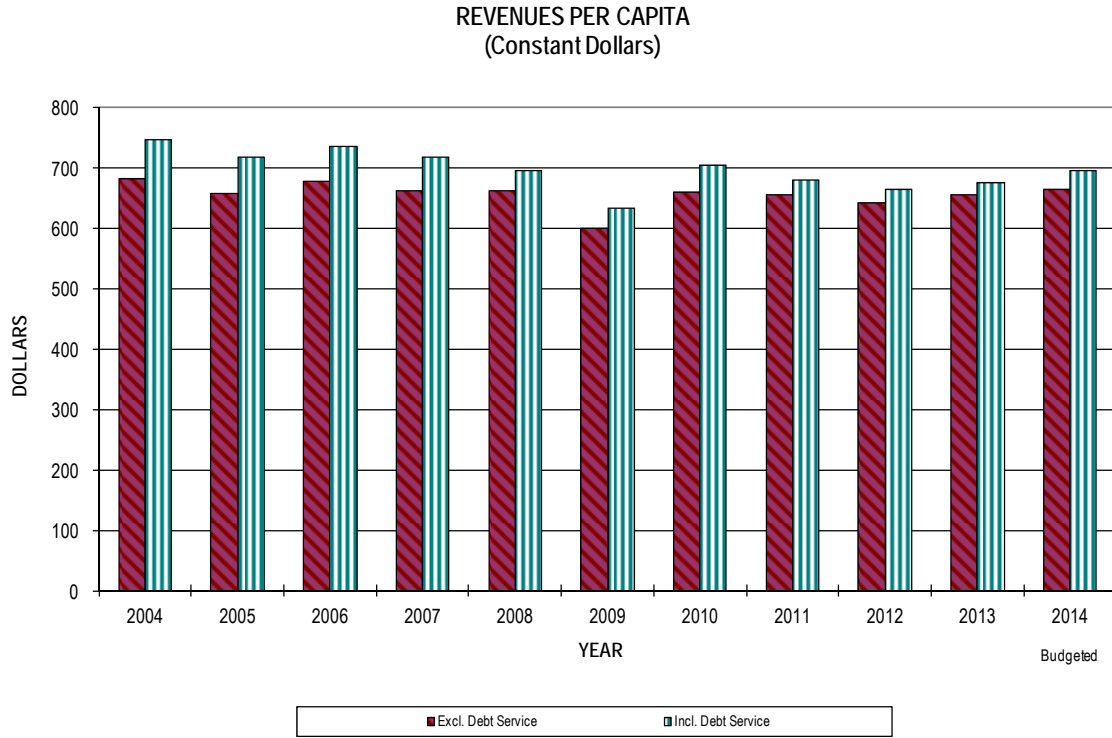
Operating revenues including debt service have experienced a slight upward trend (since 2004) averaging a slight increase of 1.82% per year in current dollars but a decrease of 0.91% in constant dollars. From 1995 to 2000, revenue grew. Due to the economic downturn constant dollar net operating revenues began a declining trend in 2000-2001 and again in 2005-2006. The 2012-2013 net operating revenues (including debt services) increased by 2.74% (vs. 2011-2012).

Revenue growth to cover capital improvements and operating cost inflation is especially important. General Fund revenues have been the largest part of Capital Improvement Program funding. For example, General Fund transfers have increased from zero dollars (\$0) in 2003 to \$537,500 in 2004, \$633,500 in 2005, \$137,500 in 2006 and \$4,300,000 in 2007. Because of the recession, in 2008 transfers were \$0 and only \$1.8M and \$1.06M in 2008-2009 and 2009-2010 respectively. Total capital improvement transfers from 1990 to 2013 equal \$40,876,900. From 1997 to 2013 transfers have totaled \$35,096,000 or 85% of the capital improvement transfers since 1990. These transfers have played an important role in the City's Capital Improvement Project planning process. Inflationary cost trends during from 2001 to 2013 have averaged approximately 2.6% per year

Conclusion

Sufficient revenues allow the City to continue to provide funds for necessary operations. Since 1995, the growth of revenues has represented an important trend for the City, however a flattening of revenues over the past eight years is a trend that requires close monitoring. Population changes since 1997 and 2009 impact per capita costs.

General Fund - Key Financial Indicators



General Fund – Key Financial Indicators

Elastic Revenues

Warning Trend

Decreasing amount of elastic operating revenues as a percentage of net operating revenues.

Description

Elastic revenues are highly responsive to change in the economy or inflation. As the economic base expands or inflation increases, elastic revenues rise in greater proportional rates than expansion or inflation. As the economy contracts, or during periods of low inflation, elastic revenues may decrease in current or constant dollars. A city with high reliance on elastic revenues during an economic contraction will find elastic revenues decreasing at a faster rate than a less elastic tax source. Conversely, during periods of economic expansion and inflation, elastic revenues will increase significantly, thereby providing funds to respond to increased service needs. A balance between elastic and inelastic revenues mitigates the affect of economic growth and decline.

Analysis

In Farmers Branch, elastic revenue sources are sales tax, a portion of landfill revenue and permits/fees. On average, elastic revenues have comprised 35.4% of net operating revenues from 2004 thru 2013. In 2013 there was a very slight increase to 35.42% from 2012's 34.44% of net operating revenues. The proportion of elastic revenues to total revenues continues to change as sales tax revenues have increased and permit/fee revenues have been stable for prior years. However due to a receding economy, sales tax are projected for only a slight increase for 2014. Permit/fee revenues also show a slight decrease for 2014. The landfill operations were outsourced on October 1, 1998. This change has reduced the elasticity for landfill revenues and accounts for the drop in revenue during 1999 (which was offset by corresponding expenditure reductions). Only the elastic portion of landfill revenues is analyzed for this indicator. The landfill contract provides for a guaranteed \$1 million payment in 2000 and beyond. These guaranteed payments were omitted from the table below.

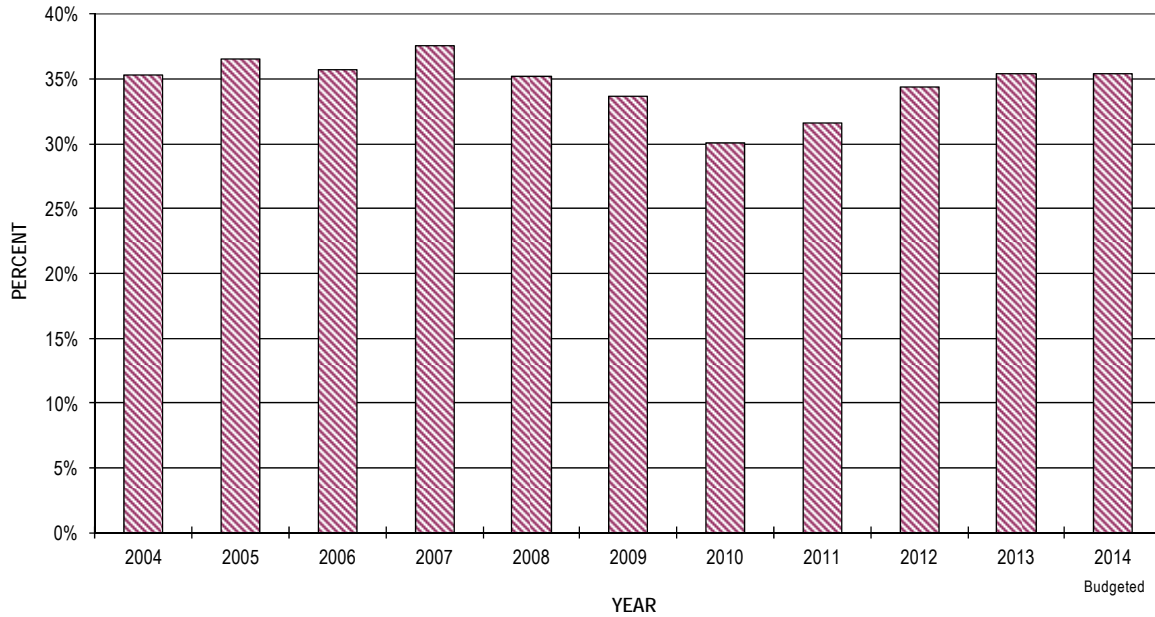
Conclusion

Sales tax for 2013 was \$13.69 million compared to \$18.99 million of property tax. Landfill revenue changed from 100% elastic to partially “fixed fee” inelastic revenues accounting for the 1998 to 1999 decline in elastic revenues but resulted in no net loss to the City.

General Fund - Key Financial Indicators

Elastic Revenues

ELASTIC TAX REVENUES
(as a % of Operating Revenues)



General Fund – Key Financial Indicators

Property Tax Revenues

Warning Trend

Decline in property tax revenues (constant dollars).

Description

Property tax revenues are considered separately from other revenues in this analysis because the City relies heavily on them. A diminishing property tax revenue growth rate can result from a number of causes including: (1) decline in property values, (2) decline in local economic health, (3) decline in total households or businesses, (4) unwilling default on property taxes, (5) insufficient assessment or appraisal, (6) intentional defaults resulting from insufficient penalties or collections.

The following analysis is based on both current and constant dollars. In Farmers Branch, property tax revenues are separately apportioned to fund debt service and to fund operating expenses. The analysis considers both property tax revenues including and excluding debt service allocations.

A decline in property tax revenues in constant dollars may reflect significant economic difficulties. Declining use of property tax revenues for capital expenditures (debt service included) may indicate a declining municipal reinvestment (unless other funds are used for debt or capital purchases). Conversely, decreasing availability of property tax revenues for operating expenses may cause a reduction in service levels or deficit spending.

Analysis

When including debt service, total property tax revenues from 2004 to 2013 have increased a yearly average of 1.74% in current dollars and a decrease of 0.60% in constant dollars. Total property tax revenues including debt service increased from 1996 through 2002 as a result of value increases. In 2004 property tax rates were increased by 4.5% (\$.02 per \$100) to help offset increasing expenses. Property tax revenues, in constant dollars, have increased from 1995 until 2002. In 2005 the property tax revenue increased by 2% from 2004 actual revenues due to stronger residential property values and a three forty-fifth cent (\$.0345) per \$100 property tax increase. In 2010 property tax revenue increased by 8.63% on strengthening property values and a twenty-fifth cent (\$.025) per \$100 property tax increase from the debt issued for the Fire Station and the Dangerous Structures bonds. Property tax revenues increased in 2012-2013 by 1.88% in association with a increased property valuation. 2013-2014 property tax revenues are estimated to increase by 7.95% on expected property value increases. In 2013-2014 property tax rates increase by \$0.0236 per \$100 for debt service.

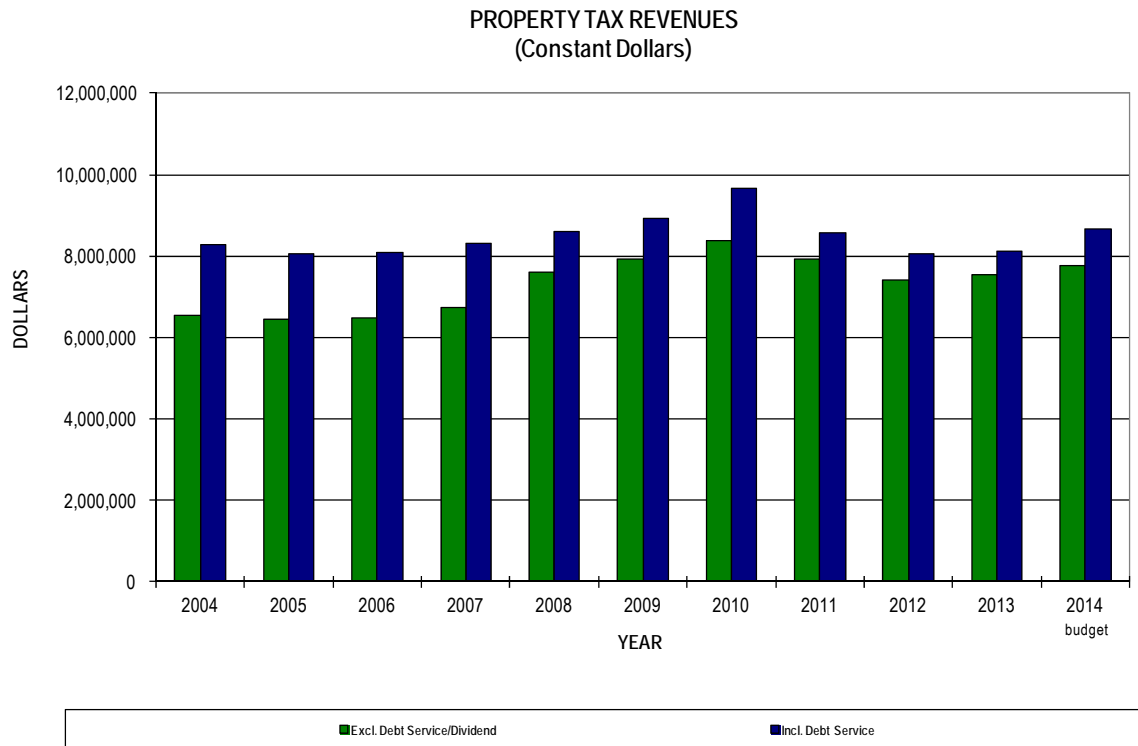
When excluding debt service, property tax revenues (in current dollars) increased an average of 3.39% from 2004 to 2013. While property tax revenues (in constant dollars) increased an average of 0.98% over the same time frame. The increase in property values and constant debt service requirements resulted in a current and constant dollar increases in property tax revenues from 2004 through 2013. In 1998, 1999, and 2000 property tax revenues increased by 8.0%, 10.8%, and 6.7%, respectively. The chart reflects the pattern of property tax allocations to the General Fund and the amounts necessary to fulfill debt service obligations.

