

AGENDA – WORKSHOP OF THE CITY COUNCIL OF THE CITY OF PEARLAND, TEXAS, TO BE HELD ON MONDAY, AUGUST 5, 2013, AT 6:00 P.M., IN THE COUNCIL CHAMBERS, CITY HALL, 3519 LIBERTY DRIVE, PEARLAND, TEXAS.

I. CALL TO ORDER

II. PURPOSE OF THE WORKSHOP:

- 1. COUNCIL INPUT AND DISCUSSION:** REGARDING THE REQUEST TO ANNEX PROPERTY INTO MUNICIPAL UTILITY DISTRICT NO. 22. *Mr. Darrin Coker, City Attorney.*
- 2. COUNCIL INPUT AND DISCUSSION:** REGARDING THE PROPOSED FISCAL YEAR 2013-2014 ANNUAL BUDGET. *Mr. Bill Eisen, City Manager.*

III. ADJOURNMENT

This site is accessible to disabled individuals. For special assistance, please call Young Lorfing at 281-652-1840 prior to the meeting so that appropriate arrangements can be made.

Workshop Item No. 1

1. **COUNCIL INPUT AND DISCUSSION:** REGARDING THE REQUEST TO ANNEX PROPERTY INTO MUNICIPAL UTILITY DISTRICT NO. 22.
Mr. Darrin Coker, City Attorney.

**AGENDA REQUEST
BUSINESS OF THE CITY COUNCIL
CITY OF PEARLAND, TEXAS**

AGENDA OF: 8-5-13	ITEM NO.: Workshop Item No. 1
DATE SUBMITTED: 7-29-13	DEPARTMENT OF ORIGIN: Legal
PREPARED BY: Darrin Coker	PRESENTOR: Darrin Coker
REVIEWED BY: NA	REVIEW DATE: NA
SUBJECT: Workshop- Request to Annex Property into MUD 22	
EXHIBITS: Presentation	
EXPENDITURE REQUIRED: AMOUNT AVAILABLE: ACCOUNT NO.:	AMOUNT BUDGETED: PROJECT NO.:
ADDITIONAL APPROPRIATION REQUIRED: ACCOUNT NO.: PROJECT NO.:	
To be completed by Department: <input type="checkbox"/> Finance <input checked="" type="checkbox"/> Legal <input type="checkbox"/> Ordinance <input type="checkbox"/> Resolution	

EXECUTIVE SUMMARY

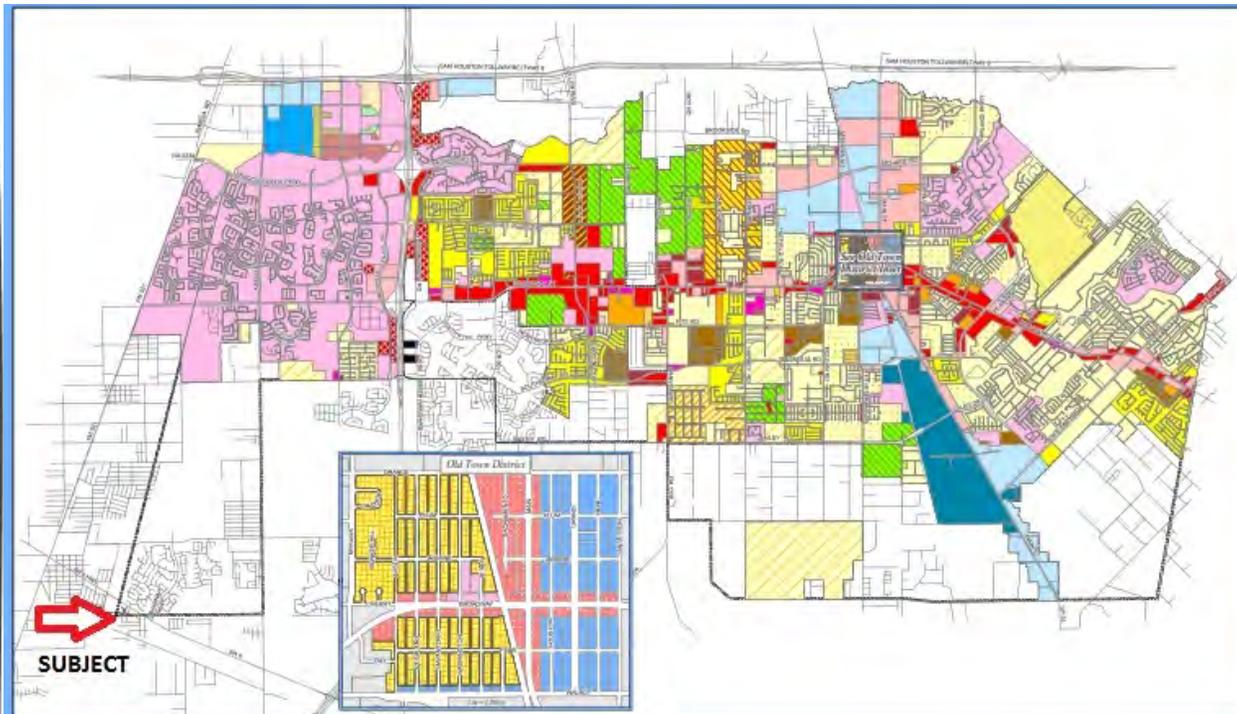
This is a follow-up workshop at the request of Brazoria County MUD No. 22 (the "District"), which is generally located in the extreme southwestern portion of the City's ETJ (SH 6/Lakes of Savannah). If you recall, the District recently submitted a petition for consent to annex a 10.4 acre tract into the District's boundaries. The developer of the property plans to construct a multi-family development with approximately 120 units. The workshop is being held at the request of the developer to present additional information to the Council regarding the proposed development and to answer any other questions you may have.

Miller-Valentine Group

Request of Consent for Annexation of a 10.40-
acre tract of land into Municipal Utility District 22.

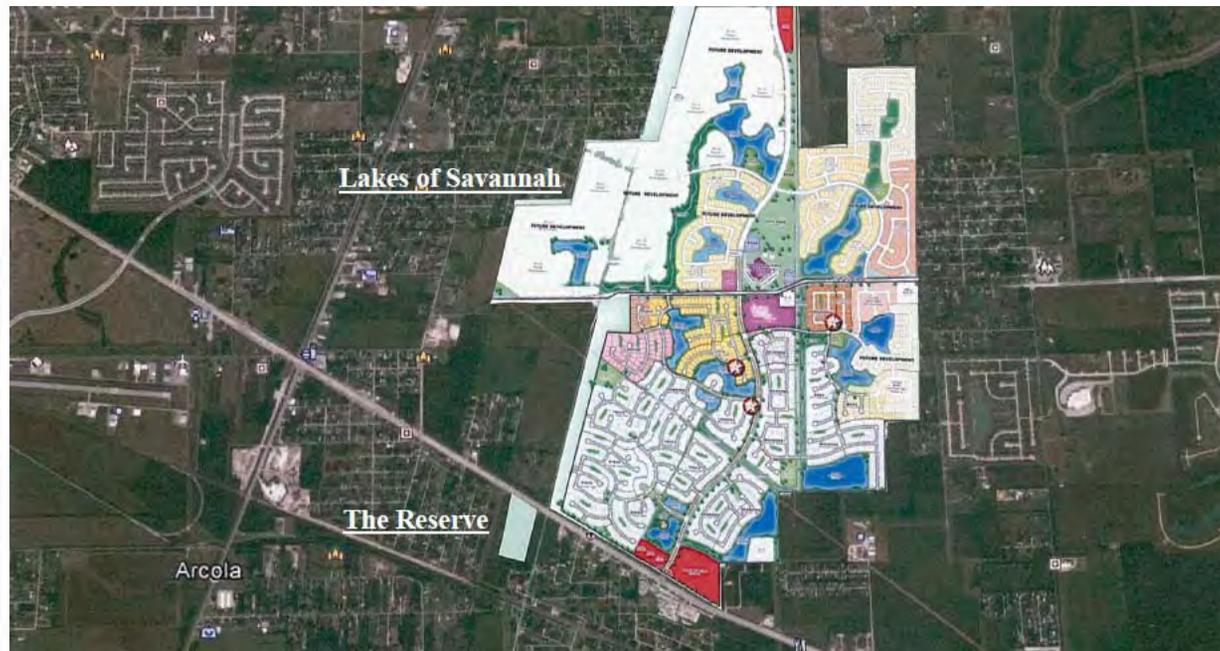
Location

The Request for Consent concerns a 10.40 acre tract of land located on the south side of Highway 6 in the Pearland ETJ, Fort Bend County. The development will not be annexed into the City of Pearland.



