

EXHIBIT "A"

2012-13 PROPOSED AMENDED BUDGET

CITY OF FARMERS BRANCH, TEXAS

PROPOSED
AMENDED BUDGET 2012-13

TABLE OF CONTENTS

	Page
BUDGET SUMMARIES	1-1 to 1-12
DEPARTMENTAL SUMMARIES	2-1 to 5-1
General Fund	2-1 to 2-9
Water & Sewer Fund	3-1
Internal Service Fund	4-1
Hotel/Motel Fund	5-1
DEBT SERVICE	6-1 to 6-10
OTHER FUNDS	7-1 to 7-19
Economic Development Fund	7-1
Special Revenue Funds	7-2 to 7-16
Fixed Asset Fund	7-17 to 7-19
CAPITAL IMPROVEMENTS	8-1 to 8-14
APPENDIX	
Fund Balance Projections - Amended Budget	Exhibit I & II
Fund Balance Projections - Adopted Budget	Exhibit III & IV
FINANCIAL TRENDS	

GENERAL FUND REVENUE SUMMARY

	YEAR-END AMENDED BUDGET 2011-12	ACTUAL 2011-12	ADOPTED BUDGET 2012-13	ADJUSTED BUDGET 2012-13	AMENDED BUDGET 2012-13	BUDGET VARIANCE
<u>TAXES</u>						
PROPERTY - CURRENT	\$17,350,000	\$17,050,762	\$17,900,000	\$17,900,000	\$17,900,000	\$0
PROPERTY - PRIOR YEAR	100,000	93,295	50,000	50,000	50,000	0
SALES & USE TAXES	12,800,000	12,700,006	12,935,000	12,935,000	13,292,000	357,000
MIXED BEVERAGE	60,000	50,803	60,000	60,000	60,000	0
FRANCHISE FEES	4,227,000	4,164,942	4,508,000	4,508,000	4,521,000	13,000
PENALTIES & INTEREST	150,000	93,250	150,000	150,000	150,000	0
SUB-TOTAL	<u>\$34,687,000</u>	<u>\$34,153,058</u>	<u>\$35,603,000</u>	<u>\$35,603,000</u>	<u>\$35,973,000</u>	<u>\$370,000</u>
<u>LICENSES & PERMITS</u>						
HEALTH	\$45,000	\$43,195	\$45,000	\$45,000	\$45,000	\$0
BUILDING	664,000	676,002	660,000	660,000	660,000	0
PLUMBING	80,000	78,421	75,000	75,000	75,000	0
ELECTRICAL	75,000	76,842	75,000	75,000	85,000	10,000
HVAC	60,000	67,134	60,000	60,000	60,000	0
MULTI-FAMILY INSPECTION	65,000	71,319	100,000	100,000	100,000	0
SUB-TOTAL	<u>\$989,000</u>	<u>\$1,012,913</u>	<u>\$1,015,000</u>	<u>\$1,015,000</u>	<u>\$1,025,000</u>	<u>\$10,000</u>
<u>INTERGOVERNMENTAL REVENUE</u>						
OTHER GOVT'L ENTITIES	\$0	\$0	\$0	\$0	\$111,500	\$111,500
SUB-TOTAL	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$111,500</u>	<u>\$111,500</u>
<u>CHARGES FOR SERVICES</u>						
ZONING	\$16,500	\$16,468	\$16,500	\$16,500	\$20,000	\$3,500
PRINTING & DUPLICATING	14,000	12,013	14,000	14,000	14,000	0
POLICE SERVICES	112,000	104,444	112,000	112,000	120,000	8,000
EMERGENCY SERVICES	1,150,000	1,152,219	1,220,000	1,220,000	1,260,000	40,000
REFUSE SERVICES	2,395,000	2,307,346	2,280,000	2,280,000	2,280,000	0
HEALTH & INSPECTION FEE	60,000	67,545	70,000	70,000	70,000	0
ANIMAL CONTROL & SHELTER	35,000	38,682	35,000	35,000	35,000	0
SWIMMING POOL FEES	45,000	41,986	45,000	45,000	45,000	0
SENIOR CENTER FEES	44,000	32,795	44,000	44,000	44,000	0
PARKS & REC CONCESSIONS	175,000	174,217	175,000	175,000	175,000	0
BUILDING USE FEES	517,000	515,828	463,000	463,000	463,000	0
SUB-TOTAL	<u>\$4,563,500</u>	<u>\$4,463,543</u>	<u>\$4,474,500</u>	<u>\$4,474,500</u>	<u>\$4,526,000</u>	<u>\$51,500</u>
<u>FINES, FORFEITS & ASSESSMENTS</u>						
COURT	\$2,037,000	\$2,040,562	\$1,997,000	\$1,997,000	\$2,067,000	\$70,000
LIBRARY	142,500	144,136	160,000	160,000	160,000	0
SUB-TOTAL	<u>\$2,179,500</u>	<u>\$2,184,698</u>	<u>\$2,157,000</u>	<u>\$2,157,000</u>	<u>\$2,227,000</u>	<u>\$70,000</u>

GENERAL FUND REVENUE SUMMARY

	YEAR-END AMENDED BUDGET 2011-12	ACTUAL 2011-12	ADOPTED BUDGET 2012-13	ADJUSTED BUDGET 2012-13	AMENDED BUDGET 2012-13	BUDGET VARIANCE
<u>INTEREST/RENTS/CONTRIBUTIONS</u>						
INTEREST	\$50,000	\$46,610	\$75,000	\$75,000	\$75,000	\$0
RENTS	524,000	527,209	528,000	528,000	528,000	0
SUB-TOTAL	<u>\$574,000</u>	<u>\$573,819</u>	<u>\$603,000</u>	<u>\$603,000</u>	<u>\$603,000</u>	<u>\$0</u>
<u>MISCELLANEOUS</u>						
MISCELLANEOUS	\$51,900	\$54,950	\$46,000	\$46,000	\$46,000	\$0
SIGNATURE EVENT	157,000	160,744	178,800	178,800	178,800	0
RECYCLING	2,000	1,252	10,000	10,000	10,000	0
SALE OF ASSETS	674,000	653,883	0	0	10,000	10,000
INSURANCE RECOVERY	411,600	536,320	21,500	21,500	21,500	0
SUB-TOTAL	<u>\$1,296,500</u>	<u>\$1,407,149</u>	<u>\$256,300</u>	<u>\$256,300</u>	<u>\$266,300</u>	<u>\$10,000</u>
GRAND TOTAL	<u><u>\$44,289,500</u></u>	<u><u>\$43,795,180</u></u>	<u><u>\$44,108,800</u></u>	<u><u>\$44,108,800</u></u>	<u><u>\$44,731,800</u></u>	<u><u>\$623,000</u></u>

WATER & SEWER FUND REVENUE SUMMARY

	YEAR-END AMENDED BUDGET 2011-12	ACTUAL 2011-12	ADOPTED BUDGET 2012-13	ADJUSTED BUDGET 2012-13	AMENDED BUDGET 2012-13	BUDGET VARIANCE
<u>INTEREST</u>						
INTEREST	\$8,000	\$5,815	\$8,000	\$8,000	\$8,000	\$0
SUB-TOTAL	<u>\$8,000</u>	<u>\$5,815</u>	<u>\$8,000</u>	<u>\$8,000</u>	<u>\$8,000</u>	<u>\$0</u>
<u>MISCELLANEOUS</u>						
RECONNECTS/SERVICE CHARGE	\$48,000	\$41,045	\$48,000	\$48,000	\$48,000	\$0
LATE FEES	160,000	141,547	160,000	160,000	160,000	0
MISCELLANEOUS	2,800	1,240	2,800	2,800	2,800	0
SALE OF ASSETS	17,000	16,550	10,000	10,000	10,000	0
SUB-TOTAL	<u>\$227,800</u>	<u>\$200,382</u>	<u>\$220,800</u>	<u>\$220,800</u>	<u>\$220,800</u>	<u>\$0</u>
<u>WATER/SEWER SALES</u>						
WATER SALES	\$10,015,000	\$9,948,843	\$11,193,400	\$11,193,400	\$11,289,900	\$96,500
SEWER SERVICE	3,877,300	3,836,383	3,916,400	3,916,400	3,982,400	66,000
ADDISON SEWER	18,000	16,766	18,000	18,000	18,000	0
TAPPING FEES	29,000	32,425	2,000	2,000	11,000	9,000
BACKFLOW PROGRAM	25,000	25,020	25,000	25,000	25,000	0
SUB-TOTAL	<u>\$13,964,300</u>	<u>\$13,859,437</u>	<u>\$15,154,800</u>	<u>\$15,154,800</u>	<u>\$15,326,300</u>	<u>\$171,500</u>
GRAND TOTAL	<u><u>\$14,200,100</u></u>	<u><u>\$14,065,634</u></u>	<u><u>\$15,383,600</u></u>	<u><u>\$15,383,600</u></u>	<u><u>\$15,555,100</u></u>	<u><u>\$171,500</u></u>

INTERNAL SERVICE FUND REVENUE SUMMARY

	YEAR-END AMENDED BUDGET 2011-12	ACTUAL 2011-12	ADOPTED BUDGET 2012-13	ADJUSTED BUDGET 2012-13	AMENDED BUDGET 2012-13	BUDGET VARIANCE
<u>INTERNAL SERVICE</u>						
EQUIPMENT SERVICES	\$1,272,200	\$1,692,669	\$1,278,300	\$1,278,300	\$1,278,300	\$0
SUB-TOTAL	<u>\$1,272,200</u>	<u>\$1,692,669</u>	<u>\$1,278,300</u>	<u>\$1,278,300</u>	<u>\$1,278,300</u>	<u>\$0</u>
<u>WORKERS' COMPENSATION</u>						
WORKERS' COMPENSATION	\$344,400	\$340,524	\$400,000	\$400,000	\$400,000	\$0
SUB-TOTAL	<u>\$344,400</u>	<u>\$340,524</u>	<u>\$400,000</u>	<u>\$400,000</u>	<u>\$400,000</u>	<u>\$0</u>
<u>HEALTH CLAIMS</u>						
MEDICAL CONTRIBUTIONS	\$3,846,600	\$4,003,011	\$3,796,700	\$3,796,700	\$3,796,700	\$0
SUB-TOTAL	<u>\$3,846,600</u>	<u>\$4,003,011</u>	<u>\$3,796,700</u>	<u>\$3,796,700</u>	<u>\$3,796,700</u>	<u>\$0</u>
GRAND TOTAL	<u><u>\$5,463,200</u></u>	<u><u>\$6,036,204</u></u>	<u><u>\$5,475,000</u></u>	<u><u>\$5,475,000</u></u>	<u><u>\$5,475,000</u></u>	<u><u>\$0</u></u>

HOTEL/MOTEL FUND REVENUE SUMMARY

	YEAR-END AMENDED BUDGET 2011-12	ACTUAL 2011-12	ADOPTED BUDGET 2012-13	ADJUSTED BUDGET 2012-13	AMENDED BUDGET 2012-13	BUDGET VARIANCE
<u>OTHER TAXES</u>						
HOTEL/MOTEL TAX	\$1,918,000	\$1,932,530	\$2,100,000	\$2,100,000	\$2,250,000	\$150,000
SUB-TOTAL	<u>\$1,918,000</u>	<u>\$1,932,530</u>	<u>\$2,100,000</u>	<u>\$2,100,000</u>	<u>\$2,250,000</u>	<u>\$150,000</u>
<u>SIGNATURE EVENT</u>						
REGISTRATION & FEES	\$9,000	\$9,339	\$9,800	\$9,800	\$12,500	\$2,700
SUB-TOTAL	<u>\$9,000</u>	<u>\$9,339</u>	<u>\$9,800</u>	<u>\$9,800</u>	<u>\$12,500</u>	<u>\$2,700</u>
<u>INTEREST/RENTS/CONTRIBUTIONS</u>						
INTEREST	\$4,000	\$1,934	\$4,000	\$4,000	\$4,000	\$0
RENTS	1,000	1,179	1,200	1,200	1,200	0
SUB-TOTAL	<u>\$5,000</u>	<u>\$3,113</u>	<u>\$5,200</u>	<u>\$5,200</u>	<u>\$5,200</u>	<u>\$0</u>
<u>SPECIAL REVENUES</u>						
MISCELLANEOUS	\$2,500	\$160	\$2,500	\$2,500	\$2,500	\$0
HISTORICAL PARK RENTALS	15,000	12,963	15,000	15,000	15,000	0
CHRISTMAS TEAS	5,300	5,275	5,300	5,300	5,300	0
SUB-TOTAL	<u>\$22,800</u>	<u>\$18,398</u>	<u>\$22,800</u>	<u>\$22,800</u>	<u>\$22,800</u>	<u>\$0</u>
 GRAND TOTAL	 <u><u>\$1,954,800</u></u>	 <u><u>\$1,963,380</u></u>	 <u><u>\$2,137,800</u></u>	 <u><u>\$2,137,800</u></u>	 <u><u>\$2,290,500</u></u>	 <u><u>\$152,700</u></u>

**SPECIAL REVENUE FUNDS
REVENUE SUMMARY**

	YEAR-END AMENDED		ADOPTED	ADJUSTED	AMENDED	
	BUDGET	ACTUAL	BUDGET	BUDGET	BUDGET	BUDGET
	2011-12	2011-12	2012-13	2012-13	2012-13	VARIANCE
POLICE FORFEITURE FUNDS	\$31,611	\$33,760	\$15,000	\$15,000	\$15,000	\$0
DONATIONS	91,839	68,565	40,000	40,000	40,000	0
YOUTH SCHOLARSHIP	3,000	2,637	3,000	3,000	3,000	0
GRANTS	121,081	101,337	13,450	13,450	89,800	76,350
BUILDING SECURITY FUND	36,700	41,710	36,700	36,700	36,700	0
COURT TECHNOLOGY	50,000	55,945	50,000	50,000	50,000	0
LANDFILL CLOSURE/POST-CLOSURE	25,000	23,656	100,000	100,000	100,000	0
STARS CENTER	663,000	663,465	663,000	663,000	663,000	0
CEMETERY	4,000	1,599	4,000	4,000	4,000	0
LEGAL DEFENSE	200,000	200,040	300,000	300,000	400,000	100,000
PHOTOGRAPHIC LIGHT SYSTEM	558,200	541,482	538,600	538,600	538,600	0
DANGEROUS STRUCTURES (1)	10,000	7,509	10,000	10,000	10,000	0
PEG ACCESS CHANNEL	61,400	59,635	60,000	60,000	60,000	0
GRAND TOTAL	<u><u>\$1,855,831</u></u>	<u><u>\$1,801,340</u></u>	<u><u>\$1,833,750</u></u>	<u><u>\$1,833,750</u></u>	<u><u>\$2,010,100</u></u>	<u><u>\$176,350</u></u>

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

**GENERAL FUND
EXPENDITURE SUMMARY
Summarized by Department**

	YEAR-END AMENDED BUDGET 2011-12	ACTUAL 2011-12	ADOPTED BUDGET 2012-13	ADJUSTED BUDGET 2012-13	AMENDED BUDGET 2012-13	BUDGET VARIANCE
<u>GENERAL GOVERNMENT</u>						
GENERAL GOVERNMENT	\$128,500	\$114,707	\$126,900	\$126,900	\$136,900	\$10,000
GENERAL CONTRACTS	213,500	213,500	246,000	246,000	246,000	0
LEGAL	2,347,000	2,263,474	535,400	535,400	835,400	300,000
NON-DEPARTMENTAL	(2,679,200)	(2,678,563)	(1,910,800)	(1,910,800)	(2,600,300)	(689,500)
SUB-TOTAL	<u>\$9,800</u>	<u>(\$86,882)</u>	<u>(\$1,002,500)</u>	<u>(\$1,002,500)</u>	<u>(\$1,382,000)</u>	<u>(\$379,500)</u>
<u>GENERAL ADMINISTRATION</u>						
GENERAL ADMINISTRATION	<u>\$1,114,100</u>	<u>\$1,114,236</u>	<u>\$1,071,700</u>	<u>\$1,071,700</u>	<u>\$1,071,700</u>	<u>\$0</u>
SUB-TOTAL	<u>\$1,114,100</u>	<u>\$1,114,236</u>	<u>\$1,071,700</u>	<u>\$1,071,700</u>	<u>\$1,071,700</u>	<u>\$0</u>
<u>COMMUNICATIONS</u>						
COMMUNICATIONS	<u>\$261,600</u>	<u>\$253,862</u>	<u>\$337,600</u>	<u>\$337,600</u>	<u>\$342,900</u>	<u>\$5,300</u>
SUB-TOTAL	<u>\$261,600</u>	<u>\$253,862</u>	<u>\$337,600</u>	<u>\$337,600</u>	<u>\$342,900</u>	<u>\$5,300</u>
<u>ECONOMIC DEVELOPMENT & TOURISM</u>						
ECONOMIC DEVELOPMENT	<u>\$414,700</u>	<u>\$407,507</u>	<u>\$445,800</u>	<u>\$445,800</u>	<u>\$480,800</u>	<u>\$35,000</u>
SUB-TOTAL	<u>\$414,700</u>	<u>\$407,507</u>	<u>\$445,800</u>	<u>\$445,800</u>	<u>\$480,800</u>	<u>\$35,000</u>
<u>HUMAN RESOURCES</u>						
HUMAN RESOURCES	<u>\$561,100</u>	<u>\$546,670</u>	<u>\$551,100</u>	<u>\$551,100</u>	<u>\$644,600</u>	<u>\$93,500</u>
SUB-TOTAL	<u>\$561,100</u>	<u>\$546,670</u>	<u>\$551,100</u>	<u>\$551,100</u>	<u>\$644,600</u>	<u>\$93,500</u>
<u>FINANCE</u>						
FINANCE ADMINISTRATION	\$675,700	\$644,939	\$662,600	\$662,700	\$675,300	\$12,600
INFORMATION SERVICES	1,383,600	1,362,096	1,424,400	1,424,400	1,593,700	169,300
ACCOUNTING	547,500	544,237	548,800	548,900	600,800	51,900
PURCHASING	111,100	104,950	116,600	117,500	123,600	6,100
MUNICIPAL COURT	501,500	469,156	515,200	514,100	536,800	22,700
SUB-TOTAL	<u>\$3,219,400</u>	<u>\$3,125,378</u>	<u>\$3,267,600</u>	<u>\$3,267,600</u>	<u>\$3,530,200</u>	<u>\$262,600</u>
<u>COMMUNITY SERVICES</u>						
COMMUNITY SERVICES ADMIN.	\$458,600	\$425,903	\$478,400	\$595,400	\$656,000	\$60,600
BUILDING INSPECTION	953,200	944,157	1,036,900	919,900	919,900	0
ENVIRONMENTAL HEALTH	877,900	833,598	862,500	862,500	899,500	37,000
SUB-TOTAL	<u>\$2,289,700</u>	<u>\$2,203,658</u>	<u>\$2,377,800</u>	<u>\$2,377,800</u>	<u>\$2,475,400</u>	<u>\$97,600</u>
<u>PUBLIC WORKS</u>						
PUBLIC WORKS ADMIN.	\$764,200	\$743,192	\$674,900	\$643,200	\$637,500	(\$5,700)
SOLID WASTE COLLECTION	1,898,000	1,833,673	1,960,600	1,970,300	1,970,300	0
STREET MAINTENANCE	3,160,500	3,110,131	3,222,800	3,244,800	3,356,300	111,500
SUB-TOTAL	<u>\$5,822,700</u>	<u>\$5,686,996</u>	<u>\$5,858,300</u>	<u>\$5,858,300</u>	<u>\$5,964,100</u>	<u>\$105,800</u>

**GENERAL FUND
EXPENDITURE SUMMARY
Summarized by Department**

	YEAR-END AMENDED		ADOPTED	ADJUSTED	AMENDED	BUDGET
	BUDGET	ACTUAL	BUDGET	BUDGET	BUDGET	BUDGET
	2011-12	2011-12	2012-13	2012-13	2012-13	VARIANCE
POLICE						
POLICE ADMINISTRATION	\$1,071,100	\$1,030,504	\$1,096,300	\$1,107,200	\$1,143,300	\$36,100
POLICE INVESTIGATIONS	1,722,400	1,695,973	1,741,200	1,739,800	1,807,300	67,500
POLICE PATROL	5,660,800	5,641,401	5,549,500	5,554,100	5,727,500	173,400
POLICE DETENTION	991,800	958,751	1,062,500	1,056,000	1,068,200	12,200
POLICE COMMUNICATIONS	1,734,700	1,607,422	1,703,000	1,686,500	1,791,200	104,700
POLICE TRAINING	232,500	233,480	248,400	257,300	265,100	7,800
SUB-TOTAL	<u>\$11,413,300</u>	<u>\$11,167,531</u>	<u>\$11,400,900</u>	<u>\$11,400,900</u>	<u>\$11,802,600</u>	<u>\$401,700</u>
FIRE						
FIRE ADMINISTRATION	\$877,400	\$872,324	\$808,500	\$805,600	\$931,900	\$126,300
FIRE PREVENTION	479,300	476,701	497,300	502,300	505,900	3,600
FIRE OPERATIONS	7,917,600	7,926,036	8,022,500	8,020,400	8,106,900	86,500
SUB-TOTAL	<u>\$9,274,300</u>	<u>\$9,275,061</u>	<u>\$9,328,300</u>	<u>\$9,328,300</u>	<u>\$9,544,700</u>	<u>\$216,400</u>
PARKS & RECREATION						
PARKS & RECREATION ADMIN.	\$392,400	\$374,711	\$407,600	\$410,700	\$417,500	\$6,800
BUILDING MAINTENANCE	2,022,800	1,973,850	1,266,700	1,270,100	1,277,000	6,900
PARK MAINTENANCE	4,205,500	4,166,461	4,562,200	4,570,200	4,613,000	42,800
RECREATION	2,060,100	1,906,014	1,557,100	1,556,100	1,556,100	0
SWIMMING POOL	253,400	197,198	225,100	217,000	217,000	0
SENIOR CENTER	581,000	529,725	594,900	593,900	593,900	0
PARK BOARD	4,800	2,962	4,800	4,800	4,800	0
SENIOR ADVISORY BOARD	4,800	4,221	4,800	4,800	4,800	0
EVENTS	199,500	187,760	664,700	660,300	660,300	0
SUB-TOTAL	<u>\$9,724,300</u>	<u>\$9,342,902</u>	<u>\$9,287,900</u>	<u>\$9,287,900</u>	<u>\$9,344,400</u>	<u>\$56,500</u>
LIBRARY						
LIBRARY	\$1,436,500	\$1,431,635	\$1,450,100	\$1,450,100	\$1,450,100	\$0
SUB-TOTAL	<u>\$1,436,500</u>	<u>\$1,431,635</u>	<u>\$1,450,100</u>	<u>\$1,450,100</u>	<u>\$1,450,100</u>	<u>\$0</u>
GRAND TOTAL	<u><u>\$45,541,500</u></u>	<u><u>\$44,468,554</u></u>	<u><u>\$44,374,600</u></u>	<u><u>\$44,374,600</u></u>	<u><u>\$45,269,500</u></u>	<u><u>\$894,900</u></u>

WATER & SEWER FUND EXPENDITURE SUMMARY

	YEAR-END AMENDED BUDGET 2011-12	ACTUAL 2011-12	ADOPTED BUDGET 2012-13	ADJUSTED BUDGET 2012-13	AMENDED BUDGET 2012-13	BUDGET VARIANCE
<u>WATER & SEWER</u>						
ADMINISTRATION	\$3,418,100	\$3,367,773	\$3,458,800	\$3,423,500	\$3,423,500	\$0
OPERATIONS	11,055,900	10,982,857	12,017,300	12,052,600	12,201,200	148,600
GRAND TOTAL	\$14,474,000	\$14,350,630	\$15,476,100	\$15,476,100	\$15,624,700	\$148,600

INTERNAL SERVICE FUND EXPENDITURE SUMMARY

	YEAR-END AMENDED BUDGET 2011-12	ACTUAL 2011-12	ADOPTED BUDGET 2012-13	ADJUSTED BUDGET 2012-13	AMENDED BUDGET 2012-13	BUDGET VARIANCE
<u>FACILITIES & EQUIPMENT SERVICES</u>						
EQUIPMENT SERVICES	\$846,000	\$801,940	\$842,000	\$842,000	\$842,000	\$0
SUB-TOTAL	<u>\$846,000</u>	<u>\$801,940</u>	<u>\$842,000</u>	<u>\$842,000</u>	<u>\$842,000</u>	<u>\$0</u>
<u>WORKERS' COMPENSATION</u>						
WORKERS' COMPENSATION	\$578,000	\$528,106	\$400,000	\$400,000	\$400,000	\$0
SUB-TOTAL	<u>\$578,000</u>	<u>\$528,106</u>	<u>\$400,000</u>	<u>\$400,000</u>	<u>\$400,000</u>	<u>\$0</u>
<u>HEALTH CLAIMS</u>						
HEALTH CLAIMS	\$3,846,600	\$4,003,011	\$3,796,700	\$3,796,700	\$3,796,700	\$0
SUB-TOTAL	<u>\$3,846,600</u>	<u>\$4,003,011</u>	<u>\$3,796,700</u>	<u>\$3,796,700</u>	<u>\$3,796,700</u>	<u>\$0</u>
GRAND TOTAL	<u><u>\$5,270,600</u></u>	<u><u>\$5,333,057</u></u>	<u><u>\$5,038,700</u></u>	<u><u>\$5,038,700</u></u>	<u><u>\$5,038,700</u></u>	<u><u>\$0</u></u>

HOTEL/MOTEL FUND EXPENDITURE SUMMARY

	YEAR-END AMENDED BUDGET 2011-12	ACTUAL 2011-12	ADOPTED BUDGET 2012-13	ADJUSTED BUDGET 2012-13	AMENDED BUDGET 2012-13	BUDGET VARIANCE
<u>HISTORICAL PRESERVATION/SPECIAL EVENTS</u>						
PARK & SPECIAL EVENTS	\$856,500	\$806,886	\$857,300	\$857,300	\$876,400	\$19,100
HISTORICAL BOARD	3,300	2,062	3,300	3,300	3,300	0
SUB-TOTAL	<u>\$859,800</u>	<u>\$808,948</u>	<u>\$860,600</u>	<u>\$860,600</u>	<u>\$879,700</u>	<u>\$19,100</u>
<u>ECONOMIC DEVELOPMENT & TOURISM</u>						
STAFF SUPPORT OF TOURISM	\$443,300	\$433,289	\$446,300	\$431,400	\$418,400	(\$13,000)
SUB-TOTAL	<u>\$443,300</u>	<u>\$433,289</u>	<u>\$446,300</u>	<u>\$431,400</u>	<u>\$418,400</u>	<u>(\$13,000)</u>
MARKETING	\$407,200	\$396,563	\$449,600	\$464,500	\$564,500	\$100,000
SUB-TOTAL	<u>\$407,200</u>	<u>\$396,563</u>	<u>\$449,600</u>	<u>\$464,500</u>	<u>\$564,500</u>	<u>\$100,000</u>
TOTAL	<u>\$850,500</u>	<u>\$829,852</u>	<u>\$895,900</u>	<u>\$895,900</u>	<u>\$982,900</u>	<u>\$87,000</u>
<u>CONVENTION CENTER</u>						
CONVENTION	\$446,500	\$445,480	\$455,500	\$455,500	\$455,500	\$0
SUB-TOTAL	<u>\$446,500</u>	<u>\$445,480</u>	<u>\$455,500</u>	<u>\$455,500</u>	<u>\$455,500</u>	<u>\$0</u>
GRAND TOTAL	<u><u>\$2,156,800</u></u>	<u><u>\$2,084,280</u></u>	<u><u>\$2,212,000</u></u>	<u><u>\$2,212,000</u></u>	<u><u>\$2,318,100</u></u>	<u><u>\$106,100</u></u>

