

Memorandum



CITY OF DALLAS

DATE January 3, 2014
TO The Honorable Mayor and Members of the City Council
SUBJECT Financial Forecast Report

The FY 2013-14 Financial Forecast Report based on information through November 2013 is attached and provided for your information. This report reflects an amended General Fund budget based on Council's approved use of contingency reserve funds by CR# 13-1995 on November 12, 2013.

For FY 2013-14, General Fund revenues are projected to be \$791,000 above budget and expenditures are projected to be \$640,000 above budget. This results in forecast revenues being in excess of forecast expenditures by \$151,000. Since it is still very early in the fiscal year, most revenues and expenses are forecast to be at budget.

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 a circular stamp or seal.

A.C. Gonzalez
Interim City Manager

Attachment

c: Ryan S. Evans, Interim First Assistant City Manager
Jill A. Jordan, P.E., Assistant City Manager
Forest Turner, Assistant City Manager
Joey Zapata, Assistant City Manager
Charles M. Cato, Interim Assistant City Manager
Theresa O' Donnell, Interim Assistant City Manager
Jeanne Chipperfield, Chief Financial Officer
Jack Ireland, Director, Office of Financial Services

**GENERAL FUND
COMPARISON OF FY 2013-14 REVENUES AND EXPENDITURES
AS OF NOVEMBER 30, 2013
(000s)**

<u>ITEM</u>	<u>BUDGET</u>	<u>YEAR TO DATE</u>	<u>YEAR-END FORECAST</u>	<u>BUDGET VS FORECAST VARIANCE</u>
Revenues	\$1,120,748	\$108,859	\$1,121,539	\$791
Expenditures	\$1,120,748	\$168,055	\$1,121,388	\$640
Net Excess of Revenues Over Expenditures/Transfers	<u>\$0</u>	<u>(\$59,196)</u>	<u>\$151</u>	<u>\$151</u>

**GENERAL FUND
FORECAST OF FY 2013-14 REVENUES
AS OF NOVEMBER 30, 2013
(000s)**

	BUDGET	REVENUES YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
TAXES				
Ad Valorem Tax	\$483,898	\$30,473	\$483,898	\$0
Sales Tax	\$249,565	\$20,062	\$249,565	\$0
TOTAL TAXES	\$733,463	\$50,535	\$733,463	\$0
FRANCHISE REVENUES				
Oncor Electric	\$50,110	\$15,732	\$50,110	\$0
AT&T	\$13,422	\$3,668	\$13,422	\$0
Atmos Energy	\$11,228	\$1,952	\$11,228	\$0
Time Warner Cable	\$6,376	\$1,566	\$6,376	\$0
Other	\$20,773	\$5,077	\$20,773	\$0
TOTAL FRANCHISE REVENUES	\$101,908	\$27,994	\$101,908	\$0
LICENSES AND PERMITS	\$9,090	\$1,376	\$9,090	\$0
INTEREST EARNED	\$632	\$57	\$632	\$0
INTERGOVERNMENTAL	\$6,203	\$0	\$6,203	\$0
FINES AND FORFEITURES				
Municipal Court	\$13,779	\$2,263	\$14,160	\$380
Vehicle Towing & Storage	\$6,957	\$1,044	\$6,957	\$0
Parking Fines	\$5,070	\$318	\$5,070	\$0
Red Light Camera Fines	\$6,867	\$0	\$6,867	\$0
Public Library	\$553	\$77	\$553	\$0
TOTAL FINES	\$33,227	\$3,703	\$33,608	\$380
CHARGES FOR SERVICE				
Sanitation Service	\$62,010	\$10,509	\$62,010	\$0
Parks	\$9,716	\$1,208	\$9,716	\$0
Private Disposal Fees	\$17,694	\$2,706	\$17,694	\$0
Emergency Ambulance	\$42,982	\$2,966	\$42,982	\$0
Security Alarm	\$4,500	\$880	\$4,500	\$0
Street Lighting	\$1,000	\$0	\$1,000	\$0
Vital Statistics	\$1,581	\$205	\$1,581	\$0
Other	\$18,303	\$3,024	\$18,631	\$328
TOTAL CHARGES	\$157,786	\$21,497	\$158,114	\$328
INTERFUND REVENUE	\$67,330	\$2,459	\$67,330	\$0
MISCELLANEOUS	\$11,109	\$1,344	\$11,191	\$82
TOTAL REVENUES	\$1,120,748	\$108,964	\$1,121,539	\$791