Location

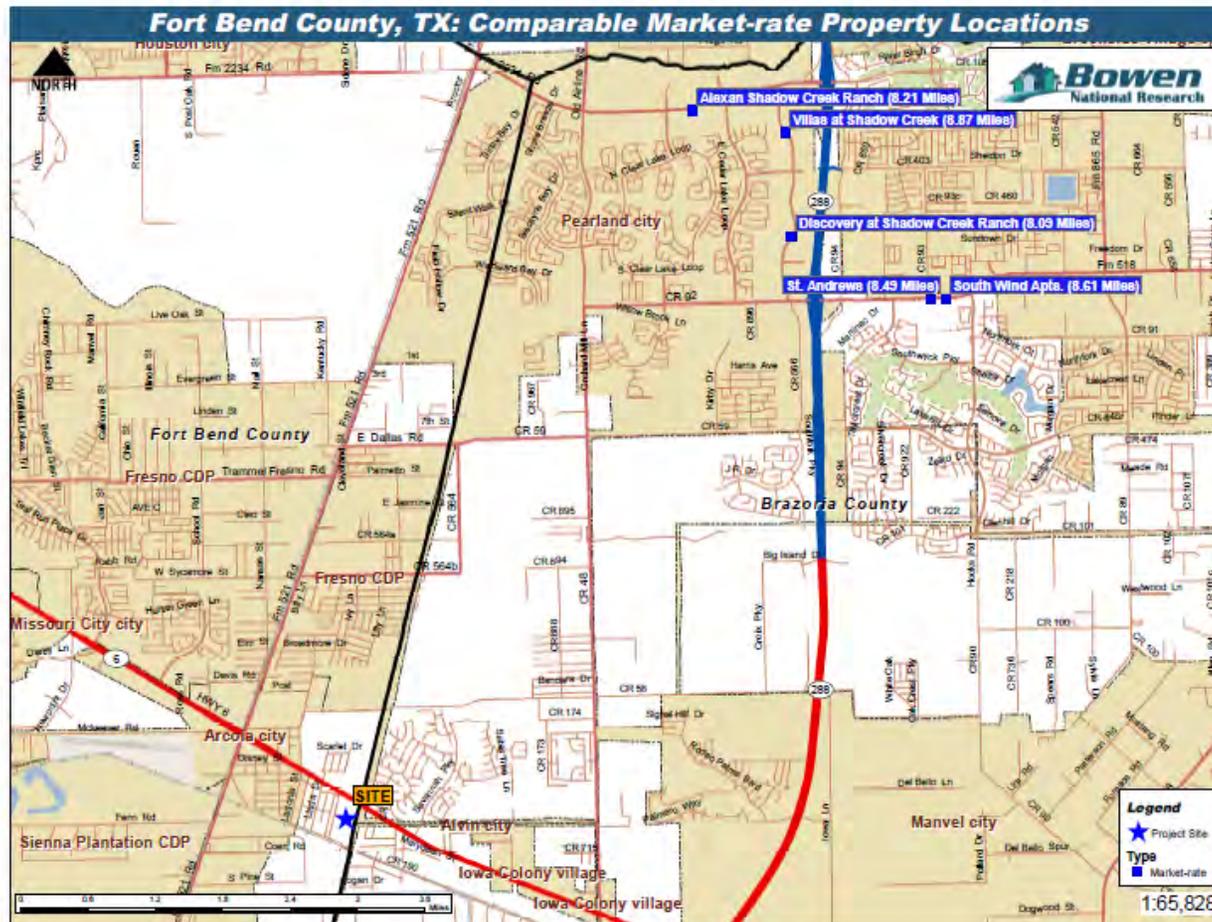
The subject tract is located to the southwest of the Lakes of Savannah development and slightly east of the City of Arcola.



MUD 21 and MUD 22 will allow only 120 units of medium-density residential, or approximately 3.5% of the 3410 total homes.

Comparable Properties

The subject tract is located a considerable distance from other comparable properties. The nearest comparable property is approximately 8 miles away and is in a separate sub-market



The market shows limited supply and strong demand for high-quality rental housing. Comparable properties show an average occupancy of approximately 98% and the percentage of available rental housing in Pearland ETJ is considerably lower than the surrounding area.

Renter Share of All Occupied Housing Units - 2012		
Rental Units per Building	Pearland, TX ETJ	Houston-Sugar Land-Baytown, TX Metro Area
Duplexes and larger	12.4%	26.1%
Five-Units+	11.3%	22.7%
10-Units+	9.1%	18.6%
20-Units+	4.7%	9.8%
50-Units+	3.2%	6.0%

Sources: 2010 Census, Table B25032 of the 2006-2010 American Community Survey and Urban Decision Group

Data provided by Bowen National Research

The Reserve

The Reserve is a 120-unit, Class "A", development with a projected cost of \$15M. The development will provide a multitude of common and private amenities.

Common Amenities

- Resort Style Pool
- Fitness Center
- 100% Masonry Exterior
- Ample Green Space
- Community Room
- Business Center
- Gazebo with BBQ Grills
- Lush landscaping



Unit Amenities

- 9' Ceilings
- Low-e Windows
- Low-Flow Fixtures
- Faux Wood Flooring
- Berber Carpet
- Enlarged Balcony Areas
- Ample Storage
- Open Floor Plans
- Pre-Wired for Cable/Internet
- Wahser/Dryer Hook ups
- Energy Star Appliances



The Reserve



The club room will offer a leasing area, business center, workout facility, and community room.



The Reserve



Exterior materials will consist of 100% masonry materials, including stucco, stone, and brick. Units will include covered entry ways, enlarged patios, and Low-e windows. Landscaping will be placed between buildings and parking areas.



Conceptual Elevations

The Reserve

The subject will be a low-density, multi-family development with an amenity enriched clubhouse, pool, and ample green space. The outdoor pool area will feature a gazebo, BBQ grills, and free Wifi.



Current Development Agreement Points

- All units would be served by a fire suppression system.
- The Reserve would pay the City of Pearland a Parks Fee, in lieu of dedication, in the amount of \$90,000.
- The Reserve would meet all applicable city ordinances.
- The Reserve will allow inspections by the City of Pearland.
- The exterior of all buildings will consist of 100% masonry.

Proposed Additional Points

- MUD 21 and MUD 22 will agree to not provide utility services to any future multifamily developments. Only 120 (3.5%) multifamily units will be allowed in the 3,410 unit single family development.
- The remaining 25 acres will include a deed restriction prohibiting multifamily development without the consent of the City of Pearland.
- The Reserve will maintain the property to a high standard. Capital and maintenance budgets are established to provide improvement expenditures for exterior, property interior maintenance (painting, plumbing, electrical and air filters) and ongoing green space maintenance.
- The Parks Fee payment will be increased to \$100,000.

Workshop Item No. 2

2. **COUNCIL INPUT AND DISCUSSION:** REGARDING THE PROPOSED FISCAL YEAR 2013-2014 ANNUAL BUDGET. *Mr. Bill Eisen, City Manager.*

**AGENDA REQUEST
BUSINESS OF THE CITY COUNCIL
CITY OF PEARLAND, TEXAS**

AGENDA OF:	August 5, 2013	ITEM NO.:	Workshop Item No. 2
DATE SUBMITTED:	July 25, 2013	DEPT. OF ORIGIN:	Finance
PREPARED BY:	Claire Bogard	PRESENTOR:	Bill Eisen
REVIEWED BY:	Bill Eisen	REVIEW DATE:	7/30/13
SUBJECT: Fiscal Year 2014 Budget Workshop #1			
EXHIBITS: PowerPoint Presentation			
FUNDING:			
<input type="checkbox"/> Grant <input type="checkbox"/> Developer/Other <input type="checkbox"/> Cash <input type="checkbox"/> Bonds To Be Sold <input type="checkbox"/> Bonds- Sold <input type="checkbox"/> L/P – Sold <input type="checkbox"/> L/P – To Be Sold			
EXPENDITURE REQUIRED: N/A		AMOUNT BUDGETED: N/A	
AMOUNT AVAILABLE: N/A		PROJECT NO.:	
ACCOUNT NO.: N/A			
ADDITIONAL APPROPRIATION REQUIRED:			
ACCOUNT NO.:			
PROJECT NO.:			
To be completed by Department:			
X	Finance	Legal	Ordinance Resolution

EXECUTIVE SUMMARY

BACKGROUND

Pursuant to State law and according to City Charter, the City must adopt a budget by the last regularly scheduled Council meeting in September, prior to the beginning of the fiscal year. The budget must contain a complete financial statement of the City and City must hold a public hearing on the budget and follow truth-in-taxation requirements. The budget process begins by reviewing the proposed annual budget for fiscal year 2013-2014 through a series of budget workshops. Tonight is the first workshop.

SCHEDULE

Budget workshops are scheduled for each Monday in August as necessary. The first public hearing on the budget and tax rate is tentatively planned for Tuesday, September 3rd and the second public hearing on September 9, 2013. First reading of the ordinances (budget and tax rate) are scheduled for September 16 with second and final reading on September 23, 2013.

POLICY/GOAL CONSIDERATION

Pursuant to State Statute and City Charter, the budget was filed with the City Secretary and submitted to City Council 60 to 90 days prior to the beginning of the fiscal year. The budget provides a complete financial plan for the program of services to be provided in the upcoming fiscal year – 2014.

The proposed budget is a public record and will be placed on the City's web-site, a copy provided to each library, and will be available for viewing in the City's Secretary's office as well.

CURRENT AND FUTURE FUNDING /FINANCIAL IMPACTS

The budget serves as the financial plan (revenues and expenditures) and provides for the annual program of services for the City in fiscal year 2014. As currently proposed, the budget maintains the current tax rate of \$0.7051 per \$100 valuation and maintains the current water/sewer rates and rate structure. Solid Waste (garbage/recycling) rates will increase based on the Houston MSA CPI effective October 1, 2013 pursuant to the City's contract with our provider.

O&M IMPACT INFORMATION

See proposed budget.

RECOMMENDED ACTION

Review and discuss the proposed budget for Fiscal Year 2013-2014.



CITY OF PEARLAND

Fiscal Year
2013-2014

Proposed Budget and
Five Year Forecast

August 5, 2013



Budget Workshop Review

Budget Overview and Highlights

Projections for 2012-2013

Proposed Budget for 2013-2014

5-Year Forecast – Major Funds

BUDGET OVERVIEW



1. Meets Reserves and Bond Covenants
2. Addresses Council Goals
 - Focus on Public Safety
3. Continues Implementation of the \$162 million 2007 bond referendum and Capital Improvement Program
4. Funds Compensation Adjustments to retain and attract employees.
5. Increases services and service levels for an estimated population of 106,900.