SPECIAL REVENUE FUNDS EXPENDITURE SUMMARY

	YEAR-END AMENDED		ADOPTED	ADJUSTED	AMENDED	
	BUDGET	ACTUAL	BUDGET	BUDGET	BUDGET	BUDGET
	2011-12	2011-12	2012-13	2012-13	2012-13	VARIANCE
POLICE FORFEITURE FUNDS	\$58,000	\$33,123	\$136,000	\$136,000	\$136,000	\$0
DONATIONS	73,447	44,147	73,504	73,504	71,880	(1,624)
YOUTH SCHOLARSHIP	2,000	0	5,900	5,900	5,900	0
GRANTS	121,081	101,337	13,450	13,450	89,800	76,350
BUILDING SECURITY FUND	57,000	50,045	57,700	57,700	57,700	0
COURT TECHNOLOGY	56,700	53,594	133,700	133,700	147,200	13,500
LANDFILL CLOSURE/POST-CLOSURE	950,000	466,931	840,000	840,000	2,036,000	1,196,000
STARS CENTER	602,300	602,300	604,800	604,800	604,800	0
CEMETERY	29,220	25,690	25,200	25,200	26,200	1,000
LEGAL DEFENSE	0	0	500,000	500,000	600,000	100,000
PHOTOGRAPHIC LIGHT SYSTEM	616,400	496,097	617,200	617,200	617,200	0
DANGEROUS STRUCTURES (1)	634,000	216,156	1,260,000	1,260,000	1,260,000	0
PEG ACCESS CHANNEL	0	0	100,000	100,000	100,000	0
GRAND TOTAL	<u>\$3,200,148</u>	<u>\$2,089,420</u>	<u>\$4,367,454</u>	<u>\$4,367,454</u>	<u>\$5,752,680</u>	<u>\$1,385,226</u>

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

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

EXPENDITURES BY TYPE	YEAR-END AMENDED BUDGET 2011-12		ACTUAL 2011-12		ADOPTED BUDGET 2012-13		ADJUSTED BUDGET 2012-13		AMENDED BUDGET 2012-13	
	Amount	Percent	Amount	Percent	Amount	Percent	Amount	Percent	Amount	Percent
Personal Services/Benefits										
Full-Time	\$ 21,389,600	46.97%	\$ 21,228,997	47.74%	\$ 21,543,100	48.55%	\$ 21,374,100	48.17%	\$ 21,891,300	48.36%
Part-Time	873,200	1.92%	812,219	1.83%	905,500	2.04%	894,600	2.02%	900,400	1.99%
Overtime	820,800	1.80%	730,503	1.64%	907,400	2.04%	922,100	2.08%	996,500	2.20%
Life & Health	2,435,600	5.35%	2,518,154	5.66%	2,513,200	5.66%	2,487,500	5.61%	2,628,500	5.81%
TMRS	4,414,000	9.69%	4,339,735	9.76%	4,409,200	9.94%	4,387,800	9.89%	4,556,500	10.07%
Medicare	294,200	0.65%	285,975	0.64%	294,000	0.66%	297,800	0.67%	310,700	0.69%
Workers' Compensation	275,300	0.60%	275,300	0.62%	275,300	0.62%	275,300	0.62%	275,300	0.61%
Car Allowance	67,400	0.15%	66,700	0.15%	70,000	0.16%	76,000	0.17%	83,000	0.18%
Transfers (Personnel Related)	(1,386,500)	-3.04%	(1,386,500)	-3.12%	(1,505,200)	-3.39%	(1,505,200)	-3.39%	(1,492,200)	-3.30%
<i>Subtotal</i>	<u>\$ 29,183,600</u>	<u>64.08%</u>	<u>\$ 28,871,083</u>	<u>64.92%</u>	<u>\$ 29,412,500</u>	<u>66.28%</u>	<u>\$ 29,210,000</u>	<u>65.83%</u>	<u>\$ 30,150,000</u>	<u>66.60%</u>
Purch Prof & Tech Services	4,841,400	10.63%	\$ 4,616,962	10.38%	\$ 2,841,500	6.40%	\$ 2,983,300	6.72%	\$ 3,377,600	7.46%
Supplies	1,931,800	4.24%	1,741,195	3.92%	2,001,500	4.51%	2,013,400	4.54%	2,021,300	4.47%
Repairs & Maintenance	4,904,000	10.77%	4,790,086	10.77%	4,063,200	9.16%	4,083,200	9.20%	4,187,600	9.25%
Services	3,917,900	8.60%	3,688,565	8.29%	3,871,100	8.72%	3,916,300	8.83%	4,000,000	8.84%
Production & Disposal	228,100	0.50%	226,850	0.51%	232,400	0.52%	220,400	0.50%	220,400	0.49%
Contracts	213,500	0.47%	213,500	0.48%	246,000	0.55%	246,000	0.55%	246,000	0.54%
Events	168,200	0.37%	166,676	0.37%	656,500	1.48%	652,100	1.47%	652,100	1.44%
Other Objects	748,500	1.64%	699,410	1.57%	1,599,700	3.60%	1,599,700	3.60%	897,200	1.98%
Transfers	(595,500)	-1.31%	(545,773)	-1.23%	(549,800)	-1.24%	(549,800)	-1.24%	(482,700)	-1.07%
<i>Total Appropriations</i>	<u>\$ 45,541,500</u>	<u>100.00%</u>	<u>\$ 44,468,554</u>	<u>100.00%</u>	<u>\$ 44,374,600</u>	<u>100.00%</u>	<u>\$ 44,374,600</u>	<u>100.00%</u>	<u>\$ 45,269,500</u>	<u>100.00%</u>

SUMMARY BUDGET CATEGORIES General Fund

	YEAR-END AMENDED BUDGET 2011-12	ACTUAL 2011-12	ADOPTED BUDGET 2012-13	ADJUSTED BUDGET 2012-13	ACTUAL Y-T-D 12/31/12	Y-T-D %	AMENDED BUDGET 2012-13
GENERAL GOVERNMENT							
<i>Supplies</i>	\$11,500	\$8,583	\$11,500	\$11,500	\$796	6.92%	\$11,500
<i>Services</i>	117,000	106,124	115,400	115,400	29,036	25.16%	125,400
Total Budget	<u>\$128,500</u>	<u>\$114,707</u>	<u>\$126,900</u>	<u>\$126,900</u>	<u>\$29,832</u>	<u>23.51%</u>	<u>\$136,900</u>
GENERAL CONTRACTS							
<i>Contracts</i>	\$213,500	\$213,500	\$246,000	\$246,000	\$75,000	30.49%	\$246,000
Total Budget	<u>\$213,500</u>	<u>\$213,500</u>	<u>\$246,000</u>	<u>\$246,000</u>	<u>\$75,000</u>	<u>30.49%</u>	<u>\$246,000</u>
LEGAL							
<i>Purchased Prof & Tech Services</i>	\$2,347,000	\$2,263,474	\$535,400	\$535,400	\$47,107	8.80%	\$835,400
Total Budget	<u>\$2,347,000</u>	<u>\$2,263,474</u>	<u>\$535,400</u>	<u>\$535,400</u>	<u>\$47,107</u>	<u>8.80%</u>	<u>\$835,400</u>
Note: Approximately \$100,000 of legal services is for prosecutor costs.							
NON-DEPARTMENTAL							
<i>Other Objects</i>	\$748,500	\$699,410	\$1,599,700	\$1,599,700	\$201,914	12.62%	\$897,200
<i>Transfers</i>	(3,427,700)	(3,377,973)	(3,510,500)	(3,510,500)	(865,125)	24.64%	(3,497,500)
Total Budget	<u>(\$2,679,200)</u>	<u>(\$2,678,563)</u>	<u>(\$1,910,800)</u>	<u>(\$1,910,800)</u>	<u>(\$663,211)</u>	<u>34.71%</u>	<u>(\$2,600,300)</u>
GENERAL ADMINISTRATION							
<i>Personal Services/Benefits</i>	\$905,700	\$909,030	\$849,000	\$777,100	\$270,242	34.78%	\$777,100
<i>Purchased Prof & Tech Services</i>	0	0	0	58,000	7,105	12.25%	58,000
<i>Supplies</i>	12,600	11,892	10,600	16,500	4,291	26.01%	16,500
<i>Repairs & Maintenance</i>	500	0	14,700	14,700	14,160	96.33%	14,700
<i>Services</i>	177,500	175,514	176,500	184,500	72,518	39.31%	184,500
<i>Transfers</i>	17,800	17,800	20,900	20,900	5,223	24.99%	20,900
Total Budget	<u>\$1,114,100</u>	<u>\$1,114,236</u>	<u>\$1,071,700</u>	<u>\$1,071,700</u>	<u>\$373,539</u>	<u>34.85%</u>	<u>\$1,071,700</u>
COMMUNICATIONS							
<i>Personal Services/Benefits</i>	\$198,800	\$192,726	\$191,600	\$191,600	\$48,314	25.22%	\$196,900
<i>Purchased Prof & Tech Services</i>	19,800	19,427	25,000	25,000	0	0.00%	25,000
<i>Supplies</i>	11,500	10,799	11,500	11,500	1,726	15.01%	11,500
<i>Repairs & Maintenance</i>	4,200	4,182	20,400	20,400	7,548	37.00%	20,400
<i>Services</i>	27,300	26,728	33,100	33,100	3,239	9.79%	33,100
<i>Transfers</i>	0	0	56,000	56,000	13,998	25.00%	56,000
Total Budget	<u>\$261,600</u>	<u>\$253,862</u>	<u>\$337,600</u>	<u>\$337,600</u>	<u>\$74,825</u>	<u>22.16%</u>	<u>\$342,900</u>

SUMMARY BUDGET CATEGORIES General Fund

	YEAR-END AMENDED		ADOPTED	ADJUSTED	ACTUAL		AMENDED
	BUDGET	ACTUAL	BUDGET	BUDGET	Y-T-D	Y-T-D	BUDGET
	2011-12	2011-12	2012-13	2012-13	12/31/12	%	2012-13
ECONOMIC DEVELOPMENT							
<i>Personal Services/Benefits</i>	\$316,900	\$309,155	\$332,500	\$328,700	\$88,586	26.95%	\$350,700
<i>Purchased Prof & Tech Services</i>	0	0	0	3,300	3,293	99.79%	3,300
<i>Supplies</i>	22,000	21,906	16,600	16,600	10,318	62.16%	16,600
<i>Services</i>	75,800	76,446	96,700	97,200	16,755	17.24%	110,200
Total Budget	<u>\$414,700</u>	<u>\$407,507</u>	<u>\$445,800</u>	<u>\$445,800</u>	<u>\$118,952</u>	<u>26.68%</u>	<u>\$480,800</u>
HUMAN RESOURCES							
<i>Personal Services/Benefits</i>	\$420,600	\$419,062	\$420,600	\$420,600	\$105,000	24.96%	\$514,100
<i>Purchased Prof & Tech Services</i>	5,000	4,770	5,000	5,000	960	19.20%	5,000
<i>Supplies</i>	25,800	23,742	25,500	25,500	6,886	27.00%	25,500
<i>Repairs & Maintenance</i>	19,200	18,327	19,200	19,200	0	0.00%	19,200
<i>Services</i>	90,500	80,769	80,800	80,800	9,979	12.35%	80,800
Total Budget	<u>\$561,100</u>	<u>\$546,670</u>	<u>\$551,100</u>	<u>\$551,100</u>	<u>\$122,825</u>	<u>22.29%</u>	<u>\$644,600</u>
FINANCE ADMINISTRATION							
<i>Personal Services/Benefits</i>	\$391,300	\$390,610	\$386,800	\$386,900	\$96,453	24.93%	\$399,500
<i>Purchased Prof & Tech Services</i>	251,400	232,235	236,500	236,500	70,639	29.87%	236,500
<i>Supplies</i>	15,200	9,077	17,300	17,300	2,207	12.76%	17,300
<i>Services</i>	17,800	13,017	22,000	22,000	4,588	20.85%	22,000
Total Budget	<u>\$675,700</u>	<u>\$644,939</u>	<u>\$662,600</u>	<u>\$662,700</u>	<u>\$173,887</u>	<u>26.24%</u>	<u>\$675,300</u>
INFORMATION SERVICES							
<i>Personal Services/Benefits</i>	\$776,300	\$760,791	\$831,000	\$754,400	\$224,357	29.74%	\$769,400
<i>Purchased Prof & Tech Services</i>	41,000	36,551	22,300	90,800	23,911	26.33%	185,100
<i>Supplies</i>	105,000	104,840	191,600	193,600	7,235	3.74%	193,600
<i>Repairs & Maintenance</i>	328,000	327,980	301,400	307,500	109,768	35.70%	310,400
<i>Services</i>	41,500	40,134	62,100	62,100	5,415	8.72%	62,100
<i>Transfers</i>	91,800	91,800	16,000	16,000	3,999	24.99%	73,100
Total Budget	<u>\$1,383,600</u>	<u>\$1,362,096</u>	<u>\$1,424,400</u>	<u>\$1,424,400</u>	<u>\$374,685</u>	<u>26.30%</u>	<u>\$1,593,700</u>
ACCOUNTING							
<i>Personal Services/Benefits</i>	\$498,000	\$497,187	\$500,300	\$500,200	\$124,606	24.91%	\$521,200
<i>Supplies</i>	15,000	9,695	15,000	15,000	2,177	14.51%	15,000
<i>Repairs & Maintenance</i>	1,200	510	1,200	1,200	0	0.00%	1,200
<i>Services</i>	33,300	36,845	32,300	32,500	12,522	38.53%	63,400
Total Budget	<u>\$547,500</u>	<u>\$544,237</u>	<u>\$548,800</u>	<u>\$548,900</u>	<u>\$139,305</u>	<u>25.38%</u>	<u>\$600,800</u>

SUMMARY BUDGET CATEGORIES
General Fund

	YEAR-END AMENDED BUDGET 2011-12		ACTUAL 2011-12	ADOPTED BUDGET 2012-13	ADJUSTED BUDGET 2012-13	ACTUAL Y-T-D 12/31/12	Y-T-D %	AMENDED BUDGET 2012-13
PURCHASING								
<i>Personal Services/Benefits</i>	\$99,800	\$99,155	\$101,100	\$102,000	\$25,117	24.62%	\$108,100	
<i>Supplies</i>	2,000	867	6,200	6,200	3,749	60.47%	6,200	
<i>Services</i>	9,300	4,928	9,300	9,300	1,174	12.62%	9,300	
Total Budget	<u>\$111,100</u>	<u>\$104,950</u>	<u>\$116,600</u>	<u>\$117,500</u>	<u>\$30,040</u>	<u>25.57%</u>	<u>\$123,600</u>	
MUNICIPAL COURT								
<i>Personal Services/Benefits</i>	\$460,900	\$437,139	\$453,500	\$452,400	\$113,242	25.03%	\$475,100	
<i>Purchased Prof & Tech Services</i>	5,000	1,074	5,000	5,000	186	3.72%	5,000	
<i>Supplies</i>	29,500	25,234	28,700	28,700	2,223	7.75%	28,700	
<i>Repairs & Maintenance</i>	0	0	22,000	22,000	20,143	91.56%	22,000	
<i>Services</i>	6,100	5,709	6,000	6,000	870	14.50%	6,000	
Total Budget	<u>\$501,500</u>	<u>\$469,156</u>	<u>\$515,200</u>	<u>\$514,100</u>	<u>\$136,664</u>	<u>26.58%</u>	<u>\$536,800</u>	
COMMUNITY SERVICES ADMIN.								
<i>Personal Services/Benefits</i>	\$338,200	\$311,207	\$393,400	\$510,400	\$119,030	23.32%	\$558,000	
<i>Supplies</i>	13,300	13,366	18,700	18,700	9,615	51.42%	18,700	
<i>Repairs & Maintenance</i>	2,100	1,622	2,100	2,100	382	18.19%	2,100	
<i>Services</i>	105,000	99,708	64,200	64,200	9,702	15.11%	77,200	
Total Budget	<u>\$458,600</u>	<u>\$425,903</u>	<u>\$478,400</u>	<u>\$595,400</u>	<u>\$138,729</u>	<u>23.30%</u>	<u>\$656,000</u>	
BUILDING INSPECTION								
<i>Personal Services/Benefits</i>	\$846,100	\$846,880	\$866,500	\$749,500	\$198,607	26.50%	\$749,500	
<i>Supplies</i>	30,200	30,848	28,700	28,700	4,623	16.11%	28,700	
<i>Repairs & Maintenance</i>	16,500	16,606	16,500	16,500	3,223	19.53%	16,500	
<i>Services</i>	60,400	49,823	83,600	83,600	40,696	48.68%	83,600	
<i>Transfers</i>	0	0	41,600	41,600	10,398	25.00%	41,600	
Total Budget	<u>\$953,200</u>	<u>\$944,157</u>	<u>\$1,036,900</u>	<u>\$919,900</u>	<u>\$257,547</u>	<u>28.00%</u>	<u>\$919,900</u>	
ENVIRONMENTAL HEALTH								
<i>Personal Services/Benefits</i>	\$615,700	\$591,984	\$627,700	\$627,700	\$151,248	24.10%	\$640,000	
<i>Supplies</i>	34,000	30,957	33,300	33,300	4,117	12.36%	41,200	
<i>Repairs & Maintenance</i>	32,800	29,246	34,300	34,300	15,183	44.27%	34,300	
<i>Services</i>	181,000	167,011	167,200	167,200	36,266	21.69%	184,000	
<i>Transfers</i>	14,400	14,400	0	0	0	0.00%	0	
Total Budget	<u>\$877,900</u>	<u>\$833,598</u>	<u>\$862,500</u>	<u>\$862,500</u>	<u>\$206,814</u>	<u>23.98%</u>	<u>\$899,500</u>	

SUMMARY BUDGET CATEGORIES General Fund

	YEAR-END AMENDED		ADOPTED	ADJUSTED	ACTUAL		AMENDED
	BUDGET	ACTUAL	BUDGET	BUDGET	Y-T-D	Y-T-D	BUDGET
	2011-12	2011-12	2012-13	2012-13	12/31/12	%	2012-13

PUBLIC WORKS ADMINISTRATION

<i>Personal Services/Benefits</i>	\$715,600	\$707,588	\$625,700	\$549,000	\$92,930	16.93%	\$543,300
<i>Supplies</i>	13,600	8,520	9,400	9,400	2,025	21.54%	9,400
<i>Repairs & Maintenance</i>	4,800	6,507	5,300	5,300	369	6.96%	5,300
<i>Services</i>	30,200	20,577	29,100	74,100	2,867	3.87%	74,100
<i>Transfers</i>	0	0	5,400	5,400	1,350	25.00%	5,400
Total Budget	<u>\$764,200</u>	<u>\$743,192</u>	<u>\$674,900</u>	<u>\$643,200</u>	<u>\$99,541</u>	<u>15.48%</u>	<u>\$637,500</u>

SOLID WASTE COLLECTION

<i>Personal Services/Benefits</i>	\$441,100	\$432,279	\$440,700	\$450,400	\$107,480	23.86%	\$450,400
<i>Purchased Prof & Tech Services</i>	783,300	781,760	811,800	823,800	811,800	98.54%	823,800
<i>Supplies</i>	104,400	69,596	91,100	91,100	18,137	19.91%	91,100
<i>Repairs & Maintenance</i>	153,000	140,501	162,400	162,400	33,821	20.83%	162,400
<i>Services</i>	38,100	32,687	48,200	48,200	7,068	14.66%	48,200
<i>Production & Disposal</i>	228,100	226,850	232,400	220,400	222,210	100.82%	220,400
<i>Transfers</i>	150,000	150,000	174,000	174,000	43,500	25.00%	174,000
Total Budget	<u>\$1,898,000</u>	<u>\$1,833,673</u>	<u>\$1,960,600</u>	<u>\$1,970,300</u>	<u>\$1,244,016</u>	<u>63.14%</u>	<u>\$1,970,300</u>

STREET MAINTENANCE

<i>Personal Services/Benefits</i>	\$1,143,500	\$1,129,756	\$1,141,900	\$1,163,900	\$278,351	23.92%	\$1,163,900
<i>Supplies</i>	84,100	71,051	84,000	84,000	20,619	24.55%	84,000
<i>Repairs & Maintenance</i>	1,477,900	1,459,817	1,485,700	1,485,700	430,733	28.99%	1,587,200
<i>Services</i>	330,000	324,507	459,700	459,700	77,476	16.85%	459,700
<i>Transfers</i>	125,000	125,000	51,500	51,500	12,873	25.00%	61,500
Total Budget	<u>\$3,160,500</u>	<u>\$3,110,131</u>	<u>\$3,222,800</u>	<u>\$3,244,800</u>	<u>\$820,052</u>	<u>25.27%</u>	<u>\$3,356,300</u>

POLICE ADMINISTRATION

<i>Personal Services/Benefits</i>	\$779,600	\$771,217	\$784,900	\$791,200	\$195,423	24.70%	\$827,300
<i>Supplies</i>	48,600	46,722	49,100	49,100	7,921	16.13%	49,100
<i>Repairs & Maintenance</i>	43,300	40,524	42,700	51,500	28,851	56.02%	51,500
<i>Services</i>	199,600	172,041	219,600	215,400	44,910	20.85%	215,400
Total Budget	<u>\$1,071,100</u>	<u>\$1,030,504</u>	<u>\$1,096,300</u>	<u>\$1,107,200</u>	<u>\$277,105</u>	<u>25.03%</u>	<u>\$1,143,300</u>

POLICE INVESTIGATIONS

<i>Personal Services/Benefits</i>	\$1,617,100	\$1,600,487	\$1,628,400	\$1,626,600	\$379,719	23.34%	\$1,694,100
<i>Supplies</i>	48,900	44,392	53,200	53,200	16,698	31.39%	53,200
<i>Repairs & Maintenance</i>	37,200	39,550	39,400	39,400	8,193	20.79%	39,400
<i>Services</i>	19,200	11,544	20,200	20,600	2,509	12.18%	20,600
Total Budget	<u>\$1,722,400</u>	<u>\$1,695,973</u>	<u>\$1,741,200</u>	<u>\$1,739,800</u>	<u>\$407,119</u>	<u>23.40%</u>	<u>\$1,807,300</u>

SUMMARY BUDGET CATEGORIES General Fund

	YEAR-END AMENDED BUDGET 2011-12	ACTUAL 2011-12	ADOPTED BUDGET 2012-13	ADJUSTED BUDGET 2012-13	ACTUAL Y-T-D 12/31/12	Y-T-D %	AMENDED BUDGET 2012-13
POLICE PATROL							
<i>Personal Services/Benefits</i>	\$4,826,000	\$4,851,434	\$4,915,500	\$4,920,100	\$1,233,656	25.07%	\$5,093,500
<i>Supplies</i>	302,800	259,907	305,800	305,800	47,867	15.65%	305,800
<i>Repairs & Maintenance</i>	297,000	298,613	279,200	279,200	68,263	24.45%	279,200
<i>Services</i>	22,000	18,447	22,000	22,000	6,375	28.98%	22,000
<i>Transfers</i>	213,000	213,000	27,000	27,000	6,750	25.00%	27,000
Total Budget	<u>\$5,660,800</u>	<u>\$5,641,401</u>	<u>\$5,549,500</u>	<u>\$5,554,100</u>	<u>\$1,362,911</u>	<u>24.54%</u>	<u>\$5,727,500</u>
POLICE DETENTION							
<i>Personal Services/Benefits</i>	\$967,700	\$941,096	\$1,033,900	\$1,027,400	\$233,431	22.72%	\$1,039,600
<i>Supplies</i>	13,300	9,919	17,800	17,800	3,023	16.98%	17,800
<i>Repairs & Maintenance</i>	7,600	7,395	7,600	7,600	7,334	96.50%	7,600
<i>Services</i>	3,200	341	3,200	3,200	3	0.09%	3,200
Total Budget	<u>\$991,800</u>	<u>\$958,751</u>	<u>\$1,062,500</u>	<u>\$1,056,000</u>	<u>\$243,791</u>	<u>23.09%</u>	<u>\$1,068,200</u>
POLICE COMMUNICATIONS							
<i>Personal Services/Benefits</i>	\$1,081,200	\$1,033,966	\$1,126,900	\$1,110,400	\$296,122	26.67%	\$1,215,100
<i>Supplies</i>	1,100	195	2,100	2,100	323	15.38%	2,100
<i>Repairs & Maintenance</i>	327,600	288,597	338,500	338,500	133,182	39.34%	338,500
<i>Services</i>	224,800	184,664	205,500	205,500	53,919	26.24%	205,500
<i>Transfers</i>	100,000	100,000	30,000	30,000	7,500	25.00%	30,000
Total Budget	<u>\$1,734,700</u>	<u>\$1,607,422</u>	<u>\$1,703,000</u>	<u>\$1,686,500</u>	<u>\$491,046</u>	<u>29.12%</u>	<u>\$1,791,200</u>
POLICE TRAINING							
<i>Personal Services/Benefits</i>	\$229,000	\$230,569	\$244,000	\$252,900	\$66,727	26.38%	\$260,700
<i>Supplies</i>	500	500	500	500	0	0.00%	500
<i>Services</i>	3,000	2,411	3,900	3,900	1,706	43.74%	3,900
Total Budget	<u>\$232,500</u>	<u>\$233,480</u>	<u>\$248,400</u>	<u>\$257,300</u>	<u>\$68,433</u>	<u>26.60%</u>	<u>\$265,100</u>
FIRE ADMINISTRATION							
<i>Personal Services/Benefits</i>	\$702,800	\$701,505	\$640,900	\$638,000	\$162,267	25.43%	\$764,300
<i>Supplies</i>	37,800	36,538	42,700	42,700	4,166	9.76%	42,700
<i>Repairs & Maintenance</i>	84,500	83,395	72,100	72,100	31,522	43.72%	72,100
<i>Services</i>	52,300	50,886	52,800	52,800	18,075	34.23%	52,800
Total Budget	<u>\$877,400</u>	<u>\$872,324</u>	<u>\$808,500</u>	<u>\$805,600</u>	<u>\$216,030</u>	<u>26.82%</u>	<u>\$931,900</u>

