

# Memorandum



DATE February 12, 2016  
TO The Honorable Mayor and Members of the City Council  
SUBJECT Agenda Item #22 – February 5, 2016  
FY 2015-16 Community Development Block Grant  
Extensions and Reprogramming - Follow up Response

**Listed below is the response to follow-up requests for additional information regarding the CDBG program and eligible activities that may be carried out with the grant funds.**

The Community Development Block Grant (CDBG) Entitlement Program provides annual grants on a formula basis to entitled cities and counties to develop viable urban communities by providing decent housing and a suitable living environment, and by expanding economic opportunities, principally for low- and moderate-income persons.

Eligibility for participation as an entitlement community is based on population data provided by the U.S. Census Bureau and metropolitan area delineations published by the Office of Management and Budget. HUD determines the amount of each entitlement grantee's annual funding allocation by a statutory dual formula which uses several objective measures of community needs, including the extent of poverty, population, housing overcrowding, age of housing and population growth lag in relationship to other metropolitan areas.

HUD awards grants to entitlement community grantees to carry out a wide range of community development activities directed toward revitalizing neighborhoods, economic development, and providing improved community facilities and services.

Grantees are allowed to develop their own programs and funding priorities to address a wide range of unique community development needs specific to their own communities. However, maximum feasible priority must be given to activities which benefit low- and moderate-income persons.

CDBG funds may be used for activities which include, but are not limited to:

- Acquisition of real property
- Rehabilitation of residential and non-residential structures
- Construction of public facilities and improvements, such as water and sewer facilities, streets, neighborhood centers, and the conversion of school buildings for eligible purposes
- Public services (within certain limits), such services to children, youth and seniors
- Provision of assistance to for-profit businesses to carry out economic development and job creation/retention activities
- Relocation and demolition
- Activities relating to energy conservation and renewable energy resources

Each activity must meet one of the following national objectives for the program: benefit low- and moderate-income persons, prevent or eliminate slums or blight, or address community development needs having a particular urgency because existing conditions pose a serious and immediate threat to the health or welfare of the community for which other funding is not available.

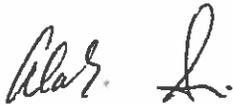
In addition to meeting one of the national objectives for the program, the City must follow its Citizen Participation Plan. Regulations requires that each grantee must develop and follow a detailed plan which provides for, and encourages, citizen participation and which emphasizes participation by persons of low- or moderate-income, particularly residents of predominantly low- and moderate-income neighborhoods, slum or blighted areas, and areas in which the grantee proposes to use CDBG funds.

Activities funded through the City's CDBG Program include:

- Housing programs – such as Mortgage Assistance, Home Repair and Reconstruction
- Economic Development programs – such as the Business Assistance Centers and Business Loan Program through Southern Dallas Development Center
- Public Service programs (subject to a 15% maximum funding cap) – such as Afterschool and Summer programs for youth, Dental Health and the Community Courts
- Administration and Oversight (subject to a 20% maximum funding cap) – provides funds for Fair Housing and staff responsible for financial management, compliance monitoring and reporting

The FY 2016-17 HUD Consolidated Plan budget development process for new CDBG, HOME, HOPWA and ESG grant funds is currently underway. The process began in January with citizen input at six public hearings held within the community. The City Manager's Proposed FY 2016-17 HUD Consolidated Plan Budget will be presented to the Community Development Commission on March 3rd. The Commission will deliberate and amend the City Manager's proposed budget prior to it being presented to the City Council on April 20th. The Council will have an opportunity to make adjustments to the budget through the Council amendment process and prior to final adoption which is scheduled for June 22, 2016.

Please contact me if you have additional questions.



Alan E. Sims  
Chief of Neighborhood Plus

- |    |  |  |
|----|--|--|
| c: | A.C. Gonzalez, City Manager                  | Joey Zapata, Assistant City Manager          |
|    | Warren M.S. Ernst, City Attorney             | Mark McDaniel, Assistant City Manager        |
|    | Craig D. Kinton, City Auditor                | Eric D. Campbell, Assistant City Manager     |
|    | Rosa A. Rios, City Secretary                 | Jeanne Chipperfield, Chief Financial Officer |
|    | Daniel F. Solis, Administrative Judge        | Sana Syed, Public Information Officer        |
|    | Ryan S. Evans, First Assistant City Manager  | Elsa Cantu, Assistant to the City Manager    |
|    | Jill A. Jordan, P.E., Assistant City Manager |  |

# Memorandum



CITY OF DALLAS

**DATE** February 12, 2016

**TO** Members of the Budget, Finance & Audit Committee: Jennifer S. Gates (Chair), Philip T. Kingston (Vice Chair), Erik Wilson, Rickey D. Callahan, Scott Griggs, Lee M. Kleinman

**SUBJECT** Follow-up to Questions from the February 1, 2016 Budget Finance and Audit Committee Meeting

In response to questions asked regarding the Convention Center's debt service at the February 1<sup>st</sup> Budget, Finance & Audit committee meeting the following information is provided.

On February 11, 2009, the Convention Center's \$260 million outstanding debt was refinanced with the issuance of \$325 million of revenue refunding and improvement bonds. There were several objectives achieved by this transaction. The refunding provided immediate debt service cost relief to the Center; eliminated the need for a General Fund subsidy to the Center's operating costs; provided approximately \$60 million in new funding for much needed capital improvements; and removed the pledge of hotel occupancy taxes from a future convention center hotel (which was not built at that time). The life of the debt was extended by 9 years from 2028 to 2037. The effective interest rate on the bonds is 5.2%. The schedule of remaining debt service is attached.

Please let me know if you need additional information.