**GENERAL FUND
FORECAST OF FY 2013-14 EXPENDITURES
AS OF NOVEMBER 30, 2013
(000s)**

DEPARTMENT	BUDGET	EXPENDITURES YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
Building Services	\$25,609	\$7,235	\$25,601	(\$9)
Business Dev/Procurement Svcs	\$2,654	\$337	\$2,654	\$0
City Attorney's Office	\$13,920	\$2,178	\$13,910	(\$10)
City Auditor's Office	\$2,391	\$347	\$2,411	\$19
City Controller's Office	\$4,471	\$580	\$4,471	\$0
City Manager's Office	\$1,559	\$330	\$1,559	\$0
City Secretary's Office	\$1,783	\$217	\$1,796	\$13
Civil Service	\$2,126	\$255	\$2,130	\$4
Code Compliance	\$33,720	\$4,693	\$33,720	\$0
Court Services	\$11,400	\$1,287	\$11,316	(\$84)
Elections	\$1,096	\$13	\$1,096	\$0
Fire	\$219,029	\$31,907	\$219,029	\$0
Housing	\$10,883	\$5,631	\$10,883	\$0
Human Resources	\$4,080	\$771	\$4,080	\$0
Independent Audit	\$919	\$0	\$919	\$0
Jail Contract - Lew Sterrett	\$8,714	\$8,714	\$8,714	\$0
Judiciary	\$3,528	\$488	\$3,528	\$0
Library	\$22,370	\$4,009	\$22,370	\$0
Management Services	\$5,968	\$1,984	\$5,968	\$0
Mayor and Council	\$3,911	\$519	\$3,911	\$0
Non-Departmental	\$41,935	\$5,251	\$41,935	\$0
Office of Cultural Affairs	\$16,916	\$3,732	\$16,946	\$30
Office of Economic Development	\$1,122	\$713	\$1,122	\$0
Office of Financial Services	\$2,886	\$250	\$2,886	\$0
Park and Recreation	\$78,614	\$14,022	\$78,614	\$0
Police	\$426,401	\$50,784	\$426,401	\$0
Public Works	\$7,121	\$1,567	\$7,097	(\$24)
Sanitation Services	\$74,399	\$8,958	\$75,099	\$700
Street Lighting	\$19,201	\$2,342	\$19,201	\$0
Street Services	\$61,742	\$8,473	\$61,742	\$0
Sustainable Dev/Construction	\$1,788	\$403	\$1,788	\$0
Trinity Watershed Management	\$661	\$65	\$661	\$0
RESERVES AND TRANSFERS				
Contingency Reserve	\$400	\$0	\$400	\$0
Liability/Claim Fund	\$5,088	\$0	\$5,088	\$0
Salary and Benefit Reserve	\$2,340	\$0	\$2,340	\$0
TOTAL EXPENDITURES	\$1,120,748	\$168,055	\$1,121,388	\$640

PROPRIETARY FUNDS
FORECAST OF FY 2013-14 REVENUES AND EXPENDITURES
AS OF NOVEMBER 30, 2013
(000s)

DEPARTMENT	BUDGET	REVENUES AND EXPENDITURES YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
Aviation				
Revenues	\$61,184	\$8,748	\$61,190	\$6
Expenses	\$61,184	\$6,456	\$61,184	\$0
Net Excess of Revenues Over Expenses/Transfer	<u>\$0</u>	<u>\$2,292</u>	<u>\$6</u>	<u>\$6</u>
Convention Center				
Revenues	\$65,308	\$10,662	\$65,308	\$0
Expenses	\$65,307	\$8,157	\$65,033	(\$274)
Net Excess of Revenues Over Expenses/Transfer	<u>\$1</u>	<u>\$2,505</u>	<u>\$275</u>	<u>\$274</u>
Sustainable Dev/Construction				
Revenues	\$26,780	\$4,766	\$26,780	\$0
Expenses	\$25,262	\$2,533	\$25,262	\$0
Net Excess of Revenues Over Expenses/Transfer	<u>\$1,518</u>	<u>\$2,233</u>	<u>\$1,518</u>	<u>\$0</u>
Municipal Radio Fund				
Revenues	\$2,409	\$386	\$2,409	\$0
Expenses	\$2,379	\$244	\$2,317	(\$62)
Net Excess of Revenues Over Expenses/Transfer	<u>\$29</u>	<u>\$141</u>	<u>\$92</u>	<u>\$62</u>
Water Utilities				
Revenues	\$595,315	\$99,747	\$593,362	(\$1,953)
Expenses	\$595,315	\$67,567	\$593,362	(\$1,953)
Net Excess of Revenues Over Expenses/Transfer	<u>\$0</u>	<u>\$32,180</u>	<u>\$0</u>	<u>\$0</u>
Communication & Information Svcs.				
Revenues	\$58,765	\$58	\$58,765	\$0
Expenses	\$61,459	\$5,311	\$61,381	(\$79)
Net Excess of Revenues Over Expenses/Transfer	<u>(\$2,695)</u>	<u>(\$5,253)</u>	<u>(\$2,616)</u>	<u>\$79</u>