SUMMARY BUDGET CATEGORIES General Fund

	YEAR-END AMENDED		ADOPTED	ADJUSTED	ACTUAL	Y-T-D	AMENDED
	BUDGET	ACTUAL	BUDGET	BUDGET	Y-T-D	%	BUDGET
	2011-12	2011-12	2012-13	2012-13	12/31/12	%	2012-13
FIRE PREVENTION							
<i>Personal Services/Benefits</i>	\$460,300	\$458,016	\$471,800	\$472,800	\$118,330	25.03%	\$476,400
<i>Supplies</i>	11,800	11,432	15,800	19,800	8,354	42.19%	19,800
<i>Services</i>	7,200	7,253	9,700	9,700	3,271	33.72%	9,700
Total Budget	<u>\$479,300</u>	<u>\$476,701</u>	<u>\$497,300</u>	<u>\$502,300</u>	<u>\$129,955</u>	<u>25.87%</u>	<u>\$505,900</u>
FIRE OPERATIONS							
<i>Personal Services/Benefits</i>	\$6,929,700	\$6,925,138	\$7,062,000	\$7,059,500	\$1,809,156	25.63%	\$7,146,000
<i>Supplies</i>	247,000	249,900	261,900	261,900	95,109	36.32%	261,900
<i>Repairs & Maintenance</i>	292,900	299,301	306,100	311,200	75,533	24.27%	311,200
<i>Services</i>	133,800	137,497	152,300	147,600	24,207	16.40%	147,600
<i>Transfers</i>	314,200	314,200	240,200	240,200	60,048	25.00%	240,200
Total Budget	<u>\$7,917,600</u>	<u>\$7,926,036</u>	<u>\$8,022,500</u>	<u>\$8,020,400</u>	<u>\$2,064,053</u>	<u>25.74%</u>	<u>\$8,106,900</u>
PARKS & RECREATION ADMIN.							
<i>Personal Services/Benefits</i>	\$302,700	\$304,658	\$350,300	\$353,400	\$79,658	22.54%	\$360,200
<i>Purchased Prof & Tech Services</i>	31,400	20,020	0	0	0	0.00%	0
<i>Supplies</i>	18,300	14,819	15,900	15,900	2,768	17.41%	15,900
<i>Repairs & Maintenance</i>	3,600	3,129	3,600	3,600	260	7.22%	3,600
<i>Services</i>	36,400	32,085	37,800	37,800	8,295	21.94%	37,800
Total Budget	<u>\$392,400</u>	<u>\$374,711</u>	<u>\$407,600</u>	<u>\$410,700</u>	<u>\$90,981</u>	<u>22.15%</u>	<u>\$417,500</u>
BUILDING MAINTENANCE							
<i>Personal Services/Benefits</i>	\$463,200	\$461,896	\$468,700	\$472,100	\$118,597	25.12%	\$479,000
<i>Supplies</i>	10,100	7,341	9,700	9,700	3,863	39.82%	9,700
<i>Repairs & Maintenance</i>	992,100	961,067	59,900	59,900	24,093	40.22%	59,900
<i>Services</i>	557,400	543,546	592,400	592,400	349,967	59.08%	592,400
<i>Transfers</i>	0	0	136,000	136,000	33,999	25.00%	136,000
Total Budget	<u>\$2,022,800</u>	<u>\$1,973,850</u>	<u>\$1,266,700</u>	<u>\$1,270,100</u>	<u>\$530,519</u>	<u>41.77%</u>	<u>\$1,277,000</u>
PARK MAINTENANCE							
<i>Personal Services/Benefits</i>	\$2,521,700	\$2,485,426	\$2,549,900	\$2,557,900	\$651,740	25.48%	\$2,600,700
<i>Purchased Prof & Tech Services</i>	53,100	47,605	36,100	36,100	2,650	7.34%	36,100
<i>Supplies</i>	355,200	321,375	355,400	355,400	55,293	15.56%	355,400
<i>Repairs & Maintenance</i>	629,300	623,502	670,900	670,900	192,447	28.68%	670,900
<i>Services</i>	496,700	539,053	511,200	511,200	122,773	24.02%	511,200
<i>Transfers</i>	149,500	149,500	438,700	438,700	109,674	25.00%	438,700
Total Budget	<u>\$4,205,500</u>	<u>\$4,166,461</u>	<u>\$4,562,200</u>	<u>\$4,570,200</u>	<u>\$1,134,577</u>	<u>24.83%</u>	<u>\$4,613,000</u>

SUMMARY BUDGET CATEGORIES General Fund

	YEAR-END AMENDED		ADOPTED	ADJUSTED	ACTUAL		AMENDED
	BUDGET	ACTUAL	BUDGET	BUDGET	Y-T-D	Y-T-D	BUDGET
	2011-12	2011-12	2012-13	2012-13	12/31/12	%	2012-13
RECREATION							
<i>Personal Services/Benefits</i>	\$1,024,400	\$999,882	\$998,800	\$997,800	\$201,834	20.23%	\$997,800
<i>Purchased Prof & Tech Services</i>	140,000	45,686	0	0	0	0.00%	0
<i>Supplies</i>	187,400	180,105	125,300	125,300	32,574	26.00%	125,300
<i>Repairs & Maintenance</i>	52,200	52,159	73,600	73,600	30,576	41.54%	73,600
<i>Services</i>	631,100	598,182	359,400	359,400	51,737	14.40%	359,400
<i>Transfers</i>	25,000	30,000	0	0	0	0.00%	0
Total Budget	<u>\$2,060,100</u>	<u>\$1,906,014</u>	<u>\$1,557,100</u>	<u>\$1,556,100</u>	<u>\$316,721</u>	<u>20.35%</u>	<u>\$1,556,100</u>
SWIMMING POOL							
<i>Personal Services/Benefits</i>	\$121,400	\$95,965	\$121,400	\$113,300	\$692	0.61%	\$113,300
<i>Supplies</i>	21,800	19,041	24,000	24,000	0	0.00%	24,000
<i>Repairs & Maintenance</i>	43,500	36,518	33,000	33,000	392	1.19%	33,000
<i>Services</i>	46,700	30,674	46,700	46,700	2,348	5.03%	46,700
<i>Transfers</i>	20,000	15,000	0	0	0	0.00%	0
Total Budget	<u>\$253,400</u>	<u>\$197,198</u>	<u>\$225,100</u>	<u>\$217,000</u>	<u>\$3,432</u>	<u>1.58%</u>	<u>\$217,000</u>
SENIOR CENTER							
<i>Personal Services/Benefits</i>	\$350,200	\$344,708	\$358,000	\$357,000	\$88,765	24.86%	\$357,000
<i>Supplies</i>	70,900	62,071	80,100	80,100	22,484	28.07%	80,100
<i>Repairs & Maintenance</i>	37,200	37,096	35,100	35,100	9,020	25.70%	35,100
<i>Services</i>	107,700	70,850	121,700	121,700	12,557	10.32%	121,700
<i>Transfers</i>	15,000	15,000	0	0	0	0.00%	0
Total Budget	<u>\$581,000</u>	<u>\$529,725</u>	<u>\$594,900</u>	<u>\$593,900</u>	<u>\$132,826</u>	<u>22.37%</u>	<u>\$593,900</u>
PARK BOARD							
<i>Services</i>	\$4,800	\$2,962	\$4,800	\$4,800	\$648	13.50%	\$4,800
Total Budget	<u>\$4,800</u>	<u>\$2,962</u>	<u>\$4,800</u>	<u>\$4,800</u>	<u>\$648</u>	<u>13.50%</u>	<u>\$4,800</u>
SENIOR ADVISORY BOARD							
<i>Services</i>	\$4,800	\$4,221	\$4,800	\$4,800	\$558	11.63%	\$4,800
Total Budget	<u>\$4,800</u>	<u>\$4,221</u>	<u>\$4,800</u>	<u>\$4,800</u>	<u>\$558</u>	<u>11.63%</u>	<u>\$4,800</u>

SUMMARY BUDGET CATEGORIES
General Fund

	YEAR-END AMENDED BUDGET 2011-12		ADOPTED BUDGET 2012-13	ADJUSTED BUDGET 2012-13	ACTUAL Y-T-D 12/31/12	Y-T-D %	AMENDED BUDGET 2012-13
EVENTS							
<i>Personal Services/Benefits</i>	\$24,600	\$17,071	\$0	\$0	\$0	0.00%	\$0
<i>Services</i>	6,700	4,013	0	0	0	0.00%	0
<i>Events</i>	168,200	166,676	656,500	652,100	147,030	22.55%	652,100
<i>Transfers</i>	0	0	8,200	8,200	2,049	24.99%	8,200
Total Budget	<u>\$199,500</u>	<u>\$187,760</u>	<u>\$664,700</u>	<u>\$660,300</u>	<u>\$149,079</u>	<u>22.58%</u>	<u>\$660,300</u>
LIBRARY							
<i>Purchased Prof & Tech Services</i>	\$1,164,400	\$1,164,360	\$1,164,400	\$1,164,400	\$291,090	25.00%	\$1,164,400
<i>Supplies</i>	26,600	25,965	42,500	42,500	0	0.00%	42,500
<i>Repairs & Maintenance</i>	15,800	13,942	16,300	16,300	4,306	26.42%	16,300
<i>Services</i>	19,700	17,368	16,900	16,900	2,562	15.16%	16,900
<i>Transfers</i>	210,000	210,000	210,000	210,000	52,500	25.00%	210,000
Total Budget	<u>\$1,436,500</u>	<u>\$1,431,635</u>	<u>\$1,450,100</u>	<u>\$1,450,100</u>	<u>\$350,458</u>	<u>24.17%</u>	<u>\$1,450,100</u>
FUND TOTAL	<u>\$45,541,500</u>	<u>\$44,468,554</u>	<u>\$44,374,600</u>	<u>\$44,374,600</u>	<u>\$11,770,391</u>	<u>26.53%</u>	<u>\$45,269,500</u>

SUMMARY BUDGET CATEGORIES
Water & Sewer Fund

	YEAR-END AMENDED BUDGET 2011-12		ACTUAL 2011-12	ADOPTED BUDGET 2012-13	ADJUSTED BUDGET 2012-13	ACTUAL Y-T-D 12/31/12	Y-T-D %	AMENDED BUDGET 2012-13
WATER & SEWER ADMIN.								
<i>Personal Services/Benefits</i>	\$163,400	\$159,054	\$165,100	\$126,700	\$44,173	34.86%	\$126,700	
<i>Purchased Prof & Tech Services</i>	54,000	30,211	54,000	54,000	8,408	15.57%	54,000	
<i>Supplies</i>	69,800	68,837	71,600	71,600	11,024	15.40%	71,600	
<i>Repairs & Maintenance Services</i>	17,000	14,889	18,000	18,000	15,504	86.13%	18,000	
<i>Production & Disposal</i>	24,000	11,641	22,300	22,300	2,507	11.24%	22,300	
<i>Other Objects</i>	41,400	38,453	44,300	47,400	30,834	65.05%	47,400	
<i>Transfers</i>	10,000	6,188	10,000	10,000	550	5.50%	10,000	
	<u>3,038,500</u>	<u>3,038,500</u>	<u>3,073,500</u>	<u>3,073,500</u>	<u>768,375</u>	<u>25.00%</u>	<u>3,073,500</u>	
Total Budget	<u>\$3,418,100</u>	<u>\$3,367,773</u>	<u>\$3,458,800</u>	<u>\$3,423,500</u>	<u>\$881,375</u>	<u>25.74%</u>	<u>\$3,423,500</u>	
WATER & SEWER OPERATIONS								
<i>Personal Services/Benefits</i>	\$1,598,600	\$1,545,190	\$1,593,000	\$1,628,300	\$387,920	23.82%	\$1,646,900	
<i>Supplies</i>	187,500	171,187	194,600	194,600	70,706	36.33%	194,600	
<i>Repairs & Maintenance Services</i>	434,400	433,126	448,400	448,400	99,143	22.11%	578,400	
<i>Production & Disposal</i>	355,900	264,078	509,400	509,400	50,917	10.00%	509,400	
<i>Other Objects</i>	6,317,500	6,413,345	6,831,900	6,831,900	1,256,951	18.40%	6,831,900	
<i>Transfers</i>	50,000	43,931	50,000	50,000	27	0.05%	50,000	
	<u>2,112,000</u>	<u>2,112,000</u>	<u>2,390,000</u>	<u>2,390,000</u>	<u>597,498</u>	<u>25.00%</u>	<u>2,390,000</u>	
Total Budget	<u>\$11,055,900</u>	<u>\$10,982,857</u>	<u>\$12,017,300</u>	<u>\$12,052,600</u>	<u>\$2,463,162</u>	<u>20.44%</u>	<u>\$12,201,200</u>	
FUND TOTAL	<u>\$14,474,000</u>	<u>\$14,350,630</u>	<u>\$15,476,100</u>	<u>\$15,476,100</u>	<u>\$3,344,537</u>	<u>21.61%</u>	<u>\$15,624,700</u>	

SUMMARY BUDGET CATEGORIES
Internal Service Fund

	YEAR-END AMENDED BUDGET 2011-12		ACTUAL 2011-12	ADOPTED BUDGET 2012-13	ADJUSTED BUDGET 2012-13	ACTUAL Y-T-D 12/31/12	Y-T-D %	AMENDED BUDGET 2012-13
EQUIPMENT SERVICES								
<i>Personal Services/Benefits</i>	\$554,100	\$537,449	\$552,500	\$552,500	\$135,408	24.51%	\$552,500	
<i>Supplies</i>	37,300	35,481	37,000	37,000	9,148	24.72%	37,000	
<i>Repairs & Maintenance Services</i>	56,900	52,919	55,000	55,000	22,805	41.46%	55,000	
<i>Transfers</i>	192,500	170,891	197,500	197,500	38,308	19.40%	197,500	
	5,200	5,200	0	0	0	0.00%	0	
Total Budget	\$846,000	\$801,940	\$842,000	\$842,000	\$205,669	24.43%	\$842,000	
WORKERS' COMPENSATION								
<i>Current Year Claims</i>	\$250,000	\$200,698	\$310,700	\$310,700	\$0	0.00%	\$310,700	
<i>Catastrophic Reinsurance</i>	28,000	27,408	89,300	89,300	5,323	5.96%	89,300	
<i>Transfers</i>	300,000	300,000	0	0	0	0.00%	0	
Total Workers' Compensation	\$578,000	\$528,106	\$400,000	\$400,000	\$5,323	1.33%	\$400,000	
HEALTH CLAIMS								
<i>Claims Incurred</i>	\$3,309,000	\$3,483,675	\$3,203,600	\$3,203,600	\$967,079	30.19%	\$3,203,600	
<i>Insurance Premiums</i>	325,200	318,163	410,600	410,600	85,860	20.91%	410,600	
<i>Fees</i>	212,400	201,173	182,500	182,500	45,738	25.06%	182,500	
Total Health Claims	\$3,846,600	\$4,003,011	\$3,796,700	\$3,796,700	\$1,098,677	28.94%	\$3,796,700	
FUND TOTAL	\$5,270,600	\$5,333,057	\$5,038,700	\$5,038,700	\$1,309,669	25.99%	\$5,038,700	

SUMMARY BUDGET CATEGORIES
Hotel/Motel Fund

	YEAR-END AMENDED BUDGET 2011-12	ACTUAL 2011-12	ADOPTED BUDGET 2012-13	ADJUSTED BUDGET 2012-13	ACTUAL Y-T-D 12/31/12	Y-T-D %	AMENDED BUDGET 2012-13
HISTORICAL PRESERVATION/ SPECIAL EVENTS							
<i>Personal Services/Benefits</i>	\$424,300	\$424,965	\$452,600	\$452,600	\$116,001	25.63%	\$462,800
<i>Purchased Prof & Tech Services</i>	27,500	11,706	6,500	6,500	2,761	42.48%	6,500
<i>Supplies</i>	36,400	31,030	38,900	38,900	12,743	32.76%	38,900
<i>Repairs & Maintenance Services</i>	94,500	87,207	93,500	93,500	21,951	23.48%	100,600
<i>Other Fixed Assets</i>	87,100	65,661	90,100	90,100	13,084	14.52%	91,900
<i>Special Events</i>	190,000	188,379	175,000	175,000	43,683	24.96%	175,000
Total Budget	<u>\$859,800</u>	<u>\$808,948</u>	<u>\$860,600</u>	<u>\$860,600</u>	<u>\$210,223</u>	<u>24.43%</u>	<u>\$879,700</u>
PROMOTION OF TOURISM							
<i>Staff Tourism</i>	\$443,300	\$433,289	\$446,300	\$431,400	\$122,070	28.30%	\$418,400
<i>Marketing</i>	407,200	396,563	449,600	464,500	241,726	52.04%	564,500
Total Budget	<u>\$850,500</u>	<u>\$829,852</u>	<u>\$895,900</u>	<u>\$895,900</u>	<u>\$363,796</u>	<u>40.61%</u>	<u>\$982,900</u>
CONVENTION CENTER							
<i>Supplies</i>	\$1,000	\$835	\$1,000	\$1,000	\$0	0.00%	\$1,000
<i>Repairs & Maintenance</i>	1,000	745	4,000	4,000	216	5.40%	4,000
<i>Services</i>	600	0	0	0	0	0.00%	0
<i>Transfers</i>	443,900	443,900	450,500	450,500	112,623	25.00%	450,500
Total Budget	<u>\$446,500</u>	<u>\$445,480</u>	<u>\$455,500</u>	<u>\$455,500</u>	<u>\$112,839</u>	<u>24.77%</u>	<u>\$455,500</u>
FUND TOTAL	<u>\$2,156,800</u>	<u>\$2,084,280</u>	<u>\$2,212,000</u>	<u>\$2,212,000</u>	<u>\$686,858</u>	<u>31.05%</u>	<u>\$2,318,100</u>

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

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

The City has the following outstanding debt issues:

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

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

There are currently \$8,355,000 bonds outstanding. These bonds are issued as serial certificates maturing on February 15 in the years 2010 through 2020 and as term certificates maturing February 15, 2022 and February 15, 2024.

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

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

There are currently \$5,140,000 bonds outstanding. These bonds are issued as serial bonds maturing on February 15 in the years 2011 through 2030.

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

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

There are currently \$875,000 bonds outstanding. These bonds are issued as serial bonds maturing on February 15 in the years 2011 through 2030.

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

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

There are currently \$6,775,000 bonds outstanding. These bonds will be fully matured and paid on November 1, 2025.

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

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

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

DEBT SERVICE FUND SUMMARY OF REVENUES AND EXPENDITURES

PROPERTY TAX SUPPORTED DEBT

<i>FUND BALANCE 9/30/2011</i>		\$1,717,837
2011-12	ESTIMATED PROPERTY TAX REVENUES	\$1,488,890
2011-12	ESTIMATED PRIOR YEAR TAX, PENALTY AND INTEREST	17,538
2011-12	TRANSFER FROM STREET/ANIMAL SHELTER CIP FUND	11,620
2011-12	DEBT SERVICE REQUIREMENTS (1)	(3,226,850)
<i>INCREASE (DECREASE) IN FUND BALANCE</i>		<u>(1,708,802)</u>
<i>ESTIMATED FUND BALANCE 9/30/2012</i>		\$9,035
2012-13	ESTIMATED PROPERTY TAX REVENUES	\$1,317,500
2012-13	ESTIMATED PRIOR YEAR TAX, PENALTY AND INTEREST	40,000
2012-13	DEBT SERVICE REQUIREMENTS (1)	(1,317,500)
<i>INCREASE (DECREASE) IN FUND BALANCE</i>		<u>40,000</u>
<i>ESTIMATED FUND BALANCE 9/30/2013</i>		<u><u>\$49,035</u></u>

SELF-SUPPORTING DEBT

<i>FUND BALANCE 9/30/2011</i>		\$188,463
2011-12	TRANSFER FROM HOTEL/MOTEL FUND	\$443,900
2011-12	TRANSFER FROM STARS CENTER FUND	602,300
2011-12	DEBT SERVICE REQUIREMENTS (2)	(1,016,969)
2011-12	BOND REFUNDING COSTS	(4,831)
<i>INCREASE (DECREASE) IN FUND BALANCE</i>		<u>24,400</u>
<i>ESTIMATED FUND BALANCE 9/30/2012</i>		\$212,863
2012-13	TRANSFER FROM HOTEL/MOTEL FUND	\$450,500
2012-13	TRANSFER FROM STARS CENTER FUND	604,800
2012-13	DEBT SERVICE REQUIREMENTS (2)	(1,055,300)
<i>INCREASE (DECREASE) IN FUND BALANCE</i>		<u>0</u>
<i>ESTIMATED FUND BALANCE 9/30/2013</i>		<u><u>\$212,863</u></u>

(1) Includes approximately \$15,100 for paying agent fees and arbitrage calculation services.

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

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

YEAR	PRINCIPAL	INTEREST	TOTAL
2012-13	\$745,000.00	\$557,330.00	\$1,302,330.00
2013-14	1,025,000.00	605,540.17	1,630,540.17
2014-15	1,085,000.00	557,243.00	1,642,243.00
2015-16	1,120,000.00	523,340.50	1,643,340.50
2016-17	1,160,000.00	484,705.50	1,644,705.50
2017-18	1,210,000.00	441,360.00	1,651,360.00
2018-19	1,250,000.00	394,432.50	1,644,432.50
2019-20	1,305,000.00	344,158.00	1,649,158.00
2020-21	1,360,000.00	291,081.50	1,651,081.50
2021-22	1,420,000.00	235,638.00	1,655,638.00
2022-23	1,480,000.00	177,159.00	1,657,159.00
2023-24	1,205,000.00	114,760.00	1,319,760.00
2024-25	320,000.00	78,800.00	398,800.00
2025-26	335,000.00	65,700.00	400,700.00
2026-27	345,000.00	52,100.00	397,100.00
2027-28	360,000.00	38,000.00	398,000.00
2028-29	375,000.00	23,300.00	398,300.00
2029-30	395,000.00	7,900.00	402,900.00
Total	<u>\$16,495,000.00</u>	<u>\$4,992,548.17</u>	<u>\$21,487,548.17</u>

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

YEAR	PRINCIPAL	INTEREST	TOTAL
2012-13	\$550,000.00	\$369,455.00	\$919,455.00
2013-14	565,000.00	353,091.00	918,091.00
2014-15	585,000.00	333,562.00	918,562.00
2015-16	610,000.00	311,151.00	921,151.00
2016-17	635,000.00	285,492.00	920,492.00
2017-18	665,000.00	256,732.00	921,732.00
2018-19	695,000.00	224,690.00	919,690.00
2019-20	730,000.00	189,870.00	919,870.00
2020-21	765,000.00	152,145.00	917,145.00
2021-22	810,000.00	111,825.00	921,825.00
2022-23	850,000.00	68,904.00	918,904.00
2023-24	895,000.00	23,360.00	918,360.00
Total	<u><u>\$8,355,000.00</u></u>	<u><u>\$2,680,277.00</u></u>	<u><u>\$11,035,277.00</u></u>

Interest Rates:

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

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

YEAR	PRINCIPAL	INTEREST	TOTAL
2012-13	\$195,000.00	\$187,875.00	\$382,875.00
2013-14	210,000.00	183,300.00	393,300.00
2014-15	220,000.00	177,375.00	397,375.00
2015-16	225,000.00	170,700.00	395,700.00
2016-17	235,000.00	162,625.00	397,625.00
2017-18	245,000.00	153,025.00	398,025.00
2018-19	250,000.00	143,125.00	393,125.00
2019-20	265,000.00	132,825.00	397,825.00
2020-21	275,000.00	122,712.50	397,712.50
2021-22	285,000.00	112,912.50	397,912.50
2022-23	295,000.00	102,762.50	397,762.50
2023-24	310,000.00	91,400.00	401,400.00
2024-25	320,000.00	78,800.00	398,800.00
2025-26	335,000.00	65,700.00	400,700.00
2026-27	345,000.00	52,100.00	397,100.00
2027-28	360,000.00	38,000.00	398,000.00
2028-29	375,000.00	23,300.00	398,300.00
2029-30	395,000.00	7,900.00	402,900.00
Total	\$5,140,000.00	\$2,006,437.50	\$7,146,437.50

Interest Rates:

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

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

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

YEAR	PRINCIPAL	INTEREST	TOTAL
2012-13	\$0.00	\$0.00	\$0.00
2013-14	250,000.00	69,149.17	319,149.17
2014-15	280,000.00	46,306.00	326,306.00
2015-16	285,000.00	41,489.50	326,489.50
2016-17	290,000.00	36,588.50	326,588.50
2017-18	300,000.00	31,603.00	331,603.00
2018-19	305,000.00	26,617.50	331,617.50
2019-20	310,000.00	21,463.00	331,463.00
2020-21	320,000.00	16,224.00	336,224.00
2021-22	325,000.00	10,900.50	335,900.50
2022-23	335,000.00	5,492.50	340,492.50
2023-24	0.00	0.00	0.00
2024-25	0.00	0.00	0.00
2025-26	0.00	0.00	0.00
2026-27	0.00	0.00	0.00
2027-28	0.00	0.00	0.00
2028-29	0.00	0.00	0.00
2029-30	0.00	0.00	0.00
<i>Total</i>	\$3,000,000.00	\$305,833.67	\$3,305,833.67

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

YEAR	PRINCIPAL	INTEREST	TOTAL
2012-13	\$855,000.00	\$193,724.75	\$1,048,724.75
2013-14	870,000.00	181,206.00	1,051,206.00
2014-15	425,000.00	171,436.00	596,436.00
2015-16	435,000.00	165,170.75	600,170.75
2016-17	440,000.00	157,357.50	597,357.50
2017-18	450,000.00	147,937.00	597,937.00
2018-19	465,000.00	136,832.50	601,832.50
2019-20	480,000.00	124,016.50	604,016.50
2020-21	495,000.00	109,356.25	604,356.25
2021-22	510,000.00	93,145.00	603,145.00
2022-23	525,000.00	75,411.25	600,411.25
2023-24	545,000.00	56,146.25	601,146.25
2024-25	565,000.00	34,900.00	599,900.00
2025-26	590,000.00	11,800.00	601,800.00
<i>Total</i>	<u>\$7,650,000.00</u>	<u>\$1,658,439.75</u>	<u>\$9,308,439.75</u>

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

YEAR	PRINCIPAL	INTEREST	TOTAL
2012-13	\$430,000.00	\$15,425.00	\$445,425.00
2013-14	445,000.00	5,562.50	450,562.50
<i>Total</i>	<u><u>\$875,000.00</u></u>	<u><u>\$20,987.50</u></u>	<u><u>\$895,987.50</u></u>

Interest Rates:

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

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

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

YEAR	PRINCIPAL	INTEREST	TOTAL
2012-13	\$425,000.00	\$178,299.75	\$603,299.75
2013-14	425,000.00	175,643.50	600,643.50
2014-15	425,000.00	171,436.00	596,436.00
2015-16	435,000.00	165,170.75	600,170.75
2016-17	440,000.00	157,357.50	597,357.50
2017-18	450,000.00	147,937.00	597,937.00
2018-19	465,000.00	136,832.50	601,832.50
2019-20	480,000.00	124,016.50	604,016.50
2020-21	495,000.00	109,356.25	604,356.25
2021-22	510,000.00	93,145.00	603,145.00
2022-23	525,000.00	75,411.25	600,411.25
2023-24	545,000.00	56,146.25	601,146.25
2024-25	565,000.00	34,900.00	599,900.00
2025-26	590,000.00	11,800.00	601,800.00
Total	\$6,775,000.00	\$1,637,452.25	\$8,412,452.25

Interest Rates:

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

Series refunding Taxable Series 2004 Certificates of Obligation.