  
Jeanne Chipperfield  
Chief Financial Officer

## Attachment

**c:** Honorable Mayor and Members of City Council  
A.C. Gonzalez, City Manager  
Warren M.S. Ernst, City Attorney  
Craig D. Kinton, City Auditor  
Rosa A. Rios, City Secretary  
Daniel F. Solis, Administrative Judge  
Ryan S. Evans, First Assistant City Manager

Jill A. Jordan, P.E., Assistant City Manager  
Joey Zapata, Assistant City Manager  
Mark McDaniel, Assistant City Manager  
Eric D. Campbell, Assistant City Manager  
Sana Syed, Public Information Officer  
Elsa Cantu, Assistant to the City Manager

**DEBT SERVICE**  
**Convention Center Debt Service Requirements**  
**As of 09/30/2015**

<b>Fiscal Year</b>	<b>Outstanding Debt</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2016	5,740,000	15,866,413	21,606,413
2017	6,945,000	15,579,413	22,524,413
2018	8,250,000	15,232,163	23,482,163
2019	8,665,000	14,819,663	23,484,663
2020	9,095,000	14,386,413	23,481,413
2021	9,550,000	13,931,663	23,481,663
2022	10,030,000	13,454,163	23,484,163
2023	10,530,000	12,952,663	23,482,663
2024	11,055,000	12,426,163	23,481,163
2025	11,610,000	11,873,413	23,483,413
2026	12,190,000	11,292,913	23,482,913
2027	12,800,000	10,683,413	23,483,413
2028	13,440,000	10,043,413	23,483,413
2029	14,110,000	9,371,413	23,481,413
2030	14,815,000	8,665,913	23,480,913
2031	15,595,000	7,888,125	23,483,125
2032	16,415,000	7,069,388	23,484,388
2033	17,275,000	6,207,600	23,482,600
2034	18,180,000	5,300,663	23,480,663
2035	19,135,000	4,346,213	23,481,213
2036	20,140,000	3,341,625	23,481,625
2037	21,200,000	2,284,275	23,484,275
2038	22,310,000	1,171,275	23,481,275
	<b>\$309,075,000</b>	<b>\$228,188,359</b>	<b>\$537,263,359</b>

# Memorandum



DATE February 12, 2016

TO The Honorable Mayor and Members of the City Council

SUBJECT **Upcoming Agenda Item postponement - Bishop Arts Station Project (Alamo Manhattan) - Oak Cliff Gateway TIF District**

On February 1, 2016, the Council's Economic Development and Housing Committees were briefed on the proposed Bishop Arts Station Project (Alamo Manhattan) TIF development agreement in the Oak Cliff Gateway TIF District scheduled for the February 24<sup>th</sup> Council agenda. The project is subject to street abandonments, including a portion of 138 West Davis, currently in the application process and pending future Council consideration.

One open issue noted at the briefing was the status of HUD guidance for a voluntary refund of CDBG funds used for the City's prior purchase of 138 West Davis Street. HUD has requested a current appraisal of the property in order to evaluate next steps.

Staff postponed the Council item and will reschedule it once the HUD process for refunding the CDBG funds used to purchase the property located at 138 West Davis Street is determined.

## Background

- Beginning In 2011, as part of the North Oak Cliff Neighborhood Investment Program (NIP) initiative, preliminary work began for a "Zang-Davis Median Improvement" project including exploring the potential acquisition of 138 West Davis Street (property owned by Roy Smith used for an auto repair business).
- On December 11 2013, pursuant to Council Resolution No. 13-2093, the City purchased 138 West Davis Street.
- A total of \$479,540.77 in HUD CDBG funds have been utilized to date for this purchase, including \$375,368 for property acquisition and the remainder for design, demolition, and environmental work. The City planned to complete the project with local funds going forward.
- The original scope for the "Zang-Davis Median Improvement" project was to include median and pedestrian streetscape improvements to promote a gateway into the Bishop Arts district.
- Subsequently during summer 2014, the site was identified as a potential location for a streetcar stop as part of the planned extension of the Oak Cliff Streetcar from

Methodist Hospital area to the Bishop Arts District and, ultimately, Jefferson Boulevard (potential future phase).

- The Oak Cliff Streetcar extension, funded by TXDOT Texas Mobility Funds, is expected to be completed by July 2016.
- Even after the abandonment of a portion of the 138 West Davis Street site, there is sufficient land available for the City to construct a basic streetcar stop. This stop will function until the proposed Bishop Arts Station project is underway (with plans for a more enhanced plaza).
- In December 2014, the Oak Cliff Gateway TIF District was expanded to include a new Bishop/Jefferson Sub-district to link the Methodist Hospital area with the new streetcar line and connect to the Bishop Arts retail district while encouraging new development south to the Jefferson Boulevard corridor.
- In January 2015, developer Alamo Manhattan began discussions with City staff on a proposed Bishop Arts Station project for TIF funding. The initial project design raised community concerns and in May 2015, the City's Urban Design Peer Review Panel (UDPRP) reviewed the project and suggested significant revisions.
- Subsequently, Alamo Manhattan held numerous community meetings and substantially revised the project design. The UDPRP reviewed the updated design in September 2015 with positive review and only minor follow up suggestions.
- On January 14, 2016, the Oak Cliff Gateway TIF Board reviewed the project and recommended a development agreement for up to \$11,250,000 in future TIF funds.
- The current design includes a proposed 3,540 square foot abandonment of the western portion of 138 West Davis Street tract for a small portion of building structure and restaurant seating. The eastern portion would remain public as an enhanced plaza adjacent to the streetcar line.
- Alamo Manhattan agrees to oversee improvements to the plaza and operate and maintain the plaza.
- Based on preliminary feedback from HUD, in order to provide the most flexibility for the developer with design and timing, staff has recommended pursuing a voluntary repayment of all the CDBG funds used for the prior purchase of the 138 West Davis Street tract.
- Alamo Manhattan agreed to pay both the City's abandonment fees and the voluntary HUD repayment.
- Staff is recommending, subject to approval by the Council, that the proceeds from the abandonment (net City administrative costs) be reimbursed to the developer to help offset the cost of improving the trolley plaza (in substitution for a portion of TIF funding) after construction of the improvements are completed and City inspection/acceptance of the plaza improvements.

Should you have any questions, please contact me at (214) 670-3296.



Ryan S. Evans  
First Assistant City Manager

C: A.C. Gonzalez, City Manager  
Warren M. S. Ernst, City Attorney  
Craig Kinton, City Auditor  
Rosa A. Rios, City Secretary  
Daniel F. Solis, Administrative Judge  
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Jill A. Jordan, P.E., Assistant City Manager  
Mark McDaniel, Assistant City Manager  
Joey Zapata, Assistant City Manager  
Jeanne Chipperfield, Chief Financial Officer  
Sana Syed, Public Information Officer  
Karl Zavitkovsky, Director, Office of Economic Development  
J. Hammond Perot, Assistant Director, Office of Economic Development  
Elsa Cantu, Assistant to the City Manager-Mayor & Council

# Memorandum



CITY OF DALLAS

DATE February 12, 2016

TO Honorable Mayor and Members of the City Council

SUBJECT February 24, 2016 Draft Agenda Items Nos. 59 and 60

Article XI, Historic Preservation Tax Exemptions and Economic Development Incentives for Historic Properties of the Dallas Development Code was created in 1993. The Program was established to “encourage economic development through the revitalization and preservation of the city’s historic properties...” The Historic Tax Incentive Program was up for sunset review by the Dallas City Council on December 9, 2015. The program was modified slightly and renewed for a five year period (sunsets on December 31, 2020). The Council rejected a proposal from the Historic Tax Incentive Task Force, an Ad Hoc committee of the Landmark Commission, to extend the abatement period for projects which qualified for a 10 year exemption to allow a 15 year exemption.