Conclusion

Property tax revenues represent the largest single source of revenues for the City. When including debt service, total property tax revenues from 2004 to 2013 have increased a yearly average of 1.74% in current dollars and decreased 0.60% in constant dollars.

General Fund - Key Financial Indicators

Property Tax Revenues



General Fund – Key Financial Indicators

Other Major Revenue Sources

Warning Trend

Major revenue sources decreasing over time.

Description

Major Revenue sources may vary due to changes in the economy or inflation. As the economic base expands or inflation increases, elastic revenue sources should increase to match inflation. As the economy contracts, or during periods of low inflation, revenues may decrease in current or constant dollars. Every city must monitor its major revenue sources during economic contractions and expansions to react to changing service needs.

Analysis

In Farmers Branch, other major revenue sources are sales taxes, franchise fees, charges for services, and license and permits. Overall for 2002 thru 2005 sales tax has declined an annual average of 3.4%. 2006-2007 sales tax increased by 10% over 2005-2006 sales tax. However, due to the recession, 2007-2008's sales tax saw a modest gain of 0.74% over 2006-2007 sales tax. Since 2007-2008 to 2009-2010 sales tax dropped by an average of 4.08% by a worsening recession. 2009-2010 sales tax fell by 8.6% when compared to 2008-2009's sales tax. Sales tax revenues for 2012-2013 increased by 7.37% compared to 2011-2012. Franchise fees increased by 3.17% in 2013 compared to 2012. But increased by 9.27% in 2010-2011. Overall franchise fees have increased slightly by an average of 0.21% in current dollars and decreased slightly by 2.10% in constant dollars since 2004. From 2001 to present, license and permit revenues have shown slight increases. Increasing 4.66% in current dollars and by 2.13% in constant dollars.

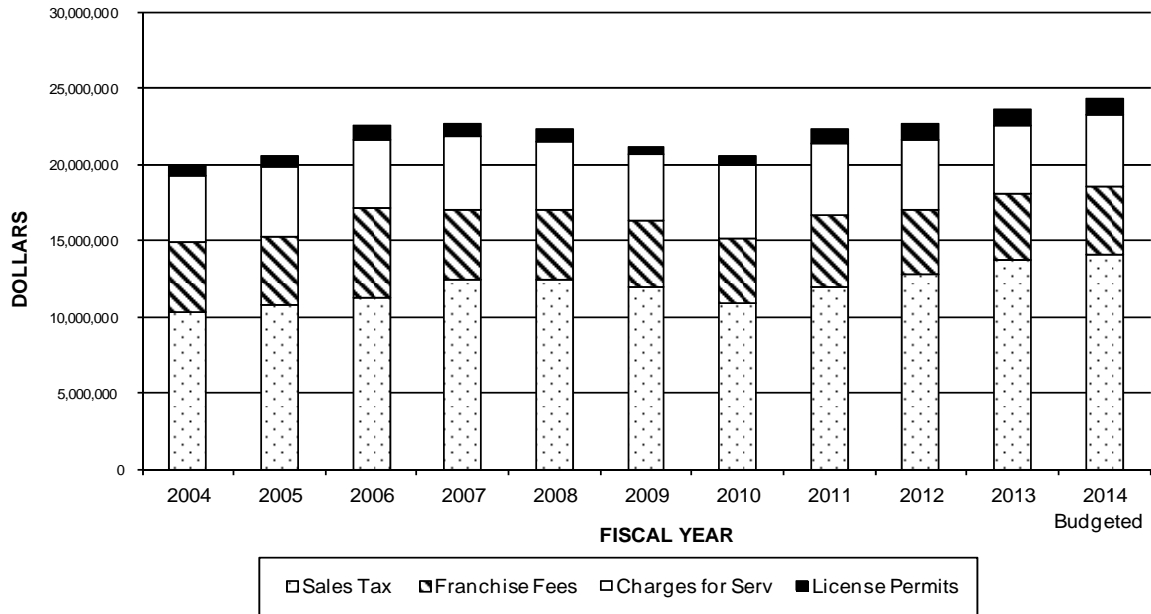
Conclusion

The proportion of other major revenue sources for the City is significant. For the past ten years other major revenue sources have averaged 51% of net operating revenues. Sales tax revenue continues to grow overall in constant dollars. However years 2001-2002 through 2008-2009 years saw a decline compared to 2000-2001 with a slight increase (compared to 2012-2013) projected for 2013-2014 on a current dollar basis. In the year 2012-2013, sales tax revenues were \$13.69 million and property tax revenues were \$18.99 million. Sales tax revenue continues to be a high percentage of the revenues for the City (for the past ten years sales tax has averaged 30% of net operating revenues) and is showing a flat trend trend in 2014.

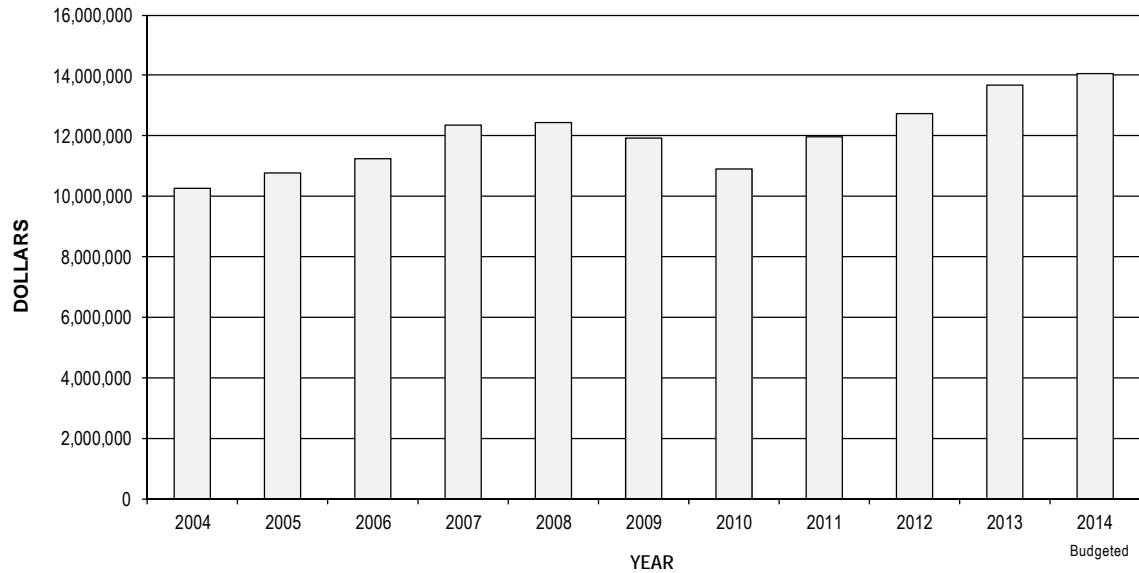
General Fund - Key Financial Indicators

Other Major Revenue Sources

OTHER MAJOR REVENUE SOURCES
(Current Dollars)



SALES TAX REVENUE
(Current Dollars)



General Fund – Key Financial Indicators

Expenditures per Capita

Warning Trend

Increasing net general funding expenditures per capita (constant dollars).

Description

Expenditures must be measured by a number of quantitative and qualitative factors. Changes in per capita expenditures reflect changes in expenditures relative to changes in population. Population is a criterion of some relevance as the population group is usually the group served. Other factors not analyzed here relate to the impact of commercial expansion on expenditures. Despite its limitations, per capita expenditure indicates a relationship of some validity.

Analysis

Net operating expenditures excluding CIP transfers and debt service decreased an average of 1.58% per year from 2004 to 2013 in constant dollars. Net operating expenditures excluding CIP transfers increased from 2004 to 2013 an average of 1.97% in current dollars. Compared to 2011-2012 the 2012-2013 expenditures decreased by 6.24% in constant dollars. The 2013-2014 operating expenditures excluding CIP transfers are projected to decrease by 4.09% in current dollars and decrease by 6.24% in constant dollars when compared to 2012-2013 actuals.

Net Operating Expenditures including CIP transfers: Net operating expenditures including CIP transfers increased from 2004 to 2013 an average of 1.37% in current dollars and decreased in constant dollars by 2.06%. For 2013-2014 operating expenditures including CIP transfers are budgeted to decrease 4.09% in current dollars and decrease 6.24% in constant dollars compared to 2012-2013 actuals.

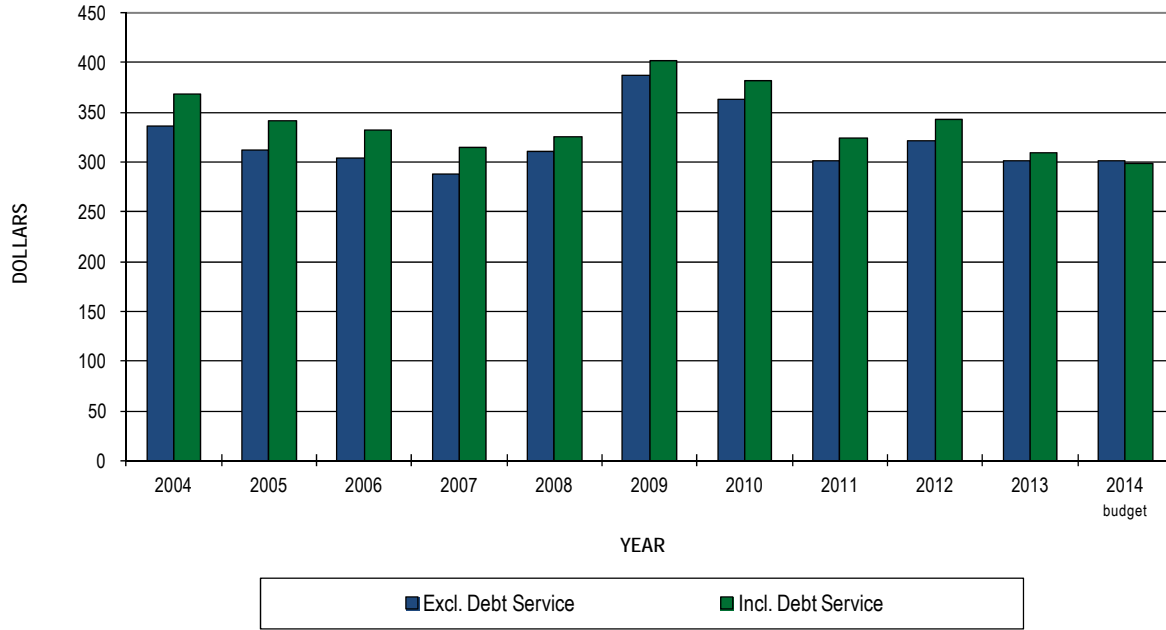
Conclusion

In response to financial trends, the City implemented cost containment measures and incorporated these measures into the budget process in both the early 1990's as well as the early 2000's. The City implemented a reduction in staff in 2008 and 2011 in response to the recession and cost containment continues to be an important consideration for preparing future budgets. Since 2008 almost 100 full-time equivalent positions have been eliminated representing a 20% decrease for all positions. Personnel costs now represent 64% of General Fund expenditures down from 79% in fiscal 2010-2011.