ECONOMIC DEVELOPMENT FUND

Amended Budget 2012-13

<i>PROJECTED BEGINNING FUND BALANCE - INVENTORY OF LAND HELD FOR RESALE</i>		\$220,000
Economic Development - Land Purchases (Market Value)	<u>\$636,500</u>	
TOTAL CHANGE IN INVENTORY OF LAND HELD FOR RESALE	<u>\$636,500</u>	636,500
 <i>PROJECTED ENDING FUND BALANCE - INVENTORY OF LAND HELD FOR RESALE</i>		 <u><u>\$856,500</u></u>
<i>PROJECTED BEGINNING FUND BALANCE - ASSIGNED TO ECONOMIC DEVELOPMENT</i>		\$1,360,497
Change in Inventory of Land Held for Resale (Above)		(636,500)
 BUDGETED REVENUES		
Sale of Assets	\$292,400	(1)
Transfer from Dangerous Structure Fund	<u>650,000</u>	
TOTAL BUDGETED REVENUES	<u>\$942,400</u>	942,400
 BUDGETED EXPENDITURES		
Economic Development - Inventory Gain/Loss	\$313,500	
Economic Development - Corporate / Residential Relocation	200,000	
Economic Development - Redevelopment Operations - Commercial Façade Grant Program	<u>100,000</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$613,500</u>	<u>(613,500)</u>
 <i>PROJECTED ENDING FUND BALANCE - ASSIGNED TO ECONOMIC DEVELOPMENT</i>		 <u><u>\$1,052,897</u></u>

(1) Sale of land to KHOV.

SPECIAL REVENUE FUNDS

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

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

Donations - to account for voluntary contributions for community improvement.

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

Grants - to account for grant revenues and expenditures.

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

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

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

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

Cemetery – to account for grounds maintenance of Keenan Cemetery.

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

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

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

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

SPECIAL REVENUE FUND

Amended Budget 2012-13

Police Forfeiture Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>			\$193,546
BUDGETED REVENUES			
Court Ordered Forfeitures		<u>\$15,000</u>	
TOTAL BUDGETED REVENUES		<u>\$15,000</u>	15,000
BUDGETED EXPENDITURES			
Operating		\$15,000	
Federal Expenditures		101,000	
Community-Based Programs	20,000		
Firearms & Weapons	20,000		
Other	8,000		
Services	5,000		
Credit Card	1,000		
Communications & Computer	17,000		
Body Armor & Protective Gear	10,000		
Vehicle Maintenance	20,000		
Training		<u>20,000</u>	
TOTAL BUDGETED EXPENDITURES		<u>\$136,000</u>	<u>(136,000)</u>
 <i>PROJECTED ENDING FUND BALANCE</i>			 <u><u>\$72,546</u></u>

SPECIAL REVENUE FUND

Amended Budget 2012-13

Donations Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$134,148
BUDGETED REVENUES		
Donations Received for Animal Care	\$11,500	
Donations Received for Fire	11,900	
Donations Received for Historical Park	9,000	
Donations Received for Library	2,000	
Donations Received for Parks	400	
Donations Received for Police	2,000	
Donations Received for Senior Center	<u>3,200</u>	
TOTAL BUDGETED REVENUES	<u>\$40,000</u>	40,000
BUDGETED EXPENDITURES		
Animal Care - General	\$11,500	
Animal Care - Spay and Neuter	4,500	
Fire Combat Challenge	11,900	
Fire Training	800	
Historical Park		
Purchase Antiques	13,000	
Victorian House - Purchase Artifacts	6,500	
Log Cabins - Restoration Projects	1,480	
Human Resources - Wellness Program	9,000	
Library Materials	2,000	
Parks - Fishin' Fun Event	1,000	
Park Maintenance	2,000	
Police Training Aids & Equipment	5,000	
Senior Center	<u>3,200</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$71,880</u>	<u>(71,880)</u>
<i>PROJECTED ENDING FUND BALANCE (1)</i>		<u><u>\$102,268</u></u>

NOTE:

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

Animal Care/Spay Neuter	\$12,641
Art/Cultural	182
Branch One	306
Citizen Survey (Prior Year PO to be paid in 2012-13)	10,000
Farmers Branch Community Foundation	4,862
Fire	2,741
Fishin' Fun	1,634
Flexible Spending Refunds - Medical Reimbursement	9,849
Historical Park	6,558
Historical Park - General Store	(7,473)
Historical Park - Victorian House	517
Innovations	5,197
Library	15,246
Park Improvements	4,849
Police/Safety	14,539
Public Works	4
Senior Center	19,940
Spay/Neuter	676
	<u>\$102,268</u>

Negative fund balances will be corrected through the City's Year-End Budget Process.

SPECIAL REVENUE FUND
Amended Budget 2012-13

Youth Scholarship Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$27,242
BUDGETED REVENUES		
Youth Scholarship	<u>\$3,000</u>	
TOTAL BUDGETED REVENUES	<u>\$3,000</u>	3,000
BUDGETED EXPENDITURES		
Parks & Recreation	<u>\$5,900</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$5,900</u>	<u>(5,900)</u>
 <i>PROJECTED ENDING FUND BALANCE</i>		 <u><u>\$24,342</u></u>

SPECIAL REVENUE FUND
Amended Budget 2012-13

Grants Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$0
BUDGETED REVENUES		
Environmental Health	\$4,500	
Historical Park - General Store	6,750	
Police - CFTFK	5,250	
Fire - Trauma Grant	6,300	
Tourism - Bidy Girls Basketball	36,100	
Tourism - Premier Baseball	<u>30,900</u>	
TOTAL BUDGETED REVENUES	<u>\$89,800</u>	89,800
BUDGETED EXPENDITURES		
Texas Department of Health Chempack	\$4,500	
Historical Park - General Store	6,750	
Police - CFTFK Grant	5,250	
Fire - Trauma Grant	6,300	
Tourism - Bidy Girls Basketball	36,100	
Tourism - Premier Baseball	<u>30,900</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$89,800</u>	<u>(89,800)</u>
<i>PROJECTED ENDING FUND BALANCE</i>		<u><u>\$0</u></u>

Note: Deficits in beginning or ending fund balance are a result of a timing difference between grant expenditures incurred and the filing of requests for reimbursements.

SPECIAL REVENUE FUND
Amended Budget 2012-13

Building Security Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>			\$192,393
BUDGETED REVENUES			
Building Security		<u>\$36,700</u>	
TOTAL BUDGETED REVENUES		<u>\$36,700</u>	36,700
BUDGETED EXPENDITURES			
Supplies, Repairs and Maintenance		\$34,200	
Court Security		<u>23,500</u>	
TOTAL BUDGETED EXPENDITURES		<u>\$57,700</u>	<u>(57,700)</u>
 <i>PROJECTED ENDING FUND BALANCE</i>			 <u><u>\$171,393</u></u>

SPECIAL REVENUE FUND
Amended Budget 2012-13

Court Technology Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$259,345
BUDGETED REVENUES		
Court Fines	<u>\$50,000</u>	
TOTAL BUDGETED REVENUES	<u>\$50,000</u>	50,000
BUDGETED EXPENDITURES		
Court Technology	\$68,000	
Services	1,000	
Fixed Assets	38,000	
Equipment - Office	<u>40,200</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$147,200</u>	<u>(147,200)</u>
<i>PROJECTED ENDING FUND BALANCE</i>		<u><u>\$162,145</u></u>

SPECIAL REVENUE FUND

Amended Budget 2012-13

Landfill Closure/Post-Closure Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>			\$6,721,366
BUDGETED REVENUES			
Interest		<u>\$100,000</u>	
TOTAL BUDGETED REVENUES		<u>\$100,000</u>	100,000
BUDGETED EXPENDITURES			
Landfill Expansion Permit		\$700,000	
Landfill Expansion Lawsuite		500,000	
Installation and Improvement to Gas Collection System		751,000	
Carbon Credit Support for Calibration of Gas Meters		50,000	
Consultation & Design of Slurry Wall		<u>35,000</u>	
TOTAL BUDGETED EXPENDITURES		<u>\$2,036,000</u>	<u>(2,036,000)</u>
<i>PROJECTED ENDING FUND BALANCE</i>			<u><u>\$4,785,366</u></u>

SPECIAL REVENUE FUND
Amended Budget 2012-13

Stars Center Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$435,791
BUDGETED REVENUES		
Rent	\$660,000	
Interest	<u>3,000</u>	
TOTAL BUDGETED REVENUES	<u>\$663,000</u>	663,000
BUDGETED EXPENDITURES		
Debt Service Transfers	<u>\$604,800</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$604,800</u>	<u>(604,800)</u>
<i>PROJECTED ENDING FUND BALANCE</i>		<u><u>\$493,991</u></u>

SPECIAL REVENUE FUND
Amended Budget 2012-13

Cemetery Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$92,095
BUDGETED REVENUES		
Interest	\$4,000	
TOTAL BUDGETED REVENUES	\$4,000	4,000
BUDGETED EXPENDITURES		
Personal Services/Benefits	\$22,400	
Supplies	2,600	
Repairs and Maintenance	500	
Services	700	
TOTAL BUDGETED EXPENDITURES	\$26,200	(26,200)
<i>PROJECTED ENDING FUND BALANCE</i>		\$69,895

SPECIAL REVENUE FUND
Amended Budget 2012-13

Legal Defense Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$200,039
BUDGETED REVENUES		
Donations	<u>\$400,000</u>	
TOTAL BUDGETED REVENUES	<u>\$400,000</u>	400,000
BUDGETED EXPENDITURES		
Legal Expenses	<u>\$600,000</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$600,000</u>	<u>(600,000)</u>
 <i>PROJECTED ENDING FUND BALANCE</i>		 <u><u>\$39</u></u>

SPECIAL REVENUE FUND

Amended Budget 2012-13

Photographic Light System Fund

<i>PROJECTED BEGINNING FUND BALANCE</i>			\$254,777
BUDGETED REVENUES			
Red Light Enforcement		\$650,000	
Less State Revenue Sharing Costs		<u>111,400</u>	
TOTAL BUDGETED REVENUES		<u>\$538,600</u>	538,600
BUDGETED EXPENDITURES			
Personal Services/Benefits		\$27,200	
Supplies & Services		400,000	
Operating		<u>190,000</u>	
TOTAL BUDGETED EXPENDITURES		<u>\$617,200</u>	<u>(617,200)</u>
<i>PROJECTED ENDING FUND BALANCE</i>			<u><u>\$176,177</u></u>

SPECIAL REVENUE FUND

Amended Budget 2012-13

Dangerous Structures Bond Fund

<i>BEGINNING FUND BALANCE - INVENTORY OF LAND HELD FOR RESALE</i>		\$1,643,435
--	--	-------------

Neighborhood Revitalization - Land Purchases (Market Value)	\$335,000	
Neighborhood Revitalization - Land Sales (Market Value)	<u>(1,085,000)</u>	

TOTAL CHANGE - RESERVE FOR INVENTORY OF LAND	<u>(\$750,000)</u>	<u>(750,000)</u>
--	--------------------	------------------

<i>PROJECTED ENDING FUND BALANCE - INVENTORY OF LAND HELD FOR RESALE</i>		<u><u>\$893,435</u></u>
---	--	-------------------------

<i>BEGINNING FUND BALANCE - RESTRICTED TO FUND PURPOSES</i>		\$2,180,517
--	--	-------------

Change in Inventory (Above)		750,000
-----------------------------	--	---------

BUDGETED REVENUES

Interest	<u>\$10,000</u>	
TOTAL BUDGETED REVENUES	<u>\$10,000</u>	10,000

BUDGETED EXPENDITURES

Neighborhood Revitalization - Inventory Gain/Loss	\$600,000	
Redevelopment Operations	10,000	
Transfer to Economic Development Fund	<u>650,000</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$1,260,000</u>	<u>(1,260,000)</u>

<i>PROJECTED ENDING FUND BALANCE - RESTRICTED TO FUND PURPOSES</i>		<u><u>\$1,680,517</u></u>
---	--	---------------------------

SPECIAL REVENUE FUND
Amended Budget 2012-13

PEG Access Channel

<i>PROJECTED BEGINNING FUND BALANCE</i>		\$80,489
BUDGETED REVENUES		
Cable Franchise - Access Channel Fee	<u>\$60,000</u>	
TOTAL BUDGETED REVENUES	<u>\$60,000</u>	60,000
BUDGETED EXPENDITURES		
Supplies	<u>\$100,000</u>	
TOTAL BUDGETED EXPENDITURES	<u>\$100,000</u>	<u>(100,000)</u>
<i>PROJECTED ENDING FUND BALANCE</i>		<u><u>\$40,489</u></u>

FIXED ASSET FUND SUMMARY

	<u>FUND BALANCE 9/30/2012</u>	<u>AMENDED BUDGET 2012-13</u>
<i>BEGINNING FUND BALANCE</i>	\$ 1,189,268	\$ 784,268
ESTIMATED TRANSFER FROM OPERATING FUNDS		1,812,600
CREDIT OF PRIOR YEAR ASSIGNMENT		405,000
ESTIMATED FIXED ASSET PURCHASES		(2,839,350)
ASSIGNED FOR FUTURE PURCHASES	(405,000)	0
INSURANCE RECOVERY		
PROCEEDS FROM AUCTIONS		150,000
SALES PROCEEDS	<u> </u>	<u>325,000 (1)</u>
<i>ESTIMATED ENDING ASSIGNED FUND BALANCE</i>	<u><u>\$ 784,268</u></u>	<u><u>\$ 637,518</u></u>
<i>ASSIGNED FOR FUTURE PURCHASES, PROVIDED (USED):</i>	<u>PRIOR YEAR ASSIGNMENTS</u>	<u>CURRENT YEAR ASSIGNMENTS</u>
MOBILE VIDEO UNITS (Police)	\$ 85,000	
TELEPHONE EQUIPMENT (City Hall)		
9-1-1 EQUIPMENT (Police)	160,000	
FIRE EQUIPMENT	<u>160,000</u>	<u> </u>
<i>SUM OF CHANGES</i>	<u><u>\$ 405,000</u></u>	<u><u>\$ -</u></u>

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

FIXED ASSETS

DIVISION	DESCRIPTION		YEAR-END AMENDED BUDGET TRANSFERS 2011-12	ACTUAL PURCHASES 2011-12	AMENDED BUDGET TRANSFERS 2012-13	AMENDED BUDGET PLANNED PURCHASES 2012-13
General Administration	Copier		\$ 10,000	\$ 9,844	\$	\$
	Clock		7,800	7,800		
	Agenda System				20,900	20,900
	Division Total		<u>\$ 17,800</u>	<u>\$ 17,644</u>	<u>\$ 20,900</u>	<u>\$ 20,900</u>
Communications	Website Software		\$	\$	\$ 56,000	\$ 56,000
	Division Total		<u>\$</u>	<u>\$</u>	<u>\$ 56,000</u>	<u>\$ 56,000</u>
Information Services	Network Replacement/Upgrade Program		\$ 11,800	\$ 11,762	\$	\$
	Telephone System Replacement		80,000	229,400		
	Virtual Server Environment & Storage					300,000
	One Solution Software					300,000
	City Hall Camera Installation				41,100	41,100
	Phone Switch				7,500	7,500
	Core Network Switch				8,500	8,500
	SQL for One Solution				8,000	8,000
	VPN Software Replacement				8,000	8,000
	Division Total		<u>\$ 91,800</u>	<u>\$ 241,162</u>	<u>\$ 73,100</u>	<u>\$ 673,100</u>
Building Inspections	Vehicle(s)		\$	\$	\$ 41,600	\$ 41,600
	Division Total		<u>\$</u>	<u>\$</u>	<u>\$ 41,600</u>	<u>\$ 41,600</u>
Environmental Health	Artificial Turf		\$ 14,400	\$ 14,400	\$	\$
	Division Total		<u>\$ 14,400</u>	<u>\$ 14,400</u>	<u>\$</u>	<u>\$</u>
Public Works Admin.	Printer		\$	\$	\$ 5,400	\$ 5,400
	Division Total		<u>\$</u>	<u>\$</u>	<u>\$ 5,400</u>	<u>\$ 5,400</u>
Solid Waste	Roll-on/Roll-off Truck		\$ 150,000	\$ 149,895	\$	\$
	Grabber Truck				174,000	174,000
	Division Total		<u>\$ 150,000</u>	<u>\$ 149,895</u>	<u>\$ 174,000</u>	<u>\$ 174,000</u>
Street Maintenance	Backhoe/Loader		\$ 125,000	\$ 111,668	\$	\$
	Concrete Saw				19,000	19,000
	Programmable Message Board				32,500	32,500
	Traffic Signal Cabinet				10,000	10,000
	Division Total		<u>\$ 125,000</u>	<u>\$ 111,668</u>	<u>\$ 61,500</u>	<u>\$ 61,500</u>
Police Patrol	Vehicle(s)	(1)	\$ 188,000	\$ 245,646	\$ 27,000	\$ 202,000
	Mobile Video Units	(1)	25,000			85,000
	Division Total		<u>\$ 213,000</u>	<u>\$ 245,646</u>	<u>\$ 27,000</u>	<u>\$ 287,000</u>
Police Communications	Replacement 9-1-1 Equipment	(1)	\$ 100,000	\$ 12,000	\$ 30,000	\$ 190,000
	Division Total		<u>\$ 100,000</u>	<u>\$ 12,000</u>	<u>\$ 30,000</u>	<u>\$ 190,000</u>
Fire Operations	Ambulance Replacement	(1)	\$	\$	\$ 142,000	\$ 142,000
	Equipment Replacement		49,200	5,023	38,200	38,200
	Fire Ladder Truck		265,000	559,895		
	Vehicles				60,000	60,000
	Division Total		<u>\$ 314,200</u>	<u>\$ 564,918</u>	<u>\$ 240,200</u>	<u>\$ 240,200</u>

FIXED ASSETS

DIVISION	DESCRIPTION	YEAR-END AMENDED BUDGET TRANSFERS 2011-12	ACTUAL PURCHASES 2011-12	AMENDED BUDGET TRANSFERS 2012-13	AMENDED BUDGET PLANNED PURCHASES 2012-13
Building Maintenance	HVAC	\$	\$	\$ 136,000	\$ 136,000
	Division Total	<u>\$</u>	<u>\$</u>	<u>\$ 136,000</u>	<u>\$ 136,000</u>
Park Maintenance	Replacement Mower(s)	\$ 25,500	\$ 24,711	\$ 95,000	\$ 95,000
	Replacement 1-Ton Trucks (Qty 3)	124,000	118,633	120,000	120,000
	Replacement - 3/4 Ton Trucks (Qty 2)		17,442	48,800	48,800
	Aerator			24,500	24,500
	Ballfield Drag			14,300	14,300
	Line Cutter			7,100	7,100
	Sprayer			17,800	17,750
	Top Dresser			22,000	22,000
	Tractor			38,000	38,000
	Trailers			51,200	51,200
	Division Total	<u>\$ 149,500</u>	<u>\$ 160,786</u>	<u>\$ 438,700</u>	<u>\$ 438,650</u>
Recreation	Treadmills - Quantity of 4	\$ 25,000	\$ 22,770	\$	\$
	Division Total	<u>\$ 25,000</u>	<u>\$ 22,770</u>	<u>\$</u>	<u>\$</u>
Pool	ADA Approved Lift	\$ 8,000	\$ 5,980	\$	\$
	Slide Steps & Platform Replacement	12,000	10,946		
	Division Total	<u>\$ 20,000</u>	<u>\$ 16,926</u>	<u>\$</u>	<u>\$</u>
Senior Center	Treadmills - Quantity of 3	\$ 15,000	\$ 14,906	\$	\$
	Division Total	<u>\$ 15,000</u>	<u>\$ 14,906</u>	<u>\$</u>	<u>\$</u>
Events	Christmas Tree	\$	\$	\$ 8,200	\$ 8,200
	Division Total	<u>\$</u>	<u>\$</u>	<u>\$ 8,200</u>	<u>\$ 8,200</u>
Library	Library Materials	\$ 210,000	\$ 209,936	\$ 210,000	\$ 210,000
	Division Total	<u>\$ 210,000</u>	<u>\$ 209,936</u>	<u>\$ 210,000</u>	<u>\$ 210,000</u>
Water & Sewer Operations	Large Water Meters	\$ 50,000	\$ 46,840	\$ 50,000	\$ 50,000
	Vehicle	62,000	63,418		
	Vacuum Truck			240,000	246,800
	Division Total	<u>\$ 112,000</u>	<u>\$ 110,258</u>	<u>\$ 290,000</u>	<u>\$ 296,800</u>
Equipment Services	Heater	\$ 5,200	\$	\$	\$
	Division Total	<u>\$ 5,200</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Total		<u>\$ 1,562,900</u>	<u>\$ 1,892,915</u>	<u>\$ 1,812,600</u>	<u>\$ 2,839,350</u>
Totals by Fund:					
	General Fund	\$ 1,445,700	\$ 1,782,657	\$ 1,522,600	\$ 2,542,550
	Water & Sewer Fund	112,000	110,258	290,000	296,800
	Internal Service Fund	5,200			
		<u>\$ 1,562,900</u>	<u>\$ 1,892,915</u>	<u>\$ 1,812,600</u>	<u>\$ 2,839,350</u>

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

CAPITAL IMPROVEMENT PROGRAM BUDGET

PROPOSED AMENDED BUDGET 2012-13

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

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

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

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

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

Tax Increment Finance District #1 Fund: The Mercer Crossing TIF district expires in 2018 and the fund will be active until that expiration date. Revenues will be generated from bonds, developers' contributions and advances, and property tax payments.

Tax Increment Finance District #2 Fund: The Old Farmers Branch TIF district expires in 2019 and the fund will be active until that expiration date. Revenues will be generated from bonds, developers' contributions and advances, and property tax payments.

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

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

Capital Improvement Program Budget

Project Change Descriptions for 2012- 13 Proposed Amended Budget

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

NON-BOND FUND

Mustang Trails Erosion

(\$43,810) Continuation of control work of erosion on Mustang Trails completed in 2005. Majority of work completed. Decrease requested (\$43,810).

Traffic Signals Rehabilitation

\$43,810 Design, development and installation of traffic signal upgrades throughout City. Increase requested \$43,810.

Colinas Crossing Trails

(\$12,164) Funds the construction of a public trail on Colinas Crossing Corporation property along the east bank of the Elm Fork of the Trinity River between Luna and Royal Lane. Project completed and closed. Decrease requested (\$12,164).

Traffic Signals Rehabilitation

\$12,164 Design and installation of traffic signal improvements at signalized intersections throughout City. Increase requested \$12,164.

Campion Trail Connector

\$100,000 Developer contribution to design and construct trail to connect existing Campion Trail to the Royal Lane bridge over Elm fork of the Trinity river. Increase requested \$100,000.

Galleria/McEwen Extension

(\$68,600) Developer's contribution for the extension of McEwen road to Galleria. Developer has filed bankruptcy requiring \$68,600 unclaimed funds payment to state of Texas. Decrease (\$68,600). Budget impact \$0

Hotel/Motel CIP FUND

No Adjustments requested.

NON-BOND UTILITY FUND

Technology and Security

(\$68,000) Provides system-wide improvements to the water distribution system. Improvements consist of technology upgrades of system control, equipment and systems to continuously monitor water quality and security improvements. Decrease requested (\$68,000).

I&I Repairs

\$68,000 Yearly program that will provide for the Inflow and Infiltration reduction improvements on the sanitary sewer system. Expenditures in future years will focus on identifying problem areas within City so repairs can be made. Increase requested \$68,00.

DART LOCAL ASSISTANCE PROGRAM FUND

Luna/LBJ Traffic Signal

(\$101,681) Provides funding for the replacement of the existing traffic signal at LBJ Freeway and Luna Road, which is too close to the curb and has been struck several times by motorists. Project completed. Decrease requested (\$101,681).

Traffic Signals Rehabilitation

\$101,681 Design and installation of traffic signal improvements at signalized intersections throughout City. . Increase requested \$101,681.

TAX INCREMENT FINANCE DISTRICT #1

City and School Administrative Fees

(\$48,603) Costs/fees for administration and development of TIF projects. Decrease is in relation to decrease in revenue projections. Decrease requested (\$48,603)

Developer Reimbursements

\$250,00 To provide for reimbursements requested by developer. Increase requested \$250,000.

Zone School Project Costs (CFBISD)

(\$706,920) Costs reimbursed to Carrollton-Farmers Branch School District. Decrease is in relation to decrease in revenue projections. Decrease requested (\$706,920).

TAX INCREMENT FINANCE DISTRICT #2

Zone School Project Costs

(\$20,042) Costs reimbursed to Carrollton-Farmers Branch School District. Decrease is in relation to decrease in revenue projections. Decrease requested (\$20,042).

RADIO SYSTEM UPGRADE BOND

Bond Issuance costs

\$53,500 Costs associated with issuance of bonds to fund project. Increase requested \$53,500.

Radio Upgrade Project

(\$53,500) To adjust for the cost associated with the issuance of bonds to fund project. Decrease requested (\$53,500).

AQUATICS CENTER BOND

Bond Issuance costs

\$55,000 Costs associated with issuance of bonds to fund project. Increase requested \$55,000.