PROPRIETARY FUNDS
FORECAST OF FY 2013-14 REVENUES AND EXPENDITURES
AS OF NOVEMBER 30, 2013
(000s)

DEPARTMENT	BUDGET	REVENUES AND EXPENDITURES YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
Equipment Services				
Revenues	\$54,212	\$2	\$54,212	\$0
Expenses	<u>\$54,212</u>	<u>\$4,362</u>	<u>\$54,105</u>	<u>(\$107)</u>
Net Excess of Revenues Over Expenses/Transfer	<u>\$0</u>	<u>(\$4,360)</u>	<u>\$107</u>	<u>\$107</u>
Express Business				
Revenues	\$4,117	\$463	\$4,117	\$0
Expenses	<u>\$3,812</u>	<u>\$494</u>	<u>\$3,812</u>	<u>\$0</u>
Net Excess of Revenues Over Expenses/Transfer	<u>\$305</u>	<u>(\$30)</u>	<u>\$305</u>	<u>\$0</u>

OTHER FUNDS
FORECAST OF FY 2013-14 REVENUES AND EXPENDITURES
AS OF NOVEMBER 30, 2013
(000s)

DEPARTMENT	BUDGET	REVENUES AND EXPENDITURES YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
Employee Benefits	\$1,339	\$78	\$1,339	\$0
Risk Management	\$2,441	\$266	\$2,291	(\$150)
9-1-1 System Operations				
Revenues	\$14,046	\$1,832	\$14,046	\$0
Expenses	\$19,758	\$118	\$19,682	(\$77)
Net Excess of Revenues Over Expenses/Transfer	<u>(\$5,712)</u>	<u>\$1,714</u>	<u>(\$5,635)</u>	<u>\$77</u>
Storm Water Drainage				
Revenues	\$50,111	\$8,561	\$50,111	\$0
Expenses	\$55,011	\$2,639	\$54,953	(\$58)
Net Excess of Revenues Over Expenses/Transfer	<u>(\$4,900)</u>	<u>\$5,922</u>	<u>(\$4,842)</u>	<u>\$58</u>

**DEBT SERVICE FUND
FORECAST OF FY 2012-13 REVENUES AND EXPENDITURES
AS OF NOVEMBER 30, 2013
(000s)**

DEBT SERVICE	BUDGET	EXPENDITURES AND REVENUES YEAR TO DATE	YEAR-END FORECAST	BUDGET VS FORECAST VARIANCE
Beginning Balance	\$5,027	\$0	\$5,027	\$0
Revenues	\$233,212	\$12,927	\$233,212	\$0
Expenses	\$234,511	\$0	\$234,511	\$0
Ending Balance	<u>\$3,729</u>	<u>\$12,927</u>	<u>\$3,729</u>	<u>\$0</u>

CONTINGENCY RESERVE STATUS

Beginning Balance October 1, 2013	\$5,300,000
Budgeted Transfer In	<u>\$400,000</u>
FY 2013-14 Available Funds	\$5,700,000
Equipment & Building Services - Emergency repairs at the J. Erik Jonsson Central Library as a result of a sewer pipe burst (November 12, 2013, CR# 13-1995)	(\$2,348,103)
Balance as of November 30, 2013	<u>\$3,351,897</u>