General Fund - Key Financial Indicators

Expenditures per Capita

EXPENDITURES PER CAPITA
(Constant Dollars)
(Excluding General Fund CIP Transfers)



General Fund – Key Financial Indicators

General Fund Balance

Warning Trend

Declining unassigned fund balances as a percentage of net operating revenue.

Description

Fund balance is the reserve accumulated in prior years that is available for use. Some fund balances may be restricted or committed by a policy decision for a specific purpose (although not legally obligated). This indicator analyzes unassigned fund balance only. Adequately maintaining such fund balances is important in ensuring that a municipality can withstand financial hardships and emergencies. This indicator compares unassigned fund balance as a percentage of net operating revenues.

Examining net operating expenses as a percentage of unassigned fund balance is also a valuable indicator in determining the how much unassigned fund balance is available for expenses. The City Council's target range of approximately 15% (low end) to 20% (high end) of actual GAAP basis expenditures expenditures in unassigned fund balance which compares unassigned fund balance as a percentage of operating expenditures not revenue.

Analysis

Percentage of net operating revenues to unassigned fund balance have declined from 2001 (27.8%) to 2012 (19.8%) and are budgeted to decrease slightly in 2013 (19.0%). This is due to a combination of a decline in revenue and the recession that began in late 2007. The City's ratio was 20% as of Sept. 30th 2013 and should remain relatively flat in 2014.

For net operating expenses, fiscal year 2013-2014 has the unassigned fund balance projected to be 20% of projected net operating expense.

The following graph compares unassigned fund balance as a percentage of net operating revenues.

Conclusion

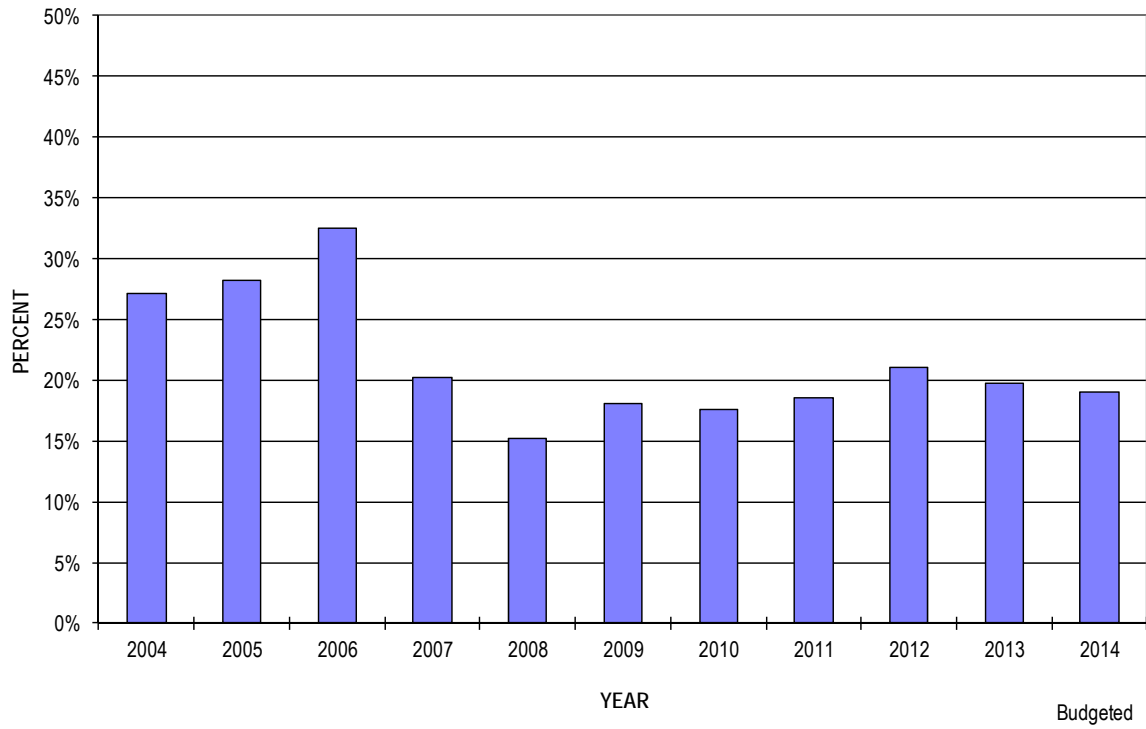
Because of reduced revenues (primarily from sales and property taxes) in 2001-2002 and 2002-2003 the City budgeted a planned use of unassigned fund balances. A use of unassigned fund balance was adopted to partially offset a significant decline in revenues. This use of unassigned fund balance softened the impact of an economic downturn on City programs and services. A contingency plan to reduce expenditures was also implemented. In 2010 cost containment efforts (mainly personnel) were implemented in order to offset the declining revenues.

The City continues to maintain a significant level of unassigned fund balance. Consistent with the City's plan of maintaining 15% to 20% of actual GAAP basis expenditures.

General Fund - Key Financial Indicators

General Fund Balance

GENERAL (Unassigned) FUND BALANCES
(as % of Net Operating Revenues)



General Fund – Key Financial Indicators

Debt Service

Warning Trend

Increasing net direct debt service as a percentage of net operating revenue.

Description

Debt service is the amount of principal and interest that must be paid each year in order to payoff long-term debt. As debt service requirements become greater in proportion to net operating revenues, the City has less money available for discretionary use. Perhaps more importantly, such a trend suggests that the City may have more debt outstanding than the City is able to repay. A credit industry benchmark is that debt service on net direct debt exceeding 20% of operating revenue is considered a potential problem.

Analysis

Since 1990 the City has funded \$40,739,400 directly from the General Fund for capital projects. In 2010 the City funded two new projects, Fire Station and for removal of Dangerous Structures, that totaled \$10.5M in new debt service obligations. In 2012-2013 a new debt of \$3M was also issued for upgrades to the public safety radio system. And \$6.5M of new debt was issued to build a new Aquatics Center.

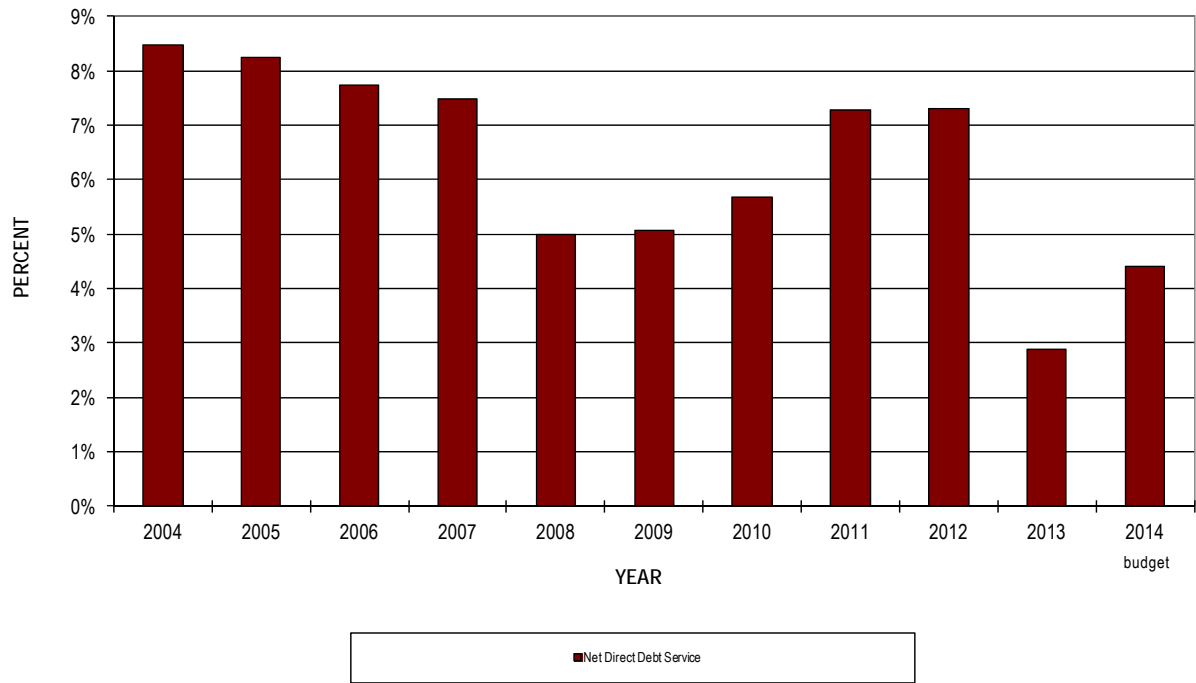
Conclusion

The City's assessed value is able to sustain significant debt, however, the impact of debt service on operating revenues is important. In 2002-2003, the City was able to refinance two of its outstanding bonds, saving \$915,936 in interest payments. Since 1992, debt service as a percentage of operating revenues, has consistently been below the credit rating benchmark of 20%, and has decreased from 25% in 1990 to 2.87% in 2013. Debt service is funded by a percentage of property tax exclusively.

General Fund - Key Financial Indicators

Debt Service

DEBT SERVICE
(as % of Net Operating Revenue)



General Fund - Key Financial Indicators

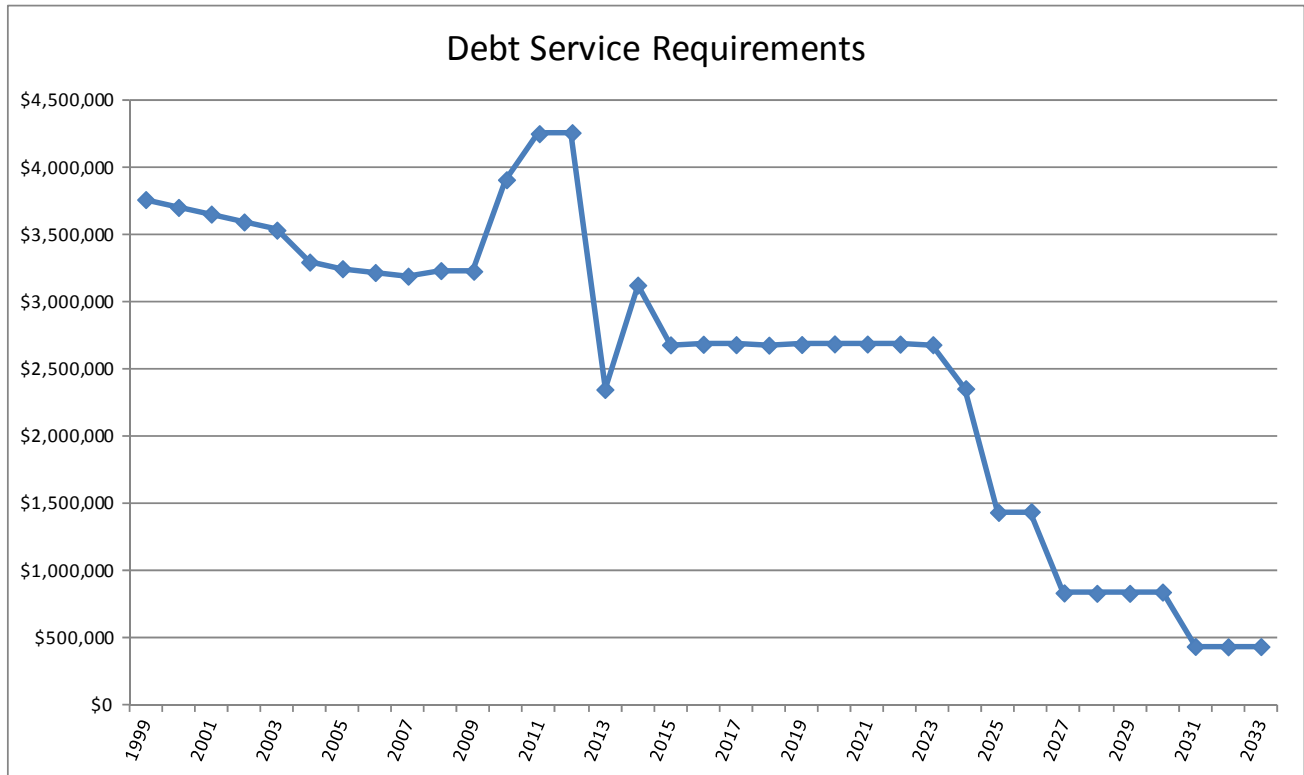
Year Ending	Debt Service Requirements CP&I *	Interest on Bond Proceeds Used for Debt Service	Debt Service Funded by Property Tax
2000	3,706,378		3,706,378
2001	3,656,968		3,656,978
2002	3,598,098		3,598,098
2003	3,537,152		3,537,152
2004	3,299,747		3,299,747
2005	3,250,208		3,250,208
2006	3,222,158		3,222,158
2007	3,194,808		3,194,808
2008	2,166,742		2,166,742
2009	2,159,850		2,159,850
2010	3,912,926		2,840,028
2011	4,255,490		3,213,606
2012	4,263,390		3,223,810
2013	2,351,055		1,302,330
2014-2018**	13,865,378		10,422,271
2019-2023**	13,438,605		10,424,844
2024-2028**	6,904,706		5,101,860
2029-2030**	2,988,188		2,988,188

* *Current Principal & Interest*

** *5-year cumulative*

General Fund - Key Financial Indicators

Debt Service



General Fund – Key Financial Indicators

Property Value

Warning Trend

Declining growth or drop in the market value of residential and commercial property in constant dollars.