The Program has several tax exemption levels depending on the location of the property and the amount spent on rehabilitation. Section 11.201(e) of the Dallas Development Code requires City Council to review any exemption over \$50,000. Two requests are on the February 24, 2016 agenda for Council consideration.

The property at 1314 West Davis Street is within the Winnetka Heights Historic District. Currently, the building is a commercial use and the applicant proposes to renovate the historic building for continued use for retail and housing uses.

The owner of 1314 West Davis Street applied under the “Revitalizing Historic District” exemption. This exemption allows for up to a 100% exemption of the City portion of the property taxes for up to a 10 year period. To qualify for this exemption, the cost of rehabilitation must exceed 25 percent of the pre-rehabilitation value of the structure.

The 2014 DCAD appraised value of 1314 West Davis Street is \$1,040,000, with an improvement value of \$946,250 and land value of \$93,750. The applicant plans to invest approximately \$690,000 into the property. Prior to the initiation of the tax exemption, verification of the expenditures is required.

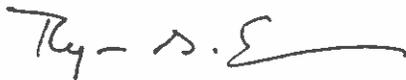
The new value, after completion, is estimated to be \$1,730,000 with an estimated annual tax revenue at \$13,788. It is estimated that the City will recoup the estimated revenue forgone over 10 years in six years.

The second item on the agenda is the Adolphus Hotel. The Adolphus Hotel, a landmark hotel in downtown Dallas built in 1912, applied under the “Urban Historic District” exemption. This exemption allows for up to a 100% exemption of the City portion of the property taxes for up to a 10 year period. To qualify for this exemption, the cost of rehabilitation must exceed 75 percent of the pre-rehabilitation value of the structure.

The abatement applies to two DCAD account numbers for the site which fall within the Historic District on the same parcel of land, one for 1315 Commerce and one for 1321 Commerce. The 1315 Commerce Street account includes the two basements and retail space. The 1321 Commerce Street account includes the historic 1912 tower and the 1925 addition. The 2014 Dallas Central Appraisal District appraised value for the 1315 Commerce Street account is \$4,913,400, with an improvement value of \$2,650,230 and land value of \$2,263,170. The 2014 Dallas Central Appraisal District appraised value for the 1321 Commerce Street account is \$21,839,000 with an improvement value of \$21,839,000 and land value of \$0. The applicant will need to invest \$18,366,923 to claim the exemption. The exemption will not begin until the investment is made and submitted to staff.

The new value, after completion, is estimated to be \$45,119,323 with an estimated annual tax revenue at \$359,601. It is estimated that the City will recoup the estimated revenue forgone over 10 years in six years.

If you have any questions, please do not hesitate to contact me.



Ryan S. Evans  
First Assistant City Manager

C: A.C. Gonzalez, City Manager  
Warren M.S. Ernst, City Attorney  
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Elsa Cantu, Assistant to the City Manager – Mayor & Council

# Memorandum



CITY OF DALLAS

DATE February 12, 2016

TO Members of the Budget, Finance & Audit Committee: Jennifer S. Gates (Chair), Philip T. Kingston (Vice Chair), Erik Wilson, Rickey D. Callahan, Scott Griggs, Lee M. Kleinman

SUBJECT February 24, 2016 Agenda Items- Event Set-up Services at the Kay Bailey Hutchison Convention Center Dallas

The February 24, 2016 City Council Agenda includes an item authorizing a five-year service contract for set-up services at the Kay Bailey Hutchison Convention Center Dallas (KBHCCD), with Member's Building Maintenance, LLC, the most advantageous proposer of four, not to exceed \$3,644,805.

The Kay Bailey Hutchison Convention Center Dallas spans 2.2m square feet and hosts an excess of one million visitors each year, requiring comprehensive event set-up services, often necessitating rapid turnaround times. Event set-up services consists of setting up chairs, tables, stages and various furnishings for a variety of convention meetings and events.

In July 2015 a Request for Bid was issued for set-up services at the KBHCCD and only one responsive bid was received. It was deemed more advantageous to the City to reject the bid and re-advertise a new solicitation. The specifications and bid sheet were modified and re-issued as a Request for Proposals.

The new Request for Proposals resulted in three proposals; which were evaluated by a seven member committee. Member's Building Maintenance, LLC, was selected as the most advantageous proposer based on experience/qualifications, pricing, staffing plan/approach and BID Plan. The vendor is required to provide all supplies, equipment and labor for the performance of this contract. This proposal resulted in a 75.83% increase over comparable unit prices for the contract awarded in 2014.

This item does not encumber funds and only establishes firm pricing for services which are ordered on an as needed basis. The recommended vendor meets the wage floor rate of \$10.37 as approved by the City Council on November 10, 2015.

Please let me know if you need additional information.

  
Ryan S. Evans  
First Assistant City Manager

c: Honorable Mayor and Members of City Council  
A.C. Gonzalez, City Manager  
Warren M.S. Ernst, City Attorney  
Craig D. Kinton, City Auditor  
Rosa A. Rios, City Secretary  
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Elsa Cantu, Assistant to the City Manager

# Memorandum



CITY OF DALLAS

DATE February 12, 2016  
TO The Honorable Mayor and Members of the City Council  
SUBJECT Financial Forecast Report

The FY 2015-16 Financial Forecast Report based on information through December 2015 is attached and provided for your information.

For FY 2015-16, General Fund revenues are projected to be \$1,187,000 above budget and expenditures are projected to be \$181,000 below budget. This results in forecast revenues being in excess of forecast expenditures by \$1,368,000. Details related to budget variances may be found at the end of the Financial Forecast Report.

We will continue to closely monitor revenues and expenditures and keep you informed.