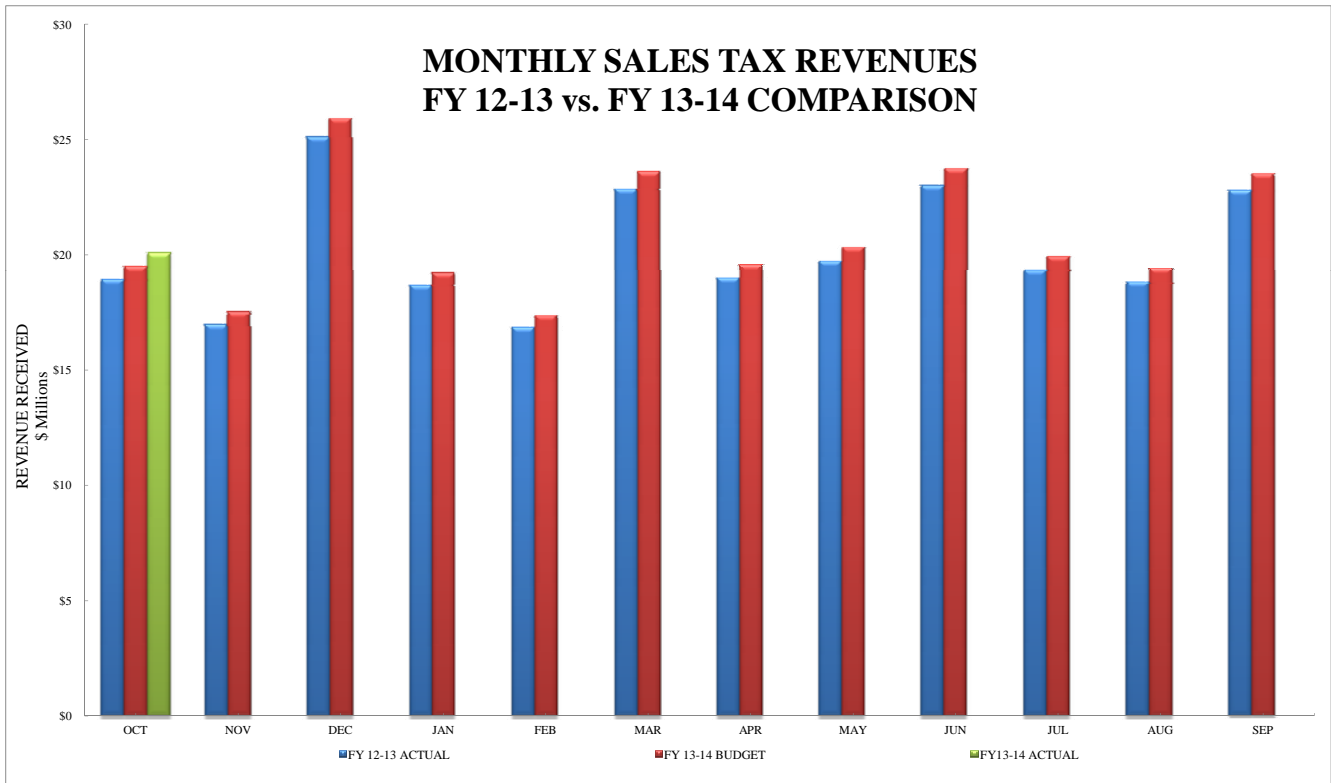
LIABILITY/CLAIMS FUND

Beginning Balance October 1, 2013	\$2,193,194
Budgeted Revenue	<u>\$6,668,716</u>
FY 2013-14 Available Funds	\$8,861,910
Paid October 2013	(\$624,425)
Paid November 2013	(\$426,920)
Balance as of November 30, 2013	<u>\$7,810,565</u>

SALES TAX

as of October 2013

	ACTUAL FY 2012-13	BUDGET FY 2013-14	ACTUAL FY 2013-14	YTD VARIANCE FY 13-14 ACT. VS. FY 12-13 ACT.		YTD VARIANCE FY 13-14 ACTUAL VS. BUDGET	
				DOLLARS	PERCENT	DOLLARS	PERCENT
OCT	\$18,909,571	\$19,469,547	\$20,061,677	\$1,152,106	6.1%	\$592,130	3.0%
NOV	16,954,555	17,498,613					
DEC	25,113,531	25,940,249					
JAN	18,640,007	19,175,626					
FEB	16,860,157	17,384,976					
MAR	22,819,012	23,570,356					
APR	18,991,012	19,570,345					
MAY	19,720,602	20,330,987					
JUN	23,000,521	23,756,265					
JUL	19,328,989	19,924,006					
AUG	18,805,897	19,406,369					
SEP	22,802,286	23,537,667					
TOTAL	\$241,946,140	\$249,565,006	\$20,061,677	\$1,152,106	6.1%	\$592,130	3.0%