Description

Fluctuations in property value are important because most cities depend on property taxes as a substantial portion of their revenue base. In cities with a stable tax rate, an increase in property value results in increased revenues. A decline in property value is most likely a symptom of other underlying problems. Property values in Farmers Branch are assessed at 100% of the market value. Properties are categorized into three primary segments: residential real property, commercial real property, and commercial (business) personal property. A business personal property tax exemption was added in 2004 on freeport inventory items. These are certain types of items held in state for 175 days or less.

Analysis

From 2004 to 2014, a formerly negative trend was reversed with an annual average property value increase of 0.32% in current dollars and decreased by 1.86% in constant dollars. In 2014 property values increased by 4.26% compared to 2013.

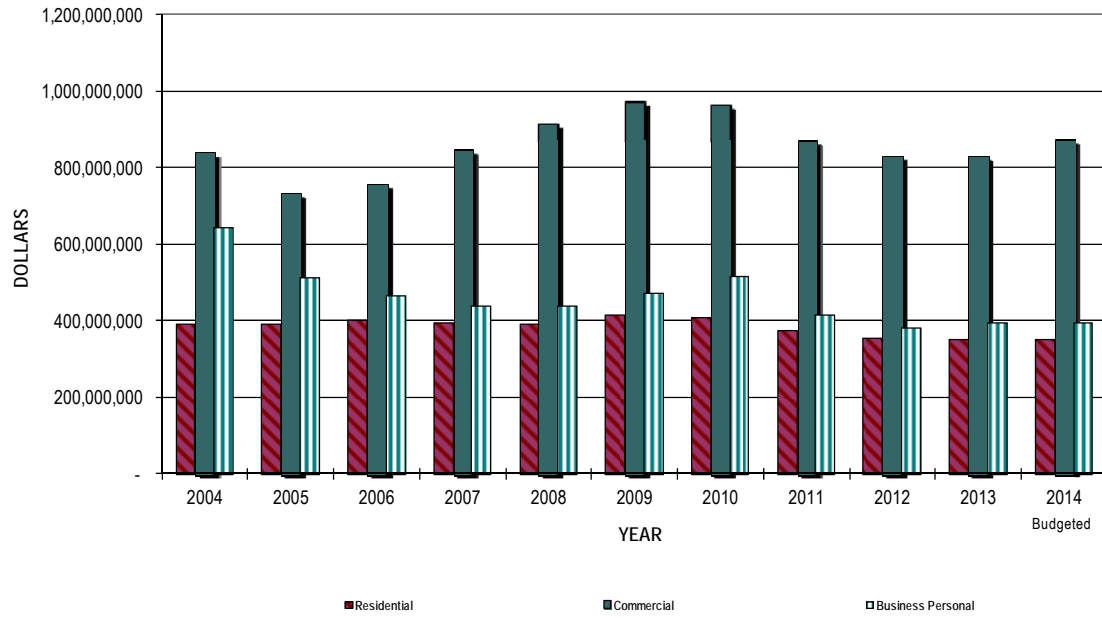
Conclusion

Since 1995 significant growth in property values has occurred. Property Values decreased in 2004, 2005, 2011 and 2012, but stabilized and showed slight growth in 2006, 2007, 2008, 2009, 2010, 2013 and 2014.

General Fund - Key Financial Indicators

Property Value

PROPERTY / BUSINESS PERSONAL VALUES
(Constant Dollars)



General Fund – Other Significant Financial Indicators

Uncollected Property Taxes

Warning Trend

Increasing amount of uncollected property tax as a percentage of net property tax levy.

Description

Every year a percentage of property owners are unable to pay property taxes. If the percentage increases over time, it may indicate an overall decline in the economic health of the City.

Credit rating firms assume local governments will normally be unable to collect 2% to 3% of their property taxes within the year the taxes are due. If uncollected property taxes rise to more than 5% to 8%, rating firms consider this a negative factor because it signals potential problems in the stability of the property tax base.

Analysis

The City has consistently collected no less than 95% of each years tax levy during the ten-year review period. From 1994 to 1997, the City collected 99%. This has been a positive factor since the ratio is within the credit rating benchmark of 2% to 3%. The amount of uncollected property taxes has decreased since 1991, with a substantial decrease in 1994 as the economy has shown improvement. From 1994 to 1997, uncollected property tax revenue was approximately 1% of the property tax levy. Due to the worsening economy, declining property values and increased protests, the City's uncollected property tax revenue reached a peak of 3.8% in 2004 but returned to less than 1% in 2005, 2006, 2007 and 2008. The economic downturn caused a surge in property value disputes in 2009, 2010, 2011 and 2012 where uncollected property tax jumped to 3.13%, 1.68%, 2.54%, 3.25% and 3.01% respectively. 2014's uncollected property tax rate is projected to be 3.8%

Conclusion

The City's ability to collect delinquent taxes is well within credit rating industry standards. No graphic illustration was prepared for this indicator.

General Fund – Other Significant Financial Indicators

Fixed Costs

Warning Trend

Increasing fixed costs as a percentage of net operating expenditures.

Description

Fixed costs are those expenditures the City is legally committed to fund. There are a number of expenses that reasonably can be considered fixed. However, for purposes of this analysis, a narrow legal interpretation has been given to fixed costs as those that there is no control or opportunity to make more efficient, reduce or modify. While many of the expenditures of the City could only be cut or modified with great service ramifications or with great citizen dissatisfaction, most expenditures are within the legal authority of the City to modify. The single largest fixed cost is the City's debt service requirements.

Analysis

The City's single largest fixed costs are the debt service obligations. Budgeted 2014 total fixed costs have increased by \$774K when compared to 2013. The increase from 2001 to 2013 is due to higher debt service obligations resulting from various debt supported projects. Debt service reductions also resulted from the City's pay-as-you-go plan for capital improvements.

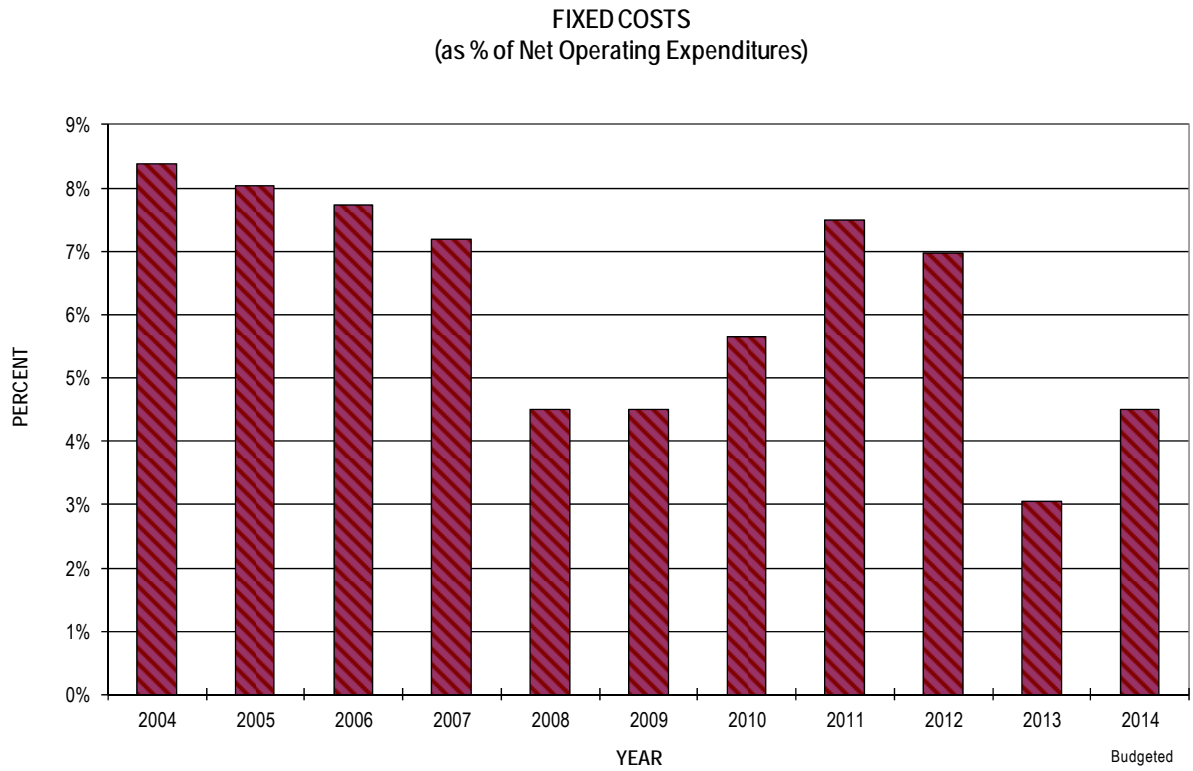
Conclusion

Excluding debt service, the City remains free of significant fixed cost obligations, which is a favorable position. The current debt service schedule reflects a general stable, minor downward trend for future years as a result of efforts to reduce debt service obligations (a small increase occurred in 1998-99 as a result of previously issued bond payment schedules). Due to reduced revenue growth, the City has begun recently to supplement its pay-as-you-go plan with the issuance of short-term debt.

Debt Service Schedule	
1998	3,832,180
1999	3,764,793
2000	3,706,378
2001	3,656,968
2002	3,598,098
2003	3,537,152
2004	3,299,747
2005	3,250,208
2006	3,222,158
2007	3,194,808
2008	3,235,964
2009	3,231,901
2010	3,912,926
2011	4,255,490
2012	4,263,390
2013	2,351,055

General Fund – Other Significant Financial Indicators

Fixed Costs



General Fund – Other Significant Financial Indicators

Population

Warning Trend

Rapid change in population size.

Description

Population change can directly affect governmental revenues and expenditures. A decline in population would appear to relieve the pressure for expenditures due to a smaller population receiving services. However, cities are rarely able to make expenditure reductions that are proportional to declining population.

Analysis

During the past years analyzed in this review, population in Farmers Branch has generally increased. Future increases are expected as multi-family development has occurred on the City's east side and may also occur on the City's west side. In 2006-2007 a study was completed indicating that the daytime population is estimated at 77,007. Census data for 2010 established total population of the City at 28,800.

Conclusion

Population has remained relatively stable within Farmers Branch. New single-family development and several multi-family developments have been constructed recently. The North Central Texas Council of Governments provided these estimates of population. Population figures remain stable throughout the study time period, therefore, no chart or graph is presented.

Water & Sewer Fund – Key Financial Indicators

Operating Revenues

Warning Trend

Decreasing net operating revenues (constant dollars).

Description

This indicator examines Water & Sewer Fund operating revenues, both in current dollars and adjusted for inflation (constant dollars). A decrease in operating revenues in constant dollars may be a warning trend that must be examined carefully.