Aquatics Center Project

\$7,095,000 Demolition of current Don Showman pool. Design, construction and equipping of new aquatics center at same location. Increase requested \$7,095,000.

**CITY OF FARMERS BRANCH
CAPITAL IMPROVEMENT PROGRAM
SUMMARY
PROPOSED AMENDED BUDGET 2012-13**

		PRIOR YEARS	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
REVENUES									
Non-Bond CIP	\$ 75,859,964	74,914,027	482,596	213,341	250,000				
Hotel/Motel CIP	\$ 4,341,534	4,341,534							
Non-Bond Utility	\$ 45,432,138	29,408,881	2,130,950	2,231,259	2,331,572	2,331,888	2,332,207	2,332,529	2,332,854
DART LAP	\$ 25,751,425	25,221,660	529,765						
Tax Increment Finance District #1	\$ 31,923,099	23,981,258	1,100,964	1,111,973	1,123,093	1,134,324	1,145,667	1,157,124	1,168,695
Tax Increment Finance District #2	\$ 1,584,120	786,381	97,981	102,879	108,022	113,422	119,092	125,045	131,297
Street Improvement/Animal Shelter Bond	\$ 8,170,849	8,170,849							
Fire Station 1 Relocation Bond	\$ 5,633,031	5,633,031							
Radio System Bond	\$ 3,000,000		3,000,000						
Aquatics Center Bond	\$ 7,150,000		7,150,000						
TOTAL REVENUES	\$ 208,846,160	172,457,621	14,492,256	3,659,453	3,812,687	3,579,634	3,596,966	3,614,698	3,632,846
EXPENDITURES									
Non-Bond CIP	\$ 75,825,839	74,603,017	918,172	154,650	150,000				
Hotel/Motel CIP	\$ 4,334,232	4,285,589	48,643						
Non-Bond Utility	\$ 45,198,356	22,180,555	4,278,301	2,650,000	2,570,000	2,500,000	2,320,000	6,379,500	2,320,000
DART LAP	\$ 25,743,158	24,685,212	1,057,946						
Tax Increment Finance District #1	\$ 30,767,347	23,890,762	871,932	1,409,680	1,662,568	722,940	729,669	736,466	743,330
Tax Increment Finance District #2	\$ 756,014	532,524	75,966	21,689	22,773	23,912	25,107	26,363	27,681
Street Improvement/Animal Shelter Bond	\$ 8,170,850	8,170,850							
Fire Station 1 Relocation Bond	\$ 5,633,031	5,595,583	37,448						
Radio System Bond	\$ 3,000,000		3,000,000						
Aquatics Center Bond	\$ 7,150,000		1,055,000	6,095,000					
TOTAL EXPENDITURES	\$ 206,578,826	163,944,092	11,343,408	10,331,019	4,405,341	3,246,851	3,074,776	7,142,328	3,091,011

**CITY OF FARMERS BRANCH
 CAPITAL IMPROVEMENT PROGRAM
 NON-BOND CIP FUND
 PROPOSED AMENDED BUDGET 2012-13**

	PROJECT BUDGET	PRIOR YEARS	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
REVENUE SOURCES:									
<i>Miscellaneous Revenues</i>									
Prior Year Revenue	\$ 4,240,303	4,240,303							
North Texas Tollway Authority	\$ 150,000	150,000							
Interest	\$ 8,434,857	8,434,857							
Developer Contributions	\$ 1,247,919	1,147,919	100,000						
Dallas County	\$ 260,358	260,358							
Public Improvement District [1]	\$ 3,568,918	3,568,918	-						
Las Campanas Wall Assessment	\$ 110,295	80,983	15,971	13,341					
Hotel/Motel Fund Transfer	\$ 466,200	466,200							
TIF # 2 Reimbursement	\$ 200,000		50,000	50,000	100,000				
DART Signal Reimbursement	\$ 97,467	97,467							
TxDOT (LBJ Express)	\$ 967,070	538,750	128,320	150,000	150,000				
CDBG Funds	\$ 785,077	596,772	188,305						
Subtotal Revenues Excluding Transfers	\$ 20,528,464	19,582,527	482,596	213,341	250,000				
<i>Transfer of General Fund Balance</i>									
Prior Year Revenue	\$ 19,441,000	19,441,000							
Subtotal Transfer of General Fund Balance	\$ 19,441,000	19,441,000							
<i>General Fund Transfers</i>									
Prior Year Revenue	\$ 8,388,000	8,388,000							
Street Program Transfer [2]	\$ 14,818,000	14,818,000							
Subtotal General Fund Transfers	\$ 23,206,000	23,206,000							
<i>Departmental Transfers</i>									
Prior Year Revenue	\$ 11,555,500	11,555,500							
Playground/Park Renovations	\$ 375,000	375,000							
Streets/Railroad Crossings	\$ 754,000	754,000							
Subtotal Departmental Transfers	\$ 12,684,500	12,684,500							
TOTAL REVENUES:	\$ 75,859,964	74,914,027	482,596	213,341	250,000				
PROJECTED EXPENDITURES									
Completed Projects									
Prior Years [3]	\$ 55,225,152	55,225,152							
Liberty Plaza	\$ 429,858	429,858							
Screen Wall Assistance	\$ 185,196	185,196							
City Entryway Enhancements	\$ 48,878	48,878							
Field of Blue Statue	\$ 24,500	24,500							
CDBG Project 2008-10	\$ 136,693	136,693							
Railroad Crossing Signal Controllers (DART)	\$ 150,000	97,767	52,233						

**CITY OF FARMERS BRANCH
 CAPITAL IMPROVEMENT PROGRAM
 NON-BOND CIP FUND
 PROPOSED AMENDED BUDGET 2012-13**

Current and Future Projects

	PROJECT BUDGET	PRIOR YEARS	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Mustang Trail Erosion Control	\$ 399,441	201,207	193,584	4,650					
Playground/Park Renovations	\$ 579,386	579,386							
Redevelopment Program	\$ 2,816,584	2,810,802	5,782						
Railroad Crossing Improvements	\$ 588,841	588,841							
CDBG Project 2010-11	\$ 126,425	126,425							
Streetscape Enhancements	\$ 292,114	292,114							
Colinas Crossing Trail	\$ 236,761	236,761							
Galleria/McEwen	\$ 95,000	-	95,000						
Street Resurfacing	\$ 7,490,278	7,490,278							
LBJ Express	\$ 917,070	351,477	265,593	150,000	150,000				
-Monument Signs (LBJ/Josey, Webb Chapel)	\$ 50,000		50,000						
CDBG Project 2011-12	\$ 153,046	139,365	13,681						
CDBG Project 2012-13 Goodwater	\$ 86,325		86,325						
Trail Expansions	\$ 100,000	100,000							
Traffic Signals Rehabilitation	\$ 55,974		55,974						
Campion Trail Connector	\$ 100,000		100,000						
Farmers Branch Station Streets	\$ 57,128	57,128							
TOTAL PLANNED EXPENDITURES:	\$ 70,344,650	69,121,828	918,172	154,650	150,000				
Transfers	\$ 5,481,189	5,481,189							
TOTAL EXPENDITURES:	\$ 75,825,839	74,603,017	918,172	154,650	150,000				
RESERVED FOR CONTINGENCIES:	\$ 34,125	311,010	(124,566)	(65,875)	34,125	34,125	34,125	34,125	34,125

[1] Funding is from savings resulting from the early payoff of public improvement district (PID) debt.

[2] Anticipated \$200,000 loan repayment from TIF #2 and land sale proceeds are not included.

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

**CITY OF FARMERS BRANCH
 CAPITAL IMPROVEMENT PROGRAM
 HOTEL/MOTEL CIP FUND
 PROPOSED AMENDED BUDGET 2012-13**

	PROJECT BUDGET	PRIOR YEARS	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
REVENUE SOURCES:									
Appropriated Fund Balance	\$ 200,199	200,199							
Interest	\$ 296,935	296,935							
Hotel/Motel Transfer from Non-Bond CIP	\$ 360,400	360,400							
Special Revenue Donations	\$ 75,000	75,000							
Hotel/Motel Transfers	\$ 3,409,000	3,409,000							
TOTAL REVENUES:	\$ 4,341,534	4,341,534							
PROJECTED EXPENDITURES									
Completed Projects									
Prior Years [1]	\$ 4,051,632	4,051,632							
Historical Park Masterplan	\$ 28,500	28,500							
Historical Park General Store	\$ 100,000	52,455	47,545						
Historical Park Bridge & Pathways	\$ 154,100	153,002	1,098						
TOTAL EXPENDITURES:	\$ 4,334,232	4,285,589	48,643						
RESERVED FOR CONTINGENCIES:	\$ 7,303	55,946	7,303	7,303	7,303	7,303	7,303	7,303	7,303

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

**CITY OF FARMERS BRANCH
 CAPITAL IMPROVEMENT PROGRAM
 NON-BOND UTILITY FUND
 PROPOSED AMENDED BUDGET 2012-13**

	PROJECT BUDGET	PRIOR YEARS	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
REVENUE SOURCES:									
Transfer from Water & Sewer Fund Operations [1]	\$ 33,999,346	18,199,346	2,100,000	2,200,000	2,300,000	2,300,000	2,300,000	2,300,000	2,300,000
Transfer from Water & Sewer Fund - Fund Balance	\$ 6,200,000	6,200,000							
Transfer from Sewer Interceptor Fund	\$ 1,495,069	1,495,069							
Transfer from Fixed Asset Fund	\$ 213,166	213,166							
Developer Contribution	\$ 5,500	5,500							
Interest	\$ 3,236,752	3,013,495	30,950	31,259	31,572	31,888	32,207	32,529	32,854
CDBG	\$ 282,305	282,305							
TOTAL REVENUES:	\$ 45,432,138	29,408,881	2,130,950	2,231,259	2,331,572	2,331,888	2,332,207	2,332,529	2,332,854
PROJECTED EXPENDITURES									
Completed Projects									
Prior Years [2]	\$ 7,699,812	7,699,812							
Benchmark Water/SS Line	\$ 392,611	392,611							
Current and Future Projects									
Utility Replacement & Improvements	\$ 23,091,000	7,976,717	2,514,283	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000
I & I Repairs	\$ 2,128,187	614,302	463,885	300,000	150,000	150,000	150,000	150,000	150,000
Service Center Improvements	\$ 4,800,000	40,500	700,000	-	-			4,059,500	
Council Rebate	\$ -	0							
Motor/Pump/Tank Improvements	\$ 2,392,402	1,807,202	95,200	70,000	140,000	70,000	70,000	70,000	70,000
Technology/Security Improvements	\$ 1,707,166	790,837	376,329	180,000	180,000	180,000			
Sanitary Sewer Protection- Farmers Branch Creek	\$ 690,000	613,919	76,081						
Farmers Branch Station Streets	\$ 833,070	780,547	52,523						
TOTAL PLANNED EXPENDITURES:	\$ 43,734,249	20,716,448	4,278,301	2,650,000	2,570,000	2,500,000	2,320,000	6,379,500	2,320,000
Transfers	\$ 1,464,107	1,464,107							
TOTAL EXPENDITURES:	\$ 45,198,356	22,180,555	4,278,301	2,650,000	2,570,000	2,500,000	2,320,000	6,379,500	2,320,000
RESERVED FOR CONTINGENCIES:	\$ 233,782	7,228,326	5,080,975	4,662,234	4,423,806	4,255,693	4,267,900	220,929	233,782

[1] Transfer from Water & Sewer Operations. This is a planned use of fund balance for capital improvements.

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

**CITY OF FARMERS BRANCH
 CAPITAL IMPROVEMENT PROGRAM
 DART LOCAL ASSISTANCE PROGRAM FUND
 PROPOSED AMENDED BUDGET 2012-13**

	PROJECT BUDGET	PRIOR YEARS	2012-2013
REVENUE SOURCES:			
Dart Technical Assistance Program	\$ 243,912	243,912	
Dart Capital Assistance Program (CAP)			
CAP Allocation (Not Yet Rec'd)	\$ 57,363	57,363	
CAP Allocation Received	\$ 8,910,239	8,910,239	
TxDOT Grant	\$ 415,557	415,557	
TxDOT RTR (NCTCOG)	\$ 532,160	2,395	529,765
Interest (Operating Account)	\$ 571,973	571,973	
Dallas County	\$ 648,012	648,012	
Texas Comptroller	\$ 27,588	27,588	
DART Local Assistance Program (LAP)			
LAP Allocation (Not Yet Rec'd)	\$ 857,140	857,140	
LAP Allocation Received	\$ 13,487,481	13,487,481	
TOTAL REVENUES:	\$ 25,751,425	25,221,660	529,765

PROJECTED EXPENDITURES

TECHNICAL ASSISTANCE PROGRAM	\$ 159,997	159,997	
Completed Projects			
Prior Years [1]	\$ 122,344	122,344	
<i>Subtotal</i> Technical Assistance Program	\$ 282,341	282,341	
CAPITAL ASSISTANCE PROGRAM			
Completed Projects			
Prior Years [1]	\$ 20,607,205	20,607,205	
Traffic Signal Communications	\$ 332,125	332,125	
Current and Future Projects			
Valley View West	\$ 1,967,066	1,967,066	
Incident Detection and Response Phase 2	\$ 416,193	416,193	-
Luna/LBJ Traffic Signal	\$ 86,697	86,697	
Midway/Beltwood Intersection Improvements	\$ 9,250	9,250	
Traffic Counts	\$ 30,000	-	30,000
DART Green Line Trail	\$ 324,000	69,879	254,121
Trails	\$ 135,000		135,000
Traffic Signals Rehabilitation	\$ 101,681		101,681
Farmers Branch Station Streets/Transit Center	\$ 1,451,600	914,456	537,144
TOTAL EXPENDITURES:	\$ 25,743,158	24,685,212	1,057,946
RESERVED FOR CONTINGENCIES:	\$ 8,267	536,448	8,267

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

CMS (post 1996) rolled into DART Allocation line item

**CITY OF FARMERS BRANCH
CAPITAL IMPROVEMENT PROGRAM
TAX INCREMENT FINANCE DISTRICT #1 FUND
PROPOSED AMENDED BUDGET 2012-13**

	PROJECT BUDGET	PRIOR YEARS	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
REVENUE SOURCES:									
CFBISD (100%)	\$ 16,058,603	9,327,874	933,069	942,400	951,824	961,342	970,956	980,665	990,472
City of Farmers Branch (35%)	\$ 1,532,828	996,708	74,322	75,065	75,815	76,574	77,339	78,113	78,894
Dallas County Hospital District (34%)	\$ 846,768	580,219	36,951	37,321	37,694	38,071	38,452	38,836	39,224
Dallas County (34%)	\$ 612,911	373,804	33,147	33,479	33,813	34,151	34,493	34,838	35,186
Dallas County Community College District (35%)	\$ 316,623	195,755	16,756	16,923	17,092	17,263	17,436	17,610	17,786
Valwood Improvement Authority (50% - M&O Rate)	\$ 189,287	148,105	5,709	5,766	5,824	5,882	5,941	6,000	6,060
Dallas Independent School District (35%)	\$ 53,503	53,503							
Developer Advance [1]	\$ 11,601,824	11,601,824							
Interest	\$ 710,753	703,467	1,010	1,020	1,030	1,041	1,051	1,062	1,072
TOTAL REVENUES:	\$ 31,923,099	23,981,258	1,100,964	1,111,973	1,123,093	1,134,324	1,145,667	1,157,124	1,168,695
PROJECTED EXPENDITURES									
Completed Projects									
Prior Years [2]	\$ 3,245,649	3,245,649							
Current and Future Projects									
City and School Administrative Fees	\$ 562,347	212,347	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Developer Reimbursement [3]	\$ 3,732,937	3,732,937							
Zone School Project Costs (CFBISD) [4]	\$ 10,776,393	6,064,882	653,149	659,680	666,277	672,940	679,669	686,466	693,330
Zone School Project Costs (DISD) [5]	\$ 1,937	1,937							
Mercer Parkway	\$ 3,650,000	3,531,657	118,343						
Lake Improvements: north of I-635	\$ 1,353,709	1,343,709	10,000						
"Peninsula Tract" Improvements [6]	\$ 3,018,835	2,980,332	38,504						
Remaining West Side Projects [1]	\$ 4,099,723	2,453,432	-	700,000	946,291				
Mercer Parkway Extension (Luna to I-35)	\$ 364,450	364,450							
Knightsbridge Road	\$ 363,700	363,700							
Bond Street	\$ 363,700	363,700							
East Lift Station (west of I35, north of IH635)	\$ 2,026,987	380,696		700,000	946,291				
Luna Road Lift Station	\$ 632,140	632,140							
Lake Improvements: South of I-635	\$ 348,745	348,745							
TOTAL PLANNED EXPENDITURES:	\$ 30,441,530	23,564,945	871,932	1,409,680	1,662,568	722,940	729,669	736,466	743,330
Transfers	\$ 325,817	325,817							
TOTAL EXPENDITURES	\$ 30,767,348	23,890,762	871,932	1,409,680	1,662,568	722,940	729,669	736,466	743,330
RESERVED FOR CONTINGENCIES: [7]	\$ 1,155,751	90,496	319,527	21,820	(517,654)	(106,270)	309,729	730,387	1,155,751

[1] Projects, which include Mercer Parkway Extension, Knightsbridge Road, Bond Street, East Side Lift Station, Luna Road Lift Station, and Lake Improvements, south of IH-635, are currently on hold until developer advances funds for construction.

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

[3] Developer reimbursements to be based on provisions of Developer Agreements Nos. 1-8. (Principal and Interest as of Sept. 30th 2011 is \$13,631,069).

[4] Figures represent 65% of CFBISD revenue payment.

[5] Figures represent 20% of DISD revenue payment.

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

[7] Does not include future projects or overpayments/refunds.

**CITY OF FARMERS BRANCH
 CAPITAL IMPROVEMENT PROGRAM
 TAX INCREMENT FINANCE DISTRICT #2 FUND
 PROPOSED AMENDED BUDGET 2012-13**

	PROJECT BUDGET	PRIOR YEARS	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
REVENUE SOURCES:									
CFBISD (100%)	\$ 926,438	365,840	68,853	72,295	75,910	79,705	83,691	87,875	92,269
City of Farmers Branch (100%)	\$ 261,666	127,209	16,514	17,340	18,207	19,117	20,073	21,076	22,130
Dallas County Hospital District (55%)	\$ 72,938	35,284	4,625	4,856	5,099	5,354	5,621	5,902	6,198
Dallas County (55%)	\$ 60,597	26,819	4,149	4,356	4,574	4,802	5,043	5,295	5,559
Dallas County Community College District (100%)	\$ 53,629	22,647	3,805	3,995	4,195	4,405	4,625	4,857	5,099
Non-Bond CIP Fund Advance	\$ 200,000	200,000							
Interest [1]	\$ 8,853	8,582	36	37	38	39	39	40	41
TOTAL REVENUES:	\$ 1,584,120	786,381	97,981	102,879	108,022	113,422	119,092	125,045	131,297
PROJECTED EXPENDITURES									
Completed Projects									
Prior Years [2]	\$ 14,943	14,943							
Phase One Public Imp./Enhancements	\$ 144,999	144,999							
Current and Future Projects									
Zone School Project Costs [3]	\$ 258,534	90,355	20,656	21,689	22,773	23,912	25,107	26,363	27,681
City and School Administrative Fees	\$ 62,537	62,537							
Farmers Branch Station Streets	\$ 225,000	219,690	5,310						
TOTAL PLANNED EXPENDITURES:	\$ 706,014	532,524	25,966	21,689	22,773	23,912	25,107	26,363	27,681
Transfers	\$ 50,000	-	50,000						
TOTAL EXPENDITURES	\$ 756,014	532,524	75,966	21,689	22,773	23,912	25,107	26,363	27,681
RESERVED FOR CONTINGENCIES:	\$ 828,107	253,857	275,873	357,063	442,312	531,823	625,808	724,491	828,107

[1] Includes bond premiums, interest income, and accrued interest.

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

[3] Figures represent 30% of CFBISD revenue payment.

**CITY OF FARMERS BRANCH
 CAPITAL IMPROVEMENT PROGRAM
 RADIO SYSTEM UPGRADE FUND
 PROPOSED AMENDED BUDGET 2012-13**

REVENUE SOURCES:

Bond Proceeds
 Reimbursements From Participants Cities
 Interest

TOTAL REVENUES:

PROJECT BUDGET	PRIOR YEARS	2012-13
\$ 3,000,000		3,000,000
\$		
\$		
\$ 3,000,000		3,000,000

PROJECTED EXPENDITURES

Current and Future Projects

Radio Upgrade Project
 Expenses Related to Participant Cities
 Bond Issuance Costs

TOTAL PLANNED EXPENDITURES:

Transfers

TOTAL EXPENDITURES

RESERVED FOR CONTINGENCIES:

\$ 2,946,500		2,946,500
\$		
\$ 53,500		53,500
\$ 3,000,000		3,000,000
\$		
\$ 3,000,000		3,000,000
\$		

CITY OF FARMERS BRANCH
 CAPITAL IMPROVEMENT PROGRAM
 AQUATICS CENTER
 PROPOSED AMENDED BUDGET 2012-13

	PROJECT BUDGET	PRIOR YEARS	2012-13	2013-2014
REVENUE SOURCES:				
Bond Proceeds	\$ 7,150,000		7,150,000	
Interest	\$			
TOTAL REVENUES:	\$ 7,150,000		7,150,000	
PROJECTED EXPENDITURES				
Current and Future Projects				
Aquatics Center Project	\$ 7,095,000		1,000,000	6,095,000
Bond Issuance Costs	\$ 55,000		55,000	
TOTAL PLANNED EXPENDITURES:	\$ 7,150,000		1,055,000	6,095,000
Transfers	\$			
TOTAL EXPENDITURES	\$ 7,150,000		1,055,000	6,095,000
RESERVED FOR CONTINGENCIES:	\$		6,095,000	

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

AMENDED BUDGET 2012-13

		GENERAL FUND	FIXED ASSET FUND	WATER & SEWER FUND	HOTEL/ MOTEL FUND
FUND BALANCE 9/30/2012	(1)	\$ 8,629,830	\$ 784,268	\$ 2,342,328	\$ 397,176
2012-13 ESTIMATED REVENUES		\$ 44,731,800	\$ 2,692,600	\$ 15,555,100	\$ 2,290,500
2012-13 ESTIMATED EXPENDITURES		<u>45,269,500</u>	<u>2,839,350</u>	<u>15,624,700</u>	<u>2,318,100</u>
ADDITION TO (USE OF) FUND BALANCE		<u>\$ (537,700)</u>	<u>\$ (146,750)</u>	<u>\$ (69,600)</u>	<u>\$ (27,600)</u>
ESTIMATED FUND BALANCE 9/30/2013		<u>\$ 8,092,130</u>	<u>\$ 637,518 (2)</u>	<u>\$ 2,272,728</u>	<u>\$ 369,576</u>
TARGET BALANCES					
	High	\$ 8,749,380 (3)	\$ 300,000	\$ 2,000,000	\$ 300,000
	Low	\$ 6,562,035 (3)			

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

(1) Actual per 9/30/12 Comprehensive Annual Financial Report. Fixed Asset Fund Balance has been adjusted for \$405,000 in 2011-12 assigned purchases

(2) The Estimated Ending Fund Balance 9/30/2013 reflects an adjustment for the use of prior year assigned balances totaling \$405,000 for the purchase of mobile video units (\$85,000), 9-1-1 equipment (\$160,000) and fire equipment (\$160,000).

(3) The General Fund target balance has been adjusted for \$1,522,600 of General Fund fixed asset transfers. A General Fund balance target is defined as a target range with a low end of 15% and a high end of 20% of the actual GAAP basis expenditures and other financing sources and uses.

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

AMENDED BUDGET 2012-13

		GENERAL FUND	FIXED ASSET FUND	WATER & SEWER FUND	HOTEL/ MOTEL FUND
FUND BALANCE 9/30/2012	(1)	\$ 8,629,830	\$ 784,268	\$ 2,342,328	\$ 397,176
2012-13 ESTIMATED REVENUES		\$ 44,731,800	\$ 2,692,600	\$ 15,555,100	\$ 2,290,500
2012-13 ESTIMATED EXPENDITURES		<u>44,969,500</u>	<u>2,839,350</u>	<u>15,549,700</u>	<u>2,268,100</u>
ADDITION TO (USE OF) FUND BALANCE		<u>\$ (237,700)</u>	<u>\$ (146,750)</u>	<u>\$ 5,400</u>	<u>\$ 22,400</u>
ESTIMATED FUND BALANCE 9/30/2013		<u>\$ 8,392,130</u>	<u>\$ 637,518 (2)</u>	<u>\$ 2,347,728</u>	<u>\$ 419,576</u>
TARGET BALANCES	High	\$ 8,689,380 (3)	\$ 300,000	\$ 2,000,000	\$ 300,000
	Low	\$ 6,517,035 (3)			

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

(1) Actual per 9/30/12 Comprehensive Annual Financial Report. Fixed Asset Fund Balance has been adjusted for \$405,000 in 2011-12 assigned purchases.

(2) The Estimated Ending Fund Balance 9/30/2013 reflects an adjustment for the use of prior year assigned balances totaling \$405,000 for the purchase of mobile video units (\$85,000), 9-1-1 equipment (\$160,000) and fire equipment (\$160,000).

(3) The General Fund target balance has been adjusted for \$1,522,600 of General Fund fixed asset transfers. A General Fund balance target is defined as a target range with a low end of 15% and a high end of 20% of the actual GAAP basis expenditures and other financing sources and uses.

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

ADOPTED FISCAL YEAR BUDGET 2012-13

		GENERAL FUND	FIXED ASSET FUND	WATER & SEWER FUND	HOTEL/ MOTEL FUND
FUND BALANCE 9/30/2011	(1)	\$ 9,280,794	\$ 539,955	\$ 2,412,512	\$ 502,243
2011-12 ESTIMATED REVENUES		\$ 44,289,500	\$ 2,542,200	\$ 14,200,100	\$ 1,954,800
2011-12 ESTIMATED EXPENDITURES		<u>45,541,500</u>	<u>2,401,800</u>	<u>14,474,000</u>	<u>2,156,800</u>
ADDITION TO (USE OF) FUND BALANCE		<u>\$ (1,252,000)</u>	<u>\$ 140,400</u>	<u>\$ (273,900)</u>	<u>\$ (202,000)</u>
ESTIMATED FUND BALANCE 9/30/2012		<u>\$ 8,028,794</u>	<u>\$ 680,355</u> (2)	<u>\$ 2,138,612</u>	<u>\$ 300,243</u>
2012-13 ESTIMATED REVENUES		\$ 44,108,800	\$ 2,625,500	\$ 15,383,600	\$ 2,137,800
2012-13 ESTIMATED EXPENDITURES		<u>44,374,600</u>	<u>2,765,450</u>	<u>15,476,100</u>	<u>2,212,000</u>
ADDITION TO (USE OF) FUND BALANCE SUB-TOTAL		<u>\$ (265,800)</u>	<u>\$ (139,950)</u>	<u>\$ (92,500)</u>	<u>\$ (74,200)</u>
ESTIMATED FUND BALANCE 9/30/2013		<u>\$ 7,762,994</u>	<u>\$ 540,405</u>	<u>\$ 2,046,112</u>	<u>\$ 226,043</u>
TARGET BALANCES	High	\$ 8,583,820 (3)	\$ 300,000	\$ 2,000,000	\$ 300,000
	Low	\$ 6,656,190 (3)			

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

(1) Actual per 9/30/11 Comprehensive Annual Financial Report. Fixed Asset Fund Balance has been adjusted for \$600,000 in 2010-11 assigned purchases.