**GENERAL FUND
HISTORICAL REVENUE COMPARISON
AS OF NOVEMBER
(000s)**

	FY 2011-12		FY 2012-13		FY 2013-14	
	YEAR TO DATE	YEAR-END ACTUAL *	YEAR TO DATE	YEAR-END FORECAST**	YEAR TO DATE	YEAR-END FORECAST***
TAXES						
Ad Valorem Tax	\$21,959	\$439,212	\$28,960	\$450,615	\$30,473	\$483,898
Sales Tax	\$32,333	\$229,577	\$18,910	\$241,592	\$20,062	\$249,565
TOTAL TAXES	\$54,292	\$668,789	\$47,870	\$692,207	\$50,535	\$733,463
FRANCHISE REVENUES						
Oncor Electric	\$17,056	\$52,466	\$15,887	\$51,139	\$15,732	\$50,110
AT&T	\$4,316	\$16,392	\$4,017	\$15,037	\$3,668	\$13,422
Atmos Energy	\$2,058	\$10,444	\$1,589	\$10,984	\$1,952	\$11,228
Time Warner Cable	\$432	\$6,440	\$1,561	\$6,391	\$1,566	\$6,376
Other	\$4,043	\$18,345	\$4,924	\$19,463	\$5,077	\$20,773
TOTAL FRANCHISE REVENUES	\$27,905	\$104,087	\$27,978	\$103,015	\$27,994	\$101,908
LICENSES AND PERMITS	\$1,136	\$9,771	\$1,427	\$9,984	\$1,376	\$9,090
INTEREST EARNED	\$0	\$1,127	\$59	\$738	\$57	\$632
INTERGOVERNMENTAL	\$32	\$6,427	\$0	\$6,464	\$0	\$6,203
FINES AND FORFEITURES						
Municipal Court	\$1,889	\$15,241	\$2,027	\$15,052	\$2,263	\$14,160
Vehicle Towing & Storage	\$1,190	\$6,938	\$1,097	\$6,831	\$1,044	\$6,957
Parking Fines	\$421	\$5,047	\$565	\$4,770	\$318	\$5,070
Red Light Camera Fines	\$0	\$7,322	\$0	\$6,985	\$0	\$6,867
Public Library	\$83	\$533	\$87	\$518	\$77	\$553
TOTAL FINES	\$3,583	\$35,081	\$3,776	\$34,155	\$3,703	\$33,608
CHARGES FOR SERVICE						
Sanitation Service	\$10,129	\$60,538	\$10,796	\$61,344	\$10,509	\$62,010
Parks	\$1,041	\$8,766	\$1,260	\$9,860	\$1,208	\$9,716
Private Disposal Fees	\$3,101	\$19,663	\$3,259	\$18,844	\$2,706	\$17,694
Emergency Ambulance	\$2,308	\$16,684	\$973	\$20,759	\$2,966	\$42,982
Security Alarm	\$759	\$4,593	\$811	\$4,450	\$880	\$4,500
Street Lighting	\$139	\$965	\$0	\$1,447	\$0	\$1,000
Vital Statistics	\$218	\$1,563	\$225	\$1,581	\$205	\$1,581
Other	\$3,643	\$17,376	\$3,178	\$18,668	\$3,024	\$18,631
TOTAL CHARGES	\$21,337	\$130,148	\$20,502	\$136,952	\$21,497	\$158,114
INTERFUND REVENUE	\$5,492	\$45,572	\$2,294	\$46,710	\$2,459	\$67,330
MISCELLANEOUS	\$1,240	\$12,769	\$2,268	\$11,664	\$1,344	\$11,191
TOTAL REVENUES	\$115,018	\$1,013,770	\$106,175	\$1,041,889	\$108,964	\$1,121,539