A handwritten signature in black ink, appearing to read 'A.C. Gonzalez', written over the typed name.

A.C. Gonzalez  
City Manager

## Attachment

c: Ryan S. Evans, First Assistant City Manager  
Jill A. Jordan, P.E., Assistant City Manager  
Joey Zapata, Assistant City Manager  
Eric D. Campbell, Assistant City Manager  
Mark McDaniel, Assistant City Manager  
Jeanne Chipperfield, Chief Financial Officer  
Jack Ireland, Director, Office of Financial Services



FY 2015-16

# Financial Forecast Report

Information as of December 31, 2015



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# GENERAL FUND

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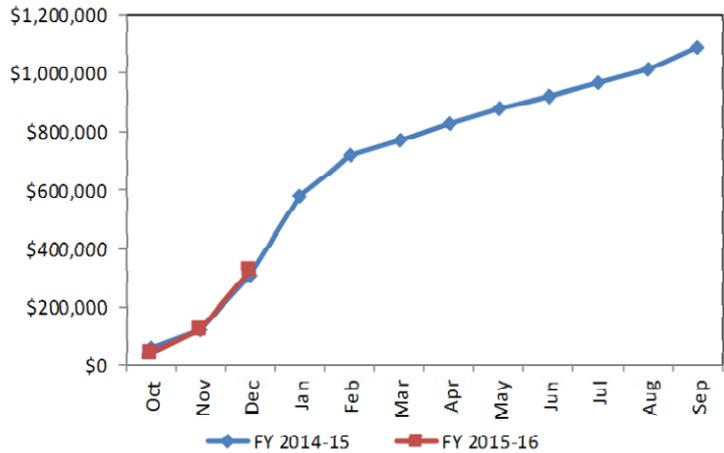
As of December 31, 2015  
(000s)

<b><u>ITEM</u></b>	<b><u>BUDGET</u></b>	<b><u>YEAR TO DATE</u></b>	<b><u>YEAR-END FORECAST</u></b>	<b><u>BUDGET VS FORECAST VARIANCE</u></b>
Revenues	\$1,144,800	\$323,201	\$1,145,987	\$1,187
Expenditures	1,144,800	278,260	1,144,619	(181)
Net Excess of Revenues Over Expenditures/Transfers	<u>\$0</u>	<u>\$44,941</u>	<u>\$1,368</u>	<u>\$1,368</u>

# GENERAL FUND REVENUES

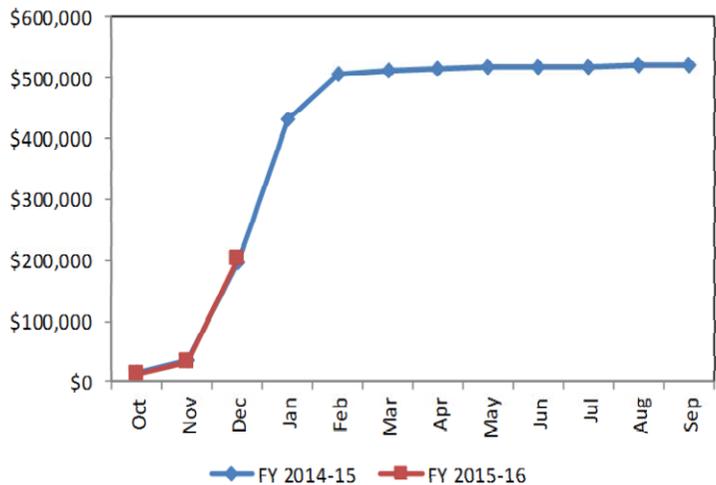
## ALL SOURCES

	FY 2014-15	FY 2015-16	Variance
Oct	\$60,959	\$41,660	(\$19,299)
Nov	58,982	77,665	\$18,682
Dec	187,753	203,876	\$16,123
Jan	271,536		
Feb	138,254		
Mar	52,292		
Apr	59,984		
May	48,230		
Jun	43,757		
Jul	46,560		
Aug	45,056		
Sep	74,964		
<b>Total</b>	<b>\$1,088,327</b>	<b>\$323,201</b>	<b>\$15,507</b>



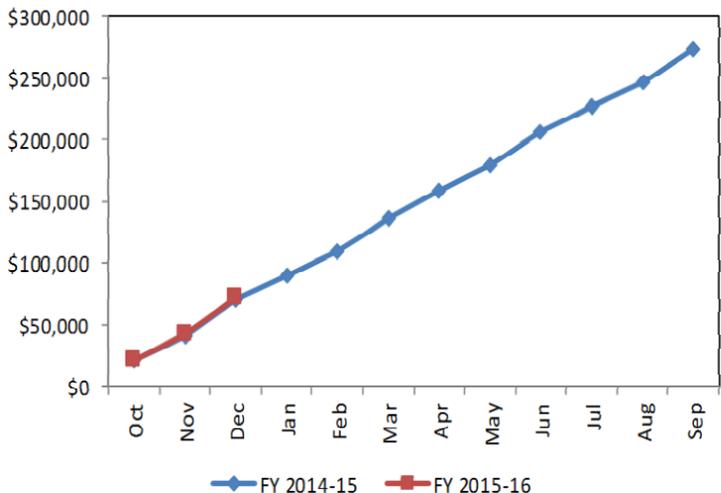
## PROPERTY TAX

	FY 2014-15	FY 2015-16	Variance
Oct	\$16,175	\$11,487	(\$4,688)
Nov	18,472	20,589	\$2,117
Dec	160,305	169,848	\$9,543
Jan	235,891		
Feb	74,439		
Mar	6,533		
Apr	3,115		
May	1,536		
Jun	1,750		
Jul	821		
Aug	948		
Sep	673		
<b>Total</b>	<b>\$520,658</b>	<b>\$201,923</b>	<b>\$6,972</b>



## SALES TAX

	FY 2014-15	FY 2015-16	Variance
Oct	\$21,933	\$21,769	(\$164)
Nov	19,220	20,524	\$1,303
Dec	29,690	30,137	\$447
Jan	20,009		
Feb	18,928		
Mar	26,847		
Apr	22,124		
May	20,755		
Jun	26,477		
Jul	20,798		
Aug	20,332		
Sep	26,386		
<b>Total</b>	<b>\$273,499</b>	<b>\$72,430</b>	<b>\$1,586</b>