BUDGET OVERVIEW



6. Funds Supplemental Requests, including the following new positions:

	Full Time	Part Time	Converted PT to FT
General Fund*	23	1	1
Water/Sewer Fund	5		
Hotel/Motel/CVB Fund	1		
Solid Waste Fund	1		
	30	1	1

*Focus on Public Safety – 18 Positions. Nine Fire Positions will not be needed if EMS/Fire consolidation occurs and a three-shift structure is adopted.

BUDGET OVERVIEW



Can be accomplished with:

1. Maintaining Total Tax Rate at \$0.7051
 - General Fund Rate (M&O); \$0.2151; No Change.
 - Debt Service (I&S); \$0.4900; No Change.
2. No water/sewer rate increase
3. Solid Waste increase based on CPI, per contract
4. Maintains Financial Health and Stability now and in future

COUNCIL GOALS



➤ Public Safety

- Staffing Fire Station #3 to open October 2014.
- Additional staffing (3) for Police.
- Addition of 5th Ambulance for peak times
- 5-Year CIP includes 2 more staffed fire stations

➤ Transportation

- TIP funded projects included in 5-Year CIP (Max, Fite, Bailey, Smith Ranch, McHard)
- FY2014 Street CIP Funding \$9.2 million

COUNCIL GOALS



- EDC Strategic Plan
 - Implementation, \$350K
- Regional Detention
 - Construction of Cullen/FM 518 pond
 - Lower Kirby improvements to City's existing pond
- Parks & Recreation
 - Design of Skate Park
 - Opening of Max Road Sportsplex
- Animal Control
 - Personnel and van to assist with mobile adoptions and at the shelter



Funding Highlights

Major Supplemental Funding Staffing

(pages 1-24 of budget book)

FUNDING HIGHLIGHTS



Firefighters and Gear for Station #3

\$177,705

- ✓ Includes 9 full-time Firefighters to staff Station #3 opening October 2015.
- ✓ Increase response times.

Fire Truck Replacement

\$625,000

- ✓ Replacement of Reserve Unit 108, purchased in 1992.
- ✓ Funded via lease/purchase.

FUNDING HIGHLIGHTS



EMS 5th Ambulance

\$409,493

- ✓ Includes \$238,099 for a new fifth ambulance to be in service beginning December, and \$171,394 for 2 full-time paramedics and 2 full-time EMT's to staff the additional ambulance.
- ✓ Service during peak hours – 9:00am – 9:00pm daily.
- ✓ Over 7,000 calls a year, increase response time, especially during simultaneous call events.

EMS Ambulance Replacement

\$228,850

- ✓ Replace unit 5 years old with 147,667 miles.
- ✓ Refurbish unit 5 years old with 136,524 miles.

FUNDING HIGHLIGHTS



Consolidation of Fire and EMS

\$400,000

- ✓ To accommodate cross-training of personnel with the consolidation of the two departments.
- ✓ Funding for fire gear, uniforms and training programs.

FUNDING HIGHLIGHTS



Police Officers

\$316,666

- ✓ The number of calls resulting in a unit being dispatched is up 11% from last year. The number of dispatched calls per Patrol Officer is up 4% from last year.
- ✓ The 2014 budget includes the addition of 3 Officers, to begin February 1, 2014.
- ✓ Based on the anticipated population growth, the City is adding 1 Officer per 1,000 in population.

FUNDING HIGHLIGHTS



Max Road Sportsplex

\$244,034

- ✓ The Max Road Sportsplex is scheduled to be completed April 2014.
- ✓ The budget includes funding for some FF&E not included in the project budget, and a soccer scoreboard for the playfields to be placed in the park for the opening date.
- ✓ In addition, supplies, tools, utilities and mowing/landscaping services are provided for the 5 month growing period prior to the complex opening in the Fall.

FUNDING HIGHLIGHTS



Full-Time Judge

\$7,283

- ✓ Upgrade Part-time Presiding Judge to Full-time.
- ✓ Will allow more to accommodate the increase in the Court's case load, arraignments and additional dockets.

FUNDING HIGHLIGHTS



IT Needs Assessment

\$339,422

- ✓ Departments have looked to technology to help improve quality and efficiency of service delivery.
- ✓ Includes \$80,000 for the services of a consultant to begin the process of replacing the current 18 year old enterprise application software.
- ✓ Includes \$76,000 for the purchase of an Outlook email server and license to replace the current Lotus email system.
- ✓ Includes System Administrator, \$60,602.
- ✓ Moves from a 6 year to a 4 year computer replacement cycle.
- ✓ Internal connectivity and redundancy, \$36,000.

FUNDING HIGHLIGHTS



Flashing Left Turn Arrow Program

\$138,186

- ✓ Traffic and traffic related issues are the number one concern of Pearland residents in the 2013 Citizen Survey, and has been since the first citizen survey in 2009.
- ✓ Flashing amber arrow for left turns along FM 518 will improve the traffic flow along this stretch of roadway and will reduce delays for left turn traffic during peak hours.
- ✓ This flashing arrow program will be a three year project. Year 1 will cover FM 518, part of Dixie Farm Road, and part of Magnolia. Year 2 will cover FM 2234/McHard, Cullen, and SH 35. Year 3 will cover the remainder of Dixie Farm Road, Magnolia, and signals off major roadways.
- ✓ These funds cover Year 1.

FUNDING HIGHLIGHTS



Span Wire Rebuild/Intersection Upgrades

\$192,000

- ✓ The span wire intersections along FM 518 are at least 20 years old and need to be upgraded.
- ✓ Include the replacement of all span wire, signals, and the controller cabinet.
- ✓ By upgrading the traffic signals, it will reduce overtime calls and improve the look and performance of the signals.
- ✓ These funds will be used for the FM 518 signals at Walmart, Cullen, Woody, and Woodcreek.
- ✓ Locations have existing issues that cause the signals to go into “flash” mode causing traffic delays and requiring service calls.

FUNDING HIGHLIGHTS



Motor Grader and Drum Compactor

\$258,143

- ✓ Equipment will be used during asphalt and/or drainage operations.
- ✓ Will improve appropriate roadway construction and repair.
- ✓ A combined savings of \$61,791 from the rental of a drum compactor and motor grader will be realized with this purchase.

FUNDING HIGHLIGHTS



Sidewalk Replacement Program

\$437,000

- ✓ The sidewalk replacement program is to replace sidewalks that create a trip hazard for our residents, as well as for those that were uprooted due to repair projects.
- ✓ Due to drought and age of infrastructure, need outweighs the funding. Public Works compiling an inventory with dollars required. City may use combination of General Fund reserves and Certificate of Obligation to address the issue in a multi-year program.

FUNDING HIGHLIGHTS



Asphalt Road Rehabilitation

\$600,000

- ✓ Continue the rehabilitation and maintenance of asphalt roadways.
- ✓ The budget includes various pavement rehab projects through an interlocal agreement with Brazoria County Precinct #3 where the City supplies materials and flag labor and the County supplies equipment and operators.
- ✓ Proposed mill/cap/overlay projects include: Westgate, Butler, Garden, Hatfield, Wagon Trail, Becky, Woodcreek, Creekridge, Washington Irving, Herbert, Warren, Williams, Keis, CR414 East and West, Figland, and E. Industrial.

FUNDING HIGHLIGHTS



Water/Sewer Funds

\$1,693,213

- ✓ Includes \$57,000 for control panel enclosures at the Knapp Road-West and Sunset Meadows lift stations.
- ✓ Includes \$184,000 clarifier drive replacement at the Barry Rose Treatment Plant.
- ✓ Includes \$148,000 for replacing the process water systems at four of the wastewater treatment plants.
- ✓ Includes \$171,000 aeration motor and gearbox rebuild for the Barry Rose Wastewater Treatment Plant.
- ✓ Includes \$50,460 for filter cloth sock replacements at the wastewater treatment plants.
- ✓ Includes \$222,353 for One Water Production Supervisor and two Water Operator I positions, including two vehicles.

FUNDING HIGHLIGHTS



Water/Sewer Funds

(Continued)

- ✓ Includes \$300,000 for interior lining on ground storage tanks at Cullen, McLean, and the FM 518.
- ✓ Includes \$101,500 for flow meters and analogs at city water wells that will reduce waste and improve water quality at Garden, FM 518, McLean, Kirby, Southdown, Green Tee, Magnolia, and Country Place.
- ✓ Includes \$38,732 for an Administrative Technician Position in the Utility Billing Department.
- ✓ Includes \$100,638 for a Kiosk at City Hall and Public Safety Building for drive-thru, 24-hour, bill payment (UB, Court, PD).

FUNDING HIGHLIGHTS



\$472,042

Grant Funds

- ✓ Includes \$43,319 for Emergency Management Performance Grant.
- ✓ Includes \$107,000 Police Mobile Command Unit.
- ✓ Includes \$106,536 for two Crime Victim Assistance positions.
- ✓ Includes \$14,425 for replacement purchases of 25 bulletproof vests for Police Officers.
- ✓ Includes \$120,000 for a glass crusher. Recycled glass is converted into sand for use in City park facilities and ROW.
- ✓ Includes \$7,000 from Texas Intrastate Fire Mutual Aid System (TIFMAS). The program includes training, qualification and mobilization systems to make statewide use of local resources.