Analysis

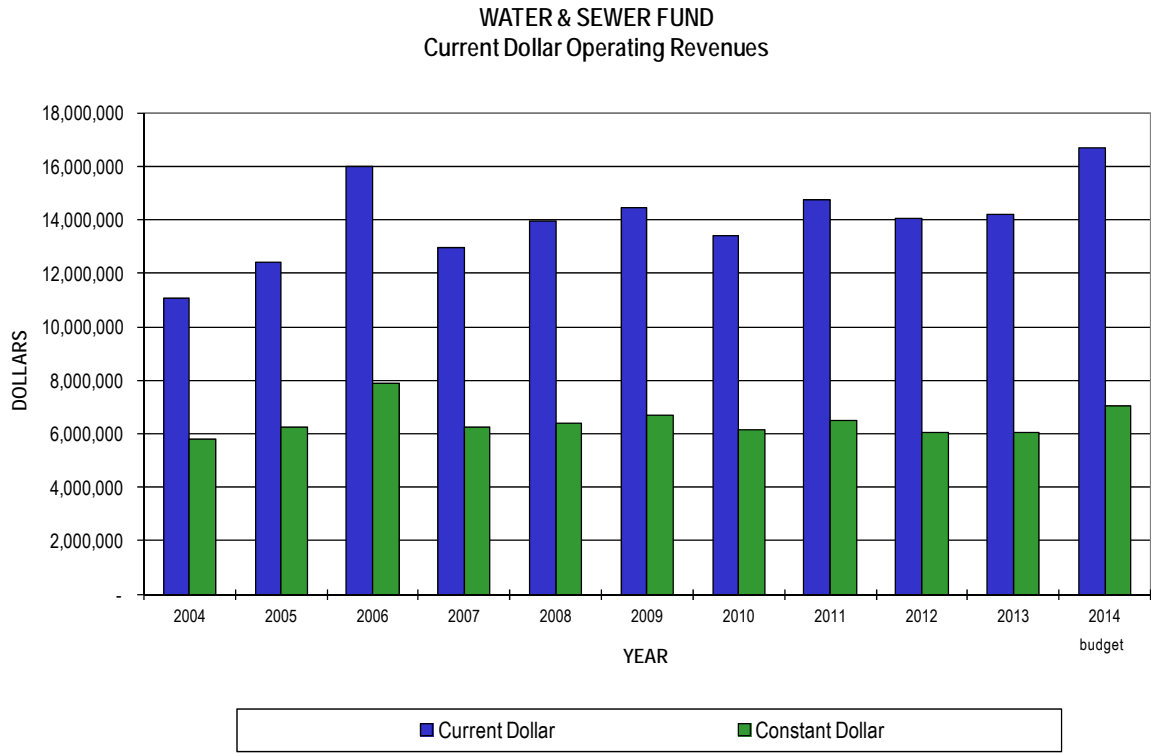
Net operating revenues have generally increased between 2004 and 2013 in current dollars (2.97% per year average) and very slightly increased in constant (0.56% per year average) dollars. In 2004, rates were increased 5% to offset revenue declines caused primarily by the economic downturn and weather conditions. 2005 rates were increased by 4.5% in order to offset continued declining revenues due to the same factors occurring in 2004. In order to offset the continuing rising cost, a 13.5% and 12% increase was also implemented in 2006 and 2009 respectively. 2011's revenues were higher with a increase of 4.67% compared to 2011. Rainfall and economic conditions can impact water consumption and therefore water revenue. Expenditures, to a great extent, fluctuate with consumption. Rates have been designed so as revenues change (as a result of consumption fluctuation) they are proportional to changes in expenditures caused by those fluctuations. This minimizes the impact of revenue loss caused by consumption fluctuations.

Conclusion

Water & Sewer Fund operating revenues have fluctuated since 2004 in constant dollars. This revenue is based on rate increases and water consumption. The summers of 1998, 1999, 2000, 2005 and 2006 were unusually dry and therefore contribute to higher revenues. In contrast 2004 and 2007 were high in rainfall with 47.57 and 50.05 inches of rain respectively (when compared to a 10-year average rainfall of 36.14 inches). This led to a drop in 2004 and 2007's revenues when compared to average operating revenues (in constant dollars). 2013's rainfall was 29.4 inches which was 6.74 inches below average. Year to year fluctuations are based primarily due to weather patterns, which affect water demand.

Water & Sewer Fund - Key Financial Indicators

Operating Revenues



Water & Sewer Fund – Key Financial Indicators

Operating Expenditures

Warning Trend

Increasing net operating expenditures (constant dollars).

Description

Water and Sewer Fund expenditures must be measured by a number of quantitative and qualitative factors. Population is a criterion of some relevance as the population group is usually the group served (commercial service is a major factor in Farmers Branch).

Analysis

Net operating expenditures have slightly decreased by an average of 0.47% (constant dollars) over the review period. With the exception of General Fund transfers and capital replacement funding, the City has little or no influence in the short term in controlling costs such as purchasing water, treating sewage, and electrical costs. In 2010 the City negotiated a new thirty-year contract with its water supplier, the City of Dallas, which significantly decreases the demand cost component of purchasing treated water. The 2013-2014 budgeted operating expenditures are based upon estimated consumption, which could be impacted by weather changes that could effect operations. Currently these expenses are projected to increase slightly by 3.44% (constant dollars).

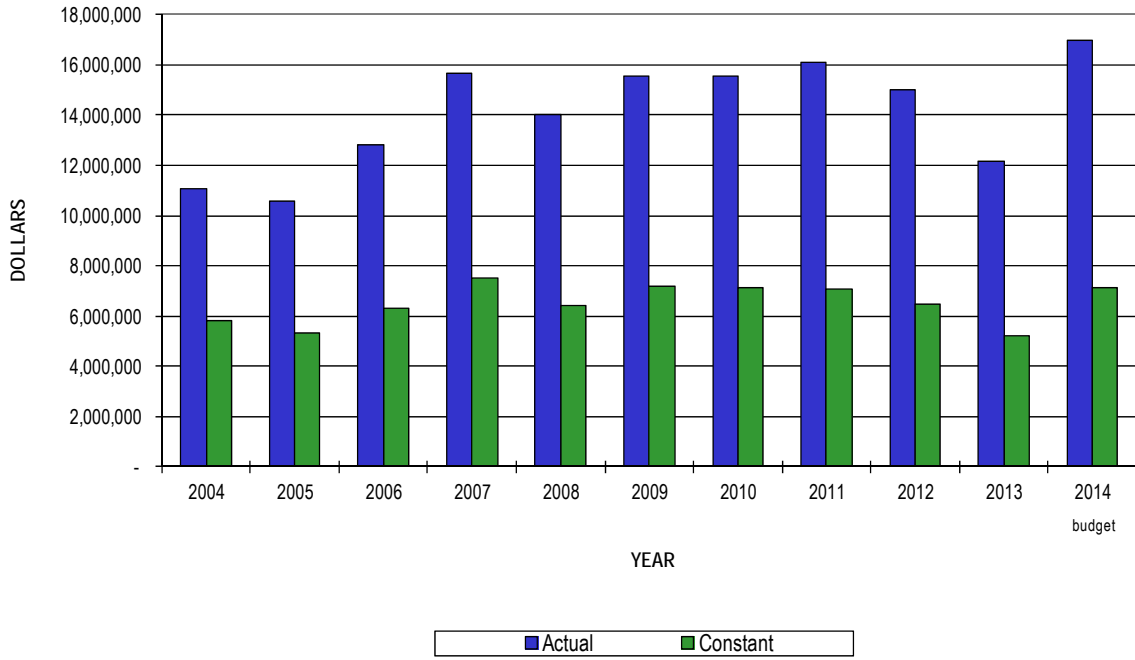
Conclusion

During the past few years, Water and Sewer Fund expenditures have increased. These increases have been partially offset by increased revenues caused by low rainfall levels and hot weather conditions. In 2004, 2005, 2006, 2009 and 2013 rates were increased 5%, 4.5%, 13.5%, 12% and 3% respectively to offset revenue declines caused primarily by the economic downturn. The Water and Sewer fund operates on the pay-as-you-go philosophy for maintenance and support expenses. This is achieved without issuance of debt with the annual transfers of \$2.1M or more in funds

Water & Sewer Fund - Key Financial Indicators

Operating Expenditures

WATER & SEWER FUND EXPENDITURES
(Actual Dollars vs. Constant Dollars)



Water & Sewer Fund – Key Financial Indicators

User Charge Coverage

Warning Trend

Decreasing revenues from user charges as a percentage of total expenditures for related services (water and sewer)

Description

User charge coverage refers to whether fees and charges cover the entire cost of providing utility services. If the fees and charges cover costs, the coverage is 100%. If coverage is less than 100%, fees and charges are not sufficient to cover operating expenditures, which translate to operating deficits. The 2014 user charge coverage referenced in the chart below is from the adopted budget.

Analysis

In analyzing this indicator, one adjustment was made to normal coverage functions:

1. General Fund transfers and debt obligations were included in expenditure figures.

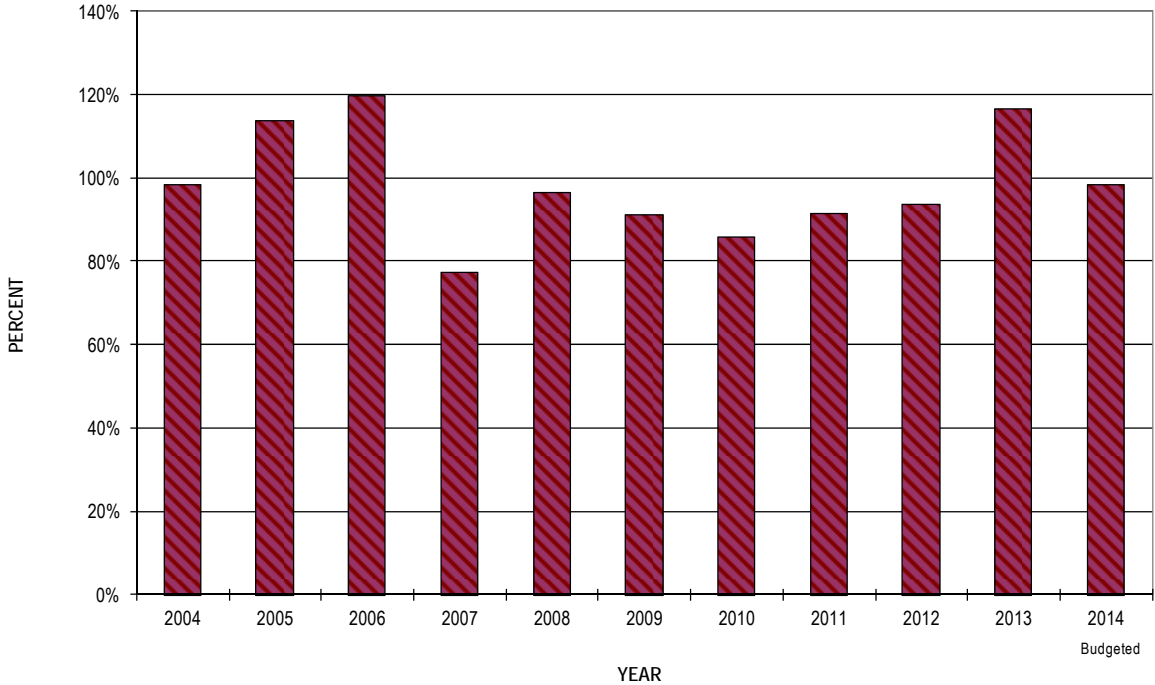
The adjusted user charge coverage has been at or above 100% from 1995 to 2001 with the exception of 1997. In 1997 the weather was very wet and water usage was below normal. 1999, 2000, 2005 and 2006 were unusually hot and dry summers so the adjusted user charge coverage has been 115%, 123%, 114% and 120% respectfully. Fiscal year 2006 was over 100% with coverage being right at 120% attributed to a drought in north Texas that ended in 2007 with high rainfall. 2012 and 2013 was drier than usual and user coverage rose to 116.75% from 2011's 93.64%. This trend will be monitored.

Conclusion

The City has generally maintained a near 100% user charge coverage level. However, rainfall patterns may affect this goal in any given year.

Water & Sewer Fund - Key Financial Indicators

USER CHARGE COVERAGE



All Other Financial Indicators

Restricted Revenues

Warning Trend

Increasing amounts of restricted operating revenues as a percentage of net operating revenues.

Description

Restricted operating revenues (other than bond requirements) require that funds be used for a specific function. Flexibility is often limited, not by a policy decision, but as a legal requirement. Dependency on restricted revenues often indicates reliance of intergovernmental revenues to finance services that would have to be funded from other sources if the restricted funds were withdrawn.

Analysis

The General Fund has no significant restricted revenues.

Conclusion

The City's position relative to restricted revenues is extremely favorable. This low percentage represents a positive financial indicator for the City. Restricted revenues are used for maintenance of the 911 telecommunications equipment, to fund portions of the police and fire communications operation, and for court security. No graphic illustration is provided because the percentage value is immaterial.

All Other Financial Indicators

Long Term Debt

Warning Trend

Increasing net bonded long-term debt as a percentage of assessed valuation.

Description

Long-term debt includes all financial obligations of the City that are not payable at fiscal year-end. In the case of Farmers Branch, this includes all outstanding bonds at the end of each fiscal year. The total assessed value of property is a major factor in determining the City's ability to service long-term debt. As long-term debt becomes larger in proportion to this assessed valuation, the City's ability to service the debt decreases.