FY 2014-15 All Sources has been restated to reflect the conversion of Sanitation to an Enterprise Fund in FY 2015-16

# GENERAL FUND REVENUES

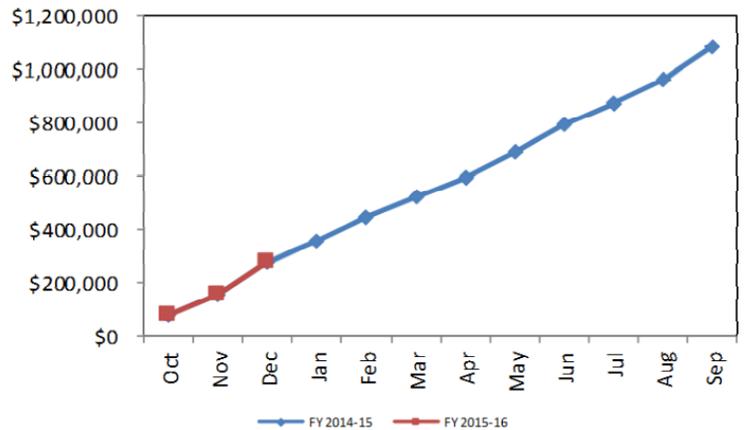
As of December 31, 2015  
(000s)

	<u>BUDGET</u>	<u>REVENUES YEAR TO DATE</u>	<u>YEAR-END FORECAST</u>	<u>BUDGET VS FORECAST VARIANCE</u>
<b>TAXES</b>				
Ad Valorem Tax	\$559,636	\$201,923	\$559,636	\$0
Sales Tax <sup>1</sup>	281,272	72,430	281,887	615
<b>TOTAL TAXES</b>	<b>840,908</b>	<b>274,353</b>	<b>841,523</b>	<b>615</b>
<b>FRANCHISE REVENUES</b>				
Oncor Electric	50,612	15,960	50,612	0
AT&T	10,950	0	10,950	0
Atmos Energy	12,242	0	12,242	0
Time Warner Cable	6,102	0	6,102	0
Other	27,291	869	27,291	0
<b>TOTAL FRANCHISE REVENUES</b>	<b>107,198</b>	<b>16,829</b>	<b>107,198</b>	<b>0</b>
<b>LICENSES AND PERMITS</b>	<b>6,067</b>	<b>2,152</b>	<b>6,086</b>	<b>19</b>
<b>INTEREST EARNED</b>	<b>962</b>	<b>0</b>	<b>962</b>	<b>0</b>
<b>INTERGOVERNMENTAL</b>	<b>7,432</b>	<b>365</b>	<b>7,460</b>	<b>29</b>
<b>FINES AND FORFEITURES</b>				
Municipal Court <sup>2</sup>	14,771	3,669	15,400	629
Vehicle Towing & Storage	7,146	1,875	7,146	0
Parking Fines	3,591	0	3,592	0
Red Light Camera Fines	7,460	0	7,460	0
Public Library	494	63	494	0
<b>TOTAL FINES</b>	<b>33,462</b>	<b>5,606</b>	<b>34,091</b>	<b>629</b>
<b>CHARGES FOR SERVICE</b>				
Parks <sup>3</sup>	10,283	1,841	10,135	(148)
Emergency Ambulance	31,569	5,095	31,569	0
Security Alarm	4,450	1,036	4,400	(50)
Street Lighting	648	114	648	0
Vital Statistics	1,484	324	1,484	0
Other	23,147	8,157	23,106	(41)
<b>TOTAL CHARGES</b>	<b>71,581</b>	<b>16,568</b>	<b>71,341</b>	<b>(240)</b>
<b>INTERFUND REVENUE</b>	<b>67,123</b>	<b>4,636</b>	<b>67,123</b>	<b>0</b>
<b>MISCELLANEOUS<sup>4</sup></b>	<b>10,068</b>	<b>2,692</b>	<b>10,202</b>	<b>135</b>
<b>TOTAL REVENUES</b>	<b>\$1,144,800</b>	<b>\$323,201</b>	<b>\$1,145,987</b>	<b>\$1,187</b>

# GENERAL FUND EXPENDITURES

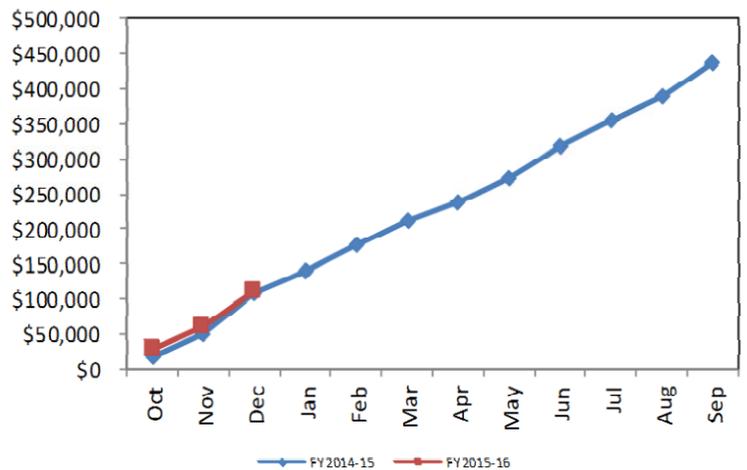
## ALL EXPENSES

	FY 2014-15	FY 2015-16	Variance
Oct	\$77,525	\$75,601	(\$1,924)
Nov	79,013	78,065	(948)
Dec	123,491	124,594	1,103
Jan	76,655		
Feb	86,673		
Mar	82,668		
Apr	69,958		
May	96,984		
Jun	102,442		
Jul	78,895		
Aug	85,592		
Sep	124,316		
<b>Total</b>	<b>\$1,084,212</b>	<b>\$278,260</b>	<b>(\$1,769)</b>