FUNDING HIGHLIGHTS



Grant Funds

(Continued)

- ✓ Includes \$31,552 from Staffing for Adequate Fire and Emergency Response (SAFER-VFF) Grant to implement recruiting/retention of Volunteer Firefighters. This is the third year of a four year grant totaling \$146,802.
- ✓ Includes \$42,210 from Staffing for Adequate Fire and Emergency Response (SAFER-FF) Grant to implement recruiting/retention of 6 base level Firefighters. This is the third year of a three year grant totaling \$703,089. The program requires that the City maintain the 6 new personnel for a period no less than 12 months following the end of grant funded program.

FUNDING HIGHLIGHTS



Other Funds

- ✓ Includes \$38,993 in Police State Seizure Fund for ALPR and replacement of retiring K-9, Nancy.
- ✓ Includes \$29,000 in Police Federal Seizure Fund for Replacement Tactical Vests (SWAT).
- ✓ Includes \$142,134 in Hotel/Motel - Convention & Visitors' Bureau for a Sales & Event Manager, Crawfish Festival Sponsorship, Familiarization Trips & Workshops for Hotels, and Website Re-design.
- ✓ Includes \$43,301 in Solid Waste Fund for a Customer Service Clerk.

FUNDING HIGHLIGHTS



Other Funds

- ✓ Includes \$48,700 in Park & Recreation Development for new signage at the various city parks.
- ✓ Includes \$39,625 in Citywide Donation Fund for the purchase and outfitting a van for transport to animal adoption events

FUNDING HIGHLIGHTS



Compensation Adjustments (all funds) **\$2,214,584**

- ✓ High level of turnover and trouble filling some positions due to pay.
- ✓ Retain and attract qualified employees.
- ✓ Compensation study done to determine labor market value of jobs
- ✓ Funding to align salaries with the relevant labor market.
- ✓ In Thousands:

General Fund	\$1,957
W/S Fund	236
PEDC	12
Other	9
	<hr/>
	\$2,214

STAFFING HIGHLIGHTS



STAFFING	FT	PT
Administrative Secretary	1	-1
System Administrator	1	
Buyer I	1	
Videographer/Editor	1	
P/T Deputy Court Clerk		1
Animal Shelter Attendant	1	
Project Coordinator	1	
Paramedic and EMT	4	
Firefighters *	9	
Fire Logistics Captain	1	
Police Officer	3	
Jailer	1	
Custodial Supervisor	-1	

* Not needed if EMS/Fire merger occurs and 3-shift structure is adopted.

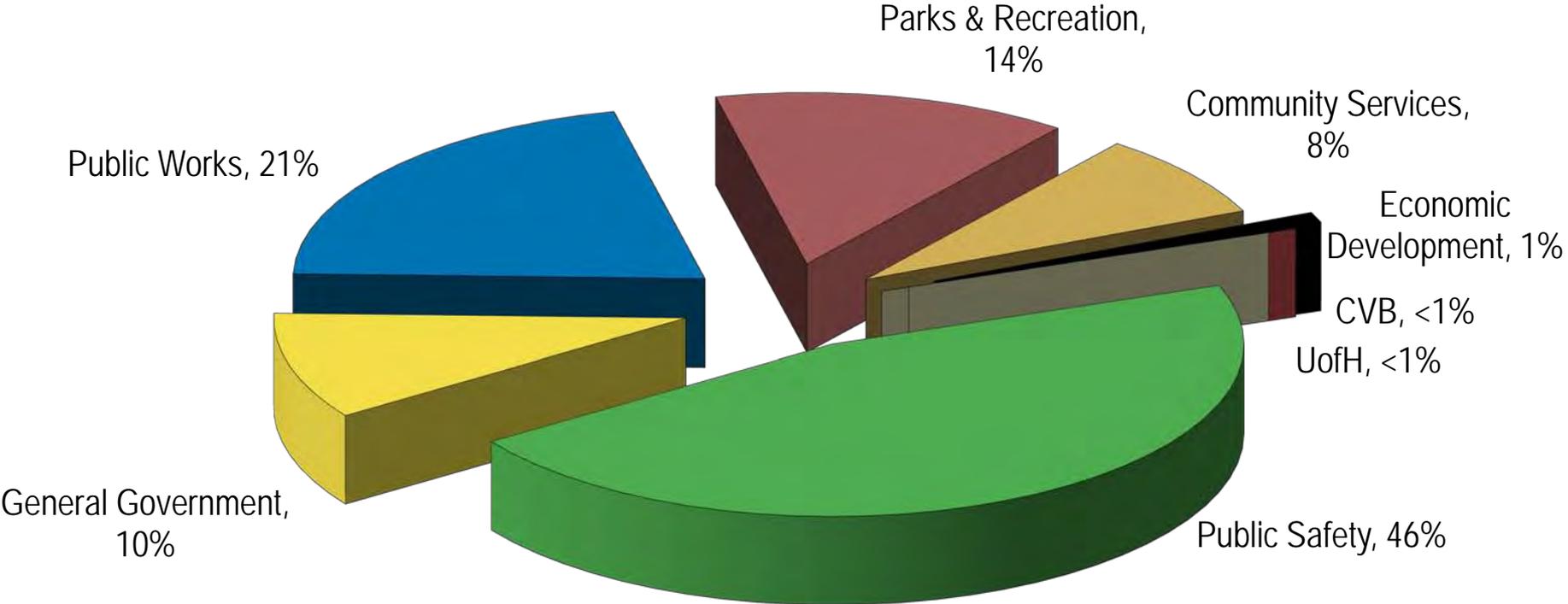
STAFFING HIGHLIGHTS



STAFFING	FT	PT
Operator-in-Training	1	
Water Production Supervisor	1	
Operator I	2	
Customer Service Clerk	1	
Administrative Technician	1	
Sales & Event Manager	1	
Total New	30	0

STAFFING BY FUND	FT	PT
General Fund	23	
Water/Sewer Fund	5	
Other	2	
Total New	30	0

STAFFING HIGHLIGHTS



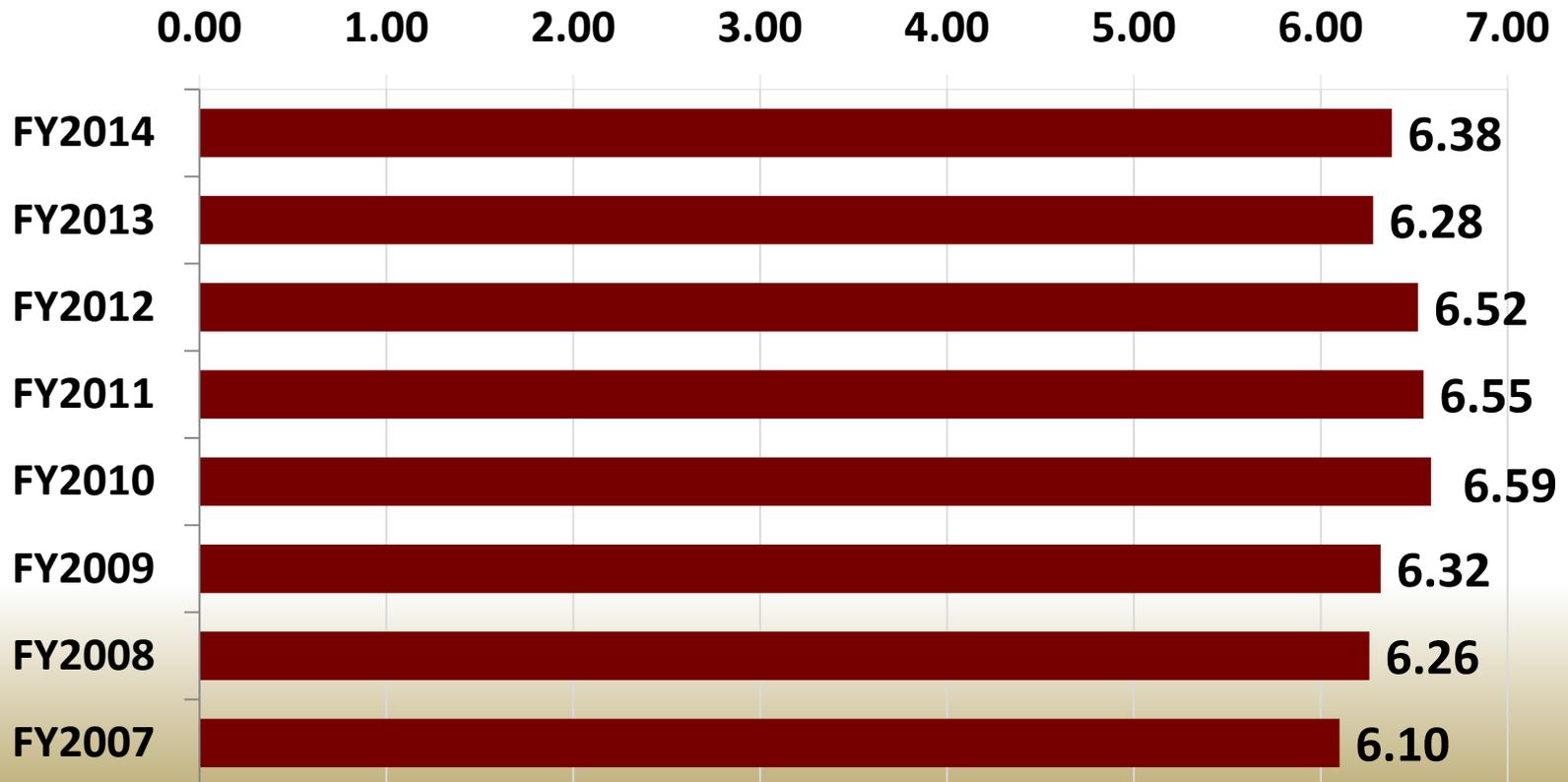
FTE's by Fund

	2013	Additions	2014	% Increase
General Fund	541.75	23	564.75	4.2%
Water & Sewer	99.25	5	104.25	5.0%
PEDC	5.00	0	5.00	0.0%
Other/Special Revenues	5.50	2	7.50	36.4%
Total FTE's	651.50	30	681.50	4.6%
Population	103,800	3,100	106,900	3.0%