(2) The Estimated Ending Fund Balance 9/30/2012 reflects an adjustment for the use of prior year assigned balances totaling \$440,000 for the purchase of telephone equipment (\$40,000) and fire equipment (\$400,000). Remaining prior year assigned fund balance totaling \$160,000 and current year assigned fund balance totaling \$245,000 are designated for the future purchase of mobile video units (\$85,000), 9-1-1 equipment (\$160,000) and fire equipment (\$160,000).

(3) The General Fund target balance has been adjusted for \$1,455,500 of General Fund fixed asset transfers. A General Fund balance target is defined as a target range with a low end of 15% and a high end of 20% of the actual GAAP basis expenditures and other financing sources and uses.

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

ADOPTED FISCAL YEAR BUDGET 2012-13

		GENERAL FUND	FIXED ASSET FUND	WATER & SEWER FUND	HOTEL/ MOTEL FUND
FUND BALANCE 9/30/2011	(1)	\$ 9,280,794	\$ 539,955	\$ 2,412,512	\$ 502,243
2011-12 ESTIMATED REVENUES		\$ 44,289,500	\$ 2,542,200	\$ 14,200,100	\$ 1,954,800
2011-12 ESTIMATED EXPENDITURES		<u>45,341,500</u>	<u>2,401,800</u>	<u>14,399,000</u>	<u>2,106,800</u>
ADDITION TO (USE OF) FUND BALANCE		<u>\$ (1,052,000)</u>	<u>\$ 140,400</u>	<u>\$ (198,900)</u>	<u>\$ (152,000)</u>
ESTIMATED FUND BALANCE 9/30/2012		<u>\$ 8,228,794</u>	<u>\$ 680,355</u> (2)	<u>\$ 2,213,612</u>	<u>\$ 350,243</u>
2012-13 ESTIMATED REVENUES		\$ 44,108,800	\$ 2,625,500	\$ 15,383,600	\$ 2,137,800
2012-13 ESTIMATED EXPENDITURES		<u>44,074,600</u>	<u>2,765,450</u>	<u>15,376,100</u>	<u>2,137,000</u>
ADDITION TO (USE OF) FUND BALANCE		<u>\$ 34,200</u>	<u>\$ (139,950)</u>	<u>\$ 7,500</u>	<u>\$ 800</u>
ESTIMATED FUND BALANCE 9/30/2013		<u>\$ 8,262,994</u>	<u>\$ 540,405</u>	<u>\$ 2,221,112</u>	<u>\$ 351,043</u>
TARGET BALANCES					
	High	\$ 8,523,820 (3)	\$ 300,000	\$ 2,000,000	\$ 300,000
	Low	\$ 6,392,865 (3)			

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

- (1) Actual per 9/30/11 Comprehensive Annual Financial Report. Fixed Asset Fund Balance has been adjusted for \$600,000 in 2010-11 assigned purchases.
- (2) The Estimated Ending Fund Balance 9/30/2012 reflects an adjustment for the use of prior year assigned balances totaling \$440,000 for the purchase of telephone equipment (\$40,000) and fire equipment (\$400,000). Remaining prior year assigned fund balance totaling \$160,000 and current year assigned fund balance totaling \$245,000 are designated for the future purchase of mobile video units (\$85,000), 9-1-1 equipment (\$160,000) and fire equipment (\$160,000).
- (3) The General Fund target balance has been adjusted for \$1,455,500 of General Fund fixed asset transfers. A General Fund balance target is defined as a target range with a low end of 15% and a high end of 20% of the actual GAAP basis expenditures and other financing sources and uses

Financial Trends - City of Farmers Branch

Farmers Branch, Texas

Fiscal Year 2013

Introduction

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

Introduction

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

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

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

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

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

Maintain existing service levels:

Withstand local and regional economic disruption;

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

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

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

Introduction

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

Not all factors or indicators presented in the ICMA publication have been included in this study. Some indicators were excluded, as proper data was not available or reliable. As part of a multi-year analysis of financial trends, it is appropriate to review and evaluate the City's financial position relative to the financial objectives set by the City Council in 2012-2013.

Consumer Price Index

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

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

Consumer Price Index (C.P.I.)		
YEAR	CPI	% Change
1984	105.0	-
1985	108.3	3.1%
1986	110.2	1.8%
1987	115.0	4.4%
1988	119.8	4.2%
1989	125.0	4.3%
1990	132.7	6.2%
1991	137.2	3.4%
1992	141.3	3.0%
1993	145.1	2.7%
1994	149.4	3.0%
1995	153.2	2.5%
1996	157.8	3.0%
1997	161.2	2.2%
1998	163.6	1.5%
1999	167.9	2.6%
2000	173.7	3.5%
2001	178.3	2.6%
2002	181.0	1.5%
2003	185.2	2.3%
2004	189.9	2.5%
2005	198.8	4.7%
2006	202.9	2.6%
2007	208.5	2.8%
2008	218.8	4.9%
2009	216.0	-1.3%
2010	218.4	1.1%
2011	226.9	3.9%
2012	231.4	2.0%
2013	237.3	2.6% Estimate

Executive Summary - General Fund

Revenues

Overall, revenues (including debt service) from 2003 to 2012 show an average annual increase of 0.95%. Decrease in constant dollar revenues began in 2002 due to the recession. In 2006 the City saw a slight increase of 3.41% before the recession of 2007. When compared to 2011, 2012's actual revenues decreased by 0.20% and decreased by 2.15% on a constant dollar basis.

Growth in revenues continues to be an important factor in funding increased costs such as fuel, utilities and insurance. Of particular concern, is the decline in constant dollar adjusted net operating revenues from the ten year period of 2003 to 2012. Sales tax revenue in particular; 2002-2003 sales tax revenue saw the largest decrease of 13.1% (2001-2002 sales tax was \$11.6M compared to 2002-2003 which was at \$10.0M). 2008-2009 and 2009-2010 sales tax revenues saw a drop of (4.39%) and (8.58%) respectively. This same sales tax revenue for 2011-2012 was \$875K less than 2000-2001 actual sales tax revenue.

Property tax revenues (excluding debt service) decreased twice in eight consecutive years (from 2003 to 2012) for an overall reduction of 4.5% (\$810,197) through 2012-2013 property tax revenues are expected to increase by 2.94% in current dollars from 2011-2012's property tax revenues of \$17,135,973 which is reflective of current economic conditions.

Expenditures

Overall, operating expenditures have generally increased 1.8% per year during the review period of 2003 to 2012 in current dollars. When examined in constant dollars, average operating expenditures have decreased slightly by 0.72% from 2003 to 2012. Due to the economic slowdown in 2001 and 2007, the City responded to decreasing revenues by cutting expenditures. A one-time use of fund balance occurred in 2007 to complete funding for a new fire station on the city's west side. Expenditures, in constant dollars, for 2011-2012 were 3.6% less than 2003-2004. The expenditures referred to include debt services payments, but exclude general fund expenditures for capital improvement projects (CIP). Major outsourcing initiatives were taken in the 2010-2011 fiscal year including library and residential sanitation pick-up. During the past four years the City has right-sized staff. Since 2008 almost 100 full-time equivalent positions have been eliminated representing a 20% decrease for all positions. Personnel costs now represent 66% of General Fund expenditures down from 79% in fiscal 2010-2011.

Debt Service

Debt service requirements have been in decline due to a pay-off of existing debt and the City's pay-as-you-go philosophy. Debt service requirements in 2012 represent 7.31% of net operating revenues compared with 8.9% of net operating revenues in 2001. This reduction occurred even while two new debt issues were sold. In 2010 two new debts were issued \$5.5M for the Fire Station and \$10M for Dangerous Structures.

Executive Summary - General Fund

Property Values

Property values decreased in fiscal 2012 (a 3.65% decrease compared to 2011) and show a slight increase of 1.55% in fiscal 2013 when compared to fiscal 2012. From 2003 to 2012 the trend has been positive with an annual average increase of 0.79% in current dollars and a slight decrease of 1.63% in constant dollars. In 2012, property values are 24.1% below 2001 values in constant dollars. Growth in property values is a key indicator of financial health of a city.

Property Tax Revenues

Property tax revenues represent one of the largest sources of revenues for the City and are used to fund operations in the General Fund and to pay off bonds in the Debt Service Fund. In the General Fund alone, 2012 property taxes (excluding debt service) are \$17.1 million. 2012-2013 property tax revenues (including debt service) are projected to increase slightly by 0.51% in constant dollars. In 2010 two new debts were issued \$5.5M for the Fire Station and \$10M for Dangerous Structures that increase the overall property tax revenue for 2010, 2011 and 2012. Property tax revenues (including debt service) from 2003 through 2012 have increased on an average annual basis by 1.15% (in current year dollars.)

Executive Summary - Water And Sewer Fund

Revenues

2012 had very little rainfall resulting in drought conditions. Year-to-year revenue fluctuations are due to weather patterns, which affect water sales, and an increase in commercial accounts and commercial consumption. Operating revenues from 2003 to 2012, in current dollars, have increased on average by 2.64%. In constant dollars operating revenues have decreased slightly by 0.35%. In order to offset the continuing rising cost of treated water the City implemented a 13.5%, 12% and 3% increase in 2006, 2009 and 2013 respectively.

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

Expenditures

From 2003 to 2012, net operating expenditures (for Water and Sewer) have increased in current dollars by an annual average of 4.02%, and when examined in constant dollars, operating expenditures have increased by 1.12% over the same time frame. Year-to-year fluctuations are primarily due to weather patterns, which affect water demand.

User Charge Coverage

User charge coverage refers to whether fees and charges cover the entire cost of providing utility services including depreciation and transfers. User charge coverage differs from revenue bond ratio coverage requirements that do not include depreciation and transfers in the coverage calculation. User charge coverage calculations were sufficient to meet the 100% coverage requirement in 1998 thru 2002 and 2005. But declined to 98.95%, 77.33%, 96.5% and 91.6% in 2003, 2007 and 2008 respectively due to high rainfall patterns. 2012 user coverage was at 93.64%. Farmers Branch does not have a revenue bond ratio requirement as all water and sewer bonds have been paid off.

Executive Summary - Overall Conclusion

While this report primarily covers the period from 2003 to 2012, trends prior to that period have also been reviewed. This year marks the thirteenth year that this financial analysis covers at least a 10-year period.

The financial trends show fundamental change in both revenues and expenditures. A major change began in fiscal year 2000-2001 when net operating revenues, in constant dollar basis, began to decline. The economic downturns in 2001 and 2007 prompted the City to reduce expenditures in association with the reduction of revenues. Primarily reductions were to personnel. Since 2008 almost 100 full-time equivalent positions have been eliminated representing a 20% decrease for all positions. This decline stabilized in the 2004-2005 fiscal year and continued thru the 2006-2007. However in late 2007 a recession began and revenues for 2007-2008 and 2008-2009 declined by 2.94% and 0.87% respectively, and are below 2000-2001 levels on a constant dollar basis. 2011-2012 revenues decreased by 2.15% compared to 2010-2011 revenues and are projected to decrease by 3.6% for fiscal 2012-2013.

Expenditures, in constant dollars, overall have remained flat since 2002. Spending clearly shows a shift in financing strategy. Capital spending from the General Fund increased from zero dollars (\$0) in 1990 to \$2.4 million in 2003. Because of the economic downturn capital expenditures in 2005 and 2006 were only \$633,500 and \$137,500 respectively. In 2007 the City's capital expenditures were \$4,300,000, mainly for the new fire station #3 and road improvements. The expenditures for the fire station and road improvements were from a one-time use of fund balance. The total capital improvement transfers from 1990 to 2012 have equaled \$40.8 million. Two new debts were issued in 2010. \$5.5M for the new Fire Station and \$10M for the removal of dangerous structures which require additional debt payments. Additional debt of \$3M was issued in 2013 for the upgrade of public safety radio system.

The financial trends show a fundamentally sound financial picture with revenue trends, in current dollars, continuing in a slightly positive direction while revenues in a constant dollars show a decline. Due to the state of the economy, revenues (in constant dollars) showed a decrease of 2.15%. And a very slight decrease of 0.05% in current dollars in 2012. The City has responded with cost cutting measures. Expenditures for operations (excluding capital spending) have remained relatively flat with regards to inflation. Sales Tax revenue, Hotel/Motel Occupancy Tax revenue, and interest on investments were significantly impacted by the economic downturn in 2000-2001 and the recession beginning in 2007-2008. Even though Sales Tax revenue slightly increased from \$11.99 million in 2010-2011 to \$12.75 in 2011-2012 it is well below the \$14.5 million recorded in 2000. Hotel/Motel Occupancy Tax revenue decreased by 4.23% when comparing 2010-2011 to 2011-2012. Hotel/Motel Occupancy Tax revenues are projected to increase slightly in 2012-2013 on a constant dollar basis. And Sales Tax Revenue is projected to increase slightly in 2012-2013.

General Fund – Key Financial Indicators

Revenue Per Capita

Warning Trend

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

Description

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

Analysis

When excluding property tax revenues used for debt service, during the review period net operating revenues averaged a slight increase of 1.65% per year in current dollars and a decrease of 1.22% in constant dollars. This decrease is primarily caused by decreased property tax revenues available to the General Fund because of increased debt service requirements, decreased sales tax receipts, and franchise fees due to the economic downturn in 2000-2001 when net operating revenues began a declining trend. Net operating revenues (excluding Debt Services) did increase in 2005-2006 by 6.02% but saw a decrease with the beginning of the 2007 recession. The 2011-2012 net operating revenues per capita increased by 3.08% when compared to 2010-2011.

Operating revenues including debt service have experienced a slight upward trend (since 2003) averaging a slight increase of 1.63% per year in current dollars but a decrease of 1.27% in constant dollars. From 1995 to 2000, revenue grew. Due to the economic downturn constant dollar net operating revenues began a declining trend in 2000-2001 and again in 2005-2006. The 2011-2012 net operating revenues (including debt services) decreased very slightly by 0.05% (vs. 2010-2011).

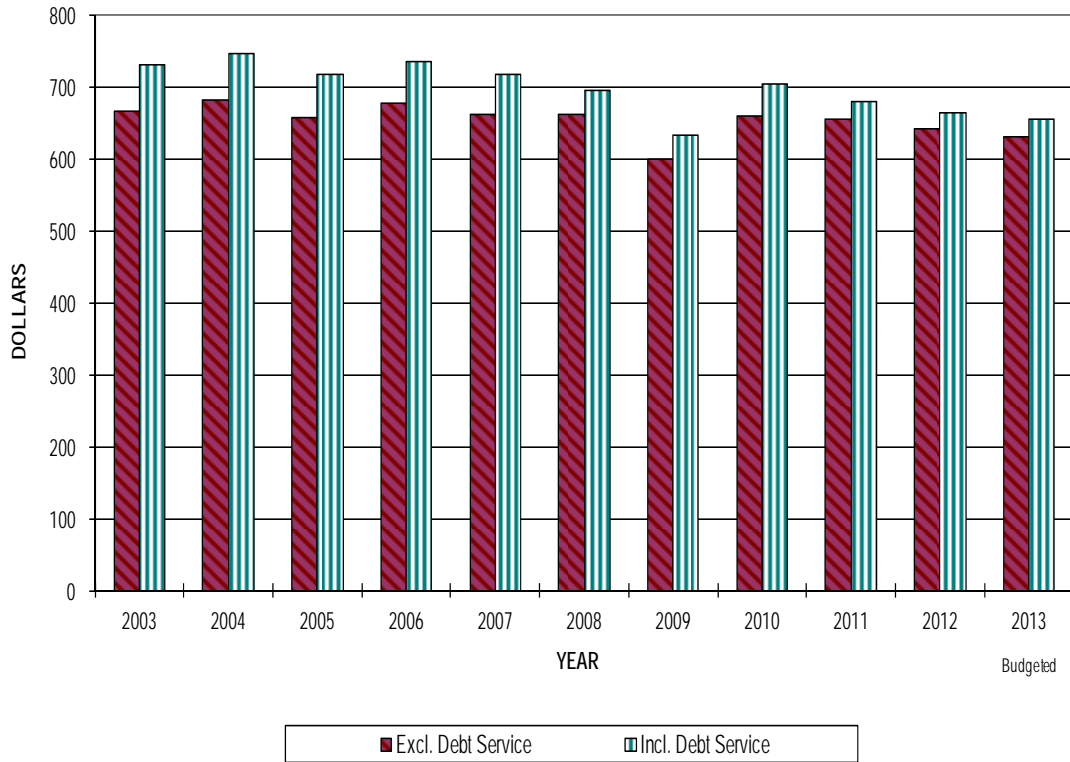
Revenue growth to cover capital improvements and operating cost inflation is especially important. General Fund revenues have been the largest part of Capital Improvement Program funding. For example, General Fund transfers have increased from zero dollars (\$0) in 1990 to \$537,500 in 2004, \$633,500 in 2005, \$137,500 in 2006 and \$4,300,000 in 2007. Because of the recession, in 2008 transfers were \$0 and only \$1.8M and \$1.06M in 2008-2009 and 2009-2010 respectively. Total capital improvement transfers from 1990 to 2012 equal \$40,876,900. From 1997 to 2012 transfers have totaled \$35,096,000 or 85% of the capital improvement transfers since 1990. These transfers have played an important role in the City's Capital Improvement Project planning process. Inflationary cost trends during from 2001 to 2012 have averaged approximately 2.6% per year

Conclusion

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

General Fund - Key Financial Indicators

REVENUES PER CAPITA
(Constant Dollars)



General Fund – Key Financial Indicators

Elastic Revenues

Warning Trend

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

Description

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

Analysis

In Farmers Branch, elastic revenue sources are sales tax, a portion of landfill revenue and permits/fees. On average, elastic revenues have comprised 34.6% of net operating revenues from 2003 thru 2012. In 2012 there was a very slight increase to 34.44% from 2011's 31.6% of net operating revenues. The proportion of elastic revenues total revenues continues to change as sales tax revenues have decreased and permit/fee revenues have been stable for prior years. However due to a receding economy, sales tax are projected for only a slight increase for 2013. Permit/fee revenues also show a slight decrease for 2013. The landfill operations were outsourced on October 1, 1998. This change has reduced the elasticity for landfill revenues and accounts for the drop in revenue during 1999 (which was offset by corresponding expenditure reductions). Only the elastic portion of landfill revenues is analyzed for this indicator. The landfill contract provides for a guaranteed \$1 million payment in 2000 and beyond. These guaranteed payments were omitted from the table below.

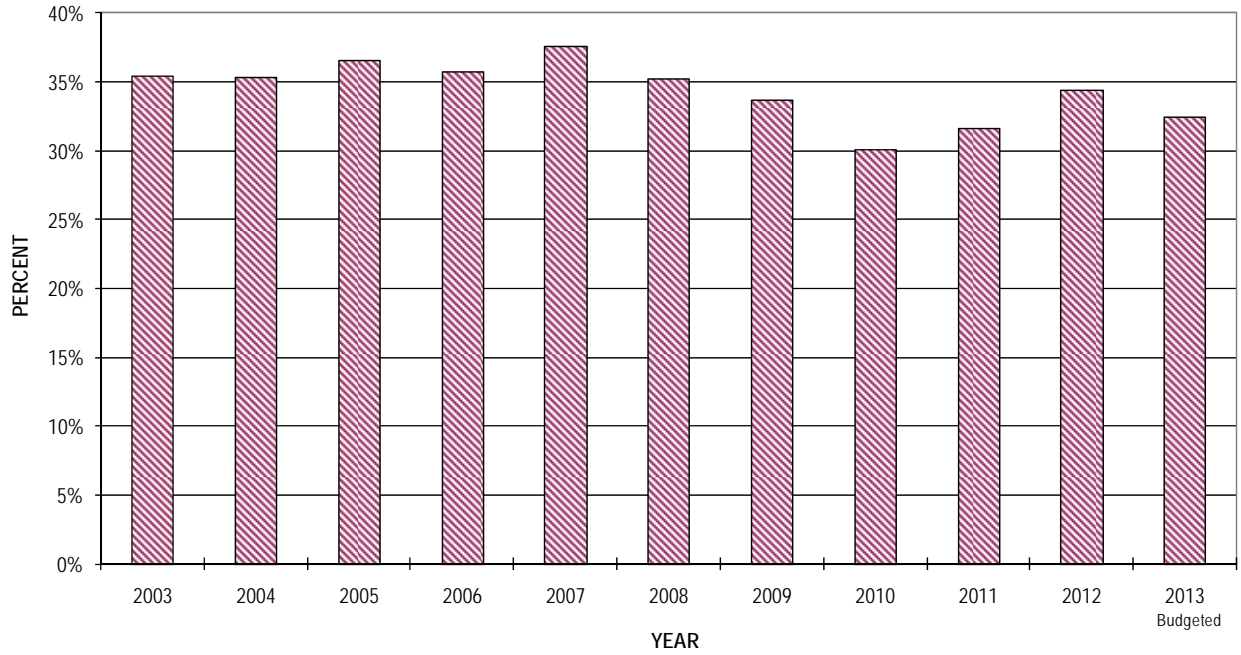
Conclusion

A significant change in trend is evidenced by the steady decline in elastic operating revenues as a percent of net operating revenues since 1996. Sales tax for 2012 was \$12.75 million compared to \$17.14 million of property tax. Landfill revenue changed from 100% elastic to partially "fixed fee" inelastic revenues accounting for the 1998 to 1999 decline in elastic revenues but resulted in no net loss to the City.

General Fund - Key Financial Indicators

Elastic Revenues

ELASTIC TAX REVENUES
(as a % of Operating Revenues)



General Fund – Key Financial Indicators

Property Tax Revenues

Warning Trend

Decline in property tax revenues (constant dollars).

Description

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

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

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

Analysis

When including debt service, total property tax revenues from 2003 to 2012 have increased a yearly average of 1.15% in current dollars and a decrease of 2.33% in constant dollars. Total property tax revenues including debt service increased from 1996 through 2002 as a result of value increases. In 2004 property tax rates were increased by 4.5% (\$.02 per \$100) to help offset increasing expenses. Property tax revenues, in constant dollars, have increased from 1995 until 2002. In 2005 the property tax revenue increased by 2% from 2004 actual revenues due to stronger residential property values and a three forty-fifth cent (\$.0345) per \$100 property tax increase. In 2010 property tax revenue increased by 8.63% on strengthening property values and a twenty-fifth cent (\$.025) per \$100 property tax increase from the debt issued for the Fire Station and the Dangerous Structures bonds. Property tax revenues decreased in 2011-2012 by 4.17% in association with a decreased property valuation. 2012-2013 property tax revenues are estimated to increase by 3.08% on expected property value increases.

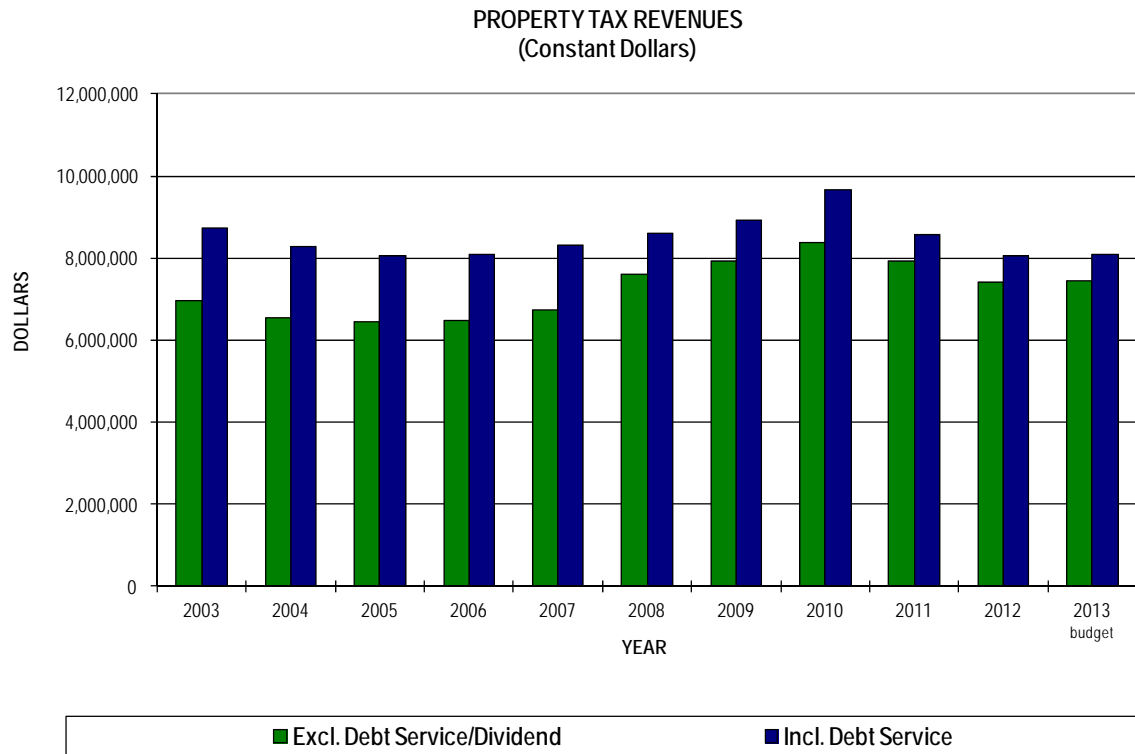
When excluding debt service, property tax revenues (in current dollars) increased an average of 2.74% from 2003 to 2012. While property tax revenues (in constant dollars) increased an average of 0.23% over the same time frame. The increase in property values and constant debt service requirements resulted in a current and constant dollar increases in property tax revenues from 2003 through 2012. In 1998, 1999, and 2000 property tax revenues increased by 8.0%, 10.8%, and 6.7%, respectively. The chart reflects the pattern of property tax allocations to the General Fund and the amounts necessary to fulfill debt service obligations.