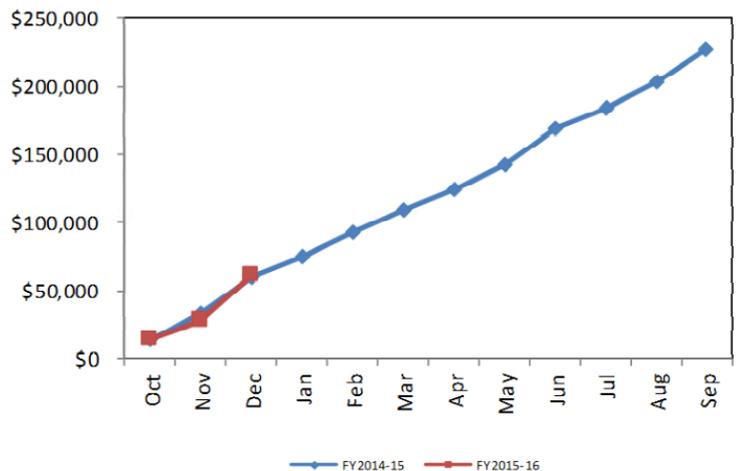
## POLICE

	FY 2014-15	FY 2015-16	Variance
Oct	\$19,262	\$28,488	\$9,226
Nov	31,339	31,370	31
Dec	57,789	52,490	(5,299)
Jan	32,898		
Feb	36,863		
Mar	32,472		
Apr	27,900		
May	33,265		
Jun	47,086		
Jul	34,846		
Aug	35,661		
Sep	46,774		
<b>Total</b>	<b>\$436,155</b>	<b>\$112,348</b>	<b>\$3,958</b>



## FIRE

	FY 2014-15	FY 2015-16	Variance
Oct	\$13,502	\$13,994	\$492
Nov	19,557	14,184	(5,373)
Dec	26,055	32,389	6,334
Jan	16,078		
Feb	17,117		
Mar	17,032		
Apr	15,063		
May	17,344		
Jun	26,753		
Jul	16,442		
Aug	18,322		
Sep	24,269		
<b>Total</b>	<b>\$227,535</b>	<b>\$60,567</b>	<b>\$1,453</b>



FY 2014-15 All Expenses has been restated to reflect the conversion of Sanitation to an Enterprise Fund in FY 2015-16

# GENERAL FUND EXPENDITURES

As of December 31, 2015

(000s)

DEPARTMENT	BUDGET	EXPENDITURES YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
Building Services	\$23,831	\$6,917	\$23,831	\$0
Business Dev/Procurement Svcs <sup>5</sup>	2,884	649	2,824	(60)
City Attorney's Office	15,886	3,489	15,868	(18)
City Auditor's Office <sup>6</sup>	3,004	601	3,049	45
City Controller's Office <sup>7</sup>	4,541	1,006	4,393	(148)
City Manager's Office	1,972	539	1,972	0
City Secretary's Office	2,005	340	2,005	0
Civil Service <sup>8</sup>	2,599	494	2,635	36
Code Compliance	38,569	7,958	38,569	0
Court Services	11,563	2,549	11,516	(47)
Elections <sup>9</sup>	97	20	105	8
Fire	239,567	60,567	239,567	0
Housing	11,936	6,573	11,936	0
Human Resources	4,788	1,083	4,783	(5)
Independent Audit	786	-	786	0
Jail Contract - Lew Sterret	7,557	1,260	7,557	0
Judiciary	3,231	732	3,231	0
Library	30,509	6,785	30,509	0
Management Services	8,544	3,375	8,544	0
Mayor and Council	4,243	919	4,201	(42)
Non-Departmental	57,926	2,595	57,926	0
Office of Cultural Affairs	17,671	7,893	17,671	0
Office of Economic Development	1,818	832	1,818	0
Office of Financial Services	2,957	562	2,957	0
Park and Recreation <sup>10</sup>	85,646	25,934	86,148	502
Planning & Urban Design <sup>11</sup>	4,232	577	3,941	(291)
Police	451,882	112,348	451,882	0
Public Works	5,911	2,313	5,900	(11)
Street Lighting	17,525	2,607	17,525	0
Street Services	71,531	16,014	71,521	(10)
Sustainable Dev/Construction <sup>12</sup>	1,438	524	1,297	(141)
Trinity Watershed Management	1,526	203	1,526	0
<b>RESERVES AND TRANSFERS</b>				
Contingency Reserve	2,628	0	2,628	0
Liability/Claim Fund	1,994	0	1,994	0
Salary & Benefit Reserve	2,000	0	2,000	0
<b>TOTAL EXPENDITURES</b>	<b>\$1,144,800</b>	<b>\$278,260</b>	<b>\$1,144,619</b>	<b>(\$181)</b>

# PROPRIETARY FUNDS

As of December 31, 2015  
(000s)

DEPARTMENT	BUDGET	YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
<b>AVIATION</b>				
BEGINNING FUND BALANCE	\$16,775	\$ -	\$16,775	\$ -
<b>REVENUES:</b>				
Parking	27,443	5,864	27,443	0
Terminal Concessions	22,423	5,198	22,423	0
Landing Fees	17,784	3,083	17,784	0
Rental on Airport - Terminal	13,831	3,324	13,831	0
Rental on Airport - Field	9,067	1,745	8,950	(117)
Fuel Flow Fees	1,225	229	1,225	0
All Other	2,102	199	3,679	1,577
<b>TOTAL REVENUES<sup>13</sup></b>	<b>93,876</b>	<b>19,642</b>	<b>95,336</b>	<b>1,460</b>
<b>TOTAL EXPENDITURES<sup>13</sup></b>	<b>93,876</b>	<b>20,556</b>	<b>95,289</b>	<b>1,413</b>
<b>ENDING FUND BALANCE</b>	<b>\$16,775</b>	<b>\$ -</b>	<b>\$16,822</b>	<b>\$47</b>

## CONVENTION AND EVENT SERVICES

BEGINNING FUND BALANCE	\$20,607	\$ -	\$20,607	\$ -
<b>REVENUES:</b>				
Hotel Occupancy Tax	54,002	10,820	53,192	(810)
Alcoholic Beverage Tax	10,461	0	11,683	1,222
Contract Services	9,119	1,590	9,119	0
All Remaining Revenues	10,414	3,186	11,108	694
<b>TOTAL REVENUES<sup>14</sup></b>	<b>83,996</b>	<b>15,596</b>	<b>85,101</b>	<b>1,105</b>
<b>TOTAL EXPENDITURES</b>	<b>82,939</b>	<b>14,240</b>	<b>83,203</b>	<b>264</b>
<b>ENDING FUND BALANCE</b>	<b>\$21,664</b>	<b>\$ -</b>	<b>\$22,505</b>	<b>\$841</b>

# PROPRIETARY FUNDS

As of December 31, 2015  
(000s)