STAFFING HIGHLIGHTS



FULL-TIME EMPLOYEE EQUIVALENTS PER 1,000 POPULATION





Property Valuation and Tax Rate

Certified Brazoria County
Certified Fort Bend County
Preliminary Harris County
(pages 33-36 of budget book)

PROPERTY VALUES



FY2012 Budgeted Roll	\$6,541,399,683
FY2012 Adjusted Roll	\$6,540,274,705
FY2012 Preliminary Roll	\$7,045,219,500
Increase from Adjusted Roll	7.7%

	<u>2012</u>	<u>2013</u>	<u>% Inc.</u>
Brazoria	\$5,953,442,060	\$6,372,902,035	7.0%
Harris	\$452,988,073	\$478,118,169	5.5%
Fort Bend	\$133,844,572	\$194,199,295	45.1%
City	\$5,086,757,294	\$5,481,481,824	7.8%
TIRZ	\$1,453,517,411	\$1,563,737,676	7.6%
Total	\$6,540,274,705	\$7,045,219,500	7.7%

PROPERTY VALUES



Increase in Value	\$504,944,795	7.7%
BC MUD 4	\$214,184,377	42%
New Value – Brazoria Co.	\$178,159,285	35%
New Value – Fort Bend Co.	\$36,751,924	7%
New Value – Harris Co.	\$32,579,234	6%
Total New Value	\$461,674,820	90%

Average Residential Market Value



	<u>Fort Bend</u>	<u>Brazoria</u>
FY 2013	223,986	179,218
FY 2014	230,893	178,854
% Change	3.08%	(0.20%)

Based on Category A1-Residential Single Family
Harris County not available, includes New Construction

Proposed Rate & Allocation



	Previous 2012	Current 2013	Proposed 2014	Change
O&M	.2151	.2151	.2151	-0-
Debt	.4700	.4900	.4900	-0-
Total	.6851	.7051	.7051	-0-

Tax Bill Comparison

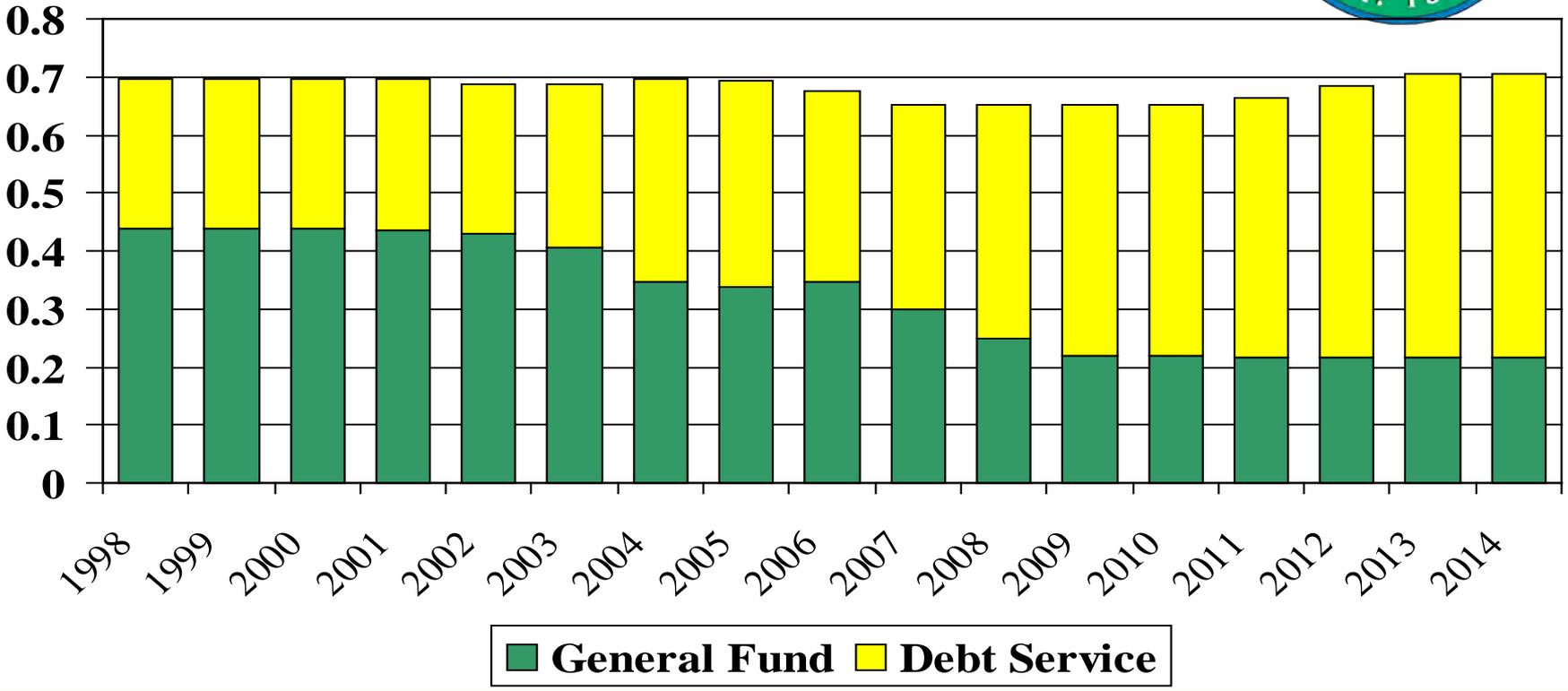
Average Homeowner



➤ **2012 Average Taxable Value \$172,331**

Value Change	FY2013 Bill	FY2014 Bill	\$ Inc.	% Inc.
-8.0%	\$1,215	\$1,118	(\$97)	-8.0%
-6.0%	\$1,215	\$1,142	(\$73)	-6.0%
-4.0%	\$1,215	\$1,166	(\$49)	-4.0%
-2.0%	\$1,215	\$1,191	(\$24)	-2.0%
0.0%	\$1,215	\$1,215	\$0	0.0%
2.0%	\$1,215	\$1,239	\$24	2.0%
4.0%	\$1,215	\$1,264	\$49	4.0%
6.0%	\$1,215	\$1,288	\$73	6.0%
8.0%	\$1,215	\$1,312	\$97	8.0%

Historical Tax Rate Allocation - Fiscal Year



Tax Rate Split:	<u>1998</u>	<u>%</u>	<u>2005</u>	<u>%</u>	<u>2014</u>	<u>%</u>
General Fund	\$0.4400	63	\$0.3559	51	\$0.2151	31
Debt Service Fund	\$0.2550	37	\$0.3389	49	\$0.4900	69



Debt Service Fund

Fiscal Year 2012-2013 Projections

Fiscal Year 2013-2014 Budget

(pages 37-43 of budget book)

DEBT SERVICE FUND PROJECTIONS – FY2013



(in millions)

	<u>Budget</u>	<u>Projection</u>	<u>Var.</u>
Revenues	\$27.8	\$28.0	\$0.2
Expenditures	\$29.2	\$28.7	\$0.5
Rev. under Exp.	(\$1.4)	(\$0.7)	\$0.7
Beginning Balance	\$5.0	\$5.0	
Ending Balance	\$3.6	\$4.3	
Over 10% Policy	\$0.6	\$1.4	

DEBT SERVICE FUND

Assumptions – FY2014



➤ Revenues

- Debt Service Tax Rate of \$0.4900
 - No Increase
- Rent payments from UofH and PEDC towards debt service payment on facility

➤ Expenditures

- New debt to be Issued:
 - General Obligation \$17,600,000
 - Certificates of Obligation \$ 4,330,000
- 1st Year of Debt Service Fiscal Year 2015.

DEBT SERVICE FUND

FY2014



Revenues

Property Taxes	\$	26,652,299
Rent/Other		800,242
Transfers In		618,439
TOTAL	\$	28,070,980

Expenditures

MUD Rebates/Other	\$	4,458,108
Debt Service		23,038,963
Short Term Note		1,345,825
TOTAL	\$	28,842,896

Revenues Under Expenditures \$ (771,916)

Fund Balance at 9/30/2014 \$ 3,519,084

Over Policy \$ 634,794

DEBT SERVICE FUND

Debt Service Requirements



Current Debt Service Requirements to Maturity 2036

Principal	\$282,670,000
Interest	\$130,533,608
Total	<u>\$413,203,608</u>

Total FY14 Requirements

Debt Ratios

Estimated Debt Outstanding 9/30/2014	\$306,495,000
Debt per Capita	\$2,867

Debt levels are high due to the high growth mode of the City's development.