Analysis

Due to economic downturns of 2001 and 2007, in 2010 the City issued two new debts in order to take advantage of the low interest rates. \$5.5M for the Fire Station and \$10M for Dangerous Structures. . In 2012-2013 fiscal year two new debts were issued. \$3M was issued for upgrades to the public safety radio system. \$6.5M was issued for a new Aquatics Center.

Conclusion

Between 2004 and 2013 net direct long-term debt increased. The increase is a result of the City taking advantage of low interest rate. However no new debt was issued for the Water and Sewer fund which currently relies on the pay-as-you-go philosophy. In 2009, \$7.2M of debt was issued for street maintenance and a new animal shelter. In 2010 the City issued \$10M in bonds to clear dangerous structures and also \$5.5M for a new fire station which resulted in the increase of debt for 2011. Additionally \$3M and \$6.5M in debt was issued in 2012-2013 for the upgrade of public safety radio system and a new Aquatics Center respectively.

The debt to assessed value ratio is a positive indicator. The City's long-term debt per capita of (\$803.82) does not exceed a credit industry benchmark of debt per capita (\$1,200), however such a standard is a national standard that does not account for the highly assessed values of commercial property nor the increased daytime population in the City. When adjusted for our daytime population, the benchmark of debt per capita falls well below the \$1,200 figure. A more important debt indicator is discussed in this report, which evaluates debt service as a percentage of net operating revenues. No graphic illustration was provided because the percentages are insignificant.

All Other Financial Indicators

Overlapping Debt

Warning Trend

Increasing long-term overlapping bonded debt as a percentage of assessed valuation.

Description

Overlapping debt is bonded debt that is issued against the tax base of the City. This includes not only the City's bonded debt, but also that of the other governmental units that have overlapping authority to issue bonds. In the City of Farmers Branch, overlapping jurisdictions include the following:

Carrollton-Farmers Branch Independent School District
Dallas Independent School District
Valwood Improvement Authority
Dallas County
Dallas County Hospital District
Dallas County Community College District
City of Farmers Branch

Overlapping debt is the percentage of overlapping debt and not those agencies entire debt. Credit industries apply a number of benchmarks that can be measured when considering overlapping debt including the following:

1. Debt not to exceed ten percent of valuation;
2. Overall debt not to exceed \$1,200 per capita;
3. An increase of more than 20% over previous year as a percentage of market value or more than 50% of the last four years.

Analysis

In 1996 through 2001 both the Carrollton – Farmers Branch ISD and Dallas ISD have increased their debt each year. In 2013 the debt was remained flat at 4.41% of assessed valuation.

Conclusion

Based on credit industry benchmarks the overlapping debt does not create an unfavorable condition with the exception of the per capita criteria. However, the per capita criterion does not consider the assessed value of the extensive commercial properties within the City. In fact, the ratio of debt to property value is a favorable indicator. No graphic illustration was provided, as the percentage of overlapping debt is significantly less than the benchmark of 10 percent of valuation.

All Other Financial Indicators

Accumulated Employee Leave

Warning Trend

Increasing number of unused vacation and sick leave days per municipal employee.

Description

Employee's vacation and sick leave is accrued and accumulated under programs determined by the employee date of employment. Upon retirement or termination, payment of accumulated leave may not exceed predetermined limits. As the average unused employee leave increases, so does the City government's financial obligation to the average employee upon retirement or termination. The retirement or termination of these employees can cause heavy financial drain on the local government.

Analysis

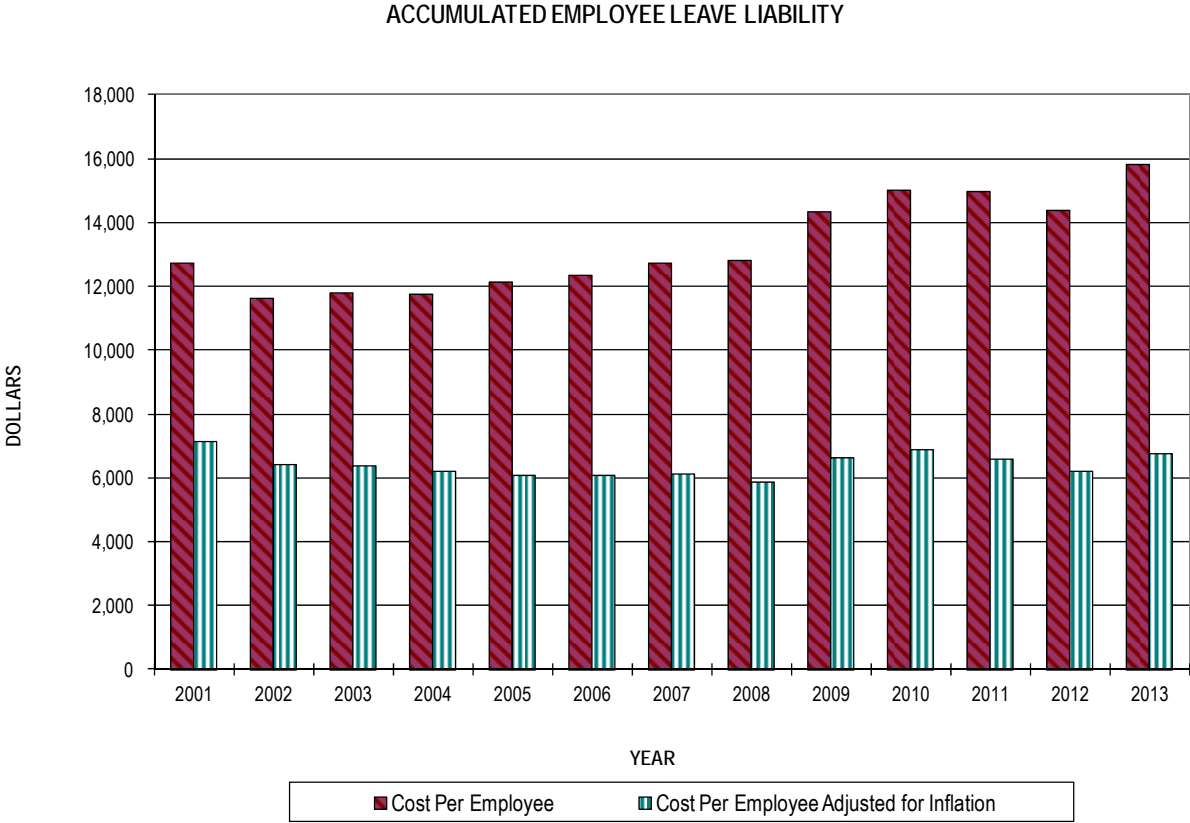
Average accumulated employee leave liability has increased from \$12,074 per employee to \$15,808 between 2000 and 2013 (current dollars). The rate of increase slowed significantly from 1996-97 and from 1997-98. On a per employee basis, the increase peaked in 1996 and decreased in both 1997 and 1998. From 2001 to 2013, rising costs have increased the per employee costs. However, the City implemented a change in its sick leave policy on October 1, 1992 for newly hired employees that will reduce accumulated employee liabilities over a period of several years. The accumulated sick leave amount for new employees has been reduced from 90 to a maximum of 30 days, a reduction of two-thirds. New employees may accrue 12 days of sick leave annually as opposed to 15 days, a reduction of 20%. On January 1st 2011 a new policy went into effect reducing accumulated vacation termination pay-outs by 25% and eliminating accumulated sick termination pay-outs for employees hired after January 1st 2011.

Conclusion

The liability for accumulated employee leave peaked on a per employee basis in 1996 and declined in 1997 and 1998 with slight growth from 1999 thru 2010. A more significant factor however is that, on a constant dollar basis, the per capita liability have declined since the 1996 peak. This indicator should be monitored as it affects future liabilities. The future financial obligation for accumulated employee leave is large. However, the termination or retirement of an employee each year generally creates a budget savings (caused by the position being unfilled for a period of time and new employees starting at lower salaries) that is usually sufficient to cover the accumulated pay. In addition, the City also maintains a personnel reserve account in each budget that is utilized to fund any shortfall. Therefore, payment of accumulated employee leave has always been funded within existing budgets. Presently 63 employees are uncapped by the policy put into place October 1, 1992. There are 234 employees hired between October 1 1992 thru January 1st 2011. The remaining 57 employees are capped by the January 1 2011 policy. The number of employees capped by the policy will increase in future years as turnover occurs. This policy change is a primary reason why the liability has stabilized and is expected to decrease in future years.

All Other Financial Indicators

Accumulated Employee Leave



All Other Financial Indicators

Revenues per Capita-Special Revenues Fund

Warning Trend

Decreasing net operating revenues per capita (constant dollars).

Description

This indicator examines per capita revenue in constant dollars to reflect changes in revenues relative to population. While per capita data may have no significant relevance, net operating revenue is important. This indicator examines hotel/motel occupancy tax revenue.

Analysis

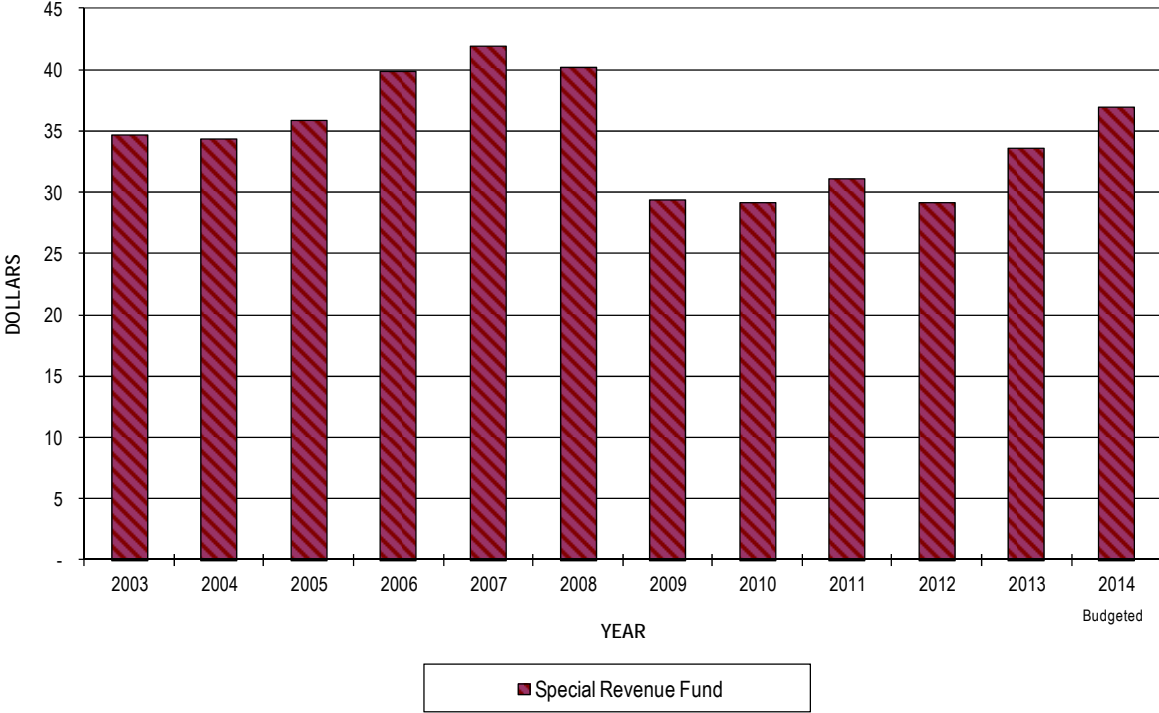
Increases in hotel/motel occupancies, room rates, the opening of several new hotels and a 1% increase in hotel/motel tax in May of 1999 contributed to a increase in hotel/motel tax revenue. After eliminating the additional revenue from the tax increase, revenues associated with the 1999 tax increases would result in a slight decline in net operating revenues for 1999. In 2011 Dallas hosted Super Bowl XLV which helped promote tourism to local hotels. 2013 Hotel/Motel occupancy tax revenue increased by 16.61% versus 2012 and showed an increase of 25.38% compared to 2003. The 2012 revenues reflect the shutdown, for a \$17M renovation, of the Sheraton between Dec. 2011 through mid-March of 2012. Revenue growth, on a per capita basis, had been steady since 1992 and flattened beginning in 1997 with a significant decline beginning in 2000-2001, which stabilized in 2003-2004 but is expected to slightly increase in 2013-2014. This indicator requires close monitoring.