DEPARTMENT	BUDGET	YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
<b>SUSTAINABLE DEVELOPMENT AND CONSTRUCTION</b>				
BEGINNING FUND BALANCE	\$33,842	\$ -	\$33,842	\$ -
<b>REVENUES:</b>				
Building Permits	18,770	5,095	19,104	334
Certificate of Occupancy	1,412	291	1,412	0
Plan Review	3,736	1,132	3,749	13
Registration/License	1,028	319	1,028	(0)
Special Plats	887	298	887	0
Private Development	1,010	366	1,010	(0)
Zoning	1,184	178	1,184	0
Interest Earnings	117	0	117	0
All Remaining Revenues	1,478	472	1,478	0
<b>TOTAL REVENUES</b>	<b>29,622</b>	<b>8,150</b>	<b>29,969</b>	<b>347</b>
<b>TOTAL EXPENDITURES<sup>15</sup></b>	<b>30,697</b>	<b>4,730</b>	<b>29,588</b>	<b>(1,109)</b>
<b>ENDING FUND BALANCE</b>	<b>\$32,767</b>	<b>\$ -</b>	<b>\$34,223</b>	<b>\$1,456</b>
<b>MUNICIPAL RADIO</b>				
BEGINNING FUND BALANCE	\$1,183	\$ -	\$1,183	\$ -
<b>REVENUES:</b>				
Local and National Sales	2,058	533	2,012	(46)
All Remaining Revenues	12	0	12	0
<b>TOTAL REVENUES<sup>16</sup></b>	<b>2,070</b>	<b>533</b>	<b>2,024</b>	<b>(46)</b>
<b>TOTAL EXPENDITURES<sup>16</sup></b>	<b>2,055</b>	<b>659</b>	<b>1,963</b>	<b>(92)</b>
<b>ENDING FUND BALANCE</b>	<b>\$1,198</b>	<b>\$ -</b>	<b>\$1,244</b>	<b>\$46</b>

# PROPRIETARY FUNDS

As of December 31, 2015

(000s)

DEPARTMENT	BUDGET	YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
<b>WATER UTILITIES</b>				
BEGINNING FUND BALANCE	\$86,191	\$ -	\$86,191	\$ -
REVENUES:				
Treated Water - Retail	286,483	72,841	289,770	3,286
Treated Water - Wholesale	80,082	19,123	78,252	(1,830)
Wastewater - Retail	232,649	54,468	228,501	(4,148)
Wastewater - Wholesale	9,874	2,347	9,897	22
All Remaining Revenues	36,040	6,251	29,974	(6,066)
<b>TOTAL REVENUES<sup>17</sup></b>	<b>645,128</b>	<b>155,030</b>	<b>636,393</b>	<b>(8,735)</b>
<b>TOTAL EXPENDITURES<sup>17</sup></b>	<b>645,128</b>	<b>116,556</b>	<b>636,393</b>	<b>(8,735)</b>
<b>ENDING FUND BALANCE</b>	<b>\$86,191</b>	<b>\$ -</b>	<b>\$86,191</b>	<b>\$0</b>

## COMMUNICATION & INFORMATION SERVICES

BEGINNING FUND BALANCE	\$10,910	\$ -	\$10,910	\$ -
REVENUES:				
Interdepartmental Charges	52,799	0	52,799	0
Telephones Leased	8,532	0	8,532	0
Circuits	1,367	0	1,367	0
Desktop Services	269	44	58	(211)
Interest	137	0	137	0
Equipment Rental	4,546	1,121	4,546	0
Miscellaneous	77	516	577	500
<b>TOTAL REVENUES<sup>18</sup></b>	<b>67,727</b>	<b>1,681</b>	<b>68,016</b>	<b>289</b>
<b>TOTAL EXPENDITURES</b>	<b>72,284</b>	<b>25,446</b>	<b>72,261</b>	<b>(23)</b>
<b>ENDING FUND BALANCE</b>	<b>\$6,352</b>	<b>\$ -</b>	<b>\$6,664</b>	<b>\$312</b>

# PROPRIETARY FUNDS

As of December 31, 2015  
(000s)

DEPARTMENT	BUDGET	YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
<b>EQUIPMENT SERVICES</b>				
BEGINNING FUND BALANCE	\$4,129	\$ -	\$4,129	\$ -
REVENUES:				
Rental/Wreck	33,640	0	33,640	0
Fuel	16,180	0	16,180	0
Auto Auction	418	322	488	70
Miscellaneous Revenue	267	64	329	62
Interest and Other	5	0	5	0
<b>TOTAL REVENUES</b>	<b>50,509</b>	<b>385</b>	<b>50,641</b>	<b>132</b>
<b>TOTAL EXPENDITURES</b>	<b>50,509</b>	<b>9,642</b>	<b>50,509</b>	<b>0</b>
<b>ENDING FUND BALANCE</b>	<b>\$4,129</b>	<b>\$ -</b>	<b>\$4,261</b>	<b>\$132</b>
 <b>EXPRESS BUSINESS CENTER</b>				
BEGINNING FUND BALANCE	\$1,223	\$ -	\$1,223	\$ -
REVENUES:				
Postage Sales	2,703	393	2,703	0
All Other Revenues	1,260	491	1,260	0
<b>TOTAL REVENUES</b>	<b>3,963</b>	<b>884</b>	<b>3,963</b>	<b>0</b>
<b>TOTAL EXPENDITURES</b>	<b>3,815</b>	<b>832</b>	<b>3,793</b>	<b>(21)</b>
<b>ENDING FUND BALANCE</b>	<b>\$1,372</b>	<b>\$ -</b>	<b>\$1,393</b>	<b>\$21</b>

# PROPRIETARY FUNDS

As of December 31, 2015  
(000s)

DEPARTMENT	BUDGET	YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
<b>SANITATION SERVICES</b>				
BEGINNING FUND BALANCE	\$7,108	\$ -	\$7,108	\$ -
REVENUES:				
Residential Collection	66,537	17,081	66,662	125
Cost Plus Bulk/Brush	114	31	107	(7)
Sale of Recyclables	2,100	431	1,782	(318)
City Facility Collection	761	147	587	(174)
Landfill Revenue	17,676	8,312	20,305	2,629
<b>TOTAL REVENUES<sup>19</sup></b>	<b>87,188</b>	<b>26,002</b>	<b>89,443</b>	<b>2,255</b>
<b>TOTAL EXPENDITURES<sup>19</sup></b>	<b>86,480</b>	<b>16,001</b>	<b>86,751</b>	<b>271</b>
<b>ENDING FUND BALANCE</b>	<b>\$7,816</b>	<b>\$ -</b>	<b>\$9,800</b>	<b>\$1,984</b>