General Fund

Fiscal Year 2012-2013 Projections

Fiscal Year 2013-2014 Budget

(pages 47-173 of budget book)

GENERAL FUND PROJECTIONS – FY2013



(in millions)

	<u>Budget</u>	<u>Projection</u>	<u>Var.</u>
Revenues	\$59.6	\$59.2	(\$0.4)
Expenses	<u>\$62.2</u>	<u>\$60.9</u>	<u>\$1.3</u>
Net Income	(\$2.6)	(\$1.7)	\$0.9
Beg. Fund Balance	\$17.6	\$17.6	
End. Fund Balance	\$15.0	\$15.9	
Reserve Policy	\$8.9	\$8.7	
Over Policy	\$6.1	\$7.2	

GENERAL FUND

Assumptions – FY2014



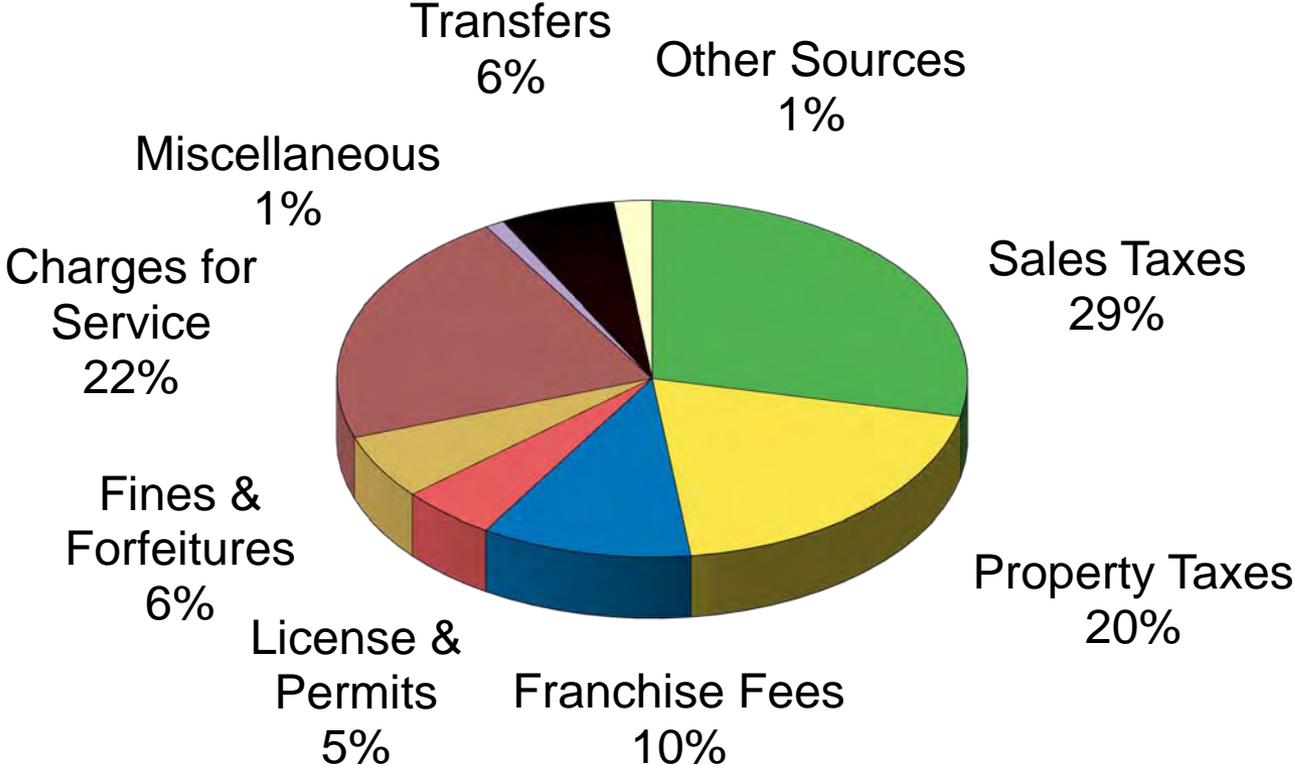
Revenues Total \$60.1 Million

- No change in M&O tax rate needed.
- Sales Tax increase of 7.8% from projections including estimate for Kelsey Seybold
- SF Permits - 1,000
- Use of TxDOT reimbursements (\$1.0 million) to fund street and sidewalk rehabilitation
- TIRZ Administration fee up due to value - \$497K
- Lease/Purchase for Fire Pumper, and Ambulances.

GENERAL FUND REVENUES



TOTAL REVENUES - \$60.1 M



GENERAL FUND

Assumptions – FY2014



Expenditures Total \$62.9 Million

- Funds basic and increased level of services for a 106,900 population.
- Supplemental Requests - \$ 5.6 million
 - Recurring \$1,869,348
 - Non-Recurring \$3,702,935
- Employee Compensation - \$ 1.9 million
 - Retain and Attract Employees
- Fund Balance - \$13.1 million
 - Drawdown of Fund Balance (2.8 million) for non-recurring purchases
- Over 2-Month Reserve Policy by - \$ 3.4 million

GENERAL FUND

Proposed – FY2014



Revenues	\$	60,111,236
Expenditures		
Operating Expenditures	\$	61,559,655
Transfers Out	\$	1,386,903
Total Expenditures	\$	62,946,558
Revenues Under Expenditures	\$	(2,835,322)
Fund Balance – Beginning	\$	15,889,170
Fund Balance – Ending	\$	13,053,848
Policy Requirement – 2 months	\$	9,643,882
Over Policy	\$	3,409,967

GENERAL FUND

Recurring Expenditure Increase

	FY2013 Amended Budget	FY2014 Budget	(Decrease)/ Increase
Total Budget	\$62,192,892	\$62,946,558	\$753,666
Non-Recurring Carryover	(\$1,374,493)		
Non-Recurring Funding	(\$5,302,864)	(\$3,707,935)	
Total Recurring	\$55,515,535	\$59,238,623	\$3,723,088
% Increase			6.7%

Recurring

Employee Compensation Adjustment	\$1,957,337
New Positions	\$780,355
Max Road Sportsplex/Veterans Rd	\$146,582
Public Safety Overtime	\$467,670
Full Year Westside Library	\$32,888
Traffic Signal Timing	\$50,000
Other Recurring Supplemental Requests	\$279,790

GENERAL FUND

Select Supplemental Request

Full List (pages 17-23)



Finance

Buyer I - 10 months	\$ 50,581
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Information Technology

System Administrator - ITMP - 10 months	\$ 60,602
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Replacement Desktops/Laptops	\$ 212,200
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Outlook Email Server & License	\$ 76,000
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Internet Connectivity/Redundancy and Closed	\$ 52,000
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Network Ring	
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ERP Conversion Consultant	\$ 80,000
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Human Resources

Upgrade PT Admin Clerk to FT Admin Secretary	\$ 34,596
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Outsource Criminal History & DL Checks	\$ 27,950
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Employee Self Service Benefit Connector	\$ 16,632
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GENERAL FUND

Select Supplemental Request



Legal

Contract Prosecutor (Full-time Judge)	\$ 18,000
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Emergency Medical Services

New 5th Ambulance*, includes following personnel:	\$ 238,099
2 Paramedics and 2 EMTs - 10 months	\$ 171,394
Replace 2 Cardiac Monitors/Defibrillators	\$ 53,416
Replacement Ambulance*	\$ 134,525
Refurbish 1 Ambulance	\$ 94,325
Training for Consolidation of Fire & EMS Depts.	\$ 400,000

*Lease/Purchase

GENERAL FUND

Select Supplemental Request



Fire

9 Firefighters - 2 months, Station 3 & Bunker Gear for 9 part-time Firefighters*	\$	177,705
Fire Logistics Captain - 11 months	\$	77,967
Replacement Pumper with Equipment (Lease/Purchase)	\$	625,000
New Vehicle for On-Duty Shift Commander	\$	54,000
Sand, Clean and Repair Training Tower	\$	29,500

Fire Marshal/Emergency Operation Center

Records Management System	\$	20,255
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* Nine Firefighters not needed if EMS/Fire merger occurs and 3-shift structure is adopted.

GENERAL FUND

Select Supplemental Request



Communications

1 Videographer/Editor - 11 months	\$	51,107
Savings from Video Contractor Elimination	\$	(41,720)

Municipal Court

Upgrade Part-time Presiding Judge to Full-time	\$	7,283
1 Part-time Deputy Court Clerk	\$	15,905

GENERAL FUND

Select Supplemental Request



Police

3 Officers, 8 months, with 1 Vehicle	\$ 259,301
Upgrade Officer to Sergeant	\$ 13,277
2 New Vehicles in CID and 1 New Home Fleet Vehicle in Patrol	\$ 125,039
1 Jailer - 10 months (net of overtime savings)	\$ 42,519
TCO/Jailer Team Leader Upgrades	\$ 38,339
LIDAR - Laser Speed Measuring Equip.	\$ 12,000
Replacement Motorcycles (2)	\$ 69,330
Replacement Vehicles (10)	\$ 431,619

Animal Control

1 Animal Shelter Attendant - 11 months	\$ 29,375
1 Replacement vehicle w/ deer skin box - TL133	\$ 45,943

GENERAL FUND

Select Supplemental Request



Parks and Recreation

Lease playfields behind RCN	\$ 30,000
Skatepark Design Services	\$ 40,000
Aquatic Climbing Unit	\$ 15,370
6 Sport Wheelchairs	\$ 10,800
Mud Run (Crawfish Festival)	\$ 35,000
Replacement Bus – Knapp Center	\$ 19,557
New Holland Tractor and Replacement Mowers	\$ 68,500
Max Road Sportsplex Structures, Scoreboard, Equipment, Supplies & Operational Needs - 5 Mths.	\$ 244,034
Parks Facility Maintenance	
Library A/C Unit 4	\$ 18,190
New Vehicle for Building Maintenance Helper	\$ 20,175
Service Center Furnace Replacements	\$ 10,650
Fire Overhead Door PM + Repairs	\$ 10,000
Repairs/Replacement HVAC Mechanical Equipment (as needed)	\$ 25,000