Conclusion

Property tax revenues represent the largest single source of revenues for the City. When including debt service, total property tax revenues from 2003 to 2012 have increased a yearly average of 1.15% in current dollars and decreased 2.33% in constant dollars.

General Fund - Key Financial Indicators

Property Tax Revenues



General Fund – Key Financial Indicators

Other Major Revenue Sources

Warning Trend

Major revenue sources decreasing over time.

Description

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

Analysis

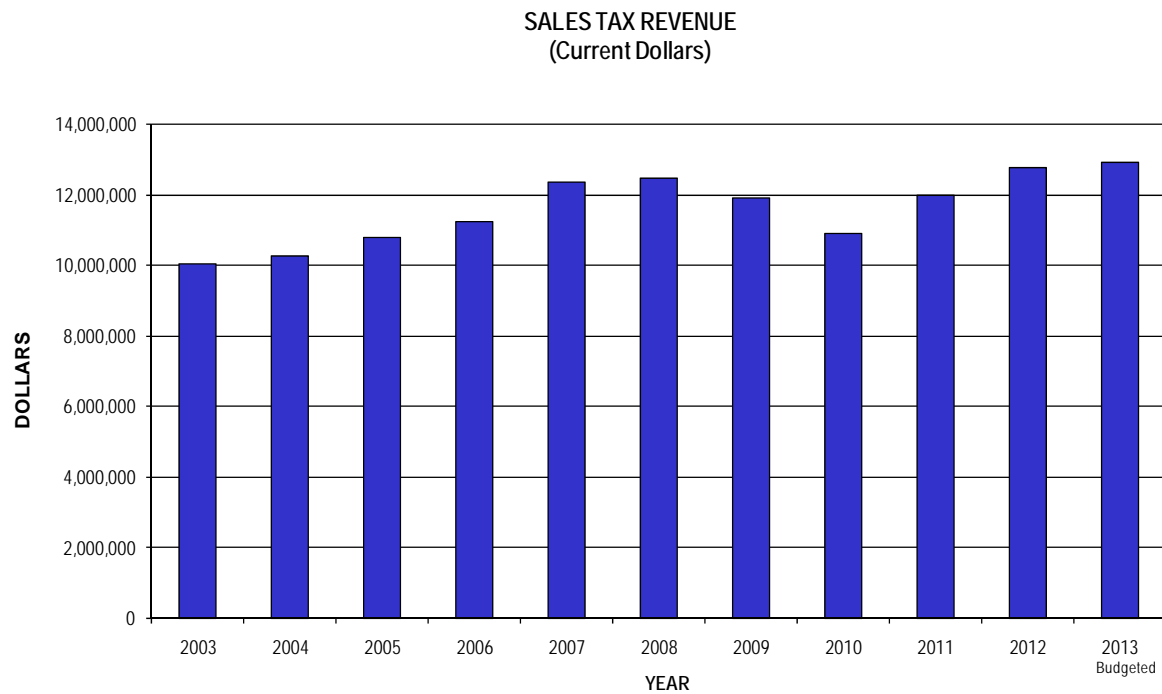
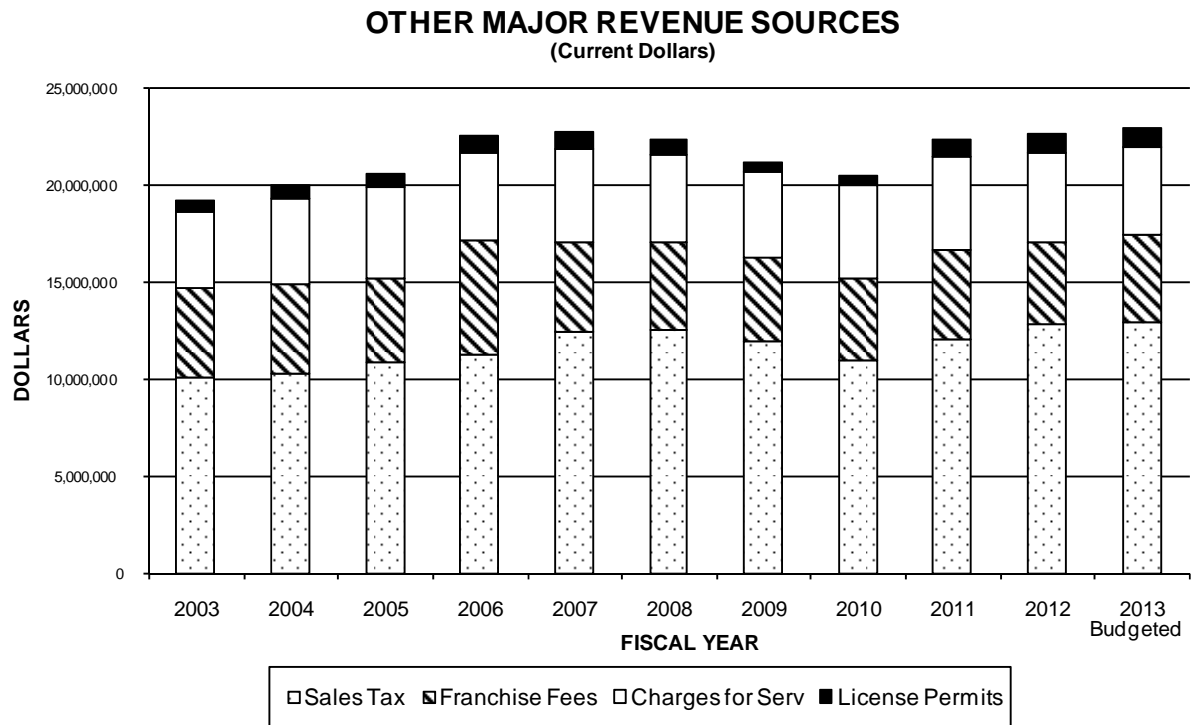
In Farmers Branch, other major revenue sources are sales taxes, franchise fees, charges for services, and license and permits. Sales taxes have increased every year from 1994 to 2000 by an average of 8.1% in current dollars and 5.9% in constant dollars. Overall for 2002 thru 2005 sales tax has declined an annual average of 3.4%. 2006-2007 sales tax increased by 10% over 2005-2006 sales tax. However, due to the recession, 2007-2008's sales tax saw a modest gain of 0.74% over 2006-2007 sales tax. Since 2007-2008 to 2009-2010 sales tax dropped by an average of 4.08% by a worsening recession. 2009-2010 sales tax fell by 8.6% when compared to 2008-2009's sales tax. Sales tax revenues for 2011-2012 increased by 6.36% compared to 2010-2011. Franchise fees decreased by 8.99% in 2012 compared to 2011. But increased by 9.27% in 2010-2011. Overall franchise fees have decreased slightly by an average of 0.88% in current dollars and decreased slightly by 3.28% in constant dollars since 2003. License and permits had generally increased from 1994 to 2001 by an average of 11.72% in current dollars and 9.0% in constant dollars. From 2001 to present, license and permit revenues have shown slight increases. Increasing 3.06% in current dollars and by 0.47% in constant dollars.

Conclusion

The proportion of other major revenue sources for the City is significant. For the past nine years other major revenue sources have averaged 51% of net operating revenues. Sales tax revenue continues to grow overall in constant dollars. However years 2001-2002 through 2008-2009 years saw a decline compared to 2000-2001 with a slight increase (compared to 2011-2012) projected for 2012-2013 on a current dollar basis. In the year 2011-2012, sales tax revenues were \$12.75 million and property tax revenues were \$18.64 million. Sales tax revenue continues to be a high percentage of the revenues for the City (for the past ten years sales tax has averaged 28% of net operating revenues) and is beginning to show an upward trend in 2013.

General Fund - Key Financial Indicators

Other Major Revenue Sources



General Fund – Key Financial Indicators

Expenditures per Capita

Warning Trend

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

Description

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

Analysis

Net operating expenditures excluding CIP transfers and debt service decreased an average of 2.2% per year from 2003 to 2012 in constant dollars. Net operating expenditures excluding CIP transfers increased from 2003 to 2012 an average of 1.94% in current dollars. Compared to 2010-2011 the 2011-2012 expenditures increased slightly by 2.72% in constant dollars. The 2012-2013 operating expenditures excluding CIP transfers are projected to decrease by 3.39% in current dollars and decrease by 7.75% in constant dollars when compared to 2011-2012 actuals.

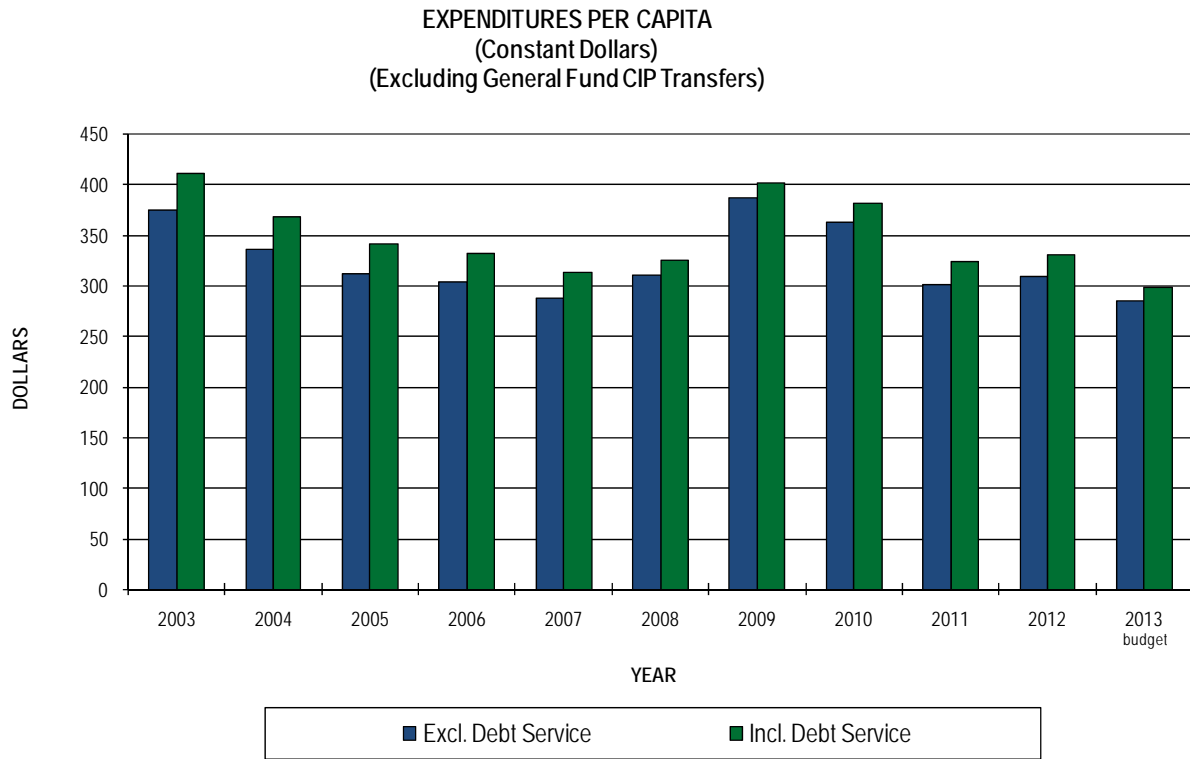
Net Operating Expenditures including CIP transfers: Net operating expenditures including CIP transfers increased from 2003 to 2012 an average of 1.0% in current dollars and decreased in constant dollars by 2.98%. For 2012-2013 operating expenditures including CIP transfers are budgeted to decrease 3.39% in current dollars and decrease 7.75% in constant dollars compared to 2011-2012 actuals.

Conclusion

In response to financial trends, the City implemented cost containment measures and incorporated these measures into the budget process in both the early 1990's as well as the early 2000's. The City implemented a reduction in staff in 2008 and 2011 in response to the recession and cost containment continues to be an important consideration for preparing future budgets. Since 2008 almost 100 full-time equivalent positions have been eliminated representing a 20% decrease for all positions. Personnel costs now represent 66% of General Fund expenditures down from 79% in fiscal 2010-2011.

General Fund - Key Financial Indicators

Expenditures per Capita



General Fund – Key Financial Indicators

General Fund Balance

Warning Trend

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

Description

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

Examining net operating expenses as a percentage of unassigned fund balance is also a valuable indicator in determining the how much unassigned fund balance is available for expenses. The City Council's 75 days (20%) of expenditures in unassigned fund balance minimum target which compares unassigned fund balance as a percentage of operating expenditures not revenues.

Analysis

Percentage of net operating revenues to unassigned fund balance have declined from 2001 (27.8%) to 2012 (21.1%) and are budgeted to decrease slightly in 2013 (19.26%). This is due to a combination of a decline in revenue and the recession that began in late 2007. The City's ratio was 20% as of Sept. 30th 2012 and should remain relatively flat in 2013.

For net operating expenses, fiscal year 2012-2013 has the unassigned fund balance projected to be 20% of projected net operating expense. Low when compared to 2000's ratio.

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

Conclusion

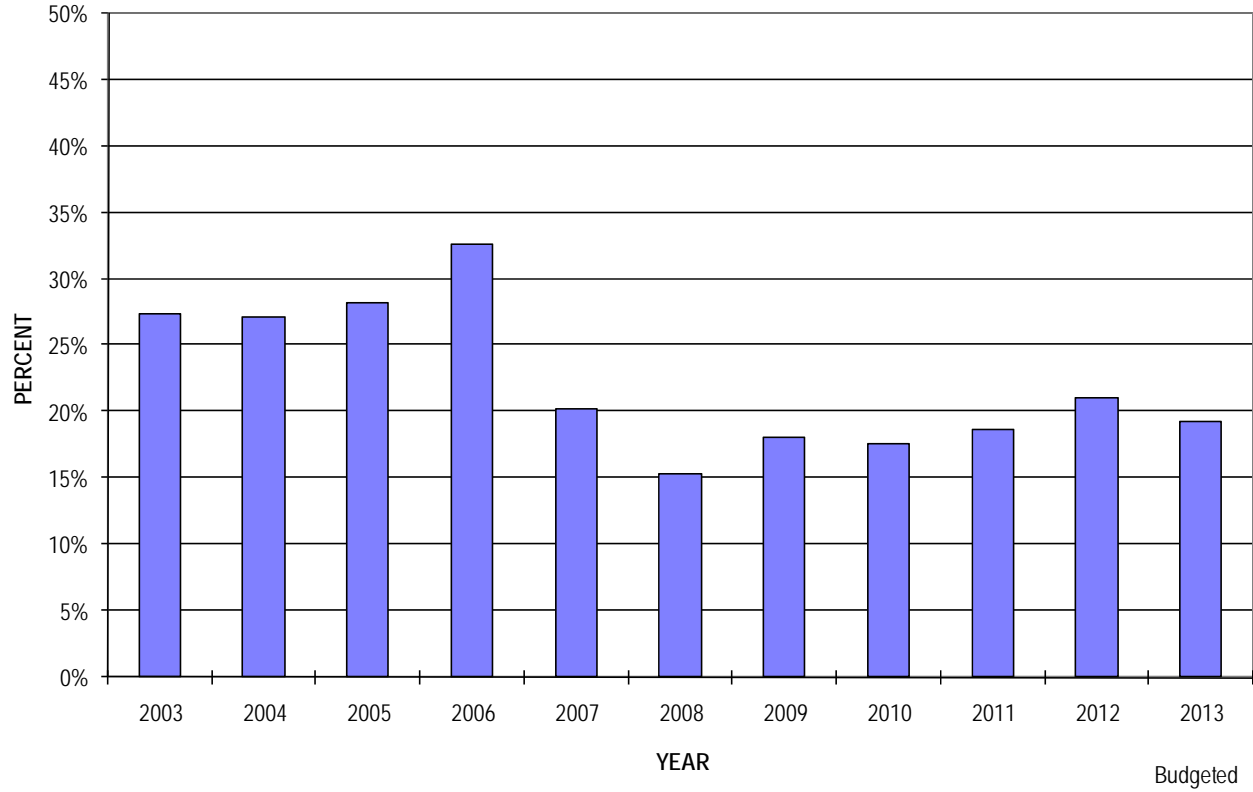
Because of reduced revenues (primarily from sales and property taxes) in 2001-2002 and 2002-2003 the City budgeted a planned use of unassigned fund balances. A use of unassigned fund balance was adopted to partially offset a significant decline in revenues. This use of unassigned fund balance softened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

The City continues to maintain a significant level of unassigned fund balance. Consistent with the City's plan of maintaining the 75 days target.

General Fund - Key Financial Indicators

General Fund Balance

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



General Fund – Key Financial Indicators

Debt Service

Warning Trend

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

Description

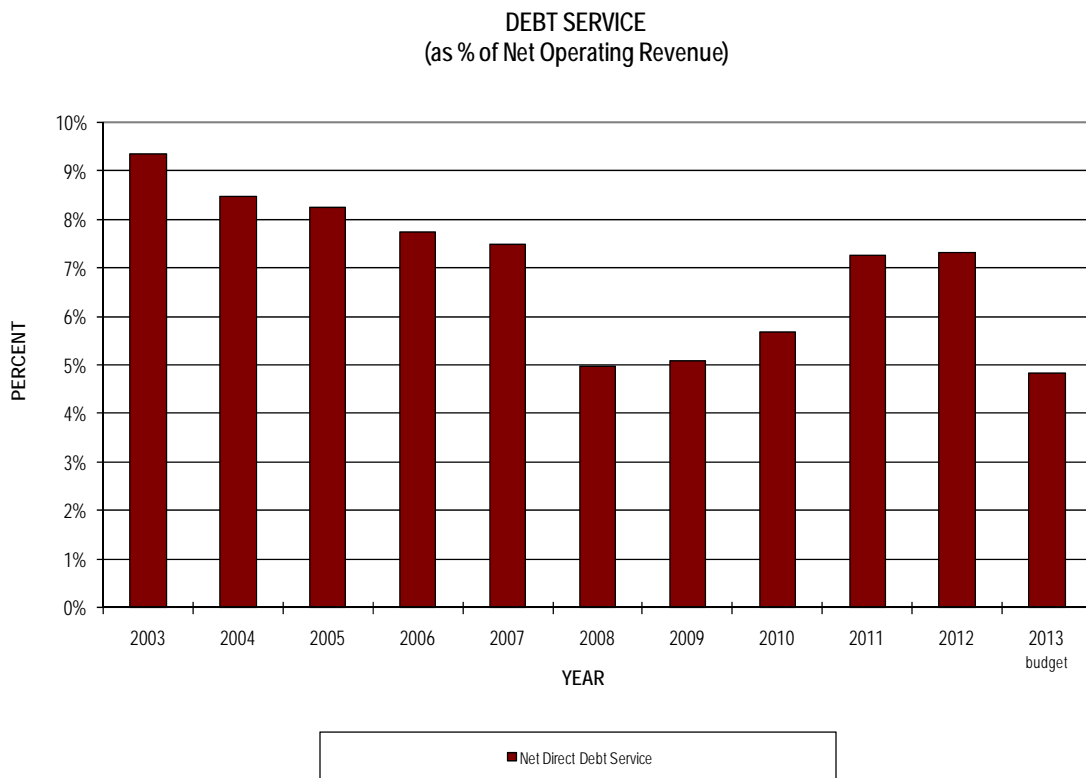
Debt service is the amount of principal and interest that must be paid each year in order to payoff long-term debt. As debt service requirements become greater in proportion to net operating revenues, the City has less money available for discretionary use. Perhaps more importantly, such a trend suggests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

Analysis

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

Conclusion

The City's assessed value is able to sustain significant debt, however, the impact of debt service on operating revenues is important. In 2002-2003, the City was able to refinance two of its outstanding bonds, saving \$915,936 in interest payments. Since 1992, debt service as a percentage of operating revenues, has consistently been below the credit rating benchmark of 20%, and has decreased from 25% in 1990 to 7.31% in 2012. Debt service is funded by a percentage of property tax exclusively.



General Fund - Key Financial Indicators

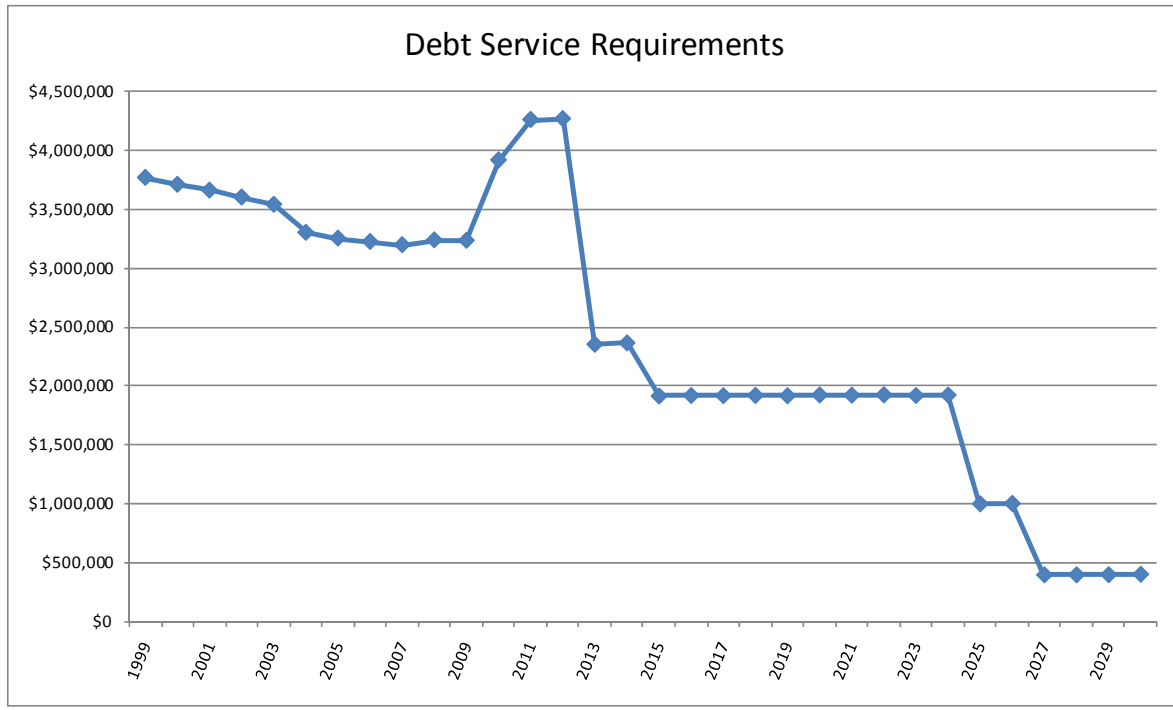
Debt Service

Year Ending	Debt Service Requirements CP&I	Interest on Bond Proceeds Used for Debt Service	Debt Service Funded by Property Tax
2000	3,706,378		3,706,378
2001	3,656,968		3,656,978
2002	3,598,098		3,598,098
2003	3,537,152		3,537,152
2004	3,299,747		3,299,747
2005	3,250,208		3,250,208
2006	3,222,158		3,222,158
2007	3,194,808		3,194,808
2008	2,166,742		2,166,742
2009	2,159,850		2,159,850
2010	3,912,926		2,840,028
2011	4,255,490		3,213,606
2012	4,263,390		3,223,810
2013	2,351,055		1,302,330
2014-2018*	10,025,160		6,582,053
2019-2023*	9,595,534		6,581,772
2024-2028*	4,717,206		2,914,360
2029-2030*	801,200		801,200

*5-year cumulative

General Fund - Key Financial Indicators

Debt Service



General Fund – Key Financial Indicators

Property Value

Warning Trend

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

Description

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

Analysis

From 2000 to 2013, a formerly negative trend was reversed with an annual average property value increase of 0.47% in current dollars and decreased by 1.88% in constant dollars. In 2013 property values increased by 1.55% compared to 2012.

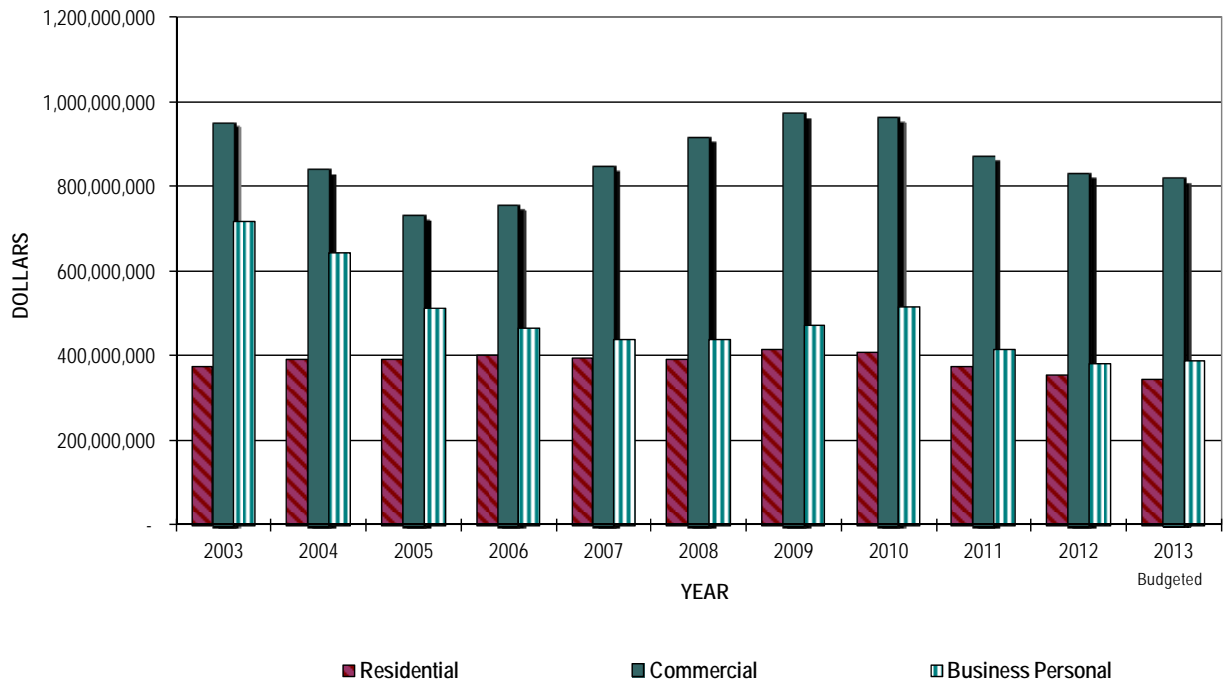
Conclusion

Since 1995 significant growth in property values has occurred. Property Values decreased in 2003, 2004, 2005, 2011 and 2012, but stabilized and showed slight growth in 2006, 2007, 2008, 2009, 2010 and 2013.