Conclusion

This indicator for hotel/motel revenues had generally shown an overall upward trend until 1997 and then flattened on a per capita basis. This flattening since 1997 combined with a decline in 2003 and 2004 with limited revenue growth expectations for budgeted year 2014 will need to be closely monitored.

All Other Financial Indicators

REVENUES PER CAPITA
(Constant Dollars)



All Other Financial Indicators

Uncollected Utility Bills Water & Sewer Fund

Warning Trend

Increasing amount of annual uncollected utility bills as a percentage of net operating revenues.

Description

Every year a percentage of utility customers are unable or delinquent in paying utility bills. If the annual percentage increases, it may indicate an overall decline in the economic health of the City.

Analysis

The City maintains a favorable ratio of annual uncollected utility bills as a percentage of net operating revenues. The City has consistently collected over 99% of water and sewer receivables. City staff pursues collecting delinquent utility payments where practical and has contracted with a private collection agency to assist with collection activity.

Conclusion

The City's ability to collect water and sewer revenues is favorable. No credit industry standards are known for this indicator. The City continues to pursue delinquent accounts. No graphic illustration was provided because of the small percentages involved in this indicator.

SUMMARY OF CHANGES - REVENUES

DEPARTMENT/DIVISION	CATEGORY	ACCOUNT	ADJUSTED BUDGET 2013-14		AMENDED BUDGET 2013-14		BUDGET VARIANCE	% CHANGE FROM ADJUSTED BUDGET	REASON FOR CHANGE
				Increase	Decrease				
GENERAL FUND									
Taxes	Sales & Use Tax	Sales Tax	14,075,000		350,000	13,725,000	(350,000)	-2.49%	Sales tax less than planned.
	Franchise Fees	Gas	350,000	100,000		450,000	100,000	28.57%	Increased demands due to extended cold weather.
	Franchise Fees	Cable	295,000	10,000		305,000	10,000	3.39%	Increase related to the number of apartment dwellers receiving cable.
	General P & I	Penalties & Interest	150,000		50,000	100,000	(50,000)	-33.33%	Reduction related to more timely tax payments.
Licenses & Permits	Building	Certificate of Occupancy	11,000	4,000		15,000	4,000	36.36%	Increase related to rise in commercial occupancy rates.
	Building	Single Family Rental	80,000	10,000		90,000	10,000	12.50%	Increase related to rise in residential rental properties.
	Building	Vacant Bldg Registration	5,000		3,000	2,000	(3,000)	-60.00%	Reduction related to higher commercial occupancy rates and increases in residential property rentals.
	Plumbing	Plumbing Permits	70,000	25,000		95,000	25,000	35.71%	Increase in permits related to commercial and residential renovations.
	Multi-Family Inspection	Multi-Family	100,000	20,000		120,000	20,000	20.00%	Increase related to a rise in the number of apartments within the City.
Intergovernmental	Other Gov't'l	Dallas County	-	250,200		250,200	250,200	N/A	Project with Dallas County for Roadway Maint. on Valwood Pkwy. Total project budget is \$500,392.40, with Dallas County providing 50% funding. Increase of \$250,196.20 offset by Dallas County funding in same amount, neutral to Gen. Fund bottom line.
Charges for Services	Printing & Duplicating	Duplicating Services	8,000		4,000	4,000	(4,000)	-50.00%	Revised estimate based on revenue received.
	Printing & Duplicating	Library Copier Fee	6,000	2,000		8,000	2,000	33.33%	Revised estimate based on revenue received.
	Refuse Services	Garbage Sacks	20,000		8,000	12,000	(8,000)	-40.00%	Reduction related to less than anticipated garbage sack sales.
	Refuse Services	Landfill Energy Generation	257,100	12,900		270,000	12,900	5.02%	Revised estimate based on revenue received.
	Swimming Pool Fees	Swimming Pool Fees	311,000		285,700	25,300	(285,700)	-91.86%	Pool construction delayed. Revenue reflects reimbursements for swimming at the Natatorium.
	Building Use Fees	Park Programs	463,000	27,000		490,000	27,000	5.83%	Increase in park facility rentals.
	Admission/Reg/Fees	Events	7,700	8,000		15,700	8,000	103.90%	Changes to Liberty Fest in Hotel/Motel Fund saving \$344,800 in expenses and reduced related Hotel/Motel revenue by \$160,000. Added Dallas Symphony Orchestra concert expenses of \$80,000 and revenue of \$8,000. Net \$112,800.
Interest/Rents/Contributions	Rents	Commercial Rent	245,000	15,000		260,000	15,000	6.12%	Revised estimate based on revenue received.
	Rents	Tower Rent-Cell Phones	283,000	17,000		300,000	17,000	6.01%	Increase in cell phone rentals.
TOTAL GENERAL FUND VARIANCE				501,100	700,700		(199,600)		
WATER & SEWER FUND									
Miscellaneous	Late Fees	Late Fees	160,000	15,000		175,000	15,000	9.38%	Revised estimate.
Water/Sewer Sales	Sewer Service	Apartment Sewer	1,003,400	96,600		1,100,000	96,600	9.63%	Increase in apartment sewer service.
TOTAL WATER & SEWER FUND VARIANCE				111,600	-		111,600		
INTERNAL SERVICE FUND									
	Internal Service	Fuel Sales	585,700	3,100		588,800	3,100	0.53%	Increase in fuel costs for departments.
	Internal Service	Dept Warehouse OverHd	358,900	4,900		363,800	4,900	1.37%	Increase in vehicle maintenance costs for departments.
	Internal Service	Facilities Services	1,509,400	54,800		1,564,200	54,800	3.63%	Increase in facilities services costs for departments.
TOTAL INTERNAL SERVICE FUND VARIANCE				62,800	-		62,800		

SUMMARY OF CHANGES - REVENUES

DEPARTMENT/DIVISION	CATEGORY	ACCOUNT	ADJUSTED BUDGET 2013-14		AMENDED BUDGET 2013-14		BUDGET VARIANCE	% CHANGE FROM ADJUSTED BUDGET	REASON FOR CHANGE
				Increase	Decrease				
HOTEL/MOTEL FUND									
Taxes	Taxes	Hotel	2,507,000	25,000		2,532,000	25,000	1.00%	Revised estimate based on payments received.
Charges for Services	Events	Adm/Reg/Fees	183,200		160,000	23,200	(160,000)	-87.34%	Changes to Liberty Fest in Hotel/Motel Fund saving \$344,800 in expenses and reduced related Hotel/Motel revenue by \$160,000. Added Dallas Symphony Orchestra concert expenses of \$80,000 and revenue of \$8,000. Net \$112,800.
TOTAL HOTEL/MOTEL FUND VARIANCE				<u>25,000</u>	<u>160,000</u>		<u>(135,000)</u>		
SPECIAL REVENUE FUND REVENUES									
Donations	City Manager	Citizen Survey	-	10,000		10,000	10,000	N/A	Citizen Survey.
59,700	Env Health	Animal Care	11,500	30,100		41,600	30,100	261.74%	Donation received for animal care.
	Police	Police Donations	2,000	13,400		15,400	13,400	670.00%	Donations received for police training.
	Fire	Fire Donations	-	1,500		1,500	1,500	N/A	Donations received for fire training.
	Fire	Fire-TCOLE	-	1,000		1,000	1,000	N/A	State funds received for fire prevention training.
	Parks	Park Maintenance	400	3,400		3,800	3,400	850.00%	Donations received for parks.
	FB Community	Miscellaneous	-	300		300	300	N/A	Miscellaneous donations received.
Grants	State Grant	Events	-	800		800	800	N/A	Grant received for Halloween event.
5,550	Fed Govt Grant	TexShare Mobile	-	4,000		4,000	4,000	N/A	Grant received for mobile project.
	State Grant	HP Gen Store	-	750		750	750	N/A	Grant received for General Store supplies.
TOTAL SPECIAL REVENUE FUNDS VARIANCE				<u>65,250</u>	<u>-</u>		<u>65,250</u>		
FIXED ASSET FUNDS									
General - Non-Departmental	Other Fixed Assets	Miscellaneous	-	14,200		14,200	14,200	N/A	Purchase of electric vehicle charging stations.
14,200									
General - Information Serv	Computer	Software	104,000	23,800		127,800	23,800	22.88%	Additional funds needed for Microsoft Enterprise agreement.
73,500	Computer	Security	-	17,000		17,000	17,000	N/A	Firewall hardware for police department.
	Equipment	Security	50,000	6,700		56,700	6,700	13.40%	Additional funds needed for City Hall access control.
	Other Fixed Assets	Audio	-	26,000		26,000	26,000	N/A	Library A/V equipment.
General - Recreation	Equipment	Security	-	13,000		13,000	13,000	N/A	Additional security cameras needed for new security system.
13,000									
TOTAL FIXED ASSET FUN				<u>100,700</u>	<u>-</u>		<u>100,700</u>		General Fund increase from \$1,820,800 to \$1,921,500.

SUMMARY OF CHANGES - EXPENDITURES

DEPARTMENT/DIVISION	CATEGORY	ACCOUNT	ADJUSTED BUDGET 2013-		AMENDED BUDGET 2013-		BUDGET VARIANCE	% CHANGE FROM ADJUSTED BUDGET	REASON FOR CHANGE
			14	Increase	Decrease	14			
GENERAL FUND									
General Government	Services	Elections	20,600	79,800		100,400	79,800	387.38%	Increase for charter election and possible bond election as well as run-off election.
80,400	Services	Special	38,000	600		38,600	600	1.58%	Increased costs for council retreat and appreciation event.
Non-Departmental (822,800)	Services	Electricity	202,000		37,000	165,000	(37,000)	-18.32%	Lower than expected electricity costs.
	Other Objects	Personnel Reserve	1,038,400		950,000	88,400	(950,000)	-91.49%	Distribute personnel reserves to General Fund accounts.
	Transfers	CIP	500,000	150,000		650,000	150,000	30.00%	Increased transfer to CIP.
	Transfers	Fixed Assets	-	14,200		14,200	14,200	N/A	Electric vehicle charging stations.
General Administration (37,800)	Personnel Services	Full-Time	496,300		23,900	472,400	(23,900)	-4.82%	Elimination of Assistant City Manager position.
	Personnel Services	Life & Health	33,200		8,600	24,600	(8,600)	-25.90%	Elimination of Assistant City Manager position.
	Personnel Services	TMRS	100,100		4,700	95,400	(4,700)	-4.70%	Elimination of Assistant City Manager position.
	Personnel Services	Medicare	7,500		600	6,900	(600)	-8.00%	Elimination of Assistant City Manager position.
Legal 994,600	Purch. Serv.	Legal	70,400		5,400	65,000	(5,400)	-7.67%	Revised estimate of court legal costs.
	Purch. Serv.	Legal Lawsuit Awards	-	1,000,000		1,000,000	1,000,000	N/A	Lawsuit settlement.
Communications 19,400	Personnel Services	Full-Time	146,900	3,000		149,900	3,000	2.04%	Merit and retention increase.
	Personnel Services	Life & Health	11,200	5,300		16,500	5,300	47.32%	Employee benefit selection changes.
	Personnel Services	TMRS	30,300	100		30,400	100	0.33%	Adjustment related to merit/retention pay.
	Purch. Serv.	Outsource Contractor	25,000	8,000		33,000	8,000	32.00%	Additional video support and quality video production cost increase.
	Repairs & Maint.	Office Machines	20,400	3,000		23,400	3,000	14.71%	Additional website tool to assist in quality and accessibility control.
Economic Development 17,300	Personnel Services	Full-Time	268,600	15,100		283,700	15,100	5.62%	Merit increase and title/salary change.
	Personnel Services	TMRS	55,700	2,200		57,900	2,200	3.95%	Increase related to salary increases.
Human Resources 38,500	Personnel Services	Full-Time	414,700	7,500		422,200	7,500	1.81%	Department restructuring - offset by position vacancies.
	Services	Special	30,000	31,000		61,000	31,000	103.33%	Services provided by Compass Health Pros and wellness services by Vivarae.
Information Services 96,800	Purch. Serv.	Consulting	176,700	23,300		200,000	23,300	13.19%	Facility A/V assessment \$25,000 (slight offset by other savings).
	Transfers	Fixed Assets	535,000	73,500		608,500	73,500	13.74%	MicroSoft Enterprise License +\$23,800; Police Firewall hardware +\$17,000, Library AV +\$26,000, CH Access control +\$6,700