GENERAL FUND

Select Supplemental Request



Traffic Management

Intersection Flashing Left Turn Arrow Program	\$ 138,186
Intersection Upgrades - Span Wire Program	\$ 192,000
School Flasher Replacement	\$ 38,760
Traffic Signal Timing	\$ 50,000
Street Light Replacement and Inventory	\$ 48,000
1 Replacement Sign Lift Truck - P212	\$ 33,655
Scissors Type Platform Lift for Truck (Savings in Rental of Budget Truck)	\$ 46,465
1 Replacement Vehicle - P229	\$ 25,500

Community Development

Comprehensive Plan Phase II	\$ 100,000
Strategic Plan	\$ 15,000
Certification Pay – Building Inspectors	\$ 12,000

GENERAL FUND

Select Supplemental Request



Streets & Drainage

1 Replacement vehicle - P222	\$	32,865
Motor Grader w/ blade	\$	124,543
Rental of Equip. savings for Motor Grader	\$	(33,821)
Dual Drum Compactor	\$	133,600
Rental of Equip. savings for Dual Compactor	\$	(28,410)

Capital Projects

Project Coordinator	\$	51,454
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Water Sewer Fund

Fiscal Year 2012-2013 Projections

Fiscal Year 2013-2014 Budget

(pages 175-194 of budget book)

WATER & SEWER FUND PROJECTIONS – FY2013



(in millions)

	<u>Budget</u>	<u>Projection</u>	<u>Var.</u>
Revenues	\$31.6	\$31.6	(\$0.0)
Expenses	<u>\$32.1</u>	<u>\$33.4</u>	<u>(\$1.3)</u>
Net Income*	(\$0.5)	(\$1.8)	(\$1.3)
Ending Cash Equiv.	\$10.2	\$8.6	
Bond Coverage		\$1.29	
Cash Reserve		26%	

*Increased drawdown due to two water wells being down. Use of more expensive surface water and additional 2,500 register replacement program for a total of 5,000.

WATER & SEWER FUND

FY2014 - Assumptions



- Revenues total \$32.4 Million
 - Water/Sewer Service Revenue up \$1.2 million or 4.4% over FY2013 projections
 - Includes full year of MUD 4 revenues and growth
 - No change in rates needed

WATER & SEWER FUND

FY2014 - Assumptions



- Expenses total \$31.1 Million
 - Class and Compensation Adjustment - \$236,015
Based on labor market value for similar jobs.
 - Supplemental Requests - \$1.9 million
 - Recurring \$ 438,355
 - Non- Recurring \$1,502,187
 - Annual Debt Service \$10,029,649
 - Purchase of Surface Water \$ 3,818,832

WATER & SEWER FUND

Proposed – FY2014



‣ Revenues	\$ 32,380,706
‣ Expenses	\$ 31,102,431
‣ Revenues over Expenditures	\$ 1,278,275
‣ Cash Equivalents – Beginning	\$ 10,183,553
‣ Reserve for Debt Service	\$ 1,880,408
‣ Cash Equivalents – Ending	\$ 9,581,420
‣ Bond Coverage	1.41
‣ Cash Reserve Ratio	31%

WATER & SEWER FUND

Select Supplemental Request



Lift Stations

1 Operator In Training w/ vehicle	\$ 58,229
Control Panel Replacements	\$ 57,000
1 Replacement vehicle	\$ 28,235

Wastewater Treatment Plants

Clarifier Drive at Barry Rose WWTP	\$ 184,000
2 Sludge Pumps at Longwood WWTP	\$ 21,200
Process Water System and Control Panel	\$ 148,000
Aeration Gearbox , Motor and Motor Rebuild at Barry Rose WWTP	\$ 171,000
8" Lift Pump and Discharge Valve at Barry Rose WWTP	\$ 35,000
DO and pH Meters at all WWTPs	\$ 14,370
Filter Cloth Socks at JH Environmental Center	\$ 50,460

WATER & SEWER FUND

Select Supplemental Request



Distribution & Collections

3 Replacement vehicles	\$ 68,325
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Construction

Concrete Saw	\$ 25,789
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Water Production

1 Water Production Supervisor w/ vehicle	\$ 78,601
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2 Operator I w/ vehicle	\$ 143,752
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Interior Lining for Cullen, McLean, and 518 GSTs	\$ 300,000
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2 Replacement vehicles	\$ 42,160
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35 Sample Stations	\$ 28,482
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Soft Starters and VFD	\$ 33,334
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Security Lights and Receptacles	\$ 32,500
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Analog and Flow Meters	\$ 101,500
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WATER & SEWER FUND

Select Supplemental Request



Billing & Collections

1 Administrative Technician	\$	38,732
1 Replacement vehicle	\$	19,475
Kiosks at City Hall and Public Safety Building	\$	100,638

Full List – pages 22-23 of Budget Book

WATER & SEWER FUND

CIP – FY2014



TOTALS	\$ 17,098,701
• Debt Issuance	\$ 14,889,980
• Impact Fee - Debt	\$ 2,208,721
• Pay-As-You-Go CIP	-0-

WATER & SEWER FUND

Debt Service Requirements



Current Debt Service Requirements to Maturity 2037	
Principal	\$ 119,710,000
Interest	\$ <u>59,042,672</u>
Total	\$ 178,752,672
Total FY14 Requirements	
Principal	\$ 4,920,000
Interest	\$ <u>5,109,649</u>
Sub-Total	\$ 10,029,649
Principal Outstanding as of 9/30/14	\$ 131.9 Million



Solid Waste Fund

(page 199 of budget book)

SOLID WASTE FUND

FY 2014 (pg 199)



- New 5-Year Contract began 10/1/2011
 - Allows for quarterly rate adjustments for fuel
 - Annual CPI adjustment effective each October
- Monthly Residential Rate
 - Current Base Rate of \$15.06
 - Estimated Base Rate of \$15.20 for FY14 based on estimated CPI increase of 0.9%
- Expenses total \$8,521,062
 - Customer Service Clerk
 - Public Communications Campaign; Citywide Cart Recycling (if Council should elect to do so).
 - Ending Balance \$80,495



Special Revenue Funds

Hotel/CVB

Park Development

Seizure Funds

Citywide Donations

U of H

Grants

(pages 215-263 of budget book)

HOTEL/MOTEL & CVB (pg 232)

FY 2014



Includes:

Revenues from 13 Hotels	\$1,148,088
5% rebate to Hilton Garden Inn	\$152,575
Visitor Center (office lease) at PLTC	\$37,500

Revenues **\$1,151,088**

Expenditures

Arts Promotion	\$15,000
Historic Preservation	\$15,000
Contractual/Other	\$160,399
CVB Activities/Operations	\$571,112

Total Expenditures **\$761,511**

Revenues Over Expenditures \$389,577

Fund Balance at 9/30/2014 **\$2,518,063**

HOTEL/MOTEL FUND

Supplemental Requests



Convention & Visitors' Bureau

Sales & Event Manager	\$	43,634
Crawfish Festival Sponsorship	\$	31,000
Familiarization Trips & Workshops for Hotels	\$	15,000
Website Re-design	\$	15,000

PARKS & RECREATION DEVELOPMENT FUND (pg 238)



Accounts for payments in lieu of parkland which must be spent in the appropriate park zone. Pearland has 13 park zones.

New Park Signage

\$48,700

Expenditures for FY 2014 include \$48,700 for new signage at the following parks:

- ✓ Southgate
- ✓ Centennial
- ✓ Cypress Village
- ✓ Creekside
- ✓ Zychlinski
- ✓ Hyde
- ✓ Woodcreek
- ✓ Pasternak Memorial Park
- ✓ Southdown Park.

➤ Ending Fund Balance 9/30/2014

\$541,263

POLICE SEIZURE FUNDS

FY 2014



Seizure funds to be used solely for law enforcement purposes, such as salaries/overtime, training, equipment, supplies and items used in direct law enforcement duties.

State Seizure Fund (page 246)

ALPR	\$ 23,690
Replacement K-9 & training/travel	\$ 12,000
K-9 GPS Collar	\$ 1,120
K-9 Transport Kennel	\$ 1,100
K-9 Scent Training Wall	\$ 1,083
Fund Balance at 9/30/2014	\$ 43,442

Federal Seizure Fund (page 249)

Replacement Tactical Vests (SWAT)	\$ 29,000
Fund Balance at 9/30/2014	\$ 18,927

CITYWIDE DONATION FUNDS

FY 2014 (pg 220)



The Citywide Donation Fund is used to account for miscellaneous donations for all City Departments, except the Parks and Recreation Department. Donations received for specific reasons or for specific departments shall be spent for those purposes.

FY 2014 Includes:

3 Med Vaults for EMS Ambulances	\$	5,100
7 Digital Video Recorders for EMS ambulances	\$	11,760
Desktop Computer for EMS Supply Room	\$	1,500
Laptop Computer for EMS Training Classes	\$	2,200
Econoline Van for Animal Control with Transport Cages	\$	39,345

Fund Balance at 9/30/2014	\$	27,880
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University of Houston Funds

FY 2014 (pg 257)



University of Houston Operating Fund

Fund created to account for the revenues and expenditures associated with a development lease agreement between the City, University of Houston, and Pearland Economic Development Corporation.

- Participants share based on square feet.
 - University 75%
 - PEDC 25%
- Expenditure of \$258,393 includes: custodial, utilities, insurance, landscape maintenance, repair & maintenance.