# OTHER FUNDS

As of December 31, 2015  
(000s)

DEPARTMENT	BUDGET	YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
<b>9-1-1 SYSTEM OPERATIONS</b>				
BEGINNING FUND BALANCE	\$7,090	\$ -	\$7,090	\$ -
REVENUES:				
9-1-1 Service Receipts - Wireless	6,257	1,297	6,307	50
9-1-1 Service Receipts - Wireline	6,898	1,681	6,910	12
Interest and Other	63	0	63	0
<b>TOTAL REVENUES</b>	<b>13,218</b>	<b>2,978</b>	<b>13,280</b>	<b>62</b>
<b>TOTAL EXPENDITURES</b>	<b>16,292</b>	<b>1,833</b>	<b>16,259</b>	<b>(34)</b>
<b>ENDING FUND BALANCE</b>	<b>\$4,015</b>	<b>\$ -</b>	<b>\$4,111</b>	<b>\$96</b>

## STORM DRAINAGE MANAGEMENT

BEGINNING FUND BALANCE	\$8,114	\$ -	\$8,114	\$ -
REVENUES:				
Storm Water Fees	50,413	12,560	50,413	-
Interest and Other	40	0	40	0
<b>TOTAL REVENUES</b>	<b>50,452</b>	<b>12,560</b>	<b>50,452</b>	<b>0</b>
<b>TOTAL EXPENDITURES</b>	<b>51,417</b>	<b>5,129</b>	<b>51,417</b>	<b>0</b>
<b>ENDING FUND BALANCE</b>	<b>\$7,150</b>	<b>\$ -</b>	<b>\$7,150</b>	<b>\$0</b>

# OTHER FUNDS

As of December 31, 2015  
(000s)

DEPARTMENT	BUDGET	YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
<b>EMPLOYEE BENEFITS</b>				
<b>BENEFITS ADMINISTRATION</b>				
TOTAL EXPENDITURES	\$1,126	\$119	\$1,121	(\$5)
<b>WELLNESS PROGRAM</b>				
TOTAL EXPENDITURES	\$430	\$85	\$428	(\$2)
<b>RISK MANAGEMENT</b>				
TOTAL EXPENDITURES	\$2,594	\$426	\$2,594	\$0

## LIABILITY/CLAIMS FUND

<b>Beginning Balance October 1, 2015</b>	<b>\$3,649</b>
Budgeted Revenue	6,297
<b>FY 2015-16 Available Funds</b>	<b>9,946</b>
Paid October 2015	(168)
Paid November 2015	(328)
Paid December 2015	(379)
<b>Balance as of December 31, 2015</b>	<b>\$9,071</b>

# DEBT SERVICE FUND

As of December 31, 2015  
(000s)

DEPARTMENT	BUDGET	YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
<b>DEBT SERVICE FUND</b>				
BEGINNING FUND BALANCE	\$12,109	\$ -	\$12,109	\$ -
<b>REVENUES:</b>				
Ad Valorem	230,475	83,140	230,475	0
Interest/Transfers/Other	20,468	0	20,468	0
<b>TOTAL REVENUES</b>	<b>250,943</b>	<b>83,140</b>	<b>250,943</b>	<b>0</b>
<b>TOTAL EXPENDITURES<sup>20</sup></b>	<b>255,326</b>	<b>0</b>	<b>254,657</b>	<b>(669)</b>
<b>ENDING FUND BALANCE</b>	<b>\$7,726</b>	<b>\$ -</b>	<b>\$8,395</b>	<b>\$669</b>

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# NOTES

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(Dollars in 000s)

1. Sales tax revenue is projected to be \$615 above budget due to the improved economy.
2. Municipal Court revenue is projected to be \$629 above budget primarily due to an increase in the collection per citation rates of the new collection agency.
3. Parks revenue is projected to be \$148 below budget due to a decrease in golf and tennis revenues as a result of weather related closures.
4. Miscellaneous revenue is projected to be \$135 above budget primarily due to an unbudgeted Code Compliance Litigation settlement agreement..
5. Business Development and Procurement is projected to be \$60 below budget due to vacancies.
6. City Auditor's Office is projected to be \$45 above budget primarily due to salary expenses.
7. City Controller's Office is projected to be \$148 below budget due to vacancies.
8. Civil Service is projected to be \$36 above budget due to salary expenses.
9. Elections is projected to be \$8 above budget due to purchase of petition verification software.
10. Park and Recreation is projected to be \$502 above budget primarily due to repairs related to flooding in 2015.
11. Planning and Urban Design is projected to be \$291 below budget due to vacancies.
12. Sustainable Development and Construction is projected to be \$141 below budget due to vacancies.
13. Aviation expenses are projected to be \$1,413 above budget primarily due to the City leasing property for additional offsite parking and for the future site of the consolidated rental car facility. Revenues are projected to be \$1,460 above budget due to revenue received from existing tenants on the newly leased property.
14. Convention and Event Services revenues are projected to be \$1,105 above budget primarily due to higher than expected Alcoholic Beverage Tax.
15. Sustainable Development and Construction expenses are projected to be \$1,109 below budget primarily due to vacancies.
16. Municipal Radio expenses are projected to be \$92 below budget due to vacancies and a reduction in sales commission. Revenues are projected to be \$46 below budget due to the sale of commercials being less than planned.

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# NOTES

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(Dollars in 000s)

17. Water Utilities revenues and expenses are both projected to be \$8,735 below budget. Revenues are projected to be below budget primarily due to the loss of a wholesale raw water customer contract and lower than projected retail wastewater service revenues. Expenses are projected to be under budget due to a reduction in the transfer to fund capital projects.

18. Communication and Information Services revenues are projected to be \$289 above budget due to payment from the State Fair of Texas for removal of the Fair Park Tower.

19. Sanitation revenues are projected to be \$2,255 above budget and expenses are projected to be \$271 above budget due to the volume of solid waste from non-contract customers being above historic levels and solid waste from the Upper Chain of Wetlands projects.

20. Debt Service expenses are projected to be \$669 below budget due to lower than projected interest rates realized on the 2015 GO Bond sale.