SUMMARY OF CHANGES - EXPENDITURES

DEPARTMENT/DIVISION	CATEGORY	ACCOUNT	ADJUSTED BUDGET 2013-		AMENDED BUDGET 2013-		BUDGET VARIANCE	% CHANGE FROM ADJUSTED BUDGET	REASON FOR CHANGE
			14	Increase	Decrease	14			
Com Serv Administration 14,800	Personnel Services	Full-Time	420,300	8,800		429,100	8,800	2.09%	Salary change for Director of Planning position.
	Personnel Services	Life & Health	51,800	5,600		57,400	5,600	10.81%	Employee benefit selection changes.
	Personnel Services	TMRS	85,900	300		86,200	300	0.35%	Increase related to salary change.
	Personnel Services	Medicare	6,100	100		6,200	100	1.64%	Increase related to salary change.
Building Inspection 17,500	Personnel Services	Full-Time	542,500	3,500		546,000	3,500	0.65%	Funds included for Inspector position budgeted for June thru September. Savings realized with salary lapse and position salary decrease.
	Personnel Services	Life & Health	59,400	13,900		73,300	13,900	23.40%	Insurance changes with new Code Officer and funds added for new Inspector position.
	Personnel Services	Medicare	7,600	100		7,700	100	1.32%	Increase related to additional position.
Environmental Health 66,200	Personnel Services	Part-Time	98,200	15,400		113,600	15,400	15.68%	Funds added for Kennel Attendant to reflect current job duties and 37 hours per week. Funds also added for summer intern for mosquito control spraying/ larvaciding/trapping/ complaints and storm water sampling.
	Personnel Services	Life & Health	37,300	3,300		40,600	3,300	8.85%	Employee benefit selection changes.
	Personnel Services	TMRS	98,800	3,500		102,300	3,500	3.54%	Increase related to part-time hours/salary increase.
	Supplies	Chemicals	15,200	4,000		19,200	4,000	26.32%	Mosquito adulticide for spraying machine and mosquito dunks for residential larvacide program.
Services	Special	92,600	40,000		132,600	40,000	43.20%	Funds budgeted for creek flow study.	
	Public Works Admin 6,600	Personnel Services	Full-Time	443,900	4,300		448,200	4,300	0.97%
Personnel Services	TMRS	90,500	2,300		92,800	2,300	2.54%	Merit/retention pay.	
Solid Waste Collection 14,300	Personnel Services	Life & Health	51,100	14,300		65,400	14,300	27.98%	Employee benefit selection changes.
Street Maintenance 321,100	Personnel Services	Full-Time	796,100	12,700		808,800	12,700	1.60%	Position reclassification. Merit/retention pay.
	Personnel Services	Life & Health	125,900	35,100		161,000	35,100	27.88%	Employee benefit selection changes.
	Personnel Services	TMRS	166,600	3,100		169,700	3,100	1.86%	Position reclassification. Merit/retention pay.
	Repairs & Maint.	Street Repair	720,300	250,200		970,500	250,200	34.74%	Project with Dallas County for Roadway Maint. on Valwood Pkwy. Total project budget is \$500,392.40, with Dallas County providing 50% funding. Increase of \$250,196.20 offset by Dallas County funding in same amount, neutral to Gen. Fund bottom line.
	Services	Electricity	500,000	20,000		520,000	20,000	4.00%	Revised estimate based on current billings for street lights & traffic signals.
Police Administration (8,300)	Personnel Services	Overtime	8,000		7,000	1,000	(7,000)	-87.50%	Reduced overtime needs.
	Personnel Services	TMRS	123,300		1,300	122,000	(1,300)	-1.05%	Reduction related to reduced overtime needs.
Police Investigations (5,900)	Personnel Services	Overtime	61,700		5,000	56,700	(5,000)	-8.10%	Reduced overtime needs.
	Personnel Services	TMRS	255,100		900	254,200	(900)	-0.35%	Reduction related to reduced overtime needs.

SUMMARY OF CHANGES - EXPENDITURES

DEPARTMENT/DIVISION	CATEGORY	ACCOUNT	ADJUSTED BUDGET 2013-14		AMENDED BUDGET 2013-14		BUDGET VARIANCE	% CHANGE FROM ADJUSTED BUDGET	REASON FOR CHANGE
			Increase	Decrease	Increase	Decrease			
Police Patrol (47,100)	Personnel Services	Overtime	220,100		47,100	173,000	(47,100)	-21.40%	STEP grant added this year.
PD Communications 160,400	Personnel Services	Overtime	154,600		14,600	140,000	(14,600)	-9.44%	Improved staffing.
	Services	Special	-	175,000		175,000	175,000	N/A	Consolidated Dispatch operational start-up costs.
Fire Administration 21,900	Personnel Services	Full-Time	476,800	15,200		492,000	15,200	3.19%	Merit/retention pay.
	Repairs & Maint.	Facilities Services	121,500	6,700		128,200	6,700	5.51%	Revised estimate per Facilities Services.
Fire Prevention 2,800	Personnel Services	Full-Time	349,000	2,800		351,800	2,800	0.80%	Merit and step increases.
Fire Operations 120,500	Personnel Services	Full-Time	5,140,000	20,700		5,160,700	20,700	0.40%	Two Separations; One Int FF Cert; 13 Step Raises; Two Driver Positions Re-Assigned as Firefighter Positions.
	Personnel Services	Life & Health	628,500	99,800		728,300	99,800	15.88%	Increase in firefighters taking insurance & expanding families.
Parks Administration 15,500	Personnel Services	Full-Time	353,500	15,500		369,000	15,500	4.38%	Merit/retention pay.
Park Maintenance 92,700	Personnel Services	Full-Time	1,773,500	40,300		1,813,800	40,300	2.27%	Merit/retention pay.
	Personnel Services	Life & Health	288,300	18,700		307,000	18,700	6.49%	Employee benefit selection changes.
	Personnel Services	TMRS	361,300	11,600		372,900	11,600	3.21%	Increase related to merit/retention pay.
	Personnel Services	Medicare	25,800	1,600		27,400	1,600	6.20%	Increase related to merit/retention pay.
	Repairs & Maint.	Facilities Services	22,000	500		22,500	500	2.27%	Revised estimate per Facilities Services.
	Services	Electricity	150,000	20,000		170,000	20,000	13.33%	Revised estimate based on current electric usage.
Recreation 13,000	Transfers	Fixed Assets	55,000	13,000		68,000	13,000	23.64%	Additional security cameras needed for new system.

SUMMARY OF CHANGES - EXPENDITURES

DEPARTMENT/DIVISION	CATEGORY	ACCOUNT	ADJUSTED BUDGET 2013-		AMENDED BUDGET 2013-		BUDGET VARIANCE	% CHANGE FROM ADJUSTED BUDGET	REASON FOR CHANGE
			14	Increase	Decrease	14			
Swimming Pool (379,500)	Personnel Services	Full-Time	105,500		74,300	31,200	(74,300)	-70.43%	Filling of Pool Manager from April through September.
	Personnel Services	Part-Time	201,400		201,400	-	(201,400)	N/A	Pool construction delayed.
	Personnel Services	Overtime	5,000		5,000	-	(5,000)	N/A	Pool construction delayed.
	Personnel Services	Life & Health	21,300		15,100	6,200	(15,100)	-70.89%	Filling of Pool Manager from April through September.
	Personnel Services	TMRS	22,100		15,900	6,200	(15,900)	-71.95%	Filling of Pool Manager from April through September.
	Personnel Services	Medicare	4,500		4,000	500	(4,000)	-88.89%	Filling of Pool Manager from April through September.
	Supplies	Chemicals	14,900		14,900	-	(14,900)	N/A	Pool construction delayed.
	Supplies	Consumables	500		500	-	(500)	N/A	Pool construction delayed.
	Supplies	Janitorial	2,600		2,600	-	(2,600)	N/A	Pool construction delayed.
	Supplies	Office & Equipment	400		400	-	(400)	N/A	Pool construction delayed.
	Supplies	Tools & Equipment	300		300	-	(300)	N/A	Pool construction delayed.
	Repairs & Maint.	Facilities Services	5,800		5,200	600	(5,200)	-89.66%	Revised estimate per Facilities Services 2-7-14.
	Repairs & Maint.	Pool	30,800		30,100	700	(30,100)	-97.73%	Pool construction delayed.
	Services	Special Programs	16,400	54,500		70,900	54,500	332.32%	Temporary adjustment for pool fees paid to other facilities for patron reimbursement or facility rental.
Services	Electricity	26,000		26,000	-	(26,000)	N/A	Pool construction delayed.	
Services	Water	38,900		38,300	600	(38,300)	-98.46%	Pool construction delayed.	
Senior Center 11,800	Personnel Services	Full-Time	234,700	9,500		244,200	9,500	4.05%	Merit/retention pay.
	Repairs & Maint.	Facilities Services	113,800	2,300		116,100	2,300	2.02%	Revised estimate per Facilities Services.
Events 83,700	Personnel Services	Full-Time	96,700	2,000		98,700	2,000	2.07%	Merit/retention pay.
	Personnel Services	Life & Health	5,800	1,500		7,300	1,500	25.86%	Employee benefit selection changes.
	Repairs & Maint.	Facilities Services	17,400	200		17,600	200	1.15%	Revised estimate per Facilities Services.
	Events	Dallas Symphony Orch	-	80,000		80,000	80,000	N/A	Added Dallas Symphony Orchestra concert for 5/24/14. (Changes to Liberty Fest in Hotel/Motel Fund saving \$344,800 in expenses and reduced related Hotel/Motel revenue by \$160,000 and added \$8,000 for Dallas Symphony Orchestra revenue. Net \$112,800.)
Library (2,900)	Services	Electricity	47,900		2,900	45,000	(2,900)	-6.05%	City's electric rate is lower than that which LSSI was paying.
TOTAL GENERAL FUND VARIANCE				2,448,500	1,543,000		905,500		
INTERNAL SERVICE FUND									
Facilities Management 51,600	Personnel Services	Full-Time	306,600	12,800		319,400	12,800	4.17%	Merit increases and splitting Program Coordinator between divisions for 6 months.
	Personnel Services	TMRS	65,800	4,000		69,800	4,000	6.08%	Merit increases and splitting Program Coordinator between divisions for 6 months.
	Purch. Serv.	Contract Labor	-	6,000		6,000	6,000	N/A	Temporary Admin Support after Program Coordinator position filled.
	Services	Special	405,700	28,800		434,500	28,800	7.10%	Library Janitorial for 9 months - 3 months reimbursed under old LSSI contract ending 12-31-13.
Fleet Management 11,200	Purch. Serv.	Contract Labor	-	13,000		13,000	13,000	N/A	Administrative support with Program Coordinator vacancy.
	Inventory Usage	Garage Parts	643,700		1,800	641,900	(1,800)	-0.28%	Reduction in garage parts needed.

SUMMARY OF CHANGES - EXPENDITURES

DEPARTMENT/DIVISION	CATEGORY	ACCOUNT	ADJUSTED BUDGET 2013-14		AMENDED BUDGET 2013-14		BUDGET VARIANCE	% CHANGE FROM ADJUSTED BUDGET	REASON FOR CHANGE
			Increase	Decrease	Increase	Decrease			
Photographic Light System 0	Supplies	Fixed Assets	-	60,000		60,000	60,000	N/A	Traffic preemption system.
	Donations & Forfeitures	Operating	133,900		60,000	73,900	(60,000)	-44.81%	Moved funds to supply category for purchase of traffic preemption system.
PEG Access Channel 4,500	Supplies	Fixed Assets	100,000	4,500		104,500	4,500	4.50%	Budget to spend projected available fund balance.
TOTAL SPECIAL REVENUE FUNDS VARIANCE				708,794	60,000		648,794		
FIXED ASSET FUNDS									
General - Non-Departmental 14,200	Other Fixed Assets	Miscellaneous	-	14,200		14,200	14,200	N/A	Purchase of electric vehicle charging stations.
General - Information Serv 173,500	Computer	Software	104,000	123,800		227,800	123,800	119.04%	Additional funds needed for Microsoft Enterprise agreement and funds to hire a Project Manager for One Solution software and related travel/training costs.
	Computer	Security	-	17,000		17,000	17,000	N/A	Firewall hardware for police department.
	Equipment	Security	50,000	6,700		56,700	6,700	13.40%	Additional funds needed for City Hall access control.
	Other Fixed Assets	Audio	-	26,000		26,000	26,000	N/A	Library A/V equipment.
General - Recreation 13,000	Equipment	Security	-	13,000		13,000	13,000	N/A	Additional security cameras needed for new security system.
TOTAL FIXED ASSET FUNDS				200,700	-		200,700		