University of Houston Capital Renewal Fund

Lease agreement establishes a Capital Renewal Fund beginning in year 4, FY2014, of 1% of replacement value and 2% contribution in Year 6. Savings from construction project is being used to fund the Capital Renewal Fund. Fund Balance 9/30/14 - \$239,750

CDBG Fund

FY 2014 (pg 254)



➤ Traffic Signal at Garden and FM518/Broadway.	
➤ Adult Reading Center Parking Lot Improvements.	
➤ Revenues:	\$333,253
➤ Expenditures:	
➤ Public Social Services	35,040
➤ Planning & Administration	66,650
➤ Public Infrastructure	<u>231,563</u>
➤ Total	\$333,253
➤ Fund Balance at 9/30/2014	\$ 212



Internal Service Funds

(pages 265 of 269 budget book)

Property Insurance Fund

FY 2014 Assumptions (pg 267)



- Account for activities of the City's property and casualty insurance. Coverage includes general liability, law enforcement, auto, real and personal property, windstorm, etc.
- Revenues
 - Transfers from General and Water/Sewer Funds based on share/value of premiums.
- Expenses
 - Windstorm Increase of 5%
 - E&O Increase of 4.85%
 - Law Enforcement 2.17% decrease
 - Liability Modifier increase of 8% based on claims history.

Property Insurance Fund

FY 2014 (pg 267)



PREMIUMS

GENERAL LIABILITY	\$50,397
ERRORS AND OMISSIONS	\$74,840
PUBLIC EMPLOYEE DISHONESTY	\$3,225
ANIMAL MORTALITY	\$2,270
LAW ENFORCEMENT	\$71,869
PROPERTY INSURANCE	\$81,578
WINDSTORM DAMAGE AND EXCESS WIND	\$749,219
AUTOMOBILE LIABILITY AND DAMAGE	\$204,212
MOBILE EQUIPMENT	\$12,518
SEWAGE BACK-UP	\$15,760
	<hr/>
	\$1,265,888

Ending Fund Balance 9/30/2014

\$ 57,195

Medical Self-Insurance Fund

FY 2014 Assumptions (pg 269)



- Revenues - \$5.8 million
 - Contributions from City and Employees based on type of plan offered and chosen by employee and based on type dependent coverage.
 - Efforts to control cost result in plan selection changes for FY2014, including Health Savings Account (HSA).
 - \$125,000 individual stop loss; \$6.0M aggregate stop loss.
- Expenses - \$5.8 million
 - Administration Fee
 - Claims (Medical and Prescription)
- Ending Balance - \$520,471
 - Reserves should be at 2 to 3 months of claims paid or at approximately \$1.0 million



Economic Development Corporation

(pages 271-283 of budget book)

P.E.D.C.

FY 2014 Assumptions



Revenues

- Sales Tax Growth 7.5%*
- Lease Payment on Building

Expenditures

- Funds Department, Marketing Retention and Recruitment Programs. Implementation of Strategic Plan - \$350,000
- Funds Operating and DS on UofH Facility Space, \$178,782
- Annual Debt Service Requirement of \$2.1M
- Business Incentives of \$2.8M
- Reserves 20% of Annual Sales Tax for Debt Pay-Off in 2015; \$4.8 million
- Board Approved Budget in June 2013.

* Rate adopted by the PEDC Board prior to finalizing the General Fund.

P.E.D.C. FY 2014



Revenues

Sales Tax	\$8,673,733
Lease Payment	414,000
Interest/Other	39,148
Total Revenue	<u>\$9,126,881</u>

Expenditures

Operations	\$1,738,407
Operating Transfers	178,782
Capital/Inventory	53,000
Debt Service	2,054,024
Total Operating Exp.	<u>\$4,024,213</u>
Revenues over Expenditures	\$5,102,668
Incentives	2,794,889
Net Change in Fund Balance	2,307,779
Fund Balance 9/30/2014	\$10,902,820



Five-Year Forecast

(pages 285-304 of budget book)

FIVE-YEAR FORECAST



Assessed Valuation

Fiscal Year	Value	% Change
2014	\$7,045,219,500	7.72%
2015	\$7,402,987,792	5.08%
2016	\$7,868,062,487	6.28%
2017	\$8,358,143,643	6.23%
2018	\$8,885,403,215	6.31%

Tax Rate	2014	2015	2016	2017	2018
O&M	0.2151	0.2225	0.2225	0.2225	0.2225
DS	0.4900	0.5100	0.5300	0.5325	0.5325
Total	0.7051	0.7325	0.7525	0.7550	0.7550

2014 valuation includes BC MUD 4. Last year forecast for FY 2014 called for a tax rate of \$0.7325.

FIVE-YEAR FORECAST

DEBT SERVICE



	2014	2015	2016	2017	2018
Revenues	\$28,070,980	\$30,257,622	\$32,876,309	\$34,725,240	\$36,583,673
Expenditure	\$28,842,896	\$30,412,871	\$32,745,624	\$34,678,677	\$36,089,283
Income (Loss)	(\$771,916)	(\$155,249)	\$130,685	\$46,563	\$494,390
Beginning Fund Balance	\$4,291,000	\$3,519,084	\$3,363,835	\$3,494,520	\$3,541,083
Ending Fund Balance	\$3,519,084	\$3,363,835	\$3,494,520	\$3,541,083	\$4,035,473
Policy Req. 10%	\$2,884,289	\$3,041,287	\$3,274,562	\$3,467,868	\$3,608,928
Excess over Requirement	\$634,795	\$322,548	\$219,958	\$73,215	\$426,545
DS Tax Rate	0.4900	0.5100	0.5300	0.5325	0.5325
Debt Issuance	\$21,930,000	\$30,000,000	\$33,780,000	\$18,270,000	\$1,050,000

FIVE-YEAR FORECAST

GENERAL FUND



	2014	2015	2016	2017	2018
Revenues	\$60,111,236	\$63,533,000	\$66,986,000	\$69,966,000	\$74,021,000
Expenditure	\$62,946,558	\$63,969,000	\$67,261,000	\$69,156,000	\$71,262,000
Income (Loss)	(\$2,835,322)	(\$436,000)	(\$275,000)	\$810,000	\$2,759,000
Beg. Fund Balance	\$15,889,170	\$13,054,000	\$12,618,000	\$12,343,000	\$13,153,000
End. Fund Balance	\$13,053,848	\$12,618,000	\$12,343,000	\$13,153,000	\$15,912,000
Policy Requirement	\$9,643,882	\$10,143,000	\$10,602,000	\$11,018,000	\$11,331,000
Excess over Policy	\$3,409,966	\$2,475,000	\$1,741,000	\$2,135,000	\$4,581,000
FTE Positions	564.75	591.75	607.75	615.75	626.75
Population	106,800	110,200	113,200	116,600	120,100

FIVE-YEAR FORECAST

WATER/SEWER



	2014	2015	2016	2017	2018
Revenues	\$32,380,706	\$33,964,971	\$35,011,366	\$38,223,658	\$41,235,329
Expenses	\$31,102,431	\$33,903,220	\$34,738,889	\$36,068,732	\$38,339,192
Income (Loss)	\$1,278,275	\$61,751	\$272,477	\$2,154,926	\$2,896,137
Beginning Balance	\$10,183,553	\$11,461,828	\$11,523,579	\$11,796,056	\$13,950,982
DS Reserves	\$1,880,408	\$2,322,782	\$2,933,028	\$3,755,831	\$4,934,645
Ending Balance	\$9,581,420	\$9,200,797	\$8,863,028	\$10,195,151	\$11,912,474
Rate Increase	0%	2%	0%	5%	4%
Cash Reserve Ratio - 25%	31%	27%	26%	28%	31%
Bond Coverage - 1.4	1.41	1.44	1.44	1.43	1.42
Debt Issuance	\$17,098,701	\$17,732,322	\$10,310,710	\$27,339,298	\$24,870,500

FIVE-YEAR FORECAST

P.E.D.C.



	2014	2015	2016	2017	2018
Revenues	\$9,126,881	\$9,672,117	\$10,233,244	\$10,825,124	\$11,452,456
Expenditure	\$6,819,102	\$8,524,324	\$7,380,442	\$7,825,707	\$7,864,752
Income (Loss)	\$2,307,779	\$1,147,793	\$2,852,801	\$2,999,417	\$3,587,703
Beg. Fund Balance	\$14,076,237	\$16,384,016	\$10,974,909	\$13,827,711	\$16,827,127
Debt Pay-Off		\$6,556,900			
End. Fund Balance	\$16,384,016	\$10,974,909	\$13,827,711	\$16,827,127	\$20,414,831
Incentives	\$2,794,889	\$2,581,899	\$2,018,889	\$2,418,889	\$2,418,889
Capital Transfers		\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000
Debt Service	\$2,054,024	\$2,039,143	\$1,419,957	\$1,425,757	\$1,424,669

BUDGET CALENDAR



August 12	Monday	Budget Workshop - CIP Submission of Effective Tax Rate Notice
August 19	Monday	Set Public Hearing on Budget Vote on Tax Increase Set Public Hearing on Tax Rate Budget Workshop
August 26	Monday	Budget Workshop, If Necessary
September 3	Tuesday	Budget Workshop, If Necessary 1st Public Hearing on Budget and Tax Rate
September 9	Monday	2nd Public Hearing on Budget and Tax Rate
September 16	Monday	1st Reading of Ordinance
September 23	Monday	2nd Reading of Ordinance Adopt 5-Year CIP 2014-2018



Questions?

Fiscal Year
2013-2014
Proposed Budget