* Based on Actual FY 2011-12 year end revenues

** Estimates based on revenues through August 2013

*** Estimates based on revenues through November 2013

**GENERAL FUND
HISTORICAL EXPENDITURE COMPARISON
AS OF NOVEMBER
(000s)**

DEPARTMENT	FY 2011-12		FY 2012-13		FY 2013-14	
	YEAR TO DATE	YEAR-END ACTUAL*	YEAR TO DATE	YEAR-END FORECAST**	YEAR TO DATE	YEAR-END FORECAST***
Building Services	\$6,239	\$18,083	\$5,063	\$22,599	\$7,235	\$25,601
Business Dev/Procurement Svcs	\$315	\$2,086	\$368	\$2,403	\$337	\$2,654
City Attorney's Office	\$1,801	\$10,741	\$1,764	\$12,888	\$2,178	\$13,910
City Auditor's Office	\$325	\$2,030	\$324	\$2,085	\$347	\$2,411
City Controller's Office	\$597	\$3,485	\$533	\$3,998	\$580	\$4,471
City Manager's Office	\$231	\$1,628	\$315	\$1,448	\$330	\$1,559
City Secretary's Office	\$138	\$1,500	\$191	\$1,718	\$217	\$1,796
Civil Service	\$176	\$1,374	\$225	\$1,821	\$255	\$2,130
Code Compliance	\$3,665	\$27,795	\$4,747	\$30,663	\$4,693	\$33,720
Court Services	\$1,502	\$10,666	\$2,102	\$10,918	\$1,287	\$11,316
Elections	\$8	\$1,133	\$103	\$1,119	\$13	\$1,096
Fire	\$33,606	\$206,691	\$33,411	\$205,922	\$31,907	\$219,029
Housing	\$4,197	\$8,076	\$4,530	\$9,502	\$5,631	\$10,883
Human Resources	\$805	\$3,151	\$652	\$3,710	\$771	\$4,080
Independent Audit	\$0	\$937	\$0	\$903	\$0	\$919
Jail Contract - Lew Sterrett	\$7,198	\$7,852	\$654	\$8,229	\$8,714	\$8,714
Judiciary	\$537	\$3,006	\$540	\$3,153	\$488	\$3,528
Library	\$3,324	\$18,111	\$3,520	\$20,147	\$4,009	\$22,370
Management Services	\$1,184	\$3,339	\$1,821	\$4,448	\$1,984	\$5,968
Mayor and Council	\$507	\$3,527	\$535	\$3,748	\$519	\$3,911
Non-Departmental	\$4,866	\$28,592	\$5,487	\$32,479	\$5,251	\$41,935
Office of Cultural Affairs	\$3,911	\$13,083	\$3,576	\$15,853	\$3,732	\$16,946
Office of Economic Development	\$565	\$647	\$620	\$760	\$713	\$1,122
Office of Financial Services	\$188	\$1,521	\$217	\$2,129	\$250	\$2,886
Park and Recreation	\$11,570	\$66,281	\$13,506	\$73,367	\$14,022	\$78,614
Police	\$53,718	\$398,795	\$59,667	\$401,923	\$50,784	\$426,401
Public Works	\$1,741	\$4,775	\$1,811	\$5,036	\$1,567	\$7,097
Sanitation Services	\$14,214	\$73,537	\$8,446	\$73,586	\$8,958	\$75,099
Street Lighting	\$1,282	\$16,979	\$3,490	\$18,082	\$2,342	\$19,201
Street Services	\$6,570	\$53,629	\$6,232	\$57,260	\$8,473	\$61,742
Sustainable Dev/Construction	\$380	\$1,004	\$425	\$1,199	\$403	\$1,788
Trinity Watershed Management	\$187	\$265	\$145	\$244	\$65	\$661
RESERVES AND TRANSFERS						
Contingency Reserve	\$0	\$1,663	\$0	\$200	\$0	\$400
Liability/Claim Fund	\$0	\$5,288	\$0	\$3,630	\$0	\$5,088
Salary and Benefit Reserve	\$0	\$0	\$0	\$773	\$0	\$2,340
EXPENDITURES	\$165,547	\$1,001,271	\$165,023	\$1,037,945	\$168,055	\$1,121,388

* Based on Actual FY 2011-12 year end expenditures

** Estimates based on expenditures through August 2013

*** Estimates based on expenditures through November 2013