General Fund - Key Financial Indicators

Property Value

PROPERTY / BUSINESS PERSONAL VALUES
(Constant Dollars)



General Fund – Other Significant Financial Indicators

Uncollected Property Taxes

Warning Trend

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

Description

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

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

Analysis

The City has consistently collected no less than 95% of each years tax levy during the ten-year review period. From 1994 to 1997, the City collected 99%. This has been a positive factor since the ratio is within the credit rating benchmark of 2% to 3%. The amount of uncollected property taxes has decreased since 1991, with a substantial decrease in 1994 as the economy has shown improvement. From 1994 to 1997, uncollected property tax revenue was approximately 1% of the property tax levy. Due to the worsening economy, declining property values and increased protests, the City's uncollected property tax revenue reached a peak of 3.8% in 2004 but returned to less than 1% in 2005, 2006, 2007 and 2008. The economic downturn caused a surge in property value disputes in 2009, 2010, 2011 and 2012 where uncollected property tax jumped to 3.13%, 1.68%, 2.54% and 3.25% respectively. 2013's uncollected property tax rate is projected to be 1.6%

Conclusion

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

General Fund – Other Significant Financial Indicators

Fixed Costs

Warning Trend

Increasing fixed costs as a percentage of net operating expenditures.

Description

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

Analysis

The City's single largest fixed costs are the debt service obligations. Budgeted 2013 total fixed costs have decreased to \$1.1M less than 2012. The increase from 2001 to 2012 is due to higher debt service obligations resulting from various debt supported projects. Debt service reductions also resulted from the City's pay-as-you-go plan for capital improvements.

Conclusion

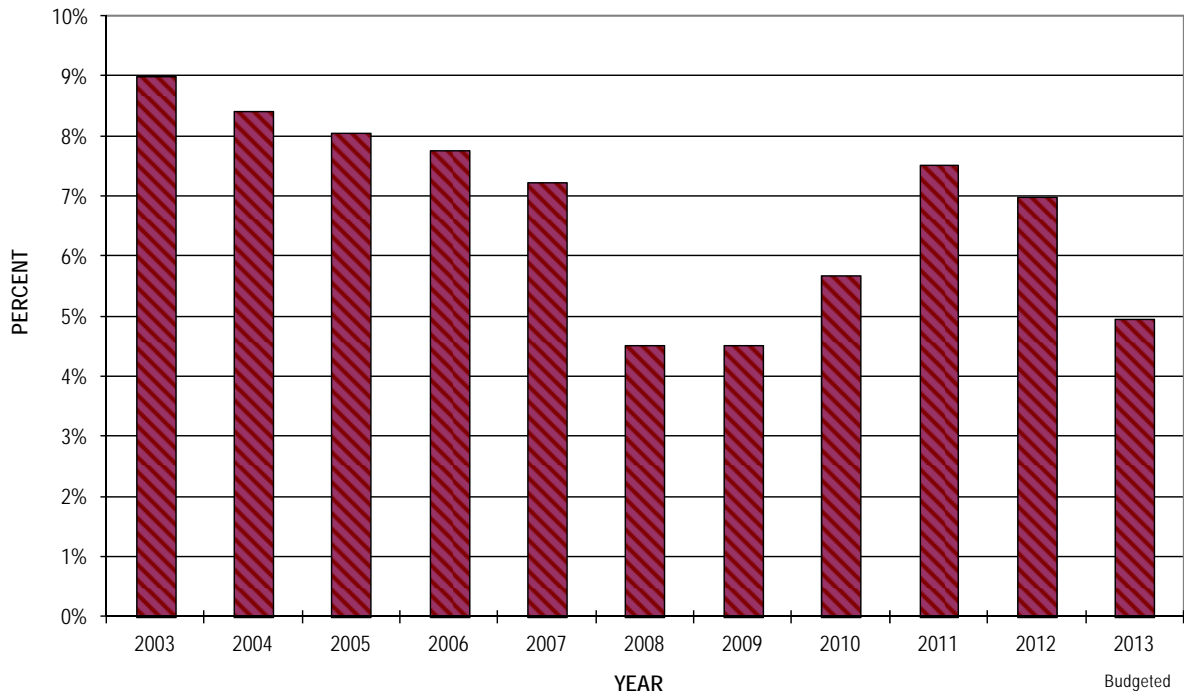
Excluding debt service, the City remains free of significant fixed cost obligations, which is a favorable position. The current debt service schedule reflects a general stable, minor downward trend for future years as a result of efforts to reduce debt service obligations (a small increase occurred in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

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

General Fund – Other Significant Financial Indicators

Fixed Costs

FIXED COSTS
(as % of Net Operating Expenditures)



General Fund – Other Significant Financial Indicators

Population

Warning Trend

Rapid change in population size.

Description

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

Analysis

During the past years analyzed in this review, population in Farmers Branch has generally increased. Future increases are expected as multi-family development has occurred on the City's east side and may also occur on the City's west side. In 2006-2007 a study was completed indicating that the daytime population is estimated at 91,903. Census data for 2010 established total population of the City at 28,616.

Conclusion

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

Water & Sewer Fund – Key Financial Indicators

Operating Revenues

Warning Trend

Decreasing net operating revenues (constant dollars).

Description

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

Analysis

Net operating revenues have generally increased between 2003 and 2012 in current dollars (2.64% per year average) and very slightly decreased in constant (0.35% per year average) dollars. In 2004, rates were increased 5% to offset revenue declines caused primarily by the economic downturn and weather conditions. 2005 rates were increased by 4.5% in order to offset continued declining revenues due to the same factors occurring in 2004. In order to offset the continuing rising cost, a 13.5% and 12% increase was also implemented in 2006 and 2009 respectively. 2011's revenues were higher with an increase of 4.67% compared to 2010. Rainfall and economic conditions can impact water consumption and therefore water revenue. Expenditures, to a great extent, fluctuate with consumption. Rates have been designed so as revenues change (as a result of consumption fluctuation) they are proportional to changes in expenditures caused by those fluctuations. This minimizes the impact of revenue loss caused by consumption fluctuations.

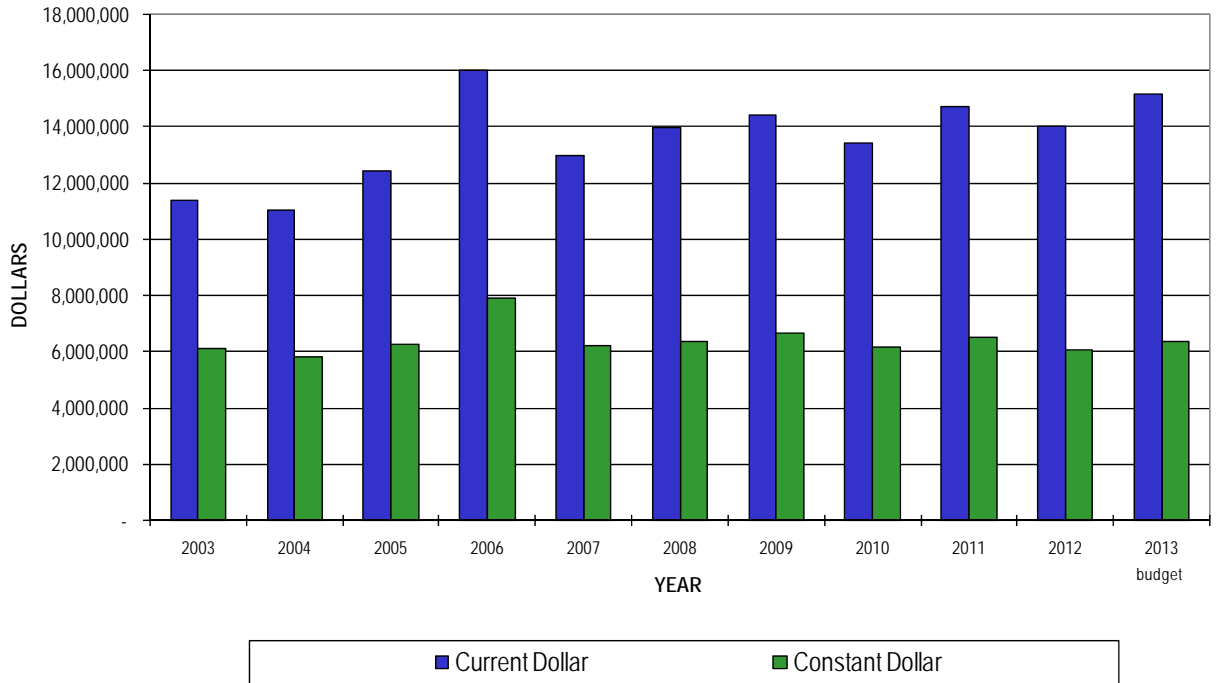
Conclusion

Water & Sewer Fund operating revenues have fluctuated since 2003 in constant dollars. This revenue is based on rate increases and water consumption. The summers of 1998, 1999, 2000, 2005 and 2006 were unusually dry and therefore contribute to higher revenues. In contrast 2004 and 2007 were high in rainfall with 47.57 and 50.05 inches of rain respectively (when compared to a 10-year average rainfall of 36.14 inches). This led to a drop in 2004 and 2007's revenues when compared to average operating revenues (in constant dollars). 2012's rainfall was 31.26 inches which was 4.88 inches below average. Year to year fluctuations are based primarily due to weather patterns, which affect water demand.

Water & Sewer Fund - Key Financial Indicators

Operating Revenues

WATER & SEWER FUND
Current Dollar Operating Revenues



Water & Sewer Fund – Key Financial Indicators

Operating Expenditures

Warning Trend

Increasing net operating expenditures (constant dollars).

Description

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

Analysis

Net operating expenditures have slightly increased by an average of 1.12% (constant dollars) over the review period. With the exception of General Fund transfers and capital replacement funding, the City has little or no influence in the short term in controlling costs such as purchasing water, treating sewage, and electrical costs. In 2010 the City negotiated a new thirty-year contract with its water supplier, the City of Dallas, which significantly decreases the demand cost component of purchasing treated water. The 2012-2013 budgeted operating expenditures are based upon estimated consumption, which could be impacted by weather changes that could effect operations. Currently these expenses are projected to increase slightly by 0.57% (constant dollars).

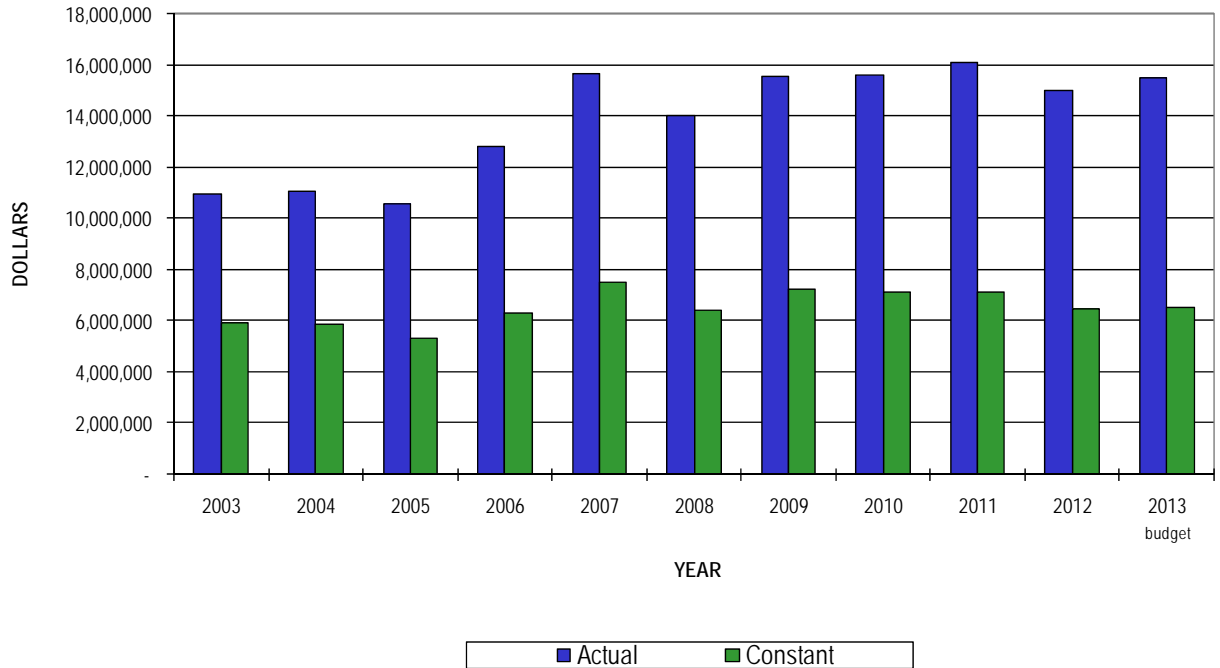
Conclusion

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

Water & Sewer Fund - Key Financial Indicators

Operating Expenditures

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



Water & Sewer Fund - Key Financial Indicators

User Charge Coverage

Warning Trend

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

Description

User charge coverage refers to whether fees and charges cover the entire cost of providing utility services. If the fees and charges cover costs, the coverage is 100%. If coverage is less than 100%, fees and charges are not sufficient to cover operating expenditures, which translate to operating deficits. The 2013 user charge coverage referenced in the chart below is from the adopted budget.

Analysis

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

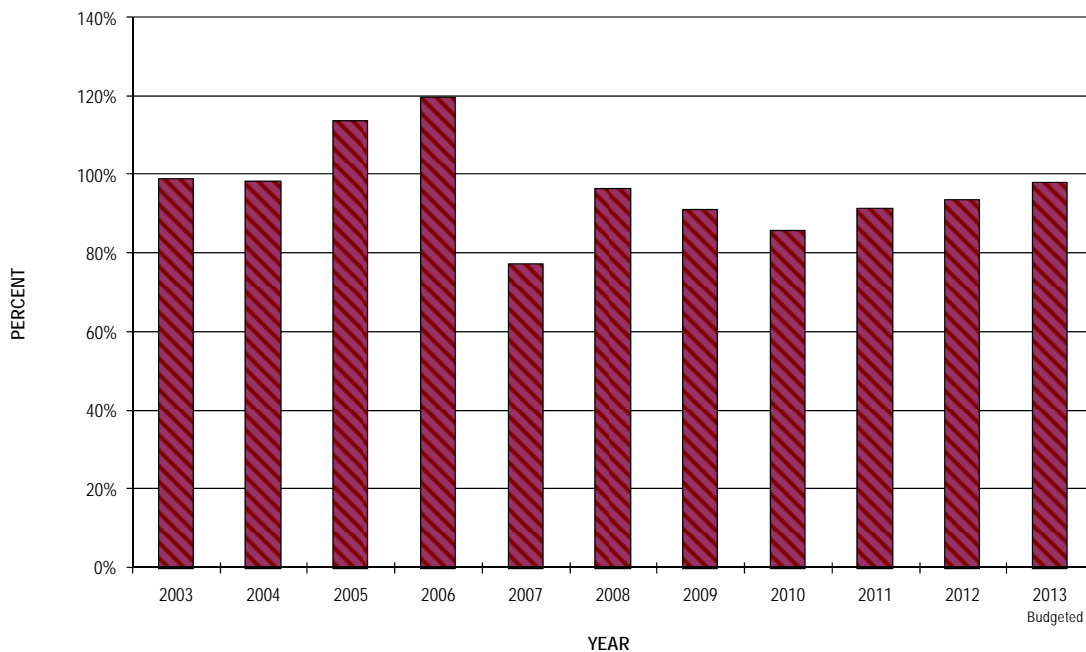
1. General Fund transfers and debt obligations were included in expenditure figures.

The adjusted user charge coverage has been at or above 100% from 1995 to 2001 with the exception of 1997. In 1997 the weather was very wet and water usage was below normal. 1999, 2000, 2005 and 2006 were unusually hot and dry summers so the adjusted user charge coverage has been 115%, 123%, 114% and 120% respectively. Fiscal year 2006 was over 100% with coverage being right at 120% attributed to a drought in north Texas that ended in 2007 with high rainfall. 2012 was drier than usual and user coverage rose to 93.64% from 2011's 91.59%. This trend will be monitored.

Conclusion

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

USER CHARGE COVERAGE



All Other Financial Indicators

Restricted Revenues

Warning Trend

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

Description

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

Analysis

The General Fund has no significant restricted revenues.

Conclusion

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

All Other Financial Indicators

Long Term Debt

Warning Trend

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

Description

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

Analysis

Because the City's pay-as-you-go policies, the assessed valuation to debt ratio has continued to decrease since 1994. The 2008 fiscal year percentage is now only 0.04%.

Conclusion

Between 1999 and 2008 net direct long-term debt decreased an average of 22.8% per year due to a gradual payoff of outstanding debt and increased reliance on pay-as-you-go capital funding. In 2008, long-term debt is increase to \$7.3M from \$1.4M due to debt issued for street maintenance and a new animal shelter.

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

All Other Financial Indicators

Overlapping Debt

Warning Trend

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

Description

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

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

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

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

Analysis

The amount of long term overlapping debt in 1995 represents the lowest total during the review period because no new debt was added that year. In 1996 through 2001 both the Carrollton – Farmers Branch ISD and Dallas ISD have increased their debt each year. In 2008 the debt was decreased by 33% to 2.78% (from 4.18% in 2007) of assessed valuation.

Conclusion

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

All Other Financial Indicators

Accumulated Employee Leave

Warning Trend

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

Description

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

Analysis

Average accumulated employee leave liability has increased from \$12,226 per employee to \$14,735 between 1999 and 2008 (current dollars). The rate of increase slowed significantly from 1996-97 and from 1997-98. On a per employee basis, the increase peaked in 1996 and decreased in both 1997 and 1998. From 2001 to 2008, rising costs have increased the per employee costs. However, the City implemented a change in its sick leave policy on October 1, 1992 for newly hired employees that will reduce accumulated employee liabilities over a period of several years. The accumulated sick leave amount for new employees has been reduced from 90 to a maximum of 30 days, a reduction of two-thirds. New employees may accrue 12 days of sick leave annually as opposed to 15 days, a reduction of 20%. The combination of the new policy, vacation buy-back, the elimination of vacant full-time positions and a reduction in staff in 2008 has resulted in a 0.23% decrease, per year, in costs on a constant dollars basis.

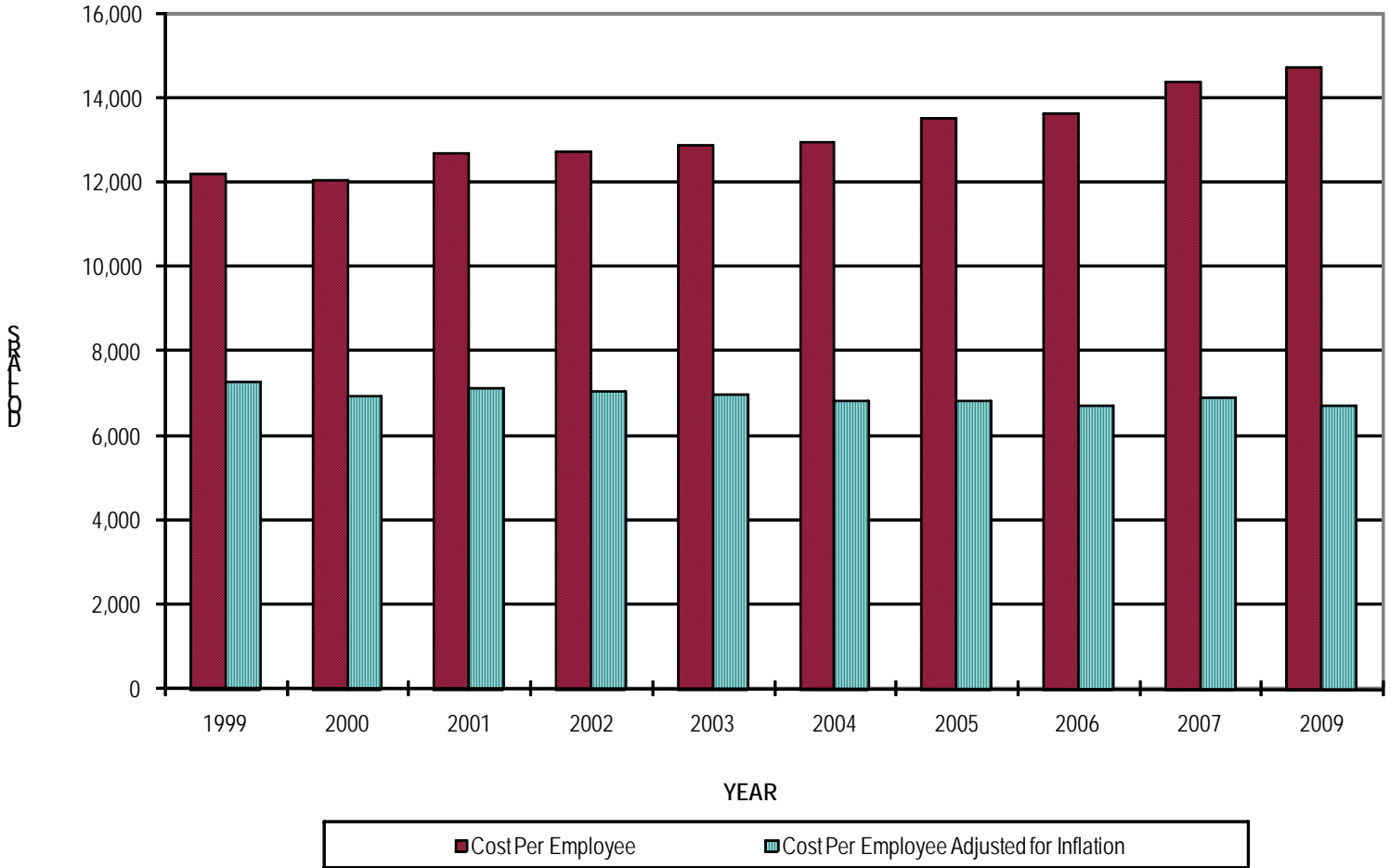
Conclusion

The liability for accumulated employee leave peaked on a per employee basis in 1996 and declined in 1997 and 1998 with slight growth from 1999 thru 2008. A more significant factor however is that, on a constant dollar basis, the per capita liability have declined since the 1996 peak. This indicator should be monitored as it affects future liabilities. The future financial obligation for accumulated employee leave is large. However, the termination or retirement of an employee each year generally creates a budget savings (caused by the position being unfilled for a period of time and new employees starting at lower salaries) that is usually sufficient to cover the accumulated pay. In addition, the City also maintains a personnel reserve account in each budget that is utilized to fund any shortfall. Therefore, payment of accumulated employee leave has always been funded within existing budgets. Presently 297 employees are affected by the policy put into place October 1, 1992, while 101 employees are not affected by the policy. The number of employees affected by the policy will increase in future years as turnover occurs. This policy change is a primary reason why the liability has stabilized and is expected to decrease in future years. In years 2001 thru 2005, a buy back policy was implemented which helped reduce the overall liability the city would incur.

All Other Financial Indicators

Accumulated Employee Leave

ACCUMULATED EMPLOYEE LEAVE LIABILITY



All Other Financial Indicators

Revenues per Capita-Special Revenues Fund

Warning Trend

Decreasing net operating revenues per capita (constant dollars).

Description

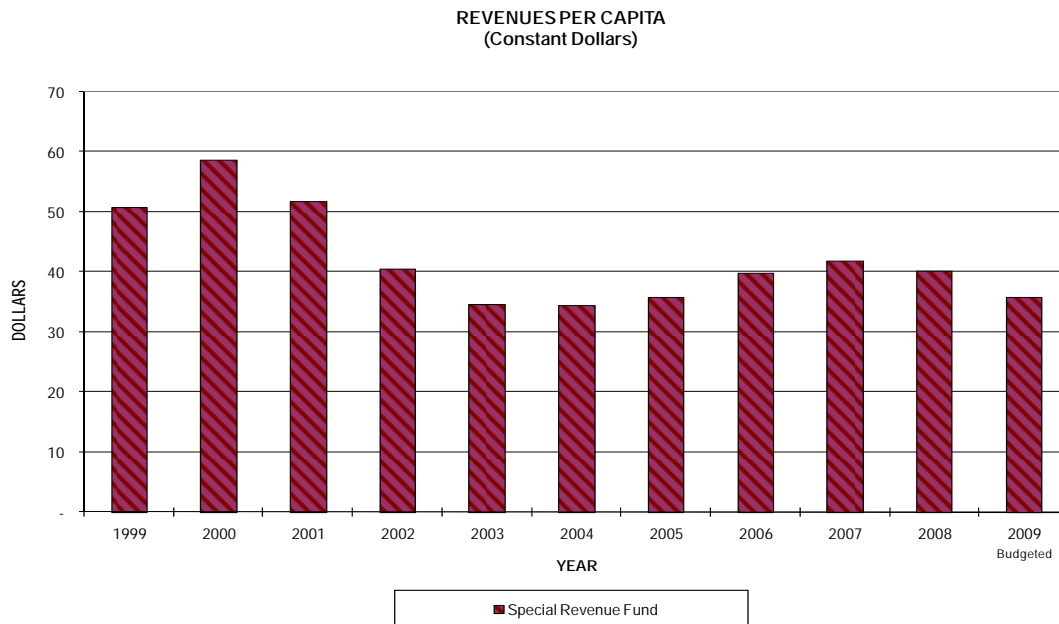
This indicator examines per capita revenue in constant dollars to reflect changes in revenues relative to population. While per capita data may have no significant relevance, net operating revenue is important. This indicator examines hotel/motel occupancy tax revenue.

Analysis

The City received \$2,534,403 in Hotel/Motel occupancy tax revenue during 2000 as compared to \$1,426,689 in 1992. This is attributable primarily to increases in hotel/motel occupancies, room rates, the opening of several new hotels, and a 1% increase in hotel/motel tax in May of 1999. After eliminating the additional revenue from the tax increase, revenues associated with the 1999 tax increases would result in a slight decline in net operating revenues for 1999. In 2008 the Hotel/Motel occupancy tax revenue increased slightly by 0.8% versus 2007 and showed a slight increase of 0.2% compared to 2002. The Hotel/Motel occupancy tax revenue has been adversely affected by what was already a sluggish economy that sank into a recession in 2008. Revenue growth, on a per capita basis, had been steady since 1992 and flattened beginning in 1997 with a significant decline beginning in 2000-2001, which stabilized in 2003-2004 but is expected to decrease in 2008-2009. This indicator requires close monitoring.

Conclusion

This indicator for hotel/motel revenues had generally shown an overall upward trend until 1997 and then flattened on a per capita basis. This flattening since 1997 combined with a decline in 2003 and 2004 with limited revenue growth expectations for budgeted year 2009 will need to be closely monitored.



All Other Financial Indicators

Uncollected Utility Bills Water & Sewer Fund

Warning Trend

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

Description

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

Analysis

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

Conclusion

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